

Aljazira Bank

UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026



PricewaterhouseCoopers
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Share Capital SR 500,000
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P. O. Box 55078
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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 September 2026, and the related interim condensed consolidated statements of income and comprehensive income for the three-month and nine-month periods ended 30 September 2026, and the related interim condensed consolidated statements of changes in equity and cash flows for the nine-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. Aljallani
Certified Public Accountant
License Number 614



KPMG Professional Services Company



Ebrahim Oboud Baeshen
Certified Public Accountant
License Number 382



29 October 2026G
(18 Jumada Al-Ula 1448H)

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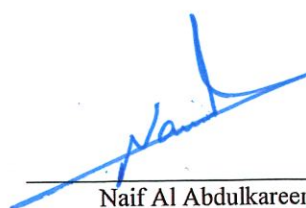
(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		30 September 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 September 2025 (Unaudited) SAR'000 Restated (note 20)
	Notes			
ASSETS				
Cash and balances with Saudi Central Bank (SAMA)	15	8,343,610	7,059,209	7,469,176
Due from banks and other financial institutions, net		6,079,833	6,025,771	7,068,867
Investments, net	5	41,638,752	38,967,880	38,143,272
Positive fair value of Shari'ah compliant derivatives	9	396,272	96,183	102,957
Financing, net	6	123,367,946	110,862,169	107,812,479
Other assets		1,345,672	927,024	1,006,708
Investment in an associate	7	332,676	336,713	331,869
Other real estate, net		130,664	126,000	119,334
Property, equipment, intangibles and right of use assets, net		1,588,380	1,523,025	1,373,096
Total assets		183,223,805	165,923,974	163,427,758
LIABILITIES AND EQUITY				
LIABILITIES				
Due to banks, Saudi Central Bank and other financial institutions		23,284,634	23,912,230	21,752,788
Customers' deposits	8	129,845,549	115,395,315	115,283,195
Negative fair value of Shari'ah compliant derivatives	9	428,813	180,907	174,477
Subordinated Sukuk	10	2,042,652	2,007,489	2,042,099
Other liabilities		4,178,810	2,653,204	2,538,089
Total liabilities		159,780,458	144,149,145	141,790,648
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	(718,323)	(578,763)	(451,673)
Retained earnings		2,407,165	2,070,448	2,183,447
Equity attributable to ordinary shareholders of the Bank		15,229,347	15,024,829	14,887,110
Tier 1 Sukuk	13	8,214,000	6,750,000	6,750,000
Total equity		23,443,347	21,774,829	21,637,110
Total liabilities and equity		183,223,805	165,923,974	163,427,758



Engr. Abdulmajeed Al-Sultan
Chairman



Naif Al Abdulkareem
CEO and Managing Director



Hani Noori
Chief Financial Officer

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

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(A Saudi Joint Stock Company)

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

	For the three-month period ended		For the nine-month period ended	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025
Notes	SAR'000	SAR'000	SAR'000	SAR'000
Income from investments and financing	2,441,844	2,208,497	7,066,747	6,360,506
Return on deposits and financial liabilities	(1,585,769)	(1,497,407)	(4,550,155)	(4,133,843)
Net financing and investment income	856,075	711,090	2,516,592	2,226,663
Fees from banking services - income	269,199	299,174	824,802	916,854
Fees from banking services - expense	(83,870)	(90,173)	(275,726)	(310,132)
Fees from banking services, net	185,329	209,001	549,076	606,722
Exchange income, net	86,161	70,498	211,644	214,044
Net gain on fair value through statement of income (FVIS) financial instruments	1,117	53,507	51,629	45,248
Dividend income	86,634	52,593	253,303	186,357
Net gain / (loss) on de-recognition of financial assets at fair value through other comprehensive income (FVOCI) - debt	135	(9)	142	(3,744)
Net loss on de-recognition of financial assets at amortised cost	(8,538)	-	(8,538)	(10,301)
Other operating income	6,236	1,713	7,457	14,463
Total operating income	1,213,149	1,098,393	3,581,305	3,279,452
Salaries and employee-related expenses	335,808	317,298	1,007,920	923,095
Rent and premises-related expenses	16,145	13,588	48,828	39,792
Depreciation and amortisation	52,509	45,929	150,196	130,545
Other general and administrative expenses	216,018	205,835	602,704	612,719
Other operating expenses	7,719	4,693	44,682	20,960
Total operating expenses before impairment charge	628,199	587,343	1,854,330	1,727,111
Impairment charge for financing and other financial assets, net	66,061	53,981	237,277	253,899
Total operating expenses	694,260	641,324	2,091,607	1,981,010
Net operating income	518,889	457,069	1,489,698	1,298,442
Share in net (loss) / income of an associate	(2,435)	1,349	1,688	8,026
Net income for the period before zakat and income tax	516,454	458,418	1,491,386	1,306,468
Zakat and income tax	(40,903)	(54,713)	(160,726)	(153,327)
Zakat	(3,973)	(3,578)	(11,222)	(9,892)
Income tax	471,578	400,127	1,319,438	1,143,249
Net income for the period	471,578	400,127	1,319,438	1,143,249
Basic and diluted earnings per share for the period (expressed in SAR per share)	0.26	0.29	0.77	0.79

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Chairman

Naif Al Abdulkareem
CEO and Managing Director

Hani Noori
Chief Financial Officer

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

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(A Saudi Joint Stock Company)

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

	Notes	For the three-month period ended		For the nine-month period ended	
		30 September 2026 SAR'000	30 September 2025 SAR'000	30 September 2026 SAR'000	30 September 2025 SAR'000
Net income for the period		471,578	400,127	1,319,438	1,143,249
Other comprehensive loss					
<i>Items that are, or may be reclassified to interim condensed consolidated statement of income in subsequent periods:</i>					
Cash flow hedges:					
- Effective portion of change in the fair value	12	(52,017)	1,172	12,091	(27,788)
- Net amount reclassified to interim condensed consolidated statement of income	12	(6,867)	(6,303)	(20,332)	(23,401)
Net changes in fair value of investments classified as at FVOCI- debt	12	(213,190)	82,046	(175,410)	424,926
<i>Items that will not be reclassified to interim condensed consolidated statement of income in subsequent periods</i>					
Net changes in fair value of investments classified as at FVOCI- equity	12	(12,279)	15,766	40,077	41,290
Share in other comprehensive income of an associate	12	-	-	3,008	6,675
Total other comprehensive (loss) / income for the period		(284,353)	92,681	(140,566)	421,702
Total comprehensive income for the period		187,225	492,808	1,178,872	1,564,951

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INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 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	-	-	-	-	1,319,438	1,319,438	-	1,319,438
Other comprehensive loss	-	-	-	(140,566)	-	(140,566)	-	(140,566)
Total comprehensive income for the period	-	-	-	(140,566)	1,319,438	1,178,872	-	1,178,872
Employee share-based plan reserve	-	-	-	8,396	-	8,396	-	8,396
Share based payment transactions	-	7,361	-	(7,390)	29	-	-	-
Tier 1 sukuk issued	-	-	-	-	-	-	3,339,000	3,339,000
Tier 1 sukuk redeemed	-	-	-	-	-	-	(1,875,000)	(1,875,000)
Tier 1 sukuk issuance cost	-	-	-	-	(8,307)	(8,307)	-	(8,307)
Tier 1 Sukuk related costs	-	-	-	-	(336,334)	(336,334)	-	(336,334)
2025 dividend	-	-	-	-	(638,109)	(638,109)	-	(638,109)
Balance at 30 September 2026 (unaudited)	12,812,500	(74,407)	802,412	(718,323)	2,407,165	15,229,347	8,214,000	23,443,347
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	-	-	-	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	-	-	-	-	1,143,249	1,143,249	-	1,143,249
Other comprehensive income	-	-	-	421,702	-	421,702	-	421,702
Total comprehensive income for the period	-	-	-	421,702	1,143,249	1,564,951	-	1,564,951
Issue of bonus shares	2,562,500	-	(1,281,250)	-	(1,281,250)	-	-	-
Purchase of Treasury shares for employee share plan	-	(83,190)	-	-	-	(83,190)	-	(83,190)
Employee share-based plan reserve	-	-	-	7,458	-	7,458	-	7,458
Tier 1 sukuk issued	-	-	-	-	-	-	2,875,000	2,875,000
Tier 1 sukuk issuance cost	-	-	-	-	(11,056)	(11,056)	-	(11,056)
Tier 1 Sukuk related costs	-	-	-	-	(130,383)	(130,383)	-	(130,383)
Balance at 30 September 2025 (unaudited)	12,812,500	(83,190)	426,026	(451,673)	2,183,447	14,887,110	6,750,000	21,637,110

