

**AHLI BANK Q.P.S.C.
DOHA – QATAR**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE SIX-MONTH PERIOD ENDED
30 JUNE 2025**

Ahli Bank Q.P.S.C.

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REVIEW REPORT

For the six-month period ended 30 June 2025

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QR. 99-8

RN: 234/JK/FY2026

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

**To The Board of Directors
Ahli Bank Q.P.S.C.
Doha – Qatar**

Introduction

We have reviewed the interim consolidated statement of financial position of Ahli Bank Q.P.S.C. (the “Bank”) and its subsidiaries (together referred to as the “Group”) as of 30 June 2025 and the related statements of profit or loss, comprehensive income, changes in equity and cash flows for the six-month period then ended and material accounting policy information and other explanatory notes. The Board of Directors of the Bank are responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34 Interim Financial Reporting (“IAS 34”). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

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

Conclusion

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

Other Matter

The interim financial information of the Group for the six-month period ended 30 June 2024 and the consolidated financial statements for the year ended 31 December 2024 were reviewed and audited respectively by another auditor who expressed an unmodified conclusion and unmodified opinion on that information and those statements on 17 July 2024 and 5 February 2025 respectively.

**Doha – Qatar
July 16, 2025**

**For Deloitte & Touche
Qatar Branch**


Joseph Khalife
Partner

**License No. 433
QFMA Auditor License No. 120156**



Ahli Bank Q.P.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

	Notes	30 June 2025 (Reviewed) QR'000	30 June 2024 (Reviewed) QR'000	31 December 2024 (Audited) QR'000
ASSETS				
Cash and balances with central bank		2,159,173	1,887,365	2,179,749
Due from banks		9,960,214	13,350,169	11,730,677
Loans and advances to customers	7	38,190,445	34,322,399	35,663,319
Investment securities	8	10,800,035	9,258,231	9,444,936
Property and equipment		323,783	214,603	333,483
Other assets		670,207	363,467	238,858
TOTAL ASSETS		62,103,857	59,396,234	59,591,022
LIABILITIES				
Due to banks and central bank		13,017,577	12,887,067	12,829,154
Customer deposits		32,941,726	30,877,577	32,153,643
Debt securities		5,494,625	5,493,280	3,661,583
Other borrowings		1,460,193	1,460,949	1,460,814
Other liabilities		989,405	700,696	1,032,568
TOTAL LIABILITIES		53,903,526	51,419,569	51,137,762
EQUITY				
Share capital	4(a)	2,551,146	2,551,146	2,551,146
Legal reserve		2,113,192	2,024,030	2,113,192
Risk reserve		757,471	753,108	757,471
Fair value reserve	5	(12,382)	(28,792)	(16,680)
Retained earnings		1,698,904	1,585,173	1,956,131
Total equity attributable to equity holders of the Bank		7,108,331	6,884,665	7,361,260
Instruments eligible for additional capital	6	1,092,000	1,092,000	1,092,000
TOTAL EQUITY		8,200,331	7,976,665	8,453,260
TOTAL LIABILITIES AND EQUITY		62,103,857	59,396,234	59,591,022

These interim condensed consolidated financial statements were approved by the Board of Directors on 16 July 2025 and were signed on its behalf by:



Sh. Faisal Bin Abdul-Aziz Bin Jassem Al Thani
Chairman



Hassan Ahmed Alefrangi
Chief Executive Officer

DELOITTE & TOUCHE
Doha-Qatar

16 JUL 2025

Signed for Identification
Purposes Only

This statement has been prepared by the Group and stamped by the Auditors for identification purposes only

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS.



Ahli Bank Q.P.S.C.

