

PAK BRUNEI INVESTMENT COMPANY LIMITED
CAPITAL ADEQUACY, LEVERAGE AND LIQUIDITY DISCLOSURES ON STANDALONE BASIS
AS AT DECEMBER 31, 2024

CAPITAL ADEQUACY RETURN

Scope of Applications

The Basel Framework is applicable to Pak Brunei Investment Company both at the consolidated level and also on a stand alone basis. The Company has two subsidiaries namely Primus Leasing Limited and Awwal Corporate Restructuring Company Limited. All subsidiaries are consolidated as per International Financial Reporting Standards (IFRS).

Detail of the Company's eligible capital (on an unconsolidated basis) is as follows:

	December 31, 2024	December 31, 2023
	----- (Rupees in '000) -----	
Common Equity Tier 1 capital (CET1): Instruments and reserves		
Fully paid-up capital / capital deposited with SBP	6,000,000	6,000,000
Balance in share premium account	-	-
Reserve for issue of bonus shares	-	-
Discount on Issue of shares	-	-
General / statutory reserves	2,512,190	2,390,092
Gain / (losses) on derivatives held as cash flow hedge	-	-
Unappropriated / unremitted profits / (losses)	3,597,779	3,316,725
Minority Interests arising from CET1 capital instruments consolidated Company subsidiaries (amount allowed in CET1 capital of the consolidation group)	-	-
CET 1 before regulatory adjustments	12,109,969	11,706,817
Total regulatory adjustments applied to CET1	(2,271,919)	(3,481,689)
Common Equity Tier 1	9,838,050	8,225,128
Additional Tier 1 (AT 1) Capital		
Qualifying Additional Tier-1 instruments plus any related share premium of which: Classified as equity	-	-
of which: Classified as liabilities	-	-
Additional Tier-1 capital instruments issued by consolidated subsidiaries and held by third parties (amount allowed in group AT 1) of which: instrument issued by subsidiaries subject to phase out	-	-
AT1 before regulatory adjustments	-	-
Total regulatory adjustment applied to AT1 capital	(1,160,740)	(1,371,047)
Additional Tier 1 capital recognized for capital adequacy	-	-
Tier 1 Capital (CET1 + admissible AT1)	9,838,050	8,225,128
Tier 2 Capital		
Qualifying Tier 2 capital instruments under Basel III plus any related share premium	-	-
Tier 2 capital instruments subject to phase out arrangement issued under Pre-Basel III rules	-	-
Tier 2 capital instruments issued to third party by consolidated subsidiaries (amount allowed in group tier 2) of which: instruments issued by subsidiaries subject to phase out	-	-
General Provisions or general reserves for loan losses - up to maximum of 1.25% of Credit Risk Weighted Assets	-	-
Revaluation reserves	-	-
of which: Revaluation reserves on property	-	-
of which: Unrealised gains / losses on AFS	583,165	-
Foreign exchange translation reserves	-	-
Undisclosed / other reserves (if any)	-	-
T2 before regulatory adjustments	583,165	-
Total regulatory adjustment applied to T2 capital	(208,524)	(116,272)
Tier 2 capital (T2) after regulatory adjustments	374,641	-

Note

a

b

(c=a+b)

Note	December 31,	December 31,
	2024	2023
	----- (Rupees in '000) -----	
Tier 2 capital recognized for capital adequacy	374,641	-
Portion of Additional Tier 1 capital recognized in Tier 2 capital	-	-
Total Tier 2 capital admissible for capital adequacy	<u>374,641</u>	<u>-</u>
TOTAL CAPITAL (T1 + admissible T2)	10,212,691	8,225,128
Total Risk Weighted Assets (RWA)	35,806,755	30,945,061
Capital ratios and buffers (in percentage of risk weighted assets)		
CET1 to total RWA	27.48%	26.58%
Tier-1 capital to total RWA	27.48%	26.58%
Total capital to RWA	28.52%	26.58%
Company specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus any other buffer requirement)	11.50%	11.50%
of which: capital conservation buffer requirement	1.50%	1.50%
of which: countercyclical buffer requirement	0.00%	0.00%
of which: D-SIB or G-SIB buffer requirement	0.00%	0.00%
CET1 available to meet buffers (as a percentage of risk weighted assets)	15.98%	15.08%
National minimum capital requirements prescribed by SBP		
CET1 minimum ratio	6.00%	6.00%
Tier 1 minimum ratio	7.50%	7.50%
Total capital minimum ratio	11.50%	11.50%

