

FAB Q2'2025

CONDENSED CONSOLIDATED
INTERIM FINANCIAL INFORMATION

FOR THE PERIOD ENDED
30 JUNE 2025

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Review report on condensed consolidated interim financial information to the Board of Directors of First Abu Dhabi Bank P.J.S.C.

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of First Abu Dhabi Bank P.J.S.C. (the "Bank") and its subsidiaries (together referred to as the "Group") as at 30 June 2025 and the related condensed consolidated interim statements of profit or loss and other comprehensive income for the three-month and six-month periods then ended and the condensed consolidated interim statements of changes in equity and cash flows for the six-month period then ended and other explanatory notes. The Directors are responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Accounting Standard 34 - Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on this condensed consolidated interim 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". A review of the condensed consolidated 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 International Standards on Auditing 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 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers Limited Partnership - Abu Dhabi
22 July 2025



Stuart Alexander Scoular
Registered Auditor Number: 5563
Place: Abu Dhabi, United Arab Emirates

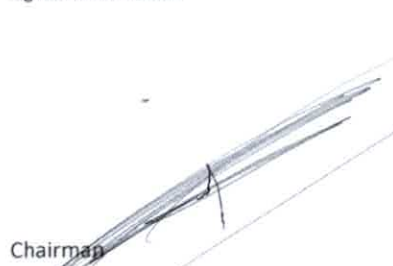
Condensed consolidated interim statement of financial position

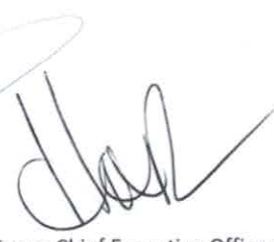
As at

	Note	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Assets			
Cash and balances with central banks	7	236,200	214,404
Investments at fair value through profit or loss	8	74,291	56,028
Due from banks and financial institutions		29,905	23,724
Reverse repurchase agreements		99,772	69,661
Derivative financial instruments		42,213	45,893
Loans, advances and Islamic financing	9	568,040	528,897
Non trading investment securities	10	199,869	187,446
Other assets		54,469	49,440
Investment in associates	11	5,435	4,963
Investment properties	12	8,130	8,169
Property and equipment		5,221	4,683
Intangibles	13	19,842	19,939
Total assets		1,343,387	1,213,247
Liabilities			
Due to banks and financial institutions	14	127,826	71,896
Repurchase agreements		39,436	32,329
Commercial paper	15	39,131	17,888
Derivative financial instruments		53,038	53,758
Customer accounts and other deposits	16	813,469	782,379
Other liabilities		58,934	52,473
Term borrowings	17	71,583	64,788
Subordinated notes	18	7,003	6,861
Total liabilities		1,210,420	1,082,372
Equity			
Share capital	19	11,048	11,048
Share premium		53,583	53,583
Statutory and special reserves		13,084	13,084
Other reserves	19	(3,467)	(3,997)
Tier 1 capital notes	20	10,755	10,755
Share based payment		250	250
Retained earnings		47,606	46,029
Total equity attributable to shareholders of the Bank		132,859	130,752
Non-controlling interest		108	123
Total equity		132,967	130,875
Total liabilities and equity		1,343,387	1,213,247

To the best of our knowledge, the financial information present fairly in all material respects the financial condition, financial performance and cash flows of the Group as of, and for, the periods presented therein.

These condensed consolidated interim financial information were approved by the Board of Directors and authorised for issue on 22 July 2025 and signed on its behalf:


Chairman


Group Chief Executive Officer


Group Chief Financial Officer

The accompanying notes forms an integral part of these condensed consolidated interim financial information.

The independent auditor's report on the review of the condensed consolidated interim financial information is set out on page 2.

Condensed consolidated interim statement of profit or loss

For the period ended (unaudited)

	Note	Six month period ended		Three month period ended	
		30 Jun 2025 AED million	30 Jun 2024 AED million	30 Jun 2025 AED million	30 Jun 2024 AED million
Interest income	32	27,873	30,164	14,267	15,075
Interest expense	32	(19,029)	(21,433)	(9,890)	(10,665)
Net interest income		8,844	8,731	4,377	4,410
Income from Islamic financing and investing products		1,847	1,707	951	849
Distribution on Islamic deposits		(732)	(651)	(375)	(331)
Net income from Islamic financing and investing products		1,115	1,056	576	518
Total net interest income and income from Islamic financing and investing products		9,959	9,787	4,953	4,928
Fee and commission income		3,344	2,627	1,677	1,278
Fee and commission expense		(1,022)	(767)	(558)	(399)
Net fee and commission income		2,322	1,860	1,119	879
Net foreign exchange (loss) / gain	21	(431)	1,194	(132)	144
Net gain on investments and derivatives	22	5,490	2,684	2,848	1,685
Other operating income		969	201	707	119
Operating income		18,309	15,726	9,495	7,755
General, administration and other operating expenses	23	(3,999)	(3,842)	(2,034)	(1,926)
Profit before net impairment charge and taxation		14,310	11,884	7,461	5,829
Net impairment charge	24	(1,476)	(1,920)	(752)	(896)
Profit before taxation		12,834	9,964	6,709	4,933
Income tax expense		(2,184)	(1,537)	(1,195)	(667)
Net profit for the period		10,650	8,427	5,514	4,266
Net profit attributable to:					
Shareholders of the Bank		10,632	8,406	5,506	4,255
Non-controlling interest		18	21	8	11
Basic and diluted earnings per share (AED)	25	0.93	0.73	0.49	0.38

The accompanying notes forms an integral part of these condensed consolidated interim financial information.

The independent auditor's report on the review of the condensed consolidated interim financial information is set out on page 2.

Refer note 32 for changes to comparative figures.

Condensed consolidated interim statement of other comprehensive income

For the period ended (unaudited)

	Six month period ended		Three month period ended	
	30 Jun 2025 AED million	30 Jun 2024 AED million	30 Jun 2025 AED million	30 Jun 2024 AED million
Net profit for the period	10,650	8,427	5,514	4,266
Other comprehensive income				
Items that are or may be reclassified subsequently to profit or loss				
Exchange difference on translation of foreign operations	207	(1,725)	157	20
Net change in fair value reserve during the period (including ECL)	394	(87)	(53)	(289)
Income tax on items that may be reclassified subsequently to profit or loss	(34)	84	(4)	29
Items that will not be reclassified to profit or loss				
Equity investments at fair value through other comprehensive income - net change in the fair value	(538)	(773)	(56)	(412)
Re-measurement of defined benefit obligations	(2)	2	(1)	-
Income tax on items that will not be reclassified to profit or loss	48	98	5	39
Other comprehensive income / (loss) for the period	75	(2,401)	48	(613)
Total comprehensive income for the period	10,725	6,026	5,562	3,653
Comprehensive income attributable to:				
Shareholders of the Bank	10,740	6,013	5,589	3,645
Non-controlling interest	(15)	13	(27)	8
Total comprehensive income for the period	10,725	6,026	5,562	3,653

The accompanying notes forms an integral part of these condensed consolidated interim financial information.

The independent auditor's report on the review of the condensed consolidated interim financial information is set out on page 2.

Condensed consolidated interim statement of changes in equity

For the period ended (unaudited)

	Share capital AED million	Share premium AED million	Treasury shares AED million	Statutory and special reserves AED million	Other reserves AED million	Tier 1 capital notes AED million	Share based payment AED million	Retained earnings AED million	Equity attributable to shareholders of the Bank AED million	Non-controlling interest AED million	Total AED million
Balance at 1 January 2025	11,048	53,583	-	13,084	(3,997)	10,755	250	46,029	130,752	123	130,875
Net profit for the period	-	-	-	-	-	-	-	10,632	10,632	18	10,650
Other comprehensive income for the period	-	-	-	-	110	-	-	(2)	108	(33)	75
Interest on Tier 1 capital notes (note 20)	-	-	-	-	-	-	-	(347)	(347)	-	(347)
Realised gain on sale of FVOCI Investment	-	-	-	-	(63)	-	-	63	-	-	-
IFRS 9 reserve movement (note 19)	-	-	-	-	483	-	-	(483)	-	-	-
<u>Transactions with owners of the Bank</u>											
Dividend for the year (note 19)	-	-	-	-	-	-	-	(8,286)	(8,286)	-	(8,286)
Balance at 30 June 2025	11,048	53,583	-	13,084	(3,467)	10,755	250	47,606	132,859	108	132,967
Balance at 1 January 2024	11,048	53,558	(7)	13,084	208	10,755	250	36,417	125,313	110	125,423
Net profit for the period	-	-	-	-	-	-	-	8,406	8,406	21	8,427
Other comprehensive loss for the period	-	-	-	-	(2,395)	-	-	2	(2,393)	(8)	(2,401)
Interest on Tier 1 capital notes (note 20)	-	-	-	-	-	-	-	(381)	(381)	-	(381)
Realised gain on sale of FVOCI Investment	-	-	-	-	(3)	-	-	3	-	-	-
<u>Transactions with owners of the Bank</u>											
Dividend for the year (net of treasury shares) (note 19)	-	-	-	-	-	-	-	(7,839)	(7,839)	(18)	(7,857)
Balance at 30 June 2024	11,048	53,558	(7)	13,084	(2,190)	10,755	250	36,608	123,106	105	123,211

The accompanying notes forms an integral part of these condensed consolidated interim financial information.