INTERIM CONSOLIDATED STATEMENT OF OF PROFIT OR LOSS

For the three and six months period ended 30 June 2025

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2025 (Reviewed) QR'000	2024 (Reviewed) QR'000	2025 (Reviewed) QR'000	2024 (Reviewed) QR'000
Interest income	778,952	851,166	1,539,226	1,756,209
Interest expense	(442,904)	(467,974)	(875,355)	(940,139)
NET INTEREST INCOME	336,048	383,192	663,871	816,070
Fee and commission income	93,741	37,830	126,025	72,321
Fee and commission expense	(1,941)	(1,103)	(3,063)	(2,226)
NET FEE AND COMMISSION INCOME	91,800	36,727	122,962	70,095
Foreign exchange gain	5,398	13,891	15,463	19,880
Gain / (loss) on investment securities	16,641	2,552	13,763	(4,966)
Other operating income	440	1,019	1,099	1,478
	22,479	17,462	30,325	16,392
TOTAL OPERATING INCOME	450,327	437,381	817,158	902,557
Staff costs	(51,835)	(45,491)	(102,362)	(93,402)
Depreciation	(7,590)	(6,322)	(15,194)	(12,660)
Net (impairment loss) / reversal on investment securities	(161)	(9,759)	17,387	(10,319)
Net impairment loss on loans and advances to customers	(179,944)	(167,566)	(227,462)	(306,452)
Net reversal / (impairment loss) on other financial assets	8,153	1,162	1,983	(1,626)
Impairment on repossessed collateral	-	-	-	(9,000)
Other expenses	(45,805)	(44,459)	(89,110)	(86,088)
	(277,182)	(272,435)	(414,758)	(519,547)
PROFIT FOR THE PERIOD	173,145	164,946	402,400	383,010
Earnings per share (QR) (Note 9)	0.068	0.065	0.149	0.142

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Doha-Qatar

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Ahli Bank Q.P.S.C.

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three and six months period ended 30 June 2025

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2025 (Reviewed) QR'000	2024 (Reviewed) QR'000	2025 (Reviewed) QR'000	2024 (Reviewed) QR'000
Profit for the period	<u>173,145</u>	<u>164,946</u>	<u>402,400</u>	<u>383,010</u>
OTHER COMPREHENSIVE INCOME				
<i>Items that may be reclassified subsequently to statement of profit or loss</i>				
Net change in fair value of debt instruments classified as FVOCI	<u>309</u>	<u>4,624</u>	<u>4,298</u>	<u>8,502</u>
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	<u>309</u>	<u>4,624</u>	<u>4,298</u>	<u>8,502</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u><u>173,454</u></u>	<u><u>169,570</u></u>	<u><u>406,698</u></u>	<u><u>391,512</u></u>

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Ahli Bank Q.P.S.C.
INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the six-month period ended 30 June 2025

	Share capital QR'000	Legal reserve QR'000	Risk reserve QR'000	Fair value reserve QR'000	Retained earnings QR'000	Total equity attributable to equity holders of the Bank QR'000	Instruments eligible for additional capital QR'000	Total equity QR'000
Balance as at 1 January 2024 (Audited)	2,551,146	2,024,030	753,108	(37,294)	1,861,790	7,152,780	1,092,000	8,244,780
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	383,010	383,010	-	383,010
Other comprehensive income for the period	-	-	-	8,502	-	8,502	-	8,502
Total comprehensive income for the period	-	-	-	8,502	383,010	391,512	-	391,512
<u>Contributions by and distributions to equity holders:</u>								
Dividends paid (Note 4(b))	-	-	-	-	(637,787)	(637,787)	-	(637,787)
Total contributions and distributions to equity holders	-	-	-	-	(637,787)	(637,787)	-	(637,787)
Dividends paid on Tier 1 capital instruments	-	-	-	-	(21,840)	(21,840)	-	(21,840)
Balance at 30 June 2024 (Reviewed)	<u>2,551,146</u>	<u>2,024,030</u>	<u>753,108</u>	<u>(28,792)</u>	<u>1,585,173</u>	<u>6,884,665</u>	<u>1,092,000</u>	<u>7,976,665</u>
Balance as at 1 January 2025 (Audited)	2,551,146	2,113,192	757,471	(16,680)	1,956,131	7,361,260	1,092,000	8,453,260
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	402,400	402,400	-	402,400
Other comprehensive income for the period	-	-	-	4,298	-	4,298	-	4,298
Total comprehensive income for the period	-	-	-	4,298	402,400	406,698	-	406,698
<u>Contributions by and distributions to equity holders:</u>								
Dividends paid (Note 4(b))	-	-	-	-	(637,787)	(637,787)	-	(637,787)
Total contributions and distributions to equity holders	-	-	-	-	(637,787)	(637,787)	-	(637,787)
Dividends paid on Tier 1 capital instruments	-	-	-	-	(21,840)	(21,840)	-	(21,840)
Balance at 30 June 2025 (Reviewed)	<u>2,551,146</u>	<u>2,113,192</u>	<u>757,471</u>	<u>(12,382)</u>	<u>1,698,904</u>	<u>7,108,331</u>	<u>1,092,000</u>	<u>8,200,331</u>

