2026

Aljazira Bank

UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026

PricewaterhouseCoopers
Professional Limited Liability Company
Share Capital SR 500,000
CR No. 1010371622
5th floor, Jameel Square,
P.O. Box 16415
Jeddah 21464
Kingdom of Saudi Arabia

KPMG Professional Services Company
Zahran Business Center
Prince Sultan Street
P. O. Box 55078
Jeddah 21534
Kingdom of Saudi Arabia
Commercial Registration No 4030290792

Headquarters in Riyadh

Independent auditors' report on review of interim condensed consolidated financial information

To the Shareholders of aljazira bank

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of aljazira bank (the "Bank") and its subsidiaries (collectively referred to as the "Group") as at 30 June 2026, and the related interim condensed consolidated statements of income and comprehensive income for the three-month and six-month periods ended 30 June 2026, and the related interim condensed consolidated statements of changes in equity and cash flows for the six-month period then ended and other explanatory notes (the "interim condensed consolidated financial information"). Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34, "*Interim Financial Reporting*" ("IAS 34"), as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, *"Review of Interim Financial Information Performed by the Independent Auditor of the Entity"*, as endorsed in the Kingdom of Saudi Arabia. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, as endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

PricewaterhouseCoopers

Adel F. Alqahtani
Certified Public Accountant
License Number 614

KPMG Professional Services Company

Ebrahim Oboud Baeshen
Certified Public Accountant
License Number 382

28 July 2026G
(14 Safar 1448H)

برايس وترهاوس كوبرز
محاسبون قانونيون
س.ت : ١٠١٠٣٧١٦٢٢
PRICEWATERHOUSECOOPERS
CERTIFIED PUBLIC ACCOUNTS
C.R.: 1010371622

كي بي إم جي للاستشارات المهنية
KPMG Professional Services

aljazira bank

(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	**30 June 2026 (Unaudited) SAR'000**	31 December 2025 (Audited) SAR'000	30 June 2025 (Unaudited) SAR'000
				Restated (note 20)
ASSETS				
Cash and balances with Saudi Central Bank (SAMA)	15	**10,577,441**	7,059,209	6,595,936
Due from banks and other financial institutions, net		**5,310,773**	6,025,771	6,944,536
Investments, net	5	**40,964,304**	38,967,880	37,593,956
Positive fair value of Shari'ah compliant derivatives	9	**165,902**	96,183	90,385
Financing, net	6	**120,962,208**	110,862,169	103,701,612
Other assets		**1,157,003**	927,024	1,053,813
Investment in an associate	7	**335,111**	336,713	337,068
Other real estate, net		**131,175**	126,000	118,543
Property, equipment, intangibles and right of use assets, net		**1,579,759**	1,523,025	1,349,430
Total assets		**181,183,676**	165,923,974	157,785,279
LIABILITIES AND EQUITY				
LIABILITIES				
Due to banks, Saudi Central Bank and other financial institutions		**20,143,739**	23,912,230	19,898,623
Customers' deposits	8	**132,737,512**	115,395,315	114,154,873
Negative fair value of Shari'ah compliant derivatives	9	**136,235**	180,907	159,606
Subordinated Sukuk	10	**2,007,863**	2,007,489	2,006,413
Other liabilities		**2,758,555**	2,653,204	2,261,986
Total liabilities		**157,783,904**	144,149,145	138,481,501
EQUITY				
Share capital	11(a)	**12,812,500**	12,812,500	12,812,500
Treasury shares	11(c)	**(74,407)**	(81,768)	(83,190)
Statutory reserve		**802,412**	802,412	426,026
Other reserves	12	**(435,764)**	(578,763)	(548,752)
Retained earnings		**2,081,031**	2,070,448	1,822,194
Equity attributable to shareholders of the Bank		**15,185,772**	15,024,829	14,428,778
Tier 1 Sukuk	13	**8,214,000**	6,750,000	4,875,000
Total equity		**23,399,772**	21,774,829	19,303,778
Total liabilities and equity		**181,183,676**	165,923,974	157,785,279

Engr. Abdulmajeed Al-Sultan
Chairman

Naif Al Abdulkareem
CEO and Managing Director

Hani Noori
Chief Financial Officer

سامي المهيد
رئيس مجموعة
الشركات والمؤسسات المصرفية

The accompanying notes 1 to 22 form an integral part of this interim condensed consolidated financial information.

aljazira bank

(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME (UNAUDITED)
FOR THE THREE MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026

	Notes	For the three-month period ended 30 June 2026 SAR'000	For the three-month period ended 30 June 2025 SAR'000	For the six-month period ended 30 June 2026 SAR'000	For the six-month period ended 30 June 2025 SAR'000
Income from investments and financing		**2,365,866**	2,070,227	**4,624,903**	4,152,009
Return on deposits and financial liabilities		**(1,524,026)**	(1,308,598)	**(2,964,386)**	(2,636,436)
Net financing and investment income		**841,840**	761,629	**1,660,517**	1,515,573
Fees from banking services - income		**273,765**	306,109	**555,603**	617,680
Fees from banking services - expense		**(96,938)**	(102,977)	**(191,856)**	(219,959)
Fees from banking services, net		**176,827**	203,132	**363,747**	397,721
Exchange income, net		**62,696**	75,090	**125,483**	143,546
Net gain /(loss) on fair value through statement of income (FVIS) financial instruments		**46,103**	957	**50,512**	(8,259)
Dividend income		**88,031**	64,164	**166,669**	133,764
Net (loss) / gain on de-recognition of financial assets at fair value through other comprehensive income (FVOCI) – debt		**-**	(3,720)	**7**	(3,735)
Net loss on de-recognition of financial assets at amortised cost		**-**	(10,301)	**-**	(10,301)
Other operating income		**414**	10,890	**1,221**	12,750
Total operating income		**1,215,911**	1,101,841	**2,368,156**	2,181,059
Salaries and employee-related expenses		**339,292**	302,447	**672,112**	605,797
Rent and premises-related expenses		**18,081**	13,485	**32,683**	26,204
Depreciation and amortisation		**48,893**	42,783	**97,687**	84,616
Other general and administrative expenses		**206,762**	205,124	**386,686**	406,884
Other operating expenses		**5,288**	10,254	**36,963**	16,267
Total operating expenses before impairment charge		**618,316**	574,093	**1,226,131**	1,139,768
Impairment charge for financing and other financial assets, net	6 (c)	**96,844**	96,965	**171,216**	199,918
Total operating expenses		**715,160**	671,058	**1,397,347**	1,339,686
Net operating income		**500,751**	430,783	**970,809**	841,373
Share in net income of an associate		**2,468**	5,330	**4,123**	6,677
Net income for the period before zakat and income tax		**503,219**	436,113	**974,932**	848,050
Zakat and income tax					
Zakat		**(56,629)**	(50,661)	**(119,823)**	(98,614)
Income tax		**(3,758)**	(3,325)	**(7,249)**	(6,314)
Net income for the period		**442,832**	382,127	**847,860**	743,122
Basic and diluted earnings per share for the period (expressed in SAR per share)	11(b)	**0.27**	0.22	**0.51**	0.50

Engr. Abdulmajeed Al-Sultan Chairman	Naif Al Abdulkareem CEO and Managing Director	Hani Noori Chief Financial Officer

سامي المهيد
الشركات والمؤسسات المصرية

NY

The accompanying notes 1 to 22 form an integral part of this interim condensed consolidated financial information.

aljazira bank
(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE THREE MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026

		For the three-month period ended		For the six-month period ended	
	Notes	**30 June 2026 SAR'000**	30 June 2025 SAR'000	**30 June 2026 SAR'000**	30 June 2025 SAR'000
Net income for the period		**442,832**	382,127	**847,860**	743,122
Other comprehensive income					
Items that are, or may be reclassified to interim condensed consolidated statement of income in subsequent periods:					
Cash flow hedges:					
- Effective portion of change in the fair value	12	**51,805**	(3,467)	**64,108**	(28,960)
- Net amount transferred to interim condensed consolidated statement of income	12	**(6,715)**	(10,219)	**(13,465)**	(17,098)
Net changes in fair value of investments classified as at FVOCI- debt	12	**1,170**	(44,781)	**37,780**	342,880
Items that will not be reclassified to interim condensed consolidated statement of income in subsequent periods					
Net changes in fair value of investments classified as at FVOCI- equity	12	**10,407**	(2,347)	**52,356**	25,524
Share in other comprehensive income of an associate	12	**-**	830	**3,008**	6,675
Total other comprehensive income / (loss) for the period		**56,667**	(59,984)	**143,787**	329,021
Total comprehensive income for the period		**499,499**	322,143	**991,647**	1,072,143

Engr. Abdulmajeed Al-Sultan Chairman	Naif Al Abdulkareem CEO and Managing Director	Hani Noori Chief Financial Officer

سامي المهيد
رئيس مجموعة
الشركات والمؤسسات المصرمية

aljazira bank
(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026

	Notes	Share capital SAR'000	Treasury shares SAR'000	Statutory reserve SAR'000	Other reserves SAR'000	Retained earnings SAR'000	Total shareholders' equity SAR'000	Tier 1 Sukuk SAR'000	Total equity SAR'000
Balance at 1 January 2026 (audited)		**12,812,500**	**(81,768)**	**802,412**	**(578,763)**	**2,070,448**	**15,024,829**	**6,750,000**	**21,774,829**
Net income for the period		-	-	-	-	**847,860**	**847,860**	-	**847,860**
Other comprehensive income		-	-	-	**143,787**	-	**143,787**	-	**143,787**
Total comprehensive income for the period		-	-	-	**143,787**	**847,860**	**991,647**	-	**991,647**
Employee share-based plan reserve	12	-	-	-	**6,602**	-	**6,602**	-	**6,602**
Share based payment transactions		-	**7,361**	-	**(7,390)**	**29**	-	-	-
Tier 1 sukuk issued	13	-	-	-	-	-	-	**3,339,000**	**3,339,000**
Tier 1 sukuk redeemed	13	-	-	-	-	-	-	**(1,875,000)**	**(1,875,000)**
Tier 1 sukuk issuance cost		-	-	-	-	**(4,830)**	**(4,830)**	-	**(4,830)**
Tier 1 Sukuk related costs		-	-	-	-	**(194,367)**	**(194,367)**	-	**(194,367)**
2025 dividend		-	-	-	-	**(638,109)**	**(638,109)**	-	**(638,109)**
Balance at 30 June 2026 (unaudited)		**12,812,500**	**(74,407)**	**802,412**	**(435,764)**	**2,081,031**	**15,185,772**	**8,214,000**	**23,399,772**
Balance at 1 January 2025 (audited)		10,250,000	-	1,707,276	(1,093,466)	2,462,887	13,326,697	3,875,000	17,201,697
Impact of restatement	20(i)	-	-	-	212,633	-	212,633	-	212,633
Balance at 1 January 2025 (audited)-restated		10,250,000	-	1,707,276	(880,833)	2,462,887	13,539,330	3,875,000	17,414,330
Net income for the period		-	-	-	-	743,122	743,122	-	743,122
Other comprehensive income		-	-	-	329,021	-	329,021	-	329,021
Total comprehensive income for the period		-	-	-	329,021	743,122	1,072,143	-	1,072,143
Issue of bonus shares		2,562,500	-	(1,281,250)	-	(1,281,250)	-	-	-
Purchase of Treasury shares for employees share plan	11(c)	-	(83,190)	-	-	-	(83,190)	-	(83,190)
Employee share-based plan reserve	12	-	-	-	3,060	-	3,060	-	3,060
Tier 1 sukuk issued	13	-	-	-	-	-	-	1,000,000	1,000,000
Tier 1 sukuk issuance cost		-	-	-	-	(3,682)	(3,682)	-	(3,682)
Tier 1 Sukuk related costs		-	-	-	-	(98,883)	(98,883)	-	(98,883)
Balance at 30 June 2025 (unaudited)		12,812,500	(83,190)	426,026	(548,752)	1,822,194	14,428,778	4,875,000	19,303,778

Engr. Abdulmajeed Al-Sultan
Chairman

Naif Al Abdulkareem
CEO and Managing Director

Hani Noori
Chief Financial Officer

NY

The accompanying notes 1 to 22 form an integral part of this interim condensed consolidated financial information.

aljazira bank

(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED) FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026

	Notes	For the six month period ended 30 June 2026 SAR'000	30 June 2025 SAR'000 Restated (note 20)
Net income for the period before zakat and income tax		**974,932**	848,050
OPERATING ACTIVITIES			
Adjustments to reconcile net income to net cash generated from / (used in) operating activities:			
Net gain on FVIS financial instruments		**(61,467)**	(3,430)
(Gain) / loss on investments held at amortised cost and FVOCI, net		**(7)**	14,036
Dividend income		**(79,824)**	(79,628)
Return on subordinated sukuk		**69,268**	70,683
Depreciation and amortisation		**97,687**	84,616
Impairment charge for financing and other financial assets, net	6 (c)	**171,216**	199,918
Provision for end of service benefit obligations		**25,808**	23,053
Share in net income of an associate		**(4,123)**	(6,677)
Gain on disposal of property and equipment		**-**	(324)
Employee share-based plan reserve		**6,602**	-
		1,200,092	1,150,297
Net changes in operating assets:			
Statutory deposit with SAMA		**(943,632)**	42,277
Due from banks and other financial institutions maturing after ninety days from the date of acquisition		**1,279,259**	(452,434)
Investments held at FVIS		**(148,505)**	(39,523)
Positive fair value of Shari'ah compliant derivatives		**(69,719)**	61,352
Financing		**(10,278,891)**	(6,986,316)
Other real estate		**(5,175)**	21,174
Other assets		**(221,247)**	(408,117)
Net changes in operating liabilities:			
Due to banks, Saudi Central Bank and other financial institutions		**(3,768,491)**	589,290
Customers' deposits		**17,342,197**	5,968,359
Negative fair value of Shari'ah compliant derivatives		**(44,672)**	(5,393)
Other liabilities		**173,686**	223,551
		4,514,902	164,517
End of service benefits paid		**(15,355)**	(10,605)
Zakat and income tax paid		**(195,622)**	(165,040)
Net cash generated from / (used in) operating activities		**4,303,925**	(11,128)
INVESTING ACTIVITIES			
Proceeds from sales and maturities of investments held at amortised cost and FVOCI		**456,563**	3,009,468
Purchase of investments held at amortised cost and FVOCI		**(2,152,355)**	(3,799,566)
Dividend received		**79,824**	79,628
Acquisition of property and equipment		**(54,588)**	(129,034)
Proceed from disposal of property and equipment		**-**	421
Net cash used in investing activities		**(1,670,556)**	(839,083)

(CONTINUED)

NY

aljazira bank
(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026 (continued)

		For the six month period ended	
	Notes	30 June 2026 SAR'000	30 June 2025 SAR'000 Restated (note 20)
FINANCING ACTIVITIES			
Proceeds from issue of Tier 1 Sukuk	13	**3,339,000**	1,000,000
Redemption of Tier 1 Sukuk	13	**(1,875,000)**	-
Purchase of treasury shares	11(c)	-	(83,190)
Payment of sukuk related transaction costs		**(4,830)**	(3,682)
Payment of return on Tier 1 sukuk		**(194,367)**	(97,031)
Payment of return on Tier 2 sukuk		**(68,894)**	(70,189)
Dividends paid		**(636,862)**	(145)
Payment for principal portion of lease liabilities		**(54,307)**	(44,940)
Net cash generated from financing activities		**504,740**	700,823
Net change in cash and cash equivalents held		**3,138,109**	(149,388)
Cash and cash equivalents at the beginning of the period		**2,540,659**	2,789,806
Cash and cash equivalents at the end of the period	15	**5,678,768**	2,640,418
Income from investments and financing received during the period		**4,584,099**	4,028,770
Return on deposits and financial liabilities paid during the period		**2,850,823**	2,585,599
Supplemental non-cash information			
Right of use assets and lease liabilities		**99,833**	47,034
Net changes in fair value of cash flow hedges and transfers to the interim condensed consolidated statement of income		**50,643**	(46,058)

Engr. Abdulmajeed Al-Sultan
Chairman

Naif Al Abdulkareem
CEO and Managing Director

سامي المهيد
رئيس مجموعة
الشركات والمؤسسات المصرفية

Hani Noori
Chief Financial Officer

The accompanying notes 1 to 22 form an integral part of this interim condensed consolidated financial information.

