



Gulf International Bank – Saudi Arabia

# BASEL 3 PILLAR 3 DISCLOSURES

As at 30<sup>th</sup> September 2020



**GIB**

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## 1. KM1: Key metrics

SAR 000's		a	b	c	d	e
		30-Sep-2020	30-Jun-2020	31-Mar-2020	31-Dec-2019	30-Sep-2019
	<b>Available capital (amounts)</b>					
1	Common Equity Tier 1 (CET1)	7,271,211	7,340,018	7,328,852	7,506,879	7,501,887
1a	Fully loaded ECL accounting model					
2	Tier 1	7,271,211	7,340,018	7,328,852	7,506,879	7,501,887
2a	Fully loaded ECL accounting model Tier 1					
3	Total capital	7,479,975	7,544,770	7,516,971	7,637,509	7,680,782
3a	Fully loaded ECL accounting model total capital					
	<b>Risk-weighted assets (amounts)</b>					
4	Total risk-weighted assets (RWA)	27,431,880	25,957,555	26,554,428	25,603,376	25,509,468
	<b>Risk-based capital ratios as a percentage of RWA</b>					
5	Common Equity Tier 1 ratio (%)	26.5%	28.3%	27.6%	29.3%	29.4%
5a	Fully loaded ECL accounting model Common Equity Tier 1 (%)					
6	Tier 1 ratio (%)	26.5%	28.3%	27.6%	29.3%	29.4%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)					
7	Total capital ratio (%)	27.3%	29.1%	28.3%	29.8%	30.1%
7a	Fully loaded ECL accounting model total capital ratio (%)					
	<b>Additional CET1 buffer requirements as a percentage of RWA</b>					
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.5%	2.5%	2.5%	2.5%	2.5%
9	Countercyclical buffer requirement (%)	0.0%	0.1%	0.2%	0.2%	
10	Bank G-SIB and/or D-SIB additional requirements (%)					
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)	2.5%	2.6%	2.7%	2.7%	2.5%
12	CET1 available after meeting the bank's minimum capital requirements (%)	16.0%	17.7%	16.9%	18.6%	18.9%
	<b>Basel III leverage ratio</b>					
13	Total Basel III leverage ratio exposure measure	36,399,501	36,659,221	38,140,430	36,926,376	34,578,018
14	Basel III leverage ratio (%) (row 2 / row 13)	20.0%	20.0%	19.2%	20.3%	21.7%
14a	Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2a / row13)					
	<b>Liquidity Coverage Ratio</b>					
15	Total HQLA	7,823,272	9,540,145	10,065,578	10,090,462	8,389,852
16	Total net cash outflow	3,755,417	4,699,361	2,859,857	3,965,805	2,223,263
17	LCR ratio (%)	208.3%	203.0%	351.9%	254.4%	377.4%
	<b>Net Stable Funding Ratio</b>					
18	Total available stable funding	19,812,255	19,917,312	21,138,369	20,619,425	19,091,173
19	Total required stable funding	12,935,729	12,154,483	12,070,230	12,194,922	10,431,166
20	NSFR ratio	153.1%	163.8%	175.1%	168.8%	183.0%

## 2. OV1 - Overview of RWA

SAR 000's		(a)		(c)
		RWA		Minimum capital requirements
		30 Sep 2020	30 Jun 2020	30 Sep 2020
1	Credit risk (excluding counterparty credit risk)	25,528,535	24,060,448	2,042,283
2	Of which: standardised approach (SA)	25,528,535	24,060,448	2,042,283
3	Of which: foundation internal ratings-based (F-IRB) approach			
4	Of which: supervisory slotting approach			
5	Of which: advanced internal ratings-based (A-IRB) approach			
6	Counterparty credit risk (CCR)	319,232	314,555	25,539
7	Of which: standardised approach for counterparty credit risk	319,232	314,555	25,539
8	Of which: Internal Model Method (IMM)			
9	Of which: other CCR			
10	Credit valuation adjustment (CVA)	167,775	171,088	13,422
11	Equity positions under the simple risk weight approach			
12	Equity investments in funds – look-through approach			
13	Equity investments in funds – mandate-based approach			
14	Equity investments in funds – fall-back approach			
15	Settlement risk			
16	Securitisation exposures in banking book			
17	Of which: securitisation internal ratings-based approach (SEC-IRBA)			
18	Of which: securitisation external ratings-based approach (SEC-ERBA), including internal assessment approach (IAA)			
19	Of which: securitisation standardised approach (SEC-SA)			
20	Market risk	464,747	459,873	37,180
21	Of which: standardised approach (SA)	464,747	459,873	37,180
22	Of which: internal model approaches (IMA)			
23	Capital charge for switch between trading book and banking book			
24	Operational risk	951,591	951,591	76,127
25	Amounts below the thresholds for deduction (subject to 250% risk weight)			
26	Floor adjustment	0	0	0
27	<b>Total</b> (1 + 6 + 10 + 11 + 12 + 13 + 14 + 15 + 16 + 20 + 23 + 24 + 25 + 26)	27,431,880	25,957,555	2,194,551

