



Disclosures Under Basel III Framework

Basel III Pillar 3 Disclosures
September 30, 2021

Template KM1: Key metrics

| | | a | b | c | d | e |
|---|--|---------|---------|---------|---------|---------|
| | | Sep 21 | Jun 21 | Mar 21 | Dec 20 | Sep 20 |
| Available capital (amounts) | | | | | | |
| 1 | Common Equity Tier 1 (CET1) | 46,045 | 44,540 | 44,237 | 44,352 | 42,654 |
| 1a | Fully loaded ECL accounting model | 46,045 | 44,540 | 44,237 | 44,352 | 42,654 |
| 2 | Tier 1 | 46,045 | 44,540 | 44,237 | 44,352 | 42,654 |
| 2a | Fully loaded ECL accounting model Tier 1 | 46,045 | 44,540 | 44,237 | 44,352 | 42,654 |
| 3 | Total capital | 55,475 | 54,240 | 54,091 | 51,131 | 49,131 |
| 3a | Fully loaded ECL accounting model total capital | 55,475 | 54,240 | 54,091 | 51,131 | 49,131 |
| Risk-weighted assets (amounts) | | | | | | |
| 4 | Total risk-weighted assets (RWA) | 287,216 | 280,517 | 274,610 | 268,134 | 265,329 |
| Risk-based capital ratios as a percentage of RWA | | | | | | |
| 5 | Common Equity Tier 1 ratio (%) | 16.0% | 15.9% | 16.1% | 16.5% | 16.1% |
| 5a | Fully loaded ECL accounting model Common Equity Tier 1 (%) | 16.0% | 15.9% | 16.1% | 16.5% | 16.1% |
| 6 | Tier 1 ratio (%) | 16.0% | 15.9% | 16.1% | 16.5% | 16.1% |
| 6a | Fully loaded ECL accounting model Tier 1 ratio (%) | 16.0% | 15.9% | 16.1% | 16.5% | 16.1% |
| 7 | Total capital ratio (%) | 19.3% | 19.3% | 19.7% | 19.1% | 18.5% |
| 7a | Fully loaded ECL accounting model total capital ratio (%) | 19.3% | 19.3% | 19.7% | 19.1% | 18.5% |
| Additional CET1 buffer requirements as a percentage of RWA | | | | | | |
| 8 | Capital conservation buffer requirement (2.5% from 2019) (%) | 2.500% | 2.500% | 2.500% | 2.500% | 2.500% |
| 9 | Countercyclical buffer requirement (%) | 0.0349% | 0.0417% | 0.0365% | 0.0334% | 0.0320% |
| 10 | Bank G-SIB and/or D-SIB additional requirements (%) | 0.50% | 0.50% | 0.50% | 0.50% | 0.50% |
| 11 | Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10) | 3.035% | 3.042% | 3.037% | 3.033% | 3.032% |
| 12 | CET1 available after meeting the bank's minimum capital requirements (%) | 13.0% | 12.8% | 13.1% | 13.5% | 13.0% |
| Basel III leverage ratio | | | | | | |
| 13 | Total Basel III leverage ratio exposure measure | 388,136 | 385,083 | 374,286 | 376,462 | 373,858 |
| 14 | Basel III leverage ratio (%) (row 2 / row 13) | 11.9% | 11.6% | 11.8% | 11.8% | 11.4% |
| 14a | Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2a / row 13) | 11.9% | 11.6% | 11.8% | 11.8% | 11.4% |
| Liquidity Coverage Ratio | | | | | | |
| 15 | Total HQLA | 52,178 | 55,117 | 52,020 | 61,539 | 51,074 |
| 16 | Total net cash outflow | 30,967 | 31,368 | 28,758 | 30,843 | 26,828 |
| 17 | LCR ratio (%) | 168% | 176% | 181% | 200% | 190% |
| Net Stable Funding Ratio | | | | | | |
| 18 | Total available stable funding | 216,230 | 213,400 | 210,850 | 208,482 | 207,909 |
| 19 | Total required stable funding | 173,481 | 169,118 | 164,454 | 160,523 | 160,427 |
| 20 | NSFR ratio | 125% | 126% | 128% | 130% | 130% |

