

# Nations Trust Bank PLC and its subsidiaries

BASEL III Market Discipline – Minimum Disclosure Requirement Under Pillar 3 as per the Banking Act Direction No. 01 of 2016

June 30, 2023



**Table 1**  
**Key Regulatory Ratios - Capital and Liquidity**

Item	Bank		Group	
	30-June-23	31-December-22	30-June-23	31-December-22
<b>Regulatory Capital (LKR '000)</b>				
Common Equity Tier 1	38,704,223	38,032,394	40,271,294	39,599,360
Tier 1 Capital	38,704,223	38,032,394	40,271,294	39,599,360
Total Capital	43,481,100	43,662,516	45,048,172	45,229,482
<b>Regulatory Capital Ratios (%)</b>				
Common Equity Tier 1 Capital Ratio (Minimum Requirement - 7.00%)	14.78%	14.21%	15.35%	14.76%
Tier 1 Capital Ratio (Minimum Requirement - 8.50%)	14.78%	14.21%	15.35%	14.76%
Total Capital Ratio (Minimum Requirement - 12.50%)	16.61%	16.31%	17.17%	16.86%
Leverage Ratio (Minimum Requirement - 3%)	8.71%	8.94%	9.06%	9.30%
<b>Regulatory Liquidity</b>				
Statutory Liquid Assets				
Domestic Banking Unit (LKR'000)	134,594,547	123,358,706		
Off-Shore Banking Unit (USD'000)	42,312	34,466		
Statutory Liquid Assets Ratio % (Minimum Requirement - 20%)				
Domestic Banking Unit (%)	39.18%	35.87%		
Off-Shore Banking Unit (%)	36.49%	25.68%		
Consolidated (%)	39.77%	35.55%		
Total Stock of High-Quality Liquid Assets (LKR'000)	105,063,450	80,523,205		
Liquidity Coverage Ratio (%)				
Rupee (Minimum Requirement - 90% - 31-Dec-2022) (Minimum Requirement - 100% - 30-June-2023)	411.48%	279.63%		
All Currency (Minimum Requirement - 90% - 31-Dec-2022) (Minimum Requirement - 100% - 30-June-2023)	310.70%	222.88%		
Net Stable Funding Ratio (Minimum Requirement - 90% - 31-Dec-2022) (Minimum Requirement - 100% - 31-June-2023)	155.63%	146.23%		

**Table 2**  
**Basel III Computation of Capital Ratios**

Item	Bank		Group	
	LKR '000		LKR '000	
	30-June-23	31-December-22	30-June-23	31-December-22
Common Equity Tier 1 (CET1) Capital after Adjustments	38,704,223	38,032,394	40,271,294	39,599,360
Common Equity Tier 1 (CET1) Capital	43,099,626	43,280,072	44,476,438	44,656,885
Equity Capital (Stated Capital)/Assigned Capital	11,426,883	10,401,432	11,426,883	10,401,432
Reserve Fund	2,228,472	2,228,472	2,228,472	2,228,472
Published Retained Earnings/(Accumulated Retained Losses)	29,444,236	30,650,134	30,821,050	32,026,947
Published Accumulated Other Comprehensive Income (OCI)	34	34	34	34
General and other Disclosed Reserves	-	-	-	-
Unpublished Current Year's Profit/Loss and Gains reflected in OCI	-	-	-	-
Ordinary Shares issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	-	-
<b>Total Adjustments to CET1 Capital</b>	<b>4,395,403</b>	<b>5,247,678</b>	<b>4,205,142</b>	<b>5,057,523</b>
Goodwill (net)	-	-	-	-
Intangible Assets (net)	1,246,809	1,285,108	1,247,364	1,285,721
Deferred tax assets (net)	3,148,593	3,962,570	2,957,779	3,771,802
Shortfall of the Cumulative Impairment to Specific Provisions	-	-	-	-
<b>Additional Tier 1 (AT1) Capital after Adjustments</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Additional Tier 1 (AT1) Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Qualifying Additional Tier 1 Capital Instruments	-	-	-	-
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	-	-
<b>Total Adjustments to AT1 Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Investment in Own Shares	-	-	-	-
Others (specify)	-	-	-	-
<b>Tier 2 Capital after Adjustments</b>	<b>4,776,878</b>	<b>5,630,122</b>	<b>4,776,878</b>	<b>5,630,122</b>
<b>Tier 2 Capital</b>	<b>4,776,878</b>	<b>5,630,122</b>	<b>4,776,878</b>	<b>5,630,122</b>
Qualifying Tier 2 Capital Instruments	1,710,000	2,341,905	1,710,000	2,341,905
Revaluation Gains	397,935	397,935	397,935	397,935
Loan Loss Provisions	2,668,942	2,890,282	2,668,942	2,890,282
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-	-	-
<b>Total Adjustments to Tier 2</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Investment in Own Shares	-	-	-	-
Others (specify)	-	-	-	-
<b>CET1 Capital</b>	<b>38,704,223</b>	<b>38,032,394</b>	<b>40,271,294</b>	<b>39,599,360</b>
<b>Total Tier 1 Capital</b>	<b>38,704,223</b>	<b>38,032,394</b>	<b>40,271,294</b>	<b>39,599,360</b>
<b>Total Capital</b>	<b>43,481,100</b>	<b>43,662,516</b>	<b>45,048,172</b>	<b>45,229,482</b>

