

SEYLAN BANK PLC

MARKET DICIPLINE -
MINIMUM DISCLOSURE REQUIREMENTS
UNDER PILLAR III
as per Direction 01. of 2016

As at 31.03.2025

Template 1
Key Regulatory Ratios - Capital and Liquidity

Item	Minimum Requirement	Reporting Period 31.03.2025	Previous Reporting Period 31.12.2024
<i>Regulatory Capital (LKR'000)</i>			
Common Equity Tier 1 Capital		64,425,730	66,565,265
Tier 1 Capital		64,425,730	66,565,265
Total Capital		83,090,063	86,836,617
<i>Regulatory Capital Ratios (%)</i>			
Common Equity Tier 1 Capital Ratio	7.00%	13.67%	14.25%
Tier 1 Capital Ratio	8.50%	13.67%	14.25%
Total Capital Ratio	12.50%	17.64%	18.59%
Leverage Ratio	3.00%	7.73%	8.16%
Net Stable Funding Ratio	100.00%	139.91%	144.76%
<i>Regulatory Liquidity</i>			
<i>Liquidity Coverage Ratio</i>			
Liquidity Coverage Ratio - Rupee	100.00%	349.51%	415.75%
Liquidity Coverage Ratio - All Currency	100.00%	389.25%	491.37%

Template 2
Basel III Computation of Capital Ratios

Item	Amount (LKR'000)	
	Reporting Period 31.03.2025	Previous Reporting Period 31.12.2024
Common Equity Tier I (CETI) Capital after Adjustments	64,425,730	66,565,265
Common Equity Tier I (CET1) Capital	65,293,246	67,540,308
Equity capital (Stated Capital)/Assigned Capital	21,693,370	21,693,370
Reserve fund	3,383,537	3,383,537
Published Retained Earnings/(Accumulated Retained Losses)	38,802,204	41,026,970
Published Accumulated Other Comprehensive Income (OCI)	713,560	735,856
General and Other Disclosed Reserves	700,575	700,575
Unpublished Current Year's Profit/Loss and Gains reflected in OCI	-	-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	-	-
Total Adjustments to CET1 Capital	867,516	975,043
Goodwill (net)		
Intangible Assets (net)	641,056	669,783
Others	226,460	305,260
Additional Tier 1 (AT1) Capital after Adjustments		
Total Additional Tier 1 (AT1) Capital		
Qualifying Additional Tier 1 Capital Instruments		
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties		
Total Adjustments to AT1 Capital		
Investment in Own Shares		
Others (Specify)		
Tier 2 Capital after Adjustments	18,664,333	20,271,352
Total Tier 2 Capital	18,664,333	20,271,352
Qualifying Tier 2 Capital Instruments	13,711,238	14,862,159
Revaluation gains	698,403	698,403
Loan Loss Provisions (General Provision)	4,254,692	4,710,790
Instruments issued by Consolidated Banking and Financial Subsidiaries of the Bank and held by Third Parties		
Total Adjustments to Tier 2	-	-
Investment in own shares		
Others (Specify)	-	-
Total Tier 1 Capital	64,425,730	66,565,265
Total Capital	83,090,063	86,836,617
Total Risk Weighted Assets (RWA)	471,142,932	467,186,255
RWAs for Credit Risk	417,495,457	413,638,750
RWAs for Market Risk	6,823,336	7,384,753
RWAs for Operational Risk	46,824,139	46,162,752
CET1 Capital Ratio (including Capital Conservation Buffer, Counter cyclical Capital Buffer & Surcharge on D-SIBs) (%)	13.67%	14.25%
of which: Capital Conservation Buffer (%)	2.500%	2.500%
of which: Counter cyclical Buffer (%)		
of which: Capital Surcharge on D-SIBs (%)		
Total Tier 1 Capital Ratio (%)	13.67%	14.25%
Total Capital Ratio (including Capital Conservation Buffer, Counter cyclical Capital Buffer & Surcharge on D-SIBs) (%)	17.64%	18.59%
of which: Capital Conservation Buffer (%)	2.50%	2.50%
of which: Counter cyclical Buffer (%)		
of which: Capital Surcharge on D-SIBs (%)		

