

Template 1

Key Regulatory Ratios - Capital and Liquidity

Item	Bank		Group	
	2019 March	2018 March	2019 March	2018 March
<b>Regulatory Capital (LKR '000)</b>				
Common Equity Tier 1	101,589,172	90,075,452	112,316,315	97,741,262
Tier 1 Capital	101,589,172	90,075,452	112,316,315	97,741,262
Total Capital	119,694,401	111,190,352	130,314,044	118,841,448
<b>Regulatory Capital Ratios (%)</b>				
<b>Common Equity Tier 1 Capital Ratio (Minimum Requirement - 2019-8.5% ; 2018-7.375% )</b>	12.56%	12.78%	12.94%	12.98%
Tier 1 Capital Ratio (Minimum Requirement - 2019-10% ; 2018 - 8.875%)	12.56%	12.78%	12.94%	12.98%
Total Capital Ratio (Minimum Requirement - 2019-14% ; 2018-12.875%)	14.79%	15.77%	15.01%	15.78%
Leverage Ratio (Minimum Requirement - 3%)	8.19%	8.11%	8.59%	8.35%
<b>Regulatory Liquidity</b>				
Statutory Liquid Assets (LKR'000)	249,266,533	220,084,028	N/A	N/A
<b>Statutory Liquid Assets Ratio (Minimum Requirement - 20%)</b>				
Domestic Banking Unit (%)	24.88%	24.17%	N/A	N/A
Off-Shore Banking Unit (%)	37.50%	42.73%	N/A	N/A
Liquidity Coverage Ratio (%) – Rupee (Minimum Requirement - 2019-100% ; 2018-90%)	191.62%	168.29%	N/A	N/A
Liquidity Coverage Ratio (%) – All Currency (Minimum Requirement - 2019-100% ; 2018-90%)	115.82%	101.51%	N/A	N/A

Template 2

Basel III Computation of Capital Ratios

Item	Bank	Group
	2019 March (LKR '000)	2019 March (LKR '000)
<b>Common Equity Tier 1 (CET1) Capital after Adjustments</b>	<b>101,589,172</b>	<b>112,316,315</b>
<b>Common Equity Tier 1 (CET1) Capital</b>	<b>105,668,939</b>	<b>115,559,423</b>
Equity Capital (Stated Capital)/Assigned Capital	33,820,905	33,820,904
Reserve Fund	6,260,000	6,260,000
Published Retained Earnings/(Accumulated Retained Losses)	15,311,848	19,905,011
Published Accumulated Other Comprehensive Income (OCI)	0	0
General and other Disclosed Reserves	50,276,186	50,638,723
Unpublished Current Year's Profit/Loss and Gains reflected in OCI		
Ordinary Shares issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties		4,934,786
<b>Total Adjustments to CET1 Capital</b>	<b>4,079,767</b>	<b>3,243,108</b>
Goodwill (net)		122,942
Intangible Assets (net)	758,650	858,650
Others (specify)		
Defined benefit pension fund assets	1,279,510	1,279,510
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	332,652	413,206
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	1,708,955	568,800
<b>Additional Tier 1 (AT1) Capital after Adjustments</b>		
<b>Additional Tier 1 (AT1) Capital</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>		
Investment in Own Shares		
Others (specify)		
<b>Tier 2 Capital after Adjustments</b>	<b>18,105,229</b>	<b>17,997,729</b>
<b>Tier 2 Capital</b>	<b>18,105,229</b>	<b>17,997,729</b>
Qualifying Tier 2 Capital Instruments	12,528,175	12,420,675
Revaluation Gains	2,090,479	2,090,479
General Provisions	3,486,576	3,486,576
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties		
<b>Total Adjustments to Tier 2</b>	<b>0</b>	<b>0</b>
Investment in Own Shares		
Others (specify)		
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	0	0
<b>CET1 Capital</b>		
<b>Total Tier 1 Capital</b>	<b>101,589,172</b>	<b>112,316,315</b>
<b>Total Capital</b>	<b>119,694,401</b>	<b>130,314,044</b>
<b>Total Risk Weighted Assets (RWA)</b>	<b>809,038,149</b>	<b>867,982,216</b>
RWAs for Credit Risk	752,155,951	797,511,996
RWAs for Market Risk	120,008	183,152
RWAs for Operational Risk	56,762,190	70,287,069
<b>CET1 Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer &amp; Surcharge on D-SIBs) (%)</b>	<b>12.56%</b>	<b>12.94%</b>
of which: Capital Conservation Buffer (%)	2.500%	2.500%
of which: Countercyclical Buffer (%)	N/A	N/A
of which: Capital Surcharge on D-SIBs (%)	1.50%	1.50%
<b>Total Tier 1 Capital Ratio (%)</b>	<b>12.56%</b>	<b>12.94%</b>
<b>Total Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer &amp; Surcharge on D-SIBs) (%)</b>	<b>14.79%</b>	<b>15.01%</b>
of which: Capital Conservation Buffer (%)	2.500%	2.500%
of which: Countercyclical Buffer (%)	N/A	N/A
of which: Capital Surcharge on D-SIBs (%)	1.50%	1.50%

