



**Basel III - Pillar 3 Disclosures  
as at 31 March 2023**



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**Key Regulatory Ratios - Capital and Liquidity**

Item	As at 31 Mar 2023	As at 31 Dec 2022 (Audited)
<b>Regulatory Capital (LKR '000)</b>		
Common Equity Tier 1	12,358,169	12,336,541
Tier 1 Capital	12,358,169	12,336,541
Total Capital	15,251,069	14,960,985
<b>Regulatory Capital Ratios (%)</b>		
Common Equity Tier 1 Capital Ratio (Min. Requirement - 7%)	12.6%	13.0%
Tier 1 Capital Ratio (Min. Requirement - 8.5%)	12.6%	13.0%
Total Capital Ratio (Min. Requirement - 12.5%)	15.6%	15.8%
Leverage Ratio (Min. Requirement - 3%)	7.69%	7.37%
<b>Regulatory Liquidity</b>		
Statutory Liquid Assets (LKR'000) - Domestic Banking Unit	38,078,278	35,743,999
Statutory Liquid Assets (USD'000) - Off-Shore Banking Unit	2,696	1,581
Statutory Liquid Assets Ratio (Min. Requirement - 20%)		
Domestic Banking Unit (%)	30.39%	28.65%
Off-Shore Banking Unit (%)	38.16%	24.15%
Liquidity Coverage Ratio (%) – Rupee (Min Requirement - 100%/90%)	136.87%	150.29%
Liquidity Coverage Ratio (%) – All Currency (Min Requirement -100%/90%)	121.33%	126.45%

**Basel III Computation of Capital Ratios**

Item	Amount (LKR '000) As at 31 Mar 2023	Amount (LKR '000) As at 31 Dec 2022 (Audited)
<b>Common Equity Tier 1 (CET1) Capital after Adjustments</b>	<b>12,358,169</b>	<b>12,336,541</b>
<b>Common Equity Tier 1 (CET1) Capital</b>	<b>12,358,169</b>	<b>13,267,685</b>
Equity Capital (Stated Capital)/Assigned Capital	11,348,821	11,348,821
Reserve Fund	197,102	197,102
Published Retained Earnings/(Accumulated Retained Losses)	1,721,762	1,721,762
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Unpublished Current Year's Profit/Loss and Gains reflected in OCI	-	-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	-	-
<b>Total Adjustments to CET1 Capital</b>	<b>909,516</b>	<b>931,145</b>
Goodwill (net)		
Intangible Assets (net)	303,187	319,253
Others (Net Deferred Tax Asset & Significant investments in the capital of financial institutions where the bank owns more than 10 per cent of the issued ordinary share capital of the entity)	606,329	611,892
<b>Additional Tier 1 (AT1) Capital after Adjustments</b>		-
<b>Additional Tier 1 (AT1) Capital</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>		-
Investment in Own Shares		-
Others (specify)		-
<b>Tier 2 Capital after Adjustments</b>	<b>2,892,899</b>	<b>2,624,444</b>
<b>Tier 2 Capital</b>	<b>2,892,899</b>	<b>2,624,444</b>
Qualifying Tier 2 Capital Instruments		-
Revaluation Gains	707,723	707,723
Loan Loss Provisions	2,185,177	1,916,721
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties		-
<b>Total Adjustments to Tier 2</b>		-
Investment in Own Shares		-
Others (specify)		-
<b>CET1 Capital</b>	<b>12,358,169</b>	<b>12,336,541</b>
<b>Total Tier 1 Capital</b>	<b>12,358,169</b>	<b>12,336,541</b>
<b>Total Capital</b>	<b>15,251,069</b>	<b>14,960,985</b>
<b>Total Risk Weighted Assets (RWA)</b>	<b>98,046,576</b>	<b>94,718,796</b>
RWAs for Credit Risk	90,405,107	88,027,334
RWAs for Market Risk	952,942	533,294
RWAs for Operational Risk	6,688,528	6,158,168
CET1 Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	12.60%	13.02%
of which: Capital Conservation Buffer (%)	2.500%	2.500%
of which: Countercyclical Buffer (%)		
of which: Capital Surcharge on D-SIBs (%)		
<b>Total Tier 1 Capital Ratio (%)</b>	<b>12.60%</b>	<b>13.02%</b>
<b>Total Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer &amp; Surcharge on D-SIBs) (%)</b>	<b>15.55%</b>	<b>15.80%</b>
of which: Capital Conservation Buffer (%)	2.500%	2.500%
of which: Countercyclical Buffer (%)	-	-
of which: Capital Surcharge on D-SIBs (%)	-	-