December 31,	Amounts subject to Pre		December 31,
	2024	- Basel III treatment	
----- (Rupees in '000) -----			

Common Equity Tier 1 capital: Regulatory adjustments

Goodwill (net of related deferred tax liability)	-	-	-
All other intangibles (net of any associated deferred tax liability)	7,893	-	12,521
Shortfall of provisions against classified assets	-	-	-
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-	-
Defined-benefit pension fund net assets	-	-	-
Reciprocal cross holdings in CET1 capital instruments	-	-	-
Cash flow hedge reserve	-	-	-
Investment in own shares / CET1 instruments	-	-	-
Securitization gain on sale	-	-	-
Capital shortfall of regulated subsidiaries	-	-	-
Deficit on account of revaluation from Company's holdings of property / AFS	-	-	820,467
Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the Company does not own more than 10% of the issued share capital (amount above 10% threshold)	269,806	-	27,815
Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	833,480	-	823,770
Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	-	21,672
Amount exceeding 15% threshold of which: significant investments in the common stocks of financial entities of which: deferred tax assets arising from temporary differences	-	-	404,396
National specific regulatory adjustments applied to CET1 capital	-	-	-
Investment in TFCs of other banks exceeding the prescribed limit	-	-	-
Any other deduction specified by SBP	-	-	-
Regulatory adjustment applied to CET1 due to insufficient AT1 and Tier 2 to cover deductions	-	-	-
	1,160,740	-	1,371,047
Total regulatory adjustments applied to CET1	2,271,919	-	3,481,689

	December 31, 2024	Amounts subject to Pre - Basel III treatment (Rupees in '000)	December 31, 2023
Additional Tier 1 Capital: regulatory adjustments			
Investment in mutual funds exceeding the prescribed limit (SBP specific adjustment)	-	-	-
Investment in own AT1 capital instruments	-	-	-
Reciprocal cross holdings in Additional Tier 1 capital instruments	-	-	-
Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the Company does not own more than 10% of the issued share capital (amount above 10% threshold)	1,160,740	-	1,254,775
Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	-	-
Portion of deduction applied 50:50 to core capital and supplementary capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from tier-1 capital	-	-	-
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	-	116,272
Total of Regulatory Adjustment applied to AT1 capital	1,160,740	-	1,371,047
Tier 2 Capital: regulatory adjustments			
Portion of deduction applied 50:50 to core capital and supplementary capital based on Pre-Basel III treatment which, during transitional period, remain subject to deduction from tier-2 capital	-	-	-
Reciprocal cross holdings in Tier 2 instruments	-	-	-
Investment in own Tier 2 capital instrument	-	-	-
Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the Company does not own more than 10% of the issued share capital (amount above 10% threshold)	208,524	-	116,272
Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	-	-
Total regulatory adjustment applied to T2 capital	208,524	-	116,272

December 31, 2024 December 31, 2023
----- (Rupees in '000) -----

Additional information

Total Risk Weighted Assets subject to pre-Basel III treatment

Risk weighted assets in respect of amounts subject to Pre-Basel III Treatment	-	-
of which: recognised portion of investment in capital of banking, financial and insurance entities where holding is more than 10% of the issued common share capital of the entity	-	-
of which: deferred tax assets	-	-
of which: Defined-benefit pension fund net assets	-	-
of which: Recognized portion of investment in capital of banking, financial and insurance entities where holding is less than 10% of the issued common share capital of the entity	-	-
of which: Recognized portion of investment in capital of banking, financial and insurance entities where holding is more than 10% of the issued common share capital of the entity	-	-

Amounts below the thresholds for deduction (before risk weighting)

Non-significant investments in the capital of other financial entities	1,210,208	1,398,862
Significant investments in the common stock of financial entities	1,183,227	1,084,601
Deferred tax assets arising from temporary differences (net of related tax liability)	221,192	1,106,274

Applicable caps on the inclusion of provisions in Tier 2

Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardized approach (prior to application of cap)	-	-
Cap on inclusion of provisions in Tier 2 under standardized approach	-	-
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-	-
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	-	-

Leverage Ratio

The Company calculates leverage ratio in line with SBP's issued guidelines on Basel III. Pak Brunei's leverage ratio on standalone basis, as on December 31, 2024 is 4.43%. The same was 5.34% as on December 31, 2023.