Item	Bank		Group	
	LKR '000		LKR '000	
	30-June-23	31-December-22	30-June-23	31-December-22
<b>Total Risk Weighted Assets (RWA)</b>	<b>261,822,054</b>	<b>267,688,735</b>	<b>262,417,223</b>	<b>268,207,619</b>
RWAs for Credit Risk	213,515,399	231,222,567	213,612,926	231,295,373
RWAs for Market Risk	10,113,238	3,337,695	10,113,238	3,337,695
RWAs for Operational Risk	38,193,417	33,128,473	38,691,059	33,574,551
<b>CET1 Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer &amp; Surcharge on D-SIBs) (%)</b>	<b>14.78%</b>	<b>14.21%</b>	<b>15.35%</b>	<b>14.76%</b>
of which: Capital Conservation Buffer (%)	2.500%	2.500%	2.500%	2.500%
of which: Countercyclical Buffer (%)	-	-	-	-
of which: Capital Surcharge on D-SIBs (%)	-	-	-	-
<b>Total Tier 1 Capital Ratio (%)</b>	<b>14.78%</b>	<b>14.21%</b>	<b>15.35%</b>	<b>14.76%</b>
<b>Total Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer &amp; Surcharge on D-SIBs) (%)</b>	<b>16.61%</b>	<b>16.31%</b>	<b>17.17%</b>	<b>16.86%</b>
of which: Capital Conservation Buffer (%)	2.500%	2.500%	2.500%	2.500%
of which: Countercyclical Buffer (%)	-	-	-	-
of which: Capital Surcharge on D-SIBs (%)	-	-	-	-

**Table 3**  
**Basel III Computation of Leverage Ratio**

Item	Bank		Group	
	Amount (LKR '000)		Amount (LKR '000)	
	30-June-23	31-December-22	30-June-23	31-December-22
Tier 1 Capital	38,704,223	38,032,394	40,271,294	39,599,360
Total Exposures	444,184,828	425,622,313	444,321,081	425,733,851
On-Balance Sheet Items (excluding Derivatives and Securities Financing Transactions, but including Collateral)	427,833,715	408,172,184	427,969,968	408,283,722
Derivative Exposures	1,962,493	624,097	1,962,493	624,097
Securities Financing Transaction Exposures	0	1,500,000	0	1,500,000
Other Off-Balance Sheet Exposures	14,388,619	15,326,032	14,388,619	15,326,032
Basel III Leverage Ratio (%) (Tier 1/Total Exposure)	8.71%	8.94%	9.06%	9.30%

