ABU DHABI ISLAMIC BANK PJSC

Condensed consolidated interim financial statements
30 June 2026 (Unaudited)

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KPMG

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Independent Auditors' Report on Review of Condensed Consolidated Interim Financial Statements

To the Board of Directors of Abu Dhabi Islamic Bank PJSC

Introduction

We have reviewed the accompanying 30 June 2026 condensed consolidated interim financial statements of Abu Dhabi Islamic Bank PJSC ("the Bank") and its subsidiaries (together "the Group"), consisting of:

- the condensed consolidated interim statement of financial position as at 30 June 2026;
- the condensed consolidated interim statement of profit or loss for the three-month and six-month periods ended 30 June 2026;
- the condensed consolidated interim statement of comprehensive income for the three-month and six-month periods ended 30 June 2026;
- the condensed consolidated interim statement of changes in equity for the six-month period ended 30 June 2026;
- the condensed consolidated interim statement of cash flows for the six-month period ended 30 June 2026; and
- notes to the condensed consolidated interim financial statements.

Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with IAS 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements 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 condensed consolidated interim financial statements 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 30 June 2026 condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

KPMG Lower Gulf Limited

Adil Abid
Registration No.: 5541
Abu Dhabi, United Arab Emirates
Date 29 JUL 2026

KPMG Lower Gulf Limited
P.O. Box 7613, Abu Dhabi - UAE
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Condensed consolidated interim statement of profit or loss
For the three-months and six-months period ended (unaudited)

	Notes	Three months ended 30 June 2026 AED '000	Three months ended 30 June 2025 AED '000	Six months ended 30 June 2026 AED '000	Six months ended 30 June 2025 AED '000
Operating income					
Income from murabaha, mudaraba and wakala with financial institutions		**569,937**	526,578	**1,170,338**	1,059,619
Income from murabaha, mudaraba, ijara and other Islamic financing from customers	5	**3,154,829**	2,634,561	**6,121,368**	5,098,447
Income from sukuk measured at amortised cost		**328,763**	334,754	**627,512**	610,616
Income from sukuk measured at fair value	6	**68,505**	52,666	**137,469**	109,384
Net (loss) gains and other income from investments at fair value	7	**40,464**	11,895	**11,139**	35,065
Income from associates and joint ventures		**33,812**	25,153	**65,166**	49,600
Fees and commission income	8	**919,730**	912,858	**1,829,715**	1,795,566
Fees and commission expense	8	**(387,711)**	(366,305)	**(782,115)**	(705,004)
Fees and commission income, net		**532,019**	546,553	**1,047,600**	1,090,562
Foreign exchange income		**211,127**	209,297	**395,801**	392,034
Income from investment properties		**9,926**	20,446	**71,676**	30,998
Other income		**9,283**	5,498	**39,305**	7,872
		4,958,665	4,367,401	**9,687,374**	8,484,197
Operating expenses					
Employees' costs	9	**(552,056)**	(505,330)	**(1,120,356)**	(997,023)
General and administrative expenses	10	**(283,410)**	(246,361)	**(570,952)**	(494,123)
Depreciation		**(93,634)**	(87,912)	**(184,544)**	(175,851)
Amortisation of intangibles	26	**(2,202)**	(2,281)	**(4,566)**	(4,557)
Provision for impairment, net	11	**(142,516)**	(199,483)	**(300,892)**	(305,063)
		(1,073,818)	(1,041,367)	**(2,181,310)**	(1,976,617)
Profit from operations, before distribution to depositors and sukuk holders		**3,884,847**	3,326,034	**7,506,064**	6,507,580
Distribution to depositors and sukuk holders	12	**(1,670,955)**	(1,305,158)	**(3,196,532)**	(2,550,479)
Profit for the period before tax		**2,213,892**	2,020,876	**4,309,532**	3,957,101
Income tax expense	13	**(283,405)**	(240,575)	**(553,960)**	(466,587)
Profit for the period after Tax		**1,930,487**	1,780,301	**3,755,572**	3,490,514
Attributable to:					
Equity holders of the Bank		**1,813,717**	1,676,381	**3,527,465**	3,292,353
Non-controlling interest		**116,770**	103,920	**228,107**	198,161
		1,930,487	1,780,301	**3,755,572**	3,490,514
Basic and diluted earnings per share attributable to ordinary shares (AED)	14	**0.483**	0.442	**0.927**	0.860

The attached notes 1 to 44 form part of these condensed consolidated interim financial statements.

Condensed consolidated interim statement of comprehensive income
For the three-months and six-months period ended (unaudited)

		Three months ended 30 June		Six months ended 30 June	
		2026	2025	**2026**	2025
	Notes	**AED '000**	AED '000	**AED '000**	AED '000
Profit for the period after tax		**1,930,487**	1,780,301	**3,755,572**	3,490,514
Other comprehensive income (loss)					
Items that will not be reclassified to consolidated income statement					
Net gain (loss) on valuation of equity investments carried at fair value through other comprehensive income		**3,375**	(2,155)	**4,570**	(1,112)
Directors' remuneration paid	**32**	**-**	-	**(18,900)**	(16,100)
Other movement in reserves	**32**	**223**	(2,934)	**(11,353)**	4,319
Items that may subsequently be reclassified to consolidated income statement					
Net movement in valuation of investments in sukuk carried at fair value through other comprehensive income		**21,810**	17,135	**(11,093)**	47,642
Exchange differences arising on translation of foreign operations		**344,502**	50,280	**(99,522)**	57,063
Gain (loss) on hedge of foreign operations		**377**	(5,211)	**1,982**	(7,937)
Fair value gain on cash flow hedges	**32**	**-**	11,553	**-**	14,894
Other comprehensive income (loss) for the period		**370,287**	68,668	**(134,316)**	98,769
Total comprehensive income for the period		**2,300,774**	1,848,969	**3,621,256**	3,589,283
Attributable to:					
Equity holders of the Bank		**2,030,419**	1,726,235	**3,452,165**	3,366,876
Non-controlling interest		**270,355**	122,734	**169,091**	222,407
		2,300,774	1,848,969	**3,621,256**	3,589,283

The attached notes 1 to 44 form part of these condensed consolidated interim financial statements.

Condensed consolidated interim statement of financial position
At 30 June 2026 (unaudited)

	Notes	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Assets			
Cash and balances with central banks	15	**37,027,430**	43,952,147
Balances and wakala deposits with Islamic banks and other financial institutions	16	**5,281,588**	4,618,780
Murabaha and mudaraba with financial institutions	17	**8,081,014**	7,255,105
Murabaha and other Islamic financing	18	**127,406,767**	110,752,052
Ijara financing	19	**78,782,554**	70,624,211
Investment in sukuk measured at amortised cost	20	**29,574,983**	26,714,211
Investments measured at fair value	21	**5,284,340**	4,906,366
Investment in associates and joint ventures	22	**1,052,864**	1,013,813
Investment properties	23	**1,176,393**	1,310,369
Development properties	24	**866,645**	742,965
Other assets	25	**6,114,080**	5,625,529
Property and equipment		**2,821,066**	2,774,729
Goodwill and intangibles	26	**446,433**	462,871
Total assets		**303,916,157**	280,753,148
Liabilities			
Due to financial institutions	27	**15,624,632**	9,684,648
Depositors' accounts	28	**245,651,689**	229,096,294
Other liabilities	29	**8,476,586**	7,766,336
Sukuk financing instrument	30	**1,836,250**	1,836,250
Total liabilities		**271,589,157**	248,383,528
Equity			
Share capital	31	**3,632,000**	3,632,000
Legal reserve		**2,735,500**	2,700,228
General reserve		**4,540,461**	4,540,468
Credit risk reserve		**400,000**	400,000
Retained earnings		**15,265,074**	15,847,603
Other reserves	32	**(739,293)**	(1,052,821)
Tier 1 sukuk	33	**4,754,375**	4,754,375
Equity attributable to the equity and Tier 1 sukuk holders of the Bank		**30,588,117**	30,821,853
Non-controlling interest		**1,738,883**	1,547,767
Total equity		**32,327,000**	32,369,620
Total liabilities and equity		**303,916,157**	280,753,148

To the best of our knowledge, the condensed consolidated interim financial statements 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.

H.E. Jawaan Awaidha Suhail Al Khaili
Chairman

Mohamed Abdelbary
Group Chief Executive Officer

The attached notes 1 to 44 form part of these condensed consolidated interim financial statements.

Condensed consolidated interim statement of changes in equity
For the six-months period ended (unaudited)

		Attributable to the equity and Tier 1 sukuk holders of the Bank									
	Notes	Share capital AED '000	Legal reserve AED '000	General reserve AED '000	Credit Risk reserve AED '000	Retained earnings AED '000	Other reserves AED '000	Tier 1 sukuk AED '000	Total AED '000	Non-controlling interest AED '000	Total equity AED '000
Balance at 1 January 2026 - audited		**3,632,000**	**2,700,228**	**4,540,468**	**400,000**	**15,847,603**	**(1,052,821)**	**4,754,375**	**30,821,853**	**1,547,767**	**32,369,620**
Profit for the period		**-**	**-**	**-**	**-**	**3,527,465**	**-**	**-**	**3,527,465**	**228,107**	**3,755,572**
Other comprehensive loss		**-**	**-**	**-**	**-**	**(18,900)**	**(56,400)**	**-**	**(75,300)**	**(59,016)**	**(134,316)**
Profit paid on Tier 1 sukuk – Listed (third issue)	**33**	**-**	**-**	**-**	**-**	**(99,846)**	**-**	**-**	**(99,846)**	**-**	**(99,846)**
Profit paid on Tier 1 sukuk – Government of Abu Dhabi	**33**	**-**	**-**	**-**	**-**	**(61,199)**	**-**	**-**	**(61,199)**	**-**	**(61,199)**
Dividends paid	**40**	**-**	**-**	**-**	**-**	**(3,524,856)**	**-**	**-**	**(3,524,856)**	**-**	**(3,524,856)**
Transfer to Impairment reserve – General	**32**	**-**	**-**	**-**	**-**	**(369,928)**	**369,928**	**-**	**-**	**-**	**-**
Movement in reserves		**-**	**35,272**	**(7)**	**-**	**(35,265)**	**-**	**-**	**-**	**22,025**	**22,025**
Balance at 30 June 2026 - unaudited		**3,632,000**	**2,735,500**	**4,540,461**	**400,000**	**15,265,074**	**(739,293)**	**4,754,375**	**30,588,117**	**1,738,883**	**32,327,000**
Balance at 1 January 2025 - audited		3,632,000	2,670,774	3,947,177	400,000	13,501,350	(1,559,991)	4,754,375	27,345,685	971,553	28,317,238
Profit for the period		-	-	-	-	3,292,353	-	-	3,292,353	198,161	3,490,514
Other comprehensive income (loss)		-	-	-	-	(16,100)	90,623	-	74,523	24,246	98,769
Profit paid on Tier 1 sukuk – Listed (third issue)	33	-	-	-	-	(99,846)	-	-	(99,846)	-	(99,846)
Profit paid on Tier 1 sukuk – Government of Abu Dhabi	33	-	-	-	-	(69,298)	-	-	(69,298)	-	(69,298)
Dividends paid	40	-	-	-	-	(3,030,337)	-	-	(3,030,337)	-	(3,030,337)
Transfer to Impairment reserve – General	32	-	-	-	-	(123,638)	123,638	-	-	-	-
Loss on disposal of FVTOCI investment		-	-	-	-	(28,998)	28,998	-	-	-	-
Movement in reserves		-	28,210	5	-	(28,215)	-	-	-	-	-
Balance at 30 June 2025 - unaudited		**3,632,000**	**2,698,984**	**3,947,182**	**400,000**	**13,397,271**	**(1,316,732)**	**4,754,375**	**27,513,080**	**1,193,960**	**28,707,040**

The attached notes 1 to 44 form part of these condensed consolidated interim financial statements.

