



Commercial Bank International P.S.C

Basel III - Pillar 3 Disclosures -30 June 2023

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1. Introduction

This Basel III - Pillar 3 Report for Commercial Bank International (“CBI” or “the bank”) has been prepared in accordance with the public/ market disclosure requirements and guidelines in respect of Pillar 3 of Basel III, as prescribed by the Central Bank of the UAE (CBUAE) and other clarifications received from time to time along with the Formal Disclosure Policy of the Bank.

The purpose of this report is to inform market participants of the key components, scope and effectiveness of the Banks risk measurement processes, risk profile and capital adequacy. This is accomplished by providing consistent and understandable disclosure of the Bank’s risk profile in a manner that enhances comparability with other institutions.

The Bank has adopted the Standardized Approach for determining the capital requirements for Credit Risk, Market Risk and Operational Risk. This Pillar 3 Report provides details on the Banks risk profile by risk asset class, which form the basis for the calculation of the capital requirement.

2. Key metrics at consolidated group level (KM1)

	AED in 000's	Jun-23	Mar-23	Dec-22	Sep-22	Jun-22
Available capital (amounts)						
1	Common Equity Tier 1 (CET1)	1,823,897	1,770,800	1,751,637	1,521,995	1,557,762
1a	Fully loaded ECL accounting model	1,774,422	1,722,751	1,686,607	1,472,495	1,531,148
2	Tier 1	2,283,022	2,229,925	2,210,762	1,981,120	2,016,887
2a	Fully loaded ECL accounting model Tier 1	2,233,547	2,181,876	2,145,732	1,931,620	1,990,273
3	Total capital	2,477,711	2,423,760	2,400,825	2,163,063	2,194,060
3a	Fully loaded ECL accounting model total capital	2,428,236	2,375,712	2,335,795	2,113,563	2,167,446
Risk-weighted assets (amounts)						
4	Total risk-weighted assets (RWA)	16,897,825	16,828,758	16,665,027	16,013,493	15,543,694
Risk-based capital ratios as a percentage of RWA						
5	Common Equity Tier 1 ratio (%)	10.79%	10.52%	10.51%	9.50%	10.02%
5a	Fully loaded ECL accounting model CET1 (%)	10.50%	10.24%	10.12%	9.20%	9.85%
6	Tier 1 ratio (%)	13.51%	13.25%	13.27%	12.37%	12.98%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	13.22%	12.97%	12.88%	12.06%	12.80%
7	Total capital ratio (%)	14.66%	14.40%	14.41%	13.51%	14.12%
7a	Fully loaded ECL accounting model total capital ratio (%)	14.37%	14.12%	14.02%	13.20%	13.94%
Additional CET1 buffer requirements as a percentage of RWA						
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.50%	2.50%	2.50%	2.50%	2.50%
9	Countercyclical buffer requirement (%)	0.00%	0.00%	0.00%	0.00%	0.00%
10	Bank D-SIB additional requirements (%)	0.00%	0.00%	0.00%	0.00%	0.00%
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9+ row 10)	2.50%	2.50%	2.50%	2.50%	2.50%
12	CET1 available after meeting the bank's minimum capital requirements (%)	3.79%	3.52%	3.51%	2.50%	3.02%
Leverage Ratio						
13	Total leverage ratio measure	22,720,370	23,312,396	24,903,109	24,849,168	23,382,773
14	Leverage ratio (%) (row 2/row 13)	10.05%	9.57%	8.88%	7.97%	8.63%
14a	Fully loaded ECL accounting model leverage ratio (%) (row 2A/row 13)	9.83%	9.36%	8.62%	7.77%	8.51%
14b	Leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	10.05%	9.57%	8.88%	7.97%	8.63%
Liquidity Coverage Ratio						
15	Total HQLA					
16	Total net cash outflow					
17	LCR ratio (%)					

Net Stable Funding Ratio						
18	Total available stable funding					
19	Total required stable funding					
20	NSFR ratio (%)					
ELAR						
21	Total HQLA	2,659,124	2,591,505	3,758,184	2,788,500	2,409,294
22	Total liabilities	16,655,886	16,934,817	18,425,712	17,965,362	16,450,031
23	Eligible Liquid Assets Ratio (ELAR) (%)	15.97%	15.30%	20.40%	15.52%	14.65%
ASRR						
24	Total available stable funding	13,344,312	14,914,614	14,893,934	13,832,162	12,812,489
25	Total Advances	13,192,743	12,975,891	13,734,366	13,457,341	12,458,212
26	Advances to Stable Resources Ratio (%)	98.86%	87.00%	92.21%	97.29%	97.23%

