

Pillar III Disclosures

Al Rajhi Bank



June 30, 2021



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)	
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
	CRE	Qualitative disclosures related to IRB models	No
	CR6	IRB - Credit risk exposures by portfolio and PD range	
CR7	IRB – Effect on RWA of credit derivatives used as CRM techniques		



	CR8	RWA flow statements of credit risk exposures under IRB	
	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	
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



1. Overview of Risk Management and RWA

OV1: Overview of RWA

	a	b	c
	RWA		Minimum capital requirements
SAR '000s	Jun-21	Mar-21	Jun-21
Credit risk (excluding counterparty credit risk) (CCR)	333,609,951	309,974,334	26,688,796
Of which standardised approach (SA)	333,609,951	309,974,334	26,688,796
Of which internal rating-based (IRB) approach	-	-	-
Counterparty credit risk	450,289	321,740	36,023
Of which standardised approach for counterparty credit risk (SA-CCR)	450,289	321,740	36,023
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	3,447,195	9,883,537	275,776
Of which standardised approach (SA)	3,447,195	9,883,537	275,776
Of which internal model approaches (IMM)	-	-	-
Operational risk	33,318,660	33,318,660	2,665,493
Of which Basic Indicator Approach	-	-	-
Of which Standardised Approach	33,318,660	33,318,660	2,665,493
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)	370,826,095	353,498,271	29,666,088

- Credit RWAs slightly increased 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-21	Mar-21	Dec-20	Sep-20	Jun-20
Available capital (amounts)					
1 Common Equity Tier 1 (CET1)	62,552,759	59,222,145	58,118,518	54,919,002	51,930,026
1a Fully loaded ECL accounting model	59,670,071	59,222,145	58,118,518	54,919,002	51,930,026
2 Tier 1	62,552,759	59,222,145	58,118,518	54,919,002	51,930,026
2a Fully loaded accounting model Tier 1	59,670,071	59,222,145	58,118,518	54,919,002	51,930,026
3 Total capital	66,728,512	63,100,846	61,623,193	58,199,923	55,052,751
3a Fully loaded ECL accounting model total capital	63,845,824	63,100,846	61,623,193	58,199,923	55,052,751
Risk-weighted assets (amounts)					
4 Total risk-weighted assets (RWA)	370,826,095	353,498,271	323,009,003	301,663,765	289,237,397
4a Total risk-weighted assets (pre-floor)	370,826,095	353,498,271	323,009,003	301,663,765	289,237,397
Risk-based capital ratios as a percentage of RWA					
5 Common Equity Tier 1 ratio (%)	16.87%	16.75%	17.99%	18.21%	17.95%
5a Fully loaded ECL accounting model CET1 (%)	16.09%	16.75%	17.99%	18.21%	17.95%
6 Tier 1 ratio (%)	16.87%	16.75%	17.99%	18.21%	17.95%
6a Fully loaded ECL accounting model Tier 1 ratio (%)	16.09%	16.75%	17.99%	18.21%	17.95%
7 Total capital ratio (%)	17.99%	17.85%	19.08%	19.29%	19.03%
7a Fully loaded ECL accounting model total capital ratio (%)	17.22%	17.85%	19.08%	19.29%	19.03%
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 (%)	5.87%	5.75%	6.99%	7.21%	6.95%
Basel III Leverage Ratio					
13 Total Basel III leverage ratio measure	555,205,300	528,559,513	485,743,206	444,236,725	430,683,931
14 Basel III leverage ratio (%) (row 2/row 13)	11.27%	11.20%	11.96%	12.36%	12.06%
14a Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2A/row 13)	10.75%	11.20%	11.96%	12.36%	12.06%
Liquidity Coverage Ratio¹					
15 Total HQLA	87,715,610	79,694,564	81,417,246	71,856,966	71,363,463
16 Total net cash outflow	69,515,667	56,317,327	52,419,082	47,807,159	43,406,186
17 LCR ratio (%)	126.18%	141.51%	155.32%	150.31%	164.41%
Net Stable Funding Ratio					
18 Total available stable funding	403,423,861	385,042,244	363,024,064	338,047,654	327,364,316
19 Total required stable funding ²	355,933,724	332,045,854	294,044,228	271,766,010	258,051,540
20 NSFR ratio (%)	113.34%	115.96%	123.46%	124.39%	126.86%

*Starting Q2 2021, the bank has applied SAMA allowance to recognize IFRS9 transitional adjustment amount in the bank's Common Equity Tier 1 (CET 1) Capital

¹ LCR computed as Quarterly Average.

