

**Appendix 1****Basel III - Disclosures under Pillar 3 as per the Banking Act Direction No.01 of 2016  
Disclosure 1****Key Regulatory Ratios - Capital and Liquidity (Quarterly)**

<b>As at June 30th</b>	<b>Bank</b>
	<b>2024</b>
<b>Regulatory Capital</b>	<b>Rs. '000</b>
Common Equity	12,887,890
Tier I Capital	12,660,467
Total Capital	13,170,118
<b>Regulatory Capital Ratios (%)</b>	
Common Equity Tier I Capital Ratio (Minimum Requirement - 7.00%) (with effect from 01.01.2019)	18.270%
Tier I Capital Ratio (Minimum Requirement - 8.50%) (with effect from 01.01.2019 )	18.270%
Total Capital Ratio (Minimum Requirement -12.50%) (with effect from 01.01.2019 )	19.005%
<b>Regulatory Liquidity</b>	
Liquidity Coverage Ratio (%) - Rupee (Minimum Requirement - 100%)	303.00%
Liquidity Coverage Ratio (%) - All Currency (Minimum Requirement - 100%)	133.89%

Basel III Computation of Capital Ratios	
As at June 30th	Bank
	2024
	Rs. '000
<b>Common Equity Tier I (CET1) Capital after Adjustments</b>	<b>12,660,467</b>
<b>Total Common Equity Tier I (CET1) Capital</b>	<b>12,887,900</b>
Equity Capital (Stated Capital) /Assigned Capital	12,368,000
Reserve fund	37,050
Published retained earnings/(Accumulated retained losses)	474,718
Published Accumulated Other Comprehensive Income (OCI)	8,131
General and other disclosed reserves	-
Unpublished current year's profit/(losses) and gains reflected in OCI	-
Ordinary shares issued by consolidated banking and financial subsidiaries of the bank and held by third parties	-
<b>Total Adjustments to CET1 Capital</b>	<b>227,433</b>
Other intangible assets (net)	59,500
Deferred tax assets (net)	167,933
Amount due from head office & branches outside Sri Lanka in Foreign Currency (net)	-
<b>Additional Tier 1 (AT1) Capital after Adjustments</b>	<b>-</b>
<b>Total Additional Tier 1 (ATI) Capital</b>	<b>-</b>
Qualifying Additional Tier 1 Capital Instruments	-
Instruments issued by consolidated banking and financial subsidiaries of the bank and held by third parties	-
<b>Total Adjustments to AT1 Capital</b>	<b>-</b>
Investment in own shares	-
Reciprocal cross holdings in AT1 capital instruments	-
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	-
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	-
Regulatory adjustments applied to AT1 due to insufficient Tier 2 capital to cover adjustments	-
<b>Tier 2 Capital after Adjustments</b>	<b>509,651</b>
<b>Total Tier 2 Capital</b>	<b>509,651</b>
Qualifying Tier 2 Capital Instruments	-
Revaluation gains	-
General Provision	509,651
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-
<b>Total Adjustments to Tier 2 Capital</b>	<b>-</b>
Investment in own shares	-
Others (Specify)	-
<b>CET1 Capital</b>	<b>12,887,900</b>
<b>Total Tier 1 Capital</b>	<b>12,660,467</b>
<b>Total Capital</b>	<b>13,170,118</b>
As at June 30th	Bank
	2024
	Rs. '000
<b>Total Risk Weighted Amount</b>	<b>20,709,645</b>
Risk Weighted Amount for Credit Risk	65,225,975
Risk Weighted Amount for Market Risk	34,112
Risk Weighted Amount for Operational Risk	4,037,144
<b>CET1 Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer (%)</b>	<b>18.270%</b>
Of which: Capital Conservation Buffer (%)	<b>1.875%</b>
Of which: Countercyclical Buffer (%)	-
Of which: Capital Surcharge on D -SIBs (%)	-
<b>Total Tier 1 Capital Ratio (%)</b>	<b>18.270%</b>
<b>Total Capital Ratio (Including Capital Conservation Buffer, Countercyclical Capital Buffer (%)</b>	<b>19.005%</b>
Of which: Capital Conservation Buffer (%)	<b>1.875%</b>
Of which: Countercyclical Buffer (%)	-
Of which: Capital Surcharge on D -SIBs (%)	-

