



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 31 December 2023

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)

	Dec-23	Sep-23	Jun-23	Mar-23	Dec-22
	R'million				
Available capital amounts					
Common Equity Tier 1 (CET1)	3,662	3,595	3,621	3,724	3,696
Fully loaded Expected Credit Loss (ECL) accounting model Tier 1	3,662	3,595	3,621	3,724	3,696
Fully loaded ECL accounting model Tier 1	3,662	3,595	3,621	3,724	3,696
Total capital	3,698	3,664	3,651	3,752	3,729
Fully loaded ECL accounting model total capital	3,698	3,664	3,651	3,752	3,729
Risk-weighted assets (amounts)					
Total risk-weighted assets (RWA)	18,563	18,488	17,655	19,551	18,079
Risk-based capital ratios as a percentage of RWA					
CET 1 ratio (%)	19.73%	19.44%	20.51%	19.05%	20.44%
Fully loaded ECL accounting model CET1 (%)	19.73%	19.44%	20.51%	19.05%	20.44%
Tier 1 ratio (%)	19.73%	19.44%	20.51%	19.05%	20.44%
Fully loaded ECL accounting model Tier 1 ratio (%)	19.73%	19.44%	20.51%	19.05%	20.44%
Total capital ratio (%)	19.92%	19.82%	20.68%	19.19%	20.63%
Fully loaded ECL accounting model total capital ratio (%)	19.92%	19.82%	20.68%	19.19%	20.63%
Additional CET1 buffer requirements as a percentage of RWA					
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 (%)	11.85%	11.56%	12.63%	11.17%	12.56%
Basel III leverage ratio					
Total Basel III leverage ratio exposure measure	49,502	46,635	49,133	47,679	44,357
Basel III leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves)	7.40%	7.71%	7.37%	7.81%	8.33%
Fully loaded ECL accounting model Basel III leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) (%)	7.40%	7.71%	7.37%	7.81%	8.33%
Liquidity Coverage Ratio					
Total high-quality liquid assets (HQLA)	12,730	12,768	12,658	13,285	12,694
Total net cash outflow	5,003	6,328	6,362	5,744	5,234
LCR ratio (%)	254%	202%	199%	231%	243%
Net Stable Funding Ratio					
Total available stable funding	23,184	21,638	23,923	22,542	21,607
Total required stable funding	13,934	15,560	14,036	15,139	13,806
NSFR ratio (%)	166%	139%	170%	149%	157%



OVERVIEW OF RWA (OV1)

	Risk-weighted assets	Risk-weighted assets	Minimum Capital Requirements
	Dec-23	Sep-23	Dec-23
	R'million		
Credit risk (excluding counterparty credit risk)	13,007	12,273	1,497
Of which standardised approach	13,007	12,273	1,497
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)	425	609	49
Of which: standardised approach for counterparty credit risk	425	609	49
Of which: Internal Model Method (IMM)	-	-	-
Of which: other CCR	-	-	-
Credit valuation adjustment (CVA)	1,010	1,888	116
Equity positions under the simple risk weight approach	-	-	-
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	38	59	4
Of which standardised approach	38	59	4
Of which internal model approaches	-	-	-
Capital charge for switch between trading book and banking book	-	-	-
Operational risk	3,751	3,193	431
Amounts below the thresholds for deduction (subject to 250% risk weight)	332	466	38
Floor Adjustment	-	-	-
Total	18,563	18,488	2,135

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

Counterparty credit risk and Credit valuation adjustment movements are attributable to business-as-usual activities. Market risk decrease was attributable to lower Net Open Position on USD currency over the reporting period.



SUMMARY OF ACCOUNTING ASSETS VS LEVERAGE RATIO EXPOSURE (LR1)

	Dec-23 R'million
Total consolidated assets as per published financial statements	45,798
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	930
Adjustment for securities financing transactions (i.e. repurchase agreements and similar secured lending)	(844)
Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	5,298
Adjustments for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital	(883)
Other adjustments	(797)
Leverage ratio exposure measure	49,502

Based on quarter-end balances.



LEVERAGE RATIO COMMON DISCLOSURE (LR2)

	Dec-23	Sep-23
	R'million	
On-balance sheet exposures		
On-balance sheet exposures (excluding derivatives and SFT's but including collateral)	42,153	38,523
Gross up for derivatives collateral provided where deducted from balance sheet assets pursuant to the operative accounting framework	-	-
(Deductions of receivable assets for cash variation margin provided in derivatives transactions)	-	-
(Adjustment for securities received under securities financing transactions that are recognised as an asset)	-	-
(Specific and general provisions associated with on balance sheet exposures that are deducted from Basel III Tier 1 capital)	-	-
(Asset amounts deducted in determining Basel III Tier 1 capital and regulatory adjustments)	(398)	(374)
Total on-balance sheet exposures (excluding derivatives and SFT's (sum of rows 1 to 6))	41,755	38,149
Derivative exposures		
Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	1,011	1,645
Add on amounts for potential future exposure associated with all derivatives transactions (Exempted central counterparty (CCP) leg of client cleared trade exposures)	1,420	1,591
Adjusted effective notional amount of written credit derivatives	-	-
(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-	-
Total derivatives exposure (sum rows 8 to 12)	2,431	3,236
Securities financing transaction exposures		
Gross SFT assets (with no recognition of netting), after adjustment for sale accounting transactions	863	1,747
(Netted amounts of cash payables and cash receivables of gross SFT assets)	(863)	(1,747)
Counterparty credit risk exposure for SFT assets	18	29
Agent transaction exposures	-	-
Total securities financing transaction exposures (sum of rows 14 to 17)	18	29
Other off-balance sheet exposures		
Off-balance sheet exposure at gross notional amount	24,278	25,346
(Adjustment for conversion to credit equivalent amounts)	(18,980)	(20,126)
(Specific and general provisions associated with off balance sheet exposures deducted in determining Tier 1 capital)		
Off-balance sheet items (sum of rows 19 to 21)	5,298	5,220
Capital and total exposures		
Tier 1 capital ¹	3,662	3,595
Total exposures (sum of rows 7, 13, 18 and 22)	49,502	46,635
Leverage ratio		
Basel III leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)	7.40%	7.71%

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



LIQUIDITY COVERAGE RATIO (LIQ1)

	Dec-23	Dec-23
	Total Unweighted Value (average)	Total Weighted (average)
	R'million	
High-Quality Liquid Assets		
Total HQLA		12,730
Cash outflows		
Retail deposits and deposits from small business customers, of which:	-	-
Stable deposits	-	-
Less stable deposits	-	-
Unsecured wholesale funding, of which:	19,038	9,977
Operational deposits (all counterparties) and deposits in networks of cooperative banks	5,606	1,401
Non-operational deposits (all counterparties)	13,432	8,576
Unsecured debt	-	-
Secured wholesale funding		-
Additional requirements	17,973	2,135
Outflows related to derivative exposures and other collateral requirements	1,234	1,234
Outflows related to loss of funding on debt products	-	-
Credit and liquidity facilities	13,388	733
Other contractual funding obligations	-	-
Other contingent funding obligations	3,351	168
Total cash outflows		12,112
Cash inflows		
Secured lending (e.g. reverse repos)	-	-
Inflows from fully performing exposures	6,462	5,589
Other cash inflows	1,519	1,519
Total cash inflows	7,981	7,108
		Total adjusted value
Total HQLA		12,730
Total net cash outflows		5,004
Liquidity coverage ratio (%)		254%

Average of 92 days of daily observations over the quarter ended 31 December 2023.