SOHAR INTERNATIONAL BANK SAOG

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2026

Sohar international صحار الدولي

Chairman's report for the nine months ended 30 September 2026

The first nine months of 2026 marked continued execution of our strategy including the expansion of our business capabilities, building operational resilience, strengthening our capital base and advancing our international presence.

Our Hong Kong Representative Office facilitates trade and investment flows between Oman and Asian markets, complementing our presence in Saudi Arabia and our broader correspondent banking network. The Bank's highly successful rights issue in August supports future growth and investment opportunities.

We strive to achieve our ambition of building a strong Omani financial institution with growing regional and international reach, connecting customers with opportunities while supporting economic diversification, financial inclusion and Oman Vision 2040.

Financial Performance

The profit for the nine-month period ending 30 September 2026 increased by 10% to ﷼ 77.6 million compared to the same period last year.

Total operating income increased by 24% to ﷼ 224.3 million with increases in net interest income, net profit income and other operating income.

Total operating expenses increased by 27% to ﷼ 102.7 million reflecting the Bank's continued investment in our strategic initiatives, Omani talent, technology and expanding our international reach.

Total assets increased by 23% to ﷼ 10,208 million compared to 30 September 2025 of which loans, advances and financing (net) increased by 42% to ﷼ 7,189 million. Customer deposits increased by 18% to ﷼ 7,648 million resulting in a 94% net loan/deposit ratio.

The 23% increase in total shareholders' equity of ﷼ 207 million compared to 30 September 2025 includes ﷼ 147 million rights issue.

Growth and Market Expansion

Our diversified business model continued to support customers from corporate banking, investment banking, wealth management and international business. In Q3 the Bank participated in a major financing facility supporting strategic energy infrastructure as well as

دائرة المالية: ص.ب. ٤٤، حي الميناء، الرمز البريدي ١١٤، سلطنة عمان
Finance Department: P.O. Box 44, P.C. 114, Hai Al Mina, Sultanate of Oman
t: +968 24730356 / 24761711 f: +968 24730308 C.R. No. 1014333 soharinternational.com

بنك صحار الدولي ش.م.ع.ع.
Sohar International Bank S.A.O.G.

pursuing opportunities across the healthcare, trade and export development sectors, reflecting our commitment to support Oman's economic diversification.

Investment Banking maintained momentum across capital markets, advisory, project finance and asset management. Continued development of institutional capabilities and custody services will position the Bank to support increasingly sophisticated customers.

Strategic Partnerships

Strategic partnerships remained central to expanding customer access and developing new opportunities. Across Oman and regional markets, the Bank continued engagement with organizations in digital finance, payments, telecommunications, commerce and healthcare. These relationships support innovation and the development of more integrated banking services.

Through Sohar Islamic, cooperation with international institutions also supported knowledge exchange and the exploration of Islamic finance opportunities. Prospective initiatives will be progressed in accordance with applicable approvals and commercial considerations.

Digital-First Transformation

Digital transformation continued to strengthen the Bank's customer proposition and operating model. Retail enhancements included more flexible card-payment options, digital banking features and improved account-management capabilities, while Sohar Islamic expanded its card offerings.

For corporate and merchant customers, the Bank advanced digital collection and reconciliation solutions, virtual accounts and payment connectivity to streamline transactions and reduce manual processes. Further enhancements to mobile banking were aimed at improving customer service, convenience and accessibility.

Alongside customer-facing innovation, continued automation and integration of internal workflows supported more efficient processing, stronger controls and more responsive service experience.

Serving Customers

Customer service remains core to our strategic priorities. The Bank continued broadening its propositions for affluent customers, retirees, families, young people and entrepreneurs,

supported by targeted solutions across banking, wealth management and protection products.

Our retail and payments businesses continued to develop through refreshed offerings, customer engagement initiatives and merchant solutions. New financing and microfinance propositions addressed the needs of families and small enterprises, while expanded lifestyle and service partnerships enriched customer experience.

We also continued investing in service quality, branch-network enhancements, frontline capability and digital account journeys. These initiatives are designed to improve accessibility, deepen customer relationships and deliver consistent service across service delivery channels.

ESG and Sustainability

Sustainability and financial inclusion are the Bank's financing and community priorities. Our activities supported sectors including energy, healthcare, fisheries, infrastructure and real estate. We tailor banking services for customers and businesses across the Sultanate.

Building on our support for the blue economy, the Bank advanced specialized financing for fisheries-related activities. Through our community programs, we also contributed to preventive healthcare initiatives and wider access to essential services. These efforts align with our commitment to responsible banking and Oman Vision 2040.

Serving Our Community

Our community engagement continued to focus on entrepreneurship, education, social inclusion, sport and cultural development. Programs supporting women-owned enterprises and emerging businesses helped strengthen capabilities and encourage participation in the wider economy.

We also supported initiatives celebrating family and community cohesion, youth participation, sporting activity and Omani culture. These contributions reflect our belief that sustainable success extends beyond financial performance to the wellbeing and aspirations of the communities we serve.

Serving Our People

Our people remain fundamental to delivering the Bank's strategy. During the period, we continued investing in leadership development, technical expertise, professional qualifications and practical training across conventional and Islamic banking.

Targeted programs for branch leaders, specialist teams and senior management supported service excellence, operational effectiveness and succession planning.

Sohar International remains committed to developing Omani talent and nurturing a collaborative, high-performance culture.

Recognition

I extend my heartfelt appreciation to all our stakeholders for their ongoing trust and confidence, an enduring source of strength in our journey of transformation and long-term sustainable growth. The dedication and shared purpose demonstrated by our people remain central to delivering on our strategic goals and upholding the values that define Sohar International.

I acknowledge with gratitude the vital role of our regulators, the Central Bank of Oman and the Financial Services Authority, whose strong governance, transparent frameworks, and steadfast guidance have enabled sustained progress across the banking sector.

On behalf of the Board of Directors and the entire team, I express our sincere gratitude to His Majesty Sultan Haitham Bin Tarik whose visionary leadership continues to guide the nation towards lasting prosperity and socio-economic advancement.

Said Mohamed Al-Aufi

Chairman

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

	Note	30 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
ASSETS				
Cash and balances with Central Banks	*5*	**332,774**	444,994	381,826
Due from banks	*6*	**277,821**	529,347	403,866
Investment securities	*7*	**2,189,874**	2,153,538	2,248,498
Loans, advances and Islamic financings (net)	*8*	**7,189,399**	5,763,904	5,068,560
Other assets	*9*	**74,419**	91,862	75,268
Investment properties		**2,900**	2,900	2,900
Property and equipment		**77,976**	75,695	74,726
Intangible assets	*10*	**62,599**	66,556	67,875
TOTAL ASSETS		**10,207,762**	9,128,796	8,323,519
LIABILITIES				
Due to banks	*11*	**1,068,399**	977,478	574,236
Customer deposits	*12*	**7,648,361**	6,826,799	6,498,733
Other liabilities	*13*	**139,041**	170,933	131,830
TOTAL LIABILITIES		**8,855,801**	7,975,210	7,204,799
SHAREHOLDERS' EQUITY				
Share capital	*14*	**849,676**	702,508	702,508
Share premium		**18,038**	18,038	18,038
Legal reserve		**66,929**	65,947	55,900
Other reserves	*15*	**14,683**	1,571	(3,647)
Retained earnings		**176,685**	165,522	145,921
TOTAL SHAREHOLDERS' EQUITY		**1,126,011**	953,586	918,720
Perpetual AT1 securities	*16.1*	**200,000**	200,000	200,000
Mandatory Convertible Bonds	*16.2*	**25,950**	-	-
TOTAL EQUITY		**1,351,961**	1,153,586	1,118,720
TOTAL LIABILITIES AND EQUITY		**10,207,762**	9,128,796	8,323,519
CONTINGENT LIABILITIES	*17.1*	**842,257**	690,927	644,733
COMMITMENTS	*17.2*	**2,221,542**	1,469,419	1,362,105
		Baisa	Baisa	*Baisa*
Net assets per share		**146.7**	144.1	138.8

