



THE SAUDI INVESTMENT BANK

(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

As of and for the nine-month period ended September 30, 2025

(Unaudited)



**ERNST & YOUNG PROFESSIONAL SERVICES
(PROFESSIONAL LLC)**

Paid-Up Capital: ٥,500,000 (Five Million Five Hundred Thousand Saudi Riyals)
Head Office
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Independent Auditors' Report on Review of the Interim Condensed Consolidated Financial Statements

To the Shareholders of The Saudi Investment Bank
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of **The Saudi Investment Bank** ("the Bank") and its subsidiaries (collectively referred to as "the Group") as at 30 September 2025, and the related interim condensed consolidated statements of income and comprehensive income for the three-month and nine-month periods ended 30 September 2025, and the related interim condensed consolidated statements of changes in equity and cash flows for the nine-month period then ended and explanatory notes.

Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with the 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 the 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 condensed consolidated financial statements 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 the 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 statements are not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

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8 Jumada al-Ula 1447 AH
(30 October 2025)



INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION



		September 30, 2025 (Unaudited)	December 31, 2024 (Audited) Restated	September 30, 2024 (Unaudited) Restated
	Notes	ﷲ'000	ﷲ'000	ﷲ'000
ASSETS				
Cash and balances with Saudi Central Bank	5a	8,379,148	9,918,878	9,568,220
Due from banks and other financial institutions, net	6,15	3,750,012	1,314,000	1,270,528
Investments, net	7a,15,24	46,376,880	40,834,059	40,687,075
Positive fair values of derivatives, net	11a,15	647,038	526,498	685,915
Loans and advances, net	8a,15	110,580,881	99,466,490	94,936,370
Investments in associates		1,050,999	1,022,418	993,233
Other real estate		858,897	858,830	858,830
Property, equipment, and right of use assets, net		1,241,334	1,245,910	1,239,292
Intangible assets, net		743,965	630,573	576,050
Other assets, net		1,282,515	1,251,775	837,184
Total assets		174,911,669	157,069,431	151,652,697
LIABILITIES AND EQUITY				
Liabilities				
Due to banks, Saudi Central Bank and other financial institutions, net	9,15	43,307,143	39,900,998	33,280,432
Customers' deposits	10,15	105,151,949	94,013,131	98,094,417
Term Loans, net		2,787,741	-	-
Negative fair values of derivatives, net	11a,15	17,064	58,757	14,824
Other liabilities		1,903,008	1,965,188	2,024,860
Total liabilities		153,166,905	135,938,074	133,414,533
Equity				
Share capital		12,500,000	12,500,000	12,500,000
Statutory reserve		1,806,500	1,806,500	1,317,000
Other reserves	12,24	(303,266)	(565,009)	(220,468)
Treasury shares		(34,979)	(34,979)	(21,530)
Retained earnings		2,464,009	2,112,345	2,163,162
Shareholders' equity		16,432,264	15,818,857	15,738,164
Tier I Sukuk	19	5,312,500	5,312,500	2,500,000
Total equity		21,744,764	21,131,357	18,238,164
Total liabilities and equity		174,911,669	157,069,431	151,652,697

Abdulatif Al-Seif
Chairman

Faisal Al-Omran
Chief Executive Officer

Ahmed Al-Mohsen
Chief Financial Officer

The accompanying notes 1 to 26 form an integral part of these interim condensed consolidated financial statements.


**INTERIM CONDENSED CONSOLIDATED STATEMENT
OF INCOME (Unaudited)**

	Notes	Three months period ended		Nine months period ended	
		September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
		ﷲ'000	ﷲ'000	ﷲ'000	ﷲ'000
Special commission income		2,529,285	2,322,861	7,205,115	6,546,036
Special commission expense		(1,671,999)	(1,411,394)	(4,551,701)	(3,905,331)
Net special commission income		857,286	911,467	2,653,414	2,640,705
Fee income from banking services		183,848	206,272	541,575	553,640
Fee expense from banking services		(90,298)	(121,578)	(268,737)	(307,385)
Net fee income from banking services		93,550	84,694	272,838	246,255
Exchange income, net		66,240	50,673	187,326	152,703
Unrealized gain on FVSI financial instruments, net		28,540	31,021	40,722	55,844
Realized Gains on disposals of FVOCI debt securities, net		342	15	10,930	15
Other income		16	17	910	17
Total operating income		1,045,974	1,077,887	3,166,140	3,095,539
Salaries and employee-related expenses		208,815	205,322	624,147	606,736
Rent and premises related expenses		15,446	17,638	44,472	45,368
Depreciation and amortization		45,522	44,328	139,263	131,535
Other general and administrative expenses		151,248	179,507	482,433	513,321
Operating expenses before provisions for credit and other losses		421,031	446,795	1,290,315	1,296,960
Provisions for credit and other losses		60,460	65,670	186,170	209,797
Total operating expenses		481,491	512,465	1,476,485	1,506,757
Operating income		564,483	565,422	1,689,655	1,588,782
Share in earnings of associates		38,317	33,239	94,284	83,630
Income before provisions for Zakat		602,800	598,661	1,783,939	1,672,412
Provisions for Zakat		84,392	80,819	249,751	225,776
Net income		518,408	517,842	1,534,188	1,446,636
Basic and diluted earnings per share (expressed in ﷲ per share)	17	0.40	0.40	1.08	1.08

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INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (Unaudited)

	Three months period ended		Nine months period ended	
	September 30, 2025	September 30, 2024 Restated	September 30, 2025	September 30, 2024 Restated
Notes	ﷲ'000	ﷲ'000	ﷲ'000	ﷲ'000
Net income	518,408	517,842	1,534,188	1,446,636
Other comprehensive income				
Items that cannot be reclassified to the interim condensed consolidated statement of income in subsequent periods:				
Net change in fair value of equity investments held at fair value through other comprehensive income	(56,458)	(29,724)	(175,702)	228,149
Net amount transferred to retained earnings on disposal of equity investments held at fair value through other comprehensive income	-	-	-	2,513
Net change in present value of defined benefits obligations due to change in actuarial assumptions	928	-	1,318	-
Items that will be reclassified to the interim condensed consolidated statement of income in subsequent periods:				
Net change in fair value of debt securities held at fair value through other comprehensive income	150,595	361,783	447,653	200,595
Net change in expected credit loss impairment provision	(177)	(28)	(737)	(476)
Share in other comprehensive (loss) / income of associates	(170)	(272)	141	(2,038)
Fair value gains transferred to consolidated statement of income on disposal of FVOCI debt securities, net	(342)	(15)	(10,930)	(15)
Total other comprehensive income	94,376	331,744	261,743	428,728
Total comprehensive income attributable to equity shareholders	612,784	849,586	1,795,931	1,875,364

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INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Unaudited)

September 30, 2025 (S'000)

Notes	Share capital	Statutory reserve	Other reserves	Retained earnings	Treasury shares	Shareholders' equity	Tier I Sukuk	Total equity
Balances at the beginning of the period (audited) Restated	12,500,000	1,806,500	(565,009)	2,112,345	(34,979)	15,818,857	5,312,500	21,131,357
Net income	-	-	-	1,534,188	-	1,534,188	-	1,534,188
Total other comprehensive income	-	-	261,743	-	-	261,743	-	261,743
Total comprehensive income	-	-	261,743	1,534,188	-	1,795,931	-	1,795,931
Tier I Sukuk costs	-	-	-	(184,664)	-	(184,664)	-	(184,664)
Dividends paid 22	-	-	-	(997,860)	-	(997,860)	-	(997,860)
Balances at the end of the period	12,500,000	1,806,500	(303,266)	2,464,009	(34,979)	16,432,264	5,312,500	21,744,764



 Abdulatif Al-Seif
 Chairman



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 Ahmed Al-Mohsen
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INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY - Continued (Unaudited)

September 30, 2024 (S'000) Restated

Notes	Share capital	Statutory reserve	Other reserves	Retained earnings	Treasury Shares	Shareholders' equity	Tier I Sukuk	Total equity
Balances at the beginning of the period (audited)	10,000,000	3,817,000	(646,683)	1,711,461	-	14,881,778	2,715,000	17,596,778
Net income	-	-	-	1,446,636	-	1,446,636	-	1,446,636
Total other comprehensive income	-	-	428,728	-	-	428,728	-	428,728
Total comprehensive income	-	-	428,728	1,446,636	-	1,875,364	-	1,875,364
Tier I Sukuk costs	-	-	-	(97,917)	-	(97,917)	-	(97,917)
Realized gain on disposal of FVOCI equity securities	-	-	(2,513)	2,513	-	-	-	-
Increase in share capital through issuance of bonus shares 22	2,500,000	(2,500,000)	-	-	-	-	-	-
Dividends paid 22	-	-	-	(899,531)	-	(899,531)	-	(899,531)
Treasury shares purchased	-	-	-	-	(21,530)	(21,530)	-	(21,530)
Repayment of Tier I Sukuk	-	-	-	-	-	-	(215,000)	(215,000)
Balances at the end of the period	12,500,000	1,317,000	(220,468)	2,163,162	(21,530)	15,738,164	2,500,000	18,238,164


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 Chairman



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**INTERIM CONDENSED CONSOLIDATED STATEMENT OF
CASH FLOWS (Unaudited)**

