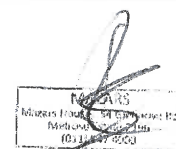


Overview of risk management, key prudential metrics and RWA

KM1: Key metrics

(Amount in '000)

| | a | b | c | d | e |
|---|---------------|---------------|---------------|---------------|---------------|
| | Sep'20 | Jun'20 | Mar'20 | Dec'19 | Sep'19 |
| Available Capital (amounts) | | | | | |
| 1 Common Equity Tier 1 (CET1) | 1 779 537.00 | 1 689 130.00 | 1 696 543.00 | 1 562 098.00 | 1 561 265.00 |
| 1a Fully loaded ECL accounting model | 1 779 537.00 | 1 689 130.00 | 1 696 543.00 | 1 562 098.00 | 1 561 265.00 |
| 2 Tier 1 | 1 779 537.00 | 1 689 130.00 | 1 696 543.00 | 1 562 098.00 | 1 561 265.00 |
| 2a Fully loaded ECL accounting model Tier1 | 1 779 537.00 | 1 689 130.00 | 1 696 543.00 | 1 562 098.00 | 1 561 265.00 |
| 3 Total Capital | 1 859 668.00 | 1 773 581.00 | 1 778 906.00 | 1 735 889.00 | 1 644 493.00 |
| 3a Fully loaded ECL Accounting model total capital | 1 859 668.00 | 1 773 581.00 | 1 778 906.00 | 1 735 889.00 | 1 644 493.00 |
| Risk-Weighted assets (amounts) | | | | | |
| 4 Total risk-weighted assets (RWA) | 11 368 767.00 | 11 902 969.00 | 13 698 789.50 | 10 026 654.00 | 10 119 213 |
| Risk-based capital ratios as a percentage of RWA | | | | | |
| 5 Common Equity Tier1 ratio(%) | 15.65% | 14.19% | 12.38% | 15.58% | 15.43% |
| 5a Fully loaded ECL accounting model Common Equity Tier 1(%) | 15.65% | 14.19% | 12.38% | 15.58% | 15.43% |
| 6 Tier 1 ratio(%) | 15.65% | 14.19% | 12.38% | 15.58% | 15.43% |
| 6a Fully loaded ECL accounting model Tier 1 ratio(%) | 15.65% | 14.19% | 12.38% | 15.58% | 15.43% |
| 7 Total Capital ratio (%) | 16.36% | 14.90% | 12.99% | 17.31% | 16.25% |
| 7a Fully loaded ECL accounting model total capital ratio (%) | 16.36% | 14.90% | 12.99% | 17.31% | 16.25% |
| Additional CET1 buffer requirements as a percentage of RWA | | | | | |
| 8 Capital conservation buffer requirement (2.5% from 2019) (%) | 2.50% | 2.50% | 2.50% | 2.50% | 2.50% |
| 9 Countercyclical buffer requirement(%) | 0.02% | 0.02% | 0.02% | 0.02% | 0.02% |
| 10 Bank G-SIB and/or D-SIB additional requirements (%) | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 11 Total of bank (CET1) specific buffer requirements (%) (row 8+row9+row10) | 2.52% | 2.52% | 2.52% | 2.52% | 2.52% |
| 12 CET1 available after meeting the bank's minimum capital requirement(%) | 4.13% | 2.67% | -0.14% | 3.06% | 2.91% |
| Basel III Leverage ratio | | | | | |
| 13 Total Basel III leverage ratio exposure measure | 12575840 | 12 833 690.00 | 14 798 649.00 | 10 899 937.00 | 11 408 228.00 |
| 14 Basel III leverage ratio(%) (row 2/row 13) | 14.15% | 13.16% | 11.46% | 14.33% | 13.69% |
| 14a Fully loaded ECL accounting model Basel III Leverage ratio(%) (row2a/row13) | 14.15% | 13.16% | 11.46% | 14.33% | 13.69% |
| Liquidity coverage ratio | | | | | |
| 15 Total HQLA | 333 203.00 | 335 006.00 | 655 295.00 | 404 133.00 | 416 738.00 |
| 16 Total net cash outflow | 305 884.00 | 252 179.00 | 431 442.00 | 83 308.00 | 74 003.00 |
| 17 LCR ratio (%) | 109% | 133% | 152% | 485% | 563% |
| Net Stable Funding Ratio (NSFR) | | | | | |
| 18 Total available stable funding | 8 576 368.00 | 9 572 921.60 | 9 864 562.25 | 7 173 144.00 | 8 006 182.00 |
| 19 Total required stable funding | 8 204 395.00 | 8 583 890.35 | 9 552 659.20 | 6 518 794.00 | 6 246 056.00 |
| 20 NSFR ratio | 104.53 | 110.98 | 103.27 | 110.04 | 128.18 |



