

**Barclays Bank PLC – Dubai Branch**

**Pillar 3 Report**

*For the period ended 30 June 2023*

## Barclays Bank PLC - Dubai Branch

### Contents

		Page No.
1	Introduction	
	1.1 Background	1
	1.2 Overview of Basel III requirements	1
2	Overview of risk management and RWA	
	2.1 Key Metrics (KM1)	2
	2.2 Overview of RWA (OV1)	5
3	Composition of capital	
	3.1 Composition of regulatory capital (CC1)	7
	3.2 Reconciliation of regulatory capital to balance sheet (CC2)	10
	3.3 Main features of regulatory capital instruments (CCA)	11
4	Macro prudential supervisory measures	
	4.1 Geographic distribution of credit exposures used in the counter cyclical buffer (CcyB1)	13
5	Leverage Ratio	
	5.1 Leverage ratio common disclosure template (LR2)	14
6	Liquidity	
	6.1 Eligible Liquidity Asset Ratio (ELAR)	16
	6.2 Advances to Stable Resources Ratio (ASRR)	14
7	Credit risk	
	7.1 Credit quality of assets (CR1)	18
	7.2 Changes in the stock of defaulted loans and debt securities (CR2)	19
	7.3 Standardised approach – credit risk exposure and CRM effects (CR4)	20
	7.4 Standardised approach – exposures by asset classes and risk weights (CR5)	22
8	Market risk	
	8.1 Market risk under the standardised approach (MR1)	24

## **Barclays Bank PLC - Dubai Branch**

### **1. Introduction**

#### **1.1 Background**

Barclays Bank UAE, incorporated in 1975 in the UAE, is a full branch of Barclays Bank PLC (the Group). The frameworks, policies, standards and procedures of Barclays Group are applied consistently across its operating businesses and subsidiaries, amended where necessary to ensure compliance with local regulatory requirements.

The BASEL III – Pillar 3 disclosures contained herein relate to Barclays Bank Plc, UAE (herein also referred to as the 'Bank') for the period ended **30<sup>st</sup> June, 2023**. The Bank is required to comply with the Standards and Guidance re Capital Adequacy in the UAE.

Pillar 3 disclosures are compiled in accordance with the

- Central Bank's Regulations re Capital Adequacy (Circular 52/2017), which have been sent to all banks operating in the UAE via Notice No. 60/2017 dated 02/03/2017.
- UAE Central Bank regulations as given in "Update of Standards and Guidance re Capital Adequacy in the UAE", Reference to Notice CBUAE/BSD/N/2020/4980 dated 12 November 2020.
- Explanatory notes issuance dated 30 November, 2021 (5508/2021), as applicable to foreign banks with total RWA of less than AED 5 billion.
- Notice No. CBUAE/BSD/N/2022/1887 dated 09/05/2022 regarding Update Pillar 3 templates and explanatory notes.
- Notice No. CBUAE/BSD/2022/5280 dated 30/12/2022 regarding Guidance re Internal Capital Adequacy Assessment Process (ICAAP)

#### **1.2 Overview of Basel III requirements**

The Basel III framework implemented in the Bank is made up of three pillars.

- Pillar 1: Minimum Capital Requirements - This Pillar includes the calculation of RWAs for credit risk including counterparty credit risk, market risk and operational risk.
- Pillar 2: Supervisory Review and Evaluation Process (SREP) – This Pillar covers the consideration of whether additional capital is required over and above the Pillar 1 risk calculations. A firm's own internal models and assessments support this process
- Pillar 3: Market Discipline – This Pillar covers external communication of risk and capital information by banks as specified in the Basel rules to promote transparency and good risk management.

## Barclays Bank PLC - Dubai Branch

### 2. Overview of risk management and RWA

#### 2.1 Key metrics (KM1)

The objective of below table is to provide an overview of bank's prudential regulatory metrics, which covers the key prudential metrics related to regulatory capital, leverage ratio and liquidity standards. Accordingly, the Bank has disclosed all applicable metric values using the standards specified for the reporting period.

