

Qatar International Islamic Bank (Q.P.S.C.)

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS**

30 September 2025

Qatar International Islamic Bank (Q.P.S.C.)
Interim condensed consolidated financial statements

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Independent auditor's report on review of interim condensed consolidated financial statements

To the Shareholders of Qatar International Islamic Bank (Q.P.S.C.)

Introduction

We have reviewed the accompanying 30 September 2025 interim condensed consolidated financial statements of Qatar International Islamic Bank (Q.P.S.C.) (the "Bank") and its subsidiaries (together the "Group"), which comprise:

- the interim consolidated statement of financial position as at 30 September 2025;
- the interim consolidated statement of income for the three-month and nine-month periods ended 30 September 2025;
- the interim consolidated statement of comprehensive income for the three-month and nine-month periods ended 30 September 2025;
- the interim consolidated statement of income and attribution related to quasi-equity for the three-month and nine-month periods ended 30 September 2025;
- the interim consolidated statement of changes in owners' equity for the nine-month period ended 30 September 2025;
- the interim consolidated statement of cash flows for the nine-month period ended 30 September 2025; and
- notes to the interim condensed consolidated financial statements.

The Board of Directors of the Bank is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with FAS 41, "Interim Financial Reporting" as modified by Qatar Central Bank. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements 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 statements 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 30 September 2025 interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with FAS 41, "Interim Financial Reporting" as modified by Qatar Central Bank.

14 October 2025
Doha
State of Qatar



Gopal Balasubramaniam
KPMG
Qatar Auditor's Registry Number 251
Licensed by QFMA: External
Auditor's License No. 120153

Qatar International Islamic Bank (Q.P.S.C.)

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2025

		30 September 2025 (Reviewed) QR'000	31 December 2024 (Audited) QR'000	30 September 2024 (Reviewed) QR'000
	Notes			
ASSETS				
Cash and balances with Qatar Central Bank		2,536,849	3,453,248	2,323,536
Due from banks	5	7,322,510	8,598,849	10,442,653
Financing assets	6	41,315,318	39,326,165	39,040,564
Investment securities	7	8,077,436	7,424,597	7,015,922
Investment in associates		140,127	135,050	156,120
Investment properties		596,266	616,259	622,242
Fixed assets		226,178	227,728	222,868
Intangible assets		37,363	42,159	40,363
Other assets		270,890	155,353	183,959
TOTAL ASSETS		60,522,937	59,979,408	60,048,227
LIABILITIES, QUASI-EQUITY AND OWNERS' EQUITY				
LIABILITIES				
Due to banks	8	4,389,078	5,186,376	5,807,403
Customers' current accounts		6,405,660	6,290,275	6,048,243
Sukuk financing	9	2,761,101	2,797,713	2,762,150
Other liabilities		1,187,658	1,011,889	1,041,200
TOTAL LIABILITIES		14,743,497	15,286,253	15,658,996
QUASI-EQUITY				
Participatory investment accounts	10	35,907,814	35,093,566	34,937,238
Reserves attributable to quasi-equity	10	7,073	(515)	5,791
TOTAL QUASI-EQUITY		35,914,887	35,093,051	34,943,029
OWNERS' EQUITY				
Share capital	11	1,513,687	1,513,687	1,513,687
Legal reserve	12	2,452,360	2,452,360	2,452,360
Risk reserve	13	950,573	950,573	886,173
Fair value reserve		3,747	(274)	3,090
Foreign currency translation reserve		8,094	(1,696)	1,313
Other reserves	14	20,545	83,856	82,759
Retained earnings		2,823,097	2,509,148	2,414,370
<i>Equity attributable to shareholders of the Bank</i>		7,772,103	7,507,654	7,353,752
Sukuk eligible as additional capital	16	2,092,450	2,092,450	2,092,450
TOTAL OWNERS' EQUITY		9,864,553	9,600,104	9,446,202
TOTAL LIABILITIES, QUASI-EQUITY AND OWNERS' EQUITY		60,522,937	59,979,408	60,048,227
CONTINGENT LIABILITIES AND COMMITMENTS				
	19	12,035,454	12,724,428	12,765,612

The interim condensed consolidated financial statements were approved by the Board of Directors on 14 October 2025 and were signed on its behalf by:

Dr. Khalid bin Thani bin Abdullah Al Thani
Chairman

Dr. Abdulbasit Ahmed Abdulrahman Al Shaibei
Chief Executive Officer

The attached Notes 1 to 23 form part of these interim condensed consolidated financial statements.
Independent auditor's review report is set out on page 1.

KPMG For Identification Purposes Only

Qatar International Islamic Bank (Q.P.S.C.)

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the three-month and nine-month periods ended 30 September 2025

Note	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
	(Reviewed) QR'000	(Reviewed) QR'000	(Reviewed) QR'000	(Reviewed) QR'000
Income from financing activities	656,254	700,100	1,971,157	1,966,411
Net income from investing activities	169,261	215,870	511,670	681,966
Finance expenses	(68,348)	(111,790)	(219,881)	(367,147)
Total income from financing and investing activities, net of finance expenses	757,167	804,180	2,262,946	2,281,230
Fee and commission income	146,306	123,028	385,696	346,285
Fee and commission expense	(36,276)	(28,796)	(102,284)	(87,531)
Net fee and commission income	110,030	94,232	283,412	258,754
Net foreign exchange gain	14,781	16,361	38,364	54,532
Net share of results of investment in associates	2,368	1,426	5,565	2,255
TOTAL INCOME	884,346	916,199	2,590,287	2,596,771
Staff expenses	(47,710)	(47,266)	(141,419)	(138,757)
Depreciation of fixed assets and amortisation of intangible assets	(6,202)	(6,515)	(18,921)	(17,931)
Other expenses	(46,050)	(44,831)	(140,370)	(132,440)
TOTAL EXPENSES	(99,962)	(98,612)	(300,710)	(289,128)
Net impairment reversals / (losses) on due from banks	130	(98)	51	132
Net impairment reversals on investment securities	589	4,473	526	5,279
Net impairment losses on financing assets	(761)	(54,904)	(135,062)	(172,888)
Impairment loss on investment in associate	-	-	(6,956)	-
Net impairment (losses) / reversals on off balance sheet exposures subject to credit risk	(63,693)	6,843	(93,460)	18,445
NET PROFIT FOR THE PERIOD BEFORE RETURN TO QUASI-EQUITY	720,649	773,901	2,054,676	2,158,611
Less: Net profit attributable to quasi-equity	(311,760)	(388,570)	(956,661)	(1,118,217)
NET PROFIT FOR THE PERIOD	408,889	385,331	1,098,015	1,040,394
BASIC AND DILUTED EARNINGS PER SHARE (QR PER SHARE)	17 0.27	0.25	0.68	0.64



The attached notes 1 to 23 form part of these interim condensed consolidated financial statements. Independent auditor's review report is set out on page 1.

Qatar International Islamic Bank (Q.P.S.C.)

