

Press Release:

Dubai Islamic Bank showcases an exceptional First Quarter 2025 Performance, Reaffirming its Position as the Global Leader in Islamic Finance

The first three months saw the bank deliver double-digit pretax earnings growth, significant asset quality improvement, and industry-first sustainability milestones

- **Operating Revenue of AED 3.2 billion, growth of 5% YoY.**
- **Pre-tax Profit of AED 2.1 billion, solid growth of 14% YoY.**
- **Balance sheet expanded by 3% YTD to AED 355 billion.**
- **Net Financing portfolio grew by 5% YTD to AED 223 billion.**
- **Robust deposit growth of 7%, YTD now at AED 265 billion.**

Dubai, April 24, 2025

Dubai Islamic Bank (DFM: DIB), the world's first full-service Sharia-compliant bank and the largest Islamic bank in the UAE, announced its results for the financial year ending March 31, 2025.

The Bank recorded a powerful start to the year, delivering AED 2.1 billion in group pre-tax profit – a 14% year-on-year increase – driven primarily by quality earning assets growth. Further, robust deposit mobilisation, led to the balance sheet expanding by 3% to AED 355 billion, reaffirming DIB's strategic resilience and underscoring its growing influence in shaping the future of Islamic finance on the global stage.

Q1 2025 Highlights:

- **Operating Revenues** showed a healthy increase of 5% YoY to reach AED 3,154 million.
- **Group Pre-Tax Profit** reported at AED 2,108 million up 14% YoY, with **Net Profit** (post-tax) of AED 1,797 million, up by 8% YoY.
- **Net Financing and Sukuk Investments** increased to AED 307 billion, up 4% YTD. Strong Net Financing growth at nearly 5% YTD to reach to AED 223 billion.
- **Total Assets** now at AED 355 billion, up by 3% YTD.
- **Customer Deposits** increased to AED 265 billion, up by more than 7% YTD.
- **CASA balances** up by 4% YTD to reach AED 99 billion. CASA comprises 37% of the bank's total deposits.
- **Impairment charges** low at AED 163 million, significantly declining further by 45% YoY.

- **NPF Ratio** continues to improve, reduced by 30 bps to 3.7% (vs 4.0% in Q4 2024).
- **Cash Coverage** and **Total Coverage** continue to improve, now at 98% and 139% respectively.
- **Cost-to-Income Ratio** lower by 30 bps YoY to 28.0%.
- **Pre-tax RoA** and **RoTE** at 2.5% and 22% respectively higher YoY by 20 bps and 160 bps.
- **Post-tax ROA** of 2.1% and **RoTE** of 18% respectively.
- Healthy capital ratios with **CET1 Ratio** at 13.4% and **CAR** at 17.3%, well above the regulatory minimum.

Management's comments for the period ending 31st March 2025:



**His Excellency Mohammed
Ibrahim Al Shaibani**

**Director-General of His
Highness The Ruler's
Court of Dubai and
Chairman of Dubai Islamic
Bank**

- *The global economy and financial markets have remained under pressure since the start of the year, driven by continued shifts in trade and immigration policy across major developed economies particularly the United States. With this backdrop, global growth is expected to stay moderate, and inflationary trends remain present in select advanced and emerging markets.*
Despite these global conditions, the UAE continues to stand out. Its expanding non-oil economy, deep trade partnerships and steady domestic growth have allowed it to maintain stability and move forward with confidence.
- *The UAE banking sector recorded strong growth of 12% in 2024, driven through higher financing activity across public and private sectors. At Dubai Islamic Bank our results for the first quarter are a clear reflection of our commitment to this national progress — supporting key sectors, driving financial inclusion, and sustaining disciplined growth.*
- *Dubai's economy continues to gain momentum, particularly in areas such as financial services, real estate, tourism and construction. These are sectors where DIB remains active and invested. As the world's first full-service Sharia-compliant bank, we are proud to play a defining role in this transformation — both at home and across the wider Islamic banking landscape.*