\* This represents CET1 Capital after applicable adjustments

- CET1 Capital before adjustments (LKR '000)

13,267,685

13,267,685

**Computation of Leverage Ratio**

Item	Amount (LKR '000)	
	As at 31 Mar 2023	As at 31 Dec 2022 (Audited)
<b>Tier 1 Capital</b>	<b>12,358,169</b>	<b>11,884,715</b>
<b>Total Exposures</b>	<b>160,604,379</b>	<b>161,273,299</b>
On-Balance Sheet Items (excluding Derivatives and Securities Financing Transactions, but including Collateral)	142,063,098	140,756,748
Derivative Exposures	9,941,127	12,927,848
Securities Financing Transaction Exposures		
Other Off-Balance Sheet Exposures	8,600,154	7,588,703
<b>Basel III Leverage Ratio (%) (Tier 1/Total Exposure)</b>	<b>7.69%</b>	<b>7.37%</b>

**Basel III Computation of Liquidity Coverage Ratio**

Item	Amount (LKR'000)			
	As at 31 Mar 2023		As at 31 Dec 2022	
	Total Un-weighted Value	Total Weighted Value	Total Un-weighted Value	Total Weighted Value
<b>Total Stock of High-Quality Liquid Assets (HQLA)</b>	7,512,065	7,484,239	8,256,196	8,226,415
<b>Total Adjusted Level 1A Assets</b>	7,456,413	7,456,413	8,196,635	8,196,635
Level 1 Assets	7,456,413	7,456,413	8,196,635	8,196,635
<b>Total Adjusted Level 2A Assets</b>			-	-
Level 2A Assets			-	-
<b>Total Adjusted Level 2B Assets</b>			-	-
Level 2B Assets	55,652	27,826	59,561	29,781
<b>Total Cash Outflows</b>	179,413,610	56,712,789	132,414,300	26,022,408
Deposits	94,559,088	9,455,909	94,271,050	9,427,105
Unsecured Wholesale Funding	20,137,232	9,872,568	17,759,516	9,131,826
Secured Funding Transactions				
Undrawn Portion of Committed (Irrevocable)	19,955,816	5,065,489	20,362,853	7,442,597
Facilities and Other Contingent Funding Obligations	280,334	280,334	20,880	20,880
Additional Requirements				
<b>Total Cash Inflows</b>	44,481,141	32,038,489	41,497,638	22,150,798
Maturing Secured Lending Transactions Backed by Collateral	10,658,595	10,658,595	9,824,951	9,824,951
Committed Facilities				
Other Inflows by Counterparty which are Maturing within 30 Days	16,173,753	13,575,093	15,047,363	12,273,720
Operational Deposits	2,039,434		16,521,070	
Other Cash Inflows	15,609,358	7,804,679	104,254	52,127
<b>Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/Total Net Cash Outflows over the Next 30 Calendar Days) * 100</b>		121.33		126.45

**Main Features of Regulatory Capital Instruments**

Description of the Capital Instrument	Ordinary Shares
Issuer	Amana Bank PLC
CSE Security Code	ABLN0000
Original Date of Issuance	29-Jan-14
Par Value of Instrument	N/A
Perpetual or Dated	Perpetual
Original Maturity Date, if Applicable	N/A
Amount Recognised in Regulatory Capital (in LKR '000 as at 31 Mar 2023)	13,267,685
Accounting Classification (Equity/Liability)	Shareholders' Equity
<b>Issuer Call subject to Prior Supervisory Approval</b>	
Optional Call Date, Contingent Call Dates and Redemption Amount (LKR '000)	N/A
Subsequent Call Dates, if Applicable	N/A
<b>Coupons/Dividends</b>	
Fixed or Floating Dividend/Coupon	N/A
Coupon Rate and any Related Index	N/A
Non-Cumulative or Cumulative	N/A
<b>Convertible or Non-Convertible</b>	
If Convertible, Conversion Trigger (s)	N/A
If Convertible, Fully or Partially	N/A
If Convertible, Mandatory or Optional	N/A
If Convertible, Conversion Rate	N/A

