



**Pillar 3 Disclosures
31 March 2018**

Summary

Description	Tables and templates	Template ref. #	Comment
Part 2 – Overview of risk management, key prudential metrics and RWA	KM1 – Key metrics (at consolidated group level)	KM1	
	OV1 – Overview of RWA	OV1	
Part 6 – Leverage ratio	LR1 – Summary comparison of accounting assets vs leverage ratio exposure measure	LR1	
	LR2 – Leverage ratio common disclosure template	LR2	
Part 7 – Liquidity	LIQ1 – Liquidity Coverage Ratio (LCR)	LIQ1	
Part 8 – Credit risk	CR8 – RWA flow statements of credit risk exposures under IRB	CR8	N/A (The bank is following the standardised approach)
Part 9 – Counterparty credit risk	CCR7 – RWA flow statements of CCR exposures under the Internal Model Method (IMM)	CCR7	N/A (The bank is following the standardised approach)
Part 11 – Market risk	MR3 – IMA values for trading portfolios (Phase I only) MR3 – RWA flow statements of market risk exposures under IMA (Phase II only)	MR3	N/A (The bank is following the standardised approach)
Capital Structure	Table 2b – Capital Structure BS	Table 2b	
	Table 2c – Capital Structure BS	Table 2c	
	Table 2d (i) – Common Template (Transition)	Table 2d (i)	
	Table 2d (ii) – Common Template (Transition)	Table 2d (ii)	
	Table 2e – Capital Instruments	Table 2e	

Template KM1: Key metrics (at consolidated group level)

All figures are in SAR'000		a	b	c	d	e
		Q1 2018	Q4 2017	Q3 2017	Q2 2017	Q1 2017
Available capital (amounts)						
1	Common Equity Tier 1 (CET1)	57,979,658	56,825,326	55,260,027	53,697,179	55,892,873
1a	Fully loaded ECL accounting model	56,607,063	N/A	N/A	N/A	N/A
2	Tier 1	64,979,658	63,825,326	62,260,027	60,697,179	61,592,873
2a	Fully loaded ECL accounting model Tier 1	63,607,063	N/A	N/A	N/A	N/A
3	Total capital	72,969,345	72,057,627	70,416,518	68,927,079	69,651,873
3a	Fully loaded ECL accounting model total capital	72,969,345	N/A	N/A	N/A	N/A
Risk-weighted assets (amounts)						
4	Total risk-weighted assets (RWA)	357,953,966	361,106,728	379,814,488	379,532,760	381,777,114
Risk-based capital ratios as a percentage of RWA						
5	Common Equity Tier 1 ratio (%)	16.2%	15.7%	14.5%	14.1%	14.6%
5a	Fully loaded ECL accounting model Common Equity Tier 1 (%)	15.8%	N/A	N/A	N/A	N/A
6	Tier 1 ratio (%)	18.2%	17.7%	16.4%	16.0%	16.1%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	17.8%	N/A	N/A	N/A	N/A
7	Total capital ratio (%)	20.4%	20.0%	18.5%	18.2%	18.2%
7a	Fully loaded ECL accounting model total capital ratio (%)	20.4%	N/A	N/A	N/A	N/A
Additional CET1 buffer requirements as a percentage of RWA						
8	Capital conservation buffer requirement (2.5% from 2019) (%)	1.875%	1.250%	1.250%	1.250%	1.250%
9	Countercyclical buffer requirement (%)	0.00%	0.00%	0.00%	0.00%	0.00%
10	Bank G-SIB and/or D-SIB additional requirements (%)	1.00%	1.00%	1.00%	1.00%	1.00%
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)	2.9%	2.3%	2.3%	2.3%	2.3%
12	CET1 available after meeting the bank's minimum capital requirements (%)	13.3%	13.5%	12.3%	11.9%	12.4%
Basel III leverage ratio						
13	Total Basel III leverage ratio exposure measure	482,348,412	489,261,486	492,138,294	496,004,666	496,890,416
14	Basel III leverage ratio (%) (row 2 / row 13)	13.5%	13.0%	12.7%	12.2%	12.4%
14a	Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2a / row13)	13.2%	N/A	N/A	N/A	N/A
Liquidity Coverage Ratio						
15	Total HQLA	97,437,832	95,128,719	90,566,020	96,158,948	101,741,558
16	Total net cash outflow	49,062,910	53,661,411	52,508,559	57,904,720	62,120,393
17	LCR ratio (%)	199%	177%	172%	166%	164%
Net Stable Funding Ratio						
18	Total available stable funding	312,407,805	302,216,270	331,528,396	329,952,886	333,542,730
19	Total required stable funding	248,820,463	254,356,063	240,603,501	237,444,040	230,411,511
20	NSFR ratio	126%	119%	138%	139%	145%

