



**Quantitative Disclosures as per Schedule III of Banking Act Direction
No. 01 of 2016, Capital Requirements under Basel III**

(Unaudited)

31st March 2023

Key Regulatory Ratios - Capital and Liquidity

Item	31.03.2023		31.12.2022	
	Bank	Group	Bank	Group
Regulatory Capital (LKR '000)				
Common Equity Tier 1	36,814,858	36,348,954	36,818,873	36,381,997
Tier 1 Capital	36,814,858	36,348,954	36,818,873	36,381,997
Total Capital	46,506,834	46,047,194	48,004,800	47,574,242
Regulatory Capital Ratios (%)				
Common Equity Tier 1 Capital Ratio (Minimum Requirement- 7.00%)	10.17%	10.02%	10.09%	9.94%
Tier 1 Capital Ratio (Minimum Requirement- 8.50%)	10.17%	10.02%	10.09%	9.94%
Total Capital Ratio (Minimum Requirement - 12.50%)	12.85%	12.69%	13.15%	12.99%
Statutory Liquid Assets (LKR'000)	142,515,649	N/A	122,283,753	N/A
Statutory Liquid Assets Ratio (Minimum Requirement 20%)				
Total Bank Operations (%)	28.00%	N/A	26.36%	N/A
Liquidity Coverage Ratio (%) - Rupee (Minimum Requirement - 2023 -100%, 2022-90%)	332.00%	N/A	289.85%	N/A
Liquidity Coverage Ratio (%) - All Currency (Minimum Requirement - 2023 -100%, 2022-90%)	226.43%	N/A	202.34%	N/A

Basel III Computation of Capital Ratios

Item	Amount (LKR '000)			
	31.03.2023		31.12.2022	
	Bank	Group	Bank	Group
Common Equity Tier 1 (CET1) Capital after Adjustments	36,814,858	36,348,954	36,818,873	36,381,997
Common Equity Tier 1 (CET1) Capital	52,657,934	56,788,893	52,778,734	56,909,693
Equity Capital (Stated Capital)/Assigned Capital	13,866,557	13,866,557	13,182,025	13,182,025
Reserve Fund	2,874,968	2,874,968	2,874,968	2,874,968
Published Retained Earnings/(Accumulated Retained Losses)	21,795,566	25,926,525	22,600,898	26,731,857
Published Accumulated Other Comprehensive Income (OCI)	341,004	341,004	341,004	341,004
General and other Disclosed Reserves	13,779,839	13,779,839	13,779,839	13,779,839
Unpublished Current Year's Profit/Loss and Gains reflected in OCI	-	-	-	-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	15,843,076	20,439,939	15,959,861	20,527,696
Goodwill (net)	-	156,226	-	156,226
Intangible Assets (net)	2,094,792	2,113,387	2,198,042	2,218,827
Others (Deferred tax assets, Cash Flow hedge reserve, Investment in capital of banks and financial institutions)	13,748,284	18,170,326	13,761,819	18,152,643
Additional Tier 1 (AT1) Capital after Adjustments	-	-	-	-
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	9,691,976	9,698,241	11,185,927	11,192,244
Tier 2 Capital	9,691,976	9,698,241	11,185,927	11,192,244
Qualifying Tier 2 Capital Instruments	5,639,040	5,639,040	7,039,040	7,039,040
Revaluation Gains	-	-	-	-
Loan Loss Provisions	4,052,936	4,059,201	4,146,887	4,153,204
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)	-	-	-	-
CET1 Capital	36,814,858	36,348,953	36,818,873	36,381,998
Total Tier 1 Capital	36,814,858	36,348,953	36,818,873	36,381,998
Total Capital	46,506,834	46,047,194	48,004,800	47,574,241

	Amount (LKR '000)			
	31.03.2023		31.12.2022	
	Bank	Group	Bank	Group
Total Risk Weighted Assets (RWA)				
RWAs for Credit Risk	324,234,882	324,736,043	331,750,969	332,256,322
RWAs for Market Risk	10,078,960	10,078,960	8,391,648	8,391,648
RWAs for Operational Risk	27,662,895	28,069,869	24,960,190	25,491,894
CET1 Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	10.17%	10.02%	10.09%	9.94%
of which: Capital Conservation Buffer (%)	2.50%	2.50%	2.50%	2.50%
of which: Countercyclical Buffer (%)	-	-	-	-
of which: Capital Surcharge on D-SIBs (%)	-	-	-	-
Total Tier 1 Capital Ratio (%)	10.17%	10.02%	10.09%	9.94%
Total Capital Ratio (including Capital Conservation Buffer, Countercyclical Capital Buffer & Surcharge on D-SIBs) (%)	12.85%	12.69%	13.15%	12.99%
of which: Capital Conservation Buffer (%)	2.50%	2.50%	2.50%	2.50%
of which: Countercyclical Buffer (%)	-	-	-	-
of which: Capital Surcharge on D-SIBs (%)	-	-	-	-

