

GFH BANK BSC (formerly known as GFH Financial Group BSC)

**CONDENSED CONSOLIDATED
INTERIM FINANCIAL INFORMATION**

31 March 2026

Commercial registration	:	44136 (registered with Central Bank of Bahrain as an Islamic wholesale Bank)
Registered Office	:	2nd Floor, Harbor House Building Number 1436 Block: 346, Road: 4626 Manama, Kingdom of Bahrain Telephone +973 17538538
Directors	:	Abdulmohsen Rashed Alrashed, Chairman Ghazi Faisal Ebrahim Alhajeri, Vice Chairman Hisham Ahmed Alrayes Ali Murad Darwish Al Ketbi Fawaz Talal Al Tamimi Rashid Nasser Al Kaabi Abdulaziz Abdulhamid Albassam Abdulla Jehad Alzain H.H Shaikha Minwa Bint Ali Bin Khalifa Al Khalifa
Chief Executive Officer	:	Hisham Ahmed Alrayes
Auditors	:	KPMG Fakhro

CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

For the three months period ended 31 March 2026

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Independent auditors' report on review of condensed consolidated interim financial information

To the Board of Directors of

GFH Bank BSC (formerly known as GFH Financial Group BSC)
Kingdom of Bahrain

Introduction

We have reviewed the accompanying 31 March 2026 condensed consolidated interim financial information of GFH Bank BSC (formerly known as GFH Financial Group BSC) (the "Bank") and its subsidiaries (together the "Group"), which comprises:

- the condensed consolidated statement of financial position as at 31 March 2026;
- the condensed consolidated statement of income for the three-months period ended 31 March 2026;
- the condensed consolidated statement of comprehensive income for the three-months period ended 31 March 2026;
- the condensed consolidated statement of income and attribution related to quasi-equity for the three-months period ended 31 March 2026;
- the condensed consolidated statement of changes in owners' equity for the three-months period ended 31 March 2026;
- the condensed consolidated statement of cash flows for the three-months period ended 31 March 2026;
- the condensed consolidated statement of changes in off-balance sheet investment accounts for the three-months period ended 31 March 2026; and
- notes to the condensed consolidated interim financial information.

The Board of Directors of the Bank is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with FAS 41, "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of 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 Auditing standards for Islamic Financial Institutions 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 31 March 2026 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with FAS 41, "Interim Financial Reporting".

14 May 2026

GFH BANK BSC (formerly known as GFH Financial Group BSC)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2026

US\$ 000's

	Note	31 March 2026 (reviewed)	31 December 2025 (audited)	31 March 2025 (reviewed)
ASSETS				
Cash and bank balances		256,154	249,230	274,966
Treasury portfolio	8	5,161,849	5,291,923	5,206,550
Financing contracts	9	2,481,759	2,529,917	2,328,685
Proprietary assets	10	3,242,563	3,075,844	2,589,237
Receivables and other assets	11	969,822	1,000,405	1,133,063
Property and equipment		57,179	54,796	56,778
TOTAL ASSETS		12,169,326	12,202,115	11,589,279
LIABILITIES				
Clients accounts		428,071	335,400	360,891
Placements from financial institutions		2,961,567	3,044,067	2,807,883
Placements from non-financial Institutions and individuals		1,041,767	1,280,091	977,198
Term financing	12	2,752,691	2,523,516	2,072,980
Other liabilities	13	469,723	563,891	495,730
TOTAL LIABILITIES		7,653,819	7,746,965	6,714,682
QUASI EQUITY	14	3,508,088	3,317,929	3,804,629
OWNERS' EQUITY				
Share capital		1,015,637	1,015,637	1,015,637
Treasury shares		(183,645)	(158,578)	(95,685)
Statutory reserve		73,379	73,379	59,368
Investment fair value reserve		(65,385)	(27,370)	(47,865)
Other reserve		-	-	(21,803)
Retained earnings		55,032	107,358	18,496
Share grant reserve		12,245	10,342	8,440
Total equity attributable to shareholders of the Bank		907,263	1,020,768	936,588
Non-controlling interests		100,156	116,453	133,380
TOTAL OWNERS' EQUITY		1,007,419	1,137,221	1,069,968
TOTAL LIABILITIES, QUASI EQUITY AND OWNERS' EQUITY		12,169,326	12,202,115	11,589,279

The Board of Directors approved the condensed consolidated interim financial information on 14 May 2026 and signed on its behalf by:


 Abdulmohsen Rashed Alrashed
 Chairman


 Hisham Alrayes
 Chief Executive Officer & Board member

The accompanying notes 1 to 24 form an integral part of the condensed consolidated interim financial information.

CONDENSED CONSOLIDATED STATEMENT OF INCOME

For the three months period ended 31 March 2026

US\$ 000's

		Three months ended	
	Note	31 March 2026 (reviewed)	31 March 2025 (reviewed)
Wealth and investment management		82,505	51,553
Credit & financing		39,974	33,219
Treasury and proprietary		28,512	37,098
Total income	15	150,991	121,870
Other operating expenses		61,255	59,678
Finance expense		37,075	25,675
Impairment allowances	16	18,321	5,824
Total expenses		116,651	91,177
Profit for the period		34,340	30,693

Profit attributable to:		
Shareholders of the Bank	35,108	30,140
Non-controlling interests	(768)	553
	34,340	30,693

Earnings per share

Basic and diluted earnings per share (US cents)

17	1.01	0.85
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Abdulmohsen Rashed Alrashed
Chairman


Hisham Alrayes
Chief Executive Officer & Board member

GFH BANK BSC (formerly known as GFH Financial Group BSC)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the three months period ended 31 March 2026

US\$ 000's

	Three months ended	
	31 March 2026 (reviewed)	31 March 2025 (reviewed)
Profit for the period	34,340	30,693
Other comprehensive income (OCI)		
Items that are or may be reclassified subsequently to statement of income		
Fair value changes on debt investments carried at fair value through OCI*	(43,749)	(9,273)
Fair value changes on equity investments carried at fair value through OCI	1,050	6,190
Equity-accounted investees - share of OCI	(140)	-
Attributable to quasi-equity	(80)	(154)
Total other comprehensive income for the period	(42,919)	(3,237)
Total comprehensive income for the period	(8,579)	27,456
Total comprehensive income attributable to:		
Shareholders of the Bank	(2,907)	27,207
Non-controlling interests	(5,672)	249
	(8,579)	27,456

*This amount primarily represents the fair value decline in the FVOCI sovereign sukuk portfolio during the month of March, driven by market shocks arising from the ongoing regional conflict and geopolitical situation. Subsequent to the reporting date, the market conditions have improved, and these declines have significantly reversed as of date of approval of the condensed consolidated financial information.