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

Asset Class	Exposures before Credit Conversion Factor (CCF) and CRM					
	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	6,338,779	-	6,338,779	-	-	0%
Claims on Foreign Sovereigns and their Central Banks	-	-	-	-	-	-
Claims on Public Sector Entities	-	-	-	-	-	-
Claims on Official Entities and Multilateral Development Banks	-	-	-	-	-	0%
Claims on Banks Exposures	45,495,861	16,760,923	45,495,861	373,992	14,996,787	33%
Claims on Financial Institutions	1,055,275	-	1,055,275	-	1,055,275	100%
Claims on Corporates	32,298,948	13,134,575	31,763,509	4,778,159	36,541,668	100%
Retail Claims	41,295,997	6,419,565	40,915,038	2,868,697	28,148,733	64%
Claims Secured by Residential Property	4,656,456	-	4,656,456	-	2,759,615	59%
Claims Secured by Commercial Real Estate	-	-	-	-	-	-
Non-Performing Assets (NPAs) (i)	1,773,942	48,666	1,773,942	9,733	1,524,156	85%
Higher-risk Categories	125,567	-	125,567	-	313,918	250%
Cash Items and Other Assets	8,966,620	899,842	8,966,620	899,842	5,064,955	51%
<b>Total</b>	<b>142,007,445</b>	<b>37,263,570</b>	<b>141,091,047</b>	<b>8,930,423</b>	<b>90,405,107</b>	<b>60%</b>

**Notes:**

- (i) 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.


**Market Risk under Standardised Measurement Method**

Item	RWA Amount (LKR'000) As at 31 Mar 2023
<b>(a) RWA for Interest Rate Risk</b>	-
General Interest Rate Risk	-
(i) Net Long or Short Position	-
(ii) Horizontal Disallowance	-
(iii) Vertical Disallowance	-
(iv) Options	-
Specific Interest Rate Risk	-
<b>(b) RWA for Equity</b>	<b>13,493</b>
(i) General Equity Risk	6,957
(ii) Specific Equity Risk	6,536
<b>(c) RWA for Foreign Exchange &amp; Gold</b>	<b>105,625</b>
<b>Capital Charge for Market Risk [(a) + (b) + (c)] * CAR</b>	<b>952,942</b>

### Operational Risk under Basic Indicator Approach

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at 31 Mar 2023		
			1st Year	2nd Year	3rd Year
<b>The Basic Indicator Approach</b>	15%		4,324,821	5,215,446	7,181,048
<b>The Standardised Approach</b>					
Corporate Finance	18%		N/A		
Trading and Sales	18%				
Payment and Settlement	18%				
Agency Services	15%				
Asset Management	12%				
Retail Brokerage	12%				
Retail Banking	12%				
Commercial Banking	15%				
<b>The Alternative Standardised Approach</b>					
Corporate Finance	18%		N/A		
Trading and Sales	18%				
Payment and Settlement	18%				
Agency Services	15%				
Asset Management	12%				
Retail Brokerage	12%				
Retail Banking	12%				
Commercial Banking	15%				
<b>Capital Charges for Operational Risk (LKR'000)</b>					
The Basic Indicator Approach			836,066		
The Standardised Approach			N/A		
The Alternative Standardised Approach			N/A		
<b>Risk Weighted Amount for Operational Risk (LKR'000)</b>					
The Basic Indicator Approach			6,688,528		
The Standardised Approach			N/A		
The Alternative Standardised Approach			N/A		

