MSX Discussion Session

For The Six Months Ended 30 June 2026

Sohar international

MSX Investor Presentation

10th August 2026

Disclaimer

Important notice

The information, statements and opinions set out in this presentation and accompanying discussion ("this Presentation") are for informational and reference purposes only and do not constitute a public offer for the purposes of any applicable law or an offer to sell or solicitation of any offer to purchase any securities or other financial instruments or any advice or recommendation.

This Presentation, which does not purport to be comprehensive nor render any form of legal, tax, investment, accounting, financial or other advice, has been provided by Sohar International Bank SAOG ("the Bank") and has not been independently verified by any person. You should consult your own advisers as to legal, tax, investment, accounting, financial or other related matters concerning any investment in any securities or any other investment decision. This Presentation was made on the assumption that you or the persons who receive this Presentation will seek and obtain such independent professional advise. No responsibility, liability or obligation (whether in tort, contract or otherwise) is accepted by the Bank or their officers, employees, agents or advisers as to or in relation to this Presentation (including, without limitation, the accuracy, completeness or sufficiency thereof) or any other written or oral information made available or any errors contained therein or omissions therefrom, and any such liability is expressly disclaimed.

Forward looking information

The financial information and other numerical disclosures in this Presentation are unaudited. The most recent annual report, audited annual financial statements and unaudited quarterly interim condensed financial statements of the Bank are available on the Bank's website.

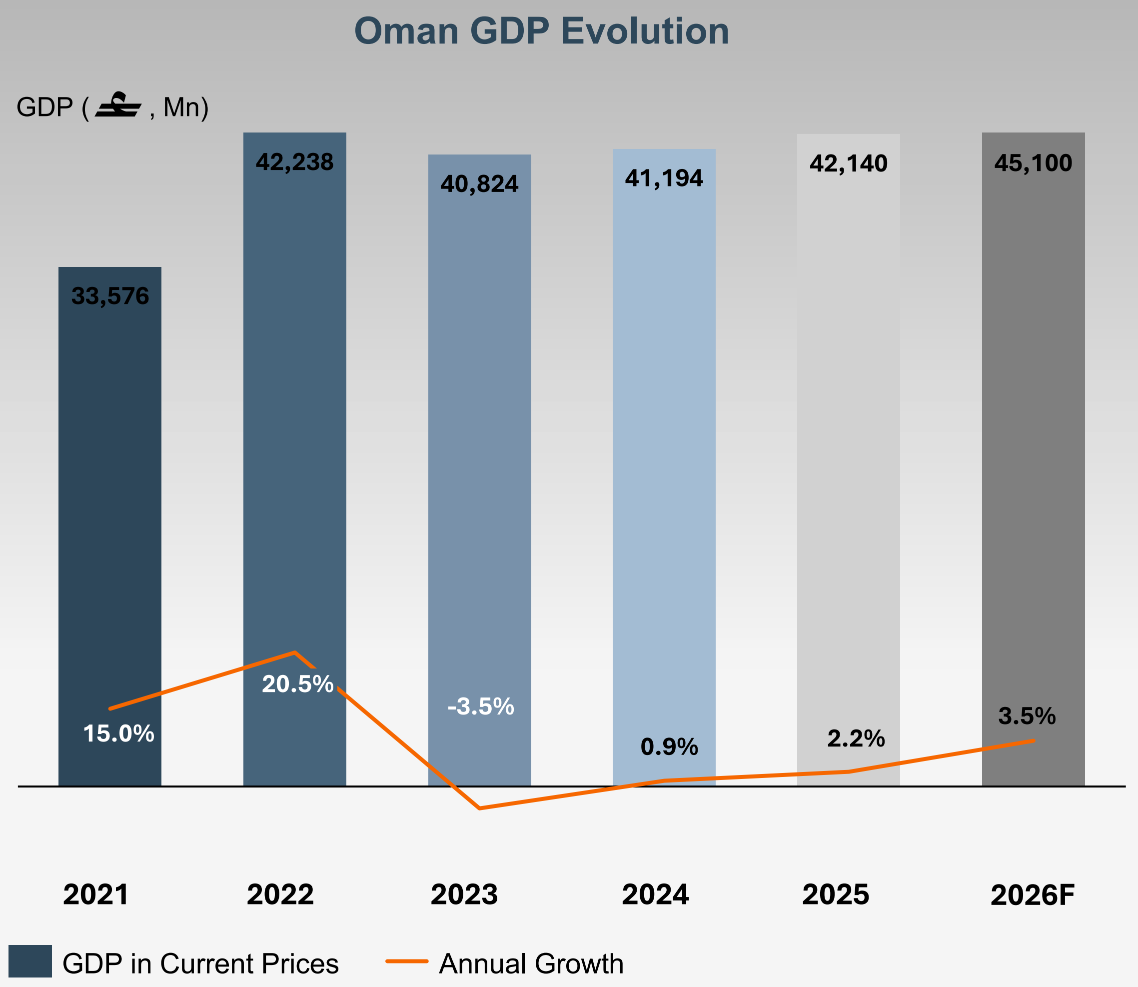
This Presentation may contain forward-looking statements. Forward-looking statements are statements that are not historical facts; they include statements about our predictions and expectations based on the assumptions underlying them. These statements are also based on plans, estimates and projections as they are currently available to the management of the Bank. Forward-looking statements therefore speak only as of the date they are made, and we undertake no obligation to update publicly any of them in light of new information or future events. By their very nature, forward-looking statements involve risks and uncertainties. A number of important factors could therefore cause actual results to differ materially from those contained in any forward-looking statement. Such factors include, without limitation, the conditions in the financial markets in the Sultanate and other markets where we have operations, the prevailing market volatility, potential defaults of borrowers or trading counterparties, the implementation of our strategic initiatives, the reliability of our risk management policies, procedures and other risks.