GFH BANK BSC (formerly known as GFH Financial Group BSC)
CONDENSED CONSOLIDATED STATEMENT OF INCOME AND ATTRIBUTION RELATED TO QUASI-EQUITY
For the three months period ended 31 March 2026

US\$ 000's

	Three months ended	
	31 March 2026 (reviewed)	31 March 2025 (reviewed)
Net operating income attribution to quasi equity	108,574	81,500
Adjusted for:		
Less: income not attributable to quasi-equity	(92,119)	(77,059)
Add: Profit expense on due to banks and non-banks	22,743	23,330
Add: expenses not attributable to quasi-equity	62,487	58,547
Less: institution's share of income for its own/ share of investments	(38,615)	(33,050)
Less: allowance for impairment allowances attributable to quasi-equity	2,552	1,621
Total income available for quasi-equity holders	65,622	54,889
Profit equalization reserve – net movement	-	-
Total income attributable to quasi-equity holders (adjusted for reserves)	65,622	54,889
Less: Mudarib's share	(2,069)	(4,082)
Less: Wakala fees	(7,553)	-
Net income attributable to quasi-equity	56,000	50,807
Profit distributable to quasi-equity	56,000	50,807
Other comprehensive income that may subsequently be classified to statement of income	(80)	(154)
Total comprehensive income – attributable to quasi-equity	55,920	50,653
Add: Other comprehensive income not subject to immediate distribution	80	154
Net profit attributable to quasi-equity	56,000	50,807

The accompanying notes 1 to 24 form an integral part of the condensed consolidated interim financial information.

GFH BANK BSC (formerly known as GFH Financial Group BSC)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

For the three months period ended 31 March 2026

US\$ 000's

	Attributable to shareholders of the Bank							Non-Controlling Interests (NCI)	Total owners' equity
	Share capital	Treasury shares	Statutory reserve	Other reserve	Investment fair value reserve	Retained earnings	Share grant reserve		
31 March 2026 (reviewed)									
Balance at 1 January 2026	1,015,637	(158,578)	73,379	-	(27,370)	107,358	10,342	116,453	1,137,221
Profit for the period	-	-	-	-	-	35,108	-	(768)	34,340
Other comprehensive income	-	-	-	-	(38,015)	-	-	(4,904)	(42,919)
Total comprehensive income for the period	-	-	-	-	(38,015)	35,108	-	(5,672)	(8,579)
Share based payment	-	-	-	-	-	-	1,903	-	1,903
Transfer to zakah and charity fund	-	-	-	-	-	(7,000)	-	-	(7,000)
Dividends declared for 2025	-	-	-	-	-	(80,000)	-	-	(80,000)
Sale of treasury shares	-	104,820	-	-	-	(6)	-	-	104,814
Purchase of treasury shares	-	(129,887)	-	-	-	-	-	-	(129,887)
Acquisition of additional stake in subsidiary	-	-	-	-	-	1,915	-	(7,062)	(5,147)
Reduction on account of dividend payment	-	-	-	-	-	(2,343)	-	(3,563)	(5,906)
Balance at 31 March 2026	1,015,637	(183,645)	73,379	-	(65,385)	55,032	12,245	100,156	1,007,419

The accompanying notes 1 to 24 form an integral part of the condensed consolidated interim financial information.

GFH BANK BSC (formerly known as GFH Financial Group BSC)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY
For the three months period ended 31 March 2026 (continued)
US\$ 000's

	Attributable to shareholders of the Bank							Non-Controlling Interests (NCI)	Total owners' equity
	Share capital	Treasury shares	Statutory reserve	Other reserve	Investment fair value reserve	Retained earnings	Share grant reserve		
31 March 2025 (reviewed)									
Balance at 1 January 2025	1,015,637	(90,692)	59,368	(26,189)	(40,546)	56,918	6,440	134,155	1,115,091
Profit for the period	-	-	-	-	-	30,140	-	553	30,693
Other comprehensive income	-	-	-	4,386	(7,319)	-	-	(304)	(3,237)
Total comprehensive income for the period	-	-	-	4,386	(7,319)	30,140	-	249	27,456
Share based payment	-	-	-	-	-	-	2,000	-	2,000
Transfer to zakah and charity fund	-	-	-	-	-	(1,500)	-	-	(1,500)
Dividends declared for 2024	-	-	-	-	-	(61,000)	-	-	(61,000)
Sale of treasury shares	-	38,903	-	-	-	(6,062)	-	-	32,841
Purchase of treasury shares	-	(43,896)	-	-	-	-	-	-	(43,896)
Reduction in NCI on account of dividend payment	-	-	-	-	-	-	-	(1,024)	(1,024)
Balance at 31 March 2025	1,015,637	(95,685)	59,368	(21,803)	(47,865)	18,496	8,440	133,380	1,069,968

The accompanying notes 1 to 24 form an integral part of the condensed consolidated interim financial information.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the three months period ended 31 March 2026

US\$ 000's

	31 March 2026 (reviewed)	31 March 2025 (reviewed)
OPERATING ACTIVITIES		
Profit for the period	34,340	30,693
Adjustments for:		
Treasury and Proprietary	(87,716)	(26,956)
Foreign exchange gain	(2,555)	(2,587)
Finance expense	37,075	25,675
Impairment allowances	18,321	5,824
Depreciation and amortisation	3,670	2,470
	3,135	35,119
Changes in:		
Placements with financial institutions (original maturities of more than 3 months)	(46,143)	(46,487)
Financing contracts	36,235	(138,415)
Receivables and Other assets	(26,149)	(170,200)
CBB Reserve and restricted bank balance	(3,138)	(8,309)
Clients accounts	92,671	(49,028)
Repo and FI availed / (repaid), net	219,711	(43,830)
Placements from financial, non-financial institutions and individuals	12,841	501,814
Quasi equity	190,159	353,623
Other liabilities	(181,168)	(161,437)
Net cash generated from operating activities	298,154	272,850
INVESTING ACTIVITIES		
Purchase of equipment, net	(225)	(1,026)
Purchase of Proprietary assets, net	(80,698)	(16,790)
(Purchase) / sale of treasury portfolio, net	(193,420)	22,753
Profit received on treasury portfolio	83,216	31,905
Dividends received from Proprietary assets	88,596	17,373
Net cash (used in) / generated from investing activities	(102,531)	54,215
FINANCING ACTIVITIES		
Issue of GFH sukuk, net	-	(90,852)
Finance expense paid	(136,687)	(127,370)
Purchase of treasury shares, net	(25,066)	(4,993)
Dividends paid	(2,945)	-
Net cash used in from financing activities	(164,698)	(223,215)
Net increase in cash and cash equivalents during the period	30,925	103,850
Cash and cash equivalents at 1 January	1,132,892	1,164,385
Cash and cash equivalents at 31 March *	1,163,817	1,268,235
Cash and cash equivalents comprise:		
Cash and balances with banks (excluding CBB reserve balance and restricted cash)	159,038	190,509
Placements with financial institutions (original maturities of 3 months or less)	1,004,779	1,077,726
	1,163,817	1,268,235

* net of expected credit loss of US\$ 23 thousands (31 March 2025: US\$ 15 thousands).