**Table 4**  
**Basel III Computation of Liquidity Coverage Ratio (All Currency)**

Item	Total Un-weighted Value	Total Weighted Value	Total Un-weighted Value	Total Weighted Value
	LKR '000		LKR '000	
	30-June-23		31-December-22	
Total Stock of High-Quality Liquid Assets(HQLA)	105,063,450	105,063,450	80,523,205	80,523,205
Total Adjusted Level 1A Assets	107,353,710	107,353,710	80,518,342	80,518,342
Level 1 Assets	105,063,450	105,063,450	80,523,205	80,523,205
Total Adjusted Level 2A Assets	-	-	-	-
Level 2A Assets	-	-	-	-
Total Adjusted Level 2B Assets	-	-	-	-
Level 2B Assets	-	-	-	-
Total Cash Outflows	489,835,097	72,022,720	485,249,411	71,710,175
Deposits	232,230,264	23,223,026	232,689,574	23,268,957
Unsecured Wholesale Funding	72,556,585	33,132,720	69,708,802	29,769,990
Secured Funding Transactions	-	-	34,997	-
Undrawn Portion of Committed (Irrevocable) Facilities and Other Contingent Funding Obligations	181,635,115	12,253,841	176,604,770	12,459,960
Additional Requirements	3,413,133	3,413,133	6,211,268	6,211,268
Total Cash Inflows	103,466,026	38,208,115	115,985,432	35,582,181
Maturing Secured Lending Transactions Backed by Collateral	-	-	1,511,332	-
Committed Facilities	-	-	-	-
Other Inflows by Counterparty which are Maturing within 30 Days	68,808,370	36,334,241	64,625,465	33,282,564
Operational Deposits	30,921,583	-	45,307,864	-
Other Cash Inflows	3,736,074	1,873,874	4,540,771	2,299,617
Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/ Total Net Cash Outflows over the Next 30 Calendar Days) * 100		311%		223%

**Table 5**  
**Net Stable Funding Ratio**

Item	Bank	
	Amount (LKR'000)	
	30-June-23	31-Dec-22
<b>Total Available Stable Funding</b>	<b>299,517,002</b>	<b>300,703,131</b>
Required Stable Funding – On Balance Sheet Assets	186,462,766	199,880,785
Required Stable Funding – Off Balance Sheet Items	5,988,160	5,761,837
<b>Total Required Stable Funding</b>	<b>192,450,926</b>	<b>205,642,622</b>
<b>Net Stable Funding Ratio</b>		
(Minimum Requirement - 90% - 31-Dec-2022)	<b>155.63</b>	<b>146.23</b>
(Minimum Requirement - 100% -30-June-2023)		

