

## **BASEL III – Quantitative Disclosures**

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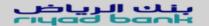
TABLE 1: SCOPE OF APPLICATION - June 2015 Capital Deficiencies (Table 1, (e))				
Particulars Amount SAR 'C				
The aggregate amount of capital deficiencies in subsidiaries not included in the consolidation i.e. that are deducted:	Nil			
1. Subsidiary 1				
2. Subsidiary 2				
3. Subsidiary n				



Balance sheet - Step 1 (Table 2, (b))

All figures are in SAR '000

All ligates are in GAIX 000	Balance sheet in Published financial statements ( C )	Adjustment of banking associates / other entities (*)	Under regulatory scope of consolidation (E)
Assets			
Cash and balances at central banks	29,104,574	0	29,104,574
Due from banks and other financial institutions	4,900,649	0	4,900,649
Investments, net	47,285,872	0	47,285,872
Loans and advances, net	136,722,581	0	136,722,581
Debt securities	0	0	0
Trading assets	0	0	0
Investment in associates	501,318	0	501,318
Derivatives	0	0	0
Goodwill	0	0	0
Other intangible assets	0	0	0
Property and equipment, net	1,820,002	0	1,820,002
Other assets	2,148,882	0	2,148,882
Total assets	222,483,878	0	222,483,878
Liabilities			
Due to Banks and other financial institutions	4,331,297	0	4,331,297
Items in the course of collection due to other	0	0	0
banks			
Customer deposits	166,372,156	0	166,372,156
Trading liabilities	0	0	0 000 000
Debt securities in issue	8,000,000	0	8,000,000
Derivatives	0	0	0
Retirement benefit liabilities Taxation liabilities	0	0	0
Accruals and deferred income	0	0	0
Borrowings	0	0	0
Other liabilities	7,221,993	0	7,221,993
Subtotal	185,925,446	0	185,925,446
Cubicial	100,020,110	V	100,020,110
Paid up share capital	30,000,000	0	30,000,000
Statutory reserves	1,088,102	0	1,088,102
Other reserves	1,010,434	0	1,010,434
Retained earnings	4,459,896	0	4,459,896
Minority Interest	0	0	0
Proposed dividends	0	0	0
Total liabilities and equity	222,483,878	0	222,483,878



Balance sheet - Step 2 (Table 2, (c))

All figures are in SAR'000

All ligures are III SAN 000	Balance sheet in Published financial statements ( C )	Adjustment of banking associates / other entities (D)	Under regulatory scope of consolidation (E)	Reference
<u>Assets</u>				
Cash and balances at central banks	29,104,574	0	29,104,574	
Due from banks and other financial institutions	4,900,649	0	4,900,649	
Investments, net	47,285,872	0	47,285,872	
Loans and advances, net	136,722,581	0	136,722,581	
of which Collective provisions	1,072,349	0	1,072,349	Α
Debt securities	0	0	0	
Equity shares	0	0	0	
Investment in associates	501,318	0	501,318	
Derivatives	0	0	0	
Goodwill	0	0	0	
Other intangible assets	0	0	0	
Property and equipment, net	1,820,002	0	1,820,002	
Other assets	2,148,882	0	2,148,882	
Total assets	222,483,878	0	222,483,878	
<u>Liabilities</u> Due to Banks and other financial institutions	4,331,297	0	4,331,297	
Items in the course of collection due to other	0	0	0	
banks	0	0	0	
Customer deposits	166,372,156	0	166,372,156	
Trading liabilities	0	0	0	
Debt securities in issue	8,000,000	0	8,000,000	
of which Tier 2 capital instruments	4,000,000	0	4,000,000	В
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	7,221,993	0	7,221,993	
Subtotal	185,925,446	0	185,925,446	
Paid up share capital	30,000,000	0	30,000,000	
of which amount eligible for CET1	30,000,000	0	30,000,000	H
of which amount eligible for AT1	0	0	0	ı
Statutory reserves	1,088,102	0	1,088,102	J
of which representing stock Surplus	0		0	K
Other reserves	1,010,434	0	1,010,434	L
Retained earnings	4,459,896	0	4,459,896	M
Minority Interest	0	0	0	
Proposed dividends	0	0	0	
Total liabilities and equity	222,483,878	0	222,483,878	



