

**Ahli United Bank B.S.C.**  
**Pillar III Disclosures - Basel III**  
**30 June 2015**

# Ahli United Bank B.S.C.

## Pillar III Disclosures - Basel III

Six month ended 30 June 2015 (Unaudited)

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# Ahli United Bank B.S.C.

## Pillar III Disclosures - Basel III

30 June 2015

### 1. CAPITAL STRUCTURE

TABLE - 1

A. NET AVAILABLE CAPITAL	US\$ '000		
	<i>CET 1</i>	<i>ATI</i>	<i>Tier 2</i>
NET AVAILABLE CAPITAL	3,098,025	406,367	624,122
<b>TOTAL ELIGIBLE CAPITAL BASE (CET 1 + AT 1 + Tier 2)</b>			<b>4,128,514</b>
<b>RISK WEIGHTED EXPOSURES</b>			
Credit Risk Weighted Exposures			23,048,673
Market Risk Weighted Exposures			680,533
Operational Risk Weighted Exposures			1,709,304
<b>TOTAL RISK WEIGHTED EXPOSURES</b>			<b>25,438,510</b>
CET 1 & Capital Conversion Buffer (CCB)			12.2%
Tier 1 - Capital Adequacy Ratio (CET 1, AT 1 & CCB)			13.8%
<b>Total - Capital Adequacy Ratio</b>			<b>16.2%</b>

As part of the Basel III implementation, Central Bank of Bahrain (CBB) has revised the public disclosure requirements module [PD Module - Chapter PD-3.1.5A: Quarterly Disclosure Requirements] and incorporated additional disclosure requirements related to regulatory capital.

In line with above requirements, the Group has disclosed the regulatory capital reconciliation and other related disclosures in Appendix I which forms part of Pillar III disclosures for the period ended 30 June 2015.

### B. CAPITAL ADEQUACY RATIO OF SIGNIFICANT SUBSIDIARIES

As at 30 June 2015, the capital adequacy ratio of the Group's significant subsidiaries under Basel III unless mandated otherwise were:

	<i>Subsidiaries</i>		
	<i>Ahli United Bank K.S.C.P. (AUBK)</i>	<i>Ahli United Bank (U.K.) P.L.C. (AUB UK)</i>	<i>Ahli United Bank (Egypt) S.A.E. (AUBE)*</i>
Tier 1 - Capital Adequacy Ratio	13.9%	20.0%	13.8%
Total - Capital Adequacy Ratio	15.1%	22.1%	15.2%

\* *under Basel II*

30 June 2015

TABLE - 2 GROSS CREDIT RISK EXPOSURES

	<i>US\$ '000</i>	
	<i>As at 30 June 2015</i>	<i>Average monthly balance</i>
Balances with central banks	780,221	671,323
Treasury bills and deposits with central banks	2,316,841	2,443,507
Deposits with banks	3,128,648	3,975,429
Loans and advances	18,572,056	18,227,826
Non-trading investments	5,501,469	5,353,492
Interest receivable and other assets	510,774	726,108
<b>TOTAL FUNDED EXPOSURES</b>	<b>30,810,009</b>	<b>31,397,685</b>
Contingent liabilities	3,190,375	3,150,595
Undrawn loan commitments	859,768	802,798
<b>TOTAL UNFUNDED EXPOSURES</b>	<b>4,050,143</b>	<b>3,953,393</b>
<b>TOTAL CREDIT RISK EXPOSURE</b>	<b>34,860,152</b>	<b>35,351,078</b>

The gross credit exposures reported above are as per the consolidated balance sheet as reduced by exposures which are not exposed to credit risk.

