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

Core FSIs for Deposit Takers		2022Q4	2023Q1	2023Q2	2023Q3	2023Q4 **	2024Q1	2024Q2	2024Q3 ***
Regulatory capital to risk-weighted assets [1]	%	**17.4**	**17.8**	**18.2**	**18.5**	**17.9**	**18.0**	**18.3**	**18.6**
Total regulatory capital	AED Million	446,355	464,591	483,432	503,389	503,860	519,577	543,253	577,088
Risk-weighted assets	AED Million	2,567,353	2,609,137	2,652,786	2,715,025	2,811,326	2,889,295	2,973,107	3,098,545
Tier 1 capital to risk-weighted assets [1]	%	**16.2**	**16.6**	**17.0**	**17.4**	**16.6**	**16.7**	**17.0**	**17.2**
Tier 1 capital	AED Million	415,565	433,451	451,911	471,125	466,821	481,936	504,778	531,594
Risk-weighted assets	AED Million	2,567,353	2,609,137	2,652,786	2,715,025	2,811,326	2,889,295	2,973,107	3,098,545
Nonperforming loans net of provisions to capital	%	**11.7**	**11.0**	**10.2**	**9.9**	**9.1**	**8.6**	**8.2**	**8.1**
Nonperforming loans net of provisions	AED Million	52,302	51,245	49,551	49,694	46,044	44,547	44,472	46,918
Total regulatory capital	AED Million	446,355	464,591	483,432	503,389	503,860	519,577	543,253	577,088
Common Equity Tier 1 capital to risk-weighted assets [1]	%	**14.4**	**14.8**	**15.3**	**15.6**	**14.9**	**15.0**	**15.3**	**15.5**
Common Equity Tier 1 capital	AED Million	369,776	387,113	405,573	424,788	417,729	432,787	453,768	479,569
Risk-weighted assets	AED Million	2,567,353	2,609,137	2,652,786	2,715,025	2,811,326	2,889,295	2,973,107	3,098,545
Tier 1 capital to assets	%	**11.3**	**11.5**	**11.7**	**11.9**	**11.5**	**11.3**	**11.7**	**12.1**
Tier 1 capital	AED Million	415,565	433,451	451,911	471,125	466,821	481,936	504,778	531,594
Total assets	AED Million	3,667,611	3,764,720	3,873,060	3,951,887	4,071,099	4,254,514	4,310,154	4,401,679
Nonperforming loans to total gross loans	%	**6.6**	**6.4**	**6.2**	**5.9**	**5.3**	**5.0**	**4.8**	**4.7**
Nonperforming loans [2]	AED Million	133,819	132,582	131,188	128,656	116,334	113,291	110,824	111,041
Total gross loans [3]	AED Million	2,042,056	2,066,900	2,123,953	2,173,269	2,191,563	2,261,336	2,310,093	2,382,802
Provisions to nonperforming loans	%	**60.9**	**61.3**	**62.2**	**61.4**	**60.4**	**60.7**	**59.9**	**57.7**
Specific provisions [4]	AED Million	81,517	81,337	81,637	78,961	70,290	68,744	66,352	64,122
Nonperforming loans	AED Million	133,819	132,582	131,188	128,656	116,334	113,291	110,824	111,041
Return on assets	%	**1.5**	**1.6**	**1.8**	**1.9**	**2.0**	**2.0**	**2.1**	**2.1**
Net income before taxes [5]	AED Million	48,785	54,970	63,252	71,023	76,126	78,216	84,422	87,927
Total assets [6]	AED Million	3,338,972	3,438,018	3,547,105	3,644,683	3,742,982	3,860,742	3,977,451	4,096,218
Return on equity	%	**10.5**	**11.6**	**13.0**	**14.2**	**14.8**	**14.4**	**14.8**	**14.7**
Net income after taxes [5]	AED Million	47,475	53,453	61,294	68,775	73,728	73,804	78,078	79,533
Capital [7]	AED Million	452,997	461,045	471,815	484,845	499,626	513,405	526,087	539,839
Interest margin to gross income	%	**68.2**	**73.5**	**72.7**	**72.9**	**72.6**	**74.7**	**72.2**	**70.7**
Interest margin	AED Million	69,284	23,699	47,261	71,910	97,771	26,179	51,996	77,665
Gross income	AED Million	101,582	32,240	64,977	98,697	134,658	35,064	72,048	109,911
Noninterest expenses to gross income	%	**36.6**	**30.0**	**30.6**	**30.7**	**31.9**	**31.2**	**30.8**	**30.8**
Noninterest expenses	AED Million	37,210	9,677	19,861	30,251	42,921	10,924	22,160	33,812
Gross income	AED Million	101,582	32,240	64,977	98,697	134,658	35,064	72,048	109,911
Liquid assets to total assets [8]	%	**14.6**	**15.1**	**16.1**	**16.1**	**17.2**	**17.3**	**17.5**	**17.9**
Liquid assets*	AED Million	523,371	557,005	610,655	623,797	688,034	726,114	744,188	777,537
Total assets	AED Million	3,586,094	3,683,383	3,791,424	3,872,926	4,000,809	4,185,770	4,243,802	4,337,556
Liquid assets to short-term liabilities	%	**34.3**	**35.6**	**37.4**	**37.5**	**40.3**	**40.6**	**40.9**	**42.3**
Liquid assets*	AED Million	523,371	557,005	610,655	623,797	688,034	726,114	744,188	777,537
Short-term liabilities	AED Million	1,527,345	1,565,431	1,633,450	1,663,471	1,708,018	1,787,790	1,819,695	1,839,816
Liquidity coverage ratio	%	**155.9**	**154.7**	**162.5**	**150.9**	**160.9**	**157.7**	**158.3**	**153.2**
High-quality liquid assets	AED Million	707,881	785,297	762,507	782,690	814,738	882,767	804,568	845,265
Total net cash outflows	AED Million	454,200	507,660	469,336	518,800	506,336	559,664	508,268	551,896
Net stable funding ratio	%	**111.1**	**112.7**	**114.4**	**111.7**	**111.6**	**113.6**	**113.7**	**112.3**
Available amount of stable funding	AED Million	1,677,807	1,736,132	1,783,447	1,807,653	1,851,212	1,939,863	1,963,284	2,023,123
Required amount of stable funding	AED Million	1,509,927	1,541,008	1,558,744	1,618,821	1,659,279	1,706,941	1,727,101	1,800,838
Net open position in foreign exchange to capital	%	**34.6**	**38.6**	**36.4**	**39.3**	**44.1**	**43.1**	**41.9**	**34.3**
Net open position in foreign exchange [9]	AED Million	154,415	179,398	176,162	197,949	222,123	223,900	227,569	197,949
Total regulatory capital	AED Million	446,355	464,591	483,432	503,389	503,860	519,577	543,253	577,088

* 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] Specific Provisions against impaired loans & advances excludes Interest In Suspense.

[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 Dep

[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.

* updated due to change in Liquid Assets aggregation methodology for the above table and change being applied retrospectively to ensure reporting consistencies