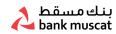
bank muscat SAOG

Basel III Disclosures

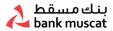


September 30, 2023



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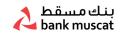
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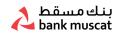
The Central Bank of Oman has issued final guidelines on the implementation of the new capital norms as well as the Liquidity norms along with reporting and disclosure norms. bank muscat SAOG remains strongly capitalised. The appended tables are part of the disclosures under the new accord:

Table 1 Basel III common disclosure template

		RO '000	
omm	on Equity Tier 1 capital: instruments and reserves		Reference to Table 2
1	Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus	906,855	a= a1+ a2
2	Retained earnings	143,523	b
3	Accumulated other comprehensive income (and other reserves)	549,487	c= c1+c2
4	Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies)	-	
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	-	
6	Common Equity Tier 1 capital before regulatory adjustments	1,599,865	
	Common Equity Tier 1 capital: regulatory adjustments		
7	Prudential valuation adjustments	16.504	d= (Absolu
0		16,584	d1+d2)
8 9	Goodwill (net of related tax liability) Other intangibles other than mortgage-servicing rights (net of related tax liability)		
9	Deferred tax assets that rely on future profitability excluding those arising from temporary		
10	differences (net of related tax liability)	-	
l1	Cash-flow hedge reserve	-	
12	Shortfall of provisions to expected losses	-	
13	Securitisation gain on sale (as set out in paragraph 14.9 of CP-1)	-	
14	Gains and losses due to changes in own credit risk on fair valued liabilities.	-	
15	Defined-benefit pension fund net assets	-	
16	Investments in own shares (if not already netted off paid-in capital on reported balance sheet)	-	
17	Reciprocal cross-holdings in common equity	-	
18	Investments in the capital of banking, financial, insurance and takaful 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, insurance and takaful entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)	48,656	e
20	Mortgage Servicing rights (amount above 10% threshold)	_	
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	f=(f1-f2)
22	Amount exceeding the 15% threshold	-	
23	of which: significant investments in the common stock of financials	-	
24	of which: mortgage servicing rights	-	
25	of which: deferred tax assets arising from temporary differences	-	
26	National specific regulatory adjustments REGULATORY ADJUSTMENTS APPLIED TO COMMON EQUITY TIER 1 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT		
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	65,240	

