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

Review report and interim condensed consolidated financial information
for the nine-month period ended 30 September 2026

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

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REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

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

Introduction

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

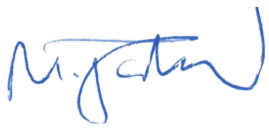
Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Deloitte & Touche (M.E.)



Mohammed Jallad
Registration No.: 1164
20 October 2026
Dubai
United Arab Emirates

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

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

	Notes	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
ASSETS			
Cash and balances with the Central Bank of the U.A.E	4	**2,970,290**	2,736,567
Due from other banks	5	**8,304,871**	7,412,185
Loans and advances and Islamic financing receivables	6	**9,552,141**	9,064,722
Investment securities	7	**3,757,550**	3,111,817
Customers' acceptances		**227,285**	239,168
Property and equipment		**66,239**	69,506
Other assets	8	**252,958**	255,967
Total assets		**25,131,334**	22,889,932
LIABILITIES			
Customers' deposits and Islamic customers' deposits	9	**17,930,669**	15,701,868
Customers' acceptances		**227,285**	239,168
Other liabilities	10	**316,880**	398,568
Total liabilities		**18,474,834**	16,339,604
SHAREHOLDERS' EQUITY			
Share capital	11	**2,000,000**	2,000,000
Statutory reserve		**1,019,266**	1,019,266
General reserve	13	**6,440**	6,440
Impairment reserve -general	14	**132,834**	129,927
Cumulative change in fair value		**953,546**	827,609
Retained earnings		**2,544,414**	2,567,086
Total shareholders' equity		**6,656,500**	6,550,328
Total liabilities and shareholders' equity		**25,131,334**	22,889,932

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

Adnan Al Awadhi
Chief Executive Officer

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

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

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

	Notes	Three-month period ended 30 September		Nine-month period ended 30 September	
		2026	2025	**2026**	2025
		AED '000	AED '000	**AED '000**	AED '000
Interest income	16	**255,998**	242,443	**726,200**	692,486
Income from Islamic financing products		**21,728**	9,203	**54,443**	11,994
Total interest income and income from Islamic financing products		**277,726**	251,646	**780,643**	704,480
Interest expense	16	**(100,818)**	(81,010)	**(267,298)**	(224,395)
Distribution to depositors – Islamic products		**(18,039)**	(6,671)	**(44,714)**	(6,727)
Total interest expense and distribution to depositors- Islamic products		**(118,857)**	(87,681)	**(312,012)**	(231,122)
Net interest income and income from Islamic products net of distribution to depositors		**158,869**	163,965	**468,631**	473,358
Net fees and commission income		**9,831**	9,115	**27,390**	25,209
Other operating income	17	**17,270**	32,032	**42,384**	146,926
Gross income		**185,970**	205,112	**538,405**	645,493
Operating expenses		**(64,044)**	(59,362)	**(171,624)**	(152,162)
Investment gains		**1,544**	1,147	**70,152**	60,641
Operating income		**123,470**	146,897	**436,933**	553,972
Share of loss from an associate		**-**	-	**-**	(257)
Profit for the period before impairment		**123,470**	146,897	**436,933**	553,715
Net impairment (losses)/reversal	18	**(5,942)**	18,664	**(28,192)**	(49,283)
Profit before tax		**117,528**	165,561	**408,741**	504,432
Income tax expense	19	**(10,452)**	(14,814)	**(30,517)**	(39,923)
Profit for the period		**107,076**	150,747	**378,224**	464,509
Basic and diluted earnings per share (AED)	20	**0.05**	0.08	**0.19**	0.23

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

Interim condensed consolidated statement of other comprehensive income for the nine-month period ended 30 September 2026 (Unaudited)

