

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

**GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 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 Group condensed consolidated interim statement of financial position of **Emirates NBD Bank (P.J.S.C.)** (the “Bank”) and its **Subsidiaries** (together referred to as the “Group”) as at 30 September 2024 and the related Group condensed consolidated interim statement of income, Group condensed consolidated interim statement of comprehensive income, Group condensed consolidated interim statement of cash flows and Group condensed consolidated statement of changes in equity for the nine months period then ended and a summary of material accounting policy information and other explanatory notes. 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  
16 October 2024  
Dubai  
United Arab Emirates


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

**GROUP CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2024 (UNAUDITED)**

	Notes	Unaudited 30 September 2024 AED million	Audited 31 December 2023 AED million
<b><u>ASSETS</u></b>			
Cash and deposits with Central Banks	3	100,519	96,031
Due from banks	4	112,051	92,302
Investment securities	5	189,040	173,246
Loans and receivables	6	493,843	445,105
Positive fair value of derivatives	18	11,531	15,284
Customer acceptances		7,511	8,468
Property and equipment		7,790	5,264
Goodwill and intangibles		5,632	5,683
Other assets	7	28,124	21,390
<b>TOTAL ASSETS</b>		<b>956,041</b>	<b>862,773</b>
<b><u>LIABILITIES</u></b>			
Due to banks		40,789	40,321
Customer deposits		644,812	584,561
Debt issued and other borrowed funds	8	72,385	66,116
Sukuks payable	9	7,427	4,673
Negative fair value of derivatives	18	13,412	17,389
Customer acceptances		7,511	8,468
Other liabilities	10	46,316	31,273
<b>TOTAL LIABILITIES</b>		<b>832,652</b>	<b>752,801</b>
<b><u>EQUITY</u></b>			
Issued capital		6,317	6,317
Treasury shares		(46)	(46)
Tier 1 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		(405)	(1,570)
Currency translation reserve		(6,174)	(7,461)
Retained earnings		90,291	79,373
<b>TOTAL EQUITY ATTRIBUTABLE TO EQUITY AND NOTE HOLDERS OF THE GROUP</b>		<b>123,169</b>	<b>109,799</b>
Non-controlling interest		220	173
<b>TOTAL EQUITY</b>		<b>123,389</b>	<b>109,972</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>956,041</b>	<b>862,773</b>

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

16 OCT 2024

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

**GROUP CONDENSED CONSOLIDATED INTERIM STATEMENT OF INCOME  
 FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)**

	Notes	Unaudited three months period ended 30 September 2024 AED million	Unaudited three months period ended 30 September 2023 AED million	Unaudited nine months period ended 30 September 2024 AED million	Unaudited nine months period ended 30 September 2023 AED million
Interest and similar income		18,180	13,409	50,334	34,991
Interest and similar expense		(11,285)	(6,921)	(30,970)	(16,640)
<b>Net interest income</b>		<b>6,895</b>	<b>6,488</b>	<b>19,364</b>	<b>18,351</b>
Income from Islamic financing and investment products		2,406	1,891	6,624	5,275
Distribution on Islamic deposits and profit paid to Sukuk holders		(822)	(539)	(2,159)	(1,360)
<b>Net income from Islamic financing and investment products</b>		<b>1,584</b>	<b>1,352</b>	<b>4,465</b>	<b>3,915</b>
<b>Net interest income and net income from Islamic financing and investment products</b>		<b>8,479</b>	<b>7,840</b>	<b>23,829</b>	<b>22,266</b>
Fee and commission income		3,525	2,394	9,784	6,403
Fee and commission expense		(1,776)	(1,116)	(4,639)	(2,887)
<b>Net fee and commission income</b>		<b>1,749</b>	<b>1,278</b>	<b>5,145</b>	<b>3,516</b>
Net gain on trading securities		233	140	633	330
Other operating income	13	1,039	2,174	3,269	6,607
<b>Total operating income</b>		<b>11,500</b>	<b>11,432</b>	<b>32,876</b>	<b>32,719</b>
General and administrative expenses	14	(3,541)	(2,896)	(9,652)	(8,356)
<b>Operating profit before impairment</b>		<b>7,959</b>	<b>8,536</b>	<b>23,224</b>	<b>24,363</b>
Net impairment (loss) / reversal	15	(872)	(553)	1,344	(1,502)
<b>Operating profit before taxation and others</b>		<b>7,087</b>	<b>7,983</b>	<b>24,568</b>	<b>22,861</b>
Hyperinflation adjustment on net monetary position	2	(788)	(1,810)	(2,405)	(3,162)
<b>Profit for the period before taxation</b>		<b>6,299</b>	<b>6,173</b>	<b>22,163</b>	<b>19,699</b>
Taxation charge		(1,060)	(939)	(3,145)	(2,206)
<b>Profit for the period</b>		<b>5,239</b>	<b>5,234</b>	<b>19,018</b>	<b>17,493</b>
<b>Attributable to:</b>					
Equity holders of the Group		5,230	5,221	18,990	17,459
Non-controlling interest		9	13	28	34
<b>Profit for the period</b>		<b>5,239</b>	<b>5,234</b>	<b>19,018</b>	<b>17,493</b>
<b>Earnings per share (AED)</b>	17	<b>0.81</b>	<b>0.81</b>	<b>2.95</b>	<b>2.71</b>

