SOHAR INTERNATIONAL BANK SAOG

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2026

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026
(﷼'000)

	Note	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
ASSETS				
Cash and balances with Central Bank	*5*	**206,319**	323,400	268,492
Due from banks	*6*	**544,070**	650,941	657,843
Investment securities	*7*	**2,192,220**	2,153,538	1,883,292
Loans, advances and Islamic financings (net)	*8*	**6,974,476**	5,763,904	4,861,563
Other assets	*9*	**196,217**	91,862	57,822
Investment properties		**2,900**	2,900	2,900
Property and equipment		**78,233**	75,695	75,309
Intangible assets	*10*	**63,918**	66,556	69,349
TOTAL ASSETS		**10,258,353**	9,128,796	7,876,570
LIABILITIES				
Due to banks	*11*	**878,976**	977,478	565,602
Customer deposits	*12*	**7,942,971**	6,826,799	6,312,737
Other liabilities	*13*	**248,646**	170,933	106,189
TOTAL LIABILITIES		**9,070,593**	7,975,210	6,984,528
SHAREHOLDERS' EQUITY				
Share capital	*14*	**702,508**	702,508	702,508
Share premium		**18,038**	18,038	18,038
Legal reserve		**65,947**	65,947	55,900
Other reserves	*15*	**16,435**	1,571	(5,869)
Retained earnings		**158,882**	165,522	121,465
TOTAL SHAREHOLDERS' EQUITY		**961,810**	953,586	892,042
Perpetual AT1 securities	*16.1*	**200,000**	200,000	-
Mandatory Convertible Bonds	*16.2*	**25,950**	-	-
TOTAL EQUITY		**1,187,760**	1,153,586	892,042
TOTAL LIABILITIES AND EQUITY		**10,258,353**	9,128,796	7,876,570
CONTINGENT LIABILITIES	*17.1*	**796,470**	690,927	603,852
COMMITMENTS	*17.2*	**1,982,246**	1,469,419	1,177,178
		Baisa	*Baisa*	*Baisa*
Net assets per share		**145.4**	144.1	134.8

These interim condensed consolidated financial statements were approved and authorised for issue by the Board of Directors on 30th July 2026 and signed on their behalf by:

Chairman   *Board member*

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS PERIOD
(Unaudited)
(﷼'000)

	Note	Six months ended 30 June 2026	Six months ended 30 June 2025	Three months ended 30 June 2026	Three months ended 30 June 2025
Interest income	18	**187,175**	151,870	**99,180**	76,760
Interest expense	19	**(96,963)**	(76,262)	**(50,559)**	(38,264)
Net interest income		**90,212**	75,608	**48,621**	38,496
Net income from Islamic financings and investing activities	20	**7,832**	6,677	**3,708**	3,670
Other operating income	21	**47,553**	33,287	**21,966**	18,365
TOTAL OPERATING INCOME		**145,597**	115,572	**74,295**	60,531
Staff costs		**(36,362)**	(31,382)	**(18,461)**	(14,864)
Other operating expenses	22	**(28,200)**	(18,092)	**(14,085)**	(11,253)
Depreciation		**(2,531)**	(2,651)	**(1,284)**	(1,399)
TOTAL OPERATING EXPENSES		**(67,093)**	(52,125)	**(33,830)**	(27,516)
NET OPERATING INCOME BEFORE IMPAIRMENT PROVISIONS		**78,504**	63,447	**40,465**	33,015
Loan impairment charges and other credit risk provisions (net)	23	**(16,065)**	(12,202)	**(9,076)**	(4,914)
PROFIT BEFORE TAX		**62,439**	51,245	**31,389**	28,101
Income tax expense		**(9,409)**	(5,095)	**(4,428)**	(3,410)
PROFIT FOR THE PERIOD		**53,030**	46,150	**26,961**	24,691
Items that will not be reclassified to profit and loss					
Revaluation gain/(loss) on equity instruments held at fair value through other comprehensive income (FVOCI)		**14,828**	524	**(7,586)**	829
OTHER COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD		**14,828**	524	**(7,586)**	829
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		**67,858**	46,674	**19,375**	25,520
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO EQUITY HOLDERS OF PARENT COMPANY		**67,858**	46,674	**19,375**	25,520
PROFIT ATTRIBUTABLE TO EQUITY HOLDERS OF PARENT COMPANY		**53,030**	46,150	**26,961**	24,691
		Baisa	*Baisa*	***Baisa***	*Baisa*
Basic earnings per share for the period	24	**7.00**	6.97	**4.07**	3.73
Diluted earnings per share for the period	24	**6.83**	6.81	**3.98**	3.64

The accompanying notes 1 to 34 form an integral part of these interim condensed consolidated financial statements

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2026
(Unaudited)
(’000)

	Share capital	Share premium	Legal reserve	Other reserves	Retained earnings	TOTAL SHAREHOLDERS’ EQUITY	Perpetual AT1 securities	Mandatory Convertible Bonds	TOTAL EQUITY
Balance as at 1 January 2026	**702,508**	**18,038**	**65,947**	**1,571**	**165,522**	**953,586**	**200,000**	-	**1,153,586**
Profit for the period	-	-	-	-	**53,030**	**53,030**	-	-	**53,030**
Other comprehensive gain for the period	-	-	-	**14,828**	-	**14,828**	-	-	**14,828**
Total comprehensive income for the period	-	-	-	**14,828**	**53,030**	**67,858**	-	-	**67,858**
Reclassification of net change in Fair value of equity instruments upon de-recognition	-	-	-	**36**	**(36)**	-	-	-	-
Dividends paid for the year 2025	-	-	-	-	**(26,469)**	**(26,469)**		-	**(26,469)**
Issue of Mandatory Convertible Bonds	-	-	-	-	**(25,950)**	**(25,950)**	-	**25,950**	-
Issue expenses Mandatory Convertible Bonds	-	-	-	-	**(519)**	**(519)**	-	-	**(519)**
Interest paid on perpetual AT1 securities	-	-	-	-	**(6,696)**	**(6,696)**	-	-	**(6,696)**
Balance as at 30 June 2026	**702,508**	**18,038**	**65,947**	**16,435**	**158,882**	**961,810**	**200,000**	**25,950**	**1,187,760**

	Share capital	Share premium	Legal reserve	Other reserves	Retained earnings	TOTAL SHAREHOLDERS’ EQUITY	Perpetual AT1 securities	Mandatory Convertible Bonds	TOTAL EQUITY
Balance as at 1 January 2025	702,508	18,038	55,900	(6,635)	128,495	898,306	-	-	898,306
Profit for the period	-	-	-	-	46,150	46,150	-	-	46,150
Other comprehensive loss for the period	-	-	-	524	-	524	-	-	524
Total comprehensive income for the period	-	-	-	524	46,150	46,674	-	-	46,674
Reclassification of net change in Fair value of equity instruments upon de-recognition	-	-	-	242	(242)	-	-	-	-
Dividends paid for the year 2024	-	-	-	-	(52,938)	(52,938)	-	-	(52,938)
Balance as at 30 June 2025	702,508	18,038	55,900	(5,869)	121,465	892,042	-	-	892,042

The accompanying notes 1 to 34 form an integral part of these interim condensed consolidated financial statements

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
AS AT 30 JUNE 2026
(RO'000)

	Note	30 June 2026	30 June 2025
OPERATING ACTIVITIES			
Profit before tax		**62,439**	51,245
Adjustments for:			
Depreciation		**2,531**	2,651
Amortisation of intangible asset	10	**2,638**	2,580
Loan impairment charges and other credit risk provisions (net)	23	**16,065**	12,202
Net (gain) /loss from investments (FVTPL)	21	**(354)**	21
Loss on sale of fixed assets	21	**6**	-
Cash from operating activities before changes in operating assets and liabilities		**83,325**	68,699
Due from banks		**144,417**	(119,818)
Loans, advances and Islamic financings (net)		**(1,225,062)**	(603,752)
Investment held at fair value through profit or loss (FVTPL)		**16,631**	107
Other assets		**(98,147)**	8,762
Due to banks		**(98,502)**	75,007
Customer deposits		**1,116,802**	535,698
Other liabilities		**74,387**	(8,564)
Cash (used in)/from operating activities		**13,851**	(43,861)
Income tax paid		**(14,254)**	(15,952)
Net cash from operating activities		**(403)**	(59,813)
INVESTING ACTIVITIES			
Purchase of investment securities		**(159,718)**	(101,745)
Proceeds from sale/maturity of investment securities		**40,791**	24,659
Purchase of property and equipment		**(5,072)**	(3,519)
Net cash from investing activities		**(123,999)**	(80,605)
FINANCING ACTIVITIES			
Dividends paid		**(26,469)**	(52,938)
Interest paid on perpetual AT1 securities		**(6,696)**	-
Net cash used in financing activities		**(33,165)**	(52,938)
NET CHANGE IN CASH AND CASH EQUIVALENTS		**(157,567)**	(193,356)
CASH AND CASH EQUIVALENT AT BEGINNING OF THE PERIOD		**2,127,936**	2,254,711
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		**1,970,369**	2,061,355
REPRESENTING:			
Cash and available balance with Central Bank	5	**206,319**	267,988
Due from banks with original maturity (OM) of 90 days or less		**366,502**	438,895
Investment securities with OM of 90 days or less		**1,397,548**	1,354,472
		1,970,369	2,061,355

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT 30 JUNE 2026
(⃁'000)

1. Legal status and principal activities

Sohar International Bank SAOG ("the Bank" or "Parent Company") together with its subsidiaries ("the Group"), formerly Bank Sohar SAOG, was established in the Sultanate of Oman on 4 March 2007 as a public joint stock company and is primarily engaged in commercial, investment and Islamic banking through a network of 55 commercial banking branches and 21 Islamic banking branches within the Sultanate of Oman. The Bank operates under commercial, investment and an Islamic banking licence issued by the Central Bank of Oman ("CBO") and is covered by its deposit insurance scheme. The Bank started commercial operations from 9 April 2007. The registered address of the Bank is PO Box 44, Hai Al Mina, Postal Code 114, Muscat, Sultanate of Oman. The Bank has its primary listing on the Muscat Stock Exchange.

