

Alubaf Arab International Bank B.S.C (c)

Reconciliation of Published Consolidated Financial Statements with Balance Sheet under regulatory reporting as at 30 September 2021

| | Balance sheet as in | Consolidated PIR data | Referenc e |
|--|---------------------|-----------------------|---------------|
| | published financial | 30 September 2021 | |
| | statements | 30 September 2021 | |
| | USD'000s | USD'000s | |
| ASSETS | | | |
| Cash and balances with central banks & other banks | 446,719 | | |
| Cash and balances with central banks separately in PIR | | 400,562 | |
| Placements and balances with banks separately in PIR | | 416,291 | |
| Deposits with banks and other financial institutions | 369,686 | | |
| Investments classified as fair vlaue through profit and loss | 5,738 | 5,738 | |
| Investments at amortized cost | | 124,308 | |
| Investments securities | 245,608 | | |
| Investment at FVOCI | | 122,881 | |
| Loans and advances | 131,497 | 133,801 | |
| Property, equipment and software | 7,767 | 7,767 | |
| Interest receivable | 4,684 | 4,684 | |
| Other assets | 1,476 | 1,476 | |
| TOTAL ASSETS | 1,213,175 | 1,217,508 | |
| LIABILITIES AND EQUITY | | | |
| Liabilities | | | |
| Deposits from banks and other financial institutions | 705,105 | | |
| Due to banks and other financial institutions | 131,028 | | |
| Deposits from banks | | 836,133 | |
| Due to customers | 38,867 | 38,867 | |
| Interest payable | 1,158 | 1,158 | |
| Other liabilities | 8,951 | 8,834 | |
| Total liabilities | 885,109 | 884,992 | |
| Equity | | | |
| Share capital | 250,000 | 250,000 | b |
| Statutory reserve | 27,842 | 27,842 | c |
| Retained earnings | 53,254 | 44,621 | d |
| Net profit for current period separately in PIR | | 8,633 | f |
| Additional Tier 1 capital instrument | | (53) | g |
| Proposed Dividend | | | |
| Fair value reserve | (3,030) | (4,444) | e |
| ECL (stage 1&2) | | 5,917 | a |
| Total equity | 328,066 | 332,516 | |
| TOTAL LIABILITIES AND EQUITY | 1,213,175 | 1,217,508 | |

Alubaf Arab International Bank B.S.C (c)
Composition of Capital common template as at 30 September 2021

