

BASEL III – Quantitative Disclosures

PILLAR 3 - TABLES (June 2016)

Table No.	Description
Table 1, (e)	SCOPE OF APPLICATION (Capital Deficiencies)
Table 2, (b)	CAPITAL STRUCTURE (Balance sheet - Step 1)
Table 2, (c)	CAPITAL STRUCTURE (Balance sheet - Step 2)
Table 2, (d) i&ii	CAPITAL STRUCTURE Common template (transition) - Step 3
Table 2, (e)	CAPITAL STRUCTURE Main features template of regulatory capital instruments
TABLE 3, (b)	CAPITAL ADEQUACY (Amount of Exposures – Subject to Standardized Approach of Credit Risk and Related Capital Requirements)
Table 3' (d)	CAPITAL ADEQUACY (Capital Requirements for Market Risk)
Table 3, (e)	CAPITAL ADEQUACY (Capital Requirements for Operational Risk)
Table 4, (b)	CREDIT RISK: GENERAL DISCLOSURES (Credit Risk Exposure)
Table 4, (c)	CREDIT RISK: GENERAL DISCLOSURES (Geographic Breakdown)
Table 4, (d)	CREDIT RISK: GENERAL DISCLOSURES (Industry Sector Breakdown)
Table 4, (e)	CREDIT RISK: GENERAL DISCLOSURES (Residual Contractual Maturity Breakdown)
Table 4, (f)	CREDIT RISK: GENERAL DISCLOSURES (Impaired Loans, Past Due Loans & Allowances - Industry)
Table 4, (g)	CREDIT RISK: GENERAL DISCLOSURES (Impaired Loans, Past Due Loans & Allowances - Geography)
Table 4, (h)	CREDIT RISK: GENERAL DISCLOSURES (Reconciliation of Changes in Allowance for Loan Impairment)
Table 5,(b)	CREDIT RISK: DISCLOSURES FOR PORTFOLIOS (Allocation of Exposures to Risk Buckets)
Table 7, (b) and (c)	CREDIT RISK MITIGATION (CRM): DISCLOSURES FOR STANDARDISED APPROACH (Credit Risk Exposure Covered by CRM)
Table 8, (b) and (d)	GENERAL DISCLOSURES FOR EXPOSURES RELATED TO COUNTERPARTY CREDIT RISK (CCR)
Table 9	SECURITIZATION DISCLOSURES
Table 10, (b)	MARKET RISK: DISCLOSURES FOR BANKS USING THE STANDARDISED APPROACH (Level of Market Risks in Terms of Capital Requirements)
Table 13, (b)	EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS (Value of Investments)
Table 13, (c)	EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS (Types and Nature of Investments)
Table 13, (d) and (e)	EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS (Gains / Losses etc)
Table 13, (f)	EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS (Capital Requirements)
Table 14, (b)	INTEREST RATE RISK IN THE BANKING BOOK

TABLE 1: SCOPE OF APPLICATION - June 2016

Capital Deficiencies (Table 1, (e))

Particulars	Amount SAR '000'
The aggregate amount of capital deficiencies in subsidiaries not included in the consolidation i.e. that are deducted:	Nil
1. Subsidiary 1	
2. Subsidiary 2	
3. Subsidiary n	

TABLE 2: CAPITAL STRUCTURE - June 30, 2016

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	17,460,314	0	17,460,314
Due from banks and other financial institutions	8,905,684	0	8,905,684
Investments, net	42,787,389	0	42,787,389
Loans and advances, net	154,666,879	0	154,666,879
Debt securities	0	0	0
Trading assets	0	0	0
Investment in associates	537,090	0	537,090
Derivatives	0	0	0
Goodwill	0	0	0
Other intangible assets	0	0	0
Property and equipment, net	1,950,283	0	1,950,283
Other assets	1,468,049	0	1,468,049
Total assets	227,775,688	0	227,775,688
Liabilities			
Due to Banks and other financial institutions	11,263,964	0	11,263,964
Items in the course of collection due to other banks	0	0	0
Customer deposits	164,043,257	0	164,043,257
Trading liabilities	0	0	0
Debt securities in issue	8,017,466	0	8,017,466
Derivatives	0	0	0
Retirement benefit liabilities	0	0	0
Taxation liabilities	0	0	0
Accruals and deferred income	0	0	0
Borrowings	0	0	0
Other liabilities	6,653,321	0	6,653,321
Subtotal	189,978,008	0	189,978,008
Paid up share capital	30,000,000	0	30,000,000
Statutory reserves	2,100,471	0	2,100,471
Other reserves	530,339	0	530,339
Retained earnings	5,166,870	0	5,166,870
Minority Interest	0	0	0
Proposed dividends	0	0	0
Total liabilities and equity	227,775,688	0	227,775,688

