

Template 01

Key Regulatory Ratios – Capital and Liquidity

Item	30-Jun-19	31-Dec-18
Regulatory Capital (LKR '000)		
Common Equity Tier 1	10,468,252	10,380,811
Tier 1 Capital	10,468,252	10,380,811
Total Capital	10,592,403	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>)	28.74	31.29
Total Capital Ratio (<i>Minimum Requirement – 12.50</i>)	29.08	32.75
Leverage Ratio (<i>Minimum Requirement - 3</i>)	25.74	27.03
Regulatory Liquidity		
Statutory Liquid Assets (LKR '000)	6,114,793	5,692,324
Statutory Liquid Ratio (<i>Minimum Requirement – 20</i>)		
Domestic Banking Unit (%)	25.2	23.34
Off-Shore Banking Unit (%)	98.68	54.61
Liquidity Coverage Ratio (%) – Rupee (<i>Minimum Requirement – 100</i>)	173.18	195.01
Liquidity Coverage Ratio (%) – All Currency (<i>Minimum Requirement – 100</i>)	126.58	151.04

Template 02

Basel III Computation of Capital Ratios

Item	Amount (LKR '000)	
	30-Jun-19	31-Dec-18
Common Equity Tier 1 (CET1) Capital after Adjustment	10,468,252	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Unpublished Current Year's Profit/Loss and Gains reflected in OCI	-	-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	555,709	643,150
Goodwill (net)	-	-
Intangible Assets (net)	443,821	474,374
Others (specify) – <i>Deferred tax asset</i>	111,888	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	124,151	484,461
Tier 2 Capital	124,151	484,461
Qualifying Tier 2 Capital Instruments	-	-
Revaluation Gains	-	-
Loan Loss Provisions	124,151	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	10,468,252	10,380,811
Total Capital	10,592,403	10,865,272

	30-Jun-19	31-Dec-18
Total Risk Weighted Assets (RWA)		
RWAs for Credit Risk	33,068,448	29,983,494
RWAs for Market Risk	995,800	1,006,855
RWAs for Operational Risk	2,363,536	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	28.74	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 (LKR '000)
	30-Jun-19
Tier 1 Capital	10,468,252
Total Exposures	40,661,517
On-Balance Sheet Items (excluding Derivatives and Securities Financing Transactions, but including Collateral)	35,358,578
Derivative Exposure	-
Securities Financing Transaction Exposure	-
Other Off-Balance Sheet Exposure	5,302,939
Basel III Leverage Ratio (%) (Tier 1/ Total Exposure)	25.74

Template 04

Basel III Computation of Liquidity Coverage Ratio (Rupee)

Item	Amount (LKR '000)			
	30-Jun-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)	4,982,272	4,982,272	5,246,066	5,246,066
Total Adjusted Level 1 Assets	4,985,236	4,985,236	5,223,555	5,223,555
Level 1 Assets	4,982,272	4,982,272	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	33,601,226	4,932,145	34,067,592	5,143,423
Deposits	14,837,509	1,483,751	12,869,886	1,286,989
Unsecured Wholesale Funding	5,681,973	2,877,818	5,485,396	2,652,821
Secured Funding Transactions	-	-	-	-
Undrawn Portion of Committed (Irrevocable) Facilities and Other Contingent Funding Obligations	13,081,744	570,576	15,712,310	1,203,613
Additional Requirements	-	-	-	-
Total Cash Inflows	3,789,183	2,055,230	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	3,789,183	2,055,230	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		173.18		195.01

Template 04

Basel III Computation of Liquidity Coverage Ratio (All Currency)

