NATIONAL BANK OF KUWAIT GROUP

INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 SEPTEMBER 2026 (UNAUDITED)

EY
Shape the future
with confidence

ERNST & YOUNG
Al Aiban, Al Osaimi & Partners
P.O. Box 74
Burj Alshaya, 16th & 17th Floor
Al Soor Street, Mirqab
Safat 13001, State of Kuwait

Tel: +965 2295 5000
Fax: +965 2245 6419
kuwait@kw.ey.com
https://www.ey.com

Deloitte.
Deloitte & Touche
Al-Wazzan & Co.
Ahmed Al-Jaber Street, Sharq
Dar Al-Awadi Complex, Floors 7 & 9
P.O. Box 20174, Safat 13062
Kuwait

Tel : + 965 22408844, 22438060
Fax: + 965 22408855, 22452080
www.deloitte.com

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF NATIONAL BANK OF KUWAIT S.A.K.P.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of National Bank of Kuwait S.A.K.P. (the "Bank") and its subsidiaries (collectively the "Group") as at 30 September 2026, and the related interim condensed consolidated statement of income and the interim condensed consolidated statement of comprehensive income for the three month and nine month periods then ended, and the interim condensed consolidated statement of cash flows and interim condensed consolidated statement of changes in equity for the nine month period then ended. The management of the Bank is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with the basis of preparation set out in Note 2. Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

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

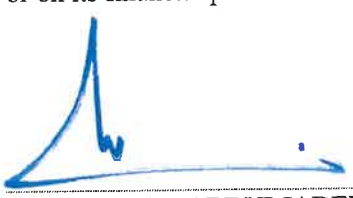
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with the basis of preparation set out in Note 2.

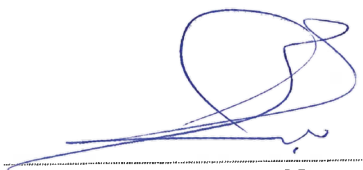
Report on Other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Bank. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, as amended, and its executive regulation, as amended, or of the Bank's Memorandum of Incorporation and Articles of Association, as amended, during the nine month period ended 30 September 2026 that might have had a material effect on the business of the Bank or on its financial position.

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any violations of the provisions of Law No. 32 of 1968, as amended, concerning currency, the Central Bank of Kuwait and the organization of banking business, and its related regulations, during the nine month period ended 30 September 2026 that might have had a material effect on the business of the Bank or on its financial position.







BADER A. AL-ABDULJADER
LICENCE NO. 207
EY
AL AIBAN, AL OSAIMI & PARTNERS

BADER A. AL-WAZZAN
LICENCE NO. 62
DELOITTE & TOUCHE
AL-WAZZAN & CO.

19 October 2026
Kuwait

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME

30 September 2026 (Unaudited)

	Notes	*Three months ended 30 September*		*Nine months ended 30 September*	
		2026	*2025*	***2026***	*2025*
		KD 000's	*KD 000's*	***KD 000's***	*KD 000's*
Interest income		**463,021**	477,388	**1,378,781**	1,371,904
Interest expense		**265,750**	273,854	**791,733**	785,023
Net interest income		**197,271**	203,534	**587,048**	586,881
Murabaha and other Islamic financing income		**131,081**	127,923	**380,841**	369,664
Finance cost and distribution to depositors		**74,528**	72,240	**213,552**	207,643
Net income from Islamic financing		**56,553**	55,683	**167,289**	162,021
Net interest income and net income from Islamic financing		**253,824**	259,217	**754,337**	748,902
Net fees and commissions		**66,746**	55,768	**181,600**	162,279
Net investment income		**9,601**	8,936	**27,546**	24,693
Net gains from dealing in foreign currencies		**13,163**	12,043	**40,741**	31,073
Other operating income		**429**	1,649	**1,508**	2,045
Non-interest income		**89,939**	78,396	**251,395**	220,090
Net operating income		**343,763**	337,613	**1,005,732**	968,992
Staff expenses		**67,293**	67,523	**204,006**	198,568
Other administrative expenses		**45,576**	43,520	**134,069**	126,879
Depreciation of premises and equipment		**14,052**	12,990	**40,959**	37,919
Amortisation of intangible assets		**411**	411	**1,235**	1,235
Operating expenses		**127,332**	124,444	**380,269**	364,601
Operating profit before provision for credit losses and impairment losses		**216,431**	213,169	**625,463**	604,391
Provision charge for credit losses and impairment losses	3	**17,526**	22,138	**23,964**	11,858
Operating profit before taxation		**198,905**	191,031	**601,499**	592,533
Taxation	4	**31,180**	30,044	**86,354**	94,111
Profit for the period		**167,725**	160,987	**515,145**	498,422
Attributable to:					
Shareholders of the Bank		**156,880**	152,096	**481,663**	467,357
Non-controlling interests		**10,845**	8,891	**33,482**	31,065
		167,725	160,987	**515,145**	498,422
Basic earnings per share attributable to shareholders of the Bank	5	**16 fils**	16 fils	**49 fils**	49 fils

The attached notes 1 to 15 form part of this interim condensed consolidated financial information.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