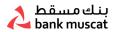


29	Common Equity Tier 1 capital (CET1)	1,534,625	
23	common Equity Fier I cupital (CETI)	1,554,625	
dditi	onal Tier 1 capital: instruments		
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	505,320	
			g
31	of which: classified as equity under applicable accounting standards 5	505,320	
32	of which: classified as liabilities under applicable accounting standards 6	-	
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	505,320	
dditi	onal Tier 1 capital: regulatory adjustments		
37	Investments in own Additional Tier 1 instruments		
38	Reciprocal cross-holdings in Additional Tier 1 instruments		
30		-	
39	Investments in the capital of banking, financial, insurance and takaful 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 10% threshold)	-	
	Significant investments in the capital of banking, financial, insurance and takaful entities that are		
40	outside the scope of regulatory consolidation (net of eligible short positions) National specific regulatory adjustments	-	
41	REGULATORY ADJUSTMENTS APPLIED TO ADDITIONAL TIER 1 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT	-	
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)	505,320	
45	Tier 1 capital (T1 = CET1 + AT1)	2 020 045	
45	iici 1 Capitai (II – CEII T AII)	2,039,945	
		2,039,945	
er 2	capital: instruments and provisions	2,039,945	
er 2 46	capital: instruments and provisions Directly issued qualifying Tier 2 instruments plus related stock surplus		
<mark>ier 2</mark> 46 47	Capital: instruments and provisions Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2		
er 2 46 47 48	Capital: instruments and provisions Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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)		
er 2 46 47 48 49	Capital: instruments and provisions Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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) of which: instruments issued by subsidiaries subject to phase out	-	
er 2 46 47 48 49 50	Capital: instruments and provisions Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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) of which: instruments issued by subsidiaries subject to phase out Provisions and Cumulative gains on fair value	- - - - 98,708	h = (h1+h
er 2 46 47 48 49 50	Capital: instruments and provisions Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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) of which: instruments issued by subsidiaries subject to phase out	-	h = (h1+h
er 2 46 47 48 49 50	Capital: instruments and provisions Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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) of which: instruments issued by subsidiaries subject to phase out Provisions and Cumulative gains on fair value Tier 2 capital before regulatory adjustments	- - - - 98,708	h = (h1+h
ier 2 46 47 48 49 50 51	Capital: instruments and provisions Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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) of which: instruments issued by subsidiaries subject to phase out Provisions and Cumulative gains on fair value Tier 2 capital before regulatory adjustments capital: regulatory adjustments	- - - - 98,708	h = (h1+h
46 47 48 49 50 51 ier 2 52	Capital: instruments and provisions Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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) of which: instruments issued by subsidiaries subject to phase out Provisions and Cumulative gains on fair value Tier 2 capital before regulatory adjustments Capital: regulatory adjustments Investments in own Tier 2 instruments	- - - - 98,708	h = (h1+h
ier 2 46 47 48 49 50 51	Capital: instruments and provisions Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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) of which: instruments issued by subsidiaries subject to phase out Provisions and Cumulative gains on fair value Tier 2 capital before regulatory adjustments Capital: regulatory adjustments Investments in own Tier 2 instruments Reciprocal cross-holdings in Tier 2 instruments	- - - - 98,708	h = (h1+h
ier 2 46 47 48 49 50 51 ier 2	Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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) of which: instruments issued by subsidiaries subject to phase out Provisions and Cumulative gains on fair value Tier 2 capital before regulatory adjustments Capital: regulatory adjustments Investments in own Tier 2 instruments Reciprocal cross-holdings in Tier 2 instruments Investments in the capital of banking, financial, insurance and takaful 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%	- - - - 98,708	h = (h1+h
ier 2 46 47 48 49 50 51 ier 2 52 53	Capital: instruments and provisions Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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) of which: instruments issued by subsidiaries subject to phase out Provisions and Cumulative gains on fair value Tier 2 capital before regulatory adjustments Capital: regulatory adjustments Investments in own Tier 2 instruments Reciprocal cross-holdings in Tier 2 instruments Investments in the capital of banking, financial, insurance and takaful entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own	- - - - 98,708	h = (h1+h
ier 2 46 47 48 49 50 51 51 52 53 54	Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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) of which: instruments issued by subsidiaries subject to phase out Provisions and Cumulative gains on fair value Tier 2 capital before regulatory adjustments Capital: regulatory adjustments Investments in own Tier 2 instruments Reciprocal cross-holdings in Tier 2 instruments Investments in the capital of banking, financial, insurance and takaful 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) Significant investments in the capital banking, financial, insurance and takaful entities that are	- - - - 98,708	h = (h1+h
ier 2 46 47 48 49 50 51 ier 2 52 53 54 55	Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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) of which: instruments issued by subsidiaries subject to phase out Provisions and Cumulative gains on fair value Tier 2 capital before regulatory adjustments Capital: regulatory adjustments Investments in own Tier 2 instruments Reciprocal cross-holdings in Tier 2 instruments Investments in the capital of banking, financial, insurance and takaful 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) Significant investments in the capital banking, financial, insurance and takaful entities that are outside the scope of regulatory consolidation (net of eligible short positions) National specific regulatory adjustments REGULATORY ADJUSTMENTS APPLIED TO TIER 2 IN RESPECT OF AMOUNTS SUBJECT TO PRE-	- - - - 98,708	h = (h1+h
ier 2 46 47 48 49 50 51 ier 2 52 53	Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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) of which: instruments issued by subsidiaries subject to phase out Provisions and Cumulative gains on fair value Tier 2 capital before regulatory adjustments Investments in own Tier 2 instruments Reciprocal cross-holdings in Tier 2 instruments Investments in the capital of banking, financial, insurance and takaful 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) Significant investments in the capital banking, financial, insurance and takaful entities that are outside the scope of regulatory consolidation (net of eligible short positions) National specific regulatory adjustments REGULATORY ADJUSTMENTS APPLIED TO TIER 2 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT	- - - - 98,708	h = (h1+h
er 2 46 47 48 49 50 51 52 52 53 54 55 56 57	Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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) of which: instruments issued by subsidiaries subject to phase out Provisions and Cumulative gains on fair value Tier 2 capital before regulatory adjustments Capital: regulatory adjustments Investments in own Tier 2 instruments Investments in the capital of banking, financial, insurance and takaful 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) Significant investments in the capital banking, financial, insurance and takaful entities that are outside the scope of regulatory consolidation (net of eligible short positions) National specific regulatory adjustments REGULATORY ADJUSTMENTS APPLIED TO TIER 2 IN RESPECT OF AMOUNTS SUBJECT TO PREBASEL III TREATMENT Total regulatory adjustments to Tier 2 capital	98,708 98,708 98,708	h = (h1+h
er 2 46 47 48 49 50 51 er 2 52 53 54 55 56	Directly issued qualifying Tier 2 instruments plus related stock surplus Directly issued capital instruments subject to phase out from Tier 2 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) of which: instruments issued by subsidiaries subject to phase out Provisions and Cumulative gains on fair value Tier 2 capital before regulatory adjustments Capital: regulatory adjustments Investments in own Tier 2 instruments Reciprocal cross-holdings in Tier 2 instruments Investments in the capital of banking, financial, insurance and takaful 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) Significant investments in the capital banking, financial, insurance and takaful entities that are outside the scope of regulatory consolidation (net of eligible short positions) National specific regulatory adjustments REGULATORY ADJUSTMENTS APPLIED TO TIER 2 IN RESPECT OF AMOUNTS SUBJECT TO PREBASEL III TREATMENT Total regulatory adjustments to Tier 2 capital	98,708 98,708	h = (h1+h



