



**PEOPLE'S  
BANK**

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**BASEL III - DISCLOSURES UNDER PILLAR 3  
AS PER THE BANKING ACT  
DIRECTIONS NO.01 OF 2016  
AS AT MARCH 31<sup>ST</sup> 2021**

**TEMPLATE 1 : KEY REGULATORY RATIOS CAPITAL & LIQUIDITY**

	BANK		GROUP	
	As at 31.03.2021 (Unaudited)	As at 31.12.2020 (Audited)	As at 31.03.2021 (Unaudited)	As at 31.12.2020 (Audited)
<b>Regulatory Capital</b>				
Common Equity Tier 1 Capital [Rs. 000]	84,226,652	79,604,100	114,806,807	109,596,440
Tier 1 Capital [Rs. 000]	87,726,652	79,604,100	118,306,807	109,596,440
Total Capital	135,987,400	129,271,791	168,055,878	160,292,747
<b>Regulatory Capital Ratios (%)</b>				
Common Equity Tier 1 Ratio (Min. requirement 7.0%)	9.67	9.53	10.84	10.69
Tier 1 Capital Ratio (Min. requirement 8.5%)	10.07	9.53	11.17	10.69
Total Capital Ratio (Min. requirement 12.5%)	15.61	15.47	15.87	15.63
<b>Regulatory Liquidity</b>				
Statutory Liquid Assets				
Domestic Banking Unit Rs.'000	486,340,347	463,930,635	NA	NA
Off- Shore Banking Unit US\$ ('000)	882,304	1,165,688	NA	NA
<b>Statutory Liquid Assets, Ratio %</b> (Minimum Requirement, 20%)				
Domestic Banking Unit , %	25.09	25.61	NA	NA
Off- Shore Banking Unit , %	51.47	60.46	NA	NA
<b>Liquidity Coverage Ratio (%) (Minimum Requirement, 90%)</b>				
Liquidity Coverage Ratio - Rupee	125.78	166.82	NA	NA
Liquidity Coverage Ratio - All Currency	94.48	111.55	NA	NA

