

ACLEDA BANK PLC.

**CONSOLIDATED AND SEPARATE INTERIM FINANCIAL STATEMENTS
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED
30 JUNE 2025 AND
INDEPENDENT AUDITOR'S REPORT ON INTERIM FINANCIAL STATEMENTS**

ACLEDA BANK PLC.

**CONSOLIDATED AND SEPARATE INTERIM FINANCIAL STATEMENTS
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025**

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REPORT OF THE BOARD OF DIRECTORS

The Board of Directors ("the Board" or "the Directors") hereby submits their report together with the consolidated interim financial statements of ACLEDA Bank Plc. ("the Bank") and its subsidiaries (collectively referred to as "the Group") and the separate interim financial statements of the Bank as at and for the three-month and six-month periods ended 30 June 2025 (hereafter collectively referred to as "the interim financial statements").

THE GROUP AND THE BANK

Prior to 1 December 2003, the Bank was a public limited company formed under the laws of the Kingdom of Cambodia to operate as a specialised bank with its Head Office located in Phnom Penh and 14 branches in the Kingdom of Cambodia. On 1 December 2003, the National Bank of Cambodia ("NBC") issued a license for the Bank to become a private commercial bank for a period of three years commencing 1 December 2003. The Bank's license was renewed for an indefinite period on 28 November 2006. The registered office of the Bank is located at Building N° 61, Preah Monivong Blvd., Sangkat Srah Chak, Khan Doun Penh, Phnom Penh. The Bank may open additional offices in Cambodia and in other countries, and may change the location of its main registered office upon registering the change with the Ministry of Commerce ("MOC") and receiving approval from the NBC.

On 25 May 2020, the Bank was successfully listed in the Cambodia Securities Exchange ("CSX"). The number of new issued shares were 4,344,865 shares with a par value of KHR4,000 (US\$0.98) per share, at an offering price of KHR16,200 (US\$3.97) per share. The Bank received the proceeds from the initial public offering ("IPO") amounting to US\$17,082,105 and incurred IPO costs of US\$1,031,025, resulting in share premium of US\$11,706,215 (KHR48,235,459 thousand).

On 23 November 2020, the shareholders approved the amendment to the Memorandum and Articles of Association ("MAA") relating to the capital increase from the IPO. On 18 February 2021, the Bank submitted a letter to the NBC requesting for its approval on the capital increase, which was approved on 29 March 2021. Accordingly, the Bank's amended MAA was approved by the MOC on 12 May 2021.

The Bank and its subsidiaries, ACLEDA Bank Lao Ltd. ("ABL") and ACLEDA MFI Myanmar Co., Ltd. ("AMM"), are all in the financial industry sector and have operations across 265 offices covering all provinces and cities in the Kingdom of Cambodia, 37 offices in the Lao People's Democratic Republic ("PDR"), and 17 offices in the Republic of the Union of Myanmar. The Bank's other subsidiaries, ACLEDA Securities Plc. ("ACS") is in the securities sector and ACLEDA University of Business Co., Ltd. ("AUB") is in the education sector.

On 7 December 2022, the Securities and Exchange Regulator of Cambodia ("SERC") approved the Bank's request for its nominated Cash Settlement Agent, Registrar Agent, and Transfer Agent, and ACS as the Bond Agent when the Bank issues the green bonds in the CSX. However, there has not been any green bond issued by the Bank yet as of the reporting date.

PRINCIPAL ACTIVITIES

The Bank operates under the regulations of the NBC with special focus on providing lending and other financial services to the citizenry and small and medium-sized enterprises and to engage in all other activities, which the Directors believe support these objectives.

ABL is 99.90% owned by the Bank and its principal business is providing banking and related financial services in Lao PDR.

ACS is wholly-owned by the Bank and its principal business is providing securities brokerage and other services approved by Securities and Exchange Commission of Cambodia ("SECC") (currently, the SERC).

AUB is 76.609% owned by the Bank. AUB provides training and education for Associate's degree, Bachelor's degree, and Master's degree in Business Administration, Major in Banking and Finance.

AMM is wholly-owned by the Bank and is permitted to operate as a deposit-taking microfinance institution providing microfinance services to lower income segments of the Myanmar market and other activities allowed by the Microfinance Supervisory Authority in Myanmar.

INTERIM FINANCIAL PERFORMANCE

The audited interim financial performance of the Group and the Bank for the three-month and six-month periods ended 30 June 2025 are set out in the consolidated interim statements of profit or loss and other comprehensive income and separate interim statements of profit or loss and other comprehensive income on pages 12 – 13 and 18, respectively.

The Bank declared and paid dividends for during the period covering 1 January 2025 to 30 June 2025 for amounting to US\$24,238,924 (US\$14,805,480 for the period from 1 January 2024 to 30 June 2024).

SHARE CAPITAL AND SHARE PREMIUM

Share capital and share premium are classified as equity. Incremental costs directly attributable to the issuance of new share capital are shown in equity as a deduction from the proceeds, net of tax.

RESERVES AND PROVISIONS

There were no material movements to or from reserves and provisions during the periods other than those disclosed in the interim financial statements.

BAD AND DOUBTFUL LOANS

Before the interim financial statements of the Group and the Bank were drawn up, the Directors took reasonable steps to ascertain that action had been taken in relation to the write-off of bad loans and advances or in making provisions for doubtful loans and advances, and satisfied themselves that all known bad loans and advances had been written off and that adequate provisions have been made for bad and doubtful loans and advances.

At the date of this report and based on the best of knowledge, the Directors are not aware of any circumstances which would render the amount written off for bad loans and advances or the amount of the provisions for bad and doubtful loans and advances in the interim financial statements of the Group and the Bank inadequate to any material extent.

ASSETS

Before the interim financial statements of the Group and the Bank were drawn up, the Directors took reasonable steps to ensure that any assets which were unlikely to be realised in the ordinary course of business at their values as shown in the accounting records of the Group and the Bank have been written down to an amount which they might be expected to realise.

At the date of this report and based on the best of knowledge, the Directors are not aware of any circumstances which would render the values attributed to the assets in the interim financial statements of the Group and the Bank misleading in any material respect.

CONTINGENT AND OTHER LIABILITIES

At the date of this report, there is:

- (a) no charge on the assets of the Group and the Bank which has arisen since the end of the financial period which secures the liabilities of any other person, and
- (b) no contingent liability in respect of the Group and the Bank that has arisen since the end of the financial period other than in the ordinary course of banking business.

No contingent or other liability of the Group and the Bank has become enforceable, or is likely to become enforceable within the period of twelve months after the end of the financial period which, in the opinion of the Directors, will or may have a material effect on the ability of the Group or the Bank to meet its obligations as and when they become due.

CHANGE OF CIRCUMSTANCES

At the date of this report, the Directors are not aware of any circumstances, not otherwise dealt with in this report or the interim financial statements of the Group and the Bank, which would render any amount stated in the interim financial statements misleading in any material respect.

ITEMS OF AN UNUSUAL NATURE

The results of the operations of the Group and the Bank for the financial period were not, in the opinion of the Directors, materially affected by any items, transactions or events of a material and unusual nature.

There has not arisen, in the interval between the end of the financial period and the date of this report, any items, transactions or events of a material and unusual nature that are likely, in the opinion of the Directors, to substantially affect the results of the operations of the Group and the Bank for the financial period in which this report is made.

THE BOARD OF DIRECTORS AND THE EXECUTIVE COMMITTEE

The members of the Board of Directors during the periods and as at the date of this report are:

- | | |
|----------------------------|---|
| ▪ Mr. Chhay Soeun | Chairman (Non-executive Director) |
| ▪ Dr. In Channy | Member (Executive Director) |
| ▪ Mr. Kyosuke Hattori | Member (Non-executive Director) (Resigned on 19 March 2025) |
| ▪ Dr. Albertus Bruggink | Member (Non-executive Director) |
| ▪ Mr. Stéphane Mangiavacca | Member (Non-executive Director) (Resigned on 3 February 2025) |
| ▪ Mr. Kay Lot | Member (Independent Director) |
| ▪ Drs. Pieter Kooi | Member (Independent Director) |
| ▪ Dr. Heng Dyna | Member (Independent Director) |
| ▪ Ms. Phurik Ratana | Member (Independent Director) |

THE BOARD OF DIRECTORS AND THE EXECUTIVE COMMITTEE (continued)

The members of the Executive Committee during the periods and as at the date of this report are:

▪ Dr. In Channy	President & Group Managing Director
▪ Mrs. Mar Amara	Senior Group Chief Financial Officer
▪ Mr. Ly Thay	Senior Group Chief Administrative Officer
▪ Mrs. Buth Bunseyha	Senior Group Chief Legal Officer and Corporate Secretary
▪ Mr. Mach Theary	Senior Group Chief Information Officer
▪ Dr. Loeung Sopheap	Group Chief Risk Officer
▪ Mr. Yin Virak	Group Chief Treasury Officer
▪ Mrs. Sok Sophea	Group Chief Operations Officer

THE DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE INTERIM FINANCIAL STATEMENTS

The Directors are responsible for ensuring that the interim financial statements are properly drawn up so as to present fairly, in all material respects, the interim financial position as at 30 June 2025, the interim financial performance for the three-month and six-month periods then ended, and the related interim changes in equity and cash flows for the six-month period then ended of the Group and the Bank in accordance with Cambodian International Financial Reporting Standards ("CIFRS").


In preparing these interim financial statements, the Directors are required to:

- i) adopt appropriate accounting policies which are supported by reasonable and prudent judgments and estimates and then apply them consistently;
- ii) comply with the disclosure requirements of CIFRS, or if there have been any departures in the interest of true and fair presentation, these have been appropriately disclosed, explained, and quantified in the interim financial statements;
- iii) maintain adequate accounting records and an effective system of internal controls;
- iv) prepare the interim financial statements on a going concern basis unless it is inappropriate to assume that the Group and the Bank will continue operations in the foreseeable future;
- v) effectively control and direct the Group and the Bank in all material decisions affecting the operations and performance and ascertain that such have been properly reflected in the interim financial statements; and,
- vi) safeguard the assets of the Group and the Bank and hence take reasonable steps for the prevention and detection of fraud and other irregularities.

The Directors confirm that the Group and the Bank have complied with the above requirements in preparing the interim financial statements.



Mrs. Mar Amara
Senior Group Chief Financial Officer



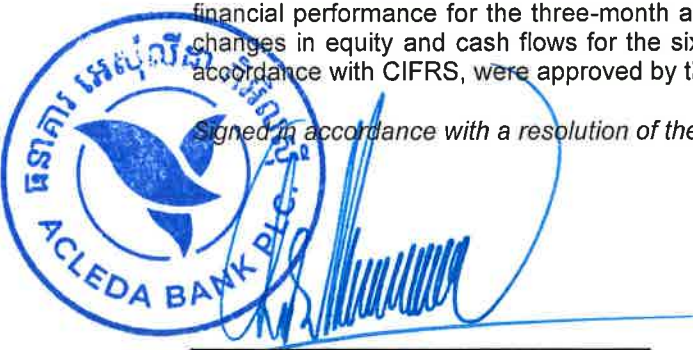
Dr. In Channy
President & Group Managing Director

Phnom Penh, Kingdom of Cambodia
8 August 2025

APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

The accompanying interim financial statements, together with the notes thereto set out on pages 22 to 211, present fairly, in all material respects, the interim financial position as at 30 June 2025, the interim financial performance for the three-month and six-month periods then ended, and the related interim changes in equity and cash flows for the six-month period then ended of the Group and the Bank in accordance with CIFRS, were approved by the Board of Directors.

Signed in accordance with a resolution of the Board of Directors.



Mr. Chhay Soeun
Chairman

Phnom Penh, Kingdom of Cambodia
8 August 2025



Independent auditor's report

To the Shareholders of ACLEDA Bank Plc.

Our opinion

In our opinion, the consolidated interim financial statements and the separate interim financial statements present fairly, in all material respects, the consolidated interim financial position of ACLEDA Bank Plc. (the Bank) and its subsidiaries (the Group) and the separate interim financial position of the Bank as at 30 June 2025, and its consolidated and separate interim financial performance for the three-month and six-month periods then ended, and its related consolidated and separate interim statement of changes in equity and cash flows for the six-month period then ended in accordance with Cambodian International Financial Reporting Standards (CIFRS).

What we have audited

ACLEDA Bank Plc.'s interim financial statements comprise:

- the consolidated interim statement of financial position as at 30 June 2025;
- the consolidated interim statements of profit or loss and other comprehensive income for the three-month and six-month periods ended 30 June 2025;
- the consolidated interim statement of changes in equity for the six-month period ended 30 June 2025;
- the consolidated interim statement of cash flows for the six-month period ended 30 June 2025;
- the separate interim statement of financial position as at 30 June 2025;
- the separate interim statements of profit or loss and other comprehensive income for the three-month and six-month periods ended 30 June 2025;
- the separate interim statement of changes in equity for the six-month period ended 30 June 2025;
- the separate interim statement of cash flows for the six-month period ended 30 June 2025; and
- the notes to the consolidated and separate interim financial statements, which include material accounting policy information and other explanatory information.

Basis for opinion

We conducted our audit in accordance with Cambodian International Standards on Auditing (CISAs). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the consolidated and separate interim 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 the Bank in accordance with the ethical requirements of the Code of Ethics for Certified Public Accountants and Auditors of Cambodia (CPAA Code) together with the independence rules of the National Bank of Cambodia (NBC) and the Securities and Exchange Regulator of Cambodia (SERC) that are relevant to audits of the consolidated and separate financial statements in Cambodia. We have also fulfilled our other ethical responsibilities in accordance with the ethical requirements of the CPAA Code.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate interim financial statements of the current periods. We determine one key audit matter: Allowance for impairment losses on loans and advances. This matter was addressed in the context of our audit of the consolidated and separate interim financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on this matter.

Key audit matter	How our audit addressed the key audit matter
<p>Allowance for impairment losses on loans and advances</p> <p>Loans and advances constitute approximately 62.55% and 62.20% of the Group's and the Bank's total assets, respectively, as at 30 June 2025. The Group's and the Bank's loan portfolio mainly comprises loans and advances to customers (both corporates and individuals) in wholesales and retails, services and agriculture etc. Refer to Note 41.1(d)(ii) for details.</p> <p>The Group's and the Bank's expected credit loss (ECL) models are significant to our audit as this requires the use of complex models and significant assumptions about future economic conditions and credit behaviors. The ECL models require considerable judgement and interpretation in its implementation of the requirements of CIFRS 9, Financial Instruments, which brings about a high degree of estimation uncertainty.</p> <p>The significant judgements in applying the accounting requirements for measuring ECL include the following:</p> <ul style="list-style-type: none"> • grouping financial assets sharing similar credit risk characteristics for the purposes of measuring ECL; • choosing appropriate models and assumptions to measure ECL; • Determining criteria for identifying loans to customers that have experienced a significant increase in credit risk (SICR); and, • applying assumptions and analysis on expected future cash flows and forward-looking information; 	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> • We updated our understanding, evaluated the design and implementation, and tested the operating effectiveness of the key controls over the allowance for impairment losses. These controls, among others, included: <ul style="list-style-type: none"> - Loan applications and credit reviews; - Identification of significant increase in credit risk; - Review of the credit worthiness of the borrowers; - Review on frequent refreshment of collateral value; and, - Accuracy of data inputs. • We assessed whether the methodology and assumptions used in the ECL models are consistent with the requirements of CIFRS 9. • We examined samples of loans for the appropriateness of the loan credit risk grading and staging, assessed Management's evaluations and conclusions on the credit worthiness and classification of the selected loans. • We evaluated the processes used by Management to develop forward-looking information used in the ECL models and validated their reasonableness against publicly available information and our understanding of the Group's and the Bank's loan portfolios and industry where the Group and the Bank operate. In addition, we assessed the level of significant of correlation of selected macro-economic factors to the default rates as well as the impact of these variables to the ECL. • We tested the accuracy of key inputs into the ECL models by comparing them against source systems and documents.



Key audit matter	How our audit addressed the key audit matter
Allowance for impairment losses on loans and advances (continued) The details of the accounting policies, critical accounting judgements and estimation uncertainty, and credit risk management used by the Group and the Bank have been disclosed in Notes 2(e)(vii), 4 and 41.1 to the interim financial statements, respectively.	<ul style="list-style-type: none"> We recomputed on the sample basis the ECL to test the mathematical accuracy of the ECL models. We assessed the adequacy of disclosures to ensure compliance with CIFRS 9. <p>From the results of these procedures, we determined that the key assumptions of management's estimate were reasonable based on available evidence.</p>

Other information

Management is responsible for the other information. The other information comprises the report of the Board of Directors and the supplementary financial information required by the National Bank of Cambodia, but does not include the consolidated and separate interim financial statements and our auditor's report thereon.

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

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

If, based on the work we have performed, 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.

Responsibilities of management and those charged with governance for the consolidated and separate interim financial statements

Management is responsible for the preparation and fair presentation of the consolidated and separate interim financial statements in accordance with CIFRS, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate interim financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate interim financial statements, management is responsible for assessing the Group's and the Bank's ability 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 Bank or to cease operations, or has no realistic alternative but to do so.

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



Auditor's responsibilities for the audit of the consolidated and separate interim financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate interim 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 CISAs 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 separate interim financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated and separate interim 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 the 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 Group's and Bank's ability 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 consolidated and separate interim 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 Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate interim financial statements, including the disclosures, and whether the consolidated and separate interim 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 interim financial information of the entities or business units within the Group as a basis for forming an opinion on the consolidated interim financial statements. We are responsible for the direction, supervision and review of the audit work performed for the 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.



From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated and separate interim financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

For PricewaterhouseCoopers (Cambodia) Ltd.

A blue ink signature of Kuy Lim is written over a circular blue stamp. The stamp contains the text 'ព្រះរាជាណាចក្រកម្ពុជា' (Kingdom of Cambodia) at the top, 'ប្រជាជន' (People) in the center, and 'PricewaterhouseCoopers (Cambodia) Ltd.' at the bottom, flanked by two small stars.

By Kuy Lim
Partner

Phnom Penh, Kingdom of Cambodia
8 August 2025

ACLEDA BANK PLC.
**CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025**

		30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
	Notes				
Assets					
Cash on hand	7	488,124,086	513,942,123	1,957,377,585	2,068,617,045
Deposits and placements with other banks, net	8	2,690,966,954	1,982,391,662	10,790,777,486	7,979,126,440
Financial investments, net	9	243,597,231	471,804,878	976,824,896	1,899,014,634
Loans and advances, net	10	7,222,413,989	7,023,164,104	28,961,880,096	28,268,235,519
Other assets	11	34,501,837	31,227,560	138,352,366	125,690,929
Statutory deposits	12	649,133,694	603,852,641	2,603,026,113	2,430,506,880
Assets held for sale	14	13,372,583	-	53,624,058	-
Property and equipment, net	15	149,694,000	151,527,613	600,272,940	609,898,642
Intangible assets, net	16	14,903,498	16,736,818	59,763,027	67,365,692
Right-of-use assets, net	17	37,202,222	36,146,086	149,180,910	145,487,996
Deferred tax assets	18	775,279	788,099	3,108,869	3,172,098
Derivative financial instruments	25	1,055,033	2,250,246	4,230,682	9,057,240
Total assets		11,545,740,406	10,833,831,830	46,298,419,028	43,606,173,115
Liabilities and equity					
Liabilities					
Deposits and placements of other banks and financial institutions	19	403,002,778	396,514,351	1,616,041,140	1,595,970,263
Deposits from customers	20	8,581,099,308	7,962,541,434	34,410,208,225	32,049,229,272
Other liabilities	21	120,052,177	103,664,309	481,409,230	417,248,844
Borrowings	22	471,029,926	606,857,875	1,888,830,003	2,442,602,947
Subordinated debts	23	217,128,868	178,762,108	870,686,761	719,517,485
Debt securities	24	100,338,676	-	402,358,091	-
Lease liabilities	26	36,258,939	35,021,748	145,398,345	140,962,536
Employee benefits	27	6,878,817	10,011,062	27,584,056	40,294,525
Current income tax liabilities	34(a)	15,577,621	16,395,760	62,466,260	65,992,934
Deferred tax liabilities	18	37,818,591	33,896,262	151,652,550	136,432,455
Total liabilities		9,989,185,701	9,343,664,909	40,056,634,661	37,608,251,261
Equity					
Share capital	28	433,163,019	433,163,019	1,732,652,076	1,732,652,076
Share premium	28	11,706,215	11,706,215	48,235,459	48,235,459
Reserves	39	843,712,851	813,247,864	3,388,867,354	3,287,544,770
Retained earnings		261,754,224	225,917,158	1,047,093,710	904,805,572
Attributable to owners of the Bank		1,550,336,309	1,484,034,256	6,216,848,599	5,973,237,877
Non-controlling interests		6,218,396	6,132,665	24,935,768	24,683,977
Total equity		1,556,554,705	1,490,166,921	6,241,784,367	5,997,921,854
Total liabilities and equity		11,545,740,406	10,833,831,830	46,298,419,028	43,606,173,115

The accompanying notes on pages 22 to 211 form an integral part of these interim financial statements.

ACLEDA BANK PLC.

CONSOLIDATED INTERIM STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

	Notes	For the six-month period ended				For the three-month period ended			
		30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Interest income	29	426,704,764	394,871,350	1,711,512,808	1,609,495,623	218,482,830	199,415,392	875,023,734	813,614,799
Interest expense	30	(159,940,040)	(173,378,136)	(641,519,500)	(706,689,282)	(80,039,098)	(85,340,854)	(320,556,587)	(348,190,684)
Net interest income		<u>266,764,724</u>	<u>221,493,214</u>	<u>1,069,993,308</u>	<u>902,806,341</u>	<u>138,443,732</u>	<u>114,074,538</u>	<u>554,467,147</u>	<u>465,424,115</u>
Fee and commission income	31	22,810,509	20,193,253	91,492,952	82,307,699	11,023,636	9,336,980	44,149,662	38,094,878
Fee and commission expense		(797,298)	(2,431,998)	(3,197,962)	(9,912,824)	(413,734)	(1,061,554)	(1,657,005)	(4,331,140)
Net fee and commission income		<u>22,013,211</u>	<u>17,761,255</u>	<u>88,294,990</u>	<u>72,394,875</u>	<u>10,609,902</u>	<u>8,275,426</u>	<u>42,492,657</u>	<u>33,763,738</u>
Allowance for impairment losses on loans and advances, deposits and placements with other banks, other receivables, and investment securities	10	(33,037,880)	(37,459,861)	(132,514,937)	(152,686,393)	(14,909,643)	(19,047,344)	(59,713,120)	(77,713,164)
Reversal of/(allowance for) impairment losses on off-balance sheet commitments	10	1,023	(24,919)	4,103	(101,570)	(621)	15,806	(2,487)	64,488
Net impairment losses		<u>(33,036,857)</u>	<u>(37,484,780)</u>	<u>(132,510,834)</u>	<u>(152,787,963)</u>	<u>(14,910,264)</u>	<u>(19,031,538)</u>	<u>(59,715,607)</u>	<u>(77,648,676)</u>
Income after impairment losses		<u>255,741,078</u>	<u>201,769,689</u>	<u>1,025,777,464</u>	<u>822,413,253</u>	<u>134,143,370</u>	<u>103,318,426</u>	<u>537,244,197</u>	<u>421,539,177</u>
Other income, net	32	12,831,173	11,163,967	51,465,835	45,504,329	5,592,130	5,434,794	22,396,481	22,173,960
Other operating expenses	33	(154,951,754)	(143,534,385)	(621,511,485)	(585,046,153)	(79,415,326)	(72,490,748)	(318,058,381)	(295,762,252)
Profit before income tax		<u>113,620,497</u>	<u>69,399,271</u>	<u>455,731,814</u>	<u>282,871,429</u>	<u>60,320,174</u>	<u>36,262,472</u>	<u>241,582,297</u>	<u>147,950,885</u>
Income tax expense	34(b)	(23,122,029)	(14,347,943)	(92,742,458)	(58,482,216)	(12,608,747)	(7,768,697)	(50,498,032)	(31,696,284)
Profit for the periods (carried forward to next page)		<u>90,498,468</u>	<u>55,051,328</u>	<u>362,989,356</u>	<u>224,389,213</u>	<u>47,711,427</u>	<u>28,493,775</u>	<u>191,084,265</u>	<u>116,254,601</u>

ACLEDA BANK PLC.

CONSOLIDATED INTERIM STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

	For the six-month period ended				For the three-month period ended			
	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024
	US\$	US\$	KHR'000 (Note 5)	KHR'000 (Note 5)	US\$	US\$	KHR'000 (Note 5)	KHR'000 (Note 5)
Notes								
Profit for the periods (brought down from previous page)	90,498,468	55,051,328	362,989,356	224,389,213	47,711,427	28,493,775	191,084,265	116,254,601
Other comprehensive income:								
Items that will not be reclassified to profit or loss:								
Exchange differences	-	-	(20,964,556)	36,252,492	-	-	17,013,117	97,810,689
Items that are or may be reclassified subsequently to profit or loss:								
Currency translation difference - foreign subsidiaries	1,323,453	(3,177,439)	5,308,370	(12,951,241)	1,329,619	(1,471,848)	5,325,124	(6,005,140)
Remeasurement of the effective portion of derivatives arising from cash flow hedge	(1,195,213)	(1,612,031)	(4,793,999)	(6,570,638)	(973,324)	(1,736,083)	(3,898,163)	(7,083,219)
Other comprehensive income/(loss) for the periods	128,240	(4,789,470)	(20,450,185)	16,730,613	356,295	(3,207,931)	18,440,078	84,722,330
Total comprehensive income for the periods	<u>90,626,708</u>	<u>50,261,858</u>	<u>342,539,171</u>	<u>241,119,826</u>	<u>48,067,722</u>	<u>25,285,844</u>	<u>209,524,343</u>	<u>200,976,931</u>
Profit for the periods attributable to:								
Owners of the Bank	90,409,511	55,059,008	362,632,549	224,420,517	47,690,222	28,514,580	190,999,339	116,339,485
Non-controlling interests	88,957	(7,680)	356,807	(31,304)	21,205	(20,805)	84,926	(84,884)
	<u>90,498,468</u>	<u>55,051,328</u>	<u>362,989,356</u>	<u>224,389,213</u>	<u>47,711,427</u>	<u>28,493,775</u>	<u>191,084,265</u>	<u>116,254,601</u>
Total comprehensive income attributable to:								
Owners of the Bank	90,540,977	50,270,281	342,287,380	241,154,158	48,046,194	25,306,993	209,438,123	201,063,219
Non-controlling interests	85,731	(8,423)	251,791	(34,332)	21,528	(21,149)	86,220	(86,288)
	<u>90,626,708</u>	<u>50,261,858</u>	<u>342,539,171</u>	<u>241,119,826</u>	<u>48,067,722</u>	<u>25,285,844</u>	<u>209,524,343</u>	<u>200,976,931</u>
The earnings per share attributable to shareholders of the Bank during the periods:								
Basic earnings per share 35	<u>0.21</u>	<u>0.13</u>	<u>0.84</u>	<u>0.52</u>	<u>0.11</u>	<u>0.07</u>	<u>0.44</u>	<u>0.27</u>
Diluted earnings per share 35	<u>0.21</u>	<u>0.13</u>	<u>0.84</u>	<u>0.52</u>	<u>0.11</u>	<u>0.07</u>	<u>0.44</u>	<u>0.27</u>

The accompanying notes on pages 22 to 211 form an integral part of these interim financial statements.

ACLEDA BANK PLC.

**CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

	Attributable to owners of the Bank										Non-controlling interest		Total equity	
	Share capital		Share premium		Reserves		Retained earnings		Total					
	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)
As at 1 January 2025	433,163,019	1,732,652,076	11,706,215	48,235,459	813,247,864	3,287,544,770	225,917,158	904,805,572	1,484,034,256	5,973,237,877	6,132,665	24,683,977	1,490,166,921	5,997,921,854
Profit for the period	-	-	-	-	-	-	90,409,511	362,632,549	90,409,511	362,632,549	88,957	356,807	90,498,468	362,989,356
Other comprehensive income:														
Remeasurement of the effective portion of derivatives arising from cash flow hedge	-	-	-	-	(1,195,213)	(4,793,999)	-	-	(1,195,213)	(4,793,999)	-	-	(1,195,213)	(4,793,999)
Currency translation differences - foreign subsidiaries	-	-	-	-	1,326,679	5,321,309	-	-	1,326,679	5,321,309	(3,226)	(12,939)	1,323,453	5,308,370
Exchange differences	-	-	-	-	-	(20,872,479)	-	-	-	(20,872,479)	-	(92,077)	-	(20,964,556)
Total comprehensive income for the period	-	-	-	-	131,466	(20,345,169)	90,409,511	362,632,549	90,540,977	342,287,380	85,731	251,791	90,626,708	342,539,171
Transactions with owners:														
Dividend paid	-	-	-	-	-	-	(24,238,924)	(98,676,658)	(24,238,924)	(98,676,658)	-	-	(24,238,924)	(98,676,658)
Transfer from retained earnings to regulatory reserves	-	-	-	-	30,333,521	121,667,753	(30,333,521)	(121,667,753)	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	30,333,521	121,667,753	(54,572,445)	(220,344,411)	(24,238,924)	(98,676,658)	-	-	(24,238,924)	(98,676,658)
As at 30 June 2025	433,163,019	1,732,652,076	11,706,215	48,235,459	843,712,851	3,388,867,354	261,754,224	1,047,093,710	1,550,336,309	6,216,848,599	6,218,396	24,935,768	1,556,554,705	6,241,784,367

	Attributable to owners of the Bank										Non-controlling interest		Total equity	
	Share capital		Share premium		Reserves		Retained earnings		Total					
	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)
As at 1 January 2024	433,163,019	1,732,652,076	11,706,215	48,235,459	722,627,638	3,005,581,984	208,502,399	834,487,503	1,375,999,271	5,620,957,022	6,021,531	24,597,954	1,382,020,802	5,645,554,976
Profit for the period	-	-	-	-	-	-	55,059,008	224,420,517	55,059,008	224,420,517	(7,680)	(31,304)	55,051,328	224,389,213
Other comprehensive income:														
Remeasurement of the effective portion of derivatives arising from cash flow hedge	-	-	-	-	(1,612,031)	(6,570,638)	-	-	(1,612,031)	(6,570,638)	-	-	(1,612,031)	(6,570,638)
Currency translation differences - foreign subsidiaries	-	-	-	-	(3,176,696)	(12,948,213)	-	-	(3,176,696)	(12,948,213)	(743)	(3,028)	(3,177,439)	(12,951,241)
Total comprehensive income for the period	-	-	-	-	(4,788,727)	(19,518,851)	55,059,008	224,420,517	50,270,281	204,901,666	(8,423)	(34,332)	50,261,858	204,867,334
Transactions with owners:														
Additional tax on capital conversion-ACLEDA Bank Lao Ltd.	-	-	-	-	-	-	(203,380)	(828,977)	(203,380)	(828,977)	(525)	(2,140)	(203,905)	(831,117)
Dividend paid	-	-	-	-	-	-	(14,805,480)	(60,850,524)	(14,805,480)	(60,850,524)	-	-	(14,805,480)	(60,850,524)
Transfer from retained earnings to regulatory reserves	-	-	-	-	24,387,114	99,401,877	(24,387,114)	(99,401,877)	-	-	-	-	-	-
Exchange differences	-	-	-	-	-	36,102,258	-	-	-	36,102,258	-	150,234	-	36,252,492
Total transactions with owners	-	-	-	-	24,387,114	135,504,135	(39,395,974)	(161,081,378)	(15,008,860)	(25,577,243)	(525)	148,094	(15,009,385)	(25,429,149)
As at 30 June 2024	433,163,019	1,732,652,076	11,706,215	48,235,459	742,226,025	3,121,567,268	224,165,433	897,826,642	1,411,260,692	5,800,281,445	6,012,583	24,711,716	1,417,273,275	5,824,993,161

The accompanying notes on pages 22 to 211 form an integral part of these interim financial statements.

ACLEDA BANK PLC.
**CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

		30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
	Notes				
Cash flows from operating activities					
Profit for the period before income tax		113,620,497	69,399,271	455,731,814	282,871,429
<i>Adjustments for:</i>					
Net impairment losses	10	33,036,858	37,484,780	132,510,837	152,787,963
Depreciation of property and equipment	33	14,194,607	12,455,922	56,934,569	50,770,338
Depreciation of right-of-use assets	17	6,533,174	6,364,790	26,204,561	25,942,884
Seniority indemnity benefits	27(a)	5,080,557	5,236,788	20,378,114	21,345,148
Net currency translation differences		1,917,455	(4,586,921)	7,690,912	(18,696,290)
Amortisation of intangible assets	16	3,015,162	1,371,227	12,093,815	5,589,121
Training credit fund	27(b)	288,836	-	1,158,521	-
Career development expense	27(c)	(143,416)	802,448	(575,242)	3,270,778
Pension fund		437,133	434,225	1,753,340	1,769,901
Adjustment in property and equipment		98,970	41,134	396,969	167,662
Adjustment in intangible assets		536,102	83,830	2,150,305	341,691
Dividend income	32	(527)	(465)	(2,114)	(1,895)
Gain on disposals of property and equipment and lease	32	(75,648)	(382,986)	(303,424)	(1,561,051)
Net monetary gain from hyperinflationary economy		(40,728)	-	(163,360)	-
Net interest income		(266,764,724)	(221,493,214)	(1,069,993,308)	(902,806,341)
Operating loss before changes in working capital		(88,265,692)	(92,789,171)	(354,033,691)	(378,208,662)
<i>Changes in:</i>					
Deposits from customers		618,557,874	578,774,992	2,481,035,633	2,359,086,867
Other liabilities		26,701,352	63,209,273	107,099,123	257,640,997
Other assets		(6,229,223)	(48,287,777)	(24,985,413)	(196,820,979)
Deposits and placements with other banks		(81,652,540)	(202,839)	(327,508,338)	(826,772)
Deposits and placements from other banks and financial institutions		6,488,427	(51,723,298)	26,025,081	(210,824,163)
Reserve requirement		(45,281,053)	(30,283,656)	(181,622,304)	(123,436,182)
Loans and advances		(244,861,085)	(74,676,547)	(982,137,812)	(304,381,606)
Cash flows from operations		185,458,060	344,020,977	743,872,279	1,402,229,500
Interest received		426,704,766	393,494,830	1,711,512,816	1,603,884,927
Career development benefits paid	27(c)	(3,131,757)	(758,329)	(12,561,477)	(3,090,949)
Pension fund paid		(436,892)	(434,413)	(1,752,374)	(1,770,667)
Seniority benefits paid	27(a)	(5,216,232)	(4,883,822)	(20,922,307)	(19,906,458)
Income tax paid	34(a)	(20,097,065)	(6,838,610)	(80,609,328)	(27,874,174)
Interest paid		(129,564,161)	(127,058,962)	(519,681,850)	(517,892,329)
Net cash generated from operating activities (carried forward to next page)		453,716,719	597,541,671	1,819,857,759	2,435,579,850

ACLEDA BANK PLC.

**CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

		30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
	Notes				
Net cash generated from operating activities (brought down from previous page)		<u>453,716,719</u>	<u>597,541,671</u>	<u>1,819,857,759</u>	<u>2,435,579,850</u>
Cash flows from investing activities					
Proceeds from matured investments		151,683,287	11,345,499	608,401,664	46,244,254
Interest received from investments		3,241,736	1,376,520	13,002,603	5,610,696
Proceeds from disposals of property and equipment		115,232	394,313	462,196	1,607,220
Dividends received		527	465	2,114	1,895
Purchases of intangible assets	16	(6,347,880)	(1,108,100)	(25,461,347)	(4,516,616)
Purchases of property and equipment	15	(12,527,492)	(9,799,964)	(50,247,770)	(39,944,653)
Purchases of financial investments		<u>(140,608,848)</u>	<u>(44,595,844)</u>	<u>(563,982,089)</u>	<u>(181,772,660)</u>
Net cash used in investing activities		<u>(4,443,438)</u>	<u>(42,387,111)</u>	<u>(17,822,629)</u>	<u>(172,769,864)</u>
Cash flows from financing activities					
Proceeds from debt securities issuance		98,809,061	-	396,323,144	-
Proceeds from subordinated debts		50,000,000	14,997,539	200,550,000	61,129,969
Proceeds from borrowings		2,154,673	1,399,319	8,642,393	5,703,624
Payment of tax on ABL's capital increase		-	(203,905)	-	(831,117)
Payments of lease liabilities (principal)	37	(6,128,768)	(7,344,326)	(24,582,488)	(29,935,473)
Repayments of subordinated debts		(15,377,500)	(15,177,500)	(61,679,153)	(61,863,490)
Payments of dividends		(24,238,924)	(14,805,480)	(98,676,658)	(60,850,524)
Interest paid		(32,883,325)	(35,761,127)	(131,895,017)	(145,762,354)
Repayments of borrowings		<u>(136,117,267)</u>	<u>(170,340,123)</u>	<u>(545,966,358)</u>	<u>(694,306,341)</u>
Net cash used in financing activities		<u>(63,782,050)</u>	<u>(227,235,603)</u>	<u>(257,284,137)</u>	<u>(926,715,706)</u>
Net increase in cash and cash equivalents		385,491,231	327,918,957	1,544,750,993	1,336,094,280
Cash and cash equivalents at the beginning of the period		2,758,328,536	2,279,718,573	11,102,272,357	9,312,650,371
Exchange differences		-	-	(40,306,084)	68,645,597
Cash and cash equivalents at the end of the period	36	<u>3,143,819,767</u>	<u>2,607,637,530</u>	<u>12,606,717,266</u>	<u>10,717,390,248</u>

Non-cash investing activities

Non-cash investing activities disclosed in other notes are the purchases of property and equipment (Note 15) and the purchases of intangible assets (Note 16).

Non-cash financing activities

During the six-month period ended 30 June 2025, the Group entered into new lease agreements and recognised right-of-use assets amounting to US\$7,633,783 (30 June 2024: US\$10,217,285), and pre-terminated right-of-use assets and lease liabilities amounting to US\$112,610 and US\$78,310 (30 June 2024: US\$1,617,757 and US\$1,739,140), respectively, and recognised loss from pretermination amounting to US\$34,646 (30 June 2024: gain US\$121,357), which is a non-cash transaction.

The accompanying notes on pages 22 to 211 form an integral part of these interim financial statements.

ACLEDA BANK PLC.
**SEPARATE INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025**

		30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
	Notes				
Assets					
Cash on hand	7	478,005,435	503,459,073	1,916,801,794	2,026,422,769
Deposits and placements with other banks, net	8	2,627,294,583	1,958,058,129	10,535,451,278	7,881,183,969
Financial investments, net	9	243,597,231	471,804,878	976,824,896	1,899,014,634
Loans and advances, net	10	7,053,170,482	6,861,826,011	28,283,213,633	27,618,849,694
Other assets	11	31,329,057	28,121,672	125,629,519	113,189,731
Statutory deposits	12	638,571,176	596,402,637	2,560,670,416	2,400,520,614
Investments in subsidiaries	13	91,117,716	91,117,716	365,382,041	366,748,807
Assets held for sale	14	13,372,583	-	53,624,058	-
Property and equipment, net	15	114,205,856	115,350,609	457,965,483	464,286,201
Intangible assets, net	16	13,508,189	15,145,392	54,167,838	60,960,203
Right-of-use assets, net	17	34,215,046	33,189,075	137,202,334	133,586,027
Derivative financial instruments	25	1,055,033	2,250,246	4,230,682	9,057,240
Total assets		11,339,442,387	10,676,725,438	45,471,163,972	42,973,819,889
Liabilities and equity					
Liabilities					
Deposits and placements of other banks and financial institutions	19	380,282,656	372,727,604	1,524,933,451	1,500,228,606
Deposits from customers	20	8,415,215,078	7,845,298,389	33,745,012,463	31,577,326,016
Other liabilities	21	115,984,194	99,709,704	465,096,618	401,331,559
Borrowings	22	463,961,620	598,522,015	1,860,486,096	2,409,051,110
Subordinated debts	23	217,128,868	178,762,108	870,686,761	719,517,485
Debt securities	24	100,338,676	-	402,358,091	-
Lease liabilities	26	33,882,163	32,783,552	135,867,474	131,953,797
Employee benefits	27	6,747,945	9,854,350	27,059,259	39,663,759
Current income tax liabilities	34(a)	14,400,575	14,893,706	57,746,306	59,947,167
Deferred tax liabilities	18	37,818,591	33,896,262	151,652,550	136,432,455
Total liabilities		9,785,760,366	9,186,447,690	39,240,899,069	36,975,451,954
Equity					
Share capital	28	433,163,019	433,163,019	1,732,652,076	1,732,652,076
Share premium	28	11,706,215	11,706,215	48,235,459	48,235,459
Reserves	39	870,118,904	841,203,517	3,496,251,874	3,401,235,494
Retained earnings		238,693,883	204,204,997	953,125,494	816,244,906
Total equity		1,553,682,021	1,490,277,748	6,230,264,903	5,998,367,935
Total liabilities and equity		11,339,442,387	10,676,725,438	45,471,163,972	42,973,819,889

The accompanying notes on pages 22 to 211 form an integral part of these interim financial statements.

ACLEDA BANK PLC.

SEPARATE INTERIM STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

	Notes	For the six-month period ended				For the three-month period ended			
		30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024
		US\$	US\$	KHR'000	KHR'000	US\$	US\$	KHR'000	KHR'000
				(Note 5)	(Note 5)			(Note 5)	(Note 5)
Interest income	29	408,727,282	378,617,553	1,639,405,128	1,543,245,146	209,050,889	190,740,239	837,248,810	778,220,175
Interest expense	30	(152,668,181)	(169,106,820)	(612,352,074)	(689,279,398)	(75,826,083)	(83,157,795)	(303,683,462)	(339,283,804)
Net interest income		<u>256,059,101</u>	<u>209,510,733</u>	<u>1,027,053,054</u>	<u>853,965,748</u>	<u>133,224,806</u>	<u>107,582,444</u>	<u>533,565,348</u>	<u>438,936,371</u>
Fee and commission income	31	19,251,512	17,629,123	77,217,815	71,856,305	9,491,836	8,122,741	38,014,803	33,140,783
Fee and commission expense		(772,527)	(2,411,516)	(3,098,606)	(9,829,339)	(411,853)	(1,051,346)	(1,649,471)	(4,289,492)
Net fee and commission income		<u>18,478,985</u>	<u>15,217,607</u>	<u>74,119,209</u>	<u>62,026,966</u>	<u>9,079,983</u>	<u>7,071,395</u>	<u>36,365,332</u>	<u>28,851,291</u>
Allowance for impairment losses on loans and advances, deposits and placements with other banks, other receivables, and investment securities	10	(31,807,276)	(36,937,103)	(127,578,984)	(150,555,632)	(14,670,736)	(18,730,960)	(58,756,298)	(76,422,317)
Reversal of/(allowance for) impairment losses on off-balance sheet commitments	10	14,697	(23,868)	58,950	(97,286)	6,339	19,406	25,388	79,176
Net impairment losses		<u>(31,792,579)</u>	<u>(36,960,971)</u>	<u>(127,520,034)</u>	<u>(150,652,918)</u>	<u>(14,664,397)</u>	<u>(18,711,554)</u>	<u>(58,730,910)</u>	<u>(76,343,141)</u>
Income after impairment losses		<u>242,745,507</u>	<u>187,767,369</u>	<u>973,652,229</u>	<u>765,339,796</u>	<u>127,640,392</u>	<u>95,942,285</u>	<u>511,199,770</u>	<u>391,444,521</u>
Other income, net	32	13,935,480	10,729,186	55,895,210	43,732,162	6,789,743	5,194,907	27,192,921	21,195,221
Other operating expenses	33	(145,600,138)	(134,673,942)	(584,002,153)	(548,930,988)	(74,493,299)	(67,829,401)	(298,345,662)	(276,743,956)
Profit before income tax		<u>111,080,849</u>	<u>63,822,613</u>	<u>445,545,286</u>	<u>260,140,970</u>	<u>59,936,836</u>	<u>33,307,791</u>	<u>240,047,029</u>	<u>135,895,786</u>
Income tax expense	34(b)	(22,242,439)	(13,097,734)	(89,214,423)	(53,386,364)	(12,223,554)	(7,124,279)	(48,955,334)	(29,067,058)
Profit for the periods		<u>88,838,410</u>	<u>50,724,879</u>	<u>356,330,863</u>	<u>206,754,606</u>	<u>47,713,282</u>	<u>26,183,512</u>	<u>191,091,695</u>	<u>106,828,728</u>
Other comprehensive income:									
<i>Items that will not be reclassified to profit or loss:</i>									
Exchange differences		-	-	(20,963,238)	36,485,998	-	-	(26,635,419)	121,367,871
<i>Item that is or may be reclassified subsequently to profit or loss:</i>									
Remeasurement of the effective portion of derivatives arising from cash flow hedge		(1,195,213)	(1,612,031)	(4,793,999)	(6,570,638)	(973,325)	(1,736,083)	(3,898,167)	(7,083,219)
Other comprehensive loss for the periods		<u>(1,195,213)</u>	<u>(1,612,031)</u>	<u>(25,757,237)</u>	<u>29,915,360</u>	<u>(973,325)</u>	<u>(1,736,083)</u>	<u>(30,533,586)</u>	<u>114,284,652</u>
Total comprehensive income for the periods		<u>87,643,197</u>	<u>49,112,848</u>	<u>330,573,626</u>	<u>236,669,966</u>	<u>46,739,957</u>	<u>24,447,429</u>	<u>160,558,109</u>	<u>221,113,380</u>

The accompanying notes on pages 22 to 211 form an integral part of these interim financial statements.

ACLEDA BANK PLC.

SEPARATE INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	The Bank									
	Share capital		Share premium		Reserves		Retained earnings		Total equity	
	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)
As at 1 January 2025	433,163,019	1,732,652,076	11,706,215	48,235,459	841,203,517	3,401,235,494	204,204,997	816,244,906	1,490,277,748	5,998,367,935
Profit for the period	-	-	-	-	-	-	88,838,410	356,330,863	88,838,410	356,330,863
Other comprehensive income:										
Remeasurement of the effective portion of derivatives arising from cash flow hedge	-	-	-	-	(1,195,213)	(4,793,999)	-	-	(1,195,213)	(4,793,999)
Exchange differences	-	-	-	-	-	(20,963,238)	-	-	-	(20,963,238)
Total comprehensive income for the period	-	-	-	-	(1,195,213)	(25,757,237)	88,838,410	356,330,863	87,643,197	330,573,626
Transactions with owners:										
Dividend paid	-	-	-	-	-	-	(24,238,924)	(98,676,658)	(24,238,924)	(98,676,658)
Transfer from retained earnings to regulatory reserves	-	-	-	-	30,110,600	120,773,617	(30,110,600)	(120,773,617)	-	-
Total transactions with owners	-	-	-	-	30,110,600	120,773,617	(54,349,524)	(219,450,275)	(24,238,924)	(98,676,658)
As at 30 June 2025	<u>433,163,019</u>	<u>1,732,652,076</u>	<u>11,706,215</u>	<u>48,235,459</u>	<u>870,118,904</u>	<u>3,496,251,874</u>	<u>238,693,883</u>	<u>953,125,494</u>	<u>1,553,682,021</u>	<u>6,230,264,903</u>

	The Bank									
	Share capital		Share premium		Reserves		Retained earnings		Total equity	
	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)
As at 1 January 2024	433,163,019	1,732,652,076	11,706,215	48,235,459	765,115,248	3,178,952,563	182,661,825	729,120,067	1,392,646,307	5,688,960,165
Profit for the period	-	-	-	-	-	-	50,724,879	206,754,606	50,724,879	206,754,606
Other comprehensive income:										
Remeasurement of the effective portion of derivatives arising from cash flow hedge	-	-	-	-	(1,612,031)	(6,570,638)	-	-	(1,612,031)	(6,570,638)
Total comprehensive income for the period	-	-	-	-	(1,612,031)	(6,570,638)	50,724,879	206,754,606	49,112,848	200,183,968
Transactions with owners:										
Dividend paid	-	-	-	-	-	-	(14,805,480)	(60,850,524)	(14,805,480)	(60,850,524)
Transfer from retained earnings to regulatory reserves	-	-	-	-	24,184,728	98,576,951	(24,184,728)	(98,576,951)	-	-
Exchange differences	-	-	-	-	-	36,485,998	-	-	-	36,485,998
Total transactions with owners	-	-	-	-	24,184,728	135,062,949	(38,990,208)	(159,427,475)	(14,805,480)	(24,364,526)
As at 30 June 2024	<u>433,163,019</u>	<u>1,732,652,076</u>	<u>11,706,215</u>	<u>48,235,459</u>	<u>787,687,945</u>	<u>3,307,444,874</u>	<u>194,396,496</u>	<u>776,447,198</u>	<u>1,426,953,675</u>	<u>5,864,779,607</u>

The accompanying notes on pages 22 to 211 form an integral part of these interim financial statements.

ACLEDA BANK PLC.
**SEPARATE INTERIM STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

		30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
	Notes				
Cash flows from operating activities					
Profit for the period before income tax		111,080,849	63,822,613	445,545,286	260,140,970
<i>Adjustments for:</i>					
Net impairment losses	10	31,792,579	36,960,971	127,520,034	150,652,918
Depreciation of property and equipment	33	13,112,237	11,563,219	52,593,183	47,131,681
Depreciation of right-of-use assets	17	6,275,548	6,137,833	25,171,223	25,017,807
Seniority indemnity benefits	27(a)	4,985,929	5,147,346	19,998,561	20,980,582
Amortisation of intangible assets	16	2,822,585	1,281,667	11,321,388	5,224,075
Training credit fund	27(b)	284,119	-	1,139,601	-
Career development expense	27(c)	(164,679)	779,113	(660,527)	3,175,665
Net currency translation differences		597,365	(614,924)	2,396,031	(2,506,430)
Pension fund		428,988	426,468	1,720,671	1,738,284
Adjustment in property and equipment		98,970	41,926	396,969	170,890
Adjustment in intangible assets		536,102	83,830	2,150,305	341,691
Dividend income	32	(527)	(465)	(2,114)	(1,895)
Gain on disposals of property and equipment and lease	32	(85,509)	(379,855)	(342,977)	(1,548,289)
Net interest income		(256,059,101)	(209,510,733)	(1,027,053,054)	(853,965,748)
Operating loss before changes in working capital		(84,294,545)	(84,260,991)	(338,105,420)	(343,447,799)
<i>Changes in:</i>					
Deposits from customers		569,916,689	577,836,000	2,285,935,840	2,355,259,536
Other liabilities		29,611,037	65,506,538	118,769,869	267,004,649
Other assets		(6,201,167)	(49,493,103)	(24,872,881)	(201,733,888)
Deposits and placements with other banks		(80,426,210)	(351)	(322,589,528)	(1,431)
Deposits and placements of other banks and financial institutions		7,555,052	(56,427,150)	30,303,314	(229,997,063)
Reserve requirement		(42,168,539)	(30,071,447)	(169,138,010)	(122,571,218)
Loans and advances		(235,845,639)	(75,269,205)	(945,976,858)	(306,797,280)
Cash flows from operations		158,146,678	347,820,291	634,326,326	1,417,715,506
Interest received		408,727,282	377,241,033	1,639,405,128	1,537,634,451
Career development benefits paid	27(c)	(3,084,810)	(672,607)	(12,373,173)	(2,741,546)
Pension fund paid		(428,770)	(426,697)	(1,719,796)	(1,739,217)
Seniority benefits paid	27(a)	(5,123,037)	(4,801,123)	(20,548,501)	(19,569,377)
Income tax paid	34(a)	(18,813,241)	(5,718,035)	(75,459,910)	(23,306,711)
Interest paid		(125,818,006)	(124,734,146)	(504,656,022)	(508,416,379)
Net cash generated from operating activities (carried forward to next page)		413,606,096	588,708,716	1,658,974,052	2,399,576,727

ACLEDA BANK PLC.
**SEPARATE INTERIM STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

		30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
	Notes				
Net cash generated from operating activities (brought down from previous page)		<u>413,606,096</u>	<u>588,708,716</u>	<u>1,658,974,052</u>	<u>2,399,576,727</u>
Cash flows from investing activities					
Proceeds from matured investments		151,683,287	11,345,499	608,401,664	46,244,254
Interest received from investments		3,241,736	1,376,520	13,002,603	5,610,696
Proceeds from disposals of property and equipment		114,550	389,179	459,460	1,586,294
Dividend received		527	465	2,114	1,895
Purchases of intangible assets	16	(6,347,167)	(944,005)	(25,458,487)	(3,847,764)
Purchases of property and equipment	15	(12,116,494)	(9,176,989)	(48,599,257)	(37,405,407)
Purchases of financial investments		<u>(140,608,848)</u>	<u>(44,595,844)</u>	<u>(563,982,089)</u>	<u>(181,772,660)</u>
Net cash used in investing activities		<u>(4,032,409)</u>	<u>(41,605,175)</u>	<u>(16,173,992)</u>	<u>(169,582,692)</u>
Cash flows from financing activities					
Proceeds from debt securities issuance		98,809,061	-	396,323,144	-
Proceeds from subordinated debts		50,000,000	14,997,539	200,550,000	61,129,969
Payments of lease liabilities (principal)	37	(6,008,420)	(6,985,216)	(24,099,773)	(28,471,740)
Repayments of subordinated debts		(15,377,500)	(15,177,500)	(61,679,153)	(61,863,490)
Interest paid		(32,529,455)	(35,293,587)	(130,475,644)	(143,856,661)
Payments of dividends		(24,238,924)	(14,805,480)	(98,676,658)	(60,850,524)
Repayments of borrowings		<u>(132,564,098)</u>	<u>(165,403,963)</u>	<u>(531,714,597)</u>	<u>(674,186,553)</u>
Net cash used in financing activities		<u>(61,909,336)</u>	<u>(222,668,207)</u>	<u>(249,772,681)</u>	<u>(908,098,999)</u>
Net increase in cash and cash equivalents		<u>347,664,351</u>	<u>324,435,334</u>	<u>1,393,027,379</u>	<u>1,321,895,036</u>
Cash and cash equivalents at the beginning of the period		<u>2,723,449,936</u>	<u>2,240,749,214</u>	<u>10,961,885,992</u>	<u>9,153,460,539</u>
Exchange differences		-	-	(39,745,080)	67,552,917
Cash and cash equivalents at the end of the period	36	<u><u>3,071,114,287</u></u>	<u><u>2,565,184,548</u></u>	<u><u>12,315,168,291</u></u>	<u><u>10,542,908,492</u></u>

Non-cash investing activities

Non-cash investing activities disclosed in other notes are the purchases of property and equipment (Note 15) and the purchases of intangible assets (Note 16).

Non-cash financing activities

During the six-month period ended 30 June 2025, the Bank entered into new lease agreements and recognised right-of-use assets amounting to US\$7,452,549 (30 June 2024: US\$10,127,330), and pre-terminated right-of-use assets and lease liabilities amounting to US\$112,610 and US\$77,882 (30 June 2024: US\$1,619,189 and US\$1,731,920), respectively, and recognised loss from pretermination amounting to US\$34,728 (30 June 2024: gain US\$112,732), which is a non-cash transaction.

The accompanying notes on pages 22 to 211 form an integral part of these interim financial statements.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025**

1. BACKGROUND INFORMATION

Prior to 1 December 2003, ACLEDA Bank Plc. (“ABC” or “the Bank”) was a public limited company formed under the Laws of the Kingdom of Cambodia to operate as a specialised bank with a Head Office located in Phnom Penh and 14 branches in the Kingdom of Cambodia. On 1 December 2003, the National Bank of Cambodia (“NBC”) issued a license for the Bank to become a private commercial bank for a period of three years commencing 1 December 2003. The Bank’s license was renewed for an indefinite period on 28 November 2006. On 25 May 2020, the Bank was successfully listed on the Cambodia Securities Exchange (“CSX”).

