Basel III Disclosure Requirements Under Pillar 3 as per Banking Act Direction No 01 of 2016

Disclosure 1 : Key Regulatory Ratios - Capital and Liquidity

Item	31.03.2025		31.12.2024	
	Bank	Group	Bank	Group
Basel III				
Regulatory Capital (LKR'000)				
Common Equity Tier 1	208,760,876	220,539,299	213,974,181	225,092,530
Tier 1 Capital	227,110,876	238,889,299	232,324,181	243,442,530
Total Capital	288,443,923	301,887,944	295,847,113	308,734,524
Regulatory Capital Ratios (%)				
Common Equity Tier 1 Capital Ratio (Minimum Requirement- 8.50%)	11.66	11.96	11.97	12.15
Tier 1 Capital Ratio (Minimum Requirement- 10.00%)	12.69	12.95	13.00	13.14
Total Capital Ratio (Minimum Requirement- 14.00%)	16.12	16.37	16.55	16.66
Leverage Ratio (Minimum Requirement- 3.00%)	4.04	4.19	4.41	4.56

Item	Bank	
	31.03.2025	31.12.2024
Regulatory Liquidity		
Liquidity Coverage Ratio (%)- Rupee (Minimum Requirement 2023-100%, 2022- 100%)	315.00	329.00
LIquidity Coverage Ratio (%)- All Currency (Minimum Requirement 2023-100%, 2022-100%)	283.05	269.63
Net Stable Funding Ratio (%) (Minimum Requirement 2023- 100%, 2022 -100%)	161.49	157.91

Disclosure 2 : Basel III Computation of Capital Ratios

Item	31.03.2025		31.12.2024	
	Bank LKR'000	Group LKR'000	Bank LKR'000	Group LKR'000
Common Equity Tier 1 (CET 1) Capital after Adjustments	**208,760,876**	**220,539,299**	**213,974,181**	**225,092,530**
Common Equity Tier 1 (CET 1) Capital	**231,181,965**	**239,053,184**	**240,410,289**	**247,630,605**
Equity Capital (Stated Capital)/ Assigned Capital	25,730,000	25,730,000	25,730,000	25,730,000
Reserve Fund	16,953,000	16,953,000	16,953,000	16,953,000
Published Retained Earnings/(Accumulated Retained Losses)	174,518,650	176,635,751	183,388,860	185,536,613
Published Accumulated other Comprehensive Income(OCI)	13,811,248	19,367,789	14,169,362	19,044,348
General and other Disclosed Reserves	169,067	366,644	169,067	366,644
Unpublished current year's profit/(losses) and gains reflected in OCI	-	-	-	-
Ordinary shares issued by consoloidated banking and financial subsidaries held by third parties		-		-
Total Adjustments to CET 1 Capital	**22,421,088**	**18,513,885**	**26,436,108**	**22,538,075**
Goodwill(net)	-	-	-	-
Intangible Assests (net)	1,945,552	2,041,634	1,349,633	1,454,056
Revaluation losses of property, plant and equipment	-	-	-	-
Deferred tax assets (net)	15,310,494	15,442,997	20,014,886	20,094,205
Investments in the capital of banking and financial institutions where the bank does not own more than 10 per cent of the issued ordinary share capital of the entity	1,100,504	1,029,253	1,055,415	989,814
Significant investments in the capital of financial institutions where the bank owns more than 10 per cent of the issued ordinary share capital of the entity	4,064,538	-	4,016,174	-
Shortfall of capital in financial subsidiaries	-	-	-	-
Additional Tier 1 (AT I) capital after adjustment	**18,350,000**	**18,350,000**	**18,350,000**	**18,350,000**
Additional Tier 1 (AT I) capital	**18,350,000**	**18,350,000**	**18,350,000**	**18,350,000**
Qualifying Additional Tier 1 Capital Instruments	18,350,000	18,350,000	18,350,000	18,350,000
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	-	-
Total Adjustments to AT 1 Capital	-	-	-	-
Investment in Own Shares	-	-	-	-
others (specify)				
Tier 2 Capital after Adjustments	**61,333,047**	**62,998,645**	**63,522,932**	**65,291,994**
Tier 2 Capital	**61,412,986**	**63,073,408**	**63,599,595**	**65,363,893**
Qualifying Tier 2 Capital Instruments	29,162,575	30,176,459	31,582,633	32,446,517
Revaluation Gains	12,094,493	12,094,493	12,094,493	12,094,493
General Provisions	20,155,918	20,802,456	19,922,470	20,822,883
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	-	-
Total Adjustment to Tier 2	**79,939**	**74,763**	**76,664**	**71,898**
Investment in Own Shares		-		-
Investments in the capital of financial institutions and where the bank does not own more than 10 per cent of the issued capital carrying voting rights of the issuing entity	79,939	74,763	76,664	71,898
Significant investments in the capital of banking and financial institutions where the bank own more than 10 per cent of the issued ordinary share capital of the entity	-	-	-	-
CET I Capital	**208,760,876**	**220,539,299**	**213,974,181**	**225,092,530**
Total Tier 1 Capital	**227,110,876**	**238,889,299**	**232,324,181**	**243,442,530**
Total Capital	**288,443,923**	**301,887,944**	**295,847,113**	**308,734,524**