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



2. Composition of Capital and TLAC

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	25,000,000
2	Retained earnings	9,193,418
3	Accumulated other comprehensive income (and other reserves)	25,476,653
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	59,670,071
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	2,882,688
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)	62,552,759
Additional Tier 1 capital: instruments		
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	-
31	Of which: classified as equity under applicable accounting standards	-
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	-
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)	62,552,759

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	4,175,753
51	Tier 2 capital before regulatory adjustments	4,175,753
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)	4,175,753
59	Total regulatory capital (TC = T1 + T2)	66,728,512
60	Total risk-weighted assets	370,826,095
Capital ratios and buffers		
61	Common Equity Tier 1 (as a percentage of risk-weighted assets)	16.87%
62	Tier 1 (as a percentage of risk-weighted assets)	16.87%
63	Total capital (as a percentage of risk-weighted assets)	17.99%
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.	5.87%
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)	4,175,753
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-21	Jun-21
Assets		
Cash and balances at central banks	36,913,810	36,913,810
Items in the course of collection from other banks	26,212,976	26,212,976
Loans and advances to customers	390,295,755	390,295,755
Available for sale financial investments	74,473,871	74,473,871
investment properties	1,528,252	1,528,252
Property, plant and equipment	10,473,335	10,473,335
Other Assets	6,241,238	6,241,238
Total assets	546,139,237	546,139,237
Liabilities		
Deposits from banks	14,085,256	-
Customer accounts	447,506,182	-
Other liabilities	24,877,728	-
Total liabilities	486,469,166	-
Shareholders' equity		
Paid-in share capital	25,000,000	25,000,000
Of which: amount eligible for CET1	-	-
Of which: amount eligible for AT1	-	-
Retained earnings	9,193,418	9,193,418
Proposed Dividends	-	-
Accumulated other Reserves	25,476,653	25,476,653
Total shareholders' equity	59,670,071	59,670,071

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

	Quantitative / qualitative information
1 Issuer	Al Rajhi Bank
2 Unique identifier (e.g. CUSPIN, ISIN or Bloomberg identifier for private placement)	RJHI.AB
3 Governing law(s) of the instrument	The instrument is governed by the laws of the Kingdom of Saudi Arabia
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



3. Leverage Ratio

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	546,139,237
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	562,156
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)	8,503,907
7	Other adjustments	-
8	Leverage ratio exposure	555,205,300

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)	546,139,237
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)	546,139,237
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	562,156
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)	-
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	-
18	(Adjustments for conversion to credit equivalent amounts)	-
19	Off-balance sheet items (sum of lines 17 and 18)	8,503,907
Capital and total exposures		
20	Tier 1 capital	62,552,759
21	Total exposures (sum of lines 3, 11, 16 and 19)	555,205,300
Leverage ratio		
22	Basel III leverage ratio	11.27%



4. Liquidity

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)		87,715,610
CASH OUTFLOWS			
2	Retail deposits and deposits from small business customer, of which:	273,107,122	26,927,995
3	Stable deposits	-	-
4	Less stable deposits	273,107,122	26,927,995
5	Unsecured wholesale funding, of which:	129,734,571	54,585,656
6	Operational deposits (all counterparties)	-	-
7	Non-Operational deposits (all counterparties)	129,734,571	54,585,656
8	Unsecured debt	-	-
9	Secured wholesale funding	-	-
10	Additional requirements, of which:	22,923,518	1,429,404
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	12,297,605	1,216,886
14	Other contractual funding obligations	-	-
15	Other contingent funding obligations	10,625,913	212,518
16	TOTAL CASH OUTFLOWS	-	82,943,056
CASH INFLOWS			
17	Secured lending (e.g. reverse repos)	-	-
18	Inflows from fully performing exposures	23,119,796	13,427,389
19	Other cash inflows	-	-
20	TOTAL CASH INFLOWS	23,119,796	13,427,389
TOTAL ADJUSTED VALUE			
21	TOTAL HQLA	-	87,715,610
22	TOTAL NET CASH OUTFLOWS	-	69,515,667
23	LIQUIDITY COVERAGE RATIO (%)		126.18%



LIQ2: Net Stable Funding Ratio

SAR '000s		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:	66,728,512	-	-	5,981,476	72,709,988
2	<i>Regulatory capital</i>	66,728,512	-	-	-	66,728,512
3	<i>Other capital instruments</i>	-	-	-	5,981,476	5,981,476
4	Retail deposits and deposits from small business customers:	269,242,864	1,656,275	2,031,678	-	245,637,735
5	<i>Stable deposits</i>	-	-	-	-	-
6	<i>Less stable deposits</i>	269,242,864	1,656,275	2,031,678	-	245,637,735
7	Wholesale funding:	111,626,808	47,069,367	11,456,099	-	85,076,137
8	<i>Operational deposits</i>	-	-	-	-	-
9	<i>Other wholesale funding</i>	111,626,808	47,069,367	11,456,099	-	85,076,137
10	Liabilities with matching interdependent assets	-	-	-	-	-
11	Other liabilities:	30,346,158	-	-	-	-
12	<i>NSFR derivative liabilities</i>	-	-	-	-	-
13	<i>All other liabilities and equity not included in the above categories</i>	30,346,158	-	-	-	-
14	Total ASF	-	-	-	-	403,423,861
RSF Item						
15	Total NSFR high-quality liquid assets (HQLA)	-	-	-	-	2,591,974
16	Deposits held at other financial institutions for operational purposes	1,055,281	-	-	-	527,641
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>	-	6,541,876	10,918,037	-	6,440,300
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>	-	39,191,660	48,526,093	303,061,878	299,750,740
21	<i>With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk</i>	-	-	-	-	-
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>	-	-	-	14,111,467	11,994,747
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>	25,218,223	-	-	9,044,491	34,262,714
32	Off-balance sheet items	-	11,638,646	4,682,100	2,495,891	365,608
33	Total RSF	-	-	-	-	355,933,724
34	Net Stable Funding Ratio (%)	-	-	-	-	113.34%



