

# Pillar III Disclosures

Al Rajhi Bank



**March 31<sup>st</sup> 2017**



## Summary

	Tables and templates	Template ref. #	Periodicity	Qualitative/ Quantitative
Part 2 – Overview of risk management and RWA	OV1 – Overview of RWA	<a href="#">B.2</a>	Quarterly	Quantitative
Part 4 – Credit risk	CR8 – RWA flow statements of credit risk exposures under IRB	<a href="#">B.18</a>	Quarterly	Quantitative
Part 5 – Counterparty credit risk	CCR7 – RWA flow statements of CCR exposures under the Internal Model Method (IMM)	<a href="#">B.28</a>	Quarterly	Quantitative
Part 7 – Market risk	MR2 – RWA flow statements of market risk exposures under an IMA	<a href="#">B.38</a>	Quarterly	Quantitative



**B.2 - Template OV1: Overview of RWA**

		a	b	c
		RWA		Minimum capital requirements
		Mar-17	Dec-16	Mar-17
1	<b>Credit risk (excluding counterparty credit risk) (CCR)</b>	<b>226,431,746</b>	<b>221,810,142</b>	<b>18,114,540</b>
2	Of which standardised approach (SA)	226,431,746	221,810,142	18,114,540
3	Of which internal rating-based (IRB) approach			-
4	<b>Counterparty credit risk</b>	-	-	-
5	Of which standardised approach for counterparty credit risk (SA-CCR)			-
6	Of which internal model method (IMM)			-
7	<b>Equity positions in banking book under market-based approach</b>	-	-	-
8	<b>Equity investments in funds – look-through approach</b>			-
9	<b>Equity investments in funds – mandate-based approach</b>			-
10	<b>Equity investments in funds – fall-back approach</b>			-
11	<b>Settlement risk</b>			-
12	<b>Securitisation exposures in banking book</b>	-	-	-
13	Of which IRB ratings-based approach (RBA)			-
14	Of which IRB Supervisory Formula Approach (SFA)			-
15	Of which SA/simplified supervisory formula approach (SSFA)			-
16	<b>Market risk</b>	<b>3,946,106</b>	<b>2,096,868</b>	<b>315,688</b>
17	Of which standardised approach (SA)	3,946,106	2,096,868	315,688
18	Of which internal model approaches (IMM)	-	-	-
19	<b>Operational risk</b>	<b>25,067,746</b>	<b>25,067,746</b>	<b>2,005,420</b>
20	Of which Basic Indicator Approach			-
21	Of which Standardised Approach	25,067,746	25,067,746	2,005,420
22	Of which Advanced Measurement Approach			-
23	<b>Amounts below the thresholds for deduction (subject to 250% risk weight)</b>			-
24	<b>Floor adjustment</b>			-
25	<b>Total (1+4+7+8+9+10+11+12+16+19+23+24)</b>	<b>255,445,597</b>	<b>248,974,756</b>	<b>20,435,648</b>

**Explanation of significant drivers behind differences in reporting periods T and T-1.**  
 Market Risk presents a significant increase in RWAs due to the Bank's increase in its FX Net Open Position.

**When minimum capital requirements in column (c) do not correspond to 8% of RWA in column (a), banks must explain the adjustments made.**  
 Not Applicable.

**If the bank uses the IMM for its equity exposures under the market-based approach, it must provide annually a description of the main characteristics of its internal model in an accompanying narrative.**  
 The Bank uses Standardized approach to measure capital requirements on the Equity exposure. IMM does not apply.



**B.18 - Template CR8: RWA flow statements of credit risk exposures under IR**

Note: This report is not applicable.

		a
		RWA amounts
1	<b>RWA as at end of previous reporting period</b>	
2	Asset size	
3	Asset quality	
4	Model updates	
5	Methodology and policy	
6	Acquisitions and disposals	
7	Foreign exchange movements	
8	Other	
9	<b>RWA as at end of reporting period</b>	-

Narrative commentary to explain any significant changes over the reporting period and the key drivers of such changes



**B.28 - Template CCR7: RWA flow statements of CCR exposures under Internal Model Method (IMM)**

Note: This report is not applicable.

		a
		Amounts
1	<b>RWA as at end of previous reporting period</b>	
2	Asset size	
3	Credit quality of counterparties	
4	Model updates (IMM only)	
5	Methodology and policy (IMM only)	
6	Acquisitions and disposals	
7	Foreign exchange movements	
8	Other	
9	<b>RWA as at end of current reporting period</b>	-

Narrative commentary to explain any significant changes over the reporting period and the key drivers of such changes.



**B.38 - Template MR2: RWA flow statements of market risk exposures under an IM**

Note: This report is not applicable.

		a	b	c	d	e	f
		VaR	Stressed VaR	IRC	CRM	Other	Total RWA
1	RWA at previous quarter end						-
2	Movement in risk levels						-
3	Model updates/changes						-
4	Methodology and policy						-
5	Acquisitions and disposals						-
6	Foreign exchange movements						-
7	Other						-
8	RWA at end of reporting period	-	-	-	-	-	-

Narrative commentary to explain any significant changes over the reporting period and the key drivers of such changes.