



Composition of capital disclosure requirements

As at 30 June 2018

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Step 1: Disclose the reported balance sheet under the regulatory scope of consolidation.

This step is not applicable to the Bank since the scope of regulatory consolidation and accounting consolidation is identical.

Step 2: Expand the lines of the regulatory balance sheet to display all of the components used in the definition of capital disclosure template

USD'000

	Balance Sheet as in published financial statements	Consolidated PIR data	Reference
	30-Jun-18	30-Jun-18	
Assets			
Cash and cash equivalents	7,680		
<i>of which Placements with banks and financial institutions</i>		7,680	
Investments designated at fair value through profit and loss	38,019	38,019	
Loans and advances	10,982		
of which specific provisions		-	
of which loans and advances (gross of provisions)		11,093	
Other assets	3,735		
<i>of which goodwill</i>		448	a
<i>of which property, plant and equipment (PPE)</i>		24	
<i>of which other assets</i>		3,263	
Total assets	60,416	60,527	
Liabilities			
Payables and accrued expenses	6,594		
<i>of which dividend payable</i>		13	
<i>of which other liabilities</i>		6,581	
Total liabilities	6,594	6,594	
Shareholders' Equity			
Share Capital - eligible for CET1	113,889	113,889	b
Shares allocated for employees incentive scheme	(9,735)	(9,735)	c
Share premium	298	298	d
Statutory / legal reserve	3,022	3,022	e
Accumulated losses	(53,644)		
<i>of which retained losses brought forward from previous year</i>		(50,802)	f
<i>of which net loss for the current period</i>		(2,842)	g
Translation reserve / Fx translation adjustment	(8)	(8)	h
Expected credit losses (stage 1 & 2)	-	111	i
Total shareholder' equity	53,822	53,933	
Total liabilities and equity	60,416	60,527	

Step 3: Map each of the component that are disclosed in step 2 to the composition of capital disclosure template

USD'000

		Component of regulatory capital	Source based on reference letters of the balance sheet under the regulatory scope of consolidation
Common Equity Tier 1: Instruments and reserves			
1	Directly issued qualifying common share capital plus related stock surplus	104,452	b+c+d
2	Retained earnings	(53,644)	f+g
3	Accumulated other comprehensive income and losses (and other reserves)	3,014	e+h
4	<i>Not applicable</i>		
5	Common shares issued by subsidiaries and held by third parties (amount allowed in group CET1)		
6	Common Equity Tier 1 capital before regulatory adjustments	53,822	
Common Equity Tier 1 capital :regulatory adjustments			
7	Prudential valuation adjustment		
8	Goodwill (net of related tax liabilities)	448	a
9	Other intangibles other than mortgage servicing rights (net of related tax liabilities)		
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liabilities)		
11	Cash flow hedge reserve		
12	Shortfall of provisions to expected losses		
13	Securitization gain on sale (as set out in paragraph 562 of Basel II framework)		
14	<i>Not applicable</i>		
15	Defined benefit pension fund net assets		
16	Investments in own shares		
17	Reciprocal cross holdings in Common equity		
18	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)		
19	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)		
20	Mortgage servicing rights (amount above 10% of CET1c)		
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)		
22	Amount exceeding the 15% threshold		
23	of which: significant investments in the common stock		
24	of which: mortgage servicing rights		
25	of which: deferred tax assets arising from temporary differences		
26	CBB specific regulatory adjustments		
	Regulatory Adjustments applied to Common Equity Tier 1 in respect of amounts subject to pre-2015 treatments		
	of which: Positive or negative adjustments due to aggregation of CET1		
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions		
28	Total regulatory adjustments to Common equity Tier 1	448	
29	Common Equity Tier 1 capital (CET1)	53,374	

Additional Tier 1 capital: instruments			
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus		
31	of which: classified as equity under applicable accounting standards		
32	of which: classified as liabilities under applicable accounting standards		
33	Directly issued capital instruments subject to phase out from Additional Tier 1		
34	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group AT1)		
35	of which: instruments issued by subsidiaries subject to phase out		
36	Additional Tier 1 capital before regulatory adjustments	-	
Additional Tier 1 capital: regulatory adjustments			
37	Investments in own Additional Tier 1 instruments	-	
38	Reciprocal cross-holdings in Additional Tier 1 instruments	-	
39	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)	-	
40	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	
41	CBB specific regulatory adjustments	-	
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	
43	Total regulatory adjustments to Additional Tier 1 capital	-	
44	Additional Tier 1 capital (AT1)	-	
45	Tier capital (T1 = CET1 + AT1)	53,374	
		Component of regulatory capital	Source based on reference letters of the balance sheet under the regulatory scope of consolidation
Tier 2 capital: instruments and provisions			
46	Directly issued qualifying Tier 2 instruments plus related stock surplus		
47	Directly issued capital instruments subject to phase out from Tier 2		
48	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)		
49	of which: instruments issued by subsidiaries subject to phase out		
50	Provisions	111	i
51	Tier 2 capital before regulatory adjustments	111	
Tier 2 capital: regulatory adjustments			
52	Investments in own Tier 2 instruments		
53	Reciprocal cross-holdings in Tier 2 instruments		
54	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)		
55	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)		
56	National specific regulatory adjustments		
57	Total regulatory adjustments to Tier 2 capital		
58	Tier 2 capital (T2)	111	
59	Total capital (TC = T1 + T2)	53,485	
60	Total risk weighted assets	333,424	

