

Press Release

Financial Statements 2025





Bank Leumi met the challenging targets it set for 2025: Record Net income – NIS 10.3 billion (\$3.2 billion); High double-digit ROE – 15.8%; An unprecedented dividend of approx. NIS 6 billion (\$1.9 billion)

- **Responsible growth in the loan portfolio:** an increase of 14.1% in 2025 – significantly higher than the set strategic target (an increase of 8%-10%). The corporate portfolio grew by 20.5%, with a leap in national infrastructure
- **The growth in the loan portfolio was achieved while improving credit quality indicators:** NPL ratio is among the lowest in the banking system – 0.40%, and loan loss expense rate of only 0.09% in 2025
- **Total capital return (cash dividend and share buyback) for 2025** amounted to NIS 5.9 billion (\$1.9 billion) – which constitutes 58% of the annual net income – above the set strategic target (at least 50% of the net income).
- **Due to the accelerated implementation of an advanced AI strategy and the integration of new technologies, including in the cloud sphere, Leumi's efficiency ratio remains low over time and is one of the best in the global financial system: 29.3%**
- **Robust financial indicators:** Common equity tier 1 capital ratio of 12.05%, total capital ratio of 14.08% and liquidity coverage ratio of 127%
- **Operation "Lion's Roar":** Bank Leumi has entered the operation in a solid financial position, with significant capital surplus and a high level of liquidity. At this stage no impact is expected on the bank's results

TEL AVIV – March 4, 2026

Bank Leumi (TASE: LUMI) published today its financial statements for 2025:

Net income in 2025 amounted to NIS 10.3 billion (\$3.2 billion), compared to NIS 9.8 billion (\$3.1 billion) in 2024. Net income in Q4 2025 amounted to NIS 2.55 billion (\$799 million), compared to NIS 2.45 billion (\$768 million) in the corresponding period last year.

Return on equity in 2025 was 15.8%, compared with 16.9% in 2024. ROE in Q4 2025 was 15.1%, compared with 16.2% in the corresponding period last year. Although the net income is higher than last year, the ROE is slightly lower due to the bank's capital surplus, which stands at approximately NIS 10 billion (\$3.1 billion).

The efficiency ratio in 2025 was 29.3%, compared with 29.9% in 2024. The efficiency ratio in Q4 2024 was 31.8%, compared with 30.9% in the corresponding period last year. Leumi's efficiency ratio remains low over time, among others, due to the accelerated implementation of the AI strategy adopted by the bank, and thanks to the implementation of new technologies, including in the cloud sphere.

Dividend in Q4 2025 amounts to NIS 1.657 billion (\$519 million), out of which NIS 1.275 billion (\$0.4 billion) is cash dividend and the remainder is share buyback of NIS 382 million (\$120 million) – which constitutes 65% of the net income for the quarter. Total dividend from the beginning of the year, including share buyback, amounts to NIS 5.9 billion (\$1.9 billion), out of which NIS 4.5 billion (\$1.4 billion) is cash dividend and the remainder is share buyback – which constitute 58% of the annual net income.

Responsible growth in the loan portfolio in strategic segments: The Bank continues to focus its growth in the credit portfolio in the corporate, commercial and mortgage segments. In 2025, the credit portfolio grew by a total rate of 14.1%, with the corporate portfolio growing by 20.5%, the commercial portfolio growing by 6.2% and the mortgage portfolio growing by 6.9%.

Loan portfolio quality: Alongside the growth in the loan portfolio, the Bank continues to present high-quality credit indicators. The NPL ratio continues to be among the lowest in the banking system, standing at 0.40% only, compared with 0.50% at the end of 2024. Loan loss expenses in 2025 reflect an expense rate of 0.09% of the average outstanding loans to the public, compared to an expense rate of 0.16% in the corresponding period last year.

High capital adequacy: Common equity tier 1 capital ratio as at December 31, 2025 was 12.05% and total capital ratio was 14.08%.

Liquidity coverage ratio as at December 31, 2025 was 127%.

Strategic targets: As mentioned, Leumi met all of the strategic financial goals set for 2025 – and in some parameters even overpassed them. The financial goals will remain high also in 2026–2027, despite the continued expected decline in the interest rate and the moderation in inflation.

Financial targets for the years 2026–2027:

- Annual net income: NIS 10–12 billion (\$3.1 – \$3.8 billion)
- Return on equity: 14.5%–16% each year
- Dividend: 50%–65% of the net income each year (including share buyback)
- Loan portfolio growth: 8%–10% each year

The Bank's initiatives due to the war: The Bank implemented many initiatives for the benefit of the general public and its customers, including a series of unique benefits for IDF soldiers and reservists, households whose homes or properties have been damaged and have been evacuated, business owners and self-employed.

These initiatives are part of Leumi's policy to expand the Bank of Israel's relief program, publishing its own comprehensive relief program (in several stages) to business and retail customers from across Israel in 2025.

Financial relief to eligible customers included, among others: A NIS 3,000 reimbursement of IDF reserve soldiers, A 0.25% decrease in the prime lending rate for customers with loans or mortgages, a NIS 500 grant to hundreds of thousands of

eligible customers, providing interest on a positive balance in the current account, reduction or exemption from interest charges on a negative balance in the current account (overdraft) and more, exemption from foreign exchange fees when converting dollars, and more.

In addition, since the outbreak of the war, the Bank made substantial donations for the benefit of residents of the confrontation lines, IDF soldiers – both on active and reserve duty, hospitals and first responder and aid organizations.