Item	31.03.2025		31.12.2024	
	Bank LKR'000	Group LKR'000	Bank LKR'000	Group LKR'000
Total Risk Weighted Assets (RWA)	**1,789,874,594**	**1,844,549,494**	**1,787,568,775**	**1,852,854,602**
RWAs for Credit Risk	1,612,473,426	1,664,196,476	1,593,797,563	1,665,830,650
RWAs for Market Risk	18,521,692	18,530,461	18,181,609	18,192,131
RWAs for Operational Risk	158,879,477	161,822,557	175,589,603	168,831,821
CET I Capital Ratio (including Capital Conservation Buffer,Countercyclical Capital Buffer & Surcharge on D-SIBs)(%)	**11.66**	**11.96**	**11.97**	**12.15**
of which :Capital Conservation Buffer (%)	2.50	2.50	2.50	2.50
of which :Countercyclical Buffer (%)	N/A	N/A	N/A	N/A
of which:Capital Surcharge on D- SIBs (%)	1.50%	1.50%	1.50%	1.50%
Total Tier 1 Capital Ratio(%)	**12.69**	**12.95**	**13.00**	**13.14**
Total Capital Ratio (including Capital Conservation Buffer,Countercyclical Capital Buffer & Surchanrge on D- SIBs)(%)	**16.12**	**16.37**	**16.55**	**16.66**
of which : Capital Conservation Buffer (%)	2.50	2.50	2.50	2.50
of which: Countercyclical Buffer (%)	N/A	N/A	N/A	N/A
of which:Capital Surcharge on D- SIBs (%)	1.50	1.50	1.50	1.50

Disclosure 3 : Leverage Ratio

Item	31.03.2025		31.12.2024	
	Bank LKR'000	Group LKR'000	Bank LKR'000	Group LKR'000
Tier 1 Capital	**227,110,876**	**238,889,299**	**232,324,181**	**243,442,530**
Total Exposures	**5,622,497,155**	**5,695,452,350**	**5,263,003,247**	**5,334,097,320**
On-Balance Sheet Items (Excluding Derivatives and Securities Financing Transactions, but including Collateral	5,237,440,857	5,310,367,019	4,934,076,276	4,984,240,834
Derivative Exposures	33,777,420	33,777,420	34,976,800	34,976,800
Securities Financing Transaction Exposures	181,992,933	182,021,965	122,037,441	142,966,957
Other Off- Balance Sheet Exposures	169,285,946	169,285,946	171,912,729	171,912,729
Basel III Leverage Ratio (%) (Tier 1 Capital/Total Excposure)	**4.04**	**4.19**	**4.41**	**4.56**