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Ahli Bank Q.P.S.C.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the six-month period ended 30 June 2025

	For the six-month period ended 30 June	
	2025	2024
	Notes (Reviewed) QR'000	(Reviewed) QR'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period	402,400	383,010
<i>Adjustments for:</i>		
Net impairment loss on loans and advances to customers	227,462	306,452
Net (reversal) / impairment loss on investment securities	(17,387)	10,319
Net (reversal) / impairment loss on other financial assets	(1,983)	1,626
Depreciation	15,194	12,660
Net (gain) / loss on investment securities	(4,844)	12,218
Impairment on repossessed collateral	-	9,000
<i>Profit before changes in operating assets and liabilities</i>	<u>620,842</u>	<u>735,285</u>
Change in due from balances with central bank	2,376	(166,377)
Change in due from banks	2,880,226	(4,510,422)
Change in loans and advances to customers	(2,754,588)	125,092
Change in other assets	(431,349)	117,557
Change in due to banks and central bank	188,423	(2,114,168)
Change in customer deposits	788,083	1,232,594
Change in other liabilities	(42,467)	78,619
Net cash generated from / (used in) operating activities	<u>1,251,546</u>	<u>(4,501,820)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investment securities	(2,337,942)	(2,279,028)
Proceeds from sale or maturity of investment securities	1,009,372	1,388,506
Net acquisition of property and equipment	(5,494)	(4,266)
Net cash used in investing activities	<u>(1,334,064)</u>	<u>(894,788)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net proceeds from other borrowings and debt securities	1,832,421	3,050
Dividends paid	4 (b) (637,787)	(637,787)
Dividends paid on Tier 1 capital instruments	(21,840)	(21,840)
Net cash generated from / (used in) financing activities	<u>1,172,794</u>	<u>(656,577)</u>
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>1,090,276</u>	<u>(6,053,185)</u>
Cash and cash equivalents as at 1 January	<u>2,533,571</u>	<u>8,866,106</u>
CASH AND CASH EQUIVALENTS AT 30 JUNE	<u>10 3,623,847</u>	<u>2,812,921</u>

DELOITTE & TOUCHE
Doha-Qatar

16 JUL 2025

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Ahli Bank Q.P.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six-month period ended 30 June 2025

1 LEGAL STATUS AND PRINCIPAL ACTIVITIES

Ahli Bank Q.P.S.C. (“the Bank” or “the Parent”) is an entity domiciled in the State of Qatar and was incorporated in 1983 as a public shareholding company under Emiri Decree no. 40 of 1983. The commercial registration of the Bank is 8989. The address of the Bank’s registered office is Suhaim Bin Hamad Street, Al Sadd Area in Doha (P.O. Box 2309, Doha, State of Qatar). The interim condensed consolidated financial statements of the Bank for the period ended 30 June 2025 comprise the Bank and its subsidiaries (together referred to as “the Group” and individually as “Group entities”).

The Group is primarily involved in corporate and retail banking and brokerage activities and has 12 branches in the State of Qatar.

The subsidiaries of the Bank are as follows:

Company’s Name	Country of incorporation	Company’s capital	Company’s activities	Percentage of ownership 30 June 2025	Percentage of ownership 31 December 2024
Ahli Brokerage Company L.L.C.	Qatar	QR 50 million	Brokerage	100	100
ABQ Finance Limited	Cayman Islands	US \$ 1	Debt Issuance	100	100
ABQ Innovate L.L.C.	Qatar	QR 1 million	Consultancy services	100	100

The interim condensed consolidated financial statements of Ahli Bank Q.P.S.C. for the six-month period ended 30 June 2025 were authorised for issue in accordance with a resolution of the Board of Directors on 16 July 2025.

