



**PEOPLE'S
BANK**

**BASEL III - DISCLOSURES UNDER PILLAR 3
AS PER THE BANKING ACT
DIRECTIONS NO.01 OF 2016
AS AT SEPTEMBER 30TH 2021**

TEMPLATE 1 : KEY REGULATORY RATIOS CAPITAL & LIQUIDITY

	BANK		GROUP	
	As at 30.09.2021 (Unaudited)	As at 31.12.2020 (Audited)	As at 30.09.2021 (Unaudited)	As at 31.12.2020 (Audited)
Regulatory Capital				
Common Equity Tier 1 Capital [Rs. 000]	87,460,324	79,604,100	118,062,675	109,596,440
Tier 1 Capital [Rs. 000]	92,460,324	79,604,100	123,062,675	109,596,440
Total Capital	139,861,727	129,271,791	172,303,843	160,292,747
Regulatory Capital Ratios (%)				
Common Equity Tier 1 Ratio (Min. requirement 7.0%)	9.67	9.53	10.81	10.69
Tier 1 Capital Ratio (Min. requirement 8.5%)	10.23	9.53	11.27	10.69
Total Capital Ratio (Min. requirement 12.5%)	15.47	15.47	15.77	15.63
Regulatory Liquidity				
Statutory Liquid Assets				
Domestic Banking Unit Rs.'000	605,971,817	463,930,635	NA	NA
Off- Shore Banking Unit US\$ ('000)	350,329	1,165,688	NA	NA
Statutory Liquid Assets, Ratio % (Minimum Requirement, 20%)				
Domestic Banking Unit , %	28.20	25.61	NA	NA
Off- Shore Banking Unit , %	20.42	60.46	NA	NA
Liquidity Coverage Ratio (%) (Minimum Requirement, 2021 - 100% , 2020 - 90%)				
Liquidity Coverage Ratio - Rupee	128.71	166.82	NA	NA
Liquidity Coverage Ratio - All Currency	104.81	111.55	NA	NA

