



**Basel III - Pillar 3 Disclosures  
as at 31 March 2022**



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**Key Regulatory Ratios - Capital and Liquidity**

Item	As at 31 Mar 2022 (Unaudited)	As at 31 Dec 2021 (Audited)
<b>Regulatory Capital (LKR '000)</b>		
Common Equity Tier 1	12,057,501	12,016,737
Tier 1 Capital	12,057,501	12,016,737
Total Capital	14,011,732	13,764,883
<b>Regulatory Capital Ratios (%)</b>		
Common Equity Tier 1 Capital Ratio (Min. Requirement - 7%)	12.4%	13.7%
Tier 1 Capital Ratio (Min. Requirement - 8.5%)	12.4%	13.7%
Total Capital Ratio (Min. Requirement - 12.5%)	14.4%	15.7%
Leverage Ratio (Min. Requirement - 3%)	6.29%	7.42%
<b>Regulatory Liquidity</b>		
Statutory Liquid Assets (LKR'000) - Domestic Banking Unit	23,900,171	27,508,421
Statutory Liquid Assets (USD'000) - Off-Shore Banking Unit	4,089	4,099
Statutory Liquid Assets Ratio (Min. Requirement - 20%)		
Domestic Banking Unit (%)	22.06%	26.87%
Off-Shore Banking Unit (%)	40.71%	45.33%
Liquidity Coverage Ratio (%) – Rupee (Min Requirement - 100%)	162.49%	165.18%
Liquidity Coverage Ratio (%) – All Currency (Min Requirement -100%)	111.29%	118.47%

**Basel III Computation of Capital Ratios**

Item	Amount (LKR '000)	Amount (LKR '000)
	As at 31 Mar 2022 (Unaudited)	As at 31 Dec 2021 (Audited)
<b>Common Equity Tier 1 (CET1) Capital after Adjustments</b>	<b>12,057,501</b>	<b>12,016,737</b>
<b>Common Equity Tier 1 (CET1) Capital</b>	<b>12,057,501</b>	<b>12,016,737</b>
Equity Capital (Stated Capital)/Assigned Capital	11,079,706	11,079,706
Reserve Fund	157,693	157,693
Published Retained Earnings/(Accumulated Retained Losses)	1,225,549	1,225,549
Published Accumulated Other Comprehensive Income (OCI)	15,584	59,339
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Unpublished Current Year's Profit/Loss and Gains reflected in OCI	-	-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>421,031</b>	<b>505,550</b>
Goodwill (net)	-	-
Intangible Assets (net)	220,922	232,835
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 )	148,037	272,715
<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>1,954,230</b>	<b>1,748,146</b>
<b>Tier 2 Capital</b>	<b>1,954,230</b>	<b>1,748,146</b>
Qualifying Tier 2 Capital Instruments		
Revaluation Gains	570,270	570,270
Loan Loss Provisions	1,383,960	1,748,146
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>12,057,501</b>	<b>12,016,737</b>
<b>Total Tier 1 Capital</b>	<b>12,057,501</b>	<b>12,016,737</b>
<b>Total Capital</b>	<b>14,011,732</b>	<b>13,764,884</b>
<b>Total Risk Weighted Assets (RWA)</b>	<b>96,989,923</b>	<b>87,952,947</b>
RWAs for Credit Risk	91,030,093	82,377,355
RWAs for Market Risk	458,895	265,871
RWAs for Operational Risk	5,500,936	5,309,720
CET1 Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	12.43%	13.66%
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>12.43%</b>	<b>13.66%</b>
<b>Total Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer &amp; Surcharge on D-SIBs) (%)</b>	<b>14.45%</b>	<b>15.65%</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)

