

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

| <b>Core FSIs for Deposit Takers</b>                                      |             | 2013Q4    | 2014Q4    | 2015Q4    | 2016Q4    | 2017Q4    | 2018Q4    | 2019Q4    | 2020Q1    | 2020Q2    | 2020Q3    | 2020Q4    | 2021Q1    | 2021Q2    | 2021Q3    | 2021Q4    | 2022Q1    | 2022Q2    | 2022Q3    | 2022Q4    |
|--|-------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| <b>Regulatory capital to risk-weighted assets <sup>1</sup></b>           | %           | 19.3      | 18.1      | 18.3      | 18.9      | 18.1      | 17.5      | 17.7      | 16.9      | 17.6      | 18.0      | 18.1      | 17.9      | 17.5      | 17.7      | 17.1      | 17.1      | 16.9      | 17.5      | 17.3      |
| Total regulatory capital   | AED Million | 303,031   | 322,002   | 352,340   | 376,726   | 378,295   | 376,960   | 411,081   | 405,430   | 417,914   | 425,105   | 419,474   | 414,977   | 424,026   | 432,349   | 420,636   | 427,283   | 434,767   | 448,880   | 444,989   |
| Risk-weighted assets   | AED Million | 1,573,049 | 1,777,774 | 1,925,291 | 1,992,606 | 2,090,390 | 2,148,537 | 2,323,347 | 2,393,851 | 2,373,933 | 2,358,267 | 2,311,853 | 2,321,231 | 2,421,713 | 2,448,583 | 2,456,246 | 2,491,796 | 2,572,966 | 2,571,684 | 2,567,088 |
| <b>Tier 1 capital to risk-weighted assets <sup>1</sup></b>               | %           | 16.9      | 16.2      | 16.5      | 17.3      | 16.6      | 16.2      | 16.5      | 15.8      | 16.4      | 16.9      | 17.0      | 16.7      | 16.4      | 16.5      | 16.0      | 16.0      | 15.8      | 16.3      | 16.1      |
| Tier 1 capital   | AED Million | 266,365   | 288,534   | 318,551   | 343,730   | 346,725   | 348,843   | 383,212   | 377,141   | 389,825   | 397,378   | 392,512   | 388,080   | 396,114   | 404,613   | 392,833   | 399,091   | 405,763   | 419,848   | 414,188   |
| Risk-weighted assets   | AED Million | 1,573,049 | 1,777,774 | 1,925,291 | 1,992,606 | 2,090,390 | 2,148,537 | 2,323,347 | 2,393,851 | 2,373,933 | 2,358,267 | 2,311,853 | 2,321,231 | 2,421,713 | 2,448,583 | 2,456,246 | 2,491,796 | 2,572,966 | 2,571,684 | 2,567,088 |
| <b>Nonperforming loans net of provisions to capital</b>                  | %           | 9.6       | 7.2       | 5.2       | 5.1       | 6.1       | 7.2       | 10.2      | 11.5      | 13.3      | 13.6      | 14.0      | 13.7      | 13.1      | 12.9      | 12.8      | 12.6      | 12.6      | 12.3      | 11.3      |
| Nonperforming loans net of provisions                                    | AED Million | 28,944    | 23,276    | 18,213    | 19,388    | 22,929    | 27,187    | 41,881    | 46,559    | 55,622    | 57,689    | 58,814    | 56,962    | 55,573    | 55,908    | 53,902    | 54,014    | 54,858    | 55,230    | 50,368    |
| Total regulatory capital   | AED Million | 303,031   | 322,002   | 352,340   | 376,726   | 378,295   | 376,960   | 411,081   | 405,430   | 417,914   | 425,105   | 419,474   | 414,977   | 424,026   | 432,349   | 420,636   | 427,283   | 434,767   | 448,880   | 444,989   |
| <b>Common Equity Tier 1 capital to risk-weighted assets <sup>1</sup></b> | %           | 15.0      | 14.3      | 14.4      | 15.1      | 14.8      | 14.3      | 14.7      | 13.9      | 14.7      | 15.1      | 14.8      | 14.7      | 14.5      | 14.7      | 14.2      | 14.2      | 14.0      | 14.5      | 14.4      |
| Common Equity Tier 1 capital   | AED Million | 236,197   | 254,404   | 276,983   | 300,362   | 310,135   | 306,794   | 340,750   | 333,573   | 349,131   | 355,447   | 342,901   | 342,142   | 351,427   | 359,926   | 348,146   | 354,404   | 361,076   | 374,059   | 368,399   |