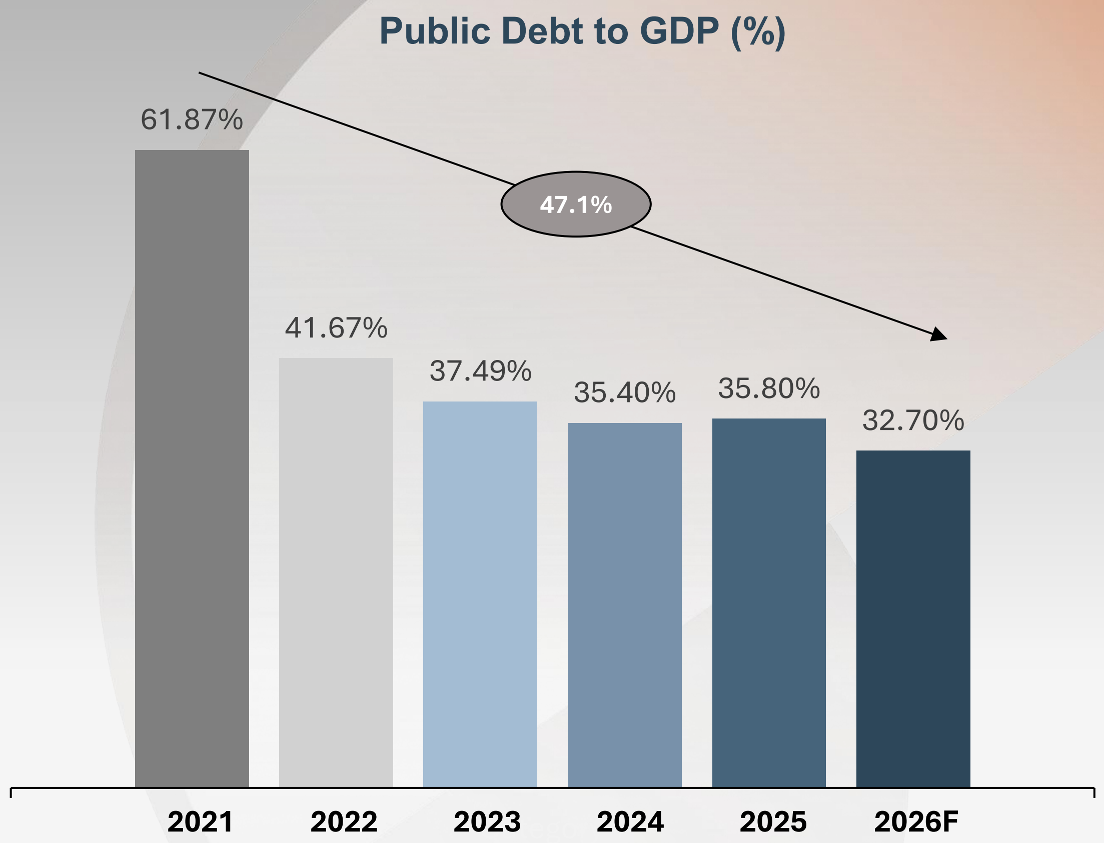
Non-IFRS measures

This presentation also contains non-IFRS financial detail.

Economic & Sectoral Outlook

GDP is expected to increase 3.5% to ⃁ 45bn in 2026**, while public debt has fallen from 68% to ~32% of GDP,** materially strengthening fiscal resilience and creating a more supportive backdrop for sustainable economic growth in Oman , supported by a strong Banking Sector.



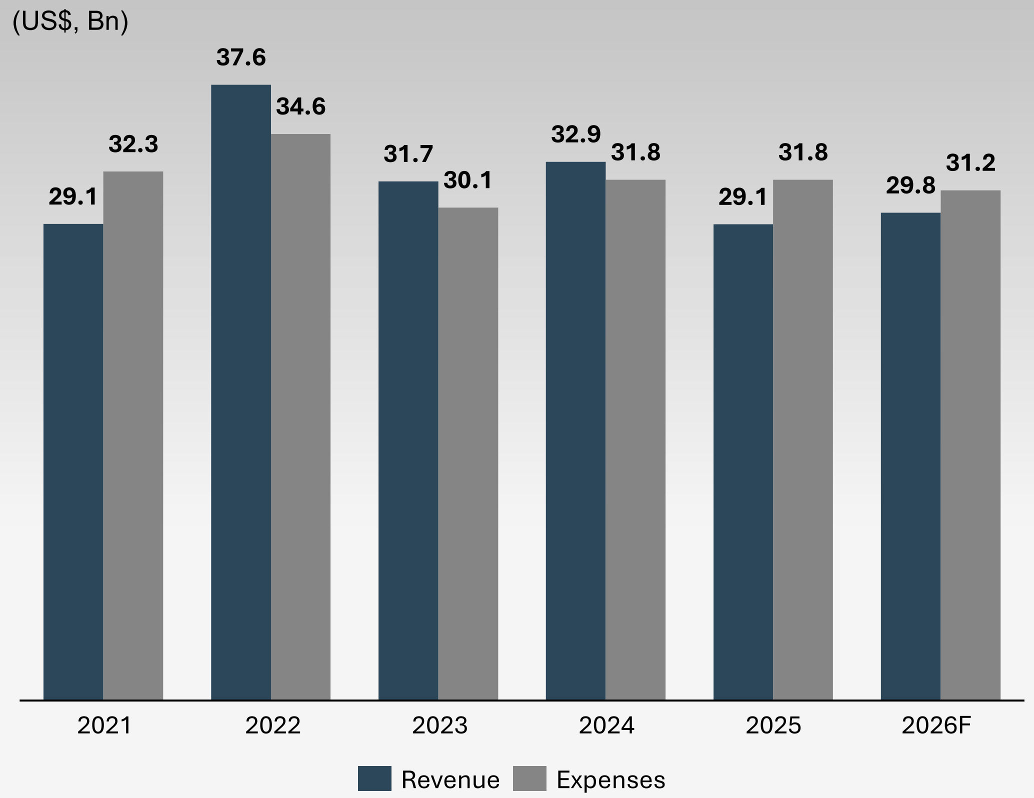


Source: CBO Macroeconomic Stability Report 2025, Ministry of Economy Oman Economic Performance Bulletin March 2026