2.1 Overview of RWA (OV1)

	AED in 000's	Jun-23	Mar-23	Jun-23
		RWA		Minimum capital requirements
1	Credit risk (excluding counterparty credit risk)	15,554,030	15,456,425	1,633,173
2	Of which: standardised approach (SA)	15,554,030	15,456,425	1,633,173
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)	10,558	25,209	1,109
7	Of which: standardised approach for counterparty credit risk	10,558	25,209	1,109
8	Of which: Internal Model Method (IMM)			
9	Of which: other CCR			
10	Credit valuation adjustment (CVA)	10,558	25,209	1,109
11	Equity positions under the simple risk weight approach			
12	Equity investments in funds - look-through approach			
13	Equity investments in funds - mandate-based approach			
14	Equity investments in funds - fall-back approach			
15	Settlement risk			
16	Securitisation exposures in the banking book			
17	Of which: securitisation internal ratings-based approach (SEC-IRBA)			
18	Of which: securitisation external ratings-based approach (SEC-ERBA)			
19	Of which: securitisation standardised approach (SEC-SA)			
20	Market risk	284,026	283,261	29,823
21	Of which: standardised approach (SA)	284,026	283,261	29,823
22	Of which: internal models approach (IMA)			
23	Operational risk	1,038,653	1,038,653	109,059
24	Amounts below thresholds for deduction (subject to 250% risk weight)			
25	Floor adjustment			
26	Total (1+6+10+11+12+13+14+15+16+20+23)	16,897,825	16,828,758	1,774,272

Note Minimum capital requirements are calculated @ 10.50%

3. Composition of Capital

3.1 Composition of Regulatory Capital (CC1)

	AED in 000's	Jun-23 Amounts
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	1,737,383
2	Retained earnings	(128,158)
3	Accumulated other comprehensive income (and other reserves)	239,199
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	1,848,424
Common Equity Tier 1 capital regulatory adjustments		
7	Prudent valuation adjustments	-
8	Goodwill (net of related tax liability)	(24,527)
9	Other intangibles including 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)	-
11	Cash flow hedge reserve	-
12	Securitisation gain on sale	-
13	Gains and losses due to changes in own credit risk on fair valued liabilities	-
14	Defined benefit pension fund net assets	-
15	Investments in own shares (if not already subtracted from paid-in capital on reported balance sheet)	-
16	Reciprocal cross-holdings in CET1, AT1, Tier 2	-
17	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)	-
18	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-
19	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-
20	Amount exceeding 15% threshold	-
21	Of which: significant investments in the common stock of financials	-
22	Of which: deferred tax assets arising from temporary differences	-
23	CBUAE specific regulatory adjustments	-
24	Total regulatory adjustments to Common Equity Tier 1	(24,527)
25	Common Equity Tier 1 capital (CET1)	1,823,897
Additional Tier 1 capital: instruments		
26	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	-
27	Of which: classified as equity under applicable accounting standards	-
28	Of which: classified as liabilities under applicable accounting standards	-
29	<i>Directly issued capital instruments subject to phase-out from additional Tier 1</i>	-
30	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in AT1)	-
31	<i>Of which: instruments issued by subsidiaries subject to phase-out</i>	-
32	Additional Tier 1 capital before regulatory adjustments	-
Additional Tier 1 capital: regulatory adjustments		
33	Investments in own additional Tier 1 instruments	-
34	Investments in capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation	-
35	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation	-
36	CBUAE specific regulatory adjustments	-
37	Total regulatory adjustments to additional Tier 1 capital	-
38	Additional Tier 1 capital (AT1)	459,125
39	Tier 1 capital (T1= CET1 + AT1)	2,283,022
Tier 2 capital: instruments and provisions		