TABLE 2: CAPITAL STRUCTURE - June 30, 2016

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	17,460,314	0	17,460,314	
Due from banks and other financial institutions	8,905,684	0	8,905,684	
Investments, net	42,787,389	0	42,787,389	
Loans and advances, net	154,666,879	0	154,666,879	
of which Collective provisions	1,072,349	0	1,072,349	A
Debt securities	0	0	0	
Equity shares	0	0	0	
Investment in associates	537,090	0	537,090	
Derivatives	0	0	0	
Goodwill	0	0	0	
Other intangible assets	0	0	0	
Property and equipment, net	1,950,283	0	1,950,283	
Other assets	1,468,049	0	1,468,049	
Total assets	227,775,688	0	227,775,688	
Liabilities				
Due to Banks and other financial institutions	11,263,964	0	11,263,964	
Items in the course of collection due to other banks	0	0	0	
Customer deposits	164,043,257	0	164,043,257	
Trading liabilities	0	0	0	
Debt securities in issue	8,017,466	0	8,017,466	
of which Tier 2 capital instruments	4,000,000	0	4,000,000	B
Derivatives	0	0	0	
Retirement benefit liabilities	0	0	0	
Taxation liabilities	0	0	0	
Accruals and deferred income	0	0	0	
Borrowings	0	0	0	
Other liabilities	6,653,321	0	6,653,321	
Subtotal	189,978,008	0	189,978,008	
Paid up share capital	30,000,000	0	30,000,000	
of which amount eligible for CET1	30,000,000	0	30,000,000	
of which amount eligible for AT1	0	0	0	H I
Statutory reserves	2,100,471	0	2,100,471	
Other reserves	530,339	0	530,339	
Retained earnings	5,166,870	0	5,166,870	
Minority Interest	0	0	0	
Proposed dividends	0	0	0	
Total liabilities and equity	227,775,688	0	227,775,688	

TABLE 2: CAPITAL STRUCTURE - June 30, 2016

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

Source based on reference numbers / letters of the balance sheet under the regulatory scope of consolidation from step 2

	Components ¹ of regulatory capital reported by the bank	Amounts ¹ subject to Pre - Basel III treatment	
(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	30,000,000	H
2	Retained earnings	5,166,870	
3	Accumulated other comprehensive income (and other reserves)	2,630,810	
4	Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies)		
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)		
6	Common Equity Tier 1 capital before regulatory adjustments	37,797,680	
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		
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	-	
29	Common Equity Tier 1 capital (CET1)	37,797,680	
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)		
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)	37,797,680	

¹For detailed explanation of rows (1-85), please refer to SAMA circular # BCS 23295 dated 23 July 2012 entitled "Composition of Capital Disclosure Requirements issued by the BCBS in December 2012.

⁽²⁾ All rows related to IRB Approach are only valid, if SAMA has provided its Regulatory Approval to use IRB Approaches

Note: Items which are not applicable are to be left blank.

TABLE 2: CAPITAL STRUCTURE - June 30, 2016

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

Source based on reference numbers / letters of the balance sheet under the regulatory scope of consolidation from step 2

	Components ¹ of regulatory capital reported by the bank	Amounts ¹ subject to Pre - Basel III treatment
Tier 2 capital: instruments and provisions		
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	4,000,000
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	1,072,349
51	Tier 2 capital before regulatory adjustments	5,072,349
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)	
56	National specific regulatory adjustments	
REGULATORY ADJUSTMENTS APPLIED TO TIER 2 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT		
OF WHICH: (INSERT NAME OF ADJUSTMENT)		
OF WHICH:		
57	Total regulatory adjustments to Tier 2 capital	-
58	Tier 2 capital (T2)	5,072,349
59	Total capital (TC = T1 + T2)	42,870,029
RISK WEIGHTED ASSETS IN REPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT		
OF WHICH: [Add: CVA Charge]		
OF WHICH: [Add: Impact of treating Investment in the capital of banking, financial and insurance entities where holding is more than 10% of the issued common share capital of the entity - as part of banking book @ 250% risk weight]		
60	Total risk weighted assets	233,002,264
Capital ratios		
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	16.2%
62	Tier 1 (as a percentage of risk weighted assets)	16.2%
63	Total capital (as a percentage of risk weighted assets)	18.4%
64	Institution specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB/D-SIB buffer requirement expressed as a percentage of risk weighted assets)	5.655%
65	of which: capital conservation buffer requirement	0.625%
66	of which: bank specific countercyclical buffer requirement ³	0.030%
67	of which: G-SIB/D-SIB buffer requirement	0.5%
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	
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	562,660
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)	1,072,349
77	Cap on inclusion of provisions in Tier 2 under standardised approach	2,717,374
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 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)	