OV1: Overview of RWA

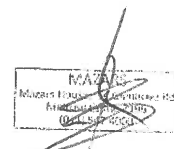
| | | a | b | c |
|----|---|------------|------------|------------------------------------|
| | | RWA | | Minimum Capital requirements |
| | | T | T-1 | T |
| 1 | Credit risk (excluding counterparty credit risk) | 10 758 326 | 11 217 093 | 1 239 359 |
| 2 | Of which: standardised approach (SA) | 10 758 326 | 11 217 093 | 1 239 359 |
| 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) | 48 988 | 112 557 | 5 643 |
| 7 | Of which: standardised approach for counterparty credit risk | 48 988 | 112 557 | 5 643 |
| 8 | Of which: Internal Model Method (IMM) | | | |
| 9 | Of which: other CCR | | | |
| 10 | Credit valuation adjustment (CVA) | | | |
| 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 | 3 460 | 6 503 | 399 |
| 21 | Of which: standardised approach (SA) | 3 460 | 6 503 | 399 |
| 22 | Of which: internal model approaches (IMA) | | | |
| 23 | Capital charge for switch between trading book and banking book | | | |
| 24 | Operational risk | 497 690 | 497 690 | 57 334 |
| 25 | Amounts below the thresholds for deduction (subject to 250% risk weight) | 48 603 | 53 710 | 5 599 |
| 26 | Aggregate Capital floor applied | 11 700 | 15 416 | 1 348 |
| 27 | Floor adjustment (before application of transitional cap) | 11 700 | 15 416 | 1 348 |
| 28 | Floor adjustment (after application of transitional cap) | | | |
| 29 | Total (1 + 6 + 10 + 11 + 12 + 13 + 14 + 15 + 16 + 20 + 23 + 24 + 25 + 26) | 11 368 767 | 11 902 969 | 1 309 682 |



CC1 – Composition of Regulatory Capital

| | a | b |
|---|---|--|
| | Amounts | Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation |
| Common Equity Tier 1 capital: instruments and reserves | | |
| 1 | Directly issued qualifying common share (and equivalent for non-joint stock companies) capital plus related stock surplus | 795 850 |
| 2 | Retained earnings | 978 545 |
| 3 | Accumulated other comprehensive income (and other reserves) | 5 451 |
| 4 | <i>Directly issued capital subject to phase-out from CET1 (only applicable to non-joint stock companies)</i> | |
| 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 | 1 779 846 |
| Common Equity Tier 1 capital: regulatory adjustments | | |
| 7 | Prudent valuation adjustments | |
| 8 | Goodwill (net of related tax liability) | |
| 9 | Other intangibles other than mortgage servicing rights (net of related tax liability) | 309 |
| 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 36 of Basel III securitisation framework ²⁵) | |
| 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 subtracted from 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, 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 (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 | |
| 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 | 309 |
| 29 | Common Equity Tier 1 capital (CET1) | 1 779 537 |
| 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 | <i>Directly issued capital instruments subject to phase-out from additional Tier 1</i> | |
| 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 | <i>Of which: instruments issued by subsidiaries subject to phase-out</i> | |
| 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, 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 | |
| 41 | National specific regulatory adjustments | |
| 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) | 1 779 537 |
| Tier 2 capital: instruments and provisions | | |
| 46 | Directly issued qualifying Tier 2 instruments plus related stock surplus | |
| 47 | <i>Directly issued capital instruments subject to phase-out from Tier 2</i> | |
| 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 | <i>Of which: instruments issued by subsidiaries subject to phase-out</i> | |
| 50 | Provisions | 80 131 |
| 51 | Tier 2 capital before regulatory adjustments | 80 131 |

