

Pillar III Disclosures

Al Rajhi Bank



Jun 30, 2022

Section	#	Tables and templates	Applicable
1. Overview of Risk Management and RWA	OVA	Bank risk management approach	No
	OV1	Overview of RWA	Yes
	KM1	Key Metrics	Yes
	KM2	Key metrics – TLAC requirements (at resolution group level)	No
2. Linkages Between Financial Statements and Regulatory Exposures	LI1	Differences between accounting and regulatory scopes of consolidation and mapping of financial statements with regulatory risk categories	No
	LI2	Main sources of differences between regulatory exposure amounts and carrying values in financial statements	
	LIA	Explanations of differences between accounting and regulatory exposure amounts	
3. Composition of Capital And TLAC	CC1	Composition of regulatory capital	Yes
	CC2	Reconciliation of regulatory capital to balance sheet	Yes
	CCA1	Main features of regulatory capital instruments and of other TLAC-eligible instruments	Yes
	TLAC1	Capital and TLAC composition for G-SIBs	No
	TLAC2	Material subgroup entity – creditor ranking at legal entity level	No
4. Macro prudential Supervisory	CCyB1	Geographical distribution of credit exposures used in the countercyclical capital buffer	Yes
5. Leverage Ratio	LR1	Summary comparison of accounting assets vs leverage ratio exposure	Yes
	LR2	Leverage ratio common disclosure template	Yes
6. Liquidity	LIQA	Liquidity risk management	No
	LIQ1	Liquidity Coverage Ratio	Yes
	LIQ2	Net Stable Funding Ratio	Yes
7. Credit Risk	CRA	General information about credit risk	No
	CR1	Credit quality of assets	Yes
	CR2	Changes in stock of defaulted loans and debt securities	Yes
	CRB	Additional disclosure related to the credit quality of assets	No
	CRC	Qualitative disclosure requirements related to credit risk mitigation techniques	No
	CR3	Credit risk mitigation techniques – overview	Yes
	CRD	Qualitative disclosures on Banks' use of external credit ratings under the standardised approach for credit risk	No
	CR4	Standardised approach – credit risk exposure and Credit Risk Mitigation (CRM) effects	Yes
	CR5	Standardised approach – exposures by asset classes and risk weights	Yes
	CR6	Qualitative disclosures related to IRB models	No
CR7	IRB - Credit risk exposures by portfolio and PD range		
CR8	IRB – Effect on RWA of credit derivatives used as CRM techniques		
CR9	IRB – Back testing of probability of default (PD) per portfolio		
CR10	IRB (specialised lending and equities under the simple risk weight method)		
8. Counterparty Credit Risk	CCRA	Qualitative disclosure related to counterparty credit risk	No
	CCR1	Analysis of counterparty credit risk (CCR) exposure by approach	
	CCR2	Credit valuation adjustment (CVA) capital charge	
	CCR3	Standardised approach of CCR exposures by regulatory portfolio and risk weights	
	CCR4	IRB – CCR exposures by portfolio and PD scale	
	CCR5	Composition of collateral for CCR exposure	
	CCR6	Credit derivatives exposures	
	CCR7	RWA flow statements of CCR exposures under the Internal Model Method (IMM)	
CCR8	Exposures to central counterparties		
9. Securitisation	SECA	Qualitative disclosure requirements related to securitisation exposures	No
	SEC1	Securitisation exposures in the Banking book	
	SEC2	Securitisation exposures in the trading book	
	SEC3	Securitisation exposures in the Banking book and associated regulatory capital requirements – Bank acting as originator or as sponsor	
	SEC4	Securitisation exposures in the Banking book and associated capital requirements – Bank acting as investor	

