

## Standard Chartered Bank Johannesburg Branch

(Registered as an external 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 AS AT 30 JUNE 2020

Quarterly disclosures in accordance with the Basel Committee on Banking Supervision's revised pillar 3 disclosure requirements, the South African Reserve Bank (SARB) Directives 4 of 2014, 11 of 2015 and 1 of 2018 issued in terms of section 6(6) of the Banks Act No. 94 of 1990 and Regulation 43(1)(e)(iii) of the regulations relating to banks.

#### KEY METRICS (KM1)

	Jun-20 Rmillion
<b>Available capital amounts</b>	
1 Common Equity Tier 1 (CET1)	3,916
1a Fully loaded ECL accounting model	3,916
2 Tier 1	3,916
2a Fully loaded ECL accounting model Tier 1	3,916
3 <b>Total capital</b>	4,145
3a <b>Total capital as IFRS 9 or analogous ECLs transitional arrangements had not been applied</b>	4,145
<b>Risk-weighted assets amounts</b>	
4 Total risk-weighted assets (RWA)	24,763
4a Total risk-weighted assets (pre-floor)	24,763
<b>Risk-based capital ratios as a percentage of RWA</b>	
5 Common Equity Tier 1 ratio (%)	15.81%
5a Fully loaded ECL accounting model CET1 (%)	15.81%
5b CET1 ratio (%) (pre-floor ratio)	15.81%
6 Tier 1 ratio (%)	15.81%
6a Fully loaded ECL accounting model Tier 1 ratio (%)	15.81%
6b Tier 1 ratio (%) (pre-floor ratio)	15.81%
7 Total capital ratio (%)	16.74%
7a Fully loaded ECL accounting model total capital ratio (%)	16.74%
7b Total capital ratio (%) (pre-floor ratio)	16.74%
<b>Additional CET1 buffer requirements as a percentage of RWA</b>	
8 Capital conservation buffer requirement (%)	2.50%
9 Countercyclical buffer requirement (%)	0.00%
10 Bank G-SIB and/or D-SIB additional requirements (%)	0.00%
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 (%)	7.93%
<b>Basel III leverage ratio</b>	
13 Total Basel III leverage ratio exposure measure	45,422
14 Basel III leverage ratio (%) (row2/row13)	8.62%
14a Fully loaded ECL accounting model Basel III leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) (%)	8.62%
14b Basel III leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	8.62%
<b>Liquidity Coverage Ratio</b>	
15 Total HQLA	12,534
16 Total net cash outflow	10,103
17 LCR ratio (%)	124%
<b>Net Stable Funding Ratio</b>	
18 Total available stable funding	26,849
19 Total required stable funding	21,561
20 NFSR ratio	125%

## OVERVIEW OF RISK MANAGEMENT (OV1)

	Jun-20 Rmillion	Jun-20 Rmillion
1 <b>Credit risk (excluding counterparty credit risk)</b>	14,988	1,724
2 Of which standardised approach	14,988	1,724
3 Of which advanced IRB approach	-	-
4 <b>Counterparty credit risk</b>	6,196	713
5 Of which: standardised approach for counterparty credit risk	-	-
6 Of which: Internal Model Method (IMM)	3,743	430
7 Of which: other CCR	-	-
8 Credit valuation adjustment (CVA)	2,453	282
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 <b>Market risk</b>	99	11
19 Of which standardised approach	99	11
20 Of which internal model approaches	-	-
21 <b>Operational risk</b>	2,882	331
22 Amounts below the thresholds for deduction (subject to 250% risk weight)	-	-
23 Floor Adjustment	-	-
24 Other asset risk	598	69
25 <b>Total</b>	24,763	2,848

## LEVERAGE RATIO

### Summary comparison of accounting assets vs leverage ratio exposure (LR1)

	Jun-20 Rmillion
<b>1 Total assets</b>	<b>37,142</b>
Adjustment difference between the accounting scope of consolidation and the regulatory scope of consolidation	-
2 Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-
3 Adjustments for derivative financial instruments	2,946
4 Adjustments for securities financing transactions (SFTs)	(1,544)
5 Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	7,588
6 Other adjustments	(709)
<b>7 Total leverage ratio exposure</b>	<b>45,422</b>

