

Statements of Profit or Loss
Year ended 31 December 2025
(With comparative figures for the year ended 31 December 2024)

	Group		Bank	
	2025 BS'000	2024 BS'000	2025 BS'000	2024 BS'000
Profits from financing, leasing and investments	466,958	471,231	427,094	439,577
Profits paid/payable to depositors	(121,673)	(139,112)	(120,814)	(137,899)
Net profit margin	345,285	332,119	306,280	301,678
Fee and commission income	59,045	54,940	57,017	52,784
Fee and commission expense	(23,400)	(20,221)	(23,400)	(20,221)
Net fee and commission income	35,645	34,719	33,617	32,563
Gain/(loss) from derivatives and investments	69,090	(147,944)	69,090	(147,944)
Net foreign exchange (loss)/gain	(129,701)	102,116	(129,701)	102,116
Other operating income	15,063	22,201	16,009	23,883
Total income	335,382	343,211	295,295	312,296
Less:				
Personnel expenses	(84,241)	(74,799)	(70,254)	(62,469)
Other expenses	(91,041)	(76,452)	(69,811)	(62,838)
Total operating expenses	(175,282)	(151,251)	(140,065)	(125,307)
Operating profit before allowances	160,100	191,960	155,230	186,989
Less:				
Allowance for impairment on financial assets	(7,749)	(7,418)	(6,737)	(6,658)
Operating profit	152,351	184,542	148,493	180,331
Share of profits of associates and joint ventures	2,579	1,891	–	–
Profit before zakat and tax	154,930	186,433	148,493	180,331
Less:				
Zakat	(2,723)	(2,228)	(2,723)	(2,228)
Income tax expense	(30,567)	(30,327)	(25,487)	(27,674)
Total zakat and income tax expense	(33,290)	(32,555)	(28,210)	(29,902)
Profit for the year	121,640	153,878	120,283	150,429
Profit for the year attributable to:				
Equity holders of the Bank	121,640	153,878	120,283	150,429
Profit for the year	121,640	153,878	120,283	150,429
Earnings per share				
Basic earnings per share (dollars)	0.17	0.21		
Diluted earnings per share (dollars)	0.17	0.21		

Statements of Comprehensive Income
Year ended 31 December 2025
(With comparative figures for the year ended 31 December 2024)

	Group		Bank	
	2025 BS'000	2024 BS'000	2025 BS'000	2024 BS'000
Profit for the year	121,640	153,878	120,283	150,429
Other comprehensive income:				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
- Net change in fair value of equity investments at FVOCI	–	597	–	597
<i>Items that are or may be reclassified subsequently to profit or loss</i>				
- Net change in fair value of debt investments at FVOCI	30,808	16,228	30,808	16,228
- Foreign currency translation differences	(267)	114	–	–
Share of other comprehensive income of associate	909	42	–	–
Tax on other comprehensive income	(5,687)	(3,122)	(5,687)	(3,122)
Other comprehensive income for the year, net of tax	25,763	13,859	25,121	13,703
Total comprehensive income for the year	147,403	167,737	145,404	164,132
Attributable to:				
Equity holders of the Bank	147,403	167,737	145,404	164,132
Total comprehensive income for the year	147,403	167,737	145,404	164,132

Statements of Financial Position
As at 31 December 2025
(With comparative figures as at 31 December 2024)

