



البنك العربي المتحد
UNITED ARAB BANK

Basel III Pillar 3 Disclosures

31 MARCH 2025





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1. KM1: Overview of Risk Management, Key Prudential Metrics and RWA

AED 000s

	Available capital (amounts)	31 Mar 2025	31 Dec 2024	30 Sep 2024	30 Jun 2024	31 Mar 2024
1	Common Equity Tier 1 (CET1)	2,079,277	1,976,037	2,005,983	1,844,728	1,775,187
1a	Fully loaded ECL accounting model	2,079,277	1,976,037	2,005,983	1,844,728	1,775,187
2	Tier 1	2,630,152	2,526,912	2,556,858	2,395,603	2,326,062
2a	Fully loaded ECL accounting model Tier 1	2,630,152	2,526,912	2,556,858	2,395,603	2,326,062
3	Total capital	2,824,348	2,708,957	2,726,575	2,562,194	2,483,545
3a	Fully loaded ECL accounting model total capital	2,824,348	2,708,957	2,726,575	2,562,194	2,483,545
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)	16,556,700	15,556,994	14,534,310	14,244,382	13,510,113
	Risk-based capital ratios as a percentage of RWA					
5	Common Equity Tier 1 ratio (%)	12.6%	12.7%	13.8%	13.0%	13.1%
5a	Fully loaded ECL accounting model CET1 (%)	12.6%	12.7%	13.8%	13.0%	13.1%
6	Tier 1 ratio (%)	15.9%	16.2%	17.6%	16.8%	17.2%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	15.9%	16.2%	17.6%	16.8%	17.2%
7	Total capital ratio (%)	17.1%	17.4%	18.8%	18.0%	18.4%
7a	Fully loaded ECL accounting model total capital ratio (%)	17.1%	17.4%	18.8%	18.0%	18.4%
	Additional CET1 buffer requirements as a percentage of RWA					
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.5%	2.5%	2.5%	2.5%	2.5%
9	Countercyclical buffer requirement (%)	0.0%	0.0%	0.0%	0.0%	0.0%
10	Bank D-SIB additional requirements (%)	0.0%	0.0%	0.0%	0.0%	0.0%
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9+ row 10)	2.5%	2.5%	2.5%	2.5%	2.5%
12	CET1 available after meeting the bank's minimum capital requirements (%)	5.6%	5.7%	6.8%	6.0%	6.1%
	Leverage Ratio					
13	Total leverage ratio measure	25,953,480	23,764,086	22,405,230	22,189,127	19,696,429
14	Leverage ratio (%) (row 2 / row 13)	10.1%	10.6%	11.4%	10.8%	11.8%
14a	Fully loaded ECL accounting model leverage ratio (%) (row 2A / row 13)	10.1%	10.6%	11.4%	10.8%	11.8%
14b	Leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	10.1%	10.6%	11.4%	10.8%	11.8%



AED 000s

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	3,717,380	3,196,278	2,670,656	3,316,883	2,419,114
22	Total liabilities	20,681,815	18,809,842	17,345,664	17,292,964	15,462,440
23	Eligible Liquid Assets Ratio (ELAR) (%)	18.0%	17.0%	15.4%	19.2%	15.6%
ASRR						
24	Total available stable funding	16,485,661	15,315,813	14,262,877	13,924,708	12,822,243
25	Total Advances	12,148,985	11,562,136	10,606,907	10,512,129	9,719,848
26	Advances to Stable Resources Ratio (%)	73.7%	75.5%	74.4%	75.5%	75.8%

Note 1: "Fully Loaded" means bank's regulatory capital compared with a situation where the transitional arrangement had not been applied. CBUAE introduced transitional arrangements as per circular no. 04 / 2020 "Regulation Regarding Accounting Provisions and Capital Requirements - Transitional Arrangements". UAB has not used the transitional arrangement.



1.1. OV1: Overview of Risk Weighted Assets

		Risk Weighted Assets		Minimum Capital Requirements
		31 Mar 2025	31 Dec 2024	31 Mar 2025
1	Credit risk (excluding counterparty credit risk)	15,408,620	14,124,453	1,617,905
2	Of which: standardised approach (SA)	15,408,620	14,124,453	1,617,905
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)	77,064	88,504	8,092
7	Of which: standardised approach for counterparty credit risk	77,064	88,504	8,092
8	Of which: Internal Model Method (IMM)			
9	Of which: other CCR			
10	Credit valuation adjustment (CVA)	49,973	350,624	5,247
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	8,748	10,312	919
21	Of which: standardised approach (SA)	8,748	10,312	919
22	Of which: internal models approach (IMA)			
23	Operational risk	1,012,296	983,100	106,291
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)	16,556,700	15,556,994	1,738,454

*The minimum capital requirements applied is 10.5%



2. Leverage Ratio

2.1. LR1: Summary Comparison of Accounting Assets Vs Leverage Ratio Exposure

		AED 000s	
		31 Mar 2025	31 Dec 2024
1	Total consolidated assets as per published financial statements	23,428,896	21,461,480
2	Adjustments for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	-	-
3	Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference	-	-
4	Adjustments for temporary exemption of central bank reserves (if applicable)	-	-
5	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-	-
6	Adjustments for regular-way purchases and sales of financial assets subject to trade date accounting	-	-
7	Adjustments for eligible cash pooling transactions	-	-
8	Adjustments for derivative financial instruments	88,250	115,186
9	Adjustment for securities financing transactions (i.e. repos and similar secured lending)	204,346	182,055
10	Adjustments for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	2,231,988	2,005,365
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	25,953,480	23,764,086