¹For detailed explanation of rows (1-85), please refer to SAMA circular # BCS 23295 dated 23 July 2012 entitled "Composition of Capital Disclosure Requirements issued by the BCBS in December 2012.

² All rows related to IRB Approach are only valid, if SAMA has provided its Regulatory Approval to use IRB Approaches

³ Countercyclical buffer is calculated as per SAMA guidelines. The percentage set aside, as of June 30, 2016, for countercyclical buffer is 0.03% having the following geographical breakdown:

Other GCC & Middle East 0.022%, South East Asia 0.003%, North America 0.001% and Others 0.004%.

Note: Items which are not applicable are to be left blank.

TABLE 2: CAPITAL STRUCTURE - June 30, 2016

Main features template of regulatory capital instruments - (Table 2(e))	
1 Issuer	Riyad Bank
2 Unique identifier (eg CUSPIN, ISIN or Bloomberg identifier for private placement)	RIBL: AB
3 Governing law(s) of the instrument	Capital Market Law*
Regulatory treatment	
4 Transitional Basel III rules	Not applicable
5 Post-transitional Basel III rules	Not applicable
6 Eligible at solo/group/group&solo	Solo
7 Instrument type	Common share
8 Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	SAR 30,000
9 Par value of instrument	SAR 10
10 Accounting classification	Shareholder equity
11 Original date of issuance	1957
12 Perpetual or dated	Perpetual
13 Original maturity date	No maturity
14 Issuer call subject to prior supervisory approval	Not applicable
15 Option call date, contingent call dates and redemption amount	Not applicable
16 Subsequent call dates if applicable	Not applicable
Coupons / dividends	
17 Fixed or Floating dividend/coupon	Not applicable
18 Coupon rate and any related index	Not applicable
19 Existence of a dividend stopper	Not applicable
20 Fully discretionary, partially discretionary or mandatory	Not applicable
21 Existence of step up or other incentive to redeem	Not applicable
22 Non cumulative or cumulative	Not applicable
23 Convertible or non-convertible	Not applicable
24 If convertible, conversion trigger (s)	Not applicable
25 If convertible, fully or partially	Not applicable
26 If convertible, conversion rate	Not applicable
27 If convertible, mandatory or optional conversion	Not applicable
28 If convertible, specify instrument type convertible into	Not applicable
29 If convertible, specify issuer of instrument it converts into	Not applicable
30 Write-down feature	
31 If write-down, write-down trigger (s)	Not applicable
32 If write-down, full or partial	Not applicable
33 If write-down, permanent or temporary	Not applicable
34 If temporary writedown, description of the write-up mechanism	Not applicable
35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Not applicable
36 Non-compliant transitioned features	Not applicable
37 If yes, specify non-compliant features	Not applicable

* Issued by Capital Market Authority (CMA) in Saudi Arabia

Note:

Further explanation of rows (1-37) as given above are provided in SAMA circular # BCS 23295 dated 23 July 2012 entitled "Composition of Capital Disclosure Requirements issued by the BCBS in December 2012.