The independent auditor's report on the review of the condensed consolidated interim financial information is set out on page 2.

Condensed consolidated interim statement of cash flows

For the period ended (unaudited)

	Note	30 Jun 2025 AED million	30 Jun 2024 AED million
Cash flows from operating activities			
Profit before taxation		12,834	9,964
Adjustments for:			
Depreciation and amortisation of intangibles	23	473	537
Gain on sale of investment property		(78)	-
Gain on sale of property and equipment		-	(5)
Net impairment charge	24	1,637	2,377
Accreted interest		224	294
		15,090	13,167
Changes in:			
Investments at fair value through profit or loss		(18,416)	(141)
Due from central banks, banks and financial institutions		(287)	(173)
Reverse repurchase agreements		(30,118)	13,942
Loans, advances and Islamic financing		(41,052)	(31,460)
Other assets		(5,067)	(527)
Due to banks and financial institutions		55,930	(9,692)
Repurchase agreements		7,100	1,609
Customer accounts and other deposits		30,899	5,839
Derivative financial instruments		4,157	(1,665)
Other liabilities		5,208	3,227
		23,444	(5,874)
Income tax paid, net of recoveries		(886)	(826)
Board of Directors' remuneration paid		(45)	(45)
Net cash from / (used in) operating activities		22,513	(6,745)
Cash flows from investing activities			
Net movement in non trading investment securities and investment in associates		(13,659)	(2,482)
Net movement in investment properties		117	(3)
Purchase of property and equipment, net of disposals		(350)	(143)
Net cash used in investing activities		(13,892)	(2,628)
Cash flows from financing activities			
Net movement of commercial paper		21,243	1,271
Dividend paid		(8,304)	(7,816)
Issue of term borrowings	17	8,622	9,817
Repayment of term borrowings	17	(4,024)	(6,038)
Interest on Tier 1 capital notes	20	(347)	(381)
Net cash from / (used in) financing activities		17,190	(3,147)
Net increase / (decrease) in cash and cash equivalents		25,811	(12,520)
Foreign currency translation adjustment		1,887	(2,725)
Cash and cash equivalents at 1 January	26	235,828	257,198
Cash and cash equivalents	26	263,526	241,953

The accompanying notes forms an integral part of these condensed consolidated interim financial information.

The independent auditor's report on the review of the condensed consolidated interim financial information is set out on page 2.

Notes to the condensed consolidated interim financial information

1 Legal status and principal activities

First Abu Dhabi Bank PJSC (the “Bank”) is a public joint stock company with a limited liability incorporated in the emirate of Abu Dhabi, United Arab Emirates (UAE) under the Commercial Companies Law (Federal Law Number 8 of 1984 as amended). The registered address of the Bank is P. O. Box 6316, FAB Building, Khalifa Business Park, Al Qurum, Abu Dhabi, United Arab Emirates.

These condensed consolidated interim financial information as at and for the period ended 30 June 2025, comprise the Bank and its subsidiaries (together referred to as the “Group”). The Group is primarily engaged in corporate, consumer, private and investment banking activities, payment services, management services, Islamic banking activities and real estate activities; and carries out its operations through its local and overseas branches, subsidiaries and representative offices located in the United Arab Emirates, Bahrain, Brazil, Cayman Islands, China, Egypt, France, Hong Kong, India, Indonesia, Iraq, Jordan¹, Kingdom of Saudi Arabia, Kuwait, Lebanon¹, Libya, Malaysia, Oman, Qatar², Singapore, South Korea, Switzerland, the United Kingdom and the United States of America.

The Group’s Islamic banking activities are conducted in accordance with Islamic Sharia’a rules and principles as interpreted by the Internal Shariah Supervision Committee (“ISSC”) in accordance with the resolutions issued by the Higher Shariah Authority (“HSA”).

The Bank is listed on the Abu Dhabi Securities Exchange (Ticker: FAB). The consolidated financial statements of the Group as at and for the year ended 31 December 2024 are available upon request from the Group’s registered office or at website (<http://www.bankfab.com>).

¹ Under closure.

²The Bank has notified the Qatar Financial Centre Regulatory Authority (“QFCRA”) that it will relinquish its Qatar Financial Centre (“QFC”) branch license and permanently close its QFC branch.

2 Statement of compliance

These condensed consolidated interim financial information have been prepared on a going concern basis as management is satisfied that the Group has adequate resources to continue as a going concern for the foreseeable future, in accordance with IAS 34 Interim Financial Reporting and the requirements of applicable laws in the UAE. They do not include all the information required for the complete set of annual consolidated financial statements as required under IFRS Accounting Standards. These condensed consolidated interim financial information should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2024. In addition, results for the period from 1 January 2025 to 30 June 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

The Bank is in compliance with applicable provisions of the UAE Federal Decree Law No. 32 of 2021 as at the date of these condensed consolidated financial information.

These condensed consolidated interim financial information were approved by the Board of Directors and authorised for issue on 22 July 2025.

3 Basis of preparation

(a) Basis of measurement

These condensed consolidated interim financial information are prepared under the historical cost basis except for the following material items, which are measured on the following basis:

Items	Measurement basis
Investments at fair value through profit or loss (“FVTPL”)	Fair value
Derivative financial instruments	Fair value
Debt and equity instruments designated at fair value through other comprehensive income (“FVOCI”)	Fair value
Investment properties	Fair value
Recognised assets and liabilities designated as hedged items in qualifying hedge relationships	Adjusted for changes in fair value attributable to the risk being hedged
Non-financial assets acquired in settlement of Loans, advances and Islamic financing	Lower of fair value less costs to sell and the carrying amount of the loans, advances and Islamic financing

Notes to the condensed consolidated interim financial information

3 Basis of preparation (continued)

(b) Functional and presentation currency

These condensed consolidated interim financial information are presented in United Arab Emirates Dirhams (“AED”), which is the Bank’s presentation currency. The presentation of the condensed consolidated interim financial information have been rounded to the nearest millions, unless otherwise indicated. Items included in the financial statements of each of the Group’s overseas subsidiaries and branches are measured using the currency of the primary economic environment in which they operate.

4 Material accounting policies

The accounting policies and risk management framework applied by the Group in these condensed consolidated interim financial information are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 31 December 2024, except the adoption of the following new standards / amendments as of 1 January 2025.

New and amended standards and interpretations adopted

The following amendments to existing standards and framework have been applied by the Group in preparation of these condensed consolidated interim financial information. The adoption of the below amendments did not result in changes to previously reported net profit or equity of the Group.

Description	Effective from
Amendments to IAS 21 – Lack of Exchangeability	1 January 2025

Standards issued but not yet effective

A number of new standards and amendments to standards are effective for annual periods beginning after 1 January 2025 and earlier application is permitted; however, the Group has not early adopted them in preparing these condensed consolidated interim financial information.

The following new standards and amendments to the existing standards are applicable to annual reporting periods beginning on or after 1 January 2026 and early application is permitted. The Group is currently evaluating the impact of the new standards and amendments to the existing standards and expects to adopt them on the effective date.

- IFRS 18 Presentation and disclosure in financial statements - This new standard contains requirements for all entities applying IFRS for the presentation and disclosure of information in financial statements.
- Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments
- IFRS 19 Subsidiaries without Public Accountability: Disclosures – This new standard permits eligible subsidiaries to use IFRS Accounting Standards with reduced disclosures.
- Annual improvements to IFRS Accounting Standards – Volume 11

Income tax

The Group’s condensed consolidated interim financial information incorporates the UAE Federal Decree-Law No. 47 of 2022 on the Taxation of Corporations and Businesses (“Law”) enacted in 2023. The Law stipulates an effective tax rate of 9% on taxable profits above AED 375,000 and is calculated on the Group’s outlook of the Law and related Regulations.