30 September 2026 (Unaudited)

	Three months ended 30 September		*Nine months ended 30 September*	
	2026 KD 000's	*2025 KD 000's*	***2026 KD 000's***	*2025 KD 000's*
Profit for the period	**167,725**	160,987	**515,145**	498,422
Other comprehensive income (loss):				
Investment in debt securities measured at FVOCI:				
Net changes in fair value	**(16,315)**	48,050	**(46,981)**	40,185
Net transfer to interim condensed consolidated statement of income	**1,758**	(1,381)	**(1,275)**	1,912
	(14,557)	46,669	**(48,256)**	42,097
Exchange differences on translation of foreign operations	**(10,774)**	2,071	**(17,709)**	31,168
Other comprehensive (loss) income for the period reclassifiable to interim condensed consolidated statement of income in subsequent periods	**(25,331)**	48,740	**(65,965)**	73,265
Net (loss) gain on investments in equity instruments designated at FVOCI	**(806)**	431	**99**	543
Actuarial loss in respect of defined benefit plans	**-**	-	**(9)**	-
Other comprehensive (loss) income for the period not reclassifiable to interim condensed consolidated statement of income in subsequent periods	**(806)**	431	**90**	543
Other comprehensive (loss) income for the period	**(26,137)**	49,171	**(65,875)**	73,808
Total comprehensive income for the period	**141,588**	210,158	**449,270**	572,230
Attributable to:				
Shareholders of the Bank	**133,762**	199,449	**419,916**	538,821
Non-controlling interests	**7,826**	10,709	**29,354**	33,409
	141,588	210,158	**449,270**	572,230

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 September 2026 (Unaudited)

	Notes	***30 September 2026*** ***KD 000's***	*Audited 31 December 2025 KD 000's*	*30 September 2025 KD 000's*
Assets				
Cash and short term funds		**5,031,016**	4,878,491	6,028,672
Central Bank of Kuwait bonds		**-**	30,605	32,542
Kuwait Government treasury bonds		**1,868,106**	847,019	384,551
Deposits with banks		**720,827**	2,106,526	1,669,837
Loans, advances and Islamic financing to customers	6	**28,193,314**	26,815,568	26,051,990
Investment securities		**9,034,474**	9,151,443	8,968,678
Land, premises and equipment		**560,206**	543,691	538,193
Goodwill and other intangible assets		**505,889**	507,103	509,471
Other assets		**1,004,410**	732,398	726,200
Total assets		**46,918,242**	45,612,844	44,910,134
Liabilities				
Due to banks		**3,734,074**	5,473,308	6,249,334
Deposits from other financial institutions		**4,821,733**	3,653,222	3,518,601
Customer deposits		**27,896,832**	26,064,003	24,583,839
Commercial papers and certificates of deposit issued		**2,109,001**	2,131,284	2,249,891
Other borrowed funds	7	**1,557,372**	1,559,614	1,677,721
Other liabilities		**1,330,338**	1,081,166	1,135,534
Total liabilities		**41,449,350**	39,962,597	39,414,920
Equity				
Share capital	8	**917,990**	874,277	874,277
Proposed bonus shares	8	**-**	43,713	-
Share premium account		**803,028**	803,028	803,028
Statutory reserve		**437,140**	437,140	416,324
Retained earnings		**2,618,030**	2,171,979	2,420,531
Proposed cash dividend	8	**-**	305,997	-
Other reserves	8	**(128,351)**	(66,604)	(92,414)
Equity attributable to shareholders of the Bank		**4,647,837**	4,569,530	4,421,746
Perpetual Tier 1 Capital Securities	9	**244,040**	455,335	455,335
Non-controlling interests		**577,015**	625,382	618,133
Total equity		**5,468,892**	5,650,247	5,495,214
Total liabilities and equity		**46,918,242**	45,612,844	44,910,134



Hamad Mohamed Al-Bahar
Chairman

The attached notes 1 to 15 form part of this interim condensed consolidated financial information.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

30 September 2026 (Unaudited)

	Notes	*Nine months ended 30 September* ***2026*** ***KD 000's***	*2025* *KD 000's*
Operating activities			
Profit for the period		**515,145**	498,422
Adjustments for:			
Net investment income		**(27,546)**	(24,693)
Provision for staff terminal benefits		**9,007**	8,679
Depreciation of premises and equipment		**40,959**	37,919
Amortisation of intangible assets		**1,235**	1,235
Provision charge for credit losses and impairment losses	3	**23,964**	11,858
Taxation	4	**86,354**	94,111
Cash flow from operating activities before changes in operating assets and liabilities		**649,118**	627,531
Changes in operating assets and liabilities:			
Central Bank of Kuwait bonds		**31,000**	311,110
Kuwait Government treasury bonds		**(1,029,206)**	(234,500)
Deposits with banks		**1,386,655**	(285,836)
Loans, advances and Islamic financing to customers		**(1,406,429)**	(2,338,495)
Other assets		**(40,307)**	(86,245)
Due to banks		**(1,739,023)**	845,532
Deposits from other financial institutions		**1,168,511**	568,845
Customer deposits		**1,832,829**	1,717,634
Commercial papers and certificates of deposit issued		**(21,705)**	748,434
Other liabilities		**72,277**	78,064
Payment of staff terminal benefits		**(3,839)**	(4,218)
Taxes paid		**(100,823)**	(62,949)
Net cash from operating activities		**799,058**	1,884,907
Investing activities			
Purchase of investment securities		**(3,452,251)**	(3,974,198)
Proceeds from sale/redemption of investment securities		**3,332,267**	2,911,360
Dividend income		**1,765**	1,808
Purchase of land, premises and equipment		**(55,397)**	(44,873)
Proceeds from sale of land, premises and equipment		**121**	285
Purchase of investment properties		**-**	(6,533)
Proceeds from sale of investment properties		**-**	3,895
Purchase of investment in associate		**(300)**	**-**
Net cash used in investing activities		**(173,795)**	(1,108,256)
Financing activities			
Redemption of Global Medium Term Notes	7	**(307,000)**	**-**
Net proceeds from issuance of Perpetual Tier 1 Sukuk by a ubsidiary	9	**89,437**	**-**
Net proceeds from issuance of Perpetual Tier 1 Capital Securities		**-**	243,061
Redemption of Perpetual Tier 1 Capital Securities		**(214,725)**	(228,846)
Redemption of Global Medium Term Sukuk by a Subsidiary		**-**	(231,075)
Proceeds from issuance of Global Medium Term Sukuk by a Subsidiary		**-**	152,650
Interest paid on Perpetual Tier 1 Capital Securities		**(23,582)**	(14,483)
Profit distribution on Perpetual Tier 1 Sukuk by a Subsidiary		**(6,097)**	(6,064)
Dividends paid	8	**(305,997)**	(208,161)
Dividend paid by a subsidiary to non-controlling interests		**(12,232)**	(16,713)
Net movement in other borrowed funds		**307,458**	238,379
Net cash used in financing activities		**(472,738)**	(71,252)
Increase in cash and short term funds		**152,525**	705,399
Cash and short term funds at 1 January		**4,878,491**	5,323,273
Cash and short term funds at 30 September		**5,031,016**	6,028,672

