

## Aljazira Bank FY 2025 Earnings Release

Aljazira Bank delivers Strong Financial Performance: Net Income Rises 22% to **ﷲ 1,506 Million** Driven by Robust Double-Digit Growth Across Key Metrics

Riyadh, 12 February 2026

FY 2025 Financial Results highlights:

 <b>Total Assets</b> ﷲ bn + 11% YoY <b>165.9</b>	 <b>Net financing</b> ﷲ bn + 14% YoY <b>110.8</b>	 <b>Net income</b> ﷲ mln + 29% YoY <b>1,506</b>
 <b>Cost of risk</b> +4 bps YoY <b>0.36%</b>	 <b>SAMA LDR</b> +0.3 ppts YTD <b>72.7%</b>	 <b>Total CAR</b> +1.9 ppts YTD <b>19.9%</b>

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**Net income** increased by 22% YoY in FY 2025 to **ﷲ 1,506 million**, while Q4 net income grew by 29% YoY to **ﷲ 362 million**.
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**Total operating income** grew YoY by 18% in FY 2025 to **ﷲ 4,464 million** and by 22% in Q4 to **ﷲ 1,185 million**, driven by robust 28% increase in fee and other income and 14% rise in net financing and investment income. Fee and other income comprised impressive 33% of total operating income.
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 The Bank demonstrated strong **positive jaws** with 10% YoY growth in operating expenses, well below operating income growth, resulting in 3.6 ppts improvement in cost-to-income ratio down to 52.4%.
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**Cost of risk** remained moderate at 36 bps FY 2025, up by 4 bps YoY, while NPL ratio improved to 1.03%, down by 18 bps YoY.
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**Net financing** in FY 2025 grew by 14% to **ﷲ 110.9 bn** supported by corporate and retail segments, total assets grew by 11% to **ﷲ 165.9 bn**.
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**Customers' deposits** rose by 7% YoY, reaching **ﷲ 115.4 billion**, supported by higher time and savings deposits.
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**Shareholder's equity** grew by 25% in 2025 supported by Tier 1 Sukuk issuance which resulted in stronger capital base.
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**SAMA weighted LDR** stood at 72.7%, **LCR** – at 185% and **NSFR** – at 114%. All three ratios have comfortable cushions versus regulatory thresholds positioning the Bank to pursue attractive growth opportunities.

- ▀ **Total capital adequacy ratio (CAR)** reached 19.9%, s a 1.9 ppts increase compare to Q4 2024.

### **Excellent results underpin strategic focus and strength of franchise**

Riyadh, 12 Feb 2026 –Aljazira Bank’s net income for FY 2025 reached **ﷲ**1,506 million, a strong 22% YoY increase. This performance was driven by an 18% rise in total operating income, partially offset by a 10% increase in operating expenses and a 29% rise in impairment charge. In the fourth quarter of 2025, net income reached **ﷲ** 362 million, a 29% YoY increase.

The balance sheet expanded by 11% YoY, compared to FY 2024, driven by sustained growth in commercial financing, further supported by increasing consumer financing and investments. Customer deposits grew by 7% YoY driven by an increase in time, savings and call deposits.

### **Commenting on the 2025 results, Mr. Naif A. Abdulkareem, CEO and Managing Director, stated:**

“In 2025 Aljazira Bank delivered a set of impressive results combining remarkable 22% uplift in net income and robust growth across all business lines. This performance was underpinned by well-diversified asset mix, resilient funding base and enhanced operational efficiency - underscoring our ability to balance growth with discipline.

While achieving higher net margin we further improved our revenue mix with one third of operating income coming from non-funded revenues. Healthy income growth allowed us to continue investing in people and innovation and strengthen our digital leadership. Strong growth in financing and a well-diversified funding base demonstrates the trust our clients have in Aljazira Bank and validates the strength of our franchise.

In 2025 we reinforced our capital base with Tier 1 Sukuk issuance which places Aljazira Bank in a very strong position to capture attractive business opportunities and develop business in line with our strategic objectives.

