



BANK ALBILAD

(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025



ERNST & YOUNG PROFESSIONAL SERVICES (PROFESSIONAL LLC)
Paid-Up Capital: ٥,500,000 (Five Million Five Hundred Thousand Saudi Riyals)

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INDEPENDENT AUDITORS' REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

To the shareholders of Bank Albilad (A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying interim consolidated statement of financial position of Bank Albilad – A Saudi Joint Stock Company (“the Bank”) and its subsidiaries (collectively referred to as “the Group”) as at 30 September 2025, and the related interim consolidated statements of income and comprehensive income for the three-month and nine-month periods then ended, and the interim consolidated statements of changes in equity and cash flows for the nine-month period then ended and other explanatory notes (collectively referred to as “the interim condensed consolidated financial statements”). Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements 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 these interim condensed consolidated financial statements 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, that are 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 statements are not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

Ernst & Young Professional Services

Abdullah A. Alshenaibir
Certified Public Accountant
License No. 583

PricewaterhouseCoopers

Waleed A. Alhidiri
Certified Public Accountant
License No. 559



11 Jumada al-Ula 1447H
2 November 2025



BANK ALBILAD

(A Saudi Joint Stock Company)

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**AS AT**

		September 30, 2025 SAR'000 (Unaudited)	December 31, 2024 SAR'000 (Audited)	September 30, 2024 SAR'000 (Unaudited)
	Note			
ASSETS				
Cash and balances with Saudi Central Bank		8,522,323	11,248,481	11,780,850
Due from banks and other financial institutions, net		6,065,315	5,099,401	8,444,285
Investments, net	5	30,440,351	25,032,071	22,999,656
Financing, net	6	119,134,902	109,304,086	106,695,413
Other assets		1,010,840	1,909,913	1,501,429
Property, equipment and right of use assets, net		2,755,598	2,370,735	2,300,541
Total assets		<u>167,929,329</u>	<u>154,964,687</u>	<u>153,722,174</u>
LIABILITIES AND EQUITY				
Liabilities				
Due to banks, Saudi Central Bank and other financial institutions		6,911,116	5,492,799	4,107,860
Customers' deposits	7	129,023,135	121,776,215	122,342,311
Sukuk and term financing	8	3,145,748	3,147,121	3,050,981
Other liabilities		7,939,188	7,855,322	8,089,159
Total liabilities		<u>147,019,187</u>	<u>138,271,457</u>	<u>137,590,311</u>
Equity				
Share capital	14	15,000,000	12,500,000	12,500,000
Treasury shares		(182,054)	(210,866)	(214,685)
Statutory reserve		1,883,989	2,883,989	2,182,356
Other reserves		(170,511)	(387,077)	(136,644)
Retained earnings		1,921,110	1,869,134	1,780,967
Employees' share plan reserve		19,750	38,050	19,869
Equity attributable to the shareholders of the Bank		<u>18,472,284</u>	<u>16,693,230</u>	<u>16,131,863</u>
Tier 1 Sukuk	8	2,437,858	-	-
Total equity		<u>20,910,142</u>	<u>16,693,230</u>	<u>16,131,863</u>
Total liabilities and equity		<u>167,929,329</u>	<u>154,964,687</u>	<u>153,722,174</u>

The accompanying notes from 1 to 19 form an integral part of these interim condensed consolidated financial statements.

BANK ALBILAD

(A Saudi Joint Stock Company)

INTERIM CONSOLIDATED STATEMENT OF INCOME (UNAUDITED)

	<u>For the three-month period ended</u>		<u>For the nine-month period ended</u>	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
<u>Note</u>	<u>SAR'000</u>	<u>SAR'000</u>	<u>SAR'000</u>	<u>SAR'000</u>
INCOME:				
Income from investing and financing assets	2,321,182	2,204,564	6,762,173	6,369,486
Return on deposits and financial liabilities	(1,126,432)	(1,044,779)	(3,228,690)	(3,080,198)
Income from investing and financing assets, net	1,194,750	1,159,785	3,533,483	3,289,288
Fee and commission income	357,433	310,132	973,687	867,756
Fee and commission expenses	(157,102)	(128,319)	(410,910)	(373,595)
Fee and commission income, net	200,331	181,813	562,777	494,161
Exchange income, net	73,229	84,877	240,497	211,397
Dividend income	27,104	15,395	81,780	91,971
Gain / (loss) on FVSI Financial instruments, net	10,087	(9,140)	18,094	19,366
Other operating income	29,361	13,549	102,789	89,187
Total operating income	1,534,862	1,446,279	4,539,420	4,195,370
EXPENSES:				
Salaries and employee related expenses	377,437	370,847	1,128,518	1,071,450
Depreciation and amortization	76,769	69,471	222,945	202,994
Other general and administrative expenses	193,159	168,920	564,235	485,389
Operating expenses before expected credit losses	647,365	609,238	1,915,698	1,759,833
Impairment charge for expected credit losses, net	32,985	53,667	134,707	187,395
Total operating expenses	680,350	662,905	2,050,405	1,947,228
Net income for the period before zakat	854,512	783,374	2,489,015	2,248,142
Zakat for the period	88,015	80,688	256,369	231,559
Net income for the period after zakat	766,497	702,686	2,232,646	2,016,583
Basic and diluted earnings per share (SAR)	16	0.51	1.50	1.35

The accompanying notes from 1 to 19 form an integral part of these interim condensed consolidated financial statements.

BANK ALBILAD

(A Saudi Joint Stock Company)

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

	<u>Note</u>	<u>For the three-month period ended</u>		<u>For the nine-month period ended</u>	
		<u>September 30, 2025</u>	<u>September 30, 2024</u>	<u>September 30, 2025</u>	<u>September 30, 2024</u>
		<u>SAR'000</u>	<u>SAR'000</u>	<u>SAR'000</u>	<u>SAR'000</u>
Net income for the period after zakat		766,497	702,686	2,232,646	2,016,583
Other comprehensive income / (loss):					
Items that will not be reclassified to interim consolidated statement of income in subsequent periods					
- Net changes in fair value of FVOCI - equity instruments		(1,138)	26,144	(61,960)	4,862
- Re-measurement of employees' end of service benefits ("EOSB")		-	-	3,858	(8,363)
Items that may be reclassified to interim consolidated statement of income in subsequent periods					
- Net changes in fair value of FVOCI - debt instruments		67,811	243,450	276,866	62,287
- Impairment (charge) / reversal for expected credit losses of FVOCI - debt instruments		(1,256)	1,664	8,040	1,697
- Effective portion of change in the fair value of cash flow hedges	10	(496)	(14,829)	(10,238)	(12,835)
Total other comprehensive income for the period		64,921	256,429	216,566	47,648
Total comprehensive income for the period		831,418	959,115	2,449,212	2,064,231

The accompanying notes from 1 to 19 form an integral part of these interim condensed consolidated financial statements.