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

on reference numbers / letters of the balance sheet Amounts<sup>1</sup> subject to under the regulatory Pre - Basel scope of III consolidation treatment from step 2

Source based

Components1 of regulatory capital reported by the bank

H+K M J-K+L

		by the bank	treatme
(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	
2	Retained earnings	4,459,896	
	Accumulated other comprehensive income (and other reserves)	2,098,536	
	Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies)		
	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)  Common Equity Tier 1 capital before regulatory adjustments	36,558,432	L
U	Common Equity Tier 1 capital before regulatory adjustments	30,330,432	
	Prudential valuation adjustments		Ç:=:
	Goodwill (net of related tax liability)  Other intangibles other than mortgage-servicing rights (net of related tax liability)		<u> </u>
0			j
	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)		L
	Cash-flow hedge reserve Shortfall of provisions to expected losses		<b> </b>
	Securitisation gain on sale (as set out in paragraph 562 of Basel II framework)		<b></b>
4	Gains and losses due to changes in own credit risk on fair valued liabilities		[
	Defined-benefit pension fund net assets  Investments in own shares (if not already netted off paid-in capital on reported balance sheet)		<u> </u>
	Reciprocal cross-holdings in common equity		<b></b>
8	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)		
9	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)		
)	Mortgage servicing rights (amount above 10% threshold)		
	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)		1
	Amount exceeding the 15% threshold		
	of which: significant investments in the common stock of financials		<u> </u>
5	of which: mortgage servicing rights of which: deferred tax assets arising from temporary differences		<u> </u>
3	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:		
7			
_	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions		
	Total regulatory adjustments to Common equity Tier 1  Common Equity Tier 1 capital (CET1)	36,558,432	
_	Additional Tier 1 capital: instruments	00,000,102	
)	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus		
,	of which: classified as equity under applicable accounting standards of which: classified as liabilities under applicable accounting standards		
3	Directly issued capital instruments subject to phase out from Additional Tier 1		
	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)		
5	of which: instruments issued by subsidiaries subject to phase out		
	Additional Tier 1 capital before regulatory adjustments	-	
_	Additional Tier 1 capital: regulatory adjustments		
	Investments in own Additional Tier 1 instruments  Reciprocal cross-holdings in Additional Tier 1 instruments		<b>}</b>
	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net		<u> </u>
	of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity		ļ
	(amount above 10% threshold)		L
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory		[
0	consolidation (net of eligible short positions)		
1	National specific regulatory adjustments		
1	National specific regulatory adjustments REGULATORY ADJUSTMENTS APPLIED TO ADDITIONAL TIER 1 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III		
1	National specific regulatory adjustments REGULATORY ADJUSTMENTS APPLIED TO ADDITIONAL TIER 1 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT		
1	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]		
1	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:		
2	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: Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions		
2	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:	-	

<sup>&</sup>lt;sup>1</sup>For 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 June 2012.

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



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

on reference numbers / letters of the Amounts<sup>1</sup> under the subject to regulatory scope of Basel III consolidation from step 2 nent

Source based

В

Α

Components1 of regulatory capital reported

		by the bank
	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
<u>50</u>	Tier 2 capital before regulatory adjustments	5,072,349
<u> </u>	Tier 2 capital: regulatory adjustments	3,012,349
	Investments in own Tier 2 instruments	
52 53	Investments in own her 2 instuments 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	
JJ	(net of eligible short positions)	
סכ	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	-
	Tier 2 capital (T2)	5,072,349
59	Total capital (TC = T1 + T2)	41,630,781
	RISK WEIGHTED ASSETS IN RESPECT 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	
_	<u> </u>	219,206,012
	Capital ratios	10 70
	Common Equity Tier 1 (as a percentage of risk weighted assets)	16.7%
62	Tier 1 (as a percentage of risk weighted assets)	16.7%
63	Total capital (as a percentage of risk weighted assets)	19.0%
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)	
65	of which: capital conservation buffer requirement	
36	of which: bank specific countercyclical buffer requirement	
37 37	of which: G-SIB buffer requirement	
38	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	8.7%
00	National minima (if different from Basel 3)	0.7 /0
20		-/-
	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	526,889
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	2,561,488
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	
70	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	
ن		

