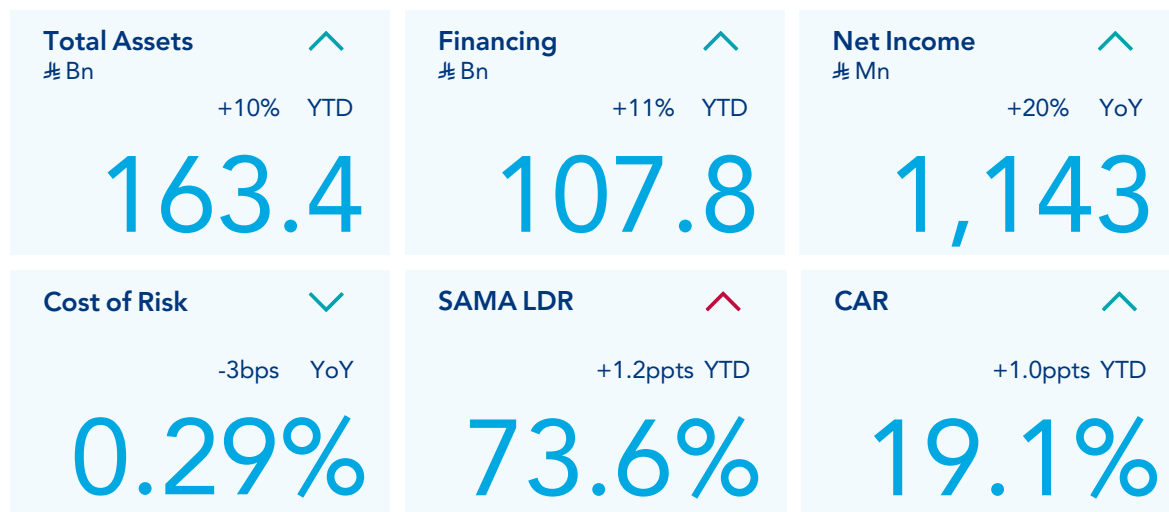


Bank AlJazira reports 20% growth in net income to ₪ 1,143 million for 9M 2025

9M 2025 Financial Results Highlights



- **Net income** for 9M 2025 amounted to ₪ 1,143 million, up 20% compared to 9M 2024. On a sequential basis, 3Q 2025 net income increased by 5% to ₪ 400 million compared to 2Q 2025.
- **Total operating income** for 9M 2025 reached ₪ 3,279 million, demonstrating 17% YoY growth, driven by a 17% increase in net financing and investment income and a 15% expansion in fee and other income.
- **Positive jaws** with cost-to-income ratio improving to 52.7%, down 270 bps despite continued investments in people, infrastructure, and digital initiatives.
- **The bank's cost of risk** decreased to 0.29% for 9M 2025, compared to 0.32% during 9M 2024.
- **Assets** increased by 12% YoY compared to 3Q 2024, driven by a 16% increase in financing, supported by both the retail and corporate segments.
- **Customers' deposits** rose by 12% YoY, reaching ₪ 115.3 billion, supported by higher time and savings deposits.
- **SAMA LDR** was 73.6% at 3Q 2025, providing ample room for future growth.
- **Total equity** increased by 23% YoY, driven by the issuance of ₪1 bn in Tier 1 Sukuk in January 2025 and an additional ₪1.9 bn issue in September 2025. Retained earnings generation and positive other comprehensive income movements further supported the increase.
- **Total Capital Adequacy Ratio (CAR)** was 19.1% at 3Q 2025, a 98 bps increase compared to 3Q 2024.

Riyadh, **03 Nov 2025** – Bank AlJazira’s net income for 9M 2025 reached ₪ 1,143 million, a strong 20% year-over-year increase. This performance was driven by a 17% rise in total operating income, partially offset by an 11% increase in operating expenses and a 39% rise in impairment charge. In the third quarter of 2025, net income reached ₪ 400 million, a 20% year-over-year increase and 5% on a sequential basis.

The balance sheet expanded by 12% YoY, compared to the 3Q 2024, driven by sustained growth in commercial financing, further supported by increasing consumer financing and investments. Customer deposits grew by 12% YoY driven by an increase in time, savings and call deposits.

