بنك صفوة الإسلامي
Safwa Islamic Bank

SAFWA ISLAMIC BANK

Investor Report

Q3 2026

Scale expanded. Profits followed. Discipline held.

The Strategy, Reflected in the Numbers

JOD 27.1mn

Net profit, YTD 09.26

+46% YoY; +18% on a pre-provision, pre-tax basis

14.6%

Return on average equity

vs 11.3% in Q3 2025 and an 11.4% sector average (06.26)

35%

Cost-to-income

−135 bps YoY, and below the market average

3.2%

Non-performing financing

vs a 5.6% sector average (06.26), with 125% coverage

JOD 4,849mn

Total assets, +13% YTD 09.26

21.3%

Return on average capital, +226 bps YoY

344%

LCR vs a 100% regulatory minimum

BB–

Credit rating, June 2026

Five years of compounding. Assets have grown from JOD 2.3bn to JOD 4.8bn since 2021, net income from JOD 14.1mn to a JOD 26.7mn full-year 2025 — and 09.2026 net profit already stands at JOD 27.1mn, with returns, efficiency and credit quality all moving the right way at once.

Financial performance is the evidence the strategy is working — not the strategy itself

Four Messages, Each Carried by the Numbers

A proven, self-sustaining growth engine driving compounding earnings and strong, consistent returns

Disciplined execution delivering robust organic growth

Strong credit performance achieved through selective client onboarding and rigorous portfolio oversight, aligned with our risk tolerance

Strong earnings power accelerating **returns on capital**

Why Invest in Safwa

Track record	21% net income CAGR since FY21; total assets nearly doubled to JOD 4.8bn.	**21%** NI CAGR
Return on capital	ROE lifted from 11.3% to 14.6% in a single year, on 3.0x operating leverage.	**3.0x** op. leverage
Positioning	Growing two to three times faster than the sector; 26.8% of Islamic-sector assets, up from 22.1% in 2022.	**26.8%** Islamic share
Shareholder alignment	High, sustained investor interest in SIBK: 79.7% total return over the last 52 weeks, with reduced earnings volatility.	**79.7%** 52-wk return
Innovation	Building a hybrid bank — from transaction banking to relationship banking — with 20+ digital services live.	**20+** digital services

A Self-Reinforcing Growth Model



Differentiated strategy

Deepen primary-bank relationships in high-potential segments; target growth where we have specialised capability.



Rigorous execution

Empowered frontline teams with focused action plans; swift, strategic adaptation to market dynamics.



Risk-aware balance

Strong credit quality, robust capital and ample liquidity; clients supported across economic cycles.



Balance-sheet management

Disciplined capital allocation to high-value business lines; growth funded through continued expense optimisation.



Value maximisation

Key value drivers managed to enhance performance — compounding earnings and consistent returns.

Each pillar funds and reinforces the next —creating a self-reinforcing competitive advantage

A Full-Service Islamic Platform, Digital at the Core

Retail

Real-estate Ijarah, auto & personal Murabaha, Yusur refinancing; a full deposit suite including Harir (women), Kanzi (kids) and multi-currency accounts; cards and brokerage.

Corporate

Financing facilities, corporate current and savings accounts, cash-management systems and cash-deposit machines.

SME

Goods and start-up financing, renewable-energy and real-estate financing, indirect facilities and dedicated SME centres.

Treasury & Investment

Investment deposits and certificates, Hajj savings, sukuk management and issuance, safe custody.

"Anytime, Anywhere"

E-CHANNELS

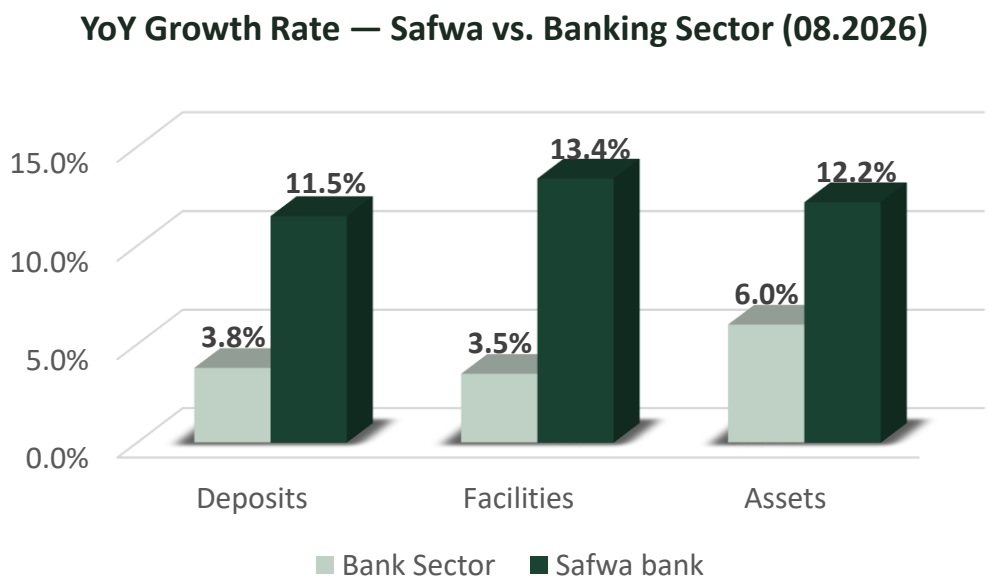
- Safwa Mobile
- Safwa Online
- 24/7 Call Centre
- Digital Branch
- ATM
- Cards

E-SERVICES

- Apple Pay
- CliQ instant transfers
- QR payments
- Biometric login
- Digital onboarding
- Contactless cards
- E-bill pay
- Transfers
- RDC cheque deposit
- SIB Trading
- Points & loyalty
- Cash & Cheque deposit
- Update Personal Data
- Card & account management
- New user registration

From transaction banking to relationship banking — routine is digital, human time goes where it is most valuable

Safwa Is Gaining Relevance Faster Than the Market



Safwa is more relevant and more trusted

Financial performance is the evidence the strategy is working — not the strategy itself

JOD 2.6bn → 4.8bn

Total asset growth, 2022 → 06.26(+JOD 2.3bn)

18.2% → 22.0%

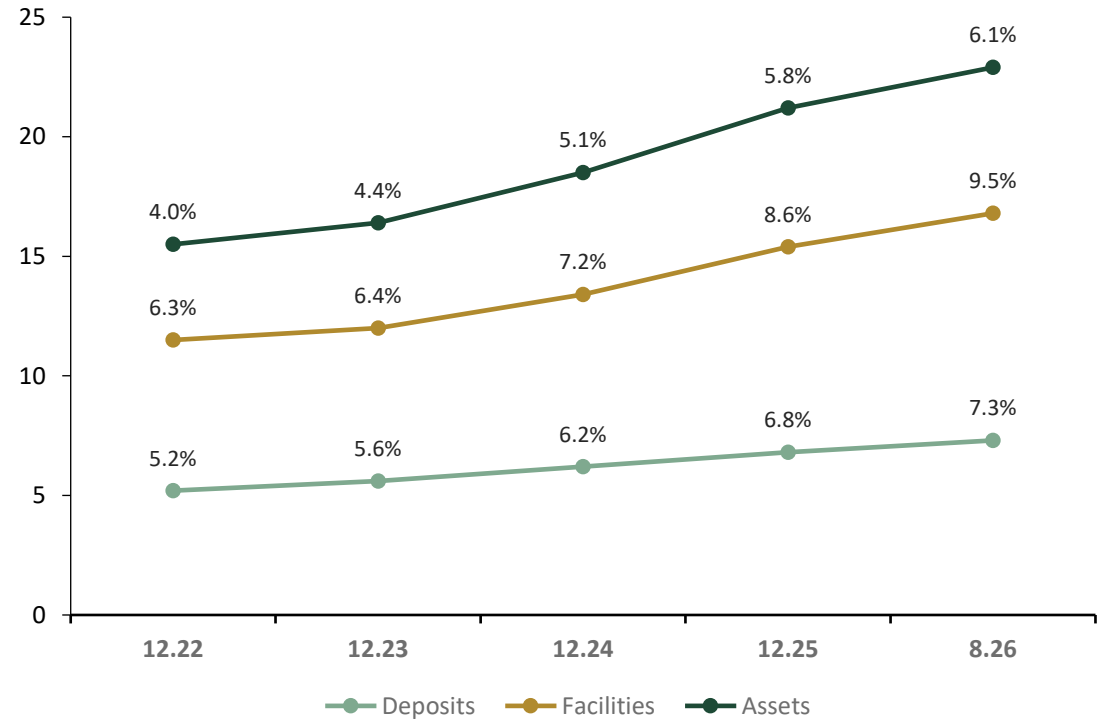
Islamic sector share of total banking-sector assets, 12.22 → 06.26