The attached notes 1 to 15 form part of this interim condensed consolidated financial information.

National Bank of Kuwait Group

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

30 September 2026 (Unaudited)

KD 000's

	Equity attributable to shareholders of the Bank										
	Share capital	***Proposed bonus shares***	***Share premium account***	***Statutory reserve***	***Retained earnings***	***Proposed cash dividend***	***Other reserves (Note 8)***	***Total***	***Perpetual Tier 1 capital securities***	***Non - controlling interests***	***Total equity***
At 1 January 2026	**874,277**	**43,713**	**803,028**	**437,140**	**2,171,979**	**305,997**	**(66,604)**	**4,569,530**	**455,335**	**625,382**	**5,650,247**
Profit for the period	**-**	**-**	**-**	**-**	**481,663**	**-**	**-**	**481,663**	**-**	**33,482**	**515,145**
Other comprehensive loss	**-**	**-**	**-**	**-**	**-**	**-**	**(61,747)**	**(61,747)**	**-**	**(4,128)**	**(65,875)**
Total comprehensive income (loss)	**-**	**-**	**-**	**-**	**481,663**	**-**	**(61,747)**	**419,916**	**-**	**29,354**	**449,270**
Issue of bonus shares (Note 8b)	**43,713**	**(43,713)**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Dividends paid (Note 8b)	**-**	**-**	**-**	**-**	**-**	**(305,997)**	**-**	**(305,997)**	**-**	**-**	**(305,997)**
Redemption of Perpetual Tier 1 Capital Securities (Note 9)	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(211,295)**	**-**	**(211,295)**
Issuance of Perpetual Tier 1 Sukuk by a Subsidiary (Note 9)	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**90,000**	**90,000**
Reclassification of Perpetual Tier 1 Sukuk by a Subsidiary (Note 9)	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(150,385)**	**(150,385)**
Interest paid on perpetual Tier 1 Capital Securities	**-**	**-**	**-**	**-**	**(23,582)**	**-**	**-**	**(23,582)**	**-**	**-**	**(23,582)**
Profit distribution on Perpetual Tier 1 Sukuk by a Subsidiary	**-**	**-**	**-**	**-**	**(3,681)**	**-**	**-**	**(3,681)**	**-**	**(2,416)**	**(6,097)**
Dividend paid to non-controlling interests by a Subsidiary	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(12,232)**	**(12,232)**
Other movements	**-**	**-**	**-**	**-**	**(8,349)**	**-**	**-**	**(8,349)**	**-**	**(2,688)**	**(11,037)**
At 30 September 2026	**917,990**	**-**	**803,028**	**437,140**	**2,618,030**	**-**	**(128,351)**	**4,647,837**	**244,040**	**577,015**	**5,468,892**
At 1 January 2025	832,644	41,633	803,028	416,324	1,975,750	208,161	(165,212)	4,112,328	439,032	605,372	5,156,732
Profit for the period	-	-	-	-	467,357	-	-	467,357	-	31,065	498,422
Other comprehensive income	-	-	-	-	-	-	71,464	71,464	-	2,344	73,808
Total comprehensive income	-	-	-	-	467,357	-	71,464	538,821	-	33,409	572,230
Issue of bonus shares (Note 8b)	41,633	(41,633)	-	-	-	-	-	-	-	-	-
Dividends paid (Note 8b)	-	-	-	-	-	(208,161)	-	(208,161)	-	-	(208,161)
Issuance of Perpetual Tier 1 Capital Securities (Note 9)	-	-	-	-	-	-	-	-	244,040	-	244,040
Redemption of Perpetual Tier 1 Capital Securities	-	-	-	-	-	-	-	-	(227,737)	-	(227,737)
Interest paid on perpetual Tier 1 Capital Securities	-	-	-	-	(14,483)	-	-	(14,483)	-	-	(14,483)
Profit distribution on Perpetual Tier 1 Sukuk by a Subsidiary	-	-	-	-	(3,661)	-	-	(3,661)	-	(2,403)	(6,064)
Dividend paid to non-controlling interests by a Subsidiary	-	-	-	-	-	-	-	-	-	(16,713)	(16,713)
Realised loss on equity investments at FVOCI	-	-	-	-	(1,334)	-	1,334	-	-	-	-
Other movements	-	-	-	-	(3,098)	-	-	(3,098)	-	(1,532)	(4,630)
At 30 September 2025	874,277	-	803,028	416,324	2,420,531	-	(92,414)	4,421,746	455,335	618,133	5,495,214

The attached notes 1 to 15 form part of this interim condensed consolidated financial information.

