



Bank of Sharjah achieved a record performance with Net Profit of AED 558 million, up 28.5% for 9M 2026

Bank of Sharjah ("the Bank") today announced its financial results for the nine-month period ended 30 September 2026. The following Management Discussion and Analysis provides an overview of the Bank's key financial performance.

The Bank's 9M 2026 Profit before tax increased by AED 130 million or 27.0% year-on-year.

Profit before tax reached AED 610 million, a marked improvement from AED 480 million. The growth was driven by significant increase in net interest income and strong credit risk management.

Key Highlights (9M'26):

Net Profit

₹ 558 mn

↑ 28.5% (vs 9M'25)

Operating Income

₹ 837 mn

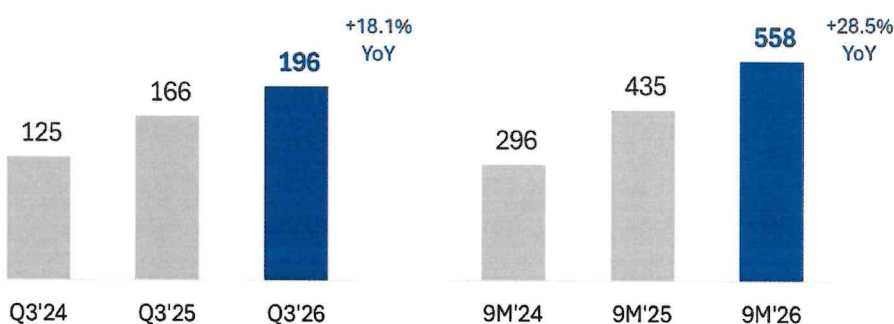
↑ 17.4% (vs 9M'25)

Total Assets

₹ 54.9 bn

↑ 13.5% (vs FY25)

Net Profit (AED Million)



↑ 2.0%

9M'25: 1.7%

Net Interest Margin

↓ 28.8%

9M'25 : 29.9%

Cost to Income

↑ 1.4%

9M'25 : 1.2%

Return on Assets

↑ 15.1%

9M'25 : 13.4%

Return on Equity

↓ 5.1%

FY25: 5.9%

**NPL Ratio
(net of ECL & Collateral)**

↑ ₹ 37.7bn

FY25: 30.4bn

Net Loans & Advances

↑ 17.7%

FY25: 15.7%

**Common Equity
Tier 1 capital ratio**

↑ 18.9%

FY25: 16.9%

**Capital Adequacy
Ratio**



Overview of Financial Performance

- **Profit Before Tax** reported at AED 610 million compared to a profit of AED 480 million for the same period in 2025. The strong balance sheet growth, coupled with increased business activity and diversified revenue growth drove the Bank's financial performance.
- **Net Profit** stood at AED 558 million reflecting a significant increase compared to AED 435 million for the same period in 2025.
- **Profit Per Share** increased to AED 0.19 per share compared to AED 0.15 per share for the same period in 2025, supported by higher profitability during the period.
- **Net Interest Income** increased by 39.5% to AED 717 million compared to AED 514 million for the same period in 2025 as a result of robust growth in loans.
- **Non-Interest Income** decreased by 39.8% to AED 120 million compared to AED 199 million for the same period in 2025. The decrease was primarily driven by high market volatility impacting investment performance.
- **Operating Income** increased to AED 837 million, up by 17.4%, compared to the same period in 2025, primarily driven by a higher net interest and income on properties.
- **Cost to Income Ratio** further improved to 28.8% compared to 29.9% for the same period in 2025, reflecting strong operating income growth alongside continued cost discipline.
- **Total Assets** increased by 13.5% and reached AED 54.9 billion driven by financing growth.
- **Net Loans and Advances** increased by 24.0% and reached AED 37.7 billion, highlighting market share gains in key segments and successful closure of landmark deals in wholesale banking.
- **Customers' Deposits** grew by 7.8% and reached AED 34.0 billion.
- **Total Equity** stood at AED 4.9 billion, an increase of 6.4%, primarily led by the growth in profits.
- **Total Capital Ratio** increased by 190 bps to reach 18.9% from 16.9% at year-end 2025.

