

Pillar 3 Disclosures - As at 31st March 2022

Executive Summary

Bank Islam Brunei Darussalam (“BIBD”) or (“the Group”) is regulated by the Brunei Darussalam Central Bank (“BDCB”) and follows the updated Pillar 3 - Public disclosure requirements issued by the BDCB in April 2021.

This document is prepared and based on the said notice and complements other regulatory guidance such as the minimum risk-based capital requirements and other quantitative requirement as per the Notice No BU/N-4/2017/39 - Maintenance of Capital Adequacy Ratio and Notice No. BU/N-10/2018/60 : Amendment No. 1 - Supervisory Review and Evaluation Process (SREP)The Pillar 3 disclosure aims to facilitate and promote market discipline by requiring disclosure of key information on a consistent and comparable basis.

C1: Overview of key prudential metrics and Risk Weighted Assets(“RWA”)

KM1: Key Metrics

Purpose: To provide an overview of the Group’s prudential regulatory metrics						
Content: Key prudential metrics related to regulatory capital and other regulatory requirements						
Frequency: Quarterly						
Format: Fixed						
Narrative: Tier 1 capital decreased due to a reduction in fair value reserve and general reserve which resulted a lower Tier 1.						
Quantitative disclosure:						
		T	T-1	T-2	T-3	T-4
		31-Mar-22	31-Dec-21	30-Sep-21	30-Jun-21	31-Mar-21
Available capital (BND’000)						
1	Tier 1	1,268,508	1,284,695	1,136,396	1,264,406	1,269,980
2	Total Capital	1,282,272	1,302,960	1,152,445	1,282,726	1,285,812
Risk-weighted assets (BND’000)						
3	Total risk-weighted assets (RWA)	6,343,104	6,350,173	6,570,791	6,414,947	6,360,999
Risk-based capital ratios as a percentage of RWA						
4	Tier 1 ratio (%)	20.0%	20.2%	17.3%	19.7%	20.0%
5	Total capital ratio (%)	20.2%	20.5%	17.5%	20.0%	20.2%

OV1: Overview of Risk Weighted Assets (RWA)

Purpose: To provide an overview of total RWAs and further respective breakdowns.				
Frequency: Quarterly				
Format: Fixed				
Narrative: There is a slight increase in the credit risk RWA due to increase in corporate trade finance letter of credit facility.				
Quantitative disclosure:				
BND'000		(a)	(b)	(c)
		RWA		Minimum capital requirement
		31-Mar-22	31-Dec-21	31-Mar-22
1	Credit Risk (Standardised)	5,667,341	5,657,635	566,734
2	Market Risk (Standardised)	63,383	72,909	6,338
3	Operational risk (Basic Indicator Approach)	612,380	619,629	61,238
4	Total	6,343,104	6,350,173	634,310