



**Basel III Pillar 3 Quarterly Disclosures
30 June 2018**

Summary

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KM1: Key metrics (at consolidated group level) - June 2018		(Figures in SR 000's)				
		a	b	c	d	e
		30-Jun-18	31-Mar-18	31-Dec-17	30-Sep-17	30-Jun-17
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	25,093,993	24,256,553	23,719,687	24,042,881	23,590,857
1a	Fully loaded ECL accounting model	24,652,963	23,815,523			
2	Tier 1	25,093,993	24,256,553	23,719,687	24,042,881	23,590,857
2a	Fully loaded ECL accounting model Tier 1	24,652,963	23,815,523			
3	Total Capital	27,623,811	26,744,315	26,746,411	27,109,332	26,562,308
3a	Fully loaded ECL accounting model total capital	27,182,781	26,303,285			
	Risk-weighted assets (amount)					
4	Total risk-weighted assets (RWA)	163,414,311	158,760,800	152,337,484	158,460,096	160,383,486
	Risk-based capital ratios as a percentage of RWA					
5	Common Equity Tier 1 ratio (%)	15.36%	15.28%	15.57%	15.17%	14.71%
5a	Fully loaded ECL accounting model Common Equity Tier 1 (%)	15.09%	15.00%			
6	Tier 1 ratio (%)	15.36%	15.28%	15.57%	15.17%	14.71%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	15.09%	15.00%			
7	Total capital ratio (%)	16.90%	16.85%	17.56%	17.11%	16.56%
7a	Fully loaded ECL accounting model total capital ratio (%)	16.63%	16.57%			
	Additional CET1 buffer requirements as a percentage of RWA					
8	Capital conservation buffer requirement (2.5% from 2019) (%)	1.88%	1.88%	1.25%	1.25%	1.25%
9	Countercyclical buffer requirement (%)					
10	Bank G-SIB and/or D-SIB additional requirements (%)					
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)	1.88%	1.88%	1.25%	1.25%	1.25%
12	CET1 available after meeting the bank's minimum capital requirements (%)	8.98%	8.90%	9.82%	9.42%	8.96%
	Basel III Leverage ratio					
13	Total Basel III leverage ratio exposure measure	194,788,865	195,930,351	196,748,820	188,560,876	198,245,009
14	Basel III leverage ratio (%) (row 2 / row 13)	12.88%	12.38%	12.06%	12.75%	11.90%
14a	Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2a / row13)	12.66%	12.16%			
	Liquidity Coverage Ratio					
15	Total HQLA	33,904,038	39,262,766	33,927,292	35,098,311	29,282,253
16	Total net cash outflow	18,239,261	17,110,957	16,063,774	15,715,617	14,922,324
17	LCR ratio (%)	186%	229%	215%	227%	196%
	Net Stable Funding Ratio					
18	Total available stable funding	107,921,629	107,132,637	110,691,733	108,759,467	106,982,208
19	Total required stable funding	94,309,393	89,207,785	88,817,953	89,820,630	90,266,810
20	NSFR ratio	114%	120%	125%	121%	119%

B.2 - OV1: Overview of RWA - June 2018

(Figures in SR 000's)

	a		b		c	
	RWA		Minimum capital requirements			
	30-Jun-18	31-Mar-18	30-Jun-18			
1 Credit risk (excluding counterparty credit risk) (CCR)	141,364,420	137,243,149	11,309,154			
2 Of which standardised approach (SA)	141,364,420	137,243,149	11,309,154			
3 Of which internal rating-based (IRB) approach			-			
4 Counterparty credit risk	5,795,272	5,112,064	463,622			
5 Of which standardised approach for counterparty credit risk (SA-CCR)	5,795,272	5,112,064	463,622			
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	1,552,609	1,373,021	124,209			
9 Equity investments in funds – mandate-based approach			-			
10 Equity investments in funds – fall-back approach	5,920	6,278	474			
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	1,246,082	1,749,713	99,687			
17 Of which standardised approach (SA)	1,246,082	1,749,713	99,687			
18 Of which internal model approaches (IMM)	-		-			
19 Operational risk	13,450,008	13,276,575	1,076,001			
20 Of which Basic Indicator Approach			-			
21 Of which Alternate Standardised Approach	13,450,008	13,276,575	1,076,001			
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)	163,414,311	158,760,800	13,073,145			