Section	#	Tables and templates	Applicable
10. Market Risk	MRA	Qualitative disclosure requirements related to market risk	No
	MRB	Qualitative disclosures for Banks using the Internal Models Approach (IMA)	No
	MR1	Market risk under standardised approach	Yes
	MR2	RWA flow statements of market risk exposures under an IMA	No
	MR3	IMA values for trading portfolios	
	MR4	Comparison of VaR estimates with gains/losses	
		Operational Risk Qualitative disclosure	No
		Quantitative /Qualitative disclosure	Yes

OV1: Overview of RWA

SAR '000s	a	b	C
	RWA		Minimum capital requirements
	Jun-22	Mar-22	Jun-22
Credit risk (excluding counterparty credit risk) (CCR)	429,554,109	405,397,970	34,364,329
Of which standardised approach (SA)	429,554,109	405,397,970	34,364,329
Of which internal rating-based (IRB) approach	-	-	-
Counterparty credit risk	1,112,239	704,276	88,979
Of which standardised approach for counterparty credit risk (SA-CCR)	1,112,239	704,276	88,979
Of which internal model method (IMM)	-	-	-
Equity positions in banking book under market-based approach	-	-	-
Equity investments in funds – look-through approach	-	-	-
Equity investments in funds – mandate-based approach	-	-	-
Equity investments in funds – fall-back approach	-	-	-
Settlement risk	-	-	-
Securitisation exposures in banking book	-	-	-
Of which IRB ratings-based approach (RBA)	-	-	-
Of which IRB Supervisory Formula Approach (SFA)	-	-	-
Of which SA/simplified supervisory formula approach (SSFA)	-	-	-
Market risk	2,671,508	2,798,763	213,721
Of which standardised approach (SA)	2,671,508	2,798,763	213,721
Of which internal model approaches (IMM)	-	-	-
Operational risk	37,798,847	37,798,847	3,023,908
Of which Basic Indicator Approach	-	-	-
Of which Standardised Approach	37,798,847	37,798,847	3,023,908
Of which Advanced Measurement Approach	-	-	-
Amounts below the thresholds for deduction (subject to 250% risk weight)	-	-	-
Floor adjustment	-	-	-
Total (1+4+7+8+9+ 10+11+12+16+19+23+24)	471,136,703	446,699,856	37,690,936

- Credit RWA increased mainly due to increase in financing portfolio.
- The minimum capital requirements applied in column C is 8%.

KM1: Key metrics (at consolidated group level): Overview of risk management, key prudential metrics and RWA categories

	A	b	c	d	e
SAR '000s	Jun-22	Mar-22	Dec-21	Sep-21	Jun-21
Available capital (amounts)					
1 Common Equity Tier 1 (CET1)	77,815,423	74,483,643	70,191,539	66,519,221	62,552,759
1a Fully loaded ECL accounting model	75,413,183	71,841,179	67,308,851	63,636,533	59,670,071
2 Tier 1	84,315,423	80,983,643	70,191,539	66,519,221	62,552,759
2a Fully loaded accounting model Tier 1	81,913,183	78,341,179	67,308,851	63,636,533	59,670,071
3 Total capital	89,698,752	86,059,921	75,009,229	71,004,381	66,728,512
3a Fully loaded ECL accounting model total capital	87,296,512	83,417,457	72,126,541	68,121,693	63,845,824
Risk-weighted assets (amounts)					
4 Total risk-weighted assets (RWA)	471,136,703	446,699,856	425,628,790	395,765,556	370,826,095
4a Total risk-weighted assets (pre-floor)	471,136,703	446,699,856	425,628,790	395,765,556	370,826,095
Risk-based capital ratios as a percentage of RWA					
5 Common Equity Tier 1 ratio (%)	16.52%	16.67%	16.49%	16.81%	16.87%
5a Fully loaded ECL accounting model CET1 (%)	16.01%	16.08%	15.81%	16.08%	16.09%
6 Tier 1 ratio (%)	17.90%	18.13%	16.49%	16.81%	16.87%
6a Fully loaded ECL accounting model Tier 1 ratio (%)	17.39%	17.54%	15.81%	16.08%	16.09%
7 Total capital ratio (%)	19.04%	19.27%	17.62%	17.94%	17.99%
7a Fully loaded ECL accounting model total capital ratio (%)	18.53%	18.67%	16.95%	17.21%	17.22%
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 (%)	0.00%	0.00%	0.00%	0.00%	0.00%
10 Bank 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)	3.00%	3.00%	3.00%	3.00%	3.00%
12 CET1 available after meeting the bank's minimum capital requirements (%)	5.52%	5.67%	5.49%	5.81%	5.87%
Basel III Leverage Ratio					
13 Total Basel III leverage ratio measure	727,516,974	673,489,447	637,968,559	593,602,031	555,205,300
14 Basel III leverage ratio (%) (row 2/row 13)	11.59%	12.02%	11.00%	11.21%	11.27%
14a Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2A/row 13)	11.26%	11.63%	10.55%	10.72%	10.75%
Liquidity Coverage Ratio1					
15 Total HQLA	109,976,494	99,428,326	94,787,976	93,066,326	87,715,610
16 Total net cash outflow	90,881,723	80,084,849	78,358,520	74,433,433	69,515,667
17 LCR ratio (%)	121.01%	124.15%	120.97%	125.03%	126.18%
Net Stable Funding Ratio					
18 Total available stable funding	511,022,974	474,705,710	458,494,554	428,239,559	403,423,861
19 Total required stable funding ²	465,260,757	431,286,771	401,940,132	379,568,440	355,933,724
20 NSFR ratio (%)	109.84%	110.07%	114.07%	112.82%	113.34%