22.1% → 26.8%

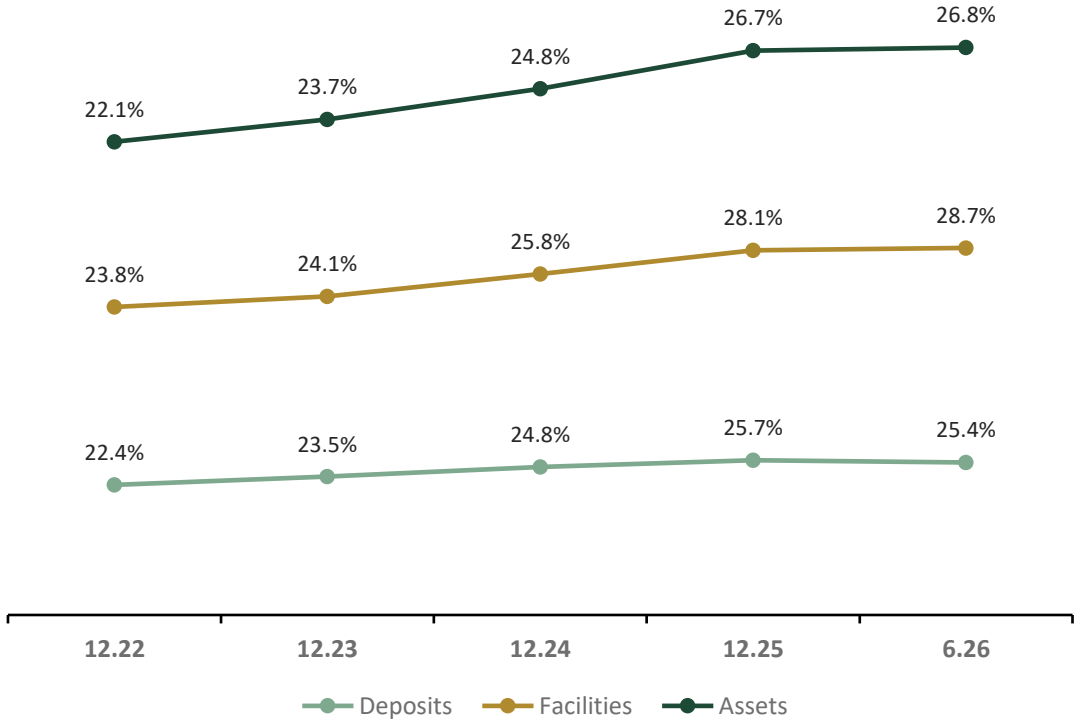
Safwa's share of the Islamic banking sector's assets, 12.22 → 06.26

Converting Growth Into Market Share

Safwa share of the banking sector (%)



Safwa share of the Islamic sector (%)

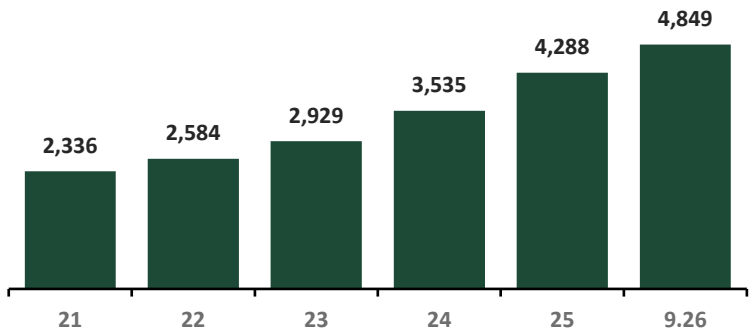


Facilities share of the whole banking sector has risen from 6.3% to 9.5% since December 2022 — and to 28.7% of the Islamic sector.

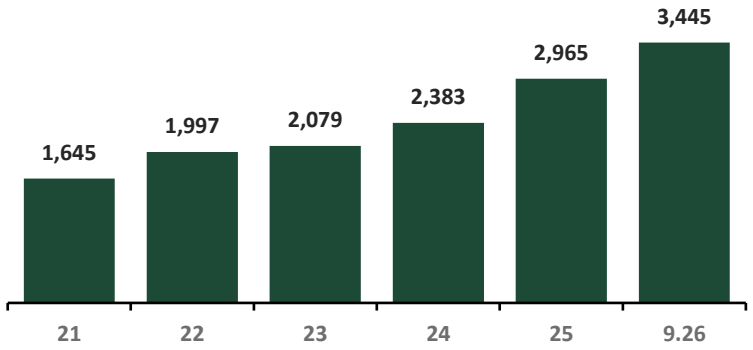
Share gains on all three lines — deposits, facilities and assets — in both markets