| | | | |
|-----|---|------------|--|
| | Tier 2 capital: regulatory adjustments | | |
| 52 | Investments in own Tier 2 instruments | | |
| 53 | Reciprocal cross-holdings in Tier 2 instruments and other TLAC liabilities | | |
| 54 | Investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold) | | |
| 54a | Investments in the other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation and where the bank does not own more than 10% of the issued common share capital of the entity: amount previously designated for the 5% threshold but that no longer meets the conditions (for G-SIBs only) | | |
| 55 | Significant investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions) | | |
| 56 | National specific regulatory adjustments | | |
| 57 | Total regulatory adjustments to Tier 2 capital | - | |
| 58 | Tier 2 capital (T2) | 80 131 | |
| 59 | Total regulatory capital (TC = T1 + T2) | 1 859 668 | |
| 60 | Total risk-weighted assets | 11 368 767 | |
| | Capital ratios and buffers | | |
| 61 | Common Equity Tier 1 (as a percentage of risk-weighted assets) | 15.65% | |
| 62 | Tier 1 (as a percentage of risk-weighted assets) | 15.65% | |
| 63 | Total capital (as a percentage of risk-weighted assets) | 16.36% | |
| 64 | Institution-specific buffer requirement (capital conservation buffer plus countercyclical buffer requirements plus higher loss absorbency requirement, expressed as a percentage of risk-weighted assets) | 2.52% | |
| 65 | Of which: capital conservation buffer requirement | 2.50% | |
| 66 | Of which: bank-specific countercyclical buffer requirement | 0.02% | |
| 67 | Of which: higher loss absorbency requirement | | |
| 68 | Common Equity Tier 1 (as a percentage of risk-weighted assets) available after meeting the bank's minimum capital requirements | 4.13% | |
| | National minima (if different from Basel III) | | |
| 69 | National Common Equity Tier 1 minimum ratio (if different from Basel III minimum) | 4.50% | |
| 70 | National Tier 1 minimum ratio (if different from Basel III minimum) | 6.00% | |
| 71 | National total capital minimum ratio (if different from Basel III minimum) | 8.00% | |
| | Amounts below the thresholds for deduction (before risk weighting) | | |
| 72 | Non-significant investments in the capital and other TLAC liabilities of other financial entities | | |
| 73 | Significant investments in the common stock of financial entities | | |
| 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) | 80 131 | |
| 77 | Cap on inclusion of provisions in Tier 2 under standardised approach | - | |
| 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) | | |



Leverage Ratio

LR1 – Summary comparison of accounting assets vs leverage ratio exposure measure

| | | a |
|----|---|-------------------|
| 1 | Total consolidated assets as per published financial statements | 11 941 166 |
| 2 | Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation | 0 |
| 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 | Adjustment for regular-way purchases and sales of financial assets subject to trade date accounting | |
| 7 | Adjustment for eligible cash pooling transactions | |
| 8 | Adjustments for derivative financial instruments | 5 237 |
| 9 | Adjustment for securities financing transactions (ie repos and similar secured lending) | |
| 10 | Adjustment for off-balance sheet items (ie conversation to credit equivalent amounts of off-balance sheet exposures) | 629 746 |
| 11 | Adjustments for prudent valuation adjustments and specific general provisions which Adjustments for prudent valuation adjustments and specific general provisions which have reduced Tier-1 capital | |
| 12 | Other adjustments | -309 |
| 13 | Leverage ratio exposure measure | 12 575 840 |