Item	Amount (LKR '000)			
	30-Jun-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)	4,987,055	4,987,055	5,637,324	5,637,324
Total Adjusted Level 1 Assets	4,990,019	4,990,019	5,614,813	5,614,813
Level 1 Assets	4,987,055	4,987,055	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	36,765,156	6,111,079	36,914,472	6,410,896
Deposits	15,399,141	1,539,914	13,325,825	1,332,583
Unsecured Wholesale Funding	7,143,393	3,956,386	6,911,302	3,836,320
Secured Funding Transactions	-	-	-	-
Undrawn Portion of Committed (Irrevocable) Facilities and Other Contingent Funding Obligations	14,222,622	614,779	16,677,345	1,241,993
Additional Requirements	-	-	-	-
Total Cash Inflows	4,357,834	2,171,291	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	4,005,673	2,171,291	3,958,332	2,678,461
Operational Deposits	352,161	-	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		126.58		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 30 June 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	5,895,388	-	5,895,388	-	70,560	1.20%
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	373,113	1,711,600	373,113	34,232	230,240	56.52%
Claims on Financial Institutions	2,155,641	116,893	2,155,641	116,893	1,593,080	70.10%
Claims on Corporates	8,434,293	10,081,581	8,434,293	4,570,841	12,017,306	92.40%
Retail Claims	11,347,574	4,024,137	11,347,574	615,179	11,962,753	100.00%
Claims Secured by Residential Property	1,162,131	-	1,162,131	-	1,162,131	100.00%
Claims Secured by Commercial Real Estate	-	-	-	-	-	0.00%
Non-Performing Assets (NPAs)	3,390,569	-	3,390,569	-	4,808,663	141.82%
High-risk Categories	-	-	-	-	-	0.00%
Cash Items and Other Assets	1,733,384	-	1,733,384	-	1,223,715	70.60%
Total	34,492,093	15,934,211	34,492,093	5,337,145	33,068,448	83.03%

Template 09

Market Risk under Standardised Measurement Method

Item	RWA Amount
	(LKR' 000)
	As at 30 June 2019
(a) RWA for Interest Rate Risk	995,800
General Interest Rate Risk	
i. Net Long or Short Position	124,475
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	0
Capital Charge for Market Risk [(a) + (b) + (c)] * CAR	124,475

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%		2,376,117	2,028,619	1,504,092
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	295,442				
The Standardised Approach	-				
The Alternative Standardised Approach	-				
Risk Weighted Amount for Operational Risk (LKR '000)					
The Basic Indicator Approach	2,363,536				
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 30 June 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	881,021	509,669	509,669	-	-
Balances with Central Banks	927,217	927,217	927,217	-	-
Placements with Banks	-	-	-	-	-
Derivative Financial Instruments	3596	-	-	-	-
Financial Assets Designated at Fair Value through Profit or Loss	-	-	-	-	-
Loans and Receivables to Banks	-	-	-	-	-
Loans and Receivables to Other Customers	26,548,896	27,230,622	27,230,622	-	13,216,354
Financial Investments - Available-For-Sale	4,772,801	4,609,488	4,609,488	4,609,488	-
Financial Investments - Held-To-Maturity	490,730	488,350	488,350	-	-
Investments in Subsidiaries	-	-	-	-	-
Investments in Associates and Joint Ventures	-	-	-	-	-
Property, Plant and Equipment	479,237	923,058	923,058	479,237	443,821
Investment Properties	-	-	-	-	-
Goodwill and Intangible Assets	443,821	-	-	-	-
Deferred Tax Assets	311,167	-	-	-	-
Other Assets	952,551	856,366	856,366	-	-
Liabilities					
Due to Banks	1,143,822	-	-	-	-
Derivative Financial	589	-	-	-	-
Other Financial Liabilities Held-For-Trading	-	-	-	-	-
Financial Liabilities Designated at Fair Value Through Profit or Loss	-	-	-	-	-
Due to Other Customers	21,454,614	20,413,918	-	-	-
Other Borrowings	1,098,354	2,213,198	-	-	-
Debt Securities Issued	-	-	-	-	-
Current Tax Liabilities	-	-	-	-	-
Deferred Tax Liabilities	-	-	-	-	-
Other Provisions	57,113	-	-	-	-
Other Liabilities	1,238,306	2,110,279	-	-	-
Due to Subsidiaries	-	-	-	-	-
Subordinated Term Debts	-	-	-	-	-
Off-Balance Sheet Liabilities					
Guarantees	5,120,042	5,120,042	5,120,042	-	-
Performance Bonds	-	-	-	-	-
Letters of Credit	987,455	991,603	991,603	-	-
Other Contingent Items	1,971,081	1,971,081	1,971,081	-	-
Undrawn Loan Commitments	8,620,125	8,115,125	8,115,125	-	-
Other Commitments	62,691	62,691	-	-	-
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	(635,562)	(246,319)	-	-	-
Accumulated Other Comprehensive Income	26,994	-	-	-	-
Other Reserves	32,386	32,386	-	-	-
Total Shareholders' Equity	10,818,239	11,180,488	-	-	-