PEOPLE'S BANK

BASEL III - DISCLOSURES UNDER PILLAR 3 AS PER THE BANKING ACT DIRECTIONS NO.01 OF 2016 AS AT JUNE 30TH 2022

TEMPLATE 1 : KEY REGULATORY RATIOS CAPITAL & LIQUIDITY

	BANK		GROUP	
	As at 30.06.2022 (Unaudited)	As at 31.12.2021 (Audited)	As at 30.06.2022 (Unaudited)	As at 31.12.2021 (Audited)
Regulatory Capital				
Common Equity Tier 1 Capital [Rs. 000]	107,683,930	104,747,717	141,605,138	138,667,285
Tier 1 Capital [Rs. 000]	112,683,930	109,747,717	146,605,138	143,667,285
Total Capital	158,268,906	155,798,954	194,154,966	191,833,922
Regulatory Capital Ratios (%)				
Common Equity Tier I Capital Ratio	10.72	11.99	11.85	12.95
(Minimum Requirement -2022 -8.00%,2021-7.00%)	11.22	12.56	12.27	13.41
Total Tier I Capital (Minimum Requirement -2022, 9.50%, 2021- 8.50%)	15.76	17.83	16.25	17.91
Total Capital (Minimum Requirement - 2022- 13.50%, 2021-12.50%)				
Regulatory Liquidity				
Statutory Liquid Assets	514,632,409	502,575,831	NA	NA
Domestic Banking Unit Rs.'000	94,619	239,417	NA	NA
Off- Shore Banking Unit US$ ('000)				
Statutory Liquid Assets, Ratio %				
(Minimum Requirement, 20%)	20.60	23.52	NA	NA
Domestic Banking Unit , %	26.46	25.94	NA	NA
Off- Shore Banking Unit , %				
Liquidity Coverage Ratio (%)				
(Minimum Requirement - 100%)	219.83	155.83	NA	NA
Liquidity Coverage Ratio - Rupee	97.29	105.71	NA	NA
Liquidity Coverage Ratio - All Currency				

