Pillar III Disclosures

September 30th, 2025

Al Rajhi Bank

The following quarterly templates are not covered in the Pillar III Disclosures as not applicable to the bank's approach:

SN	Template	Description
1	KM2	Key metrics - TLAC requirements (at resolution group level)
2	CMS1	Comparison of modelled and standardised RWA at risk level
3	CR8	RWA flow statements of credit risk exposures under IRB
4	CCR7	RWA flow statements of CCR exposures under Internal Model Method (IMM)
5	MR2	Market risk for banks using the IMA
6	CVA4	RWA flow statements of CVA risk exposures under SA-CVA

Table of Contents:

Basel Disclosures: Pillar III Q3-2025

Overview of risk management, key prudential metrics and RWA

KM1: Key metrics (at consolidated group level)

	⃁ 000's	a	b	c	d	e
		Sep-25	Jun-25	Mar-25	Dec-24	Sep-24
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	106,337,342	102,691,292	103,097,474	97,702,820	93,450,515
1a	Fully loaded ECL accounting model	106,337,342	102,691,292	103,097,474	97,702,820	93,210,291
2	Tier 1	132,212,342	128,566,292	128,972,474	117,952,821	113,700,515
2a	Fully loaded ECL accounting model Tier 1	132,212,342	128,566,292	128,972,474	117,952,821	113,460,291
3	Total capital	141,478,140	133,832,761	134,367,465	123,588,989	119,650,792
3a	Fully loaded ECL accounting model total capital	141,478,140	133,832,761	134,367,465	123,588,989	119,410,568
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)	670,155,602	663,810,004	651,141,900	611,438,764	577,849,598
4a	Total risk-weighted assets (pre-floor)	670,155,602	663,810,004	651,141,900	611,438,764	577,849,598
	Risk-based capital ratios as a percentage of RWA					
5	CET1 ratio (%)	15.87%	15.47%	15.83%	15.98%	16.17%
5a	Fully loaded ECL accounting model CET1 (%)	15.87%	15.47%	15.83%	15.98%	16.13%
5b	CET1 ratio (%) (pre-floor ratio)	15.87%	15.47%	15.83%	15.98%	16.17%
6	Tier 1 ratio (%)	19.73%	19.37%	19.81%	19.29%	19.68%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	19.73%	19.37%	19.81%	19.29%	19.63%
6b	Tier 1 ratio (%) (pre-floor ratio)	19.73%	19.37%	19.81%	19.29%	19.68%
7	Total capital ratio (%)	21.11%	20.16%	20.64%	20.21%	20.71%
7a	Fully loaded ECL accounting model total capital ratio (%)	21.11%	20.16%	20.64%	20.21%	20.66%
7b	Total capital ratio (%) (pre-floor ratio)	21.11%	20.16%	20.64%	20.21%	20.71%
	Additional CET1 buffer requirements as a percentage of RWA					
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.50%	2.50%	2.50%	2.50%	2.50%
9	Countercyclical buffer requirement (%)	0.14%	0.14%	0.15%	0.15%	0.15%
10	Bank G-SIB and/or D-SIB additional requirements (%)	1.00%	1.00%	1.00%	0.50%	0.50%
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)	3.64%	3.64%	3.65%	3.15%	3.15%
12	CET1 available after meeting the bank's minimum capital requirements (%)	7.73%	7.33%	7.68%	8.33%	8.52%
	Basel III leverage ratio					
13	Total Basel III leverage ratio exposure measure	1,121,725,092	1,098,876,644	1,082,173,663	1,031,527,711	954,300,517
14	Basel III leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves)	11.79%	11.70%	11.92%	11.43%	11.91%
14a	Fully loaded ECL accounting model Basel III leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) (%)	11.79%	11.70%	11.92%	11.43%	11.89%
14b	Basel III leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	11.79%	11.70%	11.92%	11.43%	11.91%
14c	Basel III leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values for SFT assets	11.79%	11.70%	11.92%	11.44%	11.92%
14d	Basel III leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values for SFT assets	11.79%	11.70%	11.92%	11.44%	11.92%
	Liquidity Coverage Ratio (LCR)					
15	Total high-quality liquid assets (HQLA)	122,297,775	120,722,246	124,452,937	128,093,837	130,983,821
16	Total net cash outflow	79,230,454	78,931,447	83,732,564	106,660,633	95,490,126
17	LCR ratio (%)	154.36%	152.95%	148.63%	120.09%	137.17%
	Net Stable Funding Ratio (NSFR)					
18	Total available stable funding	751,552,605	732,630,425	719,699,931	681,528,159	645,855,287
19	Total required stable funding	679,595,314	674,345,894	652,266,180	626,781,421	592,431,508
20	NSFR ratio	110.59%	108.64%	110.34%	108.73%	109.02%