1 For 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 June 2012.

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

Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)

83 Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)

Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)

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

Current cap on AT1 instruments subject to phase out arrangements

Current cap on T2 instruments subject to phase out arrangements

81

82

85

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

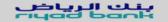


TABLE 2: CAPITAL STRUCTURE - June 2015				
Main features template of regulatory capital instruments - (Table 2(e))				
1 Issuer	Riyad Bank			
2 Unique identifier (eg CUSPIN, ISIN or Bloomberg identifier for private placement)	RIBL: AB			
3 Governing law(s) of the instrument	Capital Market Law*			
Regulatory 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	αρριισασίο			
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			
or it yes, specify non-compliant reatures	TNUL APPIICADIE			

<sup>\*</sup> 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			
Unique identifier (eg CUSPIN, ISIN or Bloomberg identifier for private placement)	RIBL: AB			
	The instrument is governed by the laws of			
3 Governing law(s) of the instrument	the Kingdom of Saudi Arabia			
Regulatory treatment	3			
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			
	Issuer call at the [5th] anniversary of the			
	Issue Date, subject to prior written			
44 laccon all cubicatta microscomicam compania	approval from the regulator, if then			
14 Issuer call subject to prior supervisory approval 15 Option call date, contingent call dates and redemption amount	required.  The Sukuk may be redeemed prior to the			
15 Option can date, contingent can dates and redemption amount	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			
<ul> <li>27 If convertible, mandatory or optional conversion</li> <li>28 If convertible, specify instrument type convertible into</li> </ul>	Not applicable			
28 If convertible, specify instrument type convertible into 29 If convertible, specify issuer of instrument it converts into	Not applicable			
30 Write-down feature	Not applicable Yes			
30 Wille-down leature	Tes			
	Terms of issuance provide the legal basis			
31 If write-down, write-down trigger (s)	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 34 If temporary writedown, description of the write-up mechanism	Permanent NA			
34 If temporary writedown, description of the write-up mechanism	Sub-ordinated, Senior Bond holders are			
35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	immediately senior to this instrument			
36 Non-compliant transitioned features	NA			
37 If yes, specify non-compliant features	NA Na			
or in your opening their continuent toutures	144			

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 2015**

# 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:	52,235,957	42,309
- SAMA and Saudi Government	47,348,910	-
- Others	4,887,047	42,309
Multilateral Development Banks (MDBs)	-	-
Public Sector Entities (PSEs)	-	-
Banks and securities firms	15,288,492	546,324
Corporates	100,821,698	7,985,900
Retail non-mortgages	22,228,051	1,337,504
Small Business Facilities Enterprises (SBFEs)	251,355	14,611
Mortgages	15,178,912	1,214,313
- Residential	15,178,912	1,214,313
Equity	2,031,593	225,754
Others	16,067,781	931,196
Total	224,103,839	12,297,911

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



TABLE 3: CAPITAL ADEQUACY - June 2015							
Capital Requirements For Market Risk (Table 3, (d)) SAR '000'							
Interest Rate Risk Equity Position Foreign Exchange Commodity Risk Total Risk Risk							
Standardised approach	8,775	-	68,282	-	77,057		



TABLE 3: CAPITAL ADEQUACY - June 2015 Capital Requirements for Operational Risk (Table 3, (e))			
Particulars	Capital Requirement SAR '000'		
Standardised approach	1,065,899		
Total	1,065,899		

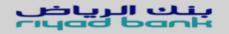


TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - June 2015  Credit Risk Exposure (Table 4, (b)) SAR '000'					
Sovereigns and central banks:	52,241,69	48,483,683			
- SAMA and Saudi Government	47,348,91	43,249,178			
- Others	4,892,78	5,234,505			
Multilateral Development Banks (MDBs)		-			
Public Sector Entities (PSEs)		-			
Banks and securities firms	30,178,16	7 29,567,415			
Corporates	146,665,40	9 144,191,234			
Retail non-mortgages	22,292,06	22,897,990			
Small Business Facilities Enterprises (SBFEs)	956,47	954,760			
Mortgages	15,178,91	14,848,244			
- Residential	15,178,91	14,848,244			
Equity	2,031,59	1,917,944			
Others	15,332,06	9 15,264,586			
Total	284,876,38	6 278,125,856			

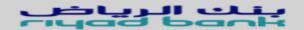
#### Notes:

<sup>1. &#</sup>x27;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.