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2026	2025	**2026**	2025
	AED '000	AED '000	**AED '000**	AED '000
Profit for the period	**107,076**	150,747	**378,224**	464,509
Other comprehensive income:				
Items that may be reclassified subsequently to income statement				
Net fair value loss on investment securities at FVOCI – debt	**(4,417)**	-	**(5,059)**	-
Related tax income	**397**	-	**455**	-
Items that will not be reclassified subsequently to income statement				
Net fair value gain on investment securities carried at FVTOCI - equity	**127,304**	18,836	**132,744**	313,087
Share of OCI from an associate	-	-	-	5
Related tax expense	**(364)**	-	**(192)**	(456)
Other comprehensive income for the period	**122,920**	18,836	**127,948**	312,636
Total comprehensive income for the period	**229,996**	169,583	**506,172**	777,145

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

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

	Share capital AED'000	Statutory reserve AED'000	General reserve AED'000	Impairment reserve - general AED'000	Cumulative change in fair value AED'000	Retained earnings AED'000	Total AED'000
Balance as at 1 January 2025 (audited)	2,000,000	1,019,266	6,440	81,486	515,167	2,363,576	5,985,935
Profit for the period	-	-	-	-	-	464,509	464,509
Other comprehensive income for the period	-	-	-	-	312,636	-	312,636
Total comprehensive income for the period	-	-	-	-	312,636	464,509	777,145
Additional provision under U.A.E Central Bank requirement over IFRS 9 requirement	-	-	-	35,528	-	(35,528)	-
Sale of FVOCI equity	-	-	-	-	(31,202)	31,202	-
Dividend paid (Note 12)	-	-	-	-	-	(360,000)	(360,000)
Balance as at 30 September 2025 (unaudited)	2,000,000	1,019,266	6,440	117,014	796,601	2,463,759	6,403,080
Balance as at 1 January 2026 (audited)	2,000,000	1,019,266	6,440	129,927	827,609	2,567,086	6,550,328
Profit for the period	-	-	-	-	-	378,224	378,224
Other comprehensive income for the period	-	-	-	-	127,948	-	127,948
Total comprehensive income for the period	-	-	-	-	127,948	378,224	506,172
Additional provision under U.A.E Central Bank requirement over IFRS 9 requirement (Note 14)	-	-	-	2,907	-	(2,907)	-
Sale of FVOCI equity	-	-	-	-	(2,011)	2,011	-
Dividend paid (Note 12)	-	-	-	-	-	(400,000)	(400,000)
Balance as at 30 September 2026 (unaudited)	**2,000,000**	**1,019,266**	**6,440**	**132,834**	**953,546**	**2,544,414**	**6,656,500**

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

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

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

	Notes	**Nine-month period ended 30 September 2026 AED '000**	Nine-month period ended 30 September 2025 AED'000
Cash flows from operating activities			
Profit before tax		**408,741**	504,432
Adjustments for:			
Provision for expected credit losses	18	**19,784**	42,584
Provision for Impairment of assets acquired in settlement of debt	18	**8,408**	6,699
Depreciation of property and equipment		**9,769**	10,249
Depreciation of right of use asset		**1,030**	1,182
Provision for employee end of service benefits		**4,833**	3,650
(Increase)/Decrease in fair value of securities at FVTPL		**(751)**	2,290
Premium/(discount) amortized on investment securities		**1,272**	(888)
Dividend income	25	**(69,400)**	(62,484)
Loss on disposal of property and equipment		**21**	55
Gain on disposal of assets acquired in settlement of debt		**(8,243)**	(3,850)
Share of loss from an associate		-	257
Finance cost on lease liability		**29**	41
Operating cash flows before changes in operating assets and liabilities		**375,493**	504,217
Decrease/(increase) in due from banks with original maturity greater than 3 months		**543,275**	(1,741,856)
Decrease/(increase) in statutory deposit with Central Bank of the U.A.E.		**176,677**	(274,908)
Increase in loans and advances and Islamic finance receivables		**(499,327)**	(983,242)
Increase in other assets		**(18,798)**	(33,768)
Increase in customers' deposits		**2,228,801**	3,321,487
(Decrease)/increase in other liabilities		**(66,203)**	44,467
Payment of employee end of service benefits		**(896)**	(1,272)
Proceeds from disposal of assets acquired in settlement of debt		**21,642**	15,250
		2,760,664	850,375
Income tax paid		**(51,550)**	(45,025)
Net cash from operating activities		**2,709,114**	805,350
Cash flows from investing activities			
Purchase of property and equipment		**(7,556)**	(10,941)
Proceeds from disposal of property and equipment		**5**	447
Purchase of investment securities		**(695,363)**	(1,088,608)
Proceeds from maturity and disposal of investment securities		**175,120**	208,255
Dividend received from investment securities		**69,400**	62,484
Net cash used in investing activities		**(458,394)**	(828,363)
Cash flows from financing activities			
Dividends paid	12	**(400,000)**	(360,000)
Lease payments		**(900)**	(1,225)
Net cash flows used in financing activities		**(400,900)**	(361,225)
Net increase/(decrease) in cash and cash equivalents		**1,849,820**	(384,238)
Cash and cash equivalents at the beginning of the period		**3,040,902**	5,302,881
Cash and cash equivalents at the end of the period	21	**4,890,722**	4,918,643

