



The National Bank of Ras Al-Khaimah (P.S.C.)

**Review report and condensed consolidated
interim financial information for the period
from 1 January 2025 to 30 September 2025**

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REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

The Board of Directors
The National Bank of Ras Al-Khaimah (P.S.C.)
Ras Al Khaimah
United Arab Emirates

Introduction

We have reviewed the accompanying Group condensed consolidated interim statement of financial position of **The National Bank of Ras Al-Khaimah (P. S.C.)** (the "Bank") and its **Subsidiaries** (together referred to as the "Group") as at 30 September 2025 and the related Group statements of profit or loss, comprehensive income, changes in equity and cash flows for the nine-month period then ended and a summary of 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.

Other matter

The consolidated financial statements of the Group for the year ended 31 December 2024 were audited by another auditor who expressed an unmodified opinion on those statements on 23 January 2025. The interim financial information of the Group for the nine-month period ended 30 September 2024 was reviewed by another auditor who expressed an unmodified conclusion on 21 October 2024.

Deloitte & Touche (M.E.)



Musa Ramahi
Registration No. 872
23 October 2025
Dubai
United Arab Emirates

The National Bank of Ras Al-Khaimah (P.S.C.)

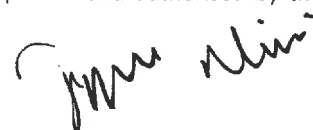
**Condensed consolidated interim statement of financial position
as at 30 September 2025**

	Notes	30 September 2025 (Unaudited) AED'000	31 December 2024 (Audited) AED'000
ASSETS			
Cash and balances with UAE Central Bank	4	9,802,320	8,770,312
Due from other banks, net	5	16,695,434	12,360,600
Investment securities measured at fair value	6	9,463,614	9,159,322
Investment securities measured at amortised cost	6	8,790,111	7,444,281
Loans and advances, net	7	51,228,168	47,223,940
Reinsurance contract assets	12	322,804	231,578
Customer acceptances		352,269	406,612
Other assets	8	1,644,464	1,682,252
Property and equipment		611,308	552,246
Right-of-use assets		129,367	117,632
Goodwill and intangible assets		418,877	376,632
Total assets		99,458,736	88,325,407
LIABILITIES AND EQUITY			
LIABILITIES			
Due to other banks	9	8,270,077	7,099,475
Deposits from customers	10	65,621,298	59,649,678
Customer acceptances		352,269	406,612
Debt securities issued and other long-term borrowings	11	6,282,602	4,937,818
Insurance contract liabilities	12	582,828	481,321
Other liabilities	13	3,092,102	2,922,985
Lease liabilities		114,485	106,807
Deferred tax liability	25	25,400	8,921
Subordinated note	14	915,613	915,111
Total liabilities		85,256,674	76,528,728
EQUITY			
Share capital	15	2,011,495	2,011,495
Tier 1 capital notes	16	1,071,928	-
Legal reserve		1,128,804	1,128,804
Retained earnings		6,517,621	5,458,933
Other reserves		3,432,986	3,166,371
Equity attributable to owners of the Bank		14,162,834	11,765,603
Non-controlling interests		39,228	31,076
Total equity		14,202,062	11,796,679
Total Liabilities and Equity		99,458,736	88,325,407

This condensed consolidated interim financial information was duly approved and authorised by the Board of Directors on 23 October 2025 and signed on their behalf by:



Raheel Ahmed
Chief Executive Officer



Mohammad Jaffer Nini
Chief Financial Officer

The accompanying notes form an integral part of these condensed consolidated interim financial information. (2)

The National Bank of Ras Al-Khaimah (P.S.C.)

Condensed consolidated interim statement of profit or loss for the period from 1 January 2025 to 30 September 2025

	Notes	Three months period ended 30 September		Nine months period ended 30 September	
		2025	2024	2025	2024
		(un-audited) AED'000	(un-audited) AED'000	(un-audited) AED'000	(un-audited) AED'000
Interest income	19	1,216,281	1,190,192	3,508,249	3,403,887
Interest expense	19	(416,137)	(380,665)	(1,185,172)	(1,020,867)
Net interest income		800,144	809,527	2,323,077	2,383,020
Income from Islamic financing	20	208,853	159,509	590,031	481,129
Distribution to depositors	20	(60,133)	(67,368)	(188,376)	(200,696)
Net income from Islamic financing		148,720	92,141	401,655	280,433
Net interest income and net income from Islamic financing		948,864	901,668	2,724,732	2,663,453
Net fees and commission income	21	201,143	167,339	600,637	504,087
Foreign exchange & derivative income		92,638	89,393	289,076	264,193
Insurance income		231,093	140,559	535,320	521,127
Insurance expense		(234,183)	(142,959)	(541,176)	(552,192)
Investment income	22	51,388	16,532	207,526	75,585
Other operating income		32,554	31,523	78,424	76,100
Non-interest income		374,633	302,387	1,169,807	888,900
Operating income		1,323,497	1,204,055	3,894,539	3,552,353
General and administrative expenses	23	(448,984)	(403,930)	(1,339,730)	(1,192,740)
Operating profit before net impairment charge and tax		874,513	800,125	2,554,809	2,359,613
Net impairment charge	24	(97,690)	(141,352)	(270,819)	(505,565)
Profit for the period before tax		776,823	658,773	2,283,990	1,854,048
Tax expense	25	(70,136)	(59,041)	(203,491)	(164,627)
Profit for the period after tax		706,687	599,732	2,080,499	1,689,421
Attributed to:					
Owners of the Bank		705,312	597,803	2,074,121	1,687,132
Non-controlling interests		1,375	1,929	6,378	2,289
Profit for the period		706,687	599,732	2,080,499	1,689,421
Earnings per share:					
Basic and diluted in AED	26	0.35	0.30	1.03	0.84

The National Bank of Ras Al-Khaimah (P.S.C.)

Condensed consolidated interim statement of comprehensive income for the period from 1 January 2025 to 30 September 2025

	Three months period ended 30 September		Nine months period ended 30 September	
	2025 (un-audited) AED'000	2024 (un-audited) AED'000	2025 (un-audited) AED'000	2024 (un-audited) AED'000
Profit for the period after tax	706,687	599,732	2,080,499	1,689,421
Other comprehensive income/(loss):				
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Loss on sale of equity instruments held at fair value through other comprehensive income (FVOCI)	(22)	(7,002)	(4,628)	(7,002)
Changes in fair value of financial assets measured at FVOCI, net (equity instruments)	13,235	53,936	111,910	22,914
Income tax expense related to the above	(1,262)	(4,224)	(9,728)	(1,432)
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Changes in fair value of financial assets measured at FVOCI, net (debt instruments)	111,718	144,100	225,046	167,415
(Profit)/loss on sale of debt instruments transferred to profit and loss	(27,889)	(9,056)	(45,699)	(20,345)
Net changes in fair value arising from cash flow hedges	21	2,149	3,756	(8,605)
Deferred tax expense related to the above	(7,546)	(12,348)	(16,479)	(12,454)
Other comprehensive income/(loss) for the period	88,255	167,555	264,178	140,491
Total comprehensive income for the period	794,942	767,287	2,344,677	1,829,912
Attributed to:				
Owners of the Bank	792,795	764,240	2,336,525	1,826,565
Non-controlling interests	2,147	3,047	8,152	3,347
Total comprehensive income for the period	794,942	767,287	2,344,677	1,829,912

The National Bank of Ras Al-Khaimah (P.S.C.)

**Condensed consolidated interim statement of changes in equity
for the period from 1 January 2025 to 30 September 2025**

	Share capital AED'000	Tier 1 capital notes AED'000	Legal reserve AED'000	Retained earnings AED'000	Other reserves AED'000	Equity attributable to owners of the Bank AED'000	Non- controlling interests AED'000	Total AED'000
Balance at 1 January 2024 (audited)	2,011,495	-	1,128,804	4,019,394	3,167,378	10,327,071	27,456	10,354,527
Profit for the period	-	-	-	1,687,132	-	1,687,132	2,289	1,689,421
Other comprehensive income/(loss)	-	-	-	(6,371)	145,804	139,433	1,058	140,491
Total comprehensive income for the period	-	-	-	1,680,761	145,804	1,826,565	3,347	1,829,912
Dividend paid during the period (Note 15)	-	-	-	(623,563)	-	(623,563)	-	(623,563)
At 30 September 2024 (un-audited)	2,011,495	-	1,128,804	5,076,592	3,313,182	11,530,073	30,803	11,560,876
Balance at 1 January 2025 (audited)	2,011,495	-	1,128,804	5,458,933	3,166,371	11,765,603	31,076	11,796,679
Profit for the period	-	-	-	2,074,121	-	2,074,121	6,378	2,080,499
Other comprehensive (loss)/gain	-	-	-	(4,211)	266,615	262,404	1,774	264,178
Total comprehensive income for the period	-	-	-	2,069,910	266,615	2,336,525	8,152	2,344,677
Capital notes issued during the period, net	-	1,071,928	-	-	-	1,071,928	-	1,071,928
Capital note issuance cost	-	-	-	(5,474)	-	(5,474)	-	(5,474)
Dividend paid during the period (Note 15)	-	-	-	(1,005,748)	-	(1,005,748)	-	(1,005,748)
At 30 September 2025 (un-audited)	2,011,495	1,071,928	1,128,804	6,517,621	3,432,986	14,162,834	39,228	14,202,062

The accompanying notes form an integral part of these condensed consolidated interim financial information.

