

**NATIONAL BANK OF
UMM AL- QAIWAIN (PSC) AND SUBSIDIARY**

**Review report and interim condensed consolidated
financial information
for the six-month period ended 30 June 2026**

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

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REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

The Board of Directors
National Bank of Umm Al-Qaiwain (PSC)
United Arab Emirates

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of **National Bank of Umm Al-Qaiwain (PSC)** (the “Bank”) and its subsidiary (collectively referred as the “Group”) as of 30 June 2026, and the related interim condensed consolidated income statement, interim condensed consolidated statements of comprehensive income, changes in equity and cash flows for the six months period then ended, and material accounting policy information and other explanatory notes. Management is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34 Interim Financial Reporting (“IAS 34”). Our responsibility is to express a conclusion on this interim financial information based on our review.

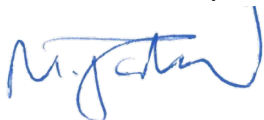
Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, “*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with 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 interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Deloitte & Touche (M.E.)



Mohammed Jallad
Registration No.: 1164
16 July 2026
Dubai
United Arab Emirates

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Interim condensed consolidated statement of financial position as at 30 June 2026

	Notes	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
ASSETS			
Cash and balances with the Central Bank of the U.A.E	4	2,439,300	2,736,567
Due from other banks	5	8,896,143	7,412,185
Loans and advances and Islamic financing receivables	6	8,713,133	9,064,722
Investment securities	7	3,542,815	3,111,817
Customers' acceptances		182,856	239,168
Property and equipment		66,202	69,506
Other assets	8	254,871	255,967
Total assets		24,095,320	22,889,932
LIABILITIES			
Customers' deposits and Islamic customers' deposits	9	17,126,063	15,701,868
Customers' acceptances		182,856	239,168
Other liabilities	10	359,897	398,568
Total liabilities		17,668,816	16,339,604
SHAREHOLDERS' EQUITY			
Share capital	11	2,000,000	2,000,000
Statutory reserve		1,019,266	1,019,266
General reserve	13	6,440	6,440
Impairment reserve -general	14	129,180	129,927
Cumulative change in fair value		832,637	827,609
Retained earnings		2,438,981	2,567,086
Total shareholders' equity		6,426,504	6,550,328
Total liabilities and shareholders' equity		24,095,320	22,889,932



 Sager Saud Rashid Ahmed Almualla
 Vice Chairman and Chairman of Executive Committee



 Adnan Al Awadhi
 Chief Executive Officer

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Interim condensed consolidated income statement for the six-month period ended 30 June 2026 (Unaudited)

	Notes	Three-month period ended 30 June		Six-month period ended 30 June	
		2026 AED '000	2025 AED '000	2026 AED '000	2025 AED '000
Interest income	16	239,409	229,673	470,202	450,043
Income from Islamic financing products		17,528	750	32,715	2,791
Total interest income and income from Islamic financing products		256,937	230,423	502,917	452,834
Interest expense	16	(86,082)	(68,314)	(166,480)	(143,385)
Distribution to depositors – Islamic products		(14,494)	(32)	(26,675)	(56)
Total interest expense and distribution to depositors- Islamic products		(100,576)	(68,346)	(193,155)	(143,441)
Net interest income and income from Islamic products net of distribution to depositors		156,361	162,077	309,762	309,393
Net fees and commission income		9,314	8,609	17,559	16,094
Other operating income	17	15,056	91,098	25,114	114,894
Gross income		180,731	261,784	352,435	440,381
Operating expenses		(56,055)	(47,294)	(107,580)	(92,800)
Investment gains		8,109	51	68,608	59,494
Operating income		132,785	214,541	313,463	407,075
Share of loss from an associate		-	(72)	-	(257)
Profit for the period before impairment		132,785	214,469	313,463	406,818
Net impairment losses	18	(2,379)	(74,118)	(22,250)	(67,947)
Profit before tax		130,406	140,351	291,213	338,871
Income tax expense	19	(11,000)	(12,375)	(20,065)	(25,109)
Profit for the period		119,406	127,976	271,148	313,762
Basic and diluted earnings per share (AED)	20	0.06	0.06	0.14	0.16

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Interim condensed consolidated statement of comprehensive income for the six-month period ended 30 June 2026 (Unaudited)

	Three-month period ended 30 June		Six-month period ended 30 June	
	2026 AED '000	2025 AED '000	2026 AED '000	2025 AED '000
Profit for the period	119,406	127,976	271,148	313,762
<i>Other comprehensive income:</i>				
<i>Items that may be reclassified subsequently to income statement</i>				
Net fair value gain/(loss) on investment securities at FVOCI – debt	4,168	-	(642)	-
Related tax (expense)/income	(375)	-	58	-
<i>Items that will not be reclassified subsequently to income statement</i>				
Net fair value gain on investment securities carried at FVTOCI - equity	53,145	226,636	5,440	294,251
Share of OCI from an associate	-	-	-	5
Related tax (expense)/income	(636)	19	172	(456)
Other comprehensive income for the period	56,302	226,655	5,028	293,800
Total comprehensive income for the period	175,708	354,631	276,176	607,562

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Interim condensed consolidated statement of changes in equity for the six-month period ended 30 June 2026 (Unaudited)