The Group is subject to the Pillar Two Model rules as per the Organisation for Economic Cooperation and Development’s (‘OECD’) Global Anti-Base Erosion (‘GloBE’) proposal in several jurisdictions in which the Group operates. On 8 February 2025, the UAE Ministry of Finance announced detailed provisions for the application of Pillar 2 Domestic Minimum Top-up Tax (‘DMTT’) for multinational enterprises (‘MNEs’) following the publication of Federal Decree Law No. 60 of 2023, which amended certain provisions of the Law in cabinet decision No. 142 of 2024 applying a 15% Global Minimum Tax effective from 1 January 2025. The legislation is broadly aligned to the OECD inclusive framework and does not implement the Income Inclusion Rule (‘IIR’) or Under-Taxed Profits Rule (‘UTPR’).

The Group has assessed the impact by considering several factors, including the transitional safe harbour based on the most recent filings of tax returns, country-by-country reporting, and financial statements of the constituent entities. For jurisdictions where either a global minimum top-up tax or domestic minimum top-up tax, or both, have been implemented, the impact has been recognised as a part of Bank’s Income tax expenses.

The Group applies the mandatory and temporary exception from recognising and disclosing information on the associated deferred tax assets and liabilities as required by the amendments to IAS 12 ‘International Tax Reform – Pillar Two Model Rules.

Notes to the condensed consolidated interim financial information

5 Basis of consolidation

Subsidiaries (including special purpose entities) are entities that are controlled by the Group. The Group controls the investee if it meets the control criteria. The Group reassesses whether it has control if, there are changes to one or more of the elements of control. This includes circumstances in which protective rights held become substantive and lead to the Group having power over an investee. The financial statements of subsidiaries (including special purpose entities) are included in these condensed consolidated interim financial information from the date that control commences until the date that control ceases. Profit or loss and each component of other comprehensive income ("OCI") are attributed to the equity holders of the Bank and to the non-controlling interests ("NCI"), even if this results in the NCI having a deficit balance. The condensed consolidated interim financial information comprises the financial information of the Bank and those of its following subsidiaries (including special purpose entities):

Legal Name	Country of Incorporation	Principal activities	As at 30 Jun 2025	As at 31 Dec 2024
First Abu Dhabi Bank USA N.V.	Curacao	Banking	100%	100%
First Abu Dhabi Bank Securities - Sole Proprietorship L.L.C	United Arab Emirates	Brokerage	100%	100%
Abu Dhabi National Leasing LLC	United Arab Emirates	Leasing	100%	100%
Abu Dhabi National Properties Pvt. JSC ¹	United Arab Emirates	Property Management	100%	100%
FAB Private Bank (Suisse) SA	Switzerland	Banking	100%	100%
First Abu Dhabi Islamic Finance PJSC	United Arab Emirates	Islamic Finance	100%	100%
Abu Dhabi Securities Brokerage Egypt ¹	Egypt	Brokerage	96%	96%
NBAD Employee Share Options Limited	United Arab Emirates	Shares and Securities	100%	100%
National Bank of Abu Dhabi Representações Ltda	Brazil	Representative office	100%	100%
FAB Global Markets (Cayman) Limited	Cayman Islands	Financial Institution	100%	100%
Nawat Management Services - One Man Company LLC	United Arab Emirates	Services	100%	100%
Mismak Properties - Sole Proprietorship L.L.C	United Arab Emirates	Real estate investments	100%	100%
Shangri La Dubai Hotel LLC	United Arab Emirates	Real estate investments	100%	100%
First Merchant International LLC	United Arab Emirates	Real estate investments	100%	100%
FAB Employment Services LLC	United Arab Emirates	Resourcing services	100%	100%
FAB Resourcing Services LLC	United Arab Emirates	Resourcing services	100%	100%
Horizon Gulf Electromechanical Services L.L.C	United Arab Emirates	Real estate related services	100%	100%
Horizon Gulf General Contracting LLC	United Arab Emirates	Real estate related services	100%	100%
PDCS Engineering LLC	United Arab Emirates	Real estate related services	100%	100%
Horizon Gulf Oil and Gas Services LLC	United Arab Emirates	Real estate related services	100%	100%
FAB Sukuk Company Limited ³	Cayman Islands	Special purpose entity	-	-
First Gulf Libyan Bank ²	Libya	Banking services	50%	50%
First Gulf Information Technology LLC - OPC	United Arab Emirates	IT Services	100%	100%
FAB Global Business Services Limited	India	IT Services	100%	100%
FAB Capital Financial Company (A Saudi Closed Joint Stock Company)	Kingdom of Saudi Arabia	Financial Institution	100%	100%
First Abu Dhabi Bank Misr S.A.E ("FAB Misr")	Egypt	Banking	100%	100%
FAB Invest SPV RSC Limited	United Arab Emirates	Special purpose entity	100%	100%
1968A SPV RSC Limited	United Arab Emirates	Special purpose entity	100%	100%
1968B SPV RSC Limited	United Arab Emirates	Special purpose entity	100%	100%
1968C SPV RSC Limited	United Arab Emirates	Special purpose entity	100%	100%
1968D SPV RSC Limited	United Arab Emirates	Special purpose entity	100%	100%
Lime Consumer Finance	Egypt	Financial services	100%	100%

¹ Under liquidation.

² Although the Bank owns 50% of the outstanding shares of First Gulf Libyan Bank, the investment has been classified as a subsidiary as the Bank exercises control over the investee because it casts the majority of the votes on the Board of Directors.

³ FAB Sukuk Company's entire issued share capital is held by Maple FS Limited on trust for charitable purposes.

Notes to the condensed consolidated interim financial information

6 Use of estimates and judgements

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

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

Estimates and underlying assumptions are reviewed on an ongoing basis and are based on historical experiences and other factors, including expectation of future events that may have a financial impact on the Group and considered to be reasonable under the circumstances. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

7 Cash and balances with central banks

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Cash on hand	2,103	2,128
Central Bank of the UAE		
cash reserve deposits	81,616	68,961
other balances	-	10,000
Balances with other central banks	152,630	133,459
Gross cash and balances with central banks	236,349	214,548
Less: expected credit loss	(149)	(144)
Total cash and balances with central banks	236,200	214,404

As per the CBUAE regulations, the Bank is allowed to draw their balances held in the UAE reserve account, while ensuring that they meet the reserve requirements over a 14 day period. Balances with other central banks includes mandatory reserves which are available for day to day operations under certain specified conditions.

8 Investments at fair value through profit or loss

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Investments in managed funds	1	1
Investment in private equities	4,704	3,601
Investments in equities and certificates	3,171	2,226
Debt securities	66,415	50,200
Total investments at fair value through profit or loss	74,291	56,028

Included in the above are sukuk investments as at 30 June 2025 amounting to AED 3,291 million (31 December 2024: AED 2,837 million).

9 Loans, advances and Islamic financing

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Gross loans, advances and Islamic financing	587,507	550,513
Less: interest in suspense	(7,471)	(7,827)
Less: expected credit loss	(11,996)	(13,789)
Net loans, advances and Islamic financing	568,040	528,897

Notes to the condensed consolidated interim financial information

9 Loans, advances and Islamic financing (continued)

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
By counterparty:		
Government sector	74,999	72,830
Public sector	79,283	81,027
Banking sector	31,452	17,993
Corporate / private sector	312,752	294,255
Personal / retail sector	89,021	84,408
Gross loans, advances and Islamic financing	587,507	550,513

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
By product:		
Overdrafts	20,167	19,470
Term loans	459,184	443,286
Trade related loans	70,623	50,488
Personal loans	29,935	30,075
Credit cards	5,600	5,478
Vehicle financing loans	1,998	1,716
Gross loans, advances and Islamic financing	587,507	550,513

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Concentration by industry sector:		
Agriculture	5,071	3,301
Energy	46,024	40,848
Manufacturing	27,708	28,641
Construction	10,902	11,033
Real estate	97,091	94,408
Trading	27,638	24,936
Transport and communication	41,523	40,600
Banks	31,452	17,993
Other financial institutions	85,235	84,157
Services	50,843	47,358
Government	74,999	72,830
Personal – loans and credit cards	50,113	49,472
Personal - retail mortgage	38,908	34,936
Gross loans, advances and Islamic financing	587,507	550,513

Included in the above Loans, advances and Islamic financing are the following Islamic financing contracts:

Islamic financing contracts

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Murabaha	27,634	26,308
Ijara	17,456	15,731
Others	726	567
Gross Islamic financing contracts	45,816	42,606
Less: suspended profit	(176)	(164)
Less: expected credit loss	(1,610)	(1,827)
Total Islamic financing contracts	44,030	40,615

Notes to the condensed consolidated interim financial information

10 Non trading investment securities

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Fair value through other comprehensive income (FVOCI):		
- with recycle to profit or loss (Debt investments securities)	189,444	177,922
- without recycle to profit or loss (Equity investments securities ¹)	6,439	5,495
Amortised cost securities	3,987	4,030
Gross non trading investment securities	199,870	187,447
Less: expected credit loss on amortised cost securities	(1)	(1)
Total non trading investment securities	199,869	187,446

¹Equity investments securities measured at FVOCI are strategic investments for long term purposes.