TEMPLATE 2 : KEY REGULATORY RATIOS CAPITAL & LIQUIDITY

	BANK		GROUP	
	As at 30.06.2022 (Unaudited)	As at 31.12.2021 (Audited)	As at 30.06.2022 (Unaudited)	As at 31.12.2021 (Audited)
Common Equity Tier 1 (CET I) Capital after adjustments	**107,683,930**	**104,747,717**	**141,605,138**	**138,667,285**
Common Equity Tier 1 (CET I) Capital	**117,337,337**	**114,565,325**	**149,070,580**	**146,338,443**
Equity / Assigned Capital	12,201,998	12,201,998	12,201,998	12,201,998
Reserve Fund	9,210,528	9,210,528	9,210,528	9,210,528
Public Retained Earning /(Accumalated Retained Losses)	81,534,295	78,762,283	107,527,274	104,755,262
Publish accumalated Other Conprehensive Income (OCI)	249,143	249,143	210,196	210,196
General and other Disclosed Reserves	14,141,373	14,141,373	14,141,373	14,141,373
Unpublished Current Year's Profit / Loss and Gain reflected in OCI	-	-	-	-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	-	-	5,779,212	5,819,087
Total Adjustments to CETI Capital	**9,653,406**	**9,817,608**	**7,465,442**	**7,671,158**
Goodwill (net)	-	-	-	-
Deffered Tax Asset (Net)	-	-	-	-
Intangible Assets (Net)	2,007,912	2,077,544	2,148,014	2,252,557
Other (Investment the in the Capital of Subsidiaries & Other Financial Institution)	2,789,275	2,883,845	461,209	562,382
Defined Benefit Asset	4,856,219	4,856,219	4,856,219	4,856,219
Additional Tier I (AT i) Capital after adjustments	5,000,000	5,000,000	5,000,000	5,000,000
Additional Tier I (AT i) Capital	5,000,000	5,000,000	5,000,000	5,000,000
Qulifing additional Tier I Capital instuments	5,000,000	5,000,000	5,000,000	5,000,000
Instrument issued by Consolidated Banking and Financial	-	-	-	-
Subsidiaries of the Bank and held by Third Parties	-	-	-	-
Total Adjustments to AT I Capital	-	-	-	-
Investment in own shares	-	-	-	-
Other (Spcify)	-	-	-	-
Tier II Capital after adjustments	**45,584,976**	**46,051,238**	**47,549,828**	**48,166,637**
Tier II Capital	**45,584,976**	**46,051,238**	**47,549,828**	**48,166,637**
Qulifing Tier II capital instruments	25,122,950	27,069,250	25,122,950	27,069,250
Revaluation Gains	9,374,466	9,374,467	9,374,467	9,374,466
Loan Loss Provisions	11,087,559	9,607,521	13,052,412	11,722,921
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	**107,683,930**	**104,747,717**	**141,605,138**	**138,667,285**
Total Tier I Capital	**112,683,930**	**109,747,717**	**146,605,138**	**143,667,285**
Total Capital	**158,268,906**	**155,798,954**	**194,154,966**	**191,833,922**
Total Risk Weghted Assets (RWA)	1,004,261,923	873,669,797	1,194,876,816	1,071,197,412
RWA for Credit Risk	887,004,756	768,601,693	1,052,500,439	937,833,649
RWA for Market Risk	16,875,966	9,947,942	19,452,837	13,920,731
RWA for Operational Risk	100,381,202	95,120,162	122,923,540	119,443,032
CET I Capital Ratio (including Capital Conservstion Buffer, Countercyclical Capital Buffer & Surcharge on D-SIB) (%)	10.72	11.99	11.85	12.95
of which: Capital Conservation Buffer (%)	2.50	1.50	2.50	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 (%)	11.22	12.56	12.27	13.41
Total Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	15.76	17.83	16.25	17.91
of which: Capital Conservation Buffer (%)	2.50	1.5	2.50	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	
	30.06.2022	31.12.2021	30.06.2022	31.12.2021
Tier 1 Capital	**112,683,931**	**109,747,717**	**146,605,138**	**143,667,285**
Total Exposures	**3,126,520,918**	**2,782,106,066**	**3,311,810,932**	**2,969,816,478**
On balance Sheet items (Excluding derivatives and securities financing transactions, but including collateral)	2,618,135,501	2,444,688,659	2,803,425,515	2,629,668,111
Deravitive Exposures	24,098,890	3,466,934	24,098,890	3,466,934
Securities financing transaction exposures	392,578,519	249,364,608	392,578,519	249,364,608
Other off-balance sheet exposures	91,708,007	84,585,865	91,708,007	87,316,825
Basel III Leverage ratio (%) (Tier 1/Total Expesure)	**3.60%**	**3.94%**	**4.43%**	**4.84%**

TEMPLATE 4 : COMPUTATION OF LIQUIDITY COVERAGE RATIO

	As at 30th June 2022		As at 31st December 2021	
	Total Un Weighted Value	Total Weighted Value	Total Un Weighted Value	Total Weighted Value
Total Stock of High-Quality Liquid Assets (HQLA)	**472,800,998**	**469,859,732**	**372,286,684**	**367,540,924**
Level 1 Assets	463,593,451	463,593,451	362,795,163	362,795,163
Level 2A Assets	4,750,020	4,037,517	-	-
Level 2B Assets	4,457,527	2,228,764	9,491,521	4,745,761
Total Cash Outflows	**2,727,107,322**	**689,126,028**	**2,449,124,055**	**518,681,448**
Deposits	1,593,516,740	159,351,674	1,465,808,681	146,580,868
Unsecured Wholesale Funding	734,651,484	364,454,447	632,974,981	314,332,823
Secured Funding Transactions	12,998,446	-	17,051,850	-
Undrawn Portion of Committed (Irrevocable)Facilities and Other Contingent Funding Obligations	240,419,779	19,799,034	306,123,236	30,602,450
Additional requirements	145,520,873	145,520,873	27,165,307	27,165,307
Total Cash Inflows	**306,152,144**	**206,176,715**	**198,896,001**	**171,005,309**
Maturing Secured Lending Transactions Backed by Collateral	10,533,394	10,533,394	18,124,786	18,124,786
Committed Facilities	-	-	-	-
Other Infolws by Counterparty which are Maturing within 30 Days	215,914,325	138,220,634	149,501,619	126,208,496
Operational deposits	22,281,738	-	4,597,569	-
Other Cash Inflows	57,422,687	57,422,687	26,672,027	26,672,027
Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/ Total Net Cash Outflows over the Next Calendar Days)* 100		**97.29**		**105.71**

