

UAB[®]

البنك العربي المتحد
UNITED ARAB BANK



عاماً متحدون
years united

Basel III Pillar 3 Disclosures

31 MARCH 2026

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

AED 000s

	Available capital (amounts)	31 Mar 2026	31 Dec 2025	30 Sep 2025	30 Jun 2025	31 Mar 2025
1	Common Equity Tier 1 (CET1)	3,223,180	3,303,283	3,361,265	2,179,720	2,079,277
1a	Fully loaded ECL accounting model	3,223,180	3,303,283	3,361,265	2,179,720	2,079,277
2	Tier 1	3,774,055	3,854,158	3,912,140	2,730,595	2,630,152
2a	Fully loaded ECL accounting model Tier 1	3,774,055	3,854,158	3,912,140	2,730,595	2,630,152
3	Total capital	4,003,379	4,076,062	4,124,517	2,942,583	2,824,348
3a	Fully loaded ECL accounting model total capital	4,003,379	4,076,062	4,124,517	2,942,583	2,824,348
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)	19,662,074	18,945,987	18,125,734	18,039,656	16,556,700
	Risk-based capital ratios as a percentage of RWA					
5	Common Equity Tier 1 ratio (%)	16.4%	17.4%	18.5%	12.1%	12.6%
5a	Fully loaded ECL accounting model CET1 (%)	16.4%	17.4%	18.5%	12.1%	12.6%
6	Tier 1 ratio (%)	19.2%	20.3%	21.6%	15.1%	15.9%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	19.2%	20.3%	21.6%	15.1%	15.9%
7	Total capital ratio (%)	20.4%	21.5%	22.8%	16.3%	17.1%
7a	Fully loaded ECL accounting model total capital ratio (%)	20.4%	21.5%	22.8%	16.3%	17.1%
	Additional CET1 buffer requirements as a percentage of RWA					
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.50%	2.5%	2.5%	2.5%	2.5%
9	Countercyclical buffer requirement (%)	0.00%	0.5%	0.5%	0.0%	0.0%
10	Bank D-SIB additional requirements (%)	0.00%	0.0%	0.0%	0.0%	0.0%
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)	2.50%	3.0%	3.0%	2.5%	2.5%
12	CET1 available after meeting the bank's minimum capital requirements (%)	9.4%	10.4%	11.5%	5.1%	5.6%
	Leverage Ratio					
13	Total leverage ratio measure	29,894,605	30,166,228	29,551,267	26,563,647	25,953,480
14	Leverage ratio (%) (row 2 / row 13)	12.6%	12.8%	13.2%	10.3%	10.1%
14a	Fully loaded ECL accounting model leverage ratio (%) (row 2A / row 13)	12.6%	12.8%	13.2%	10.3%	10.1%
14b	Leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	12.6%	12.8%	13.2%	10.3%	10.1%

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	3,712,057	4,003,914	2,905,656	3,523,721	3,717,380
22	Total liabilities	23,032,458	22,959,050	20,421,256	21,048,537	20,681,815
23	Eligible Liquid Assets Ratio (ELAR) (%)	16.1%	17.4%	14.2%	16.7%	18.0%
	ASRR					
24	Total available stable funding	19,492,134	20,759,250	16,682,348	16,620,048	16,485,661
25	Total Advances	14,319,492	14,499,312	13,583,199	13,224,810	12,148,985
26	Advances to Stable Resources Ratio (%)	73.5%	69.8%	81.4%	79.6%	73.7%

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 2026	31 Dec 2025	31 Mar 2026
1	Credit risk (excluding counterparty credit risk)	18,280,980	17,573,089	1,919,503
2	Of which: standardised approach (SA)	18,280,980	17,573,089	1,919,503
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)	24,261	122,677	2,547
7	Of which: standardised approach for counterparty credit risk	24,261	122,677	2,547
8	Of which: Internal Model Method (IMM)			
9	Of which: other CCR			
10	Credit valuation adjustment (CVA)	40,724	56,564	4,276
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	7,569	22,367	795
21	Of which: standardised approach (SA)	7,569	22,367	795
22	Of which: internal models approach (IMA)			
23	Operational risk	1,308,540	1,171,290	137,397
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)	19,662,074	18,945,987	2,064,518

*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 2026	31 Dec 2025
1	Total consolidated assets as per published financial statements	26,892,936	26,999,976
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	(100,096)	178,241
9	Adjustment for securities financing transactions (i.e. repos and similar secured lending)	282,861	178,457
10	Adjustments for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	2,818,905	2,809,554
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	29,894,605	30,166,228

