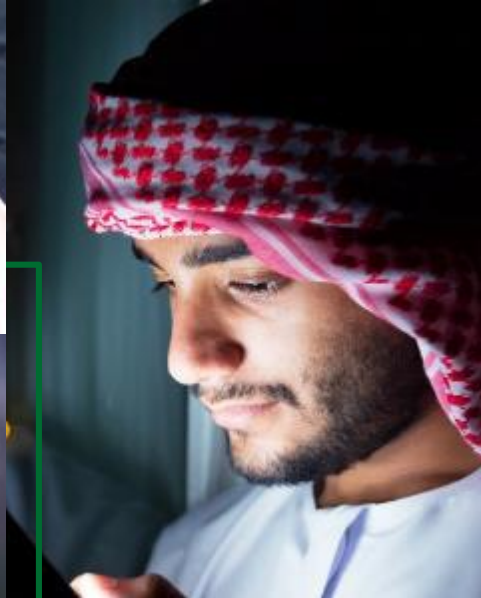




بنك دبي الإسلامي  
Dubai Islamic Bank

#ReadyForTheNew



## Investor Presentation

For the period ending 30 June 2021

# Disclaimer

By attending the meeting where this presentation is made, or by reading the presentation slides, you agree to be bound by the following limitations:

This presentation may contain statements about future events and expectations that are forward-looking statements. These statements typically contain words such as “expects” and “anticipates” and words of similar import. Any statement in this presentation that is not a statement of historical fact is a forward-looking statement that involves known and unknown risks, uncertainties and other factors which may cause our actual results, performance or achievements to be materially different from those expressed or implied by such forward-looking statements. None of the future projections, expectations, estimates or prospects in this presentation should be taken as forecasts or promises nor should they be taken as implying any indication, assurance or guarantee that the assumptions on which such future projections, expectations, estimates or prospects have been prepared are correct or exhaustive or, in the case of the assumptions, fully stated in the presentation. Neither Dubai Islamic Bank P.J.S.C. (“DIB”), nor any of its shareholders, directors, officers or employees assume any obligations to update the forward-looking statements contained herein to reflect actual results, changes in assumptions or changes in factors affecting these statements.

This presentation and its contents are confidential and are being provided to you solely for your information and may not be retransmitted, further distributed to any other person or published, in whole or in part, by any medium or in any form for any purpose. In particular, this presentation is not for distribution to retail clients. If handed out at a physical investor meeting or presentation, this presentation should be returned promptly at the end of such meeting or presentation. If this presentation has been received in error it must be returned immediately to DIB. The opinions presented herein are based on general information gathered at the time of writing and are subject to change without notice. DIB relies on information obtained from sources believed to be reliable but does not guarantee its accuracy or completeness.

No reliance may be placed for any purposes whatsoever on the information contained in this presentation, or any other material discussed verbally, or on its completeness, accuracy or fairness. The information in this presentation is subject to verification, completion and change. The contents of this presentation have not been independently verified. Accordingly, no representation or warranty, express or implied, is made or given by or on behalf of DIB or any of its shareholders, directors, officers or employees or any other person as to, and no reliance should be placed on, the accuracy, completeness or fairness of the information or opinions contained in this presentation. Neither DIB nor any of their shareholders, directors, officers or employees nor their respective advisers and/or agents undertake any obligation to provide the recipient with access to any additional information or to update this presentation or any additional information or to correct any inaccuracies in any such information which may become apparent.

Any investment activity to which this communication may relate is only available to, and any invitation, offer, or agreement to engage in such investment activity will be engaged in only with, relevant persons. Any person who is not a relevant person should not act or rely on this presentation or any of its contents.

The distribution of this presentation in other jurisdictions may also be restricted by law, and persons into whose possession this presentation comes should inform themselves about, and observe, any such restrictions.

This presentation contains data compilations, writings and information that are proprietary and protected under copyright and other intellectual property laws, and may not be redistributed or otherwise transmitted by you to any other person for any purpose. Additionally, this presentation contains translations of currency amounts solely for the convenience of the reader, and these translations should not be construed as representations that these amounts actually represent such U.S. dollar amounts or could be converted into U.S. dollars at the rate indicated.

# Contents

1



Overview

2



Financial Performance

3



Strategic Focus & Theme - 2021

4



Appendix

# UAE taking a lead on recovery, safety and security, as vaccination drive continues to be strong

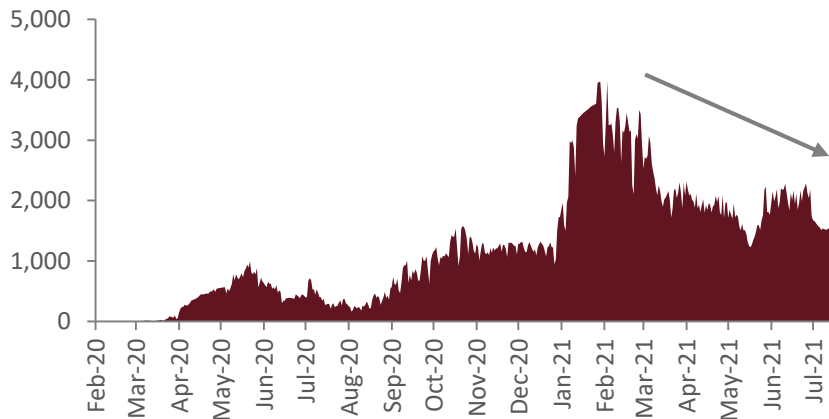
## World's Safest Countries

Rank	Country
1	Iceland
2	<b>United Arab Emirates</b>
3	Qatar
4	Singapore
5	Finland
6	Mongolia
7	Norway
8	Denmark
9	Canada
10	New Zealand

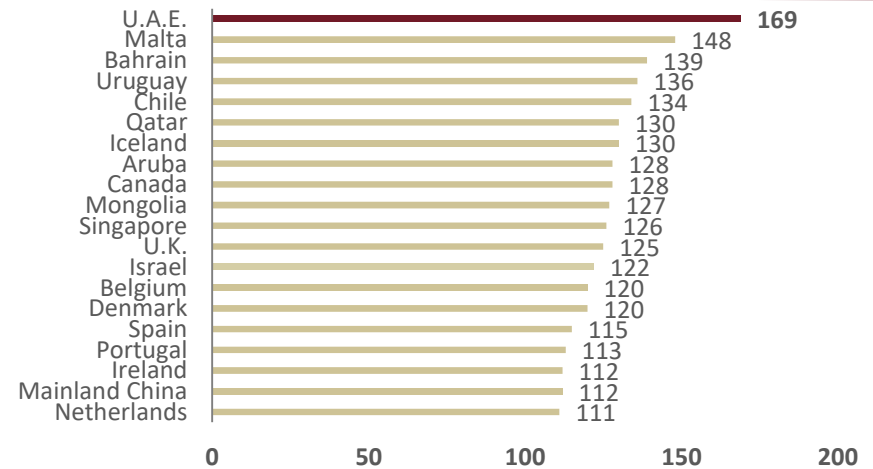
## Share of population fully vaccinated (27 Jul 2021)

Country	Share of population fully vaccinated (%)
Malta	74
Iceland	70
<b>UAE</b>	<b>70</b>
Bahrain	64
Chile	64
Uruguay	62
Aruba	60
Mongolia	60
Qatar	60
Aruba	60

## UAE Covid-19 daily diagnosed cases

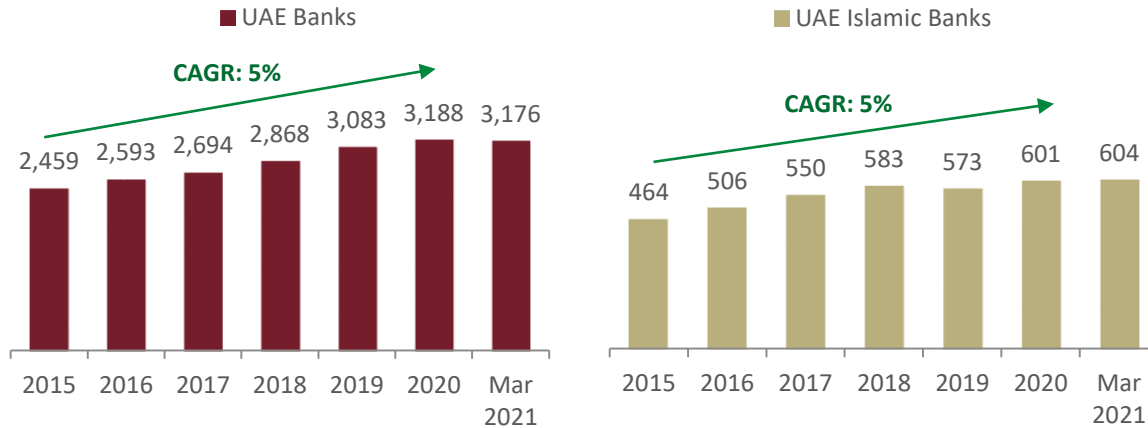


## COVID-19 vaccine doses administered per 100 people (27 Jul 2021)

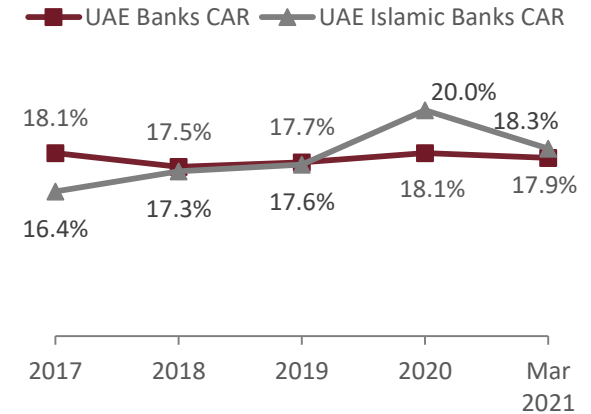


# Key sectors showing signs of improvement, with the economy opening up further

## UAE Banking Assets (AED bn)



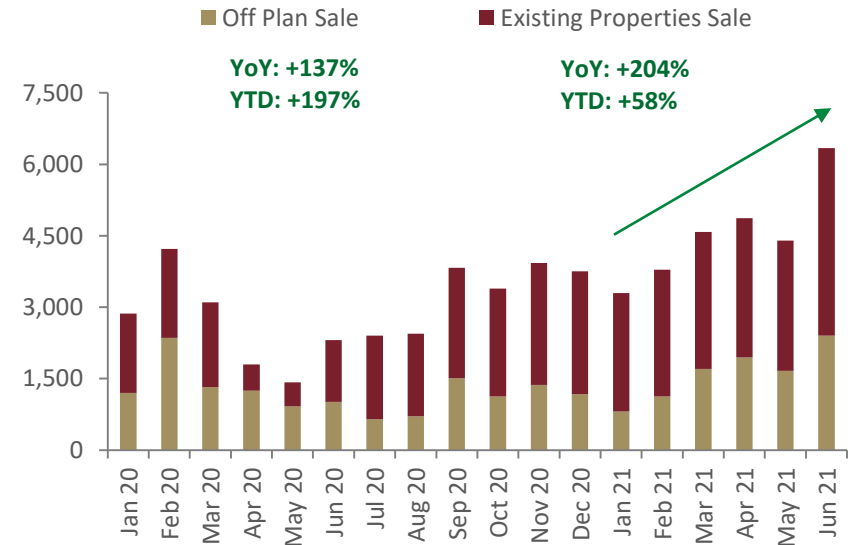
## UAE Banks' Capital Adequacy Ratios (CAR)