¹ LCR computed as Quarterly Average.

² Includes Off Balance sheet component which is added to the Required Stable Funding (RSF).

CC1- Composition of regulatory capital

	SAR '000s	Amounts
Common Equity Tier 1 capital: instruments and reserves		
1	Directly issued qualifying common share (and equivalent for non-joint stock companies) capital plus related stock surplus	40,000,000
2	Retained earnings	10,657,711
3	Accumulated other comprehensive income (and other reserves)	24,755,472
4	Directly issued capital subject to phase-out from CET1 (only applicable to non-joint stock companies)	-
5	Common share capital issued by third parties (amount allowed in group CET1)	-
6	Common Equity Tier 1 capital before regulatory deductions	75,413,183
Common Equity Tier 1 capital regulatory adjustments		
7	Prudent valuation adjustments	-
8	Goodwill (net of related tax liability)	-
9	Other intangibles other than mortgage servicing rights (net of related tax liability)	-
10	Deferred tax assets that rely on future profitability, excluding those arising from temporary differences	-
11	Cash flow hedge reserve	-
12	Shortfall of provisions to expected losses	-
13	Securitization gain on sale (as set out in paragraph 36 of Basel III securitization framework)	-
14	Gains and losses due to changes in own credit risk on fair valued liabilities	-
15	Defined benefit pension fund net assets	-
16	Investments in own shares (if not already subtracted from paid-in capital on reported balance sheet)	-
17	Reciprocal cross-holdings in common equity	-
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-
19	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-
20	Mortgage servicing rights (amount above 10% threshold)	-
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-
22	Amount exceeding 15% threshold	-
23	Of which: significant investments in the common stock of financials	-
24	Of which: mortgage servicing rights	-
25	Of which: deferred tax assets arising from temporary differences	-
26	National specific regulatory adjustments	2,402,240
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-
28	Total regulatory adjustments to Common Equity Tier 1	-
29	Common Equity Tier 1 capital (CET1)	77,815,423
Additional Tier 1 capital: instruments		
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	6,500,000
31	Of which: classified as equity under applicable accounting standards	6,500,000
32	Of which: classified as liabilities under applicable accounting standards	-
33	<i>Directly issued capital instruments subject to phase-out from additional Tier 1</i>	-
34	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in AT1)	-
35	<i>Of which: instruments issued by subsidiaries subject to phase-out</i>	-
36	Additional Tier 1 capital before regulatory adjustments	6,500,000
Additional Tier 1 capital: regulatory adjustments		
37	Investments in own additional Tier 1 instruments	-
38	Reciprocal cross-holdings in additional Tier 1 instruments	-
39	Investments in capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation	-
40	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation	-
41	National specific regulatory adjustments	-