These interim condensed consolidated financial statements were approved and authorised for issue by the Board of Directors on 29th October 2026 and signed on their behalf by:

Chairman *Board member*

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

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

	Note	Nine months ended		Three months ended	
		30 September 2026	30 September 2025	**30 September 2026**	30 September 2025
Interest income	*18*	**290,266**	233,121	**103,091**	81,251
Interest expense	*19*	**(148,584)**	(120,778)	**(51,621)**	(44,516)
Net interest income		**141,682**	112,343	**51,470**	36,735
Net income from Islamic financings and investing activities	*20*	**11,577**	10,355	**3,745**	3,678
Other operating income	*21*	**71,083**	58,100	**23,530**	24,813
TOTAL OPERATING INCOME		**224,342**	180,798	**78,745**	65,226
Staff costs		**(53,915)**	(46,469)	**(17,553)**	(15,087)
Other operating expenses	*22*	**(44,911)**	(30,425)	**(16,711)**	(12,227)
Depreciation		**(3,847)**	(3,808)	**(1,316)**	(1,263)
TOTAL OPERATING EXPENSES		**(102,673)**	(80,702)	**(35,580)**	(28,577)
NET OPERATING INCOME BEFORE IMPAIRMENT PROVISIONS		**121,669**	100,096	**43,165**	36,649
Loan impairment charges and other credit risk provisions (net)	*23*	**(30,224)**	(20,115)	**(14,159)**	(7,913)
PROFIT BEFORE TAX		**91,445**	79,981	**29,006**	28,736
Income tax expense		**(13,808)**	(9,263)	**(4,399)**	(4,168)
PROFIT FOR THE PERIOD		**77,637**	70,718	**24,607**	24,568
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)		**13,076**	2,746	**(1,752)**	2,222
OTHER COMPREHENSIVE GAIN/(LOSS) FOR THE PERIOD		**13,076**	2,746	**(1,752)**	2,222
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		**90,713**	73,464	**22,855**	26,790
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO EQUITY HOLDERS OF PARENT COMPANY		**90,713**	73,464	**22,855**	26,790
PROFIT ATTRIBUTABLE TO EQUITY HOLDERS OF PARENT COMPANY		**77,637**	70,718	**24,607**	24,568
		Baisa	*Baisa*	***Baisa***	*Baisa*
Basic earnings per share for the period	*24*	**9.32**	10.67	**2.41**	3.70
Diluted earnings per share for the period	*24*	**9.11**	10.41	**2.35**	3.61

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 NINE MONTHS ENDED 30 SEPTEMBER 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	-	-	-	-	**77,637**	**77,637**	**-**	**-**	**77,637**
Other comprehensive gain for the period	-	-	-	**13,076**	-	**13,076**	**-**	**-**	**13,076**
Total comprehensive income for the period	**-**	**-**	**-**	**13,076**	**77,637**	**90,713**	**-**	**-**	**90,713**
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)**
Transfer of right issue expense to legal reserve	**-**	**-**	**982**	**-**	**-**	**982**	**-**	**-**	**982**
Issue of Rights	**147,168**	**-**	**-**	**-**	**-**	**147,168**	**-**	**-**	**147,168**
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	**-**	**-**	**-**	**-**	**(13,500)**	**(13,500)**	**-**	**-**	**(13,500)**
Balance as at 30 September 2026	**849,676**	**18,038**	**66,929**	**14,683**	**176,685**	**1,126,011**	**200,000**	**25,950**	**1,351,961**

	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	-	-	-	-	70,718	70,718	-	-	70,718
Other comprehensive loss for the period	-	-	-	2,746	-	2,746	-	-	2,746
Total comprehensive income for the period	-	-	-	2,746	70,718	73,464	-	-	73,464
Issue of perpetual Tier 1 capital securities	-	-	-	-	-	-	200,000	-	200,000
Issue expenses - perpetual Tier 1 capital securities	-	-	-	-	(112)	(112)	-	-	(112)
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 September 2025	702,508	18,038	55,900	(3,647)	145,921	918,720	200,000	-	1,118,720

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

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

	Note	30 September 2026	30 September 2025
OPERATING ACTIVITIES			
Profit before tax		**91,445**	79,981
Adjustments for:			
Depreciation		**3,847**	3,808
Amortisation of intangible asset	10	**3,957**	4,054
Loan impairment charges and other credit risk provisions (net)	23	**30,224**	20,115
Net gain on investments securities	21	**(1,755)**	(5,866)
Loss on sale of fixed assets	21	**6**	20
Cash from operating activities before changes in operating assets and liabilities		**127,724**	102,112
Due from banks		**258,152**	(126,074)
Loans, advances and Islamic financings (net)		**(1,453,831)**	(818,348)
Investment held at fair value through profit or loss (FVTPL)		**17,735**	(353)
Other assets		**23,654**	(11,713)
Due to banks		**90,922**	4,837
Customer deposits		**821,562**	721,692
Other liabilities		**(35,448)**	17,039
Cash used in operating activities		**(149,530)**	(110,808)
Income tax paid		**(17,604)**	(15,952)
Net cash from operating activities		**(167,134)**	(126,760)
INVESTING ACTIVITIES			
Purchase of investment securities		**(243,307)**	(308,906)
Proceeds from sale/maturity of investment securities		**47,697**	95,637
Purchase of property and equipment		**(6,134)**	(4,121)
Net cash from investing activities		**(201,744)**	(217,390)
FINANCING ACTIVITIES			
Dividends paid		**(26,469)**	(52,938)
Issue of Rights		**147,168**	-
Interest paid on perpetual tier 1 capital securities		**(13,500)**	-
Issue of perpetual tier 1 capital securities		**-**	200,000
Issue expense perpetual tier 1 capital securities		**-**	(112)
Rights issue surplus transfer to legal reserve		**982**	-
Net cash used in financing activities		**108,181**	146,950
NET CHANGE IN CASH AND CASH EQUIVALENTS		**(260,697)**	(197,200)
CASH AND CASH EQUIVALENT AT BEGINNING OF THE PERIOD		**2,127,936**	2,334,474
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		**1,867,239**	2,137,274
REPRESENTING:			
Cash and available balance with Central Banks	5	**332,774**	381,320
Due from banks with original maturity (OM) of 90 days or less		**214,035**	178,659
Investment securities with OM of 90 days or less		**1,320,430**	1,577,295
		1,867,239	2,137,274

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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT 30 SEPTEMBER 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 22 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.

The Bank has incorporated a fully owned Special Purpose Vehicle ("SPV"), Sohar International Netting SPV Limited, registered in the Cayman Islands. The SPV has not commenced operations.

The Bank opened a representative office in the in the Special Administration Region of Hong Kong in September 2026.

As at 30 September 2026, the Bank employed 1,839 employees (30 September 2025:1,665).

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.

The size, operations and financial statement of the SPV are not material to the consolidated financial statements of the Bank. Hence, the financial statements of the parent company have not been provided in a separate column in these consolidated financial statements.

In addition, results for the nine months period ended 30 September 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.

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

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

For the period ended 30 September 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 Banks

	30 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Cash	**49,690**	47,215	47,516
Placement with Central Banks	**20,122**	121,594	93,062
Balance with Central Banks	**262,962**	275,678	240,742
	332,774	444,487	381,320
Capital deposit with Central Banks	-	507	506
	332,774	444,994	381,826

During the period, average minimum balance to be kept with CBO as statutory reserves is ﷼240.0 million (31 December 2025: ﷼200.4 million, 30 September 2025: ﷼191.32 million).