1. GENERAL INFORMATION

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

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

The interim condensed consolidated financial information of the Group for the nine-month period ended 30 September 2026 were authorised and approved for issue by the Board of Directors on 20 October 2026 by circulation.

2. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

2.1 BASIS OF PREPARATION

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

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

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

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

2.2 BASIS OF CONSOLIDATION

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

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

2.3 MATERIAL ACCOUNTING POLICY INFORMATION

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

2. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

2.4 CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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

3. CHANGES IN ACCOUNTING POLICIES, ESTIMATES AND JUDGMENTS

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

3.1 APPLICATION OF NEW AND REVISED IFRS ACCOUNTING STANDARDS

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

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

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

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

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

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

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

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

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

At the date of authorisation of these interim condensed consolidated financial information, the following new and revised IFRS Accounting Standards have been issued but are not yet effective or early adopted by the Group during the period. The management is in the process of assessing the impact of the new requirements:

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

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

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

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

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

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

	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Balances with Central Bank of the U.A.E.		
Current account	**63,505**	44,326
Statutory cash reserve deposit*	**914,163**	1,090,840
Monetary Bills	**920,693**	696,075
Overnight deposits	**990,000**	825,000
	2,888,361	2,656,241
Cash in hand	**81,929**	80,326
	2,970,290	2,736,567

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

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

5. DUE FROM OTHER BANKS

	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Term deposits	**6,215,467**	5,271,434
Current accounts	**21,978**	24,818
Loan to banks	**2,071,858**	2,116,906
Total due from other banks	**8,309,303**	7,413,158
Provision for expected credit loss	**(4,432)**	(973)
Net due from other banks	**8,304,871**	7,412,185
Gross amounts due from other banks by geographical area:		
Within U.A.E.	**3,023,630**	3,589,999
Within GCC	**3,239,125**	2,504,625
Other countries	**2,046,548**	1,318,534
	8,309,303	7,413,158

5. DUE FROM OTHER BANKS

	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Term deposits	**6,215,467**	5,271,434
Current accounts	**21,978**	24,818
Loan to banks	**2,071,858**	2,116,906
Total due from other banks	**8,309,303**	7,413,158
Provision for expected credit loss	**(4,432)**	(973)
Net due from other banks	**8,304,871**	7,412,185
Gross amounts due from other banks by geographical area:		
Within U.A.E.	**3,023,630**	3,589,999
Within GCC	**3,239,125**	2,504,625
Other countries	**2,046,548**	1,318,534
	8,309,303	7,413,158

As at 30 September 2026 all due from other banks were classified as stage 1 (As at 31 December 2025, AED 7,321,333 thousand as stage 1 and AED 91,825 thousand as stage 2) with corresponding ECL of AED 4,432 thousand (31 December 2025: AED 973 thousand).