TEMPLATE 2 : KEY REGULATORY RATIOS CAPITAL & LIQUIDITY

	BANK		GROUP	
	As at 30.09.2021 (Unaudited)	As at 31.12.2020 (Audited)	As at 30.09.2021 (Unaudited)	As at 31.12.2020 (Audited)
Common Equity Tier 1 (CET I) Capital after adjustments	87,460,324	79,604,100	118,062,675	109,596,440
Common Equity Tier 1 (CET I) Capital	93,025,249	83,062,102	122,026,294	111,748,610
Equity / Assigned Capital	12,201,998	12,201,998	12,201,998	12,201,998
Reserve Fund	8,024,521	8,024,521	8,024,521	8,024,521
Public Retained Earning /(Accumulated Retained Losses)	58,975,465	49,012,539	82,489,594	72,526,668
Publish accumulated Other Comprehensive Income (OCI)	248,936	248,715	246,874	252,196
General and other Disclosed Reserves	13,574,329	13,574,329	13,574,329	13,574,329
Unpublished Current Year's Profit / Loss and Gain reflected in OCI	-	-	-	-
Ordinary Shares issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	5,488,979	5,168,898
Total Adjustments to CETI Capital	5,564,925	3,458,002	3,963,620	2,152,170
Goodwill (net)	-	-	-	-
Deffered Tax Asset (Net)	1,997,622	695,424	2,001,599	-
Intangible Assets (Net)	712,547	702,181	915,783	1,007,730
Other (Investment the in the Capital of Subsidiaries & Other Financial Institution)	2,854,756	2,060,397	1,046,238	1,144,440
Defined Benefit Asset	-	-	-	-
Additional Tier I (AT i) Capital after adjustments	-	-	-	-
Additional Tier I (AT i) Capital	-	-	-	-
Quilfing additional Tier I Capital instuments	5,000,000	-	5,000,000	-
Instrument issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	5,000,000	-	5,000,000	-
Total Adjustments to AT I Capital	-	-	-	-
Investment in own shares	-	-	-	-
Other (Spcify)	-	-	-	-
Tier II Capital after adjustments	47,401,403	49,667,691	49,241,168	50,696,308
Tier II Capital	47,401,403	49,667,691	49,241,168	50,696,308
Quilfing Tier II capital instruments	28,042,400	33,796,850	28,042,400	33,796,850
Revaluation Gains	9,374,466	7,025,956	9,374,466	7,025,956
Loan Loss Provisions	9,984,537	8,844,885	11,824,302	9,873,502
Instrument issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	-	-
Total Adjustment to Tier II	-	-	-	-
Investment in own shares	-	-	-	-
Other (specify)	-	-	-	-
CET Capital	87,460,324	79,604,100	118,062,675	109,596,440
Total Tier I Capital	92,460,324	79,604,100	123,062,675	109,596,440
Total Capital	139,861,727	129,271,791	172,303,843	160,292,747
Total Risk Weghted Assets (RWA)	904,098,189	835,523,801	1,092,268,103	1,025,663,845
RWA for Credit Risk	798,762,949	743,655,441	958,204,341	896,234,579
RWA for Market Risk	14,778,238	5,591,325	19,145,950	18,454,779
RWA for Operational Risk	90,557,002	86,277,034	114,917,812	110,974,487
CET I Capital Ratio (including Capital Conservstion Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	9.67	9.53	10.81	10.69
of which: Capital Conservation Buffer (%)	1.50	1.50	1.50	1.50
of which: Countercyclical Buffer (%)	-	-	-	-
of which: Capital surcharge Countercyclical Buffer (%)	1.00	1.00	1.00	1.00
Total Tier I Capital Ratio (%)	10.23	9.53	11.27	10.69
Total Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	15.47	15.47	15.77	15.63
of which: Capital Conservation Buffer (%)	1.50	1.5	1.50	1.5
of which: Countercyclical Buffer (%)	-	-	-	-
of which: Capital surcharge on D-SIBs (%)	1.00	1.00	1.00	1.00

TEMPLATE 03 : COMPUTATION OF LEVERAGE RATIO

ITEM	BANK		GROUP	
	30.09.2021	31.12.2020	30.09.2021	31.12.2020
Tier 1 Capital	92,460,324	79,604,100	123,062,675	109,596,440
Total Exposures	2,730,140,982	2,319,824,014	2,907,064,058	2,492,962,547
On balance Sheet items (Excluding derivatives and securities financing transactions, but including collateral)	2,574,792,436	2,215,313,018	2,751,715,512	2,387,054,979
Derivative Exposures	2,874,794	1,817,796	2,874,794	1,817,796
Securities financing transaction exposures	58,592,637	28,184,933	58,592,637	28,197,532
Other off-balance sheet exposures	93,881,115	74,508,267	93,881,115	75,892,240
Basel III Leverage ratio (%) (Tier 1/Total Exposure)	3.39%	3.43%	4.23%	4.40%