TABLE 3 - RISK WEIGHTED EXPOSURES

	<i>US\$ '000</i>			
	<i>Gross exposure</i>	<i>Secured by eligible CRM</i>	<i>Risk weighted exposures after CRM</i>	<i>Capital requirement including buffers</i>
Claims on sovereigns	4,699,442	-	110,140	13,767
Claims on public sector entities	605,270	-	543,913	67,989
Claims on banks	6,373,265	158,766	2,285,961	285,745
Claims on corporates	17,720,708	1,583,824	15,646,073	1,869,820
Regulatory retail exposures	1,888,574	38,972	1,387,202	166,877
Residential mortgage exposures	1,305,259	-	456,841	149,568
Equity	408,196	-	948,486	118,561
Investments in funds	116,744	-	168,394	21,049
Other exposures	1,236,213	-	1,501,663	187,708
<b>TOTAL</b>	<b>34,353,671</b>	<b>1,781,562</b>	<b>23,048,673</b>	<b>2,881,084</b>
<b>TOTAL CREDIT RISK CAPITAL REQUIREMENT (STANDARDISED APPROACH)</b>			<b>23,048,673</b>	<b>2,881,084</b>
<b>TOTAL MARKET RISK CAPITAL REQUIREMENT (STANDARDISED APPROACH)</b>			<b>680,533</b>	<b>85,067</b>
<b>TOTAL OPERATIONAL RISK CAPITAL REQUIREMENT (BASIC INDICATOR APPROACH)</b>			<b>1,709,304</b>	<b>213,663</b>
<b>TOTAL</b>			<b>25,438,510</b>	<b>3,179,814</b>

The gross exposure in the above table represents the on and off balance sheet credit exposures before credit risks mitigations (CRM), determined in accordance with CBB issued Pillar III guidelines. The off balance sheet exposures are computed using relevant conversion factors.

TABLE - 4 GEOGRAPHIC DISTRIBUTION OF GROSS CREDIT EXPOSURES

	US\$ '000								Total
	Kingdom of Bahrain	State of Kuwait	Other GCC countries *	United Kingdom	Europe (excluding United Kingdom)	Arab Republic of Egypt	Asia (excluding GCC countries)	Rest of the World	
Balances with central banks	157,737	273,786	-	1,131	-	302,547	45,020	-	780,221
Treasury bills and deposits with central banks	156,184	1,173,409	-	336,655	-	420,706	229,887	-	2,316,841
Deposits with banks	130,699	742,633	457,834	677,071	370,592	27,604	41,547	680,668	3,128,648
Loans and advances	3,315,186	8,923,393	2,121,083	1,718,236	90,418	1,972,881	301,118	129,741	18,572,056
Non-trading investments	637,881	-	1,291,227	136,977	829,157	556,457	1,094,521	955,249	5,501,469
Interest receivable and other assets	60,107	47,508	45,134	179,718	108,311	40,814	11,147	18,035	510,774
<b>Total funded exposures</b>	<b>4,457,794</b>	<b>11,160,729</b>	<b>3,915,278</b>	<b>3,049,788</b>	<b>1,398,478</b>	<b>3,321,009</b>	<b>1,723,240</b>	<b>1,783,693</b>	<b>30,810,009</b>
Contingent liabilities	908,445	1,296,478	286,821	41,913	72,217	422,451	8,445	153,605	3,190,375
Undrawn loan commitments	65,948	281,191	322,210	51,788	4,604	127,912	3,179	2,936	859,768
<b>Total unfunded exposures</b>	<b>974,393</b>	<b>1,577,669</b>	<b>609,031</b>	<b>93,701</b>	<b>76,821</b>	<b>550,363</b>	<b>11,624</b>	<b>156,541</b>	<b>4,050,143</b>
<b>TOTAL</b>	<b>5,432,187</b>	<b>12,738,398</b>	<b>4,524,309</b>	<b>3,143,489</b>	<b>1,475,299</b>	<b>3,871,372</b>	<b>1,734,864</b>	<b>1,940,234</b>	<b>34,860,152</b>
	<b>15.6%</b>	<b>36.5%</b>	<b>13.0%</b>	<b>9.0%</b>	<b>4.2%</b>	<b>11.1%</b>	<b>5.0%</b>	<b>5.6%</b>	<b>100.0%</b>

\* Other GCC countries are countries which are part of the Gulf Co-operation Council comprising Sultanate of Oman, State of Qatar, Kingdom of Saudi Arabia and United Arab Emirates apart from Kingdom of Bahrain and State of Kuwait which are disclosed separately.