6. Due from banks

	30 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Local currency:			
Money market placements	**48,538**	74,346	74,560
Foreign currency:			
Money market placements	**150,298**	395,550	270,134
Demand balances	**79,092**	59,600	59,368
	229,390	455,150	329,502
Gross carrying amount	**277,928**	529,496	404,062
Less: ECL provision	**(107)**	(149)	(196)
	277,821	529,347	403,866

6. Due from banks (continued)

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

	30 September 2026 (Unaudited)				30 September 2025 (Unaudited)
	Stage 1	**Stage 2**	**Stage 3**	**Total**	Total
At 1 January	**651,090**	**-**	**-**	**651,090**	562,221
New assets originated or purchased	**-**	**-**	**-**	**-**	-
Assets derecognised or matured	**(373,162)**	**-**	**-**	**(373,162)**	(158,159)
Gross carrying amount	**277,928**	**-**	**-**	**277,928**	404,062

	30 September 2026 (Unaudited)				30 September 2025 (Unaudited)
	Stage 1	**Stage 2**	**Stage 3**	**Total**	Total
At 1 January	**149**	**-**	**-**	**149**	491
Net impairment charge /(release) (note 23)	**(42)**	**-**	**-**	**(42)**	(295)
ECL provision	**107**	**-**	**-**	**107**	196

7. Investment securities

	30 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Equity investments:			
Held at FVOCI	**110,873**	58,537	41,195
Held at FVTPL	**3,342**	500	500
Total equity investments	**114,215**	59,037	41,695
Debt investments:			
Held at FVTPL	**18,854**	37,672	38,133
Held at FVOCI	**1,497,975**	1,519,141	1,740,249
Held at amortised cost	**560,383**	538,399	428,629
Less: ECL provision	**(1,553)**	(711)	(208)
Held at amortised cost (net)	**558,830**	537,688	428,421
Total debt investments	**2,075,659**	2,094,501	2,206,803
Total investment securities	**2,189,874**	2,153,538	2,248,498

7. Investment securities (continued)

7.1 Held at FVTPL

	30 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Unquoted equity investments – Oman			
Service sector	**500**	500	500
Quoted equity investments – Oman			
Energy sector	**2,842**	-	-
	3,342	500	500
Quoted debt investments – Oman			
Government development bonds (GDB)	**18,839**	37,657	38,118
Finance sector	**15**	15	15
	18,854	37,672	38,133
	22,196	38,172	38,633

7.2 Held at FVOCI

	Carrying / fair value 30 September 2026	Cost 30 September 2026	Carrying / fair value 31 December 2025	Cost 31 December 2025	Carrying / fair value 30 September 2025	Cost 30 September 2025
	(Unaudited)	(Unaudited)	(Audited)	(Audited)	(Unaudited)	(Unaudited)
Quoted equities – Oman						
Service sector	**89,076**	**69,260**	37,208	30,500	27,566	20,603
Unquoted equities – Foreign						
Service sector	**8,277**	**8,277**	8,277	8,277	577	577
Unquoted equities – Oman						
Service sector	**13,520**	**13,697**	13,052	13,229	13,052	13,229
Total equity investments FVOCI	**110,873**	**91,234**	58,537	52,006	41,195	34,409
Unquoted debt – Oman						
Treasury bills	**94,336**	**94,770**	228,730	231,200	279,154	283,000
Unquoted debt – Foreign						
Treasury bills	**1,226,094**	**1,230,931**	1,247,261	1,250,789	1,298,142	1,302,235
Quoted Sukuk – Oman	**177,545**	**175,847**	43,150	43,031	162,953	162,002
Total debt investments FVOCI	**1,497,975**	**1,501,548**	1,519,141	1,525,020	1,740,249	1,747,237
Total equity and debt investment	**1,608,848**	**1,592,782**	1,577,678	1,577,026	1,781,444	1,781,646

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

7 Investment securities (continued)

7.3 Held at amortised cost

	30 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Quoted debt investments			
Government development bonds – Oman	**407,165**	365,174	302,851
Corporate sukuk – Oman	**15,422**	15,451	15,853
Corporate bond – Foreign	**27,794**	18,024	19,974
Treasury bills – Foreign	**10,299**	10,215	10,096
Sovereign sukuk – Oman	**45,502**	45,013	14,036
Sovereign sukuk – Foreign	**54,201**	84,522	65,819
	560,383	538,399	428,629
Less: ECL provision	**(1,553)**	(711)	(208)
	558,830	537,688	428,421

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

	30 September 2026 (Unaudited)				
	Stage 1	**Stage 2**	**Stage 3**	**Total**	30 September 2025 (Unaudited)
At 1 January	**522,990**	**15,409**	**-**	**538,399**	370,537
Purchased	**73,725**	**13**	**-**	**73,738**	151,248
Matured	**(51,712)**	**(42)**	**-**	**(51,754)**	(46,182)
Sold	**-**	**-**	**-**	**-**	(46,974)
Gross carrying amount	**545,003**	**15,380**	**-**	**560,383**	428,629

	Stage 1	**Stage 2**	**Stage 3**	**Total**	30 September 2025 (Unaudited)
At 1 January	**47**	**664**	**-**	**711**	188
Net impairment charge (note 23)	**53**	**789**	**-**	**843**	20
ECL provision	**100**	**1,453**	**-**	**1,553**	208

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8. Loans, advances and Islamic financings (net)

	30 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Corporate	**5,926,472**	4,542,638	3,900,947
Retail	**1,691,706**	1,598,752	1,549,729
Gross loans, advances and Islamic financings	**7,618,178**	6,141,390	5,450,676
Less: ECL provision	**(328,619)**	(299,147)	(293,802)
Less: Contractual interest / profit not recognised	**(100,160)**	(78,339)	(88,314)
	(428,779)	(377,486)	(382,116)
	7,189,399	5,763,904	5,068,560

Gross loans, advances and Islamic financings include ﷼ 813.582 million (31 December 2025: ﷼ 784.03 million, 30 September 2025: ﷼ 722.70 million) through Sohar Islamic financing activities.

Loans, advances and Islamic financings (net) comprise:

	30 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Loans	**6,985,782**	5,523,068	4,878,776
Overdrafts	**363,318**	404,420	384,563
Loans against trust receipts	**241,242**	189,606	170,531
Bills discounted	**27,836**	24,296	16,806
Gross loans, advances and Islamic financings	**7,618,178**	6,141,390	5,450,676
Less: ECL provision	**(328,619)**	(299,147)	(293,802)
Less: Contractual interest/profit not recognised	**(100,160)**	(78,339)	(88,314)
	(428,779)	(377,486)	(382,116)
	7,189,399	5,763,904	5,068,560

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 September 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	**1,828,169**	**33,768**	**21,741**	**1,883,678**
Assets derecognised or repaid	**(374,379)**	**(13,111)**	**(20,561)**	**(408,051)**
Loans written off	**-**	**-**	**(661)**	**(661)**
Loans transferred from memoranda portfolio	**-**	**-**	**1,822**	**1,822**
Transfers to Stage 1	**73,314**	**(66,614)**	**(6,700)**	**-**
Transfers to Stage 2	**(104,546)**	**104,582**	**(36)**	**-**
Transfers to Stage 3	**(13,658)**	**(46,677)**	**60,335**	**-**
Gross carrying amount	**6,364,651**	**915,011**	**338,516**	**7,618,178**