		Jun-23	Mar-23	Dec-22	Sep-22	Jun-22
Sl No.	Available capital (amounts)	AED (000)	AED (000)	AED (000)	AED (000)	AED (000)
1	Common Equity Tier 1 (CET1)	2,290,319	2,288,104	2,293,518	2,183,835	2,179,048
1a	Fully loaded ECL accounting model	2,290,319	2,288,104	2,293,518	2,183,835	2,179,048
2	Tier 1	2,290,319	2,288,104	2,293,518	2,183,835	2,179,048
2a	Fully loaded ECL accounting model Tier 1	2,290,319	2,288,104	2,293,518	2,183,835	2,179,048
3	Total capital	<b>2,321,925</b>	<b>2,322,163</b>	<b>2,327,414</b>	<b>2,218,070</b>	<b>2,221,464</b>
3a	Fully loaded ECL accounting model total capital	2,321,925	2,322,163	2,327,414	2,218,070	2,221,464
	<b>Risk-weighted assets (amounts)</b>					
4	Total risk-weighted assets (RWA)	2,718,370	2,913,459	2,923,047	2,949,104	3,604,109
	<b>Risk-based capital ratios as a percentage of RWA</b>					
5	Common Equity Tier 1 ratio (%)	84.25%	78.54%	78.46%	74.05%	60.46%
5a	Fully loaded ECL accounting model CET1 (%)	84.25%	78.54%	78.46%	74.05%	60.46%
6	Tier 1 ratio (%)	84.25%	78.54%	78.46%	74.05%	60.46%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	84.25%	78.54%	78.46%	74.05%	60.46%
7	Total capital ratio (%)	85.42%	79.70%	79.62%	75.21%	61.64%
7a	Fully loaded ECL accounting model total capital ratio (%)	85.42%	79.70%	79.62%	75.21%	61.64%

## Barclays Bank PLC - Dubai Branch

### 2. Overview of risk management and RWA (continued)

#### 2.1 Key metrics (KM1) (continued)

		Jun-23	Mar-23	Dec-22	Sep-22	Jun-22
Sl No.	Additional CET1 buffer requirements as a percentage of RWA	AED (000)	AED (000)	AED (000)	AED (000)	AED (000)
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.50%	2.50%	2.50%	2.50%	2.50%
9	Countercyclical buffer requirement (%)	-	-	-	-	-
10	Bank D-SIB additional requirements (%)	-	-	-	-	-
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9+ row 10)	2.50%	2.50%	2.50%	2.50%	2.50%
12	CET1 available after meeting the bank's minimum capital requirements (%)	74.92%	69.20%	69.12%	64.71%	51.14%
	<b>Leverage Ratio</b>					
13	Total leverage ratio measure	8,323,063	7,316,340	7,651,147	7,321,866	7,693,707
14	Leverage ratio (%) (row 2/row 13)	27.52%	31.27%	29.98%	29.83%	28.32%
14a	Fully loaded ECL accounting model leverage ratio (%) (row 2A/row 13)	27.52%	31.27%	29.98%	29.83%	28.32%
14b	Leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	27.52%	31.27%	29.98%	29.83%	28.32%
	<b>Liquidity Coverage Ratio</b>					
15	Total HQLA	N.A.	N.A.	N.A.	N.A.	N.A.
16	Total net cash outflow	N.A.	N.A.	N.A.	N.A.	N.A.
17	LCR ratio (%)	N.A.	N.A.	N.A.	N.A.	N.A.
	<b>Net Stable Funding Ratio</b>					
18	Total available stable funding	N.A.	N.A.	N.A.	N.A.	N.A.
19	Total required stable funding	N.A.	N.A.	N.A.	N.A.	N.A.
20	NSFR ratio (%)	N.A.	N.A.	N.A.	N.A.	N.A.

## Barclays Bank PLC - Dubai Branch

### 2. Overview of risk management and RWA (continued)

#### 2.1 Key metrics (KM1) (continued)

		Jun-23	Mar-23	Dec-22	Sep-22	Jun-22
Sl No.	ELAR	AED (000)	AED (000)	AED (000)	AED (000)	AED (000)
21	Total HQLA	2,692,123	2,162,516	2,421,800	2,198,523	2,392,536
22	Total liabilities	3,707,080	3,583,289	3,980,628	4,227,827	5,054,188
23	Eligible Liquid Assets Ratio (ELAR) (%)	72.62%	60.35%	60.84%	52.00%	47.34%
	<b>ASRR</b>					
24	Total available stable funding	4,712,057	4,311,785	4,575,159	4,456,531	5,364,953
25	Total Advances	2,816,982	2,791,620	2,854,736	3,046,528	3,956,969
26	Advances to Stable Resources Ratio (%)	59.78%	64.74%	62.40%	68.36%	73.76%

\* ELAR and ASRR are calculated based on the average of the daily balances during the quarter.

## Barclays Bank PLC - Dubai Branch

### 2. Overview of risk management and RWA (continued)

#### 2.2 Overview of RWA (OV1)

The purpose of this metrics is to provide an overview of total risk weighted assets.

