

# Financial Review

## Financial Performance

The annual financial results of Bank Albilad, as of year-end 31-12-2024, demonstrated continuous profit growth stemming from advances across all banking activities. The Bank's net income, after Zakat, reached ₪2,807 million, compared to ₪2,369 million in 2023, marking an increase of 18%.

Additionally, the net income before Zakat for 2024 marked ₪3,129 million, up from ₪2,641 million in 2023, an increase of 18%. This significant growth primarily resulted from a 7% increase in total operating income, driven by a surge in the net income from investment and financing assets, which escalated to ₪4,434 million. Concurrently, total operating expenses diminished by 4%, totaling ₪2,543 million, due to reductions in impairment charges for expected credit losses, depreciation and amortization and other general and administrative expenses.

The Bank's net income, after Zakat, reached

**₪2,807** Million  
compared to

**₪2,641** Million  
in 2023

## Financial Position



### Assets

By the end of 2024, Bank Albilad's total assets had grown to ₪154,965 million, up from ₪143,106 million in 2023, marking an increase of ₪11,859 million or 8%. This growth in assets primarily resulted from expansions in the bank's financing and investments.



### Net Financing and Investments

The net financing portfolio saw an increase of ₪7,224 million or 7%, culminating in ₪109,304 million as of December 2024. The investment portfolio also expanded, reaching ₪25,032 million, marking an increase of ₪2,952 million or 13% over the previous year.

Net financing portfolio saw an increase of

**₪7,224** Million  
culminating in

**₪109,304** Million  
as of December 2024



### Liabilities

Deposits climbed to ₪121,776 million, reflecting an increase of ₪8,945 million or 8% over the past year.

Total liabilities similarly rose to ₪138,271 million, up by ₪10,424 million or 8% compared to the previous year.



### Owners' Equity

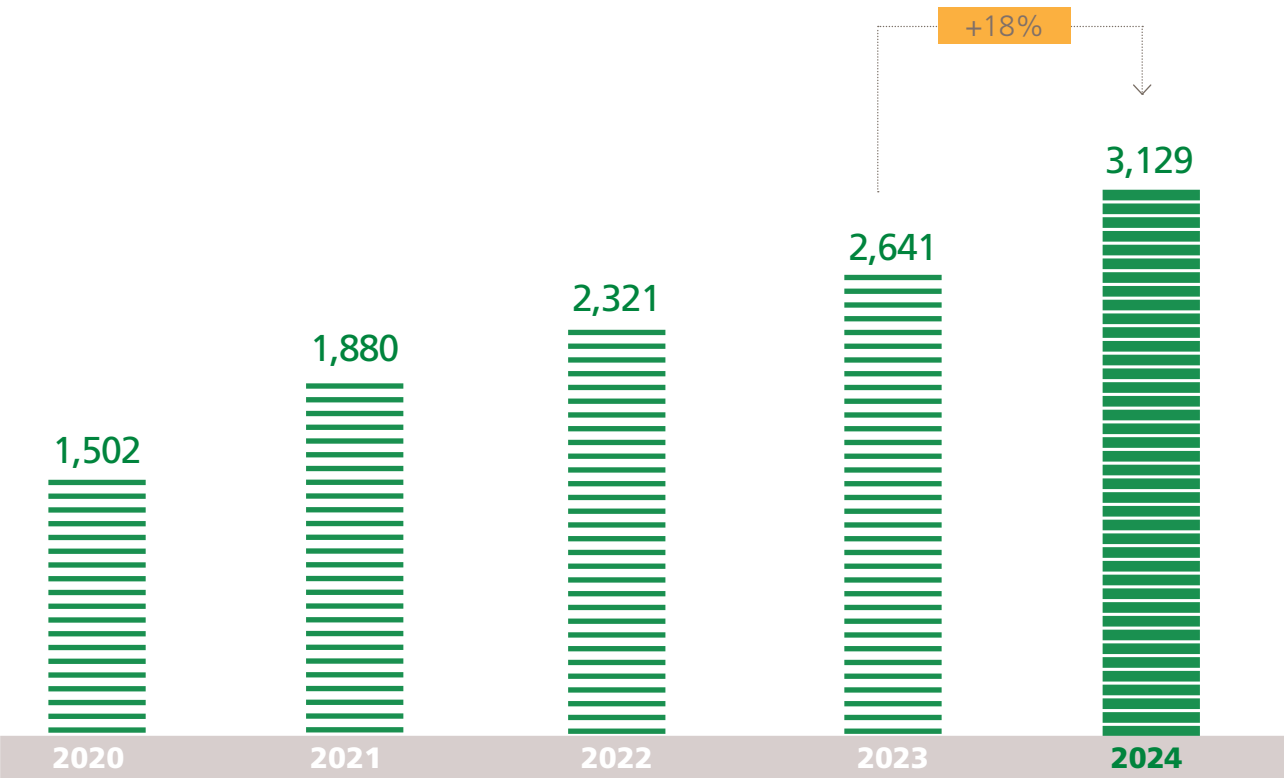
Total equity surged by ₪1,435 million, or 9%, ending the year at ₪16,693 million compared to ₪15,258 million at the end of 2023. This increase is primarily attributed to the bank's enhanced net income. The number of issued common shares increased to 1,250 million. The capital adequacy ratio stood at 14.55% by year-end 2024. Post-Zakat, the bank's return on average assets reached 1.88%, while the return on average equity was 17.57%, and earnings per share reached ₪2.26.

