

Credit Agricole CIB – UAE

Pillar 3 Market Disclosures
Quarter 3-2025

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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)
- Stress test done to understand the impact on Capital adequacy.
- Assessment of risk in line with the scale & size of business.

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/Regulations issued by UAE Central bank. This report has been jointly compiled by Risk & Finance department. 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 (Dubai and Abu Dhabi) and hence have not been included in these disclosures.

Table	Information Overview	Format	Disclosure Frequency
LIQ1	Liquidity Coverage Ratio	Fixed	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.

		SEP-25 AED 000	JUN-25 AED 000	MAR-25 AED 000	DEC-24 AED 000	SEP-24 AED 000
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	401,216	401,239	401,136	387,853	387,848
1a	Fully loaded ECL accounting model	401,216	401,239	401,136	387,853	387,848
2	Tier 1	401,216	401,239	401,136	387,853	387,848
2a	Fully loaded ECL accounting model Tier 1	401,216	401,239	401,136	387,853	387,848
3	Total capital	401,216	401,239	401,136	387,853	387,848
3a	Fully loaded ECL accounting model total capital	401,216	401,239	401,136	387,853	387,848
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)	827,778	848,159	745,189	795,182	685,956
	Risk-based capital ratios as a percentage of RWA					
5	Common Equity Tier 1 ratio (%)	48.47%	47.31%	53.83%	48.78%	56.54%
5a	Fully loaded ECL accounting model CET1 (%)	48.47%	47.31%	53.83%	48.78%	56.54%
6	Tier 1 ratio (%)	48.47%	47.31%	53.83%	48.78%	56.54%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	48.47%	47.31%	53.83%	48.78%	56.54%
7	Total capital ratio (%)	48.47%	47.31%	53.83%	48.78%	56.54%
7a	Fully loaded ECL accounting model total capital ratio (%)	48.47%	47.31%	53.83%	48.78%	56.54%
	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 (%)	37.97%	36.81%	43.33%	38.28%	46.04%
	Leverage Ratio					
13	Total leverage ratio measure	1,992,048	2,083,007	1,857,119	1,901,039	1,792,775
14	Leverage ratio (%) (row 2/row 13)	20.14%	19.26%	21.60%	20.40%	21.63%
14a	Fully loaded ECL accounting model leverage ratio (%) (row 2A/row 13)	20.14%	19.26%	21.60%	20.40%	21.63%
14b	Leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	20.14%	19.26%	21.60%	20.40%	21.63%
	Liquidity Coverage Ratio					
15	Total HQLA	-	-	-	-	-
16	Total net cash outflow	-	-	-	-	-
17	LCR ratio (%)	-	-	-	-	-
	Net Stable Funding Ratio					
18	Total available stable funding	-	-	-	-	-
19	Total required stable funding	-	-	-	-	-
20	NSFR ratio (%)	-	-	-	-	-
	ELAR					
21	Total HQLA	556,662	573,318	557,028	596,404	575,720
22	Total liabilities	267,700	273,556	256,814	314,917	288,994
23	Eligible Liquid Assets Ratio (ELAR) (%)	208%	210%	217%	189%	199%
	ASRR					
24	Total available stable funding	487,714	464,214	483,278	475,217	472,858
25	Total Advances	283,380	308,618	259,529	314,307	234,691
26	Advances to Stable Resources Ratio (%)	58.10%	66.48%	53.70%	66.14%	49.63%

Narrative Commentary on Q-o-Q Variance:

- **Total risk-weighted assets (RWA):** QoQ Variance is primarily due to decrease in short term credit utilizations (mainly overdraft facilities), which is partially offset by an increase in issuance of Letter of Guarantees resulting into a net decrease of RWA.
- **ELAR:** The QoQ evolution of ELAR remains very marginal and resulted mainly due to the normal evolutions of assets and liabilities during the quarter.
- **ASRR:** Decrease in ASRR ratio is due to reduction in utilization of short term facility limits for few while noting an increase in deposits.

