

**1 LEGAL STATUS AND PRINCIPAL ACTIVITIES**

National Bank of Oman SAOG ("NBO", "the Bank") was established in the Sultanate of Oman in 1973 as a joint stock company and is engaged in retail, wholesale, investment and Islamic banking services within the Sultanate of Oman, through overseas branches in the United Arab Emirates and Egypt. In Oman the Bank operates under banking license issued by the Central Bank of Oman and is covered by its deposit insurance scheme, whereas in the United Arab Emirates and in Egypt the branches operate under commercial bank licences given by the respective Central Banks. The Bank is in the process of closing down its operations in Egypt and has sought necessary approvals. The Bank is head quartered at Azaiba, Governorate of Muscat, Sultanate of Oman and its registered address is PO Box 751, Ruwi, Postal Code 112, Muscat, Sultanate of Oman. The Bank's equity shares are listed on the Muscat Stock Exchange. Perpetual bonds are listed in the Euronext Dublin.

The Bank has the following fully owned special purpose vehicle (SPV) which is incorporated in Cayman Islands.

- NBO Global Markets Cayman Limited

**2 BASIS OF PREPARATION OF SPECIAL PURPOSE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

The condensed consolidated interim financial statements (herein after defined as "condensed consolidated interim financial statements") of the Bank are prepared in accordance with IFRS Accounting Standard 34, Interim Financial Reporting and the relevant disclosure requirements of the Financial Services Authority ("FSA") and should be read in conjunction with the Bank's last annual financial statements as at and for the year ended 31 December 2024 ('last annual financial statements'). They do not include all the information required for a complete set of financial statements prepared in accordance with IFRS Accounting Standards. In addition, results for the nine months ended 30 September 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

The accounting policies and methods of computations used in the preparation of the condensed consolidated interim financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2024. Except as described in these condensed consolidated interim financial statements.

The condensed consolidated interim financial statements are prepared in Rial Omani, rounded to the nearest thousands, except as indicated. The functional currencies of the Bank's operations are as follows:

|                       |            |
|-----------------------|------------|
| Sultanate of Oman:    | Rial Omani |
| United Arab Emirates: | UAE Dirham |
| Egypt:                | US Dollar  |

The condensed consolidated interim financial statements are prepared under the historical cost convention, modified to include measurement of derivative financial instruments and certain investments, either through profit and loss account or through other comprehensive Income, at fair value.

**2 (a) New and amended IFRS Accounting Standards adopted by the Bank**

- Amendments to IAS 21 - Lack of Exchangeability (effective for annual periods beginning on or after 1 January 2025)

The new standards and amendments to standards that were effective for annual periods beginning from 1 January 2025 did not have any impact on these condensed consolidated interim financial statements of the Bank.

**2 (b) Impact of IFRS Accounting Standards issued but not yet applied by the Bank**

There are certain new accounting standards and amendments to accounting standards have been published that are not mandatory for current reporting periods and have not been early adopted by the Bank. The Bank is currently assessing the impact of these new standards and amendments is set out below:

- Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7 (effective for annual periods beginning on or after 1 January 2026)
- IFRS 19 Subsidiaries without Public Accountability: Disclosures (effective for annual periods beginning on or after 1 January 2027)
- IFRS 18 Presentation and Disclosure in Financial Statements (effective for annual periods beginning on or after 1 January 2027)

**2 BASIS OF PREPARATION OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
(continued)****2 (b) Impact of IFRS Accounting Standards issued but not yet applied by the Bank (continued)**

- Sale or contribution of Assets between an Investor and its associate or Joint venture – Amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investment in Associates and Joint Ventures – Availability of optional adoption/ effective date deferred indefinitely
- Volume 11 – Annual improvements to IFRS Accounting standards - (effective from 1 January 2026)

**2 (c) Use of estimates and judgements**

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

The Bank has robust governance in place to ensure appropriateness of the IFRS 9 framework and resultant Expected Credit Loss (“ECL”) estimates. Specifically, all aspects of the IFRS 9 framework are overseen by the management risk committee. The Bank reviews its individually significant loans and advances at each reporting date to assess whether an impairment loss should be recorded. Judgment by management is required in the estimation of the amount and timing of future cash flows when determining the impairment loss. In estimating these cash flows, the Bank makes judgments about the borrower’s financial situation and the net realisable value of collateral. These estimates are based on assumptions about several factors and actual results may differ, resulting in future changes to the allowance. Loans and advances that have been assessed individually and found not to be impaired and all individually insignificant loans and advances are then assessed collectively, in groups of assets with similar risk characteristics, to determine whether provision should be made due to loss incurred events for which there is objective evidence but whose effects are not yet evident. The collective assessment takes account of data from the loan portfolio (such as credit quality, levels of arrears, credit utilisation, loan to collateral ratios etc.) and concentrations of risks.

The Bank incorporates forward-looking information into both its assessment of whether the credit risk of an instrument has increased significantly since its initial recognition and its measurement of ECL. Based on consideration of a variety of external actual and forecast information, the bank formulates a fundamental view of the future direction of relevant economic variables as well as a reasonable range of possible scenarios. In addition, the Bank continues to review the appropriateness of ECL provisions considering changes in macroeconomic environment, risk profile as well as any actual and expected increase in credit risk.

The Bank performs historical analysis to determine key economic variables that impact credit risk across different portfolios. Macroeconomic forecasts for these economic variables are used to estimate risk parameters (PD and LGD) on a forward-looking basis for all borrowers and instruments that are in scope of IFRS 9 ECL framework. In accordance with IFRS 9 requirements, the Bank estimates these risk parameters under upside, base and downside scenarios with representative weights used to measure ECL.

During the year, the Bank implemented a new IFRS 9 tool incorporating an enhanced macroeconomic model that leverages the most recent forecasts published by the IMF. The macroeconomic model has been independently calibrated for each portfolio, with key variables determined through correlation analysis and evaluation of their influence on the expected credit loss (ECL) outcomes. The implementation and calibration of the model were subject to independent validation and management review to ensure the robustness and reasonableness of underlying assumptions and outputs.

**2 BASIS OF PREPARATION OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
(continued)****2 (c) Use of estimates and judgements (continued)**

The following is the forward looking information which is used by the Bank in order to determine its ECL for the nine-month period ended as at 30 September 2025.

| Key drivers                           | ECL scenario      | 30 September 2025 |        |
|---------------------------------------|-------------------|-------------------|--------|
|                                       |                   | 2026              | 2027   |
| GDP Growth                            | Base scenario     | 3.65%             | 4.44%  |
|                                       | Upside scenario   | 1.57%             | 1.98%  |
|                                       | Downside scenario | 2.00%             | 2.53%  |
| Investment (% of GDP)                 | Base scenario     | 0.80%             | 1.00%  |
|                                       | Upside scenario   | 2.74%             | 2.84%  |
|                                       | Downside scenario | 10.93%            | 11.33% |
| Current Account<br>Balance (% of GDP) | Base scenario     | -1.05%            | 2.03%  |
|                                       | Upside scenario   | -0.26%            | -0.03% |
|                                       | Downside scenario | -1.02%            | -0.18% |

The Bank has used 50% baseline, 40% Downturn and 10% Upturn scenario.

| Key drivers        | ECL scenario      | 30 September 2024 |        | 31 December 2024 |        |
|--------------------|-------------------|-------------------|--------|------------------|--------|
|                    |                   | 2025              | 2026   | 2025             | 2026   |
| Real Interest Rate | Base scenario     | 7.1%              | 7.1%   | 7.1%             | 7.1%   |
|                    | Upside scenario   | 6.3%              | 6.5%   | 6.3%             | 6.5%   |
|                    | Downside scenario | 8.4%              | 8.0%   | 8.4%             | 8.0%   |
| GDP                | Base scenario     | 4.0%              | 4.0%   | 4.0%             | 4.0%   |
|                    | Upside scenario   | 4.2%              | 4.1%   | 4.2%             | 4.1%   |
|                    | Downside scenario | 3.7%              | 3.8%   | 3.7%             | 3.8%   |
| GDP per capita     | Base scenario     | 0.1%              | 0.1%   | 0.1%             | 0.1%   |
|                    | Upside scenario   | 0.2%              | 0.2%   | 0.2%             | 0.2%   |
|                    | Downside scenario | (0.2%)            | (0.1%) | (0.2%)           | (0.1%) |

**2 BASIS OF PREPARATION OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
(continued)****2 (c) Use of estimates and judgements**

The following table shows a comparison of the Bank's allowances for credit losses on non-impaired financial assets (Stages 1 and 2) under IFRS 9 based on the probability weightings of three scenarios with allowances for credit losses resulting from simulations of each scenario weighted at 100%.

| Sensitivity of impairment estimates   | At 30 September 2025 |                              | At 30 September 2024 |                              | At 30 December 2024 |                              |
|---------------------------------------|----------------------|------------------------------|----------------------|------------------------------|---------------------|------------------------------|
|                                       | ECL<br>RO 000's      | Impact on<br>ECL<br>RO 000's | ECL<br>RO 000's      | Impact on<br>ECL<br>RO 000's | ECL<br>RO 000's     | Impact on<br>ECL<br>RO 000's |
| ECL on non-impaired loans under IFRS9 | <b>51,317</b>        | -                            | 63,722               | -                            | 46,990              | -                            |
| <b>Simulations</b>                    |                      |                              |                      |                              |                     |                              |
| Upside case - 100% weighted           | <b>44,386</b>        | <b>6,931</b>                 | 55,570               | 8,152                        | 41,155              | 5,835                        |
| Base case - 100% weighted             | <b>50,844</b>        | <b>473</b>                   | 63,196               | 526                          | 46,623              | 367                          |
| Downside scenario - 100% weighted     | <b>58,721</b>        | <b>(7,404)</b>               | 72,401               | (8,679)                      | 53,194              | (6,204)                      |

**3 CASH AND BALANCES WITH CENTRAL BANKS**

|                                             | 30/09/2025<br>RO'000 | 30/09/2024<br>RO'000 | 31/12/2024<br>RO'000 |
|---------------------------------------------|----------------------|----------------------|----------------------|
| Cash                                        | <b>32,881</b>        | 35,922               | 34,799               |
| Other balances with Central Banks           | <b>134,336</b>       | 271,118              | 267,213              |
| <b>Cash and cash equivalents</b>            | <b>167,217</b>       | 307,040              | 302,012              |
| Capital deposit with Central Bank of Oman   | <b>500</b>           | 500                  | 500                  |
| <b>Cash and balances with Central Banks</b> | <b>167,717</b>       | 307,540              | 302,512              |

- (i) At 30 September 2025, cash and balances with Central Bank of Oman included balances amounting to RO 500,000 (30 September 2024: RO 500,000, 31 December 2024: RO 500,000) as capital deposit. This deposit cannot be withdrawn without the Central Bank of Oman approval.
- (ii) Minimum cash reserve to be maintained with Central Bank of Oman as of 30 September 2025 is 3% (30 September and 31 December 2024 – 3%) of total deposits and for Central Bank of UAE, is 1% (30 September and 31 December 2024 – 1%) of time deposits and 14% (30 September 2024 – 11% and 31 December 2024 – 11%) of all other deposits.
- (iii) ECL on the cash and balances with Central Banks is not material and accordingly no adjustment has been accounted by the Bank. All the exposures are related to stage 1.

**4 DUE FROM BANKS AND OTHER MONEY MARKET PLACEMENTS**

|                                                        | <b>30/09/2025</b> | <b>30/09/2024</b> | <b>31/12/2024</b> |
|--------------------------------------------------------|-------------------|-------------------|-------------------|
|                                                        | <b>RO'000</b>     | <b>RO'000</b>     | <b>RO'000</b>     |
| Loans and advances to Banks                            | <b>47,682</b>     | 18,287            | 26,757            |
| Placement with Banks                                   | <b>213,946</b>    | 256,157           | 322,398           |
| Demand balances                                        | <b>16,736</b>     | 15,988            | 23,315            |
| <b>Due from Banks and other money market placement</b> | <b>278,364</b>    | 290,432           | 372,470           |
| Less: allowance for credit losses (note 22.3)          | <b>(248)</b>      | (85)              | (106)             |
| <b>Due from Banks and other money market placement</b> | <b>278,116</b>    | 290,347           | 372,364           |

**5 LOANS, ADVANCES AND ISLAMIC FINANCING ASSETS**

|                                                                         | <b>30/09/2025</b> | <b>30/09/2024</b> | <b>31/12/2024</b> |
|-------------------------------------------------------------------------|-------------------|-------------------|-------------------|
|                                                                         | <b>RO'000</b>     | <b>RO'000</b>     | <b>RO'000</b>     |
| Overdrafts                                                              | <b>87,755</b>     | 71,856            | 78,564            |
| Personal loans                                                          | <b>1,568,380</b>  | 1,550,769         | 1,538,728         |
| Term loans, Islamic financing and others                                | <b>2,689,059</b>  | 2,361,818         | 2,473,414         |
| <b>Gross loans, advances and Islamic financing assets for customers</b> | <b>4,345,194</b>  | 3,984,443         | 4,090,706         |
| Less: allowance for credit losses (note 22.3)                           | <b>(177,485)</b>  | (171,049)         | (164,559)         |
| <b>Loans, advances and Islamic financing assets for customers</b>       | <b>4,167,709</b>  | 3,813,394         | 3,926,147         |

Gross loans, advances and Islamic financing assets for customers include RO 127 million due from related parties at 30 September 2025 (30 September 2024 – RO 132 million, 31 December 2024 – RO 118 million).

Included in above the Islamic financing asset (net of allowance for credit losses) of RO 385 million as at 30 September 2025 (30 September 2024 – RO 320 million, 31 December 2024 – RO 352 million).

Provided during the period/year includes contractual interest reserved for RO 7.41 million (30 September 2024 – RO 6.51 million and 31 December 2024 – RO 8.73 million).

Recovered/released during the period/year includes recovery of reserved interest at RO 1.34 million (30 September 2024 – RO 2.55 million and 31 December 2024 – RO 3.03 million).

All loans and advances require payment of interest based on agreed tenors, some at fixed rates and others at rates that re-price prior to maturity. Contractual interest reserved and recovery thereof is shown under net interest income and income from Islamic financing in the consolidated condensed interim statement of profit or loss.

As of 30 September 2025, loans and advances on which interest is not being accrued or where interest has been reserved amounted to RO 196 million (30 September 2024 – RO 175 million and 31 December 2024 – RO 191 million).