An analysis of non trading investments securities by class at the reporting date is shown below:

	(unaudited) 30 Jun 2025 AED million			(audited) 31 Dec 2024 AED million		
	Quoted	Unquoted	Total	Quoted	Unquoted	Total
Equity investment securities	6,103	336	6,439	1,187	4,308	5,495
Debt investment securities	192,374	1,057	193,431	181,032	920	181,952
Gross non trading investment securities	198,477	1,393	199,870	182,219	5,228	187,447
Less: expected credit loss on amortised cost securities	(1)	-	(1)	(1)	-	(1)
Total non trading investment securities	198,476	1,393	199,869	182,218	5,228	187,446

Included in the above are sukuk investments as at 30 June 2025 amounting to AED 8,687 million (31 December 2024: AED 8,864 million).

Debt investments securities under repurchase agreements included in non trading investment securities as at 30 June 2025 amounted to AED 26,264 million (31 December 2024: AED 25,660 million).

As at 30 June 2025, the fair value of non trading investment securities measured at amortised cost amounted to AED 3,884 million (31 December 2024: AED 3,867 million).

The provision against financial instruments classified as FVOCI is included in the fair value reserve under equity.

11 Investment in associates

The list of associates are as follows:

Legal Name	Country of incorporation	Principal activities	(unaudited) 30 Jun 2025	(audited) 31 Dec 2024
Neptune Project Holding 1 Limited (UAE) ("NPH1")	United Arab Emirates	Payment services	34%	34%
Midmak Properties LLC	United Arab Emirates	Real estate investments	16%	16%
Emirates Digital Wallet LLC	United Arab Emirates	Payment services	24%	24%

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Investment in associates	5,435	4,963
Total investment in associates	5,435	4,963

On 9 June 2023, FAB had entered into an agreement with affiliates of Brookfield Asset Management ("Brookfield"), together with other co-investors, for the acquisition by BCP VI Neptune Bidco Holdings Limited of Network International Holdings Plc ("Network") for AED 10.3 billion (GBP 2.2 billion). Pursuant to effectiveness of the Scheme of Arrangement (under Part 26 of the UK Companies Act 2006), on 17 September 2024, FAB alongside Brookfield and other co-investors has acquired 100% of the share capital of Network (the "Network International Acquisition") through BCP VI Neptune Bidco Holdings Limited.

Notes to the condensed consolidated interim financial information

11 Investment in associates (continued)

Under the terms of the agreement, FAB and other parties had provided equity funding, interim and revolving financing facilities to facilitate the Network International Acquisition. Additionally, FAB has entered into an agreement with Brookfield and other co-investors to transfer its investment in BCP Growth Holdings Limited in exchange for a convertible loan instrument that will convert into an equity investment in NPH1 following receipt of necessary regulatory clearances. Upon completion of the conversion, FAB will hold an effective holding of c.34% in NPH1. In the interim period, the convertible loan instrument will provide FAB with an economic interest equivalent to its anticipated final effective holding of c.34% in NPH1. Accordingly, the shareholding in NPH1 has been recognised as an investment in associate during the previous year.

12 Investment properties

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
As at beginning of the period	8,169	8,162
Additions	3	8
Disposals	(42)	(2)
Fair value adjustment	-	1
As at end of the period	8,130	8,169

The fair value of the investment properties is based on the valuations performed by third party valuers as at 31 December 2024 and all are level 3 under the fair value hierarchy.

13 Intangibles

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Goodwill	18,693	18,693
Customer relationship	1,778	1,778
Core deposits	704	704
License	369	369
Brand	22	22
Gross intangibles	21,566	21,566
Accumulated amortisation	(1,724)	(1,627)
Total intangibles	19,842	19,939

14 Due to banks and financial institutions

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Banks and financial institutions	38,308	36,724
Central banks	89,518	35,172
Total due to banks and financial institutions	127,826	71,896

15 Commercial paper

The Bank has a Euro Commercial Paper programme with a limit of USD 3.5 billion and a US Dollar Commercial Paper programme with a limit of USD 10 billion.

The notes outstanding as at 30 June 2025 amounted to AED 39,131 million (31 December 2024: AED 17,888 million) and have maturity period of less than 12 months.

The Group has not had any defaults of principal, interest or other breaches with respect to its commercial paper programs during the period ended 30 June 2025 and year ended 31 December 2024.

Notes to the condensed consolidated interim financial information

16 Customer accounts and other deposits

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
By account:		
Current accounts	354,941	321,176
Savings accounts	46,256	38,713
Margin accounts	4,297	3,552
Notice and time deposits	368,872	385,034
	774,366	748,475
Certificates of deposit	39,103	33,904
Total customer accounts and other deposits	813,469	782,379

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
By counterparty:		
Government sector	148,470	174,519
Public sector	64,341	87,152
Corporate / private sector	420,481	358,779
Personal / retail sector	141,074	128,025
	774,366	748,475
Certificates of deposit	39,103	33,904
Total customer accounts and other deposits	813,469	782,379

Included in the above customer accounts and other deposits are the following Islamic customer deposits:

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Wakala deposits	10,530	9,037
Mudaraba saving deposits	7,901	5,389
Current account	2,914	2,638
Murabaha deposits	645	686
Margin deposits	92	82
Mudaraba term deposits	55	52
Total Islamic customer deposits	22,137	17,884

17 Term borrowings

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Amortised cost	70,625	64,106
Fair value through profit or loss	958	682
Total term borrowings	71,583	64,788

During the period, the Bank has issued various fixed and floating rate notes. The movement of term borrowings during the period is below:

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
As at beginning of the period	64,788	63,939
New issuances	8,622	14,648
Repayments	(4,024)	(12,461)
Fair valuations, exchange movements and other adjustments	2,197	(1,338)
As at end of the period	71,583	64,788

Notes to the condensed consolidated interim financial information

17 Term borrowings (continued)

Currency	Interest (range)	30 Jun 2025 (unaudited)						31 Dec 2024 (audited)					
		Up to 3 months AED million	3 months to 1 year AED million	1 to 3 years AED million	3 to 5 years AED million	Over 5 years AED million	Total AED million	Up to 3 months AED million	3 months to 1 year AED million	1 to 3 years AED million	3 to 5 years AED million	Over 5 years AED million	Total AED million
USD	Fixed rate of up to 6.66% p.a.	-	2,486	10,715	8,259	9,772	31,232	3,356	126	6,864	12,885	7,332	30,563
USD	USD SOFR QRT OB SHIFT - 5BD + up to 4.773% p.a.	533	1,249	3,291	13,716	-	18,789	129	606	4,172	8,101	-	13,008
EUR	Fixed rate of 0.125% to 3.00% p.a.	430	3,172	2,101	61	176	5,940	-	378	4,599	46	156	5,179
CNH	Fixed rate of 2.07% to 4.05% p.a.	2,866	1,334	382	-	-	4,582	69	3,298	1,398	-	-	4,765
CHF	Fixed rate of 0.078% to 1.072% p.a.	-	1,613	2,782	-	-	4,395	-	604	3,243	-	-	3,847
GBP	Fixed rate of 0.875% to 2.205% p.a.	141	2,252	1,205	90	-	3,688	-	1,885	1,072	79	-	3,036
AED	Fixed rate of 4.00% to 6.00% p.a.	-	100	1,306	-	-	1,406	-	-	1,396	6	-	1,402
AUD	3 month AUD BBSW + up to 4.459% p.a.	72	145	219	71	-	507	797	68	345	68	-	1,278
HKD	Fixed rate of 1.435% to 3.94% p.a.	84	231	184	-	-	499	-	825	432	-	-	1,257
JPY	Fixed rate of 2.60% p.a.	-	-	251	-	-	251	-	-	228	-	-	228
AUD	Fixed rate of 1.87% p.a.	-	-	151	-	-	151	-	-	140	-	-	140
NZD	Fixed rate of 5.5% p.a.	-	-	81	-	-	81	-	-	-	75	-	75
TRY	Fixed rate of up to 44.6% p.a.	31	-	-	-	-	31	-	-	-	-	-	-
EGP	Fixed rate of up to 20.92% p.a.	-	19	-	-	-	19	-	-	-	-	-	-
MXN	Fixed rate of 0.50% p.a.	-	-	12	-	-	12	-	-	-	10	-	10
Total term borrowings		4,157	12,601	22,680	22,197	9,948	71,583	4,351	7,790	23,889	21,270	7,488	64,788

Included in the above are sukuk borrowings as at 30 June 2025 amounting to AED 14,095 million (31 December 2024: 13,654 million).