| Composition of Capital and mapping to regulatory reports | | Component of regulatory capital | Source based on reference numbers / letters of the balance sheet under the regulatory scope of consolidation from step 2 |
|--|--|---------------------------------|--|
| Common Equity Tier 1 capital: instruments and reserves | | | |
| 1 | Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock | 250,000 | b |
| 2 | Retained earnings | 53,254 | d+f |
| 3 | Accumulated other comprehensive income (and other reserves) | 23,398 | e + c |
| 4 | Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1) | - | |
| 6 | Common Equity Tier 1 capital before regulatory adjustments | 326,652 | |
| Common Equity Tier 1 capital: regulatory adjustments | | | |
| 7 | Prudential valuation adjustments | - | |
| 8 | Goodwill (net of related tax liability) | - | |
| 9 | Other intangibles other than mortgage-servicing rights (net of related tax liability) | 1,561 | |
| 10 | Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related | - | |
| 11 | Cash-flow hedge reserve | - | |
| 12 | Shortfall of provisions to expected losses | - | |
| 13 | Securitisation gain on sale (as set out in paragraph 562 of Basel II framework) | - | |
| 14 | Not applicable. | - | |
| 15 | Defined-benefit pension fund net assets | - | |
| 16 | Investments in own shares (if not already netted off paid-in capital on reported balance sheet) | - | |
| 17 | Reciprocal cross-holdings in common equity | - | |
| 18 | Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory | - | |
| 19 | Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of | - | |
| 20 | Mortgage servicing rights (amount above 10% threshold) | - | |
| 21 | Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) | - | |
| 22 | Amount exceeding the 15% threshold | - | |
| 23 | of which: significant investments in the common stock of financials | - | |
| 24 | of which: mortgage servicing rights | - | |
| 25 | of which: deferred tax assets arising from temporary differences | - | |
| 26 | National specific regulatory adjustments | - | |
| REGULATORY ADJUSTMENTS APPLIED TO COMMON EQUITY TIER 1 IN RESPECT OF | | | |
| OF WHICH: [INSERT NAME OF ADJUSTMENT] | | | |
| OF WHICH: ... | | | |
| 27 | Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover | - | |
| 28 | Total regulatory adjustments to Common equity Tier 1 | 1,561 | |
| 29 | Common Equity Tier 1 capital (CET1) | 325,091 | |
| Additional Tier 1 capital: instruments | | | |
| 30 | Directly issued qualifying Additional Tier 1 instruments plus related stock surplus | - | |
| 31 | of which: classified as equity under applicable accounting standards | - | |
| 32 | of which: classified as liabilities under applicable accounting standards | - | |
| 33 | Directly issued capital instruments subject to phase out from Additional Tier 1 | - | |
| 34 | Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third | - | |
| 35 | of which: instruments issued by subsidiaries subject to phase out | - | |
| 36 | Additional Tier 1 capital before regulatory adjustments | (53) | g |
| Additional Tier 1 capital: regulatory adjustments | | | |
| 37 | Investments in own Additional Tier 1 instruments | - | |
| 38 | Reciprocal cross-holdings in Additional Tier 1 instruments | - | |
| 39 | Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory | - | |
| 40 | Significant investments in the capital of banking, financial and insurance entities that are outside the scope of | - | |
| 41 | National specific regulatory adjustments | - | |
| REGULATORY ADJUSTMENTS APPLIED TO ADDITIONAL TIER 1 IN RESPECT OF AMOUNTS SUBJECT | | | |
| OF WHICH: [INSERT NAME OF ADJUSTMENT] | | | |
| OF WHICH: ... | | | |
| 42 | Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions | - | |
| 43 | Total regulatory adjustments to Additional Tier 1 capital | - | |
| 44 | Additional Tier 1 capital (AT1) | 325,038 | |
| 45 | Tier 1 capital (T1 = CET1 + AT1) | 325,038 | |

| Composition of Capital and mapping to regulatory reports | | Component of regulatory capital | Source based on reference numbers / letters of the balance sheet under the regulatory scope of consolidation from step 2 |
|---|--|---------------------------------|--|
| Tier 2 capital: instruments and provisions | | | |
| 46 | Directly issued qualifying Tier 2 instruments plus related stock surplus | | |
| 47 | Directly issued capital instruments subject to phase out from Tier 2 | | |
| 48 | Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by | | |
| 49 | of which: instruments issued by subsidiaries subject to phase out | | |
| 50 | Provisions(ECL stage 1& 2-capped at 1.25% of CRWA | 5,917 | a |
| 51 | Tier 2 capital before regulatory adjustments | 5,917 | |
| Tier 2 capital: regulatory adjustments | | | |
| 52 | Investments in own Tier 2 instruments | - | |
| 53 | Reciprocal cross-holdings in Tier 2 instruments | - | |
| 54 | Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory | - | |
| 55 | Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory | - | |
| 56 | National specific regulatory adjustments | - | |
| | REGULATORY ADJUSTMENTS APPLIED TO TIER 2 IN RESPECT OF AMOUNTS SUBJECT TO PRE-2015 | - | |
| | OF WHICH: [INSERT NAME OF ADJUSTMENT] | - | |
| | OF WHICH: ... | - | |
| 57 | Total regulatory adjustments to Tier 2 capital | - | |
| 58 | Tier 2 capital (T2) | 5,917 | |
| 59 | Total capital (TC = T1 + T2) | 330,955 | |
| | RISK WEIGHTED ASSETS IN RESPECT OF AMOUNTS SUBJECT TO PRE-2015 TREATMENT | - | |
| | OF WHICH: Significant investments in the common stock of banking, financial and insurance entities that are outside | - | |
| | OF WHICH: ... | - | |
| 60 | Total risk weighted assets | 679,632 | |
| Capital ratios | | | |
| 61 | Common Equity Tier 1 (as a percentage of risk weighted assets) | 47.83% | |
| 62 | Tier 1 (as a percentage of risk weighted assets) | 47.83% | |
| 63 | Total capital (as a percentage of risk weighted assets) | 48.70% | |
| 64 | Institution specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus countercyclical | 9.00% | |
| 65 | of which: capital conservation buffer requirement | 2.50% | |
| 66 | of which: bank specific countercyclical buffer requirement (N/A) | NA | |
| 67 | of which: D-SIB buffer requirement (N/A) | NA | |
| 68 | Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets) | 47.83% | |
| National minima including CCB (if different from Basel 3) | | | |
| 69 | CBB Common Equity Tier 1 minimum ratio | 9.00% | |
| 70 | CBB Tier 1 minimum ratio | 10.50% | |
| 71 | CBB total capital minimum ratio | 12.50% | |
| Amounts below the thresholds for deduction (before risk weighting) | | | |
| 72 | Non-significant investments in the capital of other financials | - | |
| 73 | Significant investments in the common stock of financials | - | |
| 74 | Mortgage servicing rights (net of related tax liability) | - | |
| 75 | Deferred tax assets arising from temporary differences (net of related tax liability) | - | |
| Applicable caps on the inclusion of provisions in Tier 2 | | | |
| 76 | Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application | - | |
| 77 | Cap on inclusion of provisions in Tier 2 under standardised approach (1.25% of Credit Risk weighted Assets) | - | |
| Capital instruments subject to phase-out arrangements | | | |
| (only applicable between 1 Jan 2020 and 1 Jan 2024) | | | |
| 78 | Current cap on CET1 instruments subject to phase out arrangements | - | |
| 79 | Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities) | - | |
| 80 | Current cap on AT1 instruments subject to phase out arrangements | - | |
| 81 | Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) | - | |
| 82 | Current cap on T2 instruments subject to phase out arrangements | - | |
| 83 | Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) | - | |

