BASEL III - DISCLOSURES UNDER PILLAR 3 AS PER THE BANKING ACT DIRECTIONS NO.01 OF 2016 AS AT 30TH SEPTEMBER 2023

TEMPLATE 1 : KEY REGULATORY RATIOS CAPITAL & LIQUIDITY

	BANK		GROUP	
	As at 30.09.2023 (Unaudited)	As at 31.12.2022 (Audited)	As at 30.09.2023 (Unaudited)	As at 31.12.2022 (Audited)
Regulatory Capital (Rs 000)				
Common Equity Tier 1 Capital	110,803,553	111,298,172	145,568,096	148,454,894
Total Tier I Capital	115,803,553	116,298,172	150,568,096	153,454,894
Total Capital	156,320,498	159,532,587	192,764,141	198,618,984
Regulatory Capital Ratio (%)				
Common Equity Tier I Capital Ratio (Minimum Requirement 8.00%)	11.11	11.37	12.65	12.83
Total Tier I Capital (Minimum Requirement 9.50%)	11.61	11.89	13.08	13.27
Total Capital (Minimum Requirement 13.50%)	15.68	16.30	16.75	17.17
Leverage Ratio (Min. requirement - 3%)	3.84	3.83	4.74	4.79
Regulatory Liquidity				
Statutory Liquid Assets - Bank				
Total Bank Rs.000	952,633,353.00	553,801,445	NA	NA
Domestic Banking unit Rs.000	930,897,072.00	540,470,752	NA	NA
Off-Shore Banking Unit USD.000	68,433.00	70,182	NA	NA
Statutory Liquid Assets - (Minimum Requirement 20%)				
Total Bank (%)	34.92	21.27		
Domestic Banking unit (%)	34.99	21.37	NA	NA
Off-Shore Banking Unit (%)	28.03	20.05	NA	NA
Liquidity Coverage Ratio (%) Rupee (Minimum Requirement 2023-100%, 2022-90%)	244.02	213.06	NA	NA
Liquidity Coverage Ratio (%) All currency (Minimum Requirement 2023-100%, 2022-90%)	188.84	119.47	NA	NA
Net Stable Funding Ratio (Min. requirement - 2023- 100% , 2022 - 90%)	154.00	117.05		

TEMPLATE 2 : KEY REGULATORY RATIOS CAPITAL & LIQUIDITY

	BANK		GROUP	
	As at 30.09.2023 (Unaudited)	As at 31.12.2022 (Audited)	As at 30.09.2023 (Unaudited)	As at 31.12.2022 (Audited)
Common Equity Tier 1 (CET I) Capital after adjustments	**110,803,553**	**111,298,172**	**145,568,096**	**148,454,894**
Common Equity Tier 1 (CET I) Capital	**121,208,499**	**121,208,499**	**153,004,852**	**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 accumalated Other Conprehensive Income (OCI)	170,825	170,825	4,645	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Unpublished Current Year's Profit / Loss and Gain reflected in OCI	-	-	-	-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	-	-	5,392,153	5,536,799
Total Adjustments to CETI Capital	**10,404,946**	**9,910,326**	**7,436,756**	**6,922,321**
Goodwill (net)	-	-	-	-
Deffered Tax Asset (Net)	-	-	-	-
Intangible Assets (Net)	1,536,068	1,719,177	1,704,053	1,859,475
Other (Investment the in the Capital of Subsidiaries & Other Financial Institution)	-	-	-	-
Defined Benefit Asset	3,136,174	3,428,646	-	300,343
Additional Tier I (AT i) Capital after adjustments	5,732,703	4,762,503	5,732,703	4,762,503
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	5,000,000	5,000,000	5,000,000	5,000,000
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	**40,516,945**	**43,234,415**	**42,196,045**	**45,164,090**
Tier II Capital	**40,516,945**	**43,234,415**	**42,196,045**	**45,164,090**
Qulifing Tier II capital instruments	20,257,200	23,176,650	20,257,200	23,176,650
Revaluation Gains	9,364,033	9,374,467	9,364,033	9,374,467
Loan Loss Provisions	10,895,712	10,683,298	12,574,812	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	**110,803,553**	**111,298,172**	**145,568,096**	**148,454,894**
Total Tier I Capital	**115,803,553**	**116,298,172**	**150,568,096**	**153,454,894**
Total Capital	**156,320,498**	**159,532,587**	**192,764,141**	**198,618,984**
Total Risk Weghted Assets (RWA)	997,080,309	978,475,894	1,150,684,577	1,156,661,175
RWA for Credit Risk	871,656,936	854,663,864	1,005,984,943	1,009,037,876
RWA for Market Risk	19,733,317	22,038,936	22,711,195	24,425,006
RWA for Operational Risk	105,690,056	101,773,095	121,988,439	123,198,293
CET I Capital Ratio (including Capital Conservstion Buffer, Countercyclical Capital Buffer & Surcharge on D-SIB) (%)	11.11	11.37	12.65	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 (%)	11.61	11.89	13.09	13.27
Total Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	15.68	16.30	16.75	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	
	30.09.2023	31.12.2022	30.09.2023	31.12.2022
Tier 1 Capital	**115,803,553**	**116,298,172**	**150,568,096**	**153,454,894**
Total Exposures	**3,019,048,186**	**3,037,485,650**	**3,179,698,837**	**3,201,579,781**
On balance Sheet items (Excluding derivatives and securities financing transactions, but including collateral)	2,856,832,658	2,671,798,878	3,015,653,227	2,835,893,009
Deravitive Exposures	19,709,196	24,523,267	19,709,196	24,523,267
Securities financing transaction exposures	94,009,489	288,416,615	95,839,571	288,416,615
Other off-balance sheet exposures	48,496,843	52,746,891	48,496,843	52,746,891
Basel III Leverage ratio (%) (Tier 1/Total Expesure)	**3.84%**	**3.83%**	**4.74%**	**4.79%**