<sup>2. &#</sup>x27;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 2015 Geographic Breakdown (Table 4, (c)) **SAR '000'** Geographic Area Other GCC & **South East** Other **Portfolios** Saudi Arabia Europe North America Total Middle East Asia **Countries** Sovereigns and central banks: 377.660 2.625.492 52,241,698 47,348,910 1,590,378 146,790 152,468 - SAMA and Saudi Government 47,348,910 47,348,910 Others 377,660 1,590,378 2,625,492 146,790 152,468 4,892,788 Multilateral Development Banks (MDBs) Public Sector Entities (PSEs) 8,785,194 1,698,642 6,500,895 7,693,744 2,176,102 3,323,590 30,178,167 Banks and securities firms Corporates 131,492,403 1,898,786 6,783,634 5,610,956 285,824 593,806 146,665,409 Retail non-mortgages 22,292,062 22,292,062 Small Business Facilities Enterprises (SBFEs) 956,030 956,476 446 Mortgages 15,178,912 15,178,912 - Residential 15,178,912 15,178,912 1,770,223 134,186 127,184 2,031,593 Equity Others 14,020,978 385,341 925,750 15,332,069 284,876,386 Total 241,844,712 4,109,274 15,260,248 16,983,126 2,608,716 4,070,310



#### TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - June 2015 Industry Sector Breakdown (Table 4, (d)) SAR '000' Industry Sector Government and Banks and Other Electricity, Transportation Consumer Loans **Portfolios** Agriculture and Mining and **Building and** Manufacturing Ouasi Water. Gas and Commerce Services and Credit Others Total Quarrying Fishing Construction Government Institutions **Health Services** Communications Cards 52,241,698 Sovereigns and central banks: 52,241,698 - SAMA and Saudi Government 47,348,910 47,348,910 Others 4,892,788 4,892,788 Multilateral Development Banks (MDBs) Public Sector Entities (PSEs) 30.178.167 30,178,167 Banks and securities firms 12,531,861 33,724,413 10,342,594 6,142,901 1,327,052 31,008,586 4,095,172 32,024,340 6,339,196 9,129,294 146,665,409 Corporates Retail non mortgages 22,292,062 22,292,062 Small Business Facilities 70,190 732 8,352 289,423 221,804 5,902 353,394 6,672 956,476 Enterprises (SBFEs) Mortgages 15,178,912 15,178,912 15,178,912 15,178,912 - Residential 707.924 15,295 129.323 35,683 2,031,593 Equity 896.986 103,358 110,941 32,083 Others 3,142 149,390 364,789 4,446,884 1,978 100,117 1,569,494 8,696,275 15,332,069 Total 52,241,698 37,218,054 1,330,201 31,936,090 12,547,888 4,232,847 32,678,552 38,496,459 6,458,017 9,618,488 39,040,468 19,077,624 284,876,386



## TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - June 2015

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

					Maturity Breakd	own									
Portfolios	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	Total						
Sovereigns and central banks:	16,059,684	1,086,740	5,051,179	6,153,386	9,909,018	634,907	866,685	12,480,099	52,241,698						
- SAMA and Saudi Government	15,913,555	1,002,222	4,301,513	5,972,529	9,128,873	12,593	-	11,017,625	47,348,910						
- Others	146,129	84,518	749,666	180,857	780,145	622,314	866,685	1,462,474	4,892,788						
Multilateral Development Banks (MDBs)	-	-	-	-	-	-	-	-	-						
Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-	-						
Banks and securities firms	4,467,409	1,546,303	1,077,258	1,604,671	3,790,230	11,357,354	3,866,535	2,468,407	30,178,167						
Corporates	14,509,335	10,311,094	16,433,557	21,045,306	16,113,740	27,408,776	14,187,820	26,655,781	146,665,409						
Retail non-mortgages	40,006	9,152	23,631	71,795	285,640	6,164,154	15,193,553	504,131	22,292,062						
Small Business Facilities Enterprises (SBFEs)	68,493	36,139	99,114	149,424	169,079	317,194	113,627	3,406	956,476						
Mortgages	14	42	265	593	2,905	86,717	338,567	14,749,809	15,178,912						
- Residential	14	42	265	593	2,905	86,717	338,567	14,749,809	15,178,912						
Equity	-	-	-	-	-	-	-	2,031,593	2,031,593						
Others	6,360,457	275,323	574,582	515,165	574,345	693,876	1,403,924	4,934,397	15,332,069						
Total	41,505,398	13,264,793	23,259,586	29,540,340	30,844,957	46,662,978	35,970,711	63,827,623	284,876,386						



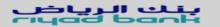
#### TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - June 2015 Impaired Loans, Past Due Loans and Allowances (Table 4, (f)) **SAR '000'** Aging of Past Due Loans (days) Charge-offs Balance at Charges Impaired General **Industry Sector** Defaulted during the during the the end of Loans Allowances 31-90 91-180 181-360 Over 360 period period the period Government and quasi government Banks and other financial institutions Agriculture and fishing 26,897 126,379 175,968 (20,290)111 87,663 Manufacturing Mining and quarrying Electricity, water, gas and health services Building and construction 412,026 573 94,546 573 81,055 (640) 297,226 Commerce 602.511 56.885 86.808 15.379 41.506 (73,476)(1,402)473,790 Transportation and communication 10,326 (735)8,906 2,833 762 1,075 Services 1,816 907.034 Consumer loans and credit cards 11,695 907,034 936,451 644,073 (641,529) 2.544 Others Portfolio provision 1,072,349 1,323,503 Total 1,164,753 964,492 922,986 41,506 631,389 (643,460) 871,204 1,072,349

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

<sup>\* &#</sup>x27;Impaired Loans' are loans with Specific Provisions



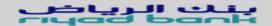
TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - June 2015 Impaired Loans, Past Due Loans And Allowances (Table 4, (g)) SAR '000'								
Coographic Area	Impaired Leans	Agi	ng of Past Due	Loans (days)		Specific	General	
Geographic Area	Impaired Loans	31-90	91-180	181-360	Over 360	Allowances	Allowances	
Saudi Arabia	1,164,753	1,323,503	922,986	41,506	-	871,204	1,072,349	
Other GCC & Middle East	-	-	-	-	-	-	-	
Europe	-	-	-	-	-	-	-	
North America	-	-	-	-	-	-	-	
South East Asia	-	-	-	-	-	-	-	
Others countries	-	-	-	-	-	-	-	
Total	1,164,753	1,323,503	922,986	41,506	-	871,204	1,072,349	



#### TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - June 2015 Reconciliation Of Changes In The Allowances For Loan Impairment (Table 4, (h)) SAR '000' Specific General **Particulars Allowances** Allowances 914,245 Balance, beginning of the year 1,072,349 Charge-offs taken against the allowances during the period (643,460) Amounts set aside (or reversed) during the period 631,389 Other adjustments: exchange rate differences - business combinations - acquisitions and disposals of subsidiaries etc. (30,970) Transfers between allowances Balance, end of the year 871,204 1,072,349

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

<sup>&#</sup>x27; 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 2015

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

	Risk Buckets									
Particulars	0%	20%	35%	50%	75%	100%	150%	Other risk weights	Unrated	Deducted
Sovereigns and central banks:	51,612,268	29,764	-	153,513	-	446,153	-	-	-	-
- SAMA and Saudi Government	47,348,910	-	-	-	-	-	-	-	-	-
- Others	4,263,358	29,764	-	153,513	-	446,153	-	-	-	-
Multilateral Development Banks (MDBs)	-	-	-	-	-	-	-	-	-	-
Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-	-	-
Banks and securities firms	-	4,300,073	-	25,372,162	-	486,010	1,948	-	-	-
Corporates	-	660,968	-	1,055,965	-	142,666,598	8,152	-	138,790,495	-
Retail non-mortgages	-	-	-	-	22,291,743	-	-	-	22,291,743	-
Small Business Facilities Enterprises (SBFEs)	-	-	-	-	614,016	-	-	-	614,016	-
Mortgages	-	-	-	-	-	15,178,912	-	-	15,178,912	-
- Residential	-	-	-	-	-	15,178,912	-	-	15,178,912	-
Equity	-	-	-	-	-	1,504,704	-	526,889	2,031,593	-
Others	4,032,320	13,940	-	-	-	10,269,052	973,634	-	15,288,946	-
Total	55,644,588	5,004,745	-	26,581,640	22,905,759	170,551,429	983,734	526,889	194,195,705	-

