Basel III Minimum
Disclosure Requirements under Pillar III
as at 30th June 2024

(Un-audited)

SRI LANKA SAVINGS BANK

Key Regulatory Ratios - Capital and Liquidity

Item	30-Jun-24	31-Mar-24
Regulatory Capital (LKR '000)		
Common Equity Tier 1	6,808,738	6,820,343
Tier 1 Capital	6,808,738	6,820,343
Total Capital	6,824,920	6,837,767
Regulatory Capital Ratios (%)		
Common Equity Tier 1 Capital Ratio *(Minimum Requirement - 7.00%)*	168.21%	162.19%
Tier 1 Capital Ratio *(Minimum Requirement - 8.50%)*	168.21%	162.19%
Total Capital Ratio *(Minimum Requirement - 12.50%)*	168.61%	162.61%
Leverage Ratio *(Minimum Requirement - 3.00%)*	72.67%	73.77%
Regulatory Liquidity		
Statutory Liquid Assets (LKR'000)	4,846,455	6,289,797
Statutory Liquid Assets Ratio *(Minimum Requirement - 20%)*		
Domestic Banking Unit (%)	985.02%	1270.00%
Off-Shore Banking Unit (%)	N/A	N/A
Liquidity Coverage Ratio (%) – Rupee *(Minimum Requirement - 100%)*	6546%	6120%
Liquidity Coverage Ratio (%) – All Currency (*Minimum Requirement - 100%)*	N/A	N/A

Basel III Computation of Capital Ratios

Item	Amount (LKR '000)	
	30-Jun-24	31-Mar-24
Common Equity Tier 1 (CET1) Capital after Adjustments	6,808,738	6,820,343
Common Equity Tier 1 (CET1) Capital	6,972,217	6,972,217
Equity Capital (Stated Capital)/Assigned Capital	3,805,290	3,805,290
Reserve Fund	326,701	326,701
Published Retained Earnings/(Accumulated Retained Losses)	2,840,226	2,840,226
Published Accumulated Other Comprehensive Income (OCI)	-	-
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Unpublished Current Year's Profit/Loss and Gains reflected in OCI	-	-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	-	-
Total Adjustments to CET1 Capital	163,479	151,874
Goodwill (net)		
Intangible Assets (net)	-	-
Investments in the capital of banking and financial institutions where the bank does not own more than 10 per cent of the issued ordinary share capital of the entity	163,479	151,874
Regulatory adjustments applied to CET1 Capital due to insufficient AT1 and Tier 2 Capital to cover adjustments	-	-
Additional Tier 1 (AT1) Capital after Adjustments	-	-
Additional Tier 1 (AT1) Capital	-	-
Qualifying Additional Tier 1 Capital Instruments	-	-
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties	-	-
Total Adjustments to AT1 Capital	-	-
Investment in Own Shares	-	-
Others (specify)	-	-
Tier 2 Capital after Adjustments		

	16,182	17,424
Tier 2 Capital	16,182	17,424
Qualifying Tier 2 Capital Instruments		
Revaluation Gains		
Loan Loss Provisions	16,182	17,424
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties		
Total Adjustments to Tier 2	-	-
Investment in Own Shares		
Investments in the capital of financial institutions and where the bank does not own more than 10 per cent of the issued capital carrying voting rights of the issuing entity	-	-
CET1 Capital	6,808,738	6,820,343
Total Tier 1 Capital	6,808,738	6,820,343
Total Capital	6,824,920	6,837,767
Total Risk Weighted Assets (RWA)	4,047,780	4,205,092
RWAs for Credit Risk	2,445,396	2,678,092
RWAs for Market Risk		
RWAs for Operational Risk	1,602,384	1,527,000
CET1 Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	168.21%	162.19%
of which: Capital Conservation Buffer (%)	-	-
of which: Countercyclical Buffer (%)	-	-
of which: Capital Surcharge on D-SIBs (%)	-	-
Total Tier 1 Capital Ratio (%)	168.21%	162.19%
Total Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	168.61%	162.61%
of which: Capital Conservation Buffer (%)	-	-
of which: Countercyclical Buffer (%)	-	-
of which: Capital Surcharge on D-SIBs (%)	-	-

Computation of Leverage Ratio

Item	Amount (LKR '000)	
	30-Jun-24	31-Mar-24
Tier 1 Capital	**6,808,738**	**6,820,343**
Total Exposures	**9,369,334**	**9,245,402**
On-Balance Sheet Items (excluding Derivatives and Securities Financing Transactions, but including Collateral)	9,369,217	9,245,285
Derivative Exposures		
Securities Financing Transaction Exposures		
Other Off-Balance Sheet Exposures	117	117
Basel III Leverage Ratio (%) (Tier 1/Total Exposure)	**72.67%**	**73.77%**