TABLE 2 - CAPITAL STRUCTURE

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

1 Issuer	Riyad Bank
2 Unique identifier (eg CUSPIN, ISIN or Bloomberg identifier for private placement)	RIBL: AB
3 Governing law(s) of the instrument	The instrument is governed by the laws of the Kingdom of Saudi Arabia
Regulatory treatment	
4 Transitional Basel III rules	Tier 2
5 Post-transitional Basel III rules	Eligible
6 Eligible at solo/group/group&solo	Solo
7 Instrument type	Sub-ordinated sukuk
8 Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	SAR 4,000 million
9 Par value of instrument	SAR 4,000 million
10 Accounting classification	Liability at amortised cost
11 Original date of issuance	June 24,2015
12 Perpetual or dated	Dated
13 Original maturity date	June 24,2025
14 Issuer call subject to prior supervisory approval	Issuer call at the [5th] anniversary of the Issue Date, subject to prior written approval from the regulator, if then required.
15 Option call date, contingent call dates and redemption amount	The Sukuk may be redeemed prior to the scheduled dissolution date due to: (i) regulatory capital reasons, (ii) tax reasons, or (iii) at the option of the Issuer on the Periodic Distribution Date that falls on the [5th] anniversary of the Issue Date, in each case, as set out in the terms and conditions of the Sukuk
16 Subsequent call dates if applicable	As above
Coupons / dividends	
17 Fixed or Floating dividend/coupon	Floating
18 Coupon rate and any related index	6-month SAIBOR plus 115 basis point
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	No
22 Non cumulative or cumulative	Non cumulative
23 Convertible or non-convertible	Non convertible
24 If convertible, conversion trigger (s)	Not applicable
25 If convertible, fully or partially	Not applicable
26 If convertible, conversion rate	Not applicable
27 If convertible, mandatory or optional conversion	Not applicable
28 If convertible, specify instrument type convertible into	Not applicable
29 If convertible, specify issuer of instrument it converts into	Not applicable
30 Write-down feature	Yes
31 If write-down, write-down trigger (s)	Terms of issuance provide the legal basis for the regulator to trigger write down
32 If write-down, full or partial	Can be full or partial
33 If write-down, permanent or temporary	Permanent
34 If temporary writedown, description of the write-up mechanism	NA
35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Sub-ordinated. Senior Bond holders are immediately senior to this instrument
36 Non-compliant transitioned features	NA
37 If yes, specify non-compliant features	Na

Note:

Further explanation of rows (1-37) as given above are provided in SAMA circular # BCS 23295 dated 23 July 2012 entitled "Composition of Capital Disclosure Requirements issued by the BCBS in December 2012.

TABLE 3: CAPITAL ADEQUACY - June 2016

Amount of Exposures Subject To Standardized Approach of Credit Risk and Related Capital Requirements (TABLE 3, (b)) SAR '000'

Portfolios	Amount Of Exposures	Capital Requirements
Sovereigns and central banks:	34,925,981	25,128
- SAMA and Saudi Government	31,627,587	-
- Others	3,298,394	25,128
Multilateral Development Banks (MDBs)	-	-
Public Sector Entities (PSEs)	-	-
Banks and securities firms	18,819,050	593,109
Corporates	119,667,566	9,503,432
Retail non-mortgages	20,355,514	1,226,552
Small Business Facilities Enterprises (SBFEs)	213,684	11,502
Mortgages	15,823,442	1,265,875
- Residential	15,823,442	1,265,875
Securitized assets	84,736	2,777
Equity	1,765,405	208,752
Others	17,297,233	895,281
Total	228,952,611	13,732,408

Note : 'Amount of exposures' are on-balance sheet and on gross basis.

TABLE 3: CAPITAL ADEQUACY - June 2016

Capital Requirements For Market Risk (Table 3, (d)) SAR '000'					
	Interest Rate Risk	Equity Position Risk	Foreign Exchange Risk	Commodity Risk	Total
Standardised approach	12,395	-	128,600	-	140,995

TABLE 3: CAPITAL ADEQUACY - June 2016

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

Particulars	Capital Requirement SAR '000'
Standardised approach	1,107,993
Total	1,107,993

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - June 2016

Credit Risk Exposure (Table 4, (b)) SAR '000'		
Portfolios	Total Gross Credit Risk Exposure	Average Gross Credit Risk Exposure Over the Period
Sovereigns and central banks:	34,955,968	38,072,041
– SAMA and Saudi Government	31,627,784	34,157,550
– Others	3,328,184	3,914,491
Multilateral Development Banks (MDBs)	-	-
Public Sector Entities (PSEs)	-	-
Banks and securities firms	34,127,554	34,221,122
Corporates	159,589,501	157,257,814
Retail non-mortgages	20,442,836	20,909,748
Small Business Facilities Enterprises (SBFEs)	814,815	850,721
Mortgages	15,823,442	15,721,505
– Residential	15,823,442	15,721,505
Securitized assets	84,736	82,069
Equity	1,765,405	1,795,188
Others	16,442,522	15,253,397
Total	284,046,779	284,163,605

