Basel III
RegulatoryCapital
Disclosures

(For the three months period ended 31 March 2016)

BBK B.S.C.

Basel III Pillar III Disclosure

(For the three months period ended 31 March 2016)

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	**286,136**	**286,136**	
Treasury bills	**443,446**	**443,446**	
Deposits and amounts due from banks and other financial institutions	**413,196**	**413,196**	
Loans and advances to customers	**1,750,741**	**1,750,741**	
Of which collective impairment provisions	(35,132)	(35,132)	a
Of Which net loans and advances (gross of collective impairment provisions)	1,785,873	1,785,873	
Non-trading investment securities	**764,489**	**764,489**	
Of which related to equity investments in financial entities	43,669	43,669	
Of which related to CET1	29,056	29,056	b
Of which related to additional Tier 1	1,913	1,913	c
Of which related to Tier 2	12,700	12,700	d
Of which related to other investments	720,820	720,820	
Investments in associated companies and joint ventures	**37,192**	**39,599**	
Of which equity investments in financial entities	28,568	28,568	e
Of which other investments	8,624	11,031	
Interest receivable and other assets	**57,688**	**56,481**	
Of which deferred tax assets due to temporary differences	2,426	2,426	f
Of which Interest receivable and other assets	55,262	54,055	
Premises and equipment	**24,396**	**24,153**	
Total assets	**3,777,284**	**3,778,241**	
Liabilities and Equities			
Liabilities			
Deposits and amounts due to banks and other financial institutions	**277,509**	**277,509**	
Borrowings under repurchase agreement	**174,508**	**174,508**	
Term borrowings	**205,036**	**205,036**	
Customers' current, savings and other deposits	**2,667,981**	**2,669,825**	
Interest payable and other liabilities	**120,088**	**119,592**	
Total liabilities	**3,445,122**	**3,446,470**	
Equity			
Share capital	**108,165**	**108,165**	g
Treasury stock	**(4,728)**	**(4,728)**	h
Share premium	**39,919**	**39,919**	i
Statutory reserve	**54,082**	**54,082**	j
General reserve	**54,082**	**54,082**	k
Cumulative changes in fair values	**(28,655)**	**(28,655)**	l
of which cumulative changes in fair values on bonds and equities	(28,160)	(28,160)	
of which Fair value changes in cash flow hedges	(495)	(495)	m
Foreign currency translation adjustments	**(10,204)**	**(10,145)**	n
Retained earnings	**117,888**	**117,829**	
Of which employee stock options	2,377	2,377	
Of which Retained earnings	115,511	115,452	o
ATTRIBUTABLE TO THE OWNERS OF THE BANK	**330,549**	**330,549**	
Non-controlling interest	**1,613**	**1,222**	
Total equity	**332,162**	**331,771**	
Total Liabilities and equities	**3,777,284**	**3,778,241**	

- **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	3,295	2,799

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	143,356		g+h+i
Retained earnings	115,452		o
Accumulated other comprehensive income and losses (and other reserves)	69,364		j+k+l+n
Common Equity Tier 1 capital before regulatory adjustments	**328,172**	**-**	
Common Equity Tier 1 capital :regulatory adjustments			
Cash flow hedge reserve	(495)		m
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)	2,875	26,181	b
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	189	1,724	c
Total regulatory adjustments to Common equity Tier 1	**2,569**	**27,905**	
Common Equity Tier 1 capital (CET1)	**325,603**		
Additional Tier 1 capital: instruments			
Additional Tier 1 capital before regulatory adjustments	**-**	**-**	
Additional Tier 1 capital: regulatory adjustments			
Total regulatory adjustments to Additional Tier 1 capital	**-**	**-**	
Additional Tier 1 capital (AT1)	**-**	**-**	
Tier 1 capital (T1 = CET1 + AT1)	**325,603**		
Tier 2 capital: instruments and provisions			
Provisions	29,721		
Tier 2 capital before regulatory adjustments	**29,721**		
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)	1,257	11,443	d
Total regulatory adjustments to Tier 2 capital	1,257	11,443	
Tier 2 capital (T2)	**28,464**		
Total capital (TC = T1 + T2)	**354,067**		
Total risk weighted assets	**2,613,994**		
Common Equity Tier 1 (as a percentage of risk weighted assets)	12.46%		
Tier 1 (as a percentage of risk weighted assets)	12.46%		
Total capital (as a percentage of risk weighted assets)	13.55%		
Institution specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB buffer requirement, expressed as a percentage of risk weighted assets)	9.00%		
of which: capital conservation buffer requirement	2.50%		
of which: bank specific countercyclical buffer requirement	N/A		
of which: G-SIB buffer requirement	N/A		
Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	12.46%		
National minima (where different from Basel III)			
CBB Common Equity Tier 1 minimum ratio (Excluding Capital Conservation Buffer)	6.50%		
CBB Tier 1 minimum ratio (Excluding Capital Conservation Buffer)	8.00%		
CBB total capital minimum ratio (Excluding Capital Conservation Buffer)	10.00%		
Amounts below the thresholds for deduction (before risk weighting)			
Non-significant investments in the capital of other financials	39,348		
Significant investments in the common stock of financials	28,568		e
Mortgage servicing rights (net of related tax liability)	-		
Deferred tax assets arising from temporary differences (net of related tax liability)	2,426		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)	35,132		a
Cap on inclusion of provisions in Tier 2 under standardised approach	29,721		