



The Commercial Bank (P.S.Q.C.)
PILLAR III Disclosure
30 June 2025
For
QCB Circular 6/2022

Table of Content - Pillar 3 Quantitative tables only

KM1: Key Capital and Leverage metrics (at consolidated group level)	KM1
OV1: Overview of risk weighted assets (RWA)	OV1
CCA: Main features of regulatory capital instruments	CCA
CC1: Composition of Capital	CC1
CC2: Regulatory capital balance sheet	CC2
CR1: Credit quality of assets	CR1
CR2: Changes in stock of defaulted loans and debt securities	CR2
CR3: Credit risk mitigation techniques - overview	CR3
CR4: Standardized approach - credit risk exposure and credit risk mitigation (CRM) effects	CR4
CR5: Standardized approach - exposures by asset classes and risk weights	CR5
CCR1: Analysis of counterparty credit risk (CCR) exposure by approach	CCR1
CCR2: Credit valuation adjustment (CVA) capital charge	CCR2
CCR3: Standardized approach - CCR exposures by regulatory portfolio and risk weights	CCR3
MR1: Market risk under the standardised approach	MR1
LIQ1: Liquidity Coverage Ratio (LCR)	LIQ1
LIQ2: Net Stable Funding Ratio (NSFR)	LIQ2
LR1: Summary comparison of accounting assets vs leverage ratio exposure	LR1
LR2: Leverage ratio common disclosure template	LR2
ENC: Asset Encumbrance	ENC



1- Introduction and basis of preparation

The Basel Committee on Banking Supervision (BCBS) Basel 3 capital adequacy framework consists of three pillars. Pillar 1 provides a framework for measuring minimum capital requirements for credit, market and operational risks faced by banks. Pillar 2 allows banks and supervisors to take a view on whether the bank should hold additional capital to cover the three Pillar 1 risk types and/or to cover other risks. Pillar 3 requires banks to publish a range of disclosures, mainly covering risk, capital, leverage, liquidity and remuneration.

This report provides Pillar 3 disclosures for The Commercial Bank (P.S.Q.C.) and its subsidiaries together referred to as "CBQ" or the "Bank" or the "Group".

CBQ is considered a Domestic Systemically Important Bank (D-SIB) under Central Bank laws/regulations and is required to comply with the Standards and Guidance re Capital Adequacy in the Qatar. Capital and other regulatory information of the Bank as at 30 June 2025 are provided in the annual financial statements.

Pillar 3 disclosure report has been prepared in accordance with Qatar Central Bank Pillar 3 disclosure requirements as stipulated in Standards and Guidance re Capital Adequacy in Qatar.

The Pillar 3 disclosures are to be read in conjunction with the Financial Statements for the period ended 30 June 2025.

2- Overview of Basel 3 requirements

Basel requirements are structured around three 'pillars' which are outlined below:

Pillar 1 - deals with maintenance of minimum regulatory capital calculated for three major components of risk that a bank faces: credit risk, market risk and operational risk. Other risks are not considered fully quantifiable at this stage;

Pillar 2 - allows banks and supervisors to take a view on whether the bank should hold additional capital to cover the three Pillar 1 risk types or to cover other risks. A bank's own internal models and assessments support this process. The second pillar deals with the regulatory response to the first pillar giving regulators much-improved tools over those available to them under Pillar1. It also provides a framework for dealing with all the other risks a bank may face such as systemic risk, concentration risk, strategic risk, reputational risk, liquidity risk and legal risk which the accord combines under the title of residual risk. This risk and capital assessment is commonly referred to as the Internal Capital Adequacy Assessment Process (ICAAP);

Pillar 3 - covers external communication of risk and capital information by banks as specified in the Basel rules. The aim of Pillar 3 is to provide a consistent and comprehensive disclosure framework by requiring institutions to disclose details on the scope of application, capital, risk exposures, risk assessment processes, capital adequacy, liquidity and funding position and leverage of the institution. It must be consistent with how the senior management including the board assess and manage the risks of the institution.