Scale Expanded, Profits Followed — Discipline Held

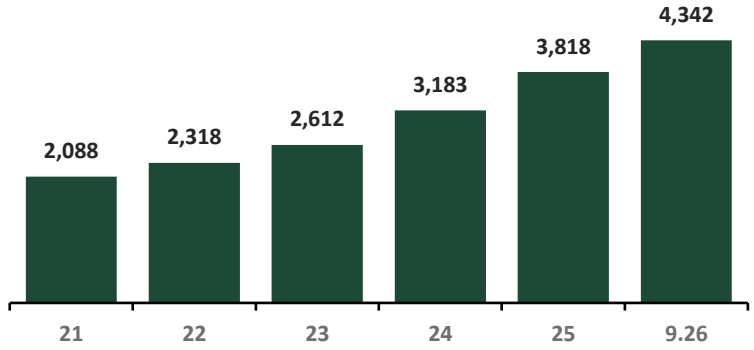
Total assets (JOD mn) CAGR 17%



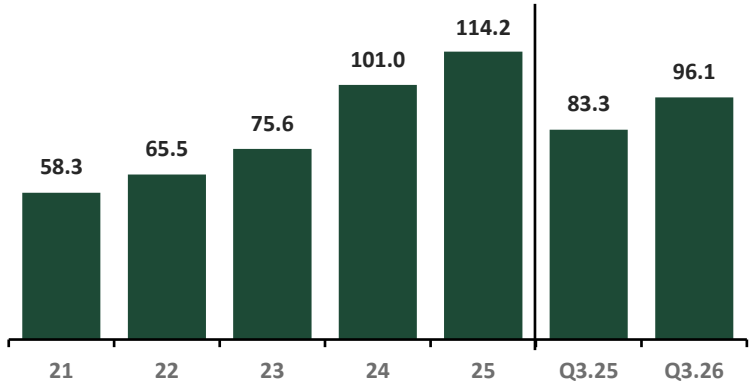
Total facilities (JOD mn) CAGR 17%



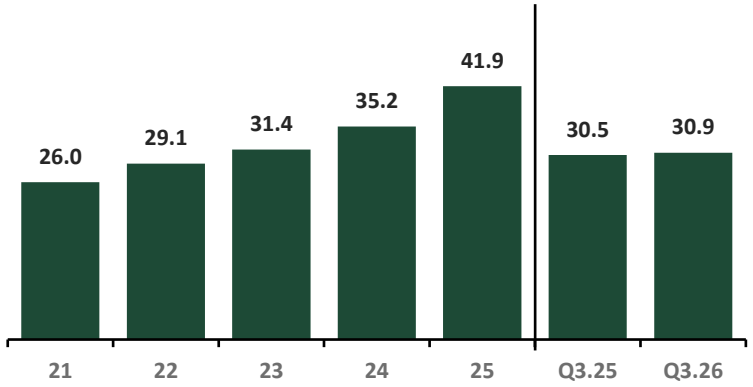
Funding (JOD mn) CAGR 17%



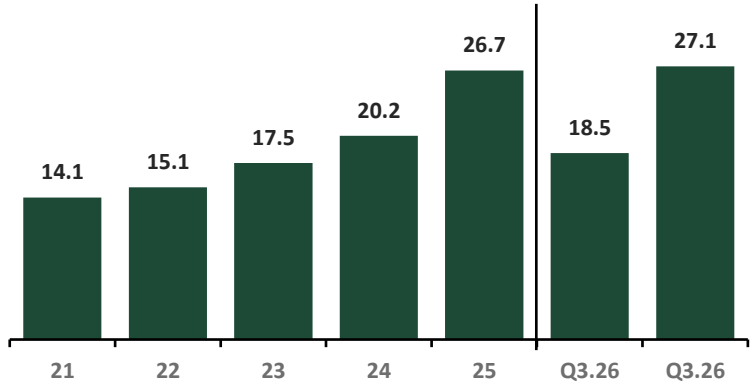
Gross income & fees (JOD mn) CAGR 17%



Operating expenses (JOD mn) CAGR 10%



Net income (JOD mn) CAGR 21%



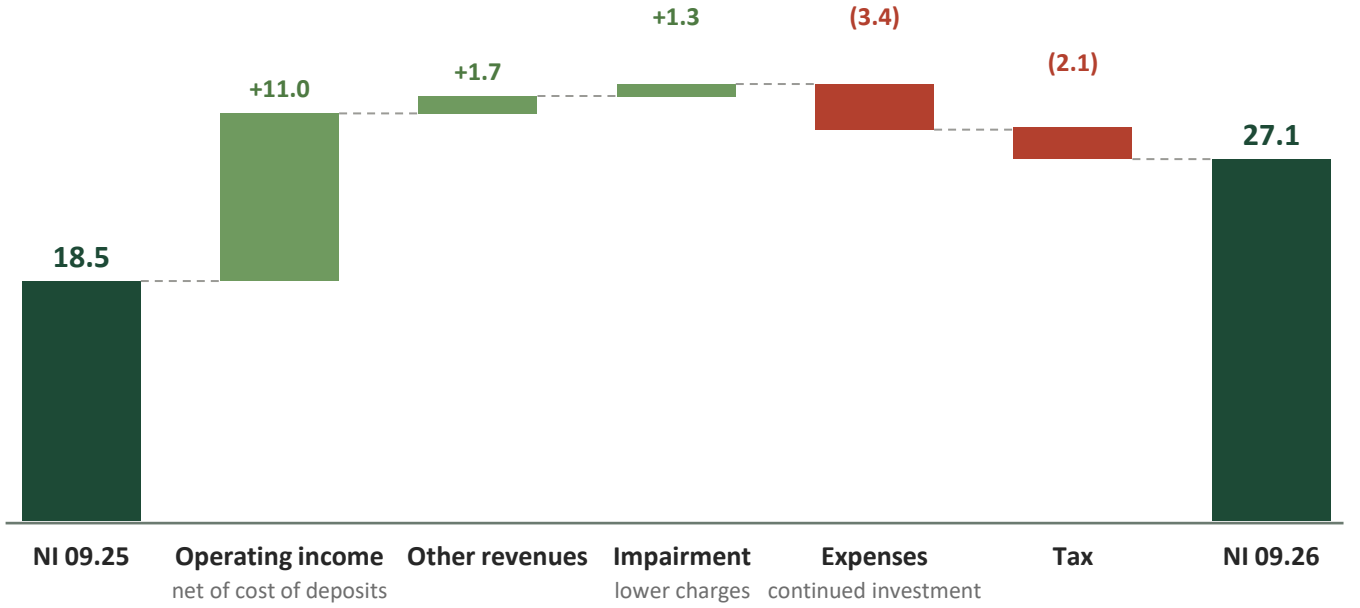
Gross income & fees compounding at 17% against costs at 10% — the discipline is in the gap

The Quality of the +46%

Net profit is up 46% YoY.

On a pre-provision, pre-tax basis, growth is +18% — strong, repeatable and sustainable, with core operating income the largest driver.

Net revenues +15% · expenses +11%
Impairment lower by JOD 1.3mn on prudent, selective onboarding



Core business drives the growth. Operating income net of COD adds +11mn pre-tax, reflecting the strength of the core business

Credit benefit is disciplined, not flattering. Lower impairment charges added +1.3mn pre tax

Balance-sheet volume, not one-offs, is doing the compounding

Accelerated Profit, Discipline Intact

Profitability & efficiency	YTD Q3.26	YTD Q3.25	YoY (bps)
Return on average equity	**14.6%**	11.3%	**+328**
Return on average assets	**0.8%**	0.7%	**+13**
Return on average capital	**21.3%**	19.0%	**+226**
Cost-to-income	**35%**	37%	**(135)**

Quality, capital & liquidity	Q3.26	Q2.26	QoQ (bps)
Non-performing financing	**3.2%**	3.4%	**(18)**
Provision coverage	**125%**	122%	**+372**
Capital adequacy (CAR)	**14.2%**	14.6%	**(46)**
CET1	**13.9%**	14.4%	**(47)**
LCR	**344%**	730%	**(38,583)**
Financing to deposits (avg)	**78%**	77%	**150**

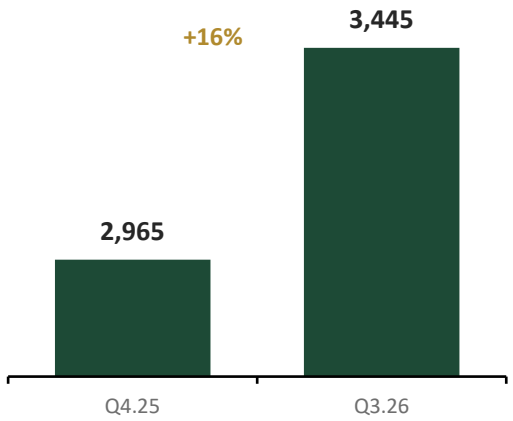
Returns are rising faster than risk.

Profitability improved on every measure over the year, while capital ratios strengthened quarter-on-quarter and liquidity built further headroom. The uptick in NPLs ((18) bps QoQ) remains well inside risk tolerance — and below the sector average.

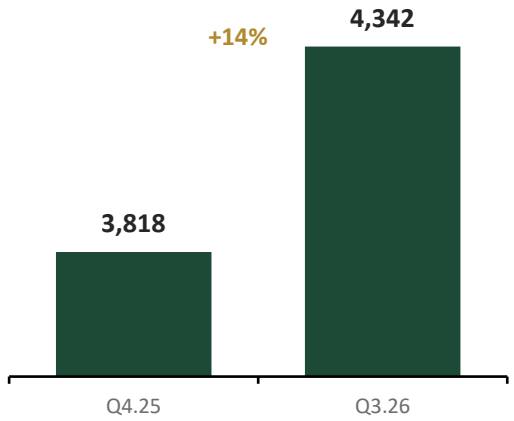
Every profitability line up year-on-year; every prudential line inside its buffer

Momentum Carried by a Diversified Book

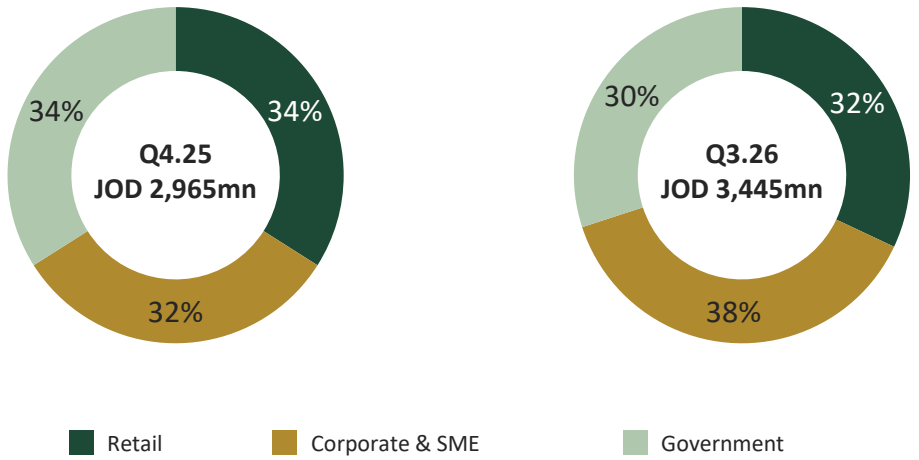
Financing (JOD mn)



Funding (JOD mn)



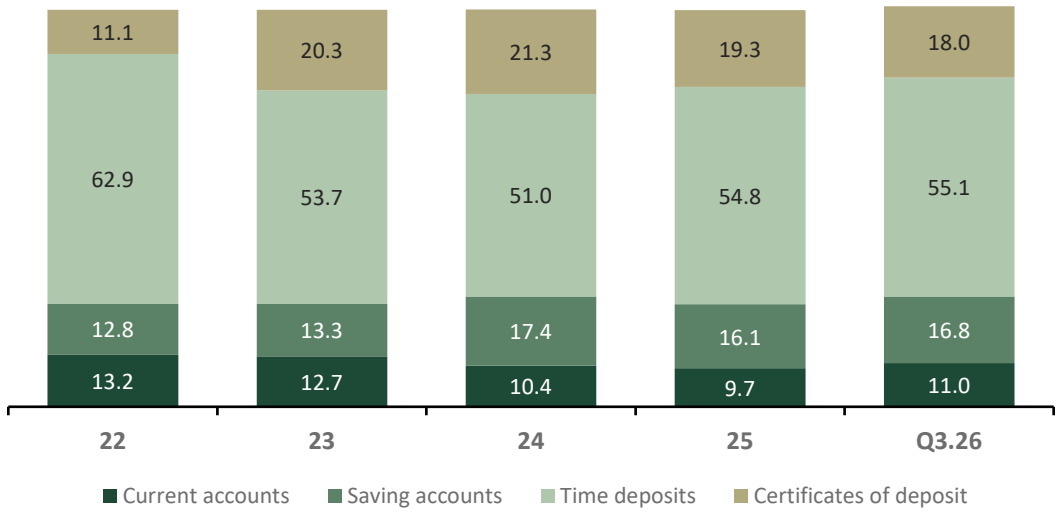
Financing mix by segment



- Financing grew JOD 479mn (+16%) in 09.26, with funding up JOD 524mn (+14%) keeping pace.
- Government share of the financing book fell from 34% to 30% as private-sector books grew — Corporate & SME now the largest segment at 38%.
- Growth without a quality give-up: NPL 3.2%, coverage 125%, CAR 14.2%.

