

EMIRATES NBD BANK (P.J.S.C.)

GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024



EMIRATES NBD BANK (P.J.S.C.)

GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

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REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

The Board of Directors
Emirates NBD Bank (P.J.S.C.)
Dubai
United Arab Emirates

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of **Emirates NBD Bank (P.J.S.C.), Dubai, United Arab Emirates** (the "Bank") and its **Subsidiaries** (together referred to as the "Group") as at 31 March 2024 and the related condensed consolidated interim income statement, condensed consolidated interim statement of comprehensive income, condensed consolidated interim statement of cash flows and condensed consolidated statement of changes in equity for the three months period then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34 *Interim Financial Reporting* ("IAS 34"). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Deloitte & Touche (M.E.)



Musa Ramahi
Registration No.: 872
24 April 2024
Dubai
United Arab Emirates

EMIRATES NBD BANK (P.J.S.C.)

GROUP CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2024 (UNAUDITED)

		Unaudited 31 March 2024	Audited 31 December 2023
	Notes	AED million	AED million
ASSETS			
Cash and deposits with Central Banks	3	100,897	96,031
Due from banks	4	95,229	92,302
Investment securities	5	189,469	173,246
Loans and receivables	6	458,633	445,105
Positive fair value of derivatives	18	15,643	15,284
Customer acceptances		7,911	8,468
Property and equipment		5,805	5,264
Goodwill and intangibles		5,637	5,683
Other assets	7	23,060	21,390
TOTAL ASSETS		902,284	862,773
LIABILITIES			
Due to banks		47,429	40,321
Customer deposits		610,371	584,561
Debt issued and other borrowed funds	8	69,302	66,116
Sukuks payable	9	4,673	4,673
Negative fair value of derivatives	18	18,445	17,389
Customer acceptances		7,911	8,468
Other liabilities	10	35,667	31,273
TOTAL LIABILITIES		793,798	752,801
EQUITY			
Issued capital		6,317	6,317
Treasury shares		(46)	(46)
Tier I capital notes	12	9,129	9,129
Share premium reserve		17,954	17,954
Legal and statutory reserve		3,158	3,158
Other reserves		2,945	2,945
Fair value reserve		(1,640)	(1,570)
Currency translation reserve		(7,790)	(7,461)
Retained Earnings		78,246	79,373
TOTAL EQUITY ATTRIBUTABLE TO EQUITY AND NOTE HOLDERS OF THE GROUP		108,273	109,799
Non-controlling interest		213	173
TOTAL EQUITY		108,486	109,972
TOTAL LIABILITIES AND EQUITY		902,284	862,773

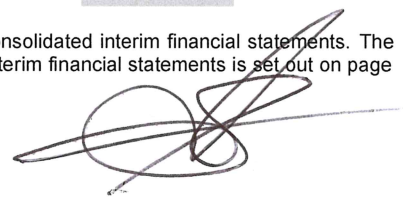
The attached notes 1 to 23 form an integral part of these Group condensed consolidated interim financial statements. The independent auditor's report on review of the Group condensed consolidated interim financial statements is set out on page 1.



Director



Director



Chief Executive Officer

24 APR 2024

EMIRATES NBD BANK (P.J.S.C.)

**GROUP CONDENSED CONSOLIDATED INTERIM STATEMENT OF INCOME
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)**

	Notes	Unaudited three months period ended 31 March 2024 AED million	Unaudited three months period ended 31 March 2023 AED million
Interest and similar income		15,224	10,168
Interest and similar expense		(9,263)	(4,217)
Net interest income		5,961	5,951
Income from Islamic financing and investment products		2,060	1,624
Distribution on Islamic deposits and profit paid to Sukuk holders		(611)	(381)
Net income from Islamic financing and investment products		1,449	1,243
Net interest income and net income from Islamic financing and investment products		7,410	7,194
Fee and commission income		2,986	2,016
Fee and commission expense		(1,333)	(897)
Net fee and commission income		1,653	1,119
Net gain on trading securities		198	112
Other operating income	13	1,401	2,039
Total operating income		10,662	10,464
General and administrative expenses	14	(3,070)	(2,643)
Operating profit before impairment		7,592	7,821
Net impairment (loss) / reversal	15	866	(471)
Operating profit before taxation and others		8,458	7,350
Hyperinflation adjustment on net monetary position	2	(881)	(832)
Profit for the period before taxation		7,577	6,518
Taxation charge		(861)	(496)
Profit for the period		6,716	6,022
Attributable to:			
Equity holders of the Group		6,702	6,012
Non-controlling interest		14	10
Profit for the period		6,716	6,022
Earnings per share (AED)	17	1.04	0.93

The attached notes 1 to 23 form an integral part of these Group condensed consolidated interim financial statements. The independent auditor's report on review of the Group condensed consolidated interim financial statements is set out on page 1.

EMIRATES NBD BANK (P.J.S.C.)

**GROUP CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)**

	Unaudited three months period ended 31 March 2024 AED million	Unaudited three months period ended 31 March 2023 AED million
Profit for the period	6,716	6,022
Other comprehensive income		
Items that will not be reclassified subsequently to the statement of income:		
Movement in fair value reserve (equity instruments):		
- Net change in fair value	-	(64)
- Net amount transferred to retained earnings	(128)	-
- Related current tax	(12)	-
Items that may be reclassified subsequently to the statement of income:		
Cost of hedging for forward element of a forward and currency basis spread excluded from hedge effectiveness testing:		
Net changes in the cost of hedging	(2)	92
Cash flow hedges:		
- Effective portion of changes in fair value	(69)	255
Fair value reserve (debt instruments):		
- Net change in fair value	75	(217)
- Net amount transferred to the statement of income	(123)	(282)
- Related deferred tax	61	126
Currency translation reserve	(1,954)	(756)
Hedge of a net investment in foreign operations	3	(23)
Hyperinflation adjustment (note 2)	1,622	1,219
Other comprehensive income / (loss) for the period	(527)	350
Total comprehensive income / (loss) for the period	6,189	6,372
Attributable to:		
Equity holders of the Group	6,175	6,362
Non-controlling interest	14	10
Total comprehensive income for the period	6,189	6,372

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EMIRATES NBD BANK (P.J.S.C.)