LR2: Leverage ratio

| Leverage ratio framework | | a | b |
|---|--|---------------|---------------|
| | | Sep'20 | Jun'20 |
| On-balance sheet exposures | | | |
| 1 | On-balance sheet items (excluding derivatives and SFTs, but including collateral) | 11 929 928 | 12 194 068 |
| 2 | Gross-up for Derivatives collateral provided where deducted from balance sheet assets pursuant to the operating accounting framework | | |
| 3 | (Deductions of receivable assets for cash variation margin provided in derivatives transactions) | | |
| 4 | (Adjustment for securities received under financing transactions that are recognised as an asset) | | |
| 5 | (Specific and general provisions associated with on-balance sheet exposure that are deducted from Basel III Tier 1 capital) | | |
| 6 | (Asset amounts deducted in determining Basel III Tier 1 capital) | | |
| 7 | Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 to 6) | 11 929 928 | 12 194 068 |
| Derivative exposures | | | |
| 8 | Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin) | 10 925.00 | 14 402.00 |
| 9 | Add-on amounts for PEE associated with all derivatives transactions | 5 241.00 | 4 347.00 |
| 10 | (Exempted CCP leg of client-cleared trade exposures) | | |
| 11 | Adjusted effective notional amount of written credit derivatives | | |
| 12 | (Adjusted effective notional offsets and add-on deductions for written credit derivatives) | | |
| 13 | Total derivative exposures (sum of lines 8 to 12) | 16 166.00 | 18 749.00 |
| Securities financing transaction exposures | | | |
| 14 | Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions | 0.00 | 0.00 |
| 15 | (Netted amounts of cash payables and cash receivables of gross SFT assets) | | |
| 16 | CCR exposure for SFT assets | | |
| 17 | Agent transaction exposures | | |
| 18 | Total securities financing transaction exposures (sum of lines 14 to 17) | 0.00 | 0.00 |
| Other off-balance sheet exposures | | | |
| 19 | Off-balance sheet exposure at gross notional amount | 860 194.00 | 835 458.00 |
| 20 | (Adjustments for conversion to credit equivalent amounts) | -230 448.00 | -214 585.00 |
| 21 | Specific and general provisions associated with off-balance sheet exposures deducted in determining in Tier -1 Capital | | |
| 22 | Off-balance sheet items (sum of lines 19 to 21) | 629 746.00 | 620 873.00 |
| Capital and total exposures | | | |
| 23 | Tier 1 capital | 1 779 537.00 | 1 689 130.00 |
| 24 | Total exposures (sum of lines 7, 13, 18 and 22) | 12 575 840.00 | 12 833 690.00 |
| Leverage ratio | | | |
| 25 | Basel III leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) | 14.15 | 13.16 |
| 25a | Basel III leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves) | - | - |
| 26 | National minimum Leverage ratio requirement | 4.00 | 4.00 |
| 27 | Applicable leverage buffers | | |

LIQ1 – Liquidity Coverage Ratio (LCR)

