

**Qatar Islamic Bank (Q.P.S.C.)**

**INTERIM CONDENSED CONSOLIDATED  
FINANCIAL STATEMENTS**

**30 SEPTEMBER 2025**

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**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

As at 30 September 2025

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## **INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF QATAR ISLAMIC BANK (Q.P.S.C.)**

### **Introduction**

We have reviewed the accompanying interim condensed consolidated financial statements of Qatar Islamic Bank (Q.P.S.C.) (the "Bank") and its subsidiaries (the "Group") as at 30 September 2025, comprising of the interim consolidated statement of financial position as at 30 September 2025, the interim consolidated statement of income, interim consolidated statement of comprehensive income and interim consolidated statement of income and attribution related to quasi-equity for the three and nine month periods then ended, and the interim consolidated statement of changes in equity, interim condensed consolidated statement of cash flows and interim consolidated statement of changes in off-balance sheet assets under management for the nine-month period then ended, and the related explanatory notes.

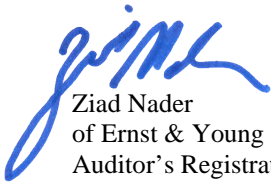
The Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with Financial Accounting Standard ("FAS") 41- Interim Financial Reporting issued by the Accounting and Auditing Organisation for Islamic Financial Institutions ("AAOIFI") as modified by Qatar Central Bank ("QCB"). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

### **Scope of review**

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

### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with FAS 41 issued by AAOIFI as modified by QCB.



Ziad Nader  
of Ernst & Young  
Auditor's Registration No. 258

Date: 22 October 2025  
Doha



## INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2025

		<i>30 September 2025</i>	<i>31 December 2024</i>	<i>30 September 2024</i>
		<i>(Reviewed)</i>	<i>(Audited)</i>	<i>(Reviewed)</i>
	<i>Notes</i>	<i>QAR'000</i>	<i>QAR'000</i>	<i>QAR'000</i>
<b>ASSETS</b>				
Cash and balances with central banks		8,435,311	8,683,066	7,832,244
Due from banks		2,555,617	2,488,250	4,209,888
Financing assets	6	131,895,415	125,274,016	127,723,476
Investment securities	7	60,013,893	53,008,246	50,299,620
Investment in associates		1,121,968	1,100,365	1,134,658
Investment properties		2,522,536	2,467,793	3,326,107
Fixed assets		414,484	355,853	516,566
Intangible assets		-	-	217,814
Other assets		1,935,385	2,214,142	2,284,428
Assets held for sale	21	5,793,097	5,188,045	-
<b>TOTAL ASSETS</b>		<b>214,687,706</b>	<b>200,779,776</b>	<b>197,544,801</b>
<b>LIABILITIES, QUASI-EQUITY AND EQUITY</b>				
<b>LIABILITIES</b>				
Due to banks		27,104,503	24,017,183	23,849,293
Customers' current accounts		16,613,219	16,429,048	15,324,973
Sukuk financing		13,797,682	13,741,520	13,774,527
Other liabilities		2,796,213	2,825,744	2,561,798
Liabilities directly associated with assets held for sale	21	4,139,035	3,429,799	-
<b>TOTAL LIABILITIES</b>		<b>64,450,652</b>	<b>60,443,294</b>	<b>55,510,591</b>
<b>QUASI-EQUITY</b>				
Participatory investment accounts	8	117,130,710	108,511,675	111,005,953
Reserves attributable to quasi-equity	8	91,336	53,963	82,015
		<b>117,222,046</b>	<b>108,565,638</b>	<b>111,087,968</b>
<b>EQUITY</b>				
Share capital		2,362,932	2,362,932	2,362,932
Legal reserve	9	6,370,016	6,370,016	6,370,016
Risk reserve	10	3,102,283	3,102,283	2,952,553
General reserve	11	81,935	81,935	81,935
Fair value reserve		(64,447)	(88,969)	(58,218)
Foreign currency translation reserve	13	(618,710)	(661,941)	(550,160)
Other reserves		216,820	216,820	216,820
Retained earnings		16,984,526	15,774,256	14,962,501
<b>Total equity attributable to equity holders of the bank</b>		<b>28,435,355</b>	<b>27,157,332</b>	<b>26,338,379</b>
Non-controlling interests		579,653	613,512	607,863
Sukuk eligible as additional capital	14	4,000,000	4,000,000	4,000,000
<b>TOTAL EQUITY</b>		<b>33,015,008</b>	<b>31,770,844</b>	<b>30,946,242</b>
<b>TOTAL LIABILITIES, QUASI-EQUITY AND EQUITY</b>		<b>214,687,706</b>	<b>200,779,776</b>	<b>197,544,801</b>
Off-balance sheet assets under management		10,520	10,520	317,576
Contingent liabilities and commitments	17	20,440,307	19,646,032	17,927,284

These interim condensed consolidated financial statements were approved by the Board of Directors on 22 October 2025 and were signed on its behalf by:



Jassim Bin Hamad Bin Jassim Bin Jaber Al Thani  
Chairman



Bassel Gama  
Group Chief Executive Officer

The attached notes 1 to 23 form part of these interim condensed consolidated financial statements.

## INTERIM CONSOLIDATED STATEMENT OF INCOME

For the three and nine month periods ended 30 September 2025

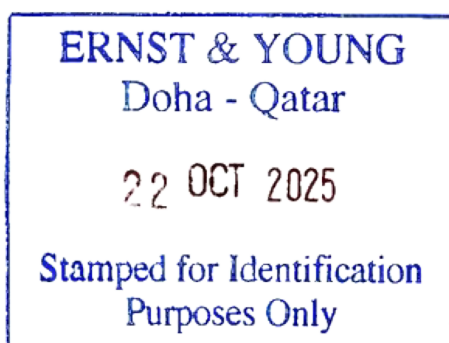
	<i>For the three-month period ended 30 September</i>		<i>For the nine-month period ended 30 September</i>	
	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>
<i>Notes</i>	<i>QAR'000</i>	<i>QAR'000</i>	<i>QAR'000</i>	<i>QAR'000</i>
<b>Continuing operations</b>				
Net income from financing activities	2,289,808	2,425,475	6,846,010	7,081,057
Net income from investing activities	479,468	408,802	1,281,484	1,103,819
Sukuk holders' share of profit	(143,964)	(102,080)	(374,432)	(326,925)
<b>Total income from financing and investing activities, net</b>	<b>2,625,312</b>	<b>2,732,197</b>	<b>7,753,062</b>	<b>7,857,951</b>
Fee and commission income	342,315	296,164	1,006,885	903,196
Fee and commission expense	(120,322)	(96,872)	(340,625)	(275,656)
<b>Net fee and commission income</b>	<b>221,993</b>	<b>199,292</b>	<b>666,260</b>	<b>627,540</b>
Net foreign exchange gain	22,088	12,022	44,358	34,746
Net share of results of associates	23,829	15,204	65,196	42,919
Other income	5,083	2,620	12,198	7,437
<b>Total income</b>	<b>2,898,305</b>	<b>2,961,335</b>	<b>8,541,074</b>	<b>8,570,593</b>
Staff costs	(161,084)	(155,581)	(480,131)	(466,323)
Depreciation and amortisation	(16,381)	(17,926)	(47,954)	(50,261)
Other expenses	(87,642)	(85,564)	(274,766)	(265,903)
<b>Total expenses</b>	<b>(265,107)</b>	<b>(259,071)</b>	<b>(802,851)</b>	<b>(782,487)</b>
Net impairment for financing assets, other assets and other provisions	(157,536)	(212,558)	(706,095)	(793,299)
<b>Net profit for the period before tax and attribution to quasi-equity</b>	<b>2,475,662</b>	<b>2,489,706</b>	<b>7,032,128</b>	<b>6,994,807</b>
Less: Net profit attributable to quasi-equity holders	(1,181,514)	(1,279,377)	(3,538,225)	(3,708,059)
<b>Net profit for the period before tax from continuing operations</b>	<b>1,294,148</b>	<b>1,210,329</b>	<b>3,493,903</b>	<b>3,286,748</b>
Tax expense	(5,119)	(5,921)	(15,540)	(16,948)
<b>Net profit for the period from continuing operations</b>	<b>1,289,029</b>	<b>1,204,408</b>	<b>3,478,363</b>	<b>3,269,800</b>
<b>Discontinued operations</b>				
Loss after tax for the period from discontinued operations	21 (13,771)	(9,750)	(39,682)	(17,173)
<b>Net profit for the period</b>	<b>1,275,258</b>	<b>1,194,658</b>	<b>3,438,681</b>	<b>3,252,627</b>
<b>Net profit for the period attributable to:</b>				
Equity holders of the Bank	1,279,920	1,199,917	3,455,078	3,265,037
Non-controlling interests	(4,662)	(5,259)	(16,397)	(12,410)
<b>Net profit for the period</b>	<b>1,275,258</b>	<b>1,194,658</b>	<b>3,438,681</b>	<b>3,252,627</b>
<b>Earnings per share</b>				
Basic and diluted earnings per share and earning per share from continuing operations (QAR per share)	12 <b>0.54</b>	0.51	<b>1.46</b>	1.38

The attached notes 1 to 23 form part of these interim condensed consolidated financial statements.

## INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three and nine month periods ended 30 September 2025

	<i>For the three-month period ended 30 September</i>		<i>For the nine-month period ended 30 September</i>	
	<i>2025 (Reviewed) QAR'000</i>	<i>2024 (Reviewed) QAR'000</i>	<i>2025 (Reviewed) QAR'000</i>	<i>2024 (Reviewed) QAR'000</i>
<b>NET PROFIT FOR THE PERIOD</b>	<b><u>1,275,258</u></b>	<b><u>1,194,658</u></b>	<b><u>3,438,681</u></b>	<b><u>3,252,627</u></b>
<b>OTHER COMPREHENSIVE INCOME</b>				
<b>Items that may not be subsequently classified to consolidated statement of income</b>				
Fair value changes of equity-type investments classified as FVTOCI	(8,943)	50,805	(22,749)	31,744
<b>Items that may be subsequently classified to consolidated statement of income</b>				
Exchange differences arising on translation of foreign operations	(14,445)	35,405	52,504	29,407
Fair value changes of debt-type investments classified as FVTOCI	9,965	(861)	7,085	3,839
Net change in the share of other comprehensive income of investment in associates:				
Net change in fair value	206	133	(105)	1,439
Net movement in cash flow hedges – effective portion of changes in fair value	12,836	(94,507)	(20,967)	(108,456)
Fair value changes of investment properties	6,404	10,097	29,831	19,400
Share in the reserve attributable to quasi-equity	12,998	17,723	37,373	23,461
<b>Total other comprehensive income for the period</b>	<b><u>19,021</u></b>	<b><u>18,795</u></b>	<b><u>82,972</u></b>	<b><u>834</u></b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b><u>1,294,279</u></b>	<b><u>1,213,453</u></b>	<b><u>3,521,653</u></b>	<b><u>3,253,461</u></b>
<b>Total comprehensive income for the period attributable to:</b>				
Equity holders of the Bank	1,291,020	1,209,387	3,522,831	3,252,636
Non-controlling interests	3,259	4,066	(1,178)	825
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b><u>1,294,279</u></b>	<b><u>1,213,453</u></b>	<b><u>3,521,653</u></b>	<b><u>3,253,461</u></b>

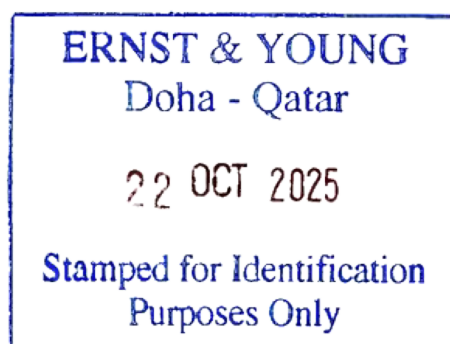


**Qatar Islamic Bank (Q.P.S.C.)**

**INTERIM CONSOLIDATED STATEMENT OF INCOME AND ATTRIBUTION RELATED TO QUASI-EQUITY**

For the three and nine month periods ended 30 September 2025

	<i>For the three-month period ended 30 September</i>		<i>For the nine-month period ended 30 September</i>	
	<i>2025 (Reviewed) QAR'000</i>	<i>2024 (Reviewed) QAR'000</i>	<i>2025 (Reviewed) QAR'000</i>	<i>2024 (Reviewed) QAR'000</i>
Net profit for the period before attribution to quasi-equity	<b>2,475,662</b>	2,489,706	<b>7,032,128</b>	6,994,807
Less: Income not attributable to quasi-equity	<b>(887,662)</b>	(921,473)	<b>(2,674,487)</b>	(2,677,519)
Add: Expenses not attributable to quasi-equity	<b>184,328</b>	208,730	<b>637,229</b>	665,501
<b>Net profit attributable to quasi-equity holders before Bank's Mudaraba income</b>	<b>1,772,328</b>	1,776,963	<b>4,994,870</b>	4,982,789
Less: Mudarib's share	<b>(1,632,776)</b>	(1,641,344)	<b>(4,592,747)</b>	(4,584,534)
Add: Support provided by the Bank	<b>1,041,962</b>	1,143,758	<b>3,136,102</b>	3,309,804
<b>NET PROFIT ATTRIBUTABLE TO QUASI-EQUITY HOLDERS</b>	<b>1,181,514</b>	1,279,377	<b>3,538,225</b>	3,708,059
<b>OTHER COMPREHENSIVE INCOME</b>				
<b>Items that may be subsequently classified to consolidated statement of income</b>				
Share in the reserve attributable to quasi-equity	<b>12,998</b>	17,723	<b>37,373</b>	23,461
<b>TOTAL OTHER COMPREHENSIVE INCOME</b>	<b>12,998</b>	17,723	<b>37,373</b>	23,461
<b>TOTAL PROFIT ATTRIBUTABLE TO QUASI-EQUITY</b>	<b>1,194,512</b>	1,297,100	<b>3,575,598</b>	3,731,520



## INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine-month period ended 30 September 2025

	<i>Share capital</i>	<i>Legal reserve</i>	<i>Risk reserve</i>	<i>General reserve</i>	<i>Fair value reserve</i>	<i>Foreign currency translation reserve</i>	<i>Other reserves</i>	<i>Retained earnings</i>	<i>Total equity attributable to equity holders of the Bank</i>	<i>Non-controlling interests</i>	<i>Sukuk eligible as additional capital</i>	<i>Total equity</i>
	----- QAR'000 -----											
<b>Balance at 1 January 2025</b>	2,362,932	6,370,016	3,102,283	81,935	(88,969)	(661,941)	216,820	15,774,256	27,157,332	613,512	4,000,000	31,770,844
Net profit for the period	-	-	-	-	-	-	-	3,455,078	3,455,078	(16,397)	-	3,438,681
Other comprehensive income	-	-	-	-	24,522	43,231	-	-	67,753	15,219	-	82,972
<b>Total comprehensive income for the period</b>	-	-	-	-	24,522	43,231	-	3,455,078	3,522,831	(1,178)	-	3,521,653
Cash dividend for the year 2024 (Note 15)	-	-	-	-	-	-	-	(1,299,613)	(1,299,613)	-	-	(1,299,613)
Interim dividend for the year 2025 (Note 15)	-	-	-	-	-	-	-	(945,173)	(945,173)	-	-	(945,173)
Movement in non-controlling interests	-	-	-	-	-	-	-	-	-	(32,697)	-	(32,697)
Loss on settlement of equity type investments	-	-	-	-	-	-	-	(22)	(22)	16	-	(6)
<b>Balance at 30 September 2025 (Reviewed)</b>	<b>2,362,932</b>	<b>6,370,016</b>	<b>3,102,283</b>	<b>81,935</b>	<b>(64,447)</b>	<b>(618,710)</b>	<b>216,820</b>	<b>16,984,526</b>	<b>28,435,355</b>	<b>579,653</b>	<b>4,000,000</b>	<b>33,015,008</b>
Balance at 1 January 2024	2,362,932	6,370,016	2,952,553	81,935	(18,637)	(577,340)	216,820	14,003,483	25,391,762	625,376	4,000,000	30,017,138
Net profit for the period	-	-	-	-	-	-	-	3,265,037	3,265,037	(12,410)	-	3,252,627
Other comprehensive income / (loss)	-	-	-	-	(39,581)	27,180	-	-	(12,401)	13,235	-	834
<b>Total comprehensive income for the period</b>	-	-	-	-	(39,581)	27,180	-	3,265,037	3,252,636	825	-	3,253,461
Cash dividend for the year 2023 (Note 15)	-	-	-	-	-	-	-	(1,713,126)	(1,713,126)	-	-	(1,713,126)
Interim dividend for the year 2024 (Note 15)	-	-	-	-	-	-	-	(590,733)	(590,733)	-	-	(590,733)
Movement in non-controlling interests	-	-	-	-	-	-	-	-	-	(17,206)	-	(17,206)
Loss on settlement of equity type investments	-	-	-	-	-	-	-	(2,160)	(2,160)	(1,132)	-	(3,292)
<b>Balance at 30 September 2024 (Reviewed)</b>	<b>2,362,932</b>	<b>6,370,016</b>	<b>2,952,553</b>	<b>81,935</b>	<b>(58,218)</b>	<b>(550,160)</b>	<b>216,820</b>	<b>14,962,501</b>	<b>26,338,379</b>	<b>607,863</b>	<b>4,000,000</b>	<b>30,946,242</b>