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three-month and nine-month periods ended 30 September 2025

	<i>For the three-month period ended 30 September</i>		<i>For the nine-month period ended 30 September</i>	
	<i>2025 (Reviewed) QR'000</i>	<i>2024 (Reviewed) QR'000</i>	<i>2025 (Reviewed) QR'000</i>	<i>2024 (Reviewed) QR'000</i>
NET PROFIT FOR THE PERIOD	408,889	385,331	1,098,015	1,040,394
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to consolidated statement of income				
Fair value changes of equity-type investments carried at fair value through other comprehensive income	5,971	1,903	12,137	1,720
Items that are or maybe reclassified subsequently to consolidated statement of income				
Exchange difference arising on translation of foreign operations	(720)	1,957	9,790	1,313
Net change in the share of other comprehensive income of investment in associates	(14)	(18)	(156)	18
Share in the reserve attributable to quasi-equity	(3,896)	(1,250)	(7,588)	(1,390)
TOTAL OTHER COMPREHENSIVE INCOME FOR THE PERIOD	1,341	2,592	14,183	1,661
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	410,230	387,923	1,112,198	1,042,055



The attached notes 1 to 23 form part of these interim condensed consolidated financial statements. Independent auditor's review report is set out on page 1.

Qatar International Islamic Bank (Q.P.S.C.)

INTERIM CONSOLIDATED STATEMENT OF INCOME AND ATTRIBUTION RELATED TO QUASI-EQUITY

For the three-month and nine-month periods ended 30 September 2025

	<i>For the three-month period ended 30 September</i>		<i>For the nine-month period ended 30 September</i>	
	<i>2025 (Reviewed) QR'000</i>	<i>2024 (Reviewed) QR'000</i>	<i>2025 (Reviewed) QR'000</i>	<i>2024 (Reviewed) QR'000</i>
Net profit for the period before return to quasi-equity	720,649	773,901	2,054,676	2,158,611
Less: Income not attributable to quasi-equity	(248,926)	(265,015)	(711,432)	(750,956)
Net profit attributable to quasi-equity before the Bank's share as Mudarib	471,723	508,886	1,343,244	1,407,655
Less: Bank's share as Mudarib	(424,551)	(457,997)	(1,208,920)	(1,266,889)
Add: Support provided by the Bank	264,588	337,681	822,337	977,451
NET PROFIT ATTRIBUTABLE TO QUASI-EQUITY	311,760	388,570	956,661	1,118,217
OTHER COMPREHENSIVE INCOME				
Items that are or may subsequently be classified to statement of income				
Share in the reserve attributable to quasi-equity	3,896	1,250	7,588	1,390
TOTAL OTHER COMPREHENSIVE INCOME FOR THE PERIOD	3,896	1,250	7,588	1,390
TOTAL PROFIT ATTRIBUTABLE TO QUASI-EQUITY	315,656	389,820	964,249	1,119,607



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Qatar International Islamic Bank (Q.P.S.C.)

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

For the nine-month period ended 30 September 2025

		<i>Share capital</i>	<i>Legal reserve</i>	<i>Risk reserve</i>	<i>Fair value reserve</i>	<i>Foreign currency translation reserve</i>	<i>Other reserves</i>	<i>Retained earnings</i>	<i>Sukuk eligible as additional capital</i>	<i>Total owners' equity</i>
	<i>Notes</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>
Balance at 1 January 2025 (Audited)		1,513,687	2,452,360	950,573	(274)	(1,696)	83,856	2,509,148	2,092,450	9,600,104
Net income for the period		-	-	-	-	-	-	1,098,015	-	1,098,015
Other comprehensive income for the period		-	-	-	4,393	9,790	-	-	-	14,183
Total comprehensive income for the period		-	-	-	4,393	9,790	-	1,098,015	-	1,112,198
Dividends paid to the shareholders for the year 2024	15	-	-	-	-	-	-	(408,695)	-	(408,695)
Interim dividend to the shareholders for the year 2025	15	-	-	-	-	-	-	(363,285)	-	(363,285)
Dividend appropriation to Sukuk eligible as Additional Tier 1 Capital	16	-	-	-	-	-	-	(75,769)	-	(75,769)
Net movement in other reserves	14	-	-	-	-	-	(63,311)	63,311	-	-
Other movement		-	-	-	(372)	-	-	372	-	-
Balance at 30 September 2025 (Reviewed)		<u>1,513,687</u>	<u>2,452,360</u>	<u>950,573</u>	<u>3,747</u>	<u>8,094</u>	<u>20,545</u>	<u>2,823,097</u>	<u>2,092,450</u>	<u>9,864,553</u>
Balance at 1 January 2024 (Audited)		1,513,687	2,452,360	886,173	2,742	-	81,974	2,476,696	2,092,450	9,506,082
Net income for the period		-	-	-	-	-	-	1,040,394	-	1,040,394
Other comprehensive income for the period		-	-	-	348	1,313	-	-	-	1,661
Total comprehensive income for the period		-	-	-	348	1,313	-	1,040,394	-	1,042,055
Dividends paid to the shareholders for the year 2023	15	-	-	-	-	-	-	(681,159)	-	(681,159)
Interim dividend paid to the shareholders for the year 2024	15	-	-	-	-	-	-	(348,148)	-	(348,148)
Dividend appropriation to Sukuk eligible as Additional Tier 1 Capital	16	-	-	-	-	-	-	(72,628)	-	(72,628)
Net movement in other reserves	14	-	-	-	-	-	785	(785)	-	-
Balance at 30 September 2024 (Reviewed)		<u>1,513,687</u>	<u>2,452,360</u>	<u>886,173</u>	<u>3,090</u>	<u>1,313</u>	<u>82,759</u>	<u>2,414,370</u>	<u>2,092,450</u>	<u>9,446,202</u>

The attached notes 1 to 23 form part of these interim condensed consolidated financial statements. Independent auditor's review report is set out on page 1.



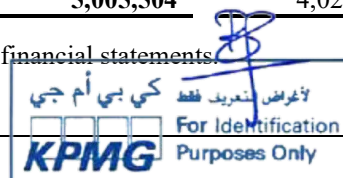
Qatar International Islamic Bank (Q.P.S.C.)

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine-month period ended 30 September 2025

