2Q 2026 Earnings Release

alrajhi bank مصرف الراجحي

Al Rajhi Bank's net income increased by 14.2% YoY to ⃁ 13.8 Billion in the first half of 2026

2Q 2026 Financial Results Highlights:

- ⃁ 13.8 billion net income after Zakat, up 14.2% YoY
- Total assets grew by 1.8% YoY to ⃁ 1.1 Trillion.
- Market leading return on equity at 23.3%
- Operating income increased by 13.9% YoY driven by higher yields and fee income
- Operating efficiency with market leading C/I of 22.7%
- Credit Quality remains healthy with NPL ratio of 0.74% and NPL coverage ratio of 153%
- Cost of risk stands at 0.39%
- Net financing grew by 2.7% to ⃁ 762 billion
- Strong funding profile, with CASA at 64%
- Robust capitalization, with Tier 1 of 21.7% and a total CAR of 23.5%
- Healthy liquidity, with LCR at 169.1% and LDR at 82.8%

Riyadh, 21 July 2026 – During the first half of 2026, Al Rajhi Bank reported net income of ⃁ 13,764 million, growing by 14.2% year-on-year. This strong performance was driven by a 13.9% increase in operating income, supported by a 16.0% increase in net yield income, a 17.1% increase in fee income, and 21.4% higher FX income. Total assets increased during the first six months of 2026 to ⃁ 1,055 billion; a 1.8% growth YoY, mainly underpinned by a 2.7% increase in the net financing. Within the financing portfolio, corporate financing grew by 13.2% year-on-year, driven by a 46.7% increase in the SME book, while the retail book declined by 2.6%. Balance sheet growth was reinforced by operating efficiency with a 22.7% cost to income ratio, and leading return metrics, with ROE and ROA at 23.3% and 2.6%, respectively. Capitalization remained robust, with a Tier 1 ratio of 21.7%, while liquidity stayed healthy, with an LCR of 169.1% and an LDR of 82.8%.

Commenting on Al Rajhi Bank's first half 2026 results, Mr. Abdullah bin Sulaiman Al Rajhi, Chairman of the Board of Directors, stated "Alrajhi bank delivered an outstanding result during the first half of 2026, reflecting the continued success of our **"harmonize the group"** strategy, which aims to leverage our customer base through cross-sell, enter new segments, and develop wholesale business. Our universal offerings have strengthened our ability to provide best-in-class financial solutions, better meet our customers' needs, and capture evolving market opportunities contributing to sustainable value for both customers and shareholders".

He added, "We are proud that we continued to play a leading role in supporting the goals of "Saudi Vision 2030" by expanding financing for Corporate and SMEs by 13%, maintaining the largest market share in real estate loans at 38%, and sustaining leadership in payments business with nearly one million point-of-sale (PoS) devices. Looking ahead, we will continue to focus on our strategic goals by diversifying income streams, improving operating efficiency, and accelerating our digital transformation. At the same time, we remained committed to providing a seamless customer experience across a wide range of innovative banking solutions that meet our customers' expectations and strengthen our leadership position."

Al Rajhi concluded his statement: "Both our progress in executing the "harmonize the group" strategy and the healthy Saudi economy have enabled us to deliver excellent results in the first half of 2026, where net income increased by 14% YoY, ROE and ROA stood at 23.3% and 2.6%, respectively, while earnings per share reached ⃁ 2.17 for the period".