TEMPLATE 4 : COMPUTATION OF LIQUIDITY COVERAGE RATIO

	As at 30th September 2021		As at 31st December 2020	
	Total Un Weighted Value	Total Weighted Value	Total Un Weighted Value	Total Weighted Value
Total Stock of High-Quality Liquid Assets (HQLA)	531,395,344	526,711,584	435,978,801	434,450,384
Level 1 Assets	522,027,824	522,027,824	432,921,968	432,921,968
Level 2A Assets	-	-	-	-
Level 2B Assets	9,367,520	4,683,760	3,056,833	1,528,416
Total Cash Outflows	2,614,875,096	575,450,645	2,225,493,314	539,890,881
Deposits	1,438,849,412	143,884,941	1,281,030,229	128,103,023
Unsecured Wholesale Funding	759,694,164	392,112,624	594,546,403	307,322,741
Secured Funding Transactions	40,088,715	-	14,436,972	-
Undrawn Portion of Committed (Irrevocable)Facilities and Other Contingent Funding Obligations	367,855,996	31,066,271	267,432,676	36,418,083
Additional requirements	8,386,809	8,386,809	68,047,034	68,047,034
Total Cash Inflows	109,651,544	72,895,640	218,809,925	150,423,304
Maturing Secured Lending Transactions Backed by Collateral	24,584,807	24,584,807	23,992,082	12,740,676
Committed Facilities	-	-	-	-
Other Inflows by Counterparty which are Maturing within 30 Days	73,311,467	41,018,353	116,278,613	71,457,687
Operational deposits	4,462,791	-	12,314,289	-
Other Cash Inflows	7,292,480	7,292,480	66,224,941	66,224,941
Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/ Total Net Cash Outflows over the Next Calendar Days)* 100		104.81		111.55

TEMPLATE 07: CREDIT RISK UNDER STANDARDIZED APPROACH (CREDIT RISK EXPOSURES & CREDIT RISK MITIGATION (CRM) EFFECTS)
BANK

As at 30.09.2021

	Exposures Before CCF and CRM			Exposures After CCF and CRM			Risk weighted Assets	RWA Density (%)
	Exposures On Balance Sheet	Exposures Off Balance Sheet	Total	Exposures On Balance Sheet	Exposures Off Balance Sheet	Total		
Total Risk-weighted amount for Credit Risk	2,575,837,010	457,639,386	3,033,476,396	2,385,607,093	95,466,045	2,481,073,139	798,762,949	32
Claims on Central Government and Central Bank of Sri Lanka	1,255,439,122	9,565,238	1,265,004,360	1,255,439,122	-	1,255,439,122	29,728,510	2
Claims on Foreign sovereigns and their Central Banks	-	-	-	-	-	-	-	-
Claims on Public Sector Entities (PSEs)	283,110,483	223,746,043	506,856,525	122,527,485	34,722,385	157,249,870	104,144,447	66
Claims on BIS,IMF and Multilateral Development Banks(MDBs)	-	-	-	-	-	-	-	-
Claims on Banks Exposures	10,938,709	-	10,938,709	10,938,709	-	10,938,709	2,350,893	21
Claims on Financial Institutions	7,700,397	-	7,700,397	7,700,397	-	7,700,397	4,216,677	55
Claims on Corporates	108,315,294	184,495,006	292,810,299	108,252,446	52,777,040	161,029,486	150,005,913	93
Retail claims	515,414,500	39,833,100	555,247,600	485,830,430	7,966,620	493,797,050	387,062,083	78
Claims Secured by Gold	186,133,053	-	186,133,053	186,133,053	-	186,133,053	871,935	-
Claims Secured by Residential Property	61,066,899	-	61,066,899	61,066,899	-	61,066,899	21,373,415	35
Claims Secured by Commercial real Estate	-	-	-	-	-	-	-	-
Non Performing Assets (NPAs)	30,810,034	-	30,810,034	30,810,034	-	30,810,034	40,938,110	133
Higher-risk Categories	903,151	-	903,151	903,151	-	903,151	2,257,877	250
Cash Items, other assets	60,243,377	-	60,243,377	60,243,377	-	60,243,377	51,097	-
Other Assets	55,761,993	-	55,761,993	55,761,993	-	55,761,993	55,761,993	100

TEMPLATE 07: CREDIT RISK UNDER STANDARDIZED APPROACH (CREDIT RISK EXPOSURES & CREDIT RISK MITIGATION (CRM) EFFECTS)