Reflecting on the 9M 2025 performance, Mr. Naif A. Al Abdulkareem, Chief Executive Officer of Bank AlJazira, stated:

“The bank’s performance in the first nine months of 2025 has been impressive across all measures, and reflects solid execution and continued strength across all our business lines. Net income grew by 20% year-over-year to ₪ 1,143 million, supported by robust top-line growth. We continue to enjoy positive operating jaws, demonstrating our strategic balance of growth with efficiency. This ability to deliver positive jaws while continuing to invest is key to the bank’s investment case. The decline in our cost of risk to 29 bps highlights the continued strength of our credit quality and prudent risk approach. Our balance sheet remains healthy and well-diversified, with steady growth in financing and customer deposits, reflecting the trust of our clients and the resilience of our franchise.

Strategic initiatives across corporate and retail segments continued to deliver material progress. In corporate banking, we significantly increased syndication activity and expanded the base of multinational clients, contributing to increased funded asset growth. Unfunded exposures also increased, driven by the launch of new trade finance and cash management solutions. Furthermore, the strategically important MSME portfolio recorded double-digit growth, and remains a key engine of future expansion. In retail banking, momentum remained strong, with continued expansion in the affluent segment and an almost doubling of the auto finance portfolio year-over-year. We further strengthened our digital leadership through innovative technology solutions such as the Loan Origination System for credit cards, Open Banking capabilities, and Google Pay integration.

Our performance over the period demonstrates the bank’s continued ability to execute with discipline and consistency, even as we invest in growth and innovation. With a solid balance sheet, strong credit quality, and clear strategic focus, we are well positioned to capture future opportunities and deliver long-term value to our shareholders.”

Mr. Hani S. Noori, Senior Vice President and Chief Financial Officer of Bank AlJazira:

“The strong results for 9M 2025 were driven by the successful execution of the bank’s transformation strategy and its alignment with long term financial goals. Supported by a solid capital position, consistent earnings generation and focused efforts to improve margins through optimized funding and pricing strategies, the bank continues to build a stronger, more resilient platform to drive long-term profitability”

Income Statement Highlights

For the period ending 30 September 2025

₪ Mn	9M 2025	9M 2024	YoY% Change	3Q 2025	3Q 2024	YoY % Change
Net financing and investment income	2,227	1,899	+17%	711	650	+9%
Fee and other income	1,053	913	+15%	387	371	+4%
Total operating income	3,279	2,812	+17%	1,098	1,021	+8%
Total operating expenses before impairment charge	(1,727)	(1,557)	+11%	(587)	(557)	+5%
Impairment charge	(254)	(183)	+39%	(54)	(88)	-38%
Net operating income	1,298	1,072	+21%	457	376	+22%
Share in net income of an associate	8	13	-38%	1	3	-58%
Net income for the period before zakat and income tax	1,306	1,085	+20%	458	379	+21%
Zakat and income tax	(163)	(134)	+22%	(58)	(47)	+25%
Net income for the period	1,143	951	+20%	400	333	+20%
Earnings per share	0.79	0.66	+19%	0.29	0.26	+11%
ROAE before zakat and tax	8.92%	8.51%	+42 bps	9.00%	8.86%	+15 bps
ROAE	7.81%	7.45%	+35 bps	7.86%	7.77%	+9 bps
Net margin	2.08%	2.00%	+8 bps	1.90%	1.95%	-5 bps
Cost of risk*	0.29%	0.32%	-3 bps	0.12%	0.40%	-28 bps
Cost to income ratio	52.7%	55.4%	-2.7 ppt	53.5%	54.6%	-1.1 ppts

*Cost of Risk is based on Impairment Charge in respect of Financing net of recoveries, reversal and write offs.

Total operating income for 9M 2025 amounted to ₪ 3,279 million, a 17% year-over-year increase. This growth was driven by a 17% increase in net financing and investment income, coupled with a 15% expansion in fee and other income. 32% of total operating income in 9M 2025 came from fee and other income, driven mainly by increased fees from banking services, and supported by improved dividend and exchange income. Total operating income for 3Q 2025 reached ₪ 1,098 million, an increase of 8% year-over-year.

Financing and investment income for 9M 2025 saw 9% year-over-year growth, while the return on deposits and financial liabilities increased by 5%, leading to a 17% rise in net financing and investment income. The net margin for 9M 2025 increased by 8 bps, improving from 2.00% to 2.08% year-over-year. In the third quarter of 2025, net financing and investment income grew by 9% year-over-year but declined by 7% quarter-over-quarter, as higher funding costs on deposits outpaced the repricing of assets.

Operating expenses for 9M 2025 increased by 11% compared to 9M 2024, due to higher spending on staff-related costs and strategic initiatives, including digital transformation. However, the cost-to-income ratio improved from positive operating leverage, showing a year-over-year decline of 2.7 ppts to reach 52.7% from 55.4%.