42	Regulatory adjustments applied to additional Tier 1 due to insufficient Tier 2 to cover deductions	-
43	Total regulatory adjustments to additional Tier 1 capital	-
44	Additional Tier 1 capital (AT1)	-
45	Tier 1 capital (T1= CET1 + AT1)	84,315,423

Tier 2 capital: instruments and provisions		
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	-
47	Directly issued capital instruments subject to phase-out from Tier 2	-
48	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	-
49	Of which: instruments issued by subsidiaries subject to phase-out	-
50	Provisions	5,383,329
51	Tier 2 capital before regulatory adjustments	5,383,329
Tier 2 capital: regulatory adjustments		
52	Investments in own Tier 2 instruments	-
53	Reciprocal cross-holdings in Tier 2 instruments and other TLAC liabilities	-
54	Investments in capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-
54a	Investments in the other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation and where the bank does not own more than 10% of the issued common share capital of the entity: amount previously designated for the 5% threshold but that no longer meets the conditions (for G-SIBs only)	-
55	Significant investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-
56	National specific regulatory adjustments	-
57	Total regulatory adjustments to Tier 2 capital	-
58	Tier 2 capital (T2)	5,383,329
59	Total regulatory capital (TC = T1 + T2)	89,698,752
60	Total risk-weighted assets	471,136,703
Capital ratios and buffers		
61	Common Equity Tier 1 (as a percentage of risk-weighted assets)	16.52%
62	Tier 1 (as a percentage of risk-weighted assets)	17.90%
63	Total capital (as a percentage of risk-weighted assets)	19.04%
64	Institution specific buffer requirement (capital conservation buffer plus countercyclical buffer requirements plus higher loss absorbency requirement, expressed as a percentage of risk-weighted assets)	3%
65	Of which: capital conservation buffer requirement	2.5%
66	Of which: bank-specific countercyclical buffer requirement	0%
67	Of which: G-SIB D-SIB buffer	0.5%
68	Common Equity Tier 1 (as a percentage of risk-weighted assets) available after meeting the bank's minimum capital requirement.	5.52%
National minima (if different from Basel III)		
69	National Common Equity Tier 1 minimum ratio (if different from Basel III minimum)	-
70	National Tier 1 minimum ratio (if different from Basel III minimum)	-
71	National total capital minimum (if different from Basel III minimum)	-
Amounts below the thresholds for deduction (before risk weighting)		
72	Non-significant investments in the capital and other TLAC liabilities of other financial entities	-
73	Significant investments in common stock of financial entities	-
74	Mortgage servicing rights (net of related tax liability)	-
75	Deferred tax assets arising from temporary differences (net of related tax liability)	-
Applicable caps on the inclusion of provisions in Tier 2		
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardized approach (prior to application of cap)	5,383,329
77	Cap on inclusion of provisions in Tier 2 under standardized approach	-
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	-

Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)		
80	Current cap on CET1 instruments subject to phase-out arrangements	-
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	-
82	Current cap on AT1 instruments subject to phase-out arrangements	-
83	Amount excluded from AT1 due to cap (excess after redemptions and maturities)	-
84	Current cap on T2 instruments subject to phase-out arrangements	-
85	Amount excluded from T2 due to cap (excess after redemptions and maturities)	-