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Financial Summary

Income Statement Highlights (AED Million)	9M'26	9M'25	%chg vs 9M'25	Q3'26	Q3'25	%chg vs Q3'25
Net interest income	717	514	39.5%	253	195	29.7%
Non-interest income	120	199	(39.8%)	40	65	(38.8%)
Operating income	837	713	17.4%	292	259	12.6%
Net impairment reversal/(loss) on financial assets	14	(19)	-	6	(3)	-
Net operating income	851	694	22.7%	298	256	16.2%
General and administrative expenses	(241)	(213)	12.8%	(82)	(71)	14.5%
Profit before tax	610	480	27.0%	216	185	16.9%
Income tax expense	(52)	(46)	13.4%	(20)	(19)	5.7%
Net Profit for the period	558	435	28.5%	196	166	18.1%

Key Profitability Ratios (%)	9M'26	9M'25	chg vs 9M'25	Q3'26	Q3'25	chg vs Q3'25
Net Interest margin	2.0%	1.7%	30 bps	2.0%	1.8%	20 bps
Cost to Income	28.8%	29.9%	(110 bps)	28.0%	27.5%	50 bps
Return on equity	15.1%	13.4%	170 bps	15.9%	15.4%	50 bps
Return on assets	1.4%	1.2%	20 bps	1.4%	1.3%	10 bps

Balance Sheet Highlights (AED Billion)	Sep-26	Dec-25	%chg vs Dec'25
Total assets	54.9	48.4	13.5%
Loans and advances, net	37.7	30.4	24.0%
Investment securities, net	10.6	10.9	(3.2%)
Customers' deposits	34.0	31.5	7.8%
Total equity	4.9	4.6	6.4%
Commitments and contingent liabilities	3.9	3.1	23.8%

Key Financial Position Ratios (%)	Sep-26	Dec-25	chg vs Dec'25
Non-performing loans ratio (Net of ECL & collateral)	5.1%	5.9%	(80 bps)
Capital adequacy ratio	18.9%	16.9%	190 bps
Tier 1 capital ratio	17.7%	15.7%	200 bps
Common equity tier 1 capital ratio	17.7%	15.7%	200 bps

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Sheikh Mohammed bin Saud Al Qasimi, Chairman of Bank of Sharjah, said:

"The first nine months of 2026 were characterised by a challenging global environment marked by geopolitical tensions, rising interest rate expectations, and persistent inflation. Against this backdrop, the UAE economy demonstrated resilience, supported by its diversified economic base, prudent fiscal and monetary policies and solid financial system.

The Bank delivered strong financial results during the period, driven by the resilience of its business model, disciplined execution of its strategy and robust governance, risk management and capital framework. These results reflect the Bank's ability to perform effectively amid changing market conditions while continuing to create sustainable value for shareholders.

As we enter the final quarter of the year, we remain confident in the UAE's economic prospects and the Bank's growth potential. Our priorities remain focused on disciplined execution, strengthening our customer proposition, investing in our people and capabilities, and supporting the communities we serve."

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Mr. Mohamed Khadiri, CEO of Bank of Sharjah, said:

"We are delighted to report another round of strong results with net profit for the first nine months up 28.5% year-on-year, supported by solid business growth, diversified revenue generation and improved asset quality. These results reflect three years of consistent and rigorous execution of our transformation strategy.

Performance was supported by growth in lending activities, disciplined balance sheet management, prudent risk practices, alongside a continued focus on operational efficiency. The Bank also strengthened its capital position, maintained adequate liquidity and strong asset quality, and delivered improved returns to shareholders. Beyond the financial results, we continued to advance strategic initiatives aimed at strengthening our operating model, enhancing the customer experience and expanding our digital capabilities.

Despite continued uncertainty and volatility in global markets, the Bank enters the final quarter of 2026 with a healthy balance sheet, strong capital buffers, adequate liquidity and a clear strategic direction. Our focus remains on delivering disciplined and profitable growth while maintaining prudent risk management standards and preserving the Bank's financial resilience."

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Mohamed Khadiri
Chief Executive Officer