

**اليوباف**  
**alubaf**

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



**Leverage & Liquidity Disclosures**  
**as at 31 December 2020**

### ***Liquidity Coverage Ratio***

The Bank 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% (currently revised to 80%, due to COVID-19 measures) 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 December 2020, the Bank's simple Average Liquidity coverage ratio (LCR) was 664% (Q3 2020: 932%), 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 was well above the regulatory requirement and stood at 177% as at 31 December 2020 (31 December 2019 : 196%). The main drivers for robust Available Stable Funding (ASF) is its sizeable capital base, which contributes about 69% of total ASF and the remaining 31% of ASF constituted funding from non-financial corporate customers and deposits from financial institutions. Required Stable Funding (RSF), primarily comprised of short term deposit placements with Banks and other performing loans, which constituted about 49.5% of total RSF. High quality liquid assets (that comprised mainly of Bahrain government securities and other highly rated debt issuances) accounted for about 11.2% of the total RSF, while non-HQLA securities accounted for 33.2% of the total RSF.



Liquidity Quarterly ratio (LCR)

Currency:US\$'000

	Total unweighted value (average)	Total weighted value (average)
<b>High-quality liquid assets</b>		
1. Total HQLA		508,965
<b>Cash outflows</b>		
<b>2. Retail deposits and deposits from small business customers, of which:</b>		
3. Stable deposits	-	-
4. Less stable deposits	-	-
<b>5. Unsecured wholesale funding, of which:</b>		
6. Operational deposits (all counterparties) and deposits in networks of cooperative banks	-	-
7. Non-operational deposits (all counterparties)	351,706	302,409
8. Unsecured debt	-	-
<b>9. Secured wholesale funding</b>		
<b>10. Additional requirements, of which:</b>		
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	733,901	36,695
<b>16. Total Cash Outflows</b>		<b>339,104</b>
<b>Cash inflows</b>		
17. Secured lending (eg reverse repos)	-	-
18. Inflows from fully performing exposures		
19. Other cash inflows	285,835	284,735
<b>20. Total Cash Inflows</b>	<b>285,835</b>	<b>284,735</b>
		<b>Total adjusted value</b>
<b>21. Total HQLA</b>		<b>508,965</b>
<b>22. Total net cash outflows</b>		<b>128,111</b>
<b>23. Liquidity Coverage Ratio (%)</b>		<b>664%</b>



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

Leverage Ratio

Report date: 31-Dec-20

Currency: US\$'000

<b>Total Exposure On-Balance Sheet (All unweighted)</b>	<b>1,141,011</b>
<b>Total Off Balance Sheet items - with relevant Credit Conversion Factors</b>	<b>10,272</b>
Formula: Tier One Capital / Total Exposure (On & Off Balance Sheet)	
Tier One Capital	<b>333,361</b>
Total Exposure (On & Off Balance Sheet)	<b>1,141,011</b>
<b>Leverage Ratio</b>	<b>29.22%</b>



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	
<b>Available Stable Funding (ASF)</b>						
1	<b>Capital:</b>	339,278	-	-	-	339,278
2	Regulatory Capital	339,278	-	-	-	339,278
3	Other Capital Instruments	-	-	-	-	-
4	<b>Retail deposits and deposits from small business customers:</b>	-	-	-	-	-
5	Stable Deposits:	-	-	-	-	-
6	Less stable deposits:	-	-	-	-	-
7	<b>Wholesale funding:</b>	-	568,146	231,757	-	152,255
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	568,146	231,757	-	152,255
10	<b>Other liabilities:</b>	-	10,945	-	-	-
11	NSFR derivative liabilities	-	-	-	-	-
12	All other liabilities not included in the above categories	-	10,945	-	-	-
13	<b>Total ASF</b>					<b>491,533</b>
<b>Required Stable Funding (RSF)</b>						
14	<b>Total NSFR high-quality liquid assets (HQLA)</b>					<b>30,991</b>
15	<b>Deposits held at other financial institutions for operational purposes</b>	-	-	-	-	-
16	<b>Performing loans and securities:</b>	-	531,815	14,844	270,681	321,211
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	-	520,563	13,913	-	85,041
19	<b>Performing loans to non- financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:</b>	-	1,246	931	60,223	52,278
20	With a risk weight of less than or equal to 35% as per the CBB Capital Adequacy Ratio guidelines	-	-	-	-	-
21	<b>Performing residential mortgages, of which:</b>	-	5,003	-	105,229	91,946
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	-	5,003	-	105,229	91,946
24	<b>Other assets:</b>	14,490	-	-	-	14,490
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	14,490	-	-	-	14,490
30	<b>OBS items</b>	-	51,183	-	-	2,559
31	<b>Total RSF</b>					<b>277,306</b>
32	<b>NSFR (%)</b>					<b>177%</b>