Total liabilities similarly rose to

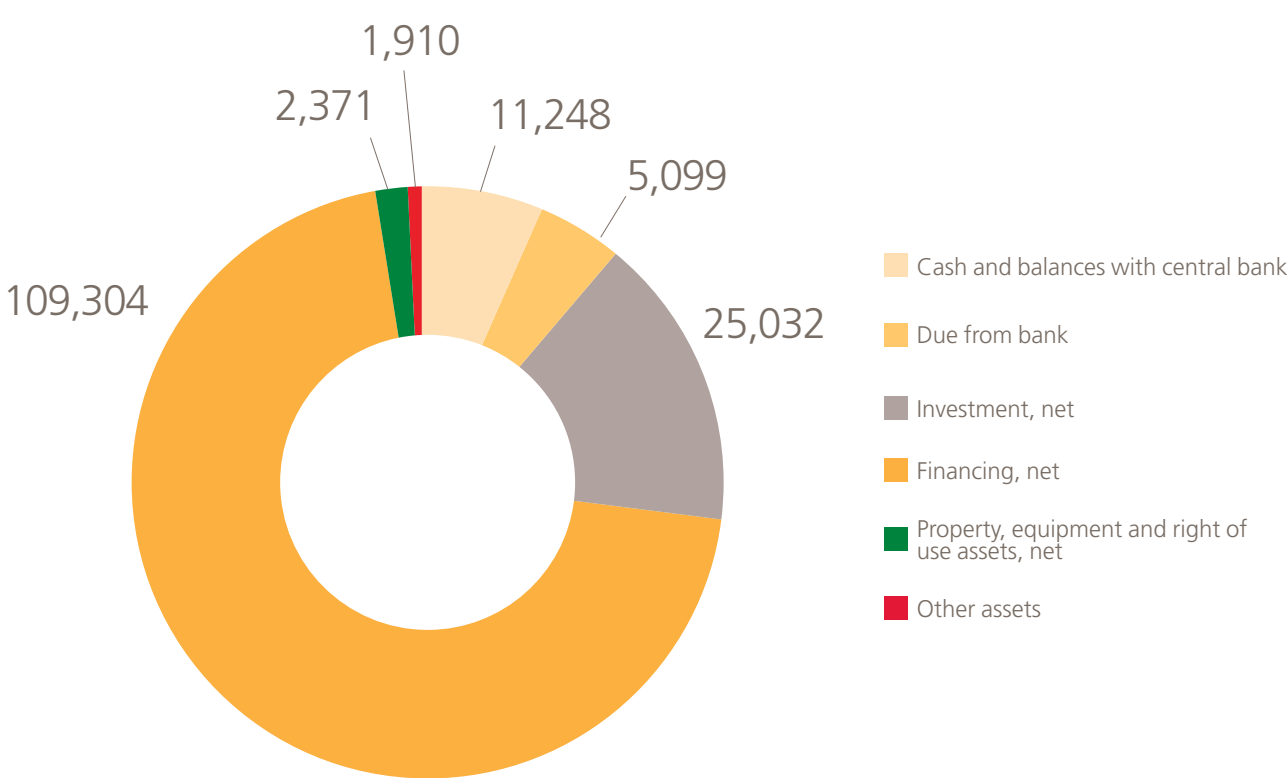
**₪138,271** Million  
up by

**₪10,424** Million

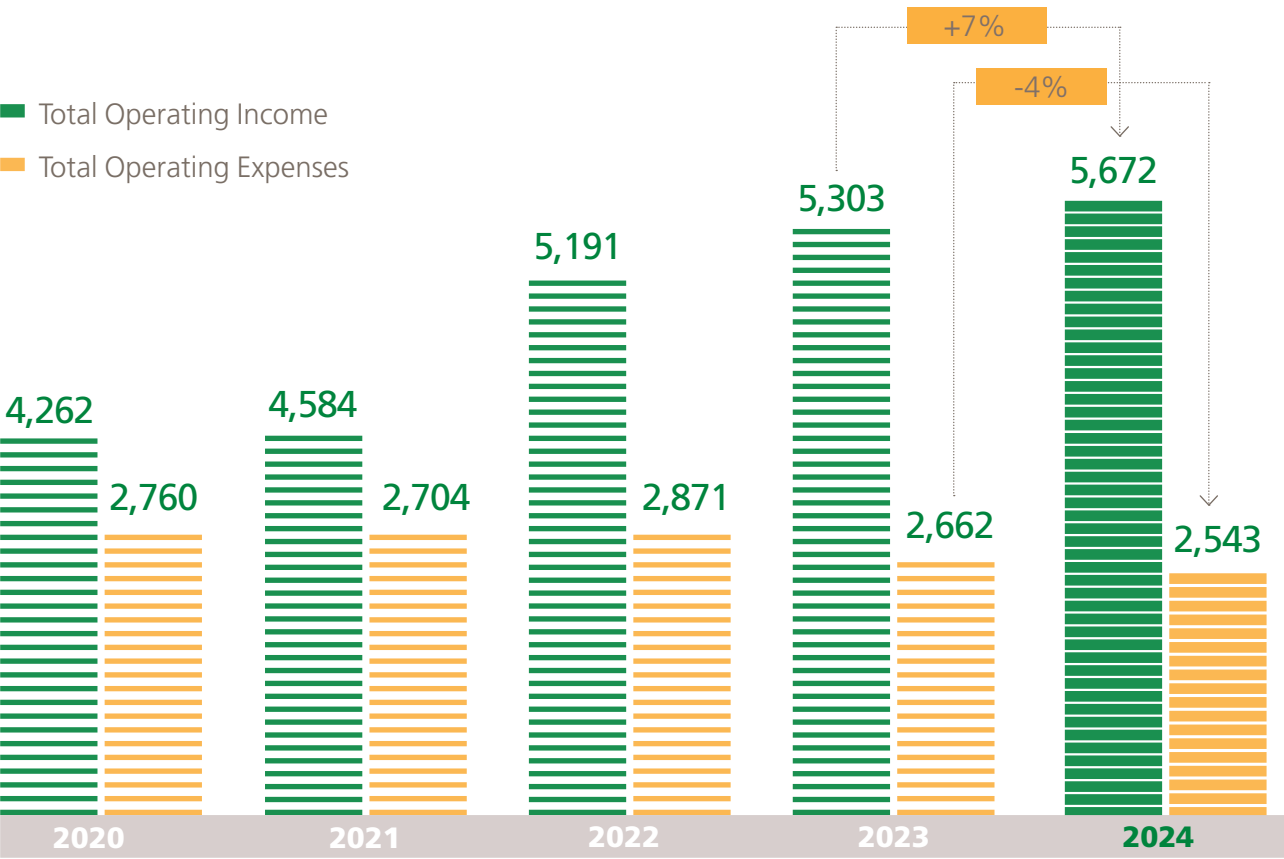