2 BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

2.1 Basis of preparation

The Interim condensed consolidated financial statements for the six-month period ended 30 June 2025 have been prepared in accordance with IAS 34 – “Interim Financial Reporting” and have been presented in Qatari Riyals thousands (QR’000) unless otherwise mentioned, which is the Group’s functional and presentation currency.

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

Judgments, estimates and risk management

The preparation of the interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affects the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the Group’s annual consolidated financial statements for the year ended 31 December 2024.

2.2 Material accounting policies

The accounting policies used in the preparation of this interim condensed consolidated financial statements are consistent with those used in the preparation of the Group’s annual financial statements for the year ended 31 December 2024 and the notes attached thereto, except for the adoption of certain new and revised IFRS Accounting Standards and interpretations, that became effective in the current period as set out below:

2 BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES (CONTINUED)**2.2 Material accounting policies (continued)****New and amended IFRS Accounting Standards that are effective for the current year**

The following new and revised IFRS Accounting Standard, which became effective for annual periods beginning on or after 1 January 2025, have been adopted in these interim condensed consolidated financial statements.

New and amended IFRS Accounting Standard	Effective for annual periods beginning on or after
Amendments to IAS 21 – Lack of Exchangeability	1 January 2025

The application of this amendment has not had any material impact on the amounts reported for the current and prior periods on the interim condensed consolidated financial statements of the Group.

New and amended IFRS Accounting Standards in issue but not yet effective and not early adopted

New and amended IFRS Accounting Standards	Effective for annual periods beginning on or after
Amendments to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments	1 January 2026
Annual Improvements to IFRS Accounting Standards – Volume 11	1 January 2026
Amendments to IFRS 9 and IFRS 7 - Power Purchase Agreements	1 January 2026
IFRS 18 : Presentation and Disclosures in Financial Statements	1 January 2027
IFRS 19 : Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to IFRS 10 and IAS 28 – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred indefinitely

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

3 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.

	30 June 2025 (Reviewed)				30 June 2024 (Reviewed)
	Stage 1 QR' 000	Stage 2 QR' 000	Stage 3 QR' 000	Total QR' 000	QR' 000
Exposure subject to expected credit losses("ECL")/ Impairment allowance					
- Loans and advances to customers	31,090,442	8,339,299	1,197,890	40,627,631	36,707,377
- Investment securities (Debt)	10,311,581	-	-	10,311,581	8,992,553
- Loan commitments and financial guarantees	4,444,937	147,954	-	4,592,891	2,175,334
- Due from banks	9,811,431	75,137	-	9,886,568	13,355,743
Movement in ECL/ Impairment allowance and interest in suspense					
<i>Opening balance – as at 1 January</i>					
- Loans and advances to customers	228,263	1,533,485	854,695	2,616,443	2,134,857
- Investment securities (Debt)	22,686	-	-	22,686	12,881
- Loan commitments and financial guarantees	5,109	11,099	-	16,208	13,427
- Due from banks	956	1,475	-	2,431	4,033
	257,014	1,546,059	854,695	2,657,768	2,165,198
<i>Charge for the period (net)</i>					
- Loans and advances to customers	(17,805)	177,666	99,461	259,322	250,121
- Investment securities (Debt)	(17,387)	-	-	(17,387)	10,319
- Loan commitments and financial guarantees	(641)	(55)	-	(696)	85
- Due from banks	154	(1,441)	-	(1,287)	1,541
	(35,679)	176,170	99,461	239,952	262,066
<i>Closing balance - at 30 June</i>					
- Loans and advances to customers	210,458	1,711,151	954,156	2,875,765	2,384,978
- Investment securities (Debt)	5,299	-	-	5,299	23,200
- Loan commitments and financial guarantees	4,468	11,044	-	15,512	13,512
- Due from banks	1,110	34	-	1,144	5,574
	221,335	1,722,229	954,156	2,897,720	2,427,264