| | | a | b |
|----|---|----------------------------------|--------------------------------|
| | | Total unweighted value (average) | Total weighted value (average) |
| | High-quality liquid assets | | |
| 1 | Total HQLA | 333 203 | 333 203 |
| | Cash Outflow | | |
| 2 | Retail deposits and deposits from small business customers, of which: | | |
| 3 | Stable deposits | 142 359 | - |
| 4 | Less stable deposits | 283 931 | 28 393 |
| 5 | Unsecured wholesale funding, of which: | | |
| 6 | Operational deposits (all counterparties) and deposits in networks of cooperative banks | 219 903 | 8 572 |
| 7 | Non-operational deposits (all counterparties) | 168 251 | 67 300 |
| 8 | Unsecured debt | 1 073 828 | 1 073 828 |
| 9 | Secured wholesale funding | - | - |
| 10 | Additional requirements, of which: | | |
| 11 | Outflows related to derivative exposures and other collateral requirements | 10 541 | 10 541 |
| 12 | Outflows related to loss of funding on debt products | | |
| 13 | Credit and liquidity facilities | 135 138 | 10 563 |
| 14 | Other contractual funding obligations | 2 587 | 2 587 |
| 15 | Other contingent funding obligations | 725 057 | 21 752 |
| 16 | TOTAL CASH OUTFLOWS | 2 761 595 | 1 223 536 |
| | Cash Inflows | | |
| 17 | Secured lending (eg reverse repos) | | |
| 18 | Inflows from fully performing exposures | 1 785 210 | 1 501 137 |
| 19 | Other cash inflows | 10 929 | 10 929 |
| 20 | TOTAL CASH INFLOWS | 1 796 139 | 1 512 066 |
| | | | Total adjusted value |
| 21 | Total HQLA | | 333 203 |
| 22 | Total net cash outflows | | 305 884 |
| 23 | Liquidity Coverage Ratio (%) | | 109 |

LIQ2 – Net Stable Funding Ratio (NSFR)

| (In currency amount) | Available stable funding (ASF) item | a | b | c | d | e |
|----------------------|---|---------------------------------------|------------|----------------------|-----------|------------------|
| | | Unweighted value by residual maturity | | | | Weighted value |
| | | No maturity | < 6 months | 6 months to < 1 year | ≥ 1 year | |
| 1 | Capital: | | | | 1 859 668 | 1 859 668 |
| 2 | Regulatory capital | | | | 1 859 668 | 1 859 668 |
| 3 | Other capital instruments | | | | | |
| 4 | Retail deposits and deposits from small business customers: | | 497 390 | 37 750 | 20 916 | 515 725 |
| 5 | Stable deposits | | 225 910 | 37 750 | 20 916 | 271 393 |
| 6 | Less stable deposits | | 271 480 | - | - | 244 332 |
| 7 | Wholesale funding: | | 145 413 | 9 901 | 51 967 | 129 624 |
| 8 | Operational deposits | | | | | |
| 9 | Other wholesale funding | | 145 413 | 9 901 | 51 967 | 129 624 |
| 10 | Liabilities with matching interdependent assets | | | | | |
| 11 | Other liabilities: | | 2 664 703 | 1 115 423 | 5 524 663 | 6 082 375 |
| 12 | NSFR derivative liabilities | | | | 10 541 | |
| 13 | All other liabilities and equity not included in the above categories | | 13 855 | - | -11 024 | -11 024 |
| 14 | Total ASF | | | | | 8 576 368 |

| Required stable funding (RSF) item | | | | | | |
|------------------------------------|---|--|-----------|---------|-----------|------------------|
| 15 | Total NSFR high-quality liquid assets (HQLA) | | | | | 16 617 |
| 16 | Deposits held at other financial institutions for operational purposes | | 959 755 | 544 554 | - | 752 155 |
| 17 | Performing loans and securities: | | 2 321 925 | 670 972 | 4 335 718 | 5 017 963 |
| 18 | Performing loans to financial institutions secured by Level 1 HQLA | | | | | |
| 19 | Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions | | 2 321 925 | 670 972 | 4 331 346 | 5 015 121 |
| 20 | Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which: | | | | | |
| 21 | With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk | | | | | |
| 22 | Performing residential mortgages, of which: | | | | 4 372 | 2 842 |
| 23 | With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk | | | | 4 372 | 2 842 |
| 24 | Securities that are not in default and do not qualify as HQLA, including exchange-traded equities | | - | - | - | - |
| 25 | Assets with matching interdependent liabilities | | | | | |
| 26 | Other assets: | | -34 896 | 186 | 2 687 158 | 2 266 729 |
| 27 | Physical traded commodities, including gold | | | | | |
| 28 | Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs | | | | | |
| 29 | NSFR derivative assets | | | | | |
| 30 | NSFR derivative liabilities before deduction of variation margin posted | | - | - | 10 929 | 10 929 |
| 31 | All other assets not included in the above categories | | - | - | 96 405 | 96 405 |
| 32 | Off-balance sheet items | | | | 871 950 | 43 598 |
| 33 | Total RSF | | | | | 8 204 395 |
| 34 | Net Stable Funding Ratio (%) | | | | | 105 |