## Appendix 3

## Disclosure 3

## Computation of Leverage Ratio

As at June 30th	Bank
	2024
	Rs. '000
<b>Tier 1 Capital</b>	<b>12,660,467</b>
<b>Total exposures</b>	<b>160,869,614</b>
On-Balance Sheet Items (excluding Derivatives and Securities Financing Transactions, but including Collateral)	160,214,068
Derivative exposures	-
Securities financing transaction exposures	-
Other off-balance sheet exposures	655,546
<b>Basel III Leverage Ratio (Minimum Requirement - 3%) (%)</b>	<b>7.87%</b>

## Appendix 4

## Disclosure 4

## Basel III Computation of Liquidity Coverage Ratio

As at June 30th	2024	
	Total Un- weighted	Total weighted
	Rs. '000	Rs. '000
<b>Total stock of High Quality Liquid Assets (HQLA)</b>	<b>18,526,030</b>	<b>18,526,030</b>
<b>Total adjusted level 1 assets</b>	<b>18,526,030</b>	<b>18,526,030</b>
<b>Level 1 assets</b>	<b>18,526,030</b>	<b>18,526,030</b>
<b>Total adjusted level 2A assets</b>	-	-
<b>Level 2A assets</b>	-	-
<b>Total adjusted Level 2B assets</b>	-	-
<b>Level 2B assets</b>	-	-
<b>Total cash outflows</b>	<b>174,815,964</b>	<b>55,346,551</b>
Deposits	1,680,616	168,062
Unsecured wholesale funding	135,640,959	53,450,447
Secured funding transaction	-	-
Undrawn portion of committed (irrevocable) facilities and other contingent funding obligations	37,494,389	1,728,042
Additional requirements	-	-
<b>Total cash inflows</b>	<b>108,578,822</b>	<b>101,323,240</b>
Maturing secured lending transactions backed by the following collateral	-	-
Committed facilities	-	-
Other inflows by counterparty which are maturing within 30	101,323,240	101,323,240
Operational deposits	7,255,582	-
Other cash inflows	-	-
<b>Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/Total Net Cash Outflows over the Next 30 Calendar Days)*100</b>		<b>133.89%</b>

## Appendix 5

## Disclosure 8

**Credit Risk under Standardized Approach -  
Exposure by Asset Classes and Risk Weights**

Description Risk weight Asset class	Amount (LKR'000) as at 30 June 2024 (Post CCF & CRM)							Total credit exposure amount
	0%	20%	50%	75%	100%	150%	>150%	
Claims on Central Government and Central Bank of Sri Lanka	18,709,718							18,709,718
Claims on foreign sovereigns and their Central Banks								-
Claims on Public Sector Entities (PSEs)								-
Claims on banks exposures	-	51,629,314	66,568,277		-			118,197,590
Claims on financial institutions								-
Claims on corporate		2,515,745	-		19,455,723			21,971,468
Retail claims								-
Claims secured by residential property								-
Non-Performing Assets (NPAs)								-
Cash Items and other assets	137,915	244,775			1,608,146			1,990,837
<b>Total</b>	<b>18,847,633</b>	<b>54,389,834</b>	<b>66,568,277</b>	<b>-</b>	<b>21,063,869</b>	<b>-</b>	<b>-</b>	<b>160,869,614</b>

## Appendix 6

## Disclosure 7

**Credit Risk under Standardized Approach -  
Credit Risk Exposures and Credit Risk Mitigation (CRM) Effects**

As at June 30th , 2024	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
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	(%)
Claims on Central Government and Central Bank of Sri Lanka	18,709,718	-	18,709,718	-	-	-
Claims on foreign sovereigns and their Central Banks	-	-	-	-	-	-
Claims on public sector entities (PSEs)	-	-	-	-	-	-
Claims on banks exposures	117,703,487	494,103	117,703,487	494,103	43,610,001	37.05%
Claims on financial institutions	-	-	-	-	-	-
Claims on corporate	18,905,814	161,443	19,067,256	161,443	17,054,660	89.44%
Retail claims	-	-	-	-	-	-
Claims Secured by Residential Property	-	-	-	-	-	-
Non-Performing Assets (NPAs)	2,904,212	-	2,904,212	-	2,904,212	100.00%
Cash Items and other assets	1,990,837	-	1,990,837	-	1,657,101	83.24%
<b>Total</b>	<b>160,214,068</b>	<b>655,546</b>	<b>160,375,511</b>	<b>655,546</b>	<b>65,225,975</b>	<b>40.67%</b>