مصرف الراجحي
alrajhi bank

OV1: Overview of RWA

		a	b	c	
		RWA		Minimum capital requirements	Drivers behind significant differences
		Sep-25	Jun-25	Sep25	
1	**Credit risk (excluding counterparty credit risk)**	**591,686,591**	**578,915,559**	**47,334,927**	**Increase in EAD**
2	Of which: standardized approach (SA)	**591,686,591**	578,915,559	**47,334,927**	
3	Of which: foundation internal ratings-based (F-IRB) approach				
4	Of which: supervisory slotting approach				
5	Of which: advanced internal ratings-based (A-IRB) approach				
6	**Counterparty credit risk (CCR)**	**5,439,949**	**5,157,966**	**435,196**	**Increase in Derivatives**
7	Of which: standardized approach for counterparty credit risk	**5,439,949**	5,157,966	**435,196**	
8	Of which: IMM				
9	Of which: other CCR				
10	**Credit valuation adjustment (CVA)**	**5,439,949**	**5,157,966**	**435,196**	**Increase in Derivatives**
11	Equity positions under the simple risk weight approach and the internal model method during the five-year linear phase-in period	**5,439,949**	5,157,966	**435,196**	
12	**Equity investments in funds**	**4,384,857**	**3,408,621**	**350,789**	**Increase in Equity Investment**
13	Of which: Look-through approach	**4,384,857**	3,408,621	**350,789**	
14	Of which: Mandate-based approach				
15	Of which: Fall-back approach				
16	Settlement risk				
17	Securitization exposures in banking book				
18	Of which: securitization IRB approach (SEC-IRBA)				
19	Of which: securitization external ratings-based approach (SEC-ERBA), including internal assessment approach (IAA)				
20	Of which: securitization standardized approach (SEC-SA)				
21	**Market risk**	**17,136,410**	**14,991,291**	**1,370,913**	**Increase in FX & Equity**
22	Of which: standardized approach (SA)	**17,136,410**	14,991,291	**1,370,913**	
23	Of which: internal model approach (IMA)				
24	Capital charge for switch between trading book and banking book				
25	**Operational risk**	**46,067,844**	**56,178,602**	**3,685,428**	**Change in the Internal Loss Multiplier**
26	Amounts below the thresholds for deduction (subject to 250% risk weight)				
27	Output floor applied				
28	Floor adjustment (before application of transitional cap)				
29	Floor adjustment (after application of transitional cap)				
30	**Total (1 + 6 + 10 + 12 + 21 + 25)**	**670,155,602**	**663,810,004**	**53,612,448**	

Composition of Capital:

CCA: Main features of regulatory capital instruments and of other TLAC-eligible instruments

