

## Pillar 3 Disclosures - As at 30<sup>th</sup> September 2020

### Executive Summary

The Pillar 3 disclosures are important reporting requirements as per AMBD & Basel Committee on Banking Supervision (BCBS). AMBD is of the view that enhancing market transparency is best supported by the provision of disclosures based on a common framework. Pillar 3 disclosures (market discipline) act as an effective means of informing the market about the risk position of a bank in a consistent and comparable manner.

In recognition of the increased risk sensitivity of the disclosure and the general trend toward more frequent reporting in capital markets, BIBD is required to disclose its Tier 1 regulatory capital ratio, its total regulatory capital adequacy ratio and the total amount of its regulatory capital on a quarterly basis.

**Table (1) - Consolidated Capital Structure as at 30<sup>th</sup> September 2020**

| <b>Tier 1 Capital</b>   | <b>Amounts in BND '000s</b> |
|---|-----------------------------|
| Core capital (Tier 1 capital) before dividend                   | 1,198,740                   |
| Less: Dividends to be proposed for the financial year           | -                           |
| Core capital (Tier 1 capital) after dividend                    | 1,198,740                   |
| Supplementary capital (Tier II capital)                         | 19,229                      |
| Less: Investment in Associates and Subsidiaries                 | (7,080)                     |
| <b>Total Regulatory capital after deductions (Capital Base)</b> | <b>1,210,889</b>            |

**Table (2) - Capital Adequacy as at 30<sup>th</sup> September 2020**

| <b>Quantitative Disclosures</b>                | <b>RWA Amount (BND 000's)</b> |
|--|-------------------------------|
| <b>Capital Requirements</b>                    |                               |
| 1. Credit Risk – Standardized Approach         | 5,372,535                     |
| 2. Market Risk – Standardized Approach         | 1,899                         |
| 3. Operational Risk – Basic Indicator Approach | 621,816                       |
| <b>Total</b>                                   | <b>5,996,250</b>              |
| <b>Capital amount</b>                          |                               |
| 1. Tier 1                                      | 1,198,740                     |
| 2. Total Regulatory Capital                    | 1,210,889                     |
| <b>Capital Ratio</b>                           |                               |
| 1. Tier 1                                      | 19.99%                        |
| 2. Total Regulatory Capital                    | 20.19%                        |