

ADIB raises \$750 million in a US dollar denominated tier-one perpetual sukuk
Demand exceeding the initial offer by over nine times

- *ADIB's Initial Benchmark Size of USD 750 million, more than 9 times oversubscribed, achieving the highest oversubscriptions seen on a GCC bank AT1 issuance since 2013.*
- *Issue priced at a profit rate of 7.25 percent.*
- *Successful issuance reaffirms strong local, regional and international investor confidence in ADIB's asset quality, capital position and continued performance.*

Abu Dhabi, UAE; 12th July 2023: Abu Dhabi Islamic Bank (ADIB), a leading financial institution, announced today that it has successfully raised \$750 million in the world's first dollar denominated additional tier-one (AT1) perpetual sukuk issued since March 2023.

ADIB, which is rated A2 by Moody's and A+ by Fitch, in each case with a stable outlook, priced the perpetual non-call, five and half-year sukuk at a profit rate of 7.25 percent per annum payable semi-annually. The new sukuk will be listed and traded on London Stock Exchange.

The issuance was met with exceptional demand, attracting interest from over 240 global and regional investors with the final order exceeding USD 7 billion more than 9 times over-subscribed and final pricing 62.5 bps tighter than the initial pricing thoughts. Additionally, reset spread is 306 bps over US treasury yields, which is 121 bps lower than the previous AT1 sukuk issued by ADIB in 2018.

"We are delighted to receive exceptional interest from a broad range of domestic , regional and international investors, with ADIB's recent achievement of raising USD 750 million tier-one perpetual sukuk. Demand for this issuance exceeded the initial offer by more than nine times, highlighting the tremendous demand and confidence from global investors in ADIB's asset quality. We are also pleased to see this strong international demand continue as the final pricing tightened. The sukuk issuance will maintain the Group's optimized capital structure and its strong CET1 position. The overall success of this raise can be attributed to ADIB's clear ESG framework and our strong track record of both growing market share and delivering sustainable returns." said Nasser Al Awadhi, ADIB Group Chief Executive Officer.

The issuance was driven by broad demand across three regions, with final allocations of 83% to MENA, 13% to Europe 4% to Asia,. By investor type, private banks 70%, Asset and Fund managers 16%, commercial banks 10% and others 4%.

The sukuk issuance will maintain the Group's optimized capital structure and its strong CET1 position. ADIB's tier-one perpetual sukuk was structured to comply with the internationally agreed Basel III regulatory framework, which includes detailed criteria for capital and liquidity.

HSBC and Standard Chartered Bank acted as joint global coordinators and structuring agents for the sukuk, while ADIB, Citi, Emirates NBD Capital, First Abu Dhabi Bank, and J.P. Morgan acted as joint lead managers and joint bookrunners.

- Ends -

About ADIB

ADIB is a leading bank in the UAE with more than AED 172 billion in assets. The bank also offers world-class online, mobile and phone banking services, providing clients with seamless digital access to their accounts 24 hours a day. ADIB provides retail, corporate, business, private banking and wealth management solutions. The bank was established in 1997 and its shares are traded on the Abu Dhabi Securities Exchange (ADX).

ADIB has presence in six strategic markets: Egypt, where it has 70 branches, the Kingdom of Saudi Arabia, the United Kingdom, Sudan, Qatar and Iraq.

Named World's Best Islamic Bank by The Financial Times' The Banker publication, ADIB has a rich track record of innovation, including introducing the award-winning Ghina savings account, award-winning co-branded cards with Emirates airlines, Etihad and Etisalat and a wide range of financing products.

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