



**Interim Condensed Consolidated Financial Statements**  
**30 September 2024**

**INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF QATAR NATIONAL BANK (Q.P.S.C.)**

**Introduction**

We have reviewed the accompanying interim condensed consolidated financial statements of Qatar National Bank (Q.P.S.C.) (the "Bank") and its subsidiaries (together referred to as the "Group") as at 30 September 2024, comprising of the interim consolidated statement of financial position as at 30 September 2024, the related interim consolidated statements of income and comprehensive income for the three and nine month periods then ended, and interim consolidated statement of changes in equity and interim consolidated statement of cash flows for the nine month period then ended, and the related explanatory notes.

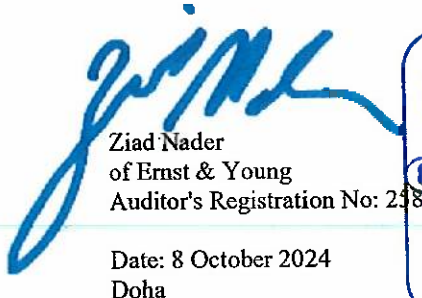
The Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with IAS 34 Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

**Scope of review**

We conducted our review 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 International Standards on Auditing and consequently does not enable us to obtain assurance that we would become 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 consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

  
Ziad Nader  
of Ernst & Young  
Auditor's Registration No: 238

Date: 8 October 2024  
Doha



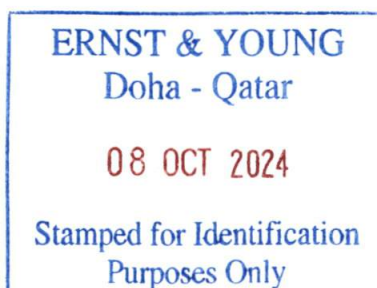
**Qatar National Bank (Q.P.S.C.)**  
**Interim Consolidated Statement of Financial Position**  
**As at 30 September 2024**

	Notes	30 September 2024 (Reviewed) QR000	30 September 2023 (Reviewed) QR000	31 December 2023 (Audited) QR000
<b>ASSETS</b>				
Cash and Balances with Central Banks		90,920,331	91,295,137	87,820,365
Due from Banks		75,223,311	80,131,165	86,476,920
Loans and Advances to Customers	3	905,143,507	815,471,568	852,987,250
Investment Securities	4	175,757,792	167,259,370	172,732,325
Investment in Associates		7,695,080	7,811,643	7,849,360
Property and Equipment		7,107,436	6,446,344	6,713,427
Intangible Assets		2,173,935	3,260,480	2,642,601
Other Assets		15,235,179	14,294,452	13,762,765
<b>Total Assets</b>		<b>1,279,256,571</b>	<b>1,185,970,159</b>	<b>1,230,985,013</b>
<b>LIABILITIES</b>				
Due to Banks		137,758,368	151,891,133	156,991,401
Customer Deposits		909,284,686	822,448,705	857,106,277
Debt Securities		38,812,596	33,627,925	36,288,867
Other Borrowings		36,863,071	25,466,698	29,400,073
Other Liabilities		43,744,908	44,017,105	40,991,301
<b>Total Liabilities</b>		<b>1,166,463,629</b>	<b>1,077,451,566</b>	<b>1,120,777,919</b>
<b>EQUITY</b>				
Issued Capital		9,236,429	9,236,429	9,236,429
Legal Reserve		25,326,037	25,326,037	25,326,037
Risk Reserve		12,000,000	11,000,000	12,000,000
Fair Value Reserve	5	(153,466)	(511,616)	(587,777)
Foreign Currency Translation Reserve		(30,300,579)	(28,812,442)	(29,157,890)
Other Reserves		(1,120,455)	(699,479)	(820,506)
Retained Earnings		76,620,366	71,909,011	73,102,343
<b>Total Equity Attributable to Equity Holders of the Bank</b>		<b>91,608,332</b>	<b>87,447,940</b>	<b>89,098,636</b>
Non - Controlling Interests		1,184,610	1,070,653	1,108,458
Instruments Eligible for Additional Tier 1 Capital		20,000,000	20,000,000	20,000,000
<b>Total Equity</b>		<b>112,792,942</b>	<b>108,518,593</b>	<b>110,207,094</b>
<b>Total Liabilities and Equity</b>		<b>1,279,256,571</b>	<b>1,185,970,159</b>	<b>1,230,985,013</b>

These interim condensed consolidated financial statements were approved by the Board of Directors on 8 October 2024 and were signed on its behalf by:

  
**Ali Ahmed Al-Kuwari**  
Chairman of the Board of Directors

  
**Abdulla Mubarak Al-Khalifa**  
Group Chief Executive Officer



The attached notes 1 to 14 form an integral part of these interim condensed consolidated financial statements.



**Qatar National Bank (Q.P.S.C.)**  
**Interim Consolidated Statement of Income**  
**For the Three and Nine Month Periods Ended 30 September 2024**