	Group		Bank	
	2025 BS'000	2024 BS'000	2025 BS'000	2024 BS'000
Assets				
Cash and cash equivalents	2,392,926	2,292,521	2,395,746	2,294,400
Balances with Brunei Darussalam Central Bank	502,342	553,536	447,507	505,827
Placements with and financing and advances to banks	559,048	824,983	1,420,070	1,570,982
Government sukus	22,269	9,358	22,269	9,358
Investments	1,395,296	1,500,220	1,395,296	1,500,220
Derivative financial assets	19,414	12,014	19,414	12,014
Financing and advances	5,983,263	5,448,261	4,967,735	4,549,430
Investments in subsidiaries	–	–	86,203	73,289
Investments in associates	59,013	58,610	32,757	34,203
Other assets	325,620	409,056	321,207	436,849
Property and equipment	111,052	112,021	79,242	80,882
Investment property	18,385	19,445	18,385	19,445
Deferred tax assets	5,650	9,900	732	6,240
Total assets	11,394,278	11,249,925	11,206,563	11,093,139
Liabilities and equity				
Deposits from customers	8,622,060	8,332,378	8,557,068	8,268,465
Deposits from banks and other financial institutions	259,216	288,390	276,876	332,323
Placements from other financial institutions	565,970	602,762	565,970	602,762
Derivative financial liabilities	18,988	65,201	18,988	65,201
Other liabilities	429,195	507,471	424,208	501,254
Zakat	9,569	7,946	9,569	7,946
Provision for taxation	34,291	39,141	31,764	37,007
Deferred tax liabilities	8,134	5,719	–	–
Total liabilities	9,947,423	9,849,008	9,884,443	9,814,958

Statements of Financial Position (Cont'd)
As at 31 December 2025
(With comparative figures as at 31 December 2024)

	Group		Bank	
	2025 BS'000	2024 BS'000	2025 BS'000	2024 BS'000
Equity				
Share capital	507,325	507,325	507,325	507,325
Statutory reserves fund	605,266	599,075	558,046	552,032
Other reserves	334,264	294,517	256,749	218,824
Total equity attributable to equity holders of the Bank	1,446,855	1,400,917	1,322,120	1,278,181
Total equity	1,446,855	1,400,917	1,322,120	1,278,181
Total liabilities and equity	11,394,278	11,249,925	11,206,563	11,093,139

Statement of Changes in Equity
Year ended 31 December 2025
(With comparative figures for the year ended 31 December 2024)

Group	Share capital BS'000	Statutory reserves fund BS'000	Other reserves			Total shareholders' funds BS'000
			Fair value reserve BS'000	Foreign currency translation reserve BS'000	Retained profits BS'000	
At 1 January 2025	507,325	599,075	(8,574)	(97)	303,188	1,400,917
Profit for the year	–	–	–	–	121,640	121,640
Other comprehensive income	–	–	26,030	(267)	–	25,763
Total comprehensive income for the year	–	–	26,030	(267)	121,640	147,403
Transfers to statutory reserves	–	6,191	–	–	(6,191)	–
Transactions with owners of the Bank						
Contributions and distributions						
Dividends paid on ordinary shares	–	–	–	–	(101,465)	(101,465)
Total contributions and distributions	–	–	–	–	(101,465)	(101,465)
At 31 December 2025	507,325	605,266	17,456	(364)	317,172	1,446,855

Group	Share capital BS'000	Statutory reserves fund BS'000	Other reserves			Total shareholders' funds BS'000
			Fair value reserve BS'000	Foreign currency translation reserve BS'000	Retained profits BS'000	
At 1 January 2024	507,325	591,175	(22,319)	(211)	283,316	1,359,286
Profit for the year	–	–	–	–	153,878	153,878
Other comprehensive income	–	–	13,745	114	–	13,859
Total comprehensive income for the year	–	–	13,745	114	153,878	167,737
Transfers to statutory reserves	–	7,900	–	–	(7,900)	–
Transactions with owners of the Bank						
Contributions and distributions						
Dividends paid on ordinary shares	–	–	–	–	(126,106)	(126,106)
Total contributions and distributions	–	–	–	–	(126,106)	(126,106)
At 31 December 2024	507,325	599,075	(8,574)	(97)	303,188	1,400,917

Bank	Share capital BS'000	Statutory reserves fund BS'000	Other reserves			Total BS'000
			Fair value reserve BS'000	Retained profits BS'000		
At 1 January 2025	507,325	552,032	(13,462)	232,286	1,278,181	
Profit for the year	–	–	–	120,283	120,283	
Other comprehensive income	–	–	25,121	–	25,121	
Total comprehensive income for the year	–	–	25,121	120,283	145,404	
Transfers to statutory reserves	–	6,014	–	(6,014)	–	