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 NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)**

	Unaudited three months period ended 30 September 2024 AED million	Unaudited three months period ended 30 September 2023 AED million	Unaudited nine months period ended 30 September 2024 AED million	Unaudited nine months period ended 30 September 2023 AED million
Profit for the period	5,239	5,234	19,018	17,493
<b>Other comprehensive income</b>				
<b>Items that will not be reclassified subsequently to the statement of income:</b>				
Movement in fair value reserve (equity instruments):				
- Net change in fair value	30	(23)	30	114
- Net amount transferred to retained earnings	-	-	128	-
<b>Items that may be reclassified subsequently to the statement of income:</b>				
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	22	(117)	(54)	26
Cash flow hedges:				
- Effective portion of changes in fair value	534	146	767	235
Fair value reserve (debt instruments):				
- Net change in fair value	802	20	716	(1,320)
- Net amount transferred to the statement of income	(198)	(89)	(357)	(363)
- Related deferred tax	(128)	26	(65)	427
Currency translation reserves	(564)	(386)	(2,651)	(4,317)
Hedge of a net investment in foreign operation	(1)	6	4	(41)
Hyperinflation adjustment (note 2)	1,242	2,063	3,934	3,893
Other comprehensive income / (loss) for the period	1,739	1,646	2,452	(1,346)
<b>Total comprehensive income for the period</b>	<b>6,978</b>	<b>6,880</b>	<b>21,470</b>	<b>16,147</b>
<b>Attributable to:</b>				
Equity holders of the Group	6,969	6,867	21,442	16,113
Non-controlling interest	9	13	28	34
<b>Total comprehensive income for the period</b>	<b>6,978</b>	<b>6,880</b>	<b>21,470</b>	<b>16,147</b>

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 CASH FLOWS  
 FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)**

	Notes	Unaudited nine months period ended 30 September 2024 AED million	Unaudited nine months period ended 30 September 2023 AED million
<b><u>OPERATING ACTIVITIES</u></b>			
Profit for the period before taxation		22,163	19,699
Adjustment for non-cash and other items	21	741	2,827
<b>Operating profit before changes in operating assets and liabilities</b>		<b>22,904</b>	<b>22,526</b>
(Increase) / decrease in interest free statutory deposits		(14,168)	(9,852)
(Increase) / decrease in certificate of deposits with Central Banks maturing after three months		(46)	1,000
(Increase) / decrease in amounts due from banks maturing after three months		1,061	(13,483)
Increase / (decrease) in amounts due to banks maturing after three months		16,697	340
(Increase) / decrease in other assets		(3,409)	(4,886)
Increase / (decrease) in other liabilities		7,863	(1,802)
(Increase) / decrease in positive fair value of derivatives		4,470	(2,552)
Increase / (decrease) in negative fair value of derivatives		(3,977)	3,203
Increase / (decrease) in customer deposits		60,251	67,234
(Increase) / decrease in loans and receivables		(47,345)	(40,139)
		<b>44,301</b>	<b>21,589</b>
Taxes paid		(1,340)	(1,411)
<b>Net cash flows generated from / (used in) operating activities</b>		<b>42,961</b>	<b>20,178</b>
<b><u>INVESTING ACTIVITIES</u></b>			
(Increase) / decrease in investment securities		(12,960)	(25,636)
(Increase) / decrease of property and equipment		(2,465)	(797)
Dividend income received		9	5
<b>Net cash flows generated from / (used in) investing activities</b>		<b>(15,416)</b>	<b>(26,428)</b>
<b><u>FINANCING ACTIVITIES</u></b>			
Issuance of debt issued and other borrowed funds	8	20,173	14,213
Issuance of Sukuks	9	2,754	1,000
Repayment of debt issued and other borrowed funds	8	(15,044)	(5,311)
Interest on Tier 1 capital notes		(383)	(383)
Dividends paid		(7,573)	(3,786)
<b>Net cash flows generated from / (used in) financing activities</b>		<b>(73)</b>	<b>5,733</b>
<b>Increase / (decrease) in cash and cash equivalents</b>	21	<b>27,472</b>	<b>(517)</b>