| Risk-weighted assets   | AED Million | 1,573,049 | 1,777,774 | 1,925,291 | 1,992,606 | 2,090,390 | 2,148,537 | 2,323,347 | 2,393,851 | 2,373,933 | 2,358,267 | 2,311,853 | 2,321,231 | 2,421,713 | 2,448,583 | 2,456,246 | 2,491,796 | 2,572,966 | 2,571,684 | 2,567,088 |
| <b>Tier 1 capital to assets</b>  | %           | 12.5      | 12.5      | 12.9      | 13.2      | 12.9      | 12.2      | 12.4      | 12.1      | 12.2      | 12.2      | 12.3      | 12.2      | 12.3      | 12.5      | 11.8      | 12.0      | 11.8      | 11.7      | 11.3      |
| Tier 1 capital   | AED Million | 266,365   | 288,534   | 318,551   | 343,730   | 346,725   | 348,843   | 383,212   | 377,141   | 389,825   | 397,378   | 392,512   | 388,080   | 396,114   | 404,613   | 392,833   | 399,091   | 405,763   | 419,848   | 414,188   |
| Total assets   | AED Million | 2,124,061 | 2,304,869 | 2,478,226 | 2,613,611 | 2,693,810 | 2,868,516 | 3,082,935 | 3,127,908 | 3,190,154 | 3,252,485 | 3,189,034 | 3,175,850 | 3,208,761 | 3,247,128 | 3,321,754 | 3,336,354 | 3,449,173 | 3,583,013 | 3,669,678 |
| <b>Nonperforming loans to total gross loans</b>                          | %           | 5.9       | 5.3       | 4.7       | 4.8       | 5.0       | 5.3       | 6.0       | 6.5       | 7.0       | 7.2       | 7.6       | 7.6       | 7.6       | 7.5       | 7.3       | 7.1       | 6.9       | 6.8       | 6.4       |
| Nonperforming loans <sup>2</sup>   | AED Million | 83,301    | 76,582    | 73,695    | 78,771    | 82,425    | 91,444    | 111,651   | 120,584   | 130,957   | 136,570   | 142,396   | 141,999   | 142,276   | 141,098   | 139,618   | 138,936   | 138,417   | 138,130   | 130,484   |
| Total gross loans <sup>3</sup>   | AED Million | 1,423,390 | 1,441,641 | 1,552,715 | 1,641,968 | 1,649,476 | 1,739,634 | 1,852,554 | 1,859,138 | 1,879,421 | 1,901,764 | 1,880,694 | 1,862,471 | 1,879,681 | 1,892,467 | 1,916,002 | 1,961,878 | 1,999,252 | 2,027,240 | 2,042,173 |
| <b>Provisions to nonperforming loans</b>                                 | %           | 65.3      | 69.6      | 75.3      | 75.4      | 72.2      | 70.3      | 62.5      | 61.4      | 57.5      | 57.8      | 58.7      | 59.9      | 60.9      | 60.4      | 61.4      | 61.1      | 60.4      | 60.0      | 61.4      |
| Specific provisions <sup>4</sup>   | AED Million | 54,357    | 53,306    | 55,482    | 59,383    | 59,496    | 64,257    | 69,770    | 74,025    | 75,335    | 78,881    | 83,582    | 85,037    | 86,703    | 85,190    | 85,716    | 84,922    | 83,558    | 82,900    | 80,116    |
| Nonperforming loans  | AED Million | 83,301    | 76,582    | 73,695    | 78,771    | 82,425    | 91,444    | 111,651   | 120,584   | 130,957   | 136,570   | 142,396   | 141,999   | 142,276   | 141,098   | 139,618   | 138,936   | 138,417   | 138,130   | 130,484   |
| <b>Return on assets</b>  | %           | 1.7       | 1.9       | 1.6       | 1.4       | 1.5       | 1.5       | 1.6       | 0.9       | 0.8       | 0.8       | 0.7       | 0.9       | 1.0       | 1.1       | 1.2       | 1.3       | 1.4       | 1.4       | 1.5       |
| Net income before taxes <sup>5</sup>                                     | AED Million | 32,918    | 40,981    | 37,813    | 35,618    | 38,594    | 41,909    | 45,846    | 27,060    | 25,840    | 24,615    | 20,687    | 27,004    | 30,962    | 33,856    | 36,526    | 42,111    | 44,377    | 46,823    | 49,893    |