The accompanying notes 1 to 24 form an integral part of the condensed consolidated interim financial information.

GFH BANK BSC (formerly known as GFH Financial Group BSC)**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OFF-BALANCE-SHEET INVESTMENT ACCOUNTS****For the three months period ended 31 March 2026**

US\$ 000's

31 March 2026 (Reviewed)

Opening Balance	Additions during the period	Income	Wakala Fee	Distributions/Withdrawal during the period	Closing Balance
2,801,622	565,976	64,180	(18,950)	(121,235)	3,291,593

31 March 2025 (Reviewed)

Opening Balance	Additions during the period	Income	Wakala Fee	Distributions/Withdrawal during the period	Closing Balance
1,685,279	199,903	29,688	(3,792)	(223,593)	1,687,485

Off-Balance-Sheet investment account represents invests funds managed under discretionary wakala contracts (note 22)

The accompanying notes 1 to 24 form an integral part of the condensed consolidated interim financial information.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION**For the three months period ended 31 March 2026**

US\$ 000's

1 REPORTING ENTITY

GFH Bank BSC (formerly known as GFH Financial Group BSC) ("the Bank") was incorporated in 1999 in the Kingdom of Bahrain under Commercial Registration No. 44136 and operates under an Islamic Wholesale Investment Banking license issued by the Central Bank of Bahrain ("CBB"). The Bank's shares are listed on the Bahrain, Kuwait, Dubai and Abu Dhabi Financial Market Stock Exchanges.

The Bank's sukuk certificates are listed on London Stock Exchange. The Bank's activities are regulated by the CBB. The principal activities of the Bank include investment advisory services and investment transactions which comply with Islamic rules and principles determined by the Bank's Shari'a Supervisory Board.

The condensed consolidated interim financial information for the three months period ended 31 March 2026 comprise the results of the Bank and its subsidiaries (together referred to as "the Group").

The following are the significant subsidiaries consolidated in the condensed consolidated interim financial information.

Investee name	Country of incorporation	Effective ownership interests as at 31 March 2026	Activities
GFH Partners Ltd	United Arab Emirates	100%	Investment management
GFH Capital S.A.	Saudi Arabia	100%	Investment management
GFH Equities BSC (c)	Kingdom of Bahrain	85.68%	Investment management
Khaleeji Bank BSC ('KHALEEJI')	Kingdom of Bahrain	82.95%	Islamic retail bank

During the period, the Bank acquire additional 9.046% in GFH Equities during the period.

The Bank has other Special Purpose Vehicles and holding companies which are set up to supplement the activities of the Bank and its principal subsidiaries, and hold assets and non-core operations which are not material to the Group.

2 BASIS OF PREPARATION AND PRESENTATION

The condensed consolidated interim financial information of the Group has been prepared in accordance with Financial Accounting Standard FAS 41, Interim Financial Reporting ("FAS 41") issued by the Accounting and Auditing Organisation of Islamic Financial Institutions ("AAOIFI"). In line with the requirements of AAOIFI and the Central Bank of Bahrain (CBB) rule book, for matters not covered under AAOIFI standards the group uses guidance from the relevant IFRS Accounting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards").

These condensed consolidated interim financial information are reviewed and not audited. The condensed consolidated interim financial information of the Group does not contain all information and disclosures required for the annual consolidated financial statements and should be read in conjunction with the Group's audited annual consolidated financial statements for the year ended 31 December 2025. However, selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Group's financial position and performance since the last annual consolidated financial statements as at and for the year ended 31 December 2025.

3 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation applied by the Group in the preparation of the condensed consolidated interim financial information are the same as those used in the preparation of the Group's last audited consolidated financial statements as at and for the period ended 31 December 2025.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION**For the three months period ended 31 March 2026**

US\$ 000's

3 SIGNIFICANT ACCOUNTING POLICIES *continued***New standards, amendments, and interpretations effective for annual periods beginning on or after 1 January 2026**

- (i) FAS 45: Quasi-Equity (Including Investment Accounts)
- (ii) FAS 46: Off-Balance-Sheet Assets Under Management
- (iii) FAS 47: Transfer of Assets Between Investment Pools
- (iv) FAS 48: Promotional Gifts and Prizes

The adoption of these standards did not have a significant impact on this condensed consolidated interim financial information.

New standards, amendments, and interpretations issued but not yet effective

- (i) FAS 50 "Financial Reporting for Islamic Investment Institutions (Including Investment Funds) has been issued but effective from annual period beginning on or before 1 January 2027 with earlier application permitted.

- (ii) Withdrawal of FAS 26 – Investment in Real Estate and Related Transitional Provisions

The Bank is not expecting a significant impact on its consolidated financial statements from adopting this standard.

4 ESTIMATES AND JUDGEMENTS

Preparation of condensed consolidated interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The areas of significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were similar to those applied to the audited consolidated financial statements as at and for the year ended 31 December 2025 except for the below.

Impact of current geopolitical developments

Since 28 February 2026, the geopolitical situation in the Middle East has intensified and continues to evolve, resulting in increased uncertainty in the economic environment across the region, including the Kingdom of Bahrain.

The Group is closely monitoring developments and has activated its business continuity and risk management protocols to mitigate the potential impact of any disruption on its operations and financial performance. The Group also continues to assess the potential business implications arising from these uncertainties, together with the effect of any support and relief measures introduced by regional governments and central banks.