2.2. LR2: Leverage Ratio Common Disclosure Template

		AED 000s	
		31 Mar 2025	31 Dec 2024
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	23,394,119	21,410,212
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)	(1,212)	(220)
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)	(29,268)	(24,573)
7	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)	23,363,639	21,385,418
Derivative exposures			
8	Replacement cost associated with <i>all</i> derivatives transactions (where applicable net of eligible cash variation margin and / or with bilateral netting)	14,542	15,645
9	Add-on amounts for PFE associated with <i>all</i> derivatives transactions	95,106	120,960
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 (1.4 x (rows 8+9) + sum of rows 10 to 12)	153,507	191,028
Securities financing transactions			
14	Gross SFT <i>assets</i> (with no recognition of netting), after adjusting for sale accounting transactions	1,960,191	1,384,350
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)	(1,755,844)	(1,202,296)
16	CCR exposure for SFT assets	-	-
17	Agent transaction exposures	-	-
18	Total securities financing transaction exposures (sum of rows 14 to 17)	204,347	182,055
Other off-balance sheet exposures			
19	Off-balance sheet exposure at gross notional amount	4,859,939	4,568,327
20	(Adjustments for conversion to credit equivalent amounts)	(2,627,951)	(2,562,962)
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)	2,231,988	2,005,365
Capital and total exposures			
23	Tier 1 capital	2,630,152	2,526,912
24	Total exposures (sum of rows 7, 13, 18 and 22)	25,953,480	23,764,086
Leverage ratio			
25	Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)	10.1%	10.6%
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)	10.1%	10.6%
26	CBUAE minimum leverage ratio requirement	3.0%	3.0%
27	Applicable leverage buffers	7.1%	7.6%



3. Liquidity Risk Management

3.1. ELAR: Eligible Liquid Assets Ratio

31 March 2025

AED 000s

1	High Quality Liquid Assets	Nominal amount	Eligible Liquid Asset
1.1	Physical cash in hand at the bank + balances with the CBUAE	2,472,847	
1.2	UAE Federal Government Bonds and Sukuks	493,429	
	Sub Total (1.1 to 1.2)	2,966,276	2,966,276
1.3	UAE local governments publicly traded debt securities	789,245	
1.4	UAE Public sector publicly traded debt securities	-	
	Sub Total (1.3 to 1.4)	789,245	751,104
1.5	Foreign Sovereign debt instruments or instruments issued by their respective central banks	-	-
1.6	Total	3,755,521	3,717,380
2	Total liabilities		20,681,815
3	Eligible Liquid Assets Ratio (ELAR)		18.0%

31 December 2024

AED 000s

1	High Quality Liquid Assets	Nominal amount	Eligible Liquid Asset
1.1	Physical cash in hand at the bank + balances with the CBUAE	2,225,224	
1.2	UAE Federal Government Bonds and Sukuks	308,421	
	Sub Total (1.1 to 1.2)	2,533,645	2,533,645
1.3	UAE local governments publicly traded debt securities	779,520	
1.4	UAE Public sector publicly traded debt securities	-	
	Sub Total (1.3 to 1.4)	779,520	662,633
1.5	Foreign Sovereign debt instruments or instruments issued by their respective central banks	-	-
1.6	Total	3,313,165	3,196,278
2	Total liabilities		18,809,842
3	Eligible Liquid Assets Ratio (ELAR)		17.0%



3.2. ASRR: Advances to Stable Resources Ratio

		AED 000s	
	Items	31 Mar 2025	31 Dec 2024
1	Computation of Advances		
1.1	Net Lending (gross loans - specific and collective provisions + interest in suspense)	9,887,262	9,456,230
1.2	Lending to non-banking financial institutions	264,196	310,591
1.3	Net Financial Guarantees & Stand-by LC (issued - received)	45,518	56,777
1.4	Interbank Placements	1,952,009	1,738,538
1.5	Total Advances	12,148,985	11,562,136
2	Calculation of Net Stable Resources		
2.1	Total capital + general provisions	2,990,229	2,771,034
	Deduct:		
2.1.1	Goodwill and other intangible assets	-	-
2.1.2	Fixed Assets	361,867	366,528
2.1.3	Funds allocated to branches abroad	-	-
2.1.5	Unquoted Investments	924	924
2.1.6	Investment in subsidiaries, associates and affiliates	-	-
2.1.7	Total deduction	362,791	367,452
2.2	Net Free Capital Funds	2,627,438	2,403,582
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	734,600	1,034,600
2.3.3	Refinancing of Housing Loans	-	-
2.3.4	Borrowing from non-Banking Financial Institutions	1,214,045	1,128,804
2.3.5	Customer Deposits	11,909,579	10,748,828
2.3.6	Capital market funding / term borrowings maturing after 6 months from reporting date	-	-
2.3.7	Total other stable resources	13,858,224	12,912,232
2.4	Total Stable Resources (2.2+2.3.7)	16,485,661	15,315,813
3	Advances TO STABLE RESOURCES RATIO (1.6/ 2.4*100)	73.7%	75.5%