		RWA	RWA	RWA	Minimum Capital Requirement
		30 Jun 2023	31 Mar 2023	31 Dec 2022	30 Jun 2023
		AED (000)	AED (000)	AED (000)	AED (000)
1	Credit risk (excluding counterparty credit risk)	2,525,443	2,722,133	2,710,211	265,172
2	Of which: standardised approach (SA)	2,525,443	2,722,133	2,710,211	265,172
3					
4					
5					
6	Counterparty credit risk (CCR)	3,014	2,580	1,442	316
7	Of which: standardised approach for counterparty credit risk	3,014	2,580	1,442	316
8					
9					
10					
11					
12	Equity investments in funds - look-through approach	-	-	-	-
13	Equity investments in funds - mandate-based approach	-	-	-	-
14	Equity investments in funds - fall-back approach	-	-	-	-
15	Settlement risk	-	-	-	-
16	Securitisation exposures in the banking book	-	-	-	-
17					
18	Of which: securitisation external ratings-based approach (SEC-ERBA)	-	-	-	-
19	Of which: securitisation standardised approach (SEC-SA)	-	-	-	-
20	Market risk	2,461	1,293	2,811	258
21	Of which: standardised approach (SA)	2,461	1,293	2,811	258
22					
23	Operational risk	187,453	187,453	208,584	19,683
24					
25					
26	<b>Total (1+6+10+11+12+13+14+15+16+20+23)</b>	<b>2,718,370</b>	<b>2,913,459</b>	<b>2,923,047</b>	<b>285,429</b>

## Barclays Bank PLC - Dubai Branch

### 3. Composition of capital

#### 3.1 Composition of regulatory capital (CC1)

This template provides the breakdown of the constituent elements of a bank's capital.

		Amount AED(000)	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
<b>Common Equity Tier 1 capital: instruments and reserves</b>			
1	Directly issued qualifying common share (and equivalent for non-joint stock companies) capital plus related stock surplus	2,540,214	Same as (h) from CC2 template
2	Retained earnings	(407,328)	
3	Accumulated other comprehensive income (and other reserves)	159,132	
4	<i>Directly issued capital subject to phase-out from CET1 (only applicable to non-joint stock companies)</i>	-	
5	Common share capital issued by third parties (amount allowed in group CET1)	-	
6	<b>Common Equity Tier 1 capital before regulatory deductions</b>	<b>2,292,018</b>	
<b>Common Equity Tier 1 capital regulatory adjustments</b>			
7	Prudent valuation adjustments	-	
8	Goodwill (net of related tax liability)	-	CC2 (a) minus (d)
9	Other intangibles including mortgage servicing rights (net of related tax liability)	1,699	CC2 (b) minus (e)
10	Deferred tax assets that rely on future profitability, excluding those arising from temporary differences (net of related tax liability)	-	
11	Cash flow hedge reserve	-	
12	Securitisation gain on sale	-	
13	Gains and losses due to changes in own credit risk on fair valued liabilities	-	
14	Defined benefit pension fund net assets	-	
15	Investments in own shares (if not already subtracted from paid-in capital on reported balance sheet)	-	
16	Reciprocal cross-holdings in CET1, AT1, Tier 2	-	
17	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	



## Barclays Bank PLC - Dubai Branch

### 3. Composition of capital (continued)

#### 3.1 Composition of regulatory capital (CC1) (continued)

		Amount AED(000)	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
18	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	
19	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	
20	Amount exceeding 15% threshold	-	
21	Of which: significant investments in the common stock of financials	-	
22	Of which: deferred tax assets arising from temporary differences	-	
23	CBUAE specific regulatory adjustments	-	
24	<b>Total regulatory adjustments to Common Equity Tier 1</b>	-	
25	<b>Common Equity Tier 1 capital (CET1)</b>	<b>2,290,319</b>	
<b>Additional Tier 1 capital: instruments</b>			
26	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	-	CC2 (i)
27	Of which: classified as equity under applicable accounting standards	-	
28	Of which: classified as liabilities under applicable accounting standards	-	
29	<i>Directly issued capital instruments subject to phase-out from additional Tier 1</i>	-	
30	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in AT1)	-	
31	<i>Of which: instruments issued by subsidiaries subject to phase-out</i>	-	
32	Additional Tier 1 capital before regulatory adjustments	-	

## Barclays Bank PLC - Dubai Branch

### 3. Composition of capital (continued)

#### 3.1 Composition of regulatory capital (CC1) (continued)

		Amount AED(000)	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
	<b>Additional Tier 1 capital: regulatory adjustments</b>		
33	Investments in own additional Tier 1 instruments	-	
34	Investments in capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	
35	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	
36	CBUAE specific regulatory adjustments	-	
37	Total regulatory adjustments to additional Tier 1 capital	-	
<b>38</b>	<b>Additional Tier 1 capital (AT1)</b>	<b>0</b>	
<b>39</b>	<b>Tier 1 capital (T1= CET1 + AT1)</b>	<b>2,290,319</b>	
	<b>Tier 2 capital: instruments and provisions</b>		
40	Directly issued qualifying Tier 2 instruments plus related stock surplus	-	
41	<i>Directly issued capital instruments subject to phase-out from Tier 2</i>	-	
42	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 30) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	-	
43	<i>Of which: instruments issued by subsidiaries subject to phase-out</i>	-	
44	Provisions	31,606	
<b>45</b>	<b>Tier 2 capital before regulatory adjustments</b>	<b>31,606</b>	