TEMPLATE 4 : COMPUTATION OF LIQUIDITY COVERAGE RATIO

	As at 30th September 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)	**879,067,447**	**877,999,719**	**505,483,388**	**502,751,126**
Level 1 Assets	875,531,991	875,531,991	497,480,281	497,480,281
Level 2A Assets	2,000,000.00	1,700,000	3,626,548	3,082,566
Level 2B Assets	1,535,456	767,728	4,376,559	2,188,280
Total Cash Outflows	**2,829,036,831**	**592,792,218**	**2,705,630,537**	**583,061,521**
Deposits	1,894,623,922	189,462,392	1,728,355,981	172,835,598
Unsecured Wholesale Funding	691,491,258	339,758,997	655,891,101	307,819,682
Secured Funding Transactions	26,445,683	-	5,054,298	-
Undrawn Portion of Committed (Irrevocable)Facilities and Other Contingent Funding Obligations	178,658,678	29,251,334	234,679,545	20,756,629
Additional requirements	37,817,290	34,319,494	81,649,612	81,649,612
Total Cash Inflows	**203,040,530**	**127,854,295**	**213,285,842**	**162,260,205**
Maturing Secured Lending Transactions Backed by Collateral	13,418,402	13,418,402	27,071,732	27,071,732
Committed Facilities	13,112,500	-	-	
Other Infolws by Counterparty which are Maturing within 30 Days	120,465,859	87,127,164	92,324,469	53,538,861
Operational deposits	28,735,040	-	12,240,029	-
Other Cash Inflows	27,308,729	27,308,729	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		**188.84**		**119.47**

TEMPLATE 5 : MAIN FEATURES OF REGULATORY CAPITAL INSTRUMENTS

	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	Additional Tier 1 Debenture 1 issued in 2021	Additional Tier 1 Debenture 2 issued in 2021
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**
Unique Identifier (e.g.,ISIN or Bloomberg Identifier for Private placement)	A	B	A	B	1	2
Original Date of Issuance	08 th November 2019	08 th November 2019	27 th July 2020	27 th July 2020	29th March 2021	3rd August 2021
Par Value of Instrument	6,563,000,000	3,437,000,000	12,900,000,000	7,100,000,000	3,500,000,000	1,500,000,000
Original Maturity Date, if Applicable	08 th November 2024	08 th November 2027	27 th July 2025	27 th July 2028	N/A	N/A
Amount Recognised in Regulatory Capital (in LKR '000 as at the Reporting date)	2,625,200,000	3,437,000,000	7,095,000,000	7,100,000,000	3,500,000,000	1,500,000,000
Accounting Classification (Equity/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
Subsequent Call Dates, if Applicable	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
Coupon rate and any Related Index	12.00%	12.25%	9.50%	10.25%	9.50%	9.50%
Non-Cumulative or Cumulative	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
If Convertible, Fully or Partially	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
If Convertible, Conversion rate	N/A	N/A	N/A	N/A	N/A	N/A

