



Standard Chartered Bank Johannesburg Branch

(Registered as an externa company in terms of the South African Companies Act 71 of 2008)
 Registration number 2003/020177/10 ("Standard Chartered" or "the bank")

QUARTERLY REPORT ON PILLAR 3 DISCLOSURES AT 31 DECEMBER 2020

Quarterly disclosures in accordance with the Basel Committee on Banking Supervision's revised Pillar 3 disclosure requirements, the Prudential Authority (PA) Directives 1 of 2019, issued in terms of section 6(6) of the Banks Act No.94 of 1990 and Regulation 43 of the regulations relating to Banks.

KEY METRICS (KM1)

	Dec-20 R'million
Available capital amounts	
1 Common Equity Tier 1 (CET1)	3,896
1a Fully loaded ECL accounting model	3,896
2 Tier 1	3,896
2a Fully loaded ECL accounting model Tier 1	3,896
3 Total capital	4,124
3a Total capital as IFRS 9 or analogous ECLs transitional arrangements had not been applied	4,124
Risk-weighted assets amounts	
4 Total risk-weighted assets (RWA)	24,580
4a Total risk-weighted assets (pre-floor)	24,580
Risk-based capital ratios as a percentage of RWA	
5 Common Equity Tier 1 ratio (%)	15.85%
5a Fully loaded ECL accounting model CET1 (%)	15.85%
5b CET1 ratio (%) (pre-floor ratio)	15.85%
6 Tier 1 ratio (%)	15.85%
6a Fully loaded ECL accounting model Tier 1 ratio (%)	15.85%
6b Tier 1 ratio (%) (pre-floor ratio)	15.85%
7 Total capital ratio (%)	16.78%
7a Fully loaded ECL accounting model total capital ratio (%)	16.78%
7b Total capital ratio (%) (pre-floor ratio)	16.78%
Additional CET1 buffer requirements as a percentage of RWA	
8 Capital conservation buffer requirement (%)	2.50%
9 Countercyclical buffer requirement (%)	-
10 Bank G-SIB and/or D-SIB additional requirements (%)	-
11 Total of bank CET1 specific buffer requirements (%) (rows 8,9 and 10)	2.50%
12 CET1 available after meeting the bank's minimum capital requirements (%)	8.47%
Basel III leverage ratio	
13 Total Basel III leverage ratio exposure measure	45,158
14 Basel III leverage ratio (%) (row2/row13)	8.63%
14a Fully loaded ECL accounting model Basel III leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) (%)	8.63%
14b Basel III leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	8.63%
Liquidity Coverage Ratio	
15 Total HQLA	10,406
16 Total net cash outflow	5,888
17 LCR ratio (%)	177%
Net Stable Funding Ratio	
18 Total available stable funding	25,376
19 Total required stable funding	18,317
20 NFSR ratio	139%



OVERVIEW OF RISK MANAGEMENT (OV1)

	Risk-weighted assets Dec-20 R'million	Minimum Capital Requirements Dec-20 R'million
1 Credit risk (excluding counterparty credit risk)	15,257	1,602
2 Of which standardised approach	15,257	1,602
3 Of which advanced IRB approach	-	-
4 Counterparty credit risk	5,284	555
5 Of which: standardised approach for counterparty credit risk	3,283	345
6 Of which: Internal Model Method (IMM)	-	-
7 Of which: other CCR	-	-
8 Credit valuation adjustment (CVA)	2,001	210
9 Equity positions under the simple risk weight approach	-	-
10 Equity investments in funds – look-through approach	-	-
11 Equity investments in funds – mandate-based approach	-	-
12 Equity investments in funds – fall-back approach	-	-
13 Settlement risk	-	-
14 Securitisation exposures in the banking book	-	-
15 Of which: securitisation internal ratings-based approach (SEC-IRBA)	-	-
16 Of which: securitisation external ratings-based approach (SEC-ERBA), including internal assessment approach (IAA)	-	-
17 Of which: securitisation standardised approach (SEC-SA)	-	-
18 Market risk	138	14
19 Of which standardised approach	138	14
20 Of which internal model approaches	-	-
21 Operational risk	3,067	322
22 Amounts below the thresholds for deduction (subject to 250% risk weight)	-	-
23 Floor Adjustment	-	-
24 Other asset risk	834	88
25 Total	24,580	2,581

Minimum capital requirements - This includes the Basel base minimum of 8%, plus Pillar 2A capital requirement, plus any applicable Basel buffers.