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



# TABLE 7 (STA): CREDIT RISK MITIGATION (CRM): DISCLOSURES FOR STANDARDIZED APPROACH - June 2015

#### Credit Risk Exposure Covered By CRM (Table 7, (b) and (c)) SAR '000'

orealt Mak Exposure Covered by Orthin (Tuble 1, (b) and	(O)) OAIL OL	<del>,                                    </del>
	Cove	ered by
Portfolios	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	17,974	-
Corporates	2,266,645	7,081
Retail non-mortgages	319	-
Small Business Facilities Enterprises (SBFEs)	342,460	-
Mortgages	-	-
- Residential	-	-
Equity	-	-
Others	42,219	903
Total	2,669,617	7,984



# 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	180,265					
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)	963,167					
Notional value of credit derivative hedges	-					
Current credit exposure (by type of credit exposure):	963,167					
-Interest rate contracts	36,763					
-FX contracts	926,404					
-Equity contracts	-					
-Credit derivatives	-					
-Commodity/other contracts	-					

<sup>•</sup> Bank's estimate of Alpha (if the bank has received supervisory approval) is not applicable as Bank is not on



# TABLE 9 (STA): SECURITIZATION DISCLOSURES - June 2015

Disclosures related to Securitization are not applicable to Riyad Bank



TABLE 10: MARKET RISK: DISCLOSURES FOR BANKS USING THE STANDARDIZED APPROACH - June 2015							
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	8,775	-	68,282	-	77,057		



TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - June 2015								
	Value Of Investments (Table 13, (b)) SAR '000'							
	Un-quoted Investments Quoted Investments							
	Value Disclosed	Fair Value	Value Disclosed in	Fair Value	Publicly Quoted Share Values (if			
	in Financial		Financial		materially different from fair			
	Statements		Statements		value)			
Investments	636,984	636,984	1,394,609	1,394,609	n/a			

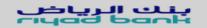


TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - June 2015					
Types And Nature of Investments (Table 13, (c)) SAR '0	00'				
Investments	Publicly Traded	Privately Held			
Government and quasi government	-	-			
Banks and other financial institutions	425,008	471,978			
Agriculture and fishing	-	-			
Manufacturing	707,924	-			
Mining and quarrying	15,295	-			
Electricity, water, gas and health services	-	129,323			
Building and construction	-	-			
Commerce	103,358	-			
Transportation and communication	110,941	-			
Services	-	35,683			
Others	32,083	-			
Total	1,394,609	636,984			



TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - June 2015					
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)	357,065				
Total latent revaluation gains (losses)*	N/A				
Unrealized gains (losses) included in Capital	345,597				
Latent revaluation gains (losses) included in Capital*	N/A				

<sup>\*</sup>Not applicable to KSA to date



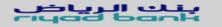
2,565

225,754

### TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - June 2015

#### Capital Requirements (Table 13, (f)) SAR '000' Capital **Equity grouping** Requirements Government and quasi government Banks and other financial institutions 134,986 Agriculture and fishing Manufacturing 56,634 Mining and quarrying 1,224 Electricity, water, gas and health services 10,346 Building and construction Commerce 8,269 Transportation and communication 8,875 Services 2,855 Others

Total



#### TABLE 14: INTEREST RATE RISK IN THE BANKING BOOK (IRRBB) - June 2015 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 (154,727) USD +200bp 73,123 Downward rate shocks: SAR-200bp 154,727 USD-200bp (87,706)