12,478,532

12,522,287

**Computation of Leverage Ratio**

Item	Amount (LKR '000)	
	As at 31 Mar 2022	As at 31 Dec 2021
<b>Tier 1 Capital</b>	<b>12,057,501</b>	<b>12,016,737</b>
<b>Total Exposures</b>	<b>191,815,835</b>	<b>161,945,756</b>
On-Balance Sheet Items (excluding Derivatives and Securities Financing Transactions, but including Collateral)	<b>132,670,203</b>	<b>121,403,353</b>
Derivative Exposures	<b>51,360,015</b>	<b>33,104,984</b>
Securities Financing Transaction Exposures		
Other Off-Balance Sheet Exposures	<b>7,785,617</b>	<b>7,437,419</b>
<b>Basel III Leverage Ratio (%) (Tier 1/Total Exposure)</b>	<b>6.29%</b>	<b>7.42%</b>

**Basel III Computation of Liquidity Coverage Ratio**

Item	Amount (LKR'000)			
	As at 31 March 2022		As at 31 December 2021	
	Total Un-weighted Value	Total Weighted Value	Total Un-weighted Value	Total Weighted Value
<b>Total Stock of High-Quality Liquid Assets (HQLA)</b>	7,652,283	7,625,346	7,346,859	7,314,542
<b>Total Adjusted Level 1A Assets</b>	7,598,409	7,598,409	7,282,225	7,282,225
Level 1 Assets	7,598,409	7,598,409	7,282,225	7,282,225
<b>Total Adjusted Level 2A Assets</b>				
Level 2A Assets				
<b>Total Adjusted Level 2B Assets</b>				
Level 2B Assets	53,874	26,937	64,634	32,317
<b>Total Cash Outflows</b>	121,440,869	17,830,261	113,301,390	15,361,454
Deposits	91,467,903	9,146,790	85,305,361	8,530,536
Unsecured Wholesale Funding	14,402,408	6,691,917	10,705,997	5,404,010
Secured Funding Transactions				
Undrawn Portion of Committed (Irrevocable)	14,813,034	1,234,029	17,231,150	1,368,026
Facilities and Other Contingent Funding Obligations	757,524	757,524	58,882	58,882
Additional Requirements				
<b>Total Cash Inflows</b>	15,065,077	10,978,559	12,761,216	9,187,395
Maturing Secured Lending Transactions Backed by Collateral	8,663,235	8,663,235	7,371,019	7,371,019
Committed Facilities				
Other Inflows by Counterparty which are Maturing within 30 Days	2,882,251	1,441,163	1,781,936	891,005
Operational Deposits	1,771,267		1,757,518	
Other Cash Inflows	1,748,323	874,161	1,850,742	925,371
<b>Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/Total Net Cash Outflows over the Next 30 Calendar Days) * 100</b>		111.29		118.47

**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 March 2022)	12,478,532
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	Amount (LKR'000) as at 31 March 2022					
	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	5,028,617	2,900,000	5,028,617	58,000	-	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	26,833,973	52,290,772	26,833,973	1,327,482	8,746,535	31%
Claims on Financial Institutions	45,860	-	45,860	-	45,823	100%
Claims on Corporates	33,829,845	14,086,447	31,350,983	3,574,831	34,815,660	100%
Retail Claims	46,203,545	9,619,862	43,677,233	3,350,071	33,041,712	70%
Claims Secured by Residential Property	4,982,147	-	4,982,147	-	3,191,989	64%
Claims Secured by Commercial Real Estate	-	-	-	-	-	-
Non-Performing Assets (NPAs) (i)	1,715,894	418,727	1,715,894	83,745	2,038,836	113%
Higher-risk Categories	122,055	-	122,055	-	305,138	250%
Cash Items and Other Assets	13,852,028	678,604	13,852,028	678,604	8,844,401	61%
<b>Total</b>	<b>132,613,964</b>	<b>79,994,412</b>	<b>127,608,789</b>	<b>9,072,733</b>	<b>91,030,093</b>	<b>67%</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 2022
<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>12,491</b>
(i) General Equity Risk	7,031
(ii) Specific Equity Risk	5,460
<b>(c) RWA for Foreign Exchange &amp; Gold</b>	<b>44,871</b>
<b>Capital Charge for Market Risk [(a) + (b) + (c)] * CAR</b>	<b>458,895</b>