On 7 December 2022, the Securities and Exchange Regulator of Cambodia (“SERC”) approved the Bank’s request for its nominated Cash Settlement Agent, Registrar Agent, Transfer Agent, and ACLEDA Securities Plc. (“ACS”), a wholly-owned subsidiary of the Bank, as the Bond Agent when the Bank issues the green bonds in the CSX. However, there has not been any green bond issued by the Bank yet as of the reporting date.

The registered office of the Bank is located at Building N° 61, Preah Monivong Blvd., Sangkat Srah Chak, Khan Doun Penh, Phnom Penh.

The Bank operates under the supervision of the NBC with special focus on providing lending and other financial services to the citizenry and small and medium-sized enterprises and to engage in all other activities, which the Board of Directors believes support these objectives.

The Bank and its four subsidiaries (collectively referred to as “the Group”) are operating in the Kingdom of Cambodia, Lao People’s Democratic Republic (“PDR”) and the Republic of the Union of Myanmar. The principal activities of the subsidiaries are disclosed in Note 13 to the interim financial statements. Currently, the Group has 265 offices covering all provinces and cities in the Kingdom of Cambodia, 37 offices in the Lao PDR, and 17 offices in the Republic of the Union of Myanmar.

As at 30 June 2025, the Group and the Bank have 13,411 and 11,959 employees, respectively (31 December 2024: 13,454 and 11,971 employees, respectively).

The consolidated and separate interim financial statements as at and for the three-month and six-month periods ended 30 June 2025 were approved and authorised for issue by the Board of Directors on 7 August 2025.

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The material accounting policies adopted in the preparation of the interim financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(a) Basis of preparation and presentation

The interim financial statements of the Group and the Bank have been prepared in accordance with Cambodian International Financial Reporting Standards (“CIFRS”). The consolidated and separate interim financial statements have been prepared on a historical cost basis, except for items which are not prepared under the historical cost basis such as:

- Financial instruments, including derivatives, which are valued at fair value.
- Assets held for sale which are measured at the lower of its carrying amount and fair value less costs to sell.
- The application of CIAS 29 ‘Financial Reporting in Hyperinflationary Economies’ for the Group’s entity reporting in Lao Kip (LAK).

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(a) Basis of preparation and presentation (continued)

The preparation of interim financial statements in conformity with CIFRS requires the use of certain critical accounting estimates. It also requires the Board of Directors to exercise judgment in the process of applying the Group's and the Bank's accounting policies. Areas involving a higher degree of judgment or complexity, or areas where assumptions and estimations are significant to the interim financial statements are disclosed in Note 4. In addition to the consolidated interim financial statements, the Bank prepares separate interim financial statements in accordance with the decision of the Board of Directors considering the Bank's balances constitute a substantial portion out of the Group's balances making the separate interim financial statements material for users' decision-making processes.

The Group and the Bank present the interim statement of financial position based on liquidity. Generally, assets and liabilities expected to be recovered or settled over twelve months after the reporting period are considered as non-current assets and non-current liabilities, respectively.

An English version of the interim financial statements have been prepared from the interim financial statements that are in the Khmer language. In the event of a conflict or a difference in interpretation between the two languages, the Khmer language interim financial statements shall prevail.

(b) Adoption of amended accounting standards

(i) Amended accounting standards effective during the period

The Group and the Bank adopted all accounting standards and interpretations as at 30 June 2025. The amended accounting standards assessed to be applicable and have no material impact to the Group's and the Bank's interim financial statements are as follow:

- Lack of Exchangeability (Amendments to CIAS 21)

The amendments impact entity that has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations. Assessing exchangeability between two currencies requires an analysis of different factors; such as the time frame for the exchange, the ability to obtain the other currency, markets or exchange mechanisms, the purpose of obtaining the other currency, and the ability to obtain only limited amounts of the other currency.

When a currency is not exchangeable into another currency, the spot exchange rate needs to be estimated. The objective in estimating the spot exchange rate at a measurement date is to determine the rate at which an orderly exchange transaction would take place at that date between market participants under prevailing economic conditions.

The amendments also set out a framework under which an entity can determine the spot exchange rate at the measurement date using an observable exchange rate without adjustment or another estimation technique.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(b) Adoption of amended accounting standards (continued)

(ii) Amended accounting standards, which are not yet effective and not early adopted

Certain new accounting standards and amendments to accounting standards have been published that are not mandatory for 30 June 2025 reporting period and have not been early adopted by the Group and the Bank.

- Amendments to the Classification and Measurement of Financial Instruments – Amendments to CIFRS 9 and CIFRS 7 (effective for annual periods beginning on or after 1 January 2026)

The Group and the Bank do not expect that the adoption of the amendments to the accounting standards listed above will have a material impact on the interim financial statements of the Group and the Bank in future periods.

- CIFRS 18 — Presentation and Disclosure in Financial Statements (effective for annual periods beginning on or after 1 January 2027)

CIFRS 18 will replace CIAS 1 Presentation of financial statements, introducing new requirements that will help to achieve comparability of the financial performance of similar entities and provide more relevant information and transparency to users. Even though CIFRS 18 will not impact the recognition or measurement of items in the financial statements, its impacts on presentation and disclosure are expected to be pervasive, in particular those related to the statement of financial performance and providing management-defined performance measures within the interim financial statements.

Management is currently assessing the detailed implications of applying the new standard on the Group's and the Bank's interim financial statements.

The Group and the Bank will apply the new standard from its mandatory effective date of 1 January 2027. Retrospective application is required, and so the comparative information for the financial year ending 31 December 2026 will be restated in accordance with CIFRS 18.

(c) Consolidation

(i) Subsidiaries

Subsidiaries are all entities over which the Bank has control. The Bank controls an entity when the Bank is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct relevant activities of the entity.

The consolidated interim financial statements include the interim financial statements of the Bank and all its subsidiaries made up to the end of the financial period.

Subsidiaries are consolidated from the date on which control is transferred to the Bank and deconsolidated from the date that control ceases.

All material transactions and balances between each of the Group's entities are eliminated and the consolidated interim financial statements reflect external transactions only. Where necessary, the accounting policies of subsidiaries have been changed to ensure consistency with the policies adopted by the Group.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(c) Consolidation (continued)

(ii) Investments in subsidiaries

In the Bank's separate interim financial statements, investments in subsidiaries are carried at cost less any accumulated impairment losses. On disposal of investments in subsidiaries, the difference between disposal proceeds and the carrying amounts of investments are recognised in the separate interim statement of profit or loss and other comprehensive income.

The amounts due from subsidiaries of which the Bank does not expect repayment in foreseeable future are considered as part of the Bank's investments in subsidiaries.

(iii) Changes in ownership interests in subsidiaries without change of control

Transactions with non-controlling interests ("NCI") that do not result in loss in control are accounted for as equity transactions that is, as transactions with the owners in their capacity as owners. For purchases from NCI, the difference between any consideration paid and the relevant share in the carrying value of net assets of the subsidiary acquired is deducted from equity. For disposals to NCI, the difference between any proceeds received and the relevant share in NCI are also recognised in equity.

(iv) Non-controlling interests

NCI is measured initially at their proportionate share of the acquiree's identifiable net assets at the date of acquisition.

Changes in Group's interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

An entity has a choice on a combination-by-combination basis to measure any NCI in the acquiree at either the proportionate share of the acquiree's identifiable net assets or fair value. The Group has elected to maintain the former approach.

NCI in subsidiaries is identified separately from the Group's equity therein. Subsequent to acquisition, the carrying amount of NCI is the amount of those interests at initial recognition plus the NCI's share of subsequent changes in equity.

(v) Hyperinflation accounting

The Group applied hyperinflation accounting to its operations in Lao PDR.

The three-year cumulative inflation in Lao PDR exceeded 100% in 2024. As a result, hyperinflation accounting was first applied for the periods ended 31 December 2024 and thereafter (i.e 30 June 2025) to the Group's operations in Lao PDR.

The Group's consolidated interim financial statements include the results and interim financial position of its operations in Lao PDR, restated to the measuring unit current at the end of the period. Net monetary gain/(loss) is presented within 'other income' line item in profit or loss.

In the Group's consolidated interim financial statements, all amounts in the subsidiary's interim financial statements (assets, liabilities, equity items, income and expenses) are translated at the closing rate at the date of the most recent interim statement of financial position. Comparative amounts presented in a stable currency are not adjusted for subsequent changes in the price level or exchange rates.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(c) Consolidation (continued)

(v) Hyperinflation accounting (continued)

In the reporting periods ended 31 December 2024, in which the Group first identified the existence of hyperinflation, CIAS 29 Financial Reporting in Hyperinflationary Economies was applied as if Lao PDR had always been a hyperinflationary economy. When CIAS 29 was first applied, a difference arises between:

- the reported closing equity at 31 December 2023 (which was translated using the closing rate at 31 December 2023), and
- the opening equity at 1 January 2024 (which was restated to the measuring unit current as of 31 December 2024 and translated using the closing rate at 31 December 2024).

The Group recognised the difference in other comprehensive income as a net translation adjustment.

When applying CIAS 29 on an ongoing basis, the Group presents the combined effect of restating in accordance with CIAS 29 and translation according to CIAS 21 as a net change in other comprehensive income.

The price index used for the application of hyperinflation accounting was the Consumer Price Index published by the Bank of the Lao PDR. The movement in the Consumer Price Index for the period ended 30 June 2025 was 251.40% (31 December 2024: 243.52%).

(d) Foreign currency translation

(i) Functional and presentation currency

Items included in the interim financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The interim financial statements are presented in United States Dollar ("US\$"), which is the Group's and the Bank's functional and presentation currency.

(ii) Transactions and balances

Transactions in currencies other than US\$, with the exception of the Group's Lao Kip operation which is subject to hyperinflation accounting and explained above, are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in currencies other than US\$ are recognised in the interim statement of profit or loss and other comprehensive income.

(iii) Group's companies

The interim results and interim financial position of foreign operations (except those whose functional currency is the currency of a hyperinflationary economy) that have a functional currency different from the Bank's presentation currency are translated into the presentation currency as follows:

- a) assets and liabilities for each interim statement of financial position presented are translated using the closing rate at the end of the reporting period;
- b) income and expenses for each interim statement of profit or loss and other comprehensive income presented are translated using the average exchange rates (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case, income and expenses are translated at the rate on the dates of the transactions); and,

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(d) Foreign currency translation (continued)

(iii) Group's companies (continued)

- c) all resulting exchange differences are recognised as a separate component of equity.

On consolidation, exchange differences arising from the translation of any net investment in foreign operations are recognised in other comprehensive income. When a foreign operation is partially disposed of or sold, exchange differences are reclassified to the interim statement of profit or loss and other comprehensive income as gain or loss on sale.

The interim results and interim financial position of an entity whose functional currency is the currency of a hyperinflationary economy are translated into the presentation currency as follows:

- All amounts (assets, liabilities, equity items, income and expenses) are translated at the closing rate at the date of the most recent interim statement of financial position.
- When amounts are translated into the currency of a non-hyperinflationary economy, comparative amounts are those that were presented as current period amounts in the relevant prior period interim financial statements (not adjusted for subsequent changes in the price level or subsequent changes in exchange rates).

(e) Financial assets and financial liabilities

(i) Recognition and initial measurement

The Group and the Bank initially recognise loans and advances, deposits and placements with other banks, borrowings, subordinated debts and debt securities on the date on which they are originated. All other financial instruments (including regular-way purchases and sales of financial assets) are recognised on the trade date, which is the date the Group and the Bank become a party to the contractual provisions of the instrument.

A financial asset or financial liability is measured initially at fair value plus, for an item not at fair value through profit and loss ("FVTPL"), transaction costs that are directly attributable to its acquisition or issue.

(ii) Classification

On initial recognition, a financial asset is classified as: amortised cost, FVTPL or fair value through other comprehensive income ("FVOCI").

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and,
- the contractual terms of the financial asset give rise on specified dates to cash flows that are 'solely payments of principal and interest' ("SPPI").

A debt instrument is measured at FVOCI only if it meets both of the following conditions and is not designated as FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling the financial assets; and,
- the contractual terms of the financial asset give rise on specified dates to cash flows that are SPPI.

On initial recognition of an equity investment that is not held for trading, the Group and the Bank may irrevocably elect to present subsequent changes in fair value in other comprehensive income. This election is made on an investment-by-investment basis. However, the Group and the Bank have not made such election.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(e) Financial assets and financial liabilities (continued)

(ii) Classification (continued)

All other financial assets are classified as FVTPL. As at the reporting date, the Group and the Bank do not have financial assets classified as FVTPL.

In addition, on initial recognition, the Group and the Bank may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost, FVOCI, or FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Business model assessment

The Group and the Bank make an assessment of the objective of a business model in which an asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to the Management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice. In particular, whether management's strategy focuses on earning contractual interest revenue, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of the liabilities that are funding those assets or realising cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Group's and the Bank's Management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and its strategy on how those risks are managed;
- how managers of the business are compensated (e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected); and,
- the frequency, volume and timing of sales in prior periods, the reasons for such sales and its expectations about future sales activity. However, information about sales activity is not considered in isolation, but as part of an overall assessment of how the Group's and the Bank's stated objective for managing the financial assets is achieved and how cash flows are realised.

Financial assets that are held for trading or managed and whose performance is evaluated on a fair value basis are measured at FVTPL because they are neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell the financial assets.

Assessment of whether contractual cash flows are SPPI

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as the consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as profit margin.

In assessing whether the contractual cash flows are SPPI, the Group and the Bank consider the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition.

In making the assessment, the Group and the Bank consider:

- contingent events that would change the amount and timing of cash flows;
- leverage features;
- prepayment and extension terms;
- terms that limit the Group's and the Bank's claim to cash flows from specified assets (e.g. non-recourse loans); and,
- features that modify consideration of the time value of money (e.g. periodical reset of interest rates).

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(e) Financial assets and financial liabilities (continued)

(ii) Classification (continued)

Assessment of whether contractual cash flows are SPPI (continued)

The Group and the Bank hold a portfolio of long-term fixed-rate loans for which the Group and the Bank have the option to propose to revise the interest rate at periodic reset dates. These reset rights are limited to the market rate at the time of revision in which the Group and the Bank have an option to either accept the revised rate or redeem the loan at par without penalty. The Group and the Bank have determined that the contractual cash flows of these loans are SPPI because the option varies with the interest rate in consideration for the time value of money, credit risk, and other basic lending risks and costs associated with the principal amount outstanding.

Non-recourse loans

In some cases, loans made by the Group and the Bank that are secured by collateral from the borrower limit the Group's and the Bank's claim to cash flows of the underlying collateral (non-recourse loans). The Group and the Bank apply judgment in assessing whether the non-recourse loans meet the SPPI criterion. The Group and the Bank typically consider the following information when making this judgement:

- whether the contractual arrangement specifically defines the amounts and dates of the cash payments of the loan;
- the fair value of the collateral relative to the amount of the secured financial asset;
- the ability and willingness of the borrower to make contractual payments, notwithstanding a decline in the value of collateral;
- whether the borrower is an individual or a substantive operating entity or is a special-purpose entity;
- the Group's and the Bank's risk of loss on the asset relative to a full-recourse loan;
- the extent to which the collateral represents all or a substantial portion of the borrower's assets; and,
- whether the Group and the Bank will benefit from any upside from the underlying assets.

Reclassifications

Financial assets are not reclassified subsequent to their initial recognition, except in the period after the Group and the Bank change its business model for managing financial assets.

Financial liabilities

The Group and the Bank classify its financial liabilities, other than financial guarantees and loan commitments, either at amortised cost or FVTPL. As at the reporting date, the Group and the Bank do not have financial liabilities classified as FVTPL.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(e) Financial assets and financial liabilities (continued)

(iii) Derecognition

Financial assets

The Group and the Bank derecognise a financial asset when the contractual rights to the cash flows from the financial asset expire [see also Note 2 (e) (iv)], or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Group and the Bank neither transfer nor retain substantially all of the risks and rewards of ownership and do not retain control of the financial asset.

On derecognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset derecognised) and the sum of (i) the consideration received (including any new asset obtained less any new liability assumed) and (ii) any cumulative gain or loss that had been recognised in other comprehensive income is recognised in profit or loss.

Any cumulative gain/loss recognised in other comprehensive income in respect of equity investment securities designated as FVOCI is not recognised in profit or loss on derecognition of such securities. Any interests in transferred financial assets that qualify for derecognition that is created or retained by the Group and the Bank are recognised as a separate asset or liability.

Financial liabilities

The Group and the Bank derecognise a financial liability when its contractual obligations are discharged, cancelled, or expired.

(iv) Modifications of financial assets and financial liabilities

Financial assets

If the terms of a financial asset are modified, then the Group and the Bank evaluate whether the cash flows of the modified asset are substantially different. The Group and the Bank consider, among others:

- if the borrower is in financial difficulty, whether the modification merely reduces the contractual cash flows to amounts the borrower is expected to be able to pay;
- whether any substantial new terms are introduced that will affect the risk profile of the loan;
- significant extension of the loan term when the borrower is not in financial difficulty;
- significant change in the interest rate;
- change in the currency the loan is denominated in; and/or,
- insertion of collateral, other security or credit enhancements that will significantly affect the credit risk associated with the loan.

If the cash flows are substantially different, then the contractual rights to cash flows from the original financial asset are deemed to have expired. In this case, the original financial asset is derecognised [see Note 2 (e) (iii)] and a new financial asset is recognised at fair value plus any eligible transaction costs. Any fees received as part of the modification are accounted for as follows:

- fees that are considered in determining the fair value of the new asset and fees that represent reimbursement of eligible transaction costs are included in the initial measurement of the asset; and,
- other fees are included in profit or loss as part of the gain or loss on derecognition.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(e) Financial assets and financial liabilities (continued)

(iv) Modifications of financial assets and financial liabilities (continued)

Financial assets (continued)

If cash flows are modified when the borrower is in financial difficulties, then the objective of the modification is usually to maximise recovery of the original contractual terms rather than to originate a new asset with substantially different terms. If the Group or the Bank plan to modify a financial asset in a way that would result in forgiveness of cash flows, then it first considers whether a portion of the asset should be written off before the modification takes place [see Note 2 (e) (vii) for write-off policy]. This approach impacts the result of the quantitative evaluation and means that the derecognition criteria are not usually met in such cases.

If the modification of a financial asset measured at amortised cost or FVOCI does not result in derecognition of the financial asset, then the Group and the Bank first recalculate the gross carrying amount of the financial asset using the original effective interest rate of the asset and recognise the resulting adjustment as a modification gain or loss in profit or loss. For floating-rate financial assets, the original effective interest rate used to calculate the modification gain or loss is adjusted to reflect current market terms at the time of the modification. Any costs or fees incurred and fees received as part of the modification adjust the gross carrying amount of the modified financial asset and are amortised over the remaining term of the modified financial asset.

If such a modification is carried out because of financial difficulty of the borrower [see Note 2 (e) (vii)] then the gain or loss is presented together with impairment losses. In other cases, it is presented as interest income calculated using the effective interest method [see Note 2 (r)].

Financial liabilities

The Group and the Bank derecognise a financial liability when its terms are modified and the cash flows of the modified liability are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability derecognised and consideration paid is recognised in profit or loss. Consideration paid includes non-financial assets transferred, if any, and the assumption of liabilities, including the new modified financial liability.

If the modification of a financial liability is not accounted for as derecognition, then the amortised cost of the liability is recalculated by discounting the modified cash flows at the original effective interest rate and the resulting gain or loss is recognised in profit or loss.

For floating-rate financial liabilities, the original effective interest rate used to calculate the modification gain or loss is adjusted to reflect current market terms at the time of the modification. Any costs and fees incurred are recognised as an adjustment to the carrying amount of the liability and amortised over the remaining term of the modified financial liability.

(v) Offsetting

Financial assets and financial liabilities are offset and the net amount is presented in the interim statement of financial position when, and only when, the Group or the Bank currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis only when permitted under CIFRS, or for gains and losses arising from a group of similar transactions such as in the Group's and the Bank's trading activity.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(e) Financial assets and financial liabilities (continued)

(vi) Fair value measurement

'Fair value' is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Group and the Bank have access at that date. The fair value of a liability reflects its non-performance risk.

The fair value of a financial liability with a demand feature (e.g. demand deposit) is not less than the amount payable on demand, discounted from the first date on which the amount could be required to be paid.

The Group and the Bank recognise transfers between levels of the fair value hierarchy as of the end of the reporting period during which the change has occurred.

(vii) Impairment

The Group and the Bank recognise loss allowances for the expected credit loss ("ECL") on the following financial instruments that are not measured at FVTPL:

- financial assets that are debt instruments;
- loans and advances;
- financial guarantee contracts issued; and,
- loan commitments issued.

The Group and the Bank measure loss allowances at an amount equal to lifetime ECL, except for the following, for which they are measured as 12-month ECL:

- debt investment securities that are determined to have low credit risk at the reporting date; and,
- other financial instruments (other than loans and advances) on which credit risk has not increased significantly since their initial recognition.

Loss allowances for loans and advances are 12-month ECL will be computed for stage 1, while lifetime ECL will be computed for stage 2 and stage 3.

The Group and the Bank consider a debt investment security to have low credit risk when its credit risk rating is equivalent to the globally understood definition of 'investment grade'. The Group and the Bank do not apply the low credit risk exemption to any other financial instruments.

12-month ECL is the portion of ECL that results from default events on a financial instrument that are possible within the twelve months after the reporting date. Financial instruments for which a 12-month ECL is recognised are referred to as 'Stage 1 financial instruments'.

Life-time ECL is the ECL that results from all possible default events over the expected life of the financial instrument. Financial instruments for which a lifetime ECL is recognised but which are not credit-impaired are referred to as 'Stage 2 financial instruments'.

Measurement of ECL

ECL is a probability-weighted estimate of credit losses. It is measured as follows:

- an unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- the time value of money; and
- reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(e) Financial assets and financial liabilities (continued)

(vii) Impairment (continued)

Measurement of ECL (continued)

The key inputs into the measurement of ECL are the term structure of the following variables:

- Probability of default ("PD");
- Loss given default ("LGD"); and,
- Exposure at default ("EAD").

ECL for exposures in Stage 1 is calculated by multiplying the 12-month PD by LGD and EAD. Lifetime ECL is calculated by multiplying the lifetime PD by LGD and EAD.

The assumptions underlying the ECL calculation are monitored and reviewed monthly and quarterly. There have been no significant changes in the estimation techniques or significant assumptions made during the reporting period.

PD provides an estimate of the likelihood that a customer will be unable to meet its debt obligation or default over a particular time horizon. Financial assets under the general approach requires staging for both 12-month PD and lifetime PD estimation according to historical data using the migration approach or external credit rating approach.

LGD is the magnitude of the likely loss if there is a default. LGD is defined as the percentage of exposure the Group and the Bank might lose in case the customer defaults. These losses are usually shown as a percentage of EAD, and depend, amongst others, on the type and amount of collaterals as well as the type of customers and the expected recovery from the customers.

With updates of collateral value from time to time, the Group and the Bank take collateral value into LGD calculation for ECL computation. In the event of over-collateralised, a floor LGD shall be applied for ECL calculation.

EAD is simply the amount outstanding at the point of default. However, EAD is different following the natures of products:

- Amortised facilities: the current amount allowed under the contract and arising from amortisation
- Revolving facilities: utilisation rate
- Off-balance sheet: credit conversion factors

As described above and subject to using a maximum of a 12-month PD for Stage 1 financial assets, the Group and the Bank measure ECL considering the risk of default over the maximum contractual period (including any borrower's extension options) over which it is exposed to credit risk, even if, for credit risk management purposes, the Group and the Bank consider a longer period. The maximum contractual period extends to the date at which the Group and the Bank have the right to require repayment or terminate a commitment or guarantee.

However, for credit card facilities that include both a loan and an undrawn commitment component, the Group and the Bank measure ECL over a period longer than the maximum contractual period if the Group's and the Bank's contractual ability to demand repayment and cancel the undrawn commitment does not limit the Group's and the Bank's exposure to credit losses to the contractual notice period. These facilities do not have a fixed term or repayment structure and are managed on a collective basis. The Group and the Bank can cancel them with immediate effect but this contractual right is not enforced in the normal day-to-day management, but only when the Group and the Bank become aware of an increase in credit risk at the facility level. This longer period is estimated taking into account the credit risk management actions that the Group and the Bank expect to take to mitigate ECL. These include a reduction in limits, cancellation of the facility and/or turning the outstanding balance into a loan with fixed repayment terms.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(e) Financial assets and financial liabilities (continued)

(vii) Impairment (continued)

Restructured financial assets

If the terms of a financial asset are renegotiated or modified or an existing financial asset is replaced with a new one due to financial difficulties of the borrower, then an assessment is made of whether the financial asset should be derecognised [see Note 2 (e) (iv)] and ECL is measured as follows:

- If the expected restructuring will not result in derecognition of the existing asset, then the expected cash flows arising from the modified financial asset are included in calculating the cash shortfalls from the existing asset.
- If the expected restructuring will result in derecognition of the existing asset, then the expected fair value of the new asset is treated as the final cash flow from the existing financial asset at the time of its derecognition. This amount is included in calculating the cash shortfalls from the existing financial asset that are discounted from the expected date of derecognition to the reporting date using the original effective interest rate of the existing financial asset.

Credit-impaired financial assets

At each reporting date, the Group and the Bank assess whether financial assets carried at amortised cost (and debt financial assets carried at FVOCI, if any) are credit-impaired (referred to as 'Stage 3 financial assets'). A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data:

- material financial difficulty of the borrower or issuer;
- a breach of contract such as a default or past due event;
- the restructuring of a loan or advance by the Group and the Bank on terms that the Group and the Bank would not consider otherwise;
- it is becoming probable that the borrower will enter bankruptcy or other financial reorganisation; or,
- the disappearance of an active market for a security because of financial difficulties.

A loan that has been renegotiated due to a deterioration in the borrower's condition is usually considered to be credit-impaired unless there is evidence that the risk of not receiving contractual cash flows has reduced significantly and there are no other indicators of impairment.

Presentation of allowance for ECL in the interim statement of financial position

The Group and the Bank present loss allowances for ECL in the interim statement of financial position as follows:

- financial assets measured at amortised cost: as a deduction from the gross carrying amount of the assets;
- loan commitments and financial guarantee contracts: generally, as a provision;
- where a financial instrument includes both a drawn and an undrawn component, and the Group and the Bank cannot identify the ECL on the loan commitment component separately from those on the drawn component: the Group and the Bank present a combined loss allowance for both components. The combined amount is presented as a deduction from the gross carrying amount of the drawn component. Any excess of the loss allowance over the gross amount of the drawn component is presented as a provision; and,
- debt instruments measured at FVOCI: no loss allowance is recognised in the interim statement of financial position because the carrying amount of these assets is their fair value.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(e) Financial assets and financial liabilities (continued)

(vii) Impairment (continued)

Write-off

Loans and debt securities are written off (either partially or in full) when there is no reasonable expectation of recovering a financial asset in its entirety or a portion thereof. This is generally the case when the Group and the Bank determine that the borrower does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. This assessment is carried out at the individual asset level.

Recoveries of amounts previously written off are included in the interim statement of profit or loss and other comprehensive income.

Financial assets that are written off could still be subject to enforcement activities in order to comply with the Group's and the Bank's procedures for recovery of amounts due.

Non-integral financial guarantee contracts

The Group and the Bank assess whether a financial guarantee contract held is an integral element of a financial asset that is accounted for as a component of that instrument or is a contract that is accounted for separately. The factors that the Group and the Bank consider when making this assessment include whether:

- the guarantee is implicitly part of the contractual terms of the debt instrument;
- the guarantee is required by laws and regulations that govern the contract of the debt instrument;
- the guarantee is entered into at the same time as and in contemplation of the debt instrument; or,
- the guarantee is given by the parent of the borrower or another company within the borrower's group.

If the Group and the Bank determine that the guarantee is an integral element of the financial asset, then any premium payable in connection with the initial recognition of the financial asset is treated as a transaction cost of acquiring it. The Group and the Bank consider the effect of the protection when measuring the fair value of the debt instrument and when measuring ECL.

