



Leverage and Liquidity Disclosures

31 March 2025

Alubaf Arab International Bank B.S.C (c)**As at 31 March 2025****Liquidity Coverage Ratio**

The Group is subject to the Basel III liquidity ratios requirement, as stipulated by the regulator Central Bank of Bahrain, whereby the Bank is required to maintain a minimum of 100% Liquidity Coverage ratio (LCR) and Net Stable Funding ratio (NSFR).

The main objective of the Liquidity Coverage Ratio (LCR) is to promote the short-term resilience of the liquidity risk profile of banks by ensuring that they have sufficient level of high-quality liquid assets (HQLA) to survive a significant stress scenario lasting for a period of up to 30 days.

At 31 March 2025, the Group's LCR was well above the regulatory requirement and stood at 710% (31 December 2024: 408%). The Group's simple average of daily LCR computed on working days of the quarter was 607% (31 December 2024: 450%).

Net Stable Funding Ratio

The Group is subject to the Basel III liquidity ratios requirement, as stipulated by the regulator Central Bank of Bahrain, whereby the Bank is required to maintain a minimum of 100% Net Stable Funding ratio (NSFR).

The objective of the NSFR is to promote the resilience of the banking system by improving the funding profile of banks by ensuring they have a sufficient level of stable funding from stable sources and long term borrowing in relation to their assets and commitments, in order to reduce the risks of disruptions which might impact the bank's liquidity position.

The Groups NSFR was well above the regulatory requirement and stood at 171% as at 31 March 2025 (31 December 2024: 178%). The main drivers for robust Available Stable Funding (ASF) is its sizeable capital base, which contributes about 66% (31 December 2024: 55%) of total ASF and the remaining 34% (31 December 2024: 45%) of ASF constituted funding from deposits from financial institutions and non-financial corporate customers. Required Stable Funding (RSF), primarily comprised of short term deposit placements with Banks and other performing loans, which constituted about 42% (31 December 2024: 48%) of total RSF. High quality liquid assets (that comprised mainly of Bahrain government securities and other highly rated debt issuances) accounted for about 12% (31 December 2024: 11%) of the total RSF, while non-HQLA securities accounted for 29% (31 December 2024: 25%) of the total RSF.



Alubaf Arab International Bank B.S.C. (c)
Liquidity Quarterly ratio (LCR)

Report date: 31 March 2025
Currency: US\$'000

	Total unweighted value (average)	Total weighted value (average)
High-quality liquid assets		
1. Total HQLA		683,470
Cash outflows		
2. Retail deposits and deposits from small business customers, of which:		
3. Stable deposits	-	-
4. Less stable deposits	-	-
5. Unsecured wholesale funding, of which:		
6. Operational deposits (all counterparties) and deposits in networks of cooperative banks	-	-
7. Non-operational deposits (all counterparties)	625,160	460,527
8. Unsecured debt	-	-
9. Secured wholesale funding		
10. Additional requirements, of which:		
11. Outflows related to derivative exposures and other collateral requirements		
12. Outflows related to loss of funding on debt products	1,667	667
13. Credit and liquidity facilities	-	-
14. Other contractual funding obligations	-	-
15. Other contingent funding obligations	27,138	1,357
16. Total Cash Outflows		462,551
Cash inflows		
17. Secured lending (eg reverse repos)	-	-
18. Inflows from fully performing exposures		
19. Other cash inflows	519,826	519,357
20. Total Cash Inflows	519,826	519,357
		Total adjusted value
21. Total HQLA		683
22. Total net cash outflows		113
23. Liquidity Coverage Ratio (%)		607%

Sr.	Item	Unweighted Values (before applying factors)				Total Weighted Value
		No Specified maturity	Less than 6 months	More than 6 months and less than one year	Over one year	
Available Stable Funding (ASF)						
1	Capital:	371,660	-	-	-	371,660
2	Regulatory Capital	371,660	-	-	-	371,660
3	Other Capital Instruments	-	-	-	-	-
4	Retail deposits and deposits from small business customers:	-	-	-	-	-
5	Stable Deposits:	-	-	-	-	-
6	Less stable deposits:	-	-	-	-	-
7	Wholesale funding:	-	867,993	148,773	-	192,145
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	867,993	148,773	-	192,145
10	Other liabilities:	-	18,324	408	-	-
11	NSFR derivative liabilities	-	-	-	-	-
12	All other liabilities not included in the above categories	-	18,324	408	-	-
13	Total ASF	-	-	-	-	563,805
Required Stable Funding (RSF)						
14	Total NSFR high-quality liquid assets (HQLA)	-	-	-	-	38,978
15	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
16	Performing loans and securities:	-	-	-	-	-
17	Performing loans to financial institutions secured by Level 1 HQLA	-	-	-	-	-
18	Performing loans to financial institutions secured by non-level 1 HQLA and unsecured performing loans to financial institutions	-	438,591	40,053	31,192	117,007
19	Performing loans to non- financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:	-	-	-	26,227	22,293
20	With a risk weight of less than or equal to 35% as per the CBB Capital Adequacy Ratio guidelines	-	-	-	-	-
21	Performing residential mortgages, of which:	-	-	-	-	-
22	With a risk weight of less than or equal to 35% under the CBB Capital Adequacy Ratio Guidelines	-	-	-	-	-
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	10,975	18,329	97,042	97,138
24	Other assets:	53,455	-	-	-	53,435
25	Physical traded commodities, including gold	-	-	-	-	-
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	-	-	-	-	-
27	NSFR derivative assets	-	-	-	-	-
28	NSFR derivative liabilities before deduction of variation margin posted	-	-	-	-	-
29	All other assets not included in the above categories	53,455	-	-	-	53,435
30	Off balance sheet items	31,960	-	-	-	1,598
31	Total RSF	-	-	-	-	330,449
32	NSFR (%)	-	-	-	-	171%



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Leverage Ratio

Report date: 31-March-2025

Currency: US\$'000

Total Exposure - On-Balance Sheet (All unweighted)	1,407,261
Total Off Balance Sheet items - with relevent Credit Conversion	6,392
Total Exposure (On & Off Balance Sheet)	1,413,653
Tier One Capital	368,611
Leverage Ratio	26.08%

Formula: Tier One Capital / Total Exposure (On & Off Balance Sheet)