



BANK OF CHINA LTD.-ABU DHABI
PILLAR III DISCLOSURES
FOR THE QUARTER ENDED 30 SEPTEMBER
2022

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1. Overview of Risk Management and RWA

1.1 KM1: Key Metrics

		a	b
		Q3 2022	Q2 2022
Available capital (amounts)			
1	Common Equity Tier 1 (CET1)	391,298	388,809
1a	Fully loaded ECL accounting model	391,298	388,809
2	Tier 1	391,298	388,809
2a	Fully loaded ECL accounting model Tier 1	391,298	388,809
3	Total capital	398,342	397,671
3a	Fully loaded ECL accounting model total capital	398,342	397,671
Risk-weighted assets (amounts)			
4	Total risk-weighted assets (RWA)	603,906	749,425
Risk-based capital ratios as a percentage of RWA			
5	Common Equity Tier 1 ratio (%)	64.79%	51.88%
5a	Fully loaded ECL accounting model CET1 (%)	64.79%	51.88%
6	Tier 1 ratio (%)	64.79%	51.88%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	64.79%	51.88%
7	Total capital ratio (%)	65.96%	53.06%
7a	Fully loaded ECL accounting model total capital ratio (%)	65.96%	53.06%
Additional CET1 buffer requirements as a percentage of RWA			
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.50%	2.50%
9	Countercyclical buffer requirement (%)	0.00%	0.00%
10	Bank D-SIB additional requirements (%)	0.00%	0.00%
11	Total of bank CET1 specific buffer requirements (%)	2.50%	2.50%
12	CET1 available after meeting the bank's capital requirements	54.29%	44.88%
Leverage Ratio			
13	Total leverage ratio measure	2,052,810	1,676,813
14	Leverage ratio (%) (row 2/row 13)	19.06%	23.19%
ELAR			
21	Total HQLA	417,408	281,074
22	Total liabilities	1,161,242	1,044,324
23	Eligible Liquid Assets Ratio (ELAR) (%)	35.94%	27%
ASRR			
24	Total available stable funding	1,305,710	1,045,171
25	Total Advances	698,882	427,534
26	Advances to Stable Resources Ratio (%)	53.53%	40.91%

1.2 OV1: Overview of RWA

		a	b	c
		RWA		Min Cap require
		Q3 2022	Q2 2022	Q3 2022
1	Credit risk (excluding counterparty credit risk)	563,483	708,924	59,166
2	Of which: standardized approach (SA)	563,483	708,924	59,166
6	Counterparty credit risk (CCR)	0	0	0
10	Credit valuation adjustment (CVA)	0	0	0
20	Market risk	503	581	53
21	Of which: standardized approach (SA)	503	581	53
23	Operational risk	39,920	39,920	4,192
26	Total (1+6+10+11+12+13+14+15+16+20+23)	603,906	749,425	63,410

2. LEVERAGE RATIO

2.1 LR2: Leverage ratio common disclosure template

	a	b	
	Q3 2022	Q2 2022	
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	1,655,289	1,407,271
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)	(3,240)	(3,244)
7	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)	1,652,049	1,404,027
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	0	0

	derivatives		
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	735,160	545,571
20	(Adjustments for conversion to credit equivalent amounts)	(334,399)	(272,786)
21	(Specific and general provisions associated with off-balance sheet exposures deducted in determining Tier 1 capital)	0	0
22	Off-balance sheet items (sum of rows 19 to 21)	400,761	272,786
Capital and total exposures			
23	Tier 1 capital	391,298	388,809
24	Total exposures (sum of rows 7, 13, 18 and 22)	2,052,810	1,676,813
Leverage ratio			
25	Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)	19.06%	23.19%
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)	0.00%	0.00%
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	122,233	
1.2	UAE Federal Government Bonds and Sukuks	295,175	
	Sub Total (1.1 to 1.2)	417,408	417,408
1.3	UAE local governments publicly traded debt securities	0	
1.4	UAE Public sector publicly traded debt securities	0	

	Sub total (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	417,408	417,408
2	Total liabilities		1,161,242
3	Eligible Liquid Assets Ratio (ELAR)		35.94%

3.2 ASRR: Advances to Stables Resource Ratio

	Computation of Advances	Q3 2022
1.1	Net Lending (gross loans - specific and collective provisions + interest in suspense)	698,882
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	698,882
	Calculation of Net Stable Resources	
2.1	Total capital + general provisions	413,513
	Deduct:	
2.1.1	Goodwill and other intangible assets	29
2.1.2	Fixed Assets	1,398
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	1,427
2.2	Net Free Capital Funds	412,086
	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	0
2.3.5	Customer Deposits	893,624
2.3.6	Capital market funding/ term borrowings maturing after 6 months from reporting date	0
2.3.7	Total other stable resources	893,624
2.4	Total Stable Resources (2.2+2.3.7)	1,305,710
	Advances TO STABLE RESOURCES RATIO (1.6/ 2.4*100)	53.53