

BSF reports 7% net income growth to ₪ 4,377mn in 9M 2026

12.4% ROAE on income momentum and stable cost of risk



- Total assets ₪ 338.6bn, up 8% YoY, mainly driven by increased lending and investments
- Loans and advances up 7% YoY to ₪ 230.4bn, supported by higher volumes in both commercial and consumer lending
- Customer deposits ₪ 203.2bn, up 9% YoY from increase in interest-bearing deposits
- Net income for 9M 2026 ₪ 4,377mn, up 7% YoY on higher operating income
- Operating income ₪ 8,419mn in 9M 2026, up 6% YoY, driven by a 6% increase in net interest income and 8% increase in non-interest income
- Net interest margin declined 5bps YoY to 3.01% in 9M 2026
- Cost-to-income ratio at 32.9% for 9M 2026, a modest 17bps increase YoY
- Cost of risk for 9M 2026 stable at 0.43%
- Return on equity at 12.4%, stable YoY
- Tier 1 ratio of 18.1% and Capital Adequacy Ratio (CAR) of 20.2%
- Liquidity Coverage Ratio (LCR) of 170%; Net Stable Funding Ratio (NSFR) of 121.0%

Riyadh, 26 October 2026 – BSF reported 7% net income growth to ₪ 4,377 million for 9M 2026, driven by a 6% rise in net interest income and an 8% rise in the non-interest income, partly offset by higher operating expenses.

Total assets amounted to ₪ 338.6 billion as of 30 September 2026, an 8% rise year-on-year, primarily attributed to 7% loan growth and an 11% expansion of the investment portfolio. Total customers' deposits increased by 9% year-on-year from an increase in non-CASA deposits.

Bader Alsallloom, Chief Executive Officer of BSF, said:

"Our results for the first nine months reflect continued growth across our business, with higher earnings, lending and deposits, while asset quality and cost of risk remained broadly stable. We continue to execute BSF Strategy 2030 by enhancing our services and customer experience and investing in the capabilities needed for our next phase of growth.

We look to maintain this momentum in the fourth quarter, focusing on growing our business, supporting client activity and meeting our clients' needs, while maintaining discipline in cost and risk management."

Performance Highlights

Income Statement Highlights

₹ Mn	9M 2026	9M 2025	Δ%	3Q 2026	3Q 2025	Δ%
Net interest income	6,863	6,476	+6%	2,303	2,162	+7%
Non-interest income	1,556	1,439	+8%	559	437	+28%
Operating income	8,419	7,916	+6%	2,862	2,599	+10%
Operating expenses	(2,773)	(2,594)	+7%	(926)	(854)	+8%
Pre-impairment operating income	5,646	5,322	+6%	1,936	1,745	+11%
Impairment charge	(784)	(752)	+4%	(271)	(237)	+14%
Net income before zakat	4,862	4,570	+6%	1,666	1,508	+10%
Zakat	(485)	(476)	+2%	(157)	(156)	+1%
Net income	4,377	4,094	+7%	1,509	1,353	+12%
NIM	3.01%	3.06%	-5bps	2.94%	2.96%	-2bps
Cost to income ratio	32.9%	32.8%	+0.2ppts	32.3%	32.9%	-0.5ppts
Cost of risk	0.43%	0.44%	-1bps	0.41%	0.33%	+8bps
EPS	1.62	1.53	+6%	0.56	0.50	+10%
ROAE	12.4%	12.4%	-1bps	12.8%	12.1%	+77bps
ROAA	1.79%	1.80%	-0bps	1.81%	1.75%	+6bps

Net income for 9M 2026 improved 7% year-on-year to ₹ 4,377 million from a 6% rise in net interest income and 8% rise in the non-interest income, partly offset by 7% increase in operating expenses. Net income improved marginally quarter-on-quarter, driven by growth in non-interest income that more than offset the decline in net interest income.

Total operating income increased by 6% year-on-year to ₹ 8,419 million for 9M 2026. Net interest income rose by 6% to ₹ 6,863 million, driven by an 8% increase in average interest earning assets on a 5bps lower net interest margin. Non-interest income increased by 8% year-on-year at ₹ 1,556 million, driven by increased trading and dividend income partly offset by lower fee and commission, and investment income.