1. GENERAL

This interim condensed consolidated financial information includes the financial information of aljazira bank (the "Bank") and its subsidiaries (collectively referred to as the "Group"). aljazira bank is a Saudi Joint Stock Company incorporated in the Kingdom of Saudi Arabia and formed pursuant to Royal Decree number 46/M dated 12 Jumad Al-Thani 1395H (21 June 1975). The Bank commenced its business on 16 Shawwal 1396H (9 October 1976) with the takeover of The National Bank of Pakistan's branches in the Kingdom of Saudi Arabia under commercial registration number 4030010523 dated 29 Rajab 1396H (27 July 1976) issued in Jeddah. The Bank is regulated by the Saudi Central Bank (SAMA). The Bank operates through its 73 branches (31 December 2025: 73 branches and 30 June 2025: 73 branches) and 24 Fawri Remittance Centers (31 December 2025: 24 and 30 June 2025: 27 Fawri Remittance Centers) in the Kingdom of Saudi Arabia. The Bank's Head Office is located at the following address:

aljazira bank
7724 King Abdulaziz Road - Al-Shatea District
Jeddah 23513 - 3551
P.O. Box 6277, Jeddah 21442
Kingdom of Saudi Arabia

The objective of the Bank is to provide a full range of Shari'ah compliant (non-interest based) banking products and services comprising of Murabaha, Istisna'a, Ijarah, Tawaraq, Musharaka, Wa'ad Fx and Sukuk which are approved and supervised by an independent Shari'ah Board established by the Bank. The Bank's shares are listed on Saudi Exchange in the Kingdom of Saudi Arabia.

The details of the Bank's subsidiaries are as follows:

	Country of incorporation	**Nature of business**	**Ownership (direct and indirect) 30 June 2026**	Ownership (direct and indirect) 31 December 2025	Ownership (direct and indirect) 30 June 2025
Subsidiaries					
AlJazira Capital Company	Kingdom of Saudi Arabia	Brokerage, margin financing and asset management	100%	100%	100%
Aman Development and Real Estate Investment Company	Kingdom of Saudi Arabia	Holding and managing real estate collaterals on behalf of the Bank	100%	100%	100%
AlJazira Securities Limited	Cayman Islands	Carryout Shari'ah compliant derivative and capital market transactions	100%	100%	100%

1. GENERAL (continued)

The Group invests in structured entities with the objective to resell the investment in a short period after the establishment. Structured entities are consolidated when the relationship between the Group and the structured entity indicates that the Group has power over the relevant activities of the structured entity, is exposed to variable returns, and can use that power to affect the variable return exposure. In other cases, the Group may sponsor or have exposure to such entities but not consolidate the entities.

Certain structured entities that meet the above criteria have been consolidated in this interim condensed consolidated financial information. The consolidated structured entities are individually immaterial, and their inclusion does not have a material impact on the Group's financial position, financial performance or cash flows.

The details of the Bank's associate are as follows:

	Country of incorporation	**Nature of business**	**Ownership (direct and indirect) 30 June 2026**	Ownership (direct and indirect) 31 December 2025	Ownership (direct and indirect) 30 June 2025
Associate					
AlJazira Takaful Ta'awuni Company	Kingdom of Saudi Arabia	Fully Shari'ah compliant protection and saving products	*33.08%	33.08%	33.08%

*This includes the Bank's standalone shareholding of 29.36% (31 December 2025: 29.36%, 30 June 2025: 29.36%) and AJC's shareholding of 3.72% (31 December 2025: 3.72%, 30 June 2025: 3.72%)

2. BASIS OF PREPARATION

The interim condensed consolidated financial information of the Group as at and for the period ended 30 June 2026, has been prepared in accordance with International Accounting Standard 34 - Interim Financial Reporting ("IAS 34") as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and professional Accountants ("SOCPA").

This interim condensed consolidated financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025. The consolidated financial statements of the Group as at and for the year ended 31 December 2025, were prepared in accordance with the IFRS Accounting Standards ("IFRS") as issued by International Accounting Standards Board and endorsed in the Kingdom of Saudi Arabia and in compliance with other standards and pronouncements endorsed by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

The preparation of interim condensed consolidated financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim condensed consolidated financial information, significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation were consistent with those that were applied to the consolidated financial statements as at and for the year ended 31 December 2025, except for amendments that are applicable from the period beginning 1 January 2026 as disclosed in note 4.

This interim condensed consolidated financial information is expressed in Saudi Arabian Riyals (SAR) and is rounded off to the nearest thousands except where otherwise stated and the functional currency of the Bank is Saudi Riyal.

3. BASIS OF CONSOLIDATION

This interim condensed consolidated financial information comprises the interim condensed financial information of aljazira bank and its subsidiaries as set out in note 1. The financial information of the subsidiaries is prepared for the same reporting period as that of the Bank.

The interim condensed consolidated financial information has been prepared using uniform accounting policies and valuation methods for like transactions and other events in similar circumstances. The accounting policies of subsidiaries have been changed when necessary to align them with the policies adopted by the Group.

a) Subsidiaries

Subsidiaries are entities which are controlled by the Bank. The Bank controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. To meet the definition of control, all of the following three criteria must be met:

i. the Group has power over an entity;
ii. the Group has exposure, or rights, to variable returns from its involvement with the entity; and
iii. the Group has the ability to use its power over the entity to affect the amount of the entity's returns.

The Group re-assesses whether or not it controls an investee in case facts and circumstances indicate that there are changes to one or more of the criteria of control.

Subsidiaries are consolidated from the date on which control is transferred to the Group and cease to be consolidated from the date on which the control is transferred from the Group. The results of subsidiaries acquired or disposed of during the period, if any, are included in the interim condensed consolidated statement of income from the date of the acquisition or up to the date of disposal, as appropriate.

b) Non-controlling interests

Non-controlling interests represent the portion of net income and net assets of subsidiaries not owned, directly or indirectly, by the Group in its subsidiaries and are presented separately in the interim condensed consolidated statement of income and within equity in the interim condensed consolidated statement of financial position, separately from the Bank's equity. Any losses applicable to the non-controlling interests in a subsidiary are allocated to the non-controlling interests even if doing so causes the non-controlling interests to have a deficit balance. Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

c) Transactions eliminated on consolidation

Balances between the Group entities, and any realised income and expenses (except for foreign currency transaction gains or losses) arising from intra-group transactions, are eliminated in preparing the interim condensed consolidated financial information. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

3. BASIS OF CONSOLIDATION (continued)

d) Investment in an associate

Associates are entities over which the Group exercises significant influence. Investments in associates are initially recognised at cost and subsequently accounted for under the equity method of accounting and are carried in the interim condensed consolidated statement of financial position at the lower of the equity-accounted value or the recoverable amount.

Equity-accounted value represents the cost-plus post-acquisition changes in the Group's share of net assets of the associate (share of the results, reserves and accumulated gains/ (losses) based on the latest available financial information) less impairment, if any.

After application of the equity method, the Group determines whether it is necessary to recognise an additional impairment loss on its investment in its associates. The Group determines at each reporting date whether there is any objective evidence that the investment in the associate is impaired. If this is the case, the Group calculates the amount of impairment as the difference between the recoverable amount of the associate and its carrying value and recognises the amount in 'share in net income / (loss) of an associate' in the interim condensed consolidated statement of income.

The previously recognised impairment loss in respect of investment in associate can be reversed through the interim condensed consolidated statement of income, such that the carrying amount of the investment in the interim condensed consolidated statement of financial position remains at the lower of the equity-accounted (before allowance for impairment) or the recoverable amount.

Unrealised gains and losses on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates.

4. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of new standards effective as of 1 January 2026. Several amendments apply for the first time in 2026 but do not have impact on this interim condensed consolidated financial information of the Group. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

a) New standards, interpretations and amendments adopted by the Group

Following standard, interpretation or amendment are effective from the current period and are adopted by the Group, however, these does not have any significant impact on the interim condensed consolidated financial information of the Group, unless otherwise stated below:

Standard, interpretation, amendments	Description	Effective date
Amendments to IFRS 9 and IFRS 7, Amendments to the Classification and Measurement of Financial Instruments	Under the amendments, certain financial assets including those with ESG-linked features could now meet the SPPI criterion, provided that their cash flows are not significantly different from an identical financial asset without such a feature. The IASB has amended IFRS 9 to clarify when a financial asset or a financial liability is recognised and derecognised and to provide an exception for certain financial liabilities settled using an electronic payment system.	1 January 2026
Amendments to IFRS9 and IFRS 7 Contracts referencing Nature-dependent Electricity	Contracts Referencing Nature-dependent Electricity amends IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures to more faithfully reflect the effects of contracts referencing nature-dependent electricity on an entity's financial statements.	1 January 2026
Annual improvements to IFRS – Volume 11	Annual improvements are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards. The 2024 amendments are to the following standards: IFRS 1 First-time Adoption of International Financial Reporting Standards; IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7; IFRS 9 Financial Instruments; IFRS 10 Consolidated Financial Statements; and IAS 7 Statement of Cash Flows.	1 January 2026

4. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

b) Accounting standards issued but not yet effective

The International Accounting Standard Board (IASB) has issued following accounting standards, amendments and revisions which are not yet effective. The Group has opted not to early adopt these pronouncements and they do not have a significant impact on the interim condensed consolidated financial statements of the Group except for IFRS 18 for which the management is currently assessing the impact.

Standard, interpretation, amendments	**Description**	**Effective date**
Amendments to IFRS 10 and IAS 28- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Partial gain or loss recognition for transactions between an investor and its associate or joint venture only apply to the gain or loss resulting from the sale or contribution of assets that do not constitute a business as defined in IFRS 3 Business Combinations and the gain or loss resulting from the sale or contribution to an associate or a joint venture of assets that constitute a business as defined in IFRS 3 is recognised in full.	Effective date deferred indefinitely
IFRS 18, Presentation and Disclosure in Financial Statements	IFRS 18 provides guidance on items in statement of profit or loss classified into five categories: operating; investing; financing; income taxes and discontinued operations It defines a subset of measures related to an entity's financial performance as 'management-defined performance measures' ('MPMs'). The totals, subtotals and line items presented in the primary financial statements and items disclosed in the notes need to be described in a way that represents the characteristics of the item. It requires foreign exchange differences to be classified in the same category as the income and expenses from the items that resulted in the foreign exchange differences. The Bank is currently assessing the detailed presentation and disclosure requirements of IFRS 18 and expected impacts are summarized in note 4(b(i))	January 2027
IFRS 19, Subsidiaries without Public Accountability: Disclosures	IFRS 19 allows eligible subsidiaries to apply IFRS Accounting Standards with the reduced disclosure requirements of IFRS 19. A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date it does not have public accountability and its parent produces consolidated financial statements under IFRS Accounting Standards.	1 January 2027

4. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

b) Accounting standards issued but not yet effective (continued)

(i) IFRS 18 – Presentation and Disclosure in Financial Statements

The Bank has established a formal IFRS 18 implementation programme overseen by senior management, supported by a cross-functional working group comprising representatives from various Business Groups. The programme includes assessments of financial statement presentation, management reporting, data and systems requirements and reporting implications.

The Bank is currently assessing the estimated impact that the initial application of IFRS 18 will have on its consolidated financial statements. Based on the assessment performed to date, the expected impacts pertain to the presentation, aggregation, disaggregation and disclosure of information within the consolidated financial statements.

Presentation of Statement of Income
IFRS 18 requires entities to classify income and expenses into specified categories within the statement of income, namely operating, investing, financing, income taxes and discontinued operations. It also introduces mandatory subtotal including Operating Profit and Profit for the year.

Neither total profit for the period nor total equity is expected to change as a result of adopting IFRS 18. However, the Bank expects changes to the presentation and classification of certain income and expense items within the statement of income, including the introduction of IFRS-defined subtotals.

Based on its preliminary assessment, the Bank has concluded that providing financing to customers and investing in financial assets as part of its banking activities constitute specified main business activities for the purposes of IFRS 18. Based on this, the Bank expects the following impacts on the interim condensed consolidated financial statements:

- Financing income arising from customer financing assets, investment securities and treasury activities supporting the Bank's specified main business activities is expected to be presented within the operating category.
- Funding costs relating to customer deposits, debt securities issued and other financing liabilities that support the Bank's specified main business activities are expected to be presented within the operating category.
- Foreign exchange differences are expected to be classified in the same category as the underlying assets and liabilities giving rise to those differences. Based on the Bank's current assessment, the majority of foreign exchange differences arise from financing, treasury and investment activities that support the Bank's core banking operations and are therefore expected to be presented within operating performance. The Bank continues to assess whether any foreign exchange differences relate to activities that may require presentation outside the operating category under IFRS 18.
- Gains and losses arising from derivatives designated in hedging relationships are expected to be presented in the same category as the underlying hedged exposures. Based on the Bank's current assessment, the majority of derivatives are associated with treasury and funding activities that support the Bank's core banking operations and are therefore expected to be presented within operating performance. The Bank continues to assess whether any derivatives relate to activities that may require presentation outside the operating category under IFRS 18.