	Quantitative / qualitative information					
1	Issuer	Al Rajhi Banking and Investment Corporation	Al Rajhi Banking and Investment Corporation	Al Rajhi Tier 1 Sukuk Limited	Al Rajhi Tier 1 Sukuk Limited	Al Rajhi Sukuk Limited
2	Unique identifier	SA15GVK0JI30	SA15L00GHCJ9	XS2819196879	XS2975300208	XS3124428254
3	Governing law(s) of the instrument	Laws of Kingdom of Saudi Arabia	Laws of Kingdom of Saudi Arabia	English Law	English Law	English Law
4	Transitional Basel III rules	Additional Tier 1	Additional Tier 1	Additional Tier 1	Additional Tier 1	Tier 2 Certificates
5	Post-transitional Basel III rules	Eligible	Eligible	Eligible	Eligible	Eligible
6	Eligible at solo/group/group and solo	Group and Solo	Group and Solo	Group and solo	Group and solo	Group and solo
7	Instrument type	Subordinated	Subordinated	Subordinated	Subordinated	Subordinated unsecured
8	Amount recognized in regulatory capital (Currency in millions, as of most recent reporting date)	SAR 6,500 Million	SAR 10,000 Million	USD 1,000 Million	USD 1,500 Million	USD 1,000 Million
9	Par value of instrument	SAR 1,000,000	SAR 1,000	USD 1,000	USD 1,000	USD 1,000
10	Accounting classification	Shareholders' Equity	Shareholders' Equity	Shareholders' Equity	Shareholders' Equity	Subordinated debt
11	Original date of issuance	23 January 2022	16 November 2022	16 May 2024	21 January 2025	16 September 2025
12	Perpetual or dated	Perpetual	Perpetual	Perpetual	Perpetual	Dated
13	Original maturity date	No Maturity	No Maturity	No Maturity	No Maturity	16 March 2036
14	Issuer call subject to prior supervisory approval	Yes	Yes	Yes	Yes	Yes
15	Option call date, contingent call dates and redemption amount	23 January 2027	16 November 2027	16 May 2029	21 July 2030	16 September 2030
16	Subsequent call dates, if applicable	Following the first call date, any profit distribution date thereafter	Following the first call date, any profit distribution date thereafter	Following the first call date, any profit distribution date thereafter	Following the first call date, any profit distribution date thereafter	Following the first call date, any profit distribution date thereafter
17	Fixed or Floating dividend/coupon	Fixed to Floating	Fixed to Floating	Fixed to Floating	Fixed to Floating	Fixed to Floating
18	Coupon rate and any related index	3.500% per annum fixed rate payable quarterly from the issue date excluding the reset date. The return rate shall thereafter reset on the reset date.	5.500% per annum fixed rate payable quarterly from the issue date excluding the reset date. The return rate shall thereafter reset on the reset date.	6.375% per annum fixed rate payable semi-annually from the issue date excluding the reset date. The return rate shall thereafter reset on the reset date.	6.250% per annum fixed rate payable semi-annually from the issue date excluding the reset date. The return rate shall thereafter reset on the reset date.	5.651% per annum fixed rate payable semi-annually from the issue date excluding the reset date. The return rate shall thereafter reset on the reset date.
19	Existence of a dividend stopper	Yes	Yes	Yes	Yes	No
20	Fully discretionary, partially discretionary or mandatory	Fully Discretionary	Fully Discretionary	Fully Discretionary	Fully Discretionary	Mandatory
21	Existence of step-up or other incentive to redeem	No	No	No	No	No
22	Non-cumulative or cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative
23	Convertible or non-convertible	Non-Convertible	Non-Convertible	Non-Convertible	Non-Convertible	Non-Convertible
24	If convertible, conversion trigger(s)	N/A	N/A	N/A	N/A	N/A
25	If convertible, fully or partially	N/A	N/A	N/A	N/A	N/A
26	If convertible, conversion rate	N/A	N/A	N/A	N/A	N/A
27	If convertible, mandatory or optional conversion	N/A	N/A	N/A	N/A	N/A
28	If convertible, specify instrument type convertible into	N/A	N/A	N/A	N/A	N/A
29	If convertible, specify issuer of instrument it converts into	N/A	N/A	N/A	N/A	N/A
30	Write-down feature	Yes	Yes	Yes	Yes	Yes
31	If write down, write-down trigger(s)	Non-Viability Event	Non-Viability Event	Non-viability event	Non-viability event	Non-viability event
32	If write-down, full or partial	Full or partial	Full or partial	Full or partial	Full or partial	Full or partial
33	If write-down, permanent or temporary	Permanent	Permanent	Permanent	Permanent	Permanent
34	If temporary write-own, description of writeup mechanism	N/A	N/A	N/A	N/A	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned).	The financial instrument is junior to senior creditors and Tier 2 capital instruments	The financial instrument is junior to senior creditors and Tier 2 capital instruments	The financial instrument is junior to senior creditors and Tier 2 capital instruments	The financial instrument is junior to senior creditors and Tier 2 capital instruments	The financial instrument is junior to senior creditors, and senior to Tier 1 capital instruments
36	Non-compliant transitioned features	No	No	No	No	No
37	If yes, specify non-compliant features	N/A	N/A	N/A	N/A	N/A

Leverage ratio

LR1: Summary comparison of accounting assets vs leverage ratio exposure measure

#	Particulars	Sep-25
1	Total consolidated assets as per published financial statements	1,059,239,845
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 securitized exposures that meet the operational requirements for the recognition of risk transference	-
4	Adjustments for temporary exemption of central bank reserves (if applicable)	-
5	Adjustment for fiduciary assets recognized on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-
6	Adjustments for regular-way purchases and sales of financial assets subject to trade date accounting	-
7	Adjustments for eligible cash pooling transactions	-
8	Adjustments for derivative financial instruments	4,399,415
9	Adjustment for securities financing transactions (i.e. repurchase agreements and similar secured lending)	6,904,806
10	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	50,275,486
11	Adjustments for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital	-
12	Other adjustments	905,541
13	**Leverage ratio exposure measure**	**1,121,725,092**

