

**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 September 2018**

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.

<b>Standard Chartered Bank, Johannesburg Branch-LCR Common Disclosure Template for quarter ended 30 September 2018</b>			
<b>Liquidity Coverage Ratio (LCR) (LIQ1)</b>		<b>Total Unweighted Value (average) <sup>a</sup></b>	<b>Total Weighted (average) <sup>b</sup></b>
		<b>ZAR'm</b>	<b>ZAR'm</b>
<b>High-Quality Liquid Assets</b>			
1	Total HQLA		8 556
<b>Cash outflows</b>			
2	<b>Retail deposits and deposits from small business customers, of which:</b>		0
3	Stable deposits		0
4	Less stable deposits		0
5	<b>Unsecured wholesale funding, of which:</b>	<b>22 237</b>	<b>11 396</b>
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	9 313	2 328
7	Non-operational deposits (all counterparties)	12 925	9 067
8	Unsecured debt	0	
9	<b>Secured wholesale funding</b>		
10	<b>Additional requirements</b>	<b>23 237</b>	<b>3 563</b>
11	Outflows related to derivative exposures and other collateral requirements	2 428	2 428
12	Outflows related to loss of funding on debt products		
14	<b>Other contractual funding obligations</b>	<b>0</b>	<b>0</b>
15	<b>Other contingent funding obligations</b>	<b>20 809</b>	<b>1 135</b>
16	<b>Total cash outflows</b>		<b>14 958</b>
<b>Cash inflows</b>			
17	<b>Secured lending (e.g. reverse repos)</b>	<b>2 453</b>	<b>2 453</b>
18	<b>Inflows from fully performing exposures</b>		
19	Other cash inflows	7 740	5 664
20	<b>Total cash inflows</b>		<b>8 117</b>
			<b>Total adjusted value <sup>c</sup></b>
21	<b>Total HQLA</b>		<b>8 556</b>
22	<b>Total net cash outflows</b>		<b>6 842</b>
23	<b>Liquidity coverage ratio (%)</b>		<b>125%</b>

<sup>a</sup> Unweighted values must be calculated as outstanding balances maturing or callable within 30 days (for inflows and outflows)

<sup>b</sup> Weighted values must be calculated after the application of respective haircuts (for HQLA) or inflow and outflow rates (for inflows and outflows)

<sup>c</sup> Adjusted values must be calculated after the application of both (i) haircuts and inflow and outflow rates and (ii) any applicable caps (ie cap on level 2B and Level 2 assets for HQLA and cap on inflows)

**Standard Chartered Bank, Johannesburg Branch-Quarterly KM1 2018**

<b>Key metrics for the Group (KM1)</b>	<b>Current Quarter (Quarter-end) September 2018 ZAR'm</b>	<b>Current Quarter (Quarter-end ) June 2018 ZAR'm</b>	<b>Current Quarter (Quarter-end ) March 2018 ZAR'm</b>	<b>Current Quarter (Quarter-end ) December 2017 ZAR'm</b>	<b>Current Quarter (Quarter-end ) September 2017 ZAR'm</b>
<b>Available capital amounts</b>					
1 Common Equity Tier 1 (CET1)	4 139	4 355	4 469	3 795	3 796
2 Tier 1	3 830	4 035	4 138	3 175	3 373
3 <b>Total capital</b>	3 830	4 035	4 138	3 175	3 373
<b>Risk-weighted assets amounts</b>					
4 Total risk-weighted assets (RWA)	26 609	27 599	33 088	26 263	23 665
<b>Risk-based capital ratios as a percentage of RWA</b>					
5 Common Equity Tier 1 ratio (%)	15.6%	15.8%	13.5%	14.4%	16.0%
6 Tier 1 ratio (%)	14.4%	14.6%	12.5%	12.1%	14.3%
7 Total capital ratio (%)	14.4%	14.6%	12.5%	12.1%	14.3%
<b>Additional CET1 buffer requirements as a percentage of RWA</b>					
8 Capital conservation buffer requirement (%)	1.9%	1.9%	1.9%	1.3%	1.3%
9 Countercyclical buffer requirement (%)	-	-	-	-	-
10 Bank G-SIB and/or D-SIB additional requirements (%)	-	-	-	-	-
11 8,9 and 10)	1.9%	1.9%	1.9%	1.3%	1.3%
12 CET1 available after meeting the bank's minimum capital requirements (%)					
<b>Basel III leverage ratio</b>					
13 Total Basel III leverage ratio exposure measure	41 813	43 559	39 533	39 290	45 310
14 Basel III leverage ratio (%) (row2/row13)	9.16%	9.26%	10.47%	8.08%	7.45%
<b>Liquidity Coverage Ratio</b>					
Total HQLA	8 556	8 478	7 899	7 701	7 962
Total net cash outflow	6 842	6 943	5 913	5 218	4 640
LCR ratio (%)	125%	122%	134%	148%	172%
<b>Net Stable Funding Ratio</b>					
18 Total available stable funding	22 996	25 270	23 438	23 331	27 399
19 Total required stable funding	21 092	23 136	21 893	21 552	22 010
20 NFSR ratio	109%	109%	107%	108%	124%