The share of profit or loss from associates and joint ventures accounted for using the equity method, if any, will be presented within the investing category and outside operating profit as required by IFRS 18.

Certain expenses arising from liabilities or other obligations that are not directly linked to the Bank's specified main business activities, i-e. interest charge on lease liabilities and the interest cost of employee benefit obligations are currently being assessed and would be presented within the financing category in accordance with IFRS 18.

In addition, IFRS 18 may require changes to certain line-item descriptions, subtotals and disclosures currently presented in the statement of income. The assessment remains subject to completion of the Bank's implementation activities and any future interpretative or regulatory developments.

4. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

b) Accounting standards issued but not yet effective (continued)

(i) IFRS 18 – Presentation and Disclosure in Financial Statements (continued)

Management-defined Performance Measures

IFRS 18 introduces new disclosure requirements for Management-defined Performance Measures ("MPMs"), which are subtotals of income and expenses used in public communications to communicate management's view of an aspect of the Bank's financial performance. Such measures will be required to be disclosed within a single note to the financial statements together with explanations of their purpose and reconciliations to the most directly comparable IFRS-defined totals or subtotals.

The Bank is assessing whether measures communicated externally, net operating income before impairment provision or other performance metrics that meet the definition of Management-defined Performance Measures under IFRS 18 and may therefore require enhanced disclosures and reconciliations.

Principles of Aggregation and Disaggregation

IFRS 18 introduces enhanced requirements relating to the aggregation and disaggregation of information throughout the financial statements and accompanying notes. These requirements are intended to improve transparency by ensuring that material information is presented separately and dissimilar items are not obscured through aggregation. The Bank is currently assessing whether additional disaggregation may be required for other assets, other liabilities, other operating income, other general and administrative expenses, other operating expenses. The Bank also expects certain line-item descriptions currently used within the financial statements to be refined to enhance clarity and consistency with the objectives of IFRS 18.

Consequential Amendments

IFRS 18 introduces consequential amendments to other IFRS, including IAS 7 Statement of Cash Flows, IAS 33 Earnings per Share and IAS 34 Interim Financial Reporting. The Bank is currently assessing the impact of these amendments, including potential changes to the presentation of operating cash flows and the classification of interest, dividends and other cash flow items. The Bank is also evaluating requirements relating to comparative information and retrospective application upon adoption of IFRS 18. The Bank's assessment remains ongoing and further refinements to the expected impact may arise as implementation activities progress, industry practice evolves and additional guidance from regulators and standard setters become available.

5. INVESTMENTS, NET

a) Investments are classified as follows:

	30 June 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 June 2025 (Unaudited) SAR'000 Restated
Held at FVIS	**2,944,886**	2,734,915	2,297,571
Held at FVOCI, net	**13,987,809**	14,000,663	13,862,773
Held at Amortised Cost	**24,042,781**	22,241,528	21,443,083
Allowance for impairment	**(11,172)**	(9,226)	(9,471)
Held at Amortized Cost, net	**24,031,609**	22,232,302	21,433,612
Total	**40,964,304**	38,967,880	37,593,956

b) The details of the Group's investments by type are summarized as follows:

	30 June 2026 (Unaudited) SAR'000		
	Domestic	**International**	**Total**
i) FVIS			
Mutual funds	**288,326**	**1,986,219**	**2,274,545**
Equities – quoted	**38,834**	**-**	**38,834**
Equities – unquoted	**610,921**	**-**	**610,921**
Fixed rate Sukuk – equities	**3,855**	**-**	**3,855**
Fixed rate Sukuks	**16,731**	**-**	**16,731**
	958,667	**1,986,219**	**2,944,886**
ii) FVOCI			
Equities – unquoted	**338,426**	**1,829**	**340,255**
Fixed rate Sukuk – equities	**2,284,876**	**-**	**2,284,876**
Floating rate Sukuk – equities	**702,051**	**-**	**702,051**
Fixed rate Sukuks	**10,097,566**	**-**	**10,097,566**
Floating rate Sukuks	**564,576**	**-**	**564,576**
	13,987,495	**1,829**	**13,989,324**
Allowance for impairment	**(1,515)**	**-**	**(1,515)**
	13,985,980	**1,829**	**13,987,809**
iii) Amortised cost			
Fixed rate Sukuks	**19,931,857**	**382,707**	**20,314,564**
Floating rate Sukuks	**3,728,217**	**-**	**3,728,217**
	23,660,074	**382,707**	**24,042,781**
Allowance for impairment	**(10,800)**	**(372)**	**(11,172)**
	23,649,274	**382,335**	**24,031,609**
Total	**38,593,921**	**2,370,383**	**40,964,304**

5. INVESTMENTS, NET (continued)

b) The details of the Group's investments by type are summarized as follows: (continued)

	31 December 2025 (Audited) SAR'000		
	Domestic	International	Total
i) FVIS			
Mutual funds	314,589	1,791,344	2,105,933
Equities – quoted	38,300	-	38,300
Equities – unquoted	542,434	26,528	568,962
Convertible debt instrument	-	21,720	21,720
	895,323	1,839,592	2,734,915
ii) FVOCI			
Equities – unquoted	278,979	1,880	280,859
Fixed rate Sukuk – equities	2,287,156	212,636	2,499,792
Floating rate Sukuk – equities	707,649	-	707,649
Fixed rate Sukuks	9,945,629	-	9,945,629
Floating rate Sukuks	570,714	-	570,714
	13,790,127	214,516	14,004,643
Allowance for impairment	(3,980)	-	(3,980)
	13,786,147	214,516	14,000,663
iii) Amortised cost			
Fixed rate Sukuks	18,437,714	382,707	18,820,421
Floating rate Sukuks	3,421,107	-	3,421,107
	21,858,821	382,707	22,241,528
Allowance for impairment	(8,854)	(372)	(9,226)
	21,849,967	382,335	22,232,302
Total	36,531,437	2,436,443	38,967,880

	30 June 2025 (Unaudited) SAR'000		
	Domestic	International	Total
i) FVIS			Restated (note 20)
Mutual funds	231,701	1,543,464	1,775,165
Equities – quoted	27,199	-	27,199
Equities – unquoted	460,000	22,589	482,589
Convertible debt instrument	-	12,618	12,618
	718,900	1,578,671	2,297,571
ii) FVOCI			
Equities – unquoted	282,478	1,875	284,353
Fixed rate Sukuk – equities	2,267,532	209,268	2,476,800
Floating rate Sukuk – equities	700,000	-	700,000
Fixed rate Sukuks	9,839,850	-	9,839,850
Floating rate Sukuks	564,070	-	564,070
	13,653,930	211,143	13,865,073
Allowance for impairment	(2,300)	-	(2,300)
	13,651,630	211,143	13,862,773
iii) Amortised cost			
Fixed rate Sukuks	17,639,676	382,707	18,022,383
Floating rate Sukuks	3,420,700	-	3,420,700
	21,060,376	382,707	21,443,083
Allowance for impairment	(9,099)	(372)	(9,471)
	21,051,277	382,335	21,433,612
Total	35,421,807	2,172,149	37,593,956

5. INVESTMENTS, NET (continued)

c) The analysis of the Group's investments by nature of counterparty is as follows:

	30 June 2026 (Unaudited) SAR'000	31 December 2025 (Aaudited) SAR'000	30 June 2025 (Unaudited) SAR'000
Government and quasi Government	**31,962,826**	30,299,842	29,236,820
Corporate	**5,411,857**	4,856,603	4,416,701
Banks and other financial institutions	**3,589,621**	3,811,435	3,940,435
Total	**40,964,304**	38,967,880	37,593,956

Sukuk and wakala floating rate investments include SAR 5.48 billion (31 December 2025: SAR 5.79 billion, 30 June 2025: SAR 4.48 billion), which have been pledged under repurchase agreements with other banks.

d) The following table explains changes in gross carrying amount and loss allowance for debt instruments carried at amortised cost:

	Credit loss allowance				**Gross carrying amount**			
Investments at Amortised Cost	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**
					SAR'000			
At 1 January 2026	**9,226**	**-**	**-**	**9,226**	**22,241,528**	**-**	**-**	**22,241,528**
New originated or purchased	**718**	**-**	**-**	**718**	**1,807,482**	**-**	**-**	**1,807,482**
Derecognised during the period	**(102)**	**-**	**-**	**(102)**	**(222,943)**	**-**	**-**	**(222,943)**
Other movements	**1,330**	**-**	**-**	**1,330**	**216,714**	**-**	**-**	**216,714**
At 30 June 2026	**11,172**	**-**	**-**	**11,172**	**24,042,781**			**24,042,781**

	Credit loss allowance				**Gross carrying amount**			
Investments at Amortised Cost	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**
					SAR'000			
At 1 January 2025	10,105	-	-	10,105	21,093,972	-	-	21,093,972
New originated or purchased	535	-	-	535	319,780	-	-	319,780
Derecognised during the year	(1,224)	-	-	(1,224)	(3,036,065)	-	-	(3,036,065)
Other movements	(190)	-	-	(190)	3,863,841	-	-	3,863,841
At 31 December 2025	9,226	-	-	9,226	22,241,528	-	-	22,241,528

5. INVESTMENTS, NET (continued)

d) The following table explains changes in gross carrying amount and loss allowance for debt instruments carried at amortised cost: (continued)

Investments at Amortised Cost	Credit loss allowance Stage 1 (12-months ECL)	Stage 2 (Life time ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Gross carrying amount Stage 1 (12-months ECL)	Stage 2 (Life time ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
					SAR'000			
At 1 January 2025	10,105	-	-	10,105	21,093,972	-	-	21,093,972
New originated or purchased	777	-	-	777	319,792	-	-	319,792
Derecognised during the period	(1,130)	-	-	(1,130)	(2,876,113)	-	-	(2,876,113)
Other movements	(281)	-	-	(281)	2,905,432	-	-	2,905,432
At 30 June 2025	9,471	-	-	9,471	21,443,083	-	-	21,443,083

Other movements reflect changes in exposures for instruments which remained in the same stage during the period.

e) The following table explains changes in gross carrying amount and loss allowance for debt instruments carried at FVOCI:

Investments at FVOCI - Debt	Credit loss allowance Stage 1 (12-months ECL)	Stage 2 (Life time ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Gross carrying amount Stage 1 (12-months ECL)	Stage 2 (Life time ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
					SAR'000			
At 1 January 2026	**3,980**	**-**	**-**	**3,980**	**10,516,343**	**-**	**-**	**10,516,343**
New originated or purchased	**9**	**-**	**-**	**9**	**52,228**	**-**	**-**	**52,228**
Derecognised during the period	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Other movements	**(2,474)**	**-**	**-**	**(2,474)**	**93,571**	**-**	**-**	**93,571**
At 30 June 2026	**1,515**	**-**	**-**	**1,515**	**10,662,142**	**-**	**-**	**10,662,142**

Investments at FVOCI - Debt	Credit loss allowance Stage 1 (12-months ECL)	Stage 2 (Life time ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Gross carrying amount Stage 1 (12-months ECL)	Stage 2 (Life time ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
					SAR'000			
At 1 January 2025	1,847	-	-	1,847	9,786,433	-	-	9,786,433
New originated or purchased	-	-	-	-	-	-	-	-
Derecognised during the year	(21)	-	-	(21)	(198,143)	-	-	(198,143)
Other movements	2,154	-	-	2,154	928,053	-	-	928,053
At 31 December 2025	3,980	-	-	3,980	10,516,343	-	-	10,516,343

5. INVESTMENTS, NET (continued)

e) The following table explains changes in gross carrying amount and loss allowance for debt instruments carried at FVOCI: (continued)

	Credit loss allowance				Gross carrying amount			
Investments at FVOCI - Debt	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**
					SAR'000			
At 1 January 2025	1,847	-	-	1,847	9,786,433	-	-	9,786,433
New originated or purchased	-	-	-	-	-	-	-	-
Derecognised during the period	(20)	-	-	(20)	(181,143)	-	-	(181,143)
Other movements	473	-	-	473	798,630	-	-	798,630
At 30 June 2025	2,300	-	-	2,300	10,403,920	-	-	10,403,920

f) The breakdown of investments and the related expected credit loss (ECL) allowances by IFRS 9 stage is presented below:

Held at FVOCI

30 June 2026	**Stage 1**	**Stage 2**	**Stage 3**	**Total**
Performing gross carrying amount	**10,662,142**	**-**	**-**	**10,662,142**
Non-performing gross carrying amount - Individually impaired	**-**	**-**	**-**	**-**
Total	**10,662,142**	**-**	**-**	**10,662,142**
ECL	**(1,515)**	**-**	**-**	**(1,515)**
Net exposure	**10,660,627**	**-**	**-**	**10,660,627**

31 December 2025	Stage 1	Stage 2	Stage 3	Total
Performing gross carrying amount	10,516,343	-	-	10,516,343
Non-performing gross carrying amount - Individually impaired	-	-	-	-
Total	10,516,343	-	-	10,516,343
ECL	(3,980)	-	-	(3,980)
Net exposure	10,512,363	-	-	10,512,363

30 June 2025	Stage 1	Stage 2	Stage 3	Total
Performing gross carrying amount	10,403,920	-	-	10,403,920
Non-performing gross carrying amount - Individually impaired	-	-	-	-
Total	10,403,920	-	-	10,403,920
ECL	(2,300)	-	-	(2,300)
Net exposure	10,401,620	-	-	10,401,620

5. INVESTMENTS, NET (continued)

f) The breakdown of investments and the related expected credit loss (ECL) allowances by IFRS 9 stage is presented below: (continued)

Held at Amortised Cost

30 June 2026	**Stage 1**	**Stage 2**	**Stage 3**	**Total**
Performing gross carrying amount	**24,042,781**	**-**	**-**	**24,042,781**
Non-performing gross carrying amount - Individually impaired	**-**	**-**	**-**	**-**
Total	**24,042,781**	**-**	**-**	**24,042,781**
ECL	**(11,172)**	**-**	**-**	**(11,172)**
Net exposure	**24,031,609**	**-**	**-**	**24,031,609**