Disclosure 4 : Net Stable Funding Ratio (NSFR) & Liquidity Coverage Ratio (LCR)

Item	31.03.2025	31.12.2024
	LKR'000	LKR'000
Total Available Stable Funding	**3,513,106,903**	**3,369,744,517**
Required Stable Funding - On Balance Sheet Assets	2,161,450,422	2,120,039,917
Required Stable Funding - Off Balance Sheet Assets	14,010,274	13,921,816
Total Required Stable Funding	**2,175,460,696**	**2,133,961,732**
NSFR	**161.49%**	**157.91%**

Basel III computation of Liquidity Coverage Ratio -All Currency (Bank Only)

Item	Amount (LKR'000)			
	31.03.2025		31.12.2024	
	Total Un-Weighted Value	Total Weighted Value	Total Un-Weighted Value	Total Weighted Value
Total Stock of High -Quality Liquid Asset (HQLA)	**2,390,579,827**	**2,384,463,842**	**2,203,734,811**	**2,197,634,472**
Total Adjusted Level I Assets	**2,356,438,305**	**2,356,438,305**	**2,168,776,371**	**2,168,776,371**
Level 1 Assets	**2,351,505,668**	**2,351,505,668**	**2,164,983,392**	**2,164,983,392**
Total Adjusted Level 2A Assets	**38,345,984**	**32,594,086**	**37,929,632**	**32,240,187**
Level 2A Assets	**38,345,984**	**32,594,086**	**37,929,632**	**32,240,187**
Total Adjusted Level 2B Assets	**728,176**	**364,088**	**821,787**	**410,894**
Level 2B Assets	**728,176**	**364,088**	**821,787**	**410,894**
Total Cash Outflows	**5,037,218,082**	**1,052,124,728**	**4,748,090,596**	**947,626,422**
Deposits	2,519,092,190	251,909,219	2,468,284,061	246,828,406
Unsecured Wholesale Funding	1,842,521,215	741,842,932	1,631,762,955	655,196,728
Secured Funding Transactions	83,111,910	-	66,785,916	-
Undrawn Portion of Committed (Irrevocable)Facilities and Other Contingent Funding Obligations	577,368,813	43,248,622	573,680,556	38,024,181
Additional Requirements	15,123,955	15,123,955	7,577,107	7,577,107
Total Cash Inflows	**337,157,805**	**209,704,772**	**225,469,817**	**132,558,889**
Maturing Secured Lending Transaction Backed by Collateral	43,182,000	-	23,300,000	-
Committed Facilities	5,000,000	-	5,000,000	-
Other Inflows by Counterparty which are Maturing Within 30 Days	241,149,147	190,137,253	170,213,392	124,946,994
Operational Deposits	28,259,139	-	19,344,530	-
Other Cash Inflows	19,567,519	19,567,519	7,611,895	7,611,895
Liquidity Coverage Ratio (%) (Stock of High quality Liquid Assets /Total Net Cash Outflows over the Next 30 Calender Days)*100		**283.05**		**269.63**

