

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

Core FSIs for Deposit Takers		2013Q4	2014Q1	2014Q2	2014Q3	2014Q4	2015Q1	2015Q2	2015Q3	2015Q4	2016Q1	2016Q2	2016Q3	2016Q4	2017Q1	2017Q2	2017Q3	2017Q4	2018Q1**
Regulatory capital to risk-weighted assets¹	%	19.3	18.5	18.2	18.3	18.1	18.0	18.3	18.3	18.3	18.0	18.4	18.6	18.9	18.6	18.5	18.7	18.1	17.5
Total regulatory capital	AED Million	303,031	303,235	310,529	318,701	322,002	332,212	342,247	349,616	352,340	353,760	366,780	375,365	376,726	375,568	380,525	390,066	378,295	370,549
Risk-weighted assets	AED Million	1,573,049	1,640,823	1,709,545	1,741,489	1,777,774	1,849,167	1,871,113	1,915,607	1,925,291	1,960,235	1,990,205	2,015,488	1,992,606	2,023,853	2,055,926	2,083,770	2,090,390	2,112,692
Regulatory Tier 1 capital to risk-weighted assets¹	%	16.9	16.2	16.0	16.3	16.2	16.1	16.4	16.5	16.5	16.3	16.8	16.9	17.3	16.9	16.9	17.1	16.6	16.0
Regulatory Tier 1 capital	AED Million	266,365	266,189	273,719	283,808	288,534	298,267	307,719	315,935	318,551	320,448	333,784	341,508	343,730	342,238	347,039	356,183	346,725	338,183
Risk-weighted assets	AED Million	1,573,049	1,640,823	1,709,545	1,741,489	1,777,774	1,849,167	1,871,113	1,915,607	1,925,291	1,960,235	1,990,205	2,015,488	1,992,606	2,023,853	2,055,926	2,083,770	2,090,390	2,112,692
Nonperforming loans net of provisions to capital	%	9.8	7.9	9.3	8.0	7.6	6.6	5.8	5.7	5.8	6.2	5.9	5.2	5.7	5.8	7.0	7.1	7.0	8.1
Nonperforming loans net of provisions	AED Million	29,752	24,076	28,900	25,472	24,449	21,929	19,929	19,792	20,318	22,097	21,466	19,595	21,463	21,923	26,763	27,837	26,408	30,065
Capital	AED Million	303,031	303,235	310,529	318,701	322,002	332,212	342,247	349,616	352,340	353,760	366,780	375,365	376,726	375,568	380,525	390,066	378,295	370,549
Nonperforming loans to total gross loans	%	7.5	7.2	8.1	7.8	6.7	6.3	6.0	6.0	6.0	6.1	6.0	6.0	6.1	6.1	6.5	6.7	6.4	6.9
Nonperforming loans	AED Million	107,260	106,584	114,592	114,603	96,008	93,616	90,558	92,347	92,766	96,486	97,023	97,485	100,447	102,511	108,435	110,907	106,153	116,250
Total gross loans ²	AED Million	1,423,390	1,471,395	1,410,282	1,465,113	1,441,641	1,477,430	1,516,894	1,541,321	1,552,715	1,581,447	1,615,556	1,637,487	1,641,968	1,673,585	1,656,882	1,656,037	1,649,476	1,674,674
Sectoral Distribution of Loans to Total Loans																			
Sectoral Distribution of Loans																			
Residents	%	88.4	87.1	90.5	89.2	89.5	89.0	88.8	89.1	89.7	89.8	89.3	89.4	89.5	89.2	88.8	88.4	88.9	88.8
Loans to Residents	AED Million	1,258,322	1,281,432	1,275,893	1,307,239	1,289,610	1,315,369	1,347,759	1,373,772	1,392,125	1,419,468	1,442,231	1,464,182	1,468,741	1,492,799	1,470,539	1,463,684	1,466,939	1,487,584
Sectoral distribution of total loans :Deposit-takers	%	3.9	3.9	1.5	1.1	0.8	0.8	0.8	0.5	0.7	1.0	1.0	1.1	0.9	1.2	0.8	1.0	0.9	0.9