With effect from 30 April 2013, the Bank obtained a license to operate an Islamic Banking Window ("Sohar Islamic"). Sohar Islamic offers a full range of Islamic banking services and products. The principal activities of the window include accepting Shari'a compliant customer deposits, providing Shari'a compliant financing based on Murabaha, Mudaraba, Musharaka, Ijarah, Istisna'a, Salam and providing commercial banking services, investment and other activities permitted under Islamic Banking Regulatory Framework ("IBRF").

The Bank established a branch in Riyadh, Kingdom of Saudi Arabia ("KSA Branch") in November 2022, Commercial Registration No. 1010839168 dated 07/11/2022. In October 2023 the Saudi Central Bank ("SAMA") approved the commencement of operations of KSA Branch which currently provides commercial and Islamic banking services.

As at 30 June 2026, the Bank operated in 2 countries (30 June 2025: 2 countries) and employed 1,759 employees (30 June 2025: 1,592).

2. Basis of preparation

These unaudited interim condensed consolidated financial statements are prepared in accordance with International Accounting Standard No.34 - "Interim Financial Reporting", relevant disclosure requirements of the Commercial Companies Law of Oman, Financial Services Authority and the applicable regulations of the CBO. Since these are interim condensed consolidated financial statements, they do not contain all information and disclosures for the full financial statements prepared in accordance with IFRS. Therefore, these interim condensed consolidated financial statements should be read in conjunction with the Bank's annual financial statements as at 31 December 2025.

In addition, results for the six months period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the full financial year ending 31 December 2026.

2.1 Statement of compliance

The accounting policies used in the preparation of these interim condensed consolidated financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2025.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention except for the following:

- Derivative financial instruments are measured at fair value.
- Financial instruments classified as fair value through profit or loss (FVTPL) are measured at fair value; and
- Financial assets classified at fair value through other comprehensive income (FVOCI) are measured at fair value.

The statement of financial position is presented in descending order of liquidity.

2.3 Functional and presentation currency

These financial statements are presented in Omani Rial, which is the Bank's functional currency. All financial information presented in Omani Rial has been rounded to the nearest thousand, unless otherwise indicated.

2.4 Use of estimates and judgements

In preparation of the Bank's financial statements, management is required to make certain estimates and assumptions that affect the reported amount of financial assets and liabilities and the resultant provisions for impairment and fair values. In particular, considerable judgment by management is required in the estimation of the amount and timing of future cash flows when determining the level of provisions required for impaired loans and receivables as well as provisions for impairment provision for unquoted investment securities. Estimates and judgments are continually evaluated and are based on historical experience and other factors including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on a regular basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

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3. Application of new and revised International Financial Reporting Standards (IFRS)

For the period ended 30 June 2026, the Bank has adopted all of the new and revised standards and interpretations issued by the International Accounting Standards Board (IASB) and the International Financial Reporting Interpretations Committee (IFRIC) of the IASB that are relevant to its operations and effective for periods beginning on 1 January 2026. The new standards and amendments to standards that were effective for annual periods beginning from 1 January 2026 did not have any material impact on these interim condensed consolidated financial statements.

4. Business combinations

Business combinations are accounted for using the acquisition method as at the merger date i.e. the date from which control is transferred to the Bank. Under this method, identifiable assets and liabilities acquired from the merged entity are measured at fair value at the merger date except for non-current assets classified as assets held for sale which are accounted for at fair value less costs to sell. Contingent liabilities of the merged entity are not recognised in the consolidated balance sheet unless they represent a present obligation on the acquisition date and their fair value can be measured reliably.

5. Cash and balances with Central Bank

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Cash	**48,949**	47,215	49,488
Balance with CBO	**157,370**	275,678	218,500
	206,319	322,893	267,988
Capital deposit with CBO	**-**	507	504
	206,319	323,400	268,492

(i) As per new CBO requirement, banks are not required to maintain capital deposit with CBO.
(ii) During the period, average minimum balance to be kept with CBO as statutory reserves is ﷼ 239.6 million (31 December 2025: ﷼ 200.4 million, 30 June 2025: ﷼ 186.1 million).

6. Due from banks

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Local currency:			
Money market placements	**125,947**	74,346	70,029
Foreign currency:			
Money market placements	**290,660**	517,144	475,717
Demand balances	**127,515**	59,600	112,290
Gross carrying amount	**544,122**	651,090	658,036
Less: ECL provision	**(52)**	(149)	(193)
	544,070	650,941	657,843

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT 30 JUNE 2026
(﷼'000)

6. Due from banks (continued)

Analysis of changes in the gross carrying amount and corresponding ECL provision on due from banks:

	30 June 2026 (Unaudited)				30 June 2025 (Unaudited)
	Stage 1	**Stage 2**	**Stage 3**	**Total**	Total
At 1 January	**651,090**	-	-	**651,090**	562,221
New assets originated or purchased	-	-	-	-	95,815
Assets derecognised or matured	**(106,968)**	-	-	**(106,968)**	-
Gross carrying amount	**544,122**	-	-	**544,122**	658,036

	30 June 2026 (Unaudited)				30 June 2025 (Unaudited)
	Stage 1	**Stage 2**	**Stage 3**	**Total**	Total
At 1 January	**149**	-	-	**149**	491
Net impairment charge/(release) (note 23)	**(97)**	-	-	**(97)**	(298)
ECL provision	**52**	-	-	**52**	193

7. Investment securities

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Equity investments:			
Held at FVOCI	**101,349**	58,537	37,346
Held at FVTPL	**3,231**	500	500
Total equity investments	**104,580**	59,037	37,846
Debt investments:			
Held at FVTPL	**18,668**	37,672	37,672
Held at FVOCI	**1,535,187**	1,519,141	1,413,790
Held at amortised cost	**534,890**	538,399	394,184
Less: ECL provision	**(1,105)**	(711)	(200)
Held at amortised cost (net)	**533,785**	537,688	393,984
Total debt investments	**2,087,640**	2,094,501	1,845,446
Total investment securities	**2,192,220**	2,153,538	1,883,292

(﷼'000)

7. Investment securities (continued)

7.1 Held at FVTPL

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Unquoted equities – Oman			
Service sector	**500**	500	500
Quoted equities – Oman			
Service sector	**2,731**	-	-
	3,231	500	500
Quoted debt - Oman			
Government development bonds	**18,652**	37,657	37,657
Finance sector	**16**	15	15
	18,668	37,672	37,672
Total equity and debt investments held at FVTPL	**21,899**	38,172	38,172

7.2 Held at FVOCI

	Carrying / fair value 30 June 2026 (Unaudited)	Cost 30 June 2026 (Unaudited)	Carrying / fair value 31 December 2025 (Audited)	Cost 31 December 2025 (Audited)	Carrying / fair value 30 June 2025 (Unaudited)	Cost 30 June 2025 (Unaudited)
Quoted equities – Oman						
Service sector	**80,020**	**58,499**	37,208	30,500	24,294	25,029
Unquoted equities – Foreign						
Service sector	**8,277**	**8,277**	8,277	8,277	-	-
Unquoted equities – Oman						
Service sector	**13,052**	**13,229**	13,052	13,229	13,052	13,229
Total equity investments FVOCI	**101,349**	**80,005**	58,537	52,006	37,346	38,258
Unquoted debt – Oman						
Treasury bills	**99,024**	**99,540**	228,730	231,200	130,243	131,000
Unquoted debt – Foreign						
Treasury bills	**1,298,524**	**1,302,038**	1,247,261	1,250,789	1,245,448	1,249,590
Quoted Sukuk – Oman	**137,639**	**137,346**	43,150	43,031	38,099	38,033
Total debt investments FVOCI	**1,535,187**	**1,538,924**	1,519,141	1,525,020	1,413,790	1,418,623
Total equity and debt investments held at FVOCI	**1,636,536**	**1,618,929**	1,577,678	1,577,026	1,451,136	1,456,881

USD Treasury bills of ﷼ 387.0 million (31 December 2025: ﷼ 383.7 million, 30 June 2025: ﷼ 383.7 million) are assigned as collateral against the bank's borrowings of ﷼ 354.2 million (31 December 2025: ﷼ 354.2 million, 30 June 2025: ﷼ 354.2 million).