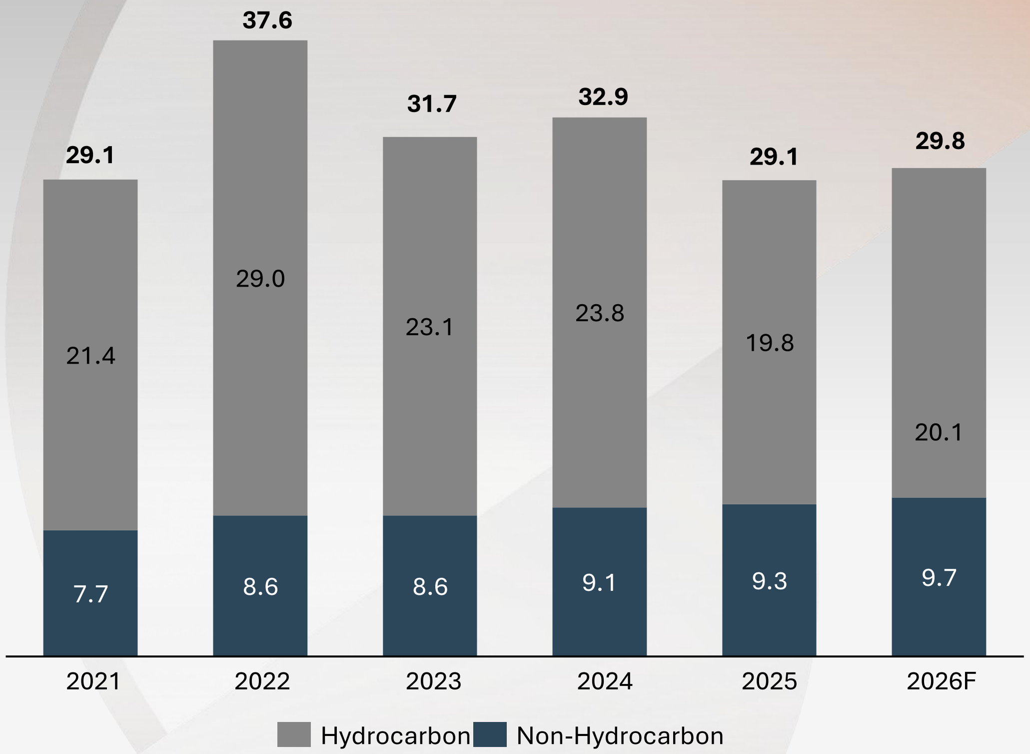
Economic& Sectoral Outlook

Building on the macro recovery, fiscal dynamics have structurally strengthened—government **revenues now consistently in line or exceeding expenses**, while a growing non-hydrocarbon contribution is improving **sustainability and reducing reliance on oil-driven cycles**

Government Financial Performance



Public Revenue Breakdown

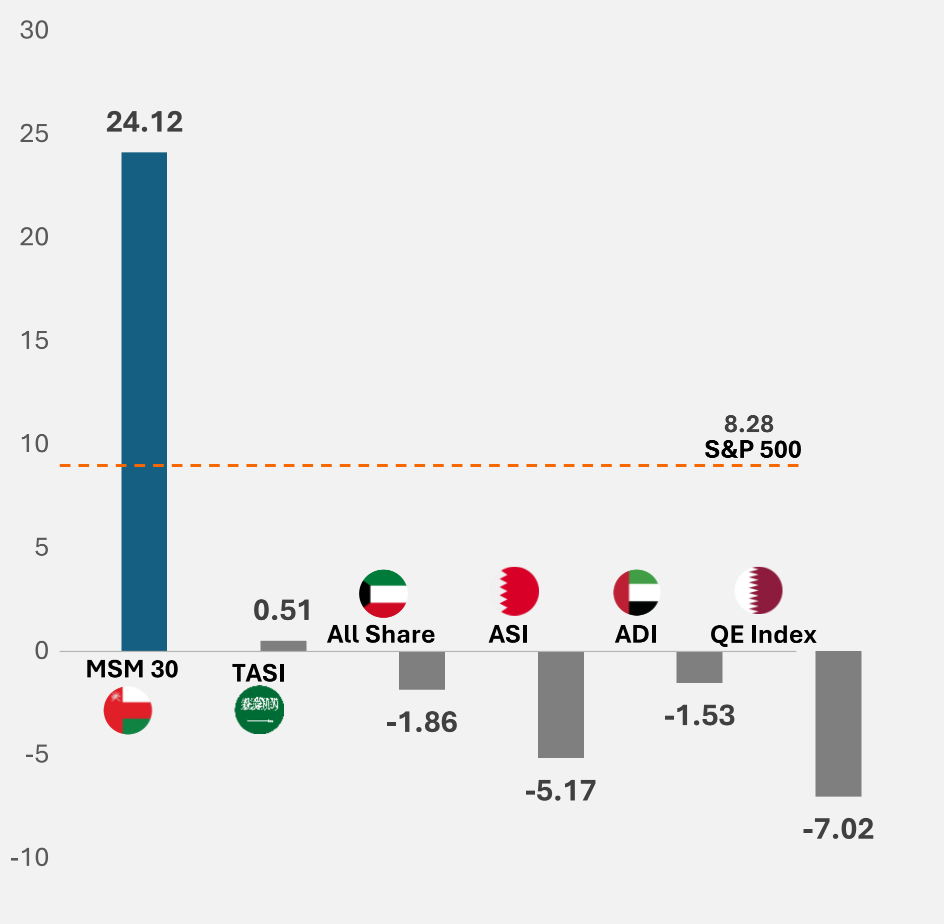


Source: Ministry of Finance 2026 State's General Budget

Capital Markets Performance – Oman's MSX Momentum vs GCC Peers

Muscat Stock Exchange (MSX) leads the GCC in growth this year , delivering the **highest YTD index return**

YTD Growth (%) as of 30 July 2026



MSM 30 Key Highlights

+24%
Annual Growth
(YTD 2026)
As of 30th July, 2026

OMR 7.84bn
Trading Value
(YTD 2026)
As of 30th July, 2026

170.6%
Trading Value YoY Growth
(Jul'26 vs Jul'25)
As of 30th July,2026

Drivers of MSX Outperformance

Supportive Macro Environment
Fiscal discipline, declining debt and stable inflation create a positive backdrop for corporate earnings and investor confidence.

Surging Liquidity
Trading value up 300% YoY, driven by higher investor participation, IPO activity and improved market depth.