CC2: Reconciliation of regulatory capital to balance sheet

	a	b
	Balance sheet as in published financial statements	Under regulatory scope of consolidation
SAR '000s	Jun-22	Jun-22
Assets		
Cash and balances with central banks	37,713,730	37,713,730
Due from banks and other financial institutions, net	29,412,157	29,412,157
Financing, net	519,700,730	519,700,730
Investments, net	96,290,764	96,290,764
investment properties, net	1,378,310	1,378,310
Property and equipment, net	11,238,795	11,238,795
Investment in associate	327,439	327,439
Other Assets	13,717,122	13,717,122
Total assets	709,779,047	709,779,047
Liabilities		
Deposits from banks	42,532,024	-
Customer accounts	552,956,842	-
Other liabilities	32,376,998	-
Total liabilities	627,865,864	-
Shareholders' equity		
Paid-in share capital	40,000,000	40,000,000
Of which: amount eligible for CET1	40,000,000	40,000,000
Of which: amount eligible for AT1	-	-
Retained earnings	10,657,711	10,657,711
Proposed Dividends	-	-
Accumulated other Reserves	24,755,472	24,755,472
Total shareholders' equity	75,413,183	75,413,183

CCA1: Main features of regulatory capital instruments and of other TLAC-eligible instruments

	Quantitative / qualitative information
1 Issuer	Not Applicable
2 Unique identifier (e.g. CUSPIN, ISIN or Bloomberg identifier for private placement)	Not Applicable
3 Governing law(s) of the instrument	Not Applicable
3.a Means by which enforceability requirement of section 13 of the TLAC term sheet is achieved (for other TLAC-eligible instruments governed by foreign law)	Not Applicable
4 Transitional Basel III rules	Not Applicable
5 Post-transitional Basel III rules	Not Applicable
6 Eligible at solo/group/group and solo	Not Applicable
7 Instrument type	Not Applicable
8 Amount recognized in regulatory capital (Currency in mil, as of most recent reporting)	Not Applicable
9 Par value of instrument	Not Applicable
10 Accounting classification	Not Applicable
11 Original date of issuance	Not Applicable
12 Original date of issuance	Not Applicable
13 Original maturity date	Not Applicable
14 Option call date, contingent call dates and redemption amount	Not Applicable
15 Subsequent call dates if applicable	Not Applicable
16 Fixed or Floating dividend/coupon	Not Applicable
17 Coupon rate and any related index	Not Applicable
18 Existence of a dividend stopper	Not Applicable

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

		Quantitative / qualitative information
1	Issuer	Al Rajhi Banking and Investment Corporation
2	Unique identifier	SA15GVK0JI30
3	Governing law(s) of the instrument	Laws of Kingdom of Saudi Arabia
4	Transitional Basel III rules	Additional Tier 1
5	Post-transitional Basel III rules	Eligible
6	Eligible at solo/group/group and solo	Group and Solo
7	Instrument type	Subordinated
8	Amount recognised in regulatory capital (currency in millions, as of most recent reporting date)	SAR 6,500 Million
9	Par value of instrument	SAR 1 Million
10	Accounting classification	Shareholders' equity
11	Original date of issuance	23rd January 2022
12	Perpetual or dated	Perpetual
13	Original maturity date	No maturity
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date, contingent call dates and redemption amount	23 January 2027
16	Subsequent call dates, if applicable	Following the first call date, any profit distribution date thereafter
17	Fixed or floating dividend/coupon	Fixed to floating
18	Coupon rate and any related index	3.5% per annum fixed rate payable quarterly 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
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary
21	Existence of step-up or other incentive to redeem	No
22	Non-cumulative or cumulative	Non-cumulative
23	Convertible or non-convertible	Nonconvertible
24	If convertible, conversion trigger(s)	N/A
25	If convertible, fully or partially	N/A
26	If convertible, conversion rate	N/A
27	If convertible, mandatory or optional conversion	N/A
28	If convertible, specify instrument type convertible into	N/A
29	If convertible, specify issuer of instrument it converts into	N/A
30	Writedown feature	Yes
31	If writedown, writedown trigger(s)	Non-Viability Event
32	If writedown, full or partial	Partial
33	If writedown, permanent or temporary	Permanent
34	If temporary write-own, description of writeup mechanism	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
36	Non-compliant transitioned features	No
37	If yes, specify non-compliant features	N/A