GROUP

As at 30.09.2021

	Exposures Before CCF and CRM			Exposures After CCF and CRM			Risk weighted Assets	RWA Density (%)
	Exposures On Balance Sheet	Exposures Off Balance Sheet	Total	Exposures On Balance Sheet	Exposures Off Balance Sheet	Total		
Total Risk-weighted amount for Credit Risk	2,750,581,179	457,639,386	3,208,220,565	2,560,351,263	95,466,045	2,655,817,308	958,204,341	36
Claims on Central Government and Central Bank of Sri Lanka	1,268,508,043	9,565,238	1,278,073,281	1,268,508,043	-	1,268,508,043	29,728,510	2
Claims on Foreign sovereigns and their Central Banks	-	-	-	-	-	-	-	-
Claims on Public Sector Entities (PSEs)	283,110,483	223,746,043	506,856,525	122,527,485	34,722,385	157,249,870	104,144,447	66
Claims on BIS,IMF and Multilateral Development Banks(MDBs)	-	-	-	-	-	-	-	-
Claims on Banks Exposures	12,861,308	-	12,861,308	12,861,308	-	12,861,308	4,273,492	33
Claims on Financial Institutions	7,700,397	-	7,700,397	7,700,397	-	7,700,397	4,216,677	55
Claims on Corporates	108,315,294	184,495,006	292,810,299	108,252,446	52,777,040	161,029,486	150,005,913	93
Retail claims	663,028,760	39,833,100	702,861,860	633,444,690	7,966,620	641,411,310	534,676,343	83
Claims Secured by Gold	186,133,053	-	186,133,053	186,133,053	-	186,133,053	871,935	-
Claims Secured by Residential Property	61,066,899	-	61,066,899	61,066,899	-	61,066,899	21,373,415	35
Claims Secured by Commercial real Estate	-	-	-	-	-	-	-	-
Non Performing Assets (NPAs)	30,810,034	-	30,810,034	30,810,034	-	30,810,034	40,938,110	133
Higher-risk Categories	-	-	-	-	-	-	-	-
Cash Items, other assets	61,122,507	-	61,122,507	61,122,507	-	61,122,507	51,097	-
Other Assets	67,924,403	-	67,924,403	67,924,403	-	67,924,403	67,924,403	100

TEMPLATE 9 : MARKET RISK UNDER STANDARDISED MEASUREMENT METHOD

ITEM	BANK		GROUP	
	30.09.2021	31.12.2020	31.09.2021	31.12.2020
(a) RWA for Interest Rate Risk	744,282	165,101	744,282	165,101
General Interest Risk	383,768	161,553	383,768	161,553
i) Net long or short position	383,768	161,553	383,768	161,553
ii) Horizontal disallowance	-	-	-	-
iii) Vertical disallowance	-	-	-	-
iv) Options	-	-	-	-
Specific Interest Rate Risk	360,514	3,548	360,514	3,548
(b) RWA for Equity	327,742	288,307	873,706	1,896,238
General Equity risk	165,974	155,657	438,956	960,097
Specific Equity risk	161,768	132,650	434,750	936,141
© RWA for foreign Exchange & Gold	775,255	245,508	775,255	245,508
Total Capital Charge for Market Risk	1,847,280	698,916	2,393,244	2,306,847
Total Risk Weighted Amount for Market Risk	14,778,238	5,591,325	19,145,950	18,454,779

TEMPLATE 10 : OPERATIONAL RISK UNDER BASIC INDICATOR APPROACH

	BANK				GROUP			
	Gross Income				Gross Income			
	1st Year	2nd Year	3rd Year	Average	1st Year	2nd Year	3rd Year	Average
The Basic Indicator Approach Gross Income	69,836,288	66,950,962	89,605,256	75,464,169	92,182,282	86,788,061	108,324,187	95,764,843
Capital Charge for Operational Risk (LKR'000) 15%	10,475,443	10,042,644	13,440,788	11,319,625	13,827,342	13,018,209	16,248,628	14,364,727
Risk Weighted Amount for Operational Risk (LKR'000) 8.0	83,803,546	80,341,154	107,526,307	90,557,002	110,618,738	104,145,673	129,989,024	114,917,812