TEMPLATE 5 : MAIN FEATURES OF REGULATORY CAPITAL INSTRUMENTS

	No 2 Debenture issued in 2009	No 3 Debenture issued in 2011	No 4 Debenture issued in 2013	Type A Debenture issued in 2019	Type B Debenture issued in 2019	Type A- 5 Year Debenture issued in 2020	Type C - 10 Year Debenture issued in 2020
Must be provided for each type of capital instrument separately							
Description of the Capital Instrument							
Issuer	**People's Bank**	**People's Bank**	**People's Bank**	**People's Bank**	**People's Bank**	**People's Bank**	**People's Bank**
Unique Identifier (e.g.,ISIN or Bloomberg Identifier for Private placement)	2	3	4	A	B	A	B
Original Date of Issuance	30 th December 2009	30 th December 2011	15 th December 2013	08 th November 2019	08 th November 2019	27 th July 2020	27 th July 2020
Par Value of Instrument	2,500,000,000	5,000,000,000	5,000,000,000	6,563,000,000	3,437,000,000	12,900,000,000	7,100,000,000
Original Maturity Date, if Applicable	29 th December 2022	29 th December 2022	29 th December 2022	08 th November 2024	08 th November 2027	27 th July 2025	27 th July 2028
Amount Recognised in Regulatory Capital (in LKR '000 as at the Reporting date)	-	-	-	4,265,950,000	3,437,000,000	10,320,000,000	7,100,000,000
Accounting Classification (Equity/Liability)	Liability	Liability	Liability	Liability	Liability	Liability	Liability
Issuer Call subject to Prior Supervisory Approval							
Optional Call Date, Contingent Call dates and Redemption Amount (LKR '000)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Subsequent Call Dates, if Applicable	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Coupons/Dividends							
Fixed or Floating Dividend/Coupon	Fixed rate	Fixed rate	Fixed rate	Fixed rate	Fixed rate	Fixed rate	Fixed rate
Coupon rate and any Related Index	13.50%	13.00%	13.00%	12.00%	12.25%	9.50%	10.25%
Non-Cumulative or Cumulative	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Convertible or Non-Convertible							
If Convertible, Conversion trigger (s)	Non-convertible	Non-convertible	Non-convertible	Non-convertible	Non-convertible	Non-convertible	Non-convertible
If Convertible, Fully or Partially	N/A	N/A	N/A	N/A	N/A	N/A	N/A
If Convertible, Mandatory or Optional	N/A	N/A	N/A	N/A	N/A	N/A	N/A
If Convertible, Conversion rate	N/A	N/A	N/A	N/A	N/A	N/A	N/A

TEMPLATE 9 : MARKET RISK UNDER STANDARDISED MEASUREMENT METHOD

ITEM	BANK		GROUP	
	30.06.2022	31.12.2021	30.06.2022	31.12.2021
(a) RWA for Interest Rate Risk	**725,645**	**748,043**	**725,645**	**748,043**
General Interest Risk	365,208	387,643	365,208	387,643
i) Net long or short position	365,208	387,643	365,208	387,643
ii) Horizontal disallowance	-	-	-	-
iii) Vertical disallowance	-	-	-	-
iv) Options	-	-	-	-
Specific Interest Rate Risk	360,437	360,400	360,437	360,400
(b) RWA for Equity	**306,322**	**363,033**	**654,200**	**859,631**
General Equity risk	154,209	184,076	328,314	432,375
Specific Equity risk	152,113	178,957	325,885	427,256
© RWA for foreign Exchange & Gold	**1,246,288**	**132,417**	**1,246,288**	**132,417**
Total Capital Charge for Market Risk	**2,278,255**	**1,243,493**	**2,626,133**	**1,740,091**
Total Risk Weighted Amount for Market Risk	**16,875,966**	**9,947,944**	**19,452,837**	**13,920,728**