(5)

The National Bank of Ras Al-Khaimah (P.S.C.)

Condensed consolidated interim statement of cash flows for the period from 1 January 2025 to 30 September 2025

	Nine months period ended 30 September	
	2025 (un-audited) AED'000	2024 (un-audited) AED'000
<i>Cash flows from operating activities</i>		
Profit for the period before tax	2,283,990	1,854,048
<i>Adjustments:</i>		
Provision for credit losses, net	270,819	505,565
Depreciation and amortization of property and equipment and intangibles	92,452	93,764
Net changes in fair value arising from hedge and forex revaluation	(40,569)	(28,743)
Depreciation on right-of-use assets	17,235	14,824
Interest cost on lease liability	3,112	3,576
Loss on disposal of property and equipment	-	1,903
Amortisation of discount relating to investments securities	(124,216)	(116,598)
Gain on sale of debt securities measured at FVOCI	(45,454)	(20,345)
Gain on sale of investment securities held at FVTPL	(113,591)	(20,033)
Gain on sale of investment securities measured at Amortized cost	(275)	(230)
Fair value change on FVTPL investment securities	(20,051)	(8,812)
Amortization of discount on debt securities issued	25,566	8,567
	2,349,018	2,287,486
<i>Changes in operating assets and liabilities</i>		
Increase in due from other banks (original maturities of three month or over)	(3,606,832)	(723,682)
Increase in loans and advances, net	(4,231,047)	(7,262,016)
(Increase)/decrease in Investment securities measured at FVTPL	(103,267)	83,931
Increase in reinsurance contract assets	(91,226)	(106,011)
Decrease/(increase) in other assets	88,220	(79,091)
Decrease/(increase) in due to other banks and UAE Central Bank	1,170,602	(1,684,942)
Increase in deposits from customers	5,971,620	6,871,286
Increase in insurance contract liabilities	101,507	100,163
(Decrease)/increase in other liabilities and customer acceptances	(108,044)	673,529
	1,540,551	160,653
<i>Cash flows from investing activities</i>		
Purchase of investment securities	(11,256,247)	(12,322,566)
Proceeds from maturity/disposal of investment securities	10,348,436	10,488,916
Purchase of property, equipment and intangible assets	(193,758)	(155,195)
Proceeds from disposal of property and equipment	-	33
	(1,101,569)	(1,988,812)
<i>Cash flows from financing activities</i>		
Issuance of Tier 1 capital notes	1,066,454	-
Issuance of debt securities and other long-term borrowings	1,319,719	3,288,829
Issuance of subordinated debt	-	915,090
Dividends paid	(1,005,748)	(623,563)
Repayment of debt securities and other long-term borrowings	-	(1,836,500)
Payment for rentals on lease contracts	(20,491)	(19,348)
	1,359,934	1,724,508
Net increase in cash and cash equivalents	1,798,916	(103,651)
Cash and cash equivalents, beginning of the period	10,063,881	7,946,799
Cash and cash equivalents, end of the period (Note 28)	11,862,797	7,843,148

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025

1. Incorporation and Principal Activities

The National Bank of Ras Al-Khaimah (P.S.C.) (the “Bank”) is a public shareholding company incorporated in the Emirate of Ras Al-Khaimah in the United Arab Emirates (“UAE”). The head office of the Bank is located at the National Bank of Ras Al-Khaimah building, Al Rifa area, Exit No. 129, Sheikh Mohammed Bin Zayed Road, Ras Al-Khaimah, UAE.

The Bank is engaged in providing Retail, Commercial, Islamic banking and Treasury services through a network of nineteen branches in the UAE. The Bank is controlled by the Government of Ras Al-Khaimah by majority of voting rights.

At 30 September 2025, The National Bank of Ras Al-Khaimah (P.S.C.) comprises the Bank and five subsidiaries (together referred to as the “Group”). The condensed consolidated interim financial information for the nine months period ended 30 September 2025 comprises the Bank and following direct subsidiaries:

<i>Subsidiary</i>	<i>Authorized and issued capital</i>	<i>Ownership interest</i>	<i>Incorporated</i>	<i>Principal Activities</i>
Ras Al Khaimah National Insurance Company PSC	AED 121.275 million	79.23%	UAE	Underwriting all types of Insurance business
BOSS FZCO	AED 0.5 million	80.00%*	UAE	Back-office support services to the Bank
RAK Technologies FZCO	AED 0.5 million	80.00%*	UAE	Technological support services to the Bank
Protego Insurance Brokers L.L.C.	AED 28.5 million	100.00%	UAE	Insurance brokerage
RAKAZA (Management Office)	AED 5.0 million	100.00%	UAE	Sales and support services to the Bank

*These represent legal ownership of the Bank. However, beneficial ownership is 100% as the remaining interest is held by a related party on trust and for the benefit of the Bank.

As part of ongoing efforts to streamline operations and optimize business structure, the Group initiated voluntary liquidation of four subsidiaries RAK Technologies FZCO, RAK Funding Cayman Limited, RAK Global Markets Cayman Limited and RAK Financial Services Limited (RAKFS) in 2024. As of 30 September 2025, the license/certificate of RAK Funding Cayman Limited, RAK Global Markets Cayman Limited and RAKFS have been revoked. Liquidation formalities are in progress for RAK Technologies FZCO.

Further, during the current period, the Group incorporated two new wholly owned subsidiaries viz. RAKAZA and RAKBANK Digital Assets LLC. RAKBANK Digital Assets LLC’s principal activity is to issue payment tokens and the formalities with regards to capital infusion are in progress.

2. Application of new and revised IFRS Accounting Standards

New and revised IFRS Accounting Standards applied with no material effect on the condensed consolidated financial information

The following new and revised IFRS Accounting Standards, which became effective for annual periods beginning on or after 1 January 2025, have been adopted in condensed consolidated interim financial statements. Their adoption has not had any material impact on the disclosures or on the amounts reported in these condensed consolidated interim financial statements:

New and revised IFRS Accounting Standard

Amendments to IAS 21 *The Effects of Changes in Foreign Exchange Rates* relating to Lack of Exchangeability

Summary

The amendments contain guidance to specify when a currency is exchangeable and how to determine the exchange rate when it is not.

**Notes to the condensed consolidated interim financial information
for the period from 1 January 2025 to 30 September 2025 (continued)**

3. Material accounting policy information

(a) Basis of preparation

The condensed consolidated interim financial information of the Group is prepared under the historical cost basis except for certain financial instruments which are measured at fair value. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

These condensed consolidated interim financial information are prepared in accordance with International Accounting Standard 34: Interim Financial Reporting ("IAS 34"), issued by the International Accounting Standard Board ("IASB") and also comply with the applicable requirements of the laws in the U.A.E.

The accounting policies used in the preparation of these condensed consolidated interim financial information are consistent with those used in the audited annual consolidated financial statements for the year ended 31 December 2024.

As required by the Securities and Commodities Authority of the U.A.E. ("SCA") Notification No. 2624/2008 dated 12 October 2008, accounting policies relating to financial assets, cash and cash equivalents and Islamic financing and investing assets have been disclosed in the condensed consolidated interim financial information.

These condensed consolidated interim financial information do not include all the information required for full annual consolidated financial statements and should be read in conjunction with the Group's audited annual consolidated financial statements as at and for the year ended 31 December 2024. In addition, results for the nine months period ended 30 September 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

(b) Consolidation

The condensed consolidated interim financial information incorporate the condensed consolidated interim financial information of National Bank of Ras Al-Khaimah (P.S.C.) and its subsidiaries (collectively referred to as "Group").

i) Subsidiaries

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group 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. Subsidiaries are fully consolidated from the date on which control is transferred to the Group.

ii) Transactions eliminated on consolidation

Intra-group balances and income and expenses (except for foreign currency transaction gains or losses) arising from intra-group transactions, are eliminated in preparing the condensed consolidated interim financial information. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

iii) Acquisition accounting

The acquisition method of accounting is used to account for the acquisition of subsidiaries. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured at their fair values at the acquisition date, irrespective of the extent of any non-controlling interest, and the Group allocates the purchase price to these net assets acquired. The measurement period for purchase price allocations ends as soon as information on the facts and circumstances becomes available but does not exceed 12 months. The Group policy is aligned with that laid out in IFRS 3.

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

3. Material accounting policy information (continued)

(b) Consolidation (continued)

iii) Acquisition accounting (continued)

The consideration transferred for the acquiree is measured at the fair value of the assets given up, equity instruments issued and liabilities incurred or assumed, but excludes acquisition related costs such as advisory, legal, valuation and similar professional services which are charged to the statement of profit or loss.

The Group measures non-controlling interest that represents present ownership interest and entitles the holder to a proportionate share of net assets in the event of liquidation on a transaction by transaction basis.