## Barclays Bank PLC - Dubai Branch

### 3. Composition of capital (continued)

#### 3.1 Composition of regulatory capital (CC1) (continued)

		Amount AED(000)	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
	<b>Tier 2 capital: regulatory adjustments</b>		
46	Investments in own Tier 2 instruments	-	
47	Investments in capital, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-	
48	Significant investments in the capital, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	
49	CBUAE specific regulatory adjustments	-	
50	<b>Total regulatory adjustments to Tier 2 capital</b>	0	
51	<b>Tier 2 capital (T2)</b>	31,606	
52	<b>Total regulatory capital (TC = T1 + T2)</b>	2,321,925	
53	<b>Total risk-weighted assets</b>	2,718,370	
	<b>Capital ratios and buffers</b>		
54	<b>Common Equity Tier 1 (as a percentage of risk-weighted assets)</b>	84.25%	
55	<b>Tier 1 (as a percentage of risk-weighted assets)</b>	84.25%	
56	<b>Total capital (as a percentage of risk-weighted assets)</b>	85.42%	
57	Institution specific buffer requirement (capital conservation buffer plus countercyclical buffer requirements plus higher loss absorbency requirement, expressed as a percentage of risk-weighted assets)	2.50%	
58	Of which: capital conservation buffer requirement	2.50%	
59	Of which: bank-specific countercyclical buffer requirement	-	
60	Of which: higher loss absorbency requirement (e.g. DSIB)	-	
61	Common Equity Tier 1 (as a percentage of risk-weighted assets) available after meeting the bank's minimum capital requirement.	74.92%	

## Barclays Bank PLC - Dubai Branch

### 3. Composition of capital (continued)

#### 3.1 Composition of regulatory capital (CC1) (continued)

		Amount AED(000)	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
<b>The CBUAE Minimum Capital Requirement</b>			
62	Common Equity Tier 1 minimum ratio	7.00%	
63	Tier 1 minimum ratio	8.50%	
64	Total capital minimum ratio	10.50%	
<b>Amounts below the thresholds for deduction (before risk weighting)</b>			
66	Significant investments in common stock of financial entities	-	
68	Deferred tax assets arising from temporary differences (net of related tax liability)	-	
<b>Applicable caps on the inclusion of provisions in Tier 2</b>			
69	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	31,606	
70	Cap on inclusion of provisions in Tier 2 under standardised approach	31,606	
<b>Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)</b>			
73	<i>Current cap on CET1 instruments subject to phase-out arrangements</i>	-	
74	<i>Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)</i>	-	
75	<i>Current cap on AT1 instruments subject to phase-out arrangements</i>	-	
76	<i>Amount excluded from AT1 due to cap (excess after redemptions and maturities)</i>	-	
77	<i>Current cap on T2 instruments subject to phase-out arrangements</i>	-	
78	<i>Amount excluded from T2 due to cap (excess after redemptions and maturities)</i>	-	

#### 3.2 Reconciliation of regulatory capital to balance sheet (CC2)

This template enables users to identify the differences between the scope of accounting consolidation and the scope of regulatory consolidation, and to show the link between a bank's balance sheet in its published financial statements and the numbers that are used in the composition of capital disclosure template set out in Template CC1.

This template is not applicable for Barclays Bank UAE as of 30 June 2022, as we prepare, audit and publish the Financial Statements only on a yearly basis.

## Barclays Bank PLC - Dubai Branch

### 3. Composition of capital (continued)

#### 3.3 Main features of regulatory capital instruments (CCA)

##### Quantitative Disclosures

The Bank operates as a branch of Foreign bank in the UAE and share capital is composed only of the funding from the head office.

		Quantitative / qualitative information
1	Issuer	Not Applicable
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	
3	Governing law(s) of the instrument	
	Regulatory treatment	
4	Transitional arrangement rules (i.e. grandfathering)	
5	Post-transitional arrangement rules (i.e. grandfathering)	
6	Eligible at solo/group/group and solo	
7	Instrument type (types to be specified by each jurisdiction)	
8	Amount recognised in regulatory capital (currency in millions, as of most recent reporting date)	
9	Nominal amount of instrument	
9a	Issue price	
9b	Redemption price	
10	Accounting classification	
11	Original date of issuance	
12	Perpetual or dated	
13	Original maturity date	
14	Issuer call subject to prior supervisory approval	
15	Optional call date, contingent call dates and redemption amount	
16	Subsequent call dates, if applicable	
	Coupons / dividends	
17	Fixed or floating dividend/coupon	
18	Coupon rate and any related index	
19	Existence of a dividend stopper	
20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	
20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	
21	Existence of step-up or other incentive to redeem	
22	Non-cumulative or cumulative	
23	Convertible or non-convertible	
24	Writedown feature	
25	If writedown, writedown trigger(s)	
26	If writedown, full or partial	