	Nine months period ended	
	September 30, 2025	September 30, 2024
	ﷲ'000	ﷲ'000
OPERATING ACTIVITIES		
Income before provisions for Zakat	1,783,939	1,672,412
Adjustments to reconcile net income to net cash generated from operating activities		
Net accretion of discounts and net amortization of premiums on investments, net	(68,063)	(43,498)
Net change in deferred loan fees	(66,920)	(66,875)
Realized gains on disposals of FVOCI debt securities, net	(10,930)	(15)
Unrealized gain on FVSI financial instruments, net	(40,722)	(55,844)
Depreciation and amortization	139,263	131,535
Lease Interest Expense	7,325	7,663
Provision of end of service benefit obligations	(1,318)	-
Net effect of commission free deposit received from Saudi Central Bank	(14,504)	(64,828)
Provisions for credit and other losses	186,170	209,797
Share in earnings of associates	(94,284)	(83,630)
	1,819,956	1,706,717
Net (increase) / decrease in operating assets:		
Statutory deposit with Saudi Central Bank	(27,418)	(573,447)
Due from banks and other financial institutions maturing after three months from acquisition date	160,000	4,078
Loans and advances	(11,177,400)	(14,443,787)
Positive fair values of derivatives, net	(120,540)	(479)
Other assets	(29,815)	(380,347)
Net increase / (decrease) in operating liabilities:		
Due to banks, Saudi central bank and other financial institutions, net	3,406,145	5,991,774
Customers' deposits	11,138,818	14,861,153
Negative fair value of derivatives, net	(41,693)	(10,449)
Other liabilities	(100,198)	(131,064)
Interest paid on lease liabilities	(7,325)	(7,663)
Zakat Payment	(284,717)	(265,494)
Net cash generated from operating activities	4,735,813	6,750,992

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INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS - Continued (Unaudited)

	Notes	Nine months period ended	
		September 30, 2025	September 30, 2024
		ﷲ'000	ﷲ'000
INVESTING ACTIVITIES			
Proceeds from sales and maturities of investments		2,347,014	1,040,132
Purchase of investments		(7,460,573)	(8,538,489)
Dividends received from associates		64,025	56,304
Purchase of property, equipment, and intangible assets		(248,079)	(276,221)
Net cash used in investing activities		(5,297,613)	(7,718,274)
FINANCING ACTIVITIES			
Dividends paid		(997,860)	(899,531)
Term Loans Proceeds		2,787,741	-
Repayment of Tier I Sukuk		-	(215,000)
Treasury shares purchased		-	(21,530)
Payment of principal portion of lease liabilities		(13,502)	(20,964)
Tier I Sukuk costs		(184,664)	(97,917)
Net cash used in financing activities		1,591,715	(1,254,942)
Net increase / (decrease) in cash and cash equivalents		1,029,915	(2,222,224)
Cash and cash equivalents at the beginning of the period		6,137,954	8,471,482
Cash and cash equivalents at the end of the period	5b	7,167,869	6,249,258
Supplemental special commission information			
Special commission received		7,080,211	6,339,436
Special commission paid		4,349,622	3,674,331
Other supplemental information			
Right of use assets		161,874	151,800
Lease Liabilities		172,066	153,933

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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS (Unaudited)**

For the Nine-month periods ended September 30, 2025 and 2024

**1. General**

The Saudi Investment Bank (the “Bank”), a Saudi joint stock company, was formed pursuant to Royal Decree No. M/31 dated 25 Jumada II 1396H, corresponding to June 23, 1976 in the Kingdom of Saudi Arabia (“KSA”). The Bank operates under Commercial Registration No. 1010011570 dated 25 Rabie Awwal 1397H, corresponding to March 16, 1977 through its 50 branches (December 31, 2024: 51 branches; and September 30, 2024: 51 branches) in KSA. The address of the Bank’s Head Office is as follows:

The Saudi Investment Bank
Head Office
P. O. Box 3533
Riyadh 11481, KSA

The Bank offers a full range of commercial and retail banking services. The Bank also offers Shariah compliant (non-interest based) banking products and services, which are approved and supervised by an independent Shariah Board established by the Bank.

2. Basis of preparation

These interim condensed consolidated financial statements as of and for the nine months period ended September 30, 2025 have been prepared in accordance with International Accounting Standard 34 - Interim Financial Reporting (“IAS 34”) as endorsed in KSA and other standards and pronouncements endorsed by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”). These interim condensed consolidated financial statements do not include all information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the annual consolidated financial statements as of and for the year ended December 31, 2024.

These interim condensed consolidated financial statements are expressed in Saudi Arabian Riyals (ﷲ) and are rounded off to the nearest thousands, except where indicated herein.

The preparation of these 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, liabilities and income and expense. Actual results may differ from these estimates. In preparing these interim condensed consolidated financial statements, the significant judgments made by management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that applied to the annual consolidated financial statements as of and for the year ended December 31, 2024.

3. Basis of consolidation

These interim condensed consolidated financial statements include the financial statements of the Bank and the financial statements of the following subsidiaries (collectively referred to as the “Group” in these interim condensed consolidated financial statements):

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024



3. Basis of consolidation – continued

Name of subsidiaries	Ownership		Functional Currency	Description
	Septem ber 30, 2025	Septem ber 30, 2024		
Alistithmar for Financial Securities and Brokerage Company (Alistithmar Capital)	100%	100%	ﷲ	A Saudi closed joint stock company, which is registered in KSA under Commercial Registration No. 1010235995 issued on 8 Rajab 1428H (corresponding to July 22, 2007). The principal activities of Alistithmar Capital include dealing in securities as principal and agent, underwriting, management of investment funds and private investment portfolios on behalf of customers, and arrangement, advisory and custody services relating to financial securities.
Saudi Investment Real Estate Company	100%	100%	ﷲ	A limited liability company, which is registered in KSA under commercial registration No. 101268297 issued on 29 Jumada Awwal 1430H (corresponding to May 25, 2009). The primary objective of the Company is to hold title deeds as collateral on behalf of the Bank for real estate related lending transactions.
SAIB Markets Limited Company	100%	100%	ﷲ	A Cayman Islands limited liability company, registered in the Caymans Islands on July 18, 2017. The objective of the Company is to conduct derivatives and repurchase activities on behalf of the Bank.

References to the Bank hereafter in these interim condensed consolidated financial statements refer to disclosures that are relevant only to the Bank and not collectively to the Group.

The financial statements of the subsidiaries are prepared for the same reporting period as that of the Bank, using consistent accounting policies. Changes are made to the accounting policies of the subsidiaries when necessary to align with the accounting policies of the Group.

Subsidiaries are investees controlled by the Group. The financial statements of the subsidiaries are included in the interim condensed consolidated financial statements from the date the Group obtains control of the investee and ceases when the Group loses control of the investee.

A structured entity is an entity designed so that its activities are not governed by way of voting rights. In assessing whether the Group has power over such investees in which it has an interest, the Group considers factors such as purpose and design of the investee, its practical ability to direct the relevant activities of the investee, the nature of its relationship with the investee, and the size of its exposure to the variability of returns of the investee. The financial statements of any such structured entities are consolidated from the date the Group obtains control and until the date when the Group ceases to control the investee. Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee);
- Exposure, or rights, to variable returns from its involvement with the investee; and
- The ability to use its power over the investee to affect amount of its returns.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024

3. Basis of consolidation – continued

When the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee;
- Rights arising from other contractual arrangements; and
- The Group's voting rights and potential voting rights granted by equity instruments such as shares.

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the period are included in the interim condensed consolidated financial statements from the date the Group obtains control until the date the Group ceases to control the subsidiary.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:

- Derecognizes the assets (including goodwill) and liabilities of the subsidiary;
- Derecognizes the carrying amount of any non-controlling interests;
- Derecognizes the cumulative translation differences recorded in equity;
- Recognizes the fair value of the consideration received;
- Recognizes the fair value of any investment retained;
- Recognizes any surplus or deficit in profit or loss; and
- Reclassifies the parent's share of components previously recognized in OCI to profit or loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets or liabilities.

The Group acts as Fund Manager to several investment funds. Determining whether the Group controls individual investment funds usually focuses on the assessment of the aggregate economic interests of the Group in an individual fund (comprising any carried interests and expected management fees) and the investors' rights to remove the Fund Manager. As a result, the Group has concluded that it acts as an agent for the investors in all cases, and therefore has not consolidated these funds.

All intra-group balances and any income and expenses arising from intra-group transactions, are eliminated in preparing these interim condensed consolidated financial statements.

4. Summary of material accounting policies

The 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.

Other Standards, amendments or interpretations

The following standards, amendments or interpretations effective for annual periods beginning on or after January 1, 2025, did not have a significant impact on the Group's interim condensed consolidated financial statements:

Standard, interpretation, amendments	Description	Effective date
Amendment to IFRS 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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024

4. Summary of material accounting policies - continued

Prospective changes to the International Financial Reporting Framework

The Group has chosen not to early adopt the following new standards and amendments to IFRS which have been issued but not yet effective for the Group's accounting year beginning on or after January 1, 2025.