## UAE Annual GDP Growth Rates

	2019	2020E	2021F	2022F
Overall GDP	1.7%	-6.1%	2.4%	3.8%
Non-Oil GDP	1.0%	-6.2%	3.8%	3.9%

## Dubai Real Estate Market – Number of Transactions



# Contents

**1**



Overview

**2**



Financial Performance

**3**



Strategic Focus & Theme - 2021

**4**



Appendix

# Overall Financial Performance (for the period ending 30 June 2021)

## Balance Sheet

AED million	Dec 2020	Jun 2021	Change
Net Financing Assets & Sukuk Investments	232,044	232,807	0.3%
<b>Total Assets</b>	<b>289,556</b>	<b>293,782</b>	<b>1.5%</b>
Customers' Deposits	205,925	218,309	6.0%
Sukuk Financing Instruments	18,744	20,594	9.9%
<b>Equity</b>	<b>43,130</b>	<b>39,523</b>	<b>-8.4%</b>
<b>Total Liabilities and Equity</b>	<b>289,556</b>	<b>293,782</b>	<b>1.5%</b>

## Income Statement

AED million	1H2020	1H2021	Change
<b>Total Income</b>	6,824	5,842	-14.4%
<b>Net Operating Revenue</b>	4,723	4,628	-2.0%
Operating Expenses	(1,471)	(1,246)	-15.3%
<b>Profit before Impairment and Tax Charges</b>	<b>3,253</b>	<b>3,382</b>	<b>4.0%</b>
Impairments	(2,120)	(1,498)	-29.3%
Gain on bargain purchase	1,015		-100.0%
Income Tax	(30)	(20)	-33.3%
<b>Group Net Profit</b>	<b>2,118</b>	<b>1,864</b>	<b>-12.0%</b>

## Key Ratios

	Dec 2019	Dec 2020	Jun 2021
Net Financing to Deposit	92%	96%	89%
Total Capital Adequacy	16.5%	18.5%	17.0%
CET1	12.0%	12.0%	12.3%
Non-Performing Financing ("NPF")	3.9%	5.7%	6.3%
ROE	17%	10.4%	10.4%
ROA	2.2%	1.2%	1.3%
Net Profit Margin ("NPM")	3.15%	2.61%	2.54%
Cost to Income <sup>1</sup>	26.9%	29.4%	26.9%
Dividend Per Share (% of par value)	35%	20%	-

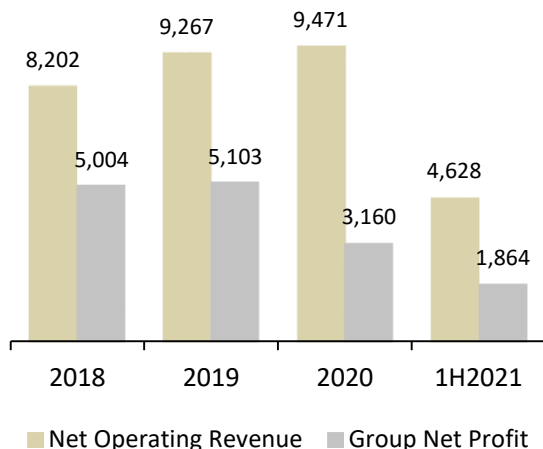
## Highlights

- **Balance sheet growth momentum maintained, with total assets reaching nearly AED 294 billion.**
- **Liquidity** coverage ratio (LCR) at 152% remains well above regulatory requirement which along with the finance to deposit ratio of 89% denotes an extremely healthy liquidity position.
- **Robust growth in customer deposits of 6% YTD to reach AED 218 billion.**
- **Cost to income ratio** improved almost 250bps to 26.9, due to a disciplined approach to cost management.
- **The bank sustained a strong sequential growth of 18% in Net Profit, despite the subdued operating environment.**

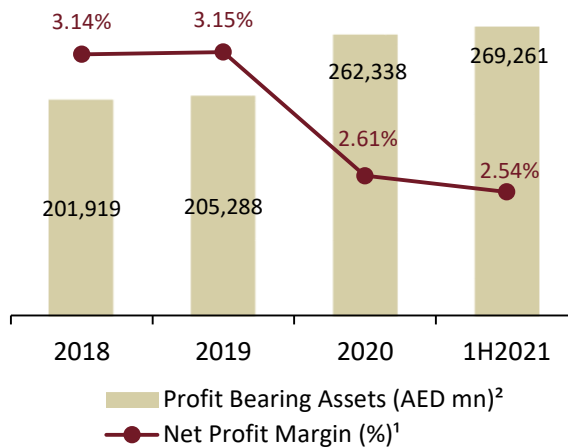
<sup>1</sup> Cost to income ratio - Being the ratio of total operating expenses (excluding integration costs) to net income.

# Operating Performance

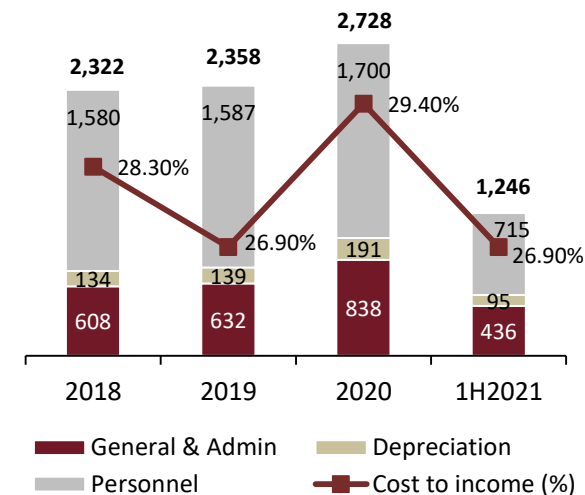
## Profitability (AED mn)



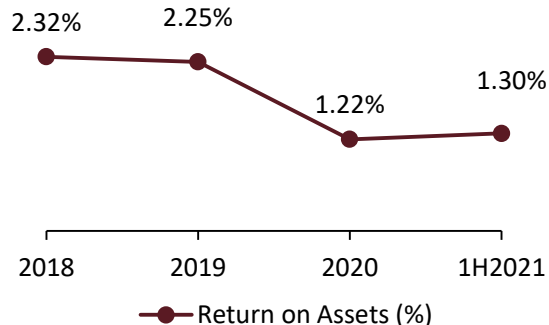
## Net Profit Margin



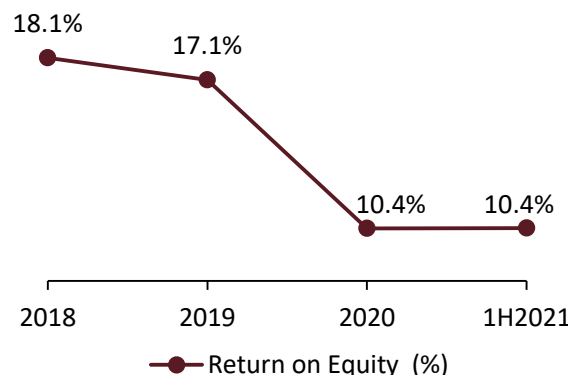
## OPEX trends (AED mn) & Cost to Income



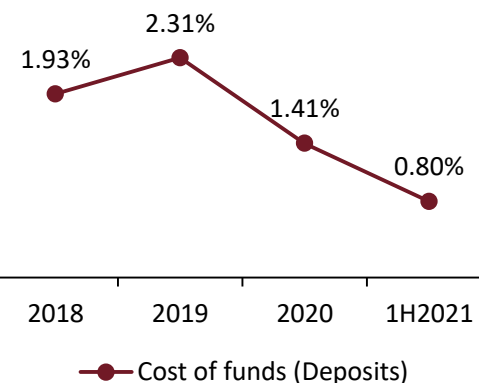
## ROA (%)



## ROE (%)



## Cost of Funds



<sup>1</sup>Net Profit Margin is calculated as Depositors' share of profits subtracted from income from Islamic Financing and Investing Assets transactions divided by Average Profit Bearing Assets.

<sup>2</sup>Profit Bearing Assets are calculated as the sum of Islamic placements with UAE Central Bank and banks, Islamic financing and investing assets and investment in Islamic Sukuk.

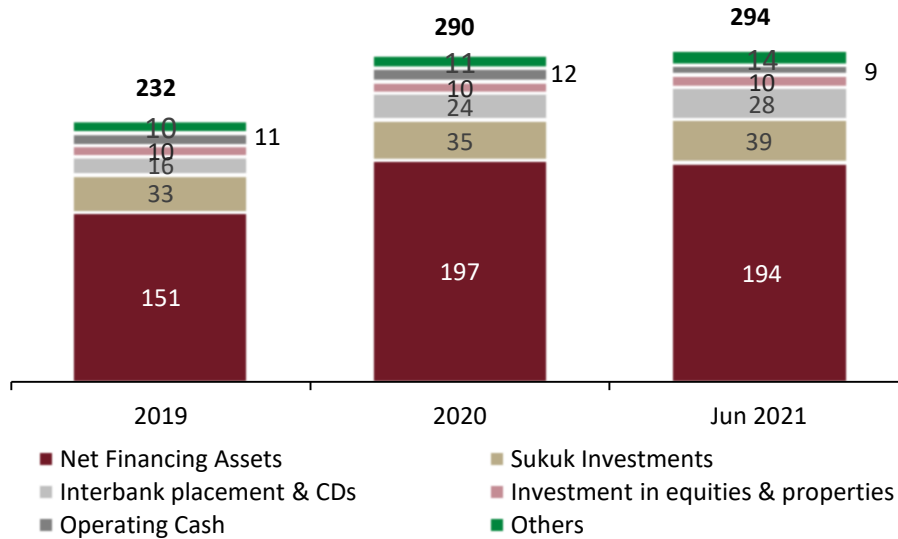
ROE - Being the ratio of annualized net profit (excluding one off / exceptional items) attributable to equity holders to average shareholders' equity, adjusted for estimated dividend distribution.

ROA - Being the ratio of annualized net profit (excluding one off / exceptional items) for the group to average total assets.