| Total assets <sup>6</sup>  | AED Million | 1,931,756 | 2,181,381 | 2,346,653 | 2,472,812 | 2,590,651 | 2,711,031 | 2,897,809 | 3,033,525 | 3,060,623 | 3,088,868 | 3,092,185 | 3,098,132 | 3,106,107 | 3,120,065 | 3,099,992 | 3,127,389 | 3,182,074 | 3,253,771 | 3,339,247 |
| <b>Return on equity</b>  | %           | 10.9      | 14.0      | 11.9      | 10.5      | 10.6      | 10.8      | 11.0      | 6.3       | 5.9       | 5.7       | 4.7       | 6.1       | 7.0       | 7.7       | 8.2       | 9.4       | 9.8       | 10.2      | 10.7      |
| Net income after taxes <sup>5</sup>                                      | AED Million | 31,649    | 39,397    | 36,982    | 34,861    | 37,873    | 40,998    | 45,320    | 26,712    | 25,118    | 24,292    | 20,351    | 26,384    | 30,222    | 33,231    | 35,688    | 41,131    | 43,374    | 45,518    | 48,599    |
| Capital <sup>7</sup>   | AED Million | 289,488   | 281,976   | 309,773   | 331,912   | 357,463   | 380,957   | 410,824   | 423,564   | 423,242   | 425,125   | 428,487   | 432,971   | 431,722   | 433,390   | 435,724   | 437,645   | 441,093   | 446,460   | 453,085   |
| <b>Interest margin to gross income</b>                                   | %           | 70.2      | 68.2      | 69.6      | 68.9      | 66.5      | 71.5      | 67.9      | 68.0      | 67.3      | 67.6      | 68.5      | 65.5      | 64.5      | 63.6      | 62.7      | 60.4      | 64.1      | 66.3      | 67.8      |
| Interest margin  | AED Million | 53,338    | 58,956    | 61,763    | 60,964    | 61,385    | 66,796    | 68,012    | 16,375    | 30,449    | 44,202    | 58,443    | 12,854    | 26,377    | 40,353    | 54,162    | 14,018    | 29,740    | 47,787    | 69,162    |
| Gross income   | AED Million | 75,959    | 86,464    | 88,729    | 88,443    | 92,296    | 93,388    | 100,130   | 24,078    | 45,274    | 65,364    | 85,361    | 19,638    | 40,902    | 63,414    | 86,365    | 23,217    | 46,411    | 72,129    | 102,035   |
| <b>Noninterest expenses to gross income</b>                              | %           | 37.8      | 36.4      | 38.0      | 38.0      | 39.1      | 35.9      | 33.8      | 34.5      | 34.8      | 35.7      | 37.0      | 38.7      | 37.4      | 36.4      | 36.4      | 35.0      | 35.9      | 36.8      | 36.1      |
| Noninterest expenses   | AED Million | 28,678    | 31,432    | 33,675    | 33,571    | 36,072    | 33,535    | 33,821    | 8,300     | 15,742    | 23,354    | 31,563    | 7,594     | 15,289    | 23,071    | 31,415    | 8,134     | 16,661    | 26,555    | 36,878    |
| Gross income   | AED Million | 75,959    | 86,464    | 88,729    | 88,443    | 92,296    | 93,388    | 100,130   | 24,078    | 45,274    | 65,364    | 85,361    | 19,638    | 40,902    | 63,414    | 86,365    | 23,217    | 46,411    | 72,129    | 102,035   |
| <b>Liquid assets to total assets <sup>8</sup></b>                        | %           | 12.4      | 13.1      | 14.5      | 13.4      | 15.1      | 14.5      | 15.0      | 14.5      | 13.9      | 14.1      | 15.3      | 15.7      | 15.3      | 15.3      | 16.4      | 15.9      | 15.2      | 14.6      | 16.1      |
| Liquid assets  | AED Million | 256,983   | 294,974   | 351,237   | 341,203   | 397,962   | 407,526   | 452,925   | 442,860   | 432,405   | 448,349   | 474,136   | 486,584   | 476,181   | 485,223   | 529,327   | 518,554   | 511,640   | 509,614   | 577,026   |
| Total assets   | AED Million | 2,069,704 | 2,251,563 | 2,422,744 | 2,554,228 | 2,634,311 | 2,804,259 | 3,013,166 | 3,053,883 | 3,114,819 | 3,173,605 | 3,105,451 | 3,090,813 | 3,122,058 | 3,161,938 | 3,236,040 | 3,251,432 | 3,365,615 | 3,500,113 | 3,589,561 |
