

Arab Banking Corporation (B.S.C.)

INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS

30 SEPTEMBER 2025 (REVIEWED)

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF ARAB BANKING CORPORATION (B.S.C.)

Introduction

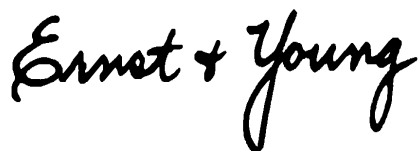
We have reviewed the accompanying interim condensed consolidated financial statements of Arab Banking Corporation (B.S.C.) [the "Bank"] and its subsidiaries [together the "Group"] as at 30 September 2025, comprising of the interim consolidated statement of financial position as at 30 September 2025, and the related interim consolidated statements of profit or loss and comprehensive income for the three-month period and nine-month period then ended, and interim consolidated statements of cash flows and changes in equity for the nine-month period then ended, and explanatory notes. The Bank's Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 Interim Financial Reporting (IAS 34). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.



11 November 2025
Manama, Kingdom of Bahrain

Arab Banking Corporation (B.S.C.)

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 September 2025 (Reviewed)

All figures in US\$ Million

		<i>Reviewed</i> 30 September 2025	<i>Audited</i> 31 December 2024
	<i>Notes</i>		
ASSETS			
Liquid funds		2,521	3,636
Trading securities		1,204	838
Placements with banks and other financial institutions		2,411	2,071
Securities bought under repurchase agreements		919	1,288
Non-trading investments	4	16,039	16,117
Loans and advances	5	21,064	18,649
Other assets		4,146	3,442
Premises and equipment		235	224
TOTAL ASSETS		48,539	46,265
LIABILITIES			
Deposits from customers		25,321	22,431
Deposits from banks		4,310	4,628
Certificates of deposit		320	244
Securities sold under repurchase agreements		8,470	10,086
Taxation		81	69
Other liabilities		3,550	2,783
Borrowings		1,468	1,381
Total liabilities		43,520	41,622
EQUITY			
Share capital		3,110	3,110
Treasury shares		(6)	(6)
Statutory reserve		598	598
Retained earnings		1,562	1,458
Other reserves		(1,162)	(1,343)
EQUITY ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT		4,102	3,817
Additional / perpetual tier-1 capital		390	390
Equity attributable to the shareholders of the parent and perpetual instrument holders		4,492	4,207
Non-controlling interests		527	436
Total equity		5,019	4,643
TOTAL LIABILITIES AND EQUITY		48,539	46,265

These interim condensed consolidated financial statements were authorised for issue by the Board of Directors on 11 November 2025 and signed on their behalf by the Chairman, Deputy Chairman and the Group Chief Executive Officer.


H.E. Naji Belgasem
Chairman


Abdulaziz Fahad Alhudaib
Deputy Chairman


Sael Al Waary
Group Chief Executive Officer

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Arab Banking Corporation (B.S.C.)

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Nine-month period ended 30 September 2025 (Reviewed)

All figures in US\$ Million

	<i>Notes</i>	<i>Reviewed</i>		<i>Reviewed</i>	
		<i>Three months ended</i>		<i>Nine months ended</i>	
		<i>30 September</i>		<i>30 September</i>	
		2025	2024	2025	2024
OPERATING INCOME					
Interest and similar income		769	787	2,249	2,411
Interest and similar expense		(520)	(561)	(1,530)	(1,719)
Net interest income		249	226	719	692
Other operating income	6	112	102	314	310
Total operating income		361	328	1,033	1,002
OPERATING EXPENSES					
Staff		121	118	362	355
Premises and equipment		16	15	44	43
Other		71	57	189	170
Total operating expenses		208	190	595	568
NET OPERATING PROFIT BEFORE CREDIT LOSS EXPENSE AND TAXATION		153	138	438	434
Credit loss expense	7	(53)	(31)	(103)	(105)
PROFIT BEFORE TAXATION		100	107	335	329
Taxation charge	8	(30)	(25)	(81)	(62)
PROFIT FOR THE PERIOD		70	82	254	267
Profit attributable to non-controlling interests		(18)	(17)	(50)	(52)
PROFIT ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT		52	65	204	215
BASIC AND DILUTED EARNINGS PER SHARE (EXPRESSED IN US\$)		0.014	0.018	0.060	0.064


H.E. Naji Belgasem
Chairman


Abdulaziz Fahad Alhudaib
Deputy Chairman


Sael Al Waary
Group Chief Executive Officer

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Arab Banking Corporation (B.S.C.)