Total operating income rose marginally quarter-on-quarter, driven by a 10% increase in non-interest income, while net interest income declined 2%.

Operating expenses rose 7% year-on-year to ₪ 2,773 million in 9M 2026, due to higher employee costs, general and administrative expenses and depreciation. As a result, the cost-to-income ratio marginally increased by 17 basis points year-on-year to 32.9% for 9M 2026.

The impairment charge increased 4% year-on-year to ₪ 784 million. Combined with 7% loan growth, this led to relative stability in the cost of risk at 0.43% for 9M 2026.

Balance Sheet Highlights

₪ Mn	3Q 2026	2Q 2026	Δ%	4Q 2025	Δ%	3Q 2025	Δ%
Cash & SAMA balances	11,954	11,299	+6%	10,931	+9%	13,008	-8%
Due from banks	8,535	8,196	+4%	3,817	+124%	9,734	-12%
Investments	73,013	74,208	-2%	68,682	+6%	65,820	+11%
Loans & advances	230,399	224,241	+3%	214,891	+7%	215,592	+7%
Other assets	14,743	10,038	+47%	10,685	+38%	10,792	+37%
Total assets	338,643	327,983	+3%	309,006	+10%	314,946	+8%
Due to banks, other FI & SAMA	32,259	25,319	+27%	12,885	+150%	29,469	+9%
Customers' deposits	203,227	204,588	-1%	195,219	+4%	185,868	+9%
Debt securities & term loans	36,487	35,758	+2%	38,877	-6%	36,116	+1%
Other liabilities	16,264	10,924	+49%	11,366	+43%	11,418	+42%
Total liabilities	288,237	276,589	+4%	258,346	+12%	262,871	+10%
Share capital	25,000	25,000	+0%	25,000	+0%	25,000	+0%
Retained earnings	7,965	8,008	-1%	5,388	+48%	6,926	+15%
Other	9,504	10,449	-9%	12,334	-23%	9,711	-2%
Equity attributable to shareholders	42,469	43,457	-2%	42,722	-1%	41,637	+2%
Tier 1 sukuk	7,938	7,938	+0%	7,938	+0%	10,438	-24%
Total equity	50,406	51,394	-2%	50,659	-1%	52,075	-3%
NPL ratio	0.95%	0.97%	-2bps	0.97%	-2bps	0.99%	-4bps
NPL coverage ratio	165.3%	159.3%	+6.0ppts	178.4%	-13.1ppts	174.5%	-9.2ppts
T1 ratio	18.1%	18.8%	-72bps	19.2%	-112bps	19.6%	-152bps
CAR	20.2%	20.8%	-66bps	21.4%	-119bps	21.9%	-167bps
LCR	170.5%	168.9%	+1.6ppts	193.8%	-23.3ppts	160.4%	+10.1ppts
NSFR	121.0%	125.0%	-4.0ppts	126.0%	-5.0ppts	120.0%	+1.0ppts
LTD SAMA ratio	79.7%	77.8%	+1.9ppts	74.7%	+5.0ppts	77.5%	+2.2ppts
Headline LTD Ratio	113.4%	109.6%	+3.8ppts	110.1%	+3.3ppts	116.0%	-2.6ppts

Total assets as of 30 September 2026 amounted to ₪ 338,643 million, an increase of 10% from 31 December 2025. Loans and advances rose 7% year-to-date to ₪ 230,399 million, driven by both commercial and consumer lending.

The non-performing loans ratio stood at 0.95% as of 30 September 2026, improving 2 bps year-to-date, supported by the write-off of two fully provided corporate accounts during the

previous quarter. The coverage of non-performing loans stood at 165.3%, with the decline driven by the write-off of these accounts.

The investment portfolio expanded by 6% year-to-date to ₪ 73,013 million.

Customers' deposits increased by 4% year-to-date to ₪ 203,227 million, primarily driven by a rise in non-CASA deposits and further supported by CASA deposits.

Debt securities and term loans fell by 6% year-to-date from planned maturities, while Tier 1 Sukuk remained stable year-to-date.