Net Income to the Bank’s Shareholders in the Past Five Years  
(SAR Mn)



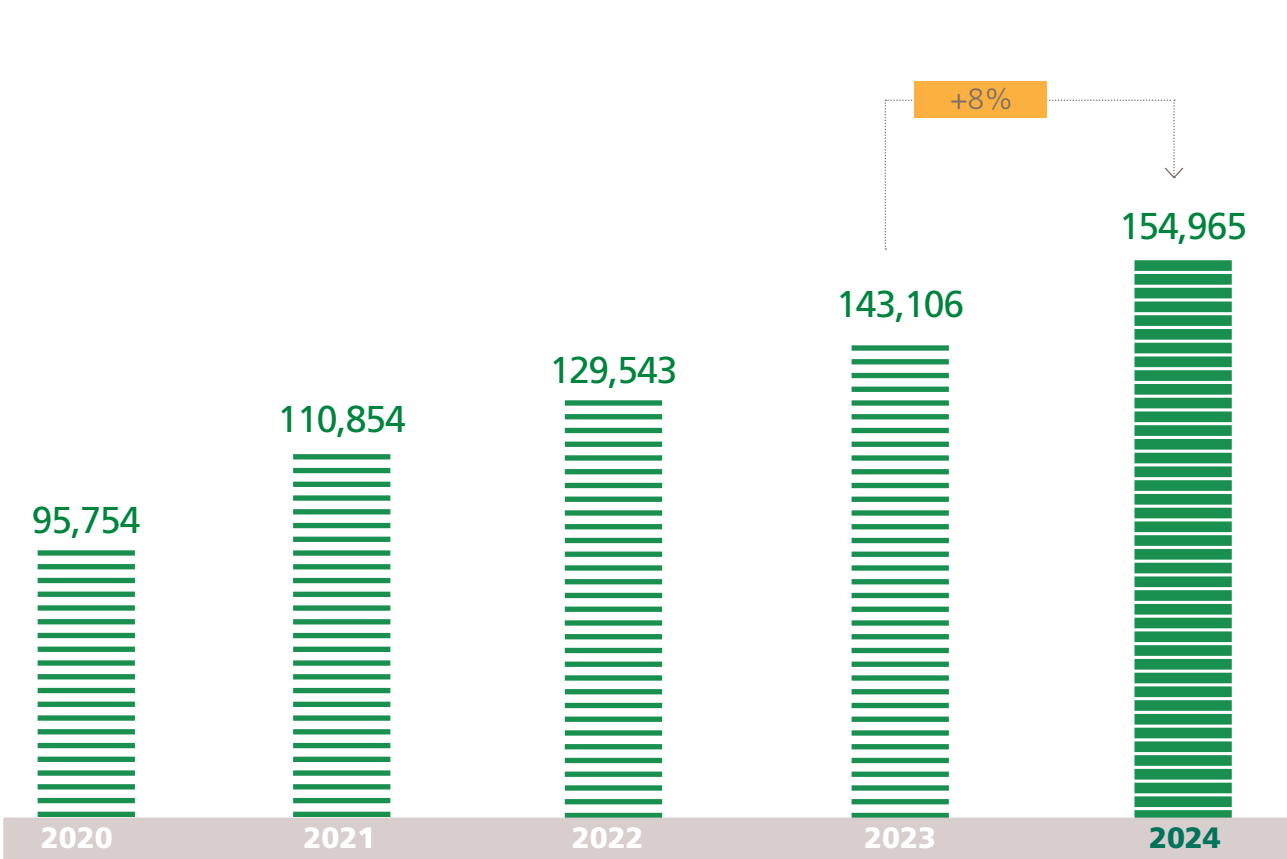
Composition of Assets  
(SAR Mn)



