



Investor Presentation

December 2016

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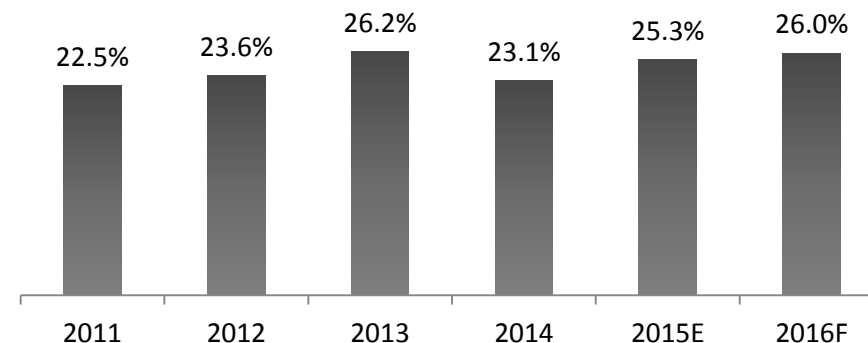
- ☒ **UAE, Abu Dhabi & Banking Sector**
- ☐ NBAD Overview
- ☐ Strategy – *Extract from NBAD-FGB Merger Presentation*
- ☐ Executive Summary – 4Q / FY 2016
- ☐ Financial Review – 4Q / FY 2016
- ☐ Appendix

UAE Economic Overview

- The United Arab Emirates comprises seven Emirates with Abu Dhabi being the largest contributor to its GDP
- Rating: Aa2 by Moody's (*unsolicited*)
- Nominal GDP for 2015 at USD 370bn, making it the 2nd largest economy in the GCC (after Saudi Arabia)³
- 6% of proven global oil reserves as of 2014²
- UAE Banking sector offers the largest asset base within the GCC (NBAD is 3rd largest bank by assets in the MENA region)
- UAE banking sector is dominated by domestic players domiciled within the market

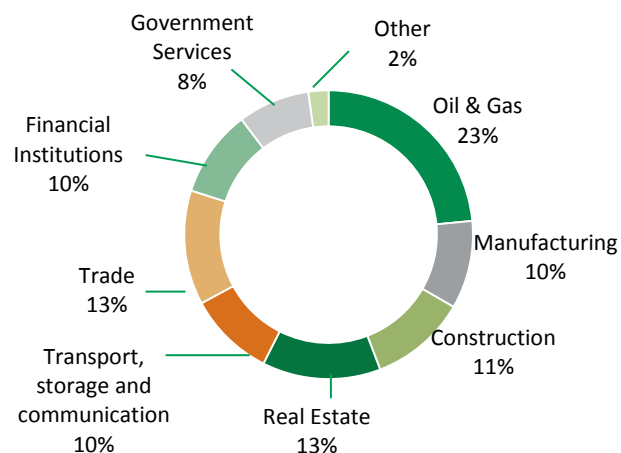
UAE Debt vs GDP¹

Per cent (%)



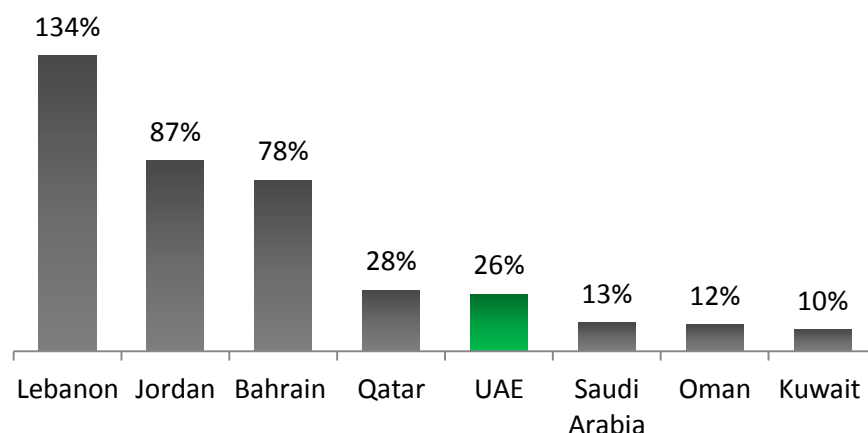
Composition of UAE Nominal GDP by Sector (2015)³

Per cent (%)



Debt to GDP in MENA Region (2016 Forecast)¹

Per cent (%)



¹ IMF World Economic Outlook, 2015

² EIA

³ National Bureau of Statistics, UAE

Abu Dhabi – The Capital

Abu Dhabi Key Economic Indicators

Credit Rating	Aa2 (Moody's) / AA (S&P) / AA (Fitch)
Size	Abu Dhabi accounts for 87% of UAE's land area
Population	2.66mn ¹ (mid-2014 est)
Nominal GDP	AED 778bn (USD 212bn) (2015) ¹
Real GDP growth²	2015 – 6.2%, 2014 – 4.4%
GDP Per Capita (2014)	USD 98,420 (based on 2014 GDP and population estimates)
Oil & Gas as a % of GDP	38.7% (nominal GDP, 2015) ²
Crude Oil -- Production -- Reserves	Approx 3.1mn bpd (2015) ² 90 bn barrels ² ; Global ranking – 7 ³
Other Principal Contributors to Nominal GDP (2015)²	Construction (11.1%), Real Estate (5.8%), FIs & Insurance (7.7%), Manufacturing (7.5%), Defense / Social Security (7.1%), Transportation and storage (5.2%), Wholesale and retail trade (5.3%), Public utilities (3.7%)
Abu Dhabi “2030 Economic Vision”	Initiative by the Government of Abu Dhabi to develop and diversify the economy beyond oil revenues

¹ Statistics Centre of Abu Dhabi

² Abu Dhabi Bond Prospectus 2016

³ IMF

This relatively high rating is supported by several factors. Foremost among these is the prodigious strength of the government's balance sheet. The government of Abu Dhabi has little direct or explicitly guaranteed debt and it has one of the largest sovereign wealth funds in the world with close to \$600 billion of estimated assets under management. Abu Dhabi's per capita income is among the highest in the world, despite cyclical swings in oil prices and production. In addition, Abu Dhabi has a long history of domestic political stability and enjoys strong relations with its fellow emirates within the UAE, most neighbouring countries, and the major global powers, including the US.

Moody's, May 14, 2016

The ratings are supported by Abu Dhabi's strong fiscal and external positions. The exceptional strength of the government's net asset position provides a buffer to counteract the negative impact of lower oil prices on economic growth, government revenues, and the external account.

Standard & Poor's, February 04, 2017

Abu Dhabi's key credit strengths are its strong fiscal and external metrics and high GDP per capita, balanced by high dependence on hydrocarbons, a relatively weak policy framework, and weak data availability compared with peers. Sovereign net foreign assets were an estimated 282% of GDP in 2016 (much larger than the 'AA' median of 61% of GDP), and government debt was 3.6% of GDP, all of it external. With an estimated fiscal break-even oil price of around USD60/bbl, Abu Dhabi could sustain present deficit levels for decades by drawing on its external assets.

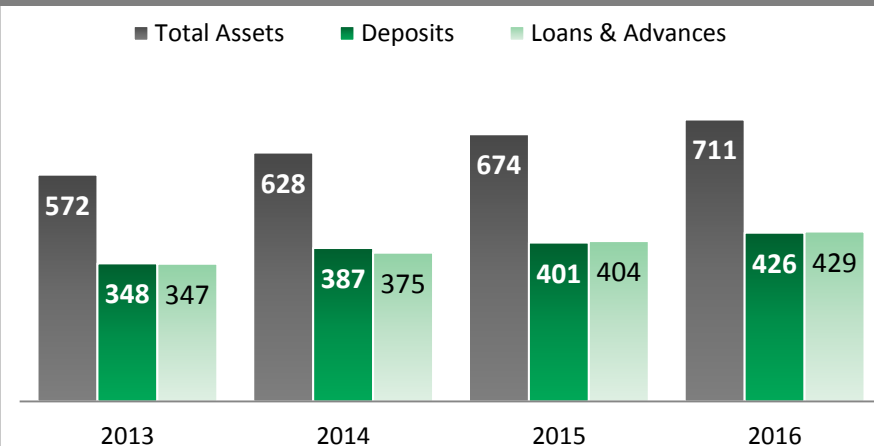
Fitch Ratings, January 23, 2017

The UAE Banking Sector

- As at 31 Dec 2016 there were a total of 58 banks (23 locally incorporated banks and 35 foreign banks)¹
- 8 Islamic banks
- Strong capitalisation driven by cautious lending and healthy internal capital growth
- Most domestic banks focus on the UAE and GCC region, while the largest banks have international presence
- Regulated by the Central Bank of the UAE

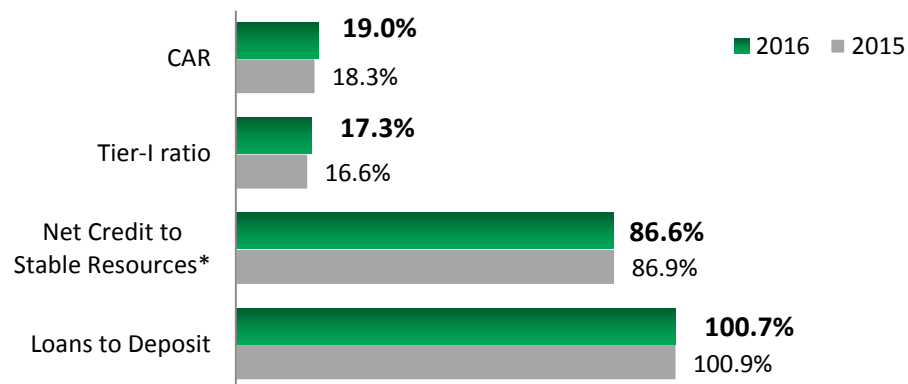
UAE Banking System Key Indicators¹

USD Bn



UAE Banking System – Capital & Liquidity¹

Per cent (%)

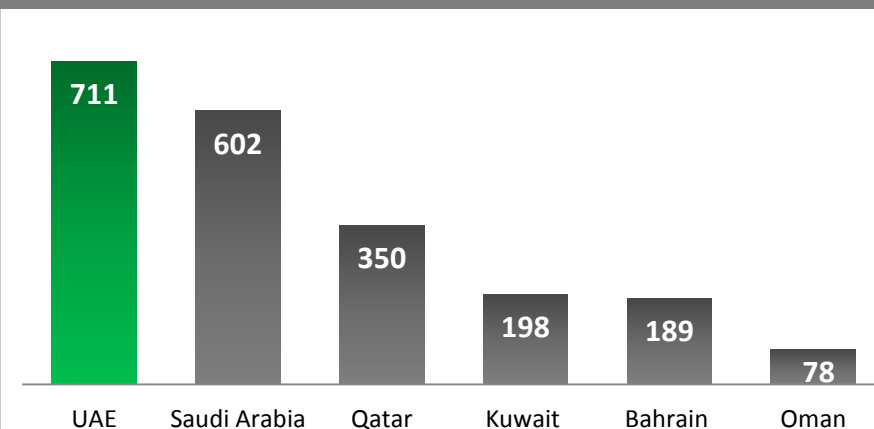


* Stable Resources = Deposits + Term borrowings + Capital & Reserves

¹ UAE Central Bank

GCC banking sector assets²

USD Bn



Source: Central Banks', data as of Dec 2016 (Bahrain as of Oct, 2016; Oman as of Nov, 2016)

- ☐ UAE, Abu Dhabi & Banking Sector

- ☒ **NBAD Overview**

- ☐ Strategy – *Extract from NBAD-FGB Merger Presentation*

- ☐ Executive Summary – 4Q / FY 2016

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NBAD at a Glance (1/2)



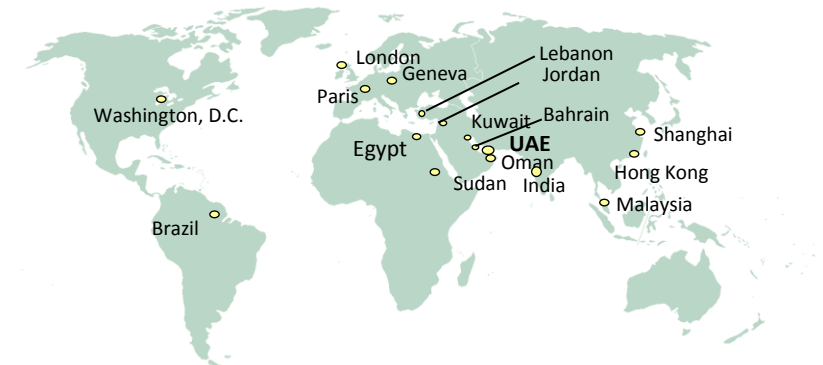
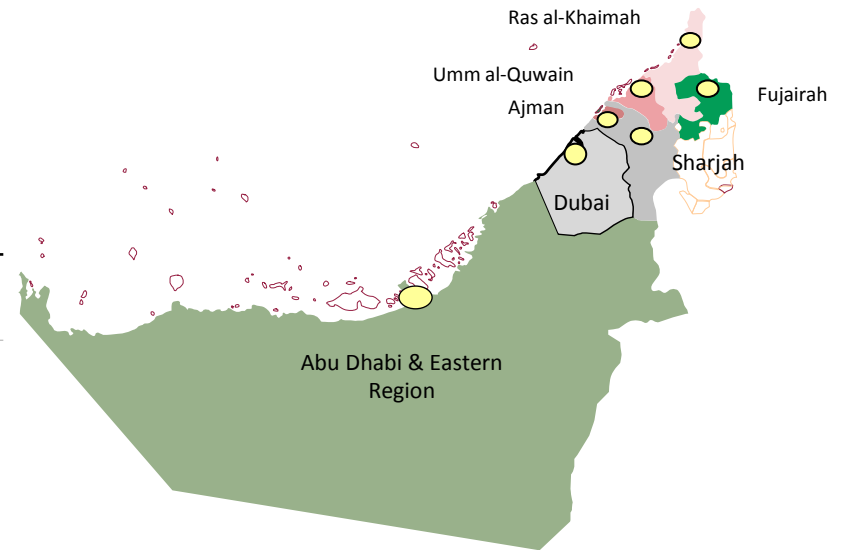
- **Banker to the Abu Dhabi Government**
- **70% owned by the Government of Abu Dhabi through ADIC (Abu Dhabi Investment Council)**
- **Strongest ratings of any bank in the Middle East & Emerging Markets at Aa3/AA-/AA-**
*- 'Safest Bank in the Middle East & Emerging Markets'**
- **Largest bank by assets in Abu Dhabi (AED 421 billion as of 31 December 2016)**
- **Well diversified Financial Group – across businesses and geography**
- One of the largest international presence among the UAE banks
- **Consistent profitability and value creation to shareholders**
- **Strong liquidity and robust capital adequacy**
- **Clear and focused strategy for growth**

* By Global Finance – Safest Bank in Middle East & Emerging Markets; Among the World's 50 Safest Banks since 2009

NBAD at a Glance (2/2)



Overview	<ul style="list-style-type: none">▪ Incorporated in 1968 to serve as Banker to the Emirate of Abu Dhabi▪ Owned 70% by Government of Abu Dhabi, via the Abu Dhabi Investment Council (ADIC)▪ Listed on Abu Dhabi Securities Exchange (ADX)						
	Credit Rating		Fitch	Moody's	S&P	RAM (Malaysia)	R&I (Japan)
		LT	AA-	Aa3	AA-	AAA	A+
		ST	F1+	P-1	A-1+	P1	
Outlook		Stable	Negative	Negative	Stable	Stable	
Presence	<ul style="list-style-type: none">▪ Domestic - 103 branches*, 525 ATMs+ across all the 7 emirates▪ Overseas – 44 offices across 16 countries						
Financial Info	Market Cap			AED 54.3bn (US\$ 14.3bn)			
	(Price @ AED 9.99)						
	Diluted EPS (9M 2016)			0.95			
	PE Ratio			10.2			
	Price / Book			1.3			
	Shares Issued (@ AED 1)			5,254.5mn			
Free float:			30%				

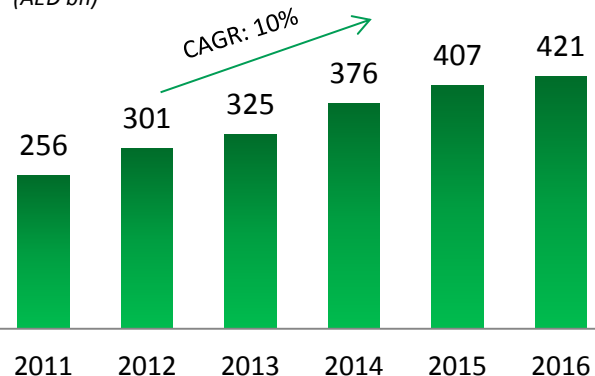


* Including cash offices, NBAD Suisse, Malaysian & Brazil subsidiary, offshore units & representative office in Shanghai
 + includes Cash deposit machines