Impact on impairment allowances

Given the recent and rapidly evolving nature of the situation, the volatility and uncertainty inherent in forward-looking economic forecasts may not be fully reflected in the modelled ECL outcomes as at 31 March 2026. Accordingly, a higher degree of management judgement and estimation uncertainty was involved in determining ECL as at 31 March 2026. In particular, the Group revisited the probability weightings assigned to the forward-looking macroeconomic scenarios used in the measurement of ECL to reflect the heightened uncertainty in the current environment. The revised scenario weightings applied by the Group are as follows

Scenario	31 March 2026	31 December 2025	31 March 2025
Best	5%	15%	15%
Base	50%	70%	70%
Worst	45%	15%	15%

The Group also considered management overlays to address model limitations and portfolio-specific risk characteristics not fully captured by the underlying modelled outcomes. The reported ECL allowance represents management's best estimate at the reporting date based on available information. The situation remains fluid and the Group will continue to reassess the related impact as developments unfold.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION**For the three months period ended 31 March 2026**

US\$ 000's

4 ESTIMATES AND JUDGEMENTS (continued)**Assessment of the carrying values of assets**

As of 31 March 2026, management performed an assessment of the carrying values of the Group's financial and non-financial assets, including financing contracts, investments in Sukuk and other yielding investments, Investment in securities and investment in real estate, for any indicators of impairment or the need for valuation adjustments arising from the current geopolitical environment. Based on the information available at the reporting date, management concluded that the carrying values of these assets remain appropriate and no additional adjustments were required in this condensed consolidated interim financial information.

The Group continues to closely monitor regional and global developments and will revise its assumptions, judgments and estimates, where necessary, as the situation evolves.

5 FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with those disclosed in the audited consolidated financial statements for the year ended 31 December 2025.

Regulatory ratios**a. Net stable funding Ratio (NSFR)**

NSFR as a percentage is calculated as "Available stable funding" divided by "Required stable funding".

The Consolidated NSFR calculated as per the requirements of the CBB rulebook, is as follows:

As at 31 March 2026

No.	Item	No Specified Maturity	Less than 6 months	More than 6 months and less than 1 year	Over one year	Total weighted value
Available Stable Funding (ASF):						
1	Capital:					
2	Regulatory Capital	873,705	-	-	49,519	923,224
3	Other Capital Instruments	-	-	-	-	-
4	Retail deposits and deposits from small business customers:					
5	Stable deposits	-	122,890	20,255	4,835	140,823
6	Less stable deposits	-	2,434,547	1,017,423	193,330	3,300,102
7	Wholesale funding:					
8	Operational deposits	-	-	-	-	-
9	Other Wholesale funding	-	5,036,649	765,159	1,221,396	6,136,960
10	Other liabilities:					
11	NSFR Shari'a-compliant hedging contract liabilities		-	-	-	
12	All other liabilities not included in the above categories	-	209,629	-	375,292	375,292
13	Total ASF					10,876,401
Required Stable Funding (RSF):						
14	Total NSFR high-quality liquid assets (HQLA)					108,912
15	Deposits held at other financial institutions for operational purposes					

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

For the three months period ended 31 March 2026

US\$ 000's

5 FINANCIAL RISK MANAGEMENT (continued)

No.	Item	No Specified Maturity	Less than 6 months	More than 6 months and less than 1 year	Over one year	Total weighted value
16	Performing financing and sukuk/ securities:	-	1,389,473	-	1,429,047	1,423,111
17	Performing financial to financial institutions by level 1 HQLA	-	-	5,028	1	2,515
18	Performing financing to financial institutions secured by non-level 1 HQLA and unsecured performing financing to financial institutions	-	45,125	436,498	334,599	525,220
19	Performing financing to non-financial corporate clients, financing to retail and small business customers, and financing to sovereigns, central banks and PSEs, of which:	-	232,457	166,953	593,773	585,657
20	With a risk weight of less than or equal to 35% as per the CBB Capital Adequacy Ratio guidelines	-	-	-	-	-
21	Performing residential mortgages, of which:	-	-	-	-	-
22	With a risk weight of less than or equal to 35% under the CBB Capital Adequacy Ratio Guidelines	-	-	-	-	-
23	Securities/sukuk that are not in default and do not qualify as HQLA, including exchange-traded equities	-	798,603	12,555	668,729	1,074,308
24	Other assets:	-	-	-	-	-
25	Physical traded commodities, including gold	-	-	-	-	-
26	Assets posted as initial margin for Shari'a-compliant hedging contracts and contributions to default funds of CCPs	-	-	-	-	-
27	NSFR Shari'a-compliant hedging assets	-	-	-	-	10,041
28	NSFR Shari'a-compliant hedging contract liabilities before deduction of variation margin posted	-	-	-	-	-
29	All other assets not included in the above categories	4,085,371	-	-	-	4,085,371
30	OBS items	-	-	-	-	171,945
31	Total RSF	-	2,465,659	621,032	3,026,148	7,987,080
32	NSFR(%)	-	-	-	-	136%

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

For the three months period ended 31 March 2026

US\$ 000's

5 FINANCIAL RISK MANAGEMENT (continued)

As at 31 December 2025

No.	Item	No Specified Maturity	Less than 6 months	More than 6 months and less than 1 year	Over one year	Total weighted value
Available Stable Funding (ASF):						
1	Capital:					
2	Regulatory Capital	986,030	-	-	44,085	1,030,114
3	Other Capital Instruments	-	-	-	-	-
4	Retail deposits and deposits from small business customers:					
5	Stable deposits		112,793	8,652	619	115,992
6	Less stable deposits	-	2,700,808	847,283	155,987	3,349,269
7	Wholesale funding:					
8	Operational deposits					
9	Other Wholesale funding	-	5,045,215	662,642	1,091,031	5,963,045
10	Other liabilities:					
11	NSFR Shari'a-compliant hedging contract liabilities					
12	All other liabilities not included in the above categories	-	218,665	-	428,629	428,629
13	Total ASF					10,887,049
Required Stable Funding (RSF):						
14	Total NSFR high-quality liquid assets (HQLA)					108,633
15	Deposits held at other financial institutions for operational purposes					
16	Performing financing and sukuk/ securities:		1,375,918		1,414,700	1,408,883
17	Performing financial to financial institutions by level 1 HQLA	-	-	-	5,109	5,109
18	Performing financing to financial institutions secured by non-level 1 HQLA and unsecured performing financing to financial institutions	-	3,365	15,037	972,620	835,928
19	Performing financing to non-financial corporate clients, financing to retail and small business customers, and financing to sovereigns, central banks and PSEs, of which:	-	195,589	226,103	579,278	587,377
20	With a risk weight of less than or equal to 35% as per the CBB Capital Adequacy Ratio guidelines	-	-	-	-	-
21	Performing residential mortgages, of which:					

