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## Financial Review

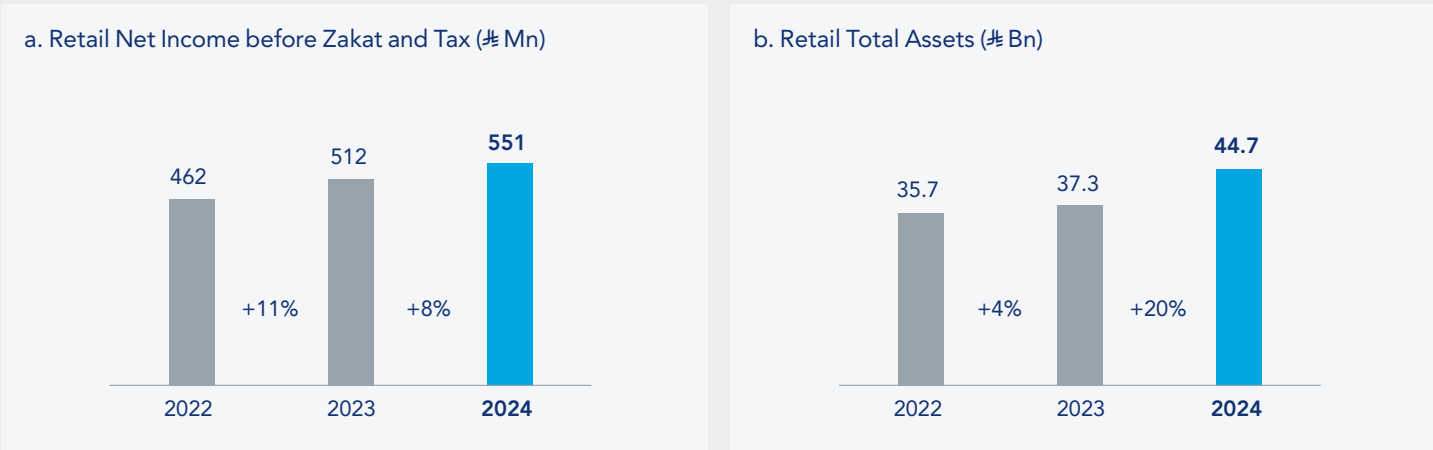


# Financial Review

## Retail Banking

The retail segment experienced an 8% increase in net income before zakat and tax in 2024. This was largely driven by growth in net financing and investment income, and was partially offset by higher expenses. Total personal banking assets rose by 20% during 2024. This included a very strong contribution from Private Banking, which made tremendous progress in 2024.

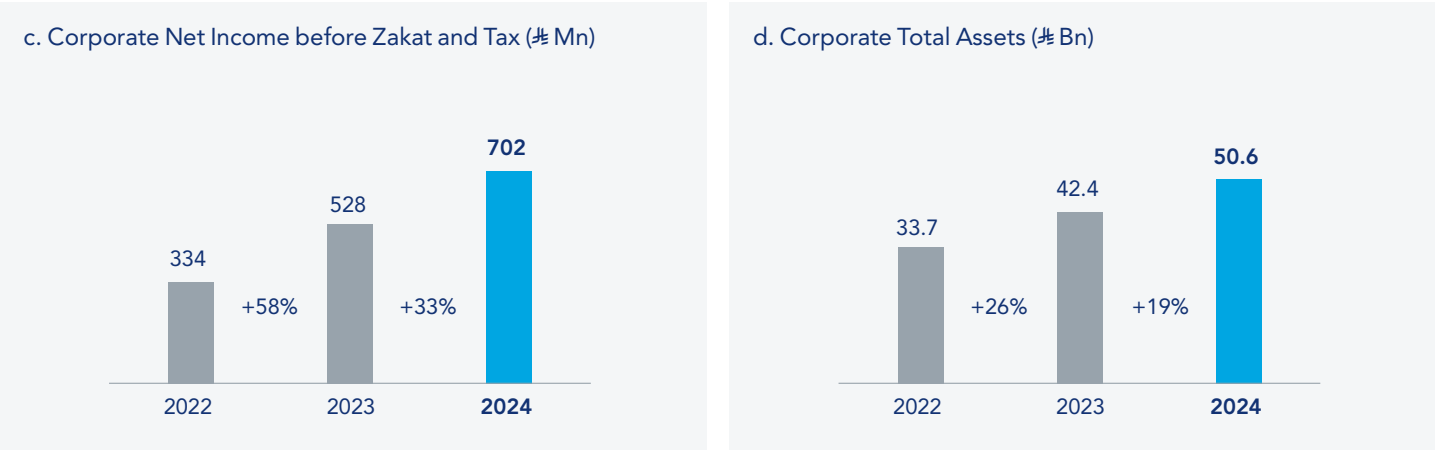
Residential finance was a particular success story in 2024, with AlJazira’s share of the REDF market increasing from 1.57% to 3.7%. Retail operating expenses increased by 11%, a reflection of the ongoing investments in technology and people.



