Basel III
RegulatoryCapital
Disclosures

(For the nine month period
ended 30 September 2018)

1. Statement of financial position under the Regulatory Scope of Consolidation

The table below shows the link between the statement of financial position in the published financial statements (accounting statement of financnial position) and the regulatory statement of financial position.

	Statement of financial position as in published financial statements	Statement of financial position as per Regulatory Reporting	Reference
	BD '000	*BD '000*	
Assets			
Cash and balances with central banks	**149,881**	**149,881**	
Treasury bills	**445,716**	**445,716**	
Deposits and amounts due from banks and other financial institutions	**196,561**	**196,518**	
Loans and advances to customers	**1,848,143**	**1,848,143**	
Of which Expected Credit Loss (1.25% of Credit risk weighted assets)	30,755	30,755	a
Of which net loans and advances (gross of Expected Credit Loss)	1,817,388	1,817,388	
Investment securities	**773,265**	**773,265**	
Of which investments in financial entities under CET1		23,570	b
Of which investments in financial entities under Tier 2		2,288	c
Of which related to other investments		747,407	
Investments in associated companies and joint ventures	**61,998**	**64,679**	
Of which Investment in own shares	687	687	d
Of which equity investments in financial entities	33,047	33,047	e
Of which other investments	28,264	30,945	
Interest receivable and other assets	**91,406**	**90,309**	
Of which deferred tax assets due to temporary differences	1,023	1,023	f
Of which Intangibles	2,249	2,249	g
Of which Interest receivable and other assets	90,383	89,286	
Premises and equipment	**26,636**	**26,347**	
Total assets	**3,593,606**	**3,594,858**	
Liabilities and Equities			
Liabilities			
Deposits and amounts due to banks and other financial institutions	**227,302**	**227,302**	
Borrowings under repurchase agreement	**236,695**	**236,695**	
Term borrowings	**144,542**	**144,542**	
Customers' current, savings and other deposits	**2,398,529**	**2,401,379**	
Interest payable and other liabilities	**85,436**	**84,765**	
Total liabilities	**3,092,504**	**3,094,683**	
Equity			
Share capital	**108,165**	**108,165**	h
Treasury stock	**(2,298)**	**(2,298)**	i
Perpetual Tier 1 Convertible Capital Securities	**86,098**	**86,098**	j
Share premium	**41,016**	**41,016**	k
Statutory reserve	**54,082**	**54,082**	l
General reserve	**54,082**	**54,082**	m
Cumulative changes in fair values	**(8,128)**	**(8,128)**	
Of which cumulative changes in fair values on bonds and equities	(8,726)	(8,726)	n
Of which Fair value changes in cash flow hedges	598	598	o
Foreign currency translation adjustments	**(12,456)**	**(12,456)**	
Of which related to unconsolidated subsidiary		(75)	p
Of which related to Parent		(12,381)	q
Retained earnings	**177,955**	**177,526**	
Of which employee stock options	2,311	2,311	
Of which Retained earnings	175,644	175,216	r
Attributable to the Owners of the Bank	**498,516**	**498,087**	
Non-controlling interest	**2,586**	**2,088**	
Total equity	**501,102**	**500,175**	
Total Liabilities and equities	**3,593,606**	**3,594,858**	

Legal entities included within the accounting scope of consolidation but excluded from the regulatory scope of consolidation:

Name	Principle activities	Total Assets	Total Equitites
Invita B.S.C. (c)	Business process outsourcing services	4,279	3,608

2 Regulatory Capital Components

The table below provides a detailed breakdown of the bank's regulatory capital components, including all regulatory adjustments. The table also provides reference to the comparison displayed in the previous table between accounting and regulatory statement of financial positions.

	Component of regulatory capital	Amounts subject to pre-2015 treatment	Source based on reference letters of the statement of financial positions under the regulatory scope of consolidation
Common Equity Tier 1: Instruments and reserves			
Directly issued qualifying common share capital plus related stock surplus	146,883		h+i+k
Retained earnings	175,139		p+r
Accumulated other comprehensive income and losses (and other reserves)	87,655		l+m+n+o+q
Not applicable			
Common shares issued by subsidiaries and held by third parties (amount allowed in group CET1)	-		
Common Equity Tier 1 capital before regulatory adjustments	**409,677**	**-**	
Common Equity Tier 1 capital :regulatory adjustments			
Other intangibles other than mortgage servicing rights (net of related tax liabilities)	1,799		g
Cash flow hedge reserve	598		m
Investments in own shares	687		d
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)	-	23,570	b
Total regulatory adjustments to Common equity Tier 1	**3,084**	**23,570**	
Common Equity Tier 1 capital (CET1)	**406,593**		
Additional Tier 1 capital: instruments			
Additional Tier 1 capital before regulatory adjustments	**86,098**	**-**	
Additional Tier 1 capital: regulatory adjustments			
Total regulatory adjustments to Additional Tier 1 capital	**-**	**-**	
Additional Tier 1 capital (AT1)	**86,098**	**-**	
Tier capital (T1 = CET1 + AT1)	**492,691**	-	
Tier 2 capital: instruments and provisions			
Provisions	30,755		
Tier 2 capital before regulatory adjustments	**30,755**		
Tier 2 capital: regulatory adjustments			
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)	-	2,288	c
Total regulatory adjustments to Tier 2 capital	-	2,288	
Tier 2 capital (T2)	**30,755**		
Total capital (TC = T1 + T2)	**523,446**		
Total risk weighted assets	**2,725,075**		
Common Equity Tier 1 (as a percentage of risk weighted assets)	14.92%		
Tier 1 (as a percentage of risk weighted assets)	18.08%		
Total capital (as a percentage of risk weighted assets)	19.21%		
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)	10.50%		
of which: capital conservation buffer requirement	2.50%		
of which: bank specific countercyclical buffer requirement	N/A		
of which: D-SIB buffer requirement	1.50%		
Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	14.92%		
National minima (where different from Basel III)			
CBB Common Equity Tier 1 minimum ratio	10.50%		
CBB Tier 1 minimum ratio	12.00%		
CBB total capital minimum ratio	14.00%		
Amounts below the thresholds for deduction (before risk weighting)			
Non-significant investments in the capital of other financials	25,858		b+c
Significant investments in the common stock of financials	33,047		e
Deferred tax assets arising from temporary differences (net of related tax liability)	1,023		f
Applicable caps on the inclusion of provisions in Tier 2			
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	53,899		a
Cap on inclusion of provisions in Tier 2 under standardised approach	30,755		