Template 3
Computation of Leverage Ratio

Item	Amount (LKR'000)	
	Reporting Period 31.03.2025	Previous Reporting Period 31.12.2024
Tier 1 Capital	64,425,730	66,565,265
Total Exposures	833,817,009	816,211,801
On-Balance Sheet Items (excluding Derivatives and Securities Financing Transactions, but including Collateral)	782,194,623	775,112,320
Derivative Exposures	123,236	128,413
Securities Financing Transaction Exposures	2,078,421	3,684,374
Other Off-Balance Sheet Exposures	49,420,729	37,286,694
Basel III Leverage Ratio (%) (Tier 1/Total Exposure)	7.73%	8.16%

Template 4
Basel III Computation of Liquidity Coverage Ratio

Item	Amount (LKR'000)					
	Reporting Period - 31.03.2025			Previous Reporting Period - 31.12.2024		
	Total Un-weighted Value	Factor (%)	Total Weighted Value	Total Un-weighted Value	Factor (%)	Total Weighted Value
Total Stock of High-Quality Liquid Assets (HQLA)			225,835,016			223,826,704
Total Adjusted Level 1A Assets	205,054,969	100%	205,054,969	206,615,131	100%	206,615,131
Total Adjusted Level 2A Assets	25,292,281	85%	21,498,439	19,995,546	85%	16,996,215
Total Adjusted Level 2B Assets	178,570	50%	89,285	229,167	50%	114,583
Total Cash Outflows			150,764,217			144,582,490
Deposits	484,931,236	10%	48,493,124	486,955,845	10%	48,695,584
Unsecured Wholesale Funding	161,982,911	25% -100%	81,568,459	160,362,864	25% -100%	79,995,794
Secured Funding Transactions			-			-
Undrawn Portion of Committed (Irrevocable) Facilities and Other Contingent Funding Obligations	235,711,613	0% -100%	17,009,248	176,061,660	0% -100%	11,601,387
Additional Requirements	3,693,386	100%	3,693,386	4,289,724	100%	4,289,724
Total Cash Inflows			92,746,594			99,030,851
Maturing Secured Lending Transactions Backed by Collateral			-			-
Committed Facilities	19,884		-	-		-
Other Inflows by Counterparty which are Maturing within 30 Days	140,848,359	50%-100%	91,572,963	146,891,114	50%-100%	97,772,630
Operational Deposits	8,319,648	0%	-	2,574,786	0%	-
Other Cash Inflows	2,347,261	50% -100%	1,173,631	2,504,208	50% -100%	1,258,222
Liquidity Coverage Ratio (%) (Stock of High Quality Liquid Assets/Total Net Cash Outflows over the Next 30 Calendar Days)*100			389.25			491.37

