Commercial Bank International P.S.C

Basel III - Pillar 3 Disclosures -30th June 2025

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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-25	Mar-25	Dec-24	Sep-24	Jun-24
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	2,312,663	2,286,234	2,340,853	2,045,691	1,888,302
1a	Fully loaded ECL accounting model	2,312,663	2,286,234	2,305,244	2,011,059	1,856,157
2	Tier 1	2,771,788	2,745,359	2,799,978	2,504,816	2,347,427
2a	Fully loaded ECL accounting model Tier 1	2,771,788	2,745,359	2,764,369	2,470,184	2,315,282
3	Total capital	2,966,784	2,939,101	2,995,183	2,701,512	2,538,257
3a	Fully loaded ECL accounting model total capital	2,966,784	2,939,101	2,959,575	2,666,879	2,506,112
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)	16,848,958	16,724,748	16,908,025	17,084,885	16,568,003
	Risk-based capital ratios as a percentage of RWA					
5	Common Equity Tier 1 ratio (%)	13.73%	13.67%	13.84%	11.97%	11.40%
5a	Fully loaded ECL accounting model CET1 (%)	13.73%	13.67%	13.63%	11.77%	11.20%
6	Tier 1 ratio (%)	16.45%	16.41%	16.56%	14.66%	14.17%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	16.45%	16.41%	16.35%	14.46%	13.97%
7	Total capital ratio (%)	17.61%	17.57%	17.71%	15.81%	15.32%
7a	Fully loaded ECL accounting model total capital ratio (%)	17.61%	17.57%	17.50%	15.61%	15.13%
	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 (%)	6.73%	6.67%	6.84%	4.97%	4.40%
	Leverage Ratio					
13	Total leverage ratio measure	23,839,220	23,491,044	23,563,196	23,584,811	22,445,259
14	Leverage ratio (%) (row 2/row 13)	11.63%	11.69%	11.88%	10.62%	10.46%
14a	Fully loaded ECL accounting model leverage ratio (%) (row 2A/row 13)	11.63%	11.69%	11.73%	10.47%	10.32%
14b	Leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	11.63%	11.69%	11.88%	10.62%	10.46%
	Liquidity Coverage Ratio					
15	Total HQLA					
16	Total net cash outflow					
17	LCR ratio (%)					

SL. No	AED In 000's	Jun-25	Mar-25	Dec-24	Sep-24	Jun-24
	Net Stable Funding Ratio					
18	Total available stable funding					
19	Total required stable funding					
20	NSFR ratio (%)					
	ELAR					
21	Total HQLA	2,736,009	2,690,425	2,799,179	3,303,211	2,746,417
22	Total liabilities	17,419,590	17,452,160	17,809,750	17,804,454	17,016,608
23	Eligible Liquid Assets Ratio (ELAR) (%)	15.71%	15.42%	15.72%	18.55%	16.14%
	ASRR					
24	Total available stable funding	16,118,895	16,553,182	16,764,009	16,308,931	14,555,331
25	Total Advances	14,239,873	14,329,910	14,880,344	13,963,749	13,756,379
26	Advances to Stable Resources Ratio (%)	88.34%	86.57%	88.76%	85.62%	94.51%

2.1 Overview of RWA (OV1)

	AED In 000's	Jun-25	Mar-25	Jun-25
		RWA		Minimum capital requirements
1	Credit risk (excluding counterparty credit risk)	15,579,943	15,477,850	1,635,894
2	Of which: standardised approach (SA)	15,579,943	15,477,850	1,635,894
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)	9,885	10,728	1,038
7	Of which: standardised approach for counterparty credit risk	9,885	10,728	1,038
8	Of which: Internal Model Method (IMM)			
9	Of which: other CCR			
10	Credit valuation adjustment (CVA)	9,885	10,728	1,038
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	103,529	94,175	10,871
21	Of which: standardised approach (SA)	103,529	94,175	10,871
22	Of which: internal models approach (IMA)			
23	Operational risk	1,145,715	1,131,268	120,300
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)**	**16,848,958**	**16,724,748**	**1,769,141**