Dr. Adnan Chilwan

**Group Chief Executive
Officer**

- *The global environment remains uncertain, shaped by ongoing volatility in trade, regulation, and investor sentiment. Yet, while many economies continue to adjust, the UAE moves forward on its robust ambitions, guided by long-term reforms, expanding sectoral strength, and a clear economic vision.*
- *At Dubai Islamic Bank, our first-quarter performance reflects this direction. The **balance sheet** grew to AED 355 billion, up by more than 3% year to date, supported by deposits growth of nearly 7% as we continue to deliver balanced, quality-driven expansion across our retail and wholesale segments.*
- *There has been consistent improvement in our **asset quality** over the recent years. Our Non-Performing Financing (NPF) ratio dropped to its lowest levels since the global pandemic, now standing at 3.7% (lower 30 bps YTD). This clearly demonstrates the robust risk management approach and prudent underwriting guidelines that we have ingrained into our medium- and long-term business growth strategy.*
- *The bank's **profitability** remained strong with pre-tax profit exceeding the AED 2 billion mark, growing nearly 14% year-on-year, whilst post-tax profit rose to AED 1.8 billion, a solid growth of 8% year-on-year, despite the introduction of the enhanced corporate tax. Our returns continue to reflect the strength of our business model, with pre-tax RoTE at 22% (+160 bps YoY) and RoA at 2.5% (+20 bps YoY). DIB continues to position itself as a consistent value creator, across all cycles.*
- *But for us performance alone does not define leadership. Our real focus lies in building an institution that is financially strong, values-driven, and future-ready. A core part of that journey is our sustainability agenda — one that is embedded in our long-term strategy, not just an add-on. In the first quarter, we launched our Sustainability-Linked Finance Facilities Framework — the first of its kind by any Islamic bank globally — alongside the continued expansion of our sustainable finance platform.*

Financial Review

Income statement summary

AED millions	Mar 2025	Mar 2024	YoY % change
Total Income	5,512	5,607	(2%)
Depositors' / Sukuk holders share of profit	(2,358)	(2,609)	(10%)
Net Operating revenue	3,154	2,998	5%
Operating expenses	(883)	(849)	4%
Profit before impairment losses	2,271	2,149	6%
Impairment losses	(163)	(299)	(45%)
Pre tax profit	2,108	1,850	14%
Income tax	(311)	(186)	67%
Net profit for the period	1,797	1,664	8%

Key Ratios (%)	Mar 2025	Mar 2024	Change (bps)
Net Profit Margin %	2.9%	3.0%	(10 bps)
Cost to income ratio %	28.0%	28.3%	(30 bps)
Pre-tax return on average assets %	2.5%	2.3%	20 bps
Pre-tax return on tangible equity %	22.0%	20.4%	160 bps
Return on average assets %	2.1%	2.1%	-
Return on tangible equity %	18.0%	18.0%	-

Balance Sheet Summary

AED millions	Mar 2025	Dec 2024	Change
Net Financing and Sukuk Investments	306,703	294,588	4%
Equities & Properties Investments	9,215	8,797	5%
Other Assets	9,032	8,960	1%
Due from banks and financial institutions	4,940	5,642	(12%)
Cash & CB Balances	25,379	26,700	(5%)
Total Assets	355,269	344,687	3%
Customers' deposits	264,847	248,546	7%
Sukuk financing instruments	21,400	24,154	(11%)
Other liabilities	13,257	13,280	-
Total Liabilities	306,743	291,834	5%
Shareholder Equity & Reserves	38,084	39,725	(4%)
Tier 1 Sukuk	7,364	10,101	(27%)
Non-Controlling interest	3,095	3,028	2%
Total Liabilities and Equity	355,269	344,687	3%

Key Ratios (%)	Mar 2025	Dec 2024	Change (bps)
Liquidity Coverage Ratio (LCR)	133.0%	159.4%	(2,640 bps)
CET 1	13.4%	13.2%	20 bps
Capital Adequacy Ratio (CAR)	17.3%	18.3%	(100 bps)
Non-Performing Financing (NPF)	3.7%	4.0%	(30 bps)
Cash Coverage	98%	97%	100 bps