IFRS 9 Impact: The company has applied transitional arrangement as per the IFRS-9 application instructions for the absorption of ECL for Capital Adequacy Ratio purpose. The Company has added back the transitional adjustment amount of 70% of Stage 1 and Stage 2 provisions to CET 1 Capital. Had the transition arrangement not been applied, the CAR and leverage ratio would decline to 28.41% and 4.41% respectively.

Capital Structure Reconciliation

Step 1

		December 31, 2024	
		Balance sheet as in published financial statements ----- (Rupees in '000) -----	Under regulatory scope of consolidation
Assets			
	Cash and balances with treasury banks	796,300	796,300
	Balances with other banks	107,838	107,838
	Lendings to financial institutions	-	-
	Investments	168,748,062	168,748,062
	Advances	21,141,357	21,141,357
	Operating fixed assets	109,242	109,242
	Deferred tax assets	243,419	243,419
	Other assets	10,853,733	10,853,733
	Total assets	201,999,951	201,999,951
Liabilities and equity			
AS AT DECE	Bills payable	-	-
	Borrowings	184,383,470	184,383,470
	Deposits and other accounts	1,165,705	1,165,705
	Sub-ordinated loans	-	-
	Liabilities against assets subject to finance lease	-	-
	Deferred tax liabilities	-	-
	Other liabilities	3,792,403	3,792,403
The Ba:	Total liabilities	189,341,578	189,341,578
Common Equity Tier 1 capital (CET1): Instruments and reserves			
	Fully paid-up capital / capital deposited with SBP	6,000,000	6,000,000
	Reserves	2,512,191	2,512,191
	Unappropriated / unremitted profit / (losses)	3,563,017	3,563,017
	Minority interest	-	-
	Surplus/(Deficit) on revaluation of assets	583,165	583,165
	Total liabilities and equity	201,999,951	201,999,951

Step 2

		December 31, 2024	
		Balance sheet as in published financial statements ----- (Rupees in '000) -----	Under regulatory scope of consolidation
Assets			
	Cash and balances with treasury banks	796,300	796,300
	Balance with other banks	107,838	107,838
	Lending to financial institutions	-	-
	Investments	168,748,062	168,748,062
	of which: Non-significant capital investments in capital of other financial institutions exceeding 10% threshold	1,210,208	1,210,208
	of which: significant capital investments in financial sector entities exceeding regulatory threshold	833,480	833,480
	of which: Mutual Funds exceeding regulatory threshold	-	-
	of which: Reciprocal cross holdings in CET1	-	-
	of which: Reciprocal cross holdings in Tier2	-	-
	of which: others	-	-
	Advances	21,141,357	21,141,357
	shortfall in provisions / excess of total EL amount over eligible provisions under IRB	-	-
	general provisions reflected in Tier 2 capital	-	-
	Fixed Assets	109,242	109,242
	of which: Intangibles	7,893	7,893
	Deferred tax assets	243,419	243,419
	of which: DTAs excluding those arising from temporary differences	243,419	243,419
	of which: DTAs arising from temporary differences exceeding regulatory threshold	-	-
	Other assets	10,853,733	10,853,733
	of which: Goodwill	-	-
	of which: Intangibles	-	-
	of which: Defined-benefit pension fund net assets	-	-
	Total assets	201,999,951	201,999,951