KM1: Key Capital and Leverage metrics (at consolidated group level)

	(Thousands of Qatari Riyals)	a	b
		June 30 2025	December 31 2024
Available capital (amounts)			
1	Common Equity Tier 1 (CET1)	17,052,888	16,183,136
1a	Fully loaded ECL accounting model	17,052,888	16,183,136
2	Tier 1	21,499,920	20,632,534
2a	Fully loaded ECL accounting model Tier 1	21,499,920	20,632,534
3	Total capital	23,531,194	22,585,816
3a	Fully loaded ECL accounting model total capital	23,531,194	22,585,816
Risk-weighted assets			
4	Total risk-weighted assets (RWA)	136,948,161	131,653,869
Risk-based capital ratios as a percentage of RWA			
5	Common Equity Tier 1 ratio (%)	12.5%	12.3%
5a	Fully loaded ECL accounting model CET1 (%)	12.5%	12.3%
6	Tier 1 ratio (%)	15.7%	15.7%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	15.7%	15.7%
7	Total capital ratio (%)	17.2%	17.2%
7a	Fully loaded ECL accounting model total capital ratio (%)	17.2%	17.2%
Additional CET1 buffer requirements as a percentage of RWA			
8	Capital conservation buffer requirement	2.5%	2.5%
9	Countercyclical buffer requirement	0.0%	0.0%
10	Bank D-SIB additional requirements	0.5%	0.5%
11	Total of bank CET1 specific buffer requirements	3.0%	3.0%
12	CET1 available after meeting the bank's minimum capital requirements	6.4%	6.3%
Basel III leverage ratio			
13	Total leverage ratio measure	208,036,423	183,058,249
14	Leverage ratio (%) (row 2/row 13)	10.3%	11.3%
15	Total HQLA	29,053,940	29,531,985
16	Total net cash outflow	8,616,891	10,932,050
17	LCR (%)	337.2%	270.1%
Net Stable Funding Ratio			
18	Total available stable funding	118,673,970	106,822,178
19	Total required stable funding	115,093,731	105,546,074
20	NSFR (%)	103.1%	101.2%

OV1: Overview of risk weighted assets (RWA)

The following table presents an overview of our RWA and the related minimum capital requirements by risk type.

	(Thousands of Qatari Riyals)	a	b	d
		RWA		Minimum capital requirement
		June 30 2025	December 31 2024	June 30 2025
1	Credit risk (excluding counterparty credit risk)	115,671,874	110,087,622	11,567,187
2	Of which: standardised approach (SA)	115,671,874	110,087,622	11,567,187
3	Of which: foundation internal ratings-based (F-IRB) approach	-	-	
4	Of which: supervisory slotting approach	-	-	
5	Of which: advanced internal ratings-based (A-IRB) approach	-	-	
6	Counterparty credit risk (CCR)	700,548	470,069	70,055
7	Of which: Standardised approach for counterparty credit risk	398,009	236,333	39,801
8	Of which: Internal Model Method (IMM)	-	-	
9	Of which other CCR	302,539	233,736	30,254
10	Credit valuation adjustment (CVA)	595,775	470,069	59,577
11	Equity positions in banking book under market-based approach	-	-	-
12	Equity investments in funds – look-through approach	-	-	-
13	Equity investments in funds – mandate-based approach	164,442	170,661	16,444
14	Equity investments in funds – fall-back approach	11,192	11,339	1,119
15	Settlement risk	-	-	-
16	Securitisation exposures in banking book	-	-	-
17	Of which: securitisation internal ratings-based approach (SEC-IRBA)	-	-	
18	Of which: securitisation external ratings-based approach (SEC-ERBA), including internal assessment approach	-	-	
19	Of which Standardized approach (SEC-SA)	-	-	
20	Market risk	11,155,057	12,175,343	1,115,506
21	Of which: Standardized approach (SA)	11,155,057	12,175,343	1,115,506
22	Of which: Internal model approaches (IMA)	-	-	
23	Capital charge for switch between trading book and banking book	-	-	
24	Operational risk	8,649,273	8,268,766	864,927
28	Floor adjustment (after application of transitional cap)	-	-	
29	Total	136,948,161	131,653,869	13,694,816