6. LOANS AND ADVANCES AND ISLAMIC FINANCING RECEIVABLES

	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Loans	**7,511,842**	6,725,075
Overdrafts	**647,829**	918,466
Islamic financing products	**50,955**	65,738
Loans against trust receipts	**267,664**	277,827
Syndicated loans	**1,052,611**	1,015,626
Other	**120,397**	148,526
Total loans and advances and Islamic financing receivables	**9,651,298**	9,151,258
Provision for expected credit loss	**(99,157)**	(86,536)
Net loans and advances and Islamic financing receivables	**9,552,141**	9,064,722

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

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

	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Real estate	**3,619,984**	3,119,113
Personal loans and others	**988,931**	373,868
Government	**881,816**	839,101
Financial institutions	**857,532**	967,024
Wholesale and retail trade	**740,101**	1,375,438
Individual loans for business	**624,148**	729,182
Transport and communication	**609,587**	528,683
Manufacturing	**518,798**	535,250
Construction	**44,190**	83,676
Other services	**766,211**	599,923
	9,651,298	9,151,258

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

	Stage 1 AED'000	**Stage 2 AED'000**	**Stage 3 AED'000**	**Total AED'000**
Gross carrying amount:				
As at 1 January 2026	**8,649,451**	**473,519**	**28,288**	**9,151,258**
New assets originated	**2,884,302**	**27,549**	**-**	**2,911,851**
Assets derecognised/repaid	**(2,353,466)**	**(55,406)**	**(1,771)**	**(2,410,643)**
Transfer to Stage 2	**(48,615)**	**48,615**	**-**	**-**
Transfer to Stage 3	**(1,202)**	**(8,522)**	**9,724**	**-**
Write off	**-**	**-**	**(1,168)**	**(1,168)**
As at 30 September 2026 (Unaudited)	**9,130,470**	**485,755**	**35,073**	**9,651,298**

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

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

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

	Stage 1 AED'000	**Stage 2 AED'000**	**Stage 3 AED'000**	**Total AED'000**
ECL allowances:				
As at 1 January 2026	**38,413**	**37,446**	**10,677**	**86,536**
Net impairment charged during the period	**6,453**	**(866)**	**6,671**	**12,258**
Recoveries	**-**	**-**	**(349)**	**(349)**
Transfer to Stage 2	**(359)**	**359**	**-**	**-**
Transfer to Stage 3	**(9)**	**(96)**	**105**	**-**
Write off	-	-	**(1,168)**	**(1,168)**
Others	-	-	**1,880**	**1,880**
As at 30 September 2026 (Unaudited)	**44,498**	**36,843**	**17,816**	**99,157**

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

The stage 3 loans as at 30 September 2026 amounted to AED 35,073 thousand (31 December 2025: AED 28,288 thousand) which is covered by collateral of AED 82,500 thousand (31 December 2025: AED 67,281 thousand) and provision for expected credit loss of AED 17,816 thousand (31 December 2025: AED 10,677 thousand) aggregating to AED 100,316 thousand (31 December 2025: AED 77,958 thousand) which is 2.86 times (31 December 2025: 2.76 times) of the stage 3 loans.

7. INVESTMENT SECURITIES

	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Securities at FVTPL:		
Quoted equity securities	**23,748**	22,995
Discretionary funds managed by third parties - quoted equity securities	**385**	387
	24,133	23,382
Securities at FVOCI:		
Quoted equity securities	**1,449,370**	1,316,049
Unquoted equity securities	**58,709**	56,923
Quoted debt securities*	**211,814**	-
	1,719,893	1,372,972
Securities at amortised cost:		
Quoted debt securities	**2,016,590**	1,716,926
Total investment securities	**3,760,616**	3,113,280
Provision for expected credit loss for securities held at amortised cost	**(3,066)**	(1,463)
Net investment securities	**3,757,550**	3,111,817

Gross investment securities by geographical area:

	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Within U.A.E.	**2,717,788**	2,126,862
Within GCC	**985,164**	930,687
Other countries	**57,664**	55,731
	3,760,616	3,113,280

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

Quoted debt securities aggregating AED 2,228,404 thousand (31 December 2025: AED 1,716,926 thousand) represent the Group's investments in bonds and notes which are quoted on recognized exchanges and are liquid in normal market conditions.