## Barclays Bank PLC - Dubai Branch

### 3. Composition of capital (continued)

#### 3.3 Main features of regulatory capital instruments (CCA) (continued)

##### Quantitative Disclosures (continued)

		Quantitative / qualitative information
27	If writedown, permanent or temporary	Not Applicable
28	If temporary write-own, description of writeup mechanism	
28a	Type of subordination	
29	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument in the insolvency creditor hierarchy of the legal entity concerned).	
30	Non-compliant transitioned features	
31	If yes, specify non-compliant features	

## Barclays Bank PLC - Dubai Branch

### 4. Macro prudential Supervisory measures

#### 4.1 Geographical distribution of credit exposures used in the countercyclical buffer

This template provides an overview of the geographical distribution of private sector credit exposures relevant for the calculation of the countercyclical buffer

Geographical breakdown	a	b	c	D	e
	Countercyclical capital buffer rate	Exposure values and/or risk-weighted assets used in the computation of the countercyclical capital buffer		Bank-specific countercyclical capital buffer rate	Countercyclical buffer amount
		Exposure values (AED'000)	Risk-weighted assets (AED'000)		
United Arab Emirates	0%	751,373	463,497	0	0
Netherlands	0%	252,519	252,519	0	0
Switzerland	0%	193,019	193,019	0	0
<b>Total</b>		<b>1,197,275</b>	<b>909,035</b>	0	0

## Barclays Bank PLC - Dubai Branch

### 5. Leverage ratio

#### 5.1 Leverage ratio common disclosure template (LR2)

This template provides a detailed breakdown of the components of the leverage ratio denominator, as well as information on the actual leverage ratio, minimum requirements and buffers.

		Jun-23	Mar-23	Dec-22	Sep-22	Jun-22
		AED (000)	AED (000)	AED (000)	AED (000)	AED (000)
<b>On-balance sheet exposures</b>						
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	7,098,863	5,866,293	6,578,704	6,233,152	6,763,512
2	Gross-up for derivatives collateral provided where deducted from balance sheet assets pursuant to the operative accounting framework	-	-	-	-	-
3	(Deductions of receivable assets for cash variation margin provided in derivatives transactions)	-	-	-	-	-
4	(Adjustment for securities received under securities financing transactions that are recognised as an asset)	-	-	-	-	-
5	(Specific and general provisions associated with on-balance sheet exposures that are deducted from Tier 1 capital)	-	-	-	-	-
6	(Asset amounts deducted in determining Tier 1 capital)	1,699	2,419	3,138	-	-
7	<b>Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)</b>	<b>7,097,164</b>	<b>5,863,874</b>	<b>6,578,704</b>	<b>6,233,152</b>	<b>6,763,512</b>
<b>Derivative exposures</b>						
8	Replacement cost associated with <i>all</i> derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	1.82	19.63	1.99	0.84	3483.53
9	Add-on amounts for PFE associated with <i>all</i> derivatives transactions	10,804.16	9,235.11	5,173.80	4,790.72	12,181.11
10	(Exempted CCP leg of client-cleared trade exposures)	-	-	-	-	-
11	Adjusted effective notional amount of written credit derivatives	-	-	-	-	-
12	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-	-	-	-	-
13	<b>Total derivative exposures (sum of rows 8 to 12)*</b>	<b>15,128.37</b>	<b>12,956.64</b>	<b>7,246.10</b>	<b>6,708.19</b>	<b>21,930.50</b>

\* Total derivatives exposure equals (calculated as 1.4 \*(sum of rows 8 to 12))



