

**Basel III - Pillar 3 Disclosures  
as at 31 December 2025**



## **Table of Contents**

1. Key Regulatory Ratios - Capital and Liquidity
2. Basel III Computation of Capital Ratios
3. Computation of Leverage Ratio
4. Basel III Computation of Liquidity Coverage Ratio
5. Main Features of Regulatory Capital Instruments
6. Credit Risk under Standardised Approach: Credit Risk Exposures & Credit Risk Mitigation (CRM) effects
7. Market Risk under Standardised Measurement Method
8. Operational Risk under Basic Indicator Approach
9. Differences between Accounting and Regulatory Scopes and Mapping of Financial Statement Categories with Regulatory Risk Categories –Bank

### Key Regulatory Ratios - Capital and Liquidity

Item	As at 31 Dec 2025	As at 30 Sep 2025
<b>Regulatory Capital (LKR '000)</b>		
Common Equity Tier 1	22,556,793	21,149,306
Tier 1 Capital	22,556,793	21,149,306
Total Capital	25,382,332	24,377,481
<b>Regulatory Capital Ratios (%)</b>		
Common Equity Tier 1 Capital Ratio (Min. Requirement - 7%)	13.0%	12.7%
Tier 1 Capital Ratio (Min. Requirement - 8.5%)	13.0%	12.7%
Total Capital Ratio (Min. Requirement - 12.5%)	14.7%	14.6%
Leverage Ratio (Min. Requirement - 3%)	10.40%	9.84%
<b>Regulatory Liquidity</b>		
Statutory Liquid Assets (LKR'000) - Domestic Banking Unit	N/A	N/A
Statutory Liquid Assets (USD'000) - Off-Shore Banking Unit	N/A	N/A
Statutory Liquid Assets Ratio (Min. Requirement - 20%)		
Domestic Banking Unit (%)	N/A	N/A
Off-Shore Banking Unit (%)	N/A	N/A
Liquidity Coverage Ratio (%) – Rupee (Min Requirement - 100%)	330.34%	234.16%
Liquidity Coverage Ratio (%) – All Currency (Min Requirement -100%)	231.51%	173.09%

**Basel III Computation of Capital Ratios**

Item	Amount (LKR '000) As at 31 Dec 2025	Amount (LKR '000) As at 30 Sep 2025
<b>Common Equity Tier 1 (CET1) Capital after Adjustments</b>	<b>22,556,793</b>	<b>21,149,306</b>
<b>Common Equity Tier 1 (CET1) Capital</b>	<b>23,742,181</b>	<b>22,635,798</b>
Equity Capital (Stated Capital)/Assigned Capital	17,633,461	17,633,461
Reserve Fund	479,223	355,174
Published Retained Earnings/(Accumulated Retained Losses)	5,250,238	4,568,377
Published Accumulated Other Comprehensive Income (OCI)	379,258	78,785
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Unpublished Current Year's Profit/Loss and Gains reflected in OCI	-	-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>1,185,387</b>	<b>1,486,493</b>
Goodwill (net)		
Intangible Assets (net)	485,127	490,772
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 )	700,260	995,721
<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>2,825,539</b>	<b>3,228,175</b>
<b>Tier 2 Capital</b>	<b>2,825,539</b>	<b>3,228,175</b>
Qualifying Tier 2 Capital Instruments		
Revaluation Gains	707,723	707,723
Loan Loss Provisions	2,117,816	2,520,453
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>22,556,793</b>	<b>21,149,306</b>
<b>Total Tier 1 Capital</b>	<b>22,556,793</b>	<b>21,149,306</b>
<b>Total Capital</b>	<b>25,382,332</b>	<b>24,377,481</b>
<b>Total Risk Weighted Assets (RWA)</b>	<b>173,129,129</b>	<b>166,624,380</b>
RWAs for Credit Risk	149,901,702	146,790,649
RWAs for Market Risk	859,756	667,371
RWAs for Operational Risk	22,367,672	19,166,360
CET1 Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	13.03%	12.69%
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>13.03%</b>	<b>12.69%</b>
<b>Total Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer &amp; Surcharge on D-SIBs) (%)</b>	<b>14.66%</b>	<b>14.63%</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) 23,742,181      22,635,798