Basel III Computation of Liquidity Coverage Ratio

Item	Amount (LKR'000)			
	30-Jun-24		31-Mar-24	
	Total Un-weighted Value	Total Weighted Value	Total Un-weighted Value	Total Weighted Value
Total Stock of High-Quality Liquid Assets (HQLA)	6,970,564	6,968,598	5,952,888	5,950,930
Total Adjusted Level 1A Assets	6,959,629	6,959,629	5,900,051	5,900,051
Level 1 Assets	6,966,632	6,966,632	5,948,973	5,948,973
Total Adjusted Level 2A Assets	-	-	-	-
Level 2A Assets	-	-	-	-
Total Adjusted Level 2B Assets	3,932	1,966	3,915	1,958
Level 2B Assets	3,932	1,966	3,915	1,958
Total Cash Outflows	**336,062**	**129,239**	**341,377**	**129,557**
Deposits	104,774	10,477	110,060	11,006
Unsecured Wholesale Funding	187,545	75,018	187,944	75,178
Secured Funding Transactions	-	-	-	-
Undrawn Portion of Committed (Irrevocable) Facilities and Other Contingent Funding Obligations	-	-	-	-

Additional Requirements	43,744	43,744	43,373	43,373
Total Cash Inflows	**203,504**	**22,779**	**768,908**	**32,312**
Maturing Secured Lending Transactions Backed by Collateral	157,947	-	704,284	-
Committed Facilities	-	-	-	-
Other Inflows by Counterparty which are Maturing within 30 Days	20,891	10,446	17,122	8,561
Operational Deposits	-	-	-	-
Other Cash Inflows	24,666	12,333	47,502	23,751
Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/Total Net Cash Outflows over the Next 30 Calendar Days) * 100		**6546%**		**6120%**

Computation of Net Stable Funding Ratio

Item	Amount (LKR '000)	
	30-Jun-24	**31-Mar-24**
Total Available Stable Funding	**7,411,122**	**7,435,160**
Required Stable Funding – On Balance Sheet Assets	**2,921,719**	**2,917,092**
Required Stable Funding – Off Balance Sheet Items	12	12
Total Required Stable Funding	2,921,731	2,917,104
NSFR	**254%**	**255%**

Main Features of Regulatory Capital Instruments

Description of the Capital Instrument	Stated Capital
Issuer	Sri Lanka Savings Bank
Unique Identifier (e.g., ISIN or Bloomberg Identifier for Private Placement)	-
Governing Law(s) of the Instrument	Sri Lanka
Original Date of Issuance	11th October 2019
Par Value of Instrument	-
Perpetual or Dated	Perpetual
Original Maturity Date, if Applicable	Not Applicable
Amount Recognized in Regulatory Capital (in LKR ‘000 as at the Reporting Date)	3,805,290.00
Accounting Classification (Equity/Liability)	Equity
Issuer Call subject to Prior Supervisory Approval	Not Applicable
Optional Call Date, Contingent Call Dates and Redemption Amount (LKR ‘000)	Not Applicable
Subsequent Call Dates, if Applicable	Not Applicable
Coupons/Dividends	Dividends
Fixed or Floating Dividend/Coupon	Not Applicable
Coupon Rate and any Related Index	Not Applicable
Non-Cumulative or Cumulative	Non-Cumulative
Convertible or Non-Convertible	Not Applicable
If Convertible, Conversion Trigger (s)	Not Applicable
If Convertible, Fully or Partially	Not Applicable
If Convertible, Mandatory or Optional	Not Applicable
If Convertible, Conversion Rate	Not Applicable

Credit Risk under Standardized Approach – Credit Risk Exposures and Credit Risk Mitigation (CRM) Effects

Asset Class	Amount (LKR'000) as at 30th June 2024					
	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)
Claims on Central Government and CBSL	4,260,161		4,260,161		-	0%
Claims on Foreign Sovereigns and their Central Banks	-					
Claims on Public Sector Entities	164		164		164	100%
Claims on Official Entities and Multilateral Development Banks	-		-		-	
Claims on Banks Exposures	981,644		818,165		184,542	23%
Claims on Financial Institutions	2,187,895		446,127		223,077	50%
Claims on Corporates	3,932		3,932		3,932	100%
Retail Claims	259,343	200	256,692	100	198,333	77%
Claims Secured by Residential Property	260,324	34	260,324	17	260,341	100%

Claims Secured by Commercial Real Estate	-		-			
Non-Performing Assets (NPAs)[(i)]	46,305		46,305		45,191	98%
Higher-risk Categories	-		-			
Cash Items and Other Assets	1,532,926		1,532,926		1,529,817	100%
Total	**9,532,694**	**234**	**7,624,796**	**117**	**2,445,397**	**32%**

