PEOPLE'S BANK

BASEL III - DISCLOSURES UNDER PILLAR 3 AS PER THE BANKING ACT DIRECTIONS NO.01 OF 2016 AS AT JUNE 30TH 2026

TEMPLATE 1 : KEY REGULATORY RATIOS CAPITAL & LIQUIDITY

	BANK		GROUP	
	As at 30.06.2026 (Unaudited)	As at 31.12.2025 (Audited)	As at 30.06.2026 (Unaudited)	As at 31.12.2025 (Audited)
Regulatory Capital (Rs000)				
Common Equity Tier 1 Capital	170,275,328	149,649,766	216,024,914	195,009,563
Total Tier I Capital	175,275,328	154,649,766	221,024,914	200,009,563
Total Capital	251,649,748	209,165,741	309,395,529	256,299,852
Regulatory Capital Ratio (%)				
Common Equity Tier I Capital Ratio (Minimum Requirement -2022 -8.00%,2021-7.00%)	12.31	11.79	12.82	12.78
Total Tier I Capital (Minimum Requirement -2022, 9.50%, 2021- 8.50%)	12.67	12.18	13.12	13.10
Total Capital (Minimum Requirement - 2022- 13.50%, 2021-12.50%)	18.19	16.48	18.36	16.79
Regulatory Liquidity				
Liquidity Coverage Ratio (%) Rupee (Minimum Requirement 2022-90%, 2021-100%)	260.00	263.00	NA	NA
Liquidity Coverage Ratio (%) All currency (Minimum Requirement 2022-90%, 2021-100%)	218.64	218.54	NA	NA

TEMPLATE 2 : KEY REGULATORY RATIOS CAPITAL & LIQUIDITY

	BANK		GROUP	
	As at 30.06.2026 (Unaudited)	As at 31.12.2025 (Audited)	As at 30.06.2026 (Unaudited)	As at 31.12.2025 (Audited)
Common Equity Tier 1 (CET I) Capital after adjustments	**170,275,328**	**149,649,766**	**216,024,914**	**195,009,563**
Common Equity Tier 1 (CET I) Capital	**182,266,597**	**161,166,686**	**222,865,680**	**202,168,811**
Equity / Assigned Capital	12,201,998	12,201,998	12,201,998	12,201,998
Reserve Fund	12,201,998	12,201,998	12,201,998	12,201,998
Public Retained Earning /(Accumalated Retained Losses)	143,542,997	122,443,086	174,741,528	154,044,659
Publish accumalated Other Conprehensive Income (OCI)	178,231	178,231	178,231	178,231
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Unpublished Current Year's Profit / Loss and Gain reflected in OCI	-	-	9,400,552	9,400,552
Ordinary Shares issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	-	-
Total Adjustments to CETI Capital	**11,991,268**	**11,516,920**	**6,840,765**	**7,159,248**
Goodwill (net)	-	-	-	-
Deffered Tax Asset (Net)	-	-	-	-
Intangible Assets (Net)	1,655,729	1,842,563	1,883,000	2,090,489
Other (Investment the in the Capital of Subsidiaries & Other Financial Institution)	2,265,199	2265199.3	2,265,199	2,265,199
Defined Benefit Asset	5,377,774	4,605,598	-	-
Additional Tier I (AT i) Capital after adjustments	2,692,566	2,803,559	2,692,566	2,803,559
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	**76,374,420**	**54,515,976**	88,370,615	**56,290,289**
Tier II Capital	**76,374,420**	**54,515,976**	88,370,615	**56,290,289**
Qulifing Tier II capital instruments	50,644,400	28,449,500	60,644,400	28,449,500
Revaluation Gains	14,981,528	14,981,528	14,981,528	14,981,528
Loan Loss Provisions	10,748,492	11,084,948	12,744,688	12,859,261
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	**170,275,328**	**149,649,766**	**216,024,914**	**195,009,563**
Total Tier I Capital	**175,275,328**	**154,649,766**	**221,024,914**	**200,009,563**
Total Capital	**251,649,748**	**209,165,741**	**309,395,529**	**256,299,852**
Total Risk Weghted Assets (RWA)	1,383,730,671	1,269,586,943	1,684,858,723	1,526,399,839
RWA for Credit Risk	1,194,981,065	1,102,569,055	1,473,206,094	1,337,465,437
RWA for Market Risk	27,194,408	28,622,011	27,194,408	28,622,011
RWA for Operational Risk	161,555,197	138,395,877	184,458,221	160,312,390
CET I Capital Ratio (including Capital Conservstion Buffer, Countercyclical Capital Buffer & Surcharge on D-SIB) (%)	12.31	11.79	12.82	12.78
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 (%)	12.67	12.18	13.12	13.10
Total Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	18.19	16.48	18.36	16.79
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	
	30.06.2026	31.12.2025	30.06.2026	31.12.2025
Tier 1 Capital	**175,275,328**	**154,649,766**	**221,024,914**	**200,009,563**
Total Exposures	**3,985,038,883**	**3,772,890,118**	**4,390,520,166**	**4,078,238,627**
On balance Sheet items (Excluding derivatives and securities financing transactions, but including collateral)	3,729,836,487	3,608,844,169	4,118,285,603	3,909,277,767
Deravitive Exposures	7,224,579	7,127,041	7,224,579	7,127,041
Securities financing transaction exposures	176,561,487	89,801,196	193,593,654	94,716,107
Other off-balance sheet exposures	71,416,331	67,117,712	71,416,331	67,117,712
Basel III Leverage ratio (%) (Tier 1/Total Expesure)	**4.40%**	**4.10%**	**5.03%**	**4.90%**