	<i>For the nine-month period ended 30 September</i>	
	<i>2025 (Reviewed) QR'000</i>	<i>2024 (Reviewed) QR'000</i>
Cash flows from operating activities		
Net profit for the period	1,098,015	1,040,394
<i>Adjustments for:</i>		
Net impairment losses on financing assets	135,062	172,888
Net impairment reversals on investment securities	(526)	(5,279)
Impairment loss on investment in associate	6,956	-
Net impairment losses / (reversals) on off balance sheet exposures subject to credit risk	93,460	(18,445)
Net impairment reversals on due from banks	(51)	(132)
Gains on disposal of fixed assets	(49)	(18)
Gain on disposal of investment properties	-	(11,152)
Depreciation of investment properties	21,754	21,414
Depreciation of fixed assets and amortisation of intangible assets	18,921	17,931
Loss / (gain) on sale of investments securities	1	(207)
Dividend income	(12,523)	(198)
Net share of results of investment in associates	(5,565)	(2,255)
Fair value loss / (gain) on investment security carried at fair value through income statement	51	(31)
Sukuk amortisation	(4,709)	(7,360)
Employees' end of service benefits	9,019	4,613
Profit before changes in operating assets and liabilities	1,359,816	1,212,163
Working capital changes:		
Cash reserve with Qatar Central Bank	(45,332)	38,745
Due from banks	2,123,101	1,935,757
Financing assets	(2,124,215)	(2,714,015)
Other assets	(115,537)	(9,211)
Due to banks	(797,298)	(3,660,275)
Customers' current accounts	115,385	(333,429)
Other liabilities	41,279	56,594
	557,199	(3,473,671)
Employees' end of service benefits paid	(2,339)	(3,419)
Net cash flows generated from / (used in) operating activities	554,860	(3,477,090)
Cash flows from investing activities		
Acquisition of investment securities	(1,697,799)	(2,469,573)
Proceeds from sale / redemption of investment securities	1,061,992	3,327,460
Acquisition of fixed assets	(5,544)	(3,282)
Acquisition of intangible assets	(7,031)	(19,826)
Addition in investment in properties	(1,761)	(1,270)
Proceeds from sale of investment properties	-	11,152
Proceeds from sale of fixed assets	49	19
Dividends received from investment in associates	1,470	1,470
Dividend income	12,523	198
Net cash flows (used in) / generated from investing activities	(636,101)	846,348
Cash flows from financing activities		
Dividend appropriation to Sukuk eligible as additional Tier 1 capital	(75,769)	(72,628)
Change in quasi-equity	814,248	2,389,430
Cash dividends paid to shareholders	(772,258)	(1,033,789)
Net cash flows (used in) / generated from financing activities	(33,779)	1,283,013
Net decrease in cash and cash equivalents	(115,020)	(1,347,729)
Cash and cash equivalents at 1 January	5,120,524	5,376,338
Cash and cash equivalents at 30 September	5,005,504	4,028,609

The attached notes 1 to 23 form part of these interim condensed consolidated financial statements.
Independent auditor's review report is set out on page 1.



Qatar International Islamic Bank (Q.P.S.C.)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

As at and for the nine-month period ended 30 September 2025

1 LEGAL STATUS AND PRINCIPAL ACTIVITIES

Qatar International Islamic Bank (Q.P.S.C.) (“QIIB” or “the Bank”) was incorporated under Amiri Decree No. 52 of 1990. The Bank operates through its head office located on Grand Hamad Street in Doha and 16 local branches. The Bank’s equity shares are listed and traded on the Qatar Stock Exchange.

The commercial registration number of the Bank is 13023. The address of the Bank’s registered office is Grand Hamad Street 2, Doha, State of Qatar, P.O. Box 664.

The interim condensed consolidated financial statements include the financial information of the Bank and its subsidiaries which are, QIIB Senior Oryx Ltd (previously “QIIB Senior Sukuk Ltd”) and QIIB Tier 1 Sukuk LLC, (special purpose entity (“SPE”)) (together the “Group”) after elimination of intercompany balances and transactions.

QIIB Senior Oryx Ltd and QIIB Tier 1 Sukuk LLC, were incorporated in the State of Qatar for the purpose of issuing Sukuks and Tier 1 Sukuks respectively. QIIB Senior Oryx Ltd was registered and licensed under Qatar Financial Centre (“QFC”) and regarded as a resident Company in the State of Qatar under Article 8(1)(b) of the QFC tax regulations. Further, QIIB Tier 1 Sukuk LLC was incorporated in the State of Qatar, as an exempted company with limited liability for the sole purpose of issuing Tier 1 Sukuks, for the benefit of QIIB.

As licensed by Qatar Central Bank (QCB), the Bank is engaged in banking, financing and investing activities in accordance with its Articles of Incorporation, Islamic Shari’ah Rules and Principles as determined by the Shari’ah Supervisory Board of the Group and regulations of QCB.

The reviewed interim condensed consolidated financial statements of the Group for the period ended 30 September 2025 were authorized for issuance in accordance with a resolution of the Board of Directors on 14 October 2025.

1.1 Shari’ah governance framework

The Group follows Accounting and Auditing Organization for Islamic Financial Institutions (“AAOIFI”) Governance Standards (GSs) in their entirety along with the regulators’ requirements related to Shari’ah governance / Shari’ah governance framework. In line with the requirements of the same, the Group has a comprehensive governance mechanism comprising of Shari’ah supervisory board and internal Shari’ah audit. These functions perform their responsibilities in line with AAOIFI GSs as well as the regulators’ requirements related to Shari’ah governance. The GSs also require the Board of Directors and those charged with governance to discharge their duties in line with Shari’ah governance and fiduciary responsibilities.

1.2 Shari’ah principles and rules

The Group follows the hierarchy of Shari’ah principles and rules as defined in paragraph 165 of FAS 1 “General Presentation and Disclosures in the Financial Statements”.

2 BASIS OF PREPARATION

(a) Statement of compliance

The interim condensed consolidated financial statements have been prepared in accordance with Financial Accounting Standards (“FAS”) issued by the Accounting and Auditing Organization for Islamic Financial Institutions (“AAOIFI”) as modified by Qatar Central Bank (“QCB”). QCB has mandated a modification through a circular issued, namely Circular No. 12 / 2020 on 29 April 2020 (the effective date), which amends the requirements of FAS 33 “Investments in Sukuk, shares and similar instruments” and FAS 30 “Impairment, credit losses and onerous commitments”, and requires Islamic banks to follow the principles of the International Financial Reporting Standard 9 “Financial Instruments” in respect of impairment of equity-type investments carried at fair value through other comprehensive income (OCI).

For matters that are not covered by FAS, the Group uses the guidance from the relevant International Financial Reporting Standards (“IFRSs”) as issued by the International Accounting Standards Board (“IASB”).

The interim condensed consolidated financial statements do not contain all information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group’s annual consolidated financial statements as at 31 December 2024. The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2024 except for the adoption of new and amended standards as set out in note 2 (d). In addition, results for the nine-month period ended 30 September 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

2 BASIS OF PREPARATION (CONTINUED)

(a) Statement of compliance (continued)

The significant judgments made by management in applying the Group's accounting policies, the key sources of estimation uncertainty, and Group's financial risk management objectives and policies were same as those that applied to the consolidated financial statements for the year ended 31 December 2024.

(b) Basis of measurement

The interim condensed consolidated financial statements have been prepared on the historical cost basis except for the investment securities classified as Investments at fair value through other comprehensive income (OCI), Investments at fair value through income statement, and Shari'ah compliant risk management instruments at fair value through income statement.

(c) Functional and presentation currency

The interim condensed consolidated financial statements are presented in Qatari Riyals ("QR"), which is the Bank's functional and presentational currency. Except as otherwise indicated, financial information presented in the interim condensed consolidated financial statements have been rounded to the nearest thousands.

(d) New standards, amendments and interpretations issued but not effective from 1 January 2025

FAS 45 Quasi Equity (Including investment accounts)

AAOIFI has issued the revised FAS 45 Quasi Equity (Including investment accounts) in 2023. This standard prescribes the principles of financial reporting related to the participatory investment instruments (including investment accounts) in which an Islamic financial institution (IFI / the institution) controls the underlying assets (mostly, as a working partner), on behalf of the stakeholders other than the owners' equity. Such instruments (including, in particular, the unrestricted investment accounts) normally qualify for on-balance sheet accounting and are reported as quasi-equity.