	Share capital AED'000	Statutory reserve AED'000	General reserve AED'000	Impairment reserve - general AED'000	Cumulative change in fair value AED'000	Retained earnings AED'000	Total AED'000
Balance as at 1 January 2025 (audited)	2,000,000	1,019,266	6,440	81,486	515,167	2,363,576	5,985,935
Profit for the period	-	-	-	-	-	313,762	313,762
Other comprehensive income for the period	-	-	-	-	293,800	-	293,800
Total comprehensive income for the period	-	-	-	-	293,800	313,762	607,562
Additional provision under U.A.E Central Bank requirement over IFRS 9 requirement	-	-	-	26,790	-	(26,790)	-
Sale of FVOCI equity	-	-	-	-	(1,148)	1,148	-
Dividend paid (Note 12)	-	-	-	-	-	(360,000)	(360,000)
Balance as at 30 June 2025 (unaudited)	2,000,000	1,019,266	6,440	108,276	807,819	2,291,696	6,233,497
Balance as at 1 January 2026 (audited)	2,000,000	1,019,266	6,440	129,927	827,609	2,567,086	6,550,328
Profit for the period	-	-	-	-	-	271,148	271,148
Other comprehensive income for the period	-	-	-	-	5,028	-	5,028
Total comprehensive income for the period	-	-	-	-	5,028	271,148	276,176
Reversal of provision under U.A.E Central Bank requirement over IFRS 9 requirement (Note 14)	-	-	-	(747)	-	747	-
Dividend paid (Note 12)	-	-	-	-	-	(400,000)	(400,000)
Balance as at 30 June 2026 (unaudited)	2,000,000	1,019,266	6,440	129,180	832,637	2,438,981	6,426,504

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

(5)

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Interim condensed consolidated statement of cash flows for the six-month period ended 30 June 2026 (Unaudited)

	Notes	Six-month period ended 30 June 2026 AED '000	Six-month period ended 30 June 2025 AED'000
Cash flows from operating activities			
Profit before tax		291,213	338,871
Adjustments for:			
Provision for expected credit losses	18	13,842	67,947
Provision for Impairment of assets acquired in settlement of debt	18	8,408	-
Depreciation of property and equipment		7,203	4,885
Depreciation of right of use asset		688	806
Provision for employee end of service benefits		1,327	1,111
(Increase)/Decrease in fair value of securities at FVTPL		(455)	1,970
Premium/(discount) amortized on investment securities		991	(769)
Dividend income	25	(68,152)	(61,468)
Loss on disposal of property and equipment		23	58
Gain on disposal of assets acquired in settlement of debt		(8,243)	(3,850)
Share of loss from an associate		-	257
Finance cost on lease liability		21	31
Operating cash flows before changes in operating assets and liabilities		246,866	349,849
Decrease/(increase) in due from banks with original maturity greater than 3 months		575,576	(710,288)
Increase in statutory deposit with Central Bank of the U.A.E.		(164,013)	(309,442)
Decrease/(increase) in loans and advances and Islamic finance receivables		341,294	(651,758)
Increase in other assets		(20,711)	(108,985)
Increase in customers' deposits		1,424,195	1,913,426
(Decrease)/increase in other liabilities		(59,509)	70,275
Payment of employee end of service benefits		(585)	(1,225)
Proceeds from disposal of assets acquired in settlement of debt		21,642	15,250
Net cash from operating activities		2,364,755	567,102
Cash flows from investing activities			
Purchase of property and equipment		(4,611)	(7,109)
Purchase of investment securities		(600,091)	(630,571)
Proceeds from maturity and disposal of investment securities		172,631	173,282
Dividend received from investment securities		68,152	61,468
Net cash used in investing activities		(363,919)	(402,930)
Cash flows from financing activities			
Dividends paid	12	(400,000)	(360,000)
Lease payments		(528)	(795)
Net cash flows used in financing activities		(400,528)	(360,795)
Net increase/(decrease) in cash and cash equivalents		1,600,308	(196,623)
Cash and cash equivalents at the beginning of the period		3,040,902	5,302,881
Cash and cash equivalents at the end of the period	21	4,641,210	5,106,258

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Notes to the interim condensed consolidated financial information for the six-month period ended 30 June 2026 (Unaudited)

1. GENERAL INFORMATION

National Bank of Umm Al-Qaiwain (PSC) (the “Bank”) is a Public Shareholding Company incorporated in the Emirate of Umm Al-Qaiwain (“UAQ”) in the United Arab Emirates (“U.A.E.”) by Amiri Decree Number (1) on 5 January 1982, issued by His Highness, the Ruler of Umm Al-Qaiwain, and commenced its operations with effect from 1 August 1982. National Bank of Umm Al-Qaiwain (PSC), and its subsidiary, Twin Towns Marketing Management L.L.C. are together referred to as the “Group”. The address of the Bank’s registered Head Office is P.O. Box 800, Umm Al-Qaiwain, United Arab Emirates.

The Bank is engaged in providing retail and corporate banking services through a network of 9 branches in the U.A.E. The Group carries out Islamic banking operations through Islamic banking window established in 2005 across all its branch network.

The interim condensed consolidated financial information of the Group for the six-month period ended 30 June 2026 were authorised and approved for issue by the Board of Directors on 16 July 2026 by circulation.

2. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

2.1 BASIS OF PREPARATION

These interim condensed consolidated financial information is prepared in accordance with International Accounting Standard No. 34 - *Interim Financial Reporting* issued by the International Accounting Standard Board and also comply with the applicable requirements of the laws in the U.A.E. including UAE Federal law No. 32 of 2021 as amended and decretal Federal Law No. 06 of 2025.

The interim condensed consolidated financial information is prepared in accordance with the historical cost basis, except for the revaluation of certain financial instruments which are measured at fair value. Historical cost is generally based on fair value of the consideration given in exchange for assets.

The interim condensed consolidated financial information is presented in U.A.E. Dirhams (AED) as that is the functional currency in which the majority of the Group’s transactions are denominated. All financial information presented in AED has been rounded off to the nearest thousand, unless otherwise stated.