TABLE - 5 SECTORAL CLASSIFICATION OF GROSS CREDIT EXPOSURES

	US\$ '000			%
	Funded	Unfunded	Total	
Balances with central banks	3,097,062	-	3,097,062	8.9
Banks and other financial institutions	7,134,623	444,022	7,578,645	21.7
Consumer/personal	3,242,149	13,712	3,255,861	9.3
Residential mortgage	1,695,247	15,826	1,711,073	4.9
Trading and manufacturing	4,723,346	1,578,516	6,301,862	18.1
Real estate	4,459,305	186,112	4,645,417	13.3
Services	3,621,360	1,299,487	4,920,847	14.1
Government/public sector	2,558,458	337,784	2,896,242	8.3
Others	278,459	174,684	453,143	1.4
<b>TOTAL</b>	<b>30,810,009</b>	<b>4,050,143</b>	<b>34,860,152</b>	<b>100.0</b>
	<b>88.4%</b>	<b>11.6%</b>	<b>100.0%</b>	

TABLE - 6 RESIDUAL CONTRACTUAL MATURITY OF GROSS CREDIT EXPOSURES

	US\$ '000							
	<i>Up to one month</i>	<i>One month to three months</i>	<i>Over three months to one year</i>	<i>Over one year to five years</i>	<i>Over five to ten years</i>	<i>Over ten to twenty years</i>	<i>Over twenty years</i>	<i>Total</i>
Balances with central banks	780,221	-	-	-	-	-	-	780,221
Treasury bills and deposits with central banks	612,522	596,078	1,108,241	-	-	-	-	2,316,841
Deposits with banks	2,622,470	230,453	211,628	64,097	-	-	-	3,128,648
Loans and advances	3,141,841	2,914,316	2,556,496	5,345,432	3,371,638	1,108,617	133,716	18,572,056
Non-trading investments	208,817	278,067	1,018,765	2,921,743	758,621	234,619	80,837	5,501,469
Interest receivable and other assets	108,679	232,348	83,695	55,244	30,808	-	-	510,774
<b>Total funded exposures</b>	<b>7,474,550</b>	<b>4,251,262</b>	<b>4,978,825</b>	<b>8,386,516</b>	<b>4,161,067</b>	<b>1,343,236</b>	<b>214,553</b>	<b>30,810,009</b>
Contingent liabilities	629,905	519,481	1,137,827	902,676	486	-	-	3,190,375
Undrawn loan commitments	226,514	156,377	174,913	224,124	77,840	-	-	859,768
<b>Total unfunded exposures</b>	<b>856,419</b>	<b>675,858</b>	<b>1,312,740</b>	<b>1,126,800</b>	<b>78,326</b>	<b>-</b>	<b>-</b>	<b>4,050,143</b>
<b>TOTAL</b>	<b>8,330,969</b>	<b>4,927,120</b>	<b>6,291,565</b>	<b>9,513,316</b>	<b>4,239,393</b>	<b>1,343,236</b>	<b>214,553</b>	<b>34,860,152</b>

TABLE - 7 SECTORAL BREAKDOWN OF IMPAIRED LOANS AND IMPAIRMENT PROVISIONS

	US\$ '000				
	<i>Impaired and past due loans</i>	<i>Specific impairment provision</i>	<i>* Net specific charge for the period ended 30 June 2015</i>	<i>Write off during the period ended 30 June 2015</i>	<i>Collective impairment provision</i>
Consumer/personal	82,064	75,333	9,307	9,999	54,350
Trading and manufacturing	101,583	94,625	5,397	6,014	74,775
Real estate	11,845	11,264	(909)	867	74,753
Residential mortgage	4,474	2,367	-	-	28,418
Banks and other financial institutions	41,307	36,004	3,543	-	14,419
Services	137,981	88,272	14,407	20,324	55,768
Government/public sector	-	-	-	-	4,413
Others	12,346	9,439	(155)	83	4,437
<b>TOTAL</b>	<b>391,600</b>	<b>317,304</b>	<b>31,590</b>	<b>37,287</b>	<b>311,333</b>

\* Net specific charge for the period excludes recoveries from fully provided loans written off in prior years.

