



## **Basel III - Minimum Disclosure Requirements under Pillar III**

**As at 30<sup>th</sup> June 2025**

**(Un-audited)**

**National Savings Bank**

Market Discipline - Minimum Disclosure Requirements under Pillar III

Key Regulatory Ratios- Capital and Liquidity

Item	Bank		Group	
	30.06.2025	30.06.2024	30.06.2025	30.06.2024
<b>Regulatory Capital(LKR '000)</b>				
Common Equity Tier 1	61,100,105	50,268,381	73,417,736	61,695,035
Tier 1 Capital	66,100,105	55,268,381	78,417,736	66,695,035
Total Capital	72,614,117	63,604,262	84,853,199	74,961,235
<b>Regulatory Capital Ratios(%)</b>				
Common Equity Tier 1 Capital Ratio(Minimum Requirement : 7% )	20.452	16.467	23.482	19.624
Tier 1 Capital Ratio(Minimum Requirement : 8.5% )	22.126	18.105	25.081	21.214
Total Capital Ratio (Minimum Requirement : 12.5% )	24.306	20.835	27.140	23.843
Leverage Ratio(Minimum Requirement : 3%)	7.275	6.625	7.831	7.461
<b>Regulatory Liquidity</b>				
Liquidity Coverage Ratio(%) -Rupee (Minimum Requirement : 100%)	362.25	318.64	N/A	N/A
Liquidity Coverage Ratio(%) -All Currency (Minimum Requirement: 100%)	356.06	314.37	N/A	N/A
NSFR (%) - (Minimum Requirement :100%)	197.06	184.18	N/A	N/A

Basel III Computation of Capital Ratios

(LKR '000)

Item	Bank		Group	
	30.06.2025	30.06.2024	30.06.2025	30.06.2024
<b>Common Equity Tier 1 (CET1) Capital after Adjustments</b>	<b>61,100,105</b>	<b>50,268,381</b>	<b>73,417,736</b>	<b>61,695,035</b>
<b>Total Common Equity Tier 1 (CET1) Capital</b>	<b>81,769,680</b>	<b>67,507,737</b>	<b>87,311,748</b>	<b>71,877,712</b>
Equity Capital (Stated capital) /Assigned capital	9,400,000	9,400,000	9,400,000	9,400,000
Reserve fund	5,694,877	5,369,172	5,810,742	5,464,218
Published Retained Earnings/(Accumulated Retained Losses)	23,111,292	9,057,105	28,420,814	13,254,720
Published Accumulated other comprehensive income (OCI)	471,626	589,575	588,314	666,898
General and other disclosed reserves	43,091,885	43,091,885	43,091,877	43,091,877
Unpublished current year's profit/(losses) and gains reflected in OCI	-	-	-	-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>20,669,574</b>	<b>17,239,354</b>	<b>13,894,010</b>	<b>10,182,676</b>
Goodwill (net)	-	-	-	-
Intangible assets (net)	2,565,710	829,030	2,567,832	830,902
Revaluation losses of property, plant and equipment	46,140	46,140	46,140	46,140
Deferred tax assets (net)	4,973,087	3,579,140	4,973,087	3,579,140
Cash flow hedge reserve	-	-	-	-
Gains on sale related securitisation transactions	-	-	-	-
Defined benefit pension fund assets (Net)	-	2,230,673	-	2,230,673
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	6,340,690	3,290,908	6,306,952	3,495,823
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	6,632,559	6,735,682	-	-
Shortfall of the Capital in Financial Subsidiaries	111,389	527,783	-	-
<b>Additional Tier 1 (AT1) Capital after Adjustments</b>	<b>5,000,000</b>	<b>5,000,000</b>	<b>5,000,000</b>	<b>5,000,000</b>
<b>Total Additional Tier 1 (AT1) Capital</b>	<b>5,000,000</b>	<b>5,000,000</b>	<b>5,000,000</b>	<b>5,000,000</b>
Qualifying Additional Tier 1 Capital Instruments	5,000,000	5,000,000	5,000,000	5,000,000
Instruments issued by consolidated banking and financial subsidiaries of the bank and held by third parties	-	-	-	-
<b>Total Adjustments to AT1 Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Investment in own shares	-	-	-	-
<b>Tier 2 Capital after Adjustments</b>	<b>6,514,012</b>	<b>8,335,881</b>	<b>6,435,463</b>	<b>8,266,200</b>