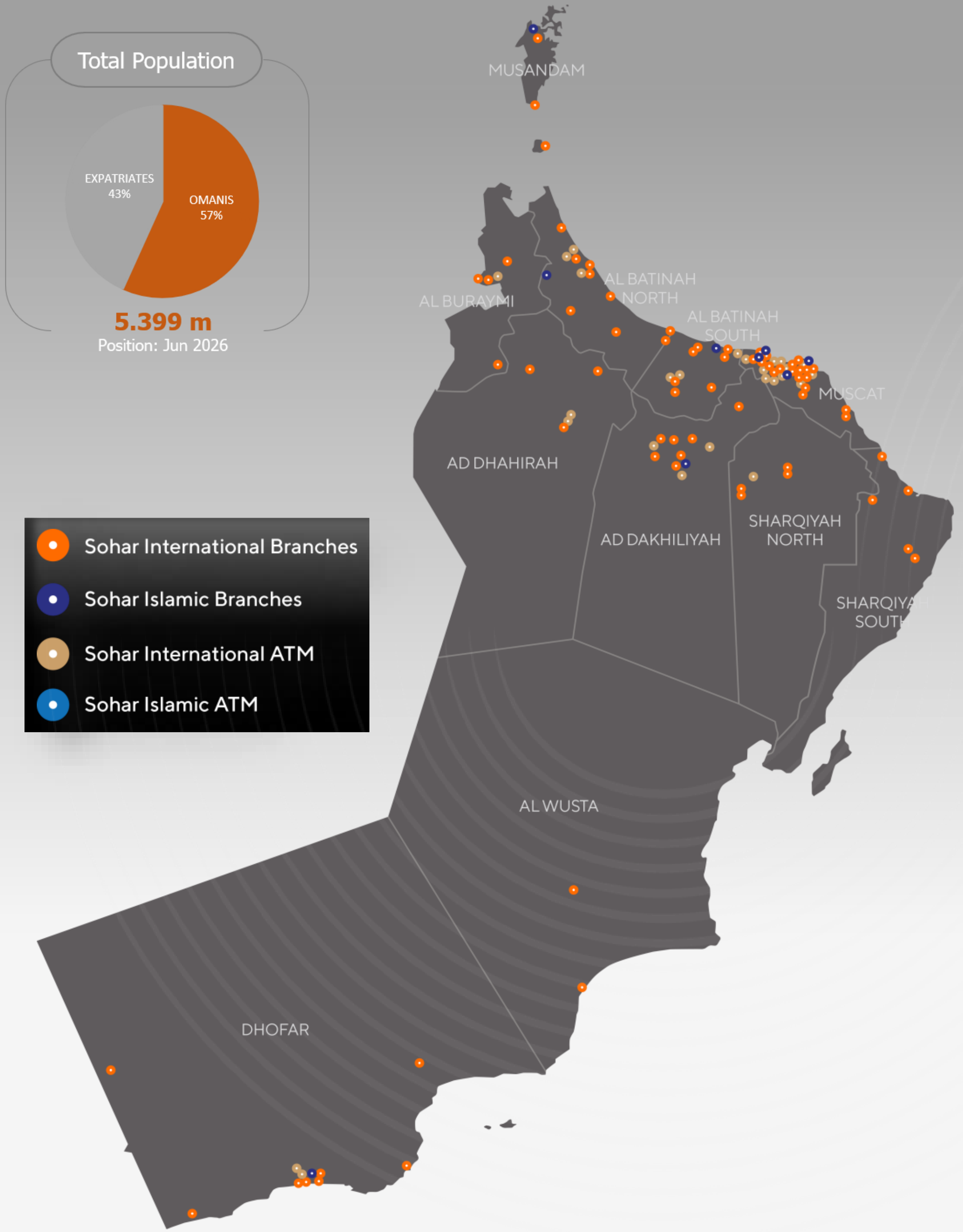
Attractive Valuations
MSX remains competitively valued vs. regional peers, offering compelling risk-adjusted returns.

Growing Global Interest
Improving market access, transparency and reforms continue to attract regional and international investors.

Country's Ratings

Fitch	Moody's	S&P
BBB- (Stable) (Dec' 25)	Baa3 (Stable) (Jul' 25)	BBB- (Stable) (Mar' 26)

Source: LSEC, 30/07/2026

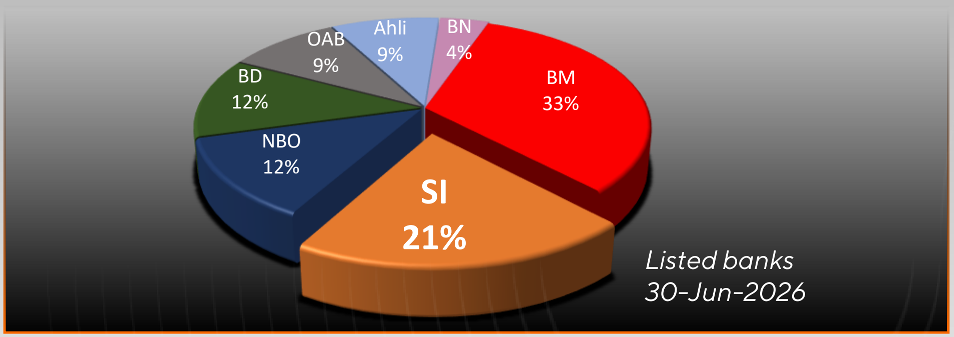


Sohar International at a glance

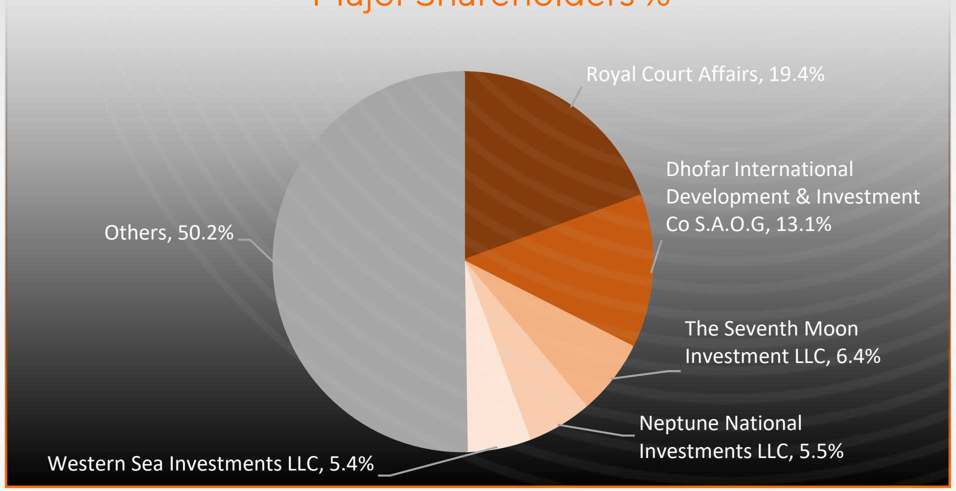
- Established in 2007 as a public joint stock company Sohar International Bank SAOG (formerly Bank Sohar SAOG) is primarily engaged in commercial, investment, and Islamic banking activities.
- Total assets of USD 26.6 billion as of 30 June 2026
- Merger with HSBC Bank Oman in August 2023 assets acquired of USD 5.9 billion.
- Over 1,750 staff & over 650,000 customers
- 76 branches (55 conventional & 21 Islamic) and extensive digital channels
- Fastest growing and 2nd largest bank in Oman
- 3rd highest market capitalization on MSX
- Fitch Ratings: (BB+, Stable "Dec'25") and Moody's (Baa3, Stable "Jul'26")
- Operating in Oman & Saudi Arabia with 4 main business segments:
    - Wholesale Banking (~ 67% of total assets)
    - Retail Banking (~ 14% of total assets)
    - Islamic Banking (~ 11% of total assets)
    - Saudi Arabia Branch (~ 8% of total assets)

