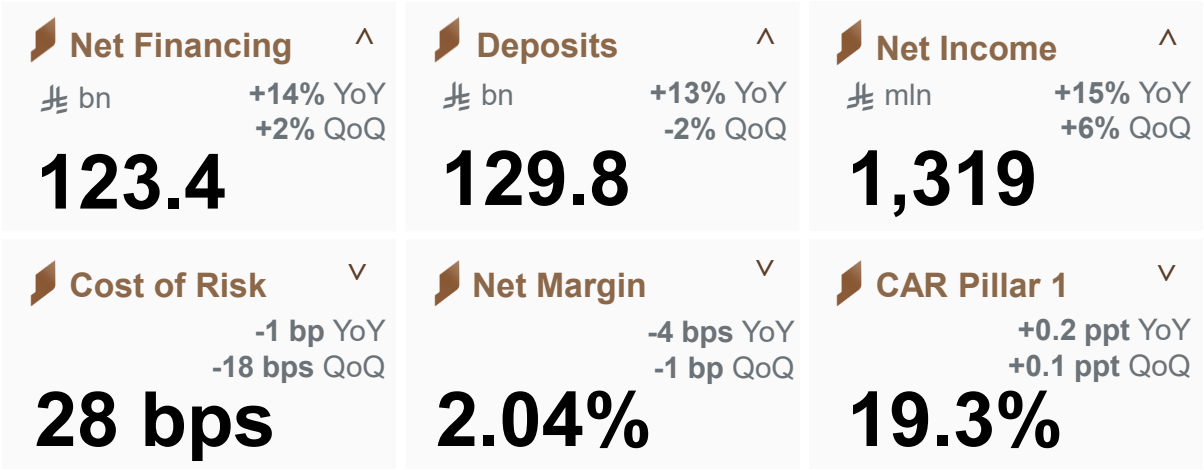
Aljazira Bank 9M 2026 Earnings Release

Aljazira Bank maintained Strong Growth Momentum: Net Income in 9M 2026 Rises by 15% YoY to ﷼1,319 million While Total Assets Grow by 12% YoY to ﷼183 billion

Riyadh, 4 November 2026

9M 2026 Financial Results Highlights:



- Net income increased by 15% YoY to ﷼1,319 million (3Q 2026: ﷼472 Mn, +6% QoQ), with return on average equity adjusted for Tier 1 Sukuk payments of 8.7%.
- Total operating income increased by 9% YoY to ﷼3,581 million, led by 13% growth in net financing and investment income to ﷼2,517 million. Fee and other income comprised 30% of total operating income.
- Net margin was 2.04% in 9M 2026 (9M 2025: 2.08%) and remained broadly stable at 2.01% in 3Q 2026 (2Q 2026: 2.02%), while balance sheet growth continued to support net financing and investment income.
- Operating expenses increased by 7% YoY to ﷼1,854 million, growing more slowly than income and delivering positive operating jaws; cost-to-income ratio improved to 51.78% from 52.66% in 9M 2025 (3Q 2026: 51.78%).
- Cost of risk was 28 bps in 9M 2026, down 1 bp YoY, as the net impairment charge declined 7% YoY to ﷼237 million, reflecting robust asset quality (3Q 2026: 23 bps, down 18 bps QoQ from 41 bps in 2Q 2026).
- Net financing increased to ﷼123.4 billion as of end-3Q 2026, up 14% YoY and 2% QoQ, driven by both retail and corporate segments; total assets grew to ﷼183.2 billion, up 12% YoY and 1% QoQ.
- Customers' deposits rose 13% YoY to ﷼129.8 billion (down 2% QoQ), while the share of CASA increased to 45.1% of total customers' deposits, up 0.5 ppt QoQ and 3.1 ppt YoY.
- SAMA-weighted LDR was 78.8%, LCR was 189.4% and NSFR was 114.3% as of 30 September 2026. All three ratios have comfortable cushions versus regulatory thresholds.