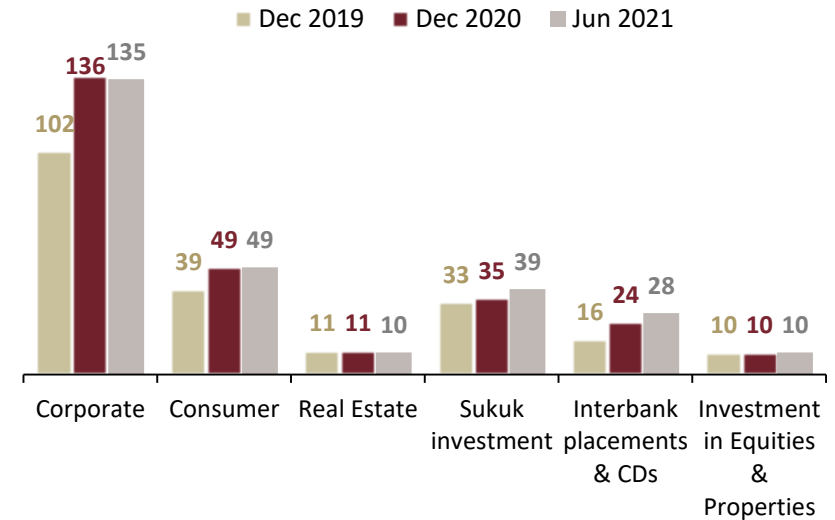


# Overview of Deployment of Funds/Financing

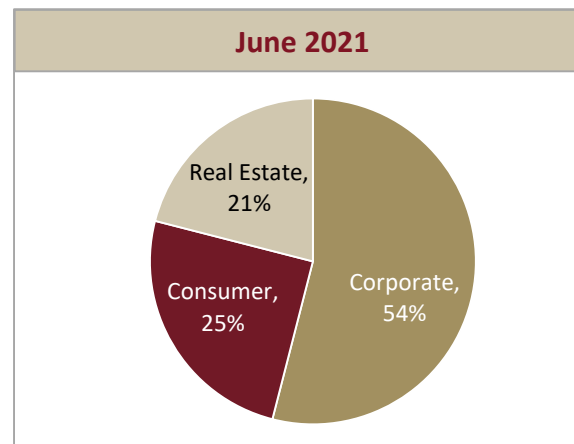
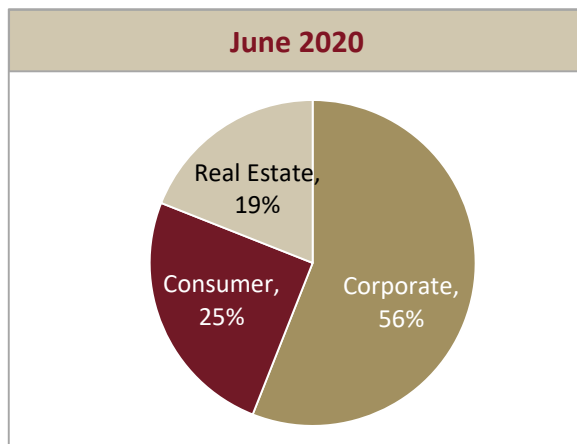
Deployed Funds Composition (AED bn)



Deployment by Segment (AED bn)



Breakdown of Financing Portfolio by Sector (%) \*



## Highlights

- Corporate portfolio has amounted to AED 135 billion, despite significant prepayments.
- Gross new consumer financing amounted to AED 6.6 billion:
  - This was driven by a 22% YoY increase in new home financing, as domestic real estate market activity gains traction

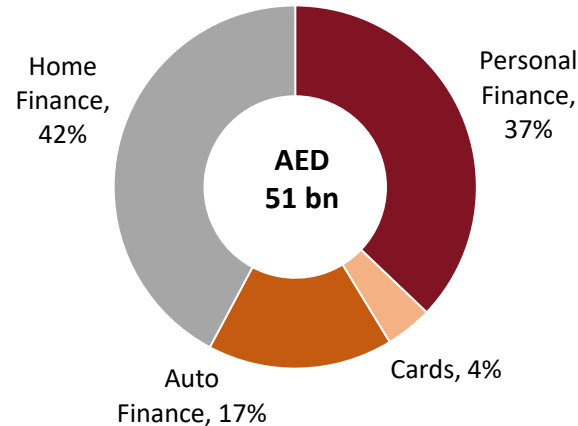
\* Corporate covers all sectors except Real Estate

# Segmental Overview – Consumer

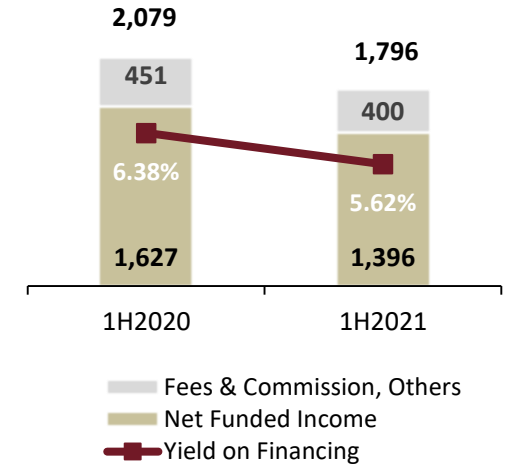
## Management Commentary

- **Consumer financing now stands at AED 51 billion**, supported by gross new financing of AED 6.6 billion, a 9% increase over the same period last year. This was primarily the result of a 22% YoY rise in **new home financing**.
- Auto, personal and home finance continued to be the key contributors to the consumer portfolio.

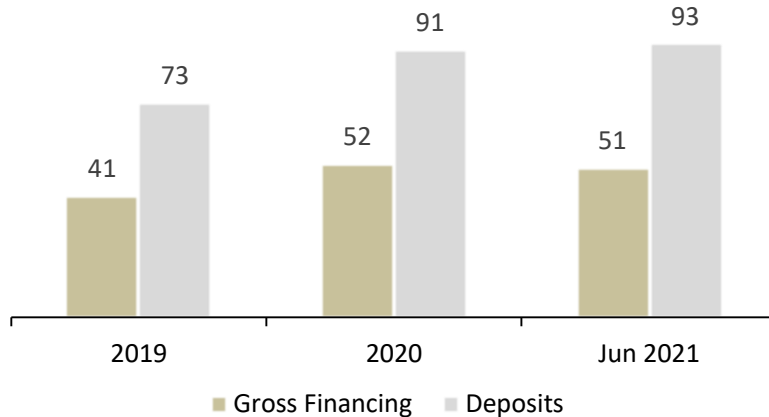
## Breakdown by Portfolio – June 2021



## Revenue Trends (AED mn)



## Segment Gross Financing / Deposits (AED bn)



## CASA (AED bn)

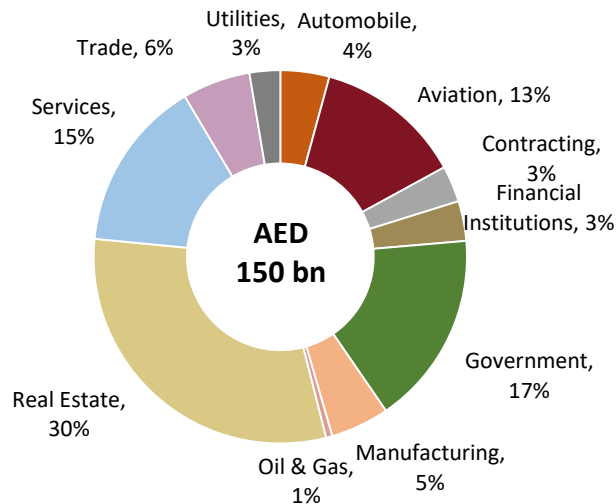


# Segmental Overview – Corporate

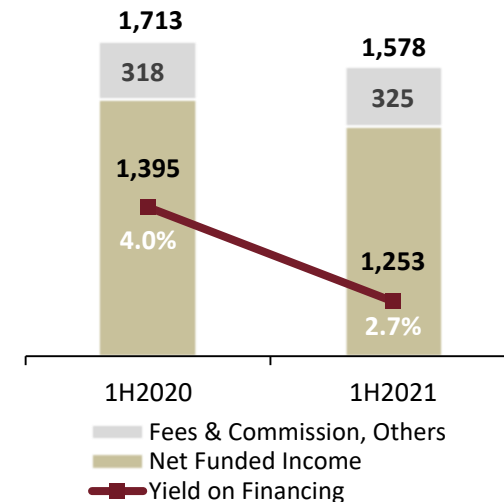
## Management Commentary

- Gross corporate financing remained stable at nearly AED 150 billion, despite significant prepayments during the period.
- Meanwhile, net operating revenue reached AED 1,578 million during 1H2021.
- DIB has continued to maintain a well-diversified corporate financing book, across the primary sectors of the economy. Focus has remained on lower risk sectors such as sovereign and related entities.

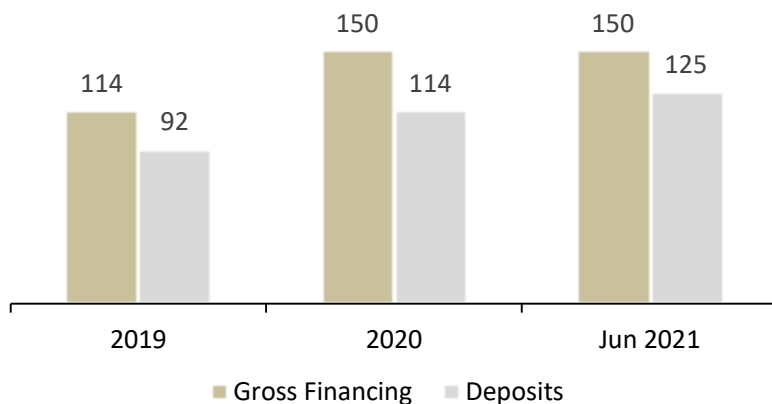
## Breakdown by Portfolio – June 2021



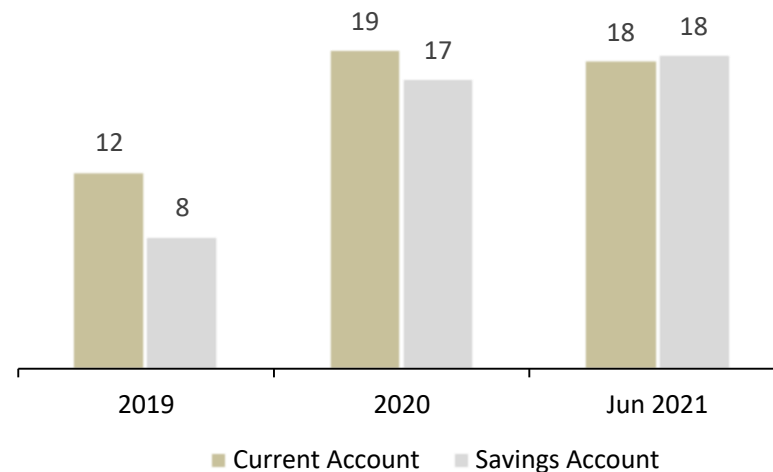
## Revenue Trends (AED mn)



## Segment Gross Financing / Deposits (AED bn)



## CASA (AED bn)

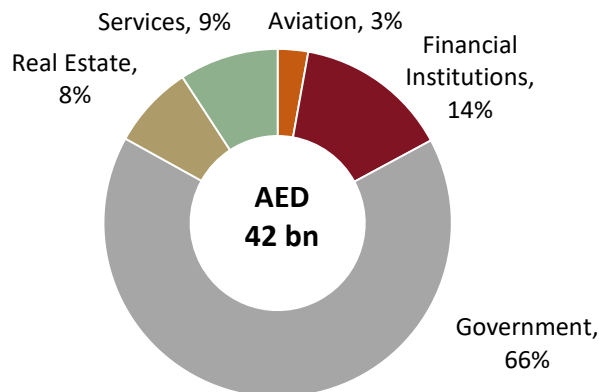


# Segmental Overview – Treasury

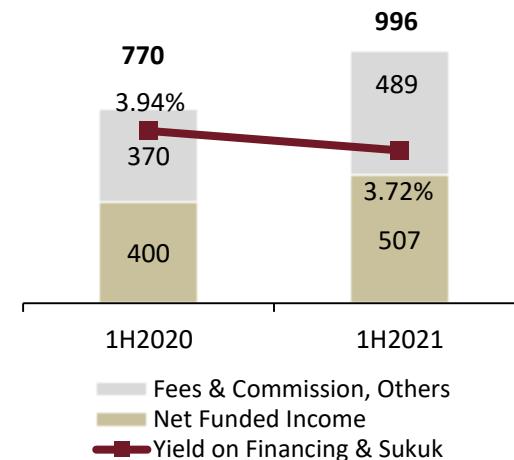
## Management Commentary

- **Gross Financing and Sukuk Investments increased 9% YTD, to AED 42 billion, despite the challenging environment.**
- **Large improvement in net operating revenue (+29% YoY) to nearly AED 1 billion.**
- Rising revenues supported by growth in both net funded income and fees & commissions (+27% YoY, and +32% YoY, respectively).
- Treasury yields remained stable at nearly 4%.