40	Directly issued qualifying Tier 2 instruments plus related stock surplus	-
41	<i>Directly issued capital instruments subject to phase-out from Tier 2</i>	-
42	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 30) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	-
43	<i>Of which: instruments issued by subsidiaries subject to phase-out</i>	-
44	Provisions	194,689
45	Tier 2 capital before regulatory adjustments	194,689
Tier 2 capital: regulatory adjustments		
46	Investments in own Tier 2 instruments	-
47	Investments in capital, 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)	-
48	Significant investments in the capital, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-
49	CBUAE specific regulatory adjustments	-
50	Total regulatory adjustments to Tier 2 capital	-
51	Tier 2 capital (T2)	194,689
52	Total regulatory capital (TC = T1 + T2)	2,477,711
53	Total risk-weighted assets	16,897,825
Capital ratios and buffers		
54	Common Equity Tier 1 (as a percentage of risk-weighted assets)	10.79%
55	Tier 1 (as a percentage of risk-weighted assets)	13.51%
56	Total capital (as a percentage of risk-weighted assets)	14.66%
57	Institution specific buffer requirement (capital conservation buffer plus countercyclical buffer requirements plus higher loss absorbency requirement, expressed as a percentage of risk-weighted assets)	2.50%
58	Of which: capital conservation buffer requirement	2.50%
59	Of which: bank-specific countercyclical buffer requirement	0.00%
60	Of which: higher loss absorbency requirement (e.g. DSIB)	0.00%
61	Common Equity Tier 1 (as a percentage of risk-weighted assets) available after meeting the bank's minimum capital requirement.	10.50%
The CBUAE Minimum Capital Requirement		
62	Common Equity Tier 1 minimum ratio	7.00%
63	Tier 1 minimum ratio	8.50%
64	Total capital minimum ratio	10.50%
Amounts below the thresholds for deduction (before risk weighting)		
66	Significant investments in common stock of financial entities	0
68	Deferred tax assets arising from temporary differences (net of related tax liability)	0
Applicable caps on the inclusion of provisions in Tier 2		
69	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	233,627
70	Cap on inclusion of provisions in Tier 2 under standardised approach	194,689
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)		
73	<i>Current cap on CET1 instruments subject to phase-out arrangements</i>	0
74	<i>Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)</i>	0
75	<i>Current cap on AT1 instruments subject to phase-out arrangements</i>	0
76	<i>Amount excluded from AT1 due to cap (excess after redemptions and maturities)</i>	0
77	<i>Current cap on T2 instruments subject to phase-out arrangements</i>	0
78	<i>Amount excluded from T2 due to cap (excess after redemptions and maturities)</i>	0

3.2 Reconciliation of Regulatory Capital to Balance Sheet (CC2)

AED in 000's - Jun 23	Balance sheet as in published financial statements	Under regulatory scope of consolidation
	As at period-end	As at period-end
Assets		
Cash and balances with the Central Banks	1,342,265	1,342,265
Derivative financial assets	2,139	2,139

Deposits and balances due from banks	556,551	556,551
Loans and advances to customers	11,387,944	11,387,944
Islamic financing and investing assets	885,470	885,470
Financial assets at (FVTOCI)	46,420	105,014
Financial assets at (FVTPL)	221,382	-
Financial assets measured at amortised cost	2,814,205	2,814,205
Property inventory	489,815	327,396
Receivables and other assets	1,554,261	1,650,511
Investment properties	33,796	21,520
Intangible assets	24,527	24,527
Property and equipment	101,158	101,158
Total assets	19,459,933	19,218,700
Liabilities		
Balance due to the Central Bank of the UAE	(89,165)	(89,165)
Derivative financial liability	(3,889)	(3,889)
Deposits and balances due to banks	(3,504,671)	(3,504,671)
Customers' deposits	(10,467,059)	(10,467,163)
Islamic customers' deposits	(950,775)	(950,775)
Payables and other liabilities	(1,666,187)	(1,664,615)
Liabilities of assets held for sale	-	-
Total liabilities	(16,681,746)	(16,680,278)
Shareholders' equity		
Share capital	(1,737,383)	(1,737,383)
Tier 1 Capital	(459,125)	(459,125)
Statutory reserve	(300,249)	(297,479)
General reserve	-	-
Properties revaluation reserve	-	-
Investments revaluation reserve	64,131	58,280
Specific provision reserve	(280,035)	(280,035)
General provision reserve	-	-
Accumulated loss /(Retained earnings)	39,279	177,633
Non-controlling interests	(104,805)	(313)
Total shareholders' equity	(2,778,187)	(2,538,422)

3.3 Main Features of Regulatory Capital Instruments (CCA)

4. Macroprudential Supervisory Measures

CCyB1: Geographical distribution of credit exposures used in the countercyclical buffer

Not applicable. There are no credit exposures relevant for the calculation of the countercyclical buffer.

