Basel III common disclosure template to be used during the transition of regulatory adjustments
(i.e. from 1 January 2013 to 1 January 2018)

RO '000

	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	193,688
2	Retained earnings	9,047
3	Accumulated other comprehensive income (and other reserves)	69,893
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**	272,628

	Common Equity Tier 1 capital: regulatory adjustments	
7	Prudential valuation adjustments	-
8	Goodwill (net of related tax liability)	-
9	Other intangibles other than mortgage-servicing rights (net of related tax liability	910
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	151
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**	1,061

29	**Common Equity Tier 1 capital (CET1)**	271,567

	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)**	271,567

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	39,767
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	23,548
51	Tier 2 capital before regulatory adjustments	63,315

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	-
	Of which: [INSERT NAME OF ADJUSTMENT]	
	Of which: [INSERT NAME OF ADJUSTMENT]	
	Of which: [INSERT NAME OF ADJUSTMENT]	
57	Total regulatory adjustments to Tier 2 capital	-

58	Tier 2 capital (T2)	63,315

59	Total capital (TC = T1 + T2)	334,882

Risk Weighted Assets		
	RISK WEIGHTED ASSETS 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]	

60	Total risk weighted assets (60a+60b+60c)	2,373,865
60a	*Of which: Credit risk weighted assets*	2,186,855
60b	*Of which: Market risk weighted assets*	56,675
60c	*Of which: Operational risk weighted assets*	130,335

Capital Ratios		
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	11.44
62	Tier 1 (as a percentage of risk weighted assets)	11.44
63	Total capital (as a percentage of risk weighted assets)	14.11
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)	9.50%
65	*of which: capital conservation buffer requirement*	2.50%
66	*of which: bank specific countercyclical buffer requirement*	
67	*of which: D-SIB/G-SIB buffer requirement*	
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets	0.02

National minima (if different from Basel III)		
69	National Common Equity Tier 1 minimum ratio (if different from Basel 3 minimum	7.000
70	National Tier 1 minimum ratio (if different from Basel 3 minimum	9.000
71	National total capital minimum ratio (if different from Basel 3 minimum	12.000

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)	23,479
77	Cap on inclusion of provisions in Tier 2 under standardised approach	27,336
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)*	-

BANK SOHAR SAOG

RECONCILIATION TEMPLATE - AS OF Mar'2017

Step 1 : (RO '000)

	Balance sheet as in published financial statements	**Under regulatory scope of consolidation**
	As at Mar'17	**As at Mar'17**
Assets		
Cash and balances with Central Bank of Oman	100,249	129,121
Certificates of deposit	-	-
Due from banks	134,216	105,488
Loans and advances	1,915,030	1,914,881
Investments in securities	407,674	407,674
Loans and advances to banks	-	-
Property and equipment	19,251	19,251
Deferred tax assets	-	-
Other assets	25,113	25,118
Total assets	**2,601,533**	**2,601,533**
Liabilities		
Due to banks	501,545	501,545
Customer deposits	1,682,137	1,682,137
Certificates of deposit	18,684	18,684
Current and deferred tax liabilities	-	-
Other liabilities**	36,323	36,323
Subordinated Debts	86,119	86,119
Compulsory Convertible bonds	4,858	4,858
Total liabilities	**2,329,666**	**2,329,666**
Shareholders' Equity		
Paid-up share capital	176,495	176,495
Share premium	17,193	17,193
Legal reserve	18,905	18,905
General reserve	988	988
Retained earnings*	9,047	9,047
Cumulative changes in fair value of investments	(761)	(761)
Subordinated debt reserve	50,000	50,000
Total shareholders' equity	**271,867**	**271,867**
Total liability and shareholders’ funds	**2,601,533**	**2,601,533**

BANK SOHAR SAOG

RECONCILIATION TEMPLATE - AS OF Mar'2017
Step 2 :

(RO '000)

	Balance sheet as in published financial statements	Under regulatory scope of consolidation	Reference
	As at Mar'17	As at Mar'17	
Assets			
Cash and balances with CBO	100,249	129,121	
Balance with banks and money at call and short notice	134,216	105,488	
Investments :	407,674	407,674	
Of which Held to Maturity	52,835	52,835	
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	268,767	268,767	
Out of investments in Available for Sale : Investments in Subsidiaries	NA	NA	
Investments in Associates and Joint Ventures	NA	NA	
Held for Trading	86,072	86,072	
Loans and advances	1,915,030	1,914,881	
Of which :			
Loans and advances to domestic banks	-	-	
Loans and advances to non-resident banks	-	-	
Loans and advances to domestic customers	1,693,094	1,693,094	
Loans and advances to non-resident Customers for domestic operations		-	
Loans and advances to non-resident Customers for operations abroad	53,979	53,979	
Loans and advances to SMEs	43,507	43,507	
Financing from Islamic banking window	124,450	124,450	
Fixed assets	19,251	19,251	
Other assets of which:	25,113	25,118	
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	**2,601,533**	**2,601,533**	
Capital & Liabilities			
Paid-up Capital	176,495	176,495	
Of which:			
Amount eligible for CET1	176,495	176,495	
Amount eligible for AT1	-	-	
Reserves & Surplus	95,372	95,372	
Out of which			
Retained earnings*	9,047	9,047	**b**
Other Reserves	87,086	87,086	
Cumulative changes in fair value of investments	(761)	(761)	
Out of which :			
Losses from fair value of investments		-	**a**
Gains from fair value of investments		-	
Haircut of 55% on Gains		-	
Total Capital	271,867	271,867	
Deposits :	1,682,137	1,682,137	
Of which:			
Deposits from banks	-	-	
Customer deposits	1,557,142	1,557,142	
Deposits of Islamic Banking window	124,995	124,995	
Other deposits(please specify)	-	-	
Borrowings	520,229	520,229	
Of which: From CBO	-	-	
From banks	501,545	501,545	
From other institutions & agencies	18,684	18,684	
Borrowings in the form of bonds, Debentures and sukuks	4,858	4,858	
Others (Subordinated debt)	86,119	86,119	
Other liabilities & provisions** Of which:	36,323	36,323	
Out of which : DTLs related to Investments		56	
Out of which : DTAs related to Investments		(316)	
Out of which : DTLs related to Fixed Assets		109	
DTLs related to goodwill	-	-	
DTLs related to intangible assets	-	-	
TOTAL	**2,601,533**	**2,601,533**	