**TEMPLATE 2 : KEY REGULATORY RATIOS CAPITAL & LIQUIDITY**

	BANK		GROUP	
	As at 31.03.2021 (Unaudited)	As at 31.12.2020 (Audited)	As at 31.03.2021 (Unaudited)	As at 31.12.2020 (Audited)
<b>Common Equity Tier 1 (CET I) Capital after adjustments</b>	<b>84,226,652</b>	<b>79,604,100</b>	<b>114,806,807</b>	<b>109,596,440</b>
<b>Common Equity Tier 1 (CET I) Capital</b>	<b>87,959,501</b>	<b>83,062,102</b>	<b>116,801,787</b>	<b>111,748,610</b>
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)	53,909,675	49,012,539	77,423,804	72,526,668
Publish accumulated Other Comprehensive Income (OCI)	248,978	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Unpublished Current Year's Profit / Loss and Gain reflected in OCI	-	-	-	-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	-	-	5,330,261	5,168,898
<b>Total Adjustments to CETI Capital</b>	<b>3,732,849</b>	<b>3,458,002</b>	<b>1,994,980</b>	<b>2,152,170</b>
Goodwill (net)	-	-	-	-
Intangible Assets (Net)	1,112,364	695,424	-	-
Other ( Investment the in the Capital of Subsidiaries & Other Financial Institution)	665,248	702,181	930,754	1,007,730
Defined Benefit Asset	1,955,237	2,060,397	1,064,226	1,144,440
<b>Additional Tier I (AT i) Capital after adjustments</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Additional Tier I (AT i) Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Qualifying additional Tier I Capital instruments	3,500,000	-	3,500,000	-
Instrument issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	-	-
<b>Total Adjustments to AT I Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Investment in own shares	-	-	-	-
Other ( Specify )	-	-	-	-
<b>Tier II Capital after adjustments</b>	<b>48,260,748</b>	<b>49,667,691</b>	<b>49,749,071</b>	<b>50,696,308</b>
<b>Tier II Capital</b>	<b>48,260,748</b>	<b>49,667,691</b>	<b>49,749,071</b>	<b>50,696,308</b>
Qualifying Tier II capital instruments	29,343,700	33,796,850	29,343,700	33,796,850
Revaluation Gains	9,374,466	7,025,956	9,374,466	7,025,956
Loan Loss Provisions	9,542,582	8,844,885	11,030,905	9,873,502
Instrument issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	-	-
<b>Total Adjustment to Tier II</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Investment in own shares	-	-	-	-
Other (specify)	-	-	-	-
<b>CET Capital</b>	<b>84,226,652</b>	<b>79,604,100</b>	<b>114,806,807</b>	<b>109,596,440</b>
<b>Total Tier I Capital</b>	<b>87,726,652</b>	<b>79,604,100</b>	<b>118,306,807</b>	<b>109,596,440</b>
<b>Total Capital</b>	<b>135,987,400</b>	<b>129,271,791</b>	<b>168,055,878</b>	<b>160,292,747</b>
<b>Total Risk Wegtged Assets (RWA)</b>	<b>871,143,374</b>	<b>835,523,801</b>	<b>1,059,021,079</b>	<b>1,025,663,845</b>
RWA for Credit Risk	763,406,527	743,655,441	922,113,088	896,234,579
RWA for Market Risk	19,096,374	5,591,325	23,387,287	18,454,779
RWA for Operational Risk	88,640,473	86,277,034	113,520,704	110,974,487
<b>CET I Capital Ratio (including Capital Conservstion Buffer, Countercyclical Capital Buffer &amp; Surcharge on D-SIB) (%)</b>	<b>9.67</b>	<b>9.53</b>	<b>10.84</b>	<b>10.69</b>
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
<b>Total Tier I Capital Ratio (%)</b>	<b>10.07</b>	<b>9.53</b>	<b>11.17</b>	<b>10.69</b>
<b>Total Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer &amp; Surcharge on D-SIBs) (%)</b>	<b>15.61</b>	<b>15.47</b>	<b>15.87</b>	<b>15.63</b>
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	
	31.03.2021	31.12.2020	31.03.2021	31.12.2020
Tier 1 Capital	87,726,652	79,604,100	118,306,807	109,596,440
Total Exposures	2,495,455,499	2,319,824,014	2,668,656,527	2,492,962,547
On balance Sheet items ( Excluding derivatives and securities financing transactions, but including collateral)	2,378,854,937	2,215,313,018	2,551,653,950	2,387,054,979
Derivative Exposures	1,687,277	1,817,796	1,687,277	1,817,796
Securities financing transaction exposures	30,776,697	28,184,933	31,178,712.00	28,197,532
Other off-balance sheet exposures	84,136,588	74,508,267	84,136,588	75,892,240
Basel III Leverage ratio (%) (Tier 1/Total Exposure)	3.52%	3.43%	4.43%	4.40%