1 INCORPORATION AND REGISTRATION

The interim condensed consolidated financial information of National Bank of Kuwait S.A.K.P. (the "Bank") and its subsidiaries (collectively the "Group") for the nine months period ended 30 September 2026 was authorised for issue in accordance with a resolution of the directors on 7 October 2026. The Bank is a public shareholding company incorporated in the State of Kuwait in 1952 and is registered as a bank (commercial registration number – 8490) with the Central Bank of Kuwait. The Bank's registered office is at Al Shuhada Street, P.O. Box 95, Safat 13001, Kuwait.

2 ACCOUNTING POLICIES

Basis of preparation

The interim condensed consolidated financial information of the Group has been prepared in accordance with International Accounting Standard (IAS) 34, 'Interim Financial Reporting' except as noted below. The accounting policies used in the preparation of this interim condensed consolidated financial information are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2025.

The annual consolidated financial statements for the year ended 31 December 2025 have been prepared in accordance with the regulations for financial services institutions as issued by the Central Bank of Kuwait (CBK) in the State of Kuwait. These regulations require banks and other financial institutions regulated by CBK to adopt the International Financial Reporting Standards ("IFRS") with an amendment for measuring the expected credit loss ("ECL") on credit facilities at the higher of ECL computed under IFRS 9 – 'Financial Instruments' in accordance to the CBK guidelines or the provisions as required by CBK instructions along with its consequent impact on related disclosures.

The above framework is hereinafter referred to as 'IFRS Accounting standards as adopted by CBK for use by the State of Kuwait'.

The interim condensed consolidated financial information does not contain all information and disclosures required for the annual consolidated financial statements prepared in accordance with IFRS, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2025. Further, results for interim periods are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

Amendments to IFRSs which are effective for annual accounting period starting from 1 January 2026 did not have any material impact on the accounting policies, financial position or performance of the Group.

3 PROVISION CHARGE FOR CREDIT LOSSES AND IMPAIRMENT LOSSES

	Three months ended 30 September		*Nine months ended 30 September*	
	2026	*2025*	***2026***	*2025*
	KD 000's	*KD 000's*	***KD 000's***	*KD 000's*
Provision charge (release) for credit facilities – Specific (including recoveries)	**7,879**	16,734	**9,378**	(19,134)
Provision charge for credit facilities – general	**7,241**	5,409	**22,940**	21,683
Expected credit losses charge (release)	**1,908**	(1,527)	**(10,470)**	(1,416)
Other impairment losses	**498**	1,522	**2,116**	10,725
	17,526	22,138	**23,964**	11,858

4 TAXATION

	Three months ended 30 September		*Nine months ended 30 September*	
	2026	*2025*	***2026***	*2025*
	KD 000's	*KD 000's*	***KD 000's***	*KD 000's*
Kuwait Domestic Minimum Top-up Tax (DMTT)	**14,939**	14,729	**43,249**	48,676
Contribution to Kuwait Foundation for the Advancement of Sciences	**1,711**	1,760	**3,959**	5,233
Overseas tax	**14,530**	13,555	**39,146**	40,202
	31,180	30,044	**86,354**	94,111

5 EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit for the period attributable to shareholders of the Bank (adjusted for interest and profit paid on Perpetual Tier 1 Capital Securities) by the weighted average number of shares outstanding during the period net of treasury shares. There are no dilutive potential shares that are convertible into shares.

	Three months ended 30 September		*Nine months ended 30 September*	
	2026	*2025*	***2026***	*2025*
	KD 000's	*KD 000's*	***KD 000's***	*KD 000's*
Profit attributable to shareholders of the Bank	**156,880**	152,096	**481,663**	467,357
Less: Interest paid on Perpetual Tier 1 capital Securities	**(11,831)**	(5,379)	**(23,582)**	(14,483)
Less: Profit distribution on Perpetual Tier 1 sukuk by a Subsidiary attributable to shareholders of the Bank	**(1,835)**	(1,822)	**(3,681)**	(3,661)
	143,214	144,895	**454,400**	449,213
Weighted average number of shares outstanding during the period net of treasury shares (thousands)	**9,179,903**	9,179,903	**9,179,903**	9,179,903
Basic earnings per share	**16 fils**	16 fils	**49 fils**	49 fils

Earnings per share calculations for the period ended 30 September 2025 have been adjusted to take account of the bonus shares issued in 2026.

6 LOANS, ADVANCES AND ISLAMIC FINANCING TO CUSTOMERS

	30 September 2026 KD 000's	*Audited 31 December 2025 KD 000's*	*30 September 2025 KD 000's*
Loans, advances and Islamic financing to customers	**29,079,051**	27,717,632	26,936,976
Provision for credit losses	**(885,737)**	(902,064)	(884,986)
	28,193,314	26,815,568	26,051,990

The available provision on non-cash facilities of KD 54,332 thousand (31 December 2025: KD 52,031 thousand, 30 September 2025: KD 51,011 thousand) is included under other liabilities. The total provision for cash and non cash credit facilities in accordance with CBK guidelines amounted to KD 940,069 thousand as at 30 September 2026 (31 December 2025: KD 954,095 thousand, 30 September 2025: KD 935,997 thousand).

The Expected Credit Losses ("ECL") on credit facilities determined under IFRS 9 in accordance to the CBK guidelines amounted to KD 712,984 thousand as at 30 September 2026 (31 December 2025: KD 698,446 thousand, 30 September 2025: KD 694,122 thousand). CBK guidelines prescribe certain parameters to determine the ECL on credit facilities such as floors for estimating Probability of Default (PD), eligible collateral with haircuts for determining Loss Given Default (LGD), deemed minimum maturity for Stage 2 exposures, 100% credit conversion factors for utilised cash and non-cash facilities, Stage 3 ECLs at 100% of the defaulted exposure net of eligible collateral after applying applicable haircuts etc.

