



SAUDI BRITISH BANK

Basel III Pillar 3

As at 31st March 2021

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KM1: Key metrics (at consolidated group level) (Figures in SAR 000's)

		a	b	c	d	e
		Mar-21	Dec-20	Sep-20	Jun-20	Mar-20
Available capital (amounts)						
1	Common Equity Tier 1 (CET1)	43,083,826	41,774,973	40,825,023	39,614,996	39,198,115
1a	Fully loaded ECL accounting model	41,441,049	40,132,195	39,182,245	37,528,862	37,555,337
2	Tier 1	43,083,826	41,774,973	40,825,023	39,614,996	39,198,115
2a	Fully loaded ECL accounting model Tier 1	41,441,049	40,132,195	39,182,245	37,528,862	37,555,337
3	Total capital	49,158,757	48,078,026	47,011,915	40,946,345	41,909,196
3a	Fully loaded ECL accounting model total capital	47,515,980	46,435,249	45,369,138	38,860,211	40,266,419
Risk-weighted assets (amounts)						
4	Total risk-weighted assets (RWA)	219,931,975	220,321,411	219,602,675	219,311,596	227,952,054
Risk-based capital ratios as a percentage of RWA						
5	Common Equity Tier 1 ratio (%)	19.59%	18.96%	18.59%	18.06%	17.20%
5a	Fully loaded ECL accounting model Common Equity Tier 1 (%)	18.84%	18.22%	17.84%	17.11%	16.48%
6	Tier 1 ratio (%)	19.59%	18.96%	18.59%	18.06%	17.20%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	18.84%	18.22%	17.84%	17.11%	16.48%
7	Total capital ratio (%)	22.35%	21.82%	21.41%	18.67%	18.39%
7a	Fully loaded ECL accounting model total capital ratio (%)	21.60%	21.08%	20.66%	17.72%	17.66%
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 (%)	0.03%	0.04%	0.06%	0.06%	0.06%
10	Bank G-SIB and/or 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)	3.03%	3.04%	3.06%	3.06%	3.06%
12	CET1 available after meeting the bank's minimum capital requirements (%)	16.56%	15.92%	15.53%	15.00%	14.14%
Basel III leverage ratio						
13	Total Basel III leverage ratio exposure measure	331,138,272	333,198,107	318,788,141	323,484,551	326,300,512
14	Basel III leverage ratio (%) (row 2 / row 13)	13.01%	12.54%	12.81%	12.25%	12.01%
14a	Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2a / row13)	12.51%	12.04%	12.29%	11.60%	11.51%
Liquidity Coverage Ratio						
15	Total HQLA	84,829,759	83,678,550	75,744,641	69,358,446	64,960,935
16	Total net cash outflow	25,494,327	28,654,024	31,893,583	33,319,609	30,290,927
17	LCR ratio (%)	333%	299%	239%	209%	217%
Net Stable Funding Ratio						
18	Total available stable funding	195,932,862	189,762,603	180,154,022	183,443,422	187,425,553
19	Total required stable funding	126,219,731	121,369,356	123,290,323	124,671,490	132,354,147
20	NSFR ratio	155.2%	156.4%	146.1%	147%	142%

OV1: Overview of RWA (Figures in SAR 000's)

		a	b	c
		RWA		Minimum capital requirements
		Mar-21	Dec-20	Mar-21
1	Credit risk (excluding counterparty credit risk)	196,118,360	194,667,740	15,689,470
2	<i>Of which: standardised approach (SA)</i>	196,118,360	194,667,740	15,689,470
3	<i>Of which: foundation internal ratings-based (F-IRB) approach</i>	-	-	-
4	<i>Of which: supervisory slotting approach</i>	-	-	-
5	<i>Of which: advanced internal ratings-based (A-IRB) approach</i>	-	-	-
6	Counterparty credit risk (CCR)	1,210,465	1,642,065	96,837
7	<i>Of which: standardised approach for counterparty credit risk</i>	1,210,465	1,642,065	96,837
8	<i>Of which: Internal Model Method (IMM)</i>	-	-	-
9	<i>Of which: other CCR</i>	-	-	-
10	Credit valuation adjustment (CVA)	107,911	119,763	8,633
11	Equity positions under the simple risk weight approach	-	-	-
12	Equity investments in funds – look-through approach	-	-	-
13	Equity investments in funds – mandate-based approach	-	-	-
14	Equity investments in funds – fall-back approach	137,338	146,363	10,987
15	Settlement risk	-	-	-
16	Securitisation exposures in banking book	-	-	-
17	<i>Of which: securitisation internal ratings-based approach (SEC-IRBA)</i>	-	-	-
18	<i>Of which: securitisation external ratings-based approach (SEC-ERBA), including internal assessment approach (IAA)</i>	-	-	-
19	<i>Of which: securitisation standardised approach (SEC-SA)</i>	-	-	-
20	Market risk	1,730,220	1,988,398	138,418
21	<i>Of which: standardised approach (SA)</i>	1,730,220	1,988,398	138,418
22	<i>Of which: internal model approaches (IMA)</i>	-	-	-
23	Capital charge for switch between trading book and banking book	-	-	-
24	Operational risk	18,021,472	19,064,614	1,441,718
25	Amounts below the thresholds for deduction (subject to 250% risk weight)	2,606,210	2,692,469	208,497
26	Floor adjustment	-	-	-
27	Total (1 + 6 + 10 + 11 + 12 + 13 + 14 + 15 + 16 + 20 + 23 + 24 + 25 + 26)	219,931,975	220,321,411	17,594,559

