

Gulf International Bank B.S.C.

Investor Presentation

Q1 2024

GIB

بنك الخليج الدولي

THIS PRESENTATION, INCLUDING ANY INFORMATION CONTAINED HEREIN AND ANY INFORMATION, WHETHER OR NOT IN WRITING, SUPPLIED IN CONNECTION THEREWITH (THE "PRESENTATION") IS STRICTLY CONFIDENTIAL. THIS PRESENTATION IS FURNISHED TO YOU SOLELY FOR YOUR INFORMATION AND SHOULD NOT BE TREATED AS GIVING INVESTMENT ADVICE. THIS PRESENTATION, ANY RELATED MATERIALS AND THEIR CONTENTS ARE STRICTLY PRIVATE AND CONFIDENTIAL AND MAY NOT BE REPRODUCED, REDISTRIBUTED OR PASSED ON, DIRECTLY OR INDIRECTLY, TO ANY OTHER PERSON OR PUBLISHED, IN WHOLE OR IN PART, FOR ANY PURPOSE. THIS PRESENTATION IS NOT AN OFFER OR SOLICITATION OF AN OFFER TO BUY, SUBSCRIBE OR SELL SECURITIES IN ANY JURISDICTION. IT IS SOLELY FOR USE AT AN INVESTOR PRESENTATION AND IS PROVIDED FOR INFORMATION PURPOSES ONLY. THIS PRESENTATION DOES NOT CONTAIN ALL OF THE INFORMATION THAT IS MATERIAL TO AN INVESTOR. THE INFORMATION IS NOT FOR GENERAL PUBLICATION, RELEASE OR DISTRIBUTION IN THE UNITED STATES, THE UNITED KINGDOM, AUSTRALIA, CANADA OR JAPAN.

This Presentation has been prepared by Gulf International Bank B.S.C. ("GIB"). The information contained in this Presentation includes information obtained from the records of GIB and/or its subsidiaries (together, the "GIB Group") and publicly available sources and has not been independently verified by or on behalf of the GIB Group or any of its affiliates. The information contained in this Presentation does not constitute investment, legal, accounting, regulatory, taxation or other advice.

This Presentation and the information contained herein may not be disclosed, taken away, reproduced, redistributed, copied or passed on, directly or indirectly, to any other person (whether within or outside such person's organization or firm) or published or used in whole or in part, for any purpose. If this Presentation has been received in error, it must be returned immediately to GIB. Neither this Presentation nor the meeting at which it is presented (the "meeting") constitute a recommendation regarding any loans or securities of GIB.

The information contained in this Presentation and provided at the meeting should be considered in the context of the circumstances prevailing at the time and has not been, and will not be, updated to reflect material developments which may occur after the date of the meeting.

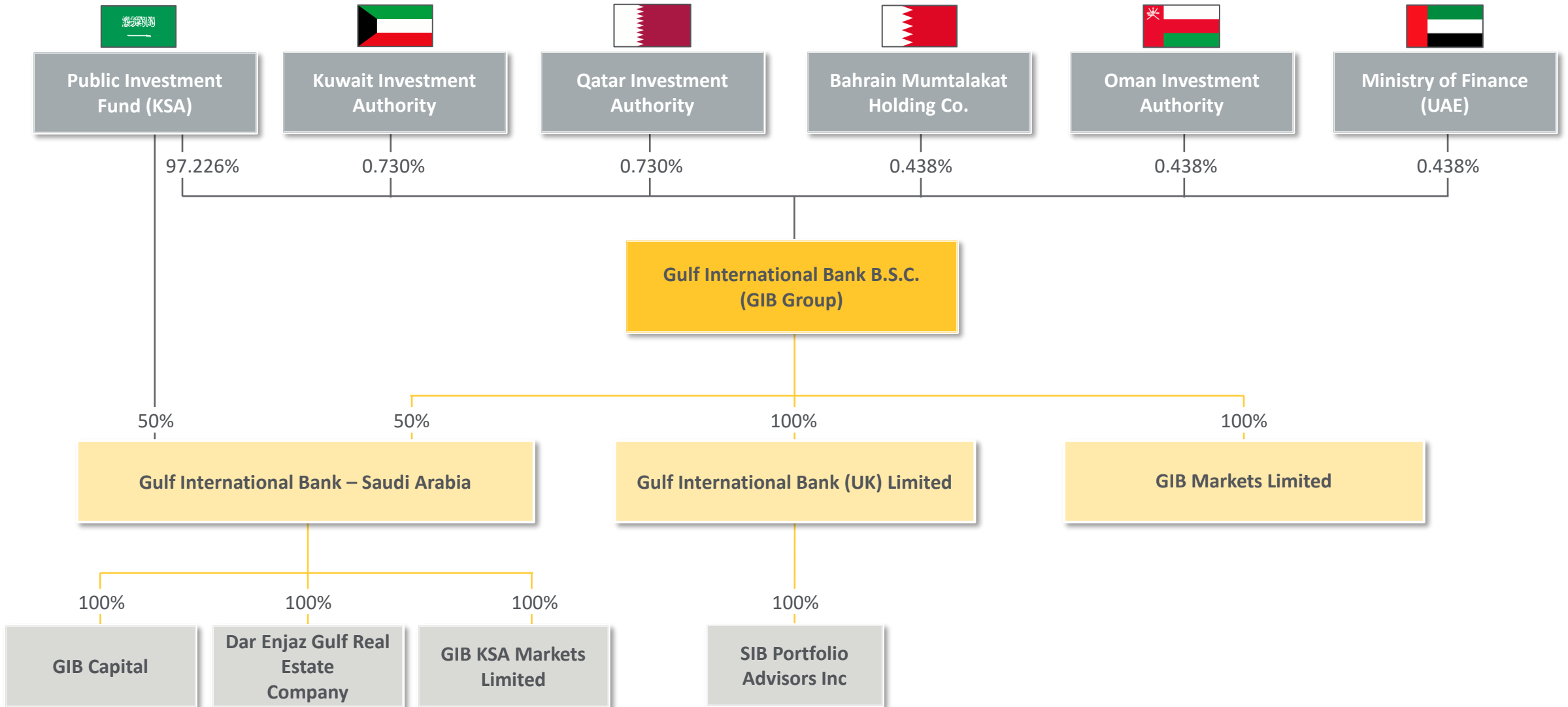
This Presentation contains forward-looking statements with respect to future results, performance and achievements that are subject to risk and uncertainties and reflect management's views and assumptions formed by available information. All statements other than statements of historical fact are statements that could be considered forward-looking statements. When used in this Presentation, words such as "may", "will", "should", "anticipate", "believe", "estimate", "expect", "intend", "project", "or" and similar expressions, as they relate to the GIB Group and the market in which it operates, are intended to identify forward-looking statements. Many factors could cause the actual results, performance or achievements of the GIB Group to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements, including, among others, changes in general economic and business conditions, changes in currency exchange rates and interest rates, introduction of competing products by other companies, lack of acceptance of new products or services by the GIB Group's targeted customers, inability to meet efficiency and cost reduction objectives, changes in business strategy and various other factors. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those described herein. GIB does not intend or assume any obligation to update these forward-looking statements.

This presentation, speaks as of the date hereof, does not purport to be comprehensive and have not been independently verified and no representation, warranty, or undertaking, express or implied, is made by GIB, any other member of the GIB Group nor any of their respective directors, officers, employees, affiliates or agents or any other person as to the truth, fullness, fairness, accuracy, completeness or correctness of the information (or whether any information has been omitted) or the opinions contained in this Presentation or provided at the meeting or in any question-and-answer session that follows the meeting. No reliance should be placed on the accuracy, completeness or fairness of such information or opinions for any purpose whatsoever, including but not limited to any investment considerations. To the fullest extent permitted by law, none of GIB, any other member of the GIB Group nor any of their respective directors, officers, employees, affiliates or agents or any other person shall have any responsibility or liability whatsoever (in negligence or otherwise) for any loss howsoever arising from any use of this Presentation or its contents, or for information or opinions or for any errors, omissions or misstatements contained herein, or from any use of any information provided at meeting or otherwise arising in connection with this Presentation or the meeting.

Table of contents

1. GIB Profile
2. Strategy
3. Governance
4. Sustainability and Awards
5. Financial Performance
6. Asset Profile
7. Funding and Capital
8. Appendix – Economic Landscape

1. GIB Profile



Overview

- Established in November 1975 and regulated by the Central Bank of Bahrain.
- Active across the regional and international markets through its subsidiaries GIB Saudi Arabia, GIB Capital, and GIB (UK) Ltd and its branches in the UAE, Oman, London, New York, and rep office in Dubai.

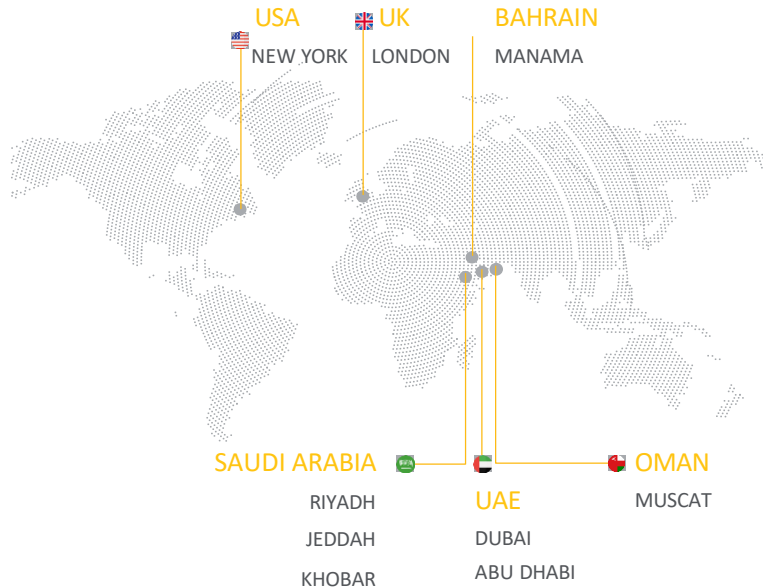
Core business lines

- Wholesale banking
- Investment banking
- Digital retail banking (meem)
- Asset management
- Treasury and global markets
- Wealth management

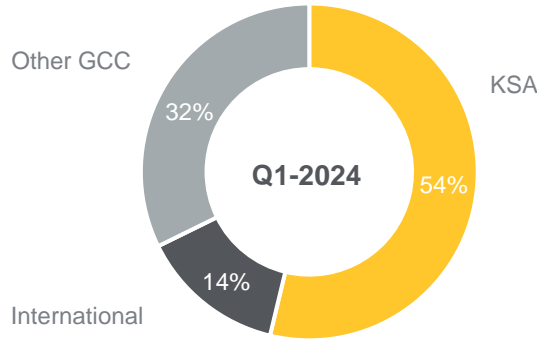
Customers and clients

- GCC government agencies
- Top-tier corporations
- High net worth individuals
- GCC-active MNCs
- Financial institutions
- Retail

Presence



Income by Geography



Sustainable Development Goals:

Our Commitment: We are committing to reducing our bank's net carbon emissions by 2.5% annually for the next 5 years.



Gender Equality:

Ambition: To contribute to female empowerment



Competitive advantages

- Global outreach
- Professional expertise
- Ownership / governance
- Unique regional presence
- Long standing institutional relationships
- Leading franchise in structured / syndicated finance

- Leveraging its international network, offerings, and expertise to capitalize on financial flows between the GCC and the global market.
- Business expansion propelled by the application of digital expertise in retail banking, transaction banking, and, most recently, the Open Banking arena.
- Expanding access to stable funding sources by fostering robust client relationships and offering competitive deposit products, thereby optimizing the cost of funds.
- Integrating sustainability throughout operations by providing clients with ESG offerings and expertise.