	Stage 1	Stage 2	Stage 3	Total
At 1 January	**27,376**	**150,256**	**121,516**	**299,148**
Impairment charge	**4,801**	**1,269**	**36,952**	**43,022**
Impairment release	**(4,564)**	**(3,480)**	**(6,667)**	**(14,711)**
Net impairment charge/(release) (Note 23)	**237**	**(2,211)**	**30,285**	**28,311**
Loans written off	**-**	**-**	**(661)**	**(661)**
Loans transferred from memoranda portfolio	**-**	**-**	**1,822**	**1,821**
Transfers to Stage 1	**3,526**	**(984)**	**(2,542)**	**-**
Transfers to Stage 2	**(108)**	**129**	**(21)**	**-**
Transfers to Stage 3	**(2,252)**	**(939)**	**3,191**	**-**
ECL provision	**28,779**	**146,251**	**153,589**	**328,619**

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

30 September 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	1,163,237	40,959	26,115	1,230,311
Assets derecognised or repaid	(367,011)	(16,794)	(11,734)	(395,539)
Loans written off	-	-	(2,824)	(2,824)
Loans transferred from memoranda portfolio	-	-	2,068	2,068
Transfers to Stage 1	14,176	(7,801)	(6,375)	-
Transfers to Stage 2	(272,968)	274,072	(1,104)	-
Transfers to Stage 3	(7,048)	(17,207)	24,255	-
Gross carrying amount	4,251,781	949,440	249,455	5,450,676

	Stage 1	Stage 2	Stage 3	Total
At 1 January	18,495	161,739	94,727	274,961
Impairment charge	9,495	9,442	10,430	27,436
Impairment release	(3,422)	(882)	(5,466)	(7,839)
Net impairment charge/(release) (Note 23)	6,073	8,560	4,964	19,597
Loans written off	-	-	(2,824)	(2,824)
Loans transferred from memoranda portfolio	-	-	2,068	2,068
Transfers to Stage 1	2,928	(294)	(2,634)	
Transfers to Stage 2	(2,437)	2,931	(494)	-
Transfers to Stage 3	(193)	(494)	687	-
ECL provision	24,866	172,442	96,494	293,802

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

	30 September 2026 (Unaudited)	30 September 2025 (Unaudited)
Contractual interest not recognised		
Balance at beginning of year	**78,339**	71,891
Not recognised during the period	**26,375**	20,098
Written back due to recovery/write off	**(4,554)**	(3,675)
Balance at end of the period	**100,160**	88,314

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 September 2026, loans, advances and Islamic financings on which interest/profit was not accrued or where interest/profit was reserved amounted to ﷼ 339 million. (31 December 2025: ﷼ 283 million, 30 September 2025: ﷼ 249 million).

9. Other assets

	30 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Acceptances	**22,772**	34,083	37,253
Receivables	**20,380**	6,272	13,749
Prepayments	**8,615**	15,896	5,920
Positive fair value of derivatives (Note 28)	**425**	1,199	372
Others	**22,227**	34,412	17,974
	74,419	91,862	75,268

10. Intangible assets

	30 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 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)	**3,957**	5,373	4,054
	16,575	12,618	11,299
Net book value	**62,599**	66,556	67,875

11. Due to banks

	30 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Local currency:			
Money market borrowings	**162,425**	27,117	10,782
Demand balances	**45,100**	39,715	35,429
	207,525	66,832	46,211
Foreign currency:			
Money market borrowings	**557,659**	683,278	436,034
Demand balances	**303,215**	227,368	91,991
	860,874	910,646	528,025
	1,068,399	977,478	574,236

Foreign currency money market borrowings include bank borrowings amounting to ﷼ 354.2 million (31 December 2025: ﷼ 354.2 million, 30 September 2025: ﷼ 354.2 million) with underlying collateral in the form of USD Treasury bills of ﷼ 383.7 million (31 December 2025: ﷼ 354.2 million, 30 September 2025: ﷼ 383.9 million).

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12. Customer deposits

	30 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Demand deposits	**4,448,372**	3,206,277	2,917,271
Term deposits	**1,891,833**	2,386,837	2,372,506
Saving deposits	**1,265,848**	1,200,079	1,185,867
Margin deposits	**42,308**	33,606	23,089
	7,648,361	6,826,799	6,498,733
Islamic Banking deposits included in the above:			
Demand deposits	**289,366**	309,923	230,862
Term deposits	**321,583**	302,879	319,929
Saving deposits	**242,028**	249,149	246,886
Margin deposits	**5,720**	5,129	2,647
	858,697	867,080	800,324

13. Other liabilities

	30 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Income tax provision	**20,042**	23,490	20,117
Acceptances	**22,772**	34,083	37,253
Deferred tax liability (net)	**10,579**	10,927	11,036
Lease liability on right of use assets	**11,518**	10,548	10,162
Negative fair value of derivatives (Note 28)	**787**	252	183
Staff entitlements	**3,746**	2,520	4,092
ECL provision on loan commitments and financial guarantees (Note 17.2)	**3,998**	2,889	2,545
Other accruals and provisions	**65,599**	86,224	46,442
	139,041	170,933	131,830

14. Share capital

The authorised capital of the Bank is ﷼ 1 billion (31 December 2025: ﷼ 1 billion, 30 September 2025: ﷼1 billion). The issued shares of the Bank are 7,676,005,673 (31 December 2025: 6,617,246,270), (30 September 2025: 6,617,246,270).

On 3 August 2026, the Bank completed the issuance of 1,058,759,403 shares through rights issue to its existing shareholders at a price of 141 baisa per share, including 2 baisa per share to cover the rights issue expenses, resulting in an increase in paid up capital of ﷼ 147.168 million.

The paid-up capital of the Bank is ﷼ 849.676 million (31 December 2025: ﷼ 702.508 million, (30 September 2025: ﷼ 702.508 million).

The percentage shareholdings of the Bank is as follows:

	30 September 2026	31 December 2025
Royal Court Affairs	**19.4**	19.4
Dhofar International Development & Investment Co SAOG	**13.1**	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 (widely spread)	**50.2**	50.2
Total	**100**	100

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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	**-**	**13,076**	**-**	**-**	**13,076**
Re-class of net changes in FV of equity instruments upon de-recognition	**-**	**36**	**-**	**-**	**36**
Balance as at 30 September 2026	**988**	**19,642**	**5,464**	**(11,411)**	**14,683**

(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 (FV) of equity 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 (FV) of equity instruments at FVOCI	-	2,746	-	-	2,746
Re-class of net changes in FV of equity instruments upon de-recognition	-	242	-	-	242
Balance as at 30 September 2025	988	1,312	5,464	(11,411)	(3,647)

16. Perpetual 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 ﷼ 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. ﷼ 13.5 million was paid as interest for the period ended 30 September 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 ﷼ 25.950 million (259,499,853 bonds of ﷼ 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.