**Table 6****Main Features of Regulatory Capital Instruments**

Description of the Capital Instrument	Ordinary Shares (Voting)	Ordinary Shares (Non Voting)	Subordinated Debt (Debentures)	Subordinated Debt (Debentures)	Senior Debt (Debentures)	Senior Debt (Debentures)
Issuer	Nations Trust Bank PLC	Nations Trust Bank PLC	Nations Trust Bank PLC	Nations Trust Bank PLC	Nations Trust Bank PLC	Nations Trust Bank PLC
Unique Identifier (e.g., ISIN or Bloomberg Identifier for Private Placement)	LK0309N00001	LK0309N00001	NTB-BD-23/12/24 - C2441 - 12.8	NTB-BD-23/12/26 - C2442 - 12.9	N/A	N/A
Governing Law(s) of the Instrument	Companies Act, No.7 of 2007	Companies Act, No.7 of 2007	Companies Act, No.7 of 2007 Monetary Law Act No. 58 of 1949	Companies Act, No.7 of 2007 Monetary Law Act No. 58 of 1949	Companies Act, No.7 of 2007 Monetary Law Act No. 58 of 1949	Companies Act, No.7 of 2007 Monetary Law Act No. 58 of 1949
Original Date of Issuance	3-May-99	20-Feb-18	23-Dec-19	23-Dec-19	9-Jul-21	9-Jul-21
Par Value of Instrument	22.12	80	100	100	100	100
Perpetual or Dated	Perpetual	Perpetual	Dated	Dated	Dated	Dated
Original Maturity Date, if Applicable	N/A	N/A	23-Dec-24	23-Dec-26	9-Jul-26	9-Jul-26
Amount Recognised in Regulatory Capital (in LKR '000 as at the Reporting Date)	8,053,692	3,373,190	810,000	900,000	N/A	N/A
Accounting Classification (Equity/Liability)	Equity	Equity	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	Discretionary dividend amount	Discretionary dividend amount	Fixed	Fixed	Fixed	Fixed
Coupon Rate and any Related Index	Distributable profit that has been declared as dividend	Distributable profit that has been declared as dividend	12.80%	12.90%	8.90%	9.15%
Non-Cumulative or Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative
Convertible or Non-Convertible	Non-Convertible	Convertible	Convertible	Convertible	Non-Convertible	Non-Convertible
If Convertible, Conversion Trigger (s)	Non-Convertible	Starting from last market date of quarter ending 30th June and forward	As per Banking Act Direction No. 1 of 2016	As per Banking Act Direction No. 1 of 2016	N/A	N/A
If Convertible, Fully or Partially	Non-Convertible	Fully or Partially	Fully or Partially	Fully or Partially	N/A	N/A
If Convertible, Mandatory or Optional	Non-Convertible	Optional	Mandatory	Mandatory	N/A	N/A
If Convertible, Conversion Rate	Non-Convertible	1:1	Simple Average of Volume WA Price of ordinary voting shares published by the CSE, during the 3 months period, immediately preceding the date of the Trigger Event.	Simple Average of Volume WA Price of ordinary voting shares published by the CSE, during the 3 months period, immediately preceding the date of the Trigger Event.	N/A	N/A



**Table 7**  
**Credit Risk under Standardised Approach – Credit Risk Exposures and Credit Risk Mitigation (CRM) Effects**

Asset Class	Bank											
	LKR'000 as at –30–June–23						LKR'000 as at –31–December–22					
	Exposures before Credit Conversion Factor (CCF) and CRM		Exposures post CCF and CRM		RWA and RWA Density (%)		Exposures before Credit Conversion Factor (CCF) and CRM		Exposures post CCF and CRM		RWA and RWA Density (%)	
	On–Balance Sheet Amount	Off–Balance Sheet Amount	On–Balance Sheet Amount	Off–Balance Sheet Amount	RWA	RWA Density(ii)	On–Balance Sheet Amount	Off–Balance Sheet Amount	On–Balance Sheet Amount	Off–Balance Sheet Amount	RWA	RWA Density(ii)
Claims on Central Government and CBSL	66,514,730	6,329,700	66,514,730	126,594	834,778	1%	65,232,924	11,078,300	65,232,924	221,566	1,251,558	2%
Claims on Foreign Sovereigns and their Central Banks	-	-	-	-	-	0%	-	-	-	-	-	0%
Claims on Public Sector Entities	6,896,381	-	6,896,381	-	10,344,571	150%	2,739,330	-	2,739,330	-	547,866	20%
Claims on Official Entities and Multilateral Development Banks	-	-	-	-	-	0%	-	-	-	-	-	0%
Claims on Banks Exposures	32,828,982	45,638,219	32,828,982	946,838	6,900,705	20%	48,861,064	1,759,829	48,861,064	76,276	19,580,140	40%
Claims on Financial Institutions	8,245,043	18,083,774	8,245,043	390,623	6,109,231	71%	5,677,580	17,584,743	5,677,580	214,389	3,885,050	66%
Claims on Corporates	101,013,789	86,987,199	101,013,789	10,146,739	103,883,380	93%	105,928,401	88,585,698	105,928,401	10,397,566	113,384,654	97%
Retail Claims	75,547,170	82,316,920	75,547,170	3,487,161	59,098,110	75%	86,089,527	74,922,660	86,089,527	3,765,607	67,407,367	75%
Claims Secured by Residential Property	6,735,051	-	6,735,051	-	3,237,918	48%	7,367,531	-	7,367,531	-	3,623,883	49%
Claims Secured by Commercial Real Estate	281,734	-	281,734	-	281,734	100%	367,122	-	367,122	-	367,122	100%
Non-Performing Assets (NPAs)(i)	12,409,364	-	12,409,364	332,608	13,700,631	108%	10,268,250	-	10,268,250	906,552	13,596,192	122%
Higher-risk Categories	25,803	-	25,803	-	64,507	250%	25,803	-	25,803	-	64,507	250%
Cash Items and Other Assets	18,750,743	-	18,750,743	-	9,059,835	48%	17,601,433	-	17,601,433	-	7,514,228	43%
<b>Total</b>	<b>329,248,790</b>	<b>239,355,812</b>	<b>329,248,790</b>	<b>15,430,563</b>	<b>213,515,399</b>	<b>62%</b>	<b>350,158,965</b>	<b>193,931,230</b>	<b>350,158,965</b>	<b>15,581,956</b>	<b>231,222,567</b>	<b>63%</b>