Note Minimum capital requirements are calculated @ 10.50%

3. Composition of Capital

3.1 Composition of Regulatory Capital (CC1)

	AED In 000's	Jun-25
		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	321,548
3	Accumulated other comprehensive income (and other reserves)	293,203
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**	**2,352,134**
	Common Equity Tier 1 capital regulatory adjustments	
7	Prudent valuation adjustments	-
8	Goodwill (net of related tax liability)	(39,471)
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**	**(39,471)**
25	**Common Equity Tier 1 capital (CET1)**	**2,312,663**
	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)**	**2,771,788**
	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	**194,996**
45	**Tier 2 capital before regulatory adjustments**	**194,996**
	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)**	**194,996**
52	**Total regulatory capital (TC = T1 + T2)**	**2,966,784**
53	**Total risk-weighted assets**	**16,848,958**
	Capital ratios and buffers	
54	**Common Equity Tier 1 (as a percentage of risk-weighted assets)**	13.73%
55	**Tier 1 (as a percentage of risk-weighted assets)**	16.45%
56	**Total capital (as a percentage of risk-weighted assets)**	17.61%
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.**	6.73%
	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	-
[redacted]		
68	Deferred tax assets arising from temporary differences (net of related tax liability)	-
	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)	233,996
70	Cap on inclusion of provisions in Tier 2 under standardised approach	194,996
[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	1,518,601	1,518,601
Derivative financial assets	1,977	1,977

Deposits and balances due from banks	1,212,105	1,212,105
Loans and advances to customers	11,234,129	11,234,129
Islamic financing and investing assets	1,712,206	1,712,206
Financial assets at (FVTOCI)	49,794	107,865
Financial assets at (FVTPL)	259,247	3,672
Financial assets measured at amortised cost	2,832,136	2,832,136
Property Inventory and Others	161,383	125,382
Receivables and other assets	1,438,896	1,364,763
Investment properties	7,152	7,152
Intangible assets	39,471	39,471
Property and equipment	101,984	101,984
Investment in associates	9,610	9,610
Total assets	**20,578,691**	**20,271,053**
Liabilities		
Balance due to the Central Bank of the UAE	-	-
Derivative financial liability	(10,568)	(10,568)
Deposits and balances due to banks	(1,333,856)	(1,333,856)
Customers' deposits	(13,532,971)	(13,536,323)
Islamic customers' deposits	(1,651,641)	(1,651,641)
Payables and other liabilities	(927,826)	(927,406)
Total liabilities	**(17,456,862)**	**(17,459,794)**
Shareholders' equity		
Share capital	(1,737,383)	(1,737,383)
Tier 1 Capital	(459,125)	(459,125)
Statutory reserve	(337,530)	(334,760)
General reserve	-	-
Properties revaluation reserve	-	-
Investments revaluation reserve	46,885	41,557
Specific provision reserve	-	-
General provision reserve	-	-
Accumulated loss / (Retained earnings)	(514,045)	(321,548)
Non-controlling interests	(120,631)	-
Total shareholders' equity	**(3,121,829)**	**(2,811,259)**

3.3 Main Features of Regulatory Capital Instruments (CCA)

-		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
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	23-Dec-15	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)

	AED In 000's	Jun-25
1	Total consolidated assets as per published financial statements	20,578,691
2	Adjustments for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	(307,638)
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	(39,471)
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	18,701
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)	3,588,937
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**	**23,839,220**

5.2 Leverage Ratio Common Disclosure Template (LR2)

AED In 000's		Jun-25	Mar-25
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	20,271,053	20,270,816
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)	(39,471)	(38,025)
7	**Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)**	**20,231,582**	**20,232,791**
Derivative exposures			
8	Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	6,568	6,860
9	Add-on amounts for PFE associated with all derivatives transactions	6,790	4,834
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)**	**18,701**	**16,371**
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	7,352,955	6,674,261
20	(Adjustments for conversion to credit equivalent amounts)	(3,764,018)	(3,432,379)
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)**	3,588,937	3,241,882
Capital and total exposures			
23	**Tier 1 capital**	2,771,788	2,745,359
24	**Total exposures (sum of rows 7, 13, 18 and 22)**	23,839,220	23,491,044
Leverage ratio			
25	**Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)**	**11.63%**	**11.69%**
26	**CBUAE minimum leverage ratio requirement**	**3.00%**	**3.00%**
27	**Applicable leverage buffers**	**8.63%**	**8.69%**

