Commercial Bank International P.S.C

Basel III - Pillar 3 Disclosures -30th June 2026

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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)

SL. No	AED In 000's	Jun-26	Mar-26	Dec-25	Sep-25	Jun-25
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	2,558,512	2,484,666	2,451,667	2,319,662	2,312,663
1a	Fully loaded ECL accounting model	2,558,512	2,484,666	2,451,667	2,319,662	2,312,663
2	Tier 1	3,017,637	2,943,791	2,910,792	2,778,787	2,771,788
2a	Fully loaded ECL accounting model Tier 1	3,017,637	2,943,791	2,910,792	2,778,787	2,771,788
3	Total capital	3,247,906	3,162,639	3,121,926	2,973,594	2,966,784
3a	Fully loaded ECL accounting model total capital	3,247,906	3,162,639	3,121,926	2,973,594	2,966,784
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)	19,713,869	18,779,371	18,156,219	16,832,382	16,848,958
	Risk-based capital ratios as a percentage of RWA					
5	Common Equity Tier 1 ratio (%)	12.98%	13.23%	13.50%	13.78%	13.73%
5a	Fully loaded ECL accounting model CET1 (%)	12.98%	13.23%	13.50%	13.78%	13.73%
6	Tier 1 ratio (%)	15.31%	15.68%	16.03%	16.51%	16.45%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	15.31%	15.68%	16.03%	16.51%	16.45%
7	Total capital ratio (%)	16.48%	16.84%	17.19%	17.67%	17.61%
7a	Fully loaded ECL accounting model total capital ratio (%)	16.48%	16.84%	17.19%	17.67%	17.61%
	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 (%)	5.98%	6.23%	6.50%	6.78%	6.73%
	Leverage Ratio					
13	Total leverage ratio measure	26,842,518	25,944,630	25,615,091	24,457,130	23,839,220
14	Leverage ratio (%) (row 2/row 13)	11.24%	11.35%	11.36%	11.36%	11.63%
14a	Fully loaded ECL accounting model leverage ratio (%) (row 2A/row 13)	11.24%	11.35%	11.36%	11.36%	11.63%
14b	Leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	11.24%	11.35%	11.36%	11.36%	11.63%
	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	3,051,939	3,216,909	3,581,048	2,462,281	2,736,009
22	Total liabilities	19,488,780	18,696,595	18,563,749	17,594,703	17,419,590
23	Eligible Liquid Assets Ratio (ELAR) (%)	15.66%	17.21%	19.29%	13.99%	15.71%
	ASRR					
24	Total available stable funding	17,075,100	16,863,126	16,491,703	16,658,084	16,118,895
25	Total Advances	15,709,013	15,213,081	14,534,022	14,010,959	14,239,873
26	Advances to Stable Resources Ratio (%)	92.00%	90.22%	88.13%	84.11%	88.34%

2.1 Overview of RWA (OV1)

		Jun-26	Mar-26	Jun-26
SL. No	AED In 000's	RWA		Minimum capital requirements
1	Credit risk (excluding counterparty credit risk)	18,404,574	17,491,151	1,932,480
2	Of which: standardised approach (SA)	18,404,574	17,491,151	1,932,480
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)	8,489	8,327	891
7	Of which: standardised approach for counterparty credit risk	8,489	8,327	891
8	Of which: Internal Model Method (IMM)	-	-	
9	Of which: other CCR	-	-	
10	Credit valuation adjustment (CVA)	8,489	8,327	891
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	103,231	100,318	10,839
21	Of which: standardised approach (SA)	103,231	100,318	10,839
22	Of which: internal models approach (IMA)	-	-	-
23	Operational risk	1,189,086	1,171,250	124,854
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)**	**19,713,869**	**18,779,371**	**2,069,956**

Note Minimum capital requirements are calculated @ 10.50%

3. Composition of Capital

3.1 Composition of Regulatory Capital (CC1)

SL. No	AED In 000's	Jun 26 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	511,842
3	Accumulated other comprehensive income (and other reserves)	367,493
4	*Directly issued capital subject to phase-out from CET1 (only applicable to non-joint stock companies)*	-
5	Common share capital issued by third parties (amount allowed in group CET1)	-
6	**Common Equity Tier 1 capital before regulatory deductions**	**2,616,718**
	Common Equity Tier 1 capital regulatory adjustments	
7	Prudent valuation adjustments	-
8	Goodwill (net of related tax liability)	(58,206)
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**	**(58,206)**
25	**Common Equity Tier 1 capital (CET1)**	**2,558,512**
	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	*Directly issued capital instruments subject to phase-out from additional Tier 1*	-
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	*Of which: instruments issued by subsidiaries subject to phase-out*	-
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)**	**3,017,637**
	Tier 2 capital: instruments and provisions	

