



BASEL III - Pillar 3 Quantitative Disclosure Requirements

30 June 2016

TABLE 1: SCOPE OF APPLICATION	
Capital Deficiencies (Table 1, (e))	
Particulars	Amount
The aggregate amount of capital deficiencies in subsidiaries not included in the consolidation i.e. that are deducted:	
1. Subsidiary 1	Nil
2. Subsidiary 2	
3. Subsidiary 3	
4. Subsidiary n	

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 at central banks	31,427,912		31,427,912
Due from banks and other financial institutions	24,724,522		24,724,522
Investments, net	114,727,592		114,727,592
Financing and advances, net	264,765,969		264,765,969
Positive fair value of derivatives	2,949,461		2,949,461
Investment in associates, net	426,489		426,489
Other real estate, net	881,616		881,616
Property and equipment, net	3,835,242		3,835,242
Goodwill and other intangible assets, net	434,220		434,220
Other assets	8,498,756		8,498,756
Total assets	452,671,779		452,671,779
Liabilities			
Due to Banks and other financial institutions	54,958,292		54,958,292
Customer deposits	314,707,937		314,707,937
Debt securities in issue	10,223,298		10,223,298
Negative fair value of derivatives	3,405,379		3,405,379
Other liabilities	9,672,635		9,672,635
Subtotal	392,967,541		392,967,541
Paid up share capital	20,000,000		20,000,000
Statutory reserves	19,383,697		19,383,697
Other reserves	1,096,001		1,096,001
Retained earnings	14,767,969		14,767,969
Minority Interest	1,457,972		1,457,972
Foreign currency translation reserve	(2,701,401)		(2,701,401)
Tier 1 sukuk	5,700,000		5,700,000
Total liabilities and equity	452,671,779		452,671,779

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 at central banks	31,427,912		31,427,912	
Due from banks and other financial institutions	24,724,522		24,724,522	
Investments, net	114,727,592		114,727,592	
Financing and advances, net	264,765,969		264,765,969	
of which Collective provisions	(2,721,675)		(2,721,675)	A
Positive fair value of derivatives	2,949,461		2,949,461	
Investment in associates, net	426,489		426,489	
Other real estate, net	881,616		881,616	
Property and equipment, net	3,835,242		3,835,242	
Goodwill and other intangible assets, net	434,220		434,220	
Other assets	8,498,756		8,498,756	
Total assets	452,671,779		452,671,779	
Liabilities				
Due to Banks and other financial institutions	54,958,292		54,958,292	
Customer deposits	314,707,937		314,707,937	
Debt securities in issue	10,223,298		10,223,298	
Negative fair value of derivatives	3,405,379		3,405,379	
Other liabilities	9,672,635		9,672,635	
Subtotal	392,967,541		392,967,541	
Paid up share capital	20,000,000		20,000,000	
Statutory reserves	19,383,697		19,383,697	
Other reserves	1,096,001		1,096,001	
Retained earnings	14,767,969		14,767,969	
Minority Interest	1,457,972		1,457,972	
of which Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	1,203,990		1,203,990	E
Foreign currency translation reserve	(2,701,401)		(2,701,401)	
Tier 1 sukuk	5,700,000		5,700,000	
Total liabilities and equity	452,671,779		452,671,779	

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

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

(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	14,767,969	
3	Accumulated other comprehensive income (and other reserves)	17,778,297	
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)	1,203,990	
6	Common Equity Tier 1 capital before regulatory adjustments	53,750,256	E
	Common Equity Tier 1 capital: Regulatory adjustments		
7	Prudential valuation adjustments		
8	Goodwill (net of related tax liability)	398,414	B
9	Other intangibles other than mortgage-servicing rights (net of related tax liability)	35,806	C
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)		
11	Cash-flow hedge reserve	(217,709)	
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)		D
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		
	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	216,511	
29	Common Equity Tier 1 capital (CET1)	53,533,745	
	Additional Tier 1 capital: instruments		
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	5,700,000	
31	of which: classified as equity under applicable accounting standards	5,700,000	
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	5,700,000	
	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)	5,700,000	
45	Tier 1 capital (T1 = CET1 + AT1)	59,233,745	