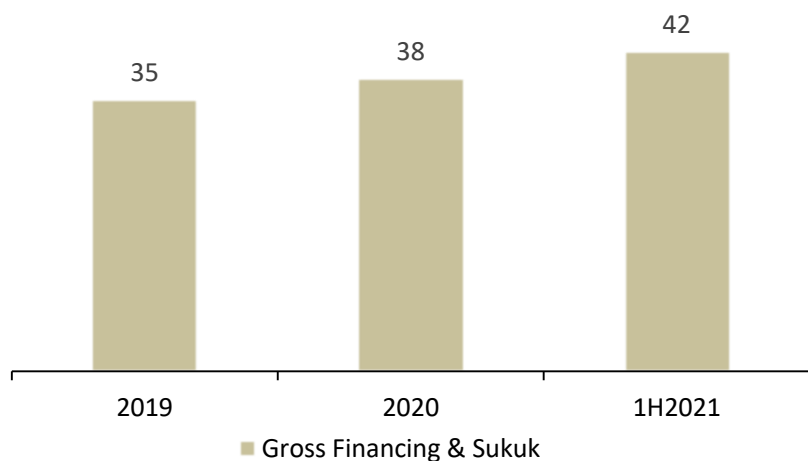
## Breakdown by Portfolio – June 2021



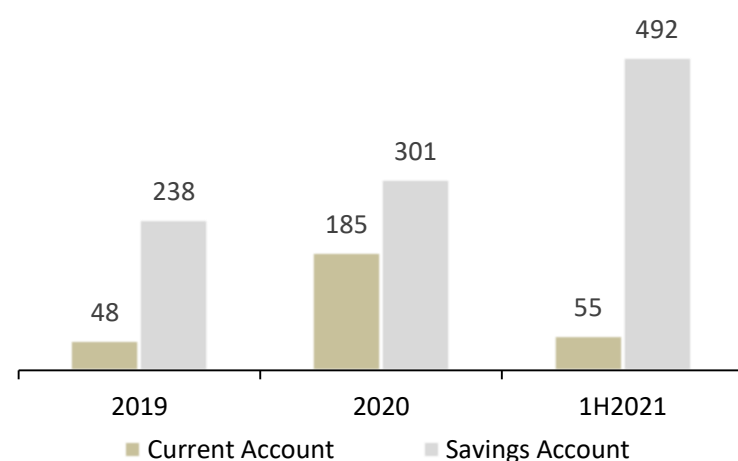
## Revenue Trends (AED mn)\*



## Segment Gross Financing & Sukuk (AED bn)

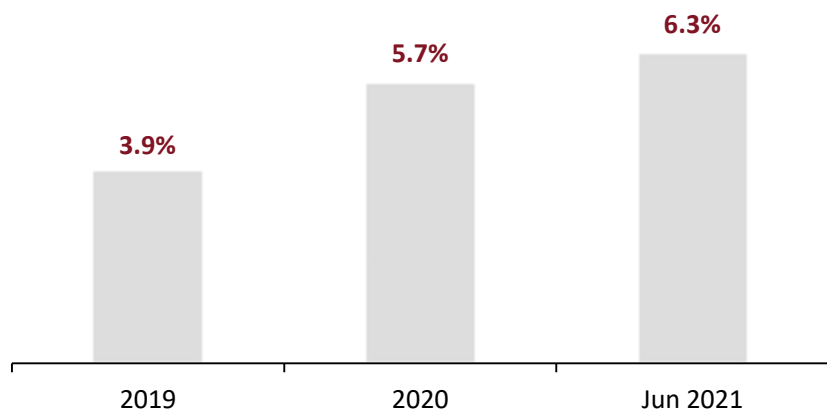


## CASA (AED mn)

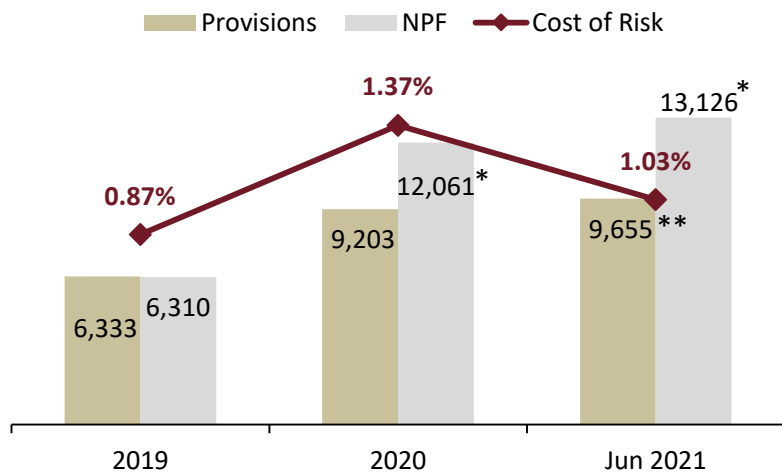


\* Based on shadow accounting for fees and commissions

## Non-Performing Financing ("NPF")<sup>1</sup>

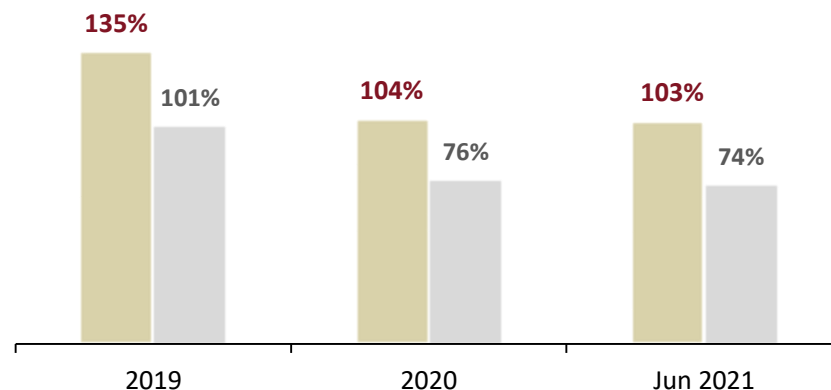


## Cumulative Provisioning (AED million)



## Financing Provisions and Coverage Ratios

■ Overall Coverage Ratio<sup>2</sup> ■ Provision Coverage Ratio



## Highlights

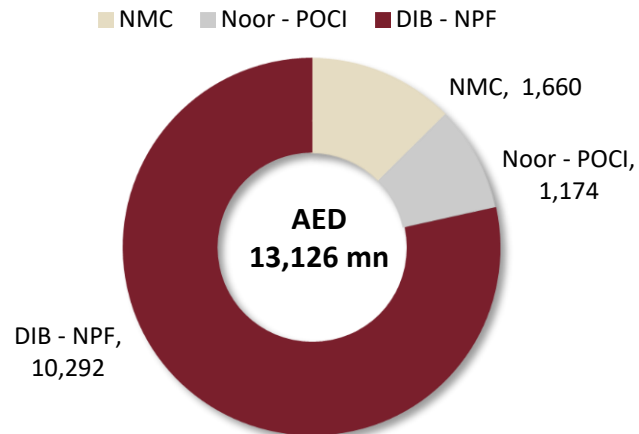
- **NPF ratio increased marginally by 10 bps QoQ to 6.3%:**
  - The increase in NPF ratio is primarily due to overall asset growth remaining flat in 1H
  - Core DIB NPF (excluding NMC and Noor POCl) at 4.9%, is at the lower end of the market range
- **Coverage ratio including collateral has remained above 100%**
- **Declining cost of risk at 103 bps compared to 137 bps in at YE2020.**

<sup>1</sup>NPF ratio includes Bilateral Sukuk and is calculated as the sum of individually impaired Financing Assets; <sup>2</sup>Overall Coverage Ratio is calculated as the sum of provisions held including regulatory credit risk reserve (if any) and collateral held relating to facilities individually determined to be impaired divided by non-performing financing.

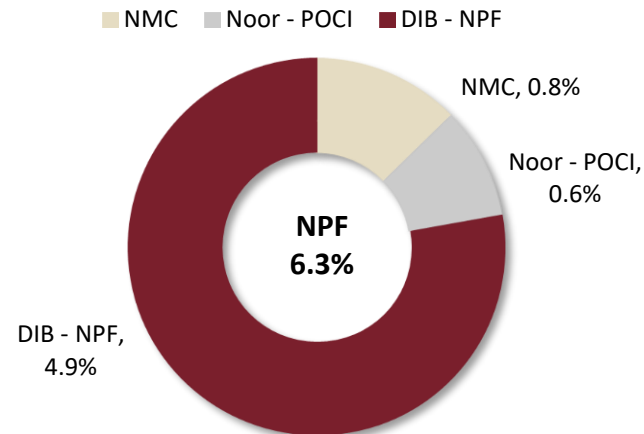
\*Includes Purchased or Originated Credit Impaired (POCI) through Noor Bank acquisition; \*\* Total provision includes stage 1 & 2 ECL held in Noor Bank and PPA adjustments  
Cost of Risk – Being ratio of net impairment charge on financing assets (normalized) divided by the gross financing and investment in Sukuk.