TABLE - 8 GEOGRAPHICAL DISTRIBUTION OF IMPAIRMENT PROVISIONS FOR LOANS AND ADVANCES

	US\$ '000								
	<i>Kingdom of Bahrain</i>	<i>State of Kuwait</i>	<i>Other GCC countries</i>	<i>United Kingdom</i>	<i>Europe (excluding United Kingdom)</i>	<i>Arab Republic of Egypt</i>	<i>Asia (excluding GCC countries)</i>	<i>Rest of the world</i>	<i>Total</i>
Specific impairment provision	55,860	219,228	-	577	-	33,236	8,403	-	317,304
Collective impairment provision	34,445	191,412	18,697	7,369	4,132	51,072	2,910	1,296	311,333
<b>TOTAL</b>	<b>90,305</b>	<b>410,640</b>	<b>18,697</b>	<b>7,946</b>	<b>4,132</b>	<b>84,308</b>	<b>11,313</b>	<b>1,296</b>	<b>628,637</b>

TABLE - 9 MOVEMENT IN IMPAIRMENT PROVISION FOR LOANS AND ADVANCES

	US\$ '000		
	<i>Specific</i>	<i>Collective</i>	<i>Total</i>
Balance at 1 January 2015	326,771	294,762	621,533
Amounts written off during the period	(37,287)	-	(37,287)
Net charge for the period *	31,590	19,736	51,326
Exchange rate adjustments / other movements	(3,770)	(3,165)	(6,935)
Balance at 30 June 2015	<b>317,304</b>	<b>311,333</b>	<b>628,637</b>

\* Net charge for the period excludes recoveries from fully provided loans written off in prior years.

**TABLE - 10 PAST DUE AND IMPAIRED LOANS - AGE ANALYSIS**

**i) By Geographical area**

	<i>US\$ '000</i>			<i>Total</i>
	<i>Three months to one year</i>	<i>One to three years</i>	<i>Over three years</i>	
Kingdom of Bahrain	8,003	45,322	6,691	<b>60,016</b>
State of Kuwait	236,721	8,217	37,105	<b>282,043</b>
Other GCC Countries	-	-	-	-
United Kingdom	7,871	-	-	<b>7,871</b>
Arab Republic of Egypt	1,068	15,148	17,020	<b>33,236</b>
Asia (excluding GCC countries)	-	-	8,434	<b>8,434</b>
<b>TOTAL</b>	<b>253,663</b>	<b>68,687</b>	<b>69,250</b>	<b>391,600</b>
	<b>64.8%</b>	<b>17.5%</b>	<b>17.7%</b>	<b>100.0%</b>

**ii) By Sector**

	<i>US\$ '000</i>			<i>Total</i>
	<i>Three months to one year</i>	<i>One to three years</i>	<i>Over three years</i>	
Consumer/personal	25,648	45,171	11,245	<b>82,064</b>
Trading and manufacturing	70,863	17,380	13,340	<b>101,583</b>
Real estate	7,872	496	3,477	<b>11,845</b>
Residential mortgage	1,180	3,294	-	<b>4,474</b>
Banks and other financial institutions	15,210	1,287	24,810	<b>41,307</b>
Services	131,876	993	5,112	<b>137,981</b>
Others	1,014	66	11,266	<b>12,346</b>
<b>TOTAL</b>	<b>253,663</b>	<b>68,687</b>	<b>69,250</b>	<b>391,600</b>
	<b>64.8%</b>	<b>17.5%</b>	<b>17.7%</b>	<b>100.0%</b>

**TABLE - 11 RESTRUCTURED CREDIT FACILITIES**

	<i>US\$ '000</i>
Balance of any restructured credit facilities as at period end	146,634
Loans restructured during the period	39,779

The above restructurings did not have any significant impact on the present or future earnings and were primarily extensions of the loan tenor.



**TABLE - 12 COUNTERPARTY CREDIT RISK IN DERIVATIVE TRANSACTIONS**

**i) Breakdown of the credit exposure**

	<i>US\$ '000</i>		
	<i>Notional amount</i>	<i>Gross positive fair value</i>	<i>Credit conversion factor</i>
Foreign exchange related	7,959,118	242,236	321,827
Interest rate related & options	56,979,395	24,451	113,345
<b>Derivatives credit exposure</b>	<b>64,938,513</b>	<b>266,687</b>	<b>435,172</b>

Gross positive fair value represents the replacement cost of the derivatives

**ii) Amounts of collateral**

*US\$ '000*  
91,419

**TABLE - 13 RELATED PARTY TRANSACTIONS**

Refer note 9 to the interim condensed consolidated financial statements of the Group for the period ended 30 June 2015.