BANK ALBILAD

(A Saudi Joint Stock Company)

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2025 (UNAUDITED)**

		2025 (SAR' 000)									
	Note	Share capital	Treasury shares	Statutory reserve	Other reserves	Retained earnings	Employees' share plan reserve	Equity attributable to the shareholders	Tier 1 sukuk	Total equity	
Balance at the beginning of the period		12,500,000	(210,866)	2,883,989	(387,077)	1,869,134	38,050	16,693,230	-	16,693,230	
Net changes in fair value of FVOCI - equity instruments					(61,960)			(61,960)		(61,960)	
Re-measurement of employees' end of service benefits ("EOSB")					3,858			3,858		3,858	
Net changes in fair value of FVOCI - debt instruments					276,866			276,866		276,866	
Impairment reversal for expected credit losses of FVOCI - debt instruments					8,040			8,040		8,040	
Effective portion of change in fair value of cash flow hedge					(10,238)			(10,238)		(10,238)	
Total other comprehensive income for the period					216,566			216,566		216,566	
Net income for the period after zakat						2,232,646		2,232,646		2,232,646	
Total comprehensive income for the period					216,566	2,232,646		2,449,212		2,449,212	
Movement in treasury shares			28,812					28,812		28,812	
Employees' share plan reserve							(18,300)	(18,300)		(18,300)	
Interim cash dividend paid for the year 2025		15				(675,000)		(675,000)		(675,000)	
Tier 1 Sukuk issued		8							2,437,858	2,437,858	
Tier 1 Sukuk costs						(5,670)		(5,670)		(5,670)	
Issuance of bonus shares		14	2,500,000	(1,000,000)		(1,500,000)		-		-	
Balance at the end of the period			15,000,000	(182,054)	1,883,989	(170,511)	1,921,110	19,750	18,472,284	2,437,858	20,910,142

The accompanying notes from 1 to 19 form an integral part of these interim condensed consolidated financial statements.

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INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2024 (UNAUDITED)**

		2024 (SAR' 000)								
	Note	Share capital	Treasury shares	Statutory reserve	Other reserves	Retained earnings	Employees' share plan reserve	Equity attributable to the shareholders	Tier 1 sukuk	Total equity
Balance at the beginning of the period		10,000,000	(148,493)	2,182,356	(166,337)	3,371,429	19,155	15,258,110	-	15,258,110
Net changes in fair value of FVOCI - equity instruments					4,862			4,862		4,862
Re-measurement of employees' end of service benefits ("EOSB")					(8,363)			(8,363)		(8,363)
Net changes in fair value of FVOCI - debt instruments					62,287			62,287		62,287
Impairment reversal for expected credit losses of FVOCI - debt instruments					1,697			1,697		1,697
Effective portion of change in fair value of cash flow hedge					(12,835)			(12,835)		(12,835)
Total other comprehensive income for the period					47,648			47,648		47,648
Net income for the period after zakat						2,016,583		2,016,583		2,016,583
Total comprehensive income for the period					47,648	2,016,583		2,064,231		2,064,231
Realized gain from sale of FVOCI - equity instruments					(17,955)	17,955		-		-
Movement in treasury shares			(66,192)					(66,192)		(66,192)
Employees' share plan reserve							714	714		714
Final cash dividend paid for the year 2023	15					(500,000)		(500,000)		(500,000)
Interim cash dividend paid for the year 2024	15					(625,000)		(625,000)		(625,000)
Issuance of bonus shares	14	2,500,000				(2,500,000)		-		-
Balance at the end of the period		12,500,000	(214,685)	2,182,356	(136,644)	1,780,967	19,869	16,131,863	-	16,131,863

The accompanying notes from 1 to 19 form an integral part of these interim condensed consolidated financial statements.

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INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2025 AND 2024 (UNAUDITED)**

	<u>Note</u>	2025 SAR'000	2024 SAR'000
OPERATING ACTIVITIES			
Net income for the period before zakat		2,489,015	2,248,142
Adjustments to reconcile net income to net cash generated from / (used in) operating activities:			
Return on sukuk		159,724	179,503
Gain on FVSI Financial instruments, net		(18,094)	(19,366)
Gain on disposal of property and equipment		-	(167)
Finance charges on lease liabilities		11,271	8,651
Depreciation and amortization		222,945	202,994
Impairment charge for expected credit losses, net		134,707	187,395
Employees' share plan reserve		(18,300)	714
Net (increase) / decrease in operating assets:			
Statutory deposit with Saudi Central Bank		(175,660)	(287,528)
Due from banks and other financial institutions maturing after ninety days from the date of acquisition		(93,773)	470,796
Investments held as amortized cost maturing after ninety days from the date of acquisition		844,619	1,064,086
Financing, net		(9,955,824)	(4,801,736)
Other assets		903,744	133,255
Net increase / (decrease) in operating liabilities:			
Due to banks, Saudi Central Bank and other financial institutions		1,418,317	(166,048)
Customers' deposits		7,246,920	9,511,066
Other liabilities		(314,660)	206,938
Net cash generated from operating activities		2,854,951	8,938,695
INVESTING ACTIVITIES			
Purchase of investments held as FVOCI		(6,146,655)	(1,195,117)
Proceeds from sale of investments held as FVOCI		1,107,301	354,787
Proceeds from sale / (purchase) of investments held as FVSI		113,488	(12,610)
Purchase of investments held as amortized cost		(1,096,984)	(1,043,679)
Purchase of property and equipment		(400,415)	(327,040)
Proceeds from sale of property and equipment		-	167
Net cash used in investing activities		(6,423,265)	(2,223,492)
FINANCING ACTIVITIES			
Sukuk return paid		(161,097)	(180,135)
Issuance of sukuk	8	2,437,858	-
Tier 1 Sukuk costs		(5,670)	-
Movement in treasury shares		28,812	(66,192)
Dividends paid	15	(675,000)	(1,125,000)
Payment of finance charges on lease liabilities		(11,271)	(8,651)
Principal payment of lease liabilities		(74,995)	(80,014)
Net cash from / (used in) financing activities		1,538,637	(1,459,992)
Net (decrease) / increase in cash and cash equivalents		(2,029,677)	5,255,211
Cash and cash equivalents at the beginning of the period		8,727,034	6,869,477
Cash and cash equivalents at the end of the period	11	6,697,357	12,124,688
Supplemental information			
Income received from investing and financing assets during the period		6,615,742	6,528,492
Return paid on deposits and financial liabilities during the period		3,202,389	3,079,134
Effective portion of change in fair value of cash flow hedge		(10,238)	(12,835)

The accompanying notes from 1 to 19 form an integral part of these interim condensed consolidated financial statements.

BANK ALBILAD

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2025 (UNAUDITED)

1. GENERAL

a) Incorporation and operation

Bank Albilad (“the Bank”), a Saudi Joint Stock Company incorporated in the Kingdom of Saudi Arabia, was formed and licensed pursuant to Royal Decree No. M/48 dated Ramadan 21, 1425 (corresponding to November 4, 2004) in accordance with the Counsel of Ministers’ resolution no. 258 dated Ramadan 18, 1425 (corresponding to November 1, 2004). The Bank operates under Commercial Registration No 1010208295 (Unified Identification No 7001473102) dated Rabi Al Awal 10, 1426H (corresponding to April 19, 2005) and the Bank provides these services through 107 banking branches (September 30, 2024: 107) in the Kingdom of Saudi Arabia.

The registered address of the Bank's head office is as follows:

Bank Albilad
P.O. Box 140
Riyadh 11411
Kingdom of Saudi Arabia

The Group’s objective is to provide full range of banking services and conduct financing and investing activities through various Islamic instruments. The activities of the Bank are conducted in compliance with the Shariah Committee resolutions and directions and within the provisions of the Bank’s By-laws and the Banking Control Law.