Asset Class	Group											
	LKR'000 as at –30–June–23						LKR'000 as at –31–December–22					
	Exposures before		Exposures post CCF		RWA and RWA Density (%)		Exposures before		Exposures post CCF		RWA and RWA Density (%)	
	On–Balance Sheet Amount	Off–Balance Sheet Amount	On–Balance Sheet Amount	Off–Balance Sheet Amount	RWA	RWA Density(ii)	On–Balance Sheet Amount	Off–Balance Sheet Amount	On–Balance Sheet Amount	Off–Balance Sheet Amount	RWA	RWA Density(ii)
Claims on Central Government and CBSL	66,514,730	6,329,700	66,514,730	126,594	834,778	1%	65,232,924	11,078,300	65,232,924	221,566	1,251,558	2%
Claims on Foreign Sovereigns and their Central Banks	-	-	-	-	-	0%	-	-	-	-	-	0%
Claims on Public Sector Entities	6,896,381	-	6,896,381	-	10,344,571	150%	2,739,330	-	2,739,330	-	547,866	20%
Claims on Official Entities and Multilateral Development Banks	-	-	-	-	-	0%	-	-	-	-	-	0%
Claims on Banks Exposures	32,828,982	45,638,219	32,828,982	946,838	6,900,705	20%	48,861,064	1,759,829	48,861,064	76,276	19,580,140	40%
Claims on Financial Institutions	8,245,043	18,083,774	8,245,043	390,623	6,109,231	71%	5,677,580	17,584,743	5,677,580	214,389	3,885,050	66%
Claims on Corporates	101,013,789	86,987,199	101,013,789	10,146,739	103,883,380	93%	105,928,401	88,585,698	105,928,401	10,397,566	113,384,654	97%
Retail Claims	75,547,170	82,316,920	75,547,170	3,487,161	59,098,110	75%	86,089,527	74,922,660	86,089,527	3,765,607	67,407,367	75%
Claims Secured by Residential Property	6,735,051	-	6,735,051	-	3,237,918	48%	7,367,531	-	7,367,531	-	3,623,883	49%
Claims Secured by Commercial Real Estate	281,734	-	281,734	-	281,734	100%	367,122	-	367,122	-	367,122	100%
Non-Performing Assets (NPAs)(i)	12,409,364	-	12,409,364	332,608	13,700,631	108%	10,268,250	-	10,268,250	906,552	13,596,192	122%
Higher-risk Categories	-	-	-	-	-	0%	-	-	-	-	-	0%
Cash Items and Other Assets	18,912,800	-	18,912,800	-	9,221,868	49%	17,738,768	-	17,738,768	-	7,651,539	43%
<b>Total</b>	<b>329,385,043</b>	<b>239,355,812</b>	<b>329,385,043</b>	<b>15,430,563</b>	<b>213,612,926</b>	<b>62%</b>	<b>350,270,497</b>	<b>193,931,230</b>	<b>350,270,497</b>	<b>15,581,956</b>	<b>231,295,373</b>	<b>63%</b>

**Note:**  
(i) NPAs – As per Banking Act Directions on Classification of loans and advances, income recognition and provisioning.  
(ii) RWA Density – Total RWA/Exposures post CCF and CRM.