CCA: Main features of regulatory capital instruments

		Equity Shares	QAR 2 Bn Additional Tier 1	QAR 2 Bn Additional Tier 1	USD 500 Mn Additional Tier 1
1	Issuer	The Commercial Bank (P.S.Q.C.)			
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	CBQK / QA0007227752	Private Placement	Private Placement	XS2293694662
3	Governing law(s) of the instrument	Qatar Laws	Qatar Law	Qatar Law	English Law
Regulatory treatment					
4	Transitional arrangement rules (i.e. grandfathering)	CET1	Additional Tier 1	Additional Tier 1	Additional Tier 1
5	Post-transitional arrangement rules (i.e. grandfathering)	CET1	Additional Tier 1	Additional Tier 1	Additional Tier 1
6	Eligible at solo/group/group and solo	Group and Solo	Group and Solo	Group and Solo	Group and Solo
7	Instrument type (types to be specified by each jurisdiction)	Ordinary shares	Perpetual Additional Tier 1 Capital Notes	Perpetual Additional Tier 1 Capital Notes	Perpetual Additional Tier 1 Capital Notes
8	Amount recognised in regulatory capital	4,047,254	2,000,000	2,000,000	1,820,000
9	Nominal amount of instrument	4,047,254	2,000,000	2,000,000	1,820,000
9a	Issue price	4,047,254	2,000,000	2,000,000	1,820,000
10	Accounting classification	Equity	Instruments eligible for additional capital		
11	Original date of issuance	NA	30-Dec-13	1-Feb-16	3-Mar-21
12	Perpetual or dated	Perpetual	Perpetual	Perpetual	Perpetual
13	Original maturity date	NA	30-Dec-19	31-Dec-21	3-Mar-26
14	Issuer call subject to prior supervisory approval	NA	Yes	Yes	Yes
15	Optional call date, contingent call dates and redemption amount	NA	30 Dec 2025 Redemption amount: Prevailing Principal Amount	31 Dec 2027 Redemption amount: Prevailing Principal Amount	3 Mar 2026 Redemption amount: Prevailing Principal Amount
16	Subsequent call dates, if applicable	NA	NA	NA	NA
Coupons / dividends					
17	Fixed or floating dividend/coupon	NA	Fixed	Fixed	Fixed
19	Coupon rate and any related index	Variable	5.15%	4.94%	4.50%
19	Existence of a dividend stopper	NA	Yes	Yes	Yes
20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Full Discretionary	NA	NA	NA
20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Full Discretionary	Full Discretionary	Full Discretionary	Full Discretionary
21	Existence of step-up or other incentive to redeem	NA	No	No	No
22	Non-cumulative or cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative
23	Convertible or non-convertible	NA	Convertible	Convertible	Convertible
24	Writedown feature	NA	Yes	Yes	Yes
28	If temporary write-own, description of writeup mechanism	NA	NA	NA	NA
28a	Type of subordination	NA	Subordinated (Additional Tier 1 Capital)		
29	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned).	NA	Ranks junior to all Senior Obligations; Ranks in priority only to all Junior Obligations, Ranks senior to equity shares		
30	Non-compliant transitioned features	NA	NA	NA	NA
31	If yes, specify non-compliant features	NA	NA	NA	NA

CC1: Composition of Capital

The Group's policy is to maintain a strong capital base so as to ensure investor, creditor and market confidence and to sustain future development of the business. The adequacy of the Group's capital is monitored using, among other measures, the rules and ratios established by the Basel Committee on Banking Supervision and adopted by Qatar Central Bank in supervising the Group.

	a	b	c
	30 June 2025	31 December 2024	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
(Thousands of Qatari Riyals)			
Common Equity Tier 1 capital: instruments and reserves			
1 Directly issued qualifying common share (and equivalent for non-joint stock companies) capital plus related stock surplus	4,047,254	4,047,254	(a)
2 Retained earnings	5,417,904	4,407,557	
3 Accumulated other comprehensive income (and other reserves)	10,886,875	10,939,079	(b)
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 third parties (amount allowed in group CET1)	-	-	
6 Common Equity Tier 1 capital before regulatory deductions	20,352,033	19,393,890	
Common Equity Tier 1 capital regulatory adjustments			
7 Prudent valuation adjustments	-	-	
8 Goodwill (net of related tax liability)	(776,180)	(766,394)	
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)	(89,538)	(96,265)	
11 Cash flow hedge reserve	8,640	6,127	
12 Shortfall of provisions to expected losses	-	-	
13 Securitisation gain on sale (as set out in paragraph 36 of Basel III securitisation framework)	-	-	
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 subtracted from paid-in capital on reported balance sheet)	(1,114,988)	(1,114,988)	
17 Reciprocal cross-holdings in common equity	-	-	
18 Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, 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 and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	(1,327,080)	(1,239,234)	
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)	-	-	
25 Of which: deferred tax assets arising from temporary differences	-	-	
26 National specific regulatory adjustments	-	-	
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	(3,299,146)	(3,210,754)	
29 Common Equity Tier 1 capital (CET1)	17,052,888	16,183,136	
Additional Tier 1 capital: instruments			
30 Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	5,820,000	5,820,000	(c)
31 Of which: classified as equity under applicable accounting standards	5,820,000	5,820,000	(c)
32 Of which: classified as liabilities under applicable accounting standards	-	-	
33 <i>Directly issued capital instruments subject to phase-out from additional Tier 1</i>	-	-	
34 Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in AT1)	-	-	
35 <i>Of which: instruments issued by subsidiaries subject to phase-out</i>	-	-	
36 Additional Tier 1 capital before regulatory adjustments	5,820,000	5,820,000	

