

The background of the slide is a photograph of a modern city skyline, featuring several tall buildings with curved facades. The entire image is overlaid with a semi-transparent blue filter. The text 'H1 2019 Investor Highlights' is centered on the left side of the image in a white, sans-serif font.

H1 2019 Investor Highlights



In H1 2019, Bank ABC financial performance shows underlying growth despite challenging market conditions

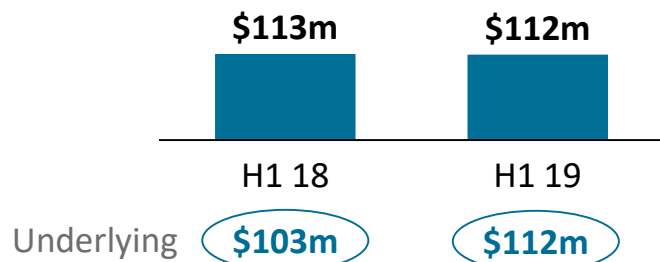
- / Headline Net profit was \$112m for H1 of 2019, compared to \$113m for the same period last year.
- / However, after adjusting for one-off items, Net Profit improved by 9% YoY on underlying basis
- / Headline Operating Income grew +12% but after normalization and other adjustments showed +4% growth on underlying basis
- / Lower impairment charges reflecting conservative underwriting, proactive credit management and relatively benign credit conditions
- / RoE stable at 5.8% in H1 2019 compared to the same period last year



Balance sheet remains strong, resilient and well diversified

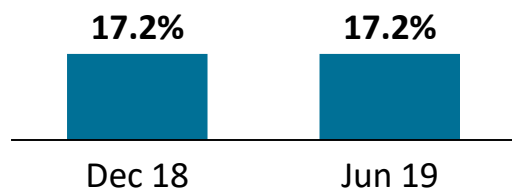
- / Strong Capital Ratios (Tier 1 ratio: 17.2%, Total CAR: 18.2%)
- / Robust Liquidity ratios with LCR and NSFR exceeding 100% with comfortable buffer
- / Assets grew by +\$0.2bn and Loans & Advances grew somewhat to \$15bn
- / Deposits at \$20.5bn, similar to the levels of \$20.7bn at 2018 year-end
- / NPL and coverage ratios broadly similar to the 2018 year-end levels
- / Standard & Poor's upgrades Bank ABC's ratings outlook to "Stable" and affirms its "BBB-" credit rating

Net Profit, \$m



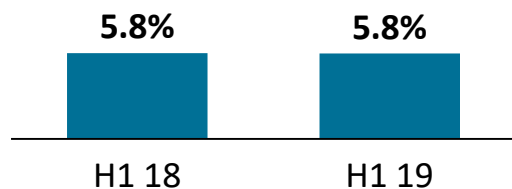
- / Headline Net Profit slightly reduced compared to same period last year (-1%)
- / After adjusting for one-off items included in H1 2018, underlying Net Profit grew by 9% (see page 5)

T1 Capital Ratio, %



- / Capital base remains stable with room for growth
- / CET 1 Ratio (16.9%) comprises the majority of Bank ABC's Tier 1 Capital Ratio

RoE*, %



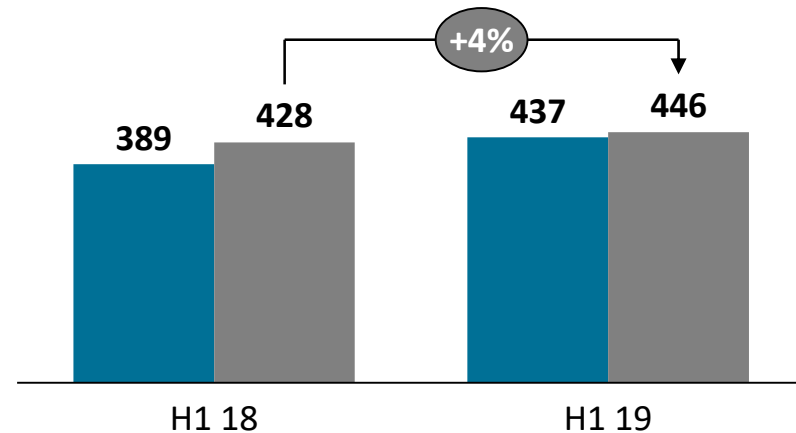
- / Income is broad based and diversified across various business units supporting a stable RoE

