SBI Canada Bank

Basel III Pillar 3 Public Disclosure

as at: June 30, 2016

1. Regulatory Capital

(in thousands of Canadian dollars, except for %)

Modified Capital Disclosure Template		All-in
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	8,717
3	Accumulated other comprehensive income (and other reserves)	21
4	*Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies)*	NA
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	NA
6	**Common Equity Tier 1capital before regulatory adjustments**	**132,456**
Common Equity Tier 1 capital: regulatory adjustments		
28	Total regulatory adjustments to Common Equity Tier 1	(573)
29	**Common Equity Tier 1 capital (CET1)**	**131,883**
Additional Tier 1 capital: instruments		
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	NA
31	of which: classified as equity under applicable accounting standards	NA
32	of which: classified as liabilities under applicable accounting standards	NA
33	*Directly issued capital instruments subject to phase out from Additional Tier 1*	NA
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)	NA
35	*of which: instruments issued by subsidiaries subject to phase out*	NA
36	**Additional Tier 1 capital before regulatory adjustments**	NA
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)**	**131,883**
Tier 2 capital: instruments and allowances		
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*	NA
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)	NA
49	*of which: instruments issued by subsidiaries subject to phase out*	NA
50	Collective allowances	NA
51	**Tier 2 capital before regulatory adjustments**	20,000
Tier 2 capital: regulatory adjustments		
57	**Total regulatory adjustments to Tier 2 capital**	-
58	**Tier 2 capital (T2)**	**20,000**
59	**Total capital (TC = T1 + T2)**	**151,883**
60	**Total risk weighted assets**	**794,309**
60a	**Common Equity Tier 1 (CET1) Capital RWA**	NA
60b	**Tier 1 Capital RWA**	NA
60c	**Total Capital RWA**	NA
Capital ratios		
61	Common Equity Tier 1 (as percentage of risk weighted assets)	16.60%
62	Tier 1 (as a percentage of risk weighted assets)	16.60%
63	Total capital (as percentage of risk weighted assets)	19.12%
OSFI all-in target		
69	Common Equity Tier 1 capital all-in target ratio	7.0%
70	Tier 1 capital all-in target ratio	8.5%
71	Total capital all-in target ratio	10.5%
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2013 and 1 Jan 2022)		
80	Current cap on CET1 instruments subject to phase out arrangements	NA
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	NA
82	Current cap on AT1 instruments subject to phase out arrangements	NA
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	NA
84	Current cap on T2 instruments subject to phase out arrangements	NA
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	NA

2. Leverage Ratio

(in thousands of Canadian dollars, except for %)

	Item	Leverage Ratio Framework
	On-balance sheet exposures	
1	On-balance sheet items (excluding derivatives, SFTs and grandfathered securitization exposures but including collateral)	902,201
2	(Asset amounts deducted in determining Basel III "all-in" Tier 1 capital)	(573)
3	**Total on-balance sheet exposures** (excluding derivatives and SFTs) (sum of lines 1 and 2)	901,628
	Derivative exposures	
4	Replacement cost associated with all derivative transactions (i.e. net of eligible cash variation margin)	2,969
5	Add-on amounts for PFE associated with all derivative transactions	808
6	Gross up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	-
7	(Deductions of receivables assets for cash variation margin provided in derivative transactions)	-
8	(Exempted CCP-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 4 to 10)**	3,777
	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	73,488
18	(Adjustments for conversion to credit equivalent amounts)	(38,471)
19	**Off-balance sheet items (sum of lines 17 and 18)**	35,017
	Capital and Total Exposures	
20	**Tier 1 capital**	131,884
21	**Total Exposures (sum of lines 3, 11, 16 and 19)**	940,422
	Leverage Ratios	
22	**Basel III leverage ratio**	14.02%