Al Salam Bank- Sudan
(Public limited Company)

Interim Condensed Financial Statements
Unaudited
For The Six Months Ended
June 30, 2026

ELIMAM
CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

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Independent Auditor's Review Report on the Interim Condensed Financial Information

Report on Review of Interim Financial Statements
Al-Salam Bank – Sudan
To: Members of Board of Directors

Introduction

We have reviewed the accompanying interim condensed statement of financial position of Al-Salam Bank "the Bank" as of June 30,2026 and the related interim condensed statement of income for the three-month and six-month periods then ended, and the interim condensed statements of cash flows and changes in equity for the six- month period then ended, and other explanatory notes. Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with Standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions and in accordance with International Accounting Standard (34) "Interim Financial Reporting". Our responsibility is to draw a conclusion on the interim financial information based on our review.

Scope of Review

We conducted review in accordance with Standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions and in accordance with International Standard on Review Engagements (2410) "Review of Interim Financial Information performed by the Independent Auditor of the entity". A review of interim financial Information consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards issued by the Accounting and Auditing Organization for Islamic Financial Institution and in accordance with International Standards on Auditing and consequently dose not enable us to obtain assurance that we would be aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion:

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial information is not prepared, in all material respects, in accordance with standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions and in accordance with International Accounting Standard (34).

Abdel Rahman O. El Imam, PhD /CPA

الإمام محاسبون ومراجعون قانونيون
ELIMAM
CERTIFIED PUBLIC ACCOUNTANTS

Khartoum on Muharram 22, 1448H
Corresponding to July 7, 2026G

AL SALAM BANK

Condensed Statement of Financial Position
As of June 30, 2026

	Note	June 30,2026 Unaudited SDG	December 31,2025 Audited SDG
Assets: -			
Cash and cash equivalents		**44,425,410,299**	34,761,113,552
Deferred sales receivables (net)		**52,629,652,902**	36,584,360,797
Investments in Mudaraba	(3)	**4,642,216,460**	4,266,885,689
Investments in Musharaka	(4)	-	360,000,000
Investments available for sale	(5)	**86,754,787,857**	50,953,909,633
Investments in property		**468,281,029**	468,281,029
Other assets		**43,517,674,757**	30,961,551,321
Projects in progress		**3,789,643,692**	2,993,980,860
Fixed assets (net)		**4,178,473,554**	1,366,070,176
Total Assets		**240,406,140,550**	162,716,153,057
Liabilities, Unrestricted investment accounts and Equity: -			
Liabilities: -			
Current Account		**25,734,930,645**	17,330,048,689
Other liabilities		**48,518,643,720**	32,769,988,099
Provisions and accrual		**10,488,818,173**	10,865,568,781
Total Liabilities		**84,742,392,538**	60,965,605,569
Unrestricted investment accounts holders		**59,201,291,824**	36,206,506,610
Owners' Equity: -			
Paid up capital	(7)	**326,229,750**	326,229,750
Reserves	(8)	**88,434,872,603**	63,060,868,488
Retained earnings		**7,701,353,835**	2,156,942,640
Total equity		**96,462,456,188**	65,544,040,878
Total Liabilities, Unrestricted investment accounts and equity		**240,406,140,550**	162,716,153,057
Contra accounts: -	(9)	**147,468,105,564**	85,559,604,777

The accompanying notes (1) to (9) form an integral part of these Statements

Eltayeb Ali Ibrahim	Dr. Mohamed Ali Khamis Alhosani	Abdulrahman Ahmed Abdullah Senan
General Manager	Board Member	Chairman of the Board

