BASEL III - PILLAR-III
LIST OF RETURNS
JUNE 2013

	TABLE
▪ Scope of Application	1
▪ Capital Structure	
Balance Sheet - Step 1	2B
Balance Sheet - Step 2	2C
Common Template transition - Step 3	2D(i)
Common Template transition - Step 3	2D(ii)
Main Feature Template of Regulatory Capital Instrument - No.1	2e
Main Feature Template of Regulatory Capital Instrument - No.2	2e(2)
Main Feature Template of Regulatory Capital Instrument - No.3	2e(3)
▪ Capital Adequacy	
Amount of Exposures Subject to Standardized Approach of Credit Risks and related Capital Requirements	3B
Capital Requirements for Market Risk	3D
Capital Requirements for Operational Risk	3E
Capital Adequacy Ratios	3F
▪ Credit Risk: General Disclosures	
Credit Risk Exposure	4B
Geographic Breakdown	4C
Industry Sector Breakdown	4D
Residual Contractual Maturity Breakdown	4E
Impaired Loans, Past-Due Loans & Allowances by Industry Sector	4F
Impaired Loans, Past-Due Loans & Allowances by Georgraphic Area	4G
Reconciliation of Changes in the Allowances for Loan Impairment	4H
▪ Credit Risk: Disclosures for Portfolios Subject to the Standardized Approach	
Allocation of Exposures to Risk Buckets	5B
▪ Credit Risk Mitigation (CRM): Disclosures for Standardized Approach	
Credit Risk Exposure Covered by CRM	7B&C
Securitization disclosures for STA approach	9
▪ Market Risk: Disclosures for Banks Using the Standardized Approach	
Level of Market Risks in Terms of Capital Requirements	10B
▪ Equities: Disclosures for Banking Book Positions	
Value of Investments	13B
Types and Nature of Investments	13C
Gains / Losses, etc.	13D&E
Capital Requirements	13F
Equity Investments Subject to Supervisory Transition or Grandfathering Provisions	13F (ii)
Interest rate risk in the banking book (IRRBB)	14B

	Frequency : SA Location : W

TABLE 1: SCOPE OF APPLICATION - JUNE 2013	
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:	SAR'000
1. Subsidiary 1	NIL
2. Subsidiary 2	
3. Subsidiary 3	
4. Subsidiary n	

BACK

Frequency : Quarterly
Location : Quarterly Financial Statement

TABLE 2: CAPITAL STRUCTURE - JUNE 2013

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	5,851,061	-	5,851,061
Due from banks and other financial institutions	1,768,747	-	1,768,747
Investments, net	15,084,224	-	15,084,224
Loans and advances, net	52,016,852	-	52,016,852
Debt securities	-	-	-
Trading assets	-	-	-
Investment in associates	18,383	-	18,383
Derivatives	-	-	-
Goodwill	-	-	-
Other intangible assets	-	-	-
Property and equipment, net	490,024	-	490,024
Other assets	1,205,405	-	1,205,405
Total assets	76,434,697	-	76,434,697
Liabilities			
Due to Banks and other financial institutions	2,030,768	-	2,030,768
Items in the course of collection due to other banks	0	-	-
Customer deposits	61,255,759	-	61,255,759
Trading liabilities	0	-	-
Debt securities in issue	2,900,000	-	2,900,000
Derivatives	0	-	-
Retirement benefit liabilities	0	-	-
Taxation liabilities	0	-	-
Accruals and deferred income	0	-	-
Borrowings	0	-	-
Other liabilities	1,659,145	-	1,659,145
Subtotal	67,845,672	-	67,845,672
Paid up share capital	3,969,000	-	3,969,000
Statutory reserves	2,705,726	-	2,705,726
Other reserves	141,971	-	141,971
Retained earnings	1,772,328	-	1,772,328
Minority Interest	0	-	-
Proposed dividends	0	-	-
Total liabilities and equity	76,434,697	-	76,434,697