Overview of RWA

All figures are in SAR'000		a	b	c
		RWA		Minimum capital requirements
		T (Mar-18)	T-1 (Dec-17)	T (Mar-17)
1	Credit risk (excluding counterparty credit risk)	286,135,725	291,957,977	22,890,858
2	Of which standardised approach (SA)	286,135,725	291,957,977	22,890,858
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	8,643,376	8,089,254	691,470
7	Of which: standardised approach for counterparty credit risk	8,643,376	8,089,254	691,470
8	Of which internal model method (IMM)			-
9	Of which: other CCR			-
10	Credit valuation adjustment (CVA)	6,874,222	7,312,758	549,938
11	Equity positions under the simple risk weight approach	-	-	-
12	Equity investments in funds – look-through approach	6,821,288	7,355,271	545,703
13	Equity investments in funds – mandate-based approach			-
14	Equity investments in funds – fall-back approach	2,262,556	2,548,638	181,004
15	Settlement risk			-
16	Securitisation exposures in banking book	643,910	420,238	51,513
17	Of which: securitisation internal ratings-based approach (SEC-IRBA)			-
18	Of which: securitisation external ratings-based approach (SEC-ERBA),			-
19	Of which SA/simplified supervisory formula approach (SSFA)	643,910	420,238	51,513
20	Market risk	12,248,465	9,452,340	979,877
21	Of which: standardised approach (SA)	12,248,465	9,452,340	979,877
22	Of which: internal model approaches (IMA)			-
23	Capital charge for switch between trading book and banking book			-
24	Operational risk	34,324,423	33,970,252	2,745,954
25	Amounts below the thresholds for deduction (subject to 250% risk weight)			-
26	Floor adjustment			-
27	Total (1+4+7+8+9+10+11+12+16+19+23+24)	357,953,966	361,106,728	28,636,317

- Market Risk has increased by 30% due to increase in the capital charges of FX risk.
- The increase in RWA for securitized assets is due to reclassification of exposures to match the asset class type.

Table 1

Template LR1 – Summary comparison of accounting assets vs leverage ratio exposure measure (January 2014 standard)

All figures are in SAR'000

Summary comparison of accounting assets versus leverage ratio exposure measure		a
1	Total consolidated assets as per published financial statements	437,506,289
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	3,682,707
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)	41,449,835
7	Other adjustments	(290,418)
8	Leverage ratio exposure	482,348,412

Table 2

Template LR2: Leverage ratio common disclosure template (January 2014 standard)

All figures are in SAR'000		a	b
		T	T-1
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs),but including	434,612,252	441,177,409
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	(290,418)	(303,037)
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 and 2)	434,321,834	440,874,372
Derivative exposures			
4	Replacement cost associated with all derivatives transactions (where applicable net of eligible cash	2,894,036	2,688,458
5	Add-on amounts for PFE associated with all derivatives transactions	3,682,707	2,811,078
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the		
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)	6,576,743	5,499,536
Securities financing transaction exposures			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting		
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)	-	
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	71,643,355	74,535,507
18	(Adjustments for conversion to credit equivalent amounts)	(30,193,520)	(31,647,929)
19	Off-balance sheet items (sum of rows 17 and 18)	41,449,835	42,887,578
Capital and total exposures			
20	Tier 1 capital	64,979,658	63,825,326
21	Total exposures (sum of rows 3, 11, 16 and 19)	482,348,412	489,261,486
Leverage ratio			
22	Basel III leverage ratio	13.5%	13.0%