If the Group or the Bank determines that the guarantee is not an integral element of the debt instrument, then it recognises an asset representing any prepayment of guarantee premium and a right to compensation for credit losses. A prepaid premium asset is recognised only if the guaranteed exposure is neither credit-impaired nor has undergone a significant increase in credit risk ("SICR") when the guarantee is acquired. These assets are recognised in 'Other assets'. The Group and the Bank present gains or losses on the compensation outright in profit or loss as 'Impairment losses on financial instruments'.

(viii) Derivative financial instruments

The Group and the Bank enter into a variety of derivative financial instruments to manage its exposure to interest rate through interest rate swaps. The use of financial derivatives is governed by the Group's and the Bank's policies approved by the Board of Directors, which provide written principles on the use of financial derivatives.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain/loss is recognised in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedge relationship.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(e) Financial assets and financial liabilities (continued)

(viii) Derivative financial instruments (continued)

A derivative with a positive fair value is recognised as a financial asset whereas a derivative with a negative fair value is recognised as a financial liability. Derivatives are not offset in the interim financial statements unless the Group and the Bank have both the legal right and the intention to offset.

(ix) Hedge accounting

The Group and the Bank designate certain derivatives as hedging instruments in respect of foreign currency risk and interest rate risk in fair value hedges, cash flow hedges, or hedges of net investments in foreign operations, as appropriate. Hedges of interest rate risk on firm commitments are accounted for as cash flow hedges. The Group and the Bank do not apply fair value hedge accounting on portfolio hedges of interest rate risk.

At the inception of the hedge relationship, the Group and the Bank document the relationship between the hedging instrument and the hedged item, along with the risk management objectives and strategy for undertaking various hedge transactions. Furthermore, at the inception of the hedge and on an ongoing basis, the Group and the Bank document whether the hedging instrument is effective in offsetting changes in fair values or cash flows of the hedged item attributable to the hedged risk, which is when the hedging relationship meets all of the following hedge effectiveness requirements:

- there is an economic relationship between the hedged item and the hedging instrument;
- the effect of credit risk does not dominate the value changes that result from that economic relationship; and,
- the hedge ratio of the hedging relationship is the same as that resulting from the quantity of the hedged item that the Group and the Bank actually hedge and the quantity of the hedging instrument that the Group and the Bank actually use to hedge that quantity of hedged item.

The Group and the Bank rebalance a hedging relationship in order to comply with the hedge ratio requirements, when necessary.

If a hedging relationship ceases to meet the hedge effectiveness requirement relating to the hedge ratio but the risk management objective for that designated hedging relationship remains the same, the Group and the Bank adjust the hedge ratio of the hedging relationship (i.e. rebalances the hedge) so that it meets the qualifying criteria again.

As at the reporting date, the Group and the Bank only have cash flow hedges for its interest rate swap agreements.

The effective portion of changes in the fair value of derivatives and other qualifying hedging instruments that are designated and qualify as cash flow hedges is recognised in the Group's and the Bank's retained earnings, but limited to the cumulative change in fair value of the hedged item from the inception of the hedge less any amounts recycled to profit or loss.

Amounts previously recognised in other comprehensive income and accumulated in equity are reclassified to profit or loss in the period when the hedged item affects profit or loss and in the same line as the recognised hedged item. If the Group and the Bank no longer expect the transaction to occur, that amount is immediately reclassified to profit or loss.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(e) Financial assets and financial liabilities (continued)

(ix) Hedge accounting (continued)

The Group and the Bank discontinue hedge accounting only when the hedging relationship (or a part thereof) ceases to meet the qualifying criteria (after rebalancing, if applicable). This includes instances when the hedging instrument expires or is sold, terminated or exercised, or where the occurrence of the designated hedged forecast transaction is no longer considered to be highly probable. The discontinuation is accounted for prospectively. Any gain/loss recognised in other comprehensive income and accumulated in equity at that time remains in equity and is recognised when the forecast transaction is ultimately recognised in profit or loss. When a forecast transaction is no longer expected to occur, the gain/loss accumulated in equity is reclassified and recognised immediately in profit or loss.

(f) Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and deposits and placements with other banks with original terms of three months or less when purchased, and that are readily convertible to known amounts of cash and subject to an insignificant risk of changes in value.

Cash and cash equivalents are carried at amortised cost in the interim statement of financial position.

(g) Financial investments

The 'Financial investments' caption in the interim statement of financial position may include:

- debt investment securities measured at amortised cost; these are initially measured at fair value plus incremental direct transaction costs, and subsequently at their amortised cost using the effective interest method; and
- equity investment securities designated as FVOCI.

For debt securities measured at FVOCI, gains and losses are recognised in other comprehensive income, except for the following, which are recognised in profit or loss in the same manner as with the financial assets measured at amortised cost:

- interest revenue using the effective interest method;
- ECL and reversals; and,
- foreign exchange gains and losses.

When debt security measured at FVOCI is derecognised, the cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss.

The Group and the Bank elect to present in other comprehensive income the changes in the fair value of certain investments in equity instruments that are not held for trading. The election is made on an instrument-by-instrument basis on initial recognition and is irrevocable.

Gains and losses on such equity instruments are never reclassified to profit or loss and no impairment is recognised in profit or loss. Dividends are recognised in profit or loss unless they clearly represent a recovery of part of the cost of the investment, in which case they are recognised in other comprehensive income. Cumulative gains and losses recognised in other comprehensive income are transferred to retained earnings on disposal of an investment.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(h) Share capital and share premium

Share capital and share premium are classified as equity.

Share capital represents the nominal (par) value of shares that have been issued. Other shares, if any, are classified as equity and/or liability according to the economic substance of the particular instrument. Distributions to holders of a financial instrument classified as an equity instrument are charged directly to equity.

Share premium includes any premiums received on the issuance of share capital. Incremental costs directly attributable to the issuance of new share capital are shown in equity as a deduction from the proceeds, net of tax.

(i) Earnings per share

Basic earnings per share ("EPS") is determined by dividing the adjusted net profit for the period attributable to common shareholders by the weighted average number of common stocks outstanding during the period, after giving retroactive effect to any stock dividends declared in the current period.

Diluted EPS is also computed by dividing net profit by the weighted average number of common stocks subscribed and issued during the period. However, net profit attributable to common stocks and the weighted average number of common stocks outstanding are adjusted to reflect the effects of all the dilutive potential common stocks into common stocks. Currently, there are no potentially dilutive common stocks.

(j) Assets held for sale

Assets held for sale consisting of immovable properties are stated at the lower of its carrying amount and fair value less costs to sell. Assets held for sale are not depreciated while it is classified as held for sale.

(k) Property and equipment

Property and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes expenditure that is directly attributable to the acquisition of items of property and equipment. The cost of an item of property and equipment comprises:

- its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates; and,
- any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the Management.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the Bank and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All repairs and maintenance costs are charged to the interim statement of profit or loss and other comprehensive income during the financial period in which they are incurred.

The cost of any self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use, costs of dismantling and removing the items and restoring the site on which they are located, and borrowing costs on qualifying assets.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(k) Property and equipment (continued)

Land is not depreciated. The other items of property and equipment are depreciated on a straight-line basis to write off the cost of these assets to their residual values over their estimated useful lives as follows:

Classes	Years
Land improvement	3 to 20
Building and improvement	3 to 20
Leasehold improvement*	3 to 10
Office equipment	3 to 15
Computer equipment	3 to 7
Motor vehicles	3 to 8

* *Leasehold improvement are depreciated over the shorter of its economic useful life (3 to 10 years) or the term of the relevant lease.*

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Depreciation on assets under construction commences when the assets are ready for their intended use.

Items of property and equipment are reviewed for indication of impairment at each reporting date and whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Where the carrying amount of an asset is greater than its estimated recoverable amount, it is written down to its recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount and are included in profit or loss in the line item 'Other income, net'.

(l) Intangible assets

Intangible assets include acquired computer software licenses and related costs. An intangible asset is recognised only when its cost can be measured reliably and it is probable that the expected future economic benefits that are attributable to it will flow to the Group and the Bank.

Intangible assets are stated at historical cost less accumulated amortisation and accumulated impairment losses, if any. Intangible assets are amortised using the straight-line method over their estimated useful lives. The useful life of computer software is from three to seven years except for the license of core banking system which has useful life of ten years.

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from its use. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, are recognised in profit or loss when the asset is derecognised. Costs associated with maintaining computer software are recognised as expenses when incurred.

(m) Impairment of non-financial assets

Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and its value in use.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(m) Impairment of non-financial assets (continued)

For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units). Non-financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at each reporting date. Impairment losses are recognised in the interim statement of profit or loss and other comprehensive income.

Impairment losses recognised in prior periods are assessed at the end of each reporting period for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised. A reversal of an impairment loss is recognised as income.

(n) Reserves

Reserves comprise of general reserves, regulatory reserves, hedging reserve and other reserves.

The general reserves are set up for any overall financial risk. The Board of Directors exercises its discretion for the use and maintenance of the general reserves. The transfer from retained earnings to general reserves is subject to the approval of Board of Directors of each entity within the Group.

Regulatory reserves are set up for the variance of provision between impairment in accordance with CIFRS (on loans and advances, deposits and placements with other banks, other receivables, investments in debt securities and off-balance sheet commitments) and regulatory provision (on loans and advances, deposits and placements with other banks, other receivables and off-balance sheet commitments based on the prescribed credit grading rates from the NBC). It is transferred between retained earnings and regulatory reserves when the total accumulated regulatory provision is higher than the accumulated impairment based on CIFRS 9.

The regulatory provision is calculated by applying the prescribed credit grading rates issued by the NBC to the gross carrying amount per CIFRS. These rates are as follows: Normal at 1%, Special Mention at 3%, Sub-standard at 20%, Doubtful at 50%, and Loss at 100%.

The hedging reserve comprises the effective portion of the cumulative net change in the fair value of hedging instruments used in cash flow hedges pending subsequent recognition in profit or loss.

Other reserves are for currency translation differences of the net investment in foreign operations.

(o) Current and deferred income tax

The tax expense for the period comprises of current and deferred tax. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax expense is determined according to the tax laws of each jurisdiction where each entity of the Group operates and generates taxable income and includes all taxes based upon the taxable profits.

Deferred income tax is recognised in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the interim financial statements. However, deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(o) Current and deferred income tax (continued)

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences and unused tax losses or unused tax credits can be utilised.

Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to off-set tax assets against tax liabilities and when the deferred taxes relate to the same fiscal authority.

(p) Employee benefits

(i) Short-term employee benefits

The Group and the Bank recognise a liability and an expense for short-term employee benefits. The Group and the Bank recognise a provision where it is contractually obliged or where there is a past practice that has created a constructive obligation.

Wages, salaries, bonuses, and other short-term benefits are recognised as an expense in the period in which the associated services are rendered by the employees of the Group and the Bank.

(ii) Pension fund scheme

The Bank pays monthly contributions for the compulsory pension scheme to National Social Security Fund (NSSF), a publicly administered social security scheme for pension in Cambodia. The Bank has no further payment obligations once the contributions have been paid. The contributions are recognised as employee benefit expenses when they are due.

Pension fund is both the Bank's and employee's obligation. Contributions were made effective 1 October 2022 and these are paid every month to the National Social Security Fund. For the first five years, contribution to the fund is set at 4% (from KHR400,000 to KHR1,200,000 equivalent US\$99 to US\$298, respectively), which is paid both by the Bank and its employees at 2% each (see Note 27).

(iii) Long-term employment benefits

The Group and the Bank have various long-term employment benefit schemes as summarised below:

Seniority benefits

In accordance with Prakas No. 443 MoLVT dated 21 September 2018 and Notification Letter No. 042/19 K.B/S.N.N.Kh.L dated 22 March 2019 issued by the Ministry of Labour and Vocational Training ("MoLVT"), the Bank and its subsidiaries, except for ACLEDA Bank Lao Ltd. ("ABL") and ACLEDA MFI Myanmar Co., Ltd. ("AMM"), are required to pay seniority indemnity to its employees, as follows:

- Current Seniority Indemnity: effective January 2019, 15 days of their average monthly salary and benefits each year payable every six month in June and December (7.5 days each payment).
- Back Pay Seniority Indemnity: employees are entitled to 15 days of their salary per year of service since the commencement of employment up to 31 December 2018 and still continue working with the Group and the Bank. The back pay seniority indemnity depends on each staff's past services and shall not exceed six months of average basic salaries. On 22 March 2019, the Ministry of Labour and Vocational Training issued guideline number 042/19 K.B/S.N.N.Kh.L, to delay the payment of the past years of seniority service which will be payable three days each in June and in December starting December 2021.

The current seniority indemnity is considered as short-term employee benefits. These are accrued in the period in which the associated services are rendered by the employees of the Group and the Bank.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(p) Employee benefits (continued)

(iii) Long-term employment benefits (continued)

Seniority benefits (continued)

The back pay seniority indemnity is classified as long-term employee benefits, except for the amount payable within 12 months. The liability was recognised at the present value at the reporting period that employees have earned in return for their service from 2008 to 2018 that the Group and the Bank expect to pay in future reporting periods.

The present value of the back pay seniority indemnity is determined by discounting the estimated future payments by reference to the Bank's the longest term deposit interest rate.

Career development benefits

Career development benefits was originally extended to employees of the Bank and its subsidiaries excluding AUB. However, this benefit was paid off on 12 February 2025, except ABL and replaced it with training credit fund to employees ranging from US\$420 to US\$2,085 per year based on the management position level. ABL keep the old policy which provides career development benefits to its employees ranging from LAK7,947,000 (equivalent to US\$378) to LAK23,372,500 (equivalent to US\$1,112) based on the management position level.

Employees in management positions become eligible for the career development incentive fund after two consecutive years in management roles, and have achieved at least very good performance results. They will automatically qualify for the management career development incentive fund starting on 1st January of the third year (date of eligibility). To receive the fund, employees must have worked in their position and maintained from very good performance for three years from the date of eligibility. The first career development incentive fund payment will be made in March of the year following the completion of the three-year criteria, and subsequently every three years thereafter.

The liability is recognised in the interim statement of financial position at the present value of employee benefit obligation at the end of each reporting period using the projected unit credit method. The present value is determined by discounting the estimated future payments by reference to three-year fixed deposit interest rate, as the period of the benefit entitlement is three years.

Training credit fund

Employees in management positions become eligible for the training credit after two consecutive years in management roles, and have achieved at least very good performance results (A/A+). They will automatically qualify for the management training credit starting from 1st January of the third year (date of eligibility). To receive the fund, employees must have worked in position that have training credit and maintained from very good performance for one year from the date of eligibility. The training credit payment will be disbursed upon request by eligible employees for training, with the initial payment available starting February 2026. In case of the training credit budget for each year is not used or fully used, employees are entitle to use it in the following years but not more than 3 years on forward.

The liability is recognised in the interim statement of financial position based on the proportionate annual training credits accrued for each eligible employee up to the current date, adjusted by the estimated percentage of anticipated training credit claims made by employees.

(q) Provisions

Provisions are recognised when the Group and the Bank have a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount of obligation can be reliably estimated.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(q) Provisions (continued)

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provisions due to the passage of time is recognised as interest expense.

(r) Interest

Effective interest rate

Interest income and interest expense are recognised in profit or loss using the effective interest method. The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to:

- the gross carrying amount of the financial asset; or,
- the amortised cost of the financial liability.

When calculating the effective interest rate for financial instruments other than purchased or originated credit-impaired assets, the Group and the Bank estimate future cash flows considering all the contractual terms of the financial instrument, but not the ECL. For purchased or originated credit-impaired financial assets, a credit-adjusted effective interest rate is calculated using the estimated future cash flows, including the ECL.

The calculation of the effective interest rate includes transaction costs and fees paid or received that are an integral part of the effective interest rate. Transaction costs include incremental costs that are directly attributable to the acquisition or issue of a financial asset or financial liability.

Amortised cost and gross carrying amount

The 'amortised cost' of a financial asset or financial liability is the amount at which the financial asset or financial liability is measured on the initial recognition minus the principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount and, for financial assets, adjusted for any ECL.

The 'gross carrying amount' of a financial asset is the amortised cost of a financial asset before adjusting for any ECL allowance.

Interest income and interest expense

The effective interest rate of a financial asset or financial liability is calculated on initial recognition of a financial asset or a financial liability. In calculating interest income and interest expense, the effective interest rate is applied to the gross carrying amount of the financial asset (when the asset is not credit-impaired) or to the amortised cost of the financial liability. The effective interest rate is revised as a result of periodic re-estimation of cash flows of floating-rate instruments to reflect movements in market rates of interest. The effective interest rate is also revised for fair value hedge adjustments at the date the amortisation of the hedge adjustment begins.

However, for financial assets that have become credit-impaired subsequent to initial recognition, interest income is calculated by applying the effective interest rate to the amortised cost of the financial asset. If the asset is no longer credit-impaired, then the calculation of interest income reverts to gross basis.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(r) Interest (continued)

Interest income and interest expense (continued)

For financial assets that were credit-impaired on initial recognition, interest income is calculated by applying the credit-adjusted effective interest rate to the amortised cost of the financial asset. The calculation of interest income does not revert to gross basis, even if the credit risk of the asset improves.

Presentation

Interest income calculated using the effective interest method presented in the interim statement of profit or loss and other comprehensive income may include:

- interest on financial assets and financial liabilities measured at amortised cost;
- interest on debt instruments measured at FVOCI;
- the effective portion of fair value changes in qualifying hedging derivatives designated as cash flow hedges of variability in interest cash flows, in the same period as the hedged cash flows affect interest income/expense; and,
- the effective portion of fair value changes in qualifying hedging derivatives designated as fair value hedges of interest rate risk.

Interest expense presented in the interim statement of profit or loss and other comprehensive income may include:

- financial liabilities measured at amortised cost; and,
- the effective portion of fair value changes in qualifying hedging derivatives designated in cash flow hedges of variability in interest cash flows, in the same period as the hedged cash flows affect interest income/expense.

Interest income and interest expense on any financial assets and financial liabilities at FVTPL are presented in the interim statement of profit or loss and other comprehensive income.

(s) Fee and commission

Fee and commission income – including account servicing fees, investment management fees, sales commission, placement fees and syndication fees – are recognised as the related services are performed.

If a loan commitment is not expected to result in the drawdown of a loan, then the related loan commitment fee is recognised on a straight-line basis over the commitment period.

A contract with a customer that results in a recognised financial instrument in the Group's and the Bank's interim financial statements may be partially in the scope of CIFRS 9, *Financial Instruments*, and partially in the scope of CIFRS 15, *Revenue from Contracts with Customers*. If this is the case, then the Group and the Bank first apply CIFRS 9 to separate and measure the part of the contract that is in the scope of CIFRS 9 and then apply CIFRS 15 to the residual.

(t) Recognition of fee and other income

(i) Dividends

Income from dividends is recognised when the right to receive payment is established. Usually, this is the ex-dividend date for quoted equity securities.

Any dividends on equity instruments designated as FVOCI that clearly represent a recovery of part of the cost of the investment are presented in other comprehensive income.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(t) Recognition of fee and other income (continued)

(ii) Training and consultancy services

The Group and the Bank recognise service revenue when it is probable that economic benefits will flow to the Group and the Bank and the amount of revenue can be reliably measured. Revenue from training and consultancy services are recognised when the services are delivered.

(u) Leases

At inception of a contract, the Group and the Bank assess whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As a lessee

At commencement or on modification of a contract that contains a lease component, the Group and the Bank allocate the consideration in the contract to each lease component on the basis of its relative stand-alone prices.

The Group and the Bank recognise a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred, and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease, unless those costs are incurred to produce inventories, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the Group and the Bank by the end of the lease term or the cost of the right-of-use asset reflects that the Group and the Bank will exercise a purchase option. In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group and the Bank use an incremental borrowing rate. Practically, the Group and the Bank used the incremental borrowing rate as the discount rate to measure its right-of-use assets and lease liabilities.

Lease payments included in the measurement of the lease liability comprise of the following:

- fixed payments, including in-substance fixed payments, less any lease incentives;
- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- amounts expected to be payable under a residual value guarantee; and,
- the exercise price under a purchase option that the Group and the Bank are reasonably certain to exercise, lease payments in an optional renewal period if the Group and the Bank are reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the Group and the Bank are reasonably certain not to terminate early.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(u) Leases (continued)

As a lessee (continued)

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate; if there is a change in the Group's and the Bank's estimate of the amount expected to be payable under a residual value guarantee; if the Group and the Bank change its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in-substance fixed lease payment; or a lease contract is modified and the lease modification is not accounted for as a separate lease. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Short-term leases and leases of low-value assets

A short-term lease is a lease that, at the commencement date, has a lease term of twelve months or less. A lease that contains a purchase option is not a short-term lease.

A lease of an underlying asset does not qualify as a lease of a low-value asset if the nature of the asset is such that, when new, the asset is typically not of low value. For example, leases of cars would not qualify as leases of low-value assets because a new car would typically not be of low value.

The Group and the Bank have elected not to recognise right-of-use assets and lease liabilities for leases of low-value assets and short-term leases. The Group and the Bank recognise the lease payments associated with these leases as expense on a straight-line basis over the lease term.

(v) Contingent assets and contingent liabilities

Contingent assets arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the Group and the Bank. As this may result in the recognition of income that may never be realised, contingent assets are not recognised in the Group's and the Bank's interim financial statements. Contingent assets should be disclosed where an inflow of economic benefits is probable.

Contingent liabilities, which include certain guarantees and letters of credit pledged as collateral security, are possible obligations that arise from past events whose existence will be confirmed only by the occurrence, or non-occurrence, of one or more uncertain future events not wholly within the control of the Group and the Bank; or are present obligations that have arisen from past events but are not recognised because it is not probable that settlement will require the outflow of economic benefits, or because the amount of the obligations cannot be reliably measured.

Contingent liabilities are not recognised in the interim financial statements but are disclosed unless the probability of settlement is remote.

(w) Segment reporting

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(w) Segment reporting (continued)

The Group reports separately information about an operating segment that meets any of the following quantitative thresholds:

- the absolute amount of its reported profit or loss is 10% or more of the greater, in absolute amount, of the combined reported profit of all operating segments that did not report a loss and the combined reported loss of all operating segments that reported a loss; or,
- its assets are 10% or more of the combined assets of all operating segments.

Operating segments that do not meet any of these quantitative thresholds may be considered reportable, and separately disclosed, if the Management believes that information about the segment would be useful to users of the consolidated interim financial statements.

For Management purposes, the Group is currently organised into two main business segments: lending and other financial services. These divisions are the basis on which the Group reports its primary segment information.

Interim financial information on segment reporting is presented in Note 6.

(x) Rounding of amounts

All amounts in US\$ disclosed in the interim financial statements and notes are in whole US\$ currency unit. All Khmer Riel amounts disclosed in the interim financial statements and notes have been rounded off to the nearest thousand currency units unless otherwise stated.

3. COMPOSITION OF THE GROUP

Details of the Bank's subsidiaries as at 30 June 2025 and 31 December 2024 are presented in Note 13.

The significant interim financial information on the interim financial statements of non-wholly owned subsidiary interests of the Bank that has material non-controlling interest are shown. The summarised interim financial information represents amounts before intragroup eliminations.

ACLEDA University of Business Co., Ltd.

	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
<u>Financial position:</u>				
Current assets	958,647	615,358	3,844,174	2,476,816
Non-current assets	30,287,773	30,682,426	121,453,970	123,496,765
Total assets	<u>31,246,420</u>	<u>31,297,784</u>	<u>125,298,144</u>	<u>125,973,581</u>
Current liabilities	4,190,513	3,699,091	16,803,957	14,888,842
Non-current liabilities	463,617	1,386,562	1,859,104	5,580,912
Total liabilities	4,654,130	5,085,653	18,663,061	20,469,754
Equity	26,592,290	26,212,131	106,635,083	105,503,827
Total liabilities and equity	<u>31,246,420</u>	<u>31,297,784</u>	<u>125,298,144</u>	<u>125,973,581</u>
Ownership and voting interest held by non-controlling interest	23.391%	23.391%	23.391%	23.391%
<u>Equity attributable to:</u>				
Owners of the Bank	<u>20,372,087</u>	<u>20,080,851</u>	<u>81,692,069</u>	<u>80,825,425</u>
Non-controlling interest	<u>6,220,203</u>	<u>6,131,280</u>	<u>24,943,014</u>	<u>24,678,402</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

3. COMPOSITION OF THE GROUP (continued)

ACLEDA University of Business Co., Ltd. (continued)

	For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
<u>Results of operations:</u>				
Revenue	3,439,390	3,026,072	13,795,393	12,334,269
Costs and expenses	(3,059,231)	(3,061,664)	(12,270,576)	(12,479,342)
Profit for the period	380,159	(35,592)	1,524,817	(145,073)
Total comprehensive income for the period	380,159	(35,592)	1,524,817	(145,073)
Profit attributable to:				
Owners of the Bank	291,236	(27,267)	1,168,148	(111,140)
Non-controlling interest	88,923	(8,325)	356,670	(33,933)
Total	380,159	(35,592)	1,524,818	(145,073)
Total comprehensive income for the period attributable to:				
Owners of the Bank	291,236	(27,267)	1,168,148	(111,140)
Non-controlling interest	88,923	(8,325)	356,670	(33,933)
Total	380,159	(35,592)	1,524,818	(145,073)
<u>Cash flows:</u>				
Net cash inflows from operating activities	758,574	1,169,416	3,042,640	4,766,540
Net cash outflows from investing activities	(24,225)	(124,903)	(97,166)	(509,105)
Net cash outflows from financing activities	(781,184)	(946,933)	(3,133,329)	(3,859,699)
Net cash (outflows)/inflows	(46,835)	97,580	(187,855)	397,736

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS IN APPLYING ACCOUNTING POLICIES

The Group and the Bank make estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information content of the estimates, certain key variables that are anticipated to have material impact to the Group's and the Bank's interim results and interim financial position are tested for sensitivity to changes in the underlying parameters. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial period are outlined below.

The following are the key assumptions concerning the future and other key sources of estimation uncertainty at the end of each reporting period:

Measurement of the expected credit loss allowance

The expected credit loss allowance (ECL) for financial assets measured at amortised cost requires the use of complex models and significant assumptions about future economic conditions and credit behaviour (e.g. the likelihood of customers defaulting and the resulting losses).

A number of significant judgements are also required in applying the accounting requirements for measuring ECL, such as:

- grouping financial assets sharing similar credit risk characteristics for the purposes of measuring ECL
- choosing appropriate models and assumptions to measure ECL
- determining criteria for identifying loans to customers that have experienced a significant increase in credit risk (SICR)
- applying assumptions and analysis on expected future cash flows and forward-looking information.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS IN APPLYING ACCOUNTING POLICIES (continued)

Measurement of the expected credit loss allowance (continued)

- the Bank applies the LGD floor of 10% for ECL calculation in the event of over-collateralisation for loans that can be secured by different types of collateral, particularly when the pledged collaterals are concentrated on land and buildings, following an analysis of historical loss data and in response to recent developments in the Bank's loan portfolios, as well as prevailing market and economic conditions.

Please refer to Note 41.1(f) for guidance on assessment of impairment of financial instruments under ECL model. This includes the determination of inputs used in the ECL measurement and incorporation of forward-looking information.

Employee benefits

The present value of back pay seniority indemnity, career development incentive, and training credit fund obligation depends on a number of factors that are determined by the Management using a number of assumptions. The assumptions used in determining the net cost for employee benefits include discount rate, turnover rate, and estimated percentage of training credit claims by employees. Any changes in these assumptions will impact the amount of employee benefits.

In the absence of US dollar bond market and US dollar government bonds in Cambodia, the Management used the longest term deposit rate and three-year fixed deposit interest rate as the discount rate to determine the present value of the estimated future cash outflows expected to be required to settle the back pay seniority indemnity and career development benefit obligations, respectively, which are in US dollar.

Estimating cost of right-of-use assets and lease liabilities

Lease liabilities are measured at the present value of lease payments to be made over the lease term. In calculating the lease liabilities, the Group and the Bank use its average incremental borrowing rate which is based on average borrowing interest rate at the time of the commencement of the lease term.