Capital levels remained healthy, with the capital adequacy ratio at 20.2%, the Tier 1 capital ratio at 18.1% and the common equity Tier 1 (CET1) ratio at 15.3%.

The bank's liquidity remained strong and comfortably within regulatory limits, with a liquidity coverage ratio of 170.5%, a net stable funding ratio of 121.0%, a SAMA regulatory loan-to-deposit ratio of 79.7%, and a headline loan-to-deposit ratio of 113.4%.

Operating Segment Highlights

Corporate Banking

Income Statement Highlights

₪ Mn	9M 2026	9M 2025	Δ%	3Q 2026	3Q 2025	Δ%
Net interest income	3,283	3,716	-12%	1,096	1,279	-14%
Fee & other income	477	470	+1%	177	142	+24%
Total operating income	3,760	4,186	-10%	1,273	1,421	-10%
Expenses	(669)	(660)	+1%	(221)	(210)	+5%
Pre-impairment operating income	3,091	3,526	-12%	1,052	1,211	-13%
Impairments	(385)	(569)	-32%	(139)	(201)	-31%
Net income before zakat	2,706	2,957	-9%	914	1,010	-9%
NIM	2.76%	3.24%	-48bps	2.70%	3.31%	-61bps
Cost to income ratio	17.8%	15.8%	+2.0ppts	17.3%	14.8%	+2.5ppts
Commercial Cost of risk	0.27%	0.39%	-12bps	0.27%	0.21%	+6bps

Balance Sheet Highlights

₹ Mn	3Q 2026	2Q 2026	Δ%	4Q 2025	Δ%
Loans & advances	161,658	160,297	+1%	153,249	+5%
Total assets	163,620	162,156	+1%	154,717	+6%
Customers' deposits	134,699	134,733	-0%	124,196	+8%
Total liabilities	138,735	136,225	+2%	125,994	+10%

The corporate banking segment reported a 9% year-on-year decline in net income before zakat to ₹ 2,706 million. This resulted from 10% lower operating income at ₹ 3,760 million partly offset by lower impairments. Net interest income has been reallocated across the Corporate, Retail, and Treasury segments following enhancements to the internal funds transfer pricing methodology. While this has affected the comparability of segment-level trends across reporting periods, the reallocation offsets across segments and does not change the net interest income reported at the group level.

Total assets for the corporate segment grew 6% year-to-date in 9M 2026 to ₹ 163,620 million from a corresponding increase in loans and advances. Corporate liabilities grew 10% year-to-date to ₹ 138,735 million, from increased deposits.

Retail Banking**Income Statement Highlights**

₹ Mn	9M 2026	9M 2025	Δ%	3Q 2026	3Q 2025	Δ%
Net interest income	2,709	2,221	+22%	909	758	+20%
Fee & other income	8	37	-78%	9	(25)	+135%
Total operating income	2,717	2,258	+20%	918	732	+25%
Expenses	(1,546)	(1,397)	+11%	(524)	(467)	+12%
Pre-impairment operating income	1,171	861	+36%	394	265	+49%
Impairments	(392)	(180)	+118%	(128)	(33)	+289%
Net income before zakat	779	681	+14%	266	232	+15%
NIM	5.80%	5.43%	+37bps	5.57%	5.21%	+36bps
Cost to income ratio	56.9%	61.9%	-5.0ppts	57.1%	63.8%	-6.8ppts
Consumer Cost of risk	1.03%	0.75%	+28bps	0.91%	0.86%	+6bps

Balance Sheet Highlights

₹ Mn	3Q 2026	2Q 2026	Δ%	4Q 2025	Δ%
Loans & advances	67,037	62,377	+7%	59,854	+12%
Total assets	69,009	64,108	+8%	61,447	+12%
Customers' deposits	68,528	69,855	-2%	71,024	-4%
Total liabilities	71,644	72,388	-1%	73,056	-2%

Retail net income before zakat increased 14% year-on-year to ₪ 779 million in 9M 2026. This was driven by a 20% increase in operating income, primarily reflecting higher net interest income, partly offset by higher costs and impairment charges. The increase in impairment charges was in line with expectations, reflecting growth in the unsecured retail lending portfolio.