Goodwill is measured by deducting the net assets of the acquiree from the aggregate of the consideration transferred for the acquiree, the amount of non-controlling interest in the acquiree and fair value of an interest in the acquiree held immediately before the acquisition date.

(c) Islamic financing

The Group engages in Shari'ah compliant Islamic banking activities through various Islamic instruments such as Murabaha, Salam, Mudaraba, and Wakala. The accounting policy for initial recognition, subsequent measurement and derecognition of Islamic financial assets and liabilities are below:

i) Murabaha financing

A sale contract whereby the Group sells to a customer commodities and other assets at an agreed upon profit mark up on cost. The Group purchases the assets based on a promise received from customer to buy the item purchased according to specific terms and conditions. Profit from Murabaha is quantifiable at the commencement of the transaction. Such income is recognised as it accrues over the period of the contract on effective profit rate method on the balance outstanding.

ii) Salam

Bai Al Salam is a Sale contract where the Customer (Seller) undertakes to deliver/supply a specified tangible asset to the Group (Buyer) at mutually agreed future date(s) in exchange for an advance price fully paid on the spot by the buyer.

Revenue on Salam financing is recognised on the effective profit rate basis over the period of the contract, based on the Salam capital outstanding.

iii) Mudaraba

A contract between the Group and a customer, whereby one party provides the funds (Rab Al Mal - customer) and the other party (the Mudarib - the Group) invests the funds in a project or a particular activity and any profits generated are distributed between the parties according to the profit shares that were pre-agreed in the contract. The Mudarib would bear the loss in case of default, negligence or violation of any of the terms and conditions of the Mudaraba, otherwise, losses are borne by the Rab Al Mal.

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

3. Material accounting policy information (continued)

(c) Islamic financing (continued)

iv) Wakala

An agreement between the Group and customer whereby one party (Rab Al Mal - principal) provides a certain sum of money to an agent (Wakil), who invests it according to specific conditions in return for a certain fee (a lump sum of money or a percentage of the amount invested). The agent is obliged to return the invested amount in case of default, negligence or violation of any of the terms and conditions of the Wakala. The Group may be Wakil or Rab Al Mal depending on the nature of the transaction.

Estimated income from Wakala is recognised on an accrual basis over the period, adjusted by actual income when received. Losses are accounted for on the date of declaration by the agent.

v) Ijara

Ijara financing is a finance lease agreement whereby the Group (lessor) leases an asset based on the customer's (lessee) request and promise to lease the assets for a specific period in lieu of rental instalments. Ijara ends in transferring the ownership of the asset to the lessee at the end of the lease inclusive of the risks and rewards incident to an ownership of the leased assets. Ijara assets are stated at amounts equal to the net investment outstanding in the lease including the income earned thereon less impairment provisions.

vi) Profit distribution mechanism

Deposits of Islamic banking are managed in accordance with Shari'ah principles through a Mudaraba pool and profit is distributed in accordance with the Shari'ah approved profit distribution mechanism. To ensure the competitive return to the depositors, Shari'ah compliant reserves are maintained as followed;

- Profit Equalisation Reserves (PER) is appropriated out of the Common Mudaraba Pool's profit in order to maintain the adequate return on investments for participants of Common Mudaraba Pool.
- Investment Risk Reserve (IRR) is appropriated from the depositors' share of profits set aside as a reserve.

(d) Cash and cash equivalents

In the condensed consolidated interim statement of cash flows, cash and cash equivalents include cash on hand, money in current and call accounts and placements with original maturity of less than three months excluding the statutory deposit required to be maintained with the UAE Central Bank.

4. Cash and balances with UAE Central Bank

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED (Audited)
Cash in hand	993,441	895,228
Balances with the UAE Central bank	8,808,879	7,875,084
	<u>9,802,320</u>	<u>8,770,312</u>

As per the CBUAE regulations, the Bank is allowed to draw their balances held in the UAE Central Bank reserve account, while ensuring that they meet the reserve requirements over 14 days period. Therefore, the balances have been classified as part of cash and cash equivalents (Note 28).

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

5. Due from other banks, net

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED (Audited)
Placements with other banks	1,767,949	955,505
Demand deposits	1,287,982	1,127,681
Banker's acceptances	7,296,335	6,076,344
Syndicated loans	4,299,633	3,651,141
Reverse repurchase agreements	1,491,902	-
Trade loans	606,045	550,950
Others	32,207	46,693
	<hr/>	<hr/>
Total due from other banks	16,782,053	12,408,314
Provision for expected credit loss	(86,619)	(47,714)
	<hr/>	<hr/>
Due from other banks, net	16,695,434	12,360,600
	<hr/> <hr/>	<hr/> <hr/>

As at 30 September 2025, the Bank holds quoted debt securities with a fair value of AED 1,750 million (31 December 2024: Nil) as collateral under reverse repurchase agreements amounting to AED 1,492 million (31 December 2024: Nil). These securities have subsequently been pledged to secure repurchase borrowings of AED 1,595 million [Note 9].

The below represents deposits and balances due from:

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED (Audited)
Banks in UAE	687,835	361,023
Banks outside UAE	16,094,218	12,047,291
	<hr/>	<hr/>
Total due from other banks	16,782,053	12,408,314
	<hr/> <hr/>	<hr/> <hr/>

6. Investment securities, net

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED (Audited)
<i>Securities at fair value through other comprehensive income (FVOCI)</i>		
Quoted equity securities	609,829	483,497
Unquoted equity securities	382	-
Quoted debt securities*	8,162,779	7,861,347
Unquoted debt securities	-	360,763
	<hr/>	<hr/>
	8,772,990	8,705,607
	<hr/> <hr/>	<hr/> <hr/>

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

6. Investment securities, net (continued)

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED (Audited)
<i>Securities at fair value through profit or loss (FVTPL)</i>		
Quoted funds	113,225	92,958
Unquoted funds	52,234	47,901
Quoted equity securities	169,683	54,307
Quoted debt securities	355,482	258,549
	<u>690,624</u>	<u>453,715</u>
Investment securities measured at fair value	<u><u>9,463,614</u></u>	<u><u>9,159,322</u></u>
<i>Securities held at amortised cost</i>		
Quoted debt securities*	8,830,364	7,489,118
	<u>8,830,364</u>	<u>7,489,118</u>
Provision for expected credit loss for Securities held at amortised cost	<u>(40,253)</u>	<u>(44,837)</u>
Investment securities measured at amortised cost	<u><u>8,790,111</u></u>	<u><u>7,444,281</u></u>
Investment securities, net	<u><u>18,253,725</u></u>	<u><u>16,603,603</u></u>

*As at 30 September 2025, quoted debt securities with fair value of AED 3,298 million and carrying value of AED 3,264 million (31 December 2024: fair value of AED 3,089 million and carrying value of AED 3,086 million) have been given as collateral against repo borrowings of AED 2,797 million (31 December 2024: AED 2,646 million) [Note 9].

As at 30 September 2025, the provision for credit loss on debt securities at FVOCI amounted to AED 67 million (31 December 2024: AED 68.0 million) [Note 35].

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

6. Investment securities, net (continued)

The composition of the investment portfolio by category is as follows:

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED (Audited)
Federal and local Government - UAE	3,450,805	3,360,126
Government related entity - UAE	1,300,337	957,828
Government - GCC	755,349	828,242
Government - Others	887,792	868,770
Banks and financial institutions - UAE	1,704,125	1,534,221
Banks and financial institutions - GCC	1,957,160	1,266,776
Banks and financial institutions - Other	2,900,808	3,030,966
Public limited companies – UAE	853,118	849,907
Public limited companies – GCC	1,827,654	1,609,165
Public limited companies - Others	1,711,477	1,663,776
Total debt securities	17,348,625	15,969,777
Quoted equity securities	779,512	537,804
Unquoted equity securities	382	-
Quoted funds	113,225	92,958
Unquoted funds	52,234	47,901
Total investment securities	18,293,978	16,648,440

7. Loans and advances, net

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED'000 (Audited)
(a) Loans and advances		
Retail Banking	24,369,244	23,303,622
Wholesale Banking	18,320,084	16,160,978
Business Banking	11,173,119	10,609,394
Total loans and advances [Note 7(b)]	53,862,447	50,073,994
Provision for expected credit loss [Note 7(c)]	(2,634,279)	(2,850,054)
Net loans and advances	51,228,168	47,223,940
(b) Analysis of loans and advances		
Personal loans	5,917,030	5,595,253
Mortgage loans	12,488,046	11,953,601
Credit cards	2,763,259	2,554,683
Auto loans	459,644	430,513
RAK Business loans	4,122,607	4,057,184
Other Business banking loans	7,050,512	6,552,210
Wholesale banking loans	18,320,084	16,160,978
Other Retail loans	2,741,265	2,769,572
Total loans and advances	53,862,447	50,073,994

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

7. Loans and advances, net (continued)

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED'000 (Audited)
(c) Movement in provision for expected credit loss		
Balance at the beginning of the period/year	2,850,054	2,514,887
Impairment allowance for the period/year	343,172	904,440
Written-off during the period/year	(558,947)	(569,273)
Balance at the end of the period/year	2,634,279	2,850,054

(d) Net impairment charge on loans and advances – for the nine months period ended:

	30 September 2025 AED'000 (Un-audited)	30 September 2024 AED'000 (Un-audited)
Impairment allowance for the period	343,172	640,650
Net recoveries during the period	(116,354)	(108,866)
Net impairment charge for the period (Note 24)	226,818	531,784

Net recovery mainly represents amounts subsequently recovered from fully written-off loans.

