

## Pillar 3 Disclosures - As at 31<sup>st</sup> March 2025

### 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

<b>Purpose:</b> To provide an overview of the Group’s prudential regulatory metrics						
<b>Content:</b> Key prudential metrics related to regulatory capital and other regulatory requirements						
<b>Frequency:</b> Quarterly						
<b>Format:</b> Fixed						
<b>Narrative:</b> December 2024 to March 2025 saw an increase in the Tier 1 ratio and Total Capital ratio by 0.2% respectively. There was an overall increase in capital mainly contributed by the increase in fair value reserve.						
<b>Quantitative disclosure:</b>						
		(a)	(b)	(c)	(d)	(e)
		T	T-1	T-2	T-3	T-4
	Available capital (BND'000)	31-Mar-25	31-Dec-24	30-Sep-24	30-Jun-24	31-Mar-24
1	Tier 1	1,367,228	1,356,804	1,427,868	1,339,912	1,340,318
2	Total Capital	1,367,228	1,356,804	1,427,868	1,348,314	1,348,009
Risk-weighted assets (RWA) (BND'000)						
3	Total Risk-Weighted Assets	7,536,199	7,594,081	7,635,122	7,698,953	7,653,391
Risk-based capital ratios as a percentage of RWA						
4	Tier 1 Ratio (%)	18.1%	17.9%	18.7%	17.4%	17.5%
5	Total Capital Ratio (%)	18.1%	17.9%	18.7%	17.5%	17.6%

## OV1: Overview of Risk Weighted Assets (RWA)

<b>Purpose:</b> To provide an overview of total RWAs and further respective breakdowns.				
<b>Frequency:</b> Quarterly				
<b>Format:</b> Fixed				
<b>Narrative:</b> There was no significant movement in the overall RWA. Quarter-on-quarter movement for March 2025 saw a slight decrease in Credit Risk RWA due to reallocation to lower risk weights in the financial institution segment. An increase in Market Risk RWA was driven by higher foreign exchange position and the increased Operational Risk RWA was contributed to higher revenue averages.				
<b>Quantitative disclosure:</b>				
		(a)	(b)	(c)
		RWA (BND'000)		Minimum capital requirement
		31-Mar-25	31-Dec-24	31-Mar-25
1	Credit Risk (Standardised)	6,868,760	6,943,689	686,876
2	Market Risk (Standardised)	3,577	1,829	358
3	Operational Risk (Basic Indicator Approach)	663,862	648,563	66,386
4	Total	7,536,199	7,594,081	753,620