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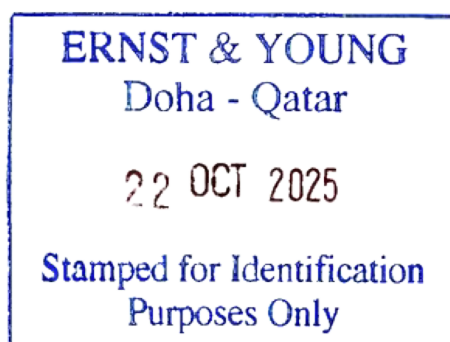
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**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

For the nine-month period ended 30 September 2025

	<i>For the nine-month period ended 30 September</i>	
	<i>2025 (Reviewed) QAR'000</i>	<i>2024 (Reviewed) QAR'000</i>
<b>Operating activities</b>		
Net profit for the period after tax from continuing and discontinued operations	<b>3,438,681</b>	3,252,627
Tax expenses for continuing and discontinued operations	<b>17,384</b>	18,704
Net changes in operating assets and liabilities	<b>(3,184,928)</b>	(1,609,467)
<b>Net cash flows from operating activities</b>	<b>271,137</b>	1,661,864
<b>Investing activities</b>		
Net changes in investment securities	<b>(6,471,621)</b>	(2,346,102)
Net changes in fixed assets	<b>(87,575)</b>	(48,603)
Net changes in investment properties	-	13,089
Dividends received from investment securities	<b>13,858</b>	86,281
Dividends received from associates	<b>42,500</b>	41,544
<b>Net cash flows used in investing activities</b>	<b>(6,502,838)</b>	(2,253,791)
<b>Financing activities</b>		
Change in participatory investment accounts	<b>8,656,408</b>	4,901,553
Net movement from sukuk financing	<b>18,000</b>	(910,000)
Net movement in non-controlling interests	<b>(17,462)</b>	(5,103)
Cash dividend for the year 2024	<b>(1,299,613)</b>	(1,713,126)
Interim dividend for the year 2025	<b>(945,173)</b>	(590,733)
<b>Net cash flows from financing activities</b>	<b>6,412,160</b>	1,682,591
<b>Net increase in cash and cash equivalents</b>	<b>180,459</b>	1,090,664
Cash and cash equivalents - beginning of the period	<b>4,879,049</b>	4,608,722
<b>CASH AND CASH EQUIVALENTS - END OF THE PERIOD (NOTE 16)</b>	<b>5,059,508</b>	5,699,386

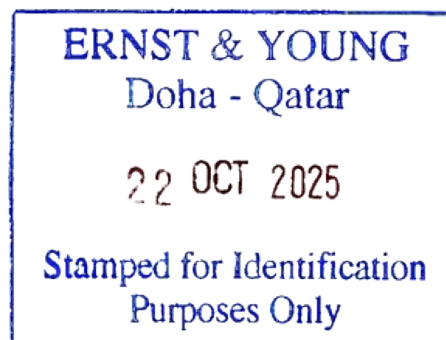


**INTERIM CONSOLIDATED STATEMENT OF CHANGES IN OFF-BALANCE SHEET ASSETS UNDER MANAGEMENT**

For the nine-month period ended 30 September 2025

<i>Investment</i>	<i>Movements during the period</i>						<i>At 30 September 2025 (Reviewed)</i>
	<i>At 1 January 2025</i>	<i>Investments</i>	<i>Revaluation</i>	<i>Gross income</i>	<i>Dividends paid</i>	<i>Bank's fee as an agent</i>	
	----- QAR'000 -----						
Real Estate Portfolio	<b>9,100</b>	-	-	-	-	-	<b>9,100</b>
Equity Securities Portfolio	<b>1,420</b>	-	-	-	-	-	<b>1,420</b>
	<b>10,520</b>	-	-	-	-	-	<b>10,520</b>

<i>Investment</i>	<i>Movements during the period</i>						<i>At 30 September 2024 (Reviewed)</i>
	<i>At 1 January 2024</i>	<i>Investments</i>	<i>Revaluation</i>	<i>Gross income</i>	<i>Dividends paid</i>	<i>Bank's fee as an agent</i>	
	----- QAR'000 -----						
Real Estate Portfolio	9,100	-	-	-	-	-	9,100
Equity Securities Portfolio	337,210	(16,591)	(3,105)	4,259	(13,239)	(58)	308,476
	346,310	(16,591)	(3,105)	4,259	(13,239)	(58)	317,576



**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

As at and for the period ended 30 September 2025

**1 REPORTING ENTITY**

Qatar Islamic Bank Q.P.S.C. (“QIB” or the “Bank”) is an entity domiciled in the State of Qatar and was incorporated on 8 July 1982 as a Qatari Public Shareholding Company under Emiri Decree no. 45 of 1982. The commercial registration number of the Bank is 8338. The address of the Bank’s registered office is at P.O. Box 559, Doha, State of Qatar. The interim condensed consolidated financial statements of the Bank for the nine-month period ended 30 September 2025 comprise the Bank and its subsidiaries (together referred to as the “Group”). The Group is primarily involved in corporate, retail and investment banking in accordance with Islamic Shari’ah rules as determined by Shari’ah supervisory board of the Bank and has 21 branches in Qatar and one branch in Sudan. The Parent Company of the Group is Qatar Islamic Bank (Q.P.S.C.). The Bank’s shares are listed for trading on the Qatar Exchange.

The interim condensed consolidated financial statements include the financial statements of the Bank and the following principal subsidiaries:

	<i>Country of Incorporation</i>	<i>Principal business activity</i>	<i>Effective percentage of ownership</i>	
			<i>30 September 2025</i>	<i>31 December 2024</i>
Arab Finance House	Lebanon	Banking	<b>99.99%</b>	99.99%
Aqar Real Estate Development and Investment Company W.L.L.(“Aqar”) (i)	Qatar	Investment in real estate	<b>49%</b>	49%
Durat Al Doha Real Estate Investment and Development W.L.L.	Qatar	Investment in real estate	<b>82.61%</b>	82.61%
QIB Sukuk Ltd (ii)	Cayman Island	Sukuk issuance	<b>100%</b>	100%
QIB (UK)	United Kingdom	Investment banking	<b>99.71%</b>	99.71%
QInvest LLC (iii)	Qatar	Investment banking	<b>65.62%</b>	65.62%
QIB Solutions LLC	Qatar	Management of IT services and operations	<b>100%</b>	100%

*Notes:*

- i)* The Group has majority of the votes in the Board of Directors meetings of Aqar by virtue of representing the highest number of members in the Board. This gives the group the ability to direct the activities of Aqar.
- ii)* QIB Sukuk Ltd was incorporated in the Cayman Islands as an exempted company with limited liability for the sole purpose of Sukuk issuance for the benefit of QIB.
- iii)* QInvest LLC has been classified as subsidiary held for sale with the intention to sell part of the stake in 2025.

**1.1 Shari’ah governance framework**

The Group follows Accounting and Auditing Organisation for Islamic Financial Institutions (“AAOIFI”) Governance Standards (GSs) in their entirety along with the regulators’ requirements related to Shari’ah governance / Shari’ah governance framework. In line with the requirements of the same, the Group has a comprehensive governance mechanism comprising of Shari’ah supervisory board, Shari’ah compliance function, internal Shari’ah audit, external Shari’ah audit, etc. These functions perform their responsibilities in line with AAOIFI GSs as well as the regulators’ requirements related to Shari’ah governance.

The GSs also require the Board of Directors and those charged with governance to discharge their duties in line with Shari’ah governance and fiduciary responsibilities.

**1.2 Shari’ah principles and rules**

The Group follows the hierarchy of Shari’ah principles and rules as defined in paragraph 165 of FAS 1 “General Presentation and Disclosures in the Financial Statements”.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
As at and for the period ended 30 September 2025**2 BASIS OF PREPARATION****(a) Statement of compliance**

The interim condensed consolidated financial statements have been prepared in accordance with Financial Accounting Standards (“FAS 41 Interim Financial Reporting”) issued by the Accounting and Auditing Organisation for Islamic Financial Institutions (“AAOIFI”) as modified by the Qatar Central Bank (“QCB”).

In line with the requirements of AAOIFI, for matters that are not covered by FAS, the Group uses the guidance from the relevant IFRS accounting standards as issued by the International Accounting Standards Board (“IASB”).

The interim condensed consolidated financial statements do not contain all information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group’s annual consolidated financial statements as at 31 December 2024. In addition, results for the the nine-month period ended 30 September 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

**(b) Estimates and judgements**

The preparation of the interim condensed consolidated financial statements in conformity with FAS issued by AAOIFI as modified by QCB, requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. In preparing the interim condensed consolidated financial information, significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the consolidated financial statements as at and for the year ended 31 December 2024.