(e) Islamic financing assets:

The below table summarises the Islamic financing assets that are part of loans and advances above:

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED'000 (Audited)
i) Islamic financing assets		
Islamic retail financing assets	3,682,550	3,402,960
Islamic business banking assets	2,621,433	2,479,573
Islamic wholesale banking assets	868,987	586,007
Total Islamic financing assets	7,172,970	6,468,540
Provision for expected credit loss	(346,417)	(341,089)
Net Islamic financing assets	6,826,553	6,127,451
ii) Analysis of Islamic financing assets		
Islamic Business Banking Finance	2,621,433	2,479,573
Islamic Salam Personal finance	2,514,710	2,201,306
Islamic Ijara Property Finance	1,068,608	1,117,606
Islamic Wholesale Banking	868,987	586,007
Islamic Auto Murabaha	51,120	38,425
Islamic Credit Cards	48,112	45,623
Total Islamic financing assets	7,172,970	6,468,540

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

8. Other assets

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED'000 (Audited)
Interest receivable	600,133	594,660
Profit receivable on Islamic financing assets	106,465	95,327
Prepayments	54,664	68,539
Foreign exchange and other derivative contracts (Note 18)	578,797	502,670
Gold in hand	5	-
Islamic profit paid in advance	11,777	51,716
Others	292,623	369,340
	<u>1,644,464</u>	<u>1,682,252</u>

9. Due to other banks

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED'000 (Audited)
Term borrowings	3,688,164	4,194,217
Repurchase agreements (Note 6)	4,391,680	2,646,762
Demand deposits	190,233	258,496
	<u>8,270,077</u>	<u>7,099,475</u>

As at 30 September 2025:

- Quoted debt securities with fair value of AED 3,298 million and carrying value of AED 3,264 million (31 December 2024: fair value of AED 3,089 million and carrying value of AED 3,086 million) have been given as collateral against repo borrowings of AED 2,797 million (31 December 2024: AED 2,646 million) [Note 6].
- Borrowed quoted debt securities with fair value of AED 1,750 million (31 December 2024: Nil) have been given as collateral against repo borrowings of AED 1,595 million (31 December 2024: Nil) [Note 5].
- Repurchase agreements include borrowings from non-banking financial institutions.

10. Deposits from customers

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED'000 (Audited)
Current accounts	38,540,483	32,952,421
Time deposits	22,243,584	22,286,210
Saving deposits	3,373,013	2,959,660
Call deposits	1,464,218	1,451,387
	<u>65,621,298</u>	<u>59,649,678</u>

Deposits include AED 2,229 million (31 December 2024: AED 2,004 million) held by the Group as cash collateral for loans and advances granted to customers.

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

10. Deposits from customers (continued)

The below table summarises the Islamic deposits of customers that are part of deposits from customers above:

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED'000 (Audited)
Murabaha term deposit	2,491,696	3,439,143
Qard-E-Hassan - current accounts	2,415,248	1,433,110
Wakala deposits	823,915	554,072
Mudaraba - current accounts	393,870	424,954
Mudaraba - saving accounts	197,884	214,192
Mudaraba - call deposits	13,250	8,075
Mudaraba term investment deposits	6,628	4,492
	<u>6,342,491</u>	<u>6,078,038</u>

11. Debt securities issued and other long-term borrowings

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED'000 (Audited)
AED 370 million bilateral borrowing (a)	370,000	370,000
USD 50 million bilateral borrowing (b)	183,650	183,650
AED 370 million Islamic bilateral borrowing (c)	370,000	370,000
USD 100 million bilateral borrowing (d)	367,300	367,300
USD 100 million bilateral borrowing (e)	367,300	367,300
AED 550 million bilateral borrowing (f)	550,000	550,000
AED 550 million Islamic bilateral borrowing (g)	550,000	550,000
USD 600 million medium term note issued at discount in July 2024 (h)	2,199,258	2,198,254
USD 75 million Islamic bilateral borrowing (i)	275,475	-
AED 500 million Islamic bilateral borrowing (j)	500,000	-
USD 30 million bilateral borrowing (k)	110,190	-
USD 120 million bilateral borrowing (l)	440,760	-
Less: Debt securities and other borrowing issue costs	(14,791)	(12,398)
Fair value adjustment on hedged medium-term note	13,460	(6,288)
	<u>6,282,602</u>	<u>4,937,818</u>

- (a) In June 2023 the Group borrowed AED 370 million at an interest rate of 6 months EIBOR + 0.90% per annum which matures in June 2026.
- (b) In June 2023 the Group borrowed USD 50 million at an interest rate of daily SOFR + 1.10% per annum which matures in June 2026.
- (c) In June 2023 the Group borrowed AED 370 million at a profit rate of 3 months EIBOR + 0.90% per annum which matures in June 2026.
- (d) In July 2023 the Group borrowed USD 100 million at an interest rate of USD 3 month SOFR + 1% which matures in July 2026.

**Notes to the condensed consolidated interim financial information
for the period from 1 January 2025 to 30 September 2025 (continued)**

11. Debt securities issued and other long-term borrowings (continued)

- (e) In September 2023 the Group borrowed USD 100 million at an interest rate of USD daily SOFR + 1% which matures in September 2026.
- (f) In February 2024 the Group borrowed AED 550 million at an interest rate of 3 months EIBOR + 0.75% per annum which matures in February 2027.
- (g) In March 2024 the Group borrowed AED 550 million at a profit rate of 3 months EIBOR + 0.75% per annum which matures in March 2027.
- (h) In July 2024, the Group issued five-year USD 600 million EMTN Bonds under the Groups Social Finance Framework. These were issued at a discounted rate of 99.723% and carries a fixed interest rate of 5.375% per annum. These notes mature in July 2029.
- (i) In January 2025 the Group borrowed USD 75 million at a profit rate of USD 3 months SOFR + 0.95% per annum which matures in January 2028.
- (j) In March 2025 the Group borrowed AED 500 million at a profit rate of 3 months EIBOR + 0.75% per annum which matures in March 2028.
- (k) In June 2025 the Group borrowed USD 30 million at an interest rate of 3 months SOFR + 0.90% per annum which matures in June 2029.
- (l) In June 2025 the Group borrowed USD 120 million at an interest rate of 3 months SOFR + 0.85% per annum which matures in June 2028.

12. Reinsurance contract assets and insurance contract liabilities

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED'000 (Audited)
<i>Reinsurance contract assets</i>		
<i>Incurred claims for contracts under Premium Allocation Approach (PAA)</i>		
Present value of future cashflows	377,255	295,802
Risk adjustment for non-financial risk	11,077	7,788
	388,332	303,590
Remaining coverage excluding loss-recovery component	(66,470)	(73,642)
	942	1,630
	322,804	231,578
<i>Insurance contract liabilities</i>		
<i>Liabilities for Incurred Claims (LIC) under Premium Allocation Approach (PAA)</i>		
Present value of future cashflows	436,327	312,650
Risk adjustment for non-financial risk	15,833	11,949
	452,160	324,599
<i>Liabilities for Remaining Coverage (LRC)</i>		
Excluding loss component	125,961	151,227
Loss component	4,707	5,495
	130,668	156,722
	582,828	481,321

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

13. Other liabilities

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED'000 (Audited)
Interest payable	402,723	531,120
Profit distributable on Islamic deposits	18,583	38,615
Accrued expenses	688,871	623,832
Provision for staff end-of-service benefits	123,006	133,033
Foreign exchange and other derivatives contracts (Note 18)	501,099	443,871
Credit card payables and liabilities	90,869	87,910
Managers cheques issued	490,370	316,038
Mortgage payables and liabilities	29,951	23,547
Insurance related payables	5,332	4,339
Reinsurance contract liabilities	30,066	27,920
Provision for Corporate Tax	214,981	206,266
Others	496,251	486,494
	<u>3,092,102</u>	<u>2,922,985</u>

14. Subordinated note

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED'000 (Audited)
September 2024 issue (5.8732 percent fixed rate maturing on 10 December 2034)	<u>915,613</u>	<u>915,111</u>

In September 2024, the Bank issued USD 250 million of Subordinated Tier 2 notes. The notes, were issued at a par with coupon rate of 5.8732% p.a. The notes are callable after 5 years and have a final maturity of 10.25 years. The notes will rank pari passu among themselves, rank subordinate and junior to all senior obligations and rank in priority only to all junior obligations.

15. Share capital

At 30 September 2025, the authorised, issued and fully paid share capital of the Bank comprised 2,011 million shares of AED 1 each (31 December 2024: 2,011 million shares of AED 1 each).