# Asset Quality – Detailed Insights

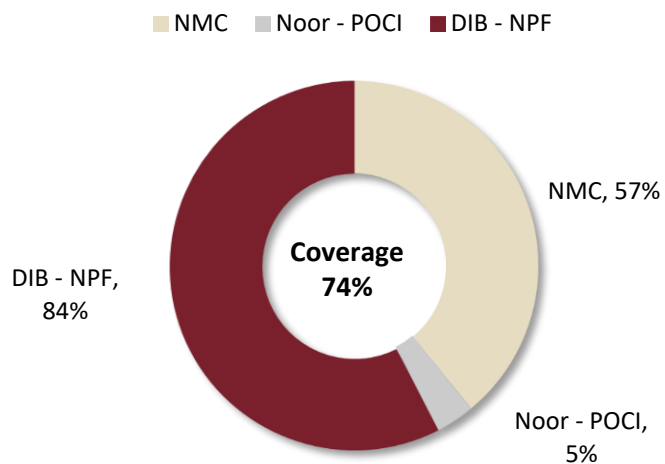
## NPF (AED mn)



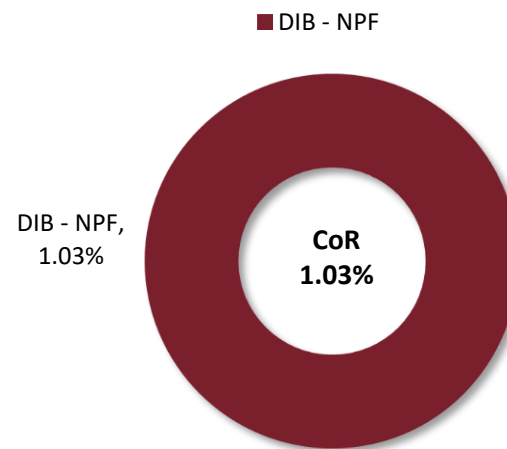
## NPF Ratio (%)



## Coverage Ratio (%)



## CoR (%)

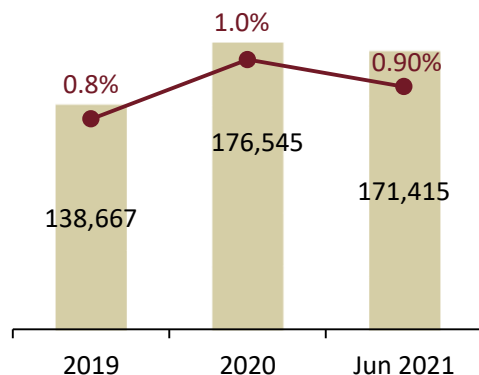


# Asset Quality (contd.)

## Islamic financing and investing assets (Gross Exposure by stages)

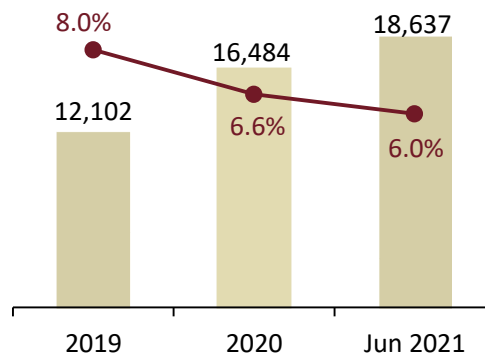
### Stage 1 (AED million)

Gross Exposure ECL Coverage\*



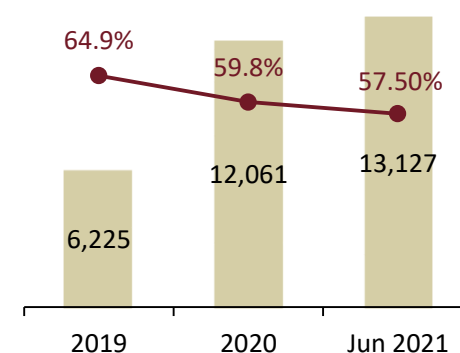
### Stage 2 (AED million)

Gross Exposure ECL Coverage\*



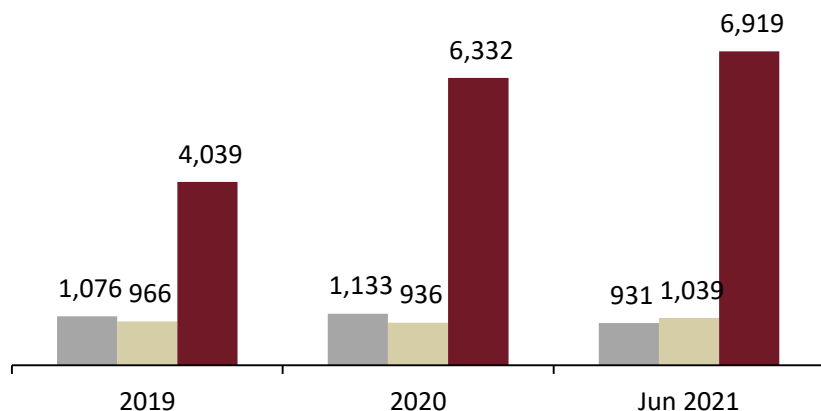
### Stage 3 and POCI (AED million)

Gross Exposure ECL Coverage\*



### Expected Credit Loss (AED million)

Stage 1 Stage 2 Stage 3 and POCI



### Highlights

- Sustained and conservative approach towards provisioning continued during 1H2021.
- Stage 1 provision coverage maintained at nearly 1%, whilst Stage 2 coverage at 6.0%, is only slightly lower than 2020.
- Marginal decline in stage 3 coverage, which still remains strong, despite the underlying market conditions.

## Analysis of TESS (as at 30 June 2021)

Segment (AED m)	Outstanding deferrals	Exposure	Provisions	Collaterals
<b>Group 1*</b>				
Corporate Banking	2,066	22,894	307	24,805
Consumer Banking	6	3,837	69	2,362
<b>Group 1 Total</b>	<b>2,072</b>	<b>26,731</b>	<b>376</b>	<b>27,167</b>
<b>Group 2**</b>				
Corporate Banking	668	7,467	291	10,093
Consumer Banking	1	804	275	410
<b>Group 2 Total</b>	<b>669</b>	<b>8,271</b>	<b>566</b>	<b>10,503</b>
<b>TOTAL</b>	<b>2,741</b>	<b>35,002</b>	<b>942</b>	<b>37,670</b>

AED mn	Corporate Banking	Consumer Banking	Total
<b>Total deferral</b>	<b>9,013</b>	<b>572</b>	<b>9,585</b>
<b>Outstanding deferral at year end 2020</b>	<b>3,613</b>	<b>14</b>	<b>3,627</b>
<b>Outstanding deferral as at 30 June 2021</b>	<b>2,734</b>	<b>7</b>	<b>2,741</b>

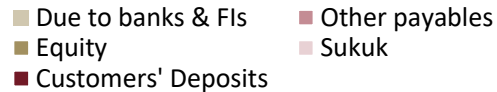
\* **Group 1:** Customers that are not expected to face substantial changes in their creditworthiness, beyond liquidity issues and are temporarily and mildly impacted by the COVID-19 crisis.

\*\* **Group 2:** Customers that are expected to face substantial changes in their creditworthiness, in addition to liquidity issues that will be addressed by payment deferrals.

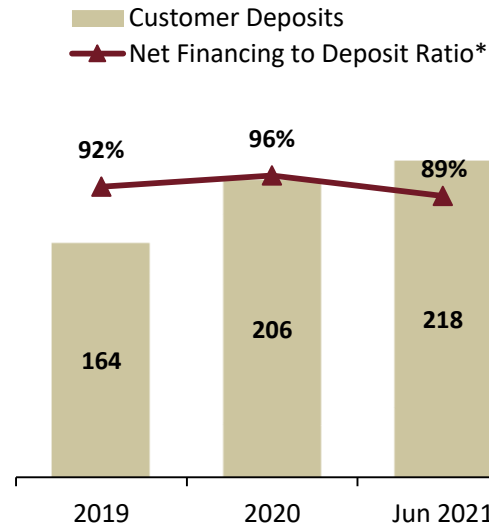


# Funding Sources and Liquidity

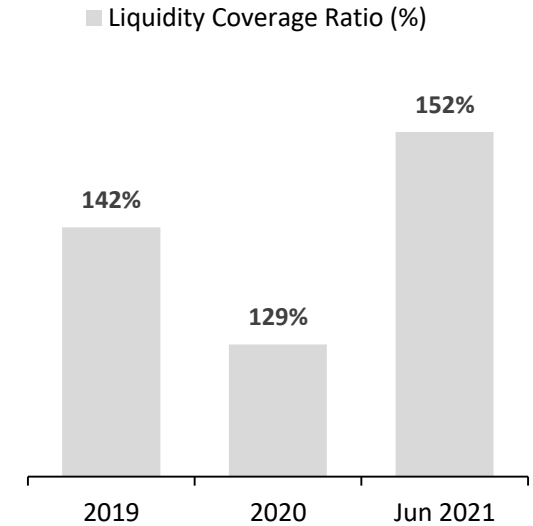
## Funding Sources (AED bn)



## Customers' Deposits (AED bn)

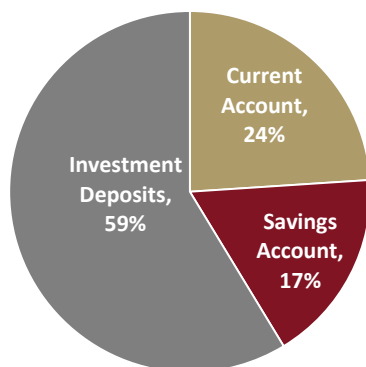


## Liquidity Coverage Ratio (LCR)

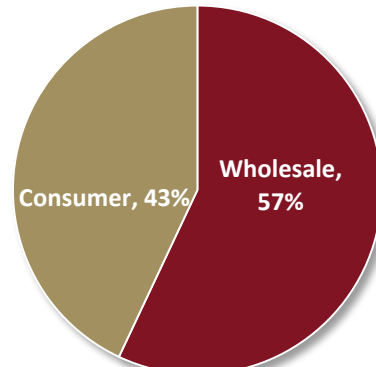


## Customer Deposits (AED 218 bn as at 30 June 2021)

### By Type



### By Business



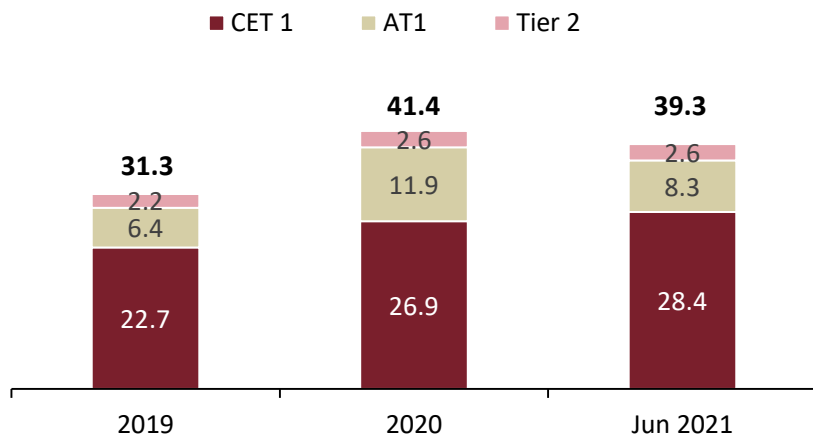
## Highlights

- Improving liquidity position:
  - LCR up 23% to 152%
  - NSFR up 4% to 107%
- Customer deposits grew 6% YTD, now reaching AED 218 billion
- CASA now stands at AED 90 billion (+5% YTD), and accounting for 41% of overall deposits
- Wholesale banking continues to be the key contributor to deposit growth