## Barclays Bank PLC - Dubai Branch

### 5. Leverage ratio (continued)

#### 5.1 Leverage ratio common disclosure template (LR2) (continued)

		Jun-23	Mar-23	Dec-22	Sep-22	Jun-22
		AED (000)	AED (000)	AED (000)	AED (000)	AED (000)
<b>Securities financing transactions</b>						
14	Gross SFT <i>assets</i> (with no recognition of netting), after adjusting for sale accounting transactions	-	-	-	-	-
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-	-	-	-	-
16	CCR exposure for SFT assets	-	-	-	-	-
17	Agent transaction exposures	-	-	-	-	-
18	<b>Total securities financing transaction exposures (sum of rows 14 to 17)</b>	-	-	-	-	-
<b>Other off-balance sheet exposures</b>						
19	Off-balance sheet exposure at gross notional amount	7,410,411	6,933,916	6,742,742	6,388,212	6,397,418
20	(Adjustments for conversion to credit equivalent amounts)	-6,199,640	-5,494,407	-5,674,407	-5,306,206	-5,489,153
21	(Specific and general provisions associated with off-balance sheet exposures deducted in determining Tier 1 capital)	-	-	-	-	-
22	<b>Off-balance sheet items (sum of rows 19 to 21)</b>	1,210,771	1,439,509	1,068,335	1,082,006	908,265
<b>Capital and total exposures</b>						
23	<b>Tier 1 capital</b>	2,290,319	2,288,104	2,293,518	2,183,835	2,179,048
24	<b>Total exposures (sum of rows 7, 13, 18 and 22)</b>	8,323,063	7,316,340	7,651,147	7,321,866	7,693,707
<b>Leverage ratio</b>						
25	<b>Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)</b>	27.52%	31.27%	29.98%	29.83%	28.32%
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)	27.52%	31.27%	29.98%	29.83%	28.32%
26	CBUAE minimum leverage ratio requirement	3.00%	3.00%	3.00%	3.00%	3.00%
27	<b>Applicable leverage buffers</b>	24.52%	28.27%	26.98%	26.83%	25.32%

## Barclays Bank PLC - Dubai Branch

### 6. Liquidity

#### 6.1 Eligible Liquid Assets Ratio (ELAR)

##### Quantitative disclosures

This template presents the breakdown of a bank's available high-quality liquid assets (HQLA), as measured and defined according to the CBUAE Liquidity Regulations.

<b>1</b>	<b>High Quality Liquid Assets (AED'000)</b>	<b>Nominal amount</b>	<b>Eligible Liquid Asset</b>
1.1	Physical cash in hand at the bank + balances with the CBUAE	2,692,123	
1.2	UAE Federal Government Bonds and Sukuks		
	<b>Sub Total (1.1 to 1.2)</b>	<b>2,692,123</b>	<b>2,692,123</b>
1.3	UAE local governments publicly traded debt securities		
1.4	UAE Public sector publicly traded debt securities		
	<b>Sub total (1.3 to 1.4)</b>	<b>0</b>	<b>0</b>
1.5	Foreign Sovereign debt instruments or instruments issued by their respective central banks		0
<b>1.6</b>	<b>Total</b>	<b>2,692,123</b>	<b>2,692,123</b>
<b>2</b>	<b>Total liabilities</b>		<b>3,707,080</b>
<b>3</b>	<b>Eligible Liquid Assets Ratio (ELAR)</b>		<b>72.62%</b>

## Barclays Bank PLC - Dubai Branch

### 6. Liquidity (continued)

#### 6.2 Advances to Stable Resource Ratio (ASRR)

This template presents the breakdown of a bank's advances to Stables Resource ratio as per the Liquidity regulations.

		Items	Amount
<b>1</b>		<b>Computation of Advances</b>	<b>(AED'000)</b>
	1.1	Net Lending (gross loans - specific and collective provisions + interest in suspense)	922,088
	1.2	Lending to non-banking financial institutions	211,206
	1.3	Net Financial Guarantees & Stand-by LC (issued - received)	32,498
	1.4	Interbank Placements	1,651,190
	<b>1.5</b>	<b>Total Advances</b>	<b>2,816,982</b>
<b>2</b>		<b>Calculation of Net Stable Resources</b>	
	2.1	Total capital + general provisions	2,379,939
		<b>Deduct:</b>	
	2.1.1	Goodwill and other intangible assets	1,939
	2.1.2	Fixed Assets	116
	2.1.3	Funds allocated to branches abroad	-
	2.1.5	Unquoted Investments	-
	2.1.6	Investment in subsidiaries, associates and affiliates	-
	<b>2.1.7</b>	<b>Total deduction</b>	<b>2,055</b>
	<b>2.2</b>	<b>Net Free Capital Funds</b>	<b>2,377,884</b>
	<b>2.3</b>	<b>Other stable resources:</b>	
	2.3.1	Funds from the head office	-
	2.3.2	Interbank deposits with remaining life of more than 6 months	-
	2.3.3	Refinancing of Housing Loans	-
	2.3.4	Borrowing from non-Banking Financial Institutions	665,628
	2.3.5	Customer Deposits	1,668,545
	2.3.6	Capital market funding/ term borrowings maturing after 6 months from reporting date	-
	<b>2.3.7</b>	<b>Total other stable resources</b>	<b>2,334,173</b>
	<b>2.4</b>	<b>Total Stable Resources (2.2+2.3.7)</b>	<b>4,712,057</b>
<b>3</b>		<b>Advances TO STABLE RESOURCES RATIO (1.6/ 2.4*100)</b>	<b>59.78</b>

## Barclays Bank PLC - Dubai Branch

### 7. Credit Risk

#### 7.1 Credit quality of assets (CR1)

The principal objective of credit risk measurement is to produce the most accurate possible quantitative assessment of the credit risk to which the Bank is exposed, from the level of individual facilities up to the total portfolio. Integral to this is the assignment of obligor ratings, which are used in numerous aspects of credit risk management and in the calculation of regulatory and economic capital.

