

Particular	Classification**	Days Due*	Stage Allocation under IFRS 9	Provisions to be made
DPD Criteria for Banks and Development Finance Institutions (DFIs)				
PRUDENTIAL REGULATIONS FOR CORPORATE /COMMERCIAL BANKING	Performing	1-59	Stage 1	As per IFRS 9 ECL Modelling
	Underperforming	60-89	Stage 2	
	Non-performing	-	-	-
	Substandard	90 or more	Stage 3	Whichever is higher (a) IFRS 9 ECL <b>OR</b> (b) PR's Requirements
	Doubtful	180 or more		
	Loss	1 year or more		
Trade Bills	181 or more			
PRUDENTIAL REGULATIONS FOR CONSUMER FINANCING	Credit Card Advances - R 8			
	Performing	1-59	Stage 1	As per IFRS 9 ECL Modelling
	Underperforming	60-89	stage 2	
	Non-Performing	90 or more	Stage 3	Whichever is higher (a) IFRS 9 ECL <b>OR</b> (b) PR's Requirements
	Loss	180 or more		
	Auto Loans - R 14			
	Performing	1-59	Stage 1	As per IFRS 9 ECL Modelling
	Underperforming	60-89	stage 2	
	Non-performing	-	-	-
	Substandard	90 or more	Stage 3	Whichever is higher (a) IFRS 9 ECL OR (b) PR's Requirements
	Doubtful	180 or more		
	Loss	1 year or more		
	Personal Loans - R 21			
	Performing	1-59	Stage 1	As per IFRS 9 ECL Modelling
	Underperforming	60-89	stage 2	
	Non-performing	-	-	-
	Substandard	90 or more	Stage 3	Whichever is higher (a) IFRS 9 ECL <b>OR</b> (b) PR's Requirements
	Loss	180 or more		
HOUSING FINANCE PRUDENTIAL REGULATIONS	Performing	1-59	Stage 1	As per IFRS 9 ECL Modelling
	Underperforming	60-89	Stage 2	
	OAEM	90-179		
	Non-performing	-	-	-
				Whichever is higher (a) IFRS 9 ECL <b>OR</b> (b) PR's Requirements
	Substandard	180 or more	Stage 3	
	Doubtful	1 year or more		
Loss	2 years or more			
PRUDENTIAL REGULATIONS FOR SMALL & MEDIUM ENTERPRISES FINANCING	Small Enterprise Financing			
	Performing	1-59	Stage 1	As per IFRS 9 ECL Modelling
	Underperforming	60-89	Stage 2	
	Non-performing	-	-	-
	OAEM	90 or more	Stage 3	Whichever is higher (a) IFRS 9 ECL <b>OR</b> (b) PR's Requirement
	Substandard	180 or more		
	Doubtful	1 year or more		
	Loss	18 Months or more		
	Trade	181 or more		
	Medium Enterprise Financing			
	Performing	1-59	Stage 1	As per IFRS 9 ECL Modelling
	Underperforming	60-89	Stage 2	
	Non-performing FA	-	-	-
	Substandard	90 or more	Stage 3	Whichever is higher (a) IFRS 9 ECL <b>OR</b> (b) PR's Requirement
	Doubtful	180 or more		
	Loss	1 year or more		
	Trade Bills	181 or more		

Particular	Classification**	Days Due*	Stage Allocation under IFRS 9	Provisions to be made
PRUDENTIAL REGULATIONS FOR AGRICULTURE FINANCING	Performing	1-59	Stage 1	As per IFRS 9 ECL Modelling
	Underperforming	60-89	Stage 2	
	OAEM	90-364		
	Non-performing	-	-	-
	Substandard	1 year or more	Stage 3	Whichever is higher (a) IFRS 9 ECL <b>OR</b> (b) PR's Requirements ***
	Doubtful			
	Production/ Working capital	18 Months or more		
	Development/ Term Finance	2 years or more		
	Loss			
	Production/ Working capital	2 years or more		
	Development/ Term Finance	3 years or more		
PRUDENTIAL REGULATIONS FOR INFRASTRUCTURE PROJECT FINANCING	Performing	1-59	Stage 1	As per IFRS 9 ECL Modelling
	Underperforming	60-89	Stage 2	
	OAEM	90-179		
	Non-performing	-	-	-
			Stage 3	Whichever is higher (a) IFRS 9 ECL <b>OR</b> (b) PR's Requirements
	Substandard	180 or more		
	Doubtful	365 to 2 years		
	Loss	More than 2 years		
DPD Criteria for Microfinance Banks (MFBs)				
PRUDENTIAL REGULATIONS FOR MICROFINANCE BANKS				
Microfinance Loans (General)	Performing	1-59	Stage 1	As per IFRS 9 ECL Modelling
	Underperforming	60-89	Stage 2	
	Non-performing	-	-	
	Substandard	90-more	Stage 3	Whichever is higher (a) IFRS 9 ECL <b>OR</b> (b) PR's Requirements
	Loss	180 or more		
Housing Loans	Performing	1-59	Stage 1	As per IFRS 9 ECL Modelling
	Underperforming	60-179	Stage 2	
	Non-performing	-	-	
	Substandard	180 or more	Stage 3	Whichever is higher (a) IFRS 9 ECL <b>OR</b> (b) PR's Requirements
	Doubtful	1 year or more		
	Loss	2 years or more		
Microenterprise Loans	Performing	1-59	Stage 1	As per IFRS 9 ECL Modelling
	Underperforming	60-179	Stage 2	
	Non-performing	-	-	
	Substandard	180 or more	Stage 3	Whichever is higher (a) IFRS 9 ECL <b>OR</b> (b) PR's Requirement
	Doubtful	1 year or more		
	Loss	18 Months or more		
	Trade Bills	181 or more		
Agriculture and Livestock Loans	Performing	1-59	Stage 1	As per IFRS 9 ECL Modelling
	Underperforming	60-179	Stage 2	
	Non-performing	-	-	
	Doubtful	180 or more	Stage 3	Whichever is higher (a) IFRS 9 ECL <b>OR</b> (b) PR's Requirements
	Loss	1 year or more		

This annexure needs to be read in line with the instructions given in para 3.4, 3.5 and 3.13 of SBP's IFRS 9 Application Instructions

\* Where mark-up/interest or principal is overdue by the specified days or more from the due date. Where Trade Bills (Import/Export or Inland Bills) are not paid/adjusted within specified days of the due date.

\*\* The classification will be applicable on all financial assets that come under the scope of impairment under IFRS 9

\*\*\*The DPD criteria can be relaxed accordingly against the relaxations provided to FI's agri loans

**Disclaimer:** The stage allocations against days past due (DPD) indicator is to be considered only as a backstop for the rebuttable presumption allowed under IFRS 9 for DPD. The FIs are advised to devise their own DPD criteria for portfolios having shared credit characteristics (as described under IFRS 9) rather than facility wise.