

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

Item	Reporting Period 2018.12.31	Reporting Period 2017.12.31
<b>Common Equity Tier I (CETI) Capital after Adjustments</b>	<b>7,142,977.00</b>	<b>6,444,143.00</b>
<b>Total Common Equity Tier I (CET1) Capital</b>	<b>7,141,090.00</b>	<b>6,442,620.00</b>
Equity capital or stated capital/assigned capital	1,740,883.00	1,740,883.00
Reserve fund	294,912.00	182,636.00
Published retained earnings/(Accumulated retained losses)	5,055,536.00	4,455,202.00
Accumulated other comprehensive income (OCI)	49,759.00	63,899.00
General and other disclosed reserves	-	-
Unpublished current year's profit/(losses) and gains reflected in OCI	-	-
Ordinary shares issued by consolidated banking and financial subsidiaries	-	-
<b>Total Adjustments to CET1 Capital</b>	<b>(1,887.00)</b>	<b>(1,523.00)</b>
Goodwill (net)	-	-
Other intangible assets (net)	-	-
Revaluation losses of property, plant and equipment	-	-
Deferred tax assets (net)	(1,727.00)	(941.00)
Cash flow hedge reserve	-	-
Unrealised gains on sale related securitisation transactions	-	-
Shortfall of the cumulative impairment to specific provisions	-	-
Changes in own credit risk	-	-
Defined benefit pension fund assets	-	-
Investment in own shares	-	-
Reciprocal cross holdings in the capital of banking and other financial institutions	-	-
Investments in the capital of banking and financial institutions where the bank has significant influence	-	158.00
Significant investments in the capital of financial institutions where the bank has significant influence	-	-
Shortfall of capital in financial subsidiaries	-	-
Regulatory adjustments applied to CET1 Capital due to insufficient AT1 capital	-	-
Amount due from head office & branches outside Sri Lanka in Sri Lanka Rupee	-	-
Amount due to head office & branches outside Sri Lanka in Sri Lanka Rupee	(160.00)	(740.00)
Amount due from head office & branches outside Sri Lanka in Foreign Currency	-	-
<b>Additional Tier 1 (AT1) Capital after Adjustments</b>	<b>(1,976.00)</b>	<b>(5,472.00)</b>
<b>Total Additional Tier 1 (AT1) Capital</b>	<b>-</b>	<b>-</b>
Qualifying Additional Tier 1 Capital Instruments	-	-
Instruments issued by consolidated banking and financial subsidiaries of the bank	-	-
<b>Total Adjustments to AT1 Capital</b>	<b>1,976.00</b>	<b>5,472.00</b>
Investment in own shares	-	-
Reciprocal cross holdings in AT1 capital instruments	-	-
Investments in the capital of banking and financial institutions where the bank has significant influence	1,976.00	5,472.00
Significant investments in the capital of banking and financial institutions where the bank has significant influence	-	-
Regulatory adjustments applied to AT1 due to insufficient Tier 2 capital to support AT1	-	-
<b>Tier 2 Capital after Adjustments</b>	<b>68,957.00</b>	<b>74,234.00</b>
<b>Total Tier 2 Capital</b>	<b>68,957.00</b>	<b>74,234.00</b>
Qualifying Tier 2 Capital Instruments	-	-
Revaluation gains	-	-
General provisions	68,957.00	74,234.00
Instruments issued by consolidated banking and financial subsidiaries of the bank	-	-
<b>Total Adjustments to Tier 2 Capital</b>	<b>-</b>	<b>-</b>
Investment in own shares	-	-
Reciprocal cross holdings in Tier 2 capital instruments	-	-
Investments in the capital of financial institutions and where the bank does not have significant influence	-	-
Significant investments in the capital of banking and financial institutions where the bank has significant influence	-	-
<b>Total Tier 1 Capital</b>	<b>7,141,001.00</b>	<b>6,438,671.00</b>
<b>Total Capital</b>	<b>7,209,958.00</b>	<b>6,512,905.00</b>

Item	Reporting Period 2018.12.31	Reporting Period 2017.12.31
Total Risk Weighted Amount	24,055,061.00	24,056,837.00
Risk Weighted Amount for Credit Risk	22,150,547.00	22,309,513.00
Risk Weighted Amount for Market Risk	169,979.00	35,182.00
Risk Weighted Amount for Operational Risk	1,734,535.00	1,712,142.00
CET1 Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer & Surcharge on D - SIBs) (%)	29.69	26.79
Of which : Capital Conservation Buffer (%)	451,032.00	13,532.00
Of which : Countercyclical Buffer (%)	-	-
Of which : Capital Surcharge on D-SIBs (%)	-	-
Total Tier 1 Capital Ratio (%)	29.69	26.76
Total Capital Ratio (Including Capital Conservation Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	29.97	27.07
Of which : Capital Conservation Buffer (%)	0.06	0.00
Of which : Countercyclical Buffer (%)	-	-
Of which : Capital Surcharge on D-SIBs (%)	-	-