These interim condensed consolidated financial statements comprise the financial statements of the Bank and its subsidiaries, “Albilad Investment Company”, “Albilad Real Estate Company”, “Enjaz Payment Services Company” and “Financial Solutions Company for Investments” (collectively referred to as “the Group”). Albilad Investment Company, Albilad Real Estate Company, Enjaz Payment Services Company and Financial Solutions Company for Investments are directly or indirectly 100% owned by the Bank. All subsidiaries are registered and operating in the Kingdom of Saudi Arabia.

b) Sharia Committee

The Bank has established a Shariah Committee (“the Committee”). It ascertains that all the Bank’s activities are subject to its approval and control.

2. BASIS OF PREPARATION

The interim condensed consolidated financial statements of the Group as at and for the nine-month period ended September 30, 2025, have 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 that are endorsed by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”) and Banking Control Law and the applicable provisions of Regulations for Companies in the Kingdom of Saudi Arabia. The interim condensed consolidated financial statements do not include all information and disclosures required in the annual financial statements and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended December 31, 2024.

BANK ALBILAD

(A Saudi Joint Stock Company)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2025 (UNAUDITED)****2. BASIS OF PREPARATION (continued)**

The consolidated financial statements of the Group as at and for the year ended December 31, 2024, were prepared in accordance with International Financial Reporting Standards (“IFRS”) as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by SOCPA and Banking Control Law and the applicable provisions of Regulations for Companies in the Kingdom of Saudi Arabia. The interim condensed consolidated financial statements are expressed in Saudi Arabian Riyals (SAR) and amounts are rounded to the nearest thousand except where otherwise stated and the functional currency of the Bank is Saudi Riyal except where otherwise stated in the notes to the financial information.

The preparation of interim condensed consolidated financial statements 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 these interim condensed consolidated financial statements, 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 for the year ended December 31, 2024, except as disclosed below in note 3.

3. IMPACT OF CHANGES IN ACCOUNTING POLICIES DUE TO ADOPTION OF NEW STANDARDS

The accounting policies used in the preparation of these interim condensed consolidated financial statements are consistent with those used in the preparation of the Group’s annual consolidated financial statements for the year ended December 31, 2024, except for the adoption of new standards effective as of January 1, 2025.

New standards, interpretations and amendments adopted by the Group

The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. Several amendments apply for the first time in 2025, but do not have an impact on the interim condensed consolidated financial statements of the Group:

Standard, interpretation or amendments	Description	Effective date
Amendment to IAS 21 – Lack of exchangeability	IASB amended IAS 21 to add requirements to help in determining whether a currency is exchangeable into another currency, and the spot exchange rate to use when it is not exchangeable. Amendment set out a framework under which the spot exchange rate at the measurement date could be determined using an observable exchange rate without adjustment or another estimation technique.	January 1, 2025

Accounting standards issued but not yet effective

The International Accounting Standard Board (IASB) has issued following accounting standards, amendments, which are effective from periods on or after January 1, 2026. The Group did not opt for early adoption of these pronouncements.

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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2025 (UNAUDITED)****3. IMPACT OF CHANGES IN ACCOUNTING POLICIES DUE TO ADOPTION OF NEW STANDARDS
(continued)**

Standard, interpretation or 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
Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures	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 recognized and derecognized and to provide an exception for certain financial liabilities settled using an electronic payment system.	January 1, 2026
Amendments to IFRS 9 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.	January 1, 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.	January 1, 2026
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.	January 1, 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.	January 1, 2027

4. MATERIAL ACCOUNTING POLICIES AND ESTIMATES

The material accounting policies, estimates and assumptions used in the preparation of these interim condensed consolidated financial statements are consistent with those used in the preparation of the annual consolidated financial statements for the year ended December 31, 2024.

BANK ALBILAD

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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2025 (UNAUDITED)****5. INVESTMENTS, NET****a. Investments comprise the following:**

<u>SAR' 000</u>	September 30, 2025 (Unaudited)		
	Domestic	International	Total
Fair value through other comprehensive income (FVOCI)			
Equities	859,563	-	859,563
Sukuk	12,575,877	589,159	13,165,036
	<u>13,435,440</u>	<u>589,159</u>	<u>14,024,599</u>
Fair value through statement of income (FVSI)			
Mutual funds	399,229	511,966	911,195
Equities	76,657	38,975	115,632
	<u>475,886</u>	<u>550,941</u>	<u>1,026,827</u>
Amortized cost			
Bei-Ajel with Saudi Central Bank	307,321	-	307,321
Sukuk	12,190,684	2,890,920	15,081,604
	<u>12,498,005</u>	<u>2,890,920</u>	<u>15,388,925</u>
Total	<u>26,409,331</u>	<u>4,031,020</u>	<u>30,440,351</u>
December 31, 2024 (Audited)			
<u>SAR' 000</u>	Domestic	International	Total
Fair value through other comprehensive income (FVOCI)			
Equities	578,871	-	578,871
Sukuk	7,990,313	193,115	8,183,428
	<u>8,569,184</u>	<u>193,115</u>	<u>8,762,299</u>
Fair value through statement of income (FVSI)			
Mutual funds	505,477	518,479	1,023,956
Equities	52,378	45,887	98,265
	<u>557,855</u>	<u>564,366</u>	<u>1,122,221</u>
Amortized cost			
Bei-Ajel with Saudi Central Bank	1,151,940	-	1,151,940
Sukuk	11,124,421	2,871,190	13,995,611
	<u>12,276,361</u>	<u>2,871,190</u>	<u>15,147,551</u>
Total	<u>21,403,400</u>	<u>3,628,671</u>	<u>25,032,071</u>

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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2025 (UNAUDITED)****5. INVESTMENTS, NET (continued)**

SAR' 000	September 30, 2024 (Unaudited)		
	Domestic	International	Total
Fair value through other comprehensive income (FVOCI)			
Equities	475,821	-	475,821
Sukuk	6,931,464	195,486	7,126,950
	7,407,285	195,486	7,602,771
Fair value through statement of income (FVSI)			
Mutual funds	501,911	517,743	1,019,654
Equities	51,001	23,203	74,204
	552,912	540,946	1,093,858
Amortized cost			
Bei-Ajel with Saudi Central Bank	868,476	-	868,476
Sukuk	10,819,445	2,615,106	13,434,551
	11,687,921	2,615,106	14,303,027
Total	19,648,118	3,351,538	22,999,656

b. The analysis of investments by counterparty is as follows:

	September 30, 2025 SAR' 000 (Unaudited)	December 31, 2024 SAR' 000 (Audited)	September 30, 2024 SAR' 000 (Unaudited)
Government and quasi government	17,771,893	15,331,874	14,495,976
Corporate and banks	12,668,458	9,700,197	8,503,680
Total	30,440,351	25,032,071	22,999,656

The following tables further explains changes in gross exposure amount for investments carried at amortized cost to help explain their significance to the changes in the loss allowance for the same portfolio:

September 30, 2025 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2025	15,168,822	-	-	15,168,822
Net change for the period	243,397	-	-	243,397
Gross exposure amount as at September 30, 2025	15,412,219	-	-	15,412,219
December 31, 2024 (Audited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2024	14,344,154	-	-	14,344,154
Net change for the year	824,668	-	-	824,668
Gross exposure amount as at December 31, 2024	15,168,822	-	-	15,168,822

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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2025 (UNAUDITED)****5. INVESTMENTS, NET (continued)**

September 30, 2024 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2024	14,344,154	-	-	14,344,154
Net change for the period	(23,187)	-	-	(23,187)
Gross exposure amount as at September 30, 2024	14,320,967	-	-	14,320,967