Computation of Leverage Ratio

Item	Amount (LKR '000)		Amount (LKR '000)	
	31.03.2023 BANK	31.03.2023 GROUP	31.12.2022 BANK	31.12.2022 GROUP
Tier 1 Capital	36,814,858	36,348,953	36,818,873	36,581,997
Total Exposures	653,085,823	652,115,698	621,004,625	620,033,354
On-Balance Sheet Items (excluding Derivatives and Securities Financing Transactions, but including Collateral)	538,159,013	537,188,888	527,140,776	526,169,505
Derivative Exposures	90,146,157	90,146,157	68,966,546	68,966,546
Securities Financing Transaction Exposures	1,969,027	1,969,027	2,467,643	2,467,643
Other Off-Balance Sheet Exposures	22,811,626	22,811,626	22,429,660	22,429,660
Basel III Leverage Ratio (%) (Tier 1/Total Exposure)	5.64%	5.57%	5.93%	5.87%

Template 4
Basel III Computation of Liquidity Coverage Ratio - All Currencies

Item	Amount (LKR'000)			
	31.03.2023		31.12.2022	
	Total Un-weighted Value	Total Weighted Value	Total Un-weighted Value	Total Weighted Value
Total Stock of High-Quality Liquid Assets (HQLA)	123,737,150	122,955,968	102,328,524	101,602,039
Total Adjusted Level 1A Assets	120,936,369	120,936,369	99,703,368	99,703,368
Level 1 Assets	120,936,369	120,936,369	99,703,368	99,703,368
Total Adjusted Level 2A Assets	1,769,166	1,503,791	1,674,550	1,423,368
Level 2A Assets	1,769,166	1,503,791	1,674,550	1,423,368
Total Adjusted Level 2B Assets	1,031,615	515,808	950,605	475,303
Level 2B Assets	1,031,615	515,808	950,605	475,303
Total Cash Outflows	521,424,622	86,738,601	504,176,303	89,429,231
Deposits	284,068,815	25,198,724	272,209,694	24,203,659
Unsecured Wholesale Funding	101,900,144	51,880,811	106,359,474	53,600,766
Secured Funding Transactions	13,311,918	-	4,092,627	-
Undrawn portion of committed (irrevocable) facilities and other contingent funding obligations	120,485,546	8,000,867	117,507,661	7,617,961
Additional Requirements	1,658,199	1,658,199	4,006,846	4,006,846
Total Cash Inflows	46,841,863	32,436,290	54,047,087	39,216,666
Maturing Secured Lending Transactions Backed by Collateral	19,853,244	18,868,731	22,184,855	21,240,548
Committed Facilities	-	-	-	-
Other Inflows by Counterparty which are maturing within 30 Days	18,964,475	13,452,304	24,533,688	17,898,106
Operational Deposits	7,793,632	-	7,172,519	-
Other Cash Inflows	230,512	115,256	156,025	78,013
Liquidity Coverage Ratio (%) (Stock of		226.43		202.34
High Quality Liquid Assets/Total Net Cash				
Outflows over the Next 30 Calendar Days) *100				

Template 4
Basel III Computation of Liquidity Coverage Ratio - LKR Only

Item	Amount (LKR'000)			
	31.03.2023		31.12.2022	
	Total Un-weighted Value	Total Weighted Value	Total Un-weighted Value	Total Weighted Value
Total Stock of High-Quality Liquid Assets (HQLA)	121,715,462	121,199,655	100,501,922	100,026,619
Total Adjusted Level 1A Assets	120,683,847	120,683,847	99,551,317	99,551,317
Level 1 Assets	120,683,847	120,683,847	99,551,317	99,551,317
Total Adjusted Level 2A Assets	-	-	-	-
Level 2A Assets	-	-	-	-
Total Adjusted Level 2B Assets	1,031,615	515,808	950,605	475,303
Level 2B Assets	1,031,615	515,808	950,605	475,303
Total Cash Outflows	409,535,376	59,678,724	407,234,696	61,192,078
Deposits	252,568,397	22,048,682	242,096,752	21,192,364
Unsecured Wholesale Funding	59,328,575	29,758,641	62,200,762	30,953,525
Secured Funding Transactions	-	-	4,092,627	-
Undrawn Portion of Committed (Irrevocable) Facilities and Other Contingent Funding Obligations	95,980,205	6,213,201	95,675,249	5,876,882
Additional Requirements	1,658,199	1,658,199	3,169,306	3,169,306
Total Cash Inflows	28,445,487	23,158,956	32,372,540	26,682,614
Maturing Secured Lending Transactions Backed by Collateral	18,286,997	17,302,484	20,794,949	19,850,642
Committed Facilities	-	-	-	-
Other Inflows by Counterparty which are Maturing within 30 Days	9,927,978	5,741,217	11,421,566	6,753,960
Operational Deposits	-	-	-	-
Other Cash Inflows	230,512	115,256	156,025	78,013
Liquidity Coverage Ratio (%) (Stock of		332.00		289.85
High Quality Liquid Assets/Total Net Cash				
Outflows over the Next 30 Calendar Days) *100				

