

Gulf International Bank – Saudi Arabia  
(A Closed Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the three-month and six-month periods ended  
30 June 2025 (Unaudited)

**GIB**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TOGETHER WITH  
INDEPENDENT AUDITORS' REVIEW REPORT TO THE SHAREHOLDERS****CONTENTS**

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Ernst & Young Professional Services  
(Professional LLC)  
Paid-up capital (SR 5,500,000 – Five million  
five hundred thousand Saudi Riyal)

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## INDEPENDENT AUDITORS' REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE SHAREHOLDERS OF GULF INTERNATIONAL BANK – SAUDI ARABIA (A CLOSED JOINT STOCK COMPANY)

### Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Gulf International Bank – Saudi Arabia (“the Bank”) and its subsidiaries (collectively referred to as “the Group”) as at 30 June 2025, and the related interim condensed consolidated statements of income and comprehensive income for the three months and six months periods ended, and the related interim condensed consolidated statements of changes in equity and cash flows for the six months period then ended, and explanatory notes (collectively referred to as “the interim condensed consolidated financial information”). Management is responsible for the preparation and presentation of these interim condensed consolidated financial information in accordance with the *International Accounting Standard 34: Interim Financial Reporting* (“IAS 34”) as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial information based on our review.

### Scope of review

We conducted our review in accordance with the International Standard on Review Engagements 2410: *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* as endorsed in the Kingdom of Saudi Arabia. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

Ernst & Young Professional Services

Marwan S. AlAfaliq  
Certified Public Accountant  
License no. 422



3 Rabi Al Awwal 1447H  
26 August 2025

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(Professional Closed Joint Stock Company)  
Paid-up capital SR110,000,000  
Licence No. 46/11/323 issued on 11/3/1992  
C.R. No. 2051062328

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

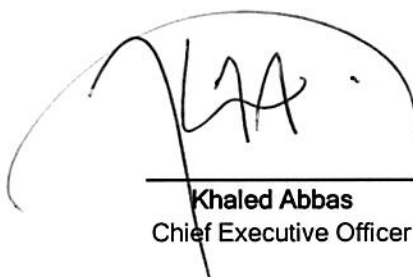
AS AT

	Notes	30.06.25 (Unaudited) SAR '000	31.12.24 (Audited) SAR '000	30.06.24 (Unaudited) SAR '000
<b>ASSETS</b>				
Cash and balances with Saudi Central Bank (SAMA)	4	4,906,944	7,669,915	6,351,770
Due from banks and other financial institutions, net	5	5,630,378	6,870,653	3,235,100
Investments, net	6	12,796,875	10,320,339	9,695,940
Positive fair value of derivatives	10	167,215	273,838	277,834
Loans and advances, net	7	34,686,329	31,770,514	28,173,252
Other assets		893,062	725,676	431,783
Property, equipment and software, net		455,137	434,168	392,475
<b>Total assets</b>		<b>59,535,940</b>	<b>58,065,103</b>	<b>48,558,154</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Liabilities</b>				
Due to banks, SAMA and other financial institutions	8	11,384,023	7,465,343	5,114,299
Customers' deposits	9	37,331,499	39,028,889	32,513,088
Negative fair value of derivatives	10	162,771	188,341	200,237
Subordinated debt	11	1,503,395	1,503,726	1,502,499
Other liabilities		1,177,624	2,057,244	1,598,912
<b>Total liabilities</b>		<b>51,559,312</b>	<b>50,243,543</b>	<b>40,929,035</b>
<b>Equity</b>				
Share capital	15	7,500,000	7,500,000	7,500,000
Statutory reserve		87,084	87,084	1,753
Fair value reserve		(8,307)	(10,194)	(6,367)
Retained earnings		397,851	244,670	133,733
<b>Total equity</b>		<b>7,976,628</b>	<b>7,821,560</b>	<b>7,629,119</b>
<b>Total liabilities and equity</b>		<b>59,535,940</b>	<b>58,065,103</b>	<b>48,558,154</b>

The interim condensed consolidated financial information were approved by the Board of Directors and signed on its behalf by:-



Abdulla Mohammed Al-Zamil  
Chairman



Khaled Abbas  
Chief Executive Officer



Mazen Faisal Azoony  
Chief Financial Officer



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

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME (UNAUDITED)**  
**FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025**

	Notes	Three-month ended		Six-month ended	
		30.06.25	30.06.24	30.06.25	30.06.24
		(Unaudited)		(Unaudited)	
		SAR '000	SAR '000	SAR '000	SAR '000
Special commission income		787,562	726,278	1,531,076	1,416,718
Special commission expense		(540,434)	(491,797)	(1,057,863)	(951,211)
<b>Net special commission income</b>		<b>247,128</b>	<b>234,481</b>	<b>473,213</b>	<b>465,507</b>
Fee and commission income		102,351	77,678	204,663	196,487
Fee and commission expense		(8,871)	(7,268)	(17,895)	(31,534)
<b>Net fee and commission income</b>		<b>93,480</b>	<b>70,410</b>	<b>186,768</b>	<b>164,953</b>
Exchange income, net		20,998	13,761	39,869	26,227
Gain on FVSI investments		9,036	3,332	22,015	32,057
(Loss) / gain on other financial instruments		(9,524)	668	(6,095)	(12,456)
Dividend income		226	387	452	775
Other operating income		10,566	1,061	16,555	22,684
<b>Total operating income</b>		<b>371,910</b>	<b>324,100</b>	<b>732,777</b>	<b>699,747</b>
Salaries and employee related expenses		(141,016)	(141,014)	(286,549)	(277,861)
Rent and premises related expenses		(4,023)	(2,220)	(6,578)	(6,336)
Depreciation and amortisation		(17,033)	(16,760)	(34,113)	(31,763)
Other general and administrative expenses		(68,410)	(87,307)	(122,337)	(169,089)
<b>Operating expenses before expected credit losses</b>		<b>(230,482)</b>	<b>(247,301)</b>	<b>(449,577)</b>	<b>(485,049)</b>
<b>Expected credit (losses) / reversal on:</b>					
Loans and advances	7	(69,094)	(9,781)	(99,816)	(33,347)
Financial contingencies and commitments	12	4,114	(403)	2,779	(16,283)
Investments and placements	5,6	(1,827)	248	(2,321)	(20)
<b>Total expected credit losses</b>		<b>(66,807)</b>	<b>(9,936)</b>	<b>(99,358)</b>	<b>(49,650)</b>
<b>Total operating expenses</b>		<b>(297,289)</b>	<b>(257,237)</b>	<b>(548,935)</b>	<b>(534,699)</b>
<b>Income for the period before zakat</b>		<b>74,621</b>	<b>66,863</b>	<b>183,842</b>	<b>165,048</b>
Zakat charge		(11,430)	(14,518)	(30,661)	(31,850)
<b>Net income for the period</b>		<b>63,191</b>	<b>52,345</b>	<b>153,181</b>	<b>133,198</b>
<b>Earnings per share (expressed in SAR per share)</b>					
Basic and diluted earnings per share	15	<u>0.08</u>	<u>0.07</u>	<u>0.20</u>	<u>0.18</u>

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

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)  
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