The analysis of changes in loss allowance for expected credit losses for investments carried at amortized cost, is as follows:

September 30, 2025 (Unaudited) SAR' 000	Stage 1 (12- month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Expected credit loss allowance as at January 1, 2025	21,271	-	-	21,271
Net charge for the period	2,023	-	-	2,023
Expected credit loss allowance as at September 30, 2025	23,294	-	-	23,294

December 31, 2024 (Audited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Expected credit loss allowance as at January 1, 2024	19,713	-	-	19,713
Net charge for the year	1,558	-	-	1,558
Expected credit loss allowance as at December 31, 2024	21,271	-	-	21,271

September 30, 2024 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Expected credit loss allowance as at January 1, 2024	19,713	-	-	19,713
Net reversal for the period	(1,773)	-	-	(1,773)
Expected credit loss allowance as at September 30, 2024	17,940	-	-	17,940

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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2025 (UNAUDITED)****6. FINANCING, NET****September 30, 2025 (Unaudited)****SAR' 000**

	Commercial	Retail	Total
Performing financing	63,169,131	57,179,514	120,348,645
Non-performing financing	685,750	473,987	1,159,737
Gross financing	63,854,881	57,653,501	121,508,382
Allowance for expected credit losses	(1,602,838)	(770,642)	(2,373,480)
Financing, net	62,252,043	56,882,859	119,134,902

December 31, 2024 (Audited)

SAR' 000

	Commercial	Retail	Total
Performing financing	58,012,977	52,599,477	110,612,454
Non-performing financing	807,655	522,177	1,329,832
Gross financing	58,820,632	53,121,654	111,942,286
Allowance for expected credit losses	(1,973,954)	(664,246)	(2,638,200)
Financing, net	56,846,678	52,457,408	109,304,086

September 30, 2024 (Unaudited)

SAR' 000

	Commercial	Retail	Total
Performing financing	55,380,977	52,718,969	108,099,946
Non-performing financing	873,477	490,520	1,363,997
Gross financing	56,254,454	53,209,489	109,463,943
Allowance for expected credit losses	(2,084,712)	(683,818)	(2,768,530)
Financing, net	54,169,742	52,525,671	106,695,413

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FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2025 (UNAUDITED)****6. FINANCING, NET (continued)**

The following tables further explains changes in gross exposure amount for financing portfolio to help explain their significance to the changes in the loss allowance for the same portfolio:

Commercial September 30, 2025 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2025	50,134,530	7,878,447	807,655	58,820,632
Transfers to stage 1	352,197	(352,197)	-	-
Transfers to stage 2	(1,887,555)	1,887,555	-	-
Transfers to stage 3	(178,130)	(71,556)	249,686	-
Net change for the period	7,509,986	(2,104,147)	(65,795)	5,340,044
Write-offs	-	-	(305,795)	(305,795)
Gross exposure amount as at September 30, 2025	55,931,028	7,238,102	685,751	63,854,881

Commercial December 31, 2024 (Audited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2024	45,092,129	8,087,412	1,044,658	54,224,199
Transfers to stage 1	418,333	(418,333)	-	-
Transfers to stage 2	(1,029,059)	1,029,059	-	-
Transfers to stage 3	(16,853)	(100,171)	117,024	-
Net change for the year	5,669,980	(719,520)	(82,321)	4,868,139
Write-offs	-	-	(271,706)	(271,706)
Gross exposure amount as at December 31, 2024	50,134,530	7,878,447	807,655	58,820,632

Commercial September 30, 2024 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2024	45,092,129	8,087,412	1,044,658	54,224,199
Transfers to stage 1	27,493	(27,493)	-	-
Transfers to stage 2	(1,331,045)	1,331,045	-	-
Transfers to stage 3	(9,950)	(100,763)	110,713	-
Net change for the period	1,992,522	319,627	(27,442)	2,284,707
Write-offs	-	-	(254,452)	(254,452)
Gross exposure amount as at September 30, 2024	45,771,149	9,609,828	873,477	56,254,454

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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2025 (UNAUDITED)****6. FINANCING, NET (continued)**

Retail September 30, 2025 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2025	51,926,573	672,904	522,177	53,121,654
Transfers to stage 1	266,122	(225,010)	(41,112)	-
Transfers to stage 2	(441,763)	462,759	(20,996)	-
Transfers to stage 3	(115,418)	(117,739)	233,157	-
Net change for the period	4,618,952	(18,518)	15,346	4,615,780
Write-offs	-	-	(83,933)	(83,933)
Gross exposure amount as at September 30, 2025	56,254,466	774,396	624,639	57,653,501

Retail December 31, 2024 (Audited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2024	49,940,140	423,284	388,303	50,751,727
Transfers to stage 1	166,016	(121,954)	(44,062)	-
Transfers to stage 2	(441,311)	449,636	(8,325)	-
Transfers to stage 3	(152,797)	(100,940)	253,737	-
Net change for the year	2,414,525	22,878	38,423	2,475,826
Write-offs	-	-	(105,899)	(105,899)
Gross exposure amount as at December 31, 2024	51,926,573	672,904	522,177	53,121,654

Retail September 30, 2024 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2024	49,940,140	423,284	388,303	50,751,727
Transfers to stage 1	147,352	(107,855)	(39,497)	-
Transfers to stage 2	(485,740)	490,209	(4,469)	-
Transfers to stage 3	(106,841)	(98,893)	205,734	-
Net change for the period	2,485,308	32,005	11,722	2,529,035
Write-offs	-	-	(71,273)	(71,273)
Gross exposure amount as at September 30, 2024	51,980,219	738,750	490,520	53,209,489

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Total September 30, 2025 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2025	102,061,103	8,551,351	1,329,832	111,942,286
Transfers to stage 1	618,319	(577,207)	(41,112)	-
Transfers to stage 2	(2,329,318)	2,350,314	(20,996)	-
Transfers to stage 3	(293,548)	(189,295)	482,843	-
Net change for the period	12,128,938	(2,122,665)	(50,449)	9,955,824
Write-offs	-	-	(389,728)	(389,728)
Gross exposure amount as at September 30, 2025	112,185,494	8,012,498	1,310,390	121,508,382
Total December 31, 2024 (Audited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2024	95,032,269	8,510,696	1,432,961	104,975,926
Transfers to stage 1	584,349	(540,287)	(44,062)	-
Transfers to stage 2	(1,470,370)	1,478,695	(8,325)	-
Transfers to stage 3	(169,650)	(201,111)	370,761	-
Net change for the year	8,084,505	(696,642)	(43,898)	7,343,965
Write-offs	-	-	(377,605)	(377,605)
Gross exposure amount as at December 31, 2024	102,061,103	8,551,351	1,329,832	111,942,286
Total September 30, 2024 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2024	95,032,269	8,510,696	1,432,961	104,975,926
Transfers to stage 1	174,845	(135,348)	(39,497)	-
Transfers to stage 2	(1,816,785)	1,821,254	(4,469)	-
Transfers to stage 3	(116,791)	(199,656)	316,447	-
Net change for the period	4,477,830	351,632	(15,720)	4,813,742
Write-offs	-	-	(325,725)	(325,725)
Gross exposure amount as at September 30, 2024	97,751,368	10,348,578	1,363,997	109,463,943

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FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2025 (UNAUDITED)****6. FINANCING, NET (continued)**

The analysis of changes in expected credit loss allowance is as follows:

Commercial September 30, 2025 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Expected credit loss allowance as at January 1, 2025	166,171	1,174,654	633,129	1,973,954
Transfers to stage 1	1,401	(1,401)	-	-
Transfers to stage 2	(38,180)	38,180	-	-
Transfers to stage 3	(177,955)	(67,552)	245,507	-
Net charge / (reversal) for the period	237,682	(330,337)	27,334	(65,321)
Write-offs	-	-	(305,795)	(305,795)
Expected credit loss allowance as at September 30, 2025	189,119	813,544	600,175	1,602,838
Commercial December 31, 2024 (Audited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Expected credit loss allowance as at January 1, 2024	168,955	1,342,576	797,735	2,309,266
Transfers to stage 1	394	(394)	-	-
Transfers to stage 2	(45,705)	45,705	-	-
Transfers to stage 3	(10,357)	(51,449)	61,806	-
Net charge / (reversal) for the year	52,884	(161,784)	45,294	(63,606)
Write-offs	-	-	(271,706)	(271,706)
Expected credit loss allowance as at December 31, 2024	166,171	1,174,654	633,129	1,973,954
Commercial September 30, 2024 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Expected credit loss allowance as at January 1, 2024	168,955	1,342,576	797,735	2,309,266
Transfers to stage 1	33	(33)	-	-
Transfers to stage 2	(49,874)	49,874	-	-
Transfers to stage 3	(6,436)	(52,262)	58,698	-
Net charge / (reversal) for the period	34,724	21,389	(26,215)	29,898
Write-offs	-	-	(254,452)	(254,452)
Expected credit loss allowance as at September 30, 2024	147,402	1,361,544	575,766	2,084,712

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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2025 (UNAUDITED)****6. FINANCING, NET (continued)**

Retail	Stage 1	Stage 2	Stage 3	
September 30, 2025 (Unaudited)	(12-month	(Lifetime	(Lifetime	
SAR' 000	ECL)	ECL not	ECL	Total
		credit	credit	
		impaired)	impaired)	
Expected credit loss allowance as at January 1, 2025	148,107	105,446	410,693	664,246
Transfers to stage 1	1,559	(1,384)	(175)	-
Transfers to stage 2	(62,575)	67,383	(4,808)	-
Transfers to stage 3	(88,318)	(91,369)	179,687	-
Net charge / (reversal) for the period	156,958	44,394	(11,023)	190,329
Write-offs	-	-	(83,933)	(83,933)
Expected credit loss allowance as at September 30, 2025	155,731	124,470	490,441	770,642
Retail	Stage 1	Stage 2	Stage 3	
December 31, 2024 (Audited)	(12-month	(Lifetime	(Lifetime	
SAR' 000	ECL)	ECL not	ECL credit	Total
		credit	impaired)	
		impaired)	impaired)	
Expected credit loss allowance as at January 1, 2024	175,430	113,995	297,170	586,595
Transfers to stage 1	1,046	(763)	(283)	-
Transfers to stage 2	(66,067)	67,844	(1,777)	-
Transfers to stage 3	(111,436)	(73,790)	185,226	-
Net charge / (reversal) for the year	149,134	(1,840)	36,256	183,550
Write-offs	-	-	(105,899)	(105,899)
Expected credit loss allowance as at December 31, 2024	148,107	105,446	410,693	664,246
Retail	Stage 1	Stage 2	Stage 3	
September 30, 2024 (Unaudited)	(12-month	(Lifetime	(Lifetime	
SAR' 000	ECL)	ECL not	ECL credit	Total
		credit	impaired)	
		impaired)	impaired)	
Expected credit loss allowance as at January 1, 2024	175,430	113,995	297,170	586,595
Transfers to stage 1	897	(694)	(203)	-
Transfers to stage 2	(77,346)	77,891	(545)	-
Transfers to stage 3	(66,271)	(68,196)	134,467	-
Net charge for the period	148,279	3,638	16,579	168,496
Write-offs	-	-	(71,273)	(71,273)
Expected credit loss allowance as at September 30, 2024	180,989	126,634	376,195	683,818

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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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Total September 30, 2025 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Expected credit loss allowance as at January 1, 2025	314,278	1,280,100	1,043,822	2,638,200
Transfers to stage 1	2,960	(2,785)	(175)	-
Transfers to stage 2	(100,755)	105,563	(4,808)	-
Transfers to stage 3	(266,273)	(158,921)	425,194	-
Net charge / (reversal) for the period	394,640	(285,943)	16,311	125,008
Write-offs	-	-	(389,728)	(389,728)
Expected credit loss allowance as at September 30, 2025	344,850	938,014	1,090,616	2,373,480

Total December 31, 2024 (Audited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Expected credit loss allowance as at January 1, 2024	344,385	1,456,571	1,094,905	2,895,861
Transfers to stage 1	1,440	(1,157)	(283)	-
Transfers to stage 2	(111,772)	113,549	(1,777)	-
Transfers to stage 3	(121,793)	(125,239)	247,032	-
Net charge / (reversal) for the year	202,018	(163,624)	81,550	119,944
Write-offs	-	-	(377,605)	(377,605)
Expected credit loss allowance as at December 31, 2024	314,278	1,280,100	1,043,822	2,638,200

Total September 30, 2024 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Expected credit loss allowance as at January 1, 2024	344,385	1,456,571	1,094,905	2,895,861
Transfers to stage 1	930	(727)	(203)	-
Transfers to stage 2	(127,220)	127,765	(545)	-
Transfers to stage 3	(72,707)	(120,458)	193,165	-
Net charge / (reversal) for the period	183,003	25,027	(9,636)	198,394
Write-offs	-	-	(325,725)	(325,725)
Expected credit loss allowance as at September 30, 2024	328,391	1,488,178	951,961	2,768,530

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Customers' deposits comprise of the following:

	September 30, 2025	December 31, 2024	September 30, 2024
	SAR'000	SAR'000	SAR'000
	(Unaudited)	(Audited)	(Unaudited)
Demand	45,071,547	43,177,327	43,614,323
Direct investment	43,223,304	44,573,389	43,690,429
Albilad account (Mudarabah)	36,761,495	30,174,831	31,874,664
Others	3,966,789	3,850,668	3,162,895
Total	129,023,135	121,776,215	122,342,311

8. SUKUK AND TERM FINANCING

Sukuk and term financing comprises of:

	September 30, 2025	December 31, 2024	September 30, 2024
	SAR' 000	SAR' 000	SAR' 000
	(Unaudited)	(Audited)	(Unaudited)
Tier 2 Sukuk	3,045,748	3,047,121	3,050,981
Term financing	100,000	100,000	-
Total	3,145,748	3,147,121	3,050,981

On April 15, 2021, the Bank issued 3,000 Tier 2 Sukuk Certificates (Sukuk) of SAR 1 million each which are payable quarterly each year until April 15, 2031. The Bank has a call option which can be exercised on or after April 15, 2026 as per the terms mentioned in the related offering circular. The expected profit distribution on the sukuk is the base rate for three-month in addition to a profit margin of 1.65% per annum. The Bank has not defaulted on any of payments (profit / principal) due during the current and prior period.

On May 22, 2025, the Bank successfully completed the issuance of a USD 650 million (SAR 2,438 million) USD-denominated Additional Tier 1 Sukuk. This issuance forms part of the Bank's USD 2 billion Additional Tier 1 Capital Sukuk Programme and was executed through a private placement in both Kingdom of Saudi Arabia and international markets. This arrangement was approved by the regulatory authorities and the Board of Directors of the Bank. The Sukuk carries a return rate of 6.5% per annum and is classified as a perpetual security, with no fixed or contractual maturity date.