### Operational Risk under Basic Indicator Approach

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at 31 Mar 2022		
			1st Year	2nd Year	3rd Year
<b>The Basic Indicator Approach</b>	15%		4,212,067	4,324,821	5,215,446
<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			687,617		
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			5,500,936		
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 Mar 2022				
	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>139,571,172</b>	<b>139,571,171</b>	<b>136,681,523</b>	<b>56,241</b>	<b>5,522,170</b>
Cash and Cash Equivalents	9,287,817	5,686,231	5,686,231	-	-
Balances with Central Banks	4,433,136	4,433,136	4,433,136	-	-
Placements with Banks	23,216,458	26,100,794	26,100,794	-	-
Derivative Financial Instruments	10,837,554	10,837,554	4,357,618	-	-
Other Financial Assets Held-For-Trading	-	-	-	-	148,037
Financial Assets Designated at Fair Value through Profit or Loss	56,241	56,241	-	56,241	-
Financing and Receivables to Banks	-	-	-	-	-
Financing and Receivables to Other Customers	86,728,283	86,728,283	86,728,283	-	5,005,175
Financial Investments - Available-For-Sale	273,085	273,085	125,048	-	148,037
Financial Investments - Held-To-Maturity	-	-	-	-	-
Investments in Subsidiaries	-	-	-	-	-
Investments in Associates and Joint Ventures	-	-	-	-	-
Property, Plant and Equipment	2,383,655	2,055,683	2,055,683	-	-
Investment Properties	-	-	-	-	-
Goodwill and Intangible Assets	220,922	220,922	-	-	220,922
Deferred Tax Assets	52,072	52,072	-	-	-
Other Assets	2,081,949	3,127,170	7,194,729	-	-
<b>Liabilities</b>	<b>125,754,823</b>	<b>125,755,485</b>	<b>-</b>	<b>-</b>	<b>-</b>
Due to Banks	9,781,489	8,321,888	-	-	-
Derivative Financial Instruments	6,479,936	6,479,936	-	-	-
Other Financial Liabilities Held-For-Trading	-	-	-	-	-
Financial Liabilities Designated at Fair Value Through Profit or Loss	-	-	-	-	-
Due to Other Customers	105,980,855	105,502,713	-	-	-
Other Borrowings	-	-	-	-	-
Debt Securities Issued	-	-	-	-	-
Current Tax Liabilities	471,039	471,039	-	-	-
Deferred Tax Liabilities	-	-	-	-	-
Other Provisions	-	-	-	-	-
Other Liabilities	3,041,504	4,979,909	-	-	-
Due to Subsidiaries	-	-	-	-	-
Subordinated Term Debts	-	-	-	-	-
<b>Off-Balance Sheet Liabilities</b>	<b>87,924,263</b>	<b>87,997,524</b>	<b>74,369,503</b>	<b>-</b>	<b>13,563,923</b>
Guarantees	2,628,654	2,655,603	2,628,654	-	-
Performance Bonds	638,969	643,880	638,969	-	-
Letters of Credit	1,577,849	1,594,242	1,577,849	-	-
Other Contingent Items	69,569,721	69,578,884	56,014,961	-	13,563,923
Undrawn Loan Commitments	13,509,069	13,524,914	13,509,069	-	-
Other Commitments	-	-	-	-	-
<b>Shareholders' Equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Equity Capital (Stated Capital)/ Assigned Capital	11,079,706	11,079,706	-	-	-
of which Amount Eligible for CET1	11,079,706	11,079,706	-	-	-
of which Amount Eligible for AT1	-	-	-	-	-
Retained Earnings	1,476,289	1,475,625	-	-	-
Accumulated Other Comprehensive Income	25,973	25,973	-	-	-
Other Reserves	1,234,381	1,234,381	-	-	571,607
<b>Total Shareholders' Equity</b>	<b>13,816,349</b>	<b>13,815,685</b>	<b>-</b>	<b>-</b>	<b>571,607</b>