An analysis of the carrying amounts of credit facilities, and the corresponding ECL based on the staging criteria under IFRS 9 in accordance to the CBK guidelines is as follows:

30 September 2026	***Stage 1 KD 000's***	***Stage 2 KD 000's***	***Stage 3 KD 000's***	***Total KD 000's***
Loans, advances and Islamic financing to customers	**27,135,055**	**1,568,349**	**375,647**	**29,079,051**
Contingent liabilities (Note 11)	**5,941,261**	**861,176**	**27,192**	**6,829,629**
Commitments (revocable and irrevocable) to extend credit	**12,036,846**	**843,024**	**629**	**12,880,499**
ECL allowance for credit facilities	**216,041**	**189,790**	**307,153**	**712,984**

31 December 2025	*Stage 1 KD 000's*	*Stage 2 KD 000's*	*Stage 3 KD 000's*	*Total KD 000's*
Loans, advances and Islamic financing to customers	25,790,845	1,550,828	375,959	27,717,632
Contingent liabilities (Note 11)	5,078,474	953,847	32,301	6,064,622
Commitments (revocable and irrevocable) to extend credit	11,653,546	1,075,580	4,989	12,734,115
ECL allowance for credit facilities	195,771	192,753	309,922	698,446

30 September 2025	*Stage 1 KD 000's*	*Stage 2 KD 000's*	*Stage 3 KD 000's*	*Total KD 000's*
Loans, advances and Islamic financing to customers	25,016,045	1,552,972	367,959	26,936,976
Contingent liabilities (Note 11)	4,901,938	926,725	30,375	5,859,038
Commitments (revocable and irrevocable) to extend credit	10,286,788	1,030,128	453	11,317,369
ECL allowance for credit facilities	196,497	191,855	305,770	694,122

6 LOANS, ADVANCES AND ISLAMIC FINANCING TO CUSTOMERS (continued)

An analysis of the changes in the ECL in relation to credit facilities (cash and non-cash facilities) computed under IFRS 9 in accordance to the CBK guidelines is as follows:

	Stage 1	***Stage 2***	***Stage 3***	***Total***
	KD 000's	***KD 000's***	***KD 000's***	***KD 000's***
ECL allowance as at 1 January 2026	**195,771**	**192,753**	**309,922**	**698,446**
Transfer between stages				
Transfer from Stage 1	**(3,924)**	**2,530**	**1,394**	**-**
Transfer from Stage 2	**16,134**	**(50,035)**	**33,901**	**-**
Transfer from Stage 3	**9,794**	**2,350**	**(12,144)**	**-**
Amounts recovered (written off) net of exchange movements	**3**	**208**	**(46,646)**	**(46,435)**
Net (decrease) increase in ECL for the period	**(1,737)**	**41,984**	**20,726**	**60,973**
At 30 September 2026	**216,041**	**189,790**	**307,153**	**712,984**

	Stage 1	*Stage 2*	*Stage 3*	*Total*
	KD 000's	*KD 000's*	*KD 000's*	*KD 000's*
ECL allowance as at 1 January 2025	176,315	199,369	258,681	634,365
Transfer between stages				
Transfer from Stage 1	(4,919)	3,538	1,381	-
Transfer from Stage 2	39,739	(80,300)	40,561	-
Transfer from Stage 3	13,088	2,697	(15,785)	-
Amounts recovered (written off) net of exchange movements	313	32	27,432	27,777
Net (decrease) increase in ECL for the period	(28,039)	66,519	(6,500)	31,980
At 30 September 2025	196,497	191,855	305,770	694,122

7 OTHER BORROWED FUNDS

On 15 September 2026, the Group exercised its call option to redeem Global Medium-Term Senior Unsecured Notes of USD 1,000,000 thousand, maturing on 15 September 2027.The notes were redeemed at their principal amount together with accrued interest up to the date of redemption in accordance with the terms of the notes.

8 SHAREHOLDERS' EQUITY

a) The authorised share capital of the Bank comprises 15,000,000,000 shares (31 December 2025: 10,000,000,000 shares and 30 September 2025: 10,000,000,000 shares) of 100 fils each. The increase in authorized share capital was approved by the Extraordinary General Meeting of the shareholders held on 28 March 2026. The issued and fully paid up share capital of the Bank comprises 9,179,903,298 shares (31 December 2025: 8,742,765,046 shares and 30 September 2025: 8,742,765,046 shares) of 100 fils each.

b) Dividend and bonus shares

The Annual General Assembly meeting of the shareholders held on 14 March 2026 approved 5% bonus shares and a final cash dividend of 35 fils per share for the year ended 31 December 2025 (5% bonus shares and a total cash dividend of 35 fils per share distributed between 25 fils per share as final cash dividend and 10 fils per share as an interim cash dividend for the year ended 31 December 2024). The final cash dividend amounting to KD 305,997 thousand was paid on 9 April 2026. The bonus shares issued in 2026 increased the number of issued and fully paid up shares by 437,138,252 (2025: 416,322,145) and the share capital by KD 43,713 thousand (2025: KD 41,632 thousand). The bonus shares were distributed on 9 April 2026.