■ **Headline** ■ **Underlying**

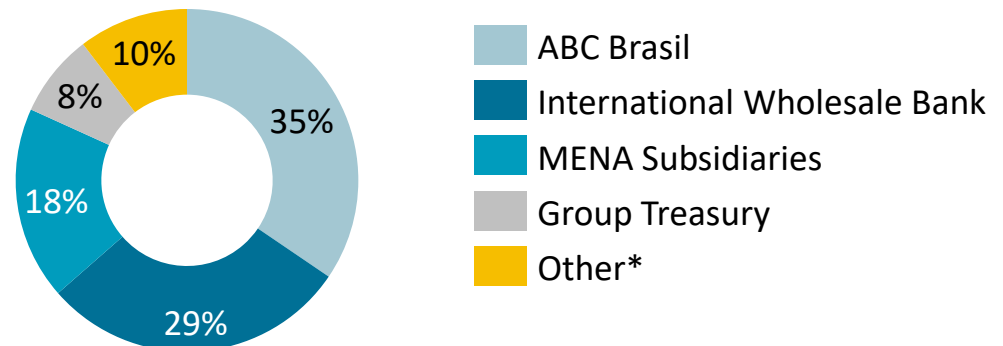
Overview

- On a headline basis total operating income (TOI) grew by +12% to \$437m for first half of 2019 compared to \$389m for the same period last year
- However, after normalizing and adjusting for one-off items, the underlying TOI grew by 4% demonstrating traction in the strategy despite volatile market conditions during the period (see page 5)
- Net Interest Income represents 64% of TOI, +1% growth compared to the same period last year
- Income is broad based and diversified across various business units

Total Operating Income (TOI), \$m



TOI by Business (H1 19), %

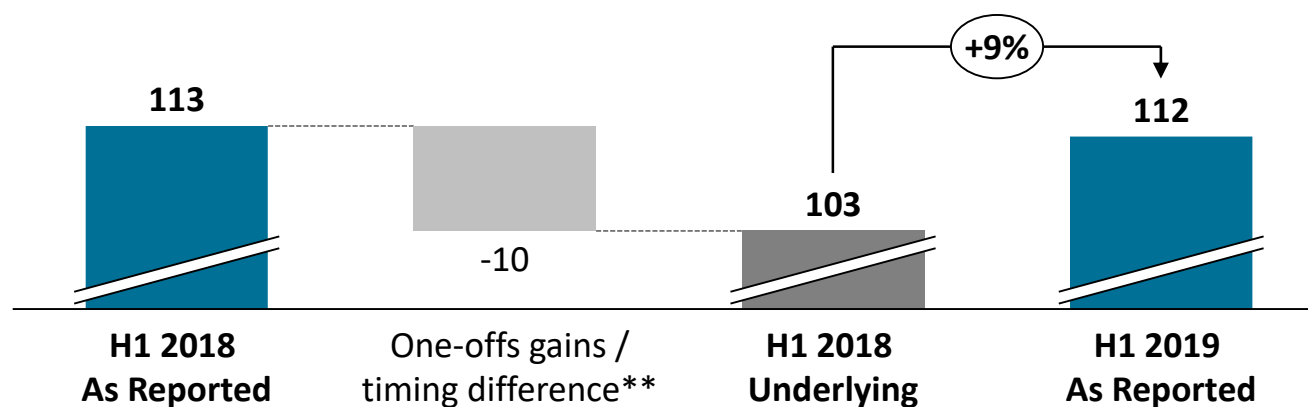


* Other includes activities of Arab Financial Services.