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Nine-month period ended 30 September 2025 (Reviewed)

All figures in US\$ Million

	<i>Reviewed</i>		<i>Reviewed</i>	
	<i>Three months ended</i>		<i>Nine months ended</i>	
	<i>30 September</i>		<i>30 September</i>	
	2025	2024	2025	2024
PROFIT FOR THE PERIOD	70	82	254	267
Other comprehensive income (loss):				
<i>Other comprehensive income (loss)</i>				
<i>that will be reclassified (or recycled) to profit</i>				
<i>or loss in subsequent periods:</i>				
<u>Foreign currency translation:</u>				
Unrealised gain (loss) on exchange translation in foreign subsidiaries	44	34	196	(248)
<u>Debt instruments at FVOCI:</u>				
Net change in fair value during the period	51	(2)	51	12
	95	32	247	(236)
<i>Other comprehensive income (loss) that will not be reclassified (or recycled) to profit or loss in subsequent periods:</i>				
Net change in pension fund reserve	(4)	-	(4)	-
Net change in fair value of FVOCI equity securities during the period	-	5	3	4
	(4)	5	(1)	4
Other comprehensive income (loss) for the period	91	37	246	(232)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	161	119	500	35
Attributable to:				
Shareholders of the parent	132	92	385	36
Non-controlling interests	29	27	115	(1)
	161	119	500	35

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Arab Banking Corporation (B.S.C.)

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

Nine-month period ended 30 September 2025 (Reviewed)

All figures in US\$ million

	Reviewed	
	<i>Nine months ended</i>	
	<i>30 September</i>	
	2025	2024
OPERATING ACTIVITIES		
Profit for the period	254	267
Adjustments for:		
Credit loss expense	103	105
Depreciation and amortisation	55	49
Gain on disposal of non-trading debt investments - net	(23)	(23)
Changes in operating assets and liabilities:		
Trading securities	(218)	(186)
Placements with banks and other financial institutions	(219)	(515)
Securities bought under repurchase agreements	468	761
Loans and advances	(1,148)	(1,618)
Other assets	(411)	(588)
Deposits from customers	1,546	742
Deposits from banks	(611)	541
Securities sold under repurchase agreements	(1,678)	1,824
Other liabilities	510	587
Other non-cash movements	(66)	(453)
Net cash (used in) from operating activities	(1,438)	1,493
INVESTING ACTIVITIES		
Purchase of non-trading investments	(25,269)	(21,625)
Sale and redemption of non-trading investments	25,629	17,570
Purchase of premises and equipment	(31)	(12)
Sale of premises and equipment	7	6
Investment in subsidiaries - net	2	(2)
Net cash from (used in) investing activities	338	(4,063)
FINANCING ACTIVITIES		
Issue of certificates of deposit - net	73	97
Issue / (Proceeds) from borrowings - net	(22)	112
Interest paid on additional / perpetual tier-1 capital	(19)	(19)
Dividend paid to the Bank's shareholders	(85)	(70)
Dividend paid to non-controlling interests	(29)	(21)
Net cash (used in) from financing activities	(82)	99
Net change in cash and cash equivalents	(1,182)	(2,471)
Effect of exchange rate changes on cash and cash equivalents	67	(3)
Cash and cash equivalents at beginning of the period	3,636	4,466
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	2,521	1,992

The attached notes 1 to 13 form part of these interim condensed consolidated financial statements.

Arab Banking Corporation (B.S.C.)