31 December 2025	Stage 1	Stage 2	Stage 3	Total
Performing gross carrying amount	22,241,528	-	-	22,241,528
Non-performing gross carrying amount - Individually impaired	-	-	-	-
Total	22,241,528	-	-	22,241,528
ECL	(9,226)	-	-	(9,226)
Net exposure	22,232,302	-	-	22,232,302

30 June 2025	Stage 1	Stage 2	Stage 3	Total
Performing gross carrying amount	21,443,083	-	-	21,443,083
Non-performing gross carrying amount - Individually impaired	-	-	-	-
Total	21,443,083	-	-	21,443,083
ECL	(9,471)	-	-	(9,471)
Net exposure	21,433,612	-	-	21,433,612

6. FINANCING, NET

The financing is classified as at amortised cost as follows:

30 June 2026	**Performing**	**Non-performing**	**Gross financing**	**Allowance for impairment**	**Financing, net**
			SAR'000		
Commercial Financing	**79,858,890**	**763,544**	**80,622,434**	**(1,556,831)**	**79,065,603**
- Corporate	57,909,423	240,495	58,149,918	(971,019)	57,178,899
- MSME	7,638,448	230,835	7,869,283	(362,951)	7,506,332
- Others	14,311,019	292,214	14,603,233	(222,861)	14,380,372
Consumer Financing	**41,935,566**	**311,409**	**42,246,975**	**(350,370)**	**41,896,605**
- Personal Finance	12,721,154	55,916	12,777,070	(126,741)	12,650,329
- Real Estate	24,682,325	191,459	24,873,784	(120,194)	24,753,590
- Auto lease	3,396,832	10,859	3,407,691	(25,758)	3,381,933
- Credit cards	838,030	47,666	885,696	(74,641)	811,055
- Others	297,225	5,509	302,734	(3,036)	299,698
Total	**121,794,456**	**1,074,953**	**122,869,409**	**(1,907,201)**	**120,962,208**

6. FINANCING, NET (continued)

The financing is classified as at amortised cost as follows: (continued)

31 December 2025	Performing	Non-performing	Gross financing	Allowance for impairment	Financing, net
			SAR'000		
Commercial Financing	**72,436,239**	**930,979**	**73,367,218**	**(1,858,689)**	**71,508,529**
- Corporate	50,622,431	695,377	51,317,808	(1,364,999)	49,952,809
- MSME	7,450,778	161,862	7,612,640	(336,343)	7,276,297
- Others	14,363,030	73,740	14,436,770	(157,347)	14,279,423
Consumer Financing	**39,428,712**	**233,680**	**39,662,392**	**(308,752)**	**39,353,640**
- Personal Finance	11,776,824	46,588	11,823,412	(115,804)	11,707,608
- Real Estate	23,443,112	134,233	23,577,345	(103,680)	23,473,665
- Auto lease	3,073,153	3,344	3,076,497	(18,468)	3,058,029
- Credit cards	837,653	42,244	879,897	(66,961)	812,936
- Others	297,970	7,271	305,241	(3,839)	301,402
Total	**111,864,951**	**1,164,659**	**113,029,610**	**(2,167,441)**	**110,862,169**

30 June 2025	Performing	Non-performing	Gross financing	Allowance for impairment	Financing, net
			SAR'000		
Commercial Financing	**67,856,883**	**1,276,250**	**69,133,133**	**(2,222,956)**	**66,910,177**
- Corporate	47,314,048	650,691	47,964,739	(1,358,004)	46,606,735
- MSME	7,167,641	270,515	7,438,156	(525,439)	6,912,717
- Others	13,375,194	355,044	13,730,238	(339,513)	13,390,725
Consumer Financing	**36,816,758**	**281,474**	**37,098,232**	**(306,797)**	**36,791,435**
- Personal Finance	11,157,537	54,207	11,211,744	(106,548)	11,105,196
- Real Estate	22,451,701	171,722	22,623,423	(116,592)	22,506,831
- Auto lease	2,133,845	3,251	2,137,096	(14,826)	2,122,270
- Credit cards	766,768	41,913	808,681	(63,644)	745,037
- Others	306,907	10,381	317,288	(5,187)	312,101
Total	**104,673,641**	**1,557,724**	**106,231,365**	**(2,529,753)**	**103,701,612**

Financing, net represents Shari'ah compliant products in respect of Murabaha agreements, Ijarah, Istisnaat, Musharaka and Tawarruq.

6. FINANCING, NET (continued)

a) An analysis of changes in ECL allowance and gross carrying amounts in total and by each class of financial instrument is, as follows:

	Credit loss allowance				Gross carrying amount			
Gross Financing	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**
					SAR'000			
At 1 January 2026	**337,463**	**240,677**	**1,589,301**	**2,167,441**	**107,196,956**	**3,275,034**	**2,557,620**	**113,029,610**
Transfers:								
- to 12-months	**9,939**	**(4,784)**	**(5,155)**	**-**	**1,531,952**	**(1,518,376)**	**(13,576)**	**-**
- to lifetime	**(14,333)**	**24,263**	**(9,930)**	**-**	**(5,500,624)**	**5,528,766**	**(28,142)**	**-**
- to credit-impaired	**(15,705)**	**(3,060)**	**18,765**	**-**	**(699,122)**	**(157,610)**	**856,732**	**-**
New originated or purchased	**61,715**	**-**	**-**	**61,715**	**13,508,712**	**-**	**-**	**13,508,712**
Derecognised during the period	**(12,210)**	**(875)**	**(30,476)**	**(43,561)**	**(3,615,460)**	**(90,159)**	**(11,562)**	**(3,717,181)**
Other movements	**(32,175)**	**14,262**	**33,641**	**15,728**	**201,748**	**399,951**	**(282,423)**	**319,276**
Changes in profit accrual	**-**	**-**	**-**	**-**	**23,114**	**-**	**-**	**23,114**
Write-offs	**-**	**-**	**(294,122)**	**(294,122)**	**-**	**-**	**(294,122)**	**(294,122)**
At 30 June 2026	**334,694**	**270,483**	**1,302,024**	**1,907,201**	**112,647,276**	**7,437,606**	**2,784,527**	**122,869,409**

	Credit loss allowance				Gross carrying amount			
Gross Financing	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**
					SAR'000			
At 1 January 2025	317,382	282,012	1,929,613	2,529,007	93,437,785	2,571,824	3,431,894	99,441,503
Transfers:								
- to 12-months	5,686	(3,746)	(1,940)	-	560,695	(556,706)	(3,989)	-
- to lifetime	(10,500)	29,632	(19,132)	-	(1,941,530)	2,247,513	(305,983)	-
- to credit-impaired	(36,188)	(47,311)	83,499	-	(217,085)	(285,355)	502,440	-
New originated or purchased	124,833	-	-	124,833	25,182,052	-	-	25,182,052
Derecognised during the year	(32,060)	(8,325)	(447,535)	(487,920)	(9,580,645)	(200,667)	(1,091,870)	(10,873,182)
Other movements	(31,690)	(11,585)	940,153	896,878	(439,242)	(501,575)	920,485	(20,332)
Changes in profit accrual	-	-	-	-	194,926	-	-	194,926
Write-offs	-	-	(895,357)	(895,357)	-	-	(895,357)	(895,357)
At 31 December 2025	337,463	240,677	1,589,301	2,167,441	107,196,956	3,275,034	2,557,620	113,029,610

6. FINANCING, NET (continued)

a) An analysis of changes in ECL allowance and gross carrying amounts in total and by each class of financial instrument is, as follows: (continued)

	Credit loss allowance				Gross carrying amount			
Gross Financing	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**
					SAR'000			
At 1 January 2025	317,382	282,012	1,929,613	2,529,007	93,437,785	2,571,824	3,431,894	99,441,503
Transfers:								
- to 12-months	3,848	(1,257)	(2,591)	-	119,884	(114,130)	(5,754)	-
- to lifetime	(979)	3,420	(2,441)	-	(228,625)	235,361	(6,736)	-
-to credit-impaired	(955)	(45,460)	46,415	-	(218,199)	(248,425)	466,624	-
New originated or purchased	57,783	1,019	320	59,122	13,864,737	82,847	591	13,948,175
Derecognised during the period	(16,916)	(1,079)	(23,148)	(41,143)	(5,873,305)	(124,929)	(131,850)	(6,130,084)
Other movements	(28,785)	(2,931)	230,874	199,158	(383,299)	(338,706)	(178,886)	(900,891)
Changes in profit accrual	-	-	-	-	89,053	-	-	89,053
Write-offs	-	-	(216,391)	(216,391)	-	-	(216,391)	(216,391)
At 30 June 2025	331,378	235,724	1,962,651	2,529,753	100,808,031	2,063,842	3,359,492	106,231,365

	Credit loss allowance				Gross carrying amount			
Commercial Financing	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**
					SAR'000			
At 1 January 2026	**185,975**	**234,401**	**1,438,313**	**1,858,689**	**68,288,436**	**2,838,897**	**2,239,885**	**73,367,218**
Transfers:								
- to 12-months	**2,837**	**(2,464)**	**(373)**	**-**	**1,401,006**	**(1,400,284)**	**(722)**	**-**
- to lifetime	**(10,621)**	**13,257**	**(2,636)**	**-**	**(5,036,832)**	**5,043,147**	**(6,315)**	**-**
- to credit-impaired	**(1,274)**	**(2,209)**	**3,483**	**-**	**(622,860)**	**(106,299)**	**729,159**	**-**
New originated or purchased	**10,348**	**-**	**-**	**10,348**	**5,713,094**	**-**	**-**	**5,713,094**
Derecognised during the period	**(1,585)**	**(60)**	**(16,003)**	**(17,648)**	**(1,404,366)**	**(35,485)**	**(7,321)**	**(1,447,172)**
Other movements	**(15,416)**	**17,766**	**(17,904)**	**(15,554)**	**3,113,019**	**427,424**	**(275,814)**	**3,264,629**
Changes in profit accrual	**-**	**-**	**-**	**-**	**3,669**	**-**	**-**	**3,669**
Write-offs	**-**	**-**	**(279,004)**	**(279,004)**	**-**	**-**	**(279,004)**	**(279,004)**
At 30 June 2026	**170,264**	**260,691**	**1,125,876**	**1,556,831**	**71,455,166**	**6,767,400**	**2,399,868**	**80,622,434**

6. FINANCING, NET (continued)

a) An analysis of changes in ECL allowance and gross carrying amounts in total and by each class of financial instrument is, as follows: (continued)

	Credit loss allowance				Gross carrying amount			
Commercial Financing	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**
					SAR'000			
At 1 January 2025	177,349	279,274	1,756,482	2,213,105	58,399,170	2,323,170	3,140,702	63,863,042
Transfers:								
- to 12-months	2,752	(2,752)	-	-	472,372	(472,372)	-	-
- to lifetime	(6,471)	24,263	(17,792)	-	(1,537,721)	1,840,548	(302,827)	-
- to credit-impaired	(14,433)	(46,989)	61,422	-	(102,255)	(267,998)	370,253	-
New originated or purchased	35,787	-	-	35,787	11,624,138	-	-	11,624,138
Derecognised during the year	(9,460)	(7,455)	(434,807)	(451,722)	(4,534,794)	(112,997)	(1,050,826)	(5,698,617)
Other movements	451	(11,940)	923,877	912,388	3,803,360	(471,454)	933,452	4,265,358
Changes in profit accrual	-	-	-	-	164,166	-	-	164,166
Write-offs	-	-	(850,869)	(850,869)	-	-	(850,869)	(850,869)
At 31 December 2025	185,975	234,401	1,438,313	1,858,689	68,288,436	2,838,897	2,239,885	73,367,218

	Credit loss allowance				Gross carrying amount			
Commercial Financing	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**
					SAR'000			
At 1 January 2025	177,349	279,274	1,756,482	2,213,105	58,399,170	2,323,170	3,140,702	63,863,042
Transfers:								
- to 12-months	205	(205)	-	-	22,924	(22,924)	-	-
- to lifetime	(200)	1,090	(890)	-	(51,722)	54,815	(3,093)	-
- to credit-impaired	(728)	(45,100)	45,828	-	(187,202)	(226,034)	413,236	-
New originated or purchased	27,417	663	42	28,122	7,016,207	64,981	84	7,081,272
Derecognised during the period	(5,587)	(701)	(13,612)	(19,900)	(3,343,137)	(87,491)	(107,393)	(3,538,021)
Other movements	(12,019)	(2,533)	203,636	189,084	2,341,468	(328,128)	(178,063)	1,835,277
Changes in profit accrual	-	-	-	-	79,018	-	-	79,018
Write-offs	-	-	(187,455)	(187,455)	-	-	(187,455)	(187,455)
At 30 June 2025	186,437	232,488	1,804,031	2,222,956	64,276,726	1,778,389	3,078,018	69,133,133

6. FINANCING, NET (continued)

a) An analysis of changes in ECL allowance and gross carrying amounts in total and by each class of financial instrument is, as follows: (continued)

Consumer Financing	Credit loss allowance				Gross carrying amount			
	Stage 1 (12-months ECL)	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**
				SAR'000				
At 1 January 2026	**151,488**	**6,276**	**150,988**	**308,752**	**38,908,520**	**436,137**	**317,735**	**39,662,392**
Transfers:								
- to 12-months	**7,102**	**(2,320)**	**(4,782)**	**-**	**130,946**	**(118,092)**	**(12,854)**	**-**
- to lifetime	**(3,712)**	**11,006**	**(7,294)**	**-**	**(463,792)**	**485,619**	**(21,827)**	**-**
- to credit-impaired	**(14,431)**	**(851)**	**15,282**	**-**	**(76,262)**	**(51,311)**	**127,573**	**-**
New originated or purchased	**51,367**	**-**	**-**	**51,367**	**7,795,618**	**-**	**-**	**7,795,618**
Derecognised during the period	**(10,625)**	**(815)**	**(14,473)**	**(25,913)**	**(2,211,094)**	**(54,674)**	**(4,241)**	**(2,270,009)**
Other movements	**(16,759)**	**(3,504)**	**51,545**	**31,282**	**(2,911,271)**	**(27,473)**	**(6,609)**	**(2,945,353)**
Changes in profit accrual	**-**	**-**	**-**	**-**	**19,445**	**-**	**-**	**19,445**
Write-offs	**-**	**-**	**(15,118)**	**(15,118)**	**-**	**-**	**(15,118)**	**(15,118)**
At 30 June 2026	**164,430**	**9,792**	**176,148**	**350,370**	**41,192,110**	**670,206**	**384,659**	**42,246,975**