Normalization of Income and Net Profit

	H1 2018		H1 2019	
	TOI	Tax	TOI	Tax
As Reported	\$389m	+\$20m	\$437m	-\$24m
Currency Hedge*	+\$49m	-\$49m	-\$3m	+\$3m
Normalized	\$438m	-\$29m	\$434m	-\$21m
One-offs**	-\$10m	-	-	-
FX Constant Currency	-	-	+\$12m	-
Underlying	\$428m	-\$29m	\$446m	-\$21m

Net Profit



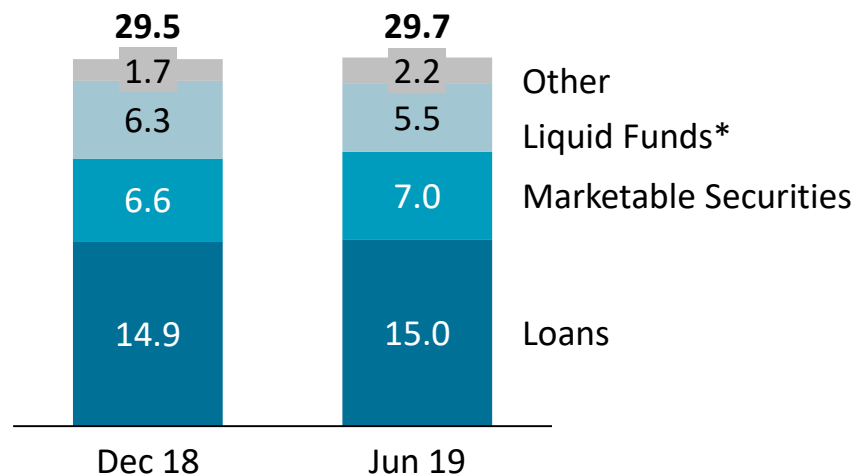
* Regular hedging transactions to cover open USD position in Banco ABC Brasil Cayman branch that creates a corresponding tax adjustment.

**One off non-BAU capital gains and timing differences on hedging positions in H1 2018

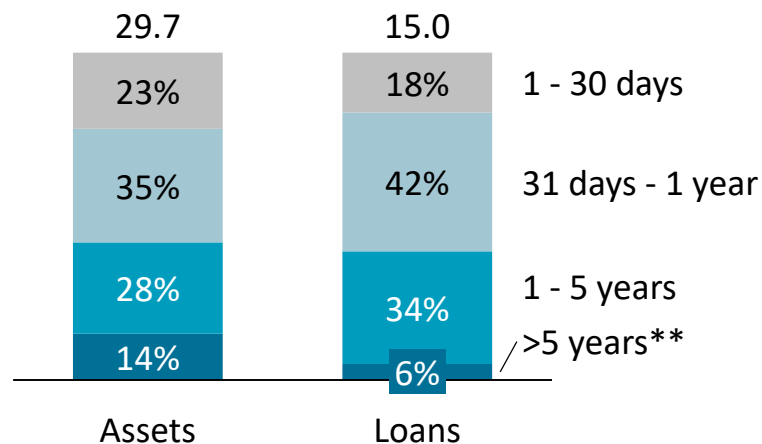
Overview

- / Total assets stood at \$29.7bn at the end of the first half of 2019, compared to \$29.5bn at the 2018 year end
- / More than half the Assets are maturing within 1-year (58%)
- / Loans and advances grew somewhat to \$15bn, reflecting our continuing emphasis on prudent use of balance sheet
- / Marketable securities grew to \$7.0bn at the end of the first half for 2019 (+6%)
- / Strong liquid funds position with liquidity ratios (LCR/NSFR) on a Basel III basis exceeding 100%