Condensed consolidated interim statement of cash flows
For the six-months period ended (unaudited)

	Notes	30 June 2026 AED '000	30 June 2025 AED '000
Operating activities			
Profit for the period		**3,755,572**	3,490,514
Adjustments for:			
Depreciation on investment properties	**23**	**6,751**	7,066
Depreciation on property and equipment		**146,684**	136,750
Depreciation on right-of-use assets		**31,109**	32,035
Amortisation of intangibles	**26**	**4,566**	4,557
Share of results of associates and joint ventures		**(65,166)**	(49,600)
Realised gain on investments carried at fair value through profit or loss	**7**	**1,544**	(17,026)
Unrealised loss (gain) on investments carried at fair value through profit or loss	**7**	**9,239**	(5,423)
Realised gain on sukuk carried at fair value through other comprehensive income	**7**	**(55)**	(1,931)
Dividend income	**7**	**(2,126)**	(1,839)
Finance cost on lease liabilities	**10**	**2,865**	3,050
Provision for impairment, net	**11**	**300,892**	305,063
Provision for taxation		**553,960**	466,587
Gain on disposal of investment properties		**(52,434)**	(12,170)
Operating profit before changes in operating assets and liabilities		**4,693,401**	4,357,633
Changes in operating assets and liabilities			
Decrease (increase) in balances with central banks		**7,446,231**	(2,479,286)
(Increase) decrease in balances and wakala deposits with Islamic banks and other financial institutions		**(1,301,959)**	414,103
Increase in murabaha and mudaraba with financial institutions		**(849,014)**	(973,206)
Increase in murabaha and other Islamic financing		**(17,011,173)**	(14,616,275)
Increase in ijara financing		**(8,148,708)**	(5,889,536)
Additions in investments carried at fair value through profit or loss		**(7,484,919)**	(7,389,017)
Disposals / redemptions in investments carried at fair value through profit or loss		**6,945,497**	7,273,780
Increase in other assets		**(494,248)**	(804,809)
Increase in due to financial institutions		**5,939,984**	3,551,889
Increase in depositors' accounts		**16,557,377**	30,148,261
Increase in other liabilities		**85,988**	87,847
Cash from operations		**6,378,457**	13,681,384
Income taxes paid		**(2,438)**	(182,635)
Directors' remuneration paid		**(18,900)**	(16,100)
Net cash from operating activities		**6,357,119**	13,482,649

Condensed consolidated interim statement of cash flows
For the six-months period ended (unaudited) [continued]

	Notes	**30 June 2026 AED '000**	30 June 2025 AED '000
Investing activities			
Additions in investments carried at fair value through other comprehensive income		**(30,539)**	(82,793)
Disposal / redemptions in investments carried at fair value through other comprehensive income		**183,965**	310,956
Additions in investments carried at amortised cost		**(4,509,289)**	(9,385,545)
Redemptions of investments carried at amortised cost		**1,632,844**	3,953,533
Dividend received		**2,126**	1,839
Dividend received from associates		**19,678**	18,250
Proceeds from disposal of investment properties		**179,650**	20,585
Additions in development properties		**-**	(20,025)
Purchase of property and equipment		**(224,130)**	(214,549)
Net cash used in investing activities		**(2,745,695)**	(5,397,749)
Financing activities			
Profit paid on Tier 1 sukuk – Listed (third issue)	33	**(99,846)**	(99,846)
Profit paid on Tier 1 sukuk – Government of Abu Dhabi	33	**(61,199)**	(69,298)
Repayment of lease liability		**(27,729)**	(27,597)
Repayment of finance cost on lease liability	10	**(2,865)**	(3,050)
Dividends paid		**(3,524,856)**	(3,030,337)
Net cash used in financing activities		**(3,716,495)**	(3,230,128)
(Decrease) increase in cash and cash equivalents		**(105,071)**	4,854,772
Effect of exchange rate on cash and cash equivalents		**(9,743)**	10,189
Cash and cash equivalents at 1 January		**15,949,306**	14,042,801
Cash and cash equivalents at 30 June	35	**15,834,492**	18,907,762

Operating cash flows from profit on balances and wakala deposits with Islamic banks and other financial institutions, murabaha and mudaraba with financial institutions, customer financing, sukuk and customer deposits are as follows:

Profit received	**7,888,703**	6,503,484
Profit paid to depositors	**2,956,104**	2,483,916

Notes to the condensed consolidated interim financial statements
30 June 2026 (Unaudited)

1 Legal status and principal activities

Abu Dhabi Islamic Bank PJSC (the "Bank") was incorporated in the Emirate of Abu Dhabi, United Arab Emirates (UAE), as a public joint stock company with limited liability, in accordance with the provisions of the UAE Federal Commercial Companies Law No. (8) of 1984 (as amended) and the Amiri Decree No. 9 of 1997. UAE Federal Law No. 32 of 2021 on Commercial Companies (the "New Companies Law") was issued on 20 September 2021 and came into effect on 2 January 2022.

The Bank and its subsidiaries (the "Group") carry out full banking services, financing and investing activities through various Islamic instruments such as Murabaha, Istisna'a, Mudaraba, Musharaka, Ijara, Wakalah, Sukuk etc. The activities of the Bank are conducted in accordance with Islamic Shari'a, which prohibits usury as determined by the Internal Shari'a Supervisory Committee of the Bank, and within the provisions of the Articles and Memorandum of Association of the respective entities within the Group.

In addition to its main office in Abu Dhabi, the Bank operates through its 61 branches in UAE (2025: 61 branches) and 3 overseas branches in Iraq, Qatar and Sudan and subsidiaries in the UAE, Egypt and the United Kingdom. The condensed consolidated interim financial statements combine the activities of the Bank's head office, its branches and subsidiaries.

The registered office of the Bank is at P O Box 313, Abu Dhabi, UAE.

The condensed consolidated interim financial statements of the Group were authorised for issue by the Board of Directors on 29 July 2026.

2 Definitions

The following terms are used in the condensed consolidated interim financial statements with the meanings specified:

Murabaha
A sale contract, in which the Group sells to a customer a physical asset, goods, or shares already owned and possessed (either physically or constructively) at a selling price that consists of the purchase cost plus a mark-up profit.

Istisna'a
A sale contract, in which the Group (Al Saanee) sells an asset to be developed using its own materials to a customer (Al Mustasnee) according to pre-agreed upon precise specification, at a specific price, installments dates and to be delivered on a specific date. This developed asset can be either developed directly by the Group or through a subcontractor and then it is handed over to the customer on the pre-agreed upon date.

Ijara
A lease contract whereby the Group (the Lessor) leases to a customer (the Lessee) a service or the usufruct of an owned or rented physical asset that either exists currently or to be constructed in future (forward lease) for a specific period of time at specific rental installments. The lease contract could be ended by transferring the ownership of a leased physical asset through an independent mode to the lessee.

Qard Hasan
A non-profit bearing loan that enables the borrower to use the borrowed amount for a specific period of time, at the end of which the same borrowed amounts would be repaid free of any charges or profits.

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (Unaudited)

2 Definitions (continued)

Musharaka
A contract between the Group and a customer to entering into a partnership in an existing project (or to be established), or in the ownership of a specific asset, either on ongoing basis or for a limited time, during which the Group enters in particular arrangements with the customer to sell to him/her its share in this partnership until he/she becomes the sole owner of it (diminishing musharaka). Profits are distributed according to the mutual agreement of the parties as stipulated in the contract; however, losses are borne according to the exact shares in the Musharaka capital on a pro-rata basis.

Mudaraba
A contract between the Group and a customer, whereby one party provides the funds (Rab Al Mal) and the other party (the Mudarib) invests the funds in a project or a particular activity and any generated profits are distributed between the parties according to the profit shares that were pre-agreed upon in the contract. The Mudarib is responsible of all losses caused by his misconduct, negligence or violation of the terms and conditions of the Mudaraba; otherwise, losses are borne by Rab Al Mal.

Wakalah
A contract between the Group and a customer whereby one party (the principal: the Muwakkil) appoints the other party (the agent: Wakil) to invest certain funds according to the terms and conditions of the Wakala for a fixed fee in addition to any profit exceeding the expected profit as an incentive for the Wakil for the good performance. Any losses as a result of the misconduct or negligence or violation of the terms and conditions of the Wakala are borne by the Wakil; otherwise, they are borne by the principal.

Sukuk
Certificates which are equal in value and represent common shares in the ownership of a specific physical asset (leased or to be leased either existing or to be constructed in future), or in the ownership of cash receivables of selling an existing-owned asset, or in the ownership of goods receivables, or in the ownership of the assets of Mudaraba or Partnership companies. In all these cases, the Sukuk holders shall be the owners of their common shares in the leased assets, or in the cash receivables, or the goods receivable, or in the assets of the Partnership or the Mudaraba.

3 Basis of preparation

3.1 (a) Statement of compliance
The condensed consolidated interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting, general principles of the Shari’a as determined by the Group’s Internal Shari’a Supervisory Committee and applicable requirements of the laws of the UAE.

