

Financial Soundness Indicators (Core FSIs) - UAE Banking Sector *

Core FSIs for Deposit Takers		2022Q1	2022Q2	2022Q3	2022Q4	2023Q1	2023Q2	2023Q3	2023Q4 **	2024Q1	2024Q2	2024Q3	2024Q4 ***
Regulatory capital to risk-weighted assets ¹	%	17.1	16.9	17.5	17.4	17.8	18.2	18.5	17.9	18.0	18.3	18.6	17.8
Total regulatory capital	AED Million	427,283	434,767	448,880	446,355	464,591	483,432	503,389	503,860	519,577	543,253	577,088	558,827
Risk-weighted assets	AED Million	2,491,796	2,572,966	2,571,684	2,567,353	2,609,137	2,652,786	2,715,025	2,811,326	2,889,295	2,973,107	3,098,545	3,135,580
Tier 1 capital to risk-weighted assets ¹	%	16.0	15.8	16.3	16.2	16.6	17.0	17.4	16.6	16.7	17.0	17.2	16.4
Tier 1 capital	AED Million	399,091	405,763	419,848	415,565	433,451	451,911	471,125	466,821	481,936	504,778	531,594	514,282
Risk-weighted assets	AED Million	2,491,796	2,572,966	2,571,684	2,567,353	2,609,137	2,652,786	2,715,025	2,811,326	2,889,295	2,973,107	3,098,545	3,135,580
Nonperforming loans net of provisions to capital	%	12.6	12.6	12.3	11.7	11.0	10.2	9.9	9.1	8.6	8.2	8.1	7.4
Nonperforming loans net of provisions	AED Million	54,014	54,858	55,230	52,302	51,245	49,551	49,694	46,044	44,547	44,472	46,918	41,162
Total regulatory capital	AED Million	427,283	434,767	448,880	446,355	464,591	483,432	503,389	503,860	519,577	543,253	577,088	558,827
Common Equity Tier 1 capital to risk-weighted assets ¹	%	14.2	14.0	14.5	14.4	14.8	15.3	15.6	14.9	15.0	15.3	15.5	14.8
Common Equity Tier 1 capital	AED Million	354,404	361,076	374,059	369,776	387,113	405,573	424,788	417,729	432,787	453,768	479,569	462,711
Risk-weighted assets	AED Million	2,491,796	2,572,966	2,571,684	2,567,353	2,609,137	2,652,786	2,715,025	2,811,326	2,889,295	2,973,107	3,098,545	3,135,580
Tier 1 capital to assets	%	12.0	11.8	11.7	11.3	11.5	11.7	11.9	11.5	11.3	11.7	12.1	11.3
Tier 1 capital	AED Million	399,091	405,763	419,848	415,565	433,451	451,911	471,125	466,821	481,936	504,778	531,594	514,282
Total assets	AED Million	3,336,354	3,449,173	3,583,013	3,667,611	3,764,720	3,873,060	3,951,887	4,071,099	4,254,514	4,310,154	4,401,679	4,560,037
Nonperforming loans to total gross loans	%	7.1	6.9	6.8	6.6	6.4	6.2	5.9	5.3	5.0	4.8	4.7	4.1
Nonperforming loans ²	AED Million	138,936	138,417	138,130	133,819	132,582	131,188	128,656	116,334	113,291	110,824	111,041	99,808
Total gross loans ³	AED Million	1,961,878	1,999,252	2,027,240	2,042,056	2,066,900	2,123,953	2,173,269	2,191,563	2,261,336	2,310,093	2,382,802	2,412,425
Provisions to nonperforming loans	%	61.1	60.4	60.0	60.9	61.3	62.2	61.4	60.4	60.7	59.9	57.7	58.8
Specific provisions ⁴	AED Million	84,922	83,558	82,900	81,517	81,337	81,637	78,961	70,290	68,744	66,352	64,122	58,646
Nonperforming loans	AED Million	138,936	138,417	138,130	133,819	132,582	131,188	128,656	116,334	113,291	110,824	111,041	99,808
Return on assets	%	1.3	1.4	1.4	1.5	1.6	1.8	1.9	2.0	2.0	2.1	2.1	2.2
Net income before taxes ⁵	AED Million	42,111	44,377	46,823	48,785	54,970	63,252	71,023	76,126	78,216	84,422	87,927	91,287
Total assets ⁶	AED Million	3,127,389	3,182,074	3,253,771	3,338,972	3,438,018	3,547,105	3,644,683	3,742,982	3,860,742	3,977,451	4,096,218	4,219,447
Return on equity	%	9.4	9.8	10.2	10.5	11.6	13.0	14.2	14.8	14.4	14.8	14.7	14.7
Net income after taxes ⁵	AED Million	41,131	43,374	45,518	47,475	53,453	61,294	68,775	73,728	73,804	78,078	79,533	81,492
Capital ⁷	AED Million	437,645	441,093	446,460	452,997	461,045	471,815	484,845	499,626	513,405	526,087	539,839	554,055
Interest margin to gross income	%	60.4	64.1	66.3	68.2	73.5	72.7	72.9	72.6	74.7	72.2	70.7	69.8
Interest margin	AED Million	14,018	29,740	47,787	69,284	23,699	47,261	71,910	97,771	26,179	51,996	77,665	104,061
Gross income	AED Million	23,217	46,411	72,129	101,582	32,240	64,977	98,697	134,658	35,064	72,048	109,911	149,130
Noninterest expenses to gross income	%	35.0	35.9	36.8	36.6	30.0	30.6	30.7	31.9	31.2	30.8	30.8	31.5
Noninterest expenses	AED Million	8,134	16,661	26,555	37,210	9,677	19,861	30,251	42,921	10,924	22,160	33,812	46,947
Gross income	AED Million	23,217	46,411	72,129	101,582	32,240	64,977	98,697	134,658	35,064	72,048	109,911	149,130
Liquid assets to total assets ⁸	%	15.9	15.2	14.6	16.1	16.7	17.6	17.5	18.6	18.8	18.9	19.2	18.2
Liquid assets	AED Million	518,554	511,640	509,614	576,289	613,809	666,598	677,281	743,950	786,645	801,526	832,075	817,030
Total assets	AED Million	3,251,432	3,365,615	3,500,113	3,586,094	3,683,383	3,791,424	3,872,926	4,000,809	4,185,770	4,243,802	4,337,556	4,501,391
Liquid assets to short-term liabilities	%	35.1	34.1	33.6	37.7	39.2	40.8	40.7	43.6	44.0	44.0	45.2	41.7
Liquid assets	AED Million	518,554	511,640	509,614	576,289	613,809	666,598	677,281	743,950	786,645	801,526	832,075	817,030
Short-term liabilities	AED Million	1,476,138	1,499,649	1,515,704	1,527,345	1,565,431	1,633,450	1,663,471	1,708,018	1,787,790	1,819,695	1,839,816	1,957,909
Liquidity coverage ratio	%	128.4	136.3	154.6	155.9	154.7	162.5	150.9	160.9	157.7	158.3	153.2	156.0
High-quality liquid assets	AED Million	608,099	646,832	706,221	707,881	785,297	762,507	782,690	814,738	882,767	804,568	845,265	854,258
Total net cash outflows	AED Million	473,725	474,567	456,720	454,200	507,660	469,336	518,800	506,336	559,664	508,268	551,896	547,662
Net stable funding ratio	%	108.0	109.4	111.8	111.1	112.7	114.4	111.7	111.6	113.6	113.7	112.3	113.8
Available amount of stable funding	AED Million	1,539,677	1,599,583	1,652,985	1,677,807	1,736,132	1,783,447	1,807,653	1,851,212	1,939,863	1,963,284	2,023,123	2,083,334
Required amount of stable funding	AED Million	1,425,448	1,462,368	1,478,383	1,509,927	1,541,008	1,558,744	1,618,821	1,659,279	1,706,941	1,727,101	1,800,838	1,830,791
Net open position in foreign exchange to capital	%	35.4	38.9	33.6	34.6	38.6	36.4	39.3	44.1	43.1	41.9	34.3	50.4
Net open position in foreign exchange ⁹	AED Million	151,466	168,945	150,849	154,415	179,398	176,162	197,949	222,123	223,900	227,569	197,949	281,696
Total regulatory capital	AED Million	427,283	434,767	448,880	446,355	464,591	483,432	503,389	503,860	519,577	543,253	577,088	558,827