LR1: Summary comparison of accounting assets vs leverage ratio exposure

TABLE 1: LEVERAGE DISCLOSURE		
Summary comparison of accounting assets versus leverage ratio exposure measure		Table 1
Row #	Item	SAR '000s
1	Total consolidated assets as per published financial statements	709,779,047
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 recognized on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-
4	Adjustments for derivative financial instruments	1,701,276
5	Adjustment for securities financing transactions (i.e. repos and similar secured lending)	-
6	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	16,036,651
7	Other adjustments	-
8	Leverage ratio exposure	727,516,974

LR2: Leverage ratio common disclosure template

TABLE 2: LEVERAGE DISCLOSURE		
#	Item	SAR '000s
On-balance sheet exposures		
1	On-balance sheet items (excluding derivatives and SFTs, but including collateral)	709,779,047
2	(Relevant Asset amounts deducted in determining Basel III Tier 1 capital)	-
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	709,779,047
Derivative Exposures		
4	Replacement cost associated with all derivatives transactions (ie net of eligible cash variation margin)	-
5	Add-on amounts for Potential Financial Exposure (PFE) associated with all derivatives transactions	1,701,276
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)	1,701,276
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	30,788,606
18	(Adjustments for conversion to credit equivalent amounts)	(14,751,956)
19	Off-balance sheet items (sum of lines 17 and 18)	16,036,651
Capital and total exposures		
20	Tier 1 capital	84,315,423
21	Total exposures (sum of lines 3, 11, 16 and 19)	727,516,974
Leverage ratio		
22	Basel III leverage ratio	11.59%

LIQ1: Liquidity Coverage Ratio (LCR)

SAR '000s		TOTAL UNWEIGHTED VALUE (Average)	TOTAL WEIGHTED VALUE (Average)
HIGH-QUALITY LIQUID ASSETS			
1	Total high-quality liquid assets (HQLA)	-	109,976,494
CASH OUTFLOWS			
2	Retail deposits and deposits from small business customer, of which:	270,672,041	22,162,454
3	Stable deposits	98,095,002	4,904,750
4	Less stable deposits	172,577,039	17,257,704
5	Unsecured wholesale funding, of which:	185,086,786	80,720,321
6	Operational deposits (all counterparties)	-	-
7	Non-Operational deposits (all counterparties)	185,086,786	80,720,321
8	Unsecured debt	-	-
9	Secured wholesale funding	-	-
10	Additional requirements, of which:	30,962,203	1,751,016
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	13,792,817	1,407,628
14	Other contractual funding obligations	-	-
15	Other contingent funding obligations	17,169,386	343,388
16	TOTAL CASH OUTFLOWS	486,721,030	104,633,791
CASH INFLOWS			
17	Secured lending (e.g. reverse repos)	-	-
18	Inflows from fully performing exposures	23,759,440	13,742,446
19	Other cash inflows	9,622	9,622
20	TOTAL CASH INFLOWS	23,769,062	13,752,068
TOTAL ADJUSTED VALUE			
21	TOTAL HQLA		109,976,494
22	TOTAL NET CASH OUTFLOWS		90,881,723
23	LIQUIDITY COVERAGE RATIO (%)		121.01%

- Figures presented in the table are average of Q2 2022.
- Adjusted values are calculated after the application of both (i) haircuts and inflow and outflow rates and (ii) any applicable caps (i.e., cap on Level 2B and Level 2 assets for HQLA and cap on inflows).