3.1 (b) Accounting convention
The condensed consolidated interim financial statements have been prepared under the historical cost convention except for investments carried at fair value through profit or loss, investments carried at fair value through other comprehensive income, Shari'a compliant alternatives of derivative financial instruments which have been measured at fair value and land, held as property and equipment, which has been carried at revalued amount.

The condensed consolidated interim financial statements have been presented in UAE Dirhams (AED), which is the functional currency of the Bank and all values are rounded to the nearest thousand AED except where otherwise indicated.

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (Unaudited)

3 Basis of preparation (continued)

3.1 (c) Basis of consolidation

The condensed consolidated interim financial statements comprise the financial statements of the Bank and those of its following subsidiaries:

	Activity	*Country of incorporation*	*Percentage of holding* **2026**	*2025*
Abu Dhabi Islamic Bank – Egypt (S.A.E.)**	Islamic Banking	Egypt	**53%**	53%
Abu Dhabi Islamic Securities Company LLC	Equity brokerage services	United Arab Emirates	**95%**	95%
Burooj Properties LLC	Real estate investments	United Arab Emirates	**100%**	100%
MPM Properties LLC	Real estate services	United Arab Emirates	**100%**	100%
Kawader Services LLC	Manpower supply	United Arab Emirates	**100%**	100%
ADIB (UK) Limited	Other services	United Kingdom	**100%**	100%
ADIB Capital Ltd	Funds services	United Arab Emirates	**100%**	100%
Fractionalized Sukuk Holding Limited*	Special purpose vehicle	United Arab Emirates	-	-
ADIB Sukuk Company II Ltd*	Special purpose vehicle	Cayman Island	-	-
ADIB Capital Invest 3 Ltd*	Special purpose vehicle	Cayman Island	-	-

*The Bank does not have any direct holding in these entities and they are considered to be a subsidiary by virtue of control.

** It has been approved by ADIB Internal Shari'a Supervisory Committee to consolidate the financial statements of ADIB Egypt with ADIB Group following the use of an exceptionally acceptable structure in the absence of a permanent structure to invest ADIB Egypt liquidity in a way other than the direct investment of such liquidity in the conventional securities issued by the Central Bank of Egypt and which allowed the recognition of the income accordingly. The Bank continues to recognize the profits that have been purified prior the use of the structured mentioned above.

These condensed consolidated interim financial statements include the operations of the subsidiaries over which the Bank has control. Subsidiaries are fully consolidated from the date of acquisition, being the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases.

The financial statements of the subsidiaries are prepared for the same reporting year as the Bank, using consistent accounting policies. All intra-group balances, transactions, income and expenses and gains and losses resulting from intra-group transactions are eliminated in full.

Non-controlling interest represent the portion of the net income or loss and net assets of the subsidiaries not held by the Group and are presented separately in the consolidated statement of comprehensive income and within equity in the consolidated statement of financial position, separately from shareholders' equity of the Bank.

3.2 Use of estimates and judgements

The preparation of the condensed consolidated interim financial statements in conformity with the IFRS Accounting Standards requires management to make judgment, estimates and assumptions that affect the application of accounting policies and reported amounts of financial assets and liabilities and the disclosure of contingent liabilities. These judgments, estimates and assumptions also affect the revenue, expenses and provisions as well as fair value changes.

These judgments, estimates and assumptions may affect the reported amounts in subsequent financial years. Estimates and judgments are currently evaluated and are based on historical experience and other factors. In order to reduce the element of subjectivity, the Group has laid down clear criteria to enable estimation of future cash flows. As estimates are based on judgments, actual results may differ, resulting in future changes in such provisions.

In preparing these condensed consolidated interim financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty are the same as those applied to the consolidated financial statements as at and for the year ended 31 December 2025.

4 Material accounting policies

The condensed consolidated interim financial statements do not contain all information and disclosures required for full consolidated financial statements prepared in accordance with IFRS Accounting Standards, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2025. In addition, results for the six months ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

The accounting policies used in the preparation of the condensed consolidated interim financial statements, except the adoption of the following new standards / amendments as of 1 January 2026, are consistent with those used in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025.

New and amended Standard and interpretations adopted effective from 1 January 2026

Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7

Annual Improvements to IFRS Accounting Standard – Volume 11

Contracts Referencing Nature-dependent Electricity – Amendments to IFRS 9 and IFRS 7

Standards issued but not yet effective

The standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Group's financial statements are disclosed below.

New and revised IFRS Accounting Standards	Effective for annual periods beginning on or after
IFRS 18 Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19 Subsidiaries without Public Accountability: Disclosure	1 January 2027
Translation to a Hyperinflationary Presentation Currency (Amendments to IAS 21).	1 January 2027
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture – Amendments to IFRS 10 and IAS 28	Deferred indefinitely

Management anticipates that these new standards, interpretations and amendments will be adopted in the Group's condensed consolidated interim financial statements as and when they are applicable and adoption of these new standards and amendments may have no material impact on the condensed consolidated interim financial statements of the Group in the period of initial application.

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

5 Income from murabaha, mudaraba, ijara and other Islamic financing from customers

	Three months ended 30 June		Six months ended 30 June	
	2026	2025	**2026**	2025
	AED ‘000	AED ‘000	**AED ‘000**	AED ‘000
Vehicle murabaha	**290,469**	248,804	**582,011**	481,204
Goods murabaha	**594,154**	465,140	**1,107,593**	919,992
Share murabaha	**234,926**	219,857	**468,330**	438,980
Commodities murabaha – Al Khair	**157,439**	146,350	**317,771**	288,017
Islamic covered cards (murabaha)	**160,443**	145,158	**325,809**	275,223
Other murabaha	**427,916**	282,641	**835,502**	523,303
Total murabaha	**1,865,347**	1,507,950	**3,637,016**	2,926,719
Mudaraba	**274,534**	219,028	**517,336**	428,225
Ijara	**956,713**	866,556	**1,872,640**	1,651,966
Wakala	**55,794**	38,504	**89,269**	86,471
Istisna’a	**2,441**	2,523	**5,107**	5,066
	3,154,829	2,634,561	**6,121,368**	5,098,447

6 Income from sukuks measured at fair value

	Three months ended 30 June		Six months ended 30 June	
	2026	2025	**2026**	2025
	AED ‘000	AED ‘000	**AED ‘000**	AED ‘000
Income from sukuk measured at fair value through profit or loss	**21,629**	26,414	**43,914**	52,391
Income from sukuk measured at fair value through other comprehensive income	**46,876**	26,252	**93,555**	56,993
	68,505	52,666	**137,469**	109,384

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

7 Net gains and other income from investments measured at fair value

	Three months ended 30 June		Six months ended 30 June	
	2026	2025	**2026**	2025
	AED '000	AED '000	**AED '000**	AED '000
Realised (loss) gain on investments carried at fair value through profit or loss	**(311)**	10,321	**(1,544)**	17,026
Unrealised gain (loss) on investments carried at fair value through profit or loss	**28,992**	(3,795)	**(9,239)**	5,423
Realised (loss) gain on investments carried at fair value through other comprehensive income	**(5)**	-	**55**	1,931
Income from other investment assets	**9,662**	3,530	**19,741**	8,846
Dividend income	**2,126**	1,839	**2,126**	1,839
	40,464	11,895	**11,139**	35,065

8 Fees and commission income and expense

	Three months ended 30 June		Six months ended 30 June	
	2026	2025	**2026**	2025
	AED '000	AED '000	**AED '000**	AED '000
Fees and commission income				
Fees and commission income on cards	**532,802**	497,378	**1,030,289**	977,691
Trade related fees and commission	**58,932**	57,633	**114,993**	149,961
Accounts services fees	**64,173**	52,301	**127,194**	102,333
Projects and property management fees	**17,603**	16,006	**33,409**	33,265
Risk participation and arrangement fees	**85,301**	101,913	**190,315**	166,483
Brokerage fees and commission	**15,843**	15,213	**31,377**	25,172
Other fees and commissions	**145,076**	172,414	**302,138**	340,661
Total fees and commission income	**919,730**	912,858	**1,829,715**	1,795,566
Fees and commission expenses				
Card related fees and commission expenses	**(327,727)**	(318,422)	**(662,176)**	(611,076)
Other fees and commission expenses	**(59,984)**	(47,883)	**(119,939)**	(93,928)
Total fees and commission expenses	**(387,711)**	(366,305)	**(782,115)**	(705,004)
Fees and commission income, net	**532,019**	546,553	**1,047,600**	1,090,562

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

9 Employees' costs

	Three months ended 30 June		Six months ended 30 June	
	2026	2025	**2026**	2025
	AED '000	AED '000	**AED '000**	AED '000
Salaries and wages	**481,980**	437,386	**985,037**	877,454
End of service benefits	**24,137**	28,878	**47,448**	48,502
Other staff expenses	**45,939**	39,066	**87,871**	71,067
	552,056	505,330	**1,120,356**	997,023

10 General and administrative expenses

	Three months ended 30 June		Six months ended 30 June	
	2026	2025	**2026**	2025
	AED '000	AED '000	**AED '000**	AED '000
Legal and professional expenses	**32,509**	32,754	**69,767**	72,395
Premises expenses	**27,607**	26,707	**58,417**	49,521
Marketing and advertising expenses	**29,049**	21,035	**57,186**	43,933
Communication expenses	**28,616**	29,239	**60,518**	58,959
Technology related expenses	**82,218**	76,425	**163,947**	153,634
Finance cost on lease liabilities	**1,436**	1,548	**2,865**	3,050
Other operating expenses	**81,975**	58,653	**158,252**	112,631
	283,410	246,361	**570,952**	494,123

11 Provision for impairment, net

	Three months ended 30 June		Six months ended 30 June	
	2026	2025	**2026**	2025
	AED '000	AED '000	**AED '000**	AED '000
Murabaha and other Islamic financing	**242,846**	196,755	**351,869**	279,828
Ijara financing	**(135,757)**	25,015	**(9,635)**	81,041
Direct write-off, net of recoveries	**3,319**	2,291	**4,589**	4,894
Investment in sukuk measured at amortised cost	**2,088**	(16,631)	**15,673**	(9,851)
Others	**30,020**	(7,947)	**(61,604)**	(50,849)
	142,516	199,483	**300,892**	305,063

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

12 Distribution to depositors and sukuk holders

	Three months ended 30 June		Six months ended 30 June	
	2026	2025	**2026**	2025
	AED '000	AED '000	**AED '000**	AED '000
Investment accounts	**1,644,888**	1,279,091	**3,144,466**	2,498,413
Sukuk holders	**26,067**	26,067	**52,066**	52,066
	1,670,955	1,305,158	**3,196,532**	2,550,479

13 Income tax expense

On 9 December 2022, the United Arab Emirates (UAE) Ministry of Finance ("MoF") released Federal Decree-Law No 47 of 2022 on the Taxation of Corporations and Businesses, Corporate Tax Law ("CT Law") to enact a new CT regime in the UAE. The new CT regime has become effective for accounting periods beginning on or after 1 June 2023. The taxable income of the entities that are in scope for UAE CT purposes will be subject to the rate of 9% corporate tax.