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

	Notes	For the nine month period ended	
		30 September 2026	30 September 2025
		SAR'000	SAR'000
			Restated
Net income for the period before zakat and income tax		1,491,386	1,306,468
OPERATING ACTIVITIES			
Adjustments to reconcile net income to net cash generated from / (used in) operating activities:			
Net gain on FVIS financial instruments		(64,332)	(50,067)
Loss on investments held at amortised cost and FVOCI, net		8,396	14,045
Dividend income		(119,814)	(186,357)
Return on subordinated sukuk		104,058	106,369
Depreciation and amortisation		150,196	130,545
Impairment charge for financing and other financial assets, net	6 (c)	237,277	253,899
Provision for end of service benefit obligations		39,838	36,246
Share in net income of an associate		(1,688)	(8,026)
Gain on disposal of property and equipment		-	(374)
Employee share-based plan reserve		8,396	-
		<u>1,853,713</u>	<u>1,602,748</u>
Net changes in operating assets:			
Statutory deposit with SAMA		(798,796)	(147,667)
Due from banks and other financial institutions maturing after ninety days from the date of acquisition		1,462,067	(618,023)
Investments held at FVIS		(201,089)	(55,673)
Positive fair value of Shari'ah compliant derivatives		(300,089)	48,780
Financing		(12,756,685)	(11,129,310)
Other real estate		(4,664)	20,383
Other assets		(418,648)	(361,012)
Net changes in operating liabilities:			
Due to banks, Saudi Central Bank and other financial institutions		(627,596)	2,443,455
Customers' deposits		14,450,234	7,096,681
Negative fair value of Shari'ah compliant derivatives		247,906	9,478
Other liabilities		1,528,228	413,963
		<u>4,434,581</u>	<u>(676,197)</u>
End of service benefits paid		(25,880)	(19,913)
Zakat and income tax paid		(198,944)	(165,773)
Net cash generated from / (used in) operating activities		<u>4,209,757</u>	<u>(861,883)</u>
INVESTING ACTIVITIES			
Proceeds from sales and maturities of investments held at amortised cost and FVOCI		3,362,726	3,009,468
Purchase of investments held at amortised cost and FVOCI		(5,919,535)	(4,188,038)
Dividend received		119,814	186,357
Dividend received from an associate		8,732	6,548
Acquisition of property and equipment		(97,483)	(183,306)
Proceed from disposal of property and equipment		-	618
Net cash used in investing activities		<u>(2,525,746)</u>	<u>(1,168,353)</u>

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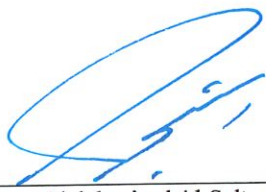
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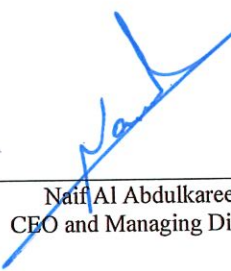
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INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (continued)

		For the nine month period ended	
		30 September 2026	30 September 2025
	Notes	SAR'000	SAR'000 Restated
FINANCING ACTIVITIES			
Proceeds from issue of Tier 1 Sukuk	13	3,339,000	2,875,000
Redemption of Tier 1 Sukuk	13	(1,875,000)	-
Purchase of treasury shares	11(c)	-	(83,190)
Payment of sukuk related transaction costs		(8,307)	(3,900)
Payment of return on Tier 1 sukuk		(335,138)	(130,383)
Payment of return on Tier 2 sukuk		(68,894)	(70,189)
Dividends paid		(654,764)	(161)
Payment for principal portion of lease liabilities		(75,905)	(64,963)
Net cash generated from financing activities		320,992	2,522,214
Net change in cash and cash equivalents held		2,005,003	491,978
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	4,545,662	3,281,784
Income from investments and financing received during the period		7,056,011	6,317,623
Return on deposits and financial liabilities paid during the period		4,368,078	3,927,828
Supplemental non-cash information			
Right of use assets and lease liabilities		118,068	62,503
Net changes in fair value of cash flow hedges and transfers to the interim condensed consolidated statement of income		(8,241)	(51,189)


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CEO and Managing Director


Hani Noori
Chief Financial Officer

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026

1. GENERAL

This interim condensed consolidated financial information includes the financial information of aljazeera bank (the “Bank”) and its subsidiaries (collectively referred to as the “Group”). aljazeera 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 September 2025: 73 branches) and 22 Fawri Remittance Centers (31 December 2025: 24 and 30 September 2025: 24 Fawri Remittance Centers) in the Kingdom of Saudi Arabia. The Bank’s Head Office is located at the following address:

aljazeera 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) September 2026	Ownership (direct and indirect) 31 December 2025	Ownership (direct and indirect) 30 September 2025
Subsidiaries					
Aljazeera 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%
Aljazeera Securities Limited	Cayman Islands	Carryout Shari’ah compliant derivative and capital market transactions	100%	100%	100%

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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 September 2026	Ownership (direct and indirect) 31 December 2025	Ownership (direct and indirect) 30 September 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 September 2025: 29.36%) and AJC's shareholding of 3.72% (31 December 2025: 3.72%, 30 September 2025: 3.72%)

2. BASIS OF PREPARATION

The interim condensed consolidated financial information of the Group as at and for the period ended 30 September 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"). This interim condensed consolidated financial information has not been audited by the Group's external auditors. The Group's external auditors have conducted a review in accordance with the International Standard on Review Engagements 2410 'Review of Interim Financial Information performed by the Independent Auditor of the Entity'

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.

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

3. BASIS OF CONSOLIDATION

This interim condensed consolidated financial information comprises the interim condensed financial information of aljazeera 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.

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
(UNAUDITED)
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)**

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.

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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 recognized 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
Amendments to IAS 21 Translation to a Hyperinflationary Presentation Currency	The amendments introduce a specific translation method where a non-hyperinflationary functional currency is translated into a hyperinflationary presentation currency, together with related disclosure requirements. The amendments also provide prospective application when hyperinflation ceases and certain exceptions for entities applying IAS 29.	1 January 2027
IFRS 20 — Regulatory Assets and Regulatory Liabilities	The new Standard establishes recognition, measurement, presentation and disclosure requirements for entities subject to specific rate regulation, including regulatory assets, liabilities, income and expenses. It is effective for annual periods beginning 1 January 2029, with early application permitted, and replaces IFRS 14.	1 January 2029

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

4. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

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

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

IFRS 18 ‘Presentation and Disclosure in Financial Statements’, as endorsed in Kingdom of Saudi Arabia (IFRS 18) will replace IAS 1 ‘Presentation of Financial Statements’ as endorsed in the Kingdom of Saudi Arabia, for annual reporting periods beginning on or after 1 January 2027. Earlier application is permitted. The Bank has not early adopted IFRS 18 in preparing this interim condensed consolidated financial information.

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 expected impact of initial application of IFRS 18 on its interim condensed consolidated financial information and the annual consolidated financial statements. Based on the assessment performed to date, the Bank has identified Specified main business activities (SMBAs) of providing financing to customers; (which is the lending business) and investing in financial assets; which is the investment in financial assets at amortised cost, fair value through profit & loss and fair value through other comprehensive income.

In line with IFRS 18 guidance to provide useful structured summaries, the Bank has to make judgements relating to how items are aggregated and disaggregated in the primary financial statements and the notes. The Bank expect to aggregate items based on shared characteristics, and disaggregated items based on characteristics that are not shared and accordingly, there will be changes to the presentation of financial statements. Further, the Bank is assessing the labelling of certain financial statement line items and may find more appropriate labelling for those that previously contained the word ‘other’.

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 requires presentation of operating income or loss and income or loss for the period, together with income or loss before financing and income taxes, where applicable. Neither total income for the period nor total equity is expected to change as a result of adoption of 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 the assessment performed to date, the Bank expects the following impacts on its interim condensed consolidated statement of income:

- Income from investments and financing, previously presented as a single line item, will be presented separately as Income from financing and income from investments and other financial assets. This separate presentation distinguishes income from customer financing from income on investment and treasury assets, which have different characteristics, and provides a more useful structured summary of the Bank's income.
- Return on deposits and financial liabilities relating to customer deposits, debt securities issued and other financial liabilities that relate to the Bank's SMBAs are expected to be presented within the operating category.
- The Bank is assessing line items previously labelled "other" and disaggregated items that are material. The remaining balances will be presented as other individually immaterial operating income and other individually immaterial operating expenses, to provide a more informative label in line with IFRS 18.
- Depreciation and amortisation will be disaggregated and presented on the face of the statement of income as depreciation on property and equipment and right-of-use assets and amortisation of intangible assets' respectively. This gives more transparent information about the nature of expenses.
- 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 relates to the main business activities (including its SMBAs) and are therefore expected to be presented within operating category. The Bank continues to assess whether any foreign exchange differences relate to activities that may require presentation outside the operating category under IFRS 18.