	Three-month ended		Six-month ended	
	30.06.25	30.06.24	30.06.25	30.06.24
	(Unaudited)			
	SAR '000	SAR '000	SAR '000	SAR '000
Net income for the period	63,191	52,345	153,181	133,198
Other comprehensive income:				
<i>Items that will not be reclassified to the interim condensed consolidated statement of income in subsequent periods:</i>				
- Net changes in fair value of equity investments classified as fair value through other comprehensive income (FVOCI)	(3,919)	(1,933)	(3,032)	(3,972)
<i>Items that are or may be reclassified to the interim condensed consolidated statement of income in subsequent periods:</i>				
- Debt instruments at fair value through other comprehensive income:				
Net change in fair value	5,796	(640)	6,741	(52)
Net change in expected credit losses	(160)	(381)	(50)	154
- Effective portion of change in the fair value of cash flow hedge	(1,772)	-	(1,772)	-
<b>Total other comprehensive income / (loss) for the period</b>	<b>(55)</b>	<b>(2,954)</b>	<b>1,887</b>	<b>(3,870)</b>
<b>Total comprehensive income for the period</b>	<b>63,136</b>	<b>49,391</b>	<b>155,068</b>	<b>129,328</b>

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

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

<u>For the six-month period ended</u> <u>30 June 2025 (Unaudited)</u>	Share capital SAR '000	Statutory reserve SAR '000	Fair value reserve SAR '000	Retained earnings SAR '000	Total SAR '000
Balance at 1 January 2025	7,500,000	87,084	(10,194)	244,670	7,821,560
Net income for the period	-	-	-	153,181	153,181
<i>Other comprehensive income:</i>					
Net fair value changes:					
Equity investments classified as FVOCI	-	-	(3,032)	-	(3,032)
Debt securities classified as FVOCI	-	-	6,741	-	6,741
Cash flow hedge	-	-	(1,772)	-	(1,772)
Expected credit losses on debt securities	-	-	(50)	-	(50)
Total comprehensive income for the period	-	-	1,887	153,181	155,068
<b>Balance at 30 June 2025</b>	<b>7,500,000</b>	<b>87,084</b>	<b>(8,307)</b>	<b>397,851</b>	<b>7,976,628</b>

<u>For the six-month period ended</u> <u>30 June 2024 (Unaudited)</u>	Share capital SAR '000	Statutory reserve SAR '000	Fair value reserve SAR '000	Retained earnings SAR '000	Total SAR '000
Balance at 1 January 2024	7,500,000	1,753	(2,482)	520	7,499,791
Net income for the period	-	-	-	133,198	133,198
<i>Other comprehensive income:</i>					
Net fair value changes:					
Equity investments classified as FVOCI	-	-	(3,972)	-	(3,972)
Debt securities classified as FVOCI	-	-	(52)	-	(52)
Expected credit losses on debt securities	-	-	154	-	154
Total comprehensive income for the period	-	-	(3,870)	133,198	129,328
Disposal of FVOCI equity investments	-	-	(15)	15	-
<b>Balance at 30 June 2024</b>	<b>7,500,000</b>	<b>1,753</b>	<b>(6,367)</b>	<b>133,733</b>	<b>7,629,119</b>

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

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

	Notes	2025	2024
		(Unaudited)	
		SAR '000	SAR '000
<b>OPERATING ACTIVITIES</b>		<b>183,842</b>	<b>165,048</b>
Net income before zakat			
<b>Adjustments to reconcile net income before zakat to net cash flow (used in) / from operating activities:</b>			
Depreciation and amortisation		34,113	31,763
Expected credit losses on:			
Financial contingencies and commitments	12	(2,779)	16,283
Loans and advances	7	99,816	33,347
Investments and placements	5,6	2,321	20
Gain on investments held at FVSI		(22,015)	(32,057)
Loss on other financial instruments, net		6,095	12,456
Operating income before changes in operating assets & liabilities		<u>301,393</u>	<u>226,860</u>
<b>Net (increase) / decrease in operating assets:</b>			
Statutory deposit with SAMA		(177,157)	73,236
Due from banks and other financial institutions		-	30,000
Positive fair value of derivatives		106,623	26,124
Loans and advances		(3,015,631)	(906,626)
Other assets		(167,386)	33,627
<b>Net increase / (decrease) in operating liabilities:</b>			
Due to banks and other financial institutions		3,918,680	1,258,088
Negative fair value of derivatives		(25,570)	(50,376)
Customers' deposits		(1,697,390)	407,469
Other liabilities		(915,692)	521,009
<b>Net cash (used in) / generated from operating activities</b>		<u>(1,672,130)</u>	<u>1,619,411</u>
<b>INVESTING ACTIVITIES</b>			
Investments held at amortised cost		(1,604,739)	(549,334)
Purchase of investments held at FVOCI		(869,404)	(372,725)
Proceeds from investments held at FVSI		20,952	-
Purchase of property, equipments and software		(55,082)	(40,152)
<b>Net cash used in investing activities</b>		<u>(2,508,273)</u>	<u>(962,211)</u>

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED) (continued)**  
**FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

	<u>Notes</u>	<u>2025</u>	<u>2024</u>
		<b>(Unaudited)</b>	
		<u>SAR '000</u>	<u>SAR '000</u>
<b>Net change in cash and cash equivalents</b>		<b>(4,180,403)</b>	657,200
Cash and cash equivalents at the beginning of the period		<u>12,751,018</u>	<u>7,227,783</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	13	<u><b>8,570,615</b></u>	<u><b>7,884,983</b></u>
Special Commission received during the period		<u>1,420,949</u>	1,394,099
Special Commission paid during the period		<u>(1,022,992)</u>	<u>(933,334)</u>
<b>Supplemental non-cash information</b>			
Net changes in fair value of FVOCI investments		<u>3,659</u>	<u>(3,870)</u>

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025  
(AMOUNTS IN SAR '000)**

**1. GENERAL**

Gulf International Bank - Saudi Arabia (a Closed Joint Stock Company - incorporated in the Kingdom of Saudi Arabia) (the "Bank") was formed after conversion from a foreign branch in accordance with Ministerial resolution number 2007 dated 14 March 2018G, corresponding to 26 Jumada Al-Thani 1439H, and SAMA approval number 391000082125 dated 9 April 2018G, corresponding to 23 Rajab 1439H.

The Bank commenced its operations as a Closed Joint Stock Company on 3 April 2019G, corresponding to 27 Rajab 1440H. The Bank operates under Commercial registration number 2052001920, Unified National number 7001399042 through its three locations in Riyadh, Jeddah and Dhahran. The address of the Bank's Head Office is as follows:

Gulf International Bank - Saudi Arabia  
5515 Cooperative Council Road  
Al Khuzama Area, unit No: 54, Al Khobar  
Kingdom of Saudi Arabia

The Bank's activities comprise wholesale, commercial, and retail banking services. The Bank also provides to its customers Shariah-compliant products that are approved and supervised by an independent Shariah Board established by the Bank. The Bank is regulated by the Saudi Central Bank (SAMA).

These interim condensed consolidated financial information comprise the financial information of the Bank and its wholly owned subsidiaries (together referred to as "the Group").

