

Salaam
Bank | A member of the
Salaam Group



Q3 2025 PILLAR 3 MARKET DISCLOSURES

Salaam Bank is Regulated by the Bank of Uganda. Customer deposits are protected by the Deposit Protection Fund up to UGX 10million, Terms and Conditions apply.

1.0 Introduction.

Salaam Bank Uganda Limited (hereinafter referred to as the 'Bank') is a fully fledged Islamic Financial Institution and a subsidiary of the Salaam African Bank based in Djibouti.

It provides retail banking, small & mid corporate banking services and a wide range of sharia compliant financial services in Uganda.

The Basel II framework consists of three mutual reinforcing pillars: -

- Pillar 1: Minimum capital requirements.
- Pillar 2: Supervisory review process of capital adequacy
- Pillar 3: Market discipline.

Market discipline (Pillar 3) comprises a set of disclosures on the capital adequacy and risk management framework of the Bank. These disclosures have been set out in the different sections as will be discussed ahead.

The purpose of Pillar 3 is to complement the minimum capital requirements and the supervisory review process of Basel II. The minimum set of disclosure requirements is intended to allow market participants to assess key pieces of information on the scope of application, capital, risk exposures, risk assessment processes, and hence the capital adequacy of the institution.

The minimum requirements for quantitative information to be disclosed to the public on a quarterly basis are:

- Primary capital, including the primary capital adequacy ratio.
- Total capital, including the total capital adequacy ratio.
- The components of capital.
- The total required amount of capital and reserve funds; and
- Any risk exposure or other item that is subject to rapid or material change.

This quarterly disclosure gives insights into:

- DIS01: Key metrics
- DIS03: Overview of the Bank's Risk weighted assets (RWA)

		Sep-25	Jun-25	Mar-25	Dec-24	Sep-24
Available capital (amounts)						
1	Core capital	46,623,835.00	46,400,470.00	26,846,906.00	28,663,553.00	27,138,510.00
2	Supplementary capital	220,630.00	131,690.00	-	73,767.00	-
3	Total capital	46,844,465.00	46,532,161.00	26,846,906.00	28,737,320.00	27,138,510.00
Risk-weighted assets (amounts)						
4	Total risk-weighted assets _(RWA)	179,369,246.00	177,423,656.00	186,284,532.00	133,197,005.00	48,883,327.00
Risk-based capital ratios as a percentage of RWA						
5	Core capital ratio (%)	25.99%	26.15%	14.41%	21.52%	55.52%
6	Total capital ratio (%)	26.12%	26.23%	14.41%	21.58%	55.52%
Capital buffer requirements as a percentage of RWA						
7	Capital conservation buffer requirement (2.5%)	4,484,231.2	4,435,591.4	4,657,113.3	3,329,925.1	1,222,083
8	Countercyclical buffer requirement (%)	-	-	-	-	-
9	Systemic buffer (for DSIBs) (%)	-	-	-	-	-
10	Total of capital buffer requirements (%) (row 7 + row 8 + row 9)	4,484,231.15	4,435,591.40	4,657,113.30	3,329,925.13	1,222,083.18
11	Core capital available after meeting the bank's minimum capital requirements (%)	26,905,386.90	26,613,548.40	27,942,679.80	19,979,550.75	7,332,499
Basel III leverage ratio						
13	Total Basel III leverage ratio exposure measure	181,018,462	179,046,676	165,891,252	157,410,385	48,883,327
14	Basel III leverage ratio (%) (row 1 / row 13)	25.76%	25.92%	16.18%	18.21%	55.52%
Liquidity Coverage Ratio						
15	Total high-quality liquid assets (HQLA)	122,940,673	50,973,058	22,521,710	24,536,864	30,125,570
16	Total net cash outflow	2,353,008	58,749,848	14,045,111	1,818,501	3,444,538
17	LCR (%)	5225%	87%	160%	1349%	875%
Net Stable Funding Ratio						
18	Total available stable funding	95,230,033	91,086,263	85,458,280	42,571,986	77,890,053
19	Total required stable funding	68,283,181	24,207,025	64,563,642	62,341,780	72,506
20	NSFR	139%	376%	132%	68%	107426%

DIS03: Overview of Risk Weighted Assets

The table below provides an overview of the bank's Risk Weighted Assets

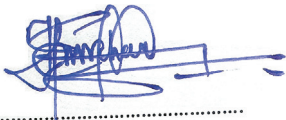
		RWA		Minimum capital requirements
		Sep-25	Jun-25	Sep-25
		1	Credit risk (excluding counterparty credit risk)	179,369,246
2	Counterparty credit risk (CCR)	-	-	-
3	Market risk	11,290,953	6,663,818	1,355,457
4	Operational risk	84,834.0	200,564.0	10,184.2
5	Total (1 + 2 + 3 + 4)	190,745,033.0	184,288,038.0	16,307,099

Comment:

As of September 31, 2025, Salaam Bank was adequately capitalized.

Board Attestation.

The Board attests that the Pillar 3 Market Discipline Disclosure Reports for Quarter 3, 2025 have been prepared in accordance with the regulatory requirements.



Managing Director



Board Chairman