Assets by Instrument, \$bn



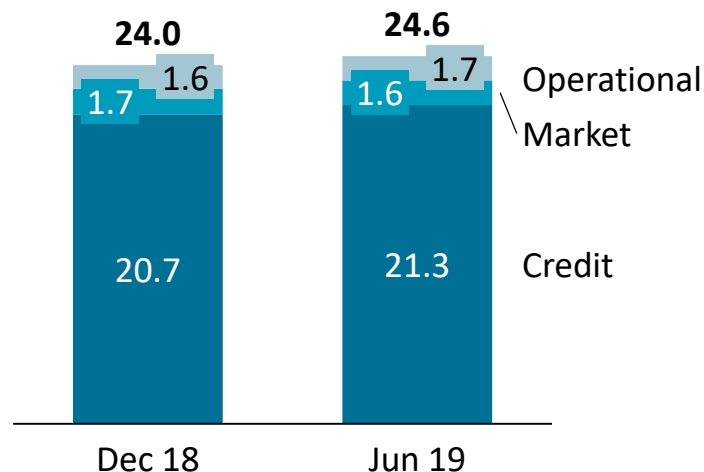
Assets by Maturity (Jun 19), \$bn



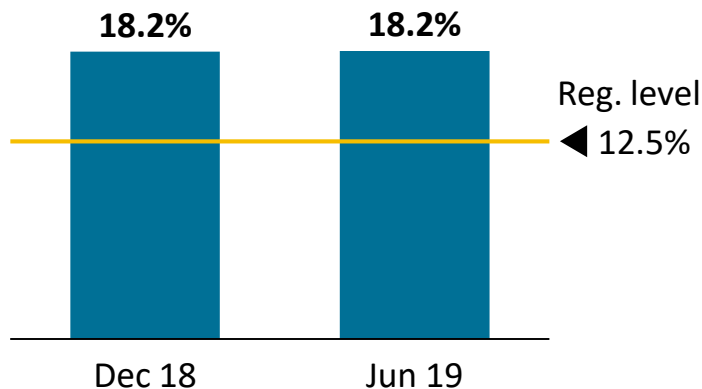
Overview

- / Bank ABC's capital base remains very strong, with a capital adequacy ratio of 18.2% as at end of first half 2019
- / CET 1 Ratio (16.9%) comprises the majority of Bank ABC's Tier 1 Capital Ratio (17.2%)
- / RWA stood at \$24.6bn in the first half of 2019, compared to \$24.0bn at the 2018 year end (+3%)