Notes:

1. 'Total gross credit risk exposure' equals on-balance sheet, off-balance sheet after application of credit conversion factor, and derivatives at their credit equivalent values.
2. 'Average gross credit risk exposure over the period' represents average of current and previous 2 Basel III Regulatory Reports

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - June 2016
Geographic Breakdown (Table 4, (c)) SAR '000'
Geographic Area

Portfolios	Saudi Arabia	Other GCC & Middle East	Europe	North America	South East Asia	Other Countries	Total
Sovereigns and central banks:	31,627,784	215,226	604,582	2,067,469	303,977	136,930	34,955,968
- SAMA and Saudi Government	31,627,784	-	-	-	-	-	31,627,784
- Others	-	215,226	604,582	2,067,469	303,977	136,930	3,328,184
Multilateral Development Banks (MDBs)	-	-	-	-	-	-	-
Public Sector Entities (PSEs)	-	-	-	-	-	-	-
Banks and securities firms	9,969,592	2,471,317	7,703,383	7,609,713	3,050,774	3,322,775	34,127,554
Corporates	144,669,341	1,394,876	6,294,707	5,945,021	331,332	954,224	159,589,501
Retail non-mortgages	20,442,836	-	-	-	-	-	20,442,836
Small Business Facilities Enterprises (SBFEs)	814,368	-	-	-	-	447	814,815
Mortgages	15,823,442	-	-	-	-	-	15,823,442
- Residential	15,823,442	-	-	-	-	-	15,823,442
Securitized assets	-	-	11,505	73,231	-	-	84,736
Equity	1,480,207	144,342	-	140,856	-	-	1,765,405
Others	15,593,440	-	362,261	486,821	-	-	16,442,522
Total	240,421,010	4,225,761	14,976,438	16,323,111	3,686,083	4,414,376	284,046,779

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - June 2016
Industry Sector Breakdown (Table 4, (d)) SAR '000'

Portfolios	Industry Sector												Total	
	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 Communications	Services	Consumer Loans and Credit Cards	Others		
Sovereigns and central banks:	34,955,968	-	-	-	-	-	-	-	-	-	-	-	-	34,955,968
- SAMA and Saudi Government	31,627,784	-	-	-	-	-	-	-	-	-	-	-	-	31,627,784
- Others	3,328,184	-	-	-	-	-	-	-	-	-	-	-	-	3,328,184
Multilateral Development Banks (MDBs)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Banks and securities firms	-	34,127,554	-	-	-	-	-	-	-	-	-	-	-	34,127,554
Corporates	-	5,126,456	2,240,224	33,826,485	14,981,276	4,689,997	30,280,923	42,579,421	7,070,523	8,847,366	-	9,946,830	159,589,501	
Retail non mortgages	-	-	-	-	-	-	-	-	-	-	20,442,836	-	-	20,442,836
Small Business Facilities Enterprises (SBFEs)	-	-	8	52,129	849	7,309	206,520	199,911	4,776	341,610	-	1,703	814,815	
Mortgages	-	-	-	-	-	-	-	-	-	-	15,823,442	-	-	15,823,442
- Residential	-	-	-	-	-	-	-	-	-	-	15,823,442	-	-	15,823,442
Securitized assets	-	84,736	-	-	-	-	-	-	-	-	-	-	-	84,736
Equity	-	870,034	-	491,537	14,176	191,116	-	55,059	101,768	31,907	-	9,808	1,765,405	
Others	-	-	3,142	217,923	-	-	414,554	2,983,005	-	401,876	2,542,676	9,879,346	16,442,522	
Total	34,955,968	40,208,780	2,243,374	34,588,074	14,996,301	4,888,422	30,901,997	45,817,396	7,177,067	9,622,759	38,808,954	19,837,687	284,046,779	

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - June 2016

Residual Contractual Maturity Breakdown (Table 4, (e)) SAR '000'