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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)

- 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 relates to the main business activities (including its SMBAs) and are therefore expected to be presented within operating category. The Bank continues to assess whether any derivatives relate to activities that may require presentation outside the operating category under IFRS 18.
- Income and expenses from investment properties generating returns individually and largely independently of the Bank's other resources will be classified in investing category.
- Certain expenses arising from liabilities or other obligations that are not directly linked to the Bank's SMBAs, i.e. financing cost on lease liabilities and the financing cost of employee benefit obligations are currently being assessed and would be presented within the financing category in accordance with IFRS 18.

The share of income 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 income as required by 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 accounting / other regulatory bodies' interpretations, guidance or developments.

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 as to variances and reconciliations to the most directly comparable IFRS-defined totals or subtotals.

The Bank is assessing whether measures communicated externally, including net financing income, net operating income before impairment allowance and other performance metrics, meet the definition of MPMs under IFRS 18 and may therefore require enhanced disclosures and reconciliations.

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.

In the statement of cash flows, the indirect method will start from operating income instead of income before zakat and income tax, so the adjustments are limited to non-cash and non-operating items. Items presented below operating income in the interim condensed consolidated statement of income, such as financing cost on lease liabilities and EOSB obligations, no longer require adjustment.

The Bank has elected to classify all Return on deposits and financial liabilities and Income from investments and financing as operating cash flows, as it provides financing to customers as a SMBA and Return on deposits and financial liabilities is recognised in more than one category in the statement of income. Return on deposits and financial liabilities on Type 2 liabilities (liabilities that do not arise from transactions involving raising finance, such as lease liabilities, end-of-service benefit (EOSB) obligations and provisions) and Return on deposits and financial liabilities on Type 1 liabilities (liabilities that arise from transactions involving raising finance) that does not relate to the Bank's SMBAs, is presented in the financing category in the statement of income. Related cash flows will be presented in operating activities, consistent with the single-category presentation requirement for the cashflow.

The Bank is 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.

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

5. INVESTMENTS, NET

a) Investments are classified as follows:

	30 September 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 September 2025 (Unaudited) SAR'000 Restated
Held at FVIS	3,000,336	2,734,915	2,360,358
Held at FVOCI, net	12,818,223	14,000,663	13,903,936
Held at Amortised Cost	25,838,099	22,241,528	21,888,219
Allowance for impairment	(17,906)	(9,226)	(9,241)
Held at Amortized Cost, net	25,820,193	22,232,302	21,878,978
Total	41,638,752	38,967,880	38,143,272

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

	30 September 2026 (Unaudited) SAR'000		
	Domestic	International	Total
i) FVIS			
Mutual funds	309,114	2,043,425	2,352,539
Equities – quoted	16,598	-	16,598
Equities – unquoted	610,921	-	610,921
Fixed rate Sukuk – equities	3,855	-	3,855
Fixed rate Sukuks	16,423	-	16,423
	956,911	2,043,425	3,000,336
ii) FVOCI			
Equities – unquoted	338,426	1,824	340,250
Fixed rate Sukuk – equities	2,011,921	-	2,011,921
Floating rate Sukuk – equities	699,614	-	699,614
Fixed rate Sukuks	9,013,762	-	9,013,762
Floating rate Sukuks	755,605	-	755,605
	12,819,328	1,824	12,821,152
Allowance for impairment	(2,929)	-	(2,929)
	12,816,399	1,824	12,818,223
iii) Amortised cost			
Fixed rate Sukuks	20,516,405	253,673	20,770,078
Floating rate Sukuks	5,068,021	-	5,068,021
	25,584,426	253,673	25,838,099
Allowance for impairment	(17,395)	(511)	(17,906)
	25,567,031	253,162	25,820,193
Total	39,340,341	2,298,411	41,638,752

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
(UNAUDITED)
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)**

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
	<u>895,323</u>	<u>1,839,592</u>	<u>2,734,915</u>
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
	<u>13,790,127</u>	<u>214,516</u>	<u>14,004,643</u>
Allowance for impairment	<u>(3,980)</u>	<u>-</u>	<u>(3,980)</u>
	<u>13,786,147</u>	<u>214,516</u>	<u>14,000,663</u>
iii) Amortised cost			
Fixed rate Sukuks	18,437,714	382,707	18,820,421
Floating rate Sukuks	3,421,107	-	3,421,107
	<u>21,858,821</u>	<u>382,707</u>	<u>22,241,528</u>
Allowance for impairment	<u>(8,854)</u>	<u>(372)</u>	<u>(9,226)</u>
	<u>21,849,967</u>	<u>382,335</u>	<u>22,232,302</u>
Total	<u>36,531,437</u>	<u>2,436,443</u>	<u>38,967,880</u>

30 September 2025 (Unaudited)			
SAR'000			
	Domestic	International	Total
i) FVIS			Restated
Mutual funds	318,112	1,506,775	1,824,887
Equities – quoted	40,264	-	40,264
Equities – unquoted	460,000	22,589	482,589
Convertible debt instrument	-	12,618	12,618
	<u>818,376</u>	<u>1,541,982</u>	<u>2,360,358</u>
ii) FVOCI			
Equities – unquoted	282,479	1,875	284,354
Fixed rate Sukuk – equities	2,282,927	210,765	2,493,692
Floating rate Sukuk – equities	700,000	-	700,000
Fixed rate Sukuks	9,864,843	-	9,864,843
Floating rate Sukuks	563,323	-	563,323
	<u>13,693,572</u>	<u>212,640</u>	<u>13,906,212</u>
Allowance for impairment	<u>(2,276)</u>	<u>-</u>	<u>(2,276)</u>
	<u>13,691,296</u>	<u>212,640</u>	<u>13,903,936</u>
iii) Amortised cost			
Fixed rate Sukuks	18,058,512	377,288	18,435,800
Floating rate Sukuks	3,452,419	-	3,452,419
	<u>21,510,931</u>	<u>377,288</u>	<u>21,888,219</u>
Allowance for impairment	<u>(8,875)</u>	<u>(366)</u>	<u>(9,241)</u>
	<u>21,502,056</u>	<u>376,922</u>	<u>21,878,978</u>
Total	<u>36,011,728</u>	<u>2,131,544</u>	<u>38,143,272</u>

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

5. INVESTMENTS, NET (continued)

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

	30 September 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 September 2025 (Unaudited) SAR'000
Government and quasi Government	32,895,373	30,299,842	29,713,530
Corporate	5,432,772	4,856,603	4,469,385
Banks and other financial institutions	3,310,607	3,811,435	3,960,357
Total	41,638,752	38,967,880	38,143,272

Sukuk and wakala floating rate investments include SAR 7.11 billion (31 December 2025: SAR 5.79 billion, 30 September 2025: SAR 5.56 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:

Investments at Amortised Cost	Credit loss allowance				Gross carrying amount			
	Stage 1 (12- months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
At 1 January 2026	9,226	-	-	9,226	SAR'000 22,241,528	-	-	22,241,528
New originated or purchased	1,858	-	-	1,858	3,881,148	-	-	3,881,148
Derecognised during the period	(208)	-	-	(208)	(2,017,734)	-	-	(2,017,734)
Other movements	7,030	-	-	7,030	1,733,157	-	-	1,733,157
At 30 September 2026	17,906	-	-	17,906	25,838,099	-	-	25,838,099

Investments at Amortised Cost	Credit loss allowance				Gross carrying amount			
	Stage 1 (12- months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
At 1 January 2025	10,105	-	-	10,105	SAR'000 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

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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				Gross carrying amount			
	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime 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	545	-	-	545	315,555	-	-	315,555
Derecognised during the period	(1,130)	-	-	(1,130)	(2,877,822)	-	-	(2,877,822)
Other movements	(279)	-	-	(279)	3,356,514	-	-	3,356,514
At 30 September 2025	<u>9,241</u>	<u>-</u>	<u>-</u>	<u>9,241</u>	<u>21,888,219</u>	<u>-</u>	<u>-</u>	<u>21,888,219</u>