This standard provides the overall criteria for on-balance-sheet accounting for participatory investment instruments and quasi-equity, as well as, pooling, recognition, derecognition, measurement, presentation and disclosure for quasi-equity. It further addresses financial reporting related to other quasi-equity instruments and certain specific issues.

This standard is effective for the financial reporting periods beginning on or after 1 January 2026 with an option to early adopt.

The Group is assessing the impact of adoption of this standard.

FAS 46 Off-Balance-Sheet assets under management

AAOIFI has issued the revised FAS 46 Off-Balance-Sheet assets under management in 2023. This standard prescribes the criteria for characterisation of off-balance-sheet assets under management, and the related principles of financial reporting in line with the "AAOIFI Conceptual Framework for Financial Reporting" (the conceptual framework).

The standard encompasses the aspects of recognition, derecognition, measurement, selection and adoption of accounting policies, etc., related to off-balance-sheet assets under management, as well as certain specific aspects. of financial reporting, e.g., impairment and onerous commitments by the institution. The standard also includes the presentation and disclosure requirements, particularly aligning the same with the requirements of FAS 1 "General Presentation and Disclosures in the Financial Statements" in respect of the statement of changes in off-balance-sheet assets under management.

This standard, along with, FAS 45 "Quasi Equity "(Including Investment Accounts)", supersedes the earlier FAS 27 "Investment Accounts". This standard is effective for the financial reporting periods beginning on or after 1 January 2026 with an option to early adopt.

The Group is assessing the impact of adoption of this standard.

2 BASIS OF PREPARATION (CONTINUED)

(d) New standards, amendments and interpretations issued but not effective from 1 January 2025 (continued)

FAS 47 Transfer of assets between investment pools

AAOIFI has issued the revised FAS 47 Transfer of assets between investment pools in 2023. This standard prescribes the financial reporting principles and disclosure requirements applicable to all transfers of assets between investment pools related to (and where material, between significant categories of) owners' equity, quasi-equity and off-balance-sheet assets under management of an institution. It requires adoption and consistent application of accounting policies for such transfers in line with Shari'ah principles and rules and describes general disclosure requirements in this respect.

This standard is effective for the financial reporting periods beginning on or after 1 January 2026 with an option to early adopt.

The Group is assessing the impact of adoption of this standard.

FAS 48 Promotional Gifts and Prizes

This standard prescribes accounting and financial reporting requirements applicable to promotional gifts and prizes awarded by the Islamic financial institutions. The standard categorizes them into a) promotional gifts where entitlement occurs instantly; b) promotional prizes that are announced in advance to be awarded at a future date and c) loyalty programs where the obligation is accumulated over the period.

This standard is effective for the financial reporting periods beginning on or after 1 January 2026, with an option to early adopt.

The Group does not expect any significant impact on the adoption of this standard.

(e) Global minimum top-up tax

On 27 March 2025, Qatar published in the Official Gazette, Law No. 22 of 2024 amending specific provisions of the Income Tax Law promulgated under Law No. 24 of 2018 by introducing Domestic Minimum Top-up Tax ('DMTT') and Income Inclusion Rule ('IIR') with a minimum effective tax rate of 15%. The amendments are effective from 1 January 2025 and the related regulations on implementation, compliance and administrative provisions are expected to be issued by the General Tax Authority in the near future.

The Group has performed an assessment of the applicability of Pillar Two tax requirements, and based on this assessment the Group believes it will be exempt from these requirements on the basis that it does not have 'multinational' status given its active subsidiaries operate in the State of Qatar as mentioned in Note 1. The Bank will continue to monitor any Pillar Two legislation and regulations as and when issued, and accordingly reassess and liaise with the relevant regulatory authorities to determine whether there would be any impact for the Group.

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3 SEGMENT INFORMATION

The Group has three reportable segments, as described below, which are the Group's strategic divisions. The strategic divisions offer different products and services, and are managed separately based on the Group's management and internal reporting structure. For each of the strategic divisions, the Group Management Committee reviews internal management reports on monthly basis. The following summary describes the operations in each of the Group's reportable segments:

Corporate banking	Includes financings, deposits and other transactions and balances with corporate customers, government and semi government institutions and SME customers.
Personal banking	Includes financings, deposits and other transactions and balances with personal customers.
Treasury & Investments	Undertakes the Group's funding and centralised risk management activities through borrowings, issues of Sukuk, use of risk management instruments for risk management purposes and investing in liquid assets such as short-term deposits and corporate and government Sukuk.

Investments activities include the Group's trading and corporate finance activities.

Information regarding the results, assets and liabilities of each reportable segment is included below. Performance is measured based on segment profit, assets and liabilities growth, as included in the internal management reports that are reviewed by the Assets and Liabilities Committee (ALCO) committee. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments.

<i>Nine-month ended 30 September 2025 (Reviewed)</i>	<i>Corporate banking QR'000</i>	<i>Personal banking QR'000</i>	<i>Treasury & Investments QR'000</i>	<i>Total QR'000</i>
External revenue:				
Total income from financing and investing activities, net of finance expenses	1,111,994	859,163	291,789	2,262,946
Net fee and commission income	135,452	147,960	-	283,412
Net foreign exchange gain	-	-	38,364	38,364
Net share of results of investment in associates	-	-	5,565	5,565
Total segment income	1,247,446	1,007,123	335,718	2,590,287
Net impairment reversals on due from banks	-	-	51	51
Net impairment reversals on investments securities	-	-	526	526
Net impairment losses on financing assets	(99,495)	(35,567)	-	(135,062)
Impairment loss on investment in associate	-	-	(6,956)	(6,956)
Net impairment losses on off balance sheet exposures subject to credit risk	(93,460)	-	-	(93,460)
Net profit attributable to quasi-equity	(442,386)	(514,275)	-	(956,661)
Reportable segment net profit before non- segmented expenses	612,105	457,281	329,339	1,398,725

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3 SEGMENT INFORMATION (CONTINUED)

<i>Nine-month ended 30 September 2024 (Reviewed)</i>	<i>Corporate banking QR'000</i>	<i>Personal banking QR'000</i>	<i>Treasury & Investments QR'000</i>	<i>Total QR'000</i>
External revenue:				
Total income from financing and investing activities, net of finance expenses	1,208,524	757,887	314,819	2,281,230
Net fee and commission income	149,306	109,448	-	258,754
Net foreign exchange gain	-	-	54,532	54,532
Net share of results of investment in associates	-	-	2,255	2,255
Total segment income	<u>1,357,830</u>	<u>867,335</u>	<u>371,606</u>	<u>2,596,771</u>
Net impairment reversals on due from banks	-	-	132	132
Net impairment reversals on investments securities	-	-	5,279	5,279
Net impairment losses on financing assets	(120,244)	(52,644)	-	(172,888)
Net impairment reversals on off balance sheet exposures subject to credit risk	18,445	-	-	18,445
Net profit attributable to quasi-equity	<u>(552,228)</u>	<u>(565,989)</u>	<u>-</u>	<u>(1,118,217)</u>
Reportable segment net profit before non-segmented expenses	<u>703,803</u>	<u>248,702</u>	<u>377,017</u>	<u>1,329,522</u>