- Total equity grew by 8% YoY to ﷼23.4 billion (broadly flat QoQ), supported by retained earnings and the ﷼1,464 million Tier 1 Sukuk issuance completed in H1 2026.
- Total capital adequacy ratio (CAR Pillar 1) was 19.3% as of 30 September 2026, up 0.1 ppt QoQ and 0.2 ppt YoY, with CET1 ratio at 11.2% and Tier 1 ratio at 17.2%.

Sustained earnings growth in 9M 2026 with continued business expansion and consistent progress on strategy execution

Riyadh, 4 November 2026 – Aljazira Bank's net income for 9M 2026 reached ﷼1,319 million, a strong 15% increase YoY, with 3Q 2026 net income of ﷼472 million, up 6% QoQ and the Bank's highest quarterly result of the year. The solid bottom-line performance was driven by 9% growth in total operating income, positive operating jaws as expense growth (7% YoY) trailed income growth, and a 7% lower net impairment charge.

The balance sheet continued to expand, with total assets up 12% YoY and 1% QoQ to ﷼183.2 billion, driven by sustained growth in retail and corporate financing. Customers' deposits increased 13% YoY to ﷼129.8 billion, with the share of CASA deposits rising to 45.1%, reflecting the Bank's strong funding franchise.

Commenting on the 9M 2026 results, Mr. Naif A. Abdulkareem, CEO and Managing Director, stated:

"Aljazira Bank delivered a strong set of results in the first nine months of 2026, with net income growing 15% year-on-year and the third quarter marking our strongest quarterly performance of the year. This momentum reflects the consistent execution of our strategy and the growing strength of our banking franchise.

"We are making tangible progress in building a more competitive, customer-centric and digitally enabled bank. Our continued investment in technology, customer experience and our operating platform, alongside our refreshed brand identity, is strengthening our ability to attract new customers, deepen existing relationships and capture opportunities across all our business segments in a strong and resilient Saudi economy, supported by the ongoing transformation under Vision 2030.

"Importantly, we are delivering this growth while maintaining disciplined risk management, sound liquidity and a strong capital position. As we look ahead, we remain focused on scaling our franchise, enhancing profitability and positioning Aljazira Bank as the bank of choice for affluent individuals, corporates and institutions, while creating sustainable long-term value for our shareholders."

Mr. Hani S. Noori, Senior Vice President and Chief Financial Officer, remarked:

"Our 9M 2026 results demonstrate the strength and resilience of Aljazira Bank's business model. Net income increased 15% year-on-year, supported by a 13% rise in net financing and investment income, positive operating jaws and a lower net impairment charge. The third quarter delivered a further 6% sequential increase in net income, reflecting continued business expansion and disciplined cost and risk management.

"We saw healthy balance sheet growth, with net financing expanding 14% year-on-year and customer deposits increasing 13%. At the same time, the continued improvement in our deposit mix, with CASA reaching 45.1%, supports the quality and sustainability of our funding franchise.

"Our asset quality remains sound, liquidity is robust and our capital position is comfortable, with a total capital adequacy ratio of 19.3%. Together, these provide a solid foundation for continued profitable growth while preserving the financial flexibility to pursue opportunities and support our customers."

Income Statement Summary

for the period ended 30 September 2026

﷼ Mn	9M 2026	9M 2025	YoY % Change	3Q 2026	2Q 2026	QoQ % Change
Net financing & investment income	2,517	2,227	+13%	856	842	+2%
Fee & other income	1,065	1,053	+1%	357	374	-5%
Total operating income	**3,581**	**3,279**	**+9%**	**1,213**	**1,216**	**0%**
Total operating expenses before impairment charge	(1,854)	(1,727)	+7%	(628)	(618)	+2%
Impairment charge, net	(237)	(254)	-7%	(66)	(97)	-32%
Net operating income	**1,490**	**1,298**	**+15%**	**519**	**501**	**+4%**
Share in net income of an associate	2	8	-79%	(2)	2	+0%
Net income for the period before Zakat & income tax	**1,491**	**1,306**	**+14%**	**516**	**503**	**+3%**
Zakat & income tax	(172)	(163)	+5%	(45)	(60)	-26%
Net income for the period	**1,319**	**1,143**	**+15%**	**472**	**443**	**+6%**
EPS, ﷼	0.77	0.79	-3%	0.26	0.27	-4%