## 6 INVESTMENT SECURITIES

|                                                                                               | 30/09/2025<br>RO'000 | 30/09/2024<br>RO'000 | 31/12/2024<br>RO'000 |
|-----------------------------------------------------------------------------------------------|----------------------|----------------------|----------------------|
| <b>Investments measured at Fair value through profit and loss (FVTPL)</b>                     |                      |                      |                      |
| Quoted investments-Oman                                                                       | 2,381                | 1,800                | 2,052                |
| Quoted investments-Foreign                                                                    | 171                  | 191                  | 166                  |
| Unquoted investments in funds                                                                 | 2,882                | 2,658                | 2,648                |
| <b>Total FVTPL investments</b>                                                                | <b>5,434</b>         | <b>4,649</b>         | <b>4,866</b>         |
| <b>Investments measured at Fair value through other comprehensive income (FVOCI) - Equity</b> |                      |                      |                      |
| Quoted investments-Oman                                                                       | 60,300               | 44,327               | 52,167               |
| Quoted investments-Foreign                                                                    | 52,078               | 42,901               | 44,437               |
| <b>Total FVOCI investments</b>                                                                | <b>112,378</b>       | <b>87,228</b>        | <b>96,604</b>        |
| <b>Investments measured at amortised cost</b>                                                 |                      |                      |                      |
| Government development bonds-Oman                                                             | 261,611              | 244,598              | 260,044              |
| Government Sukuk-Oman                                                                         | 32,097               | 24,527               | 31,832               |
| Treasury Bills                                                                                | 75,780               | 15,000               | 18,772               |
| Quoted investments-Oman                                                                       | 45,744               | 45,567               | 45,632               |
| Quoted investments-Foreign                                                                    | 16,464               | 16,115               | 16,202               |
| <b>Total – amortised cost</b>                                                                 | <b>431,696</b>       | <b>345,807</b>       | <b>372,482</b>       |
| <b>Total investment securities</b>                                                            | <b>549,508</b>       | <b>437,684</b>       | <b>473,952</b>       |
| Less: allowance for credit losses (note 22.3)                                                 | (887)                | (549)                | (559)                |
| <b>Total investment securities</b>                                                            | <b>548,621</b>       | <b>437,135</b>       | <b>473,393</b>       |

**Details of significant investments**

Details of investments exceeding 10% of the carrying value of the Bank's investment portfolio are as follows:

|                                     | Bank's portfolio<br>% | Carrying value<br>RO'000 |
|-------------------------------------|-----------------------|--------------------------|
| <b>30/09/2025</b>                   |                       |                          |
| Government Development Bonds - Oman | 53%                   | 293,708                  |
| Treasury Bills                      | 14%                   | 75,780                   |
| <b>30/09/2024</b>                   |                       |                          |
| Government Development Bonds - Oman | 61%                   | 269,125                  |
| <b>31/12/2024</b>                   |                       |                          |
| Government Development Bonds - Oman | 62%                   | 291,876                  |

In 2025 (YTD September), the Bank received dividends of RO 4.87 million from its FVOCI equities (YTD September 2024: RO 3.58 million for FVOCI equities), recorded as other operating income.

Government Sukuk - Oman of RO 19.21 million (30 September 2024 and 31 December 2024: RO 19.21) are assigned as collateral against USD borrowings of RO 12.63 million (30 September 2024 and 31 December 2024: RO 12.63 million).

The Bank designated certain investments as equity securities at FVOCI. The FVOCI designation was made because the investments are expected to be held for strategic purposes rather than with a view to profit on a subsequent sale and there are no plans to dispose of these investments in the short or medium term. This designation is irrevocable.

**7 OTHER ASSETS**

|                                                   | 30/09/2025<br>RO'000 | 30/09/2024<br>RO'000 | 31/12/2024<br>RO'000 |
|---------------------------------------------------|----------------------|----------------------|----------------------|
| Customers' indebtedness for acceptances (note 11) | 114,414              | 54,093               | 80,066               |
| Less: allowance for credit losses                 | (136)                | -                    | (220)                |
| Net Customers' indebtedness for acceptances       | 114,278              | 54,093               | 79,846               |
| Prepaid expenses and others                       | 30,768               | 14,964               | 16,079               |
| Positive fair value of derivatives (note 30)      | 10,638               | 11,359               | 12,737               |
|                                                   | 155,684              | 80,416               | 108,662              |

**8 PROPERTY AND EQUIPMENT**

|                                                                      | Freehold<br>land and<br>buildings and<br>leasehold<br>improvements<br>RO'000 | Motor<br>vehicles,<br>furniture<br>and<br>equipment<br>RO'000 | Capital<br>work in<br>progress<br>RO'000 | Right<br>to use<br>assets<br>RO'000 | Total<br>RO'000 |
|----------------------------------------------------------------------|------------------------------------------------------------------------------|---------------------------------------------------------------|------------------------------------------|-------------------------------------|-----------------|
| <b>Reconciliation of carrying amount:</b>                            |                                                                              |                                                               |                                          |                                     |                 |
| Balance as at 1 January 2025, net of accumulated depreciation        | 46,018                                                                       | 10,643                                                        | 1,050                                    | 1,756                               | 59,467          |
| Additions                                                            | -                                                                            | 1,626                                                         | 1,899                                    | 2,109                               | 5,634           |
| Disposals                                                            | -                                                                            | (39)                                                          | -                                        | (11)                                | (50)            |
| Transfers                                                            | 355                                                                          | 919                                                           | (1,274)                                  | -                                   | -               |
| Depreciation                                                         | (1,260)                                                                      | (2,270)                                                       | -                                        | (1,311)                             | (4,841)         |
| <b>Balance at 30 September 2025, net of accumulated depreciation</b> | <b>45,113</b>                                                                | <b>10,879</b>                                                 | <b>1,675</b>                             | <b>2,543</b>                        | <b>60,210</b>   |
| At cost                                                              | 65,066                                                                       | 53,097                                                        | 1,675                                    | 4,960                               | 124,798         |
| Accumulated depreciation                                             | (19,953)                                                                     | (42,218)                                                      | -                                        | (2,417)                             | (64,588)        |
| <b>Net carrying value at 30 September 2025</b>                       | <b>45,113</b>                                                                | <b>10,879</b>                                                 | <b>1,675</b>                             | <b>2,543</b>                        | <b>60,210</b>   |

**Reconciliation of carrying amount:**

|                                                                      |               |              |              |              |               |
|----------------------------------------------------------------------|---------------|--------------|--------------|--------------|---------------|
| Balance as at 1 January 2024, net of accumulated depreciation        | 43,339        | 9,469        | 1,260        | 1,825        | 55,893        |
| Additions                                                            | 4,144         | 1,511        | 1,919        | 1,363        | 8,937         |
| Disposals                                                            | -             | (85)         | (85)         | -            | (170)         |
| Transfers                                                            | 120           | 810          | (930)        | -            | -             |
| Depreciation                                                         | (1,232)       | (2,177)      | -            | (1,239)      | (4,648)       |
| <b>Balance at 30 September 2024, net of accumulated depreciation</b> | <b>46,371</b> | <b>9,528</b> | <b>2,164</b> | <b>1,949</b> | <b>60,012</b> |
| At cost                                                              | 65,947        | 51,655       | 2,164        | 3,927        | 123,693       |
| Accumulated depreciation                                             | (19,576)      | (42,127)     | -            | (1,978)      | (63,681)      |
| <b>Net carrying value at 30 September 2024</b>                       | <b>46,371</b> | <b>9,528</b> | <b>2,164</b> | <b>1,949</b> | <b>60,012</b> |

**Reconciliation of carrying amount:**

|                                                                     |               |               |              |              |               |
|---------------------------------------------------------------------|---------------|---------------|--------------|--------------|---------------|
| Balance as at 1 January 2024, net of accumulated depreciation       | 43,339        | 9,469         | 1,260        | 1,825        | 55,893        |
| Additions                                                           | 4,142         | 1,872         | 2,460        | 1,599        | 10,073        |
| Disposals                                                           | -             | (87)          | (85)         | -            | (172)         |
| Transfers                                                           | 188           | 2,397         | (2,585)      | -            | -             |
| Depreciation                                                        | (1,651)       | (3,008)       | -            | (1,668)      | (6,327)       |
| <b>Balance at 31 December 2024, net of accumulated depreciation</b> | <b>46,018</b> | <b>10,643</b> | <b>1,050</b> | <b>1,756</b> | <b>59,467</b> |
| At cost                                                             | 65,485        | 53,442        | 1,050        | 3,680        | 123,657       |
| Accumulated depreciation                                            | (19,467)      | (42,799)      | -            | (1,924)      | (64,190)      |
| <b>Net carrying value at 31 December 2024</b>                       | <b>46,018</b> | <b>10,643</b> | <b>1,050</b> | <b>1,756</b> | <b>59,467</b> |

**9 DUE TO BANKS AND OTHER MONEY MARKET DEPOSITS**

|                 | <b>30/09/2025</b> | <b>30/09/2024</b> | <b>31/12/2024</b> |
|-----------------|-------------------|-------------------|-------------------|
|                 | <b>RO'000</b>     | <b>RO'000</b>     | <b>RO'000</b>     |
| Borrowings      | <b>276,528</b>    | 170,961           | 178,540           |
| Vostro balances | <b>11,792</b>     | 12,701            | 14,398            |
|                 | <b>288,320</b>    | 183,662           | 192,938           |

Borrowings include bank borrowings amounting to RO 12.63 million (30 September 2024 and 31 December 2024: RO 12.63 million) with underlying collateral in the form of Government Sukuk – Oman of RO 19.21 million (30 September 2024 and 31 December 2024: RO 19.21 million).

**10 CUSTOMERS' DEPOSITS**

|                  | <b>30/09/2025</b> | <b>30/09/2024</b> | <b>31/12/2024</b> |
|------------------|-------------------|-------------------|-------------------|
|                  | <b>RO'000</b>     | <b>RO'000</b>     | <b>RO'000</b>     |
| Term deposits    | <b>2,033,670</b>  | 1,988,906         | 2,044,017         |
| Current accounts | <b>1,442,344</b>  | 1,410,259         | 1,526,142         |
| Savings accounts | <b>598,412</b>    | 574,958           | 558,364           |
|                  | <b>4,074,426</b>  | 3,974,123         | 4,128,523         |

**11 OTHER LIABILITIES**

|                                                                                        | <b>30/09/2025</b> | <b>30/09/2024</b> | <b>31/12/2024</b> |
|----------------------------------------------------------------------------------------|-------------------|-------------------|-------------------|
|                                                                                        | <b>RO'000</b>     | <b>RO'000</b>     | <b>RO'000</b>     |
| Liabilities under acceptances (note 7)                                                 | <b>114,414</b>    | 54,093            | 80,066            |
| Other liabilities and accrued expenses                                                 | <b>46,660</b>     | 36,905            | 32,008            |
| Negative fair value of derivatives (note 30)                                           | <b>9,850</b>      | 11,007            | 11,886            |
| Allowances for credit losses for loan commitments and financial guarantees (note 22.3) | <b>4,665</b>      | 3,957             | 4,047             |
| Deferred tax liability (note 12)                                                       | <b>3,176</b>      | 1,013             | 2,169             |
| Staff entitlements                                                                     | <b>2,369</b>      | 2,510             | 2,541             |
| Lease liabilities                                                                      | <b>1,738</b>      | 1,231             | 1,083             |
|                                                                                        | <b>182,872</b>    | 110,716           | 133,800           |

Maturity analysis of lease liabilities:

|                     | <b>30/09/2025</b> | <b>30/09/2024</b> | <b>31/12/2024</b> |
|---------------------|-------------------|-------------------|-------------------|
|                     | <b>RO'000</b>     | <b>RO'000</b>     | <b>RO'000</b>     |
| 1 to 5 years        | <b>1,738</b>      | 1,141             | 993               |
| Over 5 years        | <b>-</b>          | 90                | 90                |
| Balance at year end | <b>1,738</b>      | 1,231             | 1,083             |



**12 TAXATION**

|                                         | <b>30/09/2025</b> | <b>30/09/2024</b> | <b>31/12/2024</b> |
|-----------------------------------------|-------------------|-------------------|-------------------|
|                                         | <b>RO'000</b>     | <b>RO'000</b>     | <b>RO'000</b>     |
| <b>Tax expenses</b>                     |                   |                   |                   |
| Current tax expense for the period/year | <b>8,326</b>      | 8,237             | 10,134            |
| Deferred tax                            | <b>816</b>        | 11                | 1,010             |
|                                         | <b>9,142</b>      | 8,248             | 11,144            |

The Bank is liable to income tax at the following rates:

|                                                | <b>30/09/2025</b> | <b>30/09/2024</b> | <b>31/12/2024</b> |
|------------------------------------------------|-------------------|-------------------|-------------------|
|                                                | <b>15%</b>        | <b>15%</b>        | <b>15%</b>        |
| Sultanate of Oman (of Combined taxable income) |                   |                   |                   |
| United Arab Emirates (of taxable income)       |                   |                   |                   |
| National level                                 | <b>9%</b>         | 9%                | 9%                |
| Emirates level                                 | <b>20%</b>        | 20%               | 20%               |
| Egypt (of taxable income)                      | <b>22.5%</b>      | 22.5%             | 22.5%             |

Set out below is reconciliation between incomes tax calculated on accounting profit with income tax expense for the period:

|                        | <b>30/09/2025</b> | <b>30/09/2024</b> | <b>31/12/2024</b> |
|------------------------|-------------------|-------------------|-------------------|
|                        | <b>RO'000</b>     | <b>RO'000</b>     | <b>RO'000</b>     |
| Accounting profit      | <b>60,910</b>     | 53,945            | 74,207            |
| Tax at applicable rate | <b>9,137</b>      | 8,092             | 11,131            |
| Tax exempt revenues    | <b>(686)</b>      | (558)             | (635)             |
| Others                 | <b>(125)</b>      | 703               | (362)             |
| Total                  | <b>8,326</b>      | 8,237             | 10,134            |

The Bank's liabilities for taxation in the Sultanate of Oman have been assessed and agreed up to the year ended 31 December 2020.

Management believes that additional taxes, if any, in respect of open tax assessments would not be significant to the Bank's consolidated financial position as at 30 September 2025.