	Three Months to 30 September 2024 (Reviewed) QR000	Three Months to 30 September 2023 (Reviewed) QR000	Nine Months to 30 September 2024 (Reviewed) QR000	Nine Months to 30 September 2023 (Reviewed) QR000
Interest Income	32,493,160	25,523,288	92,838,670	68,673,070
Interest Expense	(24,254,008)	(17,499,700)	(68,788,434)	(46,431,545)
<b>Net Interest Income</b>	<b>8,239,152</b>	<b>8,023,588</b>	<b>24,050,236</b>	<b>22,241,525</b>
Fees and Commission Income	2,128,826	1,462,446	5,959,010	4,174,060
Fees and Commission Expense	(964,637)	(405,497)	(2,585,861)	(1,373,718)
<b>Net Fees and Commission Income</b>	<b>1,164,189</b>	<b>1,056,949</b>	<b>3,373,149</b>	<b>2,800,342</b>
Net Foreign Exchange Gain	597,812	964,391	2,215,666	2,699,638
Income from Investment Securities	104,233	106,772	276,689	336,081
Other Operating Income	89,858	145,230	133,009	422,840
<b>Operating Income</b>	<b>10,195,244</b>	<b>10,296,930</b>	<b>30,048,749</b>	<b>28,500,426</b>
Staff Expenses	(1,239,390)	(1,078,399)	(3,655,193)	(3,028,924)
Depreciation	(224,644)	(193,247)	(615,278)	(505,146)
Other Expenses	(876,436)	(762,143)	(2,570,602)	(2,273,050)
Net ECL / Impairment Losses on Loans and Advances to Customers	(1,728,376)	(1,351,296)	(5,248,814)	(6,099,860)
Net ECL / Impairment Recoveries / (Losses) on Investment Securities	819	(6,112)	(10,649)	(20,820)
Net ECL / Impairment Losses on Other Financial Instruments	(1,373)	(184,530)	(245,384)	(553,198)
Amortisation of Intangible Assets	(67,727)	(36,383)	(147,728)	(107,348)
Other Provisions	(10,281)	(7,194)	(29,781)	(45,725)
	<b>(4,147,408)</b>	<b>(3,619,304)</b>	<b>(12,523,429)</b>	<b>(12,634,071)</b>
Share of Results of Associates	166,086	170,177	429,678	506,192
<b>Profit Before Net Monetary Loss Arising from Hyperinflation and Income Taxes</b>	<b>6,213,922</b>	<b>6,847,803</b>	<b>17,954,998</b>	<b>16,372,547</b>
Net Monetary Loss Arising from Hyperinflation	(928,505)	(1,514,963)	(2,992,339)	(2,681,535)
<b>Profit for the Period Before Income Taxes</b>	<b>5,285,417</b>	<b>5,332,840</b>	<b>14,962,659</b>	<b>13,691,012</b>
Income Tax Charge	(680,162)	(1,024,954)	(2,078,452)	(1,708,466)
<b>Profit for the Period</b>	<b>4,605,255</b>	<b>4,307,886</b>	<b>12,884,207</b>	<b>11,982,546</b>
<b>Attributable to:</b>				
Equity Holders of the Bank	4,549,128	4,268,094	12,710,944	11,873,070
Non - Controlling Interests	56,127	39,792	173,263	109,476
<b>Profit for the Period</b>	<b>4,605,255</b>	<b>4,307,886</b>	<b>12,884,207</b>	<b>11,982,546</b>

Earnings Per Share (QR) (Basic and Diluted)  
(note 12)

0.46

0.43

1.28

1.19

**ERNST & YOUNG**  
Doha - Qatar

**08 OCT 2024**

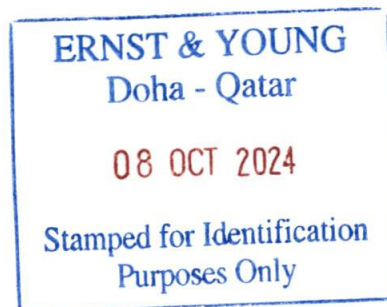
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The attached notes 1 to 14 form an integral part of these interim condensed consolidated financial statements.



**Qatar National Bank (Q.P.S.C.)**  
**Interim Consolidated Statement of Comprehensive Income**  
**For the Three and Nine Month Periods Ended 30 September 2024**

	Three Months to 30 September 2024 (Reviewed) QR000	Three Months to 30 September 2023 (Reviewed) QR000	Nine Months to 30 September 2024 (Reviewed) QR000	Nine Months to 30 September 2023 (Reviewed) QR000
<b>Profit for the Period</b>	<b>4,605,255</b>	<b>4,307,886</b>	<b>12,884,207</b>	<b>11,982,546</b>
<b>Other Comprehensive (Loss) / Income Items that are or may be Reclassified to Consolidated Income Statement in Subsequent Periods:</b>				
Foreign Currency Translation Differences for Foreign Operations	(120,981)	(627,657)	(4,233,883)	(4,001,631)
Share of Other Comprehensive Income of Associates	(120,360)	(190,314)	(300,109)	(318,798)
Effective Portion of Changes in Fair Value of Cash Flow Hedges	493,987	(158,313)	301,728	(579,930)
Effective Portion of Changes in Fair Value of Net Investment in Foreign Operations	(51,251)	99,054	36,848	12,476
Investments in Debt Instruments Measured at FVOCI				
Net Change in Fair Value	45,691	(181,995)	70,838	(140,508)
Net Amount Transferred to Income Statement	(8,922)	42,328	(16,389)	(49,246)
<b>Other Comprehensive Income / (Loss) Items that will not be Reclassified to Consolidated Income Statement:</b>				
Net Change in Fair Value of Investments in Equity Instruments Designated at FVOCI	109,608	54,285	46,732	(652,001)
Effects of Hyperinflation	910,286	1,649,996	2,951,360	1,998,124
<b>Total Other Comprehensive Income / (Loss) for the Period, net of Income Taxes</b>	<b>1,258,058</b>	<b>687,384</b>	<b>(1,142,875)</b>	<b>(3,731,514)</b>
<b>Total Comprehensive Income for the Period</b>	<b>5,863,313</b>	<b>4,995,270</b>	<b>11,741,332</b>	<b>8,251,032</b>
<b>Attributable to:</b>				
Equity Holders of the Bank	5,802,140	4,949,477	11,702,579	8,173,960
Non - Controlling Interests	61,173	45,793	38,753	77,072
<b>Total Comprehensive Income for the Period</b>	<b>5,863,313</b>	<b>4,995,270</b>	<b>11,741,332</b>	<b>8,251,032</b>

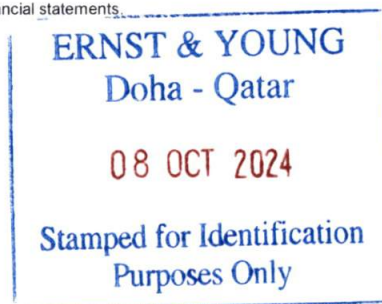


The attached notes 1 to 14 form an integral part of these interim condensed consolidated financial statements.