These interim condensed consolidated financial information do not include all the information and disclosures required for full annual consolidated financial statements and should be read in conjunction with the Group’s annual audited consolidated financial statements as at and for the year ended 31 December 2025. In addition, results for the interim period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

2.2 BASIS OF CONSOLIDATION

The interim condensed consolidated financial information comprises the financial statements of the Bank and of the subsidiary as disclosed in Note 1. The financial year end for the subsidiary is the same as that of the Bank using consistent accounting policies.

All significant inter-group balances income and expense items are eliminated on consolidation.

2.3 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies applied by the Group in the preparation of the interim condensed consolidated financial information are consistent with those applied by the Group in the annual consolidated financial statements for the year ended 31 December 2025, except for changes in accounting policies explained in Note 3.

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Notes to the interim condensed consolidated financial information for the six-month period ended 30 June 2026 (Unaudited)

2. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

2.4 CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of the interim condensed consolidated financial information requires management to make estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Such estimates are necessarily based on assumptions about several factors involving varying degrees of judgment and uncertainty, and actual results may therefore differ resulting in future changes in these estimates. In preparing the interim condensed consolidated financial information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited consolidated financial statements as at and for the year ended 31 December 2025.

3. CHANGES IN ACCOUNTING POLICIES, ESTIMATES AND JUDGMENTS

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for those stated below. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective. Several amendments apply for the first time in 2026, but do not have any material impact on the interim condensed consolidated financial information of the Group.

3.1 APPLICATION OF NEW AND REVISED IFRS ACCOUNTING STANDARDS

3.1.1 New and revised IFRS Accounting Standards applied with no material effect on the condensed consolidated financial information

The following new and revised IFRS, which became effective for annual periods beginning on or after 1 January 2026, have been adopted in these condensed consolidated interim financial information. The application of these revised IFRS has not had any material impact on the amounts reported for the current and prior years but may affect the accounting for future transactions or arrangements:

<u>New and revised IFRS Accounting Standards</u>	<u>Effective for annual periods beginning on or after</u>
Amendments to IFRS 9 <i>Financial Instruments</i> and IFRS 7 <i>Financial Instruments</i> : <i>Disclosures</i> regarding the classification and measurement of financial instruments	1 January 2026
The amendments address matters identified during the post-implementation review of the classification and measurement requirements of IFRS 9.	
Amendments to IFRS 9 <i>Financial Instruments</i> and IFRS 7 <i>Financial Instruments</i> : <i>Disclosures</i> regarding purchase power arrangements	1 January 2026
The amendments aim at enabling entities to include information in their financial statements that in the IASB's view more faithfully represents contracts referencing nature-dependent electricity.	
Annual improvements to IFRS Accounting Standards - Volume 11	1 January 2026
The pronouncement comprises the following amendments:	
▪ IFRS 1 <i>First-time Adoption of International Financial Reporting Standards</i> : Hedge accounting by a first-time adopter	
▪ IFRS 7 <i>Financial Instruments - Disclosures</i> : Gain or loss on derecognition	
▪ IFRS 7 <i>Financial Instruments - Disclosures</i> : Disclosure of deferred difference between fair value and transaction price	
▪ IFRS 7 <i>Financial Instruments - Disclosures</i> : Introduction and credit risk Disclosures	
▪ IFRS 9 <i>Financial Instruments</i> : Lessee derecognition of lease liabilities	

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Notes to the interim condensed consolidated financial information for the six-month period ended 30 June 2026 (Unaudited)

3. CHANGES IN ACCOUNTING POLICIES, ESTIMATES AND JUDGMENTS (CONTINUED)

3.1 APPLICATION OF NEW AND REVISED IFRS ACCOUNTING STANDARDS (CONTINUED)

3.1.1 New and revised IFRS Accounting Standards applied with no material effect on the condensed consolidated financial information (continued)

<u>New and revised IFRS Accounting Standards</u>	<u>Effective for annual periods beginning on or after</u>
Annual improvements to IFRS Accounting Standards - Volume 11 (continued)	1 January 2026
The pronouncement comprises the following amendments:	
▪ IFRS 9 <i>Financial Instruments</i> : Transaction price	
▪ IFRS 10 <i>Consolidated Financial Statements</i> : Determination of a “de facto agent”	
▪ IAS 7 <i>Statement of Cash Flows</i> : Cost method	

Other than the above, there are no other significant IFRS Accounting Standards and amendments that were effective for the first time for the financial year beginning on or after 1 January 2026.

3.1.2 New and revised IFRS Accounting Standards in issue but not yet effective

The Group has not early adopted the following new and revised standards that have been issued but are not yet effective. The management is in the process of assessing the impact of the new requirements:

<u>New and revised IFRS Accounting Standards</u>	<u>Effective for annual periods beginning on or after</u>
IFRS 18 Presentation and Disclosures in Financial Statements	1 January 2027
IFRS 18 includes requirements for all entities applying IFRS for the presentation and disclosure of information in financial statements to help ensure they provide relevant information that faithfully represents an entity's assets, liabilities, equity, income and expenses.	
IFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
IFRS 19 specifies the disclosure requirements an eligible subsidiary is permitted to apply instead of the disclosure requirements in other IFRS Accounting Standards.	
Amendments to IFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
The amendments cover new or amended IFRS Accounting Standards issued between 28 February 2021 and 1 May 2024 that were not considered when IFRS 19 was first issued.	
Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates relating to Translation to a Hyperinflationary Presentation Currency	1 January 2027
The amendments clarify how companies should translate financial statements from a non-hyperinflationary currency into a hyperinflationary one.	
IFRS 20 Regulatory Assets and Regulatory Liabilities	1 January 2029
IFRS 20 requires an entity that is subject to a regulatory agreement to provide information about its regulatory assets, regulatory liabilities, regulatory income and regulatory expense.	