Sohar International at a glance

Market Share – Total Assets



Major Shareholders %



As of 3 August 2026

Market capitalisation

(as at 3-August-2026)

USD 3.65 bn

Share Capital

Authorized Capital	**1 billion**
Issued & Paid-up capital at 3 August 2026	849.7 million
Outstanding number of shares at 3 August 2026	7,676,005,673

Share Price Movement Post Merger

3-Aug-2026	0.183
17-Aug-2023	0.108
Increase	**69%**

- The Omani banking sector comprises 22 licensed banks (including 2 Islamic): 7 local listed banks (including 1 Islamic), 2 state-owned specialized banks, 11 foreign commercial banks, and 1 Islamic Bank subsidiary. Islamic windows are operated by all listed conventional banks.
- Central Bank of Oman (CBO) is a prudent and strong regulator, having introduced many regulations to enable a competitive environment and sustainable banking sector growth, as well as leading the implementation of international best practice including Basel Capital Accord framework and IFRS.
- Islamic banking assets have ~ 19.0 per cent market share of total banking sector assets.

Sources: Muscat Clearing & Depository SAOC, Central Bank Of Oman and Muscat Stock Exchange

Performance

June-2026

11.1%	1.1%	46.1%	87.8%
Return on Equity	Return on Assets	Cost to Income	Net Loans to Deposit

2025

10.9%	1.2%	44.2%	84.4%
Return on Equity	Return on Assets	Cost to Income	Net Loans to Deposit

million Total Assets

21% CAGR June'21 – June'26

June-2021	4,031
2022	4,131
2023	6,689
2024	7,361
2025	9,129
June-2026	**10,258**

million Loans & Advances (net)

23% CAGR June'21 – June'26

June-2021	2,526
2022	2,924
2023	3,921
2024	4,270
2025	5,764
June-2026	**6,974**

million Customer Deposits

28% CAGR June'21 – June'26

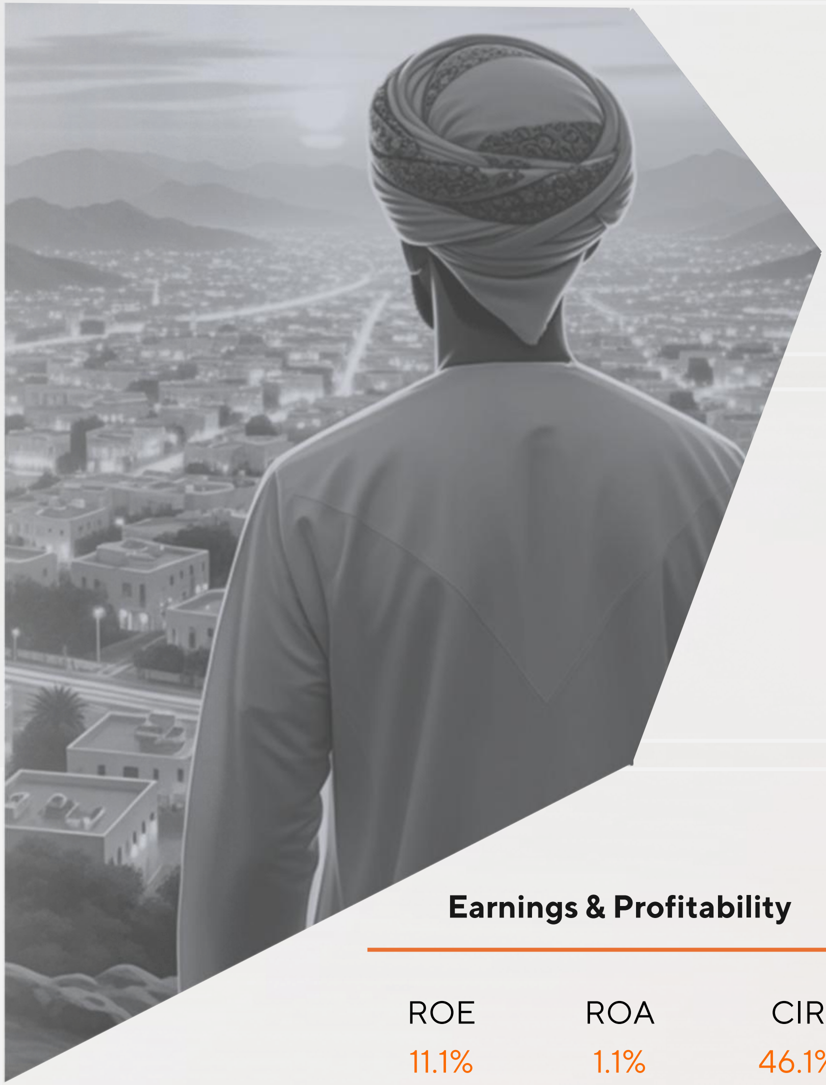
June-2021	2,304
2022	2,560
2023	5,103
2024	5,777
2025	6,827
June-2026	**7,943**

FINANCIAL OVERVIEW

Financial Results

As at 30th June 2026

Sohar international



Earnings (million) YoY growth

Operating Income	Operating Profit	Net Profit
145.6	78.5	53.0
▲ 26%	▲ 24%	▲ 14.9%

Balance Sheet (million) YoY growth

Total Assets	Total Equity	Net Loans	Total Deposits
10,258	962	6,974	7,943
▲ 30%	▲ 8%	▲ 43%	▲ 26%

Key Ratios

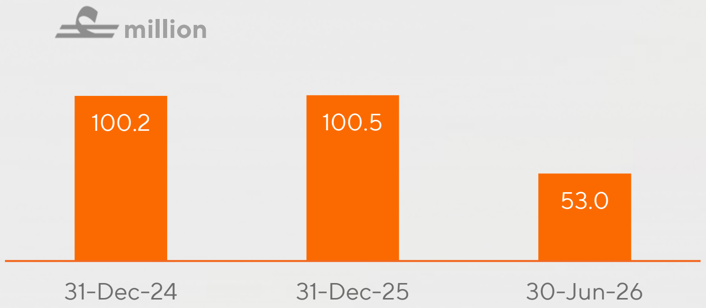
Earnings & Profitability			Credit Quality		Capitalization			Funding & Liquidity			
ROE	ROA	CIR	NPL	Coverage	CET 1	Tier 1	CAR	LCR	NSFR	CASA	LTD
11.1%	1.1%	46.1%	4.6%	121%	12.1%	15.6%	16.2%	125%	106%	73%	88%