 GROUP CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)

	Notes	Unaudited three months period ended 31 March 2024 AED million	Unaudited three months period ended 31 March 2023 AED million
<u>OPERATING ACTIVITIES</u>			
Profit for the period before taxation		7,577	6,518
Adjustment for non-cash and other items	21	(551)	1,063
Operating profit before changes in operating assets and liabilities		7,026	7,581
(Increase) / decrease in interest free statutory deposits		(2,503)	2,355
(Increase) / decrease in certificate of deposits with Central Banks maturing after three months		-	(37)
(Increase) / decrease in amounts due from banks maturing after three months		(4,371)	(5,321)
Increase / (decrease) in amounts due to banks maturing after three months		2,486	1,793
(Increase) / decrease in other assets		225	(1,470)
Increase / (decrease) in other liabilities		(915)	1,686
(Increase) / decrease in positive fair value of derivatives		(427)	1,914
Increase / (decrease) in negative fair value of derivatives		1,056	(2,294)
Increase / (decrease) in customer deposits		25,810	34,930
(Increase) / decrease in loans and receivables		(12,548)	(13,683)
		15,839	27,454
Taxes paid		(361)	(286)
Net cash flows generated from / (used in) operating activities		15,478	27,168

EMIRATES NBD BANK (P.J.S.C.)

 GROUP CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)

		Unaudited three months period ended 31 March 2024 AED million	Unaudited three months period ended 31 March 2023 AED million
	Notes		
<u>INVESTING ACTIVITIES</u>			
(Increase) / decrease in investment securities		(15,387)	(11,839)
(Increase) / decrease of property and equipment		(69)	(60)
Dividend income received		2	2
Net cash flows generated from / (used in) investing activities		(15,454)	(11,897)
<u>FINANCING ACTIVITIES</u>			
Issuance of debt issued and other borrowed funds	8	12,830	4,267
Issuance of Sukuks		-	1,000
Repayment of debt issued and other borrowed funds	8	(8,787)	(3,440)
Interest on Tier I capital notes		(128)	(128)
Dividends paid		(7,573)	(3,786)
Net cash flows generated from / (used in) financing activities		(3,658)	(2,087)
Increase / (decrease) in cash and cash equivalents	21	(3,634)	13,184

The attached notes 1 to 23 form an integral part of these Group condensed consolidated interim financial statements. The independent auditor's report on review of the Group condensed consolidated interim financial statements is set out on page 1.

EMIRATES NBD BANK (P.J.S.C.)

**GROUP CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)**

	ATTRIBUTABLE TO EQUITY AND NOTE HOLDERS OF THE GROUP											
	Issued capital	Treasury shares	Tier I capital notes	Share premium reserve	Legal and statutory reserve	Other reserve	Fair value reserve	Currency translation reserve	Retained earnings	Total	Non-controlling interest	Group Total
	AED million	AED million	AED million	AED million	AED million	AED million	AED million	AED million	AED million	AED million	AED million	AED million
Balance as at 1 January 2024	6,317	(46)	9,129	17,954	3,158	2,945	(1,570)	(7,461)	79,373	109,799	173	109,972
Profit for the period	-	-	-	-	-	-	-	-	6,702	6,702	14	6,716
Other comprehensive income / (loss) for the period	-	-	-	-	-	-	(198)	(329)	-	(527)	-	(527)
Interest on Tier 1 capital notes	-	-	-	-	-	-	-	-	(128)	(128)	-	(128)
Gain / (loss) on sale of FVOCI equity instruments	-	-	-	-	-	-	128	-	(128)	-	-	-
Increase in non-controlling interest	-	-	-	-	-	-	-	-	-	-	26	26
Dividends paid* (Note 11)	-	-	-	-	-	-	-	-	(7,573)	(7,573)	-	(7,573)
Balance as at 31 March 2024	6,317	(46)	9,129	17,954	3,158	2,945	(1,640)	(7,790)	78,246	108,273	213	108,486
Balance as at 1 January 2023	6,317	(46)	9,129	17,954	3,158	2,945	(1,296)	(7,308)	62,346	93,199	106	93,305
Profit for the period	-	-	-	-	-	-	-	-	6,012	6,012	10	6,022
Other comprehensive income / (loss) for the period	-	-	-	-	-	-	(90)	440	-	350	-	350
Interest on Tier 1 capital notes	-	-	-	-	-	-	-	-	(128)	(128)	-	(128)
Gain / (loss) on sale of FVOCI equity Instruments	-	-	-	-	-	-	-	-	-	-	-	-
Increase in non-controlling interest	-	-	-	-	-	-	-	-	-	-	35	35
Dividends paid* (Note 11)	-	-	-	-	-	-	-	-	(3,786)	(3,786)	-	(3,786)
Balance as at 31 March 2023	6,317	(46)	9,129	17,954	3,158	2,945	(1,386)	(6,868)	64,444	95,647	151	95,798

*Dividend paid is net of the amount attributable to treasury shares.

The attached notes 1 to 23 form an integral part of these Group condensed consolidated interim financial statements.

The independent auditor's report on review of the Group condensed consolidated interim financial statements is set out on page 1.

