

اليوباف
alubaf

بنك اليوباف العربي الدولي ش.م.ب (م)
Alubaf Arab International Bank B.S.C(c)



Leverage & Liquidity Disclosures
as at 30 June 2020

Net Stable Funding Ratio

The Bank is subjected to the Basel III NSFR standards from December 2019 and is required to maintain NSFR of at least 100% on an on-going basis.

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

The Available Stable Funding (ASF) figure is measured according to the relative stability of funding, based on their duration and behavioural characteristics of funding sources. For instance, capital and deposits from retail household sources are considered more stable than wholesale funding. Moreover, long-term funding is generally assigned higher stability weights relative to short-term funding.

The Required Stable Funding (RSF) figure is measured based on the liquidity, quality and tenor of assets and contingent exposures. Generally, short-term lending and highly-liquid assets require lower levels of stable funding to support.

Alubaf NSFR was well above the regulatory requirement and stood at 140% as at 30 June 2020. The main drivers for a robust Available stable funding of USD 370.4 million, was a sizeable capital base of about 87.5% and the remaining funds constituted funding from non-financial corporate customers and deposits from financial institutions.

Required stable funding of USD 265.1 million, primarily constituted High quality liquid assets of about 41.6% , that comprised of government debt issuances and other high rated Corporate bonds. Remaining required stable funding comprised of performing loans to financial and non-financial institutions and deposit placements with good rated Banks.

Liquidity Coverage Ratio

The Bank is subjected to the Basel III NSFR standards from June 2019 and is required to maintain LCR of at least 100% on a daily basis.

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 30 June 2020, the Bank's simple Average Liquidity coverage ratio (LCR) was 786% (Q1 2020: 705%), which is well above the required level.



Liquidity Quarterly ratio (LCR)

Currency:US\$'000

	Total unweighted value (average)	Total weighted value (average)
High-quality liquid assets		
1. Total HQLA		466,381
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)	253,888	202,607
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	-	-
13. Credit and liquidity facilities	-	-
14. Other contractual funding obligations	-	-
15. Other contingent funding obligations	767,245	38,362
16. Total Cash Outflows		240,969
Cash inflows		
17. Secured lending (eg reverse repos)	-	-
18. Inflows from fully performing exposures		
19. Other cash inflows	253,260	250,049
20. Total Cash Inflows	253,260	250,049
		Total adjusted value
21. Total HQLA		466,381
22. Total net cash outflows		62,850
23. Liquidity Coverage Ratio (%)		786%



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

Leverage Ratio

Report date: 30-June-20
Currency:US\$'000

Total Exposure	1,117,938
Total Off Balance Sheet items - with relevent Credit	16,803
Formula: Tier One Capital / Total Exposure (On & Off	
Tier One Capital	318,224
Total Exposure (On & Off Balance Sheet)	1,134,741
Leverage Ratio	28.04%



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:	324,140	-	-	-	324,140
2	Regulatory Capital	324,140	-	-	-	324,140
3	Other Capital Instruments	-	-	-	-	-
4	Retail deposits and deposits from small business customers:	-	-	-	-	-
5	Stable Deposits:	-	-	-	-	-
6	Less stable deposits:	-	-	-	-	-
7	Wholesale funding:	-	792,661	11,247	-	46,213
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	792,661	11,247	-	46,213
10	Other liabilities:	-	9,360	-	-	-
11	NSFR derivative liabilities	-	-	-	-	-
12	All other liabilities not included in the above categories	-	9,360	-	-	-
13	Total ASF					370,353
Required Stable Funding (RSF)						
14	Total NSFR high-quality liquid assets (HQLA)					34,937
15	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
16	Performing loans and securities:	-	428,392	6,010	161,139	210,284
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	-	416,915	-	13,575	76,112
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:	-	11,477	1,246	61,777	58,872
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	-	-	4,764	85,787	75,300
24	Other assets:	15,705	-	-	-	15,705
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	15,705	-	-	-	15,705
30	OBS items	-	83,838	-	-	4,192
31	Total RSF					265,118
32	NSFR (%)					140%