Template LIQ1: Liquidity Coverage Ratio (LCR)

		a	b
		Total unweighted value (average)	Total weighted value (average)
All figures are in SAR'000			
High-quality liquid assets			
1	Total HQLA		97,437,832
Cash outflows			
2	Retail deposits and deposits from small business customers, of which:	222,478,780	21,384,110
3	Stable deposits	-	-
4	Less stable deposits	222,478,780	21,384,110
5	Unsecured wholesale funding, of which:	83,242,048	39,607,802
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	-	-
7	Non-operational deposits (all counterparties)	83,242,048	39,607,802
8	Unsecured debt	-	-
9	Secured wholesale funding		2,746,694
10	Additional requirements, of which:	13,741,217	407,710
11	Outflows related to derivative exposures and other collateral requirements	(820,926)	(820,926)
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	14,562,143	1,228,635
14	Other contractual funding obligations	-	-
15	Other contingent funding obligations	106,215,613	2,372,546
16	TOTAL CASH OUTFLOWS		66,518,861
Cash inflows			
17	Secured lending (eg reverse repos)	-	-
18	Inflows from fully performing exposures	37,493,181	17,455,951
19	Other cash inflows	-	-
20	TOTAL CASH INFLOWS	37,493,181	17,455,951
			Total adjusted value
21	Total HQLA		97,437,832
22	Total net cash outflows		49,062,910
23	Liquidity Coverage Ratio (%)		199%

TABLE 2: CAPITAL STRUCTURE

Balance sheet - Step 1 (Table 2(b))

All figures are in SAR'000

	Balance sheet in Published financial statements (C)	Adjustment of banking associates / other entities (*) (D)	Under regulatory scope of consolidation (E)
Assets			
Cash and balances with SAMA	30,909,880		30,909,880
Due from banks and other financial institutions	18,312,749		18,312,749
Investments, net	113,555,101		113,555,101
Financing and advances, net	252,776,847		252,776,847
Positive fair value of derivatives, net	2,894,036		2,894,036
Investments in associates, net	452,009		452,009
Other real estate, net	952,528		952,528
Property, equipment and software, net	5,353,864		5,353,864
Goodwill	290,418		290,418
Other assets	12,008,857		12,008,857
Total assets	437,506,289		437,506,289
Liabilities and Equity			
Liabilities			
Due to Banks and other financial institutions	37,967,852		37,967,852
Customers' deposits	309,000,832		309,000,832
Debt securities issued	10,528,284		10,528,284
Negative fair value of derivatives, net	2,301,620		2,301,620
Other liabilities	12,846,753		12,846,753
Total liabilities	372,645,341		372,645,341
Equity			
Share capital	20,000,000		20,000,000
Treasury Shares	(338,011)		(338,011)
Statutory reserve	20,266,514		20,266,514
Other reserves (cumulative changes in fair values)	191,774		191,774
Employees' share based payments reserve	121,830		121,830
Retained earnings	18,956,564		18,956,564
Proposed dividend	1,196,879		1,196,879
Foreign currency translation reserve	(3,711,879)		(3,711,879)
Tier 1 sukuk	7,000,000		7,000,000
Non-controlling interests	1,177,277		1,177,277
Total equity	64,860,948		64,860,948
Total liabilities and equity	437,506,289		437,506,289

TABLE 2: CAPITAL STRUCTURE

Balance sheet - Step 2 (Table 2(c))