TABLE 2: CAPITAL STRUCTURE

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

Treatment

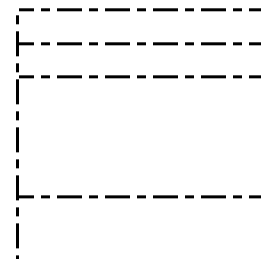
All figures are in SAR'000

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	2,721,675
51	Tier 2 capital before regulatory adjustments	7,721,675
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)	7,721,675
59	Total capital (TC = T1 + T2)	66,955,420
	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	364,763,427
Capital ratios		
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	14.7%
62	Tier 1 (as a percentage of risk weighted assets)	16.2%
63	Total capital (as a percentage of risk weighted assets)	18.4%
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)	2,721,675
77	Cap on inclusion of provisions in Tier 2 under standardised approach	4,077,217
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/group/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 1,000mil
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/group/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 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/group/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 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 3: CAPITAL ADEQUACY**Amount of Exposures Subject To Standardized Approach of Credit Risk and related Capital Requirements (TABLE 3, (b))**

Portfolios	Amount of exposures (On Balance Sheet)	Capital requirements	Amount of exposures (Off Balance + Derivatives)	Capital requirements	total Amount of Exposure	total Capital requirements
Sovereigns and central banks:	80,297,043	546,502	1,730,517	6,704	82,027,560	553,206
SAMA and Saudi Government	47,621,794	-	-	-	47,621,794	-
Others	32,675,249	546,502	1,730,517	6,704	34,405,766	553,206
Multilateral Development Banks (MDBs)	3,999,252	-	-	-	3,999,252	-
Public Sector Entities (PSEs)	38,771	3,102	4,829	373	43,600	3,475
Banks and securities firms	30,295,355	1,183,059	12,445,649	469,039	42,741,004	1,652,098
Corporates	183,497,920	11,658,102	34,012,220	2,369,897	217,510,140	14,027,999
Retail non-mortgages	77,615,620	4,632,255	4,017,034	209,831	81,632,654	4,842,086
Small Business Facilities Enterprises (SBFE's)	6,086,017	342,601	2,382,466	135,318	8,468,484	477,918
Mortgages	31,299,197	2,503,936	866,095	69,288	32,165,292	2,573,223
Residential	20,634,418	1,650,753	227,158	18,173	20,861,576	1,668,926
Commercial	10,664,779	853,182	638,937	51,115	11,303,716	904,297
Securitized assets	7,046,799	112,749	-	-	7,046,799	112,749
Equity	1,309,775	114,481	-	-	1,309,775	114,481
Others	31,413,371	1,525,762	-	689,110	31,413,371	2,214,872
Total	446,813,103	22,279,946	53,076,345	3,814,242	499,889,448	26,094,188

TABLE 3: CAPITAL ADEQUACY

Capital Requirements For Market Risk* (822, Table 3, (d))

	Interest rate risk	Equity position risk	Foreign exchange risk	Commodity risk	Total
Standardised approach	341,230	-	255,317	2,406	598,953

TABLE 3: CAPITAL ADEQUACY	
Capital Requirements for Operational Risk (Table 3, (e))	
Particulars	Capital requirement
• Standardized approach;	2,487,933
Total	2,487,933

TABLE 3: CAPITAL ADEQUACY		
Capital Adequacy Ratios (TABLE 3, (f))		
Particulars	Total capital ratio	Tier 1 capital ratio
	%	
Top consolidated level	18.4%	16.2%

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES

Credit Risk Exposure (Table 4, (b))		
Portfolios	Total gross credit risk exposure	Average gross credit risk exposure over the period*
Sovereigns and central banks:	82,027,560	80,373,516
SAMA and Saudi Government	47,621,794	43,051,146
Others	34,405,766	37,322,370
Multilateral Development Banks (MDBs)	3,999,252	6,251,266
Public Sector Entities (PSEs)	43,600	42,254
Banks and securities firms	42,741,004	42,435,763
Corporates	217,510,140	233,466,082
Retail non-mortgages	81,632,654	77,554,929
Small Business Facilities Enterprises (SBFE's)	8,468,484	8,643,290
Mortgages	32,165,292	30,593,163
Residential	20,861,576	20,084,404
Commercial	11,303,716	10,508,759
Securitized assets	7,046,799	8,310,419
Equity	1,309,775	1,347,922
Others	31,413,371	28,843,112
Total	499,889,448	509,218,427