Disclosure 5 : Main Features of Regulatory Capital Instruments

Description of the Capital Instrument					
Issuer	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon	Bank of Ceylon
Unique Identifier					
Governing Laws of the Intrument	Laws of Sri Lanka	Laws of Sri Lanka	Laws of Sri Lanka	Laws of Sri Lanka	Laws of Sri Lanka
Original Date of Issuance	29-Dec-17	31-Jul-18	26-Jul-19	22-Nov-21	30-Dec-22
Par Value of Instrument -LKR	100	100	100	100	
Issued quantity (No of Debentures)	50,000,000	67,000,000	611,500	51,500,000	64,900,000
Issued Quantity (LKR'000)	5,000,000	6,700,000	61,150	5,150,000	6,490,000
Perpetual or Dated			Dated	Dated	Dated
Original Maturity Date, if Applicable	28-Dec-25	30-Jul-26	25-Jul-27	22-Nov-26	29-Dec-27
Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date)	750,000	2,010,000	30,575	1,802,500	3,569,500
Accounting Classification (equity/Liability)	Liability	Liability	Liability	Liability	Liability
Coupons/Dividends					
Fixed or Floting Dividend/Coupon	FIXED	FIXED	FIXED	FLOATING	FIXED
Coupon Rate and any Related Index %	12.75	12.00	11.75	12.10	29.00
Non-Cumulative or Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative
Convertible or Non-Convertible	Non Convertible	Non Convertible	Non Viability write down	Non Viability write down	Non Viability write down

Description of the Capital Instrument		
Issuer	Bank of Ceylon	Bank of Ceylon
Unique Identifier		
Governing Laws of the Intrument	Laws of Sri Lanka	Laws of Sri Lanka
Original Date of Issuance	27-Dec-23	20-Sep-24
Par Value of Instrument -LKR		
Issued quantity (No of Debentures)	100,000,000	150,000,000
Issued Quantity (LKR'000)	10,000,000	15,000,000
Perpetual or Dated	Dated	Dated
Original Maturity Date, if Applicable	26-Dec-28	20-Sep-29
Amount Recognised in Regulatory Capital (in LKR'000 as at the Reporting Date)	7,500,000	13,500,000
Accounting Classification (equity/Liability)	Liability	Liability
Coupons/Dividends		
Fixed or Floting Dividend/Coupon	FIXED	FIXED
Coupon Rate and any Related Index %	15.00	13.50
Non-Cumulative or Cumulative	Non-Cumulative	Non-Cumulative
Convertible or Non-Convertible	Non Viability write down	Non Viability write down

Disclosure 7 : Credit Risk Under Standardised Approach-Credit Risk Exposures and Credit Risk Mitigation (CRM) Effects

Credit Risk Exposures and Credit Risk Mitigation (CRM) Effects -Bank

Asset Class	Amount (LKR'000) as at 31.03.2025					
	Exposures before Credit Conversion Factor (CCF)and CRM		Exposures Post CCF and CRM		RWA and RWA Density (%)	
	On Balance Sheet Amount	Off Balance Sheet Amount	On Balance Sheet Amount	Off Balance Sheet Amount	RWA	RWA Density (%)
Claims on Central Goverment and CBSL	3,134,822,619	21,083,870	3,134,822,619	4,216,774	103,073,325	3.28%
Claims on Foreign Sovereigns and their Central Bank	48,482,703	-	48,482,703	-	68,586,798	141.47%
Claims on Public Sector Entities	275,490,390	107,113,931	42,475,185	16,870,249	53,053,888	89.40%
Claim on Official Entities and Multilateral Development Banks	-	-	-	-	-	-
Claims on Banks Exposures	187,138,420	41,656,471	187,138,420	41,656,471	118,855,004	51.95%
Claims on Financial Institutions	10,457,202	2,415	10,457,202	2,415	5,421,370	51.83%
Claims on Corporates	267,851,086	293,286,307	221,305,773	42,716,660	241,453,580	91.45%
Retail Claims	679,639,411	299,557,809	614,998,822	-	480,299,846	78.10%
Claims Secured by Gold	177,986,779	-	177,986,779	-	7,072	0.00%
Claims Secured by Residential Property	82,818,888	-	82,818,888	-	38,742,211	46.78%
Claims secured by Commercial Real Estate	44,820,654	-	44,820,654	-	44,820,654	100.00%
Non- Performing Assets (NPAs)	175,189,914	-	175,189,914	-	230,414,276	131.52%
Higher - risk Categories	2,142,093	-	2,142,093	-	5,355,234	250.00%
Cash Items and Other Assets	264,240,643	46,111,042	264,240,643	46,111,042	222,390,170	71.66%
Total	**5,351,080,801**	**808,811,845**	**5,006,879,695**	**151,573,612**	**1,612,473,426**	**31.26%**