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

**GROUP CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY  
 FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)**

	ATTRIBUTABLE TO EQUITY AND NOTE HOLDERS OF THE GROUP											
	Issued capital	Treasury shares	Tier 1 capital notes	Share premium reserve	Legal and statutory reserve	Other reserves	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	-	-	-	-	-	-	-	-	18,990	18,990	28	19,018
Other comprehensive income / (loss) for the period	-	-	-	-	-	-	1,165	1,287	-	2,452	-	2,452
Interest on Tier 1 capital notes	-	-	-	-	-	-	-	-	(383)	(383)	-	(383)
Gain / (loss) on sale of FVOCI equity instruments	-	-	-	-	-	-	-	-	(116)	(116)	-	(116)
Increase in non-controlling interest	-	-	-	-	-	-	-	-	-	-	19	19
Dividends paid* (Note 11)	-	-	-	-	-	-	-	-	(7,573)	(7,573)	-	(7,573)
Balance as at 30 September 2024	6,317	(46)	9,129	17,954	3,158	2,945	(405)	(6,174)	90,291	123,169	220	123,389
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	-	-	-	-	-	-	-	-	17,459	17,459	34	17,493
Other comprehensive income / (loss) for the period	-	-	-	-	-	-	(881)	(465)	-	(1,346)	-	(1,346)
Interest on Tier 1 capital notes	-	-	-	-	-	-	-	-	(383)	(383)	-	(383)
Gain / (loss) on sale of FVOCI equity instruments	-	-	-	-	-	-	-	-	-	-	-	-
Increase in non-controlling interest	-	-	-	-	-	-	-	-	-	-	26	26
Dividends paid* (Note 11)	-	-	-	-	-	-	-	-	(3,786)	(3,786)	-	(3,786)
Balance as at 30 September 2023	6,317	(46)	9,129	17,954	3,158	2,945	(2,177)	(7,773)	75,636	105,143	166	105,309

\*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 Group condensed consolidated interim financial statements for the period ended 30 September 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](http://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 Group 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 Group 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 Group 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 consolidated financial statements as at and for the year ended 31 December 2023. In addition, results for the nine months period ended 30 September 2024 are not necessarily indicative of the results that may be expected for the full financial year ending 31 December 2024.

In preparing these Group 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 Group 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.

As the Group’s accounting year ends on 31 December, the first tax period will be 1 January 2024 to 31 December 2024, with the first return to be filed on or before 30 September 2025.

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 30 September 2024 is AED 3,145 million, representing Group effective tax rate of 13% (30 September 2023: 9%). 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 30 September 2024, the three-year cumulative inflation rate has been 343% based on the Turkish CPI. The consumer price index at the beginning of the reporting period was 1,859 and closed at 2,526 resulting in an increase of 36%.

- Net non-monetary position (excluding equity) has been indexed by applying the difference in CPI from 31 December 2023 to 30 September 2024 resulting in a gain of AED 1.8 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 3.9 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 30 September 2024, the indexation impact on the Group consolidated statement of income is as follows:

<b>30 September 2024</b> <b>In AED billion</b>	<b>Hyperinflation</b> <b>Impact</b>
Total operating income	0.62
General administrative expenses	(0.36)
Net impairment loss on financial assets	(0.05)
Taxation charge	0.07

During the nine months period ended 30 September 2024, the loss due to hyperinflation accounting for DenizBank was AED 2.4 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 1.5 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 35 bps, arising from the AED 3.4 billion non-monetary items credit adjustment to equity partially offset by AED 5.7 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 NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)