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 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Guarantees	**708,783**	621,534	594,353
Documentary letters of credit	**133,474**	69,393	50,380
	842,257	690,927	644,733

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 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Credit related commitments	**2,214,631**	1,465,389	1,357,676
Capital commitments	**6,911**	4,030	4,429
	2,221,542	1,469,419	1,362,105

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

	30 September 2026 (Unaudited	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Credit related commitments	**2,214,631**	1,465,389	1,357,676
Contingent liabilities	**842,257**	690,927	644,733
Acceptances	**22,772**	34,083	37,253
Gross carrying amount	**3,079,660**	2,190,399	2,039,662

	Stage 1	**Stage 2**	**Stage 3**	**Total**	30 September 2025 (Unaudited)
At 1 January	**1,903**	**211**	**775**	**2,889**	1,754
Impairment charge	**1,316**	**114**	**307**	**1,737**	1,165
Impairment release	**(475)**	**(128)**	**(22)**	**(625)**	(372)
Net impairment charge (Note 23)	**841**	**(14)**	**285**	**1,112**	793
Loans written off	**-**	**-**	**(3)**	**(3)**	-
Transferred to memorandum portfolio	**-**	**-**	**-**	**-**	(2)
Transfers to Stage 1	**26**	**(25)**	**(1)**	**-**	-
Transfers to Stage 2	**(2)**	**2**	**-**	**-**	-
Transfers to Stage 3	**(10)**	**(24)**	**34**	**-**	-
ECL provision	**2,758**	**150**	**1,090**	**3,998**	2,545

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18. Interest income

	Nine months ended (Unaudited)		Three months ended (Unaudited)	
	30 September 2026	30 September 2025	**30 September 2026**	30 September 2025
Due from banks	**17,929**	18,644	**5,278**	6,032
Loans and advances	**222,607**	163,309	**80,849**	59,268
Investment securities	**49,730**	51,168	**16,964**	15,951
	290,266	233,121	**103,091**	81,251

19. Interest expense

	Nine months ended (Unaudited)		Three months ended (Unaudited)	
	30 September 2026	30 September 2025	**30 September 2026**	30 September 2025
Due to banks	**26,634**	20,383	**9,941**	7,879
Customer deposits	**121,950**	100,395	**41,680**	36,637
	148,584	120,778	**51,621**	44,516

20. Net income from Islamic financing and investing activities

	Nine months ended (Unaudited)		Three months ended (Unaudited)	
Gross income earned	**30 September 2026**	30 September 2025	**30 September 2026**	30 September 2025
Due from banks	**1,126**	2,062	**283**	589
Financings	**27,954**	27,383	**9,333**	9,191
Investment securities	**3,968**	2,859	**1,333**	1,449
	33,048	32,304	**10,949**	11,229
Profit paid				
Customer deposits	**21,316**	21,655	**7,105**	7,467
Due to banks	**155**	294	**99**	84
	21,471	21,949	**7,204**	7,551
	11,577	10,355	**3,745**	3,678

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21. Other operating income

	Nine months ended (Unaudited)		Three months ended (Unaudited)	
	30 September 2026	30 September 2025	**30 September 2026**	30 September 2025
Fee and commission income	**50,416**	37,203	**15,850**	13,690
Fee and commission expense	**(7,029)**	(4,138)	**(2,360)**	(1,581)
Net gain from foreign exchange	**21,810**	17,275	**7,021**	6,089
Loss on sale of fixed assets	**(6)**	(20)	**-**	(20)
Dividend income	**4,077**	1,911	**1,599**	747
Bad debt recovery	**2**	3	**-**	1
Net gain on investment securities	**1,755**	5,866	**1,401**	5,887
Other income	**58**	-	**19**	-
	71,083	58,100	**23,530**	24,813

22. Other operating expenses

	Nine months ended (Unaudited)		Three months ended (Unaudited)	
	30 September 2026	30 September 2025	**30 September 2026**	30 September 2025
Operating and administration costs	**36,768**	21,980	**14,358**	9,593
Amortisation of intangible asset (Note:10)	**3,957**	4,054	**1,319**	1,474
Amortisation of right-to-use assets	**1,567**	2,364	**151**	771
Occupancy cost	**2,296**	1,685	**776**	279
Directors remuneration	**225**	225	**75**	75
Directors sitting fees	**46**	59	**17**	10
Shari'a supervisory board remuneration and sitting fees	**52**	58	**15**	25
	44,911	30,425	**16,711**	12,227

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

		Nine months ended (Unaudited)		Three months ended (Unaudited)	
	Note	**30 September 2026**	30 September 2025	**30 September 2026**	30 September 2025
Net impairment charge/(release):					
Loans, advances and Islamic financings (net)	8	**28,311**	19,597	**13,822**	7,598
Contingent liabilities and commitments	17	**1,112**	793	**(167)**	302
Due from banks	6	**(42)**	(295)	**55**	3
Debt securities at amortised cost	7.3	**843**	20	**449**	10
		30,224	20,115	**14,159**	7,913

24. Basic earnings per share

Basic earnings per share is calculated by dividing profit for the period less interest on perpetual tier 1 capital securities by the weighted average number of shares outstanding during the period.

	Nine months ended (Unaudited)		Three months ended (Unaudited)	
	30 September 2026	30 September 2025	**30 September 2026**	30 September 2025
Profit for the period	**77,637**	70,718	**24,607**	24,568
Less: Interest paid on perpetual tier 1 capital securities	**(13,500)**	-	**(6,805)**	-
	64,137	70,718	**17,802**	24,568
Weighted average number of shares outstanding during the period ('000)	**6,881,593**	6,617,246	**7,401,666**	6,617,246
Basic earnings per share for the period (baisa)	**9.32**	10.67	**2.41**	3.70
Weighted average number of shares outstanding after dilution during the period ('000)	**7,043,780**	6,779,434	**7,563,853**	6,779,434
Diluted earnings per share for the period (baisa)	**9.11**	10.41	**2.35**	3.61

25. Financial Instruments

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

30 September 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	**6,362,946**	**63,537**	**28,716**	**34,821**	**6,334,230**	**-**	**-**
	Stage 2	**181,150**	**1,750**	**82,200**	**(80,450)**	**98,950**	**-**	**-**
	Stage 3	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Sub Total		**6,544,096**	**65,287**	**110,916**	**(45,629)**	**6,433,180**	**-**	**-**
Special mention	Stage 1	**1,705**	**17**	**63**	**(46)**	**1,642**	**-**	**-**
	Stage 2	**733,861**	**47,998**	**64,051**	**(16,053)**	**669,810**	**21,204**	**21,204**
	Stage 3	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Sub Total		**735,566**	**48,015**	**64,114**	**(16,099)**	**671,452**	**21,204**	**21,204**
Sub standard	Stage 1	**-**	**-**	**-**	**-**	**-**	**-**	**-**
	Stage 2	**-**	**-**	**-**	**-**	**-**	**-**	**-**
	Stage 3	**13,269**	**3,274**	**6,558**	**(3,284)**	**6,711**	**66**	**66**
Sub Total		**13,269**	**3,274**	**6,558**	**(3,284)**	**6,711**	**66**	**66**
Doubtful	Stage 1	**-**	**-**	**-**	**-**	**-**	**-**	**-**
	Stage 2	**-**	**-**	**-**	**-**	**-**	**-**	**-**
	Stage 3	**8,142**	**3,623**	**3,027**	**596**	**5,115**	**316**	**316**
Sub Total		**8,142**	**3,623**	**3,027**	**596**	**5,115**	**316**	**316**
Loss	Stage 1	**-**	**-**	**-**	**-**	**-**	**-**	**-**
	Stage 2	**-**	**-**	**-**	**-**	**-**	**-**	**-**
	Stage 3	**317,105**	**225,040**	**144,004**	**81,036**	**173,101**	**78,574**	**78,574**
Sub Total		**317,105**	**225,040**	**144,004**	**81,036**	**173,101**	**78,574**	**78,574**
Gross Loans, advances and Islamic financings(net)	**Stage 1**	**6,364,651**	**63,554**	**28,779**	**34,775**	**6,335,872**	**-**	**-**
	Stage 2	**915,011**	**49,748**	**146,251**	**(96,503)**	**768,760**	**21,204**	**21,204**
	Stage 3	**338,516**	**231,937**	**153,589**	**78,348**	**184,927**	**78,956**	**78,956**
Sub Total		**7,618,178**	**345,239**	**328,619**	**16,620**	**7,289,559**	**100,160**	**100,160**
*Due from banks, Investment securities, Loan commitments & Financial guarantees	Stage 1	**5,252,181**	**-**	**2,918**	**(2,918)**	**5,249,263**	**-**	**-**
	Stage 2	**29,059**	**-**	**1,650**	**(1,650)**	**27,409**	**-**	**-**
	Stage 3	**3,871**	**-**	**1,090**	**(1,090)**	**2,781**	**-**	**-**
Sub total		**5,285,111**	**-**	**5,658**	**(5,658)**	**5,279,453**	**-**	**-**
Total	**Stage 1**	**11,616,832**	**63,554**	**31,697**	**31,857**	**11,585,135**	**-**	**-**
	Stage 2	**944,070**	**49,748**	**147,901**	**(98,153)**	**796,169**	**21,204**	**21,204**
	Stage 3	**342,387**	**231,937**	**154,679**	**77,258**	**187,708**	**78,956**	**78,956**
		12,903,289	**345,239**	**334,277**	**10,962**	**12,569,012**	**100,160**	**100,160**

