GFH BANK B.S.C (formerly known as GFH Financial Group B.S.C)

CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

30 June 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

GFH BANK B.S.C (formerly known as GFH Financial Group B.S.C)

CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION
For the six months period ended 30 June 2026

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

To the Board of Directors of
GFH Bank B.S.C (formerly known as GFH Financial Group B.S.C)
Kingdom of Bahrain

Introduction

We have reviewed the accompanying 30 June 2026 condensed consolidated interim financial information of GFH Bank B.S.C (formerly known as GFH Financial Group B.S.C) (the "Bank") and its subsidiaries (together the "Group"), which comprises:

- the condensed consolidated statement of financial position as at 30 June 2026;
- the condensed consolidated statement of income for the three-month and six-month periods ended 30 June 2026;
- the condensed consolidated statement of comprehensive income for the three-month and six-month periods ended 30 June 2026;
- the condensed consolidated statement of income and attribution related to quasi-equity for the six-month period ended 30 June 2026;
- the condensed consolidated statement of changes in owners' equity for the six-month period ended 30 June 2026;
- the condensed consolidated statement of cash flows for the six-month period ended 30 June 2026;
- the condensed consolidated statement of changes in off-balance sheet investment accounts for the six-month period ended 30 June 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 30 June 2026 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with FAS 41, "Interim Financial Reporting".

KPMG

13 August 2026

GFH BANK B.S.C (formerly known as GFH Financial Group B.S.C)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 30 June 2026 US$ 000's

	Note	**30 June 2026 (reviewed)**	31 December 2025 (audited)	30 June 2025 (reviewed)
ASSETS				
Cash and bank balances		297,911	249,230	285,987
Treasury portfolio	8	5,096,825	5,291,923	5,779,900
Financing contracts	9	2,637,390	2,529,917	2,469,015
Proprietary assets	10	3,293,376	3,075,844	2,743,234
Receivables and other assets	11	1,005,447	1,000,405	1,030,787
Property and equipment		112,641	54,796	55,673
TOTAL ASSETS		**12,443,590**	12,202,115	12,364,596
LIABILITIES				
Clients accounts		438,438	335,400	435,933
Placements from financial institutions		3,474,073	3,044,067	2,710,346
Placements from non-financial institutions and individuals		1,173,686	1,280,091	1,101,281
Term financing	12	2,647,103	2,523,516	2,641,963
Other liabilities	13	452,720	563,891	384,530
TOTAL LIABILITIES		**8,186,020**	7,746,965	7,274,053
QUASI EQUITY	14	**3,158,806**	3,317,929	3,956,843
OWNERS' EQUITY				
Share capital		1,015,637	1,015,637	1,015,637
Treasury shares		(163,698)	(158,578)	(93,346)
Statutory reserve		73,379	73,379	59,368
Investment fair value reserve		(35,963)	(27,370)	(40,680)
Other reserve		-	-	(14,381)
Retained earnings		95,457	107,358	61,401
Share grant reserve		22,599	10,342	14,604
Total equity attributable to shareholders of the Bank		**1,007,411**	1,020,768	1,002,603
Non-controlling interests		91,353	116,453	131,097
TOTAL OWNERS' EQUITY		**1,098,764**	1,137,221	1,133,700
TOTAL LIABILITIES, QUASI EQUITY AND OWNERS' EQUITY		**12,443,590**	12,202,115	12,364,596

The Board of Directors approved the condensed consolidated interim financial information on 13 Aug 2026 and signed on its behalf by:

Signed by:
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Abdulmohsen Rashed Alrashed
Chairman

Hisham Alrayes
Chief Executive Officer & Board member

GFH BANK B.S.C (formerly known as GFH Financial Group B.S.C)

CONDENSED CONSOLIDATED STATEMENT OF INCOME
For the six months period ended 30 June 2026 US$ 000's

	Note	Six months ended		Three months ended	
		30 June 2026 (reviewed)	30 June 2025 (reviewed)	**30 June 2026 (reviewed)**	30 June 2025 (reviewed)
Wealth and investment management		132,827	89,526	50,322	37,973
Credit & financing		69,909	60,728	29,935	24,340
Treasury and proprietary		107,074	146,497	78,562	83,725
Total income	15	**309,810**	296,751	**158,819**	146,038
Other operating expenses		131,928	128,456	70,673	68,778
Finance expense		75,393	90,645	38,318	36,127
Impairment allowances	16	24,618	7,934	6,297	2,110
Total expenses		**231,939**	227,035	**115,288**	107,015
Profit before tax		**77,871**	69,716	**43,531**	39,023
Tax expenses		1,300	-	1,300	-
Profit for the period		**76,571**	69,716	**42,231**	39,023
Profit attributable to:					
Shareholders of the Bank		76,202	67,239	41,094	37,100
Non-controlling interests		369	2,477	1,137	1,923
		76,571	69,716	**42,231**	39,023
Earnings per share					
Basic and diluted earnings per share (US cents)	17	**2.21**	1.93	**1.19**	1.06

Signed by:
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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.