AL SALAM BANK

Condensed Income Statement
For The Six Months Ended June 30, 2026

	For three months ended 30 June		For six months ended 30 June	
	2026	2025	2026	2025
Income	SDG	SDG	SDG	SDG
Deferred sales	649,237,506	136,203,263	952,940,414	1,351,182,981
Income from investments	25,661,399	-	63,811,399	-
Total income from financing and investments	**674,898,905**	**136,203,263**	**1,016,751,813**	**1,351,182,981**
Less :				
Return on unrestricted investment accounts	(674,519,203)	(101,059,227)	(674,519,203)	(101,059,227)
Bank's share in income from investments (as Mudarib and as fund owner	**379,702**	**35,144,036**	**342,232,610**	**1,250,123,754**
Bank's income from its own investments	2,402,615,632	1,369,984,308	9,142,573,297	4,794,963,930
Income from banking services	399,683,248	420,262,558	772,695,255	546,338,632
Gain on exchange of foreign currency	4,465,755,969	4,153,958,461	11,524,660,285	4,164,901,394
Other income	22,680,990	282,090	29,621,860	528,202
(Loss) / Gain on valuation of foreign currencies	(147,661,522)	(177,331,274)	2,202,071,459	3,223,374,712
Total Bank's revenue	**7,143,454,019**	**5,802,300,179**	**24,013,854,766**	**13,980,230,624**
Expenses				
Staff cost	(951,232,146)	(418,572,087)	(1,764,095,367)	(859,114,711)
Operation expenses	(1,901,681,720)	(440,759,364)	(3,186,075,819)	(832,675,957)
Depreciation	(163,507,792)	(55,851,271)	(216,708,962)	(107,540,040)
Provision for doubtful debts	(6,592,545,298)	-	(6,592,545,298)	
Total expenses	**(9,608,966,956)**	**(915,182,722)**	**(11,759,425,446)**	**(1,799,330,708)**
(Loss) / Profit before Zakah &Tax	**(2,465,512,937)**	**4,887,117,457**	**12,254,429,320**	**12,180,899,916**
Provision for Zakah	(561,347,542)	(318,080,667)	(984,310,507)	(560,000,000)
Provision for Tax	60,537,734	(505,929,556)	(3,523,636,159)	(1,260,000,000)
Net profit for the period	**(2,966,322,745)**	**4,063,107,234**	**7,746,482,654**	**10,360,899,916**
Earnings per share	**(24.46)**	**33.50**	**63.88**	**85.43**

The accompanying notes (1) to (9) form an integral part of these Statements .

Eltayeb Ali Ibrahim General Manager	Dr. Mohamed Ali Khamis Alhosani Board Member	Abdulrahman Ahmed Abdullah Senan Chairman of the Board

AL SALAM BANK

Condensed Statement of Cashflow
For The Six Months Ended June 30, 2026

	June 30,2026 Unaudited SDG	June 30,2025 Unaudited SDG
Cash follows from operating activities:		
Net income for the period	**7,746,482,654**	10,360,899,916
Adjustments for:		
Provision for Zakah	**984,310,507**	560,000,000
Provision for Tax	**3,523,636,159**	1,260,000,000
Provision for doubtful debts	**6,592,545298**	-
Gains on valuation of foreign currencies	**(2,202,071,459)**	(3,223,374,712)
Depreciation of fixed assets	**216,708,962**	107,540,040
Return on unrestricted investment accounts	**674,519,203**	101,059,227
Changes in operating assets and liabilities:	**17,536,131,324**	9,166,124,471
Provisions and accrual	**(4,884,697,274)**	244,594,275
Revaluation differences (prior years)	**(8,407,323,000)**	(3,597,382,000)
Net cash from provided by operating activities	**4,244,111,050**	5,813,336,746
Cash follows from investing activities:		
Deferred sales receivables (net)	**(22,637,837,403)**	(4,442,117,201)
Investments in Mudaraba	**(375,330,771)**	-
Investments in Musharaka	**360,000,000**	-
Investments available for sale	**(4,221,622,568)**	(2,490,892,297)
Projects in progress	**(795,662,832)**	-
Sales / Disposal of fixed assets	**81,616**	-
Purchase of fixed assets	**(3,029,193,956)**	(4,995,900)
Net cash (used in) investing activities	**(30,699,565,914)**	(6,938,005,398)
Cash follows from financing activities:		
Other assets	**(12,556,123,436)**	(7,520,474,427)
Current accounts	**8,404,881,956**	(107,400,864)
Other liabilities	**15,748,655,621**	4,165,136,289
Unrestricted investment accounts	**22,320,266,011**	3,998,677,933
Net cash from financing activities	**33,917,680,152**	535,938,931
Increase (Decrease) in cash and cash equivalents for the period	**7,462,225,288**	(588,729,721)
Gains on valuation of foreign currencies	**2,202,071,459**	3,223,374,712
Cash and cash equivalents at the beginning of the period	**34,761,113,552**	25,307,940,678
Cash and cash equivalents at the end of the period	**44,425,410,299**	27,942,585,669