8 SHAREHOLDERS' EQUITY (continued)

c) Other reserves

	General reserve KD 000's	*Foreign currency translation reserve KD 000's*	*Cumulative changes in fair values KD 000's*	*Share based payment reserve KD 000's*	*Actuarial valuation reserve KD 000's*	*Treasury share reserve KD 000's*	*Total other reserves KD 000's*
At 1 January 2026	**117,058**	**(368,051)**	**150,437**	**-**	**(1,009)**	**34,961**	**(66,604)**
Other comprehensive loss	**-**	**(18,046)**	**(43,692)**	**-**	**(9)**	**-**	**(61,747)**
At 30 September 2026	**117,058**	**(386,097)**	**106,745**	**-**	**(1,018)**	**34,961**	**(128,351)**
At 1 January 2025	117,058	(427,418)	92,980	14,409	2,798	34,961	(165,212)
Other comprehensive income	-	29,769	41,695	-	-	-	71,464
Realised loss on equity investments at FVOCI	-	-	1,334	-	-	-	1,334
At 30 September 2025	117,058	(397,649)	136,009	14,409	2,798	34,961	(92,414)

9 PERPETUAL TIER 1 CAPITAL SECURITIES

The Bank issued the following Perpetual Tier 1 Capital Securities (the "Capital Securities"), through wholly owned special purpose vehicles:

	30 September 2026 KD 000's	*Audited 31 December 2025 KD 000's*	*30 September 2025 KD 000's*
USD 700,000 thousand (issued in February 2021 at an interest rate of 3.625% per annum, semi-annually in arrears, until the first reset date in February 2027, redeemable at the option of the bank in August 2026) - Redeemed	**-**	211,295	211,295
USD 800,000 thousand (issued in July 2025 at an interest rate of 6.375% per annum, payable semi-annually in arrears, until the first reset date in July 2031, redeemable at the option of the Bank in January 2031)	**244,040**	244,040	244,040
	244,040	455,335	455,335

During the period, Boubyan Bank K.S.C.P. issued a new Tier 1 Sukuk under a Sharia-compliant Sukuk arrangement amounting to KD 90,000 thousand, callable after five years from the date of issuance and bears an expected profit rate of 5.50% per annum, payable semi-annually in arrears. These securities are subordinated, unsecured, perpetual in nature, and are eligible to be classified under equity in accordance with IAS 32: Financial Instruments – Presentation. The Parent Bank did not subscribe to the Tier 1 Sukuk issue, and the total amount is included in non-controlling interest in the interim condensed consolidated statement of financial position.

In addition, during the period, Boubyan Bank K.S.C.P. decided to exercise its call option to redeem outstanding Tier 1 Sukuk issued in 2021 under a Sharia-compliant Sukuk arrangement with a nominal value of USD 500,000 thousand. Consequently, the amount is reclassified from non-controlling interests to other liabilities in the interim condensed consolidated statement of financial position. Subsequent to the balance sheet date, these securities were fully redeemed on 1 October 2026.

10 SEGMENTAL ANALYSIS

The Group has six reportable segments as described below. Management treats the operations of these segments separately for the purposes of decision making, resource allocation and performance assessment.

Consumer Banking
Consumer Banking provides a diversified range of products and services to individuals. The range includes consumer loans, credit cards, deposits, foreign exchange and other branch related services.

Corporate Banking
Corporate Banking provides a comprehensive product and service offering to business and corporate customers, including lending, deposits, trade finance, foreign exchange and advisory services.

NBK Wealth
NBK Wealth provides a full range of asset management, custody, brokerage, lending, deposits and other customized and innovative banking services to high net worth individuals and institutional clients across the Group.

Islamic Banking
Islamic banking represents the financial results of Boubyan Bank K.S.C.P., the Islamic banking subsidiary of the Group.

Group Centre
Group Centre includes treasury, investments, and other defined Group activities. Treasury provides a comprehensive range of treasury services and products to its clients, and is also responsible for the Bank's liquidity and market risk management. Group Centre includes any residual in respect of transfer pricing and inter segment allocations.

International Banking
International Banking provides a broad range of products and services including lending, deposits, trade finance etc. to corporate and individual customers at Group's overseas locations.

The following table shows net operating income, profit for the period, total assets and total liabilities information in respect of the Group's business segments:

10 SEGMENTAL ANALYSIS (continued)

	30 September 2026						
	Consumer Banking KD 000's	***Corporate Banking KD 000's***	***NBK Wealth KD 000's***	***Islamic Banking KD 000's***	***Group Centre KD 000's***	***International Banking KD 000's***	***Total KD 000's***
Nine months Net operating income	**212,157**	**109,468**	**104,320**	**215,498**	**99,856**	**264,433**	**1,005,732**
Profit for the period	**86,000**	**99,318**	**57,635**	**82,161**	**71,334**	**118,697**	**515,145**
Total assets	**5,078,023**	**5,909,345**	**1,437,596**	**11,010,843**	**1,359,946**	**22,122,489**	**46,918,242**
Total liabilities	**5,026,956**	**2,773,078**	**2,283,004**	**9,904,216**	**2,024,561**	**19,437,535**	**41,449,350**

	30 September 2025						
	Consumer Banking KD 000's	*Corporate Banking KD 000's*	*NBK Wealth KD 000's*	*Islamic Banking KD 000's*	*Group Centre KD 000's*	*International Banking KD 000's*	*Total KD 000's*
Nine months Net operating income	196,625	118,451	96,987	203,681	96,041	257,207	968,992
Profit for the period	72,029	135,100	48,700	77,936	40,584	124,073	498,422
Total assets	5,115,088	5,400,917	1,417,054	10,207,396	2,204,439	20,565,240	44,910,134
Total liabilities	5,100,089	2,921,362	2,375,940	9,089,821	1,781,761	18,145,947	39,414,920

11 COMMITMENTS AND CONTINGENT LIABILITIES

	30 September 2026 KD 000's	*Audited 31 December 2025 KD 000's*	*30 September 2025 KD 000's*
Commitments on behalf of customers for which there are corresponding liabilities by the customers concerned:			
Acceptances	**211,676**	145,542	226,085
Letters of credit	**779,053**	575,733	543,783
Guarantees	**5,838,900**	5,343,347	5,089,170
	6,829,629	6,064,622	5,859,038

Irrevocable commitments to extend credit amount to KD 2,165,115 thousand (31 December 2025: KD 2,615,137 thousand, 30 September 2025: KD 1,804,981 thousand). This includes commitments to extend credit which are irrevocable over the life of the facility or are revocable only in response to a material adverse change.