TEMPLATE 4 : COMPUTATION OF LIQUIDITY COVERAGE RATIO

	As at 30th June 2026		As at 31st December 2025	
	Total Un Weighted Value	Total Weighted Value	Total Un Weighted Value	Total Weighted Value
Total Stock of High-Quality Liquid Assets (HQLA)	**1,308,821,117**	**1,306,115,819**	**1,469,897,481**	**1,467,524,635**
Level 1 Assets	1,297,095,171	1,297,095,171	1,459,478,770	1,459,478,770
Level 2A Assets	9,021,929	7,668,640	8,104,313	6,888,666
Level 2B Assets	2,704,017	1,352,009	2,314,398	1,157,199
Total Cash Outflows	**3,444,539,967**	**848,388,546**	**3,581,371,809**	**872,607,142**
Deposits	2,012,621,163	201,262,116	2,030,888,220	203,088,822
Unsecured Wholesale Funding	1,173,364,883	580,704,965	1,263,114,301	598,758,380
Secured Funding Transactions	-	-	29,530,845	-
Undrawn Portion of Committed (Irrevocable)Facilities and			236,880,005	49,801,502
Other Contingent Funding Obligations	246,269,394	54,136,937	20,958,438	20,958,438
Additional requirements	12,284,527	12,284,527	-	-
Total Cash Inflows	**310,239,414**	**233,237,799**	**385,856,594**	**201,087,232**
Maturing Secured Lending Transactions Backed by Collateral	7,001,775	-	83,518,470	-
Committed Facilities	-	-	12,745,000	-
Other Infolws by Counterparty which are Maturing within 30 Days	288,525,096	223,102,765	249,894,058	190,847,869
Operational deposits	4,577,509	-	29,459,703	-
Other Cash Inflows	10,135,034	10,135,034	10,239,363	10,239,363
Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/ Total Net Cash Outflows over the Next Calendar Days)* 100		**212.32**		**218.54**

TEMPLATE 5 : MAIN FEATURES OF REGULATORY CAPITAL INSTRUMENTS

	Type B Debenture issued in 2019	Type B Debenture issued in 2020	Additional Tier 1 Debenture 1 2021	Additional Tier 1 Debenture 2 2021	Type A Debenture issued in 2023	Type B Debenture issued in 2023	Type A Debenture issued in 2024	Type B Debenture issued in 2024	Type A Debenture issued in 2026	Type B Debenture issued in 2026
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	People's Bank	People's Bank	People's Bank
Unique Identifier (e.g.,ISIN or Bloomberg Identifier for Private placement)	Type B	Type B	Debenture 1	Debenture 2	A	B	A	B	A	B
Original Date of Issuance	08 th November 2019	27 th July 2020	29 thMarch 2021	3-Aug-21	30 th November 2023	01st December 2023	30 th August 2024	19 th September 2024	28th Jan 2026	28th Jan 2026
Par Value of Instrument	3,437,000,000	7,100,000,000	3,500,000,000	1,500,000,000	3,000,000,000	7,000,000,000	10,515,000,000	3,000,000,000	22,950,000,000	2,050,000,000
Original Maturity Date, if Applicable	08 th November 2027	27 th July 2028	N/A	N/A	01 st December 2031	01 st December 2028	30 th August 2029	30 th September 2032	28th Jan 2031	28th Jan 2034
Amount Recognised in Regulatory Capital (in LKR '000 as at the Reporting date)	1,546,650,000	4,260,000,000	3,500,000,000	1,500,000,000	3,000,000,000	4,900,000,000	8,937,750,000	3,000,000,000	22,950,000,000	2,050,000,000
Accounting Classification (Equity/Liability)	Liability	Liability	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	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	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	Fixed rate	Fixed rate	Fixed rate
Coupon rate and any Related Index	12.25%	10.25%	9.50%	9.50%	16.25%	16.00%	13.50%	13.75%		
Non-Cumulative or Cumulative	N/A	N/A	N/A	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	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	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	N/A	N/A	N/A
If Convertible, Conversion rate	N/A	N/A	N/A	N/A	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 30.06.2026