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 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	-
40	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation	(1,372,968)	(1,370,602)
41	National specific regulatory adjustments	-	-
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	(1,372,968)	(1,370,602)
44	Additional Tier 1 capital (AT1)	4,447,032	4,449,398
45	Tier 1 capital (T1= CET1 + AT1)	21,499,920	20,632,534
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)	-	-
49	Of which: instruments issued by subsidiaries subject to phase-out	-	-
50	Provisions	1,465,828	1,390,122
51	Tier 2 capital before regulatory adjustments	1,465,828	1,390,122
Tier 2 capital: regulatory adjustments			
52	Investments in own Tier 2 instruments	-	-
53	Reciprocal cross-holdings in Tier 2 instruments and other TLAC liabilities	-	-
54	Investments in capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-	-
55	Significant investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-
56	National specific regulatory adjustments	565,446	563,160
57	Total regulatory adjustments to Tier 2 capital	565,446	563,160
58	Tier 2 capital (T2)	2,031,274	1,953,282
59	Total regulatory capital (TC = T1 + T2)	23,531,194	22,585,816
60	Total risk-weighted assets	136,948,161	131,653,869
Capital ratios and buffers			
61	Common Equity Tier 1 (as a percentage of risk-weighted assets)	12.5%	12.3%
62	Tier 1 (as a percentage of risk-weighted assets)	15.7%	15.7%
63	Total capital (as a percentage of risk-weighted assets)	17.2%	17.2%
64	Institution specific buffer requirement (capital conservation buffer plus countercyclical buffer requirements plus higher loss absorbency requirement, expressed as a percentage of risk-weighted assets)	3.0%	3.0%
65	Of which: capital conservation buffer requirement	2.5%	2.5%
66	Of which: bank-specific countercyclical buffer requirement	0.0%	0.0%
67	Of which: higher loss absorbency requirement (DSIB)	0.5%	0.5%
68	Common Equity Tier 1 (as a percentage of risk-weighted assets) available after meeting the bank's minimum capital requirement.	6.4%	6.3%

CC2: Regulatory capital balance sheet

The following table shows the reconciliation between balance sheet prepared for published financial statements with that prepared for regulatory reporting. The amount shown under the regulatory scope of consolidation is not a RWA measure; it is based on an accounting measure and cannot be directly reconciled to other disclosures in this report which are prepared applying Basel 3 rules.

Regulatory capital balance sheet (Amount in '000)	30-Jun-25		
	Balance sheet as in Report to Shareholders	Under regulatory scope of consolidation	Reference
Assets			
Cash and balances with central banks	7,834,450	7,834,450	
Due from banks	21,258,562	21,258,562	
Loans and advances to customers	94,656,257	94,656,257	
<i>Of which: acceptances treated as off-balance sheet exposure</i>	9,131,313	9,131,313	
Investment securities	35,805,446	35,805,446	
Investment in associates and a joint arrangement	3,842,954	3,842,954	
Property and equipment	2,977,234	2,977,234	
Intangible assets	98,303	98,303	
Other assets	6,459,640	6,459,640	
Total Assets	182,064,159	182,064,159	
Liabilities			
Due to banks	22,171,933	22,171,933	
Customer deposits	83,538,624	83,538,624	
Debt securities	11,423,812	11,423,812	
Other borrowings	24,462,828	24,462,828	
Other liabilities	14,149,968	14,149,968	
Total Liabilities	155,747,165	155,747,165	
Equity			
Share capital	4,047,254	4,047,254	(a)
Legal reserve	10,236,265	10,236,265	(b)
General reserve	26,500	26,500	(b)
Risk reserve	2,274,574	2,274,574	(b)
Fair value reserve	(464,995)	(464,995)	(b)
Cash flow hedge reserve	(8,640)	(8,640)	
Treasury shares	(1,114,988)	(1,114,988)	
Foreign currency translation reserve	(2,799,105)	(2,799,105)	(b)
Other reserves	1,564,446	1,564,446	(b)
Revaluation reserve	1,259,946	1,259,946	
Retained earnings	5,475,734	5,475,734	
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK	20,496,991	20,496,991	
Non-controlling interests	3	3	
Instruments eligible for additional capital (Included in AT1)	5,820,000	5,820,000	(c)
TOTAL EQUITY	26,316,994	26,316,994	
TOTAL LIABILITIES AND EQUITY	182,064,159	182,064,159	

CR1: Credit quality of assets

The following table presents a comprehensive view of the credit quality of our on- and off-balance sheet assets.