The tax assessments of the Egypt operations in respect of the different taxes applicable are at different stages of completion with the respective tax authorities. The Bank's liability in respect of its branches in UAE has been agreed with the tax authorities up to 31 December 2023.

|                                | <b>30/09/2025</b> | <b>30/09/2024</b> | <b>31/12/2024</b> |
|--------------------------------|-------------------|-------------------|-------------------|
|                                | <b>RO'000</b>     | <b>RO'000</b>     | <b>RO'000</b>     |
| <b>Income tax liability</b>    |                   |                   |                   |
| Through comprehensive income   | <b>8,326</b>      | 8,237             | 10,134            |
| Through prior years and others | <b>12,809</b>     | 11,066            | 8,989             |
|                                | <b>21,135</b>     | 19,303            | 19,123            |

|                                                             | <b>30/09/2025</b> | <b>30/09/2024</b> | <b>31/12/2024</b> |
|-------------------------------------------------------------|-------------------|-------------------|-------------------|
|                                                             | <b>RO'000</b>     | <b>RO'000</b>     | <b>RO'000</b>     |
| <b>Recognised deferred tax liability</b>                    |                   |                   |                   |
| Deferred tax liabilities are attributable to the following: |                   |                   |                   |
| Deductible temporary differences relating to provisions     | <b>1,986</b>      | 175               | 1,172             |
| FVOCI investments                                           | <b>1,190</b>      | 838               | 997               |
|                                                             | <b>3,176</b>      | 1,013             | 2,169             |

**Movement of deferred tax liability**

|                                                                 | <b>30/09/2025</b> | <b>30/09/2024</b> | <b>31/12/2024</b> |
|-----------------------------------------------------------------|-------------------|-------------------|-------------------|
|                                                                 | <b>RO'000</b>     | <b>RO'000</b>     | <b>RO'000</b>     |
| Balance at the beginning of the period/year                     | <b>2,169</b>      | 845               | 845               |
| Provided during the period/year                                 | <b>816</b>        | 11                | 1,010             |
| Tax effect on origination and reversal of temporary differences | <b>191</b>        | 157               | 314               |
|                                                                 | <b>3,176</b>      | 1,013             | 2,169             |

**13 OTHER RESERVES**

|                                                                           | <i>FVOCI<br/>reserve<br/>RO'000</i> | <i>Impairment<br/>Reserve<br/>RO'000</i> | <i>Total<br/>RO'000</i> |
|---------------------------------------------------------------------------|-------------------------------------|------------------------------------------|-------------------------|
| At 1 January 2025                                                         | (3,393)                             | 14,822                                   | 11,429                  |
| Net movement on FVOCI                                                     | 16,134                              | -                                        | 16,134                  |
| Reclassification of net changes in FVOCI instruments upon de- recognition | (4,690)                             | -                                        | (4,690)                 |
| Tax effect of net results on FVOCI                                        | (1,158)                             | -                                        | (1,158)                 |
| Transfer from retained earnings                                           | -                                   | 1,055                                    | 1,055                   |
| <b>At 30 September 2025</b>                                               | <b>6,893</b>                        | <b>15,877</b>                            | <b>22,770</b>           |
| At 30 September 2024                                                      | (1,713)                             | 10,580                                   | 8,867                   |
| At 31 December 2024                                                       | (3,393)                             | 14,822                                   | 11,429                  |

The impairment reserve represents excess of impairment allowance (net of tax) calculated as per CBO norms and IFRS 9. The reserve is not available for distribution to the shareholders.

**14 TIER 1 PERPETUAL BOND**

The Bank has issued Perpetual Tier 1 Capital Securities (the "Tier 1 Securities") with details mentioned in the table below. The Tier 1 Securities constitute direct, unconditional, subordinated and unsecured obligations of the Bank and are classified as equity in accordance with IAS 32: Financial Instruments – Classification. The key features of the instruments are as follows:

- No fixed date of maturity.
- Payment of interest and/or capital is solely at the discretion of the Bank.
- The instruments are deeply subordinated and rank just above the ordinary shareholders
- These securities also allow the Bank to write-down (in whole or in part) any amounts due to the holders in the event of non-viability with the approval of the Central Bank of Oman.

The determination of equity classification of these instruments requires significant judgement as certain clauses, particularly the "Events of Default", require interpretation. The Directors, after factoring in the clauses relating to the write-down, non-payment and subordination in the instrument offering document, consider that the Bank will not reach the point of insolvency before a write-down is affected due to a non-viability event. Accordingly, such clauses were assessed by the Directors as not being genuine for the purpose of determining the debt vs equity classification. The Directors have considered appropriate independent legal advice in forming their judgement around this matter.

| <b>Issuance Month/Year</b> | <b>Issued Amount</b>                   | <b>Coupon Rate</b>                                      |
|----------------------------|----------------------------------------|---------------------------------------------------------|
| April 2021                 | USD 300 million (OMR 115.5 million)    | Fixed interest rate of 8.00% with a reset after 5 years |
| November 2022              | USD 134.11 million (OMR 51.63 million) | Fixed interest rate of 6.75% with a reset after 5 years |
| October 2024               | USD 150.40 million (OMR 57.90 million) | Fixed interest rate of 6.75% with a reset after 5 years |

These securities form part of Tier 1 Capital of the Bank and comply with Basel-III and Central Bank of Oman regulations (BM 1114).

**15 CONTINGENT LIABILITIES AND COMMITMENTS**

|                               | <b>30/09/2025</b> | <b>30/09/2024</b> | <b>31/12/2024</b> |
|-------------------------------|-------------------|-------------------|-------------------|
|                               | <b>RO'000</b>     | <b>RO'000</b>     | <b>RO'000</b>     |
| Guarantees                    | <b>389,895</b>    | 299,898           | 262,589           |
| Documentary letters of credit | <b>53,216</b>     | 26,735            | 50,068            |
| Undrawn commitment to lend    | <b>156,849</b>    | 136,296           | 140,363           |
|                               | <b>599,960</b>    | 462,929           | 453,020           |

- (i) The allowances for credit losses for commitments and financial guarantees amounts to RO 4.67 million (30 September 2024 – RO 3.96 million and December 2024 – 4.05 million) and is included under note 11.
- (ii) Guarantees include RO 4.46 million (30 September 2024 – RO 4.92 million and 31 December 2024 – 4.92 million) relating to non-performing loans.

**16 INTEREST INCOME**

|                           | <b>9 months ended</b> | <b>9 months ended</b> | <b>3 months ended</b> | <b>3 months ended</b> |
|---------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|                           | <b>30/09/2025</b>     | <b>30/09/2024</b>     | <b>30/09/2025</b>     | <b>30/09/2024</b>     |
|                           | <b>RO'000</b>         | <b>RO'000</b>         | <b>RO'000</b>         | <b>RO'000</b>         |
| Interest from customers   | <b>156,988</b>        | 153,337               | <b>53,854</b>         | 53,197                |
| Interest from banks       | <b>8,908</b>          | 15,314                | <b>2,761</b>          | 2,842                 |
| Interest from investments | <b>17,686</b>         | 18,893                | <b>6,059</b>          | 5,575                 |
|                           | <b>183,582</b>        | 187,544               | <b>62,674</b>         | 61,614                |

**17 INTEREST EXPENSE**

|                       | <b>9 months ended</b> | <b>9 months ended</b> | <b>3 months ended</b> | <b>3 months ended</b> |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|                       | <b>30/09/2025</b>     | <b>30/09/2024</b>     | <b>30/09/2025</b>     | <b>30/09/2024</b>     |
|                       | <b>RO'000</b>         | <b>RO'000</b>         | <b>RO'000</b>         | <b>RO'000</b>         |
| Interest to customers | <b>98,260</b>         | 97,207                | <b>32,695</b>         | 32,354                |
| Interest to banks     | <b>9,190</b>          | 15,027                | <b>3,403</b>          | 3,173                 |
|                       | <b>107,450</b>        | 112,234               | <b>36,098</b>         | 35,527                |

**18 FEE AND COMMISSION INCOME**

|                                   | <b>9 months ended</b> | <b>9 months ended</b> | <b>3 months ended</b> | <b>3 months ended</b> |
|-----------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|                                   | <b>30/09/2025</b>     | <b>30/09/2024</b>     | <b>30/09/2025</b>     | <b>30/09/2024</b>     |
|                                   | <b>RO'000</b>         | <b>RO'000</b>         | <b>RO'000</b>         | <b>RO'000</b>         |
| Fee and commission income         | <b>33,064</b>         | 27,750                | <b>11,624</b>         | 9,535                 |
| Less: fee and commission expenses | <b>(11,921)</b>       | (9,613)               | <b>(4,222)</b>        | (3,283)               |
| Net fee and commission income     | <b>21,143</b>         | 18,137                | <b>7,402</b>          | 6,252                 |

The disaggregation of fee and commission income is provided under note 28.

**19 OTHER OPERATING INCOME**

|                                          | <b>9 months<br/>ended<br/>30/09/2025<br/>RO'000</b> | <b>9 months<br/>ended<br/>30/09/2024<br/>RO'000</b> | <b>3 months<br/>ended<br/>30/09/2025<br/>RO'000</b> | <b>3 months<br/>ended<br/>30/09/2024<br/>RO'000</b> |
|------------------------------------------|-----------------------------------------------------|-----------------------------------------------------|-----------------------------------------------------|-----------------------------------------------------|
| Net gains from foreign exchange dealings | <b>8,779</b>                                        | 6,284                                               | <b>3,258</b>                                        | 1,733                                               |
| Profit on investments at FVTPL           | <b>418</b>                                          | 89                                                  | <b>303</b>                                          | 178                                                 |
| Dividend income                          | <b>5,001</b>                                        | 3,690                                               | <b>651</b>                                          | 320                                                 |
| Miscellaneous income                     | <b>3,715</b>                                        | 3,359                                               | <b>1,338</b>                                        | 1,211                                               |
|                                          | <b>17,913</b>                                       | 13,422                                              | <b>5,550</b>                                        | 3,442                                               |

**20 STAFF COSTS**

|                                          | <b>9 months<br/>ended<br/>30/09/2025<br/>RO'000</b> | <b>9 months<br/>ended<br/>30/09/2024<br/>RO'000</b> | <b>3 months<br/>ended<br/>30/09/2025<br/>RO'000</b> | <b>3 months<br/>ended<br/>30/09/2024<br/>RO'000</b> |
|------------------------------------------|-----------------------------------------------------|-----------------------------------------------------|-----------------------------------------------------|-----------------------------------------------------|
| Employees' salaries                      | <b>21,704</b>                                       | 20,895                                              | <b>7,243</b>                                        | 7,077                                               |
| Contribution to social insurance schemes | <b>2,096</b>                                        | 1,956                                               | <b>636</b>                                          | 699                                                 |
| Other staff costs                        | <b>6,732</b>                                        | 6,339                                               | <b>2,280</b>                                        | 1,779                                               |
|                                          | <b>30,532</b>                                       | 29,190                                              | <b>10,159</b>                                       | 9,555                                               |

The Bank employed 1,455 employees as of 30 September 2025 (30 September 2024 – 1,429).

**21 OTHER OPERATING EXPENSES**

|                                         | <b>9 months<br/>ended<br/>30/09/2025<br/>RO'000</b> | <b>9 months<br/>ended<br/>30/09/2024<br/>RO'000</b> | <b>3 months<br/>ended<br/>30/09/2025<br/>RO'000</b> | <b>3 months<br/>ended<br/>30/09/2024<br/>RO'000</b> |
|-----------------------------------------|-----------------------------------------------------|-----------------------------------------------------|-----------------------------------------------------|-----------------------------------------------------|
| Occupancy costs                         | <b>3,880</b>                                        | 3,068                                               | <b>1,420</b>                                        | 1,255                                               |
| Operating and administration expenses   | <b>9,637</b>                                        | 8,811                                               | <b>3,493</b>                                        | 3,249                                               |
| Directors remuneration and sitting fees | <b>335</b>                                          | 326                                                 | <b>121</b>                                          | 103                                                 |
|                                         | <b>13,852</b>                                       | 12,205                                              | <b>5,034</b>                                        | 4,607                                               |

**22 CLASSIFICATION AND MEASUREMENT OF FINANCIAL INSTRUMENTS****22.1 Comparison of impairment provisions in accordance with IFRS 9 and regulatory provision under Central Bank of Oman's (CBO) requirement:****Impairment charge and provision held as of 30 September 2025**

|                                                          | <i>Amounts in RO'000</i> |               |            |
|----------------------------------------------------------|--------------------------|---------------|------------|
|                                                          | As per CBO Norms         | As per IFRS 9 | Difference |
| Impairment Loss charged to profit and loss               | -                        | 10,974        | N.A.       |
| Provisions required as per CBO norms/ held as per IFRS 9 | 198,115                  | 183,421       | (14,694)   |
| Gross non-performing loan ratio (percentage)             | -                        | 4.5           | -          |
| Net non-performing loan ratio (percentage)               | -                        | 3.8           | -          |