	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	**3,444,905,737**	**236,087,085**	**3,680,992,822**	**3,297,337,187**	-	**3,368,108,618**	**1,194,999,115**	35
Claims on Central Government and Central Bank of Sri Lanka	1,492,082,616	-	1,492,082,616	1,415,587,784	-	1,415,587,784	39,229,672	3
Claims on Foreign sovereigns and their Central Banks	-	-	-	-	-	-	-	-
Claims on Public Sector Entities (PSEs)	4,781,244	16,353	4,797,597	4,781,244	-	9,000,479	8,962,772	100
Claims on BIS,IMF and Multilateral Development Banks(MDBs)	-	-	-	-	-	-	-	-
Claims on Banks Exposures	148,124,788	-	148,124,788	148,124,788	-	148,124,788	63,615,050	43
Claims on Financial Institutions	113,209,237	-	113,209,237	113,209,237	-	113,209,237	67,503,857	60
Claims on Corporates	159,986,455	148,941,350	308,927,805	159,986,455	-	210,554,437	168,594,828	80
Retail claims	743,094,617	87,129,382	830,223,999	672,020,898	-	687,824,600	553,368,988	80
Claims Secured by Gold	443,450,333	-	443,450,333	443,450,333	-	443,630,846	36,103	-
Claims Secured by Residential Property	56,607,651	-	56,607,651	56,607,651	-	56,607,651	19,812,678	35
Claims Secured by Commercial real Estate	-	-	-	-	-	-	-	-
Non Performing Assets (NPAs)	143,279,140	-	143,279,140	143,279,140	-	143,279,140	200,116,924	140
Higher-risk Categories	1,756,531	-	1,756,531	1,756,531	-	1,756,531	4,391,328	250
Cash Items, other assets	69,242,686	-	69,242,686	69,242,686	-	69,242,686	76,477	-
Other Assets	69,290,440	-	69,290,440	69,290,440	-	69,290,440	69,290,440	100

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

GROUP

As at 30.06.2026

	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	**3,796,012,847**	**236,087,085**	**4,032,099,932**	**3,648,444,297**	**70,771,432**	**3,719,215,728**	**1,473,206,091**	40
Claims on Central Government and Central Bank of Sri Lanka	1,523,565,228	-	1,523,565,228	1,447,070,396	-	1,447,070,396	39,229,672	3
Claims on Foreign sovereigns and their Central Banks	-	-	-	-	-	-	-	-
Claims on Public Sector Entities (PSEs)	4,781,244	16,353	4,797,597	4,781,244	4,219,235	9,000,479	8,962,772	100
Claims on BIS,IMF and Multilateral Development Banks(MDBs)	-	-	-	-	-	-	-	-
Claims on Banks Exposures	148,124,788	-	148,124,788	148,124,788	-	148,124,788	63,615,050	43
Claims on Financial Institutions	113,989,981	-	113,989,981	113,989,981	-	113,989,981	71,326,567	63
Claims on Corporates	159,986,455	148,941,350	308,927,805	159,986,455	50,567,982	210,554,437	168,594,828	80
Retail claims	1,001,078,804	87,129,382	1,088,208,186	930,005,085	15,984,214	945,989,300	811,533,688	86
Claims Secured by Gold	485,290,598	-	485,290,598	485,290,598	-	485,290,598	2,089,976	-
Claims Secured by Residential Property	56,607,651	-	56,607,651	56,607,651	-	56,607,651	19,812,678	35
Claims Secured by Commercial real Estate	-	-	-	-	-	-	-	-
Non Performing Assets (NPAs)	148,842,453	-	148,842,453	148,842,453	-	148,842,453	205,473,357	138
Higher-risk Categories	-	-	-	-	-	-	-	-
Cash Items, other assets	71,254,617	-	71,254,617	71,254,617	-	71,254,617	76,477	-
Other Assets	82,491,029	-	82,491,029	82,491,029	-	82,491,029	82,491,029	100