Credit ratings

	Rating Action and Date	Long-Term Issuer Default Rating	Short-Term Issuer Default Rating	Viability Rating	Outlook
MOODY'S	Upgrade 27 Sept. 2023	A3	P-2	ba1	Positive
FitchRatings	Affirmed 3 July 2023	A-	F-2	bbb-	Stable
CI CAPITAL intelligence	Affirmed 30 Aug. 2023	A+	A1	bbb-	Stable

GIB has limited exposure to Bahraini Dinar (BHD) denominated assets or liabilities, and its capital is denominated in USD

Under GIB's Articles, as approved by the King of Bahrain, the Articles take precedence over Bahrain law in the event of a conflict with the law

GIB's key shareholder (PIF) has demonstrated their ongoing support for the Bank by providing US\$1.5 billion of additional capital in 2007 and 2008 and partnering in GIB KSA

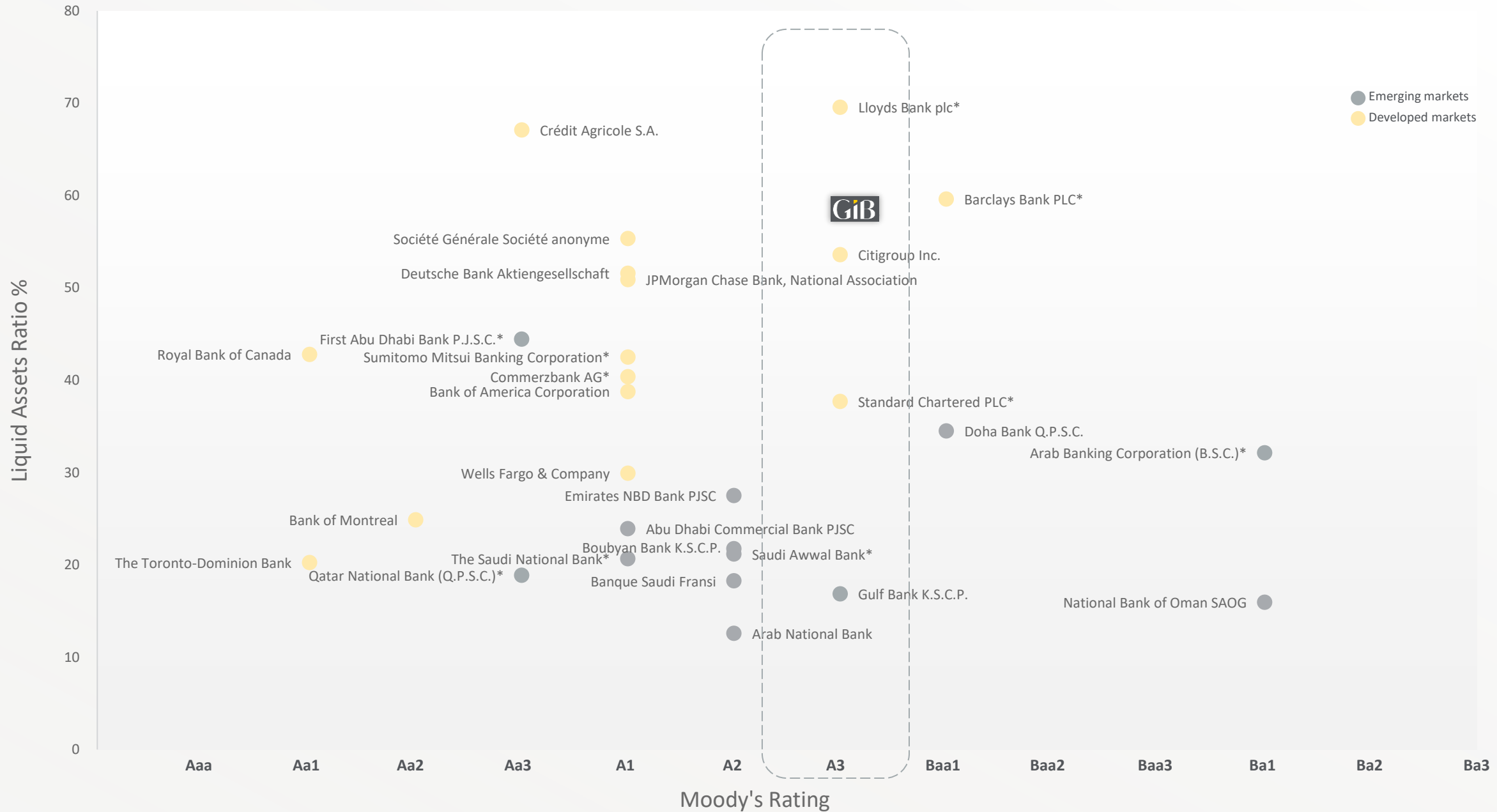
Although GIB is headquartered in Bahrain, GIB's ratings are not capped by the Bahrain sovereign rating

A change of control put option, upon the government's ownership falling below 50% + one share, is provided to investors under GIB's debt capital market issuance

The Government of Saudi Arabia through the PIF is represented on GIB's Board of Directors and is committed for the long term

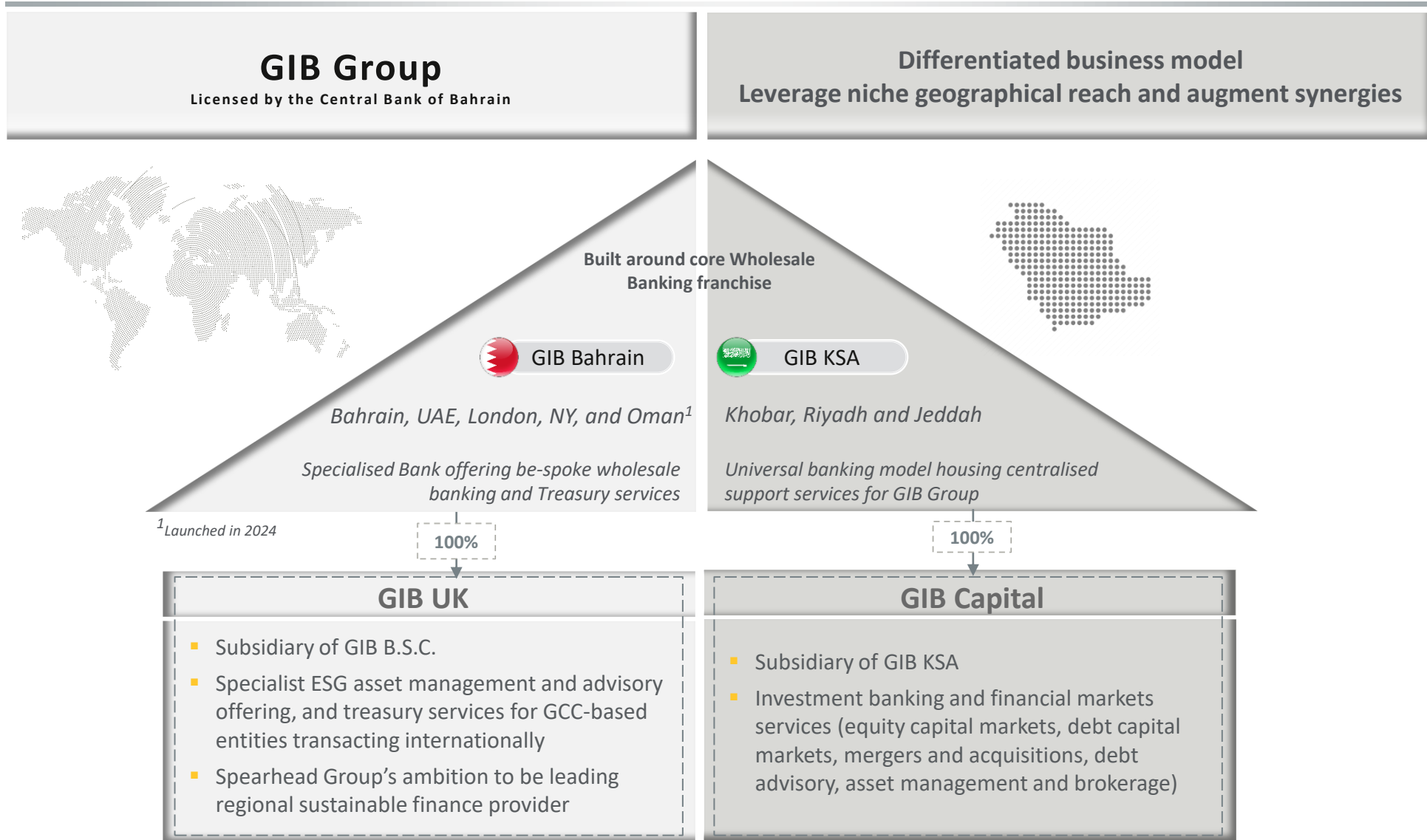
GIB's A3 Moody's rating is three notches above their Counterparty Risk Rating of Baa3

Amongst the most Liquid Highly Rated Banks



Source: S&P Global Market Intelligence
Based on latest data available (*December 2023 or March 2024)

2. Strategy



Vision

A regional industry leader
with global reach offering differentiated world-class products and services to its clients

Value preservation



...moving towards..



Value accretion

Mission

Deliver **differentiated value-accretive** solutions, meeting clients' needs and **contributing** to the **region's economic development**

Generate **competitive shareholder returns** by selectively expanding existing offerings and investing in capital-life businesses

Execute on our **revised digital retail strategy**

Embed **sustainability and responsible banking** principles in everything we do

Attract, develop and retain **distinguished local talent**

Core Values

Perceptiveness

Collaboration

Integrity

Agility

Strategic priorities

Reduce reliance on NII
via differentiated fee generative products and services

Increase and diversify revenues
via cross-sell across divisions and entities

Enhance client acquisition, experience and service
target key segments with enhanced product offerings

Maintain an effective funding profile
optimising cost of funding and reducing deposit concentration through innovative offerings

Optimize capital deployment and RoA
improve returns and capital utilization

Strategic enablers



Talent acquisition and retention
focus on merit, diversity and development



Effective governance
agile decision making and robust risk management framework

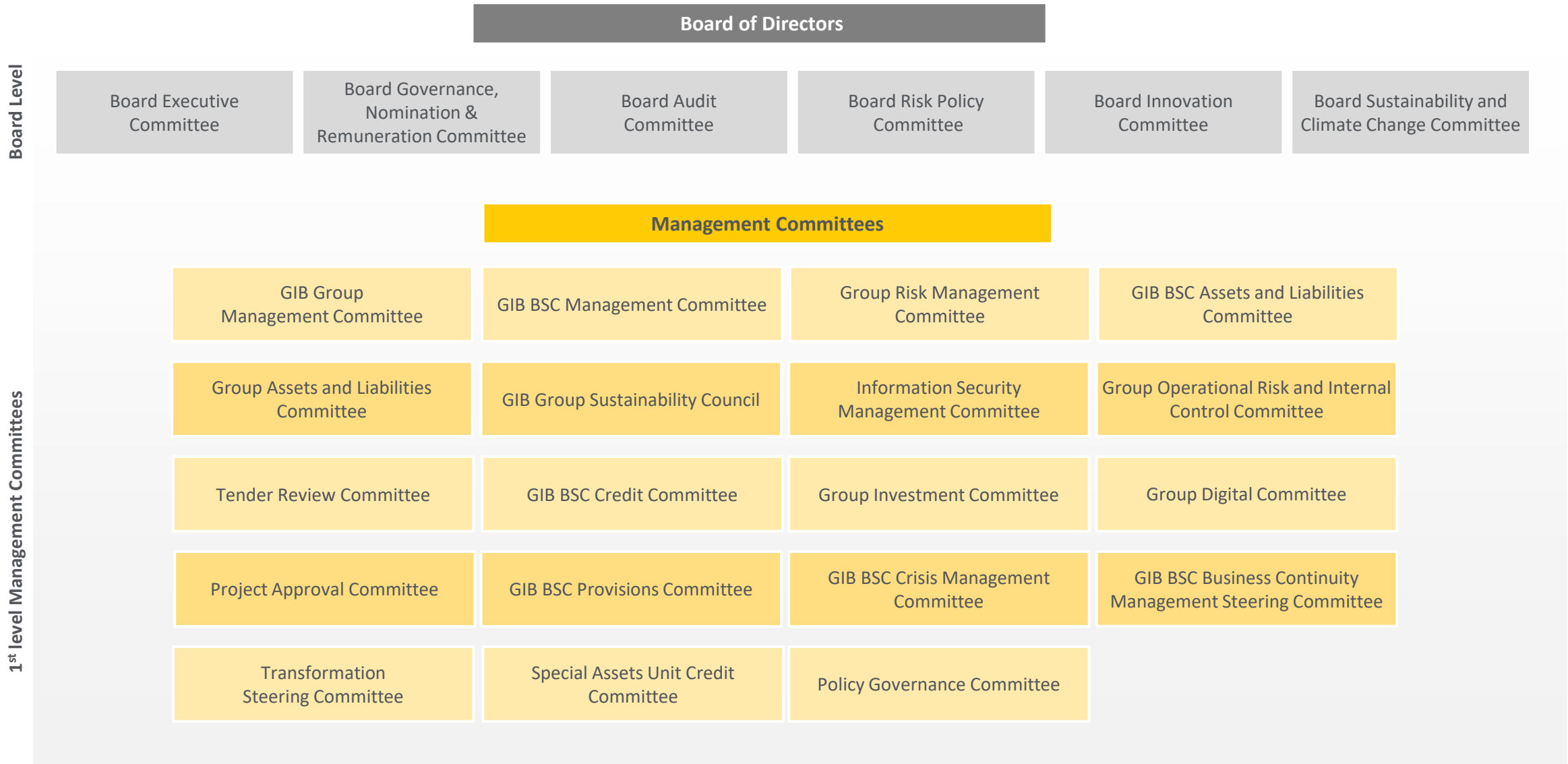


Digital focus to accelerate our transformation journey



Operational excellence
optimizing infrastructure and streamlining processes

3. Governance



4. Sustainability and Awards

Sustainable Finance is an integral part of the GIB Group Mission statement:

“Embed sustainability and responsible banking principles in everything we do”

Sustainability is a key strategic enabler, business driver and competitive differentiator for GIB

The Bank recognises its **responsibility as a leading financial institution to contribute to economic, social and environmental sustainability**. Hence, we offer our clients a number of sustainable finance products including:

- Use of proceeds financing
- Sustainability-linked financing
- ESG-linked call accounts
- ESG-linked repos
- Sustainable asset management funds
- Green issuance advisory



Achievements

Sustainability Forum Middle East

Announced as ‘ESG Partner’

Global Banking & Finance Review

- ESG Deal of the Year Bahrain 2022
- Best Sustainability-Linked Loan (SLL) GCC

Asset Triple A Islamic Finance Awards 2023

- Best Sustainability-Linked Loan

- Joint lead manager and bookrunner for the **Emirate of Sharjah’s** \$1bn sustainable bond for the year 2023

- Provided SAR 1 billion (USD 288 million) green financing to Almutlaq Real Estate Investment Co. to support its joint venture with **Red Sea Global**

- Laid foundation for carbon trading through partnering in PIF’s new **Voluntary Carbon Market**

- Participated in the second voluntary carbon auction by the **Regional Voluntary Carbon Market Company**

Milestones





GTR Leaders in Trade MENA

- Best Trade Finance Bank in Bahrain 2022
- ESG Deal of the Year 2022
- Best Sustainability-Linked Loan (SLL) GCC 2022
- Best Project Finance and Structured Finance Bank KSA 2022



Saudi Bank Awards 2022

- Best Supply Chain Finance Bank Saudi Arabia
- Best Transaction Banking Team in Saudi Arabia



