

Abu Dhabi Commercial Bank PJSC

Pillar 3 Report

31 March 2026



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1. Key Prudential Regulatory Metrics (at consolidated group level)

The table below sets out the key regulatory metrics covering the Group's available capital (including buffer requirements and ratios), RWAs, Leverage ratio, LCR and NSFR.

	AED '000				
	31-Mar-26	31-Dec-25	30-Sep-25	30-Jun-25	31-Mar-25
Available capital (amounts)					
Common Equity Tier 1 (CET1)	67,754,475	65,497,448	61,649,646	58,302,449	56,225,968
Tier 1	76,496,291	74,252,198	70,404,396	67,057,199	64,980,718
Total capital	83,105,341	80,756,911	77,644,379	74,135,239	71,767,852
Total risk-weighted assets (RWA)					
	490,389,492	474,901,309	485,530,869	477,465,774	446,464,224
Risk-based capital ratios as a percentage of RWA					
Common Equity Tier 1 ratio (%)	13.82%	13.79%	12.70%	12.21%	12.59%
Tier 1 ratio (%)	15.60%	15.64%	14.50%	14.04%	14.55%
Total capital ratio (%)	16.95%	17.00%	15.99%	15.53%	16.07%
Additional CET1 buffer requirements as a percentage of RWA					
Capital conservation buffer requirement (2.5% from 2019) (%)	2.50%	2.50%	2.50%	2.50%	2.50%
Counter - cyclical buffer requirement (%)	0.44%	0.08%	0.09%	0.08%	0.10%
Bank D-SIB additional requirements (%)	0.50%	0.50%	0.50%	0.50%	0.50%
Total bank CET1 specific buffer requirements (%)	3.44%	3.08%	3.09%	3.08%	3.10%
CET1 available for the buffer requirement (%)	6.45%	6.50%	5.49%	5.03%	5.57%
Basel III Leverage Ratio					
Total Basel III leverage ratio measure	884,169,058	840,561,395	816,340,006	798,748,836	753,424,179
Basel III leverage ratio (%)	8.65%	8.83%	8.62%	8.40%	8.62%
Liquidity Coverage Ratio*					
Total HQLA	160,057,250	153,862,012	135,517,967	138,188,692	129,775,080
Total net cash outflow	128,913,281	117,172,633	101,809,128	102,183,240	93,638,158
LCR ratio (%)	124.16%	131.31%	133.11%	135.24%	138.59%
Net Stable Funding Ratio					
Total available stable funding	469,951,277	456,109,850	447,831,920	433,929,163	413,929,945
Total required stable funding	437,114,001	417,779,783	418,991,989	403,537,175	376,260,326
NSFR ratio (%)	107.51%	109.17%	106.88%	107.53%	110.01%

* LCR is calculated as at the end of each period rather than using average values. For average LCR, refer to table LIQ1.

2. Overview of risk weighted assets (OV1)

	AED '000			
	RWA		Minimum capital requirements*	
	31-Mar-26	31-Dec-25	31-Mar-26	31-Dec-25
Credit risk (excluding counterparty credit risk)	414,747,627	401,805,024	57,815,819	54,565,122
Of which: standardised approach (SA)	414,747,627	401,805,024	57,815,819	54,565,122
Of which: foundation internal ratings-based (F-IRB) approach	-	-	-	-
Of which: supervisory slotting approach	-	-	-	-
Of which: advanced internal ratings-based (A-IRB) approach	-	-	-	-
Counterparty credit risk (CCR)	12,113,955	13,199,190	1,688,685	1,792,450
Of which: standardised approach for counterparty credit risk	12,113,955	13,199,190	1,688,685	1,792,450
Of which: Internal Model Method (IMM)	-	-	-	-
Of which: other CCR	-	-	-	-
Credit valuation adjustment (CVA)	10,831,710	8,410,364	1,509,940	1,142,127
Equity positions under the simple risk weight approach	-	-	-	-
Equity investments in funds - look-through approach	595,221	632,976	82,974	85,958
Equity investments in funds - mandate-based approach	-	-	-	-
Equity investments in funds - fall-back approach	-	-	-	-
Settlement risk	-	-	-	-
Securitisation exposures in the banking book	3,655,190	3,579,446	509,533	486,089
Of which: securitisation internal ratings-based approach (SEC-IRBA)	-	-	-	-
Of which: securitisation external ratings-based approach (SEC-ERBA), including internal assessment approach	1,308,322	986,255	182,380	133,933
Of which: securitisation standardised approach (SEC-SA)	2,346,867	2,593,191	327,153	352,155
Market risk	12,528,316	11,402,640	1,746,447	1,548,479
Of which: standardised approach (SA)	12,528,316	11,402,640	1,746,447	1,548,479
Of which: internal model approaches (IMA)	-	-	-	-
Capital charge for switch between trading book and banking book	-	-	-	-
Operational risk	35,917,474	35,871,669	5,006,896	4,871,373
Amounts below thresholds for deduction (subject to 250% risk weight)	-	-	-	-
Floor adjustment	-	-	-	-
Total	490,389,492	474,901,309	68,360,295	64,491,598

* Minimum capital requirement is arrived at by using capital adequacy ratio including all regulatory buffers on RWA for respective reporting periods (March 2026 -13.94%).

3. Leverage Ratio

The Basel 3 leverage ratio is calculated by dividing the period-end tier 1 capital by the period-end leverage ratio denominator (LRD), as summarized in the tables below.

