

Key Highlights

- Total Assets reached EGP 844,176 million, +3% YTD, up by EGP 24,290 million.
- Gross Loans reached EGP 406,698 million, +11% YTD, up by EGP 41,915 million.
- Customer Deposits reached EGP 700,032 million, +3% YTD, up by EGP 20,145 million.
- Non-performing Loans ratio and Total Coverage ratio of 5.23% and 107.0%, respectively.
- Capital Adequacy ratio of 24.3%, well above minimum required by CBE.
- Net Profit recorded EGP 15,102 million, +10% YOY, up by EGP 1,322 million.
- Cost-to-Income ratio of 18.4%.
- ROAA and ROAE of 3.63% and 31.5%, respectively.

Egypt's economy continued its recovery trajectory in the second quarter of 2025, supported by sustained stability in the local foreign exchange market. GDP grew by a solid 4.3%, up from 2.3% in the same quarter last year, driven by notable expansion across several sectors, a 35.4% YOY increase in private investment, and net foreign direct investment inflows of USD 6 billion. The Central Bank of Egypt initiated its monetary easing cycle, implementing cumulative interest rate cuts of 325 basis points in April and May, amid easing inflationary pressures. However, ongoing geopolitical tensions—despite an overall sense of optimism—are expected to weigh on select sectors, particularly the Suez Canal and tourism.

QNB Egypt capitalized on the improving macroeconomic backdrop to deliver strong, organic growth underpinned by solid fundamentals. The bank's balance sheet expanded by +3% YTD, reaching EGP 844 billion, primarily driven by a +3% increase in customer deposits, which stood at EGP 700 billion at the end of the second quarter.

On the asset side, loan growth was notably robust, rising by +11% to EGP 407 billion. This reflects the bank's growing appetite across both Retail and Corporate segments. The non-performing loan ratio stood at 5.23%, with a total coverage ratio of 107.0%, underscoring the bank's sound risk management and resilient credit portfolio.

QNB Egypt reported a solid net profit of EGP 15.1 billion, marking a +10% YOY increase. This performance was supported by an 18% rise in net interest income and a +24% increase in fees and commissions. The bank also maintained an efficiency ratio of 18.4%, highlighting its operational strength and disciplined cost management.

These results underscore QNB Egypt's steadfast commitment to sustainable growth and long-term value creation for its shareholders, clients, and the broader Egyptian economy.

Financial Results

1.1. Financial Position

- **Gross loans** grew by EGP 41.9 billion, reaching EGP 406.7 billion. This growth reflects a well-balanced exposure across segments. Corporate loans accounted for EGP 332.2 billion, up +11% YTD, and Retail loans reached EGP 74.5 billion, up +12% YTD.
- **Customer deposits** reached EGP 700 billion, up +3% YTD. Retail deposits showed a robust growth of +14% YTD to EGP 266.4 billion, while Corporate deposits declined by -3% YTD to EGP 433.6 billion.
- **Total Equity** attained EGP 100.7 billion which represents +10% YTD. The capital adequacy and tier 1 ratios stood at 24.3% and 23.8%, respectively, well above CBE's minimum requirements of 12.5% and 8.5%.
- **Liquidity Position** maintains a solid liquidity profile, with a gross loan/deposit ratio of 58.1%. When compared to the CBE's LCY liquidity ratio requirement of 20%, QNB recorded 25.0%. On the other hand, the CBE's FCY liquidity ratio requirement is 25%, while QNB recorded 55.3%. As of May-25, the Liquidity Coverage Ratio (LCR) was 690% in LCY and 388% in FCY, while the Net Stable Funding Ratio (NSFR) was 169% and 152%, respectively, reflecting prudent balance sheet management.

1.2. Income Statement

- **Net Banking Income**, Total net banking income recorded EGP 28.5 billion impacted by healthy growth in core components. The NII grew by +18% recording EGP 23,473 million, as well as the fees and commissions that went up to EGP 3,223 million, climbing by +24% over 1H24, partially offset by FX income from lower revaluation gains.
- **Operating expenses** increased to EGP 5,236 million, making an increase of +24% YOY. QNB maintained an efficient cost-to-income ratio of 18.4%.
- **Provision expense** recorded EGP 1,871 million, securing a total coverage ratio of 107%.
- **Net profit** grew to reach EGP 15,102 million by the end of the first half of 2025, and marking +10% up compared to 1H24.

Corporate Social Responsibility:

Creating a sustainable impact has always been at the heart of the QNB mission. Guided by a vision to empower underprivileged communities, QNB Egypt is committed to supporting initiatives that generate lasting, sustainable returns. In the agricultural sector, QNB Egypt signed a strategic protocol with the Desert Research Center (DRC) to support over 40 families in South Sinai. This initiative aims to develop and sustain agricultural projects, providing both employment opportunities and food security.