Bayan Credit Bureau 2022 Awards

Excellence in Credit Management



Bonds, Loans & Sukuk Middle East Awards 2023

- ESG Loan Deal of the Year
- Metals & Mining Deal of the Year
- ESG Bond Deal of the Year



The Asset Triple A Islamic Finance Awards 2023

- Best Sustainability-linked Loan Aluminum Bahrain US\$710 million sustainability-linked syndicated senior ijara facility



Global Finance Innovators Awards 2023

Best API Banking Initiative



The Digital Banker Global Transaction Banking Innovation Awards 2023

- Best Bank for Supply Chain Finance in Bahrain
- Best Bank for Supply Chain Finance in Saudi Arabia
- Best Bank for Trade Finance in Bahrain
- Best Bank for Trade Finance in Saudi Arabia



EMEA Finance Treasury Services Awards 2023

Best Payment Services in the Middle East



EMEA Finance Ceremony 2023

Best Islamic Finance facility



Global Finance World's Safest Banks 2023

Safest Bank in Bahrain



EMEA Finance 2023

Best Islamic Finance Facility (for Nogaholding: Mandated Lead Arranger and Bookrunner)



Saudi Trade Finance Awards 2023

- Best Transaction Banking Team 2023 Saudi Arabia
- Best Supply Chain Finance Bank 2023 Saudi Arabia
- Customer's Choice Trade Finance Bank 2023 Saudi Arabia
- Best Trade Finance Bank 2023 Saudi Arabia



Emirates Labour Market Awards (Ministry of Human Resources and Emiratisation)

- Establishment - Best HR Practices
- Work Force – Ali Ahmadi's Contribution to UAE Business and the Community



Capital Markets & ESG Finance Saudi Arabia Awards 2024

- Transport Finance Deal of the Year
- Syndicated Loan Deal of the Year
- Ground-breaking Deal of the Year
- Oil & Gas Finance Deal of the Year



EMEA Finance Middle East Banking Awards 2023

- Best Local Investment Bank in Bahrain
- Best Local Debt House in Bahrain
- Best loan house in Saudi Arabia
- Best loan house in Bahrain
- Best loan house in Oman
- Best foreign bank in Oman



The Digital Banker Awards 2024

- Best API Initiative - Middle East & Africa
- Best ERP Integration Initiative – Middle East & Africa
- Best Virtual Account Initiative – Middle East & Africa
- Best Digital Treasury Management Initiative - Middle East & Africa
- Best Bank for Payments & Collections – Regional Middle East & Bahrain
- Best Bank for Cash Management – Bahrain
- Best Bank for Supply Chain Finance - Bahrain

5. Financial Performance



Building on the strong performance of 2023, GiB is leveraging its momentum in Q1-2024, showcasing its commitment to augmenting shareholder returns and attaining strategic goals.



Substantial expansion in net fees and commissions is attributed to heightened activity in loan underwriting and distribution, trade finance, and retail banking.



Double-digit growth in the balance sheet reflects the momentum of GiB business and underscores its robust liquidity profile.



The investment book is characterized by its high quality, with over 91% of assets rated A- and above.



A strong loan portfolio with NPL ratio at 1.8% and coverage ratio of 163%.



Diversified and expanding deposit base, marked by a growing franchise of CASA.



A wholesale banking branch was inaugurated in Muscat, Oman by Q1-2024, signifying a significant milestone in GiB's expansion strategy within the GCC.

Balance Sheet

Total Assets

\$53.8bn

+14%
vs Dec 2023

Investment Securities

\$7.1bn

+6%
vs Dec 2023

Customer Deposits

\$41.1bn

+19%
vs Dec 2023

Income Statement

Profit

\$58.3mm

+3%
YoY

Revenue

\$184.7mm

+7%
YoY

Fee & Commission

\$39.9mm

+66%
YoY

Key Risk & Performance Metrics

NPL Ratio

1.8%

+0.02%
vs Dec 2023

NPL Coverage Ratio

163.4%

+5.9%
vs Dec 2023

Cost to Income

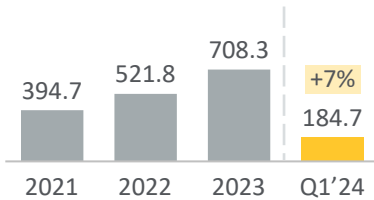
55.4%

+2.1%
YoY

Value accretion

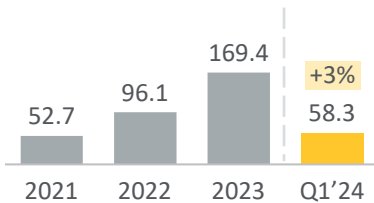
Revenues (USDm)

% variance from Q1 2023

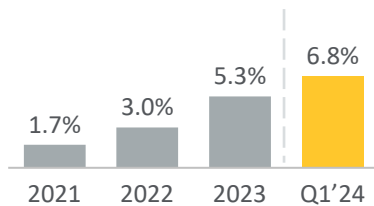


Net Income (USDm)

% variance from Q1 2023



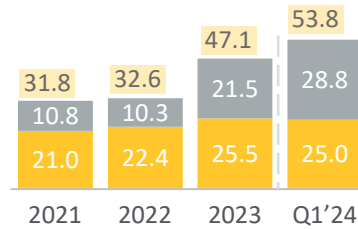
ROAE annualized



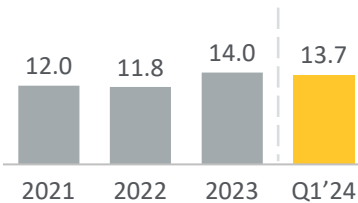
Strong balance sheet

Assets (USDbn)

Group (Yellow), GIBUK (Grey), Other entities (Orange)

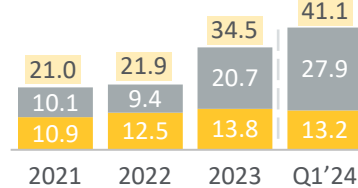


Gross loans (USDbn)



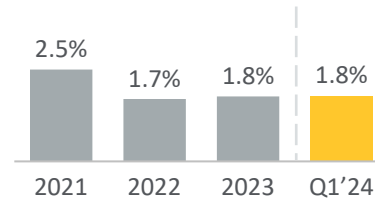
Customer deposits (USDbn)

Group (Yellow), GIBUK (Grey), Other entities (Orange)

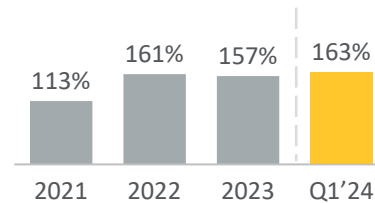


Credit quality and capital structure

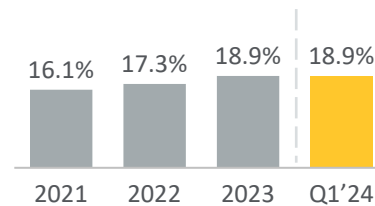
Non-performing Loans ratio



Provisions coverage ratio



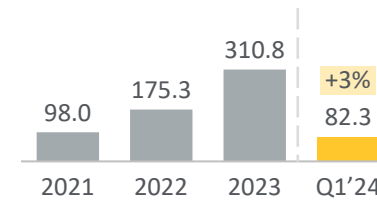
Capital adequacy ratio



Enhanced financial performance

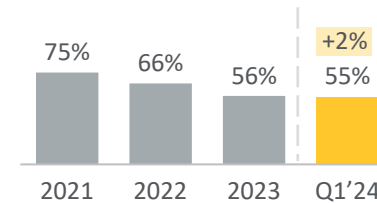
Operating Income (USDm)

% variance from Q1 2023



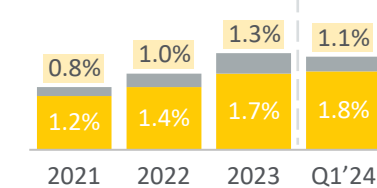
Cost-to-income ratio

% variance from Q1 2023



Net interest margins

Group (Yellow), GIBUK (Grey), Other entities (Orange)



Profitability

- Strong Q1 2024 profits driven by core business momentum from 2023, prudent risk management and exemplary cost control.
- Exceptional returns: revenue surges, expenses controlled. Cost to income ratio is at 55% and annualized ROAE up at 6.8% by March 2024.
- Improved net interest margins to 1.8% (Group excluding UK) driven by higher benchmark interest rates and well managed funding cost.



Balance sheet

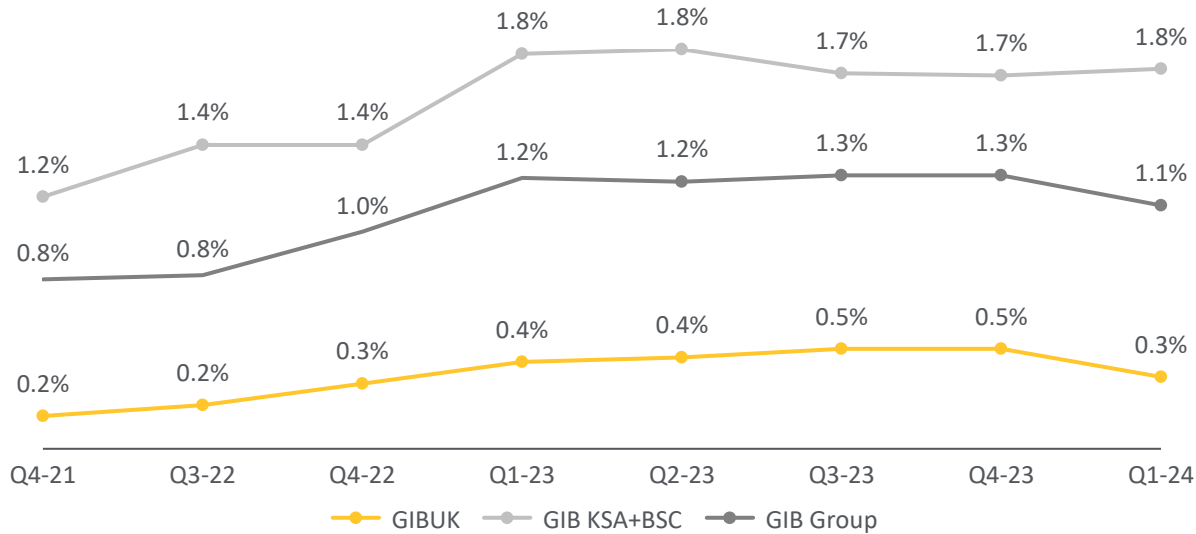
- Strong balance sheet at \$53.8bn as of March 2024, boosted by deposit surge from liability driven GIB UK subsidiary.
- Diversified deposit with increased franchise CASA, which grew by 13% or \$0.7bn during last three years reflecting the success of GTB and Retail liability propositions.
- Robust asset quality: NPL ratio at 1.8% and provisions coverage ratio soars to 163% by end of March 2024.

	For the year			For the quarter	
	2021	2022	2023	Mar-23	Mar-24
Income statement, USDm					
Net interest income	246.1	345.8	498.5	120.4	128.7
Non-net interest income	148.6	176.0	209.8	51.8	56.0
Total income	394.7	521.8	708.3	172.2	184.7
Operating expenses	(296.7)	(346.5)	(397.5)	(92.0)	(102.4)
Net income before provisions and tax	98.0	175.3	310.8	80.2	82.3
Provisions charge for expected credit losses	(44.5)	(71.6)	(112.0)	(18.5)	(15.6)
Impairment of leased assets	(1.2)	-	-	-	-
Net income before tax	52.3	103.7	198.8	61.7	66.7
Tax	0.4	(7.6)	(29.4)	(5.1)	(8.4)
Net income	52.7	96.1	169.4	56.6	58.3
Net interest margins – excluding GIBUK	1.16%	1.40%	1.72%	1.72	1.75%
Cost-to-income (CIR) ratio	75%	66%	56%	53%	55%
Balance sheet, USDbn	2021	2022	2023	Mar-24	
Total assets	31.8	32.6	47.1	53.8	
Gross loans	12.0	11.8	14.0	13.7	
Deposits	22.0	22.4	35.4	41.9	
<i>of which GIBUK</i>	10.3	9.7	20.9	28.2	
CASAs – excluding GIBUK	5.1	5.7	5.9	5.8	
NPL %	2.5%	1.7%	1.8%	1.8%	
Provisions coverage ratio %	113%	161%	157%	163%	
ROE %	1.7%	3.0%	5.3%	6.8%	

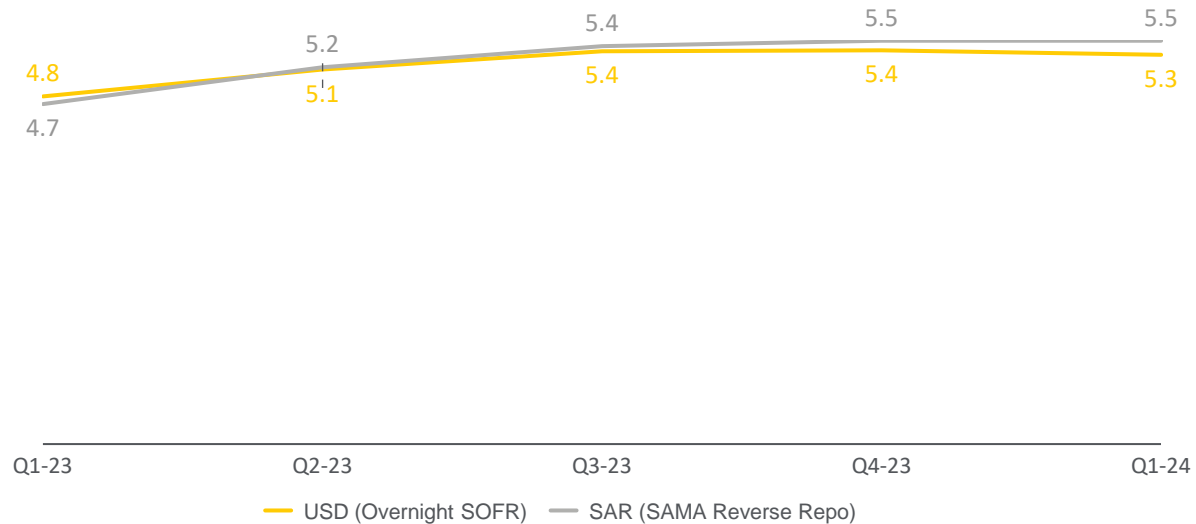
Key highlights

- A notable compounded annual growth rate (CAGR) of 34% in total income from 2021 to 2023, with momentum sustained into Q1 2024, marked by a 7% year-on-year surge in March 2024.
- A controller 16% CAGR in expenses from 2021 to 2023, with an 11% increase in Q1 2024 attributed to heightened investment in digital, technology, and governance initiatives.
- Notable increase in fee and commission income driven by increased activity in loan underwriting and distribution, trade finance and retail banking.
- Prudent provisioning policy, annualized cost of risk of 47 bps in Q1 2024 compared to 91 bps for the year 2023.
- A stable cost to income ratio of 55% in Q1 2024.
- Robust core loan and deposit growth mirrors stronger client relationships and expanded product capabilities.
- Effective liability initiatives drive CASA growth, enhancing funding diversity and lowering cost of funds.
- Prudent risk underwriting and credit governance strategies drive prudent expansion of the loan portfolio, leading to improved earnings quality, a low NPL ratio, and a robust coverage ratio.

