

# Abu Dhabi Commercial Bank PJSC

Review report and condensed consolidated  
interim financial information for the three month  
period ended March 31, 2026

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## **INDEPENDENT AUDITOR'S REPORT ON REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF ABU DHABI COMMERCIAL BANK PJSC**

### *Introduction*

We have reviewed the accompanying condensed consolidated interim statement of financial position of Abu Dhabi Commercial Bank PJSC (the "Bank") and its subsidiaries (together referred to as the "Group") as at 31 March 2026, and the related income statement, statements of comprehensive income, statement of changes in equity and statement of cash flows for the three-month period then ended, and material accounting policy information and other explanatory notes. Management is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34 *Interim Financial Reporting* ("IAS 34"). Our responsibility is to express a conclusion on this interim 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 financial information is not prepared, in all material respects, in accordance with IAS 34.

Deloitte & Touche (M.E.)



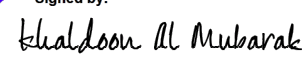
Mohammad Khamees Al Tah  
Registration No. 717  
23 April 2026  
Abu Dhabi  
United Arab Emirates

**Condensed consolidated interim statement of financial position**

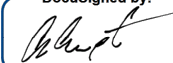
As at March 31, 2026

	Notes	As at March 31 2026 unaudited AED million	As at December 31 2025 audited AED million
<b>Assets</b>			
Cash and balances with central banks, net	4	80,267	63,019
Deposits and balances due from banks, net	5	57,789	56,594
Financial assets at fair value through profit or loss	6	23,781	21,686
Derivative financial instruments	7	16,479	15,160
Investment securities, net	8	160,148	166,137
Loans and advances to customers, net	9	425,720	405,967
Investment in associates and joint ventures		319	306
Investment properties	11	808	1,193
Other assets, net	12	34,968	34,970
Property and equipment, net		650	689
Intangible assets, net		7,663	7,658
Right of use assets, net		265	275
<b>Total assets</b>		<b>808,857</b>	<b>773,654</b>
<b>Liabilities</b>			
Due to banks	13	19,574	19,086
Derivative financial instruments	7	27,765	28,264
Deposits from customers	14	523,095	499,775
Euro commercial paper	15	6,530	8,720
Borrowings	16	107,826	89,794
Other liabilities	17	38,293	39,274
<b>Total liabilities</b>		<b>723,083</b>	<b>684,913</b>
<b>Equity</b>			
Share capital	18	7,912	7,912
Share premium		17,879	17,879
Other reserves	19	17,221	18,287
Retained earnings		34,016	35,904
Capital notes	20	8,742	8,755
<b>Equity attributable to equity holders of the Bank</b>		<b>85,770</b>	<b>88,737</b>
Non-controlling interests		4	4
<b>Total equity</b>		<b>85,774</b>	<b>88,741</b>
<b>Total liabilities and equity</b>		<b>808,857</b>	<b>773,654</b>

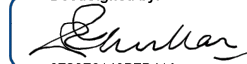
This condensed consolidated interim financial information was approved by the Board of Directors and authorised for issue on April 23, 2026 and signed on its behalf by:

Signed by:  
  
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**Khaldoon Khalifa Al Mubarak**  
 Chairman

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**Ala'a Eraiqat**  
 Group Chief Executive Officer

DocuSigned by:  
  
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**Deepak Khullar**  
 Group Chief Financial Officer

The accompanying notes 1 to 34 form an integral part of this condensed consolidated interim financial information.

**Condensed consolidated interim income statement (unaudited)**

For the three month period ended March 31, 2026

	Notes	3 months ended March 31	
		2026 AED million	2025 AED million
Interest income	21	7,559	7,347
Interest expense	22	(4,507)	(4,533)
<b>Net interest income</b>		<b>3,052</b>	<b>2,814</b>
Income from Islamic financing and investing products		987	909
Distribution on Islamic deposits and profit paid to sukuk holders		(301)	(330)
<b>Net income from Islamic financing and investing products</b>		<b>686</b>	<b>579</b>
<b>Total net interest income and income from Islamic financing and investing</b>		<b>3,738</b>	<b>3,393</b>
Net fees and commission income	23	938	820
Net trading income	24	959	559
Other operating income	25	299	240
<b>Operating income</b>		<b>5,934</b>	<b>5,012</b>
Operating expenses	26	(1,519)	(1,465)
<b>Operating profit before impairment charge</b>		<b>4,415</b>	<b>3,547</b>
Impairment charge	27	(638)	(646)
<b>Profit after impairment charge</b>		<b>3,777</b>	<b>2,901</b>
Share in profit of associates and joint ventures		4	5
<b>Profit before taxation</b>		<b>3,781</b>	<b>2,906</b>
Income tax charge		(420)	(460)
<b>Profit for the period</b>		<b>3,361</b>	<b>2,446</b>
<b>Attributable to:</b>			
Equity holders of the Bank		3,361	2,447
Non-controlling interests		-	(1)
<b>Profit for the period</b>		<b>3,361</b>	<b>2,446</b>
<b>Basic and diluted earnings per share (AED)</b>	<b>28</b>	<b>0.40</b>	<b>0.30</b>

The accompanying notes 1 to 34 form an integral part of this condensed consolidated interim financial information.

**Condensed consolidated interim statement of comprehensive income (unaudited)**  
 For the three month period ended March 31, 2026

	<b>3 months ended March 31</b>	
	<b>2026</b>	2025
	<b>AED million</b>	AED million
<b>Profit for the period</b>	3,361	2,446
<b>Other comprehensive income</b>		
<b>Items that may be re-classified subsequently to the condensed consolidated interim income statement</b>		
Net movement in foreign currency translation reserve (Note 19)	(167)	13
Net movement in cash flow hedge reserve (net of tax) (Note 19)	(241)	33
Net movement in revaluation reserve of debt instruments designated at FVTOCI (net of tax) (Note 19)	(665)	395
	<b>(1,073)</b>	441
<b>Items that will not be re-classified subsequently to the condensed consolidated interim income statement</b>		
Net movement in revaluation reserve of equity instruments designated at FVTOCI (net of tax) (Note 19)	(17)	9
<b>Other comprehensive (loss)/income for the period</b>	<b>(1,090)</b>	450
<b>Total comprehensive income for the period</b>	<b>2,271</b>	2,896
<b>Attributable to:</b>		
Equity holders of the Bank	2,271	2,897
Non-controlling interests	-	(1)
<b>Total comprehensive income for the period</b>	<b>2,271</b>	2,896

The accompanying notes 1 to 34 form an integral part of this condensed consolidated interim financial information.

**Condensed consolidated interim statement of changes in equity (unaudited)**  
 For the three month period ended March 31, 2026

	Share capital AED million	Share premium AED million	Other reserves AED million	Retained earnings AED million	Capital notes AED million	Equity attributable to equity holders of the Bank AED million	Non-controlling interests AED million	Total equity AED million
<b>As at January 1, 2026</b>	7,912	17,879	18,287	35,904	8,755	88,737	4	88,741
Profit for the period	-	-	-	3,361	-	3,361	-	3,361
Other comprehensive loss for the period (Note 19)	-	-	(1,090)	-	-	(1,090)	-	(1,090)
Other movements (Note 19)	-	-	24	(67)	-	(43)	-	(43)
Dividends paid to equity holders of the Bank	-	-	-	(4,985)	-	(4,985)	-	(4,985)
Capital notes buy back	-	-	-	-	(13)	(13)	-	(13)
Capital notes coupon paid (Note 28)	-	-	-	(197)	-	(197)	-	(197)
<b>As at March 31, 2026</b>	7,912	17,879	17,221	34,016	8,742	85,770	4	85,774
<b>As at January 1, 2025</b>	7,320	17,879	11,082	30,526	8,755	75,562	5	75,567
Profit for the period	-	-	-	2,447	-	2,447	(1)	2,446
Other comprehensive income for the period (Note 19)	-	-	450	-	-	450	-	450
Other movements (Note 19)	-	-	90	(142)	-	(52)	-	(52)
Amounts transferred within equity upon disposal of equity instruments designated at FVTOCI	-	-	-	(1)	-	(1)	-	(1)
Dividends paid to equity holders of the Bank	-	-	-	(4,319)	-	(4,319)	-	(4,319)
Capital notes coupon paid (Note 28)	-	-	-	(219)	-	(219)	-	(219)
<b>As at March 31, 2025</b>	7,320	17,879	11,622	28,292	8,755	73,868	4	73,872

Following the Annual General Meeting held on March 3, 2026, the shareholders approved the distribution of proposed cash dividend of AED 4,985 million for the year 2025, being AED 0.63 dividend per share and representing 63% of the paid up share capital (For the year 2024 – cash dividend of AED 4,319 million, being AED 0.59 dividend per share and representing 59% of the paid up share capital).

The accompanying notes 1 to 34 form an integral part of this condensed consolidated interim financial information.

**Condensed consolidated interim statement of cash flows (unaudited)**  
 For the three month period ended March 31, 2026

	3 months ended March 31	
	2026 AED million	2025 AED million
<b>OPERATING ACTIVITIES</b>		
Profit before taxation	3,781	2,906
<b>Adjustments for:</b>		
Depreciation on property and equipment and right of use assets (Note 26)	54	48
Amortisation of intangible assets (Note 26)	61	57
Gross impairment charge	711	794
Share in profit of associates and joint ventures	(4)	(5)
Discount unwind	(34)	(24)
Net (gain)/loss from disposal of investment securities (Note 25)	(36)	72
Discount amortisation on investment securities	(154)	(140)
Dividend income (Note 25)	(5)	(9)
Gain on sale of property and equipment	(2)	(1)
Amortisation and interest capitalised on borrowings and ECPs	391	424
Net gain from financial assets at fair value through profit or loss	(383)	(273)
Ineffective portion of hedges - loss (Note 7)	2	5
Employees' incentive plan expense (Note 19)	55	43
<b>Cash flows from operating activities before changes in operating assets and liabilities</b>	<b>4,437</b>	<b>3,897</b>
Net movement in due from banks and balances with central banks	3,477	(3,256)
Net movement in derivative financial instruments	503	(135)
Net purchases of financial assets at fair value through profit or loss	(2,196)	(3,894)
Net movement in loans and advances to customers	(21,125)	(9,201)
Net movement in other assets	(585)	(449)
Net movement in due to banks	492	225
Net movement in deposits from customers	24,771	20,547
Net movement in other liabilities	(102)	749
<b>Net cash from operations</b>	<b>9,672</b>	<b>8,483</b>
Income tax paid	(45)	(28)
<b>Net cash from operating activities</b>	<b>9,627</b>	<b>8,455</b>
<b>INVESTING ACTIVITIES</b>		
Net proceeds from redemption/disposal of investment securities	16,572	9,097
Net purchases of investment securities	(14,050)	(12,522)
Dividend income (Note 25)	5	9
Investment in associates and joint ventures	(9)	-
Net disposals of investment properties	98	-
Net purchases of property and equipment and computer software	(82)	(84)
<b>Net cash from/(used in) investing activities</b>	<b>2,534</b>	<b>(3,500)</b>
<b>FINANCING ACTIVITIES</b>		
Net movement in euro commercial paper	(2,257)	4,885
Net proceeds from borrowings	37,148	20,427
Repayment of borrowings	(19,393)	(20,807)
Payment of lease liabilities	(21)	(28)
Dividends paid to equity holders of the Bank	(4,985)	(4,319)
Capital notes buy back	(13)	-
Capital notes coupon paid (Note 28)	(197)	(219)
<b>Net cash from/(used in) in financing activities</b>	<b>10,282</b>	<b>(61)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>(543)</b>	<b>22</b>
<b>Net increase in cash and cash equivalents</b>	<b>21,900</b>	<b>4,916</b>
Cash and cash equivalents at the beginning of the period	73,133	59,141
<b>Cash and cash equivalents at the end of the period</b>	<b>95,033</b>	<b>64,057</b>

The accompanying notes 1 to 34 form an integral part of this condensed consolidated interim financial information.