**TABLE - 14 CAPITAL REQUIREMENT FOR COMPONENTS OF MARKET RISK**

	<i>US\$ '000</i>			
	<i>Risk-weighted exposures</i>	<i>Capital requirement including buffers</i>	<i>Maximum value</i>	<i>Minimum value</i>
Interest rate risk	516,007	64,501	68,409	57,503
Equity position risk	16,448	2,056	2,283	2,027
Foreign exchange risk	98,483	12,310	25,531	12,310
Options & others	49,595	6,200	13,968	928
<b>TOTAL MARKET RISK CAPITAL REQUIREMENT (STANDARDISED APPROACH)</b>	<b>680,533</b>	<b>85,067</b>		

**TABLE - 15 INTEREST RATE RISK**

	<i>US\$'000</i>			<i>Total</i>
	<i>Less than three months</i>	<i>Three months to one year</i>	<i>Over one year</i>	
<b>ASSETS</b>				
Treasury bills and deposits with central banks	1,208,401	1,108,440	-	2,316,841
Deposits with banks	2,612,206	181,628	-	2,793,834
Loans and advances	13,687,210	3,235,064	1,645,880	18,568,154
Non-trading investments	965,625	909,856	3,625,988	5,501,469
	<b>18,473,442</b>	<b>5,434,988</b>	<b>5,271,868</b>	<b>29,180,298</b>
<b>LIABILITIES</b>				
Deposits from banks and other financial institutions	3,967,056	871,754	-	4,838,810
Borrowings under repurchase agreements	207,582	-	-	207,582
Customers' deposits	12,699,270	6,194,408	2,160,209	21,053,887
Subordinated liabilities	17,997	255,078	-	273,075
	<b>16,891,905</b>	<b>7,321,240</b>	<b>2,160,209</b>	<b>26,373,354</b>
On - balance sheet gap	1,581,537	(1,886,252)	3,111,659	
Off - balance sheet gap	1,247,535	424,645	(1,672,180)	
Total interest sensitivity gap	2,829,072	(1,461,607)	1,439,479	
Cumulative interest sensitivity gap	<b>2,829,072</b>	<b>1,367,465</b>	<b>2,806,944</b>	

**TABLE - 16 GAINS ON EQUITY INSTRUMENTS**

	<i>US\$ '000</i>
Unrealised (loss) gains recognised in the balance sheet:	
- Common Equity Tier 1 (CET1)	(8,116)

**TABLE - 17 SENSITIVITY ANALYSIS - INTEREST RATE RISK**

<b>ANNUALISED</b>	<i>US\$ '000</i>
at 25 bps increase (+)/decrease (-)	<b>4,818</b>
at 10 bps increase (+)/decrease (-)	<b>1,927</b>

**APPENDIX I - REGULATORY CAPITAL DISCLOSURES**

**PD 2 : Reconciliation Of Regulatory Capital**

**i) Step 1: Disclosure of Balance Sheet under Regulatory scope of Consolidation**

There are no differences between the regulatory and accounting consolidation, with both following the line by line consolidation approach as per the IFRS 10 Consolidated Financial Statements without excluding any entities. As mandated by the Central Bank of Bahrain ("CBB"), Loans & Advances and Investments have been grossed up with collective impairment provision, as presented below:

	<i>US\$ '000</i>
<b>Balance sheet per published financial statements</b>	<b>32,746,363</b>
Collective impairment provision	467,727
<b>Balance sheet as in Regulatory Return</b>	<b>33,214,090</b>