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION**For the three months period ended 31 March 2026**

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5 FINANCIAL RISK MANAGEMENT (continued)

No.	Item	No Specified Maturity	Less than 6 months	More than 6 months and less than 1 year	Over one year	Total weighted value
22	With a risk weight of less than or equal to 35% under the CBB Capital Adequacy Ratio Guidelines	-	-	-	-	-
23	Securities/sukuk that are not in default and do not qualify as HQLA, including exchange-traded equities	-	1,044,439	-	558,870	1,081,089
24	Other assets:	-	-	-	-	-
25	Physical traded commodities, including gold	-	-	-	-	-
26	Assets posted as initial margin for Shari'a-compliant hedging contracts and contributions to default funds of CCPs	-	-	-	-	-
27	NSFR Shari'a-compliant hedging assets	-	-	-	-	7,324
28	NSFR Shari'a-compliant hedging contract liabilities before deduction of variation margin posted	-	-	-	-	-
29	All other assets not included in the above categories	3,926,482	-	-	-	3,926,482
30	OBS items	-	-	-	-	118,854
31	Total RSF	-	2,619,311	241,140	3,530,578	8,079,679
32	NSFR(%)	-	-	-	-	135%

b Liquidity Coverage Ratio (LCR)

LCR is computed as a ratio of Stock of High-Quality Liquid Assets (HQLA) over the Net cash outflows over the next 30 calendar days.

Stock of HQLA
Net cashflows
LCR %

Minimum required by CBB

Average balance	
31 March 2026 (reviewed)	31 December 2025 (audited)
416,747	398,370
302,301	223,924
138%	178%
100%	100%

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5 FINANCIAL RISK MANAGEMENT (continued)**c. Capital Adequacy Ratio**

	31 March 2026 (reviewed)	31 December 2025 (audited)
CET 1 Capital before regulatory adjustments	922,366	1,038,618
Less: regulatory adjustments	(34,544)	(37,017)
CET 1 Capital after regulatory adjustments	887,822	1,001,601
T 2 Capital adjustments	52,342	47,135
Regulatory Capital	940,164	1,048,736
Risk weighted exposure:		
Credit Risk Weighted Assets	5,713,594	5,475,931
Market Risk Weighted Assets	176,222	116,782
Operational Risk Weighted Assets	717,104	716,397
Total Regulatory Risk Weighted Assets	6,606,920	6,309,110
Investment risk reserve (30% only)	2	2
Profit equalization reserve (30% only)	3	3
Total Adjusted Risk Weighted Exposures	6,606,915	6,309,105
Capital Adequacy Ratio (CAR)	14.23%	16.62%
Tier 1 Capital Adequacy Ratio	13.48%	15.88%
Minimum CAR required by CBB	12.50%	12.50%

6 SEASONALITY

Due to the inherent nature of the Group's business, the three-months results reported in this condensed consolidated interim financial information may not represent a proportionate share of the overall annual results.

7 COMPARATIVES

Comparative figures have been regrouped to confirm with the presentation for current period. Such regrouping did not affect previously reported profit for the period or total equity.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

For the three months period ended 31 March 2026

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8 TREASURY PORTFOLIO

	31 March 2026 (reviewed)	31 December 2025 (audited)	31 March 2025 (reviewed)
Placements with financial institutions	1,156,456	1,081,677	1,312,400
Profit rate swap and foreign currency forwards	10,041	7,324	6,353
Equity type investments			
At fair value through other comprehensive income			
- Quoted sukuk*	-	-	31,963
At fair value through income statement			
- Equity based structured notes	91,142	104,244	136,619
- Debt based structured notes	87,091	323,156	149,751
- Quoted fund	155,807	157,270	24,753
Debt type investments			
At fair value through other comprehensive income			
- Quoted sukuk*	1,629,117	1,510,777	1,136,696
At amortised cost			
- Quoted sukuk *	2,045,841	2,121,569	2,423,266
- Unquoted sukuk	4,938	4,754	5,296
Less: Impairment allowances	(18,584)	(18,848)	(20,547)
	5,161,849	5,291,923	5,206,550

*Short-term and medium-term facilities of US\$ 2,247,281 thousand (31 December 2025: US\$ 2,029,756 thousand) are secured by quoted sukuk of US\$ 3,483,429 thousand (31 December 2025: US\$ 2,781,965 thousand), structured notes of US\$ 178,233 thousand (31 December 2025: US\$ 427,400 thousand).

9 FINANCING CONTRACTS

	31 March 2026 (reviewed)	31 December 2025 (audited)	31 March 2025 (reviewed)
Murabaha*	1,753,972	1,717,383	1,528,587
Mudharaba	-	-	17,851
Ijarah assets	789,953	859,980	836,210
	2,543,925	2,577,363	2,382,648
Less: Impairment allowances	(62,166)	(47,446)	(53,963)
	2,481,759	2,529,917	2,328,685

*Murabaha financing is net of deferred profits of US\$ 74,021 thousands (31 December 2025: US\$ 77,658 thousands).

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

For the three months period ended 31 March 2026

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9 FINANCING CONTRACTS (continued)

The movement on financing contracts and impairment allowances is as follows:

Financing contracts	Stage 1	Stage 2	Stage 3	Total
Financing contracts (gross)	2,173,732	239,355	130,838	2,543,925
Expected credit loss	(10,879)	(11,397)	(39,890)	(62,166)
Financing contracts (net)	2,162,853	227,958	90,948	2,481,759

Impairment allowances	Stage 1	Stage 2	Stage 3	Total
At 1 January 2026	7,973	11,649	27,862	47,484
Net movement between stages	647	(894)	247	-
Net charge for the period	2,259	642	11,781	14,682
At 31 March 2026 (reviewed)	10,879	11,397	39,890	62,166

31 December 2025 (audited)	Stage 1	Stage 2	Stage 3	Total
Financing contracts (gross)	2,197,742	251,008	128,613	2,577,363
Expected credit loss	(8,831)	(10,197)	(28,418)	(47,446)
Financing contracts (net)	2,188,911	240,811	100,195	2,529,917