Standard, interpretation, amendments	Description	Effective date
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
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 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
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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024

5. Cash and balances with Saudi Central Bank

- a) Cash and balances with Saudi Central Bank as of September 30, 2025 and 2024 and as of December 31, 2024 are summarized as follows:

	September 30, 2025 (Unaudited) S'000	December 31, 2024 (Audited) S'000	September 30, 2024 (Unaudited) S'000
Cash in hand	771,089	797,881	768,624
Reverse repurchase agreements	2,780,000	4,244,000	4,360,000
Other balances	(135,339)	(58,983)	(150,773)
Cash and balances with Saudi Central Bank excluding statutory deposit (note 5b)	3,415,750	4,982,898	4,977,851
Statutory deposit	4,963,398	4,935,980	4,590,369
Cash and balances with Saudi Central Bank	8,379,148	9,918,878	9,568,220

In accordance with the Banking Control Law and regulations issued by the Saudi Central Bank ("SAMA"), the Bank is required to maintain a statutory deposit with SAMA at stipulated percentages of its average demand, savings, time and other deposits, calculated at the end of last month. The statutory deposit with SAMA is not available to finance the bank's day to day operations and therefore do not form part of cash and cash equivalents.

- b) Cash and cash equivalents, included in the interim condensed consolidated statement of cash flows, as of September 30, 2025 and 2024 and as of December 31, 2024 are comprised of the following:

	September 30, 2025 (Unaudited) S'000	December 31, 2024 (Audited) S'000	September 30, 2024 (Unaudited) S'000
Cash and balances with Saudi Central Bank excluding statutory deposit	3,415,750	4,982,898	4,977,851
Due from banks and other financial institutions maturing within three months from the date of acquisition	3,752,119	1,155,056	1,271,407
Cash and cash equivalents	7,167,869	6,137,954	6,249,258

6. Due from banks and other financial institutions, net

Due from banks and other financial institutions, net as of September 30, 2025 and 2024 and as of December 31, 2024 are summarized as follows:

	September 30, 2025 (Unaudited) S'000	December 31, 2024 (Audited) S'000	September 30, 2024 (Unaudited) S'000
Current accounts	3,248,595	1,124,032	1,078,584
Money market placements	503,524	191,024	192,823
Total due from banks and other financial institutions	3,752,119	1,315,056	1,271,407
Allowance for credit losses	(2,107)	(1,056)	(879)
Due from banks and other financial institutions, net	3,750,012	1,314,000	1,270,528

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024



7. Investments, net

a) Investments, net as of September 30, 2025 and 2024 and as of December 31, 2024 are summarized as follows:

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)	September 30, 2024 (Unaudited)
	ﷲ'000	Restated ﷲ'000	Restated ﷲ'000
Held at amortized cost – debt securities	28,866,655	21,432,223	20,767,619
Allowance for credit losses	(9,688)	(8,653)	(8,091)
Held at amortized cost – debt securities, net	28,856,967	21,423,570	20,759,528
FVOCI – debt securities	16,669,166	18,420,580	18,987,936
FVOCI – equity securities	751,124	927,083	881,933
FVSI	99,623	62,826	57,678
Investments, net	46,376,880	40,834,059	40,687,075

NOTES TO THE INTERIM CONDENSED CONSOLIDATED**FINANCIAL STATEMENTS (Unaudited)**

For the Nine-month periods ended September 30, 2025 and 2024

7. Investments, net – continued

b) Investments, net as of September 30, 2025 and 2024 and as of December 31, 2024 by type of securities are summarized as follows:

	September 30, 2025 ^{٠٠٠}			December 31, 2024 ^{٠٠٠} Restated			September 30, 2024 ^{٠٠٠} Restated		
	Domestic	International	Total	Domestic	International	Total	Domestic	International	Total
Investments - FVOCI									
Fixed rate debt securities	13,101,056	3,066,633	16,167,689	13,732,565	3,928,496	17,661,061	14,173,745	3,999,193	18,172,938
Bonds	6,073,375	3,022,538	9,095,913	6,429,243	3,463,641	9,892,884	6,600,229	3,540,561	10,140,790
Sukuk	7,027,681	44,095	7,071,776	7,303,322	464,855	7,768,177	7,573,516	458,632	8,032,148
Floating rate debt securities	501,477	-	501,477	759,519	-	759,519	814,998	-	814,998
Bonds	-	-	-	-	-	-	-	-	-
Sukuk	501,477	-	501,477	759,519	-	759,519	814,998	-	814,998
Total debt securities	13,602,533	3,066,633	16,669,166	14,492,084	3,928,496	18,420,580	14,988,743	3,999,193	18,987,936
Equities	751,124	-	751,124	927,083	-	927,083	881,933	-	881,933
Investments – FVOCI	14,353,657	3,066,633	17,420,290	15,419,167	3,928,496	19,347,663	15,870,676	3,999,193	19,869,869
Investments – FVSI									
Mutual funds	38,422	-	38,422	42,178	-	42,178	36,950	-	36,950
Other securities	-	61,201	61,201	-	20,648	20,648	-	20,728	20,728
Investments – FVSI	38,422	61,201	99,623	42,178	20,648	62,826	36,950	20,728	57,678
Investments – Amortized cost, net									
Fixed rate debt securities	6,302,515	22,036,454	28,338,969	7,094,482	13,809,085	20,903,567	7,061,697	13,178,439	20,240,136
Bonds	3,567,224	20,222,101	23,789,325	4,550,551	12,574,393	17,124,944	4,512,955	12,888,747	17,401,702
Sukuk	2,735,291	1,814,353	4,549,644	2,543,931	1,234,692	3,778,623	2,548,742	289,692	2,838,434
Floating rate debt securities	131,076	386,922	517,998	132,037	387,966	520,003	131,197	388,195	519,392
Bonds	-	386,922	386,922	-	387,966	387,966	-	388,195	388,195
Sukuk	131,076	-	131,076	132,037	-	132,037	131,197	-	131,197
Investments – amortized cost, net	6,433,591	22,423,376	28,856,967	7,226,519	14,197,051	21,423,570	7,192,894	13,566,634	20,759,528
Investments, net	20,825,670	25,551,210	46,376,880	22,687,864	18,146,195	40,834,059	23,100,520	17,586,555	40,687,075

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024

7. Investments, net – continued

c) The composition of Investments, net as of September 30, 2025 and 2024 and as of December 31, 2024 is as follows :

	September 30, 2025 ^{٠٠٠}			December 31, 2024 ^{٠٠٠} Restated			September 30, 2024 ^{٠٠٠} Restated		
	Quoted	Unquoted	Total	Quoted	Unquoted	Total	Quoted	Unquoted	Total
Investments - FVOCI									
Fixed rate debt securities	15,805,163	362,526	16,167,689	17,313,576	347,485	17,661,061	17,787,050	385,888	18,172,938
Bonds	9,095,913	-	9,095,913	9,892,884	-	9,892,884	10,140,790	-	10,140,790
Sukuk	6,709,250	362,526	7,071,776	7,420,692	347,485	7,768,177	7,646,260	385,888	8,032,148
Floating rate debt securities	-	501,477	501,477	-	759,519	759,519	-	814,998	814,998
Bonds	-	-	-	-	-	-	-	-	-
Sukuk	-	501,477	501,477	-	759,519	759,519	-	814,998	814,998
Total debt securities	15,805,163	864,003	16,669,166	17,313,576	1,107,004	18,420,580	17,787,050	1,200,886	18,987,936
Equities	343,739	407,385	751,124	519,698	407,385	927,083	474,548	407,385	881,933
Investments – FVOCI	16,148,902	1,271,388	17,420,290	17,833,274	1,514,389	19,347,663	18,261,598	1,608,271	19,869,869
Investments – FVSI									
Mutual funds	-	38,422	38,422	-	42,178	42,178	-	36,950	36,950
Other securities	-	61,201	61,201	-	20,648	20,648	-	20,728	20,728
Investments – FVSI	-	99,623	99,623	-	62,826	62,826	-	57,678	57,678
Investments – Amortized cost, net									
Fixed rate debt securities	27,570,989	767,980	28,338,969	20,133,827	769,740	20,903,567	19,471,880	768,256	20,240,136
Bonds	23,789,325	-	23,789,325	17,124,944	-	17,124,944	17,401,702	-	17,401,702
Sukuk	3,781,664	767,980	4,549,644	3,008,883	769,740	3,778,623	2,070,178	768,256	2,838,434
Floating rate debt securities	386,922	131,076	517,998	387,966	132,037	520,003	388,195	131,197	519,392
Bonds	386,922	-	386,922	387,966	-	387,966	388,195	-	388,195
Sukuk	-	131,076	131,076	-	132,037	132,037	-	131,197	131,197
Investments – amortized cost, net	27,957,911	899,056	28,856,967	20,521,793	901,777	21,423,570	19,860,075	899,453	20,759,528
Investments, net	44,106,813	2,270,067	46,376,880	38,355,067	2,478,992	40,834,059	38,121,673	2,565,402	40,687,075

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024

7. Investments, net - continued

The Group holds strategic investments in equity securities totaling ﷲ 751.1 million as of September 30, 2025 (31 December 2024: ﷲ 927.1 million, September 30, 2024: ﷲ 881.9 million) including the Mediterranean and Gulf Cooperative Insurance and Reinsurance Company, the Saudi Credit Bureau ("SIMAH"), and the Saudi Company for Registration of Finance Lease Contracts.

