



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 September 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)

Standard Chartered Bank, Johannesburg Branch - Quarterly

	Sep-24	Jun-24	Mar-24	Dec-23	Sep-23
	R'million				
Available capital amounts					
Common Equity Tier 1 (CET1)	3,698	3,659	3,642	3,662	3,595
Fully loaded Expected Credit Loss (ECL) accounting model Tier 1	3,698	3,659	3,642	3,662	3,595
Fully loaded ECL accounting model Tier 1	3,698	3,659	3,642	3,662	3,595
Total capital	3,717	3,682	3,675	3,698	3,664
Fully loaded ECL accounting model total capital	3,717	3,682	3,675	3,698	3,664
Risk-weighted assets (amounts)					
Total risk-weighted assets (RWA)	19,752	21,142	18,546	18,563	18,488
Risk-based capital ratios as a percentage of RWA					
Common Equity Tier 1 ratio (%)	18.72%	17.31%	19.64%	19.73%	19.44%
Fully loaded ECL accounting model CET1 (%)	18.72%	17.31%	19.64%	19.73%	19.44%
Tier 1 ratio (%)	18.72%	17.31%	19.64%	19.73%	19.44%
Fully loaded ECL accounting model Tier 1 ratio (%)	18.72%	17.31%	19.64%	19.73%	19.44%
Total capital ratio (%)	18.82%	17.41%	19.81%	19.92%	19.82%
Fully loaded ECL accounting model total capital ratio (%)	18.82%	17.41%	19.81%	19.92%	19.82%
Additional CET1 buffer requirements as a percentage of RWA					
Capital conservation buffer requirement (2.5% from 2019) (%)	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 (%) (row 8 + row 9 + row 10)	2.50%	2.50%	2.50%	2.50%	2.50%
CET1 available after meeting the bank's minimum capital requirements (%)	10.84%	9.43%	11.76%	11.85%	11.56%
Basel III leverage ratio					
Total Basel III leverage ratio exposure measure	47,061	50,527	45,867	49,502	46,635
Basel III leverage ratio (%) (row 2 / row 13)	7.86%	7.24%	7.94%	7.40%	7.71%
Fully loaded ECL accounting model Basel III leverage ratio(%) (row 2a / row13)	7.86%	7.24%	7.94%	7.40%	7.71%
Liquidity Coverage Ratio					
Total high-quality liquid assets (HQLA)	13,795	13,032	12,657	12,730	12,768
Total net cash outflow	6,248	6,027	4,072	5,003	6,328
LCR ratio (%)	221%	216%	311%	254%	202%
Net Stable Funding Ratio					
Total available stable funding	23,226	22,824	21,899	23,184	21,638
Total required stable funding	15,557	14,881	14,895	13,934	15,560
NSFR ratio (%)	149%	153%	147%	166%	139%

Increase in LCR due to decreased net cash outflows during the period.



OVERVIEW OF RWA (OV1)

	Risk-weighted assets	Risk-weighted assets	Minimum Capital Requirements
	Sep-24	Jun-24	Sep-24
	R'million		
Credit risk (excluding counterparty credit risk)	13,257	14,476	1,524
Of which standardised approach (SA)	13,257	14,476	1,524
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)	888	767	102
Of which: standardised approach for counterparty credit risk	888	767	102
Of which: Internal Model Method (IMM)	-	-	-
Of which: other CCR	-	-	-
Credit valuation adjustment (CVA)	853	1,200	98
Equity positions under the simple risk weight approach	111	107	13
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	412	354	47
Of which standardised approach (SA)	412	354	47
Of which internal model approaches (IMA)	-	-	-
Capital charge for switch between trading book and banking book	-	-	-
Operational risk	4,005	4,005	461
Amounts below the thresholds for deduction (subject to 250% risk weight)	226	233	26
Floor Adjustment	-	-	-
Total	19,752	21,142	2,271

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)

	Sep-24 R'million
Total consolidated assets as per published financial statements	48,689
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 fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-
Adjustments for derivative financial instruments	1,253
Adjustment for securities financing transactions (ie repos and similar secured lending)	(8,823)
Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	7,663
Other adjustments	(1,721)
Leverage ratio exposure measure	47,061

Based on quarter-end balances.



LEVERAGE RATIO COMMON DISCLOSURE (LR2)

	Sep-24	Jun-24
	R'million	
On-balance sheet exposures		
On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral) (Asset amounts deducted in determining Basel III Tier 1 capital)	37,007 (435)	40,114 (468)
Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 and 2)	36,572	39,646
Derivative exposures		
Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	1,315	1,240
Add-on amounts for PFE associated with all derivatives transactions	1,500	1,723
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)	-	-
Total derivative exposures (sum of rows 4 to 10)	2,815	2,963
Securities financing transaction exposures		
Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions (Netted amounts of cash payables and cash receivables of gross SFT assets)	8,833 (8,833)	3,692 (3,692)
CCR exposure for SFT assets	10	18
Agent transaction exposures	-	-
Total securities financing transaction exposures (sum of rows 12 to 15)	10	18
Other off-balance sheet exposures		
Off-balance sheet exposure at gross notional amount (Adjustments for conversion to credit equivalent amounts)	30,683 (23,019)	29,405 (21,505)
Off-balance sheet items (sum of rows 17 and 18)	7,664	7,900
Capital and total exposures		
Tier 1 capital	3,698	3,659
Total exposures (sum of rows 3, 11, 16 and 19)	47,061	50,527
Leverage ratio		
Basel III leverage ratio	7.86%	7.24%

Based on quarter-end balances. ¹Excluding unappropriated profits.



LIQUIDITY COVERAGE RATIO (LIQ1)

	Sep-24	Sep-24
	Total Unweighted Value (average)	Total Weighted (average)
	R'million	
High-Quality Liquid Assets		
Total HQLA		13,795
Cash outflows		
Retail deposits and deposits from small business customers, of which:	-	-
Stable deposits	-	-
Less stable deposits	-	-
Unsecured wholesale funding, of which:	22,720	12,321
Operational deposits (all counterparties) and deposits in networks of cooperative banks	5,962	1,490
Non-operational deposits (all counterparties)	16,758	10,831
Unsecured debt	-	-
Secured wholesale funding		
Additional requirements	20,766	1,972
Outflows related to derivative exposures and other collateral requirements	928	928
Outflows related to loss of funding on debt products	-	-
Credit and liquidity facilities	13,158	710
Other contractual funding obligations	-	-
Other contingent funding obligations	6,680	334
Total cash outflows		14,293
Cash inflows		
Secured lending (e.g. reverse repos)	-	-
Inflows from fully performing exposures	8,121	7,160
Other cash inflows	885	885
Total cash inflows	9,006	8,045
		Total adjusted value
Total HQLA		13,795
Total net cash outflows		6,248
Liquidity coverage ratio (%)		221%

Simple average of 92 days of daily observations over the quarter ended 30 September 2024.
Increase in LCR due to decreased net cash outflows during the period.