**(c) Financial risk management**

The Group’s financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements for the year ended 31 December 2024.

**(d) Material accounting policy information**

The material accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2024.

**(e) New standards, amendments and interpretations issued but not yet effective****• FAS 45 – Quasi-Equity (Including Investment Accounts)**

AAOIFI has issued FAS 45 in 2023. This standard prescribes the principles of financial reporting related to the participatory investment instruments (including investment accounts) in which an Islamic financial institution controls the underlying assets (mostly, as a working partner), on behalf of the stakeholders other than the owners’ equity. Such instruments (including, in particular, the unrestricted investment accounts) normally qualify for on-balance-sheet accounting and are reported as quasi-equity. This standard also provides the overall criteria for on-balance-sheet accounting for participatory investment instruments and quasi-equity, as well as, pooling, recognition, de-recognition, measurement, presentation and disclosure for quasi-equity. It further addresses financial reporting related to other quasi-equity instruments and certain specific issues. This standard shall be effective for the financial reporting periods beginning on or after 1 January 2026.

**• FAS 46 – Off-Balance sheet Assets Under Management**

AAOIFI has issued FAS 46 in 2023. This standard prescribes the criteria for characterisation of off-balance sheet assets under management, and the related principles of financial reporting in line with the “AAOIFI Conceptual Framework for Financial Reporting”. The standard encompasses the aspects of recognition, de-recognition, measurement, selection and adoption of accounting policies, related to off-balance-sheet assets under management, as well as certain specific aspects of financial reporting such as impairment and onerous commitments by the institution. The standard also includes the presentation and disclosure requirements particularly aligning the same with the requirements of the revised FAS 1 “General Presentation and Disclosures in the Financial Statements” in respect of the statement of changes in off-balance sheet assets under management. This standard, along with, FAS 45 “Quasi-Equity (Including Investment Accounts)”, supersedes the earlier FAS 27 “Investment Accounts”. This standard shall be effective for the financial periods beginning on or after 1 January 2026 and shall be adopted at the same time of adoption of FAS 45 – Quasi-Equity (Including Investment Accounts).

## 2 BASIS OF PREPARATION (CONTINUED)

### (e) New standards, amendments and interpretations issued but not yet effective (continued)

- **FAS 47 – Transfer of Assets Between Investment Pools**

AAOIFI has issued FAS 47 in 2023. This standard prescribes the financial reporting principles and disclosure requirements applicable to all transfers between investment pools related to (and where material, between significant categories of) owners' equity, quasi-equity and off-balance sheet assets under management of an institution. It requires adoption and consistent application of accounting policies for such transfers in line with Shari'ah principles and rules and describes general disclosure requirements in this respect. This standard shall be effective for the financial periods beginning or after 1 January 2026 and supersedes the earlier FAS 21 "Disclosure on Transfer of Assets".

- **FAS 48 – Promotional Gifts and Prizes**

AAOIFI has issued FAS 48 in 2024. This standard prescribes accounting and financial reporting principles for recognition, measurement, presentation and disclosures applicable to promotional gifts and prizes awarded by the Islamic financial institutions to their customers, including quasi-equity and other investment account holders. This standard shall be effective on the financial statements for the annual financial reporting period beginning on or after 1 January 2026.

- **FAS 49 – Financial Reporting for Institutions Operating in Hyperinflationary Economies**

AAOIFI has issued FAS 49 in 2024. This standard outlines the principles governing financial reporting, including accounting treatments, presentation of financial statements and necessary disclosures for institutions applying AAOIFI Financial Accounting Standards (FAS), operating within hyperinflationary economies. This standard is developed taking into account the applicable Shari'ah principles and rules, as well as, the unique business models of such institutions while stipulating appropriate principles of financial reporting. The standard also prescribes a definition of a hyperinflationary economy and provides guidance on as to how to determine whether an economy qualifies as hyperinflationary. This standard shall be effective for the financial periods beginning on or after 1 January 2026.

- **FAS 50 – Financial Reporting for Islamic Investment Institutions (Including Investment Funds)**

AAOIFI has issued FAS 50 in 2024. This standard outlines financial reporting principles applicable to the Islamic investment institutions (IIIs). In particular, it emphasises on bringing harmony and standardisation with regard to the form and contents of the financial statements of IIIs. This standard prescribes the overall requirements for the presentation, minimum contents and recommended structure of their financial statements in a manner that facilitates truthful and fair presentation in line with Shari'ah principles and rules. This standard shall be effective for the annual financial statements of an III beginning on or after 1 January 2027.

### (f) Key changes to the significant estimates and judgements

#### *Investment classification*

Assessment of the business model within which the investments are managed, and assessment of whether the contractual terms of the investment represents either a debt-type instrument or other investment instrument having reasonably determinable effective yield.

### (g) Adoption of QCB circular 12/2020

#### **Measurement of equity-type instruments classified as fair value through other comprehensive income**

The Group may elect to present in statement of changes in equity changes in the fair value of certain investments in equity-type instruments that are not held for trading. The election is made on an instrument-by-instrument basis on initial recognition and is irrevocable. Gains and losses on such equity-type instruments are never subsequently reclassified to consolidated statement of income, including on disposal. However, cumulative gains and losses recognised in fair value reserve are transferred to retained earnings on disposal of an investment. Impairment losses (and reversal of impairment losses) are not reported separately from other changes in fair value. Dividends, when representing a return on such investments, continue to be recognised in consolidated statement of income, unless they clearly represent a recovery of part of the cost of the investment, in which case they are recognised in consolidated statement of changes in equity.

### 3 OPERATING SEGMENTS

The Group has four reportable segments, as described below, which are the Group's strategic divisions. The strategic divisions offer different products and services and are managed separately based on the Group's management and internal reporting structure. For each of the strategic divisions, the Group Chief Executive Officer reviews internal management reports on a monthly basis. The following summary describes the operations in each of the Group's reportable segments:

**Corporate banking** – Corporate Banking includes services offered to institutional investors, corporate, other banks, and investment vehicles such as mutual funds or pensions.

**Personal banking** – Personal banking includes services that are offered to individual customers through local branches of the Bank which includes checking and savings accounts, credit cards, personal lines of credit, mortgages, and so forth.

**Group function** – treasury, investment, finance and other central functions.

**Local & international subsidiaries** – Local and international subsidiaries include the Groups local and international subsidiaries all of which are consolidated in the Group financial statements.

Performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Group Chief Executive Officer. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

Information regarding the results, assets and liabilities of each reportable segment is included below:

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

As at and for the period ended 30 September 2025

**3 OPERATING SEGMENTS (CONTINUED)****Information about operating segments**

<i>30 September 2025 (Reviewed)</i>	<i>Corporate banking QAR'000</i>	<i>Personal banking QAR'000</i>	<i>Group function QAR'000</i>	<i>Local &amp; international subsidiaries QAR'000</i>	<i>Unallocated QAR'000</i>	<i>Total QAR'000</i>
External revenue:						
Total income from financing and investing activities, net	5,680,530	1,853,068	(70,648)	290,112	-	7,753,062
Net fee and commission income	209,570	335,314	112,097	9,279	-	666,260
Net foreign exchange gain	-	-	33,595	10,763	-	44,358
Share of results of associates	-	-	61,983	3,213	-	65,196
Other income	-	-	9,791	2,407	-	12,198
<b>Total income</b>	<b>5,890,100</b>	<b>2,188,382</b>	<b>146,818</b>	<b>315,774</b>	<b>-</b>	<b>8,541,074</b>
Net profit attributable to quasi-equity holders	(1,962,324)	(1,059,217)	(348,668)	(168,016)	-	(3,538,225)
Inter segment (cost) revenue	(2,421,479)	795,465	1,626,014	-	-	-
<b>Reportable segment net profit after tax</b>	<b>1,072,412</b>	<b>1,416,713</b>	<b>1,306,961</b>	<b>26,495</b>	<b>(383,900)</b>	<b>3,438,681</b>
<i>30 September 2024 (Reviewed)</i>	<i>Corporate banking QAR'000</i>	<i>Personal banking QAR'000</i>	<i>Group function QAR'000</i>	<i>Local &amp; international subsidiaries QAR'000</i>		<i>Total QAR'000</i>
External revenue:						
Total income from financing and investing activities, net	5,923,344	1,626,212	11,266	297,129	-	7,857,951
Net fee and commission income	209,396	295,185	114,386	8,573	-	627,540
Net foreign exchange gain	-	-	34,732	14	-	34,746
Share of results of associates	-	-	44,178	(1,259)	-	42,919
Other income	-	-	-	7,437	-	7,437
<b>Total income</b>	<b>6,132,740</b>	<b>1,921,397</b>	<b>204,562</b>	<b>311,894</b>	<b>-</b>	<b>8,570,593</b>
Net profit attributable to quasi-equity holders	(2,074,259)	(1,061,898)	(407,796)	(164,106)	-	(3,708,059)
Inter segment (cost) revenue	(2,356,381)	805,102	1,551,279	-	-	-
<b>Reportable segment net profit after tax</b>	<b>915,915</b>	<b>1,018,904</b>	<b>1,285,331</b>	<b>32,477</b>	<b>-</b>	<b>3,252,627</b>