Portfolios	Maturity Breakdown								Total
	Less than 8 days	8-29 days	30-89 days	90-179 days	180-359 days	1-3 years	3-5 years	Over 5 years	
Sovereigns and central banks:	4,050,948	1,002,186	2,341,872	2,099,898	4,032,113	628,568	4,430,640	16,369,743	34,955,968
- SAMA and Saudi Government	3,972,854	1,002,186	2,002,663	2,000,050	3,964,025	-	3,724,776	14,961,230	31,627,784
- Others	78,094	-	339,209	99,848	68,088	628,568	705,864	1,408,513	3,328,184
Multilateral Development Banks (MDBs)	-	-	-	-	-	-	-	-	-
Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-	-
Banks and securities firms	9,828,242	1,225,018	1,458,686	2,657,538	3,305,799	9,266,920	3,446,023	2,939,328	34,127,554
Corporates	14,606,662	11,192,791	20,480,318	27,109,494	17,958,160	22,767,106	16,205,351	29,269,619	159,589,501
Retail non-mortgages	45,340	5,893	20,513	72,260	293,045	5,218,756	14,287,034	499,995	20,442,836
Small Business Facilities Enterprises (SBFEs)	50,542	23,496	94,996	125,930	152,743	276,783	87,800	2,525	814,815
Mortgages	17	46	174	671	6,880	135,811	411,895	15,267,948	15,823,442
- Residential	17	46	174	671	6,880	135,811	411,895	15,267,948	15,823,442
Securitized assets	-	-	-	-	-	27,329	33,875	23,532	84,736
Equity	-	-	-	-	-	-	-	1,765,405	1,765,405
Others	7,768,482	19,046	276,970	548,379	660,947	826,673	1,936,407	4,405,618	16,442,522
Total	36,350,233	13,468,476	24,673,529	32,614,170	26,409,687	39,147,946	40,839,025	70,543,713	284,046,779

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - June 2016

Impaired Loans, Past Due Loans and Allowances (Table 4, (f)) SAR '000'

Industry Sector	Impaired Loans	Defaulted	Aging of Past Due Loans (days)				Charges during the period	Charge-offs during the period	Balance at the end of the period	General Allowances
			31-90	91-180	181-360	Over 360				
Government and quasi government	-	-	-	-	-	-	-	-	-	-
Banks and other financial institutions	-	-	-	-	-	-	-	-	-	-
Agriculture and fishing	-	-	223,609	-	-	-	-	-	-	-
Manufacturing	111,274	196,198	321,558	196,198	-	-	27,158	-	104,307	-
Mining and quarrying	-	-	-	-	-	-	-	-	-	-
Electricity, water, gas and health services	-	-	-	-	-	-	-	-	-	-
Building and construction	536,396	51,921	923,912	49,922	1,999	-	149,480	(60)	439,905	-
Commerce	594,825	274,146	130,587	79,756	194,390	-	24,857	-	447,449	-
Transportation and communication	-	-	-	-	-	-	(6,953)	-	-	-
Services	6,993	2,405	-	2,405	-	-	4,595	-	5,151	-
Consumer loans and credit cards	137,756	399,847	566,908	399,847	-	-	305,273	(294,597)	37,940	-
Others	-	-	-	-	-	-	-	-	-	-
Portfolio provision	-	-	-	-	-	-	-	-	-	1,072,349
Total	1,387,244	924,517	2,166,574	728,128	196,389	-	504,410	(294,657)	1,034,752	1,072,349

Definitions: * 'Defaulted' are Loans that are Past Due over 90 days, but not yet Impaired

* 'Impaired Loans' are loans with Specific Provisions

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - June 2016

Impaired Loans, Past Due Loans And Allowances (Table 4, (g)) SAR '000'

Geographic Area	Impaired Loans	Aging of Past Due Loans (days)				Specific Allowances	General Allowances
		31-90	91-180	181-360	Over 360		
Saudi Arabia	1,387,244	2,166,574	728,128	196,389	-	1,034,752	1,072,349
Other GCC & Middle East	-	-	-	-	-	-	-
Europe	-	-	-	-	-	-	-
North America	-	-	-	-	-	-	-
South East Asia	-	-	-	-	-	-	-
Others countries	-	-	-	-	-	-	-
Total	1,387,244	2,166,574	728,128	196,389	-	1,034,752	1,072,349

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - June 2016

Reconciliation Of Changes In The Allowances For Loan Impairment (Table 4, (h)) SAR '000'

Particulars	Specific Allowances	General Allowances
Balance, beginning of the year	826,398	1,072,349
Charge-offs taken against the allowances during the period	(294,657)	-
Amounts set aside (or reversed) during the period	504,410	-
Other adjustments:	-	-
- exchange rate differences	-	-
- business combinations	-	-
- acquisitions and disposals of subsidiaries	-	-
- etc.	(1,399)	-
Transfers between allowances	-	-
Balance, end of the year	1,034,752	1,072,349

Note: Charge-offs and recoveries have been recorded directly to the income statement.