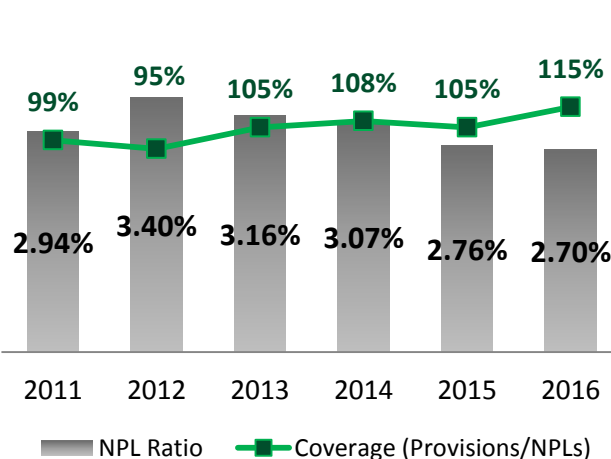
A Strong Track Record of Financial Performance

Assets

(AED bn)

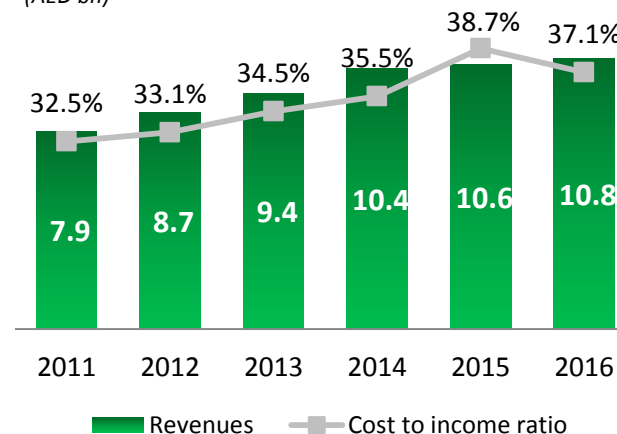


Non Performing Loans & Provisions



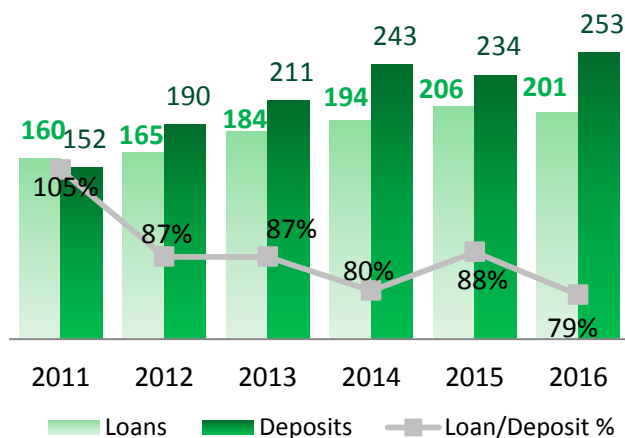
Revenues & Cost-to-income ratio

(AED bn)



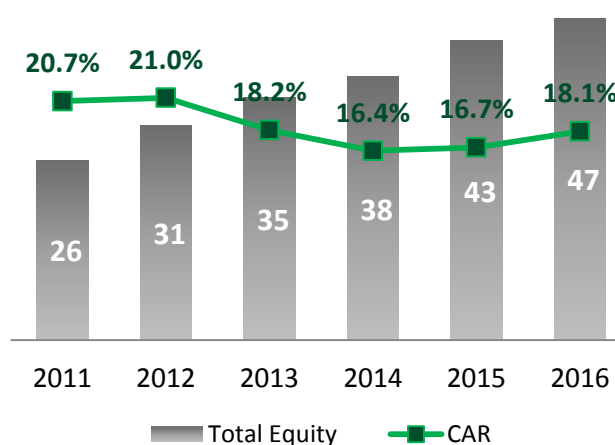
Loans & Deposits

(AED bn)



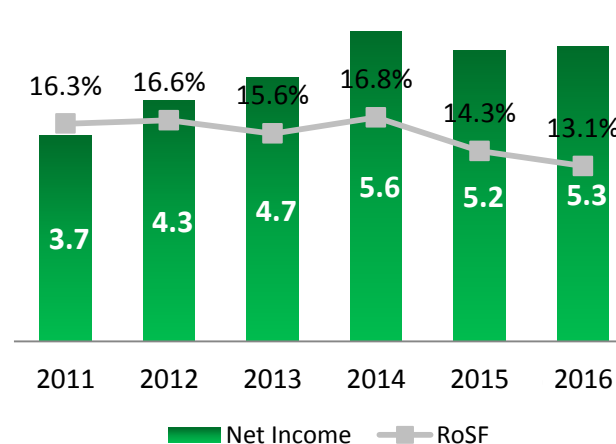
Equity & Total CAR

(AED bn)



NPAT & Return on Shareholders' Funds

(AED mn)



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Overview of the transaction and key terms

Exchange ratio	<ul style="list-style-type: none">▪ Exchange ratio of 1.254 NBAD shares for every one FGB share▪ NBAD will issue total of 5,643 million new shares to FGB shareholders
Shareholders	<ul style="list-style-type: none">▪ Following the merger, the combined bank will be 52.0% owned by FGB shareholders and 48.0% by NBAD shareholders▪ Key shareholders: ADIC: 33.2%, Mubadala: 3.7%, Free float: 63.1%
Transaction structure	<ul style="list-style-type: none">▪ Transaction will be structured as a merger of equals▪ Statutory merger through share swap with NBAD issuing shares▪ Combined bank to retain the brand name of "National Bank of Abu Dhabi" (NBAD)
Governance	<ul style="list-style-type: none">▪ Board of Directors of combined bank to comprise of nine members▪ Board will include four nominated directors of FGB and four nominated directors of NBAD▪ H.H. Sheikh Tahnoon Bin Zayed Al Nahyan will be the Chairman, H.E. Nasser Ahmed Alsowaidi will be the Vice Chairman and Mr. Abdulhamid M. Saeed will be the CEO
Conditions	<ul style="list-style-type: none">▪ FGB and NBAD shareholders to approve the transaction (minimum 75% vote)▪ Approval of the UAE Central Bank▪ Approvals of international regulators of FGB and NBAD▪ Merger likely to be effective in Q1 2017

Compelling strategic rationale

Transformational transaction – a merger of equals...

- A** Creates No. 1 bank in the UAE, internationally connected for its target clients
- B** Combination of the best in class consumer and wholesale businesses and strong growth potential in Global Wealth
- C** Fit for the changing regulatory landscape
- D** Efficiency through cost and revenue synergies
- E** Enhanced capacity through capital consolidation and strong core liquidity to capture strategic growth opportunities

...to benefit all stakeholders

Customers









Employees

Equity holders

Lenders and bondholders

Society

Clear leader in the region

Banking sector assets (US\$bn)	National champion ⁽¹⁾	Total assets (US\$bn)	Equity (US\$bn)	Market cap (US\$bn) ⁽²⁾
 UAE 711	 	183 #2 122	26.6 #1 14.7	31.8 #2 13.4
 KSA 602		117	14.1	22.3
 Qatar 349		198	16.5	37.7
 Kuwait 198		79	9.5	13.7
 Bahrain 193		34	3.8	5.0
 Oman 70		28	4.0	3.0

Source: Company information as of latest reported, FactSet and Central Banks disclosures. Pro-forma financials for FGB+NBAD as at 31 December 2016 take into account reclassification, intercompany elimination and consolidation adjustments.

(1) Defined as the largest bank in the country by total assets.

(2) Based on 16 February 2017 closing prices.

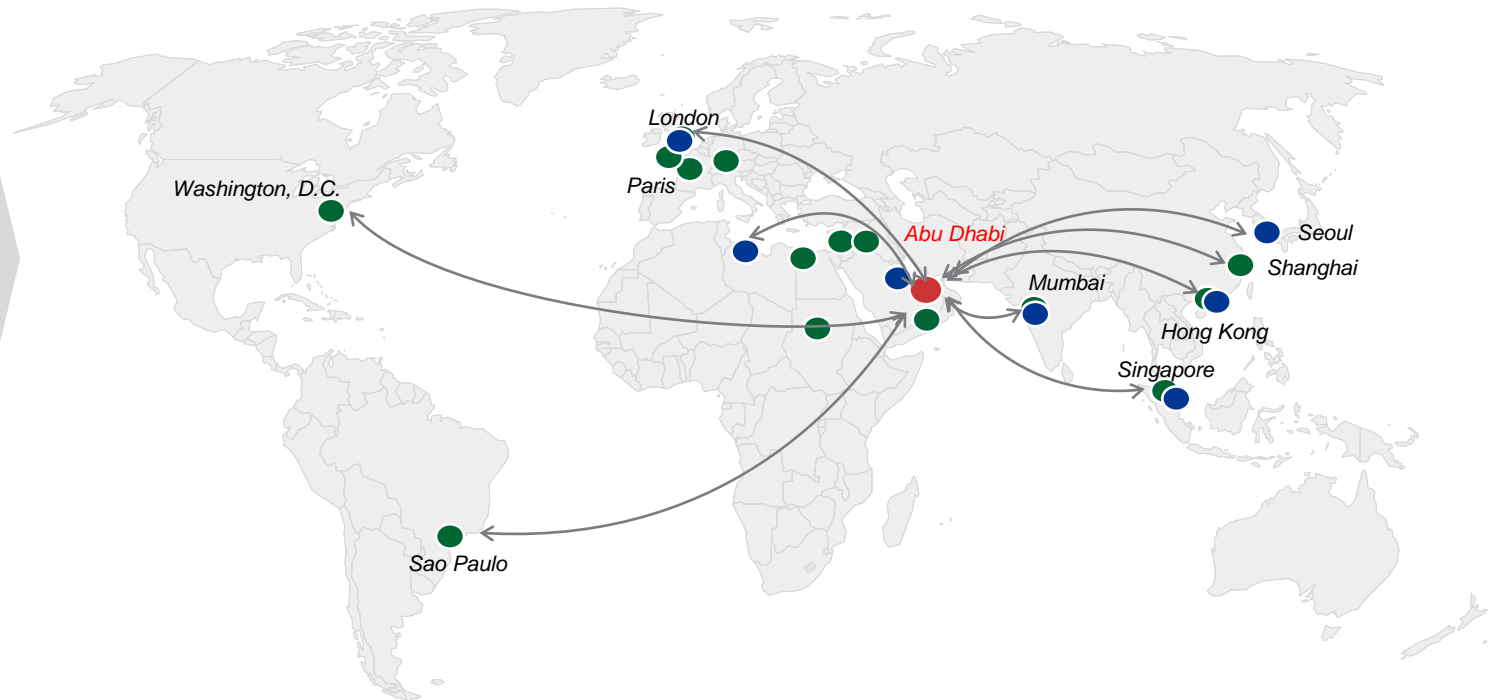
International network in key growth markets

Unique business model to drive UAE's international ambitions

- Wholesale banking and wealth management are primary drivers
- Reference bank for UAE multinational businesses
- Regional access point for international businesses
- Target clients specific to product and industry knowledge
- Target clients with high quality credit

Positioned in key financial markets: Hong Kong, Singapore, Geneva, London, Washington D.C...

...through offices and branches in 19 countries

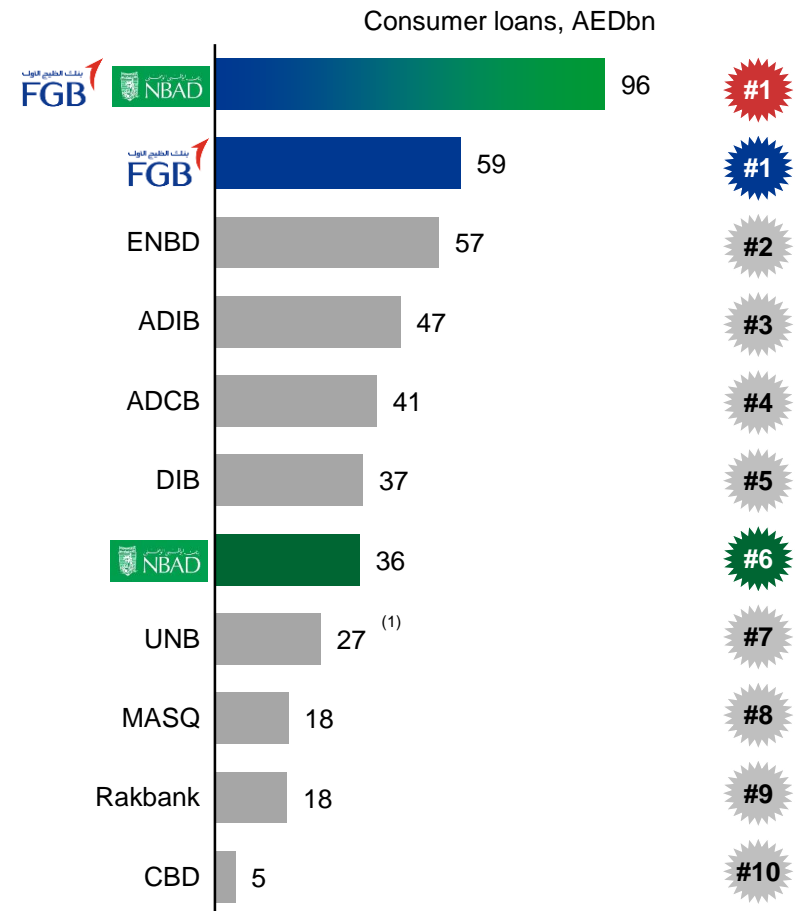


Best UAE consumer business

Our value proposition will be significantly enhanced

- Significant and scalable market positions across the UAE stimulating growth
- Scale enables best in class technological investment to:
 - Drive digital transformation
 - Allow meaningful customer segmentation
 - Expand range of product offerings
- Combination of complementary strengths, right balance of assets and deposits
- Long-standing National Housing Loan programme run for the Abu Dhabi government
- Multichannel distribution

Ranking vs. UAE peers



Positioned to capture the significant and growing Wealth opportunity

Sizable and growing wealth in the region and beyond

Strong foundations in place

Strong penetration in Arab world
Significant existing AUM and network

International wealth centre network
Range of booking centre choices for HNWI's

Comprehensive product and service offering
Tailored advisory, discretionary, wealth solutions

Foundation for growth
Increased scale supports product/system development

Outstanding business opportunities



Access new high growth HNWI segments e.g. non-resident Indians



Improved client choice, flexibility and service with expanded global network



Deepen existing relationships across the bank with increased cross sell and enhanced product offering



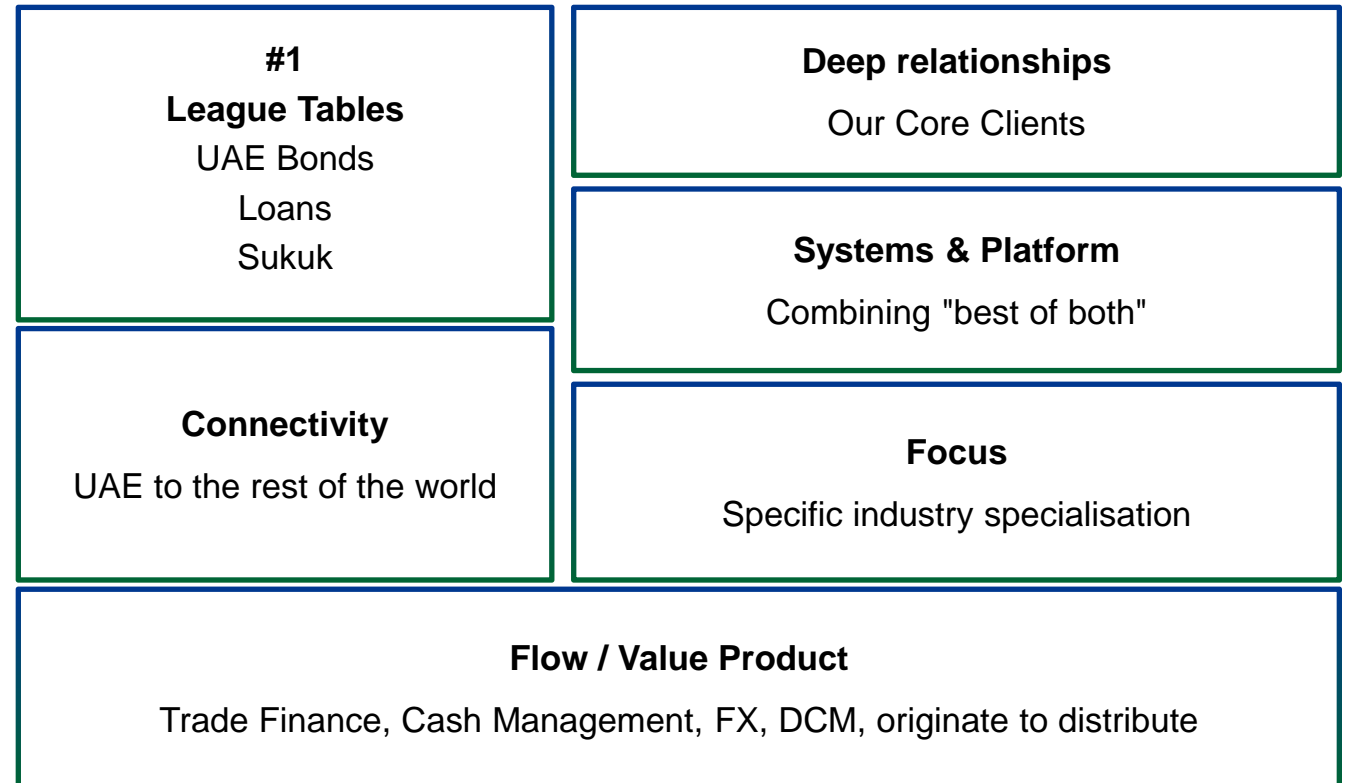
Opportunity to increase client penetration beyond the MENA region

