

**Bank Sohar**  
**Basel III leverage ratio framework and disclosure requirements - Reports for Quarter ended 30-Sep-19**

(All amounts in OMR'000)

| <b>Table 1: Summary comparison of accounting assets vs leverage ratio exposure measure</b>   |  |                        |                         |
|--|--|------------------------|-------------------------|
| <i>(Please refer to paragraph 52 of Basel III leverage ratio framework and disclosure requirements of BCBS issued in January 2014)</i> |  |                        |                         |
|  | <b>Item</b>  | <b>Current Quarter</b> | <b>Previous Quarter</b> |
| 1  | Total consolidated assets as per published financial statements  | 3,338,397              | 3,221,487               |
| 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   | 632                    | 200                     |
| 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)  | 145,217                | 154,069                 |
| 7  | Other adjustments  | (4,459)                | (3,674)                 |
| <b>8</b>   | <b>Leverage ratio exposure</b>   | <b>3,479,787</b>       | <b>3,372,082</b>        |

| <b>Table 2: Leverage ratio common disclosure template</b>  |  |                        |                         |
|--|--|------------------------|-------------------------|
| <i>(Please refer to paragraph 53 of Basel III leverage ratio framework and disclosure requirements of BCBS issued in January 2014)</i> |  |                        |                         |
|  | <b>Item</b>  | <b>Current Quarter</b> | <b>Previous Quarter</b> |
| 1  | On-balance sheet items (excluding derivatives and SFTs, but including collateral)  | 3,063,755              | 2,947,197               |
| 2  | (Asset amounts deducted in determining Basel III Tier 1 capital)   | (2,188)                | (2,164)                 |
| 3  | <b>Total on-balance sheet exposures</b> (excluding derivatives and SFTs) (sum of lines 1 and 2)  | <b>3,061,567</b>       | <b>2,945,033</b>        |
|  | <b>Derivative Exposures</b>  |                        |                         |
| 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   | <b>Total derivative exposures (sum of lines 4 to 10)</b>   | <b>-</b>               | <b>-</b>                |
|  | <b>Securities financing transaction exposures</b>  |                        |                         |
| 12   | Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions                                      | 274,010                | 274,090                 |
| 13   | (Netted amounts of cash payables and cash receivables of gross SFT assets)   | (1,007)                | (1,110)                 |
| 14   | CCR exposure for SFT assets  |                        |                         |
| 15   | Agent transaction exposures  |                        |                         |
| 16   | <b>Total securities financing transaction exposures (sum of lines 12 to 15)</b>  | <b>273,003</b>         | <b>272,980</b>          |
|  | <b>Other Off-balance sheet exposures</b>   |                        |                         |
| 17   | Off-balance sheet exposure at gross notional amount  | 1,127,812              | 1,188,160               |
| 18   | (Adjustments for conversion to credit equivalent amounts)  | (982,595)              | (1,034,091)             |
| 19   | <b>Off-balance sheet items (sum of lines 17 and 18)</b>  | <b>145,217</b>         | <b>154,069</b>          |
|  | <b>Capital and total exposures</b>   |                        |                         |
| 20   | <b>Tier 1 capital</b>  | <b>526,081</b>         | <b>487,320</b>          |
| 21   | <b>Total exposures (sum of lines 3, 11, 16 and 19)</b>   | <b>3,479,787</b>       | <b>3,372,082</b>        |
|  | <b>Leverage Ratio</b>  |                        |                         |
| 22   | <b>Basel III leverage ratio (%)</b>  | <b>15.1</b>            | <b>14.5</b>             |