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

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		5,057,032	52,369	126,310	(73,941)	4,930,722	-	-
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 Islamic financings (net)	Stage 1	4,955,751	51,312	27,376	23,936	4,928,375	-	-
	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, Investment securities, Loan commitments & Financial guarantees	Stage 1	4,950,436	-	2,099	(2,099)	4,948,337	-	-
	Stage 2	43,425	-	875	(875)	42,550	-	-
	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

25. Financial Instruments (continued)

30 September 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	4,250,944	45,730	24,850	20,880	4,226,094	-	-
	Stage 2	146,538	1,420	120,731	(119,311)	25,807	-	-
	Stage 3	-	-	-	-	-	-	-
Sub Total		4,397,482	47,150	145,581	(98,431)	4,251,901	-	-
Special mention	Stage 1	837	14	16	(2)	821	-	-
	Stage 2	802,902	11,689	51,711	(40,022)	751,191	23,803	23,803
	Stage 3	-	-	-	-	-	-	-
Sub Total		803,739	11,703	51,727	(40,024)	752,012	23,803	23,803
Sub standard	Stage 1	-	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-	-
	Stage 3	17,859	5,947	5,951	(4)	11,908	79	79
Sub Total		17,859	5,947	5,951	(4)	11,908	79	79
Doubtful	Stage 1	-	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-	-
	Stage 3	13,945	6,442	2,711	3,731	11,234	524	524
Sub Total		13,945	6,442	2,711	3,731	11,234	524	524
Loss	Stage 1	-	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-	-
	Stage 3	217,651	148,574	87,832	60,742	129,819	63,908	63,908
Sub Total		217,651	148,574	87,832	60,742	129,819	63,908	63,908
Gross Loans, advances and Islamic financings (net)	Stage 1	4,251,781	45,744	24,866	20,878	4,226,915	-	-
	Stage 2	949,440	13,109	172,442	(159,333)	776,998	23,803	23,803
	Stage 3	249,455	160,963	96,494	64,469	152,961	64,511	64,511
Sub Total		5,450,676	219,816	293,802	(73,986)	5,156,874	88,314	88,314
*Due from banks, Investment securities, Loan commitments & Financial guarantees	Stage 1	4,743,581	-	1,958	(1,958)	4,741,623	-	-
	Stage 2	41,079	-	230	(230)	40,849	-	-
	Stage 3	832	-	761	(761)	71	-	-
Sub total		4,785,492	-	2,949	(2,949)	4,782,543	-	-
Total	Stage 1	8,995,362	45,744	26,824	18,920	8,968,538	-	-
	Stage 2	990,519	13,109	172,672	(159,563)	817,847	23,803	23,803
	Stage 3	250,287	160,963	97,255	63,708	153,032	64,511	64,511
		10,236,168	219,816	296,751	(76,935)	9,939,417	88,314	88,314

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

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 generally transfers this amount at the end of the financial year.

30 September 2026 (Unaudited)	**CBO**	**IFRS 9**	**Difference**
Loan impairment charges and other credit risk provisions (net)	**30,224**	**30,224**	**-**
Total ECL provision and contractual interest / profit not recognised	**445,399**	**434,437**	**(10,962)**
Gross NPL ratio	**4.44**	**4.44**	**-**
Net NPL ratio	**0.39**	**1.47**	**1.09**

(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	**345,239**	**328,619**
Due from Banks	**-**	**107**
Investment securities (amortised cost)	**-**	**1,553**
Loan commitments and financial guarantees	**-**	**3,998**
Total ECL provision	**345,239**	**334,277**
Contractual interest / profit not recognised	**100,160**	**100,160**
Total ECL provision and contractual interest / profit not recognised	**445,399**	**434,437**

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 September 2026 (unaudited)			
	Stage 1	**Stage 2**	**Stage 3**	**Total**
At 1 January	**29,475**	**151,131**	**122,291**	**302,897**
Impairment charge	**6,161**	**2,219**	**37,269**	**45,649**
Impairment release	**(5,119)**	**(3,608)**	**(6,698)**	**(15,425)**
	1,042	**(1,389)**	**30,571**	**30,224**
Loans written off	**-**	**-**	**1,156**	**1,156**
Transfers to Stage 1	**3,552**	**(1,009)**	**(2,543)**	**-**
Transfers to Stage 2	**(110)**	**131**	**(21)**	**-**
Transfers to Stage 3	**(2,262)**	**(963)**	**3,225**	**-**
Total ECL provision	**31,697**	**147,901**	**154,679**	**334,277**

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 September 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	**136,615**	**1,823**	**964**	**859**	**135,651**	**-**	**-**
Classified as performing	Stage 2	**582,440**	**46,575**	**61,665**	**(15,090)**	**520,775**	**18,566**	**18,566**
	Stage 3	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Sub Total		**719,055**	**48,398**	**62,629**	**(14,231)**	**656,426**	**18,566**	**18,566**
	Stage 1	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Classified as non-performing	Stage 2	**-**	**-**	**-**	**-**	**-**	**-**	**-**
	Stage 3	**109,766**	**30,159**	**62,188**	**(32,029)**	**47,578**	**20,676**	**20,676**
Sub Total		**109,766**	**30,159**	**62,188**	**(32,029)**	**47,578**	**20,676**	**20,676**
	Stage 1	**136,615**	**1,823**	**964**	**859**	**135,651**	**-**	**-**
	Stage 2	**582,440**	**46,575**	**61,665**	**(15,090)**	**520,775**	**18,566**	**18,566**
	Stage 3	**109,766**	**30,159**	**62,188**	**(32,029)**	**47,578**	**20,676**	**20,676**
Total		**828,821**	**78,557**	**124,817**	**(46,260)**	**704,004**	**39,242**	**39,242**

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)		
	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
	Stage 1	-	-	-	-	-	-	-
Classified as non-performing	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
	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 September 2025 (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	105,123	1,493	413	1,080	104,710	-	-
Classified as performing	Stage 2	628,971	10,054	23,255	(13,201)	605,716	11,514	12,608
	Stage 3	-	-	-	-	-	-	-
Sub Total		734,094	11,547	23,668	(12,121)	710,426	11,514	12,608
	Stage 1	-	-	-	-	-	-	-
Classified as non-performing	Stage 2	-	-	-	-	-	-	-
	Stage 3	68,279	700	12,572	(11,872)	55,707	11,497	57,639
Sub Total		68,279	700	12,572	(11,872)	55,707	11,497	57,639
	Stage 1	105,123	1,493	413	1,080	104,710	-	-
	Stage 2	628,971	10,054	23,255	(13,201)	605,716	11,514	12,608
	Stage 3	68,279	700	12,572	(11,872)	55,707	11,497	57,639
Total		802,373	12,247	36,240	(23,993)	766,133	23,011	70,247