Leading wholesale business – Global connectivity for regional clients

Customer focused business around UAE-linked global clients

**Region's No. 1
wholesale bank with
international reach**


**Unique specialised
product proposition for
existing and new
clients**



Fit for the changing regulatory landscape

Combined bank better positioned than peers to meet increasing regulatory demands

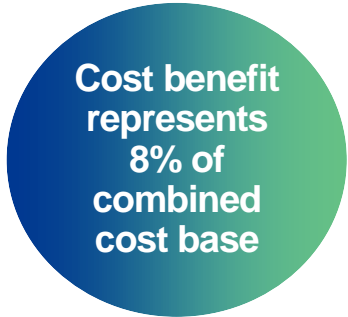
- Sound capital position from the outset, with diversified business mix and funding profile
- Scale enables adequate investment in compliance and controls
- Enhanced profitability profile allows improved capital generation
- Allows growth to continue

Evolving regulatory requirement	FGB  NBAD  preparedness	
	Increased liquidity thresholds	
	Higher capital requirements	
	Stringent capital definition	
	Increased compliance and controls	

Shareholder value creation through synergies

Substantial cost saving opportunities - benefit of around AED500m per year

- Consolidating common business / enablement functions
- Systems integration
- Premises reduction
- Closure of overlapping branches
- Investment efficiency — spend once, use twice
- Cost benefits to be realised over 3 years, with estimated one-time integration costs of AED600m



Cost benefit
represents
8% of
combined
cost base

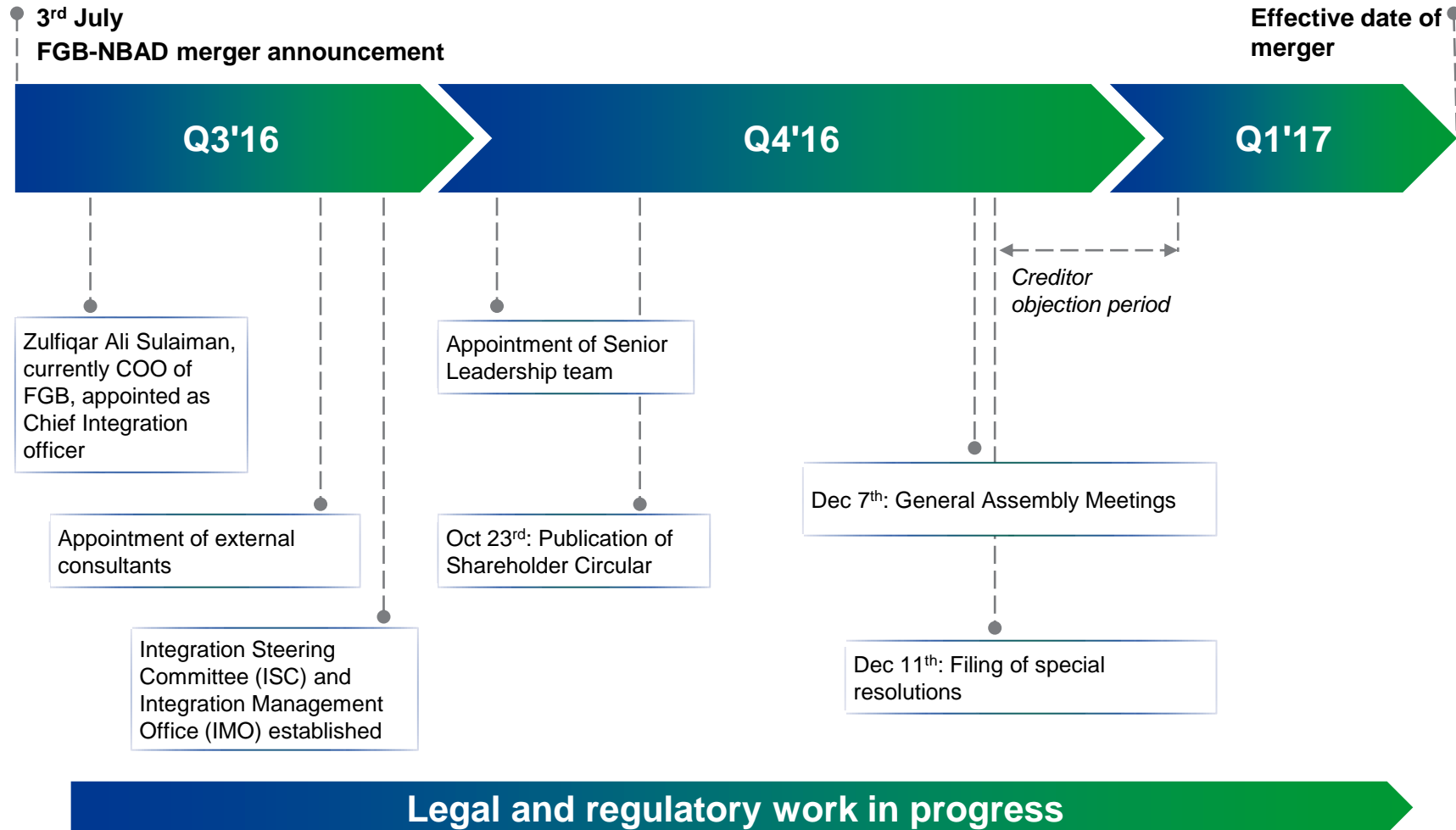
Strong revenue synergies potential, leveraging on complimentary business models



Opportunity
for revenue
synergies

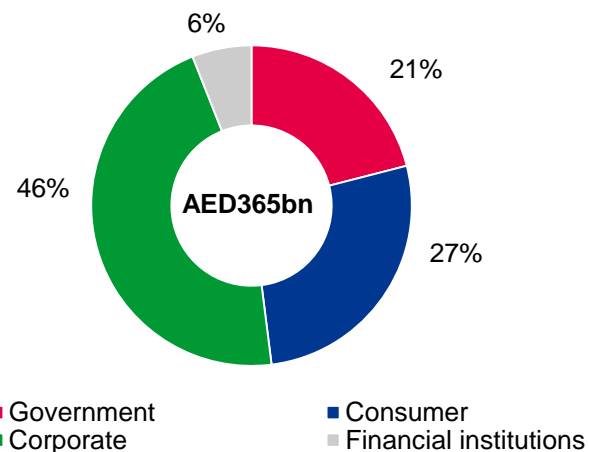
- Product cross-sell
- Pricing optimisation
- Enhanced capacity to service clients
- Some attrition from concentration management

Merger Timeline

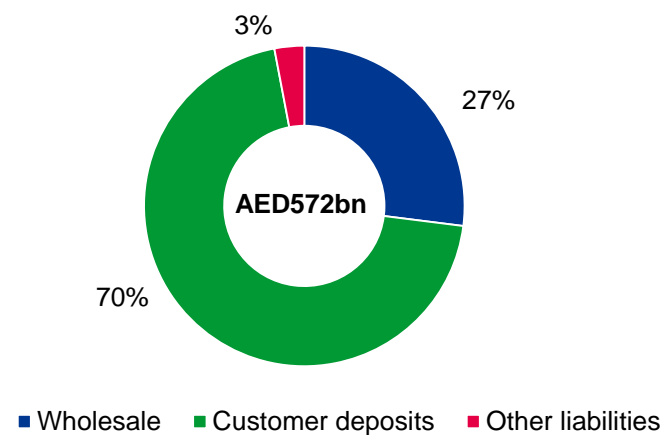


Well balanced business profile

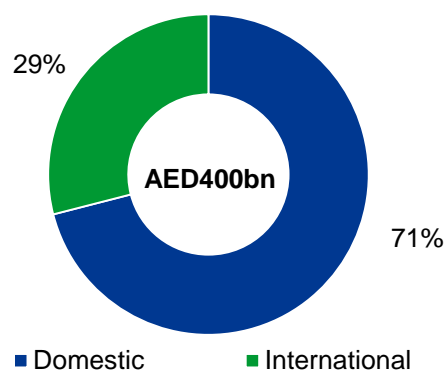
Gross loans mix by counterparty



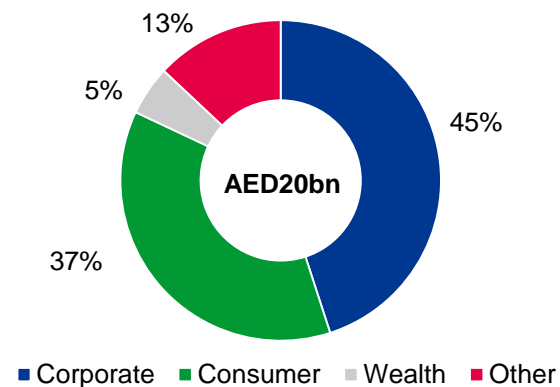
Funding composition







Deposit mix by geography



Operating income by customer type



FY 2016 update on key pro-forma financials

		 		 	
Income statement	Net interest income (AEDmn)	6,088	6,820	12,908	
	Total revenue (AEDmn)	9,582	10,808	20,391	
	Operating expenses (AEDmn)	1,998	4,013	6,010	
	Net profit (AEDmn)	6,070	5,296	11,366	
	Cost to income ratio	20.8%	37.1%	29.5%	
	RoTE ¹	18.4%	13.3%	15.6%	
Balance sheet	Total assets (AEDbn)	245	421	671	
	Net loans (AEDbn)	156	201	356	
	Total deposits (AEDbn)	147	253	400	
	Net loans / deposits ratio	106.0%	79.1%	89.0%	
	Tier 1 ratio ²	17.1%	16.0%	16.5%	
	CAR ²	18.3%	17.2%	17.7%	

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☒ **Executive Summary – 4Q / FY 2016**

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Underlying growth driven by strength in core businesses

Offset by macro headwinds, lower AFS gains and currency devaluations



	<u>FY 2016</u>	<u>Change % vs FY 2015</u>	
Revenue	AED 10.8b	↑ 2.4%	Underlying growth in Retail & Wholesale flow products continues , offset by macro headwinds and lower AFS gains; 4Q'16 – ↑1% q-o-q, ↑6% y-o-y
Expenses	AED 4.0b	↓ 1.7%	Disciplined expense management continues ; JAWS +4% in FY'16 ; 4Q'16 – ↓0.4% q-o-q, ↓4% y-o-y
Net Profits	AED 5.3b	↑ 1.2%	Significantly higher provisions (Retail & SMEs) impact Net profits ; 4Q'16 – ↑1% q-o-q, ↑28% y-o-y
RoSF	13.1%	↓ 113bps	Impacted by lower AFS gains and higher provisions
NPL ratio	2.70%	↓ 6bps	Strong recoveries offset by increase in Retail & Commercial NPLs ; Provision coverage ↑ to 115%
Loans-to-Deposit ratio	79%	↓ 900bps	Loans ↓3%, Deposits ↑8%, CASA ↑6% <i>Redeploying reduction in FI Trade to other higher yielding loans & assets, Loans (ex-trade loans) ↑1%; both, loans and deposits impacted by currency devaluation / depreciation</i>
Tier-1 ratio	16.9%	↑ 121bps	Balance sheet optimisation drives lower RWAs + internal capital generation enhances capital ratios ; <i>Total CAR at 18.1%</i>

Global and Regional challenges to continue in 2017



Global

- Global growth forecasts currently at 3.4% for 2017
- Fiscal management and Economic diversification – focus for GCC / MENA countries
- Oil prices expected to rebalance to between \$50-\$60 per barrel in 2017
- Fed Funds expected to be 1.25-1.50% by end of 2017, implying 3 hikes

UAE Banking Sector

- UAE lending market challenges to continue in corporate and retail/SMEs
- Expect downward trend in Commercial/SME provisions in 2017
- However, Retail has been ticking up and expected to continue in 2017
- Current UAE liquidity at comfortable levels; Decline in oil prices could create liquidity pressures, resulting in higher funding costs and squeezing margins for the sector

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Core businesses continue to generate underlying growth



For the full-year 2016, our core business continued to deliver strong underlying revenue growth of 5%

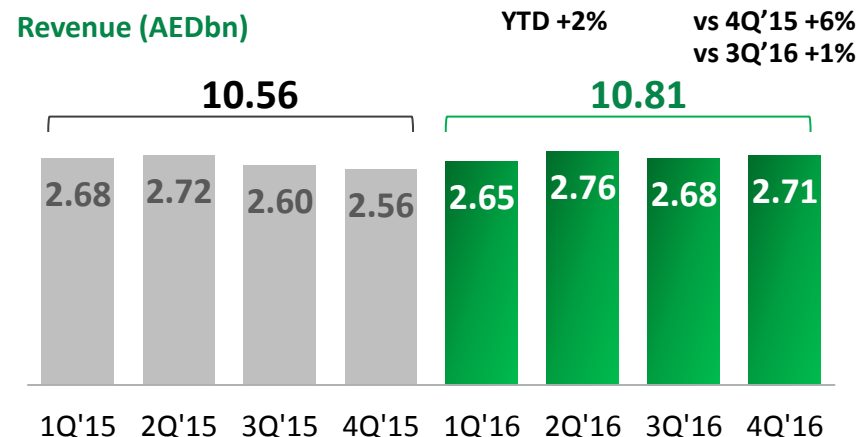
Continued strength in Wholesale flow products

UAE Retail lending continued to outpace the market

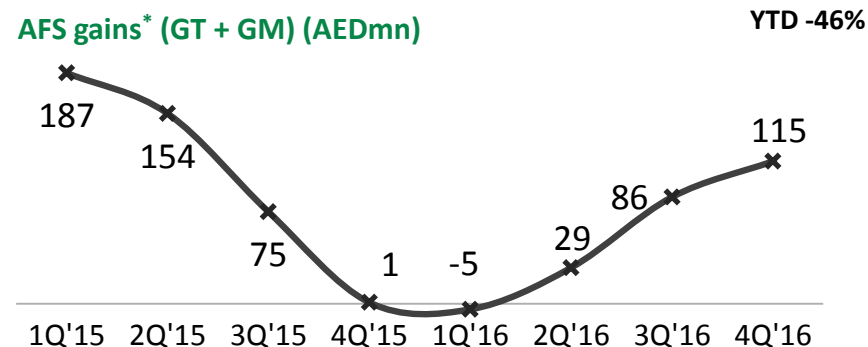
... Offset by challenging macro environment, lower AFS gains, currency valuation & lower IIS

	<u>FY'16</u>	<u>FY'15</u>	<u>% chng</u>
Revenue	10,808	10,556	2%
<u>Less</u> Ex-One-off & AFS investment gains	182	455	
*Underlying Growth	10,626	10,101	5%

Strong underlying growth Year-over-Year in 4Q & FY'16



Widening credit spreads impacted gains in AFS portfolio



• AFS gains are reflected net of hedging impact

Growth rates expressed vs prior comparable period

Positive JAWS for FY'16; NPAT impacted by higher provisioning



Continued disciplined expense management

- Flat past 8 consecutive quarters

Delivered Positive JAWS in FY16

... offset by significantly higher impairment charges (↑26% YTD)

- Primarily driven by Retail & Commercial
- Despite lower collective provisions from balance sheet optimisation

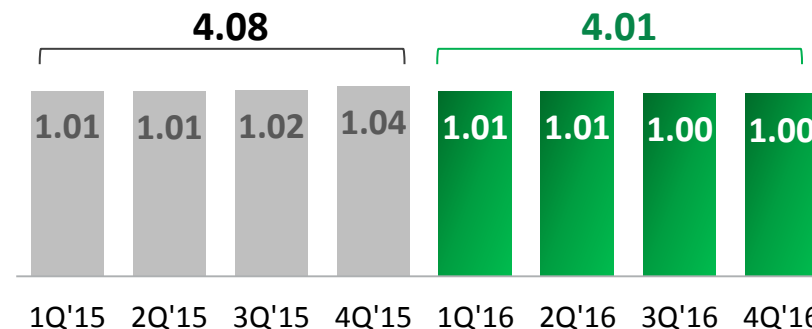
For FY'16, CoR of 57bps was in line with expectations and NPL ratio of 2.7% was within guidance

8 consecutive quarters of disciplined cost management

Expenses (AEDbn)

YTD -2%

vs 4Q'15 -4%
vs 3Q'16 -0.4%



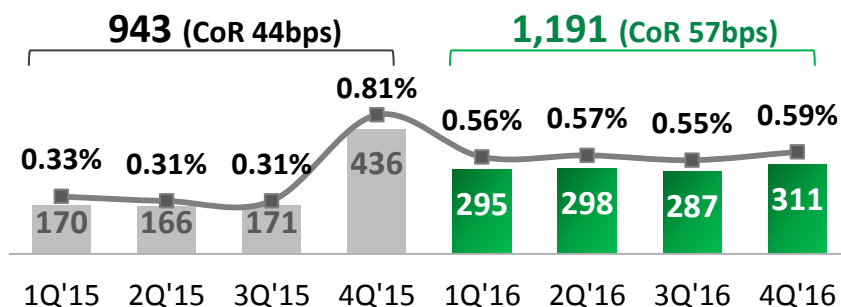
4Q'16: Continued challenges in Retail

Impairment Charges, net (AEDm)