The total cost of relief in Q4 2025 is estimated at NIS 58 million (\$18 million). The total cost of relief in 2025 amounted to NIS 355 million (\$111 million).

Operation “Lion’s Roar”: On February 28, 2026, the Israeli-US operation against Iran began. To the extent that the operation will significantly reduce the threat to Israel, it is expected to have positive implications on the growth potential of Israel’s economy. Leumi entered the operation in a solid financial position, with significant capital surplus and a high level of liquidity. The bank’s operations continue as usual for the benefit of its customers, while optimally implementing the bank’s business continuity plans. At this stage there is no impact on the bank’s results, capital ratios or liquidity level. Leumi was the first bank to publish a comprehensive relief program for its retail and business customers and initiated a social project, under which the bank finances staying in hotels with safe and accessible areas for the elderly who do not have access to a protected space at their homes.

Development of Balance Sheet Items:

Shareholders’ equity as at December 31, 2025 totaled NIS 68.1 billion (\$21.3 billion), compared to NIS 61.6 billion (\$19.3 billion) as at December 31, 2024 – a 10.5% increase.

Net credit to the public as at December 31, 2025 totaled NIS 520 billion (\$163 billion), compared to NIS 455.5 billion (\$142.8 billion) as at December 31, 2024 – a 14.1% increase.

Housing loans (mortgages) as at December 31, 2025 totaled NIS 156.7 billion (\$49.1 billion), compared to NIS 146.6 billion (\$46 billion) as at December 31, 2024 – an 6.9% increase.

Credit to retail customers as at December 31, 2025 totaled NIS 31.8 billion (\$10 billion), compared to NIS 30.6 billion (\$9.6 billion) as at December 31, 2024 – a 4.1% increase.

Credit to small businesses as at December 31, 2025 totaled NIS 29.1 billion (\$9.1 billion), compared to NIS 27.6 billion (\$8.7 billion) as at December 31, 2024 – a 5.4% increase.

Middle-market credit as at December 31, 2025 totaled NIS 69.1 billion (\$21.7 billion), compared to NIS 65.1 billion (\$20.4 billion) as at December 31, 2024 – a 6.2% increase.

Corporate credit (including real estate) as at December 31, 2025 totaled NIS 165.4 billion (\$51.8 billion), compared to NIS 137.3 billion (\$42.9 billion) as at December 31, 2024 – a 20.5% increase.

Deposits by the public as at December 31, 2025 totaled NIS 686.9 billion (\$215.3 billion), compared to NIS 618.3 billion (\$193.8 billion) as at December 31, 2024 – an 11.1% increase.

Deposits by retail customers as at December 31, 2025 totaled NIS 227 billion (\$71.2 billion), compared to NIS 225.8 billion (\$70.8 billion) as at December 31, 2024 – a 0.5% increase.

Deposits by small businesses as at December 31, 2025 totaled NIS 63.1 billion (\$19.8 billion), compared to NIS 61.2 billion (\$19.2 billion) as at December 31, 2024 – a 3.2% increase.

CET1 capital ratio as at December 31, 2025 was 12.05%, compared to 12.17% as at December 31, 2024.

Total capital ratio as at December 31, 2025 was 14.08%, compared to 14.83% as at December 31, 2024.



Leumi Group – Key Financials

Profit and Profitability (in NIS millions)

	For the three months ended December 31		Change in NIS million	Change in %
	2025	2024		
Net Interest income	3,824	3,819	5	0.1
Loan loss expenses	140	197	(57)	(28.9)
Non-interest income	1,524	1,728	(204)	(11.8)
Operating and other expenses	1,698	1,712	(14)	(0.8)
Profit before tax	3,510	3,638	(128)	(3.5)
Provision for tax	1,036	1,294	(258)	(19.9)
Profit after tax	2,474	2,344	130	5.5
The Bank's share in profits of associates	75	107	(32)	29.9
Net income attributable to the bank's shareholders	2,549	2,451	98	4.0
Return on equity (%)	15.1	16.2		
Earnings per share (NIS)	1.71	1.63		

	For the year ended December 31		Change in NIS million	Change in %
	2025	2024		
Net Interest income	16,852	16,509	343	2.1
Loan loss expenses	450	713	(263)	(36.9)
Non-interest income	5,828	6,599	(771)	(11.7)
Operating and other expenses	6,648	6,904	(256)	(3.7)
Profit before tax	15,582	15,491	91	0.6
Provision for tax	5,670	5,422	248	4.6
Profit after tax	9,912	10,069	(157)	(1.6)
The Bank's share in profits (losses) of associates	350	(271)	621	
Net income attributable to the bank's shareholders	10,262	9,798	464	4.7
Return on equity (%)	15.8	16.9		
Earnings per share (NIS)	6.86	6.46		



Development of Balance Sheet Items (in NIS millions)

	December 31		Change in %
	2025	2024	
Net loans to the public	519,950	455,519	14.1
Deposits by the public	686,887	618,301	11.1
Shareholders' equity	68,130	61,658	10.5
Total assets	872,971	785,551	11.1

Principal Financial Ratios (%)

	December 31	
	2025	2024
Net loans to the public to total assets	59.6	58.0
Deposits by the public to total assets	78.7	78.7
Total equity to risk assets	14.08	14.83
Tier 1 capital to risk assets	12.05	12.17
Leverage ratio	6.82	6.94
Liquidity coverage ratio	127	123

The data in this press release has been converted into US dollars solely for convenience purposes, at the representative exchange rate published by the Bank of Israel on December 31, 2025, NIS 3.19.