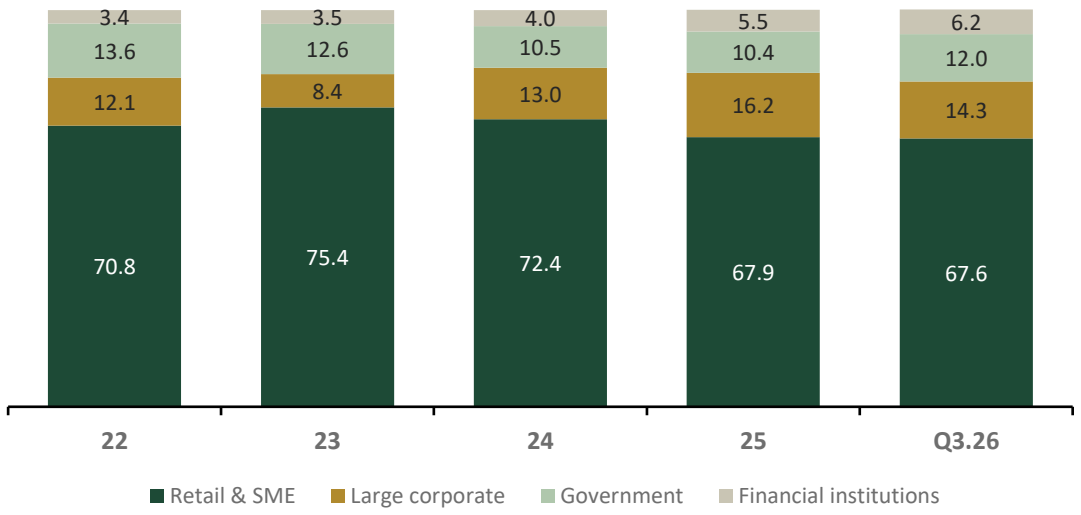
Funding Growth With Disciplined Pricing

Deposits by product (%)



Time deposits still anchor the mix; CASA contribution stable at ≈28%.

Deposits by sector (%)



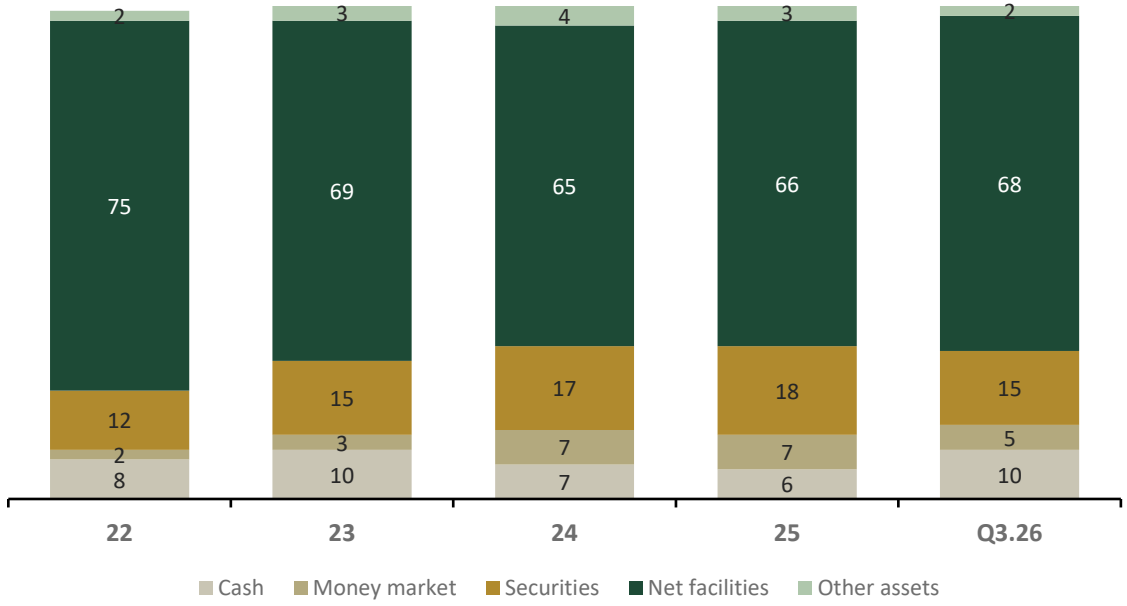
Large-corporate contribution rising since 2024; Retail & SME remain two-thirds of funding.

Sources of funds, 09.26: Customer deposits +JOD 466mn; other liabilities & equity +JOD 94mn — balance sheet to JOD 4,849mn.

Volume did the work — the mix, and the pricing, held

Balanced, Diversified — and Increasingly Earning

Asset structure (%)



+JOD 364mn
Earning assets added YTD 09.26

+JOD 197mn
Non-earning assets released

YTD 09.26 movement (JOD mn): cash +197 · money market -41· securities -60 · net facilities +465

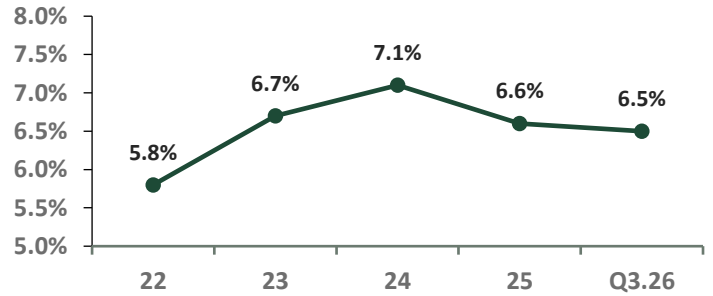
The structural shift since 2022 is securities:
from 12% to 15% of assets, while net facilities held steady at two-thirds of the book. Cash has been worked up from 8% to 10% — liquidity redeployed, not hoarded.

Volume-Led Margin Expansion



Net profit margin bridge, 09.25 → 09.26 (JOD mn)

Return on earning assets

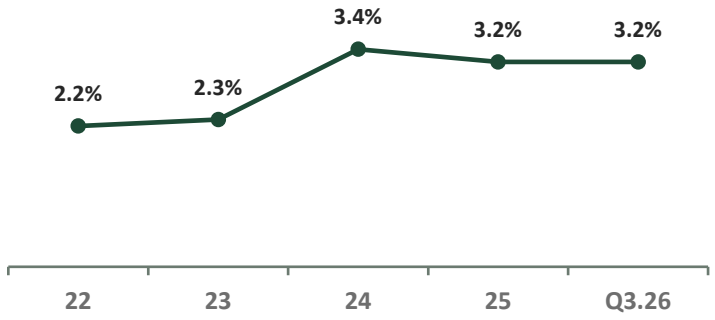


- Volume: average earning assets +JOD 793 mn vs +JOD 759 mn in average deposits — worth +17.6.
- Price: a modest -0.1 net impact.
- Mix: −3.1 from a lower Retail facilities share, −3.3 from lower CASA contribution.
- Yields eased with market rates and competitive pricing — volume more than offset.