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FOR THE NINE MONTH-PERIOD ENDED SEPTEMBER 30, 2025 (UNAUDITED)****9. COMMITMENTS AND CONTINGENCIES**

a) The Group's credit related commitments and contingencies are as follows:

	September 30, 2025 SAR' 000 (Unaudited)	December 31, 2024 SAR' 000 (Audited)	September 30, 2024 SAR' 000 (Unaudited)
Letters of guarantee	13,803,205	15,447,178	14,634,280
Letters of credit	2,225,634	1,785,736	1,725,194
Acceptances	916,987	888,065	467,968
Irrevocable commitments to extend credit	1,617,085	1,839,320	1,839,783
Total	18,562,911	19,960,299	18,667,225

The following tables further explains changes in gross exposure amount for commitments and contingencies:

September 30, 2025 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2025	18,969,418	819,485	171,396	19,960,299
Transfers to stage 1	212,776	(212,776)	-	-
Transfers to stage 2	(579,387)	579,387	-	-
Transfers to stage 3	(37,560)	(18,628)	56,188	-
Net change for the period	(1,623,889)	255,141	(28,640)	(1,397,388)
Gross exposure amount as at September 30, 2025	16,941,358	1,422,609	198,944	18,562,911

December 31, 2024 (Audited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2024	17,400,550	1,252,202	238,927	18,891,679
Transfers to stage 1	152,028	(152,028)	-	-
Transfers to stage 2	(131,137)	131,137	-	-
Transfers to stage 3	-	(35,634)	35,634	-
Net change for the year	1,547,977	(376,192)	(103,165)	1,068,620
Gross exposure amount as at December 31, 2024	18,969,418	819,485	171,396	19,960,299

September 30, 2024 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Gross exposure amount as at January 1, 2024	17,400,550	1,252,202	238,927	18,891,679
Transfers to stage 1	102,481	(102,481)	-	-
Transfers to stage 2	(214,808)	214,808	-	-
Transfers to stage 3	-	(35,815)	35,815	-
Net change for the period	187,292	(308,581)	(103,165)	(224,454)
Gross exposure amount as at September 30, 2024	17,475,515	1,020,133	171,577	18,667,225

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The analysis of changes in expected credit loss allowance is as follows:

September 30, 2025 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Expected credit loss allowance as at January 1, 2025	41,867	14,243	72,578	128,688
Transfers to stage 1	-	-	-	-
Transfers to stage 2	(11,096)	11,096	-	-
Transfers to stage 3	(18,500)	(4,350)	22,850	-
Net charge / (reversal) for the period	17,132	5,748	(19,501)	3,379
Expected credit loss allowance as at September 30, 2025	29,403	26,737	75,927	132,067

December 31, 2024 (Audited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Expected credit loss allowance as at January 1, 2024	58,018	12,600	65,329	135,947
Transfers to stage 1	377	(377)	-	-
Transfers to stage 2	(439)	439	-	-
Transfers to stage 3	-	(10,344)	10,344	-
Net (reversal) / charge for the year	(16,089)	11,925	(3,095)	(7,259)
Expected credit loss allowance as at December 31, 2024	41,867	14,243	72,578	128,688

September 30, 2024 (Unaudited) SAR' 000	Stage 1 (12-month ECL)	Stage 2 (Lifetime ECL not credit impaired)	Stage 3 (Lifetime ECL credit impaired)	Total
Expected credit loss allowance as at January 1, 2024	58,018	12,600	65,329	135,947
Transfers to stage 1	14	(14)	-	-
Transfers to stage 2	(50)	50	-	-
Transfers to stage 3	-	(10,325)	10,325	-
Net (reversal) / charge for the period	(12,112)	3,301	(3,195)	(12,006)
Expected credit loss allowance as at September 30, 2024	45,870	5,612	72,459	123,941

- b) 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 December 31, 2024.

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The tables below summarize the positive and negative fair values of derivative financial instruments, together with the notional amounts, effective and ineffective portion of change in the fair value of cash flow hedges. The notional amounts, which provide an indication of the volumes of the transactions outstanding at the period-end, do not necessarily reflect the amounts of future cash flows involved. These notional amounts, therefore, are neither indicative of the Bank's exposure to credit risk, which is generally limited to the positive fair value of the derivatives, nor market risk.

September 30, 2025 (Unaudited) SAR in '000'	Positive fair value	Negative fair value	Notional amount Total	Effective portion of change in the fair value of cash flow hedges	Ineffective portion of change in the fair value of cash flow hedges
Held for trading:					
Profit rate swaps	19,122	(16,719)	2,034,773	-	-
Forward foreign exchange contracts	3,458	(2,455)	2,526,978	-	-
Held as cash flow hedges:					
Profit rate swaps	-	(12,306)	600,000	(10,238)	-
Total	22,580	(31,480)	5,161,751	(10,238)	-

December 31, 2024 (Audited) SAR in '000'	Positive fair value	Negative fair value	Notional amount Total	Effective portion of change in the fair value of cash flow hedges	Ineffective portion of change in the fair value of cash flow hedges
Held for trading:					
Profit rate swaps	21,080	(19,565)	1,162,442	-	-
Forward foreign exchange contracts	2,988	(3,749)	2,400,999	-	-
Held as cash flow hedges:					
Profit rate swaps	411	(2,479)	600,000	2,564	-
Total	24,479	(25,793)	4,163,441	2,564	-

September 30, 2024 (Unaudited) SAR in '000'	Positive fair value	Negative fair value	Notional amount Total	Effective portion of change in the fair value of cash flow hedges	Ineffective portion of change in the fair value of cash flow hedges
Held for trading:					
Profit rate swaps	12,692	(11,201)	1,231,749	-	-
Forward foreign exchange contracts	3,113	(1,492)	3,272,706	-	-
Held as cash flow hedges:					
Profit rate swaps	-	(17,467)	600,000	(12,835)	-
Total	15,805	(30,160)	5,104,455	(12,835)	-

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

	September 30, 2025 SAR' 000 (Unaudited)	December 31, 2024 SAR' 000 (Audited)	September 30, 2024 SAR' 000 (Unaudited)
Cash and balances with Saudi Central Bank (excluding statutory deposit)	2,334,398	5,236,216	6,045,563
Due from banks and other financial institutions (maturing within ninety days from acquisition)	4,362,959	3,490,818	6,079,125
Total	6,697,357	8,727,034	12,124,688

12. 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 to sell the asset or transfer the liability takes place either:

- In the accessible principal market for the asset or liability; or
- In the absence of a principal market, in the most advantageous accessible market for the asset or liability.

The fair values of on-balance sheet financial instruments are not significantly different from their carrying amounts included in the interim condensed consolidated financial statements.

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 prices in active markets for the same or identical instrument that an entity can access at the measurement date;

Level 2: quoted prices in active markets for similar assets and liabilities or other valuation techniques for which all significant inputs are based on observable market data; and

Level 3: valuation techniques for which any significant input is not based on observable market data.

