

Basel III Pillar 3 Disclosures

QUALITATIVE & QUANTITATIVE DISCLOSURES

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Template KM1: Key Metrics (at consolidated group level)

		SR 000's				
		a	b	c	d	e
		T	T-1	T-2	T-3	T-4
Available capital (amounts)						
1	Common Equity Tier 1 (CET1)	15,277,938	15,175,481	14,824,911	15,065,179	14,899,980
1a	Fully loaded ECL accounting model	15,277,938	15,175,481	14,824,911	15,065,179	14,899,980
2	Tier 1	23,491,938	23,389,481	23,038,911	21,815,179	21,649,980
2a	Fully loaded ECL accounting model Tier 1	23,491,938	23,389,481	23,038,911	21,815,179	21,649,980
3	Total capital	26,312,450	26,085,581	25,741,469	24,469,684	24,342,598
3a	Fully loaded ECL accounting model total capital	26,312,450	26,085,581	25,741,469	24,469,684	24,342,598
Risk-weighted assets (amounts)						
4	Total risk-weighted assets (RWA)	136,361,486	135,948,119	131,089,313	122,690,000	127,646,764
4a	Total risk-weighted assets (pre-floor)	136,361,486	135,948,119	131,089,313	122,690,000	127,646,764
Risk-based capital ratios as a percentage of RWA						
5	CET1 ratio (%)	11.20%	11.16%	11.31%	12.28%	11.67%
5a	Fully loaded ECL accounting model CET1 (%)	11.20%	11.16%	11.31%	12.28%	11.67%
5b	CET1 ratio (%) (pre-floor ratio)	11.20%	11.16%	11.31%	12.28%	11.67%
6	Tier 1 ratio (%)	17.23%	17.20%	17.57%	17.78%	16.96%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	17.23%	17.20%	17.57%	17.78%	16.96%
6b	Tier 1 ratio (%) (pre-floor ratio)	17.23%	17.20%	17.57%	17.78%	16.96%
7	Total capital ratio (%)	19.30%	19.19%	19.64%	19.94%	19.07%
7a	Fully loaded ECL accounting model total capital ratio (%)	19.30%	19.19%	19.64%	19.94%	19.07%
7b	Total capital ratio (%) (pre-floor ratio)	19.30%	19.19%	19.64%	19.94%	19.07%
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 (%)	0.98%	0.98%	0.01%	0.01%	0.01%
10	Bank G-SIB and/or D-SIB additional requirements (%)	0.00%	0.00%	0.00%	0.00%	0.00%
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)	3.48%	3.48%	2.51%	2.51%	2.51%
12	CET1 available after meeting the bank's minimum capital requirements (%)	3.22%	3.18%	4.30%	5.27%	4.66%
Basel III leverage ratio						
13	Total Basel III leverage ratio exposure measure	204,149,655	202,564,601	193,285,296	182,488,689	186,188,714
14	Basel III leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves)	11.51%	11.55%	11.92%	11.95%	11.63%
14a	Fully loaded ECL accounting model Basel III leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) (%)	11.51%	11.55%	11.92%	11.95%	11.63%
14b	Basel III leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	11.51%	11.55%	11.92%	11.95%	11.63%
14c	Basel III leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values for SFT assets	11.51%	11.55%	11.92%	11.95%	11.63%
14d	Basel III leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values for SFT assets	11.51%	11.55%	11.92%	11.95%	11.63%
Liquidity Coverage Ratio (LCR)						
15	Total high-quality liquid assets (HQLA)	33,985,548	37,570,789	35,158,584	28,934,210	26,217,529
16	Total net cash outflow	17,940,698	19,171,159	20,927,144	15,658,986	19,985,613
17	LCR ratio (%)	189.43%	195.98%	168.00%	184.78%	131.18%
Net Stable Funding Ratio (NSFR)						
18	Total available stable funding	104,442,826	101,946,947	97,680,625	90,378,697	90,462,297
19	Total required stable funding	91,404,976	89,189,378	84,820,764	79,044,395	78,618,462
20	NSFR ratio	114.26%	114.30%	115.16%	114.34%	115.06%