OV1: Overview of RWA - September 2021

| | | <i>SAR 000</i> | | |
|-----------|---|--------------------|--------------------|------------------------------|
| | | a | b | c |
| | | RWA | | Minimum capital requirements |
| | | Sep 21 | Jun 21 | Sep 21 |
| 1 | Credit risk (excluding counterparty credit risk) (CCR) Includes item 23 | 258,939,403 | 252,836,811 | 20,715,152 |
| 2 | Of which standardised approach (SA) | 258,939,403 | 252,836,811 | 20,715,152 |
| 3 | Of which internal rating-based (IRB) approach | | | |
| 4 | Counterparty credit risk | 5,391,577 | 5,426,926 | 431,326 |
| 5 | Of which standardised approach for counterparty credit risk (SA-CCR) | 5,391,577 | 5,426,926 | 431,326 |
| 6 | Of which internal model method (IMM) | | | |
| 7 | Equity positions in banking book under market-based approach | | | |
| 8 | Equity investments in funds – look-through approach | | | |
| 9 | Equity investments in funds – mandate-based approach | | | |
| 10 | Equity investments in funds – fall-back approach | | | |
| 11 | Settlement risk | | | |
| 12 | Securitisation exposures in banking book | | | |
| 13 | Of which IRB ratings-based approach (RBA) | | | |
| 14 | Of which IRB Supervisory Formula Approach (SFA) | | | |
| 15 | Of which SA/simplified supervisory formula approach (SSFA) | | | |
| 16 | Market risk | 3,464,863 | 3,071,235 | 277,189 |
| 17 | Of which standardised approach (SA) | 3,464,863 | 3,071,235 | 277,189 |
| 18 | Of which internal model approaches (IMM) | | | |
| 19 | Operational risk | 19,419,734 | 19,181,970 | 1,553,579 |
| 20 | Of which Basic Indicator Approach | | | |
| 21 | Of which Standardised Approach | 19,419,734 | 19,181,970 | 1,553,579 |
| 22 | Of which Advanced Measurement Approach | | | |
| 23 | Amounts below the thresholds for deduction (subject to 250% risk weight) | | | |
| 24 | Floor adjustment | | | |
| 25 | Total (1+4+7+8+9+10+11+12+16+19+23+24) | 287,215,577 | 280,516,942 | 22,977,246 |

Leverage ratio common disclosure

LR1: Summary Comparison of accounting assets versus leverage ratio exposure measure (Table 1)

| # | Item | Sep 30, 2021 In SR 000's |
|---|---|-----------------------------|
| 1 | Total Assets as per published financial statements | 318,656,591 |
| 2 | Adjustment for investments in banking, financial insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation | 0 |
| 3 | Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure | 0 |
| 4 | Adjustment for derivative financial instruments | 1,404,261 |
| 5 | Adjustment for securities financing transactions (i.e. repos and similar secured lending) | 0 |
| 6 | Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of Off-balance sheet exposures) | 67,658,351 |
| 7 | Other adjustments | 416,977 |
| 8 | Leverage ratio exposure (A) | 388,136,180 |

LR2: Leverage Ratio Common Disclosure Template (Table 2)