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7. Investment securities (continued)

7.3 Held at amortised cost

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Quoted debt investments			
Government development bonds – Oman	**376,595**	365,174	292,900
Corporate sukuk – Oman	**15,444**	15,451	14,982
Corporate bonds – Foreign	**22,039**	18,024	20,310
Treasury bills – Foreign	**10,206**	10,215	5,605
Sovereign sukuk – Oman	**45,008**	45,013	14,055
Sovereign sukuk – Foreign	**65,598**	84,522	46,332
	534,890	538,399	394,184
Less: ECL provision	**(1,105)**	(711)	(200)
Total investments held at amortised cost	**533,785**	537,688	393,984

Analysis of changes in the fair value and the corresponding ECL provision on debt investments classified as held at amortised cost:

30 June 2026 (Unaudited)

	Stage 1	Stage 2	Stage 3	Total	30 June 2025 (Unaudited)
At 1 January	**522,990**	**15,409**	**-**	**538,399**	370,537
Assets purchased	**144,964**	**452**	**-**	**145,416**	26,384
Assets matured	**(148,960)**	**35**	**-**	**(148,925)**	(2,737)
Gross carrying amount	**518,994**	**15,896**	**-**	**534,890**	394,184

	Stage 1	Stage 2	Stage 3	Total	30 June 2025 (Unaudited)
At 1 January	**47**	**664**	**-**	**711**	188
Net impairment charge (note 23)	**(61)**	**455**	**-**	**394**	12
ECL provision	**(14)**	**1,119**	**-**	**1,105**	200

(﷼'000)

8. Loans, advances and Islamic financings (net)

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Corporate	**5,696,531**	4,542,638	3,728,373
Retail	**1,684,650**	1,598,752	1,502,480
Gross loans, advances and Islamic financings	**7,381,181**	6,141,390	5,230,853
Less: ECL provision	**(314,218)**	(299,147)	(287,674)
Less: Contractual interest / profit not recognised	**(92,487)**	(78,339)	(81,616)
	(406,705)	(377,486)	(369,290)
	6,974,476	5,763,904	4,861,563

Gross loans, advances and Islamic financings include ﷼ 800.35 million (31 December 2025: ﷼ 784.03 million, 30 June 2025: ﷼ 708.02 million) through Sohar Islamic financing activities.

Loans, advances and Islamic financings (net) comprise:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Loans	**6,792,384**	5,523,068	4,640,307
Overdrafts	**354,806**	404,420	374,516
Loans against trust receipts	**209,444**	189,606	201,442
Bills discounted	**24,547**	24,296	14,588
Gross loans, advances and Islamic financings	**7,381,181**	6,141,390	5,230,853
Less: ECL provision	**(314,218)**	(299,147)	(287,674)
Less: Contractual interest/profit not recognised	**(92,487)**	(78,339)	(81,616)
	(406,705)	(377,486)	(369,290)
	6,974,476	5,763,904	4,861,563

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8. Loans, advances and Islamic financings (net) (continued)

The analysis of changes in the gross carrying amount and corresponding ECL provision on loans, advances and Islamic financings is as follows:

30 June 2026
(Unaudited)

	Stage 1	Stage 2	Stage 3	Total
At 1 January	**4,955,751**	**903,063**	**282,576**	**6,141,390**
New assets originated or purchased	**1,558,432**	**29,532**	**11,126**	**1,599,090**
Assets derecognised or repaid	**(344,976)**	**(1,682)**	**(13,223)**	**(359,881)**
Loans written off	-	-	**(355)**	**(355)**
Loans transferred from memoranda portfolio	**-**	**-**	**937**	**937**
Transfers to Stage 1	**42,157**	**(38,880)**	**(3,277)**	**-**
Transfers to Stage 2	**(37,390)**	**37,581**	**(191)**	**-**
Transfers to Stage 3	**(11,952)**	**(47,549)**	**59,501**	**-**
Gross carrying amount	**6,162,022**	**882,065**	**337,094**	**7,381,181**

	Stage 1	Stage 2	Stage 3	Total
At 1 January	**27,376**	**150,256**	**121,516**	**299,148**
Impairment charge	**3,450**	**14,548**	**35,528**	**53,526**
Impairment release	**(3,220)**	**(29,593)**	**(6,224)**	**(39,037)**
Net impairment charge/(release) (Note 23)	**230**	**(15,045)**	**29,304**	**14,489**
Loans written off	**-**	**-**	**(355)**	**(355)**
Loans transferred from memoranda portfolio	-	-	**937**	**937**
Transfers to Stage 1	**1,655**	**(292)**	**(1,363)**	**-**
Transfers to Stage 2	**(85)**	**176**	**(91)**	**-**
Transfers to Stage 3	**(2,244)**	**(942)**	**3,186**	**-**
ECL provision	**26,932**	**134,152**	**153,134**	**314,218**

(⃁'000)

8. Loans, advances and Islamic financings (net) (continued)

30 June 2025
(Unaudited)

	Stage 1	Stage 2	Stage 3	Total
At 1 January	3,721,395	676,211	219,054	4,616,660
New assets originated or purchased	864,533	25,412	22,488	912,433
Assets derecognised or repaid	(279,673)	(8,306)	(10,977)	(298,956)
Loans written off	-	-	(1,668)	(1,668)
Loans transferred from memoranda portfolio	-	-	2,384	2,384
Transfers to Stage 1	17,830	(13,406)	(4,424)	-
Transfers to Stage 2	(238,107)	239,135	(1,027)	-
Transfers to Stage 3	(3,853)	(4,194)	8,047	-
Gross carrying amount	4,082,125	914,851	233,877	5,230,853

	Stage 1	Stage 2	Stage 3	Total
At 1 January	18,495	161,739	94,727	274,961
Impairment charge	8,889	288	11,589	20,766
Impairment release	(2,435)	978	(7,312)	(8,769)
Net impairment charge/(release) (Note 23)	6,454	1,266	4,277	11,997
Loans written off	-	-	(1,668)	(1,668)
Loans transferred from memorandum portfolio	-	-	2,384	2,384
Transfers to Stage 1	2,151	(322)	(1,829)	-
Transfers to Stage 2	(2,340)	2,804	(464)	-
Transfers to Stage 3	(109)	(386)	495	-
ECL provision	24,651	165,101	97,922	287,674

The analysis of the changes in contractual interest/profit not recognised is as follows:

	30 June 2026 (Unaudited)	30 June 2025 (Unaudited)
Contractual interest not recognised		
Balance at beginning of year	**78,339**	71,891
Not recognised during the period	**18,390**	25,154
Written back due to recovery/write off	**(4,242)**	(15,429)
Balance at end of the period	**92,487**	81,616

All loans, advances and Islamic financings require payment of interest/profit, some at fixed rates and others at rates that reprice prior to maturity. Interest/profit reserve account (reserve interest) is maintained to comply with rules, regulations and guidelines issued by CBO on loans, advances and Islamic financings that are impaired. As of 30 June 2026, loans, advances and Islamic financings on which interest/profit was not accrued or where interest/profit was reserved amounted to ⃁ 337 million. (31 December 2025: ⃁ 283 million, 30 June 2025:⃁ 234 million).

(⃁'000)

9. Other assets

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Acceptances	**135,207**	34,083	22,996
Receivables	**16,345**	6,272	12,642
Prepayments	**10,673**	15,896	5,614
Positive fair value of derivatives (Note 28)	**1,219**	1,199	896
Others	**32,773**	34,412	15,674
	196,217	91,862	57,822

10. Intangible assets

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Cost:			
Opening balance	**79,174**	79,174	79,174
As at period end	**79,174**	79,174	79,174
Amortization:			
Opening balance	**12,618**	7,245	7,245
Amortization for the period (Note 22)	**2,638**	5,373	2,580
	15,256	12,618	9,825
Net book value	**63,918**	66,556	69,349

11. Due to banks

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Local currency:			
Money market borrowings	**152,712**	27,117	-
Demand balances	**40,631**	39,715	40,003
	193,343	66,832	40,003
Foreign currency:			
Money market borrowings	**649,048**	683,278	485,702
Demand balances	**36,585**	227,368	39,897
	685,633	910,646	525,599
	878,976	977,478	565,602

Foreign currency money market borrowings include bank borrowings amounting to ⃁ 354.2 million (31 December 2025: ⃁ 354.2 million, 30 June 2025: ⃁ 354.2 million) with underlying collateral in the form of USD Treasury bills of ⃁ 387.1 million (31 December 2025: ⃁ 387.2 million, 30 June 2025: ⃁ 383.7 million).

(﷼'000)

12. Customer deposits

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Demand deposits	**4,469,095**	3,206,277	2,986,801
Term deposits	**2,150,777**	2,386,837	2,154,420
Saving deposits	**1,280,919**	1,200,079	1,154,067
Margin deposits	**42,180**	33,606	17,449
	7,942,971	6,826,799	6,312,737

Islamic Banking deposits included in the above:

Demand deposits	**257,614**	309,923	324,540
Term deposits	**407,251**	302,879	248,685
Saving deposits	**227,920**	249,149	244,876
Margin deposits	**5,723**	5,129	2,708
	898,508	867,080	820,809

13. Other liabilities

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Income tax provision	**18,904**	23,490	15,312
Acceptances	**135,207**	34,083	22,996
Deferred tax liability (net)	**10,699**	10,927	11,194
Lease liability on right of use assets	**12,902**	10,548	9,552
Negative fair value of derivatives (Note 28)	**802**	252	150
Staff entitlements	**2,862**	2,520	3,511
ECL provision on loan commitments and financial guarantees (Note 17.2)	**4,166**	2,889	2,244
Other accruals and provisions	**63,104**	86,224	41,230
	248,646	170,933	106,189

14. Share capital

The authorised capital of the Bank is ﷼ 1 billion (31 December 2025: ﷼ 1 billion, 30 June 2025: ﷼ 1 billion). The issued shares of the Bank are 6,617,246,270 (31 December 2025: 6,617,246,270, 30 June 2025: 6,617,246,270). The paid-up capital of the Bank is ﷼ 702.5 million (31 December 2025: ﷼ 702.5 million, 30 June 2025: ﷼ 702.5 million).

