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

Basel III Pillar 3

Risk Management and Capital Adequacy

For the quarter ended 30th September 2025

Risk management and capital adequacy report

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1.1 Key metrics

AED 000's

		Sep-25	Jun-25	Mar-25	Dec-24	Sep-24
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	563,539	570,839	562,268	582,598	582,166
1a	Fully loaded ECL accounting model	563,539	570,839	562,268	582,598	579,734
2	Tier 1	563,539	570,839	562,268	582,598	582,166
2a	Fully loaded ECL accounting model Tier 1	563,539	570,839	562,268	582,598	579,734
3	Total capital	574,498	581,739	575,102	609,051	610,320
3a	Fully loaded ECL accounting model total capital	574,498	581,739	575,102	609,051	607,888
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)	2,268,935	2,375,578	2,217,381	2,302,790	2,401,248
	Risk-based capital ratios as a percentage of RWA					
5	Common Equity Tier 1 ratio (%)	24.84%	24.03%	25.36%	25.30%	24.24%
5a	Fully loaded ECL accounting model CET1 (%)	24.84%	24.03%	25.36%	25.30%	24.14%
6	Tier 1 ratio (%)	24.84%	24.03%	25.36%	25.30%	24.24%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	24.84%	24.03%	25.36%	25.30%	24.14%
7	Total capital ratio (%)	25.32%	24.49%	25.94%	26.45%	25.42%
7a	Fully loaded ECL accounting model total capital ratio (%)	25.32%	24.49%	25.94%	26.45%	25.32%
	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%	0.0%	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)	3.0%	3.0%	3.0%	2.5%	2.5%
12	CET1 available after meeting the bank's minimum capital requirements (%)	14.82%	13.99%	15.44%	15.95%	14.92%
	Leverage Ratio					
13	Total leverage ratio measure	3,135,253	3,643,517	3,292,372	3,712,792	3,832,274
14	Leverage ratio (%) (row 2/row 13)	17.97%	15.67%	17.08%	15.69%	15.19%
14a	Fully loaded ECL accounting model leverage ratio (%) (row 2A/row 13)	17.97%	15.67%	17.08%	15.69%	15.13%
14b	Leverage ratio (%) (excluding the impact of any	17.97%	15.67%	17.08%	15.69%	15.19%
	ELAR					
21	Total HQLA	791,443	1,048,869	1,153,619	1,338,123	953,651
22	Total liabilities	2,102,317	2,633,499	2,351,442	2,741,192	2,935,923
23	Eligible Liquid Assets Ratio (ELAR) (%)	37.65%	39.83%	49.06%	48.82%	32.48%
	ASRR					
24	Total available stable funding	2,361,827	2,781,919	2,360,350	2,717,014	2,829,506
25	Total Advances	1,759,519	1,928,178	1,829,484	1,828,410	2,098,529
26	Advances to Stable Resources Ratio (%)	74.50%	69.31%	77.51%	67.29%	74.17%

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

Overview of RWA

AED 000's

		RWA		Minimum capital requirements
		Sep-25	Jun-25	Sep-25
1	Credit risk (excluding counterparty credit risk)	2,066,453	2,148,017	216,978
2	Of which: standardised approach (SA)	2,066,453	2,148,017	216,978
3	[redacted]			
4				
5				
6	Counterparty credit risk (CCR)	30,546	56,032	3,207
7	Of which: standardised approach for counterparty credit risk	30,546	56,032	3,207
8	[redacted]			
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	[redacted]			
18	Of which: securitisation external ratings-based approach (SEC-ERBA)	-	-	-
19	Of which: securitisation standardised approach (SEC-SA)	-	-	-
20	Market risk	2,497	2,090	262
21	Of which: standardised approach (SA)	2,497	2,090	262
22	[redacted]			
23	Operational risk	169,439	169,439	17,791
24	[redacted]			
25				
26	**Total (1+6+10+11+12+13+14+15+16+20+23)**	**2,268,935**	**2,375,578**	**238,238**

2- Leverage ratio

2.1- Leverage ratio common disclosure

AED 000's

		Sep-25	Jun-25
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	2,683,100	3,224,797
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)	205	205
7	**Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)**	2,682,895	3,224,592
Derivative exposures			
8	Replacement cost associated with *all* derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	477	2,084
9	Add-on amounts for PFE associated with *all* derivatives transactions	18,053	17,315
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)**	25,942	27,159
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 1**	-	-
Other off-balance sheet exposures			
19	Off-balance sheet exposure at gross notional amount	840,808	714,751
20	(Adjustments for conversion to credit equivalent amounts)	414,392	322,985
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)**	426,416	391,766
Capital and total exposures			
23	**Tier 1 capital**	563,539	570,839
24	**Total exposures (sum of rows 7, 13, 18 and 22)**	3,135,253	3,643,517
Leverage ratio			
25	**Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)**	17.97%	15.67%
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)	17.97%	15.67%
26	CBUAE minimum leverage ratio requirement	3.00%	3.00%
27	**Applicable leverage buffers**	-	-

3- Liquidity

3.1- Eligible Liquid Assets Ratio

AED 000's

1	High Quality Liquid Assets	Nominal amount	Eligible Liquid Asset
1.1	Physical cash in hand at the bank + balances with the CBUAE	459,254	
1.2	UAE Federal Government Bonds and Sukuks	332,189	
	Sub Total (1.1 to 1.2)	791,443	791,443
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**	**791,443**	**791,443**
2	Total liabilities		2,102,317
3	**Eligible Liquid Assets Ratio (ELAR)**		**37.65%**

3- Liquidity

3.2- Advances to Stables Resource Ratio

AED 000's

		Items	Amount
1		**Computation of Advances**	
	1.1	Net Lending (gross loans - specific and collective provisions + interest in suspense)	1,107,876
	1.2	Lending to non-banking financial institutions	550,556
	1.3	Net Financial Guarantees & Stand-by LC (issued - received)	81,944
	1.4	Interbank Placements	19,143
	1.5	**Total Advances**	1,759,519
2		**Calculation of Net Stable Ressources**	
	2.1	Total capital + general provisions	594,535
		Deduct:	
	2.1.1	Goodwill and other intangible assets	-
	2.1.2	Fixed Assets	2,434
	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**	2,434
	2.2	**Net Free Capital Funds**	592,101
	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	Borrowing from non-Banking Financial Institutions	72,376
	2.3.5	Customer Deposits	940,882
	2.3.6	Capital market funding/ term borrowings maturing after 6 months from reporting date	756,468
	2.3.7	**Total other stable resources**	1,769,726
	2.4	**Total Stable Resources (2.2+2.3.7)**	2,361,827
3		**Advances TO STABLE RESOURCES RATIO (1.6/ 2.4*100)**	74.50