Management anticipates that these new standards, interpretations and amendments will be adopted in the Group's condensed consolidated interim financial information for the period of initial application and adoption of these new standards, interpretations and amendments may have no material impact on the condensed consolidated interim financial information of the Group in the period of initial application

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Notes to the interim condensed consolidated financial information for the six-month period ended 30 June 2026

4. CASH AND BALANCES WITH CENTRAL BANK OF THE U.A.E

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
<i>Balances with Central Bank of the U.A.E.</i>		
Current account	56,607	44,326
Statutory cash reserve deposit*	1,254,853	1,090,840
Monetary Bills	172,773	696,075
Overnight deposits	860,000	825,000
	2,344,233	2,656,241
Cash in hand	95,067	80,326
	2,439,300	2,736,567

All the balances are classified as Stage 1 as at 30 June 2026 (31 December 2025: Stage 1).

*The statutory deposit with the Central Bank of the U.A.E is not available to finance the day-to-day operations of the Group and is excluded from cash and cash equivalents in Note 21.

5. DUE FROM OTHER BANKS

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Term deposits	6,455,395	5,271,434
Current accounts	20,640	24,818
Loan to banks	2,423,135	2,116,906
Total due from other banks	8,899,170	7,413,158
Provision for expected credit loss	(3,027)	(973)
Net due from other banks	8,896,143	7,412,185
Gross amounts due from other banks by geographical area:		
Within U.A.E.	4,237,627	3,589,999
Within GCC	3,187,996	2,504,625
Other countries	1,473,547	1,318,534
	8,899,170	7,413,158

As at 30 June 2026 all due from other banks were classified as stage 1 (As at 31 December 2025, AED 7,321,333 thousand as stage 1 and AED 91,825 thousand as stage 2) with corresponding ECL of AED 3,027 thousand (31 December 2025: AED 973 thousand).

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Notes to the interim condensed consolidated financial information for the six-month period ended 30 June 2026

6. LOANS AND ADVANCES AND ISLAMIC FINANCING RECEIVABLES

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Loans	6,694,119	6,725,075
Overdrafts	650,009	918,466
Islamic financing products	55,665	65,738
Loans against trust receipts	240,500	277,827
Syndicated loans	1,053,485	1,015,626
Other	117,368	148,526
Total loans and advances and Islamic financing receivables	8,811,146	9,151,258
Provision for expected credit loss	(98,013)	(86,536)
Net loans and advances and Islamic financing receivables	8,713,133	9,064,722

Gross loans and advances and Islamic financing receivables by economic sector:

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Real estate	3,235,891	3,119,113
Financial institutions	939,540	967,024
Government	882,698	839,101
Wholesale and retail trade	794,075	1,375,438
Transport and communication	612,383	528,683
Individual loans for business	601,858	729,182
Manufacturing	552,132	535,250
Personal loans and others	385,906	373,868
Construction	59,184	83,676
Other services	747,479	599,923
	8,811,146	9,151,258

Movement in the gross balances of loans and advances and Islamic financing receivables:

	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	Total AED'000
Gross carrying amount:				
As at 1 January 2026	8,649,451	473,519	28,288	9,151,258
New assets originated	1,371,583	16,843	-	1,388,426
Assets derecognised/repaid	(1,685,698)	(42,820)	(12)	(1,728,530)
Transfer to Stage 2	(53,784)	53,784	-	-
Transfer to Stage 3	-	(8,522)	8,522	-
Write off	-	-	(8)	(8)
As at 30 June 2026 (Unaudited)	8,281,552	492,804	36,790	8,811,146

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Notes to the interim condensed consolidated financial information for the six-month period ended 30 June 2026

6. LOANS AND ADVANCES AND ISLAMIC FINANCING RECEIVABLES (CONTINUED)

Movement in the gross balances of loans and advances and Islamic financing receivables (continued)

	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	Total AED'000
Gross carrying amount:				
As at 1 January 2025	7,010,314	629,909	320,362	7,960,585
New assets originated	4,221,546	36,471	-	4,258,017
Assets derecognised/repaid	(2,588,714)	(176,867)	(145,298)	(2,910,879)
Transfer to Stage 1	18,676	(18,676)	-	-
Transfer to Stage 2	(12,052)	12,763	(711)	-
Transfer to Stage 3	(319)	(10,081)	10,400	-
Write off	-	-	(156,465)	(156,465)
As at 31 December 2025 (Audited)	8,649,451	473,519	28,288	9,151,258

Movement in the provision for expected credit loss of loans and advances and Islamic financing receivables:

	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	Total AED'000
ECL allowances:				
As at 1 January 2026	38,413	37,446	10,677	86,536
Net impairment charged during the period	2,051	2,831	5,519	10,401
Recoveries	-	-	(105)	(105)
Transfer to Stage 2	(350)	350	-	-
Transfer to Stage 3	-	(96)	96	-
Write off	-	-	(8)	(8)
Others	-	-	1,189	1,189
As at 30 June 2026 (Unaudited)	40,114	40,531	17,368	98,013

	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	Total AED'000
ECL allowances:				
As at 1 January 2025	41,275	45,283	98,357	184,915
Net impairment charged during the period	(4,409)	3,733	94,815	94,139
Recoveries	-	-	(41,910)	(41,910)
Transfer to Stage 1	1,634	(1,634)	-	-
Transfer to Stage 2	(64)	64	-	-
Transfer to Stage 3	(23)	(10,000)	10,023	-
Write off	-	-	(156,465)	(156,465)
Others	-	-	5,857	5,857
As at 31 December 2025 (Audited)	38,413	37,446	10,677	86,536

The stage 3 loans as at 30 June 2026 amounted to AED 36,790 thousand (31 December 2025: AED 28,288 thousand) which is covered by collateral of AED AED 85,484 thousand (31 December 2025: AED 67,281 thousand) and provision for expected credit loss of AED 17,368 thousand (31 December 2025: AED 10,677 thousand) aggregating to AED 102,852 thousand (31 December 2025: AED 77,958 thousand) which is 2.80 times (31 December 2025: 2.76 times) of the stage 3 loans.