### 3 CASH AND DEPOSITS WITH CENTRAL BANKS

	Unaudited 30 September 2024 AED million	Audited 31 December 2023 AED million
Cash	6,013	5,950
Statutory and other deposits with Central Banks	86,491	72,320
Interest bearing placements with Central Banks	263	487
Murabahas and interest-bearing certificates of deposits with Central Banks	7,761	17,285
Less: Expected credit losses	(9)	(11)
	100,519	96,031

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 30 September 2024 AED million	Audited 31 December 2023 AED million
Due from banks in UAE	18,200	14,821
Due from foreign banks	94,161	77,635
Less: Expected credit losses	(310)	(154)
	112,051	92,302

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

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
 FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)
**5 INVESTMENT SECURITIES**

	Domestic*	Regional**	International***	Total
	AED million	AED million	AED million	AED million
<b><u>Unaudited 30 September 2024</u></b>				
<b><u>TRADING SECURITIES</u></b>				
<b><u>MEASURED AT FVTPL</u></b>				
Government Bonds	2,387	1,392	3,632	7,411
Corporate Bonds	1,148	1,193	802	3,143
Equity	-	-	127	127
Others	-	-	781	781
	<u>3,535</u>	<u>2,585</u>	<u>5,342</u>	<u>11,462</u>
<b><u>DESIGNATED AS AT FVTPL</u></b>				
Equity	-	73	2	75
Others	-	3	5	8
	<u>-</u>	<u>76</u>	<u>7</u>	<u>83</u>
<b><u>MEASURED AT AMORTISED COST</u></b>				
Government Bonds	84,926	18,092	33,712	136,730
Corporate Bonds	4,551	2,635	3,200	10,386
	<u>89,477</u>	<u>20,727</u>	<u>36,912</u>	<u>147,116</u>
Less: Expected credit losses				(74)
				<u>147,042</u>
<b><u>MEASURED AT FVOCI - DEBT INSTRUMENTS</u></b>				
Government Bonds	2,280	1,414	14,702	18,396
Corporate Bonds	5,229	3,707	2,491	11,427
	<u>7,509</u>	<u>5,121</u>	<u>17,193</u>	<u>29,823</u>
Less: Expected credit losses				(76)
				<u>29,747</u>
<b><u>MEASURED AT FVOCI - EQUITY INSTRUMENTS</u></b>				
Equity	103	1	602	706
	<u>103</u>	<u>1</u>	<u>602</u>	<u>706</u>
Gross Investment securities	<u>100,624</u>	<u>28,510</u>	<u>60,056</u>	<u>189,190</u>
Net Investment securities				<u>189,040</u>

As at 30 September 2024, the fair value of investment securities measured at amortised cost amounted to AED 144,013 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 NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)**5 INVESTMENT SECURITIES (CONTINUED)**

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

\*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 NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)
**6 LOANS AND RECEIVABLES**

	Unaudited 30 September 2024 AED million	Audited 31 December 2023 AED million
Gross loans and receivables	524,783	480,885
Less: Expected credit losses	(30,940)	(35,780)
Net loans and receivables	493,843	445,105
	Unaudited 30 September 2024 AED million	Audited 31 December 2023 AED million
<u>At Amortised Cost</u>		
Overdrafts	22,767	22,926
Time loans	344,257	326,305
Loans against trust receipts	9,959	8,216
Bills discounted	8,210	8,001
Credit card receivables	25,349	24,472
Gross loans - conventional	410,542	389,920
Murabaha	85,199	63,500
Ijara	27,250	24,621
Wakala	1,173	935
Istisna'a	1,734	1,688
Credit cards receivable	3,466	2,877
Others	350	537
Less: Deferred income	(4,931)	(3,193)
Gross Islamic financing receivables	114,241	90,965
Gross loans and receivables	524,783	480,885
Total of credit impaired loans and receivables	20,722	22,022

Ijara assets amounting to AED 5.2 billion (2023: AED 2.9 billion) were securitised for the purpose of issuance of Sukuks payable (refer Note 9).