The percentage shareholdings of the Bank is as follows:

	30 June 2026	31 December 2025
Royal Court Affairs	19.4	19.4
Dhofar International Development and Investment Co SAOG	13.0	13.1
The Seventh Moon Investment LLC	6.4	6.4
Neptune National Investments LLC	5.5	5.5
Western Sea Investments LLC	5.4	5.4
Others	50.3	50.2
Total	**100**	100

(RO'000)

15. Other reserves

(Unaudited)	General reserve	Fair value reserve	Impairment reserve	Fair value reserve on acquisition	Total
Balance as at 1 January 2026	**988**	**6,530**	**5,464**	**(11,411)**	**1,571**
Net changes in fair value (FV) of equity instruments at FVOCI	**-**	**14,828**	**-**	**-**	**14,828**
Re-class of net changes in FV of equity instruments upon de-recognition	**-**	**36**	**-**	**-**	**36**
Balance as at 30 June 2026	**988**	**21,394**	**5,464**	**(11,411)**	**16,435**

(Audited)	General reserve	Fair value reserve	Impairment reserve	Fair value reserve on acquisition	Total
Balance as at 1 January 2025	988	(1,676)	5,464	(11,411)	(6,635)
Net changes in fair value of equity and debt instruments at FVOCI	-	7,964	-	-	7,964
Re-class of net changes in FV of equity instruments upon de-recognition	-	242	-	-	242
Balance as at 31 December 2025	988	6,530	5,464	(11,411)	1,571

(Unaudited)	General reserve	Fair value reserve	Impairment reserve	Fair value reserve on acquisition	Total
Balance as at 1 January 2025	988	(1,676)	5,464	(11,411)	(6,635)
Net changes in fair value of equity and debt instruments at FVOCI	-	524	-	-	524
Re-class of net changes in FV of equity instruments upon de-recognition	-	242	-	-	242
Balance as at 30 June 2025	988	(910)	5,464	(11,411)	(5,869)

16. Additional tier 1 capital securities

16.1 Perpetual Additional Tier 1 Capital Securities (Perpetual AT1 Securities)

On 24 September 2025, the Bank issued perpetual AT1 securities amounting to RO 200 million. These securities bear interest on their nominal amount from the issue date to the first call date at a fixed annual rate of 6.75% with interest rate reset at five-year intervals. The interest is payable semi-annually in arrears and treated as a deduction from equity. RO 6.696 million was paid as interest for the period ended 30 June 2026 and is recognised in the statement of changes in equity. No interest was paid for the year ended 31 December 2025.

16.2 Mandatory Convertible Bonds

On 14 May 2026, the Bank issued Mandatory Convertible Bonds to its shareholders amounting RO 25.950 million (259,499,853 bonds of RO 0.100 per each bond). The Bonds will be mandatorily converted into new Ordinary Shares on the conversion date and the interest rate on the securities is 5.25%, payable semi-annually. The instrument is listed at Muscat Stock Exchange (MSX) and it is qualified to be treated as additional Tier 1 capital instrument as per Basel II & Basel III requirements as adopted by CBO.

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17. Contingent liabilities and commitments

17.1 Contingent liabilities

Standby letters of credit and guarantees commit the Bank to make payments on behalf of customers, contingent upon the failure of the customer to perform under the terms of a specified contract.

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Guarantees	**639,132**	621,534	548,834
Documentary letters of credit	**157,338**	69,393	55,018
	796,470	690,927	603,852

17.2 Commitments

Credit related commitments include commitments to extend credit, standby letters of credit and guarantees designed to meet the requirements of the Bank's customers. Commitments to extend credit represent contractual commitments to make loans and revolving credits. Commitments generally have fixed expiry dates, other termination clauses, and payment of a fee. Since commitments may expire without being drawn, the total contracted amounts do not necessarily represent future cash obligations.

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Credit related commitments	**1,977,960**	1,465,389	1,173,918
Capital commitments	**4,286**	4,030	3,260
	1,982,246	1,469,419	1,177,178

Analysis of changes in the gross carrying amount and corresponding ECL provision on credit related commitments, contingent liabilities and acceptances:

	30 June 2026 (Unaudited	**31 December 2025** (Audited)	30 June 2025 (Unaudited)
Credit related commitments	**1,977,960**	1,465,389	1,173,918
Contingent liabilities	**796,470**	690,927	603,852
Acceptances	**135,207**	34,083	22,996
Gross carrying amount	**2,909,637**	2,190,399	1,800,766

	Stage 1	**Stage 2**	**Stage 3**	**Total**	30 June 2025 (Unaudited)
At 1 January	**1,903**	**211**	**775**	**2,889**	1,754
Impairment charge	**1,379**	**42**	**377**	**1,798**	782
Impairment release	**(366)**	**(128)**	**(25)**	**(519)**	(291)
Net impairment charge (Note 23)	**1,013**	**(86)**	**352**	**1,279**	491
Loans written off	**-**	**-**	**(2)**	**(2)**	(1)
Transfers to Stage 1	**19**	**(18)**	**(1)**	**-**	-
Transfers to Stage 2	**(1)**	**1**	**-**	**-**	-
Transfers to Stage 3	**(8)**	**(27)**	**35**	**-**	-
ECL provision	**2,926**	**81**	**1,159**	**4,166**	2,244

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18. Interest income

	Six months ended (Unaudited)		Three months ended (Unaudited)	
	30 June 2026	30 June 2025	**30 June 2026**	30 June 2025
Due from banks	**12,651**	12,612	**6,450**	6,358
Loans, advances and financing	**141,758**	104,041	**76,349**	54,803
Investment securities	**32,766**	35,217	**16,381**	15,599
	187,175	151,870	**99,180**	76,760

19. Interest expense

	Six months ended (Unaudited)		Three months ended (Unaudited)	
	30 June 2026	30 June 2025	**30 June 2026**	30 June 2025
Due to banks	**16,693**	12,504	**8,518**	6,360
Customer deposits	**80,270**	63,758	**42,041**	31,904
	96,963	76,262	**50,559**	38,264

20. Net income from Islamic financing and investing activities

	Six months ended (Unaudited)		Three months ended (Unaudited)	
Gross income earned	**30 June 2026**	30 June 2025	**30 June 2026**	30 June 2025
Due from banks	**843**	1,473	**367**	916
Financings	**18,621**	18,192	**9,260**	9,315
Investment securities	**2,635**	1,410	**1,277**	837
	22,099	21,075	**10,904**	11,068
Profit paid				
Customer deposits	**14,211**	14,188	**7,165**	7,370
Due to banks	**56**	210	**31**	28
	14,267	14,398	**7,196**	7,398
Net income from Islamic financing and investments	**7,832**	6,677	**3,708**	3,670

(⃀'000)

21. Other operating income

	Six months ended (Unaudited)		Three months ended (Unaudited)	
	30 June 2026	30 June 2025	**30 June 2026**	30 June 2025
Fees and commission income	**34,566**	24,050	**16,490**	13,353
Fees and commission expense	**(4,669)**	(2,557)	**(2,434)**	(1,365)
Net gains from foreign exchange	**14,789**	10,649	**7,045**	5,783
Loss on sale of fixed assets	**(6)**	-	**(3)**	-
Dividend income	**2,517**	1,164	**1,050**	601
Bad debt recovery	**2**	2	**-**	1
Net gain/(loss) from investments	**354**	(21)	**(182)**	(8)
	47,553	33,287	**21,966**	18,365

22. Other operating expenses

	Six months ended (Unaudited)		Three months ended (Unaudited)	
	30 June 2026	30 June 2025	**30 June 2026**	30 June 2025
Operating and administration costs	**22,410**	12,387	**11,215**	8,488
Amortisation of intangible asset (Note:10)	**2,638**	2,580	**1,319**	1,290
Amortisation of right-to-use assets	**1,416**	1,487	**656**	708
Occupancy cost	**1,520**	1,406	**786**	655
Directors' remuneration	**150**	150	**75**	75
Directors' sitting fees	**29**	49	**16**	22
Shari'a supervisory board remuneration and sitting fees	**37**	33	**18**	15
	28,200	18,092	**14,085**	11,253

23. Loan impairment charges and other credit risk provisions (net)

		Six months ended (Unaudited)		Three months ended (Unaudited)	
	Note	**30 June 2026**	30 June 2025	**30 June 2026**	30 June 2025
Net impairment charge/(release):					
Loans, advances and Islamic financings (net)	8	**14,489**	11,997	**8,255**	4,586
Contingent liabilities and commitments	17	**1,279**	491	**808**	485
Due from banks	6	**(97)**	(298)	**(112)**	(169)
Debt securities at amortised cost	7.3	**394**	12	**125**	12
		16,065	12,202	**9,076**	4,914

24. Basic and Diluted earnings per share

Basic earnings per share is calculated by dividing profit for the period less interest on perpetual AT1 securities by the weighted average number of shares outstanding during the period.

Diluted earnings per share is calculated by dividing the profit for the period less interest on perpetual AT1 securities by the weighted average number of ordinary shares including the dilutive potential of ordinary shares that would be issued on the conversion of the Mandatory Convertible Bonds into ordinary shares.