Key Financial Ratios

for the period ended 30 September 2026

﷼ Mn	9M 2026	9M 2025	YoY % Change	3Q 2026	2Q 2026	QoQ % Change
Net margin	2.04%	2.08%	-4 bps	2.01%	2.02%	-1 bp
Cost-to-income	51.78%	52.66%	-88 bps	51.78%	50.85%	+93 bps
Cost of risk	0.28%	0.29%	-1 bp	0.23%	0.41%	-18 bps
ROAE (**including** Tier 1 Sukuk)	7.78%	7.81%	-3 bps	8.05%	7.63%	+42 bps
ROAE (**excluding** Tier 1 Sukuk)	8.67%	9.50%	-83 bps	8.80%	9.00%	-20 bps

Net income increased by 15% YoY to ﷼1,319 million in 9M 2026, driven by higher net financing and investment income and a lower net impairment charge, while net income before Zakat and income tax rose 14% YoY to ﷼1,491 million. In 3Q 2026, net income rose 6% QoQ to ﷼472 million, the highest quarterly result of the year.

Total operating income increased by 9% YoY to ﷼3,581 million, with net financing and investment income up 13% to ﷼2,517 million and fee and other income up 1% to ﷼1,065 million. Fee and other income represented 30% of total operating income, demonstrating the Bank's diversified revenue mix and strategic focus on growing non-funded revenues. In 3Q 2026, total operating income was stable QoQ at ﷼1,213 million, as 2% growth in net financing and investment income offset a 5% decline in fee and other income.

Operating expenses increased by 7% YoY to ﷼1,854 million, growing more slowly than total operating income and thus delivering positive operating jaws. Cost-to-income ratio improved to 51.78% in 9M 2026 from 52.66% in 9M 2025. In 3Q 2026, cost-to-income ratio was 51.78%, compared with 50.85% in 2Q 2026, as operating expenses rose 2% QoQ against stable income.

The net impairment charge decreased by 7% YoY to ﷼237 million, reflecting sound asset quality, with cost of risk at 28 bps in 9M 2026, down 1 bp YoY. In 3Q 2026, the net impairment charge declined 32% QoQ to ﷼66 million, and cost of risk improved to 23 bps from 41 bps in 2Q 2026.

Return on average equity was 7.78% in 9M 2026, compared with 7.81% in 9M 2025, and improved to 8.05% in 3Q 2026 from 7.63% in 2Q 2026. Return on average equity adjusted for Tier 1 Sukuk payments was 8.67% in 9M 2026 (9M 2025: 9.50%).

Balance Sheet Summary

as of 30 September 2026

﷼ Mn	3Q 2026	2Q 2026	QoQ % Change	3Q 2025	YoY % Change
Cash & Interbank	14,423	15,888	-9%	14,538	-1%
Investments, net	41,639	40,964	+2%	38,143	+9%
Financing, net	123,368	120,962	+2%	107,812	+14%
Other assets, net	3,794	3,369	+13%	2,934	+29%
Total assets	**183,224**	**181,184**	**+1%**	**163,428**	**+12%**
Due to banks & other FIs	23,285	20,144	+16%	21,753	+7%
Customers' deposits	129,846	132,738	-2%	115,283	+13%
Subordinated Sukuk	2,043	2,008	+2%	2,042	+0%
Other liabilities, net	4,608	2,895	+59%	2,713	+70%
Total liabilities	**159,780**	**157,784**	**+1%**	**141,791**	**+13%**
Equity attributable to shareholders of the Bank	**15,229**	**15,186**	**+0.3%**	**14,887**	**+2%**
Tier 1 Sukuk	8,214	8,214	+0%	6,750	+22%
Total equity	**23,443**	**23,400**	**+0.2%**	**21,637**	**+8%**

The Bank's business mix remains well diversified, with all segments contributing to operating and net income.