**Condensed consolidated interim statement of cash flows (unaudited) (continued)**  
 For the three month period ended March 31, 2026

**Cash and cash equivalents**

Cash and cash equivalents included in the condensed consolidated interim statement of cash flows comprise of following amounts:

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
Cash and balances with central banks (Note 4)	80,267	63,020
Deposits and balances due from banks (excluding loans and advances to banks) (Note 5)	34,615	28,230
Less: Due to banks (Note 13)	<b>(19,574)</b>	(19,086)
	<b>95,308</b>	72,164
Less: Cash and balances with central banks and deposits and balances due from banks – with original maturity of more than three months	<b>(17,391)</b>	(15,634)
Add: Due to banks – with original maturity of more than three months	17,146	16,653
Less: Restricted balance with Central Bank	<b>(30)</b>	(50)
<b>Total cash and cash equivalents</b>	<b>95,033</b>	73,133

The accompanying notes 1 to 34 form an integral part of this condensed consolidated interim financial information.

**Notes to the condensed consolidated interim financial information**For the three month period ended March 31, 2026

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**1. General information**

Abu Dhabi Commercial Bank PJSC (“ADCB” or the “Bank”) is a public joint stock company with limited liability incorporated in the emirate of Abu Dhabi, United Arab Emirates (UAE). The Bank and its subsidiaries (together referred to as the “Group”) is principally engaged in the business of retail, commercial and Islamic banking and provision of other financial services.

The Group’s Islamic banking activities are conducted in accordance with principles of Islamic Shari’ah as interpreted by Internal Shari’ah Supervision Committee (“ISSC”) as well as the standards and resolutions issued by the higher Shari’ah authority of UAE Central Bank.

The Bank is listed on the Abu Dhabi Securities Exchange (Ticker: ADCB).

The registered head office of ADCB is at Abu Dhabi Commercial Bank PJSC Head Office Building, Sheikh Zayed Bin Sultan Street, Plot C- 33, Sector E-11, P. O. Box 939, Abu Dhabi, UAE.

**2. Summary of material accounting policies****2.1 Basis of preparation**

The condensed consolidated interim financial information has been prepared on a going concern basis and in accordance with IAS 34 - Interim Financial Reporting. It does not include all of the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of the group for the year ended December 31, 2025, which were prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) (IFRS Accounting Standards), International Financial Reporting Interpretation Committee (IFRIC) Interpretations and requirements of applicable laws.

The same accounting policies, presentation and methods of computation have been followed in this condensed consolidated interim financial information as were applied in the preparation and presentation of the Group’s consolidated financial statements for the year ended December 31, 2025.

Certain disclosure notes/numbers have been reclassified and rearranged from the Group’s prior period condensed consolidated interim financial information to conform to the current period's presentation.

The results for the three month period ended March 31, 2026 are not necessarily indicative of the results that may be expected for the financial year ending December 31, 2026.

The condensed consolidated interim financial information is prepared and presented in United Arab Emirates Dirham (AED), which is the Group’s functional and presentation currency and is rounded off to the nearest million unless otherwise indicated.

The preparation of the condensed consolidated interim financial information in conformity with IFRS Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The main areas of judgements, estimates and assumptions applied in this condensed consolidated interim financial information, including the key sources of estimation uncertainty were the same as those applied in the consolidated financial statements of the Group for the year ended December 31, 2025.

**2. Summary of material accounting policies (continued)**

**2.2 Application of new and revised IFRS Accounting Standards (IFRSs) as issued by International Accounting Standards Board (IASB)**

**2.2.1 Standards and Interpretations in issue and effective**

In the current period, the Group has applied the amendments to IFRS 9 and IFRS 7. The application of these amendments to IFRS Accounting Standards has not had any material impact on the amounts reported for the current and prior periods but may affect the accounting for the Group’s future transactions or arrangements.

Other than the above, there are no other significant IFRS Accounting Standards, amendments or interpretations that were effective for the first time for the financial year beginning on or after January 1, 2026.

**2.2.2 Standards and Interpretations in issue but not yet effective**

<b>New standards and significant amendments to standards applicable to the Group:</b>	<b>Effective for annual periods beginning on or after</b>
IFRS 19 ‘Subsidiaries without Public Accountability’ specifies the disclosure requirements an eligible subsidiary is permitted to apply instead of the disclosure requirements in other IFRS Accounting Standards.	January 1, 2027
Presentation and disclosures in financial statements (IFRS 18) - The new standard contains requirements for all entities applying IFRS for the presentation and disclosure of information in financial statements.	January 1, 2027
Amendments to IFRS 19 ‘Subsidiaries without Public Accountability’- The amendments address reduced disclosures on supplier finance, excluding non-disclosure guidance, and replacing management-defined performance measure disclosures with a cross-reference to IFRS 18 for entities using those measures.	January 1, 2027
Sale or contribution of assets between an investor and its associate or joint venture (amendments to IFRS 10 and IAS 28).	Effective date deferred indefinitely, available for early adoption.

The Group has not early adopted any new and revised IFRS Accounting Standards that have been issued but are not yet effective. Management anticipates that these amendments will be adopted in the consolidated financial statements in the initial period when they become mandatorily effective. The impact of these standards and amendments are currently being assessed by the management.

**2.3 Basis of consolidation**

This condensed consolidated interim financial information incorporates the financial statements of the Bank and its subsidiaries (collectively referred to as the “Group”).

**Notes to the condensed consolidated interim financial information**  
 For the three month period ended March 31, 2026

**2. Summary of material accounting policies (continued)**
**2.3 Basis of consolidation (continued)**
**Subsidiaries**

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the condensed consolidated interim financial information from the date that control commences until the date that control ceases.

The following is the list of subsidiaries of the Bank as at March 31, 2026:

Name of subsidiary	Ownership interest	Incorporation		Principal activities
		Year	Country	
ADCB Securities LLC	100%	2005	UAE	Agent in trading of financial instruments and stocks.
Kinetic Infrastructure Development LLC	100%	2006	UAE	Financial investments.
Abu Dhabi Commercial Property Development LLC <sup>(1)</sup>	100%	2006	UAE	Property development.
Abu Dhabi Commercial Engineering Services LLC – S.P.C.	100%	2007	UAE	Engineering services.
ADCB Finance (Cayman) Limited	100%	2008	Cayman Islands	Treasury financing activities.
ADCB Markets (Cayman) Limited	100%	2008	Cayman Islands	Treasury related activities.
ITMAM Services FZ LLC	100%	2010	UAE	Transaction processing and back-office support for the Group.
ITMAM Services LLC	100%	2013	UAE	Transaction processing and back-office support for the Group.
ADCB Asset Management Limited	100%	2018	UAE	Wealth management and private banking.
Al Wifaq Investment Properties PrJSC	90.08%	2006	UAE	Investment in real estate properties and earning rental income.
Abu Dhabi Commercial Bank – Egypt SAE	99.91%	1981	Egypt	Commercial banking services.
Al Hilal Bank PJSC	100%	2007	UAE	Islamic banking activities.
ADCB Islamic Bank JSC	100%	2010	Kazakhstan	Islamic banking activities.
Al Hur 1 Holding Limited	100%	2022	UAE	Real estate investment activities.
Al Hur 2 Holding Limited	100%	2022	UAE	Real estate investment activities.
Meedaf Investment Limited	100%	2023	UAE	Enterprise and service support.
ITMAM For Outsourcing Services LLC	100%	2025	Egypt	Back office support for the Group.
Touchpoints Data Services - LLC - S.P.C.	100%	2025	UAE	Data classification and analysis services, marketing consultancy and studies.
Abu Dhabi Commercial Engineering Services LLC – Dubai	100%	2025	UAE	Engineering services.
ADCB LTIP SPV Limited	Controlling Interest	2025	UAE	Trust activities.

(1) dormant

The Group does not have any subsidiary with material non-controlling interests.

**Notes to the condensed consolidated interim financial information**For the three month period ended March 31, 2026

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**2. Summary of material accounting policies (continued)****2.3 Basis of consolidation (continued)****Loss of control**

Upon loss of control, the Group derecognises the assets and liabilities of the subsidiary, any non-controlling interests and the other components of equity related to the subsidiary. Any surplus or deficit arising on the loss of control is recognised in condensed consolidated interim income statement. If the Group retains any interest in the previous subsidiary, then such interest is measured at fair value when control is lost. Subsequently, it is accounted for as an equity-accounted investee or in accordance with the Group's accounting policy for financial instruments depending on the level of influence retained.

**Transactions eliminated on consolidation**

All intragroup balances, income, expenses and cash flows resulting from intragroup transactions are eliminated on consolidation.

**Investment in associates and joint ventures**

Associates are those entities in which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but not control or joint control over those policies.

Investments in associates are accounted for using the equity method and are recognised initially at cost. The cost of the investments includes transaction costs.

The condensed consolidated interim financial information includes the Group's share of the profit or loss and other comprehensive income of investment in associates, after adjustments to align the accounting policies with those of the Group, from the date that significant influence commences until the date that significant influence ceases.

When the Group's share of losses exceeds its interest in an equity-accounted investee, the carrying amount of the investment, including any long-term interests that form part thereof, is reduced to zero, and the recognition of further losses is discontinued except to the extent that the Group has an obligation or has made payments on behalf of the investee.

Joint arrangements are arrangements of which the Group has joint control, established by contracts requiring unanimous consent for decisions about the activities that significantly affect the arrangements' returns. They are classified and accounted for as follows:

Joint operation – when the Group has rights to the assets and obligations for the liabilities, relating to an arrangement, it accounts for each of its assets, liabilities and transactions, including its share of those held or incurred jointly, in relation to the joint operation.

Joint venture – when the Group has rights only to the net assets of the arrangements, it accounts for its interest using the equity method, as for associates.

**Funds under management**

The Bank manages and administers assets held in unit trusts on behalf of investors. The financial statements of these entities are not included in the condensed consolidated interim financial information except when the Bank controls the entity, as mentioned above.