| # | Item | Sep 30, 2021 In SR 000's | Jun 30, 2021 In SR 000's |
|---|--|-----------------------------|-----------------------------|
| On-balance sheet exposures | | | |
| 1 | On-balance sheet items (excluding derivatives and SFTs, but including collateral) | 317,178,039 | 315,914,065 |
| 2 | (Relevant Asset amounts deducted in determining Basel III Tier 1 capital) | | |
| 3 | Total on-balance sheet exposures | 317,178,039 | 315,914,065 |
| Derivative exposures | | | |
| 4 | Replacement cost associated with <i>all</i> derivatives transactions (i.e. net of eligible cash variation margin) | 1,895,529 | 1,761,882 |
| 5 | Add-on amounts for Potential Financial Exposure (PFE) associated with <i>all</i> derivatives transactions | 1,404,261 | 1,294,063 |
| 6 | Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework | | |
| 7 | (Deductions of receivables assets for cash variation margin provided in derivatives transactions) | | |
| 8 | (Exempted CCP leg of client-cleared trade exposures) | | |
| 9 | Adjusted effective notional amount of written credit derivatives | | |
| 10 | (Adjusted effective notional offsets and add-on deductions for written credit derivatives) | | |
| 11 | Total derivative exposures (sum of lines 4 to 10) (b) | 3,299,790 | 3,055,945 |
| Securities financing transaction exposures | | | |
| 12 | Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions | | |
| 13 | (Netted amounts of cash payables and cash receivables of gross SFT assets) | | |
| 14 | Credit Conversion Factor (CCR) exposure for Security Financing Transaction (SFT) assets | | |
| 15 | Agent transaction exposures | | |
| 16 | Total securities financing transaction exposures (sum of lines 12 to 15) | | |
| Other off-balance sheet exposures | | | |
| 17 | Off-balance sheet exposure at gross notional amount ** | 183,506,789 | 178,070,178 |
| 18 | (Adjustments for conversion to credit equivalent amounts) | (115,848,438) | (111,957,256) |
| 19 | Off-balance sheet items (sum of lines 17 and 18) (c) | 67,658,351 | 66,112,922 |
| Capital and total exposures | | | |
| 20 | Tier 1 capital (B) | 46,044,563 | 44,540,296 |
| 21 | Total exposures (sum of lines 3, 11, 16 and 19) (A) = (a+b+c) | 388,136,180 | 385,082,932 |
| Leverage ratio | | | |
| 22 | Basel III leverage ratio*** (C) = (B) / (A) | 11.9% | 11.6% |

**Includes commitments that are unconditionally cancellable at any time by the Bank or automatic cancellation due to deterioration in a borrower's creditworthiness

Reconciliation (Table 5)

| # | Item | Sep 30, 2021 In SR 000's |
|--------------------|--|-----------------------------|
| 1 | Total Assets on Financial Statements | 318,656,591 |
| 2 | Total On balance sheet assets Row # 1 on Table 2 | 317,178,039 |
| 3 | Difference between 1 and 2 above | 1,478,552 |
| Explanation | | |
| | Positive fair value of Derivatives | 1,478,552 |
| | Other adjustment represents provision | |
| | | 1,478,552 |

LIQ1: Liquidity Coverage Ratio (LCR)
[LCR Common Disclosure Prudential Return Template]

SAR 000

| | | TOTAL UNWEIGHTED VALUE (average) | TOTAL WEIGHTED VALUE (average) |
|----|---|-------------------------------------|---------------------------------------|
| 1 | Total high quality liquid assets (HQLA) | | 55,116,803 |
| 2 | Retail deposits and deposits from small businesses customers of which: | 86,796,073 | 8,679,607 |
| 3 | Stable deposits | - | - |
| 4 | Less stable deposits | 86,796,073 | 8,679,607 |
| 5 | Unsecured wholesale funding of which: | 80,528,644 | 36,015,416 |
| 6 | Operational deposits (all counterparties) | | |
| 7 | Non operational deposits (all counterparties) | 80,528,644 | 36,015,416 |
| 8 | Unsecured debt | - | - |
| 9 | Secured wholesale funding | 819,258 | 819,258 |
| 10 | Additional requirement of which: | 16,402,629 | 2,081,153 |
| 11 | Outflows related to derivative exposure and other collateral requirements | 489,878 | 489,878 |
| 12 | Outflows related to loss of funding on debt products | - | - |
| 13 | Credit and liquidity facilities | 15,912,751 | 1,591,275 |
| 14 | Other contractual funding obligations | - | - |
| 15 | Other contingent funding obligations | 237,786,140 | 4,902,527 |
| 16 | TOTAL CASH OUTFLOWS | | 52,497,961 |
| 17 | Secured lending (eg reverse repos) | - | - |
| 18 | Inflows from fully performing exposures | 33,110,278 | 21,530,879 |
| 19 | Other cash inflows | - | - |
| 20 | TOTAL CASH INFLOW | 33,110,278 | 21,530,879 |
| 21 | TOTAL HQLA | | TOTAL ADJUSTED VALUE 52,177,826 |
| 22 | TOTAL NET CASH OUTFLOW | | 30,967,083 |
| 23 | LIQUIDITY COVERAGE RATIO | | 168% |