40	Directly issued qualifying Tier 2 instruments plus related stock surplus	-
41	*Directly issued capital instruments subject to phase-out from Tier 2*	-
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	*Of which: instruments issued by subsidiaries subject to phase-out*	-
44	Provisions	230,269
45	**Tier 2 capital before regulatory adjustments**	**230,269**
	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)**	230,269
52	**Total regulatory capital (TC = T1 + T2)**	3,247,906
53	**Total risk-weighted assets**	19,713,869
	Capital ratios and buffers	
54	**Common Equity Tier 1 (as a percentage of risk-weighted assets)**	12.98%
55	**Tier 1 (as a percentage of risk-weighted assets)**	15.31%
56	**Total capital (as a percentage of risk-weighted assets)**	16.48%
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.**	5.98%
	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)	
[redacted]		
66	Significant investments in common stock of financial entities	0
[redacted]		
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)	276,323
70	Cap on inclusion of provisions in Tier 2 under standardised approach	230,269
[redacted]		-
		-
	Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)	
73	*Current cap on CET1 instruments subject to phase-out arrangements*	-
74	*Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)*	-
75	*Current cap on AT1 instruments subject to phase-out arrangements*	-
76	*Amount excluded from AT1 due to cap (excess after redemptions and maturities)*	-
77	*Current cap on T2 instruments subject to phase-out arrangements*	-
78	*Amount excluded from T2 due to cap (excess after redemptions and maturities)*	-

3.2 Reconciliation of Regulatory Capital to Balance Sheet (CC2)

AED In 000's	Balance sheet as in published financial statements	Under regulatory scope of consolidation
Assets		
Cash and balances with the Central Banks	1,598,723	1,598,723
Derivative financial assets	1,519	1,519
Deposits and balances due from banks	1,765,331	1,765,331
Loans and advances to customers	14,059,215	14,059,215
Islamic financing and investing assets	143,682	143,682
Financial assets at (FVTOCI)	400,593	459,843
Financial assets at (FVTPL)	363,233	4,627
Financial assets measured at amortised cost	3,230,902	3,230,902
Property Inventory and Others	230,880	187,122
Receivables and other assets	1,027,108	1,003,716
Investment properties	6,632	6,632
Intangible assets	58,206	58,206
Property and equipment	91,738	91,738
Investment in associates	-	-
Total assets	**22,977,762**	**22,611,256**
Liabilities		
Balance due to the Central Bank of the UAE	-	-
Derivative financial liability	4,139	4,139
Deposits and balances due to banks	2,137,810	2,137,810
Customers' deposits	15,974,286	15,977,254
Islamic customers' deposits	406,570	406,570
Payables and other liabilities	999,539	999,376
Total liabilities	**19,522,344**	**19,525,149**
Shareholders' equity		
Share capital	1,737,383	1,737,383
Tier 1 Capital	459,125	459,125
Statutory reserve	367,008	364,238
General reserve	-	-
Properties revaluation reserve	-	-
Investments revaluation reserve	(1,325)	3,255
Impairment Reserve-general	10,264	10,264
General provision reserve	-	-
Accumulated loss /(Retained earnings)	717,038	511,841
Non-controlling interests	165,925	1
Total shareholders' equity	**3,455,418**	**3,086,107**

3.3 Main Features of Regulatory Capital Instruments (CCA)

SL. No	Details	Quantitative / qualitative information	Common Equity
1	Issuer	**CBI TIER 1 PRIVATE LIMITED**	**CBI**
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	ISIN: XS1339766476	NA
3	Governing law(s) of the instrument	English Law	UAE Law
	Regulatory treatment		
4	Transitional arrangement rules (i.e. grandfathering)	Grandfathered at 100% eligibility for 10 years commencing from 1-Jan-2018 until 31-Dec-2027	NA
5	Post-transitional arrangement rules (i.e. grandfathering)	NA	NA
6	Eligible at solo/group/group and solo	Group	Group
7	Instrument type (types to be specified by each jurisdiction)	Ordinary shares	Ordinary shares

