

Template 01

Key Regulatory Ratios – Capital and Liquidity

Item	31-Mar-19	31-Dec-18
Regulatory Capital (LKR '000)		
Common Equity Tier 1	10,487,651	10,380,811
Tier 1 Capital	10,487,651	10,380,811
Total Capital	10,611,885	10,865,272
Regulatory Capital Ratios (%)		
Common Equity Tier 1 Capital Ratio (<i>Minimum Requirement – 7.0</i>)		
Tier 1 Capital Ratio (<i>Minimum Requirement – 8.50</i>)	28.46	31.29
Total Capital Ratio (<i>Minimum Requirement – 12.50</i>)	28.80	32.75
Leverage Ratio (<i>Minimum Requirement - 3</i>)	22.66	-
Regulatory Liquidity		
Statutory Liquid Assets (LKR '000)	6,758,419	5,692,324
Statutory Liquid Ratio (<i>Minimum Requirement – 20</i>)		
Domestic Banking Unit (%)	30.79	23.34
Off-Shore Banking Unit (%)	89.66	54.61
Liquidity Coverage Ratio (%) – Rupee (<i>Minimum Requirement – 100</i>)	154.46	195.01
Liquidity Coverage Ratio (%) – All Currency (<i>Minimum Requirement – 100</i>)	124.73	151.04

Template 02

Basel III Computation of Capital Ratios

Item	Amount (LKR '000)	
	31-Mar-19	31-Dec-18
Common Equity Tier 1 (CET1) Capital after Adjustment	10,487,651	10,380,811
Common Equity Tier 1 (CET1) Capital	11,023,961	11,023,961
Equity Capital (Stated Capital)/ Assigned Capital	11,394,421	11,394,421
Reserve Fund	32,386	32,386
Published Retained Earnings/ (Accumulated Retained Losses)	(374,608)	(374,608)
Published Accumulated Other Comprehensive Income (OCI)	(28,238)	(28,238)
General and other Disclosed Reserves	-	-
Unpublished Current Year's Profit/Loss and Gains reflected in OCI	-	-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	-	-
Total Adjustments to CET1 Capital	536,310	643,150
Goodwill (net)	-	-
Intangible Assets (net)	446,060	474,374
Others (specify) – <i>Deferred tax asset</i>	90,250	168,776
Additional Tier 1 (AT1) Capital after Adjustments	-	-
Additional Tier 1 (AT1) Capital	-	-
Qualifying Additional Tier 1 Capital Instruments	-	-
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-
Total Adjustments to AT1 Capital	-	-
Investment in Own Shares	-	-
Others (Specify)	-	-
Tier 2 Capital after Adjustments	124,234	484,461
Tier 2 Capital	124,234	484,461
Qualifying Tier 2 Capital Instruments	-	-
Revaluation Gains	-	-
Loan Loss Provisions	124,234	484,461
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-
Total Adjustments to Tier 2	-	-
Investment in Own Shares	-	-
Others (Specify)	-	-
CET1 Capital	11,023,961	11,023,961
Total Tier 1 Capital	10,487,651	10,380,811
Total Capital	10,611,885	10,865,272

	31-Mar-19	31-Dec-18
Total Risk Weighted Assets (RWA)		
RWAs for Credit Risk	34,016,363	29,983,494
RWAs for Market Risk	592,832	1,006,855
RWAs for Operational Risk	2,242,304	2,187,309
CET1 Capital Ratio (Including Capital Conservative Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)		
Of which: Capital Conservative Buffer (%)	-	-
Of which: Countercyclical Buffer (%)	-	-
Of which: Capital Surcharge on D-SIBs (%)	-	-
Total Tier 1 Capital Ratio	28.46	31.29
Total Capital Ratio (Including Capital Conservative Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)		
Of which: Capital Conservative Buffer (%)	-	-
Of which: Countercyclical Buffer (%)	-	-
Of which: Capital Surcharge on D-SIBs (%)	-	-

Template 03

Computation of Leverage Ratio

Item	Amount
	31-Mar-19
Tier 1 Capital	10,487,651
Total Exposures	46,275,551
On-Balance Sheet Items (excluding Derivatives and Securities Financing Transactions, but including Collateral)	40,402,242
Derivative Exposure	-
Securities Financing Transaction Exposure	-
Other Off-Balance Sheet Exposure	5,873,309
Basel III Leverage Ratio (%) (Tier 1/ Total Exposure)	22.66

Template 04

Basel III Computation of Liquidity Coverage Ratio (Rupee)