2.2 Overview of Risk Weighted Assets (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
		SEP-25 AED 000	JUN-25 AED 000	SEP-25 AED 000
1	Credit risk (excluding counterparty credit risk)	779,935	798,627	81,893
2	Of which: standardised approach (SA)	779,935	798,627	81,893
3				
4				
5				
6	Counterparty credit risk (CCR)	1	3	0
7	Of which: standardised approach for counterparty credit risk	1	3	0
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	421	2,108	44
21	Of which: standardised approach (SA)	421	2,108	44
22				
23	Operational risk	47,421	47,421	4,979
24				
25				
26	Total (1+6+10+11+12+13+14+15+16+20+23)	827,778	848,159	86,916

Narrative Commentary: Exposure remains in line with normal business operating activity. Slight variation in counterparty risk exposure is mainly due to decrease in utilization of short term credit facilities (mainly overdraft facilities), which is partially offset by an increase in issuance of letter of guarantees, resulting into a net decrease of RWA.

3 Leverage ratio

3.1 Leverage Ratio Common Disclosure (LR2)

	a	b
	SEP-25 AED 000	JUN-25 AED 000
On-balance sheet exposures		
On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	744,864	866,960
Gross-up for derivatives collateral provided where deducted from balance sheet assets pursuant to the operative accounting framework		
(Deductions of receivable assets for cash variation margin provided in derivatives transactions)		
(Adjustment for securities received under securities financing transactions that are recognised as an asset)		
(Specific and general provisions associated with on-balance sheet exposures that are deducted from Tier 1 capital)		
(Asset amounts deducted in determining Tier 1 capital)		
Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)	744,864	866,960
Derivative exposures		
Replacement cost associated with <i>all</i> derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	5	16
Add-on amounts for PFE associated with <i>all</i> derivatives transactions		
(Exempted CCP leg of client-cleared trade exposures)		
Adjusted effective notional amount of written credit derivatives		
(Adjusted effective notional offsets and add-on deductions for written credit derivatives)		
Total derivative exposures (sum of rows 8 to 12)	5	16
Securities financing transactions		
Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions		
(Netted amounts of cash payables and cash receivables of gross SFT assets)		
CCR exposure for SFT assets		
Agent transaction exposures		
Total securities financing transaction exposures (sum of rows 14 to 17)		
Other off-balance sheet exposures		
Off-balance sheet exposure at gross notional amount	2,840,280	2,663,762
(Adjustments for conversion to credit equivalent amounts)	(1,593,101)	(1,447,731)
(Specific and general provisions associated with off-balance sheet exposures deducted in determining Tier 1 capital)		
Off-balance sheet items (sum of rows 19 to 21)	1,247,179	1,216,031
Capital and total exposures		
Tier 1 capital	401,216	401,239
Total exposures (sum of rows 7, 13, 18 and 22)	1,992,048	2,083,007
Leverage ratio		
Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)	20.14%	19.26%
Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)		
CBUAE minimum leverage ratio requirement	3%	3%
Applicable leverage buffers		

Narrative Commentary: Counterparty risk exposure remains in line with normal business operating activity.

4 Liquidity
4.1 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	556,662	
1.2	UAE Federal Government Bonds and Sukuks		
	Sub Total (1.1 to 1.2)	556,662	556,662
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	556,662	556,662
2	Total liabilities		267,700
3	Eligible Liquid Assets Ratio (ELAR)		2.08

Note: Data is based on a simple averages of daily observations over the period of 92 days of Q3 2025 (i.e. starting 1st of July 2025 to 30th of September 2025) as per regulatory guidelines.

4.2 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)	51,336
	1.2	Lending to non-banking financial institutions	
	1.3	Net Financial Guarantees & Stand-by LC (issued - received)	210,263
	1.4	Interbank Placements	21,781
	1.5	Total Advances	283,380
2		Calculation of Net Stable Ressources	
	2.1	Total capital + general provisions	408,728
		Deduct:	
	2.1.1	Goodwill and other intangible assets	
	2.1.2	Fixed Assets	2,635
	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	2,635
	2.2	Net Free Capital Funds	406,093
	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	69
	2.3.5	Customer Deposits	81,552
	2.3.6	Capital market funding/ term borrowings maturing after 6 months from reporting date	
	2.3.7	Total other stable resources	81,621
	2.4	Total Stable Resources (2.2+2.3.7)	487,714
3		Advances TO STABLE RESOURCES RATIO (1.6/ 2.4*100)	58.10