	Six months ended (Unaudited)		Three months ended (Unaudited)	
	30 June 2026	30 June 2025	**30 June 2026**	30 June 2025
Profit for the period	**53,030**	46,150	**26,961**	24,691
Less: Interest paid on perpetual AT1 securities	**(6,696)**	-	-	-
	46,334	46,150	**26,961**	24,691
Weighted average number of shares outstanding during the period ('000)	**6,617,246**	6,617,246	**6,617,246**	6,617,246
Basic earnings per share for the period (baisa)	**7.00**	6.97	**4.07**	3.73
Weighted average number of shares outstanding after dilution during the period ('000)	**6,779,434**	6,779,434	**6,779,434**	6,779,434
Diluted earnings per share for the period (baisa)	**6.83**	6.81	**3.98**	3.64

(﷼'000)

25. Financial Instruments

Additional disclosures on non-performing financial assets and impairment coverage as per CBO circular BM 1149:

30 June 2026
(Unaudited)

Classification CBO	IFRS9	Gross carrying amount (1)	CBO Provisions (2)	IFRS9 Provisions (3)	Difference (4) = (2)-(3)	Net carrying amount (5) = (1)-(3)	IFRS9 Reserve Interest	CBO Reserve Interest
Standard	Stage 1	**6,156,860**	**61,984**	**26,883**	**35,101**	**6,129,977**	-	-
	Stage 2	**156,206**	**1,632**	**76,990**	**(75,358)**	**79,216**	-	-
	Stage 3	-	-	-	-	-	-	-
Sub Total		**6,313,066**	**63,616**	**103,873**	**(40,257)**	**6,209,193**	-	-
Special mention	Stage 1	**5,162**	**52**	**49**	**3**	**5,113**	-	-
	Stage 2	**725,859**	**22,015**	**57,162**	**(35,147)**	**668,697**	**18,312**	**18,312**
	Stage 3	-	-	-	-	-	-	-
Sub Total		**731,021**	**22,067**	**57,211**	**(35,144)**	**673,810**	**18,312**	**18,312**
Sub standard	Stage 1	-	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-	-
	Stage 3	**9,984**	**1,976**	**2,630**	**(654)**	**7,354**	**125**	**125**
Sub Total		**9,984**	**1,976**	**2,630**	**(654)**	**7,354**	**125**	**125**
Doubtful	Stage 1	-	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-	-
	Stage 3	**13,254**	**6,012**	**5,009**	**1,003**	**8,245**	**388**	**388**
Sub Total		**13,254**	**6,012**	**5,009**	**1,003**	**8,245**	**388**	**388**
Loss	Stage 1	-	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-	-
	Stage 3	**313,856**	**227,235**	**145,495**	**81,740**	**168,361**	**73,662**	**73,662**
Sub Total		**313,856**	**227,235**	**145,495**	**81,740**	**168,361**	**73,662**	**73,662**
Gross Loans, advances	**Stage 1**	**6,162,022**	**62,036**	**26,932**	**35,104**	**6,135,090**	-	-
and Islamic financings(net)	**Stage 2**	**882,065**	**23,647**	**134,152**	**(110,505)**	**747,913**	**18,312**	**18,312**
	Stage 3	**337,094**	**235,223**	**153,134**	**82,089**	**183,960**	**74,175**	**74,175**
Sub Total		**7,381,181**	**320,906**	**314,218**	**6,688**	**7,066,963**	**92,487**	**92,487**
*Due from banks,	Stage 1	**5,609,389**	-	**3,033**	**(3,033)**	**5,606,356**	-	-
Investment securities,	Stage 2	**32,264**	-	**1,131**	**(1,131)**	**31,133**	-	-
Loan commitments & Financial guarantees	Stage 3	**4,275**	-	**1,159**	**(1,159)**	**3,116**	-	-
Sub total		**5,645,928**	-	**5,323**	**(5,323)**	**5,640,605**	-	-
	Stage 1	**11,771,411**	**62,036**	**29,965**	**32,071**	**11,741,446**	-	-
Total	**Stage 2**	**914,329**	**23,647**	**135,283**	**(111,636)**	**779,046**	**18,312**	**18,312**
	Stage 3	**341,369**	**235,223**	**154,293**	**80,930**	**187,076**	**74,175**	**74,175**
		13,027,109	**320,906**	**319,541**	**1,365**	**12,707,568**	**92,487**	**92,487**

*Other items not covered under CBO circular BM 977 and related instructions

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25. Financial Instruments (continued)

31 December 2025
(Audited)

Classification: CBO	IFRS 9	Gross Carrying amount	CBO Provision	IFRS9 Provisions	Difference	Net carrying amount	IFRS9 Reserve interest	CBO Reserve interest
		(1)	(2)	(3)	(4) = (2)-(3)	(5) = (1)-(3)		
Standard	Stage 1	4,954,751	51,294	27,342	23,952	4,927,409	-	-
	Stage 2	102,281	1,075	98,968	(97,893)	3,313	-	-
	Stage 3	-	-	-	-	-	-	-
Sub Total		4,954,751	51,294	27,342	23,952	4,927,409	-	-
Special mention	Stage 1	1,000	18	34	(16)	966	-	-
	Stage 2	800,782	7,493	51,288	(43,795)	749,494	15,556	15,556
	Stage 3	32	1	15	(14)	17	-	-
Sub Total		801,814	7,512	51,337	(43,825)	750,477	15,556	15,556
Sub standard	Stage 1	-	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-	-
	Stage 3	77,745	2,755	33,410	(30,655)	44,335	3,136	3,136
Sub Total		77,745	2,755	33,410	(30,655)	44,335	3,136	3,136
Doubtful	Stage 1	-	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-	-
	Stage 3	8,639	3,373	2,707	666	5,932	282	282
Sub Total		8,639	3,373	2,707	666	5,932	282	282
Loss	Stage 1	-	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-	-
	Stage 3	196,160	193,357	85,385	107,972	110,775	59,364	59,364
Sub Total		196,160	193,357	85,385	107,972	110,775	59,364	59,364
Gross Loans, advances and	Stage 1	4,955,751	51,312	27,376	23,936	4,928,375	-	-
Islamic financings (net)	Stage 2	903,063	8,568	150,256	(141,688)	752,807	15,556	15,556
	Stage 3	282,576	199,486	121,517	77,969	161,059	62,782	62,782
Sub Total		6,141,390	259,366	299,149	(39,783)	5,842,241	78,338	78,338
*Due from banks,	Stage 1	4,950,436	-	2,099	(2,099)	4,948,337	-	-
Investment securities,	Stage 2	43,425	-	875	(875)	42,550	-	-
Loan commitments & Financial guarantees	Stage 3	1,168	-	775	(775)	393	-	-
Sub Total		4,995,029	-	3,749	(3,749)	4,991,280	-	-
Total	Stage 1	9,906,187	51,312	29,475	21,837	9,876,712	-	-
	Stage 2	946,488	8,568	151,131	(142,563)	795,357	15,556	15,556
	Stage 3	283,744	199,486	122,292	77,194	161,452	62,782	62,782
		11,136,419	259,366	302,898	(43,532)	10,833,521	78,338	78,338

*Other items not covered under CBO circular BM 977 and related instructions

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25. Financial Instruments (continued)

30 June 2025
(Unaudited)

CBO Classification	IFRS9	Gross carrying amount	CBO Provisions	IFRS9 Provisions	Difference	Net carrying amount	IFRS9 Reserve Interest	CBO Reserve Interest
		(1)	(2)	(3)	(4) = (2)-(3)	(5) = (1)-(3)		
Standard`	Stage 1	4,081,329	44,599	24,606	19,993	4,056,723	-	-
	Stage 2	146,128	1,391	87,316	(85,925)	58,812	-	-
	Stage 3	-	-	-	-	-	-	-
Sub Total		4,227,457	45,990	111,922	(65,932)	4,115,535	-	-
Special mention	Stage 1	796	12	45	(33)	751	-	-
	Stage 2	768,723	11,314	77,785	(66,471)	690,938	12,222	12,222
	Stage 3	-	-	-	-	-	-	-
Sub Total		769,519	11,326	77,830	(66,504)	691,689	12,222	12,222
Sub standard	Stage 1	-	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-	-
	Stage 3	15,362	3,162	3,992	(830)	11,370	88	88
Sub Total		15,362	3,162	3,992	(830)	11,370	88	88
Doubtful	Stage 1	-	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-	-
	Stage 3	14,792	5,380	3,607	1,773	11,185	819	819
Sub Total		14,792	5,380	3,607	1,773	11,185	819	819
Loss	Stage 1	-	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-	-
	Stage 3	203,723	143,212	90,323	52,889	113,400	68,487	68,487
Sub Total		203,723	143,212	90,323	52,889	113,400	68,487	68,487
Gross Loans, advances and Islamic financings (net)	Stage 1	4,082,125	44,611	24,651	19,960	4,057,474	-	-
	Stage 2	914,851	12,705	165,101	(152,396)	749,750	12,222	12,222
	Stage 3	233,877	151,754	97,922	53,832	135,955	69,394	69,394
Sub Total		5,230,853	209,070	287,674	(78,604)	4,943,179	81,616	81,616
*Due from banks, Investment securities, Loan commitments & Financial guarantees	Stage 1	4,300,608	-	1,733	(1,733)	4,298,875	-	-
	Stage 2	40,204	-	223	(223)	39,981	-	-
	Stage 3	1,090	-	680	(680)	410	-	-
Sub total		4,341,902	-	2,636	(2,636)	4,339,266	-	-
Total	Stage 1	8,382,733	44,611	26,384	18,227	8,356,349	-	-
	Stage 2	955,055	12,705	165,324	(152,619)	789,731	12,222	12,222
	Stage 3	234,967	151,754	98,602	53,152	136,365	69,394	69,394
		9,572,755	209,070	290,310	(81,240)	9,282,445	81,616	81,616

*Other items not covered under CBO circular BM 977 and related instructions

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25. Financial Instruments (continued)

In accordance with CBO requirements, where the aggregate provision on portfolio & specific basis computed as per CBO norms is higher than the impairment allowance computed under IFRS9, the difference, net of impact of taxation, will be transferred to an impairment reserve as an appropriation from the retained earnings. The Bank transfers this amount at the end of the financial year.