Template 3

Computation of Leverage Ratio\*

Item	Amount (LKR '000)	
	Bank - March 2019	Group - March 2019
<b>Tier 1 Capital</b>	<b>101,589,172</b>	<b>112,316,315</b>
<b>Total Exposures</b>	<b>1,240,370,413</b>	<b>1,308,008,289</b>
On-Balance Sheet Items		
(excluding Derivatives and Securities Financing Transactions, but including Collateral)	1,084,569,030	1,151,238,469
Derivative Exposures	3,295,931	3,295,931
Securities Financing Transaction Exposures	18,016,250	18,984,687
Other Off-Balance Sheet Exposures	134,489,201	134,489,201
<b>Basel III Leverage Ratio (%) (Tier 1/Total Exposure)</b>	<b>8.19%</b>	<b>8.59%</b>

## Template 4

## Basel III Computation of Liquidity Coverage Ratio All CCY

Item	Amount (LKR'000)			
	2019 - March		2018 - March	
	Total Un-weighted Value	Total Weighted Value	Total Un-weighted Value	Total Weighted Value
<b>Total Stock of High-Quality Liquid Assets (HQLA)</b>	<b>105,943,190</b>	<b>101,554,649</b>	<b>98,526,410</b>	<b>95,047,973</b>
<b>Total Adjusted Level 1A Assets</b>	<b>86,147,387</b>	<b>86,147,387</b>	<b>87,089,770</b>	<b>87,089,770</b>
Level 1 Assets	84,096,920	84,096,920	85,580,692	85,580,692
<b>Total Adjusted Level 2A Assets</b>	<b>18,670,269</b>	<b>15,869,729</b>	<b>8,555,492</b>	<b>7,272,168</b>
Level 2A Assets	18,670,269	15,869,729	8,555,492	7,272,168
<b>Total Adjusted Level 2B Assets</b>	<b>3,176,001</b>	<b>1,588,000</b>	<b>4,390,226</b>	<b>2,195,113</b>
Level 2B Assets	3,176,001	1,588,000	4,390,226	2,195,113
<b>Total Cash Outflows</b>	<b>909,548,124</b>	<b>152,220,181</b>	<b>866,487,577</b>	<b>142,152,825</b>
Deposits	581,636,099	58,163,610	567,285,496	56,728,550
Unsecured Wholesale Funding	168,845,258	60,872,010	151,771,736	56,733,468
Secured Funding Transactions	15,899,750	0	14,344,222	0
Undrawn Portion of Committed (Irrevocable) Facilities and Other Contingent Funding Obligations	126,164,893	16,182,437	118,425,577	14,030,261
Additional Requirements	17,002,123	17,002,123	14,660,547	14,660,547
<b>Total Cash Inflows</b>	<b>130,329,626</b>	<b>64,534,952</b>	<b>102,320,835</b>	<b>48,522,438</b>
Maturing Secured Lending Transactions Backed by Collateral				
Committed Facilities	3,000,000	0	3,000,000	0
Other Inflows by Counterparty which are Maturing within 30 Days	117,796,604	60,276,052	89,748,372	44,874,188
Operational Deposits	1,547,784	0	2,391,432	0
Other Cash Inflows	7,985,239	4,258,900	7,181,031	3,648,250
<b>Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/Total Net Cash Outflows over the Next 30 Calendar Days) * 100</b>		<b>115.82%</b>		<b>101.51%</b>



