

ABC Islamic Bank (E.C.)
CBB – Composition of Capital Disclosure Requirements
As at 30 June 2024

Regulatory Capital Disclosure

US\$ 000's

PD 1 : Common disclosure template to be used from 1 January 2019

Common Equity Tier 1 capital: instruments and reserves		Reference
1	Directly issued qualifying common share capital plus related stock surplus	132,500 a
2	Retained earnings	145,899 b + c1
3	Accumulated other comprehensive income (and other reserves)	57,403 c2 + c3
4	Not applicable	-
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	-
6	Common Equity Tier 1 capital before regulatory adjustments	335,802
Common Equity Tier 1 capital: regulatory adjustments		
7	Prudential valuation adjustments	-
8	Goodwill (net of related tax liability)	-
9	Other intangibles other than mortgage-servicing rights (net of related tax liability)	157
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-
11	Cash-flow hedge reserve	-
12	Shortfall of provisions to expected losses	-
13	Securitisation gain on sale (as set out in paragraph 562 of Basel II framework)	-
14	Not applicable	-
15	Defined-benefit pension fund net assets	-
16	Investments in own shares	-
17	Reciprocal cross-holdings in common equity	-
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-
19	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)	-
20	Mortgage servicing rights (amount above 10% threshold)	-
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-
22	Amount exceeding the 15% threshold	-
23	<i>of which: significant investments in the common stock of financials</i>	-
24	<i>of which: mortgage servicing rights</i>	-
25	<i>of which: deferred tax assets arising from temporary differences</i>	-
26	CBB specific regulatory adjustments	-
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-
28	Total regulatory adjustments to Common equity Tier 1	157
29	Common Equity Tier 1 capital (CET1)	335,645
Additional Tier 1 capital: instruments		
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	-
31	<i>of which: classified as equity under applicable accounting standards</i>	-
32	<i>of which: classified as liabilities under applicable accounting standards</i>	-
33	Directly issued capital instruments subject to phase out from Additional Tier 1	-
34	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)	-
35	<i>of which: instruments issued by subsidiaries subject to phase out</i>	-
36	Additional Tier 1 capital before regulatory adjustments	-
Additional Tier 1 capital: regulatory adjustments		
37	Investments in own Additional Tier 1 instruments	-
38	Reciprocal cross-holdings in Additional Tier 1 instruments	-
39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-
41	CBB specific regulatory adjustments	-
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-
43	Total regulatory adjustments to Additional Tier 1 capital	-
44	Additional Tier 1 capital (AT1)	-
45	Tier 1 capital (T1 = CET1 + AT1)	335,645
Tier 2 capital: instruments and provisions		
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	-
47	<i>Directly issued capital instruments subject to phase out from Tier 2</i>	-
48	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)	-
49	<i>of which: instruments issued by subsidiaries subject to phase out</i>	-
50	Provisions	7,871 d
51	Tier 2 capital before regulatory adjustments	7,871

Regulatory Capital Disclosure (Continued)

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PD 1 : Common disclosure template to be used from 1 January 2019 (Continued)

Tier 2 capital: regulatory adjustments		
52	Investments in own Tier 2 instruments	-
53	Reciprocal cross-holdings in Tier 2 instruments	-
54	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	-
55	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-
56	CBB specific regulatory adjustments	-
57	Total regulatory adjustments to Tier 2 capital	-
58	Tier 2 capital (T2)	7,871
59	Total capital (TC = T1 + T2)	343,516
60	Total risk weighted assets	767,849
Capital ratios and buffers		
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	43.7%
62	Tier 1 (as a percentage of risk weighted assets)	43.7%
63	Total capital (as a percentage of risk weighted assets)	44.7%
64	Institution specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus countercyclical buffer requirements plus D-SIB buffer requirement expressed as a percentage of risk weighted assets)	2.5%
65	<i>of Which: capital conservation buffer requirement</i>	2.5%
66	<i>of Which: bank specific countercyclical buffer requirement (N/A)</i>	N/A
67	<i>of Which: G-SIB buffer requirement (N/A)</i>	N/A
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	34.7%
National minima including CBB (where different from Basel III)		
69	CBB Common Equity Tier 1 minimum ratio	9.0%
70	CBB Tier 1 minimum ratio	10.5%
71	CBB total capital minimum ratio	12.5%
Amounts below the thresholds for deduction (before risk weighting)		
72	Non-significant investments in the capital of other financials	3,327
73	Significant investments in the common stock of financials	-
74	Mortgage servicing rights (net of related tax liability)	-
75	Deferred tax assets arising from temporary differences (net of related tax liability)	-
Applicable caps on the inclusion of provisions in Tier 2		
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	12,298
77	Cap on inclusion of provisions in Tier 2 under standardised approach	7,871
78	N/A	
79	N/A	
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2019 and 1 Jan 2023)		
80	Current cap on CET1 instruments subject to phase out arrangements	N/A
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	N/A
82	Current cap on AT1 instruments subject to phase out arrangements	N/A
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	N/A
84	Current cap on T2 instruments subject to phase out arrangements	N/A
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	N/A