3 FINANCIAL RISK MANAGEMENT (CONTINUED)**Credit quality assessments***

Rating grade	30 June 2025 (Reviewed)			
	Loans and advances to customers	Investment securities (Debt)	Loan commitments and financial guarantees	Due from banks
	QR' 000	QR' 000	QR' 000	QR' 000
AAA to AA-	3,546,236	7,115,491	227,120	1,989,217
A+ to A-	1,179,258	1,885,914	1,730,589	7,341,332
BBB to BBB-	27,196,528	1,183,003	2,446,632	526,667
BB+ to B-	7,473,896	127,173	188,550	29,352
CCC to C	33,823	-	-	-
Total	39,429,741	10,311,581	4,592,891	9,886,568

Rating grade	30 June 2024 (Reviewed)			
	Loans and advances to customers	Investment securities (Debt)	Loan commitments and financial guarantees	Due from banks
	QR' 000	QR' 000	QR' 000	QR' 000
AAA to AA-	3,049,815	6,731,673	190,903	2,019,252
A+ to A-	1,833,841	1,276,793	366,407	8,364,012
BBB to BBB-	24,562,171	676,219	1,357,710	2,972,393
BB+ to B-	6,209,232	307,868	260,314	86
CCC to C	42,354	-	-	-
Total	35,697,413	8,992,553	2,175,334	13,355,743

* The credit quality assessments present the rating grades associated with stage 1 and stage 2 exposure.

4 SHARE CAPITAL AND DIVIDENDS PAID**4 (a) Share capital**

	30 June 2025 (Reviewed) QR'000	30 June 2024 (Reviewed) QR'000	31 December 2024 (Audited) QR'000
Authorised			
Ordinary shares of QR 1 each	2,551,146	2,551,146	2,551,146

Qatar Investment Authority holds 47.71% of the ordinary shares of the Bank with the remaining shares held by members of the public and institutions (52.29%).

4 (b) Dividends paid

During the six-month period ended June 30, 2025, the Bank paid a cash dividend of QR 0.25 per share amounting to QR 637,787 thousand (2024: QR 0.25 per share amounting to QR 637,787 thousand).

5 FAIR VALUE RESERVE

	30 June 2025 (Reviewed) QR'000	30 June 2024 (Reviewed) QR'000	31 December 2024 (Audited) QR'000
At the beginning of the period / year	(16,680)	(37,294)	(37,294)
Net change in fair value during the period / year	4,298	8,502	20,614
At the end of the period / year	<u>(12,382)</u>	<u>(28,792)</u>	<u>(16,680)</u>

6 INSTRUMENTS ELIGIBLE FOR ADDITIONAL CAPITAL

	30 June 2025 (Reviewed) QR'000	30 June 2024 (Reviewed) QR'000	31 December 2024 (Audited) QR'000
Issued on 17 February 2021	<u>1,092,000</u>	<u>1,092,000</u>	<u>1,092,000</u>

The Group had issued regulatory Tier I capital notes totalling to QR 1.092 billion during 2021. These notes are perpetual, subordinated, unsecured and have been priced at a fixed rate for the first five years and shall be re-priced thereafter. The notes carry no maturity date and have been classified as additional Tier 1 capital. The dividend is discretionary and is non-cumulative.

7 LOANS AND ADVANCES TO CUSTOMERS

Loans and advances to customers comprise:

	30 June 2025 (Reviewed) QR'000	30 June 2024 (Reviewed) QR'000	31 December 2024 (Audited) QR'000
Gross loans and advances to customers	40,627,631	36,314,991	37,804,309
Less: allowance for impairment on loans and advances to customers	<u>(2,875,765)</u>	<u>(2,384,978)</u>	<u>(2,616,443)</u>
	37,751,866	33,930,013	35,187,866
Interest receivables	438,579	392,386	475,453
Net loans and advances to customers	<u>38,190,445</u>	<u>34,322,399</u>	<u>35,663,319</u>

The total non-performing loans and advances to customers at 30 June 2025 amounted to QR 1,197,890 thousand, representing 2.95% of the gross loans and advances (31 December 2024: QR 1,099,921 thousand representing 2.91% of the gross loans and advances to customers and 30 June 2024: QR 1,009,964 thousand representing 2.78% of the gross loans and advances to customers).