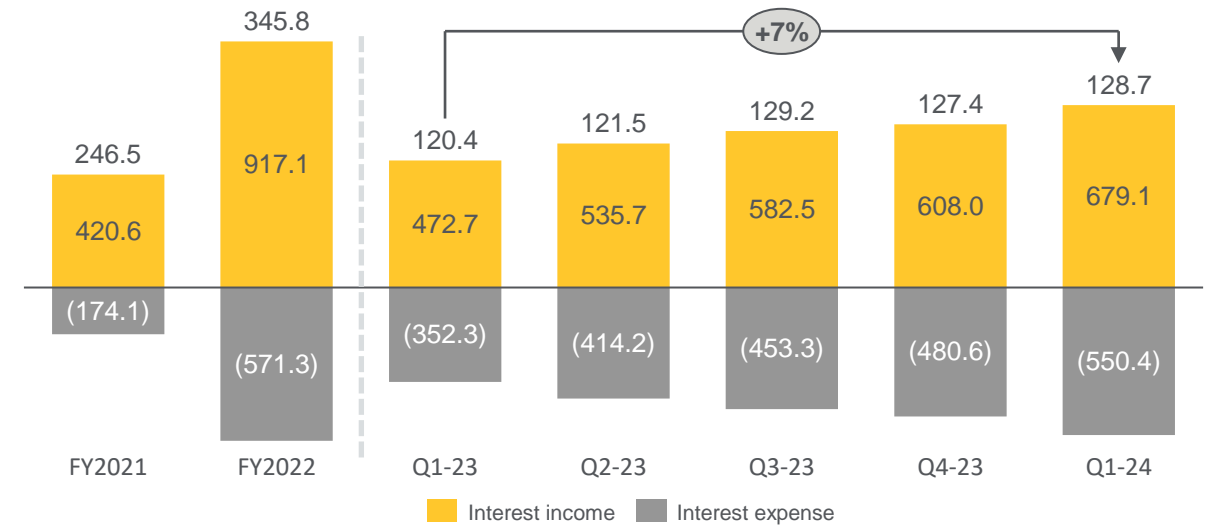
Net interest margins



Average interest rate trends over the last 12 months (%)



Net interest income breakup (USDm)

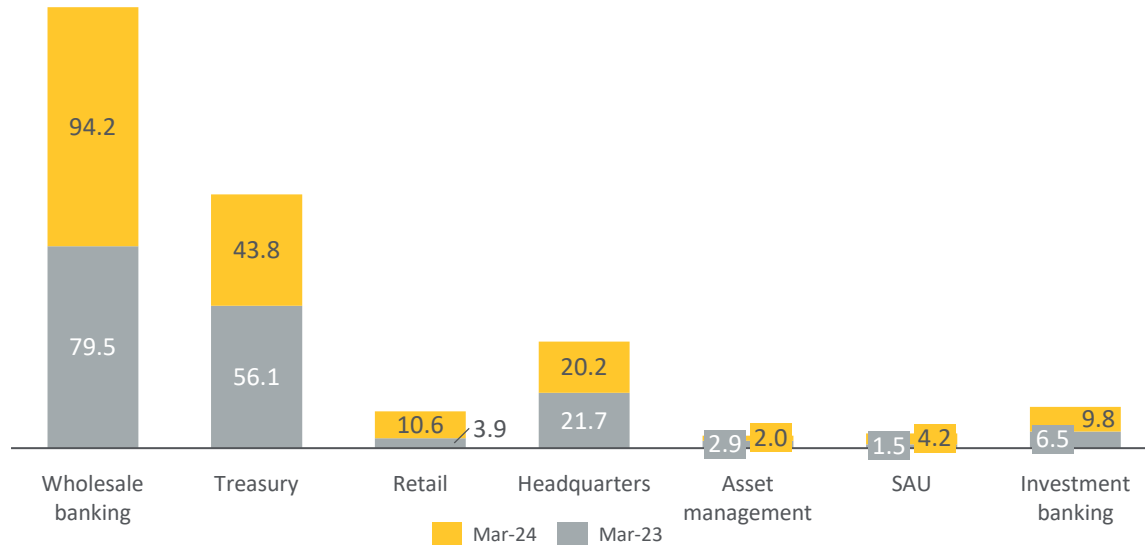


Key highlights

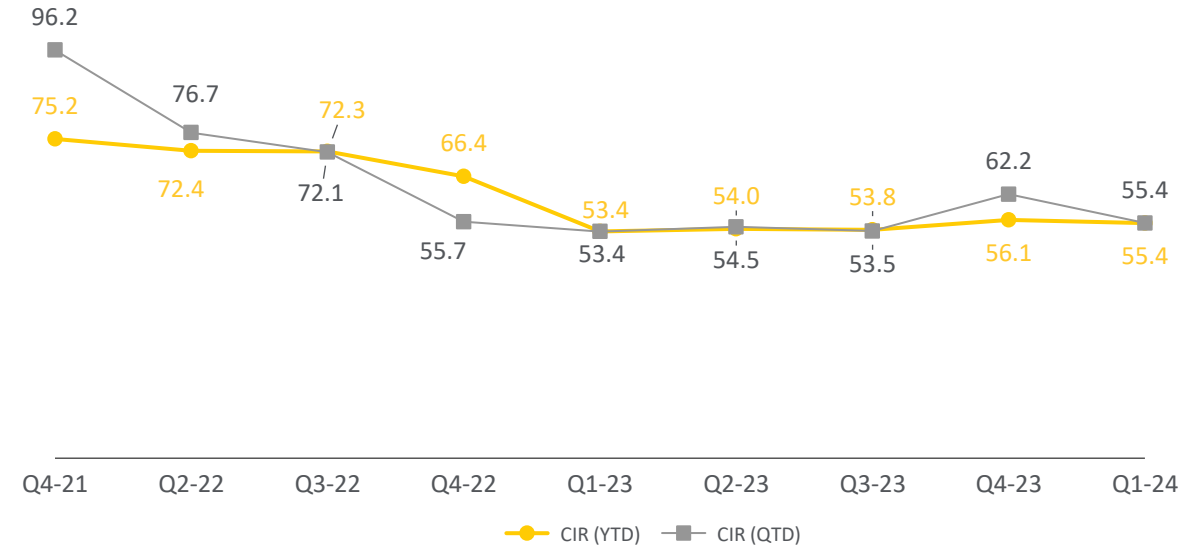
The Bank is dedicated to enhancing its net interest margins through the implementation of the following strategic initiatives:

- Expanding the digital retail "Banking as a Service" offering and increasing operational accounts in Global Transaction Banking to diversify deposits.
- Ensuring diversification of the loan portfolio while maintaining prudent risk management practices and upholding a high-quality credit portfolio.
- Actively managing the Bank's assets and liabilities, including the implementation of effective hedging strategies to mitigate the impact of interest rate fluctuations.
- Transitioning toward an arrange-structure-underwrite-distribute (ASUD) model.
- Introducing innovative financial products and services aimed at attracting and retaining customers.
- Cultivating strong customer relationships to drive deposit growth, cross-selling opportunities, and customer loyalty.

Revenues by business line as of March 2024 (USDm)

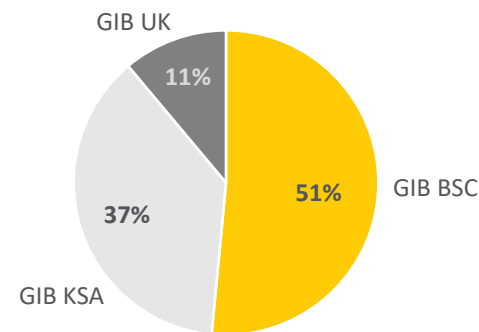
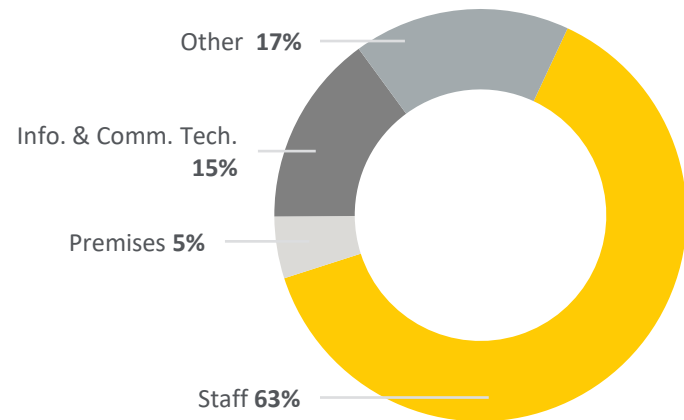


Cost to income ratio (%)



Operating expenses March 2024

Net income by entity March 2024



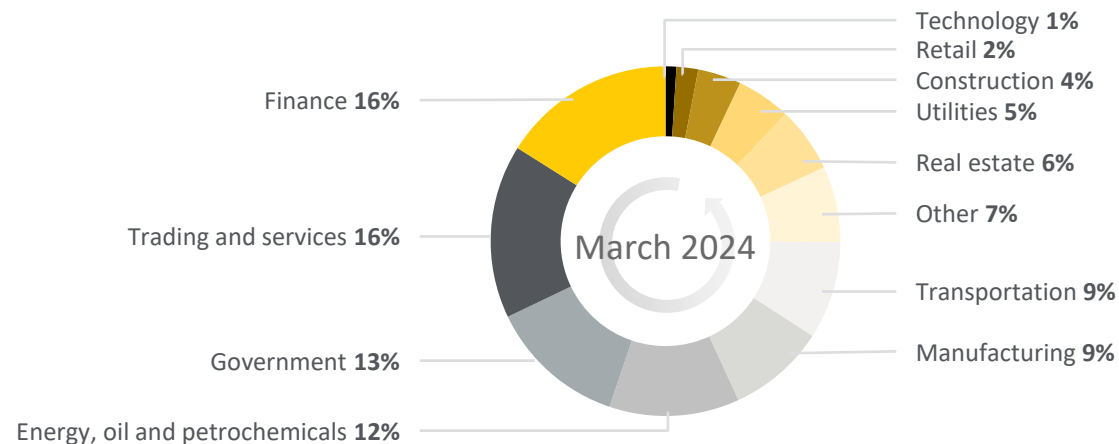
Key highlights

- As the Bank progresses its strategy, it is beginning to reap the benefits of actions taken in recent years. Investments in human capital, innovation, technology, and client-centric approaches are resulting in year-over-year growth in transactions and profitability across all business segments.
- The cost-to-Income ratio has declined over the year, thanks to successful revenue initiatives and realized efficiencies.
- The three key operations in Bahrain, KSA, and the UK consistently demonstrate exceptional performance.

6. Asset Profile

Net loans by sector (%)

(Concentration mix in line with prior years)

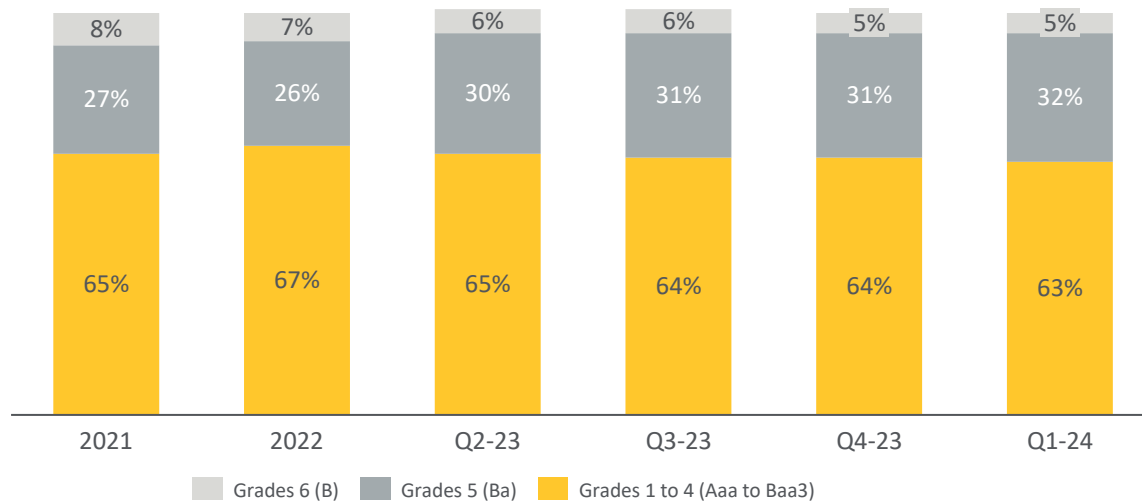


Key highlights

- The Bank's loan portfolio remains strong and well diversified across industries.
- Strong credit governance has led to significant asset quality improvement, with 63% of the loan portfolio now rated investment grade.
- 57% of the Group's lending is to KSA clients, with the wider GCC region comprising 94% of the loan portfolio.
- The loan book is well-diversified and of high-quality, primarily driven by growth among top-tier GCC corporate clients and GREs.