Template 6

Credit Risk under Standardised Approach –  
Credit Risk Exposures and Credit Risk Mitigation (CRM) Effects

Asset Class	Amount (LKR'000) as at March 31, 2019					
	Exposures before		Exposures post CCF and CRM		RWA and RWA Density (%)	
	Credit Conversion Factor (CCF)		On-Balance Sheet Amount	Off-Balance Sheet Amount	RWA	RWA Density <sup>(ii)</sup>
	On-Balance Sheet Amount	Off-Balance Sheet Amount				
Claims on Central Government and CBSL	296,187,618	-	258,982,954	-	27,082,204	0.10
Claims on Foreign Sovereigns and their Central Banks	-	-	-	-	-	-
Claims on Public Sector Entities	-	-	-	-	-	-
Claims on Official Entities and Multilateral Development Banks	-	-	-	-	-	-
Claims on Banks Exposures	7,523,150	-	7,523,150	-	4,085,739	0.54
Claims on Financial Institutions	28,892,039	3,489,246	28,892,039	3,489,246	17,242,447	0.53
Claims on Corporates	296,580,408	383,738,885	114,392,349	401,636,246	385,368,579	0.75
Retail Claims	337,723,496	71,547,497	293,649,242	16,607,606	221,107,248	0.71
Claims Secured by Residential Property	40,119,197	-	40,119,197	-	26,248,958	0.65
Claims Secured by Commercial Real Estate	-	-	-	-	-	-
Non-Performing Assets (NPAs) <sup>(i)</sup>	26,232,357	-	26,232,357	-	34,701,119	1.32
Higher-risk Categories	1,032,981	-	1,032,981	-	2,582,453	2.50
Cash Items and Other Assets	54,287,713	-	54,287,713	-	33,737,205	0.62
<b>Total</b>	<b>1,088,578,959</b>	<b>458,775,629</b>	<b>825,111,983</b>	<b>421,733,098</b>	<b>752,155,951</b>	

Template 7

Market Risk under Standardised Measurement Method

Item	RWA Amount
	(LKR'000)
	as at March 31, 2019
<b>(a) RWA for Interest Rate Risk</b>	<b>0</b>
General Interest Rate Risk	
(i) Net Long or Short Position	
(ii) Horizontal Disallowance	
(iii) Vertical Disallowance	
(iv) Options	
Specific Interest Rate Risk	
<b>(b) RWA for Equity</b>	<b>10,909</b>
(i) General Equity Risk	5,740
(ii) Specific Equity Risk	5,169
<b>(c) RWA for Foreign Exchange &amp; Gold</b>	<b>5,892</b>
<b>Capital Charge for Market Risk [(a) + (b) + (c)] * CAR</b>	<b>120,008</b>

Template 8

Operational Risk under Basic Indicator Approach/The Standardised Approach/The Alternative Standardised Approach

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at March 31, 2019		
			1 <sup>st</sup> Year	2 <sup>nd</sup> Year	3 <sup>rd</sup> Year
<b>The Basic Indicator Approach</b>	15%		44,885,891	52,097,092	61,951,148
<b>The Standardised 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 Standardised 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%	0.035			
Commercial Banking	15%	0.035			
<b>Capital Charges for Operational Risk (LKR'000)</b>					<b>7,946,707</b>
The Basic Indicator Approach					7,946,707
The Standardised Approach					
The Alternative Standardised Approach					
<b>Risk Weighted Amount for Operational Risk (LKR'000)</b>					<b>56,762,190</b>
The Basic Indicator Approach					56,762,190
The Standardised Approach					
The Alternative Standardised Approach					