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Nine-month period ended 30 September 2025 (Reviewed)

All figures in US\$ Million

	Equity attributable to the shareholders of the parent								Additional / perpetual tier-1 capital	Non- controlling interests	Total equity
	Other reserves										
	Foreign										
	Share capital	Treasury shares	Statutory reserve	Retained earnings*	General reserve	exchange translation adjustments	Cumulative changes in fair value	Pension fund reserve	Total		
At 31 December 2024	3,110	(6)	598	1,458	100	(1,437)	28	(34)	3,817	390	4,643
Profit for the period	-	-	-	204	-	-	-	-	204	-	254
Other comprehensive income (loss) for the period	-	-	-	-	-	131	54	(4)	181	-	246
Total comprehensive income (loss) for the period	-	-	-	204	-	131	54	(4)	385	-	500
Dividend**	-	-	-	(85)	-	-	-	-	(85)	-	(114)
Interest paid on additional / perpetual tier-1 capital	-	-	-	(19)	-	-	-	-	(19)	-	(19)
Other equity movements in subsidiaries	-	-	-	4	-	-	-	-	4	-	9
At 30 September 2025 (reviewed)	3,110	(6)	598	1,562	100	(1,306)	82	(38)	4,102	390	5,019

* Retained earnings include non-distributable reserves arising from consolidation of subsidiaries amounting to US\$ 565 million (31 December 2024: US\$ 560 million).

** A dividend of US\$ 0.0275 per share (2023: US\$ 0.0225 per share) for the year 2024 was approved for payment at the Annual General Meeting held on 16 March 2025 and paid during the period.

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Arab Banking Corporation (B.S.C.)

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Nine-month period ended 30 September 2025 (Reviewed)

All figures in US\$ Million

	Equity attributable to the shareholders of the parent								Additional / perpetual tier-1 capital	Non- controlling interests	Total equity	
	Other reserves											
	Share capital	Treasury shares	Statutory reserve	Retained earnings*	General reserve	Foreign exchange translation adjustments	Cumulative changes in fair value	Pension fund reserve	Total			
At 31 December 2023	3,110	(6)	569	1,283	100	(1,126)	13	(33)	3,910	390	504	4,804
Profit for the period	-	-	-	215	-	-	-	-	215	-	52	267
Other comprehensive (loss) income for the period	-	-	-	-	-	(195)	16	-	(179)	-	(53)	(232)
Total comprehensive income (loss) for the period	-	-	-	215	-	(195)	16	-	36	-	(1)	35
Dividend**	-	-	-	(70)	-	-	-	-	(70)	-	(21)	(91)
Interest paid on additional / perpetual tier-1 capital	-	-	-	(19)	-	-	-	-	(19)	-	-	(19)
Other equity movements in subsidiaries	-	-	-	3	-	-	-	-	3	-	7	10
At 30 September 2024 (reviewed)	3,110	(6)	569	1,412	100	(1,321)	29	(33)	3,860	390	489	4,739

* Retained earnings include non-distributable reserves arising from consolidation of subsidiaries amounting to US\$ 560 million as at 30 June 2024 (31 December 2023: US\$ 555 million).

** A dividend of US\$ 0.0225 per share for the year 2023 was approved for payment at the Annual General Meeting held on 24 March 2024 and paid during the period ended 30 September 2024.

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS

30 September 2025 (Reviewed)

All figures in US\$ million

1 INCORPORATION AND ACTIVITIES

Arab Banking Corporation (B.S.C.) [the "Bank"] is incorporated in the Kingdom of Bahrain by an Amiri decree and operates under a wholesale banking licence issued by the Central Bank of Bahrain (the "CBB"). The Bank is a Bahraini Shareholding Company with limited liability and is listed on the Bahrain Bourse. The Central Bank of Libya is the ultimate parent of the Bank and its subsidiaries (together the "Group").

The Bank's registered office is at ABC Tower, Diplomatic Area, P.O. Box 5698, Manama, Kingdom of Bahrain. The Bank is registered under commercial registration number 10299 issued by the Ministry of Industry and Commerce, Kingdom of Bahrain.