Template 5
Main Features of Regulatory Capital Instruments

Description of the Capital Instrument	Ordinary Voting Shares	Ordinary Non- Voting Shares	Debenture Issue - 2018 (7 years & 10 years)	Debenture Issue - 2021 (5 years)	Debenture Issue - 2023 (5 years)	Debenture Issue - 2024(5 years)
Issuer	Seylan Bank PLC	Seylan Bank PLC	Seylan Bank PLC	Seylan Bank PLC	Seylan Bank PLC	Seylan Bank PLC
Unique Identifier (e., ISIN or Bloombers Identifier for Private Placement)	LK0182N00002	LK0182X00001	LK0182D23963	LK0182D24722	LK0182D25133	LK0182D25380
			LK0182D23971	LK0182D24730	LK0182D25125	LK0182D25398 LK0182D25406 LK0182D25414
Governing Law (s) of the Instrument	Provisions of the Banking Act, Rules of the Colombo Stock Exchange and the Securities and Exchange Commission of Sri Lanka, Provisions of the Companies Act No. 7 of 2007 and the Articles of Association of the Bank	Provisions of the Banking Act, Rules of the Colombo Stock Exchange and the Securities and Exchange Commission of Sri Lanka, Provisions of the Companies Act No. 7 of 2007 and the Articles of Association of the Bank	Rules of the Colombo Stock Exchange and the Securities and Exchange Commission of Sri Lanka, Provisions of the Companies Act No. 7 of 2007, the Articles of Association of the Bank, Prospectus of the Debenture Issue and the Trust Deed	Rules of the Colombo Stock Exchange and the Securities and Exchange Commission of Sri Lanka, Provisions of the Companies Act No. 7 of 2007, the Articles of Association of the Bank, Prospectus of the Debenture Issue and the Trust Deed	Rules of the Colombo Stock Exchange and the Securities and Exchange Commission of Sri Lanka, Provisions of the Companies Act No. 7 of 2007, the Articles of Association of the Bank, Prospectus of the Debenture Issue and the Trust Deed	Rules of the Colombo Stock Exchange and the Securities and Exchange Commission of Sri Lanka, Provisions of the Companies Act No. 7 of 2007, the Articles of Association of the Bank, Prospectus of the Debenture Issue and the Trust Deed
Original Date of Issuance	April 1988	September 2003	29th March 2018	12th April 2021	02nd May 2023	17th July 2024
Par Value of Instrument	N/A	N/A	LKR 100/- each	LKR 100/- each	LKR 100/- each	LKR 100/- each
Prepetual or Dated	N/A	N/A	dated	dated	dated	dated
Original Maturity Date, If Applicable	N/A	N/A	29th March 2025 and 29th March 2028	12th April 2026	01st May 2028	16th July 2029 and 16th July 2031
Amount Recognized in Regulatory Capital (in '000 as at the Reporting Date)	12,794,664	8,114,009	965,400	1,200,000	3,000,000	8,545,838
Accounting Classification (Equity /Liability)	Equity	Equity	Liability	Liability	Liability	Liability
Issuer call subject to prior Supervisory Approval						
Optional Call Date, Contingent Call Dates and Redemption Amount (LKR '000)	N/A	N/A	N/A	N/A	N/A	N/A
Subsequent Call Dates, If Applicable	N/A	N/A	N/A	N/A	N/A	N/A
Coupons/Dividends						
Fixed or Floating Dividend /Coupon	Dividend as decided by the Board annually	Dividend as decided by the Board annually	Fixed interest rate	Fixed interest rate	Fixed interest rate	Fixed interest rate
Coupon Rate and any Related Index	As decided by the Board	As decided by the Board	Semi-Annual Interest - 13.20% (for 7 years), Semi-Annual Interest - 13.50% p.a. (for 10 years)	Annual Interest - 9.75% p.a., Quarterly Interest - 9.25% p.a.	Annual Interest - 28.00% p.a., Quarterly Interest - 25.00% p.a.	Annual Interest - 13.25% p.a., Quarterly Interest - 12.60% p.a., Annual Interest – 13.50% p.a., Bi Annual Interest – 13.05% p.a.
Non-Cumulative or Cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative
Convertible or Non-Convertible	Non-Convertible	Non-Convertible	Convertible	Convertible	Convertible	Convertible
If Convertible, Conversion Trigger (s)			Convertible in the event of a 'Trigger Event" in terms of the Banking Act Direction No.1 of 2016	Convertible in the event of a 'Trigger Event" in terms of the Banking Act Direction No.1 of 2016	Convertible in the event of a 'Trigger Event" in terms of the Banking Act Direction No.1 of 2016	Convertible in the event of a 'Trigger Event" in terms of the Banking Act Direction No.1 of 2016
If Convertible, Fully or Partially			when determined a 'Trigger Event' at the sole discretion of the Monetary Board of the Central Bank of Sri Lanka	when determined a 'Trigger Event' at the sole discretion of the Monetary Board of the Central Bank of Sri Lanka	when determined a 'Trigger Event' at the sole discretion of the Monetary Board of the Central Bank of Sri Lanka	when determined a 'Trigger Event' at the sole discretion of the Monetary Board of the Central Bank of Sri Lanka
If Convertible, Mandatory or Optional			Mandatory in the event of a 'Trigger Event'	Mandatory in the event of a 'Trigger Event'	Mandatory in the event of a 'Trigger Event'	Mandatory in the event of a 'Trigger Event'
If Convertible, Conversion Rate			Simple average of the daily Volume Weighted Average Price of an Ordinary Voting Share of the Bank (as published by the Colombo Stock Exchange) during the three (03) months period immediately preceding the Trigger Event, as determined by the Monetary Board.	Simple average of the daily Volume Weighted Average Price of an Ordinary Voting Share of the Bank (as published by the Colombo Stock Exchange) during the three (03) months period immediately preceding the Trigger Event, as determined by the Monetary Board.	Simple average of the daily Volume Weighted Average Price of an Ordinary Voting Share of the Bank (as published by the Colombo Stock Exchange) during the three (03) months period immediately preceding the Trigger Event, as determined by the Monetary Board.	Simple average of the daily Volume Weighted Average Price of an Ordinary Voting Share of the Bank (as published by the Colombo Stock Exchange) during the three (03) months period immediately preceding the Trigger Event, as determined by the Monetary Board.