**ii) Step 2: Expansion of the Balance Sheet under Regulatory scope of Consolidation**

	<i>US\$ '000</i>		
<i>Assets</i>	<i>Balance as per published financial statements</i>	<i>Consolidated PIR data</i>	<i>Reference</i>
Cash and balances at central banks	897,099	897,099	
Financial assets at fair value through Profit & Loss		8,178	
Treasury bills and deposits with central banks	2,316,841	2,316,841	
Deposits with banks	3,128,648	3,128,648	
Loans and advances	18,572,056	18,883,389	
<i>of which Employee stock incentive program</i>	4,194	4,194	A3
Non-trading investments	5,755,219	5,903,185	
<i>of which Significant investment exceeding regulatory threshold</i>		5,867	H1
<i>of which investment NOT exceeding regulatory threshold</i>		5,897,318	
Investment properties	241,857	241,857	
Prepayments, accrued income and other assets	703,666	703,916	
<i>of which Deferred Tax Assets</i>		2,260	G
Investments in associates and joint ventures	302,150	302,150	
<i>of which Significant investment exceeding regulatory threshold</i>		35,535	H2
<i>of which Significant investment NOT exceeding regulatory threshold</i>		266,615	
Goodwill and intangible assets	595,084	595,084	
of which goodwill	461,444	461,444	E
of which other intangibles (excluding MSRs)	133,640	133,640	F1
Property, plant and equipment	233,743	233,743	
<i>of which Software</i>		14,813	F2
<b>TOTAL ASSETS</b>	<b>32,746,363</b>	<b>33,214,090</b>	
<i>Liabilities</i>			
Deposits from banks	4,851,568	4,851,568	
Customer accounts	22,451,591	22,451,591	
Repurchase agreements and other similar secured borrowing	207,582	207,582	
Accruals, deferred income and other liabilities	844,668	844,668	
Subordinated liabilities	273,075	273,075	
<i>Of which amount eligible for Tier 2</i>		246,426	K
<i>Of which amount Ineligible</i>		26,649	
<b>TOTAL LIABILITIES</b>	<b>28,628,484</b>	<b>28,628,484</b>	
<i>Shareholders' Equity</i>			
Paid-in share capital	1,599,686	1,599,686	
<i>Of which form part of Common Equity Tier 1</i>		1,599,686	
Ordinary Share Capital		1,606,995	A1
Treasury Shares		(7,309)	A2
Perpetual Tier 1 Capital Securities	400,000	400,000	I
Reserves and Accumulated other comprehensive income	1,671,973	1,671,973	
<i>Of which form part of Common Equity Tier 1</i>			
Retained earnings/(losses) brought forward	527,385	527,385	B
Net profit for the current period	278,368	278,368	C1
Share premium	719,481	719,481	C2
Legal reserve	352,547	352,547	C3
General (disclosed) reserves	(33,304)	(33,304)	C4
FX translation adjustment	(180,413)	(180,413)	C5
Unrealized gains and losses from fair valuing equities	(8,116)	(8,116)	C6
Fair value changes of cash flow hedges	(18,953)	(18,953)	C7
<i>Of which form part of Tier 2</i>			
Fixed assets revaluation reserves	34,978	34,978	M1
Non - controlling interest	446,220	446,220	
<i>Of which amount eligible for Common Equity Tier 1</i>		348,261	D
<i>Of which amount eligible for Additional Tier 1</i>		6,367	J
<i>Of which amount eligible for Tier 2</i>		54,609	L
<i>Of which amount Ineligible</i>		36,983	
Collective impairment provision		467,727	
<i>Of which amount eligible for Tier 2 (Maximum 1.25% of RWA)</i>		288,109	M2
<i>Of which amount Ineligible</i>		179,618	
<b>TOTAL SHAREHOLDER'S EQUITY</b>	<b>4,117,879</b>	<b>4,585,606</b>	

