



**PEOPLE'S
BANK**

**BASEL III - DISCLOSURES UNDER PILLAR 3
AS PER THE BANKING ACT
DIRECTIONS NO.01 OF 2016
AS AT MARCH 31ST 2023**

TEMPLATE 1 : KEY REGULATORY RATIOS CAPITAL & LIQUIDITY

	BANK		GROUP	
	As at 31.03.2023 (Unaudited)	As at 31.12.2022 (Audited)	As at 31.03.2023 (Unaudited)	As at 31.12.2022 (Audited)
Regulatory Capital				
Common Equity Tier 1 Capital [Rs. 000]	110,827,894	111,298,172	145,690,556	148,454,894
Tier 1 Capital [Rs. 000]	115,827,894	116,298,172	150,690,556	153,454,894
Total Capital	158,133,390	159,532,587	194,948,986	198,618,984
Regulatory Capital Ratios (%)				
Common Equity Tier 1 Ratio (Min. requirement 8.0%)	11.32	11.37	12.61	12.83
Tier 1 Capital Ratio (Min. requirement 9.5%)	11.83	11.89	13.04	13.27
Total Capital Ratio (Min. requirement 13.5%)	16.15	16.30	16.87	17.17
Regulatory Liquidity				
Statutory Liquid Assets				
Domestic Banking Unit Rs.'000	636,106,902	540,470,751	NA	NA
Off- Shore Banking Unit US\$ ('000)	84,916	70,182	NA	NA
Statutory Liquid Assets, Ratio % (Minimum Requirement, 20%)				
Domestic Banking Unit , %	24.61	21.37	NA	NA
Off- Shore Banking Unit , %	23.06	20.05	NA	NA
Liquidity Coverage Ratio (%) (Minimum Requirement - 100%)				
Liquidity Coverage Ratio - Rupee	182.48	213.06	NA	NA
Liquidity Coverage Ratio - All Currency	118.60	119.47	NA	NA

TEMPLATE 2 : KEY REGULATORY RATIOS CAPITAL & LIQUIDITY

	BANK		GROUP	
	As at 31.03.2023 (Unaudited)	As at 31.12.2022 (Audited)	As at 31.03.2023 (Unaudited)	As at 31.12.2022 (Audited)
Common Equity Tier 1 (CET I) Capital after adjustments	110,827,894	111,298,172	145,690,556	148,454,894
Common Equity Tier 1 (CET I) Capital	121,224,446	121,208,499	153,092,742	155,377,215
Equity / Assigned Capital	12,201,998	12,201,998	12,201,998	12,201,998
Reserve Fund	10,070,131	10,070,131	10,070,131	9,972,747
Public Retained Earning /(Accumalated Retained Losses)	84,624,172	84,624,172	111,194,552	113,457,633
Publish accumulalated Other Comprehensive Income (OCI)	186,772	170,825	-	66,665
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Unpublished Current Year's Profit / Loss and Gain reflected in OCI	-	-	-	-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	-	-	5,484,688	5,536,799
Total Adjustments to CETI Capital	10,396,552	9,910,326	7,402,186	6,922,321
Goodwill (net)	-	-	-	-
Deffered Tax Asset (Net)	-	-	-	-
Intangible Assets (Net)	1,575,822	1,719,177	1,714,416	1,859,475
Other (Investment the in the Capital of Subsidiaries & Other Financial Institution)	3,433,303	3,428,646	300,343	300,343
Defined Benefit Asset	5,387,427	4,762,503	5,387,427	4,762,503
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
Quilfing 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	42,305,496	43,234,415	44,258,430	45,164,090
Tier II Capital	42,305,496	43,234,415	44,258,430	45,164,090
Quilfing Tier II capital instruments	22,203,500	23,176,650	22,203,500	23,176,650
Revaluation Gains	9,374,467	9,374,467	9,374,467	9,374,467
Loan Loss Provisions	10,727,530	10,683,298	12,680,464	12,612,973
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	110,827,894	111,298,172	145,690,556	148,454,894
Total Tier I Capital	115,827,894	116,298,172	150,690,556	153,454,894
Total Capital	158,133,390	159,532,587	194,948,986	198,618,984
Total Risk Weghted Assets (RWA)	978,996,249	978,475,894	1,155,517,976	1,156,661,175
RWA for Credit Risk	858,202,362	854,663,864	1,014,437,117	1,009,037,876
RWA for Market Risk	19,620,036	22,038,936	23,109,971	24,425,006
RWA for Operational Risk	101,173,851	101,773,095	117,970,888	123,198,293
CET I Capital Ratio (including Capital Conservstion Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	11.32	11.37	12.61	12.83
of which: Capital Conservation Buffer (%)	2.50	2.50	2.50	2.50
of which: Countercyclical Buffer (%)	-	-	-	-
of which: Capital surcharge Countercyclical Buffer (%)	1.00	1.00	1.00	1.00
Total Tier I Capital Ratio (%)	11.83	11.89	13.04	13.27
Total Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	16.15	16.30	16.87	17.17
of which: Capital Conservation Buffer (%)	2.50	2.50	2.50	2.50
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	
	31.03.2023	31.12.2022	31.03.2023	31.12.2022
Tier 1 Capital	115,827,894	116,298,172	150,690,556	153,454,894
Total Exposures	2,999,468,549	3,037,485,650	3,167,562,791	3,201,579,781
On balance Sheet items (Excluding derivatives and securities financing transactions, but including collateral)	2,791,399,636	2,671,798,878	2,959,493,878	2,835,893,009
Derivative Exposures	24,608,417	24,523,267	24,608,417	24,523,267
Securities financing transaction exposures	131,788,563	288,416,615	131,788,563	288,416,615
Other off-balance sheet exposures	51,671,932	52,746,891	51,671,932	52,746,891
Basel III Leverage ratio (%) (Tier 1/Total Exposure)	3.86%	3.83%	4.76%	4.79%