1 CORPORATE INFORMATION

Emirates NBD Bank (P.J.S.C.) (the “Bank”) was incorporated in the United Arab Emirates on 16 July 2007 consequent to the merger between Emirates Bank International P.J.S.C. and National Bank of Dubai P.J.S.C., under the Commercial Companies Law (Federal Law Number 8 of 1984 as amended) as a Public Joint Stock Company.

The condensed consolidated interim financial statements for the period ended 31 March 2024 comprise the interim financial statements of the Bank and its subsidiaries (together referred to as the “Group”).

The Bank is listed on the Dubai Financial Market (TICKER: “EMIRATESNBD”). The Group’s principal business activities are corporate and institutional banking, retail banking, treasury and Islamic banking. The Bank’s website is www.emiratesnbd.com.

The registered address of the Bank is Post Box 777, Dubai, United Arab Emirates (“UAE”).

The parent of the Group is Investment Corporation of Dubai, which is wholly owned by the Government of Dubai.

2 BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard (“IAS”) 34 “Interim Financial Reporting”.

The accounting policies, including those pertaining to financial assets, cash and cash equivalents, Islamic financing and investing assets and investment properties, applied by the Group in the preparation of the condensed consolidated interim financial statements are consistent with those applied by the Group in the annual consolidated financial statements for the year ended 31 December 2023.

These condensed consolidated interim financial statements do not include all the information and disclosures required for full annual consolidated financial statements prepared in accordance with International Financial Reporting Standards - Accounting Standards (“IFRS Accounting Standards”) and should be read in conjunction with the Group’s financial statements as at and for the year ended 31 December 2023. In addition, results for the three months period ended 31 March 2024 are not necessarily indicative of the results that may be expected for the full financial year ending 31 December 2024.

In preparing these condensed consolidated interim financial statements, significant judgments made by the management in applying the Group’s accounting policies and the key sources of estimation were the same as those that were applied to the consolidated financial statements as at and for the year ended 31 December 2023.

Comparative figures have been reclassified wherever necessary to conform to the presentation adopted in the current period.

2 BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

Corporate Tax in UAE

On 9 December 2022, the United Arab Emirates (UAE) Ministry of Finance (“MoF”) released Federal Decree-Law No 47 of 2022 on the Taxation of Corporations and Businesses, Corporate Tax Law (“CT Law”) to enact a new CT regime in the UAE. The new CT regime has become effective for accounting periods beginning on or after 1 June 2023.

The taxable income of the entities that are in scope for UAE CT purposes will be subject to the rate of 9% corporate tax. It is not currently foreseen that the Group’s UAE operations will be subject to the application of the Global Minimum Tax rate of 15% in 2024. The application is dependent on the implementation of Base Erosion Profit Shifting (BEPS 2) – Pillar Two rules by the countries where the Group operates and the implementation of a top-up tax regime by UAE MOF.

The tax charge for period ended 31 March 2024 is AED 861 million, representing Group effective tax rate of 11% (31 March 2023: 8%). UAE effective tax rate is 9% and Türkiye effective tax rate is 25%.

Hyperinflation

Türkiye has been determined a hyperinflationary economy under IAS 29 (Financial Reporting in Hyperinflationary Economies) with the previous three-year accumulated inflation exceeding 100 per cent. IAS 29 requires non-monetary assets and liabilities of DenizBank A.S. (“DenizBank”), the Group’s subsidiary in Türkiye, to be restated to reflect their current prices using the Consumer Pricing Index (CPI) in the local currency of DenizBank before translation to the Group’s functional currency.

As at 31 March 2024, the three-year cumulative inflation rate has been 309% based on the Turkish CPI. The consumer price index at the beginning of the reporting period was 1,859 and closed at 2,139 resulting in an increase of 15%.

- Net non-monetary position (excluding equity) has been indexed by applying the difference in CPI from 31 December 2023 to 31 March 2024 resulting in a gain of AED 0.7 billion in the statement of income to the extent determined to be recoverable.
- Monetary assets and liabilities are already reported at the current measuring unit and are not adjusted for inflation. However, the CPI index is applied to measure the loss of purchasing power and for the net monetary position, a hyperinflation adjustment is made in the statement of income, amounting to AED 1.4 billion with an equal corresponding credit to OCI.
- Group consolidated statement of income is indexed using the respective period index movement for the period. For the period ended 31 March 2024, the indexation impact on the Group consolidated statement of income is as follows:

31 March 2024 In AED Billion	Hyperinflation Impact
Total operating income	0.08
General administrative expenses	(0.04)
Net impairment loss on financial assets	0.05
Taxation charge	0.08

During the three months period ended 31 March 2024, the loss due to hyperinflation accounting for DenizBank was AED 0.9 billion and is recognised in the condensed consolidated interim statement of income as hyperinflation adjustment on net monetary position. Overall, the hyperinflation adjustment results in a credit of AED 0.7 billion in OCI after netting off loss on net monetary position recognised in the Group condensed consolidated interim statement of income.

The positive impact of 33 bps, arising from the AED 2.8 billion non-monetary items credit adjustment to equity partially offset by AED 4.8 billion indexation impact on risk-weighted assets, has been excluded from the capital adequacy computations.

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)
3 CASH AND DEPOSITS WITH CENTRAL BANKS

	Unaudited 31 March 2024 AED million	Audited 31 December 2023 AED million
Cash	6,055	5,950
Statutory and other deposits with Central Banks	74,818	72,320
Interest bearing placements with Central Banks	322	487
Murabahas and interest-bearing certificates of deposits with Central Banks	19,719	17,285
Less: Expected credit losses	(17)	(11)
	<u>100,897</u>	<u>96,031</u>

The reserve requirements which are kept with the Central Banks of the countries in which the Group operates are not available for use in the Group's day to day operations and cannot be withdrawn without the approval of the respective Central Banks. The level of reserves required changes periodically in accordance with the directives of the respective Central Banks.