Operating Performance

- **Net Operating Revenue** grew by 5.2% YoY to AED 3,154 million supported by **non-funded income** which grew by 13% YoY. **Net profit margin** at 2.9% lower by 10 bps YoY, but within the guidance range.
- **Operating expenses** amounted to AED 883 million during the first quarter **rising** by 4% YoY. **Cost-to-Income ratio**, registered 28.0%, **lower** by 30 bps YoY.
- **Pre-impairment profit increased** by 5.7% YoY to AED 2,271 million compared to AED 2,149 million in Q1 2024.
- **Impairment charges** continue to **decline** at AED 163 million significantly lower by 45.4% YoY on the back of an improving asset quality. **Cost of risk** continue to be **low** at 20 bps for Q1 '25.
- **Pre-tax profit** grew by 13.9% YoY to reach AED 2,108 million. **Group Net Profit increased** by 8.0% YoY to reach AED 1,797 million vs AED 1,664 million in same period of previous year.
- **Returns continue to trend higher** compared to previous year with **Pre-tax ROA** and **ROTE** standing at 2.5% and 22% respectively. **Post tax ROA** fell to 2.1% (lower 40 bps YoY) while **post-tax ROTE** remained stable YoY to 18% impacted by higher tax rates in 2025.

Balance Sheet Trends

- The bank's **New Gross Underwriting and Sukuk Investments** during quarter amounted to more than AED 26 billion, a **strong growth** of 26% YoY compared to AED 21 billion in Q1 '24. Both retail and corporate businesses continue to demonstrate growth at 47% and 72% YoY, respectively in terms of new gross underwriting.
- Despite higher repayments during the first quarter, **early settlements** significantly **declined** by more than 60% compared to Q1 '24 resulting in strong net movement.
- **Net Financing & Sukuk Investments** grew to AED 307 billion, up by 4% YTD from AED 295 billion in FY '24. Business growth was driven by **Net Financing** growth of 5% YTD to AED 223 billion and **Sukuk Investment** of 2% YTD to AED 84 billion.
- Overall **asset base** of the bank continued its **healthy expansion** with 3% YTD growth to AED 355 billion.
- **Customer deposits** grew 7% to AED 265 billion with **CASA** balances witnessing **growth** of 4% YTD to AED 99 billion. CASA now comprises 37% of Total Deposits. Investment deposits witnessed a growth of 8% YTD.
- Regulatory **liquidity ratios** remain **healthy** with **LCR** at 133% and **NSFR** at 105%.
- **Non-Performing Financing (NPF) Ratio** **significantly improved** to 3.7%, lower by 30 bps YTD and 127 bps YoY. The NPF amount declined further by AED 470 million to AED 8.7 billion, depicting continued improvement in asset quality.
- **Cash Coverage Ratio** **improved** to 98% and overall coverage including collateral increased to 139%.
- Capital ratios remain **healthy** strong with **CAR** at 17.3% and **CET 1** ratio at 13.4%, both well above the regulatory requirement.

Business Highlights (Q1 2025)

- The bank continued to demonstrate strong **growth momentum** during the first quarter.
- **Consumer Banking** portfolio grew by more than 9% YTD to AED 68 billion. The portfolio's total gross new underwriting in Q1 '25 was more than AED 9 billion, 47% higher compared to Q1 '24. All consumer assets witnessed **healthy growth** driven primarily by auto financing which saw 7% YTD increase in its portfolio, supported by auto financing campaigns. Consumer banking demonstrated higher revenue growth of 11% YoY driven by strong performance in fees & commission.
- **Local & Cross Border Corporate banking portfolio grew** to AED 155 billion up 4% YTD. Sectors such as utilities, manufacturing and financial institutions were key drivers of the growth in the quarter.
- **Treasury & Sukuk portfolio grew** to AED 84 billion up 2% YTD, driven by growth in financial institutions and services exposure. Revenues grew 7% YoY, supported by increasing yields on its assets.

Other Key Highlights (Q1 2025)

- DIB **increased its shareholding in T.O.M. Group** from 20% to 25%. This higher investment highlights DIB's confidence in **Türkiye's** financial landscape and its robust fast-scaling digital banking and fintech ecosystem. Türkiye continues to be a pivotal market for DIB, given its sizeable population, rapidly expanding digital infrastructure, and impressive economic growth trajectory. The move aligns with DIB's vision to drive financial inclusion and bring innovative Sharia-compliant financial services to underbanked and non-banked segments.
- During the quarter, the bank issued three (3) key new publications to further drive its sustainability ambitions; the **Annual Sustainability Report**, the **Annual Sustainable Finance Report** and lastly the **Sustainability-Linked Finance Facilities financing Framework**, which is a first by any Islamic bank globally. This framework will support existing and new customers transform their current business model into a more sustainable and future-proof one. The focus of the framework is on Climate Change Mitigation, with predefined Key Performance Indicators related to reduction of emissions and adoption of renewable energy solutions.
- All of the recent publications reflect DIB's ambitions towards global sustainability in terms of further driving transparency and disclosure and propelling sustainable finance. In addition, the bank also released a renewed and expanded version of **DIB's Sustainable Finance Framework** which is now one of the most comprehensive in the market.
- The bank **launched the DIB Academy**, a new institutional platform designed to embed structured, certified, and inclusive learning across the bank. Built to serve every employee, in every function and at every level, the Academy represents a fundamental shift in how the bank views workforce development: not as a support mechanism, but as a strategic driver of performance, resilience, and relevance in an increasingly complex world.