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

BANK

As at 30.06.2023

	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	**2,879,016,006**	**227,333,131**	**3,106,349,137**	**2,396,217,815**	**49,781,396**	**2,445,999,211**	**871,656,936**	**36**
Claims on Central Government and Central Bank of Sri Lanka	**1,212,631,344**	25,000,000	1,237,631,344	1,212,631,344	87,191	1,212,718,535	46,505,945	4
Claims on Foreign sovereigns and their Central Banks	**-**	-	-	-	-	-	-	-
Claims on Public Sector Entities (PSEs)	**543,634,174**	27,774,416	571,408,589	104,533,654	3,236,955	107,770,608	148,278,471	138
Claims on BIS,IMF and Multilateral Development Banks(MDBs)	**-**	-	-	-	-	-	-	-
Claims on Banks Exposures	**72,578,999**	-	72,578,999	72,578,999	-	72,578,999	23,041,082	32
Claims on Financial Institutions	**5,925,496**	-	5,925,496	5,925,496	-	5,925,496	3,108,445	52
Claims on Corporates	**51,634,890**	122,993,426	174,628,316	51,634,890	36,144,192	87,779,083	87,779,083	100
Retail claims	**535,314,583**	51,565,289	586,879,873	491,616,912	10,313,058	501,929,970	407,590,958	81
Claims Secured by Gold	**232,683,146**	-	232,683,146	232,683,146	-	232,683,146	9,063,950	4
Claims Secured by Residential Property	**55,598,213**	-	55,598,213	55,598,213	-	55,598,213	19,459,374	35
Claims Secured by Commercial real Estate	**-**	-	-	-	-	-	-	-
Non Performing Assets (NPAs)	**39,384,286**	-	39,384,286	39,384,286	-	39,384,286	49,869,249	127
Higher-risk Categories	**1,139,397**	-	1,139,397	1,139,397	-	1,139,397	2,848,493	250
Cash Items, other assets	**54,553,995**	-	54,553,995	54,553,995	-	54,553,995	174,403	-
Other Assets	**73,937,483**	-	73,937,483	73,937,483	-	73,937,483	73,937,483	100

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

GROUP

As at 30.09.2023

	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	**3,041,919,688**	**227,333,131**	**3,269,252,819**	**2,559,121,497**	**49,781,396**	**2,608,902,893**	**1,005,984,943**	39
Claims on Central Government and Central Bank of Sri Lanka	1,238,207,443	25,000,000	1,263,207,443	1,238,207,443	87,191	1,238,294,634	46,505,945	4
Claims on Foreign sovereigns and their Central Banks	-	-	-	-	-	-	-	-
Claims on Public Sector Entities (PSEs)	543,634,174	27,774,416	571,408,589	104,533,654	3,236,955	107,770,608	148,278,471	138
Claims on BIS,IMF and Multilateral Development Banks(MDBs)	-	-	-	-	-	-	-	-
Claims on Banks Exposures	79,561,605	-	79,561,605	79,561,605	-	79,561,605	30,023,688	38
Claims on Financial Institutions	6,154,994	-	6,154,994	6,154,994	-	6,154,994	3,266,361	53
Claims on Corporates	51,634,890	122,993,426	174,628,316	51,634,890	36,144,192	87,779,083	87,779,083	100
Retail claims	647,883,460	51,565,289	699,448,750	604,185,789	10,313,058	614,498,847	520,159,835	85
Claims Secured by Gold	232,683,146	-	232,683,146	232,683,146	-	232,683,146	9,063,950	4
Claims Secured by Residential Property	55,598,213	-	55,598,213	55,598,213	-	55,598,213	19,459,374	35
Claims Secured by Commercial real Estate	-	-	-	-	-	-	-	-
Non Performing Assets (NPAs)	39,384,286	-	39,384,286	39,384,286	-	39,384,286	49,869,249	127
Higher-risk Categories	-	-	-	-	-	-	-	-
Cash Items, other assets	55,772,893	-	55,772,893	55,772,893	-	55,772,893	174,403	-
Other Assets	91,404,583	-	91,404,583	91,404,583	-	91,404,583	91,404,583	100