Notes to the condensed consolidated interim financial information

18 Subordinated notes

Date of issue	Currency	Interest rate	Maturity date	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
10 December 2012	MYR	Fixed rate of 4.75% p.a.	9 December 2027	430	399
4 October 2023	USD	Fixed rate of 6.32% p.a. until 4 April 2029 and if not called, then from 4 April 2029 to the maturity date, the prevailing 5-Year US Treasury rate + 1.70% p.a.	4 April 2034	3,776	3,715
16 July 2024	USD	Fixed rate of 5.804% p.a. until 16 January 2030 and if not called, then from 16 January 2030 to the maturity date, the prevailing 5-Year US Treasury rate + 1.55% p.a.	16 January 2035	2,797	2,747
Total subordinated notes				7,003	6,861

The Bank has hedged the interest rate and foreign currency exposure on the subordinated notes. The Bank has not had any defaults of principal, interest, or other breaches with respect to its subordinated notes during the period ended 30 June 2025 and year ended 31 December 2024.

19 Capital and reserves

Share capital

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Authorised share capital	11,048	11,048
Ordinary shares of AED 1 each	11,048	11,048

At the Annual General Meeting (AGM) held on 11 March 2025, the shareholders of the Bank approved a cash dividend of AED 0.75 per ordinary share amounting to AED 8,286 million (31 December 2023: cash dividend of AED 0.71 per ordinary share amounting to AED 7,844 million).

Other reserves

Other reserves include the following:

	Fair value reserve AED million	General reserve AED million	Foreign currency translation reserve AED million	IFRS 9 reserve - specific AED million	IFRS 9 reserve – collective AED million	Total AED million
As at 1 January 2025	(2,299)	278	(4,844)	-	2,868	(3,997)
Other comprehensive gain/(loss) for the period	(130)	-	240	-	-	110
IFRS 9 reserve movement	-	-	-	-	483	483
Realised gain on sale of FVOCI Investment	(63)	-	-	-	-	(63)
As at 30 June 2025	(2,492)	278	(4,604)	-	3,351	(3,467)
As at 1 January 2024	(1,185)	228	(2,925)	1,222	2,868	208
Other comprehensive loss for the period	(678)	-	(1,717)	-	-	(2,395)
Realised gain on sale of FVOCI Investment	(3)	-	-	-	-	(3)
As at 30 June 2024	(1,866)	228	(4,642)	1,222	2,868	(2,190)

Notes to the condensed consolidated interim financial information

20 Tier 1 capital notes

Issuance	Currency	Interest rate	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Government of Abu Dhabi Tier 1 capital notes	AED	Floating interest of 6-month EIBOR plus 2.3% p.a.	8,000	8,000
USD 750 million Tier 1 capital notes	USD	Fixed rate of 4.50% p.a., thereafter, reset on the first date and every sixth anniversary; thereafter on the basis of the aggregate of the margin and the relevant six year reset on the relevant U.S. Securities determination date	2,755	2,755
Total Tier 1 capital notes			10,755	10,755

Tier 1 capital notes are perpetual, subordinated, unsecured and carry coupons to be paid semi-annually in arrears. The Bank may elect not to pay a coupon at its own discretion. The note holder does not have a right to claim the coupon and an election by the Bank not to service coupon is not considered an event of default. In addition, there are certain circumstances under which the Bank is prohibited from making a coupon payment on a relevant coupon payment date.

If the Bank makes a non-payment election or a non-payment event occurs, then the Bank will not (a) declare or pay any distribution or dividend or (b) redeem, purchase, cancel, reduce or otherwise acquire any of the share capital or any securities of the Bank ranking pari passu with or junior to the notes except securities, the term of which stipulate a mandatory redemption or conversion into equity, in each case unless or until two consecutive coupon payments have been paid in full.

During the period, the coupon payment election was made by the Bank amounting to AED 347 million (30 June 2024: AED 381 million).

21 Net foreign exchange (loss) / gain

	(unaudited) Six month period ended 30 Jun 2025 AED million	(unaudited) Six month period ended 30 Jun 2024 AED million	(unaudited) Three month period ended 30 Jun 2025 AED million	(unaudited) Three month period ended 30 Jun 2024 AED million
Trading and retranslation (loss) / gain on foreign exchange and related derivatives ¹	(1,334)	490	(599)	(198)
Dealings with customers	903	704	467	342
Total net foreign exchange (loss) / gain	(431)	1,194	(132)	144

¹Due to effective hedging strategies, the offsetting impact of hedging instruments is reflected in the net gain on investments and derivatives.

22 Net gain on investments and derivatives

	(unaudited) Six month period ended 30 Jun 2025 AED million	(unaudited) Six month period ended 30 Jun 2024 AED million	(unaudited) Three month period ended 30 Jun 2025 AED million	(unaudited) Three month period ended 30 Jun 2024 AED million
Net realised and unrealised gain on investments at fair value through profit or loss and derivatives	5,350	2,779	2,753	1,721
Net loss on sale of non trading investment securities	(24)	(194)	(36)	(93)
Dividend and other income	164	99	131	57
Total net gain on investments and derivatives	5,490	2,684	2,848	1,685

Notes to the condensed consolidated interim financial information

23 General, administration and other operating expenses

	(unaudited) Six month period ended 30 Jun 2025 AED million	(unaudited) Six month period ended 30 Jun 2024 AED million	(unaudited) Three month period ended 30 Jun 2025 AED million	(unaudited) Three month period ended 30 Jun 2024 AED million
Staff costs	2,038	2,035	1,008	1,027
Information technology expenses	742	546	374	277
Depreciation	362	426	184	217
Professional fees	277	214	154	121
Amortisation of intangibles	111	111	56	55
Communication expenses	108	109	56	55
Premises expenses	100	98	51	48
Publicity and advertisement	77	62	39	31
Sponsorships and donations	53	39	27	20
Other general and administration expenses	131	202	85	75
Total general, administration and other operating expenses	3,999	3,842	2,034	1,926

24 Net impairment charge

	(unaudited) Six month period ended 30 Jun 2025 AED million	(unaudited) Six month period ended 30 Jun 2024 AED million	(unaudited) Three month period ended 30 Jun 2025 AED million	(unaudited) Three month period ended 30 Jun 2024 AED million
Impairment charge on				
loans, advances and Islamic financing	1,550	2,336	796	1,355
other financial assets	51	(25)	23	(70)
unfunded exposures	20	(35)	9	(57)
Recoveries	(161)	(457)	(87)	(361)
Write off of impaired financial assets	16	101	11	29
Total net impairment charge	1,476	1,920	752	896

25 Earnings per share

Earnings per share is calculated by dividing the net profit for the period after deduction of Tier 1 capital notes payment by the weighted average number of ordinary shares outstanding during the period as set out below:

	(unaudited) Six month period ended 30 Jun 2025	(unaudited) Six month period ended 30 Jun 2024	(unaudited) Three month period ended 30 Jun 2025	(unaudited) Three month period ended 30 Jun 2024
Basic earnings per share:				
Net profit for the period (AED million)	10,632	8,406	5,506	4,255
Less: payment on Tier 1 capital notes (AED million)	(347)	(381)	(62)	(62)
Net profit after payment of Tier 1 capital notes (AED million)	10,285	8,025	5,444	4,193
Weighted average number of ordinary shares:				
Weighted average number of ordinary shares (million)	11,048	11,041	11,048	11,041
Basic and diluted earnings per share (AED)	0.93	0.73	0.49	0.38

Notes to the condensed consolidated interim financial information

26 Cash and cash equivalents

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Cash and balances with central banks	236,349	214,548
Due from banks and financial institutions	29,958	23,774
	266,307	238,322
Less: balances with central banks maturing after three months of placement	(418)	(690)
Less: due from banks and financial institutions maturing after three months of placement	(1,192)	(908)
Less: restricted deposits with central banks for regulatory purposes	(1,171)	(896)
Total cash and cash equivalents	263,526	235,828

Cash and cash equivalents include notes and coins on hand, unrestricted balances held with central banks and highly liquid financial assets with original maturities of three months or less from the date of its acquisition.

27 Commitments and contingencies

The Group, in the ordinary course of business, enters into various types of transactions that involve undertaking certain commitments such as letters of credit, guarantees and undrawn loan commitments.

