

Al Salam Bank B.S.C.
Consolidated Financial Statements
For the year ended 31 December 2025



These statements have been extracted from the consolidated financial statements on which KPMG issued an unmodified audit opinion dated 9 February 2026.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION	2025	2024	CONSOLIDATED INCOME STATEMENT	2025	2024
	BD '000	BD '000		BD '000	BD '000
ASSETS			INCOME		
Balances with banks and central banks	775,733	633,611	Income from financing contracts	247,786	236,373
Placements with financial institutions	456,634	476,450	Income from placements with financial institutions	29,478	24,888
Investments in sukuk	1,934,154	1,447,803	Income from investments in sukuk	103,119	71,568
Financing contracts	4,066,788	3,661,670	Finance expense on placements from financial institutions and individuals	(8,116)	(11,287)
Non-trading investments	96,004	97,944	Finance expense on murabaha term financing	(46,333)	(30,851)
Takaful and related assets	29,748	26,353	Other finance expense	(4,571)	(3,470)
Investments in real estate	84,129	129,295	Net finance income	321,363	287,221
Investments in associates	279,000	255,008	Fees and commissions, net	27,927	26,267
Other assets	100,767	129,894	Share of profit of associates	21,423	18,169
Goodwill and intangible assets	230,939	204,750	Income from takaful operations, net	3,424	5,357
TOTAL ASSETS	8,053,896	7,062,778	Other income	11,088	9,437
LIABILITIES, QUASI-EQUITY AND OWNERS' EQUITY			Total income	385,225	346,451
LIABILITIES			EXPENSES		
Placements from financial institutions and individuals	117,586	171,016	Staff cost	46,693	44,346
Murabaha term financings	1,076,354	751,062	Other operating expenses	65,052	50,019
Customers' current accounts	1,486,337	1,279,886	Total expenses	111,745	94,365
Takaful and related liabilities	93,460	75,550	Profit before allowances for impairment, income attribution to quasi-equity and tax	273,480	252,086
Other liabilities	142,366	127,822	Allowance for impairment on financial instruments	(35,912)	(21,173)
TOTAL LIABILITIES	2,916,103	2,405,336	Profit before income attribution to quasi-equity and tax	237,568	230,913
QUASI-EQUITY			Income attributable to quasi-equity	(145,046)	(154,516)
Wakala from financial institutions	556,945	420,231	Profit before tax	92,522	76,397
Wakala and mudaraba from customers	3,831,128	3,643,830	Tax expense	(7,063)	(6,896)
TOTAL QUASI-EQUITY	4,388,073	4,064,061	PROFIT FOR THE YEAR	85,459	69,501
OWNERS' EQUITY			ATTRIBUTABLE TO:		
Share capital	296,760	274,778	- Owners' of the Bank	76,834	59,012
Treasury shares	(8,684)	(28,010)	- Non-controlling interest	8,625	10,489
Employees incentive scheme shares	(2,986)	(6,617)		85,459	69,501
Share premium	209	209		22.7	19.2
Retained earnings	82,111	60,563			
Reserves	95,037	59,554			
Equity attributable to owners' of the Bank	462,447	360,477			
Other equity participations	209,124	159,026			
Non-controlling interests	78,149	73,878			
TOTAL OWNERS' EQUITY	749,720	593,381			
TOTAL LIABILITIES, QUASI-EQUITY AND OWNERS' EQUITY	8,053,896	7,062,778			

CONSOLIDATED STATEMENT OF CASH FLOWS	2025	2024
	BD '000	BD '000
Net cash from operating activities	164,268	162,046
Net cash used in investing activities	(417,932)	(309,251)
Net cash from financing activities	369,707	356,073
NET INCREASE IN CASH AND CASH EQUIVALENTS	116,043	208,868
Cash and cash equivalents at 1 January	920,511	711,643
CASH AND CASH EQUIVALENTS AT 31 December	1,036,554	920,511

CONSOLIDATED STATEMENT OF CHANGES IN OWNERS EQUITY	2025	2024
	BD '000	BD '000
Balance at 1 January	593,381	408,650
Impact of adoption of FAS 42 and 43	-	(2,622)
Restated balance as at 1 January	593,381	406,028
Profit for the year	85,459	69,501
Other comprehensive income	27,944	8,186
Sale of investment in real estate	-	(8)
Issuance of other equity participations	51,021	162,464
Issuance cost on other equity participations	(923)	(3,438)
Profit distribution on other equity participations	(12,227)	(4,009)
Cash dividend for the year	(16,211)	(17,947)
Movement of treasury shares, net	21,534	(21,211)
Shares vested	4,838	957
Appropriation towards charity fund	(1,000)	(500)
Movements in non-controlling interest	(4,096)	(6,642)
Balance at 31 December	749,720	593,381

These consolidated financial statements have been authorised for issue in accordance with a resolution of the Board of Directors dated 9 February 2026.

H.E. Shaikh Khalid bin Mustahil Al Mashani
Chairman

Matar Mohamed Al Blooshi
Deputy Chairman

Rafik Nayed
Group Chief Executive Officer