Recently, Aljazira Bank introduced its new brand identity, reflecting a strategic evolution aligned with the Bank’s long-term direction. The new identity reinforces the Bank’s focus on wealth management as a core pillar, disciplined growth, and integrated banking solutions across retail, corporate, and investment segments. It supports Aljazira Bank’s ambition to be the bank of choice for affluent individuals, corporates, and institutions, while emphasizing operational strength, digital enablement, and sustainable value creation in alignment with Saudi Vision 2030.

The 2025 results once again demonstrated our sharp strategic focus, resilience of Aljazira Bank’s business model and strong commitment to deliver sustainable long-term shareholder value.”

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

“Solid 2025 results were driven by successful execution of the Bank’s transformation strategy combined with strict cost and risk discipline. Our net margin proved resilient due to optimized funding and favorable asset mix, while our non-funded revenues showed remarkable growth stemming underpinning the strength of Aljazira Bank’s franchise. With robust capital position and reliable funding model the Bank is posed to continue profitable growth.”

## Income Statement Summary

For the period ending 31 December 2025

ﷲ Mn	12M 2025	12M 2024	YoY % Change	4Q 2025	4Q 2024	YoY % Change
Net financing & investment income	3,000	2,634	+14%	773	735	+5%
Fee & other income	1,465	1,145	+28%	412	232	+77%
<b>Total operating income</b>	<b>4,464</b>	<b>3,779</b>	<b>+18%</b>	<b>1,185</b>	<b>967</b>	<b>+22%</b>
Operating expenses before impairment charge	(2,338)	(2,117)	+10%	(611)	(560)	+9%
Impairment charge, net	(354)	(275)	+29%	(100)	(92)	+9%
<b>Net operating income</b>	<b>1,773</b>	<b>1,388</b>	<b>+28%</b>	<b>475</b>	<b>316</b>	<b>+50%</b>
Share in net income of an associate	13	17	-24%	5	4	+24%
<b>Net income for the period before Zakat &amp; income tax</b>	<b>1,786</b>	<b>1,405</b>	<b>+27%</b>	<b>479</b>	<b>320</b>	<b>+50%</b>
Zakat & income tax	(280)	(174)	+61%	(117)	(39)	+197%
<b>Net income for the period</b>	<b>1,506</b>	<b>1,231</b>	<b>+22%</b>	<b>362</b>	<b>280</b>	<b>+29%</b>
EPS, ﷲ	1.00	0.81	+23%	0.21	0.14	+44.0%
Net margin	2.06%	2.03%	+3 bps	2.01%	2.10%	-9 bps
Cost-to-income	52.36%	56.01%	-365 bps	51.53%	57.87%	-634 bps
Cost of risk	0.36%	0.32%	+4 bps	0.54%	0.34%	+20 bps
ROAE before Zakat and tax	9.11%	8.30%	+81 bps	8.83%	7.30%	+153 bps
ROAE	7.68%	7.28%	+40 bps	6.68%	6.40%	+28 bps

**Net income** increased by 22% YoY to ﷲ1,506 million driven by broad-based business growth, and improved revenue mix, higher net margin and positive operating jaws. In Q4 2025 Net income rose by 29% up YoY.

**Total operating income** increased by 18% YoY to ﷲ 4,464 million, supported by a sizeable 28% YoY increase in fee and other income and 14% YoY increase in net financing and investment income. Net margin was 2.06%, compared to 2.03% in the previous year. Fee and other income represented 33% of total operating income, underpinning the Bank's continued success in

growing non-funded revenues. Total operating income for 4Q 2025 reached **₪1,185 million**, an increase of 22% YoY.

**Net financing and investment income** increased by 14% YoY while net margin increased by 3 bps to 2.06%. In Q4 2025 net margin was 9 bps down YoY reflecting tighter liquidity conditions. However, an 11 bps up sequentially signaling easing of pressure on cost of funding.