As at June 30, 2025

QAR'000

		a	b	c	d	e	f	g
		Gross carrying values of		Allowances/ impairments	Of which ECL accounting provisions for credit losses on SA exposures		Of which ECL accounting provisions for credit losses on IRB exposures	Net values (a+b-c)
		Defaulted exposures	Non-defaulted exposures		Allocated in regulatory category of General	Allocated in regulatory category of Specific		
1	Loans	5,983,324	102,283,811	5,260,361	1,824,057	3,436,304	-	103,006,774
2	Debt Securities	-	32,163,510	43,143	43,143	-	-	32,120,367
3	Off-Balance Sheet exposures	74,566	34,903,347	134,017	66,341	67,676	-	34,843,896
4	Total	6,057,890	169,350,668	5,437,521	1,933,541	3,503,980	-	169,971,037

CR2: Changes in stock of defaulted loans and debt securities

	30 June 2025
1 Defaulted loans and debt securities at end of the previous reporting period	5,876,878
2 Loans and debt securities that have defaulted since the last reporting period	137,296
3 Returned to non-defaulted status	-
4 Amounts written off	(27,229)
5 Other changes	(3,621)
6 Total	5,983,324

CR3: Credit risk mitigation techniques - overview

As at June 30, 2025

	QAR'000	a	b	c	d	e	f	g
	Asset Classes	Exposures unsecured: carrying amount	Exposures secured by collateral	Exposures secured by collateral, of which: secured amount	Exposures secured by financial guarantees	Exposures secured by financial guarantees, of which: secured amount	Exposures secured by credit derivatives	Exposures secured by credit derivatives, of which: secured amount
1	Loans	-	-	37,293,637	-	-	-	-
2	Debt securities	-	-	-	-	-	-	-
3	Total	-	-	37,293,637	-	-	-	-

CR4: Standardized approach – credit risk exposure and credit risk mitigation (CRM) effects

The following table provides the effect of CRM on the calculation of capital requirements under the standardized approach. It presents on-balance sheet and off-balance sheet exposures before and after credit conversion factors (CCF) and CRM as well as associated RWA and RWA density by asset classes. As noted in CRD, the external ratings of the counterparty is relied on to determine the prescribed regulatory risk weight to be assigned.

As at June 30, 2025

	QAR'000	a		b		c		d		e		f	
		Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density							
	Asset Classes	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density						
1	Sovereigns and Central Bank	40,427,313	3,466,162	46,656,425	964,119	3,462,078	7.3%						
2	Qatar Government Entities and Domestic Public Sector Entities (PSEs)	8,861,599	765,171	8,860,278	303,501	2,150,504	23.5%						
3	Multilateral development banks	611,140	912,070	611,140	93,070	396,984	56.4%						
4	Claims on Banks Of which: securities firms and other financial institutions	21,838,045	4,739,932	21,838,045	4,044,218	12,289,556	47.5%						
5	Covered bonds	-	-	-	-	-	-						
6	Corporates	47,855,858	31,680,344	31,717,109	17,524,668	48,787,721	99.1%						
7	Equity investments, subordinated debt and other capital	2,789,981		2,789,981		6,160,037	220.8%						
8	Retail	12,399,877	2,387,182	10,784,171	304,787	8,510,267	76.7%						
9	Real Estate Exposure	18,284,166	160,603	17,669,454	64,546	17,190,232	96.9%						
10	Loans for Land Acquisition, Development and Construction	1,382,667	-	1,382,667	-	2,074,000	150.0%						
11	Past-due loans/Defaulted Loans	2,554,647	1,354	2,552,798	1,209	2,785,817	109.1%						
12	Real Estate Exposures arising from counterparty defaults	3,269,938		3,269,938	-	5,947,758	181.9%						
13	Other assets	7,334,179	-	7,334,179	-	6,092,554	83.1%						
14	Total	167,609,410	44,112,820	155,466,186	23,300,119	115,847,508	64.8%						

CR5: Standardized approach – exposures by asset classes and risk weights

The following table presents the breakdown of credit risk exposures under the standardized approach by asset classes and risk weight.