Credit Risk under Standardized Approach: Exposures by Asset Classes and Risk Weights

Description	**Amount (LKR'000) as at 30th June 2024 (Post CCF & CRM)**							
Risk Weight / Asset Classes	**0%**	**20%**	**50%**	**75%**	**100%**	**150%**	**>150%**	**Total Credit Exposures Amount**
Claims on Central Government and Central Bank of Sri Lanka	4,260,161							**4,260,161**
Claims on Foreign Sovereigns and their Central Banks								**-**
Claims on Public Sector Entities					164			**164**
Claims on Official Entities and Multilateral Development Banks								**-**
Claims on Banks Exposures		748,470	69,695					**818,165**

Claims on Financial Institutions			446,100		27			**446,127**
Claims on Corporates					3,932			**3,932**
Retail Claims				233,837	22,955			**256,792**
Claims Secured by Residential Property					260,341			**260,341**
Claims Secured by Commercial Real Estate								**-**
Non-Performing Assets (NPAs)			4,018		40,498	1,789		**46,305**
Higher-risk Categories								**-**
Cash Items and Other Assets	3,109				1,529,817			**1,532,926**
Total	**4,263,270**	**748,470**	**519,813**	**233,837**	**1,857,734**	**1,789**	**-**	**7,624,913**

Operational Risk under Basic Indicator Approach

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at 30.06.2024		
			1 st Year	2 nd Year	3 rd Year
The Basic Indicator Approach	15%		958,280	1,480,929	1,566,760
Capital Charges for Operational Risk (LKR'000)					
The Basic Indicator Approach					200,298
Risk Weighted Amount for Operational Risk (LKR'000)					
The Basic Indicator Approach					1,602,384

Differences between Accounting and Regulatory Scopes and Mapping of Financial Statement Categories with Regulatory Risk Categories

Item	Amount (LKR '000) as at 30th June 2024				
	a	b	c	d	e
	Carrying Values as Reported in Published Financial Statements	Carrying Values under Scope of Regulatory Reporting	Subject to Credit Risk Framework	Subject to Market Risk Framework	Not subject to Capital Requirements or Subject to Deduction from Capital
Assets	**9,532,696**	**9,532,696**	**9,366,565**	**-**	**166,131**
Cash and Cash Equivalents	56,207	56,207	56,207		-
Balances with Central Banks		-			-
Placements with Banks	695,373	695,373	695,373		-
Derivative Financial Instruments		-			-
Financial assets at amortized cost		-			-
- Loans and Advances	565,972	565,972	563,321		2,651
- Debt and Other Instruments	6,448,029	6,448,029	6,448,029		-
Financial Assets Designated at Fair Value through Profit or Loss		-			-
Financial assets measured at fair value through other comprehensive income	237,298	237,298	73,819		163,479
Investments in Subsidiaries		-			-
Investments in Associates and Joint Ventures		-			-
Property, Plant and Equipment	1,130,594	1,130,594	1,130,594		-
Right of use assets	- 0	- 0	- 0		-
Investment Properties	349,000	349,000	349,000		-
Goodwill and Intangible Assets	0	0	0		-
Deferred Tax Assets		-			-
Other Assets	50,223	50,223	50,223		
Liabilities					

	1,040,729	**1,040,729**	**-**	**-**	**-**
Due to Banks	-	-			
Derivative Financial Instruments		-			
Financial liabilities at amortized cost		-			
Due to depositors	414,351	414,351			
Due to other borrowers	34,839	34,839			
Lease Liability	0	0			
Debt Securities Issued	73,169	73,169			
Retirement benefit obligations	61,892	61,892			
Current Tax Liabilities	201,341	201,341			
Deferred Tax Liabilities	27,727	27,727			
Other Provisions		-			
Other Liabilities	227,410	227,410			
Due to Subsidiaries		-			
Shareholders' Equity	**8,491,967**	**8,491,967**	**-**	**-**	**1,028,839**
Stated capital/Assigned capital	3,805,290	3,805,290			
Statutory reserve fund	338,368	338,368			
OCI reserve	138,863	138,863			138,863
Retained earnings	5,228,097	5,228,097			
Other reserves	- 1,018,652	- 1,018,652			889,976
Total Equity and Liabilities	**9,532,696**	**9,532,696**	**-**	**-**	**1,028,839**
Off-Balance Sheet Liabilities	233	233	-	-	-
Guarantees					
Performance Bonds					
Letters of Credit					
Other Contingent Items					
Undrawn Loan Commitments	233	233			
Other Commitments					