2Q 2026 Earnings Release

Performance Highlights

Income Statement Summary

⃁ (mn)	1H 26	1H 25	YoY %	2Q 26	1Q 26	QoQ %	2Q 25	YoY %
Net financing & investment income	16,712	14,402	+16.0%	8,307	8,405	-1.2%	7,305	+13.7%
Fees & other income	4,701	4,401	+6.8%	2,578	2,124	+21.4%	2,298	+12.2%
Total operating income	**21,413**	**18,803**	**+13.9%**	**10,884**	**10,528**	**+3.4%**	**9,603**	**+13.3%**
Operating expenses	(4,852)	(4,231)	+14.7%	(2,395)	(2,457)	-2.6%	(2,143)	+11.7%
Pre-Provision Profit	**16,561**	**14,572**	**+13.7%**	**8,490**	**8,071**	**+5.2%**	**7,460**	**+13.8%**
Total impairment charge	(1,512)	(1,125)	+34.4%	(881)	(631)	+39.7%	(600)	+46.9%
Net income for the period	**15,049**	**13,447**	**+11.9%**	**7,609**	**7,440**	**+2.3%**	**6,860**	**+10.9%**
Zakat	(1,260)	(1,376)	-8.4%	(583)	(677)	-13.9%	(699)	-16.6%
Non-controlling interests	25	14	+77.5%	14	11	+18.5%	10	+30.3%
Net income for the period after Zakat	**13,764**	**12,057**	**+14.2%**	**7,012**	**6,752**	**+3.9%**	**6,151**	**+14.0%**
Earnings per share (⃁)	2.17	1.91	+13.71%	1.11	1.06	+5.06%	0.97	+14.93%
Return on equity	23.30%	23.50%	-0.20%	23.69%	22.92%	+0.77%	23.90%	-0.21%
Return on assets	2.63%	2.38%	+0.25%	2.68%	2.58%	+0.10%	2.40%	+0.28%
Net financing and investment margin	3.50%	3.14%	+0.36%	3.46%	3.54%	-0.08%	3.13%	+0.33%
Cost to income ratio	22.66%	22.50%	+0.16%	22.00%	23.34%	-1.34%	22.31%	-0.32%
Cost of risk	0.39%	0.31%	+0.08%	0.46%	0.33%	+0.13%	0.32%	+0.14%

Total operating income increased by 13.9% to ⃁ 21,413 million in the first half of 2026, compared with ⃁ 18,803 in the first half 2025. This growth was driven by a 16.0% YoY increase in net yield income, supported by improved margins and healthy growth in the financing book. Fee income also gained momentum, rising by 17.1% YoY; supported by continued progress in executing the "**harmonize the group**" strategy and management initiatives to enhance fee income generation. This was reflected across multiple lines of business including cards, payments, bancassurance, and brokerage. Additionally, exchange income surged by 21.4% YoY.

Operating expenses totalled ⃁ 4,852 million during the period, up 14.7% YoY. Nevertheless, The Bank maintained its operating efficiency, with a market leading cost-to-income ratio that stood at 22.7% in the first half of 2026.

The net impairment charge amounted to ⃁ 1,512 million in the first half of 2026, up 34.4% compared with the same period last year, while the cost of risk reached 0.39%.

