SBI Canada Bank

Basel - Pillar 3 disclosures

as at September 30, 2026

SMSB Segmentation Category

The Bank is currently categorized as Category II SMSB in accordance with OSFI guidance - *Small and Medium-Sized Deposit-Taking Institutions (SMSBs) Capital and Liquidity Requirements - Guideline* .

OSFI's Financial Data website

Additional information is available at OSFI's Financial Data website:
https://www.osfi-bsif.gc.ca/en/data-forms/open-government-osfi-financial-data

Disclosure Requirements & Disclaimer

This document comprises the Pillar 3 disclosures for SBI Canada Bank and is unaudited. These disclosures have been provided solely to meet the OSFI requirements issued in the OSFI guidance - *Pillar 3 Disclosure Guideline for Small and Medium-Sized Deposit-Taking Institutions (SMSBs)* .

Frequency of Reporting

OSFI expects SMSBs to adhere to its Guidelines for frequency and format of Pillar III reporting. Accordingly, while the Bank's applicable disclosure are provided quarterly, the full qualitative disclosures are included as a part of the Annual Pillar 3 disclosures at year-end.

1. Modified CC1: Composition of capital

(in thousands of Canadian dollars, except for %)

	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	70,942
3	Accumulated other comprehensive income (and other reserves)	(1,544)
4	*Directly issued capital subject to phase out from CET1 (only applicable to Federal Credit Unions)*	N/A
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	N/A
6	**Common Equity Tier 1 capital before regulatory adjustments**	**193,116**
	Common Equity Tier 1 capital: regulatory adjustments	
28	**Total regulatory adjustments to Common Equity Tier 1**	(20)
29	**Common Equity Tier 1 capital (CET1)**	**193,096**
	Additional Tier 1 capital: instruments	
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	N/A
31	of which: classified as equity under applicable accounting standards	N/A
32	of which: classified as liabilities under applicable accounting standards	N/A
33	*Directly issued capital instruments subject to phase out from Additional Tier 1 (applicable only to Federal Credit Unions)*	N/A
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)	N/A
35	*of which: instruments issued by subsidiaries subject to phase out (applicable only to Federal Credit Unions)*	N/A
36	**Additional Tier 1 capital before regulatory adjustments**	N/A
	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)**	**193,096**
	Tier 2 capital: instruments and provisions	
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 (applicable only to Federal Credit Unions)*	N/A
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)	N/A
49	*of which: instruments issued by subsidiaries subject to phase out (applicable only to Federal Credit Unions)*	N/A
50	Collective allowances	10,705
51	**Tier 2 capital before regulatory adjustments**	30,705
	Tier 2 capital: regulatory adjustments	
57	**Total regulatory adjustments to Tier 2 capital**	-
58	**Tier 2 capital (T2)**	**30,705**
59	**Total capital (TC = T1 + T2)**	**223,801**
60	**Total risk-weighted assets**	**1,080,108**
	Capital ratios	
61	Common Equity Tier 1 (as a percentage of risk-weighted assets)	17.88%
62	Tier 1 (as a percentage of risk-weighted assets)	17.88%
63	Total capital (as a percentage of risk-weighted assets)	20.72%
	OSFI target	
69	Common Equity Tier 1 target ratio	7.00%
70	Tier 1 capital target ratio	8.50%
71	Total capital target ratio	10.50%
	Capital instruments subject to phase-out arrangements (For Federal Credit Unions only)	
80	Current cap on CET1 instruments subject to phase-out arrangements	N/A
81	Amount excluded from CET1 capital due to cap (excess over cap after redemptions and maturities)	N/A
82	Current cap on AT1 instruments subject to phase-out arrangements	N/A
83	Amount excluded from AT1 capital due to cap (excess over cap after redemptions and maturities)	N/A
84	Current cap on Tier 2 instruments subject to phase-out arrangements	N/A
85	Amount excluded from Tier 2 capital due to cap (excess over cap after redemptions and maturities)	N/A