The key building blocks in this quantitative assessment are:

- Probability of default (PD)
- Exposure at default (EAD)
- Loss given default (LGD)

Balances as on 30 June 2023 (amounts are in AED '000)

		Gross carrying values of		Allowances/ Impairments	Of which ECL accounting provisions for credit losses on SA exposures		Net values (a+b-c)
		Defaulted exposure	Non-defaulted exposures		Allocated in regulatory category of Specific	Allocated in regulatory category of General	
1	Loans	41,770	7,057,093	(70,079)	(38,801)	(31,278)	7,028,784
2	Debt securities	0	0	0	0	0	0
3	Off-balance sheet exposures	237	7,425,242	(6,274)	0	(6,274)	7,419,204
4	<b>Total</b>	<b>42,007</b>	<b>14,482,335</b>	<b>(76,354)</b>	<b>(38,801)</b>	<b>(37,553)</b>	<b>14,447,988</b>

## Barclays Bank PLC - Dubai Branch

Balances as on 31 December 2022 (amounts are in AED '000)

		Gross carrying values of		Allowances /Impairments	Of which ECL accounting provisions for credit losses on SA exposures		Net values (a+b-c)
		Defaulted exposure	Non-defaulted exposures		Allocated in regulatory category of Specific	Allocated in regulatory category of General	
1	Loans	65,989	6,512,715	(87,644)	(53,484)	(34,160)	6,491,060
2	Debt securities	-	-	-	-	-	-
3	Off-balance sheet exposures	237	6,742,505	(8,996)	-	(8,995)	6,733,746
4	<b>Total</b>	<b>66,226</b>	<b>13,255,220</b>	<b>(96,640)</b>	<b>(53,484)</b>	<b>(43,155)</b>	<b>13,224,806</b>

### 7.2 Changes in the stock of defaulted loans and debt securities (CR2)

		As at 30 Jun 2023 (AED '000)
1	Defaulted loans and debt securities at the end of the previous reporting period (as at 31 Dec 2022)	53,611
2	Loans and debt securities that have defaulted since the last reporting period	-
3	Returned to non-default status	-
4	Amounts written off	(14,810)
5	Other changes	
6	<b>Defaulted loans and debt securities at the end of the reporting period (1+2-3-4±5)</b>	<b>38,801</b>

## Barclays Bank PLC - Dubai Branch

### 7. Credit Risk (continued)

#### 7.3 Standardised approach - credit risk exposure and CRM effects (CR4)

This template illustrates the effect of CRM (comprehensive and simple approach) on standardised approach capital requirements' calculations. RWA density provides a synthetic metric on riskiness of each portfolio.

Balances as on 30 June 2023 (amounts are in AED '000)

	Asset classes	Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density
1	Sovereigns and their central banks	3,836,902	-	3,836,902	-	-	0%
2	Public Sector Entities	564,316	46,675	564,316	6,203	321,081	56%
3	Multilateral development banks	-	-	-	-	-	0%
4	Banks	2,022,500	4,646,279	2,022,500	655,746	1,107,792	41%
5	Securities firms	-	-	-	-	-	0%
6	Corporates	591,189	2,732,288	591,189	548,198	1,061,604	93%
7	Regulatory retail portfolios	-	-	-	-	-	0%
8	Secured by residential property	-	-	-	-	-	0%
9	Secured by commercial real estate	-	-	-	-	-	0%
10	Equity Investment in Funds (EIF)	-	-	-	-	-	0%
11	Past-due loans	41,770	237	-	237	237	100%
12	Higher-risk categories	-	-	-	-	-	0%
13	Other assets	42,186	-	42,186	-	34,729	82%
14	<b>Total</b>	<b>7,098,863</b>	<b>7,425,479</b>	<b>7,057,093</b>	<b>1,210,385</b>	<b>2,525,443</b>	<b>45%</b>

## Barclays Bank PLC - Dubai Branch

Balances as on 31 December 2022 (amounts are in AED '000)

	Asset classes	Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density
1	Sovereigns and their central banks	2,398,485	-	2,398,485.00	-	-	0%
2	Public Sector Entities	564,316	44,202	564,316.00	5,785	320,663	56%
3	Multilateral development banks	-	-	-	-	-	0%
4	Banks	3,086,561	4,043,663	3,086,561.00	557,800	1,525,975	42%
5	Securities firms	-	-	-	-	-	0%
6	Corporates	402,632	2,654,640	402,632.00	504,513	816,948	90%
7	Regulatory retail portfolios	-	-	-	-	-	0%
8	Secured by residential property	-	-	-	-	-	0%
9	Secured by commercial real estate	-	-	-	-	-	0%
10	Equity Investment in Funds (EIF)	-	-	-	-	-	0%
11	Past-due loans	65,989	237	126.00	237	363	100%
12	Higher-risk categories	-	-	-	-	-	0%
13	Other assets	60,721	-	60,721.00	-	46,262	76%
<b>14</b>	<b>Total</b>	<b>6,578,704</b>	<b>6,742,742</b>	<b>6,512,841</b>	<b>1,068,335</b>	<b>2,710,211</b>	<b>36%</b>