2Q 2026 Earnings Release

Balance Sheet Summary

⃁ (mn)	2Q 26	1Q 26	QoQ %	4Q 25	YTD %	2Q 25	YoY %
Cash & balances with SAMA & other central banks	53,266	62,523	-14.8%	54,005	-1.4%	50,149	+6.2%
Due from banks & other FIs, net	29,548	24,420	+21.0%	26,941	+9.7%	30,434	-2.9%
Investments, net	176,269	174,304	+1.1%	175,462	+0.5%	182,543	-3.4%
Financing, net	762,096	753,730	+1.1%	752,760	+1.2%	741,715	+2.7%
Other assets, net	33,594	36,292	-7.4%	34,101	-1.5%	31,012	+8.3%
Total Assets	**1,054,772**	**1,051,268**	**+0.3%**	**1,043,268**	**+1.1%**	**1,035,852**	**+1.8%**
Due to banks & other FIs*	107,264	104,254	+2.9%	117,284	-8.5%	134,085	-20.0%
Customers' deposits*	688,359	678,734	+1.4%	667,288	+3.2%	664,687	+3.6%
Debt Securities & term financing*	74,834	80,067	-6.5%	79,867	-6.3%	67,388	+11.0%
Other liabilities	31,748	35,570	-10.7%	35,918	-11.6%	35,644	-10.9%
Total liabilities	**902,206**	**898,625**	**+0.4%**	**900,356**	**+0.2%**	**901,804**	**+0.0%**
Total equity	**152,566**	**152,644**	**-0.1%**	**142,912**	**+6.8%**	**134,049**	**+13.8%**
Risk weighted assets	678,500	683,171	-0.7%	673,913	+0.7%	663,810	+2.2%
Tier 1 Ratio	21.7%	21.6%	+0.1%	20.5%	+1.3%	19.4%	+2.4%
Total capital adequacy ratio	23.5%	23.0%	+0.6%	21.9%	+1.7%	20.2%	+3.4%
Liquidity coverage ratio (LCR)	169.1%	162.3%	+6.9%	168.7%	+0.4%	152.9%	+16.2%
Basel III leverage ratio	13.1%	13.1%	0.00%	12.4%	+0.7%	11.7%	+1.4%
Loan to Deposit Ratio	82.8%	82.6%	+0.2%	82.8%	0.00%	82.5%	+0.3%
Non-performing loan ratio	0.74%	0.77%	-0.03%	0.75%	-0.01%	0.74%	0.00%
Non-performing loan coverage ratio	153.2%	150.3%	+2.9%	152.5%	+0.7%	150.5%	+2.8%

* Term financing and certificate of deposits have been reclassified from "Due to banks, Saudi Central Bank and other financial institutions" to "Debt securities issued and term financing", also some deposits have been reclassified from the same item to "Customers' deposits" in order to reflect the Group's funding profile

Total assets reached ⃁ 1,055 billion as of 30 of June 2026, an increase of 1.8% YoY, driven by growth in the overall financing portfolio.

Net financing grew by 2.7% YoY to ⃁ 762 billion, supported by growth in the non-retail book, where large corporate and SME increased by 5.9% and 46.7%, respectively. Retail financing declined by 2.6% YoY. It worth to highlight that the Bank completed several securitizations during the second quarter, including ⃁ 4.9 bn of mortgages loans, along with ⃁ 1.6 bn of consumer loans, in addition to ⃁ 1.3 bn of consumer loans completed earlier in Q1 2026.

The non-performing loans (NPL) ratio remained healthy at 0.74%, indicating stable credit quality across Alrajhi bank's portfolio, with an NPL coverage ratio of 153.2%. The funding profile remained diversified, with CASA representing 64.2% of total deposits as of 30 June 2026.

Al Rajhi Bank maintained adequate capitalization during the period, with Tier 1 and total capital adequacy ratios of 21.7% and 23.5%, respectively. Liquidity remained healthy, with an LCR of 169.1% and an LDR of 82.8%.

Additional Information

Consolidated Financial Statements

The interim condensed consolidated financial statements for the year ended 30th June 2026 will be available through the following link on Al Rajhi Bank website (https://www.alrajhibank.com.sa/en/About-alrajhi-bank/Investor-Relations) and investor relations App.

2Q 2026 Earnings Call

Conference call for analysts and investors will be held on 28th of July 2026 at 4:00pm KSA time. The earnings call presentation will be available on Al Rajhi Bank website (https://www.alrajhibank.com.sa/en/About-alrajhi-bank/Investor-Relations) and investor relations App.

Alrajhi IR App

Financial Materials

Al Rajhi Bank's financial statements, earnings release, earnings presentation, earnings call transcript, investor presentation, factsheet and analyst data supplement are available to the public on the investor relations website:

https://www.alrajhibank.com.sa/en/About-alrajhi-bank/Investor-Relations

Contact Investor Relations

Investors Relations
Email: IR@alrajhibank.com.sa

Alrajhi Mobile App

Alrajhi Business App

Alrajhi IR App

Emkan App

urpay App