**TEMPLATE 4 : COMPUTATION OF LIQUIDITY COVERAGE RATIO**

	As at 31st March 2021		As at 31st December 2020	
	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>429,193,044</b>	<b>425,949,002</b>	<b>435,978,801</b>	<b>434,450,384</b>
<b>Level 1 Assets</b>	422,704,959	422,704,959	432,921,968	432,921,968
<b>Level 2A Assets</b>	-	-	-	-
<b>Level 2B Assets</b>	6,488,085	3,244,043	3,056,833	1,528,416
<b>Total Cash Outflows</b>	<b>2,445,555,870</b>	<b>590,815,463</b>	<b>2,225,493,314</b>	<b>539,890,881</b>
Deposits	1,344,279,077	134,427,908	1,281,030,229	128,103,023
Unsecured Wholesale Funding	683,391,852	343,632,359	594,546,403	307,322,741
Secured Funding Transactions	17,908,052	-	14,436,972	-
Undrawn Portion of Committed (Irrevocable)Facilities and Other Contingent Funding Obligations	320,378,040	33,156,347	267,432,676	36,418,083
Additional requirements	79,598,849	79,598,849	68,047,034	68,047,034
<b>Total Cash Inflows</b>	<b>192,728,465</b>	<b>139,977,520</b>	<b>218,809,925</b>	<b>150,423,304</b>
Maturing Secured Lending Transactions Backed by Collateral	11,609,644	6,609,005	23,992,082	12,740,676
Committed Facilities	-	-	-	-
Other Inflows by Counterparty which are Maturing within 30 Days	98,650,576	55,130,508	116,278,613	71,457,687
Operational deposits	4,230,238	-	12,314,289	-
Other Cash Inflows	78,238,007	78,238,007	66,224,941	66,224,941
<b>Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/ Total Net Cash Outflows over the Next Calendar Days)* 100</b>		<b>94.48</b>		<b>111.55</b>



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

<b>BANK</b>								
As at 31.03.2021								
	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		
<b>Total Risk-weighted amount for Credit Risk</b>	2,386,897,484	<b>406,110,883</b>	<b>2,793,008,367</b>	<b>2,199,496,997</b>	<b>85,595,465</b>	<b>2,285,092,462</b>	<b>763,406,527</b>	<b>33</b>
Claims on Central Government and Central Bank of Sri Lanka	1,108,141,713	12,017,433	1,120,159,146	1,108,141,713	-	1,108,141,713	33,477,664	3
Claims on Foreign sovereigns and their Central Banks	-	-	-	-	-	-	-	-
Claims on Public Sector Entities (PSEs)	300,843,609	167,371,157	468,214,766	134,466,454	24,497,201	158,963,654	98,614,908	62
Claims on BIS,IMF and Multilateral Development Banks(MDBs)	-	-	-	-	-	-	-	-
Claims on Banks Exposures	12,049,427	-	12,049,427	12,049,427	-	12,049,427	3,274,233	27
Claims on Financial Institutions	6,789,858	-	6,789,858	6,789,858	-	6,789,858	3,840,583	57
Claims on Corporates	91,923,922	188,240,817	280,164,740	91,830,152	53,401,969	145,232,121	139,357,147	96
Retail claims	487,496,530	38,481,476	525,978,006	466,566,969	7,696,295	474,263,264	372,519,791	79
Claims Secured by Gold	179,524,546	-	179,524,546	179,524,546	-	179,524,546	109,152	-
Claims Secured by Residential Property	62,535,252	-	62,535,252	62,535,252	-	62,535,252	21,887,338	35
Claims Secured by Commercial real Estate	-	-	-	-	-	-	-	-
Non Performing Assets (NPAs)	25,136,243	-	25,136,243	25,136,243	-	25,136,243	32,071,602	128
Higher-risk Categories	861,819	-	861,819	861,819	-	861,819	2,154,547	250
Cash Items, other assets	55,540,784	-	55,540,784	55,540,784	-	55,540,784	45,781	-
Other Assets	56,053,781	-	56,053,781	56,053,781	-	56,053,781	56,053,781	100