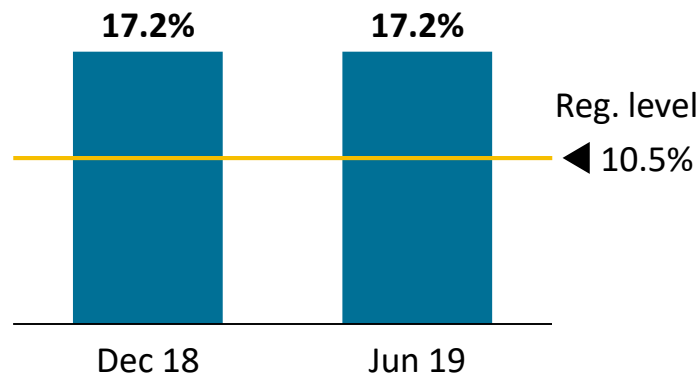
RWA by Type of Risk, \$bn



Capital Adequacy Ratio, %



Tier 1 Ratio, %

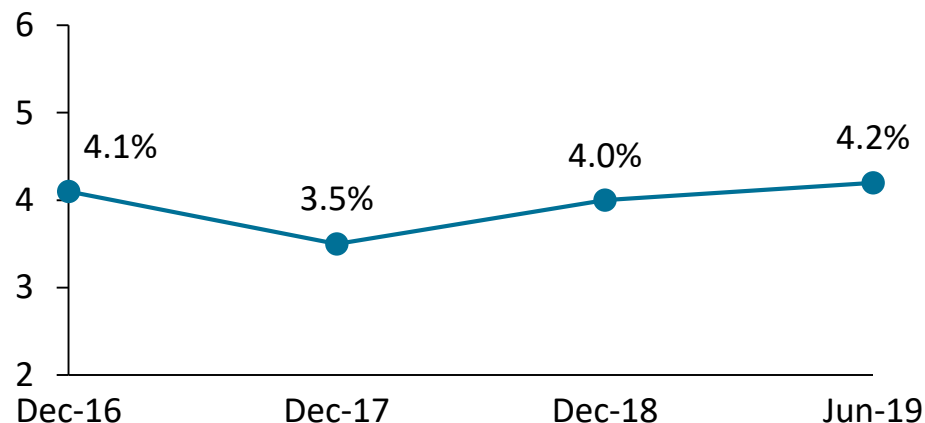


Resilient Asset Quality & Conservative Investment Portfolio

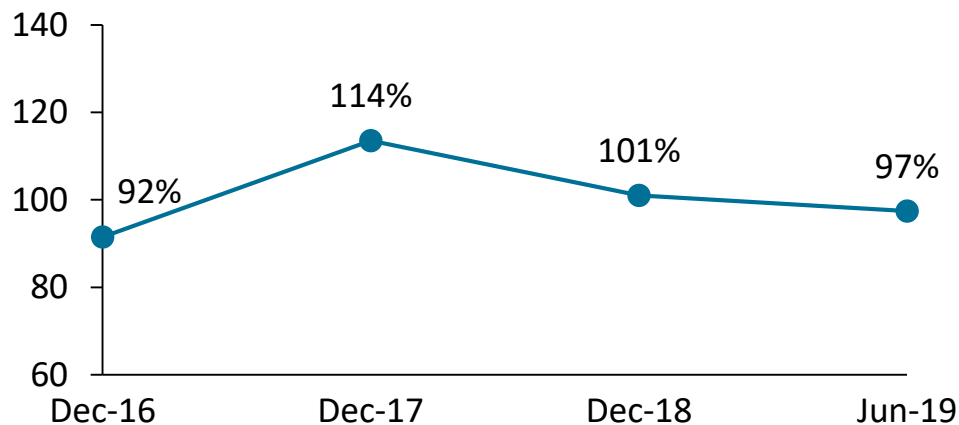
Overview

- Ratio of impaired loans to gross loans broadly similar to the 2018 year-end levels of 4.0%, but normalizes to 3.3%, when long-standing legacy fully provided loans are adjusted for
- Provisions coverage against the aggregate impaired exposures remained comfortable at 97% as at end of first half of 2019
- Cost of risk* down to 31bps as at end of first half of 2019 compared to 42bps for the same period last year

NPL Ratio, %



Coverage Ratio**, %





H1 2019, Bank ABC financial performance shows underlying growth despite challenging market conditions



Balance sheet is strong, resilient and well diversified



Our transformation strategy is progressing, positioning ABC for future growth & returns



Appendix 2: Last 4 Years Performance

P&L

US\$ millions	2015	2016	2017	2018
Interest Income	502	538	556	559
Non-Interest Income	299	278	317	309
Total Operating Income (TOI)*	801	816	873	868
Total Operating Expenses	-421	-436	-462	-474
Operating Profit	380	380	411	394
Provisions	-70	-92	-96	-79
Profit before Taxes & M.I.	310	288	315	315
Taxes*	-73	-54	-62	-67
M.I.	-57	-51	-60	-46
Net Profit	180	183	193	202

Balance Sheet

US\$ millions	2015	2016	2017	2018
Liquid Funds**	6,762	7,517	6,079	6,266
Marketable Securities	6,069	6,346	6,650	6,638
Loans & Advances	13,958	14,683	15,329	14,884
Other	1,406	1,595	1,441	1,761
Total Assets	28,195	30,141	29,499	29,549
Customer Deposits	13,425	14,307	16,782	16,464
Bank Deposits	5,029	5,870	3,408	4,207
Borrowing	3,943	4,269	2,148	2,012
Other	1,690	1,435	2,749	2,550
Total Liabilities	24,087	25,881	25,087	25,233
Shareholders' Equity	3,773	3,826	3,930	3,862
Non-Controlling Interest	335	434	482	454
Total Equity	4,108	4,260	4,412	4,316
Total Liabilities & Equity	28,195	30,141	29,499	29,549

Key Metrics

Normalized Cost to Income, %	53%	53%	53%	55%
Tier 1 Ratio, %	17.3%	17.5%	17.7%	17.2%
CET 1, %	17.1%	17.3%	17.5%	17.0%
RoE,%	4.8%	4.8%	5.0%	5.2%

* TOI and taxes includes normalization of BRL currency overhedge. Headline TOI 2015 \$729m, 2016 \$865m, 2017 \$869m and 2018 \$817m. ** Liquid funds includes placements with banks & other financial institutions and securities bought under repurchase agreements.

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