Profit for the 6 months ended 30 June

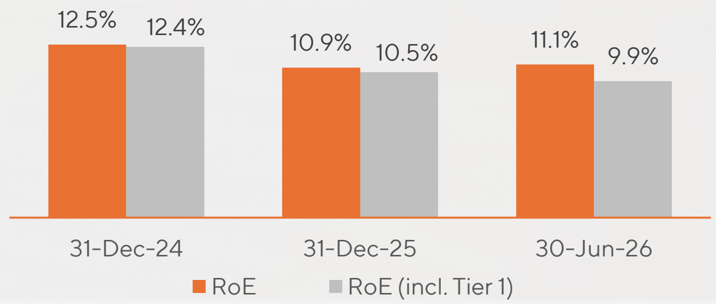
Million	6 months 2026	6 months 2025	Variance Jun 26 vs Jun 25 Amount	%
Interest income	187.2	151.9	35.3	23.2%
Interest expense	(97.0)	(76.3)	(20.7)	(27.1)%
Net interest income	**90.2**	**75.6**	**14.6**	**19.3%**
Net income from Islamic financing and investments	7.8	6.7	1.2	17.3%
Other operating income	47.6	33.3	14.3	42.9%
Total operating income	**145.6**	**115.6**	**30.0**	**26.0%**
Total operating expenses	(67.1)	(52.1)	(15.0)	(28.7)%
Net operating income before impairment provisions	**78.5**	**63.4**	**15.1**	**23.7%**
Loan impairment charges and other credit risk provisions (net)	(16.1)	(12.2)	(3.9)	(31.7)%
Profit before tax	**62.4**	**51.2**	**11.2**	**21.8%**
Income tax expense	(9.4)	(5.1)	(4.3)	(84.7)%
Profit for the period	**53.0**	**46.2**	**6.9**	**14.9%**
Return on assets (ROA) %	*1.1%*	*1.2%*		*(0.1)%*
Return on equity (ROE) %	*11.1%*	*10.3%*		*0.8%*
Cost to income ratio (CIR) %	*46.1%*	*45.1%*		*(1.0)%*
Cost of risk	*0.47%*	*0.51%*		*0.04%*

Profitability

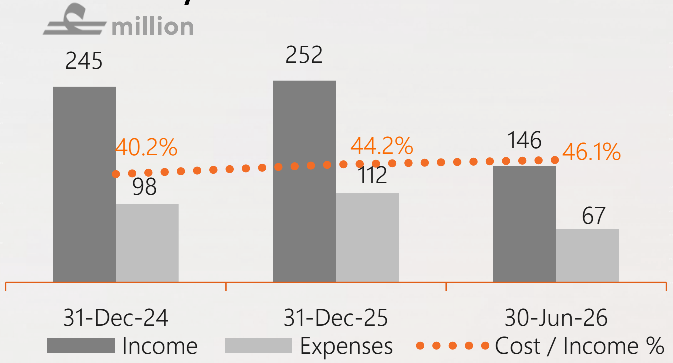
1. Net Profit



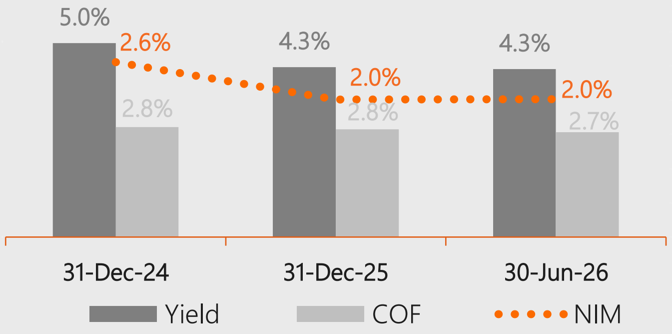
2. Return on Equity



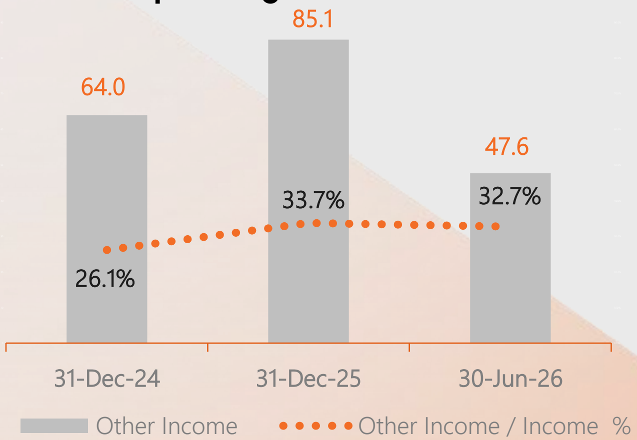
3. Cost / Income



4. Net Interest Margin



5. Other Operating Income



Balance Sheet as of 30 June

Million	30-Jun-26	30-Jun-25	Variance Jun 26 vs Jun 25 Amount	%
ASSETS				
Cash and balances with Central Bank	206.3	268.5	(62.2)	(23.2)%
Due from banks	544.1	657.8	(113.8)	(17.3)%
Investment securities	2,192.2	1,883.3	308.9	16.4%
Loans, advances and Islamic financings (net)	6,974.5	4,861.6	2,112.9	43.5%
Other assets	196.2	57.8	138.4	239.3%
Investment properties	2.9	2.9	-	0.0%
Property and equipment	78.2	75.3	2.9	3.9%
Intangible assets	63.9	69.3	(5.4)	(7.8)%
TOTAL ASSETS	**10,258.4**	**7,876.6**	**2,381.8**	**30.2%**
LIABILITIES				
Due to banks	879.0	565.6	313.4	55.4%
Customer deposits	7,943.0	6,312.7	1,630.2	25.8%
Other liabilities	248.6	106.2	142.5	134.2%
Total liabilities	9,070.6	6,984.5	2,086.1	29.9%
Total shareholders' equity	961.8	892.0	69.8	7.8%
Perpetual AT1 securities	200.0	-	200.0	100%
Mandatory Convertible Bonds	26.0	-	26.0	100%
Total equity	1,187.8	892.0	295.7	33.2%
TOTAL LIABILITIES AND EQUITY	**10,258.4**	**7,876.6**	**2,381.8**	**30.2%**
Net loans / deposits	87.8%	77.0%		
CASA ratio	72.9%	65.9%		