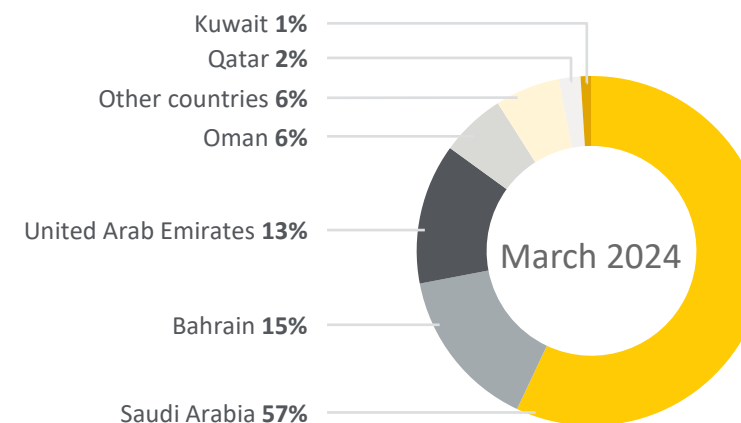
Net loans by rating (%)

(Stable loan ratings)



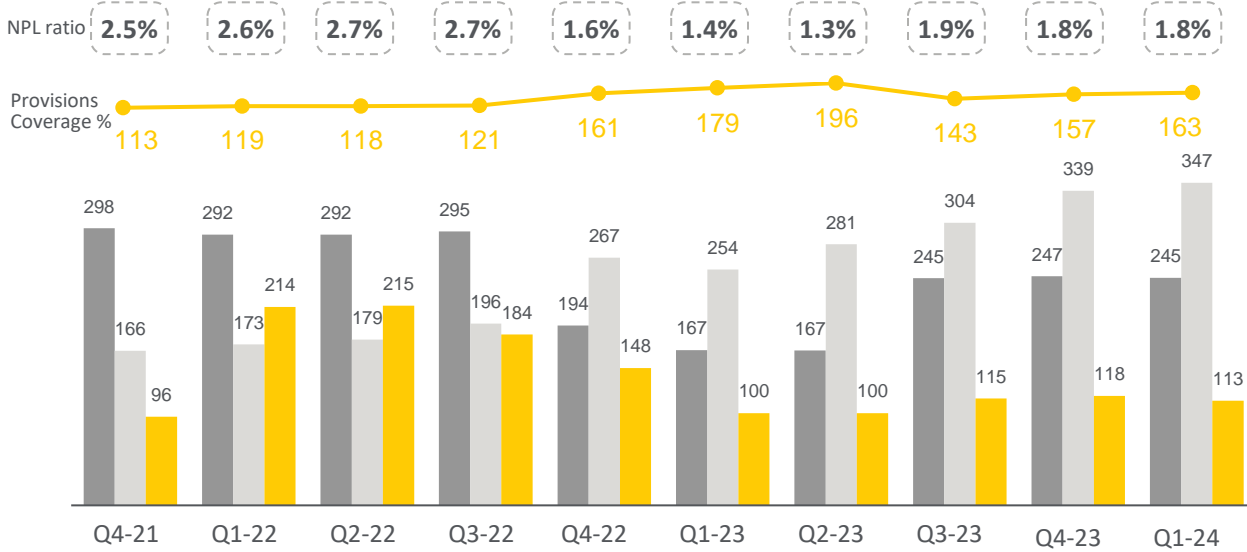
Net loans by geography (%)

(Consistent geographical distribution)



Impaired loans and allowances (USDm)

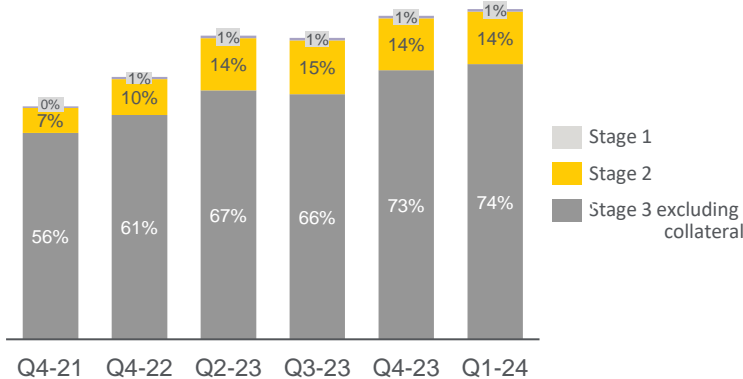
○ NPL ratio (%) ● Provision coverage (%)
■ NPL ■ Provision ■ Collateral



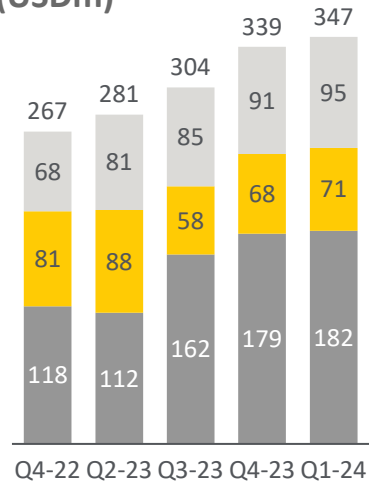
Key highlights

- The establishment of an independent unit to manage distressed asset and enhance recoveries, combined with a strong risk management framework, have improved significantly asset quality ratios with NPL ratio down to 1.8% with total provision coverage ratio reaching 163%.
- The heightened ECL coverage by stage aligns with asset growth, industry peers and the Bank's prudent approach to risk management.

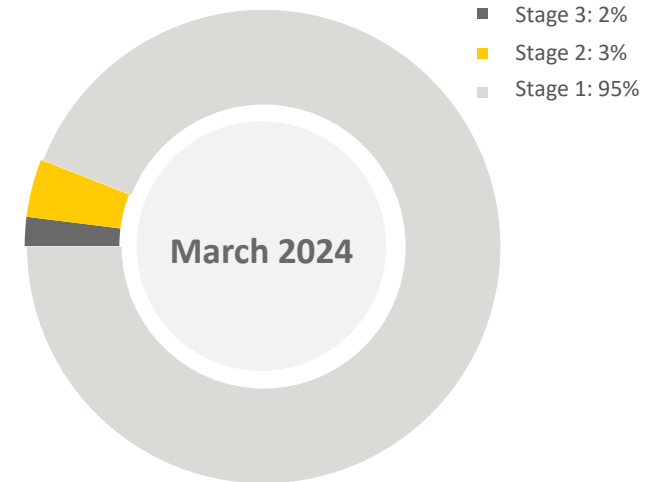
Coverage ratio by stage



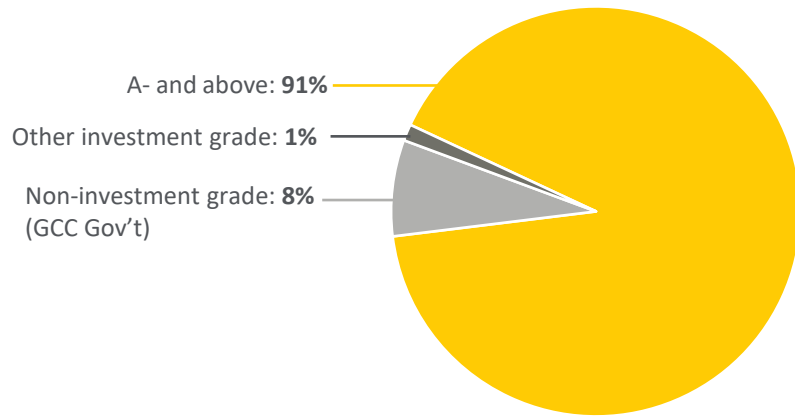
ECL allowance by stage (USDm)



Gross loans by stage



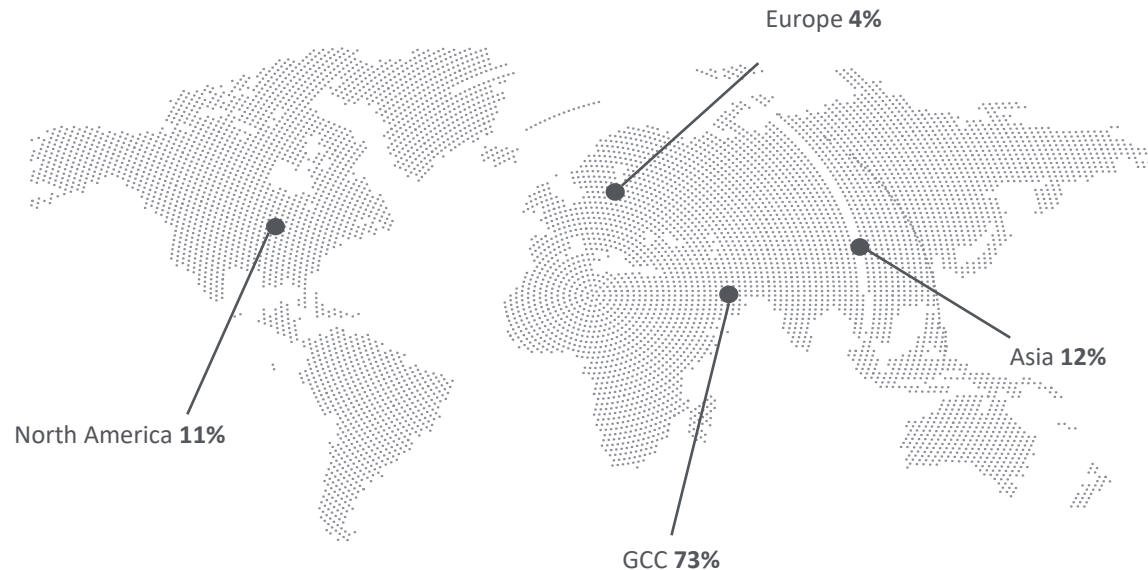
Debt securities by rating – March 2024



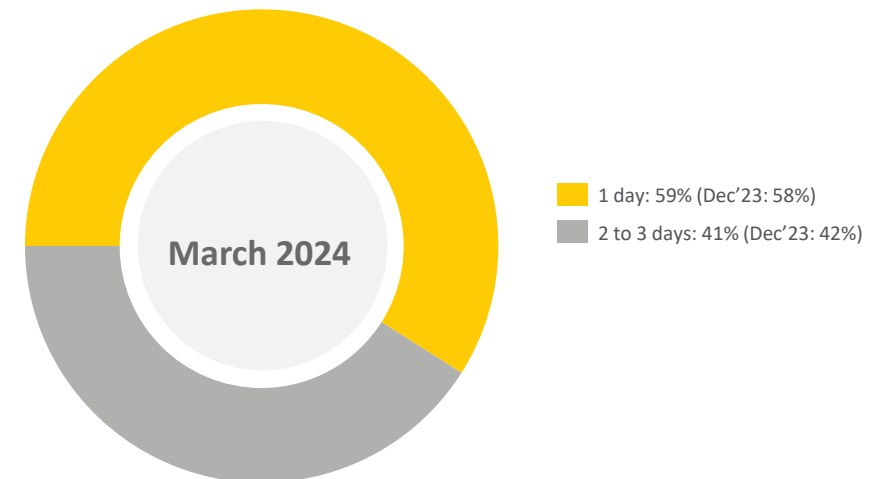
Key highlights

- The Group holds a \$7.1 billion investment securities portfolio primarily consisting of highly liquid debt securities.
- Debt investment portfolio is of high quality, with 92% of its securities being rated investment grade.
- 73% of the securities exposure is to stable GCC economies, mainly GCC sovereigns.
- The portfolio carries minimal interest rate risk, except for \$2.1 billion fixed income portfolio, which is funded and naturally hedged by the capital.