MR1: MARKET RISK UNDER SA

| | | a |
|----|--|-----------------------------|
| | | Capital charge in SA |
| 1 | General interest rate risk | |
| 2 | Equity risk | |
| 3 | Commodity risk | |
| 4 | Foreign exchange risk | 277 |
| 5 | Credit spread risk – non-securitisations | |
| 6 | Credit spread risk – securitisations (non-correlation trading portfolio) | |
| 7 | Credit spread risk – securitisation (correlation trading portfolio) | |
| 8 | Default risk – non-securitisations | |
| 9 | Default risk – securitisations (non-correlation trading portfolio) | |
| 10 | Default risk – securitisations (correlation trading portfolio) | |
| 11 | Residual risk add-on | |
| 12 | Total | 277 |


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 103/152/1000

CR1: Credit quality of assets

(R '000)

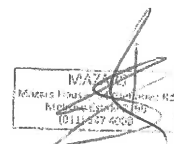
| | | Gross carrying values of | | Allowances/ impairments | Net values |
|---|-----------------------------|--------------------------|-------------------------|----------------------------|-----------------|
| | | a | b | | d |
| | | Defaulted exposures | Non-defaulted exposures | | (a+b-c) |
| 1 | Loans | 0 | 10369261 | 72 314 | 10296947 |
| 2 | Debt | 0 | 1603127 | 4644 | 1598483 |
| | Securities | | | | |
| 3 | Off-balance sheet exposures | 0 | 817532 | 3173 | 814359 |
| 4 | Total | 0 | 12789920 | 80131 | 12709789 |

CR2: Changes in stock of defaulted loans and debt securities

| | | a |
|---|---|-----|
| 1 | Defaulted loans and debt securities at end of the previous reporting period | Nil |
| 2 | Loans and debt securities that have defaulted since the last reporting period | Nil |
| 3 | Returned to non-defaulted status | Nil |
| 4 | Amounts written off | Nil |
| 5 | Other changes | Nil |
| 6 | Defaulted loans and debt securities at end of the reporting period (1+2-3-4±5) | Nil |

CR3: Credit risk mitigation techniques – overview

| | | a | b | c | d | e | f | g |
|---|--------------------|--------------------------------------|---------------------------------|---|---|---|---|---|
| | | Exposures unsecured: carrying amount | Exposures secured by collateral | Exposures secured by collateral, of which: secured amount | Exposures secured by financial guarantees | Exposures secured by financial guarantees, of which: secured amount | Exposures secured by credit derivatives | Exposures secured by credit derivatives, of which: secured amount |
| 1 | Loans | 9410578 | 886369 | 886369 | 290990 | 290990 | | |
| 2 | Debt securities | 1598483 | 0 | | | | | |
| 3 | Total | 11009061 | 886369 | 886369 | 290990 | 290990 | | |
| 4 | Of which defaulted | - | - | - | - | | | |



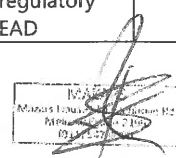
CR4: Standardised approach – credit risk exposure and credit risk mitigation (CRM) effects (R'000)