Capital

12.1%

CET1 ratio H1'26

CBO min: 9.5%

15.6%

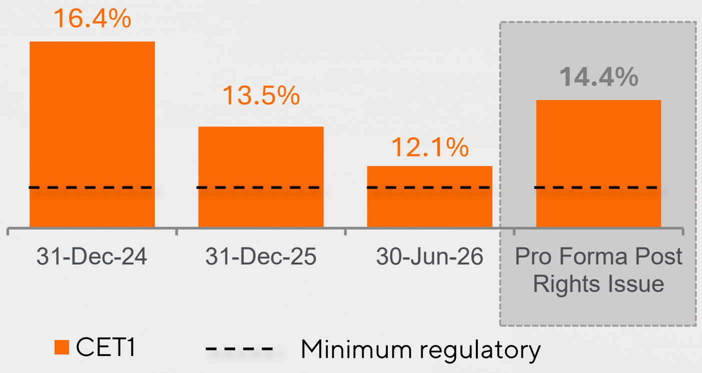
Total Tier 1 H1'26

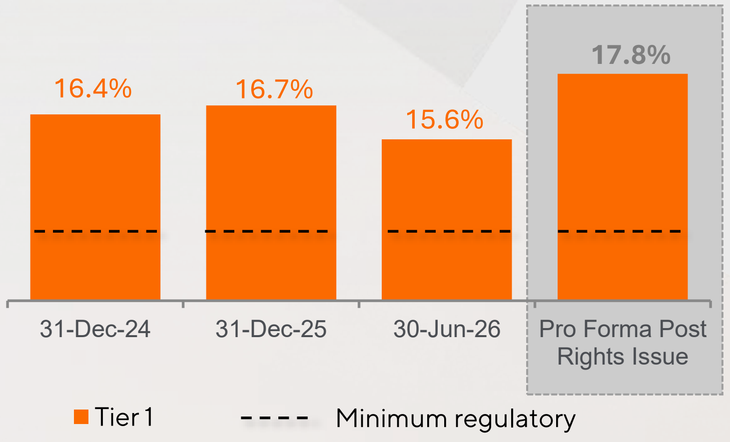
CBO min: 11.5%

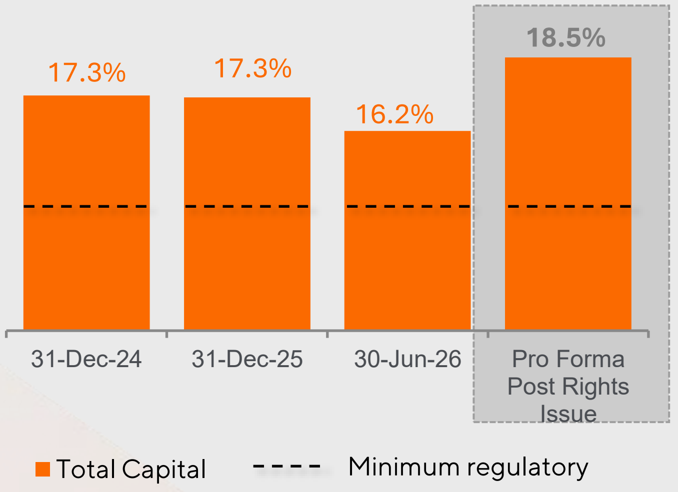
16.2%

Total CAR H1'26

CBO min: 13.5%







CAPITAL ACTIONS 2025 through 2026

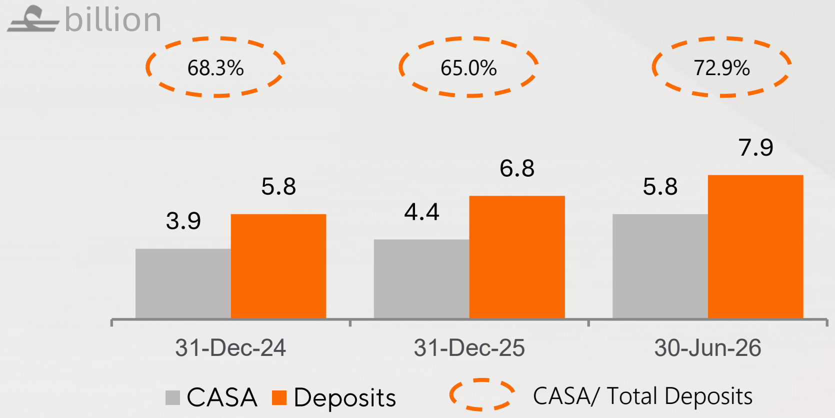
• **Perpetual AT1 Securities**	200 million issued in Sep'25	Coupon 6.75%
• **Mandatory Convertible Bonds**	26 million issued in May'26	Interest 5.25%
• **Rights Issue**	147.2 million issued in Aug'26.	Oversubscribed and ~ 22% discount to market at issue date being 3 August ,2026

Funding & Liquidity

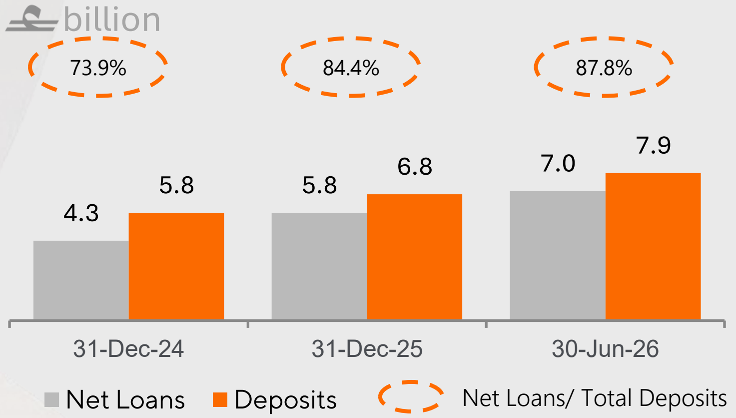
Sohar international

Funding

CASA / Customer Deposits

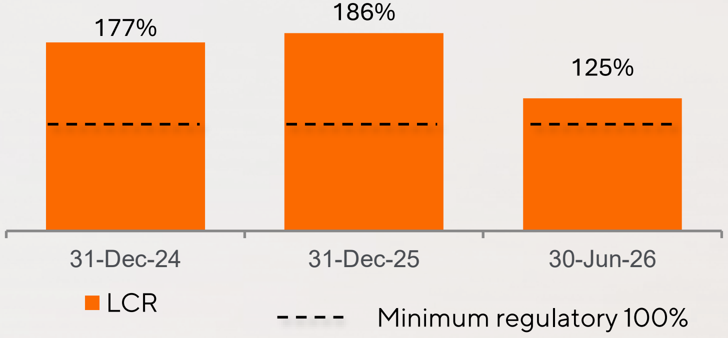


Net Loans to Deposits

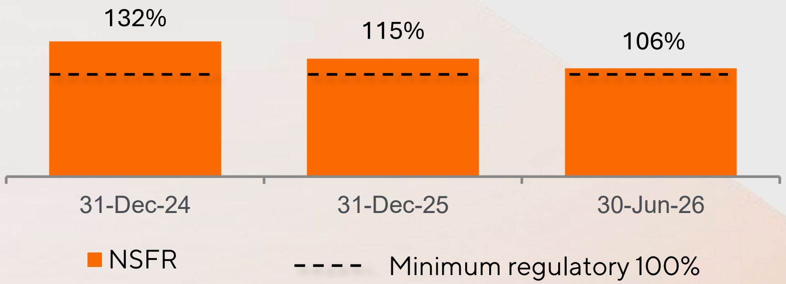


Liquidity

Liquidity Coverage Ratio (LCR)



