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alrajhi bank

Al Rajhi Bank's net income increased by 29.6% YoY to ⃁ 18.4 Billion in the first nine months of 2025

9M 2025 Financial Results Highlights:

- ⃁ 18.4 billion net income after Zakat, an increase of 29.6% YoY
- Total assets increased by 17.4% YoY, reaching ⃁ 1.06 Trillion.
- Market leading return on equity at 23.5%
- Operating income increased by 23.1% YoY due to improved yield and fee income
- Operating efficiency improved to 22.5%
- Credit Quality remains healthy with NPL ratio of 0.76% and NPL coverage ratio of 151%
- Cost of risk has been maintained at 0.31%
- Net financing increased to ⃁ 756 billion, up 9.0% YTD and 16.5% YoY
- Stable funding profile with 66% CASA
- Capitalization remains robust with Tier 1 of 19.7% and a total CAR of 21.1%
- Healthy liquidity position with an LCR of 154.4% and a loan to deposit ratio of 81.2%

Riyadh, 20th October 2025 – During the first nine months of 2025, Al Rajhi Bank recorded net income of ⃁ 18,417 million, growing by 29.6% year-on-year. This outstanding growth was driven by a 23.1% increase in operating income, attributed to improvements in net yield income, which rose by 21.2%, and non-yield income that increased by 29.3%. Total assets have grown during the first nine-month period; now standing at ⃁ 1,059 billion; a 17.4% increase YoY and 8.7% compared to the year-end 2024. Assets growth resulted from an 11.2% increase in investments and a 16.5% raise in the net financing book year-on-year. In the financing portfolio, retail financing increased by 7.9% year-on-year, driven by a 10.8% growth in the total mortgage book and a 4.1% increase in total consumer financing, also wholesale financing grew by 36.2%. This balance sheet growth is supported by our operating efficiency and leading return metrics, with ROE and ROA at 23.5% and 2.4%, respectively. The Bank also maintained a strong capital position with a Tier 1 ratio of 19.7% and healthy liquidity, with an LCR of 154.4%.

Commenting on Al Rajhi Bank's first nine months 2025 results, Mr. Abdullah bin Sulaiman Al Rajhi, Chairman of the Board of Directors, stated " Alrajhi Bank continues to grow supported by the "**harmonize the group**" strategy achieving several milestones that have contributed to our sustainable growth, we have enhanced cross selling activity among the group, focused on new retail segments such as expats and youth, expanded our SME and investment banking business, and supported innovation and operating excellency".

Mr. Al Rajhi also added: "We are proud that our growth contributes to the Saudi Vision 2030 goals, as mortgage financing increased by 11%, and financing for corporate and SMEs increased by 36%. Furthermore, the bank continues to offer best-in-class digital solutions via Alrajhi's mobile and business apps to adapt with the digital transformation in the kingdom's business environment".

Al Rajhi concluded his statement: "The progress in our "harmonize the group" strategy execution along with improvements in the Saudi economy have resulted in our outstanding performance in the first nine months of 2025, where total assets grew 9% year-to-date that exceeded ⃁ 1 trillion earlier in 2025. Additionally, ROE and ROA stand at 23.5% and 2.4%, respectively, while earnings per share has reached ⃁ 4.34 for the period".

Performance Highlights

Income Statement Summary

⃁ (mn)	9M 25	9M 24	YoY %	3Q 25	2Q 25	QoQ %	3Q 24	YoY %
Net financing & investment income	21,696	17,902	+21.2%	7,294	7,305	-0.2%	6,397	+14.0%
Fees & other income	6,989	5,404	+29.3%	2,588	2,298	+12.6%	2,042	+26.7%
Total operating income	**28,685**	**23,305**	**+23.1%**	**9,882**	**9,603**	**+2.9%**	**8,439**	**+17.1%**
Operating expenses	(6,447)	(5,920)	+8.9%	(2,216)	(2,143)	+3.4%	(2,070)	+7.1%
Pre-Provision Profit	**22,237**	**17,385**	**+27.9%**	**7,665**	**7,460**	**+2.8%**	**6,369**	**+20.4%**
Total impairment charge	(1,695)	(1,564)	+8.3%	(570)	(600)	-5.0%	(688)	-17.2%
Net income for the period	**20,543**	**15,821**	**+29.8%**	**7,096**	**6,860**	**+3.4%**	**5,681**	**+24.9%**
Zakat	(2,105)	(1,611)	+30.7%	(729)	(699)	+4.4%	(574)	+27.1%
Non-controlling interests	20	4	+461.0%	6	10	-42.0%	4	+68.2%
Net income for the period after Zakat	**18,417**	**14,206**	**+29.6%**	**6,360**	**6,151**	**+3.4%**	**5,103**	**+24.6%**
Earnings per share (⃁)	4.34	3.38	+28.43%	1.48	1.45	+2.26%	1.22	+21.70%
Return on equity	23.55%	20.47%	+3.08%	23.63%	23.90%	-0.27%	21.58%	+2.05%
Return on assets	2.40%	2.22%	+0.18%	2.44%	2.40%	+0.04%	2.31%	+0.13%
Net financing and investment margin	3.09%	3.08%	+0.01%	2.99%	3.13%	-0.14%	3.17%	-0.18%
Cost to income ratio	22.5%	25.4%	-2.93%	22.4%	22.3%	+0.11%	24.5%	-2.10%
Cost of risk	0.31%	0.33%	-0.02%	0.30%	0.32%	-0.02%	0.43%	-0.13%