**Qatar National Bank (Q.P.S.C.)**  
**Interim Consolidated Statement of Changes in Equity**  
**For the Nine Month Period Ended 30 September 2024**

	Equity Attributable to Equity Holders of the Bank										Total
	Issued Capital	Legal Reserve	Risk Reserve	Fair Value Reserve	Foreign Currency Translation Reserve	Other Reserves	Retained Earnings	Equity Attributable to Equity Holders of the Bank	Non Controlling Interests	Instruments Eligible for Additional Tier 1 Capital	
	QR000	QR000	QR000	QR000	QR000	QR000	QR000	QR000	QR000	QR000	
<b>Balance at 1 January 2024</b>	9,236,429	25,326,037	12,000,000	(587,777)	(29,157,890)	(820,506)	73,102,343	89,098,636	1,108,458	20,000,000	110,207,094
<b>Total Comprehensive Income for the Period</b>											
Profit for the Period	-	-	-	-	-	-	12,710,944	12,710,944	173,263	-	12,884,207
Other Comprehensive Income / (Loss)	-	-	-	434,273	(1,142,689)	(299,949)	-	(1,008,365)	(134,510)	-	(1,142,875)
<b>Total Comprehensive Income / (Loss) for the Period</b>	-	-	-	<b>434,273</b>	<b>(1,142,689)</b>	<b>(299,949)</b>	<b>12,710,944</b>	<b>11,702,579</b>	<b>38,753</b>	-	<b>11,741,332</b>
Reclassification of Net Change in Fair Value of Equity Instruments upon Derecognition	-	-	-	38	-	-	(38)	-	-	-	-
<b>Transactions with Equity Holders, Recognised Directly in Equity</b>											
Dividend for the Year 2023 (note 6)	-	-	-	-	-	-	(6,003,679)	(6,003,679)	-	-	(6,003,679)
Interim Dividend for the Year 2024 (note 6)	-	-	-	-	-	-	(3,048,021)	(3,048,021)	-	-	(3,048,021)
Other Movements	-	-	-	-	-	-	(141,183)	(141,183)	37,399	-	(103,784)
<b>Total Transactions Recognised Directly in Equity</b>	-	-	-	-	-	-	<b>(9,192,883)</b>	<b>(9,192,883)</b>	<b>37,399</b>	-	<b>(9,155,484)</b>
<b>Balance at 30 September 2024</b>	<b>9,236,429</b>	<b>25,326,037</b>	<b>12,000,000</b>	<b>(153,466)</b>	<b>(30,300,579)</b>	<b>(1,120,455)</b>	<b>76,620,366</b>	<b>91,608,332</b>	<b>1,184,610</b>	<b>20,000,000</b>	<b>112,792,942</b>
Balance at 1 January 2023	9,236,429	25,326,037	11,000,000	890,129	(26,833,105)	(381,451)	65,848,784	85,086,823	969,962	20,000,000	106,056,785
<b>Total Comprehensive Income for the Period</b>											
Profit for the Period	-	-	-	-	-	-	11,873,070	11,873,070	109,476	-	11,982,546
Other Comprehensive Loss	-	-	-	(1,401,745)	(1,979,337)	(318,028)	-	(3,699,110)	(32,404)	-	(3,731,514)
<b>Total Comprehensive (Loss) / Income for the Period</b>	-	-	-	<b>(1,401,745)</b>	<b>(1,979,337)</b>	<b>(318,028)</b>	<b>11,873,070</b>	<b>8,173,960</b>	<b>77,072</b>	-	<b>8,251,032</b>
<b>Transactions with Equity Holders, Recognised Directly in Equity</b>											
Dividend for the Year 2022 (note 6)	-	-	-	-	-	-	(5,541,857)	(5,541,857)	-	-	(5,541,857)
Other Movements	-	-	-	-	-	-	(270,986)	(270,986)	23,619	-	(247,367)
<b>Total Transactions Recognised Directly in Equity</b>	-	-	-	-	-	-	<b>(5,812,843)</b>	<b>(5,812,843)</b>	<b>23,619</b>	-	<b>(5,789,224)</b>
<b>Balance at 30 September 2023</b>	<b>9,236,429</b>	<b>25,326,037</b>	<b>11,000,000</b>	<b>(511,616)</b>	<b>(28,812,442)</b>	<b>(699,479)</b>	<b>71,909,011</b>	<b>87,447,940</b>	<b>1,070,653</b>	<b>20,000,000</b>	<b>108,518,593</b>

The attached notes 1 to 14 form an integral part of these interim condensed consolidated financial statements.



**Qatar National Bank (Q.P.S.C.)**  
**Interim Consolidated Statement of Cash Flows**  
**For the Nine Month Period Ended 30 September 2024**

	Nine Months to 30 September 2024 (Reviewed) QR000	Nine Months to 30 September 2023 (Reviewed) QR000	Year to 31 December 2023 (Audited) QR000
<b>Cash Flows from Operating Activities</b>			
Profit Before Income Taxes	14,962,659	13,691,012	17,961,819
Adjustments for:			
Interest Income	(92,838,670)	(68,673,070)	(97,133,328)
Interest Expense	68,788,434	46,431,545	66,716,288
Depreciation	615,278	505,146	660,050
Net ECL / Impairment Losses on Loans and Advances to Customers	5,248,814	6,099,860	8,691,980
Net ECL / Impairment Losses on Investment Securities	10,649	20,820	23,521
Net ECL / Impairment Losses on Other Financial Instruments	245,384	553,198	937,611
Other Provisions	29,781	45,725	126,553
Dividend Income	(96,465)	(104,625)	(107,412)
Net Loss / (Gain) on Sale of Property and Equipment	12,789	(18,786)	(41,166)
Net Gain on Sale of Investment Securities	(180,224)	(231,456)	(280,756)
Amortisation of Intangible Assets	147,728	107,348	132,569
Net Amortisation of Premium or Discount on Investments	768,062	2,273,186	(6,202,390)
Net Share of Results of Associates	(429,678)	(506,192)	(473,347)
Net Monetary Loss Arising from Hyperinflation	2,992,339	2,681,535	3,503,094
	<b>276,880</b>	<b>2,875,246</b>	<b>(5,484,914)</b>
<b>Changes in:</b>			
Due from Banks	(12,432,256)	(14,102,570)	(135,741)
Loans and Advances to Customers	(74,973,715)	(40,504,181)	(82,454,092)
Other Assets	(10,875,910)	5,625,694	(3,536,405)
Due to Banks	(17,341,349)	13,494,074	17,038,038
Customer Deposits	79,329,376	17,544,980	44,976,013
Other Liabilities	10,382,895	(4,070,062)	2,701,078
<b>Cash used in Operations</b>	<b>(25,634,079)</b>	<b>(19,136,819)</b>	<b>(26,896,023)</b>
Interest Received	87,033,459	62,261,052	90,063,723
Interest Paid	(62,598,150)	(39,232,073)	(59,178,859)
Dividends Received	96,465	104,625	107,412
Income Tax Paid	(1,645,373)	(1,413,005)	(2,553,677)
Other Provisions Paid	(13,213)	(100,543)	(77,216)
<b>Net Cash Flows (used in) / from Operating Activities</b>	<b>(2,760,891)</b>	<b>2,483,237</b>	<b>1,465,360</b>
<b>Cash Flows from Investing Activities</b>			
Acquisitions of Investment Securities	(179,022,832)	(143,906,318)	(193,983,510)
Proceeds from Sale / Redemption of Investment Securities	170,567,064	128,981,902	177,496,441
Dividend from Associates	206,443	167,737	-
Additions to Property and Equipment	(1,012,581)	(1,086,597)	(1,243,961)
Proceeds from Sale of Property and Equipment	15,212	23,094	79,450
<b>Net Cash Flows used in Investing Activities</b>	<b>(9,246,694)</b>	<b>(15,820,182)</b>	<b>(17,651,580)</b>