<b>Name of subsidiary</b>	<b>Ownership interest % held by the owners of the Bank</b>		
	<b>30.06.25</b>	<b>31.12.24</b>	<b>Country of incorporation</b>
GIB Capital Company (a)	100	100	Kingdom of Saudi Arabia
Dar Enjaz Gulf Real Estate Company (b)	100	100	Kingdom of Saudi Arabia
GIB KSA Markets Limited (c)	100	100	Cayman Islands

- a.** GIB Capital Company - a limited liability company incorporated in Kingdom of Saudi Arabia under commercial registration no. 1010244294 provides financial advisory services in connection with equity placements, mergers, disposals and acquisitions, privatisations, debt capital market products and services, strategic debt advisory and asset management. GIB Capital's clients include institutional investors and high net worth ("HNW") individual and the functional currency of the Company is Saudi Arabian Riyal (SAR).
- b.** Dar Enjaz Gulf Real Estate Company incorporated in the Kingdom of Saudi Arabia under commercial registration no.1010326338, issued in Riyadh. The Subsidiary was formed with the approval of SAMA for the purpose of dealing, managing and holding real estate on behalf of the Bank and the functional currency of the Company is Saudi Arabian Riyal (SAR).
- c.** GIB KSA Markets Limited, a limited liability company incorporated in the Cayman Islands. The Company is engaged in derivatives trading and repo activities and the functional currency of the Company is the United States Dollar (USD).

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)**  
**FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**  
**(AMOUNTS IN SAR '000)**

**2. BASIS OF PREPARATION**

The condensed interim consolidated financial information of the Group as at and for the period ended 30 June 2025 has been prepared in accordance with International Accounting Standard 34 - Interim Financial Reporting (IAS 34) as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and professional Accountants (SOCPA). The condensed interim consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2024.

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

The preparation of condensed interim consolidated financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this condensed interim consolidated financial information, significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation were consistent with those that were applied to the consolidated financial information as at and for the year ended 31 December 2024, expect otherwise stated.

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

**New standards, interpretations and amendments adopted by the Group**

The accounting policies adopted in the preparation of the condensed interim consolidated financial information are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024, except for the adoption of new standards effective as of 1 January 2025. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. Several amendments apply for the first time in 2025, but do not have a significant impact on the condensed interim consolidated financial information of the Group.

**Standards, interpretations, amendments**

	<b>Description</b>	<b>Effective from periods beginning on or after</b>
Amendment to IFRS 21 - Lack of exchangeability	IASB amended IAS 21 to add requirements to help in determining whether a currency is exchangeable into another currency, and the spot exchange rate to use when it is not exchangeable. Amendment set out a framework under which the spot exchange rate at the measurement date could be determined using an observable exchange rate without adjustment or another estimation technique.	1 January 2025

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025  
(AMOUNTS IN SAR '000)

3. IMPACT OF CHANGES IN MATERIAL ACCOUNTING POLICIES DUE TO ADOPTION OF NEW STANDARDS (continued)  
Accounting standards issued but not yet effective

Standards, interpretations, amendments

Description

Effective from periods beginning on or after

Standards, interpretations, amendments	Description	Effective from periods beginning on or after
Amendments to IFRS 10 and IAS 28-Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Partial gain or loss recognition for transactions between an investor and its associate or joint venture only apply to the gain or loss resulting from the sale or contribution of assets that do not constitute a business as defined in IFRS 3 Business Combinations and the gain or loss resulting from the sale or contribution to an associate or a joint venture of assets that constitute a business as defined in IFRS 3 is recognized in full.	Effective date deferred indefinitely
Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures	Under the amendments, certain financial assets including those with ESG-linked features could now meet the SPPI criterion, provided that their cash flows are not significantly different from an identical financial asset without such a feature.  The IASB has amended IFRS 9 to clarify when a financial asset or a financial liability is recognized and derecognized and to provide an exception for certain financial liabilities settled using an electronic payment system.	1 January 2026
IFRS 18, Presentation and Disclosure in Financial Statements	IFRS 18 provides guidance on items in statement of profit or loss classified into five categories: operating; investing; financing; income taxes and discontinued operations It defines a subset of measures related to an entity's financial performance as 'management-defined performance measures' ('MPMs'). The totals, subtotals and line items presented in the primary financial statements and items disclosed in the notes need to be described in a way that represents the characteristics of the item. It requires foreign exchange differences to be classified in the same category as the income and expenses from the items that resulted in the foreign exchange differences.	1 January 2027
IFRS 19, Subsidiaries without Public Accountability: Disclosures	IFRS 19 allows eligible subsidiaries to apply IFRS Accounting Standards with the reduced disclosure requirements of IFRS 19. A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date it does not have public accountability and its parent produces consolidated financial statements under IFRS Accounting Standards.	1 January 2027

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025  
(AMOUNTS IN SAR '000)

4. CASH AND BALANCES WITH SAUDI CENTRAL BANK (SAMA)

	30.06.25 (Unaudited)	31.12.24 (Audited)	30.06.24 (Unaudited)
Money market placements with SAMA	2,682,000	5,858,000	4,391,000
Statutory deposits	1,966,707	1,789,550	1,701,887
Cash in hand	14,150	16,500	12,270
Current account	244,087	5,865	246,613
	<u>4,906,944</u>	<u>7,669,915</u>	<u>6,351,770</u>

5. DUE FROM BANKS AND OTHER FINANCIAL INSTITUTIONS, NET

	30.06.25 (Unaudited)	31.12.24 (Audited)	30.06.24 (Unaudited)
Current accounts	775,043	1,079,996	309,999
Money market placements	4,855,341	5,790,671	2,925,107
Less: expected credit losses	(6)	(14)	(6)
	<u>5,630,378</u>	<u>6,870,653</u>	<u>3,235,100</u>

6. INVESTMENTS, NET

Investment securities are classified as follows:

	30.06.25 (Unaudited)	31.12.24 (Audited)	30.06.24 (Unaudited)
Investments held at FVSI (6a)	379,794	378,731	329,428
Investments held FVOCI (6b)	1,270,743	397,630	131,466
Investments held at amortised cost - gross (6d)	11,151,439	9,546,700	9,237,515
Less: expected credit losses (6e)	(5,101)	(2,722)	(2,469)
	<u>12,796,875</u>	<u>10,320,339</u>	<u>9,695,940</u>

a) Investments held at fair value through statement of income (FVSI)

	30.06.25 (Unaudited)	31.12.24 (Audited)	30.06.24 (Unaudited)
Mutual funds	362,079	363,472	303,898
Equity investments	17,715	15,259	25,530
	<u>379,794</u>	<u>378,731</u>	<u>329,428</u>

b) Investments held at fair value through other comprehensive income (FVOCI)

	30.06.25 (Unaudited)	31.12.24 (Audited)	30.06.24 (Unaudited)
Debt investments	1,245,034	368,889	101,958
Equity investments	25,709	28,741	29,508
	<u>1,270,743</u>	<u>397,630</u>	<u>131,466</u>

c) The analysis of the composition of investments is as follows

<u>30 June 2025 (Unaudited)</u>	Quoted	Unquoted	Total
Debt securities - fixed-rate securities	12,121,422	-	12,121,422
Debt securities - floating-rate securities	199,839	75,212	275,051
Less: expected credit losses	(5,069)	(32)	(5,101)
Equity investments	34,317	9,107	43,424
Mutual Funds	362,079	-	362,079
	<u>12,712,588</u>	<u>84,287</u>	<u>12,796,875</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
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6. INVESTMENTS, NET (continued)

c) The analysis of the composition of investments is as follows (continued)