Bank	Share capital BS'000	Statutory reserves fund BS'000	Other reserves			Total BS'000
			Fair value reserve BS'000	Retained profits BS'000		
At 31 December 2025	507,325	558,046	11,659	245,090	1,322,120	

Bank	Share capital BS'000	Statutory reserves fund BS'000	Other reserves			Total BS'000
			Fair value reserve BS'000	Retained profits BS'000		
At 1 January 2024	507,325	544,510	(27,165)	215,485	1,240,155	
Profit for the year	–	–	–	150,429	150,429	
Other comprehensive income	–	–	13,703	–	13,703	
Total comprehensive income for the year	–	–	13,703	150,429	164,132	
Transfers to statutory reserves	–	7,522	–	(7,522)	–	
Transactions with owners of the Bank						
Contributions and distributions						
Dividends paid on ordinary shares	–	–	–	(126,106)	(126,106)	
Total contributions and distributions	–	–	–	(126,106)	(126,106)	
At 31 December 2024	507,325	552,032	(13,462)	232,286	1,278,181	

Statements of Cash Flows
Year ended 31 December 2025
(With comparative figures for the year ended 31 December 2024)

	Group		Bank	
	2025	2024	2025	2024
	BS'000	BS'000	BS'000	BS'000
Cash flows from operating activities				
Profit before zakat and tax	154,930	186,433	148,493	180,331
Adjustments for:				
Dividend income from subsidiaries	–	–	–	(1,500)
Dividend income from associate	–	–	(1,639)	–
Allowance for impairment on financing and advances made	6,764	7,086	5,756	6,302
Allowance for impairment on receivables made	968	188	968	188
Depreciation/amortisation of property and equipment and investment property	28,248	21,509	19,333	15,214
Allowance for impairment on investments charged	17	144	13	168
Loss on disposal of property and equipment	757	240	641	–
Gain on disposal of assets held for sale	–	(4,475)	–	(6,555)
Change in share of net assets of associates and joint ventures	(1,133)	(444)	–	–
	190,551	210,681	173,565	194,148
Changes in:				
Deposits from customers	289,682	211,107	288,603	246,445
Deposits from banks and other financial institutions	(29,174)	(40,937)	(55,447)	(44,613)
Placements from other financial institutions	(36,792)	418,193	(36,792)	418,193
Derivative financial liabilities	(46,213)	49,491	(46,213)	49,491
Other liabilities	(77,715)	158,657	(76,925)	157,088
Balances with Brunei Darussalam Central Bank	51,194	(40,766)	58,320	(35,001)
Placements with and financing and advances to banks	272,508	196,144	157,488	113,654
Government sukuks	(12,911)	501	(12,911)	501
Investments	135,693	(68,974)	135,693	(68,974)
Financing and advances	(541,766)	(502,919)	(424,061)	(410,507)
Derivative financial assets	(7,400)	55,825	(7,400)	55,825
Other assets	83,436	(173,042)	104,367	(199,511)
	271,093	473,961	258,287	476,739
Zakat paid	(1,100)	(2,893)	(1,100)	(2,893)
Taxes paid	(33,850)	(35,536)	(30,322)	(31,847)
Net cash generated from operating activities	236,143	435,532	226,865	441,999
Cash flows from investing activities				
Purchase of property and equipment	(25,075)	(30,265)	(15,544)	(16,425)
Acquisition of investment property	(8)	–	(8)	–
Proceeds from disposal of assets held for sale	–	35,000	–	11,633
Investments in associates	–	(27,123)	(193)	(27,123)
Dividend received from subsidiaries	–	–	–	1,500
Dividend received from associate	1,639	–	1,639	–
Net cash used in investing activities	(23,444)	(22,388)	(14,106)	(30,415)
Cash flows from financing activities				
Dividends paid	(101,465)	(126,106)	(101,465)	(126,106)
Repayment of lease principal	(2,942)	(2,779)	(2,213)	(2,185)
Profit on lease liabilities	(1,339)	(1,216)	(1,187)	(1,216)
Net cash used in financing activities	(105,746)	(130,101)	(104,865)	(129,507)
Net change in cash and cash equivalents	106,953	283,043	107,894	282,077
Cash and cash equivalents at 1 January	2,292,521	2,002,117	2,294,400	2,004,962
Effect of exchange rate fluctuations on cash and cash equivalents held	(6,548)	7,361	(6,548)	7,361
Cash and cash equivalents at 31 December	2,392,926	2,292,521	2,395,746	2,294,400