30 June 2026 (Unaudited)	**CBO**	**IFRS 9**	**Difference**
Loan impairment charges and other credit risk provisions (net)	**16,065**	**16,065**	**-**
Total ECL provision and contractual interest / profit not recognised	**413,393**	**412,028**	**(1,365)**
Gross NPL ratio	**4.57**	**4.57**	**-**
Net NPL ratio	**0.40**	**1.57**	**1.18**

(NPL ratio denominator is funded non-performing loans, advances and Islamic financings)

Comparison of ECL provision under IFRS 9 and extant CBO norms:

	CBO	**IFRS 9**
Gross loans, advances and Islamic financings	**320,906**	**314,218**
Due from Banks	-	**52**
Investment securities (amortised cost)	-	**1,105**
Loan commitments and financial guarantees	-	**4,166**
Total ECL provision	**320,906**	**319,541**
Contractual interest / profit not recognised	**92,487**	**92,487**
Total ECL provision and contractual interest / profit not recognised	**413,393**	**412,028**

Analysis of changes in the IFRS 9 ECL provision on Due from banks, Loans, advances and Islamic financings (net) (excluding contractual interest / profit not recognised), Investment securities and Loan commitments and financial guarantees:

	30 June 2026 (unaudited)			
	Stage 1	**Stage 2**	**Stage 3**	**Total**
At 1 January	**29,475**	**151,131**	**122,291**	**302,897**
Impairment charge	**4,829**	**14,590**	**35,905**	**55,324**
Impairment release	**(3,675)**	**(29,336)**	**(6,248)**	**(39,259)**
Net impairment charge / (release)	**1,154**	**(14,746)**	**29,657**	**16,065**
(Written off)/Recovered (net)	**-**	**-**	**579**	**579**
Transfers to Stage 1	**1,674**	**(310)**	**(1,364)**	**-**
Transfers to Stage 2	**(86)**	**177**	**(91)**	**-**
Transfers to Stage 3	**(2,252)**	**(969)**	**3,221**	**-**
Total ECL provision	**29,965**	**135,283**	**154,293**	**319,541**

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25. Financial Instruments (continued)

Restructured loans

Restructured loans are defined as loans, advances, and Islamic financings whose original terms have been altered due to financial difficulties of the borrower. Modifications may involve reduced interest rates, extended maturity dates, principal forgiveness or reduction, interest capitalization and payment deferrals. A loan continues to be presented as restructured until maturity, early repayment, or write-off. Loan outstandings of customers whose credit facilities were rescheduled as per the COVID19 guidelines of CBO are included in the below table.

30 June 2026 (Unaudited) **Classification:** **CBO**	**IFRS 9**	**Gross Carrying amount**	**CBO Provision**	**IFRS9 Provisions**	**Difference**	**Net carrying amount**	**IFRS9 Reserve Interest**	CBO Reserve Interest
		(1)	**(2)**	**(3)**	**(4) = (2)-(3)**	**(5) = (1)-(3)**		
	Stage 1	**111,311**	**1,550**	**1,076**	**474**	**110,235**	**-**	**-**
Classified as performing	Stage 2	**604,222**	**20,878**	**55,071**	**(34,193)**	**549,151**	**15,877**	**15,877**
	Stage 3	**799**	**566**	**111**	**455**	**688**	**-**	**-**
Sub Total		**716,332**	**22,994**	**56,258**	**(33,264)**	**660,074**	**15,877**	**15,877**
	Stage 1	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Classified as non-performing	Stage 2	**-**	**-**	**-**	**-**	**-**	**-**	**-**
	Stage 3	**108,004**	**-**	**66,692**	**(66,692)**	**41,312**	**18,779**	**18,779**
Sub Total		**108,004**	**-**	**66,692**	**(66,692)**	**41,312**	**18,779**	**18,779**
	Stage 1	**111,311**	**1,550**	**1,076**	**474**	**110,235**	**-**	**-**
	Stage 2	**604,222**	**20,878**	**55,071**	**(34,193)**	**549,151**	**15,877**	**15,877**
	Stage 3	**108,803**	**566**	**66,803**	**(66,237)**	**42,000**	**18,779**	**18,779**
Total		**824,336**	**22,994**	**122,950**	**(99,956)**	**701,386**	**34,656**	**34,656**

31 December 2025 (Audited)

Classification: CBO	IFRS 9	Gross Carrying amount	CBO Provision	IFRS9 Provisions	Difference	Net carrying amount	IFRS9 Reserve Interest	CBO Reserve Interest
	Stage 1	92,759	1,376	607	769	92,152	-	-
Classified as performing	Stage 2	594,185	5,626	45,747	(40,121)	548,438	11,497	11,497
	Stage 3	780	566	68	498	712	-	-
Sub Total		687,724	7,568	46,422	(38,854)	641,302	11,497	11,497
Classified as non-performing	Stage 1	-	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-	-
	Stage 3	104,181	28,615	33,917	(5,302)	70,264	10,557	10,557
Sub Total		104,181	28,615	33,917	(5,302)	70,264	10,557	10,557
Total	Stage 1	92,759	1,376	607	769	92,152	-	-
	Stage 2	594,185	5,626	45,747	(40,121)	548,438	11,497	11,497
	Stage 3	104,961	29,181	33,985	(4,804)	70,976	10,557	10,557
Total		791,905	36,183	80,339	(44,156)	711,566	22,054	22,054

30 June 2025 (Unaudited)

Classification: CBO	IFRS 9	Gross Carrying amount	CBO Provision	IFRS9 Provisions	Difference	Net carrying amount	IFRS9 Reserve Interest	CBO Reserve Interest
	Stage 1	131,625	1,738	1,335	403	130,290	-	-
Classified as performing	Stage 2	594,503	9,666	45,690	(36,024)	548,813	7,841	7,841
	Stage 3	762	264	82	182	680	-	-
Sub Total		726,890	11,668	47,107	(35,439)	679,783	7,841	7,841
	Stage 1	-	-	-	-	-	-	-
Classified as non-performing	Stage 2	-	-	-	-	-	-	-
	Stage 3	62,360	650	19,895	(19,245)	42,465	8,282	8,282
Sub Total		62,360	650	19,895	(19,245)	42,465	8,282	8,282
	Stage 1	131,625	1,738	1,335	403	130,290	-	-
	Stage 2	594,503	9,666	45,690	(36,024)	548,813	7,841	7,841
	Stage 3	63,122	914	19,977	(19,063)	43,145	8,282	8,282
Total		789,250	12,318	67,002	(54,684)	722,248	16,123	16,123

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26. Related party transactions

In the ordinary course of business, the Bank enters transactions with certain of its directors, shareholders, senior management, Shari’a supervisory board, Shari’a reviewer and companies in which they have a significant interest. These transactions are conducted on an arm’s length basis and are approved by the Bank’s management and Board of Directors.

Aggregate amount of balances and the income and expenses generated with such related parties:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Directors & senior management			
Loans, advances and Islamic financings at end of period	**9,195**	7,324	4,987
Deposits at end of period	**3,536**	3,229	4,490
Interest income during the period	**167**	199	97
Interest expense during the period	**49**	100	45
Directors sitting fees and remuneration	**179**	369	199
Shari’a Supervisory Board members sitting fees and remuneration	**37**	74	33
Other related parties			
Loans, advances and Islamic financings at end of period	**76,150**	77,487	81,166
Deposits at end of period	**6,028**	9,793	8,826
Interest income during the period	**2,135**	1,994	2,438
Interest expense during the period	**136**	320	172

Key management compensation:

Key management comprises of 7 (2025: 7) senior management executives. The Bank considers these members to be key management personnel for the purpose of IAS 24 Related Party Disclosures.

In the ordinary course of business, the Bank conducts transactions with certain of its key management personnel and companies in which they have a significant interest. The balances in respect of these related parties as at the reporting date are as follows:

Key management personnel	**30 June 2026 (Unaudited)**	**31 December 2025** (Audited)	**30 June 2025** (Unaudited)
Loans, advances and Islamic financings	**2,175**	2,137	1,202
Customer Deposits	**481**	402	653

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26. Related party transactions (continued)

The income and expenses, accrued or paid, in respect of these key management personnel as included in the Bank's statement of comprehensive income for the period are as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Interest income during the period	**37**	21	20
Interest expense during the period	**5**	6	4
Salaries and other short-term benefits [1]	**745**	2,734	806
Post-employment benefits	**30**	44	24

[1] Certain components of key management compensation are paid on a deferral basis in accordance with regulatory guidelines.

Aggregate amount of balances and the income and expenses generated with shareholders holding 10% or more of the Bank's shares:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Loans, advances and Islamic financing at end of period	**52,064**	20,206	18,699
Deposits at end of period	**657**	141	31
Interest income during the period	**1,496**	1,139	530
Interest expense during the period	**2**	-	-

As at 30 June 2026, no loans to related parties are classified as stage 3 (31 December 2025: nil, 30 June 2025: nil).

27. Fair value of financial instruments

Fair Value (FV) 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 Bank uses the following hierarchy for determining and disclosing the fair value of financial instruments:
Level 1: quoted prices in active markets for the same instrument without modification or repacking.
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.

The Bank considers that the fair value of financial instruments was not significantly different to their carrying value (including accrued interest) at each of those dates. The table below sets out the classification and fair value of each class of financial assets and liabilities including accrued interest.