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Notes to the interim condensed consolidated financial information for the six-month period ended 30 June 2026

7. INVESTMENT SECURITIES

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Securities at FVTPL:		
Quoted equity securities	23,434	22,995
Discretionary funds managed by third parties - quoted equity securities	403	387
	<u>23,837</u>	<u>23,382</u>
Securities at FVOCI:		
Quoted equity securities	1,328,227	1,316,049
Unquoted equity securities	55,036	56,923
Quoted debt securities*	194,211	-
	<u>1,577,474</u>	<u>1,372,972</u>
Securities at amortised cost:		
Quoted debt securities	1,943,636	1,716,926
	<u>1,943,636</u>	<u>1,716,926</u>
Total investment securities	3,544,947	3,113,280
Provision for expected credit loss for securities held at amortised cost	(2,132)	(1,463)
	<u>3,542,815</u>	<u>3,111,817</u>

Gross investment securities by geographical area:

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Within U.A.E.	2,502,583	2,126,862
Within GCC	988,519	930,687
Other countries	53,845	55,731
	<u>3,544,947</u>	<u>3,113,280</u>

All debt investments are classified as Stage 1 (31 December 2025: Stage 1). There was no inter-stage movement in gross balances during the period (31 December 2025: no inter-stage movement).

Quoted debt securities aggregating AED 2,137,847 thousand (31 December 2025: AED 1,716,926 thousand) represent the Group's investments in bonds and notes which are quoted on recognized exchanges and are liquid in normal market conditions.

* Quoted debt securities at FVOCI represent Additional Tier 1 perpetual securities with a corresponding ECL of AED 55 thousand (31 December 2025: NIL).

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Notes to the interim condensed consolidated financial information for the six-month period ended 30 June 2026

8. OTHER ASSETS

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Assets acquired in settlement of debt*	34,876	56,683
Interest receivable	153,274	133,591
Prepayments and deposits	5,557	9,119
Cash in transit	56,130	51,536
Sundry assets	5,034	5,038
	<u>254,871</u>	<u>255,967</u>

*During 2026, the Group has recorded an impairment on its assets acquired in settlement of debt amounting to AED 8,408 thousand (31 December 2025 - AED 6,699 thousand).

9. CUSTOMERS' DEPOSITS AND ISLAMIC CUSTOMERS' DEPOSITS

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Time deposits	8,243,805	7,126,995
Current accounts	6,131,352	5,934,340
Call deposits	704,585	1,212,516
Savings deposits	163,120	164,385
Islamic customers' deposits	1,822,845	1,208,020
Margin deposits	60,356	55,612
	<u>17,126,063</u>	<u>15,701,868</u>

10. OTHER LIABILITIES

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Interest payable	148,379	122,086
Cheques on selves	27,833	114,313
Provision for Income tax	71,615	51,550
Accounts payable	31,573	27,193
Provision for employees' end of service benefits	26,986	26,245
Other staff benefits payable	8,383	4,305
Provision for expected credit loss on commitments and contingencies (Note 15)	11,051	10,113
Provision for expected credit loss on acceptance	322	492
Dividend payable	8,723	8,723
Lease liability	1,505	1,735
Deferred tax liability	1,186	1,416
Other	22,341	30,397
	<u>359,897</u>	<u>398,568</u>

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Notes to the interim condensed consolidated financial information for the six-month period ended 30 June 2026

11. SHARE CAPITAL

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Issued and fully paid:		
2,000 million ordinary shares of AED 1 each (2025: 2,000 million ordinary shares of AED 1 each)	2,000,000	2,000,000

12. DIVIDENDS

At the Annual General Meeting held on 9 March 2026, the shareholders approved dividend of 20% amounting to AED 400 million for the year ended 31 December 2025 (2024: dividend of 18% amounting to AED 360 million which was subsequently paid during 2025), which was paid during the current period.

13. GENERAL RESERVE

The Group maintains a general reserve and the contributions to this reserve are made at the discretion of the Directors. This reserve may be utilised for any purpose to be determined by a resolution of the shareholders of the Group at an Ordinary General Meeting.

14. IMPAIRMENT RESERVE- GENERAL

As per the new credit risk management standards (CRMS) issued by CBUAE, Banks must ensure that the total provision corresponding to all Stage 1 and Stage 2 exposures is not less than 1.50% of the Credit Risk weighted assets as computed under the CBUAE capital regulations. Where the collective provisions held are lower, the shortfall may be held in a dedicated non-distributable balance sheet reserve called the 'Impairment reserve-general'. The amount held in the impairment reserve-general must be deducted from the capital base (Tier 1 capital for Banks) when computing the regulatory capital:

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Impairment reserve – General (Non-distributable)		
Minimum provision for Stage 1 & 2 as per CBUAE requirements	226,347	218,440
Less: Stage 1 and 2 impairment provision taken against income	(97,167)	(88,513)
Shortfall in stage 1 & 2 provision to meet minimum CBUAE requirements	129,180	129,927
Balance of Impairment reserve - general as at 1 January (Deduct)/Add: Non-distributable reserve during the year (Impairment reserve-general)	129,927 (747)	81,486 48,441
Balance of Impairment reserve - general	129,180	129,927

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Notes to the interim condensed consolidated financial information for the six-month period ended 30 June 2026

15. COMMITMENTS AND CONTINGENCIES

a) The contractual amounts of the Group's commitments and contingencies are as follows:

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Guarantees	1,579,215	1,495,983
Letters of credit	125,590	88,525
	1,704,805	1,584,508
Commitments to extend credit*	1,335,634	1,192,173
	3,040,439	2,776,681

*ECL for commitments to extend credit as at 30 June 2026 amounts to AED 4,207 thousand (31 December 2025: AED 3,375 thousand) out of which AED 1,293 thousand (31 December 2025: AED 1,056 thousand) pertains to loans and advances and AED 2,914 thousand (31 December 2025: AED 2,319 thousand) pertains to contingencies and commitments.