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**3. Taxation**

The Group is subject to the Domestic Minimum Top-up Tax (DMTT), which is aligned with the OECD Pillar Two Global Anti-Base Erosion (GloBE) model rules. Under the DMTT, the Group's UAE tax rate increases from 9% to 15%. However, where the conditions of the initial phase of International Activity Exclusion (IAE) are met, the Group is eligible to reduce its UAE tax rate from 15% to 9%.

Based on the Group's assessment as at March 31, 2026, the Group meets the eligibility criteria for the IAE. Accordingly, the applicable tax rate for the period in the UAE is 9%.

The Group has applied the temporary exception issued by the International Accounting Standards Board (IASB) in May 2023 from the accounting requirements for deferred taxes under IAS 12. As a result, the Group does not recognise or disclose deferred tax assets or liabilities arising from Pillar Two income taxes.

**4. Cash and balances with central banks, net**

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
Cash on hand	2,407	2,298
Balances with central banks	38,869	22,185
Reserves maintained with central banks	37,000	35,153
Certificate of deposits with central banks	1,991	3,384
<b>Gross cash and balances with central banks</b>	<b>80,267</b>	<b>63,020</b>
Less: Allowance for impairment (Note 10)	-	(1)
<b>Total cash and balances with central banks, net</b>	<b>80,267</b>	<b>63,019</b>
The geographical concentration is as follows:		
Within the UAE	78,345	59,735
Outside the UAE	1,922	3,285
	<b>80,267</b>	<b>63,020</b>
Less: Allowance for impairment (Note 10)	-	(1)
	<b>80,267</b>	<b>63,019</b>

Reserves maintained with central banks represent deposits with central banks at stipulated percentages of its demand, savings, time, and other deposits. As per Central Bank of UAE (CBUAE) regulations, subject to meeting reserve requirements over 14 days' period, the Bank is allowed to draw their balances held in reserve account maintained with CBUAE. These reserves are available for day-to-day operations.

**Notes to the condensed consolidated interim financial information**  
 For the three month period ended March 31, 2026

**5. Deposits and balances due from banks, net**

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
Nostro balances	7,402	7,260
Margin deposits	8,371	7,798
Time deposits	5,111	4,685
Reverse repurchase agreements(*)	11,978	5,783
Wakala placements	1,753	2,704
Loans and advances to banks	23,243	28,470
<b>Gross deposits and balances due from banks</b>	<b>57,858</b>	<b>56,700</b>
Less: Allowance for impairment (Note 10)	(69)	(106)
<b>Total deposits and balances due from banks, net</b>	<b>57,789</b>	<b>56,594</b>
The geographical concentration is as follows:		
Within the UAE	4,258	5,058
Outside the UAE	53,600	51,642
	<b>57,858</b>	<b>56,700</b>
Less: Allowance for impairment (Note 10)	(69)	(106)
	<b>57,789</b>	<b>56,594</b>

(\*) includes Islamic collateralised murabaha amounting to AED 151 million (December 31, 2025 – AED 150 million)

As at March 31, 2026, the Group received bonds with fair value of AED 14,026 million (December 31, 2025 – AED 7,267 million) under reverse repurchase agreements.

As at March 31, 2026, the Group hedges certain fixed and floating rate loans and advances to banks amounting to AED 359 million (December 31, 2025 – AED 421 million) for interest rate and foreign currency risk using either interest rate or cross currency swaps and designates these swaps as fair value and cash flow hedges, respectively. The net negative fair value of these swaps as at March 31, 2026 was AED 29 million (December 31, 2025 – net negative fair value of AED 42 million).

**6. Financial assets at fair value through profit or loss**

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
Debt securities(*)	15,727	11,575
Equities and funds	38	30
Structured funding arrangements	8,016	10,081
<b>Total financial assets at fair value through profit or loss</b>	<b>23,781</b>	<b>21,686</b>
The geographical concentration is as follows:		
Within the UAE	5,883	6,072
Outside the UAE	17,898	15,614
	<b>23,781</b>	<b>21,686</b>

(\*) includes perpetual debt securities amounting to AED 214 million (December 31, 2025 – AED 277 million) and Islamic investing assets amounting to AED 525 million (December 31, 2025 – AED 677 million)

The Group entered into structured funding arrangements where funding was provided against certain reference assets received under the arrangement and held by the Group. The risk and rewards relating to these reference assets remain with the counterparty. As at March 31, 2026, the fair value of these reference assets amounted to AED 10,420 million (December 31, 2025 – AED 14,597 million), of this AED 4,449 million (December 31, 2025 – AED 4,591 million) were posted against repo borrowings. Further, the Group also received net cash collateral of AED 292 million (December 31, 2025 – posted net cash collateral of AED 11 million) against this structuring arrangements. The structuring arrangement and reference assets received are governed under International Swaps and Derivatives Association (ISDA) agreements.

Refer note 9 for loans and advances at fair value through profit or loss.

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**7. Derivative financial instruments**

The table below shows the positive (assets) and negative (liabilities) fair values of derivative financial instruments.

	Fair values		Notional AED million
	Assets AED million	Liabilities AED million	
<b>As at March 31, 2026 (unaudited)</b>			
<b>Derivatives held or issued for trading</b>			
Foreign exchange derivatives	1,289	819	472,584
Interest rate and cross currency swaps	7,781	8,913	478,746
Credit derivatives	18	13	1,173
Interest rate and commodity options	1,076	1,034	61,574
Futures (exchange traded)	635	657	44,034
Commodity and energy swaps	1,901	1,322	11,442
Swaptions	997	67	19,053
<b>Total derivatives held or issued for trading</b>	<b>13,697</b>	<b>12,825</b>	<b>1,088,606</b>
<b>Derivatives held as fair value hedges</b>			
Interest rate and cross currency swaps	2,511	14,550	202,172
<b>Derivatives held as cash flow hedges</b>			
Interest rate and cross currency swaps	144	270	53,894
Forward foreign exchange contracts	127	120	16,094
<b>Total derivatives held as cash flow hedges</b>	<b>271</b>	<b>390</b>	<b>69,988</b>
<b>Total derivative financial instruments</b>	<b>16,479</b>	<b>27,765</b>	<b>1,360,766</b>
<b>As at December 31, 2025 (audited)</b>			
<b>Derivatives held or issued for trading</b>			
Foreign exchange derivatives	1,582	1,366	407,927
Interest rate and cross currency swaps	7,980	8,355	448,083
Credit derivatives	9	24	904
Interest rate and commodity options	715	747	72,794
Futures (exchange traded)	47	66	13,540
Commodity and energy swaps	1,296	649	13,855
Swaptions	1,016	62	24,248
<b>Total derivatives held or issued for trading</b>	<b>12,645</b>	<b>11,269</b>	<b>981,351</b>
<b>Derivatives held as fair value hedges</b>			
Interest rate and cross currency swaps	2,074	16,846	214,882
<b>Derivatives held as cash flow hedges</b>			
Interest rate and cross currency swaps	238	111	48,779
Forward foreign exchange contracts	203	38	21,049
<b>Total derivatives held as cash flow hedges</b>	<b>441</b>	<b>149</b>	<b>69,828</b>
<b>Total derivative financial instruments</b>	<b>15,160</b>	<b>28,264</b>	<b>1,266,061</b>

The notional amounts indicate the volume of transactions and are neither indicative of the market risk nor credit risk. The net hedge ineffectiveness losses relating to the fair value and cash flow hedges amounting to AED 2 million (for the three month period ended March 31, 2025 – net losses of AED 5 million) has been recognised in the condensed consolidated interim income statement.

As at March 31, 2026, the Group received cash collateral of AED 4,097 million (December 31, 2025 – AED 3,350 million) and bonds with fair value of AED 1,933 million (December 31, 2025 – AED 1,562 million) against positive fair value of derivative assets.

As at March 31, 2026, the Group placed cash collateral of AED 9,224 million (December 31, 2025 – AED 9,068 million) and bonds with fair value of AED 6,448 million (December 31, 2025 – AED 9,497 million) against negative fair value of derivative liabilities.

These collaterals are governed by collateral service agreements under International Swaps and Derivatives Association (ISDA) agreements.

**Notes to the condensed consolidated interim financial information**  
 For the three month period ended March 31, 2026

**8. Investment securities, net**

	UAE AED million	Other GCC(*) AED million	Rest of the world AED million	Total AED million
<b>As at March 31, 2026 (unaudited)</b>				
<b>At fair value through other comprehensive income (FVTOCI)</b>				
<b>Quoted:</b>				
Government securities	14,398	13,607	34,512	62,517
Bonds – Banks and financial institutions	1,382	1,336	4,884	7,602
Bonds – Others	6,806	2,749	4,203	13,758
Equities and funds(**)	451	96	216	763
<b>Total quoted</b>	<b>23,037</b>	<b>17,788</b>	<b>43,815</b>	<b>84,640</b>
<b>Unquoted:</b>				
Equities and funds	126	1	28	155
<b>Total investment securities at fair value through other comprehensive income</b>	<b>23,163</b>	<b>17,789</b>	<b>43,843</b>	<b>84,795</b>
<b>At amortised cost</b>				
<b>Quoted:</b>				
Government securities	11,204	11,721	19,012	41,937
Bonds – Banks and financial institutions	1,353	1,478	10,464	13,295
Bonds – Others	10,168	2,195	7,764	20,127
<b>Total quoted</b>	<b>22,725</b>	<b>15,394</b>	<b>37,240</b>	<b>75,359</b>
Less: Allowance for impairment (Note 10)	(2)	(1)	(3)	(6)
<b>Total investment securities at amortised cost</b>	<b>22,723</b>	<b>15,393</b>	<b>37,237</b>	<b>75,353</b>
<b>Total investment securities, net</b>	<b>45,886</b>	<b>33,182</b>	<b>81,080</b>	<b>160,148</b>
<b>As at December 31, 2025 (audited)</b>				
<b>At fair value through other comprehensive income (FVTOCI)</b>				
<b>Quoted:</b>				
Government securities	13,510	13,631	35,449	62,590
Bonds – Banks and financial institutions	1,395	1,239	4,826	7,460
Bonds – Others	7,443	2,394	3,648	13,485
Equities and funds(**)	465	44	54	563
<b>Total quoted</b>	<b>22,813</b>	<b>17,308</b>	<b>43,977</b>	<b>84,098</b>
<b>Unquoted:</b>				
Equities and funds	116	1	28	145
<b>Total investment securities at fair value through other comprehensive income</b>	<b>22,929</b>	<b>17,309</b>	<b>44,005</b>	<b>84,243</b>
<b>At amortised cost</b>				
<b>Quoted:</b>				
Government securities	13,363	13,171	21,246	47,780
Bonds – Banks and financial institutions	1,549	1,559	10,282	13,390
Bonds – Others	10,595	2,216	7,921	20,732
<b>Total quoted</b>	<b>25,507</b>	<b>16,946</b>	<b>39,449</b>	<b>81,902</b>
Less: Allowance for impairment (Note 10)	(3)	(2)	(3)	(8)
<b>Total investment securities at amortised cost</b>	<b>25,504</b>	<b>16,944</b>	<b>39,446</b>	<b>81,894</b>
<b>Total investment securities, net</b>	<b>48,433</b>	<b>34,253</b>	<b>83,451</b>	<b>166,137</b>

(\*) Gulf Cooperation Council

(\*\*) includes investments in perpetual bonds

**Notes to the condensed consolidated interim financial information**  
 For the three month period ended March 31, 2026

**8. Investment securities, net (continued)**

Islamic investing assets included in the above table are as follows:

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
<b>At fair value through other comprehensive income (FVTOCI)</b>		
Sukuk investments	11,556	11,389
Equities	71	71
	<b>11,627</b>	<b>11,460</b>
<b>At amortised cost</b>		
Sukuk investments	5,738	5,884
Less: Allowance for impairment	(1)	(2)
	<b>5,737</b>	<b>5,882</b>
<b>Net Islamic investing assets</b>	<b>17,364</b>	<b>17,342</b>

As at March 31, 2026, the allowance for impairment on debt instruments designated at FVTOCI amounting to AED 28 million (December 31, 2025 – AED 32 million) (Note 10) is included in revaluation reserve of investments carried at FVTOCI.