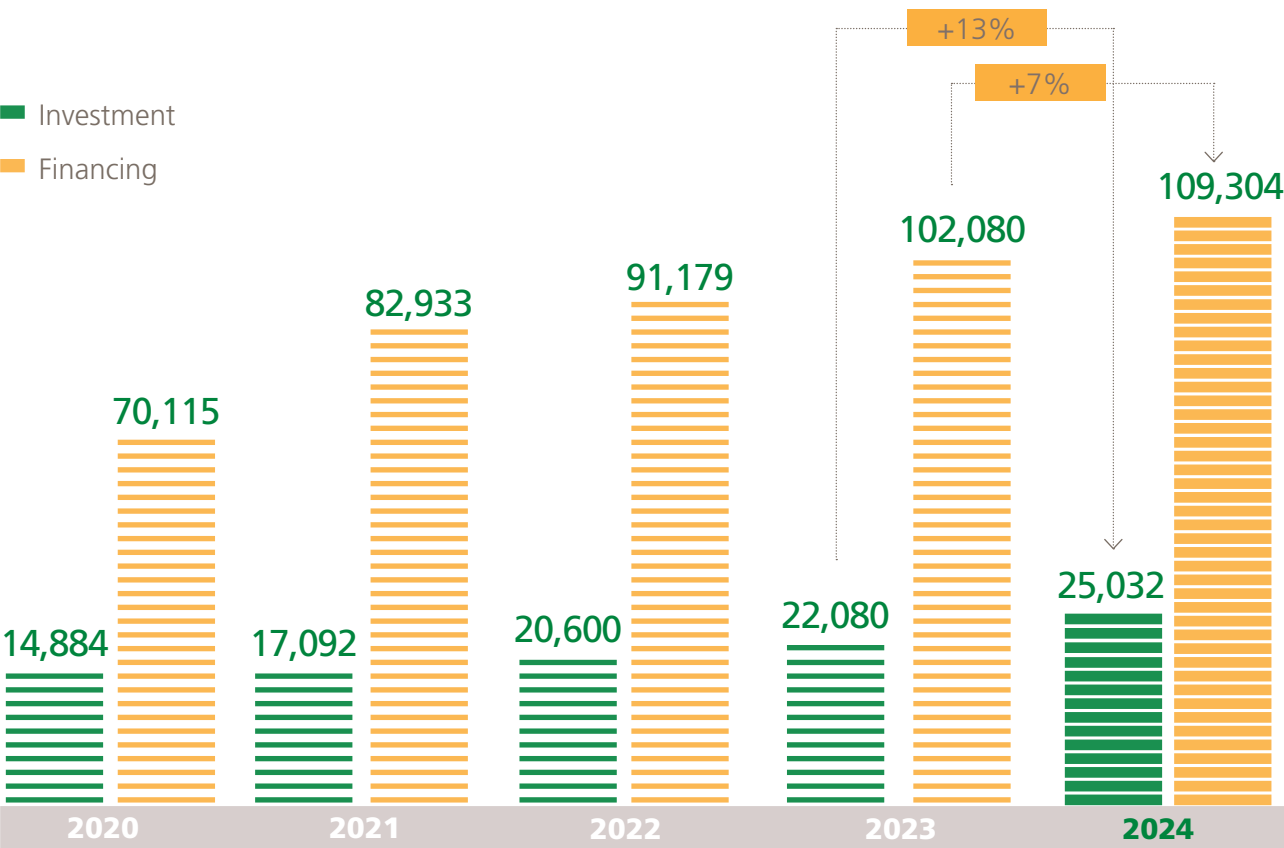
Operating Income vs Operating Expenses In The Past Five Year  
(SAR Mn)