The balance sheet continued to expand, with total assets increasing 12% YoY and 1% QoQ to ﷼183.2 billion. Asset growth was supported by a healthy increase in net financing, up 14% YoY and 2% QoQ to ﷼123.4 billion, reflecting strong origination capabilities across both retail and corporate segments.

Net investments rose by 9% YoY and 2% QoQ to ﷼41.6 billion.

Customers' deposits grew 13% YoY to ﷼129.8 billion, while declining 2% QoQ, and amounts due to banks and other financial institutions rose 16% QoQ to ﷼23.3 billion. The share of CASA reached 45.1% of total customers' deposits, up 0.5 ppt QoQ and 3.1 ppt YoY, reflecting the Bank's strong customer franchise.

Asset Quality Highlights

as of 30 September 2026

﷼ Mn	3Q 2026	2Q 2026	QoQ % Change	3Q 2025	YoY % Change
NPL ratio	0.96%	0.87%	+9 bps	1.10%	-14 bps
NPL coverage ratio	169.06%	177.42%	-8.3 ppt	167.81%	+1.3 ppt
Stage 3 ratio	1.73%	2.27%	-54 bps	2.22%	-49 bps
Stage 3 coverage ratio	59.96%	46.76%	+13.2 ppt	58.19%	+1.8 ppt

NPL ratio was 0.96% as of 30 September 2026, up 9 bps QoQ but down 14 bps YoY, while NPL coverage ratio remained prudent at 169.06% (2Q 2026: 177.42%; 3Q 2025: 167.81%). Stage 3 ratio improved to 1.73%, down 54 bps QoQ and 49 bps YoY, and Stage 3 coverage ratio strengthened to 59.69%, up 13.2 ppt QoQ and 1.8 ppt YoY.

Capital Adequacy and Liquidity Highlights

as of 30 September 2026

﷼ Mn	3Q 2026	2Q 2026	QoQ % Change	3Q 2025	YoY % Change
Risk-weighted assets	**136,361**	**135,948**	**+0.30%**	**127,647**	**+6.83%**
RWA density	74.42%	75.03%	-0.61 ppt	78.11%	-3.69ppt
Total Tier 1 equity	23,492	23,389	+0.44%	21,650	+8.51%
Total capital	26,312	26,086	+0.87%	24,343	+8.09%
CET1 ratio	11.20%	11.16%	+0.04 ppt	11.67%	-0.47 ppt
Tier 1 ratio	17.23%	17.20%	+0.03 ppt	16.96%	+0.27 ppt
CAR Pillar 1	**19.30%**	**19.19%**	**+0.11 ppt**	**19.07%**	**+0.23 ppt**
Share of CASA deposits	45.12%	44.62%	+0.50 ppt	42.01%	+3.11ppt
LCR	189.43%	195.98%	-6.60 ppt	131.18%	+58.25 ppt
NSFR	114.26%	114.30%	-0.04 ppt	115.06%	-0.80 ppt
Headline LDR	95.01%	91.13%	+3.90 ppt	93.52%	+1.50 ppt
SAMA-weighted LDR	78.75%	76.00%	+2.75ppt	73.64%	+5.11 ppt

Risk-weighted assets reached ﷼136.4 billion, broadly stable QoQ and up 6.83% YoY, with RWA density declining 0.61 ppt QoQ to 74.42% as RWAs grew more slowly than total assets.

Total capital adequacy ratio (CAR Pillar 1) was 19.30% as of 30 September 2026, up 0.10 ppt QoQ and 0.23 ppt YoY, while the Tier 1 and CET1 ratios were stable QoQ at 17.23% and 11.20%, respectively. Capital ratios remain well supported by retained earnings generation, with total capital up 0.87% QoQ to ﷼26.3 billion.

The Bank's **liquidity** remained ample and comfortably within regulatory limits, with the liquidity coverage ratio at 189.43%, the net stable funding ratio at 114.30%, the SAMA-weighted regulatory LDR at 78.75%, and the headline LDR at 95.01%.