As at June 30, 2025

QAR'000

	Risk weight	a	b	c	d	e	f	g	h	i	j
		0%	20%-49%	50% - 74%	75% - 99%	100% - 149%	150%-187%	188%	250%	Others	Total credit exposures amount (post CCF and post-CRM)
1	Sovereigns	44,067,268	86,528	43,951	-	3,422,796	-	-	-	-	47,620,544
2	Claims on Qatar Government Entities and Domestic Public Sector Entities (PSEs)	141,199	7,869,286	1,153,294	-	-	-	-	-	-	9,163,779
3	Multilateral Development Banks (MDBs)	91,000	2,070	429,140	-	182,000	-	-	-	-	704,210
4	Claims on Banks	-	15,923,913	3,043,154	-	6,813,831	101,364	-	-	-	25,882,263
5	Claims on Corporates	-	-	538,215	751,005	47,824,564	127,993	-	-	-	49,241,777
6	Retail	-	2,105,939	-	5,681,697	3,301,321	-	-	-	-	11,088,958
7	Claims secured by Residential property	-	348,606	74,973	42,079	12,699	-	-	-	-	478,357
8	Claims secured by Commercial real estate	-	-	2,877,669	4,339,169	10,038,805	-	-	-	-	17,255,643
9	Past-due loans	-	-	662,886	-	764,618	1,126,504	-	-	-	2,554,008
10	Equity Investments	-	-	-	-	-	750,939	-	1,943,198	95,844	2,789,981
11	Loans for Land Acquisition, Development and Construction	-	-	-	-	-	1,382,667	-	-	-	1,382,667
11	Real Estate Exposures arising from counterparty defaults	-	-	-	-	531,002	-	2,288,937	450,000	-	3,269,938
12	Other assets	1,241,624	-	-	-	6,092,554	-	-	-	-	7,334,179
13	Total	45,541,092	26,336,343	8,823,282	10,813,950	78,984,192	3,489,467	2,288,937	2,393,198	95,844	178,766,305

CCR1: Analysis of counterparty credit risk (CCR) exposure by approach

The following table provides a comprehensive view of the methods used to calculate counterparty credit risk exposures and the main parameters used within each method, if applicable. Refer to CCR 8 for our central counterparty clearing house exposures. Figures below reflect both house and client trades.

As at June 30, 2025

	QAR'000	a	b	c	d	e	f
		Replacement Cost	Potential future exposure	EEPE	Alpha used for computing regulatory EAD	EAD post-CRM ¹	RWA ²
1	SA-CCR (for derivatives)	885,818	330,061		1.4	1,702,231	398,009
2	Internal Model Method (for derivatives and SFTs)						
3	Simple Approach for credit risk mitigation (for SFTs)						
4	Comprehensive Approach for credit risk mitigation (for SFTs)						
5	VaR for SFTs						
6	Total						398,009

CCR2: Credit valuation adjustment (CVA) capital charge

The following table presents a breakdown of the CVA capital charge by advanced and standardized approaches.

As at June 30, 2025

		a	b
	QAR'000	EAD post-CRM	RWA
	Total portfolios subject to the Advanced CVA capital charge	1,329,948	595,775
1	(i) VaR component (including the 3x multiplier)		
2	(ii) Stressed VaR component (including the 3x multiplier)		
3	All portfolios subject to the Standardized CVA capital Charge		
4	Total subject to the CVA capital charge	1,329,948	595,775

CCR3: Standardized approach – CCR exposures by regulatory portfolio and risk weights

The following table presents a breakdown of counterparty credit risk exposures calculated according to the standardized approach by portfolio and risk weight.