As of September 30, 2025, Investments include ﷲ 30.9 billion (December 31, 2024: ﷲ 26.4 billion, September 30, 2024: ﷲ 24.2 billion) in debt securities, which have been pledged under repurchase agreements with other financial institutions. Pledged assets are those financial assets that may be repledged or resold by counterparties to whom they have been transferred. These transactions are conducted under terms that are usual and customary to standard securities borrowing and lending activities, as well as requirements determined by exchanges on which the Bank acts as a participant.

Fixed rate bonds included investments in SAMA treasury bills totaling ﷲ nil as of September 30, 2025 (December 31, 2024: ﷲ 962.6 million, September 30, 2024: ﷲ nil). These were valued through quoted prices in an active market.

The unquoted debt securities above are principally comprised of Saudi corporate securities and Saudi Government Development Bonds.

The Group's investments in mutual funds represent investments in private real estate fund with the investment objective of delivering medium-term capital appreciation through development of premium residential apartments. In accordance with IFRS 10, Group controls few funds which are consolidated. The Group had also invested in shariah compliant open-ended investment funds for investors seeking capital appreciation and high liquidity through exposure to Shariah compliant Saudi equities and financial products.

- d) Investments, net are classified by counterparty as of September 30, 2025 and 2024 and as of December 31, 2024 is as follows:

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited) Restated	September 30, 2024 (Unaudited) Restated
	ﷲ'000	ﷲ'000	ﷲ'000
Government and quasi-government	22,615,869	22,527,049	22,681,667
Corporate	5,786,755	5,713,913	4,930,530
Banks and other financial institutions	17,974,256	12,593,097	13,074,878
Total	46,376,880	40,834,059	40,687,075

- e) The movement of the allowance for credit losses, for investments, for the period ended September 30, 2025 and 2024 and for the year ended December 31, 2024 is as follows:

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)	September 30, 2024 (Unaudited)
	ﷲ'000	ﷲ'000	ﷲ'000
Balances at the beginning of the year	14,671	10,872	10,872
Allowance for credit losses	298	3,799	3,727
Balances at the end of the period / year	14,969	14,671	14,599

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024

8. Loans and advances, net

- a) Loans and advances, net, held at amortized cost, as of September 30, 2025 and 2024 and as of December 31, 2024 are comprised of the following:

	September 30, 2025 (Unaudited) ١٤٤٧'000			
	Commercial and other	Overdrafts	Consumer	Total
Stage 1	90,333,573	4,908,063	12,561,584	107,803,220
Stage 2	1,556,962	722,971	59,930	2,339,863
Stage 3	692,409	469,916	2,377	1,164,702
Total performing loans and advances	92,582,944	6,100,950	12,623,891	111,307,785
Non-performing loans and advances	122,513	845,495	87,248	1,055,256
Total loans and advances	92,705,457	6,946,445	12,711,139	112,363,041
Allowance for credit losses	(698,155)	(963,939)	(120,066)	(1,782,160)
Loans and advances, net	92,007,302	5,982,506	12,591,073	110,580,881

	December 31, 2024 (Audited) ١٤٤٦'000			
	Commercial and other	Overdrafts	Consumer	Total
Stage 1	80,321,892	4,523,806	12,381,807	97,227,505
Stage 2	1,152,220	703,881	89,594	1,945,695
Stage 3	673,778	214,584	2,509	890,871
Total performing loans and advances	82,147,890	5,442,271	12,473,910	100,064,071
Non-performing loans and advances	183,282	783,011	88,357	1,054,650
Total loans and advances	82,331,172	6,225,282	12,562,267	101,118,721
Allowance for credit losses	(696,884)	(812,237)	(143,110)	(1,652,231)
Loans and advances, net	81,634,288	5,413,045	12,419,157	99,466,490

	September 30, 2024 (Unaudited) ١٤٤٦'000			
	Commercial and other	Overdrafts	Consumer	Total
Stage 1	75,681,118	4,592,620	11,064,350	91,338,088
Stage 2	2,504,805	682,141	53,306	3,240,252
Stage 3	736,698	367,698	1,712	1,106,108
Total performing loans and advances	78,922,621	5,642,459	11,119,368	95,684,448
Non-performing loans and advances	172,017	1,103,308	92,189	1,367,514
Total loans and advances	79,094,638	6,745,767	11,211,557	97,051,962
Allowance for credit losses	(691,137)	(1,306,217)	(118,238)	(2,115,592)
Loans and advances, net	78,403,501	5,439,550	11,093,319	94,936,370

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024

8. Loans and advances, net- continued

- b) The movement of the allowance for credit losses, for loans and advances, for the periods ended September 30, 2025 and 2024 and for the year ended December 31, 2024 is as follows:

	September 30, 2025 (Unaudited) S'000	December 31, 2024 (Audited) S'000	September 30, 2024 (Unaudited) S'000
Balances at the beginning of the year	1,652,231	1,924,280	1,924,280
Allowance for credit losses	166,007	275,722	183,881
Write-offs	(156,542)	(605,503)	(35,734)
Recoveries	120,464	57,732	43,165
Balances at the end of the period / year	1,782,160	1,652,231	2,115,592

9. Due to banks, Saudi Central Bank and other financial institutions, net

Due to banks, Saudi Central Bank and other financial institutions, net as of September 30, 2025 and 2024 and as of December 31, 2024 is summarized as follows:

	September 30, 2025 (Unaudited) S'000	December 31, 2024 (Audited) S'000	September 30, 2024 (Unaudited) S'000
Current accounts	2,624	2,761	2,205
Repurchase agreements	28,636,420	24,733,104	22,460,058
Money market deposits	5,548,717	3,806,151	4,532,651
Deposits from Saudi Central Bank, net	9,119,382	11,358,982	6,285,518
Due to banks, Saudi Central Bank and other financial institutions, net	43,307,143	39,900,998	33,280,432

10. Customers' deposits

Customers' deposits as of September 30, 2025 and 2024 and as of December 31, 2024 is summarized as follows:

	September 30, 2025 (Unaudited) S'000	December 31, 2024 (Audited) S'000	September 30, 2024 (Unaudited) S'000
Murabaha commodity deposits	35,880,832	22,943,391	24,789,463
Conventional time deposits	38,718,076	36,035,523	38,477,373
Time deposits	74,598,908	58,978,914	63,266,836
Savings deposits	3,152,772	3,325,313	3,146,427
Total special commission bearing deposits	77,751,680	62,304,227	66,413,263
Demand deposits	25,918,679	29,655,634	29,522,650
Other deposits	1,481,590	2,053,270	2,158,504
Customers' deposits	105,151,949	94,013,131	98,094,417

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024

11. Derivatives

- a) The table below summarize the positive and negative fair values of derivative financial instruments. The notional amounts, which provide an indication of the volumes of the transactions outstanding at each period end, do not necessarily reflect the amounts of future cash flows involved. The notional amounts are not indicative of the Bank's exposure to credit risk which is generally limited to the net positive fair values of derivatives, nor market risk.

Derivative financial instruments as of September 30, 2025 and 2024 and as of December 31, 2024 are summarized as follows:

S'000	September 30, 2025 (Unaudited)			December 31, 2024 (Audited)			September 30, 2024 (Unaudited)		
	Fair value		Notional amount	Fair value		Notional amount	Fair value		Notional amount
	Positive	Negative		Positive	Negative		Positive	Negative	
Held for trading:									
Forward foreign exchange contracts	4,845	1,977	7,842,977	4,897	13,019	5,887,835	2,583	2,904	2,407,690
Special commission rates instruments	444,209	408,478	39,776,549	369,671	352,743	33,375,923	536,443	518,545	32,469,046
OTC options	122	122	27,002	-	-	-	-	-	-
Held as fair value hedges:									
Commission rate swaps	110,873	-	6,438,503	278,145	-	7,247,308	170,745	-	7,238,817
CSA / EMIR cash	(116,921)	(393,513)	-	(310,125)	(307,005)	-	(174,422)	(506,625)	-
Subtotal	443,128	17,064	54,085,031	342,588	58,757	46,511,066	535,349	14,824	42,115,553
Associated company put option (note 11c)	203,910	-	-	183,910	-	-	150,566	-	-
Total	647,038	17,064	54,085,031	526,498	58,757	46,511,066	685,915	14,824	42,115,553

- b) The Bank, as part of its derivative management activities, has entered into a master agreement in accordance with the International Swaps and Derivative Association ("ISDA") directives. Under this agreement, the terms and conditions for derivative products purchased or sold by the Group are unified. As part of the master agreement, a credit support annex ("CSA") has also been signed. The CSA allows the Group to receive improved pricing by way of exchange of mark to market amounts in cash as collateral whether in favor of the Bank or the counter party.

For commission rate swaps entered with European counterparties, the Bank and the European counterparty both comply with the European Market Infrastructure Regulation ("EMIR"). EMIR is a body of European legislation for the central clearing and regulation of Over the Counter ("OTC") derivatives. The regulation includes requirements for reporting of derivatives contracts and implementation of risk management standards and establishes common rules for central counterparties and trade repositories. Accordingly, all such standardized OTC derivatives contracts are traded on exchanges and cleared through a Central Counter Party ("CCP") through netting arrangements and exchanges of cash to reduce counter party credit and liquidity risk.