BACK

Frequency : Quarterly
Location : Quarterly Financial Statement

TABLE 2: CAPITAL STRUCTURE - JUNE 2013

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	5,851,061	-	5,851,061	
Due from banks and other financial institutions	1,768,747	-	1,768,747	
Investments, net	15,084,224	-	15,084,224	
Loans and advances, net	52,016,852	-	52,016,852	
of which Collective provisions	446,198	-	446,198	A
Debt securities	-	-	0	
Equity shares	-	-	0	
Investment in associates	18,383	-	18,383	
Derivatives	-	-	0	
Goodwill	-	-	0	
Other intangible assets	-	-	0	
Property and equipment, net	490,024	-	490,024	
Other assets	1,205,405	-	1,205,405	
Total assets	76,434,697	-	76,434,697	
Liabilities				
Due to Banks and other financial institutions	2,030,768	-	2,030,768	
Items in the course of collection due to other banks	-	-	0	
Customer deposits	61,255,759	-	61,255,759	
Trading liabilities	-	-	0	
Debt securities in issue	2,900,000	-	2,900,000	
of which Tier 2 capital instruments	2,900,000	-	2,900,000	B
Derivatives	-	-	-	
Retirement benefit liabilities	-	-	-	
Taxation liabilities	-	-	-	
Accruals and deferred income	-	-	-	
Borrowings	-	-	-	
Other liabilities	1,659,145	-	1,659,145	
Subtotal	67,845,672	-	67,845,672	
Paid up share capital	3,969,000	-	3,969,000	
of which amount eligible for CET1	3,969,000		3,969,000	H
of which amount eligible for AT1	-		-	I
Statutory reserves	2,705,726	-	2,705,726	
Other reserves	141,971	-	141,971	
Retained earnings	1,772,328	-	1,772,328	
Minority Interest	-	-	-	
Proposed dividends	-	-	-	
Total liabilities and equity	76,434,697	-	76,434,697	

BACK

Frequency : Quarterly
Location : Quarterly Financial Statement

TABLE 2: CAPITAL STRUCTURE - JUNE 2013

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

		Components[1] of regulatory capital reported by the bank	Amounts[1] subject to Pre - Basel III treatment	Source based on reference numbers / letters of the balance sheet under the regulatory scope of consolidation from step 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	3,969,000		H
2	Retained earnings	1,772,328		
3	Accumulated other comprehensive income (and other reserves)	2,835,726		
4	Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies)	-		
5	Common share capital isued by subsidiaries and held by third parties (amount allowed in group CET1)	-	-	
6	**Common Equity Tier 1 capital before regulatory adjustments**	**8,577,054**		
	Common Equity Tier 1 capital: Regulatory adjustments			
7	Prudential 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 (net of related tax liability)	-	-	
11	Cash-flow hedge reserve / AFS reserve	- 76	-	
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)	-	-	
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**	**- 76**		
29	**Common Equity Tier 1 capital (CET1)**	**8,576,978**		
	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	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**	**-**		
	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)	-	(9,192)	
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)	-		
45	Tier 1 capital (T1 = CET1 + AT1)	**8,576,978**		

BACK

Frequency : Quarterly
Location : Quarterly Financial Statement

TABLE 2: CAPITAL STRUCTURE - JUNE 2013

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

(From January 2013 to 2018 identical to post 2018) With amount subject to Pre- Basel III Treatment

All figures are in SAR'000

		Components[1] of regulatory capital reported by the bank	Amounts[1] subject to Pre - Basel III treatment	Source based on reference numbers / letters of the balance sheet under the regulatory scope of consolidation from step 2
	Tier 2 capital: instruments and provisions			
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	2,900,000		B
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	446,198		A
51	**Tier 2 capital before regulatory adjustments**	**3,346,198**		
	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)	-	(9,192)	
56	National specific regulatory adjustments	-		
	REGULATORY ADJUSTMENTS APPLIED TO TIER 2 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT	-		
	OF WHICH: [Staff Share Plan Reserve]	12,047		
	OF WHICH: …	-		
57	Total regulatory adjustments to Tier 2 capital	**12,047**		
58	Tier 2 capital (T2)	**3,358,245**		
59	Total capital (TC = T1 + T2)	**11,935,224**		
	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	72,558,112		
	Capital ratios			
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	11.82%		
62	Tier 1 (as a percentage of risk weighted assets)	11.82%		
63	Total capital (as a percentage of risk weighted assets)	16.45%		
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)	n/a		
65	of which: capital conservation buffer requirement	n/a		
66	of which: bank specific countercyclical buffer requirement	n/a		
67	of which: G-SIB buffer requirement	n/a		
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	11.82%		
	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)	446,198		
77	Cap on inclusion of provisions in Tier 2 under standardised approach	906,976		
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	n/a		
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	n/a		
	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)			