4 DUE FROM BANKS

	Unaudited 31 March 2024 AED million	Audited 31 December 2023 AED million
Due from banks in UAE	14,309	14,821
Due from foreign banks	81,133	77,635
Less: Expected credit losses	(213)	(154)
	<u>95,229</u>	<u>92,302</u>

EMIRATES NBD BANK (P.J.S.C.)

NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)**5 INVESTMENT SECURITIES**

	Domestic*	Regional**	International***	Total
	AED million	AED million	AED million	AED million
<u>Unaudited 31 March 2024</u>				
<u>TRADING SECURITIES</u>				
<u>MEASURED AT FVTPL</u>				
Government Bonds	1,948	1,613	1,704	5,265
Corporate Bonds	528	1,174	330	2,032
Equity	-	-	120	120
Others	-	-	965	965
	<u>2,476</u>	<u>2,787</u>	<u>3,119</u>	<u>8,382</u>
<u>DESIGNATED AS AT FVTPL</u>				
Equity	-	74	2	76
Others	-	3	5	8
	<u>-</u>	<u>77</u>	<u>7</u>	<u>84</u>
<u>MEASURED AT AMORTISED COST</u>				
Government Bonds	91,015	18,820	31,890	141,725
Corporate Bonds	4,891	2,733	3,507	11,131
	<u>95,906</u>	<u>21,553</u>	<u>35,397</u>	<u>152,856</u>
Less: Expected credit losses				(86)
				<u>152,770</u>
<u>MEASURED AT FVOCI - DEBT INSTRUMENTS</u>				
Government Bonds	-	710	16,902	17,612
Corporate Bonds	4,894	2,931	2,208	10,033
	<u>4,894</u>	<u>3,641</u>	<u>19,110</u>	<u>27,645</u>
Less: Expected credit losses				(51)
				<u>27,594</u>
<u>MEASURED AT FVOCI - EQUITY INSTRUMENTS</u>				
Equity	97	2	540	639
	<u>97</u>	<u>2</u>	<u>540</u>	<u>639</u>
Gross Investment securities	<u>103,373</u>	<u>28,060</u>	<u>58,173</u>	<u>189,606</u>
Net Investment securities				<u>189,469</u>

As at 31 March 2024, the fair value of investment securities measured at amortised cost amounted to AED 148,612 million (31 December 2023: AED 135,468 million).

EMIRATES NBD BANK (P.J.S.C.)

NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)**5 INVESTMENT SECURITIES (CONTINUED)**

	Domestic*	Regional**	International***	Total
	AED million	AED million	AED million	AED million
<u>Audited 31 December 2023</u>				
<u>TRADING SECURITIES</u>				
<u>MEASURED AT FVTPL</u>				
Government Bonds	3,434	2,495	1,138	7,067
Corporate Bonds	1,051	765	443	2,259
Equity	-	-	112	112
Others	-	-	491	491
	4,485	3,260	2,184	9,929
<u>DESIGNATED AS AT FVTPL</u>				
Equity	-	74	2	76
Others	-	3	5	8
	-	77	7	84
<u>MEASURED AT AMORTISED COST</u>				
Government Bonds	75,407	19,809	32,290	127,506
Corporate Bonds	5,124	2,857	3,625	11,606
	80,531	22,666	35,915	139,112
Less: Expected credit losses				(71)
				139,041
<u>MEASURED AT FVOCI - DEBT INSTRUMENTS</u>				
Government Bonds	-	823	14,719	15,542
Corporate Bonds	4,388	1,589	2,015	7,992
	4,388	2,412	16,734	23,534
Less: Expected credit losses				(40)
				23,494
<u>MEASURED AT FVOCI - EQUITY INSTRUMENTS</u>				
Equity	97	60	541	698
	97	60	541	698
Gross Investment securities	89,501	28,475	55,381	173,357
Net Investment securities				173,246

*Domestic: These are securities issued within the UAE.

**Regional: These are securities issued within the Middle East excluding the UAE.

***International: These are securities issued outside the Middle East region.

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)
6 LOANS AND RECEIVABLES

	Unaudited 31 March 2024 AED million	Audited 31 December 2023 AED million
Gross loans and receivables	491,981	480,885
Less: Expected credit losses	(33,348)	(35,780)
Net loans and receivables	458,633	445,105
	Unaudited 31 March 2024 AED million	Audited 31 December 2023 AED million
<u>At Amortised Cost</u>		
Overdrafts	21,651	22,926
Time loans	334,191	326,305
Loans against trust receipts	10,766	8,216
Bills discounted	8,113	8,001
Credit card receivables	24,420	24,472
Gross loans - conventional	399,141	389,920
Murabaha	65,642	63,500
Ijara	25,066	24,621
Wakala	878	935
Istisna'a	1,791	1,688
Credit cards receivable	2,924	2,877
Others	278	537
Less: Deferred income	(3,739)	(3,193)
Gross Islamic financing receivables	92,840	90,965
Gross loans and receivables	491,981	480,885
Total of credit impaired loans and receivables	21,749	22,022

Ijara assets amounting to AED 2.9 billion (2023: AED 2.9 billion) were securitised for the purpose of issuance of Sukuk liability (refer Note 9).

