

Bank of Sharjah P.J.S.C

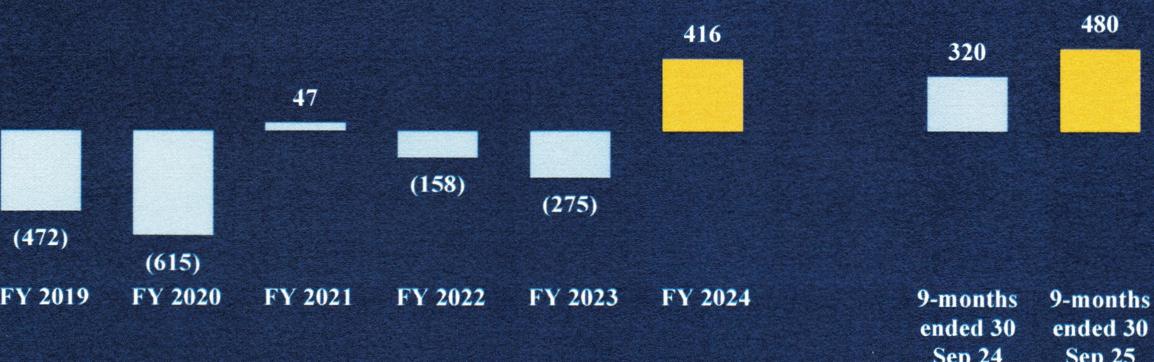
Bank of Sharjah (“the Bank”) today announced its financial results of the period ended 30 September 2025. The following Management Discussion and Analysis provides an overview of the Bank’s key financial performance.

Bank of Sharjah achieved a record performance with net profit of ₦ 435 million, an increase of 47% compared to the same period last year, and an increase of 13% compared to the full year ended 31 December 2024.

Profit before tax reached ₦ 480 million, a marked improvement from ₦ 320 million. The growth was driven by significant increases in net interest income, investment income, fees & commissions and strong credit risk management.

Key Highlights

Profit/(loss) before tax (₦ million)



Operating Income

₦ 713mn



₦ 488mn

Cost to Income Ratio

29.9%



36.4%

NIM

1.7%



1.2%

ROA

1.2%



1.0%

ROE

13.4%



10.5%

Total Assets

₦ 49.6bn



₦ 43.6bn

Net Loans & Advances

₦ 30.7bn



₦ 24.3bn

NPL Ratio (Net of ECL & collateral)

3.7%



4.2%

Loans to Deposits Ratio

92.7%



81.8%

CAR

13.9%



15.3%

Statement of Profit or Loss

- **Profit before tax** reported at AED 480 million compared to a profit of AED 320 million in the previous year. The strong balance sheet growth, coupled with increased business activity and diversified revenue growth had drove the Bank's financial performance.
- **Net profit** stood at AED 435 million reflecting a remarkable increase compared to AED 296 million in the previous year.
- **Net interest income** increased by 60.1% to AED 514 million compared to AED 321 million in the previous year as a result of remarkable growth in loans and fixed income investments coupled with a reduction in cost of funding.
- **Non-interest income** increased by 19.2% to AED 199 million compared to AED 167 million in the previous year. The increase was primarily driven by higher net fee and commission income, greater return on investments, and improved foreign exchange profits.
- **Operating income** increased to AED 713 million, up by 46.1%, compared to the previous year, primarily driven by a higher net interest income.

Statement of Financial Position

- **Total assets** increased by 13.8% and reached AED 49.6 billion. This increase was driven by financing growth.
- **Net loans and advances** increased by 26.3% and reached AED 30.7 billion, highlighting market share gains in key segments and successful closure of significant landmark deals in wholesale banking.
- **Customers' deposits** grew by 11.4% and reached AED 33.1 billion.
- **Total equity** stood at AED 4.3 billion, an increase of 13.2%, primarily led by the growth in profits.
- **Capital ratios** experienced a slight decrease, primarily attributable to business expansion and growth across the various segments.

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Financial Summary

Statement of Profit or Loss Highlights (₹ Mn)		For the nine-months ended September 25	For the nine-months ended September 24	Variance
Net interest income		514	321	60.1%
Non-interest income		199	167	19.2%
Operating income		713	488	46.1%
Net impairment (loss) /reversal on financial assets		(19)	10	-
Net operating income		694	498	39.4%
General and administrative expenses		(214)	(178)	20.2%
Profit before tax		480	320	50.0%
Income tax expense		(45)	(24)	87.5%
Net profit for the period		435	296	47.0%

Key Profitability Ratios (%)		For the nine-months ended September 25	For the nine-months ended September 24	Variance
Net Interest Margin		1.7%	1.2%	50 bps
Cost-to-income ratio		29.9%	36.4%	(650 bps)
Return on Equity		13.4%	10.5%	290 bps
Return on Assets		1.2%	1.0%	20 bps

Statement of Financial Position Highlights (₹ Bn)		30 September 2025	31 December 2024	Variance
Total assets		49.6	43.6	13.8%
Loans and advances, net		30.7	24.3	26.3%
Investment securities, net		10.5	10.1	4.0%
Customers' deposits		33.1	29.7	11.4%
Total equity		4.3	3.8	13.2%
Commitments and contingent liabilities		2.7	2.6	3.8%

Key Financial Position Ratios (%)		30 September 2025	31 December 2024	Variance
Non-performing loans ratio (Net of ECL & collateral)		3.7%	4.2%	(50 bps)
Non-performing loans coverage ratio		85.4%	84.9%	50 bps
Loans and advances to customers' deposits ratio		92.7%	81.8%	1,090 bps
Capital adequacy ratio		13.9%	15.3%	(140 bps)
Tier 1 capital ratio		13.4%	14.1%	(70 bps)
Common equity tier 1 capital ratio		13.4%	14.1%	(70 bps)



Sheikh Mohammed bin Saud Al Qasimi, Chairman of Bank of Sharjah

“Bank of Sharjah continues to demonstrate strong performance and strategic consistency, delivering another quarter of solid growth and profitability. Our results for the nine-months ended 30 September 2025 reaffirm the Bank’s financial resilience, prudent governance, and commitment to sustainable value creation.

The Bank’s robust balance sheet expansion, diversified income streams, and steady improvement in asset quality highlight our ability to perform and grow in a dynamic operating environment.

As we move toward year-end, we remain guided by our core principles of stability, integrity, and long-term vision. Our focus remains on consistent growth, sound risk management, and continued support to the UAE’s economic development and financial strength.”



Mr. Mohamed Khadiri, CEO of Bank of Sharjah

“With a net profit reaching ₦435 million, exceeding the Bank’s full-year 2024 profits, and with returns on equity and assets reaching multi-year highs, Bank of Sharjah continues to translate strategic intent into measurable outcomes across all areas of the business.

This quarter’s exceptional results reflect the success of our strategic execution, our continued focus on customer value and operational efficiency, and the growing impact of our ongoing transformation agenda. Our performance was underpinned by healthy loan growth, strong client activity, and disciplined cost management, resulting in a

cost-to-income ratio below 30%. Our sustained balance sheet growth, improved credit quality, and solid liquidity position the Bank strongly for the future. With a solid foundation and disciplined execution of our strategic priorities, Bank of Sharjah is on track to continue delivering superior performance and long-term value for all stakeholders.”



Mohamed Khadiri
Chief Executive Officer