* The average is calculated on a quarterly basis

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES

Geographic Breakdown (Table 4, (c))

Portfolios	Geographic area							Total
	Saudi Arabia	Other GCC & Middle East	Europe	Turkey	North America	South East Asia	Other countries	
Sovereigns and central banks:	47,621,794	10,846,641	-	12,195,515	6,135,979	1,955,655	3,271,975	82,027,560
SAMA and Saudi Government	47,621,794	-	-	-	-	-	-	47,621,794
Others	-	10,846,641	-	12,195,515	6,135,979	1,955,655	3,271,975	34,405,766
Multilateral Development Banks (MDBs)	2,203,408	-	779,075	-	960,026	56,743	-	3,999,252
Public Sector Entities (PSEs)	-	-	-	43,600	-	-	-	43,600
Banks and securities firms	7,523,024	4,667,747	9,320,787	2,427,057	4,526,215	208,018	14,068,155	42,741,004
Corporates	160,563,264	21,490,640	1,039,883	18,891,758	6,400,861	1,665,907	7,457,828	217,510,141
Retail non-mortgages	70,531,049	-	-	11,101,605	-	-	-	81,632,654
Small Business Facilities Enterprises (SBFE's)	-	-	-	8,468,484	-	-	-	8,468,484
Mortgages	20,934,457	-	-	11,230,835	-	-	-	32,165,292
Residential	16,274,170	-	-	4,587,406	-	-	-	20,861,576
Commercial	4,660,287	-	-	6,643,429	-	-	-	11,303,716
Securitized assets	-	-	-	-	5,053,623	-	1,993,175	7,046,799
Equity	1,285,343	18,060	-	6,372	-	-	-	1,309,775
Others	20,313,740	815,888	4,452,853	3,646,891	2,184,000	-	-	31,413,371
Total	330,976,080	37,838,976	15,592,598	59,543,632	25,260,705	3,886,323	26,791,134	499,889,448

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES

Portfolios	Industry Sector Breakdown (Table 4, (d))												
	Government and quasi government	Banks and other financial institutions	Agriculture and fishing	Manufacturing	Mining and quarrying	Electricity, water, gas and health services	Building and construction	Commerce	Transportation and communication	Services	Consumer loans and credit cards	Others	Total
Sovereigns and central banks:	82,027,560	-	-	-	-	-	-	-	-	-	-	-	82,027,560
SAMA and Saudi Government	47,621,794	-	-	-	-	-	-	-	-	-	-	-	47,621,794
Others	34,405,766	-	-	-	-	-	-	-	-	-	-	-	34,405,766
Multilateral Development Banks (MDBs)	-	3,999,252	-	-	-	-	-	-	-	-	-	-	3,999,252
Public Sector Entities (PSEs)	-	-	-	-	32,347	486	-	-	4,179	6,312	-	276	43,600
Banks and securities firms	-	42,741,004	-	-	-	-	-	-	-	-	-	-	42,741,004
Corporates	11,911,317	3,713,968	1,604,975	37,851,719	5,635,724	21,874,376	31,040,806	51,107,607	18,535,234	21,982,713	-	12,251,702	217,510,141
Retail non-mortgages	-	21,423	127,026	2,316,670	69,503	101,597	1,331,736	3,516,334	315,276	613,590	73,119,817	99,681	81,632,654
Small Business Facilities Enterprises (SBFE's)	-	20,589	127,019	2,278,214	69,495	101,595	1,330,706	3,515,908	315,237	610,040	-	99,681	8,468,484
Mortgages	-	17,866	124,989	1,640,788	49,732	139,954	2,530,834	7,007,761	224,759	873,615	19,554,993	-	32,165,292
Residential	-	7,264	26,831	292,228	11,325	25,729	650,858	589,910	85,969	174,966	18,996,496	-	20,861,576
Commercial	-	10,603	98,158	1,348,560	38,407	114,226	1,879,976	6,417,851	138,789	698,649	558,497	-	11,303,716
Securitized assets	5,048,125	1,998,674	-	-	-	-	-	-	-	-	-	-	7,046,799
Equity	-	915,346	-	11,050	-	-	-	367,802	-	9,438	-	6,139	1,309,775
Others	-	12,475,677	12,920	141,810	7,137	9,525	105,910	213,218	9,884	1,198,813	-	17,238,478	31,413,371
Total	98,987,002	65,883,211	1,869,910	41,962,037	5,794,443	22,125,938	35,009,286	62,212,722	19,089,331	24,684,481	92,674,811	29,596,276	499,889,448