	Quoted	Unquoted	Total
<u>31 December 2024 (Audited)</u>			
Debt securities - fixed-rate securities	9,640,304	-	9,640,304
Debt securities - floating-rate securities	200,054	75,231	275,285
Less: expected credit losses	(2,690)	(32)	(2,722)
Equity investments	34,407	9,593	44,000
Mutual Funds	363,472	-	363,472
	<u>10,235,547</u>	<u>84,792</u>	<u>10,320,339</u>
<u>30 June 2024 (Unaudited)</u>			
Debt securities - fixed-rate securities	8,870,431	-	8,870,431
Debt securities - floating-rate securities	291,866	75,218	367,084
Less: expected credit losses	(2,395)	(74)	(2,469)
Equity investments	146,664	10,332	156,996
Mutual Funds	303,898	-	303,898
	<u>9,610,464</u>	<u>85,476</u>	<u>9,695,940</u>

d) The following table shows the movement of gross carrying amounts of the investments held at amortised cost:

	Stage 1 (12-month ECL)	Total
<u>30 June 2025 (Unaudited)</u>		
Balance at 1 January 2025	9,546,700	9,546,700
Net change	1,604,739	1,604,739
Balance at 30 June 2025	<u>11,151,439</u>	<u>11,151,439</u>
<u>31 December 2024 (Audited)</u>		
Balance at 1 January 2024	8,788,433	8,788,433
Net change	758,267	758,267
Balance at 31 December 2024	<u>9,546,700</u>	<u>9,546,700</u>
<u>30 June 2024 (Unaudited)</u>		
Balance at 1 January 2024	8,788,433	8,788,433
Net change	449,082	449,082
Balance at 30 June 2024	<u>9,237,515</u>	<u>9,237,515</u>

e) The following table shows the movement of expected credit losses on investments held at amortised cost:

	Stage 1 (12-month ECL)	Total
<u>30 June 2025 (Unaudited)</u>		
Balance at 1 January 2025	2,722	2,722
Net remeasurement of loss allowance	2,379	2,379
Balance at 30 June 2025	<u>5,101</u>	<u>5,101</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025  
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6. INVESTMENTS, NET (continued)

e) The following table shows the movement of expected credit losses on investments held at amortised cost: (continued)

<u>31 December 2024 (Audited)</u>	Stage 1 (12-month ECL)	Total
Balance at 1 January 2024	2,597	2,597
Net remeasurement of loss allowance	125	125
Balance at 31 December 2024	<u>2,722</u>	<u>2,722</u>
<u>30 June 2024 (Unaudited)</u>	Stage 1 (12-month ECL)	Total
Balance at 1 January 2024	2,597	2,597
Net remeasurement of loss allowance	(128)	(128)
Balance at 30 June 2024	<u>2,469</u>	<u>2,469</u>

f) The following table shows the movement of gross carrying amounts debt investments held at FVOCI:

<u>30 June 2025 (Unaudited)</u>	Stage 1 (12-month ECL)	Total
Balance at 1 January 2025	368,889	368,889
Purchase	869,404	869,404
Change in fair value	6,741	6,741
Balance at 30 June 2025	<u>1,245,034</u>	<u>1,245,034</u>
<u>31 December 2024 (Audited)</u>	Stage 1 (12-month ECL)	Total
New originated	372,725	372,725
Change in fair value	(3,836)	(3,836)
Balance at 31 December 2024	<u>368,889</u>	<u>368,889</u>
<u>30 June 2024 (Unaudited)</u>	Stage 1 (12-month ECL)	Total
New originated	102,010	102,010
Change in fair value	(52)	(52)
Balance at 30 June 2024	<u>101,958</u>	<u>101,958</u>

g) The following table shows the movement of expected credit losses on debt investments held at FVOCI:

<u>30 June 2025 (Unaudited)</u>	Stage 1 (12-month ECL)	Total
Balance at 1 January 2025	298	298
Net remeasurement of loss allowance	(50)	(50)
Balance at 30 June 2025	<u>248</u>	<u>248</u>
<u>31 December 2024 (Audited)</u>	Stage 1 (12-month ECL)	Total
Balance at 1 January 2024	-	-
Net remeasurement of loss allowance	298	298
Balance at 31 December 2024	<u>298</u>	<u>298</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
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6. INVESTMENTS, NET (continued)

g) The following table shows the movement of expected credit losses on debt investments held at FVOCI: (continued)

<u>30 June 2024 (Unaudited)</u>	Stage 1 (12- month ECL)	Total
Balance at 1 January 2024	-	-
Net remeasurement of loss allowance	154	154
Balance at 30 June 2024	<u>154</u>	<u>154</u>

h) The analysis of investments by counterparty is as follows:

	<b>30.06.25</b> <b>(Unaudited)</b>	31.12.24 (Audited)	30.06.24 (Unaudited)
Government and quasi government	<u>10,627,709</u>	8,224,882	7,979,862
Corporate	<u>1,316,235</u>	772,667	694,190
Banks and other financial institutions	<u>858,032</u>	1,325,512	1,024,357
Less: expected credit losses	<u>(5,101)</u>	(2,722)	(2,469)
	<u><u>12,796,875</u></u>	<u>10,320,339</u>	<u>9,695,940</u>

i) Investments composition as per geography:

	<b>30.06.25</b>		
	<b>Domestic</b>	<b>International</b>	<b>Total</b>
Investments held at amortised cost, net	<u>9,292,124</u>	<u>1,854,214</u>	<u>11,146,338</u>
Investments held at FVSI	<u>375,488</u>	<u>4,306</u>	<u>379,794</u>
Investments held at FVOCI	<u>213,180</u>	<u>1,057,563</u>	<u>1,270,743</u>
	<u><u>9,880,792</u></u>	<u><u>2,916,083</u></u>	<u><u>12,796,875</u></u>
		<b>31.12.24</b>	
	Domestic	International	Total
Investments held at amortised cost, net	<u>8,425,974</u>	<u>1,118,004</u>	<u>9,543,978</u>
Investments held at FVSI	<u>360,885</u>	<u>17,846</u>	<u>378,731</u>
Investments held at FVOCI	<u>28,741</u>	<u>368,889</u>	<u>397,630</u>
	<u><u>8,815,600</u></u>	<u><u>1,504,739</u></u>	<u><u>10,320,339</u></u>
		<b>30.06.24</b>	
	Domestic	International	Total
Investments held at amortised cost, net	<u>8,486,420</u>	<u>748,626</u>	<u>9,235,046</u>
Investments held at FVSI	<u>329,428</u>	<u>-</u>	<u>329,428</u>
Investments held at FVOCI	<u>29,508</u>	<u>101,958</u>	<u>131,466</u>
	<u><u>8,845,356</u></u>	<u><u>850,584</u></u>	<u><u>9,695,940</u></u>

j) Movement of investments held at FVOCI - (level 3):