The accompanying notes (1) to (9) form an integral part of these Statements

Eltayeb Ali Ibrahim	Dr. Mohamed Ali Khamis Alhosani	Abdulrahman Ahmed Abdullah Senan
General Manager	Board Member	Chairman of the Board

AL SALAM BANK

Condensed Statement of Changes in Equity
For the Six Months Ended June 30, 2026

	Paid up capital	Retained earnings	Statutory reserve	General reserve	Property revaluation reserve	Foreign Invts revaluation reserve	Foreign assets & liabilities revaluation reserve	Total
	SDG	SDG	SDG	SDG	SDG	SDG	SDG	SDG
Balance at January 1, 2025	**326,229,750**	**372,721,857**	**326,229,750**	**284,407,948**	**307,550,184**	**29,160,286,642**	**13,608,977,629**	**44,386,403,760**
Net income for the year	-	7,066,523,763	-	-	-	-	-	7,066,523,763
Revaluation Diff (prior years)	-	-	-	-	-	-	(3,597,382,000)	**(3,597,382,000)**
Revaluation Diff	-	(5,282,302,980)	-	-	-	17,688,495,355	5,282,302,980	**17,688,495,355**
Balance at December 31, 2024	**326,229,750**	**2,156,942,640**	**326,229,750**	**284,407,948**	**307,550,184**	**46,848,781,997**	**15,293,898,609**	**65,544,040,878**
Net income for the period	-	7,746,482,654	-	-	-	-	-	**7,746,482,654**
Revaluation Diff (prior years)	-	-	-	-	-	-	(8,407,323,000)	**(8,407,323,000)**
Revaluation Diff	-	(2,202,071,459)	-	-	-	31,579,255,656	2,202,071,459	**31,579,255,656**
Balance at June 30, 2025	**326,229,750**	**7,701,353,835**	**326,229,750**	**284,407,948**	**307,550,184**	**78,428,037,653**	**9,088,647,068**	**96,462,456,188**

The accompanying notes (1) to (9) form an integral part of these Statements

Eltayeb Ali Ibrahim General Manager	Dr. Mohamed Ali Khamis Alhosani Board Member	Abdulrahman Ahmed Abdullah Senan Chairman of the Board

1- **Incorporation and activities**

Al Salam Bank (the Bank) was established as a public limited liability company in Khartoum on December 28, 2004, under companies' law 1925 with registration certificate No. 23335. The bank provides commercial banking services according to Islamic rules and principles.

The bank started its commercial operations in May 2005. The Bank operates from its temporary Head Office at Port Sudan, and also operates from the following branches:

- Port Sudan branch,
- Alsuwq Alsha'bi Omdurman branch,
- Atbara branch, and
- Al Qadarif branch

2- **Basis of preparation**

a- **Accounting Standards**

The interim condensed financial statements have been prepared in accordance with the Standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), and the international Accounting Standard no (34) and the requirements of the Central Bank of Sudan and the bank's Sharia Supervisory Board (SSB).

b- **Accounting Policies**

The interim condensed financial statements should be read in conjunction with the financial statements as of December 31, 2025, and their accompanying notes. The interim condensed financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), and the results for the period ended 30, June 2026 are not indicative of the results that may be expected for the year ended 31 December 2026.

c- **Functional and Presentation Currency**

These condensed financial statements are prepared in the Sudanese Geneih (SDG), which is the functional and presentation currency for the preparation of the financial statements of the bank.