As at June 30, 2025

risk weight	a	b	c	d	e	f	g	h	j
Regulatory portfolio QAR'000	0%	20%	30%	50%	70%	100%	150%	Others	Total credit exposure
Sovereigns	-	-	-	-	-	-	-	-	-
Qatar Government Entities and Domestic Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-	-
Multilateral Development Banks (MDBs)	-	-	-	-	-	-	-	-	-
Banks	-	4,843,785	10,065,715	9,834	-	95,355	-	-	15,014,689
Corporates	-	234,175	-	60,861	566,126	948,874	-	-	1,810,036
Regulatory retail portfolio	-	-	-	-	-	-	-	-	-
Secured by residential property	-	-	-	-	-	-	-	-	-
Secured by commercial real estate	-	-	-	-	-	-	-	-	-
Other retail loans	-	-	-	-	-	-	-	-	-
Past-due loans	-	-	-	-	-	-	-	-	-
Equity Investments	-	-	-	-	-	-	-	-	-
Real Estate Exposures	-	-	-	-	-	-	-	-	-
Unrated Sukuk	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-
Total	-	5,077,960	10,065,715	70,695	566,126	1,044,230	-	-	16,824,725

MR1: Market risk under the standardised approach

The following table presents the components of the capital requirement under the standardized approach for market risk.

		a
	QAR'000	Capital requirement in standardised approach
1	Interest rate risk	64,377
2	Equity risk	803,304
3	Foreign exchange risk	8,574
4	Commodity risk	16,065
5	Credit spread risk - non-securitisations	-
6	Credit spread risk - securitisations (non-correlation trading portfolio)	-
7	Credit spread risk - securitisation (correlation trading portfolio)	-
8	Default risk - non-securitisations	-
9	Default risk - securitisations (non-correlation trading portfolio)	-
10	Default risk - securitisations (correlation trading portfolio)	-
11	Residual risk add-on	-
12	Total	892,320

LIQ1: Liquidity Coverage Ratio (LCR)

The LCR is designed to promote short-term resilience of the 30 calendar day liquidity profile, by ensuring that banks have sufficient HQLA to meet potential outflows in a stressed environment.

		QAR'000	
		a	b
		Total unweighted value (average)	Total weighted value (average)
As at June 30, 2025			
High-quality liquid assets			
1	Total HQLA	29,858,752	29,053,940
Cash outflows			
2	Retail deposits and deposits from small business customers, of which:		
3	Stable deposits	25,599,121	1,854,664
4	Less stable deposits	34,840	10,452
5	Unsecured wholesale funding, of which:		
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks		
7	Non-operational deposits (all counterparties)	30,927,920	17,217,900
8	Unsecured debt		
9	Secured wholesale funding	1,290,189	0
10	Additional requirements, of which:		
11	Outflows related to derivative exposures and other collateral requirements	0	0
12	Outflows related to loss of funding of debt products		
13	Credit and liquidity facilities	2,530,995	390,647
14	Other contractual funding obligations		
15	Other contingent funding obligations	16,369,814	2,304,026
16	TOTAL CASH OUTFLOWS		21,777,688
Cash inflows			
17	Secured lending (eg reverse repo)		
18	Inflows from fully performing exposures	15,485,182	13,160,797
19	Other cash inflows		
20	TOTAL CASH INFLOWS		13,160,797
		Total adjusted value	
		30 June 2025	31 December 2024
21	Total HQLA	29,053,940	29,531,985
22	Total net cash outflows	8,616,891	10,932,050
23	Liquidity coverage ratio (%)	337.2%	270.1%

LIQ2: Net Stable Funding Ratio (NSFR)

QAR'000

	a	b	c	d	e
	Unweighted value by residual maturity				Weighted value
As at June 30, 2025	No maturity*	<6 months	6 months to <1 year	≥1 year	
Available stable funding (ASF) item					
1 Capital:					22,352,033
2 <i>Regulatory capital</i>	22,352,033	-	-	-	22,352,033
3 <i>Other capital instruments</i>	0	-	-	-	0
Retail deposits and deposits from small business customers:					24,301,116
4 <i>Stable deposits</i>	655,910	8,388,690	4,170,386	12,396,281	24,289,770
5 <i>Less stable deposits</i>	1,028	9,786	11,879	-	11,346
7 Wholesale funding:					60,854,092
8 <i>Operational deposits</i>	-	-	-	-	-
9 <i>Other wholesale funding</i>	5,907,720	13,322,695	17,655,234	41,919,380	60,854,092
10 Liabilities with matching interdependent assets					
11 Other liabilities:					11,166,729
12 <i>NSFR derivative liabilities</i>			426,978		
<i>All other liabilities and equity not included in the above categories</i>	-	-	36,952,929	-	11,166,729
14 Total ASF					118,673,970
Required stable funding (RSF) item					
15 Total NSFR high-quality liquid assets (HQLA)		13,595,949	1,273,567	22,282,276	4,472,900
16 Deposits held at other financial institutions for operational purposes					
17 Performing loans and securities:					87,175,083
18 <i>Performing loans to financial institutions secured by Level 1 HQLA</i>	-	-	-	-	
19 <i>Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions</i>	-	-	3,935,762	6,670,362	8,638,243
20 <i>Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:</i>	-	-	34,266,731	69,453,109	76,734,770
21 <i>With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk</i>	-	-	-	-	-
22 Assets with matching interdependent liabilities					
23 Other assets:					19,971,321
24 <i>Physical traded commodities, including gold</i>	-				-
25 <i>Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs</i>					-
26 <i>NSFR derivative assets</i>			MR3		652,175
27 <i>NSFR derivative liabilities before deduction of variation margin posted</i>			85,396		85,396
28 <i>All other assets not included in the above categories</i>	-	-	19,233,751	-	19,233,751
29 Off-balance sheet items			10,503,382	-	3,474,427
30 Total RSF					115,093,731
31 Net Stable Funding Ratio (%)					103.11%