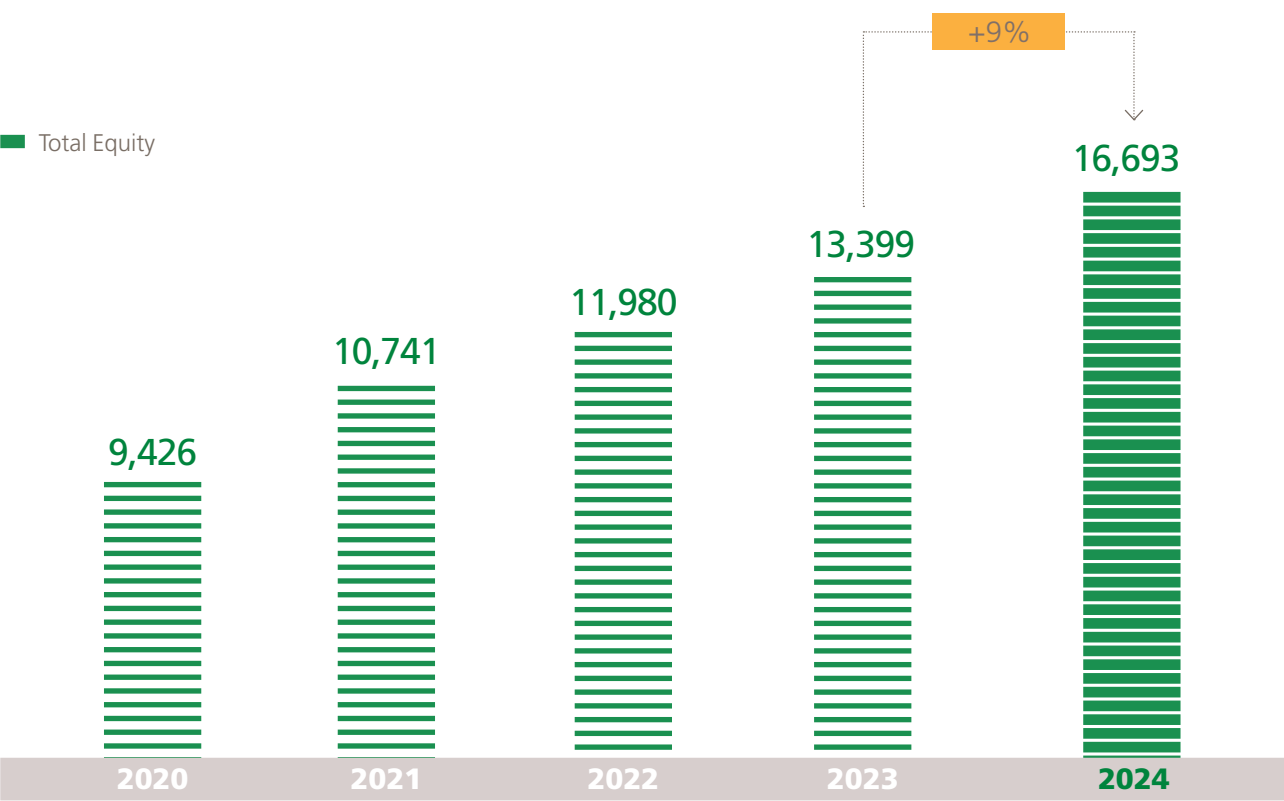
Total Assets In The Past Five Years  
(SAR Mn)



