Wio
BANK PJSC

Pillar 3 Disclosures

For the quarter ending 31 March 2025

1. Introduction

This document presents the quarterly Pillar 3 disclosures of the Bank as on 31st March 2025. The document has been prepared in line with the CBUAE regulations on Pillar 3 disclosure requirements, with an aim to provide market participants with information related to Bank's capital, risk exposures and liquidity profile.

The Bank is governed by the CBUAE guidelines on regulatory capital requirements on a consolidated basis. Pillar 1 defines the total minimum capital requirements for credit, market, and operational risk. Wio Bank currently uses standardized approach for assessment of Credit, Market and Operational Risk Weighted Assets (RWA). Under the standardized approach, regulatory prescribed risk weights and parameters are applied to calculate Pillar 1 capital requirements.

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2. Overview of risk management and RWA

2.1 KM1: Key Metrics

		a	b	c	d	e
	(AED 000s)	Mar 25	Dec 24	Sep 24	Jun 24	Mar 24
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	2,215,351	2,137,370	2,066,322	1,936,787	1,846,000
1a	Fully loaded ECL accounting model	2,215,351	2,137,370	2,066,322	1,936,787	1,846,000
2	Tier 1	2,215,351	2,137,370	2,066,322	1,936,787	1,846,000
2a	Fully loaded ECL accounting model Tier 1	2,215,351	2,137,370	2,066,322	1,936,787	1,846,000
3	Total capital	2,238,450	2,151,277	2,082,666	1,953,131	1,850,618
3a	Fully loaded ECL accounting model total capital	2,238,450	2,151,277	2,082,666	1,953,131	1,850,618
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)	5,547,613	4,179,286	2,541,816	1,645,385	970,409
	Risk-based capital ratios as a percentage of RWA					
5	Common Equity Tier 1 ratio (%)	39.93%	51.14%	**81.29%**	**117.71%**	**190.23%**
5a	Fully loaded ECL accounting model CET1 (%)	39.93%	51.14%	**81.29%**	**117.71%**	**190.23%**
6	Tier 1 ratio (%)	39.93%	51.14%	**81.29%**	**117.71%**	**190.23%**
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	39.93%	51.14%	**81.29%**	**117.71%**	**190.23%**
7	Total capital ratio (%)	40.35%	51.47%	**81.94%**	**118.70%**	**190.71%**
7a	Fully loaded ECL accounting model total capital ratio (%)	40.35%	**51.47%**	**81.94%**	**118.70%**	**190.71%**
	Additional CET1 buffer requirements as a percentage of RWA					
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.50%	2.50%	2.50%	2.50%	2.50%
9	Countercyclical buffer requirement (%)	0	0	0	0	0

10	Bank D-SIB additional requirements (%)	0	0	0	0	0
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9+ row 10)	2.5%	2.5%	2.5%	2.5%	2.5%
12	CET1 available after meeting the bank's minimum capital requirements (%)	29.85%	40.97%	**71%**	**108%**	**180%**
	Leverage Ratio					
13	Total leverage ratio measure	42,843,012	37,369,000	**31,582,101**	**25,025,013**	**18,811,765**
14	Leverage ratio (%) (row 2/row 13)	5.17%	5.72%	**6.54%**	**7.74%**	**9.81%**
14a	Fully loaded ECL accounting model leverage ratio (%) (row 2A/row 13)	5.17%	5.72%	**6.54%**	**7.74%**	**9.81%**
14b	Leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	5.17%	5.72%	**6.54%**	**7.74%**	**9.81%**
	Liquidity Coverage Ratio					
15	Total HQLA	NA	NA	NA	NA	NA
16	Total net cash outflow	NA	NA	NA	NA	NA
17	LCR ratio (%)	NA	NA	NA	NA	NA
	Net Stable Funding Ratio					
18	Total available stable funding	NA	NA	NA	NA	NA
19	Total required stable funding	NA	NA	NA	NA	NA
20	NSFR ratio (%)	NA	NA	NA	NA	NA
	ELAR					
21	Total HQLA	33,855,122	30,793,514	**26,215,615**	**21,388,159**	**16,979,348**
22	Total liabilities	40,369,764	35,068,559	**29,282,753**	**22,925,289**	**16,801,618**
23	Eligible Liquid Assets Ratio (ELAR) (%)	83.86%	87.81%	**90%**	**93%**	**101%**
	ASRR					
24	Total available stable funding	36,649,363	32,167,547	**27,353,774**	**21,306,804**	**16,120,447**
25	Total Advances	1,966,191	1,408,693	**1,205,821**	**547,785**	**327,873**
26	Advances to Stable Resources Ratio (%)	5.36%	4.38%	**4.41%**	**2.57%**	**2.03%**

