Credit Agricole CIB – UAE
(Dubai and Abu Dhabi Branches)

Pillar 3 Market Disclosures
Quarter 2-2024

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1 Introduction

The Basel 3 agreements are structured around three pillars:

- **Pillar 1** determines the minimum capital adequacy requirements and ratio levels in accordance with current regulatory framework:
- **Pillar 2** supplements the regulatory approach with the quantification of a capital requirement covering the major risks to which the Bank is exposed, based on the methodologies specific to it;
- **Pillar 3** introduces new standards for financial disclosures to the market. These must detail the components of regulatory capital, the assessments of risks both with regard to the regulations applied and the activity during the period.

Credit Agricole CIB publishes the qualitative and quantitative information required for a large listed institution, included in the consolidation scope of the Credit Agricole S.A Group.

Solvency Management is primarily aimed at assessing the capital and ensuring it is sufficient to cover the risks to which Credit Agricole CIB is or may be exposed in light of its activities, to that end, Credit Agricole CIB group measures regulatory capital requirements (Pillar 1) and manages regulatory capital by relying on short and medium term forward looking measures, consistent with budget projections, based on a central economic scenario.

Credit Agricole S.A's subsidiaries under exclusive control and subject to compliance with capital requirements, including the Credit Agricole CIB Group are allocated capital at a consistent level, taking into account local regulatory requirements, the capital requirements needed to finance their development and a management buffer tailored to the volatility of their CET1 ratio.

In addition, the group has a comprehensive Internal Capital Adequacy Assessment Process (ICAAP) developed in accordance with the interpretation of the regulatory texts below. The ICAAP includes in particular:

- governance of capital management
- measurement of economic capital requirements based on risk identification process and a quantification of capital requirements using an internal approach (Pillar 2)
- performance of ICAAP stress tests aimed at stimulating capital destruction after 3 years of an adverse economic scenario
- a qualitative ICAAP that formalizes the major areas of risk assessment.

The Pillar 3 disclosures, based on a common framework, are an effective means of informing the market about the risks faced by a bank, which will allow market participants to assess key information on the scope of application, capital, risk exposure, risk assessment process and hence the capital adequacy of the bank.

Verification:

The Pillar 3 Disclosures have been prepared in accordance with the latest Capital Adequacy Standards issued by UAE Central bank. This report has been jointly compiled by Risk and Finance departments. Pillar 3 disclosures have been independently reviewed by the internal audit department and approved by Bank's Senior Management.

Applicability of Pillar III disclosure templates:

The below set of disclosures are currently not applicable for CACIB UAE Onshore Branches and hence have not been included in these disclosures.

Table	Information Overview	Disclosure Frequency
CCA	Main features of regulatory capital instruments	Semi-annual
CCyB1	Geographical distribution of credit exposures used in the countercyclical buffer	Semi-annual
LIQ2	Net Stable Funding Ratio	Semi-annual
LIQ1	Liquidity Coverage Ratio	Quarterly

2 Overview of Risk management, Key Prudential Metrics and RWA

2.1 Key metrics (KM1)

Key prudential regulatory metrics related to regulatory capital, leverage ratio and liquidity standards have been included in the following table:

		JUN-24 AED 000	MAR-24 AED 000	DEC-23 AED 000	SEP-23 AED 000	JUN-23 AED 000
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	387,862	387,815	372,933	372,896	372,896
1a	Fully loaded ECL accounting model	387,862	387,815	372,933	372,896	372,896
2	Tier 1	387,862	387,815	372,933	372,896	372,896
2a	Fully loaded ECL accounting model Tier 1	387,862	387,815	372,933	372,896	372,896
3	Total capital	387,862	387,815	372,933	372,896	372,896
3a	Fully loaded ECL accounting model total capital	387,862	387,815	372,933	372,896	372,896
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)	700,863	606,582	578,265	731,649	730,378
	Risk-based capital ratios as a percentage of RWA					
5	Common Equity Tier 1 ratio (%)	55.34%	63.93%	64.49%	50.97%	51.06%
5a	Fully loaded ECL accounting model CET1 (%)	55.34%	63.93%	64.49%	50.97%	51.06%
6	Tier 1 ratio (%)	55.34%	63.93%	64.49%	50.97%	51.06%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	55.34%	63.93%	64.49%	50.97%	51.06%
7	Total capital ratio (%)	55.34%	63.93%	64.49%	50.97%	51.06%
7a	Fully loaded ECL accounting model total capital ratio (%)	55.34%	63.93%	64.49%	50.97%	51.06%
	Additional CET1 buffer requirements as a percentage of RWA					
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.50%	2.50%	2.50%	2.50%	2.50%
9	Countercyclical buffer requirement (%)	0.00%	0.00%	0.00%	0.00%	0.00%
10	Bank D-SIB additional requirements (%)	0.00%	0.00%	0.00%	0.00%	0.00%
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 (%)	44.84%	53.43%	53.99%	40.47%	40.56%
	Leverage Ratio					
13	Total leverage ratio measure	1,792,046	1,519,135	1,497,992	1,769,839	1,722,804
14	Leverage ratio (%) (row 2/row 13)	21.64%	25.53%	24.90%	21.07%	21.64%
14a	Fully loaded ECL accounting model leverage ratio (%) (row 2A/row 13)	21.64%	25.53%	24.90%	21.07%	21.64%
14b	Leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	21.64%	25.53%	24.90%	21.07%	21.64%
	ELAR					
21	Total HQLA	550,371	496,145	466,609	473,804	388,672
22	Total liabilities	287,262	192,773	225,885	276,583	260,630
23	Eligible Liquid Assets Ratio (ELAR) (%)	192%	257%	207%	171%	149%
	ASRR					
24	Total available stable funding	481,870	470,270	433,725	528,295	428,373
25	Total Advances	232,198	65,347	29,521	96,685	119,278
26	Advances to Stable Resources Ratio (%)	48.19%	13.90%	6.81%	18.30%	27.84%

Narrative Commentary on QoQ Variance:

- **Total risk-weighted assets (RWA):** The QOQ is due to higher reissuance of guarantees under banks and new exposure with 150% risk weight.

- **ELAR:** Minimum ELAR required to be maintained as per the guidelines of the Central Bank of UAE is 10%, Average ELAR QoQ has decreased by 65% and stands at 192% as of June-24. QoQ variance is mainly due to increase in ODF placements with Central Bank as well as increase in total liabilities (as a result of increase in customer deposits/ due from HO&branches) during Q2 2024.

- **ASRR:** Increase in ratio is mainly due to increase in financial guarantees.

2.2 Overview of Risk Management, Key Prudential Metrics and RWA (OV1)

The overall solvency ratio, as presented in the prudential ratio table is equal to the ratio of the total capital to the sum of the credit, market and operational risk-weighted exposures.

The following table provides an overview of total Risk Weighted Assets:

		a	b	c
		RWA		Minimum capital requirements
		JUN-24 AED 000	MAR-24 AED 000	JUN-24 AED 000
1	Credit risk (excluding counterparty credit risk)	669,711	575,449	70,320
2	Of which: standardised approach (SA)	669,711	575,449	70,320
3	[redacted]			
4				
5				
6	Counterparty credit risk (CCR)	7	2	1
7	Of which: standardised approach for counterparty credit risk	7	2	1
8	[redacted]			
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	[redacted]			
18	Of which: securitisation external ratings-based approach (SEC-ERBA)			
19	Of which: securitisation standardised approach (SEC-SA)			
20	Market risk	468	454	49
21	Of which: standardised approach (SA)	468	454	49
22	[redacted]			
23	Operational risk	30,677	30,677	3,221
24	[redacted]			
25				
26	**Total (1+6+10+11+12+13+14+15+16+20+23)**	**700,863**	**606,582**	**73,591**

- **Total risk-weighted assets (RWA):** The QOQ increase from Q1 to Q2 is mainly due to the increase in the reissuance of guarantees under banks.

