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வங்கி மேற்பார்வைத் திணைக்களம்

Bank Supervision Department

3\ March 2014

Ref No.: 02/17/600/0029/001

To: CEOs of all Licensed Commercial Banks and Licensed Specialised Banks

Dear Sir/Madam

IMPLEMENTATION OF THE STANDARDISED APPROACH ON COMPUTATION OF RISK-WEIGHTED AMOUNT FOR OPERATIONAL RISK UNDER BASEL II CAPITAL ADEQUACY FRAMEWORK

We refer to our previous correspondence and discussions on the above and enclose the revised Guidelines and reporting format on computation of operational risk capital charges for licensed commercial banks (LCBs) and licensed specialised banks (LSBs).

Accordingly, with effect from 01.07.2014:

- a. Guideline No. 6.8 of Part V on the computation of Risk-Weighted Amount for Operational Risk referred to in Schedule I of the Banking Act Directions Nos. 9 and 10 of 2007 issued to LCBs and LSBs, respectively, are replaced with the revised Guidelines in Schedule I; and
- Existing reporting format of the computation of Risk-Weighted Amount for Operational Risk as referred to in Schedule II of the Banking Act Directions Nos.
 9 and 10 of 2007 issued to LCBs and LSBs, respectively, are replaced with the new formats in Schedule II.

Yours faithfully

(Mrs.) T M J Y P Fernando Director of Bank Supervision

Encl.