



**CENTRAL BANK OF SRI LANKA
BANK SUPERVISION DEPARTMENT**

28 December 2018

CIRCULAR

No. 03 of 2018

To - Chief Executive Officer of National Savings Bank

**COMPUTATION OF LEVERAGE RATIO UNDER BASEL III
FOR NATIONAL SAVINGS BANK**

We refer to Banking Act Directions No.12 of 2018 on “Leverage Ratio under Basel III for Licensed Commercial Banks and Licensed Specialised Banks” and inform you the following:

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|--|---|
| 1 Computation of Leverage Ratio Exposure Measure | 1.1 The Central Bank of Sri Lanka has decided to permit National Savings Bank to exclude investments in government securities representing sixty per cent of money deposited in savings and deposit accounts of the bank from the exposure measure when calculating the Leverage Ratio. |
| | 1.2 The amount mentioned in 1.1 shall be deducted from web based return code 36.2.1.1.1.0 in the quarterly return of BSD-QF-36-EM. |

A handwritten signature in blue ink, appearing to read 'A A M Thassim'.

**A A M Thassim
Director of Bank Supervision**