CERTIFICATION:

We, the undersigned, being the Managing Director and Chief Executive Officer, and the Acting Chief Financial Officer of Bank Islam Brunei Darussalam Berhad certify jointly that:-

- The above accounts and statements have been prepared in accordance with International Financial Reporting Standards.
- The information contained in these statements has been extracted from the audited financial accounts and statements.

Junaidi bin Hj Masri
Managing Director and Chief Executive Officer
Date: 10 March 2026

Jennifer Foo Lee Kuen
Acting Chief Financial Officer
Date: 10 March 2026

Independent Auditors' Report

To the Board of Directors of Bank Islam Brunei Darussalam Berhad

Report on the Audit of the Financial Statements
Our Opinion

In our opinion, the accompanying consolidated financial statements of Bank Islam Brunei Darussalam Berhad and its subsidiaries (the "Group") and the parent financial statements of Bank Islam Brunei Darussalam Berhad (the "Parent Bank") are properly drawn up in accordance with the provisions of the Brunei Darussalam Companies Act, Chapter 39 (the "Act"), Islamic Banking Act, Chapter 168 and the International Financial Reporting Standards (IFRS) Accounting Standards so as to give a true and fair view of the financial position of the Group and of the Parent Bank as at 31 December 2025, and of their financial performance and of their cash flows for the year then ended.

What we have audited

The financial statements comprise:

- the consolidated and parent statement of profit or loss for the year ended 31 December 2025;
- the consolidated and parent statement of comprehensive income for the year ended 31 December 2025;
- the consolidated and parent statement of financial position as at 31 December 2025;
- the consolidated and parent statement of changes in equity for the year ended 31 December 2025;
- the consolidated and parent statement of cash flows for the year ended 31 December 2025; and
- the notes to the consolidated and parent financial statements, comprising material accounting policy information and other explanatory information.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISA). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Group and of the Parent Bank in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (IESBA Code), as applicable to audits of financial statements of public interest entities, together with the ethical requirements that are relevant to our audit of the consolidated and parent financial statements of public interest entities in Brunei Darussalam. We have also fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

Other matter

The financial statements of the Group and of the Parent Bank as at and for the year ended 31 December 2024 were audited by another firm of auditors whose report, dated 24 March 2025, expressed an unmodified opinion on those consolidated and parent financial statements.

Other information

The directors are responsible for the other information. The other information comprises the information included in the Directors' Report, and the Statement by Directors and Shariah Advisory Board Report but does not include the consolidated and parent financial statements and our auditor's report thereon, which we obtained prior to the date of this auditor's report, and the Annual Report, which is expected to be made available to us after that date.

Our opinion on the consolidated and parent financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated and parent financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated and parent financial statements to our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated and parent financial statements in accordance with the provisions of the Act and IFRS Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated and parent financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and parent financial statements, management is responsible for assessing the ability of the Group and of the Parent Bank to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Parent Bank or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group and the Parent Bank's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated and parent financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISA will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and parent financial statements.

As part of an audit in accordance with ISA, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and parent financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and of the Parent Bank's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and of the Parent Bank to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Parent Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and parent financial statements, including the disclosures, and whether the consolidated and parent financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Group as a basis for forming an opinion on the group financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required by the Act to be kept by the Parent Bank have been properly kept in accordance with the provisions of the Act. We have obtained all the information and explanations that we required.

PricewaterhouseCoopers Services

Chai Xiang Yuin
Partner

Brunei Darussalam
18 March 2026