The Group is a leading provider of Trade Finance, Treasury, Project & Structured Finance, Syndications, Corporate & Institutional Banking, Islamic Banking services and the digital, mobile-only banking space named "ila Bank" within retail consumer banking services. Retail banking services are only provided in the MENA region.

2 BASIS OF PREPARATION AND CHANGES TO THE GROUP'S ACCOUNTING POLICIES

2.1 Basis of preparation

The interim condensed consolidated financial statements for the nine-month period ended 30 September 2025 have been prepared in accordance with IAS 34 Interim Financial Reporting (IAS 34).

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

2.2 New and amended standards and interpretations adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024. On 1 January 2025, the Group adopted 'Amendments to IAS 21: The effects of Change in Foreign Exchange Rates'. The adoption of the amendments had minimal impact on the Group.

2.3 New standards, interpretations and amendments issued but not yet effective

There are certain new standards, interpretations and amendments that are issued as of 30 September 2025, which were applicable to the Group and not yet effective up to the date of issuance of the Group's interim condensed consolidated financial statements. The management will assess the impact of implementation of these standards prior to their adoption on effective dates. The Group has not early adopted any new and amended standard or interpretation that has been issued but is not yet effective.

3 SUMMARY OF MATERIAL ACCOUNTING POLICIES

The accounting policies, estimates and assumptions used in the preparation of these interim condensed consolidated financial statements are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2024 except for adoption of new standards and amendments effective from 1 January 2025.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 September 2025 (Reviewed)

All figures in US\$ million

4 NON-TRADING INVESTMENTS

	<i>Reviewed</i> <i>30 September</i> <i>2025</i>	<i>Audited</i> <i>31 December</i> <i>2024</i>
Debt securities		
At amortised cost	8,467	9,283
At FVOCI	7,621	6,888
	16,088	16,171
ECL allowance	(75)	(75)
Debt securities - net	16,013	16,096
Equity securities		
At FVOCI	26	21
	26	21
	16,039	16,117

Following are the stage wise break-up of debt securities as of 30 September 2025 and 31 December 2024:

	<i>30 September 2025 (Reviewed)</i>			
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
Debt securities, gross	16,024	-	64	16,088
ECL allowance	(11)	-	(64)	(75)
	16,013	-	-	16,013
	<i>31 December 2024 (Audited)</i>			
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
Debt securities, gross	16,107	-	64	16,171
ECL allowance	(11)	-	(64)	(75)
	16,096	-	-	16,096

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 September 2025 (Reviewed)

All figures in US\$ million

5 LOANS AND ADVANCES

	<i>30 September 2025 (Reviewed)</i>			
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
Loans and advances, gross	20,329	633	823	21,785
ECL allowances	(95)	(80)	(546)	(721)
	20,234	553	277	21,064
	<i>31 December 2024 (Audited)</i>			
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
Loans and advances, gross	17,984	583	699	19,266
ECL allowances	(136)	(68)	(413)	(617)
	17,848	515	286	18,649

An analysis of movement in the ECL allowance during the period ended 30 September 2025 and 30 September 2024 are as follows:

<u>Reviewed</u>	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
As at 1 January 2025	136	68	413	617
Net transfers between stages	1	7	(8)	-
Amounts written-off	-	-	(30)	(30)
(Reversal) / charge for the period - net	(47)	4	149	106
Exchange adjustments and other movements	5	1	22	28
As at 30 September 2025	95	80	546	721
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
As at 1 January 2024	139	74	435	648
Net transfers between stages	1	(11)	10	-
Amounts written-off	-	-	(95)	(95)
Charge for the period - net	4	6	91	101
Exchange adjustments and other movements	(1)	(2)	(30)	(33)
As at 30 September 2024	143	67	411	621

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 September 2025 (Reviewed)

All figures in US\$ million

6 OTHER OPERATING INCOME

	<i>Reviewed</i>	
	<i>30 September 2025</i>	<i>30 September 2024</i>
Fee and commission income*	159	166
Fee and commission expense	(4)	(4)
Fee and commission income - net	155	162
Bureau processing income	26	32
Net gain from trading book (including foreign currencies transaction)	26	34
Gain on disposal of non-trading debt investments - net	23	32
Merchant acquiring income	18	12
Brokerage income - net	20	18
Others - net	46	20
	314	310

*Included in the fee and commission income is US\$ 9 million (30 September 2024: US\$ 11 million) of fee income relating to funds under management.