QNB Egypt also continues to champion women's empowerment. Through its sponsorship of training programs for rural women at the Sustainability Center – Aswan, the Bank supports skills development in various handicrafts. These efforts not only enhance employability but also help preserve and promote the region's rich heritage of traditional crafts.



Results Summary

1.3. Financial Position

Description	Separate basis			Consolidated basis		
in MEGP	Jun-25	Dec-24	YTD Growth	Jun-25	Dec-24	YTD Growth
Cash & due from banks	163,272	192,472	-15%	165,283	194,520	-15%
Loans to banks (Net)	4,671	2,504	87%	4,671	2,504	87%
Loans to Customers (Net)	382,842	344,011	11%	379,323	341,001	11%
Investments	258,413	252,458	2%	265,598	258,277	3%
Other assets	22,185	17,530	27%	29,301	23,583	24%
Total Assets	831,383	808,976	3%	844,176	819,886	3%
Customer Deposits	701,705	681,864	3%	700,032	679,887	3%
Due to banks	9,533	16,123	-41%	9,533	16,123	-41%
Other liabilities	22,594	22,441	1%	33,961	32,501	4%
Shareholders' equity	97,551	88,549	10%	100,650	91,376	10%
Total Liabilities and Equity	831,383	808,976	3%	844,176	819,886	3%

1.4. Income Statement

Description	Separate basis			Consolidated basis		
in MEGP	Jun-25	Jun-24	YOY Growth	Jun-25	Jun-24	YOY Growth
Net interest income	23,085	19,498	18%	23,473	19,813	18%
Fees and commissions	3,265	2,632	24%	3,223	2,600	24%
Other operating income ❶ ❷	1,382	4,237	-67%	1,781	4,720	-62%
Net banking income	27,732	26,368	5%	28,478	27,134	5%
Operating expenses ❷	(5,111)	(4,121)	24%	(5,236)	(4,207)	24%
Gross operating income	22,621	22,247	2%	23,242	22,927	1%
Net cost of risk ❶	(1,801)	(2,232)	-19%	(1,871)	(2,289)	-18%
Net income before tax	20,820	20,014	4%	21,371	20,638	4%
Income tax	(6,046)	(6,711)	-10%	(6,269)	(6,858)	-9%
Net Profit	14,774	13,304	11%	15,102	13,780	10%

*After the following adjustments from financial information published under Egyptian Accounting Standards ("EAS"):

❶ The net impact of the contingent liabilities provision and the other provisions – which is a part of the “Other operating income” according to the EAS, was transferred into “Credit Risk Provisions and other provisions”, as it fits better with the economic nature of these items.

❷ Intangible software expenses and building rental expenses have been restated from “Other operating income” to “Operating expenses” as they fit better with the economic nature of these items.

1.5. Key Indicators (Consolidated Basis)

Financial Indicators – Income Statement		Jun-25	Jun-24
Profitability	ROAA	3.63%	3.99%
	ROAE	31.5%	38.2%
Efficiency	Cost-to-Income ratio	18.4%	15.5%
Financial Indicators – Balance Sheet		Jun-25	Dec-24
Liquidity	Gross loans / deposits ratio	58.1%	53.7%
Asset Quality	Non-performing loans ratio	5.23%	5.44%
	Total Coverage ratio *	107.0%	107.0%
	Capital adequacy ratio**	24.3%	22.7%
	Leverage ratio**	10.9%	9.5%
Non-Financial Indicators		Jun-25	Dec-24
Non-Financial Indicators	Staff	7,489	7,605
	Active customers	1,909,953	1,853,244
	Branches	235	235
	ATMs	947	938
	Points of sales	40,732	39,193

* Including loans provision for stage 1, 2 and 3.

**CAR & Leverage ratios are restated compared to Dec-24 released data after considering profit share, board remuneration and the banking system support and development share.

About QNB

QNB was established in April 1978, with a majority stake of 94.97% owned by QNB Group, after the Group reduced their stake down from 97.12% during 2018, bringing the free float to the required minimum of 5% to comply with EGX listing requirements.

QNB is managing three successful funds: Money Market “Themar Fund”, equity “Tadawol Fund” and balanced “Tawazon Fund”.

Over the years, QNB established several subsidiaries in Egypt:

- QNB Leasing Company established in 1997. On June 26th, 2013, QNB raised its stake in QNB Leasing Co. from 60% to 99.9%.
- QNB Factoring Company set up in 2012, with QNB stake representing 99.9%.
- QNB Life Insurance Company set up in 2003. In January 2014, QNB increased its stake in QNB Life Insurance from 25% to 99.9%.
- QNB Asset Management Company, in June 2014 QNB increased its stake from 4.9% to 97.4%.

Contacts: www.qnb.com.eg

Ahmed Nabil
+202 2397 3700
Ahmed.Nabil@qnb.com.eg

Ahmed Osama
+202 2770 7727
Ahmed.M-Osama@qnb.com.eg