The Group hedges certain fixed and floating rate investments securities amounting to AED 104,515 million (December 31, 2025 – AED 106,615 million) for interest rate and foreign currency risks through interest rate and currency swaps and designates these as fair value and cash flow hedges, respectively. The net negative fair value of these swaps as at March 31, 2026 was AED 1,363 million (December 31, 2025 – net negative fair value AED 3,922 million).

The Group entered into repurchase agreements whereby bonds were pledged and held by counterparties as collateral. The risks and rewards relating to the investments pledged remains with the Group. The bonds placed as collateral are governed under Global Master Repurchase Agreements (GMRA). The following table reflects the carrying value of these bonds and the associated financial liabilities:

	<b>As at March 31, 2026 (unaudited)</b>		As at December 31, 2025 (audited)	
	Carrying value of pledged securities(*) AED million	Carrying value of associated liabilities AED million	Carrying value of pledged securities(*) AED million	Carrying value of associated liabilities AED million
Repurchase financing	62,727	59,564	44,496	41,764

(\*) includes securities of AED 4,449 million (December 31, 2025 – AED 4,591 million) received as collateral by the Group (Note 6)

Further, the Group pledged investment securities with fair value amounting to AED 7,175 million (December 31, 2025 – AED 9,493 million) as collateral against margin calls. The risks and rewards on these pledged investments securities remains with the Group.

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**9. Loans and advances to customers, net**

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
Overdrafts (retail and corporate)	16,257	16,294
Retail loans - mortgages	19,612	19,368
Retail loans - others	44,940	46,179
Corporate loans	310,552	292,477
Credit cards	5,882	6,192
Other facilities	33,908	30,455
<b>Gross loans and advances to customers at amortised cost</b>	<b>431,151</b>	<b>410,965</b>
Less: Allowance for impairment (Note 10)	<b>(8,367)</b>	<b>(7,934)</b>
<b>Total loans and advances to customers at amortised cost, net</b>	<b>422,784</b>	<b>403,031</b>
Loans and advances to customers mandatorily measured at FVTPL	2,936	2,936
<b>Total loans and advances to customers, net</b>	<b>425,720</b>	<b>405,967</b>

Islamic financing assets included in the above table are as follows:

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
Murabaha	33,693	33,801
Ijara financing	14,111	13,730
Salam	438	422
Others	1,455	1,201
<b>Gross Islamic financing assets</b>	<b>49,697</b>	<b>49,154</b>
Less: Allowance for impairment	<b>(1,004)</b>	<b>(826)</b>
<b>Net Islamic financing assets</b>	<b>48,693</b>	<b>48,328</b>

The Group hedges certain fixed and floating rate loans and advances amounting to AED 70,721 million (December 31, 2025 – AED 66,164 million) for interest rate and foreign currency risk using interest rate and currency swaps and designates these swaps as fair value and cash flow hedges, respectively. The net negative fair value of these swaps as at March 31, 2026 was AED 854 million (December 31, 2025 – net negative fair value of AED 889 million).

The economic activity sector composition of the loans and advances to customers is as follows:

	<b>As at March 31, 2026 (unaudited)</b>			As at December 31, 2025 (audited)		
	Within the UAE AED million	Outside the UAE AED million	Total AED million	Within the UAE AED million	Outside the UAE AED million	Total AED million
<b>Economic activity sector</b>						
Agriculture	71	109	180	61	110	171
Energy	4,768	24,560	29,328	5,130	24,517	29,647
Trading	30,074	15,355	45,429	25,711	14,962	40,673
Real estate investment	44,478	1,733	46,211	44,917	1,649	46,566
Hospitality	5,532	-	5,532	5,388	-	5,388
Transport and communication	8,254	8,980	17,234	8,662	9,125	17,787
Personal	73,585	1,100	74,685	74,573	1,161	75,734
Government and public sector entities	89,361	13,989	103,350	79,755	13,736	93,491
Financial institutions(*)	19,236	32,500	51,736	18,504	27,246	45,750
Manufacturing	3,402	12,772	16,174	3,374	11,159	14,533
Services(**)	8,864	2,035	10,899	8,666	2,131	10,797
Others	26,881	6,448	33,329	27,046	6,318	33,364
<b>Gross loans and advances to customers</b>	<b>314,506</b>	<b>119,581</b>	<b>434,087</b>	<b>301,787</b>	<b>112,114</b>	<b>413,901</b>
Less: Allowance for impairment (Note 10)			<b>(8,367)</b>			<b>(7,934)</b>
<b>Total loans and advances to customers, net</b>			<b>425,720</b>			<b>405,967</b>

(\*) includes investment companies

(\*\*) includes loans and advances to customers mandatorily measured at FVTPL

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**9. Loans and advances to customers, net (continued)**

Stage wise loans and advances to customers at amortised cost and associated impairment allowance is as follows:

	<b>As at March 31, 2026 (unaudited)</b>		As at December 31, 2025 (audited)	
	<b>Gross loans and advances to customers AED million</b>	<b>Allowance for impairment AED million</b>	Gross loans and advances to customers AED million	Allowance for impairment AED million
Stage 1	406,727	1,168	385,451	1,296
Stage 2	15,812	3,437	16,847	3,164
Stage 3	8,069	3,675	8,075	3,383
Purchased or originated credit-impaired	543	87	592	91
<b>Total</b>	<b>431,151</b>	<b>8,367</b>	<b>410,965</b>	<b>7,934</b>

**10. Impairment allowances**

The movement in impairment allowances is as follows:

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
<b>Opening balance</b>	<b>8,499</b>	<b>10,610</b>
Charge for the period/year	711	3,686
Recoveries during the period/year	(73)	(583)
<b>Net charge for the period/year</b>	<b>638</b>	<b>3,103</b>
Adjustments to gross carrying value for the period/year	4	8
Net amounts written-off during the period/year	(203)	(5,228)
Impact of currency translation	(18)	6
<b>Total impairment allowances</b>	<b>8,920</b>	<b>8,499</b>

Allocation of impairment allowances is as follows:

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
Balances with central banks (Note 4)	-	1
Deposits and balances due from banks (Note 5)	69	106
Investment securities at amortised cost (Note 8)	6	8
Investment securities designated at FVTOCI (Note 8)(*)	28	32
Loans and advances to customers (Note 9)	8,367	7,934
Other assets (Note 12)	22	25
Letters of credit, guarantees and other commitments (Note 17)	428	393
<b>Total impairment allowances</b>	<b>8,920</b>	<b>8,499</b>

(\*) recognised under "Revaluation reserve of investments designated at FVTOCI"

**Impact of geopolitical developments**

During the period, the wider Middle East region continued to experience heightened geopolitical tensions, which have contributed to increased uncertainty in the global and regional macroeconomic environment. In response to these developments, the Central Bank of the UAE ("CBAUAE") introduced a Financial Institution Resilience Package effective from March 17, 2026, providing temporary liquidity and capital flexibility measures to eligible banks.

The Group has not utilised the liquidity relief measures available under this package during the three month period ended March 31, 2026.

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**10. Impairment allowances (continued)**
**Impact of geopolitical developments (continued)**

The Group's expected credit loss (ECL) methodology, governance framework and key modelling approaches remain consistent with those applied in the annual financial statements for the year ended December 31, 2025. However, in determining ECL for the period, management considered the potential impact of prevailing geopolitical conditions and made forward looking adjustments by updating its macroeconomic variables (MEVs), applying stressed scenario weightings, and performing sector specific impact assessments for portfolios assessed to be more sensitive to geopolitical related economic shocks. Based on this assessment, management applied an ECL management overlay to capture risks arising from the current geopolitical situation that may not yet be fully reflected in the underlying models. This overlay is included within the net impairment charge of AED 638 million for the three month period ended March 31, 2026 (Note 27).

The Group continues to monitor geopolitical developments, macroeconomic conditions and regulatory responses closely and will reflect any material impacts, if and when they arise, in future reporting periods.

**11. Investment properties**

	AED million
<b>As at January 1, 2025</b>	1,716
Additions during the year	88
Disposals during the year	(641)
Revaluation of investment properties	30
<b>As at December 31, 2025 (audited)</b>	<b>1,193</b>
Disposals during the period	<b>(386)</b>
Impact of currency translation	<b>1</b>
<b>As at March 31, 2026 (unaudited)</b>	<b>808</b>

**Fair valuations**

Valuations are carried out annually by registered independent valuers having an appropriate recognised professional qualification and experience in the location and category of the property being valued. In estimating the fair values of the properties, the highest and best use of the properties is their current use.

The valuation methodologies considered by external valuers include:

- ▶ Direct comparable method: This method seeks to determine the value of the property from transactions of comparable properties in the vicinity applying adjustments to reflect differences to the subject property.
- ▶ Investment method: This method is used to assess the value of the property by capitalising the net operating income of the property at an appropriate yield an investor would expect for an investment of the duration of the interest being valued.

Investment properties of the Group are primarily located within the UAE.

**12. Other assets, net**

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
Interest receivable	6,977	6,333
Prepayments	142	103
Acceptances (Note 17)	24,846	26,149
Others	3,025	2,410
<b>Gross other assets</b>	<b>34,990</b>	<b>34,995</b>
Less: Allowance for impairment (Note 10)	(22)	(25)
<b>Total other assets, net</b>	<b>34,968</b>	<b>34,970</b>

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**13. Due to banks**

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
Vostro balances	1,075	1,793
Margin deposits	3,850	3,207
Time deposits	14,649	14,086
<b>Total due to banks</b>	<b>19,574</b>	<b>19,086</b>

**14. Deposits from customers**

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
Time deposits	277,420	267,610
Current account deposits	188,020	179,027
Savings deposits	54,276	49,794
Long term government deposits	90	149
Margin deposits	3,289	3,195
<b>Total deposits from customers</b>	<b>523,095</b>	<b>499,775</b>

Islamic deposits included in the above table are as follows:

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
Current account deposits	23,335	21,717
Margin deposits	280	343
Mudaraba savings deposits(*)	26,770	24,765
Mudaraba term deposits	549	586
Murabaha deposits	382	737
Wakala deposits	21,889	22,846
<b>Total Islamic deposits</b>	<b>73,205</b>	<b>70,994</b>

(\*) includes AED 14 million pertaining to investment risk reserve (IRR) (December 31, 2025 – AED 15 million)

The Group hedges customer deposits amounting to AED 51,294 million (December 31, 2025 – AED 62,027 million) for foreign currency and interest rate risks using foreign exchange and interest rate swaps and designates these swaps as either cash flow or fair value hedges. The net positive fair value of these swaps as at March 31, 2026 was AED 24 million (December 31, 2025 – net positive fair value of AED 173 million).