All figures are in SAR'000

	Balance sheet in Published financial statements (C)	Adjustment of banking associates / other entities (D)	Under regulatory scope of consolidation (E)	Reference
Assets				
Cash and balances with SAMA	30,909,880		30,909,880	
Due from banks and other financial institutions	18,312,749		18,312,749	
Investments, net	113,555,101		113,555,101	
Financing and advances, net	252,776,847		252,776,847	
of which Collective provisions	(2,989,687)		(2,989,687)	A
Positive fair value of derivatives, net	2,894,036		2,894,036	
Investments in associates, net	452,009		452,009	
Other real estate, net	952,528		952,528	
Property, equipment and software, net	5,353,864		5,353,864	
Goodwill	290,418		290,418	B
Other assets	12,008,857		12,008,857	
Total assets	437,506,289		437,506,289	
Liabilities and Equity				
Liabilities				
Due to Banks and other financial institutions	37,967,852		37,967,852	
Customers' deposits	309,000,832		309,000,832	
Debt securities issued	10,528,284		10,528,284	
Negative fair value of derivatives, net	2,301,620		2,301,620	
Other liabilities	12,846,753		12,846,753	
Total liabilities	372,645,341		372,645,341	
Equity				
Share capital	20,000,000		20,000,000	
Treasury Shares	(338,011)		(338,011)	C
Statutory reserve	20,266,514		20,266,514	
Other reserves (cumulative changes in fair values)	191,774		191,774	
Employees' share based payments reserve	121,830		121,830	
Retained earnings	18,956,564		18,956,564	
of which Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	368,260		368,260	D
Proposed dividend	1,196,879		1,196,879	
Foreign currency translation reserve	(3,711,879)		(3,711,879)	
Tier 1 sukuk	7,000,000		7,000,000	
Non-controlling interests	1,177,277		1,177,277	
Total equity	64,860,948		64,860,948	
Total liabilities and equity	437,506,289		437,506,289	

TABLE 2: CAPITAL STRUCTURE

Common template (transition) - Step 3 (Table 2(d) i)

(From January 2013 to 2018 identical to post 2018) With amount subject to Pre- Basel III Treatment

All figures are in SAR'000

		Components ¹ of regulatory capital reported by the bank	Amounts ¹ subject to Pre - Basel III treatment	Source based on reference numbers / letters of the balance sheet under the regulatory scope of consolidation from step 2
(2)	Common Equity Tier 1 capital: Instruments and reserves			
1	Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus	20,000,000		
2	Retained earnings	20,153,443		
3	Accumulated other comprehensive income (and other reserves)	16,868,239		
4	Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies)			
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	368,260		D
6	Common Equity Tier 1 capital before regulatory adjustments	57,389,942		
	Common Equity Tier 1 capital: Regulatory adjustments			
7	Prudential valuation adjustments			
8	Goodwill (net of related tax liability)	290,418		B
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 (net of related tax liability)	0		
11	Cash-flow hedge reserve	154,450		
12	Shortfall of provisions to expected losses			
13	Securitisation gain on sale (as set out in paragraph 562 of Basel II 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 netted off paid-in capital on reported balance sheet)	338,011		C
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, net of eligible short positions, 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, net of eligible short positions (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 the 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	(1,372,595)		
	REGULATORY ADJUSTMENTS APPLIED TO COMMON EQUITY TIER 1 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT			
	OF WHICH: [INSERT NAME OF ADJUSTMENT]			
	OF WHICH: ...			
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	(589,716)		
29	Common Equity Tier 1 capital (CET1)	57,979,658		
	Additional Tier 1 capital: instruments			
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	7,000,000		
31	of which: classified as equity under applicable accounting standards	7,000,000		
32	of which: classified as liabilities under applicable accounting standards			
33	Directly issued capital instruments subject to phase out from Additional Tier 1			
34	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group AT1)			
35	of which: instruments issued by subsidiaries subject to phase out			
36	Additional Tier 1 capital before regulatory adjustments	7,000,000		
	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 the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)			
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)			
41	National specific regulatory adjustments			
	REGULATORY ADJUSTMENTS APPLIED TO ADDITIONAL TIER 1 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT			
	OF WHICH: [INSERT NAME OF ADJUSTMENT]			
	OF WHICH: ...			
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)	7,000,000		
45	Tier 1 capital (T1 = CET1 + AT1)	64,979,658		

TABLE 2: CAPITAL STRUCTURE

Common template (transition) - Step 3 (Table 2(d)) ii

(From January 2013 to 2018 identical to post 2018) With amount subject to Pre- Basel III Treatment