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27. Fair value of financial instruments (continued)

At 30 June 2026 (Unaudited)	Amortised cost	FVOCI	FVTPL	Total carrying value	Total fair value
Assets					
Cash and balances with Central Bank	**206,319**	**-**	**-**	**206,319**	**206,319**
Due from banks	**544,070**	**-**	**-**	**544,070**	**544,070**
Investment securities	**533,785**	**1,636,536**	**21,899**	**2,192,220**	**2,192,220**
Loans, advances and Islamic financings (net)	**6,974,476**	**-**	**-**	**6,974,476**	**6,972,200**
Other assets (excluding prepayments)	**184,376**	**-**	**1,219**	**185,595**	**185,595**
	8,443,026	**1,636,536**	**23,118**	**10,102,680**	**10,100,404**
Liabilities					
Due to banks	**878,976**	**-**	**-**	**878,976**	**878,976**
Customer deposits	**7,863,592**	**-**	**79,379**	**7,942,971**	**8,006,889**
Other liabilities (excluding other accruals & provisions)	**184,740**	**-**	**802**	**185,542**	**185,542**
	8,927,308	**-**	**80,181**	**9,007,489**	**9,071,407**

At 31 December 2025 (Audited)	Amortised cost	FVOCI	FVTPL	Total carrying value	Total fair value
Assets	323,400	-	-	323,400	323,400
Cash and balances with Central Bank					
Due from banks	650,941	-	-	650,941	650,941
Investment securities	537,688	1,577,678	38,172	2,153,538	2,153,538
Loans, advances and Islamic financings (net)	5,763,904	-	-	5,763,904	5,761,535
Other assets (excluding prepayments)	85,185	-	456	85,641	85,641
	7,361,118	1,577,678	38,628	8,977,424	8,975,055
Liabilities					
	977,478	-	-	977,478	977,478
Due to banks					
Customer deposits	6,747,420	-	79,379	6,826,799	6,893,355
Other liabilities (excluding other accruals & provisions)	84,457	-	252	84,709	84,709
	7,809,355	-	79,631	7,888,986	7,955,542

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27. Fair value of financial instruments (continued)

At 30 June 2025 (Unaudited)	Amortised cost	FVOCI	FVTPL	Total Carrying value	Total fair value
Assets					
Cash and balances with Central Bank	268,492	-	-	268,492	268,492
Due from banks	657,843	-	-	657,843	657,843
Investment securities	393,984	1,451,136	38,172	1,883,292	1,883,292
Loans, advances and Islamic financings (net)	4,861,563	-	-	4,861,563	4,858,743
Other assets (excluding prepayments and derivatives)	51,371	-	896	52,267	52,267
	6,233,253	1,451,136	39,068	7,723,457	7,720,637
Liabilities					
Due to banks	565,602	-	-	565,602	565,602
Customer deposits	6,120,237	-	192,500	6,312,737	6,382,078
Other liabilities (excluding other accruals & provisions)	64,809	-	150	64,959	64,959
	6,750,648	-	192,650	6,943,298	7,012,639

Analysis of financial instruments measured at fair value at the end of the reporting period:

30 June 2026 (Unaudited)	**Investment securities**	**Positive FV of Derivatives**	**Negative FV of derivatives**	**Customer deposits**	**Total**
Level 1	**72,860**	**-**	**-**	-	**72,860**
Level 2	**1,585,060**	**1,219**	**(802)**	**79,379**	**1,664,856**
Level 3	**515**	-	-	-	**515**
	1,658,435	**1,219**	**(802)**	**77,379**	**1,738,231**

31 December 2025 (Audited)	Investments securities	Positive FV of Derivatives	Negative FV of Derivatives	Customer deposits	Total
Level 1	31,243	-	-	-	31,243
Level 2	1,584,092	1,199	(252)	79,379	1,664,418
Level 3	515	-	-	-	515
	1,615,850	1,199	(252)	79,379	1,696,176

30 June 2025 (Unaudited)	Investment securities	Positive FV of Derivatives	Negative FV of derivatives	Customer deposits	Total
Level 1	19,980	-	-	-	19,980
Level 2	1,468,813	896	(150)	192,500	1,662,059
Level 3	515	-	-	-	515
	1,489,308	896	(150)	192,500	1,682,554

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28. Derivatives

The table below sets out the positive and negative fair values of derivative financial instruments, together with their notional amounts, analysed by term to maturity. The notional amounts, which provide an indication of the volumes of the transactions outstanding at the end of the period, do not necessarily reflect the amounts of future cash flows involved. These notional amounts, therefore, are neither indicative of the Bank's exposure to credit risk, which is generally limited to the positive fair value of the derivatives, nor to market risk.

As at 30 June 2026 (Unaudited)	**Positive FV**	**Negative FV**	**Notional amount**	**Notional amounts by term to maturity: Within 3 months**	**3 - 12 months**	**More than 1 year**
Forward foreign exchange purchase contracts	**168**	**572**	**1,940,180**	**1,670,996**	**258,703**	**10,481**
Forward foreign exchange sale contracts	**1,051**	**54**	**1,958,919**	**1,660,716**	**287,916**	**10,287**
Interest rate swaps	**-**	**176**	**236,440**	**-**	**-**	**236,440**
Total	**1,219**	**802**				

As at 31 December 2025 (Audited)	Positive FV	Negative FV	Notional amount	Notional amounts by term to maturity: Within 3 months	3 - 12 months	More than 1 year
Forward foreign exchange purchase contracts	397	29	1,446,344	1,059,329	353,134	33,881
Forward foreign exchange sale contracts	754	188	1,446,980	1,060,181	353,190	33,609
Interest rate swaps	48	35	224,320	-	-	224,320
Total	1,199	252				

As at 30 June 2025 (Audited)	Positive FV	Negative FV	Notional amount	Notional amounts by term to maturity: Within 3 months	3 - 12 months	More than 1 year
Forward foreign exchange purchase contracts	273	42	581,186	380,735	161,636	38,815
Forward foreign exchange sale contracts	31	108	581,380	380,902	161,636	38,842
Interest rate swaps	592	-	207,350	-	-	207,350
Total	896	150				

The bank has entered into fixed-for-floating interest rate swap amounting to ﷼ 79 million to manage the exposure for changes in fair value due to movements in market interest rates on certain fixed rate customer deposits which are not measured at FVTPL.

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29. Exposure to liquidity risk

The Bank also monitors the liquidity through Liquidity Coverage Ratio (LCR), Net Stable Funding Ratio (NSFR) and Leverage Ratio.

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
LCR	**124.5%**	185.8%	135.7%
LCR (average for the quarter)	**122.4%**	140.8%	138.4%
NSFR	**105.8%**	115.1%	115.0%
Leverage ratio	**9.1%**	11.0%	8.8%

The LCR and NSFR is calculated in accordance with Basel III framework and guidelines adopted by CBO vide circular BM 1127 and BM 1147. The complete disclosures required under these circulars are available on the Investor Relations page of the Bank's website.

The table below summarises the maturity profile of the Bank's liabilities as on the reporting date based on contractual repayment arrangements. The contractual maturities of liabilities have been determined based on the remaining period at the statement of financial position date to the contractual maturity date and do not take account of the effective maturities as indicated by the Bank's deposit retention history and the availability of liquid funds.

30 June 2026 (Unaudited)	**Carrying amount**	**Gross nominal outflow**	**Within 3 months**	**3 - 12 months**	**Over 1 year**
Non – derivative liabilities					
Due to banks	**878,976**	**936,820**	**258,303**	**1,201**	**677,315**
Customer deposits	**7,942,971**	**8,071,817**	**5,916,906**	**1,218,772**	**936,139**
Other liabilities	**248,646**	**248,646**	**248,646**	**-**	**-**
	9,070,593	**9,257,283**	**6,423,855**	**1,219,973**	**1,613,454**

31 December 2025 (Audited)	Carrying amount	Gross nominal outflow	Within 3 months	3 - 12 months	Over 1 year
Non – derivative liabilities					
Due to banks	977,478	1,008,002	431,480	62,596	513,926
Customer deposits	6,826,799	6,875,342	4,622,218	1,567,913	685,211
Other liabilities	170,933	170,933	170,933	-	-
	7,975,210	8,054,277	5,224,631	1,630,509	1,199,137

30 June 2025 (Unaudited)	Carrying amount	Gross nominal outflow	Within 3 months	3 - 12 months	Over 1 year
Non – derivative liabilities					
Due to banks	565,602	609,212	200,314	11,268	397,630
Customer deposits	6,312,737	6,416,553	4,343,670	1,284,243	788,640
Other liabilities	106,189	106,189	106,189	-	-
	6,984,528	7,131,954	4,650,173	1,295,511	1,186,270

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30. Capital management

The international standard for measuring capital adequacy is the risk asset ratio, which relates capital to balance sheet assets and off-balance sheet exposures weighted according to broad categories of risk. The risk asset ratio calculated in accordance with the capital adequacy guidelines of the Bank for International Settlement is as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
CET 1 capital			
Ordinary share capital	**702,508**	702,508	702,508
Share premium	**18,038**	18,038	18,038
Legal reserve	**65,947**	65,947	55,900
General reserve	**988**	988	988
Retained earnings	**105,852**	139,052	75,315
Fair value reserve on acquisition	**(11,411)**	(11,411)	(11,411)
Regulatory adjustments:			
Intangible	**(54,330)**	(56,573)	(58,947)
Fair value losses	**(635)**	(847)	(1,381)
Deferred tax asset	**(2,320)**	(2,401)	(1,316)
Others	**(21,406)**	(21,406)	-
Total CET 1 capital	**803,231**	833,895	779,694
Additional Tier 1 capital			
Perpetual AT1 securities	**200,000**	200,000	-
Mandatory Convertible Bonds	**25,950**	-	-
Total tier 1 capital	**1,029,181**	1,033,895	779,694
Tier 2 capital			
Impairment provision on portfolio basis	**34,280**	29,481	25,749
Fair value gains	**9,913**	3,320	212
Total tier 2 capital	**44,193**	32,801	25,961
Total regulatory capital	**1,073,374**	1,066,696	805,655
Risk weighted assets			
Credit risk	**5,960,663**	5,510,706	4,680,161
Market risk	**222,430**	234,684	240,492
Operational risk	**436,618**	436,618	367,264
Total risk weighted assets	**6,619,711**	6,182,008	5,287,917
Capital adequacy ratio			
Total regulatory capital expressed as a percentage of total risk weighted assets	**16.21%**	17.25%	15.24%
Total tier I capital expressed as a percentage of total risk weighted assets	**15.55%**	16. 72%	14.74%
Total CET 1 capital expressed as a percentage of total risk weighted assets	**12.13%**	13.49%	14.74%

The capital adequacy ratio is calculated in accordance with Basel II & Basel III requirements as adopted by CBO. Disclosures required under Basel III and circular BM-1114 dated 17 November 2013 issued by CBO are available on the Investor Relations page of the Bank's website.