Interest in suspense of QR 205,284 thousand as of 30 June 2025 (31 December 2024: QR 171,059 thousand and 30 June 2024: QR 138,459 thousand) is, for the purpose of the Qatar Central Bank regulatory requirements, included in the above allowance for impairment on loans and advances to customers.

8 INVESTMENT SECURITIES

	30 June 2025 (Reviewed) QR'000	30 June 2024 (Reviewed) QR'000	31 December 2024 (Audited) QR'000
Investment securities measured at fair value through other comprehensive income (FVOCI)	658,326	784,448	541,738
Investment securities measured at fair value through profit or loss (FVTPL)	368,700	277,476	290,074
Investment securities measured at amortised cost(AC)	9,664,657	8,132,940	8,547,055
Gross investments securities	10,691,683	9,194,864	9,378,867
Less: allowance for impairment on investment securities	(5,299)	(23,200)	(22,686)
	10,686,384	9,171,664	9,356,181
Interest receivable on investment securities (Debt instruments)	113,651	86,567	88,755
Net investments securities	10,800,035	9,258,231	9,444,936

9 EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the profit for the period by the weighted average number of shares in issue during the period.

	For the three-month period 30 June		For the six-month period 30 June	
	2025 (Reviewed)	2024 (Reviewed)	2025 (Reviewed)	2024 (Reviewed)
Profit for the period – QR'000	173,145	164,946	402,400	383,010
Less: Dividend paid for Tier 1 capital instruments– QR'000	-	-	(21,840)	(21,840)
	173,145	164,946	380,560	361,170
Weighted average number of shares	2,551,146,17	2,551,146,17	2,551,146,17	2,551,146,17
Earnings per share (QR)	0.068	0.065	0.149	0.142

There were no potentially dilutive shares outstanding at any time during the period, therefore, the diluted earnings per share is equal to the basic earnings per share.

10 CASH AND CASH EQUIVALENTS

	30 June 2025 (Reviewed) QR'000	30 June 2024 (Reviewed) QR'000
Cash and balances with Qatar Central Bank	613,082	453,262
Money market placements with original maturity of less than 3 months	3,010,765	2,359,659
Total cash and cash equivalents	3,623,847	2,812,921

* Cash and balances with Qatar Central Bank do not include the mandatory cash reserve.

11 FINANCIAL INSTRUMENTS - CARRYING AMOUNT, FAIR VALUES AND FAIR VALUE HIERARCHY

The Group measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

Level 1: Quoted market price (unadjusted) in an active market for an identical instrument.

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly; and

Level 3: Techniques which use inputs which have a significant effect on the recorded fair value that are based on unobservable market data.

11 (a) Financial instruments measured at fair value – fair value hierarchy

The table below analyses financial instruments measured at fair value at the end of the reporting period, by the level in the fair value hierarchy into which the fair value measurement is categorised:

	Level 1 QR'000	Level 2 QR'000	Level 3 QR'000	Total QR'000
30 June 2025 (Reviewed)				
Derivative assets held for risk management	-	335,879	-	335,879
Investment securities (FVTPL/FVOCI)	900,186	126,840	-	1,027,026
	<u>900,186</u>	<u>462,719</u>	<u>-</u>	<u>1,362,905</u>
Derivative liabilities held for risk management	-	5,391	-	5,391
	<u>-</u>	<u>5,391</u>	<u>-</u>	<u>5,391</u>
	Level 1 QR'000	Level 2 QR'000	Level 3 QR'000	Total QR'000
30 June 2024 (Reviewed)				
Derivative assets held for risk management	-	25,174	-	25,174
Investment securities (FVTPL/FVOCI)	1,007,574	54,350	-	1,061,924
	<u>1,007,574</u>	<u>79,524</u>	<u>-</u>	<u>1,087,098</u>
Derivative liabilities held for risk management	-	43,703	-	43,703
	<u>-</u>	<u>43,703</u>	<u>-</u>	<u>43,703</u>
	Level 1 QR'000	Level 2 QR'000	Level 3 QR'000	Total QR'000
31 December 2024 (Audited)				
Derivative assets held for risk management	-	7,131	-	7,131
Investment securities (FVTPL/FVOCI)	778,006	53,806	-	831,812
	<u>778,006</u>	<u>60,937</u>	<u>-</u>	<u>838,943</u>
Derivative liabilities held for risk management	-	257,843	-	257,843
	<u>-</u>	<u>257,843</u>	<u>-</u>	<u>257,843</u>

During the periods ended 30 June 2025 and 30 June 2024 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.