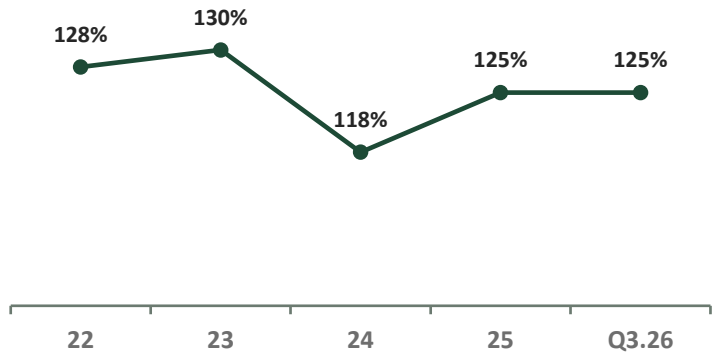
Margins grew because the balance sheet did — not because pricing stretched

Credit Discipline: NPLs Below Market

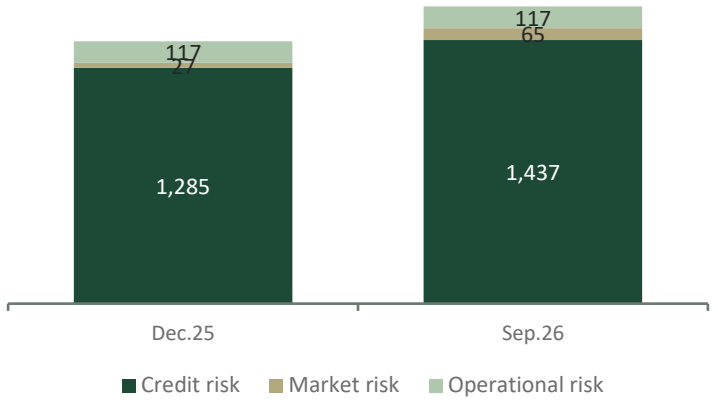
NPL ratio (%)



Coverage ratio (%)



Risk-weighted assets (JOD mn)



3.2% vs 5.6%

Safwa NPL vs sector average (CBJ, 06.26)

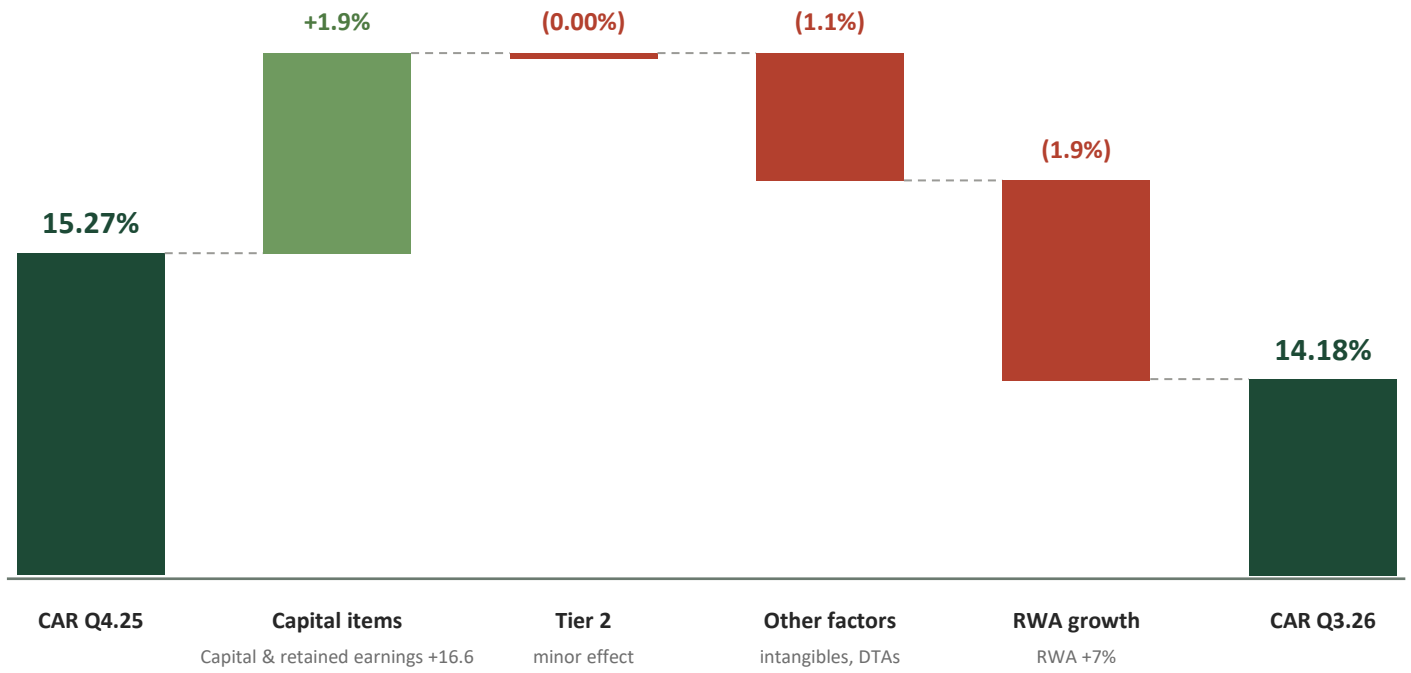
125%

Coverage at Q3.26 — before counting tangible collateral

+13.3%

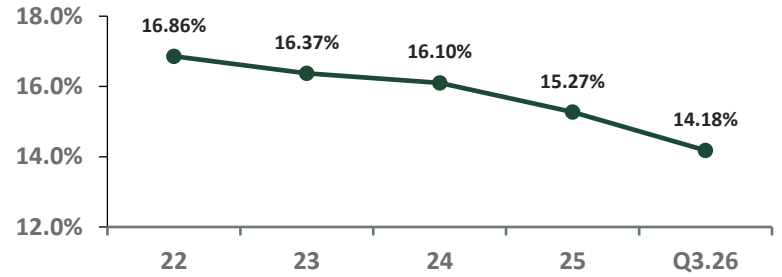
RWA growth YTD 09.26 — book growth, not risk drift

Capital Deployed Into Growth — Buffer Intact



Movement of the capital adequacy ratio - YTD 09.26

CAR trend



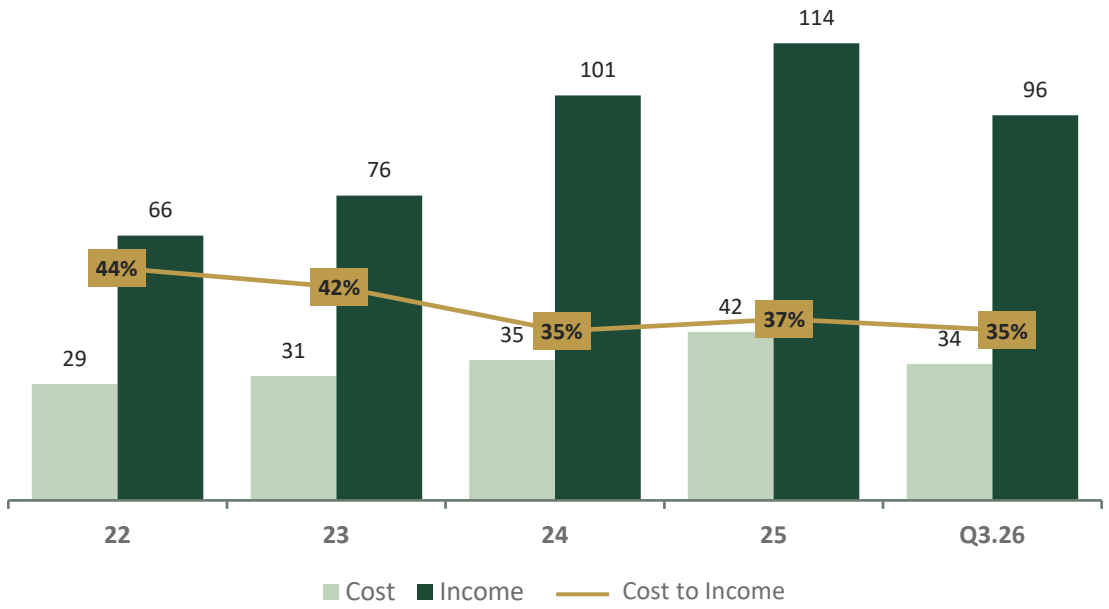
12.5%
CBJ minimum requirement

1.7%
Comfort zone above the regulatory floor

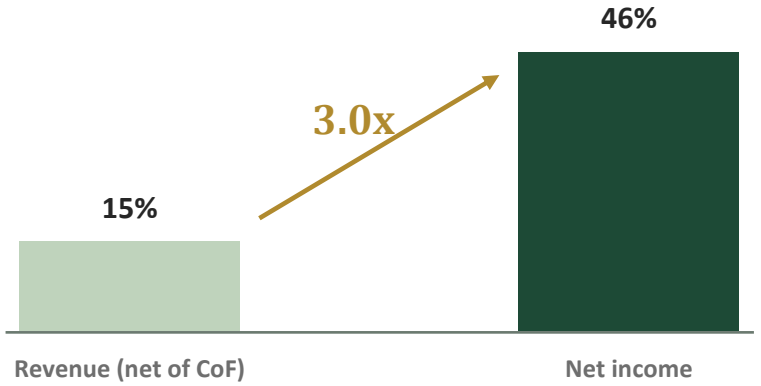
The CAR path is a choice: earnings are being put to work, with the buffer intact

3.0x Operating Leverage — Scale Pays for Itself

Cost & income (JOD mn)



