



**Al Baraka Islamic Bank B.S.C. (c)**  
**Disclosure of Basel III Ratios**  
As of 30 September 2025

Liquidity Coverage Ratio (LCR) - Consolidated	Factor	Total Amount	Amount with Factor Applied Q3 2025	Amount with Factor Applied Q2 2025
<b>Stock of HQLA</b>				
<b>A. Level 1 assets:</b>				
Coins and banknotes	100%	29,916	29,916	31,048
Qualified balances with the CBB	100%	61,283	61,283	33,903
Debt securities/Sukuk issued by the CBB or the Government of Bahrain	100%	136,388	136,388	129,908
Debt securities/Sukuk issued governments of GCC member states and their central banks;	100%	3,818	3,818	3,739
Debt securities/Sukuk that can be monetised and issued or guaranteed by sovereigns, central banks, PSEs, IMF, BIS, ECB, EC, or MDBs	100%	11,267	11,267	11,175
Debt securities/Sukuk issued in local currency by sovereign or the country's central bank, where the liquidity risk arises or the banks home country - given a non-0 percent Risk-weight (RW);	100%	173,159	173,159	174,589
Debt securities/Sukuk issued in foreign currency by sovereign or central bank that does not exceed the value of the net cash outflow in the foreign currency caused by a stress scenario based on the bank's operations in the country where the liquidity risk arises from - given a non-0 percent RW	100%	-	-	-
<b>Total level 1 Assets</b>			<b>415,831</b>	<b>384,363</b>
<b>B. Level 2 assets (maximum of 40 percent Of HQLA)</b>				
<b>1) Level 2A assets</b>				
Debt securities/Sukuk that can be issued and liquidated or guaranteed by sovereigns, central banks, PSEs, and qualified MDBs	Fine	-	-	-
Debt securities/Sukuk qualified for liquidation (including commercial paper)	85%	-	-	-
Qualified covered bonds	85%	-	-	-
<b>2) Level 2B assets (maximum of 15 percent of HQLA)</b>				
Debt securities/Sukuk (including commercial paper) issued by qualified non-financial institutions	Fine	-	-	-
Qualified common equity shares	50%	43	22	35
	50%	-	-	-
<b>Total level 2 Assets (1+2)</b>			<b>22</b>	<b>35</b>
<b>Total value of stock of HQLA</b>			<b>415,853</b>	<b>384,398</b>
<b>Cash Outflows</b>				
<b>A1. Retail Mudaraba, Wakala and Reverse Murabaha Deposits</b>				
Demand deposits and term deposits (maturity within 30 days)				
Stable deposits; and				
Less stable - retail deposits	3%	113,342	3,400	3,651
Retail and Small Business Customers demand and fixed deposits (for overseas branches and subsidiaries)*	10%	201,008	20,101	18,776
	-	-	-	-
<b>B. Unsecured Wholesale Mudaraba, Wakala and Reverse Murabaha Funding</b>				
<b>1) Small business customer deposits:</b>				
Less stable deposits	10%	37,221	3,722	5,274
Term deposits with remaining maturity over 30 days	0%	1,699	-	-
<b>2) Operational deposits generated by clearing, custody, and cash management:</b>				
	25%	-	-	-
<b>3) Deposits from non-financial institutions, sovereign, central banks, multilateral development banks, PSEs, and Bahrain's Social Insurance Organization and GCC PIFs where PIF is a controller of the bank.</b>				
	40%	199,280	79,712	69,457
<b>4) Deposits from Financial Institutions and other legal entity corporations.</b>				
	100%	241,662	241,662	214,222
<b>C. Secured Funding</b>				
Backed by level 1 assets or with central banks	0%	12,803	-	-
Backed by level 2A assets	15%	-	-	-
Secured funding transactions with domestic sovereign, PSE's or multilateral development banks that are not backed by level 1 or 2A assets	25%	-	-	-
Backed by other level 2B assets	50%	-	-	-
All others	100%	-	-	-
<b>D. Other Cash Outflow</b>				
Net Shari'a-compliant hedging contract cash outflow	100%	-	-	-
Asset-backed securities, covered sukuk, and other structured financing instruments	100%	-	-	-
Asset-backed commercial sukuk, securities investment vehicles, and other similar financing tool	100%	-	-	-
Committed: credit and liquidity facilities given by bank to:				
Retail and small business customers, including credit cards (from amount not used)	5%	9,986	499	502
Non-financial corporates, sovereigns and central banks, PSEs and multilateral development banks (from amount not used) - Credit	10%	7,632	763	797
Non-financial corporates, sovereigns and central banks, PSEs and multilateral development banks (from amount not used) - Liquidity	30%	-	-	-
Banks subject to prudential supervision (from amount not used)	40%	-	-	-
Other financial institutions (including securities firms and insurance firms) (from amount not used) - Credit	40%	-	-	-
Other financial institutions (including securities firms and insurance firms) (from amount not used) - Liquidity	100%	-	-	-
Other legal entities (from amount not used)	100%	-	-	-
Other Contingent Funding Obligations:				
Guarantees, LCs, revocable credit and liquidity facilities, non-contractual commitments	5%	81,786	4,089	3,536
Customer short positions that are covered by other customers' collateral	50%	-	-	-
Increased liquidity needs related to the potential for valuations changes on posted collateral	20%	-	-	-
Other contractual cash outflows	100%	4,837	4,837	15,944
<b>Total Cash Outflow</b>			<b>358,786</b>	<b>332,159</b>
<b>Cash Inflows</b>				
<b>A. Secured lending transactions backed by the following asset category</b>				
Level 1 assets	0%	-	-	-
Level 2A assets	15%	-	-	-
Level 2B assets	50%	-	-	-
Margin lending backed by all other collateral	50%	-	-	-
Other collateral	100%	-	-	-
<b>B. Committed facilities - credit and liquidity facilities given to banks</b>				
	0%	-	-	-
<b>C. Other inflows by</b>				
Retail and small business customer				
Non-retail customers:	50%	3,979	1,989	2,231
1. Financial institutions and central banks	100%	49,961	49,961	32,806
2. Non-financial institutions	50%	3,322	1,661	1,132
Operational deposits held at other financial institutions	0%	8,335	-	-
<b>D. Other net Shari'a-compliant hedging contract cash inflows; and</b>				
	100%	-	-	-
<b>E. Other contractual cash inflows</b>				
	100%	2,084	2,084	1,221
<b>Total Cash Inflows</b>			<b>55,695</b>	<b>37,390</b>
<b>Net cash outflow = total cash outflow - total cash inflow or lowest value (75 percent of total cash outflow)</b>			<b>303,091</b>	<b>294,769</b>
<b>Liquidity coverage ratio = HQLA / Net cash outflowRegulatory Limit (Regulatory limit of 100%)</b>			<b>137%</b>	<b>130%</b>