TEMPLATE 4 : COMPUTATION OF LIQUIDITY COVERAGE RATIO

	As at 31st March 2023		As at 31st December 2022	
	Total Un Weighted Value	Total Weighted Value	Total Un Weighted Value	Total Weighted Value
Total Stock of High-Quality Liquid Assets (HQLA)	594,760,442	593,856,382	505,483,388	502,751,126
Level 1 Assets	592,337,482	592,337,482	497,480,281	497,480,281
Level 2A Assets	878,343	746,592	3,626,548	3,082,566
Level 2B Assets	1,544,617	772,309	4,376,559	2,188,280
Total Cash Outflows	2,717,325,480	610,556,412	2,705,630,537	583,061,521
Deposits	1,782,576,678	178,257,668	1,728,355,981	172,835,598
Unsecured Wholesale Funding	697,088,621	345,984,096	655,891,101	307,819,682
Secured Funding Transactions	17,644,674	-	5,054,298	-
Undrawn Portion of Committed (Irrevocable)Facilities and Other Contingent Funding Obligations	153,735,969	20,035,110	234,679,545	20,756,629
Additional requirements	66,279,538	66,279,538	81,649,612	81,649,612
Total Cash Inflows	163,774,524	109,825,073	213,285,842	162,260,205
Maturing Secured Lending Transactions Backed by Collateral	23,781,823	23,781,823	27,071,732	27,071,732
Committed Facilities	-	-	-	-
Other Inflows by Counterparty which are Maturing within 30 Days	81,721,473	47,074,604	92,324,469	53,538,861
Operational deposits	19,302,582	-	12,240,029	-
Other Cash Inflows	38,968,646	38,968,646	81,649,612	81,649,612
Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/ Total Net Cash Outflows over the Next Calendar Days)* 100		118.60		119.47