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)
6 LOANS AND RECEIVABLES (CONTINUED)

	Unaudited 31 March 2024 AED million	Audited 31 December 2023 AED million
<u>Analysis by economic activity</u>		
Manufacturing	27,925	28,305
Construction	11,653	11,535
Trade	35,530	32,397
Transport and communication	32,383	32,798
Utilities and services	27,786	27,711
Sovereign	76,951	81,432
Personal	140,977	132,727
Real estate	44,102	45,605
Hotels and restaurants	8,976	9,476
Management of companies and enterprises	37,766	37,694
Financial institutions and investment companies	26,677	23,220
Agriculture	7,172	4,359
Others	17,822	16,819
	495,720	484,078
Less: Deferred Income	(3,739)	(3,193)
Gross loans and receivables	491,981	480,885
Less: Expected credit losses	(33,348)	(35,780)
Net loans and receivables	458,633	445,105

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)
7 OTHER ASSETS

	Unaudited 31 March 2024 AED million	Audited 31 December 2023 AED million
	-----	-----
Accrued interest receivable	6,105	6,358
Islamic profit receivable	349	320
Prepayments and other advances	2,560	2,693
Sundry debtors and other receivables	4,775	3,322
Inventory	4,512	3,746
Deferred tax asset	663	493
Investment properties	358	359
Others	3,738	4,099
	-----	-----
	23,060	21,390
	=====	=====

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)
8 DEBT ISSUED AND OTHER BORROWED FUNDS

	Unaudited 31 March 2024 AED million	Audited 31 December 2023 AED million
Medium term notes programmes	53,684	51,233
Term loans from banks	12,748	11,909
Borrowings raised from loan securitisations	2,870	2,974
	69,302	66,116

	Unaudited 31 March 2024 AED million	Audited 31 December 2023 AED million
Balance as at 1 January	66,116	53,487
New issuances	12,830	22,386
Repayments	(8,787)	(8,050)
Other movements*	(857)	(1,707)
Balance at end of period / year	69,302	66,116

*Represents exchange rate and fair value movements on debts issued in foreign currency. The Group hedges the foreign currency risk on public issuances through derivative financial instruments.

As at 31 March 2024 and 31 December 2023, the outstanding medium term notes and borrowings are falling due as below:

	Unaudited 31 March 2024 AED million	Audited 31 December 2023 AED million
2024	10,759	19,278
2025	13,176	11,063
2026	7,615	7,639
2027	11,956	4,660
2028	6,868	7,010
Beyond 2028	18,928	16,466
	69,302	66,116

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)
9 SUKUKS PAYABLE

	Unaudited 31 March 2024 AED million	Audited 31 December 2023 AED million
Balance as at 1 January	4,673	3,673
New issuances*	-	1,000
Balance at end of period	4,673	4,673

*During 2023, the Group issued Sukuks amounting to AED 1 billion under a Shariah compliant Sukuk financing arrangement with the maturity falling due in February 2026.

As at 31 March 2024 and 31 December 2023, the outstanding Sukuks are falling due as follows:

	Unaudited 31 March 2024 AED million	Audited 31 December 2023 AED million
2025	1,836	1,836
2026	2,837	2,837
	4,673	4,673

10 OTHER LIABILITIES

	Unaudited 31 March 2024 AED million	Audited 31 December 2023 AED million
Accrued interest payable	7,444	6,114
Profit payable to Islamic depositors	561	533
Managers' cheques	3,580	2,690
Trade and other payables	9,439	8,014
Staff related liabilities	1,348	1,805
Provision for taxation	1,306	489
Others	11,989	11,628
	35,667	31,273

11 EQUITY HOLDER FUNDS

At the Annual General Meeting held on 21 February 2024, shareholders approved payment of a cash dividend of 120% of the issued and paid up capital (AED 1.20 per share) amounting to AED 7,580 million (31 March 2023: AED 3,790 million, AED 0.60 per share) which has been recognised in the Group condensed consolidated interim financial statements as of 31 March 2024.

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)

12 TIER 1 CAPITAL NOTES

The Group has issued a number of regulatory Tier 1 capital notes with details mentioned in the table below. The notes are perpetual, subordinated and unsecured. The Group can elect not to pay a coupon at its own discretion. Note holders will not have a right to claim the coupon and such event will not be considered an event of default. The notes carry no maturity date and have been classified as equity.

Issuance Month/Year	Issued Amount	Coupon Rate
May 2021	USD 750 million (AED 2.75 billion)	Fixed interest rate of 4.25% with a reset after six years
July 2020	USD 750 million (AED 2.75 billion)	Fixed interest rate of 6.125% with a reset after six years
March 2019	USD 1 billion (AED 3.67 billion)	Fixed interest rate of 6.125% with a reset after six years

13 OTHER OPERATING INCOME

	Unaudited three months period ended 31 March 2024 AED million	Unaudited three months period ended 31 March 2023 AED million
	-----	-----
Dividend income on equity investments measured at FVTPL	2	2
Gain from sale of debt investment securities measured at FVOCI	123	282
Gain from investment securities designated at fair value through profit or loss	1	3
Rental income	10	11
Gain on sale of investment properties / inventories	4	16
Foreign exchange and derivative income *	946	1,441
Other income (net)	315	284
	-----	-----
	1,401	2,039
	=====	=====

* Foreign exchange income comprises of trading and translation gain / (loss) and gain / (loss) on dealings with customers.

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)
14 GENERAL AND ADMINISTRATIVE EXPENSES

	Unaudited three months period ended 31 March 2024 AED million	Unaudited three months period ended 31 March 2023 AED million
Staff cost	1,881	1,567
Occupancy cost	74	72
Equipment & supplies	66	60
Information technology cost	188	136
Communication cost	92	83
Service, legal and professional fees	87	58
Marketing related expenses	53	34
Depreciation	220	207
Amortisation of intangibles	-	28
Others	409	398
	3,070	2,643

15 NET IMPAIRMENT (LOSS) / REVERSAL

The charge to the Group condensed consolidated interim statement of income for the net impairment loss / (reversal) is made up as follows:

	Unaudited three months period ended 31 March 2024 AED million	Unaudited three months period ended 31 March 2023 AED million
Net impairment of cash and deposits with Central Banks	5	1
Net impairment of due from banks	64	2
Net impairment of investment securities	28	7
Net impairment of loans and receivables	(980)	565
Net impairment of unfunded exposures	301	294
Bad debt recovery - net	(254)	(398)
Net impairment on financial assets	(836)	471
Net impairment on non-financial assets	(30)	-
	(866)	471

EMIRATES NBD BANK (P.J.S.C.)

NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)

16 COMMITMENTS AND CONTINGENCIES

The Group's commitments and contingencies are as follows:

	Unaudited 31 March 2024 AED million	Audited 31 December 2023 AED million
Letters of credit	17,345	16,180
Guarantees	66,420	65,428
Liability on risk participations	398	379
Irrevocable loan commitments*	70,313	66,018
	154,476	148,005

* Irrevocable loan commitments represent a contractual commitment to permit drawdowns on a facility within a defined period subject to conditions precedent and termination clauses. Since commitments may expire without being drawn down, and as conditions precedent to draw down have to be fulfilled the total contract amounts do not necessarily represent exact future cash requirements.

17 EARNINGS PER SHARE

The Group presents basic and diluted Earnings Per Share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders (further adjusted for interest expense on tier 1 capital notes) of the Bank by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all diluted potential ordinary shares.

	Unaudited three months period ended 31 March 2024 AED million	Unaudited three months period ended 31 March 2023 AED million
Profit for the period attributable to equity holders	6,702	6,012
Deduct : Interest on Tier 1 capital notes	(128)	(128)
Net profit attributable to equity holders	6,574	5,884
Weighted average number of equity shares in issue (million)	6,311	6,311
Earnings per share* (AED)	1.04	0.93
Adjusted earnings per share** (AED)	1.18	1.06

*The diluted and basic earnings per share were the same for the three months period ended 31 March 2024 and three months period ended 31 March 2023.

**Adjusted EPS for the three months period ended 31 March 2024 and for the three months period ended 31 March 2023 represents net profit for the period attributable to equity holders excluding the non-cash impact of hyperinflation adjustment on net monetary position divided by weighted average number of equity shares in issue.

EMIRATES NBD BANK (P.J.S.C.)

NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)**18 DERIVATIVES**

	Unaudited 31 March 2024			Audited 31 December 2023		
	Positive fair value	Negative fair value	Notional amount	Positive fair value	Negative fair value	Notional amount
	AED million	AED million	AED million	AED million	AED million	AED million
Derivatives held for trading	15,058	(13,301)	976,707	14,594	(12,790)	870,181
Derivatives held as cash flow hedges	294	(811)	30,157	350	(786)	31,815
Derivatives held as fair value hedges	291	(4,331)	27,377	340	(3,808)	30,170
Derivatives held as hedge of a net investment in foreign operations	-	(2)	336	-	(5)	623
Total	15,643	(18,445)	1,034,577	15,284	(17,389)	932,789

19 OPERATING SEGMENTS

The Group is organised into the following main businesses:

- Corporate and Institutional Banking represents current and savings accounts, customer deposits, overdrafts, trade finance and term loans for government, corporate customers, investment banking, Islamic products (including Emirates Islamic Bank P.J.S.C.) and structured financing primarily in the UAE, Egypt and KSA;
- Retail banking and Wealth Management represents retail loans and deposits, private banking and wealth management, Islamic products (including Emirates Islamic Bank P.J.S.C.), equity broking services, asset management and consumer financing primarily in the UAE, Egypt and KSA;
- Global Markets and Treasury activities comprise of managing the Group's portfolio of investments, funds management, Islamic products (including Emirates Islamic Bank P.J.S.C.) and interbank treasury operations primarily in the UAE, Egypt and KSA;
- DenizBank is managed as a separate operating segment; and
- Other operations of the Group include Tanfeeth, property management, operations and support functions.

Transactions between operating segments is on an arm's-length basis in a manner similar to transactions with third parties.

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)
19 OPERATING SEGMENTS (CONTNUED)**Unaudited 31 March 2024**

	Corporate and Institutional banking	Retail banking and Wealth Management	Global Markets and Treasury	DenizBank	Others	Total
	AED million	AED million	AED million	AED million	AED million	AED million
Net interest income and income from Islamic products net of distribution to depositors	1,434	3,064	666	1,125	1,121	7,410
Net fees, commission and other income	806	1,364	(48)	1,137	(7)	3,252
Total operating income	2,240	4,428	618	2,262	1,114	10,662
General and administrative expenses	(182)	(1,156)	(55)	(1,028)	(649)	(3,070)
Net impairment (loss) / reversal	1,085	(521)	(46)	352	(4)	866
Hyperinflation adjustment on net monetary position	-	-	-	(881)	-	(881)
Profit for the period before taxation	3,143	2,751	517	705	461	7,577
Segment Assets	359,064	155,405	234,193	149,665	3,957	902,284
Segment Liabilities and Equity	245,340	319,785	38,335	135,452	163,372	902,284

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)
19 OPERATING SEGMENTS (CONTNUED)

Unaudited 31 March 2023	Corporate and Institutional banking AED million	Retail banking and Wealth Management AED million	Global Markets and Treasury AED million	DenizBank AED million	Others AED million	Total AED million
Net interest income and income from Islamic products net of distribution to depositors	1,438	2,707	934	1,356	759	7,194
Net fees, commission and other income	653	1,148	211	1,224	34	3,270
Total operating income	2,091	3,855	1,145	2,580	793	10,464
General and administrative expenses	(168)	(949)	(52)	(907)	(567)	(2,643)
Net impairment loss	253	(873)	(9)	432	(274)	(471)
Hyperinflation adjustment on net monetary position	-	-	-	(832)	-	(832)
Profit for the period before taxation	2,176	2,033	1,084	1,273	(48)	6,518
Segment Assets	331,173	121,772	197,568	132,524	(860)	782,177
Segment Liabilities and Equity	207,661	281,008	30,554	120,016	142,938	782,177

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)

20 RELATED PARTY TRANSACTIONS

Emirates NBD Group is partly owned by Investment Corporation of Dubai (40.92%), entity which is wholly owned by the Government of Dubai.