Impairment allowances	Stage 1	Stage 2	Stage 3	Total
Balance at 1 January 2025	3,034	12,230	41,627	56,891
Net transfers	(1,675)	333	1,342	-
Net charge for the year	7,471	(2,366)	8,668	13,773
Write-off	-	-	(23,218)	(23,218)
At 31 December 2025	8,830	10,197	28,419	47,446

31 March 2025 (reviewed)	Stage 1	Stage 2	Stage 3	Total
Financing contracts (gross)	2,006,570	199,744	176,334	2,382,648
Expected credit loss	(4,381)	(11,458)	(38,124)	(53,963)
Financing contracts (net)	2,002,189	188,286	138,210	2,328,685

Impairment allowances	Stage 1	Stage 2	Stage 3	Total
At 1 January 2025	3,035	12,231	41,626	56,892
Net movement between stages	(1,592)	186	1,406	-
Net charge for the period	2,938	(959)	2,737	4,716
Write-offs	-	-	(7,645)	(7,645)
At 31 March 2025	4,381	11,458	38,124	53,963

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION**For the three months period ended 31 March 2026**

US\$ 000's

10 PROPRIETARY ASSETS

	31 March 2026 (reviewed)	31 December 2025 (audited)	31 March 2025 (reviewed)
I) Equity portfolio			
Investment securities mandatorily measured at FVTIS			
- Unquoted securities	51,176	14,845	9,446
- Listed securities	308,194	260,001	98,281
	359,370	274,846	107,727
Investment securities designated as at FVOCI			
- Listed securities	-	-	19,885
- Equity type Sukuk	426,102	446,056	419,662
- Unquoted equity securities	69,776	65,198	63,550
	495,878	511,254	503,097
II) Investment properties			
- Land	672,327	613,987	471,145
- Building	212,905	213,427	171,400
	885,232	827,414	642,545
III) Development properties			
- Land	252,744	252,681	297,873
- Building	531,561	522,459	604,218
	784,305	775,140	902,091
IV) Co-investments			
Unquoted securities			
- Investment securities mandatorily measured at FVTIS	15,749	15,749	9,394
- Investment securities designated as at FVOCI *	392,316	366,092	261,030
	408,065	381,841	270,424
V) Equity-accounted Investees portfolio			
	309,713	305,349	163,353
	3,242,563	3,075,844	2,589,237

*The above balances are net of impairment allowance of US\$ 5,627 thousands (31 December 2025: US\$ 4,112 thousands and 31 March 2025: US\$ 3,579 thousands).

11 RECEIVABLES AND OTHER ASSETS

	31 March 2026 (reviewed)	31 December 2025 (audited)	31 March 2025 (reviewed)
Investment banking receivables*	199,561	172,392	232,992
Receivable from equity-accounted investees	70,727	64,775	66,658
Receivables from project companies	97,081	100,360	95,074
Receivable on sale of real estate	31,597	58,370	146,046
Advances and deposits	53,450	73,770	88,514
Employee receivables	23,690	23,282	20,324
Profit on sukuk receivable	15,330	22,504	22,624
Lease rentals receivable	2,030	2,367	2,895
Goodwill and intangibles	70,669	71,563	86,088
Receivable from sale of investments	48,541	42,700	77,182
Prepayments and other receivables	389,513	398,368	316,811
Less: Impairment allowance	(32,367)	(30,046)	(22,145)
	969,822	1,000,405	1,133,063

*These balances are significantly settled subsequent to the reporting period through monies received from clients.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION**For the three months period ended 31 March 2026**

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12 TERM FINANCING

	31 March 2026 (reviewed)	31 December 2025 (audited)	31 March 2025 (reviewed)
Murabaha financing (note 8)	2,282,005	2,062,975	1,608,646
Sukuk *	468,849	458,710	462,536
Other borrowings	1,837	1,831	1,798
	2,752,691	2,523,516	2,072,980

*Represents outstanding unsecured sukuk certificates with a profit rate of 7.5% p.a. repayable by 2029. The outstanding sukuk also includes accrued profit of US\$ 13,843 thousand (31 December 2025: US\$ 5,729 thousand).

13 OTHER LIABILITIES

	31 March 2026 (reviewed)	31 December 2025 (audited)	31 March 2025 (reviewed)
Investment banking payables	179,905	261,664	175,079
Accounts Payables	54,717	109,969	101,165
Unclaimed dividends	81,411	1,503	63,550
Payables to equity-accounted investees	16,967	17,010	17,324
Other accrued expenses and payables	46,274	65,293	25,938
Deferred Income	11,325	9,899	13,291
Payables towards purchase of investments	31,763	31,763	41,517
Zakah and Charity Fund	15,814	9,365	10,000
Employee related accruals	18,156	41,236	36,060
Mudaraba profit accrual	13,391	16,189	11,806
	469,723	563,891	495,730

14 QUASI EQUITY

	31 March 2026 (reviewed)	31 December 2025 (audited)	31 March 2025 (reviewed)
Placements and borrowings from financial institutions:			
Wakala	1,714,026	1,948,428	2,447,911
Mudaraba	1,794,062	1,369,501	1,356,718
	3,508,088	3,317,929	3,804,629

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION**For the three months period ended 31 March 2026**

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14 QUASI EQUITY (continued)**Funds are invested in the following assets:**

	31 March 2026 (reviewed)	31 December 2025 (audited)	31 March 2025 (reviewed)
Balances with banks	92,859	101,947	90,363
CBB reserve account	96,432	93,279	83,724
Debt type instruments – sukuk	1,569,657	1,548,927	2,252,831
Financing contracts	1,700,900	1,524,807	1,303,670
Investment securities	29,589	30,109	30,812
Investment in real estate	18,651	18,860	43,229
	3,508,088	3,317,929	3,804,629

15 TOTAL INCOME

	Three months ended	
	31 March 2026 (reviewed)	31 March 2025 (reviewed)
Wealth and investment management		
Asset management income	31,987	19,790
Portfolio management income	24,288	3,066
Structuring and investment placement	18,674	22,658
Co-investment income	3,366	3,144
Associates income	4,190	2,895
	82,505	51,553
Credit & financing		
Finance income	39,317	40,146
Underwriting income	11,639	23,857
Fee and other income	3,120	14,192
Finance expense	(14,102)	(44,976)
	39,974	33,219
Treasury and proprietary		
Fixed Income	71,173	69,130
ALM & Trading	(1,425)	848
Proprietary and other income		
- Direct investment income	10,232	7,899
- Income from sale of assets	14,576	23,610
- Other operating income	5,127	2,665
Finance expense - Repo and FI	(71,171)	(67,054)
	28,512	37,098