Net Stable Funding Ratio (NSFR)

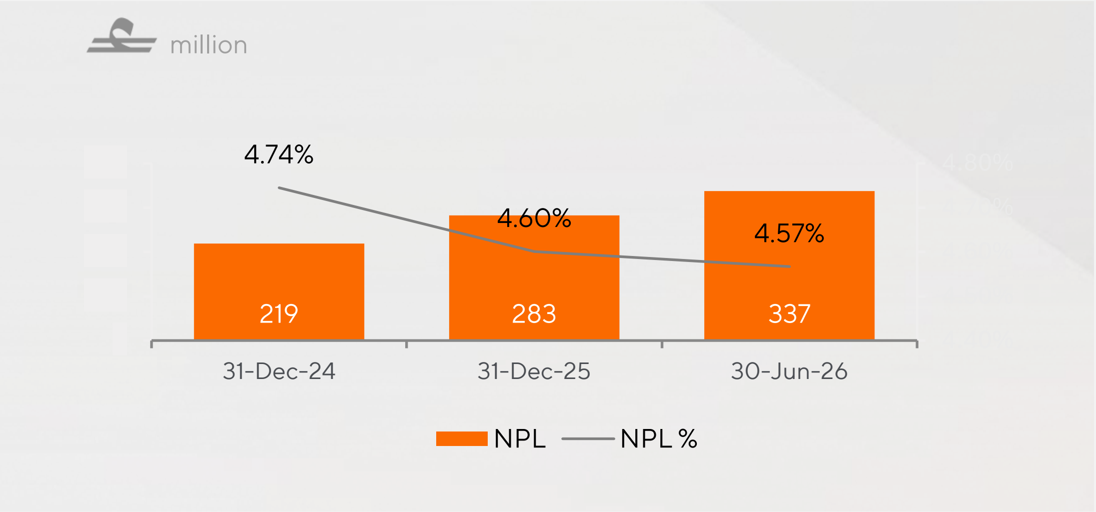


CBO regulatory minimums (LCR and NSFR is 100%)

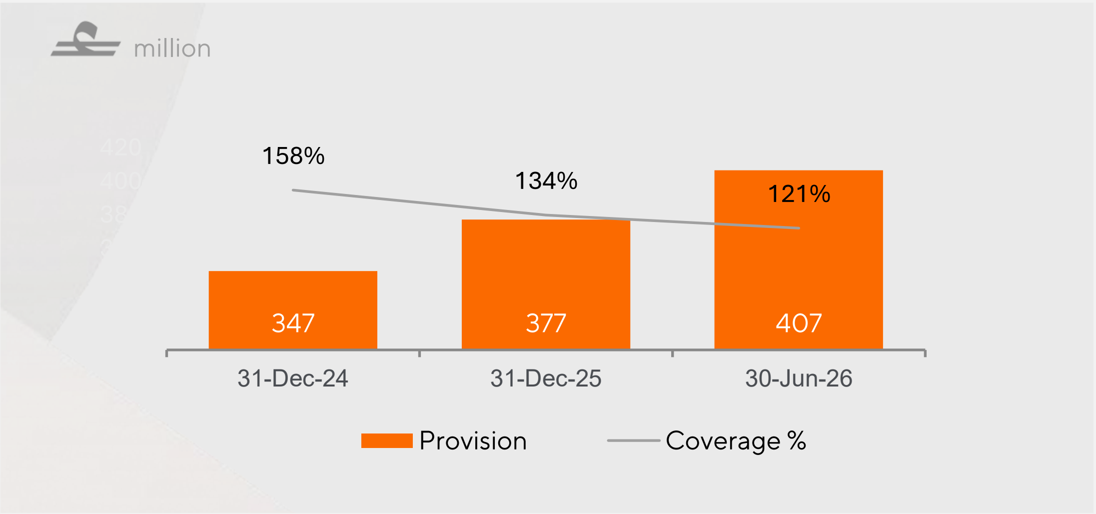
Credit Quality

Sohar international

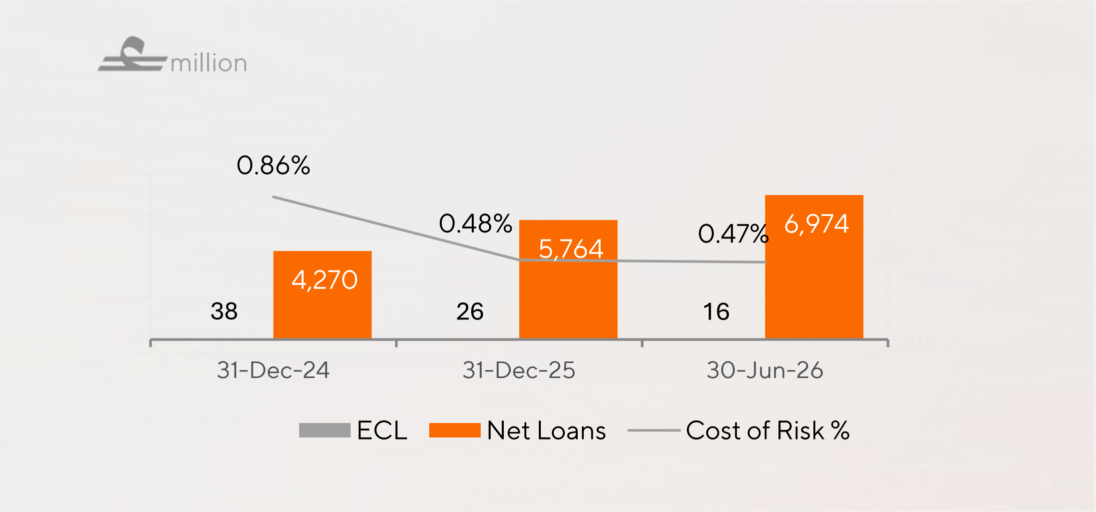
Non-Performing Loans (NPL)



Coverage



Cost of Risk



Restructured loans

Q & A