

**PEACE HILLS TRUST COMPANY**  
**Composition of Regulatory Capital**  
**June 30, 2023**

*Dollars in thousands*

	<b>30-Jun-23</b>
<b>Common Equity Tier 1 capital: instruments and reserves</b>	
1 Directly issue qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus	33,833
2 Retained earnings	60,707
3 Accumulated other comprehensive income (and other reserves)	
<b>6 Common Equity Tier 1 capital before regulatory adjustments</b>	<b>94,540</b>
<b>Common Equity Tier 1 capital: regulatory adjustments</b>	
28 Total regulatory adjustments to Common Equity Tier 1	(148)
<b>29 Common Equity Tier 1 capital (CET1)</b>	<b>94,392</b>
<b>36 Additional Tier 1 capital before regulatory adjustments</b>	
<b>Additional Tier 1 capital: regulatory adjustments</b>	
44 <b>Additional Tier 1 capital (AT1)</b>	
<b>45 Tier 1 capital (T1 = CET1 + AT1)</b>	<b>94,392</b>
<b>Tier 2 capital: instruments and provisions</b>	
50 Expected Credit Loss - Stage 1 & Stage 2	2,659
<b>51 Tier 2 capital before regulatory adjustments</b>	<b>2,659</b>
<b>Tier 2 capital: regulatory adjustments</b>	
57 <b>Total regulatory adjustments to Tier 2 capital</b>	<b>-</b>
<b>58 Tier 2 capital (T2)</b>	<b>2,659</b>
<b>59 Total capital (TC = T1 + T2)</b>	<b>97,051</b>
<b>60 Total risk-weighted assets</b>	<b>673,905</b>
<b>Capital Ratios</b>	
61 Common Equity Tier 1 (as percentage of risk-weighted assets)	14.0%
62 Tier 1 (as percentage of risk-weighted assets)	14.0%
63 Total capital (as percentage of risk-weighted assets)	14.4%
<b>OSFI all-in target</b>	
69 Common Equity Tier 1 target ratio	7.0%
70 Tier 1 capital target ratio	8.5%
71 Total capital target ratio	10.5%

**PEACE HILLS TRUST COMPANY**

**Leverage Ratio**

**June 30, 2023**

*Dollars in thousands*

	30-Jun-23	31-Mar-23
<b>On-balance sheet exposures</b>		
1 On-balance sheet items (excluding derivatives, SFTs and grandfathered securitization exposures but including collateral)	997,595	1,007,082
4 (Asset amounts deducted in determining Tier 1 capital)	(148)	
5 <b>Total on-balance sheet balance exposures</b> (excluding derivatives and SFTs) (sum of lines 1 to 4)	997,447	1,007,082
<b>Other off-balance sheet exposures</b>		
17 Off-balance sheet exposure at gross notional amount	85,943	70,151
18 (Adjustments for conversion to credit equivalent amounts)	(56,125)	(63,136)
19 <b>Off-balance sheet items (sum of lines 17 and 18)</b>	29,818	7,015
<b>Capital and Total Exposures</b>		
20 <b>Tier 1 capital</b>	94,392	90,461
21 <b>Total Exposures (sum of lines 5, 11, 16 and 19)</b>	1,027,265	1,014,097
<b>Leverage Ratios</b>		
22 <b>Basel III leverage ratio</b>	<b>9.19%</b>	8.92%