Securities by geography – March 2024



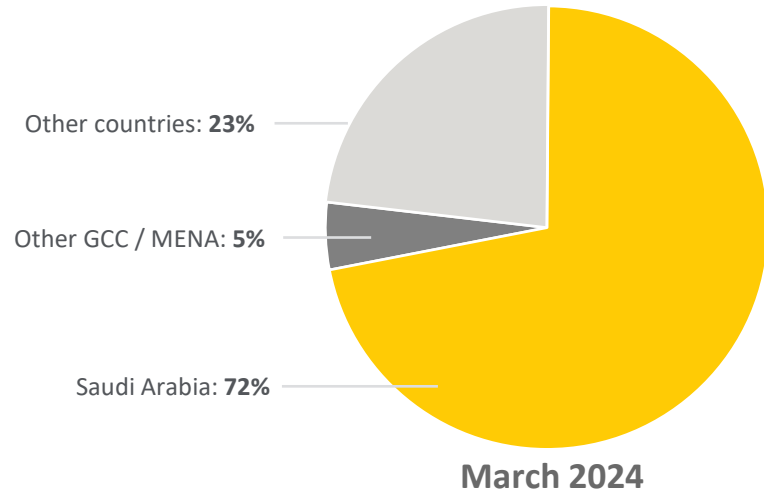
Debt securities by liquidation tenor



7. Funding and Capital

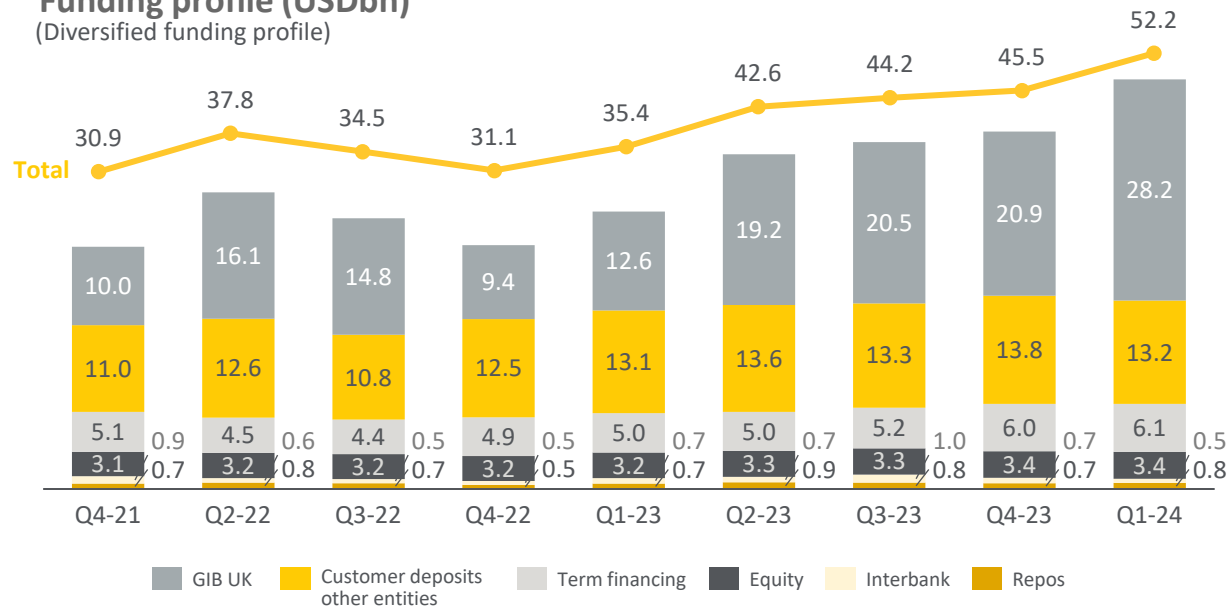
Deposits by geography

(No material change from prior year)



Funding profile (USDbn)

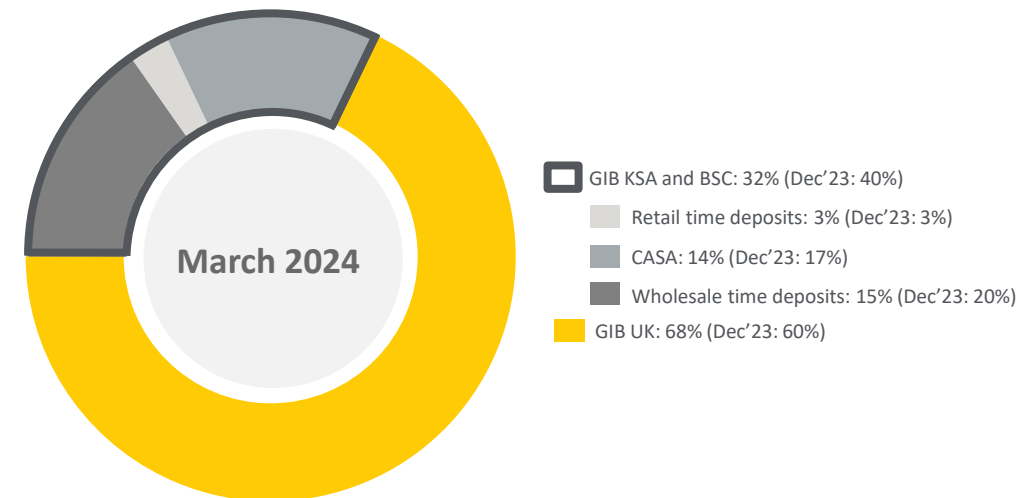
(Diversified funding profile)



Key highlights

- There has been a substantial increase in deposits from KSA based GREs, driven by robust economic growth, favorable government policies and heightened investor confidence.
- Enhanced and diversified funding sources, including an increase in GTB CASAs.
- Capital and term finance constitute 18% of the Bank's funding base, providing stability due to their longer-term nature.
- A regularly tested contingency funding plan is in place, with the ability to utilize a significant portion of securities to secure repo funding if needed.
- In December 2023, GIB KSA successfully raised SAR 1.5 billion (\$400 million) through a debut issuance of a 10 non-call 5 Tier 2 Sukuk under the Bank's inaugural SAR 3 billion Tier 2 Sukuk programme. The programme is aligned with the Bank's strategic objectives to facilitate balance sheet growth and actively contribute to the realization of the national economic objectives outlined in the Kingdom's Vision 2030.

Customer deposits by entity



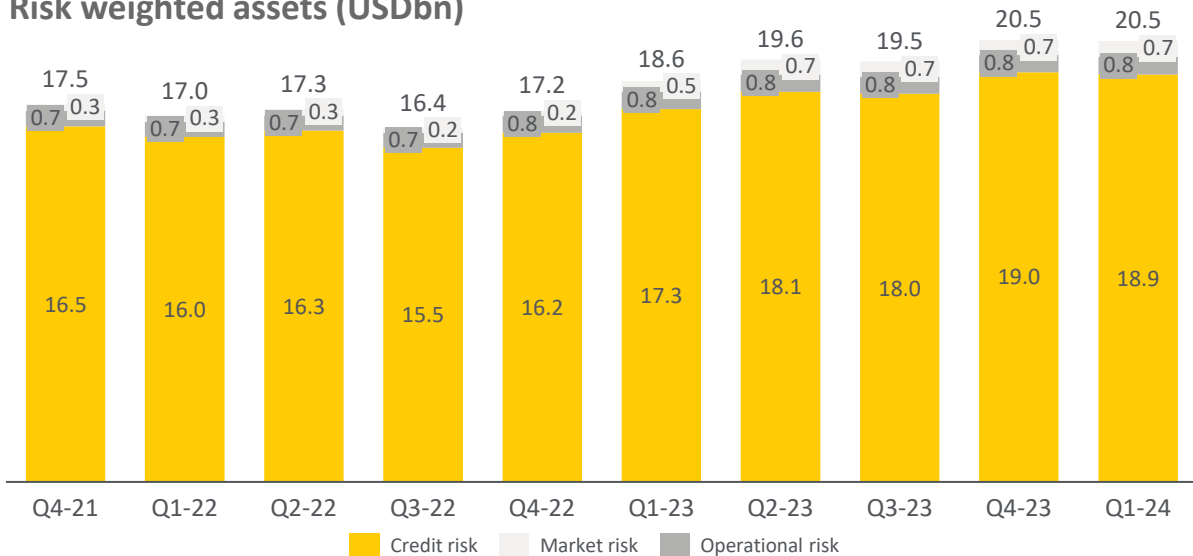
- GIB KSA and BSC: 32% (Dec'23: 40%)
- Retail time deposits: 3% (Dec'23: 3%)
- CASA: 14% (Dec'23: 17%)
- Wholesale time deposits: 15% (Dec'23: 20%)
- GIB UK: 68% (Dec'23: 60%)

Equity and Regulatory Capital (USDbn)

Equity:	Q4-21	Q1-22	Q2-22	Q3-22	Q4-22	Q1-23	Q2-23	Q3-23	Q4-23	Q1-24
Share capital	2.5	2.5	2.5	2.5	2.5	2.0	2.0	2.0	2.0	2.0
Reserves	0.4	0.4	0.5	0.4	0.4	0.2	0.2	0.2	0.2	0.2
Retained earnings	(0.8)	(0.8)	(0.8)	(0.7)	(0.7)	-	0.1	0.1	0.1	0.2
Total	2.1	2.1	2.2	2.2	2.2	2.2	2.3	2.3	2.3	2.4
Non-controlling interest	0.9	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Total equity	3.0	3.1	3.2	3.2	3.2	3.2	3.3	3.3	3.4	3.4

Regulatory Capital	Q4-21	Q1-22	Q2-22	Q3-22	Q4-22	Q1-23	Q2-23	Q3-23	Q4-23	Q1-24
CET1	2.4	2.4	2.5	2.5	2.5	2.6	2.7	2.7	3.3	3.3
Tier 2	0.4	0.4	0.4	0.4	0.4	0.5	0.5	0.5	0.6	0.6
Total Regulatory Capital:	2.8	2.8	2.9	2.9	2.9	3.1	3.2	3.2	3.9	3.9

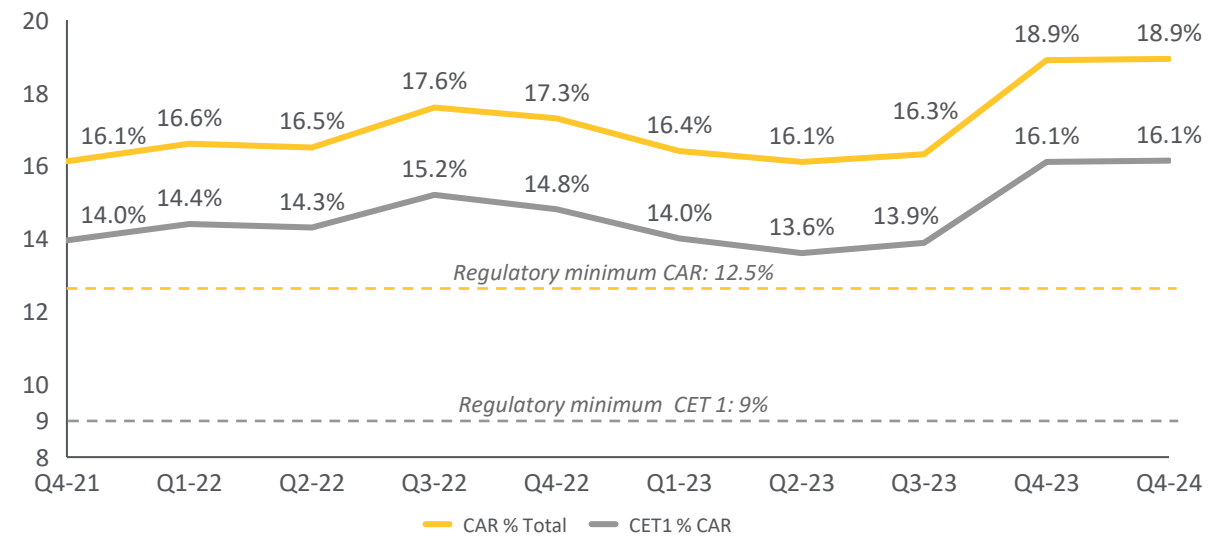
Risk weighted assets (USDbn)

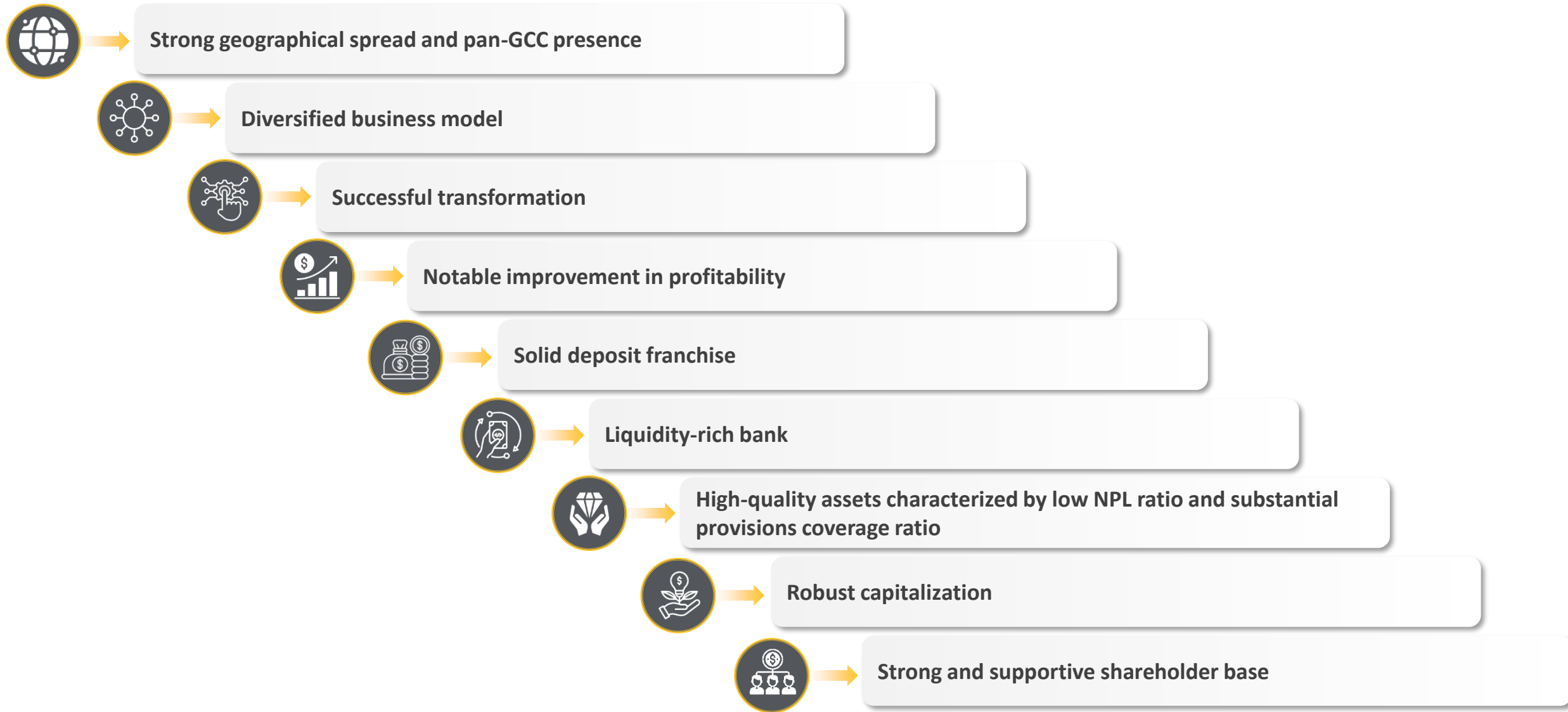


Key highlights

- Capital adequacy ratio remains robust and well above regulatory thresholds, reflecting the Group's strong position for anticipated growth despite the regulatory challenges posed by the implementation of Basel IV and FRTB effective January 2023.
- The rise in RWAs is primarily to blue-chip companies and GREs.
- Capital ratios remain solid and in line with industry peers.