**Mapping of IFRS 9 and CBO norms as of 30 September 2025**

| Asset Classification as per CBO Norms                                      | <i>Amounts in RO'000</i>           |              |                                     |                              |                                                                           |                          |                                   |
|----------------------------------------------------------------------------|------------------------------------|--------------|-------------------------------------|------------------------------|---------------------------------------------------------------------------|--------------------------|-----------------------------------|
|                                                                            | Asset Classification as per IFRS 9 | Gross Amount | Provision required as per CBO Norms | Provision held as per IFRS 9 | Difference between CBO provision required and provision held under IFRS 9 | Net Amount as per IFRS 9 | Reserve interest as per CBO norms |
| (1)                                                                        | (2)                                | (3)          | (4)                                 | (5)                          | (6) = (4)-(5)+(8)                                                         | (7) = (3)-(5)            | (8)                               |
| Standard                                                                   | Stage 1                            | 3,551,403    | 45,033                              | 10,863                       | 34,170                                                                    | 3,540,540                | -                                 |
|                                                                            | Stage 2                            | 401,402      | 4,457                               | 10,478                       | (6,021)                                                                   | 390,924                  | -                                 |
|                                                                            | Stage 3                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
| Subtotal                                                                   |                                    | 3,952,805    | 49,490                              | 21,341                       | 28,149                                                                    | 3,931,464                | -                                 |
| Special Mention                                                            | Stage 1                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Stage 2                            | 196,298      | 1,988                               | 25,155                       | (23,167)                                                                  | 171,143                  | -                                 |
|                                                                            | Stage 3                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
| Subtotal                                                                   |                                    | 196,298      | 1,988                               | 25,155                       | (23,167)                                                                  | 171,143                  | -                                 |
| Substandard                                                                | Stage 1                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Stage 2                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Stage 3                            | 5,451        | 1,353                               | 1,643                        | (196)                                                                     | 3,808                    | 94                                |
| Subtotal                                                                   |                                    | 5,451        | 1,353                               | 1,643                        | (196)                                                                     | 3,808                    | 94                                |
| Doubtful                                                                   | Stage 1                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Stage 2                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Stage 3                            | 34,013       | 15,618                              | 26,960                       | (9,361)                                                                   | 7,053                    | 1,981                             |
| Subtotal                                                                   |                                    | 34,013       | 15,618                              | 26,960                       | (9,361)                                                                   | 7,053                    | 1,981                             |
| Loss                                                                       | Stage 1                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Stage 2                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Stage 3                            | 156,627      | 97,604                              | 102,386                      | 25,205                                                                    | 54,241                   | 29,987                            |
| Subtotal                                                                   |                                    | 156,627      | 97,604                              | 102,386                      | 25,205                                                                    | 54,241                   | 29,987                            |
| Other items not covered under CBO circular BM 977 and related instructions | Stage 1                            | 1,338,720    | -                                   | 1,917                        | (1,917)                                                                   | 1,336,803                | -                                 |
|                                                                            | Stage 2                            | 248,970      | -                                   | 2,904                        | (2,904)                                                                   | 246,066                  | -                                 |
|                                                                            | Stage 3                            | 4,461        | -                                   | 1,115                        | (1,115)                                                                   | 3,346                    | -                                 |
| Subtotal                                                                   |                                    | 1,592,151    | -                                   | 5,936                        | (5,936)                                                                   | 1,586,215                | -                                 |
| Total                                                                      | Stage 1                            | 4,890,123    | 45,033                              | 12,780                       | 32,253                                                                    | 4,877,343                | -                                 |
|                                                                            | Stage 2                            | 846,670      | 6,445                               | 38,537                       | (32,092)                                                                  | 808,133                  | -                                 |
|                                                                            | Stage 3                            | 200,552      | 114,575                             | 132,104                      | 14,533                                                                    | 68,448                   | 32,062                            |
|                                                                            | Total                              | 5,937,345    | 166,053                             | 183,421                      | 14,694                                                                    | 5,753,924                | 32,062                            |

**22 CLASSIFICATION AND MEASUREMENT OF FINANCIAL INSTRUMENTS (continued)****22.1 Comparison of impairment provisions in accordance with IFRS 9 and regulatory provision under Central Bank of Oman's (CBO) requirement (continued):**

Impairment charge and provision held as of 30 September 2024

|                                                          | Amounts in RO'000 |               |            |
|----------------------------------------------------------|-------------------|---------------|------------|
|                                                          | As per CBO Norms  | As per IFRS 9 | Difference |
| Impairment Loss charged to profit and loss               | -                 | 12,062        | N.A.       |
| Provisions required as per CBO norms/ held as per IFRS 9 | 186,329           | 175,640       | (10,689)   |
| Gross non-performing loan ratio (percentage)             | -                 | 4.4           | -          |
| Net non-performing loan ratio (percentage)               | -                 | 3.7           | -          |

Mapping of IFRS 9 and CBO norms as of 30 September 2024

|                                                                            | Amounts in RO'000                  |              |                                     |                              |                                                                           |                          |                                   |
|----------------------------------------------------------------------------|------------------------------------|--------------|-------------------------------------|------------------------------|---------------------------------------------------------------------------|--------------------------|-----------------------------------|
| Asset Classification as per CBO Norms                                      | Asset Classification as per IFRS 9 | Gross Amount | Provision required as per CBO Norms | Provision held as per IFRS 9 | Difference between CBO provision required and provision held under IFRS 9 | Net Amount as per IFRS 9 | Reserve interest as per CBO norms |
| (1)                                                                        | (2)                                | (3)          | (4)                                 | (5)                          | (6) = (4)-(5)+(8)                                                         | (7) = (3)-(5)            | (8)                               |
| Standard                                                                   | Stage 1                            | 3,217,686    | 42,639                              | 11,280                       | 31,359                                                                    | 3,206,406                | -                                 |
|                                                                            | Stage 2                            | 400,770      | 4,312                               | 7,249                        | (2,937)                                                                   | 393,521                  | -                                 |
|                                                                            | Stage 3                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Subtotal                           | 3,618,456    | 46,951                              | 18,529                       | 28,422                                                                    | 3,599,927                | -                                 |
| Special Mention                                                            | Stage 1                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Stage 2                            | 191,239      | 1,960                               | 41,833                       | (39,873)                                                                  | 149,406                  | -                                 |
|                                                                            | Stage 3                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Subtotal                           | 191,239      | 1,960                               | 41,833                       | (39,873)                                                                  | 149,406                  | -                                 |
| Substandard                                                                | Stage 1                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Stage 2                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Stage 3                            | 8,714        | 1,806                               | 2,000                        | 5                                                                         | 6,714                    | 199                               |
|                                                                            | Subtotal                           | 8,714        | 1,806                               | 2,000                        | 5                                                                         | 6,714                    | 199                               |
| Doubtful                                                                   | Stage 1                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Stage 2                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Stage 3                            | 30,729       | 12,980                              | 17,646                       | (1,831)                                                                   | 13,083                   | 2,835                             |
|                                                                            | Subtotal                           | 30,729       | 12,980                              | 17,646                       | (1,831)                                                                   | 13,083                   | 2,835                             |
| Loss                                                                       | Stage 1                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Stage 2                            | -            | -                                   | -                            | -                                                                         | -                        | -                                 |
|                                                                            | Stage 3                            | 135,305      | 96,083                              | 91,041                       | 28,557                                                                    | 44,264                   | 23,515                            |
|                                                                            | Subtotal                           | 135,305      | 96,083                              | 91,041                       | 28,557                                                                    | 44,264                   | 23,515                            |
| Other items not covered under CBO circular BM 977 and related instructions | Stage 1                            | 1,307,975    | -                                   | 1,089                        | (1,089)                                                                   | 1,306,886                | -                                 |
|                                                                            | Stage 2                            | 147,913      | -                                   | 2,274                        | (2,274)                                                                   | 145,639                  | -                                 |
|                                                                            | Stage 3                            | 4,913        | -                                   | 1,228                        | (1,228)                                                                   | 3,685                    | -                                 |
|                                                                            | Subtotal                           | 1,460,801    | -                                   | 4,591                        | (4,591)                                                                   | 1,456,210                | -                                 |
| Total                                                                      | Stage 1                            | 4,525,661    | 42,639                              | 12,369                       | 30,270                                                                    | 4,513,292                | -                                 |
|                                                                            | Stage 2                            | 739,922      | 6,272                               | 51,356                       | (45,084)                                                                  | 688,566                  | -                                 |
|                                                                            | Stage 3                            | 179,661      | 110,869                             | 111,915                      | 25,503                                                                    | 67,746                   | 26,549                            |
|                                                                            | Total                              | 5,445,244    | 159,780                             | 175,640                      | 10,689                                                                    | 5,269,604                | 26,549                            |

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS WERE APPROVED BY THE BOARD OF DIRECTORS ON 29.10.2025

**22 CLASSIFICATION AND MEASUREMENT OF FINANCIAL INSTRUMENTS (continued)****22.2 Comparison of impairment provisions in accordance with IFRS 9 and regulatory provision under Central Bank of Oman's (CBO) requirement:****Restructured loans as at 30 September 2025**

| Amounts in RO'000                       |                                    |                       |                                       |                              |                                                                           |                                   |                                     |
|-----------------------------------------|------------------------------------|-----------------------|---------------------------------------|------------------------------|---------------------------------------------------------------------------|-----------------------------------|-------------------------------------|
| Asset classification as per CBO's Norms | Asset classification as per IFRS 9 | Gross carrying amount | Provision required as per CBO's norms | Provision held as per IFRS 9 | Difference between CBO provision required and provision held under IFRS 9 | Net carrying amount as per IFRS 9 | Reserve interest as per CBO's norms |
| (1)                                     | (2)                                | (3)                   | (4)                                   | (5)                          | (6) = (4)-(5)+(8)                                                         | (7) = (3)-(5)                     | (8)                                 |
| Classified as performing                | Stage 1                            | -                     | -                                     | -                            | -                                                                         | -                                 | -                                   |
|                                         | Stage 2                            | 185,555               | 1,894                                 | 25,050                       | (23,156)                                                                  | 160,505                           | -                                   |
|                                         | Stage 3                            | -                     | -                                     | -                            | -                                                                         | -                                 | -                                   |
| Subtotal                                |                                    | 185,555               | 1,894                                 | 25,050                       | (23,156)                                                                  | 160,505                           | -                                   |
| Classified as non-performing            | Stage 1                            | -                     | -                                     | -                            | -                                                                         | -                                 | -                                   |
|                                         | Stage 2                            | -                     | -                                     | -                            | -                                                                         | -                                 | -                                   |
|                                         | Stage 3                            | 60,500                | 30,038                                | 45,972                       | (10,000)                                                                  | 14,528                            | 5,934                               |
| Sub total                               |                                    | 60,500                | 30,038                                | 45,972                       | (10,000)                                                                  | 14,528                            | 5,934                               |
| Total                                   | Stage 1                            | -                     | -                                     | -                            | -                                                                         | -                                 | -                                   |
|                                         | Stage 2                            | 185,555               | 1,894                                 | 25,050                       | (23,156)                                                                  | 160,505                           | -                                   |
|                                         | Stage 3                            | 60,500                | 30,038                                | 45,972                       | (10,000)                                                                  | 14,528                            | 5,934                               |
|                                         | Total                              | 246,055               | 31,932                                | 71,022                       | (33,156)                                                                  | 175,033                           | 5,934                               |

**Restructured loans as at 30 September 2024**

| Amounts in RO'000                       |                                    |                       |                                       |                              |                                                                           |                                   |                                     |
|-----------------------------------------|------------------------------------|-----------------------|---------------------------------------|------------------------------|---------------------------------------------------------------------------|-----------------------------------|-------------------------------------|
| Asset classification as per CBO's Norms | Asset classification as per IFRS 9 | Gross carrying amount | Provision required as per CBO's norms | Provision held as per IFRS 9 | Difference between CBO provision required and provision held under IFRS 9 | Net carrying amount as per IFRS 9 | Reserve interest as per CBO's norms |
| (1)                                     | (2)                                | (3)                   | (4)                                   | (5)                          | (6) = (4)-(5)+(8)                                                         | (7) = (3)-(5)                     | (8)                                 |
| Classified as performing                | Stage 1                            | -                     | -                                     | -                            | -                                                                         | -                                 | -                                   |
|                                         | Stage 2                            | 192,296               | 1,946                                 | 37,377                       | (35,431)                                                                  | 154,919                           | -                                   |
|                                         | Stage 3                            | -                     | -                                     | -                            | -                                                                         | -                                 | -                                   |
| Subtotal                                |                                    | 192,296               | 1,946                                 | 37,377                       | (35,431)                                                                  | 154,919                           | -                                   |
| Classified as non-performing            | Stage 1                            | -                     | -                                     | -                            | -                                                                         | -                                 | -                                   |
|                                         | Stage 2                            | -                     | -                                     | -                            | -                                                                         | -                                 | -                                   |
|                                         | Stage 3                            | 32,806                | 23,795                                | 19,711                       | 7,826                                                                     | 13,095                            | 3,742                               |
| Sub total                               |                                    | 32,806                | 23,795                                | 19,711                       | 7,826                                                                     | 13,095                            | 3,742                               |
| Total                                   | Stage 1                            | -                     | -                                     | -                            | -                                                                         | -                                 | -                                   |
|                                         | Stage 2                            | 192,296               | 1,946                                 | 37,377                       | (35,431)                                                                  | 154,919                           | -                                   |
|                                         | Stage 3                            | 32,806                | 23,795                                | 19,711                       | 7,826                                                                     | 13,095                            | 3,742                               |
|                                         | Total                              | 225,102               | 25,741                                | 57,088                       | (27,605)                                                                  | 168,014                           | 3,742                               |

## 22 CLASSIFICATION AND MEASUREMENT OF FINANCIAL INSTRUMENTS (continued)

## 22.3 Movement in Expected credit losses (ECL)

| As at 30 September 2025                               | Stage 1   | Stage 2 | Stage 3 | Total     |
|-------------------------------------------------------|-----------|---------|---------|-----------|
|                                                       | RO' 000   | RO'000  | RO'000  | RO'000    |
| <b>Exposure subject to ECL (Gross carrying value)</b> |           |         |         |           |
| - Central bank balances                               | 167,717   | -       | -       | 167,717   |
| - Due from banks and other money market placements    | 278,364   | -       | -       | 278,364   |
| - Loans, advances and Islamic financing assets        | 3,551,403 | 597,700 | 196,091 | 4,345,194 |
| - Investment securities (debt)                        | 431,696   | -       | -       | 431,696   |
| - Acceptances                                         | 47,255    | 67,159  | -       | 114,414   |
| - Contingent liabilities and commitments              | 413,688   | 181,811 | 4,461   | 599,960   |
|                                                       | 4,890,123 | 846,670 | 200,552 | 5,937,345 |
| <b>Opening Balance - as at 1 January 2025</b>         |           |         |         |           |
| - Central bank balances                               | -         | -       | -       | -         |
| - Due from banks and other money market placements    | 106       | -       | -       | 106       |
| - Loans, advances and Islamic financing assets        | 10,573    | 32,716  | 121,270 | 164,559   |
| - Investment securities (debt)                        | 559       | -       | -       | 559       |
| - Acceptances                                         | 93        | 127     | -       | 220       |
| - Contingent liabilities and commitments              | 325       | 2,491   | 1,231   | 4,047     |
|                                                       | 11,656    | 35,334  | 122,501 | 169,491   |
| <b>Net transfer between stages</b>                    |           |         |         |           |
| - Central bank balances                               | -         | -       | -       | -         |
| - Due from banks and other money market placements    | -         | -       | -       | -         |
| - Loans, advances and Islamic financing assets        | (176)     | (105)   | 281     | -         |
| - Investment securities (debt)                        | -         | -       | -       | -         |
| - Acceptances                                         | -         | -       | -       | -         |
| - Contingent liabilities and commitments              | 312       | (312)   | -       | -         |
|                                                       | 136       | (417)   | 281     | -         |
| <b>Charge for the Period (net)</b>                    |           |         |         |           |
| - Central bank balances                               | -         | -       | -       | -         |
| - Due from banks and other money market placements    | 142       | -       | -       | 142       |
| - Loans, advances and Islamic financing assets        | 466       | 3,022   | 16,794  | 20,282    |
| - Investment securities (debt)                        | 328       | -       | -       | 328       |
| - Acceptances                                         | (51)      | (33)    | -       | (84)      |
| - Contingent liabilities and commitments              | 103       | 631     | (116)   | 618       |
|                                                       | 988       | 3,620   | 16,678  | 21,286    |
| <b>Write off for the period</b>                       |           |         |         |           |
| - Loans, advances and Islamic financing assets        | -         | -       | (7,356) | (7,356)   |
|                                                       | -         | -       | (7,356) | (7,356)   |
| <b>Closing Balance - as at 30 September 2025</b>      |           |         |         |           |
| - Central bank balances                               | -         | -       | -       | -         |
| - Due from banks and other money market placements    | 248       | -       | -       | 248       |
| - Loans, advances and Islamic financing assets        | 10,863    | 35,633  | 130,989 | 177,485   |
| - Investment securities (debt)                        | 887       | -       | -       | 887       |
| - Acceptances                                         | 42        | 94      | -       | 136       |
| - Contingent liabilities and commitments              | 740       | 2,810   | 1,115   | 4,665     |
|                                                       | 12,780    | 38,537  | 132,104 | 183,421   |