' other adjustments' represents write-offs that have been charged to P&L in previous years

**TABLE 5 (STA): CREDIT RISK: DISCLOSURES FOR PORTFOLIOS
SUBJECT TO THE STANDARDIZED APPROACH - June 2016**

Allocation Of Exposures To Risk Buckets (Table 5, (b)) SAR '000'

Particulars	Risk Buckets								Unrated	Deducted
	0%	20%	35%	50%	75%	100%	150%	Other risk weights		
Sovereigns and central banks:	34,618,531	21,712	-	11,551	-	303,977	-	-	-	-
- SAMA and Saudi Government	31,627,587	-	-	-	-	-	-	-	-	-
- Others	2,990,944	21,712	-	11,551	-	303,977	-	-	-	-
Multilateral Development Banks (MDBs)	-	-	-	-	-	-	-	-	-	-
Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-	-	-
Banks and securities firms	-	8,402,182	-	25,034,804	-	688,784	1,784	-	-	-
Corporates	-	645,205	-	1,582,710	-	155,472,972	6,097	-	151,839,587	-
Retail non-mortgages	-	-	-	-	20,442,836	-	-	-	20,442,836	-
Small Business Facilities Enterprises (SBFEs)	-	-	-	-	492,848	-	-	-	492,848	-
Mortgages	-	-	-	-	-	15,823,442	-	-	15,823,442	-
- Residential	-	-	-	-	-	15,823,442	-	-	15,823,442	-
Securitized assets	-	50,406	-	19,406	-	14,924	-	-	-	-
Equity	-	-	-	-	-	1,202,745	-	562,660	1,765,405	-
Others	5,545,846	42,184	-	-	-	9,739,652	1,056,832	-	16,384,514	-
Total	40,164,377	9,161,689	-	26,648,471	20,935,684	183,246,496	1,064,713	562,660	206,748,632	-

Note: Exposure amounts are after applying 'risk mitigants' where applicable.

**TABLE 7 (STA): CREDIT RISK MITIGATION (CRM): DISCLOSURES FOR
STANDARDIZED APPROACH - June 2016**

Credit Risk Exposure Covered By CRM (Table 7, (b) and (c)) SAR '000'		
Portfolios	Covered by	
	Eligible Financial Collateral	Guarantees \ Credit Derivatives
Sovereigns and central banks:	197	-
- SAMA and Saudi Government	197	-
- Others	-	-
Multilateral Development Banks (MDBs)	-	-
Public Sector Entities (PSEs)	-	-
Banks and securities firms	-	-
Corporates	1,864,966	17,551
Retail non-mortgages	-	-
Small Business Facilities Enterprises (SBFEs)	280,175	41,792
Mortgages	-	-
- Residential	-	-
Securitized assets	-	-
Equity	-	-
Others	58,008	-
Total	2,203,346	59,343

TABLE 8: GENERAL DISCLOSURES FOR EXPOSURES RELATED TO COUNTERPARTY CREDIT RISK (CCR)

General Disclosures (Table 8, (b) and (d))	
Particulars	Amount
Gross positive fair value of contracts	318,355
Netting Benefits	-
Netted Current Credit Exposure*	-
Collateral held:	-
-Cash	-
-Government securities	-
-Others	-
Exposure amount (under the applicable method)	-
-Internal Models Method (IMM)	-
-Current Exposure Method (CEM)	922,031
Notional value of credit derivative hedges	-
Current credit exposure (by type of credit exposure):	922,031
-Interest rate contracts	138,775
-FX contracts	783,256
-Equity contracts	-
-Credit derivatives	-
-Commodity/other contracts	-
Net Derivative Credit Exposure	922,031

* Bank's estimate of Alpha (if the bank has received supervisory approval) is not applicable as Bank is not on IMM