BASEL III DISCLOSURE REQUIREMENT

**TEMPLATE 11 : DIFFERENCES BETWEEN ACCOUNTING AND REGULATORY SCOPES
AND MAPPING OF FINANCIAL STATEMENT CATEGORIES WITH REGULATORY
RISK CATEGORIES - BANK ONLY**

	Carring value as reported in published Financial statements	Carring value under scope of regulatory reporting	Subject to credit risk framework	Subject to market risk framework	Subject to deduction from capital
Assets	2,579,779,968	2,581,144,734	2,571,117,187	4,462,622	5,564,925
Cash and Cash Equivalents	63,936,247	63,937,355	63,937,355	-	-
Balances with Central Bank of Sri Lanka	54,641,666	54,641,666	54,641,666	-	-
Placements with Banks	6,996,938	6,997,167	6,997,167	-	-
Derivative Financial Instruments	242,457	242,457	242,457	-	-
Financial Assets - At Fair Value through Profit or Loss	3,303,094	3,303,094	-	3,303,094	-
Financial Assets - At Amortised Cost					
Loans and Receivables to Banks	10,016,117	10,041,946	10,041,946	-	-
Loans and Receivables to Other Customers	1,802,967,756	1,803,920,760	1,803,920,760	-	-
Debt instruments measured at amortised cost	548,523,144	548,635,624	548,635,624	-	-
Financial Assets - At Fair Value through Other	-	-	-	-	-
Comprehensive Income [OCI]	-	-	-	-	-
Equity instruments at fair value through OCI	1,955,747	2,025,665	-	1,159,528	866,137
Debt instruments at fair value through OCI	9,196,185	9,203,731	9,203,731	-	-
Investments in Subsidiaries	2,896,720	2,896,720	908,101	-	1,988,619
Investments in Associates	-	-	-	-	-
Goodwill and Intangible Assets	652,072	712,547	-	-	712,547
Property, Plant and Equipment	36,801,845	37,008,477	37,008,477	-	-
Investment Properties	1,260,058	1,260,058	1,260,058	-	-
Net Deferred Tax Assets	1,651,064	1,997,622	-	-	1,997,622
Other Assets	34,738,858	34,319,845	34,319,845	-	-
Liabilities	2,463,170,672	2,464,491,476	-	-	-
Due to Banks	143,218,640	143,218,640	-	-	-
Derivative Financial Instruments	1,931,886	1,931,886	-	-	-
Due to Other Customers	2,111,682,230	2,111,675,550	-	-	-
Other Borrowings	112,793,759	112,793,759	-	-	-
Current Tax Liabilities	5,430,227	5,927,407	-	-	-
Net Deferred Tax Liabilities	-	-	-	-	-
Other Liabilities	38,551,181	36,679,214	-	-	-
Subordinated Term Debts	49,562,749	52,265,020	-	-	-
Shareholders' Equity	116,609,296	116,653,258	-	-	-
Stated Capital/Assigned Capital	12,201,998	12,201,998	-	-	-
Statutory Reserve Fund	8,024,521	8,024,521	-	-	-
Other Reserves	32,877,915	32,947,820	-	-	-
Retained Earnings	63,504,862	63,478,919	-	-	-
Total Equity and Liabilities	2,579,779,968	2,581,144,734	-	-	-
Off-Balance Sheet Liabilities	454,996,074	454,996,074	454,996,074	-	-
Acceptance	120,393,579	120,393,579	120,393,579	-	-
Guarantees	100,389,296	100,389,296	100,389,296	-	-
Letter of Credit	82,492,204	82,492,204	82,492,204	-	-
Other Contingent Items	77,290,660	77,290,660	77,290,660	-	-
Undrawn Loan Commitments	75,117,797	75,117,797	75,117,797	-	-
(-) Allowance for ECL/impairment losses	(687,462)	(687,462)	(687,462)	-	-