

SBI Canada Bank

Basel III Pillar 3 Public Disclosure

as at: September 30, 2020

1. Regulatory Capital

(in thousands of Canadian dollars, except for %)

Modified Capital Disclosure Template		All-in
Common Equity Tier 1 capital: instruments and reserves		
1	Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus	123,718
2	Retained earnings	35,370
3	Accumulated other comprehensive income (and other reserves)	62
4	<i>Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies)</i>	NA
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	NA
6	Common Equity Tier 1 capital before regulatory adjustments	159,150
Common Equity Tier 1 capital: regulatory adjustments		
26	Other deductions or regulatory adjustments to CET1 as determined by OSFI	489
28	Total regulatory adjustments to Common Equity Tier 1	385
29	Common Equity Tier 1 capital (CET1)	159,535
29a	Common Equity Tier 1 capital (CET1) without transitional arrangement for ECL provisioning	159,046
Additional Tier 1 capital: instruments		
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	NA
31	of which: classified as equity under applicable accounting standards	NA
32	of which: classified as liabilities under applicable accounting standards	NA
33	<i>Directly issued capital instruments subject to phase out from Additional Tier 1</i>	NA
34	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group AT1)	NA
35	of which: instruments issued by subsidiaries subject to phase out	NA
36	Additional Tier 1 capital before regulatory adjustments	NA
Additional Tier 1 capital: regulatory adjustments		
43	Total regulatory adjustments to Additional Tier 1 capital	-
44	Additional Tier 1 capital (AT1)	-
45	Tier 1 capital (T1 = CET1 + AT1)	159,535
45a	Tier 1 capital (T1 = CET1 + AT1) without transitional arrangement for ECL provisioning	159,046
Tier 2 capital: instruments and allowances		
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	20,000
47	<i>Directly issued capital instruments subject to phase out from Tier 2</i>	NA
48	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	NA
49	of which: instruments issued by subsidiaries subject to phase out	NA
50	Eligible Stage 1 and stage 2 allowances	3,570
51	Tier 2 capital before regulatory adjustments	23,570
Tier 2 capital: regulatory adjustments		
57	Total regulatory adjustments to Tier 2 capital	-
58	Tier 2 capital (T2)	23,570
59	Total capital (TC = T1 + T2)	183,105
59a	Total capital (TC = T1 + T2) without transitional arrangement for ECL	183,105
Total risk weighted assets		
60a	Common Equity Tier 1 (CET1) Capital RWA	NA
60b	Tier 1 Capital RWA	NA
60c	Total Capital RWA	NA
Capital ratios		
61	Common Equity Tier 1 (as percentage of risk weighted assets)	13.84%
61a	Common Equity Tier 1 (as percentage of risk weighted assets) without transitional arrangement for ECL	13.80%
62	Tier 1 (as a percentage of risk weighted assets)	13.84%
62a	Tier 1 (as a percentage of risk weighted assets) without transitional arrangement for ECL	13.80%
63	Total capital (as percentage of risk weighted assets)	15.88%
63a	Total capital (as percentage of risk weighted assets) without transitional arrangement for ECL	15.88%
OSFI all-in target		
69	Common Equity Tier 1 capital all-in target ratio	7.0%
70	Tier 1 capital all-in target ratio	8.5%
71	Total capital all-in target ratio	10.5%
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2013 and 1 Jan 2022)		
80	Current cap on CET1 instruments subject to phase out arrangements	NA
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	NA
82	Current cap on AT1 instruments subject to phase out arrangements	NA
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	NA
84	Current cap on T2 instruments subject to phase out arrangements	NA
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	NA

2. Leverage Ratio

(in thousands of Canadian dollars, except for %)

	Item	Leverage Ratio Framework
On-balance sheet exposures		
1	On-balance sheet items (excluding derivatives, SFTs and grandfathered securitization exposures but including collateral)	1,226,105
2	Gross up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework (IFRS)	-
3	(Deductions of receivables assets for cash variation margin provided in derivative transactions)	-
4	(Asset amounts deducted in determining Basel III "all-in" Tier 1 capital)	(22,225)
5	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 to 4)	1,203,880
Derivative exposures		
6	Replacement cost associated with all derivative transactions	2,535
7	Add-on amounts for potential future exposure associated with all derivative transactions	4,920
8	(Exempted central counterparty-leg of client cleared trade exposures)	-
9	Adjusted effective notional amount of written credit derivatives	-
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-
11	Total derivative exposures (sum of lines 6 to 10)	7,454
Securities financing transaction exposures		
12	Gross SFT assets recognised for accounting purposes (with no recognition of netting), after adjusting for sale accounting transactions	-
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-
14	Counterparty credit risk (CCR) exposure for SFTs	-
15	Agent transaction exposures	-
16	Total securities financing transaction exposures (sum of lines 12 to 15)	-
Other off-balance sheet exposures		
17	Off-balance sheet exposure at gross notional amount	111,804
18	(Adjustments for conversion to credit equivalent amounts)	(58,828)
19	Off-balance sheet items (sum of lines 17 and 18)	52,976
Capital and Total Exposures		
20	Tier 1 capital	159,535
20a	Tier 1 capital without transitional arrangement for ECL	159,046
21	Total Exposures (sum of lines 5, 11, 16 and 19)	1,264,310
Leverage Ratios		
22	Basel III leverage ratio	12.62%
22a	Basel III leverage ratio without transitional arrangement for ECL	12.58%