**Operating expenses** grew 10% YoY, thus delivering strong positive jaws and improving cost-to-income ratio to 52.4%, 3.6 ppts down compared to the previous year. Growth in operating expenses was due to continued investments in personnel and strategic initiatives, including digital transformation.

**Impairment charge** increased by 29% YoY due to low base in 2024 resulting from a one-off impairment reversal on certain real estate assets while Impairment charge for financing was up by 11% YoY. Cost of risk was at moderate level of 36 bps, 4 bps increase YoY. Asset quality improved with NPL ratio declining to 1.03%, down by 18 bps, and NPL coverage ratio was at a strong level of 186%.

## Balance Sheet Summary

as of 31 December 2025

₪ Mn	4Q 2025	3Q 2025	QoQ % Change	4Q 2024	YoY % Change
Cash & Interbank	13,085	14,042	-7%	13,281	-1%
Investments, net	38,968	38,143	+2%	36,406	+7%
Financing, net	110,862	107,812	+3%	96,912	+14%
Other assets, net	3,009	3,430	-12%	2,519	+19%
<b>Total assets</b>	<b>165,924</b>	<b>163,428</b>	<b>+2%</b>	<b>149,119</b>	<b>+11%</b>
Due to banks & other FI	23,912	21,753	+10%	19,309	+24%
Customers' deposits	115,395	115,283	+0%	108,187	+7%
Subordinated Sukuk	2,007	2,042	-2%	2,006	+0%
Other liabilities, net	2,834	2,713	+4%	2,203	+29%
<b>Total liabilities</b>	<b>144,149</b>	<b>141,791</b>	<b>+2%</b>	<b>131,704</b>	<b>+9%</b>
<b>Equity attributable to shareholders of the Bank</b>	<b>15,025</b>	<b>14,887</b>	<b>+1%</b>	<b>13,539</b>	<b>+11%</b>
Tier 1 sukuk	6,750	6,750	+0%	3,875	+74%
<b>Total equity</b>	<b>21,775</b>	<b>21,637</b>	<b>+1%</b>	<b>17,414</b>	<b>+25%</b>

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

The **balance sheet** continued to expand, with total assets increasing by 11% YoY to **ﷲ** 165.9 billion. Asset growth was supported by robust 14% YoY increase in net financing, reflecting both strong origination capabilities and strategic focus on commercial financing and project finance.

**Net financing** increased by 14% YoY to **ﷲ** 110.9 billion. Financing growth in 2025 was driven mainly by a 16% YoY rise in commercial financing and 12% increase in consumer financing. The MSME financing was the key growth driver in the commercial portfolio delivering 34% increase YoY while residential financing stood out as the main driver of consumer financing growth, delivering a 12% increase YoY. The auto financing portfolio continued its rapid expansion, growing by 92% YoY.

**Net investments** rose by 7% YoY, comprising 23% of total assets.

**Customers' deposits** increased to **ﷲ** 115.4 demonstrating a 7% YoY, driven by an increase in time and savings deposits.

### 📌 Asset Quality Highlights

*as of 31 December 2025*

	4Q 2025	3Q 2025	QoQ % Change	4Q 2024	YoY % Change
NPL ratio	1.03%	1.10%	-7 bps	1.21%	-18 bps
NPL coverage ratio	186.1%	167.8%	+18.3 ppts	210.4%	-24.3 ppts
Stage 3 coverage ratio	62.1%	58.2%	+4.0 ppts	56.2%	+5.9 ppts

**NPL ratio** in 2025 decreased by 18 bps YoY largely driven by write-off of credit impaired financing. Coverage of non-performing financing declined by 24.3 ppts to 186.1% at year-end however remained significant and sufficient. Stage 3 coverage increased by 5.9 ppts to 62.1%.

