

اليوباف
alubaf

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



**Leverage & Liquidity Disclosures
as at 30 September 2021**

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

30 September 2021

Overview

Liquidity Coverage Ratio

Alubaf Arab International Bank (the "Bank") is subject to the Basel III liquidity ratios requirement, as stipulated by the regulator Central Bank of Bahrain (the "CBB") , whereby the Bank is required to maintain a minimum of 100%(currently revised to 80%, due to COVID-19 measures) Liquidity Coverage ratio ("LCR") and Net Stable Funding ratio ("NSFR").

The main objective of the 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 September 2021, the Group's simple average of daily LCR was 384% (30 June 2021: 353%), which is well above the required level.

Net Stable Funding Ratio

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 Bank's NSFR is well above the regulatory requirement and stood at 143% as at 30 September 2021 (31 December 2020: 177%). The main drivers for robust Available Stable Funding ("ASF") is its sizeable capital base, which contributes about 75% (31 December 2020: 69%) of total ASF and the remaining 25% (31 December 2020: 31%) 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 50% (31 December 2020: 50%) of total RSF. High quality liquid assets (that comprised mainly of Bahrain government securities and other highly rated debt issuances) accounted for about 11% (31 December 2020: 11%) of the total RSF, while non-HQLA securities accounted for 33% (31 December 2020: 33%) of the total RSF.



	Total unweighted value (average)	Total weighted value (average)
High-quality liquid assets		
1. Total HQLA		501,290
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	-	-
7. Non-operational deposits (all counterparties)	453,655	422,477
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	697,636	34,882
16. Total Cash Outflows		457,359
Cash inflows		
17. Secured lending (eg reverse repos)	-	-
18. Inflows from fully performing exposures		
19. Other cash inflows	323,060	322,732
20. Total Cash Inflows	323,060	322,732
		Total adjusted value
21. Total HQLA		501,290
22. Total net cash outflows		130,544
23. Liquidity Coverage Ratio (%)		384%



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:	330,954	-	-	-	330,954
2	Regulatory Capital	330,954	-	-	-	330,954
3	Other Capital Instruments	-	-	-	-	-
4	Retail deposits and deposits from small business customers:	-	-	-	-	-
5	Stable Deposits:	-	-	-	-	-
6	Less stable deposits:	-	-	-	-	-
7	Wholesale funding:	-	692,819	182,182	-	110,525
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	692,819	182,182	-	110,525
10	Other liabilities:	-	9,991	-	-	-
11	NSFR derivative liabilities	-	-	-	-	-
12	All other liabilities not included in the above categories	-	9,991	-	-	-
13	Total ASF					441,479
Required Stable Funding (RSF)						
14	Total NSFR high-quality liquid assets (HQLA)					33,798
15	Deposits held at other financial institutions for operational purposes	-	-	-	-	-
16	Performing loans and securities:	-	468,231	5,683	319,293	357,426
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	-	441,173	3,476	23,203	91,117
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:	-	16,970	2,207	62,330	62,569
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:	-	5,044	-	116,880	101,870
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	-	5,044	-	116,880	101,870
24	Other assets:	14,659	-	-	-	14,659
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	14,659	-	-	-	14,659
30	OBS items	-	88,999	-	-	4,449
31	Total RSF					308,463
32	NSFR (%)					143%



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

Leverage Ratio

Report date: 30-September-21
Currency: US\$'000

Total Exposure - On-Balance Sheet (All unweighted)	1,202,320
Total Off Balance Sheet items - with relevant Credit Conversion	19,539
Total Exposure (On & Off Balance Sheet)	1,221,859
Tier One Capital	325,037
Leverage Ratio	26.60%

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