### Key Movements -

RWA decreased by AED 185 mn to AED 2,525 bn due to reduction in bank exposures offset by increase in drawdown by corporate clients

## Barclays Bank PLC - Dubai Branch

### 7. Credit Risk (continued)

#### 7.4 Standardised approach - exposures by asset classes and risk weights (CR5)

This template presents the breakdown of credit risk exposures under the standardised approach by asset class and risk weight (corresponding to the riskiness attributed to the exposure according to standardised approach).

Balances as on 30 June 2023 (amounts are in AED '000)

	Risk Weight	a	b	c	d	e	f	g	h	i
		0%	20%	35%	50%	75%	100%	150%	Others	Total credit exposures amount (post CCF and post-CRM)
Asset Class										
1	Sovereigns and their central banks	3,836,902	-	-	-	-	-	-	-	3,836,902
2	Public Sector Entities	-	311,797	-	-	-	258,722	-	-	570,519
3	Multilateral development banks	-	-	-	-	-	-	-	-	-
4	Banks	-	813,157	-	1,839,855	-	25,233	-	-	2,678,245
5	Securities firms	-	-	-	-	-	-	-	-	-
6	Corporates	-	-	-	155,568	-	983,819	-	-	1,139,386
7	Regulatory retail portfolios	-	-	-	-	-	-	-	-	-
8	Secured by residential property	-	-	-	-	-	-	-	-	-
9	Secured by commercial real estate	-	-	-	-	-	-	-	-	-
10	Equity Investment in Funds (EIF)	-	-	-	-	-	-	-	-	-
11	Past-due loans	-	-	-	-	-	237	-	-	237
12	Higher-risk categories	-	-	-	-	-	0-	-	-	-
13	Other assets	-	-	-	-	-	34,825	-	7,361	42,186
14	<b>Total</b>	<b>3,836,902</b>	<b>1,124,954</b>	<b>-</b>	<b>1,995,423</b>	<b>-</b>	<b>1,302,836</b>	<b>-</b>	<b>7,361</b>	<b>8,267,476</b>



## Barclays Bank PLC - Dubai Branch

Balances as on 31 December 2022

		a	b	c	d	e	F	g	h	i
	Risk Weight	0%	20%	35%	50%	75%	100%	150%	Others	Total credit exposures amount (post CCF and post-CRM)
Asset Class										
1	Sovereigns and their central banks	2,398,485	-	-	-	-	-	-	-	2,398,485
2	Public Sector Entities	-	311,797	-	-	-	258,304	-	-	570,101
3	Multilateral development banks	-	-	-	-	-	-	-	-	-
4	Banks	-	1,060,009	-	2,540,758	-	43,595	-	-	3,644,361
5	Securities firms	-	-	-	-	-	-	-	-	-
6	Corporates	90,197	-	-	-	-	816,948	-	-	907,145
7	Regulatory retail portfolios	-	-	-	-	-	-	-	-	-
8	Secured by residential property	-	-	-	-	-	-	-	-	-
9	Secured by commercial real estate	-	-	-	-	-	-	-	-	-
10	Equity Investment in Funds (EIF)	-	-	-	-	-	-	-	-	-
11	Past-due loans	-	-	-	-	-	363	-	-	363
12	Higher-risk categories	-	-	-	-	-	-	-	-	-
13	Other assets	25,499	-	-	-	-	27,862	-	7,360	60,721
14	<b>Total</b>	<b>2,514,181</b>	<b>1,371,806</b>	<b>-</b>	<b>2,540,758</b>	<b>-</b>	<b>1,147,071</b>	<b>-</b>	<b>7,360</b>	<b>7,581,176</b>

### Key Movements -

Total credit Exposures(post CCFand post CRM) increased by AED 686 mn to AED 8,267 bn largely driven by increase in sovereign exposures and drawdown by corporate clients

**Barclays Bank PLC - Dubai Branch**

**8. Market Risk**

**8.1 Market risk under the standardised approach (MR1)**

This table provides the components of the capital requirement under the standardised approach for market risk.

		RWA AED('000)
1	General Interest rate risk (General and Specific)	-
2	Equity risk (General and Specific)	-
3	Foreign exchange risk	2,461
4	Commodity risk	-
	Options	
5	Simplified approach	-
6	Delta-plus method	-
7		
8	Securitisation	-
<b>9</b>	<b>Total</b>	<b>2,461</b>