Furthermore, the Bank pays taxes on its international branches and subsidiary in accordance with the tax laws prevailing in those countries mainly Egypt where the tax rate is 22.5%.

The current tax charge in the condensed consolidated income statement is as follows:

	Three months ended 30 June		Six months ended 30 June	
	2026	2025	**2026**	2025
	AED '000	AED '000	**AED '000**	AED '000
Current (UAE Corporate tax)	**157,584**	146,602	**309,962**	283,019
As per other international tax jurisdiction	**125,821**	93,973	**243,998**	183,568
	283,405	240,575	**553,960**	466,587
Effective Tax Rate ("ETR")	**12.8%**	11.9%	**12.9%**	11.8%

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

13 Income tax expense (continued)

The reconciliation of tax expense to the accounting profit before tax is as follows:

	Six months ended 30 June	
	2026	2025
	AED '000	AED '000
Accounting Profit before tax	**4,309,532**	3,957,101
Tax expense at 9% (UAE Corporate tax rate)	**387,858**	356,139
Tax effect of difference:		
Tax effect of different tax rates operating in different jurisdictions	**174,257**	118,798
Others	**(8,155)**	(8,350)
	553,960	466,587

Pillar 2

In line with the OECD's Global Minimum Tax initiative (Pillar Two), the UAE Ministry of Finance has implemented a Domestic Minimum Top-Up Tax (DMTT) of 15%, which will be applicable to Multinational Enterprises (MNEs) for financial years commencing on or after 1 January 2025. The Group qualifies as an MNE, having consolidated revenue that exceeds the EUR 750 million threshold in two out of the four preceding years; therefore, the DMTT regulations will apply to the Group.

As per Article 9.3 of the UAE DMTT framework offers Initial Phase of International Activity (IPIA) relief, which permits a reduction of the top-up tax to zero for UAE entities for up to five years, provided that specific conditions are met. The Group fulfills the criteria for IPIA relief for the six month period ended 30 June 2026.

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

14 Basic and diluted earnings per share

Basic earnings per share amounts are calculated by dividing the profit for the period attributable to ordinary equity holders of the Bank by the weighted average number of ordinary shares outstanding during the period.

Diluted earnings per share are calculated by dividing the profit for the period attributable to ordinary equity holders of the Bank by the weighted average number of ordinary shares outstanding during the period, adjusted for the effects of any financial instruments with dilutive effects.

The following reflects the income and shares data used in the earnings per share computations:

		Three months ended 30 June		Six months ended 30 June	
	Notes	**2026**	2025	**2026**	2025
Profit for the period attributable to equity holders - (AED '000)		**1,813,717**	1,676,381	**3,527,465**	3,292,353
Less: profit attributable to Tier 1 sukuk holder					
- Listed (third issue) - (AED '000)		**-**	-	**(99,846)**	(99,846)
- Government of Abu Dhabi - (AED '000)		**(61,199)**	(69,298)	**(61,199)**	(69,298)
Profit for the period attributable to equity holders after deducting profit relating to Tier 1 sukuk (AED '000)		**1,752,518**	1,607,083	**3,366,420**	3,123,209
Weighted average number of ordinary shares in issue (000's)		**3,632,000**	3,632,000	**3,632,000**	3,632,000
Basic and diluted earnings per share (AED)		**0.483**	0.442	**0.927**	0.860

The Bank does not have any instruments which would have a dilutive impact on earnings per share when converted or exercised. Profit on Tier 1 sukuk is reflected in the EPS computation on the payment of such profit.

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

15 Cash and balances with central banks

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Cash on hand	**3,095,586**	2,641,965
Balances with central banks:		
- Current accounts	**517,156**	1,634,186
- Statutory reserve	**18,745,492**	22,961,774
- Islamic certificate of deposits	**14,674,198**	16,714,748
	37,032,432	43,952,673
Less: provision for impairment	**(5,002)**	(526)
	37,027,430	43,952,147

The Bank is required to maintain statutory reserves with the Central Bank of the UAE, Egypt and Iraq on demand, time and other deposits. The statutory reserves are available for use in the Bank's day-to-day operations and cannot be withdrawn without the approval of the respective Central Banks. Cash on hand and current accounts are not profit-bearing. Islamic certificate of deposits are profit bearing, which is based on entering into international commodities Murabaha transaction in which Central Bank of the UAE and Central Bank of Iraq are the buyers and the Bank is the seller.

The distribution of the gross cash and balances with central banks by geographic region is as follows:

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
UAE	**32,651,288**	39,612,259
Rest of the Middle East	**1,983,550**	2,175,399
Others	**2,397,594**	2,165,015
	37,032,432	43,952,673

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

16 Balances and wakala deposits with Islamic banks and other financial institutions

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Current accounts	**710,724**	513,681
Wakala deposits	**4,544,721**	4,108,828
Waad	**36,783**	-
	5,292,228	4,622,509
Less: provision for impairment	**(10,640)**	(3,729)
	5,281,588	4,618,780

In accordance with Shari'a principles, deposits are invested only with Islamic financial institutions. The Bank does not earn profits on current accounts with banks and financial institutions.

The distribution of the gross balances and wakala deposits with Islamic banks and other financial institutions by geographic region is as follows:

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
UAE	**563,297**	211,177
Rest of the Middle East	**3,181,173**	3,733,569
Europe	**944,389**	293,011
Others	**603,369**	384,752
	5,292,228	4,622,509

17 Murabaha and mudaraba with financial institutions

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Murabaha	**8,132,893**	7,303,119
Less: provision for impairment	**(51,879)**	(48,014)
	8,081,014	7,255,105

In accordance with Shari'a principles, Mudaraba are with Islamic financial institutions or provided for the activities that are entirely Sharia' compliant.

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

17 Murabaha and mudaraba with financial institutions (continued)

The distribution of the gross murabaha and mudaraba with financial institutions by geographic region is as follows:

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Rest of the Middle East	**236,260**	202,869
Others	**7,896,633**	7,100,250
	8,132,893	7,303,119

18 Murabaha and other Islamic financing

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Vehicle murabaha	**15,311,196**	14,503,428
Goods murabaha	**63,747,370**	54,113,322
Share murabaha	**10,920,978**	10,724,546
Commodities murabaha – Al Khair	**12,251,606**	12,046,639
Islamic covered cards (murabaha)	**16,706,274**	16,556,391
Other murabaha	**17,156,222**	15,399,521
Total murabaha	**136,093,646**	123,343,847
Mudaraba	**9,108,536**	6,867,249
Wakala	**4,885,131**	2,645,822
Istisna'a	**139,356**	209,956
Other financing receivables	**307,550**	251,926
Total murabaha and other Islamic financing	**150,534,219**	133,318,800
Less: deferred income on murabaha	**(21,258,091)**	(20,785,765)
	129,276,128	112,533,035
Less: provision for impairment	**(1,869,361)**	(1,780,983)
	127,406,767	110,752,052

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

18 Murabaha and other Islamic financing (continued)

The distribution of the gross murabaha and other Islamic financing by industry sector and geographic region was as follows:

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Industry sector		
Government	**19,358,776**	15,646,975
Public sector	**27,898,281**	22,612,680
Corporates	**11,358,890**	8,952,619
Financial institutions	**8,660,410**	6,411,002
Individuals	**59,700,143**	57,110,188
Small and medium enterprises	**2,299,628**	1,799,571
	129,276,128	112,533,035
Geographic region		
UAE	**92,476,785**	81,266,309
Rest of the Middle East	**16,896,960**	14,614,568
Europe	**4,578,067**	3,957,057
Others	**15,324,316**	12,695,101
	129,276,128	112,533,035

19 Ijara financing

This represents net investment in assets leased for periods which either approximate or cover major parts of the estimated useful lives of such assets. The documentation includes a separate undertaking from the Bank to sell the leased assets to the lessee upon the maturity of the lease.

The aggregate future lease receivables are as follows:

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Ijara financing	**80,799,215**	73,055,943
Less: provision for impairment	**(2,016,661)**	(2,431,732)
	78,782,554	70,624,211

19 Ijara financing (continued)

The distribution of the gross ijara financing by industry sector and geographic region was as follows:

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Industry sector		
Government	**1,748,956**	1,210,274
Public sector	**7,370,378**	5,717,013
Corporates	**17,543,506**	18,419,796
Individuals	**53,525,930**	47,231,561
Small and medium enterprises	**507,935**	367,655
Non-profit organisations	**102,510**	109,644
	80,799,215	73,055,943
Geographic region		
UAE	**77,537,214**	69,953,559
Rest of the Middle East	**1,658,070**	1,671,519
Europe	**380,655**	456,154
Others	**1,223,276**	974,711
	80,799,215	73,055,943

20 Investment in sukuk measured at amortised cost

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Sukuk - Quoted	**29,641,162**	26,764,718
Less: provision for impairment	**(66,179)**	(50,507)
	29,574,983	26,714,211

The Group entered into collateralized murabaha arrangement whereby sukuk are held as collateral with counterparties. The risks and rewards relating to the sukuk collateralised remain with the Group. At 30 June 2026, certain sukuk with an aggregate carrying value of AED 11,096,001 thousand (fair value of AED 10,855,783 thousand) [31 December 2025: carrying value AED 3,781,762 thousand and fair value AED 3,635,755 thousand] which were collateralized against Collateralised murabaha amounts to AED 10,020,683 thousand (31 December 2025: AED 3,363,553 thousand).