| | Asset classes | a | b | c | d | e | f |
|----|--|------------------------------|--------------------------|----------------------------|--------------------------|---------------------|-------------|
| | | Exposures before CCF and CRM | | Exposures post-CCF and CRM | | RWA and RWA density | |
| | | On-balance sheet amount | Off-balance sheet amount | On-balance sheet amount | Off-balance sheet amount | RWA | RWA density |
| 1 | Sovereigns and their central banks | 192347 | 0 | 192347 | | 0 | 0 |
| 2 | Non-central government public sector entities | 0 | 0 | 0 | | 0 | 0 |
| 3 | Multilateral development banks | 417820 | 0 | 417820 | | 208910 | 0.5 |
| 4 | Banks | 7436280 | 262929 | 7436280 | 0 | 6198684 | 0.83 |
| | Of Which Securities firms & Other Financial Inst | | | | | | |
| 5 | Covered Bonds | | | | | | |
| 6 | Corporates | 3677504 | 545289 | 3341320 | 348260 | 3771087 | 1.005 |
| | Of Which Securities firms & Other Financial Inst | 250797 | | 250797 | | 250797 | 1.00 |
| | Of Which Specialised Lending | | | | | | |
| 7 | Subordinated Debt Equity and other Capital | | | | | | |
| 8 | Retail | 47384 | 9314 | 6153 | 0 | 2935 | 0.48 |
| 9 | Real Estate | 201052 | | | 0 | | |
| | Of Which :General RRE | | | | | | |
| | Of Which :IPRRE | | | | | | |
| | OF Which: General CRE | 201052 | | | | | |
| | OF Which : IPCRE | 201052 | | | | | |
| | OF Which Land Acq, develo and construction | | | | | | |
| 10 | Defaulted Exposure | | | | | | |
| 11 | Other assets | | | | | | |
| 12 | Total | 11972388 | 817532 | 11393920 | 348260 | 10181615 | 0.86 |

CCR1: Analysis of counterparty credit risk (CCR) exposure by approach

(R'000)

| | a | b | c | d | e | f |
|--|------------------|---------------------------|------|---|--------------|-----|
| | Replacement cost | Potential future exposure | EEPE | Alpha used for computing regulatory EAD | EAD post-CRM | RWA |
| | | | | | | |



| | | | | | | | |
|---|--|--|--|--|-----|-------|------|
| 1 | SA-CCR (for derivatives) ¹⁹ | | | | 1.4 | | |
| 2 | Internal Model Method (for derivatives and SFTs) | | | | | | |
| 3 | Simple Approach for credit risk mitigation (for SFTs) | | | | | 16164 | 9471 |
| 4 | Comprehensive Approach for credit risk mitigation (for SFTs) | | | | | | |
| 5 | VaR for SFTs | | | | | | |
| 6 | Total | | | | | | |

CCR2: Credit valuation adjustment (CVA) capital charge

| | | a | b |
|---|---|--------------|-------|
| | | EAD post-CRM | RWA |
| | Total portfolios subject to the Advanced CVA capital charge | | |
| 1 | (i) VaR component (including the 3×multiplier) | | |
| 2 | (ii) Stressed VaR component (including the 3×multiplier) | | |
| 3 | All portfolios subject to the Standardised CVA capital charge | 16164 | 48988 |
| 4 | Total subject to the CVA capital charge | | |

CCR3: Standardised approach – CCR exposures by regulatory portfolio and risk weights

| | a | b | c | d | e | f | g | h | i |
|--|---|----|--------|--------|----|--------|-----|--------|-----------------------|
| Risk Weight Regulatory Portfolio | 0 | 10 | 20 | 50 | 75 | 100 | 150 | Others | Total Credit Exposure |
| Sovereigns | | | | | | | | | |
| Non-central government public sector entities (PSEs) | | | | | | | | | |
| Multilateral development banks (MDBs) | | | | | | | | | |
| Banks | | | 2952 | 8663 | | | | | 11615 |
| Security Firms | | | | | | | | | |
| Corporates | | | | | | 1149 | | | 1149 |
| Regulatory retail portfolios | | | | | | 3400 | | | 3400 |
| Other assets | | | | | | | | | |
| Total | | | 882519 | 184390 | | 689365 | | | 16164 |