**Table 8**

**Credit Risk under Standardised Approach: Exposures by Asset Classes and Risk Weights**

Description	Bank																					
	LKR'000 as at 30-June-23 (Post CCF & CRM)											LKR'000 as at 31-December-22 (Post CCF & CRM)										
Risk Weight Asset Classes	0%	10%	20%	35%	50%	60%	75%	100%	150%	>150%	Total Credit Exposures Amount	0%	10%	20%	35%	50%	60%	75%	100%	150%	>150%	Total Credit Exposures Amount
Claims on Central Government and Central Bank of Sri Lanka	62,467,433		4,173,891		-	-	-	-	-	-	66,641,324	59,196,698		6,257,792		-	-	-	-	-	-	65,454,490
Claims on Foreign Sovereigns and their Central Banks	-		-		-	-	-	-	-	-	-	-		-		-	-	-	-	-	-	-
Claims on Public Sector Entities	-		-		-	-	-	-	6,896,381	-	6,896,381	-		2,739,330		-	-	-	-	-	-	2,739,330
Claims on Official Entities and Multilateral Development Banks	-		-		-	-	-	-	-	-	-	-		-		-	-	-	-	-	-	-
Claims on Banks Exposures	-		33,444,332		253,191	-	-	64,405	13,892	-	33,775,820	-		16,864,385		31,731,382	-	-	341,572	-	-	48,937,340
Claims on Financial Institutions	-		-		5,052,870	-	-	3,582,796	-	-	8,635,666	-		40,120		3,949,645	-	-	1,902,204	-	-	5,891,969
Claims on Corporates	-		7,926,998		1,871,099	-	-	101,362,431	-	-	111,160,528	-		2,421,507		2,008,214	-	-	111,896,246	-	-	116,325,967
Retail Claims	-		-		-	6,521,092	69,311,141	3,202,099	-	-	79,034,331	24,519		-		-	7,081,990	78,361,810	4,386,816	-	-	89,855,135
Claims Secured by Residential Property	-		-	5,380,206	-	-	-	1,354,846	-	-	6,735,051	-		-	5,759,459	-	-	-	1,608,072	-	-	7,367,531
Claims Secured by Commercial Real Estate	-		-	-	-	-	-	281,734	-	-	281,734	-		-	-	-	-	-	367,122	-	-	367,122
Non-Performing Assets (NPAs)	-		-		650,309	-	-	9,524,035	2,567,628	-	12,741,972	-		-		279,972	-	-	5,772,080	5,122,751	-	11,174,803
Higher-risk Categories	-		-		-	-	-	-	-	25,803	25,803	-		-		-	-	-	-	-	25,803	25,803
Cash Items and Other Assets	9,690,909		-		-	-	-	9,059,835	-	-	18,750,743	10,087,206		-		-	-	-	7,514,228	-	-	17,601,433
<b>Total</b>	<b>72,158,342</b>	<b>-</b>	<b>45,545,221</b>	<b>5,380,206</b>	<b>7,827,469</b>	<b>6,521,092</b>	<b>69,311,141</b>	<b>128,432,180</b>	<b>9,477,901</b>	<b>25,803</b>	<b>344,679,353</b>	<b>69,308,423</b>	<b>-</b>	<b>28,323,134</b>	<b>5,759,459</b>	<b>37,969,213</b>	<b>7,081,990</b>	<b>78,361,810</b>	<b>133,788,340</b>	<b>5,122,751</b>	<b>25,803</b>	<b>365,740,923</b>