SL. No	Details	Quantitative / qualitative information	Common Equity
8	Amount recognised in regulatory capital (currency in millions, as of most recent reporting date)	AED 459.125 Mn	AED 1,737.383 Mn
9	Nominal amount of instrument	AED 459.125 Mn	AED 1,737.383 Mn
9a	Issue price	AED 459.125 Mn	AED 1,737.383 Mn
9b	Redemption price	AED 459.125 Mn	AED 1,737.383 Mn
10	Accounting classification	AT-1	Common Equity/ Ordinary shares
11	Original date of issuance	42361	Multiple dates
12	Perpetual or dated	Perpetual	NA
13	Original maturity date	NA	NA
14	Issuer call subject to prior supervisory approval	Yes	NA
15	Optional call date, contingent call dates and redemption amount	on or after Dec-2021, redemption amount 100%	NA
16	Subsequent call dates, if applicable	First Call Date and every interest payment date thereafter	NA
	Coupons / dividends	Coupon	Dividend
17	Fixed or floating dividend/coupon	Floating	Floating
18	Coupon rate and any related index	0.05993	NA
19	Existence of a dividend stopper	Yes	Yes
20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Full discretionary	Full discretionary
20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Full discretionary	Full discretionary
21	Existence of step-up or other incentive to redeem	NA	NA
22	Non-cumulative or cumulative	Non-Cumulative	Non-Cumulative
23	Convertible or non-convertible	Non-Cumulative	Non-Cumulative
24	Writedown feature	Yes	Yes
25	If writedown, writedown trigger(s)	At the point of non-viability	At the point of non-viability
26	If writedown, full or partial	Full	Full
27	If writedown, permanent or temporary	Permanent	Permanent
28	If temporary write-own, description of writeup mechanism	NA	NA
28a	Type of subordination	NA	NA
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	NA
30	Non-compliant transitioned features	NA	NA
31	If yes, specify non-compliant features	NA	NA

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)

SL. No	AED In 000's	Jun-25
1	Total consolidated assets as per published financial statements	22,977,761
2	Adjustments for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	(366,506)
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	(58,206)
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	17,099
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)	4,272,370
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**	**26,842,518**

5.2 Leverage Ratio Common Disclosure Template (LR2)

SL. N0	AED In 000's	Jun-26	Mar-26
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	22,611,255	21,748,961
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)	(58,206)	(53,408)
7	**Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)**	**22,553,049**	**21,695,553**
Derivative exposures			
8	Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	5,910	6,030
9	Add-on amounts for PFE associated with all derivatives transactions	6,303	4,240
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)**	**17,099**	**14,379**
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	8,469,462	8,826,615
20	(Adjustments for conversion to credit equivalent amounts)	(4,197,092)	(4,591,917)
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)**	**4,272,370**	**4,234,698**
Capital and total exposures			
23	**Tier 1 capital**	3,017,637	2,943,791
24	**Total exposures (sum of rows 7, 13, 18 and 22)**	26,842,518	25,944,630
Leverage ratio			
25	**Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)**	11.24%	11.35%
26	CBUAE minimum leverage ratio requirement	3.00%	3.00%
27	**Applicable leverage buffers**	8.24%	8.35%

6. Liquidity Risk

Liquidity Coverage Ratio (LIQ1) - Not Applicable

Net Stable Funding Ratio (NSFR) - Not Applicable

6.1 Eligible Liquid Assets Ratio

SL.No	AED In 000's		Jun-26
1	**High Quality Liquid Assets**	**Nominal amount**	**Eligible Liquid Asset**
1.1	Physical cash in hand at the bank + balances with the CBUAE	1,598,724	
1.2	UAE Federal Government Bonds and Sukuks	923,987	
	Sub Total (1.1 to 1.2)	2,522,711	2,522,711
1.3	UAE local governments publicly traded debt securities	529,228	
1.4	UAE Public sector publicly traded debt securities	0	
	Sub Total (1.3 to 1.4)	529,228	529,228
1.5	Foreign Sovereign debt instruments or instruments issued by their respective central banks	0	0
1.6	**Total**	**3,051,939**	**3,051,939**
2	Total liabilities		19,488,780
3	**Eligible Liquid Assets Ratio (ELAR)**		**15.66%**