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

As at and for the period ended 30 September 2025

**3 OPERATING SEGMENTS (CONTINUED)**

	<i>Corporate banking QAR'000</i>	<i>Personal banking QAR'000</i>	<i>Group function QAR'000</i>	<i>Local &amp; international subsidiaries QAR'000</i>	<i>Total QAR'000</i>
<i>30 September 2025 (Reviewed)</i>					
Reportable segment assets	<b>135,018,431</b>	<b>30,304,013</b>	<b>40,904,063</b>	<b>8,461,199</b>	<b>214,687,706</b>
Reportable segment liabilities and quasi-equity	<b>71,704,312</b>	<b>60,709,862</b>	<b>41,043,447</b>	<b>8,215,077</b>	<b>181,672,698</b>
<i>31 December 2024 (Audited)</i>					
Reportable segment assets	123,210,196	28,767,736	41,417,143	7,384,701	200,779,776
Reportable segment liabilities and quasi-equity	61,423,711	57,395,208	42,753,106	7,436,907	169,008,932

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

As at and for the period ended 30 September 2025

**4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS**

The table below sets out the carrying amounts and fair values of the Group's financial assets and financial liabilities:

	<i>Fair value through other comprehensive income</i>	<i>Fair value through income statement</i>	<i>Amortised cost QAR'000</i>	<i>Total carrying amount</i>	<i>Fair value</i>
	-----			-----	
<b>30 September 2025 (Reviewed)</b>					
Cash and balances with central banks	-	-	8,435,311	8,435,311	8,435,311
Due from banks	-	-	2,555,617	2,555,617	2,555,617
Investment securities					
- Equity type instruments	1,146,375	322,582	-	1,468,957	1,468,957
- Debt type instruments	1,509,247	1,314,051	55,721,638	58,544,936	58,571,677
Other assets	-	-	120,501	120,501	120,501
Assets held for sale	-	-	5,793,097	5,793,097	5,793,097
	<b>2,655,622</b>	<b>1,636,633</b>	<b>72,626,164</b>	<b>76,918,419</b>	<b>76,945,160</b>
Due to banks	-	-	27,104,503	27,104,503	27,104,503
Customers' current accounts	-	-	16,613,219	16,613,219	16,613,219
Sukuk financing	-	-	13,797,682	13,797,682	13,797,682
Other liabilities	-	-	2,796,213	2,796,213	2,796,213
Liabilities directly associated with assets held for sale	-	-	4,139,035	4,139,035	4,139,035
Quasi-equity	-	-	117,222,046	117,222,046	117,222,046
	-	-	<b>181,672,698</b>	<b>181,672,698</b>	<b>181,672,698</b>
<b>31 December 2024 (Audited)</b>					
Cash and balances with central banks	-	-	8,683,066	8,683,066	8,683,066
Due from banks	-	-	2,488,250	2,488,250	2,488,250
Investment securities					
- Equity type instruments	1,145,552	263,334	-	1,408,886	1,408,886
- Debt type instruments	1,821,020	638,145	49,140,195	51,599,360	51,615,756
Other assets	-	-	222,067	222,067	222,067
Assets held for sale	-	-	5,188,045	5,188,045	5,188,045
	<b>2,966,572</b>	<b>901,479</b>	<b>65,721,623</b>	<b>69,589,674</b>	<b>69,606,070</b>
Due to banks	-	-	24,017,183	24,017,183	24,017,183
Customers' current accounts	-	-	16,429,048	16,429,048	16,429,048
Sukuk financing	-	-	13,741,520	13,741,520	13,741,520
Other liabilities	-	-	2,825,744	2,825,744	2,825,744
Liabilities directly associated with assets held for sale	-	-	3,429,799	3,429,799	3,429,799
Quasi-equity	-	-	108,565,638	108,565,638	108,565,638
	-	-	<b>169,008,932</b>	<b>169,008,932</b>	<b>169,008,932</b>

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
 As at and for the period ended 30 September 2025

**4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS (CONTINUED)**

The fair value of financial assets and liabilities carried at amortised cost are equal to the carrying value except for investment securities carried at amortised cost with a carrying value of QAR 3,093 million (31 December 2024: QAR 1,628 million) for which the fair value amounts to QAR 3,098 million (31 December 2024: QAR 1,589 million), which is derived using Level 1 fair value hierarchy.

**Fair value hierarchy**

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

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities;

Level 2: Valuation techniques based on observable inputs, 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, other valuation techniques where all significant inputs are directly or indirectly observable from market data.; and

Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where 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 where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

Fair values of financial assets and financial liabilities that are traded in active markets are based on quoted market prices or dealer price quotations. For all other financial instruments, the Group determines fair values using valuation techniques.

Valuation techniques include net present value and discounted cash flow models, comparison to similar instruments for which market observable prices exist and other valuation models. Assumptions and inputs used in valuation techniques include risk-free and benchmark profit rates, credit spreads and other premia used in estimating discount rates, sukuk and equity prices, foreign currency exchange rates, equity and equity index prices and expected price volatilities and correlations. The objective of valuation techniques is to arrive at a fair value determination that reflects the price of the financial instrument at the reporting date that would have been determined by market participants acting at arm's length.

For financial instruments that are recognised at fair value on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

As at 30 September 2025 and 31 December 2024, the Group held the following financial instruments measured at fair value:

	<i>Fair value measurement using</i>			
	<i>Total</i>	<i>Quoted prices in active markets (Level 1)</i>	<i>Significant observable inputs (Level 2)</i>	<i>Significant unobservable inputs (Level 3)</i>
<b>30 September 2025 (Reviewed)</b>				
Shari'a compliant risk management instruments (assets)	<b>43,319</b>	-	<b>43,319</b>	-
Investments securities				
Quoted equity-type classified as FVTIS	<b>322,582</b>	<b>322,582</b>	-	-
Quoted debt-type classified as FVTIS	<b>251,121</b>	<b>251,121</b>	-	-
Unquoted debt-type classified as FVTIS	<b>1,062,930</b>	-	<b>1,062,930</b>	-
Quoted equity-type classified as FVTOCI	<b>1,034,658</b>	<b>1,034,658</b>	-	-
Unquoted equity-type classified as FVTOCI	<b>111,717</b>	-	<b>37,716</b>	<b>74,001</b>
Quoted debt-type investments classified as FVTOCI	<b>1,118,109</b>	-	<b>1,118,109</b>	-
Unquoted debt-type investments classified as FVTOCI	<b>391,138</b>	-	<b>391,138</b>	-
Assets held for sale	<b>3,784,252</b>	<b>426,492</b>	<b>847,689</b>	<b>2,510,071</b>
Shari'a compliant risk management instruments (liabilities)	<b>306,561</b>	-	<b>306,561</b>	-

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
As at and for the period ended 30 September 2025

#### 4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS (CONTINUED)

##### Fair value hierarchy (continued)

	Total	Fair value measurement using		
		Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
31 December 2024 (Audited)				
Shari'a compliant risk management instruments (assets)	26,291	-	26,291	-
Investments securities				
Quoted equity-type classified as FVTIS	263,334	263,334	-	-
Unquoted debt-type classified as FVTIS	638,145	-	638,145	-
Quoted equity-type classified as FVTOCI	1,034,075	1,034,075	-	-
Unquoted equity-type classified as FVTOCI	111,477	-	36,914	74,563
Quoted debt-type investments classified as FVTOCI	1,100,944	-	1,100,944	-
Unquoted debt-type investments classified as FVTOCI	720,076	-	720,076	-
Assets held for sale	3,443,412	373,862	826,295	2,243,255
Shari'a compliant risk management instruments (liabilities)	374,526	-	374,526	-

FVTIS – Fair value through income statement

FVTOCI – Fair value through other comprehensive income

##### Transfers within the fair value hierarchy

During the period ended 30 September 2025 and year ended 31 December 2024, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements.

The valuation technique in measuring the fair value financial instruments categorized as Level 3 was in line with 31 December 2024.