Credit Risk Under Standardised Approach
Credit Risk Exposures and Credit Risk Mitigation (CRM) Effects -Group

Asset Class	Amount (LKR'000) as at 31.03.2025					
	Exposures before Credit Conversion Factor (CCF)and CRM		Exposures Post CCF and CRM		RWA and RWA Density (%)	
	On Balance Sheet Amount	Off Balance Sheet Amount	On Balance Sheet Amount	Off Balance Sheet Amount	RWA	RWA Density (%)
Claims on Central Goverment and CBSL	3,146,914,028	21,083,870	3,146,914,028	4,216,774	103,073,325	3.27%
Claims on Foreign Sovereigns and their Central Bank	48,482,703	-	48,482,703	-	68,586,798	141.47%
Claims on Public Sector Entities	286,871,732	107,113,931	42,475,185	16,801,774	53,019,650	89.44%
Claim on Official Entities and Multilateral Development Banks	-	-	-	-	-	-
Claims on Banks Exposures	186,462,729	41,656,471	186,462,729	41,656,471	118,179,313	51.81%
Claims on Financial Institutions	10,457,202	2,415	10,457,202	2,415	5,421,370	51.83%
Claims on Corporates	309,596,129	293,286,307	263,050,816	42,716,660	283,198,623	92.62%
Retail Claims	679,639,411	299,557,809	614,998,822	-	480,299,846	78.10%
Claims Secured by Gold	177,986,779	-	177,986,779	-	7,072	0.00%
Claims Secured by Residential Property	82,818,888	-	82,818,888	-	38,742,211	46.78%
Claims secured by Commercial Real Estate	44,820,654	-	44,820,654	-	44,820,654	100.00%
Non- Performing Assets (NPAs)	175,189,914	-	175,189,914	-	230,414,276	131.52%
Higher - risk Categories	-	-	-	-	-	-
Cash Items and Other Assets	280,659,397	46,111,042	280,659,397	46,111,042	238,433,339	72.97%
Total	**5,429,899,564**	**808,811,845**	**5,074,317,116**	**151,505,137**	**1,664,196,476**	**31.85%**

Credit Risk under Standardised Approach : Exposures by Asset Classes and Risk Weights - Bank

Description	Amount (LKR'000)as at 31.03.2025 (Post CCF & CRM)								
Asset Classes / Risk Weight	0%	20%	50%	60%	75%	100%	150%	>150%	Total Credit Exposures Amount
Claims on Central Government and Central Bank of Sri Lanka	2,619,511,178	515,311,441							3,134,822,619
Claims on Foreign Sovereigns and their Central Bank			3,680,986			912,541			4,593,527
Claims on public Sector Entities		-				29,960,566			29,960,566
Claims on Official Entities and Multilateral Development Banks									-
Claims on Banks Exposures		89,431,700	37,327,937			60,378,784			187,138,420
Claims on Financial Institutions		1,013,903	8,451,834			665,848	-		10,131,585
Claims on Corporates		27,903,920	-			193,116,598	285,256		221,305,773
Retail Claims				3,273,515	533,558,282	78,167,026			614,998,822
Claims Secured by Gold	177,956,372	29,168				1,238			177,986,779
Claims Secured by Residential Property			67,810,273			15,008,615			82,818,888
Claims secured by Commercial Real Estate						44,820,654			44,820,654
Non- Performing Assests(NPAs)						64,741,191	110,448,723		175,189,914
Higher -risk Categories								2,142,093	2,142,093
Cash Item and Other Assests	76,675,867	14,107,061				173,457,715			264,240,643
Total	**2,874,143,417**	**647,797,192**	**117,271,029**	**3,273,515**	**533,558,282**	**661,230,775**	**110,733,979**	**2,142,093**	**4,950,150,282**