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Basel - Pillar 3 disclosures (contd.)

as at September 30, 2026

2. LR2: Leverage ratio

(in thousands of Canadian dollars, except for %)

On-balance sheet exposures		30-Sep-26	Jun 30, 2026
1	On-balance sheet items (excluding derivatives, SFTs and grandfathered securitization exposures but including collateral)	1,379,829	1,449,914
2	Gross-up for derivatives collateral provided where deducted from balance sheet assets pursuant to the operative accounting framework (IFRS)	-	-
3	(Deductions of receivable assets for cash variation margin provided in derivatives transactions)	-	-
4	(Asset amounts deducted in determining Tier 1 capital)	(20)	(20)
5	**Total on-balance sheet exposures** (excluding derivatives and SFTs) (sum of lines 1 to 4)	1,379,809	1,449,894
Derivative exposures			
6	Replacement cost associated with all derivative transactions	992	994
7	Add-on amounts for potential future exposure associated with all derivative transactions	4,109	4,761
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)**	5,101	5,755
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	125,082	144,529
18	(Adjustments for conversion to credit equivalent amounts)	(73,147)	(84,144)
19	**Off-balance sheet items (sum of lines 17 and 18)**	51,935	60,385
Capital and total Exposures			
20	**Tier 1 capital**	193,096	193,943
21	**Total Exposures (sum of lines 5, 11, 16 and 19)**	1,436,844	1,516,034
Leverage ratio			
22	**Basel III leverage ratio**	13.44%	12.79%

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Basel - Pillar 3 disclosures (contd.)

as at September 30, 2026

3. KM1: Key metrics

(in thousands of Canadian dollars, except for %)

	Available capital (amounts)	30-Sep-26	30-Jun-26	31-Mar-26	31-Dec-25	30-Sep-25
1	Common Equity Tier 1 (CET1)	193,096	193,943	192,036	191,698	205,475
2	Tier 1	193,096	193,943	192,036	191,698	205,475
3	Total capital	223,801	225,422	223,480	223,024	237,215
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)	1,080,108	1,195,234	1,191,828	1,216,648	1,273,175
4a	Total risk-weighted assets (pre-floor)	1,080,108	1,195,234	1,191,828	1,216,648	1,273,175
	Risk-based capital ratios as a percentage of RWA					
5	CET1 ratio (%)	17.88	16.23	16.11	15.76	16.14
5a	CET1 ratio (%) (pre-floor ratio)	17.88	16.23	16.11	15.76	16.14
6	Tier 1 ratio (%)	17.88	16.23	16.11	15.76	16.14
6a	Tier 1 ratio (%) (pre-floor ratio)	17.88	16.23	16.11	15.76	16.14
7	Total Capital ratio (%)	20.72	18.86	18.75	18.33	18.63
7a	Total Capital ratio (%) (pre-floor ratio)	20.72	18.86	18.75	18.33	18.63
	Additional CET1 buffer requirements as a percentage of RWA					
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.50	2.50	2.50	2.50	2.50
9	Countercyclical buffer requirement (%)	-	-	-	-	-
10	Bank G-SIB and/or D-SIB additional requirements (%) [Not applicable for SMSBs]	N/A	N/A	N/A	N/A	N/A
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)	2.50	2.50	2.50	2.50	2.50
12	CET1 available after meeting the bank's minimum capital requirements (%)	11.88	10.23	10.11	9.76	10.14
	Basel III leverage ratio					
13	Total Basel III leverage ratio exposure measure	1,436,844	1,516,034	1,487,956	1,558,834	1,592,703
14	Basel III leverage ratio (row 2 / row 13)	13.44	12.79	12.91	12.30	12.90

* CET1 available to meet buffers is calculated as CET1 ratio less the portion thereof required to meet minimum requirements of CET1 (4.5%), Tier 1 (6.0%) and Total Capital (8.0%) ratios.