Gross finance income and expense:

	Three months ended	
	31 March 2026 (reviewed)	31 March 2025 (reviewed)
Finance income	142,145	143,297
Attributable to quasi-equity	(56,000)	(50,807)
Finance expense	(66,348)	(86,898)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION**For the three months period ended 31 March 2026**

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16 IMPAIRMENT ALLOWANCES, NET

Expected credit loss on:

Bank balances

Treasury portfolio

Financing contracts

Proprietary assets

Other receivables

Commitments and financial guarantees

Three months ended	
31 March 2026 (reviewed)	31 March 2025 (reviewed)
(49)	(12)
(264)	(553)
14,682	4,716
1,515	533
2,321	1,140
116	-
18,321	5,824

17 EARNINGS PER SHARE

The calculation of basic earnings per share has been based on the following profit attributable to the ordinary shareholders and weighted-average number of ordinary shares outstanding. The Group does not have any diluted potentially ordinary shares as of the reporting dates. Hence, the basic and diluted earnings per share is similar.

Profit attributable to shareholders of the Bank

Weighted Average number of shares

outstanding during the period (in thousands)

Earnings per share

Basic and diluted earnings per share (US cents)

Three months ended	
31 March 2026 (reviewed)	31 March 2025 (reviewed)
35,108	30,140
3,459,699	3,539,374
1.01	0.85

GFH BANK BSC (formerly known as GFH Financial Group BSC)

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18 RELATED PARTY TRANSACTIONS

The significant related party balances and transactions as at 31 March 2026 are given below:

31 March 2026 (reviewed)	Related parties as per FAS 1			Assets under management (including special purpose and other entities)	Total
	Equity-accounted investees	Key management personnel	Significant shareholders / entities in which directors are interested		
Assets					
Treasury portfolio	452,807	-	-	82,752	535,559
Financing contracts	-	13,263	127,645	-	140,908
Proprietary assets	426,102	-	6,058	5,159	437,319
Co-investments	-	-	-	408,065	408,065
Receivables and other assets	70,727	6,070	1,568	199,561	277,926
Liabilities					
Placements from financial,non-financial institutions and individuals	-	8,931	69,268	-	78,199
Clients accounts	45	472	89,857	1,154	91,528
Other liabilities	16,967	11,067	-	179,905	207,939
Quasi equity	820	8,106	247,146	332	256,404
Income					
Wealth and investment management	-	-	-	50,661	50,661
Credit & financing	-	77	1,038	11,639	12,754
Treasury and proprietary	12,141	-	-	27,674	39,815
Less: Quasi equity	(11)	(69)	(1,944)	(3)	(2,027)
Expenses					
Operating expenses	-	(342)	-	(66)	(408)
Staff Cost	-	(2,906)	-	-	(2,906)
Finance Cost	-	-	-	(1,537)	(1,537)

GFH BANK BSC (formerly known as GFH Financial Group BSC)

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For the three months period ended 31 March 2026

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18 RELATED PARTY TRANSACTIONS (continued)

	Related parties as per FAS 1			Assets under management (including special purpose and other	Total
	Equity-accounted investees	Key management personnel	Significant shareholders / entities in which directors are interested		
31 December 2025 (audited)					
Assets					
Treasury portfolio	369,971	-	-	83,739	453,710
Financing contracts	-	11,984	307,211	-	319,195
Proprietary assets	446,056	-	6,058	381,841	833,955
Receivables and other assets	6,517	406	172,392	172,392	351,707
Liabilities					
Current account	645	475	43,936	17,950	63,006
Placements from financial, non-financial institutions and individuals	-	10,865	-	-	10,865
Payables and accruals	36,643	15,033	3,000	261,664	316,340
Quasi Equity	830	4,788	278,593	-	284,211
31 March 2025 (reviewed)					
Income					
Wealth and investment management	688	-	-	42,457	43,145
Credit & financing	(48)	(154)	(9,944)	24,325	14,179
Treasury and proprietary	2,897	-	1,159	10,326	14,382
Expenses					
Operating expenses	-	(196)	-	-	(196)
Staff Cost	-	(2,224)	-	-	(2,224)
Finance Cost	-	-	-	(1,522)	(1,522)

GFH BANK BSC (formerly known as GFH Financial Group BSC)
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19 SEGMENT REPORTING

The Group is organised into business units based on their nature of operations and independent reporting entities and has three reportable operating segments namely investment banking, commercial banking and treasury and proprietary.

31 March 2026 (reviewed)

Segment revenue
Segment expenses
Impairment allowance

Segment result

Segment assets
Segment liabilities
Quasi equity
Other segment information
Proprietary assets (Equity-accounted investees)
Commitments

Wealth and investment management	Credit & financing	Treasury and proprietary	Total
82,505	39,974	28,512	150,991
(63,156)	(21,450)	(13,724)	(98,330)
-	(13,264)	(5,057)	(18,321)
19,349	5,260	9,731	34,340
199,561	4,560,973	7,408,792	12,169,326
179,905	2,225,636	5,248,278	7,653,819
-	2,022,863	1,485,225	3,508,088
-	18,431	295,394	313,825
15,000	94,607	255,985	365,592

31 March 2025 (reviewed)

Segment revenue
Segment expenses
Impairment allowance

Segment result
31 December 2025 (audited)

Segment assets
Segment liabilities
Quasi equity
Other segment information
Proprietary assets (Equity-accounted investees)
Commitments

Wealth and investment management	Credit & financing	Treasury and proprietary	Total
51,553	33,219	37,098	121,870
(35,470)	(22,312)	(27,571)	(85,353)
-	(3,966)	(1,858)	(5,824)
16,083	6,941	7,669	30,693
145,517	4,525,081	7,531,517	12,202,115
225,994	2,322,453	5,198,518	7,746,965
-	1,845,758	1,472,171	3,317,929
-	-	-	-
-	18,431	286,918	305,349
15,000	94,607	187,583	297,190

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION
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20 COMMITMENTS AND CONTINGENCIES

The commitments contracted in the normal course of business of the Group:

	31 March 2026 (reviewed)	31 December 2025 (audited)	31 March 2025 (reviewed)
Undrawn commitments to extend finance	238,064	170,245	195,496
Financial guarantees	106,753	106,170	101,473
Capital commitment for infrastructure development projects	20,775	20,775	25,166
	365,592	297,190	322,135

Performance obligations

During the ordinary course of business, the Group may enter performance obligations in respect of its infrastructure development projects. It is the usual practice of the Group to pass these performance obligations, wherever possible, on to the companies that own the projects. In the opinion of the management, no liabilities are expected to materialise on the Group at 31 March 2026 due to the performance of any of its projects.