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		66,952,724	88,456,722	115,619,799	90,343,082	88,582,528	107,354,994	135,956,036	110,631,186
Capital Charge for Operational Risk (LKR'000)	15%	10,042,909	13,268,508	17,342,970	13,551,462	13,287,379	16,103,249	20,393,405	16,594,678
Risk Weighted Amount for Operational Risk (LKR'000)	7.4	74,391,916	98,285,247	128,466,443	100,381,202	98,425,031	119,283,327	151,062,262	122,923,540

BASEL III DISCLOSURE REQUIRMENT

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					
Assets	**3,007,312,879**	**2,993,993,483**	**2,979,516,630**	**4,823,447**	**9,653,406**
Cash and Cash Equivalents	94,251,177	94,251,177	94,251,177	-	-
Balances with Central Bank of Sri Lanka	58,300,644	58,300,644	58,300,644	-	-
Placements with Banks	-	-	-	-	-
Derivative Financial Instruments	14,582,771	-	-	-	-
Financial Assets - At Fair Value through Profit or Loss	3,825,465	3,825,465	-	3,825,465	-
Financial Assets - At Amortised Cost	-	-	-	-	-
Loans and Receivables to Banks	7,689,150	7,689,150	7,689,150	-	-
Loans and Receivables to Other Customers	1,812,226,261	1,811,549,664	1,811,549,664	-	-
Debt instruments measured at amortised cost	911,257,441	911,257,441	911,257,441	-	-
Financial Assets - At Fair Value through Other Comprehensive Income [OCI]	-	-	-	-	-
Equity instruments at fair value through OCI	1,324,115	1,324,115	-	997,982	326,133
Debt instruments at fair value through OCI	9,136,257	9,136,257	9,136,257	-	-
Investments in Subsidiaries	3,572,824	3,572,824	1,109,682	-	2,463,142
Investments in Associates	-	-	-	-	-
Goodwill and Intangible Assets	2,007,912	2,007,912	-	-	2,007,912
Property, Plant and Equipment	45,129,240	45,129,240	45,129,240	-	-
Other Assets	44,009,622	45,949,594	41,093,375	-	4,856,219
Liabilities	**2,868,761,115**	**2,855,441,719**	**-**	**-**	**-**
Due to Banks	158,628,267	158,628,267	-	-	-
Derivative Financial Instruments	12,642,799	-	-	-	-
Due to Other Customers	2,332,818,507	2,332,818,507	-	-	-
Other Borrowings	273,617,032	273,617,032	-	-	-
Current Tax Liabilities	10,221,831	10,221,831	-	-	-
Net Deferred Tax Liabilities	3,289,506	3,289,506	-	-	-
Other Liabilities	27,109,321	26,432,724	-	-	-
Subordinated Term Debts	50,433,852	50,433,852	-	-	-
Shareholders' Equity	**138,551,764**	**138,551,764**	**-**	**-**	**-**
Stated Capital/Assigned Capital	12,201,998	12,201,998	-	-	-
Statutory Reserve Fund	9,210,528	9,210,528	-	-	-
Other Reserves	35,604,943	35,604,943	-	-	-
Retained Earnings	81,534,295	81,534,295	-	-	-
Total Equity and Liabilities	**3,007,312,879**	**2,993,993,483**	-	-	-
Off-Balance Sheet Liabilities	**454,071,722**	**454,071,722**	**454,071,722**	-	-
Acceptance	139,241,170	139,241,170	139,241,170	-	-
Guarantees	45,894,898	45,894,898	45,894,898	-	-
Letter of Credit	84,935,528	84,935,528	84,935,528	-	-
Other Contingent Items	115,049,650	115,049,650	115,049,650	-	-
Undrawn Loan Commitments	70,035,670	70,035,670	70,035,670	-	-
(-) Allowance for ECL/impairment losses	(1,085,194)	(1,085,194)	(1,085,194)	-	-