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Regulatory Capital Disclosure

US\$ 000's

PD 2 : Reconciliation of Regulatory Capital**i) Step 1: Disclosure of Balance Sheet under Regulatory scope of Consolidation**

	Balance sheet as in published financial statements	Consolidated PIR data
Cash and balances at central banks	-	-
Placements with banks and similar financial institutions	4,585	4,615
Items in the course of collection from other banks	-	-
Trading portfolio assets	-	-
Financings contracts	-	1,541,149
Murabaha	1,347,628	-
Istisna'a receivable	-	-
Ijarah assets	178,691	-
Ijarah installment receivables	-	-
Mudarabah	-	-
Musharakah	5,177	-
Salam	-	-
Istisna'a	-	-
Financial assets at fair value through P&L	-	-
Shari'a compliant Derivative financial instruments	-	-
Financings and advances to banks	-	-
Financings and advances to customers	-	-
Secured financing agreements and other similar secured financing	-	-
Available for sale financial investments	999,557	1,001,164
Current and deferred tax assets	-	-
Prepayments, accrued income and other assets	-	-
Investments in associates and joint ventures	-	-
Goodwill and intangible assets	-	-
Property, plant and equipment	219	219
Other assets	50,926	50,945
Total assets	2,586,783	2,598,092
Deposits or placements from banks	-	-
Items in the course of collection due to other banks	-	-
Parallel salam	-	-
Parallel Istisna'a	-	-
Ijarah installment payables	-	-
Customer accounts	-	-
Repurchase agreements and other similar secured facilities	-	-
Trading portfolio liabilities	-	-
Shari'a compliant hedging financial instruments	-	-
Sukuk securities in issue	-	-
Accruals, deferred income and other liabilities	-	-
Current and deferred tax liabilities (DTLs)	-	-
Subordinated liabilities	-	-
Collective impairment Provisions	-	-
Retirement benefit liabilities	-	-
Murabaha and other payables	194,608	55,882
Murabaha payables	-	-
Current account for non-banks	-	11,175
Balances of banks and similar institutions	-	127,551
Equity of Investment Account Holders	2,039,023	2,039,023
Other liabilities	17,350	16,361
Total liabilities	2,250,981	2,249,992
Paid-in share capital	132,500	132,500
Reserves	203,302	203,302
Expected credit losses	-	12,298
Accumulated other comprehensive income	-	-
Total Owners' equity	335,802	348,100

Regulatory Capital Disclosure

US\$ 000's

PD 2 : Reconciliation of Regulatory Capital (continued)