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				Gross carrying amount			
	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime 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	238	-	-	238	328,471	-	-	328,471
Derecognised during the period	(53)	-	-	(53)	(874,627)	-	-	(874,627)
Other movements	(1,236)	-	-	(1,236)	(200,820)	-	-	(200,820)
At 30 September 2026	<u>2,929</u>	<u>-</u>	<u>-</u>	<u>2,929</u>	<u>9,769,367</u>	<u>-</u>	<u>-</u>	<u>9,769,367</u>

Investments at FVOCI - Debt	Credit loss allowance				Gross carrying amount			
	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime 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	<u>3,980</u>	<u>-</u>	<u>-</u>	<u>3,980</u>	<u>10,516,343</u>	<u>-</u>	<u>-</u>	<u>10,516,343</u>

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

5. INVESTMENTS, NET (continued)

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

Investments at FVOCI - Debt	Credit loss allowance				Gross carrying amount			
	Stage 1 (12- months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime 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)	(179,642)	-	-	(179,642)
Other movements	449	-	-	449	821,375	-	-	821,375
At 30 September 2025	<u>2,276</u>	<u>-</u>	<u>-</u>	<u>2,276</u>	<u>10,428,166</u>	<u>-</u>	<u>-</u>	<u>10,428,166</u>

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

Held at FVOCI

30 September 2026

	Stage 1	Stage 2	Stage 3	Total
Performing gross carrying amount	9,769,367	-	-	9,769,367
Non-performing gross carrying amount - Individually impaired	-	-	-	-
Total	9,769,367	-	-	9,769,367
ECL	(2,929)	-	-	(2,929)
Net exposure	<u>9,766,438</u>	<u>-</u>	<u>-</u>	<u>9,766,438</u>

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	<u>10,512,363</u>	<u>-</u>	<u>-</u>	<u>10,512,363</u>

30 September 2025

	Stage 1	Stage 2	Stage 3	Total
Performing gross carrying amount	10,428,166	-	-	10,428,166
Non-performing gross carrying amount - Individually impaired	-	-	-	-
Total	10,428,166	-	-	10,428,166
ECL	(2,276)	-	-	(2,276)
Net exposure	<u>10,425,890</u>	<u>-</u>	<u>-</u>	<u>10,425,890</u>

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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

<u>30 September 2026</u>	<u>Stage 1</u>	<u>Stage 2</u>	<u>Stage 3</u>	<u>Total</u>
Performing gross carrying amount	25,838,099	-	-	25,838,099
Non-performing gross carrying amount - Individually impaired	-	-	-	-
Total	25,838,099	-	-	25,838,099
ECL	(17,906)	-	-	(17,906)
Net exposure	25,820,193	-	-	25,820,193
<u>31 December 2025</u>	<u>Stage 1</u>	<u>Stage 2</u>	<u>Stage 3</u>	<u>Total</u>
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
<u>30 September 2025</u>	<u>Stage 1</u>	<u>Stage 2</u>	<u>Stage 3</u>	<u>Total</u>
Performing gross carrying amount	21,888,219	-	-	21,888,219
Non-performing gross carrying amount - Individually impaired	-	-	-	-
Total	21,888,219	-	-	21,888,219
ECL	(9,241)	-	-	(9,241)
Net exposure	21,878,978	-	-	21,878,978

6. FINANCING, NET

The financing is classified as at amortised cost as follows:

<u>30 September 2026</u>	<u>Performing</u>	<u>Non-performing</u>	<u>Gross financing</u>	<u>Allowance for impairment</u>	<u>Financing, net</u>
			SAR'000		
Commercial Financing	80,684,770	912,711	81,597,481	(1,689,017)	79,908,464
- Corporate	59,073,782	318,680	59,392,462	(1,083,541)	58,308,921
- MSME	7,614,650	302,392	7,917,042	(324,975)	7,592,067
- Others	13,996,338	291,639	14,287,977	(280,501)	14,007,476
Consumer Financing	43,511,539	286,838	43,798,377	(338,895)	43,459,482
- Personal Finance	12,521,621	61,049	12,582,670	(126,817)	12,455,853
- Real Estate	26,322,804	160,696	26,483,500	(129,145)	26,354,355
- Auto lease	3,398,178	10,228	3,408,406	(12,671)	3,395,735
- Credit cards	959,158	49,197	1,008,355	(67,039)	941,316
- Others	309,778	5,668	315,446	(3,223)	312,223
Total	124,196,309	1,199,549	125,395,858	(2,027,912)	123,367,946

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(A Saudi Joint Stock Company)

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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 September 2025	Performing	Non-performing	Gross financing	Allowance for impairment	Financing, net
			SAR'000		
Commercial Financing	70,546,730	952,509	71,499,239	(1,715,858)	69,783,381
- Corporate	51,253,476	688,759	51,942,235	(1,385,440)	50,556,795
- MSME	7,651,522	153,736	7,805,258	(262,255)	7,543,003
- Others	11,641,732	110,014	11,751,746	(68,163)	11,683,583
Consumer Financing	38,083,447	253,286	38,336,733	(307,635)	38,029,098
- Personal Finance	11,468,688	49,304	11,517,992	(110,741)	11,407,251
- Real Estate	22,914,360	148,295	23,062,655	(108,804)	22,953,851
- Auto lease	2,570,595	3,617	2,574,212	(17,728)	2,556,484
- Credit cards	818,587	42,038	860,625	(65,311)	795,314
- Others	311,217	10,032	321,249	(5,051)	316,198
Total	108,630,177	1,205,795	109,835,972	(2,023,493)	107,812,479

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

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
(UNAUDITED)
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)**

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:

Gross Financing	Credit loss allowance				Gross carrying amount			
	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
					<u>SAR'000</u>			
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	9,088	(4,766)	(4,322)	-	1,529,508	(1,518,642)	(10,866)	-
- to lifetime	(11,681)	17,110	(5,429)	-	(4,726,622)	4,743,547	(16,925)	-
- to credit-impaired	(25,002)	(3,054)	28,056	-	(119,095)	(160,351)	279,446	-
New originated or purchased	93,518	-	-	93,518	19,295,389	-	-	19,295,389
Derecognised during the period	(22,158)	(1,303)	(45,622)	(69,083)	(6,538,382)	(113,579)	(21,091)	(6,673,052)
Other movements	(34,906)	129,930	49,304	144,328	47,228	243,746	(306,955)	(15,981)
Changes in profit accrual	-	-	-	-	68,184	-	-	68,184
Write-offs	-	-	(308,292)	(308,292)	-	-	(308,292)	(308,292)
At 30 September 2026	<u>346,322</u>	<u>378,594</u>	<u>1,302,996</u>	<u>2,027,912</u>	<u>116,753,166</u>	<u>6,469,755</u>	<u>2,172,937</u>	<u>125,395,858</u>

Gross Financing	Credit loss allowance				Gross carrying amount			
	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
					<u>SAR'000</u>			
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	<u>337,463</u>	<u>240,677</u>	<u>1,589,301</u>	<u>2,167,441</u>	<u>107,196,956</u>	<u>3,275,034</u>	<u>2,557,620</u>	<u>113,029,610</u>

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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			
	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross Financing								
					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	4,366	(1,589)	(2,777)	-	132,469	(126,518)	(5,951)	-
- to lifetime	(3,158)	22,332	(19,174)	-	(604,965)	911,167	(306,202)	-
-to credit-impaired	(2,695)	(47,124)	49,819	-	(169,928)	(277,130)	447,058	-
New originated or purchased	90,846	-	-	90,846	21,054,483	-	-	21,054,483
Derecognised during the year	(26,641)	(1,509)	(31,155)	(59,305)	(8,619,405)	(171,115)	(277,640)	(9,068,160)
Other movements	(17,617)	(14,568)	380,855	348,670	(296,228)	(507,707)	39,558	(764,377)
Changes in profit accrual	-	-	-	-	58,248	-	-	58,248
Write-offs	-	-	(885,725)	(885,725)	-	-	(885,725)	(885,725)
At 30 September 2025	362,483	239,554	1,421,456	2,023,493	104,992,459	2,400,521	2,442,992	109,835,972

	Credit loss allowance				Gross carrying amount			
	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Commercial Financing								
					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	2,903	(2,530)	(373)	-	1,371,497	(1,370,775)	(722)	-
- to lifetime	(6,351)	6,935	(584)	-	(4,164,861)	4,166,296	(1,435)	-
- to credit-impaired	(667)	(2,220)	2,887	-	(9,560)	(109,667)	119,227	-
New originated or purchased	15,337	-	-	15,337	7,749,683	-	-	7,749,683
Derecognised during the period	(4,521)	(64)	(14,515)	(19,100)	(2,764,378)	(35,865)	(2,599)	(2,802,842)
Other movements	4,046	132,914	(23,865)	113,095	3,550,632	282,964	(298,367)	3,535,229
Changes in profit accrual	-	-	-	-	27,197	-	-	27,197
Write-offs	-	-	(279,004)	(279,004)	-	-	(279,004)	(279,004)
At 30 September 2026	196,722	369,436	1,122,859	1,689,017	74,048,646	5,771,850	1,776,985	81,597,481