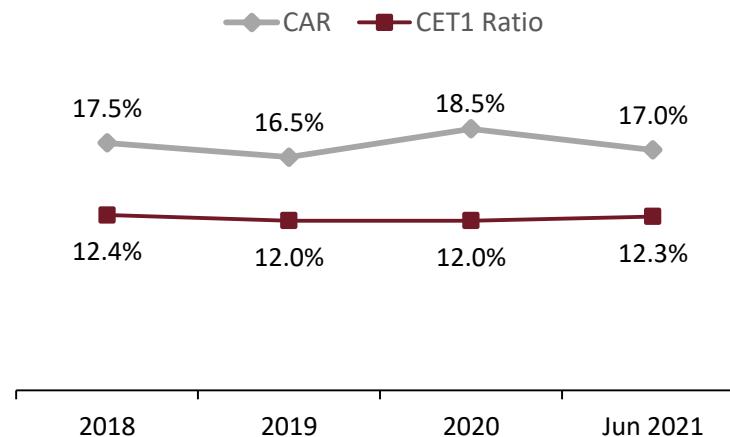
\*Net Financing to Deposit Ratio excludes Bilateral Sukuk

# Capitalization Overview

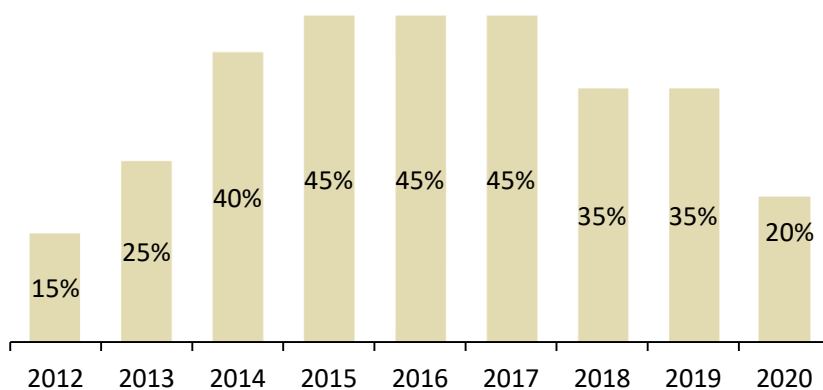
## Regulatory Capital<sup>1</sup> (AED billion)



## Capital Ratios\*\*



## Dividend History<sup>2</sup>



## Highlights

- Capital ratios continue to be stable as at 30 June 2021, and are well above the regulatory requirements:
  - CAR is at 17.0%
  - CET1 ratio is at 12.3%

<sup>1</sup> Refers to Regulatory Capital under Basel III;

<sup>2</sup> Dividend is calculated as dividend per share divided by par value of a share ;

\*This graph reflects ratios under Basel III regime

# Aligning towards UAE's sustainable ambitions (ESG)



**ENVIRONMENT  
FRIENDLY INITIATIVES**



**40+**  
NATIONALITIES

**30**  
LANGUAGES

**>50%**  
JAE NATIONALS

**PEOPLE @ DIB**



**EMPLOYEE GROWTH &  
DEVELOPMENT**



**WOMEN IN WORKFORCE**

2016 **26%**

2020 **35%**

**GENDER DIVERSITY**

## Prominent player in the Green Islamic Capital Market

SOVEREIGN GREEN SUKUK			CORPORATE GREEN SUKUK		
					
REPUBLIC OF INDONESIA	REPUBLIC OF INDONESIA	REPUBLIC OF INDONESIA	MAJID AL FUTTAIM	MAJID AL FUTTAIM	ETIHAD AIRWAYS
<b>USD 3,000,000,000</b>	<b>USD 2,000,000,000</b>	<b>USD 2,500,000,000</b>	<b>USD 600,000,000</b>	<b>USD 600,000,000</b>	<b>USD 600,000,000</b>
USD 1,250mn 3.250% 5yr* USD 1,750mn 4.400% 10yr JLM & Bookrunner February 2018 - *Green Tranche	USD 750mn 3.800% 5yr* USD 1,250mn 4.450% 10yr JLM & Bookrunner February 2019 - *Green Tranche	USD 750mn 2.30% 5yr* (Green) USD 1,000mn 2.80% 10yr USD 750mn 3.80% 30yr JLM & Bookrunner June 2020 - *Green Tranche	4.638% 10yr Sukuk JLM & Bookrunner May 2019	3.933% Long 10yr Sukuk JLM & Bookrunner October 2019	2.894% 5yr Transition Sukuk JLM & Bookrunner October 2020
<b>WORLD'S 1<sup>ST</sup> SOVEREIGN Green Issue</b>	<b>2<sup>ND</sup> SOVEREIGN Green Sukuk Issued by Indonesia</b>	<b>3<sup>RD</sup> SOVEREIGN Green Sukuk Issued by Indonesia</b>	<b>WORLD'S 1<sup>ST</sup> INT'L CORP SUKUK Green Issue</b>	<b>2<sup>ND</sup> INT'L CORP SUKUK Green Issue</b>	<b>WORLD'S 1<sup>ST</sup> AVIATION Sustainability-linked Issue</b>

# Contents

**1**



Overview

**2**



Financial Performance

**3**



**Strategic Focus & Theme - 2021**

**4**



Appendix

# Strategic Theme – 2021 (P.I.N.G)



## 2021 – Target Metrics

Growth	5% 0.3%	NPF	5.5% 6.3%	Real Estate Concentration	~ 20% 21%	Return on Assets	1.4% 1.3%
Net Profit Margin	2.5% - 2.6% 2.54%	Total Coverage	110% * 103%	Cost Income Ratio	~ 28% 26.9%	Return on Equity	11% 10.4%

\* Including collateral

# Contents

**1**



**Overview**

**2**



**Financial Performance**

**3**



**Strategic Focus & Theme - 2021**

**4**



**Appendix**

# DIB - A more resilient franchise enters 2021



**Increasing domestic market share**



**Strengthened and diversified balance sheet**



**Sustained profitability through the years**



**Robust capital and liquidity**



**Growing international footprint**



**Strong advancement of digital capabilities**



**Strengthened disclosures & transparency**



**Noor Bank fully integrated**

## Introducing the NEW: V-P-V-P (Vision – Purpose – Values – Proposition)

### Our Vision

To be the most progressive Islamic financial institution in the world.

### Our new Purpose

To make financial solutions simple, convenient and accessible through a personal and engaging experience.

### Our new Values



INCLUSIVE COLLABORATIVE AGILE RESPONSIBLE ENGAGED

### Our new Tagline

#ReadyForTheNew





# ESG IN EVERYTHING WE DO

A wide-angle photograph of the Dubai skyline, featuring the Burj Khalifa and other skyscrapers, viewed from a distance across a body of water. In the foreground, there is a lush green golf course with several palm trees scattered across the landscape. The sky is a clear, bright blue with a few wispy white clouds.

**As an Islamic bank, through the years, DIB has always been at the forefront in promoting economic diversity and development. Over the past decade, more than AED 2 billion was contributed by the bank to support various sectors including education, healthcare, poverty alleviation, to name a few.  
#ICARE**

# Aligning towards UAE's sustainable ambitions (ESG)



**ESG @ DIB**

Dubai Islamic Bank is committed towards sustainability. Focusing its efforts to align with the initiatives of the UAE Government and regulators within the country, the collective objective is to keep up with global standards and build a longstanding culture that will help make the UAE and the world at large a better place to live in.

For us at DIB, ESG is a commitment to improve the environment which also helps us in our global business strategy, relationship with stakeholders, investors and partners, building sustainable operations, supporting employees across the group and managing risks.




**ENVIRONMENT FRIENDLY INITIATIVES**

At DIB, we are committed to protecting the environment and doing our bit to preserve the planet for the future generation. There are several initiatives implemented in this regard.

- ▶ Starting 2014, introduced Energy Efficient (Energy Saving) LED Lights fixtures in all offices and over 60 branches in the UAE
- ▶ Optimisation of Water Consumption by installing Tap Aerators/Flow Regulators at Branches across the UAE

## Prominent player in the Green Islamic Capital Market

SOVEREIGN GREEN SUKUK			CORPORATE GREEN SUKUK		
 <b>REPUBLIC OF INDONESIA</b>	 <b>REPUBLIC OF INDONESIA</b>	 <b>REPUBLIC OF INDONESIA</b>	 <b>MAJID AL FUTTAIM</b>	 <b>MAJID AL FUTTAIM</b>	 <b>ETIHAD AIRWAYS</b>
<b>USD 3,000,000,000</b>	<b>USD 2,000,000,000</b>	<b>USD 2,500,000,000</b>	<b>USD 600,000,000</b>	<b>USD 600,000,000</b>	<b>USD 600,000,000</b>
USD 1,250m 3.750% 5yr* USD 1,750m 4.400% 10yr JLM & Bookrunner February 2018 - *Green Tranche	USD 750m 3.800% 5yr* USD 1,250m 4.450% 10yr JLM & Bookrunner February 2019 - *Green Tranche	USD 750m 2.30% 5yr* (Green) USD 1,000m 2.80% 10yr USD 750m 3.60% 30yr JLM & Bookrunner June 2020 - *Green Tranche	4.638% 10yr Sukuk JLM & Bookrunner May 2019	3.933% Long 10yr Sukuk JLM & Bookrunner October 2019	2.354% 5yr Transition Sukuk JLM & Bookrunner October 2020
<b>WORLD'S 1<sup>ST</sup> SOVEREIGN Green Issue</b>	<b>2<sup>ND</sup> SOVEREIGN Green Sukuk Issued by Indonesia</b>	<b>3<sup>RD</sup> SOVEREIGN Green Sukuk Issued by Indonesia</b>	<b>WORLD'S 1<sup>ST</sup> INT'L CORP SUKUK Green Issue</b>	<b>2<sup>ND</sup> INT'L CORP SUKUK Green Issue</b>	<b>WORLD'S 1<sup>ST</sup> AVIATION Sustainability-linked Issue</b>

# Employee Growth & Development



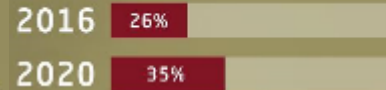
## EMPLOYEE GROWTH & DEVELOPMENT

A successful organisation can remain successful as long as its employees are happy, dedicated and motivated, and this is another area that DIB is continuously striving to improve. The group is working tirelessly to enhance employee satisfaction and motivation by instilling a sense of purpose and belonging which in turn increases the overall productivity.



## GENDER DIVERSITY

WOMEN IN WORKFORCE



Gender diversity is another area that DIB excels in with over 35% of staff being women. The bank has ensured that women are present at all levels and divisions within the organisation. DIB has plans to further improve its gender balance at the senior management level by including women in executive positions. The objective is to have no glass ceiling for women, so that they may aspire to grow and excel in their roles within the banking group.