Operating Segment Highlights

Personal Banking

for the period ended 30 September 2026

﷼ Mn	9M 2026	9M 2025	YoY % Change	3Q 2026	2Q 2026	QoQ % Change
Net financing & investment income	1,489.5	1,340.0	+11%	504.8	502.5	0%
Fee & other income	306.2	371.3	-18%	125.9	80.2	+57%
Total operating income	**1,795.8**	**1,711.3**	**+5%**	**630.7**	**582.7**	**+8%**
Operating expenses before impairment charge	(1,249.6)	(1,175.0)	+6%	(429.2)	(412.9)	+4%
Impairment charge, net	(43.0)	(25.8)	+67%	(1.6)	(22.7)	-93%
Net income for the period before Zakat & income tax	**503.1**	**510.4**	**-1%**	**200.0**	**147.2**	**+36%**

as of 30 September 2026

﷼ Mn	3Q 2026	2Q 2026	QoQ % Change	3Q 2025	YoY % Change
Total assets	**55,264**	**53,649**	**+3%**	**48,190**	**+15%**
Total liabilities	**46,001**	**43,996**	**+5%**	**47,383**	**-3%**

The personal banking segment reported net income before Zakat of ﷼503.1 million in 9M 2026, broadly stable YoY (-1%), as 11% growth in net financing and investment income was offset by an 18% decline in fee and other income, together with higher operating expenses and net impairment charges. In 3Q 2026, segment net income before Zakat rose 36% QoQ to ﷼200.0 million, supported by a 57% QoQ increase in fee and other income and a lower net impairment charge.

Total personal banking assets rose 15% YoY and 3% QoQ to ﷼55.3 billion, while total liabilities were ﷼46.0 billion, up 5% QoQ but down 3% YoY.

Corporate Banking

for the period ended 30 September 2026

﷼ Mn	9M 2026	9M 2025	YoY % Change	3Q 2026	2Q 2026	QoQ % Change
Net financing & investment income	854.1	791.7	+8%	300.9	281.1	+7%
Fee & other income	240.3	243.5	-1%	68.7	76.4	-10%
Total operating income	**1,094.4**	**1,035.1**	**+6%**	**369.7**	**357.5**	**+3%**
Operating expenses before impairment charge	(271.6)	(231.4)	+17%	(92.0)	(92.3)	0%
Impairment charge, net	(181.9)	(228.2)	-20%	(52.0)	(73.5)	-29%
Net income for the period before Zakat & income tax	**640.9**	**575.5**	**+11%**	**225.7**	**191.7**	**+18%**

as of 30 September 2026

﷼ Mn	3Q 2026	2Q 2026	QoQ % Change	3Q 2025	YoY % Change
Total assets	**65,692**	**65,173**	**+1%**	**58,032**	**+13%**
Total liabilities	**66,983**	**71,021**	**-6%**	**51,235**	**+31%**

The corporate segment delivered a strong performance, with net income before Zakat rising 11% YoY to ﷼640.9 million in 9M 2026, driven by 8% YoY growth in net financing and investment income and a 20% YoY reduction in the net impairment charge. In 3Q 2026, segment net income before Zakat rose 18% QoQ to ﷼225.7 million, as net financing and investment income increased 7% QoQ and the net impairment charge declined 29% QoQ.

Total corporate banking assets increased 13% YoY and 1% QoQ to ﷼65.7 billion. Total liabilities rose 31% YoY to ﷼67.0 billion (down 6% QoQ).