Template OV1 Overview of RWA

		SR 000's			
		a	b	c	Drivers behind significant differences in T and T-1
		RWA		Minimum capital requirements	
		T	T-1	T	
1	Credit risk (excluding counterparty credit risk)	122,594,894	122,629,633	9,807,592	Decrease in higher risk exposures
2	Of which: standardised approach (SA)	122,594,894	122,629,633	9,807,592	
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 (CCR)	478,599	432,080	38,288	Increase in derivatives transactions
7	Of which: standardised approach for counterparty credit risk	478,599	432,080	38,288	
8	Of which: IMM				
9	Of which: other CCR				
10	Credit valuation adjustment (CVA)	478,599	432,080	38,288	Increase in derivatives transactions
11	Equity positions under the simple risk weight approach and the internal model method during the five-year linear phase-in period	-	-	-	
12	Equity investments in funds - look-through approach	-	-	-	
13	Equity investments in funds - mandate-based approach	5,119,200	4,787,207	409,536	Increase in exposures
14	Equity investments in funds - fall-back approach	-	-	-	
15	Settlement risk	-	-	-	
16	Securitisation exposures in banking book	-	-	-	
17	Of which: securitisation IRB approach (SEC-IRBA)	-	-	-	
18	Of which: securitisation external ratings-based approach (SEC-ERBA), including internal assessment approach (IAA)	-	-	-	
19	Of which: securitisation standardised approach (SEC-SA)	-	-	-	
20	Market risk	1,973,339	1,950,264	157,867	Increase in trading book
21	Of which: standardised approach (SA)	1,973,339	1,950,264	157,867	
22	Of which: internal model approach (IMA)				
23	Capital charge for switch between trading book and banking book	-	-	-	
24	Operational risk	5,716,855	5,716,855	457,348	
25	Amounts below the thresholds for deduction (subject to 250% risk weight)	-	-	-	
26	Output floor applied				
27	Floor adjustment (before application of transitional cap)	-	-		
28	Floor adjustment (after application of transitional cap)	-	-		
29	Total (1 + 6 + 10 + 11 + 12 + 13 + 14 + 15 + 16 + 20 + 23 + 24 + 25 + 28)	136,361,486	135,948,119	10,908,919	

Template CCA: Main Features of Regulatory Capital Instruments and other TLAC- eligible instruments