The net impairment charge for 9M 2025 totalled ₪ 254 million, up 39% year-over-year and 12% versus the normalized level of last year, which had benefited from a one-off impairment reversal on certain real estate assets. The bank's cost of risk remained modest at 29 bps for 9M 2025, a 3 bps decrease compared to the previous year.

In the 9M 2025, **net income** reached ₪ 1,143 million, reflecting a 20% increase compared to the same period in 2024. This growth is attributed to the 17% rise in operating income, partially offset by the increasing operating expenses and impairments.

Balance Sheet Highlights

For the quarter as of 30 September 2025

₪ Mn	3Q 2025	2Q 2025	QoQ % Change	4Q 2024	YTD % Change	3Q 2024	YoY % Change
Total cash, interbank and balances with SAMA	14,042	13,129	+7%	12,815	+10%	13,310	+5%
Investments, net	38,143	37,381	+2%	36,406	+5%	36,273	+5%
Financing, net	107,812	103,702	+4%	96,912	+11%	92,710	+16%
Other assets, net	3,430	3,361	+2%	2,984	+15%	3,112	+10%
Total assets	163,428	157,573	+4%	149,119	+10%	145,405	+12%
Due to banks and other financial institutions	21,753	19,899	+9%	19,309	+13%	20,154	+8%
Customers' deposits	115,283	114,155	+1%	108,187	+7%	103,349	+12%
Subordinated Sukuk	2,042	2,006	+2%	2,006	+2%	2,045	-0%
Other liabilities, net	2,713	2,422	+12%	2,203	+23%	2,258	+20%
Total liabilities	141,791	138,482	+2%	131,704	+8%	127,806	+11%
Total equity	21,637	19,091	+13%	17,414	+24%	17,599	+23%

The **balance sheet** expanded 12% YoY, with **total assets** reaching ₪ 163.4 billion, driven by sustained growth in commercial financing, further supported by increasing consumer financing and deposits.

Investments expanded by 5% YoY compared to the 9M 2024, with their share in total assets remaining below 25%.

Net financing increased by 16% YoY and 11% YTD, totalling ₪ 107.8 billion by the end of 3Q 2025. Financing growth YoY was driven mainly by a 18% YoY rise in commercial financing and 13% increase in consumer financing. The "Commerce" economic sector emerged as a key growth driver in the portfolio delivering 32% increase YoY while residential financing stood out as the main driver of consumer lending growth, delivering a 12% increase year-over-year. The auto financing portfolio continued its rapid expansion, growing by 97% compared to 9M 2024.

Customers' deposits increased to ₪ 115.3 demonstrating a 12% YoY and 7% YTD rise, driven by an increase in time and savings deposits.

Asset Quality Highlights

For the quarter as of 30 September 2025

%	3Q 2025	2Q 2025	QoQ % Change	4Q 2024	YTD % Change	3Q 2024	YoY % Change
NPL ratio	1.10%	1.47%	-37 bps	1.21%	-11 bps	1.30%	-20 bps
NPL coverage ratio	167.8%	162.4%	+5.4 ppts	210.4%	-43 ppts	197.9%	-30 ppts
Stage 3 coverage	58.2%	58.4%	-0.2 ppts	56.2%	+2.0 ppts	53.1%	+5.1 ppts

The **NPL ratio** decreased by 11 bps YTD to 1.10% in 9M 2025 primarily driven by ₪ 670 million write-off of credit impaired loans. Coverage of non-performing financing declined to 167.8% as of 30 September 2025, with Stage 3 coverage increasing by 2.0 ppts to 58.2% compared to the end of 2024.

Capital Adequacy and Liquidity Highlights

For the quarter as of 30 September 2025

₪ Mn	3Q 2025	2Q 2025	QoQ % Change	4Q 2024	YTD % Change	3Q 2024	YoY % Change
Risk weighted assets	127,647	121,491	+5%	109,749	+16%	110,119	+16%
RWA density	78.1%	77.1%	+1.0 ppts	73.6%	+4.5 ppts	75.7%	+2.4 ppts
Total tier 1 capital	21,650	19,099	+13%	17,163	+26%	17,370	+25%
Total capital	24,343	21,755	+12%	19,780	+23%	19,923	+22%
Tier 1 ratio	17.0%	15.7%	+1.2 ppts	15.6%	+1.3 ppts	15.8%	+1.2 ppts
Capital adequacy ratio	19.1%	17.9%	+1.2 ppts	18.0%	+1.0 ppts	18.1%	+1.0 ppts
LCR	131.2%	124.7%	+6.4 ppts	123.8%	+7.4 ppts	151.0%	-20 ppts
NSFR	115.1%	112.8%	+2.3 ppts	117.7%	-2.6 ppts	118.9%	-3.8 ppts
SAMA weighted LDR	73.6%	73.8%	-0.1 ppts	72.4%	+1.2 ppts	72.1%	+1.6 ppts
Headline LDR	93.5%	90.8%	+2.7 ppts	89.6%	+3.9 ppts	89.7%	+3.8 ppts