Loans to Deposit takers	AED Million	55,005	57,575	21,662	16,628	11,989	11,781	11,916	7,454	10,945	15,087	15,936	18,073	14,326	20,236	13,697	16,623	14,243	14,833
Sectoral distribution of total loans :Central bank	%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loans to Central Bank	AED Million	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sectoral distribution of total loans: Other financial corporations	%	4.9	2.2	2.2	1.4	1.3	1.3	1.2	1.3	1.6	1.6	1.1	1.1	1.2	1.2	1.2	1.2	1.1	1.2
Loans to Other financial corporations	AED Million	69,650	32,219	30,727	19,956	19,383	19,378	18,165	19,885	24,717	25,340	18,376	18,169	19,037	20,075	19,537	20,506	18,593	20,754
Sectoral distribution of total loans :General government	%	10.2	9.7	10.5	10.0	10.6	10.9	11.1	10.8	10.7	10.7	10.4	10.6	10.5	10.6	10.7	11.0	10.6	10.8
Loans to General government	AED Million	145,446	143,078	148,288	147,043	153,071	160,972	168,495	166,400	166,586	168,667	168,627	174,085	172,366	176,849	177,806	181,528	175,428	181,081
Sectoral distribution of total loans :Nonfinancial corporations	%	49.7	51.8	55.3	55.7	55.9	55.1	54.7	55.2	55.3	55.3	55.5	55.5	55.8	55.4	54.8	54.9	55.8	55.8
Loans to Nonfinancial corporations	AED Million	708,136	761,900	779,755	816,765	805,406	813,458	829,920	850,320	859,148	874,280	897,427	908,012	915,845	926,346	907,581	909,927	921,146	934,372
Sectoral distribution of total loans :Other domestic sectors	%	19.7	19.5	21.0	20.9	20.8	21.0	21.0	21.4	21.3	21.3	21.2	21.1	21.1	20.9	21.2	20.2	20.5	20.1
Loans to Other domestic sectors	AED Million	280,084	286,661	295,461	306,846	299,760	309,779	319,263	329,713	330,729	336,094	341,866	345,843	347,166	349,294	351,918	335,099	337,530	336,544
Nonresidents	%	11.6	12.9	9.5	10.8	10.5	11.0	11.2	10.9	10.3	10.2	10.7	10.6	10.5	10.8	11.2	11.6	11.1	11.2
Loans to Nonresidents	AED Million	165,068	189,963	134,389	157,874	152,031	162,061	169,135	167,548	160,590	161,979	173,325	173,304	173,227	180,786	186,343	192,352	182,536	187,090
Total gross loans ²	AED Million	1,423,390	1,471,395	1,410,282	1,465,113	1,441,641	1,477,430	1,516,894	1,541,321	1,552,715	1,581,447	1,615,556	1,637,487	1,641,968	1,673,585	1,656,882	1,656,037	1,649,476	1,674,674
Return on assets	%	2.0	1.9	1.9	2.0	1.9	2.0	1.9	1.7	1.6	1.6	1.6	1.5	1.5	1.6	1.6	1.5	1.5	1.5
Net income	AED Million	32,918	38,108	39,608	41,197	40,981	43,709	42,984	39,360	37,813	37,973	37,772	36,766	35,618	39,777	39,382	39,357	38,594	37,855
Total assets	AED Million	1,634,224	2,022,140	2,059,346	2,109,919	2,156,120	2,208,457	2,252,785	2,292,474	2,329,186	2,365,865	2,392,805	2,417,474	2,454,462	2,486,909	2,518,099	2,541,538	2,569,899	2,589,391
Return on equity	%	11.4	13.5	14.2	14.7	14.5	15.2	14.5	13.0	12.2	12.1	11.8	11.3	10.7	11.9	11.6	11.3	10.8	10.5
Net income	AED Million	32,918	38,108	39,608	41,197	40,981	43,709	42,984	39,360	37,813	37,973	37,772	36,766	35,618	39,777	39,382	39,357	38,594	37,855