2.2 OV1: Overview of RWA

		a	b	c
		RWA		Minimum capital requirements
	(AED 000s)	Mar 25	Dec 24	T
1	Credit risk (excluding counterparty credit risk)	4,789,486	3,151,593	
2	Of which: standardised approach (SA)	4,789,486	3,151,593	
3	Of which: foundation internal ratings-based (F-IRB) approach			
4	Of which: supervisory slotting approach			
5	Of which: advanced internal ratings-based (A-IRB) approach			
6	Counterparty credit risk (CCR)	-	-	
7	Of which: standardised approach for counterparty credit risk	-	-	
8	Of which: Internal Model Method (IMM)			
9	Of which: other CCR			
10	Credit valuation adjustment (CVA)			
11	Equity positions under the simple risk weight approach			
12	Equity investments in funds - look-through approach			
13	Equity investments in funds - mandate-based approach			
14	Equity investments in funds - fall-back approach			
15	Settlement risk			

16	Securitisation exposures in the banking book			
17	Of which: securitisation internal ratings-based approach (SEC-IRBA)			
18	Of which: securitisation external ratings-based approach (SEC-ERBA)			
19	Of which: securitisation standardised approach (SEC-SA)			
20	Market risk	74,230	845,963	
21	Of which: standardised approach (SA)	74,230	845,963	
22	Of which: internal models approach (IMA)			
23	Operational risk	683,896	181,729	
24	Amounts below thresholds for deduction (subject to 250% risk weight)			
25	Floor adjustment			
26	Total (1+6+10+11+12+13+14+15+16+20+23)	5,547,613	4,179,286	

The decrease in the Market Risk Weighted Assets (RWAs) is owing to on balance sheet positions netting off the swap positions.

3. Leverage Ratio

3.1 LR1: Summary comparison of accounting assets vs leverage ratio exposure

(AED 000s)		A
1	Total consolidated assets	42,817,923
2	Adjustments for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	
3	Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference	
4	Adjustments for temporary exemption of central bank reserves (if applicable)	
5	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	
6	Adjustments for regular-way purchases and sales of financial assets subject to trade date accounting	
7	Adjustments for eligible cash pooling transactions	
8	Adjustments for derivative financial instruments	
9	Adjustment for securities financing transactions (ie repos and similar secured lending)	
10	Adjustments for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	
11	Adjustments for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital	
12	Other adjustments	25,089
13	**Leverage ratio exposure measure**	**42,843,012**

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3.2 LR2: Leverage ratio common disclosure template

		a	B
	AED '000s	Mar 25	Dec 24
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral) *	42,843,957	37,370,103
2	Gross-up for derivatives collateral provided where deducted from balance sheet assets pursuant to the operative accounting framework		
3	(Deductions of receivable assets for cash variation margin provided in derivatives transactions)		
4	(Adjustment for securities received under securities financing transactions that are recognised as an asset)		
5	(Specific and general provisions associated with on-balance sheet exposures that are deducted from Tier 1 capital)		
6	(Asset amounts deducted in determining Tier 1 capital)	(945)	(1,103)
7	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6)	42,843,012	37,369,000
Derivative exposures			
8	Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)		
9	Add-on amounts for PFE associated with all derivatives transactions		
10	(Exempted CCP leg of client-cleared trade exposures)		
11	Adjusted effective notional amount of written credit derivatives		
12	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)		
13	Total derivative exposures (sum of rows 8 to 12)		
Securities financing transactions			
14	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions		
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)		
16	CCR exposure for SFT assets		
17	Agent transaction exposures		
18	Total securities financing transaction exposures (sum of rows 14 to 17)		
Other off-balance sheet exposures			