Alubaf Arab International Bank BSC (c)

Disclosure template for main features of regulatory capital

| | | |
|----|---|---|
| 1 | Issuer | Alubaf Arab International Bank B.S.C (c) |
| 2 | Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for | Not applicable |
| 3 | Governing law(s) of the instrument | All applicable laws and regulations of the Kingdom of Bahrain |
| | <i>Regulatory treatment</i> | |
| 4 | Transitional CBB rules | Common Equity Tier 1 |
| 5 | Post-transitional CBB rules | Common Equity Tier 1 |
| 6 | Eligible at solo/group/group & solo | Group & solo |
| 7 | Instrument type (types to be specified by each jurisdiction) | Common Equity shares |
| 8 | Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date) | USD 250 Million |
| 9 | Par value of instrument | USD 50 |
| 10 | Accounting classification | Shareholders equity |
| 11 | Original date of issuance | Various |
| 12 | Perpetual or dated | Perpetual |
| 13 | Original maturity date | No maturity |
| 14 | Issuer call subject to prior supervisory approval | No |
| 15 | Optional call date, contingent call dates and redemption amount | Not applicable |
| 16 | Subsequent call dates, if applicable | Not applicable |
| | Coupons / dividends | Dividends |
| 17 | Fixed or floating dividend/coupon | Dividend as decided by the shareholders |
| 18 | Coupon rate and any related index | Not applicable |
| 19 | Existence of a dividend stopper | Not applicable |
| 20 | Fully discretionary, partially discretionary or mandatory | Fully discretionary |
| 21 | Existence of step up or other incentive to redeem | No |
| 22 | Noncumulative or cumulative | Not applicable |
| 23 | Convertible or non-convertible | Not applicable |
| 24 | If convertible, conversion trigger (s) | Not applicable |
| 25 | If convertible, fully or partially | Not applicable |
| 26 | If convertible, conversion rate | Not applicable |
| 27 | If convertible, mandatory or optional conversion | Not applicable |
| 28 | If convertible, specify instrument type convertible into | Not applicable |
| 29 | If convertible, specify issuer of instrument it converts into | Not applicable |
| 30 | Write-down feature | No |
| 31 | If write-down, write-down trigger(s) | Not applicable |
| 32 | If write-down, full or partial | Not applicable |
| 33 | If write-down, permanent or temporary | Not applicable |
| 34 | If temporary write-down, description of write-up mechanism | Not applicable |
| 35 | Position in subordination hierarchy in liquidation (specify | Not applicable |
| 36 | Non-compliant transitioned features | No |
| 37 | If yes, specify non-compliant features | Not applicable |