There were no other significant changes in contingent liabilities and commitments during the period other than those arising out of normal course of business.

	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Letter of credit	40,897	39,752
Guarantees	152,576	138,198
Trade contingencies	193,473	177,950
Undrawn commitment to extend credit	104,025	78,962
Commitments for future private equity investments	2,325	2,181
Total commitments	106,350	81,143
Total commitments and contingencies	299,823	259,093

Notes to the condensed consolidated interim financial information

28 Segmental information

Operating segments are identified on the basis of internal reports about the components of the Group that are regularly reviewed by the Group's CEO (the Group's Chief Operating Decision Maker) in order to allocate resources to the segment and to assess its performance.

During the period, the Group reorganised its operating segments in line with its customer-centric strategy, resulting in changes to the composition and reporting of the Bank's operating segments. The Group's operating structure consist of four key operating segments across geographic regions, driving strategy, customer value propositions, product and channel development, and customer relationships, while supporting the Group's financial performance. The Chief Operating Decision Maker now reviews the performance of the Bank based on the new segment structure.

The measurement basis for segment profit or loss and segment assets remains unchanged due to the reorganization. Comparative information for previous periods has been restated to reflect the new reportable segments

Business segments

Investment Banking & Markets ("IB&M")

IB&M provides institutional and public sector clients with a broad range of banking and financing solutions including corporate & Islamic finance, capital markets, trade, liquidity, cash management services and global markets products. It also encompasses market-making, risk management and investment management activities for the Group.

Wholesale Banking ("WB")

WB serves large and medium-sized corporates with a broad range of banking and financing solutions including corporate & Islamic finance, capital markets, trade, liquidity, cash management services and global markets products.

Personal, Business, Wealth, & Privileged Client Banking Group ("PBW&PCBG")

PBW&PCBG serves a diverse client base including affluent, high and ultra-high net worth individuals, privileged clients and family offices, as well as small to medium-sized businesses. The division offers retail banking, private banking and tailored investment and advisory solutions, leveraging advanced AI & digital capabilities along with distribution and sales channels to deliver a seamless experience across the entire customer journey.

Head Office ("HO")

HO includes FAB Group's support functions and the share of results of associates and certain subsidiaries partially or fully owned by the Group providing banking services and other complementary offerings. These include FAB Misr, First Gulf Libya, Mismak, Abu Dhabi National Properties and legacy portfolios.

Geographic segments

The Group is managing its various business segments through a network of branches, subsidiaries and representative offices within the two defined geographic segments which are UAE and International. Balance sheet and income statement information presented within this section is principally the location from which a client relationship exists and is managed, which may differ from where it is financially booked.

Notes to the condensed consolidated interim financial information

28 Segmental information (continued)

	Business Segments					Geographic Segments		
	IB&M AED million	WB AED million	PBW&PCBG AED million	HO AED million	Total AED million	UAE AED million	International AED million	Total AED million
For the period ended 30 June 2025 (unaudited)								
Net interest income and income from Islamic financing and investing products	2,905	1,931	4,394	729	9,959	8,012	1,947	9,959
Net non interest income	3,146	1,081	1,947	2,176	8,350	7,203	1,147	8,350
Operating income	6,051	3,012	6,341	2,905	18,309	15,215	3,094	18,309
General, administration and other operating expenses	(782)	(560)	(2,019)	(638)	(3,999)	(3,049)	(950)	(3,999)
Net impairment charge	(89)	(157)	(381)	(849)	(1,476)	(1,235)	(241)	(1,476)
Profit before taxation	5,180	2,295	3,941	1,418	12,834	10,931	1,903	12,834
As at 30 June 2025 (unaudited)								
Segment assets	457,423	162,940	232,027	490,997	1,343,387	960,489	382,898	1,343,387
Segment liabilities	351,366	251,718	287,367	319,969	1,210,420	976,229	234,191	1,210,420
For the period ended 30 June 2024 (unaudited)								
Net interest income and income from Islamic financing and investing products	2,808	1,843	4,429	707	9,787	7,851	1,936	9,787
Net non interest income	2,381	854	1,242	1,462	5,939	4,193	1,746	5,939
Operating income	5,189	2,697	5,671	2,169	15,726	12,044	3,682	15,726
General, administration and other operating expenses	(711)	(516)	(1,851)	(764)	(3,842)	(2,834)	(1,008)	(3,842)
Net impairment charge	75	(324)	(495)	(1,176)	(1,920)	(1,915)	(5)	(1,920)
Profit before taxation	4,553	1,857	3,325	229	9,964	7,295	2,669	9,964
As at 31 December 2024 (audited)								
Segment assets	384,857	148,864	228,082	451,444	1,213,247	895,432	317,815	1,213,247
Segment liabilities	299,721	231,271	263,869	287,511	1,082,372	878,745	203,627	1,082,372

Notes to the condensed consolidated interim financial information

29 Related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. Related parties comprise major shareholders, Board of Directors and key management personnel of the Group. Key management personnel comprise those executive committee members (“EXCO”) of the Group who are involved in the strategic planning and decision making of the Group. The terms of these transactions are approved by the Group’s management and are made on terms agreed by the Board of Directors or management.

The Group operates in a market dominated by entities directly or indirectly controlled by the Government of Abu Dhabi through its government authorities, agencies, affiliations and other organizations, collectively referred to as government related entities. The Group has transactions with other government related entities and these transactions are conducted in the ordinary course of its business on terms agreed by the Board.

Details of Board of Directors remuneration and key management personnel remuneration is as follows:

	(unaudited) 30 Jun 2025 AED million	(unaudited) 30 Jun 2024 AED million
BOD remuneration paid during the period	45	45
Short term benefits	50	50
Long term benefits	5	1

Balances with related parties at the reporting date are shown below:

	Board of Directors AED million	Major shareholders AED million	Senior management AED million	Associates AED million	Total AED million
As of 30 June 2025 (unaudited)					
Financial assets					
Investments at fair value through profit or loss	-	135	-	-	135
Reverse purchase agreements	-	208	-	-	208
Derivative financial instruments	-	295	-	3	298
Loans, advances and Islamic financing	3,434	32,466	153	1,086	37,139
Non trading investment securities	-	3,763	-	-	3,763
Other assets	51	221	6	-	278
Financial liabilities					
Derivative financial instruments	-	170	-	13	183
Customer accounts and other deposits	11,339	11,872	80	653	23,944
Other liabilities	156	152	1	-	309
Contingent liabilities					
Derivatives	-	9,966	-	1,685	11,651
Letter of credit	-	225	-	-	225
Guarantees	180	1,148	-	1	1,329
For the period ended 30 June 2025 (unaudited)					
Interest income	83	855	3	34	975
Interest expense	(174)	(236)	(1)	(45)	(456)
Fee and commission income	10	69	-	2	81
Fee and commission expense	-	-	-	(70)	(70)
Net gain on investments and derivatives	-	91	-	7	98

Notes to the condensed consolidated interim financial information

29 Related parties (continued)

	Board of Directors AED million	Major shareholders AED million	Senior management AED million	Associates AED million	Total AED million
As of 31 December 2024 (audited)					
Financial assets					
Investments at fair value through profit or loss	-	81	-	-	81
Reverse purchase agreements	-	347	-	-	347
Derivative financial instruments	-	17	-	-	17
Loans, advances and Islamic financing	2,652	32,218	145	1,042	36,057
Non trading investment securities	-	3,515	-	-	3,515
Other assets	21	433	7	-	461
Financial liabilities					
Derivative financial instruments	-	267	-	4	271
Customer accounts and other deposits	9,736	19,232	61	636	29,665
Other liabilities	197	191	1	-	389
Contingent liabilities					
Derivatives	-	10,218	-	750	10,968
Letter of credit	-	433	-	-	433
Guarantees	181	2,058	-	-	2,239
For the period ended 30 June 2024 (unaudited)					
Interest income	65	949	3	47	1,064
Interest expense	(224)	(255)	(1)	(77)	(557)
Fee and commission income	3	69	-	4	76
Fee and commission expense	-	-	-	(58)	(58)
Net gain on investments and derivatives	-	35	-	26	61

As at 30 June 2025, the ECL allowance held against related party balances amounted to AED 40 million (31 December 2024: AED 33 million).

Notes to the condensed consolidated interim financial information

30 Financial risk management

Credit risk

Credit risk is the risk that a customer or counterparty to a financial asset fails to meet its contractual obligations and cause the Group to incur a financial loss. It arises principally from the Group's loans, advances and Islamic financing, due from banks and financial institutions, reverse repurchase agreements and non trading debt investments, derivative financial instruments and certain other financial assets.

