

**PEACE HILLS TRUST COMPANY**

**All-in Capital Disclosure**

**September 30, 2021**

*Dollars in thousands*

	<b>30-Sep-21</b>	<b>30-Jun-21</b>	<b>30-Sep-20</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	33,833	33,833
2 Retained earnings	47,281	46,652	45,235
3 Accumulated other comprehensive income (and other reserves)	532	231	-
<b>6 Common Equity Tier 1 capital before regulatory adjustments</b>	<b>81,646</b>	<b>80,716</b>	<b>79,068</b>
<b>Common Equity Tier 1 capital: regulatory adjustments</b>			
28 Total regulatory adjustments to Common Equity Tier 1	-	-	-
<b>29 Common Equity Tier 1 capital (CET1)</b>	<b>81,646</b>	<b>80,716</b>	<b>79,068</b>
<b>36 Additional Tier 1 capital before regulatory adjustments</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Additional Tier 1 capital: regulatory adjustments</b>			
44 <b>Additional Tier 1 capital (AT1)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>45 Tier 1 capital (T1 = CET1 + AT1)</b>	<b>81,646</b>	<b>80,716</b>	<b>79,068</b>
<b>Tier 2 capital: instruments and provisions</b>			
50 Expected Credit Loss - Stage 1 & Stage 2	3,278	3,080	2,722
<b>51 Tier 2 capital before regulatory adjustments</b>	<b>3,278</b>	<b>3,080</b>	<b>2,722</b>
<b>Tier 2 capital: regulatory adjustments</b>			
57 <b>Total regulatory adjustments to Tier 2 capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>58 Tier 2 capital (T2)</b>	<b>3,278</b>	<b>3,080</b>	<b>2,722</b>
<b>59 Total capital (TC = T1 + T2)</b>	<b>84,924</b>	<b>83,796</b>	<b>81,790</b>
<b>60 Total risk-weighted assets</b>	<b>544,604</b>	<b>534,677</b>	<b>524,582</b>
<b>Capital Ratios</b>			
61 Common Equity Tier 1 (as percentage of risk-weighted assets)	15.0%	15.1%	15.1%
62 Tier 1 (as percentage of risk-weighted assets)	15.0%	15.1%	15.1%
63 Total capital (as percentage of risk-weighted assets)	15.6%	15.7%	15.6%
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)	8.0%	8.1%	8.1%
<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)	805	805	761

**PEACE HILLS TRUST COMPANY**

**Leverage Ratio**

**September 30, 2021**

*Dollars in thousands*

	<b>30-Sep-21</b>	<b>30-Jun-21</b>	<b>30-Sep-20</b>
<b>On-balance sheet exposures</b>			
1 On-balance sheet items (excluding derivatives, SFTs and grandfathered securitization exposures but including collateral)	802,373	815,549	757,123
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)	802,373	815,549	757,123
<b>Other off-balance sheet exposures</b>			
17 Off-balance sheet exposure at gross notional amount	83,007	60,414	46,541
18 (Adjustments for conversion to credit equivalent amounts)	(74,706)	(54,373)	(41,887)
19 <b>Off-balance sheet items (sum of lines 17 and 18)</b>	8,301	6,041	4,654
<b>Capital and Total Exposures</b>			
20 <b>Tier 1 capital</b>	81,646	80,716	79,068
21 <b>Total Exposures (sum of lines 3, 11, 16 and 19)</b>	810,674	821,590	761,777
<b>Leverage Ratios</b>			
22 <b>Basel III leverage ratio</b>	<b>10.07%</b>	9.82%	10.38%