

SOHAR INTERNATIONAL SAOG
MAIN FEATURES TEMPLATE OF CAPITAL INSTRUMENTS - as of Jun 2024

1	Issuer	SOHAR INTERNATIONAL
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	ISIN OM0000003398
3	Governing law(s) of the instrument <i>Regulatory treatment</i>	Banking Law of Oman / Commercial Companies Law
4	Transitional Basel III rules	NA
5	Post-transitional Basel III rules	Common Equity Tier 1
6	Eligible at solo/group/group & solo	Solo
7	Instrument type (types to be specified by each jurisdiction)	Equity Shares
8	Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	OMR 572.508 Million
9	Par value of instrument	OMR 572.508 Million
10	Accounting classification	Shareholder's Equity
11	Original date of issuance	03-Jan-07
12	Perpetual or dated	Perpetual
13	Original maturity date	NA
14	Issuer call subject to prior supervisory approval	NA
15	Optional call date, contingent call dates and redemption amount	NA
16	Subsequent call dates, if applicable	NA
<i>Coupons / dividends</i>		
17	Fixed or floating dividend/coupon	NA
18	Coupon rate and any related index	NA
19	Existence of a dividend stopper	NO
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary
21	Existence of step up or other incentive to redeem	NO
22	Noncumulative or cumulative	Noncumulative
23	Convertible or non-convertible	Non-convertible
30	Write-down feature	NO
31	If write-down, write-down trigger(s)	NA
32	If write-down, full or partial	NA
33	If write-down, permanent or temporary	NA
34	If temporary write-down, description of write-up mechanism	NA
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Subordinated to the Compulsorily Convertible bonds issued by the Bank
36	Non-compliant transitioned features	NO
37	If yes, specify non-compliant features	NA

Sohar International Bank SAOG

RECONCILIATION TEMPLATE - AS OF Jun'24

Step 1 :

(RO '000)

	Balance sheet as in published financial statements	Under regulatory scope of consolidation
	As at Jun'24	As at Jun'24
Assets		
Cash and balances with Central Bank of Oman	171,210	171,199
Certificates of deposit	-	-
Due from banks	735,031	735,031
Loans and advances	4,025,154	4,025,155
Investments in securities	2,052,539	2,052,539
Loans and advances to banks	-	-
Property and equipment	140,777	140,777
Deferred tax assets	-	-
Other assets	42,923	42,858
Total assets	7,167,634	7,167,559
Liabilities		
Due to banks	727,871	727,871
Customer deposits	5,610,483	5,610,484
Certificates of deposit	-	-
Current and deferred tax liabilities	-	-
Other liabilities	110,779	110,703
Subordinated Debts	-	-
Compulsory Convertible bonds	-	-
Total liabilities	6,449,133	6,449,058
Shareholders' Equity		
Paid-up share capital	572,508	572,508
Share premium	18,038	18,038
Legal reserve	44,910	44,910
General reserve	988	988
Retained earnings	88,601	88,601
Cumulative changes in fair value of investments	(597)	(597)
Subordinated debt reserve	-	-
Impairment reserve	5,464	5,464
Special Reserve	(11,411)	(11,411)
Perpetual Tier 1 Capital Securities	-	-
Total shareholders' equity	718,501	718,501
Total liability and shareholders' funds	7,167,634	7,167,559

Sohar International Bank SAOG

RECONCILIATION TEMPLATE - AS OF Jun'24

Step 2 :