Cash dividend of 50% amounting to AED 1,005.7 million of the issued and paid-up capital for the year ended 31 December 2024 (2024: 31% amounting to AED 623.6 million) was paid after the shareholder's approval in the annual general meeting held on 18 March 2025.

16. Tier 1 capital notes

In July 2025, the Bank issued Additional Tier 1 (AT1) capital notes amounting to USD 300 million. The notes are perpetual, subordinated and unsecured and are issued at a fixed coupon rate of 6.625% p.a. Subject to interest cancellation clauses, interest is payable semi-annually at a fixed rate of 6.625% p.a. until July 9, 2031; and thereafter, the interest will reset every sixth year. The Bank can elect not to pay a coupon at its own discretion and has the option to call back the securities in 2031 subject to obtaining regulatory approvals. Note holders will not have a right to claim the coupon and such event will not be considered an event of default. The notes carry no maturity date and have been classified as equity. Accordingly, the interest paid is accounted for as a deduction from retained earnings.

The transaction costs associated with this issuance are incremental costs directly attributable to the AT1 transaction that otherwise would have been avoided therefore are also deducted from retained earnings.

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

17. Contingencies and commitments

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED'000 (Audited)
Irrevocable commitments to extend credit	5,335,691	3,207,468
Letters of guarantee - Financial	2,091,832	1,549,175
Letters of guarantee – Non-financial	1,934,312	992,318
Letters of credit	367,441	365,569
Capital commitments and other contingencies	371,480	70,588
	10,100,756	6,185,118

The Group is holding AED 31.6 million (31 December 2024: AED 20.8 million) provision for expected credit loss on contingencies and commitments.

Commitments to extend credit shown above represent unfunded amounts out of approved limits offered to customers, which are irrevocable by the Group. Commitments to extend credit amounting to AED 8,820 million (31 December 2024: AED 11,097 million) are revocable at the option of the Group and not included in the above table.

18. Forward foreign exchange and other derivative contracts

Foreign exchange contracts comprise commitments to purchase foreign and domestic currencies on behalf of customers and in respect of the Bank's undelivered spot transactions.

Outstanding forward foreign exchange contracts, interest rate swaps and other derivative contracts at 30 September 2025 and 31 December 2024 are as follows:

	Fair Values		
	Assets AED'000	Liability AED'000	Notional AED'000
<i>30 September 2025</i>			
Foreign exchange contracts	237,501	192,856	62,690,611
Interest rate swaps	204,661	125,993	12,974,134
Other derivative contracts	136,635	182,250	25,033,101
	578,797	501,099	100,697,846
<i>31 December 2024</i>			
Foreign exchange contracts	129,372	128,988	31,041,245
Interest rate swaps	333,839	186,820	12,657,119
Other derivative contracts	39,459	128,063	6,221,820
	502,670	443,871	49,920,184

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

19. Interest income and expense

	Three months period ended 30 September		Nine months period ended 30 September	
	2025	2024	2025	2024
	(un-audited)	(un-audited)	(un-audited)	(un-audited)
	AED'000	AED'000	AED'000	AED'000
<i>Interest income</i>				
Personal loans	65,319	67,624	191,016	199,975
Mortgage loans	97,879	83,635	284,551	239,132
Credit cards	80,663	80,274	234,641	244,789
Auto loans	7,147	6,921	20,853	20,501
RAK Business loans	128,781	134,413	391,905	393,640
Wholesale banking loans	269,739	236,222	753,600	658,037
Other Business banking loans	127,249	126,070	385,357	360,884
Other retail banking loans	36,128	30,199	107,854	94,371
Investment securities	179,209	171,826	537,198	482,259
Deposits with the U.A.E. Central Bank	27,262	28,149	84,633	69,624
Other banks	196,905	224,859	516,641	640,675
	<u>1,216,281</u>	<u>1,190,192</u>	<u>3,508,249</u>	<u>3,403,887</u>
<i>Interest expense</i>				
Due to customers	241,972	255,001	695,903	661,140
Debt securities issued and other borrowings	31,208	22,290	94,232	47,580
Borrowings from other banks	129,307	100,177	354,087	308,950
Subordinated note	13,650	3,197	40,950	3,197
	<u>416,137</u>	<u>380,665</u>	<u>1,185,172</u>	<u>1,020,867</u>

20. Income from Islamic financing and distribution to depositors

	Three months period ended 30 September		Nine months period ended 30 September	
	2025	2024	2025	2024
	(un-audited)	(un-audited)	(un-audited)	(un-audited)
	AED'000	AED'000	AED'000	AED'000
<i>Income from Islamic financing</i>				
Islamic Salam personal finance	49,839	36,983	139,471	106,413
Islamic Auto Murabaha	869	729	2,450	2,320
Islamic Business banking finance	82,255	68,441	240,341	210,113
Islamic Wholesale banking finance	29,394	12,528	75,350	45,020
Islamic Ijara property finance	12,931	14,573	38,994	43,950
Islamic Investment income	33,565	26,255	93,425	73,313
	<u>208,853</u>	<u>159,509</u>	<u>590,031</u>	<u>481,129</u>
<i>Distribution to depositors</i>				
Distribution of profit on Islamic term investment deposits	38,471	52,933	128,058	162,588
Bilateral long-term borrowings	19,189	14,237	57,276	37,293
Distribution of profit on Islamic demand deposits	2,473	198	3,042	815
	<u>60,133</u>	<u>67,368</u>	<u>188,376</u>	<u>200,696</u>

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

21. Net fees and commission income

	Three months period ended 30 September		Nine months period ended 30 September	
	2025 (un-audited) AED'000	2024 (un-audited) AED'000	2025 (un-audited) AED'000	2024 (un-audited) AED'000
Personal loans	5,432	5,893	16,837	15,837
Mortgage loans	836	3,114	9,584	10,575
Credit cards	67,591	51,923	175,574	154,188
Auto loans	1,028	778	3,117	4,791
Wholesale banking loans	27,380	21,691	78,491	55,091
Business banking loans	71,635	52,130	178,534	160,038
Fiduciary income	20,431	13,993	53,902	38,215
Bancassurance	5,911	9,733	14,110	20,137
Others	899	8,084	70,488	45,215
	<u>201,143</u>	<u>167,339</u>	<u>600,637</u>	<u>504,087</u>

22. Investment income

	Three months period ended 30 September		Nine months period ended 30 September	
	2025 (un-audited) AED'000	2024 (un-audited) AED'000	2025 (un-audited) AED'000	2024 (un-audited) AED'000
Dividend income	3,123	3,130	28,155	26,164
Net gain on disposal of investments	39,712	12,705	159,320	40,608
Fair value income	8,553	697	20,051	8,813
	<u>51,388</u>	<u>16,532</u>	<u>207,526</u>	<u>75,585</u>

23. General and administrative expenses

	Three months period ended 30 September		Nine months period ended 30 September	
	2025 (un-audited) AED'000	2024 (un-audited) AED'000	2025 (un-audited) AED'000	2024 (un-audited) AED'000
Staff costs	249,800	241,596	743,860	714,311
Outsourced staff costs	28,319	9,844	82,595	24,842
Occupancy costs	14,333	12,132	44,034	36,869
Marketing expenses	10,046	10,676	30,445	28,765
Depreciation and amortisation	33,320	30,623	91,588	92,928
Communication costs	18,325	14,678	44,973	42,154
Credit card expenses	2,462	13,530	31,666	46,680
Information and technology expenses	39,439	39,745	138,157	121,603
Others	52,940	31,106	132,412	84,588
	<u>448,984</u>	<u>403,930</u>	<u>1,339,730</u>	<u>1,192,740</u>

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

24. Net impairment charge

	Nine months period ended 30 September	
	2025 (un-audited) AED'000	2024 (un-audited) AED'000
Net impairment charge on loans and advances	226,818	531,784
Net impairment charge on due from other banks	38,905	(11,822)
Net impairment release on debt securities measured at FVOCI	(3,674)	(3,614)
Net impairment release on debt securities measured at amortised cost	(4,584)	(7,704)
Net impairment charge/(release) on other receivables and acceptances	2,624	(3,446)
Net impairment charge/(release) on off balance sheet items	10,730	367
Total net impairment charge	270,819	505,565

Expected credit loss allowance

A summary of the provision for credit loss and the net movement on financial instruments by category are as follows:

	At 31 December 2024 AED'000	Change AED'000	Other movement AED'000	At 30 September 2025 AED'000
Due from other banks	47,714	38,905		86,619
Loans and advances	2,850,054	343,172	(558,947)	2,634,279
Debt investment securities – FVOCI	67,983	(3,674)	2,477	66,786
Debt Investment securities – amortised cost	44,837	(4,584)	-	40,253
Other receivables	47,585	3,095	(294)	50,386
Customer acceptances	2,388	549	-	2,937
Off balance sheet items	20,838	10,730	-	31,568
Total	3,081,399	388,193	(556,764)	2,912,828

25. Taxation

On 9 December 2022, UAE Ministry of Finance (MoF) released Federal Decree Law No 47 of 2022 on the Taxation of Corporations and Businesses, Corporate Tax Law (CT Law) to enact a new CT regime in the UAE. The new CT regime has become effective for accounting periods beginning on or after 1 June 2023. As the Group's accounting year ends on 31 December the first tax period was the period from 1 January 2024 to 31 December 2024, with the respective tax return filed in September 2025.