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

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
 FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)
**6 LOANS AND RECEIVABLES (CONTINUED)**

	Unaudited 30 September 2024	Audited 31 December 2023
	AED million	AED million
<u>Analysis by economic activity</u>		
Manufacturing	29,718	28,305
Construction	12,261	11,535
Trade	35,724	32,397
Transport and communication	38,912	32,798
Utilities and services	29,384	27,711
Sovereign	69,666	81,432
Personal	154,451	132,727
Real estate	44,705	45,605
Hotels and restaurants	9,540	9,476
Management of companies and enterprises	42,410	37,694
Financial institutions and investment companies	30,178	23,220
Agriculture	12,898	4,359
Others	19,867	16,819
	529,714	484,078
Less: Deferred Income	(4,931)	(3,193)
Gross loans and receivables	524,783	480,885
Less: Expected credit losses	(30,940)	(35,780)
Net loans and receivables	493,843	445,105

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

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
 FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)
**7 OTHER ASSETS**

	Unaudited 30 September 2024 AED million	Audited 31 December 2023 AED million
Accrued interest receivable	9,191	6,358
Islamic profit receivable	397	320
Prepayments and other advances	2,759	2,693
Sundry debtors and other receivables	7,221	3,322
Inventory	4,529	3,746
Deferred tax asset	381	493
Investment properties	360	359
Others	3,286	4,099
	28,124	21,390



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

NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)**8 DEBT ISSUED AND OTHER BORROWED FUNDS**

	Unaudited 30 September 2024 AED million	Audited 31 December 2023 AED million
Medium term note programmes	56,196	51,233
Term loans from banks	13,509	11,909
Borrowings raised from loan securitisations	2,680	2,974
	<u>72,385</u>	<u>66,116</u>

	Unaudited 30 September 2024 AED million	Audited 31 December 2023 AED million
Balance as at 1 January	66,116	53,487
New issuances	20,173	22,386
Repayments	(15,044)	(8,050)
Other movements*	1,140	(1,707)
Balance at end of period / year	<u>72,385</u>	<u>66,116</u>

\*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 30 September 2024 and 31 December 2023, the outstanding medium term notes and borrowings are falling due as below:

	Unaudited 30 September 2024 AED million	Audited 31 December 2023 AED million
2024	5,936	19,278
2025	18,972	11,063
2026	7,743	7,639
2027	12,011	4,660
2028	7,086	7,010
2029	4,245	576
Beyond 2029	16,392	15,890
	<u>72,385</u>	<u>66,116</u>

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

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
 FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)
**9 SUKUKS PAYABLE**

	Unaudited 30 September 2024 AED million	Audited 31 December 2023 AED million
Balance as at 1 January	4,673	3,673
New issuances*	2,754	1,000
Balance at end of period / year	7,427	4,673

\*During 2024, the Group issued Sukuks amounting to AED 2,754 million under a Shariah compliant Sukuk financing arrangement with the maturity falling due in May 2029.

As at 30 September 2024 and 31 December 2023, the outstanding Sukuks are falling due as follows:

	Unaudited 30 September 2024 AED million	Audited 31 December 2023 AED million
2025	1,836	1,836
2026	2,837	2,837
2029	2,754	-
	7,427	4,673

**10 OTHER LIABILITIES**

	Unaudited 30 September 2024 AED million	Audited 31 December 2023 AED million
Accrued interest payable	9,244	6,114
Profit payable to Islamic depositors	688	533
Managers' cheques	3,866	2,690
Trade and other payables	11,655	8,014
Staff related liabilities	1,765	1,805
Provision for taxation	2,287	489
Others	16,811	11,628
	46,316	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 (30 September 2023: AED 3,790 million, AED 0.60 per share) which has been recognised in the Group condensed consolidated interim financial statements as of 30 September 2024.

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

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
 FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 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 nine months period ended 30 September 2024 AED million	Unaudited nine months period ended 30 September 2023 AED million
Dividend income on equity investment measured at FVOCI	-	1
Dividend income on equity investments measured at FVTPL	9	4
Gain from sale of debt investment securities measured at FVOCI	357	363
Gain from investment securities designated at fair value through profit or loss	5	33
Rental income	46	42
Gain on sale of investment properties / inventories	61	118
Foreign exchange and derivative income / (loss)*	2,436	5,283
Other income (net)	355	763
	<u>3,269</u>	<u>6,607</u>

\* Foreign exchange income / (loss) 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 NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)**14 GENERAL AND ADMINISTRATIVE EXPENSES**