**Computation of Leverage Ratio**

Item	Amount (LKR '000)	
	As at 31 Dec 2025	As at 30 Sep 2025
<b>Tier 1 Capital</b>	<b>22,556,793</b>	<b>21,149,306</b>
<b>Total Exposures</b>	<b>216,829,593</b>	<b>215,007,905</b>
On-Balance Sheet Items (excluding Derivatives and Securities Financing Transactions, but including Collateral)	203,099,468	201,095,047
Derivative Exposures	-	-
Securities Financing Transaction Exposures		
Other Off-Balance Sheet Exposures	13,730,125	13,912,858
<b>Basel III Leverage Ratio (%) (Tier 1/Total Exposure)</b>	<b>10.40%</b>	<b>9.84%</b>

**Basel III Computation of Liquidity Coverage Ratio**

Item	Amount (LKR'000)			
	As at 31 Dec 2025		As at 30 Sep 2025	
	Total Un-weighted Value	Total Weighted Value	Total Un-weighted Value	Total Weighted Value
<b>Total Stock of High-Quality Liquid Assets (HQLA)</b>	17,753,447	17,733,965	14,341,920	14,286,741
<b>Total Adjusted Level 1A Assets</b>	17,714,484	17,714,484	14,231,561	14,231,561
Level 1 Assets	17,714,484	17,714,484	14,231,561	14,231,561
<b>Total Adjusted Level 2A Assets</b>	-	-	-	-
Level 2A Assets	-	-	-	-
<b>Total Adjusted Level 2B Assets</b>	38,963	19,481	110,358	55,179
Level 2B Assets	38,963	19,481	110,358	55,179
<b>Total Cash Outflows</b>	<b>196,867,964</b>	<b>30,640,476</b>	<b>202,392,007</b>	<b>33,014,870</b>
Deposits	146,976,274	14,697,627	142,520,497	14,252,050
Unsecured Wholesale Funding	25,205,229	14,570,860	27,344,481	15,125,651
Secured Funding Transactions	-	-	-	-
Undrawn Portion of Committed (Irrevocable)	7,580,581	516,328	12,845,102	942,655
Facilities and Other Contingent Funding Obligations	17,105,496	855,275	19,681,488	2,694,074
Additional Requirements	385	385	439	439
<b>Total Cash Inflows</b>	<b>66,509,706</b>	<b>44,349,725</b>	<b>63,901,800</b>	<b>45,157,895</b>
Maturing Secured Lending Transactions Backed by Collateral	16,796,353	16,796,353	10,299,204	10,299,204
Committed Facilities	-	-	-	-
Other Inflows by Counterparty which are Maturing within 30 Days	31,137,516	27,072,477	39,127,812	33,822,284
Operational Deposits	17,614,048	-	12,401,970	-
Other Cash Inflows	961,789	480,894	2,072,813	1,036,407
<b>Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/Total Net Cash Outflows over the Next 30 Calendar Days) * 100</b>		<b>231.51</b>		<b>173.09</b>

## Main Features of Regulatory Capital Instruments

Description of the Capital Instrument	Ordinary Shares
Issuer	Amana Bank PLC
CSE Security Code	ABL.N0000
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 Dec 2025)	23,742,181
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 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	7,798,760	-	7,798,760	-	-
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	26,549,277	84,651	26,549,277	-	5,392,362	20%
Claims on Financial Institutions	5,038	-	5,038	1,693	6,688	99%
Claims on Corporates	54,595,286	13,228,988	54,233,388	5,417,902	59,651,290	100%
Retail Claims	86,193,236	22,177,921	84,848,814	7,259,211	66,103,690	72%
Claims Secured by Residential Property	8,156,274	-	8,156,274	-	7,744,547	95%
Claims Secured by Commercial Real Estate	-	-	-	-	-	-
Non-Performing Assets (NPAs) (i)	2,007,595	301,837	2,007,595	60,367	1,746,679	84%
Higher-risk Categories	226,439	-	226,439	-	566,098	250%
Cash Items and Other Assets	17,543,589	992,645	17,543,589	992,645	8,690,348	47%
<b>Total</b>	<b>203,075,495</b>	<b>36,786,041</b>	<b>201,369,175</b>	<b>13,731,819</b>	<b>149,901,702</b>	<b>70%</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 Dec 2025
<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>11,292</b>
(i) General Equity Risk	5,646
(ii) Specific Equity Risk	5,646
<b>(c) RWA for Foreign Exchange &amp; Gold</b>	<b>96,177</b>
<b>Capital Charge for Market Risk [(a) + (b) + (c)] * CAR</b>	<b>859,756</b>