Description	Group																					
	LKR'000 as at 30-June-23 (Post CCF & CRM)											LKR'000 as at 31-December-22 (Post CCF & CRM)										
Risk Weight Asset Classes	0%	10%	20%	35%	50%	60%	75%	100%	150%	>150%	Total Credit Exposures Amount	0%	10%	20%	35%	50%	60%	75%	100%	150%	>150%	Total Credit Exposures Amount
Claims on Central Government and Central Bank of Sri Lanka	62,467,433		4,173,891		-	-	-	-	-	-	66,641,324	59,196,698		6,257,792		-	-	-	-	-	-	65,454,490
Claims on Foreign Sovereigns and their Central Banks	-		-		-	-	-	-	-	-	-	-		-		-	-	-	-	-	-	-
Claims on Public Sector Entities	-		-		-	-	-	-	6,896,381	-	6,896,381	-		2,739,330		-	-	-	-	-	-	2,739,330
Claims on Official Entities and Multilateral Development Banks	-		-		-	-	-	-	-	-	-	-		-		-	-	-	-	-	-	-
Claims on Banks Exposures	-		33,444,332		253,191	-	-	64,405	13,892	-	33,775,820	-		16,864,385		31,731,382	-	-	341,572	-	-	48,937,340
Claims on Financial Institutions	-		-		5,052,870	-	-	3,582,796	-	-	8,635,666	-		40,120		3,949,645	-	-	1,902,204	-	-	5,891,969
Claims on Corporates	-		7,926,998		1,871,099	-	-	101,362,431	-	-	111,160,528	-		2,421,507		2,008,214	-	-	111,896,246	-	-	116,325,967
Retail Claims	-		-		-	6,521,092	69,311,141	3,202,099	-	-	79,034,331	24,519		-		-	7,081,990	78,361,810	4,386,816	-	-	89,855,135
Claims Secured by Residential Property	-		-	5,380,206	-	-	-	1,354,846	-	-	6,735,051	-		-	5,759,459	-	-	-	1,608,072	-	-	7,367,531
Claims Secured by Commercial Real Estate	-		-	-	-	-	-	281,734	-	-	281,734	-		-	-	-	-	-	367,122	-	-	367,122
Non-Performing Assets (NPAs)	-		-		650,309	-	-	9,524,035	2,567,628	-	12,741,972	-		-		279,972	-	-	5,772,080	5,122,751	-	11,174,803
Higher-risk Categories	-		-		-	-	-	-	-	-	-	-		-		-	-	-	-	-	-	-
Cash Items and Other Assets	9,690,932		-		-	-	-	9,221,868	-	-	18,912,800	10,087,229		-		-	-	-	7,651,539	-	-	17,738,768
<b>Total</b>	<b>72,158,365</b>	<b>-</b>	<b>45,545,221</b>	<b>5,380,206</b>	<b>7,827,469</b>	<b>6,521,092</b>	<b>69,311,141</b>	<b>128,594,214</b>	<b>9,477,901</b>	<b>-</b>	<b>344,815,607</b>	<b>69,308,446</b>	<b>-</b>	<b>28,323,134</b>	<b>5,759,459</b>	<b>37,969,213</b>	<b>7,081,990</b>	<b>78,361,810</b>	<b>133,925,651</b>	<b>5,122,751</b>	<b>-</b>	<b>365,852,455</b>