## 22 CLASSIFICATION AND MEASUREMENT OF FINANCIAL INSTRUMENTS (continued)

## 22.3 Movement in Expected credit losses (ECL) (continued)

| As at 30 September 2024                               | Stage 1   | Stage 2 | Stage 3 | Total     |
|-------------------------------------------------------|-----------|---------|---------|-----------|
|                                                       | RO' 000   | RO'000  | RO'000  | RO'000    |
| <b>Exposure subject to ECL (Gross carrying value)</b> |           |         |         |           |
| - Central bank balances                               | 307,540   | -       | -       | 307,540   |
| - Due from banks and other money market placements    | 290,432   | -       | -       | 290,432   |
| - Loans, advances and Islamic financing assets        | 3,217,686 | 592,009 | 174,748 | 3,984,443 |
| - Investment securities (debt)                        | 345,807   | -       | -       | 345,807   |
| - Acceptances                                         | 44,229    | 9,864   | -       | 54,093    |
| - Contingent liabilities and commitments              | 319,967   | 138,049 | 4,913   | 462,929   |
|                                                       | 4,525,661 | 739,922 | 179,661 | 5,445,244 |
| <b>Opening Balance - as at 1 January 2024</b>         |           |         |         |           |
| - Central bank balances                               | -         | -       | -       | -         |
| - Due from banks and other money market placements    | 50        | -       | -       | 50        |
| - Loans, advances and Islamic financing assets        | 5,718     | 51,783  | 100,182 | 157,683   |
| - Investment securities (debt)                        | 526       | -       | -       | 526       |
| - Acceptances                                         | -         | -       | -       | -         |
| - Contingent liabilities and commitments              | 363       | 2,845   | 1,279   | 4,487     |
|                                                       | 6,657     | 54,628  | 101,461 | 162,746   |
| <b>Net transfer between stages</b>                    |           |         |         |           |
| - Central bank balances                               | -         | -       | -       | -         |
| - Due from banks and other money market placements    | -         | -       | -       | -         |
| - Loans, advances and Islamic financing assets        | 1,005     | (5,429) | 4,424   | -         |
| - Investment securities (debt)                        | -         | -       | -       | -         |
| - Acceptances                                         | -         | -       | -       | -         |
| - Contingent liabilities and commitments              | (15)      | 15      | -       | -         |
|                                                       | 990       | (5,414) | 4,424   | -         |
| <b>Charge for the Period (net)</b>                    |           |         |         |           |
| - Central bank balances                               | -         | -       | -       | -         |
| - Due from banks and other money market placements    | 35        | -       | -       | 35        |
| - Loans, advances and Islamic financing assets        | 4,557     | 2,728   | 12,324  | 19,609    |
| - Investment securities (debt)                        | 23        | -       | -       | 23        |
| - Acceptances                                         | -         | -       | -       | -         |
| - Contingent liabilities and commitments              | 107       | (586)   | (51)    | (530)     |
|                                                       | 4,722     | 2,142   | 12,273  | 19,137    |
| <b>Write off for the period</b>                       |           |         |         |           |
| - Loans, advances and Islamic financing assets        | -         | -       | (6,243) | (6,243)   |
|                                                       | -         | -       | (6,243) | (6,243)   |
| <b>Closing Balance - as at 30 September 2024</b>      |           |         |         |           |
| - Central bank balances                               | -         | -       | -       | -         |
| - Due from banks and other money market placements    | 85        | -       | -       | 85        |
| - Loans, advances and Islamic financing assets        | 11,280    | 49,082  | 110,687 | 171,049   |
| - Investment securities (debt)                        | 549       | -       | -       | 549       |
| - Acceptances                                         | -         | -       | -       | -         |
| - Contingent liabilities and commitments              | 455       | 2,274   | 1,228   | 3,957     |
|                                                       | 12,369    | 51,356  | 111,915 | 175,640   |

**22 CLASSIFICATION AND MEASUREMENT OF FINANCIAL INSTRUMENTS (continued)****22.4 Movement in loans**

| <b>As at 30 September 2025</b>                           | <b>Stage 1</b> | <b>Stage 2</b> | <b>Stage 3</b> | <b>Total</b>   |
|----------------------------------------------------------|----------------|----------------|----------------|----------------|
| <b>Exposure subject to ECL</b>                           | <b>RO' 000</b> | <b>RO' 000</b> | <b>RO' 000</b> | <b>RO' 000</b> |
| Opening Balance - as at 1 January 2025                   | 3,342,348      | 557,782        | 190,576        | 4,090,706      |
| Transfer to stage 1                                      | 4,103          | (4,103)        | -              | -              |
| Transfer to stage 2                                      | (27,324)       | 27,737         | (413)          | -              |
| Transfer to stage 3                                      | (4,420)        | (17,918)       | 22,338         | -              |
| New loans, advances and Islamic financing assets         | 760,325        | 44,030         | -              | 804,355        |
| Recovery of loans, advances and Islamic financing assets | (523,629)      | (9,828)        | (9,054)        | (542,511)      |
| Write off for the period                                 | -              | -              | (7,356)        | (7,356)        |
| Closing Balance - as at 30 September 2025                | 3,551,403      | 597,700        | 196,091        | 4,345,194      |

| <b>As at 30 September 2024</b>                           | <b>Stage 1</b> | <b>Stage 2</b> | <b>Stage 3</b> | <b>Total</b>   |
|----------------------------------------------------------|----------------|----------------|----------------|----------------|
| <b>Exposure subject to ECL</b>                           | <b>RO' 000</b> | <b>RO' 000</b> | <b>RO' 000</b> | <b>RO' 000</b> |
| Opening Balance - as at 1 January 2024                   | 2,746,179      | 754,781        | 163,483        | 3,664,443      |
| Transfer to stage 1                                      | 6,945          | (6,143)        | (802)          | -              |
| Transfer to stage 2                                      | (1,725)        | 1,991          | (266)          | -              |
| Transfer to stage 3                                      | (4,532)        | (20,692)       | 25,224         | -              |
| New loans, advances and Islamic financing assets         | 723,344        | 55,741         | -              | 779,085        |
| Recovery of loans, advances and Islamic financing assets | (252,525)      | (193,669)      | (6,648)        | (452,842)      |
| Write off for the period                                 | -              | -              | (6,243)        | (6,243)        |
| Closing Balance - as at 30 September 2024                | 3,217,686      | 592,009        | 174,748        | 3,984,443      |

**22.5 Total impairment losses on financial instruments (net)**

|                                                               | <b>9 months ended</b> | <b>9 months ended</b> | <b>3 months ended</b> | <b>3 months ended</b> |
|---------------------------------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|                                                               | <b>30/09/2025</b>     | <b>30/09/2024</b>     | <b>30/09/2025</b>     | <b>30/09/2024</b>     |
|                                                               | <b>RO'000</b>         | <b>RO'000</b>         | <b>RO'000</b>         | <b>RO'000</b>         |
| <b>(Impairment)/reversal of impairment for credit losses:</b> |                       |                       |                       |                       |
| Due from Banks and other money market placements              | (142)                 | (35)                  | 2                     | (18)                  |
| Loans, advances and Islamic financing assets                  | (16,490)              | (18,392)              | (5,469)               | (6,458)               |
| Investment securities (debt)                                  | (328)                 | (23)                  | 37                    | (11)                  |
| Acceptances                                                   | 84                    | -                     | (29)                  | -                     |
| Contingent liabilities and commitments                        | (618)                 | 530                   | (35)                  | 780                   |
| <b>Total</b>                                                  | <b>(17,494)</b>       | <b>(17,920)</b>       | <b>(5,494)</b>        | <b>(5,707)</b>        |
| <b>Recoveries and releases from:</b>                          |                       |                       |                       |                       |
| Provision for credit losses                                   | 2,282                 | 2,746                 | 425                   | 45                    |
| Loans, advances and Islamic financing assets written off      | 4,238                 | 3,112                 | 1,192                 | 1,212                 |
| <b>Total</b>                                                  | <b>6,520</b>          | <b>5,858</b>          | <b>1,617</b>          | <b>1,257</b>          |
| <b>Net Impairment losses</b>                                  | <b>(10,974)</b>       | <b>(12,062)</b>       | <b>(3,877)</b>        | <b>(4,450)</b>        |

## 23 BASIC AND DILUTED EARNINGS PER SHARE

Earnings per share is calculated by dividing the profit for the period by the weighted average number of shares outstanding during the period. Diluted earnings per share are equivalent to basic earnings per share for the period.

|                                                                          | 9 months<br>ended<br>30/09/2025<br>RO'000 | 9 months<br>ended<br>30/09/2024<br>RO'000 | 3 months<br>ended<br>30/09/2025<br>RO'000 | 3 months<br>Ended<br>30/09/2024<br>RO'000 |
|--------------------------------------------------------------------------|-------------------------------------------|-------------------------------------------|-------------------------------------------|-------------------------------------------|
| Net profit after tax                                                     | 51,768                                    | 45,697                                    | 17,743                                    | 14,843                                    |
| Less: Interest on tier 1 perpetual bond                                  | (8,317)                                   | (6,363)                                   | -                                         | -                                         |
| Profit attributable to shareholders                                      | 43,451                                    | 39,334                                    | 17,743                                    | 14,843                                    |
| Weighted average number of shares outstanding during the year (in '000s) | 1,625,946                                 | 1,625,946                                 | 1,625,946                                 | 1,625,946                                 |
| Basic earnings per share (in RO)                                         | 0.027                                     | 0.024                                     | 0.011                                     | 0.009                                     |

## 24 ASSETS/ LIABILITIES MISMATCH

The residual maturity behavioral of the assets, liabilities and equity at 30 September 2025 is as follows:

|                                                                                        | <i>On demand<br/>within 3<br/>months<br/>RO'000</i> | <i>3 to 12<br/>months<br/>RO'000</i> | <i>Subtotal less<br/>than 12<br/>months<br/>RO'000</i> | <i>1 to 5<br/>years<br/>RO'000</i> | <i>Over 5<br/>years<br/>RO'000</i> | <i>Subtotal<br/>over 12<br/>months<br/>RO'000</i> | <i>Total<br/>RO'000</i> |
|----------------------------------------------------------------------------------------|-----------------------------------------------------|--------------------------------------|--------------------------------------------------------|------------------------------------|------------------------------------|---------------------------------------------------|-------------------------|
| Cash and balances with Central Banks                                                   | 84,762                                              | 25,955                               | 110,717                                                | 41,134                             | 15,866                             | 57,000                                            | 167,717                 |
| Due from Banks and other money market placements                                       | 229,278                                             | 31,513                               | 260,791                                                | 17,325                             | -                                  | 17,325                                            | 278,116                 |
| Loans, advances and Islamic financing assets                                           | 379,474                                             | 369,685                              | 749,159                                                | 1,422,375                          | 1,996,175                          | 3,418,550                                         | 4,167,709               |
| Investment securities                                                                  | 187,230                                             | 33,061                               | 220,291                                                | 245,713                            | 82,617                             | 328,330                                           | 548,621                 |
| Other assets                                                                           | 150,837                                             | 4,847                                | 155,684                                                | -                                  | -                                  | -                                                 | 155,684                 |
| Property and equipment                                                                 | -                                                   | -                                    | -                                                      | -                                  | 60,210                             | 60,210                                            | 60,210                  |
| <b>Total assets</b>                                                                    | <b>1,031,581</b>                                    | <b>465,061</b>                       | <b>1,496,642</b>                                       | <b>1,726,547</b>                   | <b>2,154,868</b>                   | <b>3,881,415</b>                                  | <b>5,378,057</b>        |
| <b>Future interest cash inflows</b>                                                    | <b>65,457</b>                                       | <b>171,163</b>                       | <b>236,620</b>                                         | <b>672,479</b>                     | <b>300,952</b>                     | <b>973,431</b>                                    | <b>1,210,051</b>        |
| Due to Banks and other money market deposits                                           | 108,181                                             | 67,182                               | 175,363                                                | 112,957                            | -                                  | 112,957                                           | 288,320                 |
| Customers' deposits                                                                    | 810,021                                             | 1,060,310                            | 1,870,331                                              | 1,417,204                          | 786,891                            | 2,204,095                                         | 4,074,426               |
| Other liabilities                                                                      | 155,463                                             | 26,139                               | 181,602                                                | 121                                | 1,149                              | 1,270                                             | 182,872                 |
| Taxation                                                                               | 21,135                                              | -                                    | 21,135                                                 | -                                  | -                                  | -                                                 | 21,135                  |
| Shareholders' equity                                                                   | -                                                   | -                                    | -                                                      | -                                  | 586,267                            | 586,267                                           | 586,267                 |
| Tier 1 perpetual bonds                                                                 | -                                                   | -                                    | -                                                      | -                                  | 225,037                            | 225,037                                           | 225,037                 |
| <b>Total liabilities and shareholders' equity</b>                                      | <b>1,094,800</b>                                    | <b>1,153,631</b>                     | <b>2,248,431</b>                                       | <b>1,530,282</b>                   | <b>1,599,344</b>                   | <b>3,129,626</b>                                  | <b>5,378,057</b>        |
| <b>Future interest cash outflows</b>                                                   | <b>39,779</b>                                       | <b>91,131</b>                        | <b>130,910</b>                                         | <b>291,595</b>                     | <b>112,160</b>                     | <b>403,755</b>                                    | <b>534,665</b>          |
| <b>Total liquidity gap (total assets – total liabilities and shareholders' equity)</b> | <b>(63,219)</b>                                     | <b>(688,570)</b>                     | <b>(751,789)</b>                                       | <b>196,265</b>                     | <b>555,524</b>                     | <b>751,789</b>                                    | <b>-</b>                |