The positive and negative fair values of derivatives including CSA and EMIR cash margins have been netted/offset when there is a legally enforceable right to set off the recognized amounts and the Group intends to settle on a net basis, or to realize the assets and settle the liability simultaneously.

- c) The Bank has a put option arising from an existing master agreement entered by the Bank relating to an associated company, the estimated value of which is included in note 11a. The terms of the agreement give the Bank a put option and give the counter party a call option that is exercisable for the remaining term of the agreement. The Bank has valued only the put option, as the call option is deemed to be out of the money. The put option, once exercised, grants the Bank the right to receive a payment in exchange for its shares one year after the exercise, based on pre-determined formulas included in the agreement.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024

12. Other Reserves

Other reserves classified in shareholders' equity as of September 30, 2025 and 2024 and as of December 31, 2024 are comprised of the following:

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited) Restated	September 30, 2024 (Unaudited) Restated
	ﷲ'000	ﷲ'000	ﷲ'000
Unrealized losses on revaluation of debt securities at FVOCI before allowance for credit losses	(626,255)	(1,062,978)	(698,663)
Allowance for credit losses on debt securities at FVOCI	5,281	6,018	6,508
Unrealized losses on revaluation of debt securities at FVOCI after allowance for credit losses	(620,974)	(1,056,960)	(692,155)
Unrealized gain on revaluation of equities held at FVOCI	372,953	548,655	503,625
Actuarial losses on end of service plans	(54,711)	(56,029)	(34,727)
Share of other comprehensive income / (loss) of associates	(534)	(675)	2,789
Other reserves	(303,266)	(565,009)	(220,468)

13. Commitments, contingencies, and financial guarantee contracts

- a) Credit related commitments and contingencies as of September 30, 2025 and 2024 and as of December 31, 2024 are as follows:

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)	September 30, 2024 (Unaudited)
	ﷲ'000	ﷲ'000	ﷲ'000
Letters of credit	3,303,600	2,968,479	3,438,261
Letters of guarantee	14,952,381	14,283,155	13,128,160
Acceptances	1,619,060	1,535,924	1,290,631
Irrevocable commitments to extend credit	11,520,052	7,924,814	3,820,095
Credit-related commitments and contingencies	31,395,093	26,712,372	21,677,147

- b) The credit quality of credit related commitments and contingencies as of September 30, 2025 and 2024 and as of December 31, 2024 are summarized as follows:

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)	September 30, 2024 (Unaudited)
	ﷲ'000	ﷲ'000	ﷲ'000
Stage 1	31,014,527	26,340,010	21,257,026
Stage 2	209,898	211,570	194,842
Stage 3	170,668	160,792	225,279
Total	31,395,093	26,712,372	21,677,147

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024

13. Commitments, contingencies, and financial guarantee contracts – continued

- c) The movement of the allowance for credit losses for credit related commitments and contingencies for the periods ended September 30, 2025 and 2024 and for the year ended December 31, 2024 is summarized as follows:

	September 30, 2025 (Unaudited) S'000	December 31, 2024 (Audited) S'000	September 30, 2024 (Unaudited) S'000
Balances at the beginning of the year	248,024	237,943	237,943
Allowance for credit losses	18,852	10,081	21,924
Balances at the end of the period / year	266,876	248,024	259,867

- d) The Group is subject to legal proceedings in the ordinary course of business. No provision has been made in cases where professional legal advice indicates that it is not probable that any significant loss will arise. However, provisions are made for legal cases where management foresees the probability of an adverse outcome based on professional advice.

14. Operating segments

- a) Operating segments are identified based on internal reports about components of the Group that are regularly reviewed by the Bank's Board of Directors in its function as the Chief Operating Decision Maker to allocate resources to segments and to assess their performance. Performance is measured based on segment profit, as management believes that this indicator is the most relevant in evaluating the results of segments relative to other entities that operate within these sectors.

Transactions between the operating segments are on normal commercial terms and conditions as approved by management. The revenue from external parties reported to the Board is measured in a manner consistent with that in the interim condensed consolidated statement of income. Segment assets and liabilities are comprised of operating assets and liabilities. The Group's primary business is conducted in Kingdom of Saudi Arabia ("KSA").

- b) The Group's reportable segments are as follows:

Retail banking. Loans, deposits, and other products for public institutions, high-net worth individuals and consumers.

Corporate banking. Loans, deposits and other credit products for corporate, small to medium-sized businesses.

Treasury and Investments. Money market, investments and treasury services, and investments in associates and related activities.

Asset management and brokerage. Dealing, managing, advising and custody of securities services.

Other. Support functions, litigation, and other management and control units.

Commission is charged to operating segments based on Funds Transfer Price (FTP) rates. The net FTP contribution included in the segment information below includes the segmental net special commission income after FTP asset charges and liability credits (FTP net transfers). All other segment income is from external customers.

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14. Operating segments – continued

- c) The segment information provided to the Bank's Board of Directors for the reportable segments for the Group's total assets and liabilities as of September 30, 2025 and 2024, and its total operating income, expenses, and Income before provisions for Zakat for the period ended, are as follows:

September 30, 2025 (Unaudited) ₪'000						
	Retail banking	Corporate banking	Treasury and investments	Asset management and brokerage	Other	Total
Total assets	27,065,562	83,082,319	60,170,208	1,027,982	3,565,598	174,911,669
Total liabilities	73,608,015	14,075,832	63,133,488	82,449	2,267,121	153,166,905
Net special commission income (loss)	(931,278)	3,960,676	(419,055)	57,674	(14,603)	2,653,414
FTP net transfers	1,859,239	(2,783,319)	938,239	-	(14,159)	-
Net FTP contribution	927,961	1,177,357	519,184	57,674	(28,762)	2,653,414
Fee income from banking services, net	(1,154)	105,811	23,721	150,718	(6,258)	272,838
Other operating income (loss)	94,240	76,493	237,199	1,779	(169,823)	239,888
Total operating income (loss)	1,021,047	1,359,661	780,104	210,171	(204,843)	3,166,140
Direct operating expenses	262,880	66,851	30,832	92,190	-	452,753
Indirect operating expenses	410,405	209,391	217,766	-	-	837,562
Allowance (Reversal) for credit and other losses	12,233	172,626	1,349	29	(67)	186,170
Total operating expenses	685,518	448,868	249,947	92,219	(67)	1,476,485
Net operating income (loss)	335,529	910,793	530,157	117,952	(204,776)	1,689,655
Share in earnings of associates	-	-	94,284	-	-	94,284
Income (loss) before provisions for Zakat	335,529	910,793	624,441	117,952	(204,776)	1,783,939

September 30, 2024 (Unaudited) ₪'000 Restated						
	Retail banking	Corporate banking	Treasury and investments	Asset management and brokerage	Other	Total
Total assets	25,457,403	69,319,057	52,401,622	903,049	3,571,566	151,652,697
Total liabilities	72,347,478	11,731,590	47,235,538	71,251	2,028,676	133,414,533
Net special commission income (loss)	(595,639)	3,606,274	(390,197)	50,003	(29,736)	2,640,705
FTP net transfers	1,690,776	(2,587,792)	907,802	-	(10,786)	-
Net FTP contribution	1,095,137	1,018,482	517,605	50,003	(40,522)	2,640,705
Fee income (loss) from banking services, net	615	114,224	38,486	123,188	(30,258)	246,255
Other operating income (loss)	86,605	70,352	208,115	450	(156,943)	208,579
Total operating income (loss)	1,182,357	1,203,058	764,206	173,641	(227,723)	3,095,539
Direct operating expenses	361,392	62,506	29,409	86,436	-	539,743
Indirect operating expenses	378,609	151,443	227,165	-	-	757,217
Allowance for credit and other losses	11,255	194,657	3,810	75	-	209,797
Total operating expenses	751,256	408,606	260,384	86,511	-	1,506,757
Net operating income (loss)	431,101	794,452	503,822	87,130	(227,723)	1,588,782
Share in earnings of associates	-	-	83,630	-	-	83,630
Income (loss) before provisions for Zakat	431,101	794,452	587,452	87,130	(227,723)	1,672,412

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15. Fair values of financial assets and liabilities

- a) The Group uses the fair value hierarchy for determining and disclosing the fair value of financial instruments. The following table shows an analysis of financial assets and liabilities recorded at fair value as of September 30, 2025 and 2024 and as of December 31, 2024 by level of the fair value hierarchy.