	Quantitative / qualitative information						
1	Issuer	Aljazira Bank	Aljazira Bank	Aljazira Bank	Aljazira Bank	Aljazira Bank	Aljazira Bank
2	Unique identifier (eg Committee on Uniform Security Identification Procedures (CUSIP), International Securities Identification Number (ISIN) or Bloomberg identifier for private placement)	SA143FK0FVJ0	SA15RFK0JV33	SA166FK0M8J8	XS3184155441	SA16HFK0NJ32	XS3401945517
3	Governing law(s) of the instrument	Laws of the Kingdom of Saudi Arabia	Laws of the Kingdom of Saudi Arabia	Laws of the Kingdom of Saudi Arabia	English Law	Laws of Kingdom of Saudi Arabia	English Law
4	Transitional Basel III rules	Common Equity Tier 1	Equity Tier 1	Equity Tier 1	Equity Tier 1	Equity Tier 1	Tier 2 Capital
5	Post-transitional Basel III rules	Common Equity Tier 1	Equity Tier 1	Equity Tier 1	Equity Tier 1	Equity Tier 1	Tier 2 Capital
6	Eligible at solo/group/group and solo	Group and Solo	Group and Solo	Group and Solo	Group and Solo	Group and Solo	Group and Solo
7	Instrument type (refer to SACAP)	Paid-up Share Capital	Tier 1 Sukuk	Tier 1 Sukuk	Tier 1 Sukuk	Tier 1 Sukuk	Subordinated Sukuk
8	Amount recognised in regulatory capital (currency in millions, as of most recent reporting date)	SAR 12,813 million	SAR 2,000 million	SAR 1,000 million	USD 500 million	SAR 1,464 million	USD 500 million
9	Par value of instrument	SAR 12,813 million	SAR 2,000 million	SAR 1,000 million	USD 500 million	SAR 1,464 million	USD 500 million
10	Accounting classification	Shareholders' equity	Equity	Equity	Equity	Equity	Liability
11	Original date of issuance	27-Jul-76	21-Jun-23	15-Jan-25	22-Sep-25	12-Mar-26	24-Jun-26
12	Perpetual or dated	Perpetual	Perpetual	Perpetual	Perpetual	Perpetual	Dated
13	Original maturity date	No maturity	No maturity	No maturity	No maturity	No maturity	8-Dec-31
14	Issuer call subject to prior SAMA approval	No	Yes	Yes	Yes	Yes	Yes
15	Optional call date, contingent call dates and redemption amount	Not Applicable	21-Jun-28	15-Jan-30	22-Sep-30	12-Mar-31	24-Jun-31
16	Subsequent call dates, if applicable	Not Applicable	Any coupon date after above date	Any coupon date after above date	Any coupon date after above date	Any coupon date after above date	Any coupon date after above date
17	Coupons / dividends	Not Applicable	Fixed	Fixed	Fixed	Fixed	Floating
18	Fixed or floating dividend/coupon	Not Applicable	6.00%	6.30%	6.50%	6.35%	6.50%
19	Coupon rate and any related index	Not Applicable	Yes	Yes	Yes	Yes	6M SAIBOR + 155bps
20	Existence of a dividend stopper	Not Applicable	Yes	Yes	Yes	Yes	Not Applicable
21	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary	Fully discretionary	Fully discretionary	Fully discretionary	Fully discretionary
22	Existence of step-up or other incentive to redeem	No	No	No	No	No	No
23	Non-cumulative or cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative	Non-Cumulative
24	Convertible or non-convertible	Non-convertible	Non-convertible	Non-convertible	Non-convertible	Non-convertible	Non-convertible
25	If convertible, conversion trigger(s)	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
26	If convertible, fully or partially	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
27	If convertible, conversion rate	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
28	If convertible, mandatory or optional conversion	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
29	If convertible, specify instrument type convertible into	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
30	If convertible, specify issuer of instrument it converts into	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
31	Writedown feature	No	Yes	Yes	Yes	Yes	Yes
32	If writedown, writedown trigger(s)	Not Applicable	Non-viability event, as determined by the Saudi Arabian Monetary Authority	Non-viability event, as determined by the Saudi Arabian Monetary Authority	Non-viability event, as determined by the Saudi Arabian Monetary Authority	Non-viability event, as determined by the Saudi Arabian Monetary Authority	Non-viability event, as determined by the Saudi Arabian Monetary Authority
33	If writedown, full or partial	Not Applicable	As determined by the Saudi Arabian Monetary Authority	As determined by the Saudi Arabian Monetary Authority	As determined by the Saudi Arabian Monetary Authority	As determined by the Saudi Arabian Monetary Authority	As determined by the Saudi Arabian Monetary Authority
34	If writedown, permanent or temporary	Not Applicable	Permanent	Permanent	Permanent	Permanent	Permanent
35	If temporary write-down, description of writeup mechanism	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
36	Type of subordination	Statutory	Statutory	Statutory	Statutory	Statutory	Statutory
37	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned)	None	Tier 2 Capital	Tier 2 Capital	Tier 2 Capital	Tier 2 Capital	Subordinated to Depositors, General Creditors of the bank
38	Non-compliant transitioned features	No	No	No	No	No	No
39	If yes, specify non-compliant features	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable

Template LR1: Summary comparison of accounting assets vs leverage ratio exposure

Particulars	SR 000's
	a
Total consolidated assets as per published financial statements	183,223,805
Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	-
Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference	-
Adjustments for temporary exemption of central bank reserves (if applicable)	-
Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-
Adjustments for regular-way purchases and sales of financial assets subject to trade date accounting	-
Adjustments for eligible cash pooling transactions	-
Adjustments for derivative financial instruments	1,203,973
Adjustment for securities financing transactions (ie repurchase agreements and similar secured lending)	632,856
Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of offbalance sheet exposures)	19,485,293
Adjustments for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital	-
Other adjustments	(396,272)
Leverage ratio exposure measure	204,149,655