Consumer Financing	Credit loss allowance				Gross carrying amount			
	Stage 1 (12-months ECL)	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**	**Stage 1 (12-months ECL)**	**Stage 2 (Life time ECL not credit impaired)**	**Stage 3 (Lifetime ECL credit impaired)**	**Total**
				SAR'000				
At 1 January 2025	140,033	2,738	173,131	315,902	35,038,615	248,654	291,192	35,578,461
Transfers:								
- to 12-months	2,934	(994)	(1,940)	-	88,323	(84,334)	(3,989)	-
- to lifetime	(4,029)	5,369	(1,340)	-	(403,809)	406,965	(3,156)	-
- to credit-impaired	(21,755)	(322)	22,077	-	(114,830)	(17,357)	132,187	-
New originated or purchased	89,046	-	-	89,046	13,557,914	-	-	13,557,914
Derecognised during the year	(22,600)	(870)	(12,728)	(36,198)	(5,045,851)	(87,670)	(41,044)	(5,174,565)
Other movements	(32,141)	355	16,276	(15,510)	(4,242,602)	(30,121)	(12,967)	(4,285,690)
Changes in profit accrual	-	-	-	-	30,760	-	-	30,760
Write-offs	-	-	(44,488)	(44,488)	-	-	(44,488)	(44,488)
At 31 December 2025	151,488	6,276	150,988	308,752	38,908,520	436,137	317,735	39,662,392

6. FINANCING, NET (continued)

a) An analysis of changes in ECL allowance and gross carrying amounts in total and by each class of financial instrument is, as follows: (continued)

	Credit loss allowance				Gross carrying amount			
Consumer Financing	Stage 1 (12-months ECL)	Stage 2 (Life time ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Life time ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
				SAR'000				
At 1 January 2025	140,033	2,738	173,131	315,902	35,038,615	248,654	291,192	35,578,461
Transfers:								
- to 12-months	3,643	(1,052)	(2,591)	-	96,960	(91,206)	(5,754)	-
- to lifetime	(779)	2,330	(1,551)	-	(176,903)	180,546	(3,643)	-
- to credit-impaired	(227)	(360)	587	-	(30,997)	(22,391)	53,388	-
New originated or purchased	30,366	356	278	31,000	6,848,530	17,866	507	6,866,903
Derecognised during the period	(11,329)	(378)	(9,536)	(21,243)	(2,530,168)	(37,438)	(24,457)	(2,592,063)
Other movements	(16,766)	(398)	27,238	10,074	(2,724,767)	(10,578)	(823)	(2,736,168)
Changes in profit accrual	-	-	-	-	10,035	-	-	10,035
Write-offs	-	-	(28,936)	(28,936)	-	-	(28,936)	(28,936)
At 30 June 2025	144,941	3,236	158,620	306,797	36,531,305	285,453	281,474	37,098,232

b) Movement in allowance for impairment is as follows:

	30 June 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 June 2025 (Unaudited) SAR'000
Balance at the beginning of the period / year	**2,167,441**	2,529,007	2,529,007
Impairment charge for financing	**405,238**	671,783	288,258
Bad debts written off and derecognition due to restructuring	**(562,936)**	(895,357)	(216,391)
(Reversal) / (recoveries) of amounts previously provided	**(102,542)**	(137,992)	(71,121)
Balance at the end of the period / year	**1,907,201**	2,167,441	2,529,753

c) Net impairment charge for financing and other financial assets for the period in the interim condensed consolidated statement of income comprised of:

	30 June 2026 (Unaudited) SAR'000	30 June 2025 (Unaudited) SAR'000
Impairment charge for financing	**405,238**	288,258
Reversal of amounts previously provided	**(102,542)**	(71,121)
Recoveries from debts previously written off	**(123,842)**	(19,936)
Net (reversal) / impairment charge for ECL in respect of due from banks and other financial institutions	**(753)**	1,205
Net reversal for ECL in respect of investments	**(519)**	(181)
Net (reversal) / impairment charge for ECL in respect of non-funded financing and credit related commitments	**(6,366)**	1,693
Impairment charge for financing and other financial assets, net	**171,216**	199,918

6. FINANCING, NET (continued)

d) The breakdown of financing and the related expected credit loss (ECL) allowances by IFRS 9 stage is presented below:

30 June 2026	12 month ECL (Stage 1)	Life time ECL not credit impaired (Stage 2)	Lifetime ECL credit impaired (Stage 3)	Total
Exposure				
Commercial	**71,455,166**	**6,767,400**	**2,399,868**	**80,622,434**
Consumer	**41,192,110**	**670,206**	**384,659**	**42,246,975**
Gross carrying amount	**112,647,276**	**7,437,606**	**2,784,527**	**122,869,409**
ECL				
Commercial	**(170,264)**	**(260,691)**	**(1,125,876)**	**(1,556,831)**
Consumer	**(164,430)**	**(9,792)**	**(176,148)**	**(350,370)**
Total ECL	**(334,694)**	**(270,483)**	**(1,302,024)**	**(1,907,201)**

31 December 2025	12 month ECL (Stage 1)	Life time ECL not credit impaired (Stage 2)	Lifetime ECL credit impaired (Stage 3)	Total
Exposure				
Commercial	68,288,436	2,838,897	2,239,885	73,367,218
Consumer	38,908,520	436,137	317,735	39,662,392
Gross carrying amount	107,196,956	3,275,034	2,557,620	113,029,610
ECL				
Commercial	(185,975)	(234,401)	(1,438,313)	(1,858,689)
Consumer	(151,488)	(6,276)	(150,988)	(308,752)
Total ECL	(337,463)	(240,677)	(1,589,301)	(2,167,441)

30 June 2025	12 month ECL (Stage 1)	Life time ECL not credit impaired (Stage 2)	Lifetime ECL credit impaired (Stage 3)	Total
Exposure				
Commercial	64,276,726	1,778,389	3,078,018	69,133,133
Consumer	36,531,305	285,453	281,474	37,098,232
Gross carrying amount	100,808,031	2,063,842	3,359,492	106,231,365
ECL				
Commercial	(186,437)	(232,488)	(1,804,031)	(2,222,956)
Consumer	(144,941)	(3,236)	(158,620)	(306,797)
Total ECL	(331,378)	(235,724)	(1,962,651)	(2,529,753)

7. INVESTMENT IN AN ASSOCIATE

Investment in an associate represents the investment made by the Group in AlJazira Takaful Ta'awuni Company ("ATT"). The Group effectively holds 33.08% (31 December 2025: 33.08% and 30 June 2025: 33.08%) shareholding in ATT.

The share of total comprehensive income in an associate represents the Group's share in the total comprehensive income of ATT and was based on the latest available financial information of ATT for the period ended March 31, 2026. ATT is listed with Saudi Stock Exchange (Tadawul) and the market value of the investment in ATT as of 30 June 2026 was SAR 256.51 million (31 December 2025: SAR 243.85 million and 30 June 2025: SAR 299.96 million) based on Saudi Stock Exchange (Tadawul) market price.

8. CUSTOMERS' DEPOSITS

	30 June 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 June 2025 (Unaudited) SAR'000
Demand	**32,020,582**	32,046,487	33,110,032
Saving and call deposits	**24,852,876**	13,654,158	12,337,148
Customers' time investments	**73,513,953**	67,398,888	66,687,202
Other	**2,350,101**	2,295,782	2,020,491
Total	**132,737,512**	115,395,315	114,154,873

Customers' time investments comprise deposits received on Shari'ah Compliant (non-commission based) Murabaha and Wakala products.

9. SHARIAH COMPLIANT DERIVATIVES

9.1 Nature/type of derivatives held

In the ordinary course of business, the Group utilizes the following Shari'ah compliant derivative financial instruments for both trading and strategic hedging purposes:

a) Swaps

Swaps are commitments to exchange one set of cash flows for another. For profit rate swaps, counterparties generally exchange fixed and floating rate profit payments in a single currency without exchanging principal. For cross-currency profit rate swaps, principal, fixed and floating profit payments are exchanged in different currencies.

b) Options (Wa'ad Fx)

Foreign exchange options are transactions, whereby a client, in consideration for the payment of a fee agrees to enter into one or a series of trades in which one party (promisor) gives a commitment as a unilateral undertaking, to a second party (promisee).

An option can be a unilateral promise or combination of promises. The Group enters into the option depending on the client's risk profile, whereby the client may promise to buy, sell or buy and sell a currency with or without conditions for hedging its exposure.

9.2 Purpose of derivatives

a) Held for trading purposes

Most of the Group's derivative trading activities relate to sales, positioning and arbitrage. Sales activities involve offering products to customers in order, to enable them to transfer, modify or reduce current and future risks. Positioning involves managing market risk positions with the expectation of profiting from favourable movements in prices, rates or indices. Arbitrage involves identifying, with the expectation of profiting from, price differentials between markets or products.

b) Held for hedging purposes

The Group uses Shari'ah compliant derivatives for hedging purposes in order to reduce its exposure to profit rate risk and foreign exchange risk.

The Group has adopted a comprehensive system for the measurement and management of risk. Part of the risk management process involves managing the Group's exposure to fluctuations in foreign exchange and profit rates to reduce its exposure to currency and profit rate risks to acceptable levels as determined by the Board of Directors within the guidelines issued by Saudi Central Bank.

As part of its financial asset and liability management, the Group uses Shari'ah compliant derivatives for hedging purposes in order to adjust its own exposure to currency and profit rate risk. This is generally achieved by hedging specific transactions.

9. SHARIAH COMPLIANT DERIVATIVES (continued)

9.2 Purpose of derivatives (continued)

b) Held for hedging purposes (continued)

Cash flow hedges

The Group is exposed to variability in future cash flows on non-trading assets and liabilities which bear profit at a variable rate. The Group uses profit rate swaps as cash flow hedges of these profit rate risks.

The gains on cash flow hedges reclassified to the interim condensed consolidated statement of income during the period are as follows:

	30 June 2026 (Unaudited) SAR'000	30 June 2025 (Unaudited) SAR'000
Income from investments and financing	**23,387**	31,814
Return on deposits and financial liabilities	**(9,922)**	(14,716)
Net gains on cash flow hedges reclassified to the interim condensed consolidated statement of income	**13,465**	17,098

The cash flow hedges of profit rate swap were highly effective in offsetting the variability of return on investments, deposits and other financial liabilities.

Fair value gain on cash flow hedges amounting to SAR 64.11 million (30 June 2025: loss of SAR 28.96 million) included in the interim condensed consolidated statement of comprehensive income comprised of net unrealised gain of SAR 68.42 million (30 June 2025: net unrealised loss of SAR 62.99 million) and net realized loss of SAR 4.31 million (30 June 2025: net realised gain of SAR 34.03 million) on terminated hedge relationships.

During the current and prior periods, the Group sold certain of its profit rate swaps used for cash flows hedges. However, the gain / (loss) would continue to be classified in interim condensed consolidated statement of comprehensive income as the related hedge items are still outstanding. In accordance with the IFRS requirements, the gain / (loss) will be reclassified to interim condensed consolidated statement of income in the period when the cash flows pertaining to hedged items will affect the interim condensed consolidated statement of income i.e. when profit receipts / payments impact the interim condensed consolidated statement of income which is over the remaining maturity of financial instrument / hedge items.

9.3 Details of shar'iah compliant derivatives

The table below summarize the positive and negative fair values of the Group's derivative financial instruments, together with their notional amounts. The notional amounts, which provide an indication of the volume of transactions outstanding at the end of the period, do not necessarily reflect the amounts of future cash flows involved. These notional amounts, therefore, are neither indicative of the Group's exposure to credit risk, which is generally limited to the positive fair value of the derivatives, nor market risk.

9. SHARIAH COMPLIANT DERIVATIVES (continued)

	30 June 2026 (Unaudited) SAR'000		
	Positive fair value	**Negative fair value**	**Notional amount**
Held for trading:			
Options	**1,502**	**1,502**	**563,845**
Profit rate swaps	**76,900**	**63,071**	**5,135,637**
Currency swaps	**6,864**	**972**	**3,813,153**
Currency forwards (Wa'ad)	**24**	**191**	**135,190**
Total	**85,290**	**65,736**	**9,647,825**
Held as cash flow hedge:			
Profit rate swaps	**80,612**	**70,499**	**4,945,000**
Total	**165,902**	**136,235**	**14,592,825**

	31 December 2025 (Audited) SAR'000		
	Positive fair value	**Negative fair value**	**Notional amount**
Held for trading:			
Options	1,901	1,901	588,833
Profit rate swaps	62,747	52,296	5,894,689
Cross currency profit rate swaps	6,216	459	1,875,000
Currency swaps	2,531	1,214	3,508,936
Currency forwards (Wa'ad)	53	47	77,966
Total	73,448	55,917	11,945,424
Held as cash flow hedge:			
Profit rate swaps	22,735	124,990	5,351,250
Total	96,183	180,907	17,296,674

	30 June 2025 (Unaudited) SAR'000		
	Positive fair value	**Negative fair value**	**Notional amount**
Held for trading:			
Options	10,565	10,565	1,188,833
Profit rate swaps	55,715	50,597	6,448,837
Cross currency profit rate swaps	1,335	459	1,875,000
Currency swaps	2,698	562	4,000,240
Currency forwards (Wa'ad)	2	62	45,429
Total	70,315	62,245	13,558,339
Held as cash flow hedge:			
Profit rate swaps	20,070	97,361	4,281,250
Total	90,385	159,606	17,839,589

Held for trading profit rate swaps (positive fair value / negative fair value) include accrued receivable amounting to SAR 3.32 million (31 December 2025: SAR 7.73 million and 30 June 2025: SAR 10.83 million) and accrued payable amounting to SAR 3.32 million (31 December 2025: SAR 7.73 million and 30 June 2025: SAR 11.74 million). Held as cash flow hedge profit rate swaps (positive fair value / negative fair value) include accrued receivable amounting to SAR 75.70 million (31 December 2025: SAR 22.74 million and 30 June 2025: SAR 20.07 million) and accrued payable amounting to SAR 29.45 million (31 December 2025: SAR 20.44 million and 30 June 2025: SAR 17.82 million).