* Quoted debt securities at FVOCI represent Additional Tier 1 perpetual securities with a corresponding ECL of AED 73 thousand (31 December 2025: NIL).

8. OTHER ASSETS

	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Assets acquired in settlement of debt*	**34,876**	56,683
Interest receivable	**144,395**	133,591
Prepayments and deposits	**12,136**	9,119
Cash in transit	**53,569**	51,536
Sundry assets	**7,982**	5,038
	252,958	255,967

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

9. CUSTOMERS' DEPOSITS AND ISLAMIC CUSTOMERS' DEPOSITS

	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Time deposits	**10,720,351**	7,126,995
Current accounts	**4,608,065**	5,934,340
Call deposits	**561,998**	1,212,516
Savings deposits	**174,548**	164,385
Islamic customers' deposits	**1,812,070**	1,208,020
Margin deposits	**53,637**	55,612
	17,930,669	15,701,868

10. OTHER LIABILITIES

	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Interest payable	**125,072**	122,086
Cheques on selves	**55,003**	114,313
Provision for Income tax	**30,517**	51,550
Accounts payable	**25,812**	27,193
Provision for employees' end of service benefits	**30,181**	26,245
Other staff benefits payable	**5,235**	4,305
Provision for expected credit loss on commitments and contingencies (Note 15)	**12,992**	10,113
Provision for expected credit loss on acceptance	**353**	492
Dividend payable	**8,723**	8,723
Lease liability	**1,462**	1,735
Deferred tax liability	**1,152**	1,416
Other	**20,378**	30,397
	316,880	398,568

11. SHARE CAPITAL

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

12. DIVIDENDS

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

13. GENERAL RESERVE

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

14. IMPAIRMENT RESERVE- GENERAL

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

	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Impairment reserve – General (Non-distributable)		
Minimum provision for Stage 1 & 2 as per CBUAE requirements	**235,026**	218,440
Less: Stage 1 and 2 impairment provision taken against income	**(102,192)**	(88,513)
Shortfall in stage 1 & 2 provision to meet minimum CBUAE requirements	**132,834**	129,927
Balance of Impairment reserve - general as at 1 January	**129,927**	81,486
Add: Non-distributable reserve during the year (Impairment reserve-general)	**2,907**	48,441
Balance of Impairment reserve - general	**132,834**	129,927

15. COMMITMENTS AND CONTINGENCIES

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

	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Guarantees	**1,736,096**	1,495,983
Letters of credit	**163,216**	88,525
	1,899,312	1,584,508
Commitments to extend credit*	**1,534,144**	1,192,173
	3,433,456	2,776,681

*ECL for commitments to extend credit as at 30 September 2026 amounts to AED 5,614 thousand (31 December 2025: AED 3,375 thousand) out of which AED 1,058 thousand (31 December 2025: AED 1,056 thousand) pertains to loans and advances and AED 4,556 thousand (31 December 2025: AED 2,319 thousand) pertains to contingencies and commitments.

Gross commitments and contingent liabilities by geographical area:

	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Within U.A.E.	**3,361,492**	2,687,611
Outside U.A.E.	**71,964**	89,070
	3,433,456	2,776,681

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

	Stage 1 AED'000	**Stage 2 AED'000**	**Stage 3 AED'000**	**Total AED'000**
Gross carrying amount:				
As at 1 January 2026	**1,534,546**	**6,207**	**43,755**	**1,584,508**
Increase in commitments	**520,480**	**913**	**-**	**521,393**
Decrease in commitments	**(204,992)**	**(1,285)**	**(312)**	**(206,589)**
Transferred to Stage 1	**3,223**	**(3,223)**	**-**	**-**
Transferred to Stage 2	**(3,902)**	**3,902**	**-**	**-**
As at 30 September 2026 (Unaudited)	**1,849,355**	**6,514**	**43,443**	**1,899,312**