Awards List (Q1 2025)

Date	Award Giving Body	Award Received
Mar 2025	28th Emirates Environmental Group Annual Corporate Gala	<ul style="list-style-type: none"> • Cultivating Sustainability Award
Mar 2025	Centre of Assessments for Excellence	<ul style="list-style-type: none"> • DIB Complaints Management Department ISO Certification
Feb 2025	MEA Finance SME Summit and Awards 2025	<ul style="list-style-type: none"> • Best Islamic Bank for SMEs
Feb 2025	Islamic Finance News Awards	<ul style="list-style-type: none"> • Oman Deal of the Year • Hybrid Deal of the Year • Sukuk Deal of the Year • Perpetual Deal of the Year • Most Innovative Deal of the Year • Pakistan Deal of the Year • Best Digital Offering by an Islamic Bank in Kenya • Most Innovative Islamic Bank in Kenya • Best Islamic Investment Bank in Kenya • Best Islamic Bank in Kenya • UK Deal of the Year • Best Islamic Investment Bank • Best Islamic Bank in the UAE • Ijarah Deal of the Year • Best Islamic Retail Bank in Kenya • Egypt Deal of the Year • M&A Deal of the Year • Best Islamic Bank for Trade Finance

About Dubai Islamic Bank:

Established in 1975, Dubai Islamic Bank is the largest Islamic bank in the UAE by assets and a public joint stock company listed on the Dubai Financial Market. Spearheading the evolution of the global Islamic finance industry, DIB is also the world's first full service Islamic bank and amongst the largest Islamic banks in the world. With Group assets more than reaching USD90 billion and market capitalization of more than USD 14bln, the group operates with a workforce of more than 10,000 employees and around 450 branches in its vast global network across the Middle East, Asia and Africa. Serving over 5 million customers across the Group, DIB offers an increasing range of innovative Shariah compliant products and services to retail, corporate and institutional clients.

In addition to being the first and largest Islamic bank in the UAE, DIB has a significant international presence as a torchbearer in promoting Shariah-compliant financial services across a number of markets worldwide. The bank has established DIB Pakistan Limited, a wholly owned subsidiary which is the first Islamic bank in Pakistan to offer Priority & Platinum Banking, as well as the most extensive and innovative portfolio of Alternate Distribution Channels. The launch of Panin Dubai Syariah Bank in Indonesia early in 2017 marks DIB's first foray in the Far East, the bank owns a nearly 25% stake in the Indonesian bank. Additionally, in May 2017, Dubai Islamic Bank PJSC was given the license by the Central Bank of Kenya (CBK) to operate its subsidiary, DIB Kenya Ltd. DIB has been designated as D-SIB (Domestic Systemically Important Bank) in 2018 in UAE. In early 2020, DIB completed the acquisition of Noor Bank, which solidifies its position as a leading bank in the global Islamic finance industry. In 2023, DIB entered Turkey through a acquisition of T.O.M. Group which provides digital banking services. This stake has now increased to 25%.

DIB is committed to leading the way in sustainable Islamic financing, with a total sustainable sukuk issuances of USD 2.75 billion to date and strategic involvement in green and sustainable capital markets, reflecting the bank's ongoing dedication to ESG principles and a sustainable future.

The bank's ultimate goal is to make Islamic finance the norm, rather than an alternative to conventional banking worldwide. DIB has won a range of accolades that are testament to these efforts across diversified areas, including retail, corporate and investment banking, as well as CSR and consultancy services. DIB has been named the Best Islamic Bank in various prestigious ceremonies and recognized for its outstanding performance amongst the world's Islamic Banks, marking it a clear indication of the bank's leadership position in the Islamic finance sector. **For more information, please visit us at www.dib.ae**

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