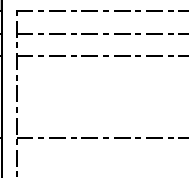
All figures are in SAR'000

Source based on
reference
numbers / letters
of the balance
sheet under the
regulatory scope
of consolidation
from step 2

Components¹ of
regulatory
capital reported
by the bank

Amounts¹ subject
to Pre - Basel III
treatment

Tier 2 capital: instruments and provisions		
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	5,000,000
47	<i>Directly issued capital instruments subject to phase out from Tier 2</i>	
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	<i>of which: instruments issued by subsidiaries subject to phase out</i>	
50	Provisions	2,989,687
51	Tier 2 capital before regulatory adjustments	7,989,687
Tier 2 capital: regulatory adjustments		
52	Investments in own Tier 2 instruments	
53	Reciprocal cross-holdings in Tier 2 instruments	
54	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	
55	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	
56	National specific regulatory adjustments	
	REGULATORY ADJUSTMENTS APPLIED TO TIER 2 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT	
	OF WHICH: [INSERT NAME OF ADJUSTMENT]	
	OF WHICH: ...	
57	Total regulatory adjustments to Tier 2 capital	
58	Tier 2 capital (T2)	7,989,687
59	Total capital (TC = T1 + T2)	72,969,345
	RISK WEIGHTED ASSETS IN REPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT	
	OF WHICH: [INSERT NAME OF ADJUSTMENT]	
	OF WHICH: ...	
60	Total risk weighted assets	357,953,966
Capital ratios		
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	16.2%
62	Tier 1 (as a percentage of risk weighted assets)	18.2%
63	Total capital (as a percentage of risk weighted assets)	20.4%
64	Institution specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB buffer requirement expressed as a percentage of risk weighted assets)	
65	<i>of which: capital conservation buffer requirement</i>	
66	<i>of which: bank specific countercyclical buffer requirement</i>	
67	<i>of which: G-SIB buffer requirement</i>	
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	
National minima (if different from Basel 3)		
69	National Common Equity Tier 1 minimum ratio (if different from Basel 3 minimum)	n/a
70	National Tier 1 minimum ratio (if different from Basel 3 minimum)	n/a
71	National total capital minimum ratio (if different from Basel 3 minimum)	n/a
Amounts below the thresholds for deduction (before risk weighting)		
72	Non-significant investments in the capital of other financials	
73	Significant investments in the common stock of financials	
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 standardised approach (prior to application of cap)	2,989,687
77	Cap on inclusion of provisions in Tier 2 under standardised approach	3,892,263
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 over cap after redemptions and maturities)	
84	Current cap on T2 instruments subject to phase out arrangements	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	



A

TABLE 2: CAPITAL STRUCTURE**Main features template of regulatory capital instruments - (Table 2(e))**

1 Issuer	National Commercial Bank (NCOMBK)
2 Unique identifier (eg CUSPIN, ISIN or Bloomberg identifier for private placement)	ISIN No. SA13HFK0IEJ4
3 Governing law(s) of the instrument	The instrument is governed by the laws of the Kingdom of Saudi Arabia
Regulatory treatment	
4 Transitional Basel III rules	Tier 2
5 Post-transitional Basel III rules	Eligible
6 Eligible at solo/igroup/group&solo	Group and Solo
7 Instrument type	Subordinated Sukuk
8 Amount recognized in regulatory capital (Currency in mil, as of most recent reporting date)	SAR 5,000mil
9 Par value of instrument	SAR 5,000mil
10 Accounting classification	Liability - amortized cost
11 Original date of issuance	25th February 2014
12 Perpetual or dated	Dated
13 Original maturity date	25th February 2024
14 Issuer call subject to prior supervisory approval	Yes
15 Option call date, contingent call dates and redemption amount	Call option only available after 5 years or for a regulatory or tax event, 25th February 2019 as the date for redemption, NCB shall be entitled to redeem in whole, but not in part, by giving not less than thirty (30) days' nor more than sixty (60) days' notice to the Sukukholders
16 Subsequent call dates if applicable	As above
Coupons / dividends	
17 Fixed or Floating dividend/coupon	Floating
18 Coupon rate and any related index	6 months SIBOR + 110bps
19 Existence of a dividend stopper	No
20 Fully discretionary, partially discretionary or mandatory	Mandatory
21 Existence of step up or other incentive to redeem	No
22 Non cumulative or cumulative	Non cumulative
23 Convertible or non-convertible	Non - convertible
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 Write-down feature	Yes
31 If write-down, write-down trigger (s)	Terms of contract of the instrument provide the legal basis for SAMA to trigger write-down (a contractual approach)
32 If write-down, full or partial	Written down fully or partial
33 If write-down, permanent or temporary	Permanent
34 If temporary writedown, description of the write-up mechansim	N/A
35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Subordinated. Senior bondholders are immediately senior to this instrument
36 Non-compliant transitioned features	N/A
37 If yes, specify non-compliant features	N/A

