

BASEL III LEVERAGE RATIO
Summary Comparison - (Table 1)
For the Quarter Ended on September 30, 2015

Summary Comparison of accounting assets versus leverage ratio exposure measure

Row#	Item	(SAR 000)
1	Total consolidated assets as per published financial statements.	90,330,816
2	Adjustment for investments in banking, financial, insurance or commercial entities that are outside the scope for accounting purposes but outside the scope of regulatory consolidation.	-
3	Adjustments for fiduciary assets recognized on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure.	(18,295)
4	Adjustments for derivatives financial instruments.	243,575
5	Adjustments for securities financing transactions (i.e. repos and similar secured lending).	-
6	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures).	9,102,485
7	Other adjustments.	487,733
8	Leverage ratio exposure	100,146,314

BASEL III LEVERAGE RATIO
Leverage Ratio Common Disclosure Template - (Table 2)
For the Quarter Ended on September 30, 2015

Row#	Item	(SAR 000)
On-balance sheet exposure		
1	On-balance sheet items (excluding derivatives and SFTs, but including collateral)	89,796,320
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	(18,295)
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	89,778,025
Derivative exposures		
4	Replacement cost associated with <i>all</i> derivatives transactions (ie net of eligible cash variation margin)	1,022,228
5	Add-on amounts for PFE associated with <i>all</i> derivatives transactions	243,575
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	-
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-
8	(Exempted CCP leg of client-cleared trade exposures)	-
9	Adjusted effective notional amount of written credit derivatives	-
10	(Adjusted effective notional off-sets and add-on deductions for written credit derivatives)	-
11	Total derivative exposures (sum of lines 4 to 10)	1,265,804
Securities financing transaction exposures		
12	Gross SFT <i>assets</i> (with no recognition of netting), after adjusting for sale accounting transactions	-
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-
14	CCR exposure for SFT assets	-
15	Agent transaction exposures	-
16	Total securities financing transaction exposures (sum of lines 12 to 15)	-
17	Off-balance sheet exposure at gross notional amount	109,149,256
18	(Adjustments for conversion to credit equivalent amounts)	(100,046,772)
19	Off-balance sheet items (sum of lines 17 and 18)	9,102,485
Capital and total exposures		
20	Tier 1 capital	11,858,359
21	Total exposures (sum of lines 3, 11, 16 and 19)	100,146,314
Leverage ratio		
22	Basel III leverage ratio	11.84%

BASEL III LEVERAGE RATIO
Explanation when there are changes in Leverage Ratio - (Table 4)
For the Quarter Ended on September 30, 2015

1	This table should be provided for each reporting period i.e. when there are changes in the leverage ratio exceeding 15%
2	<p><i>Material periodic changes in the leverage ratio:</i></p> <p>Banks are required to explain the key drivers of material changes in the their Basel III leverage ratio observed from the end of previous reporting period to the end of the curent reporting period (whether these changes stem from changes in the numerator and / or from changes in the denominator).</p>
3	<p>The Basel III leverage ratio is defined as the capital measure (the numerator) divided by the exposure measure (the deniminator), with this ratio expressed as a percentage:</p> $\text{Leverage Ratio} = \frac{\text{Capital measure}}{\text{Exposure measure}}$
4	An anlysis will need to be carried out both for the numerator (Tier-I Capital) and exposure measure (denominator).

BASEL III LEVERAGE RATIO

A reconciliation requirement that details sources of material differences between the bank's total balance sheet assets in their financial statements and on-balance sheet exposures in the table-2. - (Table 5)

For the Quarter Ended on September 30, 2015

	<u>SAR (000)</u>
1 Total Assets amounts on Financial Statements	90,330,816
2 Total On-balance sheet assets according to Row #1 on Table-2.	89,796,320
3 Difference between 1 and 2 above	<u>534,496</u>
Bank to provide details on the sources of material differences of the amount as indicated in item 3 above.	

Collective provision
MTM of Derivatives

(487,733)
1,022,228
<u>534,496</u>
<u>0</u>