September 30, 2025 (Unaudited) ١٠٠٠				
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value:				
Derivative financial instruments at FVSI, net	-	443,128	203,910	647,038
Investments at FVOCI	16,148,902	864,003	407,385	17,420,290
Investments at FVSI	-	38,422	61,201	99,623
Total	16,148,902	1,345,553	672,496	18,166,951
Financial liabilities carried at fair value:				
Derivative financial instruments at FVSI, net	-	17,064	-	17,064
Total	-	17,064	-	17,064
December 31, 2024 (Audited) ١٠٠٠ Restated				
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value:				
Derivative financial instruments at FVSI, net	-	342,588	183,910	526,498
Investments at FVOCI	17,833,274	1,107,004	407,385	19,347,663
Investments at FVSI	-	42,178	20,648	62,826
Total	17,833,274	1,491,770	611,943	19,936,987
Financial liabilities carried at fair value:				
Derivative financial instruments at FVSI, net	-	58,757	-	58,757
Total	-	58,757	-	58,757
September 30, 2024 (Unaudited) ١٠٠٠ Restated				
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value:				
Derivative financial instruments at FVSI, net	-	535,349	150,566	685,915
Investments at FVOCI	18,261,598	1,200,886	407,385	19,869,869
Investments at FVSI	-	36,950	20,728	57,678
Total	18,261,598	1,773,185	578,679	20,613,462
Financial liabilities carried at fair value:				
Derivative financial instruments at FVSI, net	-	14,824	-	14,824
Total	-	14,824	-	14,824

Change in fair value of associated company put option described in note 11c for the period ended September 30, 2025 which was estimated using valuation models, is a gain of ١٠ 20 million (September 30, 2024: a gain of ١٠ 37.5 million) which is included in unrealized gain on FVSI financial instruments.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

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15. Fair values of financial assets and liabilities - continued

Level 2 investments include debt securities which are comprised of Saudi Corporate and Bank securities, and Saudi Arabian Government securities. These securities are generally unquoted. In the absence of a quoted price in an active market, these securities are valued using observable inputs such as yield information for similar instruments or last executed transaction prices in securities of the same issuer or based on indicative market quotes. Adjustments are also considered as part of the valuations when necessary to account for the different features of the instruments including difference in tenors. Because the significant inputs for these investments are observable, the Bank categorizes these investments within Level 2.

Level 2 derivative financial instruments include various derivatives contracts including forward foreign exchange contracts, commission rate options, and commission rate swaps. These derivatives are valued using widely recognized valuation models. The most frequently applied valuation techniques include the use of forward pricing standard models using present value calculations and well-recognized Black - Scholes option pricing models. These models incorporate various market observable inputs including foreign exchange rates, forward rates, and yield curves, and are therefore included within Level 2.

Level 3 investments include private equity funds and certain unquoted strategic investments in equities. These securities are generally not quoted in an active market, and therefore are valued using indicative market quotes from an issuer / counter-party or valued at cost in the absence of any such alternative reliable indicative estimate.

Level 3 derivative financial instruments include the embedded derivative put option arising from the existing master agreement entered into by the Bank relating to its investment in an associated company (see note 11c). For purposes of determining the fair value of the put option, the Bank uses a well-recognized and frequently used Binomial Option Pricing Model. This model requires certain inputs which are not observable in the current market place. Certain inputs are specifically stated within the master agreement with the associated company. Other inputs are based on the historical results of the associated company. These other inputs may require management's judgement including estimations about the future results of the associated company, the detrimental effects on the operating results of the associated company which may arise from an exercise of the option, and an estimate of the fair value of the underlying investment. Several of the inputs are also interdependent.

In all respects, the Group's significant estimates are based on experience and judgement relevant to each input, and in all cases, due care is taken to ensure that the inputs are prudent to ensure that the estimation of fair value is reasonable in the circumstances. However, any amounts which may be realized in the future may differ from the Bank's estimates of fair value.

- b) The following table summarizes the movement of the Level 3 fair values for the period ended September 30, 2025 and 2024 and as of December 31, 2024 is summarized as follows:

	September 30, 2025 (Unaudited) S'000	December 31, 2024 (Audited) Restated S'000	September 30, 2024 (Unaudited) Restated S'000
Fair values at the beginning of the year	611,943	481,736	481,736
Purchase during the period	41,250	22,504	18,750
Net change in fair value	19,303	107,703	78,283
Fair values at the end of the period / year	672,496	611,943	578,679

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15. Fair values of financial assets and liabilities - continued

- c) The following table summarizes the estimated fair values of financial assets and financial liabilities as of September 30, 2025 and 2024 and as of December 31, 2024 that are not carried at fair value in the consolidated statement of financial position, along with the respective carrying amounts.

	Carrying values S'000	Estimated fair values S'000
September 30, 2025		
Financial assets:		
Due from banks and other financial institutions, net	3,750,012	3,748,930
Investments – held at amortized cost	28,856,967	29,153,083
Loans and advances, net	110,580,881	110,775,758
Total	143,187,860	143,677,771
Financial liabilities:		
Due to banks and other financial institutions, net	43,307,143	43,311,885
Customers' deposits	105,151,949	105,292,124
Term Loans, net	2,787,741	2,831,118
Total	151,246,833	151,435,127

	Carrying values S'000	Estimated fair values S'000
December 31, 2024		
Financial assets:		
Due from banks and other financial institutions, net	1,314,000	1,313,886
Investments – held at amortized cost	21,423,570	20,831,682
Loans and advances, net	99,466,490	99,690,975
Total	122,204,060	121,836,543
Financial liabilities:		
Due to banks and other financial institutions, net	39,900,998	39,903,458
Customers' deposits	94,013,131	94,230,190
Total	133,914,129	134,133,648

	Carrying values S'000	Estimated fair values S'000
September 30, 2024		
Financial assets:		
Due from banks and other financial institutions, net	1,270,528	1,270,215
Investments – held at amortized cost	20,759,528	20,919,017
Loans and advances, net	94,936,370	94,675,881
Total	116,966,426	116,865,113
Financial liabilities:		
Due to banks and other financial institutions, net	33,280,432	33,276,648
Customers' deposits	98,094,417	97,849,278
Total	131,374,849	131,125,926

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024

15. Fair values of financial assets and liabilities – continued

The estimated fair values of loans and advances, net are calculated using market based discounted cash flow models of individual loan portfolios using the weighted average estimated maturities of each individual loan portfolio. The estimated fair values of customers' deposits are calculated using market based discounted cash flow models of individual deposit classes using the weighted average estimated maturities of each individual deposit class. Fair value estimates for loans and advances, net and customers' deposits are considered as level 3 in the fair value hierarchy.

The fair values of other financial instruments that are not carried in the consolidated statement of financial position at fair value are not significantly different from the carrying values. The fair values of due from banks and other financial institutions and due to banks and other financial institutions which are carried at amortized cost, are not significantly different from the carrying values included in the consolidated financial statements, since the current market special commission rates for similar financial instruments are not significantly different from the special commission rates at initial recognition, and because of the short duration of due from banks and other financial institutions.

16. Credit and financial risk management

a) Credit Risk

The Group manages its exposure to credit risk, which is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. Credit exposures arise principally in customer lending activities that lead to loans and advances, and other investment activities. There is also credit risk in off consolidated statement of financial position financial instruments, such as loan commitments and financial guarantee contracts. The Group assesses the Probability of Default (PD) of counterparties using internal rating tools which can be mapped to external ratings where available. The Group's credit risk for derivatives represents the potential cost to replace the derivative contracts if counterparties fail to fulfill their obligation, and to control the level of credit risk taken. The Group assesses wholesale counterparties using the same techniques as for its lending activities to clients.

Concentrations of credit risk arise when several counterparties are engaged in similar business activities, or activities in the same geographic region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political, or other conditions. Concentrations of credit risk indicate the relative sensitivity of the Group's performance to developments affecting a particular industry or geographical location.

The Group has a comprehensive Board approved framework for managing credit risk which includes an independent credit risk review function and credit risk monitoring process. The Group seeks to control credit risk by monitoring credit exposures, limiting concentration risks, limiting transactions with specific counterparties, and continually assessing the creditworthiness of counterparties. The Group's risk management policies are designed to identify and to set appropriate risk limits and to monitor the risks and adherence to limits. Actual exposures against limits are regularly monitored. In certain cases, the Group may also close out transactions or assign them to other counterparties to mitigate credit risk.

b) Credit Risk management

The Group seeks to manage its credit risk exposure through diversification of lending activities to ensure that there is no undue concentration of risks with individuals or groups of customers in specific locations, businesses, or economic sectors.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS (Unaudited)**

For the Nine-month periods ended September 30, 2025 and 2024

16. Credit and financial risk management – continued

The Group uses a credit classification system as a tool to assist in managing the quality of credit risk within the lending portfolio. It maintains classification grades that differentiate between portfolios and allocates expected credit loss allowances. The Group determines each individual borrower's grade based on specific objective and subjective financial and business assessment criteria covering debt service, profitability, liquidity, capital structure, industry, management quality, and company standing. The Group conducts periodic quality classification exercises over all of its existing borrowers and the results of these exercises are validated by the independent risk management unit established for that purpose. The Group regularly reviews its risk management policies and systems to reflect changes in markets, products, external economic environment, emerging best practices, and regulatory guidance.

c) Credit Risk Mitigation ("CRM")

The Group in the ordinary course of lending activities holds collateral as security for Credit Risk Mitigation (CRM) on its loans and advances. The collateral includes primarily time, demand, and other cash deposits, financial guarantees, local and international equities, real estate, and other assets. The collateral is held mainly against commercial and similar loans and is managed against relevant exposures at their net realizable value. Management monitors the market value of collateral, requests additional collateral in accordance with underlying agreements, and assesses the adequacy of the allowance for credit losses. The Group also seeks additional collateral from counterparties when impairment indicators are observed.

