

## Basel III Pillar 3

# Qualitative and Quantitative Disclosures

31 March 2018

<b>Basel III Pillar 3</b>
<b>Quantitative Disclosures</b>

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## B.2 - Template OV1

### Overview of RWA (SAR '000)

		a	b	c
		RWA		Minimum Capital Requirements
		T Mar-18	T-1 Dec-17	T
1	Credit risk (excluding counterparty credit risk) (CCR)	51,125,915	49,050,813	4,090,073
2	Of which standardized approach (SA)	51,125,915	49,050,813	4,090,073
3	Of which internal rating-based (IRB) approach	-	-	-
4	Counterparty credit risk	-	-	-
5	Of which standardized approach for counterparty credit risk (SA-CCR)	-	-	-
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	Securitization 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	1,191,044	1,512,788	95,284
17	Of which standardized approach (SA)	1,191,044	1,512,788	95,284
18	Of which internal model approaches (IMM)	-	-	-
19	Operational risk	5,039,667	4,899,270	403,173
20	Of which Basic Indicator Approach	5,039,667	4,899,270	403,173
21	Of which Standardized Approach	-	-	-
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)	57,356,626	55,462,872	4,588,530

### B.13 - Template CR4

#### Standardized approach – credit risk exposure and Credit Risk Mitigation (CRM) effects (SAR '000)

	Asset classes	a	b	c		d	e	f
		Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density		
		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density	
1	Sovereigns and their central banks	5,356,760	-	5,356,760	-	-	0%	
2	Non-central government public sector entities	-	-	-	-	-	-	
3	Multilateral development banks	-	-	-	-	-	-	
4	Banks	8,452,745	881,275	8,452,745	603,928	2,505,247	28%	
5	Securities firms	-	-	-	-	-	-	
6	Corporates	21,454,647	4,320,301	21,454,647	2,350,707	23,495,408	99%	
7	Regulatory retail portfolios	14,223,041	484,746	14,223,041	25,978	10,686,764	75%	
8	Secured by residential property	3,105,182	-	3,105,182	-	1,552,591	50%	
9	Secured by commercial real estate	8,518,514	116,554	8,518,514	95,697	8,614,211	100%	
10	Equity	2,381,676	-	2,381,676	-	2,659,630	112%	
11	Past-due loans	69,500	111,214	69,500	75,203	151,358	105%	
12	Higher-risk categories	-	-	-	-	-	-	
13	Other assets	3,134,497	-	3,134,497	-	1,460,706	47%	
14	<b>Total</b>	<b>66,696,561</b>	<b>5,914,090</b>	<b>66,696,561</b>	<b>3,151,513</b>	<b>51,125,915</b>	<b>73%</b>	

The increase contribution of Regulatory Retail Portfolio, Banks, Corporates and Residential Mortgages helped to increase the overall exposure by SAR 2.452B. However, exposure against Commercial Mortgages and Equity asset classes decreased on quarter over quarter basis. Despite increase in exposure against Residential Mortgage risk weighted assets decreased there against on Quarter over Quarter basis at the end of March 2018 due to lower risk weight (50%) applicability to the aforementioned exposure from this quarter.

**B.37 - Template MR1**

**Market risk under standardized approach (SAR '000)**

		a
		RWA
	<b>Outright products</b>	<b>1,191,044</b>
1	Interest rate risk (general and specific)	-
2	Equity risk (general and specific)	-
3	Foreign exchange risk	1,191,044
4	Commodity risk	-
	<b>Options</b>	<b>-</b>
5	Simplified approach	-
6	Delta-plus method	-
7	Scenario approach	-
8	Securitization	-
<b>9</b>	<b>Total</b>	<b>1,191,044</b>

Bank's Foreign Exchange exposure decreased to SAR 1,191.04 million as of March 31, 2018 from SAR 1,512.79 million as at Dec 31, 2017.