## PEOPLE @ DIB

40+  
NATIONALITIES

30  
LANGUAGES

>50%  
UAE NATIONALS

Originating as a home-grown bank which as now become a multinational financial powerhouse, DIB's organisational framework from an employee standpoint is synonymous with the population mix of the UAE. The banking group comprises of employees from over 40 nationalities, who can speak nearly 30 languages. While at the same time, DIB has taken great care to ensure all efforts are placed to promote UAE Nationals in the workforce and testimony of this is the fact that it can boast having one of the largest Emirati (UAE National) employee base amongst banks in the country.



## BUSINESS CONTINUITY PLANNING

DIB has implemented business continuity planning (BCP) and disaster recovery (DR) systems to prepare for unexpected business disruption events. Business continuity testing is carried out on an annual basis for all of the Group's critical systems. In addition, each year a plan is put in place to perform disaster recovery drills for such critical systems. The Group reviews its BCP and DR capabilities on an ongoing basis and updates them to include the latest technologies and handle any new threats to the Group's business.



## CORPORATE GOVERNANCE

The Board of Dubai Islamic Bank is responsible for the overall management of the Group and for ensuring that proper standards of corporate governance are maintained. The Board is sufficiently diverse in its outlook and collectively has the appropriate balance of skills, experience, independence and knowledge to enable it to perform its duties and responsibilities effectively.

DIB REMAINS COMMITTED TO DELIVER SUSTAINABLE VALUE TO ITS SHAREHOLDERS AND PROMOTE A CULTURE OF TRANSPARENCY. WITH ROBUST PROCESSES AND POLICIES IN PLACE, THE BANK ENSURES THAT IT OPERATES WITH THE HIGHEST STANDARDS OF CONDUCT WHICH IS INTEGRAL TO IT'S LONG TERM GROWTH STRATEGY OF MAKING ISLAMIC FINANCE THE NORM AROUND THE WORLD.



# Consolidated Income Statement

<i>AED million</i>	1H2021	1H2020	FY2020	FY 2019
<b>Net Income</b>	<i>Reviewed</i>	<i>Reviewed</i>	<i>Audited</i>	<i>Audited</i>
Income from Islamic financing and investing transactions	4,448	5,537	10,370	10,723
Commission	836	873	1,646	1,483
Income / (loss) from other investments measured at fair value	13	44	50	65
Income from properties held for development and sale	52	30	54	126
Income from investment properties	55	34	83	295
Share of profit from associates and joint ventures	96	(1)	20	58
Other Income	342	307	919	934
<b>Total Income</b>	<b>5,842</b>	<b>6,824</b>	<b>13,142</b>	<b>13,684</b>
Depositors' and Sukuk holders' share of profit	(1,214)	(2,101)	(3,671)	(4,418)
<b>Net Income</b>	<b>4,628</b>	<b>4,723</b>	<b>9,471</b>	<b>9,266</b>
<b>Operating Expenses</b>				
Personnel expenses	(715)	(927)	(1,699)	(1,587)
General and administrative expenses	(436)	(447)	(838)	(632)
Depreciation of investment properties	(31)	(27)	(57)	(37)
Depreciation of property, plant and equipment	(64)	(69)	(134)	(102)
<b>Total Operating Expenses</b>	<b>(1,246)</b>	<b>(1,470)</b>	<b>(2,728)</b>	<b>(2,358)</b>
<b>Profit before net impairment charges and income tax expense</b>	<b>3,382</b>	<b>3,253</b>	<b>6,743</b>	<b>6,908</b>
Impairment charge for the period, net	(1,498)	(2,120)	(4,552)	(1,763)
Gain on Bargain Purchase		1,015	1,015	
<b>Profit for the period before income tax expense</b>	<b>1,884</b>	<b>2,148</b>	<b>3,206</b>	<b>5,145</b>
Income tax expense	(20)	(30)	(46)	(42)
<b>Net Profit for the period</b>	<b>1,864</b>	<b>2,118</b>	<b>3,160</b>	<b>5,103</b>
<b>Attributable to</b>				
<b>Owners of the Bank</b>	1,854	2,121	3,294	5,015
Non-Controlling Interests	10	(3)	(134)	88

# Consolidated Balance Sheet

<i>AED million</i>	30 June 2021	31 Dec 2020	31 Dec 2019
<b>Assets</b>	<i>Reviewed</i>	<i>Audited</i>	<i>Audited</i>
Cash and balances with central banks	34,065	29,206	21,268
Due from banks and financial institutions	2,808	6,448	6,248
Islamic financing and investing assets, net	194,290	196,689	150,913
Investments in Islamic Sukuk measured at amortized cost	38,517	35,355	33,244
Other investments at fair value	1,196	1,111	1,266
Investments in associates and joint ventures	1,933	1,939	1,977
Properties held for sale	1,376	1,391	1,337
Investment properties	5,904	5,947	5,209
Receivables and other assets	12,242	10,040	8,743
Property, plant and equipment	1,451	1,431	1,590
<b>Total Assets</b>	<b>293,782</b>	<b>289,556</b>	<b>231,796</b>
<b>Liabilities and Equity</b>			
<b>Liabilities</b>			
Customers' deposits	218,309	205,925	164,418
Due to banks and financial institutions	7,222	13,496	9,147
Sukuk financing instruments	20,594	18,744	14,852
Payables and other liabilities	8,133	8,261	8,646
<b>Total Liabilities</b>	<b>254,259</b>	<b>246,426</b>	<b>197,063</b>
<b>Equity</b>			
Share Capital	7,241	7,241	6,590
Tier 1 Sukuk	8,264	11,937	6,428
Other Reserves and Treasury Shares	13,785	13,785	11,113
Investments Fair Value Reserve	(1,019)	(1,102)	(1,175)
Exchange Translation Reserve	(1,269)	(1,177)	(1,095)
Retained Earnings	9,926	9,860	10,131
<b>Equity Attributable to owners of the banks</b>	<b>36,928</b>	<b>40,544</b>	<b>31,993</b>
Non-Controlling Interest	2,595	2,587	2,739
<b>Total Equity</b>	<b>39,523</b>	<b>43,131</b>	<b>34,732</b>
<b>Total Liabilities and Equity</b>	<b>293,782</b>	<b>289,556</b>	<b>231,796</b>

# Dubai Islamic Bank at a Glance

*Preserving long term value for our customers and shareholders*

- Dubai Islamic Bank (“DIB” or the “Bank”) was established in 1975 as the **world’s first full service Islamic bank** by an Emiri Decree.
- DIB is the **largest Islamic bank in the UAE by total assets, providing** a range of retail and wholesale banking, treasury and investment banking, and capital markets products and services **to individual, corporate and institutional customers.**



Robust credit ratings reflecting strong domestic franchise



More than **10,000** employees across the Group



**3 million +** customers globally

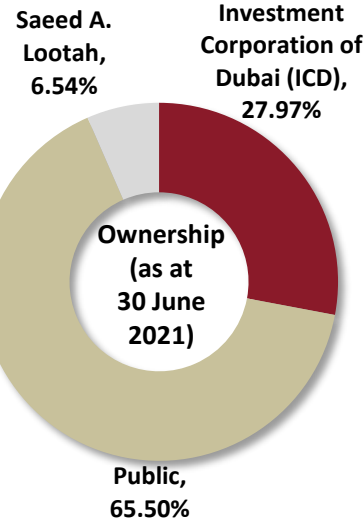


FOL approved by shareholders to **40%**

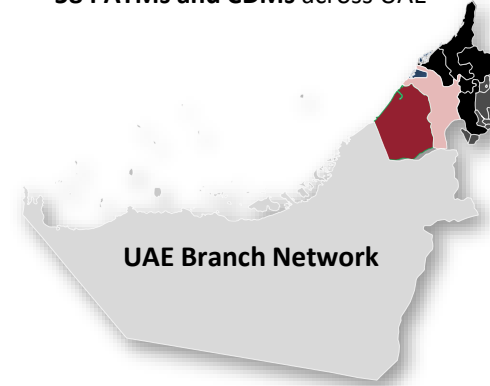


Designated (“D-SIB”)\* in 2018

\*Domestic Systemically Important Bank



Around **56 branches** and more than **584 ATMs and CDMs** across UAE



## Significant Subsidiaries and Associates

 DAB AL SHARIA	100.0%	 TAMWEEL THE HOME OF HOME FINANCE	92.0%
 بنك دبي الإسلامي Dubai Islamic Bank	100.0%	 بنك الخرطوم Bank of Khartoum	29.5%
 Bosnia Bank International	27.3%	 Panin Dubai Syariah Bank	25.1%
 دييار DEYAAR	44.9%	 DIB Bank Kenya Limited A subsidiary of Saeed Looibh Bank PSC	100.0%
		 NOOR BANK	100%

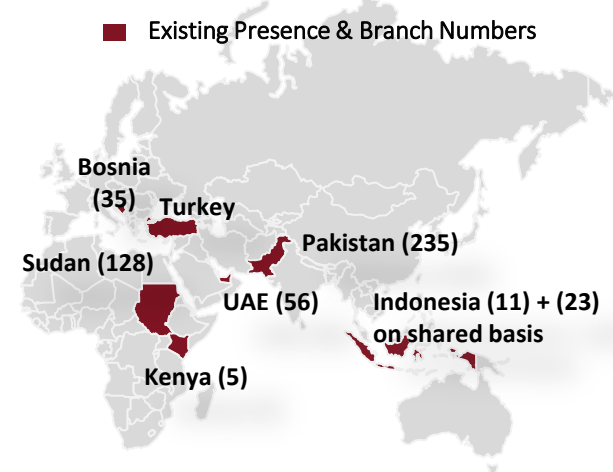
## Credit Ratings

Moody's  
**A3**  
Negative

Fitch  
**A**  
Stable

Islamic  
International  
Rating Agency  
(IIRA)  
**A/A1**  
Positive

## International Geographic Presence



# DIB's Key Business Lines

## Core Business Profiles

### Consumer Banking



Offers its retail and business banking services through a network of 56 branches and more than 584 ATMs and CDMs across UAE

Broad range of retail products and services that include: Auto Finance; Sharia-compliant Cards; Personal Finance; Mortgages and SME Solutions.

### Corporate Banking



Corporate Banking has sector-specific focus units which target clients across both private and public sectors.

Corporate Banking manages relationships (including sovereigns/ GREs, middle market, contracting finance and real estate finance companies) and is instrumental in leveraging its client relationships to cross-sell other products offered by DIB, including investment banking and treasury services.

### Investment Banking



DIB's Investment Banking business is primarily responsible for management of DIB's proprietary investment portfolios, strategic stakes and international operations and expansion.

The business group provides advisory and related services to DIB's corporate clients both within UAE and across borders.

### Treasury



Treasury offers a comprehensive range of products backed by DIB's expert understanding of local and international markets.

Its principal customers are corporate clients, financial institutions, high net worth individuals, SME companies and similar businesses.

It is responsible for managing DIB's liquidity requirements, fixed income portfolio and capital markets funding.