GFH BANK B.S.C (formerly known as GFH Financial Group B.S.C)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the six months period ended 30 June 2026

	Six months ended		Three months ended	
	30 June 2026 (reviewed)	**30 June 2025** (reviewed)	**30 June 2026** (reviewed)	30 June 2025 (reviewed)
Profit for the period	**76,571**	69,716	**42,231**	39,023
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	(20,748)	(6,548)	23,001	2,433
Fair value changes on equity investments carried at fair value through OCI	9,517	17,881	8,467	11,845
Equity-accounted investees - share of OCI	(64)	-	76	-
Attributable to quasi-equity	90	(292)	170	-
Total other comprehensive income for the period	**(11,205)**	11,041	31,714	14,278
Total comprehensive income for the period	**65,366**	80,757	**73,945**	53,301
Total comprehensive income attributable to:				
Shareholders of the Bank	67,609	78,913	70,516	51,706
Non-controlling interests	(2,243)	1,844	3,429	1,595
	65,366	80,757	**73,945**	53,301

GFH BANK B.S.C (formerly known as GFH Financial Group B.S.C)

CONDENSED CONSOLIDATED STATEMENT OF INCOME AND ATTRIBUTION RELATED TO QUASI-EQUITY
For the Six months period ended 30 June 2026 US$ 000's

	Six months ended		Three months ended	
	30 June 2026 (reviewed)	30 June 2025 (reviewed)	**30 June 2026** (reviewed)	30 June 2025 (reviewed)
Net operating income attribution to quasi equity	**217,065**	175,715	**108,491**	94,215
Adjusted for:				
Less: income not attributable to quasi-equity	(234,014)	(193,449)	(141,895)	(116,390)
Add: Profit expense on due to banks and non-banks	47,448	46,466	24,706	23,136
Add: expenses not attributable to quasi-equity	137,273	146,446	74,786	87,899
Less: institution's share of income for its own/ share of investments	(76,066)	(67,260)	(37,451)	(34,210)
Less: allowance for impairment allowances attributable to quasi-equity	1,711	830	(841)	(791)
Total income available for quasi-equity holders	**93,417**	108,748	**27,796**	53,859
Profit equalization reserve – net movement	-	-	-	-
Total income attributable to quasi-equity holders (adjusted for reserves)	**93,417**	108,748	**27,796**	53,859
Less: Mudarib's share	(3,932)	(6,472)	(1,863)	(2,992)
Less: Wakala fees	25,093	3,723	32,646	4,325
Net income attributable to quasi-equity	**114,578**	105,999	**58,579**	55,192
Investment risk reserve -net movement	-	-	-	-
Profit distributable to quasi-equity	**114,578**	105,999	**58,579**	55,192
Other comprehensive income that may subsequently be classified to statement of income	90	(292)	170	-
Total comprehensive income – attributable to quasi-equity	**114,668**	105,707	**58,749**	55,192
Add: Other comprehensive income not subject to immediate distribution	(90)	292	(170)	-
Net profit attributable to quasi-equity	**114,578**	105,999	**58,579**	55,192

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

GFH BANK B.S.C (formerly known as GFH Financial Group B.S.C)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY
For the six months period ended 30 June 2026

US$ 000's

	Attributable to shareholders of the Bank								
	Share capital	**Treasury shares**	**Statutory reserve**	**Investment fair value reserve**	**Retained earnings**	**Share grant reserve**	**Total**	**Non-Controlling Interests (NCI)**	**Total owners' equity**
30 June 2026 (reviewed)									
Balance at 1 January 2026	1,015,637	(158,578)	73,379	(27,370)	107,358	10,342	1,020,768	116,453	1,137,221
Profit for the period	-	-	-	-	76,202	-	76,202	369	76,571
Other comprehensive income	-	-	-	(8,593)	-	-	(8,593)	(2,612)	(11,205)
Total comprehensive income for the period	**-**	**-**	**-**	**(8,593)**	**76,202**	**-**	**67,609**	**(2,243)**	**65,366**
Issue of shares under incentive scheme (net)	-	-	-	-	-	12,257	12,257	-	12,257
Transfer to zakah and charity fund	-	-	-	-	(7,000)	-	(7,000)	-	(7,000)
Dividends declared for 2025	-	-	-	-	(80,000)	-	(80,000)	-	(80,000)
Sale of treasury shares	-	104,820	-	-	(6)	-	104,814	-	104,814
Purchase of treasury shares	-	(109,940)	-	-	-	-	(109,940)	-	(109,940)
Acquisition of additional stake in subsidiary	-	-	-	-	1,915	-	1,915	(7,062)	(5,147)
Reduction in NCI on account of sale of subsidiaries (refer note 24)	-	-	-	-	-	-	-	(7,890)	(7,890)
Reduction on account of dividend payment	-	-	-	-	(3,012)	-	(3,012)	(7,905)	(10,917)
Balance at 30 June 2026	**1,015,637**	**(163,698)**	**73,379**	**(35,963)**	**95,457**	**22,599**	**1,007,411**	**91,353**	**1,098,764**