	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	Total AED'000
Gross carrying amount:				
As at 1 January 2025	1,589,266	6,412	45,789	1,641,467
Increase in commitments	290,447	3,474	-	293,921
Decrease in commitments	(344,714)	(4,219)	(1,947)	(350,880)
Transferred to Stage 1	158	(158)	-	-
Transferred to Stage 2	(458)	698	(240)	-
Transferred to Stage 3	(153)	-	153	-
As at 31 December 2025 (Audited)	1,534,546	6,207	43,755	1,584,508

15. COMMITMENTS AND CONTINGENCIES (CONTINUED)

Movement in the expected credit loss of commitment and contingencies:

	Stage 1 AED'000	**Stage 2 AED'000**	**Stage 3 AED'000**	**Total AED'000**
ECL allowances as at 1 January 2026	**9,533**	**195**	**385**	**10,113**
Increase in commitments	**3,746**	**438**	-	**4,184**
Decrease in commitments	**(982)**	**(3)**	-	**(985)**
Recoveries	-	-	**(320)**	**(320)**
Transfer to Stage 1	**49**	**(49)**	-	-
Transfer to Stage 2	**(8)**	**8**	-	-
As at 30 September 2026 (Unaudited)	**12,338**	**589**	**65**	**12,992**

	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	Total AED'000
ECL allowances as at 1 January 2025	10,740	76	330	11,146
Increase in commitments	1,965	194	55	2,214
Decrease in commitments	(3,172)	(75)	-	(3,247)
As at 31 December 2025 (Audited)	9,533	195	385	10,113

The provision for ECL against the off-balance sheet exposures disclosed above, amounting to AED 12,992 thousand, (31 December 2025: AED 10,113 thousand) is classified under other liabilities.

b) Capital Commitments

At 30 September 2026, the Group has capital commitments of AED 9,345 thousand (31 December 2025: AED 7,225 thousand).

16. INTEREST INCOME AND EXPENSE

	Period ended 30 September 2026 AED'000 (Unaudited)	Period ended 30 September 2025 AED'000 (Unaudited)
Interest income		
Loans and advances	**366,740**	359,310
Deposits with the Central Bank of the U.A.E.	**50,583**	83,335
Due from other banks	**227,888**	210,633
Investment in debt securities	**80,989**	39,208
	726,200	692,486
Interest expense		
Customers' deposits	**265,621**	223,955
Interest expense on other financial and non-financial liabilities	**1,677**	440
	267,298	224,395

17. OTHER OPERATING INCOME

	Period ended 30 September 2026 AED'000 (Unaudited)	Period ended 30 September 2025 AED'000 (Unaudited)
Recoveries from written off customers	**22,299**	129,966
Rental income	**5,777**	6,526
Foreign exchange income, net	**4,929**	5,346
Others	**9,379**	5,088
	42,384	146,926

18. NET IMPAIRMENT LOSSES

	Period ended 30 September 2026 AED'000 (Unaudited)	Period ended 30 September 2025 AED'000 (Unaudited)
Loans and advances and Islamic financing receivables	**11,909**	44,691
Due from other banks	**3,459**	(1,347)
Investment securities	**1,676**	(814)
Acceptances and off-balance sheet items	**2,740**	54
Impairment of asset acquired in settlement of debt	**8,408**	6,699
	28,192	49,283

19. INCOME TAX EXPENSE

The components of income tax expense are as follows:

	Period ended 30 September 2026 AED'000 (Unaudited)	Period ended 30 September 2025 AED'000 (Unaudited)
Interim condensed consolidated income statement		
Current tax charge	**30,517**	39,923
Interim condensed consolidated statement of comprehensive income		
Deferred tax charge on unrealized gain on revaluation of FVOCI equity	**192**	456
Deferred tax reversal on unrealized loss on FVOCI debt	**(455)**	-
Effective tax rate	**7.47%**	7.91%