LR1: Summary comparison of accounting assets vs leverage ratio exposure measure - June 2018 (Figures in SR 000's)

	a
1 Total consolidated assets as per published financial statements	167,784,223
2 Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	
3 Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	
4 Adjustments for derivative financial instruments	2,352,385
5 Adjustment for securities financing transactions (ie repos and similar secured lending)	
6 Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	21,917,086
7 Other adjustments	
8 Leverage ratio exposure measure	192,053,694

LR2: Leverage ratio common disclosure- June 2018

(Figures in SR 000's)

		a	b
		30-Jun-18	31-Mar-18
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	166,130,394	166,147,966
2	(Asset amounts deducted in determining Basel III Tier 1 capital)		
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 and 2)	166,130,394	166,147,966
Derivative exposures			
4	Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	728,402	537,956
5	Add-on amounts for PFE associated with all derivatives transactions	951,873	929,425
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 rows 4 to 10) *	2,352,385	2,054,334
Securities financing transaction exposures			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	4,389,000	5,071,000
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)		
14	CCR exposure for SFT assets		
15	Agent transaction exposures		
16	Total securities financing transaction exposures (sum of rows 12 to 15)	4,389,000	5,071,000
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	47,019,478	49,112,518
18	(Adjustments for conversion to credit equivalent amounts)	-25,102,392	-26,455,467
19	Off-balance sheet items (sum of rows 17 and 18)	21,917,086	22,657,051
Capital and total exposures			
20	Tier 1 Capital	25,093,993	24,256,553
21	Total exposures (sum of lines 3,11,16 and 19)	194,788,865	195,930,351
Leverage ratio			
22	Basel III leverage ratio	12.88%	12.38%

* As per SA-CCR Exposure at Default is 1.4 * (Replacement Cost + PFE)

LIQ1 - Liquidity Coverage Ratio - June 2018		(Figures in SR 000's)	
Amount in SAR '000		TOTAL UNWEIGHTED ^a VALUE (average)	TOTAL WEIGHTED ^b VALUE (average)
High Quality Liquid Assets			
1	Total high-quality liquid assets (HQLA)		33,904,038
CASH OUTFLOWS			
2	Retail deposits and deposits from small business customers, of which:		
3	Stable deposits		
4	Less stable deposits	45,615,846	4,561,585
5	Unsecured wholesale funding, of which:		
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks		
7	Non-operational deposits (all counterparties)	50,296,742	25,410,733
8	Unsecured debt		
9	Secured wholesale funding		
10	Additional requirements, of which:		
11	Outflows related to derivative exposures and other collateral requirements	68,354	68,354
12	Outflows related to loss of funding on debt products		
13	Credit and liquidity facilities	3,017,258	301,726
14	Other contractual funding obligations		
15	Other contingent funding obligations	41,915,594	976,224
16	TOTAL CASH OUTFLOWS		31,318,622
CASH INFLOWS			
17	Secured lending (eg. reverse repos)		
18	Inflows from fully performing exposures	20,751,274	12,503,235
19	Other cash inflows	576,125	576,125
20	TOTAL CASH INFLOWS	20,404,901	13,079,360
			TOTAL ADJUSTED ^c VALUE
21	TOTAL HQLA		33,904,038
22	TOTAL NET CASH OUTFLOWS		18,239,261
23	LIQUIDITY COVERAGE RATIO (%)		186%

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

(ii) any applicable caps (ie cap on Level 2B and Level 2 assets for HQLA and cap on inflows).

Data presented in the disclosure is based on simple average of daily observation over the previous quarter.