	Unaudited nine months period ended 30 September 2024	Unaudited nine months period ended 30 September 2023
	AED million	AED million
Staff cost	5,924	5,011
Occupancy cost	235	235
Equipment & supplies	208	187
Information technology cost	548	419
Communication cost	298	279
Service, legal and professional fees	314	244
Marketing related expenses	203	143
Depreciation	798	603
Amortisation of intangibles	-	28
Others	1,124	1,207
	<u>9,652</u>	<u>8,356</u>

**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 nine months period ended 30 September 2024	Unaudited nine months period ended 30 September 2023
	AED million	AED million
Net impairment of cash and deposits with Central Banks	(3)	3
Net impairment of due from banks	162	10
Net impairment of investment securities	40	6
Net impairment of loans and receivables	(1,393)	1,637
Net impairment of unfunded exposures	812	547
Bad debt recovery - net	(1,047)	(627)
Net impairment on financial assets	<u>(1,429)</u>	<u>1,576</u>
Net impairment on non-financial assets	85	(74)
	<u>(1,344)</u>	<u>1,502</u>

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

NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)**16 COMMITMENTS AND CONTINGENCIES**

The Group's commitments and contingencies are as follows:

	Unaudited 30 September 2024 AED million	Audited 31 December 2023 AED million
Letters of credit	18,579	16,180
Guarantees	75,482	65,428
Liability on risk participations	416	379
Irrevocable loan commitments*	87,541	66,018
	182,018	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 nine months period ended 30 September 2024 AED million	Unaudited nine months period ended 30 September 2023 AED million
Profit for the period attributable to equity holders	18,990	17,459
Deduct : Interest on Tier 1 capital notes	(383)	(383)
Net profit attributable to equity holders	18,607	17,076
Weighted average number of equity shares in issue (million)	6,311	6,311
Earnings per share* (AED)	2.95	2.71
Adjusted earnings per share** (AED)	3.33	3.21

\*The diluted and basic earnings per share were the same for the nine months period ended 30 September 2024 and nine months period ended 30 September 2023.

\*\*Adjusted EPS for the nine months period ended 30 September 2024 and for the nine months period ended 30 September 2023 represent 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 NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)

## 18 DERIVATIVES

	Unaudited 30 September 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	10,503	(9,709)	982,112	14,594	(12,790)	870,181
Derivatives held as cash flow hedges	707	(435)	40,318	350	(786)	31,815
Derivatives held as fair value hedges	321	(3,267)	27,365	340	(3,808)	30,170
Derivatives held as hedge of a net investment in foreign operations	-	(1)	334	-	(5)	623
<b>Total</b>	<b>11,531</b>	<b>(13,412)</b>	<b>1,050,129</b>	<b>15,284</b>	<b>(17,389)</b>	<b>932,789</b>

## 19 OPERATING SEGMENTS

The Group is organised into the following main businesses:

- Corporate and Institutional Banking represents corporate loans, customer deposits (including current and saving accounts), trade finance (including cash), Islamic products (including Emirates Islamic Bank P.J.S.C.) and structured financing for the Group excluding DenizBank;
- Retail banking and Wealth Management represents retail loans, customer deposits, private banking and wealth management, Islamic products (including Emirates Islamic Bank P.J.S.C.), equity broking services, asset management and consumer financing for the Group excluding DenizBank;
- 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 for the Group excluding DenizBank;
- 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 NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)
**19 OPERATING SEGMENTS (CONTINUED)****Unaudited 30 September 2024**

	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	4,121	9,370	2,141	4,811	3,386	23,829
Net fee, commission and other income	2,048	4,058	(65)	3,088	(82)	9,047
Total operating income	6,169	13,428	2,076	7,899	3,304	32,876
General and administrative expenses	(579)	(3,780)	(168)	(3,138)	(1,987)	(9,652)
Net impairment (loss) / reversal	3,025	(1,569)	(42)	(120)	50	1,344
Hyperinflation adjustment on net monetary position	-	-	-	(2,405)	-	(2,405)
Profit for the period before taxation	8,615	8,079	1,866	2,236	1,367	22,163
Segment Assets	388,472	178,425	214,477	167,476	7,191	956,041
Segment Liabilities and Equity	255,527	336,822	30,718	149,465	183,509	956,041