BACK

Frequency : Quarterly
Location : Quarterly Financial

TABLE 2: CAPITAL STRUCTURE - JUNE 2013

Main features template of regulatory capital instruments - (Table 2(e)) - 1

1	Issuer	Saudi Hollandi Bank
2	Unique identifier (eg CUSPIN, ISIN or Bloomberg identifier for private placement)	EH8941351
3	Governing law(s) of the instrument	Private Placement under CMA regulations
	Regulatory treatment	
4	Transitional Basel III rules	NO
5	Post-transitional Basel III rules	N/A
6	Eligible at solo/lgroup/group&solo	GROUP
7	Instrument type	Mudaraba Sukuk
8	Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	Saudi Riyals 775 million
9	Par value of instrument	Saudi Riyals 100,000
10	Accounting classification	Subordinated debt
11	Original date of issuance	December 29, 2008
12	Perpetual or dated	Dated
13	Original maturity date	December 31, 2018
14	Issuer call subject to prior supervisory approval	December 29, 2013
15	Option call date, contingent call dates and redemption amount	December 29, 2013
16	Subsequent call dates if applicable	December 31, 2014 December 31, 2015 December 31, 2016 December 31, 2017
	Coupons / dividends	
17	Fixed or Floating dividend/coupon	Floating
18	Coupon rate and any related index	6 months SIBOR Plus 200 basis points
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	Step-up Margin (year 6 onwards).
22	Non cumulative or cumulative	N/A
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	NO
31	If write-down, write-down trigger (s)	N/A
32	If write-down, full or partial	N/A
33	If write-down, permanent or temporary	N/A
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)	Junior in right of payments to "claims of depositor's or any other unsubordinated payment obligations"
36	Non-compliant transitioned features	NO
37	If yes, specify non-compliant features	N/A

BACK

Frequency : Quarterly
Location : Quarterly Financial

TABLE 2: CAPITAL STRUCTURE - JUNE 2013

Main features template of regulatory capital instruments - (Table 2(e)) - 2

1	Issuer	Saudi Hollandi Bank
2	Unique identifier (eg CUSPIN, ISIN or Bloomberg identifier for private placement)	SA12GHIOGA31
3	Governing law(s) of the instrument	Public Offer under CMA regulations
	Regulatory treatment	
4	Transitional Basel III rules	NO
5	Post-transitional Basel III rules	N/A
6	Eligible at solo/lgroup/group&solo	GROUP
7	Instrument type	Mudaraba Sukuk
8	Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	Saudi Riyals 725 million
9	Par value of instrument	Saudi Riyals 100,000
10	Accounting classification	Subordinated debt
11	Original date of issuance	December 30, 2009
12	Perpetual or dated	Dated
13	Original maturity date	December 31, 2019
14	Issuer call subject to prior supervisory approval	December 30, 2014
15	Option call date, contingent call dates and redemption amount	December 30, 2014
16	Subsequent call dates if applicable	December 31, 2015 December 31, 2016 December 31, 2017 December 31, 2018
	Coupons / dividends	
17	Fixed or Floating dividend/coupon	Floating
18	Coupon rate and any related index	6 months SIBOR Plus 190 basis points
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	Step-up Margin (year 6 onwards).
22	Non cumulative or cumulative	N/A
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	NO
31	If write-down, write-down trigger (s)	N/A
32	If write-down, full or partial	N/A
33	If write-down, permanent or temporary	N/A
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)	Junior in right of payments to "claims of depositor's or any other unsubordinated payment obligations"
36	Non-compliant transitioned features	NO
37	If yes, specify non-compliant features	N/A