YTD +26%

vs 4Q'15 -29%
vs 3Q'16 +8%

CoR% (avg gross loans net of IIS)

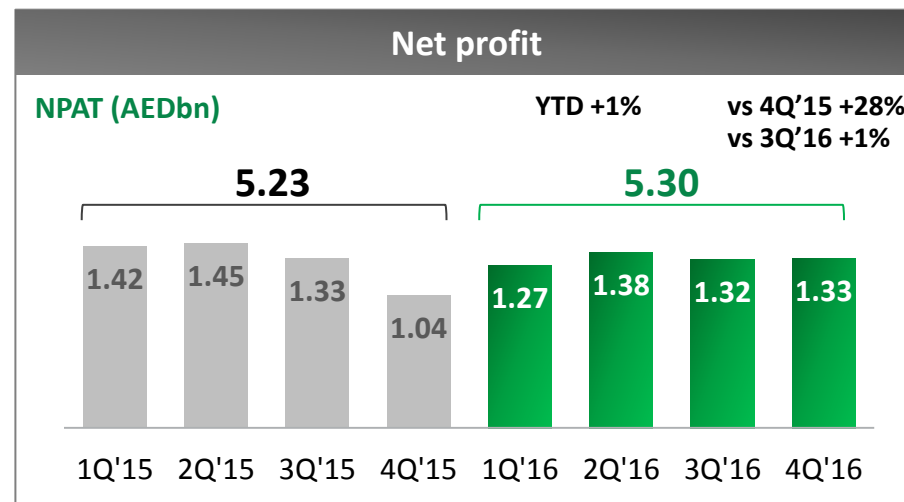


Growth rates expressed vs prior comparable period

Continuing to maintain strong liquidity & robust capital

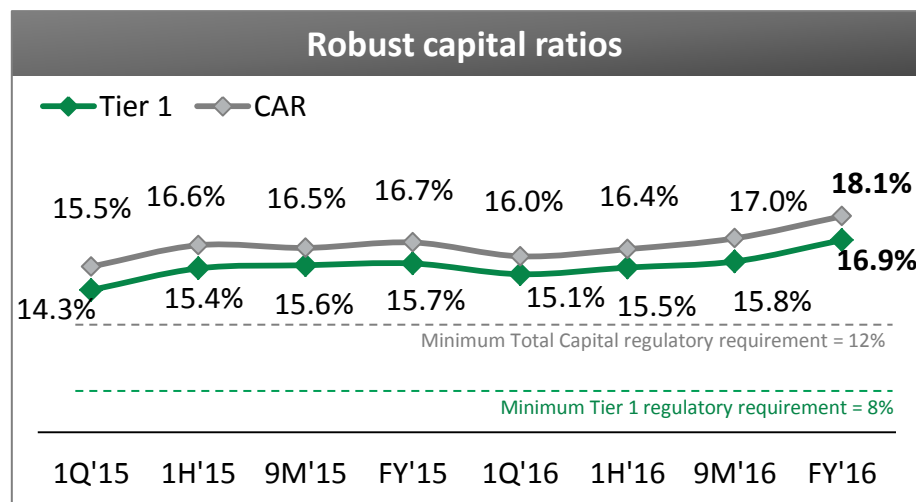
Reported NPAT up 28% y-o-y in 4Q'16 and up 1% FY'16

- Impacted by AFS gains and currency devaluations
- RoSF 13.1% for FY'16, down 113 bps y-o-y due to challenging macro environment



Continuing focus on strong capital and liquidity

- Tier-1 improved to 16.9% in 4Q'16, +110bps q-o-q
- Credit ratings affirmed by all 3 major agencies



Growth rates expressed vs prior comparable period

Global Wholesale Banking

Growth momentum across strategic flow businesses and lower provisions



Continued growth across strategic businesses ...

	Global Transaction Banking	Global Market Sales	Debt Origination & Distribution
FY'16	↑8%	↑10%	↑23%

- Higher trading income YoY

... offset by lower revenue from relationship lending due to lower IIS recoveries

Expenses in FY'16 ↓3% y-o-y

FY'16 **Impairment charges** were lower y-o-y driven by strong recoveries and lower collective provisions

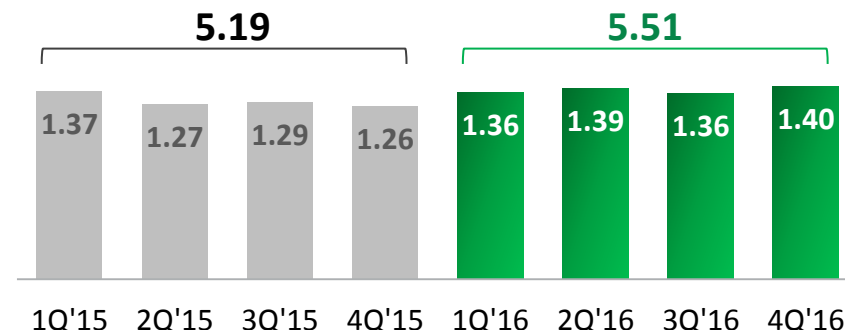
... resulting in significantly higher (↑35% y-o-y) FY'16 NPAT

Strategic businesses counter declining traditional revenues

Revenue (AEDbn)

YTD +6%

vs 4Q'15 +12%
vs 3Q'16 +3%

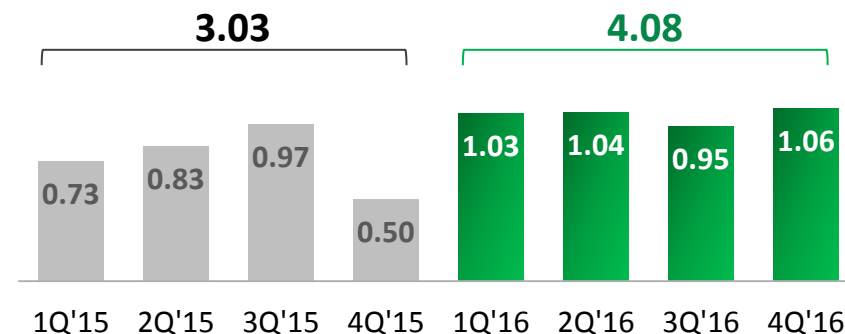


Strong recoveries, ↓impairment charges drive NPAT

NPAT (AEDbn)

YTD +35%

vs 4Q'15 +111%
vs 3Q'16 +12%



Growth rates expressed vs prior comparable period

Global Retail & Commercial

Revenues continue to grow, while impairments impact NPAT



Strong FY'16 revenue growth as retail lending continues to outperform market

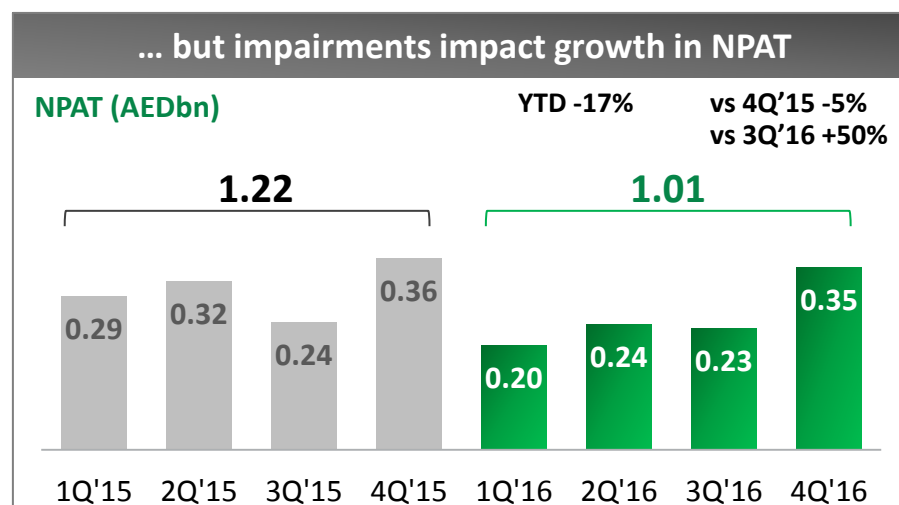
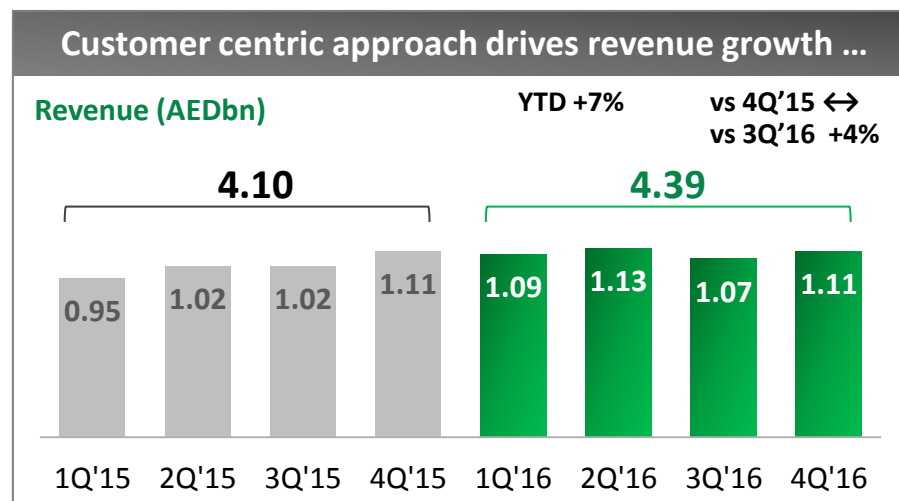
- Retail revenue growth +9% y-o-y, driven by personal lending, mortgages and credit cards
- Commercial revenues were down 3% y-o-y on tighter risk appetite

Improvement in efficiency ratio from 56% in FY'15 to 50% in FY'16

- Expenses ↓5% y-o-y in FY'16
- Disciplined cost management and branch rationalisation helps fund investment in branch sales productivity and e-channels

Impairment charges were AED 1.137bn in FY'16, driven by deterioration in Retail and Commercial

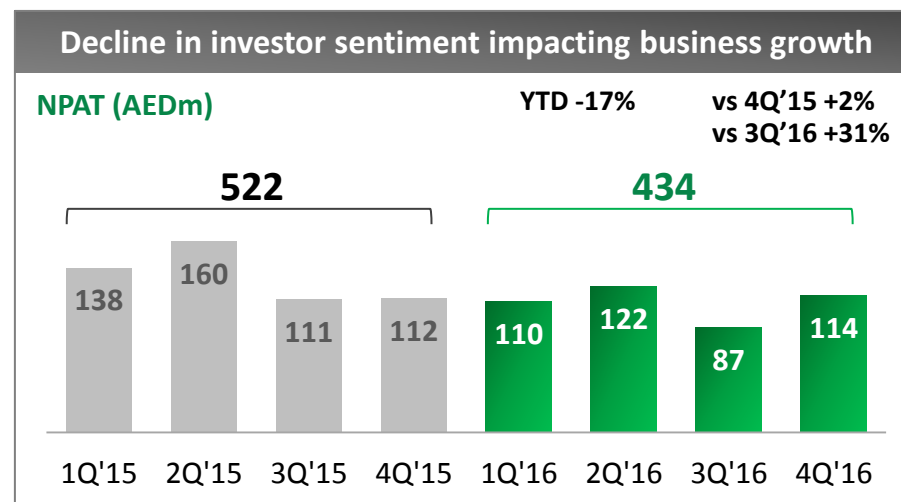
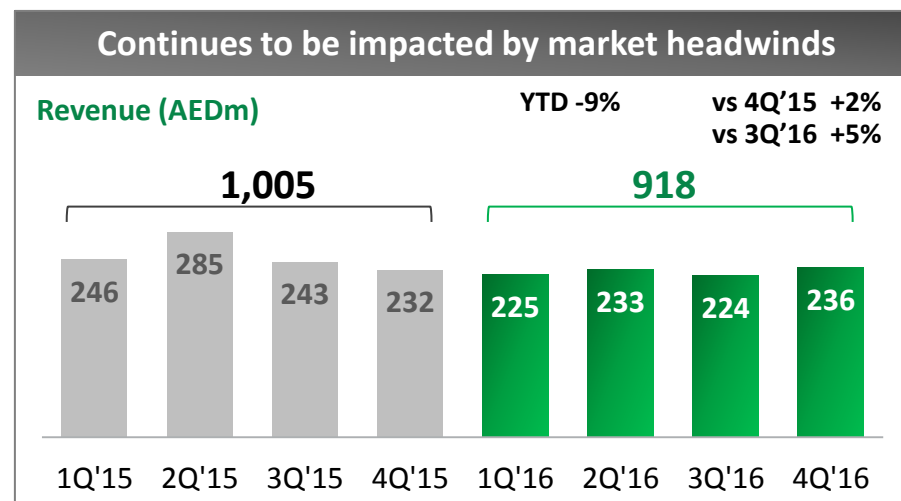
- Downsized Commercial Product Program portfolio; stands at less than 1% of total loans portfolio
- Maintaining cautious outlook and prudent provisioning



Growth rates expressed vs prior comparable period

Underlying revenue growth in Global Private Banking offset by challenging markets

- Impacted by FX depreciation and lower interest in suspense recoveries
- Declining investor sentiment continues to impact trading volumes
- Despite the slowdown, investment AUMs higher \uparrow 5% YoY at year-end 2016



Growth rates expressed vs prior comparable period

International business

... significant contributor towards liquidity + enhancing diversification



Continues to be a competitive advantage

- For client proposition – FX deals, DCM, Cash mgmt
- Key source of liquidity and risk diversification

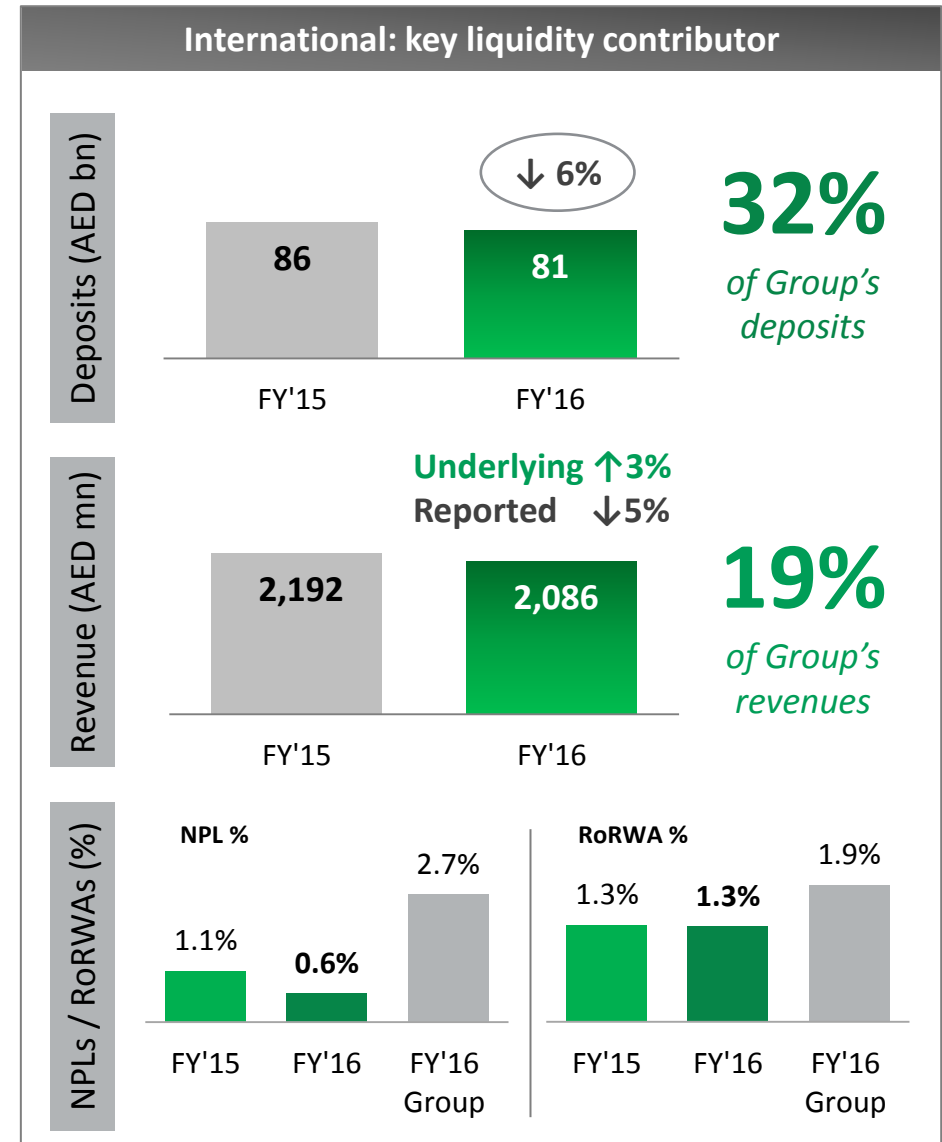
Underlying revenues up 3% for FY'16

- Reported revenues down 5%; impacted by lower one-offs and FX devaluation/ depreciation of Egyptian / UK currency, respectively

Decline in Customer deposits by 6% also primarily due to impact of devaluation / depreciation of Egyptian/ UK currency, respectively.