Gross commitments and contingent liabilities by geographical area:

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Within U.A.E.	2,968,494	2,687,611
Outside U.A.E.	71,945	89,070
	3,040,439	2,776,681

Movement in the gross balance of commitment and contingencies (excluding commitments to extend credit):

	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	Total AED'000
Gross carrying amount:				
As at 1 January 2026	1,534,546	6,207	43,755	1,584,508
Increase in commitments	294,105	1,987	-	296,092
Decrease in commitments	(174,204)	(1,279)	(312)	(175,795)
Transferred to Stage 2	(5,538)	5,538	-	-
As at 30 June 2026 (Unaudited)	1,648,909	12,453	43,443	1,704,805
	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	Total AED'000
Gross carrying amount:				
As at 1 January 2025	1,589,266	6,412	45,789	1,641,467
Increase in commitments	290,447	3,474	-	293,921
Decrease in commitments	(344,714)	(4,219)	(1,947)	(350,880)
Transferred to Stage 1	158	(158)	-	-
Transferred to Stage 2	(458)	698	(240)	-
Transferred to Stage 3	(153)	-	153	-
As at 31 December 2025 (Audited)	1,534,546	6,207	43,755	1,584,508

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Notes to the interim condensed consolidated financial information for the six-month period ended 30 June 2026

15. COMMITMENTS AND CONTINGENCIES (CONTINUED)

Movement in the expected credit loss of commitment and contingencies:

	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	Total AED'000
ECL allowances as at 1 January 2026	9,533	195	385	10,113
Increase in commitments	1,548	5	-	1,553
Decrease in commitments	(276)	(19)	-	(295)
Recoveries	-	-	(320)	(320)
Transfer to Stage 2	(12)	12	-	-
As at 30 June 2026 (Unaudited)	10,793	193	65	11,051
	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	Total AED'000
ECL allowances as at 1 January 2025	10,740	76	330	11,146
Increase in commitments	1,965	194	55	2,214
Decrease in commitments	(3,172)	(75)	-	(3,247)
As at 31 December 2025 (Audited)	9,533	195	385	10,113

The provision for ECL against the off-balance sheet exposures disclosed above, amounting to AED 11,051 thousand, (31 December 2025: AED 10,113 thousand) is classified under other liabilities.

b) Capital Commitments

At 30 June 2026, the Group has capital commitments of AED 8,773 thousand (31 December 2025: AED 7,225 thousand).

16. INTEREST INCOME AND EXPENSE

	Period ended 30 June 2026 AED'000 (Unaudited)	Period ended 30 June 2025 AED'000 (Unaudited)
Interest income		
Loans and advances	237,151	239,438
Deposits with the Central Bank of the U.A.E.	36,396	56,767
Due from other banks	144,312	131,155
Investment in debt securities	52,343	22,683
	470,202	450,043
Interest expense		
Customers' deposits	165,103	143,181
Interest expense on other financial and non-financial liabilities	1,377	204
	166,480	143,385

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17. OTHER OPERATING INCOME

	Period ended 30 June 2026 AED'000 (Unaudited)	Period ended 30 June 2025 AED'000 (Unaudited)
Recoveries from written off customers	8,855	102,804
Rental income	4,131	4,234
Foreign exchange income, net	3,266	3,120
Others	8,862	4,736
	25,114	114,894

18. NET IMPAIRMENT LOSSES

	Period ended 30 June 2026 AED'000 (Unaudited)	Period ended 30 June 2025 AED'000 (Unaudited)
Loans and advances and Islamic financing receivables	10,296	69,834
Due from other banks	2,054	(1,335)
Investment securities	724	(306)
Acceptances and off-balance sheet items	768	(246)
Impairment of asset acquired in settlement of debt	8,408	-
	22,250	67,947

19. INCOME TAX EXPENSE

The components of income tax expense are as follows:

	Period ended 30 June 2026 AED'000 (Unaudited)	Period ended 30 June 2025 AED'000 (Unaudited)
Interim condensed consolidated income statement		
Current tax charge	20,065	25,109
Interim condensed consolidated statement of comprehensive income		
Deferred tax charge/(reversal) on unrealized gain on revaluation of FVOCI equity	(172)	456
Deferred tax reversal on unrealized loss on FVOCI debt	(58)	-
Effective tax rate	6.89%	7.41%

National Bank of Umm Al-Qaiwain (PSC) and Subsidiary

Notes to the interim condensed consolidated financial information for the six-month period ended 30 June 2026

20. BASIC AND DILUTED EARNINGS PER SHARE

The basic earnings per share is calculated by dividing the profit attributable to shareholders by the average number of ordinary shares in issue during the year:

	Period ended 30 June 2026 AED'000 (Unaudited)	Period ended 30 June 2025 AED'000 (Unaudited)
Profit for the period (in AED '000)	271,148	313,762
Weighted average number of shares ('000)	2,000,000	2,000,000
Basic and diluted earnings per share (in AED)	0.14	0.16

There were no potential dilutive shares as at 30 June 2026 and 30 June 2025.