7 CREDIT LOSS EXPENSE

	<i>Reviewed</i>	
	<i>30 September 2025</i>	<i>30 September 2024</i>
Loans and advances	106	101
Credit commitments and contingent items	(3)	3
Other financial assets	-	1
	103	105

8 TAXATION

The tax expense for the period was as follows:

	<i>Reviewed</i>	
	<i>30 September 2025</i>	<i>30 September 2024</i>
Taxation related to parent	7	-
Taxation related to subsidiaries	74	62
	81	62

The Group is within the scope of the Organisation for Economic Co-operation and Development (OECD) Inclusive Framework (IF) on Base Erosion and Profit Shifting (BEPS) Pillar 2 model rules, under which multinational entities (MNE Group) whose revenue exceeds EUR 750 million are liable to pay corporate income tax at a minimum effective tax rate of 15% in each jurisdiction they operate. Most of the jurisdictions in which the Group operates have enacted the Pillar 2 legislation, of which Kingdom of Bahrain would be the most impactful for the Group, since there was no tax previously enacted in the Kingdom of Bahrain.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 September 2025 (Reviewed)

All figures in US\$ million

8 TAXATION (continued)

The Kingdom of Bahrain issued Decree-Law no (11) of 2024 (the "Law") on 1 September 2024 introducing Domestic Minimum Top-up Tax ("DMTT") effective from the year 2025 on entities which are part of MNE Group with annual revenues of EUR 750 million or more. This was followed by Executive regulations issued on 15 December 2024 under decision no (172) of 2024. The Group has performed an assessment and estimated the top-up tax charge for the period ended 30 September 2025 in line with the respective regulations and based on OECD guidelines. As the regulatory framework continues to evolve and implementation guidance is further clarified, the Group continues to monitor developments and assess the impact of evolving Pillar 2 tax regulations on its future financial performance and resultant tax obligations.

9 OPERATING SEGMENTS

For management purposes, the Group is organised into five operating segments which are based on business units and their activities. The Group has accordingly been structured to place its activities under the distinct divisions which are as follows:

- **MENA subsidiaries** cover retail, corporate and treasury activities of subsidiaries in North Africa and
- **International wholesale banking** encompasses corporate and structured finance, trade finance, Islamic banking services and syndications;
- **Group treasury** comprises treasury business of Bahrain Head Office, New York and London;
- **ABC Brasil** primarily reflects the commercial banking and treasury activities of the Brazilian subsidiary Banco ABC Brasil S.A., focusing on the corporate and middle market segments in Brazil and its related holding company; and
- **Others** includes activities of the Head Office, Arab Financial Services Company B.S.C. (c) and ila Bank.

Nine-month period ended '30 September 2025 (Reviewed)	<i>International</i>					<i>Total</i>
	<i>MENA subsidiaries</i>	<i>wholesale banking</i>	<i>Group treasury</i>	<i>ABC Brasil</i>	<i>Others</i>	
Net interest income	159	156	30	263	111	719
Other operating income	41	75	55	88	55	314
Total operating income	200	231	85	351	166	1,033
Operating expenses	(107)	(111)	(28)	(146)	(88)	(480)
Profit before taxation, credit loss and unallocated operating expenses	93	120	57	205	78	553
Credit loss expense	(8)	(42)	-	(53)	-	(103)
Taxation charge	(30)	(16)	(5)	(32)	2	(81)
Unallocated operating expenses						(115)
Profit for the period						254
Operating assets as at 30 September 2025	5,385	12,096	18,632	11,535	893	48,541
Operating liabilities as at 30 September 2025	4,633	-	27,563	10,226	1,098	43,520

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 September 2025 (Reviewed)