Operating leverage, Q3 2026



JOD 3.56mn
Avg. financing / avg. employee · +35% since 2022

JOD 4.60mn
Avg. deposits / avg. employee · +42% since 2022

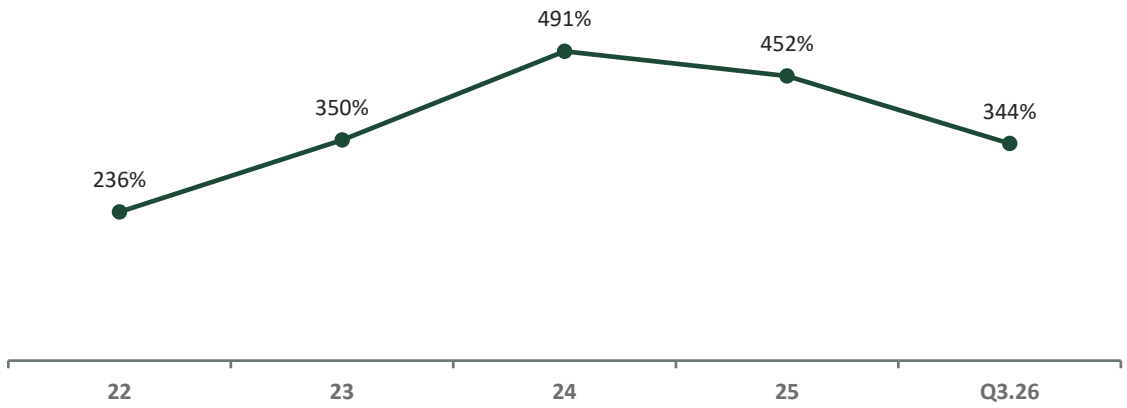
JOD 69.73mn
Avg. financing / avg. branch · +60% since 2022

JOD 90.20mn
Avg. deposits / avg. branch · +69% since 2022

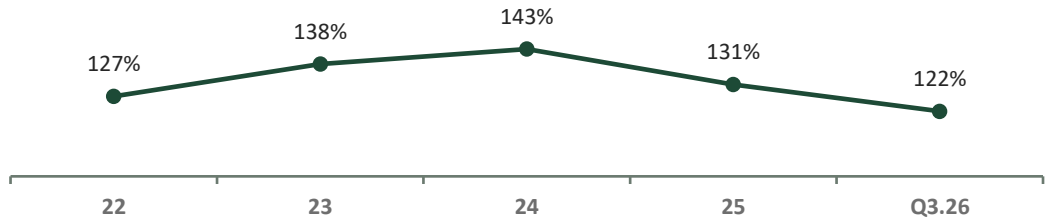
907 Staff, 46 branches as end of 09.26 — productivity per employee and per branch among the best in the market

Liquidity Is a Strength, Not a Constraint

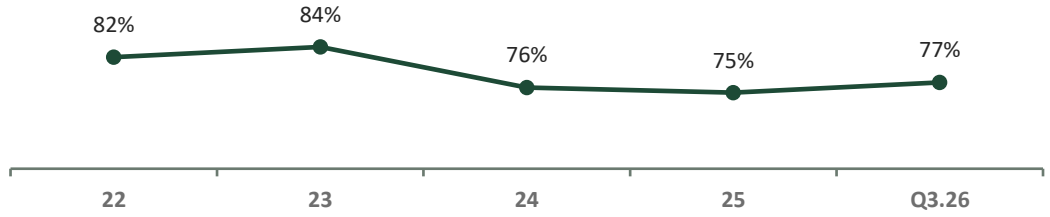
Liquidity coverage ratio (%)



Regulatory liquidity (%)



Financing to deposits, avg (%)



344% — 3.4x the minimum

vs a 100% regulatory requirement; regulatory liquidity 122% (min 100%)

14%

Liquid assets / assets

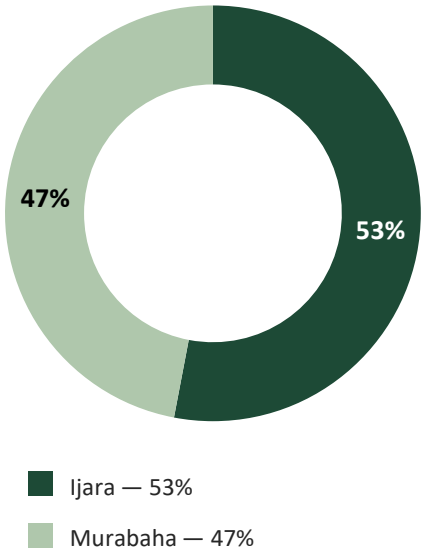
15%

Liquid assets / deposits

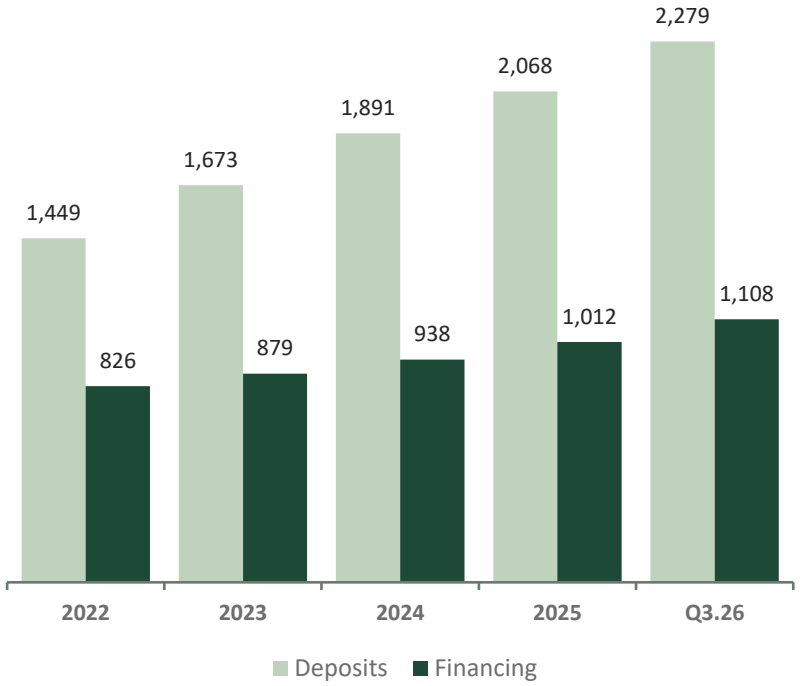
Funding the next leg of growth from surplus, not stretch

Retail: The Financing & Deposit Engine

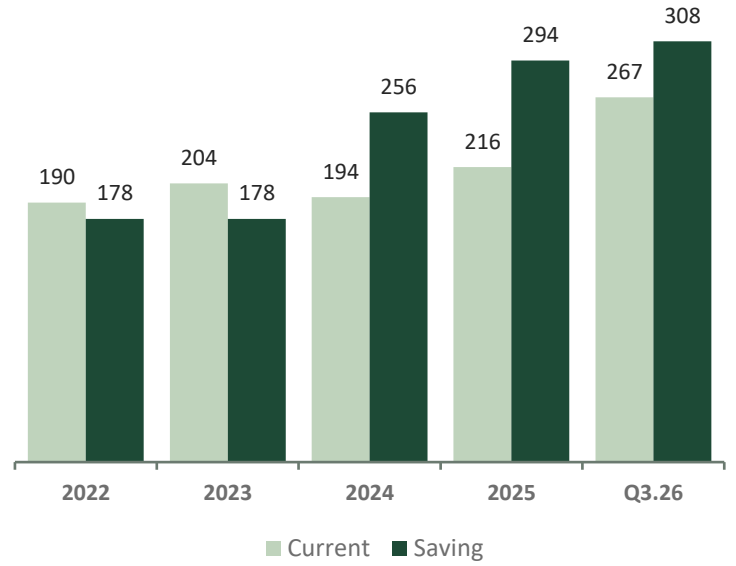
Financing mix



Financing & deposits (JOD mn)



CASA (JOD mn)