BANK SOHAR SAOG

RECONCILIATION TEMPLATE - AS OF Mar'2017
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	176,495	
2	Retained earnings	9,047	**b**
3	Accumulated other comprehensive income (and other reserves)	87,086	
4	*Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies)*	-	
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**	**272,628**	
7	Prudential valuation adjustments	-	
8	Goodwill (net of related tax liability)	-	
9	Losses from fair value of investments	-	**a**
10	DTA related to Investments	(151)	
11	**Common Equity Tier 1 capital (CET1)**	**272,477**	

BANK SOHAR SAOG
MAIN FEATURES TEMPLATE OF CAPITAL INSTRUMENTS - as of March 2017

1	Issuer	BANK SOHAR	BANK SOHAR	BANK SOHAR	BANK SOHAR
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	Bloomberg ID EK0076787		ISIN OM 0000004628	ISIN OM0000003398
3	Governing law(s) of the instrument *Regulatory treatment*	Banking Law of Oman	Banking Law of Oman	Banking Law of Oman	Banking Law of Oman / Commercial Companies Law
4	Transitional Basel III rules	NA	NA	NA	NA
5	Post-transitional Basel III rules	Tier 2	Tier 2	Tier 2	Common Equity Tier 1
6	Eligible at solo/group/group & solo	Solo	Solo	Solo	Solo
7	Instrument type (types to be specified by each jurisdiction)	Subordinated Debt	Subordinated Debt	Compulsorily Convertible Bond	Equity Shares
8	Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	OMR 50.0	OMR 35.0	OMR 4.767 Million	OMR 176.495 Million
9	Par value of instrument	OMR 50,000,000/=	OMR 35,000,000/=	OMR 4,767,000/=	OMR 176.495 Million
10	Accounting classification	Liability - amortised cost	Liability - amortised cost	Liability - amortised cost	Shareholder's Equity
11	Original date of issuance	Started issuance from 20th Jul 2010	Started issuance from 25th May 2016	28-Apr-13	03-Jan-07
12	Perpetual or dated	Dated	Dated	Dated	Perpetual
13	Original maturity date	7 years from date of allotment First maturity on 20th Jul 2017	7 years from date of allotment First maturity on 25th Jul 2023	28-Apr-2017/28-Apr-2018	NA
14	Issuer call subject to prior supervisory approval	No	No	Yes	NA
15	Optional call date, contingent call dates and redemption amount	Not callable	Not callable	Anytime, at bank's sole discretion, or if directed to do so by the CBO	NA
16	Subsequent call dates, if applicable	Not callable	Not callable	As in point 15 above	NA
	Coupons / dividends				
17	Fixed or floating dividend/coupon	Fixed	Fixed	Fixed	NA
18	Coupon rate and any related index	6.50% p.a.	7.00% p.a.	4.5% p.a.	NA
19	Existence of a dividend stopper	No	No	NO	NO
20	Fully discretionary, partially discretionary or mandatory	Mandatory	Mandatory	Partially discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	No	No	NO	NO
22	Noncumulative or cumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative
23	Convertible or non-convertible	Nonconvertible	Nonconvertible	Convertible	Non-convertible
24	If convertible, conversion trigger (s)	NA	NA	At the end of 3rd, 4th and 5th year from date of listing. Also convertible anytime, at bank's sole discretion or if directed by the CBO to do so.	NA
25	If convertible, fully or partially	NA	NA	Fully	NA
26	If convertible, conversion rate	NA	NA	At a price which shall be at a 20% discount to the weighted average market price of the shares of the Banktraded during 3 months immediately preceding the record date to be set for each conversion.	NA
27	If convertible, mandatory or optional conversion	NA	NA	Mandatory	NA
28	If convertible, specify instrument type convertible into	NA	NA	Common Equity Tier 1	NA
29	If convertible, specify issuer of instrument it converts into	NA	NA	Bank Sohar	NA
30	Write-down feature	No	No	NO	NO
31	If write-down, write-down trigger(s)	NA	NA	NA	NA
32	If write-down, full or partial	NA	NA	NA	NA
33	If write-down, permanent or temporary	NA	NA	NA	NA
34	If temporary write-down, description of write-up mechanism	NA	NA	NA	NA
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Subordinated to all Senior liabilities. Currently, subordinated to fixed deposits	Subordinated to all Senior liabilities. Currently, subordinated to fixed deposits	Subordinated to the Subordinated debt issued by the Bank	Subordinated to the Compulsorily Convertible bonds issued by the Bank
36	Non-compliant transitioned features	NO	NO	NO	NO
37	If yes, specify non-compliant features	NA	NA	NA	NA