**24 ASSETS/ LIABILITIES MISMATCH (continued)**

The residual maturity behavioral of the assets, liabilities and equity at 30 September 2024 is as follows:

|                                                                                 | <i>On demand<br/>within 3<br/>months<br/>RO'000</i> | <i>3 to 12<br/>months<br/>RO'000</i> | <i>Subtotal less<br/>than 12<br/>months<br/>RO'000</i> | <i>1 to 5<br/>years<br/>RO'000</i> | <i>Over 5<br/>years<br/>RO'000</i> | <i>Subtotal<br/>over 12<br/>months<br/>RO'000</i> | <i>Total<br/>RO'000</i> |
|---------------------------------------------------------------------------------|-----------------------------------------------------|--------------------------------------|--------------------------------------------------------|------------------------------------|------------------------------------|---------------------------------------------------|-------------------------|
| Cash and balances with Central Banks                                            | 174,852                                             | 56,041                               | 230,893                                                | 47,284                             | 29,363                             | 76,647                                            | 307,540                 |
| Due from Banks and other money market placements                                | 254,826                                             | 29,438                               | 284,264                                                | -                                  | 6,083                              | 6,083                                             | 290,347                 |
| Loans, advances and Islamic financing assets                                    | 408,865                                             | 208,438                              | 617,303                                                | 1,231,419                          | 1,964,672                          | 3,196,091                                         | 3,813,394               |
| Investment securities                                                           | 109,504                                             | 26,015                               | 135,519                                                | 264,021                            | 37,595                             | 301,616                                           | 437,135                 |
| Other assets                                                                    | 76,854                                              | 3,562                                | 80,416                                                 | -                                  | -                                  | -                                                 | 80,416                  |
| Property and equipment                                                          | -                                                   | -                                    | -                                                      | -                                  | 60,012                             | 60,012                                            | 60,012                  |
| Total assets                                                                    | 1,024,901                                           | 323,494                              | 1,348,395                                              | 1,542,724                          | 2,097,725                          | 3,640,449                                         | 4,988,844               |
| Future interest cash inflows                                                    | 64,354                                              | 168,852                              | 233,206                                                | 685,164                            | 314,103                            | 999,267                                           | 1,232,473               |
| Due to Banks and other money market deposits                                    | 80,932                                              | 12,631                               | 93,563                                                 | 90,099                             | -                                  | 90,099                                            | 183,662                 |
| Customers' deposits                                                             | 853,791                                             | 1,200,517                            | 2,054,308                                              | 1,227,436                          | 692,379                            | 1,919,815                                         | 3,974,123               |
| Other liabilities                                                               | 86,001                                              | 21,816                               | 107,817                                                | 2,899                              | -                                  | 2,899                                             | 110,716                 |
| Taxation                                                                        | 19,303                                              | -                                    | 19,303                                                 | -                                  | -                                  | -                                                 | 19,303                  |
| Shareholders' equity                                                            | -                                                   | -                                    | -                                                      | -                                  | 533,907                            | 533,907                                           | 533,907                 |
| Tier 1 perpetual bonds                                                          | -                                                   | -                                    | -                                                      | -                                  | 167,133                            | 167,133                                           | 167,133                 |
| Total liabilities and shareholders' equity                                      | 1,040,027                                           | 1,234,964                            | 2,274,991                                              | 1,320,434                          | 1,393,419                          | 2,713,853                                         | 4,988,844               |
| Future interest cash outflows                                                   | 38,391                                              | 84,333                               | 122,724                                                | 256,385                            | 96,117                             | 352,502                                           | 475,226                 |
| Total liquidity gap (total assets – total liabilities and shareholders' equity) | (15,126)                                            | (911,470)                            | (926,596)                                              | 222,290                            | 704,306                            | 926,596                                           | -                       |

**24 ASSETS/ LIABILITIES MISMATCH (continued)**

The residual maturity behavioral of the assets, liabilities and equity at 31 December 2024 is as follows:

|                                                                                 | <i>On demand<br/>within 3<br/>months<br/>RO'000</i> | <i>3 to 12<br/>months<br/>RO'000</i> | <i>Subtotal<br/>Less than 12<br/>months<br/>RO'000</i> | <i>1 to 5<br/>years<br/>RO'000</i> | <i>Over 5<br/>years<br/>RO'000</i> | <i>Subtotal<br/>Over 12<br/>months<br/>RO'000</i> | <i>Total<br/>RO'000</i> |
|---------------------------------------------------------------------------------|-----------------------------------------------------|--------------------------------------|--------------------------------------------------------|------------------------------------|------------------------------------|---------------------------------------------------|-------------------------|
| Cash and balances with Central Banks                                            | 147,115                                             | 51,951                               | 199,066                                                | 70,472                             | 32,974                             | 103,446                                           | 302,512                 |
| Due from Banks and other money market placements                                | 306,144                                             | 52,745                               | 358,889                                                | 7,700                              | 5,775                              | 13,475                                            | 372,364                 |
| Loans, advances and Islamic financing assets                                    | 353,889                                             | 287,100                              | 640,989                                                | 1,335,962                          | 1,949,196                          | 3,285,158                                         | 3,926,147               |
| Investment securities                                                           | 114,848                                             | 26,007                               | 140,855                                                | 277,472                            | 55,066                             | 332,538                                           | 473,393                 |
| Other assets                                                                    | 104,551                                             | 4,111                                | 108,662                                                | -                                  | -                                  | -                                                 | 108,662                 |
| Property and equipment                                                          | -                                                   | -                                    | -                                                      | -                                  | 59,467                             | 59,467                                            | 59,467                  |
| Total assets                                                                    | 1,026,547                                           | 421,914                              | 1,448,461                                              | 1,691,606                          | 2,102,478                          | 3,794,084                                         | 5,242,545               |
| Future interest cash inflows                                                    | 67,352                                              | 176,339                              | 243,691                                                | 697,862                            | 312,541                            | 1,010,403                                         | 1,254,094               |
| Due to Banks and other money market deposits                                    | 72,452                                              | 30,800                               | 103,252                                                | 89,686                             | -                                  | 89,686                                            | 192,938                 |
| Customers' deposits                                                             | 739,351                                             | 1,110,794                            | 1,850,145                                              | 1,561,354                          | 717,024                            | 2,278,378                                         | 4,128,523               |
| Other liabilities                                                               | 129,232                                             | 4,527                                | 133,759                                                | 41                                 | -                                  | 41                                                | 133,800                 |
| Taxation                                                                        | 19,123                                              | -                                    | 19,123                                                 | -                                  | -                                  | -                                                 | 19,123                  |
| Shareholders' equity                                                            | -                                                   | -                                    | -                                                      | -                                  | 543,124                            | 543,124                                           | 543,124                 |
| Tier 1 perpetual bonds                                                          | -                                                   | -                                    | -                                                      | -                                  | 225,037                            | 225,037                                           | 225,037                 |
| Total liabilities and shareholders' equity                                      | 960,158                                             | 1,146,121                            | 2,106,279                                              | 1,651,081                          | 1,485,185                          | 3,136,266                                         | 5,242,545               |
| Future interest cash outflows                                                   | 41,254                                              | 95,830                               | 137,084                                                | 299,115                            | 108,196                            | 407,311                                           | 544,395                 |
| Total liquidity gap (total assets – total liabilities and shareholders' equity) | 66,389                                              | (724,207)                            | (657,818)                                              | 40,525                             | 617,293                            | 657,818                                           | -                       |

The Bank has access to committed lines from other banks to meet its liquidity (if required).

**24 ASSETS/ LIABILITIES MISMATCH (continued)**

The tables below analyses the Bank's financial liabilities into relevant maturity groupings based on their contractual maturities. Where there are no contractual maturities, the balances are considered as "Due on demand".

| <b>30 September 2025</b>                     | <b><i>On demand<br/>within 3<br/>months<br/>RO'000</i></b> | <b><i>3 to 12<br/>months<br/>RO'000</i></b> | <b><i>Subtotal<br/>less than 12<br/>months<br/>RO'000</i></b> | <b><i>1 to 5<br/>years<br/>RO'000</i></b> | <b><i>Over 5<br/>years<br/>RO'000</i></b> | <b><i>Subtotal<br/>over 12<br/>months<br/>RO'000</i></b> | <b><i>Total<br/>RO'000</i></b> |
|----------------------------------------------|------------------------------------------------------------|---------------------------------------------|---------------------------------------------------------------|-------------------------------------------|-------------------------------------------|----------------------------------------------------------|--------------------------------|
| Customers' deposits                          | 2,440,363                                                  | 781,973                                     | 3,222,336                                                     | 852,090                                   | -                                         | 852,090                                                  | 4,074,426                      |
| Due to Banks and other money market deposits | 108,181                                                    | 67,182                                      | 175,363                                                       | 112,957                                   | -                                         | 112,957                                                  | 288,320                        |
| Other liabilities                            | 155,463                                                    | 26,139                                      | 181,602                                                       | 121                                       | 1,149                                     | 1,270                                                    | 182,872                        |
| Future interest cash outflows                | 39,779                                                     | 91,131                                      | 130,910                                                       | 291,595                                   | 112,160                                   | 403,755                                                  | 534,665                        |
| Contingent liabilities                       | 599,960                                                    | -                                           | 599,960                                                       | -                                         | -                                         | -                                                        | 599,960                        |
| <b>30 September 2024</b>                     |                                                            |                                             |                                                               |                                           |                                           |                                                          |                                |
| Customers' deposits                          | 2,236,142                                                  | 678,100                                     | 2,914,242                                                     | 1,059,797                                 | 84                                        | 1,059,881                                                | 3,974,123                      |
| Due to Banks and other money market deposits | 80,932                                                     | 12,631                                      | 93,563                                                        | 90,099                                    | -                                         | 90,099                                                   | 183,662                        |
| Other liabilities                            | 86,001                                                     | 21,816                                      | 107,817                                                       | 2,899                                     | -                                         | 2,899                                                    | 110,716                        |
| Future interest cash outflows                | 38,391                                                     | 84,333                                      | 122,724                                                       | 256,385                                   | 96,117                                    | 352,502                                                  | 475,226                        |
| Contingent liabilities                       | 462,929                                                    | -                                           | 462,929                                                       | -                                         | -                                         | -                                                        | 462,929                        |
| <b>31 December 2024</b>                      |                                                            |                                             |                                                               |                                           |                                           |                                                          |                                |
| Customers' deposits                          | 2,364,192                                                  | 801,674                                     | 3,165,866                                                     | 962,571                                   | 86                                        | 962,657                                                  | 4,128,523                      |
| Due to Banks and other money market deposits | 72,452                                                     | 30,800                                      | 103,252                                                       | 89,686                                    | -                                         | 89,686                                                   | 192,938                        |
| Other liabilities                            | 129,232                                                    | 4,527                                       | 133,759                                                       | 41                                        | -                                         | 41                                                       | 133,800                        |
| Future interest cash outflows                | 41,254                                                     | 95,830                                      | 137,084                                                       | 299,115                                   | 108,196                                   | 407,311                                                  | 544,395                        |
| Contingent liabilities                       | 453,020                                                    | -                                           | 453,020                                                       | -                                         | -                                         | -                                                        | 453,020                        |

**25 RELATED PARTY TRANSACTIONS**

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. Related parties comprise principal shareholders, directors and key management personnel of the Bank. Key management personnel comprise those individuals of the Bank who are involved in the strategic planning and decision making of the Bank. The terms of these transactions are approved by the Bank's management and are made on terms agreed by the Board of Directors.

In the ordinary course of business, the Bank conducts transactions with certain of its directors, shareholders, senior management and companies over which they have significant interest. Terms of these transactions are approved by the Bank's Board and Management.

Principal shareholders of the Bank includes those shareholders who exercises significant influence on the Bank and their close family members. Other related parties include transactions with key management personnel, directors and transactions with those entities which are controlled by either the principal shareholders or key management personnel or directors of the Bank.

The aggregate amounts of balances with such related parties are as follows:

|                                               | <b>30/09/2025</b>            |               |               | <b>31/12/2024</b>            |               |               |
|-----------------------------------------------|------------------------------|---------------|---------------|------------------------------|---------------|---------------|
|                                               | <i>Principal shareholder</i> | <i>Others</i> | <i>Total</i>  | <i>Principal shareholder</i> | <i>Others</i> | <i>Total</i>  |
|                                               | <i>RO'000</i>                | <i>RO'000</i> | <i>RO'000</i> | <i>RO'000</i>                | <i>RO'000</i> | <i>RO'000</i> |
| Loans, advances and Islamic financing assets  | -                            | 126,604       | 126,604       | -                            | 117,932       | 117,932       |
| Customers' deposits                           | 323                          | 31,807        | 32,130        | 330                          | 42,005        | 42,335        |
| Due from Banks                                | 124                          | -             | 124           | 147                          | -             | 147           |
| Due to Banks                                  | 150                          | -             | 150           | 175                          | -             | 175           |
| Letters of credit, guarantees and acceptances | 963                          | 5,002         | 5,965         | 667                          | 4,868         | 5,535         |
| Investments                                   | 2,917                        | 969           | 3,886         | 2,679                        | 619           | 3,298         |

The condensed statement of comprehensive income includes the following amounts in relation to transactions with related parties:

|                                                                      | <b>30/09/2025</b>            |               |               | <b>30/09/2024</b>            |               |               |
|----------------------------------------------------------------------|------------------------------|---------------|---------------|------------------------------|---------------|---------------|
|                                                                      | <i>Principal shareholder</i> | <i>Others</i> | <i>Total</i>  | <i>Principal shareholder</i> | <i>Others</i> | <i>Total</i>  |
|                                                                      | <i>RO'000</i>                | <i>RO'000</i> | <i>RO'000</i> | <i>RO'000</i>                | <i>RO'000</i> | <i>RO'000</i> |
| Interest income                                                      | 11                           | 4,870         | 4,881         | 301                          | 4,916         | 5,217         |
| Commission income                                                    | 4                            | 281           | 285           | 5                            | 306           | 311           |
| Interest expense                                                     | -                            | 746           | 746           | -                            | 489           | 489           |
| Other expenses                                                       | -                            | 1,214         | 1,214         | -                            | 1,585         | 1,585         |
| Impairment losses on loans and advances and Islamic financing assets | -                            | 2,507         | 2,507         | -                            | 3,829         | 3,829         |

Details regarding senior management are set out below:

The Bank considers the personnel of Management Executive Committee to be key management personnel for the purposes of IAS 24 'Related Party Disclosures.'