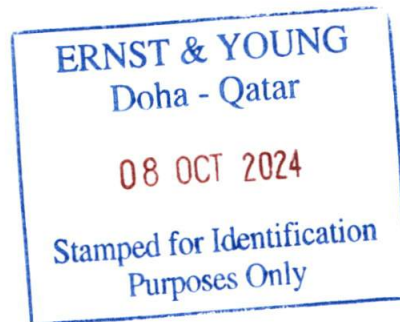
**ERNST & YOUNG**  
**Doha - Qatar**

**08 OCT 2024**

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**Qatar National Bank (Q.P.S.C.)**  
**Interim Consolidated Statement of Cash Flows (Continued)**  
**For the Nine Month Period Ended 30 September 2024**

	Note	Nine Months to 30 September 2024 (Reviewed) QR000	Nine Months to 30 September 2023 (Reviewed) QR000	Year to 31 December 2023 (Audited) QR000
<b>Cash Flows from Financing Activities</b>				
Payment of Coupon on Instruments Eligible for Additional Capital		(1,150,000)	(1,082,917)	(1,082,917)
Proceeds from Issuance of Debt Securities		11,947,761	1,087,964	3,685,243
Repayment of Debt Securities		(9,713,362)	(2,235,422)	(2,261,848)
Proceeds from Issuance of Other Borrowings		8,808,350	2,766,137	7,987,291
Repayment of Other Borrowings		(1,048,202)	(1,972,270)	(3,472,552)
Repayment of Lease Liabilities		(137,374)	(88,881)	(203,591)
Dividends Paid		(9,055,903)	(5,538,308)	(5,540,393)
<b>Net Cash Flows used in Financing Activities</b>		<b>(348,730)</b>	<b>(7,063,697)</b>	<b>(888,767)</b>
Net Decrease in Cash and Cash Equivalents		(12,356,315)	(20,400,642)	(17,074,987)
Effects of Exchange Rate Changes on Cash and Cash Equivalents		(1,264,844)	(1,915,487)	(2,110,827)
Cash and Cash Equivalents as at 1 January		108,127,812	127,313,626	127,313,626
<b>Cash and Cash Equivalents at 30 September</b>		<b>94,506,653</b>	<b>104,997,497</b>	<b>108,127,812</b>
<b>/ 31 December</b>	11	<b>94,506,653</b>	<b>104,997,497</b>	<b>108,127,812</b>



The attached notes 1 to 14 form an integral part of these interim condensed consolidated financial statements.



**Qatar National Bank (Q.P.S.C.)**  
**Notes to the Interim Condensed Consolidated Financial Statements**  
**For the Nine Month Period Ended 30 September 2024**

**1. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION**

The accompanying interim condensed consolidated financial statements are prepared in accordance with IAS 34 *'Interim Financial Reporting'*. These interim condensed consolidated financial statements should be read in conjunction with the 2023 annual audited consolidated financial statements of the Group.

The interim condensed consolidated financial statements do not contain all information and disclosures required for full consolidated financial statements prepared in accordance with International Financial Reporting Standards. In addition, results for the nine month period ended 30 September 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

The preparation of the interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2023.

The Group has consistently applied the accounting policies as applied in the annual consolidated financial statements for the year ended 31 December 2023, except for the changes that became effective from 1 January 2024.

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements for the year ended 31 December 2023, except for addition of climate related matters mentioned below.

The following amendments to existing standards have been applied by the Group in preparation of these interim condensed consolidated financial statements. The adoption of these new standards do not have significant impact on the interim condensed consolidated financial statements.

<b>Description</b>	<b>Effective from</b>
Classification of Liabilities as Current or Non-current (Amendments to IAS 1)	1 January 2024
Lease Liability in a Sale and Leaseback (Amendments to IFRS 16)	1 January 2024
Disclosures: Supplier Finance Arrangements (Amendments to IAS 7 and IFRS 7)	1 January 2024
Non-current Liabilities with Covenants – Amendments to IAS 1	1 January 2024
<b>New Standards, Amendments Issued but not yet Effective</b>	
Lack of Exchangeability – Amendments to IAS 21	1 January 2025
Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7	1 January 2026
IFRS 18, Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19, Subsidiaries without Public Accountability: Disclosures	1 January 2027
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture – Amendments to IFRS 10 and IAS 28	Deferred indefinitely

The Group is currently evaluating the impact of these amendments. The Group will adopt it when the amendments become effective.