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES

Residual Contractual Maturity Breakdown (Table 4, (e))

Portfolios	Maturity breakdown								
	Less than 8 days	8-30 days	30-90 days	90-180 days	180-360 days	1-3 years	3-5 years	Over 5 years	Total
Sovereigns and central banks:	7,772,168	1,459,466	983,188	653,651	1,636,902	4,451,415	8,744,345	56,326,426	82,027,560
SAMA and Saudi Government	9,762	308,338	12,214	5,084	152,270	74,711	100,203	46,959,213	47,621,794
Others	7,762,406	1,151,129	970,974	648,567	1,484,632	4,376,703	8,644,142	9,367,213	34,405,766
Multilateral Development Banks (MDBs)	-	-	-	-	286,104	811,781	2,035,766	865,601	3,999,252
Public Sector Entities (PSEs)	1,529	-	-	-	35,756	2,812	-	3,503	43,600
Banks and securities firms	5,183,262	6,407,472	4,662,027	6,941,053	6,940,999	8,067,518	2,651,081	1,887,593	42,741,004
Corporates	6,078,082	15,676,801	30,296,119	33,116,349	24,747,975	40,701,689	26,261,063	40,632,062	217,510,140
Retail non-mortgages	5,375,642	1,980,396	4,212,869	6,405,212	10,646,360	34,095,526	17,208,615	1,708,034	81,632,654
Small Business Facilities Enterprises (SBFE's)	332,112	296,443	862,164	1,552,369	2,130,922	2,342,041	447,548	504,884	8,468,484
Mortgages	272,369	324,852	1,131,956	1,819,463	2,344,736	6,876,482	5,276,077	14,119,358	32,165,292
Residential	61,677	119,043	266,695	483,729	935,386	3,200,511	3,080,665	12,713,871	20,861,576
Commercial	210,692	205,809	865,262	1,335,734	1,409,349	3,675,971	2,195,412	1,405,487	11,303,716
Securitized assets	-	-	-	-	-	17,900	157,308	6,871,590	7,046,799
Equity	6,372	-	-	-	-	-	-	1,303,403	1,309,775
Others	13,385,510	35,272	333,111	360,784	2,314,736	310,459	195,276	14,478,223	31,413,371
Total	38,074,933	25,884,260	41,619,270	49,296,513	48,953,567	95,335,580	62,529,532	138,195,793	499,889,448

* Under over 5 years, there are items such as Statutory legal reserve with SAMA of SAR 18,025,285 and fixed assets of SAR 3,835,241 which have no fixed maturities

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES

Impaired Loans, Past Due Loans and Allowances (Table 4, (f))