Contribution of International businesses to FY'16:

Revenue	Operating Profits	Net profits
19%	19%	18%
(FY'15 – 21%)	(FY'15 – 21%)	(FY'15 – 18%)



* International includes all overseas operations

SME's (program lending) & Retail drives increase in impairment charges

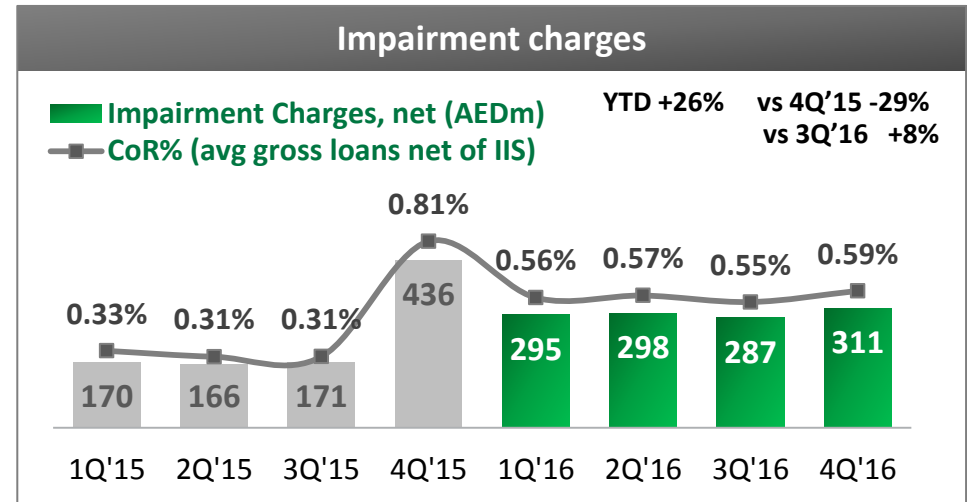
Asset quality remains strong; cost of risk in line with guidance



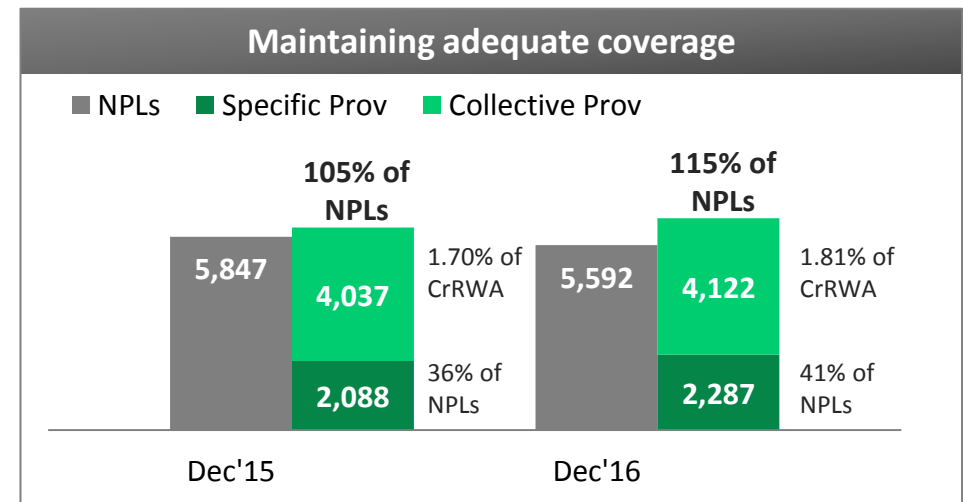
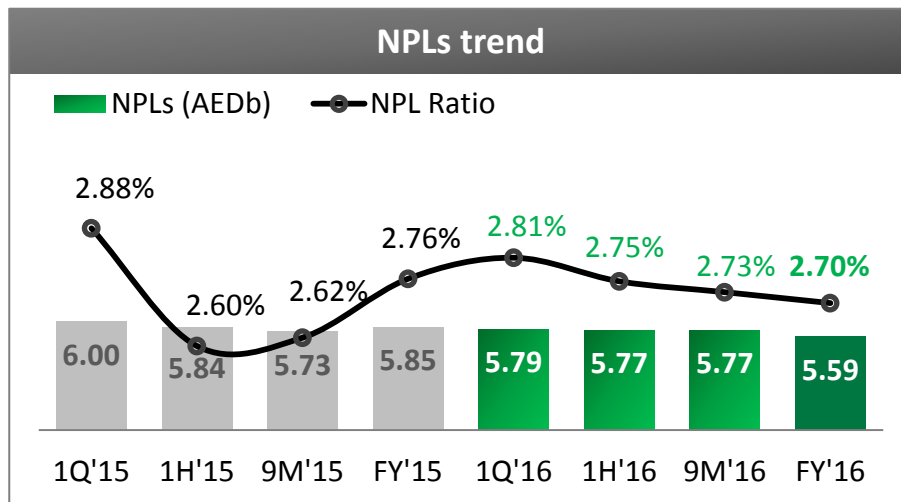
NPL coverage remains over target > 100%

CoR in line with expectations at 57bps (for FY'16)

NPLs were AED 5,692m, ↓AED 255m in FY'16



Growth rates expressed vs prior comparable period

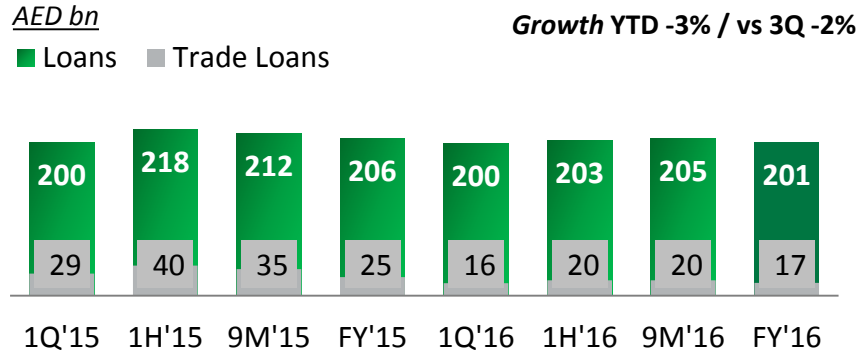


Continued balance sheet strength

Positive momentum in deposits and underlying loan growth



Shift from FI trade / Currency depreciation impacts loan growth



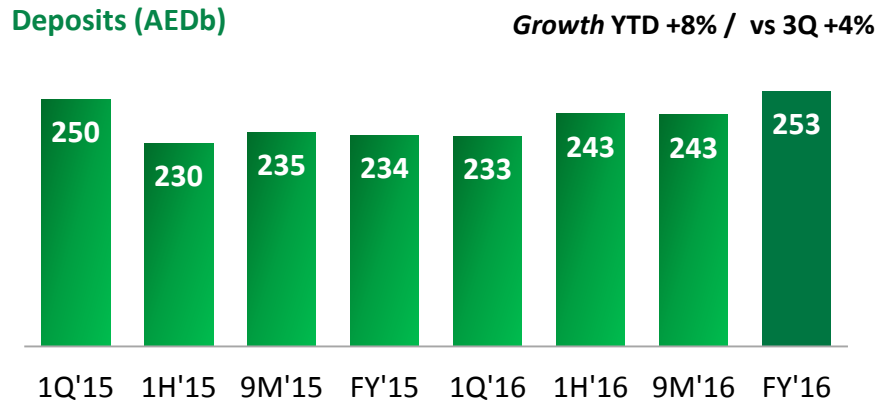
Strong credit ratings maintained

Loan growth -3% in FY'16; Non-trade loan growth +1% y-o-y

- Global Wholesale (excl Trade Loans) grew by 2% y-o-y
- Growth in Retail lending continued (↑ 3% y-o-y)
- Impacted by currency devaluation / depreciation

Customer deposits +4% in 4Q'16, driven by Gov't accounts; ↑ 8% in FY'16 despite impact from currency devaluation/ depreciation

Deposit growth gained momentum in FY'16



Growth rates expressed vs prior comparable period

Loans-to-Deposit ratio
(Dec'16)

Group
79%

UAE
87%

Int'l
62%

30% CASA (↑6% YTD)

Core NIM trend healthy

Reported NIM impacted by excess liquidity

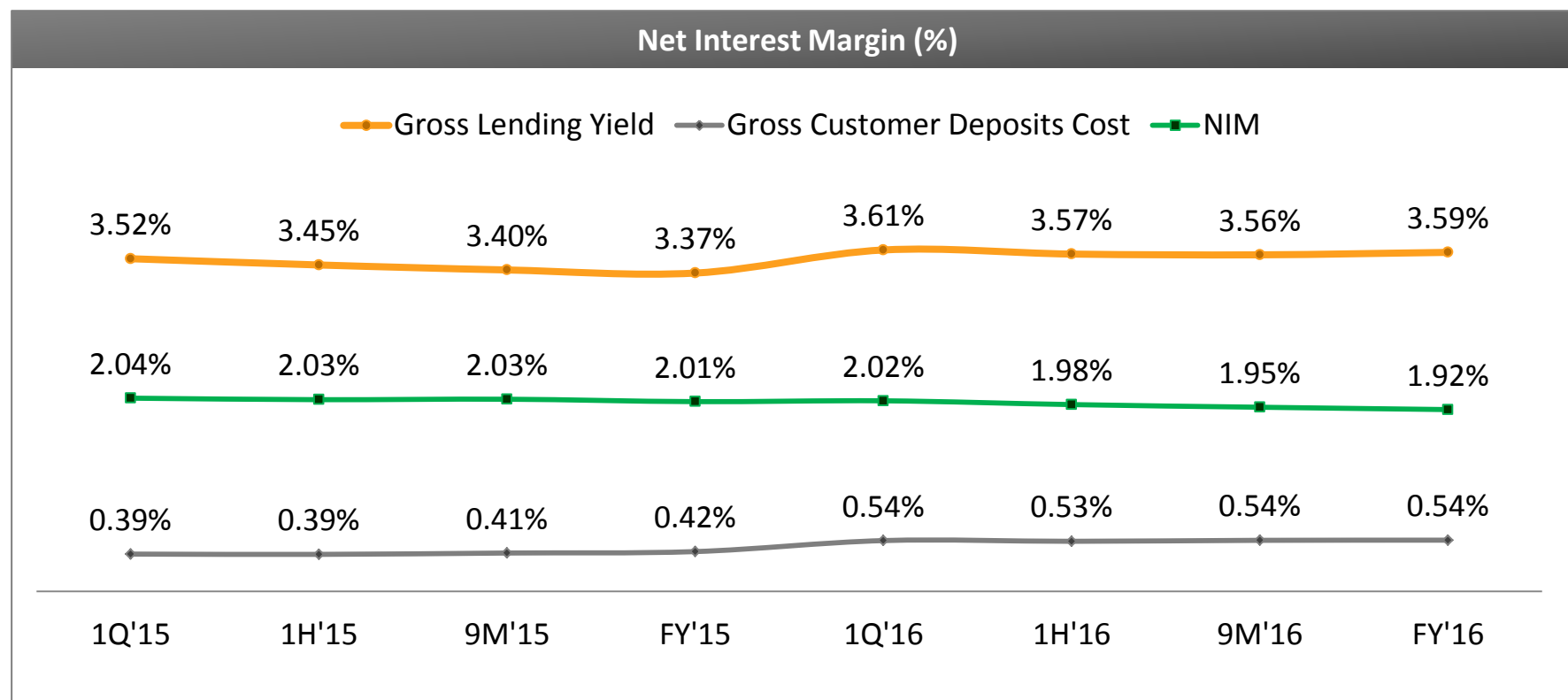


Customer NIM improves 9bps y-o-y, however, overall NIM down 9bps y-o-y due to excess liquidity:

- + Yield on customer loans has improved 22bps YoY, driven by changing balance mix (Low yield Trade FI lending reduced) and increase in benchmark rates;

Offset by:

- NIM dilution due to placement of excess liquidity at Central Banks' (deposit facilities) and other financial institutions
- Increase in deposits cost mainly driven by increase in benchmark rates



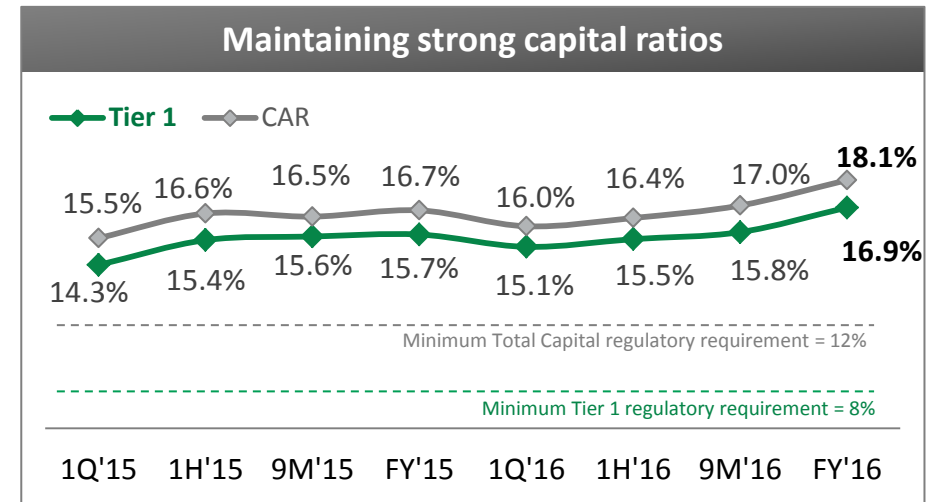
Maintaining robust capital position ...

... while RoE impacted by seasonal slowdown



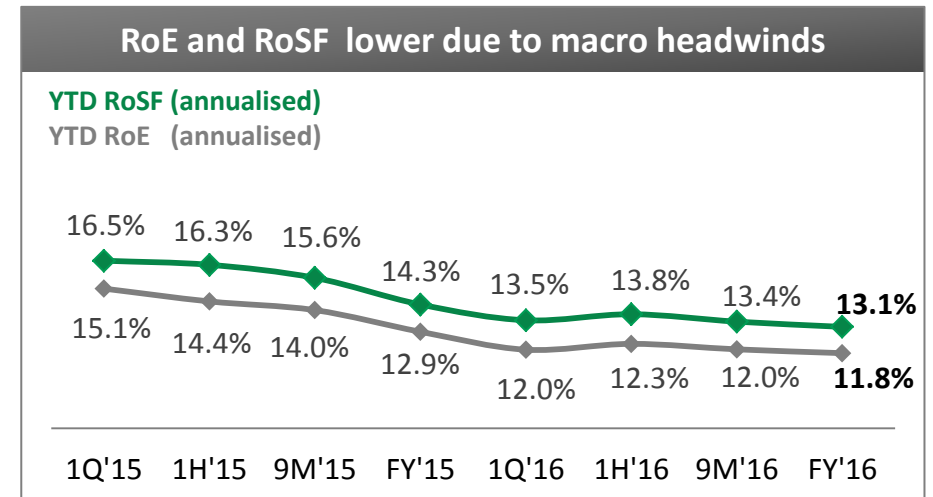
Capital ratios remain strong

- Balance sheet optimisation moderating RWA growth, delivering capital benefits
- Focused on internal capital generation and maintaining strong ratios