**PD 4 : Capital Composition Disclosure Template**

	<i>US\$ '000</i>		<i>Reference</i>
	<i>PIR as on 30 June 2015</i>	<i>Amounts Subject To Pre-2015 Treatment</i>	
<b>Basel III Common disclosure template</b>			
<b>(For transition period from 1 January 2015 to 31 December 2018)</b>			
<b>Common Equity Tier 1 capital: instruments and Reserves</b>			
Directly issued qualifying common share capital plus related stock surplus	1,595,491		A1+A2-A3
Retained earnings	527,385		B
Accumulated other comprehensive income (and other reserves)	1,109,610		C1+C2+C3+C4+ C5 +C6 +C7
Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	348,261	161,674	D
Common Equity Tier 1 capital before regulatory adjustments	<b>3,580,747</b>		
<b>Common Equity Tier 1 capital: regulatory adjustments</b>			
Goodwill (net of related tax liability)	461,444		E
Other intangibles other than mortgage-servicing rights (net of related tax liability)	29,691	118,762	F1+F2
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	2,260		G
Cash-flow hedge reserve	(18,953)		C7
Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)	8,280	33,122	H1 + H2
<b>Total regulatory adjustments to Common equity Tier 1 Common Equity Tier 1 capital (CET1)</b>	<b>482,722</b>		
	<b>3,098,025</b>		
<b>Additional Tier 1 capital: instruments</b>			
Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	400,000		I
Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group AT1)	6,367	(25,469)	J
<b>Additional Tier 1 capital before regulatory adjustments</b>	<b>406,367</b>		
<b>Total regulatory adjustments to Additional Tier 1 capital</b>	<b>-</b>		
<b>Additional Tier 1 capital (AT1)</b>	<b>406,367</b>		
<b>Tier 1 capital (T1 = CET1 + AT1)</b>	<b>3,504,392</b>		
<b>Tier 2 capital: instruments and provisions</b>			
Directly issued qualifying Tier 2 instruments plus related stock surplus	246,426		K
Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	54,609	11,726	L
Provisions & Reserves	323,087		M1+M2
<b>Tier 2 capital before regulatory adjustments</b>	<b>624,122</b>		
<b>Total regulatory adjustments to Tier 2 capital</b>	<b>-</b>		
<b>Tier 2 capital (T2)</b>	<b>624,122</b>		
<b>Total capital (TC = T1 + T2)</b>	<b>4,128,514</b>		
RISK WEIGHTED ASSETS IN RESPECT OF AMOUNTS SUBJECT TO PRE-2015 TREATMENT	201,566		
<i>Of Which: Intangible assets (RW @ 100%)</i>	118,762		
<i>Of Which: Significant Investments (RW @ 250%)</i>	82,804		
<b>Total risk weighted assets</b>	<b>25,438,510</b>		
<b>Capital ratios</b>			
Common Equity Tier 1 (as a percentage of risk weighted assets)	12.2%		
Tier 1 (as a percentage of risk weighted assets)	13.8%		
Total capital (as a percentage of risk weighted assets)	<b>16.2%</b>		
Institution specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB buffer requirement expressed as a percentage of risk weighted assets)	9.0%		
<i>Of Which: capital conservation buffer requirement</i>	2.5%		
<i>Of Which: bank specific countercyclical buffer requirement (N/A)</i>	NA		
<i>Of Which: G-SIB buffer requirement (N/A)</i>	NA		
<b>National minima (if different from Basel 3)</b>			
CBB Common Equity Tier 1 minimum ratio (including buffers)	9.0 %		
CBB Tier 1 minimum ratio (including buffers)	10.5%		
CBB total capital minimum ratio (including buffers)	12.5%		
<b>Amounts below the thresholds for deduction (before risk weighting)</b>			
Non-significant investments in the capital of other financials	236,968		
Significant investments in the common stock of financials	343,752		
<b>Applicable caps on the inclusion of provisions in Tier 2</b>			
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	467,727		
Cap on inclusion of provisions in Tier 2 under standardised approach	288,109		