5. Credit Risk

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	Loans	2,663,230	396,104,847	8,472,322	390,295,755
2	Debt Securities	-	74,442,863	31,008	74,473,871
3	Off-balance sheet exposures	-	19,408,132	522,482	18,885,650
4	Total	2,663,230	489,955,842	9,025,812	483,655,276

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 loans and debt securities at end of December 2020	2,445,114
2	Loans and debt securities that have defaulted since the last reporting period	1,323,286
3	Returned to non-defaulted status	136,605
4	Amounts written off	968,564
5	Other changes	-
6	Defaulted loans and debt securities at end of June 2021 (1+2-3-4±5)	2,663,230



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	Loans	374,323,776	15,804,340	12,589,141	167,639	90,746	-	-
2	Debt securities	74,473,871	-	-	-	-	-	-
3	Total	448,797,647	15,804,340	12,589,141	167,639	90,746	-	-
4	Of which defaulted	2,267,368	387,112	43,364	8,749	2,838	-	-

CR4: Standardised 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	83,924,895	45	83,924,895	-	-	0%
2	Non-central government public sector entities	-	662	-	-	-	0%
3	Multilateral development Banks	-	-	-	-	-	0%
4	Banks	34,168,313	10,437,907	34,168,313	1,600,975	17,246,332	48%
5	Securities firms	-	-	-	-	-	0%
6	Corporates	94,621,389	21,267,441	94,436,807	7,455,443	93,471,076	92%
7	Regulatory retail portfolios	167,949,824	281,606	167,909,317	9,646	125,942,642	75%
8	Secured by residential property	139,101,995	69,377	139,079,796	-	69,539,898	50%
9	Secured by commercial real estate	2,280,115	3,345	2,279,045	-	2,279,044	100%
10	Equity	8,329,557	-	8,329,557	-	8,329,557	100%
11	Past-due loans	2,663,230	-	1,399,247	-	2,012,098	144%
12	Higher-risk categories	-	-	-	-	-	0%
13	Other assets	21,122,049	-	21,122,049	-	15,239,592	72%
14	Total	554,161,367	32,060,383	552,649,026	9,066,064	334,060,240	60%



CR5: Standardised 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	83,924,895	-	-	-	-	-	-	-	-	83,924,895
2	Non-central government public sector entities (PSEs)	-	-	-	-	-	-	-	-	-	-
3	Multilateral development Banks (MDBs)	-	-	-	-	-	-	-	-	-	-
4	Banks	-	-	2,552,291	-	32,962,745	-	253,752	500	-	35,769,288
5	Securities firms	-	-	-	-	-	-	-	-	-	-
6	Corporates	-	-	7,891,127	-	2,694,673	-	85,828,448	-	5,478,004	101,892,250
7	Regulatory retail portfolios	-	-	-	-	-	167,918,963	-	-	-	167,918,963
8	Secured by residential property	-	-	-	-	139,079,796	-	-	-	-	139,079,796
9	Secured by commercial real estate	-	-	-	-	-	-	2,279,045	-	-	2,279,045
10	Equity	-	-	-	-	-	-	8,329,557	-	-	8,329,557
11	Past-due loans	-	-	-	-	-	-	173,546	1,225,701	-	1,399,247
12	Higher-risk categories	-	-	-	-	-	-	-	-	-	-
13	Other assets	7,397,518	-	339,355	-	-	-	13,385,176	-	-	21,122,049
14	Total	91,322,413	-	10,782,773	-	174,737,214	167,918,963	110,249,524	1,226,201	5,478,004	561,715,090



6. Market Risk

MR1: Market risk under standardised approach

SAR '000s		a
		RWA
	Outright products	3,447,195
1	Interest rate risk (general and specific)	-
2	Equity risk (general and specific)	-
3	Foreign exchange risk	3,447,195
4	Commodity risk	-
	Options	-
5	Simplified approach	-
6	Delta-plus method	-
7	Scenario approach	-
8	Securitisation	-
9	Total	3,447,195

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