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The following table shows the carrying amount and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value:

		Fair value			
	Carrying value	Level 1	Level 2	Level 3	Total
SAR' 000					
September 30, 2025 (Unaudited)					
Financial assets measured at fair value					
Held as FVSI mutual funds	911,195	72,941	838,254	-	911,195
Held as FVSI equity instruments	115,632	115,632	-	-	115,632
Held as FVOCI equity instruments	859,563	696,558	-	163,005	859,563
Held as FVOCI debt instruments	13,165,036	12,647,339	517,697	-	13,165,036
Financial assets not measured at fair value					
Due from banks and other financial institutions, net	6,065,315	-	-	6,065,315	6,065,315
Investments held at amortized cost	15,388,925	10,509,219	4,321,961	-	14,831,180
Financing, net	119,134,902	-	-	119,383,363	119,383,363
		Fair value			
	Carrying value	Level 1	Level 2	Level 3	Total
SAR' 000					
December 31, 2024 (Audited)					
Financial assets measured at fair value					
Held as FVSI mutual funds	1,023,956	102,090	921,866	-	1,023,956
Held as FVSI equity instruments	98,265	98,265	-	-	98,265
Held as FVOCI equity instruments	578,871	417,931	-	160,940	578,871
Held as FVOCI debt instruments	8,183,428	7,670,703	512,725	-	8,183,428
Financial assets not measured at fair value					
Due from banks and other financial institutions, net	5,099,401	-	-	5,099,401	5,099,401
Investments held at amortized cost	15,147,551	9,964,509	4,227,426	-	14,191,935
Financing, net	109,304,086	-	-	109,503,201	109,503,201
		Fair value			
	Carrying value	Level 1	Level 2	Level 3	Total
SAR' 000					
September 30, 2024 (Unaudited)					
Financial assets measured at fair value					
Held as FVSI mutual funds	1,019,654	94,710	924,944	-	1,019,654
Held as FVSI equity instruments	74,204	74,204	-	-	74,204
Held as FVOCI equity instruments	475,821	314,881	-	160,940	475,821
Held as FVOCI debt instruments	7,126,950	6,733,461	393,489	-	7,126,950
Financial assets not measured at fair value					
Due from banks and other financial institutions, net	8,444,285	-	-	8,444,285	8,444,285
Investments held at amortized cost	14,303,027	10,310,405	3,456,976	-	13,767,381
Financing, net	106,695,413	-	-	107,053,044	107,053,044

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SAR' 000	<u>Carrying value</u>	<u>Fair value</u>			
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
September 30, 2025 (Unaudited)					
Financial liabilities not measured at fair value					
Due to banks, Saudi Central Bank and other financial institutions	6,911,116	-	-	6,911,116	6,911,116
Customers' deposits	129,023,135	-	-	129,023,135	129,023,135
Sukuk and term financing	3,145,748	-	-	3,145,748	3,145,748

SAR' 000	Carrying value	Fair value			
		Level 1	Level 2	Level 3	Total
December 31, 2024 (Audited)					
Financial liabilities not measured at fair value					
Due to banks, Saudi Central Bank and other financial institutions	5,492,799	-	-	5,492,799	5,492,799
Customers' deposits	121,776,215	-	-	121,776,215	121,776,215
Sukuk and term financing	3,147,121	-	-	3,147,121	3,147,121

SAR' 000	<u>Carrying value</u>	<u>Fair value</u>			
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
September 30, 2024 (Unaudited)					
Financial liabilities not measured at fair value					
Due to banks, Saudi Central Bank and other financial institutions	4,107,860	-	-	4,107,860	4,107,860
Customers' deposits	122,342,311	-	-	122,342,311	122,342,311
Sukuk and term financing	3,050,981	-	-	3,050,981	3,050,981

The fair values of financial instruments which are not measured at fair value in these interim condensed consolidated financial statements are not significantly different from the carrying values included in these interim condensed consolidated financial statements.

Cash and balances with Saudi central banks, due from banks and other financial institutions with maturity of less than 90 days and other short-term receivable are assumed to have fair values that reasonably approximate their corresponding carrying values due to their short-term nature.

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The fair values of profit bearing customers' deposits, due from banks and other financial institutions and due to banks, Saudi central bank and other financial institutions which are carried at amortized cost, are not significantly different from the carrying values included in the interim condensed consolidated financial statements, since either the current market profit rates for similar financial instruments are not significantly different from the contracted rates, or for the short duration of certain financial instruments particularly due from banks and other financial institutions and due to banks, Saudi central bank and other financial institutions or a combination of both. An active market for these instruments is not available and the Group intends to realize the carrying value of these financial instruments through settlement with the counter party at the time of their respective maturities.

Valuation technique and significant unobservable inputs for level 2

Type	Valuation technique	Significant unobservable input	Inter-relationship between significant unobservable inputs and fair value measurement
FVSI investments	Fair value is determined based on the investee fund's most recent reported net assets value.	None	Not applicable
FVOCI equity instruments	Fair value is determined based on the latest financial statements	None	Not applicable

Financing classified as level 3 have been valued using expected cash flows discounted at relevant SIBOR.

During the current period, no financial assets / liabilities have been transferred between level 1 and / or level 2 fair value hierarchy.

Reconciliation of level 3 fair values held as FVOCI

	September 30, 2025 SAR' 000 (Unaudited)	December 31, 2024 SAR' 000 (Audited)	September 30, 2024 SAR' 000 (Unaudited)
Balance at the beginning of the period	160,940	151,530	151,530
Gain / (loss) included in OCI			
Net changes in fair value (unrealised)	2,065	9,410	9,410
Balance at the end of the period	<u>163,005</u>	<u>160,940</u>	<u>160,940</u>

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Operating segments based on customer groups are identified on the basis of internal reports about components of the Group that are regularly reviewed by the Assets and Liabilities Committee ("ALCO") in order to allocate resources to the segments and to assess its performance. The Group's main business is conducted in the Kingdom of Saudi Arabia.

There has been no change to the basis of segmentation or the measurements basis for the segment profit or loss since December 31, 2024.

For management purposes, the Group is divided into the following four operating segments:

Retail banking

Services and products to individuals, including deposits, financing, remittances and currency exchange.

Corporate banking

Services and products to corporate customers including deposits, financing and trade services.

Treasury

Money market and treasury services.

Investment banking and brokerage

Investment management services and asset management activities related to dealing, managing, arranging, advising and custody of securities.

Transactions between the above operating segments are under the terms and conditions of the approved Fund Transfer Pricing (FTP) system. The support segments and Head Office expenses are allocated to other operating segments, based on an approved criterion.

The Group's total operating income and expenses, and net income before zakat, for the nine-month period ended September 30, 2025 and 2024, for each segment are as follows:

	September 30, 2025 (Unaudited)				
	Retail banking	Corporate banking	Treasury	Investment banking and brokerage	Total
SAR'000					
Income from investing and financing assets, net	1,434,378	1,156,005	824,279	118,821	3,533,483
Fee, commission and other income, net	316,715	227,118	239,279	222,825	1,005,937
Total operating income	1,751,093	1,383,123	1,063,558	341,646	4,539,420
Impairment charge / (reversal) for expected credit losses, net	190,329	(61,942)	7,684	(1,364)	134,707
Depreciation and amortization	177,735	37,674	6,165	1,371	222,945
Total operating expenses	1,529,364	258,889	112,046	150,106	2,050,405
Net income for the period before zakat	221,729	1,124,234	951,512	191,540	2,489,015