Capital Adequacy Ratio



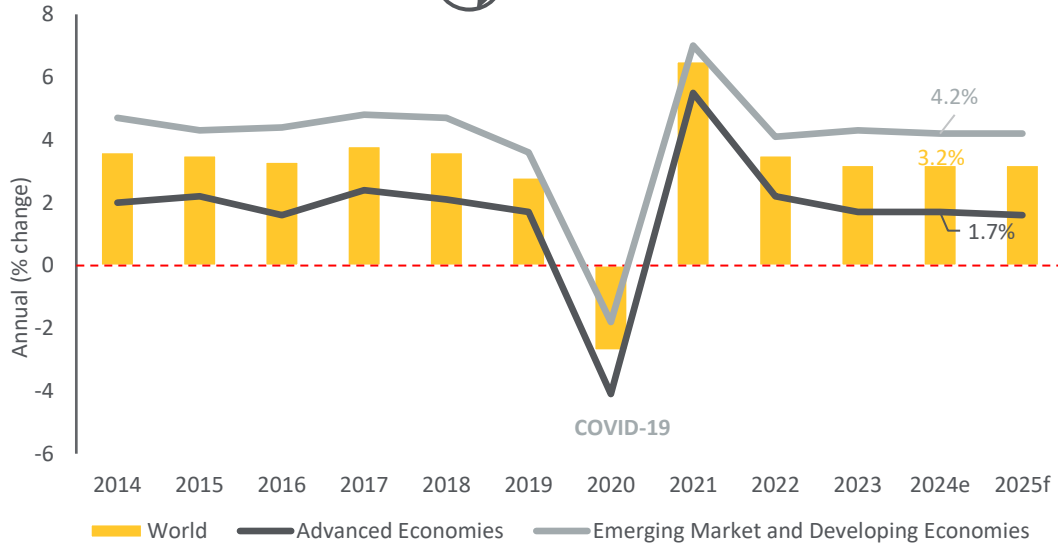


8. Appendix – Economic Landscape

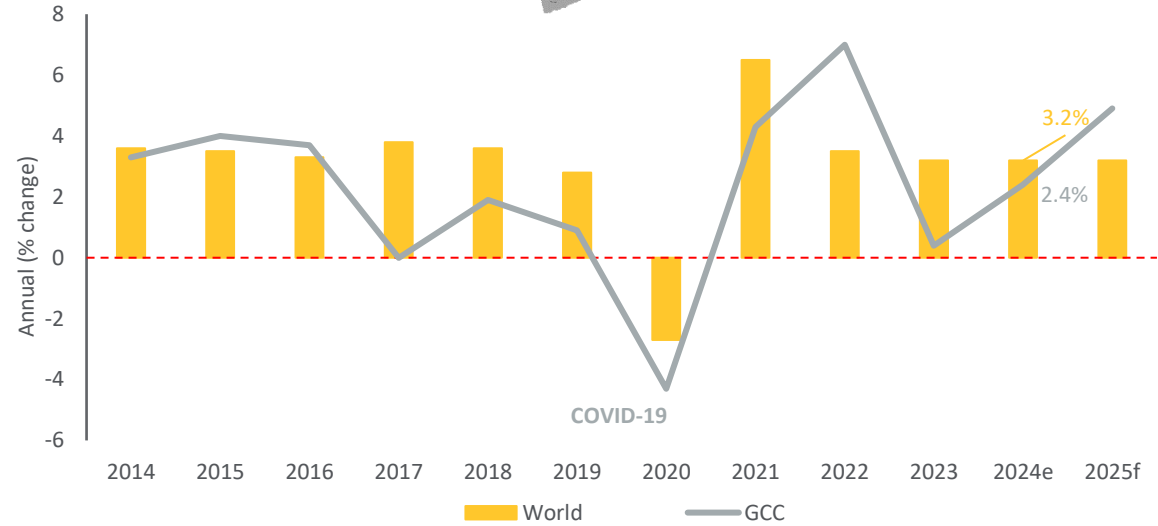
Forecasted Growth Trajectory

Source: International Monetary Fund (IMF)

Global



GCC



World GDP (2024^e)

USA	26%
China	17%
Japan	4%
Germany	4%
India	4%
UK	3%
Rest of world	42%
World GDP : \$109.5tn (2024^e)	

GCC GDP (2024^e)

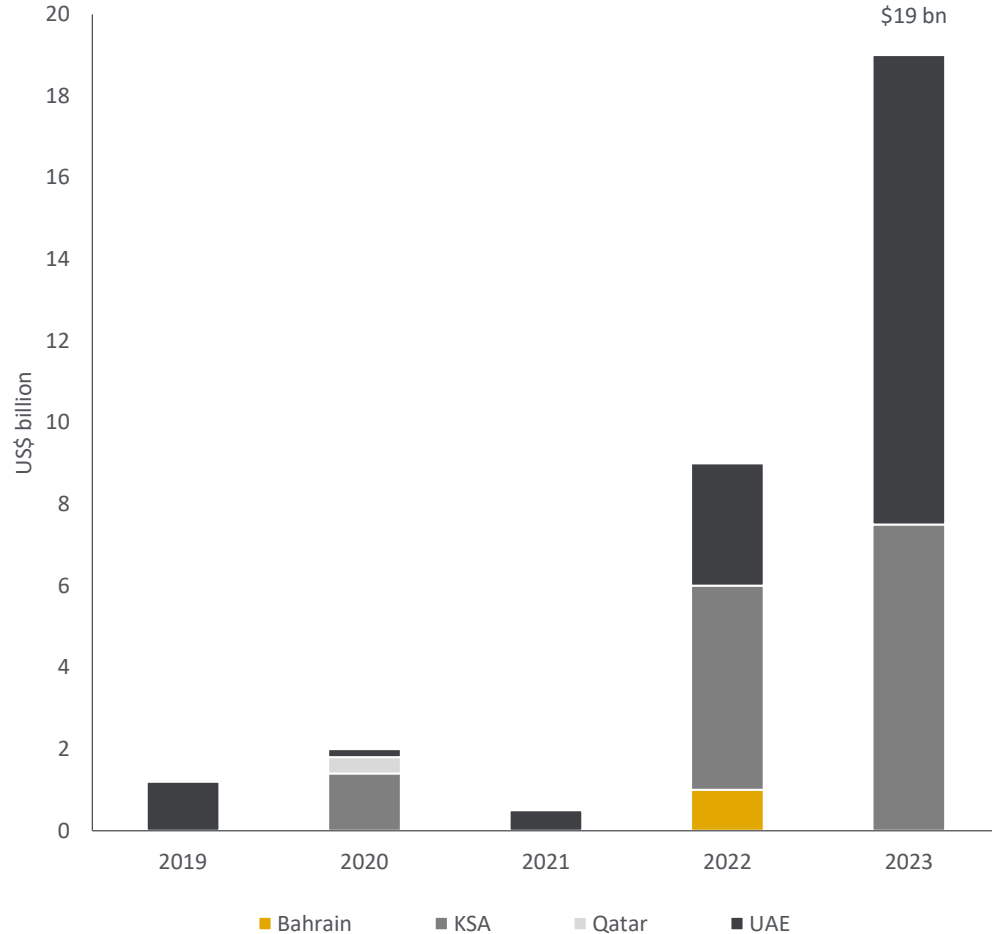
Saudi Arabia	51%
UAE	24%
Qatar	11%
Kuwait	7%
Oman	5%
Bahrain	2%
GCC GDP : \$2.1tn (2024^e)	

GCC Sustainability Trends

Source: Bloomberg & MEED



Green Bond Issuance



Renewable Energy Projects & Targets

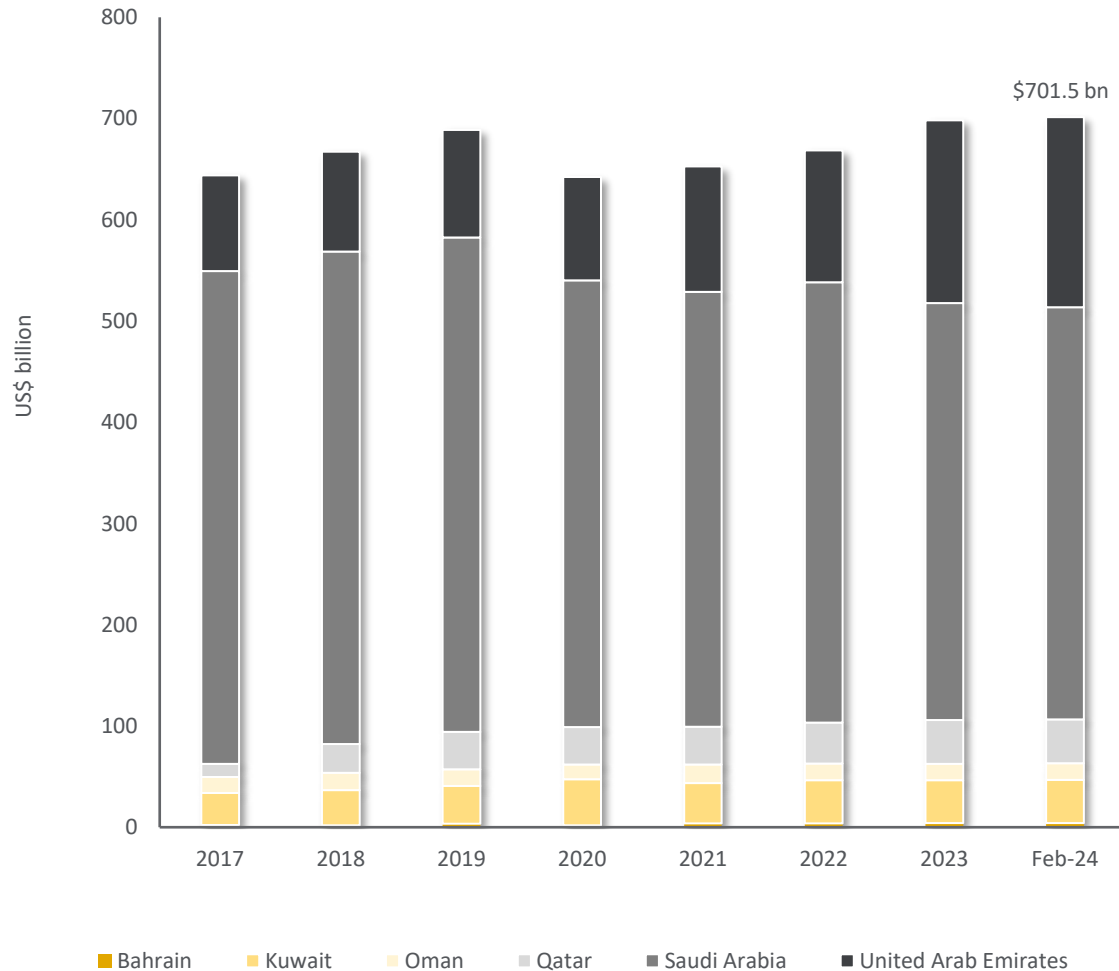
	Installed Renewables Capacity (MW)	Projects Under Execution (US\$ million)	Projects in Pre-Execution (US\$ million)	Target Energy Share by 2030
Bahrain	12	12	1,300	10%
Kuwait	106	N/A	6,530	15%
Oman	688	860	3,000	30%
Qatar	824	464	1,260	20%
Saudi Arabia	443	10,109	35,475	30%
UAE	3,058	7,802	18,160	44%