	<i>Corporate banking QR'000</i>	<i>Personal banking QR'000</i>	<i>Treasury & Investments QR'000</i>	<i>Total QR'000</i>
30 September 2025 (Reviewed)				
Reportable segment assets	<u>26,192,194</u>	<u>15,123,124</u>	<u>16,281,357</u>	<u>57,596,675</u>
Reportable segment liabilities and quasi-equity	<u>15,608,573</u>	<u>26,711,974</u>	<u>7,150,179</u>	<u>49,470,726</u>

	<i>Corporate banking QR'000</i>	<i>Personal banking QR'000</i>	<i>Treasury & Investments QR'000</i>	<i>Total QR'000</i>
31 December 2024 (Audited)				
Reportable segment assets	<u>24,684,640</u>	<u>14,641,525</u>	<u>17,886,800</u>	<u>57,212,965</u>
Reportable segment liabilities and quasi-equity	<u>15,991,770</u>	<u>25,391,556</u>	<u>7,984,089</u>	<u>49,367,415</u>

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3 SEGMENT INFORMATION (CONTINUED)

The tables below provide reconciliation of reportable segment profit, assets, liabilities and quasi-equity:

	<i>For the nine-month period ended 30 September</i>	
	<i>2025 (Reviewed) QR'000</i>	<i>2024 (Reviewed) QR'000</i>
Reportable segment net profit before allocation of expenses	1,398,725	1,329,522
Unallocated expenses	(300,710)	(289,128)
Consolidated net profit for the period	1,098,015	1,040,394
	<i>30 September 2025 (Reviewed) QR'000</i>	<i>31 December 2024 (Audited) QR'000</i>
Assets		
Total assets for reportable segments	57,596,675	57,212,965
Other unallocated amounts	2,926,262	2,766,443
Consolidated total assets	60,522,937	59,979,408
Liabilities and quasi-equity		
Total liabilities and quasi-equity for reportable segments	49,470,726	49,367,415
Other unallocated amounts	1,187,658	1,011,889
Consolidated total liabilities and quasi-equity	50,658,384	50,379,304

4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS

The tables below set out the carrying amounts and fair values of the Group's main financial assets and financial liabilities:

	<i>Fair value through income statement QR'000</i>	<i>Fair value through OCI QR'000</i>	<i>Amortised cost QR'000</i>	<i>Total carrying amount QR'000</i>	<i>Fair value QR'000</i>
30 September 2025 (Reviewed)					
Cash and balances with Qatar					
Central Bank	-	-	2,536,849	2,536,849	2,536,849
Due from banks	-	-	7,322,510	7,322,510	7,322,510
Investment securities:					
- Measured at fair value	-	381,544	-	381,544	381,544
- Measured at amortised cost	-	-	7,695,892	7,695,892	7,645,131
Other assets (excluding non-financial assets)	1,609	-	24,721	26,330	26,330
	1,609	381,544	17,579,972	17,963,125	17,912,364
Due to banks	-	-	4,389,078	4,389,078	4,389,078
Customers' current accounts	-	-	6,405,660	6,405,660	6,405,660
Sukuk financing	-	-	2,761,101	2,761,101	2,761,101
Other liabilities	2,275	-	1,185,383	1,187,658	1,187,658
Quasi-equity	-	-	35,914,887	35,914,887	35,914,887
	2,275	-	50,656,109	50,658,384	50,658,384

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4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS (CONTINUED)

<i>31 December 2024 (Audited)</i>	<i>Fair value through income statement QR'000</i>	<i>Fair value through OCI QR'000</i>	<i>Amortised cost QR'000</i>	<i>Total carrying amount QR'000</i>	<i>Fair value QR'000</i>
Cash and balances with Qatar					
Central Bank	-	-	3,453,248	3,453,248	3,453,248
Due from banks	-	-	8,598,849	8,598,849	8,598,849
Investment securities:					
- Measured at fair value	757	298,006	-	298,763	298,763
- Measured at amortised cost	-	-	7,125,834	7,125,834	7,017,670
Other assets (excluding non-financial assets)	8,687	-	28,055	36,742	36,742
	<u>9,444</u>	<u>298,006</u>	<u>19,205,986</u>	<u>19,513,436</u>	<u>19,405,272</u>
Due to banks	-	-	5,186,376	5,186,376	5,186,376
Customers' current accounts	-	-	6,290,275	6,290,275	6,290,275
Sukuk financing	-	-	2,797,713	2,797,713	2,797,713
Other liabilities	11,260	-	1,000,629	1,011,889	1,011,889
Quasi-equity	-	-	35,093,051	35,093,051	35,093,051
	<u>11,260</u>	<u>-</u>	<u>50,368,044</u>	<u>50,379,304</u>	<u>50,379,304</u>
<i>30 September 2024 (Reviewed)</i>	<i>Fair value through income statement QR'000</i>	<i>Fair value through OCI QR'000</i>	<i>Amortised cost QR'000</i>	<i>Total carrying amount QR'000</i>	<i>Fair value QR'000</i>
Cash and balances with Qatar					
Central Bank	-	-	2,323,536	2,323,536	2,323,536
Due from banks	-	-	10,442,653	10,442,653	10,442,653
Investment securities:					
- Measured at fair value	860	28,858	-	29,718	29,718
- Measured at amortised cost	-	-	6,986,204	6,986,204	6,916,314
Other assets (excluding non-financial assets)	8,105	-	41,309	49,414	49,414
	<u>8,965</u>	<u>28,858</u>	<u>19,793,702</u>	<u>19,831,525</u>	<u>19,761,635</u>
Due to banks	-	-	5,807,403	5,807,403	5,807,403
Customers' current accounts	-	-	6,048,243	6,048,243	6,048,243
Sukuk financing	-	-	2,762,150	2,762,150	2,762,150
Other liabilities	8,190	-	1,033,010	1,041,200	1,041,200
Quasi-equity	-	-	34,943,029	34,943,029	34,943,029
	<u>8,190</u>	<u>-</u>	<u>50,593,835</u>	<u>50,602,025</u>	<u>50,602,025</u>

The fair value of financial assets and liabilities carried at amortised cost are equal to the carrying value except for investment securities carried at amortised cost with a carrying value of QR 7,696 million (31 December 2024: QR 7,126 million, 30 September 2024: QR 6,986 million) for which the fair value amounts to QR 7,645 million (31 December 2024: QR 7,018 million, 30 September 2024: QR 6,916 million).

4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS (CONTINUED)

Valuation of financial investments

The Group measures fair value using the following fair value hierarchy that reflects the significant inputs used in making the measurement valuation technique:

- Level 1: Quoted market price (unadjusted) in an active market for an identical instrument.
- Level 2: Valuation techniques based on observable inputs, either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data.
- Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

Fair values 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.

Valuation techniques include net present value and discounted cash flow models, comparison to similar instruments for which market observable prices exist and other valuation models. Assumptions and inputs used in valuation techniques include risk-free and benchmark profit rates, credit spreads and other premia used in estimating discount rates, sukuk and equity prices, foreign currency exchange rates, equity and equity index prices and expected price volatilities and correlations. The objective of valuation techniques is to arrive at a fair value determination that reflects the price of the financial instrument at the reporting date, that would have been determined by market participants acting at arm's length.