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

As at 31.03.2023

	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	2,866,975,441	284,336,186	3,151,311,627	2,485,159,024	53,883,225	2,539,042,249	858,202,362	34
Claims on Central Government and Central Bank of Sri Lanka	1,341,542,610	30,000,000	1,371,542,610	1,341,542,610	62,941	1,341,605,550	65,380,423	5
Claims on Foreign sovereigns and their Central Banks	-	-	-	-	-	-	-	-
Claims on Public Sector Entities (PSEs)	466,811,369	21,766,124	488,577,492	127,921,056	1,575,763	129,496,819	126,964,843	98
Claims on BIS,IMF and Multilateral Development Banks(MDBs)	-	-	-	-	-	-	-	-
Claims on Banks Exposures	23,746,757	-	23,746,757	23,746,757	-	23,746,757	6,770,261	29
Claims on Financial Institutions	6,763,149	-	6,763,149	6,763,149	-	6,763,149	3,581,259	53
Claims on Corporates	131,466,725	180,968,637	312,435,362	131,357,779	41,924,236	173,282,015	173,270,493	100
Retail claims	478,724,166	51,601,426	530,325,592	435,907,009	10,320,285	446,227,294	343,054,484	77
Claims Secured by Gold	193,151,742	-	193,151,742	193,151,742	-	193,151,742	2,922	-
Claims Secured by Residential Property	58,521,427	-	58,521,427	58,521,427	-	58,521,427	20,482,499	35
Claims Secured by Commercial real Estate	-	-	-	-	-	-	-	-
Non Performing Assets (NPAs)	38,084,118	-	38,084,118	38,084,118	-	38,084,118	50,397,477	132
Higher-risk Categories	1,142,612	-	1,142,612	1,142,612	-	1,142,612	2,856,530	250
Cash Items, other assets	61,655,247	-	61,655,247	61,655,247	-	61,655,247	75,650	-
Other Assets	65,365,521	-	65,365,521	65,365,521	-	65,365,521	65,365,521	100

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

GROUP	As at 31.03.2023							
	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	3,034,077,579	284,336,186	3,318,413,765	2,652,261,163	53,883,225	2,706,144,388	1,014,437,117	37
Claims on Central Government and Central Bank of Sri Lanka	1,354,688,343	30,000,000	1,384,688,343	1,354,688,343	62,941	1,354,751,283	65,380,423	5
Claims on Foreign sovereigns and their Central Banks	-	-	-	-	-	-	-	-
Claims on Public Sector Entities (PSEs)	466,811,369	21,766,124	488,577,492	127,921,056	1,575,763	129,496,819	126,964,843	98
Claims on BIS,IMF and Multilateral Development Banks(MDBs)	-	-	-	-	-	-	-	-
Claims on Banks Exposures	33,056,066	-	33,056,066	33,056,066	-	33,056,066	16,079,570	49
Claims on Financial Institutions	6,763,149	-	6,763,149	6,763,149	-	6,763,149	3,581,259	53
Claims on Corporates	131,466,725	180,968,637	312,435,362	131,357,779	41,924,236	173,282,015	173,270,493	100
Retail claims	598,090,776	51,601,426	649,692,202	555,273,619	10,320,285	565,593,904	462,421,094	82
Claims Secured by Gold	193,151,742	-	193,151,742	193,151,742	-	193,151,742	2,922	-
Claims Secured by Residential Property	58,521,427	-	58,521,427	58,521,427	-	58,521,427	20,482,499	35
Claims Secured by Commercial real Estate	-	-	-	-	-	-	-	-
Non Performing Assets (NPAs)	43,704,053	-	43,704,053	43,704,053	-	43,704,053	58,827,379	135
Higher-risk Categories	1,459,909	-	1,459,909	1,459,909	-	1,459,909	3,649,772	250
Cash Items, other assets	62,662,810	-	62,662,810	62,662,810	-	62,662,810	75,650	-
Other Assets	83,701,212	-	83,701,212	83,701,212	-	83,701,212	83,701,212	100

TEMPLATE 9 : MARKET RISK UNDER STANDARDISED MEASUREMENT METHOD

ITEM	BANK		GROUP	
	31.03.2023	31.12.2022	31.03.2023	31.12.2022
(a) RWA for Interest Rate Risk	741,664	703,158	741,664	703,158
General Interest Risk	382,087	343,458	382,087	343,458
i) Net long or short position	382,087	343,458	382,087	343,458
ii) Horizontal disallowance	-	-	-	-
iii) Vertical disallowance	-	-	-	-
iv) Options	-	-	-	-
Specific Interest Rate Risk	359,577	359,700	359,577	359,700
(b) RWA for Equity	474,618	424,187	945,760	746,306
General Equity risk	238,581	213,567	474,151	374,627
Specific Equity risk	236,038	210,620	471,608	371,679
© RWA for foreign Exchange & Gold	1,432,422	1,847,912	1,432,422	1,847,912
Total Capital Charge for Market Risk	2,648,705	2,975,256	3,119,846	3,297,376
Total Risk Weighted Amount for Market Risk	19,620,036	22,038,936	23,109,971	24,425,006

