Basel III Pillar 3 Disclosures

30 September 2026



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

AED 000s

		30-Sep-2026	30-Jun-2026	31-Mar-2026	31-Dec-2025	30-Sep-2025
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	3,384,890	3,427,570	3,223,180	3,303,283	3,361,265
1a	Fully loaded ECL accounting model	3,384,890	3,427,570	3,223,180	3,303,283	3,361,265
2	Tier 1	3,935,765	3,978,445	3,774,055	3,854,158	3,912,140
2a	Fully loaded ECL accounting model Tier 1	3,935,765	3,978,445	3,774,055	3,854,158	3,912,140
3	Total capital	4,170,661	4,211,493	4,003,379	4,076,062	4,124,517
3a	Fully loaded ECL accounting model total capital	4,170,661	4,211,493	4,003,379	4,076,062	4,124,517
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)	20,119,282	19,915,359	19,662,074	18,945,987	18,125,734
	Risk-based capital ratios as a percentage of RWA					
5	Common Equity Tier 1 ratio (%)	16.8%	17.2%	16.4%	17.4%	18.5%
5a	Fully loaded ECL accounting model CET1 (%)	16.8%	17.2%	16.4%	17.4%	18.5%
6	Tier 1 ratio (%)	19.6%	20.0%	19.2%	20.3%	21.6%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	19.6%	20.0%	19.2%	20.3%	21.6%
7	Total capital ratio (%)	20.7%	21.1%	20.4%	21.5%	22.8%
7a	Fully loaded ECL accounting model total capital ratio (%)	20.7%	21.1%	20.4%	21.5%	22.8%
	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%	0.5%	0.5%
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%	3.0%	3.0%
12	CET1 available after meeting the bank's minimum capital requirements (%)	9.8%	10.2%	9.4%	10.4%	11.5%

	Leverage Ratio					
13	Total leverage ratio measure	32,171,651	31,810,192	29,894,605	30,166,228	29,551,267
14	Leverage ratio (%) (row 2/row 13)	12.2%	12.5%	12.6%	12.8%	13.2%
14a	Fully loaded ECL accounting model leverage ratio (%) (row 2A/row 13)	12.2%	12.5%	12.6%	12.8%	13.2%
14b	Leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	12.2%	12.5%	12.6%	12.8%	13.2%
	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	3,707,321	4,137,820	3,712,057	4,003,914	2,905,656
22	Total liabilities	24,345,542	23,692,966	23,032,458	22,959,050	20,421,256
23	Eligible Liquid Assets Ratio (ELAR) (%)	15.2%	17.5%	16.1%	17.4%	14.2%
	ASRR					
24	Total available stable funding	21,592,549	20,831,867	19,492,134	20,759,250	16,682,348
25	Total Advances	15,569,186	15,121,574	14,319,492	14,499,312	13,583,199
26	Advances to Stable Resources Ratio (%)	72.1%	72.6%	73.5%	69.8%	81.4%

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

AED 000s

		RWA		Minimum Capital Requirements
		30-Sep-2026	30-Jun-2026	30-Sep-2026
1	Credit risk (excluding counterparty credit risk)	18,529,454	18,470,218	1,945,593
2	Of which: standardised approach (SA)	18,529,454	18,470,218	1,945,593
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)	125,943	102,324	13,224
7	Of which: standardised approach for counterparty credit risk	125,943	102,324	13,224
8	Of which: Internal Model Method (IMM)			
9	Of which: other CCR			
10	Credit valuation adjustment (CVA)	136,237	71,282	14,305
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	11,827	10,376	1,242
21	Of which: standardised approach (SA)	11,827	10,376	1,242
22	Of which: internal models approach (IMA)			
23	Operational risk	1,315,821	1,261,159	138,161
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)**	**20,119,282**	**19,915,359**	**2,112,525**

*The minimum capital requirements applied is 10.5% (excluding Capital Conservation Buffer).