Point to note:

(i) Items marked with an asterisk (\*) will be applicable only after their respective policy frameworks take effect. Until then, "Not applicable" should be reported in the rows.

### 3. LR1 - Summary comparison of accounting assets vs leverage ratio exposure measure

SAR 000's		a
1	Total consolidated assets as per published financial statements	29,857,902
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	
3	Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference	
4	Adjustments for temporary exemption of central bank reserves (if applicable)	
5	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	
6	Adjustments for regular-way purchases and sales of financial assets subject to trade date accounting	
7	Adjustments for eligible cash pooling transactions	
8	Adjustments for derivative financial instruments	61,471
9	Adjustment for securities financing transactions (ie repurchase agreements and similar secured lending)	
10	Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off balance sheet exposures)	6,271,364
11	Adjustments for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital	
12	Other adjustments	208,764
<b>13</b>	<b>Leverage ratio exposure measure</b>	<b>36,399,501</b>

## 4. LR2 - Leverage ratio common disclosure

SAR 000's		a
		30 Sep 2020
<b>On-balance sheet exposures</b>		
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	29,772,899
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	
3	<b>Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 and 2)</b>	<b>29,772,899</b>
<b>Derivative exposures</b>		
4	Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	261,653
5	Add-on amounts for PFE associated with all derivatives transactions	93,585
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 offsets and add-on deductions for written credit derivatives)	
11	<b>Total derivative exposures (sum of rows 4 to 10)</b>	<b>355,238</b>
<b>Securities financing transaction exposures</b>		
12	Gross SFT assets (with no recognition of netting), after adjustment 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	<b>Total securities financing transaction exposures (sum of rows 12 to 15)</b>	<b>-</b>
<b>Other off-balance sheet exposures</b>		
17	Off-balance sheet exposure at gross notional amount	32,128,029
18	(Adjustments for conversion to credit equivalent amounts)	(25,856,665)
19	<b>Off-balance sheet items (sum of rows 17 to 18)</b>	<b>6,271,364</b>
<b>Capital and total exposures</b>		
20	<b>Tier 1 capital</b>	<b>7,271,211</b>
21	<b>Total exposures (sum of rows 3, 11, 16 and 19)</b>	<b>36,399,501</b>
<b>Leverage ratio</b>		
25	Basel III leverage ratio	20.0%

## 5. LIQ1 – Liquidity Coverage Ratio (LCR)

SAR 000s	Total Unweighted Value	Total Weighted Value
<b>High-Quality Liquid Assets</b>		
Total high-quality liquid assets (HQLA)		7,823,272
<b>Cash Outflows</b>		
Retail deposits and deposits from small business customers, of which:		
Less stable deposits	1,572,086	157,209
Unsecured wholesale funding, of which:		
Non-operational deposits	12,057,789	5,110,681
Additional requirements, of which:		
Outflows related to derivative exposures and other collateral requirements	208,470	420
Credit and liquidity facilities	1,361,855	136,186
Other contractual funding obligations	-	-
Other contingent funding obligations	14,943,583	348,858
<b>Total Cash Outflows</b>		<b>5,874,983</b>
<b>Cash Inflows</b>		
Inflows from fully performing exposures	2,753,035	1,997,907
Other cash inflows	71,785	29
<b>Total Cash Inflows</b>	<b>2,824,820</b>	<b>1,997,936</b>
<b>Total HQLA</b>		<b>7,823,272</b>
<b>Total Net Cash Outflows</b>		<b>3,755,417</b>
<b>Liquidity Coverage Ratio (%)</b>		<b>208.3%</b>