Main Features of Regulatory Capital Instruments

Description of the Capital Instrument (Bank Only)	Stated Capital	Subordinated Term-debt (2016 - Type B)	Subordinated Term-debt (2018 - Type B)	Subordinated Term-debt (2020 - Type A)	Subordinated Term-debt (2020 - Type B)
Issuer	DFCC Bank PLC	DFCC Bank PLC	DFCC Bank PLC	DFCC Bank PLC	DFCC Bank PLC
Unique Identifier (e.g., ISIN or Bloomberg Identifier for Private Placement)	LK0055N00000	C-2367	C-2394	C-2458	C-2457
Governing Law(s) of the Instrument	Companies Act, No. 07 of 2007, Colombo Stock Exchange Regulations				
Original Date of Issuance	N/A	9th November 2016	26th March 2018	23 October 2020	23 October 2020
Par Value of Instrument (LKR)		100	100	100	100
Perpetual or Dated	Perpetual	Dated	Dated	Dated	Dated
Original Maturity Date, if Applicable	N/A	9th November 2023	29th March 2025	23 October 2025	23 October 2027
Amount Recognised in Regulatory Capital (in LKR '000 as at 31st March 2023)	13,866,557	1,208,628	1,634,612	2,590,800	205,000
Accounting Classification (Equity/Liability)	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
Subsequent Call Dates, if Applicable	N/A	N/A	N/A	N/A	N/A
Coupons/Dividends					
Fixed or Floating Dividend/Coupon	Floating dividend	Fixed coupon	Fixed coupon	Fixed coupon	Fixed coupon
Coupon Rate and any Related Index (%)	N/A	12.75% p.a	13.00% p.a	9.00% p.a	9.25% p.a
Non-Cumulative or Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative
Convertible or Non-Convertible	Non-convertible	Non-convertible	Convertible	Convertible	Convertible
If Convertible, Conversion Trigger (s)	N/A	N/A	Determined by and at the sole discretion of the Monetary Board of the Central Bank of Sri Lanka, and is defined in the Banking Act Direction No. 1 of 2016	Determined by and at the sole discretion of the Monetary Board of the Central Bank of Sri Lanka, and is defined in the Banking Act Direction No. 1 of 2016	Determined by and at the sole discretion of the Monetary Board of the Central Bank of Sri Lanka, and is defined in the Banking Act Direction No. 1 of 2016
If Convertible, Fully or Partially	N/A	N/A	Fully	Fully	Fully
If Convertible, Mandatory or Optional	N/A	N/A	Mandatory	Mandatory	Mandatory
If Convertible, Conversion Rate	N/A	N/A	Based on the simple average of the daily Volume Weighted Average Price (VWAP) of an ordinary voting shares during the three months (0-3) period,immediately preceding the date of the Trigger Event.	Based on the simple average of the daily Volume Weighted Average Price (VWAP) of an ordinary voting shares during the three months (0-3) period,immediately preceding the date of the Trigger Event.	Based on the simple average of the daily Volume Weighted Average Price (VWAP) of an ordinary voting shares during the three months (0-3) period,immediately preceding the date of the Trigger Event.

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

Asset Class	Amount (LKR'000) as at 31st March 2023 (Bank)					
	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	167,257,288	49,482,016	167,257,288	3,891,803	550,348	0%
Claims on foreign sovereigns and their Central Banks	-	-	-	-	-	0%
Claims on public sector entities	12,303,776	3,740	-	1,870	1,870	100%
Claims on official entities and multilateral development banks	-	-	-	-	-	0%
Claims on banks exposures	17,590,318	26,011,911	17,590,318	645,392	5,354,583	29%
Claims on financial institutions	8,765,189	-	8,765,189	-	6,168,182	70%
Claims on corporates	196,135,966	34,941,044	158,831,553	17,088,937	172,139,607	98%
Retail claims	114,716,457	7,487,083	114,716,457	5,703,720	95,556,811	79%
Claims secured by residential property	12,273,661	-	12,273,661	-	4,295,781	35%
Claims secured by commercial real estate	2,803,397	-	2,803,397	-	2,803,397	100%
Non-performing assets (NPAs)(i)	24,717,759	-	24,717,759	-	29,045,636	118%
Higher-risk categories	459,758	-	459,758	-	1,149,396	250%
Cash items and other assets	14,699,445	86,310,912	14,699,445	-	7,169,271	49%
Total	571,723,014	204,236,706	522,114,825	27,331,722	324,234,882	

Note:

(i) NPAs - 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.