Standard Chartered Bank, Johannesburg Branch-Quarterly Leverage Ratio 2018			
	Line item	Current Quarter ( Quarter-end ) September 2018 ZAR'm	Current Quarter ( Quarter-end ) June 2018 ZAR'm
<b>Leverage ratio common disclosure</b>			
<b>On-balance sheet exposures</b>			
On-balance sheet exposures (excluding derivatives and SFT's but including collateral	1	31 529	34 465
Asset amounts deducted in determining tier 1 capital	2	309	320
<b>Total on-balance sheet exposures (excluding derivatives and SFT's (total of items 1 and 2)</b>	<b>3</b>	<b>31 220</b>	<b>34 145</b>
<b>Derivative Exposures</b>			
Replacement costs associated with all derivative transactions, net of eligible cash variation margin	4	2 453	2 254
Add-on amounts for PFE associated with all derivative transactions	5	1 844	2 313
Gross-up derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	6	-	-
Deductions from receivables assets for cash variation margin provided in derivatives transactions	7	-	-
Exempted CCP leg of client-cleared trade exposure	8	-	-
Adjusted effective notional amount of written credit derivatives	9	-	-
Adjusted effective notional offsets and add-on deductions for written credit derivatives	10	-	-
<b>Total derivatives exposure (sum rows 4 to 10)</b>	<b>11</b>	<b>4 297</b>	<b>4 567</b>
<b>Securities financing transaction exposures</b>			
Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	12	-	-
Netted amounts of cash payables and cash receivables of gross SFT assets	13	-	-
CRR exposure for SFT assets	14	-	-
Agent transaction exposures	15	-	-
<b>Total securities financing transaction exposures (sum of rows 12 to 15)</b>	<b>16</b>	<b>-</b>	<b>-</b>
<b>Other off-balance sheet exposures</b>			
Off-balance sheet exposure at gross notional amount	17	12 589	9 692
Adjustment for conversion to credit equivalent amounts	18	(6 295)	(4 846)
<b>Off-balance sheet items ( sum of rows 17 and 18)</b>	<b>19</b>	<b>6 295</b>	<b>4 846</b>
<b>Capital and total exposures</b>			
Tier 1 capital <sup>(1)</sup>	20	3 830	4 035
<b>Total exposures ( sum of rows 3,11,16 and 19)</b>	<b>21</b>	<b>41 813</b>	<b>43 559</b>
<b>Leverage ratio</b>			
<b>Leverage ratio (expressed as a percentage)</b>	<b>22</b>	<b>9.16%</b>	<b>9.26%</b>

1) Excluding unappropriated profits

Standard Chartered Bank, Johannesburg Branch for quarter ended 30 September 2018

OV1: Overview of RWA

	Risk-weighted assets September 2018 ZAR'm	Risk-weighted assets June 2018 ZAR'm	Minimum Capital Requirements September 2018 <sup>1</sup> ZAR'm
1 Credit risk (excluding counterparty credit risk)	19 243	19 639	2 285
2 Of which standardised approach			
3 Of which advanced IRB approach	19 243	19 639	2 285
4 Counterparty credit risk	2 989	3 370	355
5 Of which: standardised approach for counterparty credit risk	2 989	3 370	355
6 Of which: Internal Model Method (IMM)			
7 Of which: other CCR			
8 Credit valuation adjustment (CVA)			
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	80	20	9
19 Of which standardised approach	80	20	9
20 Of which internal model approaches			
21 Operational risk	2 755	2 769	327
22 Amounts below the thresholds for deduction (subject to 250% risk weight)	-	-	-
23 Floor Adjustment	-	-	-
24 Other asset risk	1 542	1 800	183
25 Total	26 609	27 599	3 160

<sup>1</sup> Minimum capital requirements - This value is 11.875% for 2018, consisting of a Pillar 1 requirement of 8.00%, Pillar 2A of 1.25%, an add-on: idiosyncratic requirement of 0.75% and a phased in Capital Conservation Buffer of 1.875% in 2018