Capital	AED Million	289,488	282,823	279,114	280,376	281,976	287,526	295,638	302,904	309,773	313,268	319,392	325,245	331,912	334,706	340,876	349,062	357,536	360,031
Interest margin to gross income	%	70.2	68.1	68.7	68.1	68.2	68.1	68.5	69.2	69.6	67.6	67.9	68.4	68.9	65.4	66.3	66.8	66.5	69.6
Interest margin	AED Million	53,338	13,671	28,370	43,399	58,956	15,015	30,689	45,359	61,763	14,986	30,061	44,998	60,964	14,970	30,180	45,648	61,385	16,035
Gross income	AED Million	75,959	20,075	41,298	63,689	86,464	22,062	44,771	65,532	88,729	22,172	44,248	65,747	88,443	22,879	45,518	68,292	92,296	23,054
Noninterest expenses to gross income	%	37.8	36.8	36.3	36.0	36.4	37.1	37.2	38.1	38.0	38.3	37.9	38.0	38.0	37.8	38.5	38.2	39.1	36.2
Noninterest expenses	AED Million	28,678	7,384	14,977	22,910	31,432	8,187	16,676	24,963	33,675	8,482	16,779	24,959	33,571	8,641	17,541	26,074	36,072	8,340
Gross income	AED Million	75,959	20,075	41,298	63,689	86,464	22,062	44,771	65,532	88,729	22,172	44,248	65,747	88,443	22,879	45,518	68,292	92,296	23,054
Liquid assets to total assets³	%	12.6	12.6	13.2	12.8	13.2	12.5	12.0	11.9	14.6	13.2	13.4	13.1	13.5	14.0	14.3	14.7	15.2	14.6
Liquid assets	AED Million	256,983	267,424	284,217	284,028	294,974	288,378	282,801	280,123	351,237	319,808	326,446	323,162	341,203	360,774	367,098	376,536	397,962	385,304
Total assets	AED Million	2,046,553	2,127,276	2,151,242	2,222,217	2,233,310	2,308,240	2,348,915	2,349,688	2,405,777	2,416,706	2,442,941	2,472,258	2,534,627	2,568,014	2,572,656	2,560,137	2,614,062	2,632,085
Liquid assets to short-term liabilities	%	35.7	32.6	32.5	31.6	31.3	29.3	28.1	28.0	34.2	30.6	31.7	31.1	32.1	32.7	32.6	36.2	38.5	36.6
Liquid assets	AED Million	256,983	267,424	284,217	284,028	294,974	288,378	282,801	280,123	351,237	319,808	326,446	323,162	341,203	360,774	367,098	376,536	397,962	385,304
Short-term liabilities	AED Million	720,811	819,240	875,691	899,851	941,007	984,444	1,006,401	1,001,848	1,026,961	1,045,969	1,028,365	1,039,495	1,063,929	1,103,125	1,124,358	1,040,284	1,032,729	1,054,154
Net open position in foreign exchange to capital	%	11.7	18.0	24.5	3.2	9.4	4.4	1.4	0.4	20.7	18.8	13.6	11.9	9.4	10.9	11.3	13.3	14.5	20.1
Net open position in foreign exchange	AED Million	31,945	48,575	68,142	9,351	28,126	13,137	4,352	1,230	67,269	59,492	44,964	40,460	32,747	36,950	39,058	49,379	55,235	72,451
Capital	AED Million	272,176	269,538	278,547	290,473	299,144	299,925	310,099	314,880	324,816	316,623	330,544	339,363	348,212	338,785	347,111	371,477	381,730	360,688

* Financial Soundness Indicator data variables are calculated in compliance to FSI Compilation Guide issued by IMF

** Preliminary subject to revision

¹ Capital Adequacy Ratio and Tier 1 Ratio for the period starting from Dec 2017 are calculated according to Basel III Guidelines issued by CBUAE vide Circular 52/2017 .Whereas for the period prior to Dec 2017 are following Basel II Guidelines.