All figures in US\$ million

9 OPERATING SEGMENTS (continued)

Nine-month period ended '30 September 2024 (Reviewed)	<i>MENA subsidiaries</i>	<i>International wholesale banking</i>	<i>Group treasury</i>	<i>ABC Brasil</i>	<i>Others</i>	<i>Total</i>
Net interest income	158	154	20	236	124	692
Other operating income	35	77	41	112	45	310
Total operating income	193	231	61	348	169	1,002
Operating expenses	(96)	(116)	(18)	(152)	(82)	(464)
Profit before taxation, credit loss and unallocated operating expenses	97	115	43	196	87	538
Credit loss expense	(12)	(49)	-	(43)	(1)	(105)
Taxation charge	(28)	(16)	-	(18)	-	(62)
Unallocated operating expenses						(104)
Profit for the period						267
Operating assets as at 31 December 2024 (Audited)	4,896	11,001	19,068	10,652	648	46,265
Operating liabilities as at 31 December 2024 (Audited)	4,196	-	26,879	9,585	962	41,622

10 FAIR VALUE OF FINANCIAL INSTRUMENTS

The following tables provide the fair value measurement hierarchy of the Group's financial assets and financial liabilities measured at fair value in these financial statements.

Quantitative disclosure of fair value measurement hierarchy for assets as at 30 September 2025 (Reviewed):

Financial assets measured at fair value:

	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Trading securities	540	488	176	1,204
Non-trading investments	7,037	609	-	7,646
Loans and advances	-	1,163	-	1,163
Derivatives held for trading	734	413	-	1,147
Derivatives held as hedges	-	37	-	37

Quantitative disclosure of fair value measurement hierarchy for liabilities as at 30 September 2025

Financial liabilities measured at fair value:

	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Derivatives held for trading	537	274	-	811
Derivatives held as hedges	-	84	-	84

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 September 2025 (Reviewed)

All figures in US\$ million

10 FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

Quantitative disclosure of fair value measurement hierarchy for assets as at 31 December 2024 (Audited):

Financial assets measured at fair value:

	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Trading securities	548	174	116	838
Non-trading investments	6,265	640	4	6,909
Loans and advances	-	547	-	547
Derivatives held for trading	563	541	-	1,104
Derivatives held as hedges	-	121	-	121

Quantitative disclosure of fair value measurement hierarchy for assets as at 31 December 2024 (Audited):

Financial liabilities measured at fair value:

	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Derivatives held for trading	467	285	-	752
Derivatives held as hedges	-	34	-	34

Fair values of financial instruments not carried at fair value

Except for the following, the fair value of financial instruments which are not carried at fair value are not materially different from their carrying value.

	<i>Reviewed</i>		<i>Audited</i>	
	<i>30 September 2025</i>		<i>31 December 2024</i>	
	<i>Carrying value</i>	<i>Fair value</i>	<i>Carrying value</i>	<i>Fair value</i>
Financial assets				
Non-trading debt investments				
at amortised cost - gross (level 1 and 2)	8,468	8,464	9,283	9,280
Financial liabilities				
Borrowings - perpetual (level 1)	221	248	238	253

For financial instruments that are recognised at fair value on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation at the end of each reporting period.

Financial instruments in level 1

The fair value of financial instruments traded in active markets is based on quoted market prices at the reporting date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in Level 1.

Financial instruments in level 2

The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 September 2025 (Reviewed)

All figures in US\$ million

10 FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

Financial instruments in level 3

The fair value of financial instruments that are neither traded in an active market nor have observable inputs is determined by valuation techniques. These valuation techniques include an internal model which uses observable market yield curves and expected loss methodology for securities. Quotes provided by fund administrators are used for funds valuation.

Transfers between level 1, level 2 and level 3

There were no transfers between level 1, level 2 and level 3 during the current and prior period.