The cost-to-income ratio decreased by 5ppts year-on-year, with expenses up 11% against the 20% rise in operating income.

Total retail assets increased by 12% year-to-date to ₪ 69,009 million from a corresponding increase in retail loans. Total liabilities decreased 2% year-to-date to ₪ 71,644 million from decrease in customer deposits.

Treasury

Income Statement Highlights

₪ Mn	9M 2026	9M 2025	Δ%	3Q 2026	3Q 2025	Δ%
Net interest income	743	361	+106%	254	68	+273%
Fee & other income	742	616	+21%	259	214	+21%
Total operating income	1,485	977	+52%	513	282	+82%
Expenses	(309)	(313)	-1%	(99)	(101)	-2%
Pre-impairment operating income	1,176	664	+77%	414	181	+129%
Impairments	(7)	(2)	+200%	(4)	(3)	+66%
Net income before zakat	1,170	662	+77%	410	179	+130%

Balance Sheet Highlights

₪ Mn	3Q 2026	2Q 2026	Δ%	4Q 2025	Δ%
Investments	73,013	74,208	-2%	68,682	+6%
Total assets	102,336	98,212	+4%	89,434	+14%
Total liabilities	76,566	66,705	+15%	57,691	+33%

Treasury reported net income before zakat of ₪ 1,170 million for 9M 2026, up 77% year-on-year. This improvement was mainly driven by a 52% increase in operating income to ₪ 1,485 million, resulting from a 106% increase in net interest income and 21% growth in fee and other income.

Treasury assets increased by 14% year-to-date during 9M 2026, supported by growth in the investment portfolio and interbank. Treasury liabilities grew 33% year-to-date due to increase in interbank and FI funding.

Investment Banking and Brokerage

Income Statement Highlights

﷼ Mn	9M 2026	9M 2025	Δ%	3Q 2026	3Q 2025	Δ%
Net interest income	128	178	-28%	44	58	-23%
Fee & other income	328	316	+4%	113	106	+7%
Total operating income	456	494	-8%	158	163	-3%
Expenses	(249)	(224)	+11%	(82)	(75)	+10%
Net income before zakat	208	270	-23%	75	88	-15%
Brokerage value	44,711	59,727	-25%	13,033	21,126	-38%
Cost to income ratio	54.5%	45.3%	+9.3ppts	52.2%	46.0%	+6.2ppts

Balance Sheet Highlights

﷼ Mn	3Q 2026	2Q 2026	Δ%	4Q 2025	Δ%
AUM	37,028	34,773	+6%	30,971	+20%
Loans & advances	1,704	1,567	+9%	1,788	-5%
Total assets	3,678	3,507	+5%	3,408	+8%
Total liabilities	1,292	1,271	+2%	1,606	-20%

The Investment Banking and Brokerage segment registered a 23% year-on-year decline in net income before zakat to ﷼ 208 million for 9M 2026. This was driven by 28% lower net interest income on account of lower margin trading activity and 11% higher expenses.

Outlook

The operating environment has become more challenging since our last reporting period. The IMF's October 2026 World Economic Outlook projects Saudi Arabia's GDP to contract by 3.3% in 2026, a significant downward revision from its July forecast of 1.7% growth, reflecting the ongoing conflicts and their impact on energy exports. However, the IMF expects growth to rebound to 7.9% in 2027 as conditions stabilize. The Saudi economy is expected to remain resilient, supported by its diversified non-oil economy and continued reform momentum.

BSF will continue to execute against its Strategy 2030 priorities with discipline. The near-term headwinds have not changed the Bank's strategic direction, and the foundations built across our key business lines position us to benefit as conditions recover. The Board and Management remain focused on prudent risk management and maintaining the balance sheet flexibility needed to support clients through this period, fully expecting to pivot to growth as conditions improve.

Additional Information

The 9M 2026 financial statements, earnings release, earnings presentation, investor presentation and financial data supplement will be available on the website of BSF at:

[BSF IR Website](#)

[Financial Disclosures](#)

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