**15. Euro commercial paper**

The details of euro commercial paper (“ECP”) issuances under the Bank’s ECP programme are as follows:

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
<b>Currency (CCY)</b>		
US dollar (USD)	2,767	3,913
Euro (EUR)	3,025	2,684
Great Britain pound (GBP)	738	2,123
<b>Total euro commercial paper</b>	<b>6,530</b>	<b>8,720</b>

The Group hedges euro commercial paper amounting to AED 2,286 million (December 31, 2025 – AED 4,807 million) for foreign currency using foreign exchange swaps and designates these swaps as cash flow hedges. The net negative fair value of these hedge contracts as at March 31, 2026 was AED 41 million (December 31, 2025 – net positive fair value of AED 2 million).

The effective interest rate on zero coupon ECPs ranges between 2.10% p.a. to 4.36% p.a. (December 31, 2025 – between 2.12% p.a. to 4.55% p.a.).

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**16. Borrowings**

The details of borrowings as at March 31, 2026 (unaudited) are as follows:

<b>Instrument</b>	<b>Currency (CCY)</b>	<b>Within 1 year AED million</b>	<b>1-3 years AED million</b>	<b>3-5 years AED million</b>	<b>Over 5 years AED million</b>	<b>Total AED million</b>
Global medium term notes	Australian dollar (AUD)	507	376	146	-	1,029
	Chinese renminbi (CNH)	533	-	-	-	533
	Swiss franc (CHF)	-	-	471	-	471
	Hong Kong dollar (HKD)	-	95	-	-	95
	US dollar (USD)	2,034	9,301	6,092	15,689	33,116
	Indonesian rupiah (IDR)	-	-	423	-	423
		<b>3,074</b>	<b>9,772</b>	<b>7,132</b>	<b>15,689</b>	<b>35,667</b>
Bilateral loans	US dollar (USD)	1,393	3,600	733	-	5,726
	Kazakhstan tenge (KZT)	49	16	-	-	65
Certificate of deposits issued	Great Britain pound (GBP)	1,709	-	-	-	1,709
	US dollar (USD)	2,665	-	-	-	2,665
	Hong Kong dollar (HKD)	314	-	-	-	314
	Chinese renminbi (CNH)	53	-	-	-	53
	Euro (EUR)	253	-	-	-	253
Subordinated notes - fixed rate	US dollar (USD)	-	-	-	1,810	1,810
Borrowings through repurchase agreements	US dollar (USD)	57,909	1,653	-	-	59,562
	Egyptian pound (EGP)	-	-	-	2	2
<b>Total borrowings</b>		<b>67,419</b>	<b>15,041</b>	<b>7,865</b>	<b>17,501</b>	<b>107,826</b>

The Group hedges borrowings amounting to AED 41,744 million for foreign currency and interest rate risks using either interest rate or cross currency swaps and designates these swaps as either fair value or cash flow hedges. The net negative fair value of these swaps as at March 31, 2026 was AED 9,894 million.

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**16. Borrowings (continued)**

The details of borrowings as at December 31, 2025 (audited) are as follows:

<b>Instrument</b>	<b>Currency (CCY)</b>	<b>Within 1 year AED million</b>	<b>1-3 years AED million</b>	<b>3-5 years AED million</b>	<b>Over 5 years AED million</b>	<b>Total AED million</b>
Global medium term notes	Australian dollar (AUD)	-	861	144	-	1,005
	Chinese renminbi (CNH)	358	169	-	-	527
	Swiss franc (CHF)	-	-	475	-	475
	Hong Kong dollar (HKD)	-	96	-	-	96
	US dollar (USD)	1,638	6,220	8,523	15,394	31,775
	Indonesian rupiah (IDR)	-	-	447	-	447
			1,996	7,346	9,589	15,394
Bilateral loans	US dollar (USD)	-	4,991	733	-	5,724
	Kazakhstan tenge (KZT)	-	60	-	-	60
Certificate of deposits issued	Great Britain pound (GBP)	3,225	-	-	-	3,225
	US dollar (USD)	1,609	-	-	-	1,609
	Hong Kong dollar (HKD)	216	-	-	-	216
	Chinese renminbi (CNH)	52	-	-	-	52
	Euro (EUR)	989	-	-	-	989
Subordinated notes - fixed rate	US dollar (USD)	-	-	-	1,830	1,830
Borrowings through repurchase agreements	US dollar (USD)	40,108	1,654	-	-	41,762
	Egyptian pound (EGP)	-	-	-	2	2
<b>Total borrowings</b>		48,195	14,051	10,322	17,226	89,794

The Group hedges borrowings amounting to AED 43,305 million for foreign currency and interest rate risks using either interest rate or cross currency swaps and designates these swaps as either fair value or cash flow hedges. The net negative fair value of these swaps as at December 31, 2025 was AED 9,802 million.

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**16. Borrowings (continued)**

Interests are payable in arrears and the contractual coupon rates as at March 31, 2026 (unaudited) are as follows:

Instrument	Currency (CCY)	Within 1 year	1-3 years	3-5 years	Over 5 years
Global medium term notes	AUD	Fixed rate of 3.10% p.a. and quarterly coupons between 90 to 94 basis points over bank bill swap rate (BBSW)	Fixed rate of 4.50% p.a.	Fixed rate between 2.696% p.a. to 2.80% p.a.	-
	CNH	Fixed rate between 3.35% p.a. to 3.415% p.a.	-	-	-
	CHF	-	-	Fixed rate of 2.023% p.a.	-
	HKD	-	Fixed rate of 4.16% p.a.	-	-
	USD	Fixed rate between 1.63% p.a. to 1.72% p.a. and quarterly coupon of 88 basis points over SOFR	Fixed rate between 3.50% p.a. to 5.50% p.a. and quarterly coupons between 125 to 166 basis points over SOFR	Quarterly coupons between 78 to 140 basis points over SOFR	Fixed rate between 7.50% p.a. to 8.16% p.a.
Bilateral loans	IDR	-	-	-	-
	USD	Monthly coupon of 68 basis point over SOFR	Monthly coupons between 68 to 85 basis points over SOFR	Monthly coupon of 78 basis point over SOFR	-
Certificate of deposits issued	KZT	Fixed rate of 9.50% p.a.	Fixed rate of 8.50% p.a.	-	-
	GBP	Zero coupons with an internal rate between 3.85% p.a. to 4.30% p.a.	-	-	-
	USD	Zero coupons with an internal rate between 3.86% p.a. to 4.32% p.a.	-	-	-
	HKD	Zero coupons with an internal rate between 2.59% p.a. to 3.94% p.a.	-	-	-
	CNH	Zero coupon with an internal rate of 1.80% p.a.	-	-	-
	EUR	Zero coupons with an internal rate between 2.17% p.a. to 2.19% p.a.	-	-	-
Subordinated notes - fixed rate	USD	-	-	-	Fixed rate of 5.36% p.a. from issue date but excluding the first reset date (March 10, 2030) (**) payable on semi-annual basis
Borrowings through repurchase agreements	USD	Fixed rate between 3.82% p.a. to 3.84% p.a., monthly coupons between 22 to 52 basis points over SOFR, quarterly coupons between 17 to 65 basis points over SOFR, semi-annual coupons between negative 20 to positive 41 basis points, and coupons on maturity between 19 to 45 basis points over SOFR	Quarterly coupons between 57 to 58 basis points over SOFR	-	-
	EGP	-	-	-	Fixed rate between 0.50% p.a. to 3.50% p.a.

(\*) includes AED 15,207 million accreting notes for maturities ranging from 30 years to 40 years with internal rate of return ranging from 3.271% p.a. to 5.785% p.a. and are callable at the end of every 5th, 6th, 7th, or 10th year from issue date.

(\*\*) first callable on September 10, 2029, if the subordinated notes are not redeemed on or prior to the reset date, interest will be payable from (and including) the reset date at a fixed rate equal to the relevant five year reset rate (5 year US Treasury rate) plus margin of 1.677% p.a.

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**16. Borrowings (continued)**

The subordinated fixed rate note qualifies as Tier 2 capital in accordance with capital guidance issued by the UAE Central Bank (Note 31).

Refer note 8 for details of bonds pledged as collateral against borrowings through repurchase agreements.

Further, the Group posted net cash collateral of AED 520 million (December 31, 2025 – received AED 242 million) as margin calls against repurchase agreement.

**17. Other liabilities**

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
Interest payable	3,864	3,818
Recognised liability for defined benefit obligation	552	528
Deferred income	1,917	1,904
Acceptances (Note 12)	24,846	26,149
Impairment allowance on letters of credit, guarantees and other commitments (Note 10)	428	393
Others(*)	6,686	6,482
<b>Total other liabilities</b>	<b>38,293</b>	<b>39,274</b>

(\*) includes AED 257 million (December 31, 2025 – AED 268 million) pertaining to lease liability

**18. Share capital**

	<b>Authorised</b>	<b>Issued and fully paid</b>	
		<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
Ordinary shares of AED 1 each	10,000	7,912	7,912

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**19. Other reserves (unaudited)**

Reserves movement for the three month period ended March 31, 2026:

	Employees' incentive plan shares, net AED million	Statutory reserve AED million	Legal reserve AED million	General reserve AED million	Contingency reserve AED million	Foreign currency translation reserve AED million	Cash flow hedge reserve AED million	Impairment reserve - general AED million	Revaluation reserve of investments designated at FVTOCI AED million	Attributable to equity holders of the Bank AED million	Non-controlling interests AED million	Total AED million
<b>As at January 1, 2026</b>	(335)	3,956	11,380	2,000	150	(629)	190	1,517	58	18,287	(1)	18,286
Exchange difference arising on translation of foreign operations	-	-	-	-	-	(167)	-	-	-	(167)	-	(167)
Net fair value changes on cash flow hedges	-	-	-	-	-	-	(306)	-	-	(306)	-	(306)
Net fair value changes on cash flow hedges reclassified to condensed consolidated interim income statement	-	-	-	-	-	-	41	-	-	41	-	41
Net fair value changes of debt instruments designated at FVTOCI	-	-	-	-	-	-	-	-	(703)	(703)	-	(703)
Changes in allowance for expected credit losses on debt instruments designated at FVTOCI	-	-	-	-	-	-	-	-	(4)	(4)	-	(4)
Amounts reclassified to condensed consolidated interim income statement for debt instruments designated at FVTOCI	-	-	-	-	-	-	-	-	(19)	(19)	-	(19)
Related tax impact	-	-	-	-	-	-	24	-	61	85	-	85
Net fair value changes of equity instruments designated at FVTOCI	-	-	-	-	-	-	-	-	(20)	(20)	-	(20)
Related tax impact on fair value changes of equity instruments designated at FVTOCI	-	-	-	-	-	-	-	-	3	3	-	3
<b>Total other comprehensive loss for the period</b>	-	-	-	-	-	(167)	(241)	-	(682)	(1,090)	-	(1,090)
Acquisition of shares	(98)	-	-	-	-	-	-	-	-	(98)	-	(98)
Transfers from retained earnings	-	-	-	-	-	-	-	67	-	67	-	67
Shares - vested portion	55	-	-	-	-	-	-	-	-	55	-	55
<b>As at March 31, 2026</b>	(378)	3,956	11,380	2,000	150	(796)	(51)	1,584	(624)	17,221	(1)	17,220