Assets held for sale

Assets held for sale are measured at the lower of its carrying amount and fair value less costs to sell; with its fair value with reference to their market value, utilising the latest appraisal values from independent valuations obtained from external valuation firms, adjusted for costs to sell. These valuations are based on current prices in an active market for similar properties.

Estimated useful lives of property and equipment and intangible assets

The useful lives of the Group's and the Bank's assets with definite useful life are estimated based on the period over which the assets are expected to be available for use. The estimated useful lives of the Group's and the Bank's property and equipment and intangible assets are reviewed periodically and are updated if expectations differ from previous estimates due to physical wear and tear, technical or commercial obsolescence, and legal or other limits on the use of the Group's and the Bank's assets. Despite these periodic updates to useful lives, deviations between estimated and actual asset utilisation can occur for existing assets. Therefore, actual asset utilisation may exceed initial projections, resulting in certain fully depreciated assets are still in use.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

5. TRANSLATION OF UNITED STATES DOLLAR INTO KHMER RIEL

In compliance with the Law on Accounting and Auditing, the interim financial statements shall be expressed in Khmer Riel ("KHR"). Assets and liabilities of each interim statement of financial position presented and reserves are translated using the closing rate as at the reporting date. Shareholders' capital and share premium are translated at the rate at the date of transaction. The interim statements of profit or loss and other comprehensive income are translated into KHR using the applicable average rates for the three-month and the six-month periods. The interim statement of cash flows are translated into KHR using the applicable average rates for the six-month period. All exchange differences arising from the translation are recognised as "currency translation differences" in the other comprehensive income.

The Group and the Bank have used the official rates of exchange published by the NBC as following:

		Closing Rate	Average rate (six-month period)	Average rate (three-month period)
30 June 2025	US\$1 =	KHR4,010	KHR4,011	KHR4,005
30 June 2024	US\$1 =	KHR4,110	KHR4,076	KHR4,080
31 December 2024	US\$1 =	KHR4,025		

6. SEGMENT INFORMATION

The Group's operations are mainly in the financial industry sector from which the Group's reporting segments are identified.

(a) Business segments

The Group's operating businesses are managed separately according to the nature of services provided (primary segments) and the different geographical markets served (secondary segments) with a segment representing a strategic business unit. The Group's business segments are as follows:

- *Lending* - provides loans to individual, group, and corporate as well as financial institutions. Products offered depend on the purpose, feature and size, such as group loan, small loan, medium loan, housing loan, car loan, motor loan, overdraft loan, revolving loan, financial lease, trade finance loan, etc.
- *Other financial services* - provides other services such as foreign exchange transaction, debit and credit cards issuing and acquiring service, fund transfer (local and overseas), and cash management services (such as payroll, cash collection, bills payment, top-up and standing orders). These services are leaning toward modernising the digital banking services via mobile application, internet banking and e-commerce as well as other digital ways.

These segments are the basis on which the Group reports its primary segment information. Transactions between segments are conducted at estimated market rates on an arm's length basis.

Segment revenues and expenses that are directly attributable to primary business segment and the relevant portions of the Group's revenues and expenses that can be allocated to that business segment are accordingly reflected as revenues and expenses of that business segment.

For secondary segments, revenues and expenses are attributed to geographic areas based on the location of the resources producing the revenues, and on the location where the expenses are incurred.

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

6. SEGMENT INFORMATION (continued)

(b) Analysis of primary segment information

Primary segment information by business segment on a consolidated basis are as follows:

	For the six-month period ended						For the six-month period ended					
	30 June 2025						30 June 2024					
	Lending		Other financial services		Total		Lending		Other financial services		Total	
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000
		(Note 5)		(Note 5)		(Note 5)		(Note 5)		(Note 5)		(Note 5)
Revenues												
Interest income	426,704,764	1,711,512,808	-	-	426,704,764	1,711,512,808	394,871,350	1,609,495,623	-	-	394,871,350	1,609,495,623
Interest expense	(159,940,040)	(641,519,500)	-	-	(159,940,040)	(641,519,500)	(173,378,136)	(706,689,282)	-	-	(173,378,136)	(706,689,282)
Net interest income	266,764,724	1,069,993,308	-	-	266,764,724	1,069,993,308	221,493,214	902,806,341	-	-	221,493,214	902,806,341
Non-interest income	-	-	35,641,682	142,958,787	35,641,682	142,958,787	-	-	31,357,220	127,812,028	31,357,220	127,812,028
Total net revenues	266,764,724	1,069,993,308	35,641,682	142,958,787	302,406,406	1,212,952,095	221,493,214	902,806,341	31,357,220	127,812,028	252,850,434	1,030,618,369
	For the three-month period ended						For the three-month period ended					
	30 June 2025						30 June 2024					
	Lending		Other financial services		Total		Lending		Other financial services		Total	
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000
		(Note 5)		(Note 5)		(Note 5)		(Note 5)		(Note 5)		(Note 5)
Revenues												
Interest income	218,482,832	875,023,742	-	-	218,482,832	875,023,742	199,415,392	813,614,799	-	-	199,415,392	813,614,799
Interest expense	(80,039,100)	(320,556,596)	-	-	(80,039,100)	(320,556,596)	(85,340,854)	(348,190,684)	-	-	(85,340,854)	(348,190,684)
Net interest income	138,443,732	554,467,146	-	-	138,443,732	554,467,146	114,074,538	465,424,115	-	-	114,074,538	465,424,115
Non-interest income	-	-	16,615,766	66,546,144	16,615,766	66,546,144	-	-	14,771,774	60,268,838	14,771,774	60,268,838
Total net revenues	138,443,732	554,467,146	16,615,766	66,546,144	155,059,498	621,013,290	114,074,538	465,424,115	14,771,774	60,268,838	128,846,312	525,692,953

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED) AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

6. SEGMENT INFORMATION (continued)

(c) Analysis of secondary segment information

Secondary information (by geographical locations) are as follows:

	For the six-month period ended 30 June 2025								For the six-month period ended 30 June 2024							
	Kingdom of Cambodia		Lao PDR		Republic Union of Myanmar		Total		Kingdom of Cambodia		Lao PDR		Republic Union of Myanmar		Total	
	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)
Profit or loss																
Total income	445,851,030	1,788,308,481	13,861,722	55,599,367	3,338,600	13,391,125	463,051,352	1,857,298,973	410,190,207	1,671,935,284	13,296,942	54,198,336	3,481,224	14,189,469	426,968,373	1,740,323,089
Total expense	(356,459,403)	(1,429,758,665)	(13,718,177)	(55,023,608)	(2,398,460)	(9,620,223)	(372,576,040)	(1,494,402,496)	(359,597,840)	(1,465,720,796)	(10,538,933)	(42,956,691)	(1,758,511)	(7,167,692)	(371,895,284)	(1,515,845,179)
Net profit	89,391,627	358,549,816	143,545	575,759	940,140	3,770,902	90,475,312	362,896,477	50,592,367	206,214,488	2,758,009	11,241,645	1,722,713	7,021,777	55,073,089	224,477,910
Other segment information																
Depreciation and amortisation	22,654,139	90,865,752	1,002,004	4,019,038	94,375	378,538	23,750,518	95,263,328	19,431,325	79,202,081	668,964	2,726,697	96,119	391,781	20,196,408	82,320,559
	For the three-month period ended 30 June 2025								For the three-month period ended 30 June 2024							
	Kingdom of Cambodia		Lao PDR		Republic Union of Myanmar		Total		Kingdom of Cambodia		Lao PDR		Republic Union of Myanmar		Total	
	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)
Profit or loss																
Total income	227,055,562	909,357,526	6,668,614	26,707,799	1,726,408	6,914,264	235,450,584	942,979,589	205,567,137	838,713,919	6,753,289	27,553,419	2,122,157	8,658,401	214,442,583	874,925,739
Total expense	(179,305,504)	(718,118,544)	(7,603,984)	(30,453,956)	(848,529)	(3,398,359)	(187,758,017)	(751,970,859)	(179,522,786)	(732,452,967)	(5,586,275)	(22,792,002)	(811,320)	(3,310,186)	(185,920,381)	(758,555,155)
Net profit	47,750,058	191,238,982	(935,370)	(3,746,157)	877,879	3,515,905	47,692,567	191,008,730	26,044,351	106,260,952	1,167,014	4,761,417	1,310,837	5,348,215	28,522,202	116,370,584
Other segment information																
Depreciation and amortisation	11,556,781	46,284,908	518,214	2,075,447	47,504	190,254	12,122,499	48,550,609	9,804,099	40,000,724	334,717	1,365,645	47,898	195,424	10,186,714	41,561,793
	30 June 2025								31 December 2024							
	Kingdom of Cambodia		Lao PDR		Republic Union of Myanmar		Total		Kingdom of Cambodia		Lao PDR		Republic Union of Myanmar		Total	
	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)
Financial position																
Total assets	11,373,450,806	45,607,537,732	244,212,924	979,293,825	25,160,201	100,892,406	11,642,823,931	46,687,723,963	10,710,607,987	43,110,197,148	197,431,153	794,660,391	23,567,409	94,858,820	10,931,606,549	43,999,716,359
Total liabilities	9,790,571,184	39,260,190,448	199,180,938	798,715,561	5,484,259	21,991,879	9,995,236,381	40,080,897,888	9,191,685,857	36,996,535,574	153,921,344	619,533,410	4,831,607	19,447,219	9,350,438,808	37,635,516,203

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

6. SEGMENT INFORMATION (continued)

(d) Reconciliation

Presented below is a reconciliation of the Group's segment information to the key interim financial information presented in its consolidated interim financial statements.

	For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Revenues				
Total segment revenues	463,051,352	426,968,373	1,857,298,973	1,740,323,089
Elimination of intersegment revenues	(704,906)	(739,803)	(2,827,378)	(3,015,438)
Group net revenues as reported in profit or loss	<u>462,346,446</u>	<u>426,228,570</u>	<u>1,854,471,595</u>	<u>1,737,307,651</u>
Profit or loss				
Total segment profit	90,475,312	55,073,089	362,896,477	224,477,910
Elimination of intersegment loss/(profit)	23,156	(21,761)	92,879	(88,697)
Group net profit as reported in profit or loss	<u>90,498,468</u>	<u>55,051,328</u>	<u>362,989,356</u>	<u>224,389,213</u>
	For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Revenues				
Total segment revenues	235,450,584	214,442,583	942,979,589	874,925,739
Elimination of intersegment revenues	(351,988)	(255,417)	(1,409,712)	(1,042,102)
Group net revenues as reported in profit or loss	<u>235,098,596</u>	<u>214,187,166</u>	<u>941,569,877</u>	<u>873,883,637</u>
Profit or loss				
Total segment profit	47,692,567	28,522,202	191,008,731	116,370,584
Elimination of intersegment loss/(profit)	18,860	(28,427)	75,534	(115,983)
Group net profit as reported in profit or loss	<u>47,711,427</u>	<u>28,493,775</u>	<u>191,084,265</u>	<u>116,254,601</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

6. SEGMENT INFORMATION (continued)

(d) Reconciliation (continued)

Presented below is a reconciliation of the Group's segment information to the key interim financial information presented in its consolidated interim financial statements.

	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Assets				
Total segment assets	11,642,823,931	10,931,606,549	46,687,723,963	43,999,716,359
Elimination of intersegment assets	(97,083,525)	(97,774,719)	(389,304,935)	(393,543,244)
Total assets	<u>11,545,740,406</u>	<u>10,833,831,830</u>	<u>46,298,419,028</u>	<u>43,606,173,115</u>
Liabilities				
Total segment liabilities	9,995,236,381	9,350,438,808	40,080,897,888	37,635,516,203
Elimination of intersegment liabilities	(6,050,680)	(6,773,899)	(24,263,227)	(27,264,942)
Total liabilities	<u>9,989,185,701</u>	<u>9,343,664,909</u>	<u>40,056,634,661</u>	<u>37,608,251,261</u>
	For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Other segment information				
Total segment depreciation and amortisation	23,750,518	20,196,408	95,263,328	82,320,559
Elimination of intersegment depreciation and amortisation	(7,575)	(4,469)	(30,383)	(18,216)
Total depreciation and amortisation	<u>23,742,943</u>	<u>20,191,939</u>	<u>95,232,945</u>	<u>82,302,343</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

6. SEGMENT INFORMATION (continued)

(d) Reconciliation (continued)

Presented below is a reconciliation of the Group's segment information to the key interim financial information presented in its consolidated interim financial statements.

	For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Other segment information				
Total segment depreciation and amortisation	12,122,499	10,186,714	48,550,608	41,561,793
Elimination of intersegment depreciation and amortisation	(3,809)	(3,808)	(15,255)	(15,537)
Total depreciation and amortisation	<u>12,118,690</u>	<u>10,182,906</u>	<u>48,535,353</u>	<u>41,546,256</u>

7. CASH ON HAND

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Current								
By currency:								
In US\$	308,965,930	315,695,503	1,238,953,379	1,270,674,400	307,404,955	313,983,437	1,232,693,870	1,263,783,334
In KHR	153,281,846	161,242,544	614,660,202	649,001,240	153,261,254	161,226,576	614,577,629	648,936,968
In THB	15,225,743	28,184,652	61,055,229	113,443,224	13,615,488	26,667,667	54,598,107	107,337,360
In Euro	2,210,849	1,048,048	8,865,504	4,218,393	2,207,675	1,041,344	8,852,777	4,191,410
In other currencies	8,439,718	7,771,376	33,843,271	31,279,788	1,516,063	540,049	6,079,411	2,173,697
	<u>488,124,086</u>	<u>513,942,123</u>	<u>1,957,377,585</u>	<u>2,068,617,045</u>	<u>478,005,435</u>	<u>503,459,073</u>	<u>1,916,801,794</u>	<u>2,026,422,769</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

8. DEPOSITS AND PLACEMENTS WITH OTHER BANKS, NET

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Balances with local banks:								
National Bank of Cambodia	1,410,291,352	1,247,773,047	5,655,268,322	5,022,286,514	1,410,291,352	1,247,773,047	5,655,268,322	5,022,286,514
Other banks	101,038,221	50,409,153	405,163,267	202,896,841	101,038,221	50,409,153	405,163,267	202,896,841
	<u>1,511,329,573</u>	<u>1,298,182,200</u>	<u>6,060,431,589</u>	<u>5,225,183,355</u>	<u>1,511,329,573</u>	<u>1,298,182,200</u>	<u>6,060,431,589</u>	<u>5,225,183,355</u>
Balances with overseas banks:								
Bank of Lao PDR	58,604,119	22,593,188	235,002,517	90,937,582	-	-	-	-
Other banks	1,121,820,337	662,239,182	4,498,499,552	2,665,512,708	1,116,558,021	660,436,819	4,477,397,664	2,658,258,196
	<u>1,180,424,456</u>	<u>684,832,370</u>	<u>4,733,502,069</u>	<u>2,756,450,290</u>	<u>1,116,558,021</u>	<u>660,436,819</u>	<u>4,477,397,664</u>	<u>2,658,258,196</u>
Total balances with local and overseas banks	2,691,754,029	1,983,014,570	10,793,933,658	7,981,633,645	2,627,887,594	1,958,619,019	10,537,829,253	7,883,441,551
Allowance for impairment losses	(787,075)	(622,908)	(3,156,172)	(2,507,205)	(593,011)	(560,890)	(2,377,975)	(2,257,582)
	<u>2,690,966,954</u>	<u>1,982,391,662</u>	<u>10,790,777,486</u>	<u>7,979,126,440</u>	<u>2,627,294,583</u>	<u>1,958,058,129</u>	<u>10,535,451,278</u>	<u>7,881,183,969</u>
Current	2,690,966,954	1,982,391,662	10,790,777,486	7,979,126,440	2,627,294,583	1,958,058,129	10,535,451,278	7,881,183,969
Non-current	-	-	-	-	-	-	-	-
	<u>2,690,966,954</u>	<u>1,982,391,662</u>	<u>10,790,777,486</u>	<u>7,979,126,440</u>	<u>2,627,294,583</u>	<u>1,958,058,129</u>	<u>10,535,451,278</u>	<u>7,881,183,969</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

8. DEPOSITS AND PLACEMENTS WITH OTHER BANKS, NET (continued)

a) By account types

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Balances with local banks:								
Current accounts	1,410,813,312	1,248,058,850	5,657,361,382	5,023,436,871	1,410,813,312	1,248,058,850	5,657,361,382	5,023,436,871
Fixed deposits	100,516,261	50,123,350	403,070,207	201,746,484	100,516,261	50,123,350	403,070,207	201,746,484
	<u>1,511,329,573</u>	<u>1,298,182,200</u>	<u>6,060,431,589</u>	<u>5,225,183,355</u>	<u>1,511,329,573</u>	<u>1,298,182,200</u>	<u>6,060,431,589</u>	<u>5,225,183,355</u>
Balances with overseas banks:								
Current accounts	123,442,866	684,832,370	495,005,893	2,756,450,290	63,338,724	660,436,819	253,988,283	2,658,258,196
Fixed deposits	1,056,981,590	-	4,238,496,176	-	1,053,219,297	-	4,223,409,381	-
	<u>1,180,424,456</u>	<u>684,832,370</u>	<u>4,733,502,069</u>	<u>2,756,450,290</u>	<u>1,116,558,021</u>	<u>660,436,819</u>	<u>4,477,397,664</u>	<u>2,658,258,196</u>
Total balances with local and overseas banks	2,691,754,029	1,983,014,570	10,793,933,658	7,981,633,645	2,627,887,594	1,958,619,019	10,537,829,253	7,883,441,551
Allowance for impairment losses	(787,075)	(622,908)	(3,156,172)	(2,507,205)	(593,011)	(560,890)	(2,377,975)	(2,257,582)
	<u>2,690,966,954</u>	<u>1,982,391,662</u>	<u>10,790,777,486</u>	<u>7,979,126,440</u>	<u>2,627,294,583</u>	<u>1,958,058,129</u>	<u>10,535,451,278</u>	<u>7,881,183,969</u>

b) By interest rate (per annum)

	The Group		The Bank	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
Current accounts	Nil	Nil	Nil	Nil
Fixed deposits	1.60% - 11.80%	0.74% - 6.00%	3.50% - 6.00%	3.86% - 6.00%

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

8. DEPOSITS AND PLACEMENTS WITH OTHER BANKS, NET (continued)

c) By maturity

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
On demand	1,534,256,177	1,932,891,220	6,152,367,272	7,779,887,161	1,474,152,036	1,908,495,669	5,911,349,666	7,681,695,068
Within 1 month	1,055,636,529	-	4,233,102,481	-	1,053,219,301	-	4,223,409,397	-
Between 2 to 3 months	66,674,510	40,056,406	267,364,785	161,227,034	65,329,445	40,056,406	261,971,074	161,227,033
Between 4 to 6 months	35,186,813	10,066,944	141,099,120	40,519,450	35,186,812	10,066,944	141,099,116	40,519,450
At gross carrying amount	<u>2,691,754,029</u>	<u>1,983,014,570</u>	<u>10,793,933,658</u>	<u>7,981,633,645</u>	<u>2,627,887,594</u>	<u>1,958,619,019</u>	<u>10,537,829,253</u>	<u>7,883,441,551</u>

9. FINANCIAL INVESTMENTS, NET

		The Group				The Bank			
		30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Unlisted equity securities at FVOCI	Notes								
Credit Bureau (Cambodia) Ltd.		153,529	153,529	615,651	617,954	153,529	153,529	615,651	617,954
SWIFT		36,141	36,141	144,925	145,468	36,141	36,141	144,925	145,468
Total financial investments at FVOCI	(a)	<u>189,670</u>	<u>189,670</u>	<u>760,576</u>	<u>763,422</u>	<u>189,670</u>	<u>189,670</u>	<u>760,576</u>	<u>763,422</u>
Unquoted financial investments at amortised cost									
Negotiable certificate of deposits with the NBC	(b)	147,111,381	373,392,471	589,916,638	1,502,904,696	147,111,381	373,392,471	589,916,638	1,502,904,696
Debt securities	(c)	97,016,812	98,274,772	389,037,416	395,555,957	97,016,812	98,274,772	389,037,416	395,555,957
		<u>244,128,193</u>	<u>471,667,243</u>	<u>978,954,054</u>	<u>1,898,460,653</u>	<u>244,128,193</u>	<u>471,667,243</u>	<u>978,954,054</u>	<u>1,898,460,653</u>
ECL allowance		(720,632)	(52,035)	(2,889,734)	(209,441)	(720,632)	(52,035)	(2,889,734)	(209,441)
Total financial investments at amortised cost		<u>243,407,561</u>	<u>471,615,208</u>	<u>976,064,320</u>	<u>1,898,251,212</u>	<u>243,407,561</u>	<u>471,615,208</u>	<u>976,064,320</u>	<u>1,898,251,212</u>
Total financial investments, net		<u>243,597,231</u>	<u>471,804,878</u>	<u>976,824,896</u>	<u>1,899,014,634</u>	<u>243,597,231</u>	<u>471,804,878</u>	<u>976,824,896</u>	<u>1,899,014,634</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

9. FINANCIAL INVESTMENTS, NET (continued)

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Current	162,650,507	435,616,471	652,228,533	1,753,356,295	162,650,507	435,616,471	652,228,533	1,753,356,297
Non-current	81,477,686	36,050,772	326,725,521	145,104,358	81,477,686	36,050,772	326,725,521	145,104,356
At gross carrying amount	<u>244,128,193</u>	<u>471,667,243</u>	<u>978,954,054</u>	<u>1,898,460,653</u>	<u>244,128,193</u>	<u>471,667,243</u>	<u>978,954,054</u>	<u>1,898,460,653</u>

Analysis of maturity of financial investments at amortised cost

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Within 1 month	146,851,131	409,702,370	588,873,035	1,649,052,039	146,851,131	409,702,370	588,873,035	1,649,052,041
Between 2 to 3 months	5,234,853	15,935,697	20,991,761	64,141,180	5,234,853	15,935,697	20,991,761	64,141,180
Between 4 to 6 months	4,969,592	120,478	19,928,064	484,924	4,969,592	120,478	19,928,064	484,924
Between 7 to 12 months	5,594,931	9,857,926	22,435,673	39,678,152	5,594,931	9,857,926	22,435,673	39,678,152
More than 12 months	81,477,686	36,050,772	326,725,521	145,104,358	81,477,686	36,050,772	326,725,521	145,104,356
At gross carrying amount	<u>244,128,193</u>	<u>471,667,243</u>	<u>978,954,054</u>	<u>1,898,460,653</u>	<u>244,128,193</u>	<u>471,667,243</u>	<u>978,954,054</u>	<u>1,898,460,653</u>

- (a) This represents the Bank's equity investment in Credit Bureau (Cambodia) Ltd. ("CBC"), directly owned at 5% and indirectly owned at 1% through the Association of Banks in Cambodia. As at 30 June 2025, the Bank's investment in CBC is valued at cost amounting to US\$153,529 (31 December 2024: US\$153,529) and the Bank's investment in Society for Worldwide Interbank Financial Telecommunications ("SWIFT") is valued at cost amounting to US\$36,141 (31 December 2024: US\$36,141) as the Management believes the cost of these investments approximates its fair value. Dividend income received from CBC during the six-month period ended 30 June 2025 is nil (30 June 2024: nil).
- (b) As at 30 June 2025, the Bank had pledged negotiable certificate of deposits ("NCD") amounting to nil (31 December 2024: nil) with the NBC as collateral for settlement clearing facility. As at 30 June 2025, the other NCD amounting to US\$147,111,381 (31 December 2024: US\$373,392,471) with the NBC is made for the purpose of earning interest. The terms of the NCD are for a period of less than or equal to twelve months. As at 30 June 2025, the Bank is yet to utilise the overdraft on the settlement clearing facility.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

9. FINANCIAL INVESTMENTS, NET (continued)

- (c) On 12 January 2022, the Bank invested in a corporate debt security with a face value of US\$30,000,000 guaranteed by Overseas Cambodian Investment Corporation Ltd, a third party. The debt security earns an interest at the rate of 5.5% per annum and was redeemed upon reaching its maturity date on 11 January 2025. On 17 March 2025, the Bank reinvested with the same third party in a new corporate debt security with a face value of US\$30,000,000, earning interest at 6.25% p.a., and set to their mature between 2028 to 2032.

As at 30 June 2025, the carrying amount of this investment is US\$30,544,521 (31 December 2024: US\$31,609,315).

As at 30 June 2025, the amortised cost of the investments in government bonds is KHR266,553,886,760 (equivalent to US\$66,472,291) (31 December 2024: KHR268,328,469,435 (equivalent to US\$66,665,458)) and its face value is KHR268,000,000,000 (equivalent to US\$66,832,918) (31 December 2024: KHR268,000,000,000 (equivalent to US\$66,583,851)). As at 30 June 2025, the Bank has pledged the government bonds amounting to KHR156,300,000,000 (equivalent to US\$38,977,556) (31 December 2024: KHR98,300,000,000 (equivalent to US\$24,422,360)) with the NBC as collaterals for settlement clearing facility.