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16. Credit and financial risk management - continued**Due from banks and other financial institutions**

A reconciliation from the opening to the closing balances of the gross carrying amounts and allowances for credit losses for due from banks and other financial institutions for the period ended September 30, 2025 and 2024 is summarized as follows:

	Gross Carrying Amounts ﷲ'000				Allowances for credit losses ﷲ'000			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Balances as of December 31, 2023	1,473,223	990	-	1,474,213	734	61	-	795
Changes in exposures and re-measurements								
- existing placements	(56,661)	139	-	(56,522)	10	8	-	18
- new placements	156,066	-	-	156,066	70	-	-	70
- matured placements	(302,350)	-	-	(302,350)	(4)	-	-	(4)
Balances as of September 30, 2024	1,270,278	1,129	-	1,271,407	810	69	-	879
Balances as of December 31, 2024	1,312,808	2,248	-	1,315,056	911	145	-	1,056
Changes in exposures and re-measurements								
- existing placements	2,116,297	15	-	2,116,312	775	(4)	-	771
- new placements	513,195	-	-	513,195	284	-	-	284
- matured placements	(192,444)	-	-	(192,444)	(4)	-	-	(4)
Balances as of September 30, 2025	3,749,856	2,263	-	3,752,119	1,966	141	-	2,107

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16. Credit and financial risk management - continued

Investments – debt securities

A reconciliation from the opening to the closing balances of the gross carrying amounts and allowances for credit losses for debt securities for the period ended September 30, 2025 and 2024 is summarized as follows:

	Gross Carrying Amounts ﷲ'000				Allowances for credit losses ﷲ'000			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Balances as of December 31, 2023	31,974,127	-	-	31,974,127	10,872	-	-	10,872
Changes in exposures and re-measurements								
- existing investments	283,071	-	-	283,071	(246)	-	-	(246)
- new investments	8,538,489	-	-	8,538,489	4,111	-	-	4,111
- matured investments	(1,040,132)	-	-	(1,040,132)	(138)	-	-	(138)
Balances as of September 30, 2024	39,755,555	-	-	39,755,555	14,599	-	-	14,599
Balances as of December 31, 2024	39,852,803	-	-	39,852,803	14,671	-	-	14,671
Changes in exposures and re-measurements								
- existing investments	569,459	-	-	569,459	289	-	-	289
- new investments	7,460,573	-	-	7,460,573	2,027	-	-	2,027
- matured investments	(2,347,014)	-	-	(2,347,014)	(2,018)	-	-	(2,018)
Balances as of September 30, 2025	45,535,821	-	-	45,535,821	14,969	-	-	14,969

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For the Nine-month periods ended September 30, 2025 and 2024

16. Credit and financial risk management - continued**Total loans and advances**

A reconciliation from the opening to the closing balances of the gross carrying amounts and allowances for credit losses for total loans and advances for the period ended September 30, 2025 and 2024 is summarized as follows:

	Gross Carrying Amounts ﷲ'000				Allowances for credit losses ﷲ'000			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Balances as of December 31, 2023	76,902,923	3,555,842	2,216,285	82,675,050	359,462	342,150	1,222,668	1,924,280
Transfers from Stage 1 to Stage 2	(151,665)	151,665	-	-	(1,503)	1,503	-	-
Transfers from Stage 1 to Stage 3	(38,925)	-	38,925	-	(529)	-	529	-
Transfers from Stage 2 to Stage 1	97,760	(97,760)	-	-	9,875	(9,875)	-	-
Transfers from Stage 2 to Stage 3	-	(238,072)	238,072	-	-	(59,533)	59,533	-
Transfers from Stage 3 to Stage 1	2,061	-	(2,061)	-	1,223	-	(1,223)	-
Transfers from Stage 3 to Stage 2	-	3,892	(3,892)	-	-	2,016	(2,016)	-
Changes in exposures and re-measurements								
- existing facilities	6,178,785	(83,732)	48,735	6,143,788	25,139	(2,166)	91,204	114,177
- transfer facilities	29,708	(25,548)	(9,432)	(5,272)	(10,116)	11,884	65,022	66,790
- new facilities	11,405,718	11,637	3,702	11,421,057	58,530	1,853	1,702	62,085
- matured facilities	(3,088,277)	(37,672)	(64,143)	(3,190,092)	(19,739)	(4,836)	(34,596)	(59,171)
Recoveries, net	-	-	7,431	7,431	-	-	7,431	7,431
Balances as of September 30, 2024	91,338,088	3,240,252	2,473,622	97,051,962	422,342	282,996	1,410,254	2,115,592
Balances as of December 31, 2024	97,227,505	1,945,695	1,945,521	101,118,721	459,105	295,594	897,532	1,652,231
Transfers from Stage 1 to Stage 2	(598,495)	598,495	-	-	(4,169)	4,169	-	-
Transfers from Stage 1 to Stage 3	(175,966)	-	175,966	-	(1,034)	-	1,034	-
Transfers from Stage 2 to Stage 1	176,511	(176,511)	-	-	17,074	(17,074)	-	-
Transfers from Stage 2 to Stage 3	-	(143,062)	143,062	-	-	(13,337)	13,337	-
Transfers from Stage 3 to Stage 1	4,519	-	(4,519)	-	2,451	-	(2,451)	-
Transfers from Stage 3 to Stage 2	-	1,415	(1,415)	-	-	796	(796)	-
Changes in exposures and re-measurements								
- existing facilities	5,904,058	126,724	42,691	6,073,473	(27,591)	8,347	42,464	23,220
- transfer facilities	(12,966)	10,772	(40,807)	(43,001)	(17,594)	19,266	86,617	88,289
- new facilities	13,067,448	28,227	3,035	13,098,710	90,443	1,052	1,841	93,336
- matured facilities	(7,789,394)	(51,892)	(7,498)	(7,848,784)	(46,285)	(5,518)	12,965	(38,838)
Write-offs, net	-	-	(36,078)	(36,078)	-	-	(36,078)	(36,078)
Balances as of September 30, 2025	107,803,220	2,339,863	2,219,958	112,363,041	472,400	293,295	1,016,465	1,782,160

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16. Credit and financial risk management - continued

Financial guarantee contracts

A reconciliation from the opening to the closing balances of the gross carrying amounts and allowances for credit losses for financial guarantee contracts for the period ended September 30, 2025 and 2024 is summarized as follows:

	Gross Carrying Amounts S'000				Allowances for credit losses S'000			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Balances as of December 31, 2023	16,065,461	284,090	168,133	16,517,684	110,793	21,165	105,985	237,943
Transfers from Stage 1 to Stage 2	(4,991)	4,991	-	-	(9)	9	-	-
Transfers from Stage 2 to Stage 1	8,219	(8,219)	-	-	111	(111)	-	-
Transfers from Stage 2 to Stage 3	-	(57,546)	57,546	-	-	(16,700)	16,700	-
Changes in exposures and re-measurements								
- existing facilities	1,020,722	(33,057)	10	987,675	(5,229)	(248)	(831)	(6,308)
- transfer facilities	(5,962)	(555)	-	(6,517)	(104)	10	12,950	12,856
- new facilities	5,290,335	32,642	-	5,322,977	22,451	446	-	22,897
- matured facilities	(1,116,758)	(27,504)	(410)	(1,144,672)	(6,712)	(583)	(226)	(7,521)
Balances as of September 30, 2024	21,257,026	194,842	225,279	21,677,147	121,301	3,988	134,578	259,867
Balances as of December 31, 2024	26,340,010	211,570	160,792	26,712,372	143,359	4,405	100,260	248,024
Transfers from Stage 1 to Stage 2	(76,506)	76,506	-	-	(619)	619	-	-
Transfers from Stage 1 to Stage 3	(11,325)	-	11,325	-	(107)	-	107	-
Transfers from Stage 2 to Stage 1	26,426	(26,426)	-	-	303	(303)	-	-
Transfers from Stage 2 to Stage 3	-	(175)	175	-	-	(6)	6	-
Changes in exposures and re-measurements								
- existing facilities	(1,159,314)	(6,349)	(1,057)	(1,166,720)	(7,444)	172	(3,310)	(10,582)
- transfer facilities	(1,000)	(3,915)	(159)	(5,074)	(173)	3,622	5,672	9,121
- new facilities	7,564,912	8,700	-	7,573,612	30,762	217	-	30,979
- matured facilities	(1,668,676)	(50,013)	(408)	(1,719,097)	(8,550)	(1,892)	(224)	(10,666)
Balances as of September 30, 2025	31,014,527	209,898	170,668	31,395,093	157,531	6,834	102,511	266,876

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17. Basic and diluted earnings per share

Details of basic and diluted earnings per share are as follows:

	Three months period ended		Nine months period ended	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
	ﷲ'000	ﷲ'000	ﷲ'000	ﷲ'000
Profit attributable to ordinary shareholders				
Net income	518,408	517,842	1,534,188	1,446,636
Tier I Sukuk costs	(17,761)	(15,627)	(184,664)	(97,917)
Net income adjusted for Tier I Sukuk costs	500,647	502,215	1,349,524	1,348,719
Weighted average number of outstanding shares (in '000)				
Weighted average number of outstanding shares	1,247,325	1,249,417	1,247,325	1,249,417
Basic and diluted earnings per share (ﷲ)	0.40	0.40	1.08	1.08

18. Capital adequacy

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.