Basel-III Disclosures

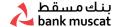
60	Total risk weighted assets (60a+60b+60c)	10,480,459
60a	Of which: Credit risk weighted assets	9,492,773
60b	Of which: Market risk weighted assets	91,873
60c	Of which: Operational risk weighted assets	895,813
	Ratios	
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	14.64%
62	Tier 1 (as a percentage of risk weighted assets)	19.46%
63	Total capital (as a percentage of risk weighted assets)	20.41%
64	Institution specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB/D-SIB buffer requirement expressed as a percentage of risk weighted assets)	9.25%
65	of which: capital conservation buffer requirement	1.25%
66	of which: bank specific countercyclical buffer requirement	0%
67	of which: D-SIB/G-SIB buffer requirement	1.00%
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets	6.58%
Nation	al minima (if different from Basel III)	
69	National Common Equity Tier 1 minimum ratio (if different from Basel 3 minimum)	7.00%
70	National Tier 1 minimum ratio (if different from Basel 3 minimum)	11.25%
71	National total capital minimum ratio (if different from Basel 3 minimum)	13.25%
Amour	nts 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)	-
Applica	able 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)	97,012
77	Cap on inclusion of provisions in Tier 2 under standardised approach	-
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	-
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)	-



Step-1

Table 2a Reconciliation between published financial statements and regulatory scope of consolidation