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

20 Investment in sukuk measured at amortised cost (continued)

The distribution of the gross investments by geographic region was as follows:

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
UAE	**14,217,327**	12,900,956
Rest of the Middle East	**12,671,879**	11,518,860
Others	**2,751,956**	2,344,902
	29,641,162	26,764,718

21 Investments measured at fair value

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Investments carried at fair value through profit or loss		
Quoted investments		
Equities	**27,725**	11,041
Sukuk	**1,468,950**	956,995
	1,496,675	968,036
Unquoted sukuk	**332,135**	332,135
	1,828,810	1,300,171

Unquoted sukuk carried at fair value through profit or loss includes financial assets acquired as part of settlement of an existing financing exposure that has been transferred to a new entity controlled by the financiers. The instrument is expected to be settled through the sale of operating assets transferred to the new entity.

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

21 Investments measured at fair value (continued)

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Investments carried at fair value through other comprehensive income		
Quoted investments		
Equities	**24,237**	24,166
Sukuk	**2,779,316**	2,886,305
	2,803,553	2,910,471
Unquoted investments		
Sukuk	**12,833**	43,257
Funds	**521,991**	559,265
Private equities	**126,947**	117,399
	661,771	719,921
	3,465,324	3,630,392
	5,294,134	4,930,563
Less: provision for impairment	**(9,794)**	(24,197)
	5,284,340	4,906,366

The Group entered into collateralized murabaha arrangement whereby sukuk are held as collateral with counterparties. The risks and rewards relating to the sukuk collateralised remain with the Group. At 30 June 2026, certain sukuk with an aggregate carrying value of AED 478,056 thousand (fair value of AED 478,056 thousand) [31 December 2025: carrying value Nil and fair value Nil] which were collateralized against Collateralised murabaha amounts to AED 421,349 thousand (31 December 2025: Nil).

The distribution of the gross investments by geographic region was as follows:

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Geography region		
UAE	**2,378,660**	2,635,105
Rest of the Middle East	**1,449,898**	1,272,691
Europe	**5,373**	880
Others	**1,460,203**	1,021,887
	5,294,134	4,930,563

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

22 Investment in associates and joint ventures

The movement in the carrying amount during the period was as follows:

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
At the beginning of the period	**1,028,969**	910,854
Share of results	**65,166**	105,011
Dividends received	**(19,678)**	(18,250)
Foreign currency translation	**(6,437)**	31,354
At the end of the period	**1,068,020**	1,028,969
Less: provision for impairment	**(15,156)**	(15,156)
Net balance at the end of the period	**1,052,864**	1,013,813

There is no movement in the provision for impairment during the period.

Details of the Bank's investment in associates and joint ventures at 30 June is as follows:

	Place of incorporation	*Proportion of ownership interest 2026 %*	*2025 %*	*Principal activity*
Associates				
Abu Dhabi National Takaful PJSC	UAE	**42**	42	Islamic insurance
Bosna Bank International D. D	Bosnia	**27**	27	Islamic banking
The Residential REIT (IC) Limited	UAE	**29**	29	Real estate fund
Joint ventures				
Saudi Finance Company CSJC	Kingdom of Saudi Arabia	**51**	51	Islamic Retail Finance
Arab Link Money Transfer PSC (under liquidation)	UAE	**51**	51	Currency Exchange
Abu Dhabi Islamic Merchant Acquiring Company LLC	UAE	**51**	51	Merchant acquiring

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

23 Investment properties

The movement in investment properties balance during the period was as follows:

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Cost		
Balance at the beginning of the period	**1,476,245**	1,496,592
Disposals during the period	**(129,784)**	(20,384)
Foreign currency translation	**(9)**	37
Gross balance at the end of the period	**1,346,452**	1,476,245
Less: provision for impairment	**(31,943)**	(31,943)
Net balance at the end of the period	**1,314,509**	1,444,302
Accumulated depreciation:		
Balance at the beginning of the period	**133,933**	131,661
Charge for the period	**6,751**	13,988
Relating to disposals	**(2,568)**	(11,716)
Balance at the end of the period	**138,116**	133,933
Net book value at the end of the period	**1,176,393**	1,310,369

The property rental income earned by the Group from its investment properties, that are leased out under operating leases, amounted to AED 19,242 thousand (30 June 2025: AED 18,828 thousand) for the six months period ended 30 June 2026.

There is no movement in the provision for impairment during the period.

The distribution of investment properties by geographic region was as follows:

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
UAE	**1,199,894**	1,333,821
Rest of the Middle East	**8,214**	8,214
Others	**228**	277
	1,208,336	1,342,312

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

24 Development properties

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
At the beginning of the period	**866,645**	846,620
Additions during the period	**-**	20,025
	866,645	866,645
Less: provision for impairment	**-**	(123,680)
Net balance at the end of the period	**866,645**	742,965

Development properties include land with a carrying value of AED 820,025 thousand (31 December 2025: AED 696,345 thousand) pertaining to a subsidiary of the Bank.

All development properties are located in the UAE.

25 Other assets

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Acceptances	**809,753**	965,822
Assets acquired in satisfaction of claims	**182,911**	193,817
Trade receivables	**627,951**	549,593
Prepaid expenses	**1,765,174**	1,339,586
Accrued profit	**1,072,555**	1,019,435
Positive fair value of Shari'a compliant alternatives of derivative financial instruments	**9,140**	13,774
Others, net	**1,646,596**	1,543,502
	6,114,080	5,625,529

Assets acquired in exchange for claims in order to achieve an orderly realization are recorded as "Assets acquired in satisfaction of claims". The asset acquired is recorded at the lower of its fair value less costs to sell and the carrying amount of the claim (net of provision for impairment) at the date of exchange.

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

26 Goodwill and intangibles

	Goodwill AED '000	Core deposit AED '000	License AED '000	Total AED '000
At 1 January 2025 - audited	193,073	76,076	140,719	409,868
Exchange translation differences	45,915	7,151	9,275	62,341
Amortisation during the year	-	(9,338)	-	(9,338)
At 1 January 2026 - audited	**238,988**	**73,889**	**149,994**	**462,871**
Exchange translation	**(3,882)**	**(3,478)**	**(4,512)**	**(11,872)**
Amortisation during the period	**-**	**(4,566)**	**-**	**(4,566)**
At 30 June 2026 - unaudited	**235,106**	**65,845**	**145,482**	**446,433**

27 Due to financial institutions

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Current accounts	**2,445,731**	2,471,294
Investment deposits	**2,428,902**	3,849,801
Collateralised murabaha with banks	**10,442,032**	3,363,553
	15,316,665	9,684,648
Current account - Central Bank of UAE	**307,967**	-
	15,624,632	9,684,648

The collateral provided against these collateralised murabaha are disclosed in note 20 and note 21.

28 Depositors' accounts

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Current accounts	**58,890,713**	57,318,734
Investment accounts	**185,972,919**	171,002,626
Investment risk reserve	**788,057**	774,934
	245,651,689	229,096,294

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

28 Depositors' accounts (continued)

The movement in the investment risk reserve during the period was as follows:

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
At the beginning of the period	**774,934**	737,298
Share of profit / paid during the period	**13,123**	37,636
At the end of the period	**788,057**	774,934

The distribution of the depositors' accounts by industry sector was as follows:

Government	**35,890,702**	32,149,734
Public sector	**36,090,756**	24,683,901
Corporates	**27,207,445**	29,419,108
Financial institutions	**5,301,026**	4,073,612
Individuals	**108,892,155**	107,283,328
Small and medium enterprises	**28,176,168**	27,379,630
Non-profit organisations	**4,093,437**	4,106,981
	245,651,689	229,096,294

The Bank invests all of its investment accounts including saving accounts, adjusted for UAE, Egypt and Iraq Central Bank reserve requirements and the Group's liquidity requirements.

With respect to investment deposits, the Bank is liable only in case of misconduct, negligence or breach of contract otherwise it is on the account of the fund's provider (Rab Al Mal) or the principal (the Muwakkil).

29 Other liabilities

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Accounts payable	**810,880**	695,229
Acceptances	**809,753**	965,822
Lease liabilities	**191,755**	174,928
Accrued profit for distribution to depositors and sukuk holders	**1,033,425**	806,120
Bankers' cheques	**1,499,020**	1,421,945
Provision for staff benefits and other expenses	**531,860**	642,875
Retentions payable	**159,760**	127,679
Advances from customers	**63,004**	76,619
Accrued expenses	**308,397**	361,536
Deferred income	**470,646**	461,178
Negative fair value of Shari'a compliant alternatives of derivative financial instruments	**27,600**	25,642
Others	**2,570,486**	2,006,763
	8,476,586	7,766,336

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

30 Sukuk financing instrument

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Sukuk financing instrument	**1,836,250**	1,836,250

In November 2023, the Bank through a AAOIFI Shari'a compliant sukuk arrangement, raised medium term green sukuk amounting to AED 1,836,250 thousand (USD 500 million) under a USD 5 billion programme. The sukuk are listed on the London Stock Exchange's International Securities Market (ISM) and the Abu Dhabi Securities Exchange (ADX). The sukuk will mature in November 2028. The sukuk deserved rental proceeds are distributed in accordance with expected profit rate.

Terms of arrangement
The terms of the arrangement include transfer of the ownership of certain assets (the "Ijarah Assets"), from identified ijara financing assets in the portfolio of the Bank, to a sukuk company, ADIB Sukuk Company II Ltd - the Issuer, a subsidiary of the Bank, specially formed for the sukuk transaction. The assets are owned by the Sukuk holders, however the assets are controlled by the Bank and shall continue to be serviced by the Bank as the Servicing agent.

The issuer will pay the quarterly distribution amount from rental proceeds generated and received from the Ijarah Assets. Such proceeds are expected to be sufficient to cover the quarterly distribution amount payable to the sukuk holders on the quarterly distribution dates. Upon maturity of the sukuk, the Bank has undertaken to repurchase the Ijarah Assets at an exercise price, specified in the relevant Purchase Undertaking.