**Climate-related matters**

The Group considers climate-related matters in accounting judgements, estimates and assumptions, where appropriate. This assessment includes a wide range of possible impacts on the Group due to both physical and transition risks. Most climate-related risks are expected to impact over a term that is generally longer than the contractual maturity of most exposures, nonetheless climate-related matters increase the uncertainty in estimates and assumptions underpinning certain items in the financial statements. Currently, climate-related risks do not have a significant impact on measurement, though the Group is closely monitoring relevant changes and developments.

**Qatar National Bank (Q.P.S.C.)**  
**Notes to the Interim Condensed Consolidated Financial Statements**  
**For the Nine Month Period Ended 30 September 2024**

**1. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**

The items and considerations that are most directly impacted by climate-related matters include useful life of property and equipment, impairment of non-financial assets, expected credit losses and fair value measurement, among others.

**Classification of Turkey as a hyperinflationary economy**

From 1 April 2022, the Turkish economy has been considered hyperinflationary based on the criteria established by International Accounting Standard 29, '*Financial Reporting in Hyperinflationary Economies*' ('IAS 29'). This designation is determined following an assessment of a series of qualitative and quantitative circumstances, including the presence of a cumulative inflation rate of more than 100% over the previous three years.

IAS 29 requires that consolidated financial statements are stated in terms of the measuring unit current at the balance sheet date which requires restatement of non-monetary assets and liabilities to reflect the changes in the general purchasing power of the Turkish Lira.

The restatements were calculated by means of conversion factors derived from the consumer price indices. Such index as announced by Turkish Statistical Institute is as follows:

<b>Date</b>	<b>Index</b>
30 September 2024	2,526.16
31 December 2023	1,859.38
30 September 2023	1,691.04

The basic principles, in relation to the financial information of QNB Finansbank, applied in the accompanying interim condensed consolidated financial statements, are summarized in the following paragraphs.

Adjustment for prior periods

- Adjustment of the historical carrying values of non-monetary assets and liabilities and the various items of equity from their date of acquisition or inclusion in the consolidated statement of financial position to the end of the reporting period to reflect the changes in purchasing power of the currency caused by inflation, according to the indices published by the Turkish Statistical Institute. The cumulative impact for previous years had been reflected through other comprehensive income. Since QNB Group's comparative amount are presented in a stable currency, these comparative amounts are not restated.

Adjustment for current period

- Monetary assets and liabilities, which are carried at amounts current at the date of statement of financial position, are not restated because they are already expressed in terms of the monetary unit current at the date of statement of financial position.
- Non-monetary assets and liabilities, which are not carried at amounts current at the date of statement of financial position, and components of shareholders' equity are restated by applying the relevant conversion factors.
- All items in the statement of income are restated by applying the conversion factors from the date on which the transaction originated except for those amounts deriving from non-monetary items, which are calculated based on the restated values of the related items.
- The effect of application indices on the Group's net monetary position is included in the statement of income as monetary gain or loss.
- All items in the statement of cash flows are expressed in a measuring unit current at the date of statement of financial position; they are therefore restated by applying the relevant conversion factors from the date on which the transaction originated.

**Qatar National Bank (Q.P.S.C.)**  
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**2. SEGMENT INFORMATION**

The Group is organised into four main operating segments. The results of each of the operating segments which are being monitored regularly by the Chief Operating Decision Maker, are stated below:

	<b>Qatar Operations</b>				<b>International Banking</b>	<b>Total</b>
	<b>Corporate Banking</b>	<b>Consumer Banking</b>	<b>Asset and Wealth Management</b>	<b>Unallocated &amp; Intra-group Transactions</b>		
	<b>QR000</b>	<b>QR000</b>	<b>QR000</b>	<b>QR000</b>		
<b>As at and for the nine month period ended 30 September 2024:</b>						
<b>Revenue:</b>						
Net Interest Income	11,791,964	746,891	601,856	295,460	10,614,065	24,050,236
Net Fees and Commission Income	873,899	208,858	272,967	2,555	2,014,870	3,373,149
Net Foreign Exchange Gain	377,297	142,426	87,819	(10,667)	1,618,791	2,215,666
Income from Investment Securities	79,630	-	-	-	197,059	276,689
Other Operating Income	-	98	374	-	132,537	133,009
Share of Results of Associates	426,029	-	-	-	3,649	429,678
<b>Total Segment Revenue</b>	<b>13,548,819</b>	<b>1,098,273</b>	<b>963,016</b>	<b>287,348</b>	<b>14,580,971</b>	<b>30,478,427</b>
<b>Reportable Segment Profit</b>	<b>7,912,886</b>	<b>634,752</b>	<b>792,936</b>	<b>11,547</b>	<b>3,358,823</b>	<b>12,710,944</b>
<b>Reportable Segment Investments</b>	<b>109,553,053</b>	<b>-</b>	<b>3,805</b>	<b>-</b>	<b>66,200,934</b>	<b>175,757,792</b>
<b>Reportable Segment Loans and Advances</b>	<b>659,774,599</b>	<b>10,579,864</b>	<b>42,252,825</b>	<b>-</b>	<b>192,536,219</b>	<b>905,143,507</b>
<b>Reportable Segment Customer Deposits</b>	<b>434,616,535</b>	<b>40,523,877</b>	<b>47,105,838</b>	<b>-</b>	<b>387,038,436</b>	<b>909,284,686</b>
<b>Reportable Segment Assets</b>	<b>925,477,685</b>	<b>42,539,083</b>	<b>49,082,449</b>	<b>(348,626,349)</b>	<b>610,783,703</b>	<b>1,279,256,571</b>

**Qatar National Bank (Q.P.S.C.)**  
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**2. SEGMENT INFORMATION (CONTINUED)**