	<b>30.06.25</b> <b>(Unaudited)</b>	31.12.24 (Audited)	30.06.24 (Unaudited)
Balance at period / year beginning	<u>9,593</u>	10,332	10,332
Net change in fair value	<u>(486)</u>	(739)	-
Balance at period/year end	<u><u>9,107</u></u>	<u>9,593</u>	<u>10,332</u>

k) Investments include items which have been utilised as pledged collateral under repurchase agreement and securities available under other arrangements. The market value of such investments held as a collateral against active repurchase agreements at 30 June 2025 is SAR 3.8 billion (31 December 2024: SAR 1.6 billion; 30 June 2024: Nil).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
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7. LOANS AND ADVANCES, NET

a) Loans and advances are classified as follows:

30 June 2025 (Unaudited)	Commercial loans	Overdrafts	Retail loans	Total
Performing loans and advances	31,944,978	1,752,623	863,589	34,561,190
Non-performing loans and advances	695,682	-	16,568	712,250
Loans and advances, gross	32,640,660	1,752,623	880,157	35,273,440
Less: expected credit losses	(556,600)	(929)	(29,582)	(587,111)
Loans and advances, net	32,084,060	1,751,694	850,575	34,686,329
31 December 2024 (Audited)	Commercial loans	Overdrafts	Retail loans	Total
Performing loans and advances	30,233,320	802,808	942,218	31,978,346
Non-performing loans and advances	527,462	-	14,729	542,191
Loans and advances, gross	30,760,782	802,808	956,947	32,520,537
Less: expected credit losses	(715,405)	(1,411)	(33,207)	(750,023)
Loans and advances, net	30,045,377	801,397	923,740	31,770,514
30 June 2024 (Unaudited)	Commercial loans	Overdrafts	Retail loans	Total
Performing loans and advances	25,978,599	1,277,391	1,030,980	28,286,970
Non-performing loans and advances	551,776	-	19,748	571,524
Loans and advances, gross	26,530,375	1,277,391	1,050,728	28,858,494
Less: expected credit losses	(647,353)	(649)	(37,240)	(685,242)
Loans and advances, net	25,883,022	1,276,742	1,013,488	28,173,252

b) Reconciliation of gross carrying amounts:

30 June 2025 (Unaudited)	Stage 1 (12-month ECL)	Stage 2 (lifetime ECL for increase in SICR but not impaired)	Stage 3 (lifetime ECL credit-impaired)	Total
Balance at 1 January 2025	29,128,611	2,849,735	542,191	32,520,537
<i>Transfers during the period</i>				
Transfer to Stage 1	12,758	(12,524)	(234)	-
Transfer to Stage 2	(1,074,833)	1,080,422	(5,589)	-
Transfer to Stage 3	(5,974)	(479,210)	485,184	-
	(1,068,049)	588,688	479,361	-
Written-off during the period	-	-	(262,728)	(262,728)
Net change during the period	3,517,784	(455,579)	(46,574)	3,015,631
Balance at 30 June 2025	31,578,346	2,982,844	712,250	35,273,440

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
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7. LOANS AND ADVANCES, NET (continued)

b) Reconciliation of gross carrying amounts: (continued)

31 December 2024 (Audited)	Stage 1 (12-month ECL)	Stage 2 (lifetime ECL for increase in SICR but not impaired)	Stage 3 (lifetime ECL credit-impaired)	Total
Balance at 1 January 2024	26,362,295	1,019,609	591,296	27,973,200
<i>Transfers during the year</i>				
Transfer to Stage 1	62,121	(62,121)	-	-
Transfer to Stage 2	(2,069,370)	2,069,370	-	-
Transfer to Stage 3	(1,782)	(17,071)	18,853	-
	(2,009,031)	1,990,178	18,853	-
Written-off during the year	-	-	(41,236)	(41,236)
Net change during the year	4,775,347	(160,052)	(26,722)	4,588,573
Balance at 31 December 2024	29,128,611	2,849,735	542,191	32,520,537

30 June 2024 (Unaudited)	Stage 1 (12-month ECL)	Stage 2 (lifetime ECL for increase in SICR but not impaired)	Stage 3 (lifetime ECL credit-impaired)	Total
Balance at 1 January 2024	26,362,295	1,019,609	591,296	27,973,200
<i>Transfers during the period</i>				
Transfer to Stage 1	15,848	(15,570)	(278)	-
Transfer to Stage 2	(921,822)	925,554	(3,732)	-
Transfer to Stage 3	(9,697)	(8,129)	17,826	-
	(915,671)	901,855	13,816	-
Written-off during the period	-	-	(21,332)	(21,332)
Net change during the period	1,392,196	(473,314)	(12,256)	906,626
Balance at 30 June 2024	26,838,820	1,448,150	571,524	28,858,494

c) Reconciliation of expected credit losses:

30 June 2025 (Unaudited)	Stage 1 (12-month ECL)	Stage 2 (lifetime ECL for increase in SICR but not impaired)	Stage 3 (lifetime ECL credit-impaired)	Total
Balance at 1 January 2025	55,863	297,593	396,567	750,023
<i>Transfers during the period</i>				
Transfer to Stage 1	589	(441)	(148)	-
Transfer to Stage 2	(2,381)	5,791	(3,410)	-
Transfer to Stage 3	(91)	(154,351)	154,442	-
	(1,883)	(149,001)	150,884	-
<i>Net change during the period</i>				
Corporate	6,419	3,260	78,970	88,649
Retail	(289)	(3,588)	15,044	11,167
	6,130	(328)	94,014	99,816
<i>Written-off during the period</i>				
Corporate	-	-	(247,938)	(247,938)
Retail	-	-	(14,790)	(14,790)
	-	-	(262,728)	(262,728)
Balance at 30 June 2025	60,110	148,264	378,737	587,111

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7. LOANS AND ADVANCES, NET (continued)

c) Reconciliation of expected credit losses: (continued)

31 December 2024 (Audited)	Stage 1 (12-month ECL)	Stage 2 (lifetime ECL for increase in SICR but not impaired)	Stage 3 (lifetime ECL credit-impaired)	Total
Balance at 1 January 2024	91,406	173,492	408,341	673,239
<i>Transfers during the year</i>				
Transfer to Stage 1	2,566	(2,566)	-	-
Transfer to Stage 2	(29,121)	29,121	-	-
Transfer to Stage 3	(1,055)	(2,695)	3,750	-
	(27,610)	23,860	3,750	-
<i>Net change during the year</i>				
Corporate	(9,568)	100,655	(7,128)	83,959
Retail	1,635	(414)	32,840	34,061
	(7,933)	100,241	25,712	118,020
<i>Written-off during the year</i>				
Corporate	-	-	-	-
Retail	-	-	(41,236)	(41,236)
	-	-	(41,236)	(41,236)
Balance at 31 December 2024	55,863	297,593	396,567	750,023

30 June 2024 (Unaudited)	Stage 1 (12-month ECL)	Stage 2 (lifetime ECL for increase in SICR but not impaired)	Stage 3 (lifetime ECL credit-impaired)	Total
Balance at 1 January 2024	91,406	173,492	408,341	673,239
<i>Transfers during the period</i>				
Transfer to Stage 1	729	(562)	(167)	-
Transfer to Stage 2	(24,952)	27,255	(2,303)	-
Transfer to Stage 3	(161)	(824)	985	-
	(24,384)	25,869	(1,485)	-
<i>Net change during the period</i>				
Corporate	(11,586)	27,272	(452)	15,234
Retail	2,410	(6,147)	21,850	18,113
	(9,176)	21,125	21,398	33,347
<i>Written-off during the period</i>				
Corporate	-	-	-	-
Retail	-	-	(21,344)	(21,344)
	-	-	(21,344)	(21,344)
Balance at 30 June 2024	57,846	220,486	406,910	685,242

d) Expected credit losses charge for the period / year:

	30.06.25 (Unaudited)	31.12.24 (Audited)	30.06.24 (Unaudited)
Corporate	88,649	83,959	15,234
Retail	11,167	34,061	18,113
Total	99,816	118,020	33,347

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8. DUE TO BANKS, SAMA AND OTHER FINANCIAL INSTITUTIONS

	30.06.25 (Unaudited)	31.12.24 (Audited)	30.06.24 (Unaudited)
Money market deposits	7,750,364	5,659,461	4,957,665
Repos	3,459,696	1,494,659	-
Current accounts	173,963	311,223	156,634
	<u>11,384,023</u>	<u>7,465,343</u>	<u>5,114,299</u>

9. CUSTOMERS' DEPOSITS

	30.06.25 (Unaudited)	31.12.24 (Audited)	30.06.24 (Unaudited)
Demand	19,335,373	22,057,266	17,637,507
Time	17,404,651	15,278,760	14,262,147
Saving	338,266	453,448	353,348
Margin	253,209	1,239,415	260,086
	<u>37,331,499</u>	<u>39,028,889</u>	<u>32,513,088</u>

10. DERIVATIVES AND FOREIGN EXCHANGE INSTRUMENTS

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

<u>30 June 2025 (Unaudited)</u>	<u>Positive fair value</u>	<u>Negative fair value</u>	<u>Notional amount</u>
<b><u>Held for trading</u></b>			
Commission rate swaps	55,843	(52,636)	4,453,907
Commission rate futures and currency options	41,243	(41,242)	13,075,134
Forward foreign exchange contracts	4,123	(3,167)	2,540,481
Others	28,606	(28,775)	742,020
<b><u>Held as fair value hedge</u></b>			
Commission rate swaps - investments	27,806	(35,179)	2,291,477
Commission rate swaps - loans	9,594	-	548,278
<b><u>Held as cash flow hedge:</u></b>			
Commission rate swaps - Deposits	-	(1,772)	839,575
	<u>167,215</u>	<u>(162,771)</u>	<u>24,490,872</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
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10. DERIVATIVES AND FOREIGN EXCHANGE INSTRUMENTS (continued)

<u>31 December 2024 (Audited)</u>	<u>Positive fair value</u>	<u>Negative fair value</u>	<u>Notional amount</u>
<u>Held for trading</u>			
Commission rate swaps	83,505	(81,198)	5,142,877
Commission rate futures and currency options	93,871	(93,832)	14,789,597
Forward foreign exchange contracts	10,283	(10,618)	1,691,393
Others	3,356	(2,693)	456,058
<u>Held as fair value hedge</u>			
Commission rate swaps - investments	58,132	-	1,574,007
Commission rate swaps - loans	24,691	-	983,607
	<u>273,838</u>	<u>(188,341)</u>	<u>24,637,539</u>
<u>30 June 2024 (Unaudited)</u>	<u>Positive fair value</u>	<u>Negative fair value</u>	<u>Notional amount</u>
<u>Held for trading</u>			
Commission rate swaps	113,042	(106,197)	4,508,864
Commission rate futures and currency options	87,214	(87,214)	10,636,860
Forward foreign exchange contracts	3,834	(2,966)	1,272,417
Others	3,453	(3,187)	437,754
<u>Held as fair value hedge</u>			
Commission rate swaps - investments	50,180	(673)	930,424
Commission rate swaps - loans	20,111	-	668,358
	<u>277,834</u>	<u>(200,237)</u>	<u>18,454,677</u>

11. SUBORDINATED DEBT

In 2023, the Bank began issuing its Tier II sukuk (non-convertible and unlisted) worth SAR 3 billion. An amount of SAR 1.5 billion was issued and subscribed on December 19, 2023. The issuance of the sukuk is under the Bank's sukuk issuance programme ("the Programme") and matures in 2033, with the Bank having the option to redeem the sukuk after five years, subject to SAMA's prior approval and the conditions of the Programme being met. The Bank's sukuk programme is in line with its strategic objectives to promote growth and actively contribute to the achievement of the national economic goals set out in the Kingdom's Vision 2030. The structure of the sukuk was approved by the Bank's Shari'ah Committee and the Regulatory Authority. The sukuk are unsecured and were offered through a private placement in the Kingdom of Saudi Arabia. The effective special commission rate is the three-month SAIBOR plus a margin of 120 basis points, payable quarterly. The sukuk are denominated in Saudi Arabian Riyals.

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12. CONTINGENCIES AND COMMITMENTS

a) Legal proceedings

As at 30 June 2025, there were no significant legal proceedings outstanding against the Group which requires a disclosure or provision. The Group is subject to legal proceedings in the ordinary course of business.

b) Credit related contingencies and commitments

i) The breakdown of credit related contingencies and commitment is as follows:

	30.06.25 (Unaudited)	31.12.24 (Audited)	30.06.24 (Unaudited)
Letters of guarantee	15,463,161	15,373,176	14,583,657
Irrevocable commitments to extend credit	3,456,688	2,915,611	1,612,135
Letters of credit	3,099,477	2,715,043	2,046,772
Acceptances	2,020,466	2,707,320	1,772,649
	<u>24,039,792</u>	<u>23,711,150</u>	<u>20,015,213</u>

ii) Reconciliation of exposure of financial contingencies and commitments:

30 June 2025 (Unaudited)	Stage 1 (12- month ECL)	Stage 2 (lifetime ECL but not credit- impaired)	Stage 3 (lifetime ECL credit- impaired)	Total
Balance at 1 January 2025	21,936,211	1,489,956	284,983	23,711,150
<i>Transfers during the period</i>				
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	(248,450)	248,450	-	-
Transfer to Stage 3	-	(36,811)	36,811	-
	(248,450)	211,639	36,811	-
Net change during the period	143,357	194,153	(8,868)	328,642
Balance at 30 June 2025	<u>21,831,118</u>	<u>1,895,748</u>	<u>312,926</u>	<u>24,039,792</u>

31 December 2024 (Audited)	Stage 1 (12- month ECL)	Stage 2 (lifetime ECL but not credit- impaired)	Stage 3 (lifetime ECL credit- impaired)	Total
Balance at 1 January 2024	21,569,460	1,319,808	313,922	23,203,190
<i>Transfers during the year</i>				
Transfer to Stage 1	1,292,322	(1,292,322)	-	-
Transfer to Stage 2	(575,251)	575,251	-	-
Transfer to Stage 3	-	-	-	-
	717,071	(717,071)	-	-
Net change during the year	(350,320)	887,219	(28,939)	507,960
Balance at 31 December 2024	<u>21,936,211</u>	<u>1,489,956</u>	<u>284,983</u>	<u>23,711,150</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025  
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12. CONTINGENCIES AND COMMITMENTS (continued)

b) Credit related contingencies and commitments (continued)

ii) Reconciliation of exposure of financial contingencies and commitments: (continued)