Item	Amount (LKR '000)			
	31-Mar-19		31-Dec-18	
	Total Un-weighted Value	Total Weighted Value	Total Un-weighted Value	Total Weighted Value
Total Stock of High Quality Liquid Assets (HQLA)	5,402,588	5,402,588	5,246,066	5,246,066
Total Adjusted Level 1 Assets	5,385,883	5,385,883	5,223,555	5,223,555
Level 1 Assets	5,402,588	5,402,588	5,246,066	5,246,066
Total Adjusted Level 2A Assets	-	-	-	-
Level 2 Assets	-	-	-	-
Total Adjusted Level 2B Assets	-	-	-	-
Level 2B Assets	-	-	-	-
Total Cash Outflows	35,292,776	5,657,970	34,067,592	5,143,423
Deposits	13,928,593	1,392,859	12,869,886	1,286,989
Unsecured Wholesale Funding	6,810,343	3,274,405	5,485,396	2,652,821
Secured Funding Transactions	-	-	-	-
Undrawn Portion of Committed (Irrevocable) Facilities and Other Contingent Funding Obligations	14,553,840	990,706	15,712,310	1,203,613
Additional Requirements	-	-	-	-
Total Cash Inflows	2,953,309	2,160,191	3,524,552	2,453,285
Maturing Secured Lending Transactions Backed by Collateral	-	-	-	-
Committed Facilities	-	-	-	-
Other Inflows by Counterparty which are Maturing within 30 Days	2,953,309	2,160,191	3,524,552	2,453,285
Operational Deposits	-	-	-	-
Other Cash Inflows	-	-	-	-
Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/Total Net Cash Outflows over the Next 30 Calendar Days) * 100		154.46		195.01

Template 04

Basel III Computation of Liquidity Coverage Ratio (All Currency)

Item	Amount (LKR '000)			
	31-Mar-19		31-Dec-18	
	Total Un-weighted Value	Total Weighted Value	Total Un-weighted Value	Total Weighted Value
Total Stock of High Quality Liquid Assets (HQLA)	5,768,767	5,768,767	5,637,324	5,637,324
Total Adjusted Level 1 Assets	5,752,062	5,752,062	5,614,813	5,614,813
Level 1 Assets	5,768,767	5,768,767	5,637,324	5,637,324
Total Adjusted Level 2A Assets	-	-	-	-
Level 2 Assets	-	-	-	-
Total Adjusted Level 2B Assets	-	-	-	-
Level 2B Assets	-	-	-	-
Total Cash Outflows	41,454,319	9,704,892	36,914,472	6,410,896
Deposits	14,611,784	1,461,178	13,325,825	1,332,583
Unsecured Wholesale Funding	11,082,856	7,202,587	6,911,302	3,836,320
Secured Funding Transactions	-	-	-	-
Undrawn Portion of Committed (Irrevocable) Facilities and Other Contingent Funding Obligations	15,759,679	1,041,127	16,677,345	1,241,993
Additional Requirements	-	-	-	-
Total Cash Inflows	10,237,587	5,080,062	4,312,902	2,678,461
Maturing Secured Lending Transactions Backed by Collateral	-	-	-	-
Committed Facilities	-	-	-	-
Other Inflows by Counterparty which are Maturing within 30 Days	6,038,536	5,080,062	3,958,332	2,678,461
Operational Deposits	4,199,051	-	354,570	-
Other Cash Inflows	-	-	-	-
Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/Total Net Cash Outflows over the Next 30 Calendar Days) * 100		124.73		151.04

Template 07

Credit Risk under Standardised Approach –

Credit Risk Exposures and Credit Risk Mitigation (CRM) Effects

Asset Class	Amount (LKR '000) as at 31 March 2019					
	Exposure before Credit Conversion Factor (CCF) and CRM		Exposures post CCF and CRM		RWA & RWA Density (%)	
	On-Balance Sheet Amount	Off-Balance Sheet Amount	On-Balance Sheet Amount	Off-Balance Sheet Amount	RWA	RWA Density
Claims on Central Government and CBSL	7,759,336	-	7,759,336	-	70,140	0.90%
Claims on Foreign Sovereigns and Their Central Banks	-	-	-	-	-	0.00%
Claims on Public Sector Entities	-	-	-	-	-	0.00%
Claims on Official Entities and Multilateral Development Banks	-	-	-	-	-	0.00%
Claims on Banks Exposures	1,412,804	1,534,300	1,412,804	30,686	521,583	36.13%
Claims on Financial Institutions	2,788,660	671,893	2,788,660	116,893	1,884,819	64.87%
Claims on Corporates	7,190,154	11,648,153	7,190,154	5,179,466	11,975,817	96.82%
Retail Claims	13,208,504	3,407,589	13,208,504	546,264	13,754,768	100.00%
Claims Secured by Residential Property	1,083,744	-	1,083,744	-	1,083,744	100.00%
Claims Secured by Commercial Real Estate	-	-	-	-	-	0.00%
Non-Performing Assets (NPAs)	2,280,036	-	2,280,036	-	3,313,340	145.32%
High-risk Categories	-	-	-	-	-	0.00%
Cash Items and Other Assets	1,965,251	-	1,965,251	-	1,412,153	71.86%
Total	37,688,489	17,261,935	37,688,489	5,873,309	34,016,363	78.09%

