

PEACE HILLS TRUST COMPANY
Composition of Regulatory Capital
September 30, 2023

Dollars in thousands

	30-Sep-23
Common Equity Tier 1 capital: instruments and reserves	
1 Directly issue qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus	33,833
2 Retained earnings	64,848
3 Accumulated other comprehensive income (and other reserves)	
6 Common Equity Tier 1 capital before regulatory adjustments	98,681
Common Equity Tier 1 capital: regulatory adjustments	
28 Total regulatory adjustments to Common Equity Tier 1	(147)
29 Common Equity Tier 1 capital (CET1)	98,534
36 Additional Tier 1 capital before regulatory adjustments	
Additional Tier 1 capital: regulatory adjustments	
44 Additional Tier 1 capital (AT1)	
45 Tier 1 capital (T1 = CET1 + AT1)	98,534
Tier 2 capital: instruments and provisions	
50 Expected Credit Loss - Stage 1 & Stage 2	3,306
51 Tier 2 capital before regulatory adjustments	3,306
Tier 2 capital: regulatory adjustments	
57 Total regulatory adjustments to Tier 2 capital	-
58 Tier 2 capital (T2)	3,306
59 Total capital (TC = T1 + T2)	101,840
60 Total risk-weighted assets	677,559
Capital Ratios	
61 Common Equity Tier 1 (as percentage of risk-weighted assets)	14.5%
62 Tier 1 (as percentage of risk-weighted assets)	14.5%
63 Total capital (as percentage of risk-weighted assets)	15.0%
OSFI all-in target	
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****September 30, 2023***Dollars in thousands*

	30-Sep-23
On-balance sheet exposures	
1 On-balance sheet items (excluding derivatives, SFTs and grandfathered securitization exposures but including collateral)	957,133
4 (Asset amounts deducted in determining Tier 1 capital)	(147)
5 Total on-balance sheet balance exposures (excluding derivatives and SFTs) (sum of lines 1 to 4)	956,986
Other off-balance sheet exposures	
17 Off-balance sheet exposure at gross notional amount	75,015
18 (Adjustments for conversion to credit equivalent amounts)	(49,025)
19 Off-balance sheet items (sum of lines 17 and 18)	25,990
Capital and Total Exposures	
20 Tier 1 capital	98,534
21 Total Exposures (sum of lines 5, 11, 16 and 19)	982,976
Leverage Ratios	
22 Basel III leverage ratio	10.02%