SUMMARY RECONCILIATION OF ACCOUNTING ASSETS AND LEVERAGE EXPOSURE (LR1)

	Dec-20 R'million
1 Total assets	37,052
Adjustment difference between the accounting scope of consolidation and the regulatory scope of consolidation	-
Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-
Adjustments for derivative financial instruments	2,127
Adjustments for securities financing transactions (SFTs)	(326)
Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	6,957
Other adjustments	(653)
8 Total leverage ratio exposure	45,158

LEVERAGE RATIO SUMMARY (LR2)

	Dec-20 R' million
On-balance sheet exposures	
1 On-balance sheet exposures (excluding derivatives and SFT's but including collateral)	30,851
2 Asset amounts deducted in determining tier 1 capital	326
3 Total on-balance sheet exposures (excluding derivatives and SFT's (total of items 1 and 2))	30,525
Derivative exposures	
4 Replacement costs associated with all derivative transactions, net of eligible cash variation margin	6,199
5 Add-on amounts for PFE associated with all derivative transactions	1,476
Gross-up derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	-
7 Deductions from receivables assets for cash variation margin provided in derivatives transactions	-
8 Exempted CCP leg of client-cleared trade exposure	-
9 Adjusted effective notional amount of written credit derivatives	-
10 Adjusted effective notional offsets and add-on deductions for written credit derivatives	-
11 Total derivatives exposure (sum rows 4 to 10)	7,676
Securities financing transaction exposures	
12 Gross SFT assets (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 CRR exposure for SFT assets	-
15 Agent transaction exposures	-
16 Total securities financing transaction exposures (sum of rows 12 to 15)	-
Other off-balance sheet exposures	
17 Off-balance sheet exposure at gross notional amount	27,572
18 Adjustment for conversion to credit equivalent amounts	(20,615)
19 Off-balance sheet items (sum of rows 17 and 18)	6,957
Capital and total exposures	
20 Tier 1 capital	3,896
21 Total exposures (sum of rows 3,11,16 and 19)	45,158
Leverage ratio	
22 Leverage ratio (expressed as a percentage)	8.63%



LIQUIDITY COVERAGE RATIO (LIQ1)

	Dec-20 Total Unweighted Value (average) R'million	Dec-20 Total Weighted (average) R'million
High-Quality Liquid Assets		
1 Total HQLA		10,406
Cash outflows		
2 Retail deposits and deposits from small business customers, of which:	-	-
3 Stable deposits	-	-
4 Less stable deposits	-	-
5 Unsecured wholesale funding, of which:	24,567	14,177
6 Operational deposits (all counterparties) and deposits in networks of cooperative banks	7,034	1,758
7 Non-operational deposits (all counterparties)	17,533	12,419
8 Unsecured debt	-	-
9 Secured wholesale funding	-	-
10 Additional requirements	33,285	7,204
11 Outflows related to derivative exposures and other collateral requirements	5,345	5,345
12 Outflows related to loss of funding on debt products	-	-
Credit and liquidity facilities	-	-
14 Other contractual funding obligations	-	-
15 Other contingent funding obligations	27,940	1,859
16 Total cash outflows	57,852	21,381
Cash inflows		
17 Secured lending (e.g. reverse repos)	-	-
18 Inflows from fully performing exposures	12,022	10,946
19 Other cash inflows	5,371	5,371
20 Total cash inflows	17,393	16,318
		Total adjusted value
21 Total HQLA		10,406
22 Total net cash outflows		5,888
23 Liquidity coverage ratio (%)		177%


NET STABLE FUNDING RATIO (LIQ2)

Unweighted value by residual maturity

	Unweighted value by residual maturity				Weighted Value
	No maturity R' million	<6 months R' million	6 months to <1 R' million	year ≥1 year R' million	
1 Capital:	-	-	-	4,223	4,223
2 Regulatory capital	-	-	-	4,223	4,223
3 Other capital instruments	-	-	-	-	-
4 Retail deposits and deposits from small business customers:	-	-	-	-	-
5 Stable deposits	-	-	-	-	-
6 Less stable deposits	-	-	-	-	-
7 Wholesale funding:	-	-	-	-	-
8 Operational deposits	-	-	-	-	-
9 Other wholesale funding	-	18,772	-	-	7,096
10 Liabilities with matching interdependent assets	-	-	-	-	-
11 Other liabilities:	-	-	-	-	-
12 NSFR derivative liabilities	-	-	-	-	-
13 All other liabilities and equity not included in the above categories	-	-	-	14,058	14,058
14 Total ASF	-	-	-	-	25,376
15 Total NSFR high-quality liquid assets (HQLA)	-	-	-	-	-
16 Deposits held at other financial institutions for operational purposes	-	-	-	-	-
17 Performing loans and securities:	-	-	-	-	-
18 Performing loans to financial institutions secured by Level 1 HQLA	-	5,237	3,221	1,500	498
19 Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	-	11,772	274	910	3,767
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	-	632	-	-	32
22 Performing residential mortgages, of which:	-	-	-	-	-
23 With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk	-	-	-	191	159
24 Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	1,305	-	1,135	1,617
25 Assets with matching interdependent liabilities	-	-	-	-	-
26 Other liabilities:	-	-	-	-	-
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	-	-	-	-	-
31 All other assets not included in the above categories	-	-	-	10,866	10,866
32 Off-balance sheet items	-	-	-	27,572	1,379
33 Total RSF	-	-	-	-	18,317
34 Net Stable Funding Ratio (%)	-	-	-	-	139%