Basel III Computation of Capital Ratios

(LKR '000)

Item	Bank		Group	
	30.06.2025	30.06.2024	30.06.2025	30.06.2024
<b>Total Tier 2 Capital</b>	<b>8,050,168</b>	<b>8,335,881</b>	<b>8,055,449</b>	<b>8,350,753</b>
Qualifying Tier 2 Capital Instruments	-	-	-	-
Revaluation gains	5,287,981	5,287,981	5,287,981	5,287,981
Loan Loss Provisions	2,762,187	3,047,900	2,767,468	3,062,772
Instruments issued by consolidated banking and financial subsidiaries of the bank and held by third parties	-	-	-	-
<b>Total Adjustments to Tier 2 Capital</b>	<b>1,536,156</b>	<b>-</b>	<b>1,619,986</b>	<b>84,553</b>
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	1,536,156	-	1,619,986	84,553
<b>CET 1 Capital</b>	<b>61,100,105</b>	<b>50,268,381</b>	<b>73,417,736</b>	<b>61,695,035</b>
<b>Total Tier 1 Capital</b>	<b>66,100,105</b>	<b>55,268,381</b>	<b>78,417,736</b>	<b>66,695,035</b>
<b>Total Capital</b>	<b>72,614,117</b>	<b>63,604,262</b>	<b>84,853,199</b>	<b>74,961,235</b>
<b>Total Risk Weighted Assets(RWA)</b>	<b>298,743,638</b>	<b>305,270,650</b>	<b>312,652,505</b>	<b>314,392,487</b>
RWAs for Credit Risk	220,974,998	243,831,978	221,397,465	245,021,767
RWAs for Market Risk	14,115,176	8,881,728	23,396,464	14,688,472
RWAs for Operational Risk	63,653,464	52,556,944	67,858,576	54,682,248
<b>CET I Capital Ratio(including Capital Conservation Buffer,Countercyclical Capital Buffer &amp; Surcharge on D-SIBs)(%)</b>	<b>20.452</b>	<b>16.467</b>	<b>23.482</b>	<b>19.624</b>
of which :Capital Consvration Buffer(%)	2.500	2.500	2.500	2.500
of which: Countercyclical Buffer(%)	0.000	0.000	0.000	0.000
of which:Capital Surcharge on D-SIBs(%)	0.000	0.000	0.000	0.000
<b>Total Tier I Capital Ratio(%)</b>	<b>22.126</b>	<b>18.105</b>	<b>25.081</b>	<b>21.214</b>
<b>Total Capital Ratio(including Capital Conservation Buffer,Countercyclical Capital Buffer &amp; Surcharge on D-SIBs)(%)</b>	<b>24.306</b>	<b>20.835</b>	<b>27.140</b>	<b>23.843</b>
of which :Capital Consvration Buffer(%)	2.500	2.500	2.500	2.500
of which: Countercyclical Buffer(%)	0.000	0.000	0.000	0.000
of which:Capital Surcharge on D-SIBs(%)	0.000	0.000	0.000	0.000

**Computation of Leverage Ratio**

(LKR '000)

Item	Bank		Group	
	30.06.2025	30.06.2024	30.06.2025	30.06.2024
Tier I Capital	66,100,105	55,268,382	78,417,737	66,695,035
Total Exposures	908,617,319	834,243,149	1,001,319,025	893,936,730
On Balance Sheet Items(excluding Derivatives and Securities Financing Transactions,but including Collateral)	820,642,324	768,687,048	866,196,177	803,225,483
Derivative Exposures	197,130	57,409	197,130	57,409
Securities Financing Transaction Exposures	85,012,726	61,997,526	132,152,270	87,113,712
Other Off-Balance Sheet Exposures	2,765,139	3,501,166	2,773,447	3,540,125
Basel III Leverage Ratio(%) (Tier I/Total Exposure)	7.275%	6.625%	7.831%	7.461%

Basel III Computation of Liquidity Coverage Ratio (Bank)