3 Composition of capital (CC1)

		Amounts AED 000
	Common Equity Tier 1 capital: instruments and reserves	
1	Directly issued qualifying common share (and equivalent for non-joint stock companies) capital plus related stock surplus	316,403
2	Retained earnings	23,115
3	Accumulated other comprehensive income (and other reserves)	48,344
4	*Directly issued capital subject to phase-out from CET1 (only applicable to non-joint stock companies)*	
5	Common share capital issued by third parties (amount allowed in group CET1)	
6	**Common Equity Tier 1 capital before regulatory deductions**	**387,862**
	Common Equity Tier 1 capital regulatory adjustments	
7	Prudent valuation adjustments	
8	Goodwill (net of related tax liability)	
9	Other intangibles including mortgage servicing rights (net of related tax liability)	
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)	
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	**Total regulatory adjustments to Common Equity Tier 1**	
25	**Common Equity Tier 1 capital (CET1)**	**387,862**
	Additional Tier 1 capital: instruments	
26	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	
27	OF which: classified as equity under applicable accounting standards	
28	Of which: classified as liabilities under applicable accounting standards	
29	*Directly issued capital instruments subject to phase-out from additional Tier 1*	
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	*Of which: instruments issued by subsidiaries subject to phase-out*	
32	Additional Tier 1 capital before regulatory adjustments	
	Additional Tier 1 capital: regulatory adjustments	
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	
38	**Additional Tier 1 capital (AT1)**	
39	**Tier 1 capital (T1= CET1 + AT1)**	**387,862**
	Tier 2 capital: instruments and provisions	
40	Directly issued qualifying Tier 2 instruments plus related stock surplus	
41	*Directly issued capital instruments subject to phase-out from Tier 2*	
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	*Of which: instruments issued by subsidiaries subject to phase-out*	
44	Provisions	
45	**Tier 2 capital before regulatory adjustments**	
	Tier 2 capital: regulatory adjustments	
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	**Total regulatory adjustments to Tier 2 capital**	
51	**Tier 2 capital (T2)**	
52	**Total regulatory capital (TC = T1 + T2)**	387,862
53	**Total risk-weighted assets**	700,863

	Capital ratios and buffers	
54	**Common Equity Tier 1 (as a percentage of risk-weighted assets)**	55.34%
55	**Tier 1 (as a percentage of risk-weighted assets)**	55.34%
56	**Total capital (as a percentage of risk-weighted assets)**	55.34%
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.**	44.84%
	The CBUAE Minimum Capital Requirement	
62	Common Equity Tier 1 minimum ratio	7.00%
63	Tier 1 minimum ratio	8.50%
64	Total capital minimum ratio	10.50%
	Amounts below the thresholds for deduction (before risk weighting)	
[redacted]		
66	Significant investments in common stock of financial entities	
[redacted]		
68	Deferred tax assets arising from temporary differences (net of related tax liability)	
	Applicable caps on the inclusion of provisions in Tier 2	
69	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	
70	Cap on inclusion of provisions in Tier 2 under standardised approach	
[redacted]		
	Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)	
73	*Current cap on CET1 instruments subject to phase-out arrangements*	
74	*Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)*	
75	*Current cap on AT1 instruments subject to phase-out arrangements*	
76	*Amount excluded from AT1 due to cap (excess after redemptions and maturities)*	
77	*Current cap on T2 instruments subject to phase-out arrangements*	
78	*Amount excluded from T2 due to cap (excess after redemptions and maturities)*	

CET1 ratio as of June 24 is 55.34%. In comparison, CET1 ratio as at Mar 24 end was 63.93%. The variance in the ratio is mainly due to increase in reissuance of guarantees under banks during Q2 2024 . IFRS transitional arrangement of Partial addback of ECL impact to CET1 of AED 61K is included in Retained Earnings.

3.1 Composition of regulatory capital (CC2)

Reconciliation of regulatory capital to balance sheet

	a	b	c
	Balance sheet as in published financial statements (AED 000)	Under regulatory scope of consolidation (AED 000)	Reference
	As at period-end JUN-24	As at period-end JUN-24	
Assets			
Cash and balances at central banks	526,243	526,670	Note A & E
Due from Head office and Branches	8,540	6,979	Note A & B
Due from Other Banks	53,442	53,457	Note A
Loans and advances	7,596	53,231	Note A & C
Other Assets	11,529	22,609	Note B & D
Property, plant and equipment	891	891	
Total assets	608,241	663,837	
Liabilities			
Due to Central Bank	-	308	Note E
Due to Head office and Branches	82,603	82,603	
Due to Other Banks	4,407	4,407	
Due to Customers	101,226	101,226	
Other liabilities	23,954	79,242	Note A & D
Total liabilities	212,190	267,786	
Shareholders' equity			
Paid-in share capital	316,403	316,403	
Regulatory credit risk reserve	15,597	15,597	
Retained earnings	31,304	31,304	Note F
Statutory Reserves	32,747	32,747	
Total shareholders' equity	396,051	396,051	

*CACIB Onshore branches do not prepare or publish interim financials. The Bank has updated the balance sheet in the annual Financial Statement format solely for the purpose of Pillar 3 disclosures.