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

Asset Class	Amount (LKR'000) as at 31st March 2023 (Group)					
	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 ⁽ⁱⁱⁱ⁾
Claims on central Government and CBSL	167,257,288	49,482,016	167,257,288	3,891,803	550,348	0%
Claims on foreign sovereigns and their Central Banks	-	-	-	-	-	0%
Claims on public sector entities	12,303,776	3,740	-	1,870	1,870	100%
Claims on official entities and multilateral development banks	-	-	-	-	-	0%
Claims on banks exposures	17,637,282	26,011,911	17,637,282	645,392	5,375,827	29%
Claims on financial institutions	8,765,189	-	8,765,189	-	6,168,182	70%
Claims on corporates	195,898,931	34,941,044	158,594,518	17,088,937	171,902,572	98%
Retail claims	114,716,457	7,487,083	114,716,457	5,703,720	95,556,811	79%
Claims secured by residential property	12,273,661	-	12,273,661	-	4,295,781	35%
Claims secured by commercial real estate	2,803,397	-	2,803,397	-	2,803,397	100%
Non-performing assets (NPAs)(i)	24,717,759	-	24,717,759	-	29,045,636	118%
Higher-risk categories	499,658	-	499,658	-	1,249,144	250%
Cash items and other assets	15,334,352	86,310,912	15,334,352	-	7,786,475	51%
Total	572,207,750	204,236,706	522,599,561	27,331,722	324,736,043	

Note:

(i) NPAs - 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) 31st March 2023 (Bank)	RWA Amount (LKR'000) 31st March 2023 (Group)
(a) RWA for Interest Rate Risk	974,696.00	974,696.00
General Interest Rate Risk	974,696.00	974,696.00
(i) Net long or short position	974,696.00	974,696.00
(ii) Horizontal disallowance	-	-
(iii) Vertical disallowance	-	-
(iv) Options	-	-
Specific Interest Rate Risk	-	-
(b) RWA for Equity	189,550.00	189,550.00
(i) General equity risk	105,624.00	105,624.00
(ii) Specific equity risk	83,926.00	83,926.00
(c) RWA for foreign exchange & gold	95,624.00	95,624.00
Capital charge for market risk [(a) + (b) + (c)] * CAR	10,078,960.00	10,078,960.00

**Operational Risk under Basic Indicator Approach/The Standardised Approach/The Alternative Standardised Approach
(Bank)**

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at 31st March		
			2023	2022	2021
The Basic Indicator Approach	15%		35,884,069	18,442,198	14,830,971
The Standardised Approach					
Corporate Finance	18%				
Trading and Sales	18%				
Payment and Settlement	18%				
Agency Services	15%				
Asset Management	12%				
Retail Brokerage	12%				
Retail Banking	12%				
Commercial Banking	15%				
The Alternative Standardised Approach					
Corporate Finance	18%				
Trading and Sales	18%				
Payment and Settlement	18%				
Agency Services	15%				
Asset Management	12%				
Retail Brokerage	12%				
Retail Banking	12%	0.035			
Commercial Banking	15%	0.035			
Capital Charges for Operational Risk (LKR'000)					
The Basic Indicator Approach	3,457,862				
The Standardised Approach					
The Alternative Standardised Approach					
Risk Weighted Amount for Operational Risk (LKR'000)					
The Basic Indicator Approach	27,662,895				
The Standardised Approach					
The Alternative Standardised Approach					

**Operational Risk under Basic Indicator Approach/The Standardised Approach/The Alternative Standardised Approach
(Group)**

Business Lines	Capital Charge Factor	Fixed Factor	Gross Income (LKR'000) as at 31st March		
			2023	2022	2021
The Basic Indicator Approach	15%		36,463,167	18,883,822	14,827,683
The Standardised Approach					
Corporate Finance	18%				
Trading and Sales	18%				
Payment and Settlement	18%				
Agency Services	15%				
Asset Management	12%				
Retail Brokerage	12%				
Retail Banking	12%				
Commercial Banking	15%				
The Alternative Standardised Approach					
Corporate Finance	18%				
Trading and Sales	18%				
Payment and Settlement	18%				
Agency Services	15%				
Asset Management	12%				
Retail Brokerage	12%				
Retail Banking	12%	0.035			
Commercial Banking	15%	0.035			
Capital Charges for Operational Risk (LKR'000)					
The Basic Indicator Approach	3,508,734				
The Standardised Approach					
The Alternative Standardised Approach					
Risk Weighted Amount for Operational Risk (LKR'000)					
The Basic Indicator Approach	28,069,869				
The Standardised Approach					
The Alternative Standardised Approach					