

**VENTURE CAPITAL BANK B.S.C. (c)**

Disclosure of composition of capital - PD 2

**REGULATORY CAPITAL COMPONENTS - CONSOLIDATED**

December 31, 2017

USD '000

	<u>CET 1</u>	<u>AT1</u>	<u>T2</u>
<b>Tier 1 Capital</b>			
<b>Common Equity Tier 1 (CET1)</b>			
Issued and fully paid ordinary shares	190,000		
Legal / statutory reserves	5,859		
Retained profit brought forward	(25,083)		
Current interim cumulative net income / losses	(5,687)		
Available for sale investment reserve	100		
Foreign currency translation reserve	(71)		
<b>Total CET1 capital before minority interest</b>	<u>165,118</u>		
<b>Total Common Equity Tier 1 capital</b>	<u>165,118</u>		
<b>Other Capital (AT1 &amp; T2)</b>			
General financing loss provisions		-	1,362
<b>Total Available AT1 &amp; T2 Capital</b>		<u>-</u>	<u>1,362</u>
<b>Net Available Capital</b>	<u>165,118</u>	<u>-</u>	<u>1,362</u>
<b>Total Tier 1</b>		<u>165,118</u>	
<b>Total Available Capital</b>			<u>166,480</u>

**Reconciliation of regulatory capital with audited financial statements:**

Shareholder's equity per audited financial statements	<u>165,118</u>
Add: Collective impairment provision	1,362
<b>Total available capital for regulatory purposes, as above</b>	<u>166,480</u>

**VENTURE CAPITAL BANK B.S.C. (c)**

<b>Disclosures of main features of regulatory capital instruments - PD 3</b>		December 31, 2017
1	Issuer	VENTURE CAPITAL BANK B.S.C. (c)
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	NA
3	Governing law(s) of the instrument	All applicable laws and regulations of the Kingdom of Bahrain
	<b>Regulatory treatment</b>	
4	Transitional CBB rules	Common Equity Tier 1
5	Post-transitional CBB rules	Common Equity Tier 1
6	Eligible at solo/group/group & solo	Group & solo
7	Instrument type (types to be specified by each jurisdiction)	Equity shares
8	Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	USD 190 million
9	Par value of instrument	USD 1.00
10	Accounting classification	Equity
11	Original date of issuance	26 September 2005
12	Perpetual or dated	Perpetual
13	Original maturity date	No maturity
14	Issuer call subject to prior supervisory approval	NA
15	Optional call date, contingent call dates and redemption amount	NA
16	Subsequent call dates, if applicable	NA
	<b>Coupons / dividends</b>	
17	Fixed or floating dividend/coupon	NA
18	Coupon rate and any related index	NA
19	Existence of a dividend stopper	NA
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary
21	Existence of step up or other incentive to redeem	NA
22	Noncumulative or cumulative	NA
23	Convertible or non-convertible	NA
24	If convertible, conversion trigger (s)	NA
25	If convertible, fully or partially	NA
26	If convertible, conversion rate	NA
27	If convertible, mandatory or optional conversion	NA
28	If convertible, specify instrument type convertible into	NA
29	If convertible, specify issuer of instrument it converts into	NA
30	Write-down feature	NA
31	If write-down, write-down trigger(s)	NA
32	If write-down, full or partial	NA
33	If write-down, permanent or temporary	NA
34	If temporary write-down, description of write-up mechanism	NA
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	NA
36	Non-compliant transitioned features	NA
37	If yes, specify non-compliant features	NA

<b>Other disclosures requirements - PD 4</b>	December 31, 2017
<p>The bank has no other instruments issued other than common equity, and there are no instruments that are benefitting from transitional arrangements.</p> <p>Accordingly there are no disclosures to be made under PD 4 in respect of the above.</p>	