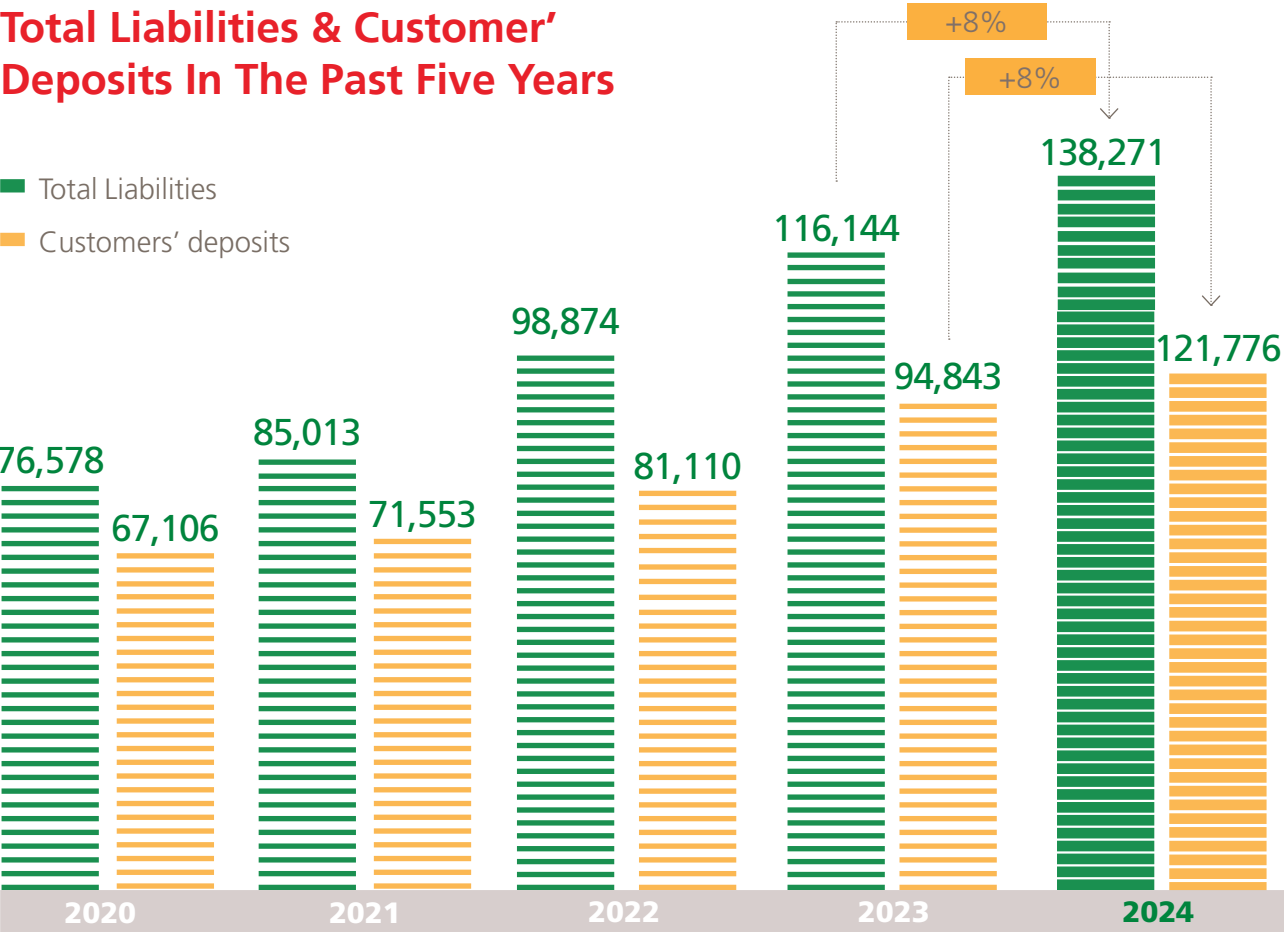
Investment & Financing In The Past Five Years



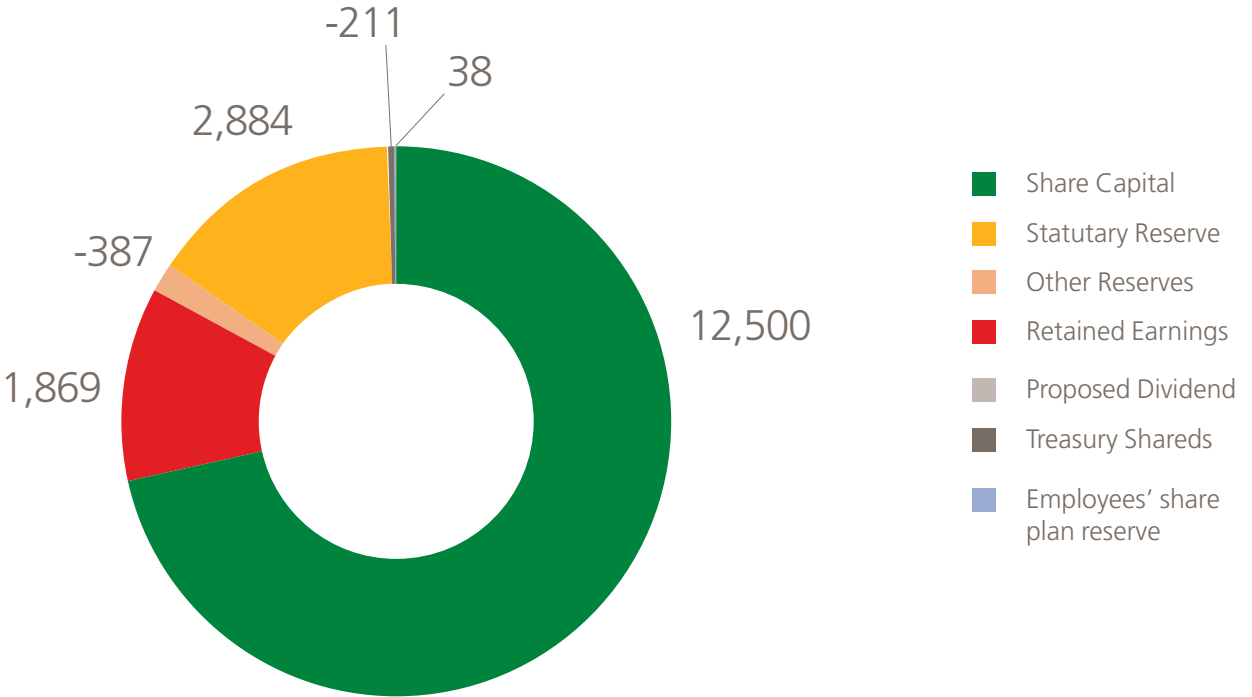
Total Equity In The Past Five Years (SAR Mn)



Total Liabilities & Customer' Deposits In The Past Five Years



Composition of Shareholders' Equity (SAR Mn)



Summary of Bank Albilad’s Operations and Financial Position

The following presents a breakdown of the key components of Bank Albilad’s consolidated statement of financial position for the year 2024.