Credit quality analysis

The following tables set out information about the credit quality of financial assets measured at amortised cost, and fair value through other comprehensive income (FVOCI) debt investments without considering collateral or other credit enhancement. Unless specifically indicated, for financial assets, the amounts in the table represent gross carrying amounts. For loan commitments and financial guarantee contracts, the amounts in the table represent the amounts committed or guaranteed, respectively.

Notes to the condensed consolidated interim financial information

30 Financial risk management (continued)

Credit risk (continued)

The Group measures its exposure to credit risk by reference to the gross carrying amount of financial assets less amounts offset, interest in suspense and impairment losses, if any.

The carrying amount of financial assets represents the maximum credit exposure.

As at 30 June 2025
(unaudited)

	Stage 1		Stage 2		Stage 3		Purchased or originated credit impaired ⁴		Total	
	Exposure AED million	Provision AED million	Exposure AED million	Provision AED million	Exposure AED million	Provision AED million	Exposure AED million	Provision AED million	Exposure AED million	Provision AED million
Balances with central banks	232,810	31	1,436	118	-	-	-	-	234,246	149
Due from banks and financial institutions	27,605	12	2,352	40	1	1	-	-	29,958	53
Reverse repurchase agreements	99,873	101	-	-	-	-	-	-	99,873	101
Loans, advances and Islamic financing ¹	552,149	2,808	11,352	1,990	20,291	6,765	3,715	433	587,507	11,996
Non trading investment securities										
Amortised cost securities	3,987	1	-	-	-	-	-	-	3,987	1
FVOCI debt securities ²	189,358	166	-	-	86	4	-	-	189,444	170
Other assets ³	25,623	275	20	3	122	26	-	-	25,765	304
Unfunded exposures	291,663	364	3,661	93	2,174	626	-	-	297,498	1,083
	1,423,068	3,758	18,821	2,244	22,674	7,422	3,715	433	1,468,278	13,857

¹The exposure represents gross loans, advances and Islamic financing, including interest in suspense of AED 7,471 million primarily on Stage 3 and purchased or originated credit impaired assets (POCI).

²The provision against financial instruments classified as FVOCI is included in the fair value reserve under equity.

³On certain assets included as part of other assets, ECL is computed based on simplified approach.

⁴The Group, from an internal credit quality point of view, considers AED 3,646 million as par to non performing loans, advances and Islamic financing.

Notes to the condensed consolidated interim financial information

30 Financial risk management (continued)

Credit risk (continued)

As at 31 December 2024 (audited)	Stage 1		Stage 2		Stage 3		Purchased or originated credit impaired ⁴		Total	
	Exposure AED million	Provision AED million	Exposure AED million	Provision AED million	Exposure AED million	Provision AED million	Exposure AED million	Provision AED million	Exposure AED million	Provision AED million
Balances with central banks	211,273	26	1,147	118	-	-	-	-	212,420	144
Due from banks and financial institutions	21,493	9	2,281	41	-	-	-	-	23,774	50
Reverse repurchase agreements	69,755	94	-	-	-	-	-	-	69,755	94
Loans, advances and Islamic financing ¹	513,581	2,618	10,528	1,778	22,677	8,943	3,727	450	550,513	13,789
Non trading investment securities										
Amortised cost securities	4,030	1	-	-	-	-	-	-	4,030	1
FVOCI debt securities ²	177,834	166	-	-	88	4	-	-	177,922	170
Other assets ³	23,190	224	9	6	122	37	-	-	23,321	267
Unfunded exposures	250,775	300	3,842	154	2,294	607	1	-	256,912	1,061
	1,271,931	3,438	17,807	2,097	25,181	9,591	3,728	450	1,318,647	15,576

¹The exposure represents gross loans, advances and Islamic financing including interest in suspense of AED 7,827 million primarily on Stage 3 and purchased or originated credit impaired assets (POCI).

²The provision against financial instruments classified as FVOCI is included in the fair value reserve under equity.

³On certain assets included as part of other assets, ECL is computed based on simplified approach.

⁴The Group, from an internal credit quality point of view, considers AED 3,664 million as par to non performing loans, advances and Islamic financing.

Notes to the condensed consolidated interim financial information

30 Financial risk management (continued)

Credit risk (continued)

The movement of gross exposure is as follows:

Loans, advances and Islamic financing (unaudited)	Stage 1 AED million	Stage 2 AED million	Stage 3 AED million	POCI AED million	Total AED million
Balance as at 1 January 2025	513,581	10,528	22,677	3,727	550,513
Transfers:					
Transfer from Stage 1 to Stage 2	(3,105)	3,105	-	-	-
Transfer from Stage 1 to Stage 3	(584)	-	584	-	-
Transfer from Stage 2 to Stage 1	1,554	(1,554)	-	-	-
Transfer from Stage 2 to Stage 3	-	(1,170)	1,170	-	-
Transfer from Stage 3 to Stage 2	-	729	(729)	-	-
Transfer from Stage 3 to Stage 1	94	-	(94)	-	-
	(2,041)	1,110	931	-	-
Net amounts written-off	(4)	(127)	(3,253)	(18)	(3,402)
Net non stage movements	40,613	(159)	(64)	6	40,396
Balance as at 30 June 2025	552,149	11,352	20,291	3,715	587,507

Unfunded exposure (unaudited)	Stage 1 AED million	Stage 2 AED million	Stage 3 AED million	POCI AED million	Total AED million
Balance as at 1 January 2025	250,775	3,842	2,294	1	256,912
Transfers:					
Transfer from Stage 1 to Stage 2	(489)	489	-	-	-
Transfer from Stage 1 to Stage 3	(6)	-	6	-	-
Transfer from Stage 2 to Stage 1	417	(417)	-	-	-
Transfer from Stage 2 to Stage 3	-	(55)	55	-	-
Transfer from Stage 3 to Stage 2	-	15	(15)	-	-
Transfer from Stage 3 to Stage 1	27	-	(27)	-	-
	(51)	32	19	-	-
Net non stage movements	40,939	(213)	(139)	(1)	40,586
Balance as at 30 June 2025	291,663	3,661	2,174	-	297,498

Loans, advances and Islamic financing (unaudited)	Stage 1 AED million	Stage 2 AED million	Stage 3 AED million	POCI AED million	Total AED million
Balance as at 1 January 2024	464,787	12,938	22,924	3,992	504,641
Transfers:					
Transfer from Stage 1 to Stage 2	(1,930)	1,930	-	-	-
Transfer from Stage 1 to Stage 3	(1,075)	-	1,075	-	-
Transfer from Stage 2 to Stage 1	1,247	(1,247)	-	-	-
Transfer from Stage 2 to Stage 3	-	(1,716)	1,716	-	-
Transfer from Stage 3 to Stage 2	-	455	(455)	-	-
Transfer from Stage 3 to Stage 1	86	-	(86)	-	-
	(1,672)	(578)	2,250	-	-
Net amounts written-off	(11)	(33)	(2,059)	(71)	(2,174)
Net non stage movements	33,005	(1,164)	(1)	14	31,854
Balance as at 30 June 2024	496,109	11,163	23,114	3,935	534,321

Notes to the condensed consolidated interim financial information

30 Financial risk management (continued)

Credit risk (continued)

Unfunded exposure (unaudited)	Stage 1 AED million	Stage 2 AED million	Stage 3 AED million	POCI AED million	Total AED million
Balance as at 1 January 2024	237,130	4,313	1,664	5	243,112
Transfers:					
Transfer from Stage 1 to Stage 2	(1,009)	1,009	-	-	-
Transfer from Stage 1 to Stage 3	(10)	-	10	-	-
Transfer from Stage 2 to Stage 1	108	(108)	-	-	-
Transfer from Stage 2 to Stage 3	-	(7)	7	-	-
Transfer from Stage 3 to Stage 2	-	7	(7)	-	-
	(911)	901	10	-	-
Net non stage movements	(7,100)	(813)	(103)	(4)	(8,020)
Balance as at 30 June 2024	229,119	4,401	1,571	1	235,092

There were no material movement between stages for other financial assets for the period ended 30 June 2025 and 30 June 2024.

Loss allowance

The following tables show reconciliations from the opening to the closing balance of the loss allowance for financial assets. The basis for determining transfers due to changes in credit risk is set out in the Group's accounting policy; refer note 6(a)(vii) of the consolidated financial statements for the year ended 31 December 2024.