Risk-weighted assets (RWA) reached ₪ 127.6 billion at 3Q 2025 increasing 16% YTD, while RWA density was 78.1% increasing 4.5 ppts YTD as of 30 September 2025. The increase in RWAs was driven by growth in both the financing book and off-balance sheet assets.

The total capital adequacy ratio increased 1.0 ppts YTD to 19.1%, while the Tier 1 ratio increased by 1.3 ppts YTD to 17.0% as of 30 September 2025. Both were influenced by the issuance of ₪ 1 bn in Tier 1 Sukuk in January 2025 and an additional ₪1.9 bn issue in September 2025. The increase was further supported by retained earnings generation and positive other comprehensive income movements, partially offset by an increase in RWAs.

The bank's liquidity remained strong and comfortably within regulatory limits, with the **liquidity coverage ratio** at 131.2%, the **net stable funding ratio** at 115.1%, the **SAMA regulatory loan to deposit ratio** at 73.6%, and the **headline loan to deposit ratio** at 93.5%.

Operating Segment Highlights

Personal Banking Highlights

For the period ending 30 September 2025

ﷲ Mn	9M 2025	9M 2024	YoY % Change	3Q 2025	3Q 2024	YoY % Change
Net financing and investment income	1,340	1,214	+10%	428	396	+8%
Fee and other income	371	313	+19%	131	119	+11%
Total operating income	1,711	1,527	+12%	559	515	+9%
Total operating expenses before impairment charge	(1,175)	(1,070)	+10%	(403)	(382)	+5%
Impairment charges, net	(26)	(49)	-47%	(3)	(4)	-11%
Net income / (loss) before zakat and income tax	510	408	+25%	153	129	+18%

ﷲ Mn	3Q 2025	2Q 2025	QoQ % Change	4Q 2024	YTD % Change	3Q 2024	YoY % Change
Total assets	48,190	47,381	+2%	44,686	+8%	42,346	+14%
Total liabilities	47,383	48,906	-3%	43,727	+8%	47,645	-1%

Personal banking net income before zakat for 9M 2025 increased by 25% year-over-year to ﷲ 510 million due to growth in net financing and investment income and fee income, partially offset by higher expenses.

Total personal banking assets rose by 14% YoY compared to 3Q 2024 to ﷲ 48.2 billion and 8% YTD, **total liabilities** decreased by 1% YoY, while there was a YTD increase of 8% to ﷲ 47.4 billion.

Corporate Banking Highlights

For the period ending 30 September 2025

₹ Mn	9M 2025	9M 2024	YoY % Change	3Q 2025	3Q 2024	YoY % Change
Net financing and investment income	792	636	+24%	263	251	+5%
Fee and other income	243	242	+1%	82	121	-32%
Total operating income	1,035	878	+18%	345	372	-7%
Total operating expenses before impairment charge	(231)	(201)	+15%	(80)	(73)	+10%
Impairment charges, net	(228)	(134)	+71%	(51)	(83)	-39%
Net income / (loss) before zakat and income tax	576	544	+6%	214	216	-1%

₹ Mn	3Q 2025	2Q 2025	QoQ % Change	4Q 2024	YTD % Change	3Q 2024	YoY % Change
Total assets	58,032	54,560	+6%	50,553	+15%	48,640	+19%
Total liabilities	51,235	53,721	-5%	52,492	-2%	46,606	+10%

The corporate segment reported 6% YoY growth in net income before zakat to ₹ 576 million in 9M 2025. This growth was supported by a 24% increase in net financing and investment income, a modest 1% rise in fees and other income, partially offset by a higher impairment charge and growth in operating expenses.

Total corporate banking assets rose by 19% YoY compared to 3Q 2024 and 15% YTD to ₹ 58.0 billion, driven by commercial financing growth. **Total liabilities** increased by 10% YoY but declined by 2% YTD to ₹ 51.2 billion.