30 June 2024 (Unaudited)	Stage 1 (12- month ECL)	Stage 2 (lifetime ECL but not credit- impaired)	Stage 3 (lifetime ECL credit- impaired)	Total
Balance at 1 January 2024	21,569,460	1,319,808	313,922	23,203,190
<i>Transfers during the period</i>				
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	(239,204)	239,204	-	-
Transfer to Stage 3	-	-	-	-
	(239,204)	239,204	-	-
Net change during the period	(3,184,505)	-	(3,472)	(3,187,977)
Balance at 30 June 2024	18,145,751	1,559,012	310,450	20,015,213

iii) Reconciliation of expected credit losses on financial contingencies and commitments:

30 June 2025 (Unaudited)	Stage 1 (12- month ECL)	Stage 2 (lifetime ECL but not credit- impaired)	Stage 3 (lifetime ECL credit- impaired)	Total
Balance at 1 January 2025	18,431	9,548	150,062	178,041
<i>Transfers during the period</i>				
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	(75)	75	-	-
Transfer to Stage 3	-	(1,332)	1,332	-
	(75)	(1,257)	1,332	-
Net change during the period	(3,642)	2,193	(1,330)	(2,779)
Balance at 30 June 2025	14,714	10,484	150,064	175,262

31 December 2024 (Audited)	Stage 1 (12- month ECL)	Stage 2 (lifetime ECL but not credit- impaired)	Stage 3 (lifetime ECL credit- impaired)	Total
Balance at 1 January 2024	14,563	14,030	133,611	162,204
<i>Transfers during the year</i>				
Transfer to Stage 1	4,843	(4,843)	-	-
Transfer to Stage 2	(885)	885	-	-
Transfer to Stage 3	-	-	-	-
	3,958	(3,958)	-	-
Net change during the year	(90)	(524)	16,451	15,837
Balance at 31 December 2024	18,431	9,548	150,062	178,041

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025  
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12. CONTINGENCIES AND COMMITMENTS (continued)

b) Credit related contingencies and commitments (continued)

iii) Reconciliation of expected credit losses on financial contingencies and commitments (continued)

30 June 2024 (Unaudited)	Stage 1 (12-month ECL)	Stage 2 (lifetime ECL but not credit-impaired)	Stage 3 (lifetime ECL credit-impaired)	Total
Balance at 1 January 2024	14,563	14,030	133,611	162,204
<i>Transfers during the period</i>				
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	(934)	934	-	-
Transfer to Stage 3	-	-	-	-
	(934)	934	-	-
Net change during the period	(2,777)	(2,391)	21,451	16,283
Balance at 30 June 2024	10,852	12,573	155,062	178,487

13. CASH AND CASH EQUIVALENTS

	30.06.25 (Unaudited)	31.12.24 (Audited)	30.06.24 (Unaudited)
Cash and balances with			
Saudi Central Bank (SAMA) excluding statutory deposit	2,940,237	5,880,365	4,649,883
Due from banks and other financial institutions with			
original maturities of three-months or less	5,630,378	6,870,653	3,235,100
	<b>8,570,615</b>	<b>12,751,018</b>	<b>7,884,983</b>

14. ZAKAT STATUS

Gulf International Bank - Saudi Arabia

The Bank has submitted its zakat declarations to the Zakat, Tax and Customs Authority ("ZATCA") for the period from 3 April 2019 to 31 December 2019, and for the financial years ended 31 December 2020 through 2024. ZATCA has finalized the assessments for the period/year 2019 and 2020 with no additional zakat liability. As of the reporting date, assessments for the years 2021 to 2024 have not yet been issued by ZATCA.

GIB Capital Company

In 2016, the Company obtained an exemption from the Zakat, Tax and Customs Authority ("ZATCA") from the requirement to pay zakat. Accordingly, no zakat provision has been recognized for the years from 2016 to 2024.

15. SHARE CAPITAL AND EARNINGS PER SHARE

The authorised, issued and fully paid share capital at 30 June 2025, 31 December 2024 and 30 June 2024 comprised 750 million shares of SAR 10 each. Basic and diluted earnings per share for the period/ year ended 30 June 2025, 31 December 2024 and 30 June 2024 is calculated on a weighted average basis by dividing the net income for the period / year by 750 million shares. Gulf International Bank BSC is the parent, Public Investment Fund is the Ultimate parent and Government of Saudi Arabia is the Ultimate Controlling Party of the Group.

	30.06.25	31.12.24
Gulf International Bank BSC	50%	50%
Public Investment Fund	50%	50%

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025  
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16. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction 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.

**Determination of fair value and fair value hierarchy**

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included in level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.

Level 3 - Inputs that are unobservable. This category includes all instruments for which the valuation technique include inputs that are not observable and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

For assets and liabilities that are recognised at fair value on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. There were no changes in the Group's valuation processes, valuation techniques, and types of inputs used in the fair value measurements during the period.

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

At 30 June 2025 (Unaudited)	Carrying value	Fair value			Total
		Level 1	Level 2	Level 3	
<b><u>Financial assets measured at fair value:</u></b>					
<i>Investments held at FVOCI</i>					
<i>Debt securities</i>	1,245,034	1,245,034	-	-	1,245,034
<i>Equity securities</i>	25,709	16,602	-	9,107	25,709
Investments held at FVSI	379,794	17,715	362,079	-	379,794
Positive fair value of derivatives	167,215	-	167,215	-	167,215
<b><u>Financial assets not measured at fair value:</u></b>					
Investments at amortised cost, net	11,146,338	10,770,579	-	75,000	10,845,579
Loans and advances, net	34,686,329	-	-	34,686,329	34,686,329

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
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16. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

At 31 December 2024 (Audited)	Carrying value	Fair value			Total
		Level 1	Level 2	Level 3	
<u>Financial assets measured at fair value:</u>					
Investments held at FVOCI					
<i>Debt securities</i>	368,889	368,889	-	-	368,889
<i>Equity securities</i>	28,741	19,148	-	9,593	28,741
Investments held at FVSI	378,731	15,259	363,472	-	378,731
Positive fair value of derivatives	273,838	-	273,838	-	273,838
<u>Financial assets not measured at fair value:</u>					
Investments at amortised cost, net	9,543,978	9,112,559	-	74,967	9,187,526
Loans and advances, net	31,770,514	-	-	31,770,514	31,770,514
<u>At 30 June 2024 (Unaudited)</u>					
At 30 June 2024 (Unaudited)	Carrying value	Fair value			Total
		Level 1	Level 2	Level 3	
<u>Financial assets measured at fair value:</u>					
<i>Investments held at FVOCI</i>					
<i>Debt securities</i>	101,958	101,958	-	-	101,958
<i>Equity securities</i>	29,508	19,176	-	10,332	29,508
Investments held at FVSI	329,428	25,530	303,898	-	329,428
Positive fair value of derivatives	277,834	-	277,834	-	277,834
<u>Financial assets not measured at fair value:</u>					
Investments at amortised cost, net	9,235,046	8,800,204	-	75,003	8,875,207
Loans and advances, net	28,173,252	-	-	28,173,252	28,173,252
<u>At 30 June 2025 (Unaudited)</u>					
At 30 June 2025 (Unaudited)	Carrying value	Fair value			Total
		Level 1	Level 2	Level 3	
<u>Financial liabilities measured at fair value:</u>					
Negative fair value of derivatives	162,771	-	162,771	-	162,771
<u>Financial liabilities not measured at fair value:</u>					
Customers' deposits	37,331,499	-	-	37,331,499	37,331,499
Subordinated debt	1,503,395	-	-	1,503,395	1,503,395

