



## 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 AT 30 June 2024

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)

	Jun-24	Mar-24	Dec-23	Sep-23	Jun-23
	R'million				
<b>Available capital amounts</b>					
Common Equity Tier 1 (CET1)	3,659	3,642	3,662	3,595	3,621
Fully loaded Expected Credit Loss (ECL) accounting model Tier 1	3,659	3,642	3,662	3,595	3,621
Fully loaded ECL accounting model Tier 1	3,659	3,642	3,662	3,595	3,621
Total capital	3,682	3,675	3,698	3,664	3,651
Fully loaded ECL accounting model total capital	3,682	3,675	3,698	3,664	3,651
<b>Risk-weighted assets (amounts)</b>					
Total risk-weighted assets (RWA)	21,142	18,546	18,563	18,488	17,655
<b>Risk-based capital ratios as a percentage of RWA</b>					
CET 1 ratio (%)	17.31%	19.64%	19.73%	19.44%	20.51%
Fully loaded ECL accounting model CET1 (%)	17.31%	19.64%	19.73%	19.44%	20.51%
Tier 1 ratio (%)	17.31%	19.64%	19.73%	19.44%	20.51%
Fully loaded ECL accounting model Tier 1 ratio (%)	17.31%	19.64%	19.73%	19.44%	20.51%
Total capital ratio (%)	17.41%	19.81%	19.92%	19.82%	20.68%
Fully loaded ECL accounting model total capital ratio (%)	17.41%	19.81%	19.92%	19.82%	20.68%
<b>Additional CET1 buffer requirements as a percentage of RWA</b>					
Capital conservation buffer requirement (%)	2.50%	2.50%	2.50%	2.50%	2.50%
Countercyclical buffer requirement (%)	0.00%	0.00%	0.00%	0.00%	0.00%
Bank G-SIB and/or D-SIB additional requirements (%)	0.00%	0.00%	0.00%	0.00%	0.00%
Total of bank CET1 specific buffer requirements (%) (rows 8,9 and 10)	2.50%	2.50%	2.50%	2.50%	2.50%
CET1 available after meeting the bank's minimum capital requirements (%)	9.43%	11.76%	11.85%	11.56%	12.63%
<b>Basel III leverage ratio</b>					
Total Basel III leverage ratio exposure measure	50,527	45,867	49,502	46,635	49,133
Basel III leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves)	7.24%	7.94%	7.40%	7.71%	7.37%
Fully loaded ECL accounting model Basel III leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) (%)	7.24%	7.94%	7.40%	7.71%	7.37%
<b>Liquidity Coverage Ratio</b>					
Total high-quality liquid assets (HQLA)	13,032	12,657	12,730	12,768	12,658
Total net cash outflow	6,027	4,072	5,003	6,328	6,362
LCR ratio (%)	216%	311%	254%	202%	199%
<b>Net Stable Funding Ratio</b>					
Total available stable funding	22,824	21,899	23,184	21,638	23,923
Total required stable funding	14,881	14,895	13,934	15,560	14,036
NSFR ratio (%)	153%	147%	166%	139%	170%

Decrease in LCR due to increased net cash outflows during the period.



## OVERVIEW OF RWA (OV1)

	Risk-weighted assets	Risk-weighted assets	Minimum Capital Requirements
	Jun-24	Mar-24	Jun-24
	R'million		
Credit risk (excluding counterparty credit risk)	14,476	12,647	1,664
Of which standardised approach	14,476	12,647	1,664
Of which: foundation internal ratings-based (F-IRB) approach	-	-	-
Of which: Supervisory slotting approach	-	-	-
Of which Advanced internal ratings-based (A-IRB) approach	-	-	-
Counterparty credit risk (CCR)	767	658	88
Of which: standardised approach for counterparty credit risk	767	658	88
Of which: Internal Model Method (IMM)	-	-	-
Of which: other CCR	-	-	-
Credit valuation adjustment (CVA)	1,200	1,123	138
Equity positions under the simple risk weight approach	107	-	12
Equity investments in funds – look-through approach	-	-	-
Equity investments in funds – mandate-based approach	-	-	-
Equity investments in funds – fall-back approach	-	-	-
Settlement risk	-	-	-
Securitisation exposures in the banking book	-	-	-
Of which: securitisation internal ratings-based approach (SEC-IRBA)	-	-	-
Of which: securitisation external ratings-based approach (SEC-ERBA), including internal assessment approach (IAA)	-	-	-
Of which: securitisation standardised approach (SEC-SA)	-	-	-
Market risk	354	48	41
Of which standardised approach	354	48	41
Of which internal model approaches	-	-	-
Capital charge for switch between trading book and banking book	-	-	-
Operational risk	4,005	3,751	461
Amounts below the thresholds for deduction (subject to 250% risk weight)	233	319	27
Floor Adjustment	-	-	-
<b>Total</b>	<b>21,142</b>	<b>18,546</b>	<b>2,431</b>

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

The observed increase in Counterparty credit risk and Credit valuation adjustment are typical for ongoing operations. The rise in Market Risk is primarily due to a higher Net Open Position in USD currency and increased position risk in Trading Bonds in the reporting period.