**RWA Density** – Total RWA / Exposure post CCF and CRM

## Market Risk under Standardized Measurement Method

As at June 30th	Bank
	2024
	Rs. '000
<b>(a) Capital charge for Interest Rate Risk</b>	-
<b>General Interest Rate Risk</b>	-
i) Net long or short position	-
ii) Horizontal disallowance	-
iii) Vertical disallowance	-
iv) Options	-
<b>Specific Interest Rate Risk</b>	-
<b>(b) Capital charge for equity</b>	-
i) General equity risk	-
ii) Specific equity risk	-
<b>(c) Capital charge for foreign exchange and Gold</b>	4,264
<b>(d) Capital charge for market risk [ ( a ) + ( b ) + ( C ) ]</b>	<b>4,264</b>
<b>Total risk - weighted amount for Market Risk [ ( d ) * CAR ]</b>	<b>34,109</b>

## Appendix 8

## Disclosure 10

Operational Risk under the Basic Indicator Approach					
As at June 30th , 2024	Capital charge factor	Fixed factor	Gross income		
			1st Year	2nd Year	3rd Year
			Rs. '000	Rs. '000	Rs. '000
<b>The basic indicator approach</b>	15%		2,021,407	3,317,964	4,753,482
<b>The standardized approach</b>					
Corporate finance	18%		-	-	-
Trading and sales	18%		-	-	-
Payment and settlement	18%		-	-	-
Agency services	15%		-	-	-
Asset management	12%		-	-	-
Retail brokerage	12%		-	-	-
Retail banking	12%		-	-	-
Commercial banking	15%		-	-	-
<b>The alternative standardized approach</b>					
Corporate finance	18%				
Trading and sales	18%				
Payment and settlement	18%				
Agency services	15%				
Asset management	12%				
Retail brokerage	12%				
Sub total	12%				
Retail banking	12%	0.035			
Commercial banking	15%	0.035			
<b>Capital Charge for Operational Risk (LKR'000)</b>					
The basic indicator approach	504,643				
The standardized approach	-				
The alternative standardized approach	-				
<b>Risk-Weighted Amount for Operational Risk (LKR'000)</b>					
The basic indicator approach	4,037,141				
The standardized approach					
The alternative standardized approach					

**Differences between Accounting and Regulatory Scopes and Mapping of Financial Statement Categories with Regulatory Risk Categories – Bank Only**

As at June 30th , 2024	a	b	(a)-(b)	c	d	e
	Carrying Values as Reported in Published Financial Statements	Carrying Values under Scope of Regulatory Reporting	Difference	Subject to Credit Risk Framework	Subject to Market Risk Framework	Not subject to Capital Requirements or Subject to Deduction
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
<b>Assets</b>	<b>168,106,374</b>	<b>168,106,374</b>	-			-
Cash and cash equivalents	128,024,701	128,024,701	-			-
Balances with Central Bank of Sri Lanka	9,671,488	9,671,488	-			-
Financial assets measured at fair value through other comprehensive income	8,710,801	8,710,801	-			-
Financial Assets at amortised cost -Loans and Advances to Customers	19,884,494	19,884,494	-			-
Property, Plant and Equipment & Right-of-Use Asset	1,303,976	1,303,976	-			-
Intangible assets	59,500	59,500	-			-
Other assets	283,481	283,481	-			-
Deferred tax asset	167,933	167,933	-			-
			-			-
			-			-
<b>Liabilities</b>	<b>154,566,134</b>	<b>154,566,134</b>	-			-
Due to banks	13,684,114	13,684,114	-			-
Due to depositors	137,321,575	137,321,575	-			-
Retirement benefit obligations	96,785	96,785	-			-
Income tax liabilities	74,548	74,548	-			-
Other liabilities	3,389,112	3,389,112	-			-
			-			-
<b>Off- balance sheet liabilities</b>	<b>36,082,556</b>	<b>36,082,556</b>	-			-
Guarantees	35,474,879	35,474,879	-			-
Letter of Credit	38,165	38,165	-			-
Others	569,512	569,512	-			-
<b>Shareholders' equity</b>	<b>13,540,241</b>	<b>13,540,241</b>	-			-
Equity capital (Stated capital)/assigned capital						
of which amount eligible for CET1	12,368,000	12,368,000	-			-
of which amount eligible for AT1		-	-			-
Retained earnings	1,062,695	1,062,695	-			-
Accumulated other comprehensive income	13,495	13,495	-			-
Other reserves	96,050	96,050	-			-

Central Bank has been discontinued General Provision from reporting done after 01 Jan 2022, and impairment provision has been considered. Therefore, publication formats and Statutory returns are inline with the standards as per SLFRS 09.