Basel Disclosures: Pillar III Q3-2025

LR2: Leverage ratio common disclosure template

		a	b
		Sep-25	**Jun-25**
	On-Balance sheet exposures		
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	1,066,218,017	1,045,631,944
2	Gross-up for derivatives collateral provided where deducted from balance sheet assets pursuant to the operative accounting framework	-	-
3	(Deductions of receivable assets for cash variation margin provided in derivatives transactions)	-	-
4	(Adjustment for securities received under securities financing transactions that are recognized as an asset)	-	-
5	(Specific and general provisions associated with on-balance sheet exposures that are deducted from Basel III Tier 1 capital)	(3,434,703)	(3,211,426)
6	(Asset amounts deducted in determining Basel III Tier 1 capital and regulatory adjustments)	(2,507,500)	(2,372,038)
7	**Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)**	**1,060,275,814**	**1,040,048,481**
	Derivative exposures		
8	Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	1,640,901	2,058,133
9	Add-on amounts for potential future exposure associated with all derivatives transactions	2,758,514	3,391,994
10	(Exempted central counterparty (CCP) leg of client-cleared trade exposures)	-	-
11	Adjusted effective notional amount of written credit derivatives	-	-
12	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-	-
13	**Total derivative exposures (sum of rows 8 to 12)**	**4,399,415**	**5,450,127**
	Securities financing transaction exposures		
14	Gross SFT assets (with no recognition of netting), after adjustment for sale accounting transactions	26,136,970	29,810,875
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)	(21,923,858)	(26,077,262)
16	Counterparty credit risk exposure for SFT assets	2,691,693	2,124,756
17	Agent transaction exposures	-	-
18	**Total securities financing transaction exposures (sum of rows 14 to 17)**	**6,904,806**	**5,858,370**
	Other off-balance sheet exposures		
19	Off-balance sheet exposure at gross notional amount	183,895,201	182,145,159
20	(Adjustments for conversion to credit equivalent amounts)	(133,619,715)	(134,461,154)
21	(Specific and general provisions associated with off-balance sheet exposures deducted in determining Tier 1 capital)	(130,429)	(164,339)
22	**Off-balance sheet items (sum of rows 19 to 21)**	**50,145,057**	**47,519,666**
	Capital and total exposures		
23	**Tier 1 capital**	**132,212,342**	**128,566,292**
24	**Total exposures (sum of rows 7, 13, 18 and 22)**	**1,121,725,092**	**1,098,876,644**
	Leverage ratio		
25	**Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)**	**11.79%**	**11.70%**
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)	11.79%	11.70%
26	**National minimum leverage ratio requirement**	3.00%	3.00%
27	**Applicable leverage buffers**	**8.79%**	**8.70%**
	Disclosure of mean values		
28	Mean value of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables	4,006,285	3,604,113
29	Quarter-end value of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables	4,213,112	3,733,613
30	Total exposures (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)	1,121,518,265	1,098,747,144
30a	Total exposures (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)	1,121,518,265	1,098,747,144
31	Basel III leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)	11.79%	11.70%
31a	Basel III leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)	11.79%	11.70%

Liquidity

LIQ1: Liquidity Coverage Ratio (LCR)

		a	b
		Total unweighted value (average)	**Total weighted value (average)**
	High quality liquid assets		
1	**Total HQLA**		**122,297,775**
	Cash outflows		
2	**Retail deposits and deposits from small business customers, of which:**	343,455,499	24,914,429
3	Stable deposits	118,143,885	5,907,194
4	Less stable deposits	225,311,614	19,007,234
5	**Unsecured wholesale funding, of which:**	225,894,556	93,757,946
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	424,548	106,137
7	Non-operational deposits (all counterparties)	222,343,812	93,377,890
8	Unsecured debt	3,126,196	273,919
9	**Secured wholesale funding**	49,939,191	755,835
10	**Additional requirements, of which:**	35,568,559	3,519,344
11	Outflows related to derivative exposures and other collateral requirements	-	-
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	35,568,559	3,519,344
14	**Other contractual funding obligations**	43,225,778	-
15	**Other contingent funding obligation**	48,231,406	964,628
16	**TOTAL CASH OUTFLOWS**		**123,912,182**
	Cash inflows		
17	Secured lending (e.g. reverse repos)	-	-
18	Inflows from fully performing exposures	67,684,439	44,394,599
19	Other cash inflows	287,129	287,129
20	**TOTAL CASH INFLOWS**		**44,681,728**
	Total adjusted value		
21	**Total HQLA**		**122,297,775**
22	**Total net cash outflows**		**79,230,454**
23	**Liquidity Coverage Ratio (%)**		**154.36%**