Financial investments classification

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

	<i>Fair value measurement using</i>			<i>Total QR'000</i>
	<i>Quoted prices in active markets (Level 1) QR'000</i>	<i>Significant observable inputs (Level 2) QR'000</i>	<i>Significant unobservable inputs (Level 3) QR'000</i>	
<i>30 September 2025 (Reviewed)</i>				
- Quoted equity-type investments classified as FVTOCI	374,976	-	-	374,976
- Unquoted equity-type investments classified as FVTOCI	-	-	6,568	6,568

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4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS (CONTINUED)

	<i>Fair value measurement using</i>			<i>Total QR'000</i>
	<i>Quoted prices in active markets (Level 1) QR'000</i>	<i>Significant observable inputs (Level 2) QR'000</i>	<i>Significant unobservable inputs (Level 3) QR'000</i>	
<i>31 December 2024 (Audited)</i>				
- Quoted equity-type investments classified as FVTIS	757	-	-	757
- Quoted equity-type investments classified as FVTOCI	291,895	-	-	291,895
- Unquoted equity-type investments classified as FVTOCI	-	-	6,111	6,111
<i>30 September 2024 (Reviewed)</i>				
- Quoted equity-type investments classified as FVTIS	860	-	-	860
- Quoted equity-type investments classified as FVTOCI	22,796	-	-	22,796
- Unquoted equity-type investments classified as FVTOCI	-	-	6,062	6,062

FVTIS – Fair value through income statement

FVTOCI - Fair value through other comprehensive income

There have been no transfers between level 1 and level 2 during the periods ended 30 September 2025 and 2024 and the year ended 31 December 2024.

Details of the Group's classification of financial investments are given in note 7.

5 DUE FROM BANKS

	<i>30 September 2025 (Reviewed) QR'000</i>	<i>31 December 2024 (Audited) QR'000</i>	<i>30 September 2024 (Reviewed) QR'000</i>
Mudaraba placements	4,341,832	1,323,127	2,514,259
Commodity Murabaha receivable	2,762,828	7,018,167	7,649,984
Current accounts	192,733	135,826	160,104
Accrued profit	25,593	122,256	119,416
	<u>7,322,986</u>	<u>8,599,376</u>	<u>10,443,763</u>
Allowance for expected credit losses of due from banks (Stages 1 and 2)	(476)	(527)	(1,110)
Total	<u><u>7,322,510</u></u>	<u><u>8,598,849</u></u>	<u><u>10,442,653</u></u>

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6 FINANCING ASSETS

	30 September 2025 (Reviewed) QR'000	31 December 2024 (Audited) QR'000	30 September 2024 (Reviewed) QR'000
Murabaha and Musawama	39,067,262	35,951,000	35,939,918
Ijarah Muntahia Bittamleek	4,900,274	5,968,154	5,572,842
Istisn'a	98,632	88,251	83,123
Mudaraba	502,750	517,378	531,332
Others	339,625	434,225	339,217
Accrued Profit	358,210	337,329	325,188
Total financing assets	45,266,753	43,296,337	42,791,620
Less: Deferred profit	(1,820,094)	(1,908,476)	(1,847,176)
Allowance for expected credit losses (Stages 1 and 2)	(887,565)	(708,404)	(597,386)
Allowance for credit impairment (Stage 3)	(1,162,173)	(1,246,332)	(1,201,403)
Suspended profit	(81,603)	(106,960)	(105,091)
Net financing assets	41,315,318	39,326,165	39,040,564

Total carrying amount of Istisn'a contracts under processing is QR 35 million as at 30 September 2025 (30 September 2024: QR 72 million; 31 December 2024: QR 62 million).

During the period, the Group had written off fully provided bad debts after meeting conditions stipulated in the instructions of QCB amounting to QR 13.6 million as at 30 September 2025 (30 September 2024: QR 1.98 million; 31 December 2024: QR 2.37 million).

The total non-performing financing assets net of deferred profit at 30 September 2025 amounted to QR 1,244 million, representing 2.86% of the gross financing assets (30 September 2024: QR 1,380 million, representing 3.37 %; 31 December 2024: QR 1,356 million, representing 3.28%).

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7 INVESTMENT SECURITIES

	<i>30 September 2025 (Reviewed)</i>			<i>31 December 2024 (Audited)</i>			<i>30 September 2024 (Reviewed)</i>		
	<i>Quoted QR'000</i>	<i>Unquoted QR'000</i>	<i>Total QR'000</i>	<i>Quoted QR'000</i>	<i>Unquoted QR'000</i>	<i>Total QR'000</i>	<i>Quoted QR'000</i>	<i>Unquoted QR'000</i>	<i>Total QR'000</i>
<i>Investments classified at fair value through income statement</i>									
- Equity-type investments	-	-	-	757	-	757	860	-	860
	-	-	-	757	-	757	860	-	860
<i>Debt-type investments classified at amortised cost</i>									
- State of Qatar Sukuk	-	4,631,778	4,631,778	-	4,470,393	4,470,393	-	4,272,606	4,272,606
- Fixed rate	2,740,678	254,905	2,995,583	2,592,144	-	2,592,144	2,658,790	-	2,658,790
- Accrued profit	41,013	37,180	78,193	26,302	47,183	73,485	35,217	29,896	65,113
- Less: allowance for expected credit losses (Stage 1 and 2)	(9,655)	(7)	(9,662)	(10,188)	-	(10,188)	(10,305)	-	(10,305)
	<u>2,772,036</u>	<u>4,923,856</u>	<u>7,695,892</u>	<u>2,608,258</u>	<u>4,517,576</u>	<u>7,125,834</u>	<u>2,683,702</u>	<u>4,302,502</u>	<u>6,986,204</u>
<i>Equity-type investments classified at fair value through OCI</i>									
	<u>374,976</u>	<u>6,568</u>	<u>381,544</u>	<u>291,895</u>	<u>6,111</u>	<u>298,006</u>	<u>22,796</u>	<u>6,062</u>	<u>28,858</u>
Total	<u>3,147,012</u>	<u>4,930,424</u>	<u>8,077,436</u>	<u>2,900,910</u>	<u>4,523,687</u>	<u>7,424,597</u>	<u>2,707,358</u>	<u>4,308,564</u>	<u>7,015,922</u>

Notes:

- (i) The fair value of the investments carried at amortized cost as at 30 September 2025 amounted to QR 7,645 million (30 September 2024: QR 6,916 million; 31 December 2024: QR 7,018 million).
- (ii) The fair value hierarchy and the transfers between categories of fair value hierarchy are disclosed in note 4.
- (iii) The carrying value of investment securities pledged under repurchase agreement (REPO) is QR 509 million (30 September 2024 and 31 December 2024: QR Nil).