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 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Directors & senior management			
Loans, advances and Islamic financings at end of period	**5,897**	7,324	5,899
Deposits at end of period	**2,737**	3,229	3,767
Interest income during the period	**150**	199	154
Interest expense during the period	**61**	100	64
Directors sitting fees and remuneration	**271**	369	284
Shari'a Supervisory Board members sitting fees and remuneration	**52**	74	58
Other related parties			
Loans, advances and Islamic financings at end of period	**77,275**	77,487	77,603
Deposits at end of period	**4,987**	9,793	9,479
Interest income during the period	**3,194**	1,994	3,577
Interest expense during the period	**187**	320	241

Key management compensation:

Key management comprises of 7 (31 December 2025: 7, 30 September 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 September 2026 (Unaudited)**	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Loans, advances and Islamic financings	**2,654**	2,137	1,009
Customer Deposits	**1,044**	402	280

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 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Interest income during the period	**60**	21	23
Interest expense during the period	**18**	6	4
Salaries and other short-term benefits*	**1,156**	2,734	1,136
Post-employment benefits	**45**	44	34

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

26. Related party transactions (continued)

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

	30 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
Loans, advances and Islamic financing at end of period	**47,194**	20,206	18,384
Deposits at end of period	**47**	141	80
Interest income during the period	**2,202**	1,139	832
Interest expense during the period	**6**	-	-

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

At 30 September 2026 (Unaudited)	Amortised cost	FVOCI	FVTPL	Total carrying value	Total fair value
Assets					
Cash and balances with Central Bank	**332,774**	**-**	**-**	**332,774**	**332,774**
Due from banks	**277,821**	**-**	**-**	**277,821**	**277,821**
Investment securities	**558,830**	**1,608,848**	**22,196**	**2,189,874**	**7,187,431**
Loans, advances and Islamic financings (net)	**7,189,399**	**-**	**-**	**7,189,399**	**2,189,874**
Other assets (excluding prepayments)	**65,430**	**-**	**425**	**65,855**	**65,855**
	8,424,254	**1,608,848**	**22,621**	**10,055,723**	**10,053,755**
Liabilities					
Due to banks	**1,068,399**	**-**	**-**	**1,068,399**	**1,068,399**
Customer deposits	**7,568,982**	**-**	**79,379**	**7,648,361**	**7,710,960**
Other liabilities (excluding other accruals & provisions)	**72,936**	-	**787**	**73,723**	**73,723**
	8,710,317	-	**80,166**	**8,790,483**	**8,853,082**

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(﷼'000)

27. Fair value of financial instruments (continued)

At 31 December 2025 (Audited)	Amortised cost	FVOCI	FVTPL	Total carrying value	Total fair value
Assets					
Cash and balances with Central Bank	323,400	-	-	323,400	323,400
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					
Due to banks	977,478	-	-	977,478	977,478
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

At 30 September 2025 (Unaudited)	Amortised cost	FVOCI	FVTPL	Total Carrying value	Total fair value
Assets					
Cash and balances with Central Bank	288,764	-	-	288,764	288,764
Due from banks	496,928	-	-	496,928	496,928
Investment securities	428,421	1,781,444	38,633	2,248,498	2,248,498
Loans, advances and Islamic financings (net)	5,068,560	-	-	5,068,560	5,066,098
Other assets (excluding prepayments and derivatives)	69,027	-	372	69,399	69,399
	6,351,700	1,781,444	39,005	8,172,149	8,169,687
Liabilities					
Due to banks	574,236	-	-	574,236	574,236
Customer deposits	6,344,733	-	154,000	6,498,733	6,566,600
Other liabilities (excluding other accruals & provisions)	85,205	-	183	85,388	85,388
	7,004,174	-	154,183	7,158,357	7,226,224

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

30 September 2026 (Unaudited)	**Investment securities**	**Positive FV of Derivatives**	**Negative FV of derivatives**	**Customer deposits**	**Total**
Level 1	**78,924**	**-**	**-**	**-**	**78,924**
Level 2	**1,551,605**	**425**	**787**	**79,379**	**1,632,196**
Level 3	**515**	**-**	**-**	**-**	**515**
	1,631,044	**425**	**787**	**79,379**	**1,711,635**

27. Fair value of financial instruments (continued)

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 September 2025 (Unaudited)	Investment securities	Positive FV of Derivatives	Negative FV of derivatives	Customer deposits	Total
Level 1	22,117	-	-	-	22,117
Level 2	1,797,445	372	(183)	154,000	1,951,634
Level 3	515	-	-	-	515
	1,820,077	372	(183)	154,000	1,974,266

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.

				Notional amounts by term to maturity		
As at 30 September 2026 (Unaudited)	**Positive FV**	**Negative FV**	**Notional amount**	**Within 3 months**	**3 - 12 months**	**More than 1 year**
Forward foreign exchange purchase contracts	**169**	**339**	**1,631,652**	**1,442,142**	**180,769**	**8,740**
Forward foreign exchange sale contracts	**256**	**97**	**1,629,241**	**1,439,963**	**234,641**	**8,537**
Interest rate swaps	**-**	**351**	**236,440**	**-**	**-**	**-**
Total	**425**	**787**				

				Notional amounts by term to maturity		
As at 31 December 2025 (Audited)	Positive FV	Negative FV	Notional amount	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				

28. Derivatives (continued)

As at 30 September 2025 (Audited)	Positive FV	Negative FV	Notional amounts by term to maturity			
			Notional amount	Within 3 months	3 - 12 months	More than 1 year
Forward foreign exchange purchase contracts	303	13	1,155,898	702,234	424,491	29,173
Forward foreign exchange sale contracts	12	133	1,155,756	702,073	424,462	29,221
Interest rate swaps	57	37	154,000	-	77,000	77,000
Total	372	183				

The Bank has entered 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 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
LCR	**103.0%**	185.8%	133.9%
LCR (average for the quarter)	**111.8%**	140.8%	131.7%
NSFR	**106.4%**	115.1%	108.1%
Leverage ratio	**10.6%**	11.0%	11.4%

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 September 2026 (Unaudited)	**Carrying amount**	**Gross nominal outflow**	**Within 3 months**	**3 - 12 months**	**Over 1 year**
Non – derivative liabilities					
Due to banks	**1,068,399**	**1,088,938**	**443,812**	**1,202**	**643,925**
Customer deposits	**7,648,361**	**7,790,010**	**5,983,157**	**877,916**	**928,937**
Other liabilities	**139,041**	**139,041**	**139,041**	**-**	**-**
	8,855,801	**9,017,989**	**6,566,010**	**879,118**	**1,572,861**

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 September 2025 (Unaudited)	Carrying amount	Gross nominal outflow	Within 3 months	3 - 12 months	Over 1 year
Non – derivative liabilities					
Due to banks	574,236	605,159	215,920	-	389,239
Customer deposits	6,498,733	6,574,095	4,531,321	1,327,364	715,411
Other liabilities	131,830	131,830	131,830	-	-
	7,204,799	7,311,084	4,879,071	1,327,364	1,104,650