BACK

Frequency : Quarterly
Location : Quarterly Financial

TABLE 2: CAPITAL STRUCTURE - JUNE 2013

Main features template of regulatory capital instruments - (Table 2(e)) - 3

1	Issuer	Saudi Hollandi Bank
2	Unique identifier (eg CUSPIN, ISIN or Bloomberg identifier for private placement)	SA135VKOGAJ2
3	Governing law(s) of the instrument	Private Placement under CMA regulations
	Regulatory treatment	
4	Transitional Basel III rules	Yes
5	Post-transitional Basel III rules	N/A
6	Eligible at solo/lgroup/group&solo	GROUP
7	Instrument type	Mudaraba Sukuk
8	Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	Saudi Riyals 1,400 million
9	Par value of instrument	Saudi Riyals 1 million
10	Accounting classification	Subordinated debt
11	Original date of issuance	November 26, 2012
12	Perpetual or dated	Dated
13	Original maturity date	November 31, 2019
14	Issuer call subject to prior supervisory approval	November 26, 2017
15	Option call date, contingent call dates and redemption amount	November 26, 2017
16	Subsequent call dates if applicable	NIL
	Coupons / dividends	
17	Fixed or Floating dividend/coupon	Floating
18	Coupon rate and any related index	6 months SIBOR Plus 115 basis points
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	N/A
22	Non cumulative or cumulative	N/A
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	NO
31	If write-down, write-down trigger (s)	N/A
32	If write-down, full or partial	N/A
33	If write-down, permanent or temporary	N/A
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)	Junior in right of payments to "claims of depositor's or any other unsubordinated payment obligations"
36	Non-compliant transitioned features	NO
37	If yes, specify non-compliant features	N/A

Frequency : SA
Location : W

TABLE 3: CAPITAL ADEQUACY - JUNE 2013

Amount of Exposures Subject To Standardized Approach of Credit Risk and related Capital Requirements (TABLE 3, (b))

Portfolios	Amount of exposures	Capital requirements
Sovereigns and central banks:	**17,652,716**	**425**
SAMA and Saudi Government	16,978,223	-
Others	674,493	425
Multilateral Development Banks (MDBs)	135,964	-
Public Sector Entities (PSEs)	-	-
Banks and securities firms	5,058,199	167,198
Corporates	57,566,854	4,556,640
Retail non-mortgages	**5,836,106**	**361,325**
Small Business Facilities Enterprises (SBFE's)	*970,062*	*69,363*
Mortgages	**2,686,920**	**214,954**
Residential	2,686,920	214,954
Commercial	-	-
Securitized assets	-	-
Equity	285,904	25,079
Others	1,965,617	130,395
Total	**91,188,280**	**5,456,016**

	Frequency : SA Location : W

TABLE 3: CAPITAL ADEQUACY - JUNE 2013

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

	Interest rate risk	Equity position risk	Foreign exchange risk	Commodity risk	Total
Standardised approach	13,600	-	17,273	-	30,873
Internal models approach					

Frequency: SA
Location : W

TABLE 3: CAPITAL ADEQUACY - JUNE 2013

Capital Requirements for Operational Risk (Table 3, (e))

Particulars	Capital requirement
• Basic indicator approach;	
• Standardized approach;	288,226
• Alternate standardized approach;	
• Advanced measurement approach (AMA).	
Total	**288,226**

	Frequency : Quarterly Location : Quarterly Statement

TABLE 3: CAPITAL ADEQUACY - JUNE 2013

Capital Adequacy Ratios (TABLE 3, (f))		
Particulars	**Total capital ratio**	**Tier 1 capital ratio**
	%	
Top consolidated level	16.4%	11.8%
Bank significant stand alone subsidiary 1		
Bank significant stand alone subsidiary 2		
Bank significant stand alone subsidiary 3		
Bank significant stand alone subsidiary n		

Frequency : SA
Location : W

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2013

Credit Risk Exposure (Table 4, (b))		
Portfolios	**Total gross credit risk exposure**	**Average gross credit risk exposure over the period**
Sovereigns and central banks:	17,652,716	17,624,920
SAMA and Saudi Government	*16,978,223*	*16,945,103*
Others	*674,493*	*679,817*
Multilateral Development Banks (MDBs)	135,964	135,539
Public Sector Entities (PSEs)	-	-
Banks and securities firms	5,058,199	4,672,151
Corporates	57,566,854	52,532,908
Retail non-mortgages	5,836,106	5,794,812
Small Business Facilities Enterprises (SBFE's)	*970,062*	*493,049*
Mortgages	2,686,920	1,706,367
Residential	2,686,920	1,706,367
Commercial	-	-
Securitized assets	-	-
Equity	285,904	101,666
Others	1,965,617	2,048,663
Total	**91,188,280**	**84,617,025**