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8 DUE TO BANKS

	<i>30 September 2025 (Reviewed) QR'000</i>	<i>31 December 2024 (Audited) QR'000</i>	<i>30 September 2024 (Reviewed) QR'000</i>
Wakala payable	4,140,104	4,884,971	5,477,233
Current accounts	204,288	225,579	226,875
Profit payable	44,686	75,826	103,295
Total	4,389,078	5,186,376	5,807,403

9 SUKUK FINANCING

Instrument	Issued amount QR'000	<i>30 September 2025 (Reviewed) QR'000</i>	<i>31 December 2024 (Audited) QR'000</i>	<i>30 September 2024 (Reviewed) QR'000</i>
QIIB Senior Oryx	2,731,125	2,761,101	2,797,713	2,762,150
Total balance		2,761,101	2,797,713	2,762,150

The financing assets backing the Sukuk as at 30 September 2025, 31 December 2024 and 30 September 2024 are Murabaha.

10 QUASI EQUITY

	<i>30 September 2025 (Reviewed) QR'000</i>	<i>31 December 2024 (Audited) QR'000</i>	<i>30 September 2024 (Reviewed) QR'000</i>
Term accounts	27,814,742	27,491,089	27,063,758
Savings accounts	8,093,072	7,602,477	7,873,480
Participatory investment accounts	35,907,814	35,093,566	34,937,238
Reserves attributable to quasi-equity	7,073	(515)	5,791
Total	35,914,887	35,093,051	34,943,029

All participatory investment accounts are unrestricted balances as of 30 September 2025, 31 December 2024, and 30 September 2024.

11 SHARE CAPITAL

	<i>Number of shares</i>		
	<i>30 September 2025 (Reviewed)</i>	<i>31 December 2024 (Audited)</i>	<i>30 September 2024 (Reviewed)</i>
Issued and fully paid*	1,513,687	1,513,687	1,513,687

*Issued and fully paid capital of QR 1,514 million comprises 1,514 million shares with a nominal value of QR 1 each (December 2024 and September 2024: QR 1,514 million comprises 1,514 million shares with a nominal value of QR 1 each).

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12 LEGAL RESERVE

In accordance with QCB Law No. 13 of 2012 as amended, 10% of net profit for the year is required to be transferred to the reserve until the legal reserve equals 100% of the paid up share capital. This reserve is not available for distribution except in circumstances specified in Qatar Commercial Companies Law No. 11 of 2015 as amended by law number 8 of 2021 and after QCB approval. No appropriation was made as the legal reserve equal more than 100% of the paid up share capital.

13 RISK RESERVE

In accordance with QCB regulations, the minimum requirement for risk reserve is 2.5% of the total private and public sector exposure granted by the Group inside and outside Qatar after the exclusion of the specific provisions and profit in suspense. The finance provided to / or secured by the Ministry of Finance – Qatar or finance against cash guarantees is excluded from the gross direct finance.

14 OTHER RESERVES

Other reserves represent the undistributed share of associates profits after deducting the cash dividends received and investment derecognized (including disposal, impaired or written off).

Movements in the undistributed share of associates profit are as follows:

	<i>30 September 2025 (Reviewed) QR'000</i>	<i>31 December 2024 (Audited) QR'000</i>	<i>30 September 2024 (Reviewed) QR'000</i>
Balance at 1 January	83,856	81,974	81,974
Undistributed profit of associates of the period / year	5,565	3,352	2,255
Dividend received from associates	(1,470)	(1,470)	(1,470)
Other movement	(67,406)	-	-
Total	20,545	83,856	82,759

15 CASH DIVIDENDS PROPOSED TO THE SHAREHOLDERS

The Board of Directors have approved an interim cash dividend in respect of the six month period ended 30 June 2025 of 24% of the paid up share capital amounting to QR 363 million (2024: 23% of the paid up share capital amounting to QR 348 million). This is in accordance with Qatar Financial Markets Authority (QFMA) Board Decision No. 7 of 2023.

On 18 March 2025 the General Assembly of shareholders approved cash dividends of 27% of the paid up share capital amounting to QR 409 million which took the total cash dividend for the year ended 31 December 2024 to 50% of paid up share capital amounting to QR 757 million (2023: 45% of paid up share capital amounting to QR 681 million).

16 SUKUK ELIGIBLE AS ADDITIONAL CAPITAL

During the year 2016, the Group issued perpetual sukuk eligible as additional capital for an amount of QR 1 billion. The sukuk is unsecured and the profit distributions are discretionary, non –cumulative, payable annually, with a fixed profit rate for the first five years which will be revised upon the completion of the initial five years' period. The Group has the right not to pay profit and the sukuk holders have no right to claim profit on the sukuk. The sukuk does not have a maturity date and has been classified as an equity.

In 2024, the Group issued additional perpetual, unsecured, subordinated sukuk eligible as additional tier 1 capital amounting to USD 300 million listed on the London Stock Exchange. The payment of profit for these sukuk is non-cumulative and are made at the discretion of QIIB. The Group has the right not to pay profit on these sukuk, and the sukuk holders will have no claim with respect to non-payment. The applicable profit rate has a reset date as per the terms of the agreement of the issued sukuks. The sukuk does not have a fixed maturity date. The Group classified the sukuk as equity.

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17 BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the net profit for the period by the weighted average number of ordinary shares outstanding during the period.

	<i>For the three-month period ended 30 September</i>		<i>For the nine-month period ended 30 September</i>	
	<i>2025 (Reviewed) QR'000</i>	<i>2024 (Reviewed) QR'000</i>	<i>2025 (Reviewed) QR'000</i>	<i>2024 (Reviewed) QR'000</i>
Net profit for the period attributable to the shareholders of the Bank	408,889	385,331	1,098,015	1,040,394
Less: Profit attributable to Sukuk eligible as additional capital	-	-	(75,769)	(72,628)
Profit for EPS computation	408,889	385,331	1,022,246	967,766
Weighted average number of shares outstanding during the period (Note 11)	1,513,687	1,513,687	1,513,687	1,513,687
Basic and diluted earnings per share (QR)	0.27	0.25	0.68	0.64

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

18 CASH AND CASH EQUIVALENTS

For the purpose of preparing the interim condensed consolidated statement of cash flows, cash and cash equivalents comprise the following balances with original maturities of less than three months:

	<i>30 September 2025 (Reviewed) QR'000</i>	<i>31 December 2024 (Audited) QR'000</i>	<i>30 September 2024 (Reviewed) QR'000</i>
Cash and balances with Qatar Central Bank (excluding restricted QCB reserve account)	617,757	1,579,488	467,230
Due from banks	4,387,747	3,541,036	3,561,379
	5,005,504	5,120,524	4,028,609

The cash reserve with Qatar Central Bank is excluded as it is not used in the day-to-day operations of the Group.