Capital ratios and buffers		
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	16.01%
62	Tier 1 (as a percentage of risk weighted assets)	16.01%
63	Total capital (as a percentage of risk weighted assets)	16.04%
64	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%
65	of which: capital conservation buffer requirement	2.50%
66	of which: bank specific countercyclical buffer requirement	N/A
67	of which: G-SIB buffer requirement	N/A
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	16.01%
National minima (where different from Basel III)		
69	CBB Common Equity Tier 1 minimum ratio	6.50%
70	CBB Tier 1 minimum ratio	8.00%
71	CBB total capital minimum ratio	10.00%
Amounts below the thresholds for deduction (before risk weighting)		
72	Non-significant investments in the capital of other financials	
73	Significant investments in the common stock of financials	
74	Mortgage servicing rights (net of related tax liability)	
75	Deferred tax assets arising from temporary differences (net of related tax liability)	
		Component of regulatory capital
		Source based on reference letters of the balance sheet under the regulatory scope of consolidation
Applicable caps on the inclusion of provisions in Tier 2		
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	
77	Cap on inclusion of provisions in Tier 2 under standardised approach	
78	N/A	
79	N/A	
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2019 and 1 Jan 2023)		
80	Current cap on CET1 instruments subject to phase out arrangements	
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	
82	Current cap on AT1 instruments subject to phase out arrangements	
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	
84	Current cap on T2 instruments subject to phase out arrangements	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	

Disclosure of the main features of regulatory capital instruments

Disclosure template for main features of regulatory capital instruments		
1	Issuer	Gulf One Investment Bank B.S.C. (c)
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	NA
3	Governing law(s) of the instrument <i>Regulatory treatment</i>	Commercial Companies Law, Bahrain
	<i>Regulatory treatment</i>	
4	Transitional CBB rules	CET1
5	Post-transitional CBB rules	CET1
6	Eligible at solo/group/group & solo	Group & solo
7	Instrument type (types to be specified by each jurisdiction)	Common shares
8	Amount recognized in regulatory capital (Currency in mil, as of most recent reporting date)	USD 113.89 million
9	Par value of instrument	US Cents 25 per share
10	Accounting classification	Shareholders' equity
11	Original date of issuance	August 2006
12	Perpetual or dated	Perpetual
13	Original maturity date	No maturity
14	Issuer call subject to prior supervisory approval	NA
15	Optional call date, contingent call dates and redemption amount	NA
16	Subsequent call dates, if applicable	NA
	<i>Coupons / dividends</i>	
17	Fixed or floating dividend/coupon	Floating dividend
18	Coupon rate and any related index	NA
19	Existence of a dividend stopper	NA
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	Noncumulative
23	Convertible or non-convertible	NA
24	If convertible, conversion trigger (s)	NA
25	If convertible, fully or partially	NA
26	If convertible, conversion rate	NA
27	If convertible, mandatory or optional conversion	NA
28	If convertible, specify instrument type convertible into	NA
29	If convertible, specify issuer of instrument it converts into	NA
30	Write-down feature	NA
31	If write-down, write-down trigger(s)	NA
32	If write-down, full or partial	NA
33	If write-down, permanent or temporary	NA
34	If temporary write-down, description of write-up mechanism	NA
35	Position in subordination hierarchy in liquidation	NA
36	Non-compliant transitioned features	None
37	If yes, specify non-compliant features	NA



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Disclaimer

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The contents of these Basel III, Pillar 3 disclosures and other disclosure requirements (as disclosed in the Annual Report) of Chapter-1.3 of the Public Disclosure Module (PD Module) of the Central Bank of Bahrain’s Rulebook have been reviewed by the external auditors, Ernst & Young, based on “Agreed Upon Procedures” as required under PD-A.2.4 of the PD Module.