TEMPLATE 9 : MARKET RISK UNDER STANDARDISED MEASUREMENT METHOD

ITEM	BANK		GROUP	
	30.06.2026	31.12.2025	30.06.2026	31.12.2025
(a) RWA for Interest Rate Risk	**2,383,498**	**2,709,341**	2,383,498	**2,712,341**
General Interest Risk	2,009,504	2,376,841	2,009,504	2,376,841
i) Net long or short position	2,009,504	2,376,841	2,009,504	2,376,841
ii) Horizontal disallowance	-	-	-	-
iii) Vertical disallowance	-	-	-	-
iv) Options	-	-	-	-
Specific Interest Rate Risk	373,994	332,500	373,994	335,500
(b) RWA for Equity	**1,194,784**	**1,018,310**	**1,194,784**	**1,018,310**
General Equity risk	599,450	511,399	599,450	511,399
Specific Equity risk	595,335	506,911	595,335	506,911
© RWA for foreign Exchange & Gold	**92,962**	**136,321**	**92,962**	**136,321**
Total Capital Charge for Market Risk	**3,671,245**	**3,863,972**	**3,671,245**	**3,866,972**
Total Risk Weighted Amount for Market Risk	**27,194,408**	**28,622,011**	**27,194,408**	**28,644,233**

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		**85,920,566**	**169,656,791**	**180,621,676**	**145,399,678**	**93,838,550**	**181,246,642**	**222,952,004**	**166,012,399**
Capital Charge for Operational Risk (LKR'000)	15%	12,888,085	25,448,519	27,093,251	21,809,952	14,075,783	27,186,996	33,442,801	24,901,860
Risk Weighted Amount for Operational Risk (LKR'000)	7.4	95,467,296	188,507,546	200,690,751	161,555,197	104,265,056	201,385,158	247,724,449	184,458,221

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	**3,753,535,437**	**3,753,535,437**	**3,446,545,014**	**297,264,356**	**9,726,067**
Cash and Cash Equivalents	91,238,758	91,238,758	91,238,758	-	-
Balances with Central Bank of Sri Lanka	37,452,068	37,452,068	37,452,068	-	-
Placements with Banks	132,447,701	132,447,701	132,447,701	-	-
Derivative Financial Instruments	4,705,907	4,705,907	4,705,907	-	-
Financial Assets - At Fair Value through Profit or Loss	289,396,572	289,396,572	-	289,396,572	-
Financial Assets - At Amortised Cost	-	-	-	-	-
Loans and Receivables to Banks	7,001,485	7,001,485	7,001,485	-	-
Loans and Receivables to Other Customers	1,899,352,591	1,899,352,591	1,899,352,591	-	-
Debt instruments measured at amortised cost	1,171,613,041	1,171,613,041	1,171,613,041	-	-
Financial Assets - At Fair Value through Other Comprehensive Income [OCI]	-	-	-	-	-
Equity instruments at fair value through OCI	4,127,844	4,127,844	-	4,127,844	-
Debt instruments at fair value through OCI	4,183,589	4,183,589	443,649	3,739,940	-
Investments in Subsidiaries	7,139,255	7,139,255	1,761,481	-	5,377,774
Investments in Associates	-	-	-	-	-
Goodwill and Intangible Assets	1,655,727	1,655,727	-	-	1,655,727
Property, Plant and Equipment	59,728,276	59,728,276	59,728,276	-	-
Other Assets	43,492,623	43,492,623	40,800,057	-	2,692,566
Liabilities	**3,513,247,167**	**3,513,247,167**	-	-	-
Due to Banks	14,912,302	14,912,302	-	-	-
Derivative Financial Instruments	220,754	220,754	-	-	-
Due to Other Customers	3,164,950,388	3,164,950,388	-	-	-
Other Borrowings	172,279,547	172,279,547	-	-	-
Current Tax Liabilities	12,638,947	12,638,947	-	-	-
Net Deferred Tax Liabilities	6,905,266	6,905,266	-	-	-
Other Liabilities	72,586,447	72,586,447	-	-	-
Subordinated Term Debts	68,753,516	68,753,516	-	-	-
Shareholders' Equity	**240,288,270**	**240,288,270**	-	-	-
Stated Capital/Assigned Capital	12,201,998	12,201,998	-	-	-
Statutory Reserve Fund	12,201,998	12,201,998	-	-	-
Other Reserves	72,341,277	72,341,277	-	-	-
Retained Earnings	143,542,997	143,542,997	-	-	-
Total Equity and Liabilities	**3,753,535,437**	**3,753,535,437**	-	-	-
Off-Balance Sheet Liabilities	**263,330,550**	**263,330,550**	**263,330,550**	-	-
Acceptance	6,978,027	6,978,027	6,978,027	-	-
Guarantees	43,304,863	43,304,863	43,304,863	-	-
Letter of Credit	64,912,710	64,912,710	64,912,710	-	-
Other Contingent Items	25,934,045	25,934,045	25,934,045	-	-
Undrawn Loan Commitments	122,338,286	122,338,286	122,338,286	-	-
(-) Allowance for ECL/impairment losses	(137,381)	(137,381)	(137,381)	-	-