## SUMMARY OF ACCOUNTING ASSETS VS LEVERAGE RATIO EXPOSURE (LR1)

	Jun-24 R'million
Total consolidated assets as per published financial statements	46,760
Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	-
Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference	-
Adjustments for temporary exemption of central bank reserves (if applicable)	-
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 regular way purchases and sales of financial assets subject to trade date accounting	-
Adjustments for eligible cash pooling transactions	
Adjustments for derivative financial instruments	1,316
Adjustment for securities financing transactions (i.e. repurchase agreements and similar secured lending)	(3,674)
Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	7,900
Adjustments for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital	(838)
Other adjustments	(937)
<b>Leverage ratio exposure measure</b>	<b>50,527</b>

Based on quarter-end balances.



## LEVERAGE RATIO COMMON DISCLOSURE (LR2)

	Jun-24	Mar-24
	R'million	
<b>On-balance sheet exposures</b>		
On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	40,114	37,017
(Asset amounts deducted in determining Basel III Tier 1 capital)	(468)	(442)
<b>Total on-balance sheet exposures</b> (excluding derivatives and SFTs) (sum of rows 1 and 2)	<b>39,646</b>	<b>36,575</b>
<b>Derivative exposures</b>		
Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	1,240	1,251
Add-on amounts for PFE associated with all derivatives transactions	1,723	1,486
Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	-	-
(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-	-
(Exempted CCP leg of client-cleared trade exposures)	-	-
Adjusted effective notional amount of written credit derivatives	-	-
(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-	-
<b>Total derivative exposures (sum of rows 4 to 10)</b>	<b>2,963</b>	<b>2,737</b>
<b>Securities financing transaction exposures</b>		
Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	3,692	3,451
(Netted amounts of cash payables and cash receivables of gross SFT assets)	(3,692)	(3,451)
CCR exposure for SFT assets	18	23
Agent transaction exposures	-	-
<b>Total securities financing transaction exposures (sum of rows 12 to 15)</b>	<b>18</b>	<b>23</b>
<b>Other off-balance sheet exposures</b>		
Off-balance sheet exposure at gross notional amount	29,405	25,983
(Adjustments for conversion to credit equivalent amounts)	(21,505)	(19,450)
<b>Off-balance sheet items (sum of rows 17 and 18)</b>	<b>7,900</b>	<b>6,533</b>
<b>Capital and total exposures</b>		
<b>Tier 1 capital</b>	<b>3,659</b>	<b>3,642</b>
<b>Total exposures (sum of rows 3, 11, 16 and 19)</b>	<b>50,527</b>	<b>45,868</b>
<b>Leverage ratio</b>		
<b>Basel III leverage ratio</b>	<b>7.24%</b>	<b>7.94%</b>

Based on quarter-end balances. <sup>1</sup>Excluding unappropriated profits.



## LIQUIDITY COVERAGE RATIO (LIQ1)

	Jun-24	Jun-24
	Total Unweighted Value (average)	Total Weighted (average)
	R'million	
<b>High-Quality Liquid Assets</b>		
Total HQLA		13,032
<b>Cash outflows</b>		
Retail deposits and deposits from small business customers, of which:	-	-
Stable deposits	-	-
Less stable deposits	-	-
Unsecured wholesale funding, of which:	21,295	11,381
Operational deposits (all counterparties) and deposits in networks of cooperative banks	5,752	1,438
Non-operational deposits (all counterparties)	15,543	9,943
Unsecured debt	-	-
Secured wholesale funding		-
Additional requirements	18,911	2,256
Outflows related to derivative exposures and other collateral requirements	1,316	1,316
Outflows related to loss of funding on debt products	-	-
Credit and liquidity facilities	12,503	685
Other contractual funding obligations	-	-
Other contingent funding obligations	5,092	255
<b>Total cash outflows</b>		13,637
<b>Cash inflows</b>		
Secured lending (e.g. reverse repos)	-	-
Inflows from fully performing exposures	7,236	6,248
Other cash inflows	1,361	1,361
<b>Total cash inflows</b>	8,597	7,609
		<b>Total adjusted value</b>
Total HQLA		13,032
Total net cash outflows		6,028
Liquidity coverage ratio (%)		216%

Simple average of 92 days of daily observations over the quarter ended 30 June 2024.  
Decrease in LCR due to increased net cash outflows during the period.