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**19. Other reserves (unaudited) (continued)**

Reserves movement for the three month period ended March 31, 2025:

	Employees' incentive plan shares, net AED million	Statutory reserve AED million	Legal reserve AED million	General reserve AED million	Contingency reserve AED million	Foreign currency translation reserve AED million	Cash flow hedge reserve AED million	Impairment reserve - general AED million	Revaluation reserve of investments designated at FVTOCI AED million	Attributable to equity holders of the Bank AED million	Non-controlling interests AED million	Total AED million
<b>As at January 1, 2025</b>	(175)	3,660	5,872	2,000	150	(712)	254	781	(748)	11,082	(1)	11,081
Exchange difference arising on translation of foreign operations	-	-	-	-	-	13	-	-	-	13	-	13
Net fair value changes on cash flow hedges	-	-	-	-	-	-	21	-	-	21	-	21
Net fair value changes on cash flow hedges reclassified to condensed consolidated interim income statement	-	-	-	-	-	-	10	-	-	10	-	10
Net fair value changes of debt instruments designated at FVTOCI	-	-	-	-	-	-	-	-	364	364	-	364
Changes in allowance for expected credit losses on debt instruments designated at FVTOCI	-	-	-	-	-	-	-	-	(3)	(3)	-	(3)
Amounts reclassified to condensed consolidated interim income statement for debt instruments designated at FVTOCI	-	-	-	-	-	-	-	-	69	69	-	69
Related tax impact	-	-	-	-	-	-	2	-	(35)	(33)	-	(33)
Net fair value changes of equity instruments designated at FVTOCI	-	-	-	-	-	-	-	-	9	9	-	9
Related tax impact on fair value changes of equity instruments designated at FVTOCI	-	-	-	-	-	-	-	-	(1)	(1)	-	(1)
Amounts transferred within equity upon disposal of equity instruments designated at FVTOCI	-	-	-	-	-	-	-	-	1	1	-	1
<b>Total other comprehensive income for the period</b>	-	-	-	-	-	13	33	-	404	450	-	450
Acquisition of shares	(95)	-	-	-	-	-	-	-	-	(95)	-	(95)
Transfers from retained earnings	-	-	-	-	-	-	-	142	-	142	-	142
Shares - vested portion	43	-	-	-	-	-	-	-	-	43	-	43
<b>As at March 31, 2025</b>	(227)	3,660	5,872	2,000	150	(699)	287	923	(344)	11,622	(1)	11,621

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**20. Capital notes**

Additional Tier I capital notes (the “Capital Notes”) are non-cumulative perpetual securities for which there is no fixed redemption date. These Capital Notes are direct, unsecured, conditional, and subordinated obligations of the Bank and (i) rank pari passu without any preference among themselves; (ii) rank subordinate and junior to all senior obligations; (iii) rank pari passu with all pari passu obligations; and (iv) rank in priority only to all junior creditors.

In case the Bank at its sole discretion elects not to make a coupon payment, the holders of the Capital Notes do not have a right to claim the coupon and an election by the Bank not to service the coupon is not considered an event of default. In addition, there are certain circumstances (“non-payment event”) under which the Bank is prohibited from making a coupon payment on a relevant coupon payment date. Further, if the CBUAE notifies the Bank that it is, or will become, non-viable without (i) a write-down; or (ii) a public sector injection of capital, the rights of the holders of the Capital Notes under the Capital Notes shall automatically be deemed to be irrevocably, unconditionally and permanently written-down in a proportion corresponding to the write-down amount determined by the CBUAE. This could result in Capital Notes being written down to zero and the Capital Notes being cancelled.

If the Bank makes a non-payment election or a non-payment event occurs, then the Bank will not (a) declare or pay any distribution or dividend or (b) redeem, purchase, cancel, reduce or otherwise acquire any of the share capital or any securities of the Bank ranking pari passu with or junior to the Capital Notes except notes, the term of which stipulate a mandatory redemption or conversion into equity, in each case unless or until one coupon payment has been paid in full.

The following table shows issuances of Capital Notes by the Bank:

Issuance	Currency	Interest rate	First call date	<b>As at</b>	As at
				<b>March 31</b>	December 31
				<b>2026</b>	2025
				<b>unaudited</b>	audited
				<b>AED million</b>	AED million
Government of Abu Dhabi AT1 Capital Notes	AED	Floating interest rate of 6 month-EIBOR plus 2.30% p.a.	February 23, 2027(*)	<b>6,000</b>	6,000
USD 750,000,000 AT1 Capital Notes	USD	Fixed rate of 8.00% p.a. from issue date but excluding the first reset date (May 27, 2029)(**)	November 27, 2028(*)	<b>2,742</b>	2,755
				<b>8,742</b>	8,755

(\*) Call option is subject to prior approval of UAE Central Bank

(\*\*) If the Capital Notes are not redeemed in accordance with the Conditions on or prior to the first reset date, interest shall continue to be payable from (and including) the first reset date subject to and in accordance with the Conditions at a fixed rate, to be reset on the first reset date and every five years thereafter, equal to relevant five-year reset rate (as defined in the Conditions) plus a margin of 3.524% p.a.

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**21. Interest income (unaudited)**

	3 months ended March 31	
	2026	2025
	AED million	AED million
Loans and advances to banks	808	759
Loans and advances to customers	5,089	4,908
Investment securities	1,662	1,680
<b>Total interest income</b>	<b>7,559</b>	<b>7,347</b>

**22. Interest expense (unaudited)**

	3 months ended March 31	
	2026	2025
	AED million	AED million
Deposits from banks	175	112
Deposits from customers	3,116	3,074
Euro commercial paper	78	91
Borrowings(*)	1,138	1,256
<b>Total interest expense</b>	<b>4,507</b>	<b>4,533</b>

(\*) includes AED 4 million (for the three month period ended March 31, 2025 - AED 3 million) for interest expense on lease liabilities

**23. Net fees and commission income (unaudited)**

	3 months ended March 31	
	2026	2025
	AED million	AED million
<b>Fees and commission income</b>		
Card related fees	420	452
Loan processing fees	369	240
Accounts related fees	156	144
Trade finance commission	218	195
Asset management and investment services	82	68
Other fees	260	262
<b>Total fees and commission income</b>	<b>1,505</b>	<b>1,361</b>
<b>Fees and commission expense</b>		
Card related fees	(317)	(310)
Loan processing fees	(37)	(25)
Others	(213)	(206)
<b>Total fees and commission expense</b>	<b>(567)</b>	<b>(541)</b>
<b>Total net fees and commission income</b>	<b>938</b>	<b>820</b>

**24. Net trading income (unaudited)**

	3 months ended March 31	
	2026	2025
	AED million	AED million
Net gain from dealing in foreign currencies	316	236
Net gain from financial assets at fair value through profit or loss and derivatives	643	323
<b>Total net trading income</b>	<b>959</b>	<b>559</b>

**25. Other operating income (unaudited)**

	3 months ended March 31	
	2026	2025
	AED million	AED million
Property management income	3	3
Net gain/(loss) from disposal of investment securities	36	(72)
Net gain from hedging derivatives	115	134
Dividend income	5	9
Others(*)	140	166
<b>Total other operating income</b>	<b>299</b>	<b>240</b>

(\*) includes realised gain of AED 111 million (for the three month period ended March 31, 2025 - AED 138 million) on sale/extinguishment of loans and advances

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**26. Operating expenses (unaudited)**

	3 months ended March 31	
	2026	2025
	AED million	AED million
Staff expenses	829	807
General administrative expenses	575	553
Depreciation on property and equipment and right of use assets	54	48
Amortisation of intangible assets	61	57
<b>Total operating expenses</b>	<b>1,519</b>	<b>1,465</b>

**27. Impairment charge (unaudited)**

	3 months ended March 31	
	2026	2025
	AED million	AED million
Financial instruments carried at amortised cost - net charge(*)	679	802
Debt instruments designated at FVTOCI - net release	(4)	(4)
Commitment and contingent liabilities - net charge/(release)	36	(4)
Less: Recoveries during the period	(73)	(148)
<b>Total impairment charge (Note 10)</b>	<b>638</b>	<b>646</b>

(\*) includes net release of AED 2 million (for the three month period ended March 31, 2025 – AED 4 million) on investment securities at amortised cost

**28. Earnings per share (unaudited)**
**Basic and diluted earnings per share**

The calculation of basic earnings per share is based on the profit attributable to equity holders of the Bank and the weighted average number of equity shares outstanding. Diluted earnings per share is calculated by adjusting the weighted average number of equity shares outstanding for the dilutive effects of potential equity shares held on account of employees' incentive plan.

	3 months ended March 31	
	2026	2025
	AED million	AED million
Profit for the period attributable to the equity holders of the Bank	3,361	2,447
Less: Coupons paid on capital notes (Note 20)	(197)	(219)
<b>Net adjusted profit for the period attributable to the equity holders of the Bank (a)</b>	<b>3,164</b>	<b>2,228</b>
	<u>Number of shares in million</u>	
Weighted average number of shares in issue throughout the period	7,912	7,487
Less: Weighted average number of shares resulting from employees' incentive plan shares	(47)	(32)
<b>Weighted average number of equity shares in issue during the period for basic earnings per share (b)</b>	<b>7,865</b>	<b>7,455</b>
Add: Weighted average number of shares resulting from employees' incentive plan shares	47	32
<b>Weighted average number of equity shares in issue during the period for diluted earnings per share (c)</b>	<b>7,912</b>	<b>7,487</b>
<b>Basic earnings per share (AED) (a)/(b)</b>	<b>0.40</b>	<b>0.30</b>
<b>Diluted earnings per share (AED) (a)/(c)</b>	<b>0.40</b>	<b>0.30</b>

Notes to the condensed consolidated interim financial information

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29. Commitments and contingent liabilities

The Group has the following commitments and contingent liabilities:

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
Letters of credit	15,364	14,284
Guarantees	96,013	90,696
Commitments to extend credit(*)	103,575	96,521
<b>Total commitments on behalf of customers</b>	<b>214,952</b>	<b>201,501</b>
Commitments for future capital expenditure and others	575	527
Commitments to invest in investment securities	734	432
<b>Total commitments and contingent liabilities</b>	<b>216,261</b>	<b>202,460</b>

(\*) includes AED 12,949 million (December 31, 2025 – AED 12,484 million) for undrawn credit card limits

30. Operating segments

The Group has five reportable segments as described below. These segments offer different products and services and are managed separately in line with the Group’s internal management and reporting framework. The Group’s Management Executive Committee (the Chief Operating Decision Maker “CODM”) is responsible for allocation of resources to these segments. Performance of these segments is reviewed regularly by the Group’s Strategic Management Committee (“SMC”), operating under delegated authority from the CODM.