Total operating income increased by 23.1% reaching ⃁ 28,685 million for 9M 2025, compared to ⃁ 23,305 for the same period last year. This growth was driven by a 21.2% year-on-year increase in net yield income, attributed to the maintained margins and healthy growth in our financing and investments. It's worth highlighting that non-yield income continued its positive momentum backed by the initiatives that have been taken by Al Rajhi bank management to improve the fee income coupled with the progress made in achieving the "**harmonize the group**" strategy goals, these efforts resulted in 26.7% growth YoY in fees from banking services. Additionally, exchange income and other operating income rose by 15.3% and 50.6%, respectively.

Operating expenses totalled ⃁ 6,447 million during the period, a rise of 8.9% YoY. Nevertheless, cost-to-income ratio improved to 22.5%, and remained as the leading C/I ratio in the sector.

The net impairment charge for the period amounted to ⃁ 1,695 million, an increase of 8.3% compared to the same period last year aligned with the notable growth in the financing portfolio. The cost of risk for the period improved by 2 basis points YoY, reaching 0.31%.

Balance Sheet Summary

⃁ (mn)	3Q 25	2Q 25	QoQ %	4Q 24	YTD %	3Q 24	YoY %
Cash & balances with SAMA & other central banks	57,302	50,149	+14.3%	53,245	+7.6%	45,085	+27.1%
Due from banks & other FIs, net	31,122	30,434	+2.3%	19,530	+59.4%	15,433	+101.7%
Investments, net	179,916	182,543	-1.4%	176,068	+2.2%	161,760	+11.2%
Financing, net	755,985	741,715	+1.9%	693,410	+9.0%	649,024	+16.5%
Other assets, net	34,915	34,148	+2.2%	32,135	+8.7%	31,269	+11.7%
Total Assets	**1,059,240**	**1,038,988**	**+1.9%**	**974,387**	**+8.7%**	**902,571**	**+17.4%**
Due to banks & other FIs	189,323	210,141	-9.9%	173,435	+9.2%	121,630	+55.7%
Customers' deposits	670,180	641,987	+4.4%	628,239	+6.7%	622,572	+7.6%
Sukuk issued	19,590	14,032	+39.6%	8,451	+131.8%	8,448	+131.9%
Other liabilities	42,633	38,780	+9.9%	41,124	+3.7%	32,041	+33.1%
Total liabilities	**921,725**	**904,940**	**+1.9%**	**851,247**	**+8.3%**	**784,692**	**+17.5%**
Total equity	**137,515**	**134,049**	**+2.6%**	**123,139**	**+11.7%**	**117,879**	**+16.7%**
Risk weighted assets	670,156	663,810	+1.0%	611,439	+9.6%	577,850	+16.0%
Tier 1 Ratio	19.7%	19.4%	+0.4%	19.3%	+0.4%	19.7%	+0.1%
Total capital adequacy ratio	21.1%	20.2%	+0.9%	20.2%	+0.9%	20.7%	+0.4%
Liquidity coverage ratio (LCR)	154.4%	152.9%	+1.4%	120.1%	+34.3%	137.2%	+17.2%
Basel III leverage ratio	11.8%	11.7%	+0.1%	11.4%	+0.4%	11.9%	-0.1%
Loan to Deposit Ratio	81.2%	82.5%	-1.3%	85.5%	-4.3%	78.3%	+2.9%
Non-performing loan ratio	0.76%	0.74%	+0.02%	0.76%	0.00%	0.79%	-0.03%
Non-performing loan coverage ratio	151.2%	150.5%	+0.7%	159.4%	-8.2%	165.2%	-14.0%

Total assets reached ⃁ 1,059 billion as of 30th of September 2025, an increase of 17.4% YoY and 8.7% YTD, driven by strong growth in both financing and investments portfolios.

Net financing grew by 16.5% YoY and 9.0% YTD, reaching ⃁ 756 billion. Retail financing growth stood at 7.9% YoY, driven by a 10.8% increase in the mortgage book, while the non-retail book grew by 36.2% YoY.

The non-performing loans (NPL) ratio remains healthy at 0.76%, indicating a stable credit quality of Alrajhi bank loans, with a solid NPL coverage ratio that stands at 151.2%. Our funding profile remained diversified, with CASA representing a 65.6% of total deposits as of 30th September 2025.

Al Rajhi Bank maintained a strong capitalization position during the period, with Tier 1 and total capital adequacy ratios of 19.7% and 21.1%, respectively. The Bank's liquidity position remained healthy, with a liquidity coverage ratio of 154.4% and a loan to deposit ratio of 81.2%.

Additional Information

Consolidated Financial Statements

The interim condensed consolidated financial statements for the three-month period ended 30th September 2025 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.

3Q 2025 Earnings Call

Conference call for analysts and investors will be held on 27th of October 2025 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

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