

Liquidity Coverage Ratio:

Bank has adopted Basel III liquidity standards and is reporting the liquidity coverage ratio (LCR) to the Central Bank of Oman (CBO) with effect from March 2013. The LCR is defined as the proportion of high quality liquid assets to total net cash outflows over the next 30 days. The high quality liquid assets include cash; reserves held with CBO; investment in CBO Certificate of Deposits, CBO Treasury Bills, Government Development Bonds; Sovereign Treasury Bills; and investment in equity listed on Muscat Stock Exchange. LCR is a measure of adequacy of liquid assets that will enable the Bank to survive an acute stress scenario lasting for 30 days. As per CBO guidelines, the LCR is to be maintained at a minimum of 100% from 01.01.2019. In compliance with the CBO guidelines, the Bank is meeting the regulatory limit of LCR as at 31st December 2024.

The disclosure for Liquidity Coverage Ratio for Bank Dhofar consolidated (i.e. conventional entity + Islamic Window entity) as at 31st December 2024 is as follows:

Bank Dhofar Consolidated Entity LCR Disclosure for the quarter ended December 2024		Total Unweighted Value (average) OMR '000	Total Weighted Value (average) OMR '000
High Quality Liquid Assets			
1 Total High Quality Liquid Assets (HQLA)			574,341.87
Cash Outflows			
2 Retail deposits and deposits from small business customers, of which		660,274.01	41,561.33
3 Stable deposits		349,515.24	10,485.46
4 Less stable deposits		310,758.77	31,075.88
5 Unsecured wholesale funding, of which:		1,276,263.67	559,077.71
6 Operational deposits (all counterparties) and deposits in networks of			
7 Non-operational deposits (all counterparties)		1,276,263.67	559,077.71
8 Unsecured debt			
9 Secured wholesale funding			
10 Additional requirements, of which		271,042.80	24,822.87
11 Outflows related to derivative exposures and other collateral			
12 Outflows related to loss of funding on debt products			
13 Credit and liquidity facilities		271,042.80	24,822.87
14 Other contractual funding obligations		50,993.29	50,993.29
15 Other contingent funding obligations		640,715.02	32,035.75
16 TOTAL CASH OUTFLOWS			708,490.95
Cash Inflows			
17 Secured lending (e.g. reverse repos)			
18 Inflows from fully performing exposures		606,119.08	269,741.92
19 Other cash inflows		50,228.46	50,228.46
20 TOTAL CASH INFLOWS		656,347.54	319,970.38
			Total Adjusted Value
21 TOTAL HQLA			574,341.87
22 TOTAL NET CASH OUTFLOWS			388,520.57
23 LIQUIDITY COVERAGE RATIO (%)			147.83

The above disclosed values for high quality liquid assets, cash outflows and cash inflows are the arithmetic average of the values for the last four quarters. LCR is computed on a monthly basis and year end position for LCR is 157.54% as at 31.12.2024 (146.97% as at 31.12.2023). The Bank is in compliance of the regulatory limit of LCR as at 31st December 2024, with LCR of 147.83% calculated on weighted average value for the year (2023: 130.24%).

The Bank provides Shari’a compliant services and products through a window under the name of “Dhofar Islamic (DI)”. LCR for Dhofar Islamic is separately computed and the average position as at 31st December 2024 is given below:

Dhofar Islamic (DI) LCR Disclosure for the quarter ended December 2024	Total Unweighted Value (average) OMR '000	Total Weighted Value (average) OMR '000
High Quality Liquid Assets		
1 Total High Quality Liquid Assets (HQLA)		109,427.25
Cash Outflows		
2 Retail deposits and deposits from small business customers, of which	120,810.24	10,211.00
3 Stable deposits	26,714.62	801.44
4 Less stable deposits	94,095.61	9,409.56
5 Unsecured wholesale funding, of which:	227,669.33	104,400.75
6 Operational deposits (all counterparties) and deposits in networks of		
7 Non-operational deposits (all counterparties)	227,669.33	104,400.75
8 Unsecured debt		
9 Secured wholesale funding		
10 Additional requirements, of which	34,218.90	2,987.84
11 Outflows related to derivative exposures and other collateral		
12 Outflows related to loss of funding on debt products		
13 Credit and liquidity facilities	34,218.90	2,987.84
14 Other contractual funding obligations	10,907.25	10,907.25
15 Other contingent funding obligations	44,122.07	2,206.10
16 TOTAL CASH OUTFLOWS		130,712.95
Cash Inflows		
17 Secured lending (e.g. reverse repos)		
18 Inflows from fully performing exposures	182,918.44	63,032.33
19 Other cash inflows	12,849.40	12,849.40
20 TOTAL CASH INFLOWS	195,767.83	75,881.73
		Total Adjusted Value
21 TOTAL HQLA		109,427.25
22 TOTAL NET CASH OUTFLOWS		54,831.22
23 LIQUIDITY COVERAGE RATIO (%)		199.57

The above disclosed values for high quality liquid assets, cash outflows and cash inflows are the arithmetic average of the values for the last four quarters.

LCR is computed on a monthly basis and year end position for LCR is 137.59% as at 31.12.2024 (366.45% as at 31.12.2023). The Bank is in compliance of the regulatory limit of LCR as at 31st December 2024, with LCR of 199.57% calculated on weighted average value for the year (2023: 181.06%).