## Capital Adequacy and Liquidity Highlights

as of 31 December 2025

₪ Mn	4Q 2025	3Q 2025	QoQ % Change	4Q 2024	YoY % Change
Risk weighted assets	122,690	127,647	-3.9%	109,749	+11.8%
RWA density	73.9%	78.1%	-4.2 ppts	73.6%	+0.3 ppts
Total Tier 1 equity	21,815	21,650	+0.8%	17,163	+27.1%
Total capital	24,470	24,343	+0.5%	19,780	+23.7%
Tier 1 ratio	17.8%	17.0%	+0.8 ppts	15.6%	+2.2 ppts
Capital adequacy ratio	19.9%	19.1%	+0.8 ppts	18.0%	+1.9 ppts
LCR	184.8%	131.2%	+53.6 ppts	123.8%	+60.6 ppts
NSFR	114.3%	115.1%	-0.8 ppts	117.7%	-3.4 ppts
SAMA weighted LDR	72.7%	73.6%	-1.3 ppts	72.4%	+0.3 ppts
Headline LDR	96.1%	93.5%	+2.6 ppts	89.6%	+6.5 ppts

**Risk-weighted assets** reached **₪** 122.7 billion at year-end increasing by 11% in 2025 while RWA density slightly increased to 73.9%, 0.3 ppts up YoY. In Q4 Risk weighted assets contracted by 3.9%, and RWA density dropped by 4.2 ppts as a result of capital optimization measures. RWA increased YoY due to growth in both the financing book and off-balance sheet assets.

**Total capital adequacy ratio** increased 1.9 ppts to 19.9%, while the Tier 1 ratio increased by 2.2 ppts to 17.8% at year-end. Capital adequacy was supported by the issuance of **₪**1 bn in Tier 1 Sukuk in January 2025 and an additional **₪**1.9 bn issue in September 2025. The growth of capital ratios was further supported by retained earnings generation and positive other comprehensive income movements, partially offset by an increase in RWAs.

The Bank's **liquidity** remained strong and comfortably within regulatory limits, with the liquidity coverage ratio at 184.8%, the net stable funding ratio at 114.3%, the SAMA weighted regulatory LDR at 72.7%, and the headline LDR at 96.1%

## Operating Segment Highlights

### Personal Banking Highlights

for the period ending 31 December 2025

₪ Mn	12 M 2025	12M 2024	YoY % Change	4Q 2025	4Q 2024	YoY % Change
Net financing & investment income	1,796	1,643	+9%	456	430	+6%
Fee & other income	533	438	+21%	161	125	+29%
<b>Total operating income</b>	<b>2,329</b>	<b>2,082</b>	<b>+12%</b>	<b>617</b>	<b>555</b>	<b>+11%</b>
Operating expenses before impairment charge	(1,590)	(1,477)	+8%	(415)	(408)	+2%
Impairment charge, net	(28)	(53)	-48%	(2)	(4)	-57%
<b>Net income for the period before Zakat &amp; income tax</b>	<b>711</b>	<b>551</b>	<b>+29%</b>	<b>201</b>	<b>143</b>	<b>+40%</b>

as of 31 December 2025

₪ Mn	4Q 2025	3Q 2025	QoQ % Change	4Q 2024	YoY % Change
Total assets	50,494	48,190	+5%	44,686	+13%
Total liabilities	40,818	47,383	-14%	43,727	-7%

The **personal banking segment** saw net income before zakat for FY 2025 increased by 29% YoY to ₪ 711 million due to growth in net financing and investment income and fee income, partially offset by higher expenses. Total personal banking assets rose by 13% YoY and by 5% QoQ to ₪50.8 billion, total liabilities decreased by 7% YoY and by 14% QoQ to ₪ 40.8 billion.

## Corporate Banking Highlights

for the period ending 31 December 2025

ﷲ Mn	12M 2025	12M 2024	YoY % Change	4Q 2025	4Q 2024	YoY % Change
Net financing & investment income	1,022	914	+12%	230	278	-17%
Fee & other income	322	290	+11%	78	48	+63%
<b>Total operating income</b>	<b>1,343</b>	<b>1,204</b>	<b>+12%</b>	<b>308</b>	<b>326</b>	<b>-5%</b>
Operating expenses before impairment charge	(320)	(280)	+14%	(89)	(80)	+11
Impairment charge, net	(325)	(220)	+47%	(97)	(87)	+12
<b>Net income for the period before Zakat &amp; income tax</b>	<b>698</b>	<b>702</b>	<b>-1%</b>	<b>122</b>	<b>159</b>	<b>-23%</b>

as of 31 December 2025

ﷲ Mn	4Q 2025	3Q 2025	QoQ % Change	4Q 2024	YoY % Change
Total assets	58,676	58,031	+1%	50,553	+16%
Total liabilities	57,718	51,235	+13%	52,492	+10%