Item	Amount (LKR '000)			
	30.06.2025		30.06.2024	
	Total Un-weighted value	Total weighted value	Total Un-weighted value	Total Weighted value
Total Stock of High-Quality Liquid Assets(HQLA)	1,030,520,295	1,029,923,725	870,440,215	870,130,976
Total Adjusted Level 1A Assets	1,029,451,561	1,029,451,561	870,005,175	870,005,175
Level 1 Assets	1,029,327,155	1,029,327,155	869,821,738	869,821,738
Total Adjusted Level 2A Assets	-	-	-	-
Level 2A Assets	-	-	-	-
Total Adjusted Level 2B Assets	1,193,140	596,570	618,477	309,238
Level 2B Assets	1,193,140	596,570	618,477	309,238
Total Cash Outflows	1,579,887,415	301,817,303	1,502,536,680	291,006,182
Deposits	1,278,146,469	127,814,647	1,233,509,830	123,350,983
Unsecured Wholesale Funding	272,945,499	164,707,776	248,416,651	160,793,097
Secured Funding Transactions	16,124,586	-	10,058,311	-
Undrawn Portion of Committed (Irrevocable)Facilities and Other Contingent Funding Obligations	6,558,985	3,184,837	6,921,476	3,234,061
Additional Requirements	6,111,876	6,111,876	3,630,413	3,630,413
Total Cash Inflows	30,126,921	12,564,815	32,915,742	14,175,325
Maturing Secured Lending Transactions Backed by Collateral	15,752,679	6,279,549	11,813,755	4,078,675
Committed Facilities	-	-	-	-
Other Inflows by Counterparty which are Maturing within 30Days	9,358,578	6,235,980	16,955,167	10,068,649
Operational Deposits	4,966,377	-	4,115,838	-
Other Cash Inflows	49,287	49,287	30,983	28,001
Liquidity Coverage Ratio(%)Stock of High Quality Liquid Assets/Total Net Cash Outflow over the Next 30 Calendar Days)*100		356.06		314.32

Computation of Net Stable Funding Ratio (Bank)

Item	Amount (LKR '000)	
	30.06.2025	30.06.2024
Total Available Stable Funding	1,177,732,886	1,129,872,887
Required Stable Funding – On Balance Sheet Assets	596,989,606	613,106,187
Required Stable Funding – Off Balance Sheet Items	659,456	350,394
Total Required Stable Funding	597,649,062	613,456,581
NSFR	197.06	184.18

## Main Features of Regulatory Capital Instruments

Description of the Capital Instrument	
Issuer	National Savings Bank
Unique Identifier	
Governing Law(s) of the Instrument	Sri Lanka
Original Date of Issance	27th October 2020
Par Value of Instrument	100
Perpetual or Dated	Perpetual
Original Maturity Date	-
Amount Recognised in Regulatory Capital (Rs'000)	5,000,000
Accounting Classification(Euity/Liability)	Liability
<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	N/A
<b>Coupons/Dividends</b>	
Fixed or Floating Dividend/Coupon	Floating/Fixed
Coupon Rate and any Related Index	Six (06) Months Treasury Bill Rate +1.50%/9.25%(Fixed)
Non-Cumulative or Cumulative	Non-Cumulative
<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 (Bank)**  
**Credit Risk Exposures and Credit Risk Mitigation(CRM) Effects**

Item	Amount (LKR '000) as at 30.06.2025					
	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 (*)
Claims on Central Government and CBSL	1,066,243,291	5,981,700	1,042,227,808	119,634	-	-
Claims on Foreign Sovereigns and their Central Banks	-	-	-	-	-	-
Claims on Public Sector Entities	184,430,843	323,970	57,491	-	57,491	100.0
Claims on Official Entities and Multilateral Development Banks	-	-	-	-	-	-
Claims on Banks Exposures	23,046,559	5,170,360	23,046,559	1,063,407	10,400,474	43.1
Claims on Financial Institutions	6,003,148	-	6,003,148	-	3,394,680	56.5
Claims on Corporates	5,525,987	-	5,525,987	-	5,397,620	97.7
Retail Claims	349,783,158	1,747,260	305,898,397	-	131,092,507	42.9
Claims Secured by Residential Property	59,352,872	188,684	59,352,872	94,342	24,028,234	40.4
Claims Secured by Commercial Real Estate	-	-	-	-	-	-
Non -Performing Assets(NPAs)	13,256,818	-	13,256,818	-	11,365,799	85.7
Higher Risk Categories	678,441	-	678,441	-	1,696,103	250.0
Cash Items and Other Assets	36,366,768	1,487,755	36,366,768	1,487,755	33,542,090	88.6
<b>Total</b>	<b>1,744,687,883</b>	<b>14,899,729</b>	<b>1,492,414,286</b>	<b>2,765,138</b>	<b>220,974,998</b>	<b>14.8</b>

Note:

(\*) RWA Density - Total RWA/Exposures post CCF and CRM.