Industry sector	Impaired loans	Defaulted	Aging of Past Due Loans (days)				Specific allowances			General allowances
			Less than 90	90-180	180-360	Over 360	Charges during the period	Charge-offs during the period	Balance at the end of the period	
Government and quasi government	-	-	-	-	-	-	-	-	-	
Banks and other financial institutions	101	101	962	0	50	51	(63)	-	68	
Agriculture and fishing	45,718	45,718	27,441	9,098	9,566	27,054	14,269	(8,720)	29,554	
Manufacturing	772,281	772,281	1,056,692	171,381	138,237	462,663	131,334	(88,764)	568,132	
Mining and quarrying	40,245	40,245	50,323	14	4,654	35,578	3,684	(15,166)	31,249	
Electricity, water, gas and health services	19,861	19,861	52,765	1,798	8,504	9,558	2,224	(5,248)	6,810	
Building and construction	597,844	597,844	761,382	46,704	109,520	441,619	84,327	(88,684)	492,762	
Commerce	1,333,172	1,333,172	1,330,777	201,436	289,192	842,544	295,139	(286,765)	1,111,759	
Transportation and communication	108,368	108,368	293,318	9,542	47,628	51,198	23,535	(18,872)	84,277	
Services	186,966	186,966	404,861	33,088	113,353	40,525	17,734	(10,270)	110,396	
Consumer loans and credit cards	646,518	646,518	4,349,211	508,329	59,068	79,120	594,020	(662,271)	342,244	
Others	83,120	83,120	303,981	11,961	4,057	67,102	4,209	-	64,830	
Total	3,834,193	3,834,193	8,631,714	993,350	783,829	2,057,014	1,170,413	(1,184,760)	2,842,081	2,721,675

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES

Impaired Loans, Past Due Loans And Allowances (Table 4, (g))

Geographic area	Impaired loans	Aging of Past Due Loans (days)				Specific allowances	General allowances
		Less than 90	90-100	180-360	Over 360		
Saudi Arabia	2,210,744	6,279,044	692,351	358,518	1,159,875	1,817,671	2,423,306
Other GCC & Middle East							
Turkey	1,623,449	2,352,670	301,000	425,311	897,139	1,024,410	298,370
Others countries							
Total	3,834,193	8,631,714	993,350	783,829	2,057,014	2,842,081	2,721,675

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES**Reconciliation Of Changes In The Allowances For Loan Impairment (Table 4, (h))**

Particulars	Specific allowances	General allowances
Balance, beginning of the year	2,856,428	2,707,197
Charge-offs taken against the allowances during the period	(1,184,761)	-
Amounts set aside (or reversed) during the period	1,152,738	(9,608)
Other adjustments:		
- exchange rate differences	17,304	3,639
- business combinations		
- acquisitions and disposals of subsidiaries		
- etc.	-	20,447
Transfers between allowances	372	
Balance, end of the period	2,842,081	2,721,675

▪ Charge-offs and recoveries that have been recorded directly to the income statement are SAR 240 K and SAR (395,157 k) respectively.

TABLE 5 (STA): CREDIT RISK: DISCLOSURES FOR PORTFOLIOS SUBJECT TO THE STANDARDIZED APPROACH

Allocation Of Exposures To Risk Buckets (Table 5, (b))

Particulars	Risk buckets								Unrated	Deducted
	0%	20%	35%	50%	75%	100%	150%	Other risk weights		
Sovereigns and central banks:	84,901,009	967,020	-	10,709,700	-	1,366,819	-	-	-	-
SAMA and Saudi Government	59,941,499	-	-	-	-	-	-	-	-	-
Others	24,959,510	967,020	-	10,709,700	-	1,366,819	-	-	-	-
Multilateral Development Banks (MDBs)	3,999,252	-	-	-	-	-	-	-	-	-
Public Sector Entities (PSEs)	148	-	-	34	-	43,418	-	-	-	-
Banks and securities firms	-	8,219,194	-	30,386,937	-	3,813,313	400	-	-	-
Corporates	461,311	14,411,700	-	21,486,694	-	161,724,184	78	-	-	-
Retail non-mortgages	332,596	134,209	-	-	80,665,645	-	-	-	-	-
Small Business Facilities Enterprises (SBFE's)	289,565	106,010	-	-	7,937,032	-	-	-	-	-
Mortgages	-	-	-	-	-	32,165,292	-	-	-	-
Residential	-	-	-	-	-	20,861,576	-	-	-	-
Commercial	-	-	-	-	-	11,303,716	-	-	-	-
Securitized assets	-	7,046,799	-	-	-	-	-	-	-	-
Equity	-	-	-	-	-	1,228,954	-	80,821	-	-
Others	11,242,483	5,743,070	-	148,516	-	18,398,636	211,215	-	-	-