Template 09

Market Risk under Standardised Measurement Method

Item	RWA Amount
	(LKR' 000)
	As at 31 March 2019
(a) RWA for Interest Rate Risk	592,832
General Interest Rate Risk	
i. Net Long or Short Position	61,479
ii. Horizontal Disallowance	-
iii. Vertical Disallowance	-
iv. Options	-
Specific Interest Rate Risk	-
(b) RWA for Equity	-
i. General Equity Risk	-
ii. Specific Equity Risk	-
(c) RWA for Foreign Exchange & Gold	12,625
Capital Charge for Market Risk [(a) + (b) + (c)] * CAR	74,104

Template 10

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

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income		
			1 st Year	2 nd Year	3 rd Year
Basic Indicator Approach	15%		2,473,172	1,814,747	1,317,838
The Standardised Approach			-	-	-
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%		-	-	-
The Alternative Standardised Approach			-	-	-
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	-	-	-
Capital Charge for Operational Risk (LKR' 000)					
The Basic Indicator Approach	280,288				
The Standardised Approach	-				
The Alternative Standardised Approach	-				
Risk Weighted Amount for Operational Risk (LKR '000)					
The Basic Indicator Approach	2,242,304				
The Standardised Approach	-				
The Alternative Standardised Approach	-				

Template 11

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

Item	Amount (LKR '000) as at 31 March 2019				
	a	b	c	d	e
	Carrying Values as Reported in Published Financial Statements	Values under Scope of Regulatory Reporting	Credit Risk Framework	Market Risk Framework	Capital Requirements or Subject to Deduction from Capital
Assets					
Cash and Cash Equivalents	4,760,852	553,098	553,098	-	-
Balances with Central Banks	1,522,249	1,522,249	1,522,249	-	-
Placements with Banks	-	-	-	-	-
Derivative Financial Instruments	11022	-	-	-	-
Financial Assets Designated at Fair Value through Profit or Loss	-	-	-	-	-
Loans and Receivables to Banks	-	-	-	-	-
Loans and Receivables to Other Customers	25,669,425	26,334,078	26,334,078	-	14,950,985
Financial Investments - Available-For-Sale	6,073,136	5,880,504	5,880,504	5,880,504	-
Financial Investments - Held-To-Maturity	493,106	496,637	496,637	-	-
Investments in Subsidiaries	-	-	-	-	-
Investments in Associates and Joint Ventures	-	-	-	-	-
Property, Plant and Equipment	467,838	913,898	913,898	467,838	446,060
Investment Properties	-	-	-	-	-
Goodwill and Intangible Assets	446,060	-	-	-	-
Deferred Tax Assets	244,833	-	-	-	-
Other Assets	354,272	1,034,565	1,034,565	-	-
Liabilities					
Due to Banks	4,289,840	-	-	-	-
Derivative Financial	774	-	-	-	-
Other Financial Liabilities Held-For-Trading	-	-	-	-	-
Financial Liabilities Designated at Fair Value Through Profit or Loss	-	-	-	-	-
Due to Other Customers	21,731,523	20,749,075	-	-	-
Other Borrowings	1,925,529	6,205,508	-	-	-
Debt Securities Issued	-	-	-	-	-
Current Tax Liabilities	-	-	-	-	-
Deferred Tax Liabilities	-	-	-	-	-
Other Provisions	54,233	-	-	-	-
Other Liabilities	1,187,380	2,751,173	-	-	-
Due to Subsidiaries	-	-	-	-	-
Subordinated Term Debts	-	-	-	-	-
Off-Balance Sheet Liabilities					
Guarantees	6,038,320	6,038,320	6,038,320	-	-
Performance Bonds	-	-	-	-	-
Letters of Credit	1,250,513	1,250,513	1,250,513	-	-
Other Contingent Items	1,817,821	1,809,629	1,809,629	-	-
Undrawn Loan Commitments	8,470,848	8,470,848	8,470,848	-	-
Other Commitments	45,836	45,836	-	-	-
Shareholders' Equity					
Equity Capital (Stated Capital)/Assigned Capital	11,394,421	11,394,421	-	-	-
of which Amount Eligible for CET1	11,394,421	11,394,421	-	-	-
of which Amount Eligible for AT1	11,394,421	11,394,421	-	-	-
Retained Earnings	(571,146)	(176,849)	-	-	-
Accumulated Other Comprehensive Income	(2,148)	-	-	-	-
Other Reserves	32,386	26,246	-	-	-
Total Shareholders' Equity	10,853,514	11,243,818	-	-	-