(SAR million)	2024	2023	Change %	2022	2021	2020
Investments, net	25,032	22,080	13%	20,600	17,092	14,884
Financing, net	109,304	102,080	7%	91,179	82,933	70,115
Total assets	154,965	143,106	8%	129,543	110,854	95,754
Customers’ deposits	121,776	112,831	8%	94,843	81,110	71,553
Total liabilities	138,271	127,848	8%	116,144	98,874	85,013
Total owners’ equity to the Bank’s shareholders	16,693	15,258	9%	13,399	11,980	10,741

The following presents a breakdown of the key components of Bank Albilad’s consolidated statement of income for the year 2024.

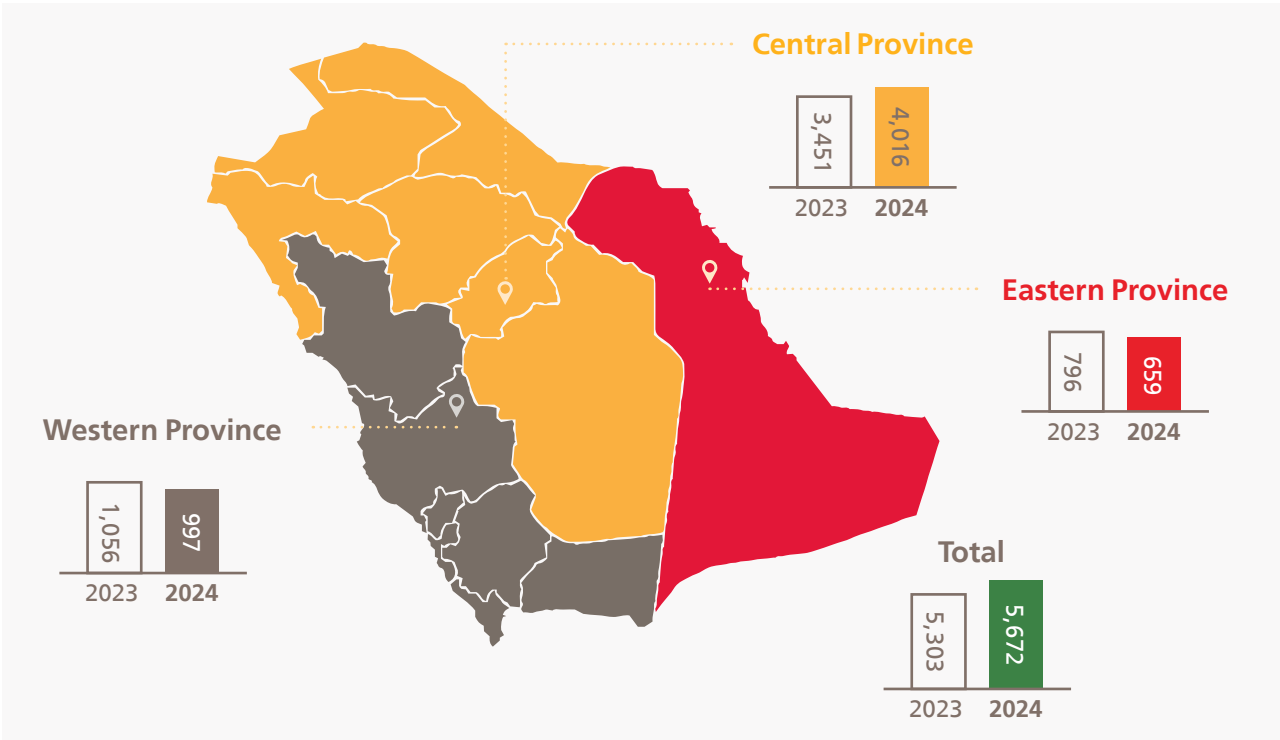
(SAR million)	2024	2023	Change %	2022	2021	2020
Income from investing and financing assets, net	4,434	4,110	8%	3,887	3,489	3,293
Fee and commission, net	701	621	13%	669	731	627
Exchange income, net	316	348	-9%	398	313	362
Total operating income	5,672	5,303	7%	5,191	4,584	4,262
Impairment charge for expected credit losses, net	130	324	-60%	551	570	695
Total operating expenses	2,543	2,662	-4%	2,871	2,704	2,760
Net income for the year before zakat	3,129	2,641	18%	2,321	1,880	1,502
Zakat for the year	322	272	18%	239	194	153

Net income for the year after zakat	2,807	2,369	18%	2,082	1,687	1,349
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Geographical Breakdown of Operating Income for Bank Albilad and Its Subsidiaries

Analysis of the total operating income by region:

(SAR Million)	Central	Western	Eastern	Total
Total Income for the Year 2024	4,016	997	659	5,672



Bank Albilad and its subsidiaries predominantly generate their revenue within the Kingdom of Saudi Arabia, with no branches or companies operating internationally.

