

## GIB Consolidated Liquidity Coverage Ratio (LCR)

Three months ended 30th September 2024

In August 2018 the Central Bank of Bahrain (CBB) issued regulations on Liquidity Risk Management through its Liquidity Risk Management Module. The regulations require Bahraini bank licensees to meet a minimum Liquidity Coverage Ratio (LCR) of 100 per cent on a daily basis. The LCR has been designed to promote short term resilience of a bank's liquidity risk profile and aims to ensure that a bank has an adequate stock of high-quality, unencumbered liquid assets to meet its liquidity needs for a 30-calendar day stressed liquidity period.

The below table provides Gulf International Bank's disclosure of its consolidated LCR for the three months ended 30th September 2024 and the previous three month period in the manner prescribed by the CBB. The consolidated average LCR of 140 per cent for the three months ended 30th September 2024 is mainly derived from US\$8.4 billion of High Quality Liquid Assets (HQLA). The HQLA mainly comprise overnight balances with central banks in the jurisdictions in which the Group operates, and investments in debt securities of investment grade issuers.

US\$ millions		3 months ended 30.09.24		3 months ended 31.06.24	
		Total unweighted value (average)	Total weighted value (average)	Total unweighted value (average)	Total weighted value (average)
<b>High-Quality Liquid Assets (HQLA)</b>					
1	Total high quality liquid assets (HQLA)		8,369		10,332
<b>Cash Outflows</b>					
2	Retail deposits and deposits from small business customers, of which:	535	54	449	45
3	Stable deposits	-	-	-	-
4	Less stable deposits	535	54	449	45
5	Unsecured wholesale funding, of which:	20,357	8,220	25,787	10,473
6	Operational deposits (all counterparties)	-	-	-	-
7	Non operational deposits (all counterparties)	20,357	8,220	25,787	10,473
8	Unsecured debt	-	-	-	-
9	Secured wholesale funding	306	34	225	9
10	Additional requirements, of which:	2,239	310	2,779	368
11	Outflows related to derivative exposures and other collateral requirements	54	54	58	58
12	Outflows related to loss of funding on debt products	-	-	-	-
13	Credit and liquidity facilities	2,185	256	2,721	310
14	Other contractual funding obligations	435	435	426	426
15	Other contingent funding obligations	7,957	398	8,030	401
16	<b>Total Cash Outflows</b>		<b>9,451</b>		<b>11,723</b>
<b>Cash Inflows</b>					
17	Secured lending (e.g. reverse repos)	62	6	105	4
18	Inflows from fully performing exposures	3,327	3,040	3,292	3,010
19	Other cash inflows	365	365	388	388
20	<b>Total Cash Inflows</b>	<b>3,754</b>	<b>3,411</b>	<b>3,785</b>	<b>3,402</b>
		Total adjusted value		Total adjusted value	
21	<b>Total HQLA</b>		<b>8,369</b>		<b>10,332</b>
22	<b>Total Net Cash Outflows</b>		<b>6,039</b>		<b>8,321</b>
23	<b>Liquidity Coverage Ratio (%)</b>		<b>140%</b>		<b>126%</b>

Note: In accordance with Central Bank of Bahrain guidelines, the LCR presented above is a simple average of the daily LCRs for the period

**GIB Consolidated Net Stable Funding Ratio (NSFR)**

**30th September 2024**

In August 2018 the Central Bank of Bahrain (CBB) issued regulations on Liquidity Risk Management through its Liquidity Risk Management Module. The regulations require Bahraini bank licensees to meet a minimum Net Stable Funding Ratio (NSFR) of 100 per cent on an ongoing basis from 31st December 2019. The NSFR rules are designed to ensure that a bank's liability profile provides it adequate stable funds to fund its assets.

The below table provides Gulf International Bank's disclosure of its consolidated NSFR as at 30th September 2024 in the manner prescribed by the CBB. The consolidated NSFR of 162 per cent at 30th September 2024 (30th June 2024: 155 per cent) demonstrates that the Group has adequate Available Stable Funds (ASF) relative to its Required Stable Funds (RSF). The Group's ASF comprises the Group's capital base, senior term financing, retail deposits and wholesale customer deposits. The ASF attributable to the Group's capital base and liabilities maturing beyond one year comprised 39 per cent (30th June 2024: 44 per cent) of the Group's total ASF. 67 per cent (30th June 2024: 68 per cent) of the Group's RSF is attributable to loans provided to non-financial clients. The Group's HQLA, which mainly comprise investment grade debt securities and overnight placements with Central Banks, require minimal RSF on a weighted basis.

All figures in US\$ millions

No.	Item	Unweighted Values (i.e. before applying relevant factors)				30th September 2024	
		No specified maturity	Maturing in less than 6 months	Maturing in more than 6 months and less than one year	Maturing over one year	Total unweighted value	Total weighted value
<b>Available Stable Funding (ASF):</b>							
1	Capital:						
2	Regulatory Capital	3,109	0	0	0	3,109	3,109
3	Other Capital Instruments	414	0	0	400	813	813
4	Retail deposits and deposits from small business customers:						
5	Stable deposits						
6	Less stable deposits	144	1,293	86	0	1,523	1,370
7	Wholesale funding:						
8	Operational deposits						
9	Other wholesale funding	18,066	15,408	3,212	4,563	41,249	16,715
10	Other liabilities:						
11	NSFR derivative liabilities						
12	All other liabilities not included in the above categories						
13	<b>Total ASF</b>						<b>22,008</b>
<b>Required Stable Funding (RSF):</b>							
14	Total NSFR high-quality liquid assets (HQLA)						1,215
15	Deposits held at other financial institutions for operational purposes						
16	Performing loans and securities:						
17	Performing loans to financial institutions secured by Level 1 HQLA			64	15		14
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	692	4,769	975	231	6,668	1,538
19	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:		6,508	1,046	4,693	12,246	7,766
20	- With a risk weight of less than or equal to 35% as per the CBB Capital Adequacy Ratio guidelines				1,998	1,998	1,299
21	Performing residential mortgages, of which:						
22	- With a risk weight of less than or equal to 35% under the CBB Capital Adequacy Ratio Guidelines						
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	186	23	6	337	553	534
24	Other assets:						
25	Physical traded commodities, including gold						
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs		97			97	83
27	NSFR derivative assets		243			243	243
28	NSFR derivative liabilities before deduction of variation margin posted		61			61	61
29	All other assets not included in the above categories	268				268	268
30	OBS items		3,344	1,808	5,319	10,472	524
31	<b>Total RSF</b>						<b>13,544</b>
32	<b>NSFR (%)</b>						<b>162%</b>