Template 9

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

Item	Amount (LKR '000) as at March 31, 2019				
	a	b	c	d	e
	Carrying Values as Reported in Published Financial Statements	Carrying Values under Scope of Regulatory Reporting	Subject to Credit Risk Framework	Subject to Market Risk Framework	Not subject to Capital Requirements or Subject to Deduction from Capital
<b>Assets</b>	<b>1,084,465,717</b>	<b>1,090,875,340</b>	<b>994,249,365</b>	<b>1,067,414</b>	<b>95,558,561</b>
Cash and Cash Equivalents	23,025,645	23,025,645	23,025,645		
Balances with Central Banks	29,374,092	29,374,092	29,374,092		
Placements with Banks	2,784,118	2,784,118	2,784,118		
Reverse repurchase agreements	1,297,224	1,290,000	1,290,000		
Derivative Financial Instruments	2,007,229	-			
Financial investments - Loans and receivables	147,314,407	144,660,828	144,660,828		
Financial investments - Fair value through profit or loss	1,067,414	1,067,414		1,067,414	
Loans and Receivables to Banks		-			
Loans and Receivables to Customers	749,826,719	765,214,851	674,599,423		90,615,428
Financial Investments - Available-For-Sale	85,696,573	83,545,013	81,267,126		2,277,887
Financial Investments - Held-To-Maturity		-			
Investments in Subsidiaries	3,017,285	3,017,285	1,973,000		1,044,285
Investments in Joint Ventures	755,000	755,000	-		755,000
Property, Plant and Equipment	21,272,874	21,272,874	21,272,874		
Investment Properties	325,407	325,407	325,407		
Goodwill and Intangible Assets	865,961	865,961	-		865,961
Deferred Tax Assets		-			
Other Assets	15,835,769	13,676,852	13,676,851		
<b>Liabilities</b>	<b>969,006,277</b>	<b>971,276,805</b>	<b>-</b>	<b>-</b>	<b>-</b>
Due to Banks	73,596,704	72,847,518			
Derivative Financial Instruments	1,703,736	-			
Securities sold under repurchase agreements	16,395,900	16,376,258			
Financial Liabilities Designated at Fair Value Through Profit or Loss		-			
Due to Other Customers	799,666,800	783,097,359			
Dividends payable	2,471,175	2,471,175			
Other Borrowings	21,091,242	20,927,740			
Debt Securities Issued	4,597,139	4,448,915			
Current Tax Liabilities	10,156,688	10,054,647			
Deferred Tax Liabilities	1,089,615	7,335,766			
Other Provisions	2,543,839	3,347,802			
Other Liabilities	13,875,091	29,063,640			
Due to Subsidiaries		-			
Subordinated Term Debts	21,818,348	21,305,985			
<b>Off-Balance Sheet Liabilities</b>	<b>749,459,776</b>	<b>749,459,776</b>	<b>-</b>	<b>-</b>	<b>-</b>
Guarantees	133,947,160	133,947,160	133,947,160		
Performance Bonds					
Letters of Credit	27,171,626	27,171,626	27,171,626		
Other Contingent Items	152,806,615	152,806,615	152,806,615		
Undrawn Loan Commitments	435,534,375	435,534,375	435,534,375		
Other Commitments					
<b>Shareholders' Equity</b>					
Equity Capital (Stated Capital)/Assigned Capital	33,820,906	33,484,953			
of which Amount Eligible for CET1		-			
of which Amount Eligible for AT1		-			
Retained Earnings	14,311,354	19,962,588			
Accumulated Other Comprehensive Income					
Other Reserves	67,327,180	66,150,994			
<b>Total Shareholders' Equity</b>	<b>115,459,440</b>	<b>119,598,535</b>	<b>-</b>	<b>-</b>	<b>-</b>