	Balance sheet as in published financial	Under regulatory scope
	statements	of consolidation
	As at 30-Sep-2023 in RO '000	As at 30-Sep-2023 in RO '000
Assets	In RO 1000	IN KO 1000
Cash and balances with CBO	907 909	907 909
	807,898	807,898
Due from banks	533,944	533,944
Loans & Advances/Islamic Financing - Net,	9,865,354	9,865,354
Investments in securities	1,821,559	1,821,559
Investments in associates	8,818	8,818
Loans and advances to banks	250,107	250,107
Fixed assets Deformed Tay Accet (CFT1 adjustment)	70,809 177	70,809 177
Deferred Tax Asset (CET1 adjustment)		
Other assets Total Assets	156,615	156,615
	13,515,281	13,515,281
Liabilities Due to honge	1 010 070	1 010 070
Due to banks	1,018,078	1,018,078
Customer deposits Current tax liabilities	9,484,777	9,484,777
Other liabilities	50,540 415,899	50,540 415,899
	·	-
Deferred Tax Liabilities (CET1 adjustment) Sukuk	866 46,501	866 46,501
Euro Medium term notes	192,853	192,853
Total liabilities	11,209,514	11,209,514
	11,209,514	11,209,514
Shareholder's Equity	750.640	750 640
Share capital	750,640	750,640
Share premium General reserve	156,215	156,215
	410,258	410,258
Retained profit	302,399	302,399
Legal reserve Cash flow hedge reserve	139,229 9,608	139,229 9,608
	•	
Foreign currency translation reserve	(3,791)	(3,791)
Cumulative changes in fair value	28,849	(11,097)
Non-Qualifying Components of Basel III:	4 004	4.004
Revaluation reserve Impairment reserve for Restructured loans	4,904	4,904
	2,136	2,136
Non-Qualifying Components of Cumulative changes in fair value	1 000 447	39,946
Total shareholder's equity	1,800,447	1,800,447
Perpetual Tier I capital	505,320	505,320
Total equity	2,305,767	2,305,767
Total Liability and shareholders' funds	13,515,281	13,515,281

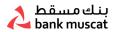


Step-2

Table 2b Reconciliation between expanded line items as per published financial statements and regulatory scope of consolidation with reference to Table 1.

	As per financial statements	Under regulatory scope of consolidation	Reference with Table 1
	As at 30-Sep-2023	As at 30-Sep-2023	
	in RO '000	in RO '000	
Assets	007.000	007.000	
Cash and balances with CBO	807,898	807,898	
Due from banks	533,944	533,944	
Investments:	1 540 000	1 540 060	
-Designated as Amortised Cost	1,548,060	1,548,060	
-Designated as Fair Value through OCI	213,335	213,335	
- Designated as fair value through profit or loss	11,509	11,509	_
Strategic Investment (CET1 adjustment)	48,656	48,656	е
Investment in associates (CET1 adjustment)	8,818	8,818	
Loans & Advances/Islamic Financing — Net of provisions Of which:	10,115,461	10,115,461	
- Loans and advances to domestic banks	36,506	36,506	
- Loans and advances to non-resident banks	392,054	392,054	
- Loans and advances to domestic customers	8,537,803	8,537,803	
- Loans and advances to non-resident for operations abroad	168,335	168,335	
- Loans and advances to SMEs	36,840	36,840	
- Financing from Islamic banking window	1,535,948	1,535,948	
Provision against Loans and Advances, Of which:		· · · · · · · · · · · · · · · · · · ·	
- Stage 3 ECL Allowance	(325,155)	(325,155)	
- Stage 2 and 1 ECL Allowance Eligible as Tier 2 Capital	(266,870)	(97,012)	h2
- Stage 2 ECL Allowance not eligible as Tier 2 Capital ¹	-	(169,858)	
Fixed assets	70,809	70,809	
Other assets:	156,792	156,792	
Acceptances	108,892	108,892	
Positive value of Derivatives	25,736	25,736	
Deferred Tax Asset (CET1 adjustment)	177	177	f1
Accrued Interest & Others	21,987	21,987	
Total Assets	13,515,281	13,515,281	

¹ The bank has applied in its capital adequacy calculation the "Prudential filter" under interim adjustment arrangement for Stage-I and Stage-II ECL in line with CBO guidelines Circular letter (BSD/CB/2020/005) dated June 03, 2020. The impact of above filter on the bank's regulatory capital is 56ps.