**Differences between Accounting and Regulatory Scopes and Mapping of Financial Statement Categories with Regulatory Risk Categories – Bank Only**

Item	Amount (LKR *000) as at 31 March 2023				
	a	b	c	d	e
	Carrying Values as Reported in Published Financial Statements*	Carrying Values as under Scope of Regulatory Reporting**	Subject to Credit Risk	Subject to Market Risk Framework	Not Subject to Capital Requirements or Subject to Deduction From Capital
<b>Assets</b>	<b>142,972,615</b>	<b>142,972,614</b>	<b>141,091,047</b>	<b>55,652</b>	<b>3,094,692</b>
Cash and Cash Equivalents	22,601,303	4,801,507	4,801,507	-	-
Balances with Central Banks	5,261,962	5,261,962	5,261,962	-	-
Placements with Banks	28,461,969	40,795,068	40,795,068	-	-
Derivative Financial Instruments	243,168	243,168	243,168	-	-
Other Financial Assets Held-For-Trading	-	-	-	-	-
Financial Assets Designated at Fair Value through Profit or Loss	55,652	55,652	-	55,652	-
Financing and Receivables to Banks	-	-	-	-	-
Financing and Receivables to Other Customers	80,022,350	80,022,350	77,837,173	-	2,185,177
Financial Assets Measured at Fair Value through Other Comprehensive Income	327,103	327,103	128,560	-	198,543
Investments in Subsidiaries	-	-	-	-	-
Investments in Associates and Joint Ventures	-	-	-	-	-
Property, Plant and Equipment	2,451,298	2,451,298	2,451,298	-	-
Investment Properties	-	-	-	-	-
Goodwill and Intangible Assets	303,187	303,187	-	-	303,187
Deferred Tax Assets	407,786	407,786	-	-	407,786
Other Assets	2,836,837	8,303,533	9,572,312	-	-
<b>Liabilities</b>	<b>128,395,988</b>	<b>128,395,987</b>	<b>-</b>	<b>-</b>	<b>-</b>
Due to Banks	9,331,510	8,317,848	-	-	-
Derivative Financial Instruments	623,601	623,601	-	-	-
Other Financial Liabilities Held-For-Trading	-	-	-	-	-
Financial Liabilities Designated at Fair Value Through Profit or Loss	-	-	-	-	-
Due to Other Customers	115,500,013	113,724,993	-	-	-
Other Borrowings	-	-	-	-	-
Debt Securities Issued	-	-	-	-	-
Current Tax Liabilities	681,496	681,496	-	-	-
Deferred Tax Liabilities	-	-	-	-	-
Other Provisions	-	-	-	-	-
Other Liabilities	2,259,368	5,048,049	-	-	-
Due to Subsidiaries	-	-	-	-	-
Subordinated Term Debts	-	-	-	-	-
<b>Off-Balance Sheet Liabilities</b>	<b>20,258,285</b>	<b>20,258,285</b>	<b>18,796,243</b>	<b>-</b>	<b>1,462,042</b>
Guarantees	3,453,275	3,453,275	3,453,275	-	-
Performance Bonds	1,241,052	1,241,052	1,241,052	-	-
Letters of Credit	492,816	492,816	492,816	-	-
Other Contingent Items	3,539,717	3,539,717	3,539,717	-	-
Undrawn Loan Commitments	8,452,054	8,452,054	8,452,054	-	-
Other Commitments	3,079,372	3,079,372	1,617,330	-	1,462,042
<b>Shareholders' Equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Equity Capital (Stated Capital)/Assigned Capital	11,348,821	11,348,821	-	-	-
of which Amount Eligible for CET1	11,348,821	11,348,821	-	-	-
of which Amount Eligible for AT1	-	-	-	-	-
Retained Earnings	1,942,436	1,913,433	-	-	-
Accumulated Other Comprehensive Income	79,991	79,991	-	-	-
Other Reserves	1,205,379	1,234,382	-	-	707,723
<b>Total Shareholders' Equity</b>	<b>14,576,627</b>	<b>14,576,627</b>	<b>-</b>	<b>-</b>	<b>707,723</b>