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

GFH BANK B.S.C (formerly known as GFH Financial Group B.S.C)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY
For the six months period ended 30 June 2026 (continued)

US$ 000's

	Attributable to shareholders of the Bank									
	Share capital	Treasury shares	Statutory reserve	Other reserve	Investment fair value reserve	Retained earnings	Share grant reserve	Total	Non-Controlling Interests (NCI)	Total owners' equity
30 June 2025 (reviewed)										
Balance at 1 January 2025	1,015,637	(90,692)	59,368	(26,189)	(40,546)	56,918	6,440	980,936	134,155	1,115,091
Profit for the period	-	-	-	-	-	67,239	-	67,239	2,477	69,716
Other comprehensive income	-	-	-	11,808	(134)	-	-	11,674	(633)	11,041
Total comprehensive income for the period	-	-	-	11,808	(134)	67,239	-	78,913	1,844	80,757
Issue of shares under incentive scheme (net)	-	-	-	-	-	-	8,164	8,164	-	8,164
Transfer to zakah and charity fund	-	-	-	-	-	(1,500)	-	(1,500)	-	(1,500)
Dividends declared for 2024	-	-	-	-	-	(61,000)	-	(61,000)	-	(61,000)
Sale of treasury shares	-	96,833	-	-	-	(256)	-	96,577	-	96,577
Purchase of treasury shares	-	(99,487)	-	-	-	-	-	(99,487)	-	(99,487)
Reduction in NCI on account of dividend payment	-	-	-	-	-	-	-	-	(4,902)	(4,902)
Balance at 30 June 2025	1,015,637	(93,346)	59,368	(14,381)	(40,680)	61,401	14,604	1,002,603	131,097	1,133,700

GFH BANK B.S.C (formerly known as GFH Financial Group B.S.C)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the six months period ended 30 June 2026 US$ 000's

	30 June 2026 (reviewed)	30 June 2025 (reviewed)
OPERATING ACTIVITIES		
Profit for the period	76,571	69,716
Adjustments for:		
Treasury and Proprietary assets	(179,546)	(198,714)
Foreign exchange gain	(3,292)	(3,584)
Finance expense	75,393	90,645
Impairment allowances	24,618	7,934
Depreciation and amortisation	6,931	4,775
	675	(29,228)
Changes in:		
Placements with financial institutions (original maturities of more than 3 months)	(23,736)	(34,209)
Financing contracts	(58,080)	(328,193)
Receivables and Other assets	129,232	(185,935)
CBB Reserve and restricted bank balance	25,461	(10,235)
Clients accounts	103,038	(76,799)
Placements from financial institutions	430,006	265,887
Placements from non-financial institutions and individuals	(106,405)	(291,523)
Quasi equity	(159,123)	976,026
Other liabilities	(99,210)	84,107
Repo and FI availed, net	108,920	492,228
Net cash generated from operating activities	**350,778**	862,126
INVESTING ACTIVITIES		
Purchase of equipment, net	(1,821)	(1,972)
Sale / (Purchase) of real estate investments	37,350	(17,571)
Purchase of Proprietary assets, net	(249,022)	(32,794)
Sale / (Purchase) of treasury portfolio, net	9,053	(669,715)
Dividends received from Proprietary assets	49,608	41,954
Net cash used in investing activities	**(154,832)**	(680,098)
FINANCING ACTIVITIES		
Finance expense paid	(318,420)	(151,899)
Purchase of treasury shares, net	(25,067)	(2,654)
Dividends paid	(82,945)	(73,048)
Net cash used in financing activities	**(426,432)**	(227,601)
Net decrease in cash and cash equivalents during the period	**(230,486)**	(45,573)
Cash and cash equivalents at 1 January	**1,132,893**	1,164,385
Cash and cash equivalents at 30 June *	**902,407**	1,118,812
Cash and cash equivalents comprise:		
Cash and balances with banks (excluding CBB reserve balance and restricted cash)	229,394	199,605
Placements with financial institutions (original maturities of 3 months or less)	673,013	919,207
	902,407	1,118,812

* net of expected credit loss of US$ 46 thousands (30 June 2025: US$ 40 thousands).

GFH BANK B.S.C (formerly known as GFH Financial Group B.S.C)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OFF-BALANCE-SHEET INVESTMENT ACCOUNTS
For the six months period ended 30 June 2026 US$ 000's

30 June 2026 (Reviewed)

Opening Balance	Additions during the period	Income	Wakala Fee	Distributions/ Withdrawal during the period	NAV Movement	Closing Balance
2,801,622	**578,265**	**133,314**	**(40,817)**	**(194,421)**	**-**	**3,277,963**

30 June 2025 (Reviewed)

Opening Balance	Additions during the period	Income	Wakala Fee	Distributions/ Withdrawal during the period	NAV Movement	Closing Balance
1,685,279	365,819	75,755	(23,615)	(318,090)	30,498	1,815,646

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.