The taxable income of the entities that are in scope for UAE CT purposes are subject to the rate of 9% on taxable profits above AED 375,000.

Below is an analysis of the group's income tax recognized during the period/year:

	Nine months period ended 30 September	
	2025 (Un-audited) AED'000	2024 (Un-audited) AED'000
<i>Current tax recognized in profit or loss for the period</i>		
Current tax expense on profits for the period	203,491	164,627
<i>Current tax recognized in Other comprehensive income for the period</i>		
Current tax expense/(income) for the period recognized on items that will not be reclassified subsequently to profit or loss	9,728	1,432

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

25. Taxation (continued)

	30 September 2025 AED'000 (Un-audited)	31 December 2024 AED'000 (Audited)
<i>Deferred income tax liability</i>		
Deferred tax liability at the beginning of the period/year	8,921	13,733
Increase/(decrease) during the period/year recognized in OCI on items that may be reclassified subsequently to profit or loss	16,479	(4,812)
	<u>25,400</u>	<u>8,921</u>

For determining the tax expense for the period the accounting profit has been adjusted for tax purposes. Adjustments for tax purpose include items relating to both income and expense. After giving effect to these adjustments the average effective tax rate is estimated to 8.91% (30 September 2024: 8.88%).

26. Earnings per share

The basic earnings per share is calculated by dividing the net profit attributable to owners of the Parent by the weighted average number of ordinary shares in issue during the period:

	Three months period ended 30 September		Nine months period ended 30 September	
	2025 (Un-audited) AED'000	2024 (Un-audited) AED'000	2025 (Un-audited) AED'000	2024 (Un-audited) AED'000
Profit for the period (attributed to owners of the Bank)	<u>705,312</u>	597,803	<u>2,074,121</u>	1,687,132
Weighted average number of shares in issue (in thousands)	<u>2,011,495</u>	2,011,495	<u>2,011,495</u>	2,011,495
Basic and diluted earnings per share (AED)	<u>0.35</u>	0.30	<u>1.03</u>	0.84

27. Fiduciary activities

The Group holds assets in a fiduciary capacity for its customers without recourse. At 30 September 2025, market value of such assets amounted to AED 6,507 million (31 December 2024: AED 5,905 million) and are excluded from the condensed consolidated interim financial information of the Group.

28. Cash and cash equivalents

	30 September 2025 (Un-audited) AED'000	30 September 2024 (Un-audited) AED'000
Cash in hand and balances with UAE Central Bank	9,802,320	7,275,033
Due from other banks	16,782,053	11,716,752
	<u>26,584,373</u>	18,991,785
Less: Due from other banks original maturity of three months or more	(14,721,576)	(10,940,120)
Less: Overdrawn account with UAE Central Bank	-	(208,517)
Cash and cash equivalents	<u>11,862,797</u>	<u>7,843,148</u>

**Notes to the condensed consolidated interim financial information
for the period from 1 January 2025 to 30 September 2025 (continued)**

29. Operating segments

Following the management approach of IFRS 8, operating segments are reported in accordance with the internal reporting to the management, which is responsible for allocating resources to the reportable segments and assesses its performance. All operating segments used by the Group meet the definition of a reportable segment under IFRS 8.

The Group has four main business segments:

- Retail banking - incorporating individual customer and certain business current accounts, savings accounts, deposits, credit and debit cards, individual customer loans and mortgages;
- Wholesale banking – incorporating transactions with corporate bodies including government and public bodies and comprising of loans, advances, deposits and trade finance transactions of corporate customers and financial institutions, including Treasury related activities on the dealing room, related money market, and foreign exchange transactions and hedging activities with other banks and financial institutions;
- Business banking - incorporating transactions comprising of loans, advances, deposits and trade finance transactions of SME; and
- Head Office and Others - Comprises Central funding & other support functions including insurance related transactions of Raknic subsidiary.

The above segments include conventional and Islamic products and services of the Group.

As the Group's segment operations are all financial with a majority of revenues deriving from interest and fees and commission income, the management relies primarily on revenue and segmental results to assess the performance of the segment.

Funds are ordinarily allocated between segments, resulting in funding cost transfers disclosed in inter-segment revenue. Interest charged for these funds is based on the Group's funds transfer pricing guidelines. There are no other material items of income or expense between the business segments.

The Group's management reporting is based on a measure of net profit comprising net interest income, loan impairment charges, net fee and commission income, other income and non-interest expenses.

Operating segments are identified on the basis of internal reports about the components of the Group that are regularly reviewed by the CEO (the chief operating decision maker) in order to allocate resources to the segment and to assess its performance.

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

29. Operating segments (continued)

The segment information provided to the management for the reportable segments for the periods ended 30 September 2025 and 30 September 2024 are as follows:

	Retail Banking AED'000	Wholesale Banking AED'000	Business Banking AED'000	Head office and Others AED'000	Total AED'000
30 September 2025					
Net external interest income	665,690	1,202,504	686,890	(232,007)	2,323,077
Income from Islamic financing net of distribution to depositors	166,006	57,350	236,556	(58,257)	401,655
Internal revenue	(20,787)	(531,772)	412,995	139,564	-
Net interest income and net income from Islamic financing	810,909	728,082	1,336,441	(150,700)	2,724,732
Non-interest income	412,767	490,961	256,361	9,718	1,169,807
Operating income	1,223,676	1,219,043	1,592,802	(140,982)	3,894,539
General and administrative expenses	(637,919)	(215,921)	(481,510)	(4,380)	(1,339,730)
Operating profit before net impairment charge and tax	585,757	1,003,122	1,111,292	(145,362)	2,554,809
Net impairment charge	(106,161)	(40,850)	(220,019)	96,211	(270,819)
Profit for the period before tax	479,596	962,272	891,273	(49,151)	2,283,990
Income tax expense	-	-	-	(203,491)	(203,491)
Profit for the period after tax	479,596	962,272	891,273	(252,642)	2,080,499
As at 30 September 2025					
Segment assets	24,038,452	62,592,860	9,795,593	3,031,831	99,458,736
Segment liabilities	20,733,312	28,415,805	25,434,364	10,673,193	85,256,674

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

29. Operating segments (continued)

	Retail Banking AED'000	Wholesale Banking AED'000	Business Banking AED'000	Head office & Others AED'000	Total AED'000
<i>30 September 2024</i>					
Net external interest income	635,045	1,248,141	667,029	(167,195)	2,383,020
Income from Islamic financing net of distribution to depositors	131,110	(17,282)	204,674	(38,069)	280,433
Internal revenue	51,084	(555,418)	374,604	129,730	-
Net interest income and net income from Islamic financing	817,239	675,441	1,246,307	(75,534)	2,663,453
Non-interest income	359,728	305,259	239,440	(15,527)	888,900
Operating income	1,176,967	980,700	1,485,747	(91,061)	3,552,353
General and administrative expenses	(590,464)	(184,935)	(415,569)	(1,772)	(1,192,740)
Operating profit before net impairment charge and tax	586,503	795,765	1,070,178	(92,833)	2,359,613
Net impairment charge	(261,811)	(6,524)	(184,241)	(52,989)	(505,565)
Profit for the period before tax	324,692	789,241	885,937	(145,822)	1,854,048
Income tax expense	-	-	-	(164,627)	(164,627)
Profit for the period after tax	324,692	789,241	885,937	(310,449)	1,689,421
<i>As at 31 December 2024</i>					
Segment assets	22,999,414	53,611,658	9,545,088	2,169,247	88,325,407
Segment liabilities	18,936,509	24,693,886	23,492,182	9,406,151	76,528,728

30. Related parties

Related parties comprise key management, businesses controlled by shareholders and directors as well as businesses over which they exercise significant influence. During the period, the Group entered into transactions with related parties in the ordinary course of business. No stage 3 provisions for impairment have been recognised pertinent to related parties (2024: Nil). Further, stage 1 and 2 ECL amounted to AED 7.3 million (2024: AED 32.9 million).

The transactions with related parties and balances arising from these transactions are as follows:

	Nine month period ended 30 September	
	2025 (Un-audited) AED'000	2024 (Un-audited) AED'000
<i>Transactions during the period</i>		
Interest income	88,829	100,548
Insurance income	93,242	63,748
Commission income	9,154	4,223
Other income	6,714	3,029
Interest expense	114,609	139,462
Insurance expense	52,444	35,878
Other expenses	261	202
Directors' and key management personnel's remuneration and sitting fees	75,231	60,048

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

30. Related parties (continued)

	30 September 2025 (Un-audited) AED'000	31 December 2024 (Audited) AED'000
Balances		
Loans and advances:		
- Shareholders and their related companies	1,983,494	1,988,941
- Directors and their related companies	553	4,469
- Key management personnel	7,080	16,861
	<u>1,991,127</u>	<u>2,010,271</u>
Deposits		
- Shareholders and their related companies	4,750,923	4,898,438
- Directors and their related companies	31,472	22,316
- Key management personnel	19,051	12,911
	<u>4,801,446</u>	<u>4,933,665</u>
Other assets		
- Shareholders and their related companies	71,809	29,121
	<u>71,809</u>	<u>29,121</u>
Other liabilities		
- Shareholders and their related companies	4,114	1,250
- Post-retirement benefits payables	8,498	9,011
	<u>12,612</u>	<u>10,261</u>
Commitments, contingent liabilities and derivative contracts		
- Shareholders and their related companies	9,652,688	5,899,271
- Directors and their related companies	792	1,050
- Key management personnel	1,619	1,288
	<u>9,655,099</u>	<u>5,901,609</u>

Interest income and expense majorly relates to transactions with major shareholder and their related entities.