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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)

Commercial Financing	Credit loss allowance				Gross carrying amount			
	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
	<u>SAR'000</u>							
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	<u>185,975</u>	<u>234,401</u>	<u>1,438,313</u>	<u>1,858,689</u>	<u>68,288,436</u>	<u>2,838,897</u>	<u>2,239,885</u>	<u>73,367,218</u>

Commercial Financing	Credit loss allowance				Gross carrying amount			
	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
	<u>SAR'000</u>							
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	450	(450)	-	-	22,768	(22,768)	-	-
- to lifetime	(1,820)	19,612	(17,792)	-	(417,149)	719,976	(302,827)	-
- to credit-impaired	(622)	(46,830)	47,452	-	(131,736)	(265,155)	396,891	-
New originated or purchased	39,993	-	-	39,993	10,649,457	-	-	10,649,457
Derecognised during the period	(9,133)	(704)	(15,758)	(25,595)	(4,719,288)	(88,035)	(238,183)	(5,045,506)
Other movements	(1,070)	(14,137)	354,431	339,224	3,290,543	(494,337)	43,992	2,840,198
Changes in profit accrual	-	-	-	-	42,917	-	-	42,917
Write-offs	-	-	(850,869)	(850,869)	-	-	(850,869)	(850,869)
At 30 September 2025	<u>205,147</u>	<u>236,765</u>	<u>1,273,946</u>	<u>1,715,858</u>	<u>67,136,682</u>	<u>2,172,851</u>	<u>2,189,706</u>	<u>71,499,239</u>

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
(UNAUDITED)
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)**

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 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime 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	6,185	(2,236)	(3,949)	-	158,011	(147,867)	(10,144)	-
- to lifetime	(5,330)	10,175	(4,845)	-	(561,761)	577,251	(15,490)	-
- to credit-impaired	(24,335)	(834)	25,169	-	(109,535)	(50,684)	160,219	-
New originated or purchased	78,181	-	-	78,181	11,545,706	-	-	11,545,706
Derecognised during the period	(17,637)	(1,239)	(31,107)	(49,983)	(3,774,004)	(77,714)	(18,492)	(3,870,210)
Other movements	(38,952)	(2,984)	73,169	31,233	(3,503,404)	(39,218)	(8,588)	(3,551,210)
Changes in profit accrual	-	-	-	-	40,987	-	-	40,987
Write-offs	-	-	(29,288)	(29,288)	-	-	(29,288)	(29,288)
At 30 September 2026	<u>149,600</u>	<u>9,158</u>	<u>180,137</u>	<u>338,895</u>	<u>42,704,520</u>	<u>697,905</u>	<u>395,952</u>	<u>43,798,377</u>

Consumer Financing	Credit loss allowance				Gross carrying amount			
	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime 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	<u>151,488</u>	<u>6,276</u>	<u>150,988</u>	<u>308,752</u>	<u>38,908,520</u>	<u>436,137</u>	<u>317,735</u>	<u>39,662,392</u>

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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			
	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total	Stage 1 (12-months ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Consumer Financing								
					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	3,916	(1,139)	(2,777)	-	109,701	(103,750)	(5,951)	-
- to lifetime	(1,338)	2,720	(1,382)	-	(187,816)	191,191	(3,375)	-
- to credit-impaired	(2,073)	(294)	2,367	-	(38,192)	(11,975)	50,167	-
New originated or purchased	50,853	-	-	50,853	10,405,026	-	-	10,405,026
Derecognised during the period	(17,508)	(805)	(15,397)	(33,710)	(3,900,117)	(83,080)	(39,457)	(4,022,654)
Other movements	(16,547)	(431)	26,424	9,446	(3,586,771)	(13,370)	(4,434)	(3,604,575)
Changes in profit accrual	-	-	-	-	15,331	-	-	15,331
Write-offs	-	-	(34,856)	(34,856)	-	-	(34,856)	(34,856)
At 30 September 2025	<u>157,336</u>	<u>2,789</u>	<u>147,510</u>	<u>307,635</u>	<u>37,855,777</u>	<u>227,670</u>	<u>253,286</u>	<u>38,336,733</u>

- b) Movement in allowance for impairment is as follows:

	30 September 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 September 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	552,358	671,783	496,708
Bad debts written off and derecognition due to restructuring (Reversal) / (recoveries) of amounts previously provided	(577,106)	(895,357)	(885,725)
	<u>(114,781)</u>	<u>(137,992)</u>	<u>(116,497)</u>
Balance at the end of the period / year	<u>2,027,912</u>	<u>2,167,441</u>	<u>2,023,493</u>

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

	30 September 2026 (Unaudited) SAR'000	30 September 2025 (Unaudited) SAR'000
Impairment charge for financing	552,358	496,708
Reversal of amounts previously provided	(114,781)	(116,497)
Recoveries from debts previously written off	(186,669)	(150,883)
Net impairment charge for ECL in respect of due from banks and other financial institutions	3,268	533
Net impairment charge / (reversal) for ECL in respect of investments	7,629	(435)
Net impairment (reversal) / charge for ECL in respect of non-funded financing and credit related commitments	<u>(24,528)</u>	<u>24,473</u>
Impairment charge for financing and other financial assets, net	<u>237,277</u>	<u>253,899</u>

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

6. FINANCING, NET (continued)

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

	12 month ECL (Stage 1)	Lifetime ECL not credit impaired (Stage 2)	Lifetime ECL credit impaired (Stage 3)	Total
30 September 2026				
Exposure				
Commercial	74,048,646	5,771,850	1,776,985	81,597,481
Consumer	42,704,520	697,905	395,952	43,798,377
Gross carrying amount	116,753,166	6,469,755	2,172,937	125,395,858
ECL				
Commercial	(196,722)	(369,436)	(1,122,859)	(1,689,017)
Consumer	(149,600)	(9,158)	(180,137)	(338,895)
Total ECL	(346,322)	(378,594)	(1,302,996)	(2,027,912)
	12 month ECL (Stage 1)	Lifetime ECL not credit impaired (Stage 2)	Lifetime ECL credit impaired (Stage 3)	Total
31 December 2025				
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)
	12 month ECL (Stage 1)	Lifetime ECL not credit impaired (Stage 2)	Lifetime ECL credit impaired (Stage 3)	Total
30 September 2025				
Exposure				
Commercial	67,136,682	2,172,851	2,189,706	71,499,239
Consumer	37,855,777	227,670	253,286	38,336,733
Gross carrying amount	104,992,459	2,400,521	2,442,992	109,835,972
ECL				
Commercial	(205,147)	(236,765)	(1,273,946)	(1,715,858)
Consumer	(157,336)	(2,789)	(147,510)	(307,635)
Total ECL	(362,483)	(239,554)	(1,421,456)	(2,023,493)

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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 September 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 June 30, 2026. ATT is listed with Saudi Stock Exchange (Tadawul) and the market value of the investment in ATT as of 30 September 2026 was SAR 219.4 million (31 December 2025: SAR 243.85 million and 30 September 2025: SAR 279.2 million) based on Saudi Stock Exchange (Tadawul) market price.

8. CUSTOMERS' DEPOSITS

	30 September 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 September 2025 (Unaudited) SAR'000
Demand	29,905,358	32,046,487	32,084,453
Saving and call deposits	26,753,418	13,654,158	14,267,692
Customers' time investments	71,261,100	67,398,888	66,847,016
Other	1,925,673	2,295,782	2,084,034
Total	129,845,549	115,395,315	115,283,195

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

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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.

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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 September 2026 (Unaudited) <u>SAR'000</u>	30 September 2025 (Unaudited) <u>SAR'000</u>
Income from investments and financing	35,910	43,192
Return on deposits and financial liabilities	(15,578)	(19,791)
Net gains on cash flow hedges reclassified to the interim condensed consolidated statement of income	<u>20,332</u>	<u>23,401</u>

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 12.09 million (30 September 2025: loss of SAR 27.79 million) included in the interim condensed consolidated statement of comprehensive income comprised of net unrealised gain of SAR 12.32 million (30 September 2025: net unrealised loss of SAR 67.26 million) and net realized loss of SAR 0.23 million (30 September 2025: net realised gain of SAR 39.47 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.