JOD 1.1bn

Retail financing, +9% YTD 09.26

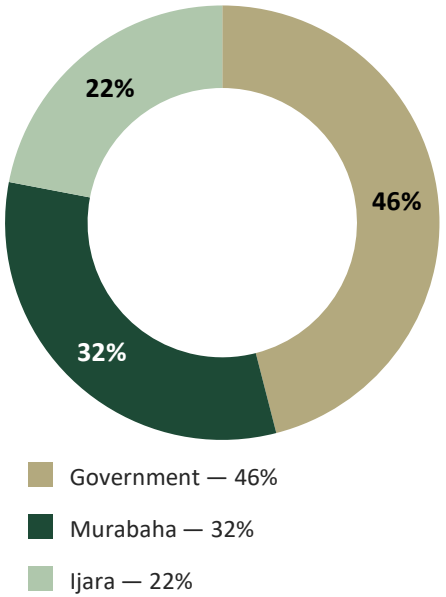
+JOD 65mn

Retail CASA added YTD 09.26 — JOD 575mn total

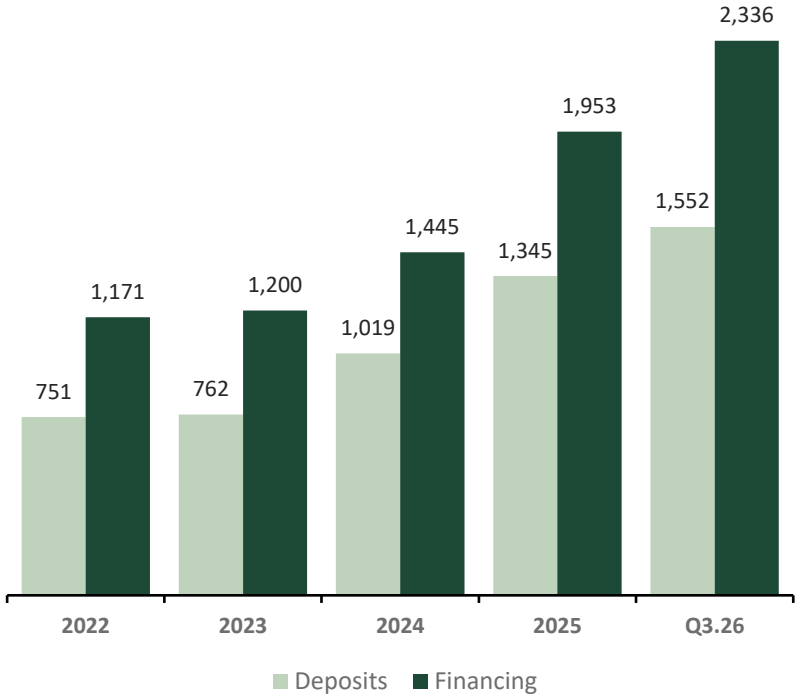
Granular, sticky funding: retail deposits are half the funding base

Corporate & SME: The Financing & Deposit Engine

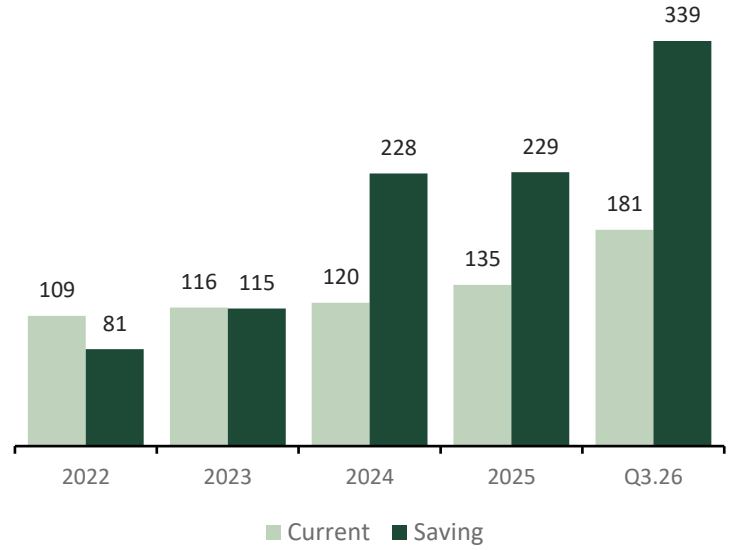
Financing mix



Financing & deposits (JOD mn)



CASA (JOD mn)



JOD 2.3bn

Highly diversified portfolio

+JOD 156mn

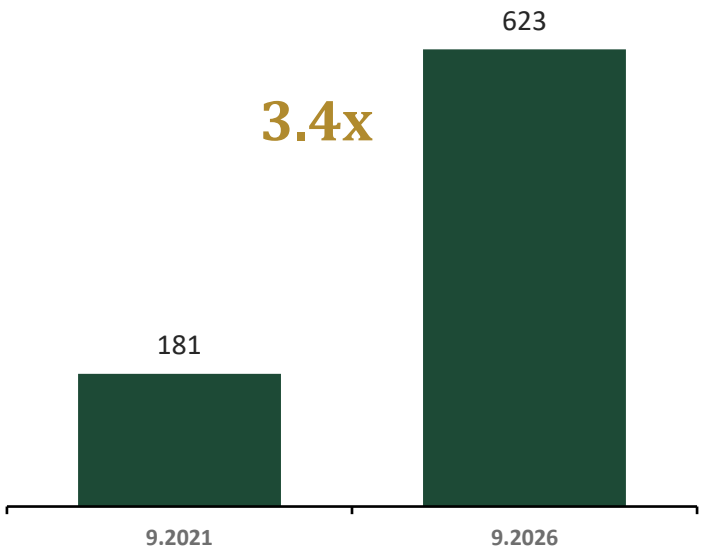
Corporate CASA added YTD 09.26 — JOD 520mn total

Two engines, one book: corporate financing growth funded by granular deposits

The Market Is Recognizing the Story

Symbol	**SIBK**
Exchange	**Amman Stock Exchange**
Shares outstanding	**180mn**
Free float	**15.11%**
Closing price	**JOD 3.46**
52-week average	**JOD 3.32**
Price / earnings	**17.19x**
Price / book	**2.41x**

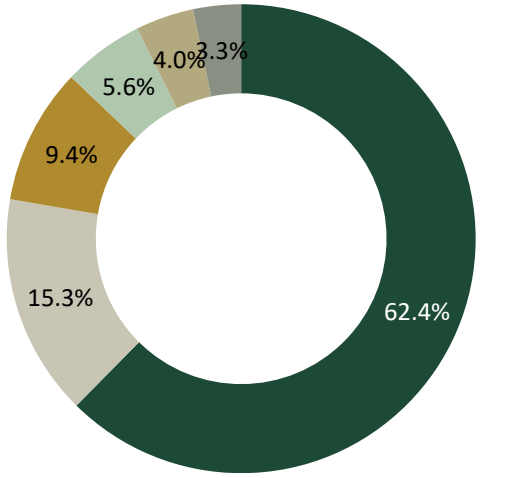
Market value (JOD mn)



79.7%

Total return over the last 52 weeks

Shareholders — 180,000,000 shares



- Al Etihad Investment Co. — 62.4%
- Others (free float) — 15.3%
- Social Security — 9.4%
- Gov. Investments Mgmt Co. — 5.6%
- Al Etihad Bank — 4.0%
- Orphans Fund Dev. Corp. — 3.3%

Re-rated on delivery: JOD 181mn to JOD 623mn of market value in five years

Supplementary Financials

Summary income statement (JOD mn)	Q3.26	Q2.26	QoQ	QoQ %	YTD Q3.26	YoY	YoY %
Direct revenues, net of cost of deposits	27.4	28.0	(0.6)	2%	80.3	11.0	16%
Other revenues	6.2	5.0	1.2	24%	15.7	1.7	12%
Net revenues	**33.6**	33.0	**0.6**	2%	**96.1**	**12.7**	15%
Impairment charges	(8.0)	(8.3)	0.3	3%	(21.5)	1.3	6%
G&A expenses	(11.7)	(11.0)	(0.7)	6%	(33.9)	(3.4)	11%
Net income before tax	**13.9**	13.7	**0.2**	2%	**40.7**	**10.6**	35%
Taxes	(3.4)	(5.3)	**1.9**	36%	(13.6)	(2)	18%
Net income	**10.5**	8.4	**2.1**	26%	**27.1**	**8.6**	46%

Summary balance sheet (JOD mn)	Q3.26	Q2.26	QoQ	QoQ %	EOY Q4.25	YoY	YoY %
Financing	3,445	3,176	268	8%	2,965	479	16%
Investments	967	1,178	**(210)**	**18%**	1,069	(101)	9%
Deposits & cash collaterals	4,342	4,119	223	5%	3,818	524	14%
Total assets	**4,849**	**4,582**	267	6%	**4,288**	**561**	13%
Total equity	**259**	**252**	**7**	3%	**238**	**21**	9%

Sustainability, Embedded in the Operating Model

Safwa embeds sustainability across governance, operations, financing, people and environmental stewardship — creating long-term value while supporting Jordan's sustainable economic development.



Ethical & accountable governance

Highest standards of integrity and Sharia compliance; anti-corruption and anti-competitive controls; ESG governance through the ESMS and a Climate-Risk Management Working Group.



Sustainable & inclusive finance

Sharia-compliant solutions that widen financial inclusion; support for SMEs, renewable energy and green finance, aligned with Jordan's Economic Modernization Vision.



Community & people

Outstanding customer experience with strong privacy protection; investment in employee development, wellbeing and safety; education, healthcare and entrepreneurship initiatives.