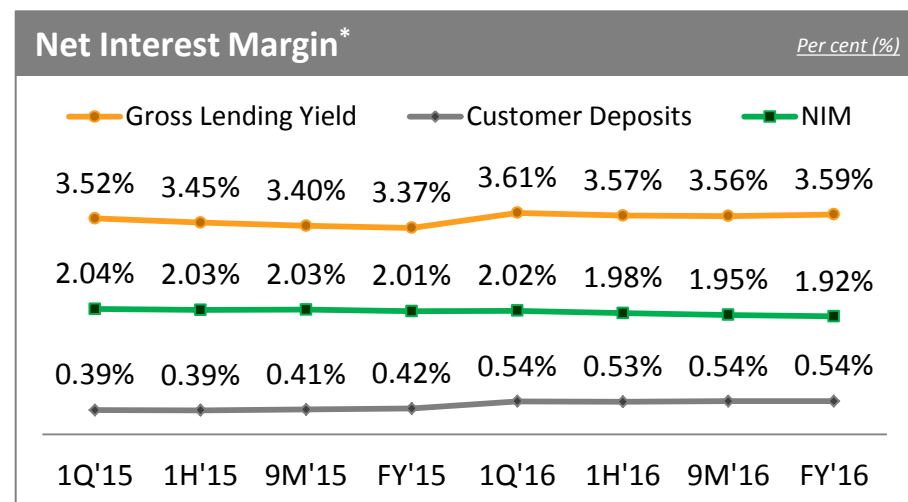
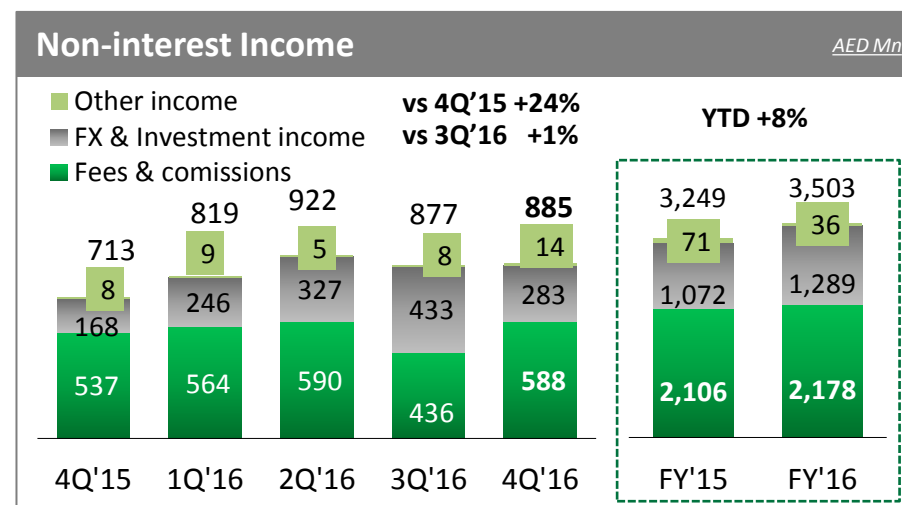
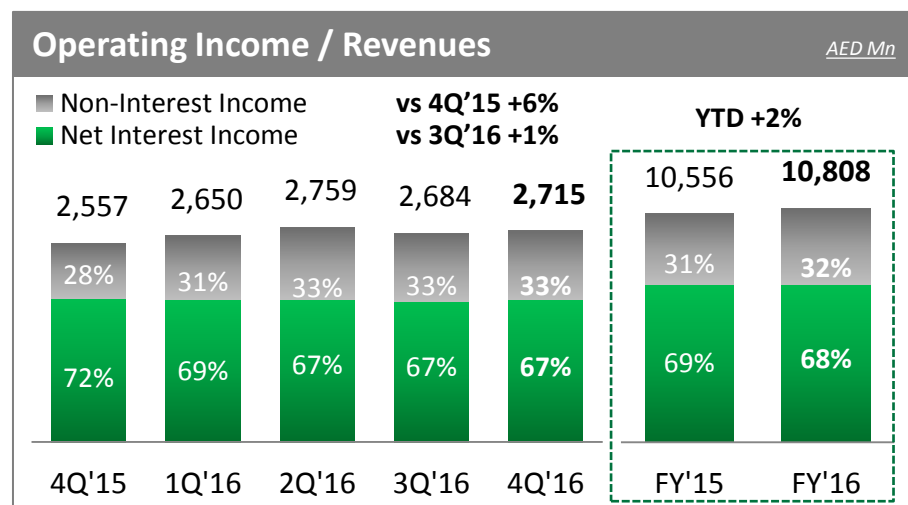
RoSF slightly down to 13.1% in FY'16

- Relatively strong despite AFS headwinds / higher provisions
- Sustainable recurring base going forward

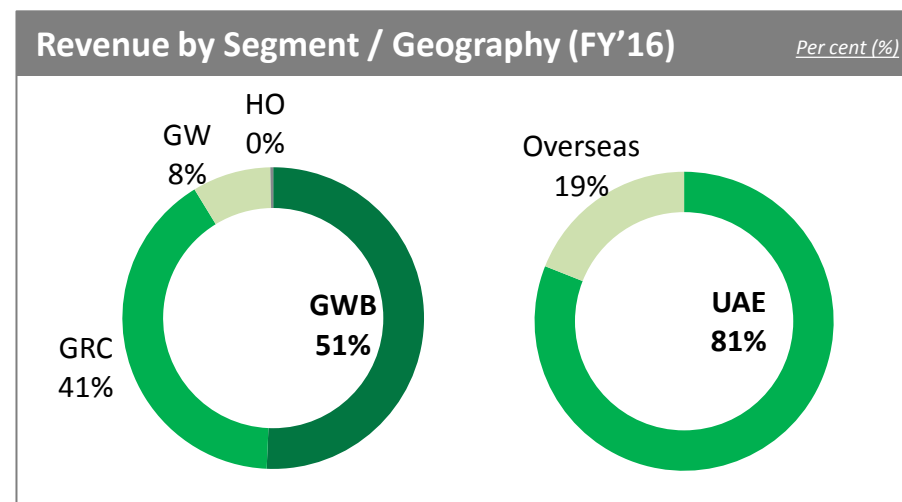


- ☐ UAE, Abu Dhabi & Banking Sector
- ☐ NBAD Overview
- ☐ Strategy – *Extract from NBAD-FGB Merger Presentation*
- ☐ Executive Summary – 4Q / FY 2016
- ☐ Financial Review – 4Q / FY 2016
- ☒ **Appendix**

Operating Income



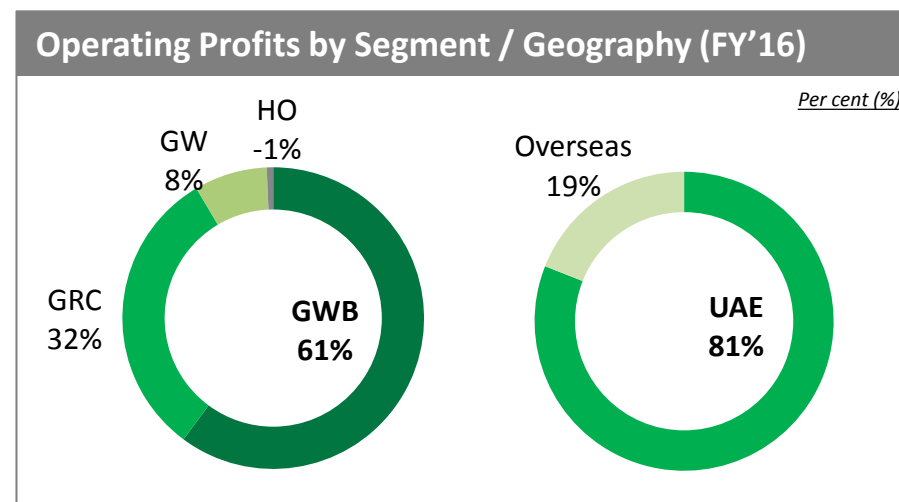
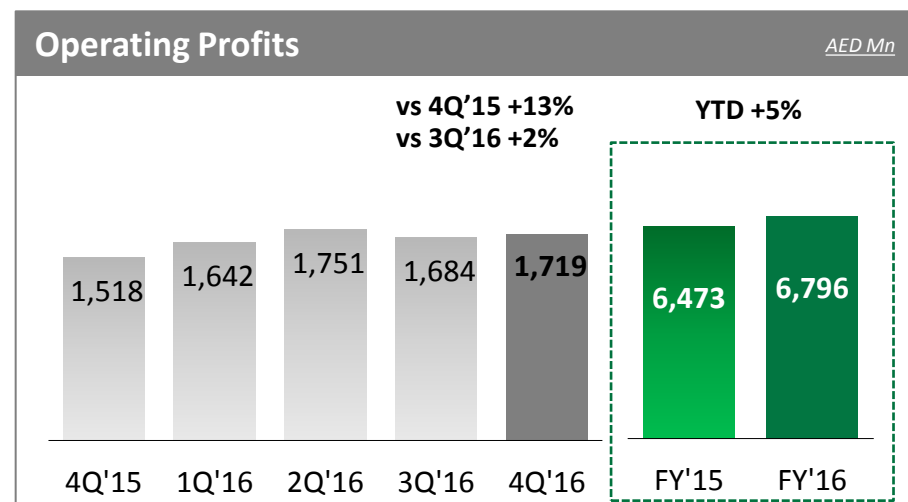
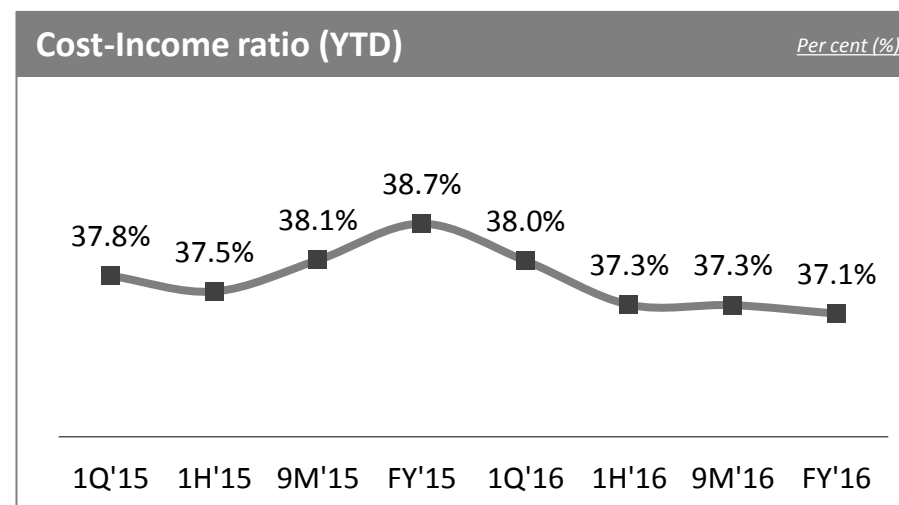
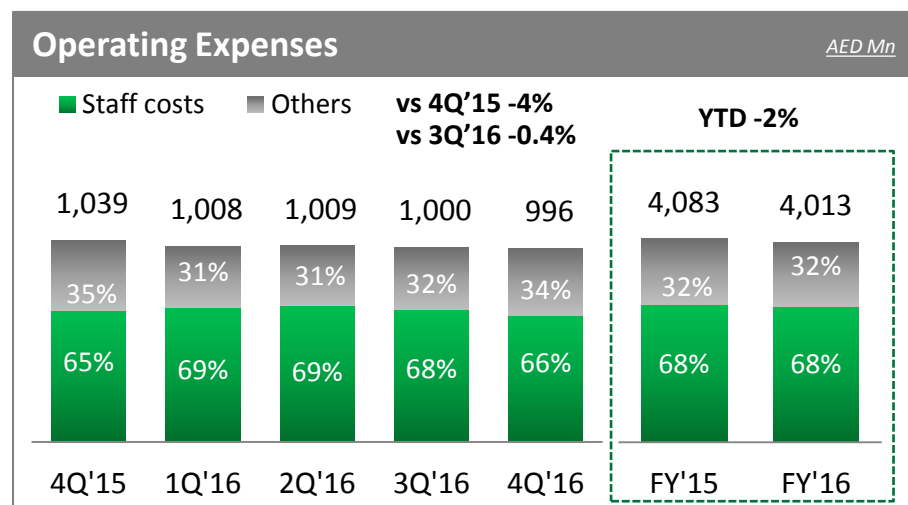
* NIM% (Ytd) – annualised; based on daily average outstanding balances for performing assets



* GWB – Global Wholesale, GRC – Global Retail & Commercial, GW – Global Wealth, HO – Head Office

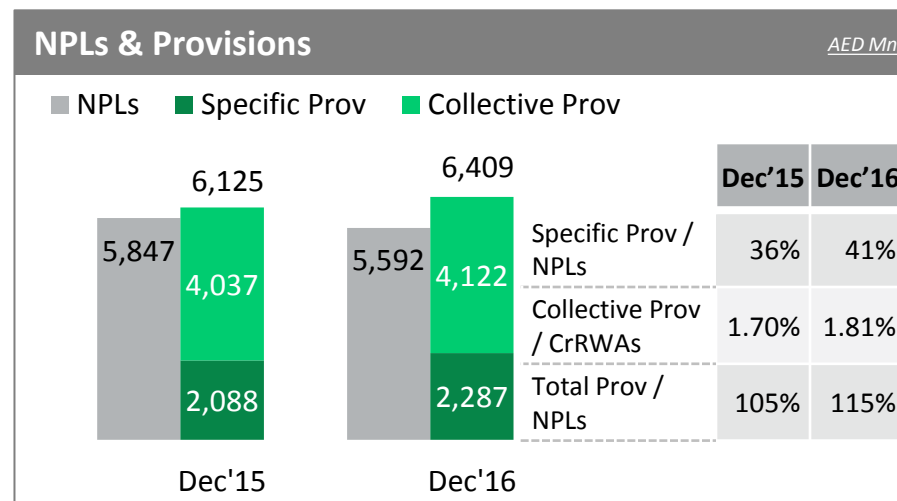
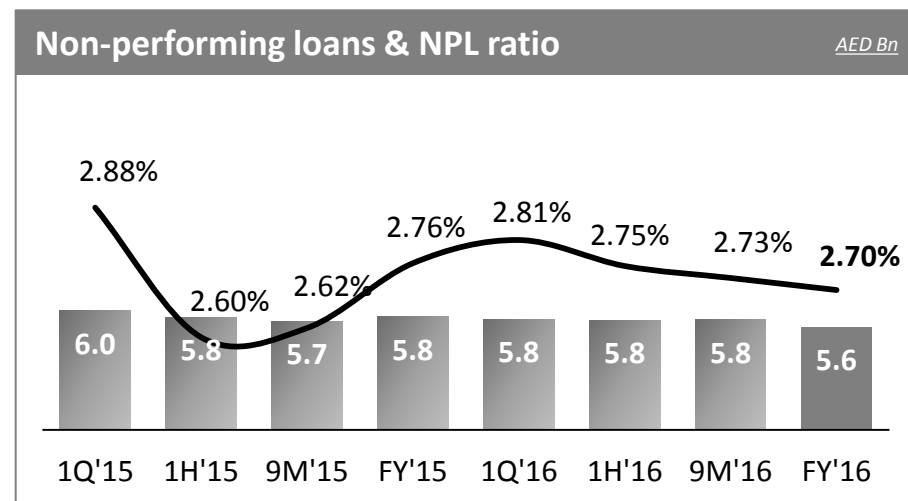
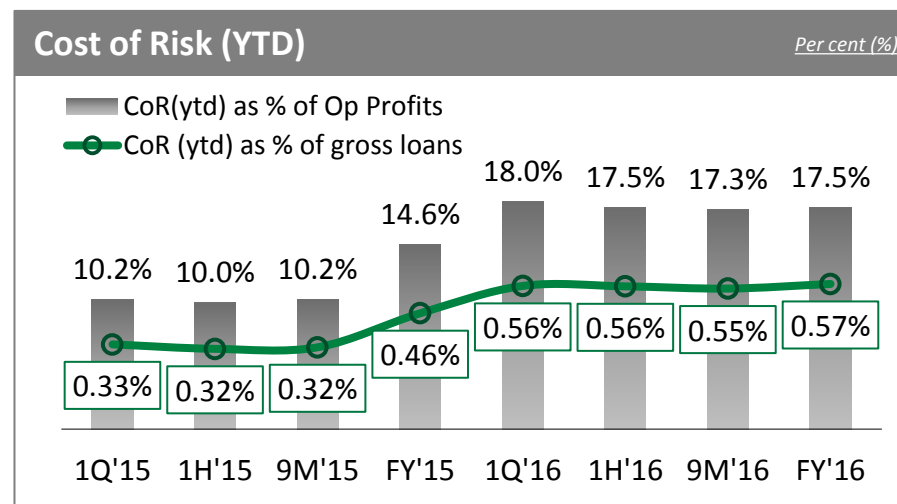
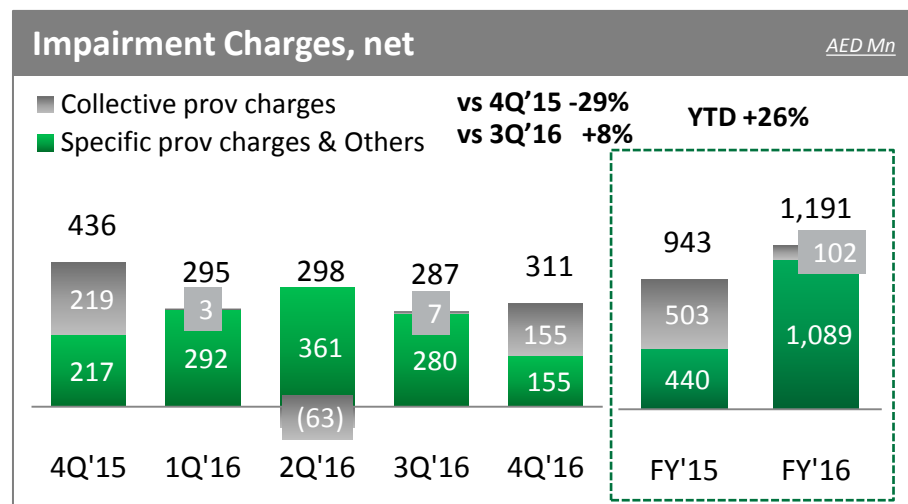
Note: During the period, the Group has changed the basis of allocation around centrally held profit & losses and other inter-segmental allocations resulting in a restatement of comparative segmental information