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

9. SHARIAH COMPLIANT DERIVATIVES (continued)

9.3 Details of shar'iah compliant derivatives (continued)

30 September 2026 (Unaudited)			
SAR'000			
	Positive fair value	Negative fair value	Notional amount
Held for trading:			
Options	1,568	1,568	563,845
Profit rate swaps	175,117	161,827	5,135,637
Currency swaps	4,024	1,966	2,330,914
Currency forwards (Wa'ad)	366	441	364,520
Total	181,075	165,802	8,394,916
Held as cash flow hedge:			
Profit rate swaps	215,197	263,011	5,187,500
Total	396,272	428,813	13,582,416

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 September 2025 (Unaudited)			
SAR'000			
	Positive fair value	Negative fair value	Notional amount
Held for trading:			
Options	6,026	6,026	1,188,833
Profit rate swaps	57,274	49,224	6,678,852
Cross currency profit rate swaps	20,855	21,103	1,875,000
Currency swaps	3,159	1,380	4,631,250
Currency forwards (Wa'ad)	2	11	13,040
Total	87,316	77,744	14,386,975
Held as cash flow hedge:			
Profit rate swaps	15,641	96,733	3,781,250
Total	102,957	174,477	18,168,225

Held for trading profit rate swaps (positive fair value / negative fair value) include accrued receivable amounting to SAR 9.43 million (31 December 2025: SAR 7.73 million and 30 September 2025: SAR 34.39 million) and accrued payable amounting to SAR 9.18 million (31 December 2025: SAR 7.73 million and 30 September 2025: SAR 36.43 million). Held as cash flow hedge profit rate swaps (positive fair value / negative fair value) include accrued receivable amounting to SAR 95.4 million (31 December 2025: SAR 22.74 million and 30 September 2025: SAR 15.64 million) and accrued payable amounting to SAR 50.99 million (31 December 2025: SAR 20.44 million and 30 September 2025: SAR 12.91 million).

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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 September 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 nine month period ended	
	30 September	30 September	30 September	30 September
	2026	2025	2026	2025
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	<u>SAR'000</u>	<u>SAR'000</u>	<u>SAR'000</u>	<u>SAR'000</u>
Net income for the period attributable to ordinary shareholders (after adjustment for Tier 1 Sukuk costs)				
Net income for the period	471,578	400,127	1,319,438	1,143,249
Less: Tier 1 sukuk related costs	(141,967)	(31,500)	(336,334)	(130,383)
For basic and diluted earnings per share	<u>329,611</u>	<u>368,627</u>	<u>983,104</u>	<u>1,012,866</u>
Weighted-average number of ordinary shares after the adjustment of treasury shares				
For basic and diluted earnings per share	<u>1,276,218,844</u>	<u>1,275,625,000</u>	<u>1,276,213,375</u>	<u>1,276,393,224</u>
For basic and diluted earnings per share	<u>0.26</u>	<u>0.29</u>	<u>0.77</u>	<u>0.79</u>

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

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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

<u>30 September 2026 (Unaudited)</u>	<u>Cash flow hedges SAR' 000</u>	<u>Fair value reserve – FVOCI debt SAR' 000</u>	<u>Fair value reserve – FVOCI equity SAR' 000</u>	<u>Actuarial Gains SAR' 000</u>	<u>Employees share- based plan reserve SAR' 000</u>	<u>Share in OCI of associate SAR' 000</u>	<u>Total SAR' 000</u>
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	12,091	(175,410)	40,077	-	-	3,008	(120,234)
Reclassified to interim condensed consolidated statement of income (note 9.2(b))	(20,332)	-	-	-	-	-	(20,332)
Employee share based plan reserve	-	-	-	-	8,396	-	8,396
Share based payment transactions	-	-	-	-	(7,390)	-	(7,390)
Net movement during the period	(8,241)	(175,410)	40,077	-	1,006	3,008	(139,560)
Balance at end of the period	<u>(48,592)</u>	<u>(1,045,294)</u>	<u>316,721</u>	<u>23,651</u>	<u>14,691</u>	<u>20,500</u>	<u>(718,323)</u>

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

12. OTHER RESERVES (continued)

<u>31 December</u> <u>2025 (Audited)</u>	<u>Cash flow</u> <u>hedges</u> <u>SAR' 000</u>	<u>Fair value</u> <u>reserve –</u> <u>FVOCI</u> <u>debt</u> <u>SAR' 000</u>	<u>Fair value</u> <u>reserve –</u> <u>FVOCI</u> <u>equity</u> <u>SAR' 000</u>	<u>Actuarial</u> <u>gains</u> <u>SAR' 000</u>	<u>Employees</u> <u>share-based</u> <u>plan reserve</u> <u>SAR' 000</u>	<u>Share in</u> <u>OCI of</u> <u>associate</u> <u>SAR' 000</u>	<u>Total</u> <u>SAR' 000</u>
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
Reclassified 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	<u>(78,670)</u>	<u>318,057</u>	<u>50,363</u>	<u>(8,040)</u>	<u>13,685</u>	<u>6,675</u>	<u>302,070</u>
Balance at end of the year	<u>(40,351)</u>	<u>(869,884)</u>	<u>276,644</u>	<u>23,651</u>	<u>13,685</u>	<u>17,492</u>	<u>(578,763)</u>
<u>30 September</u> <u>2025</u> <u>(Unaudited)</u>	<u>Cash flow</u> <u>hedges</u> <u>SAR' 000</u>	<u>Fair value</u> <u>reserve –</u> <u>FVOCI</u> <u>debt</u> <u>SAR' 000</u>	<u>Fair value</u> <u>reserve –</u> <u>FVOCI</u> <u>equity</u> <u>SAR' 000</u>	<u>Actuarial</u> <u>Gains</u> <u>SAR' 000</u>	<u>Employees</u> <u>share-based</u> <u>plan reserve</u> <u>SAR' 000</u>	<u>Share in</u> <u>OCI of</u> <u>associate</u> <u>SAR' 000</u>	<u>Total</u> <u>SAR' 000</u>
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	(27,788)	424,926	41,290	-	-	6,675	445,103
Reclassified to interim condensed consolidated statement of income (note 9.2(b))	(23,401)	-	-	-	-	-	(23,401)
Employee share based plan reserve	-	-	-	-	7,458	-	7,458
Net movement during the period	<u>(51,189)</u>	<u>424,926</u>	<u>41,290</u>	<u>-</u>	<u>7,458</u>	<u>6,675</u>	<u>429,160</u>
Balance at end of the period	<u>(12,870)</u>	<u>(763,015)</u>	<u>267,571</u>	<u>31,691</u>	<u>7,458</u>	<u>17,492</u>	<u>(451,673)</u>

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13. TIER 1 SUKUK

During the current period ended 30 September 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.

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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 September 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 September 2025 (Unaudited) SAR'000
Letters of credit	3,238,401	4,332,903	3,958,878
Letters of guarantee	17,017,281	15,769,975	18,054,203
Acceptances	3,218,872	1,330,997	916,779
Irrevocable commitments to extend credit	3,120,741	2,102,602	2,005,094
Total	26,595,295	23,536,477	24,934,954
Allowance for impairment [b(ii)]	(298,830)	(323,358)	(375,725)
Net exposure	26,296,465	23,213,119	24,559,229

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

	30 September 2026 (Unaudited)			
	12 month ECL (Stage 1)	Lifetime 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	12,376	(12,376)	-	-
Transfer to lifetime ECL not credit – impaired	(1,951,765)	1,951,765	-	-
Transfer to lifetime ECL credit – impaired	(138,432)	-	138,432	-
New financial assets originated	4,333,346	-	-	4,333,346
Financial assets derecognised during the period	(1,457,374)	(16,643)	(60,037)	(1,534,054)
Other movements	611,782	(346,127)	(6,129)	259,526
Gross carrying amount as at 30 September 2026	22,825,324	3,257,653	512,318	26,595,295

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14. COMMITMENTS AND CONTINGENCIES (continued)

- b)(i) The following table explains changes in gross carrying amount of 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)	Lifetime 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	<u>21,415,391</u>	<u>1,681,034</u>	<u>440,052</u>	<u>23,536,477</u>
	30 September 2025 (Unaudited)			
	12 month ECL (Stage 1)	Lifetime 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	(591,628)	591,628	-	-
Transfer to lifetime ECL credit – impaired	(28,709)	-	28,709	-
New financial assets originated	4,947,151	-	-	4,947,151
Financial assets derecognised during the period	(941,305)	(5,148)	(25,693)	(972,146)
Other movements	1,513,893	1,142,382	(585)	2,655,690
Gross carrying amount as at 30 September 2025	<u>22,201,194</u>	<u>2,198,660</u>	<u>535,100</u>	<u>24,934,954</u>