6.2 Advances to Stables Resource Ratio

SL. No		AED In 000's	Jun-26
		Items	**Amount**
1		**Computation of Advances**	
	1.1	Net Lending (gross loans - specific and collective provisions + interest in suspense)	14,229,325
	1.2	Lending to non-banking financial institutions	240,166
	1.3	Net Financial Guarantees & Stand-by LC (issued - received)	(46,051)
	1.4	Interbank Placements	1,285,573
	1.5	**Total Advances**	15,709,013
2		**Calculation of Net Stable Resources**	
	2.1	Total capital + general provisions	3,396,865
		Deduct:	
	2.1.1	Goodwill and other intangible assets	58,205
	2.1.2	Fixed Assets	278,858
	2.1.3	Funds allocated to branches abroad	-
	2.1.5	Unquoted Investments	376,014
	2.1.6	Investment in subsidiaries, associates and affiliates	60,000
	2.1.7	**Total deduction**	773,077
	2.2	**Net Free Capital Funds**	2,623,788
	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	200,000
	2.3.3	Refinancing of Housing Loans	-
	2.3.4	Borrowing from non-Banking Financial Institutions	161,254
	2.3.5	Customer Deposits	14,090,058
	2.3.6	Capital market funding/ term borrowings maturing after 6 months from reporting date	-
	2.3.7	**Total other stable resources**	**14,451,312**
	2.4	**Total Stable Resources (2.2+2.3.7)**	**17,075,100**
3		**Advances TO STABLE RESOURCES RATIO (1.6/ 2.4*100)**	**92.00**

7. Credit Risk

7.1 Credit Quality of Assets (CR1)

		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)
SL.No	AED In 000's	Defaulted exposures	Non-defaulted exposures		Allocated in regulatory category of Specific	Allocated in regulatory category of General	
1	Loans	1,826,089	14,836,699	(722,605)	(446,016)	(276,589)	15,940,184
2	Debt securities	-	3,288,700	(18,927)	-	(18,927)	3,269,773
3	Off-balance sheet exposures	46,132	8,382,088	(20,013)	(221)	(19,792)	8,408,207
4	**Total**	**1,872,221**	**26,507,488**	**(761,545)**	**(446,237)**	**(315,308)**	**27,618,164**

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

Sl.No	AED In 000's	Jun-26
1	**Defaulted loans and debt securities at the end of the previous reporting period**	**1,839,197**
2	Loans and debt securities that have defaulted since the last reporting period	79,603
3	Returned to non-default status	(2,676)
4	Amounts written off	(2,491)
5	Other changes	(41,412)
6	**Defaulted loans and debt securities at the end of the reporting period (1+2-3-4±5)**	**1,872,221**

7.3 Credit risk mitigation techniques – overview (CR3)

SL.No	AED In 000's	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	18,677,249	4,205,222	4,205,222	-	-	-	-
2	Debt securities	3,288,700	-	-	-	-	-	-
3	**Total**	**21,965,950**	**4,205,222**	**4,205,222**	**-**	**-**	**-**	**-**
4	Of which defaulted	1,430,769	6,857	6,857	-	-	-	-

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

	AED In 000's	Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
SL.No	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	4,809,895	6,500	4,809,895	1,300	1,092,752	22.71%
2	Public Sector Entities	731,704	-	456,700	-	285,400	62.49%
3	Multilateral development banks	-	-			-	0.00%
4	Banks	2,235,010	62,207	2,235,010	33,799	1,523,235	67.14%
5	Securities firms	126,317	15,907	-	5,875	5,873	99.97%
6	Corporates	6,403,935	8,123,267	5,453,705	3,304,354	8,690,644	99.23%
7	Regulatory retail portfolios	436,693	207,958	344,744	46,609	326,172	83.34%
8	Secured by residential property	646,674	-	626,005	-	295,254	47.16%
9	Secured by commercial real estate	4,258,636	24,589	1,915,825	15,134	1,930,959	100.00%
10	Equity Investment in Funds (EIF)	-	-	-	-	-	0.00%
11	Past-due loans	1,391,495	46,132	1,391,422	39,348	1,902,205	132.95%
12	Higher-risk categories	7,222	-	7,222	-	10,833	150.00%
13	Other assets	1,229,505	-	1,229,505	-	2,349,734	191.11%
14	**Total**	**22,277,086**	**8,486,561**	**18,470,033**	**3,446,419**	**18,413,063**	**84.01%**