CCR5: Composition of collateral for CCR exposure

| | a | b | c | d | e | f |
|--------------------------|--|--------------|---------------------------------|--------------|-----------------------------------|---------------------------------|
| | Collateral used in derivative transactions | | | | Collateral used in SFTs | |
| | Fair value of collateral received | | Fair value of posted collateral | | Fair value of collateral received | Fair value of posted collateral |
| | Segregated | Unsegregated | Segregated | Unsegregated | | |
| Cash – domestic currency | | | | | | |
| Cash – other currencies | | | | | | |
| Domestic sovereign debt | | | | | | |
| Other sovereign debt | | | | | | |
| Government agency debt | | | NIL | | | |
| Corporate bonds | | | | | | |
| Equity securities | | | | | | |
| Other collateral | | | | | | |
| Total | | | | | | |

CCR6: Credit derivatives exposures

| | a | b |
|----------------------------------|-------------------|-----------------|
| | Protection bought | Protection sold |
| Notionals | | |
| Single-name credit default swaps | | |
| Index credit default swaps | | |
| Total return swaps | | |
| Credit options | | NIL |
| Other credit derivatives | | |
| Total Notionals | | |
| Fair values | | |
| Positive fair value (asset) | | |
| Negative fair value (liability) | | |



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25 November 2020

State Bank of India - Johannesburg Branch
3rd floor, The Mall Offices
11 Craddock Avenue
Rosebank
2196

Dear Sir

Independent Reviewer's Report

To the Directors of State Bank of India – Johannesburg Branch

We have reviewed the Basel Pillar 3 Disclosure Report of State Bank of India – Johannesburg Branch at, and for the quarter ended 30 September 2020 and the related narrative commentary that supplements the quantitative information provided in the Basel Pillar 3 Disclosure Report.

Directors' Responsibility for the Basel Pillar 3 Disclosure Report

The directors are responsible for the preparation of the Basel Pillar III Disclosure Report in accordance with Directive 1 of 2019 issued in terms of section 6(6) of the Banks Act 94 which makes reference to the Revised Pillar III Disclosure Requirements issued by the Basel Committee of Banking Supervision, and for such internal control as the directors determine is necessary to enable the preparation of the Basel Pillar III Disclosure Report that is free from material misstatement, whether due to fraud or error. The directors are also responsible for disclosing all interpretations made and judgements applied in preparation of the Basel Pillar III Disclosure Report.

Independent Reviewer's Responsibility

Registered Auditor – A firm of Chartered Accountants (SA) • IRBA Registration Number 900222

Partners: MV Ninan (National Co-CEO), MC Olckers (National Co-CEO), SJ Adlam, JC Combrink, GJ De Beer, G Deva, Y Dockrat, JJ Eloff, MH Fisher, GD Jackson, D Keeve, R Murugan, MV Patel, S Ranchhoojee, DM Tekie, S Truter, S Vorster

A full list of national partners is available on request or at www.mazars.co.za

Our responsibility is to report on the Basel Pillar 3 Disclosure Report and to express a conclusion on the disclosure report based on our review. We conducted our review in accordance with the International Standard on Review Engagements (ISRE) 2410 (Revised), *Engagements to Review Historical Financial Statements*. ISRE 2410 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the Basel Pillar 3 Disclosure Report is not prepared, in all material respects, in accordance with the with the Revised Pillar III Disclosure Requirements issued by the Basel Committee on Banking Supervision. This Standard also requires us to comply with relevant ethical requirements.

A review of Basel Pillar 3 Disclosure Report in accordance with ISRE 2410 (Revised) is a limited assurance engagement. The independent reviewer performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on the Basel Pillar 3 Disclosure Report.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the Basel Pillar III Disclosure Report of State Bank of India – Johannesburg Branch as at 30 September 2020 is not prepared, in all material respects, in accordance with the Directive 01 of 2019 issued in terms of section 6(6) of the Banks Act 94 which makes reference to the Revised Pillar III Disclosure Requirements issued by the Basel Committee on Banking Supervision.



Mazars

Partner: Sanjay Ranchhoojee

Registered Auditor

25 November 2020