The balances in respect of these related parties included in the statement of financial position as at the reporting date are as follows:

|                                              | <b>30/09/2025</b> | <b>31/12/2024</b> |
|----------------------------------------------|-------------------|-------------------|
|                                              | <i>RO'000</i>     | <i>RO'000</i>     |
| Loans, advances and Islamic financing assets | 1,015             | 900               |
| Customers' deposits                          | 1,856             | 1,255             |



**25 RELATED PARTY TRANSACTIONS (continued)**

The income and expenses in respect of these related parties included in the financial statement are as follows:

|                                        | 9 months<br>ended<br>30/09/2025<br>RO'000 | 9 months<br>ended<br>30/09/2024<br>RO'000 |
|----------------------------------------|-------------------------------------------|-------------------------------------------|
| Interest Income                        | 26                                        | 40                                        |
| Interest Expense                       | 56                                        | 47                                        |
| Salaries and other short-term benefits | 3,796                                     | 3,547                                     |
| Post-employment benefits               | 82                                        | 86                                        |

**26 SHAREHOLDERS**

The shareholders of the Bank who own 10% or more of the Bank's shares, based on information obtained from Muscat Clearing and Depository.

|                                          | 30/09/2025 | 30/09/2024 | 31/12/2024 |
|------------------------------------------|------------|------------|------------|
| <b>Number of shares held ('000)</b>      |            |            |            |
| The Commercial Bank of Qatar             | 567,453    | 567,453    | 567,453    |
| Suhail Salim Abdullah Al Mukhaini Bahwan | 239,805    | 239,805    | 239,805    |
| <b>% of shareholding</b>                 |            |            |            |
| The Commercial Bank of Qatar             | 34.90%     | 34.90%     | 34.90%     |
| Suhail Salim Abdullah Al Mukhaini Bahwan | 14.75%     | 14.75%     | 14.75%     |

The percentage shareholding is calculated based on the total shares of the Bank outstanding at the reporting date.

**27 CAPITAL ADEQUACY**

The risk asset ratio calculated in accordance with the capital adequacy guidelines of the Bank for International Settlement is as follows:

|                                   | 30/09/2025<br>RO'000 | 30/09/2024<br>RO'000 | 31/12/2024<br>RO'000 |
|-----------------------------------|----------------------|----------------------|----------------------|
| <b>Capital base</b>               |                      |                      |                      |
| Common equity Tier 1              | 503,882              | 469,250              | 503,091              |
| Additional Tier 1 - capital       | 225,037              | 167,133              | 225,037              |
| Tier 2 capital                    | 19,947               | 22,318               | 19,165               |
| Total capital base                | 748,866              | 658,701              | 747,293              |
| <b>Risk weighted assets</b>       |                      |                      |                      |
| Credit risk                       | 4,137,338            | 3,826,466            | 3,996,512            |
| Operational risk                  | 272,144              | 254,659              | 272,144              |
| Market risk                       | 162,400              | 52,713               | 94,013               |
| Total risk weighted assets        | 4,571,882            | 4,133,838            | 4,362,669            |
| Common Equity Tier 1 Ratio        | 11.0%                | 11.4%                | 11.5%                |
| Tier 1 Ratio                      | 15.9%                | 15.4%                | 16.7%                |
| Risk asset ratio (Basel II norms) | 16.4%                | 15.9%                | 17.1%                |

**28 SEGMENT REPORTING**

For management purposes, the Bank is organised into five operating segments based on business units and are as follows:

- Retail Banking offers various products and facilities to individual retail and high net-worth customers to meet everyday banking needs. This includes asset products like personal loans, housing loan, credit cards and term loans and liability products like savings account, current account and term deposits.
- Wholesale Banking delivers a variety of products and services to Corporate, Government and Financial Institutions, that include lending, accepting deposits, trade finance, treasury and foreign exchange. It also includes investment Banking which offers investment products such as asset management, corporate advisory and brokerage services to retail customers and institutional clients.
- International operations include UAE and Egypt operations.
- Islamic Banking offers various products as per Shari'a principles.
- Funding Center – The Funding center is responsible for balancing and managing the liquidity of funds within the Bank. It acts as repository of funds by allocating funds transfer pricing to various business units for performance management purposes. The department also handles the Bank's investments in securities, asset/liability management and cash instruments.

Management monitors the operating results of these segments separately for the purpose of making decisions about resource allocation and performance assessment. The costs incurred by the support functions are allocated to operating segments for performance measurement purposes.

Segment information by business line is as follows:

|                          | <b>Retail<br/>Banking<br/>RO'000</b> | <b>Wholesale<br/>Banking<br/>RO'000</b> | <b>International<br/>Banking<br/>RO'000</b> | <b>Islamic<br/>Banking<br/>RO'000</b> | <b>Funding<br/>center<br/>RO'000</b> | <b>Total<br/>RO'000</b> |
|--------------------------|--------------------------------------|-----------------------------------------|---------------------------------------------|---------------------------------------|--------------------------------------|-------------------------|
| <b>30 September 2025</b> |                                      |                                         |                                             |                                       |                                      |                         |
| <i>Operating income</i>  | <b>46,102</b>                        | <b>50,504</b>                           | <b>4,972</b>                                | <b>7,917</b>                          | <b>11,614</b>                        | <b>121,109</b>          |
| <i>Net profit/(loss)</i> | <b>17,058</b>                        | <b>22,037</b>                           | <b>584</b>                                  | <b>1,861</b>                          | <b>10,228</b>                        | <b>51,768</b>           |
| <i>Total assets</i>      | <b>1,516,802</b>                     | <b>2,783,294</b>                        | <b>286,863</b>                              | <b>493,316</b>                        | <b>297,782</b>                       | <b>5,378,057</b>        |
| <b>30 September 2024</b> |                                      |                                         |                                             |                                       |                                      |                         |
| <i>Operating income</i>  | 41,453                               | 55,641                                  | 4,879                                       | 6,117                                 | 3,960                                | 112,050                 |
| <i>Net profit/(loss)</i> | 8,664                                | 28,818                                  | 1,372                                       | 3,358                                 | 3,485                                | 45,697                  |
| <i>Total assets</i>      | 1,479,606                            | 2,520,423                               | 223,536                                     | 437,656                               | 327,623                              | 4,988,844               |

**Disaggregated revenues**

IFRS 15 requires the disclosure of disaggregated revenue from contracts with customers for major products / service lines. The below table provides disaggregation of commission and fee income (net) into revenues within Bank's reportable segments. Contract revenue is further segregated based on the products and services:

| <b>30 September 2025</b>   | <b>Retail<br/>RO'000</b> | <b>Wholesale<br/>RO'000</b> | <b>International<br/>RO'000</b> | <b>Islamic<br/>RO'000</b> | <b>Total<br/>RO'000</b> |
|----------------------------|--------------------------|-----------------------------|---------------------------------|---------------------------|-------------------------|
| Transactional              | <b>8,537</b>             | -                           | <b>1</b>                        | <b>76</b>                 | <b>8,614</b>            |
| Trade Income               | <b>49</b>                | <b>2,018</b>                | <b>203</b>                      | <b>48</b>                 | <b>2,318</b>            |
| Account Services           | <b>16</b>                | <b>1,137</b>                | <b>(8)</b>                      | <b>30</b>                 | <b>1,175</b>            |
| Underwriting & Syndication | <b>567</b>               | <b>5,912</b>                | <b>640</b>                      | <b>735</b>                | <b>7,854</b>            |
| Investment banking         | -                        | <b>1,182</b>                | -                               | -                         | <b>1,182</b>            |
| <b>Total</b>               | <b>9,169</b>             | <b>10,249</b>               | <b>836</b>                      | <b>889</b>                | <b>21,143</b>           |

**28 SEGMENT REPORTING (continued)****Disaggregated revenues (continued)**

| 30 September 2024          | Retail<br>RO'000 | Wholesale<br>RO'000 | International<br>RO'000 | Islamic<br>RO'000 | Total<br>RO'000 |
|----------------------------|------------------|---------------------|-------------------------|-------------------|-----------------|
| Transactional              | 6,771            | -                   | 2                       | 6                 | 6,779           |
| Trade Income               | 49               | 2,099               | 155                     | 42                | 2,345           |
| Account Services           | 90               | 938                 | (16)                    | 32                | 1,044           |
| Underwriting & Syndication | 444              | 5,604               | 194                     | 702               | 6,944           |
| Investment banking         | -                | 1,025               | -                       | -                 | 1,025           |
| <b>Total</b>               | <b>7,354</b>     | <b>9,666</b>        | <b>335</b>              | <b>782</b>        | <b>18,137</b>   |

For management purposes the Bank also reports the segment information of its operations by the following geographical locations:

- i) Oman
- ii) United Arab Emirates (UAE)
- iii) Egypt

Transactions between the above segments are conducted at estimated market rates on an arm's length basis. Segment information by geography is as follows:

| <b>For the period ended 30 September 2025</b>                                   | <b>Oman<br/>RO'000</b> | <b>UAE<br/>RO'000</b> | <b>Egypt<br/>RO'000</b> | <b>Total<br/>RO'000</b> |
|---------------------------------------------------------------------------------|------------------------|-----------------------|-------------------------|-------------------------|
| Net interest income and income from Islamic financing and Investment activities | 79,027                 | 3,026                 | -                       | 82,053                  |
| Fees, Commission and other operating income                                     | 37,110                 | 1,916                 | 30                      | 39,056                  |
| <b>Operating income/(loss)</b>                                                  | <b>116,137</b>         | <b>4,942</b>          | <b>30</b>               | <b>121,109</b>          |
| Operating expenses                                                              | (47,369)               | (1,830)               | (26)                    | (49,225)                |
| <b>Operating profit/(loss)</b>                                                  | <b>68,768</b>          | <b>3,112</b>          | <b>4</b>                | <b>71,884</b>           |
| Impairment losses (net) and taxation                                            | (19,074)               | (1,129)               | 87                      | (20,116)                |
| <b>Segment profit/(loss) for the period</b>                                     | <b>49,694</b>          | <b>1,983</b>          | <b>91</b>               | <b>51,768</b>           |

**Other information**

|                       |                  |                |            |                  |
|-----------------------|------------------|----------------|------------|------------------|
| <b>Segment assets</b> | <b>5,091,194</b> | <b>286,127</b> | <b>736</b> | <b>5,378,057</b> |
|-----------------------|------------------|----------------|------------|------------------|

| For the period ended 30 September 2024                                          | Oman<br>RO'000 | UAE<br>RO'000 | Egypt<br>RO'000 | Total<br>RO'000 |
|---------------------------------------------------------------------------------|----------------|---------------|-----------------|-----------------|
| Net interest income and income from Islamic financing and Investment activities | 76,572         | 3,917         | 2               | 80,491          |
| Fees, Commission and other operating income                                     | 30,599         | 1,205         | (245)           | 31,559          |
| Operating income/(loss)                                                         | 107,171        | 5,122         | (243)           | 112,050         |
| Operating expenses                                                              | (44,333)       | (1,606)       | (104)           | (46,043)        |
| Operating profit/(loss)                                                         | 62,838         | 3,516         | (347)           | 66,007          |
| Impairment losses (net) and taxation                                            | (19,840)       | (470)         | -               | (20,310)        |
| <b>Segment profit/(loss) for the period</b>                                     | <b>42,998</b>  | <b>3,046</b>  | <b>(347)</b>    | <b>45,697</b>   |

**Other information**

|                       |                  |                |            |                  |
|-----------------------|------------------|----------------|------------|------------------|
| <b>Segment assets</b> | <b>4,765,308</b> | <b>222,967</b> | <b>569</b> | <b>4,988,844</b> |
|-----------------------|------------------|----------------|------------|------------------|

**29 FAIR VALUE OF FINANCIAL INSTRUMENTS**

Based on the valuation methodology outlined below, the fair values of all financial instruments at 30 September 2025, 30 September 2024 and 31 December 2024 are considered by the Management not to be materially different to their book values.

**Estimation of fair values**

The following summarises the major methods and assumptions used in estimating the fair values of assets and liabilities:

**1. Loans, advances and Islamic financing assets**

Fair value is calculated based on discounted expected future principal and interest cash flows. Loan repayments are assumed to occur at contractual repayment dates, where applicable. For loans that do not have fixed repayment dates or that are subject to prepayment risk, repayments are estimated based on experience in previous periods when interest rates were at levels similar to current levels, adjusted for any differences in interest rate outlook. Expected future cash flows are estimated considering credit risk and any indication of impairment. Expected future cash flows for homogeneous categories of loans are estimated on a portfolio basis and discounted at current rates offered for similar loans to new borrowers with similar credit profiles. The estimated fair values of loans reflect changes in credit status since the loans were made and changes in interest rates in the case of fixed rate loans.

**2. Investments**

Fair value is based on quoted market prices at the reporting date without any deduction for transaction costs. If a quoted market price is not available, fair value is estimated based on discounted cash flow and other valuation techniques.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate is a market-related rate for a similar instrument at the reporting date.

**3. Current account balances due to and due from Banks**

The carrying amount of current account balances due to and from Banks was considered to be a reasonable estimate of fair value due to their short term nature.

**4. Bank and customer deposits**

For demand deposits and deposits with no defined maturities, fair value is taken to be the amount payable on demand at the reporting date. The estimated fair value of fixed-maturity deposits, including certificates of deposit, is based on discounted cash flows using rates currently offered for deposits of similar remaining maturities. The value of long-term relationships with depositors is not taken into account in estimating fair values.

**5. Other financial instruments**

No fair value adjustment is made with respect to credit-related off-balance sheet financial instruments, which include commitments to extend credit, standby letters of credit and guarantees, as the related future income streams materially reflect contractual fees and commissions actually charged at the reporting date for agreements of similar credit standing and maturity.

Foreign exchange contracts are valued based on market prices. The market value adjustments in respect of foreign exchange contracts are included in other assets and other liabilities.