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025  
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16. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

At 31 December 2024 (Audited)	Carrying value	Fair value			Total
		Level 1	Level 2	Level 3	
<u>Financial liabilities measured at fair value:</u>					
Negative fair value of derivatives	188,341	-	188,341	-	188,341
<u>Financial liabilities not measured at fair value:</u>					
Customers' deposits	39,028,889	-	-	39,028,889	39,028,889
Subordinated debt	1,503,726	-	-	1,503,726	1,503,726

At 30 June 2024 (Unaudited)	Carrying value	Fair value			Total
		Level 1	Level 2	Level 3	
<u>Financial liabilities measured at fair value:</u>					
Negative fair value of derivatives	200,237	-	220,388	-	220,388
<u>Financial liabilities not measured at fair value:</u>					
Customers' deposits	32,513,088	-	-	32,127,811	32,127,811
Subordinated debt	1,502,499	-	-	1,502,499	1,502,499

Cash and balances with Saudi Central bank (SAMA), due from banks and other financial institutions, Due to banks, SAMA and other financial institutions and other liabilities are assumed to have fair values that reasonably approximate their corresponding carrying values due to their short-term nature.

The Group's financial instruments are accounted for under the historical cost method with the exception of trading securities, equity investment securities, debt securities at FVOCI and derivative financial instruments, which are accounted for at fair value. The fair value represents 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. Differences therefore can arise between book values under the historical cost method and fair value estimates. Underlying the definition of fair value is the presumption that the Group is a going concern without any intention or requirement to curtail materially the scale of its operation or to undertake a transaction on adverse terms.

Generally accepted methods of determining fair value include reference to quoted prices (level 1 measurement) or to the pricing prevailing for similar financial instruments (level 2 measurement) and the use of unobservable inputs in estimation techniques such as discounted cash flow analysis (level 3 measurement).

**Investment held at FVSI**

FVSI investments classified as level 1 are based on quoted prices.

FVSI investments classified as level 2 include mutual funds, the fair value of which is determined based on the latest reported net assets value (NAV) at fair market value as at the date of statement of interim consolidated financial position.

**Investment held at FVOCI (Equity securities)**

The fair values of equity investment at FVOCI are based on quoted prices (level 1) or valuation techniques (level 3).

**Investment held at amortised cost / FVOCI (Debt securities)**

The fair value of debt securities mentioned in level 1 is computed based on market quotes. The market quotes of the debt securities and similar instruments are readily available. All other debt securities in Level 3 valued based on other valuation techniques comprise discounted cash flow techniques or other valuation methodologies such as broker quotes. There were no transfers between the levels during the six month period ended 30 June 2025.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025  
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16. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

**Other on-balance sheet items**

The fair values of foreign exchange and derivative financial instruments are based on market prices, discounted cash flow techniques or option pricing models as appropriate. The fair values of all other on-balance sheet financial assets and liabilities approximate their respective book values due to their short-term nature.

17. CAPITAL ADEQUACY

The Group's objectives when managing capital are to comply with the capital requirements set by SAMA, to safeguard the Group's ability to continue as a going concern and to maintain a strong capital base.

Capital adequacy and the use of regulatory capital are monitored regularly by management. SAMA requires holding the minimum level of the regulatory capital of and maintaining a ratio of total regulatory capital to the risk-weighted asset at or above Basel prescribed minimum.

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

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

	30.06.25 (Unaudited)	31.12.24 (Audited)	30.06.24 (Unaudited)
<b>Risk Weighted Assets (RWA)</b>			
Credit risk RWA	51,482,043	46,925,017	40,470,640
Market risk RWA	3,658,574	3,521,112	3,317,406
Operational risk RWA	1,925,713	1,591,323	1,591,323
<b>Total Pillar-I RWA</b>	<b>57,066,330</b>	<b>52,037,452</b>	<b>45,379,369</b>
Tier I capital	7,976,628	7,677,368	7,522,682
Tier II capital	1,738,679	1,884,171	1,804,232
<b>Total Tier I &amp; II Capital</b>	<b>9,715,307</b>	<b>9,561,539</b>	<b>9,326,914</b>
<b>Capital adequacy ratios %</b>			
Tier I ratio	13.98%	14.75%	16.58%
Tier I + Tier II ratio	17.02%	18.37%	20.55%

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)  
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## 18. RELATED PARTY TRANSACTIONS

In the ordinary course of its activities, the Group transacts business with related parties. Related party transactions are governed by limits set by the Banking Control Law and regulations issued by SAMA. The Group uses the exemptions in respect of related parties' disclosures for government-related entities in IAS 24 "Related Party Disclosures". Transactions with related parties which are considered individually significant are included below.

- (i) The balances resulting from such transactions included in the interim condensed consolidated financial position are as follows:

	<u>30.06.25</u> (Unaudited)	<u>31.12.24</u> (Audited)	<u>30.06.24</u> (Unaudited)
<b>Gulf International Bank BSC, its subsidiaries and branches:</b>			
Due from banks and other financial institutions	9,982	24,284	6,916
Due to banks and other financial institutions	99,789	301,935	1,094,328
Other assets	241,711	164,529	55,777
Other liabilities	66,715	76,017	161,096
<b>Public Investment Fund and its affiliates</b>			
Loans and advances	6,714,503	4,120,268	3,416,222
Customers' deposits	9,302,966	14,032,781	8,255,515
Investments	1,603,397	894,824	688,082

- (ii) Off-balance sheet balances are as follows:

	<u>30.06.25</u> (Unaudited)	<u>31.12.24</u> (Audited)	<u>30.06.24</u> (Unaudited)
<b>Gulf International Bank BSC, its subsidiaries and branches:</b>			
Derivatives	9,244,984	9,926,827	8,347,826
Credit related contingencies and commitments	1,642,726	1,619,019	1,571,242
<b>Public Investment Fund and its affiliates</b>			
Derivatives	1,105,422	1,172,027	733,362
Credit related contingencies and commitments	558,744	498,465	242,749

- (iii) Income and expenses pertaining to transactions with related parties included in the interim condensed consolidated financial information are as follows:

	<u>30.06.25</u> (Unaudited)	<u>31.12.24</u> (Audited)	<u>30.06.24</u> (Unaudited)
<b>Gulf International Bank BSC, its subsidiaries and branches:</b>			
Special commission income	12,389	47,706	23,400
Special commission expense	4,944	8,471	5,149
Fees and commission income	770	755	60
Cost recharged	56,006	109,068	-
<b>Public Investment Fund and its affiliates</b>			
Special commission income	214,635	274,737	138,079
Special commission expense	216,801	449,518	239,879
Fees and commission income	12,468	26,503	9,662

## 19. APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

These interim condensed consolidated financial information were approved by the Board of Directors on 28 July 2025G (corresponding to 3 Safar 1447H).