10. SUBORDINATED SUKUK

On 8 December 2021, the Bank issued 2,000 Subordinated Sukuk Certificates (Sukuk) of SAR 1 million each, with a profit distribution rate based on 6 month Saudi Inter-Bank Offered Rate (SIBOR), reset semi-annually in advance, plus a margin of 155 basis point per annum and payable semi-annually in arrears on 8 December and 8 June each year until 8 December 2031, on which date the Sukuk will expire. The Bank has a call option which can be exercised on or after 8 December 2026 on meeting certain conditions and as per the terms mentioned in the related offering circular. The Sukuk may also be called upon occurrence of certain other conditions as per the terms specified in the offering circular. These Sukuk are registered with Saudi Exchange (Tadawul).

11. SHARE CAPITAL AND EARNINGS PER SHARE

a) Share Capital:

The authorized, issued and fully paid share capital of the Bank consists of 1,281.25 million shares of SAR 10 each (31 December 2025: 1,281.25 million shares of SAR 10 each and 30 June 2025: 1,281.25 million shares of SAR 10 each).

b) Earnings per share

Basic earnings per share for the current and prior period is calculated by dividing the net income for the period attributable to common equity holders of the Bank (adjusted for Tier 1 sukuk related costs) by the weighted average number of ordinary shares outstanding after the adjustment of treasury shares.

	For the three month period ended		**For the six month period ended**	
	30 June 2026 (Unaudited) SAR'000	30 June 2025 (Unaudited) SAR'000	**30 June 2026 (Unaudited) SAR'000**	30 June 2025 (Unaudited) SAR'000
Net income for the period attributable to ordinary shareholders (adjusted for Tier 1 sukuk related costs)				
For basic and diluted earnings per share	**340,903**	283,244	**653,493**	644,239
Weighted-average number of ordinary shares after the adjustment of treasury shares				
For basic and diluted earnings per share	**1,276,218,844**	1,275,625,000	**1,276,210,595**	1,276,783,702
For basic and diluted earnings per share	**0.27**	0.22	**0.51**	0.50

The calculations of basic and diluted earnings per share are same for the Bank.

11. SHARE CAPITAL AND EARNINGS PER SHARE (continued)

c) Treasury Shares

The Extraordinary General Assembly Meeting held on 11 December 2024, approved the Employee Share Plan for which shares were to be purchased as treasury shares for allocating them to the Employee Share Plan. The Bank completed the purchase of these shares during the first quarter of 2025.

12. OTHER RESERVES

30 June 2026 (Unaudited)	Cash flow hedges SAR' 000	Fair value reserve – FVOCI debt SAR' 000	Fair value reserve – FVOCI equity SAR' 000	Actuarial Gains SAR' 000	Employees share-based plan reserve SAR' 000	Share in OCI of associate SAR' 000	Total SAR' 000
Balance at beginning of the period	**(40,351)**	**(869,884)**	**276,644**	**23,651**	**13,685**	**17,492**	**(578,763)**
Net change in fair value	**64,108**	**37,780**	**52,356**	**-**	**-**	**3,008**	**157,252**
Transfer to interim condensed consolidated statement of income (note 9.2(b))	**(13,465)**	**-**	**-**	**-**	**-**	**-**	**(13,465)**
Employee share based plan reserve	**-**	**-**	**-**	**-**	**6,602**	**-**	**6,602**
Share based payment transactions	**-**	**-**	**-**	**-**	**(7,390)**	**-**	**(7,390)**
Net movement during the period	**50,643**	**37,780**	**52,356**	**-**	**(788)**	**3,008**	**142,999**
Balance at end of the period	**10,292**	**(832,104)**	**329,000**	**23,651**	**12,897**	**20,500**	**(435,764)**

12. OTHER RESERVES (continued)

31 December 2025 (Audited)	Cash flow hedges SAR' 000	Fair value reserve – FVOCI debt SAR' 000	Fair value reserve – FVOCI equity SAR' 000	Actuarial gains SAR' 000	Employees share-based plan reserve SAR' 000	Share in OCI of associate SAR' 000	Total SAR' 000
Balance at beginning of the year – restated	38,319	(1,187,941)	226,281	31,691	-	10,817	(880,833)
Net change in fair value	(48,518)	318,057	50,363	-	-	6,675	326,577
Transfer to consolidated statement of income	(30,152)	-	-	-	-	-	(30,152)
Actuarial losses on employee benefit obligation	-	-	-	(8,040)	-	-	(8,040)
Employee share based plan reserve	-	-	-	-	14,892	-	14,892
Share based payment transactions	-	-	-	-	(1,207)	-	(1,207)
Net movement during the year	(78,670)	318,057	50,363	(8,040)	13,685	6,675	302,070
Balance at end of the year	(40,351)	(869,884)	276,644	23,651	13,685	17,492	(578,763)

30 June 2025 (Unaudited)	Cash flow hedges SAR' 000	Fair value reserve – FVOCI debt SAR' 000	Fair value reserve – FVOCI equity SAR' 000	Actuarial Gains SAR' 000	Employees share-based plan reserve SAR' 000	Share in OCI of associate SAR' 000	Total SAR' 000
Balance at beginning of the period – restated	38,319	(1,187,941)	226,281	31,691	-	10,817	(880,833)
Net change in fair value	(28,960)	342,880	25,524	-	-	6,675	346,119
Transfer to interim condensed consolidated statement of income (note 9.2(b))	(17,098)	-	-	-	-	-	(17,098)
Employee share based plan reserve	-	-	-	-	3,060	-	3,060
Net movement during the period	(46,058)	342,880	25,524	-	3,060	6,675	332,081
Balance at end of the period-restated	(7,739)	(845,061)	251,805	31,691	3,060	17,492	(548,752)

13. TIER 1 SUKUK

During the current period ended June 30, 2026, the Bank completed the issuance and redemption of following Tier 1 instruments:

- A cross border Tier 1 Sukuk through a Shari'ah compliant arrangement amounting to SAR 1.875 billion (denominated in US Dollars). This issuance forms part of the Bank's USD 1.5 billion Additional Tier 1 Capital Sukuk Programme. This arrangement was approved by the regulatory authorities and the Board of Directors of the Bank. The applicable profit rate is 6.5% per annum from date of issue up to June 2031 and is subject to reset every 5 years.

- SAR-denominated additional Tier 1 sukuk of SAR 1.46 billion (which is part of additional Tier 1 Capital Sukuk Programme of SAR 5 billion) by way of a private placement in Saudi Arabia. This arrangement was approved by the regulatory authorities and the Board of Directors of the Bank. The applicable profit rate is 6.35% per annum from date of issue up to March 2031 and is subject to reset every 5 years.

- The Bank exercised its option to recall and redeem, on the first call date in June 2026, its cross-border Tier 1 Sukuk (the "Sukuk") amounting to SAR 1.875 billion (denominated in US Dollars), which was originally issued in 2021 through a Shari'ah-compliant arrangement. The applicable profit rate was 3.95% per annum from the date of issue until the first call date in June 2026.

During 3rd quarter of 2025, the Bank issued cross border Tier 1 Sukuk through a Shari'ah compliant arrangement amounting to SAR 1.875 billion (denominated in US Dollars). This issuance forms part of the Bank's USD 1.5 billion Additional Tier 1 Capital Sukuk Programme. This arrangement was approved by the regulatory authorities and the Board of Directors of the Bank. The applicable profit rate is 6.5% per annum from date of issue up to September 2030 and is subject to reset every 5 years.

During 1st quarter of 2025, the Bank completed the issuance of an SAR-denominated additional Tier 1 sukuk of SAR 1 billion (which is part of additional Tier 1 Capital Sukuk Programme of SAR 5 billion) by way of a private placement in Saudi Arabia. This arrangement was approved by the regulatory authorities and the Board of Directors of the Bank. The applicable profit rate is 6.3% per annum from date of issue up to January 2030 and is subject to reset every 5 years.

As part of the additional Tier 1 Capital Sukuk Programme of SAR 5 billion, the Bank had also completed during year 2023, the issuance of an SAR-denominated additional Tier 1 sukuk of SAR 2 billion by way of a private placement in Saudi Arabia. This arrangement was approved by the regulatory authorities and the Board of Directors of the Bank. The applicable profit rate is 6% per annum from date of issue up to June 2028 and is subject to reset every 5 years.

These Sukuks are perpetual securities in respect of which there is no fixed redemption dates and represents an undivided ownership interest of the Sukuk-holders in the Sukuk assets, with each Sakk constituting an unsecured, conditional and subordinated obligation of the Bank classified under equity. However, the Bank shall have the exclusive right to redeem or call the Sukuks in a specific period of time, subject to the terms and conditions stipulated in the Sukuk agreement.

The applicable profit on the Sukuks is payable semi-annual in arrears on each periodic distribution date, except upon the occurrence of a non-payment event or non-payment election by the Bank, whereby the Bank may at its sole discretion (subject to certain terms and conditions) elect not to make any distributions. Such non-payment event or non-payment election are not considered to be events of default and the amounts not paid thereof shall not be cumulative or compound with any future distributions.

14. COMMITMENTS AND CONTINGENCIES

a) The Group is subject to legal proceedings in the ordinary course of business. There was no material change in the status of legal proceedings as disclosed at 31 December 2025.

b) The Bank's credit related commitments and contingencies are as follows:

	30 June 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 June 2025 (Unaudited) SAR'000
Letters of credit	**3,730,349**	4,332,903	4,137,682
Letters of guarantee	**19,421,452**	15,769,975	15,646,319
Acceptances	**1,975,821**	1,330,997	1,579,260
Irrevocable commitments to extend credit	**2,863,512**	2,102,602	1,540,156
Total	**27,991,134**	23,536,477	22,903,417
Allowance for impairment [b(ii)]	**(316,992)**	(323,358)	(352,945)
Net exposure	**27,674,142**	23,213,119	22,550,472

- b)(i) The following table explains changes in gross carrying amount of the credit related commitments and contingencies to help explain their significance to the changes in the credit loss allowance for the same portfolio.

	30 June 2026 (Unaudited)			
	12 month ECL (Stage 1)	**Life time ECL not credit impaired (Stage 2)**	**Lifetime ECL credit impaired (Stage 3)**	**Total**
	(SAR'000)			
Gross carrying amount as at 1 January 2026	**21,415,391**	**1,681,034**	**440,052**	**23,536,477**
Transfer to 12-month ECL	**3,545**	**(3,545)**	**-**	**-**
Transfer to lifetime ECL not credit – impaired	**(2,050,020)**	**2,050,020**	**-**	**-**
Transfer to lifetime ECL credit – impaired	**(138,432)**	**-**	**138,432**	**-**
New financial assets originated	**3,108,942**	**-**	**-**	**3,108,942**
Financial assets derecognised during the period	**(370,291)**	**(16,643)**	**(41,624)**	**(428,558)**
Other movements	**977,931**	**803,635**	**(7,293)**	**1,774,273**
Gross carrying amount as at 30 June 2026	**22,947,066**	**4,514,501**	**529,567**	**27,991,134**

14. COMMITMENTS AND CONTINGENCIES (continued)

- b)(i) The following table explains changes in gross carrying amount of the credit related commitments and contingencies to help explain their significance to the changes in the credit loss allowance for the same portfolio. (continued)

	31 December 2025 (Audited)			
	12 month ECL (Stage 1)	Life time ECL not credit impaired (Stage 2)	Lifetime ECL credit impaired (Stage 3)	Total
	(SAR'000)			
Gross carrying amount as at 1 January 2025	17,283,933	486,381	533,945	18,304,259
Transfer to 12-month ECL	17,859	(16,583)	(1,276)	-
Transfer to lifetime ECL not credit – impaired	(436,873)	436,873	-	-
Transfer to lifetime ECL credit – impaired	(122,348)	-	122,348	-
New financial assets originated	5,514,272	171,348	-	5,685,620
Financial assets derecognised during the year	(837,175)	(116,559)	(174,341)	(1,128,075)
Other movements	(4,277)	719,574	(40,624)	674,673
Gross carrying amount as at 31 December 2025	21,415,391	1,681,034	440,052	23,536,477

	30 June 2025 (Unaudited)			
	12 month ECL (Stage 1)	Life time ECL not credit impaired (Stage 2)	Lifetime ECL credit impaired (Stage 3)	Total
	(SAR'000)			
Gross carrying amount as at 1 January 2025	17,283,933	486,381	533,945	18,304,259
Transfer to 12-month ECL	17,773	(16,497)	(1,276)	-
Transfer to lifetime ECL not credit – impaired	(403,192)	403,192	-	-
Transfer to lifetime ECL credit – impaired	(50,075)	-	50,075	-
New financial assets originated	2,873,971	187,005	-	3,060,976
Financial assets derecognised during the period	(616,276)	(7,398)	(21,324)	(644,998)
Other movements	1,395,220	810,044	(22,084)	2,183,180
Gross carrying amount as at 30 June 2025	20,501,354	1,862,727	539,336	22,903,417

Other movements mainly represent changes in exposures for customers where there has been no change in the stage during the period.