A summary of the activities of each of the Group’s reportable segments is set out below:

**Retail banking** - comprises retail and business banking activities, including products and services offered to retail customers and small and medium enterprises (“SMEs”), as well as Islamic financing. The segment includes loans, deposits and other transactions and balances with retail and business banking customers. Effective January 1, 2026, the business banking division was transferred from the corporate and investment banking segment to the retail banking segment. Accordingly, the financial performance and results of the business banking division have been reported within the retail banking segment for the current and prior periods.

**Private banking** - comprises services offered to high-net-worth individuals, including private banking, asset management, brokerage, Islamic financing and investments in associates. The segment includes loans, deposits and other transactions and balances with high-net-worth individuals and related corporate and private accounts, as well as fund management activities.

**Corporate and investment banking** - comprises cash management, trade finance, corporate finance, investment banking, Islamic financing, infrastructure and asset finance, and services provided to government and public sector enterprises. The segment includes loans, deposits and other transactions and balances with corporate customers.

**Investments and treasury** - comprises central treasury operations, management of the Group’s investment portfolio, and management of interest rate, currency and commodity derivative portfolios, including Islamic financing. This segment undertakes the Group’s funding and centralised financial risk management activities through borrowings, the issuance of debt securities and the use of derivatives for risk management purposes. It also includes trading, corporate finance activities and investments in liquid assets such as short-term placements, and corporate and government debt securities.

**Others** - comprises the activities and operations of entities not included in the above segments, including income from real estate management, rental income from leased properties and any other activities not specifically attributable to the above reportable segments.

Information regarding the results of each reportable segment is shown below. Performance is measured based on segment profit, as included in the internal management reports that are reviewed by the Group’s SMC. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of these segments relative to other entities that operate within these industries.

**Notes to the condensed consolidated interim financial information**

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**30. Operating segments (continued)**

The following is an analysis of the Group's revenue and results by operating segments for the three month period ended March 31, 2026 (unaudited):

	Retail banking AED million	Private banking AED million	Corporate and investment banking AED million	Investments and treasury AED million	Others AED million	Total AED million
Net interest income	972	266	827	982	5	3,052
Net income from Islamic financing and investing products	411	28	96	151	-	686
<b>Total net interest income and income from Islamic financing and investing products</b>	<b>1,383</b>	<b>294</b>	<b>923</b>	<b>1,133</b>	<b>5</b>	<b>3,738</b>
Non-interest income	561	47	1,204	334	50	2,196
<b>Operating income</b>	<b>1,944</b>	<b>341</b>	<b>2,127</b>	<b>1,467</b>	<b>55</b>	<b>5,934</b>
Operating expenses	(836)	(90)	(391)	(103)	(99)	(1,519)
<b>Operating profit/(loss) before impairment charge</b>	<b>1,108</b>	<b>251</b>	<b>1,736</b>	<b>1,364</b>	<b>(44)</b>	<b>4,415</b>
Impairment (charge)/release	(277)	(126)	(242)	7	-	(638)
<b>Profit/(loss) after impairment charge</b>	<b>831</b>	<b>125</b>	<b>1,494</b>	<b>1,371</b>	<b>(44)</b>	<b>3,777</b>
Share in profit of associates and joint ventures	-	1	-	-	3	4
<b>Profit/(loss) before taxation</b>	<b>831</b>	<b>126</b>	<b>1,494</b>	<b>1,371</b>	<b>(41)</b>	<b>3,781</b>
Income tax (charge)/release	(75)	(11)	(175)	(165)	6	(420)
<b>Profit/(loss) for the period</b>	<b>756</b>	<b>115</b>	<b>1,319</b>	<b>1,206</b>	<b>(35)</b>	<b>3,361</b>
<b>As at March 31, 2026 (unaudited)</b>						
<b>Total assets</b>	<b>82,049</b>	<b>23,584</b>	<b>401,791</b>	<b>300,157</b>	<b>1,276</b>	<b>808,857</b>
<b>Total liabilities</b>	<b>154,310</b>	<b>54,497</b>	<b>270,283</b>	<b>242,823</b>	<b>1,170</b>	<b>723,083</b>

The following is an analysis of the Group's revenue and results by operating segments for the three month period ended March 31, 2025 (unaudited):

	Retail banking AED million	Private banking AED million	Corporate and investment banking AED million	Investments and treasury AED million	Others AED million	Total AED million
Net interest income	883	348	687	895	1	2,814
Net income from Islamic financing and investing products	384	24	85	86	-	579
<b>Total net interest income and income from Islamic financing and investing products</b>	<b>1,267</b>	<b>372</b>	<b>772</b>	<b>981</b>	<b>1</b>	<b>3,393</b>
Non-interest income	512	52	721	288	46	1,619
<b>Operating income</b>	<b>1,779</b>	<b>424</b>	<b>1,493</b>	<b>1,269</b>	<b>47</b>	<b>5,012</b>
Operating expenses	(883)	(102)	(357)	(89)	(34)	(1,465)
<b>Operating profit before impairment charge</b>	<b>896</b>	<b>322</b>	<b>1,136</b>	<b>1,180</b>	<b>13</b>	<b>3,547</b>
Impairment (charge)/release	(146)	(499)	(7)	6	-	(646)
<b>Profit/(loss) after impairment charge</b>	<b>750</b>	<b>(177)</b>	<b>1,129</b>	<b>1,186</b>	<b>13</b>	<b>2,901</b>
Share in profit of associates and joint ventures	-	2	-	-	3	5
<b>Profit/(loss) before taxation</b>	<b>750</b>	<b>(175)</b>	<b>1,129</b>	<b>1,186</b>	<b>16</b>	<b>2,906</b>
Income tax (charge)/release	(112)	25	(178)	(195)	-	(460)
<b>Profit/(loss) for the period</b>	<b>638</b>	<b>(150)</b>	<b>951</b>	<b>991</b>	<b>16</b>	<b>2,446</b>
<b>As at December 31, 2025 (audited)</b>						
<b>Total assets</b>	<b>82,935</b>	<b>25,091</b>	<b>382,843</b>	<b>281,492</b>	<b>1,293</b>	<b>773,654</b>
<b>Total liabilities</b>	<b>154,787</b>	<b>56,491</b>	<b>259,477</b>	<b>212,798</b>	<b>1,360</b>	<b>684,913</b>

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**30. Operating segments (continued)**
**Other disclosures**

The following is an analysis of the total operating income of each segment between income from external parties and inter-segment.

	External (unaudited)		Inter-segment (unaudited)	
	3 months ended March 31		3 months ended March 31	
	2026	2025	2026	2025
	AED million	AED million	AED million	AED million
Retail banking	1,383	1,392	561	387
Private banking	93	179	248	245
Corporate and investment banking	3,566	3,073	(1,439)	(1,580)
Investments and treasury	837	321	630	948
Others	55	47	-	-
<b>Total operating income</b>	<b>5,934</b>	<b>5,012</b>	<b>-</b>	<b>-</b>

**Geographical information**

The Group operates in two principal geographic areas i.e. domestic and international. The United Arab Emirates is designated as domestic area which represents the operations of the Group that originates from branches and subsidiaries in the UAE. International area represents the operations of the Group that originates from its subsidiaries and branches outside the UAE. The information regarding the Group's revenue from continuing operations and non-current assets by geographical location are detailed as follows:

	Domestic (unaudited)		International (unaudited)	
	3 months ended March 31		3 months ended March 31	
	2026	2025	2026	2025
	AED million	AED million	AED million	AED million

**Income**

Net interest income and income from Islamic financing and investing products	3,537	3,201	201	192
Non-interest income	2,156	1,585	40	34

	Domestic		International	
	As at	As at	As at	As at
	March 31	December 31	March 31	December 31
	2026	2025	2026	2025
	unaudited	audited	unaudited	audited
	AED million	AED million	AED million	AED million

**Non-current assets**

Investment in associates and joint ventures	319	306	-	-
Investment properties	808	1,193	-	-
Property and equipment, net	526	544	124	145
Intangible assets, net	7,565	7,563	98	95
Right of use assets, net	235	240	30	35

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**31. Capital adequacy ratio**

The Bank's capital adequacy ratio calculated in accordance with guidelines issued by the CBUAE is as below:

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
<b>Common equity tier 1 (CET1) capital</b>		
Share capital (Note 18)	7,912	7,912
Share premium	17,879	17,879
Other reserves	16,690	16,856
Retained earnings	33,980	35,840
Regulatory deductions and adjustments	(8,707)	(8,005)
Proposed cash dividend	-	(4,985)
<b>Total CET1 capital</b>	<b>67,754</b>	<b>65,497</b>
<b>Additional tier 1 (AT1) capital</b>		
Capital notes (Note 20)	8,742	8,755
<b>Total AT1 capital</b>	<b>8,742</b>	<b>8,755</b>
<b>Total tier 1 capital</b>	<b>76,496</b>	<b>74,252</b>
<b>Tier 2 capital</b>		
Eligible general provision	4,799	4,676
Subordinated notes	1,810	1,830
<b>Total tier 2 capital</b>	<b>6,609</b>	<b>6,506</b>
<b>Total regulatory capital</b>	<b>83,106</b>	<b>80,758</b>
<b>Risk-weighted assets</b>		
Credit risk	441,944	427,627
Market risk	12,528	11,403
Operational risk	35,917	35,872
<b>Total risk-weighted assets</b>	<b>490,389</b>	<b>474,902</b>
<b>CET1 ratio</b>	<b>13.82%</b>	<b>13.79%</b>
<b>AT1 ratio</b>	<b>1.78%</b>	<b>1.85%</b>
<b>Tier 1 ratio</b>	<b>15.60%</b>	<b>15.64%</b>
<b>Tier 2 ratio</b>	<b>1.35%</b>	<b>1.36%</b>
<b>Capital adequacy ratio</b>	<b>16.95%</b>	<b>17.00%</b>

**32. Related party transactions**

The Group enters into transactions with the parent and its related entities, associates, joint ventures, funds under management, directors, senior management and their related entities and the Government of Abu Dhabi (ultimate controlling party and its related entities) in the ordinary course of business at agreed upon interest and commission rates.

Senior management employees are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group, being the directors, chief executive officer and members of Management Executive Committee.

Transactions between the Bank and its subsidiaries have been eliminated on consolidation and are not disclosed in this note.

**Parent and ultimate controlling party**

Mubadala Investment Company holds 60.69% of the Bank's issued and fully paid-up share capital through its wholly owned subsidiaries. The Government of Abu Dhabi owns 100% of Mubadala Investment Company and so the ultimate controlling party is the Government of Abu Dhabi.

