



BANK OF CHINA LTD.-ABU DHABI

PILLAR III DISCLOSURES

FOR THE QUARTER ENDED 31 March 2025

Content

| | |
|---|---|
| 1. Overview of Risk Management and RWA | 3 |
| 1.1 KM1: Key Metrics | 3 |
| 1.2 OV1: Overview of RWA..... | 5 |
| 2. LEVERAGE RATIO | 5 |
| 2.1 LR2: Leverage ratio common disclosure template..... | 5 |
| 3. Liquidity | 6 |
| 3.1 ELAR: Eligible Liquid Assets Ratio | 6 |
| 3.2 ASRR: Advances to Stables Resource Ratio | 7 |

1. Overview of Risk Management and RWA

1.1 KM1: Key Metrics

| | | a | b | c | d | e |
|----|---|-----------|-----------|-----------|-----------|-----------|
| | | Q1 2025 | Q4 2024 | Q3 2024 | Q2 2024 | Q1 2024 |
| | Available capital (amounts) | | | | | |
| 1 | Common Equity Tier 1 (CET1) | 477,185 | 481,210 | 447,628 | 447,253 | 447,318 |
| 1a | Fully loaded ECL accounting model | 477,185 | 481,210 | 447,628 | 447,253 | 447,318 |
| 2 | Tier 1 | 477,185 | 481,210 | 447,628 | 447,253 | 447,318 |
| 2a | Fully loaded ECL accounting model Tier 1 | 477,185 | 481,210 | 447,628 | 447,253 | 447,318 |
| 3 | Total capital | 501,686 | 503,017 | 465,443 | 463,032 | 461,385 |
| 3a | Fully loaded ECL accounting model total capital | 501,686 | 503,017 | 465,443 | 463,032 | 461,385 |
| | Risk-weighted assets (amounts) | | | | | |
| 4 | Total risk-weighted assets (RWA) | 2,079,777 | 1,822,363 | 1,503,519 | 1,340,780 | 1,203,328 |
| | Risk-based capital ratios as a percentage of RWA | | | | | |
| 5 | Common Equity Tier 1 ratio (%) | 22.94% | 26.41% | 29.77% | 33.36% | 37.17% |
| 5a | Fully loaded ECL accounting model CET1 (%) | 22.94% | 26.41% | 29.77% | 33.36% | 37.17% |
| 6 | Tier 1 ratio (%) | 22.94% | 26.41% | 29.77% | 33.36% | 37.17% |
| 6a | Fully loaded ECL accounting model Tier 1 ratio (%) | 22.94% | 26.41% | 29.77% | 33.36% | 37.17% |
| 7 | Total capital ratio (%) | 24.12% | 27.60% | 30.96% | 34.53% | 38.34% |
| 7a | Fully loaded ECL accounting model total capital ratio (%) | 24.12% | 27.60% | 30.96% | 34.53% | 38.34% |
| | 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 | 13.62% | 17.10% | 20.46% | 24.03% | 27.84% |
| | Leverage Ratio | | | | | |
| 13 | Total leverage ratio measure | 7,571,314 | 5,857,531 | 5,223,205 | 4,276,703 | 3,557,025 |
| 14 | Leverage ratio (%) (row 2/row 13) | 6.30% | 8.22% | 8.57% | 10.46% | 12.58% |
| | ELAR | | | | | |
| 21 | Total HQLA | 1,937,692 | 1,214,968 | 1,216,803 | 890,936 | 844,892 |
| 22 | Total liabilities | 5,628,092 | 4,040,289 | 3,901,602 | 3,236,300 | 2,530,757 |
| 23 | Eligible Liquid Assets Ratio (ELAR) (%) | 34.43% | 30.07% | 31.19% | 27.53% | 33.38% |
| | ASRR | | | | | |
| 24 | Total available stable funding | 4,712,494 | 2,442,460 | 2,476,731 | 2,463,642 | 2,130,439 |
| 25 | Total Advances | 1,802,308 | 1,796,103 | 1,149,989 | 737,448 | 774,213 |
| 26 | Advances to Stable Resources Ratio (%) | 38.25% | 73.54% | 46.43% | 29.93% | 36.34% |