Brokerage and Asset Management

for the period ended 30 September 2026

﷼ Mn	9M 2026	9M 2025	YoY % Change	3Q 2026	2Q 2026	QoQ % Change
Net financing & investment income	87.4	101.1	-14%	29.1	29.6	-2%
Fee & other income	303.2	364.1	-17%	103.8	111.9	-7%
Total operating income	**390.7**	**465.2**	**-16%**	**132.9**	**141.5**	**-6%**
Operating expenses	(192.7)	(193.1)	0%	(59.8)	(66.2)	-10%
Share in net income of an associate	0.2	1.1	-79%	(0.3)	0.4	-0%
Net income for the period before Zakat & income tax	**198.2**	**273.2**	**-27%**	**72.7**	**75.7**	**-4%**

The Brokerage and Asset Management segment reported a 27% YoY decline in net income before Zakat to ﷼198.2 million in 9M 2026, as a 17% reduction in fee and other income and a 14% reduction in net financing and investment income weighed on total operating income (-16% YoY), while operating expenses were flat YoY. In 3Q 2026, segment net income before Zakat was ﷼72.7 million, down 4% QoQ, as lower fee and other income was partly offset by a 10% QoQ reduction in operating expenses.

Treasury and Investments

for the period ended 30 September 2026

﷼ Mn	9M 2026	9M 2025	YoY % Change	3Q 2026	2Q 2026	QoQ % Change
Net financing & investment income	137.3	(6.1)	+0%	38.8	46.4	-16%
Fee & other income	359.7	333.4	+8%	130.1	107.9	+21%
Total operating income	**496.9**	**327.3**	**+52%**	**168.9**	**154.4**	**+9%**
Operating expenses before impairment charge	(141.2)	(128.4)	+10%	(47.5)	(49.0)	-3%
Impairment charge, net	(12.4)	0.1	+0%	12.5	(1.1)	-1,293%
Net income for the period before Zakat & income tax	**343.3**	**199.1**	**+72%**	**108.8**	**106.4**	**+2%**

as of 30 September 2026

﷼ Mn	3Q 2026	2Q 2026	QoQ % Change	3Q 2025	YoY % Change
Total assets	**57,091**	**57,483**	**-1%**	**52,029**	**+10%**
Total liabilities	**44,369**	**40,533**	**+9%**	**40,431**	**+10%**

The Treasury and Investments segment's net income before Zakat rose 72% YoY to ﷼343.3 million in 9M 2026, driven by a substantial improvement in net financing and investment income to ﷼137.3 million (9M 2025: negative ﷼6.1 million) and 8% YoY growth in fee and other income. In 3Q 2026, segment net income before Zakat was ﷼108.8 million, up 2% QoQ, as a 21% QoQ increase in fee and other income more than offset lower net financing and investment income and a higher net impairment charge.

Treasury and Investments segment assets rose 10% YoY to ﷼57.1 billion (down 1% QoQ), while liabilities increased by 10% YoY and 9% QoQ to ﷼44.4 billion.

About Aljazira Bank

Aljazira Bank (ajb) is a joint stock company incorporated in the Kingdom of Saudi Arabia and established pursuant to Royal Decree No. 46/M dated Jumada Al-Thani 12, 1395H (i.e. June 21, 1975). The Bank commenced its business on Shawwal 16, 1396H (October 9, 1976) with the takeover of the National Bank of Pakistan's (NBP) branches in the Kingdom of Saudi Arabia. The Bank operates under commercial registration No. 4030010523 dated Rajab 29, 1396H (July 27, 1976) issued in Jeddah. The issued and fully paid-up share capital of the Bank amounts to ﷼12,813 million divided into 1,281 million shares of ﷼10 each.

The objective of the Bank is to provide a full range of Shari'ah-compliant banking products and services to Retail and Corporate customers including current accounts, savings accounts, Murabaha, Istisna'a, Ijarah, Tawarruq, Musharaka, Wa'ad, foreign exchange, credit cards and Sukuk which are approved and supervised by an independent Shari'ah Committee. The Bank conducts its business through the Bank's departments and branches all over the Kingdom and has no branches operating abroad.

The Bank is recognized as one of Saudi Arabia's leading and fast-growing Shari'ah-compliant financial institutions, providing individuals, businesses, and institutions with innovative Shari'ah-compliant financial services through professional and dedicated staff.

Additional Information

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The full financial statements, earnings release, investor and earnings presentations will be made available on our website at:
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