11(b) Financial instruments not measured at fair value

Fair value of investment securities measured at amortised cost amounting to QR 9,619,772 thousand as at 30 June 2025 (31 December 2024: QR 8,464,863 thousand and 30 June 2024: QR 8,056,364 thousand), is derived using level 1 fair value hierarchy.

12 CONTINGENT LIABILITIES, GUARANTEES AND OTHER COMMITMENTS

	30 June 2025 (Reviewed) QR'000	30 June 2024 (Reviewed) QR'000	31 December 2024 (Audited) QR'000
Contingent liabilities:			
Unused credit facilities (cancellable and non-cancellable)	13,812,379	11,927,669	11,330,210
Guarantees	5,933,670	6,309,552	5,939,319
Letters of credit	494,236	354,083	325,360
	<u>20,240,285</u>	<u>18,591,304</u>	<u>17,594,889</u>
Other commitments:			
Forward foreign exchange contracts	<u>7,826,816</u>	<u>3,325,236</u>	<u>6,771,731</u>

Unused credit facilities

Commitments to extend credit represent contractual commitments to fund loans and revolving credits. Commitments generally have fixed expiry dates or other termination clauses. Since commitments may expire without being drawn upon, the total contract amounts do not necessarily represent future cash requirements.

Guarantees and letters of credit

Letters of credit and guarantees commit the Group to make payments on behalf of customers contingent upon their failure to perform under the terms of contracts with third parties. Guarantees and standby letters of credit carry the same risk as loans. Credit guarantees can be in the form of irrevocable letters of credits, advance payment guarantees and endorsements liabilities from bills rediscounted.

13 SEGMENT INFORMATION

For management reporting purposes, the Group is organised into two major operating segments:

Retail banking, private banking and wealth management	Principally handling individual customers' deposit and current accounts, providing consumer loans, residential mortgages, overdrafts, credit cards and fund transfer facilities. Private banking and wealth management represents servicing high net worth individuals through a range of investment products, funds, credit facilities, trusts and alternative investments.
Corporate banking, treasury, investments and brokerage subsidiary	Principally handling loans and other credit facilities, and deposit and current accounts for corporate and institutional customers and providing money market, trading and treasury services, as well as management of the Group's funding. This includes the brokerage activities of the wholly owned subsidiary, Ahli Brokerage Company L.L.C.

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

13 SEGMENT INFORMATION (CONTINUED)

Segment information for the period is as follows:

	Retail & private banking and wealth management	Corporate banking, treasury, investments and brokerage subsidiary	Total
30 June 2025 (Reviewed)	QR'000	QR'000	QR'000
Net interest income	61,199	602,672	663,871
Net fee, commission and other income	39,088	114,199	153,287
Total segment operating income	100,287	716,871	817,158
Other material non-cash item:			
Net impairment losses	(21,912)	(186,180)	(208,092)
Reportable segment (loss) / profit	(10,633)	413,033	402,400
Reportable segment assets	8,177,341	53,926,516	62,103,857
Reportable segment liabilities	18,708,012	35,195,514	53,903,526
30 June 2024 (Reviewed)	QR'000	QR'000	QR'000
Net interest income	90,229	725,841	816,070
Net fee, commission and other income	40,802	45,685	86,487
Total segment operating income	131,031	771,526	902,557
Other material non-cash item:			
Net impairment losses	(56,022)	(271,375)	(327,397)
Reportable segment profit	(8,552)	391,562	383,010
Reportable segment assets	7,328,149	52,068,085	59,396,234
Reportable segment liabilities	18,203,049	33,216,520	51,419,569

* There is no inter-group transactions in the above segmental information.

* The Group operates only within the State of Qatar.

14 RELATED PARTIES

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 entities over which the Group exercises significant influence, major shareholders, directors, and key management personnel of the Group.