20. BASIC AND DILUTED EARNINGS PER SHARE

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

	Period ended 30 September 2026 AED'000 (Unaudited)	Period ended 30 September 2025 AED'000 (Unaudited)
Profit for the period (in AED '000)	**378,224**	**464,509**
Weighted average number of shares ('000)	**2,000,000**	**2,000,000**
Basic and diluted earnings per share (in AED)	**0.19**	**0.23**

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

21. CASH AND CASH EQUIVALENTS

	Period ended 30 September 2026 AED'000 (Unaudited)	Period ended 30 September 2025 AED'000 (Unaudited)
Cash and balances with the Central Bank of the UAE (Note 4)	**2,970,290**	3,060,714
Due from other banks (Note 5)	**8,309,303**	6,559,967
	11,279,593	9,620,681
Statutory cash reserve deposit	**(914,163)**	(1,029,947)
Due from other banks with original maturity greater than three months	**(5,474,708)**	(3,572,059)
Due to other banks	-	(100,032)
	4,890,722	4,918,643

22. RELATED PARTY TRANSACTIONS

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

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

	Period ended 30 September 2026 AED'000 (Unaudited)	Period ended 30 September 2025 AED'000 (Unaudited)
Transactions during the period		
Interest income	**495**	266
Interest expense	**164,374**	139,489
Other income	**8,320**	126
Directors' Fees and key management personnel's remuneration	**7,609**	6,564

22. RELATED PARTY TRANSACTIONS (CONTINUED)

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

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

	30 September 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Balances with major shareholders:		
Loans and advances	**7**	-
Deposits	**7,590,427**	6,550,591
Irrevocable commitments and contingent liabilities	**3,300**	3,270
Balances with directors and related companies:		
Loans and advances	**11,542**	18,707
Deposits	**145,935**	164,521
Irrevocable commitments and contingent liabilities	**102,257**	99,882
Balances with key management personnel:		
Loans and advances	**1,113**	387
Deposits	**478**	400
Irrevocable commitments and contingent liabilities	**162**	95

The loans and advances and Islamic financing receivables given to related parties and key management personnel have been secured against collateral amounting to AED 11,920 thousand (31 December 2025: AED 11,920 thousand). All loans and advances to related parties are classified as Stage 1 (31 December 2025: Stage 1) with corresponding ECL of AED 275 thousand (31 December 2025: AED 269 thousand).

23. BUSINESS SEGMENTS

The Group is organised into two main business segments:

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

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

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

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

23. BUSINESS SEGMENTS (CONTINUED)

Primary segment information:

Period ended 30 September 2026 (Unaudited)	**Corporate and retail banking AED'000**	**Treasury and investments AED'000**	**Other AED'000**	**Total AED'000**
Net interest income and income from Islamic products net of distribution to depositors	**149,484**	**319,176**	**(29)**	**468,631**
Net fees and commission income	**26,664**	**-**	**726**	**27,390**
Other operating income	**31,197**	**4,592**	**6,595**	**42,384**
Gross income	**207,345**	**323,768**	**7,292**	**538,405**
Operating expenses	**(39,836)**	**(2,188)**	**(129,600)**	**(171,624)**
Investment gains	**-**	**70,152**	**-**	**70,152**
Net impairment losses	**(25,299)**	**(2,893)**	**-**	**(28,192)**
Income tax expense	**-**	**-**	**(30,517)**	**(30,517)**
Segment result	**142,210**	**388,839**	**(152,825)**	**378,224**
As at 30 September 2026 (Unaudited)				
Segment assets	**11,851,284**	**12,960,853**	**319,197**	**25,131,334**
Segment liabilities and equity	**17,513,287**	**-**	**7,618,047**	**25,131,334**