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

Sl.No	Risk Weight / Asset classes	0%	20%	35%	50%	75%	85%	100%	150%	Others	Total credit exposures amount (post CCF and post-CRM)
1	Sovereigns and their central banks	3,277,956	478,609	-	215,510	-	-	738,811	100,309	-	4,811,195
2	Public Sector Entities	275,004	50,000	-	262,599	-	-	144,101	-	-	731,704
3	Multilateral development banks	-	-	-	-	-	-	-	-	-	-
4	Banks	-	436,163	-	793,302	-	-	1,039,331	14	-	2,268,809
5	Securities firms	135,943	-	-	-	-	-	5,873	-	-	141,817
6	Corporates	1,300,583	6,938	-	102,725	-	644,276	7,885,504	136,504	-	10,076,530
7	Regulatory retail portfolios	105,466	-	-	-	260,723	-	130,630	-	-	496,819
8	Secured by residential property	20,669	-	508,207	-	1,667	-	116,131	-	-	646,674
9	Secured by commercial real estate	2,342,811	-	-	-	-	-	1,930,959	-	-	4,273,771
10	Equity Investment in Funds (EIF)	-	-	-	-	-	-	-	-	-	-
11	Past-due loans	6,857	-	-	-	-	-	487,898	942,871	-	1,437,627
12	Higher-risk categories	-	-	-	-	-	-	-	7,222	-	7,222
13	Other assets	75,337	-	-	-	-	-	601,293	438,324	114,550	1,229,505
14	**Total**	**7,540,627**	**971,710**	**508,207**	**1,374,136**	**262,390**	**644,276**	**13,080,532**	**1,625,245**	**114,550**	**26,121,672**

8. Counterparty Credit Risk (CCR).

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

SL.No	AED In 000's	Replacement cost	Potential future exposure	EEPE	Alpha used for computing regulatory EAD	EAD post-CRM	RWA
1	SA-CCR (for derivatives)	5,910	6,303	-	1.4	17,099	8,489
2	[redacted]	-	-	-	-	-	-
3	Simple Approach for credit risk mitigation (for SFTs)	-	-	-	-	-	-
4	Comprehensive Approach for credit risk mitigation (for SFTs)	-	-	-	-	-	-
5	[redacted]	-	-	-	-	-	-
6	**Total**	-	-	-	-	-	**8,489**

8.2 Standardised approach - Credit valuation adjustment (CVA) capital charge (CCR2)

SL.No	AED In 000's	EAD post-CRM	RWA
1	All portfolios subject to the Standardised CVA capital charge*	-	-
2	All portfolios subject to the Simple alternative CVA capital charge	17,099	8,489

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

Regulatory portfolio (AED In 000's)	0%	20%	50%	75%	100%	150%	Others	Total credit exposure
Sovereigns	-	-	-	-	-	-	-	-
Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-
Multilateral development banks (MDBs)	-	-	-	-	-	-	-	-

Regulatory portfolio (AED In 000's)	0%	20%	50%	75%	100%	150%	Others	Total credit exposure
Banks	-	5,755	8,012	-	-	-	-	13,767
Securities firms	-	-	-	-	-	-	-	-
Corporates	-	-	-	-	3,332	-	-	3,332
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	**-**	**5,755**	**8,012**	**-**	**3,332**	**-**	**-**	**17,099**

8.4 Composition of collateral for CCR exposure (CCR5)

AED in 000's	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	1,270	4,664	-	- 0
Domestic sovereign debt	-	-	-	-
Government agency debt	-	-	-	-
Corporate bonds	-	-	-	-
Equity securities	-	-	-	-
Other collateral	-	-	-	-
Total	**1,270**	**4,664**	**-**	**- 0**

8.5 Credit derivative exposures (CCR6)

Not Applicable

8.6 Exposures to central counterparties (CCR8)

SL.No	AED in 000's	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**	**17,099**	**8,489**
12	Exposures for trades at non-QCCPs (excluding initial margin and default fund contribution); of which:	17,099	8,489
13	(i) OTC derivatives	-	-
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 2026

SL. No	AED In 000's	RWA
1	General Interest rate risk (General and Specific)	-
2	Equity risk (General and Specific)	-
3	Foreign exchange risk	103,231
4	Commodity risk	-
	Options	-
5	Simplified approach	-
6	Delta-plus method	-
7		
8	Securitisation	-
9	**Total**	**103,231**