31 Share capital

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Authorised share capital:		
4,000,000 thousand (2025: 4,000,000 thousand) ordinary shares of AED 1 each (2025: AED 1 each)	**4,000,000**	4,000,000
Issued and fully paid share capital:		
3,632,000 thousand (2025: 3,632,000 thousand) ordinary shares of AED 1 each (2025: AED 1 each)	**3,632,000**	3,632,000

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

32 Other reserves

	Cumulative changes in fair values AED '000	Land revaluation reserve AED '000	Foreign currency translation reserve AED '000	Hedging reserve AED '000	Impairment reserve - General AED '000	Others AED '000	Total AED '000
At 1 January 2026 - audited	**(226,114)**	**137,400**	**(1,597,793)**	**-**	**626,424**	**7,262**	**(1,052,821)**
Net movement in valuation of equity investment carried at FVTOCI -net of tax	**(13,026)**	**-**	**-**	**-**	**-**	**-**	**(13,026)**
Net movement in valuation of investment in sukuk carried at FVTOCI – net of tax	**4,570**	**-**	**-**	**-**	**-**	**-**	**4,570**
Exchange differences arising on translations of foreign operations	**-**	**-**	**(43,886)**	**-**	**-**	**-**	**(43,886)**
Gain on hedge of foreign operations	**-**	**-**	**1,982**	**-**	**-**	**-**	**1,982**
Net movement in impairment reserve – General	**-**	**-**	**-**	**-**	**369,928**	**-**	**369,928**
Net movement in other reserves	**-**	**-**	**-**	**-**		**(6,040)**	**(6,040)**
At 30 June 2026 - unaudited	**(234,570)**	**137,400**	**(1,639,697)**	**-**	**996,352**	**1,222**	**(739,293)**
At 1 January 2025 - audited	(331,204)	137,400	(1,690,718)	(3,341)	331,186	(3,314)	(1,559,991)
Net movement in valuation of equity investment carried at FVTOCI-net of tax	47,642	-	-	-	-	-	47,642
Net movement in valuation of investment in sukuk carried at FVTOCI-net of tax	(1,112)	-	-	-	-	-	(1,112)
Loss on disposal of investments carried at FVTOCI	28,998	-	-	-	-	-	28,998
Exchange differences arising on translation of foreign operations	-	-	32,817	-	-	-	32,817
Loss on hedge of foreign operations	-	-	(7,937)	-	-	-	(7,937)
Fair value gain on cash flow hedges	-	-	-	14,894	-	-	14,894
Net movement in impairment reserve – General	-	-	-	-	123,638	-	123,638
Net movement in other reserves	-	-	-	-	-	4,319	4,319
At 30 June 2025 - unaudited	(255,676)	137,400	(1,665,838)	11,553	454,824	1,005	(1,316,732)

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

33 Tier 1 sukuk

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Tier 1 sukuk – Listed (third issue)	**2,754,375**	2,754,375
Tier 1 sukuk – Government of Abu Dhabi	**2,000,000**	2,000,000
	4,754,375	4,754,375

Tier 1 sukuk – Listed (third issue)
On 18 July 2023, the Bank through a Shari'a compliant sukuk arrangement has issued Tier 1 sukuk – Listed (third issue) (the "Sukuk") amounting to AED 2,754,375 thousand (USD 750 million). This Sukuk was issued under the authorities approved by the shareholders of the Bank in the Annual General Meeting held on 06 March 2023. Issuance costs amounting to AED 12,305 thousand were incurred at the time of issuance.

This Sukuk is a perpetual security in respect of which there is no fixed redemption date and constitute direct, unsecured, subordinated obligations of the Bank upon its conclusion subject to the terms and conditions of the mudaraba. The sukuk is listed on the London Stock Exchange's International Securities Market (ISM) and is callable by the Bank after period ending on 18 January 2029 (the "First Call Date") or any achieved profit payment date thereafter subject to certain conditions. The Sukuk bear an expected mudaraba profit rate of 7.25%, such achieved profit is payable during the initial period of five and half years semi-annually in arrears. After the initial period, and for every 5th year thereafter, resets to a new expected mudaraba profit rate based on the then 5.5 year US treasury rate plus an expected margin of 3.059%. Profit distributions will be reported in the consolidated statement of changes in equity.

The Bank may, at its sole discretion, elect not to make any mudaraba profit distributions as expected and the event is not considered an event of default. 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 Sukuk except securities, the term of which stipulate a mandatory redemption or conversion into equity, in each case unless or until the occurrence of the next following payment of expected mudaraba profit distribution.

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

33 Tier 1 sukuk (continued)

Tier 1 sukuk – Government of Abu Dhabi
On 16 April 2009, under the Government of Abu Dhabi Bank capitalisation programme, the Bank has issued Tier 1 sukuk (the "Sukuk-Gov") to the Department of Finance of the Government of Abu Dhabi, with a principal investment amount of AED 2,000,000 thousand. Issuance of this Sukuk-Gov was approved by the shareholders of the Bank in the Extraordinary General Meeting held on 22 March 2009.

On 15 December 2021, amended and restated Mudaraba Agreement was signed to make the Sukuk-Gov complaint with Basel 3.

This Sukuk-Gov is a perpetual security in respect of which there is no fixed redemption date and constitute direct, unsecured, subordinated obligations of the Bank subject to the terms and conditions of the Mudaraba. Based on the amended and restated Mudaraba Agreement dated 15 December 2021, the Sukuk-Gov is callable by the Bank after period ending on 16 April 2027 (the "Call Date") or any achieved profit payment date thereafter subject to certain conditions.

The Sukuk-Gov had an expected mudaraba profit rate of 6% payable during the initial period of five years semi-annually in arrears. The initial period of five years ended on 16 April 2014. After the initial period, Sukuk-Gov bear an expected variable mudaraba profit rate payable of 6 months EIBOR plus an expected margin of 2.3%. Profit distributions will be reported in the consolidated statement of changes in equity. No changes were made to expected mudaraba profit rates under the amended and restated Mudaraba Agreement dated 15 December 2021.

The Bank may, at its sole discretion, elect not to make any Mudaraba profit distributions as expected and the event is not considered an event of default. 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 Sukuk except securities, the term of which stipulate a mandatory redemption or conversion into equity, in each case unless or until the occurrence of two consecutive expected mudaraba profit distribution.

34 Contingent liabilities and commitments

The Bank has the following credit related contingencies, commitments and other capital commitments:

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Contingent liabilities		
Letters of credit	**5,412,695**	2,968,738
Letters of guarantee	**14,404,943**	12,704,509
	19,817,638	15,673,247
Commitments		
Undrawn facilities commitments	**4,554,041**	4,038,564
Future capital expenditure	**270,188**	247,632
	4,824,229	4,286,196
	24,641,867	19,959,443

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

35 Cash and cash equivalents

	Six months ended 30 June 2026 (unaudited)	Six months ended 30 June 2025 (unaudited)
Cash and balances with central banks, short term	**12,218,066**	10,695,639
Balances and wakala deposits with Islamic banks and other financial institutions, short term	**3,616,426**	8,168,591
Murabaha and mudaraba with financial institutions, short term	**-**	43,532
	15,834,492	18,907,762

36 Related party transactions

In the ordinary course of its activities, the Bank enters into transactions with related parties, comprising major shareholder, directors, associates and joint ventures, key management and their related parties in the ordinary course of business on terms agreed between the parties on arm's length basis. The Bank obtains collateral, including charges over real estate properties and securities, the extent of which is dependent on the Bank's assessment of the credit risk of the related party. All transactions with related parties are free of any specific provision for impairment. Transactions between the Bank and its subsidiaries have been eliminated on consolidation and are not disclosed in this note.

During the period, significant transactions with related parties included in the condensed consolidated interim statement of profit or loss were as follows:

	Major shareholder AED '000	**Directors and Key management personnel AED '000**	**Associates and joint ventures AED '000**	**Others AED '000**	**Total AED '000**
30 June 2026 - unaudited					
Income from murabaha, mudaraba and wakala with financial institutions	**-**	**-**	**7,908**	**-**	**7,908**
Income from murabaha, mudaraba, ijara and other Islamic financing from customers	**36,110**	**134**	**6,624**	**69,929**	**112,797**
Fees and commission income, net	**1**	**211**	**16**	**862**	**1,090**
Operating expenses	**-**	**396**	**-**	**-**	**396**
Distribution to depositors and sukuk holders	**939**	**290**	**437**	**201**	**1,867**

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

36 Related party transactions (continued)

30 June 2025 - unaudited	**Major Shareholder AED '000**	**Directors and Key management personnel AED '000**	**Associates and joint ventures AED '000**	**Others AED '000**	**Total AED '000**
Income from murabaha, mudaraba and wakala with financial institutions	-	-	4,531	-	4,531
Income from murabaha, mudaraba, ijara and other Islamic financing from customers	20,821	4	7,193	41,415	69,433
Fees and commission income, net	1	26	14	1,642	1,683
Operating expenses	-	462	-	-	462
Distribution to depositors and sukuk holders	289	407	650	164	1,510

The related party balances included in the condensed consolidated interim statement of financial position were as follows:

	Major shareholder AED '000	**Directors and Key management personnel AED '000**	**Associates and joint ventures AED '000**	**Others AED '000**	**Total AED '000**
30 June 2026 - unaudited					
Murabaha and mudaraba with financial institutions	**-**	**-**	**186,034**	**-**	**186,034**
Murabaha, mudaraba, ijara and other Islamic financing	**2,049,013**	**20,205**	**250,168**	**4,020,907**	**6,340,293**
Other assets	**-**	**-**	**42,213**	**9,642**	**51,855**
	2,049,013	**20,205**	**478,415**	**4,030,549**	**6,578,182**
Due to financial institutions	**-**	**-**	**192**	**-**	**192**
Depositors' accounts	**3,508**	**38,878**	**57,516**	**201,385**	**301,287**
Other liabilities	**-**	**53**	**40**	**9,727**	**9,820**
	3,508	**38,931**	**57,748**	**211,112**	**311,299**
Contingencies	**-**	**788**	**10,000**	**128,037**	**138,825**
31 December 2025 - audited					
Murabaha and mudaraba with financial institutions	-	-	203,786	-	203,786
Murabaha, mudaraba, ijara and other Islamic financing	2,073,236	25,558	248,807	4,018,890	6,366,491
Other assets	-	-	38,693	9,642	48,335
	2,073,236	25,558	491,286	4,028,532	6,618,612
Due to financial institutions	-	-	197	-	197
Depositors' accounts	3,259	24,974	42,443	49,236	119,912
Other liabilities	-	113	243	9,895	10,251
	3,259	25,087	42,883	59,131	130,360
Contingencies	-	788	10,000	121,123	131,911

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

36 Related party transactions (continued)

Compensation of key management personnel
The compensation of key management personnel during the period was as follows:

	Six months ended 30 June 2026 (unaudited)	Six months ended 30 June 2025 (unaudited)
Salaries and other benefits	**16,140**	15,320
Employees' end of service benefits	**1,380**	1,312
	17,520	16,632

During 2026, AED 18,900 thousand was paid to Board of Directors pertaining to the year ended 31 December 2025 after the approval by the shareholders at the Annual General Assembly held on 04 March 2026.