Total CET 1 capital excludes impairment reserve, interim profits for the period and an adjustment to fair value for unrealised gains.

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31. Fiduciary activities

The Bank's fiduciary activities consist of portfolio and investment management and custodial services. The aggregated assets under management, which are not included in the Bank's statement of financial position as at 30 June 2026 is ﷼ 1,805 million (31 December 2025: ﷼ 1,453 million, 30 June 2025: ﷼ 1,548 million).

32. Revenue concentration

No revenue from transactions with a single external counterparty or customer amounted to 10% or more of the Bank's total revenue for the periods ending 30 June 2026 and 30 June 2025 respectively.

33. Segment information is presented in respect of the Bank's operating segments as follows:

The Chief Executive Officer monitors the performance of the following key business segments.

Retail Banking:

Retail banking offers individual customers a wide range of products and services including current and term deposits, housing finance, personal loans, insurance, credit cards, foreign exchange and wealth management products delivering a superior customer experience through the Bank's extensive branch network and market leading digital channels.

- **Retail & Premier Banking:** delivers retail products and services to a wide base of individual customers including its Premier customer segment.
- **Wealth Management:** delivers retail products and services as well as wealth management advisory to high-net-worth individuals (HNWI).

Wholesale Banking:

Wholesale banking offers its diversified customer base a wide range of products and services including loans, working capital facilities, term deposits, trade financing, cash management, custodial services, treasury, investment banking and funds management, delivered through its dedicated and specialised customer and product groups:

- **Corporate Banking:** delivers wholesale products and services to large corporates as well as small and medium sized enterprises (SME).
- **Investment Banking:** provides debt capital markets advisory, custodial services, and funds management across all wholesale banking customers in addition to managing the Bank's proprietary investment portfolio.
- **Government**: provides customised value-added products and services to the unique needs of government ministries, public enterprises and NGOs.
- **International Banking & Private Banking:** provides advisory services to foreign investors seeking to enter the Omani market through direct investments in addition to providing a range of personalised and customised financial solutions to family offices and non-residents and provides customised value-added products and services to the unique needs of ultra-high net worth individuals (UHNWI).
- **Global Markets:** provides money market, foreign exchange, and derivative products to wholesale banking customers. The treasury team also manages the Bank's overall balance sheet funding, liquidity, and market risk position.

Islamic Banking:

The Islamic Banking Window ("Sohar Islamic") offers a full range of Islamic banking services and products to individuals and corporates. The principal activities of the window include accepting Shari'a compliant customer deposits, providing Shari'a compliant financing based on Murabaha, Mudaraba, Musharaka, Ijarah, Istisna'a, Salam and providing commercial banking services, investment and other activities permitted under Islamic Banking Regulatory Framework (IBRF).

KSA Branch:

The Bank established a Branch in the Kingdom of Saudi Arabia (KSA) in 2023. The KSA Branch currently provides Wholesale Banking services.

Head Office:

Head office includes all assets, liabilities, and equity not directly attributable to business segments. Profit and Loss includes those items that are not directly attributable to business segments.
Transfer pricing between business segments is on an arm's length basis in a similar manner to transactions with third parties. Net interest income by segment includes the allocation, based on Risk Weighted Assets, of the notional capital benefit.

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33. Segmental information (continued)

30 June 2026 (Unaudited)

	Retail banking	Wholesale banking	Islamic banking	KSA Branch	Head Office	Total
PROFIT FOR THE PERIOD						
Net interest income	25,086	58,254	-	6,872	-	90,212
Net income from Islamic financing and investing activities	-	-	7,832	-	-	7,832
Other operating income	8,360	35,761	2,672	760	-	47,553
Total operating income	33,446	94,015	10,504	7,632	-	145,597
Total operating expenses	(23,593)	(34,527)	(4,980)	(3,993)	-	(67,093)
Net operating income before impairment provisions	9,853	59,488	5,524	3,639	-	78,504
Loan impairment charges and other credit risk provisions (net)	(1,565)	(12,621)	(1,322)	(557)	-	(16,065)
Profit before tax	8,288	46,867	4,202	3,082	-	62,439
Income tax (expense) / credit	(1,243)	(7,567)	(630)	31	-	(9,409)
Profit for the period	7,045	39,300	3,572	3,113	-	53,030
Other comprehensive income	-	13,632	1,196	-	-	14,828
Total comprehensive income	7,045	52,932	4,768	3,113	-	67,858

	Retail banking	Wholesale banking	Islamic banking	KSA Branch	Head Office	Total
FINANCIAL POSITION						
Assets						
Cash and balances with Central Bank	-	149,301	36,885	20,133	-	206,319
Due from banks	-	350,855	58,585	134,630	-	544,070
Investment securities	-	2,050,848	131,166	10,206	-	2,192,220
Loans, advances and Islamic financings (net)	1,373,092	4,120,576	789,863	690,945	-	6,974,476
Other assets	-	136,426	5,168	4,329	50,294	196,217
Investment properties	-	-	-	-	2,900	2,900
Property and equipment	-	-	4,010	2,633	71,590	78,233
Intangible asset	25,567	38,351	-	-	-	63,918
Total Assets	1,398,659	6,846,357	1,025,677	862,876	124,784	10,258,353
Liabilities						
Due to banks	-	805,379	8,109	65,488	-	878,976
Customer deposits	1,015,895	5,517,915	898,508	510,653	-	7,942,971
Other liabilities	-	135,033	16,001	7,204	90,408	248,646
Total Liabilities	1,015,895	6,458,327	922,618	583,345	90,408	9,070,593
Internal funding	382,764	388,030	-	279,531	(1,050,325)	-
Total Equity	-	-	103,059	-	1,084,701	1,187,760
Total Liabilities & Equity	1,398,659	6,846,357	1,025,677	862,876	124,784	10,258,353

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33. Segmental information (continued)

30 June 2025 (Unaudited)

	Retail banking	Wholesale banking	Islamic banking	KSA	Head Office	Total
PROFIT FOR THE PERIOD						
Net interest income	21,482	51,479		2,647	-	75,608
Net income from Islamic financing and investing activities	-	-	6,677	-		6,677
Other operating income	7,549	23,365	2,196	177		33,287
Total operating income	29,031	74,844	8,873	2,824	-	115,572
Total operating expenses	(20,002)	(24,743)	(4,201)	(3,179)	-	(52,125)
Net operating income/(loss) before impairment provisions	9,029	50,101	4,672	(355)	-	63,447
Loan impairment charges and other credit risk provisions (net)	(2,689)	(8,523)	(551)	(439)	-	(12,202)
Profit/(Loss) before tax	6,340	41,578	4,121	(794)	-	51,245
Income tax expense	(951)	(4,842)	(618)	1,316	-	(5,095)
Profit/(Loss) for the period	5,389	36,736	3,503	522	-	46,150
Other comprehensive income/(loss)	-	227	297	-	-	524
Total comprehensive income/(loss)	5,389	36,963	3,800	522	-	46,674

	Retail banking	Wholesale banking	Islamic banking	KSA	Head Office	Total
FINANCIAL POSITION						
Assets						
Cash and balances with Central Bank	-	217,212	51,181	99	-	268,492
Due from banks	-	548,823	66,376	42,644	-	657,843
Investment securities	-	1,774,789	102,898	5,605	-	1,883,292
Loans, advances and Islamic financings (net)	1,272,299	2,573,060	700,472	315,732	-	4,861,563
Other assets	-	23,884	2,723	1,923	29,292	57,822
Investment properties	-	-	-	-	2,900	2,900
Property and equipment	-	-	2,669	2,641	69,999	75,309
Intangible asset	27,740	41,609	-	-	-	69,349
Total Assets	1,300,039	5,179,377	926,319	368,644	102,191	7,876,570
Liabilities						
Due to banks	-	561,991	3,546	65	-	565,602
Customer deposits	1,191,772	4,117,776	820,809	182,380	-	6,312,737
Other liabilities	-	22,018	7,798	3,109	73,264	106,189
Total Liabilities	1,191,772	4,701,785	832,153	185,554	73,264	6,984,528
Internal funding	108,267	477,592	-	183,090	(768,949)	-
Total Equity	-	-	94,166		797,876	892,042
Total Liabilities & Equity	1,300,039	5,179,377	926,319	368,644	102,191	7,876,570

34. Comparative figures

Certain comparative figures have been re-classified to conform to the presentation for the current period. Such reclassifications do not affect previously reported net profit or shareholders’ equity.