1.2 OV1: Overview of RWA

| | | a | b | c |
|----|--|------------------|------------------|-----------------|
| | | RWA | | Min Cap require |
| | | Q1 2025 | Q4 2024 | Q1 2025 |
| 1 | Credit risk (excluding counterparty credit risk) | 1,960,064 | 1,744,592 | 205,807 |
| 2 | Of which: standardized approach (SA) | 1,960,064 | 1,744,592 | 205,807 |
| 6 | Counterparty credit risk (CCR) | 0 | 0 | 0 |
| 10 | Credit valuation adjustment (CVA) | 0 | 0 | 0 |
| 20 | Market risk | 1,294 | 766 | 136 |
| 21 | Of which: standardized approach (SA) | 1,294 | 766 | 136 |
| 23 | Operational risk | 118,418 | 77,005 | 12,434 |
| 26 | Total (1+6+10+11+12+13+14+15+16+20+23) | 2,079,777 | 1,822,363 | 218,377 |

2. LEVERAGE RATIO

2.1 LR2: Leverage ratio common disclosure template

| | | a | b |
|-----------------------------------|--|------------------|------------------|
| | | Q1 2025 | Q4 2024 |
| On-balance sheet exposures | | | |
| 1 | On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral) | 6,109,010 | 4,545,792 |
| 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) | -2,397 | -2,405 |
| 7 | Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6) | 6,106,613 | 4,543,387 |
| 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 | 56 | 31 |
| 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) | 56 | 31 |
| 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 | 2,921,896 | 2,591,496 |
| 20 | (Adjustments for conversion to credit equivalent amounts) | 1,457,251 | -1,277,383 |
| 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) | 1,464,645 | 1,314,113 |
| Capital and total exposures | | | |
| 23 | Tier 1 capital | 477,185 | 481,210 |
| 24 | Total exposures (sum of rows 7, 13, 18 and 22) | 7,571,314 | 5,857,531 |
| Leverage ratio | | | |
| 25 | Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) | 6.30% | 8.22% |
| 25a | Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves) | 6.30% | 8.22% |
| 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 | 202,850 | |
| 1.2 | UAE Federal Government Bonds and Sukuks | 1,734,842 | |
| | Sub Total (1.1 to 1.2) | 1,937,692 | 1,937,692 |
| 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 | 1,937,692 | 1,937,692 |
| 2 | Total liabilities | | 5,628,092 |
| 3 | Eligible Liquid Assets Ratio (ELAR) | | 34.43% |

3.2 ASRR: Advances to Stables Resource Ratio

| | Computation of Advances | Q1 2025 |
|--------------|---|------------------|
| 1.1 | Net Lending (gross loans - specific and collective provisions + interest in suspense) | 1,802,308 |
| 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 | 1,802,308 |
| | Calculation of Net Stable Resources | |
| 2.1 | Total capital + general provisions | 518,171 |
| | Deduct: | |
| 2.1.1 | Goodwill and other intangible assets | 17 |
| 2.1.2 | Fixed Assets | 2,405 |
| 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 | 2,522 |
| 2.2 | Net Free Capital Funds | 515,649 |
| 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 | 2,295,501 |
| 2.3.5 | Customer Deposits | 1,901,344 |
| 2.3.6 | Capital market funding/ term borrowings maturing after 6 months from reporting date | 0 |
| 2.3.7 | Total other stable resources | 4,196,845 |
| 2.4 | Total Stable Resources (2.2+2.3.7) | 4,712,494 |
| | Advances TO STABLE RESOURCES RATIO (1.6/ 2.4*100) | 38.25% |