Template 7
Credit Risk under Standardized Approach -
Credit Risk Exposures and Credit Risk Mitigation (CRM) Effects

Description	Amount (LKR'000) as at 31st March2025						
	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	Total	RWA	RWA Density (ii)
Claims on Central Government and CBSL	218,744,866	-	218,744,866	-	218,744,866	942,643	0.43%
Claims on Foreign Sovereigns and their Central Banks	17,599,243	-	17,599,243	-	17,599,243	-	0.00%
Claims on Public Sector Entities	4,340,501	-	4,340,501	-	4,340,501	2,170,251	50.00%
Claims on Official Entities and Multilateral Development Banks	-	-	-	-	-	-	
Claims on Banks Exposures	39,162,896	-	39,162,896	-	39,162,896	10,141,057	25.89%
Claims on Financial Institutions	30,868,625	56,500	30,868,624	694,124	31,562,748	23,230,884	73.60%
Claims on Corporates	229,987,013	231,117,211	214,864,067	47,672,443	262,536,510	250,306,198	95.34%
Retail Claims	176,455,191	4,011,791	143,120,565	1,768,747	144,889,312	80,569,043	55.61%
Claims Secured by Residential Property	18,033,825	-	18,033,825	-	18,033,825	7,758,762	43.02%
Claims Secured by Commercial Real Estate	-	-	-	-	-	-	0.00%
Non-Performing Assets (NPAs) (i)	13,389,918	-	13,389,918	-	13,389,918	13,707,766	102.37%
Higher-Risk Categories	-	-	-	-	-	-	
Cash Items and Other Assets	39,954,064	-	39,954,064	-	39,954,064	28,668,852	71.75%
Total	788,536,142	235,185,502	740,078,569	50,135,314	790,213,883	417,495,456	52.83%

Template 8
Credit Risk under Standardized Approach: Exposures by Asset Classes and Risk Weights

Description		Amount (LKR'000) as at 31st March 2025 (Post CCF& CRM)									Total Credit Exposures Amount
Asset Classes	Risk Weight	0%	20%	35%	50%	60%	75%	100%	150%	>150%	
Claims on Central Government and CBSL		214,031,650	4,713,216								218,744,866
Claims on Foreign Sovereigns and their Central Banks		17,599,243									17,599,243
Claims on Public Sector Entities					4,340,501						4,340,501
Claims on Official Entities and Multilateral Development Banks											-
Claims on Banks Exposures			33,046,716		5,170,881			943,351	1,948		39,162,896
Claims on Financial Institutions			-		16,663,726			14,899,022	-		31,562,748
Claims on Corporates			14,159,367		1,857,546			246,467,687	51,910		262,536,510
Retail Claims						10,020,769	91,818,533	5,649,046			107,488,348
Claims Secured by Gold		37,186,790	214,174					-			37,400,964
Claims Secured by Residential Property				15,807,790				2,226,035			18,033,825
Claims Secured by Commercial Real Estate								-			-
Non-Performing Assets (NPAs) (i)					334,262			12,085,697	969,959		13,389,918
Higher-Risk Categories											-
Cash Items and Other Assets		11,285,212	-					28,668,852			39,954,064
Total		280,102,895	52,133,473	15,807,790	28,366,916	10,020,769	91,818,533	310,939,690	1,023,817	-	790,213,883

Template 9
Market Risk under Standardized Measurement Method

Item	RWA Amount (LKR'000) as at 31st March 2025
Capital Charge for Market Risk	852,917
(a) Capital Charge Interest Rate Risk	392,372
General Interest Rate Risk	392,372
(i) Net Long or Short Position	392,372
(ii) Horizontal Disallowance	
(iii) Vertical Disallowance	
(iv) Options	
Specific Interest Rate Risk	
(b) Capital Charge for Equity	296,188
(i) General Equity Risk	149,924
(ii) Specific Equity Risk	146,264
(c) Capital Charge for Foreign Exchange & Gold	164,357
Total Risk Weighted Assets on Market Risk	
[(a)+(b)+(c)]*CAR	6,823,336

Template 10

Operational Risk Under The Alternative Standardized Approach

Business Lines	Capital Charge Factor	Fixed Factor	Lending Portfolio (LKR'000)	Gross Income (LKR'000) as at 31st March 2025		
				1st Year	2nd Year	3rd Year
The Alternative Standardized Approach						
Trading and Sales	18%			3,605,541	6,491,029	7,954,260
Payment and Settlement	18%			7,870,032	9,286,722	10,677,482
Retail Banking	12%	0.035	252,101,523			
Commercial Banking	15%	0.035	388,778,480			
Capital Charges for Operational Risk (LKR'000)						
The Alternative Standardized Approach	5,853,017					
Risk-Weighted Amount for operational Risk (LKR'000)						
The Alternative Standardized Approach	46,824,139					