For the six months period ended 30 June 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 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 six months period ended 30 June 2026 comprise the financial information 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 30 June 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 acquired an additional 9.046% interests 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 an 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.

For the six months period ended 30 June 2026 US$ 000's

3 SIGNIFICANT ACCOUNTING POLICIES (continued)

a. New standards, amendments, and interpretations effective for annual period 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 after 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 continued to evolve during the period, resulting in a heightened level of uncertainty in the economic environment across the region, including the Kingdom of Bahrain. The Group continues to closely monitor developments and maintains appropriate business continuity and risk management measures to mitigate the potential impact of any disruption on its operations, customers and financial performance. The Group also continues to assess the potential business and credit implications arising from these conditions, together with the effect of any support or relief measures introduced by regional governments and central banks.

The measurement of expected credit losses ("ECL") requires the application of significant judgement and the use of assumptions and estimates, in particular in relation to the assessment of significant increases in credit risk, the incorporation of forward-looking information, and the selection and weighting of forward-looking macroeconomic scenarios.

Impact on impairment allowances

In June 2026 , the Group updated the forward-looking macroeconomic factors, economic forecasts and assumptions incorporated within its ECL models to reflect the latest available economic information and prevailing market conditions. The Group considered a range of plausible economic outcomes and incorporated the impact of increased volatility in forward-looking macroeconomic factors when assessing the probability weighting, severity and likelihood of the economic scenarios applied within the impairment models.

Scenario	**30 June 2026**	31 December 2025	30 June 2025
Best	**5%**	15%	15%
Base	**70%**	70%	70%
Worst	**25%**	15%	15%

4 ESTIMATES AND JUDGEMENTS (continued)

Management also evaluated whether the modelled outcomes appropriately reflected prevailing and emerging credit risks across the Group's portfolios. The macroeconomic variables reassessed as part of this update included Bahrain and GCC gross domestic product growth, crude oil price assumptions, benchmark profit rate expectations, inflation forecasts and real estate market indicators, together with other economic factors considered relevant to the credit performance of the Group's financing and investment portfolios. In addition to the assumptions outlined above, the Group has given specific consideration to the relevant impact of these disruptions on the qualitative and quantitative factors when determining the significant increase in credit risk and assessing the indicators of impairment for the exposures in potentially affected sectors. This has resulted in recognition of relevant ECLs and impairment allowances.

The Group also considered management overlays to address model limitations and portfolio-specific risk characteristics that were not fully captured within the underlying modelled outcomes. The reported ECL allowance represents management's best estimate at the reporting date, based on reasonable and supportable information available as at 30 June 2026. The economic environment remains subject to uncertainty, and the Group will continue to monitor developments and reassess the impact of changing macroeconomic conditions, portfolio performance and emerging risks on its ECL estimates in future reporting periods.

Assessment of the carrying values of assets

As of 30 June 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.

For the six months period ended 30 June 2026 US$ 000’s

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.

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 30 June 2026

	30 June 2026 (reviewed)	31 December 2025 (audited)
Available Stable Funding:		
Regulatory capital	1,080,101	1,085,753
Retail deposits	3,503,856	3,465,261
Wholesale funding	3,203,651	5,963,045
Other liabilities	323,637	428,629
Total Available Stable Funding (A)	**8,111,245**	10,942,688
Required Stable Funding:		
High-Quality Liquid Assets (HQLA)	125,510	108,633
Performing financing contracts	3,058,767	2,837,297
Securities (other than HQLA)	940,448	1,081,039
Shari'a-compliant hedging contracts	8,166	7,324
Other assets	3,655,913	3,926,482
Off-balance sheet items	177,499	118,854
Total Required Stable Funding (B)	**7,966,303**	8,079,629
NSFR (%) (A/B)	**101.8%**	135.4%

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.

	Average balance	
	30 June 2026 (reviewed)	31 December 2025 (audited)
Stock of HQLA	**500,089**	398,370
Net cashflows	**359,987**	223,924
LCR %	**139%**	178%
Minimum required by CBB	100%	100%

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5 FINANCIAL RISK MANAGEMENT (continued)

c. Capital Adequacy Ratio

	30 June 2026 (reviewed)	31 December 2025 (audited)
CET 1 Capital before regulatory adjustments	1,024,602	1,038,618
Less: regulatory adjustments	(29,742)	(37,017)
CET 1 Capital after regulatory adjustments	**994,860**	1,001,601
Tier 1 Capital adjustments	3,187	3,050
T 2 Capital adjustments	52,312	44,085
Regulatory Capital	**1,050,359**	1,048,736
Risk weighted exposure:		
Credit Risk Weighted Assets	6,612,485	5,475,931
Market Risk Weighted Assets	154,137	116,782
Operational Risk Weighted Assets	717,104	716,397
Total Regulatory Risk Weighted Assets	**7,483,726**	6,309,110
Investment risk reserve (30% only)	2	2
Profit equalization reserve (30% only)	3	3
Total Adjusted Risk Weighted Exposures	**7,483,721**	6,309,105
Capital Adequacy Ratio (CAR)	**14.04%**	16.62%
Tier 1 Capital Adequacy Ratio	**13.34%**	15.92%
Minimum CAR required by CBB	12.50%	12.50%

6 SEASONALITY

Due to the inherent nature of the Group's business, the six-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 conform with the presentation for current period. Such regrouping did not affect previously reported profit for the period or total equity.