The following table shows the reconciliation of the opening and closing amounts of Level 3 investments which are recorded at fair value:

	At 1 January 2025	Total gain recorded in interim consolidated statement of income / equity	Purchases	Sales / transfers	At 30 September 2025 (Reviewed)
	QAR'000				
<b>Equity investments:</b>					
at FVTOCI	74,563	-	-	(562)	74,001
Assets held for sale	2,243,255	(30,905)	413,652	(115,931)	2,510,071
	<b>2,317,818</b>	<b>(30,905)</b>	<b>413,652</b>	<b>(116,493)</b>	<b>2,584,072</b>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
As at and for the period ended 30 September 2025

#### 4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS (CONTINUED)

##### Transfers within the fair value hierarchy (continued)

	<i>At 1 January 2024</i>	<i>Total gain recorded in interim consolidated statement of income / equity</i>	<i>Purchases</i>	<i>Sales/ transfers</i>	<i>At 31 December 2024 (Audited)</i>
	----- QAR'000 -----				
Equity investments: at FVTOCI	410,622	-	-	(336,059)	74,563
Assets held for sale	1,964,246	58,888	476,027	(255,906)	2,243,255
	<u>2,374,868</u>	<u>58,888</u>	<u>476,027</u>	<u>(591,965)</u>	<u>2,317,818</u>

#### 5 IMPAIRMENT

##### *Equity-type investments classified as fair value through other comprehensive income*

With effect from the issuance of QCB circular 12/2020, equity type instruments classified as fair value through other comprehensive income are not tested for impairment. However prior to that, equity-type investments classified as fair value through other comprehensive income and measured at fair value, a significant or prolonged decline in the fair value of an investment below its cost is considered in determining whether the investments are impaired. If any such evidence exists for equity-type investments classified as fair value through other comprehensive income, the cumulative loss previously recognised in the interim consolidated statement of comprehensive income is transferred to the interim consolidated statement of income. Impairment losses recognised in the interim consolidated statement of income on equity-type investments are subsequently reversed through equity.

##### *Investment properties*

Investment properties held for rental or capital appreciation is measured at fair value with the resulting unrealised gains being taken through other comprehensive income to fair value reserve. Any unrealized losses resulting from re-measurement at fair value is adjusted against the fair value reserve to the extent of available balance. In case such losses exceed the available balance, the unrealized loss is recognized in the interim consolidated statement of income. In case there are unrealized losses relating to investment properties that have been recognized in the interim consolidated statement of income in a previous financial period, the unrealized gains related to the current financial period is recognized to the extent of crediting back such previous losses in the interim consolidated statement of income. Any excess of such gains over such prior-year losses is added to the fair value reserve.

##### *Financial assets carried at amortised cost (including investment in Sukuk instruments classified as amortised cost)*

For financial assets carried at amortised cost, impairment is recognised based on FAS 30 provided that such impairments are not less than QCB impairment requirements. Losses are recognised in interim consolidated statement of income and reflected in an allowance account. The Group has provided QAR 706.1 million (30 September 2024: QAR 793.3 million) as impairment on financing assets, other assets and other provisions in the interim consolidated statement of income.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
 As at and for the period ended 30 September 2025

**6 FINANCING ASSETS**

	<i>30 September 2025</i> <i>(Reviewed)</i> <i>QAR'000</i>	<i>31 December 2024</i> <i>(Audited)</i> <i>QAR'000</i>	<i>30 September 2024</i> <i>(Reviewed)</i> <i>QAR'000</i>
Total financing assets	<b>163,276,158</b>	157,976,129	158,369,756
Less: Deferred profit	<b>(23,314,498)</b>	(24,953,359)	(22,902,817)
Expected credit losses on financing assets - performing (Stage 1 and 2) *	<b>(5,695,565)</b>	(5,398,350)	(5,557,376)
Allowance for impairment on financing assets – credit impaired (Stage 3) *	<b>(2,305,330)</b>	(2,289,858)	(2,111,823)
Suspended profit	<b>(65,350)</b>	(60,546)	(74,264)
<b>Net financing assets</b>	<b><u>131,895,415</u></b>	<u>125,274,016</u>	<u>127,723,476</u>

*Note:*

The impaired financing assets net of deferred profit amounted to QAR 2,494 million as at 30 September 2025 representing 1.78% of the total financing assets net of deferred profit (31 December 2024: QAR 2,475 million, representing 1.86% of the total financing assets net of deferred profit).

*\*For stage wise exposure and allowance for impairment refer to Note 20*

Qatar Islamic Bank (Q.P.S.C.)

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7 INVESTMENT SECURITIES

	30 September 2025 (Reviewed)			31 December 2024 (Audited)			30 September 2024 (Reviewed)		
	Quoted QAR'000	Unquoted QAR'000	Total QAR'000	Quoted QAR'000	Unquoted QAR'000	Total QAR'000	Quoted QAR'000	Unquoted QAR'000	Total QAR'000
<b>Classified as fair value through income statement</b>									
• equity type	322,582	-	322,582	263,334	-	263,334	247,568	1,438,437	1,686,005
• debt-type – Fixed rate	251,121	1,062,930	1,314,051	-	638,145	638,145	-	657,188	657,188
	<b>573,703</b>	<b>1,062,930</b>	<b>1,636,633</b>	<b>263,334</b>	<b>638,145</b>	<b>901,479</b>	<b>247,568</b>	<b>2,095,625</b>	<b>2,343,193</b>
<b>Debt-type classified at amortised cost</b>									
- State of Qatar Sukuk and QCB Murabaha	-	52,623,849	52,623,849	-	46,884,016	46,884,016	-	41,290,740	41,290,740
- Fixed rate	3,104,656	34,387	3,139,043	2,263,221	34,394	2,297,615	2,178,679	102,207	2,280,886
Less: allowance for impairment*	(6,902)	(34,352)	(41,254)	(7,084)	(34,352)	(41,436)	(6,940)	(98,138)	(105,078)
	<b>3,097,754</b>	<b>52,623,884</b>	<b>55,721,638</b>	<b>2,256,137</b>	<b>46,884,058</b>	<b>49,140,195</b>	<b>2,171,739</b>	<b>41,294,809</b>	<b>43,466,548</b>
<b>Classified as fair value through other comprehensive income</b>									
• equity type	1,034,658	111,717	1,146,375	1,034,075	111,477	1,145,552	1,452,756	1,241,880	2,694,636
• debt-type – Fixed rate	1,118,109	391,138	1,509,247	1,100,944	720,076	1,821,020	1,103,897	691,346	1,795,243
	<b>2,152,767</b>	<b>502,855</b>	<b>2,655,622</b>	<b>2,135,019</b>	<b>831,553</b>	<b>2,966,572</b>	<b>2,556,653</b>	<b>1,933,226</b>	<b>4,489,879</b>
	<b>5,824,224</b>	<b>54,189,669</b>	<b>60,013,893</b>	<b>4,654,490</b>	<b>48,353,756</b>	<b>53,008,246</b>	<b>4,975,960</b>	<b>45,323,660</b>	<b>50,299,620</b>

\*For stage wise exposure and allowance for impairment refer to Note 20

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
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**8 PARTICIPATORY INVESTMENT ACCOUNTS**

	<i>30 September 2025 (Reviewed) QAR'000</i>	<i>31 December 2024 (Audited) QAR'000</i>	<i>30 September 2024 (Reviewed) QAR'000</i>
Term accounts	<b>93,998,791</b>	87,351,811	90,599,355
Saving accounts	<b>20,474,043</b>	19,416,431	18,384,709
Call accounts	<b>2,657,876</b>	1,743,433	2,021,889
	<b>117,130,710</b>	108,511,675	111,005,953
Share in reserve attributable to quasi-equity	<b>91,336</b>	53,963	82,015
<b>Total</b>	<b>117,222,046</b>	108,565,638	111,087,968

All participatory investment accounts are unrestricted as of 30 September 2025, 31 December 2024 and 30 September 2024.

**9 LEGAL RESERVE**

In accordance with QCB Law No. 13 of 2012, 10% of net profit attributable to the owners of the Bank for the year is required to be transferred to the reserve until the legal reserve equals 100% of the paid up share capital at a minimum. This reserve is not available for distribution except in circumstances specified in Qatar Commercial Companies Law No. 11 of 2015 (as amended by Law No. 8 of 2021) and after QCB approval. No appropriation was made in the current period as the legal reserve exceeds 100% of the paid-up share capital.

**10 RISK RESERVE**

In accordance with QCB regulations, a risk reserve should be created to cover contingencies on both the public and private sector financing assets, with a minimum requirement of 2.5% of the total private sector exposure granted by the Group inside and outside Qatar after the exclusion of the specific provisions and profit in suspense. The finance provided to / or secured by the Ministry of Finance – Qatar or finance against cash guarantees is excluded from the gross direct finance. No transfer to risk reserve has been made during the period as the required amount will be transferred at year end (31 December 2024: QAR 150 million was transferred to risk reserve).