Brokerage and Asset Management Highlights

For the period ending 30 September 2025

﷼ Mn	9M 2025	9M 2024	YoY % Change	3Q 2025	3Q 2024	YoY % Change
Net financing and investment income	101	65	+55%	32	32	+2%
Fee and other income	364	297	+23%	132	101	+31%
Total operating income	465	362	+28%	164	132	+24%
Total operating expenses before impairment charge	(193)	(172)	+12%	(61)	(60)	+2%
Share in net income of an associate	1	2	-38%	0	0	-58%
Net income / (loss) before zakat and income tax	273	192	+42%	103	73	+42%

Brokerage and Asset management reported a 42% YoY increase in net income before zakat to ﷼ 273 million in 9M 2025. Operating income rose 28% year-over-year to ﷼ 465 million, driven by improved net financing and investment income and fee and other income. The segment's contribution to the bank's net income before zakat increased to 21% during 9M 2025.

Treasury and Investments Highlights

For the period ending 30 September 2025

₪ Mn	9M 2025	9M 2024	YoY % Change	3Q 2025	3Q 2024	YoY % Change
Net financing and investment income	(6)	23	-126%	(12)	(4)	+185%
Fee and other income	333	278	+20%	126	114	+11%
Total operating income	327	302	+9%	115	110	+4%
Total operating expenses before impairment charge	(128)	(115)	+12%	(44)	(42)	+3%
Impairment charges, net	0	(0)	-140%	0	(1)	-123%
Net income / (loss) before zakat and income tax	199	186	+7%	71	66	+7%

₪ Mn	3Q 2025	2Q 2025	QoQ % Change	4Q 2024	YTD % Change	3Q 2024	YoY % Change
Total assets	52,029	50,650	+3%	49,617	+5%	50,090	+4%
Total liabilities	40,431	33,193	+22%	33,280	+21%	31,347	+29%

Treasury and investments net income before zakat increased by 7% YoY to ₪ 199 million for 9M 2025, resulting from a 20% improvement in fee and other income, partially offset by 126% decline in net financing and investment income and a 12% increase in operating expenses.

Assets stood at ₪ 52.0 million increasing 4% YoY and 5% YTD, while liabilities increased by 29% in comparison to 3Q 2024 and 21% YTD.

Outlook

Saudi Arabia's economic outlook remains positive, with real GDP projected to grow by 4.0% in 2025 and 2026. Non-oil GDP is expected to rise by 3.7% in 2025 and 3.5% in 2026, driven by ongoing Vision 2030-related investments across multiple sectors.

In a period of global uncertainty, characterized by oil price fluctuations and persistent trade pressures, Saudi Arabia's non-oil economy continues to demonstrate resilience, underpinned by strong investment activity and infrastructure programs.

Interest rate uncertainty persists, yet anticipated policy easing is expected to benefit the sector. Bank AlJazira's negative rate sensitivity positions it favourably to capture these gains, reinforcing the bank's positive outlook. Combined with ongoing strategic initiatives and investments in digital infrastructure, the Bank remains well placed to deliver a resilient performance. The bank will continue to drive efficiencies and create sustainable long-term value.

About Bank AlJazira

Bank AlJazira (BAJ) is a joint Stock Company incorporated in the Kingdom of Saudi Arabia and established pursuant to Royal Decree No. 46/M dated Jumada Al-Thani 12, 1395H (i.e. June 21, 1975). The Bank commenced its business on Shawwal 16, 1396H (October 9, 1976) with the takeover of the National Bank of Pakistan's (NBP) branches in the Kingdom of Saudi Arabia. The Bank operates under commercial registration No. 4030010523 dated Rajab 29, 1396H (July 27, 1976) issued in Jeddah. The issued and fully paid-up share capital of the Bank amounts to ﷲ 12,813 million divided into 1,281 million shares of ﷲ 10 each.

The objective of the Bank is to provide a full range of Shari'ah compliant banking products and services to Retail and Corporate customers including current accounts, saving accounts, Murabaha, Istisna'a, Ijarah, Tawarruq, Musharaka, Wa'ad foreign exchange, credit cards and Sukuk which are approved and supervised by an independent Shari'ah Committee. The Bank conducts its business through the Bank's departments and branches all over the Kingdom and has no branches operating abroad.

The Bank is recognized as one of the leading Shari'ah compliant fast-growing financial institution in Saudi Arabia, which provides individuals, businesses, and institutions with innovative Shari'ah compliant financial services through professional and dedicated staff.

Additional Information

The full financial statements and investor materials will be made available on our website at:

[Financial Reports](#)

Please contact BAJ for more information:

IR email: IR@BankAlJazira.com

Muhammad Majid Khan - Head of Investor Relations

Direct: +966 (12) 609 8997

Email: MMKhan@BankAljazira.com