11 CREDIT COMMITMENTS AND CONTINGENT ITEMS

a) Exposure (after applying credit conversion factor) and ECL by stage

	30 September 2025 (Reviewed)			
	Stage 1	Stage 2	Stage 3	Total
Credit commitments and contingencies	4,353	73	36	4,462
ECL allowance	8	8	15	31

	31 December 2024 (Audited)			
	Stage 1	Stage 2	Stage 3	Total
Credit commitments and contingencies	4,179	83	38	4,300
ECL allowance	8	11	10	29

An analysis of movement in the ECL allowance during the period are as follows:

	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
As at 1 January 2025	8	11	10	29
ECL movements for the period - net	-	(3)	5	2
As at 30 September 2025 (reviewed)	8	8	15	31
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
As at 1 January 2024	8	13	11	32
ECL movements for the period - net	-	(1)	1	-
As at 30 September 2024 (reviewed)	8	12	12	32

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30 September 2025 (Reviewed)

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11 CREDIT COMMITMENTS AND CONTINGENT ITEMS (continued)

b) Credit commitments and contingencies

	<i>30 September 2025 (Reviewed)</i>			
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
Short-term self-liquidating trade and transaction-related contingent items	4,142	67	54	4,263
Direct credit substitutes, guarantees	2,970	47	2	3,019
Undrawn loans and other commitments	3,332	34	1	3,367
Credit exposure before applying credit conversion factor	10,444	148	57	10,649
Credit exposure after applying credit conversion factor	4,353	73	36	4,462
Risk weighted equivalents				3,776
	<i>31 December 2024 (Audited)</i>			
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
Short-term self-liquidating trade and transaction-related contingent items	3,996	85	54	4,135
Direct credit substitutes, guarantees	2,814	39	8	2,861
Undrawn loans and other commitments	3,047	17	9	3,073
Credit exposure before applying credit conversion factor	9,857	141	71	10,069
Credit exposure after applying credit conversion factor	4,179	83	38	4,300
Risk weighted equivalents				3,591

c) Derivatives

The outstanding notional amounts at the reporting date were as follows:

	<i>Reviewed 30 September 2025</i>	<i>Audited 31 December 2024</i>
Interest rate swaps	28,937	21,997
Currency swaps	1,905	982
Forward foreign exchange contracts	16,076	11,294
Options	21,293	13,537
Futures	2,544	3,210
	70,755	51,020
Risk weighted equivalents (credit and market risk)	2,453	1,928

12 RISK MANAGEMENT**Liquidity risk**

The Group is required to comply with the liquidity requirements as stipulated by its regulator, the CBB. These requirements relate to maintaining a minimum of 100% for liquidity coverage ratio (LCR) and net stable funding ratio (NSFR). LCR is calculated as a ratio of its stock of high quality liquid assets (HQLA) and net outflows over the next 30 calendar days. NSFR is calculated as a ratio of 'available stable funding' to 'required stable funding'. As at 30 September 2025, the Group's LCR and NSFR were at 297% (31 December 2024: 198%) and 119% (31 December 2024: 123%) respectively.

	30 September 2025					31 December 2024				
	<i>Unweighted Values (i.e. before applying relevant factors)</i>					<i>Unweighted Values (i.e. before applying relevant factors)</i>				
	<i>No specified maturity</i>	<i>Less than 6 months</i>	<i>Over 6 months and less than one year</i>	<i>Over one year</i>	<i>Total weighted value</i>	<i>No specified maturity</i>	<i>Less than 6 months</i>	<i>Over 6 months and less than one year</i>	<i>Over one year</i>	<i>Total weighted value</i>
Available Stable Funding (ASF):										
Capital:										
Regulatory Capital	4,405	-	-	-	4,405	4,112	-	-	-	4,112
Other Capital Instruments	527	-	-	306	832	488	-	-	327	815
Retail deposits and deposits from small business customers:										
Stable deposits	-	-	-	-	-	-	-	-	-	-
Less stable deposits	-	2,396	311	359	2,795	-	2,098	277	259	2,397
Wholesale funding:										
Operational deposits	-	-	-	-	-	-	-	-	-	-
Other wholesale funding	-	27,180	4,321	6,110	13,936	-	25,060	4,481	7,217	13,524
Other liabilities:										
NSFR derivative liabilities	-	28	-	-	-	-	-	-	-	-
All other liabilities not included in the above categories	-	1,056	-	-	-	-	1,117	-	-	-
Total ASF (A)					21,968					20,848

