SAUDI BANKS COMMENTS ON THE PROPOSED AMENDMENT RELATED TO THE TREATMENT OF EXTRAORDINARY MOENTARY POLICY OPERATION IN THE NET STABLE FUNDING RATIO

Bank 1:

These positions should always receive a 5% RSF treatment irrespective of the tenor of the transaction. Also, we need additional clarity on what constitutes “Exceptional central bank liquidity absorbing operations” and under what circumstances these operations would be undertaken.

Bank 2:

The proposed changes to the RSF factor will improve the NSFR ratio and we are supportive of this change.

Bank 3:

We are supportive of this amendment.

Banks 4:

In our view, the minimum floor of 5% as RSF factor seems reasonable.