21. CASH AND CASH EQUIVALENTS

	Period ended 30 June 2026 AED'000 (Unaudited)	Period ended 30 June 2025 AED'000 (Unaudited)
Cash and balances with the Central Bank of the UAE (Note 4)	2,439,300	2,805,709
Due from other banks (Note 5)	8,899,170	5,905,521
	11,338,470	8,711,230
Statutory cash reserve deposit	(1,254,853)	(1,064,481)
Due from other banks with original maturity greater than three months	(5,442,407)	(2,540,491)
	4,641,210	5,106,258

22. RELATED PARTY TRANSACTIONS

The Group carries out transactions in the ordinary course of business with related parties, defined as shareholders who have a significant equity interest in the Group, all Directors of the Group and companies in which such shareholders and Directors have significant interest and key management personnel of the Group.

During the period, the Group entered into the following significant transactions with related parties in the ordinary course of business:

	Period ended 30 June 2026 AED'000 (Unaudited)	Period ended 30 June 2025 AED'000 (Unaudited)
Transactions during the period		
Interest income	364	234
Interest expense	101,234	90,764
Other income	8,293	61
Directors' Fees and key management personnel's remuneration	4,356	4,496

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Notes to the interim condensed consolidated financial information for the six-month period ended 30 June 2026

22. RELATED PARTY TRANSACTIONS (CONTINUED)

The Group has entered into transactions with related parties which were made on substantially the same terms, including interest rates and collateral, as those prevailing at the same time for comparable transactions with third parties.

Outstanding balances at the end of reporting date from transactions with related parties are as follows:

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Balances with major shareholders:		
Deposits	7,257,982	6,550,591
Irrevocable commitments and contingent liabilities	2,941	3,270
 Balances with directors and related companies:		
Loans and advances	12,015	18,707
Deposits	148,215	164,521
Irrevocable commitments and contingent liabilities	105,733	99,882
 Balances with key management personnel:		
Loans and advances	1,197	387
Deposits	702	400
Irrevocable commitments and contingent liabilities	207	95

The loans and advances and Islamic financing receivables given to related parties and key management personnel have been secured against collateral amounting to AED 11,920 thousand (31 December 2025: AED 11,920 thousand). All loans and advances to related parties are classified as Stage 1 (31 December 2025: Stage 1) with corresponding ECL of AED 273 thousand (31 December 2025: AED 269 thousand).

23. BUSINESS SEGMENTS

The Group is organised into two main business segments:

Retail and corporate banking - wherein retail banking comprises private customer current accounts, savings accounts, deposits, credit and debit cards, customer loans and mortgages. Corporate banking involves transactions with corporate bodies including government and public bodies and comprises loans, advances, deposits and trade finance transactions.

Treasury and investments - incorporating the activities of the dealing room, related money market, foreign exchange transactions with other banks and financial institutions including the U.A.E. Central Bank and operations by the Bank's Head Office as a whole, none of which mutually constitute a separately reportable segment.

Others- Other consists of assets, liabilities, income and expenses attributable to either head office or not directly related to business segments.

Transactions between the business segments are in normal commercial terms and conditions. There are no material items of income and expense arising between the business segments. Segment assets and liabilities comprise operating assets and liabilities, being the majority of the condensed consolidated statement of financial position items.

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23. BUSINESS SEGMENTS (CONTINUED)

Primary segment information:

Period ended 30 June 2026 (Unaudited)	Retail and corporate banking AED'000	Treasury and investments AED'000	Other AED'000	Total AED'000
Net interest income and income from Islamic products net of distribution to depositors	95,008	214,775	(21)	309,762
Net fees and commission income	17,058	-	501	17,559
Other operating income	17,579	3,066	4,469	25,114
Gross income	129,645	217,841	4,949	352,435
Operating expenses	(25,739)	(1,476)	(80,365)	(107,580)
Investment gains	-	68,608	-	68,608
Net impairment losses	(20,782)	(1,468)	-	(22,250)
Income tax expense	-	-	(20,065)	(20,065)
Segment result	83,124	283,505	(95,481)	271,148
As at 30 June 2026 (Unaudited)				
Segment assets	11,319,125	12,455,124	321,071	24,095,320
Segment liabilities and equity	16,659,369	-	7,435,951	24,095,320
Period ended 30 June 2025 (Unaudited)	Retail and corporate banking AED'000	Treasury and investments AED'000	Other AED'000	Total AED'000
Net interest income and income from Islamic products net of distribution to depositors	107,366	202,058	(31)	309,393
Net fees and commission income	14,686	643	765	16,094
Other operating income	107,365	2,859	4,670	114,894
Gross income	229,417	205,560	5,404	440,381
Operating expenses	(23,767)	(1,595)	(67,438)	(92,800)
Investment gains	-	59,494	-	59,494
Share of loss from an associate	-	-	(257)	(257)
Net impairment reversal	(68,481)	534	-	(67,947)
Income tax expense	-	-	(25,109)	(25,109)
Segment result	137,169	263,993	(87,400)	313,762
As at 30 June 2025 (Unaudited)				
Segment assets	8,826,258	10,949,419	384,254	20,159,931
Segment liabilities and equity	12,854,197	-	7,305,734	20,159,931

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24. FAIR VALUE MEASUREMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. As such, differences can arise between book values and the fair value estimates. Underlying the definition of fair value is the presumption that the Group is a going concern without any intention or requirement to materially curtail the scale of its operation or to undertake a transaction on adverse terms.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurements in its entirety, which are described as follows:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Fair value of financial instruments measured at amortised cost:

The fair value of the quoted debt instruments at amortised cost at 30 June 2026 amounted to AED 1,941,849 thousand (31 December 2025: AED 1,739,353 thousand). The fair value determination of the quoted debt instruments will fall under level 1 category wherein fair value is determined based on inputs that are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. Except as detailed above, the management considers that the carrying amounts of financial assets and liabilities measured at amortised cost in the interim condensed consolidated financial statements approximate their fair values.