5. Leverage Ratio

5.1 Summary Comparison of Accounting Assets vs Leverage Ratio Exposure Measure (LR1)

	AED in 000's	Jun-23
1	Total consolidated assets as per published financial statements	19,459,933
2	Adjustments for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	(241,233)
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	(24,527)
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	21,170

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)	3,505,027
11	Adjustments for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital	-
12	Other adjustments	-
13	Leverage ratio exposure measure	22,720,370

5.2 Leverage Ratio Common Disclosure Template (LR2)

AED in 000's		Jun-23	Mar-23
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	19,218,700	19,438,359
2	Gross-up for derivatives collateral provided where deducted from balance sheet assets pursuant to the operative accounting framework	-	-
3	(Deductions of receivable assets for cash variation margin provided in derivatives transactions)	-	-
4	(Adjustment 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 Tier 1 capital)	-	-
6	(Asset amounts deducted in determining Tier 1 capital)	(24,527)	(27,007)
7	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)	19,194,173	19,411,352
Derivative exposures			
8	Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	8,391	17,138
9	Add-on amounts for PFE associated with all derivatives transactions	6,731	10,907
10	(Exempted 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)	21,170	39,263
Securities financing transactions			
14	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	-	-
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-	-
16	CCR 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	6,146,547	6,577,301
20	(Adjustments for conversion to credit equivalent amounts)	(2,641,520)	(2,715,519)
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)	3,505,027	3,861,782
Capital and total exposures			
23	Tier 1 capital	2,283,022	2,229,925
24	Total exposures (sum of rows 7, 13, 18 and 22)	22,720,370	23,312,396
Leverage ratio			
25	Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)	10.05%	9.57%
26	CBUAE minimum leverage ratio requirement	3.00%	3.00%
27	Applicable leverage buffers	7.05%	6.57%

6. Liquidity Risk

Liquidity Coverage Ratio (LIQ1) - Not Applicable

Net Stable Funding Ratio (NSFR) - Not Applicable

6.1 Eligible Liquid Assets Ratio

AED in 000's		Jun-23	
1	High Quality Liquid Assets	Nominal amount	Eligible Liquid Asset
1.1	Physical cash in hand at the bank + balances with the CBUAE	1,342,262	
1.2	UAE Federal Government Bonds and Sukuks	808,986	
	Sub Total (1.1 to 1.2)	2,151,248	2,151,248
1.3	UAE local governments publicly traded debt securities	507,876	
1.4	UAE Public sector publicly traded debt securities	0	
	Sub Total (1.3 to 1.4)	507,876	507,876
1.5	Foreign Sovereign debt instruments or instruments issued by their respective central banks	0	0
1.6	Total	2,659,124	2,659,124
2	Total liabilities		16,655,886
3	Eligible Liquid Assets Ratio (ELAR)		16.0%

6.2 Advances to Stables Resource Ratio

AED in 000's		Jun-23
Items		Amount
1	Computation of Advances	
1.1	Net Lending (gross loans - specific and collective provisions + interest in suspense)	11,914,739
1.2	Lending to non-banking financial institutions	590,445
1.3	Net Financial Guarantees & Stand-by LC (issued - received)	151,834
1.4	Interbank Placements	535,725
1.5	Total Advances	13,192,743
2	Calculation of Net Stable Resources	
2.1	Total capital + general provisions	2,796,878
	Deduct:	
2.1.1	Goodwill and other intangible assets	24,528
2.1.2	Fixed Assets	436,760
2.1.3	Funds allocated to branches abroad	
2.1.5	Unquoted Investments	17,375
2.1.6	Investment in subsidiaries, associates, and affiliates	91,806
2.1.7	Total deduction	570,469
2.2	Net Free Capital Funds	2,226,409
2.3	Other stable resources:	
2.3.1	Funds from the head office	-
2.3.2	Interbank deposits with remaining life of more than 6 months	1,059,175
2.3.3	Refinancing of Housing Loans	-
2.3.4	Borrowing from non-Banking Financial Institutions	152,532
2.3.5	Customer Deposits	9,906,196
2.3.6	Capital market funding/ term borrowings maturing after 6 months from reporting date	-
2.3.7	Total other stable resources	11,117,903