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	76,964,449	105,796,542	90,408,407	91,056,466	96,060,803	124,975,247	97,485,348	106,173,799
Capital Charge for Operational Risk (LKR'000) 15%	11,544,667	15,869,481	13,561,261	13,658,470	14,409,120	18,746,287	14,622,802	15,926,070
Risk Weighted Amount for Operational Risk (LKR'000) 7.4	85,516,054	117,551,713	100,453,786	101,173,851	106,734,226	138,861,386	108,317,053	117,970,888

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					
Assets	2,914,239,853	2,912,827,570	2,897,433,746	4,997,272	10,396,552
Cash and Cash Equivalents	81,123,515	81,129,943	81,129,943	-	-
Balances with Central Bank of Sri Lanka	74,766,814	74,766,814	74,766,814	-	-
Placements with Banks	3,815,359	3,893,811	3,893,811	-	-
Derivative Financial Instruments	15,049,492	15,049,492	15,049,492	-	-
Financial Assets - At Fair Value through Profit or Loss	3,477,624	3,477,624	-	3,477,624	-
Financial Assets - At Amortised Cost	-	-	-	-	-
Loans and Receivables to Banks	-	-	-	-	-
Loans and Receivables to Other Customers	1,710,109,765	1,710,884,193	1,710,884,193	-	-
Debt instruments measured at amortised cost	906,994,226	907,200,660	907,200,660	-	-
Financial Assets - At Fair Value through Other Comprehensive Income [OCI]	-	-	-	-	-
Equity instruments at fair value through OCI	1,819,991	1,819,991	10,783,242	1,519,648	300,343
Debt instruments at fair value through OCI	10,778,403	10,783,242	1,147,562	-	3,132,960
Investments in Subsidiaries	4280522	4,280,522	-	-	1,575,822
Investments in Associates	-	-	-	-	-
Goodwill and Intangible Assets	1,575,822	1,575,822	-	-	-
Property, Plant and Equipment	49,270,285	49,763,897	49,763,897	-	-
Other Assets	51,178,035	48,201,559	42,814,132	-	5,387,427
Liabilities	2,765,279,086	2,765,167,763	-	-	-
Due to Banks	96,345,779	96,359,986	-	-	-
Derivative Financial Instruments	1,095,968	1,095,968	-	-	-
Due to Other Customers	2,438,764,358	2,439,410,505	-	-	-
Other Borrowings	127,536,294	127,536,294	-	-	-
Current Tax Liabilities	4,731,634	4,846,870	-	-	-
Net Deferred Tax Liabilities	1,284,450	905,170	-	-	-
Other Liabilities	58,405,440	56,294,340	-	-	-
Subordinated Term Debts	37,115,163	38,718,630	-	-	-
Shareholders' Equity	148,960,767	147,659,807	-	-	-
Stated Capital/Assigned Capital	12,201,998	12,201,998	-	-	-
Statutory Reserve Fund	10,070,131	10,070,131	-	-	-
Other Reserves	38,673,355	38,582,743	-	-	-
Retained Earnings	88,015,283	86,804,935	-	-	-
Total Equity and Liabilities	2,914,239,853	2,912,827,570	-	-	-
Off-Balance Sheet Liabilities	299,806,983	299,806,983	299,806,983	-	-
Acceptance	29,242,439	29,242,439	29,242,439	-	-
Guarantees	17,806,492	17,806,492	17,806,492	-	-
Letter of Credit	63,175,130	63,175,130	63,175,130	-	-
Other Contingent Items	99,000,077	99,000,077	99,000,077	-	-
Undrawn Loan Commitments	90,858,383	90,858,383	90,858,383	-	-
(-) Allowance for ECL/impairment losses	(275,538)	(275,538)	(275,538)	-	-