Period ended 30 September 2025 (Unaudited)	Corporate and retail banking AED'000	Treasury and investments AED'000	Other AED'000	Total AED'000
Net interest income and income from Islamic products net of distribution to depositors	175,852	297,547	(41)	473,358
Net fees and commission income	23,363	643	1,203	25,209
Other operating income	134,840	4,810	7,276	146,926
Gross income	334,055	303,000	8,438	645,493
Operating expenses	(36,956)	(2,221)	(112,985)	(152,162)
Investment gains	-	60,641	-	60,641
Share of loss from an associate	-	-	(257)	(257)
Net impairment (losses)/reversal	(53,255)	3,972	-	(49,283)
Income tax expense	-	-	(39,923)	(39,923)
Segment result	243,844	365,392	(144,727)	464,509
As at 30 September 2025 (Unaudited)				
Segment assets	10,383,351	11,118,035	299,992	21,801,378
Segment liabilities and equity	14,288,755	100,032	7,412,591	21,801,378

24. FAIR VALUE MEASUREMENTS

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

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

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

Fair value of financial instruments measured at amortised cost:

The fair value of the quoted debt instruments at amortised cost at 30 September 2026 amounted to AED 1,979,814 thousand (31 December 2025: AED 1,739,353 thousand). The fair value determination of the quoted debt instruments will fall under level 1 category wherein fair value is determined based on inputs that are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. Except as detailed above, the management considers that the carrying amounts of financial assets and liabilities measured at amortised cost in the interim condensed consolidated financial statements approximate their fair values.

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

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

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

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

	Fair value as at		
Financial assets	**30 September 2026 AED '000 (Unaudited)**	31 December 2025 AED '000 (Audited)	**Fair value hierarchy**
Financial assets at FVTPL			
Quoted equity Securities	**23,748**	22,995	Level 1
Discretionary funds managed by third parties – quoted equity securities	**385**	387	Level 1
Financial assets at FVOCI			
Quoted equity securities	**1,449,370**	1,316,049	Level 1
Unquoted equity securities	**1,046**	1,193	Level 3
Unquoted equity securities	**57,663**	55,730	Level 2
Quoted debt securities	**211,814**	-	Level 1
Positive fair value of derivative	**-**	92	Level 2
Negative fair value of derivative	**44**	12	Level 2

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

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

25. SEASONALITY OF RESULTS

Investment gains include dividend income of AED 69,400 thousand for the nine-month period ended 30 September 2026 (30 September 2025: AED 62,484 thousand), which is of a seasonal nature.

26. DERIVATIVES

	30 September 2026 (Unaudited)			31 December 2025 (Audited)		
	Positive fair value AED'000	**Negative fair value AED'000**	**Notional Amount AED'000**	Positive fair value AED'000	Negative fair value AED'000	Notional Amount AED'000
Foreign currency forward contracts	**-**	**44**	**14,763**	92	12	16,833
Total	**-**	**44**	**14,763**	92	12	16,833

27. CAPITAL ADEQUACY RATIOS

Capital element	**Basel III Minimum Requirement**	**As at 30 September 2026**	As at 31 December 2025
Common equity tier 1 ratio	7.0%	**29.15%**	30.12%
Tier 1 capital ratio	8.5%	**29.15%**	30.12%
Capital adequacy ratio	10.5%	**29.74%**	30.67%

28. IMPACT OF THE CURRENT GEOPOLITICAL SITUATION

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

In response to the exceptional economic circumstances, the Central Bank of the U.A.E. has issued a Financial Institution Resilience Package (the Package) effective from 17 March 2026 applicable until the 30 June 2026. Effective from July 1, 2026, the Financial Institution Resilience Package was extended through to 30 September 2026 which has again been extended until 15 January 2027. As the geopolitical landscape and regulatory environment continue to evolve, it is crucial for the management to remain vigilant and responsive to the specific risks and challenges.

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

Impact on liquidity risk

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

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

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

28. IMPACT OF THE CURRENT GEOPOLITICAL SITUATION (CONTINUED)

Impact on credit risk

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

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

In determination of Q3 2026 ECL, the Group has considered potential impact caused by the geopolitical tensions and regional conflicts (based upon available information). The Group has a dedicated IFRS 9 governance process established to review and approve IFRS 9 stage migrations, management overlays to ECL estimates, and macro-economic scenarios and weights.

Forward Looking Information

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

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