2.4	Total Stable Resources (2.2+2.3.7)	13,344,312
3	Advances TO STABLE RESOURCES RATIO (1.6/ 2.4*100)	98.86

7. Credit Risk

7.1 Credit Quality of Assets (CR1)

AED in 000's - Jun 23		A	b	c	d	e	f
		Gross carrying values of		Allowances/Impairments	Of which ECL accounting provisions for credit losses on SA exposures		Net values (a+b-c)
		Defaulted exposures	Non-defaulted exposures		Allocated in regulatory category of Specific	Allocated in regulatory category of General	
1	Loans	2,320,410	10,643,270	686,134	454,141	231,993	12,277,547
2	Debt securities	-	2,856,323	13,685	-	13,685	2,842,638
3	Off-balance sheet exposures	184,395	5,962,152	21,075	221	20,853	6,125,472
4	Total	2,504,806	19,461,745	720,894	454,362	266,532	21,245,657

7.2 Changes in stock of defaulted loans and debt securities (CR2)

AED in 000's		Jun-23
1	Defaulted loans and debt securities at the end of the previous reporting period	2,537,736
2	Loans and debt securities that have defaulted since the last reporting period	70,046
3	Returned to non-default status	(14,541)
4	Amounts written off	(27,994)
5	Other changes	(60,449)
6	Defaulted loans and debt securities at the end of the reporting period (1+2-3-4±5)	2,504,798

7.3 Credit risk mitigation techniques – overview (CR3)

AED in 000's - Jun 23		a	b	c	d	e	f	g
		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	14,709,662	1,912,465	1,912,465	-	-	-	-
2	Debt securities	2,856,323	-	-	-	-	-	-
3	Total	17,565,985	1,912,465	1,912,465	-	-	-	-
4	Of which defaulted	1,424,398	343,333	343,333	-	-	-	-

7.4 Standardised approach - credit risk exposure and Credit Risk Mitigation (CRM) effects (CR4)

AED in 000's - Jun 23		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 their central banks	4,605,505	9,622	4,605,505	5,622	1,583,077	34.33%
2	Public Sector Entities	1,419,440	31,719	1,419,440	31,719	1,165,827	80.34%
3	Multilateral development banks	-	-	-	-	-	0.00%
4	Banks	872,150	67,208	872,150	27,567	712,835	79.23%
5	Securities firms	420,651	63,955	25,999	49,490	75,490	100.00%
6	Corporates	4,203,545	5,367,242	3,897,333	1,781,027	5,744,727	101.17%
7	Regulatory retail portfolios	421,323	216,032	402,886	48,189	367,459	81.46%
8	Secured by residential property	572,947	-	572,947	-	221,117	38.59%
9	Secured by commercial real estate	2,835,284	227,544	2,535,258	52,557	2,587,816	100.00%
10	Equity Investment in Funds (EIF)	-	-	-	-	-	0.00%
11	Past-due loans	1,583,336	184,395	1,240,003	184,395	1,926,667	135.26%
12	Higher-risk categories	258,675	-	258,675	-	388,013	150.00%
13	Other assets	751,223	-	751,223	-	791,562	105.37%
14	Total	17,944,078	6,167,717	16,581,419	2,180,567	15,564,588	82.96%

7.5 Standardised approach - exposures by asset classes and risk weights (CR5)

AED in 000's - Jun 23		a	b	c	d	e	f	g	h	i	j
	Asset classes / Risk Weights	0%	20%	35%	50%	75%	85%	100%	150%	Others	Total credit exposures amount (post CCF and post-CRM)
1	Sovereigns and their central banks	2,908,219	149,789	-	-	-	-	1,553,119	-	-	4,611,127
2	Public Sector Entities	-	-	-	570,665	-	-	880,494	-	-	1,451,160
3	Multilateral development banks	-	-	-	-	-	-	-	-	-	-
4	Banks	-	26,210	-	331,837	-	-	541,658	11	-	899,716
5	Securities firms	-	-	-	-	-	-	75,490	-	-	75,490
6	Corporates	-	-	-	-	-	10,403	5,568,899	99,058	-	5,678,361
7	Regulatory retail portfolios	-	-	-	-	334,466	-	116,610	-	-	451,076
8	Secured by residential property	-	-	540,209	-	2,774	-	29,963	-	-	572,947
9	Secured by commercial real estate	-	-	-	-	-	-	2,587,816	-	-	2,587,816
10	Equity Investment in Funds (EIF)	-	-	-	-	-	-	-	-	-	-
11	Past-due loans	-	-	-	-	-	-	419,859	1,004,539	-	1,424,398
12	Higher-risk categories	-	-	-	-	-	-	-	258,675	-	258,675
13	Other assets	71,548	-	-	-	-	-	455,902	223,773	-	751,223
14	Total	2,979,767	176,000	540,209	902,502	337,240	10,403	12,229,809	1,586,057	-	18,761,986