14. COMMITMENTS AND CONTINGENCIES (continued)

- b)(ii) An analysis of changes in allowance for ECL for credit related commitments and contingencies is as follows:

	30 June 2026 (Unaudited)			
	12 month ECL (Stage 1)	Life time ECL not credit impaired (Stage 2)	Lifetime ECL credit impaired (Stage 3)	Total
	(SAR'000)			
ECL as at 1 January 2026	**39,895**	**15,706**	**267,757**	**323,358**
Transfer to 12-month ECL	**1**	**(1)**	**-**	**-**
Transfer to lifetime ECL not credit – Impaired	**(7,451)**	**7,451**	**-**	**-**
Transfer to lifetime ECL credit – impaired	**(32,513)**	**-**	**32,513**	**-**
Net re-measurement of loss allowance	**(9,208)**	**18,039**	**(31,529)**	**(22,698)**
New financial assets originated	**39,862**	**-**	**-**	**39,862**
Financial assets that have been derecognised	**(1,078)**	**(144)**	**(22,308)**	**(23,530)**
ECL as at 30 June 2026	**29,508**	**41,051**	**246,433**	**316,992**

	31 December 2025 (Audited)			
	12 month ECL (Stage 1)	Life time ECL not credit impaired (Stage 2)	Lifetime ECL credit impaired (Stage 3)	Total
	(SAR'000)			
ECL as at 1 January 2025	52,487	2,059	296,706	351,252
Transfer to 12-month ECL	712	(74)	(638)	-
Transfer to lifetime ECL not credit – impaired	(1,031)	1,031	-	-
Transfer to lifetime ECL credit – impaired	(530)	-	530	-
Net re-measurement of loss allowance	(18,276)	10,526	72,303	64,553
New financial assets originated	8,716	2,330	-	11,046
Financial assets that have been Derecognised	(2,183)	(166)	(101,144)	(103,493)
ECL as at 31 December 2025	39,895	15,706	267,757	323,358

	30 June 2025 (Unaudited)			
	12 month ECL (Stage 1)	Life time ECL not credit impaired (Stage 2)	Lifetime ECL credit impaired (Stage 3)	Total
	(SAR'000)			
ECL as at 1 January 2025	52,487	2,059	296,706	351,252
Transfer to 12-month ECL	711	(74)	(637)	-
Transfer to lifetime ECL not credit – impaired	(1,004)	1,004	-	-
Transfer to lifetime ECL credit – impaired	(268)	-	268	-
Net re-measurement of loss allowance	(1,974)	8,341	7,511	13,878
New financial assets originated	6,362	3,608	-	9,970
Financial assets that have been Derecognised	(819)	(12)	(21,324)	(22,155)
ECL as at 30 June 2025	55,495	14,926	282,524	352,945

14. COMMITMENTS AND CONTINGENCIES (continued)

c) As at June 30, 2026 the Bank had capital commitments of SAR 138.51 million (December 31, 2025: SAR 154.44 million; June 30, 2025: SAR 263.21 million) in respect of premises and IT related projects.

d) The Bank has submitted its objection to the General Secretariat of Tax Committees (GSTC) related to Zakat assessments for the years 2019 and 2021, amounting to SAR 77.57 million and SAR 65.5 million respectively. The Bank continues to contest this case as it has strong grounds.

As of 30 June 2026, the Bank has filed its Zakat and Income Tax returns with the Zakat, Tax, and Customs Authority (ZATCA) and has paid Zakat and Income Tax for the years up to and including 2025. Zakat and Income Tax assessments have been finalized up to the fiscal year 2018.

15. CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the interim condensed consolidated statement of cash flows comprise the following:

	30 June 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 June 2025 (Unaudited) SAR'000 Restated
Cash and balances with SAMA, excluding statutory deposit	**4,129,123**	1,554,523	1,208,758
Due from banks and other financial institutions with an original maturity of 90 days or less from the date of acquisition	**1,549,645**	986,136	1,431,660
Total	**5,678,768**	2,540,659	2,640,418

The reconciliation of cash and cash equivalents to cash and balances with Saudi Central Bank is as follows:

	30 June 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 June 2025 (Unaudited) SAR'000 Restated
Cash and cash equivalents as per statement of cash flows	**5,678,768**	2,540,659	2,640,418
Statutory deposit	**6,448,318**	5,504,686	5,387,178
Due from banks and other financial institutions with original maturity of 90 days or less from the date of acquisition	**(1,549,645)**	(986,136)	(1,431,660)
Cash and balances with Saudi Central Bank	**10,577,441**	7,059,209	6,595,936

15. CASH AND CASH EQUIVALENTS (continued)

15.1 Below is a reconciliation of liabilities arising from financing activities:

30 June 2026 (Unaudited)	**Subordinated Sukuk**	**Dividend Payable**	**Lease liabilities against right of use assets**
		(SAR' 000)	
Balances as at 1 January 2026	**2,007,489**	**48,282**	**203,537**
Changes from financing cash flows			
Payment of return on Subordinate Sukuk	**(68,894)**	**-**	**-**
Payment of leased liability - principal	**-**	**-**	**(54,307)**
Dividend declared	**-**	**638,109**	**-**
Dividend paid	**-**	**(636,862)**	**-**
Other changes			
Increase due to additions	**-**	**-**	**99,833**
Payment of leased liability - profit	**-**	**-**	**7,443**
Financing cost	**68,398**	**-**	**(7,443)**
Amortisation of transaction cost	**870**	**-**	**-**
Balances as at 30 June 2026	**2,007,863**	**49,529**	**249,063**

30 June 2025 (Unaudited)	Subordinated Sukuk	Dividend Payable	lease liabilities against right of use assets
		(SAR' 000)	
Balances as at 1 January 2025	2,005,918	62,934	177,821
Changes from financing cash flows			
Payment of return on Subordinate Sukuk	(70,189)	-	-
Payment of leased liability - principal	-	-	(44,940)
Dividend paid	-	(145)	-
Other changes			
Increase due to additions	-	-	47,034
Payment of leased liability - profit	-	-	(10,615)
Financing cost	69,813	-	10,615
Amortisation of transaction cost	871	-	-
Balances as at 30 June 2025	2,006,413	62,789	179,915

16. OPERATING SEGMENTS

The operating segments have been identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision-maker (Chief Executive Officer) in order to allocate resources to the segments and to assess their performance.

All of the Group's operations are based in the Kingdom of Saudi Arabia.

Transactions between the operating segments are on normal commercial terms and conditions. The revenue from external parties reported to the chief operating decision maker is measured in a manner consistent with that in the interim condensed consolidated statement of income. Segment assets and liabilities comprise operating assets and liabilities.

There have been no changes to the basis of segmentation or the measurement basis for the segment profit or loss since 31 December 2025.

For management purposes, the Group is organized into following main operating segments:

16. OPERATING SEGMENTS (continued)

Personal banking
Financing, deposits, other credit and investment products for individuals.

Corporate banking
Financing, deposits and other credit products for corporate, small to medium sized businesses and institutional customers.

Treasury
Treasury includes money market, foreign exchange, trading and treasury services.

Brokerage and asset management
Group provides shares brokerage services to customers (this segment includes the activities of the Bank's subsidiary AlJazira Capital Company).

Others
Others include investment in associate, inter segment income and expense eliminations and gain on sale of other real estate.

The Group's total assets and liabilities at 30 June 2026 and 30 June 2025, its total operating income and expenses, and its net income for the six month periods then ended, by operating segment, are as follows:

(SAR'000)	Personal banking	Corporate banking	Treasury	Brokerage and asset management	Others	Total
30 June 2026 (Unaudited)						
Total assets	**53,649,239**	**65,172,602**	**57,483,073**	**4,543,725**	**335,037**	**181,183,676**
Total liabilities	**43,996,277**	**71,020,544**	**40,532,887**	**2,234,270**	**(74)**	**157,783,904**
Net special commission income from external customers	**927,769**	**493,093**	**181,309**	**58,346**	**-**	**1,660,517**
Inter - segment income / (loss)	**56,955**	**60,045**	**(82,826)**	**-**	**(34,174)**	**-**
Net financing and investment income	**984,724**	**553,138**	**98,483**	**58,346**	**(34,174)**	**1,660,517**
Fees from banking services, net	**100,756**	**130,016**	**14**	**161,686**	**(28,725)**	**363,747**
Other operating income	**79,577**	**41,570**	**229,566**	**37,786**	**(44,607)**	**343,892**
Total operating income	**1,165,057**	**724,724**	**328,063**	**257,818**	**(107,506)**	**2,368,156**
Impairment charge for financing and other financial assets, net	**(41,440)**	**(129,967)**	**191**	**-**	**-**	**(171,216)**
Depreciation and amortisation	**(75,266)**	**(10,915)**	**(7,062)**	**(4,444)**	**-**	**(97,687)**
Other operating expenses	**(745,233)**	**(168,634)**	**(86,645)**	**(128,506)**	**574**	**(1,128,444)**
Total operating expenses	**(861,939)**	**(309,516)**	**(93,516)**	**(132,950)**	**574**	**(1,397,347)**
Share in net income of an associate	**-**	**-**	**-**	**589**	**3,534**	**4,123**
Net income / (loss) before zakat and income tax	**303,118**	**415,208**	**234,547**	**125,457**	**(103,398)**	**974,932**

16. OPERATING SEGMENTS (continued)

(SAR'000)	Personal banking	Corporate banking	Treasury	Brokerage and asset management	Others	Total
31 December 2025 (Audited)						
Total assets	50,493,881	58,676,385	51,637,409	4,779,660	336,639	165,923,974
Total liabilities	40,818,288	57,717,783	42,914,733	2,698,415	(74)	144,149,145

(SAR'000)	Personal banking	Corporate banking	Treasury	Brokerage and asset management	Others	Total
30 June 2025 (Unaudited)						
Total assets	47,381,235	54,559,686	50,862,957	4,644,414	336,987	157,785,279
Total liabilities	48,906,123	53,721,240	33,193,195	2,661,024	(81)	138,481,501
Net special commission income from external customers	753,537	622,469	70,598	68,969	-	1,515,573
Inter - segment income / (loss)	158,529	(93,599)	(64,930)	-	-	-
Net financing and investment income	912,066	528,870	5,668	68,969	-	1,515,573
Fees from banking services, net	136,593	115,164	(187)	177,940	(31,789)	397,721
Other operating income	103,271	45,892	207,247	54,166	(142,811)	267,765
Total operating income	1,151,930	689,926	212,728	301,075	(174,600)	2,181,059
Impairment charge for financing and other financial assets, net	(22,429)	(177,399)	(90)	-	-	(199,918)
Depreciation and amortisation	(64,443)	(7,650)	(5,507)	(7,016)	-	(84,616)
Other operating expenses	(707,583)	(143,834)	(79,341)	(124,914)	520	(1,055,152)
Total operating expenses	(794,455)	(328,883)	(84,938)	(131,930)	520	(1,339,686)
Share in net income of an associate	-	-	-	954	5,723	6,677
Net income / (loss) before zakat and income tax	357,475	361,043	127,790	170,099	(168,357)	848,050

17. FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction takes place either:

a) in the accessible principal market for the asset or liability, or
b) in the absence of a principal market, in the most advantages accessible market for the asset or liability

Determination of fair value and fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments:

Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2: Inputs other than quoted prices included in level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active or other valuation techniques in which all significant inputs are directly or indirectly observable from market data

17. FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)

Determination of fair value and fair value hierarchy

Level 3: Inputs that are unobservable. This category includes all instruments for which the valuation technique includes inputs that are not observable and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

For assets and liabilities that are recognised at fair value on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

There were no changes in the Group's valuation processes, valuation techniques, and types of input used in the fair value measurements during the period.

a) The following table presents the Group's financial assets and liabilities that are measured at fair values:

			30 June 2026 (Unaudited) Fair value (SAR'000)		
	Carrying Value	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets measured at fair value:					
FVIS - Mutual funds	**2,274,545**	**-**	**102,612**	**2,171,933**	**2,274,545**
FVIS – Equities	**649,755**	**38,834**	**-**	**610,921**	**649,755**
FVIS – Sukuk – equity	**3,855**	**-**	**-**	**3,855**	**3,855**
FVIS – Sukuk – debt	**16,731**	**-**	**16,731**	**-**	**16,731**
FVOCI – Equities	**340,255**	**-**	**-**	**340,255**	**340,255**
FVOCI – Sukuk – equity	**2,986,927**	**-**	**2,986,927**	**-**	**2,986,927**
FVOCI – Sukuk – debt	**10,660,627**	**-**	**10,660,627**	**-**	**10,660,627**
Shari'ah compliant derivatives	**165,902**	**-**	**165,902**	**-**	**165,902**
Total	**17,098,597**	**38,834**	**13,932,799**	**3,126,964**	**17,098,597**
Financial liabilities measured at fair value:					
Shari'ah compliant derivatives	**136,235**	**-**	**136,235**	**-**	**136,235**

17. FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)

a) The following table presents the Group's financial assets and liabilities that are measured at fair values: (continued)

			31 December 2025 (Audited) Fair value (SAR'000)		
	Carrying Value	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value:					
FVIS - Mutual funds	2,105,933	-	102,467	2,003,466	2,105,933
FVIS – Equities	607,262	38,300	-	568,962	607,262
FVIS–Convertible debt instrument	21,720	-	-	21,720	21,720
FVOCI – Equities	280,859	-	-	280,859	280,859
FVOCI – Sukuk – equity	3,207,441	-	3,207,441	-	3,207,441
FVOCI – Sukuk – debt	10,512,363	-	10,512,363	-	10,512,363
Shari'ah compliant derivatives	96,183	-	96,183	-	96,183
Total	16,831,761	38,300	13,918,454	2,875,007	16,831,761
Financial liabilities measured at fair value:					
Shari'ah compliant derivatives	180,907	-	180,907	-	180,907

			30 June 2025 (Unaudited) Fair value (SAR'000)		
	Carrying Value	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value: - (Restated)					
FVIS - Mutual funds	1,775,165	-	104,992	1,670,173	1,775,165
FVIS – Equities	509,788	27,199	-	482,589	509,788
FVIS–Convertible debt instrument	12,618	-	-	12,618	12,618
FVOCI – Equities	284,353	-	-	284,353	284,353
FVOCI – Sukuk – equity	3,176,800	-	3,176,800	-	3,176,800
FVOCI – Sukuk – debt	10,401,620	-	10,401,620	-	10,401,620
Shari'ah compliant derivatives	90,385	-	90,385	-	90,385
Total	16,250,729	27,199	13,773,797	2,449,733	16,250,729
Financial liabilities measured at fair value:					
Shari'ah compliant derivatives	159,606	-	159,606	-	159,606

Fair value of quoted investments is based on price quoted on the reporting date. Level 2 trading and hedging derivatives comprise foreign exchange, options and profit rate swaps. These foreign exchange contracts have been fair valued using forward exchange rates that are quoted in an active market. Profit rate swaps and options are fair valued using forward profit rates extracted from observable yield curves. The effects of discounting are generally insignificant for Level 2 derivatives.

There were no changes in valuation techniques during the period.

There were no transfers between levels 1 and 2 during the period. New investments acquired during the period are classified under the relevant levels. Level 3 includes investment in unquoted equities which have been valued using a valuation model.

17. FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)

b) Following table represent fair values of financial assets and liabilities which are carried at amortised cost. There are no financial assets and liabilities where fair value is measurable as level 1 and level 3 fair value.