Frequency : SA
Location : W

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2013

Geographic Breakdown (Table 4, (c))

Portfolios	Geographic area						
	Saudi Arabia	Other GCC & Middle East	Europe	North America	South East Asia	Others countries	Total
Sovereigns and central banks:	16,978,223	674,493	-	-	-	-	17,652,716
SAMA and Saudi Government	16,978,223	-	-	-	-	-	16,978,223
Others	-	674,493	-	-	-	-	674,493
Multilateral Development Banks (MDBs)	-	-	135,964	-	-	-	135,964
Public Sector Entities (PSEs)	-	-	-	-	-	-	-
Banks and securities firms	2,259,203	694,162	1,311,200	240,618	-	553,015	5,058,199
Corporates	56,596,101	904,448	42,091	2,872	-	21,342	57,566,854
Retail non-mortgages	5,836,106	-	-	-	-	-	5,836,106
Small Business Facilities Enterprises (SBFE's)	*970,062*	-	-	-	-	-	*970,062*
Mortgages	2,686,920	-	-	-	-	-	2,686,920
Residential	*2,686,920*	-	-	-	-	-	2,686,920
Commercial	-	-	-	-	-	-	-
Securitized assets	-	-	-	-	-	-	-
Equity	285,904	-	-	-	-	-	285,904
Others	1,965,617	-	-	-	-	-	1,965,617
Total	**86,608,074**	**2,273,103**	**1,489,255**	**243,490**	**-**	**574,357**	**91,188,280**

Frequency : SA
Location : W

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2013

Industry Sector Breakdown (Table 4, (d))

Portfolios	Industry sector												
	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:	17,652,716	-	-	-	-	-	-	-	-	-	-	-	17,652,716
SAMA and Saudi Government	16,978,223	-	-	-	-	-	-	-	-	-	-	-	16,978,223
Others	674,493	-	-	-	-	-	-	-	-	-	-	-	674,493
Multilateral Development Banks (MDBs)	-	135,964	-	-	-	-	-	-	-	-	-	-	135,964
Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-	-	-	-	-	-
Banks and securities firms	-	5,058,199	-	-	-	-	-	-	-	-	-	-	5,058,199
Corporates	1,130,093	2,422,791	700,651	12,039,171	255,747	2,885,306	13,339,501	14,950,802	995,810	5,307,808	-	3,539,174	57,566,854
Retail non-mortgages	-	-	-	-	-	-	-	-	-	-	5,836,106	-	5,836,106
Small Business Facilities Enterprises (SBFE's)	-	-	-	-	-	-	-	-	-	-	970,062	-	970,062
Mortgages	-	-	-	-	-	-	-	-	-	-	2,686,920	-	2,686,920
Residential	-	-	-	-	-	-	-	-	-	-	2,686,920	-	2,686,920
Commercial	-	-	-	-	-	-	-	-	-	-	-	-	-
Securitized assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Equity	-	-	-	-	-	-	-	-	-	-	-	285,904	285,904
Others	-	-	-	-	-	-	-	-	-	-	-	1,965,617	1,965,617
Total	**18,782,809**	**7,616,954**	**700,651**	**12,039,171**	**255,747**	**2,885,306**	**13,339,501**	**14,950,802**	**995,810**	**5,307,808**	**8,523,027**	**5,790,695**	**91,188,280**

Frequency : SA
Location : W

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2013

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:	5,302,477	1,103,242	295,718	4,299,378	5,878,944	136,940	69,837	566,180	17,652,716
SAMA and Saudi Government	5,302,477	1,103,242	258,207	4,299,378	5,461,986	70,600	32,333	450,000	16,978,223
Others	-	-	37,511	-	416,958	66,340	37,504	116,180	674,493
Multilateral Development Banks (MDBs)	-	-	-	-	-	135,964	-	-	135,964
Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-	-
Banks and securities firms	1,351,820	442,023	898,186	200,037	629,562	956,498	339,562	240,513	5,058,199
Corporates	5,212,636	7,290,313	7,704,383	7,369,917	5,374,851	8,980,863	8,556,060	7,077,831	57,566,854
Retail non-mortgages	1,056,987	34,312	190,665	71,929	109,491	1,056,723	3,190,029	125,970	5,836,106
Small Business Facilities Enterprises (SBFE's)	152,733	32,800	104,431	53,235	85,853	302,896	228,306	9,809	970,062
Mortgages	-	-	-	-	-	1,804	15,602	2,669,514	2,686,920
Residential	-	-	-	-	-	1,804	15,602	2,669,514	2,686,920
Commercial	-	-	-	-	-	-	-	-	-
Securitized assets	-	-	-	-	-	-	-	-	-
Equity	285,904	-	-	-	-	-	-	-	285,904
Others	907,307	-	-	-	-	-	-	1,058,309	1,965,617
Total	**14,117,131**	**8,869,889**	**9,088,951**	**11,941,261**	**11,992,848**	**11,268,793**	**12,171,090**	**11,738,317**	**91,188,280**

