



中國銀行
BANK OF CHINA

BANK OF CHINA LTD.-ABU DHABI

PILLAR III DISCLOSURES

FOR THE QUARTER ENDED 30 September 2023

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1. Overview of Risk Management and RWA

1.1 KM1: Key Metrics

		a	b	c	d	e
		Q3 2023	Q2 2023	Q1 2023	Q4 2022	Q3 2022
Available capital (amounts)						
1	Common Equity Tier 1 (CET1)	385,026	397,900	391,418	395,891	391,298
1a	Fully loaded ECL accounting model	383,663	396,606	391,418	395,891	391,298
2	Tier 1	385,026	397,900	391,418	395,891	391,298
2a	Fully loaded ECL accounting model Tier 1	383,663	396,606	391,418	395,891	391,298
3	Total capital	399,570	406,574	398,518	405,095	398,342
3a	Fully loaded ECL accounting model total capital	398,207	405,280	398,518	405,095	398,342
Risk-weighted assets (amounts)						
4	Total risk-weighted assets (RWA)	1,204,148	735,205	609,684	778,397	603,906
Risk-based capital ratios as a percentage of RWA						
5	Common Equity Tier 1 ratio (%)	31.97%	54.12%	64.20%	50.86%	64.80%
5a	Fully loaded ECL accounting model CET1 (%)	31.86%	53.94%	64.20%	50.86%	64.80%
6	Tier 1 ratio (%)	31.97%	54.12%	64.20%	50.86%	64.80%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	31.86%	53.94%	64.20%	50.86%	64.80%
7	Total capital ratio (%)	33.18%	55.30%	65.36%	52.04%	65.96%
7a	Fully loaded ECL accounting model total capital ratio (%)	33.07%	55.12%	65.36%	52.04%	65.96%
Additional CET1 buffer requirements as a percentage of RWA						
8	Capital conservation buffer requirement (%)	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 (%)	2.50%	2.50%	2.50%	2.50%	2.50%
12	CET1 available after meeting the bank's capital requirements	22.68%	44.80%	54.86%	41.54%	54.29%
Leverage Ratio						
13	Total leverage ratio measure	2,860,720	2,958,747	2,021,551	2,473,273	2,052,810
14	Leverage ratio (%) (row 2/row 13)	13.46%	13.45%	19.36%	16.01%	19.06%
ELAR						
21	Total HQLA	669,294	1,241,652	531,774	543,328	417,408
22	Total liabilities	2,067,679	2,240,207	1,327,118	1,716,380	1,161,242
23	Eligible Liquid Assets Ratio (ELAR) (%)	32.37%	55.42%	40.06%	31.66%	35.94%
ASRR						
24	Total available stable funding	1,227,884	1,851,984	1,452,302	1,293,795	1,305,709
25	Total Advances	681,785	723,590	843,272	833,961	698,882
26	Advances to Stable Resources Ratio (%)	55.53%	39.07%	58.06%	64.46%	53.53%

1.2 OV1: Overview of RWA

		a	b	c
		RWA		Min Cap require
		Q3 2023	Q2 2023	Q3 2023
1	Credit risk (excluding counterparty credit risk)	1,163,546	693,891	122,172
2	Of which: standardized approach (SA)	1,163,546	693,891	122,172
6	Counterparty credit risk (CCR)	0	0	0
10	Credit valuation adjustment (CVA)	0	0	0
20	Market risk	802	1,514	84
21	Of which: standardized approach (SA)	802	1,514	84
23	Operational risk	39,800	39,800	4,179
26	Total (1+6+10+11+12+13+14+15+16+20+23)	1,204,148	735,205	126,435