	30 June 2026 (Unaudited) (SAR'000)	
	Amortised cost	**Fair value Level 2**
Financial assets:		
Due from banks and other financial institutions, net	**5,310,773**	**5,319,366**
Investment held at amortised cost, net	**24,031,609**	**23,580,058**
Financing, net	**120,962,208**	**121,403,036**
Total	**150,304,590**	**150,302,460**
Financial liabilities:		
Due to banks, Saudi Central Bank and other financial institutions	**20,143,739**	**20,098,572**
Customers' deposits	**132,737,512**	**133,658,110**
Subordinated Sukuk	**2,007,863**	**2,007,863**
Total	**154,889,114**	**155,764,545**

	31 December 2025 (Audited) (SAR'000)	
	Amortised cost	Fair value Level 2
Financial assets:		
Due from banks and other financial institutions, net	6,025,771	6,039,909
Investment held at amortised cost, net	22,232,302	21,606,319
Financing, net	110,862,169	111,505,245
Total	139,120,242	139,151,473
Financial liabilities:		
Due to banks, Saudi Central Bank and other financial institutions	23,912,230	26,710,746
Customers' deposits	115,395,315	116,229,463
Subordinated Sukuk	2,007,489	2,007,489
Total	141,315,034	144,947,698

17. FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)

	30 June 2025 (Unaudited) (SAR'000)	
	Amortised cost	Fair value Level 2
Financial assets:		
Due from banks and other financial institutions, net	6,944,536	6,954,299
Investment held at amortised cost, net	21,433,612	20,858,359
Financing, net	103,701,612	104,521,367
Total	132,079,760	132,334,025
Financial liabilities:		
Due to banks, Saudi Central Bank and other financial institutions	19,898,623	20,443,413
Customers' deposits	114,154,873	114,825,674
Subordinated Sukuk	2,006,413	2,006,413
Total	136,059,909	137,275,500

The fair value of the cash and balances with Saudi Central Bank, other assets and other liabilities approximate to their carrying amount. The fair values of level 2 financial instruments are estimated as at 30 June 2026 at the current applicable yield curve taking into account the counterparty risks and applicable market rate.

Valuation technique and significant unobservable inputs

The following table shows the valuation techniques used in measuring level 2 and Level 3 fair values at 30 June 2026, 31 December 2025 and 30 June 2025, as well as the significant unobservable inputs used.

17. FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)

Type	Accounting Classification	Valuation Technique	Significant unobservable Inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Mutual Fund units	FVIS	Fair valued using the net asset value determined by the fund manager. The fund manager deploys various techniques for the valuation of underlying assets classified under level 3 of the respective fund's fair value hierarchy	Risk adjusted discount rates, marketability and liquidity discounts and control premiums	None
Equities	FVIS	Includes investment in unquoted equities which have been valued using a valuation model.	Risk Free Rate, Asset Volatility	Valuation is highly sensitive to changes in the asset volatility
Equities	FVOCI	Includes investment in unquoted equities which have been valued using a valuation model.	Revenue growth rate, terminal growth rate	Higher growth rates increase fair value, while lower growth rates reduce it.
Investment held at FVOCI – Sukuks (debt & equity)	FVOCI	Fair valued using the broker quoted prices or estimating present value by discounting cash flows using adjusted discount rate.	Not applicable	Not applicable
Forward exchange contracts (Wa'ad) and Profit rate swaps	FVIS	Forward exchange contracts (Wa'ad): Fair valued using discounted Notional techniques that use observable market data inputs for Foreign Exchange (FX) and yield curves Profit rate swaps: The fair value is determined by discounting the future cash flows using observable market data inputs for yield curves.	Not applicable	Not applicable
Due from banks and other financial institutions, Financing, Due to banks and other financial institutions, Customer Deposits	Amortised Cost	Market Data: Used observable market data inputs for yield curves. Fair value technique: The fair value is determined by discounting the future cash flows. A discounted cash flow is the product of: • The anticipated nominal magnitude and sign of a cash flow. • The accumulated discount over the amount of time remaining until the anticipated time of the cash flow, at a rate of discount. The fair value is determined only for the Customers' time investments.	Not applicable	Not applicable
Investment held at amortised cost - net	Amortised Cost	Fair valued using the quoted prices, where available or estimating present value by discounting cash flows using adjusted discount rate.	Not applicable	Not applicable

18. CAPITAL ADEQUACY

The Group's objectives when managing capital are to comply with the capital requirements set by SAMA to safeguard the Group's ability to continue as a going concern and to maintain a strong capital base.

Capital adequacy and the use of regulatory capital are monitored on a periodic basis by the Bank’s management. SAMA requires holding the minimum level of the regulatory capital and maintaining a ratio of total eligible capital to the risk-weighted assets at or above the agreed minimum percentage.

The Group monitors the adequacy of its capital using ratios established by SAMA. These ratios measure capital adequacy by comparing the Group's eligible capital with its interim condensed consolidated statement of financial position assets, commitments and notional amount of derivatives at a weighted amount to reflect their relative risk.

The following table summarizes the Group's Pillar-I Risk Weighted Assets (RWA), Regulatory Capital and Capital Adequacy Ratios as per Basel III final reforms issued by SAMA (circular number 44047144) effective from January 01, 2023.

	30 June 2026 (Unaudited) SAR’000	31 December 2025 (Audited) SAR’000	30 June 2025 (Unaudited) SAR’000
Credit Risk RWA	**128,281,000**	116,415,075	114,628,074
Market Risk RWA	**1,950,264**	1,046,111	1,633,651
Operational Risk RWA	**5,716,855**	5,228,814	5,228,814
Total Pillar-I RWA	**135,948,119**	122,690,000	121,490,539
Common Equity Tier 1 (CET 1) Capital	**15,175,481**	15,065,179	14,223,885
Additional Tier 1 (AT1) Capital	**8,214,000**	6,750,000	4,875,000
Tier I Capital	**23,389,481**	21,815,179	19,098,885
Tier II Capital	**2,696,100**	2,654,505	2,656,270
Total Tier I and II Capital	**26,085,581**	24,469,684	21,755,155
Capital Adequacy Ratio (%)			
Common Equity Tier I Ratio	**11.16%**	12.28%	11.71%
Tier I ratio	**17.20%**	17.78%	15.72%
Total Tier I and II Capital	**19.19%**	19.94%	17.91%

As at 30 June 2026, the Bank is in compliance with all externally imposed capital requirements.

19. RELATED PARTY BALANCES AND TRANSACTIONS

In the ordinary course of its activities, the Group transacts business with related parties. The related party transactions are governed by the limits set by the Banking Control Law and regulations issued by Saudi Central Bank (SAMA).

The balances as at June 30 resulting from such transactions are as follows:

19. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

	30 June 2026 (Unaudited) SAR' 000	31 December 2025 (Audited) SAR'000	30 June 2025 (Unaudited) SAR'000
Subsidiary companies*			
Investments	**500,980**	500,980	500,980
Customer deposits	**2,079,771**	1,687,290	2,259,088
Due from banks and other financial institutions	**2,064,344**	2,400,930	2,385,640
Due to banks and other financial institutions	**1,288,671**	1,288,671	1,288,671
Receivables and other assets	**276,374**	144,199	236,995
Payables and liabilities	**9,429**	43,524	17,676
Commitments and contingencies	**132**	42	126
Notional values of outstanding shari'ah compliant contracts	**2,300,457**	4,142,944	3,175,436
Outstanding Sukuk liability	**-**	1,875,000	1,875,000
Associate with significant influence			
Investments	**335,111**	336,713	337,068
Customer deposits	**267,544**	240,811	301,817
Contingencies and commitments	**7,280**	7,280	7,280
Sukuk liability	**194,000**	160,000	160,000
Directors, key management personnel, other major shareholders and their affiliates			
Financing	**2,468,141**	2,383,466	2,413,748
Customers' deposits	**165,667**	144,553	138,934
Contingencies and commitments	**14,821**	7,864	129

Other major shareholders represent shareholdings of more than 5% of the Bank's issued share capital.

Mutual Funds under subsidiary's management			
Investments	**435,168**	972,065	730,011
Customers' deposits	**419**	369,505	19,365

19. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

Material income, expenses and other transactions with related parties included in the interim condensed consolidated financial statements information are as follows:

	Period ended 30 June 2026 SAR' 000	Period ended 30 June 2025 SAR'000
Subsidiary companies*		
Income from investments and financing	**121,329**	86,787
Return on deposits and financial liabilities	**161,516**	168,524
Fees income	**7**	25
Fee expense	**4,883**	4,608
Income under shared service agreements	**575**	575
Reimbursement of building related expense	**4,325**	1,024
Associate with significant influence		
Return on deposits and financial liabilities	**5,854**	6,445
Fees income	**73**	342
Insurance premium	**40,119**	7,498
Claims received	**12,113**	13,075
Dividend from associate	**7,751**	-
Investment in the sukuks issued by the Bank	**34,000**	10,000
Profit on the sukuks issued by the Bank	**4,815**	4,500
Directors, key management personnel, other major shareholders and their affiliates		
Income from investments and financing	**71,227**	84,488
Return on deposits and financial liabilities	**2,856**	3,583
Directors' remuneration	**9,483**	9,605
Operating expenses	**4,126**	2,450
Rent expense for branches	**15,357**	748
Mutual Funds under subsidiary's management		
Return on deposits and financial liabilities	**2,430**	3,816

*This is in addition to the requirements of IAS 24.

The total amount of compensation paid to directors and key management personnel during the period is as follows:

	Period ended 30 June 2026 SAR' 000	Period ended 30 June 2025 SAR'000
Short-term employee benefits	**43,074**	45,333
Termination gratuity benefits	**2,132**	1,227

Key management personnel are those persons, including executive directors, having authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly.

20. RESTATEMENT OF COMPARATIVE FIGURES

During the year ended 31 December 2025, as more fully explained in Note 43 to the consolidated financial statements for FY 2025, certain restatements and reclassifications were made. Accordingly, these have been appropriately reflected in the interim condensed consolidated financial information. A summary of these changes is as follows:

(i) The Group corrected the valuation of its interest in an equity investment that was classified as investments at fair value through other comprehensive income (FVOCI) which was historically valued at cost and net assets value. As a result of using appropriate valuation method, the fair value of the investment has increased by SAR 212.63 million as at 30 June 2025.

(ii) The Group retrospectively reclassified an investment of SAR 460 million from FVOCI to FVTPL following a refined assessment of contractual terms of Share Purchase Agreement which clarified that the embedded downside-protection feature meant the Group did not hold an equity instrument and therefore, the instrument should be measured at fair value through profit or loss. This restatement, performed under IAS 8, represented a classification shift only and resulted in no change to the Group's previously reported total assets, net profit, or equity.

(iii) To align with the requirements of IAS 7, following a more detailed analysis of the contractual terms with cash management companies, the Group reclassified certain balances held with cash management companies from "Other assets" to "Cash and balances with SAMA" as it met the definition of cash and cash equivalents. This reclassification affected the interim condensed consolidated statement of financial position and interim condensed consolidated statement of cash flows, with no impact on the interim condensed consolidated statement of income and interim condensed consolidated statement of changes in equity.

The impact of these restatements and reclassifications on prior period information is summarized below:

SAR' 000	As previously presented	Impact of (i)	Impact of (ii)	Impact of (iii)	Restated balance
As at 30 June 2025					
Interim condensed consolidated statement of financial position (extract)					
Cash and balances with SAMA	6,184,073	-	-	411,863	**6,595,936**
Investments, net	37,381,323	212,633	-	-	**37,593,956**
Other assets	1,465,676	-	-	(411,863)	**1,053,813**
Total assets	157,572,646	212,633	-	-	**157,785,279**
Other reserves	(761,385)	212,633	-	-	**(548,752)**
Equity attributable to shareholders of the Bank	14,216,145	212,633	-	-	**14,428,778**
Total equity	19,091,145	212,633	-	-	**19,303,778**
Total liabilities and equity	157,572,646	212,633	-	-	**157,785,279**
Interim condensed consolidated statement of changes in equity (extract)					
Other reserves	(761,385)	212,633	-	-	**(548,752)**
Interim condensed consolidated statement of cash-flows (extract)					
Other assets	(354,559)	-	-	(53,558)	**(408,117)**
Net cash generated from / (used in) operating activities	42,430	-	-	(53,558)	**(11,128)**
Net change in cash and cash equivalents	(95,830)	-	-	(53,558)	**(149,388)**

20. RESTATEMENT AND COMPARATIVE FIGURES (continued)

SAR' 000	As previously presented	Impact of (i)	Impact of (ii)	Impact of (iii)	Restated balance
As at 30 June 2025					
Interim condensed consolidated statement of cash-flows (continued)					
Cash and cash equivalents at the beginning of the year	2,324,385	-	-	465,421	**2,789,806**
Cash and cash equivalents at the end of the year	2,228,555	-	-	411,863	**2,640,418**
Note 5 – Investments , net					
Held at FVIS	1,837,571	-	460,000	-	**2,297,571**
Held at FVOCI, net	14,110,140	212,633	(460,000)	-	**13,862,773**

In addition, certain prior period amounts have been rearranged or reclassified in some notes, wherever necessary, to align with the current period's presentation. However, there was no impact of such reclassifications on the interim condensed consolidated statement of income and interim condensed consolidated statement of changes in equity.

21. IMPACT OF GEO-POLITICAL SITUATION ON EXPECTED CREDIT LOSSES ("ECL")

The geopolitical situation in the MiddleEast has deteriorated significantly since 28 February 2026. The situation has remained highly volatile and has impacted several countries in the Middle East including Kingdom of Saudi Arabia, causing disruption to some business and economic activities.

The Group continues to evaluate and closely monitor the current situation to assess any impact geopolitical situation may have had on its business and financial performance.

The prevailing geopolitical situation, has brought about additional uncertainties in the economic environment which require the Group to revise certain inputs and assumptions used for the determination of expected credit losses ("ECL"). In response to the increased uncertainty, the Group has reassessed the forward-looking assumptions used in the measurement of expected credit losses ("ECL"), including macroeconomic scenarios and their associated probability weightings. Accordingly, the Group has adjusted the scenario weightings to reflect a more cautious outlook, with relatively higher weight assigned to the downside scenario, which incorporates a higher degree of stress in key macroeconomic variables. The revised assumptions reflect management's best estimate of the potential impact of the evolving geopolitical conditions as at the reporting date. The resulting impact was assessed to be immaterial.

The impact of such uncertain economic environment is judgmental, and the Group will continue to reassess its position and the related impact on a regular basis as more reliable data becomes available and accordingly determine if any adjustment in the ECL is required in subsequent reporting periods.

22. APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

The interim condensed consolidated financial information was authorised for issue by the Board of Directors of the Bank on 20 July 2026 G (corresponding to 6 Safar 1448AH).