



**Gulf International Bank B.S.C.
Abu Dhabi Branch**

Basel III Pillar 3

**Risk Management and
Capital Adequacy**

For the year ended 31st March 2026

GIB

Risk management and capital adequacy report

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1. Overview of risk management, key prudential metrics and RWA

1.1 Key metrics

AED '000s

		Mar-26	Dec-25	Sep-25	Jun-25	Mar-25
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	583,409	573,557	563,539	570,839	562,268
1a	Fully loaded ECL accounting model	583,409	573,557	563,539	570,839	562,268
2	Tier 1	583,409	573,557	563,539	570,839	562,268
2a	Fully loaded ECL accounting model Tier 1	583,409	573,557	563,539	570,839	562,268
3	Total capital	591,364	581,423	574,498	581,739	575,102
3a	Fully loaded ECL accounting model total capital	591,364	581,423	574,498	581,739	575,102
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)	2,250,983	2,236,842	2,268,935	2,375,578	2,217,381
	Risk-based capital ratios as a percentage of RWA					
5	Common Equity Tier 1 ratio (%)	25.92%	25.64%	24.84%	24.03%	25.36%
5a	Fully loaded ECL accounting model CET1 (%)	25.92%	25.64%	24.84%	24.03%	25.36%
6	Tier 1 ratio (%)	25.92%	25.64%	24.84%	24.03%	25.36%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	25.92%	25.64%	24.84%	24.03%	25.36%
7	Total capital ratio (%)	26.27%	25.99%	25.32%	24.49%	25.94%
7a	Fully loaded ECL accounting model total capital ratio (%)	26.27%	25.99%	25.32%	24.49%	25.94%
	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 (%)	0.5%	0.5%	0.5%	0.5%	0.5%
10	Bank D-SIB additional requirements (%)	-	-	-	-	-
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9+ row 10)	3.0%	3.0%	3.0%	3.0%	3.0%
12	CET1 available after meeting the bank's minimum capital requirements (%)	15.77%	15.49%	14.82%	13.99%	15.44%
	Leverage Ratio					
13	Total leverage ratio measure	3,285,365	3,010,117	3,135,253	3,643,517	3,292,372
14	Leverage ratio (%) (row 2/row 13)	17.76%	19.05%	17.97%	15.67%	17.08%
14a	Fully loaded ECL accounting model leverage ratio (%) (row 2A/row 13)	17.76%	19.05%	17.97%	15.67%	17.08%
14b	Leverage ratio (%) (excluding the impact of any)	17.76%	19.05%	17.97%	15.67%	17.08%
	ELAR					
21	Total HQLA	930,176	759,651	791,443	1,048,869	1,153,619
22	Total liabilities	2,179,682	1,908,683	2,102,317	2,633,499	2,351,442
23	Eligible Liquid Assets Ratio (ELAR) (%)	42.67%	39.80%	37.65%	39.83%	49.06%
	ASRR					
24	Total available stable funding	2,214,231	2,155,327	2,361,827	2,781,919	2,360,350
25	Total Advances	1,577,302	1,697,918	1,759,519	1,928,178	1,829,484
26	Advances to Stable Resources Ratio (%)	71.23%	78.78%	74.50%	69.31%	77.51%

1.3- Overview of risk management, key prudential metrics and RWA

Overview of RWA

		RWA		Minimum capital requirements
		Mar-26	Dec-25	Mar-26
1	Credit risk (excluding counterparty credit risk)	2,016,714	2,006,451	211,755
2	Of which: standardised approach (SA)	2,016,714	2,006,451	211,755
3				
4				
5				
6	Counterparty credit risk (CCR)	36,990	39,303	3,884
7	Of which: standardised approach for counterparty credit risk	36,990	39,303	3,884
8				
9				
10				
11				
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				
18	Of which: securitisation external ratings-based approach (SEC-ERBA)	-	-	-
19	Of which: securitisation standardised approach (SEC-SA)	-	-	-
20	Market risk	8,687	2,497	912
21	Of which: standardised approach (SA)	8,687	2,497	912
22				
23	Operational risk	188,592	188,592	19,802
24				
25				
26	Total (1+6+10+11+12+13+14+15+16+20+23)	2,250,983	2,236,842	236,353

3- Leverage ratio

3.1- Leverage ratio common disclosure

		AED '000s	
		Mar-26	Dec-25
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	2,778,932	2,499,912
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)	425	425
7	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)	2,778,507	2,499,487
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)	4,169	5,515
9	Add-on amounts for PFE associated with <i>all</i> derivatives transactions	29,154	31,017
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)	46,653	51,145
Securities financing transactions			
14	Gross SFT <i>assets</i> (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	898,609	911,510
20	(Adjustments for conversion to credit equivalent amounts)	438,404	452,025
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)	460,205	459,485
Capital and total exposures			
23	Tier 1 capital	583,409	573,557
24	Total exposures (sum of rows 7, 13, 18 and 22)	3,285,365	3,010,117
Leverage ratio			
25	Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)	17.76%	19.05%
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)	17.76%	19.05%
26	CBUAE minimum leverage ratio requirement	3.00%	3.00%
27	Applicable leverage buffers	-	-

4- Liquidity

4.2- Eligible Liquid Assets Ratio

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	506,322	
1.2	UAE Federal Government Bonds and Sukuks	423,854	
	Sub Total (1.1 to 1.2)	930,176	930,176
1.3	UAE local governments publicly traded debt securities	-	
1.4	UAE Public sector publicly traded debt securities	-	
	Sub total (1.3 to 1.4)	-	0
1.5	Foreign Sovereign debt instruments or instruments issued by their respective central banks	-	0
1.6	Total	930,176	930,176
2	Total liabilities		2,179,682
3	Eligible Liquid Assets Ratio (ELAR)		42.67%

4- Liquidity

4.3- Advances to Stables Resource Ratio

			AED '000s
		Items	Amount
1		Computation of Advances	
	1.1	Net Lending (gross loans - specific and collective provisions + interest in suspense)	1,015,175
	1.2	Lending to non-banking financial institutions	516,127
	1.3	Net Financial Guarantees & Stand-by LC (issued - received)	26,857
	1.4	Interbank Placements	19,143
	1.5	Total Advances	1,577,302
2		Calculation of Net Stable Ressources	
	2.1	Total capital + general provisions	614,639
		Deduct:	
	2.1.1	Goodwill and other intangible assets	-
	2.1.2	Fixed Assets	955
	2.1.3	Funds allocated to branches abroad	-
	2.1.5	Unquoted Investments	-
	2.1.6	Investment in subsidiaries, associates and affiliates	-
	2.1.7	Total deduction	955
	2.2	Net Free Capital Funds	613,684
	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	-
	2.3.3	Refinancing of Housing Loans	-
	2.3.4	Non-Banking Financial Institution Deposits	135,233
	2.3.5	Customer Deposits	1,337,695
	2.3.6	Capital market funding/ term borrowings maturing after 6 months from reporting date	127,619
	2.3.7	Total other stable resources	1,600,547
	2.4	Total Stable Resources (2.2+2.3.7)	2,214,231
3		Advances TO STABLE RESOURCES RATIO (1.6/ 2.4*100)	71.23