Litigations, claims and contingencies

The Group has several claims and litigations filed against it in connection with projects promoted by the Bank in the past and with certain transactions. Further, claims against the Group entities also have been filed by former employees and customers. Based on the advice of the Bank's external legal counsel, the management is of the opinion that the Bank has strong grounds to successfully defend itself against these claims. Where applicable, appropriate provision has been made in the books of accounts. No further disclosures regarding contingent liabilities arising from any such claims are being made by the Bank as the directors of the Bank believe that such disclosures may be prejudicial to the Bank's legal position.

21 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value

Fair value is an amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties at a price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is a presumption that an enterprise is a going concern without any intention or need to liquidate, curtail materially the scale of its operations or undertake a transaction on adverse terms.

Fair value hierarchy

The different levels have been defined as follows:

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

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION
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21 FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

The following table shows the valuation techniques used in measuring fair values, as well as the significant unobservable inputs used:

Type	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Structured products	Fair value of underlying reference portfolio adjusted for embedded derivatives that protect downside risk and cap upside potential over the period of the contract.	Credit risk of counterparty and volatility assumptions for time to maturity	Ability of the Group to hold the structure note to maturity and impact of the value of embedded derivatives (strike prices and barriers for coupon and principal).
Equity investments	Discounted cash flow	Marketability factor and Discount rate	Ability of Group to exit these investments and their impact on the overall value as these are unquoted investments.

The potential effect of change in assumptions used above would have the following effects.

	31 March 2026 (reviewed)		31 March 2025 (reviewed)	
	Statement of Income	FVOCI	Statement of Income	FVOCI
Structure products- impact on underlying value (±5%)	± 8,912	-	± 14,319	-
Proprietary assets- impact of change in value (±10%)	± 37,512	± 46,535	±11,712	± 37,331
Quoted Fund - impact on underlying value (±5%)	± 7,790	-	± 1,238	-

The table below analyses the financial instruments carried at fair value, by valuation method.

31 March 2026 (reviewed)

(i) Proprietary assets

Investment securities carried at fair value through:

statement of income

OCI

(ii) Treasury portfolio

Investment securities carried at fair value through:

statement of income

OCI

Level 1	Level 2	Level 3	Total
205,315	103,794	50,261	359,370
-	426,102	477,841	903,943
205,315	529,896	528,102	1,263,313
22,191	311,849	10,041	344,081
1,103,295	525,822	-	1,629,117
1,125,486	837,671	10,041	1,973,198
1,330,801	1,367,567	538,143	3,236,511

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION
For the three months period ended 31 March 2026

US\$ 000's

21 FINANCIAL INSTRUMENTS (continued)

31 December 2025 (audited)

(i) *Proprietary assets*

Investment securities carried at fair value through:

statement of income

OCI

	Level 1	Level 2	Level 3	Total
	166,699	93,302	30,594	290,595
	-	446,056	431,290	877,346
	166,699	539,358	461,884	1,167,941
	23,330	561,340	7,324	591,994
	984,955	525,822	-	1,510,777
	1,008,285	1,087,162	7,324	2,102,771
	1,174,984	1,626,520	469,208	3,270,712

The following table analyses the movement in Level 3 financial assets during the period:

	31 March 2026 (reviewed)	31 December 2025 (audited)
At beginning of the period	469,208	322,762
Disposals at carrying value	(12,309)	(29,083)
Transferred to Level 2	-	11,671
Reclassification	40,542	47,445
Purchases	24,296	119,165
Fair value gain / (loss) during the period	16,406	(2,752)
At end of the period	538,143	469,208

22 ASSETS UNDER MANAGEMENT AND CUSTODIAL ASSETS

The Group provides corporate administration, investment management and advisory services to its project companies, which involve the Group making decisions on behalf of such entities. Assets that are held in such capacity are not included in the condensed consolidated interim financial information. The Group had average assets under management of US\$ 11,930 million (31 December 2025: US\$ 11,410 million). During the period, the Group had charged management fees and performance fee amounting to US\$ 31,987 thousand (31 March 2025: US\$ 19,790 thousand).

Custodial assets comprise assets of the discretionary portfolio management ('DPM') accounts amounting to US\$ 4,844,812 thousand (2025: US\$ 4,543,252 thousand), of which US\$ 3,131,370 thousand (2025: US\$ 1,947,844 thousand) relate to the Group's investment products and the balance is deployed in the Group's treasury products.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION
For the three months period ended 31 March 2026

US\$ 000's

23 DOMESTIC MINIMUM TOPUP TAX

The Group has assessed the applicability of the Domestic Minimum Top-Up Tax ("DMTT") introduced under the Bahrain Domestic Minimum Top-Up Tax Law, which incorporates the OECD Global Anti-Base Erosion (Pillar Two) Model Rules ("GloBE Rules").

Based on this assessment, the Group has concluded that it is within the scope of the Bahrain DMTT legislation for the financial year commencing 1 January 2026. This conclusion is based on the fact that the ultimate parent entity of the Group reported total consolidated annual revenues in excess of EUR 750 million in at least two of the four fiscal years immediately preceding the current financial year, thereby meeting the revenue threshold prescribed under the GloBE Rules.

Accordingly, the Bank and its subsidiaries domiciled in the Kingdom of Bahrain have completed the required registration with the National Bureau for Revenue (NBR) in compliance with the DMTT requirements.

For the period ended 31 March 2026, the Group performed an initial assessment of its exposure to DMTT and determined that no top-up tax liability arises for the period. Consequently, no provision for tax expense in respect of DMTT has been recognised in the condensed consolidated interim financial information.

The Group continues to monitor developments related to the implementation and interpretation of the DMTT legislation and the OECD GloBE Rules and will assess the impact on future reporting periods as additional guidance and clarifications become available.

24 SUBSEQUENT EVENTS

On 14 April 2026, the Central Bank of Bahrain introduced a number of support measures for the economy and the banking sector, including liquidity lines to retail banks against eligible securities, repayment deferrals of up to three months for eligible borrowers, extension of repurchase operation maturities, a reduction in the required cash reserve ratio, and a lowering of the minimum LCR and NSFR thresholds applicable to banks.

The Group continues to monitor these developments and is assessing the extent to which these measures may have an impact on its condensed consolidated interim financial information.