2. Leverage Ratio

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

AED 000s

		30-Sep-2026	30-Jun-2026
1	Total consolidated assets as per published financial statements	28,365,397	27,748,079
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	114,682	139,512
9	Adjustment for securities financing transactions (ie repos and similar secured lending)	522,663	334,004
10	Adjustments for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	3,168,910	3,588,597
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**	**32,171,651**	**31,810,192**

2.2. LR2: Leverage Ratio Common Disclosure Template

AED 000s

		30-Sep-2026	30-Jun-2026
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	28,285,101	27,715,386
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)	(220)	(3,888)
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)	(67,603)	(60,313)
7	**Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)**	**28,217,277**	**27,651,186**
Derivative exposures			
8	Replacement cost associated with *all* derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	50,800	23,475
9	Add-on amounts for PFE associated with *all* derivatives transactions	136,915	145,386
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)**	**262,802**	**236,405**
Securities financing transactions			
14	Gross SFT *assets* (with no recognition of netting), after adjusting for sale accounting transactions	3,571,830	2,304,046
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)	(3,049,167)	(1,970,042)
16	CCR exposure for SFT assets	-	-
17	Agent transaction exposures	-	-
18	**Total securities financing transaction exposures (sum of rows 14 to 17)**	**522,663**	**334,004**
Other off-balance sheet exposures			
19	Off-balance sheet exposure at gross notional amount	7,303,224	6,945,712
20	(Adjustments for conversion to credit equivalent amounts)	(4,134,315)	(3,357,115)
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)**	**3,168,910**	**3,588,597**
Capital and total exposures			
23	**Tier 1 capital**	**3,935,765**	**3,978,445**
24	**Total exposures (sum of rows 7, 13, 18 and 22)**	**32,171,651**	**31,810,192**
Leverage ratio			
25	**Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)**	**12.2%**	**12.5%**
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)	**12.2%**	**12.5%**
26	CBUAE minimum leverage ratio requirement	**3.0%**	**3.0%**
27	**Applicable leverage buffers**	**9.2%**	**9.5%**

3. Liquidity Risk Management

3.1. ELAR: Eligible Liquid Assets Ratio

AED 000s

		30-Sep-2026		30-Jun-2026	
1	**High Quality Liquid Assets**	**Nominal amount**	**Eligible Liquid Asset**	**Nominal amount**	**Eligible Liquid Asset**
1.1	Physical cash in hand at the bank + balances with the CBUAE	1,605,320		2,563,006	
1.2	UAE Federal Government Bonds and Sukuks	1,291,016		1,008,558	
	Sub Total (1.1 to 1.2)	2,896,336	2,896,336	3,571,564	3,571,564
1.3	UAE local governments publicly traded debt securities	674,216		566,256	
1.4	UAE Public sector publicly traded debt securities	183,426		-	
	Sub Total (1.3 to 1.4)	857,642	760,827	566,256	566,256
1.5	Foreign Sovereign debt instruments or instruments issued by their respective central banks	50,158	50,158	-	-
1.6	**Total**	**3,804,136**	**3,707,321**	**4,137,820**	**4,137,820**
2	Total liabilities		24,345,542		23,692,966
3	**Eligible Liquid Assets Ratio (ELAR)**		**15.2%**		**17.5%**

3.2. ASRR: Advances to Stable Resources Ratio

AED 000s

		30-Sep-2026	30-Jun-2026
	Items	**Amount**	**Amount**
1	**Computation of Advances**		
1.1	Net Lending (gross loans - specific and collective provisions + interest in suspense)	12,671,816	12,427,718
1.2	Lending to non-banking financial institutions	415,893	428,088
1.3	Net Financial Guarantees & Stand-by LC (issued - received)	30,888	30,889
1.4	Interbank Placements	2,450,589	2,234,879
1.5	**Total Advances**	**15,569,186**	**15,121,574**
2	**Calculation of Net Stable Resources**		
2.1	Total capital + general provisions	4,345,786	4,399,161
	Deduct:		
2.1.1	Goodwill and other intangible assets	-	-
2.1.2	Fixed Assets	393,012	425,277
2.1.3	Funds allocated to branches abroad	-	-
2.1.5	Unquoted Investments	1,614	1,677
2.1.6	Investment in subsidiaries, associates and affiliates	-	-
2.1.7	**Total deduction**	394,626	426,954
2.2	**Net Free Capital Funds**	**3,951,160**	**3,972,207**
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	1,700,471	1,000,000
2.3.3	Refinancing of Housing Loans	-	-
2.3.4	Borrowing from non-Banking Financial Institutions	1,610,764	1,681,831
2.3.5	Customer Deposits	14,330,154	14,177,830
2.3.6	Capital market funding/ term borrowings maturing after 6 months from reporting date	-	-
2.3.7	**Total other stable resources**	**17,641,389**	**16,859,661**
2.4	**Total Stable Resources (2.2+2.3.7)**	**21,592,549**	**20,831,867**
3	**Advances TO STABLE RESOURCES RATIO (1.5 / 2.4)**	**72.1%**	**72.6%**