During 2025, AED 16,100 thousand was paid to Board of Directors pertaining to the year ended 31 December 2024 after the approval by the shareholders at the Annual General Assembly held on 10 March 2025.

37 Segment information

Operating segments are identified on the basis of internal reports about the components of the Group that are regularly reviewed by the chief operating decision makers of the Bank in order to allocate resources to the segment and to assess its performance. Information reported to the chief operating decision makers for the purpose of resource allocation and assessment of performance is based on following strategic business units offering products and services to the different markets.

Global Retail banking - Principally handling small and medium businesses and individual customers' deposits, providing consumer and commercial murabahat, Ijara, Islamic covered card and funds transfer facilities and trade finance facilities.

Global Wholesale banking – Principally handling financing and other credit facilities and deposits and current accounts for corporate and institutional customers.

Private banking - Principally handling financing and other credit facilities, deposits and current accounts for high net worth individual customers.

Treasury – Principally handling money market, trading and treasury services, as well as the management of the Bank's funding operations by use of investment deposits.

Real estate – Subsidiaries of the Bank handling the acquisition, selling, development and leasing including both land and buildings, management and resale of properties and all associated activities.

Associates and Subsidiaries – Include Banks subsidiaries (not included above), associates and joint ventures, operating within and outside UAE.

Other operations - Other operations comprises mainly of Head Office including unallocated costs.

Management monitors the operating results of the operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss.

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

37 Segment information (continued)

	Global retail banking AED '000	Global wholesale banking AED '000	Private banking AED '000	Treasury AED '000	Real estate AED '000	Other operations AED '000	Associates & subsidiaries AED '000	Total AED '000
30 June 2026 - unaudited								
Revenue and results								
Segment revenues, net	3,136,816	1,071,019	133,595	515,675	97,699	363,582	1,172,456	6,490,842
Operating expenses excluding provision for impairment, net	(1,222,149)	(152,863)	(44,465)	(23,664)	(37,597)	(131,587)	(268,093)	(1,880,418)
Operating profit	1,914,667	918,156	89,130	492,011	60,102	231,995	904,363	4,610,424
Provision for impairment, net	(242,426)	36,891	(1,714)	(15,788)	123,681	(128,741)	(72,795)	(300,892)
Profit for the period before zakat and tax	1,672,241	955,047	87,416	476,223	183,783	103,254	831,568	4,309,532
Zakat and tax	-	(13,701)	-	-	(16,659)	(288,837)	(234,763)	(553,960)
Profit for the period after zakat and tax	1,672,241	941,346	87,416	476,223	167,124	(185,583)	596,805	3,755,572
Non-controlling interest	-	-	-	-	-	-	(228,107)	(228,107)
Profit for the period attributable to equity holders of the Bank	1,672,241	941,346	87,416	476,223	167,124	(185,583)	368,698	3,527,465
Assets								
Segmental assets	120,804,384	92,259,443	6,028,142	42,598,671	2,313,031	5,727,906	34,184,580	303,916,157
Liabilities								
Segmental liabilities	116,632,778	81,172,889	16,990,442	22,655,900	87,136	5,349,518	28,700,494	271,589,157

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

37 Segment information (continued)

	Global retail banking AED '000	Global wholesale banking AED '000	Private banking AED '000	Treasury AED '000	Real estate AED '000	Other operations AED '000	Associates & subsidiaries AED '000	Total AED '000
30 June 2025 – unaudited								
Revenue and results								
Segment revenues, net	2,863,174	1,023,382	125,662	310,063	56,267	623,834	931,336	5,933,718
Operating expenses excluding provision for impairment, net	(1,146,157)	(143,669)	(43,475)	(22,533)	(31,675)	(80,662)	(203,383)	(1,671,554)
Operating profit	1,717,017	879,713	82,187	287,530	24,592	543,172	727,953	4,262,164
Provision for impairment, net	(220,580)	(98,752)	508	19,268	-	57,663	(63,170)	(305,063)
Profit for the period before tax	1,496,437	780,961	82,695	306,798	24,592	600,835	664,783	3,957,101
Tax	-	(23,840)	-	-	(2,213)	(283,994)	(156,540)	(466,587)
Profit for the period after tax	1,496,437	757,121	82,695	306,798	22,379	316,841	508,243	3,490,514
Non-controlling interest	-	-	-	-	-	-	(198,161)	(198,161)
Profit for the period attributable to equity holders of the Bank	1,496,437	757,121	82,695	306,798	22,379	316,841	310,082	3,292,353
31 December 2025 - audited								
Assets								
Segmental assets	111,630,704	80,199,305	5,586,018	46,258,070	2,128,782	5,326,153	29,624,116	280,753,148
Liabilities								
Segmental liabilities	116,390,631	70,446,777	16,410,393	15,425,172	77,337	4,825,055	24,808,163	248,383,528

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

37 Segment information (continued)

Geographical information

The Group operates in two principal geographic areas that are domestic and international. The United Arab Emirates is designated as domestic area which represents the operations of the Group that originates from the U.A.E. branches, associates and subsidiaries; and international area represents the operations of the Bank that originates from its branches in Iraq, Qatar and Sudan and through its subsidiaries and associates outside U.A.E.

	Domestic AED '000	International AED '000	Six months ended 30 June 2026 (unaudited) Total AED '000	Domestic AED '000	International AED '000	Six months ended 30 June 2025 (unaudited) Total AED '000
Revenue and results						
Segment revenues, net	**5,267,658**	**1,223,184**	**6,490,842**	4,907,110	1,026,608	5,933,718
Operating expenses excluding provision for impairment, net	**(1,588,669)**	**(291,749)**	**(1,880,418)**	(1,450,359)	(221,195)	(1,671,554)
Operating profit	**3,678,989**	**931,435**	**4,610,424**	3,456,751	805,413	4,262,164
Provision for impairment, net	**(199,920)**	**(100,972)**	**(300,892)**	(276,204)	(28,859)	(305,063)
Profit for the period before tax	**3,479,069**	**830,463**	**4,309,532**	3,180,547	776,554	3,957,101
Tax	**(310,197)**	**(243,763)**	**(553,960)**	(289,888)	(176,699)	(466,587)
Profit for the period after tax	**3,168,872**	**586,700**	**3,755,572**	2,890,659	599,855	3,490,514
Non-controlling interest	**(1,916)**	**(226,191)**	**(228,107)**	(1,493)	(196,668)	(198,161)
Profit for the period attributable to equity holders of the Bank	**3,166,956**	**360,509**	**3,527,465**	2,889,166	403,187	3,292,353

	Domestic AED '000	International AED '000	30 June 2026 (unaudited) Total AED '000	Domestic AED '000	International AED '000	31 December 2025 (audited) Total AED '000
Assets						
Segmental assets	**265,340,268**	**38,575,889**	**303,916,157**	246,355,562	34,397,586	280,753,148
Liabilities						
Segmental liabilities	**240,465,410**	**31,123,747**	**271,589,157**	221,197,380	27,186,148	248,383,528

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

38 Risk management

Credit quality per stage for financial assets

The details of gross exposure of financial assets and their expected credit losses per stages was as follows:

	Gross Exposure				*Expected credit losses - (ECL)*			
	Stage 1 AED '000	Stage 2 AED '000	Stage 3 AED '000	Total AED '000	Stage 1 AED '000	Stage 2 AED '000	Stage 3 AED '000	Total AED '000
30 June 2026 - unaudited								
Cash and balances with central banks	32,941,482	995,364	-	33,936,846	623	4,379	-	5,002
Balances and wakala deposits with Islamic banks and other financial institutions	5,266,505	25,723	-	5,292,228	10,319	321	-	10,640
Murabaha and mudaraba with financial institutions	8,081,339	51,554	-	8,132,893	51,422	457	-	51,879
Murabaha and other Islamic financing	124,823,200	3,163,088	1,289,840	129,276,128	578,565	403,917	886,879	1,869,361
Ijara financing	75,771,633	1,800,767	3,226,815	80,799,215	479,790	87,682	1,449,189	2,016,661
Investment in sukuk measured at amortised cost	29,629,374	-	11,788	29,641,162	54,391	-	11,788	66,179
Investments measured at fair value	2,778,948	-	13,201	2,792,149	3,873	-	5,921	9,794
Other assets	1,134,172	10,473	-	1,144,645	17,376	488	-	17,864
	280,426,653	6,046,969	4,541,644	291,015,266	1,196,359	497,244	2,353,777	4,047,380
Contingent liabilities and commitments	23,862,866	331,814	170,256	24,364,936	170,752	24,665	48,056	243,473
	304,289,519	6,378,783	4,711,900	315,380,202	1,367,111	521,909	2,401,833	4,290,853

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

38 Risk management (continued)

Credit quality per stage for financial assets

	Gross Exposure				*Expected credit losses - (ECL)*			
	Stage 1 AED '000	Stage 2 AED '000	Stage 3 AED '000	Total AED '000	Stage 1 AED '000	Stage 2 AED '000	Stage 3 AED '000	Total AED '000
31 December 2025 - audited								
Cash and balances with central banks	41,310,708	-	-	41,310,708	526	-	-	526
Balances and wakala deposits with Islamic banks and other financial institutions	4,622,509	-	-	4,622,509	3,729	-	-	3,729
Murabaha and mudaraba with financial institutions	7,303,119	-	-	7,303,119	48,014	-	-	48,014
Murabaha and other Islamic financing	108,786,384	2,626,671	1,119,980	112,533,035	590,705	386,442	803,836	1,780,983
Ijara financing	66,903,994	2,012,432	4,139,517	73,055,943	504,994	90,437	1,836,301	2,431,732
Investment in sukuk measured at amortised cost	26,752,930	-	11,788	26,764,718	38,719	-	11,788	50,507
Investments measured at fair value	2,909,950	-	19,612	2,929,562	4,586	-	19,611	24,197
Other assets	1,451,819	5,489	3,483	1,460,791	13,321	283	727	14,331
	260,041,413	4,644,592	5,294,380	269,980,385	1,204,594	477,162	2,672,263	4,354,019
Contingent liabilities and commitments	18,602,571	646,188	463,052	19,711,811	133,238	11,712	49,861	194,811
	278,643,984	5,290,780	5,757,432	289,692,196	1,337,832	488,874	2,722,124	4,548,830

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

39 Capital adequacy ratio

The Central Bank of the UAE sets and monitors capital requirements for the Group as a whole. The CBUAE issued Basel III capital regulations, which came into effect from 1 February 2017 introducing minimum capital requirements at three levels, namely Common Equity Tier 1 ("CET1"), Additional Tier 1 ("AT1") and Total Capital.