12 RISK MANAGEMENT (continued)

	30 September 2025					31 December 2024				
	Unweighted Values (i.e. before applying relevant factors)					Unweighted Values (i.e. before applying relevant factors)				
	No specified maturity	Less than 6 months	Over 6 months and less than one year	Over one year	Total weighted value	No specified maturity	Less than 6 months	Over 6 months and less than one year	Over one year	Total weighted value
Required Stable Funding (RSF):										
Total NSFR high-quality liquid assets (HQLA)	16,060	264	-	-	1,142	15,736	175	-	-	1,163
Deposits held at other financial institutions for operational purposes	-	-	-	-	-	-	-	-	-	-
Performing loans and securities:										
Performing loans to financial institutions secured by Level 1 HQLA	-	-	-	-	-	-	-	-	-	-
Performing loans to financial institutions secured by non-level 1 HQLA and unsecured performing loans to financial institutions	-	3,910	1,507	1,072	2,394	-	3,884	919	727	1,730
Performing loans to non- financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:	-	7,540	2,452	6,535	10,550	-	7,130	2,653	5,484	9,553
With a risk weight of less than or equal to 35% as per the CBB Capital Adequacy Ratio guidelines	-	-	-	316	205	-	-	-	323	210
Performing residential mortgages, of which:										
With a risk weight of less than or equal to 35% under the CBB Capital Adequacy Ratio Guidelines	-	-	-	-	-	-	-	-	-	-
Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	479	168	2,288	2,268	-	173	259	1,531	1,517
Other assets:										
Physical traded commodities, including gold	-	-	-	-	-	-	-	-	-	-
Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	-	-	-	-	-	-	-	-	-	-
NSFR derivative assets	-	-	-	-	-	-	106	-	-	106
NSFR derivative liabilities before deduction of variation margin posted	-	6	-	-	6	-	-	-	-	-
All other assets not included in the above categories	2,730	479	20	982	1,310	3,765	506	6	1,882	2,209
OBS items	-	10,925	-	-	546	-	10,370	-	-	518
Total RSF (B)					18,421					17,006
NSFR (A/B)					119%					123%

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30 September 2025 (Reviewed)

All figures in US\$ million

13 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties represent the ultimate parent, major shareholders, associates, directors and key management personnel of the Group and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management.

The period-end and year-end balances in respect of related parties included in the interim consolidated statement of financial position are as follows:

	<i>Ultimate parent</i>	<i>Major share- holder</i>	<i>Directors</i>	<i>30 September 2025 (Reviewed)</i>
Deposits from customers	2,795	-	1	2,796
Borrowings	1,115	-	-	1,115
Additional / perpetual tier-1 capital*	390	-	-	390
Short-term self-liquidating trade and transaction-related contingent items	865	-	-	865
	<i>Ultimate parent</i>	<i>Major share- holder</i>	<i>Directors</i>	<i>31 December 2024 (Audited)</i>
Deposits from customers	2,795	-	38	2,833
Borrowings	1,115	-	-	1,115
Additional / perpetual tier-1 capital*	390	-	-	390
Short-term self-liquidating trade and transaction-related contingent items	1,049	-	-	1,049

* During the period, the Group has paid interest on additional / perpetual tier-1 capital amounting to US\$ 19 million (30 September 2024: US\$ 19 million) which has been charged to the interim consolidated statement of changes in equity.

The income and expenses in respect of transactions with related parties included in the interim consolidated statement of profit or loss are as follows:

	<i>30 September 2025 Reviewed</i>	<i>30 September 2024</i>
Commission income	15	17
Interest expense	162	183

14 SUBSEQUENT EVENTS

On 9 October 2025, the Group has issued Basel 3 compliant additional / perpetual Tier 1 Capital securities amounting to US\$ 200 million to its ultimate parent. These securities are perpetual, subordinated and unsecured and carry an interest of 8% per annum payable semi-annually. The holders of these securities do not have a right to claim the interest and such an event of non-payment will not be considered an event of default.