Step-2 (Continued)

Table 2b Reconciliation between published financial statements and regulatory scope of consolidation with reference to regulatory capital working in Table 1

	As per financial statements	Under regulatory scope of consolidation	Reference with Table
	As at 30-Sep-2023 in RO '000	As at 30-Sep-2023 in RO '000	
Capital & Liabilities	III KO OOO	III ICO OCO	
Paid-up Capital, Of which:			
Amount eligible for CET1			
Paid-up share capital	750,640	750,640	a1
Share Premium	156,215	156,215	a2
Legal reserve	139,229	139,229	c1
General reserve	410,258	410,258	c2
Retained earnings	143,523	143,523	b
Current Year Profit	158,876	158,876	
Cumulative loss on Fair Value		(12,793)	d1
Cash flow Hedge Reserve - Non- Qualifying for Basel	9,608	9,608	
Foreign Currency Translation Reserve (CET1 adjustment)	(3,791)	(3,791)	d2
Amount eligible for AT1			
Perpetual Tier I capital	505,320	505,320	G
Amount eligible for Tier 2			
Cumulative gains on fair value- (Positive MTM after applying 55% haircut)		1,696	h1
Reserve for restructured accounts	2,136	-	
Reserve for restructured accounts - Non-qualifying for Regulatory Capital		2,136	
Cumulative gains on fair value	28,849	39,9 4 6	
Revaluation reserve	4,904		
Revaluation reserve- Non- Qualifying for Basel		4,904	
Total Capital	2,305,767	2,305,767	
Deposits from banks	1,018,078	1,018,078	
Customer deposits	9,484,777	9,484,777	
Unsecured bonds	46,501	46,501	
Borrowings in the form of bonds and Notes	192,853	192,853	
Other liabilities	415,033	415,033	
Taxation	51,406	51,406	
Deferred Tax Liabilities (CET1 adjustment)	866	866	f2
Total Capital & Liabilities	13,515,281	13,515,281	

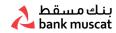
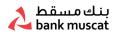
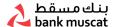


Table 3 Main features of regulatory capital instruments

1	Issuer	Additional Equity Tier 1 Capital (AET1)	Additional Equity Tier 1 Capital (AET1) 2022	Paid-up share capital
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	-	ISIN OM000008892	MSX code: BKMB
3	Governing law(s) of the instrument Regulatory treatment	Governed by the Laws of the Sultanate of Oman.	Governed by the Laws of the Sultanate of Oman.	CMA Oman CET1 Capital
4	Transitional Basel III rules	Additional Tier 1 Capital	Additional Tier 1 Capital	CET1 Capital
5	Post-transitional Basel III rules	Additional Tier 1 Capital	NA .	CET1 Capital
6	Eligible at solo/group/group & solo	Group	Group	Group
7	Instrument type (types to be specified by each jurisdiction)	AET1 Capital	AET1 Capital	Paid-up share capital
8	Amount recognised in regulatory capital - in RO million	130.000	375.320	750.640
9	Par value of instrument - in RO	RO 1	RO 1	0.100 baisa
10	Accounting classification	Equity	Equity	Equity
11	Original date of issuance	April 03, 2017	Nov 20, 2022	Various
12	Perpetual or dated	Perpetual	Perpetual	Perpetual
13	Original maturity date	Perpetual	Perpetual	Various
14	Issuer call subject to prior supervisory approval	Yes, After 5 years	Yes, After 5 years	No
15	Optional call date, contingent call dates and redemption amount	Redemption of the capital deposit pursuant to agreement and CBO may only occur on the first call date or on any call date thereafter or on any interest payment date after the first call date.	Redemption of the AET 1 Perpetual Bonds either in full or in part pursuant to conditions mentioned in prospectus on first call date or subsequent call date (every six months after first call date).	NA
16	Subsequent call dates, if applicable	The first call date (fifth anniversary of the deposit date) or the second call date or the call date falling on any interest payment date after the first call date.	The First call date is 20 November 2027, being the date falling on the fifth anniversary of the bond Issue Date. Subsequent call dates, every six (6) months after the first call date.	NA
17	Fixed or floating dividend/coupon	Fixed	Fixed until first call date and based on index thereafter.	Floating
18	Coupon rate and any related index	5.50%	4.25% until first call date, thereafter it is sum of Reset Reference Rate (weighted average interest rate payable on Rial Omani Deposits) plus Relevant Margin (2.25%)	NA
19	Existence of a dividend stopper	No	No	No
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary	Partially discretionary
21	Existence of step up or other incentive to redeem	No		No
22	Noncumulative or cumulative	Non-cumulative	Non-cumulative	NA
23	Convertible or non-convertible	Non-convertible	Non-convertible	Non- convertible
24	If convertible, conversion trigger (s)	NA	NA	NA
25	If convertible, fully or partially	NA NA	NA NA	NA
26	If convertible, conversion rate	NA NA	NA NA	NA NA
	If convertible, mandatory or		NA NA	
27	optional conversion	NA		NA



