SBI Canada Bank

Basel III Pillar 3 Public Disclosure

as at: December 31, 2023

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	71,540
3	Accumulated other comprehensive income (and other reserves)	(90)
4	*Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies)*	NA
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	NA
6	**Common Equity Tier 1capital before regulatory adjustments**	**195,168**
	Common Equity Tier 1 capital: regulatory adjustments	
28	**Total regulatory adjustments to Common Equity Tier 1**	(40)
29	**Common Equity Tier 1 capital (CET1)**	**195,128**
	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	*Directly issued capital instruments subject to phase out from Additional Tier 1*	NA
34	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (ar	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)**	**195,128**
	Tier 2 capital: instruments and allowances	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	20,000
47	*Directly issued capital instruments subject to phase out from Tier 2*	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	Collective allowances	9,364
51	**Tier 2 capital before regulatory adjustments**	29,364
	Tier 2 capital: regulatory adjustments	
57	**Total regulatory adjustments to Tier 2 capital**	-
58	**Tier 2 capital (T2)**	**29,364**
59	**Total capital (TC = T1 + T2)**	**224,492**
60	**Total risk weighted assets**	**1,158,498**
60a	**Credit Valuation Adjustment (CVA) Risk-weighted Assets (RWA)**	**NA**
	Capital ratios	
61	Common Equity Tier 1 (as percentage of risk weighted assets)	16.84%
62	Tier 1 (as a percentage of risk weighted assets)	16.84%
63	Total capital (as percentage of risk weighted assets)	19.38%
	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%

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2. Leverage Ratio

(in thousands of Canadian dollars, except for %)

	Item	**Leverage Ratio Framework**	
	On-balance sheet exposures	Dec 31, 2023	Sep 30, 2023
1	On-balance sheet items (excluding derivatives, SFTs and grandfathered securitization exposures but including collateral)	1,388,795	1,437,845
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)	(40)	(52)
5	**Total on-balance sheet exposures** (excluding derivatives and SFTs) (sum of lines 1 to 4)	1,388,755	1,437,793
	Derivative exposures		
6	Replacement cost associated with all derivative transactions	6,541	1,078
7	Add-on amounts for potential future exposure associated with all derivative transactions	3,644	5,334
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)**	10,185	6,412
	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	112,672	127,931
18	(Adjustments for conversion to credit equivalent amounts)	(65,833)	(75,147)
19	**Off-balance sheet items (sum of lines 17 and 18)**	46,839	52,785
	Capital and Total Exposures		
20	**Tier 1 capital**	195,128	188,622
21	**Total Exposures (sum of lines 5, 11, 16 and 19)**	1,445,779	1,496,989
	Leverage Ratios		
22	**Basel III leverage ratio**	13.50%	12.60%

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3. Overview of risk management, key prudential metrics and RWA

(in thousands of Canadian dollars, except for %)

	Available capital (Amounts)	Dec 23	Sep 23	Jun 23	Mar 23	Dec 22
1	Common Equity Tier 1 (CET1)	195,128	188,622	184,686	180,608	177,485
2	Tier 1	29,364	29,772	29,062	28,002	25,935
3	Total Capital	224,492	218,394	213,748	208,610	203,420
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)	1,158,498	1,227,121	1,253,339	1,297,441	1,230,428
	Risk-based capital ratios as a percentage of RWA					
5	Common Equity Tier 1 ratio (%)	16.84	15.37	14.74	13.92	14.42
6	Tier 1 ratio (%)	16.84	15.37	14.74	13.92	14.42
7	Total Capital ratio (%)	19.38	17.80	17.05	16.08	16.53
	Additional CET1 buffers requirements as a percenatge of RWA					
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.50	2.50	2.50	2.50	2.50
9	Countercyclical buffer requirements (%)	-	-	-	-	-
10	Bank GSIB and/or DSIB additional requirements (%)	N/A	N/A	N/A	N/A	N/A
11	Total of bank CET1 specific buffer requirements (%)	2.50	2.50	2.50	2.50	2.50
12	CET1 available to meet buffers after meeting the bank's minimum captal requirements, and, if applicable, TLAC requirements (%)	12.34	10.87	10.24	9.42	9.92
	Basel III leverage ratio					
13	Total Basel III leverage ratio exposure measure	1,445,779	1,496,989	1,496,451	1,501,778	1,524,004
14	Basel III leverage ratio (%)	13.50	12.60	12.34	12.03	11.65