Deposits from and loans to Dubai government related entities, other than those that have been individually disclosed, amount to 5% (December 2023: 5%) and 9% (December 2023: 10%) respectively, of the total deposits and loans of the Group.

These entities are independently run business entities, and all financial dealings with the Group are on normal commercial terms.

The Group has also entered into transactions with certain other related parties who are non-government related entities. Such transactions were also made on substantially the same terms, including interest rates and collateral, as those prevailing at the same time for comparable transactions with third parties and do not involve more than a normal amount of risk.

Related party balances and transactions are carried out on normal commercial terms and are as follows:

	Unaudited 31 March 2024 AED million	Audited 31 December 2023 AED million
	-----	-----
<u>Loans and receivables:</u>		
To majority shareholder of the parent	71,489	76,028
To parent	1,544	2,278
To directors and related companies	1,569	1,658
	-----	-----
	74,602	79,964
	=====	=====
<u>Customer and Islamic deposits:</u>		
From majority shareholder of the parent	7,843	8,297
From parent	661	553
	-----	-----
	8,504	8,850
	=====	=====
Investment in Government of Dubai bonds	6,352	6,377

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)
20 RELATED PARTY TRANSACTIONS (CONTINUED)

	Unaudited three months period ended 31 March 2024 AED million	Unaudited three months period ended 31 March 2023 AED million
	-----	-----
Payments made to other related parties	16	-
Fees received in respect of funds managed by the Group	7	11
Directors sitting and other fee	10	5

The total amount of compensation paid to key management personnel of the Group during the period is as follows:

	Unaudited three months period ended 31 March 2024 AED million	Unaudited three months period ended 31 March 2023 AED million
	-----	-----
<u>Key management compensation:</u>		
Short term employment benefits	69	60
Post employment benefits	1	1

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly.

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)
21 NOTES TO THE GROUP CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited three months period ended 31 March 2024 AED million	Unaudited three months period ended 31 March 2023 AED million
(a) Analysis of changes in cash and cash equivalents during the period		
Balance at beginning of period	19,505	36,366
Net cash inflow/(outflow)	(3,634)	13,184
Balance at end of period	<u>15,871</u>	<u>49,550</u>
(b) Analysis of cash and cash equivalents		
Cash and deposits with Central Banks	100,897	73,807
Due from banks	95,229	88,071
Due to banks	(47,429)	(36,680)
	<u>148,697</u>	<u>125,198</u>
Less: deposits with Central Banks for regulatory purposes	(74,818)	(49,214)
Less: certificates of deposits with Central Banks maturing after three months	-	(1,038)
Less: amounts due from banks maturing after three months	(68,522)	(47,750)
Add: amounts due to banks maturing after three months	10,514	22,354
	<u>15,871</u>	<u>49,550</u>

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)

**21 NOTES TO THE GROUP CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
 (CONTINUED)**

	Unaudited three months period ended 31 March 2024 AED million	Unaudited three months period ended 31 March 2023 AED million
	-----	-----
(c) Adjustment for non cash and other items		
Net impairment loss / (reversal) on cash and deposits with Central Banks	5	1
Net impairment loss / (reversal) on due from banks	64	2
Net impairment loss / (reversal) on investment securities	28	7
Net impairment loss / (reversal) on loans and receivables	(980)	565
Net impairment loss / (reversal) on unfunded exposures	301	294
Amortisation of fair value	35	25
(Discount) / premium on Investment securities	(908)	(491)
Unrealised foreign exchange loss / (gain)	386	(669)
Amortisation of intangibles	-	28
Depreciation / impairment on property and equipment / Investment property	193	211
Dividend income on equity investments	(2)	(2)
Unrealised (gain) / loss on investments	45	17
Unrealised (gain) / loss on FV hedged item	(595)	259
(Gain) / loss on sale of investment properties / inventories	(4)	(16)
Hyperinflation adjustment on net monetary position	881	832
	-----	-----
	(551)	1,063

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)

22 ASSETS AND LIABILITIES MEASURED AT FAIR VALUE

Fair Value of assets and liabilities

The table below analyses assets and liabilities measured at fair value on a recurring basis. The different levels in the fair value hierarchy have been defined as follows:

- Level 1: quoted prices (unadjusted) in principal markets for identified assets or liabilities.
- Level 2: valuation using inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- Level 3: valuation using inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Unaudited 31 March 2024

Investment Securities

	Level 1 AED million	Level 2 AED million	Level 3 AED million	Total AED million
Trading securities at FVTPL	8,382	-	-	8,382
FVOCI - debt instruments	27,621	24	-	27,645
FVOCI - equity instruments	525	-	114	639
Designated at FVTPL	18	-	66	84
	36,546	24	180	36,750

Derivatives

Positive fair value of derivatives

Derivatives held for trading	-	15,058	-	15,058
Derivatives held as cash flow hedges	-	294	-	294
Derivatives held as fair value hedges	-	291	-	291
Derivatives held as hedge of a net investment in foreign operations	-	-	-	-
	-	15,643	-	15,643

Negative fair value of derivatives

Derivatives held for trading	-	(13,301)	-	(13,301)
Derivatives held as cash flow hedges	-	(811)	-	(811)
Derivatives held as fair value hedges	-	(4,331)	-	(4,331)
Derivatives held as hedge of a net investment in foreign operations	-	(2)	-	(2)
	-	(18,445)	-	(18,445)
	36,546	(2,778)	180	33,948

Audited 31 December 2023

34,042	(2,083)	181	32,140
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EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)

22 ASSETS AND LIABILITIES MEASURED AT FAIR VALUE (CONTINUED)

The following table shows a reconciliation from the beginning balances to the ending balances for the fair value measurements in Level 3 of the fair value hierarchy.