| <b>Liquid assets to short-term liabilities</b>                           | %           | 35.7      | 31.3      | 34.2      | 32.1      | 38.5      | 39.6      | 42.1      | 38.3      | 36.1      | 36.2      | 37.1      | 35.9      | 34.6      | 33.8      | 35.7      | 34.0      | 33.2      | 32.9      | 37.1      |
| Liquid assets  | AED Million | 256,983   | 294,974   | 351,237   | 341,203   | 397,962   | 407,526   | 452,925   | 442,860   | 432,405   | 448,349   | 474,136   | 486,584   | 476,181   | 485,223   | 529,327   | 518,554   | 511,640   | 509,614   | 577,026   |
| Short-term liabilities   | AED Million | 720,811   | 941,007   | 1,026,961 | 1,063,929 | 1,032,729 | 1,029,093 | 1,076,734 | 1,155,680 | 1,198,891 | 1,238,321 | 1,277,508 | 1,354,805 | 1,378,185 | 1,435,067 | 1,482,237 | 1,523,311 | 1,542,399 | 1,547,577 | 1,556,321 |
| <b>Liquidity coverage ratio</b>  | %           |           |           |           |           |           | 141.5     | 140.2     | 120.2     | 132.1     | 149.2     | 148.5     | 144.4     | 131.1     | 134.5     | 140.3     | 128.4     | 136.3     | 154.6     | 155.6     |
| High-quality liquid assets   | AED Million |           |           |           |           |           | 443,101   | 512,492   | 497,937   | 512,929   | 615,716   | 615,731   | 629,609   | 595,187   | 632,562   | 668,449   | 608,099   | 646,832   | 706,221   | 704,837   |
| Total net cash outflows  | AED Million |           |           |           |           |           | 313,055   | 365,616   | 414,110   | 388,189   | 412,667   | 414,641   | 435,916   | 454,091   | 470,417   | 476,475   | 473,725   | 474,567   | 456,720   | 452,923   |
| <b>Net stable funding ratio</b>  | %           |           |           |           |           |           | 108.5     | 107.5     | 105.8     | 108.2     | 110.7     | 109.8     | 112.0     | 109.7     | 109.3     | 109.9     | 108.0     | 109.4     | 111.8     | 111.9     |
| Available amount of stable funding                                       | AED Million |           |           |           |           |           | 1,126,054 | 1,371,873 | 1,375,484 | 1,426,936 | 1,486,199 | 1,477,634 | 1,489,179 | 1,514,713 | 1,531,708 | 1,532,005 | 1,539,677 | 1,599,583 | 1,652,985 | 1,689,074 |
| Required amount of stable funding  | AED Million |           |           |           |           |           | 1,038,178 | 1,276,286 | 1,299,988 | 1,319,126 | 1,342,570 | 1,346,041 | 1,330,005 | 1,380,849 | 1,401,554 | 1,394,471 | 1,425,448 | 1,462,368 | 1,478,383 | 1,508,917 |
| <b>Net open position in foreign exchange to capital</b>                  | %           | 10.5      | 8.7       | 19.1      | 8.7       | 14.6      | 9.2       | (2.5)     | (2.5)     | 27.6      | 27.5      | 26.1      | 25.1      | 27.8      | 25.7      | 24.8      | 35.4      | 38.9      | 33.6      | 34.5      |
| Net open position in foreign exchange <sup>9</sup>                       | AED Million | 31,945    | 28,126    | 67,269    | 32,747    | 55,235    | 34,832    | (10,213)  | (10,165)  | 115,289   | 116,925   | 109,440   | 104,234   | 117,759   | 111,175   | 104,513   | 151,466   | 168,945   | 150,849   | 153,696   |
| Total regulatory capital   | AED Million | 303,031   | 322,002   | 352,340   | 376,726   |           |           |           |           |           |           |           |           |           |           |           |           |           |           |           |