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	September 30, 2024 (Unaudited)				Total
	Retail banking	Corporate banking	Treasury	Investment banking and brokerage	
SAR'000					
Income from investing and financing assets, net	1,316,157	1,238,613	610,962	123,556	3,289,288
Fee, commission and other income, net	358,603	147,573	226,742	173,164	906,082
Total operating income	1,674,760	1,386,186	837,704	296,720	4,195,370
Impairment charge / (reversal) for expected credit losses, net	168,496	17,892	(138)	1,145	187,395
Depreciation and amortization	169,085	27,117	5,066	1,726	202,994
Total operating expenses	1,454,798	280,077	82,406	129,947	1,947,228
Net income for the period before zakat	219,962	1,106,109	755,298	166,773	2,248,142

The Group's total assets and liabilities at September 30, 2025 and 2024 and December 31, 2024, for each segment are as follows:

	September 30, 2025 (Unaudited)				Total
	Retail banking	Corporate banking	Treasury	Investment banking and brokerage	
SAR'000					
Total assets	67,955,682	61,486,107	37,003,695	1,483,845	167,929,329
Total liabilities	78,180,294	29,916,419	38,570,505	351,969	147,019,187

	December 31, 2024 (Audited)				Total
	Retail banking	Corporate banking	Treasury	Investment banking and brokerage	
SAR'000					
Total assets	66,558,282	56,795,551	30,421,573	1,189,281	154,964,687
Total liabilities	68,458,285	31,149,431	38,433,793	229,948	138,271,457

	September 30, 2024 (Unaudited)				Total
	Retail banking	Corporate banking	Treasury	Investment banking and brokerage	
SAR'000					
Total assets	67,031,872	53,928,051	31,592,496	1,169,755	153,722,174
Total liabilities	67,313,461	33,988,325	36,195,172	93,353	137,590,311

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14. SHARE CAPITAL AND BONUS SHARES

The authorized, issued and fully paid share capital of the Bank consists of 1,500 million shares of SAR 10 each (September 30, 2024: 1,250 million shares of SAR 10 each).

The Board of Directors in its meeting held on Sha'ban 7, 1446H (corresponding to February 6, 2025) recommended to the Extra-ordinary General Assembly the issuance of bonus shares of one share for every five shares held. The increase has been approved in the Extraordinary General Assembly meeting held on Shawwal 16, 1446H (corresponding to April 14, 2025), increasing the Bank's capital from SAR 12,500 million to SAR 15,000 million. The increase has been done through capitalization of SAR 1,500 million from the retained earnings and SAR 1,000 million from statutory reserve. The number of shares outstanding after the bonus issuance increased from 1,250 million shares to 1,500 million shares.

The Board of Directors in its meeting held on Rajab 23, 1445H (corresponding to February 4, 2024) recommended to the Extra-ordinary General Assembly the issuance of bonus shares of one share for every four shares held. The increase has been approved in the Extraordinary General Assembly meeting held on Shawwal 20, 1445H (corresponding to April 29, 2024), increasing the Bank's capital from SAR 10,000 million to SAR 12,500 million. The increase has been done through capitalization of SAR 2,500 million from the retained earnings. The number of shares outstanding after the bonus issuance increased from 1,000 million shares to 1,250 million shares.

The Bank intends to purchase a maximum 10 million shares of its own shares, based on the Board of Directors' recommendation to General Assembly dated Thul-Hijjah 27, 1446H (corresponding to June 23, 2025) to be allocated within the employee share plan, and that has been approved in the Extra Ordinary General Assembly meeting held on Rabi' al-Thani 15, 1447H (corresponding to October 7, 2025).

15. CASH DIVIDEND

The Board of Directors resolved to distribute interim cash dividends of SAR 675 million to shareholders for the first half of 2025 in the meeting held Muharram 27, 1447H (corresponding to July 22, 2025) and the dividends have been distributed.

The Board of Directors resolved to distribute interim cash dividends of SAR 625 million to shareholders for the first half of 2024 in the meeting held on Rabi Alawal 2, 1446H (corresponding to September 5, 2024) and the dividends have been distributed.

During 2024, the Board of Directors recommended to General Assembly, the distribution of cash dividends of SAR 500 million to shareholders for the year 2023 in the meeting held on Rajab 23, 1445H (corresponding to February 4, 2024). The dividend distribution has been approved in the Extraordinary General Assembly meeting held on Shawwal 20, 1445H (corresponding to April 29, 2024) have been distributed.

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Basic and diluted earnings per share for the nine-month period ended September 30, 2025 and 2024 is calculated by dividing the net income for the period attributable to the equity holders by the weighted average number of outstanding shares as of September 30, 2025: 1,491 million shares (September 30, 2024: 1,491 million shares - restated) after accounting for treasury shares.

17. RELATED PARTY BALANCES AND TRANSACTIONS

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

The nature and balances of transactions with the related parties for the nine-month period ended September 30 are as follows:

	2025 SAR' 000 (Unaudited)	2024 SAR' 000 (Unaudited)
a. Directors, key management personnel, other major shareholders, their affiliates balances and others:		
• Financing	2,709,999	2,519,009
• Commitments and contingencies	134,214	133,363
• Customers' deposits	94,383	114,038
	2025 SAR' 000 (Unaudited)	2024 SAR' 000 (Unaudited)
b. Group's mutual funds:		
These are the outstanding balances with Group's mutual funds as of September 30:		
• Customers' deposits	5,544	32,584
• Investments	409,331	397,094
c. Income and expense:		
Directors, Key management personnel, other major shareholders and their affiliates and mutual funds managed by the Group:		
	2025 SAR' 000 (Unaudited)	2024 SAR' 000 (Unaudited)
• Income	185,997	245,345
• Expenses	8,220	13,706
d. The total amount of compensation paid to key management personnel for the nine-month period ended September 30 is as follows:		
	2025 SAR' 000 (Unaudited)	2024 SAR' 000 (Unaudited)
• Employee benefits	183,652	158,201

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The Group's objectives when managing capital are to comply with the capital requirements set by Saudi Central Bank; 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 regularly by the Group's management. Saudi Central Bank requires holding the minimum level of the regulatory capital and maintaining a ratio of total regulatory capital to the risk-weighted asset at or above the agreed minimum of 8%.

The Group monitors the adequacy of its capital using ratios established by Saudi Central Bank. These ratios measure capital adequacy by comparing the Group's eligible capital with its statement of financial position assets and commitments at a weighted amount to reflect their relative risk.

The following table summarizes the Group's Pillar-I Risk Weighted Assets, Tier I and Tier II Capital and Capital Adequacy Ratios:

	September 30, 2025 SAR' 000 (Unaudited)	December 31, 2024 SAR' 000 (Audited)	September 30, 2024 SAR' 000 (Unaudited)
Credit Risk RWA	116,366,697	106,050,880	102,580,134
Operational Risk RWA	5,022,005	6,479,677	6,479,677
Market Risk RWA	3,433,084	2,176,515	1,453,874
Total Pillar-I RWA	124,821,786	114,707,072	110,513,685
CET1	18,472,284	16,693,230	16,131,863
Tier I Capital	20,910,142	16,693,230	16,131,863
Tier II Capital	4,453,589	4,324,648	4,281,352
Total Tier I & II Capital	25,363,731	21,017,878	20,413,215
Capital Adequacy Ratio %			
Common Equity Tier I ratio	14.80%	14.55%	14.60%
Tier I ratio	16.75%	14.55%	14.60%
Tier I + Tier II ratio	20.32%	18.32%	18.47%

19. BOARD OF DIRECTORS' APPROVAL

These interim condensed consolidated financial statements were authorized for issue by the Bank's Board of Directors on Jumada al-Ula 6, 1447H (corresponding to October 28, 2025).