

**PEACE HILLS TRUST COMPANY**

**All-in Capital Disclosure**

**June 30, 2020**

*Dollars in thousands*

	30-Jun-20	31-Mar-20	30-Jun-19	
<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	33,833	33,833
2	Retained earnings	44,842	44,168	41,520
3	Accumulated other comprehensive income (and other reserves)	-	-	(21)
6	<b>Common Equity Tier 1 capital before regulatory adjustments</b>	78,675	78,001	75,332
<b>Common Equity Tier 1 capital: regulatory adjustments</b>				
28	Total regulatory adjustments to Common Equity Tier 1	-	-	-
29	<b>Common Equity Tier 1 capital (CET1)</b>	78,675	78,001	75,332
36	<b>Additional Tier 1 capital before regulatory adjustments</b>	-	-	-
<b>Additional Tier 1 capital: regulatory adjustments</b>				
44	<b>Additional Tier 1 capital (AT1)</b>	-	-	-
45	<b>Tier 1 capital (T1 = CET1 + AT1)</b>	78,675	78,001	75,332
<b>Tier 2 capital: instruments and provisions</b>				
50	Expected Credit Loss - Category 1	2,134	2,241	2,116
51	<b>Tier 2 capital before regulatory adjustments</b>	2,134	2,241	2,116
<b>Tier 2 capital: regulatory adjustments</b>				
57	<b>Total regulatory adjustments to Tier 2 capital</b>	-	-	-
58	<b>Tier 2 capital (T2)</b>	2,134	2,241	2,116
59	<b>Total capital (TC = T1 + T2)</b>	80,809	80,242	77,448
60	<b>Total risk-weighted assets</b>	515,857	484,359	464,650
<b>Capital Ratios</b>				
61	Common Equity Tier 1 (as percentage of risk-weighted assets)	15.3%	16.1%	16.2%
62	Tier 1 (as percentage of risk-weighted assets)	15.3%	16.1%	16.2%
63	Total capital (as percentage of risk-weighted assets)	15.7%	16.6%	16.7%
64	Institution-specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus G-SIB buffer requirement plus D-SIB buffer requirement expressed as a percentage of risk-weighted assets)	7.0%	7.0%	7.0%
68	Common Equity Tier 1 available to meet buffers (as percentage of risk-weighted assets)	8.3%	9.1%	9.2%
<b>OSFI all-in target</b>				
69	Common Equity Tier 1 all-in target ratio	7.0%	7.0%	7.0%
70	Tier 1 capital all-in target ratio	8.5%	8.5%	8.5%
71	Total capital all-in target ratio	10.5%	10.5%	10.5%
<b>Amounts below the thresholds for deduction (before risk weighting)</b>				
75	Deferred tax assets arising from temporary differences ( net of related tax liability)	761	761	931

**PEACE HILLS TRUST COMPANY**

**Leverage Ratio**

**June 30, 2020**

*Dollars in thousands*

	<b>30-Jun-20</b>	<b>31-Mar-20</b>	<b>30-Jun-19</b>
<b>On-balance sheet exposures</b>			
1 On-balance sheet items (excluding derivatives, SFTs and grandfathered securitization exposures but including collateral)	738,702	651,417	694,160
2 (Asset amounts deducted in determining Basel III "all-in" Tier 1 capital)	-	-	-
3 <b>Total on-balance sheet balance exposures</b> (excluding derivatives and SFTs) (sum of lines 1 and 2)	738,702	651,417	694,160
<b>Other off-balance sheet exposures</b>			
17 Off-balance sheet exposure at gross notional amount	52,954	74,175	82,414
18 (Adjustments for conversion to credit equivalent amounts)	(47,659)	(66,758)	(74,173)
19 <b>Off-balance sheet items (sum of lines 17 and 18)</b>	5,295	7,418	8,241
<b>Capital and Total Exposures</b>			
20 <b>Tier 1 capital</b>	78,675	78,001	75,332
21 <b>Total Exposures (sum of lines 3, 11, 16 and 19)</b>	743,997	658,835	702,401
<b>Leverage Ratios</b>			
22 <b>Basel III leverage ratio</b>	<b>10.57%</b>	11.84%	10.72%