LIQ2: Net Stable Funding Ratio

89,		a	b	c	d	e
		Unweighted value by residual maturity				
		No Maturity	< 6 Months	6 months to < 1 year	> 1 year	Weighted Value
ASF Item						
1	Capital:	89,698,752	-	-	-	89,698,752
2	<i>Regulatory capital</i>	89,698,752	-	-	-	89,698,752
3	<i>Other capital instruments</i>	-	-	-	-	-
4	Retail deposits and deposits from small business customers:	271,224,313	1,786,027	552,927	2,606,864	253,936,510
5	<i>Stable deposits</i>	102,395,677	38,092	20,347	-	97,331,410
6	<i>Less stable deposits</i>	168,828,636	1,747,935	532,580	2,606,864	156,605,100
7	Wholesale funding:	126,179,540	120,731,747	24,351,829	31,756,905	167,388,464
8	<i>Operational deposits</i>	-	-	-	-	-
9	<i>Other wholesale funding</i>	126,179,540	120,731,747	24,351,829	31,756,905	167,388,464
10	Liabilities with matching interdependent assets	-	-	-	-	-
11	Other liabilities:	40,794,856	94,924	1,113	-	-
12	<i>NSFR derivative liabilities</i>	-	-	-	-	-
13	<i>All other liabilities and equity not included in the above categories</i>	40,794,856	94,924	1,113	-	-
14	Total ASF					511,022,974
RSF Item						
15	Total NSFR high-quality liquid assets (HQLA)					3,615,020
16	Deposits held at other financial institutions for operational purposes	14,054,007	-	-	-	7,027,004
17	Performing loans and securities:	-	-	-	-	-
18	<i>Performing loans to financial institutions secured by Level 1 HQLA</i>	-	-	-	-	-
19	<i>Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions</i>	-	10,165,097	5,901,083	-	4,475,306
20	<i>Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:</i>	-	45,292,152	65,003,530	395,923,106	390,995,363
21	<i>With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk</i>	-	-	1,000,000	5,238,000	3,904,700
22	<i>Performing residential mortgages, of which:</i>	-	-	-	-	-
23	<i>With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk</i>	-	-	-	-	-
24	<i>Securities that are not in default and do not qualify as HQLA, including exchange-traded equities</i>	-	-	-	16,494,200	14,020,070
25	Assets with matching interdependent liabilities	-	-	-	-	-
26	Other assets:	-	-	-	-	-
27	<i>Physical traded commodities, including gold</i>	-	-	-	-	-
28	<i>Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs</i>	-	-	-	-	-
29	<i>NSFR derivative assets</i>	-	-	-	-	-
30	<i>NSFR derivative liabilities before deduction of variation margin posted</i>	-	-	-	-	-
31	<i>All other assets not included in the above categories</i>	39,418,084	-	-	1,275,650	40,693,734
32	Off-balance sheet items	-	18,656,881	7,505,459	4,000,942	529,560
33	Total RSF	-	-	-	-	465,260,757
34	Net Stable Funding Ratio (%)					109.84%



CR1: Credit quality of assets

SAR '000s		a	b	c	d
		Gross carrying values of		Allowances/ impairments	Net values (a+b-c)
		Defaulted exposures	Non-defaulted exposures		
1	Financing	3,024,815	525,537,157	8,861,242	519,700,730
2	Investments	-	96,331,669	40,905	96,290,764
3	Off-balance sheet exposures	353,818	30,434,788	406,851	30,381,755
4	Total	3,378,633	652,303,614	9,308,998	646,373,249

Definition of default

- Accounts are considered in default after failure to meet the obligations by 90 days.

CR2: Changes in stock of defaulted loans and debt securities

SAR '000s		a
1	Defaulted Financing and debt securities at end of December 2021	3,010,100
2	Loans and debt securities that have defaulted since the last reporting period	2,472,732
3	Returned to non-defaulted status	344,840
4	Amounts written off	2,113,177
5	Other changes	-
6	Defaulted loans and debt securities at end of June 2022 (1+2-3-4±5)	3,024,815