28	If convertible, specify instrument type convertible into	NA	NA	NA
29	If convertible, specify issuer of instrument it converts into	NA	NA	
30	Write-down feature	Yes		No
31	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	The instrument is subordinated to depositors, general creditors and subordinated debt/sukuk of the bank.	The instrument is subordinated to deposit holders, general creditors, holders of subordinated debt/ bonds/ sukuk of the Bank.	Sub-Debt
32	If write-down, write-down trigger(s)	Non-viability event	Non-viability event	NA
33	If write-down, full or partial	In Full or partial, as determined by the Bank in conjunction with CBO and in accordance with the Basel Regulations.	In Full or partial, as determined by the Bank in conjunction with CBO and in accordance with conditions mentioned in prospectus and the extant Basel Regulations.	NA
34	If write-down, permanent or temporary	Permanent	Permanent	NA
35	If temporary write-down, description of write-up mechanism	NA	NA	NA
36	Non-compliant transitioned features	None	None	None
37	If yes, specify non-compliant features	NA	NA	NA



Leverage Ratio

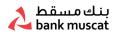
Under its Basel III guidelines, Basel Committee for Banking Supervision (BCBS) introduced a non-risk sensitive Leverage Ratio to address excessive build-up of on and off-balance sheet exposures, which was the root cause of the Financial/Credit crisis of 2008. The ratio is calculated by dividing the Tier I capital of the bank by the Bank's total assets (sum of all on and off-balance sheet assets). Being a DSIB the Bank is required to maintain a higher Leverage ratio of 5% considering the systemic importance.

Table 1: Summary comparison of accounting assets vs leverage ratio exposure measure as at September 30, 2023

#	Item	RO'000
1	Total consolidated assets as per published financial statements	13,515,281
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	(48,656)
3	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	
4	Adjustments for derivative financial instruments	114,289
5	Adjustment for securities financing transactions (i.e., repos and similar secured lending)	
6	Adjustment for off-balance sheet items (i.e., conversion to credit equivalent amounts of off-balance sheet exposures)	976,213
7	Other adjustments	-
8	Leverage ratio exposure	14,557,127

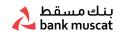
Table 2: Leverage ratio common disclosure template

	Item	RO'000
1	On-balance sheet items (excluding derivatives and SFTs, but including collateral)	13,515,281
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	(48,656)
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	13,466,625
	Derivative Exposures	
4	Replacement cost associated with all derivatives transactions (i.e., net of eligible cash variation margin)	45,047
5	Add-on amounts for PFE associated with all derivatives transactions	69,242
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	
8	(Exempted CCP leg of client-cleared trade exposures)	
9	Adjusted effective notional amount of written credit derivatives	
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	
11	Total derivative exposures (sum of lines 4 to 10)	114,289
	Securities financing transaction exposures	
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	-
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-
14	CCR exposure for SFT assets	-
15	Agent transaction exposures	-
16	Total securities financing transaction exposures (sum of lines 12 to 15)	-
	Other Off-balance sheet exposures	
17	Off-balance sheet exposure at gross notional amount	1,940,484
18	(Adjustments for conversion to credit equivalent amounts)	(964,271)
19	Off-balance sheet items (sum of lines 17 and 18)	976,213
	Capital and total exposures	
20	Tier 1 capital	2,039,945
21	Total exposures (sum of lines 3, 11, 16 and 19)	14,557,127
22	Basel III leverage ratio (%)	14.0