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8 TREASURY PORTFOLIO

	30 June 2026 (reviewed)	31 December 2025 (audited)	30 June 2025 (reviewed)
Placements with financial institutions	802,282	1,081,677	1,154,197
Profit rate swap and foreign currency forwards	8,166	7,324	6,467
Equity type investments			
At fair value through other comprehensive income			
- Quoted sukuk*	-	-	31,436
At fair value through income statement			
- Equity based structured notes	64,376	104,244	162,542
- Debt based structured notes	222,637	323,156	642,224
- Quoted fund	153,172	157,270	20,027
Debt type investments			
At fair value through other comprehensive income			
- Quoted sukuk*	1,771,437	1,510,777	752,979
At amortised cost			
- Quoted sukuk *	2,088,019	2,121,569	3,024,940
- Unquoted sukuk	6,406	4,754	4,485
Less: Impairment allowances	(19,670)	(18,848)	(19,397)
	5,096,825	5,291,923	5,779,900

*Short-term and medium-term facilities of US$ 2,132,876 thousand (31 December 2025: US$ 2,029,756 thousand) are secured by quoted sukuk of US$ 3,398,958 thousand (31 December 2025: US$ 2,781,965 thousand), structured notes of US$ 287,013 thousand (31 December 2025: US$ 427,400 thousand).

9 FINANCING CONTRACTS

	30 June 2026 (reviewed)	31 December 2025 (audited)	30 June 2025 (reviewed)
Murabaha*	1,913,150	1,717,383	1,689,854
Mudharaba	-	-	6,045
Ijarah assets	783,468	859,980	827,901
	2,696,618	2,577,363	2,523,800
Less: Impairment allowances	(59,228)	(47,446)	(54,785)
	2,637,390	2,529,917	2,469,015

*Murabaha financing is net of deferred profits of US$ 85,289 thousands (31 December 2025: US$ 77,658 thousands).

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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)	2,347,327	195,050	154,241	2,696,618
Expected credit loss	(10,788)	(9,858)	(38,582)	(59,228)
Financing contracts (net)	**2,336,539**	**185,192**	**115,659**	**2,637,390**

Impairment allowances	**Stage 1**	**Stage 2**	**Stage 3**	**Total**
At 1 January 2026	8,831	10,197	28,418	47,446
Net movement between stages	1,116	(877)	(239)	-
Net charge for the period	841	538	16,795	18,174
Write-off	-	-	(6,392)	(6,392)
At 30 June 2026 (reviewed)	**10,788**	**9,858**	**38,582**	**59,228**

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	(1,674)	333	1,341	-
Net charge for the year	7,471	(2,366)	8,668	13,773
Write-off	-	-	(23,218)	(23,218)
At 31 December 2025	8,831	10,197	28,418	47,446

30 June 2025 (reviewed)	Stage 1	Stage 2	Stage 3	Total
Financing contracts (gross)	2,131,633	215,090	177,077	2,523,800
Expected credit loss	(3,757)	(12,339)	(38,689)	(54,785)
Financing contracts (net)	2,127,876	202,751	138,388	2,469,015

Impairment allowances	Stage 1	Stage 2	Stage 3	Total
At 1 January 2025	3,034	12,230	41,627	56,891
Net movement between stages	(2,228)	64	2,164	-
Net charge for the period	2,951	45	3,096	6,092
Write-offs	-	-	(8,198)	(8,198)
At 30 June 2025	3,757	12,339	38,689	54,785

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10 PROPRIETARY ASSETS

	30 June 2026 (reviewed)	31 December 2025 (audited)	30 June 2025 (reviewed)
I) Equity portfolio			
Investment securities mandatorily measured at FVTIS			
- Unquoted securities	72,027	14,845	9,446
- Listed securities	464,652	260,001	82,309
	536,679	274,846	91,755
Investment securities designated as at FVOCI			
- Equity type Sukuk	423,021	446,056	446,707
- Unquoted equity securities	65,231	65,198	64,295
	488,252	511,254	511,002
II) Investment properties			
- Land	645,981	613,987	478,424
- Building	117,523	213,427	174,743
	763,504	827,414	653,167
III) Development properties			
- Land	252,744	252,681	310,324
- Building	526,126	522,459	612,623
	778,870	775,140	922,947
IV) Co-investments			
Unquoted securities			
- Investment securities mandatorily measured at FVTIS	15,749	15,749	9,394
- Investment securities designated as at FVOCI	387,930	366,092	273,676
	403,679	381,841	283,070
V) Equity-accounted Investees portfolio	**322,392**	305,349	281,293
	3,293,376	3,075,844	2,743,234

The above balances are net of impairment allowance of US$ 5,197 thousands (31 December 2025: US$ 4,112 thousands and 30 June 2025: US$ 4,112 thousands).