CR3: Credit risk mitigation techniques – overview

		a	b	c	d	e	f	g
	SAR '000s	Exposures unsecured: carrying amount	Exposures secured by collateral	Exposures secured by collateral, of which: secured amount	Exposures secured by financial guarantees	Exposures secured by financial guarantees, of which: secured amount	Exposures secured by credit derivatives	Exposures secured by credit derivatives, of which: secured amount
1	Financing	492,359,360	27,338,168	20,362,850	3,202	2,375	-	-
2	Investments	96,290,764	-	-	-	-	-	-
3	Total	588,650,124	27,338,168	20,362,850	3,202	2,375	-	-
4	Of which defaulted	2,981,277	43,538	31,075	-	-	-	-

CR4: Standardized approach – credit risk exposure and Credit Risk Mitigation (CRM) effects

SAR '000s		a	b	c	d	e	f
		Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
	Asset classes	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	112,146,005	45	112,146,005	45	-	0%
2	Non-central government public sector entities	-	589	-	465	-	0%
3	Multilateral development Banks	-	-	-	-	-	0%
4	Banks	40,017,159	13,421,431	40,017,159	2,667,192	20,159,041	47%
5	Securities firms	-	-	-	-	-	0%
6	Corporates	110,375,092	38,026,385	110,373,095	14,449,137	116,769,141	94%
7	Regulatory retail portfolios	213,764,846	189,139	213,754,817	139,855	160,328,264	75%
8	Secured by residential property	201,187,216	-	201,187,216	-	100,593,609	50%
9	Secured by commercial real estate	2,343,565	-	2,343,565	-	2,343,565	100%
10	Equity	5,185,896	-	5,185,896	-	5,185,896	100%
11	Past-due loans	3,024,815	353,818	1,006,668	154,585	1,006,668	87%
12	Higher-risk categories	-	-	-	-	-	0%
13	Other assets	30,640,410	10,992,932	30,766,319	326,649	24,280,164	78%
14	Total	718,685,004	62,984,339	716,780,740	17,737,928	430,666,348	59%



CR5: Standardized approach – exposures by asset classes and risk weights

	SAR '000s	a	b	c	d	e	f	g	h	i	j
	Asset classes/ Risk weight	0%	10%	20%	35%	50%	75%	100%	150%	Others	Total credit exposures amount (post CCF and post-CRM)
1	Sovereigns and their central Banks	112,146,050	-	-	-	-	-	-	-	-	112,146,050
2	Non-central government public sector entities (PSEs)	465	-	-	-	-	-	-	-	-	465
3	Multilateral development Banks (MDBs)	-	-	-	-	-	-	-	-	-	-
4	Banks	-	-	4,853,987	-	37,284,189	-	546,174	-	-	42,684,350
5	Securities firms	-	-	-	-	-	-	-	-	-	0
6	Corporates	-	-	6,284,432	-	2,674,241	-	109,869,818	-	5,993,742	124,822,233
7	Regulatory retail portfolios	-	-	-	-	-	213,894,672	-	-	-	213,894,672
8	Secured by residential property	-	-	-	-	201,187,216	-	-	-	-	201,187,216
9	Secured by commercial real estate	-	-	-	-	-	-	2,343,565	-	-	2,343,565
10	Equity	-	-	-	-	-	-	5,185,896	-	-	5,185,896
11	Past-due loans	-	-	-	-	-	-	1,161,253	-	-	1,161,253
12	Higher-risk categories	-	-	-	-	-	-	-	-	-	-
13	Other assets	7,414,571	-	712,520	-	-	-	22,965,877	-	-	31,092,968
14	Total	119,561,086	-	11,850,939	-	241,145,646	213,894,672	142,072,583	-	5,993,742	734,518,668

MR1: Market risk under standardized approach

SAR '000s		A
		RWA
	Outright products	2,671,508
1	Interest rate risk (general and specific)	-
2	Equity risk (general and specific)	-
3	Foreign exchange risk	2,671,508
4	Commodity risk	-
	Options	-
5	Simplified approach	-
6	Delta-plus method	-
7	Scenario approach	-
8	Securitisation	-
9	Total	2,671,508

The Bank continues to follow the Standardized approach to compute Market Risk capital charge.