The Group enters into transactions with major shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled, or significantly influenced by such parties. All the loans, advances, and financing activities to related parties are given at market rates and these are performing and free of any allowance for possible credit losses.

14 RELATED PARTIES (CONTINUED)

The balances of related parties included in the interim condensed consolidated financial statements are as follows:

	30 June 2025 (Reviewed)		30 June 2024 (Reviewed)		31 December 2024 (Audited)	
	Board of Directors	Shareholders	Board of Directors	Shareholders	Board of Directors	Shareholders
	QR' 000	QR' 000	QR' 000	QR' 000	QR' 000	QR' 000
Assets:						
Loans and advances to customers	35,451	-	34,177	-	40,912	-
Liabilities:						
Customer deposits	5,608,015	1,170,165	4,850,132	1,110,924	5,092,173	1,110,924
Unfunded items:						
Letters of guarantee, letters of credit, commitments and indirect credit facilities	16,448	-	16,502	-	16,502	-

	For the six month-period ended 30 June 2025 (Reviewed)		For the six-month period ended 30 June 2024 (Reviewed)	
	Board of Directors	Shareholders	Board of Directors	Shareholders
	QR' 000	QR' 000	QR' 000	QR' 000
Interim consolidated statement of profit or loss items:				
Interest and fee and commission income	1,688	-	877	-
Interest and fee and commission expense	133,758	30,066	128,951	38,593
Board of Directors' remuneration	8,690	-	8,690	-

Transactions with key management personnel

Key management personnel (other than Board of Directors) and their immediate relatives have transacted with the Group during the period / year as follows:

	30 June 2025 (Reviewed) QR' 000	30 June 2024 (Reviewed) QR' 000	31 December 2024 (Audited) QR' 000
Other loans	<u>5,104</u>	<u>5,504</u>	<u>6,389</u>

Key management personnel compensation comprised:

	For the six-month period ended	
	30 June 2025 (Reviewed) QR' 000	30 June 2024 (Reviewed) QR' 000
Salaries and short-term employee benefits	23,426	20,792
Post employment benefits	<u>4,970</u>	<u>4,028</u>
	<u>28,396</u>	<u>24,820</u>

15 CAPITAL ADEQUACY RATIO

As per Qatar Central Bank regulations, the Group has calculated the below ratios in accordance with Basel III guidelines. The revised BASEL III guidelines are effective from 01 January 2024. The Group's minimum QCB regulatory limit, including the Capital Conservation Buffer (2.5%) and the applicable Domestic Systemically Important Bank ("DSIB") Buffer and the ICAAP Pillar II capital charge, is 14.24% for 2024.

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

	30 June 2025 (Reviewed) QR'000	30 June 2024 (Reviewed) QR'000	31 December 2024 (Audited) QR'000
Common Equity Tier 1 (CET) Capital	7,108,331	6,884,665	6,723,474
Additional Tier 1 Capital	1,092,000	1,092,000	1,092,000
Additional Tier 2 Capital	504,384	457,803	457,673
Total Eligible Capital	8,704,715	8,434,468	8,273,147
Risk Weighted Assets	42,592,551	38,899,314	38,954,823
Total Capital Adequacy Ratio (%)	20.44%	21.68%	21.24%

16 INCOME TAX

On 27 March 2025, Qatar published in the Official Gazette, Law No. 22 of 2024 amending specific provisions of the Income Tax Law promulgated under Law No. 24 of 2018 by introducing Domestic Minimum Top-up Tax ('DMTT') and Income Inclusion Rule ('IIR') with a minimum effective tax rate of 15% groups, in accordance with the Base Erosion and Profit Shifting (BEPS) Pillar Two Anti-Global Erosion (GloBE) framework.

The GloBE framework is designed to ensure that large multinational enterprise (MNE) groups pay a minimum level of tax on income generated in each jurisdiction of operations. There are the two key conditions for an MNE group to fall under the scope of GloBE i.e. Revenue Threshold and MNE Group Definition.

As on the reporting date, although the revenue threshold is met, the Group is not a MNE as the parent and its subsidiaries are permanent establishments with a local tax card in Qatar. Hence, the Pillar Two Global Minimum Tax provisions are not applicable to the Group as of reporting date