The Bank bought the government bonds from the Ministry of Economy and Finance with information below:

No.	Value date	Quantity (sheet)	Interest per annum	Yield to maturity	Tenure (year)	Maturity date	Face value (KHR) per sheet	Issuance size	
								KHR'000	US\$
1	18/08/2023	20,000	4.00%	4.30%	2	18/08/2025	1,000,000	20,000,000	4,987,531
2	22/09/2023	8,000	4.50%	5.20%	3	22/09/2026	1,000,000	8,000,000	1,995,012
3	24/11/2023	10,000	4.00%	4.50%	2	24/11/2025	1,000,000	10,000,000	2,493,766
4	24/11/2023	10,000	4.00%	4.60%	2	24/11/2025	1,000,000	10,000,000	2,493,766
5	23/02/2024	10,000	4.00%	4.75%	2	23/02/2026	1,000,000	10,000,000	2,493,766
6	23/02/2024	10,000	4.00%	4.70%	2	23/02/2026	1,000,000	10,000,000	2,493,766
7	22/03/2024	120,000	4.50%	5.25%	3	22/03/2027	1,000,000	120,000,000	29,925,187
8	21/03/2025	40,000	3.50%	4.30%	3	21/03/2028	1,000,000	40,000,000	9,975,062
9	21/03/2025	40,000	3.50%	4.20%	3	21/03/2028	1,000,000	40,000,000	9,975,062
Total		268,000					9,000,000	268,000,000	66,832,918

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

10. LOANS AND ADVANCES, NET

	The Group											
	30 June 2025			31 December 2024			30 June 2025			31 December 2024		
	Gross carrying amount US\$	ECL allowance US\$	Net carrying amount US\$	Gross carrying amount US\$	ECL allowance US\$	Net carrying amount US\$	Gross carrying amount KHR'000 (Note 5)	ECL allowance KHR'000 (Note 5)	Net carrying amount KHR'000 (Note 5)	Gross carrying amount KHR'000 (Note 5)	ECL allowance KHR'000 (Note 5)	Net carrying amount KHR'000 (Note 5)
Small loan	3,321,502,621	(53,009,771)	3,268,492,850	3,207,188,106	(45,315,347)	3,161,872,759	13,319,225,510	(212,569,182)	13,106,656,328	12,908,932,127	(182,394,272)	12,726,537,855
Medium loan	2,514,125,120	(41,461,028)	2,472,664,092	2,495,321,357	(35,687,656)	2,459,633,701	10,081,641,732	(166,258,722)	9,915,383,010	10,043,668,462	(143,642,815)	9,900,025,647
Personal & other loan	681,089,702	(7,823,786)	673,265,916	616,161,630	(6,373,215)	609,788,415	2,731,169,705	(31,373,382)	2,699,796,323	2,480,050,561	(25,652,190)	2,454,398,371
Staff loan	304,440,244	(482,197)	303,958,047	298,878,207	(452,264)	298,425,943	1,220,805,378	(1,933,610)	1,218,871,768	1,202,984,783	(1,820,363)	1,201,164,420
Overdraft loan	160,053,365	(1,231,379)	158,821,986	163,487,893	(1,367,944)	162,119,949	641,813,994	(4,937,830)	636,876,164	658,038,769	(5,505,975)	652,532,794
Public housing loan	125,560,399	(1,786,289)	123,774,110	132,013,296	(1,474,404)	130,538,892	503,497,200	(7,163,019)	496,334,181	531,353,516	(5,934,476)	525,419,040
Credit card loan	146,522,387	(5,746,792)	140,775,595	123,331,831	(4,563,847)	118,767,984	587,554,772	(23,044,636)	564,510,136	496,410,620	(18,369,484)	478,041,136
Staff housing loan	29,751,384	(103,515)	29,647,869	31,630,872	(105,412)	31,525,460	119,303,050	(415,095)	118,887,955	127,314,260	(424,283)	126,889,977
Revolving loan	16,248,599	(114,654)	16,133,945	16,731,106	(124,106)	16,607,000	65,156,882	(459,763)	64,697,119	67,342,702	(499,527)	66,843,175
Trade loan	22,682,604	(200,344)	22,482,260	20,060,319	(59,116)	20,001,203	90,957,242	(803,379)	90,153,863	80,742,784	(237,942)	80,504,842
Home improvement loan	12,540,140	(142,821)	12,397,319	14,218,573	(335,775)	13,882,798	50,285,961	(572,712)	49,713,249	57,229,756	(1,351,494)	55,878,262
	<u>7,334,516,565</u>	<u>(112,102,576)</u>	<u>7,222,413,989</u>	<u>7,119,023,190</u>	<u>(95,859,086)</u>	<u>7,023,164,104</u>	<u>29,411,411,426</u>	<u>(449,531,330)</u>	<u>28,961,880,096</u>	<u>28,654,068,340</u>	<u>(385,832,821)</u>	<u>28,268,235,519</u>

	The Bank											
	30 June 2025			31 December 2024			30 June 2025			31 December 2024		
	Gross carrying amount US\$	ECL allowance US\$	Net carrying amount US\$	Gross carrying amount US\$	ECL allowance US\$	Net carrying amount US\$	Gross carrying amount KHR'000 (Note 5)	ECL allowance KHR'000 (Note 5)	Net carrying amount KHR'000 (Note 5)	Gross carrying amount KHR'000 (Note 5)	ECL allowance KHR'000 (Note 5)	Net carrying amount KHR'000 (Note 5)
Small loan	3,183,434,981	(36,241,210)	3,147,193,771	3,072,415,656	(29,425,877)	3,042,989,779	12,765,574,274	(145,327,252)	12,620,247,022	12,366,473,015	(118,439,155)	12,248,033,860
Medium loan	2,490,263,838	(41,261,316)	2,449,002,522	2,473,252,503	(35,573,651)	2,437,678,852	9,985,957,991	(165,457,877)	9,820,500,114	9,954,841,325	(143,183,945)	9,811,657,380
Personal & other loan	678,262,211	(7,808,423)	670,453,788	613,265,918	(6,352,877)	606,913,041	2,719,831,466	(31,311,776)	2,688,519,690	2,468,395,318	(25,570,329)	2,442,824,989
Staff loan	299,618,046	(471,458)	299,146,588	294,217,772	(443,062)	293,774,710	1,201,468,364	(1,890,547)	1,199,577,817	1,184,226,532	(1,783,325)	1,182,443,207
Overdraft loan	152,704,995	(1,120,284)	151,584,711	160,198,940	(1,344,023)	158,854,917	612,347,030	(4,492,339)	607,854,691	644,800,734	(5,409,693)	639,391,041
Public housing loan	123,523,002	(1,774,640)	121,748,362	129,886,188	(1,464,495)	128,421,693	495,327,238	(7,116,306)	488,210,932	522,791,907	(5,894,592)	516,897,315
Credit card loan	146,522,387	(5,746,792)	140,775,595	123,331,831	(4,563,847)	118,767,984	587,554,772	(23,044,636)	564,510,136	496,410,620	(18,369,484)	478,041,136
Staff housing loan	29,683,124	(103,461)	29,579,663	31,560,750	(105,300)	31,455,450	119,029,327	(414,879)	118,614,448	127,032,019	(423,833)	126,608,186
Revolving loan	16,248,599	(114,654)	16,133,945	16,731,106	(124,106)	16,607,000	65,156,882	(459,763)	64,697,119	67,342,702	(499,527)	66,843,175
Trade loan	22,682,604	(200,344)	22,482,260	20,060,319	(59,116)	20,001,203	90,957,242	(803,379)	90,153,863	80,742,784	(237,942)	80,504,842
Home improvement loan	5,177,875	(108,598)	5,069,277	6,464,796	(103,414)	6,361,382	20,763,279	(435,478)	20,327,801	26,020,804	(416,241)	25,604,563
	<u>7,148,121,662</u>	<u>(94,951,180)</u>	<u>7,053,170,482</u>	<u>6,941,385,779</u>	<u>(79,559,768)</u>	<u>6,861,826,011</u>	<u>28,663,967,865</u>	<u>(380,754,232)</u>	<u>28,283,213,633</u>	<u>27,939,077,760</u>	<u>(320,228,066)</u>	<u>27,618,849,694</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

10. LOANS AND ADVANCES, NET (continued)

(a) Loans and advances in gross amount by maturity

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Within 1 year	1,544,825,439	1,589,975,812	6,194,750,010	6,399,652,643	1,481,560,639	1,521,686,724	5,941,058,162	6,124,789,064
Later than 1 year but not later than 3 years	2,407,504,289	2,271,851,384	9,654,092,199	9,144,201,821	2,345,269,393	2,212,294,171	9,404,530,266	8,904,484,038
Later than 3 years but not later than 5 years	1,562,157,184	1,524,697,928	6,264,250,308	6,136,909,160	1,533,854,381	1,494,760,397	6,150,756,068	6,016,410,598
Later than 5 years	1,820,029,653	1,732,498,066	7,298,318,909	6,973,304,716	1,787,437,249	1,712,644,487	7,167,623,369	6,893,394,060
At gross carrying amount	<u>7,334,516,565</u>	<u>7,119,023,190</u>	<u>29,411,411,426</u>	<u>28,654,068,340</u>	<u>7,148,121,662</u>	<u>6,941,385,779</u>	<u>28,663,967,865</u>	<u>27,939,077,760</u>

During the period, the Group and the Bank recognised the impairment losses charged as follows:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Impairment charged/(reversal of impairment charge) on:								
Loans and advances	37,433,994	42,573,627	150,147,750	173,530,104	35,831,077	41,457,515	143,718,448	168,980,831
Deposits and placements with other banks	109,953	78,147	441,021	318,526	31,182	39,175	125,072	159,678
Other receivables	20,381	(10,986)	81,748	(44,779)	(8,486)	(11,781)	(34,037)	(48,019)
Investments in debt securities	668,597	(272,668)	2,681,743	(1,111,395)	668,597	(272,668)	2,681,743	(1,111,395)
Recovery on loans written off	(5,195,045)	(4,908,259)	(20,837,325)	(20,006,063)	(4,715,094)	(4,275,138)	(18,912,242)	(17,425,463)
	<u>33,037,880</u>	<u>37,459,861</u>	<u>132,514,937</u>	<u>152,686,393</u>	<u>31,807,276</u>	<u>36,937,103</u>	<u>127,578,984</u>	<u>150,555,632</u>
Off-balance sheet commitments	(1,023)	24,919	(4,103)	101,570	(14,697)	23,868	(58,950)	97,286
	<u>33,036,857</u>	<u>37,484,780</u>	<u>132,510,834</u>	<u>152,787,963</u>	<u>31,792,579</u>	<u>36,960,971</u>	<u>127,520,034</u>	<u>150,652,918</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

10. LOANS AND ADVANCES, NET (continued)

During the period, the Group and the Bank recognised the impairment losses charged as follows:

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2025	2024	2025	2024	2025	2024	2025	2024
	US\$	US\$	KHR'000	KHR'000	US\$	US\$	KHR'000	KHR'000
			(Note 5)	(Note 5)			(Note 5)	(Note 5)
Impairment charged/(reversal of impairment charge) on:								
Loans and advances	16,399,110	22,357,138	65,678,436	91,217,123	15,860,932	21,776,763	63,523,033	88,849,193
Deposits and placements with other banks	(46,739)	12,965	(187,190)	52,897	(11,485)	(34,723)	(45,997)	(141,671)
Other receivables	(5,788)	(9,015)	(23,181)	(36,781)	(10,374)	(11,821)	(41,548)	(48,230)
Investments in debt securities	720,632	(147,474)	2,886,131	(601,694)	720,632	(147,474)	2,886,131	(601,694)
Recovery on loans written off	(2,157,572)	(3,166,270)	(8,641,076)	(12,918,381)	(1,888,969)	(2,851,785)	(7,565,321)	(11,635,281)
	14,909,643	19,047,344	59,713,120	77,713,164	14,670,736	18,730,960	58,756,298	76,422,317
Off-balance sheet commitments	621	(15,806)	2,487	(64,488)	(6,339)	(19,406)	(25,388)	(79,176)
	14,910,264	19,031,538	59,715,607	77,648,676	14,664,397	18,711,554	58,730,910	76,343,141

During the period, the movements of impairment loss allowance on loans and advances of the Group and the Bank were as follows:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2025	2024	2025	2024	2025	2024	2025	2024
	US\$	US\$	KHR'000	KHR'000	US\$	US\$	KHR'000	KHR'000
			(Note 5)	(Note 5)			(Note 5)	(Note 5)
At the beginning of the period	95,859,086	55,646,778	385,832,821	227,317,088	79,559,768	39,599,538	320,228,066	161,764,113
Allowance for impairment losses during the period	37,433,994	42,573,627	150,147,750	173,530,104	35,831,077	41,457,515	143,718,448	168,980,831
Written off during the period	(21,190,172)	(17,222,436)	(84,993,780)	(70,198,648)	(20,452,267)	(16,403,195)	(82,034,043)	(66,859,423)
Currency translation differences	(332)	(201,862)	(1,332)	(822,790)	12,602	(61,181)	50,547	(249,374)
Exchange differences	-	-	(1,454,129)	2,246,246	-	-	(1,208,786)	1,839,755
At the end of the period	112,102,576	80,796,107	449,531,330	332,072,000	94,951,180	64,592,677	380,754,232	265,475,902

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

10. LOANS AND ADVANCES, NET (continued)

During the period, the movements of impairment loss allowance on loans and advances of the Group and the Bank were as follows:

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	108,287,155	67,070,720	433,148,620	271,032,780	91,214,039	50,603,199	364,856,156	204,487,527
Allowance for impairment losses during the period	16,399,110	22,357,138	65,678,436	91,217,123	15,860,932	21,776,763	63,523,033	88,849,193
Written off during the period	(12,538,026)	(8,463,499)	(50,214,794)	(34,531,076)	(12,091,574)	(7,682,374)	(48,426,754)	(31,344,086)
Currency translation differences	(45,663)	(168,252)	(182,880)	(686,468)	(32,217)	(104,911)	(129,029)	(428,037)
Exchange differences	-	-	1,101,948	5,039,641	-	-	930,826	3,911,305
At the end of the period	112,102,576	80,796,107	449,531,330	332,072,000	94,951,180	64,592,677	380,754,232	265,475,902

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

11. OTHER ASSETS

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Prepayments and advances	12,515,011	10,039,772	50,185,194	40,410,082	11,196,543	9,152,065	44,898,137	36,837,062
Receivable from Western Union and VISA	6,080,452	5,451,235	24,382,613	21,941,221	6,049,058	5,430,497	24,256,723	21,857,750
Stationery supplies	5,029,356	5,122,700	20,167,718	20,618,868	4,834,820	4,903,001	19,387,628	19,734,579
Withholding tax receivable	4,775,002	5,563,315	19,147,758	22,392,343	4,704,920	5,497,761	18,866,729	22,128,488
Others	6,576,094	5,082,693	26,370,136	20,457,838	4,964,692	3,146,223	19,908,416	12,663,549
	<u>34,975,915</u>	<u>31,259,715</u>	<u>140,253,419</u>	<u>125,820,352</u>	<u>31,750,033</u>	<u>28,129,547</u>	<u>127,317,633</u>	<u>113,221,428</u>
ECL allowance	(474,078)	(32,155)	(1,901,053)	(129,423)	(420,976)	(7,875)	(1,688,114)	(31,697)
Net carrying amount	<u>34,501,837</u>	<u>31,227,560</u>	<u>138,352,366</u>	<u>125,690,929</u>	<u>31,329,057</u>	<u>28,121,672</u>	<u>125,629,519</u>	<u>113,189,731</u>
Current	25,149,788	18,610,176	100,850,650	74,905,958	22,656,815	15,723,554	90,853,828	63,287,306
Non-current	9,352,049	12,617,384	37,501,716	50,784,971	8,672,242	12,398,118	34,775,691	49,902,425
Net carrying amount	<u>34,501,837</u>	<u>31,227,560</u>	<u>138,352,366</u>	<u>125,690,929</u>	<u>31,329,057</u>	<u>28,121,672</u>	<u>125,629,519</u>	<u>113,189,731</u>

12. STATUTORY DEPOSITS

	Notes	The Group				The Bank			
		30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
With the central bank	(a)	638,571,176	596,402,637	2,560,670,416	2,400,520,614	638,571,176	596,402,637	2,560,670,416	2,400,520,614
With other central bank	(b)	10,275,735	7,164,290	41,205,697	28,836,266	-	-	-	-
Others	(c)	286,783	285,714	1,150,000	1,150,000	-	-	-	-
		<u>649,133,694</u>	<u>603,852,641</u>	<u>2,603,026,113</u>	<u>2,430,506,880</u>	<u>638,571,176</u>	<u>596,402,637</u>	<u>2,560,670,416</u>	<u>2,400,520,614</u>
Current		-	-	-	-	-	-	-	-
Non-current		<u>649,133,694</u>	<u>603,852,641</u>	<u>2,603,026,113</u>	<u>2,430,506,880</u>	<u>638,571,176</u>	<u>596,402,637</u>	<u>2,560,670,416</u>	<u>2,400,520,614</u>
		<u>649,133,694</u>	<u>603,852,641</u>	<u>2,603,026,113</u>	<u>2,430,506,880</u>	<u>638,571,176</u>	<u>596,402,637</u>	<u>2,560,670,416</u>	<u>2,400,520,614</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

12. STATUTORY DEPOSITS (continued)

(a) With the central bank

(i) Reserve requirement

Pursuant to the NBC's Prakas No. B7-023-005 on the maintenance of reserve requirement against banking and financial institutions' deposits and borrowings dated 9 January 2023, the institution shall maintain reserve requirement against deposits and borrowings in accordance with dates and rates as follows:

- From 1 January 2023 to 31 December 2023, reserve requirement in foreign currencies shall be at the rate of 9%. From 1 January 2024 onwards, reserve requirement in foreign currencies shall be at the rate of 12.5%.
- The institution shall maintain the reserve requirement in local currency (KHR) at the rate of 7%.

However, in the NBC Letter No. B7-023-2621 Chhor.Tor dated 23 November 2023, the reserve requirement against deposits and borrowings in foreign currencies was changed at the rate of 7% until 31 December 2024.

Subsequently, NBC issued another letter No. B7-024-1718 Chhor.Tor dated 21 August 2024 to further maintain the reserve requirement against deposits and borrowings in foreign currencies at the rate of 7% until 31 December 2025.

Pursuant to the NBC's Prakas No. B7-018-282 on the maintenance of reserve requirement against commercial banks' deposits and borrowings, reserve requirements for both KHR and other currencies bear no interest since 29 August 2018.

The reserve requirement with NBC amounted to US\$595,253,616 as at 30 June 2025 (31 December 2024: US\$553,086,335).

(ii) Capital guarantee

Pursuant to the NBC's Prakas No. B7-01-136 on Bank's Capital Guarantee dated 15 October 2001, the banks are required to maintain 10% of its registered capital as a statutory deposit with the NBC. The deposit, which is not available for use in the bank's day-to-day operations, is refundable should the bank voluntarily ceases its operations in Cambodia. As at 30 June 2025, capital guarantee deposit with NBC amounted to US\$43,317,560 (31 December 2024: US\$43,316,302). The capital guarantee deposit is earning at an interest and receives interest on a 6-month basis.

(b) With other central bank

ABL maintained its compulsory deposits in compliance with the requirements of the Bank of Lao PDR ("BOL"). Statutory deposits with other central bank include compulsory reserve and registered capital reserve. These balances earn no interest. Under regulations of the BOL, banks are required to maintain certain cash reserves with the BOL in the form of compulsory deposits, which are computed at 8% for the Lao Kip ("LAK") and 10% to 11% for foreign currency effective from 28 August 2024, on a bi-monthly basis, of customers' deposits having original maturities of less than 12 months.

(c) Others

In compliance with Article 23 of SERC's Prakas No. 001/18 SECC/PR.K dated 20 March 2018 on licensing and supervision of securities business, ACS is required to reserve the guarantee capital of KHR1,000,000,000 (which is equivalent to US\$249,377 and US\$248,447 as at 30 June 2025 and 31 December 2024, respectively) in the SERC's bank account at the NBC to operate as a securities broker in the Kingdom of Cambodia. On 24 November 2023, ACS added KHR150,000,000 (which is equivalent to US\$37,406 and US\$37,267 as at 30 June 2025 and 31 December 2024, respectively) in the SERC's bank account at the NBC to fulfil the requirements as stated in Prakas No. 003/18 SECC/PR.K dated 29 May 2018 on the licensing and supervision of collective investment scheme business. This statutory deposit does not bear interest.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED) AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

12. STATUTORY DEPOSITS (continued)

(c) Others (continued)

On 6 February 2024, the ACS obtained official approval from SERC as distribution company which is tasked with opening investment fund accounts for investors, supporting subscribe unit funds for investors and facilitating redeem of fund units upon holding unit investors' redemption requests.

13. INVESTMENTS IN SUBSIDIARIES

		The Bank			
		30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
	Notes				
Unquoted ordinary shares, at cost					
ACLEDA Bank Lao Ltd.	(a)	49,389,566	49,389,566	198,052,159	198,793,003
ACLEDA Securities Plc.	(b)	2,010,000	2,010,000	8,060,100	8,090,250
ACLEDA University of Business Co., Ltd.	(c)	19,805,000	19,805,000	79,418,050	79,715,125
ACLEDA MFI Myanmar Co., Ltd.	(d)	19,913,150	19,913,150	79,851,732	80,150,429
		91,117,716	91,117,716	365,382,041	366,748,807

Details of the Bank's subsidiaries are as follows:

Name of Subsidiaries	Notes	Ownership and Voting Interest	
		30 June 2025	31 December 2024
ACLEDA Bank Lao Ltd.	(a)	99.90%	99.90%
ACLEDA Securities Plc.	(b)	100%	100%
ACLEDA University of Business Co., Ltd.	(c)	76.609%	76.609%
ACLEDA MFI Myanmar Co., Ltd.	(d)	100%	100%

(a) ACLEDA Bank Lao Ltd.

ABL was established in Lao PDR on 13 December 2007 under a preliminary license from the BOL. ABL's principal business is providing banking and related financial services in Lao PDR. The Bank owned 99.90% of ABL's shares. The Bank's initial investment in 2008 in ABL is US\$5,477,399. In 2009, the Bank sold shares to International Finance Corporation ("IFC") amounting to US\$876,384 which decreased the Bank's investments in ABL to US\$4,601,015. In 2010, the Bank injected capital to ABL amounting to US\$5,966,969, thereby increasing its investments to US\$10,567,984.

In 2014, the Bank bought shares from FMO, Stichting Triodos Doen, Tridos Fair Share Fund and IFC amounting to US\$28,875,098 and injected capital to ABL amounting to US\$9,946,484, increasing its investments in ABL to US\$49,389,566. As at 30 June 2025, the Bank's investments in ABL remain the same.

(b) ACLEDA Securities Plc.

On 1 March 2010, ACS was established in the Kingdom of Cambodia and registered with the Ministry of Commerce ("MOC") under the Registration 00002713. On 20 October 2010, the SERC (previously known as SECC) granted a brokerage license to ACS. The registered share capital of ACS is US\$2,010,000 (equivalent to KHR8,240,000,000), divided into 2,060,000 shares with par value of KHR4,000 each. ACS' principal business is providing securities brokerage and other services approved by the SERC. ACS is wholly-owned by the Bank.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

13. INVESTMENTS IN SUBSIDIARIES (continued)

(c) ACLEDA University of Business Co., Ltd.

AUB (previously known as ACLEDA Training Center Ltd. and ACLEDA Institute of Business Co., Ltd.) was established in the Kingdom of Cambodia under a primary license from the MOC under the Registration 00003836. The registered share capital of AUB is US\$17,805,000, divided into 17,805,000 shares with par value of US\$1 each. In 2018, AUB increased its share capital by US\$2,000,000 to US\$19,805,000. The revised Memorandum and Articles of Association ("MAA") was endorsed by the MOC on 14 December 2018.

AUB is recognised as an establishment of a private higher education institution under the Sub-Decree No. 13 ANKr. BK dated 25 January 2016 from the Royal Government of Cambodia. AUB provides training and education for Associate's degree, Bachelor's degree, and Master's degree in Business Administration, Major in Banking and Finance. AUB can open branches, new colleges, new departments, new specialties, new levels or classes, new types of education and training, change to a new name and location by submitting relevant documents and by requesting approval from the Ministry of Education, Youth and Sport ("MoEYS").

On 10 February 2021, the NBC approved, on request of the Bank, an increase in the capital of AUB as invested by ACLEDA Financial Trust ("AFT"), amounting to US\$10,000,000, which represents 23.391% of the total shares registered, equal to 6,047,046 shares at the price of US\$1.6537 per share through a Share Investment Agreement made on 26 February 2021 between the Bank, AUB and AFT. Consequently, AUB's share capital increased to US\$25,852,046 and reduced the Bank's ownership to 76.609%, which is equal to US\$19,805,000.

On 29 March 2021, AUB submitted a letter to the MOC requesting for its approval on the amendment of its MAA relating to the capital increase and on 2 December 2022, AUB obtained the approval from the MOC.

On 12 February 2024, AUB is recognised as transformation from ACLEDA Institute of Business Co., Ltd. to be ACLEDA University of Business Co., Ltd. under the Sub-Decree No. 27 RNK. BK from the Royal Government of Cambodia. The Ministry of Education, Youth and Sport ("MoEYS") approved this transformation on 16 January 2024.

(d) ACLEDA MFI Myanmar Co., Ltd.

AMM was incorporated in the Republic of the Union of Myanmar under the Republic of the Union of Myanmar Companies Law on 6 September 2012 to provide services per Registration No. 143715094 and started its operations on 18 February 2013. The financial year of the statutory financial statements of AMM is from 1 October to 30 September until year 2021 and from 1 April to 31 March from year 2022 onwards in accordance with the Letter N^o: NgaKaSa/AhMaKha (105/2021) issued on 13 September 2021 on changing the fiscal year of Myanmar.

AMM is permitted to operate as a deposit-taking microfinance institution providing microfinance services to lower income segments of the Myanmar market and other activities allowed by the Microfinance Supervisory Authority at 45 townships in Yangon Region, 28 townships in Bago Region, 3 townships in Mon State and 25 townships in Magway Region.

The Bank's initial investment in 2013 in AMM is US\$9,411,765. In 2014, the Bank sold shares to IFC, COFIBRED S.A and Kreditanstalt Fur Wiederaufbau ("KfW") amounting to US\$3,659,371, which decreased its investments in AMM to US\$5,752,394.

The Bank acquired 3,600,000 ordinary shares (45% of the total shareholdings) of AMM from KfW, COFIBRED S.A, and IFC for a consideration of US\$6,193,321 as approved by the Board of Directors of AMM on 25 April 2018. The share transfers, appointment of representative of shareholders, and changing the Board members were approved on 27 September 2018 by the Secretary of Microfinance Business Supervisory Committee, the Republic of the Union of Myanmar Government.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

13. INVESTMENTS IN SUBSIDIARIES (continued)

(d) ACLEDA MFI Myanmar Co., Ltd. (continued)

On 23 September 2019, the Bank injected capital amounting to US\$3,969,923 (equivalent to Myanmar Kyat (“MMK”) of 6,099,390,000) and additional capital of US\$3,995,367 (equivalent to MMK6,039,396,000), on 3 December 2019, increasing its ownership to 99.99%, with the remaining interest owned by AUB.

On 12 May 2021, the Bank settled US\$2,145 to AUB to hold 100% of common stock of AMM shares amounting to MMK20,140,000,000 (2019: 99.99% of MMK8,000,000,000). On 5 April 2021, AMM submitted a request to the regulator for the approval of its amended MAA resulting from the change in ownership. Microfinance Business Supervisory Committee had approved AMM’s request with Letter No. KaKa-1/6 (467/2021) dated 23 December 2021.

14. ASSETS HELD FOR SALE

Assets held for sale consist of immovable properties, such as lands and buildings, acquired through the foreclosure of collaterals from defaults on loans and advances from customers. These properties have been repossessed by the Group and the Bank as part of the settlement of debts.

The movements of the assets held for sale during the period are as follows:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	-	-	-	-	-	-	-	-
Additions (*)	13,372,583	-	53,637,430	-	13,372,583	-	53,637,430	-
Exchange differences	-	-	(13,372)	-	-	-	(13,372)	-
At the end of the period	13,372,583	-	53,624,058	-	13,372,583	-	53,624,058	-

(*) During the period, the Group and the Bank foreclosed several properties pledged as a collateral by a borrower to settle outstanding loan balance.

Valuation process (technique/inputs) used to determine fair value

The level 3 fair value of foreclosed properties has been derived using comparison method and cost method.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

14. ASSETS HELD FOR SALE (continued)

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Fair value	13,372,583	-	53,624,058	-	13,372,583	-	53,624,058	-

The foreclosed properties were valued by a valuation company accredited by the Real Estate Business & Pawnshop Regulator of Cambodia, and the management believes that there is no significant change on valuation from the reporting date.

15. PROPERTY AND EQUIPMENT, NET

	The Group								
	Land US\$	Land improvement US\$	Building and improvement US\$	Leasehold improvement US\$	Office equipment US\$	Computer equipment US\$	Motor vehicles US\$	Construction in progress US\$	Total US\$
Cost									
As at 1 January 2025	14,542,280	1,777,338	99,132,420	12,861,183	103,385,191	107,640,644	27,743,192	3,872,840	370,955,088
Additions	-	-	457	909,877	4,962,794	4,542,079	1,206,012	856,862	12,478,081
Disposals/write-offs	-	-	-	(214,415)	(455,735)	(190,626)	(426,349)	-	(1,287,125)
Transfers	-	-	-	101,840	912,933	2,489,345	47,996	(3,552,114)	-
Effect of hyperinflationary economy	-	-	-	306,832	619,292	3,928,137	424,662	467	5,279,390
Currency translation differences	-	-	-	(62)	(210)	(1,347)	(128)	(11)	(1,758)
Adjustments	-	-	-	-	3,801	858	-	(103,629)	(98,970)
As at 30 June 2025	<u>14,542,280</u>	<u>1,777,338</u>	<u>99,132,877</u>	<u>13,965,255</u>	<u>109,428,066</u>	<u>118,409,090</u>	<u>28,995,385</u>	<u>1,074,415</u>	<u>387,324,706</u>
Less: Accumulated depreciation									
As at 1 January 2025	-	1,032,398	40,579,710	8,229,339	75,470,902	77,329,664	16,785,462	-	219,427,475
Charge for the period	-	34,325	2,291,390	954,751	5,516,277	4,242,443	1,155,421	-	14,194,607
Disposals/write-offs	-	-	-	(192,473)	(439,327)	(189,974)	(426,349)	-	(1,248,123)
Effect of hyperinflationary economy	-	-	-	289,306	651,173	3,904,015	426,220	-	5,270,714
Currency translation differences	-	(5)	(1,950)	(933)	(5,279)	(4,654)	(1,146)	-	(13,967)
As at 30 June 2025	<u>-</u>	<u>1,066,718</u>	<u>42,869,150</u>	<u>9,279,990</u>	<u>81,193,746</u>	<u>85,281,494</u>	<u>17,939,608</u>	<u>-</u>	<u>237,630,706</u>
Carrying value	<u>14,542,280</u>	<u>710,620</u>	<u>56,263,727</u>	<u>4,685,265</u>	<u>28,234,320</u>	<u>33,127,596</u>	<u>11,055,777</u>	<u>1,074,415</u>	<u>149,694,000</u>
In KHR'000 equivalent (Note 5)	<u>58,314,543</u>	<u>2,849,586</u>	<u>225,617,545</u>	<u>18,787,913</u>	<u>113,219,623</u>	<u>132,841,660</u>	<u>44,333,666</u>	<u>4,308,404</u>	<u>600,272,940</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

15. PROPERTY AND EQUIPMENT, NET (continued)

As at 30 June 2025, fully depreciated property and equipment of the Group with total historical cost of US\$99,095,605 (31 December 2024: US\$109,669,869) are still in active use.