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**32. Related party transactions (continued)**

Related party balances and transactions of the Group included in the condensed consolidated interim statement of financial position and condensed consolidated interim income statement are as follows:

	Ultimate controlling party and its related parties AED million	Directors and their related parties AED million	Senior management personnel and their related parties AED million	Associates, joint ventures and funds under management AED million	Total AED million
<b>Balances as at March 31, 2026 (unaudited)</b>					
Deposits and balances due from banks	1,858	-	-	-	1,858
Financial assets at fair value through profit or loss	76	-	-	-	76
Derivative financial instruments - assets	1,293	7	-	-	1,300
Investment securities	30,005	-	-	283	30,288
Loans and advances to customers(*)	73,089	3,660	55	3,129	79,933
Other assets	948	4	-	39	991
Due to banks	513	-	-	-	513
Derivative financial instruments - liabilities	1,188	4	-	-	1,192
Deposits from customers	119,420	502	40	1,602	121,564
Other liabilities	964	3	17	10	994
Capital notes	6,000	-	-	-	6,000
Commitments and contingent liabilities	38,386	64	4	61	38,515
<b>Transactions for the three month period ended March 31, 2026 (unaudited)</b>					
Interest income, Islamic financing income and non-interest income	1,741	44	1	7	1,793
Interest expense and Islamic profit distribution	829	1	-	13	843
Share in profit of associates and joint ventures	-	-	-	4	4
Coupons paid on capital notes	197	-	-	-	197
<b>Balances as at December 31, 2025 (audited)</b>					
Deposits and balances due from banks	53	-	-	-	53
Financial assets at fair value through profit or loss	48	-	-	-	48
Derivative financial instruments - assets	1,101	9	-	-	1,110
Investment securities	31,392	-	-	294	31,686
Loans and advances to customers(*)	66,547	3,672	47	3,127	73,393
Other assets	835	5	-	24	864
Due to banks	37	-	-	-	37
Derivative financial instruments - liabilities	1,333	5	-	-	1,338
Deposits from customers	105,323	546	19	1,628	107,516
Other liabilities	1,359	3	17	11	1,390
Capital notes	6,000	-	-	-	6,000
Commitments and contingent liabilities	41,508	70	3	61	41,642
<b>Transactions for the three month period ended March 31, 2025 (unaudited)</b>					
Interest income, Islamic financing income and non-interest income	1,630	59	-	10	1,699
Interest expense and Islamic profit distribution	1,113	4	-	10	1,127
Share in profit of associates and joint ventures	-	-	-	5	5
Coupons paid on capital notes	219	-	-	-	219

(\*) includes secured loans which are collateralised by tangible assets, including but not limited to real estate, cash, vehicles, shares and bonds.

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**32. Related party transactions (continued)**

Remuneration of senior management employees and Board of Directors fees and expenses (unaudited) during the period are as follows:

	3 months ended March 31	
	2026 AED million	2025 AED million
Short term benefits	21	19
Post-employment benefits	1	1
Variable pay benefits	29	26
<b>Total remuneration of senior management employees</b>	<b>51</b>	<b>46</b>
<b>Board of Directors fees and expenses</b>	<b>9</b>	<b>10</b>

In addition to the above, the senior management employees were granted long term deferred compensation including share based payments of AED 59 million (for the three month period ended March 31, 2025 – AED 48 million).

**33. Fair value hierarchy**

**Fair value measurements recognised in the condensed consolidated interim financial information**

The fair value measurements are categorised into different levels in the fair value hierarchy based on the inputs to valuation techniques used. The different levels are defined as follows:

**Quoted market prices – Level 1**

Financial instruments are classified as Level 1 if their values are observable in an active market. Such instruments are valued by reference to unadjusted quoted prices for identical assets or liabilities in active markets where the quoted price is readily available, and the price represents actual and regularly occurring market transactions.

**Valuation techniques using observable inputs – Level 2**

Financial instruments classified as Level 2 have been valued using models whose inputs are observable in an active market. Valuation based on observable inputs includes financial instruments such as swaps and forwards which are valued using market standard pricing techniques and options that are commonly traded in markets where all the inputs to the market standard pricing models are observable.

The category includes derivative financial instruments such as over the counter (OTC) derivatives, commodity derivatives, foreign exchange spot and forward contracts, certain investment securities, financial assets at FVTPL, euro commercial paper and borrowings. Valuation of the derivative financial instruments is made through discounted cash flow method using the applicable yield curve for the duration of the instruments for non-optional derivatives and standard option pricing models such as Black-Scholes and other valuation models for derivatives with options.

The Group periodically reviews its valuation techniques including the adopted methodologies and model calibrations. However, the base models may not fully capture all factors relevant to the valuation of the Group's financial instruments such as credit risk and funding costs. Therefore, the Group applies various techniques to estimate the credit risk associated with its financial instruments measured at fair value, which include a portfolio-based approach that estimates the expected net exposure per counterparty over the full lifetime of the individual assets, in order to reflect the credit risk of the individual counterparties for non-collateralised financial instruments. Credit valuation adjustment is calculated by applying Monte-carlo simulation models.

**Notes to the condensed consolidated interim financial information**For the three month period ended March 31, 2026

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**33. Fair value hierarchy (continued)**

Collateral and netting arrangements are taken into account where applicable. The Group applies credit value adjustments to all relevant OTC positions with the exception of positions settled through central clearing houses.

Funding value adjustment (FVA) reflects the impact of funding associated with collateralised and partly collateralised OTC positions. The Group calculates the FVA by applying estimated future funding costs to the expected future exposure that the Group will be required to fund as a result of the uncollateralised component of the OTC portfolio (i.e. the uncollateralised component of a collateralised portfolio and the entire uncollateralised portfolio).

**Valuation techniques using significant unobservable inputs – Level 3**

Financial instruments are classified as Level 3 if their valuation incorporates significant inputs that are not based on observable market data (unobservable inputs). A valuation input is considered observable if it can be directly observed from transactions in an active market.

Unobservable input levels are generally determined based on observable inputs of a similar nature, historical observations, or other analytical techniques. This hierarchy requires the use of observable market data when available. The Group considers relevant and observable market prices in its valuations where possible.

Financial instruments under this category mainly include private equity instruments, funds and loans and advances to customers mandatorily measured at FVTPL. The carrying values of these investments are adjusted as follows:

- a) Private equity instruments – using the latest available net book value;
- b) Funds – based on the net asset value provided by the fund manager; and
- c) Loans and advances to customers mandatorily measured at FVTPL – multiplying relevant market multiples to actual earnings before interest, tax, depreciation and amortisation (EBITDA).

Investment properties are classified as Level 3 as their valuation incorporates significant unobservable inputs. The significant unobservable inputs used in the fair value measurement of the Group's investment properties are rental income and capitalisation rates. Significant decrease in rental income, or increase in capitalisation rates, in isolation would result in a significant lower fair value measurement. Generally, a change in the assumption used for rental income should be accompanied by a change in the assumption for capitalisation rates in the same direction as increase in rental income raises the expectations of the seller to earn from the investment property. Therefore, the effects of these changes partially offset each other. Refer note 11 in respect of valuation methodology used for investment properties.

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**33. Fair value hierarchy (continued)**

Except as detailed in the following table, the Management considers that the carrying amounts of financial assets and liabilities recognised in the consolidated financial statements do not materially differ from their fair values.

	Notes	Level 1	Level 2	Level 3	Total fair value AED million	Carrying value AED million
		Quoted market prices AED million	Observable inputs AED million	Significant unobservable inputs AED million		
<b>As at March 31, 2026 (unaudited)</b>						
<b>Assets at fair value</b>						
Financial assets at fair value through profit or loss	6	11,794	11,957	30	23,781	23,781
Derivative financial instruments	7	635	15,844	-	16,479	16,479
Investment securities, net	8					
- At fair value through other comprehensive income		83,134	1,506	155	84,795	84,795
- At amortised cost		68,215	4,967	-	73,182	75,353
Loans and advances to customers mandatorily measured at FVTPL	9	-	-	2,936	2,936	2,936
Investment properties	11	-	-	808	808	808
<b>Total</b>		<b>163,778</b>	<b>34,274</b>	<b>3,929</b>	<b>201,981</b>	<b>204,152</b>
<b>Liabilities at fair value</b>						
Derivative financial instruments	7	657	27,108	-	27,765	27,765
<b>Liabilities at amortised cost</b>						
Euro commercial paper	15	-	6,531	-	6,531	6,530
Borrowings	16	17,767	89,503	-	107,270	107,826
<b>Total</b>		<b>18,424</b>	<b>123,142</b>	<b>-</b>	<b>141,566</b>	<b>142,121</b>
<b>As at December 31, 2025 (audited)</b>						
<b>Assets at fair value</b>						
Financial assets at fair value through profit or loss	6	11,152	10,504	30	21,686	21,686
Derivative financial instruments	7	47	15,113	-	15,160	15,160
Investment securities, net	8					
- At fair value through other comprehensive income		82,710	1,388	145	84,243	84,243
- At amortised cost		75,662	4,961	-	80,623	81,894
Loans and advances to customers mandatorily measured at FVTPL	9	-	-	2,936	2,936	2,936
Investment properties	11	-	-	1,193	1,193	1,193
<b>Total</b>		<b>169,571</b>	<b>31,966</b>	<b>4,304</b>	<b>205,841</b>	<b>207,112</b>
<b>Liabilities at fair value</b>						
Derivative financial instruments	7	66	28,198	-	28,264	28,264
<b>Liabilities at amortised cost</b>						
Euro commercial paper	15	-	8,726	-	8,726	8,720
Borrowings	16	15,307	75,000	-	90,307	89,794
<b>Total</b>		<b>15,373</b>	<b>111,924</b>	<b>-</b>	<b>127,297</b>	<b>126,778</b>

The Group's OTC derivatives in the trading book are classified as Level 2 as they are valued using inputs that can be observed in the market.

**Notes to the condensed consolidated interim financial information**

For the three month period ended March 31, 2026

**33. Fair value hierarchy (continued)**

Reconciliation showing the movement in fair values of Level 3 investments designated at FVTOCI and FVTPL and loans and advances to customers mandatorily measured at FVTPL is as follows:

	<b>As at March 31 2026 unaudited AED million</b>	As at December 31 2025 audited AED million
<b>Opening balance</b>	<b>3,111</b>	3,324
Net additions during the period/year	<b>11</b>	93
Disposals including capital refunds during the period/year	-	(76)
Adjustment through income/other comprehensive income statement during the period/year	<b>(1)</b>	(230)
<b>Closing balance</b>	<b>3,121</b>	3,111

There were no significant transfers between Level 1 and Level 2 investments and no change in valuation techniques used during the period.

**34. Legal proceedings**

The Group is involved in various legal proceedings and claims arising in the ordinary course of business. While the outcome of these matters cannot be predicted with certainty, management does not believe that these matters will have a material adverse effect on the Group's condensed consolidated interim financial information if disposed unfavourably.