As at December 31 2024

Total ASF	106,822,178
Total RSF	105,546,074
Net Stable Funding Ratio (%)	101.21%

LR1: Summary comparison of accounting assets vs leverage ratio exposure

		QAR'000
		30-Jun-25
1	Total consolidated assets as per published financial statements	182,064,159
2	Adjustments 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 securitised exposures that meet the operational requirements for the recognition of risk transference	
4	Adjustments for temporary exemption of central bank reserves (if applicable)	
5	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-
6	Adjustments for regular-way purchases and sales of financial assets subject to trade date accounting	
7	Adjustments for eligible cash pooling transactions	
8	Adjustments for derivative financial instruments	2,983,510
9	Adjustment for securities financing transactions (ie repos and similar secured lending)	-
10	Adjustments for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	27,669,508
11	Adjustments for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital	
12	Other adjustments	(4,680,754)
13	Leverage ratio exposure measure	208,036,423

LR2: Leverage ratio common disclosure template

QAR'000

		30-Jun-25	31-Dec-24
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	171,993,019	160,155,071
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	(4,680,754)	(4,587,483)
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of row 1 and 2)	167,312,265	155,567,589
Derivative exposures			
4	Replacement cost associated with <i>all</i> derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	1,079,154	498,274
5	Add-on amounts for PFE associated with <i>all</i> derivatives transactions	2,004,770	987,734
6	Gross-up for derivatives collateral provide where deducted from the balance sheet assets pursuant to the operative accounting framework	438,532	441,259
7	(Deductions of receivable 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	540,209	669,604
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-	-
11	Total derivative exposures (sum of rows 4 to 10)	4,062,664	2,596,871
Securities financing transactions			
12	Gross SFT <i>assets</i> (with no recognition of netting), after adjusting for sale accounting transactions	8,991,986	5,159,649
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-	-
14	CCR exposure for SFT assets	-	-
15	Agent transaction exposures	-	-
16	Total securities financing transaction exposures (sum of rows 12 to 15)	8,991,986	5,159,649
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	44,112,820	36,210,272
18	(Adjustments for conversion to credit equivalent amounts)	(16,443,312)	(16,476,132)
19	Off-balance sheet items (sum of rows 17 and 18)	27,669,508	19,734,141
Capital and total exposures			
20	Tier 1 capital	21,499,920	20,632,534
21	Total exposures (sum of rows 3, 11, 16 and 19)	208,036,423	183,058,249
Leverage ratio			
22	Basel III leverage ratio	10.33%	11.27%

ENC – Asset Encumbrance

An asset shall be treated as encumbered if it has been pledged or if it is subject to any form of arrangement to secure, collateralize or credit enhance any transaction from which it cannot be freely withdrawn. The encumbered assets represent balances held as liquidity and cash reserve requirements with the Central Bank and funds placed with other entities that were pledged for credit support.

			QAR'000
ASSETS	Encumbered	Unencumbered	Total
Cash and balances with central banks	5,395,695	2,438,755	7,834,450
Due from banks	1,617,892	19,640,670	21,258,562
Loans and advances to customers	-	103,787,570	103,787,570
Investment securities	9,600,000	26,205,446	35,805,446
Investment in associates and a joint arrangement	-	3,842,954	3,842,954
Property and equipment	-	2,977,234	2,977,234
Intangible assets	-	98,303	98,303
Other assets	-	6,459,640	6,459,640
TOTAL ASSETS	16,613,587	165,450,572	182,064,159