Expenses & Operating Profits

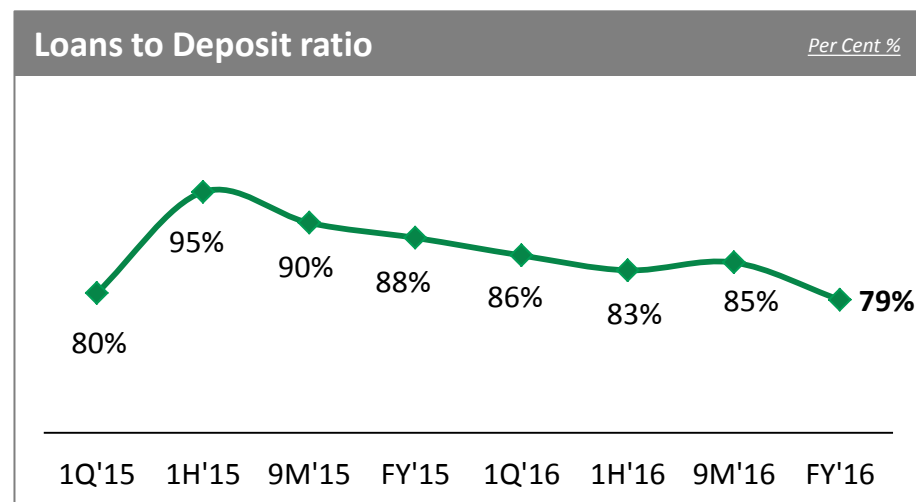
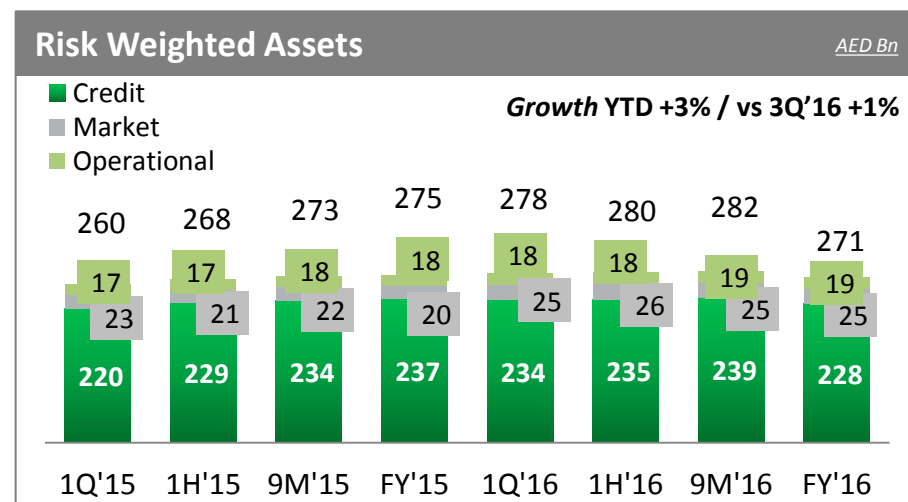
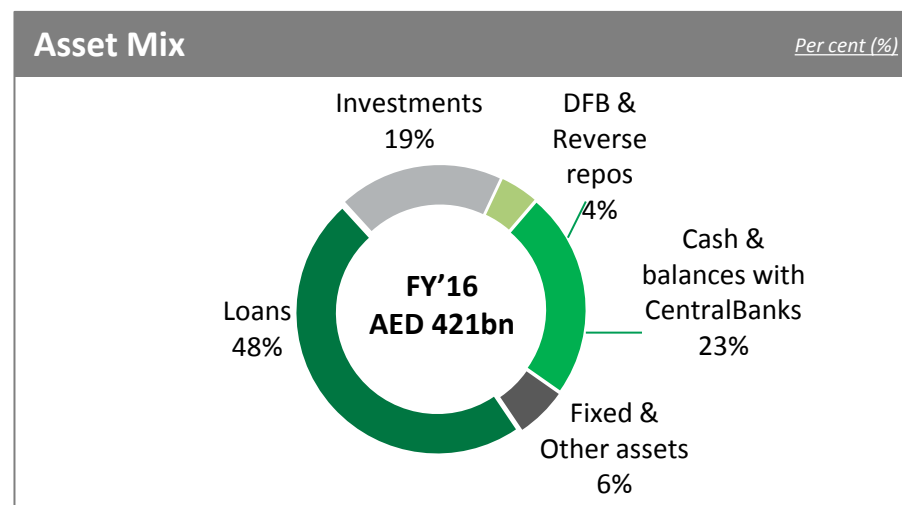
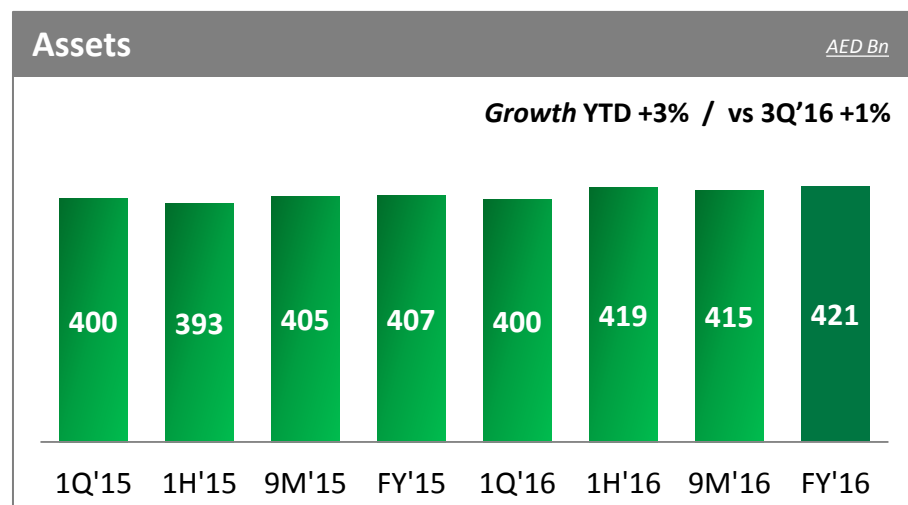


* GWB – Global Wholesale, GRC – Global Retail & Commercial, GW – Global Wealth, HO – Head Office

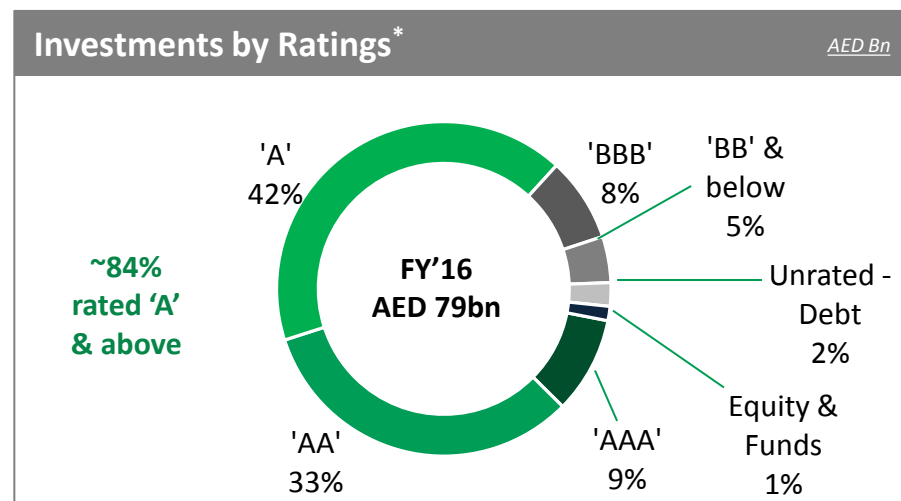
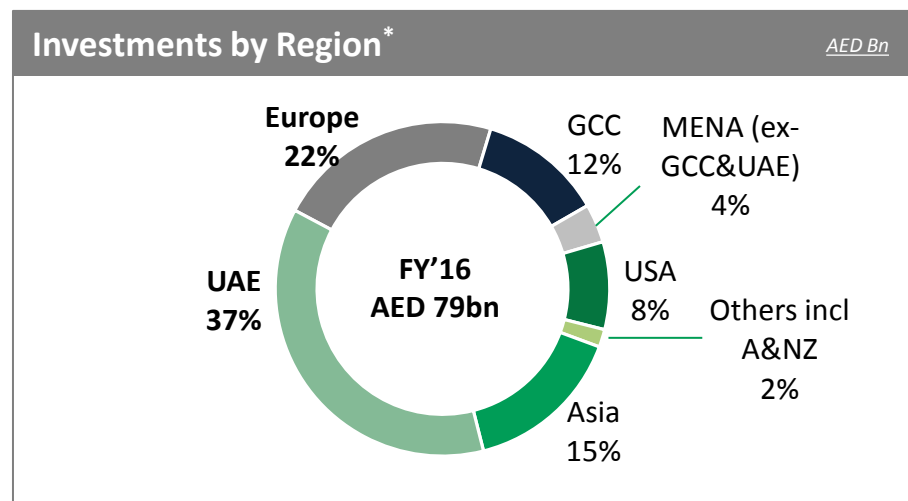
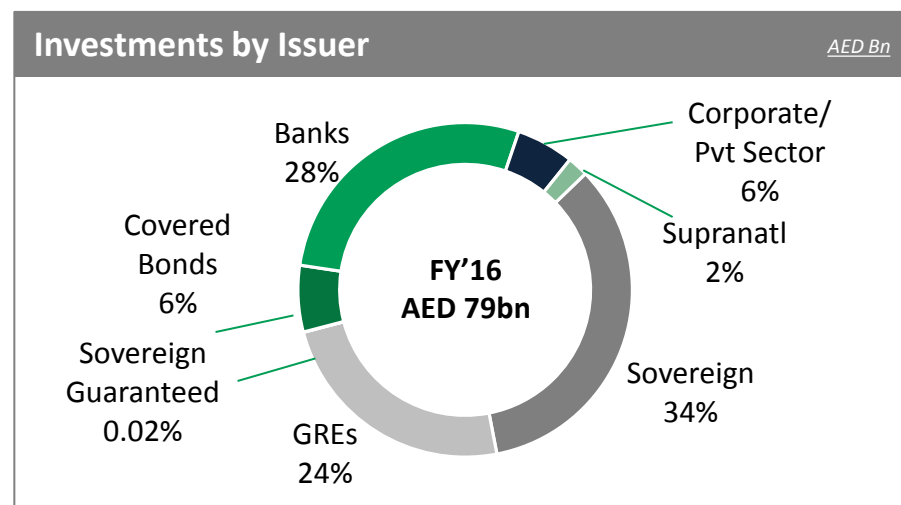
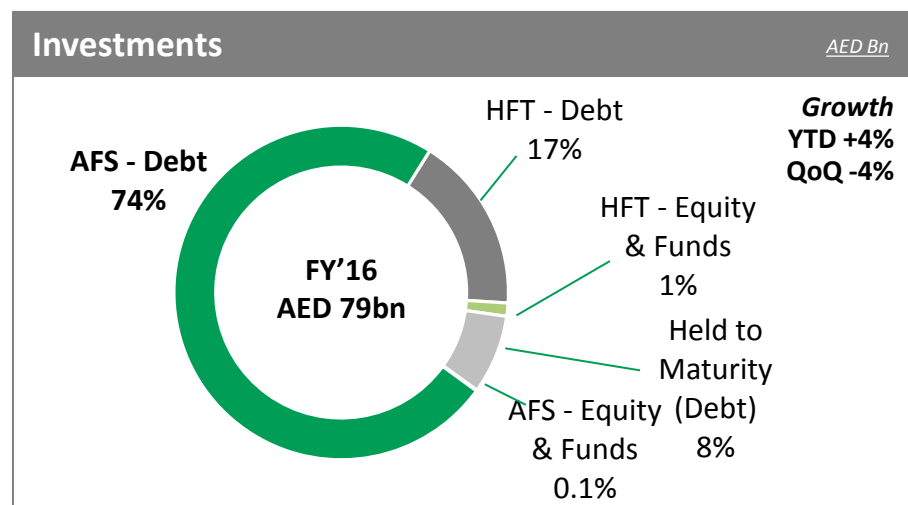
Impairment Charges & Asset Quality



Assets & Liquidity



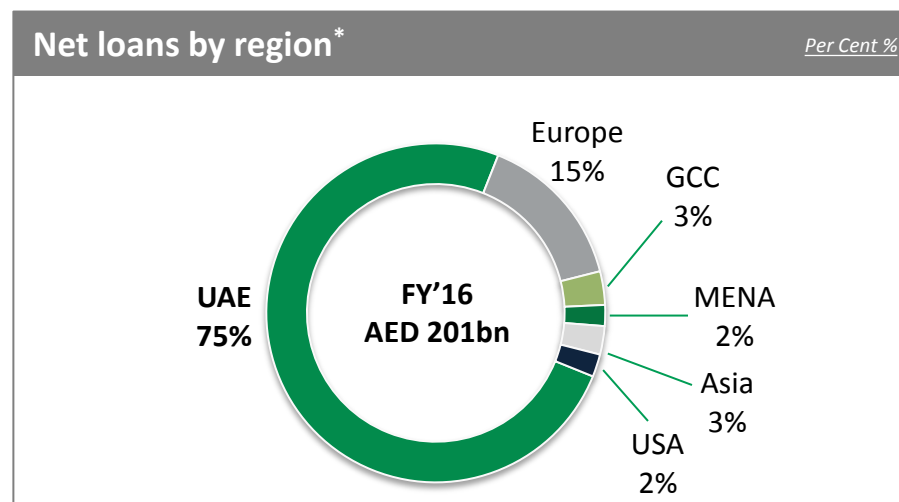
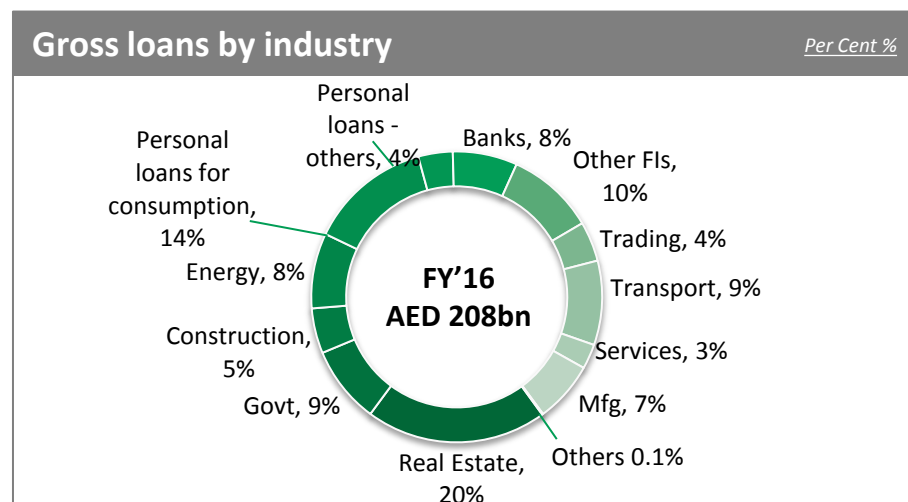
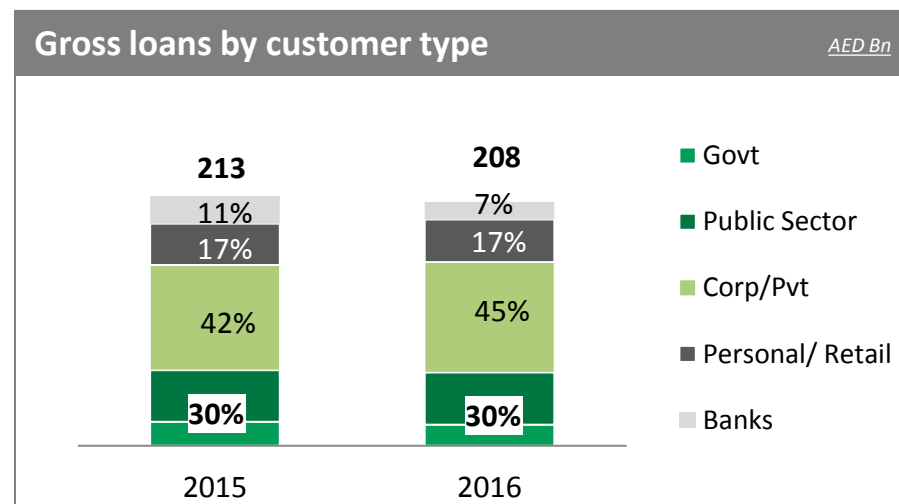
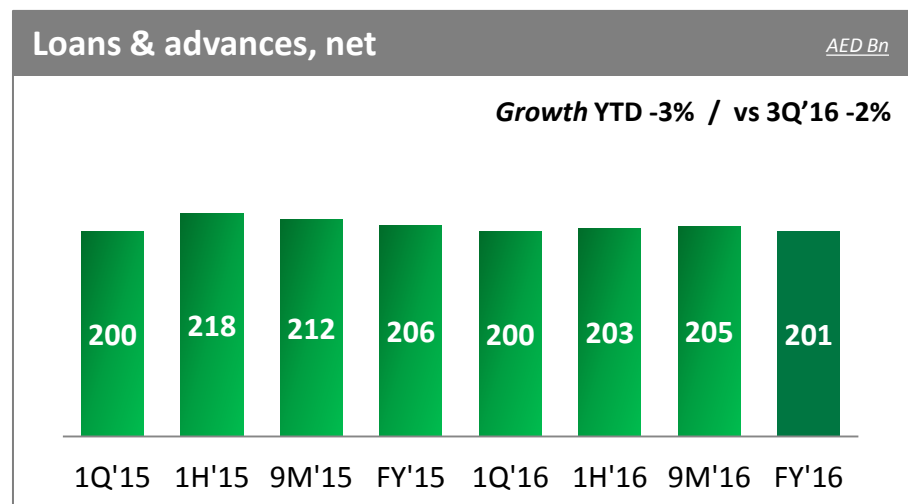
Investments