	The Group								
	Land US\$	Land improvement US\$	Building and improvement US\$	Leasehold improvement US\$	Office equipment US\$	Computer equipment US\$	Motor vehicles US\$	Construction in progress US\$	Total US\$
Cost									
As at 1 January 2024	14,542,280	1,759,381	99,132,875	11,400,491	96,992,721	98,783,454	24,687,205	2,219,363	349,517,770
Additions	-	17,957	-	695,136	1,106,026	6,501,334	1,779,180	1,195,802	11,295,435
Disposals/write-offs	-	-	-	(54,316)	(818,022)	(2,044,861)	(309,834)	-	(3,227,033)
Transfers	-	-	-	433,583	64,729	1,449,218	70,334	(2,017,864)	-
Currency translation differences	-	-	-	(28,638)	(75,582)	(413,752)	(61,502)	(76,769)	(656,243)
Adjustments	-	-	-	-	4,409	1,413	(6,598)	(41,150)	(41,926)
As at 30 June 2024	<u>14,542,280</u>	<u>1,777,338</u>	<u>99,132,875</u>	<u>12,446,256</u>	<u>97,274,281</u>	<u>104,276,806</u>	<u>26,158,785</u>	<u>1,279,382</u>	<u>356,888,003</u>
Less: Accumulated depreciation									
As at 1 January 2024	-	962,313	35,943,579	6,514,768	68,126,579	74,455,536	15,768,130	-	201,770,905
Charge for the period	-	35,113	2,309,140	909,043	4,849,145	3,383,610	969,871	-	12,455,922
Disposals/write-offs	-	-	-	(52,155)	(810,402)	(2,043,316)	(309,834)	-	(3,215,707)
Currency translation differences	-	(5)	(1,831)	(24,649)	(64,799)	(317,556)	(42,017)	-	(450,857)
As at 30 June 2024	<u>-</u>	<u>997,421</u>	<u>38,250,888</u>	<u>7,347,007</u>	<u>72,100,523</u>	<u>75,478,274</u>	<u>16,386,150</u>	<u>-</u>	<u>210,560,263</u>
Carrying value	<u>14,542,280</u>	<u>779,917</u>	<u>60,881,987</u>	<u>5,099,249</u>	<u>25,173,758</u>	<u>28,798,532</u>	<u>9,772,635</u>	<u>1,279,382</u>	<u>146,327,740</u>
In KHR'000 equivalent (Note 5)	<u>59,768,771</u>	<u>3,205,459</u>	<u>250,224,967</u>	<u>20,957,913</u>	<u>103,464,145</u>	<u>118,361,967</u>	<u>40,165,530</u>	<u>5,258,259</u>	<u>601,407,011</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

15. PROPERTY AND EQUIPMENT, NET (continued)

	The Bank								
	Land US\$	Land improvement US\$	Building and improvement US\$	Leasehold improvement US\$	Office equipment US\$	Computer equipment US\$	Motor vehicles US\$	Construction in progress US\$	Total US\$
Cost									
As at 1 January 2025	2,328,344	282,726	77,195,956	12,352,632	101,116,960	97,286,279	26,401,299	3,834,020	320,798,216
Additions	-	-	-	881,131	4,751,513	4,434,590	1,189,207	825,814	12,082,255
Disposals/write-offs	-	-	-	(199,807)	(411,235)	(183,080)	(412,988)	-	(1,207,110)
Transfers	-	-	-	101,840	892,609	2,458,102	44,806	(3,497,357)	-
Adjustments	-	-	-	-	3,801	858	-	(103,629)	(98,970)
As at 30 June 2025	<u>2,328,344</u>	<u>282,726</u>	<u>77,195,956</u>	<u>13,135,796</u>	<u>106,353,648</u>	<u>103,996,749</u>	<u>27,222,324</u>	<u>1,058,848</u>	<u>331,574,391</u>
Less: Accumulated depreciation									
As at 1 January 2025	-	184,304	36,049,117	7,811,298	73,561,275	71,844,748	15,996,865	-	205,447,607
Charge for the period	-	4,570	1,928,320	944,702	5,462,309	3,677,518	1,094,818	-	13,112,237
Disposals/write-offs	-	-	-	(177,866)	(405,356)	(182,440)	(412,988)	-	(1,178,650)
Currency translation differences	-	(5)	(1,950)	(875)	(5,155)	(3,645)	(1,029)	-	(12,659)
As at 30 June 2025	<u>-</u>	<u>188,869</u>	<u>37,975,487</u>	<u>8,577,259</u>	<u>78,613,073</u>	<u>75,336,181</u>	<u>16,677,666</u>	<u>-</u>	<u>217,368,535</u>
Carrying value	<u>2,328,344</u>	<u>93,857</u>	<u>39,220,469</u>	<u>4,558,537</u>	<u>27,740,575</u>	<u>28,660,568</u>	<u>10,544,658</u>	<u>1,058,848</u>	<u>114,205,856</u>
In KHR'000 equivalent (Note 5)	<u>9,336,659</u>	<u>376,367</u>	<u>157,274,081</u>	<u>18,279,733</u>	<u>111,239,706</u>	<u>114,928,878</u>	<u>42,284,079</u>	<u>4,245,980</u>	<u>457,965,483</u>

As at 30 June 2025, fully depreciated property and equipment of the Bank with total historical cost of US\$92,679,828 (31 December 2024: US\$103,228,956) are still in active use.

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

15. PROPERTY AND EQUIPMENT, NET (continued)

	The Bank								
	Land US\$	Land improvement US\$	Building and improvement US\$	Leasehold improvement US\$	Office equipment US\$	Computer equipment US\$	Motor vehicles US\$	Construction in progress US\$	Total US\$
Cost									
As at 1 January 2024	2,328,344	282,726	77,196,411	10,932,179	94,915,864	93,025,844	23,741,433	1,316,041	303,738,842
Additions	-	-	-	662,798	1,045,670	5,179,086	1,603,521	781,515	9,272,590
Disposals/write-offs	-	-	-	(43,637)	(792,476)	(2,036,770)	(309,834)	-	(3,182,717)
Transfers	-	-	-	433,583	64,729	622,665	70,334	(1,191,311)	-
Adjustments	-	-	-	-	4,409	1,413	(6,598)	(41,150)	(41,926)
As at 30 June 2024	2,328,344	282,726	77,196,411	11,984,923	95,238,196	96,792,238	25,098,856	865,095	309,786,789
Less: Accumulated depreciation	-								
As at 1 January 2024	-	175,072	32,148,838	6,104,026	66,361,651	70,153,324	15,086,771	-	190,029,682
Charge for the period	-	4,595	1,942,352	899,903	4,802,444	2,986,900	927,025	-	11,563,219
Disposals/write-offs	-	-	-	(41,476)	(786,718)	(2,035,365)	(309,834)	-	(3,173,393)
Currency translation differences	-	(5)	(1,831)	(598)	(3,442)	(2,651)	(662)	-	(9,189)
As at 30 June 2024	-	179,662	34,089,359	6,961,855	70,373,935	71,102,208	15,703,300	-	198,410,319
Carrying value	2,328,344	103,064	43,107,052	5,023,068	24,864,261	25,690,030	9,395,556	865,095	111,376,470
In KHR'000 equivalent (Note 5)	9,569,494	423,593	177,169,984	20,644,809	102,192,113	105,586,023	38,615,735	3,555,541	457,757,292

Movement for cash used for purchases of property and equipment

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Additions	12,478,081	11,295,435	50,049,583	46,040,193	12,082,255	9,272,590	48,461,925	37,795,077
Decrease/(increase) in accounts payables for capital expenditure	49,411	(1,495,471)	198,187	(6,095,540)	34,239	(95,601)	137,332	(389,670)
Cash used for purchases of property and equipment	<u>12,527,492</u>	<u>9,799,964</u>	<u>50,247,770</u>	<u>39,944,653</u>	<u>12,116,494</u>	<u>9,176,989</u>	<u>48,599,257</u>	<u>37,405,407</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

16. INTANGIBLE ASSETS, NET

	The Group			The Bank		
	Computer software US\$	Work in progress US\$	Total US\$	Computer software US\$	Work in progress US\$	Total US\$
Cost						
As at 1 January 2025	50,830,252	2,084,489	52,914,741	46,937,820	2,084,489	49,022,309
Additions	1,506,414	213,506	1,719,920	1,505,701	213,506	1,719,207
Disposals/write-offs	(22,728)	-	(22,728)	(22,728)	-	(22,728)
Transfers	283,800	(283,800)	-	283,800	(283,800)	-
Effect of hyperinflationary economy	1,887,198	-	1,887,198	-	-	-
Currency translation differences	(540)	-	(540)	-	-	-
Adjustments	-	(536,102)	(536,102)	-	(536,102)	(536,102)
As at 30 June 2025	54,484,396	1,478,093	55,962,489	48,704,593	1,478,093	50,182,686
Less: Accumulated amortisation						
As at 1 January 2025	36,177,923	-	36,177,923	33,876,917	-	33,876,917
Charge for the period	3,015,162	-	3,015,162	2,822,585	-	2,822,585
Disposals/write-offs	(22,147)	-	(22,147)	(22,147)	-	(22,147)
Effect of hyperinflationary economy	1,890,911	-	1,890,911	-	-	-
Currency translation differences	(2,858)	-	(2,858)	(2,858)	-	(2,858)
As at 30 June 2025	41,058,991	-	41,058,991	36,674,497	-	36,674,497
Carrying value	13,425,405	1,478,093	14,903,498	12,030,096	1,478,093	13,508,189
In KHR'000 equivalent (Note 5)	53,835,874	5,927,153	59,763,027	48,240,685	5,927,153	54,167,838

As at 30 June 2025, the Group's and the Bank's fully amortised intangible assets with historical cost of US\$26,973,865 and US\$25,499,126, respectively (31 December 2024: US\$25,272,431 and US\$23,806,038, respectively), are still used actively.

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

16. INTANGIBLE ASSETS, NET (continued)

	The Group			The Bank		
	Computer software US\$	Work in progress US\$	Total US\$	Computer software US\$	Work in progress US\$	Total US\$
Cost						
As at 1 January 2024	40,498,585	2,730,718	43,229,303	38,153,750	2,288,017	40,441,767
Additions	454,074	832,750	1,286,824	275,350	668,655	944,005
Disposals/write-offs	(1,236)	-	(1,236)	(1,236)	-	(1,236)
Transfers	238,640	(238,640)	-	238,640	(238,640)	-
Currency translation differences	(194,671)	(37,623)	(232,294)	-	-	-
Adjustments	-	(83,830)	(83,830)	-	(83,830)	(83,830)
As at 30 June 2024	<u>40,995,392</u>	<u>3,203,375</u>	<u>44,198,767</u>	<u>38,666,504</u>	<u>2,634,202</u>	<u>41,300,706</u>
Less: Accumulated amortisation			-			-
As at 1 January 2024	32,458,285	-	32,458,285	30,612,312	-	30,612,312
Charge for the period	1,371,227	-	1,371,227	1,281,667	-	1,281,667
Disposals/write-offs	(1,236)	-	(1,236)	(1,236)	-	(1,236)
Currency translation differences	(156,902)	-	(156,902)	(1,220)	-	(1,220)
As at 30 June 2024	<u>33,671,374</u>	<u>-</u>	<u>33,671,374</u>	<u>31,891,523</u>	<u>-</u>	<u>31,891,523</u>
Carrying value	<u>7,324,018</u>	<u>3,203,375</u>	<u>10,527,393</u>	<u>6,774,981</u>	<u>2,634,202</u>	<u>9,409,183</u>
<i>In KHR'000 equivalent (Note 5)</i>	<u>30,101,714</u>	<u>13,165,871</u>	<u>43,267,585</u>	<u>27,845,172</u>	<u>10,826,570</u>	<u>38,671,742</u>

Movement for cash used for purchases of intangible assets

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Additions	1,719,920	1,286,824	6,898,599	5,245,095	1,719,207	944,005	6,895,739	3,847,764
Decrease/(increase) in accounts payables for intangible assets	4,627,960	(178,724)	18,562,748	(728,479)	4,627,960	-	18,562,748	-
Cash used for purchases of intangible assets	<u>6,347,880</u>	<u>1,108,100</u>	<u>25,461,347</u>	<u>4,516,616</u>	<u>6,347,167</u>	<u>944,005</u>	<u>25,458,487</u>	<u>3,847,764</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

17. RIGHT-OF-USE ASSETS, NET

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Right-of-use assets	37,202,222	36,146,086	149,180,910	145,487,996	34,215,046	33,189,075	137,202,334	133,586,027

The Group and the Bank lease office buildings and cars for its operations. Information about leases for which the Group or the Bank is a lessee is presented below:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	36,146,086	32,410,303	145,487,996	132,396,088	33,189,075	30,852,413	133,586,027	126,032,107
Additions during the period	7,633,783	10,217,285	30,619,104	41,645,654	7,452,549	10,127,330	29,892,174	41,278,997
Effect of hyperinflationary economy	29,908	-	119,961	-	-	-	-	-
Depreciation for the period	(6,533,174)	(6,364,790)	(26,204,561)	(25,942,884)	(6,275,548)	(6,137,833)	(25,171,223)	(25,017,807)
Lease termination during the period	(112,610)	(1,617,757)	(451,679)	(6,593,978)	(112,610)	(1,619,189)	(451,679)	(6,599,814)
Currency translation differences	38,229	151,328	153,337	616,813	(38,420)	12,592	(154,103)	51,325
Exchange differences	-	-	(543,248)	891,384	-	-	(498,862)	852,328
At the end of the period	<u>37,202,222</u>	<u>34,796,369</u>	<u>149,180,910</u>	<u>143,013,077</u>	<u>34,215,046</u>	<u>33,235,313</u>	<u>137,202,334</u>	<u>136,597,136</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

17. RIGHT-OF-USE ASSETS, NET (continued)

The Group and the Bank lease office buildings and cars for its operations. Information about leases for which the Group or the Bank is a lessee is presented below:

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	36,070,174	33,375,400	144,280,696	134,869,991	33,065,926	31,928,678	132,263,704	129,023,788
Additions during the period	4,395,181	5,766,203	17,602,700	23,526,108	4,343,934	5,680,001	17,397,456	23,174,404
Effect of hyperinflationary economy	62,269	-	249,387	-	-	-	-	-
Depreciation for the period	(3,323,009)	(3,190,293)	(13,308,651)	(13,016,395)	(3,190,483)	(3,079,148)	(12,777,884)	(12,562,924)
Lease termination during the period	(3,073)	(1,304,022)	(12,307)	(5,320,410)	(3,073)	(1,289,707)	(12,307)	(5,262,005)
Currency translation differences	680	149,081	2,723	608,250	(1,258)	(4,511)	(5,038)	(18,405)
Exchange differences	-	-	366,362	2,345,533	-	-	336,403	2,242,278
At the end of the period	37,202,222	34,796,369	149,180,910	143,013,077	34,215,046	33,235,313	137,202,334	136,597,136

For the six-month period ended 30 June 2025, the Group and the Bank have recognised the expenses related to short-term lease payments amounting to US\$2,240 and nil, respectively (30 June 2024: the Group and the Bank have recognised the expenses related to short-term lease payments amounting to US\$1,229 and nil, respectively).

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

17. RIGHT-OF-USE ASSETS, NET (continued)

Amounts recognised in the interim statements of profit or loss and other comprehensive income:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Depreciation expense	6,533,174	6,364,790	26,204,561	25,942,884	6,275,548	6,137,833	25,171,223	25,017,807
Interest on lease liabilities	1,062,942	1,027,471	4,263,460	4,187,972	974,479	957,230	3,908,635	3,901,669
Loss/(gain) on pre-termination of leases	34,646	(121,357)	138,965	(494,651)	34,728	(112,732)	139,294	(459,496)
	<u>7,630,762</u>	<u>7,270,904</u>	<u>30,606,986</u>	<u>29,636,205</u>	<u>7,284,755</u>	<u>6,982,331</u>	<u>29,219,152</u>	<u>28,459,980</u>
	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Depreciation expense	3,323,009	3,190,293	13,308,651	13,016,395	3,190,483	3,079,148	12,777,884	12,562,924
Interest on lease liabilities	530,103	516,359	2,123,063	2,106,745	484,262	482,063	1,939,469	1,966,817
Gain on pre-termination of leases	(84)	(110,897)	(336)	(452,460)	(81)	(87,965)	(324)	(358,897)
	<u>3,853,028</u>	<u>3,595,755</u>	<u>15,431,378</u>	<u>14,670,680</u>	<u>3,674,664</u>	<u>3,473,246</u>	<u>14,717,029</u>	<u>14,170,844</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

18. DEFERRED TAX ASSETS AND DEFERRED TAX LIABILITIES

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Deferred tax assets	4,803,052	4,149,905	19,260,239	16,703,368	-	-	-	-
Deferred tax liabilities	(4,027,773)	(3,361,806)	(16,151,370)	(13,531,270)	-	-	-	-
Net deferred tax assets	775,279	788,099	3,108,869	3,172,098	-	-	-	-
Deferred tax assets	18,594,575	17,755,287	74,564,246	71,465,030	18,594,575	17,755,287	74,564,246	71,465,030
Deferred tax liabilities	(56,413,166)	(51,651,549)	(226,216,796)	(207,897,485)	(56,413,166)	(51,651,549)	(226,216,796)	(207,897,485)
Net deferred tax liabilities	(37,818,591)	(33,896,262)	(151,652,550)	(136,432,455)	(37,818,591)	(33,896,262)	(151,652,550)	(136,432,455)
Total deferred tax assets	23,397,627	21,905,192	93,824,485	88,168,398	18,594,575	17,755,287	74,564,246	71,465,030
Total deferred tax liabilities	(60,440,939)	(55,013,355)	(242,368,166)	(221,428,755)	(56,413,166)	(51,651,549)	(226,216,796)	(207,897,485)
Total net deferred tax liabilities	(37,043,312)	(33,108,163)	(148,543,681)	(133,260,357)	(37,818,591)	(33,896,262)	(151,652,550)	(136,432,455)

The movements in net deferred tax liabilities during the period are presented as follows:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	(33,108,163)	(25,429,419)	(133,260,357)	(103,879,177)	(33,896,262)	(26,782,045)	(136,432,455)	(109,404,654)
Charged to profit or loss	(3,612,049)	(5,526,570)	(14,487,928)	(22,526,300)	(3,922,329)	(5,178,006)	(15,732,462)	(21,105,553)
Currency translation differences	(323,100)	(15,256)	(1,295,954)	(62,183)	-	-	-	-
Exchange differences	-	-	500,558	(824,157)	-	-	512,367	(845,603)
At the end of the period	(37,043,312)	(30,971,245)	(148,543,681)	(127,291,817)	(37,818,591)	(31,960,051)	(151,652,550)	(131,355,810)

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

18. DEFERRED TAX ASSETS AND DEFERRED TAX LIABILITIES (continued)

The movements in net deferred tax liabilities during the period are presented as follows:

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	(34,162,224)	(27,613,266)	(136,648,896)	(111,585,208)	(35,021,128)	(28,841,980)	(140,084,512)	(116,550,441)
Charged to profit or loss	(2,555,563)	(3,376,831)	(10,235,030)	(13,777,470)	(2,797,463)	(3,118,071)	(11,203,839)	(12,721,730)
Currency translation differences	(325,525)	18,852	(1,303,728)	76,916	-	-	-	-
Exchange differences	-	-	(356,027)	(2,006,055)	-	-	(364,199)	(2,083,639)
At the end of the period	<u>(37,043,312)</u>	<u>(30,971,245)</u>	<u>(148,543,681)</u>	<u>(127,291,817)</u>	<u>(37,818,591)</u>	<u>(31,960,051)</u>	<u>(151,652,550)</u>	<u>(131,355,810)</u>

The components of and movements in deferred tax assets and deferred tax liabilities during the period presented are as follows:

Deferred tax assets of the Group:

	Unamortised loan fees US\$	Unearned revenue US\$	Provision for expected credit losses US\$	Other provision US\$	Employee benefits US\$	Unrealised exchange US\$	Lease liabilities US\$	Others US\$	Total US\$
As at 1 January 2025	599,781	49,332	3,313,276	6,048,380	1,315,993	3,701,526	6,556,955	319,949	21,905,192
Credited/(charged) to profit or loss	43,870	(3,200)	147,626	221,323	28,573	752,443	221,601	80,199	1,492,435
As at 30 June 2025	<u>643,651</u>	<u>46,132</u>	<u>3,460,902</u>	<u>6,269,703</u>	<u>1,344,566</u>	<u>4,453,969</u>	<u>6,778,556</u>	<u>400,148</u>	<u>23,397,627</u>
In KHR'000 equivalent (Note 5)	<u>2,581,041</u>	<u>184,989</u>	<u>13,878,217</u>	<u>25,141,509</u>	<u>5,391,710</u>	<u>17,860,416</u>	<u>27,182,010</u>	<u>1,604,593</u>	<u>93,824,485</u>
As at 1 January 2024	20,768	54,593	3,171,197	5,564,566	1,635,771	2,731,546	358,070	2,699,396	16,235,907
Credited/(charged) to profit or loss	751,808	(9,597)	30,514	246,908	89,318	449,756	6,229,228	(2,258,350)	5,529,585
As at 30 June 2024	<u>772,576</u>	<u>44,996</u>	<u>3,201,711</u>	<u>5,811,474</u>	<u>1,725,089</u>	<u>3,181,302</u>	<u>6,587,298</u>	<u>441,046</u>	<u>21,765,492</u>
In KHR'000 equivalent (Note 5)	<u>3,175,287</u>	<u>184,934</u>	<u>13,159,032</u>	<u>23,885,158</u>	<u>7,090,116</u>	<u>13,075,151</u>	<u>27,073,795</u>	<u>1,812,699</u>	<u>89,456,172</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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18. DEFERRED TAX ASSETS AND DEFERRED TAX LIABILITIES (continued)

The components of and movements in deferred tax assets and deferred tax liabilities during the period presented are as follows:

Deferred tax assets of the Bank:

	Unamortised loan fees US\$	Other provision US\$	Employee benefits US\$	Unrealised exchange US\$	Lease liabilities US\$	Others US\$	Total US\$
As at 1 January 2025	-	5,985,689	1,306,712	3,586,227	6,556,710	319,949	17,755,287
Credited/(charged) to profit or loss	-	221,986	28,573	288,808	219,722	80,199	839,288
As at 30 June 2025	-	6,207,675	1,335,285	3,875,035	6,776,432	400,148	18,594,575
<i>In KHR'000 equivalent (Note 5)</i>	-	24,892,777	5,354,493	15,538,890	27,173,492	1,604,594	74,564,246
As at 1 January 2024	(689,933)	5,505,303	1,625,989	2,730,883	350,912	2,694,285	12,217,439
Credited/(charged) to profit or loss	820,284	244,811	89,819	371,084	6,231,839	(2,257,311)	5,500,526
As at 30 June 2024	130,351	5,750,114	1,715,808	3,101,967	6,582,751	436,974	17,717,965
<i>In KHR'000 equivalent (Note 5)</i>	535,743	23,632,969	7,051,971	12,749,084	27,055,107	1,795,961	72,820,835

Deferred tax liabilities of the Group:

	Unamortised loan fees US\$	Provision for expected credit losses US\$	Unrealised exchange US\$	Accelerated depreciation US\$	Right-of-use assets US\$	Others US\$	Total US\$
As at 1 January 2025	4,625,288	41,491,226	-	2,707,144	6,188,270	1,427	55,013,355
Charged/(credited) to profit or loss	3,014,079	2,123,895	-	(439,760)	453,647	275,723	5,427,584
As at 30 June 2025	7,639,367	43,615,121	-	2,267,384	6,641,917	277,150	60,440,939
<i>In KHR'000 equivalent (Note 5)</i>	30,633,861	174,896,635	-	9,092,210	26,634,087	1,111,373	242,368,166
As at 1 January 2024	2,689,206	36,572,931	1,899	2,378,476	19,060	3,754	41,665,326
Charged to profit or loss	334,091	4,280,342	1,190	209,426	6,246,119	243	11,071,411
As at 30 June 2024	3,023,297	40,853,273	3,089	2,587,902	6,265,179	3,997	52,736,737
<i>In KHR'000 equivalent (Note 5)</i>	12,425,751	167,906,952	12,696	10,636,277	25,749,886	16,427	216,747,989

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

18. DEFERRED TAX ASSETS AND DEFERRED TAX LIABILITIES (continued)

The components of and movements in deferred tax assets and deferred tax liabilities during the period presented are as follows:

Deferred tax liabilities of the Bank:

	Unamortised loan fees US\$	Provision for expected credit losses US\$	Accelerated depreciation US\$	Right-of-use assets US\$	Total US\$
As at 1 January 2025	1,375,944	41,398,338	2,688,997	6,188,270	51,651,549
Charged/(credited) to profit or loss	2,773,680	2,159,529	(439,436)	267,844	4,761,617
As at 30 June 2025	4,149,624	43,557,867	2,249,561	6,456,114	56,413,166
In KHR'000 equivalent (Note 5)	16,639,992	174,667,047	9,020,740	25,889,017	226,216,796
As at 1 January 2024	-	36,610,954	2,375,418	13,112	38,999,484
Charged to profit or loss	-	4,231,184	198,356	6,248,992	10,678,532
As at 30 June 2024	-	40,842,138	2,573,774	6,262,104	49,678,016
In KHR'000 equivalent (Note 5)	-	167,861,187	10,578,211	25,737,247	204,176,645

19. DEPOSITS AND PLACEMENTS OF OTHER BANKS AND FINANCIAL INSTITUTIONS

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Current accounts	99,910,569	91,515,600	400,641,382	368,350,290	102,331,844	94,833,426	410,350,695	381,704,540
Savings deposits	43,832,792	33,074,622	175,769,496	133,125,354	42,517,082	32,036,847	170,493,499	128,948,309
Fixed deposits	259,259,417	271,924,129	1,039,630,262	1,094,494,619	235,433,730	245,857,331	944,089,257	989,575,757
	403,002,778	396,514,351	1,616,041,140	1,595,970,263	380,282,656	372,727,604	1,524,933,451	1,500,228,606
Current	286,007,539	280,073,909	1,146,890,232	1,127,297,484	263,382,542	256,572,604	1,056,163,994	1,032,704,731
Non-current	116,995,239	116,440,442	469,150,908	468,672,779	116,900,114	116,155,000	468,769,457	467,523,875
	403,002,778	396,514,351	1,616,041,140	1,595,970,263	380,282,656	372,727,604	1,524,933,451	1,500,228,606