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

GROUP	As at 31.03.2021							
	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		
<b>Total Risk-weighted amount for Credit Risk</b>	<b>2,556,604,030</b>	<b>406,110,883</b>	<b>2,962,714,913</b>	<b>2,369,203,544</b>	<b>85,595,465</b>	<b>2,454,799,008</b>	<b>922,113,088</b>	<b>38</b>
Claims on Central Government and Central Bank of Sri Lanka	1,116,828,804	12,017,433	1,128,846,237	1,116,828,804	-	1,116,828,804	33,477,664	3
Claims on Foreign sovereigns and their Central Banks	-	-	-	-	-	-	-	-
Claims on Public Sector Entities (PSEs)	300,843,609	167,371,157	468,214,766	134,466,454	24,497,201	158,963,654	98,614,908	62
Claims on BIS,IMF and Multilateral Development Banks(MDBs)	-	-	-	-	-	-	-	-
Claims on Banks Exposures	14,657,298	-	14,657,298	14,657,298	-	14,657,298	5,795,846	40
Claims on Financial Institutions	6,789,858	-	6,789,858	6,789,858	-	6,789,858	3,840,583	57
Claims on Corporates	91,923,922	188,240,817	280,164,740	91,830,152	53,401,969	145,232,121	139,357,147	96
Retail claims	635,825,367	38,481,476	674,306,843	614,895,806	7,696,295	622,592,101	520,848,628	84
Claims Secured by Gold	179,524,546	-	179,524,546	179,524,546	-	179,524,546	109,152	-
Claims Secured by Residential Property	62,535,252	-	62,535,252	62,535,252	-	62,535,252	21,887,338	35
Claims Secured by Commercial real Estate	-	-	-	-	-	-	-	-
Non Performing Assets (NPAs)	25,136,243	-	25,136,243	25,136,243	-	25,136,243	32,071,602	128
Higher-risk Categories	-	-	-	-	-	-	-	-
Cash Items, other assets	56,474,692	-	56,474,692	56,474,692	-	56,474,692	45,781	-
Other Assets	66,064,439	-	66,064,439	66,064,439	-	66,064,439	66,064,439	100



**TEMPLATE 9 : MARKET RISK UNDER STANDARDISED MEASUREMENT METHOD**

ITEM	BANK		GROUP	
	31.03.2021	31.12.2020	31.03.2021	31.12.2020
<b>(a) RWA for Interest Rate Risk</b>	<b>548,962</b>	<b>165,101</b>	<b>548,962</b>	<b>165,101</b>
<b>General Interest Risk</b>	194,641	161,553	194,641	161,553
i) Net long or short position	194,641	161,553	194,641	161,553
ii) Horizontal disallowance	-	-	-	-
iii) Vertical disallowance	-	-	-	-
iv) Options	-	-	-	-
<b>Specific Interest Rate Risk</b>	354,321	3,548	354,321	3,548
<b>(b) RWA for Equity</b>	<b>290,873</b>	<b>288,307</b>	<b>827,237</b>	<b>1,896,238</b>
General Equity risk	148,034	155,657	416,216	960,097
Specific Equity risk	142,839	132,650	411,021	936,141
<b>© RWA for foreign Exchange &amp; Gold</b>	<b>1,547,212</b>	<b>245,508</b>	<b>1,547,212</b>	<b>245,508</b>
<b>Total Capital Charge for Market Risk</b>	<b>2,387,047</b>	<b>698,916</b>	<b>2,923,411</b>	<b>2,306,847</b>
<b>Total Risk Weighted Amount for Market Risk</b>	<b>19,096,376</b>	<b>5,591,325</b>	<b>23,387,288</b>	<b>18,454,779</b>

**TEMPLATE 10 : OPERATIONAL RISK UNDER BASIC INDICATOR APPROACH**

	<b>BANK</b>				<b>GROUP</b>				
	<b>Gross Income</b>				<b>Gross Income</b>				
	<b>1st Year</b>	<b>2nd Year</b>	<b>3rd Year</b>	<b>Average</b>	<b>1st Year</b>	<b>2nd Year</b>	<b>3rd Year</b>	<b>Average</b>	
<b>The Basic Indicator Approach Gross Income</b>	70,189,756	74,461,535	76,949,891	73,867,061	90,799,424	97,088,558	95,913,779	94,600,587	
<b>Capital Charge for Operational Risk (LKR'000)</b>	15%	10,528,463	11,169,230	11,542,484	11,080,059	13,619,914	14,563,284	14,387,067	14,190,088
<b>Risk Weighted Amount for Operational Risk (LKR'000)</b>	8.0	84,227,707	89,353,842	92,339,869	88,640,473	108,959,309	116,506,270	115,096,535	113,520,704