### Operational Risk under Basic Indicator Approach

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at 31 December 2025		
			1st Year	2nd Year	3rd Year
<b>The Basic Indicator Approach</b>	15%		9,210,428	21,982,997	24,725,746
<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			2,795,959		
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			22,367,672		
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 December 2025				
	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>204,306,528</b>	<b>204,306,528</b>	<b>201,369,175</b>	<b>38,963</b>	<b>3,303,204</b>
Cash and Cash Equivalents	14,955,182	11,396,348	11,396,348	-	-
Balances with Central Banks	7,733,586	7,733,586	7,733,586	-	-
Placements with Banks	22,989,957	26,531,244	26,531,244	-	-
Derivative Financial Instruments	21,672	21,672	21,672	-	-
Other Financial Assets Held-For-Trading	-	-	-	-	-
Financial Assets Designated at Fair Value through Profit or Loss	38,963	38,963	-	38,963	-
Financing and Receivables to Banks	-	-	-	-	-
Financing and Receivables to Other Customers	150,952,391	150,952,391	148,834,575	-	2,117,816
Financial Assets Measured at Fair Value through Other Comprehensive Income	924,253	924,253	837,115	-	87,137
Investments in Subsidiaries	-	-	-	-	-
Investments in Associates and Joint Ventures	-	-	-	-	-
Property, Plant and Equipment	3,278,103	3,278,103	3,278,103	-	-
Investment Properties	-	-	-	-	-
Goodwill and Intangible Assets	485,127	485,127	-	-	485,127
Deferred Tax Assets	613,123	613,123	-	-	613,123
Other Assets	2,314,169	2,331,717	2,736,532	-	-
<b>Liabilities</b>	<b>179,221,415</b>	<b>179,221,415</b>	<b>-</b>	<b>-</b>	<b>-</b>
Due to Banks	1,881,171	1,860,958	-	-	-
Derivative Financial Instruments	479	479	-	-	-
Other Financial Liabilities Held-For-Trading	-	-	-	-	-
Financial Liabilities Designated at Fair Value Through Profit or Loss	-	-	-	-	-
Due to Other Customers	172,073,723	171,429,745	-	-	-
Other Borrowings	-	-	-	-	-
Debt Securities Issued	-	-	-	-	-
Current Tax Liabilities	852,449	852,449	-	-	-
Deferred Tax Liabilities	-	-	-	-	-
Other Provisions	-	-	-	-	-
Other Liabilities	4,413,593	5,077,783	-	-	-
Due to Subsidiaries	-	-	-	-	-
Subordinated Term Debts	-	-	-	-	-
<b>Off-Balance Sheet Liabilities</b>	<b>38,598,977</b>	<b>38,598,977</b>	<b>36,701,391</b>	<b>-</b>	<b>1,897,586</b>
Guarantees	6,477,061	6,477,061	6,477,061	-	-
Performance Bonds	1,380,275	1,380,275	1,380,275	-	-
Letters of Credit	7,113,417	7,113,417	7,113,417	-	-
Other Contingent Items	9,630,328	9,630,328	9,630,328	-	-
Undrawn Loan Commitments	7,557,208	7,557,208	7,557,208	-	-
Other Commitments	6,440,688	6,440,688	4,543,101	-	1,897,586
<b>Shareholders' Equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Equity Capital (Stated Capital)/Assigned Capital	17,633,461	17,633,461	-	-	-
of which Amount Eligible for CET1	17,633,461	17,633,461	-	-	-
of which Amount Eligible for AT1	-	-	-	-	-
Retained Earnings	5,250,238	5,306,387	-	-	-
Accumulated Other Comprehensive Income	632,097	632,097	-	-	-
Other Reserves	1,569,316	1,513,167	-	-	707,723
<b>Total Shareholders' Equity</b>	<b>25,085,113</b>	<b>25,085,113</b>	<b>-</b>	<b>-</b>	<b>707,723</b>