Loss allowance (unaudited)	Stage 1 ¹ AED million	Stage 2 AED million	Stage 3 AED million	POCI AED million	Total AED million
Balance as at 1 January 2025	3,438	2,097	9,591	450	15,576
Transfers:					
Transfer from Stage 1 to Stage 2	(216)	216	-	-	-
Transfer from Stage 1 to Stage 3	(19)	-	19	-	-
Transfer from Stage 2 to Stage 1	69	(69)	-	-	-
Transfer from Stage 2 to Stage 3	-	(221)	221	-	-
Transfer from Stage 3 to Stage 2	-	254	(254)	-	-
Transfer from Stage 3 to Stage 1	37	-	(37)	-	-
	(129)	180	(51)	-	-
Impact of change in provision	447	91	1,093	(10)	1,621
Write offs and other adjustments	2	(124)	(3,211)	(7)	(3,340)
Balance as at 30 June 2025	3,758	2,244	7,422	433	13,857

Loss allowance (unaudited)	Stage 1 ¹ AED million	Stage 2 AED million	Stage 3 AED million	POCI AED million	Total AED million
Balance as at 1 January 2024	2,571	2,250	9,923	536	15,280
Transfers:					
Transfer from Stage 1 to Stage 2	(68)	68	-	-	-
Transfer from Stage 1 to Stage 3	(25)	-	25	-	-
Transfer from Stage 2 to Stage 1	89	(89)	-	-	-
Transfer from Stage 2 to Stage 3	-	(153)	153	-	-
Transfer from Stage 3 to Stage 2	-	83	(83)	-	-
Transfer from Stage 3 to Stage 1	53	-	(53)	-	-
	49	(91)	42	-	-
Impact of change in provision	553	573	1,118	32	2,276
Write offs and other adjustments	(51)	(105)	(2,003)	(111)	(2,270)
Balance as at 30 June 2024	3,122	2,627	9,080	457	15,286

¹On certain assets included as part of other assets, ECL is computed based on simplified approach.

There were no material movement between stages for other financial assets for the period ended 30 June 2025 and 30 June 2024.

Notes to the condensed consolidated interim financial information

30 Financial risk management (continued)

Credit risk (continued)

The Group's credit concentration by counterparty for Investments at fair value through profit or loss and non trading investment securities are disclosed below:

	Non trading investment securities		Investments at fair value through profit or loss	
	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
Government sector	134,036	120,846	60,823	43,736
Supranational	1,159	1,072	41	19
Public sector	13,883	14,014	988	999
Banking sector	19,720	23,683	1,468	2,732
Corporate / private sector	31,072	27,832	10,971	8,542
	199,870	187,447	74,291	56,028
Less: expected credit loss on amortised cost securities	(1)	(1)	-	-
Total non trading investment securities and investments at fair value through profit or loss	199,869	187,446	74,291	56,028

The external ratings for trading and non trading investment securities are disclosed below:

	Non trading investment securities		Investments at fair value through profit or loss	
	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million	(unaudited) 30 Jun 2025 AED million	(audited) 31 Dec 2024 AED million
AAA	37,104	26,248	1,039	409
AA to A	126,122	127,150	35,703	24,523
BBB to B	27,775	27,170	28,208	24,117
CCC and below	326	568	523	132
Unrated	8,543	6,311	8,818	6,847
	199,870	187,447	74,291	56,028
Less: expected credit loss on amortised cost securities	(1)	(1)	-	-
Total non trading investment securities and investments at fair value through profit or loss	199,869	187,446	74,291	56,028

Investments at fair value through profit or loss includes investment in equity instruments and private equity which do not carry credit risk (refer note 8).

Notes to the condensed consolidated interim financial information

31 Financial assets and liabilities

Financial instruments measured at fair value - hierarchy

The table below analyses financial instruments measured at fair value at the end of the reporting period, by the level of the fair value hierarchy:

	Level 1 AED million	Level 2 AED million	Level 3 AED million	Total AED million
As at 30 June 2025 (unaudited)				
Investment at fair value through profit or loss	49,683	17,742	6,866	74,291
FVOCI - with recycle to profit or loss	162,317	25,376	1,751	189,444
FVOCI - without recycle to profit or loss	6,100	121	218	6,439
Derivative financial instruments (assets)	147	42,066	-	42,213
	218,247	85,305	8,835	312,387
Derivative financial instruments (liabilities)	474	52,481	83	53,038
Term borrowings	-	533	425	958
	474	53,014	508	53,996
	Level 1 AED million	Level 2 AED million	Level 3 AED million	Total AED million
As at 31 December 2024 (audited)				
Investment at fair value through profit or loss	12,980	38,678	4,370	56,028
FVOCI - with recycle to profit or loss	144,821	31,316	1,785	177,922
FVOCI - without recycle to profit or loss	1,184	4,094	217	5,495
Derivative financial instruments (assets)	387	45,506	-	45,893
	159,372	119,594	6,372	285,338
Derivative financial instruments (liabilities)	133	53,530	95	53,758
Term borrowings	-	328	354	682
	133	53,858	449	54,440

Notes to the condensed consolidated interim financial information

31 Financial assets and liabilities (continued)

Financial instruments measured at fair value - hierarchy (continued)

The following table shows the transfer between the hierarchies:

Investment at fair value through profit or loss (unaudited)	Level 1 AED million	Level 2 AED million	Level 3 AED million	Total AED million
Balance as at 1 January 2025	12,980	38,678	4,370	56,028
Transfers:				
Transfer from level 1 to level 2	(137)	137	-	-
Transfer from level 2 to level 1	11,051	(11,051)	-	-
	10,914	(10,914)	-	-
Net non level movements	25,789	(10,022)	2,496	18,263
Balance as at 30 June 2025	49,683	17,742	6,866	74,291

Non trading investment securities (unaudited)	Level 1 AED million	Level 2 AED million	Level 3 AED million	Total AED million
Balance as at 1 January 2025	146,005	35,410	2,002	183,417
Transfers:				
Transfer from level 1 to level 2	(235)	235	-	-
Transfer from level 2 to level 1	10,851	(10,851)	-	-
Transfer from level 3 to level 2	-	258	(258)	-
	10,616	(10,358)	(258)	-
Net non level movements	11,796	445	225	12,466
Balance as at 30 June 2025	168,417	25,497	1,969	195,883

Investment at fair value through profit or loss (audited)	Level 1 AED million	Level 2 AED million	Level 3 AED million	Total AED million
Balance as at 1 January 2024	6,708	35,357	3,144	45,209
Transfers:				
Transfer from level 1 to level 2	(542)	542	-	-
Transfer from level 2 to level 1	958	(958)	-	-
Transfer from level 2 to level 3	-	(18)	18	-
	416	(434)	18	-
Net non level movements	5,856	3,755	1,208	10,819
Balance as at 31 December 2024	12,980	38,678	4,370	56,028

Notes to the condensed consolidated interim financial information

31 Financial assets and liabilities (continued)

Financial instruments measured at fair value - hierarchy (continued)

	Level 1 AED million	Level 2 AED million	Level 3 AED million	Total AED million
Non trading investment securities (audited)				
Balance as at 1 January 2024	134,567	39,576	1,126	175,269
Transfers:				
Transfer from level 1 to level 2	(4,130)	4,130	-	-
Transfer from level 2 to level 1	872	(872)	-	-
Transfer from level 2 to level 3	-	(578)	578	-
	(3,258)	2,680	578	-
Net non level movements	14,696	(6,846)	298	8,148
Balance as at 31 December 2024	146,005	35,410	2,002	183,417

Management considers that the carrying amounts of financial assets and liabilities recognised in the condensed consolidated interim financial information do not materially differ from their fair values.

The valuation techniques and inputs used in these condensed consolidated interim financial information are same as those prescribed in the Group's consolidated financial statements as at and for the year ended 31 December 2024.

32 Comparative figures

In the previous period, the Group classified gains and losses from certain hedging instruments under interest income or interest expense depending on whether the net impact was a gain or loss. In addition, for certain hedging instruments, the gains and losses were presented on a gross basis within interest income and interest expense respectively. Accordingly, the below amounts have been reclassified to reflect the nature of the hedging relationship. The effective portion of gains or losses on hedging instruments that hedge financial assets is presented in interest income and those that hedge financial liabilities is presented in interest expense.

Interest income from derivatives, previously classified under interest income from banks and financial institutions (six month period ended 30 June 2024: AED 363 million, three month period ended 30 June 2024: AED 231 million), has been offset with interest expense to banks and financial institutions (six month period ended 30 June 2024: AED 363 million, three month period ended 30 June 2024: AED 231 million) in the condensed consolidated interim statement of profit or loss.

These presentation changes have no impact on the condensed consolidated interim statements of financial position, other comprehensive income, changes in equity and cash flows.

33 Subsequent events

There have been no events subsequent to the statement of financial position date that would significantly affect the amounts reported in the condensed consolidated interim financial information as at and for the period ended 30 June 2025.