Valuation techniques and assumptions applied for the purposes of measuring fair value

The fair values of financial assets and financial liabilities are determined using similar valuation techniques and assumptions as used for the year ended 31 December 2025.

Fair value of the Group's financial assets that are measured at fair value on recurring basis.

Some of the Group's financial assets are measured at fair value at the end of the reporting period. The following table gives information about how the fair values of these financial assets are determined:

	Fair value as at		Fair value hierarchy
	30 June 2026 AED '000 (Unaudited)	31 December 2025 AED '000 (Audited)	
Financial assets			
Financial assets at FVTPL			
Quoted equity Securities	23,434	22,995	Level 1
Discretionary funds managed by third parties – quoted equity securities	403	387	Level 1
Financial assets at FVOCI			
Quoted equity securities	1,328,227	1,316,049	Level 1
Unquoted equity securities	1,193	1,193	Level 3
Unquoted equity securities	53,843	55,730	Level 2
Quoted debt securities	194,211	-	Level 1
Positive fair value of derivative	38	92	Level 2
Negative fair value of derivative	-	12	Level 2

There were no transfers between each level during the period. There are no financial liabilities which should be categorised under any of the level in table above.

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

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25. SEASONALITY OF RESULTS

Investment gains include dividend income of AED 68,152 thousand for the six-month period ended 30 June 2026 (30 June 2025: AED 61,468 thousand), which is of a seasonal nature.

26. DERIVATIVES

	30 June 2026 (Unaudited)			31 December 2025 (Audited)		
	Positive fair value AED'000	Negative fair value AED'000	Notional Amount AED'000	Positive fair value AED'000	Negative fair value AED'000	Notional Amount AED'000
Foreign currency forward contracts	38	-	15,398	92	12	16,833
Total	38	-	15,398	92	12	16,833

27. CAPITAL ADEQUACY RATIOS

Capital element	Basel III Minimum Requirement	As at 30 June 2026	As at 31 December 2025
Common equity tier 1 ratio	7.0%	29.95%	30.12%
Tier 1 capital ratio	8.5%	29.95%	30.12%
Capital adequacy ratio	10.5%	30.53%	30.67%

28. IMPACT OF THE CURRENT GEOPOLITICAL SITUATION

The ongoing crisis across the wider Middle East stems from escalating geopolitical tensions and regional conflicts, led to disruption and uncertainty. These challenges had macroeconomic implications, including supply chain disruptions, heightened volatility in global energy markets and inflationary pressures impacting economies far beyond the region.

In response to the exceptional economic circumstances, the Central Bank of the U.A.E. has issued a Financial Institution Resilience Package (the Package) effective from 17 March 2026 applicable until the 30 June 2026. Effective from July 1, 2026, the Financial Institution Resilience Package was extended through to 30 September. As the geopolitical landscape and regulatory environment continue to evolve, it is crucial for the management to remain vigilant and responsive to the specific risks and challenges.

The Package includes liquidity management tools, temporary prudential relief on liquidity and capital buffers, credit risk management standards adjustments, and expectations for banks to support affected customers.

Impact on liquidity risk

As part of the Package, Banks will benefit from the Reserve Balance Measure allowing penalty-free drawdown of up to 30% of minimum reserve requirements, enhancing liquidity management flexibility.

Additionally, Central Bank of the U.A.E. has granted banks access to collateralized term liquidity facilities in Dirhams – Contingent Liquidity Insurance Facility (“CLIF”) and US Dollar – USD Dollar Liquidity Facility (“USDLF”) under Pillar III of the DMF regulation CBUAE/MMD/2022/333 (January 2022) to manage potential liquidity stress.

During the period the Bank conducted Contingency Funding Plan testing, confirming the availability and operational readiness of its funding sources.

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28. IMPACT OF THE CURRENT GEOPOLITICAL SITUATION (CONTINUED)

Impact on credit risk

The Group's corporate portfolio is primarily UAE focused, therefore the Central Bank of the U.A.E.'s relief liquidity measures directly aid most of the corporate portfolios. The Group's Credit and Business teams review the portfolio on an ongoing basis and including all significant exposures in the directly impacted industries such as Real estate and hospitality, Retail customers, especially those employed in directly affected sectors are expected to see short term impact on account of reduced pay/job losses/cash flow stress. However, considering Group's retail portfolio as compared is relatively small, the portfolio level impact is expected to be limited.

The Group is fully committed to help these customers through this turbulent period as directed by the Central Bank of the U.A.E. SME customers are evaluated based on the stability of the business owner and business and any short-term cash flow mismatches are being supported by the Group through deferments of instalments and restructuring where applicable.

In determination of Q2 2026 ECL, the Group has considered potential impact caused by the geopolitical tensions and regional conflicts (based upon available information). The Group has a dedicated IFRS 9 governance process established to review and approve IFRS 9 stage migrations, management overlays to ECL estimates, and macro-economic scenarios and weights.

Forward Looking Information

The economic outlook remains subject to significant uncertainty due to the evolving geopolitical situation in the wider Middle East. The duration, magnitude and potential economic consequences of these developments remain difficult to predict and may continue to affect macroeconomic conditions, customer behaviour and credit quality. In estimating Expected Credit Losses, the Group has updated its macro economic forecasts in 2026 and exercised management judgement in assessing the potential impact of the prevailing uncertainty. The Group has adopted a prudent approach by considering the heightened level of uncertainty within its ECL assessment, including the application of appropriate management overlays where considered necessary to address risks that may not yet be fully reflected in the underlying models or available economic data.

Management continues to closely monitor developments and will reassess its assumptions, forecasts and overlays as additional information becomes available.