In the normal course of business, the Group has exposure to various indirect credit commitments which, though not reflected in the interim condensed consolidated statement of financial position, are subject to normal credit standards, financial controls and monitoring procedures.

These credit commitments do not necessarily represent future cash requirements, since many of these commitments will expire or terminate without being funded. Credit losses, if any, which may result from exposure to such commitments are not expected to be significant.

The Group has commitments in respect of capital expenditure amounting to KD 83,317 thousand (31 December 2025: KD 78,066 thousand, 30 September 2025: KD 83,363 thousand).

12 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

The Group measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements:

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

Level 2: inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using quoted prices for identical or similar instruments in market that are considered less than active or other valuation techniques in which all significant inputs are observable from market data. Debt securities under this category mainly include sovereign debt instruments in the Middle East & North Africa (MENA) region.

Level 3: valuation techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

The valuation techniques and inputs used in this interim condensed consolidated financial information are same as those disclosed in the annual consolidated financial statements for the year ended 31 December 2025.

12 FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

The following table provides the fair value measurement hierarchy of the Group's financial instruments recorded at fair value:

30 September 2026	***Level 1 KD 000's***	***Level 2 KD 000's***	***Level 3 KD 000's***	***Total KD 000's***
Debt securities	**6,904,687**	**328,569**	**88,750**	**7,322,006**
Equities and other investments	**61,067**	**263,599**	**111,801**	**436,467**
Kuwait Government treasury bonds	**126,569**	**-**	**-**	**126,569**
	7,092,323	**592,168**	**200,551**	**7,885,042**
Derivative financial instruments (Note 13)	**-**	**365,694**	**-**	**365,694**

31 December 2025	*Level 1 KD 000's*	*Level 2 KD 000's*	*Level 3 KD 000's*	*Total KD 000's*
Debt securities	7,067,069	267,462	88,465	7,422,996
Equities and other investments	60,870	306,616	45,975	413,461
Kuwait Government treasury bonds	91,314	-	-	91,314
	7,219,253	574,078	134,440	7,927,771
Derivative financial instruments (Note 13)	-	93,027	-	93,027

30 September 2025	*Level 1 KD 000's*	*Level 2 KD 000's*	*Level 3 KD 000's*	*Total KD 000's*
Debt securities	6,927,375	220,079	130,980	7,278,434
Equities and other investments	62,398	285,154	40,787	388,339
	6,989,773	505,233	171,767	7,666,773
Derivative financial instruments (Note 13)	-	81,716	-	81,716

12 FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

The table below analyses the movement in level 3 and the income (interest, dividend and realised/unrealised gain) generated during the periods.

	At 1 January 2026 KD 000's	***Change in fair value KD 000's***	***Additions KD 000's***	***Sale/ redemption KD 000's***	***Exchange rate movements KD 000's***	***At 30 September 2026 KD 000's***	***Net gain in the interim condensed consolidated statement of income KD 000's***
Debt securities	**88,465**	**-**	**-**	**-**	**285**	**88,750**	**3,702**
Equities and other investments	**45,975**	**(378)**	**69,917**	**(3,943)**	**230**	**111,801**	**1,863**
	134,440	**(378)**	**69,917**	**(3,943)**	**515**	**200,551**	**5,565**

	At 1 January 2025 KD 000's	*Change in fair value KD 000's*	*Additions KD 000's*	*Sale/ redemption KD 000's*	*Exchange rate movements KD 000's*	*At 30 September 2025 KD 000's*	*Net gain in the interim condensed consolidated statement of income KD 000's*
Debt securities	82,317	-	49,500	-	(837)	130,980	5,545
Equities and other investments	42,461	(720)	726	(1,638)	(42)	40,787	278
	124,778	(720)	50,226	(1,638)	(879)	171,767	5,823

13 DERIVATIVE FINANCIAL INSTRUMENTS

Derivative financial instruments are financial instruments that derive their value by referring to interest rates, foreign exchange rates, index of prices or rates and credit rating or credit index. Notional principal amounts merely represent amounts to which a rate or price is applied to determine the amounts of cash flows to be exchanged and do not represent the potential gain or loss associated with the market or credit risk of such instruments.

Derivative financial instruments are carried at fair value in the interim condensed consolidated statement of financial position. Positive fair value represents the cost of replacing all transactions with a fair value in the Group's favour had the rights and obligations arising from that instrument been closed in an orderly market transaction at the reporting date. Credit risk in respect of derivative financial instruments is limited to the positive fair value of the instruments. Negative fair value represents the cost to the Group's counter parties of replacing all their transactions with the Group.

The Group deals in interest rate swaps to manage its interest rate risk on interest bearing assets and liabilities and to provide interest rate risk management solutions to customers. Similarly the Group deals in forward foreign exchange contracts for customers and to manage its foreign currency positions and cash flows.

13 DERIVATIVE FINANCIAL INSTRUMENTS (continued)

Interest rate swaps used to hedge the change in fair value of the Group's financial assets and liabilities and which qualifies as effective hedging instruments are disclosed as 'held as fair value hedges'. Other interest rate swaps and forward foreign exchange contracts are carried out for customers or used for hedging purpose but do not meet the qualifying criteria for hedge accounting. The risk exposures on account of derivative financial instruments for customers are covered by entering into opposite transactions (back to back) with counter parties or by other risk mitigating transactions.

Interest rate swaps
Interest rate swaps are contractual agreements between two counter-parties to exchange interest payments on a defined principal amount for a fixed period of time. In cross currency interest rate swaps, the Group exchanges interest payment in two different currencies on a defined principal amount for a fixed period of time and also exchanges defined principal amounts in two different currencies at inception of the contract and re-exchanges principal amounts on maturity. Profit rate swaps are also included in this category.