	Frequency : SA
	Location : W

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2013

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	Balance at the beginning of the period	Charges (net of recoveries) during the period	Charge-offs during the period	Balance at the end of the period	
Government and quasi government	-	-	-	-	-	-	-	-	-	-	-
Banks and other financial institutions	-	-	-	-	-	-	-	-	-	-	-
Agriculture and fishing	21,481	-	-	-	-	-	21,488	125	-	21,613	-
Manufacturing	64,799	491	-	491	0	-	72,228	15,116	-	87,344	-
Mining and quarrying	-	-	-	-	-	-	-	-	-	-	-
Electricity, water, gas and health services	-	-	-	-	-	-	8,300	56	-	8,356	-
Building and construction	222,634	13,197	-	11,635	1,562	-	129,487	8,856	-	138,343	-
Commerce	326,993	7,007	-	7,007	-	-	369,069	(31,501)	(10,000)	327,568	-
Transportation and communication	-	-	-	-	-	-	-	7,978	-	7,978	-
Services	16,081	-	-	-	-	-	7,787	37,838	-	45,625	-
Consumer loans and credit cards	34,347	26,134	26,134	-	-	-	54,280	17,682	(17,682)	54,280	40,230
Others	59,965	3,529	-	3,529	-	-	64,910	(4,508)	-	60,402	405,968
Total	**746,301**	**50,359**	**26,134**	**22,662**	**1,562**	**-**	**727,549**	**51,642**	**(27,682)**	**751,509**	**446,198**

Frequency : SA
Location : W

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2013

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	746,301	26,134	22,662	1,562	-	751,509	446,198
Other GCC & Middle East	-	-	-	-	-	-	-
Europe	-	-	-	-	-	-	-
North America	-	-	-	-	-	-	-
South East Asia	-	-	-	-	-	-	-
Others countries	-	-	-	-	-	-	-
Total	**746,301**	**26,134**	**22,662**	**1,562**	**-**	**751,509**	**446,198**

Frequency : SA Location : W

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2013

Reconciliation Of Changes In The Allowances For Loan Impairment (Table 4, (h))

Particulars	Specific allowances	General allowances
Balance, beginning of the year	727,549	376,000
Charge-offs taken against the allowances during the period	(27,682)	-
Amounts set aside (or reversed) during the period	81,840	40,000
Other adjustments:		
- exchange rate differences		
- business combinations		
- acquisitions and disposals of subsidiaries		
- etc.		
Transfers between allowances	(30,198)	30,198
Balance, end of the year	751,509	446,198

Frequency : SA
Location : W

TABLE 5 (STA): CREDIT RISK: DISCLOSURES FOR PORTFOLIOS SUBJECT TO THE STANDARDIZED APPROACH - JUNE 2013											
Allocation Of Exposures To Risk Buckets (Table 5, (b))											
Particulars	Risk buckets										Deducted
	0%	20%	35%	50%	75%	100%	150%	Other risk weights	Unrated	TOTAL	
Sovereigns and central banks:	17,626,146	26,570	-	-	-	-	-			**17,652,716**	
SAMA and Saudi Government	16,978,223	-	-	-	-	-	-			**16,978,223**	
Others	647,923	26,570	-	-	-	-	-			**674,493**	
Multilateral Development Banks (MDBs)	135,964	-	-	-	-	-	-			**135,964**	
Public Sector Entities (PSEs)	-	-	-	-	-	-	-			**-**	
Banks and securities firms	-	2,069,522	-	2,625,186	-	363,492	-	-	-	**5,058,199**	
Corporates	-	515,962	-	577,300	-	56,421,805	51,787	-	-	**57,566,854**	
Retail non-mortgages	-	-	-	-	5,278,150	557,956	-			**5,836,106**	
Small Business Facilities Enterprises (SBFE's)	-	-	-	-	*412,106*	*557,956*	-			*970,062*	
Mortgages	-	-	-	-	-	2,686,920	-	-	-	**2,686,920**	
Residential	-	-	-	-	-	2,686,920	-			*2,686,920*	
Commercial	-	-	-	-	-	-	-			**-**	
Securitized assets	-	-	-	-	-	-	-			**-**	
Equity	-	-	-	-	-	267,521	-	18,383		**285,904**	
Others	361,568	-	-	-	-	1,604,049	-	-		**1,965,617**	
TOTAL	**18,123,678**	**2,612,054**	**-**	**3,202,486**	**5,278,150**	**61,901,743**	**51,787**	**18,383**	**-**	**91,188,280**	