	<b>Qatar Operations</b>					<b>Total</b>
	<b>Corporate Banking</b>	<b>Consumer Banking</b>	<b>Asset and Wealth Management</b>	<b>Unallocated &amp; Intra-group Transactions</b>	<b>International Banking</b>	
	<b>QR000</b>	<b>QR000</b>	<b>QR000</b>	<b>QR000</b>	<b>QR000</b>	
<b>As at and for the nine month period ended 30 September 2023:</b>						
<b>Revenue:</b>						
Net Interest Income	12,363,399	631,085	555,675	163,060	8,528,306	22,241,525
Net Fees and Commission Income	850,180	275,332	238,973	7,672	1,428,185	2,800,342
Net Foreign Exchange Gain	309,670	132,441	128,935	3,740	2,124,852	2,699,638
Income from Investment Securities	92,110	-	-	-	243,971	336,081
Other Operating Income	-	88	253	533	421,966	422,840
Share of Results of Associates	506,159	-	-	-	33	506,192
<b>Total Segment Revenue</b>	<b>14,121,518</b>	<b>1,038,946</b>	<b>923,836</b>	<b>175,005</b>	<b>12,747,313</b>	<b>29,006,618</b>
<b>Reportable Segment Profit</b>	<b>7,595,079</b>	<b>545,764</b>	<b>719,838</b>	<b>(96,347)</b>	<b>3,108,736</b>	<b>11,873,070</b>
<b>Reportable Segment Investments</b>	<b>104,967,147</b>	<b>-</b>	<b>3,455</b>	<b>-</b>	<b>62,288,768</b>	<b>167,259,370</b>
<b>Reportable Segment Loans and Advances</b>	<b>596,864,917</b>	<b>10,166,440</b>	<b>35,454,982</b>	<b>-</b>	<b>172,985,229</b>	<b>815,471,568</b>
<b>Reportable Segment Customer Deposits</b>	<b>389,044,010</b>	<b>38,426,661</b>	<b>43,491,682</b>	<b>-</b>	<b>351,486,352</b>	<b>822,448,705</b>
<b>Reportable Segment Assets</b>	<b>872,015,497</b>	<b>41,195,243</b>	<b>45,365,227</b>	<b>(318,037,458)</b>	<b>545,431,650</b>	<b>1,185,970,159</b>



**Qatar National Bank (Q.P.S.C.)**  
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**For the Nine Month Period Ended 30 September 2024**

**3. LOANS AND ADVANCES TO CUSTOMERS**

	<b>30 September 2024 (Reviewed) QR000</b>	<b>30 September 2023 (Reviewed) QR000</b>	<b>31 December 2023 (Audited) QR000</b>
Loans and Advances to Customers	922,446,870	831,853,852	870,256,058
Deferred Profit	(36,135)	(85,888)	(86,847)
Accrued Interest	18,019,076	15,910,533	17,039,054
Expected Credit Losses - Performing Loans and Advances to Customers - Stage 1 and 2	(7,717,045)	(6,752,421)	(7,840,156)
Impairment on Non-performing Loans and Advances to Customers - Stage 3	(27,569,259)	(25,454,508)	(26,380,859)
<b>Net Loans and Advances to Customers</b>	<b><u>905,143,507</u></b>	<b><u>815,471,568</u></b>	<b><u>852,987,250</u></b>

The gross exposure of loans and advances to customers by stage is as follows:

	<b>30 September 2024 (Reviewed) QR000</b>	<b>30 September 2023 (Reviewed) QR000</b>	<b>31 December 2023 (Audited) QR000</b>
Stage 1	867,039,962	772,532,289	811,875,883
Stage 2	45,823,926	49,808,761	48,977,878
Stage 3	27,565,923	25,337,447	26,354,504
<b>Total Gross Exposures</b>	<b><u>940,429,811</u></b>	<b><u>847,678,497</u></b>	<b><u>887,208,265</u></b>

The expected credit losses and impairment for the period for loans and advances to customers is as follows:

	<b>30 September 2024</b>			
	<b>Stage 1 (Reviewed) QR000</b>	<b>Stage 2 (Reviewed) QR000</b>	<b>Stage 3 (Reviewed) QR000</b>	<b>Total (Reviewed) QR000</b>
Opening Balance of Provisions as at 1 January 2024	2,851,725	4,988,431	26,380,859	34,221,015
ECL / Impairment Charge for the Period (Net)	(193,270)	360,677	6,524,620	6,692,027
Foreign Currency Translation for the Period	(257,923)	(201,338)	(660,716)	(1,119,977)
Transfers from Stage 1 to 2	(2,060)	2,060	-	-
Transfers from Stage 3 to 2	-	168,743	(168,743)	-
Write-offs during the Period	-	-	(4,506,761)	(4,506,761)
<b>Closing Balance as at 30 September 2024</b>	<b><u>2,398,472</u></b>	<b><u>5,318,573</u></b>	<b><u>27,569,259</u></b>	<b><u>35,286,304</u></b>

**Qatar National Bank (Q.P.S.C.)**  
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**3. LOANS AND ADVANCES TO CUSTOMERS (CONTINUED)**

	<b>30 September 2023</b>			
	<b>Stage 1 (Reviewed) QR000</b>	<b>Stage 2 (Reviewed) QR000</b>	<b>Stage 3 (Reviewed) QR000</b>	<b>Total (Reviewed) QR000</b>
Opening Balance of Provisions as at 1 January 2023	2,511,635	4,030,285	23,327,375	29,869,295
ECL / Impairment Charge for the Period (Net)	703,828	1,264,393	5,263,809	7,232,030
Foreign Currency Translation for the Period	(699,620)	(550,286)	(604,766)	(1,854,672)
Transfers from Stage 1 to 2	(8,274)	8,274	-	-
Transfers from Stage 2 to 3	-	(507,814)	507,814	-
Transfer to ECL for contingent liabilities	-	-	(15,198)	(15,198)
Write-offs during the Period	-	-	(3,024,526)	(3,024,526)
<b>Closing Balance as at 30 September 2023</b>	<b><u>2,507,569</u></b>	<b><u>4,244,852</u></b>	<b><u>25,454,508</u></b>	<b><u>32,206,929</u></b>

ECL / impairment charge for the period includes interest in suspense and recoveries of balances previously written off, net for QR1,443 million (30 September 2023: QR1,130 million).