	Trading securities at FVTPL	Designated at FVTPL	FVOCI – debt instrument	FVOCI– equity instrument	Total
	AED million	AED million	AED million	AED million	AED million
Balance as at 1 January 2024	-	66	-	115	181
Total gains or losses:					
- in profit or loss	-	-	-	-	-
- in other comprehensive income	-	-	-	(1)	(1)
Purchases	-	-	-	-	-
Settlements and other adjustments	-	-	-	-	-
Balance as at 31 March 2024 (unaudited)	-	66	-	114	180
Balance as at 31 December 2023 (audited)	-	66	-	115	181

The fair value of financial instruments classified as level 3 are, in certain circumstances, measured using valuation techniques that incorporate assumptions that are not evidenced by the prices from observable current market transactions in the same instrument and are not based on observable market data. The Group employs valuation techniques, depending on the instrument type and available market data. For example, in the absence of an active market, an investment's fair value is estimated on the basis of an analysis of the investee's financial position and results, risk profile and other factors. Favourable and unfavourable changes in the value of financial instruments are determined on the basis of changes in the value of the instruments as a result of varying the levels of the unobservable parameters, quantification of which is judgmental.

During the period ended 31 March 2024 and the year ended 31 December 2023, no financial assets measured at fair value were transferred from Level 1 to Level 2 or from Level 2 to Level 1 (2023: AED Nil).

For comparative information please refer to the Group's consolidated financial statements for the year ended 31 December 2023.

EMIRATES NBD BANK (P.J.S.C.)

NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)

23 RISK MANAGEMENT

The Group financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements as at and for the year ended 31 December 2023.

Stage-wise financing exposures and the related Expected Credit Losses (ECL) as at 31 March 2024 and 31 March 2023 are given below:

Loans and receivables

Unaudited 31 March 2024

	12-month ECL	Lifetime ECL not credit- impaired	Lifetime ECL credit-impaired	Total
	AED million	AED million	AED million	AED million
Balance at 1 January	433,219	25,644	22,022	480,885
Transfers from stage 1	(3,879)	3,879	-	-
Transfers from stage 2	900	(2,583)	1,683	-
Transfers from stage 3	-	344	(344)	-
New financial assets, net of repayments	16,264	(2,550)	(798)	12,916
Amounts written off during the period	-	-	(808)	(808)
Exchange and other adjustments	(812)	(194)	(6)	(1,012)
Total gross loans and receivables	445,692	24,540	21,749	491,981
Expected credit losses	(6,275)	(6,405)	(20,668)	(33,348)
Carrying amount	439,417	18,135	1,081	458,633

Unaudited 31 March 2023

	12-month ECL	Lifetime ECL not credit- impaired	Lifetime ECL credit-impaired	Total
	AED million	AED million	AED million	AED million
Balance at 1 January	399,698	29,057	27,254	456,009
Transfers from stage 1	(4,380)	4,341	39	-
Transfers from stage 2	2,192	(2,555)	363	-
Transfers from stage 3	-	8	(8)	-
New financial assets, net of repayments	18,466	(1,741)	(1,074)	15,651
Amounts written off during the period	-	-	(351)	(351)
Exchange and other adjustments	(1,563)	(137)	(72)	(1,772)
Total gross loans and receivables	414,413	28,973	26,151	469,537
Expected credit losses	(5,706)	(7,745)	(26,364)	(39,815)
Carrying amount	408,707	21,228	(213)	429,722

EMIRATES NBD BANK (P.J.S.C.)

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024 (UNAUDITED)
23 RISK MANAGEMENT (CONTINUED)**Amounts arising from ECL**

The following tables show reconciliations from the opening to the closing balance of the loss allowance by loans and receivables.

Unaudited 31 March 2024

	12-month ECL	Lifetime ECL not credit- impaired	Lifetime ECL credit-impaired	Total
	AED million	AED million	AED million	AED million
Balance at 1 January	6,266	7,596	21,918	35,780
Transfers from stage 1	(152)	152	-	-
Transfers from stage 2	302	(413)	111	-
Transfers from stage 3	-	294	(294)	-
Allowances / (reversals) made during the period	16	(1,194)	917	(261)
Write back / recoveries made during the period	-	-	(719)	(719)
Amounts written off during the period	-	-	(808)	(808)
Exchange and other adjustments	(157)	(30)	(457)	(644)
Closing Balance	6,275	6,405	20,668	33,348

Unaudited 31 March 2023

	12-month ECL	Lifetime ECL not credit- impaired	Lifetime ECL credit-impaired	Total
	AED million	AED million	AED million	AED million
Balance at 1 January	4,819	7,786	26,800	39,405
Transfers from stage 1	(74)	72	2	-
Transfers from stage 2	100	(200)	100	-
Transfers from stage 3	-	5	(5)	-
Allowances / (reversals) made during the period	896	64	1,075	2,035
Write back / recoveries made during the period	-	-	(1,470)	(1,470)
Amounts written off during the period	-	-	(351)	(351)
Exchange and other adjustments	(35)	18	213	196
Closing Balance	5,706	7,745	26,364	39,815