	(RO '000)		
	Balance sheet as in published financial statements	Under regulatory scope of consolidation	Reference
	As at Jun'24	As at Jun'24	
Assets			
Cash and balances with CBO	171,210	171,199	
Balance with banks and money at call and short notice	735,031	735,031	
Investments :	2,052,539	2,052,539	
Of which Held to Maturity	364,412	364,412	
Out of investments in Held to Maturity:			
Investments in subsidiaries	NA	NA	
Investments in Associates and Joint Ventures	NA	NA	
Of which Available for Sale	1,625,542	1,625,542	
	NA	NA	
Out of investments in Available for Sale :			
Investments in Subsidiaries			
Investments in Associates and Joint Ventures	NA	NA	
Held for Trading	62,585	62,585	
Loans and advances	4,025,154	4,025,155	
Of which :			
Loans and advances to domestic banks	-	-	
Loans and advances to non-resident banks	-	-	
Loans and advances to domestic customers	3,320,115	3,320,115	
Loans and advances to non-resident Customers for domestic operations	-	-	
Loans and advances to non-resident Customers for operations abroad	43,389	43,389	
Loans and advances to SMEs	130,447	130,447	
Financing from Islamic banking window	531,203	531,203	
Fixed assets	140,777	140,777	
Other assets	42,923	42,858	
of which:			
Goodwill and intangible assets			
Out of which:			
goodwill	-	-	
Other intangibles (excluding MSRs)	-	-	
Deferred tax assets	-	-	
Goodwill on consolidation	-	-	
Debit balance in Profit & Loss account	-	-	
Total Assets	7,167,634	7,167,559	
Capital & Liabilities			
Paid-up Capital	590,546	590,546	
Of which:			
Amount eligible for CET1	590,546	590,546	
Amount eligible for AT1	-	-	
Reserves & Surplus	127,955	127,955	
Out of which			
Retained earnings*	88,601	88,601	b
Other Reserves	39,951	39,951	
Cumulative changes in fair value of investments	(597)	(597)	
Out of which :			
Losses from fair value of investments	-	-	a
Gains from fair value of investments	-	-	
Haircut of 55% on Gains	-	-	
Total Capital	718,501	718,501	
Deposits :	5,610,483	5,610,484	
Of which:			
Deposits from banks	-	-	
Customer deposits	5,008,806	5,008,807	
Deposits of Islamic Banking window	601,677	601,677	
Other deposits(please specify)	-	-	
Borrowings	727,871	727,871	
Of which: From CBO	-	-	
From banks	727,871	727,871	
From other institutions & agencies	-	-	
Borrowings in the form of bonds, Debentures and sukus	-	-	
Others (Subordinated debt)	-	-	
Other liabilities & provisions**	110,779	110,703	
Of which:			
Out of which : DTLs related to Investments	-	-	
Out of which : DTAs related to Investments	-	-	
Out of which : DTLs related to Fixed Assets	-	-	
DTLs related to goodwill	-	-	
DTLs related to intangible assets	-	-	
TOTAL	7,167,634	7,167,559	

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RECONCILIATION TEMPLATE - AS OF Jun'24

Step 3 :

Common Equity Tier 1 capital: instruments and reserves			
		Component of regulatory capital reported by bank	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation from step 2
1	Directly issued qualifying common share (and equivalent for non- joint stock companies) capital plus related stock surplus	590,546	
2	Retained earnings	38,334	b
3	Accumulated other comprehensive income (and other reserves)	34,487	
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	663,367	
7	Prudential valuation adjustments	-	
8	Goodwill (net of related tax liability)	(54,722)	
9	Losses from fair value of investments	(597)	a
10	DTA related to Investments	-	
11	Common Equity Tier 1 capital (CET1)	608,048	

Basel III common disclosure template to be used during the transition of regulatory adjustments

(Please fill in only the cells highlighted in green with numbers and those in yellow with comments, if any)