**Notes to the condensed consolidated interim financial information
for the period from 1 January 2025 to 30 September 2025 (continued)**

31. Fair values of financial assets and liabilities

Fair value is the amount for which an asset could be exchanged or a liability settled between knowledgeable, willing parties in an arm's length transaction. Consequently, differences can arise between the carrying values and fair value estimates of financial assets and liabilities. Underlying the definition of fair value is the presumption that the Group is a going concern without any intention or requirement to materially curtail the scale of its operations or to undertake a transaction on adverse terms. At 30 September 2025, the carrying value of the Group's financial assets and liabilities approximates their fair values, except for the below mentioned financial assets and liabilities:

	Fair value		Carrying value	
	30 September 2025 (un-audited) AED'000	31 December 2024 (audited) AED'000	30 September 2025 (un-audited) AED'000	31 December 2024 (audited) AED'000
Assets				
Loans and advances, net	51,014,846	47,162,268	51,228,168	47,223,940
Investment securities measured at fair value	9,463,614	9,159,322	9,463,614	9,159,322
Investment securities measured at amortised cost	8,964,424	7,443,511	8,790,111	7,444,281
Cash and balances with the UAE Central Bank	9,802,320	8,770,312	9,802,320	8,770,312
Due from other banks	16,540,509	12,201,002	16,695,434	12,360,600
Total financial assets	95,785,713	84,736,415	95,979,647	84,958,455
Liabilities				
Due to other banks	8,573,042	7,256,335	8,270,077	7,099,475
Deposits from customers	65,684,897	59,707,909	65,621,298	59,649,678
Debt securities issued and other long-term borrowings	6,647,720	5,159,121	6,282,602	4,937,818
Subordinated note	924,944	921,427	915,613	915,111
Total financial liabilities	81,830,603	73,044,792	81,089,590	72,602,082

32. Fair value hierarchy

The fair value measurements are categorized 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 forward foreign exchange contracts which are valued using market standard pricing techniques.

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Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

32. Fair value hierarchy (continued)

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 a transaction 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. The table below analyses recurring fair value measurements for assets and liabilities.

	Quoted market prices Level 1 AED'000	Observable inputs Level 2 AED'000	Significant unobservable inputs Level 3 AED'000	Total AED'000
30 September 2025 (un-audited)				
Assets at fair value				
<i>Through other comprehensive income</i>				
Investment securities – debt	8,162,779	-	-	8,162,779
Investment securities – equity	609,829	-	382	610,211
<i>Through profit and loss</i>				
Investment market fund	113,225	-	52,234	165,459
Investment securities – debt	355,482	-	-	355,482
Investment securities – equity	169,683	-	-	169,683
Derivative financial instruments	-	578,797	-	578,797
	<u>9,410,998</u>	<u>578,797</u>	<u>52,616</u>	<u>10,042,411</u>
Liabilities at fair value				
Derivative financial instruments	-	501,099	-	501,099

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

32. Fair value hierarchy (continued)

	Quoted market prices Level 1 AED'000	Observable inputs Level 2 AED'000	Significant unobservable inputs Level 3 AED'000	Total AED'000
<i>31 December 2024</i>				
<i>Asset at fair value</i>				
<i>Through other comprehensive income</i>				
Investment securities – debt	7,861,347	360,763	-	8,222,110
Investment securities – equity	483,497	-	-	483,497
<i>Through profit and loss</i>				
Investment market fund	92,958	-	47,901	140,859
Investment securities – debt	258,549	-	-	258,549
Investment securities – equity	54,307	-	-	54,307
Derivative financial instruments	-	502,670	-	502,670
	<u>8,750,658</u>	<u>863,433</u>	<u>47,901</u>	<u>9,661,992</u>
<i>Liabilities at fair value</i>				
Derivative financial instruments	-	443,871	-	443,871

There were no transfers between levels during the period.

33. Critical accounting judgements and key sources of estimation of uncertainty

In the application of the Group's accounting policies, which are described in Note 3, management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The critical accounting judgements and key sources of estimation of uncertainty used in the preparation of these condensed consolidated interim financial information are consistent with those used in the audited annual consolidated financial statements for the year ended 31 December 2024.

34. Seasonality of results

Dividend income of AED 28.2 million (30 September 2024: AED 26.2 million) of seasonal nature was recorded in the condensed consolidated interim financial information for the period.

**Notes to the condensed consolidated interim financial information
for the period from 1 January 2025 to 30 September 2025 (continued)**

35. Risk management

The Group monitors credit risk per class of financial instrument. Following are the identified classes of financial instruments.

- Due from other banks;
- Debt investment securities carried at FVOCI and amortised cost;
- Loans and advances to customers;
- Customer acceptances and other financial assets;
- Loan commitments; and
- Financial guarantees

Measurement of Expected Credit loss (ECL)

IFRS 9 framework requires the estimation of Expected Credit Loss (“ECL”) based on current and forecast economic conditions. In order to assess ECL under forecast economic conditions, the Bank utilizes a range of economic scenarios of varying severity, and with appropriate weightings, to ensure that ECL estimates are representative of a range of possible economic outcomes. The Bank has robust governance in place to ensure the appropriateness of the IFRS 9 framework and resultant ECL estimates at all times. Specifically, all aspects of the IFRS 9 framework are overseen by an IFRS 9 Steering Committee with participation from the Chief Risk Officer, Chief Financial Officer and other members from Risk and Finance functions. The Bank, through this committee, reviews the appropriateness of inputs and methodology for IFRS 9 ECL, effectiveness and reliability of the reporting under IFRS 9 and other relevant matters pertaining to IFRS 9 on an ongoing basis.

The Group based on historical analysis determines key economic variables that impacts the credit risk of its various portfolios and uses macro-economic forecasts for these variables to estimate the Probability of Defaults (“PDs”). The Group employs experts who use external and internal information to generate 3 scenarios viz. Baseline, Upside and Downside, in accordance with the IFRS 9 requirements.

The Group has used the updated macro-economic forecasts for the period and is currently using the weightings of (40:30:30) for Baseline: Upside: Downside scenarios. The sensitivity to 10% increase in Downside Scenario, with a corresponding decrease of 10% in Upside scenario is AED 35.2 million as of 30 September 2025 (31 December 2024: AED 37.7 million).

For the purpose of IFRS 9 related notes and disclosures, Non-Retail portfolio means Wholesale and Business Banking Loans excluding RAK Business Loans. An analysis of the Group’s credit risk exposures of major classes of financial instruments without taking into account the effects of any collateral or other credit enhancement is provided in the following tables.

Changes in the gross carrying value for loans and advances at amortised cost:

	30 September 2025 (un-audited)			
	Stage 1	Stage 2	Stage 3	Grand Total
	AED’000	AED’000	AED’000	AED’000
Opening balance 1 January 2025	47,251,057	1,697,428	1,125,509	50,073,994
Transfer from Stage 1 to Stage 2	(2,356,831)	2,356,831	-	-
Transfer from Stage 2 to Stage 3	-	(785,900)	785,900	-
Transfer from Stage 2 to Stage 1	680,263	(680,263)	-	-
Transfer from Stage 3 to Stage 2	-	45,952	(45,952)	-
Change in Exposures during the period	(17,632,944)	(978,137)	(304,101)	(18,915,182)
New financial assets originated and other transfers:	23,009,167	190,064	63,351	23,262,582
Write-offs	-	-	(558,947)	(558,947)
Closing balance 30 September 2025	50,950,712	1,845,975	1,065,760	53,862,447

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

35. Risk management (continued)

Changes in the gross carrying value for loans and advances at amortised cost (continued)

Loans and advances	31 December 2024 (audited)			
	Stage 1 AED '000	Stage 2 AED '000	Stage 3 AED '000	Grand Total AED '000
Opening Balance 1 January 2024	39,854,363	971,807	1,156,217	41,982,387
Stage 1 to Stage 2 Transfer	(2,448,330)	2,448,330	-	-
Stage 2 to Stage 3 Transfer	-	(856,243)	856,243	-
Stage 2 to Stage 1 Transfer	406,414	(406,414)	-	-
Stage 3 to Stage 2 Transfer	-	73,945	(73,945)	-
Change in Exposures during the year	(29,761,419)	(718,585)	(243,733)	(30,723,737)
New financial assets originated and other transfers	39,200,029	184,588	-	39,384,617
Write offs	-	-	(569,273)	(569,273)
Closing Balance 31 December 2024	47,251,057	1,697,428	1,125,509	50,073,994