* Based on location of the issuer of the security or parent in case of SPVs

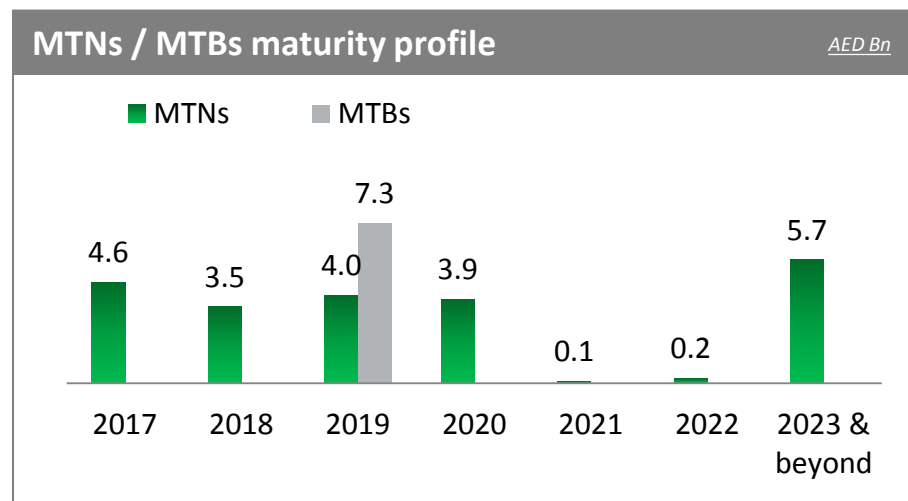
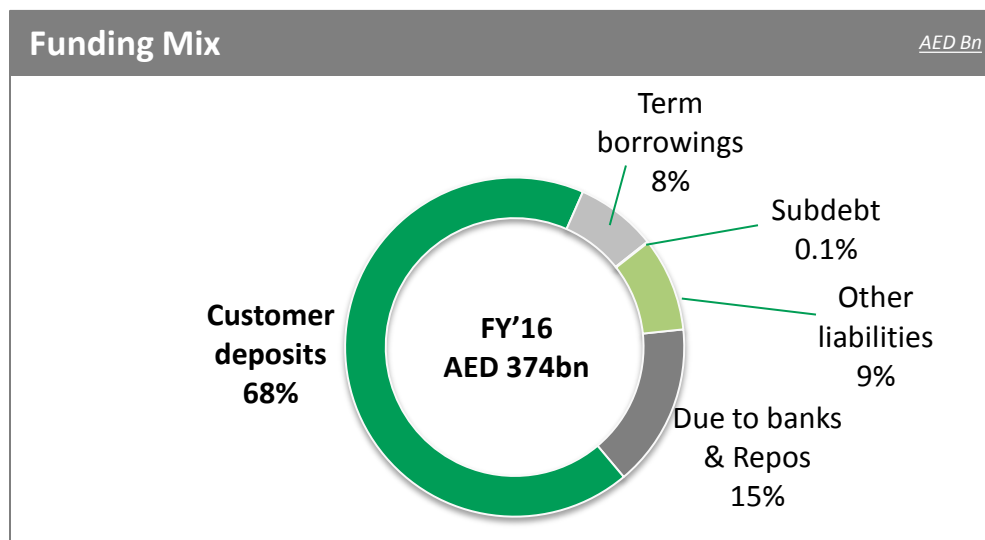
* Composite ratings of S&P, Fitch & Moody's where available

Loans and Advances

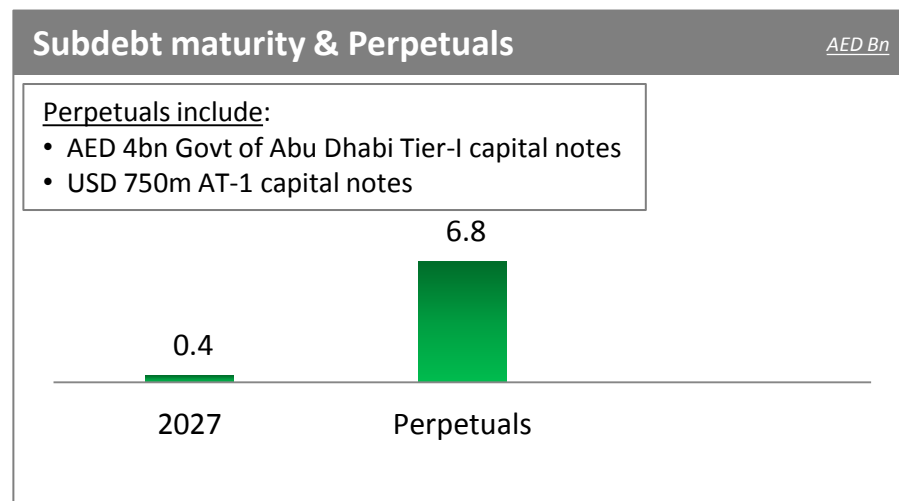


* Based on location of booking of the loan

Funding Profile

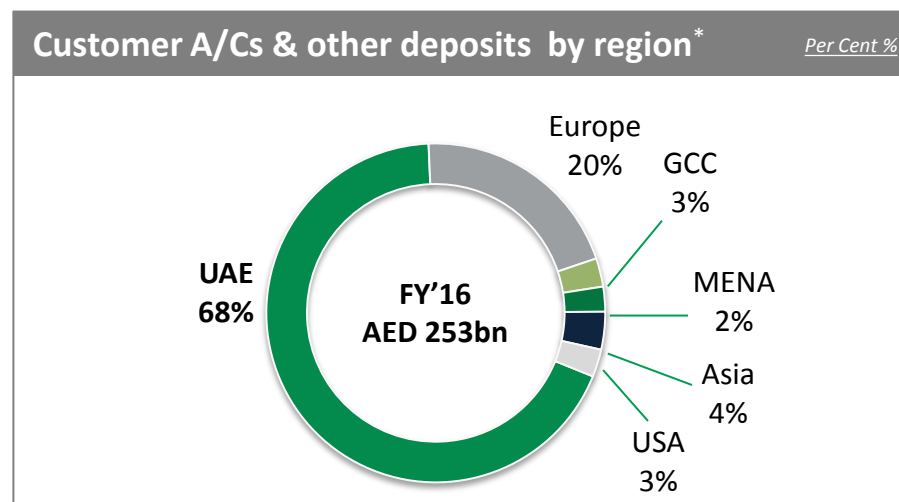
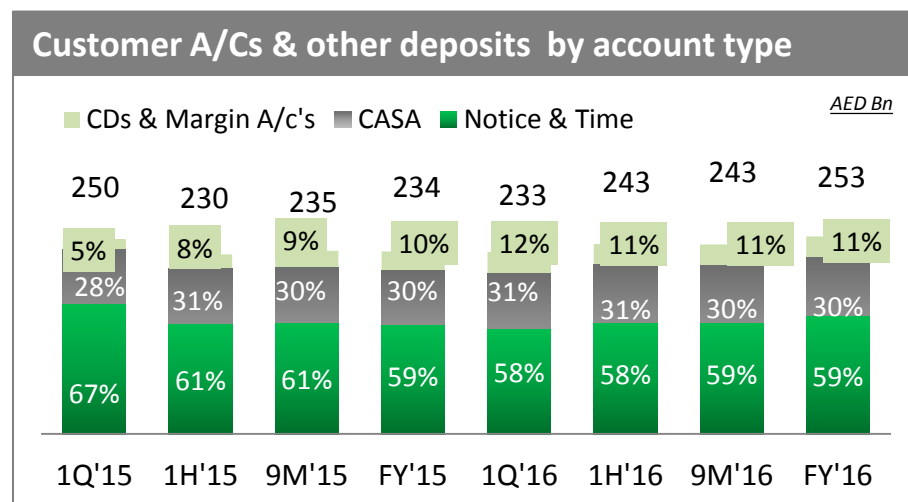
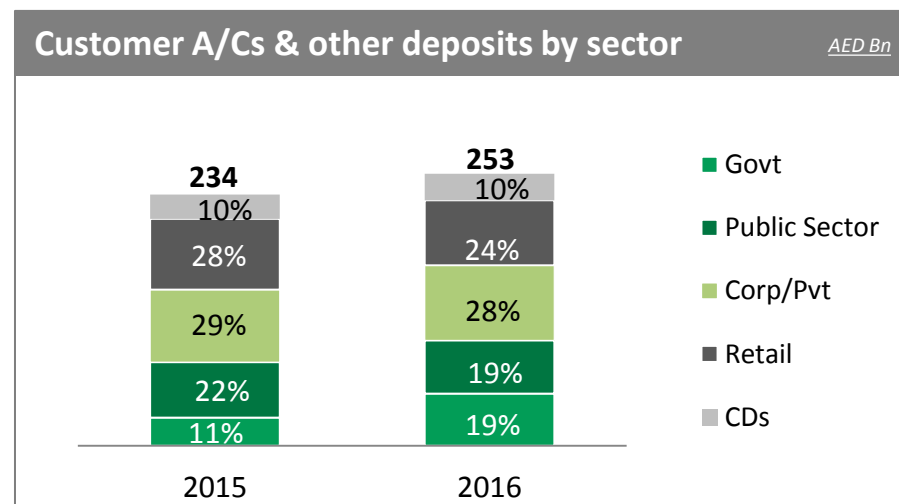
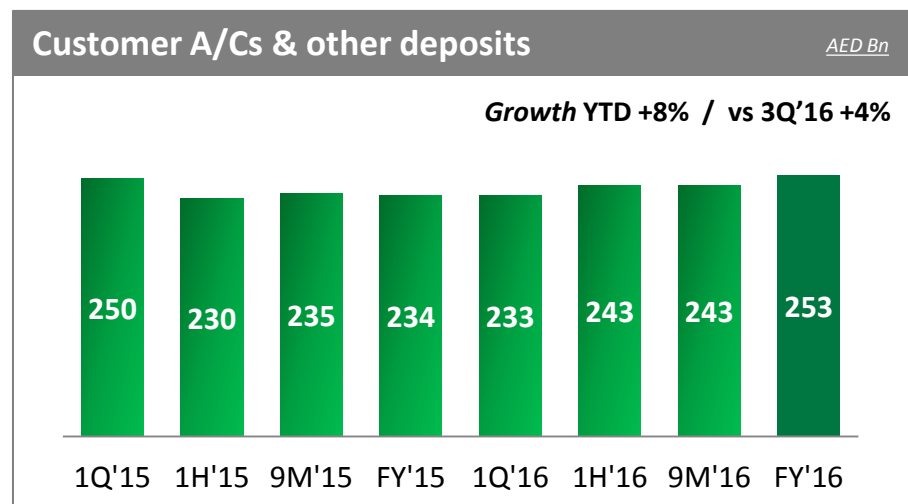


* Based on nominal AED equivalent; MTNs AED 22.1bn, MTBs 7.3bn outstanding as at 31 Dec 2016



* Based on nominal AED equivalent; AED 7.2bn outstanding as at 31 Dec 2016

Customer accounts & other deposits



* Based on location of booking of the deposit

4Q/FY'16 Financial Performance at a Glance



Income Statement - Summary

(in AED million)

	Quarterly					Year-to-date		
	4Q 2016	3Q 2016	4Q 2015	QoQ %	YoY %	FY 2016	FY 2015	YoY %
Net interest income (incl net income from Islamic financing)	1,830	1,807	1,844	1.2	-0.8	7,305	7,307	0.0
Non-interest income	885	877	713	0.9	24.1	3,503	3,249	7.8
Total Revenues	2,715	2,684	2,557	1.1	6.2	10,808	10,556	2.4
UAE	2,241	2,144	1,997	4.5	12.2	8,723	8,364	4.3
Gulf & International	474	540	560	-12.2	-15.3	2,086	2,192	-4.8
Operating expenses	(996)	(1,000)	(1,039)	-0.4	-4.2	(4,013)	(4,083)	-1.7
Operating Profits	1,719	1,684	1,518	2.0	13.2	6,795	6,473	5.0
Impairment charges, net	(311)	(287)	(436)	8.2	-28.7	(1,191)	(943)	26.3
Taxes	(79)	(77)	(46)	3.0	71.6	(309)	(298)	3.5
NET PROFIT	1,329	1,320	1,036	0.6	28.3	5,296	5,232	1.2

Balance Sheet - Summary

(in AED billion)

	Dec-16	Sep-16	Dec-15	QoQ %	Ytd %
Assets	420.7	414.9	406.6	1.4	3.5
Customer Loans	200.5	205.3	205.9	-2.3	-2.6
Customer A/c's & other deposits	253.4	242.9	233.8	4.3	8.4
CASA (deposits)	75.3	74.0	71.3	1.8	5.7
Equity	46.5	45.0	43.2	3.4	7.6
Contingencies (Trade & Market)	1,476	1,542	1,291	-4.3	14.3

- Trade contingencies are defined as LCs & LGs; Market contingencies reflect nominal value of FX contracts & derivatives

- Equity includes Tier-I capital notes

4Q/FY'16 Financial Performance at a Glance (cont'd...)



Revenues by Business

(in AED million)	Quarterly					Year-to-date		
	4Q 2016	3Q 2016	4Q 2015	QoQ %	YoY %	FY 2016	FY 2015	YoY %
Global Wholesale (GWB)	1,403	1,355	1,257	3.5	11.5	5,505	5,186	6.2
Global Retail & Commercial (GRC)	1,109	1,066	1,111	4.1	-0.1	4,393	4,103	7.1
Global Wealth (GW)	236	224	232	5.1	1.7	918	1,005	-8.7
Head Office (HO)	(33)	39	(43)	-184.3	-23.5	(8)	262	-103.1
Total Revenues	2,715	2,684	2,557	1.1	6.2	10,808	10,556	2.4

Note: During the period, the Group has changed the basis of allocation around centrally held profit & losses and other inter-segmental allocations resulting in a restatement of comparative segmental information

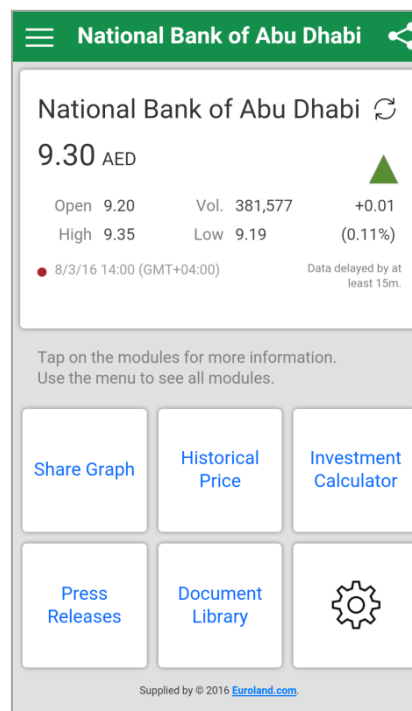
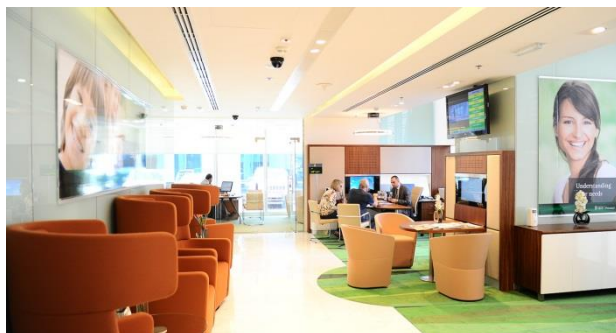
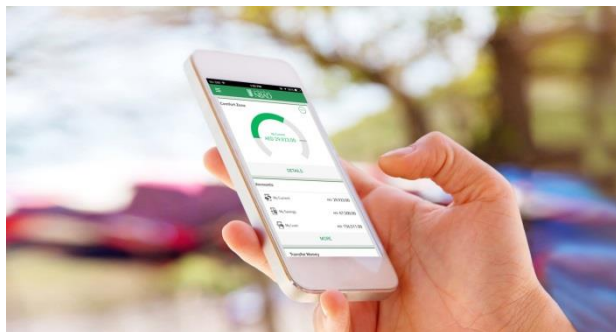
Key Ratios

	4Q 2016	3Q 2016	4Q 2015	QoQ (bps)	YoY (bps)	FY 2016	FY 2015	YoY (bps)
Return on Equity	11.6%	12.0%	9.7%	-38	190	11.8%	12.9%	-108
Return on Shareholders' Funds ¹	12.9%	13.4%	10.8%	-53	209	13.1%	14.3%	-113
Cost-Income ratio	36.7%	37.3%	40.6%	-57	-395	37.1%	38.7%	-155
Net Interest Margin ²	1.85%	1.89%	1.94%	-4	-9	1.92%	2.01%	-9
Return on Risk Weighted Assets	1.92%	1.88%	1.51%	4	41	1.94%	1.99%	-5
Tier-I ratio (YTD)	16.9%	15.8%	15.7%	110	121	16.9%	15.7%	121
Capital Adequacy ratio (YTD)	18.1%	17.0%	16.7%	113	135	18.1%	16.7%	135

1- excl Tier-I capital notes and interest thereof

2 - annualised; based on daily average of performing assets

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NBAD