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

	Balance sheet as in published financial statements	Consolidated PIR data	Reference
Cash and balances at central banks	-	-	
Placements with banks and similar financial institutions	4,585	4,615	
Items in the course of collection from other banks	-	-	
Trading portfolio assets	-	-	
Financings contracts	-	1,541,149	
Murabaha	1,347,628	-	
Istisna'a receivable	-	-	
Ijarah assets	178,691	-	
Ijarah installment receivables	-	-	
Mudarabah	-	-	
Musharakah	5,177	-	
Salam	-	-	
Istisna'a	-	-	
Financial assets at fair value through P&L	-	-	
Shari'a compliant hedging financial instruments	-	-	
Financings and advances to banks	-	-	
Financings and advances to customers	-	-	
Secured financing agreements and other similar secured financing	-	-	
Available for sale financial investments	999,557	1,001,164	
Current and deferred tax assets	-	-	
Prepayments, accrued income and other assets	-	-	
Investments in associates and joint ventures	-	-	
Goodwill and intangible assets	-	-	
<i>of which goodwill</i>	-	-	
<i>of which other intangibles (excluding MSRs)</i>	-	-	
<i>of which MSRs</i>	-	-	
Property, plant and equipment	219	219	
Other assets	50,926	50,945	
Total assets	2,586,783	2,598,092	
Deposits or placements from banks	-	-	
Items in the course of collection due to other banks	-	-	
Parallel salam	-	-	
Parallel Istisna'a	-	-	
Ijarah installment payables	-	-	
Customer accounts	-	-	
Repurchase agreements and other similar secured financing	-	-	
Trading portfolio liabilities	-	-	
Other financial liabilities	-	-	
Shari'a compliant derivative financial instruments	-	-	
Sukuk securities in issue	-	-	
Accruals, deferred income and other liabilities	-	-	
Current and deferred tax liabilities	-	-	
<i>of which DTLs related to goodwill</i>	-	-	
<i>of which DTLs related to intangible assets (excluding MSRs)</i>	-	-	
<i>of which DTLs related to MSRs</i>	-	-	
Subordinated liabilities	-	-	
Provisions	-	-	
Retirement benefit liabilities	-	-	
Murabaha and other payables	194,608	55,882	
Murabaha payables	-	-	
Current account for non-banks	-	11,175	
Balances of banks and similar institutions	-	127,551	
Equity of Investment Account Holders	2,039,023	2,039,023	
Other liabilities	17,350	16,361	
Total liabilities	2,250,981	2,249,992	

Regulatory Capital Disclosure

US\$ 000's

PD 2 : Reconciliation of Regulatory Capital (continued)**ii) Step 2: Expansion of the Balance Sheet under Regulatory scope of Consolidation**

	Balance sheet as in published financial statements	Consolidated PIR data	Reference
Paid-in share capital	132,500	132,500	
<i>of which form part of CET1</i>			
Ordinary Shares Capital	132,500	132,500	a
Reserves	203,302	203,302	
<i>of which form part of CET1</i>			
Retained earnings/(losses) brought forward	120,842	120,842	b
Net profit for the current period	25,057	25,057	c1
Legal reserve	45,698	45,698	c2
Fair value changes on investment	11,705	11,705	c3
Expected credit losses	-	12,298	e
<i>of which amount eligible for TII (Maximum 1.25% of RWA)</i>	-	7,871	d
<i>of which amount ineligible</i>	-	4,427	
Total owners ' equity	335,802	348,100	

Regulatory Capital Disclosure

PD 3 : Main features of regulatory capital instruments

Disclosure template for main features of regulatory capital instruments		
1	Issuer	ABC Islamic Bank
2	Unique identifier (e.g. CUSIP, ISIN, OR Bloomberg identifier for private placement)	ABC
3	Governing law(s) of the instrument	Laws of Bahrain
	Regulatory treatment	
4	Transitional CBB rules	Common Equity Tier 1
5	Post-transitional CBB rules	Common Equity Tier 1
6	Eligible at solo/group/group & solo	Group & Solo
7	Instrument type (types to be specified by each jurisdiction)	Common equity shares
8	Amount recognised in regulatory capital (Currency in thousand, as of most recent reporting date)	US\$ 132,500
9	Par value of instrument (US\$ each)	100
10	Accounting classification	Owners' equity
11	Original date of issuance	Various
12	Perpetual or dated	Perpetual
13	Original maturity date	No maturity
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date, contingent call dates and redemption amount	N/A
16	Subsequent call dates, if applicable	N/A
	Coupons / dividends	
17	Fixed or floating dividend/coupon	As decided by the shareholders
18	Coupon rate and any related index	N/A
19	Existence of a dividend stopper	N/A
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary
21	Existence of step up or other incentive to redeem	NO
22	Noncumulative or cumulative	N/A
23	Convertible or non-convertible	N/A
24	If convertible, conversion trigger (s)	N/A
25	If convertible, fully or partially	N/A
26	If convertible, conversion rate	N/A
27	If convertible, mandatory or optional conversion	N/A
28	If convertible, specify instrument type convertible into	N/A
29	If convertible, specify issuer of instrument it converts into	N/A
30	Write-down feature	NO
31	If write-down, write-down trigger(s)	N/A
32	If write-down, full or partial	N/A
33	If write-down, permanent or temporary	N/A
34	If temporary write-down, description of write-up mechanism	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	N/A
36	Non-compliant transitioned features	NO
37	If yes, specify non-compliant features	N/A