11 RECEIVABLES AND OTHER ASSETS

	30 June 2026 (reviewed)	31 December 2025 (audited)	30 June 2025 (reviewed)
Investment banking receivables*	181,196	172,392	206,164
Receivable from equity-accounted investees	70,727	70,929	70,927
Receivables from project companies	133,284	110,206	94,412
Receivable on sale of real estate	75,210	58,370	61,894
Advances and deposits	53,230	54,634	47,786
Employee receivables	17,954	23,282	22,366
Profit on sukuk receivable	19,318	22,504	17,727
Lease rentals receivable	1,539	2,367	2,476
Goodwill and intangibles	59,549	71,563	76,557
Receivable from sale of investments	127,340	95,555	120,168
Prepayments and other receivables	300,700	348,649	332,173
Less: Impairment allowance	(34,600)	(30,046)	(21,863)
	1,005,447	1,000,405	1,030,787

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

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12 TERM FINANCING

	30 June 2026 (reviewed)	31 December 2025 (audited)	30 June 2025 (reviewed)
Murabaha financing (note 8)	2,184,934	2,062,975	2,181,941
Sukuk *	460,325	458,710	458,203
Other borrowings	1,844	1,831	1,819
	2,647,103	2,523,516	2,641,963

* Sukuk
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$ 5,833 thousand (31 December 2025: US$ 5,729 thousand.

13 OTHER LIABILITIES

	30 June 2026 (reviewed)	31 December 2025 (audited)	30 June 2025 (reviewed)
Investment banking payables	222,452	261,664	163,505
Accounts Payables	99,517	109,969	110,852
Unclaimed dividends	3,072	1,503	4,863
Payables to equity-accounted investees	11,425	17,010	2,572
Other accrued expenses and payables	23,463	65,293	11,655
Deferred Income	33,508	9,899	10,748
Payables towards purchase of investments	19,024	31,763	34,211
Zakah and Charity Fund	12,753	9,365	10,567
Employee related accruals	14,659	41,236	21,160
Mudaraba profit accrual	12,847	16,189	14,397
	452,720	563,891	384,530

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14 QUASI EQUITY

	30 June 2026 (reviewed)	31 December 2025 (audited)	30 June 2025 (reviewed)
Placements and borrowings from financial institutions:			
Wakala	1,515,264	1,948,428	2,589,122
Mudaraba	1,643,542	1,369,501	1,367,721
	3,158,806	3,317,929	3,956,843

Funds are invested in the following assets:

	30 June 2026 (reviewed)	31 December 2025 (audited)	30 June 2025 (reviewed)
Balances with banks	-	-	-
CBB reserve account	67,841	93,279	85,658
Treasury portfolio	1,124,695	1,227,211	1,954,440
Financing contracts	1,655,802	1,524,807	1,523,742
Proprietary assets	305,695	453,772	373,859
Receivables and other assets	4,773	18,860	19,144
	3,158,806	3,317,929	3,956,843

15 TOTAL INCOME

	Six months ended		**Three months ended**	
	30 June 2026 (reviewed)	30 June 2025 (reviewed)	**30 June 2026 (reviewed)**	30 June 2025 (reviewed)
Wealth and investment management				
Asset management income	52,169	31,994	15,182	12,204
Portfolio management income	39,815	20,617	15,527	17,551
Structuring and investment placement	24,688	31,175	7,014	8,517
Co-investment income	3,387	6,026	2,021	2,882
Associates income / (loss)	12,768	(286)	10,578	(3,181)
	132,827	**89,526**	**50,322**	37,973
Credit & financing				
Finance income	76,649	52,750	37,332	29,434
Underwriting income	27,115	33,410	15,476	9,553
Fee and other income	11,250	15,905	8,130	1,713
Finance expense	(45,105)	(41,337)	(31,003)	(16,360)
	69,909	**60,728**	**29,935**	24,340
Treasury and proprietary				
Fixed Income	135,713	145,714	69,540	76,584
ALM & Trading	25,242	20,556	26,667	19,708
Proprietary and other income				
- Direct investment income	20,055	75,863	9,823	67,964
- Income from sale of assets	27,054	22,931	9,478	-
- Other operating income	12,070	4,242	4,943	898
Finance expense - Repo and FI	(113,060)	(122,809)	(41,889)	(81,429)
	107,074	146,497	**78,562**	83,725

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15 TOTAL INCOME (continued)

Gross finance income and expense:	Six months ended		Three months ended	
	30 June 2026 (reviewed)	30 June 2025 (reviewed)	**30 June 2026 (reviewed)**	30 June 2025 (reviewed)
Finance income	264,719	252,430	149,015	135,279
Attributable to quasi-equity	(114,578)	(105,999)	(58,579)	(55,192)
Finance expense	(118,980)	(148,792)	(52,631)	(78,724)

16 IMPAIRMENT ALLOWANCES, NET

	Six months ended		Three months ended	
	30 June 2026 (reviewed)	30 June 2025 (reviewed)	**30 June 2026 (reviewed)**	30 June 2025 (reviewed)
Expected credit loss on:				
Bank balances	2	(10)	51	2
Treasury portfolio	822	(1,703)	1,086	(1,150)
Financing contracts	18,174	6,092	3,492	1,376
Proprietary assets	1,085	1,066	(430)	533
Other receivables	4,554	1,631	2,233	1,631
Commitments and financial guarantees	(19)	858	(135)	(282)
	24,618	7,934	**6,297**	2,110

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.