## Corporate banking

The corporate segment reported 33% growth in net income before zakat and tax in 2024. This strong performance was the result of 28% operating income growth, slightly offset by 23% operating expenses growth and 18% increase in the net impairment charge. Total corporate banking assets rose by 19% over the year, a reflection of the continuing strong domestic economy and the ongoing transition of the Saudi economy towards non-oil dependency. These macro tailwinds enabled the Corporate business to make meaningful inroads into desirable sectors of the economy, such as the MSME sector, which delivered

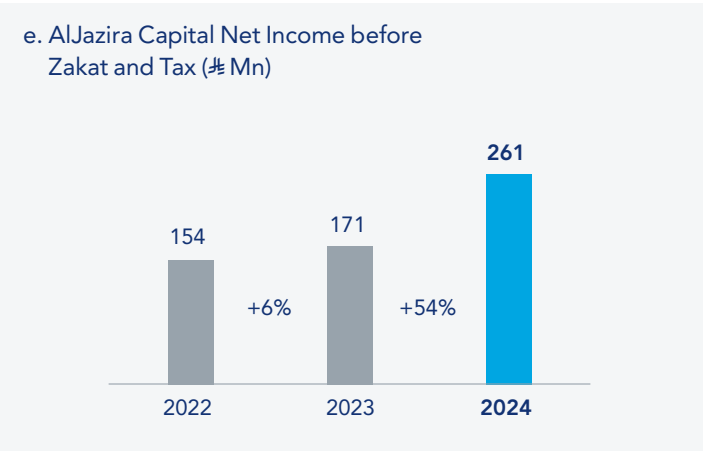
14% growth in the year, reflecting the increasing appeal of Bank AlJazira to the nation’s entrepreneurs and business owners. Indeed, Corporate showed strong growth across all metrics, including number of customers up 22% year on year, deposits rising by 9%, and revenue from syndications increasing by 47% in 2024. This story of growth and success has meant the Corporate business delivered a strong overall year, and is well-positioned for further growth in 2025 and beyond.



AlJazira Capital

Brokerage and Asset management delivered a strong performance in 2024, reporting a 53% increase in net income before zakat. The segment's contribution to the bank's overall revenues and profitability continues to strengthen, with Brokerage and Asset Management reaching 19% of group net income before zakat in 2024.

Assets under management grew by 41% in the year, a reflection of the successful cross sell of wealth management offerings to affluent retail clients.



Treasury

Treasury and investments net income before zakat decreased by 14% in 2024, resulting from a 77% decline in net financing and investment income, due to higher funding costs, balanced by a 19% rise in fee and other income.

Despite the challenging operating environment, the Treasury business has worked hard to ensure the necessary liquidity and funding base for the growth areas of the bank, maintaining our strong capital adequacy ratio, and ensuring the bank can fulfill its ambitions and objectives.