19 CONTINGENT LIABILITIES AND COMMITMENTS

	<i>30 September 2025 (Reviewed) QR'000</i>	<i>31 December 2024 (Audited) QR'000</i>	<i>30 September 2024 (Reviewed) QR'000</i>
a) Contingent liabilities			
Unused financing facilities	5,155,769	4,467,771	4,449,837
Guarantees	4,907,586	5,056,389	5,376,119
Letters of credit	454,067	274,044	415,035
	10,517,422	9,798,204	10,240,991
b) Commitments			
Forward foreign exchange promissory contracts	1,518,032	2,926,224	2,524,621
	1,518,032	2,926,224	2,524,621
	12,035,454	12,724,428	12,765,612

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20 RELATED PARTIES TRANSACTIONS (CONTINUED)

Transactions with key management personnel

Key management personnel compensation for the period comprised:

	<i>For the nine-month period ended 30 September</i>	
	<i>2025 (Reviewed) QR'000</i>	<i>2024 (Reviewed) QR'000</i>
Short term benefits	13,650	12,464
Long term benefits	1,569	1,123
	<u>15,219</u>	<u>13,587</u>

Key management personnel with the Group during the period as follows:

	<i>For the nine-month period ended 30 September</i>	
	<i>2025 (Reviewed) QR'000</i>	<i>2024 (Reviewed) QR'000</i>
Mortgage and other secured financing	4,394	1,598
Credit cards	234	175
	<u>4,628</u>	<u>1,773</u>

21 REGULATORY DISCLOSURES

Capital Adequacy Ratio

The Group's policy is to maintain a strong capital base so as to ensure investor, creditor and market confidence and to sustain future development of the business. The impact of the level of capital on shareholders' return is also recognised and the Group recognises the need to maintain a balance between the higher returns that might be possible with greater gearing and the advantages and security afforded by a sound capital position.

The Group have complied with all externally imposed capital requirements throughout the period / year.

As per Qatar Central Bank regulations, the capital adequacy ratio of the Group is calculated in accordance with the new Basel III guidelines starting from the period ended 31 March 2024. QCB has considered the Group as domestic systemically important bank (DSIB), therefore, the Group is now subject to a 0.5% DSIB charge.

The Group's regulatory capital position under new Basel III and QCB regulations as follows:

	<i>30 September 2025 (Reviewed) QR'000</i>	<i>31 December 2024 (Audited) QR'000</i>	<i>30 September 2024 (Reviewed) QR'000</i>
Tier 1 capital	9,827,082	9,180,803	9,403,768
Tier 2 capital	561,768	564,897	577,521
Total eligible capital	<u>10,388,850</u>	<u>9,745,700</u>	<u>9,981,289</u>

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

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21 REGULATORY DISCLOSURES (CONTINUED)

Risk weighted assets

	<i>30 September 2025 (Reviewed) QR'000</i>	<i>31 December 2024 (Audited) QR'000</i>	<i>30 September 2024 (Reviewed) QR'000</i>
Risk weighted assets for credit risk	44,407,059	44,961,630	46,101,376
Risk weighted assets for market risk	2,786,442	2,896,307	3,018,099
Risk weighted assets for operational risk	2,828,705	2,714,654	2,714,654
Total risk weighted assets	50,022,206	50,572,591	51,834,129
Regulatory Capital	10,388,850	9,745,700	9,981,289
Common Equity Tier 1 (CET 1) Capital Adequacy Ratio	15.46%	14.02%	14.11%
Total Capital Adequacy Ratio	20.77%	19.27%	19.26%

	CET 1 ratio with DSIB buffer without capital conservation buffer	CET 1 ratio including capital conservation buffer and DSIB buffer	Tier 1 capital ratio including capital conservation buffer and DSIB buffer	Total capital including capital conservation buffer	Total capital including capital conservation buffer and DSIB buffer	Total capital including conservation buffer, DSIB buffer and ICAAP Pillar II capital charge
30 September 2025 (Reviewed)						
Actual	15.46%	15.46%	19.65%	20.77%	20.77%	20.77%
Minimum limit as per QCB	6.50%	9.00%	11.00%	12.50%	13.00%	14.93%
31 December 2024 (Audited)						
Actual	14.02%	14.02%	18.15%	19.27%	19.27%	19.27%
Minimum limit as per QCB	6.50%	9.00%	11.00%	12.50%	13.00%	14.93%

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22 FINANCIAL RISK MANAGEMENT

22.1 Exposures subject to credit risk

Exposures and movement of expected credit loss / impairment allowances:

	30 September 2025 (Reviewed)				31 December 2024 (Audited) QR'000
	Stage 1	Stage 2	Stage 3	Total	
	(Reviewed) QR'000	(Reviewed) QR'000	(Reviewed) QR'000	(Reviewed) QR'000	
Exposures subject to ECL					
Due from banks	7,301,726	21,260	-	7,322,986	8,599,376
Debt-type investments classified at amortised cost	7,531,333	174,221	-	7,705,554	7,136,022
Financing assets*	37,576,216	4,626,667	1,243,776	43,446,659	41,387,861
Off balance sheet exposures subject to credit risk	8,785,873	1,717,741	13,808	10,517,422	9,798,204
	61,195,148	6,539,889	1,257,584	68,992,621	66,921,463

*Net of deferred profits

Opening balance of expected credit losses / impairment losses as at 1 January 2025

	30 September 2024 (Reviewed) QR'000				
Due from banks	512	15	-	527	1,242
Debt-type investments classified at amortised cost	3,754	6,434	-	10,188	15,584
Financing assets	272,086	436,318	1,246,332	1,954,736	1,623,779
Off balance sheet exposures subject to credit risk	90,142	27,226	14,939	132,307	84,843
Net transfer between stages					
Due from banks	-	-	-	-	-
Debt-type investments classified at amortised cost	4	(4)	-	-	-
Financing assets	(105,532)	82,733	22,799	-	-
Off balance sheet exposures subject to credit risk	(31,726)	31,726	-	-	-
	(137,254)	114,455	22,799	-	-

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22 FINANCIAL RISK MANAGEMENT (CONTINUED)

22.1 Exposures subject to credit risk (continued)

	30 September 2025 (Reviewed)				30 September 2024 (Reviewed) QR'000
	Stage 1 QR'000	Stage 2 QR'000	Stage 3 QR'000	Total QR'000	
Write off					
Financing assets	-	-	(12,840)	(12,840)	(1,392)
Transfers for the period					
Financing assets	-	-	3,440	3,440	-
Off balance sheet exposures subject to credit risk	-	-	(3,440)	(3,440)	-
Charge / (reversal) for the period (net)					
Due from banks	(39)	(12)	-	(51)	(132)
Debt-type investments classified at amortised cost	438	(964)	-	(526)	(5,279)
Financing assets	183,267	18,693	(66,898)	135,062	172,888
Recovery /Reclassification between off-balance sheet and on balance sheet	-	-	(30,660)	(30,660)	3,514
Off balance sheet exposures subject to credit risk	13,439	78,331	1,690	93,460	(18,445)
	<u>197,105</u>	<u>96,048</u>	<u>(95,868)</u>	<u>197,285</u>	<u>152,546</u>
Closing balance of expected credit losses / impairment losses - as at 30 September					
Due from banks	473	3	-	476	1,110
Debt-type investments classified at amortised cost	4,196	5,466	-	9,662	10,305
Financing assets	349,821	537,744	1,162,173	2,049,738	1,798,789
Off balance sheet exposures subject to credit risk	71,855	137,283	13,189	222,327	66,398
	<u>426,345</u>	<u>680,496</u>	<u>1,175,362</u>	<u>2,282,203</u>	<u>1,876,602</u>

23 COMPARATIVE INFORMATION

Certain comparative figures have been reclassified where necessary, to conform with current period presentation. Such reclassifications did not affect the previously reported profit or equity.