PD 3 : Main features of regulatory capital instruments

1	Issuer	Ahli United Bank B.S.C.	Ahli United Bank B.S.C.	Ahli United Bank B.S.C.	Ahli United Bank B.S.C.	Ahli United Bank B.S.C.	Ahli United Bank (U.K.) PLC	Ahli United Bank (U.K.) PLC	Ahli United Bank (U.K.) PLC	Ahli United Bank (U.K.) PLC
2	Unique Identifier	AU/BB.BH - Bahrain Bourses AUB/818 - Kuwait Stock Exchange	ISIN: XS1133289832 / Perpetual Tier 1 Capital Securities	Series 2011	ISIN: XS0469091275 20101 / Euro Medium Term Note	Series 2006	Private Placement	Private Placement	Private Placement	Private Placement
3	Governing law(s) of the instrument	Laws of Bahrain	English Law, except for the provisions of subordination which will be governed by the Laws of Bahrain	English Law	English Law, except for the provisions of subordination which will be governed by the Laws of Bahrain	English Law	English Law	English Law	English Law	English Law
4	Transitional CBB rules	Not applicable	Not applicable	Tier 2	Tier 2	Tier 2	Tier 2	Tier 2	Tier 2	Tier 2
5	Post-transitional CBB rules	Common Equity Tier 1	Additional Tier 1	NA	NA	NA	NA	NA	NA	NA
6	Eligible at solo/group/both	Solo and Group	Solo and Group	Solo and Group	Solo and Group	Solo and Group	Group	Group	Group	Group
7	Instrument type	Common Equity Shares	Capital Securities	Subordinated Debt	Subordinated Debt	Subordinated Debt	Subordinated Debt	Subordinated Debt	Subordinated Debt	Subordinated Debt
8	Amount recognised in regulatory capital	\$167.0 mn	\$40.0 mn	\$165.0 mn	\$16.4 mn	\$53.9 mn	\$0.2mn	\$5.7 mn	\$5.1 mn	\$0.2 mn
9	Par value of instrument (USD)	\$0.25	\$1000 subject to minimum of \$200,000	\$165.0 mn	\$1.00	\$77.8 mn	\$0.8mn	\$5.7 mn	\$5.1 mn	\$0.7 mn
10	Accounting classification	Shareholders' equity	Shareholders' equity	Liability - amortised cost	Liability - amortised cost	Liability - amortised cost	Liability - amortised cost	Liability - amortised cost	Liability - amortised cost	Liability - amortised cost
11	Original date of issuance	31-May-2000	29-Apr-2015	18-Apr-2011	20-Jan-2010	13-Dec-2006	01-Jul-1996	01-Jul-1996	31-Jan-1985, 30-Apr-1985	31-Jan-1985
12	Perpetual or dated	Perpetual	Perpetual	Dated	Dated	Dated	Dated	Perpetual	Perpetual	Dated
13	Original maturity date	No Maturity	No Maturity	15-Oct-2020	20-Jan-2020	15-Dec-2018	17-Aug-2016	No Maturity	No Maturity	17-Aug-2016
14	Issuer call subject to prior supervisory approval	NA	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
15	Optional call date, contingent call dates and redemption amount	NA	Call Option : 29-Apr-2020 at Par/100%; Tax event at Par/100%; Regulatory Capital Event at 101% (Full or partial)	Various financial & non-financial Covenants	Early redemption in case of Tax event; or various events of default (Full or partial )	Various financial & non-financial Covenants	NA	NA	NA	NA
16	Subsequent call dates, if applicable	NA	Every 5 years after 29 April 2020	NA	NA	NA	NA	NA	NA	NA
17	Fixed or floating dividend/coupon	NA	Fixed	Floating	Floating	Floating	Floating	Floating	Floating	Floating
18	Coupon rate and any related index	NA	6.875%	LIBOR + 275 bps	3m USD LIBOR+150 bps	LIBOR + 123 bps	6m LIBOR + 75 bps	6m LIBOR + 75 bps	6m LIBOR + 75 bps	6m LIBOR + 75 bps
19	Existence of a dividend stopper	NA	Yes	No	No	No	No	No	No	No
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No	No	No	No	No	No	No	No	No
22	Noncumulative or cumulative	NA	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative
23	Convertible or non-convertible	NA	Non-convertible	Non-convertible	Non-convertible	Non-convertible	Non-convertible	Non-convertible	Non-convertible	Non-convertible
24	If convertible, conversion trigger (s)	NA	NA	NA	NA	NA	NA	NA	NA	NA
25	If convertible, fully or partially	NA	NA	NA	NA	NA	NA	NA	NA	NA
26	If convertible, conversion rate	NA	NA	NA	NA	NA	NA	NA	NA	NA
27	If convertible, mandatory or optional conversion	NA	NA	NA	NA	NA	NA	NA	NA	NA
28	If convertible, specify instrument type convertible into	NA	NA	NA	NA	NA	NA	NA	NA	NA
29	If convertible, specify issuer of instrument it converts into	NA	NA	NA	NA	NA	NA	NA	NA	NA
30	Write-down feature	NA	Yes	No	No	No	No	No	No	No
31	If write-down, write-down triggers(s)	NA	Notification by regulator of Non viability without (a) write-down; or (b) a public sector injection of capital (or equivalent support)	NA	NA	NA	NA	NA	NA	NA
32	If write-down, full or partial	NA	Fully / Partially	NA	NA	NA	NA	NA	NA	NA
33	If write-down, permanent or temporary	NA	Permanent	NA	NA	NA	NA	NA	NA	NA
34	If temporary write-down, description of write-up mechanism	NA	NA	NA	NA	NA	NA	NA	NA	NA
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Additional Tier 1 Capital Bonds	Subordinated Debts	All depositors and creditors	All depositors and creditors	All depositors and creditors	All depositors and creditors	All depositors and creditors	All depositors and creditors	All depositors and creditors
36	Non-compliant transitioned features	NA	No	No	No	No	No	No	No	No
37	If yes, specify non-compliant features	NA	NA	NA	NA	NA	NA	NA	NA	NA