**11 GENERAL RESERVE**

In accordance with the Articles of Association of the Bank, the General Assembly may transfer a portion of the net profits to the general reserve which could be based on the General Assembly Resolution as per recommendation from Board of Directors and after the approval from Qatar Central Bank.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
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**12 BASIC AND DILUTED EARNINGS PER SHARE**

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

	<i>For the three-month period ended 30 September</i>		<i>For the nine-month period ended 30 September</i>	
	<i>2025 (Reviewed)</i>	<i>2024 (Reviewed)</i>	<i>2025 (Reviewed)</i>	<i>2024 (Reviewed)</i>
Profit for the period attributable to equity holders of the Bank (QAR'000)	<u><b>1,279,920</b></u>	<u>1,199,917</u>	<u><b>3,455,078</b></u>	<u>3,265,037</u>
Weighted average number of shares outstanding during the period ('000)	<u><b>2,362,932</b></u>	<u>2,362,932</u>	<u><b>2,362,932</b></u>	<u>2,362,932</u>
Basic and diluted earnings per share (QAR)	<u><b>0.54</b></u>	<u>0.51</u>	<u><b>1.46</b></u>	<u>1.38</u>

There were no potentially dilutive shares outstanding at any time during the period. Therefore, the diluted earnings per share are equal to the basic earnings per share and earning per share from continuing operations.

**13 FOREIGN CURRENCY TRANSLATION RESERVE**

The foreign currency translation reserve comprises all foreign exchange differences arising from the translation of the financial statements of foreign operations as well as from the translation of liabilities and gains and losses on risk management instruments that hedge the Group's net investment in foreign operations and gains and losses on revaluation of foreign currency non-monetary assets carried at fair value for which gain or loss is recognized in foreign currency translation reserve in interim consolidated statement of changes in equity.

**14 SUKUK ELIGIBLE AS ADDITIONAL CAPITAL**

During 2015, the Group issued perpetual Sukuk eligible as additional tier 1 capital for an amount of QAR 2 billion. The Sukuk is unsecured and the profit distributions are discretionary, non-cumulative and payable annually at an agreed expected profit based on applicable relevant six year reset rate + margin to be reset every sixth year. During 2021 the first reset period lapsed and a new profit rate has been reset for the coming six years. The Group has the right not to pay profit and the Sukuk holders have no right to claim profit on the Sukuk. The Sukuk does not have a maturity date and have been classified as equity. During September 2016, the Group raised additional tier 1 capital by issuing a perpetual Sukuk for an amount of QAR 2 billion at an agreed expected profit rate based on applicable relevant six year reset rate + margin to be reset every sixth year. By end of December 2022, the first reset period lapsed and a new profit rate has been reset with effect from 1 January 2023 for the coming six years.

**15 DIVIDENDS**

The equity holders of the Bank approved additional cash dividend of 55% of the paid-up share capital (QAR 0.55 per share) amounting to QAR 1,299.6 million for the year ended 31 December 2024 in the general assembly meeting held on 26 February 2025, thereby taking the total cash dividend for the year ended 31 December 2024 to 80% of the paid up share capital amounting to QAR 1,890.3 million – QAR 0.80 per share (2023: 72.5% of the paid up share capital amounting to QAR 1,713.1 million – QAR 0.725 per share).

The Board of Directors have approved an interim cash dividend in respect of the six-month period ended 30 June 2025 of QAR 0.40 per share (30 June 2024: QAR 0.25 per share), amounting to a total of QAR 945.2 million (30 June 2024: QAR 590.7 million).

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
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**16 CASH AND CASH EQUIVALENTS**

For the purpose of the interim condensed consolidated statement of cash flows, cash and cash equivalents comprise the following balances with original maturities of less than three months:

	<i>30 September 2025 (Reviewed) QAR'000</i>	<i>31 December 2024 (Audited) QAR'000</i>	<i>30 September 2024 (Reviewed) QAR'000</i>
Cash and balances with central banks (excluding restricted QCB and other central banks reserve account)	1,979,449	2,270,158	1,692,016
Due from banks	2,529,591	2,353,849	4,007,370
Cash and bank balances, and due from banks attributable to discontinued operations	<u>550,468</u>	<u>255,042</u>	<u>-</u>
<b>Total</b>	<b><u>5,059,508</u></b>	<b><u>4,879,049</u></b>	<b><u>5,699,386</u></b>

**17 CONTINGENT LIABILITIES AND COMMITMENTS**

	<i>30 September 2025 (Reviewed) QAR'000</i>	<i>31 December 2024 (Audited) QAR'000</i>	<i>30 September 2024 (Reviewed) QAR'000</i>
<b>a) Contingent liabilities</b>			
Unutilised financing facilities	9,304,556	8,434,271	7,906,187
Guarantees	10,267,547	10,470,912	8,764,654
Letters of credit	<u>868,204</u>	<u>740,849</u>	<u>828,233</u>
	<u>20,440,307</u>	<u>19,646,032</u>	<u>17,499,074</u>
<b>b) Commitments</b>			
Investment commitment	<u>-</u>	<u>-</u>	<u>428,210</u>
<b>Total</b>	<b><u>20,440,307</u></b>	<b><u>19,646,032</u></b>	<b><u>17,927,284</u></b>

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
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**18 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 and operating decisions. Related parties include the significant equity holders and entities over which the Group and the equity holders' exercise significant influence, directors and executive management of the Group.

The related party transactions and balances included in these interim condensed consolidated financial statements are as follows:

	<i>30 September 2025</i>		<i>31 December 2024</i>	
	<i>(Reviewed)</i>		<i>(Audited)</i>	
	<i>Associate</i>	<i>Board of</i>	<i>Associate</i>	<i>Board of</i>
	<i>companies</i>	<i>Directors</i>	<i>companies</i>	<i>Directors</i>
	<i>QAR'000</i>	<i>QAR'000</i>	<i>QAR'000</i>	<i>QAR'000</i>
<b>Assets:</b>				
Financing assets	2,641,155	20,340,539	2,834,897	20,576,868
<b>Liabilities:</b>				
Customers' current accounts	143	286,114	504	241,329
<b>Quasi Equity:</b>				
Participatory investment accounts	201,962	1,155,911	250,330	990,549
<b>Off balance sheet items:</b>				
Contingent liabilities and commitments	-	147,721	-	83,860
	<i>30 September 2025</i>		<i>30 September 2024</i>	
	<i>(Reviewed)</i>		<i>(Reviewed)</i>	
	<i>Associate</i>	<i>Board of</i>	<i>Associate</i>	<i>Board of</i>
	<i>companies</i>	<i>Directors</i>	<i>companies</i>	<i>Directors</i>
	<i>QAR'000</i>	<i>QAR'000</i>	<i>QAR'000</i>	<i>QAR'000</i>
<b>Interim consolidated statement of income items:</b>				
Income from financing activities	128,262	1,087,782	164,118	1,238,891
Net profit attributable to quasi-equity holders	5,352	35,574	4,868	44,378
Net fee and commission income	15	33,588	9,818	11,947

Key management personnel compensation for the period comprised:

	<i>30 September</i>	<i>30 September</i>
	<i>2025</i>	<i>2024</i>
	<i>(Reviewed)</i>	<i>(Reviewed)</i>
	<i>QAR'000</i>	<i>QAR'000</i>
Key management remuneration	<u>75,084</u>	<u>72,421</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
 As at and for the period ended 30 September 2025

**19 CAPITAL ADEQUACY RATIO**

As per Qatar Central Bank regulations, the Group has calculated the capital adequacy ratios in accordance with the new Basel III guidelines starting from the period ended 30 September 2025. The Group's minimum QCB regulatory limit, including the Capital Conservation Buffer, ICAAP pillar II capital charge and the applicable Domestically Systemically Important Bank ("DSIB") Buffer is 15.03%.