2. LEVERAGE RATIO

2.1 LR2: Leverage ratio common disclosure template

		a	b
		Q3 2023	Q2 2023
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	2,522,196	2,683,132
2	Gross-up for derivatives collateral provided where deducted from balance sheet assets pursuant to the operative accounting framework	0	0
3	(Deductions of receivable assets for cash variation margin provided in derivatives transactions)	0	0
4	(Adjustment for securities received under securities financing transactions that are recognized as an asset)	0	0
5	(Specific and general provisions associated with on-balance sheet exposures that are deducted from Tier 1 capital)	0	0
6	(Asset amounts deducted in determining Tier 1 capital)	-3,647	-3,650
7	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)	2,518,549	2,679,482
Derivative exposures			
8	Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	0	0
9	Add-on amounts for PFE associated with all derivatives transactions	0	0
10	(Exempted CCP leg of client-cleared trade exposures)	0	0

11	Adjusted effective notional amount of written credit derivatives	0	0
12	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	0	0
13	Total derivative exposures (sum of rows 8 to 12)	0	0
Securities financing transactions			
14	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	0	0
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)	0	0
16	CCR exposure for SFT assets	0	0
17	Agent transaction exposures	0	0
18	Total securities financing transaction exposures (sum of rows 14 to 17)	0	0
Other off-balance sheet exposures			
19	Off-balance sheet exposure at gross notional amount	684,343	558,530
20	(Adjustments for conversion to credit equivalent amounts)	-342,171	-279,265
21	(Specific and general provisions associated with off-balance sheet exposures deducted in determining Tier 1 capital)		0
22	Off-balance sheet items (sum of rows 19 to 21)	342,171	279,265
Capital and total exposures			
23	Tier 1 capital	385,026	397,900
24	Total exposures (sum of rows 7, 13, 18 and 22)	2,860,720	2,958,747
Leverage ratio			
25	Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)	13.46%	13.45%
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)	13.46%	13.45%
26	CBUAE minimum leverage ratio requirement	3.00%	3.00%
27	Applicable leverage buffers	0.00%	0.00%

3. Liquidity

3.1 ELAR: Eligible Liquid Assets Ratio

1	High Quality Liquid Assets	Nominal amount	Eligible Liquid Asset
1.1	Physical cash in hand at the bank + balances with the CBUAE	129,494	
1.2	UAE Federal Government Bonds and Sukuks	539,800	
	Sub Total (1.1 to 1.2)	669,294	669,294
1.3	UAE local governments publicly traded debt securities	0	
1.4	UAE Public sector publicly traded debt securities	0	
	Subtotal (1.3 to 1.4)	0	0

1.5	Foreign Sovereign debt instruments or instruments issued by their respective central banks	0	0
1.6	Total	669,294	669,294
2	Total liabilities		2,067,679
3	Eligible Liquid Assets Ratio (ELAR)		32.37%

3.2 ASRR: Advances to Stables Resource Ratio

	Computation of Advances	Q3 2023
1.1	Net Lending (gross loans - specific and collective provisions + interest in suspense)	681,785
1.2	Lending to non-banking financial institutions	0
1.3	Net Financial Guarantees & Stand-by LC (issued - received)	0
1.4	Interbank Placements	0
1.5	Total Advances	681,785
	Calculation of Net Stable Resources	
2.1	Total capital + general provisions	454,517
	Deduct:	
2.1.1	Goodwill and other intangible assets	18
2.1.2	Fixed Assets	3,109
2.1.3	Funds allocated to branches abroad	0
2.1.5	Unquoted Investments	0
2.1.6	Investment in subsidiaries, associates and affiliates	0
2.1.7	Total deduction	3,127
2.2	Net Free Capital Funds	451,390
2.3	Other stable resources:	
2.3.1	Funds from the head office	0
2.3.2	Interbank deposits with remaining life of more than 6 months	0
2.3.3	Refinancing of Housing Loans	0
2.3.4	Borrowing from non-Banking Financial Institutions	1
2.3.5	Customer Deposits	776,493
2.3.6	Capital market funding/ term borrowings maturing after 6 months from reporting date	0
2.3.7	Total other stable resources	776,494
2.4	Total Stable Resources (2.2+2.3.7)	1,227,884
	Advances TO STABLE RESOURCES RATIO (1.6/ 2.4*100)	55.53