Aljazira Bank 9M 2026 Preliminary Earnings Release

Aljazira Bank maintained a Strong Growth Momentum: 9M 2026 Net Income Rises 15% YoY to ﷼1,319 Million While Total Assets Grow 12% YoY to ﷼183 Billion

Riyadh, 21 October 2026

Key highlights of 9M 2026 financial results:

- Net income increased by 15% YoY to ﷼1,319 million, with return on average equity adjusted for Tier 1 Sukuk payments at 8.7%. Q3 2026 net income rose by 6% QoQ to ﷼472 million, the Bank's strongest quarterly result of the year.
- Total operating income increased by 9% YoY to ﷼3,581 million. Fee and other income comprised 30% of total operating income.
- Net margin was 2.04% in 9M 2026, broadly stable YoY. Net financing and investment income grew by 13% YoY to ﷼2,517 million.
- Operating expenses increased by 7% YoY, below the growth in total operating income, delivering positive operating jaws; the cost-to-income ratio improved to 51.78% from 52.66% in 9M 2025.
- Cost of risk was 28 bps in 9M 2026, down 1 bp YoY, as net impairment charges declined by 7% YoY. In Q3 2026, cost of risk improved to 23 bps from 41 bps in Q2 2026, reflecting sound asset quality.
- Net financing increased to ﷼123.4 billion as of end-Q3 2026, up 14% YoY and 2% QoQ, with growth balanced across commercial and consumer. Total assets grew to ﷼183.2 billion, up 12% YoY, while customers' deposits rose by 13% YoY to ﷼129.8 billion.
- Total equity grew by 8% YoY to ﷼23.4 billion, supported by organic capital generation and the successful ﷼1,464 million Tier 1 Sukuk issuance completed in H1 2026.

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

"Aljazira Bank has delivered a strong performance over the first nine months of 2026, with net income up 15% year-on-year and the third quarter increasing by18% year-on-year. These results reflect the consistent execution of our strategy – sustained growth in the financing portfolio, disciplined cost management, a continued focus on diversifying our revenues, improving the funding mix, and sound asset quality.

We continue to invest in our operating platform, digital capabilities and customer experience, building a more agile and sophisticated organization, which is enabling us to attract new customers and deepen existing relationships across our corporate, affluent and retail franchises, scaling up a business model that has proven its strength.

Our capital position remains robust, reinforced by the Tier 1 Sukuk issuance completed earlier this year. This gives us the capacity to support our clients and to capture attractive opportunities in a vibrant and resilient Saudi economy, underpinned by the continued momentum of Vision 2030.

With three quarters of the year behind us, we remain well on track to advance our ambition of becoming the bank of choice for affluent individuals, corporates and institutions. Aljazira Bank remains firmly committed to delivering sustainable long-term value to our shareholders."

Sustained earnings growth as the Bank continues to scale up its franchise, deliver excellence in client service and advance its strategic transformation

Aljazira Bank delivered a solid financial performance in 9M 2026, with net income increasing by 15% YoY to ﷼1,319 million. Net income before Zakat and income tax reached ﷼1,491 million, up 14% YoY, while return on average equity adjusted for Tier 1 Sukuk payments stood at 8.7%. Net income for Q3 2026 amounted to ﷼472 million, up 6% sequentially.

Total operating income increased by 9% YoY to ﷼3,581 million, driven by 13% growth in net financing and investment income to ﷼2,517 million, while fee and other income rose by 1% to ﷼1,065 million. Fee and other income comprised 30% of total operating income, underscoring the diversity of the Bank's revenue mix. Net margin stood at 2.04% in 9M 2026, broadly stable YoY. Operating expenses increased by 7% YoY, below the growth in total operating income, delivering positive operating jaws and an improvement in the cost-to-income ratio to 51.78% from 52.66% in 9M 2025. Net impairment charges decreased by 7% YoY to ﷼237 million, and cost of risk was 28 bps, down 1 bp YoY, reflecting sound asset quality.

In Q3 2026, net operating income rose by 4% QoQ to ﷼519 million, supported by a 2% sequential increase in net financing and investment income and a 32% lower impairment charge, with cost of risk improving to 23 bps from 41 bps in Q2 2026. The Bank's business mix remains well diversified, with all segments contributing to operating and net income.

The balance sheet continued to expand, with total assets increasing by 12% YoY and by 1% in Q3 2026 to ﷼183.2 billion. Net financing grew faster – by 14% YoY and by 2% in Q3 2026 to ﷼123.4 billion – while net investments increased by 9% YoY and by 2% in Q3 2026 to ﷼41.6 billion. Financing growth was led by the retail segment, reflecting the Bank's strong origination capabilities and its strategic focus on the affluent customer base. Customers' deposits grew by 13% YoY to ﷼129.8 billion, providing a stable funding base for continued growth.

Total equity increased by 8% YoY to ﷼23.4 billion, supported by organic capital generation and the Tier 1 Sukuk issuance completed in H1 2026, further strengthening the Bank's capital position.

Income Statement Summary

for the period ended 30 September 2026

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

Key financial ratios

for the period ended 30 September 2026

	9M 2026	9M 2025	YoY % Change	3Q 2026	2Q 2026	QoQ % Change
Net margin	2.04%	2.08%	-4 bps	2.01%	2.02%	-1 bps
Cost-to-income	51.78%	52.66%	-89 bps	51.78%	50.85%	+93 bps
Cost of risk	0.28%	0.29%	-1 bp	0.23%	0.41%	-18 bps
Return on average equity	7.78%	7.81%	-3 bps	8.05%	7.63%	+42 bps
Return on average equity adjusted for Tier 1 Sukuk payments	8.67%	9.50%	-84 bps	8.80%	9.00%	-21 bps

Balance Sheet Summary

as of 30 September 2026

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

Additional Information

Contact our Investor Relations Team:
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The full financial statements, the earnings release, and the investor and earnings presentations will be made available on our website at:
https://ir.aljazirabank.com.sa/