		December 31, 2024	
		Balance sheet as in published financial statements ----- (Rupees in '000) -----	Under regulatory scope of consolidation
Reference			
Liabilities and equity			
	Bills payable	-	-
	Borrowings	184,383,470	184,383,470
	Deposits and other accounts	1,165,705	1,165,705
	Sub-ordinated loans	-	-
	of which: eligible for inclusion in AT1	-	-
	of which: eligible for inclusion in Tier 2	-	-
	Liabilities against assets subject to finance lease	-	-
	Deferred tax liabilities	-	-
	of which: DTLs related to goodwill	-	-
	of which: DTLs related to intangible assets	-	-
	of which: DTLs related to defined pension fund net assets	-	-
	of which: other deferred tax liabilities	-	-
	Other liabilities	3,792,403	3,792,403
	Total liabilities	189,341,578	189,341,578
	Share capital	6,000,000	6,000,000
	of which: amount eligible for CET1	6,000,000	6,000,000
	of which: amount eligible for AT1	-	-
	Reserves	2,512,191	2,512,191
	of which: portion eligible for inclusion in CET1: Share premium	-	-
	of which: portion eligible for inclusion in CET1 general / statutory reserve	2,512,191	2,512,191
	of which: portion eligible for inclusion in Tier 2	-	-
	Unappropriated profit / (losses)	3,563,017	3,563,017
	Minority Interest	-	-
	of which: portion eligible for inclusion in CET1	-	-
	of which: portion eligible for inclusion in AT1	-	-
	of which: portion eligible for inclusion in Tier 2	-	-
	Surplus on revaluation of assets	583,165	583,165
	of which: Revaluation reserves on fixed assets	-	-
	of which: Unrealised gains / losses on AFS	583,165	583,165
	In case of deficit on revaluation (deduction from CET1)	-	-
	Total liabilities and equity	201,999,951	201,999,951

Step 3

	Source based on reference number from step 2	Component of regulatory capital reported by Company (Rupees in '000)
Common Equity Tier 1 capital (CET1): Instruments and reserves		
Fully paid-up capital / capital deposited with SBP	(t)	6,000,000
Balance in share premium account		-
Reserve for issue of Bonus Shares		-
General / statutory reserves	(v)	2,512,191
Gain / (losses) on derivatives held as cash flow hedge		-
Unappropriated/unremitted profits / (losses)	(y)	3,597,779
Minority interests arising from CET1 capital instruments issued to third party by consolidated Company subsidiaries (amount allowed in CET1 capital of the consolidation group)	(z)	-
CET 1 before regulatory adjustments		12,109,970

	Source based on reference number from step 2	Component of regulatory capital reported by Company (Rupees in '000)
Common Equity Tier 1 capital: Regulatory adjustments		
Goodwill (net of related deferred tax liability)	(l) - (p)	-
All other intangibles (net of any associated deferred tax liability)	(m) - (q)	7,893
Shortfall of provisions against classified assets	(g)	-
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	{(h) - (r)} * x%	-
Defined-benefit pension fund net assets	{(l) - (q)} * x%	-
Reciprocal cross holdings in CET1 capital instruments	(d)	-
Cash flow hedge reserve		-
Investment in own shares / CET1 instruments		-
Securitization gain on sale		-
Capital shortfall of regulated subsidiaries		-
Deficit on account of revaluation from Company's holdings of property / AFS	(ab)	-
Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the Company does not own more than 10% of the issued share capital (amount above 10% threshold)	(a) - (ac) - (ae)	269,806
Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	(b) - (ad) - (af)	833,480
Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	(i)	-
Amount exceeding 15% threshold		-
of which: significant investments in the common stocks of financial entities		-
of which: deferred tax assets arising from temporary differences		-
National specific regulatory adjustments applied to CET1 capital		-
Investment in TFCs of other banks exceeding the prescribed limit		-
Any other deduction specified by SBP (mention details)		-
Regulatory adjustment applied to CET1 due to insufficient AT1 and Tier 2 to cover deductions		1,160,740
Total regulatory adjustments applied to CET1 (sum of 9 to 25)		2,271,919
Common Equity Tier 1		9,838,051
Additional Tier 1 (AT 1) Capital		
Qualifying Additional Tier-1 instruments plus any related share premium		-
of which: Classified as equity	(t)	-
of which: Classified as liabilities	(m)	-
Additional Tier-1 capital instruments issued by consolidated subsidiaries and held by third parties (amount allowed in group AT 1)	(y)	-
of which: instrument issued by subsidiaries subject to phase out		-
AT1 before regulatory adjustments		-
Additional Tier 1 Capital: regulatory adjustments		-
Investment in mutual funds exceeding the prescribed limit (SBP specific adjustment)	(c)	-
Investment in own AT1 capital instruments		-
Reciprocal cross holdings in Additional Tier 1 capital instruments		-
Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the Company does not own more than 10% of the issued share capital (amount above 10% threshold)	(ac)	1,160,740
Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	(ad)	-
Portion of deduction applied 50:50 to core capital and supplementary capital based on Pre-Base I treatment which, during transitional period, remain subject to deduction from tier-1 capital		-
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions		-
Total of regulatory adjustment applied to AT1 capital		1,160,740
Additional Tier 1 capital		-
Additional Tier 1 capital recognised for capital adequacy		-

