

Ithmaar Bank B.S.C (C)**Common Disclosures Template for the period ended 30 June 2019 (draft subject to auditors' review)**

Expressed in thousands of Bahraini Dinars unless otherwise stated

PD : Reconciliation requirements**Step 1: Disclosure of Balance Sheet under Regulatory scope of Consolidation**

The Bank's subsidiaries (consolidated line by line for accounting purposes) have the following treatment for regulatory purposes

Name	Total assets	Total Equity	% owned		Country of Incorporation	Principal business activity	Regulatory Treatment
			Voting	Economic			
Faysal Bank Limited	1,316,619	96,327	67	67	Pakistan	Banking	Aggregation
Dilmunia Development Fund I L.P.	62,627	50,566	58	58	Cayman Islands	Real estate	Risk weight
Sakana Holistic Housing Solutions B.S.C. (C) (Sakana)	2,196	2,408	63	50	Kingdom of Bahrain	Mortgage finance	Line by line consolidation

The reconciliation from published financial information to regulatory return is as follows:

Balance sheet as per published financial statements	2,834,110
FAS 30 Transitional impact	32,007
Aggregation	30,990
Balance sheet as in Regulatory Return	2,897,107

Step 2: Reconciliation of published financial balance sheet to regulatory reporting as at 30 June 2019

Assets	Balance sheet as in published financial statements	Consolidated PIRI data	Reference
Cash and balances with banks and central banks	280,465	280,465	
Commodity and other placements with banks, financial and other institutions	88,220	88,220	
Murabaha and other financings	1,553,788	1,553,788	
Musharaka financing	187,565	187,565	
Sukuk and investment securities	354,367	354,367	
Assets acquired for leasing	151,023	151,023	
Other assets	79,540	79,540	
Investment in real estate	2,878	2,878	
Development Properties	79,296	79,296	
Fixed assets	17,381	17,381	
Intangible assets	39,587	39,587	
FAS 30 Transitional impact	-	32,007	
Aggregation	-	30,990	
Total Assets	2,834,110	2,897,107	-

Step 2: Reconciliation of published financial balance sheet to regulatory reporting as at 30 June 2019

Assets	Balance sheet as in published financial statements	Consolidated PIRI data	Reference
Liabilities & Unrestricted Investment Accounts (URIA)			
Unrestricted Investment Accounts	983,185	983,185	
Other liabilities	1,708,832	1,708,832	
Total Liabilities & URIA	2,692,017	2,692,017	-
Minority Interest			
	65,890	65,890	
Owners' Equity			
Share capital	100,000	100,000	A
Reserves	2,888	2,888	
of which eligible for CET1	-	13,700	E
Accumulated losses	(26,685)	(26,685)	
of which eligible for CET1	-	(30,212)	B
FAS 30 Transitional impact	-	32,007	D
Aggregation	-	30,990	
Total Owners' Equity	76,203	139,200	
Total Liabilities + Owners' Equity	2,834,110	2,897,107	

Step 3: Composition of Capital Common Template (transition) as at 30 June 2019

Composition of Capital and mapping to regulatory reports	Component of regulatory capital	Reference numbers of balance sheet under the regulatory scope of consolidation from step 2	Amount subject to pre- 2015 treatment
Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus	100,000	A	
Retained earnings	(30,212)	B	
Expected Credit Losses (ECL) Stages 1 & 2	(52,762)	C	
of which FAS 30 Transitional impact	32,007	D	
Reserves	13,700	E	
Aggregation & deductions	53,646		
Total CET1 capital	116,379		
FAS 30 Transitional impact	11,307		
Aggregation & deductions	11,514		
Total T2 Capital	22,821		
Total Capital	139,200		
Total Risk Weighted Assets (RWA)	1,060,946		
Capital Adequacy Ratio (CaR)	13.12%		