### Leverage Ratio Summary (LR2)

	Jun-20 Rmillion
<b>On-balance sheet exposures</b>	
1 On-balance sheet exposures (excluding derivatives and SFT's but including collateral)	29,555
2 Asset amounts deducted in determining tier 1 capital	355
<b>3 Total on-balance sheet exposures (excluding derivatives and SFT's (total of items 1 and 2))</b>	<b>29,200</b>
<b>Derivative exposures</b>	
4 Replacement costs associated with all derivative transactions, net of eligible cash variation margin	6,663
5 Add-on amounts for PFE associated with all derivative transactions	1,971
6 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	-
<b>11 Total derivatives exposure (sum rows 4 to 10)</b>	<b>8,634</b>
<b>Securities financing transaction exposures</b>	
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	-
<b>16 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	31,724
18 Adjustment for conversion to credit equivalent amounts	(24,136)
<b>19 Off-balance sheet items ( sum of rows 17 and 18)</b>	<b>7,588</b>
<b>Capital and total exposures</b>	
20 Tier 1 capital	3,916
<b>21 Total exposures ( sum of rows 3,11,16 and 19)</b>	<b>45,422</b>
<b>Leverage ratio</b>	
<b>22 Leverage ratio (expressed as a percentage)</b>	<b>8.62%</b>

## LIQUIDITY RATIO

### Liquidity Coverage Ratio (LIQ1)

	Jun-20 Total Unweighted Value (average) Rmillion	Jun-20 Total Weighted (average) Rmillion
<b>High-Quality Liquid Assets</b>		
1 Total HQLA		12,534
<b>Cash outflows</b>		
2 Retail deposits and deposits from small business customers, of which:	-	-
3 Stable deposits	-	-
4 Less stable deposits	-	-
5 Unsecured wholesale funding, of which:	25,433	13,983
6 Operational deposits (all counterparties) and deposits in networks of cooperative banks	9,002	2,251
7 Non-operational deposits (all counterparties)	16,431	11,732
8 Unsecured debt	-	-
9 Secured wholesale funding	-	-
10 Additional requirements	36,766	7,335
11 Outflows related to derivative exposures and other collateral requirements	5,682	5,682
12 Outflows related to loss of funding on debt products	-	-
Credit and liquidity facilities	-	-
14 Other contractual funding obligations	-	-
15 Other contingent funding obligations	31,084	1,653
16 Total cash outflows	62,199	21,317
<b>Cash inflows</b>		
17 Secured lending (e.g. reverse repos)	-	-
18 Inflows from fully performing exposures	7,163	5,526
19 Other cash inflows	5,688	5,688
20 Total cash inflows	12,851	11,214
		<b>Total adjusted value</b>
21 Total HQLA		12,534
22 Total net cash outflows		10,103
23 Liquidity coverage ratio (%)		<b>124%</b>

## Net Stable Funding Ratio (NSFR)

	Unweighted value by residual maturity				Weighted Value
	No maturity	<6 months	<1 year	≥1 year	
	Rmillion	Rmillion	Rmillion	Rmillion	
1 Capital:				4,270	4,270
2 Regulatory capital				4,270	4,270
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	-	17,170	-	-	6,877
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	-	-	-	15,702	15,702
14 Total ASF					26,849
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	-	7,705	4,134	3	592
Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing					
19 loans to financial institutions	-	5,172	528	304	2,114
Performing loans to non-financial corporate clients, loans to retail and small business customers,					
20 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	-	1,102	-	-	240
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	-	-	-	412	344
24 Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	550	1,305	1,135	1,892
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	-	-	-	14,793	14,793
32 Off-balance sheet items	-	-	-	31,724	1,586
33 Total RSF					21,561
34 <b>Net Stable Funding Ratio (%)</b>					<b>125%</b>