LR1: Summary comparison of accounting assets vs leverage ratio exposure measure (Figures in SAR)

		A
1	Total consolidated assets as per published financial statements	271,555,255
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	1,803,012
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)	55,998,302
7	Other adjustments	1,781,703
8	Leverage ratio exposure	331,138,272

LR2: Leverage ratio common disclosure template (Figures in SAR 000's)

		a	b
		Mar-21	Dec-20
On-balance sheet exposures			
1	On-balance sheet items (excluding derivatives and SFTs, but including collateral)	273,336,958	277,561,446
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)	273,336,958	277,561,446
Derivative exposures			
4	Replacement cost associated with all derivatives transactions (ie net of eligible cash	1,321,864	1,410,511
5	Add-on amounts for Potential Financial Exposure (PFE) associated with all derivatives transactions	481,148	393,362
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant	-	-
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-	-
8	(Exempted CCP leg of client-cleared trade exposures)	-	-
9	Adjusted effective notional amount of written credit derivatives	-	-
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-	-
11	Total derivative exposures (sum of lines 4 to 10)	1,803,012	1,803,873
Securities financing transaction exposures			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale 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	170,496,555	167,361,637
18	(Adjustments for conversion to credit equivalent amounts)	(114,498,254)	(113,528,849)
19	Off-balance sheet items (sum of lines 17 and 18)	55,998,302	53,832,788
Capital and total exposures			
20	Tier 1 capital	43,083,826	41,774,973
21	Total exposures (sum of lines 3, 11, 16 and 19)	331,138,272	333,198,107
Leverage ratio			
22	Basel III leverage ratio	13.01%	12.54%

LIQ1: Liquidity Coverage Ratio (LCR) (Figures in SAR 000's)

		a	b
		Total Unweighted Value (average)	Total Weighted Value (average)
High-quality liquid assets			
1	Total High-Quality Liquid Assets (HQLA)		84,829,759
Cash outflows			
2	Retail deposits and deposits from small business customers, of which:	67,107,902	6,351,953
3	Stable deposits	-	-
4	Less stable deposits	67,107,902	6,351,953
5	Unsecured wholesale funding, of which:	88,757,897	40,567,874
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	-	-
7	Non-operational deposits (all counterparties)	88,757,897	40,567,874
8	Unsecured debt	-	-
9	Secured wholesale funding	-	-
10	Additional requirements, of which:	168,352,840	4,551,148
11	Outflows related to derivative exposures and other collateral requirements	133,949	133,949
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	4,282,702	428,270
14	Other contractual funding obligations	-	-
15	Other contingent funding obligations	163,936,189	3,988,929
16	TOTAL CASH OUTFLOWS	324,218,639	51,470,975
Cash inflows			
17	Secured lending (eg reverse repos)	-	-
18	Inflows from fully performing exposures	44,250,904	25,710,596
19	Other cash inflows	414,006	266,052
20	TOTAL CASH INFLOWS	44,664,910	25,976,648
21	TOTAL HQLA		84,829,759
22	TOTAL NET CASH OUTFLOWS		25,494,327
23	LIQUIDITY COVERAGE RATIO (%)		333%

APPENDIX: TABLES AND TEMPLATES ARE NOT APPLICABLE

	Tables and templates
Linkages between FS & RE	PV1 - Prudent valuation adjustments (PVA)
Composition of capital and TLAC	TLAC1 - TLAC composition for G-SIBs (at resolution group level)
	TLAC2 - Material subgroup entity – creditor ranking at legal entity level
	TLAC3 - Resolution entity – creditor ranking at legal entity level
Macroprudential supervisory measures	GSIB1 - Disclosure of G-SIB indicators
Credit risk	CRE - Qualitative disclosures related to IRB models
	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 - Backtesting of probability of default (PD) per portfolio
	CR10 - IRB (specialised lending and equities under the simple risk weight method)
Counterparty credit risk	CCR4 - IRB - CCR exposures by portfolio and PD scale
	CCR6 - Credit derivatives exposures
	CCR7 - RWA flow statements of CCR exposures under the Internal Model Method (IMM)
Securitisation	SECA - Qualitative disclosure requirements related to securitisation exposures
	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
Market risk	MRB - Qualitative disclosures for banks using the IMA
	MRC - The structure of desks for banks using the IMA
	MR2 - RWA flow statements of market risk exposures under IMA (Phase I only)
	MR2 - Market risk IMA per risk type (Phase II only)
	MR3 - IMA values for trading portfolios (Phase I only)
	MR3 - RWA flow statements of market risk exposures under IMA (Phase II only)
	MR4 - Comparison of VaR estimates with gains/losses (Phase I only)