LCR Common Disclosure

	Total unweighted value (Average)	TOTAL CASH INFLOWS
	As at 30-Sep-2023 in RO '000	As at 30-Sep-2023 in RO '000
High Quality Liquid Assets		
1 Total High-Quality Liquid Assets (HQLA)		2,210,264
Cash Outflows		
2 Retail deposits and deposits from small business customers, of which:	3,483,185	197,979
3 Stable deposits	2,147,712	64,431
4 Less stable deposits	1,335,473	133,547
5 Unsecured wholesale funding, of which:	2,697,791	1,209,383
6 Operational deposits (all counterparties) and deposits in networks of cooperative banks		
7 Non-operational deposits (all counterparties)	2,697,791	1,209,383
8 Unsecured debt		
9 Secured wholesale funding		0
10 Additional requirements, of which	235,268	4 3,776
11 Outflows related to derivative exposures and other collateral requirements	22,499	22,499
12 Outflows related to loss of funding on debt products		
13 Credit and liquidity facilities	212,769	21,277
14 Other contractual funding obligations	137,410	137,410
15 Other contractual funding obligations	1,717,315	85,866
16 TOTAL CASH OUTFLOWS		1,674,414
17 Secured lending (e.g. reverse repos)		
18 Inflows from fully performing exposures	1,158,385	768,709
19 Other cash inflows		
20 TOTAL CASH INFLOWS	1,158,385	768,709
		Total Adjusted Value
21 TOTAL HQLA		2,210,264
22 TOTAL NET CASH OUTFLOWS		905,705
23 LIQUIDITY COVERAGE RATIO (%)		244



NSFR disclosures

			F	1000 g	As at 0-Sep-2023
Unweighted value by residual maturity					
ASF Item	No		6 months		Weighted
	maturity	< 6 months	to < 1yr	≥ 1yr	value
1 Capital:	2,203,893				2,203,893
2 Regulatory capital	2,105,185				2,105,18
3 Other capital instruments	98,708				98,70
4 Retail deposits and deposits from small business customers			4,103,909		3,803,25
5 Stable deposits			2,194,819		2,085,07
6 Less stable deposits			1,909,091		1,718,18
7 Wholesale funding:		51,970	3,944,464	3,050,998	5,049,21
8 Operational deposits		51,970			25,98
9 Other wholesale funding			3,944,464	3,050,998	5,023,23
10 Liabilities with matching interdependent assets					
11 Other liabilities:					
12 NSFR derivative liabilities		'		22,499	
13 All other liabilities and equity not included in above categories	360,969			,	
14 TOTAL ASF					11,056,36
RSF Item					
L5 Total NSFR high-quality liquid assets (HQLA)					83,4:
L6 Deposits held at other financial institutions for operational purposes		68,891			00,
17 Performing loans and securities:	0	100,317	2,068,085	7,331,332	6,959,9
18 Performing loans to financial institutions secured by Level 1 HQLA			_,000,000	.,001,001	0,202,2
19 Performing loans to financial institutions secured by non- Level 1			_		
HQLA and unsecured performing loans to financial institutions		100,317	0		15,04
20 Performing loans to non-financial corporate clients, loans to retail					
and small business customers, and loans to sovereigns, central banks			2,068,085	5,727,479	5,902,40
and PSEs, of which			2,000,000	3/, 2, / 1, 3	3,302,10
21 -With a risk weight of less than or equal to 35% under the Basel II					
Standardised approach for credit risk					
22 Performing residential mortgages, of which:					
23 With a risk weight of less than or equal to 35% under the Basel II					
Standardised Approach for credit risk				1,603,853	1,042,50
24 Securities that are not in default and do not qualify as HQLA,					
ncluding exchange-traded equities				0	
25 Assets with matching interdependent liabilities					
26 Other Assets:	1,907,688	37,876	0	0	1,945,44
27 Physical traded commodities, including gold	1,507,000	37,676	, and the second	Ü	1,515,1
28 Assets posted as initial margin for derivative contracts and					
contributions to default funds of CCPs					
29 NSFR derivative assets				37,876	37,87
80 NSFR derivative liabilities before deduction of variation margin					
posted				0	
31 All other assets not included in the above categories	1,907,688				1,907,50
32 Off-balance sheet items	1,507,000			1,930,084	96,50
33 TOTAL RSF				1,550,001	9,119,75
34 NET STABLE FUNDING RATIO (%)					1219