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

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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 September 2026 (Unaudited)				
	12 month ECL (Stage 1)	Lifetime 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	6	(6)	-	-
Transfer to lifetime ECL not credit – Impaired	(5,488)	5,488	-	-
Transfer to lifetime ECL credit – impaired	(32,513)	-	32,513	-
Net re-measurement of loss allowance	(4,442)	6,255	(31,708)	(29,895)
New financial assets originated	41,198	-	-	41,198
Financial assets that have been derecognised	(3,326)	(144)	(32,361)	(35,831)
ECL as at 30 September 2026	35,330	27,299	236,201	298,830

31 December 2025 (Audited)				
	12 month ECL (Stage 1)	Lifetime 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 September 2025 (Unaudited)				
	12 month ECL (Stage 1)	Lifetime 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	(4,458)	4,458	-	-
Transfer to lifetime ECL credit – impaired	(153)	-	153	-
Net re-measurement of loss allowance	(3,722)	11,384	32,621	40,283
New financial assets originated	11,091	-	-	11,091
Financial assets that have been Derecognised	(1,450)	(9)	(25,442)	(26,901)
ECL as at 30 September 2025	54,507	17,818	303,400	375,725

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

14. COMMITMENTS AND CONTINGENCIES (continued)

- c) As of September 30, 2026, the Bank had capital commitments of SAR 120.2 million (December 31, 2025: SAR 154.44 million; September 30, 2025: SAR 261.01 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 September 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 September 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 September 2025 (Unaudited) SAR'000 Restated
Cash and balances with SAMA, excluding statutory deposit	2,040,128	1,554,523	1,892,054
Due from banks and other financial institutions with an original maturity of 90 days or less from the date of acquisition	2,505,534	986,136	1,389,730
Total	4,545,662	2,540,659	3,281,784

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

	30 September 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 September 2025 (Unaudited) SAR'000 Restated
Cash and cash equivalents as per statement of cash flows	4,545,662	2,540,659	3,281,784
Due from banks and other financial institutions with original maturity of 90 days or less from the date of acquisition	(2,505,534)	(986,136)	(1,389,730)
Cash and balances with SAMA, excluding statutory deposit	2,040,128	1,554,523	1,892,054
Statutory deposit	6,303,482	5,504,686	5,577,122
Cash and balances with Saudi Central Bank	8,343,610	7,059,209	7,469,176

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

15. CASH AND CASH EQUIVALENTS (continued)

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

	Subordinated Sukuk	Dividend Payable	Lease liabilities against right of use assets
30 September 2026 (Unaudited)		(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	-	-	(75,905)
Dividend declared	-	638,109	-
Dividend paid	-	(654,764)	-
Other changes			
Increase due to additions	-	-	118,068
Payment of leased liability - profit	-	-	(12,290)
Financing cost	102,752	-	12,290
Amortisation of transaction cost	1,305	-	-
Balances as at 30 September 2026	2,042,652	31,627	245,700
30 September 2025 (Unaudited)		(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	-	-	(64,963)
Dividend paid	-	(161)	-
Other changes			
Increase due to additions	-	-	62,503
Payment of leased liability - profit	-	-	(13,280)
Financing cost	105,063	-	13,280
Amortisation of transaction cost	1,307	-	-
Balances as at 30 September 2025	2,042,099	62,773	175,361

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:

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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 September 2026 and 30 September 2025, its total operating income and expenses, and its net income for the nine month periods then ended, by operating segment, are as follows:

(SAR'000)	Personal banking	Corporate banking	Treasury	Brokerage and asset management	Others	Total
30 September 2026 (Unaudited)						
Total assets	55,264,470	65,691,834	57,090,804	4,844,095	332,602	183,223,805
Total liabilities	46,000,933	66,982,561	44,368,999	2,428,039	(74)	159,780,458
Net financing and investment income from external customers	1,430,531	772,157	226,456	87,448	-	2,516,592
Inter - segment income / (loss)	59,001	81,907	(89,195)	-	(51,713)	-
Net financing and investment income	1,489,532	854,064	137,261	87,448	(51,713)	2,516,592
Fees from banking services, net	179,240	175,615	45	236,611	(42,435)	549,076
Other operating income	126,983	64,713	359,614	66,611	(102,284)	515,637
Total operating income	1,795,755	1,094,392	496,920	390,670	(196,432)	3,581,305
Impairment charge for financing and other financial assets, net	(42,998)	(181,924)	(12,355)	-	-	(237,277)
Depreciation and amortisation	(116,374)	(16,358)	(10,839)	(6,625)	-	(150,196)
Other operating expenses	(1,133,275)	(255,197)	(130,400)	(186,113)	851	(1,704,134)
Total operating expenses	(1,292,647)	(453,479)	(153,594)	(192,738)	851	(2,091,607)
Share in net income of an associate	-	-	-	241	1,447	1,688
Net income / (loss) before zakat and income tax	503,108	640,913	343,326	198,173	(194,134)	1,491,386

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16. OPERATING SEGMENTS (continued)

(SAR'000)	<u>Personal banking</u>	<u>Corporate banking</u>	<u>Treasury</u>	<u>Brokerage and asset management</u>	<u>Others</u>	<u>Total</u>
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)	<u>Personal banking</u>	<u>Corporate banking</u>	<u>Treasury</u>	<u>Brokerage and asset management</u>	<u>Others</u>	<u>Total</u>
30 September 2025 (Unaudited)						
Total assets	48,190,193	58,031,755	52,029,320	4,844,695	331,795	163,427,758
Total liabilities	47,383,376	51,234,836	40,431,278	2,741,232	(74)	141,790,648
Net financing and investment income from external customers	1,088,591	942,979	93,959	101,134	-	2,226,663
Inter - segment income / (loss)	251,369	(151,321)	(100,048)	-	-	-
Net financing and investment income	1,339,960	791,658	(6,089)	101,134	-	2,226,663
Fees from banking services, net	223,493	169,473	90	259,470	(45,804)	606,722
Other operating income	147,836	74,002	333,332	104,607	(213,710)	446,067
Total operating income	1,711,289	1,035,133	327,333	465,211	(259,514)	3,279,452
Impairment charge for financing and other financial assets, net	(25,821)	(228,199)	121	-	-	(253,899)
Depreciation and amortisation	(100,721)	(12,170)	(8,772)	(8,882)	-	(130,545)
Other operating expenses	(1,074,301)	(219,223)	(119,594)	(184,247)	799	(1,596,566)
Total operating expenses	(1,200,843)	(459,592)	(128,245)	(193,129)	799	(1,981,010)
Share in net income of an associate	-	-	-	1,147	6,879	8,026
Net income / (loss) before zakat and income tax	510,446	575,541	199,088	273,229	(251,836)	1,306,468

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:

- in the accessible principal market for the asset or liability, or
- 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

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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 September 2026 (Unaudited)			
		<u>Fair value (SAR'000)</u>			
	<u>Carrying Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets measured at fair value:</u>					
FVIS - Mutual funds	2,352,539	-	94,566	2,257,973	2,352,539
FVIS - Equities	627,519	16,598	-	610,921	627,519
FVIS - Sukuk - equity	3,855	-	-	3,855	3,855
FVIS - Sukuk - debt	16,423	-	16,423	-	16,423
FVOCI - Equities	340,250	-	-	340,250	340,250
FVOCI - Sukuk - equity	2,711,535	-	2,711,535	-	2,711,535
FVOCI - Sukuk - debt	9,766,438	-	9,766,438	-	9,766,438
Shari'ah compliant derivatives	396,272	-	396,272	-	396,272
Total	<u>16,214,831</u>	<u>16,598</u>	<u>12,985,234</u>	<u>3,212,999</u>	<u>16,214,831</u>
<u>Financial liabilities measured at fair value:</u>					
Shari'ah compliant derivatives	428,813	-	428,813	-	428,813

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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
<u>Financial assets measured at fair value:</u>					
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
<u>Financial liabilities measured at fair value:</u>					
Shari'ah compliant derivatives	180,907	-	180,907	-	180,907
		30 September 2025 (Unaudited)			
		Fair value (SAR'000)			
	Carrying Value	Level 1	Level 2	Level 3	Total
<u>Financial assets measured at fair value: - (Restated)</u>					
FVIS - Mutual funds	1,824,887	-	108,006	1,716,881	1,824,887
FVIS – Equities	522,853	40,264	-	482,589	522,853
FVIS–Convertible debt instrument	12,618	-	-	12,618	12,618
FVOCI – Equities	284,354	-	-	284,354	284,354
FVOCI – Sukuk – equity	3,193,692	-	3,193,692	-	3,193,692
FVOCI – Sukuk – debt	10,425,890	-	10,425,890	-	10,425,890
Shari'ah compliant derivatives	102,957	-	102,957	-	102,957
Total	16,367,251	40,264	13,830,545	2,496,442	16,367,251
<u>Financial liabilities measured at fair value:</u>					
Shari'ah compliant derivatives	174,477	-	174,477	-	174,477

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.