Tier 1 capital (CET1 + admissible AT1)		9,838,051
Tier 2 capital		
Qualifying Tier 2 capital instruments under Basel III		-
Capital instruments subject to phase out arrangement from tier 2 (Pre-Basel III instruments)	(n)	-
Tier 2 capital instruments issued to third party by consolidated subsidiaries (amount allowed in group tier 2)	(z)	-
of which: instruments issued by subsidiaries subject to phase out		-
General Provisions or general reserves for loan losses-up to maximum of 1.25% of credit risk weighted assets	(g)	-
Revaluation Reserves eligible for Tier 2		-
of which: Revaluation reserves on fixed assets	portion of	-
of which: Unrealized gains / losses on AFS	(aa)	583,165
Foreign exchange translation reserves	(v)	-
Undisclosed / other reserves (if any)		-
T2 before regulatory adjustments		583,165
Tier 2 Capital: regulatory adjustments		
Portion of deduction applied 50:50 to core capital and supplementary capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from tier-2 capital		-
Reciprocal cross holdings in Tier 2 instruments		-
Investment in own Tier 2 capital instrument		-
Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the Company does not own more than 10% of the issued share capital (amount above 10% threshold)	(ae)	-
Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	(af)	208,524
Amount of regulatory adjustment applied to T2 capital		-
Tier 2 capital (T2)		583,165
Tier 2 capital recognised for capital adequacy		374,641
Excess Additional Tier 1 capital recognised in Tier 2 capital		374,641
Total Tier 2 capital admissible for capital adequacy		-
TOTAL CAPITAL (T1 + admissible T2)		374,641
		10,212,692

Main Features of Regulatory Capital Instruments

S. No.	Main Features	Common Shares	Instrument-2	Explanation
1	Issuer	6,000,000		Pak Brunei Investment Company Limited. Common shares are held by Ministry of Finance, Government of Pakistan and Brunei Investment Agency in a 50:50 ratio
2	Unique identifier (e.g. KSE Symbol or Bloomberg identifier etc.)			N/A
3	Governing law(s) of the instrument			Repealed Companies Ordinance, 1984, and Companies Act, 2017
	Regulatory treatment			
4	Transitional Basel III rules			N/A
5	Post-transitional Basel III rules			Common Equity Tier 1
6	Eligible at solo / group / group and solo			Solo
7	Instrument type			Ordinary Shares
8	Amount recognised in regulatory capital (Currency in PKR thousands, as of reporting date)			6,000,000
9	Par value of instrument			Rs.10 per share
10	Accounting classification			Shareholder's Equity
11	Original date of issuance			4-Nov-06
12	Perpetual or dated			Perpetual
13	Original maturity date			N/A
14	Issuer call subject to prior supervisory approval			No
15	Optional call date, contingent call dates and redemption amount			N/A
16	Subsequent call dates, if applicable			
	Coupons / dividends			N/A
17	Fixed or floating dividend / coupon			N/A
18	The Basel Framework is applicable to Pak Brunei Investment Company both at the consolidated level and also on a stand alone basis. The Company has two subsidiaries namely Primus Leasing Limited and Awwal Corporate Restructuring Company Limited. All subsidiaries are consolidated as per International Financial Reporting Standards (IFRS).			N/A
19	Existence of a dividend stopper			Yes (please refer PR-11)
20	Fully discretionary, partially discretionary or mandatory			Fully discretionary
21	Common Equity Tier 1 capital (CET1): Instruments and reserves			
	Existence of step up or other incentive to redeem			No
22	Non-cumulative or cumulative			Non cumulative
23	Convertible or non-convertible			Non-convertible
24	If convertible, conversion trigger (s)			N/A
25	If convertible, fully or partially			N/A
26	If convertible, conversion rate			N/A
27	If convertible, mandatory or optional conversion			N/A
28	If convertible, specify instrument type convertible into			N/A
29	If convertible, specify issuer of instrument it converts into			N/A
30	Write-down feature			No
31	If write-down, write-down trigger(s)			N/A
32	If write-down, full or partial			N/A
33	If write-down, permanent or temporary			N/A
34	If temporary write-down, description of write-up mechanism			N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)			N/A
36	Non-compliant transitioned features			No