The **corporate segment** reported 1% YoY decline in net income before zakat to ﷲ 698 million in FY 2025 resulting from slowdown of net financing and investment income in Q4 2025, growth in operating expenses and higher impairment charge, partially offset by 11% YoY growth in fee and other income. Total corporate banking assets rose by 16% YoY and by 1% QoQ to ﷲ 58.7 billion driven by commercial financing growth. Total liabilities increased by 10% YoY and by 13% QoQ to ﷲ 57.7 billion.

## 📌 Brokerage and Asset Management Highlights

for the period ending 31 December 2025

ﷲ Mn	12M 2025	12M 2024	YoY % Change	4Q 2025	4Q 2024	YoY % Change
Net financing & investment income	135	99	+36%	33	34	+0%
Fee & other income	495	343	+44%	131	46	+185%
<b>Total operating income</b>	<b>629</b>	<b>442</b>	<b>+42%</b>	<b>164</b>	<b>79</b>	<b>+107%</b>
Operating expenses before impairment charge	(252)	(197)	+27%	(59)	(25)	+134%
Share in net income of an associate	2	2	-24%	1	1	+24%
<b>Net income for the period before Zakat &amp; income tax</b>	<b>379</b>	<b>247</b>	<b>+54%</b>	<b>106</b>	<b>55</b>	<b>+93%</b>

**Brokerage and Asset management segment** reported a 54% YoY increase in net income before zakat to ﷲ 379 million in FY 2025. Operating income rose by 42% YoY to ﷲ 629 million, driven by robust growth in net financing and investment income and fee and other income.

## Treasury and Investment Highlights

for the period ending 31 December 2025

ﷲ Mn	12M 2025	12M 2024	YoY % Change	4Q 2025	4Q 2024	YoY % Change
Net financing & investment income	47	22	+113%	53	(1)	5435%
Fee & other income	464	382	+21%	131	104	+26%
<b>Total operating income</b>	<b>512</b>	<b>405</b>	<b>+26%</b>	<b>184</b>	<b>103</b>	<b>+79%</b>
Operating expenses before impairment charge	(177)	(163)	+9%	(49)	(47)	+4%
Impairment charge, net	(1)	(1)	+3%	(1)	(1)	+79%
<b>Net income for the period before Zakat &amp; income tax</b>	<b>334</b>	<b>242</b>	<b>+38%</b>	<b>135</b>	<b>55</b>	<b>+144%</b>

as of 31 December 2025

ﷲ Mn	4Q 2025	3Q 2025	QoQ % Change	4Q 2024	YoY % Change
Total assets	51,637	49,617	+4%	52,029	-1%
Total liabilities	42,915	33,279	+29%	40,431	+6%

**Treasury and investments segment** net income before zakat increased by 38% to ﷲ 334 million in FY 2025, resulting from 26% growth in total operating income surpassing 9% YoY growth in operating expenses. Assets decreased by 1% YoY and increased by 4% QoQ to ﷲ51.6 billion, while liabilities increased by 6% YoY and by 29% QoQ to ﷲ42.9 billion.

## 📌 Outlook

Aljazira Bank remains focused on delivering profitable growth, further cost optimization and efficiency improvement and continued progress on the transformation strategy. The Bank is well positioned to capture attractive opportunities in the Saudi banking market aligned with Vision 2030.

## 📌 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 **ﷲ**12,813 million divided into 1,281 million shares of **ﷲ** 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, saving 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 the leading Shari'ah compliant fast-growing financial institution in Saudi Arabia, which provides 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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