**General Disclosures:**

The Liquidity Coverage Ratio (LCR) is aimed at assessing the Bank's ability to meet the liquidity requirements in the short term (1 month), and must be maintained at/or above the minimum regulatory limit of 100% at all times. The Bank's quarterly average of daily consolidated LCR as of Q3 2025 stood at -137%, and the above are the details of the daily averages computed throughout the quarter (including subsidiary).

Al Baraka Islamic Bank maintains -BHD 416 million (post-haircut) as HQLA versus an average net cash-outflow of -BHD 303 million. Debt securities/ Sukuk issued by the CBB and government of Bahrain formed the major portion of the Bank's HQLA.

Al Baraka Islamic Bank B.S.C. (c)  
Net Stable Funding Disclosure  
As of 30 September 2025



NSFR Common Disclosure Template - Consolidated							BHD '000	
No.	Item	Unweighted Values (i.e. before applying relevant factors)				Q3 2025	Q2 2025	
		No specified maturity	Less than 6 months	More than 6 months and less than one year	Over one year	Total weighted value	Total weighted value	
<b>Available Stable Funding (ASF):</b>								
1	Capital:	64,219	-	-	4,656	68,875	69,357	
2	Regulatory Capital	64,219	-	-	-	64,219	64,486	
3	Other Capital Instruments	-	-	-	4,656	4,656	4,872	
4	Retail deposits and deposits from small business customers:	-	387,938	39,502	18,032	404,229	398,982	
5	Stable deposits	-	29,987	38	16	28,539	28,859	
6	Less stable deposits	-	357,951	39,465	18,015	375,690	370,123	
7	Wholesale funding:	-	483,295	9,004	2,000	95,742	89,862	
8	Operational deposits	-	-	-	-	-	-	
9	Other wholesale funding	-	483,295	9,004	2,000	95,742	89,862	
10	Other liabilities:	-	-	-	39,381	39,381	45,403	
11	NSFR Shari'a-compliant hedging contract liabilities	-	-	-	-	-	-	
12	All other liabilities not included in the above categories	-	-	-	39,381	39,381	45,403	
13	Total ASF					608,227	603,605	
<b>Required Stable Funding (RSF):</b>								
14	Total NSFR high-quality liquid assets (HQLA)					31,697	65,107	
15	Deposits held at other financial institutions for operational purposes	-	-	-	-	-	-	
16	Performing financing and securities:							
17	Performing financing to financial institutions secured by Level 1 HQLA	-	-	-	-	-	-	
18	Performing financing to financial institutions secured by non-level 1 HQLA and unsecured performing financing to financial institutions	-	25,764	-	31,383	35,248	36,786	
19	Performing financing to non-financial corporate clients, financing to retail and small business customers, and financing to sovereigns, central banks and PSEs, of which:	-	71,989	29,612	267,576	50,800	51,274	
20	- With a risk weight of less than or equal to 35% as per the Capital Adequacy Ratio guidelines	-	-	-	197,889	128,628	77,087	
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	-	-	-	1,122	954	943	
24	Other assets:	47,744	-	-	-	47,744	46,997	
25	Physical traded commodities, including gold	-	-	-	-	-	-	
26	Assets posted as initial margin for Shari'a-compliant hedging contracts and contributions to default funds of CCPs	-	-	-	-	-	-	
27	NSFR Shari'a-compliant hedging contract assets	-	-	-	-	-	-	
28	NSFR Shari'a-compliant hedging contract liabilities before deduction of variation margin posted	-	-	-	-	-	-	
29	All other assets not included in the above categories	9,491	-	-	-	9,491	9,307	
30	OBS items	-	-	-	-	3,656	3,286	
31	Total RSF					308,217	290,788	
32	NSFR (Regulatory limit of 100%)					197%	208%	

**General Disclosures:**

The NSFR is designed as a medium to long-term measure intended to provide a sustainable maturity structure of assets and liabilities; aiming to limit over-reliance on short-term wholesale funding and promotes funding stability. The above are the details of the NSFR components as of Q3 2025 considering the Bank's subsidiary.

As of September 2025, the Bank's total weighted value of Available Stable Funding (ASF) stood at ~BHD 608 million vs a total weighted value of ~BHD 308 million Required Stable Funding (RSF). Banks must maintain the NSFR at or above a minimum regulatory requirement of 100%, where AIB levelled at ~134% on a solo basis and ~197% on a consolidated basis.