GCC Foreign Exchange Reserves & Public Foreign Assets

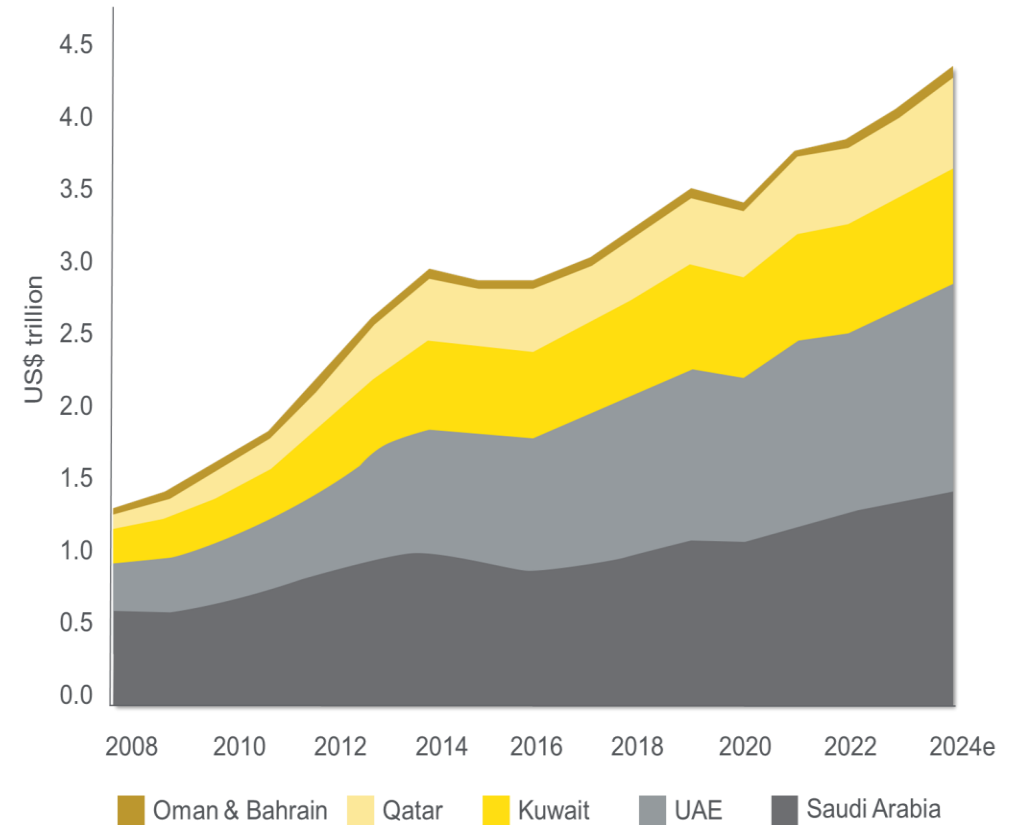
Source: International Monetary Fund (IMF) & Moody's Investor Service



Foreign Exchange Reserves



Public Foreign Assets*



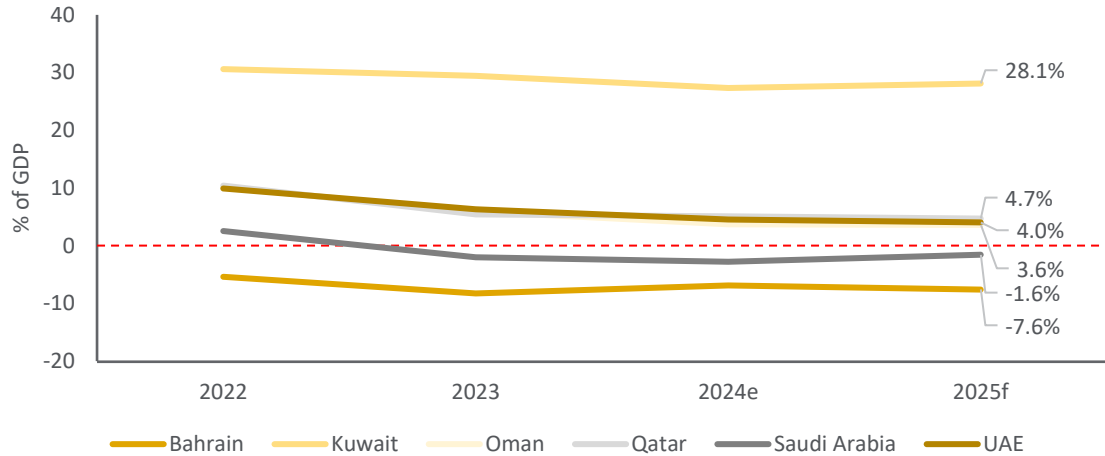
* Foreign Exchange Reserves & Sovereign Wealth Fund Assets

GCC Manufacturing, Trade & Borrowing

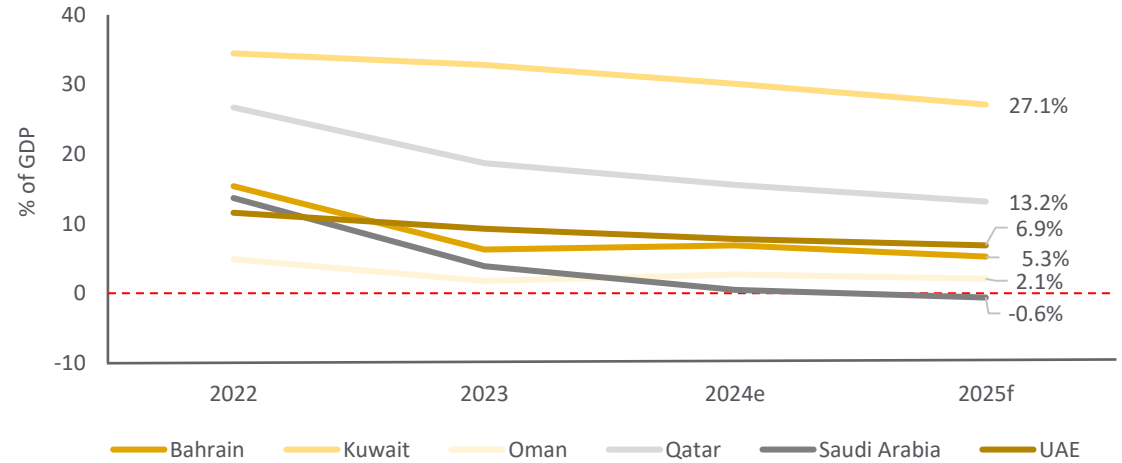
Source: International Monetary Fund (IMF) & Bloomberg



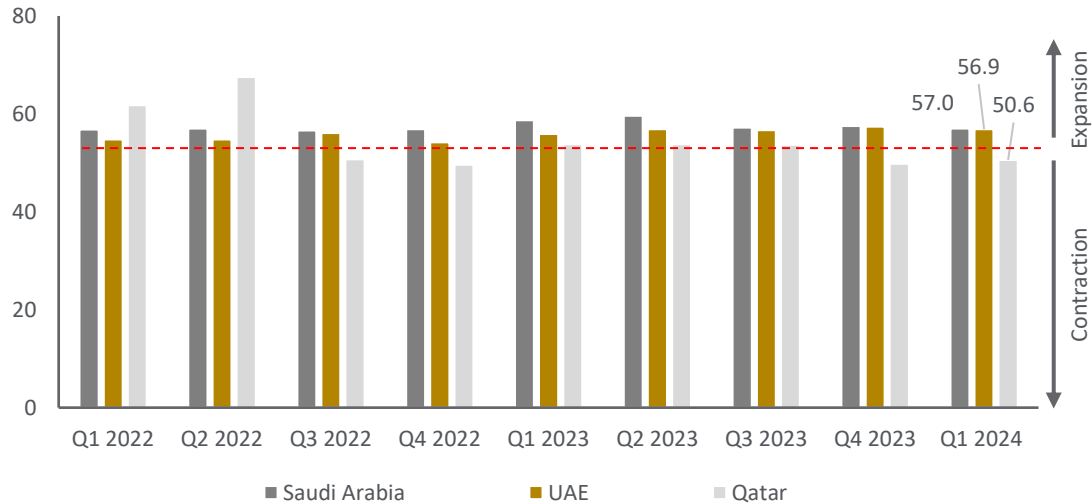
Fiscal Balance



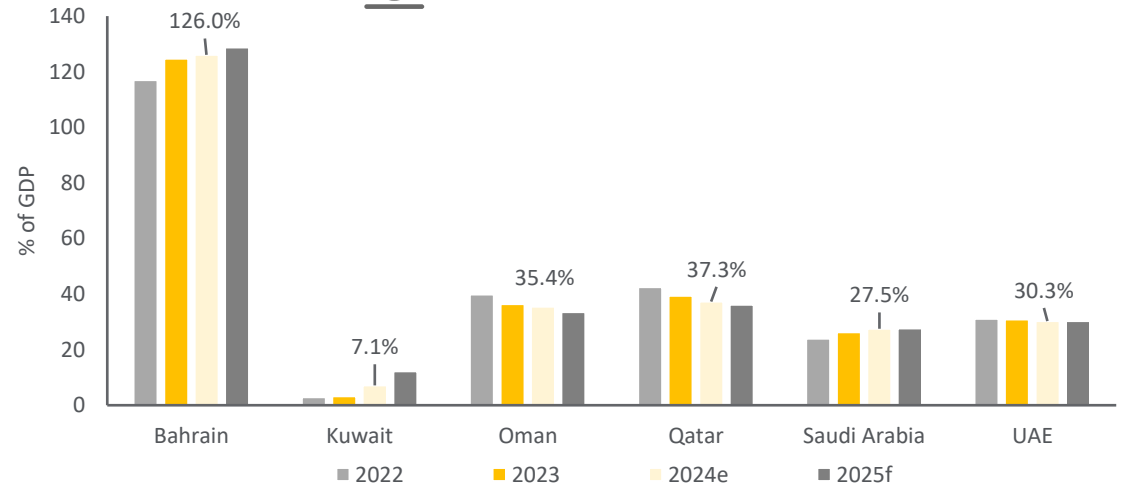
Current Account Balance



Purchasing Managers Index (PMI)

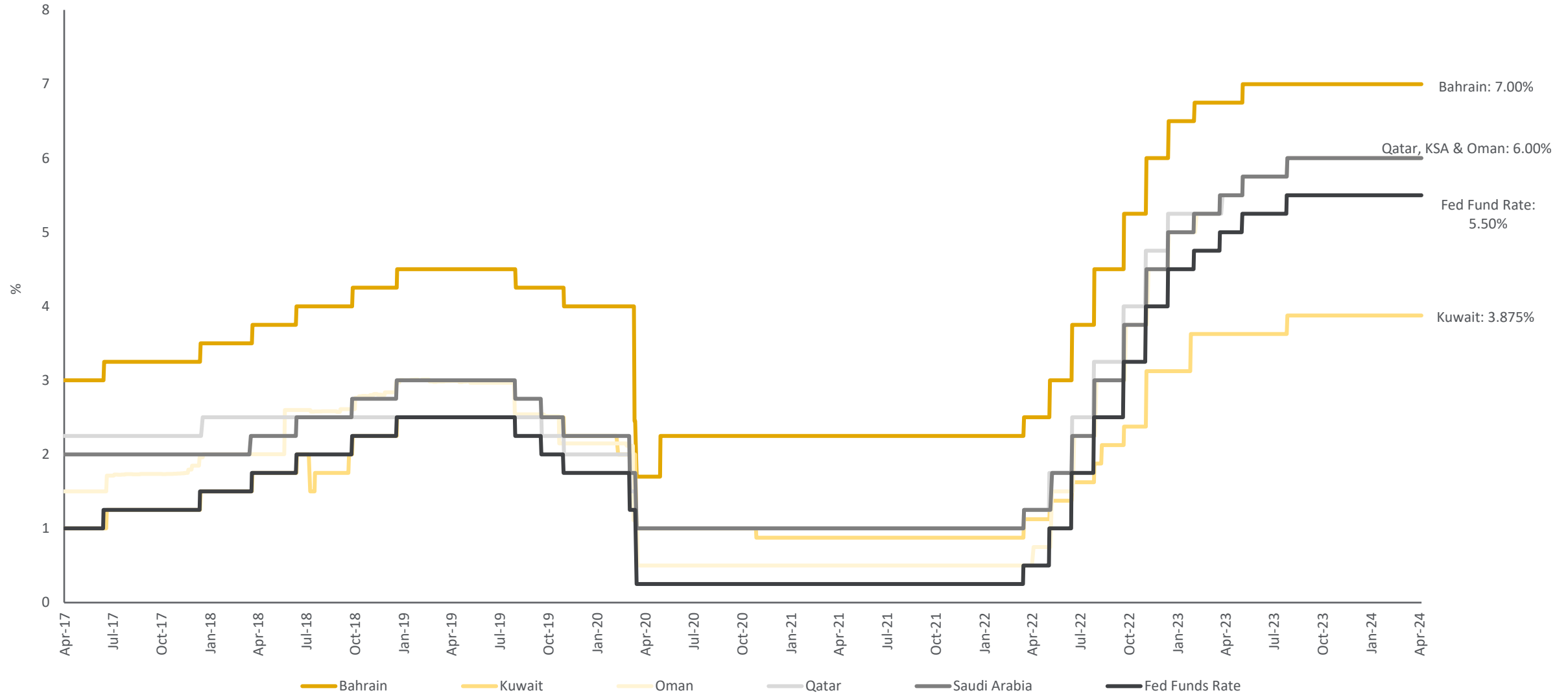


General Government Debt



GCC Policy Rates & Federal Funds Rate

Source: Bloomberg





Term	Description
BHD	Bahraini Dinar
bn	Billion
Bps	Basis Points
BSC	Bahrain Shareholding Company
CAGR	Compound Annual Growth Rate
CAR	Capital Adequacy Ratio
CASA	Current Accounts and Savings Accounts
CET1	Regulatory Capital Base
CIR	Cost-to-Income Ratio
ECL	Expected Credit Loss
ESG	Environmental, social, and governance
FRTB	Fundamental review of the trading book
GCC	Gulf Cooperation Council
GDP	Gross Domestic Product
GIB	Gulf International Bank
GRE	Government-Related Entities
GTB	Global Transaction Banking
KSA	Kingdom of Saudi Arabia
m or mm	Million
MENA	Middle East and North Africa

Term	Description
MNC	Multi-National Corporation
MSME	Micro, Small and Medium Enterprise
NII	Net Interest Income
NPL	Non-Performing Loan
NY	New York
NZAM	Net Zero Asset Managers
PIF	Public Investment Fund
Repo	Repurchase agreement
RoA	Return on Asset
RoAE	Return on Annualised Equity
ROE	Return on Equity
RWA	Risk weighted asset
SAMA	Saudi Arabian Monetary Authority
SAR	Saudi Arabian Riyal
SAU	Special Assets Unit
SOFR	Secured Overnight Financing Rate
UAE	United Arab Emirates
UK	United Kingdom
USD	United States Dollar