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-25
1	High Quality Liquid Assets	Nominal amount	Eligible Liquid Asset
1.1	Physical cash in hand at the bank + balances with the CBUAE	1,518,601	
1.2	UAE Federal Government Bonds and Sukuks	686,833	
	Sub Total (1.1 to 1.2)	2,205,434	2,205,434
1.3	UAE local governments publicly traded debt securities	530,575	
1.4	UAE Public sector publicly traded debt securities	0	
	Sub Total (1.3 to 1.4)	530,575	530,575
1.5	Foreign Sovereign debt instruments or instruments issued by their respective central banks	0	0
1.6	**Total**	**2,736,009**	**2,736,009**
2	Total liabilities		17,419,590
3	**Eligible Liquid Assets Ratio (ELAR)**		**15.71%**

6.2 Advances to Stables Resource Ratio

AED In 000's			Jun-25
		Items	Amount
1		Computation of Advances	
	1.1	Net Lending (gross loans - specific and collective provisions + interest in suspense)	12,936,191
	1.2	Lending to non-banking financial institutions	289,304
	1.3	Net Financial Guarantees & Stand-by LC (issued - received)	177,641
	1.4	Interbank Placements	836,737
	1.5	**Total Advances**	14,239,873
2		Calculation of Net Stable Resources	
	2.1	Total capital + general provisions	3,113,409
		Deduct:	
	2.1.1	Goodwill and other intangible assets	39,471
	2.1.2	Fixed Assets	227,367
	2.1.3	Funds allocated to branches abroad	-
	2.1.5	Unquoted Investments	18,157
	2.1.6	Investment in subsidiaries, associates and affiliates	69,610
	2.1.7	**Total deduction**	354,605
	2.2	**Net Free Capital Funds**	2,758,804
	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	18,640
	2.3.3	Refinancing of Housing Loans	-
	2.3.4	Borrowing from non-Banking Financial Institutions	85,776
	2.3.5	Customer Deposits	13,255,675
	2.3.6	Capital market funding/ term borrowings maturing after 6 months from reporting date	-
	2.3.7	**Total other stable resources**	13,360,091
	2.4	**Total Stable Resources (2.2+2.3.7)**	16,118,895
3		**Advances TO STABLE RESOURCES RATIO (1.6/ 2.4*100)**	88.34

7. Credit Risk

7.1 Credit Quality of Assets (CR1)

		a	b	c	d	e	f
AED In 000s		Gross carrying values of		Allowances/Impairments	Of which ECL accounting provisions for credit losses on SA exposures		Net values (a+b-c)
SL.NO	Details	Defaulted exposures	Non-defaulted exposures		Allocated in regulatory category of Specific	Allocated in regulatory category of General	
1	Loans	2,348,379	12,872,394	(1,049,340)	(770,181)	(279,160)	14,171,432
2	Debt securities	-	2,883,020	(15,278)	-	(15,278)	2,867,742
3	Off-balance sheet exposures	14,069	7,299,790	(22,329)	(221)	(22,108)	7,291,529
4	**Total**	**2,362,447**	**23,055,204**	**(1,086,948)**	**(770,402)**	**(316,546)**	**24,330,704**

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

AED In 000's		Jun-25
1	**Defaulted loans and debt securities at the end of the previous reporting period**	**2,397,808**
2	Loans and debt securities that have defaulted since the last reporting period	8,839
3	Returned to non-default status	(2,636)
4	Amounts written off	(8,403)
5	Other changes	(33,161)
6	**Defaulted loans and debt securities at the end of the reporting period (1+2-3-4±5)**	**2,362,447**

7.3 Credit risk mitigation techniques – overview (CR3)

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	16,600,016	3,983,322	3,983,322	-	-	-	-
2	Debt securities	2,883,020	-	-	-	-	-	-
3	**Total**	**19,483,036**	**3,983,322**	**3,983,322**	**-**	**-**	**-**	**-**
4	Of which defaulted	1,358,062	257,586	257,586	-	-	-	-