Frequency : SA
Location : W

TABLE 7 (STA): CREDIT RISK MITIGATION (CRM): DISCLOSURES FOR STANDARDIZED APPROACH - JUNE 2013

Credit Risk Exposure Covered By CRM (Table 7, (b) and (c))		
Portfolios	**Covered by**	
	Eligible financial collateral *	**Guarantees / credit derivatives ***
Sovereigns and central banks:	-	-
SAMA and Saudi Government	-	-
Others	-	-
Multilateral Development Banks (MDBs)	-	-
Public Sector Entities (PSEs)	-	-
Banks and securities firms	-	-
Corporates	534,118	-
Retail non-mortgages	-	-
Small Business Facilities Enterprises (SBFE's)	-	-
Mortgages	-	-
Residential	-	-
Commercial	-	-
Securitized assets	-	-
Equity	-	-
Others	-	-
Total	**534,118**	**-**

Frequency : SA
Location : W

TABLE 9 (STA): SECURITIZATION: DISCLOSURES FOR STA APPROACH - JUNE 2013
SHB has not done any Securitization transactions, hence the disclosures related to Securitization are not applicable to SHB

Frequency : SA
Location : W

TABLE 10: MARKET RISK: DISCLOSURES FOR BANKS USING THE STANDARDIZED APPROACH - JUNE 2013

Level Of Market Risks In Terms Of Capital Requirements (Table 10, (b))

	Interest rate risk	Equity position risk	Foreign exchange risk	Commodity risk	Total
Capital requirements	13,601	-	17,273	-	30,874

Frequency : SA
Location : W

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - JUNE 2013

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	4,188	4,188	281,716	281,716	-

Frequency : SA Location : W

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - JUNE 2013

Types And Nature of Investments (Table 13, (c))

Investments	Publicly traded	Privately held
Government and quasi government	-	-
Banks and other financial institutions	281,716	1,250
Agriculture and fishing	-	-
Manufacturing	-	-
Mining and quarrying	-	-
Electricity, water, gas and health services	-	-
Building and construction	-	-
Commerce	-	-
Transportation and communication	-	-
Services	-	2,938
Others	-	-
Total	**281,716**	**4,188**

	Frequency : SA Location : W

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - JUNE 2013

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)	(11,814)
Total latent revaluation gains (losses)*	-
Unrealized gains (losses) included in Capital	(11,814)
Latent revaluation gains (losses) included in Capital*	-

*Not applicable to KSA to date

Frequency : SA
Location : W

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - JUNE 2013

Capital Requirements (Table 13, (f))	
Equity grouping	**Capital requirements**
Government and quasi government	
Banks and other financial institutions	24,844
Agriculture and fishing	
Manufacturing	-
Mining and quarrying	
Electricity, water, gas and health services	
Building and construction	
Commerce	
Transportation and communication	
Services	235
Others	
Total	**25,079**

Frequency : SA
Location : W

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - JUNE 2013

Equity Investments Subject To Supervisory Transition Or Grandfathering Provisions (Table 13, (f))

Equity grouping	Aggregate amount
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	-
Others	-
Total	-

Frequency : SA
Location : W

TABLE 14: INTEREST RATE RISK IN THE BANKING BOOK (IRRBB) - JUNE 2013

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	260,546
USD	(15,500)
Downward rate shocks:	
SAR	(260,546)
USD	15,500