**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
<b>Assets</b>	<b>2,387,337,932</b>	<b>2,387,337,932</b>	<b>2,380,388,170</b>	<b>3,216,913</b>	<b>3,732,849</b>
Cash and Cash Equivalents	62,511,400	62,511,400	62,511,400	-	-
Balances with Central Bank of Sri Lanka	16,054,981	16,054,981	16,054,981	-	-
Placements with Banks	5,528,440	5,528,440	5,528,440	-	-
Derivative Financial Instruments	150,008	150,008	150,008	-	-
Financial Assets - At Fair Value through Profit or Loss	2,229,139	2,229,139	-	2,229,139	-
Financial Assets - At Amortised Cost					
Loans and Receivables to Banks	15,050,790	15,050,790	15,050,790	-	-
Loans and Receivables to Other Customers	1,814,392,379	1,814,392,379	1,814,392,379	-	-
Debt instruments measured at amortised cost	393,324,396	393,324,396	393,324,396	-	-
Financial Assets - At Fair Value through Other Comprehensive Income [ OCI ]					
Equity instruments at fair value through OCI	1,871,899	1,871,899	-	987,774	884,125
Debt instruments at fair value through OCI	6,172,565	6,172,565	6,172,565	-	-
Investments in Subsidiaries	1,937,881	1,937,881	866,769	-	1,071,112
Investments in Associates	-	-	-	-	-
Goodwill and Intangible Assets	665,248	665,248	-	-	665,248
Property, Plant and Equipment	37,572,586	37,572,586	37,572,586	-	-
Investment Properties	1,260,253	1,260,253	1,260,253	-	-
Net Deferred Tax Assets	1,112,364	1,112,364	-	-	1,112,364
Other Assets	27,503,603	27,503,603	27,503,603	-	-
<b>Liabilities</b>	<b>2,280,522,310</b>	<b>2,280,522,310</b>	<b>-</b>	<b>-</b>	<b>-</b>
Due to Banks	145,766,091	145,766,091	-	-	-
Derivative Financial Instruments	1,422,421	1,422,421	-	-	-
Due to Other Customers	1,997,516,636	1,997,516,636	-	-	-
Other Borrowings	39,107,983	39,107,983	-	-	-
Current Tax Liabilities	6,823,094	6,823,094	-	-	-
Net Deferred Tax Liabilities	-	-	-	-	-
Other Liabilities	41,642,328	41,642,328	-	-	-
Subordinated Term Debts	48,243,757	48,243,757	-	-	-
<b>Shareholders' Equity</b>	<b>106,815,622</b>	<b>106,815,622</b>	<b>-</b>	<b>-</b>	<b>-</b>
Stated Capital/Assigned Capital	12,201,998	12,201,998	-	-	-
Statutory Reserve Fund	8,024,521	8,024,521	-	-	-
Other Reserves	32,794,125	32,794,125	-	-	-
Retained Earnings	53,794,978	53,794,978	-	-	-
<b>Total Equity and Liabilities</b>	<b>2,387,337,932</b>	<b>2,387,337,932</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Off-Balance Sheet Liabilities</b>	<b>435,016,420</b>	<b>435,016,420</b>	<b>435,016,420</b>	<b>-</b>	<b>-</b>
Acceptance	79,927,177	79,927,177	79,927,177	-	-
Guarantees	98,907,925	98,907,925	98,907,925	-	-
Letter of Credit	73,981,808	73,981,808	73,981,808	-	-
Other Contingent Items	102,641,261	102,641,261	102,641,261	-	-
Undrawn Loan Commitments	80,350,161	80,350,161	80,350,161	-	-
(-) Allowance for ECL/impairment losses	(791,912)	(791,912)	(791,912)	-	-