19	Off-balance sheet exposure at gross notional amount		
20	(Adjustments for conversion to credit equivalent amounts)		
21	(Specific and general provisions associated with off-balance sheet exposures deducted in determining Tier 1 capital)		
22	Off-balance sheet items (sum of rows 19 to 21)		
Capital and total exposures			
23	Tier 1 capital	2,215,351	2,137,370
24	Total exposures (sum of rows 7, 13, 18 and 22)	42,843,012	37,369,000
Leverage ratio			
25	Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)	5.17%	5.70%
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)		
26	CBUAE minimum leverage ratio requirement	3%	3%
27	Applicable leverage buffers		

* Material change from the last quarter is primarily on investment in held-to-maturity bonds.

4. Liquidity

4.1 LIQ1: Liquidity Coverage Ratio

Not applicable.

4.2 ELAR: Eligible Liquid Assets Ratio

	AED '000s		
1	**High Quality Liquid Assets**	**Nominal amount**	**Eligible Liquid Asset**
1.1	Physical cash in hand at the bank + balances with the CBUAE	32,954,663	
1.2	UAE Federal Government Bonds and Sukuks	132,982	
	Sub Total (1.1 to 1.2)	33,087,645	33,087,645
1.3	UAE local governments publicly traded debt securities	271,655	
1.4	UAE Public sector publicly traded debt securities	-	
	Sub total (1.3 to 1.4)	271,655	271,655
1.5	Foreign Sovereign debt instruments or instruments issued by their respective central banks	495,822	495,822
1.6	Total	33,855,122	33,855,122
2	Total liabilities		40,369,764
3	Eligible Liquid Assets Ratio (ELAR)		83.86%

4.3 ASRR: Advances to Stables Resource Ratio

		AED '000s	
		Items	**Amount**
1		**Computation of Advances**	
	1.1	Net Lending (gross loans - specific and collective provisions + interest in suspense)	1,110,085
	1.2	Lending to non-banking financial institutions	3,985
	1.3	Net Financial Guarantees & Stand-by LC (issued - received)	852,121
	1.4	Interbank Placements *	
	1.5	**Total Advances**	**1,966,191**
2		**Calculation of Net Stable Resources**	
	2.1	Total capital + general provisions	2,408,701
		Deduct:	
	2.1.1	Goodwill and other intangible assets	945
	2.1.2	Fixed Assets	17,477
	2.1.3	Funds allocated to branches abroad	
	2.1.5	Unquoted Investments	
	2.1.6	Investment in subsidiaries, associates and affiliates	
	2.1.7	Total deduction	18,422
	2.2	Net Free Capital Funds	2,390,279
	2.3	Other stable resources:	
	2.3.1	Funds from the head office	
	2.3.2	Interbank deposits with remaining life of more than 6 months	
	2.3.3	Refinancing of Housing Loans	
	2.3.4	Borrowing from non-Banking Financial Institutions	
	2.3.5	Customer Deposits**	34,259,084
	2.3.6	Capital market funding/ term borrowings maturing after 6 months from reporting date	
	2.3.7	Total other stable resources	
	2.4	**Total Stable Resources (2.2+2.3.7)**	**36,649,363**
3		**Advances TO STABLE RESOURCES RATIO (1.6/ 2.4*100)**	**5.36%**

*Maturing after three months

**Customer deposits include maturing after 6 months and 85% of remaining deposit base

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