TEMPLATE 9 : MARKET RISK UNDER STANDARDISED MEASUREMENT METHOD

ITEM	BANK		GROUP	
	30.09.2023	31.12.2022	30.09.2023	31.12.2022
(a) RWA for Interest Rate Risk	**1,286,452**	**703,158**	**1,286,452**	**703,158**
General Interest Risk	563,234	343,458	563,234	343,458
i) Net long or short position	563,234	343,458	563,234	343,458
ii) Horizontal disallowance	-	-	-	-
iii) Vertical disallowance	-	-	-	-
iv) Options	-	-	-	-
Specific Interest Rate Risk	723,218	359,700	723,218	359,700
(b) RWA for Equity	**557,414**	**424,187**	**959,428**	**746,306**
General Equity risk	281,320	213,567	482,326	374,627
Specific Equity risk	276,094	210,620	477,101	371,679
© RWA for foreign Exchange & Gold	**820,132**	**1,847,912**	**820,132**	**1,847,912**
Total Capital Charge for Market Risk	**2,663,998**	**2,975,256**	**3,066,011**	**3,297,376**
Total Risk Weighted Amount for Market Risk	**19,733,317**	**22,038,936**	**22,711,195**	**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		89,605,256	118,613,701	77,144,195	95,121,051	108,324,187	138,567,370	82,477,227	109,789,595
Capital Charge for Operational Risk (LKR'000)	15%	13,440,788	17,792,055	11,571,629	14,268,158	16,248,628	20,785,106	12,371,584	16,468,439
Risk Weighted Amount for Operational Risk (LKR'000)	7.4	99,561,396	131,793,001	85,715,772	105,690,056	120,360,208	153,963,744	91,641,363	121,988,439

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	**2,974,027,865**	**2,975,433,317**	**2,892,938,181**	**72,090,190**	**10,404,946**
Cash and Cash Equivalents	82,085,121	82,124,112	82,124,112	-	-
Balances with Central Bank of Sri Lanka	23,497,724	23,497,724	23,497,724	-	-
Placements with Banks	44,120,073	44,138,830	44,138,830	-	-
Derivative Financial Instruments	12,659,802	12,659,802	12,659,802	-	-
Financial Assets - At Fair Value through Profit or Loss	64,021,524	64,021,524	-	64,021,524	-
Financial Assets - At Amortised Cost	-	-	-	-	-
Loans and Receivables to Banks	-	-	-	-	-
Loans and Receivables to Other Customers	1,699,301,495	1,698,524,744	1,698,524,744	-	-
Debt instruments measured at amortised cost	921,613,847	922,454,830	922,454,830	-	-
Financial Assets - At Fair Value through Other Comprehensive Income [OCI]	-	-	-	-	-
Equity instruments at fair value through OCI	1,832,189.00	1,818,646	-	1,818,646	-
Debt instruments at fair value through OCI	8,125,516.00	8,125,516	1,875,496	6,250,020	-
Investments in Subsidiaries	4,280,522.00	4,280,522	1,144,347	-	3,136,175
Investments in Associates					
Goodwill and Intangible Assets	1,536,068	1,536,068	-	-	1,536,068
Property, Plant and Equipment	49,327,833	49,792,894	49,792,894	-	-
Other Assets	61,626,151	62,458,105	56,725,402	-	5,732,703
Liabilities	**2,823,325,702**	**2,824,292,499**	**-**	-	**-**
Due to Banks	88,686,204	88,686,204	-	-	-
Derivative Financial Instruments	88,111	88,111	-	**-**	-
Due to Other Customers	2,571,032,412	2,571,045,536	-	-	-
Other Borrowings	91,032,162	91,032,162	-	-	-
Current Tax Liabilities	1,028,363	2,484,651	-	-	-
Net Deferred Tax Liabilities	2,095,357	810,717	-	-	-
Other Liabilities	32,428,829	33,210,854	-	-	-
Subordinated Term Debts	36,934,264	36,934,264	-	-	-
Shareholders' Equity	**150,702,163**	**151,140,818**	**-**	**-**	**-**
Stated Capital/Assigned Capital	12,201,998	12,201,998	-	-	-
Statutory Reserve Fund	10,070,131	10,070,131	-	-	-
Other Reserves	38,684,729	38,669,327	-	-	-
Retained Earnings	89,745,305	90,199,362	-	-	-
Total Equity and Liabilities	**2,974,027,865**	**2,975,433,317**	-	-	-
Off-Balance Sheet Liabilities	**215,264,846**	**215,264,846**	**215,264,846**	-	-
Acceptance	4,767,221	4,767,221	4,767,221	-	-
Guarantees	18,988,433	18,988,433	18,988,433	-	-
Letter of Credit	54,345,463	54,345,463	54,345,463	-	-
Other Contingent Items	52,464,923	52,464,923	52,464,923	-	-
Undrawn Loan Commitments	85,004,380	85,004,380	85,004,380	-	-
(-) Allowance for ECL/impairment losses	(305,574)	(305,574)	(305,574)	-	-