Forward foreign exchange
Forward foreign exchange contracts are agreements to buy or sell currencies at a specified rate and at a future date.

The fair value of derivative financial instruments included in the financial records, together with their notional amounts is summarised as follows:

	30 September 2026			*Audited 31 December 2025*			*30 September 2025*		
	Positive fair value KD 000's	***Negative fair value KD 000's***	***Notional KD 000's***	*Positive fair value KD 000's*	*Negative fair value KD 000's*	*Notional KD 000's*	*Positive fair value KD 000's*	*Negative fair value KD 000's*	*Notional KD 000's*
Interest rate swaps (held as fair value hedges)	**398,245**	**28,503**	**7,780,040**	172,910	86,191	7,991,891	175,688	98,115	7,603,102
Interest rate swaps (others)	**28,642**	**30,916**	**842,314**	14,847	18,718	756,198	9,940	15,002	512,609
Forward foreign exchange contracts	**16,954**	**18,728**	**4,626,020**	22,587	12,408	4,531,054	18,076	8,871	4,274,811
	443,841	**78,147**	**13,248,374**	210,344	117,317	13,279,143	203,704	121,988	12,390,522

14 RELATED PARTY TRANSACTIONS

Related parties comprise Board Members and Executive Officers of the Bank, their close family members, companies controlled by them or close family members and associates of the Group. Certain related parties were customers of the Group in the ordinary course of business. Transactions with related parties were made on substantially the same terms, including interest rates and collateral, as those prevailing at the same time for comparable transactions with unrelated parties and did not involve more than a normal amount of risk. Lending to Board Members and their related parties is secured by tangible collateral in accordance with regulations of Central Bank of Kuwait.

Details of the interests of related parties are as follows:

	Number of Board Members and Executive Officers			***Number of related parties***					
	30 September 2026	*31 December 2025*	*30 September 2025*	***30 September 2026***	*31 December 2025*	*30 September 2025*	***30 September 2026***	*31 December 2025 Audited*	*30 September 2025*
							KD 000's	*KD 000's*	*KD 000's*
Loans	**9**	8	8	**18**	20	19	**53,753**	40,221	44,304
Contingent liabilities	**1**	1	1	**9**	9	9	**20,044**	15,878	16,378
Credit cards	**19**	20	21	**40**	40	36	**210**	223	281
Deposits	**26**	26	28	**98**	99	100	**48,350**	42,098	43,652
Collateral against credit facilities	**6**	3	2	**17**	17	17	**139,311**	176,072	181,724
Interest and fee income							**1,638**	2,450	1,866
Interest expense							**646**	991	756
Purchase of equipment and other expenses							**234**	317	224

14 RELATED PARTY TRANSACTIONS (continued)

Details of compensation to key management personnel are as follows:

	Three months ended 30 September		*Nine months ended 30 September*	
	2026 KD 000's	*2025 KD 000's*	***2026 KD 000's***	*2025 KD 000's*
Salaries and other short term benefits	**2,768**	2,746	**8,305**	8,187
Post-employment benefits	**30**	53	**218**	317
Share based compensation	**350**	463	**610**	1,107
	3,148	3,262	**9,133**	**9,611**

15 IMPACTS OF GEOPOLITICAL CONFLICT IN MIDDLE EAST AND RELATED UNCERTAINTIES

Geopolitical events in the Middle East since the end of February 2026 have affected Kuwait and other GCC countries, where the Group operates, resulting in increased macro-economic uncertainties and unfavorable business conditions.

In response to the crisis, the Central Bank of Kuwait (CBK) implemented various measures targeted at reinforcing the banking sector's ability to play a vital role in the economy, including but not limited to the expansion of lending capacity, strengthening financing capabilities and in the provision of liquidity to impacted customers. Some of the important measures are given below:

- Reducing the Liquidity Coverage Ratio (LCR) from 100% to 80%
- Reducing the Net Stable Funding Ratio (NSFR) from 100% to 80%
- Reducing the regulatory Liquidity Ratio from 18% to 15%
- Increasing the permissible negative cumulative liquidity gap
- Increasing the maximum lending limit (MLL) from 90% to 100%
- Releasing 1.0% of risk weighted assets from the Capital Conservation Buffer included in CET1, thereby reducing the Group's total capital adequacy (including D-SIB) ratio requirement from 15% to 14%

Similar measures were announced in many of the jurisdictions where the Group operates.

Expected Credit Loss (ECL) estimates
The Group considered the potential impact of the uncertainties caused by the ongoing geopolitical event in its estimation of ECL requirements for the period ended 30 September 2026, making adjustments to the macro-economic variables and scenarios as appropriate. The Group has also given specific consideration and overlays on the relevant quantitative and qualitative factors when determining any significant increase in credit risk (SICR) and in assessing indicators of impairment for exposures to potentially affected sectors.

Notwithstanding the above, ECL requirement for credit facilities estimated as at 30 September 2026 continues to be lower than the provisions required as per CBK instructions. In accordance with Group accounting policy, the higher amount, being the provision required as per CBK instructions, is therefore recognized as the provision requirement for credit losses on credit facilities.

Fair value measurement of financial and non-financial assets
The Group considered the potential impact of the current economic volatility on the reported amounts of the Group's fair value of the financial and non-financial assets. The reported amounts best represent management's assessment of the fair values based on observable information. Markets, however, remain volatile and asset carrying values remain sensitive to market fluctuations.

The impact of the highly uncertain geopolitical and economic environment remains judgmental, and the Group will accordingly continue to reassess its position and the related impact on a regular basis.