The fair values of financial instruments that are traded in active markets are based on quoted market prices. Other unquoted equities are valued based on information provided by fund managers, investee financial information and current purchase prices. Industry standard valuation models are used to calculate the expected future value of payments by product, which is discounted back to a present value. The model's interest rate inputs are benchmark and active quoted interest rates in the swap, bond and futures markets. Interest rate volatilities are sourced from brokers and consensus data providers. If consensus prices are not available, these are classified as Level 3 instruments.

The Bank measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

**29 FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)****Valuation models**

Level 1: inputs that are quoted market prices (unadjusted) in active markets for identical instruments.

Level 2: inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.

Level 3: inputs that are unobservable. This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

The following table shows an analysis of financial instruments other than derivatives instruments recorded at fair value by level of the fair value hierarchy:

|                                     | <i>Level 1</i><br><i>RO'000</i> | <i>Level 2</i><br><i>RO'000</i> | <i>Total</i><br><i>RO'000</i> |
|-------------------------------------|---------------------------------|---------------------------------|-------------------------------|
| <b>30 September 2025</b>            |                                 |                                 |                               |
| <b>Investment measured at FVTPL</b> |                                 |                                 |                               |
| Quoted equities                     | 2,552                           | -                               | 2,552                         |
| Unquoted equities                   | -                               | 2,882                           | 2,882                         |
| <b>Total</b>                        | <b>2,552</b>                    | <b>2,882</b>                    | <b>5,434</b>                  |
| <b>Investment measured at FVOCI</b> |                                 |                                 |                               |
| Quoted equities                     | 112,378                         | -                               | 112,378                       |
| <b>Total</b>                        | <b>112,378</b>                  | <b>-</b>                        | <b>112,378</b>                |
| <b>TOTAL FINANCIAL ASSETS</b>       | <b>114,930</b>                  | <b>2,882</b>                    | <b>117,812</b>                |
|                                     | <i>Level 1</i><br><i>RO'000</i> | <i>Level 2</i><br><i>RO'000</i> | <i>Total</i><br><i>RO'000</i> |
| <b>30 September 2024</b>            |                                 |                                 |                               |
| <b>Investment measured at FVTPL</b> |                                 |                                 |                               |
| Quoted equities                     | 1,991                           | -                               | 1,991                         |
| Unquoted equities                   | -                               | 2,658                           | 2,658                         |
| <b>Total</b>                        | <b>1,991</b>                    | <b>2,658</b>                    | <b>4,649</b>                  |
| <b>Investment measured at FVOCI</b> |                                 |                                 |                               |
| Quoted equities                     | 87,228                          | -                               | 87,228                        |
| <b>Total</b>                        | <b>87,228</b>                   | <b>-</b>                        | <b>87,228</b>                 |
| <b>TOTAL FINANCIAL ASSETS</b>       | <b>89,219</b>                   | <b>2,658</b>                    | <b>91,877</b>                 |
|                                     | <i>Level 1</i><br><i>RO'000</i> | <i>Level 2</i><br><i>RO'000</i> | <i>Total</i><br><i>RO'000</i> |
| <b>31 December 2024</b>             |                                 |                                 |                               |
| <b>Investment measured at FVTPL</b> |                                 |                                 |                               |
| Quoted equities                     | 2,218                           | -                               | 2,218                         |
| Unquoted equities                   | -                               | 2,648                           | 2,648                         |
| <b>Total</b>                        | <b>2,218</b>                    | <b>2,648</b>                    | <b>4,866</b>                  |
| <b>Investment measured at FVOCI</b> |                                 |                                 |                               |
| Quoted equities                     | 96,604                          | -                               | 96,604                        |
| <b>Total</b>                        | <b>96,604</b>                   | <b>-</b>                        | <b>96,604</b>                 |
| <b>TOTAL FINANCIAL ASSETS</b>       | <b>98,822</b>                   | <b>2,648</b>                    | <b>101,470</b>                |

The Bank's primary medium and long-term financial liabilities are the borrowed funds and subordinated liabilities. The fair values of these financial liabilities not materially different from their carrying values, since these liabilities are reprised at intervals of three or six months, depending on the terms and conditions of the instrument and the resultant applicable margins approximate the current spreads that would apply for borrowings with similar maturities.

Derivative financial instrument at level 2 are valued based on counter party valuation, quoted forward rates and yield curves (see note 30). There are no transfers between levels of fair value measurement hierarchy during the period ended on 30 September 2025, 30 September 2024 and year ended 31 December 2024.

## 30 DERIVATIVES

|                                             | <i>Positive<br/>fair value<br/>(Note 7)<br/>RO'000</i> | <i>Negative<br/>fair value<br/>(Note 11)<br/>RO'000</i> | <i>Notional<br/>amount<br/>total<br/>RO'000</i> | <i>Notional amounts by term to maturity</i> |                                     |                                    |
|---------------------------------------------|--------------------------------------------------------|---------------------------------------------------------|-------------------------------------------------|---------------------------------------------|-------------------------------------|------------------------------------|
|                                             |                                                        |                                                         |                                                 | <i>Within<br/>3 months<br/>RO'000</i>       | <i>3 – 12<br/>months<br/>RO'000</i> | <i>Above 1<br/>Year<br/>RO'000</i> |
| <b>30 September 2025</b>                    |                                                        |                                                         |                                                 |                                             |                                     |                                    |
| Interest rate swaps                         | 9,792                                                  | (9,792)                                                 | 711,997                                         | 24,861                                      | 54,107                              | 633,029                            |
| Forward foreign exchange purchase contracts | 2                                                      | -                                                       | 459,813                                         | 276,892                                     | 173,294                             | 9,627                              |
| Forward foreign exchange sales contracts    | 844                                                    | (58)                                                    | 459,813                                         | 277,054                                     | 173,132                             | 9,627                              |
| <b>Total</b>                                | <b>10,638</b>                                          | <b>(9,850)</b>                                          | <b>1,631,623</b>                                | <b>578,807</b>                              | <b>400,533</b>                      | <b>652,283</b>                     |
| <b>30 September 2024</b>                    |                                                        |                                                         |                                                 |                                             |                                     |                                    |
| Interest rate swaps                         | 10,923                                                 | (10,923)                                                | 288,486                                         | 9,182                                       | 26,950                              | 252,354                            |
| Forward foreign exchange purchase contracts | 26                                                     | (7)                                                     | 206,594                                         | 74,216                                      | 102,508                             | 29,870                             |
| Forward foreign exchange sales contracts    | 410                                                    | (77)                                                    | 206,594                                         | 74,528                                      | 102,217                             | 29,849                             |
| <b>Total</b>                                | <b>11,359</b>                                          | <b>(11,007)</b>                                         | <b>701,674</b>                                  | <b>157,926</b>                              | <b>231,675</b>                      | <b>312,073</b>                     |
| <b>31 December 2024</b>                     |                                                        |                                                         |                                                 |                                             |                                     |                                    |
| Interest rate swaps                         | 11,840                                                 | (11,840)                                                | 375,400                                         | 9,684                                       | 29,683                              | 336,033                            |
| Forward foreign exchange purchase contracts | 4                                                      | (6)                                                     | 245,196                                         | 153,955                                     | 63,116                              | 28,125                             |
| Forward foreign exchange sales contracts    | 893                                                    | (40)                                                    | 245,196                                         | 154,053                                     | 63,041                              | 28,102                             |
| <b>Total</b>                                | <b>12,737</b>                                          | <b>(11,886)</b>                                         | <b>865,792</b>                                  | <b>317,692</b>                              | <b>155,840</b>                      | <b>392,260</b>                     |

Derivatives are valued at level 2 based on quoted forward rates.

**31 LIQUIDITY COVERAGE RATIO**

The Liquidity coverage ratio (LCR) is a short time ratio designed to increase resilience against a liquidity shortage of up to 30 days. The LCR is computed as per CBO requirement under the circular BM1127 (BASEL III: Framework on Liquidity coverage ratio and LCR disclosure standards).

|                                                                                         | September 2025                                      |                                                   | September 2024                                      |                                                   | December 2024                                       |                                                   |
|-----------------------------------------------------------------------------------------|-----------------------------------------------------|---------------------------------------------------|-----------------------------------------------------|---------------------------------------------------|-----------------------------------------------------|---------------------------------------------------|
|                                                                                         | Total<br>Unweighted<br>Value<br>(average)<br>RO'000 | Total<br>Weighted<br>Value<br>(average)<br>RO'000 | Total<br>Unweighted<br>Value<br>(average)<br>RO'000 | Total<br>Weighted<br>Value<br>(average)<br>RO'000 | Total<br>Unweighted<br>Value<br>(average)<br>RO'000 | Total<br>Weighted<br>Value<br>(average)<br>RO'000 |
| <b>High quality liquid assets</b>                                                       |                                                     |                                                   |                                                     |                                                   |                                                     |                                                   |
| <b>Total High Quality Liquid Assets (HQLA)</b>                                          | -                                                   | 642,676                                           | -                                                   | 598,314                                           | -                                                   | 572,408                                           |
| <b>Cash outflows</b>                                                                    |                                                     |                                                   |                                                     |                                                   |                                                     |                                                   |
| Stable deposits                                                                         | 340,667                                             | 10,220                                            | 374,654                                             | 11,240                                            | 385,896                                             | 11,577                                            |
| Less stable deposits                                                                    | 402,508                                             | 40,251                                            | 306,178                                             | 30,618                                            | 296,604                                             | 29,660                                            |
| <b>Retail deposits and deposits from small business customers</b>                       | 743,175                                             | 50,471                                            | 680,832                                             | 41,858                                            | 682,500                                             | 41,237                                            |
| <b>Unsecured wholesale funding, of which:</b>                                           |                                                     |                                                   |                                                     |                                                   |                                                     |                                                   |
| Operational deposits (all counterparties) and deposits in networks of cooperative banks | 1,641,894                                           | 683,814                                           | 1,374,500                                           | 500,099                                           | 1,514,221                                           | 541,657                                           |
| <b>Additional requirements, of which:</b>                                               |                                                     |                                                   |                                                     |                                                   |                                                     |                                                   |
| Credit and liquidity facilities                                                         | 8,744                                               | 874                                               | 24,256                                              | 2,426                                             | 28,065                                              | 2,807                                             |
| Other contractual funding obligations                                                   | 15,008                                              | 750                                               | 10,721                                              | 536                                               | 5,988                                               | 299                                               |
| Other contingent funding obligations                                                    | 679,131                                             | 180,297                                           | 499,590                                             | 136,823                                           | 540,296                                             | 160,455                                           |
| <b>Total cash outflows</b>                                                              | 3,087,952                                           | 916,206                                           | 2,589,899                                           | 681,742                                           | 2,771,070                                           | 746,455                                           |
| <b>Cash inflows</b>                                                                     |                                                     |                                                   |                                                     |                                                   |                                                     |                                                   |
| Inflows from fully performing exposures                                                 | 319,096                                             | 240,655                                           | 355,795                                             | 268,565                                           | 428,941                                             | 355,993                                           |
| Other cash inflows                                                                      | 202,461                                             | 202,461                                           | 157,173                                             | 157,173                                           | 184,245                                             | 184,245                                           |
| <b>Total cash inflows</b>                                                               | 521,557                                             | 443,116                                           | 512,968                                             | 425,738                                           | 613,186                                             | 540,238                                           |
| <b>Total high quality liquid assets</b>                                                 | -                                                   | 642,676                                           | -                                                   | 598,314                                           | -                                                   | 572,408                                           |
| <b>Total net cash outflows</b>                                                          | -                                                   | 473,091                                           | -                                                   | 256,003                                           | -                                                   | 206,217                                           |
| <b>Liquidity coverage ratio (%)</b>                                                     | -                                                   | 135.85                                            | -                                                   | 233.71                                            | -                                                   | 277.58                                            |

The following tables set out the net stable funding ratio (NSFR) and leverage ratio of the bank:

|                | 30/09/2025 | 30/09/2024 | 31/12/2024 |
|----------------|------------|------------|------------|
|                | %          | %          | %          |
| NSFR           | 113.06     | 108.66     | 118.71     |
| Leverage ratio | 12.55      | 12.10      | 13.15      |

**32 COMPARATIVE AMOUNTS**

The Bank has re-evaluated the presentation of certain transactions in the condensed consolidated interim statement of profit or loss and other comprehensive income to determine if those transactions have been presented appropriately in line with the requirements of IFRS Accounting Standards ("IFRS"). Where necessary, changes in presentation were made in accordance with IAS 8 "Accounting policies, changes in accounting estimates and errors".

As a result, the Bank restated the comparatives to adjust for the disaggregation detailed below in the condensed consolidated interim financial statements for the three month and nine month periods ended 30 September 2025 as prior period restatements.

1) Fee and commission income presentation in condensed consolidated interim statement of profit or loss and other comprehensive income

Fee and commission income were previously presented on net basis on the condensed consolidated interim statement of profit or loss and other comprehensive income.

IAS 1- Presentation of consolidated Financial Statements ("IAS 1") requires the profit or loss section or the statement of profit or loss to present revenue, presenting separately interest revenue calculated using the effective interest method. Furthermore, when items of income or expense are material, an entity shall disclose their nature and amount separately.

As a result, fee and commission income is presented on gross basis.

|                               | <b>Nine months ended<br/>30 September 2024 – As<br/>previously reported<br/>RO'000</b> | <b>Adjustment<br/>RO'000</b> | <b>Nine months ended<br/>30 September 2024<br/>– revised<br/>RO'000</b> |
|-------------------------------|----------------------------------------------------------------------------------------|------------------------------|-------------------------------------------------------------------------|
| Fee and commission income     | 18,137                                                                                 | 9,613                        | 27,750                                                                  |
| Fee and commission expenses   | -                                                                                      | (9,613)                      | (9,613)                                                                 |
| Net fee and commission income | <u>18,137</u>                                                                          | <u>-</u>                     | <u>18,137</u>                                                           |

  

|                               | <b>Three months ended<br/>30 September 2024 – As<br/>previously reported<br/>RO'000</b> | <b>Adjustment<br/>RO'000</b> | <b>Three months<br/>ended 30<br/>September 2024 –<br/>revised<br/>RO'000</b> |
|-------------------------------|-----------------------------------------------------------------------------------------|------------------------------|------------------------------------------------------------------------------|
| Fee and commission income     | 6,252                                                                                   | 3,283                        | 9,535                                                                        |
| Fee and commission expenses   | -                                                                                       | (3,283)                      | (3,283)                                                                      |
| Net fee and commission income | <u>6,252</u>                                                                            | <u>-</u>                     | <u>6,252</u>                                                                 |