TABLE 2: CAPITAL STRUCTURE

Main features template of regulatory capital instruments - (Table 2(e))	
1 Issuer	National Commercial Bank
2 Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	N/A
3 Governing law(s) of the instrument	The instrument is governed by the laws of the Kingdom of Saudi Arabia
Regulatory treatment	
4 Transitional Basel III rules	Additional Tier 1
5 Post-transitional Basel III rules	Eligible
6 Eligible at solo/lgroup/group&solo	Group and Solo
7 Instrument type	Subordinated Sukuk
8 Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	SAR 1,000mil
9 Par value of instrument	SAR 1,000mil
10 Accounting classification	Equity
11 Original date of issuance	22nd June 2015
12 Perpetual or dated	Perpetual
13 Original maturity date	N/A
14 Issuer call subject to prior supervisory approval	Yes
15 Option call date, contingent call dates and redemption amount	In compliance with Basel III, call date is equal to or greater than 5 years
16 Subsequent call dates if applicable	Any profit distribution dates after the first call date
Coupons / dividends	
17 Fixed or Floating dividend/coupon	N/A
18 Coupon rate and any related index	N/A
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	None
22 Non cumulative or cumulative	Non cumulative
23 Convertible or non-convertible	Non - convertible
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 Write-down feature	Yes
31 If write-down, write-down trigger (s)	Terms of contract of the instrument provide the legal basis for SAMA to trigger write-down (a contractual approach)
32 If write-down, full or partial	Written down fully or partial
33 If write-down, permanent or temporary	Permanent
34 If temporary writedown, description of the write-up mechansim	N/A
35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Subordinated. Senior and Tier II subordinated sukukholders are senior to this instrument
36 Non-compliant transitioned features	N/A
37 If yes, specify non-compliant features	N/A

TABLE 2: CAPITAL STRUCTURE**Main features template of regulatory capital instruments - (Table 2(e))**

1 Issuer	National Commercial Bank
2 Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	N/A
3 Governing law(s) of the instrument	The instrument is governed by the laws of the Kingdom of Saudi Arabia
Regulatory treatment	
4 Transitional Basel III rules	Additional Tier 1
5 Post-transitional Basel III rules	Eligible
6 Eligible at solo/igroup/group&solo	Group and Solo
7 Instrument type	Subordinated Sukuk
8 Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	SAR 2,000mil
9 Par value of instrument	SAR 2,000mil
10 Accounting classification	Equity
11 Original date of issuance	15th July 2015
12 Perpetual or dated	Perpetual
13 Original maturity date	N/A
14 Issuer call subject to prior supervisory approval	Yes
15 Option call date, contingent call dates and redemption amount	In compliance with Basel III, call date is equal to or greater than 5 years
16 Subsequent call dates if applicable	Any profit distribution dates after the first call date
Coupons / dividends	
17 Fixed or Floating dividend/coupon	N/A
18 Coupon rate and any related index	N/A
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	None
22 Non cumulative or cumulative	Non cumulative
23 Convertible or non-convertible	Non - convertible
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 Write-down feature	Yes
31 If write-down, write-down trigger (s)	Terms of contract of the instrument provide the legal basis for SAMA to trigger write-down (a contractual approach)
32 If write-down, full or partial	Written down fully or partial
33 If write-down, permanent or temporary	Permanent
34 If temporary writedown, description of the write-up mechansim	N/A
35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Subordinated. Senior and Tier II subordinated sukukholders are senior to this instrument
36 Non-compliant transitioned features	N/A
37 If yes, specify non-compliant features	N/A