3.1 Summary comparison of accounting assets versus leverage ratio exposure measure (LR1)

	AED '000	
Summary comparison of accounting assets vs leverage ratio exposure measure	31-Mar-26	31-Dec-25
Total consolidated assets as per published financial statements	808,856,400	773,654,781
Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	(19,196)	(14,066)
Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-	-
Adjustments for derivative financial instruments	5,411,507	8,660,244
Adjustment for securities financing transactions (ie repos and similar secured lending)	447,794	(5,617,455)
Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	96,877,343	92,697,714
Other adjustments*	(27,404,789)	(28,819,823)
Leverage ratio exposure measure	884,169,058	840,561,395

*Includes adjustments for acceptances and intangible assets. Acceptances are treated as off-balance sheet exposure.

The LRD consists of IFRS on-balance sheet assets and off-balance sheet exposures. Derivative exposures are adjusted for a number of items, including replacement value and eligible cash variation margin netting, the current exposure method add-on and net notional amounts for written credit derivatives.

The table on the next page shows the reconciliation between total IFRS assets and the BCBS total on-balance sheet exposures. IFRS assets are the starting point for calculating the BCBS LRD, as shown in the LR2 table in this section. The difference is due to the application of the regulatory scope of consolidation for the purpose of the BCBS calculation. In addition, carrying amounts for derivative financial instruments and securities financing transactions (SFTs) are deducted from IFRS total assets. They are measured differently under BCBS leverage ratio rules and are therefore added back in separate exposure line items in the LR2 table.

3.2 Leverage ratio common disclosure (LR2)

	AED '000	
	31-Mar-26	31-Dec-25
On-balance sheet		
On-balance sheet items (excluding derivatives and SFTs)	760,658,740	731,702,267
Asset amounts deducted in determining Basel III Tier 1 capital	(7,663,484)	(7,658,496)
Total on-balance sheet exposures, excluding derivatives and SFTs	752,995,256	724,043,771
Derivative exposures (c + d)	21,890,473	23,819,910
Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting) - (a)	3,177,151	3,479,891
Add-on amounts for PFE associated with all derivatives transactions - (b)	12,393,352	11,051,136
CCR exposure for derivatives transactions[(1.4 times (a) + (b)) = (c)]	21,798,705	20,343,437
Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	-	-
Adjusted effective notional amount of written credit derivatives - (d)	91,768	3,476,473
Deductions of receivables assets for cash variation margin provided in derivatives transactions	-	-
Exempted CCP leg of client-cleared trade exposures	-	-
Adjusted effective notional offsets and add-on deductions for written credit derivatives	-	-
Securities financing transaction exposures	-	-
Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	11,974,192	-
CCR exposure for SFT assets	431,794	-
Agent transaction exposures	-	-
Netted amounts of cash payables and cash receivables of gross SFT assets	-	-
Other off-balance sheet exposures	96,877,342	92,697,713
Other off-balance sheet exposure at gross notional amount	241,268,713	228,627,981
Reduction in exposure due to conversion to credit equivalent amounts	(144,391,371)	(135,930,268)
Capital and total exposures		
Tier 1 capital	76,496,291	74,252,198
Total exposures	884,169,058	840,561,395
Leverage ratio	8.65%	8.83%

4. Liquidity Coverage Ratio (LIQ1)

The LCR is designed to promote short-term resilience of 30 calendar day liquidity profile, by ensuring that banks have sufficient HQLA to meet potential outflows in a stressed environment.

	AED '000			
	31-Mar-26		31-Dec-25	
	Total unweighted value (90 days- average)	Total weighted value (90 days- average)	Total unweighted value (90 days- average)	Total weighted value (90 days- average)
High-quality liquid assets				
Total HQLA	154,892,273	142,935,355	154,326,082	142,482,394
Cash outflows				
Retail deposits and deposits from small business customers, of which:				
Stable deposits	107,495,326	5,374,766	101,108,104	5,055,405
Less stable deposits	47,405,888	1,998,571	48,316,397	1,823,129
Unsecured wholesale funding, of which:				
Operational deposits (all counterparties) and deposits in networks of cooperative banks	23,850,094	5,962,524	22,500,972	5,625,243
Non-operational deposits (all counterparties)	159,251,320	73,628,539	155,712,682	73,478,032
Unsecured debt	-	-	-	-
Secured wholesale funding	9,140,362	1,429,120	4,050,188	898,556
Additional requirements, of which:				
Outflows related to derivative exposures and other collateral requirements	22,811,251	20,540,799	22,134,291	20,807,512
Outflows related to loss of funding of debt products	19,508	19,509	131,210	131,211
Credit and liquidity facilities	240,246,452	40,281,516	214,403,086	36,570,342
Other contractual funding obligations	-	-	-	-
Total cash outflows	610,220,201	149,235,344	568,356,930	144,389,429
Cash inflows				
Secured lending (eg reverse repo)	1,468,248	1,241,177	66,333	30,335
Inflows from fully performing exposures	18,014,476	12,844,295	15,841,661	12,907,594
Other cash inflows	20,333,156	20,333,156	21,687,543	21,687,543
Total cash inflows	39,815,880	34,418,628	37,595,537	34,625,472
		Total adjusted value		Total adjusted value
Total HQLA		142,935,355		142,482,394
Total net cash outflows		114,816,715		109,763,956
Liquidity coverage ratio (%)		124.94%		129.91%

Note: All figures reported in LIQ1 are calculated as 90 days averages, and the LCR ratio is an average of same 90 days LCR.