		RO '000	AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT	Comments
Common Equity Tier 1 capital: instruments and reserves				
1	Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus	590,546		
2	Retained earnings	38,332		
3	Accumulated other comprehensive income (and other reserves)	34,487		
4	Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies)	-		
	Public sector capital injections grandfathered until 1 January 2018	-		
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	663,365		
Common Equity Tier 1 capital: regulatory adjustments				
7	Prudential valuation adjustments	55,353	-	
8	Goodwill (net of related tax liability)	-	-	
9	Other intangibles other than mortgage-servicing rights (net of related tax liability)	-	-	
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 14.9 of CP-1)	-	-	
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 netted off paid-in capital on reported balance sheet)	-	-	
17	Reciprocal cross-holdings in common equity	-	-	
18	Investments in the capital of banking, financial, insurance and takaful entities that are outside the scope of regulatory consolidation, net of eligible short positions, 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, insurance and takaful entities that are outside the scope of regulatory consolidation, net of eligible short positions (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 REGULATORY ADJUSTMENTS APPLIED TO COMMON EQUITY TIER 1 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT	-	-	
	Of which: [INSERT NAME OF ADJUSTMENT]	-	-	
	Of which: [INSERT NAME OF ADJUSTMENT]	-	-	
	Of which: [INSERT NAME OF ADJUSTMENT]	-	-	
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	55,353		
29	Common Equity Tier 1 capital (CET1)	608,012		
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 ⁵	-		
32	of which: classified as liabilities under applicable accounting standards ⁶	-		
33	Directly issued capital instruments subject to phase out from Additional Tier 1	-		
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	of which: instruments issued by subsidiaries subject to phase out	-		
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, insurance and takaful entities that are outside the scope of regulatory consolidation, net of eligible short positions, 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, insurance and takaful entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-	
41	National specific regulatory adjustments REGULATORY ADJUSTMENTS APPLIED TO ADDITIONAL TIER 1 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT	-	-	
	Of which: [INSERT NAME OF ADJUSTMENT]	-	-	
	Of which: [INSERT NAME OF ADJUSTMENT]	-	-	
	Of which: [INSERT NAME OF ADJUSTMENT]	-	-	
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)	608,012		
Tier 2 capital: instruments and provisions				
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	-		
47	Directly issued capital instruments subject to phase out from Tier 2	-		
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)	15		

Basel III common disclosure template to be used during the transition of regulatory adjustments

(Please fill in only the cells highlighted in green with numbers and those in yellow with comments, if any)

		RO '000	AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT	Comments
49	of which: instruments issued by subsidiaries subject to phase out			
50	Provisions	36,643		
51	Tier 2 capital before regulatory adjustments	36,659		
Tier 2 capital: regulatory adjustments				
52	Investments in own Tier 2 instruments			
53	Reciprocal cross-holdings in Tier 2 instruments		-	
54	Investments in the capital of banking, financial, insurance and takaful entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)		-	
55	Significant investments in the capital banking, financial, insurance and takaful entities that are outside the scope of regulatory consolidation (net of eligible short positions)		-	
56	National specific regulatory adjustments REGULATORY ADJUSTMENTS APPLIED TO TIER 2 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT		-	
	<i>Of which: [INSERT NAME OF ADJUSTMENT]</i>			
	<i>Of which: [INSERT NAME OF ADJUSTMENT]</i>			
	<i>Of which: [INSERT NAME OF ADJUSTMENT]</i>			
57	Total regulatory adjustments to Tier 2 capital		-	
58	Tier 2 capital (T2)	36,659		
59	Total capital (TC = T1 + T2)	644,671		
Risk Weighted Assets				
	RISK WEIGHTED ASSETS IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT		-	
	<i>Of which: [INSERT NAME OF ADJUSTMENT]</i>			
	<i>Of which: [INSERT NAME OF ADJUSTMENT]</i>			
	<i>Of which: [INSERT NAME OF ADJUSTMENT]</i>			
60	Total risk weighted assets (60a+60b+60c)	4,318,612		
60a	<i>Of which: Credit risk weighted assets</i>	3,929,424		
60b	<i>Of which: Market risk weighted assets</i>	119,267		
60c	<i>Of which: Operational risk weighted assets</i>	269,921		
Capital Ratios				
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	14.08		
62	Tier 1 (as a percentage of risk weighted assets)	14.08		
63	Total capital (as a percentage of risk weighted assets)	14.93		
64	Institution specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB/D-SIB buffer requirement expressed as a percentage of risk weighted assets)	8.25%		
65	<i>of which: capital conservation buffer requirement</i>	2.50%		
66	<i>of which: bank specific countercyclical buffer requirement</i>			
67	<i>of which: D-SIB/G-SIB buffer requirement</i>			
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	5.78		
National minima (if different from Basel III)				
69	National Common Equity Tier 1 minimum ratio (if different from Basel 3 minimum)	8.250		
70	National Tier 1 minimum ratio (if different from Basel 3 minimum)	10.250		
71	National total capital minimum ratio (if different from Basel 3 minimum)	12.250		
Amounts below the thresholds for deduction (before risk weighting)				
72	Non-significant investments in the capital of other financials		-	
73	Significant investments in the common stock of financials		-	
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)	36,643		
77	Cap on inclusion of provisions in Tier 2 under standardised approach	98,236		
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)		-	