AT DECEMBER

37	If yes, specify non-compliant features			N/A
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Risk weighted assets

The capital requirements for the Company as per the major risk categories is indicated below:

	<u>Capital Requirement</u>		<u>Risk Weighted Assets</u>	
	<u>December 31, 2024</u>	<u>December 31, 2023</u>	<u>December 31, 2024</u>	<u>December 31, 2023</u>
	----- (Rupees in '000) -----			
Credit risk				
<u>Portfolios subject to standardised approach (Simple or Comprehensive)</u>				
Cash and cash equivalents	-	-	-	-
Sovereign	-	-	-	-
Public sector entities	-	-	-	-
Banks	2,157	4,799	21,568	47,985
Corporate	1,387,360	1,215,122	13,873,597	12,151,218
Retail	3,714	3,907	37,137	39,074
Residential mortgages	1,391	1,785	13,907	17,848
AS AT D Past due loans	12,096	11,343	120,956	113,432
Operating fixed assets	10,135	7,018	101,349	70,183
Other assets	87,603	254,415	876,029	2,544,154
	1,504,453	1,498,388	15,044,543	14,983,895
The Off - balance sheet				
Non-market related	307,056	156,259	3,070,557	2,351,133
Market related exposures	-	-	-	-
Equity exposure risk in the banking book				
Under simple risk weight method	396,906	354,623	3,969,064	3,271,770
Under Internal models approach	-	-	-	-
	703,962	510,882	7,039,622	5,622,903
Market risk				
<u>Capital requirement for portfolios subject to standardised approach</u>				
Interest rate risk	863,467	583,718	8,634,666	5,837,180
Equity position risk	215,247	186,700	2,152,475	1,867,003
Foreign Exchange risk	-	-	-	-
	1,078,714	770,418	10,787,140	7,704,183
<u>Capital requirement for portfolios subject to internal models approach</u>				
	-	-	-	-
Operational risk				
<u>Capital requirement for operational risks</u>	293,545	263,408	2,935,450	2,634,080
Total	3,580,674	3,094,505	35,806,755	30,945,061
	<u>December 31, 2023</u>		<u>December 31, 2023</u>	
	<u>Required</u>	<u>Actual</u>	<u>Required</u>	<u>Actual</u>
	----- (Rupees in '000) -----			
CET1 to total RWA	6.00%	27.48%	6.00%	26.58%
Tier-1 capital to total RWA	7.50%	27.48%	7.50%	26.58%
Total capital to total RWA	11.50%	28.52%	11.50%	26.58%

Pak Brunei Investment Company Limited
Liquidity Coverage Ratio - Financial Statement Disclosure
December 31, 2024

Liquidity Coverage Ratio (LCR)

SBP implemented LCR to monitor the short-term resilience of the liquidity risk profile of Banks/DFIs by ensuring they have sufficient stock of unencumbered high-quality liquid assets (HQLA) to endure a significant stress scenario for 30 calendar days.

Since PBIC's funding requirements are met from market borrowing and PBIC does not raise money from general public, PBIC's exposure to systemic risk is limited. PBIC however maintains ample stock of liquid securities to manage its liquidity requirements.