**4. INVESTMENT SECURITIES**

	<b>30 September 2024 (Reviewed) QR000</b>	<b>30 September 2023 (Reviewed) QR000</b>	<b>31 December 2023 (Audited) QR000</b>
Investment Securities at Fair Value Through Profit or Loss (FVPL)	1,252,848	980,168	747,245
Investment Securities at Fair Value Through Other Comprehensive Income (FVOCI)	53,096,123	49,661,698	54,952,070
Investment Securities at Amortised Cost (AC), net	117,718,182	113,181,134	113,056,867
Accrued Interest	3,690,639	3,436,370	3,976,143
<b>Total</b>	<b><u>175,757,792</u></b>	<b><u>167,259,370</u></b>	<b><u>172,732,325</u></b>

The above includes impairment allowance in respect of debt securities amounting to QR295.8 million (31 December 2023: QR288.5 million).

**5. FAIR VALUE RESERVE**

	<b>30 September 2024 (Reviewed) QR000</b>	<b>30 September 2023 (Reviewed) QR000</b>	<b>31 December 2023 (Audited) QR000</b>
Cash Flow Hedges	(68,868)	(379,271)	(370,523)
Fair Value Through Other Comprehensive Income (FVOCI)	(302,894)	(491,697)	(398,702)
Hedges of a Net Investment in Foreign Operations	218,296	359,352	181,448
<b>Total</b>	<b><u>(153,466)</u></b>	<b><u>(511,616)</u></b>	<b><u>(587,777)</u></b>

The Fair Value Reserve for Investments at Fair Value Through Other Comprehensive Income include the loss allowance amounting to QR27.5 million (31 December 2023: QR26.6 million).

**6. DIVIDENDS**

The interim cash dividend in respect of the six-month period ended 30 June 2024 of QR0.33 per share, amounting to a total of QR3,048 million, was approved by the Board of Directors on 8 July 2024, and was approved by the Qatar Central Bank on 14 July 2024.

The cash dividend in respect of the year ended 31 December 2023 of QR0.65 per share, amounting to a total of QR6,004 million, was approved by the shareholders at the Annual General Assembly meeting on 11 February 2024.

**Qatar National Bank (Q.P.S.C.)**  
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**6. DIVIDENDS (CONTINUED)**

The cash dividend in respect of the year ended 31 December 2022 of QR0.60 per share, amounting to a total of QR5,542 million, was approved by the shareholders at the Annual General Assembly meeting on 13 February 2023.

**7. CONTINGENT LIABILITIES AND OTHER COMMITMENTS**

	<b>30 September 2024 (Reviewed) QR000</b>	<b>30 September 2023 (Reviewed) QR000</b>	<b>31 December 2023 (Audited) QR000</b>
<b>Contingent Liabilities</b>			
Unused Facilities	148,019,213	126,896,485	129,278,050
Guarantees	80,171,568	65,019,194	66,720,876
Letters of Credit	49,091,061	44,304,455	52,315,037
<b>Others</b>	7,172,549	18,926,719	14,765,344
<b>Total</b>	<b>284,454,391</b>	<b>255,146,853</b>	<b>263,079,307</b>

The gross exposure of contingent liabilities by stage is as follows:

	<b>30 September 2024 (Reviewed) QR000</b>	<b>30 September 2023 (Reviewed) QR000</b>	<b>31 December 2023 (Audited) QR000</b>
Stage 1	272,865,900	229,807,750	242,504,900
Stage 2	3,874,633	5,760,788	5,156,950
Stage 3	541,309	651,596	652,113
<b>Total Gross Exposures</b>	<b>277,281,842</b>	<b>236,220,134</b>	<b>248,313,963</b>

The expected credit losses and impairment for the period for contingent liabilities is as follows:

	<b>30 September 2024</b>			
	<b>Stage 1 (Reviewed) QR000</b>	<b>Stage 2 (Reviewed) QR000</b>	<b>Stage 3 (Reviewed) QR000</b>	<b>Total (Reviewed) QR000</b>
Opening Balance of Provisions as at 1 January 2024	579,907	230,473	336,174	1,146,554
ECL / Impairment Charge for the Period (Net)	(104,267)	2,128	99,667	(2,472)
Foreign Currency Translation for the Period	(28,322)	(5,502)	(7,867)	(41,691)
Transfers during the Period	(9,069)	265	8,804	-
<b>Closing Balance as at 30 September 2024</b>	<b>438,249</b>	<b>227,364</b>	<b>436,778</b>	<b>1,102,391</b>

	<b>30 September 2023</b>			
	<b>Stage 1 (Reviewed) QR000</b>	<b>Stage 2 (Reviewed) QR000</b>	<b>Stage 3 (Reviewed) QR000</b>	<b>Total (Reviewed) QR000</b>
Opening Balance of Provisions as at 1 January 2023	405,529	161,498	114,548	681,575
ECL / Impairment Charge for the Period (Net)	175,434	38,751	67,674	281,859
Foreign Currency Translation for the Period	(65,836)	(6,812)	(1,075)	(73,723)
Transfer from ECL for loans and advances	-	15,198	-	15,198
Transfers during the Period	(169)	169	-	-
<b>Closing Balance as at 30 September 2023</b>	<b>514,958</b>	<b>208,804</b>	<b>181,147</b>	<b>904,909</b>

**Qatar National Bank (Q.P.S.C.)**  
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**8. RELATED PARTY DISCLOSURES**

The Group has transactions in the ordinary course of business with directors and officers of the Group and entities over which they have significant influence and control. As at the end of the reporting period, such significant items included:

	<b>30 September 2024 (Reviewed) QR000</b>	<b>30 September 2023 (Reviewed) QR000</b>	<b>31 December 2023 (Audited) QR000</b>
<b>Statement of Financial Position Items</b>			
Loans and Advances to Customers	3,397,877	3,508,197	3,561,825
Customer Deposits	1,778,845	1,667,929	1,576,395
Contingent Liabilities and Other Commitments	59,492	39,683	35,276
<b>Statement of Income Items</b>			
Interest and Commission Income	152,508	150,632	204,012
Interest and Commission Expense	1,181	61,058	81,389
<b>Associates</b>			
Due from banks	1,228,682	900,127	1,256,738
Interest and Commission Income	49,964	39,552	69,778
Due to banks	496	59,239	1,648
Interest and Commission Expense	474	1,661	19,196

**Compensation of key management personnel is as follows:**

Salaries and Other Benefits	48,022	42,421	46,708
End of Service Indemnity Benefits	2,622	1,455	2,071

The Group also has significant commercial transactions with the State of Qatar, which owns 50% of the Bank's outstanding shares through Qatar Investment Authority, amounting to QR93,789 million included in loans and advances (31 December 2023: QR89,091 million) and QR27,441 million included in customer deposits (31 December 2023: QR26,864 million).