**TABLE 9 (g)(STA): SECURITIZATION:
DISCLOSURES FOR STA APPROACH**

**Outstanding exposures securitized by the bank as an
originator or purchaser**

Exposure type	Outstanding exposures	
	Traditional	Synthetic
Credit cards	60,821	
Home equity loans		
Commercial loans		
Automobile loans	23,915	
Small business loans		
Equipment leases		
Others		

TABLE 9 (i)(STA): SECURITIZATION: DISCLOSURES FOR STA APPROACH

Outstanding exposures securitized by the bank	
Exposure type	Securitization exposures retained or purchased
Credit cards	60,821
Home equity loans	
Commercial loans	
Automobile loans	23,915
Small business loans	
Equipment leases	
Others	

TABLE 9 (j)(STA): SECURITIZATION: DISCLOSURES FOR STA APPROACH

Summary of current year's securitization activity of the bank as an originator or purchaser

Exposure types	Amount of exposures securitized	Recognized gain or loss on sale
Credit cards	12,383	9
Home equity loans		
Commercial loans		
Automobile loans		
Small business loans		
Equipment leases		
Others		

Note: Riyadh Bank consider the activity as a sum of the Sales and Purchases (absolute amount) during the year.

TABLE 9 (k)(STA): SECURITIZATION: DISCLOSURES FOR STA APPROACH

Securitized Exposures		
Exposure type	On balance sheet aggregate exposure retained or purchased	Off balance sheet aggregate exposure
Credit cards	60,821	
Home equity loans		
Commercial loans		
Automobile loans	23,915	
Small business loans		
Equipment leases		
Others		

TABLE 9 (I)(STA): SECURITIZATION: DISCLOSURES FOR STA APPROACH

Exposures By Risk Weight Bands				
Risk weight bands	Securitisation		Re-Securitisation	
	Exposures retained or purchased	Associated capital charges	Exposures retained or purchased	Associated capital charges
0% to 20%	50,406	806		
Above 20% to 40%				
Above 40% to 60%	19,406	776		
Above 60% to 80%				
Above 80% to 100%	14,924	1,195		
Above 100%				

TABLE 10: MARKET RISK: DISCLOSURES FOR BANKS USING THE STANDARDIZED APPROACH - June 2016

Level Of Market Risks In Terms Of Capital Requirements (Table 10, (b)) SAR '000'					
	Interest Rate Risk	Equity Position Risk	Foreign Exchange Risk	Commodity Risk	Total
Standardised approach	12,395	-	128,600	-	140,995

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - June 2016

Value Of Investments (Table 13, (b)) SAR '000'					
	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	721,576	721,576	1,043,829	1,043,829	n/a

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - June 2016

Types And Nature of Investments (Table 13, (c)) SAR '000'

Investments	Publicly Traded	Privately Held
Government and quasi government	-	-
Banks and other financial institutions	371,481	498,553
Agriculture and fishing	-	-
Manufacturing	491,537	-
Mining and quarrying	14,176	-
Electricity, water, gas and health services	-	191,116
Building and construction	-	-
Commerce	55,059	-
Transportation and communication	101,768	-
Services	-	31,907
Others	9,808	-
Total	1,043,829	721,576

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - June 2016

Gains / Losses Etc. (Table 13, (d) and (e)) SAR '000'

Particulars	Amount
Cumulative realized gains (losses) arising from sales and liquidations in the reporting period	-
Total unrealized gains (losses)	25,879
Total latent revaluation gains (losses)*	N/A
Unrealized gains (losses) included in Capital	76,411
Latent revaluation gains (losses) included in Capital*	N/A

**Not applicable to KSA to date*

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - June 2016

Capital Requirements (Table 13, (f)) SAR '000'

Equity grouping	Capital Requirements
Government and quasi government	-
Banks and other financial institutions	137,122
Agriculture and fishing	-
Manufacturing	39,323
Mining and quarrying	1,134
Electricity, water, gas and health services	15,289
Building and construction	-
Commerce	4,405
Transportation and communication	8,141
Services	2,553
Others	785
Total	208,752

TABLE 14: INTEREST RATE RISK IN THE BANKING BOOK (IRRBB) - June 2016

200bp Interest Rate Shocks for currencies with more than 5% of Assets or Liabilities (Table 14, (b))

	SAR 000's
Rate Shocks	Change in Earnings
Upward rate shocks:	
SAR +200bp	(161,386)
USD +200bp	(144,564)
Downward rate shocks:	
SAR-200bp	161,386
USD-200bp	144,564