Template LR2: Leverage ratio common disclosure template

		SR 000's	
		a	b
		T	T-1
On Balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	182,827,533	181,017,774
2	Gross-up for derivatives collateral provided where deducted from balance sheet assets pursuant to the operative accounting framework	-	-
3	(Deductions of receivable assets for cash variation margin provided in derivatives transactions)	-	-
4	(Adjustment for securities received under securities financing transactions that are recognised as an asset)	-	-
5	(Specific and general provisions associated with on-balance sheet exposures that are deducted from Basel III Tier 1 capital)	-	-
6	(Asset amounts deducted in determining Basel III Tier 1 capital and regulatory adjustments)	-	-
7	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)	182,827,533	181,017,774
Derivative exposures			
8	Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	408,022	121,640
9	Add-on amounts for potential future exposure associated with all derivatives transactions	795,951	779,332
10	(Exempted central counterparty (CCP) leg of client-cleared trade exposures)	-	-
11	Adjusted effective notional amount of written credit derivatives	-	-
12	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-	-
13	Total derivative exposures (sum of rows 8 to 12)	1,203,973	900,972
Securities financing transaction exposures			
14	Gross SFT assets (with no recognition of netting), after adjustment for sale accounting transactions	-	-
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-	-
16	Counterparty credit risk exposure for SFT assets	632,856	591,708
17	Agent transaction exposures	-	-
18	Total securities financing transaction exposures (sum of rows 14 to 17)	632,856	591,708
Other off balance sheet exposures			
19	Off-balance sheet exposure at gross notional amount	35,199,217	32,858,476
20	(Adjustments for conversion to credit equivalent amounts)	(15,713,924)	(12,804,329)
21	(Specific and general provisions associated with off-balance sheet exposures deducted in determining Tier 1 capital)	-	-
22	Off-balance sheet items (sum of rows 19 to 21)	19,485,293	20,054,147
Capital and total exposures			
23	Tier 1 capital	23,491,938	23,389,481
24	Total exposures (sum of rows 7, 13, 18 and 22)	204,149,655	202,564,601
Leverage ratio			
25	Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)	11.51%	11.55%
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)	11.51%	11.55%
26	National minimum leverage ratio requirement	3.00%	3.00%
27	Applicable leverage buffers	8.51%	8.55%
Disclosure of mean values			
28	Mean value of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables	-	-
29	Quarter-end value of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables	-	-
30	Total exposures (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)	204,149,655	202,564,601
30a	Total exposures (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)	204,149,655	202,564,601
31	Basel III leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)	11.51%	11.55%
31a	Basel III leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)	11.51%	11.55%

Template LIQ1: Liquidity Coverage Ratio (LCR)

		SR 000's	
		a	b
		Total unweighted value (average)	Total weighted value (average)
High quality liquid assets			
1	Total HQLA		33,985,548
2	Retail deposits and deposits from small business customers, of which:	18,500,615	1,850,062
3	Stable deposits	-	-
4	Less stable deposits	18,500,615	1,850,062
5	Unsecured wholesale funding, of which:	42,834,215	27,438,902
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	-	-
7	Non-operational deposits (all counterparties)	42,834,215	27,438,902
8	Unsecured debt	-	-
9	Secured wholesale funding	-	-
10	Additional requirements, of which:	3,079,884	341,671
11	Outflows related to derivative exposures and other collateral requirements	37,425	37,425
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	3,042,459	304,246
14	Other contractual funding obligations	-	-
15	Other contingent funding obligation	31,551,849	707,174
16	TOTAL CASH OUTFLOWS		30,337,809
Cash inflows			
17	Secured lending (eg reverse repos)	-	-
18	Inflows from fully performing exposures	21,368,047	12,390,663
19	Other cash inflows	6,448	6,448
20	TOTAL CASH INFLOWS		12,397,111
		Total adjusted value	
21	Total HQLA		33,985,548
22	Total net cash outflows		17,940,698
23	Liquidity Coverage Ratio (%)		189.43%