**9. CAPITAL ADEQUACY**

	<b>30 September 2024 (Reviewed) QR000</b>	<b>30 September 2023 (Reviewed) QR000</b>	<b>31 December 2023 (Audited) QR000</b>
Common Equity Tier 1 (CET 1) Capital	86,452,244	68,512,440	76,825,790
Eligible Additional Tier 1 (AT 1) Capital Instruments	20,000,000	20,000,000	20,000,000
Additional Tier 1 Capital	93,611	71,228	80,842
Additional Tier 2 Capital	6,521,250	5,468,824	5,935,517
<b>Total Eligible Capital</b>	<b>113,067,105</b>	<b>94,052,492</b>	<b>102,842,149</b>
<b>Risk Weighted Assets</b>	<b>579,254,755</b>	<b>494,558,944</b>	<b>519,038,605</b>
Total Capital Ratio	19.5%	19.0%	19.8%

The above ratio is calculated based on Total Eligible Capital.



**Qatar National Bank (Q.P.S.C.)**  
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**9. CAPITAL ADEQUACY (CONTINUED)**

QNB Group follows Basel III Capital Adequacy Ratio (CAR) calculation in accordance with Qatar Central Bank (QCB) regulations. QCB has issued Basel III Framework for Conventional Banks – Pillar 1 Guidelines for Capital Adequacy in September 2022 (commonly known as Basel III reforms or Basel IV) that are effective from 1 January 2024. QNB Group's Capital Adequacy Ratio (CAR) calculation for periods beginning 1 January 2024 have been prepared in accordance with the applicable QCB requirements. In addition, QCB has increased DSIB buffer for QNB Group from 2.5% to 3.5% from 1 January 2024. The minimum accepted total Capital Adequacy Ratio requirements under Basel III as per QCB Requirements is as follows:

- Minimum limit without Capital Conservation buffer is 10% (31 December 2023: 10%) .
- Minimum limit including Capital Conservation buffer, ICAAP buffer and the applicable Domestically Systemically Important Bank ("DSIB") buffer is 17% (31 December 2023: 16%).

**10. FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS**

The table below analyses financial instruments measured at fair value at the end of the reporting period, by the level in the fair value hierarchy into which the fair value measurement is categorised. There is no change in fair value hierarchy compared to 31 December 2023.

	Level 1 QR000	Level 2 QR000	Level 3 QR000	Total QR000
<b>At 30 September 2024: (Reviewed)</b>				
Derivative Assets	-	8,757,771	-	8,757,771
Investment Securities	36,547,616	18,605,855	-	55,153,471
	<b>36,547,616</b>	<b>27,363,626</b>	<b>-</b>	<b>63,911,242</b>
Derivative Liabilities	161	5,767,276	-	5,767,437
	<b>161</b>	<b>5,767,276</b>	<b>-</b>	<b>5,767,437</b>
<b>At 31 December 2023: (Audited)</b>				
Derivative Assets	-	7,128,139	-	7,128,139
Investment Securities	31,754,032	24,756,630	-	56,510,662
	<b>31,754,032</b>	<b>31,884,769</b>	<b>-</b>	<b>63,638,801</b>
Derivative Liabilities	40	5,492,025	-	5,492,065
	<b>40</b>	<b>5,492,025</b>	<b>-</b>	<b>5,492,065</b>

**11. CASH AND CASH EQUIVALENTS**

For the purposes of the interim consolidated statement of cash flows, cash and cash equivalents comprise the following balances:

	30 September 2024 (Reviewed) QR000	30 September 2023 (Reviewed) QR000	31 December 2023 (Audited) QR000
Cash and Balances with Central Banks	34,533,776	33,746,671	27,988,326
Due from Banks with Original Maturity of Three Months or Less	59,972,877	71,250,826	80,139,486
<b>Total</b>	<b>94,506,653</b>	<b>104,997,497</b>	<b>108,127,812</b>

Cash and Balances with Central Banks do not include mandatory reserve deposits.

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**12. BASIC AND DILUTED EARNINGS PER SHARE**

	<b>Three Months to 30 September 2024 (Reviewed) QR000</b>	<b>Three Months to 30 September 2023 (Reviewed) QR000</b>	<b>Nine Months to 30 September 2024 (Reviewed) QR000</b>	<b>Nine Months to 30 September 2023 (Reviewed) QR000</b>
Profit for the Period Attributable to Equity Holders of the Bank	4,549,128	4,268,094	12,710,944	11,873,070
Less: Dividend Appropriation for Instruments Eligible for Additional Tier 1 Capital	(287,500)	(287,500)	(862,500)	(862,500)
Net Profit for the Period Attributable to Equity Holders of the Bank	<u>4,261,628</u>	<u>3,980,594</u>	<u>11,848,444</u>	<u>11,010,570</u>
Weighted Average Number of Shares	9,236,428,570	9,236,428,570	9,236,428,570	9,236,428,570
Earnings Per Share (QR) - Basic and Diluted	<u><u>0.46</u></u>	<u><u>0.43</u></u>	<u><u>1.28</u></u>	<u><u>1.19</u></u>

**13. SHARE BUY BACK**

On 11 September 2024, the Board of Directors of Qatar National Bank (Q.P.S.C.) approved share repurchase to buy back a percentage of the Bank's shares for a value up to QAR2.9 billion, subject to obtaining relevant regulatory approvals from Qatar Central Bank and Qatar Financial Markets Authority.

As at the date of authorisation of these interim condensed consolidated financial statements, the regulatory approvals have been obtained. As at the end of the reporting period and up to the date of authorisation of interim condensed consolidated financial statements, the Bank has not bought back any shares.

**14. COMPARATIVE INFORMATION**

Certain comparative information has been reclassified where necessary to preserve consistency with the presentation in the current period. However, such reclassifications did not have any effect on the interim consolidated statement of income or the consolidated equity of the Group for the comparative period / year.