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

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
 FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)
**19 OPERATING SEGMENTS (CONTINUED)**

<b>Unaudited 30 September 2023</b>	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	4,156	8,535	2,607	4,294	2,674	22,266
Net fees, commission and other income	1,739	3,522	369	4,732	91	10,453
Total operating income	5,895	12,057	2,976	9,026	2,765	32,719
General and administrative expenses	(516)	(3,021)	(149)	(2,664)	(2,006)	(8,356)
Net impairment loss	402	(2,654)	-	633	117	(1,502)
Hyperinflation adjustment on net monetary position	-	-	-	(3,162)	-	(3,162)
Profit for the period before taxation	5,781	6,382	2,827	3,833	876	19,699
Segment Assets	358,422	135,785	204,941	135,562	853	835,563
Segment Liabilities and Equity	226,384	294,658	37,440	122,216	154,865	835,563



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

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
 FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)

## 20 RELATED PARTY TRANSACTIONS

Emirates NBD Group is majorly 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 30 September 2024 AED million	Audited 31 December 2023 AED million
<b><u>Loans and receivables:</u></b>		
To majority shareholder of the parent	62,158	76,028
To parent	2,629	2,278
To directors and related companies	1,655	1,658
	66,442	79,964
<b><u>Customer and Islamic deposits:</u></b>		
From majority shareholder of the parent	8,853	8,297
From parent	277	553
	9,130	8,850
Investment in Government of Dubai bonds	6,348	6,377

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

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
 FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)
**20 RELATED PARTY TRANSACTIONS (CONTINUED)**

	Unaudited nine months period ended 30 September 2024 AED million	Unaudited nine months period ended 30 September 2023 AED million
Payments made to other related parties	17	17
Fees received in respect of funds managed by the Group	18	18
Directors sitting and other fee	22	14

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

	Unaudited nine months period ended 30 September 2024 AED million	Unaudited nine months period ended 30 September 2023 AED million
<u>Key management compensation:</u>		
Short term employment benefits	88	86
Post employment benefits	2	2

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 NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)

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

	Unaudited nine months period ended 30 September 2024 AED million	Unaudited nine months period ended 30 September 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)	27,472	(517)
Balance at end of period	46,977	35,849
(b) Analysis of cash and cash equivalents		
Cash and deposits with Central Banks	100,519	79,635
Due from banks	112,051	89,869
Due to banks	(40,789)	(37,159)
	171,781	132,345
Less: deposits with Central Banks for regulatory purposes	(86,491)	(61,419)
Less: certificates of deposits with Central Banks maturing after three months	(46)	-
Less: amounts due from banks maturing after three months	(62,992)	(55,979)
Add: amounts due to banks maturing after three months	24,725	20,902
	46,977	35,849

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

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
 FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024 (UNAUDITED)

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

	Unaudited nine months period ended 30 September 2024 AED million	Unaudited nine months period ended 30 September 2023 AED million
(c) Adjustment for non-cash and other items		
Net impairment loss / (reversal) on cash and deposits with Central Banks	(3)	3
Net impairment loss / (reversal) on due from banks	162	(64)
Net impairment loss / (reversal) on investment securities	40	6
Net impairment loss / (reversal) on loans and receivables	(1,393)	1,637
Net impairment loss / (reversal) on unfunded exposures	812	547
Amortisation of fair value	89	76
Amortisation of (discount) / premium on investment securities	(2,517)	(1,716)
Unrealised foreign exchange loss / (gain)	(237)	(222)
Amortisation of intangibles	-	28
Depreciation / impairment on property and equipment / Investment property	893	615
Dividend income on equity investments	(9)	(5)
Unrealised (gain) / loss on investments	(33)	59
Unrealised (gain) / loss on FV hedged item	591	(1,181)
(Gain) / loss on sale of investment properties / inventories	(61)	(118)
Amortisation of (discount) / premium on Sukuks	2	-
Hyperinflation adjustment on net monetary position	2,405	3,162
	<u>741</u>	<u>2,827</u>

**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 30 September 2024****Investment Securities**

	Level 1 AED million	Level 2 AED million	Level 3 AED million	Total AED million
Trading securities at FVTPL	11,462	-	-	11,462
FVOCI - debt instruments	29,803	20	-	29,823
FVOCI - equity instruments	554	-	152	706
Designated at FVTPL	18	-	65	83
	<u>41,837</u>	<u>20</u>	<u>217</u>	<u>42,074</u>