The table below summarises the composition of prevailing regulatory capital and the ratios of the Group. The Group complied with the externally imposed capital requirements to which they are subject to:

	<i>30 September 2025</i>	<i>31 December 2024</i>	<i>30 September 2024</i>
	<i>QAR'000</i>	<i>QAR'000</i>	<i>QAR'000</i>
	<i>(Reviewed)</i>	<i>(Audited)</i>	<i>(Reviewed)</i>
Common Equity Tier 1 (CET 1) Capital	<b>28,536,485</b>	25,921,175	26,437,765
Tier 1 capital	<b>32,591,361</b>	29,975,566	30,492,577
Tier 2 capital	<b>1,797,142</b>	1,759,534	1,775,742
<b>Total regulatory capital</b>	<b>34,388,503</b>	31,735,100	32,268,319
<b>Risk weighted assets</b>	<b>154,703,423</b>	151,768,100	151,205,637
<b>Common equity tier 1 (CET 1) capital adequacy ratio</b>	<b>18.5%</b>	17.1%	17.5%
<b>QCB minimum</b>	<b>8.50%</b>	8.50%	8.5%
<b>Total capital adequacy ratio</b>	<b>22.2%</b>	20.9%	21.3%
<b>QCB minimum including conservation buffer, DSIB and ICAAP pillar II capital charge</b>	<b>15.03%</b>	15.03%	14.56%

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
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**20 FINANCIAL RISK MANAGEMENT**
**Exposure and movement of expected credit loss / impairment allowances**

	30 September 2025				30 September
	Stage 1	Stage 2	Stage 3	Total	2024
	----- QAR'000 -----				Total
<b>Exposures subject to expected credit losses</b>					
Due from central banks	7,112,642	-	715,293	7,827,935	7,335,312
Due from banks	2,496,639	59,143	19,597	2,575,379	4,229,729
Debt type investments carried at amortised cost	55,721,263	-	41,629	55,762,892	43,571,626
Financing assets*	118,985,319	18,481,808	2,429,183	139,896,310	135,392,675
Off balance sheet exposures subject to credit risk	18,975,724	1,318,056	146,527	20,440,307	17,499,074
	<u>203,291,587</u>	<u>19,859,007</u>	<u>3,352,229</u>	<u>226,502,823</u>	<u>208,028,416</u>
<b>Opening balance of expected credit losses / impairment losses as at 1 January</b>					
Due from central banks	-	-	248,007	248,007	237,572
Due from banks	130	-	19,665	19,795	19,782
Debt type investments carried at amortised cost	943	-	40,493	41,436	105,517
Financing assets	3,924,480	1,473,870	2,289,858	7,688,208	7,019,287
Off balance sheet exposures subject to credit risk	2,508	7,455	102,224	112,187	81,520
	<u>3,928,061</u>	<u>1,481,325</u>	<u>2,700,247</u>	<u>8,109,633</u>	<u>7,463,678</u>
<b>Net transfer between stages</b>					
Due from central banks	-	-	-	-	-
Due from banks	-	-	-	-	-
Debt type investments carried at amortised cost	-	-	-	-	-
Financing assets	(7,449)	21,924	(14,475)	-	-
Off balance sheet exposures subject to credit risk	-	-	-	-	-
	<u>(7,449)</u>	<u>21,924</u>	<u>(14,475)</u>	<u>-</u>	<u>-</u>
<b>Write off / foreign currency and other adjustments for the period</b>					
Due from central banks	-	-	-	-	-
Due from banks	-	-	-	-	-
Debt type investments carried at amortised cost	-	-	-	-	-
Financing assets	(21)	803	(162)	620	(107,601)
Off balance sheet exposures subject to credit risk	-	-	-	-	-
	<u>(21)</u>	<u>803</u>	<u>(162)</u>	<u>620</u>	<u>(107,601)</u>
<b>Charge / (reversal) for the period (net)</b>					
Due from central banks	-	-	7,951	7,951	7,797
Due from banks	35	-	(68)	(33)	59
Debt type investments carried at amortised cost	(182)	-	-	(182)	(439)
Financing assets	191,043	90,915	30,109	312,067	757,513
Off balance sheet exposures subject to credit risk	(356)	(4,643)	(19,498)	(24,497)	(1,634)
	<u>190,540</u>	<u>86,272</u>	<u>18,494</u>	<u>295,306</u>	<u>763,296</u>
<b>Closing balance of expected credit losses / impairment losses - as at 30 September (Reviewed)</b>					
Due from central banks	-	-	255,958	255,958	245,369
Due from banks	165	-	19,597	19,762	19,841
Debt type investments carried at amortised cost	761	-	40,493	41,254	105,078
Financing assets	4,108,053	1,587,512	2,305,330	8,000,895	7,669,199
Off balance sheet exposures subject to credit risk	2,152	2,812	82,726	87,690	79,886
	<u>4,111,131</u>	<u>1,590,324</u>	<u>2,704,104</u>	<u>8,405,559</u>	<u>8,119,373</u>

\* net of suspended profit and deferred profit

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
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**20 FINANCIAL RISK MANAGEMENT (CONTINUED)**
**Credit quality assessments**

The table below provides an analysis of counterparties by rating grades and credit quality of the Group's credit risk, based on third party rating agency's rating scale (or their equivalent) as at 30 September 2025.

<i>Rating grade</i>	<i>Due from central banks QAR'000</i>	<i>Due from banks QAR'000</i>	<i>Debt type investments carried at amortised cost QAR'000</i>	<i>Financing assets QAR'000</i>	<i>Off balance sheet exposures subject to credit risk QAR'000</i>	<i>Total QAR'000</i>
AAA to AA-	7,056,468	47,085	53,295,704	14,464,835	1,201,160	76,065,252
A+ to A-	-	2,434,150	1,657,325	7,358,346	434,469	11,884,290
BBB to BBB-	-	8,273	135,174	85,360,837	15,228,545	100,732,829
BB+ to B-	-	6,054	509,857	23,475,407	3,405,556	27,396,874
Unrated	771,467	79,817	164,832	9,236,885	170,577	10,423,578
<b>Total</b>	<b>7,827,935</b>	<b>2,575,379</b>	<b>55,762,892</b>	<b>139,896,310</b>	<b>20,440,307</b>	<b>226,502,823</b>

**21 ASSET AND LIABILITIES HELD FOR SALE**

On 31 December 2024, the Group's Board of Directors decided to partially sell QInvest LLC, a partially owned subsidiary, which is authorised by QFCRA to conduct various banking activities.

The sale of QInvest LLC is expected to be completed within a year from 31 December 2024. At 31 December 2024, QInvest LLC was classified as a disposal group held for sale and measured at fair value less cost to sell.

The major classes of assets and liabilities, and statement of income of QInvest LLC as held for sale are as follows:

	<i>30 September 2025 QAR'000</i>	<i>31 Dec 2024 QAR'000</i>
<b>Assets</b>		
Due from banks	550,468	292,532
Financing assets	479,977	448,943
Investment securities	3,397,009	3,062,841
Investment in associates	58,612	55,593
Investment properties	365,402	918,939
Fixed assets	346	562
Intangible assets	176	1,758
Other assets	725,051	190,821
Goodwill	216,056	216,056
<b>Assets held for sale</b>	<b>5,793,097</b>	<b>5,188,045</b>
<b>Liabilities</b>		
Due to banks	3,388,099	3,061,952
Other liabilities	750,936	367,847
<b>Liabilities directly associated with assets held for sale</b>	<b>4,139,035</b>	<b>3,429,799</b>
<b>Net assets directly associated with disposal group</b>	<b>1,654,062</b>	<b>1,758,246</b>

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**21 ASSET AND LIABILITIES HELD FOR SALE (CONTINUED)**

Statement of income	<i>For the three-month period ended 30 September</i>		<i>For the nine-month period ended 30 September</i>	
	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
	<i>QAR'000</i>	<i>QAR'000</i>	<i>QAR'000</i>	<i>QAR'000</i>
Total income from financing and investing activities	<u>1,124</u>	<u>15,904</u>	<u>14,376</u>	<u>71,427</u>
Net fee and commission income	<u>347</u>	<u>648</u>	<u>1,808</u>	<u>1,349</u>
Total income	<u>7,025</u>	<u>16,755</u>	<u>29,754</u>	<u>69,305</u>
Total expenses	<u>(20,796)</u>	<u>(26,505)</u>	<u>(69,436)</u>	<u>(86,478)</u>
<b>Net loss after tax for the period from discontinued operations</b>	<u><b>(13,771)</b></u>	<u><b>(9,750)</b></u>	<u><b>(39,682)</b></u>	<u><b>(17,173)</b></u>

**22 TAXATION**

On 27 March 2025, the State of Qatar published amendments to the Income Tax Law No. (24) of 2018 in the Official Gazette. These amendments introduce an Income Inclusion Rule (IIR) and a Domestic Minimum Top-up Tax (DMTT) applicable to multinational groups, in accordance with the Base Erosion and Profit Shifting (BEPS) Pillar Two Anti-Global Erosion (GloBE) framework. The GloBE rules will take effect for accounting periods beginning on 1 January 2025.

These rules incorporate various mechanisms designed to ensure that qualifying multinational enterprises maintain a minimum effective tax rate of 15%, calculated on the excess taxable profits in each jurisdiction where the group operates. Additional guidelines concerning deadlines and administrative processes are anticipated to be released in the Executive Regulations, which have not yet been published or become effective as of the date of the approval of the financial statements.

Based on the impact assessment performed by the Group, it may be able to meet certain reliefs and may not be required to pay additional taxes for the year under these tax rules. However, the Executive Regulations detailing the requirements and conditions for such relief are not enacted yet as of the date of the approval of the financial statements. Therefore, if those reliefs are not available due to any reason whatsoever, the tax liability under the GloBE rules for the period ended 30 September 2025 is expected to be QAR 383.9 million.

**23 COMPARATIVE INFORMATION**

Certain accounts in the previous year / period consolidated financial statements have been reclassified to conform to the current period's financial statement presentation. Such reclassifications, however, did not have any effect in the reported profit and equity in the previous year / period.