**Table 9****Market Risk under Standardised Measurement Method**

Item	Bank		Group	
	RWA (LKR'000)		RWA (LKR'000)	
	30-June-23	31-December-22	30-June-23	31-December-22
<b>(a) RWA for Interest Rate Risk</b>	<b>1,250,243</b>	<b>236,994</b>	<b>1,250,243</b>	<b>236,994</b>
General Interest Rate Risk	1,250,243	236,994	1,250,243	236,994
(i) Net Long or Short Position	1,250,243	236,994	1,250,243	236,994
(ii) Horizontal Disallowance	-	-	-	-
(iii) Vertical Disallowance	-	-	-	-
(iv) Options	-	-	-	-
Specific Interest Rate Risk	-	-	-	-
<b>(b) RWA for Equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
(i) General Equity Risk	-	-	-	-
(ii) Specific Equity Risk	-	-	-	-
<b>(c) RWA for Foreign Exchange &amp; Gold</b>	<b>13,912</b>	<b>180,217</b>	<b>13,912</b>	<b>180,217</b>
<b>Capital Charge for Market Risk [(a) + (b) + (c)] * CAR</b>	<b>10,113,238</b>	<b>3,337,695</b>	<b>10,113,238</b>	<b>3,337,695</b>

**Table 10**

**Operational Risk under Basic Indicator Approach/ The Standardised Approach/ The Alternative Standardised Approach**

Business Lines	Bank									
	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at 30-June-23			Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at 31-December-22		
			1st Year	2nd Year	3rd Year			1st Year	2nd Year	3rd Year
<b>The Basic Indicator Approach</b>	15%		22,735,045	28,696,804	44,051,693	15%		21,094,930	23,333,112	38,393,141
<b>The Standardised Approach</b>			-	-	-			-	-	-
Corporate Finance	18%		-	-	-	18%		-	-	-
Trading and Sales	18%		-	-	-	18%		-	-	-
Payment and Settlement	18%		-	-	-	18%		-	-	-
Agency Services	15%		-	-	-	15%		-	-	-
Asset Management	12%		-	-	-	12%		-	-	-
Retail Brokerage	12%		-	-	-	12%		-	-	-
Retail Banking	12%		-	-	-	12%		-	-	-
Commercial Banking	15%		-	-	-	15%		-	-	-
<b>The Alternative Standardised Approach</b>			-	-	-			-	-	-
Corporate Finance	18%		-	-	-	18%		-	-	-
Trading and Sales	18%		-	-	-	18%		-	-	-
Payment and Settlement	18%		-	-	-	18%		-	-	-
Agency Services	15%		-	-	-	15%		-	-	-
Asset Management	12%		-	-	-	12%		-	-	-
Retail Brokerage	12%		-	-	-	12%		-	-	-
Retail Banking	12%	0.035	-	-	-	12%	0.035	-	-	-
Commercial Banking	15%	0.035	-	-	-	15%	0.035	-	-	-
<b>Capital Charges for Operational Risk (LKR'000)</b>										
The Basic Indicator Approach	4,774,177					4,141,059				
The Standardised Approach	-					-				
The Alternative Standardised Approach	-					-				
<b>Risk Weighted Amount for Operational Risk (LKR'000)</b>										
The Basic Indicator Approach	38,193,417					33,128,473				
The Standardised Approach	-					-				
The Alternative Standardised Approach	-					-				

Business Lines	Group									
	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at 30-June-23			Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at 31-December-22		
			1st Year	2nd Year	3rd Year			1st Year	2nd Year	3rd Year
<b>The Basic Indicator Approach</b>	15%		23,078,992	29,043,409	44,605,247	15%		21,430,771	23,668,521	38,837,086
<b>The Standardised Approach</b>			-	-	-			-	-	-
Corporate Finance	18%		-	-	-	18%		-	-	-
Trading and Sales	18%		-	-	-	18%		-	-	-
Payment and Settlement	18%		-	-	-	18%		-	-	-
Agency Services	15%		-	-	-	15%		-	-	-
Asset Management	12%		-	-	-	12%		-	-	-
Retail Brokerage	12%		-	-	-	12%		-	-	-
Retail Banking	12%		-	-	-	12%		-	-	-
Commercial Banking	15%		-	-	-	15%		-	-	-
<b>The Alternative Standardised Approach</b>			-	-	-			-	-	-
Corporate Finance	18%		-	-	-	18%		-	-	-
Trading and Sales	18%		-	-	-	18%		-	-	-
Payment and Settlement	18%		-	-	-	18%		-	-	-
Agency Services	15%		-	-	-	15%		-	-	-
Asset Management	12%		-	-	-	12%		-	-	-
Retail Brokerage	12%		-	-	-	12%		-	-	-
Retail Banking	12%	0.035	-	-	-	12%	0.035	-	-	-
Commercial Banking	15%	0.035	-	-	-	15%	0.035	-	-	-
<b>Capital Charges for Operational Risk (LKR'000)</b>										
The Basic Indicator Approach	4,836,382					4,196,819				
The Standardised Approach	-					-				
The Alternative Standardised Approach	-					-				
<b>Risk Weighted Amount for Operational Risk (LKR'000)</b>										
The Basic Indicator Approach	38,691,059					33,574,551				
The Standardised Approach	-					-				
The Alternative Standardised Approach	-					-				