TABLE 2: CAPITAL STRUCTURE**Main features template of regulatory capital instruments - (Table 2(e))**

1	Issuer	National Commercial Bank
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	N/A
3	Governing law(s) of the instrument	The instrument is governed by the laws of the Kingdom of Saudi Arabia
	Regulatory treatment	
4	Transitional Basel III rules	Additional Tier 1
5	Post-transitional Basel III rules	Eligible
6	Eligible at solo/igroup/group&solo	Group and Solo
7	Instrument type	Subordinated Sukuk
8	Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	SAR 2,700mil
9	Par value of instrument	SAR 2,700mil
10	Accounting classification	Equity
11	Original date of issuance	23rd December 2015
12	Perpetual or dated	Perpetual
13	Original maturity date	N/A
14	Issuer call subject to prior supervisory approval	Yes
15	Option call date, contingent call dates and redemption amount	In compliance with Basel III, call date is equal to or greater than 5 years
16	Subsequent call dates if applicable	Any profit distribution dates after the first call date
	Coupons / dividends	
17	Fixed or Floating dividend/coupon	N/A
18	Coupon rate and any related index	N/A
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	None
22	Non cumulative or cumulative	Non cumulative
23	Convertible or non-convertible	Non - convertible
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	Write-down feature	Yes
31	If write-down, write-down trigger (s)	Terms of contract of the instrument provide the legal basis for SAMA to trigger write-down (a contractual approach)
32	If write-down, full or partial	Written down fully or partial
33	If write-down, permanent or temporary	Permanent
34	If temporary writedown, description of the write-up mechansim	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Subordinated. Senior and Tier II subordinated sukukholders are senior to this instrument
36	Non-compliant transitioned features	N/A
37	If yes, specify non-compliant features	N/A

TABLE 2: CAPITAL STRUCTURE**Main features template of regulatory capital instruments - (Table 2(e))**

1	Issuer	National Commercial Bank
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	N/A
3	Governing law(s) of the instrument	Saudi Arabia
	Regulatory treatment	-
4	Transitional Basel III rules	Additional Tier 1
5	Post-transitional Basel III rules	Eligible
6	Eligible at solo/igroup/group&solo	Group and Solo
7	Instrument type	Subordinated Sukuk
8	Amount recognized in regulatory capital (Currency in mil, as of most recent reporting date)	SAR 1,300 mil
9	Par value of instrument	SAR 1,300 mil
10	Accounting classification	Equity
11	Original date of issuance	5th of June 2017
12	Perpetual or dated	Perpetual
13	Original maturity date	N/A
14	Issuer call subject to prior supervisory approval	Yes
15	Option call date, contingent call dates and redemption amount	Compliant with Basel requirements for call date to be equal to or greater than 5 years
16	Subsequent call dates if applicable	Any profit distribution date following the first call date
	Coupons / dividends	
17	Fixed or Floating dividend/coupon	N/A
18	Coupon rate and any related index	N/A
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	None
22	Non cumulative or cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible
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	Write-down feature	Yes
31	If write-down, write-down trigger (s)	Terms of contract of the instrument provide the legal basis for SAMA to trigger write-down (a contractual approach)
32	If write-down, full or partial	Full or partial write-down
33	If write-down, permanent or temporary	Permanrnt
34	If temporary writedown, description of the write-up mechansim	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Subordinated. Senior and Tier II subordinated sukukholders are senior to this instrument
36	Non-compliant transitioned features	N/A
37	If yes, specify non-compliant features	N/A