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 consolidated statement of financial position assets, commitments, and notional amounts of derivatives, at a weighted amount to reflect their relative risk.

The following table summarizes the Bank's Pillar I Risk Weighted Assets (RWA), Tier I and Tier II Capital, and corresponding Capital adequacy ratio percentages as of September 30, 2025 and 2024 and as of December 31, 2024.

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)	September 30, 2024 (Unaudited)
	ﷲ'000	Restated ﷲ'000	Restated ﷲ'000
Credit Risk RWA	117,798,408	104,116,865	97,140,944
Operational Risk RWA	5,303,485	4,414,078	4,414,078
Market Risk RWA	1,181,992	598,099	1,281,221
Total Pillar- I RWA	124,283,885	109,129,042	102,836,243
Tier I Capital	21,726,469	21,113,062	18,219,869
Tier II Capital	723,376	668,667	598,743
Total Tier I plus II Capital	22,449,845	21,781,729	18,818,612
Capital Adequacy Ratios:			
CET I Ratio	13.21%	14.48%	15.29%
Tier I Ratio	17.48%	19.35%	17.72%
Tier I plus Tier II Ratio	18.06%	19.96%	18.30%

Capital adequacy and the use of Regulatory capital are regularly monitored by the Bank's management. Saudi Central Bank requires the Bank to hold a minimum level of regulatory capital and maintain a ratio of total Regulatory capital to Risk Weighted Assets (RWA) at or above the requirement of 10.5%, which includes additional buffers as required by the Basel Committee on Banking Supervision.

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For the Nine-month periods ended September 30, 2025 and 2024

19. Tier I Sukuk

The Bank completed the establishment of a Sharia compliant Tier I Sukuk Program (the Program) in 2016 and 2023. During 2024 the Bank also completed the establishment of US Dollar denominated additional tier 1 capital sustainable sukuk by way of an offer to eligible investors in the Kingdom of Saudi Arabia and internationally. The Program was approved by the Bank's regulatory authorities. The following tranches of Tier I Sukuk issued under the program on the dates indicated below are outstanding as of September 30, 2025 and 2024 and as of December 31, 2024:

	September 30, 2025 (Unaudited) S'000	December 31, 2024 (Audited) S'000	September 30, 2024 (Unaudited) S'000
June 29, 2022	2,000,000	2,000,000	2,000,000
February 6, 2023	500,000	500,000	500,000
November 28, 2024	2,812,500	2,812,500	-
Total	5,312,500	5,312,500	2,500,000

The Tier I Sukuk securities are perpetual with no fixed redemption dates and represent an undivided ownership interest in the Sukuk assets, constituting an unsecured conditional and subordinated obligation of the Bank classified under equity. However, the Bank has the exclusive right to redeem or call the Tier I Sukuk debt securities in a specific period of time, subject to the terms and conditions stipulated in the Program.

The applicable profit rate on the Tier I Sukuk is payable 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 a non-payment event or non-payment election are not considered to be an event of default and the amounts not paid thereof shall not be cumulative or compound with any future distributions.


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For the Nine-month periods ended September 30, 2025 and 2024

20. Related party transactions

- a) In the ordinary course of its activities, the Group transacts business with related parties. Related parties, balances, and transactions are governed by the Banking Control Law and other regulations issued by Saudi Central Bank.
- b) The balances as of September 30, 2025 and September 30, 2024 and as of December 31, 2024 resulting from such transactions included in the consolidated statement of financial position are as follows:

	September 30, 2025 (Unaudited) ﷲ'000	December, 31 2024 (Audited) ﷲ'000	September 30, 2024 (Unaudited) ﷲ'000
Management of the Bank, their relatives and/or their affiliated entities:			
Loans and advances	382,448	442,205	682,610
Customers' deposits	1,023,184	502,867	3,361,589
Tier I Sukuk	55,500	55,800	18,300
Commitments and contingencies	436,156	595,397	649,168
Investments	-	250,145	250,031
Principal shareholders of the Bank and/or their relatives:			
Customers' deposits	4,974,139	8,132,947	7,971,126
Tier I Sukuk	50,000	50,000	50,000
Affiliates of the Bank, entities for which the investment is accounted for using the equity method of accounting, their management and relatives:			
Loans and advances	1,726,710	1,423,209	1,408,509
Customers' deposits	751,398	706,396	486,638
Tier I Sukuk	10,000	10,000	10,000
Commitments, contingencies and derivatives	636,070	530,865	45,710
Trusts for the benefit of the Bank's employees such as pension or other benefits plans that are managed by the Bank:			
Customers' deposits and other liabilities	318,939	370,994	333,847

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024

20. Related party transactions – continued

- c) Income and expense for the period ended September 30, 2025 and 2024 and for the year ended December 31, 2024, pertaining to transactions with related parties included in the consolidated statement of income are as follows:

	September 30, 2025 (Unaudited) S'000	December, 31 2024 (Audited) S'000	September 30, 2024 (Unaudited)
Management of the Bank and/or members of their immediate family:			
Special commission income	36,493	92,330	72,293
Special commission expense	30,164	103,351	80,629
Fee income from banking services	6	1,119	812
Other expenses	-	38,419	28,762
Principal shareholders of the Bank and/or members of their immediate family:			
Special commission expense	73,550	143,806	103,433
Other expenses	-	122	122
Affiliates of the Bank and entities for which the investment is accounted for using the equity method of accounting:			
Special commission income	198,466	219,114	171,276
Special commission expense	15,277	40,389	36,565
Fee income from banking services	211	281	231
Other income	75	120	84
Other expenses	3,763	4,838	3,688
Board of Directors and other Board Committee member remuneration	14,063	19,000	11,996

All related party transactions are conducted on terms approved by the management.

21. Zakat

The Bank has filed the required Zakat declarations with the Zakat, Tax, and Customs Authority ("ZATCA") which are due on April 30 each year, through the year ended December 31, 2024.

On March 14, 2019, the ZATCA published rules (the "Rules") for the computation of Zakat for companies engaged in financing activities and licensed by Saudi Central Bank. The Rules are issued pursuant to the Zakat Implementing Regulations and are applicable for the periods beginning January 1, 2019. In addition to providing a new basis for calculation of the Zakat base, the Rules have also introduced a minimum floor and maximum cap at 4 times and 8 times respectively of net income. The Zakat liability for the Saudi shareholders will continue to be calculated at 2.5% of the Zakat base but it will not fall below the minimum floor nor would exceed the maximum cap as prescribed by the Rules.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the Nine-month periods ended September 30, 2025 and 2024

22. Dividends and Bonus shares

During the nine-month period ended September 30, 2025, the Board of Directors approved an interim cash dividend of ﷲ 498.9 million equal to ﷲ0.40 per share, for each of the second half of the fiscal year 2024, and first half of the fiscal year 2025 to 1,247 million eligible shares. The proposed cash dividends amounting to ﷲ 997.8 million was paid during the nine-month period ended September 30, 2025.

During the three-month period ended September 30, 2024, the Board of Directors approved an interim cash dividend of SAR 449.7 million equal to SAR 0.36 per share, first half of the fiscal year 2024, to 1,249 million eligible shares. The proposed cash dividend were paid during the nine-month period ended September 30, 2024.

During the nine-month period ended September 30, 2024, the capital was increased by way of issuing bonus shares to the bank's shareholders by capitalizing part of the Statutory Reserve by way of granting one share for every four shares.

23. Comparative figures

Certain comparative amounts have been reclassified to conform to current year presentation. However, there was no impact of such reclassifications on the consolidated statement of changes in equity and the consolidated statement of cash flows.

24. Restatement

During the three-months period ended 30 September 2025, the Group corrected its valuation of its equity interest in an equity investment that is classified as investment at Fair Value through Other Comprehensive Income which was historically valued at cost. These adjustments are considered as correction as per IAS 8 (Accounting policies, Changes and Accounting Estimates and Error) and are material to the interim condensed consolidated financial information and accordingly the interim condensed consolidated statement of financial position, interim condensed consolidated statement of comprehensive income and interim condensed consolidated statement of changes in equity have been restated. Accordingly, the Group has restated the impacted line items to correct the financial information for prior period as follows:

ﷲ '000	Previously reported		Restated		
Balance Sheet captions	December 31, 2024	September 30, 2024	Restatement Adjustments	December 31, 2024	September 30, 2024
Investments	40,431,316	40,284,332	402,743	40,834,059	40,687,075
Other reserves	(967,752)	(623,211)	402,743	(565,009)	(220,468)

ﷲ '000	Nine months period ended September 30, 2024		
Statement of Other Comprehensive Income	Previously Reported	Restatement Adjustment	Restated
Net change in fair value of equity investments held at fair value through other comprehensive income	187,131	41,018	228,149

25. Subsequent Events

There were no significant events after the reporting date which require disclosure or adjustment to these interim condensed consolidated financial statements.

26. Board of Director's Approval

These interim condensed consolidated financial statements were approved by the Bank's Board of Directors on Jumada al-Awwal 8, 1447H, corresponding to October 30, 2025.