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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 September 2026 (Unaudited) (SAR'000)	
	Amortised cost	Fair value Level 2
<u>Financial assets:</u>		
Due from banks and other financial institutions, net	6,079,833	6,116,548
Investment held at amortised cost, net (note 5(a))	25,820,193	25,261,758
Financing, net	123,367,946	122,786,069
Total	155,267,972	154,164,375
<u>Financial liabilities:</u>		
Due to banks, Saudi Central Bank and other financial institutions	23,284,634	23,851,856
Customers' deposits	129,845,549	130,726,062
Subordinated Sukuk	2,042,652	2,042,652
Total	155,172,835	156,620,570
	31 December 2025 (Audited) (SAR'000)	
	Amortised cost	Fair value Level 2
<u>Financial assets:</u>		
Due from banks and other financial institutions, net	6,025,771	6,039,909
Investment held at amortised cost, net (note 5(a))	22,232,302	21,606,319
Financing, net	110,862,169	111,505,245
Total	139,120,242	139,151,473
<u>Financial liabilities:</u>		
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

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17. FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)

	30 September 2025 (Unaudited) (SAR'000)	
	Amortised cost	Fair value Level 2
<u>Financial assets:</u>		
Due from banks and other financial institutions, net	7,068,867	7,088,430
Investment held at amortised cost, net (note 5(a))	21,878,978	21,430,511
Financing, net	107,812,479	108,769,310
Total	136,760,324	137,288,251
<u>Financial liabilities:</u>		
Due to banks, Saudi Central Bank and other financial institutions	21,752,788	23,213,272
Customers' deposits	115,283,195	116,188,188
Subordinated Sukuk	2,042,099	2,042,099
Total	139,078,082	141,443,559

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 September 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 September 2026, 31 December 2025 and 30 September 2025, as well as the significant unobservable inputs used.

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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	Underlying Level 3 inputs indirectly affect the NAV and the fair value of the units
Equities	FVIS	Includes investments in unquoted equities valued using Level 3 techniques such as Discounted Cash Flow and market-multiple methods etc.	Risk Free Rate, Asset Volatility	Valuation is highly sensitive to changes in the asset volatility
Equities	FVOCI	Includes investments in unquoted equities valued using Level 3 techniques such as Discounted Cash Flow and market-multiple methods etc.	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: <ul style="list-style-type: none"> 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

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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 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 September 2026 (Unaudited) SAR'000	31 December 2025 (Audited) SAR'000	30 September 2025 (Unaudited) SAR'000
Credit Risk RWA	128,671,292	116,415,075	120,326,135
Market Risk RWA	1,973,339	1,046,111	2,091,814
Operational Risk RWA	5,716,855	5,228,814	5,228,815
Total Pillar-I RWA	136,361,486	122,690,000	127,646,764
Common Equity Tier 1 (CET 1) Capital	15,277,938	15,065,179	14,899,980
Additional Tier 1 (AT1) Capital	8,214,000	6,750,000	6,750,000
Tier I Capital	23,491,938	21,815,179	21,649,980
Tier II Capital	2,820,512	2,654,505	2,692,618
Total Tier I and II Capital	26,312,450	24,469,684	24,342,598
Capital Adequacy Ratio (%)			
Common Equity Tier I Ratio	11.20%	12.28%	11.67%
Tier I ratio	17.23%	17.78%	16.96%
Total Tier I and II Capital	19.30%	19.94%	19.07%

As at 30 September 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 September 30 resulting from such transactions are as follows:

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

19. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

	30 September 2026 (Unaudited) <u>SAR' 000</u>	31 December 2025 (Audited) <u>SAR'000</u>	30 September 2025 (Unaudited) <u>SAR'000</u>
Subsidiary companies*			
Investments	500,980	500,980	500,980
Customer deposits	1,615,279	1,687,290	2,143,566
Due from banks and other financial institutions	2,241,916	2,400,930	2,445,967
Due to banks and other financial institutions	2,192,415	1,288,671	1,288,671
Receivables and other assets	366,722	144,199	268,110
Payables and liabilities	68,931	43,524	66,937
Commitments and contingencies	115	42	66
Notional values of outstanding shari'ah compliant contracts	2,300,457	4,142,944	3,642,944
Outstanding Sukuk liability	-	1,875,000	1,875,000
Associate with significant influence			
Investments	332,676	336,713	331,869
Customer deposits	295,505	240,811	263,289
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	2,379,657	2,383,466	2,413,942
Customers' deposits	142,024	144,553	153,737
Contingencies and commitments	1,285	7,864	13,208
Mutual Funds under subsidiary's management			
Investments	492,190	972,065	882,190
Customers' deposits	303	369,505	34,047

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

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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 September 2026 (Unaudited) SAR' 000	Period ended 30 September 2025 (Unaudited) SAR'000
Subsidiary companies*		
Income from investments and financing	159,781	173,585
Return on deposits and financial liabilities	225,509	212,501
Fees income	9	27
Fee expense	6,620	6,776
Income under shared service agreements	863	863
Reimbursement of building related expense	6,266	1,125
Associate with significant influence		
Return on deposits and financial liabilities	8,907	9,513
Fees income	97	342
Insurance premium	79,556	16,837
Claims received	20,065	27,350
Dividend received by Bank	7,751	5,813
Investment in the sukuks issued by the Bank	34,000	10,000
Profit on the sukuks issued by the Bank	6,210	4,815
Directors, key management personnel, other major shareholders and their affiliates		
Income from investments and financing	105,170	126,621
Return on deposits and financial liabilities	4,299	4,977
Directors' remuneration	14,215	14,321
Operating expenses	6,640	5,042
Rent expenses	15,387	748
Mutual Funds under subsidiary's management		
Return on deposits and financial liabilities	4,213	5,582

*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 September 2026 SAR' 000	Period ended 30 September 2025 SAR'000
Short-term employee benefits	64,453	64,812
Termination gratuity benefits	3,912	1,788

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

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NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)

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 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.
- (ii) 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)	Restated balance
As at 30 September 2025				
Interim condensed consolidated statement of financial position (extract)				
Cash and balances with SAMA	6,972,886	-	496,290	7,469,176
Other assets	1,502,998	-	(496,290)	1,006,708
Interim condensed consolidated statement of cash-flows (extract)		-		
Other assets	(391,881)	-	30,869	(361,012)
Net cash used in operating activities	(892,752)	-	30,869	(861,883)
Net change in cash and cash equivalents	461,109	-	30,869	491,978
Cash and cash equivalents at the beginning of the period	2,324,385	-	465,421	2,789,806
Cash and cash equivalents at the end of the period	2,785,494	-	496,290	3,281,784
Note 5 – Investments , net				
Held at FVIS	1,900,358	460,000	-	2,360,358
Held at FVOCI, net	14,363,936	(460,000)	-	13,903,936

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.

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
(UNAUDITED)
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026 (CONTINUED)**

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

The geopolitical situation in the MiddleEast has deteriorated significantly since 28 February 2026 and remained elevated during the third quarter of 2026, with continued uncertainty surrounding the Strait of Hormuz and disruptions to regional maritime trade and energy transportation. During September 2026, further security incidents affecting commercial shipping were reported. These developments indicate that geopolitical and supply-chain risks remained relevant throughout the third quarter, requiring continued assessment of their potential impact on the Group.

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 estimate of the reasonable and potential impact of the evolving geopolitical conditions as at the reporting date. Based on the assessment performed, the resulting impact on ECL was assessed not to be material.

Subsequent to the period ended 30 September 2026, the volatility of the ongoing geopolitical situation in Kingdom of Saudi Arabia has escalated significantly and creates a heightened level of credit risk, liquidity risk and operational risk. However, the potential financial impact of such situation is uncertain as the situation is still evolving, and therefore 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 October 2026 G (corresponding to 9 Jumada Al-Awwal, 1448AH).