Changes in the gross carrying value for due from banks

	30 September 2025 (un-audited)			Grand Total AED'000
	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	
Opening balance 1 January 2025	12,407,009	1,305	-	12,408,314
Stage 1 to Stage 3 Transfer	(523)	-	523	-
Stage 2 to Stage 3 Transfer	-	(1,850)	1,850	-
Change in exposures during the period	(7,520,880)	545	(1,193)	(7,521,528)
New financial assets originated	11,895,267	-	-	11,895,267
Closing balance 30 September 2025	16,780,873	-	1,180	16,782,053

	31 December 2024 (audited)			Grand Total AED '000
	Stage 1	Stage 2	Stage 3	
Opening balance 1 January 2024	12,437,045	1,078	-	12,438,123
Stage 1 to Stage 3 Transfer	-	-	-	-
Stage 2 to Stage 3 Transfer	-	-	-	-
Change in exposures during the year	(9,115,202)	227	-	(9,114,975)
New financial assets originated	9,085,166	-	-	9,085,166
Closing Balance 31 December 2024	12,407,009	1,305	-	12,408,314

Changes in the gross carrying value for investment securities – FVOCI*

	30 September 2025 (un-audited)			Total AED'000
	Stage 1 12-month AED'000	Stage 2 Lifetime AED'000	Stage 3 Lifetime AED'000	
Opening balance 1 January 2025	8,072,649	129,172	88,273	8,290,094
Change in Exposures during the period	(2,267,375)	(666)	(28,111)	(2,296,152)
New Financial Assets Originated	2,235,623	-	-	2,235,623
Write offs	-	-	-	-
Closing balance 30 September 2025	8,040,897	128,506	60,162	8,229,565

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Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

35. Risk management (continued)

Changes in the gross carrying value for investment securities – FVOCI*(continued)

	31 December 2024 (audited)			
	Stage 1	Stage 2	Stage 3	Grand Total
	AED'000	AED'000	AED'000	AED'000
Opening balance 1 January 2024	5,190,248	103,749	233,715	5,527,712
Change in Exposures during the year	(1,091,121)	25,423	(27,171)	(1,092,869)
New Financial Assets Originated	3,973,522	-	-	3,973,522
Write offs	-	-	(118,271)	(118,271)
Closing balance 31 December 2024	8,072,649	129,172	88,273	8,290,094

*Exposures are gross of IFRS 9 provisions held.

Changes in the gross carrying value for investment securities - Amortised Cost

	30 September 2025 (un-audited)			
	Stage 1	Stage 2	Stage 3	Grand Total
	AED'000	AED'000	AED'000	AED'000
Opening balance 1 January 2025	7,279,954	209,164	-	7,489,118
Stage 1 to Stage 2 Transfer	(25,652)	25,652	-	-
Stage 2 to Stage 3 Transfer	-	(7,062)	7,062	-
Change in Exposures during the period	(4,216,167)	4,835	106	(4,211,226)
New Financial Assets Originated	5,552,472	-	-	5,552,472
Write offs	-	-	-	-
Closing balance 30 September 2025	8,590,607	232,589	7,168	8,830,364

	31 December 2024 (audited)			
	Stage 1	Stage 2	Stage 3	Total
	12-month	Lifetime	Lifetime	
	AED'000	AED'000	AED'000	AED'000
Opening balance 1 January 2024	7,026,454	213,833	36,950	7,277,237
Stage 1 to Stage 2 Transfer	-	-	-	-
Stage 2 to Stage 3 Transfer	-	-	-	-
Change in Exposures during the year	(4,843,791)	(4,669)	(220)	(4,848,680)
New Financial Assets Originated	5,097,291	-	-	5,097,291
Write offs	-	-	(36,730)	(36,730)
Closing balance 31 December 2024	7,279,954	209,164	-	7,489,118

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Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

35. Risk management (continued)

Provision for expected credit loss for loans and advances measured at amortised cost

	30 September 2025 (un-audited)			Grand Total AED'000
	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	
As at 1 January 2025	1,396,869	586,089	867,096	2,850,054
Stage 1 to Stage 2 Transfer	(196,371)	196,371	-	-
Stage 2 to Stage 3 Transfer	-	(304,432)	304,432	-
Stage 2 to Stage 1 Transfer	71,032	(71,032)	-	-
Stage 3 to Stage 2 Transfer	-	15,634	(15,634)	-
Changes in PD's/ LGD's/ EAD	(141,614)	(95,767)	220,880	(16,501)
New financial assets originated and other transfers	240,417	63,604	55,652	359,673
Write offs	-	-	(558,947)	(558,947)
As at 30 September 2025	1,370,333	390,467	873,479	2,634,279

	31 December 2024 (Audited)			Grand Total AED'000
	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	
As at 1 January 2024	1,265,143	462,155	787,589	2,514,887
Stage 1 to Stage 2 Transfer	(500,284)	500,284	-	-
Stage 2 to Stage 3 Transfer	-	(459,215)	459,215	-
Stage 2 to Stage 1 Transfer	184,270	(184,270)	-	-
Stage 3 to Stage 2 Transfer	-	34,791	(34,791)	-
Changes in PD's/ LGD's/ EAD	(373,347)	108,283	75,553	(189,511)
New financial assets originated and other transfers	821,087	124,061	148,803	1,093,951
Write offs	-	-	(569,273)	(569,273)
As at 31 December 2024	1,396,869	586,089	867,096	2,850,054

Provision for expected credit loss for due from banks

	30 September 2025 (un-audited)			Grand Total AED'000
	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	
As at 1 January 2025	46,904	810	-	47,714
Stage 1 to Stage 3 Transfer	(325)	-	325	-
Stage 2 to Stage 3 Transfer	-	(1,148)	1,148	-
Changes in PD's/ LGD's/ EAD	(19,990)	338	(740)	(20,392)
New financial assets originated	59,297	-	-	59,297
As at 30 September 2025	85,886	-	733	86,619

	31 December 2024 (audited)			Grand Total AED'000
	Stage 1 AED'000	Stage 2 AED'000	Stage 3 AED'000	
As at 1 January 2024	51,594	33	-	51,627
Stage 1 to Stage 3 Transfer	-	-	-	-
Stage 2 to Stage 3 Transfer	-	-	-	-
Changes in PD's/ LGD's/ EAD	(25,829)	777	-	(25,052)
New financial assets originated	21,139	-	-	21,139
As at 31 December 2024	46,904	810	-	47,714

The National Bank of Ras Al-Khaimah (P.S.C.)

Notes to the condensed consolidated interim financial information for the period from 1 January 2025 to 30 September 2025 (continued)

35. Risk management (continued)

Provision for expected credit loss for investment securities - FVOCI

	30 September 2025 (un-audited)			Grand Total
	Stage 1	Stage 2	Stage 3	
	AED'000	AED'000	AED'000	AED'000
As at 1 January 2025	7,810	19,173	41,000	67,983
Changes in PD's/ LGD's/ EAD	(3,472)	(8,433)	2,589	(9,316)
New financial assets originated	8,119	-	-	8,119
Write offs	-	-	-	-
As at 30 September 2025	12,457	10,740	43,589	66,786

	31 December 2024 (audited)			Grand Total
	Stage 1	Stage 2	Stage 3	
	AED'000	AED'000	AED'000	AED'000
As at 1 January 2024	5,246	15,188	160,578	181,012
Changes in PD's/ LGD's/ EAD	1,139	3,985	(1,307)	3,817
New financial assets originated	1,425	-	-	1,425
Write offs	-	-	(118,271)	(118,271)
As at 31 December 2024	7,810	19,173	41,000	67,983

Provision for expected credit loss for investment securities - amortised cost

	30 September 2025 (un-audited)			Grand Total
	Stage 1	Stage 2	Stage 3	
	AED'000	AED'000	AED'000	AED'000
As at 1 January 2025	5,152	39,685	-	44,837
Stage 1 to Stage 2 transfer	(315)	315	-	-
Stage 2 to Stage 3 transfer	-	(6,391)	6,391	-
Changes in PD's/ LGD's/ EAD	1,974	(12,885)	955	(9,956)
New financial assets originated	5,372	-	-	5,372
Write offs	-	-	-	-
As at 30 September 2025	12,183	20,724	7,346	40,253

	31 December 2024 (audited)			Grand Total
	Stage 1	Stage 2	Stage 3	
	AED'000	AED'000	AED'000	AED'000
As at 1 January 2024	7,214	33,764	36,730	77,708
Stage 1 to Stage 2 transfer	-	-	-	-
Stage 2 to Stage 3 transfer	-	-	-	-
Changes in PD's/ LGD's/ EAD	632	5,921	-	6,553
New financial assets originated	(2,694)	-	-	(2,694)
Write offs	-	-	(36,730)	(36,730)
As at 31 December 2024	5,152	39,685	-	44,837

36. Subsequent Events

There have been no events subsequent to the statement of financial position date that would significantly affect the amounts reported in the condensed consolidated interim financial statements as at and for the period ended 30 September 2025.

37. Approval of the condensed consolidated interim financial information

The condensed consolidated interim financial information was approved on 23 October 2025.