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 September 2026 (Unaudited)	31 December 2025 (Audited)	30 September 2025 (Unaudited)
CET 1 capital			
Ordinary share capital	**849,676**	702,508	702,508
Share premium	**18,038**	18,038	18,038
Legal reserve	**66,929**	65,947	55,900
General reserve	**988**	988	988
Retained earnings	**99,048**	139,052	75,203
Fair value reserve on acquisition	**(11,411)**	(11,411)	(11,411)
Regulatory adjustments:			
Intangible	**(53,209)**	(56,573)	(57,694)
Fair value losses	**(427)**	(847)	(763)
Deferred tax asset	**(2,175)**	(2,401)	(1,796)
Others	**(21,406)**	(21,406)	-
Total CET 1 capital	**946,051**	833,895	780,973
Additional Tier 1 capital			
Perpetual AT1 securities	**200,000**	200,000	200,000
Mandatory Convertible Bonds	**25,950**	-	-
Total tier 1 capital	**1,171,001**	1,033,895	980,973
Tier 2 capital			
Impairment provision on portfolio basis	**31,659**	29,481	25,516
Fair value gains	**9,031**	3,320	934
Total tier 2 capital	**40,690**	32,801	26,450
Total regulatory capital	**1,212,688**	1,066,696	1,007,423
Risk weighted assets			
Credit risk	**5,788,461**	5,510,706	4,873,852
Market risk	**204,875**	234,684	249,221
Operational risk	**436,618**	436,618	367,264
Total risk weighted assets	**6,429,954**	6,182,008	5,490,337
Capital adequacy ratio			
Total regulatory capital expressed as a percentage of total risk weighted assets	**18.86%**	17.25%	18.35%
Total tier I capital expressed as a percentage of total risk weighted assets	**18.23%**	16. 72%	17.87%
Total CET 1 capital expressed as a percentage of total risk weighted assets	**14.71%**	13.49%	14.22%

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.

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 September 2026 is ﷼ 1,841 million (31 December 2025: ﷼ 1,453 million, 30 September 2025: ﷼ 1,269 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 September 2026 and 30 September 2025.

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 & Private Banking**: provides customised value-added products and services to the unique needs of government ministries, public enterprises, NGOs, and ultra-high net worth individuals (UHNWI).
- **International 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.
- **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 September 2026 (Unaudited)					
	Retail banking	**Wholesale banking**	**Islamic banking**	**KSA Branch**	**Head Office**	**Total**
PROFIT FOR THE PERIOD						
Net interest income	**38,351**	**92,459**	**-**	**10,872**	**-**	**141,682**
Net income from Islamic financing and investing activities	**-**	**-**	**11,577**	**-**	**-**	**11,577**
Other operating income	**13,001**	**52,832**	**4,074**	**1,176**	**-**	**71,083**
Total operating income	**51,352**	**145,291**	**15,651**	**12,048**	**-**	**224,342**
Total operating expenses	**(34,868)**	**(53,741)**	**(8,020)**	**(6,044)**	**-**	**(102,673)**
Net operating income/(loss) before impairment provisions	**16,484**	**91,550**	**7,631**	**6,004**	**-**	**121,669**
Loan impairment charges and other credit risk provisions (net)	**(486)**	**(26,947)**	**(1,871)**	**(920)**	**-**	**(30,224)**
Profit/(loss) before tax	**15,998**	**64,603**	**5,760**	**5,084**	**-**	**91,445**
Income tax (expense) / credit	**(2,400)**	**(10,544)**	**(864)**	**-**	**-**	**(13,808)**
Profit for the period	**13,598**	**54,059**	**4,896**	**5,084**	**-**	**77,637**
Other comprehensive income	**-**	**10,696**	**2,380**	**-**	**-**	**13,076**
Total comprehensive income	**13,598**	**64,755**	**7,276**	**5,084**	**-**	**90,713**

	Retail banking	**Wholesale banking**	**Islamic banking**	**KSA Branch**	**Head Office**	**Total**
FINANCIAL POSITION						
Assets						
Cash and balances with Central Banks	**-**	**250,475**	**61,309**	**20,990**	**-**	**332,774**
Due from banks	**-**	**190,005**	**28,305**	**59,511**	**-**	**277,821**
Investment securities	**-**	**2,058,743**	**120,832**	**10,299**	**-**	**2,189,874**
Loans, advances and Islamic financings (net)	**1,374,471**	**4,254,099**	**802,751**	**758,078**	**-**	**7,189,399**
Other assets	**-**	**23,197**	**5,665**	**2,494**	**43,063**	**74,419**
Investment properties	**-**	**-**	**-**	**-**	**2,900**	**2,900**
Property and equipment	**-**	**-**	**4,240**	**2,563**	**71,173**	**77,976**
Intangible asset	**25,040**	**37,559**			**-**	**62,599**
Total Assets	**1,399,511**	**6,814,078**	**1,023,102**	**853,935**	**117,136**	**10,207,762**
Liabilities						
Due to banks	**-**	**859,917**	**21,698**	**186,784**	**-**	**1,068,399**
Customer deposits	**1,017,208**	**5,378,312**	**858,697**	**394,144**	**-**	**7,648,361**
Other liabilities	**-**	**21,753**	**12,140**	**5,103**	**100,045**	**139,041**
Total Liabilities	**1,017,208**	**6,259,982**	**892,535**	**586,031**	**100,045**	**8,855,801**
Internal funding	**382,303**	**554,096**	**-**	**267,904**	**(1,204,303)**	**-**
Total Equity	**-**	**-**	**130,567**		**1,221,394**	**1,351,961**
Total Liabilities & Equity	**1,399,511**	**6,814,078**	**1,023,102**	**853,935**	**117,136**	**10,207,762**

33. Segmental information (continued)

30 September 2025 (Unaudited)

	Retail banking	Wholesale banking	Islamic banking	KSA	Head Office	Total
PROFIT FOR THE PERIOD						
Net interest income	33,880	73,645	-	4,818	-	112,343
Net income from Islamic financing and investing activities	-	-	10,355	-	-	10,355
Other operating income	11,603	42,718	3,248	531	-	58,100
Total operating income	45,483	116,363	13,603	5,349	-	180,798
Total operating expenses	(30,019)	(38,572)	(6,147)	(5,964)	-	(80,702)
Net operating income/(loss) before impairment provisions	15,464	77,791	7,456	(615)	-	100,096
Loan impairment charges and other credit risk provisions (net)	(4,243)	(13,904)	(861)	(1,107)	-	(20,115)
Profit/(Loss) before tax	11,221	63,887	6,595	(1,722)	-	79,981
Income tax expense	(1,683)	(8,387)	(989)	1,796	-	(9,263)
Profit/(Loss) for the period	9,538	55,500	5,606	74	-	70,718
Other comprehensive income/(loss)	-	1,919	827	-	-	2,746
Total comprehensive income/(loss)	9,538	57,419	6,433	74	-	73,464

	Retail banking	Wholesale banking	Islamic banking	KSA	Head Office	Total
FINANCIAL POSITION						
Assets						
Cash and balances with Central Bank	-	260,345	28,387	32	-	288,764
Due from banks	-	360,837	44,766	91,325	-	496,928
Investment securities	-	2,114,718	123,684	10,096	-	2,248,498
Loans, advances and Islamic financings (net)	1,302,237	2,650,934	714,502	400,887	-	5,068,560
Other assets	-	37,625	3,592	2,221	31,830	75,268
Investment properties	-	-	-	-	2,900	2,900
Property and equipment	-	-	2,726	2,513	69,487	74,726
Intangible asset	27,150	40,725			-	67,875
Total Assets	1,329,387	5,465,184	917,657	507,074	104,217	8,323,519
Liabilities						
Due to banks	-	551,117	7,701	15,418	-	574,236
Customer deposits	1,011,024	4,207,227	800,324	480,158	-	6,498,733
Other liabilities	-	36,397	12,833	4,426	78,174	131,830
Total Liabilities	1,011,024	4,794,741	820,858	500,002	78,174	7,204,799
Internal funding	318,363	670,443	-	7,072	(995,878)	-
Total Equity	-	-	96,799		1,021,921	1,118,720
Total Liabilities & Equity	1,329,387	5,465,184	917,657	507,074	104,217	8,323,519

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.