# DIB's Digital Journey

## PAPERLESS BRANCHES INTRODUCED



Simplified branch visit with handheld devices to fill forms and complete transactions

## SUCCESSFULLY LAUNCHED



Tablet-based banking



Instant Credit Card printing in branches



Single page account opening form

## DIGITAL DEPARTMENT CREATED



Introduction of DIB Chatbot



Revamp of DIB Website, Online Banking, DIB Mobile App

## JOURNEY TOWARDS DIGITALLY INTELLIGENT BANK



PF & Credit Cards on Mobile App – Salary transfer (existing customers)



Remote signing of contracts – non digital customers



Implementation of E-cheque-Digitally authenticated by the customer replacing physical cheque

2014

2015

2016

2017

2018

2019

2020

## CUSTOMER INNOVATION DEPARTMENT ESTABLISHED

Department setup to promote design, research, develop, analyze and suggest new marketing concepts as well as strategies



## ADVANCED THE YEAR WITH



Initiating the development of End to End customer journey through digital channels



Express Transfer / Instant Remittances

## DIGITAL STRATEGY FORMULATION



Successful launch of DIB's Digital Lab



Digital customer journeys launched



"Banking-in-Minutes" concept launched with public introduction of New to Bank CASA account opening and Credit Card Journeys



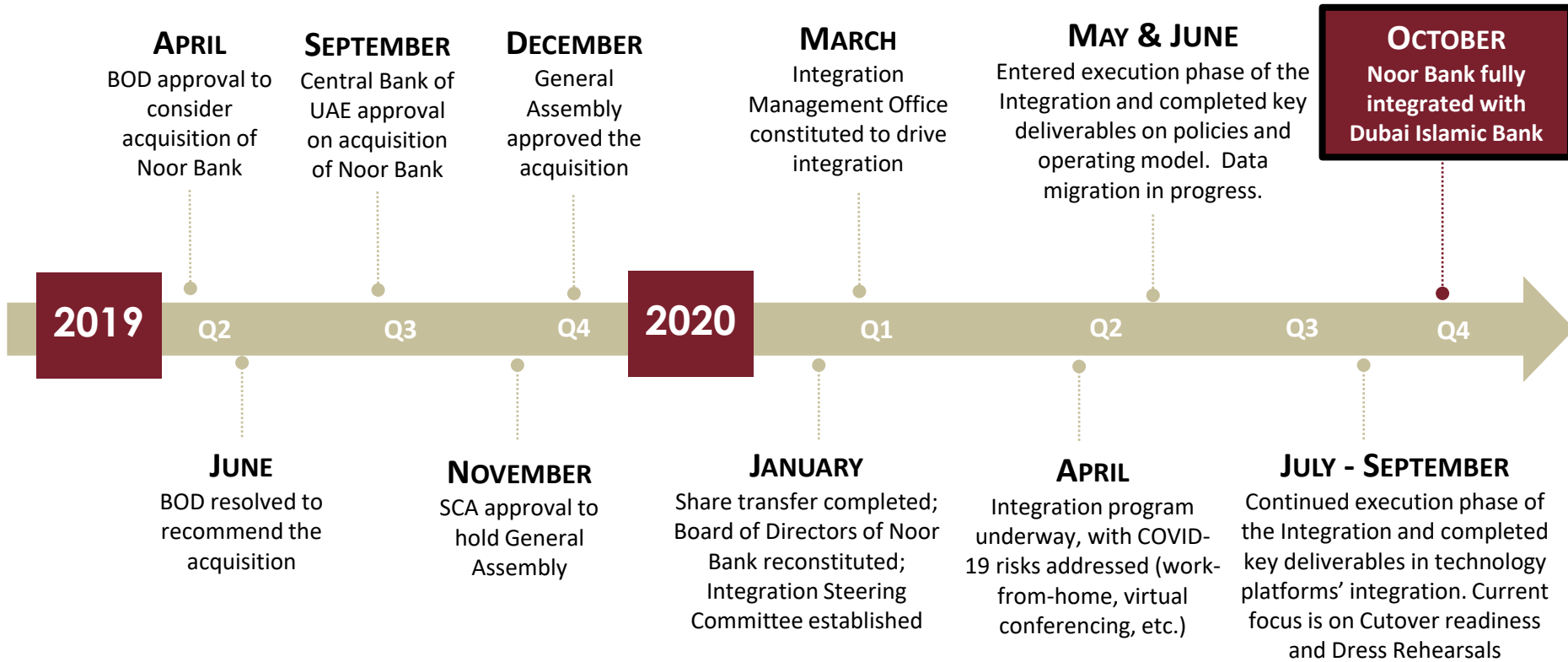
Personal Finance for Salary Transfer Relationship customer (New /Existing) was launched on Internet Banking and Tablet



Set Foundation for Digital Academy & Advanced Analytics

# Acquisition of Noor Bank – key milestones

*From a pioneering Islamic bank to becoming a powerhouse in Islamic finance*



## Key Highlights

- ✓ **8 MONTHS** To deliver the programme- **A record in UAE Banking History**
- ✓ Around **125K** Number of customers migrated
- ✓ **100+** Number of Systems involved

## Sovereign Green Sukuk



**Etihad Airways**

USD 600,000,000

2.394% 5yr Transition Sukuk

JLM & Bookrunner

Oct 2020 

**World's 1<sup>st</sup>  
Aviation**

Sustainability-linked  
Issue



**Republic of Indonesia**

USD 3,000,000,000

USD 1,250mn 3.750%  
5.5yr\*

USD 1,750mn 4.400% 10yr

JLM & Bookrunner

Feb 2018 

\*Green Tranche

**World's 1<sup>st</sup>  
Sovereign  
Green Issue**



**Republic of Indonesia**

USD 2,000,000,000

USD 750mn 3.900% 5yr\*

USD 1,250mn 4.450% 10yr

JLM & Bookrunner

Feb 2019 

\*Green Tranche

**2<sup>nd</sup>  
Sovereign**

Green Sukuk  
Issued by Indonesia



**Republic of Indonesia**

USD 2,500,000,000

USD 750mn 2.30% 5yr\* (Green)

USD 1,000mn 2.80% 10yr

USD 750mn 3.80% 30yr

JLM & Bookrunner


Jun 2020 

\*Green Tranche

**3<sup>rd</sup>  
Sovereign**

Green Sukuk  
Issued by Indonesia

## Corporate Green Sukuk




**Majid Al Futtaim**

USD 600,000,000

4.638% 10yr Sukuk

JLM & Bookrunner

May 2019 

**World's 1<sup>st</sup>  
Int'l Corp  
Sukuk**

Green Issue



**Majid Al Futtaim**

USD 600,000,000

3.933% Long 10yr  
Sukuk

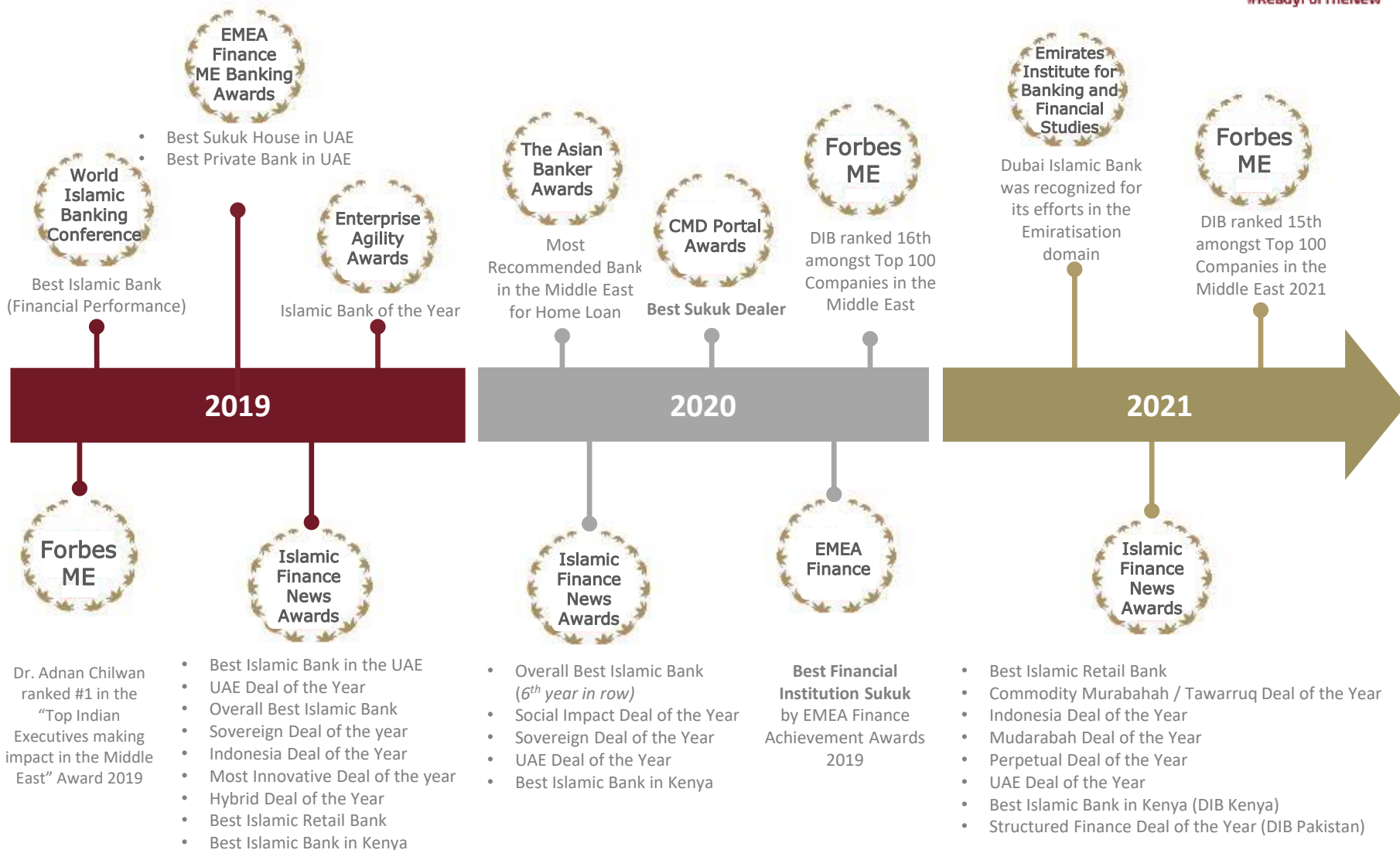
JLM & Bookrunner

Oct 2019 

**2<sup>nd</sup> Int'l  
Corp  
Sukuk**

Green Issue

# Select Award & Accolades





# THANK YOU!

Our latest financial information, events and announcements can now be accessed by downloading DIB Investor Relations App:



You may also contact us as follows:

 P. O. Box: 1080, Dubai, UAE

 +971 4 2075 454

 [investorrelations@dib.ae](mailto:investorrelations@dib.ae)

 [www.dib.ae/about-us/investor-relations](http://www.dib.ae/about-us/investor-relations)