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

Item	Amount (LKR '000) as at 30.06.2025					
	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 (*)
Claims on Central Government and CBSL	1,072,255,130	5,981,700	1,044,821,803	119,634	-	-
Claims on Foreign Sovereigns and their Central Banks	-	-	-	-	-	-
Claims on Public Sector Entities	184,431,007	323,970	57,655	-	57,655	100.0
Claims on Official Entities and Multilateral Development Banks	-	-	-	-	-	-
Claims on Banks Exposures	23,138,846	5,170,360	23,138,846	1,063,407	10,422,323	43.1
Claims on Financial Institutions	6,385,889	-	6,385,889	-	3,586,469	56.2
Claims on Corporates	5,532,173	-	5,532,173	-	5,403,807	97.7
Retail Claims	349,944,771	1,747,260	306,058,209	-	131,212,366	42.9
Claims Secured by Residential Property	59,587,709	188,684	59,587,709	94,342	24,263,072	40.7
Claims Secured by Commercial Real Estate	-	-	-	-	-	-
Non -Performing Assets(NPAs)	13,270,810	-	13,270,810	-	11,376,432	85.7
Higher Risk Categories	-	-	-	-	-	-
Cash Items and Other Assets	37,893,412	1,496,063	37,893,412	1,496,063	35,075,341	89.0
<b>Total</b>	<b>1,752,439,747</b>	<b>14,908,037</b>	<b>1,496,746,507</b>	<b>2,773,446</b>	<b>221,397,465</b>	<b>14.8</b>

Note:

(\*) RWA Density - Total RWA/Exposures post CCF and CRM.



Market Risk under Standardised Measurement Method (Bank)

Item	RWA Amount(LKR'000) as at 30.06.2025
<b>(a)RWA for Interest Rate Risk</b>	<b>7,332,034</b>
General Interest Rate Risk	7,332,034
(i)Net Long or Short Position	7,332,034.37
(ii)Horizontal Disallowance	-
(iii)Vertical Disallowance	-
(iv)Options	-
Specific Interest Rate Risk	-
<b>(b)RWA for Equity</b>	<b>3,109,154</b>
(i)General Equity Risk	1,763,136
(ii)Specific Equity Risk	1,346,018
<b>(c)RWA for Foreign Exchange &amp; Gold</b>	<b>3,673,993</b>
<b>Capital Charge for Market Risk{(a)+(b)+(c) } *CAR</b>	<b>1,764,398</b>

Market Risk under Standardised Measurement Method (Group)

Item	RWA Amount(LKR'000) as at 30.06.2025
<b>(a)RWA for Interest Rate Risk</b>	<b>16,831,018</b>
General Interest Rate Risk	16,831,018
(i)Net Long or Short Position	16,831,018
(ii)Horizontal Disallowance	-
(iii)Vertical Disallowance	-
(iv)Options	-
Specific Interest Rate Risk	-
<b>(b)RWA for Equity</b>	<b>2,891,460</b>
(i)General Equity Risk	1,518,770
(ii)Specific Equity Risk	1,372,690
<b>(c)RWA for Foreign Exchange &amp; Gold</b>	<b>3,673,993</b>
<b>Capital Charge for Market Risk{(a)+(b)+(c) } *CAR</b>	<b>2,924,559</b>

Operational Risk under Basic Indicator Approach (Bank)

Capital Charge	Capital Charge Factor	Gross Income (LKR'000) as at 30.06.2025			LKR'000
		1st Year	2nd Year	3rd Year	
The Basic Indicator Approach	15%	19,289,051	53,686,943	86,157,655	
Capital Charge					7,956,682
Risk Weighted Amount for Operational Risk					63,653,464

Operational Risk under Basic Indicator Approach (Group)

Capital Charge	Capital Charge Factor	Gross Income (LKR'000) as at 30.06.2025			LKR'000
		1st Year	2nd Year	3rd Year	
The Basic Indicator Approach	15%	21,789,996	58,121,877	89,734,566	
Capital Charge					8,482,322
Risk Weighted Amount for Operational Risk					67,858,576