The additional capital buffers (Capital Conservation Buffer ("CCB") and Countercyclical Capital Buffer ("CCyB") maximum up to 2.5% for each buffer) introduced are over and above the minimum CET1 requirement of 7%.

	Basel III	
	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
Capital base		
Common Equity Tier 1	**24,738,954**	22,064,801
Additional Tier 1 capital	**4,895,432**	4,809,639
Tier 1 capital	**29,634,386**	26,874,440
Tier 2 capital	**2,077,091**	1,976,336
Total capital base	**31,711,477**	28,850,776
Risk weighted assets		
Credit risk	**181,144,271**	163,542,029
Market risk	**2,588,843**	1,925,065
Operational risk	**19,561,049**	18,170,293
Total risk weighted assets	**203,294,163**	183,637,387
Capital ratios		
Common Equity Tier 1 ratio	**12.2%**	12.0%
Total Tier 1 capital ratio	**14.6%**	14.6%
Total capital ratio	**15.6%**	15.7%

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

40 Dividend

During 2026, cash dividend of 97.05 fils per share relating to year ended 31 December 2025 amounting to AED 3,524,856 thousand, was paid after the approval by the shareholders at the Annual General Assembly held on 4 March 2026.

During 2025, cash dividend of 83.43 fils per share relating to year ended 31 December 2024 amounting to AED 3,030,337 thousand, was paid after the approval by the shareholders at the Annual General Assembly held on 10 March 2025.

41 Fair value of financial instruments

Fair value measurement recognized in the consolidated statement of financial position

The Group uses the following hierarchy for determining and disclosing the fair value of financial instrument by valuation technique:

Quoted market prices – Level 1

Financial instruments are classified as Level 1 if their values are observable in an active market. Such instruments are valued by reference to unadjusted quoted prices for identical assets or liabilities in active markets where the quoted price is readily available, and the price represents actual and regularly occurring market transactions.

Valuation techniques using observable inputs – Level 2

Financial instruments classified as Level 2 have been valued using models whose inputs are observable in an active market. Valuation based on observable inputs includes financial instruments such as Shari'a compliant alternatives of derivatives and forwards which are valued using market standard pricing techniques and options that are commonly traded in markets where all the inputs to the market standard pricing models are observable.

Valuation techniques using significant unobservable inputs – Level 3

Financial instruments are classified as Level 3 if their valuation incorporates significant inputs that are not based on observable market data (unobservable inputs). A valuation input is considered observable if it can be directly observed from transactions in an active market.

Unobservable input levels are generally determined based on observable inputs of a similar nature, historical observations or other analytical techniques. This hierarchy requires the use of observable market data when available. The Group considers relevant and observable market prices in its valuations where possible.

Financial instruments under this category mainly include sukuk, private equity instruments and funds measured at FVTPL. The carrying values of these investments are adjusted as follows:

a) Sukuk – using latest available information; and
b) Private equity instruments and Funds – based on the latest available net book value and net asset value assessed internally or provided by fund managers.

Investment properties are classified as Level 3 as their valuation incorporates significant unobservable inputs. The fair value of the properties has been determined either based on transactions observable in the market or valuation models.

The valuation methodologies considered by valuers include:

a) Comparison method: This method derives the value by analyzing recent sales transactions of similar properties in a similar location.
b) Investment method: This method derives the value by converting the future cash flow to a single current capital value.

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

41 Fair value of financial instruments (continued)

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into level 1 to 3 based on the degree to which the fair value is observable.

	Level 1 AED '000	Level 2 AED '000	Level 3 AED '000	Total AED '000
30 June 2026 - unaudited				
Assets and liabilities measured at fair value:				
Financial assets				
Investments carried at fair value through profit or loss				
Quoted investments	**27,725**	**-**	**-**	**27,725**
Sukuk	**1,468,950**	**-**	**-**	**1,468,950**
	1,496,675	**-**	**-**	**1,496,675**
Unquoted sukuk	**-**	**-**	**332,135**	**332,135**
	1,496,675	**-**	**332,135**	**1,828,810**
Investments carried at fair value through other comprehensive income				
Quoted investments				
Equities	**24,237**	**-**	**-**	**24,237**
Sukuk	**2,779,316**	**-**	**-**	**2,779,316**
	2,803,553	**-**	**-**	**2,803,553**
Unquoted investments				
Sukuk	**-**	**-**	**12,833**	**12,833**
Funds	**-**	**-**	**521,991**	**521,991**
Private equities	**-**	**-**	**126,947**	**126,947**
	-	**-**	**661,771**	**661,771**
	2,803,553	**-**	**661,771**	**3,465,324**
	4,300,228	**-**	**993,906**	**5,294,134**
Shari'a compliant alternatives of swap (note 25)	**-**	**9,140**	**-**	**9,140**
Financial liabilities				
Shari'a compliant alternatives of swap (note 29)	**-**	**27,600**	**-**	**27,600**
Assets for which fair values are disclosed:				
Investment properties	**-**	**-**	**1,529,479**	**1,529,479**
Investment carried at amortised cost - Sukuk	**28,744,163**	**367,250**	**-**	**29,111,413**
Assets acquired in satisfaction of claims	**-**	**222,023**	**-**	**222,023**

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

41 Fair value of financial instruments (continued)

	Level 1 AED '000	Level 2 AED '000	Level 3 AED '000	Total AED '000
31 December 2025				
Assets and liabilities measured at fair value:				
Financial assets				
Investments carried at fair value through profit or loss				
Quoted investments	11,041	-	-	11,041
Sukuk	956,995	-	-	956,995
	968,036	-	-	968,036
Unquoted sukuk	-	-	332,135	332,135
	968,036	-	332,135	1,300,171
Investments carried at fair value through other comprehensive income				
Quoted investments				
Equities	24,166	-	-	24,166
Sukuk	2,886,305	-	-	2,886,305
	2,910,471	-	-	2,910,471
Unquoted investments				
Sukuk	-	-	43,257	43,257
Funds	-	-	559,265	559,265
Private equities	-	-	117,399	117,399
	-	-	719,921	719,921
	2,910,471	-	719,921	3,630,392
	3,878,507	-	1,052,056	4,930,563
Shari'a compliant alternatives of swap (note 25)	-	13,774	-	13,774
Financial liabilities				
Shari'a compliant alternatives of swap (note 29)	-	25,642	-	25,642
Assets for which fair values are disclosed:				
Investment properties	-	-	1,728,171	1,728,171
Investment carried at amortised cost - Sukuk	26,028,563	368,689	-	26,397,252
Assets acquired in satisfaction of claims	-	232,929	-	232,929

The carrying value and fair value for all the investments are same except for investments carried at amortised cost - sukuk, whose carrying value is disclosed in note 20. There were no transfers between level 1, 2 and 3 during the period (2025: Nil).

The impact of the sensitivity of inputs to the valuation techniques used of the investments classified under Level 3 are immaterial.

Notes to the condensed consolidated interim financial statements (continued)
30 June 2026 (unaudited)

41 Fair value of financial instruments (continued)

The following table shows a reconciliation of the opening and closing amount of level 3 of financial assets which are recorded at fair value:

	30 June 2026 AED '000 (unaudited)	31 December 2025 AED '000 (audited)
At the beginning of the period	**1,052,056**	726,437
(Purchases) / settlements	**(68,047)**	310,419
Gain through income / other comprehensive income statement recorded in equity	**10,928**	14,056
Foreign currency translation	**(1,031)**	1,144
At the end of the period	**993,906**	1,052,056

42 Regional geopolitical developments

The current extraordinary circumstances, which began on 28 February 2026 have resulted in uncertainty in the global economic environment. This situation continues to unfold and has had secondary impacts globally, including disruption to certain business and economic activities.

The Group's business continuity, resilience arrangements and broader risk management framework remain in place to address potential risk and uncertainties arising from the evolving regional environment. The Group has taken into account relevant regulatory guidance, including support measures made available by the Central Bank of the UAE ("CBUAE") under the Financial Institution Resilience Package (the "Package") effective from 17 March 2026. The CBUAE's introduction of the Package reflects proactive measures to support stability and resilience during a period of heightened regional uncertainty further underscoring its commitment to the UAE banking system and the broader economy.

The Group continues to monitor developments and assess their potential implications for its operating environment, sectoral exposures, and counterparty risk profile. As part of this assessment, exposures are reviewed on an ongoing basis across significant sectors and counterparties, particularly those operating in sectors that may be directly affected by the current circumstances. Specific measures undertaken by the Group include enhanced monitoring of vulnerable sectors and counterparties, targeted client outreach, portfolio reviews, and stress testing to assess the potential impact under different scenarios. The Group remains committed to supporting affected customers, where appropriate.

Based on information available at the reporting date, relief measures introduced by the CBUAE were applied on a case-by-case basis, where applicable. The Group continues to assess the creditworthiness of affected obligors, and related stage migration is conducted in accordance with the CBUAE Credit Risk Management Standards ("CRMS"), the Group's internal policies and the requirements of IFRS 9.

The Group has a dedicated IFRS 9 governance process and in determining of ECL as at 30 June 2026, the Group applied base ratings together with management overlays without broadly changing the macroeconomic forecast and model parameters. The impact of ECL in response to the geopolitical risk and corresponding volatility in financial markets were captured via management overlays. These overlays ensure that the Group's ECL position remains robust and sufficient against potential portfolio deterioration.

As at 30 June 2026, the Group's liquidity and funding ratios remained comfortably above applicable regulatory thresholds and the Group held sufficient high-quality liquid assets to meet obligations under stressed conditions. The Group continues to monitor liquidity and funding requirements closely and has calibrated its stress testing scenarios to reflect current market conditions.

43 Seasonality of results

The nature of Group's business is such that the income and expenditure are incurred in a manner that is not impacted by seasonality. These condensed consolidated interim financial statements were prepared based upon accrual concept, which requires income and expenses to be recorded as earned or incurred and not as received or paid throughout the period.

44 Comparative figures

Certain comparatives were reclassified to conform to the current period presentation. These reclassifications have had no impact on the total assets, total liabilities, total equity and profit of the Group.