Our shared planet

Responsible resource management; improved energy efficiency and expanded renewables; reduced emissions, water consumption and waste; strengthened climate resilience.

ESG here is risk management and franchise-building — not a separate report

Appendix

Operating environment · Banking sector · Islamic banking · Network · Basis of preparation · Glossary · Disclaimer

Operating Environment: Jordan

The market

89.3k km²
Area

12.0mn
Population

Amman
Capital

USD 52.9bn
GDP

USD 4,388
GDP per capita

0.709 / USD
JOD peg, since 1994

Macro pulse, 2026

2.9%	Real GDP growth, Q2 2026
2.3%	Inflation, Q2 2026
21.1%	Unemployment, Q2 2026 — minimal decrease
JOD 28.5bn	Foreign reserves — ≈9 months of imports
134%	Public debt / GDP, Q2 2026

Source: Central Bank of Jordan & Ministry of Finance

A Sound Sector

20 licensed banks

3 local Islamic — Safwa Islamic Bank, Jordan Islamic Bank, International Islamic Arab Bank
1 foreign Islamic — Al-Rajhi Bank
11 local commercial · 3 foreign commercial

Supervised by the Central Bank of Jordan: monetary and financial stability, depositor protection, payments oversight.

Financial Soundness Indication	Sector (06.26)
Capital adequacy	18.2%
Regulatory liquidity	147%
NPL ratio	5.6%
Return on assets	1.3%
Return on equity	11.4%

Sector figures, Q2 2026 (JOD bn)

77.8
Assets

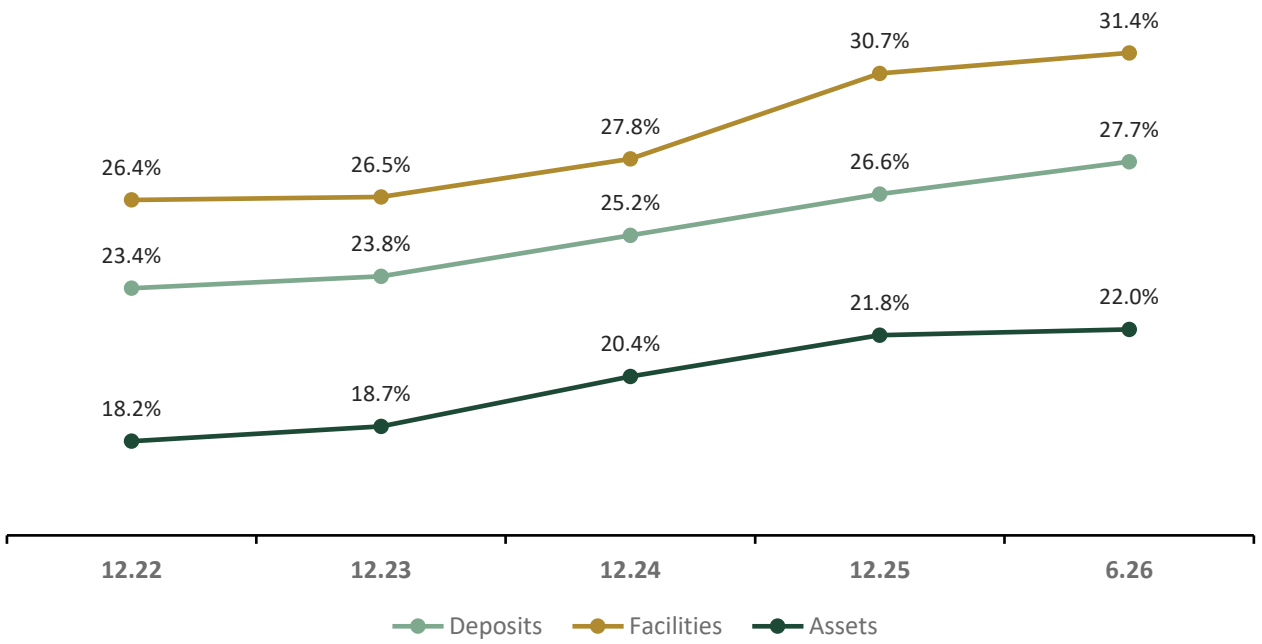
51.1
Deposits

37.1
Financing

Safwa runs harder on capital and liquidity than the sector average — the deliberate trade behind a return on equity 3.2% above it, with credit quality a third better.

Islamic Banking Keeps Taking Share

Islamic banks' share of the banking sector (%)



31.4%
Islamic share of sector facilities, Q2.26

27.7%
Islamic share of sector deposits, Q2.26

22.0%
Islamic share of sector assets, Q2.26

Islamic banks' assets have compounded at ≈10% since 2017, against ≈6% for the banking sector — reflecting rising demand for Sharia-compliant products.

A structural tailwind: Safwa is the fastest-growing bank

An Efficient National Network

46
Branches

84
ATMs

7
Safwa Gold centres

10
SME centres

1
Brokerage company

Governorate	Branches	ATMs
Amman	32	62
Irbid	4	5
Zarqa	4	5
Balqa	1	1
Ma’daba	1	3

Governorate	Branches	ATMs
Karak	1	2
Jerash	1	1
Mafraq	1	1
Aqaba	1	4
Total	**46**	**84**

SME centres: Amman (7), Irbid, Zarqa, Karak · Safwa Gold: Amman (6), Irbid · Brokerage: Amman. Deposits per branch have risen 69% since 2022 — reach without sprawl.

How to Read Safwa's Financials

Facilities (financing)	The sum of deferred sales receivables and other receivables, net (excluding international Murabaha), Ijarah muntahia bittamleek assets, net, and Qard Hasan.
Money-market instruments	Surplus funds invested mainly in international Murabaha (reported within deferred sales receivables) and international Wakala.
Impairment charges	Expected credit losses on jointly financed items plus the ECL provision for self-financed facilities.
Cost of deposits	The unrestricted investment account holders' share of profit, deposit-insurance fees (jointly and self-financed) and changes in the profit equalisation reserve (PER).
Direct income	Deferred-sales revenue, Ijarah muntahia bittamleek revenue, international Wakala gains, gains on financial assets, the joint funds' share of associate profits and self-financed revenue, less depreciation of self-financed Ijarah assets.

Glossary

Acronym	Meaning
ASE	Amman Stock Exchange
CAGR	Compound annual growth rate
CAR	Capital adequacy ratio
CASA	Current and saving accounts
CBJ	Central Bank of Jordan
CET1	Common equity tier 1
COD	Cost of deposits
CTI	Cost-to-income ratio
G&A	General & administrative expenses
JOD	Jordanian dinar
LCR	Liquidity coverage ratio
MM	Money-market instruments
NPL / NPF	Non-performing financing
NPM	Net profit margin
ROAA / ROAE	Return on average assets / equity
RWA	Risk-weighted assets

Key definitions

Advances to deposits (AD%) Average facilities ÷ average deposits and cash collaterals.

CASA% Current + saving accounts ÷ total deposits and cash collaterals.

Coverage ratio ECL provisions + suspended profits ÷ non-performing financing.

Cost-to-income G&A ÷ (gross income + non-funded income).

Net profit margin Direct income on earning assets less the cost of deposits.

Non-performing financing Financing in default or close to it — generally 90+ days past due.

ROAA / ROAE Annualised net income after tax ÷ average assets / average equity.

Spread Return on earning assets less the cost of deposits.

Disclaimer

- This presentation, including any accompanying materials and commentary, written or oral, is prepared by Safwa Islamic Bank in good faith, for informational purposes only. Parties are cautioned that the information is provided in summary form, only as of the date on which it is made, and is not intended to be relied on, in any manner, as legal, tax or investment advice. Potential investors are advised to consider at all times all information available to them, and to seek independent advice.
- This presentation does not, in any manner, constitute or form part of any advertisement, incentive, invitation, solicitation, endorsement or offer of securities, or other investment opportunity or contract; and may not be published or redistributed without the express written consent of Safwa Islamic Bank.
- Any “forward-looking statements” contained within this presentation are based on preliminary figures, estimates, internal projections and analysis by Safwa Islamic Bank. These forward-looking statements are not intended to be a guarantee or representation of future revenues, plans, or objectives, and remain subject to foreseeable and unforeseeable uncertainties and changes.
- Safwa Islamic Bank undertakes no obligation to revise or update this presentation, including any forward-looking statements.
- Safwa Islamic Bank does not purport to make any representation, warranty or undertaking in relation to the completeness, accuracy or fairness of the information contained herein. Safwa Islamic Bank, its directors, shareholders, employees, and/or agents do not assume any responsibility or liability for any damages or losses (including loss of profit) arising directly or indirectly from use of, or reliance on, this information by any person.