* Financial Soundness Indicator data variables are calculated in compliance with the latest Financial Soundness Indicators Compilation Guide (2019 FSI Guide) issued by the IMF.

** Revised to account for year end amendments.

*** Preliminary data subject to revision

¹ Regulatory Capital Ratio, Tier 1 Capital Ratio, and CET 1 Capital Ratio for the period starting from Dec 2017 are calculated according to the Basel III Capital Guidelines issued by Central Bank of the UAE. Whereas for the period prior to Dec 2017 are following Basel II Capital Guidelines.

² NPLs are net off Interest In Suspense.

³ Gross loans includes loans to Other Depository Corporations (Banks).

⁴ Provisions for stage 3 loans and advances.

⁵ Net Income is for the trailing 12 months using monthly figures.

⁶ Total Assets is calculated based on the average assets net of provisions for the trailing 12 months using monthly figures.

⁷ Capital is calculated based on the average capital for the trailing 12 months using monthly figures.

⁸ Liquid Assets Consist of Eligible Liquid Assets - Cash in Hand, Banks' Liquid Assets at the Central Bank (Reserve Account, Current Account and Monetary Bills & Certificate of Deposits)and Eligible Bonds

⁹ The U.S. Dollar, which the U.A.E. Dirham is pegged for, is included in the foreign currencies accounted for in the calculation of the net open position.