Reference:
Note A: ECL Allowances reclassified from Other liabilities
Note B: Other Recharges reclassified from Other Assets
Note C: Specific Provision on bad and doubtful debts
Note D:. Under the regulatory returns, Acceptances are classified under Other Assets/Other Liabilities while for Basel III returns and the Audited Financial Statements, these are reclassified under off balance sheet.
Note E: Open item under Central bank reconciliation netted off against cash and balances with central bank
Note F: Current Year's profit though not audited has been included in Retained Earnings

Narrative Commentary:
Balance sheet size as of June 30th was at 664 MAED vis-à-vis to 592MAED as at 31st Mar 2024. Variation is due to increase in the ODF placements with CBUAE.

4 Leverage ratio

Summary comparison of accounting assets vs leverage ratio exposure (LR2)

		a	b
		JUN-24 AED 000	MAR-24 AED 000
	On-balance sheet exposures		
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	654,320	591,968
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)		
7	**Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)**	654,320	591,968
	Derivative exposures		
8	Replacement cost associated with *all* derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	7	2
9	Add-on amounts for PFE associated with *all* derivatives transactions		
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	**Total derivative exposures (sum of rows 8 to 12)**	7	2
	Securities financing transactions		
14	Gross SFT *assets* (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	**Total securities financing transaction exposures (sum of rows 14 to 17)**		
	Other off-balance sheet exposures		
19	Off-balance sheet exposure at gross notional amount	2,616,163	2,395,733
20	(Adjustments for conversion to credit equivalent amounts)	(1,478,444)	(1,468,568)
21	(Specific and general provisions associated with off-balance sheet exposures deducted in determining Tier 1 capital)		
22	**Off-balance sheet items (sum of rows 19 to 21)**	1,137,719	927,165
	Capital and total exposures		
23	**Tier 1 capital**	387,862	387,815
24	**Total exposures (sum of rows 7, 13, 18 and 22)**	1,792,046	1,519,135
	Leverage ratio		
25	**Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)**	21.64%	25.53%
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)		
26	CBUAE minimum leverage ratio requirement	3%	3%
27	**Applicable leverage buffers**		

5 Liquidity

5.1 Eligible Liquid Assets Ratio (ELAR) (AED 000)

1	**High Quality Liquid Assets**	**Nominal amount**	**Eligible Liquid Asset**
1.1	Physical cash in hand at the bank + balances with the CBUAE	550,371	
1.2	UAE Federal Government Bonds and Sukuks		
	Sub Total (1.1 to 1.2)	550,371	550,371
1.3	UAE local governments publicly traded debt securities		
1.4	UAE Public sector publicly traded debt securities		
	Sub total (1.3 to 1.4)		
1.5	Foreign Sovereign debt instruments or instruments issued by their respective central banks		
1.6	**Total**	**550,371**	**550,371**
2	Total liabilities		287,262
3	**Eligible Liquid Assets Ratio (ELAR)**		**1.92**

Note: Data is based on simple average of daily observations calculated over a period of 91 days starting 1st of April 2024 to 30th of June 2024

5.2 Advances to Stables Resource Ratio (ASRR) (AED 000)

		Items	Amount
1		**Computation of Advances**	
	1.1	Net Lending (gross loans - specific and collective provisions + interest in suspense)	7,596
	1.2	Lending to non-banking financial institutions	
	1.3	Net Financial Guarantees & Stand-by LC (issued - received)	207,644
	1.4	Interbank Placements	16,958
	1.5	**Total Advances**	232,198
2		**Calculation of Net Stable Ressources**	
	2.1	Total capital + general provisions	396,719
		Deduct:	
	2.1.1	Goodwill and other intangible assets	
	2.1.2	Fixed Assets	891
	2.1.3	Funds allocated to branches abroad	
	2.1.5	Unquoted Investments	
	2.1.6	Investment in subsidiaries, associates and affiliates	
	2.1.7	**Total deduction**	891
	2.2	**Net Free Capital Funds**	395,828
	2.3	**Other stable resources:**	
	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	
	2.3.5	Customer Deposits	86,042
	2.3.6	Capital market funding/ term borrowings maturing after 6 months from reporting date	
	2.3.7	**Total other stable resources**	86,042
	2.4	**Total Stable Resources (2.2+2.3.7)**	481,870
3		**Advances TO STABLE RESOURCES RATIO (1.6/ 2.4*100)**	48.19