	Six months ended		Three months ended	
	30 June 2026 (reviewed)	30 June 2025 (reviewed)	**30 June 2026 (reviewed)**	30 June 2025 (reviewed)
Profit attributable to shareholders of the Bank	76,202	67,239	41,094	37,100
Weighted Average number of shares outstanding during the period	3,454,258	3,483,886	3,454,258	3,491,301
Earnings per share				
Basic and diluted earnings per share (US cents)	**2.21**	1.93	**1.19**	1.06

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18 RELATED PARTY TRANSACTIONS

The significant related party balances and transactions as at 30 June 2026 are given below:

	Related parties as per FAS 1				
30 June 2026 (reviewed)	**Equity-accounted investees**	**Key management personnel**	**Significant shareholders / entities in which directors are interested**	**Assets under management (including special purpose and other entities)**	**Total**
Assets					
Treasury portfolio	448,023	-	-	82,086	**530,109**
Financing contracts	-	12,326	115,762	-	**128,088**
Proprietary assets	423,021	-	6,058	408,838	**837,917**
Receivables and other assets	70,727	541	252	327,233	**398,753**
Liabilities					
Placements from financial,non-financial institutions and individuals	-	8,263	300,136	-	**308,399**
Current accounts	45	355	56,891	1,122	**58,413**
Other liabilities	19,036	16,343	-	224,657	**260,036**
Quasi equity	817	9,151	28,943	342	**39,253**
Income					
Wealth and investment management	12,768	-	-	120,059	**132,827**
Credit & financing	-	127	3,009	27,115	**30,251**
Treasury and proprietary	-	-	7,268	46,247	**53,515**
Quasi equity	(19)	(175)	(5,788)	(8)	**(5,990)**
Expenses					
Operating expenses	-	(546)	-	(56)	**(602)**
Staff Cost	-	(7,878)	-	-	**(7,878)**
Finance Cost	-	-	-	-	**-**

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18 RELATED PARTY TRANSACTIONS (continued)

31 December 2025 (audited)	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	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	179,315
Liabilities					
Current account	645	475	43,936	17,950	63,006
Placements from financial, non-financial institutions and individuals	-	10,865	-	-	10,865
Other liabilities	36,643	15,033	3,000	261,664	316,340
Quasi Equity	830	4,788	278,593	-	284,211
30 June 2025 (reviewed)					
Income					
Wealth and investment management	(286)	-	-	89,812	89,526
Credit & financing	-	300	2,684	33,410	36,394
Treasury and proprietary	-	-	5,965	31,738	37,703
Quasi equity	(21)	(82)	(2,708)	(8)	(2,819)
Operating expenses	-	(359)	-	125	(234)
Staff Cost	-	(6,331)	-	-	(6,331)
Finance Cost	-	-	(4,977)	-	(4,977)

GFH BANK B.S.C (formerly known as GFH Financial Group B.S.C)

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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.

	Wealth and investment management	**Credit & financing**	**Treasury and proprietary**	**Total**
30 June 2026 (reviewed)				
Segment revenue	132,827	69,909	107,074	309,810
Segment expenses	(97,638)	(35,335)	(74,348)	(207,321)
Impairment allowance	-	(18,174)	(6,444)	(24,618)
Segment result	**35,189**	**16,400**	**26,282**	**77,871**
Segment assets	181,196	4,740,295	7,522,099	12,443,590
Segment liabilities	222,452	2,447,442	5,516,126	8,186,020
Quasi equity	-	1,953,758	1,205,048	3,158,806
Other segment information				
Proprietary assets (Equity-accounted investees)	-	18,444	303,948	322,392
Commitments	-	275,385	-	275,385

	Wealth and investment management	Credit & financing	Treasury and proprietary	Total
30 June 2025 (reviewed)				
Segment revenue	89,526	60,728	146,497	296,751
Segment expenses	(55,947)	(42,595)	(120,559)	(219,101)
Impairment allowance		(6,092)	(1,842)	(7,934)
Segment result	33,579	12,041	24,096	69,716
31 December 2025 (audited)				
Segment assets	145,517	4,525,081	7,531,517	12,202,115
Segment liabilities	225,994	2,322,453	5,198,518	7,746,965
Quasi equity	-	1,845,758	1,472,171	3,317,929
Other segment information				
Proprietary assets (Equity-accounted investees)	-	18,431	286,918	305,349
Commitments	15,000	94,607	187,583	297,190

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20 COMMITMENTS AND CONTINGENCIES

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

	30 June 2026 (reviewed)	31 December 2025 (audited)	30 June 2025 (reviewed)
Undrawn commitments to extend finance	168,162	170,245	133,082
Financial guarantees	107,223	106,170	109,069
Capital commitment for infrastructure development projects	-	20,775	36,199
	275,385	297,190	278,350

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 30 June 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 values
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).