TABLE 7 (STA): CREDIT RISK MITIGATION (CRM):		
Credit Risk Exposure Covered By CRM (Table 7, (b) and (c))		
Portfolios	Covered by	
	Eligible financial collateral	Guarantees / credit derivatives
Sovereigns and central banks:	1,642,510	
SAMA and Saudi Government	-	
Others	1,642,510	
Multilateral Development Banks (MDBs)	-	
Public Sector Entities (PSEs)	429	
Banks and securities firms	16,751	395,580
Corporates	5,016,002	15,389,655
Retail non-mortgages	986,201	135,546
Small Business Facilities Enterprises (SBFE's)	530,986	135,546
Mortgages		
Residential		
Commercial		
Securitized assets		
Equity		
Others	963	
Total	7,662,856	15,920,782

TABLE 8: GENERAL DISCLOSURES FOR EXPOSURES**General Disclosures (Table 8, (b) and (d))**

Particulars	Amount
Gross positive fair value of contracts	2,949,461
Netting Benefits	
Netted Current Credit Exposure	
Collateral held:	
-Cash	
-Government securities	
-Others	
Exposure amount (under the applicable method)	4,202,402
-Internal Models Method (IMM)	
-Current Exposure Method (CEM)	4,202,402
Notional value of credit derivative hedges	
Current credit exposure (by type of credit exposure):	4,202,402
-Interest rate contracts	815,905
-FX contracts	3,376,679
-Equity contracts	9,818
-Credit derivatives	
-Commodity/other contracts	0

TABLE 8: GENERAL DISCLOSURES FOR				
Credit Derivative Transactions (Table 8, (c))				
Credit derivative transactions	Proprietary activities		Intermediation	
	Protection bought	Protection sold	Protection bought	Protection sold
Total return swaps				
Credit default swaps				
Credit options				
Credit linked notes				
Collateralized debt obligations				
Collateralized bond obligations				
Collateralized loan obligations				
Others				
Total				

Nil

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS

Value Of Investments (Table 13, (b))					
	Un-quoted investments		Quoted investments		
	Value disclosed in Financial Statements	Fair value	Value disclosed in Financial Statements	Fair value	Publicly quoted share values (if materially different from fair value)
Investments	668,106	-	641,669	641,669	-

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK**Types And Nature of Investments (Table 13, (c))**

Investments	Publicly traded	Privately held
Government and quasi government	-	-
Banks and other financial institutions	641,669	279,816
Agriculture and fishing	-	-
Manufacturing	-	11,050
Mining and quarrying	-	-
Electricity, water, gas and health services	-	-
Building and construction	-	-
Commerce	-	367,802
Transportation and communication	-	-
Services	-	9,438
Others	-	-
Total	641,669	668,106

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK

Gains / Losses Etc. (Table 13, (d) and (e))	
Particulars	Amount
Cumulative realized gains (losses) arising from sales and liquidations in the reporting period	-
Total unrealized gains (losses)	491,034
Total latent revaluation gains (losses)	
Unrealized gains (losses) included in Capital	491,034
Latent revaluation gains (losses) included in Capital	

*Not applicable to KSA to date

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS

Capital Requirements (Table 13, (f))	
Equity grouping	Capital requirements
Government and quasi government	-
Banks and other financial institutions	82,405
Agriculture and fishing	-
Manufacturing	884
Mining and quarrying	-
Electricity, water, gas and health services	-
Building and construction	-
Commerce	29,424
Transportation and communication	-
Services	1,768
Others	-
Total	114,481

TABLE 14: INTEREST RATE RISK IN THE BANKING BOOK (IRRBB)**200bp Interest Rate Shocks for currencies with more than 5% of Assets or Liabilities
(Table 14, (b))**

Rate Shocks	Change in earnings
Upward rate shocks:	
SAR	1,177,337
USD	453,700
Downward rate shocks:	
SAR	(1,177,337)
USD	(453,700)