RBC ROYAL BANK (CAYMAN) LIMITED

<u>Basel II Pillar 3 (Quarterly) Disclosures</u>
July 31, 2023

Contents

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OV1 – OVERVIEW OF RWA

		RWA		Minimum Capital Requirements
		July 31, 2023	April 30, 2023	July 31, 2023
1	**Credit risk (excluding counterparty credit risk) (CCR)**	**557,945,216**	**544,858,130**	**66,953,426**
2	**Securitisation exposures**	**-**	**-**	**-**
3	**Counterparty credit risk**	**-**	**-**	**-**
4	*Of which: current exposure method*	-	-	-
5	*Of which: standardized method*	-	-	-
6	**Market risk**	**200,193**	**245,348**	**24,023**
7	*Of which: Equity risk*	-	-	-
8	**Operational risk**	**49,521,050**	**49,521,050**	**5,942,526**
9	*Of which: Basic Indicator Approach*	-	-	-
#	*Of which: Standardised Approach*	49,521,050	49,521,050	5,942,526
#	*Of which: Alternative Standardised*	-	-	-
#	**Total (1+2+3+6+8)**	**607,666,459**	**594,624,528**	**72,919,975**

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Basel II Pillar 3 (Quarterly) Disclosures
July 31, 2023

LR1 – SUMMARY COMPARISON OF ACCOUNTING ASSETS VS LEVERAGE RATIO EXPOSURE MEASURE

		July 31, 2023
1	Total consolidated assets as per published financial statements	1,411,737,083
2	Adjustment 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	-
9	Adjustment for securities financing transactions (ie, repurchase agreements and similar secured lending)	-
10	Adjustment for off-balance sheet items (ie, conversion to credit equivalent amounts of off-balance sheet exposures)	-
11	Adjustments for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital	-
	Other adjustments (cash items, general provisions and non-derivative netting)	(17,621,585)
12	**Leverage ratio exposure measure**	**1,394,115,498**

RBC Royal Bank (Cayman) Limited
Basel II Pillar 3 (Quarterly) Disclosures
July 31, 2023

LR2 – LEVERAGE RATIO COMMON DISCLOSURE

		July 31, 2023	April 30, 2023
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	1,394,115,498	1,233,609,576
2	Gross up for derivatives collateral provided where deduction from balance sheet assets pursuant to the operative accounting framework	-	-
3	(Dedcutions of receivable assets for cash variation margin provided in derivatives transactions)	-	-
4	(Aadjustments for securities received under securities financing transactions that are recognised as an asset)	-	-
5	(Specific and general provisions associated with on balance sheet exposures that are deducted from Basel III Tier 1 capital)	-	-
6	(Asset amounts deducted in determining Basel III Tier 1 capital and regulatory adjustments)	-	-
7	**Total on balance sheet exposures** (excluding derivatives and SFTs) (sum of rows 1 to 6)	**1,394,115,498**	**1,233,609,576**
Derivative exposures			
8	Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	-	-
9	Add on amounts for potential future exposure associated with *all* derivatives transactions	-	-
10	(Exempted central counterparty (CCP) leg of client cleared trade exposures)	-	-
11	Adjusted effective notional amount of written credit derivatives	-	-
12	(Adjusted effective notional offsets and add on deductions for written credit derivatives)	-	-
13	**Total derivative exposures** (sum of rows 8 to 12)	**-**	**-**
Securities financing transaction exposures			
14	Gross SFT assets (with no recognition of netting), after adjustments for sale accounting transactions	-	-
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-	-
16	Counterparty credit risk exposure for SFT assets	-	-
17	Agent transaction exposures	-	-
18	**Total securities financing transaction exposures** (sum of rows 14 to 17)	**-**	**-**
Other off-balance sheet exposures			
19	Off-balance sheet exposure at gross notional amount	4,072,671	4,279,615
20	(Adjustments for conversion to credit equivalent amounts)	-	-
21	(Specific and general provisions associated with off balance sheet exposures deducted in determining Tier 1 capital)	-	-
22	**Off-balance sheet items** (sum of rows 19 to 21)	**4,072,671**	**4,279,615**
Capital and total exposures			
23	Tier 1 capital	**169,022,675**	**169,081,417**
24	Total exposures (sum of rows 7, 13, 18 and 22)	**1,398,188,169**	**1,237,889,191**
Leverage ratio			
25	**Basel III leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)**	**12.09%**	**13.66%**
25a	Basel III leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)	12.09%	13.66%
26	**National minimum leverage ratio requirement**	**41,945,645**	**37,136,676**
27	**Applicable leverage buffers**	**-**	

RBC Royal Bank (Cayman) Limited
Basel II Pillar 3 (Quarterly) Disclosures
July 31, 2023

LIQ1 – LIQUIDITY COVERAGE RATIO (LCR)

		Total unweighted value (average)	Total weighted value (average)
High-quality liquid assets			
1	Total HQLA	400,281,000	353,218,000
Cash outflows			
2	Retail deposits and deposits from small business customers, of which:	-	-
3	Stable deposits	-	-
4	Less stable deposits	246,547,000	24,654,667
5	Unsecured wholesale funding, of which:	-	-
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	814,107,000	203,527,000
7	Non-operational deposits (all counterparties)	-	-
8	Unsecured debt	-	-
9	Secured wholesale funding	-	-
#	Additional requirements, of which:	-	-
#	Outflows related to derivative exposures and other collateral requirements	-	-
#	Outflows related to loss of funding on debt products	-	-
#	Credit and liquidity facilities	-	-
#	Other contractual funding obligations	-	-
#	Other contingent funding obligations	-	-
#	**TOTAL CASH OUTFLOWS**	**1,060,654,000**	**228,181,667**
Cash inflows			
#	Secured lending (e.g. reverse repos)	-	-
#	Inflows from fully performing exposures	18,351,333	2,834,667
#	Other cash flows	-	-
#	**TOTAL CASH INFLOWS**	**18,351,333**	**2,834,667**
			Total adjusted value
#	Total HQLA		**353,218,000**
#	Total net cash outflows		**225,347,000**
#	Liquidity Coverage Ratio (%)		**156.74%**

The weighted and unweighted figures have been calculated using a three-month average for each line component shown above. Those line components have been consistent for each period within the quarter.

HQLA assets is comprised primarily of marketable debt securities issued or guaranteed by sovereign governments, public service entities or multi development banks and wholesale funding sources comprise operational deposits from non-financial corporates, sovereigns and public service entities and financial institutions.