8. Counterparty Credit Risk (CCR).

8.1 Credit risk (CCR) exposure by approach (CCR1)

	AED in 000's - Jun 23	a	b	c	d	E	f
		Replacement cost	Potential future exposure	EEPE	Alpha used for computing regulatory EAD	EAD post-CRM	RWA
1	SA-CCR (for derivatives)	6,731	8,391		1.4	21,170	10,558
2							
3	Simple Approach for credit risk mitigation (for SFTs)						
4	Comprehensive Approach for credit risk mitigation (for SFTs)						
5							
6	Total						

8.2 Standardised approach - CCR exposures by regulatory portfolio and risk weights (CCR3)

AED in 000's - Jun 23	a	b	c	d	e	f	g	h
Regulatory portfolio / Risk Weight	0%	20%	50%	75%	100%	150%	Others	Total credit exposure
Sovereigns	4,622	-	-	-	-	-	-	4,622
Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-
Multilateral development banks (MDBs)	-	-	-	-	-	-	-	-
Banks	-	-	11,981	-	10	-	-	11,991
Securities firms	-	-	-	-	-	-	-	-
Corporates	-	-	-	-	4,557	-	-	4,557
Regulatory retail portfolios	-	-	-	-	-	-	-	-
Secured by residential property	-	-	-	-	-	-	-	-
Secured by commercial real estate	-	-	-	-	-	-	-	-
Equity Investment in Funds (EIF)	-	-	-	-	-	-	-	-
Past-due loans	-	-	-	-	-	-	-	-
Higher-risk categories	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-
Total	4,622	-	11,981	-	4,567	-	-	21,170

8.3 Composition of collateral for CCR exposure (CCR5)

	a	b	c	d
AED in 000's - Jun 23	Collateral used in derivative transactions		Collateral used in SFTs	
	Fair value of collateral received	Fair value of posted collateral	Fair value of collateral received	Fair value of posted collateral
Cash - domestic currency	-	-	-	-
Cash - other currencies	-	-	-	3,555
Domestic sovereign debt	-	-	-	-

Government agency debt	-	-	-	-
Corporate bonds	-	-	-	-
Equity securities	-	-	-	-
Other collateral	-	-	-	-
Total	-	-	-	3,555

8.4 Credit derivative exposures (CCR6)

Not Applicable

8.5 Exposures to central counterparties (CCR8)

	AED in 000's - Jun 23	EAD (post-CRM)	RWA
1	Exposures to QCCPs (total)		
2	Exposures for trades at QCCPs (excluding initial margin and default fund contribution); of which:		
3	(i) OTC derivatives		
4	(ii) Exchange-traded derivatives		
5	(iii) Securities financing transactions		
6	(iv) Netting sets where cross-product netting has been approved		
7	Segregated initial margin		
8	Non-segregated initial margin		
9	Pre-funded default fund contributions		
10	Unfunded default fund contributions		
11	Exposures to non-QCCPs (total)		
12	Exposures for trades at non-QCCPs (excluding initial margin and default fund contribution); of which:		
13	(i) OTC derivatives	21,170	10,558
14	(ii) Exchange-traded derivatives		
15	(iii) Securities financing transactions		
16	(iv) Netting sets where cross-product netting has been approved		
17	Segregated initial margin		
18	Non-segregated initial margin		
19	Pre-funded default fund contributions		
20	Unfunded default fund contributions		

9. Securitisation

Not Applicable

10. Market Risk

10.1 Market risk under the standardised approach (MR1)

Total Capital Requirement for Market Risk under Standardized Approach as on 30th June

	AED in 000's - Jun 23	RWA
1	General Interest rate risk (General and Specific)	5,188
2	Equity risk (General and Specific)	
3	Foreign exchange risk	278,837
4	Commodity risk	
	Options	
5	Simplified approach	
6	Delta-plus method	
7		
8	Securitization	
9	Total	284,026