Credit Risk under Standardised Approach : Exposures by Asset Classes and Risk Weights - Group

Description	Amount (LKR'000)as at 31.03.2025 (Post CCF & CRM)								
Asset Classes / Risk Weight	0%	20%	50%	60%	75%	100%	150%	>150%	Total Credit Exposures Amount
Claims on Central Government and Central Bank of Sri Lanka	2,631,602,587	515,311,441							3,146,914,028
Claims on Foreign Sovereigns and their Central Bank			3,680,986			912,541			4,593,527
Claims on public Sector Entities		-				29,960,566			29,960,566
Claims on Official Entities and Multilateral Development Banks									-
Claims on Banks Exposures		89,431,700	37,327,937			59,703,093			186,462,729
Claims on Financial Institutions		1,013,903	8,451,834			665,848	-		10,131,585
Claims on Corporates		27,903,920	-			234,861,641	285,256		263,050,816
Retail Claims				3,273,515	533,558,282	78,167,026			614,998,822
Claims Secured by Gold	177,956,372	29,168				1,238			177,986,779
Claims Secured by Residential Property			67,810,273			15,008,615			82,818,888
Claims secured by Commercial Real Estate						44,820,654			44,820,654
Non- Performing Assests(NPAs)						64,741,191	110,448,723		175,189,914
Higher -risk Categories								-	-
Cash Item and Other Assests	77,051,452	14,107,061				189,500,884			280,659,397
Total	**2,886,610,411**	**647,797,192**	**117,271,029**	**3,273,515**	**533,558,282**	**718,343,296**	**110,733,979**	**-**	**5,017,587,704**

Disclosure 9 : Market Risk under Standardised Measurement Method

Item	31.03.2025		31.12.2024	
	Bank (LKR'000)	Group (LKR'000)	Bank (LKR'000)	Group (LKR'000)
(a) Capital Charge for Interest Rate Risk	**1,453,267**	**1,453,267**	**1,051,176**	**1,051,176**
General Interest Rate Risk	1,453,267	1,453,267	1,051,176	1,051,176
(i) Net Long or Short Position	1,453,267	1,453,267	1,051,176	1,051,176
(ii)Horizontal Disallowance	-	-	-	-
(iii)Vertical Disallowance	-	-	-	-
(iv)Options	-	-	-	-
Specific Interest Rate Risk	-	-	-	-
(b) Capital Charge for Equity	**199,432**	**199,432**	**225,095**	**225,095**
(i) General Equity Risk	102,025	102,025	115,131	115,131
(ii)Specific Equity Risk	97,407	97,407	109,964	109,964
(c)Capital Charge for Foreign Exchange & Gold	**940,338**	**941,565**	**1,269,155**	**1,270,628**
Total Capital Charge for Market Risk [(a)+(b)+(c)]	**2,593,037**	**2,594,265**	**2,545,425**	**2,546,898**
Total Risk Weighted Amount for Market Risk	**18,521,692**	**18,530,461**	**18,181,609**	**18,192,131**

Disclosure 10 : Operational Risk under Basic Indicator Approach

Operational Risk under Basic Indicator Approach -Bank

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000)as at 31.03.2025		
			1st Year	2nd Year	3rd Year
The Basic Indicator Approach	15%		121,299,370	114,916,048	208,647,118
Capital Charges for Operational Risk(LKR'000)					**22,243,127**
Risk Weighted Amount for Operational Risk(LKR'000)					**158,879,477**

Operational Risk under Basic Indicator Approach -Group

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000)as at 31.03.2025		
			1st Year	2nd Year	3rd Year
The Basic Indicator Approach	15%		119,673,987	116,263,937	217,165,236
Capital Charges for Operational Risk(LKR'000)					**22,655,158**
Risk Weighted Amount for Operational Risk(LKR'000)					**161,822,557**