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	4,217,261	6,000	4,217,261	1,200	1,215,855	28.82%
2	Public Sector Entities	1,117,123	-	842,100	-	620,907	73.73%
3	Multilateral development banks	-	-	-	-	-	0.00%
4	Banks	1,601,772	60,077	1,601,772	29,165	1,170,882	71.79%
5	Securities firms	126,850	26,224	- 2	7,041	7,040	100.00%
6	Corporates	7,312,917	6,940,116	4,534,776	2,715,449	7,188,413	99.15%
7	Regulatory retail portfolios	399,613	209,339	336,903	48,464	318,192	82.57%
8	Secured by residential property	541,793	-	524,413	-	225,254	42.95%
9	Secured by commercial real estate	1,876,901	115,831	1,661,107	77,320	1,738,427	100.00%
10	Equity Investment in Funds (EIF)	-	-	-	-	-	0.00%
11	Past-due loans	1,601,579	14,069	1,350,778	7,284	1,790,670	131.85%

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
12	Higher-risk categories	15,345	-	15,345	-	23,018	150.00%
13	Other assets	1,248,760	-	1,248,760	-	1,291,171	103.40%
14	**Total**	**20,059,914**	**7,371,656**	**16,333,215**	**2,885,923**	**15,589,828**	**81.12%**

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	2,832,427	294,824	-	-	-	-	959,849	131,361	-	**4,218,461**
2	Public Sector Entities	275,023	50,000	-	362,385	-	-	429,715	-	-	**1,117,123**
3	Multilateral development banks	-	-	-	-	-	-	-	-	-	-
4	Banks	-	290,695	-	455,003	-	-	885,233	5	-	**1,630,937**
5	Securities firms	145,373	-	-	-	-	-	7,040	-	-	**152,413**
6	Corporates	2,964,222	35,179	-	2,949	-	800,300	6,350,479	99,445	-	**10,252,574**
7	Regulatory retail portfolios	69,817	-	-	-	268,700	-	116,667	-	-	**455,185**
8	Secured by residential property	17,380	-	459,542	-	1,826	-	63,045	-	-	**541,793**
9	Secured by commercial real estate	215,793	-	-	-	-	-	1,738,427	-	-	**1,954,220**
10	Equity Investment in Funds (EIF)	-	-	-	-	-	-	-	-	-	-
11	Past-due loans	257,586	-	-	-	-	-	492,845	865,217	-	**1,615,648**
12	Higher-risk categories	-	-	-	-	-	-	-	15,345	-	**15,345**
13	Other assets	79,883	-	-	-	-	-	924,292	244,586	-	**1,248,760**
14	**Total**	**6,857,504**	**670,699**	**459,542**	**820,338**	**270,526**	**800,300**	**11,967,590**	**1,355,960**	**-**	**23,202,459**

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)	6,568	6,790		1.4	18,701	9,885
2	[redacted]						
3	Simple Approach for credit risk mitigation (for SFTs)						
4	Comprehensive Approach for credit risk mitigation (for SFTs)						
5	[redacted]						
6	**Total**						**9,885**

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	18,701	9,885

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

AED In 000's	a	b	c	d	e	f	g	h
Regulatory portfolio	**0%**	**20%**	**50%**	**75%**	**100%**	**150%**	**Others**	**Total credit exposure**
Sovereigns	-	-	-	-	-	-	-	-
Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-
Multilateral development banks (MDBs)	-	-	-	-	-	-	-	-
Banks	-	6,587	7,092	-	-	-	-	**13,679**
Securities firms	-	-	-	-	-	-	-	-
Corporates	-	-	-	-	5,022	-	-	**5,022**
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	**-**	**6,587**	**7,092**	**-**	**5,022**	**-**	**-**	**18,701**

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	-	5,326	-	1,202
Domestic sovereign debt	-	-	-	-
Government agency debt	-	-	-	-
Corporate bonds	-	-	-	-
Equity securities	-	-	-	-
Other collateral	-	-	-	-
Total	**-**	**5,326**	**-**	**1,202**

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**		-
12	Exposures for trades at non-QCCPs (excluding initial margin and default fund contribution); of which:	18,701	9,885
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 2025

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	103,529
4	Commodity risk	-
	Options	-
5	Simplified approach	-
6	Delta-plus method	-
7	[redacted]	
8	Securitisation	-
9	**Total**	**103,529**