

Bank Sohar

Basel III leverage ratio framework and disclosure requirements - Reports for Quarter ended 31-Mar-23

(All amounts in OMR'000)

| Table 1: Summary comparison of accounting assets vs leverage ratio exposure measure | | | |
|--|--|------------------------|-------------------------|
| <i>(Please refer to paragraph 52 of Basel III leverage ratio framework and disclosure requirements of BCBS issued in January 2014)</i> | | | |
| | Item | Current Quarter | Previous Quarter |
| 1 | Total consolidated assets as per published financial statements | 4,632,001 | 4,131,001 |
| 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 fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure | - | - |
| 4 | Adjustments for derivative financial instruments | 2,893 | 3,692 |
| 5 | Adjustment 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) | 93,225 | 87,635 |
| 7 | Other adjustments | (7,313) | (8,625) |
| 8 | Leverage ratio exposure | 4,720,806 | 4,213,703 |

| Table 2: Leverage ratio common disclosure template | | | |
|--|--|------------------------|-------------------------|
| <i>(Please refer to paragraph 53 of Basel III leverage ratio framework and disclosure requirements of BCBS issued in January 2014)</i> | | | |
| | Item | Current Quarter | Previous Quarter |
| 1 | On-balance sheet items (excluding derivatives and SFTs, but including collateral) | 4,273,014 | 3,741,579 |
| 2 | (Asset amounts deducted in determining Basel III Tier 1 capital) | (581) | (657) |
| 3 | Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2) | 4,272,433 | 3,740,922 |
| Derivative Exposures | | | |
| 4 | Replacement cost associated with <i>all</i> derivatives transactions (i.e., net of eligible cash variation margin) | - | - |
| 5 | Add-on amounts for PFE associated with <i>all</i> derivatives transactions | - | - |
| 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 | Total derivative exposures (sum of lines 4 to 10) | - | - |
| Securities financing transaction exposures | | | |
| 12 | Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions | 356,094 | 385,730 |
| 13 | (Netted amounts of cash payables and cash receivables of gross SFT assets) | (946) | (584) |
| 14 | CCR exposure for SFT assets | - | - |
| 15 | Agent transaction exposures | - | - |
| 16 | Total securities financing transaction exposures (sum of lines 12 to 15) | 355,148 | 385,146 |
| Other Off-balance sheet exposures | | | |
| 17 | Off-balance sheet exposure at gross notional amount | 1,197,552 | 1,224,606 |
| 18 | (Adjustments for conversion to credit equivalent amounts) | (1,104,327) | (1,136,971) |
| 19 | Off-balance sheet items (sum of lines 17 and 18) | 93,225 | 87,635 |
| Capital and total exposures | | | |
| 20 | Tier 1 capital | 635,254 | 638,895 |
| 21 | Total exposures (sum of lines 3, 11, 16 and 19) | 4,720,806 | 4,213,703 |
| Leverage Ratio | | | |
| 22 | Basel III leverage ratio (%) | 13.5 | 15.2 |