6 Credit Risk

6.1 Credit quality of assets (CR1) (AED 000)

		a	b	c	d	e	f
		Gross carrying values of		Allowances/ Impairments	Of which ECL accounting provisions for credit losses		Net values (a+b-c)
		Defaulted exposures	Non-defaulted exposures		Allocated in regulatory category of Specific	Allocated in regulatory category of General	
1	Loans	44,725	8,506	45,635	45,635	-	7,596
2	Debt securities						
3	Off-balance sheet exposures		1,920,274	532		532	1,919,742
4	**Total**	**44,725**	**1,928,780**	**46,167**	**45,635**	**532**	**1,927,338**

Definition of default

According to the Basel definition, the bank considers that default has occurred for an obligor when one or more of the following events have happened:

- The Bank concludes that the obligor is unlikely to repay its obligation in full.
- The Bank makes a specific provision resulting from deterioration in the credit quality of the counterparty.
- The Bank disposes off the credit obligation to a third party at an economic loss.
- The Bank agrees to a distressed restructuring of the credit obligation resulting in reduction of the obligation due to significant markdown or postponement of principal, interest and/or other fees.
- A material debt/receivable is overdue for more than 90 days.
- A Default event in the legal meaning (specified in credit agreement and decided by creditors)

***** Defaulted Exposures: In line with the CBUAE Pillar 3 guidelines, out of the total defaulted exposures of 45,635 KAED , only the past due for more than 90 days have been disclosed in CR1.

******Total Off-balance sheet exposures exclude unconditionally cancellable commitments of 695,888 KAED

6.2 Changes in stock of defaulted loans and debt securities (CR2) (AED 000)

		a
1	**Defaulted loans and debt securities at the end of the previous reporting period**	42,948
2	Loans and debt securities that have defaulted since the last reporting period	
3	Returned to non-default status	
4	Amounts written off	
5	Other changes	1,777
6	**Defaulted loans and debt securities at the end of the reporting period (1+2-3-4±5)**	44,725

6.3 Standardised approach - credit risk exposure and Credit Risk Mitigation (CRM) effects (CR4) (AED 000)

		a	b	c	d	e	f
		Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
	Asset classes	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	526,670		526,670			0%
2	Public Sector Entities						0%
3	Multilateral development banks						0%
4	Banks	61,998	1,603,620	61,998	909,279	490,858	51%
5	Securities firms						0%
6	Corporates	7,596	1,012,543	7,596	158,853	166,449	100%
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	45,635					0%
12	Higher-risk categories						0%
13	Other assets	12,421		12,421		12,412	100%
14	**Total**	**654,320**	**2,616,163**	**608,685**	**1,068,132**	**669,719**	40%

Note: The QOQ increase from Q1 to Q2 is mainly due to the increase in the bank guarantees.

6.4 Standardised approach - exposures by asset classes and risk weights (CR5) (AED 000)

		a	b	c	d	e	f	g	h	i
	Risk weight Asset classes	0%	20%	35%	50%	75%	100%	150%	Others	Total credit exposures amount (post CCF and post-CRM)
1	Sovereigns and their central banks	526,670								526,670
2	Public Sector Entities									-
3	Multilateral development banks									-
4	Banks		27,916		925,689		8,157	9,516		971,277
5	Securities firms									-
6	Corporates						166,449			166,449
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									-
12	Higher-risk categories									-
13	Other assets	9			-		12,412			12,421
14	**Total**	**526,679**	**27,916**	**-**	**925,689**	**-**	**187,017**	**9,516**	**-**	**1,676,817**

Narrative commentary: Exposures as at 30 June 2024 was at 1,677M AED compared to 1,404M AED as at 31 March 2024. The QoQ increase is primarily due to increase in reissuance of guarantees under banks as well as increase in ODF placements with Central Bank.

Note on Past Due Loans: As per Pillar 3 guidelines, past due loans correspond to the unsecured portion of any loan past due for more than 90 days needs to be shown under dedicated line 'Past due loans' in above table.

As of June 30, 2024, past due loan for more than 90 days amounted to AED44,725K which has been fully provided. In this case, net exposure remains zero and hence, has not been segregated in above table.

7 Market Risk

7.1 Market risk under the standardised approach (SA) (MR1) (AED 000)

		a
		RWA
1	General Interest rate risk (General and Specific)	
2	Equity risk (General and Specific)	
3	Foreign exchange risk	468
4	Commodity risk	
	Options	
5	Simplified approach	
6	Delta-plus method	
7	[redacted]	
8	Securitisation	
9	**Total**	**468**