Template 11
Differences between Accounting and Regulatory Scopes and Mapping of Financial Statement Categories with Regulatory Risk Categories - Bank Only

Item	Amount (LKR'000) as at 31st March 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
Assets	785,030,627	785,030,627	788,536,142	18,882,530	749,177
Cash and Cash Equivalents	19,539,795	19,539,795	19,539,795		
Balances with Central Bank	9,005,368	9,005,368	9,005,368		
Placements with Banks	42,270,159	42,270,159	42,270,159		
Derivative Financial Instruments	8,406	8,406	8,406		
Other Financial Assets Held-For-Trading	17,501,792	17,501,792	17,501,792	17,501,792	
Securities Purchased under Resale Agreements	2,078,421	2,078,421	2,078,421		
Loans and Receivables to Banks	-	-	-		
Loans and Receivables to Other Customers *	468,820,381	468,820,381	473,075,073		-
Financial Investments - Available-For-Sale	82,988,458	82,988,458	82,988,458	1,380,738	
Financial Investments - Held-To-Maturity	116,363,842	116,363,842	116,363,842		
Investments in Subsidiaries	1,153,602	1,153,602	1,153,602		
Investments in Associates and Joint Ventures	-	-	-		
Property, Plant and Equipment	5,102,437	5,102,437	5,102,437		
Investment Properties	-	-	-		
Goodwill and Intangible Assets	641,056	641,056			641,056
Deferred Tax Assets	108,121	108,121			108,121
Other Assets	19,448,789	19,448,789	19,448,789		
Liabilities	713,877,412	713,877,412	-	-	-
Due to Banks	7,358,800	7,358,800			
Derivative Financial Instruments	1,802	1,802			
Other Financial Assets Held-For-Trading		-			
Financial Liabilities Designated at Fair Value Through Profit or Loss		-			
Due to Other Customers	647,336,607	647,336,607			
Other Borrowings	21,870	21,870			
Debt Securities Issued	2,179,051	2,179,051			
Current Tax Liabilities	1,915,217	1,915,217			
Deferred Tax Liabilities	-	-			
Other Provisions	-	-			
Other Liabilities	29,110,589	29,110,589			
Due to Subsidiaries	132,961	132,961			
Subordinated Term Debts	25,820,515	25,820,515			
Off-Balance Sheet Liabilities	246,604,547	246,604,547	-	-	-
Guarantees	59,323,286	59,323,286			
Performance Bonds					
Letters of Credit	20,361,368	20,361,368			
Foreign Exchange Contracts	4,303,454	4,303,454			
Other Contingent Items	16,177,981	16,177,981			
Undrawn Loan Commitments	145,771,522	145,771,522			
Other Commitments	666,936	666,936			
Shareholders' Equity					
Equity Capital (Stated Capital)/Assigned Capital					
of which Amount Eligible for CET1	21,693,370	21,693,370			
of which Amount Eligible for AT1		-			
Retained Earnings	42,061,835	42,042,621			
Accumulated Other Comprehensive Income	659,584	659,584			
Other Reserves	6,738,426	6,757,640			
Total Shareholders' Equity	71,153,215	71,153,215	-	-	-

* Loans and Receivables to Other Customers in subject to Credit Risk Framework (C) is reported as the gross of Stage 1 and 2 ECL Provision (LKR 4.3 Bn).

Template 12 - Explanations

Column a. presents the assets , liabilities and equity on standalone SLFRS basis. Pillar III disclosures as at 30th June presented in accordance with regulatory capital concepts and rules.

a. Explanations of Differences between accounting and regulatory exposure amounts.

Total assets shown in column a and b in Template 11	
Total assets as per carrying values reported in published Financial Statements (column a)	785,030,627
Total assets as per carrying values reported under scope of regulatory reporting (column b)	785,030,627
Difference	-

Financial Assets-Instrument Type	Valuation Technique	Inputs used for valuation
Treasury Bills	Price Formula	Based on market yield published by CBSL
Treasury Bonds	Price Formula	Based on market yield published by CBSL
Srilanka Development Bonds	Price Formula	Similar instrument's rate (LIBOR)
Quoted Equities	Closing share price	Closing share price (CSE)
Unquoted Equities	Net assets per share	Net assets per share as per latest Audited Financial Statements
Debentures	Price Formula	Similar instrument's yield (Treasury bond yield)