The impact of key activities on Bank Albilad’s business operations and total revenues is detailed below:

2024 (SAR million)	Activity Revenues	%
Retail banking	2,240	39%
Corporate banking	1,860	33%
Treasury	1,167	21%
Investment banking and brokerage	405	7%
Total	5,672	100%



Consolidated Financial Summary for Bank Albilad and its Subsidiaries as of December 31, 2024:

2024 (SAR thousand)	Retail banking	Corporate banking	Treasury	Investment banking and brokerage	Total
Total assets	66,558,282	56,795,551	30,421,573	1,189,281	154,964,687
Total liabilities	68,458,285	31,149,431	38,433,793	229,948	138,271,457
Net income from investment and financing assets	1,754,100	1,663,828	852,890	162,785	4,433,603
Fee, commission and other income, net	486,365	195,989	313,768	242,154	1,238,276
Total operating income	2,240,465	1,859,817	1,166,658	404,939	5,671,879
Impairment charge for expected credit losses, net	183,550	(70,865)	7,502	9,501	129,688
Depreciation and amortization	228,517	34,923	7,034	2,908	273,382
Total operating expenses	1,926,421	292,505	122,683	201,473	2,543,082
Net income for the year before zakat	314,044	1,567,312	1,043,975	203,466	3,128,797

These consolidated financial statements include the accounts of Bank Albilad and its subsidiaries: Albilad Investment Company, Albilad Real Estate Company, and Enjaz Payment Services Company.

The Bank was able to achieve positive financial and operational results and growth during the year 2024, as it achieved growth rates that exceeded the goals set, as a result to the bank’s policies and business strategies that were implemented during the year.



Bank Albilad Branches

2020

111 branches

2021

106 branches

2022

105 branches

2023

108 branches

2024

107 branches

Key Business Sectors and Activities of the Bank and Its Subsidiaries

The Bank and its subsidiaries practice the following activities:

Retail banking	Services and products to individuals, including deposits, financing, remittances and currency exchange.
Corporate banking	Services and products to corporate customers including deposits, financing and trade services.
Treasury	Money market and treasury services.
Investment banking and brokerage	Investment management services and asset management activities related to dealing, managing, arranging, advising and custody of securities.

Bank Subsidiaries

The Bank owns three subsidiaries, as detailed below:

Company Name	Date of Establishment	Main activity	Capital	Main Area of Operations	Area of Establishment	Percentage of Ownership
Albilad Investment Company (Albilad Financial)	November 20, 2007	Carrying out investment services and asset management activities represented in dealing, arranging, managing, providing advice and custody of securities	ﷲ 200 million	Riyadh, Saudi Arabia	Saudi Arabia	100%
Albilad Real Estate Company	September 17, 2006	Carry out registration procedures related to real estate guarantees obtained by the bank from its customers	ﷲ 500 thousand	Riyadh, Saudi Arabia	Saudi Arabia	100%
Enjaz Payment Services Company <sup>13</sup>	October 8, 2022	Payments & Remittances Services	ﷲ 200 million	Riyadh, Saudi Arabia	Saudi Arabia	99%

<sup>13</sup> Enjaz Payment Services Company was founded as a closed joint stock company with majority ownership by Bank Albilad. The Bank owns 99% of the company's shares, equivalent to 19.8 million (nineteen million eight hundred thousand) shares, which are valued at 198 (one hundred and ninety-eight) million Saudi riyals. The remaining 1% of shares, equivalent to 200 (two hundred) shares, worth 2 (two) million Saudi riyals, is owned by the Financial Solutions Investment Company, a subsidiary of Albilad Real Estate Company, which is entirely owned by the bank.



Strategic Investments

Company Name	Establishment Date	Main activity	Authorized capital	Paid capital	Country of operations	Country of establishment	Ownership (%)
Bayan Credit Information Company	30 November 2015	The Company provides credit information services, valuation services, credit valuation and consultation for companies and businesses.	ﷲ 100 Million	ﷲ 75 Million	Riyadh, Kingdom of Saudi Arabia	Kingdom of Saudi Arabia	18.75%
Saudi Financial Lease Registration Company “Sajil”	14 December 2017	Registration of financial lease contracts	ﷲ 38,392,850	ﷲ 38,392,850	Riyadh, Saudi Arabia	Saudi Arabia	2.30%
Saudi Financial Support Services Company “Sanid”	9 July 1984	Installation and maintenance of banking and cash machinery and equipment, Management and operation of cash centers, Providing payment services for points of sale and secure and smart electronic outlets ATMs, automatic deposits, wholesale of banking and cash machinery devices and equipment, Transportation of cash, precious metals and documents of value	ﷲ 25 Million	ﷲ 25 Million	Riyadh, Saudi Arabia	Saudi Arabia	5.00%
Kinan International Real Estate Development Company	13 April 2004	Development and management of residential communities and commercial centers in various cities of the Kingdom	ﷲ 1.7 Billion	ﷲ 1.7 Billion	Riyadh, Saudi Arabia	Saudi Arabia	6.78%

