

بنـــك البحريـــن للتنميـــــة ش.م.ب (م)

BAHRAIN DEVELOPMENT BANK B.S.C (C)

Liquidity Disclosures - Basel III

September 2026

Consolidated Liquidity Coverage Ratio –September 2026

In August 2018, the Central Bank of Bahrain (CBB) issued its regulations on Liquidity Risk Management (LM). Amongst other things, the LM regulations mandate banks to implement Liquidity Coverage Ratio (LCR) by end of June 2019. The main objective of the LCR is to promote short-term resilience of the liquidity risk profile of banks by ensuring that they have sufficient level of high-quality liquid assets (HQLAs) to honour net cash outflows and survive a significant stress scenario lasting for a period of up to 30 days. As per CBB LM regulations, banks must meet the minimum LCR of not less than 100 percent daily.

The below table provides information on BDB's Consolidated LCR for the quarter ended 30th September 2026.

(In BD 000')

	Consolidated LCR	Total Weighted Value (average)
HIGH-QUALITY LIQUID ASSETS		
1	Total HQLA	**86,021**
CASH OUTFLOWS		
2	**Retails Deposits and deposits from small business customers, of which:**	
3	Stable Deposits	
4	Less Stable Deposits	15
5	**Unsecured wholesale funding, of which:**	
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	
7	Non-operational deposits (all counterparties)	15,587
8	Unsecured Debt	
9	**Secured wholesale funding**	
10	Additional requirements, of which:	
11	Outflows related to derivative exposures and other collateral requirements	
12	Outflows related to loss of funding on debt products	
13	Credit and liquidity facilities	1,041
14	**Other contingent funding obligations**	4
15	**Other contractual funding obligations**	110
16	**Total Cash Outflows**	**16,757**
CASH INFLOWS		
17	Secured lending (eg reverse repos)	
18	Inflows from fully performing exposures	2,854
19	Other cash inflows	
20	**Total Cash Inflows**	**2,854**
21	**TOTAL HQLA**	**86,021**
22	**TOTAL NET CASH OUTFLOWS**	**13,903**
23	**LIQUIDITY COVERAGE RATIO (%) ***	**689%**

*The LCR is the average of daily LCRs and may differ from line 21 ÷ line 22

As per the CBB LM module, the consolidated LCR of 689% reported above in line 23 is the simple average of daily LCR during Q3 2026.

Net Stable Funding Ratio – September 2026

The CBB's Net Stable Funding Ratio (NSFR) regulations became effective on 31st December 2019. The objective of the NSFR is to promote the resilience of banks' liquidity risk profile and to incentivise a more resilient banking sector over a longer time horizon. The NSFR requires banks to maintain a stable funding profile in relation to assets and off-balance sheet activities. A sustainable funding structure is intended to reduce the likelihood of disruptions to a bank's regular sources of funding that will erode its liquidity position in a way that would increase the risk of its failure and potentially lead to broader systemic stress. The NSFR limits over-reliance on short-term wholesale funding, encourages better assessment of funding risk across all on-balance sheet and off-balance sheet items, and promotes funding stability. The NSFR must be equal to at least 100% on an ongoing basis.

The below table provides information on BDB's Consolidated NSFR as of 30th September 2026:

(In BD 000')

No.	Item	Unweighted Values (before applying factors)				Total Weighted Value
		No Specified maturity	Less than 6 months	More than 6 months and less than one year	Over one year	
Available Stable Funding (ASF)						
1	**Capital:**					
2	Regulatory Capital	59,330	-	-	928	60,258
3	Other Capital Instruments	-	-	-	-	-
4	**Retail Deposits and deposits from small business customers:**					
5	**Stable Deposits:**	-	-	-	-	-
6	**Less stable deposits:**		25	-	-	23
7	**Wholesale funding:**					
8	Operational Deposits	-	-	-	-	-
9	Other Wholesale Funding	-	61,637	4,184	75,829	100,646
10	**Other liabilities:**					
11	NSFR Derivative Liabilities		-	-	-	-
12	All other liabilities not included in the above categories	-	5,796	8	219	219
13	**Total ASF**	**59,330**	**67,458**	**4,192**	**76,976**	**161,146**
Required Stable Funding (RSF)						
14	**Total NSFR high-quality liquid assets (HQLA)**	88,532				3,906
15	**Deposits held at other financial institutions for operational purposes**	-	2,916	-	-	1,458
16	**Performing loans and securities:**					
17	Performing loans to financial institutions secured by Level 1 HQLA	-	-	-	-	-
18	Performing loans to financial institutions secured by non-level 1 HQLA and unsecured performing loans to financial instutions	-	-	-	-	-
19	Performing Loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:	-	2,905	3,746	-	3,326
20	-With a risk weight of less than or equal to 35% under the CBB Capital Adequacy Ratio guidelines	-	-	-	73,576	62,540
21	Performing residential mortgages, of which	-	-	-	-	-
22	-With a risk weight of less than or equal to 35% under the CBB Capital Adequacy Ratio guidelines	-	-	-	-	-
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	-	-	-	-
24	**Other Assets:**					
25	**Physical traded commodities, including gold**	-				-
26	**Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs**		-	-	-	-
27	**NSFR Derivative Assets**		-	-	-	-
28	**NSFR Derivative Liabilities before deduction of variation margin posted**		-	-	-	-
29	**All other asses not included in the above categories**	39,284	-	-	-	39,284
30	**OBS Items**	19,643		-	-	982
31	**Total RSF**	**147,459**	**5,821**	**3,746**	**73,576**	**111,496**
32	**NSFR %**					**145%**