<i>(in local currency)</i>		Average For The FY (for disclosure purpose)	
		TOTAL UNWEIGHTED ^a VALUE (average)	TOTAL WEIGHTED ^b VALUE (average)
HIGH QUALITY LIQUID ASSETS			
1	Total high quality liquid assets (HQLA)	52,592,671	54,535,339
CASH OUTFLOWS		-	-
2	Retail deposits and deposits from small business customers of w	-	-
2.1	stable deposit	-	-
2.2	Less stable deposit	-	-
3	Unsecured wholesale funding of which:	-	-
3.1	Operational deposits (all counterparties)	-	-
3.2	Non-operational deposits (all counterparties)	-	-
3.3	Unsecured debt	56,713,503	56,543,940
4	Secured wholesale funding	107,640,738	-
5	Additional requirements of which:	-	-
5.1	Outflows related to derivative exposures and other collateral requi	-	-
5.2	Outflows related to loss of funding on debt products	-	-
5.3	Credit and Liquidity facilities	6,583,296	702,538
6	Other contractual funding obligations	1,977,217	1,977,217
7	Other contingent funding obligations	1,108,332	55,417
8	TOTAL CASH OUTFLOWS	174,023,086	59,279,112
CASH INFLOWS		-	-
9	Secured lending	-	-
10	Inflows from fully performing exposures	2,080,548	1,146,049
11	Other Cash inflows	130,561	130,561
12	TOTAL CASH INFLOWS	2,211,109	1,276,610
		TOTAL ADJUSTED VALUE	
21	TOTAL HQLA		54,535,339
22	TOTAL NET CASH OUTFLOWS		58,002,502
23	LIQUIDITY COVERAGE RATIO		94.02%

a unweighted values must be calculated as outstanding balances maturing or callable within 30 days (for inflows and outflows)

b Weighted values must be calculated after the application of respective haircuts (for HQLA) or inflow and outflow rates (for inflows and outflows)

c Adjusted values must be calculated after the application of both (i) haircuts and inflow and outflow rates and (ii) any applicable caps (ie cap on level 2B and level 2 assets for HQLA and cap on inflows)

Pak Brunei Investment Company Limited
Net Stable Funding Ratio - Financial Statement Disclosure
December 31, 2024

Net Stable Funding Ratio (NSFR)

Net Stable Funding Ratio "NSFR" ensures that PBIC remains adequately funded over a longer time horizon by requiring the company to fund its activities with sufficiently stable sources of funding in order to mitigate the risk of future funding stress.

The ratio is defined as the amount of Available Stable Funding (ASF), relative to the amount of Required Stable Funding (RSF). The amounts of ASF and RSF are calculated after application of prescribed hair-cut from regulator. SBP expects Banks and DFIs to meet NSFR requirement of 100% effective from December 31, 2017. Pak Brunei Investment Company meets the regulatory requirement as on December 31, 2024.

		unweighted value by residual maturity				weighted value
		No Maturity	< 6 months	6 months to < 1 yr	≥ 1 yr	
<i>(Amount in PKR in thousands)</i>						
ASF Item						
1	Capital:					
2	Regulatory capital	12,658,369				12,658,369
3	Other capital instruments					
4	Retail deposits and deposit from small business customers:					
5	Stable deposits		1,165,705			1,107,420
6	Less stable deposits					
7	Wholesale funding:					
8	Operational deposits					
9	Other wholesale funding		384,803	3,393,586	8,954,981	10,844,175
10	Other liabilities:					
11	NSFR derivative liabilities					
12	All other liabilities and equity not included in other categories		175,442,508			
13	Total ASF					24,609,964
RSF item						
14	Total NSFR high-quality liquid assets (HQLA)				173,536,249	52,345
15	Deposits held at other financial institutions for operational purposes					
16	Performing loans and securities:					
17	Performing loans to financial institutions secured by Level 1 HQLA					
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions					
19	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:		1,133,779	60,179	4,782,733	4,662,302
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk		5,799,956	4,290,612	422,400	5,319,844
21	Securities that are not in default and do not qualify as HQLA including exchange-traded equities.				3,367,299	2,862,204
22	Other assets:		827,284	2,090,125		1,458,705
23	Physical traded commodities, including gold					
24	Assets posted as initial margin for derivative contracts					
25	NSFR derivative assets				305,784	259,916
26	NSFR derivative liabilities before deduction of variation margin posted					
27	All other assets not included in the above categories				5,383,549	5,383,549
28	Off-balance sheet items		6,207,756			310,388
29	Total RSF					20,309,254
30	Net Stable Funding Ratio (%)					121.18%