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

Item	Amount (LKR'000) as at 30.06.2025				
	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
<b>Assets</b>	<b>1,811,046,335</b>	<b>1,811,046,335</b>	<b>1,490,864,088</b>	<b>47,356,874</b>	<b>272,825,371</b>
Cash and cash equivalents	9,287,763	9,287,763	9,276,130	11,633	-
Balances with Central Bank	172,332	172,332	172,332	-	-
Placements with banks	17,635,214	17,635,214	17,635,214	-	-
Derivative financial instruments	49,287	49,287	-	-	49,287
<b>Financial assets recognized through profit or loss measured at fair value/Other Financial Assets Held for Trading</b>	<b>20,058,728</b>	<b>20,058,728</b>	<b>-</b>	<b>19,172,964</b>	<b>885,764</b>
<b>Financial assets designated at fair value through profit or loss</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Financial assets at amortised cost</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Loans and Advances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Loans and receivables to banks	12,777,477	12,777,477	-	-	12,777,477
Loans and receivables to other customers	500,769,806	500,769,806	261,283,244	-	239,486,561
<b>Debt and other instruments/Financial Investments Held to Maturity</b>	<b>1,135,682,184</b>	<b>1,135,682,184</b>	<b>1,135,682,184</b>	<b>-</b>	<b>-</b>
Financial assets measured at fair value through OCI/Financial Investments Available for Sale	33,654,379	33,654,379	27,175	28,172,277	5,454,927
Investments in subsidiaries	7,311,000	7,311,000	678,441	-	6,632,559
Investments in associates and joint ventures	-	-	-	-	-
Property, Plant and Equipment	17,315,062	17,315,062	17,315,062	-	-
Investment properties	-	-	-	-	-
Intangible assets	2,565,710	2,565,710	-	-	2,565,710
Deferred tax assets	4,973,087	4,973,087	-	-	4,973,087
<b>Other assets</b>	<b>48,794,306</b>	<b>48,794,306</b>	<b>48,794,306</b>	<b>-</b>	<b>-</b>
<b>Liabilities</b>	<b>1,697,182,914</b>	<b>1,697,182,914</b>	<b>-</b>	<b>-</b>	<b>-</b>
Due to banks	384,578	384,578	-	-	-
Derivative financial instruments	2,323	2,323	-	-	-
Financial liabilities recognized through profit	-	-	-	-	-
Financial liabilities at amortised cost:	-	-	-	-	-
- Due to depositors	1,576,378,655	1,576,378,655	-	-	-
- due to debt securities holders	-	-	-	-	-
- due to other borrowers	55,044,205	55,044,205	-	-	-
Debt securities issued	11,844,798	11,844,798	-	-	-
Retirement benefit obligations	19,860,654	19,860,654	-	-	-
Current tax liabilities	9,293,962	9,293,962	-	-	-
Deferred tax liabilities	-	-	-	-	-
Other Provisions	-	-	-	-	-
Other liabilities	19,289,328	19,289,328	-	-	-
Due to Subsidiaries	-	-	-	-	-
Subordinated Term Debt	5,084,411	5,084,411	-	-	-
<b>Off Balance Sheet Liabilities</b>	<b>14,899,729</b>	<b>14,899,729</b>	<b>13,152,469</b>	<b>-</b>	<b>1,747,260</b>
Guarantees	1,710,615	1,710,615	-	-	1,710,615
Performance Bonds	-	-	-	-	-
Letters of Credit	36,645	36,645	-	-	36,645
Other Contingent Items	9,152,060	9,152,060	9,152,060	-	-
Undrawn Loan Commitments	2,512,654	2,512,654	2,512,654	-	-
Other Commitments	1,487,755	1,487,755	1,487,755	-	-
<b>Shareholders' Equity</b>	<b>9,400,000</b>	<b>9,400,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Equity Capital(Stated Capital)/Assigned Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
of which Amount Eligible for CET 1	9,400,000	9,400,000	-	-	-
of which Amount Eligible for AT 1	-	-	-	-	-
Retained Earnings	42,864,867	42,864,867	-	-	-
Accumulated Other Comprehensive Income	4,581,185	4,581,185	-	-	-
Other Reserves	57,017,369	57,017,369	-	-	-
<b>Total Shareholders' Equity</b>	<b>113,863,421</b>	<b>113,863,421</b>	<b>-</b>	<b>-</b>	<b>-</b>