3- Investment in Mudaraba

	June 30,2026 Unaudited SDG	December 31,2025 Audited SDG
Mudaraba with corporate & customers	1,092,754,000	690,000,000
Mudaraba with Hyper deal company	1,130,000,000	1,130,000,000
Al-Baraka investment fund fourth	15,000,000	15,000,000
Second investment fund - Hyper Deal Co	41,220,000	41,220,000
The animal production fund - Hyper Deal Co	250,000,000	250,000,000
Mudaraba with local banks	2,133,000,000	2,140,665,689
	4,661,974,000	**4,266,885,689**
Less: Provision for financing risk	(19,757,540)	-
	4,642,216,460	**4,266,885,689**

4- Musharka financing

	June 30,2026 Unaudited SDG	December 31,2025 Audited SDG
Musharaka	460,471,461	460,471,461
Less: Provision for financing risk	(460,471,461)	(100,471,461)
	-	**360,000,000**

5- Investments available for sale

	Ownership percentage	June 30,2026 Unaudited SDG	December 31,2025 Audited SDG
Alsalam bank- Bahrain	0.98%	43,576,269,490	23,792,715,873
AL Salam bank- Algeria	3.60%	35,982,911,200	22,484,000,000
King Abdullah city	0.06%	7,112,631,167	4,444,342,868
Local investment funds		82,926,000	232,800,892
Al Salam Real Estate Company	50%	50,000	50,000
		86,754,787,857	**50,953,909,633**

6- Investments Analysis

	June 30,2026 Unaudited SDG	December 31,2025 Audited SDG
Local Investments (note 6/1)	5,213,231,029	5,428,489,071
Investments in GCC countries (note 6/2)	50,688,900,657	28,237,058,741
Foreign Investments (Al Salam Bank - Algeria)	35,982,911,200	22,484,000,000
	91,885,042,886	**56,149,547,812**
Less: Provision for financing risk	(19,757,540)	(100,471,461)
	91,865,285,346	**56,049,076,351**

6. Investments Analysis (Continued)

6.1 Local Investments

	June 30,2026 Unaudited SDG	December 31,2025 Audited SDG
Local investment funds	82,926,000	232,800,892
Al-Baraka investment fund	15,000,000	15,000,000
Mudaraba with customers	1,092,754,000	690,000,000
Mudaraba with Hyper Deal Co	1,421,220,000	1,421,220,000
Mudaraba with Local Banks	2,133,000,000	2,140,665,689
Musharaka	-	460,471,461
Al Salam Real Estate Company	50,000	50,000
Local land	468,281,029	468,281,029
Total	**5,213,231,029**	**5,428,489,071**
Less: provision for investment risk	(19,757,540)	(100,471,461)
	5,193,473,489	**5,328,017,610**

6.2 Investments in GCC countries

	June 30,2026 Unaudited SDG	December 31,2025 Audited SDG
AL Salam Bank – Bahrain	43,576,269,490	23,792,715,873
King Abdullah City shares	7,112,631,167	4,444,342,868
	50,688,900,657	**28,237,058,741**

7- Capital

	June 30,2026 Unaudited SDG	December 31,2025 Audited SDG
Paid up capital	326,229,750	326,229,750
	326,229,750	**326,229,750**

The authorized share capital of the bank comprises 200 million share with a nominal value of USD 1 for each share, equivalent to SDG 2.69, issued and paid-up number of shares is 121,275,000.

8- Reserves: -

	June 30,2026 Unaudited SDG	December 31,2025 Audited SDG
Property revaluation reserve	307,550,184	307,550,184
Foreign investments revaluation reserve	78,428,037,653	46,848,781,997
Foreign assets and liabilities revaluation reserve	9,088,647,068	15,293,898,609
General reserve	284,407,948	284,407,948
Statutory reserve (note 9/1)	326,229,750	326,229,750
	88,434,872,603	**63,060,868,488**

8. Reserves (Continued): -

8.1 Statutory reserve

As required by the banking regulation law of 2004 and the central bank of Sudan circular dated 7 April 2007, 10% of net profit must be transferred to statutory reserve. The bank may discontinue such annual transfers when the reserve equals 100% of the paid-up capital.

9- Contra Accounts

The contra-accounts which are not included in the statement of financial position are as follows.

	June 30,2026 Unaudited SDG	December 31,2025 Audited SDG
Letters of credit	16,788,791,917	10,531,283,027
Letters of guarantee	6,365,690,105	127,839,225
Restricted Investments – Elneelein Bank - Abu Dhabi	116,844,790,082	70,233,337,765
Written off debts	7,468,833,460	4,667,144,760
	147,468,105,564	**85,559,604,777**