2.2. LR2: Leverage Ratio Common Disclosure Template

		AED 000s	
		31 Mar 2026	31 Dec 2025
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	26,862,949	26,977,111
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)	(49,728)	(1,656)
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)	(68,016)	(68,033)
7	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)	26,745,205	26,907,422
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)	12,913	10,011
9	Add-on amounts for PFE associated with <i>all</i> derivatives transactions	21,112	183,414
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)	47,635	270,795
Securities financing transactions			
14	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	2,769,530	1,867,039
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)	(2,486,669)	(1,688,582)
16	CCR exposure for SFT assets	-	-
17	Agent transaction exposures	-	-
18	Total securities financing transaction exposures (sum of rows 14 to 17)	282,861	178,457
Other off-balance sheet exposures			
19	Off-balance sheet exposure at gross notional amount	5,926,534	6,438,353
20	(Adjustments for conversion to credit equivalent amounts)	(3,107,629)	(3,628,798)
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)	2,818,905	2,809,554
Capital and total exposures			
23	Tier 1 capital	3,774,055	3,854,158
24	Total exposures (sum of rows 7, 13, 18 and 22)	29,894,605	30,166,228
Leverage ratio			
25	Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)	12.6%	12.8%
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)	12.6%	12.8%
26	CBUAE minimum leverage ratio requirement	3.0%	3.0%
27	Applicable leverage buffers	9.6%	9.8%

3. Liquidity Risk Management

3.1. ELAR: Eligible Liquid Assets Ratio

31 March 2026

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	1,943,678	
1.2	UAE Federal Government Bonds and Sukuks	1,144,724	
	Sub Total (1.1 to 1.2)	3,088,402	3,088,402
1.3	UAE local governments publicly traded debt securities	623,655	
1.4	UAE Public sector publicly traded debt securities	-	
	Sub Total (1.3 to 1.4)	623,655	623,655
1.5	Foreign Sovereign debt instruments or instruments issued by their respective central banks	-	-
1.6	Total	3,712,057	3,712,057
2	Total liabilities		23,032,458
3	Eligible Liquid Assets Ratio (ELAR)		16.1%

31 December 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	2,489,611	
1.2	UAE Federal Government Bonds and Sukuks	880,060	
	Sub Total (1.1 to 1.2)	3,369,671	3,369,671
1.3	UAE local governments publicly traded debt securities	634,243	
1.4	UAE Public sector publicly traded debt securities	-	
	Sub Total (1.3 to 1.4)	634,243	634,243
1.5	Foreign Sovereign debt instruments or instruments issued by their respective central banks	-	-
1.6	Total	4,003,914	4,003,914
2	Total liabilities		22,959,050
3	Eligible Liquid Assets Ratio (ELAR)		17.4%

3.2. ASRR: Advances to Stable Resources Ratio

		AED 000s	
	Items	31 Mar 2026	31 Dec 2025
1	Computation of Advances		
1.1	Net Lending (gross loans - specific and collective provisions + interest in suspense)	12,122,080	11,848,352
1.2	Lending to non-banking financial institutions	220,486	237,736
1.3	Net Financial Guarantees & Stand-by LC (issued - received)	38,515	37,908
1.4	Interbank Placements	1,938,411	2,375,316
1.5	Total Advances	14,319,492	14,499,312
2	Calculation of Net Stable Resources		
2.1	Total capital + general provisions	4,198,280	4,373,074
	Deduct:		
2.1.1	Goodwill and other intangible assets	-	-
2.1.2	Fixed Assets	412,629	397,857
2.1.3	Funds allocated to branches abroad	-	-
2.1.5	Unquoted Investments	1,677	1,301
2.1.6	Investment in subsidiaries, associates and affiliates	-	-
2.1.7	Total deduction	414,306	399,158
2.2	Net Free Capital Funds	3,783,974	3,973,916
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	1,162,310	1,212,310
2.3.3	Refinancing of Housing Loans	-	-
2.3.4	Borrowing from non-Banking Financial Institutions	1,477,828	1,799,110
2.3.5	Customer Deposits	13,068,023	13,773,914
2.3.6	Capital market funding / term borrowings maturing after 6 months from reporting date	-	-
2.3.7	Total other stable resources	15,708,161	16,785,334
2.4	Total Stable Resources (2.2+2.3.7)	19,492,134	20,759,250
3	Advances TO STABLE RESOURCES RATIO (1.5/ 2.4*100)	73.5%	69.8%