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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 notes	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.

	30 June 2026 (reviewed)		30 June 2025 (reviewed)	
	Statement of Income	**FVOCI**	Statement of Income	FVOCI
Equity instruments- marketability factor (±10%)	± 1,575	± 45,642	± 939	± 36,681
Structure notes- impact on underlying value (±5%)	± 14,351	-	± 40,238	-
Proprietary assets- impact of change in value (±10%)	± 53,759	-	± 4,588	-
Quoted Fund - impact on underlying value (±5%)	± 7,659	-	± 1,001	-

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

30 June 2026 (reviewed)	**Level 1**	**Level 2**	**Level 3**	**Total**
(i) Proprietary assets				
Investment securities carried at fair value through:				
statement of income	391,160	72,577	88,691	552,428
OCI	-	423,936	452,246	876,182
	391,160	**496,513**	**540,937**	**1,428,610**
(ii) Treasury portfolio				
Investment securities carried at fair value through:				
statement of income	21,057	419,128	8,166	448,351
OCI	1,245,615	525,822	-	1,771,437
	1,266,672	**944,950**	**8,166**	**2,219,788**
	1,657,832	1,441,463	549,103	3,648,398

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21 FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

31 December 2025 (audited)	Level 1	Level 2	Level 3	Total
(i) Proprietary assets				
Investment securities carried at fair value through:				
statement of income	166,699	93,302	30,594	290,595
OCI	-	446,056	431,290	877,346
	166,699	539,358	461,884	1,167,941
(ii) Treasury portfolio				
Investment securities carried at fair value through:				
statement of income	23,330	561,340	7,324	591,994
OCI	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:

	30 June 2026 (reviewed)	31 December 2025 (audited)
At beginning of the period	469,208	322,762
Disposals at carrying value	(10,307)	(29,083)
Transferred to Level 2	-	11,671
Reclassification	26,291	47,445
Purchases	52,848	119,165
Fair value changes during the period	11,063	(2,752)
At end of the period	**549,103**	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 these consolidated financial statements. The Group had assets under management of US$ 11,434 million (31 December 2025: US$ 10,976 million). During the period, the Group had charged management fees and performance fee amounting to US$ 52,169 thousand (30 June 2025: US$ 31,994 thousand).

Custodial assets comprise assets of the discretionary portfolio management ('DPM') accounts amounting to US$ 4,793,089 thousand (2025: US$ 4,543,252 thousand), of which US$ 3,277,963 thousand (2025: US$ 2,801,622 thousand) relate to the Group's investment products and the balance is deployed in the Group's treasury products.

For the six months period ended 30 June 2026 US$ 000's

23 DOMESTIC MINIMUM TOPUP TAX

The Bank is part of a multinational enterprise ("MNE") group is domiciled and operates in the Kingdom of Bahrain. The tax authorities in the Kingdom of Bahrain have issued and enacted Decree Law No. (11) of 2024 ('Bahrain DMTT law') on 1 September 2024 introducing a domestic minimum top-up tax ("DMTT") of up to 15% on the taxable income of the Bahrain resident entities of the MNE group for fiscal years commencing on or after 1 January 2025.

As per the group's assessment of applicability of the DMTT law, it has assessed and concluded that it is in scope for the Bahrain DMTT law or the OECD Global Anti-Base Erosion Pillar Two Model Rules ('GloBE rules') for financial year 2026. The reason for this conclusion is that the Parent had a total annual consolidated revenue exceeding EUR 750 million in the last two of the four preceding fiscal years. As a result, DMTT is applicable to the Bank for period starting 1 January 2026 and its subsidiaries domiciled in Bahrain completed their registration with the National Bureau of Revenue . Moreover, provision of $1.3m was recorded by the Bank as a provision for DMTT for the period ended 30 June 2026.

24 Deconsolidation of subsidiaries

On 30 June 2026, the Group completed the disposal of its controlling interests of 75% in CY Holding W.L.L. and 100% stake in Britus International School for Special Education W.L.L., resulting in the loss of control and their deconsolidation from that date. The Group retained a 5% interest in CY Holding W.L.L.

	30 June 2026 (reviewed)
Assets	
Cash & bank balances	3,967
Receivables and prepayments	2,223
Property, plant & equipment	1,981
Investment in real estate	35,298
Total	**43,469**
Liabilities	
Other liabilities	8,385
Non-controlling interest	7,890
Net assets transferred	**27,194**
Net consideration received	
Non-cash consideration	27,850
Cash	677
Fair value of retained stake in subsidiaries	1,740
	30,267
Gain on disposal	**3,073**

	30 June 2026 (reviewed)
Net profit included in the current period condensed consolidated income statement	1,069