**Derivatives****Positive fair value of derivatives**

Derivatives held for trading	-	10,503	-	10,503
Derivatives held as cash flow hedges	-	707	-	707
Derivatives held as fair value hedges	-	321	-	321
Derivatives held as hedge of a net investment in foreign operations	-	-	-	-
	<u>-</u>	<u>11,531</u>	<u>-</u>	<u>11,531</u>

**Negative fair value of derivatives**

Derivatives held for trading	-	(9,709)	-	(9,709)
Derivatives held as cash flow hedges	-	(435)	-	(435)
Derivatives held as fair value hedges	-	(3,267)	-	(3,267)
Derivatives held as hedge of a net investment in foreign operations	-	(1)	-	(1)
	<u>-</u>	<u>(13,412)</u>	<u>-</u>	<u>(13,412)</u>
	<u>41,837</u>	<u>(1,861)</u>	<u>217</u>	<u>40,193</u>

Audited 31 December 2023

34,042

(2,083)

181

32,140

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

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
 FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 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	-	(1)	-	-	(1)
- in other comprehensive income	-	-	-	(1)	(1)
Purchases	-	-	-	38	38
Settlements and other adjustments	-	-	-	-	-
Balance as at 30 September 2024 (unaudited)	-	65	-	152	217
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 30 September 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 NINE MONTHS PERIOD ENDED 30 SEPTEMBER 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 30 September 2024 and 30 September 2023 are given below:

**Loans and receivables****Unaudited 30 September 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	(11,220)	11,220	-	-
Transfers from stage 2	3,356	(7,960)	4,604	-
Transfers from stage 3	-	456	(456)	-
New financial assets, net of repayments	55,505	(4,317)	(2,384)	48,804
Amounts written off during the period	-	-	(2,569)	(2,569)
Exchange and other adjustments	(1,116)	(726)	(495)	(2,337)
<b>Total gross loans and receivables</b>	<b>479,744</b>	<b>24,317</b>	<b>20,722</b>	<b>524,783</b>
Expected credit losses	(5,586)	(5,812)	(19,542)	(30,940)
<b>Carrying amount</b>	<b>474,158</b>	<b>18,505</b>	<b>1,180</b>	<b>493,843</b>

**Unaudited 30 September 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	(7,315)	5,721	1,594	-
Transfers from stage 2	3,707	(6,782)	3,075	-
Transfers from stage 3	-	64	(64)	-
New financial assets, net of repayments	51,492	(1,842)	(3,750)	45,900
Amounts written off during the period	-	-	(1,948)	(1,948)
Exchange and other adjustments	(5,799)	(696)	811	(5,684)
<b>Total gross loans and receivables</b>	<b>441,783</b>	<b>25,522</b>	<b>26,972</b>	<b>494,277</b>
Expected credit losses	(5,655)	(7,459)	(26,058)	(39,172)
<b>Carrying amount</b>	<b>436,128</b>	<b>18,063</b>	<b>914</b>	<b>455,105</b>

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

 NOTES TO THE GROUP CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
 FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 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 30 September 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	(426)	426	-	-
Transfers from stage 2	434	(1,073)	639	-
Transfers from stage 3	-	294	(294)	-
Allowances / (reversals) made during the period	(509)	(1,408)	2,548	631
Write back / recoveries made during the period	-	-	(2,024)	(2,024)
Amounts written off during the period	-	-	(2,569)	(2,569)
Exchange and other adjustments	(179)	(23)	(676)	(878)
<b>Closing Balance</b>	<b>5,586</b>	<b>5,812</b>	<b>19,542</b>	<b>30,940</b>

**Unaudited 30 September 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	(235)	162	73	-
Transfers from stage 2	322	(1,205)	883	-
Transfers from stage 3	-	30	(30)	-
Allowances / (reversals) made during the period	989	642	3,617	5,248
Write back / recoveries made during the period	-	-	(3,611)	(3,611)
Amounts written off during the period	-	-	(1,949)	(1,949)
Exchange and other adjustments	(240)	44	275	79
<b>Closing Balance</b>	<b>5,655</b>	<b>7,459</b>	<b>26,058</b>	<b>39,172</b>