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

19. DEPOSITS AND PLACEMENTS OF OTHER BANKS AND FINANCIAL INSTITUTIONS (continued)

The deposits and placements of other banks and financial institutions are analysed as follows:

a) By maturity

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Within 6 months	223,094,069	236,465,459	894,607,217	951,773,473	209,224,583	216,344,800	838,990,578	870,787,820
Later than 6 months but not later than 1 year	62,913,470	43,608,450	252,283,015	175,524,011	54,157,959	40,227,804	217,173,416	161,916,911
Later than 1 year but not later than 3 years	26,045,239	29,860,442	104,441,408	120,188,279	25,950,114	29,575,000	104,059,957	119,039,375
Later than 3 years	90,950,000	86,580,000	364,709,500	348,484,500	90,950,000	86,580,000	364,709,500	348,484,500
	<u>403,002,778</u>	<u>396,514,351</u>	<u>1,616,041,140</u>	<u>1,595,970,263</u>	<u>380,282,656</u>	<u>372,727,604</u>	<u>1,524,933,451</u>	<u>1,500,228,606</u>

b) By relationship

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Related parties	106,112	74,940	425,509	301,634	2,555,449	3,485,169	10,247,350	14,027,805
Non-related parties	402,896,666	396,439,411	1,615,615,631	1,595,668,629	377,727,207	369,242,435	1,514,686,101	1,486,200,801
	<u>403,002,778</u>	<u>396,514,351</u>	<u>1,616,041,140</u>	<u>1,595,970,263</u>	<u>380,282,656</u>	<u>372,727,604</u>	<u>1,524,933,451</u>	<u>1,500,228,606</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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19. DEPOSITS AND PLACEMENTS OF OTHER BANKS AND FINANCIAL INSTITUTIONS (continued)

c) By interest (per annum)

	The Group		The Bank	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
Current accounts	0.00% - 2.00%	0.00% - 2.00%	0.00% - 0.75%	0.00% - 0.75%
Savings deposits	0.00% - 3.00%	0.00% - 3.00%	0.00% - 1.00%	0.00% - 1.00%
Fixed deposits	1.40% - 14.00%	1.45% - 13.00%	1.40% - 9.50%	1.45% - 9.50%

20. DEPOSITS FROM CUSTOMERS

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Current accounts	1,596,299,470	1,416,388,683	6,401,160,875	5,700,964,450	1,580,514,252	1,400,198,752	6,337,862,151	5,635,799,977
Savings deposits	3,096,780,989	2,843,866,399	12,418,091,766	11,446,562,256	3,065,546,727	2,814,795,170	12,292,842,375	11,329,550,559
Margin deposits	23,939,497	21,430,854	95,997,383	86,259,187	23,874,472	21,405,782	95,736,633	86,158,273
Fixed deposits	3,864,079,352	3,680,855,498	15,494,958,201	14,815,443,379	3,745,279,627	3,608,898,685	15,018,571,304	14,525,817,207
	<u>8,581,099,308</u>	<u>7,962,541,434</u>	<u>34,410,208,225</u>	<u>32,049,229,272</u>	<u>8,415,215,078</u>	<u>7,845,298,389</u>	<u>33,745,012,463</u>	<u>31,577,326,016</u>

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Current	7,791,623,240	7,117,246,308	31,244,409,192	28,646,916,389	7,652,828,747	7,020,842,564	30,687,843,275	28,258,891,321
Non-current	789,476,068	845,295,126	3,165,799,033	3,402,312,883	762,386,331	824,455,825	3,057,169,188	3,318,434,695
	<u>8,581,099,308</u>	<u>7,962,541,434</u>	<u>34,410,208,225</u>	<u>32,049,229,272</u>	<u>8,415,215,078</u>	<u>7,845,298,389</u>	<u>33,745,012,463</u>	<u>31,577,326,016</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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20. DEPOSITS FROM CUSTOMERS (continued)

The deposits from customers are analysed as follows:

a) By maturity

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Within 6 months	6,284,198,327	5,939,385,466	25,199,635,291	23,906,026,500	6,200,295,812	5,870,580,196	24,863,186,206	23,629,085,290
Later than 6 months but not later than 1 year	1,507,424,913	1,177,860,842	6,044,773,901	4,740,889,889	1,452,532,935	1,150,262,368	5,824,657,069	4,629,806,031
Later than 1 year but not later than 3 years	652,102,309	578,023,980	2,614,930,259	2,326,546,520	632,648,772	567,308,496	2,536,921,576	2,283,416,696
Later than 3 years	137,373,759	267,271,146	550,868,774	1,075,766,363	129,737,559	257,147,329	520,247,612	1,035,017,999
	<u>8,581,099,308</u>	<u>7,962,541,434</u>	<u>34,410,208,225</u>	<u>32,049,229,272</u>	<u>8,415,215,078</u>	<u>7,845,298,389</u>	<u>33,745,012,463</u>	<u>31,577,326,016</u>

b) By relationship

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Related parties	23,322,304	16,144,658	93,522,439	64,982,248	17,401,321	17,093,841	69,779,297	68,802,711
Non-related parties	<u>8,557,777,004</u>	<u>7,946,396,776</u>	<u>34,316,685,786</u>	<u>31,984,247,024</u>	<u>8,397,813,757</u>	<u>7,828,204,548</u>	<u>33,675,233,166</u>	<u>31,508,523,305</u>
	<u>8,581,099,308</u>	<u>7,962,541,434</u>	<u>34,410,208,225</u>	<u>32,049,229,272</u>	<u>8,415,215,078</u>	<u>7,845,298,389</u>	<u>33,745,012,463</u>	<u>31,577,326,016</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

20. DEPOSITS FROM CUSTOMERS (continued)

c) By interest rate (per annum)

	The Group		The Bank	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
Current accounts	0.00% - 2.00%	0.00% - 2.00%	0.00% - 0.75%	0.00% - 0.75%
Margin deposits	Nil	Nil	Nil	Nil
Savings deposits	0.00% - 14.00%	0.00% - 15.00%	0.00% - 1.00%	0.00% - 1.00%
Fixed deposits	0.02% - 13.50%	0.03% - 12.00%	0.02% - 10.60%	0.03% - 10.60%

21. OTHER LIABILITIES

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Accrued annual leave	31,560,725	30,429,869	126,558,507	122,480,223	31,038,379	29,928,445	124,463,900	120,461,991
Fund transfers	29,289,561	26,467,968	117,451,140	106,533,571	29,285,494	26,420,324	117,434,831	106,341,804
Accounts payables	22,021,977	21,484,272	88,308,128	86,474,195	21,131,592	19,679,901	84,737,684	79,211,602
Accrued bonuses	13,150,888	6,486,410	52,735,061	26,107,800	11,773,859	6,000,000	47,213,175	24,150,000
Tax payables	3,289,081	2,838,153	13,189,215	11,423,566	3,250,487	2,805,281	13,034,453	11,291,256
Bakong interbank payable	2,220,064	1,939,132	8,902,457	7,805,006	2,220,064	1,939,132	8,902,457	7,805,006
Others	18,519,881	14,018,505	74,264,722	56,424,483	17,284,319	12,936,621	69,310,118	52,069,900
	<u>120,052,177</u>	<u>103,664,309</u>	<u>481,409,230</u>	<u>417,248,844</u>	<u>115,984,194</u>	<u>99,709,704</u>	<u>465,096,618</u>	<u>401,331,559</u>
Current	89,069,930	58,886,583	357,170,419	237,018,497	85,499,596	55,441,578	342,853,380	223,152,352
Non-current	30,982,247	44,777,726	124,238,811	180,230,347	30,484,598	44,268,126	122,243,238	178,179,207
	<u>120,052,177</u>	<u>103,664,309</u>	<u>481,409,230</u>	<u>417,248,844</u>	<u>115,984,194</u>	<u>99,709,704</u>	<u>465,096,618</u>	<u>401,331,559</u>

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22. BORROWINGS

The Group and the Bank have entered into borrowing agreements with various lenders. The repayments of principal and interest are made either on monthly, quarterly, semi-annual, annual basis, or balloon based on the repayment schedule of each of the borrowing agreements. The Group and the Bank did not pledge any collaterals for these borrowings.

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Current	415,845,112	522,897,106	1,667,538,899	2,104,660,852	410,263,132	517,582,175	1,645,155,159	2,083,268,254
Non-current	55,184,814	83,960,769	221,291,104	337,942,095	53,698,488	80,939,840	215,330,937	325,782,856
	<u>471,029,926</u>	<u>606,857,875</u>	<u>1,888,830,003</u>	<u>2,442,602,947</u>	<u>463,961,620</u>	<u>598,522,015</u>	<u>1,860,486,096</u>	<u>2,409,051,110</u>

As of 30 June 2025, the Bank's financial covenant ratios were not in line with covenants on borrowings with a few lenders amounting to US\$354,087,351. The Bank had obtained waiver approvals for these financial covenant ratios from the respective lenders, which covered the period up to 30 June 2025. Nevertheless, the non-current portion of the borrowings amounting to US\$189,784,308 had been reclassified from non-current liabilities to current liabilities as of 30 June 2025.

Meanwhile, management is working to enhance the ratios to be in line with the Bank's strategies and objectives.

Changes in liabilities arising from financing activities – borrowings

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	606,857,875	859,813,550	2,442,602,947	3,512,338,352	598,522,015	843,418,591	2,409,051,110	3,445,364,944
Additions	2,154,673	1,371,840	8,642,393	5,591,620	-	-	-	-
Charge during the period	21,515,106	32,522,046	86,297,090	132,559,859	21,102,427	31,949,381	84,641,835	130,225,677
Repayments	(159,707,851)	(202,061,105)	(640,588,190)	(823,601,064)	(155,889,275)	(196,684,884)	(625,271,882)	(801,687,587)
Withholding tax accrued	-	(244,672)	-	(997,283)	-	(244,672)	-	(997,283)
Effect of hyperinflationary economy	(5,184)	-	(20,793)	-	-	-	-	-
Currency translation difference	215,307	(1,144,304)	863,596	(4,664,182)	226,453	(355,715)	908,303	(1,449,895)
Exchange differences	-	-	(8,967,040)	15,730,427	-	-	(8,843,270)	15,464,045
At the end of the period	<u>471,029,926</u>	<u>690,257,355</u>	<u>1,888,830,003</u>	<u>2,836,957,729</u>	<u>463,961,620</u>	<u>678,082,701</u>	<u>1,860,486,096</u>	<u>2,786,919,901</u>

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22. **BORROWINGS** (continued)

Changes in liabilities arising from financing activities – borrowings (continued)

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	552,029,599	698,242,180	2,208,118,396	2,821,596,649	542,601,342	685,681,985	2,170,405,368	2,770,840,901
Additions	959,432	1,371,840	3,842,525	5,597,107	-	-	-	-
Charge during the period	9,640,322	15,004,693	38,609,490	61,219,147	9,436,787	14,741,823	37,794,332	60,146,638
Repayments	(91,477,255)	(23,746,543)	(366,366,406)	(96,885,895)	(87,973,419)	(21,964,985)	(352,333,543)	(89,617,139)
Withholding tax accrued	-	570,499	-	2,327,636	-	570,499	-	2,327,636
Effect of hyperinflationary economy	(5,341)	-	(21,391)	-	-	-	-	-
Currency translation difference	(116,831)	(1,185,314)	(467,908)	(4,836,081)	(103,090)	(946,621)	(412,875)	(3,862,214)
Exchange differences	-	-	5,115,297	47,939,166	-	-	5,032,814	47,084,079
At the end of the period	471,029,926	690,257,355	1,888,830,003	2,836,957,729	463,961,620	678,082,701	1,860,486,096	2,786,919,901

The borrowings are analysed as follows:

a) **By relationship**

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Related parties	34,385,692	34,282,111	137,886,625	137,985,497	34,385,692	34,282,111	137,886,625	137,985,497
Non-related parties	436,644,234	572,575,764	1,750,943,378	2,304,617,450	429,575,928	564,239,904	1,722,599,471	2,271,065,613
	471,029,926	606,857,875	1,888,830,003	2,442,602,947	463,961,620	598,522,015	1,860,486,096	2,409,051,110

b) **By interest rate (per annum)**

	The Group		The Bank	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
Annual interest rates	2.00% - 15.00%	2.00% - 15.00%	2.00% - 9.73%	2.00% - 9.80%

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23. SUBORDINATED DEBTS

All subordinated debts totaling US\$217,128,868 have been approved by NBC to be treated as part of complementary capital for the purpose of net worth calculation. Both balances represent the outstanding principal plus accrued interest payable amount. The terms of the subordinated debts range from five to twelve years with interest rate ranging from 6.19% to 11.5% per annum (31 December 2024: from six to twelve years with interest rate ranging from 6.19% to 11.5% per annum). The Group and the Bank did not pledge any collaterals for these subordinated debts.

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Current	85,677,877	80,352,127	343,568,287	323,417,311	85,677,877	80,352,127	343,568,287	323,417,311
Non-current	131,450,991	98,409,981	527,118,474	396,100,174	131,450,991	98,409,981	527,118,474	396,100,174
	<u>217,128,868</u>	<u>178,762,108</u>	<u>870,686,761</u>	<u>719,517,485</u>	<u>217,128,868</u>	<u>178,762,108</u>	<u>870,686,761</u>	<u>719,517,485</u>

As of 30 June 2025, the Bank's financial covenant ratios were not in line with covenants on subordinated debts with a few lenders amounting to US\$76,198,608. The Bank had obtained waiver approvals for these financial covenant ratios from the respective lenders, which covered the period up to 30 June 2025. Nevertheless, the non-current portion of the subordinated debts amounting to US\$50,079,681 had been reclassified from non-current liabilities to current liabilities as of 30 June 2025.

Meanwhile, management is working to enhance the ratios to be in line with the Bank's strategies and objectives.

Changes in liabilities arising from financing activities – subordinated debts

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	178,762,108	117,053,882	719,517,485	478,165,108	178,762,108	117,053,882	719,517,485	478,165,108
Additions	50,000,000	14,820,039	200,550,000	60,406,479	50,000,000	14,820,039	200,550,000	60,406,479
Charge during the period	9,796,059	4,407,746	39,291,993	17,965,973	9,796,059	4,407,746	39,291,993	17,965,973
Repayments	(21,504,812)	(19,012,666)	(86,255,801)	(77,495,627)	(21,504,812)	(19,012,666)	(86,255,801)	(77,495,627)
Withholding tax accrued	-	16,625	-	67,764	-	16,625	-	67,764
Currency translation difference	75,513	(57,649)	302,882	(234,977)	75,513	(57,649)	302,882	(234,977)
Exchange differences	-	-	(2,719,798)	2,932,265	-	-	(2,719,798)	2,932,265
At the end of the period	<u>217,128,868</u>	<u>117,227,977</u>	<u>870,686,761</u>	<u>481,806,985</u>	<u>217,128,868</u>	<u>117,227,977</u>	<u>870,686,761</u>	<u>481,806,985</u>

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23. SUBORDINATED DEBTS (continued)

Changes in liabilities arising from financing activities – subordinated debts (continued)

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	232,717,214	118,993,574	930,868,856	480,853,033	232,717,214	118,993,574	930,868,856	480,853,033
Additions	-	14,820,039	-	60,465,759	-	14,820,039	-	60,465,759
Charge during the period	5,250,496	2,335,978	21,028,236	9,530,790	5,250,496	2,335,978	21,028,236	9,530,790
Repayments	(20,776,491)	(19,012,666)	(83,209,846)	(77,571,677)	(20,776,491)	(19,012,666)	(83,209,846)	(77,571,677)
Withholding tax accrued	-	143,374	-	584,966	-	143,374	-	584,966
Currency translation difference	(62,351)	(52,322)	(249,716)	(213,474)	(62,351)	(52,322)	(249,716)	(213,474)
Exchange differences	-	-	2,249,231	8,157,588	-	-	2,249,231	8,157,588
At the end of the period	217,128,868	117,227,977	870,686,761	481,806,985	217,128,868	117,227,977	870,686,761	481,806,985

The subordinated debts are analysed as follows:

a) By relationship

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Related parties	15,105,000	15,105,000	60,571,050	60,797,625	15,105,000	15,105,000	60,571,050	60,797,625
Non-related parties	202,023,868	163,657,108	810,115,711	658,719,860	202,023,868	163,657,108	810,115,711	658,719,860
	217,128,868	178,762,108	870,686,761	719,517,485	217,128,868	178,762,108	870,686,761	719,517,485

b) By interest rate (per annum)

	The Group		The Bank	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
Annual interest rates	6.19% - 11.50%	6.19% - 11.50%	6.19% - 11.50%	6.19% - 11.50%

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24. DEBT SECURITIES

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Current	1,494,590	-	5,993,306	-	1,494,590	-	5,993,306	-
Non-current	98,844,086	-	396,364,785	-	98,844,086	-	396,364,785	-
	<u>100,338,676</u>	<u>-</u>	<u>402,358,091</u>	<u>-</u>	<u>100,338,676</u>	<u>-</u>	<u>402,358,091</u>	<u>-</u>

ACLEDA Bank Plc. obtained approvals from the National Bank of Cambodia on 6 January 2025, and from the Securities and Exchange Regulator of Cambodia on 15 January 2025, to proceed with its subordinated bond issuance totaling KHR 400 billion, equivalent to US\$100 million. These bonds, with a seven-year term and coupon rate of 8.5% per annum, are intended for use as capital to support the Bank's general banking activities and other corporate objectives. Coupon payment is payable quarterly in arrears from each issuance date ("Coupon Payment Date") with the last coupon payment to be made on the maturity date; while, principal redemption is starting from the 3rd to 7th year (annually) arrears from each issuance date. All settlement transactions of the bonds including subscription, coupon payment and principal redemption shall be in US\$ at a fixed US\$/KHR exchange rate of US\$1 to KHR4,000. These debt securities have been approved by NBC to be treated as part of complementary capital for the purpose of net worth calculation.

25. DERIVATIVE FINANCIAL INSTRUMENTS

Under existing interest rate swap contracts, the Group and the Bank agree with other financial institutions and commercial banks to exchange the differences between fixed and floating rate interest amounts calculated on agreed notional principal amounts. Such contracts enable the Group and the Bank to mitigate the risk of changing interest rates on the fair value of issued fixed-rate debt and the cash flow exposures on the issued variable-rate debt. The fair value of interest rate swaps at the end of the reporting period is determined by discounting the future cash flows using the curves at the end of the reporting period and the credit risk inherent in the contract, and is disclosed below. The average interest rate is based on the outstanding balances at the end of the reporting period.

The following tables detail the notional principal amounts and the remaining terms of interest rate swap contracts outstanding at the end of the reporting period:

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25. DERIVATIVE FINANCIAL INSTRUMENTS (continued)

Cash flow hedges

The Group										
Outstanding Contracts	Average Contracted Rate Fixed Interest		Notional Principal Amount				Fair Value			
	30 June 2025	31 December 2024	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Less than 1 year	0.560%	0.600%	15,000,000	20,000,000	60,150,000	80,500,000	554,253	278,000	2,222,554	1,118,950
1 to 2 years	0.570%	0.565%	14,000,000	44,000,000	56,140,000	177,100,000	500,780	1,972,246	2,008,128	7,938,290
More than 2 to 5 years			-	-	-	-	-	-	-	-
			<u>29,000,000</u>	<u>64,000,000</u>	<u>116,290,000</u>	<u>257,600,000</u>	<u>1,055,033</u>	<u>2,250,246</u>	<u>4,230,682</u>	<u>9,057,240</u>

The Bank										
Outstanding Contracts	Average Contracted Rate Fixed Interest		Notional Principal Amount				Fair Value			
	30 June 2025	31 December 2024	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Less than 1 year	0.560%	0.600%	15,000,000	20,000,000	60,150,000	80,500,000	554,253	278,000	2,222,554	1,118,950
1 to 2 years	0.570%	0.565%	14,000,000	44,000,000	56,140,000	177,100,000	500,780	1,972,246	2,008,128	7,938,290
More than 2 to 5 years			-	-	-	-	-	-	-	-
			<u>29,000,000</u>	<u>64,000,000</u>	<u>116,290,000</u>	<u>257,600,000</u>	<u>1,055,033</u>	<u>2,250,246</u>	<u>4,230,682</u>	<u>9,057,240</u>

The interest rate swaps are settled concurrent with the due date of the hedged item. The Group and the Bank will settle the differences between the fixed and floating interest rate on a net basis.

All interest rate swap contracts that exchange floating rate interest amounts for fixed rate interest amounts are designated as cash flow hedges in order to reduce the Group's and the Bank's cash flow exposure resulting from variable interest rates on borrowings. The interest rate swaps and the interest payments on the loan occur simultaneously and the amount accumulated in equity is reclassified to profit or loss over the period that the floating rate interest payments on the debt affect profit or loss.

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26. LEASE LIABILITIES

Analysis of the Group's and the Bank's lease liabilities are as follows:

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Undiscounted lease liabilities								
Less than 1 year	13,201,116	12,958,553	52,936,475	52,158,176	12,651,299	12,631,207	50,731,709	50,840,608
1 to 5 years	23,440,279	23,061,296	93,995,519	92,821,716	22,234,093	21,882,315	89,158,713	88,076,318
More than 5 years	5,923,906	5,125,208	23,754,863	20,628,962	3,104,566	2,131,401	12,449,310	8,578,889
Total undiscounted lease liabilities	42,565,301	41,145,057	170,686,857	165,608,854	37,989,958	36,644,923	152,339,732	147,495,815
Present value of lease liabilities								
Current	12,863,224	12,545,477	51,581,528	50,495,545	12,336,476	12,237,326	49,469,269	49,255,237
Non-current	23,395,715	22,476,271	93,816,817	90,466,991	21,545,687	20,546,226	86,398,205	82,698,560
Total present value of lease liabilities	36,258,939	35,021,748	145,398,345	140,962,536	33,882,163	32,783,552	135,867,474	131,953,797

The Group and the Bank lease office building and cars for its operations. Information about leases for which the Group and the Bank are a lessee is presented below:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	35,021,748	32,527,687	140,962,536	132,875,601	32,783,552	30,547,348	131,953,797	124,785,917
Additions during the period	7,432,056	10,456,775	29,809,977	42,621,815	7,183,115	10,127,330	28,811,474	41,278,997
Payments for the period	(7,191,711)	(7,344,326)	(28,845,953)	(29,935,473)	(6,982,899)	(6,985,216)	(28,008,408)	(28,471,740)
Lease terminations during the period	(78,310)	(1,739,140)	(314,101)	(7,088,735)	(77,882)	(1,731,920)	(312,385)	(7,059,306)
Interest charged during the period	1,062,942	1,027,471	4,263,460	4,187,972	974,479	957,230	3,908,635	3,901,669
Adjustment	-	(792)	-	(3,228)	-	-	-	-
Currency translation differences	12,214	(14,618)	48,990	(59,583)	1,798	(1,015)	7,212	(4,137)
Exchange differences	-	-	(526,564)	894,295	-	-	(492,851)	844,141
At the end of the period	36,258,939	34,913,057	145,398,345	143,492,664	33,882,163	32,913,757	135,867,474	135,275,541

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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26. LEASE LIABILITIES (continued)

The Group and the Bank lease office building and cars for its operations. Information about leases for which the Group and the Bank are a lessee is presented below:

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024
	US\$	US\$	KHR'000 (Note 5)	KHR'000 (Note 5)	US\$	US\$	KHR'000 (Note 5)	KHR'000 (Note 5)
At the beginning of the period	35,212,851	33,648,090	140,851,404	135,971,932	32,889,570	31,667,888	131,558,280	127,969,935
Additions during the period	4,139,383	5,945,066	16,578,229	24,255,869	4,097,300	5,680,001	16,409,687	23,174,404
Payments for the period	(3,628,296)	(3,792,686)	(14,531,325)	(15,474,159)	(3,585,534)	(3,536,740)	(14,360,064)	(14,429,899)
Lease terminations during the period	(3,154)	(1,383,470)	(12,632)	(5,644,558)	(3,154)	(1,377,671)	(12,632)	(5,620,898)
Interest charged during the period	530,103	516,359	2,123,063	2,106,745	484,262	482,063	1,939,469	1,966,817
Adjustment	-	(12,553)	-	(51,216)	-	385	-	1,571
Currency translation differences	8,052	(7,749)	32,248	(31,616)	(281)	(2,169)	(1,125)	(8,850)
Exchange differences	-	-	357,358	2,359,667	-	-	333,859	2,222,461
At the end of the period	36,258,939	34,913,057	145,398,345	143,492,664	33,882,163	32,913,757	135,867,474	135,275,541

Amounts recognised in the interim statement of cash flows is as follow:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024
	US\$	US\$	KHR'000 (Note 5)	KHR'000 (Note 5)	US\$	US\$	KHR'000 (Note 5)	KHR'000 (Note 5)
Expenses relating to short-term leases	2,240	1,229	8,985	5,009	-	-	-	-

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

26. LEASE LIABILITIES (continued)

Amounts recognised in the interim statement of cash flows is as follows:

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Expenses relating to short-term leases	1,268	789	5,078	3,219	-	-	-	-
	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Total cash outflows for lease payments	7,191,711	7,344,326	28,845,953	29,935,473	6,982,899	6,985,216	28,008,408	28,471,740
	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Total cash outflows for lease payments	3,628,296	3,792,246	14,531,325	15,472,364	3,585,534	3,536,740	14,360,064	14,429,899

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27. EMPLOYEE BENEFITS

		The Group				The Bank			
		30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Notes									
Seniority indemnity benefits	(a)	6,455,419	6,595,411	25,886,230	26,546,530	6,392,513	6,533,559	25,633,977	26,297,575
Training credit fund	(b)	288,541	-	1,157,049	-	283,912	-	1,138,487	-
Career development benefits	(c)	62,004	3,343,039	248,636	13,455,732	-	3,249,489	-	13,079,193
Pension fund		72,853	72,612	292,141	292,263	71,520	71,302	286,795	286,991
		<u>6,878,817</u>	<u>10,011,062</u>	<u>27,584,056</u>	<u>40,294,525</u>	<u>6,747,945</u>	<u>9,854,350</u>	<u>27,059,259</u>	<u>39,663,759</u>
Current		1,012,356	4,113,582	4,059,548	16,557,168	994,081	4,052,881	3,986,264	16,312,845
Non-current		5,866,461	5,897,480	23,524,508	23,737,357	5,753,864	5,801,469	23,072,995	23,350,914
		<u>6,878,817</u>	<u>10,011,062</u>	<u>27,584,056</u>	<u>40,294,525</u>	<u>6,747,945</u>	<u>9,854,350</u>	<u>27,059,259</u>	<u>39,663,759</u>

		The Group				The Bank			
		30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Within 1 month		72,853	72,612	292,141	292,264	71,520	71,302	286,795	286,990
Between 2 to 3 months		-	3,311,326	-	13,328,087	-	3,253,009	-	13,093,361
Between 4 to 6 months		365,539	355,722	1,465,811	1,431,781	365,021	355,170	1,463,734	1,429,559
Between 7 to 12 months		573,964	373,922	2,301,596	1,505,036	557,540	373,400	2,235,735	1,502,935
More than 12 months		5,866,461	5,897,480	23,524,508	23,737,357	5,753,864	5,801,469	23,072,995	23,350,914
		<u>6,878,817</u>	<u>10,011,062</u>	<u>27,584,056</u>	<u>40,294,525</u>	<u>6,747,945</u>	<u>9,854,350</u>	<u>27,059,259</u>	<u>39,663,759</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

27. EMPLOYEE BENEFITS (continued)

(a) Seniority indemnity benefits

Movements in seniority indemnity benefits are as follows:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	6,595,411	5,961,627	26,546,530	24,353,246	6,533,559	5,912,112	26,297,575	24,150,977
Additions (Note 33)	5,080,557	5,236,788	20,378,114	21,345,148	4,985,929	5,147,346	19,998,561	20,980,582
Benefits paid	(5,216,232)	(4,883,822)	(20,922,307)	(19,906,458)	(5,123,037)	(4,801,123)	(20,548,501)	(19,569,377)
Effect of hyperinflationary economy	(176)	-	(706)	-	-	-	-	-
Currency translation differences	(4,141)	(3,520)	(16,610)	(14,348)	(3,938)	(3,361)	(15,795)	(13,699)
Exchange differences	-	-	(98,791)	160,922	-	-	(97,863)	159,459
At the end of the period	6,455,419	6,311,073	25,886,230	25,938,510	6,392,513	6,254,974	25,633,977	25,707,942

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	9,033,456	8,173,537	36,133,824	33,029,264	8,927,612	8,085,646	35,710,448	32,674,096
Additions (Note 33)	2,628,584	3,009,920	10,527,479	12,280,474	2,578,061	2,958,931	10,325,134	12,072,438
Benefits paid	(5,205,224)	(4,870,032)	(20,846,922)	(19,869,731)	(5,112,029)	(4,787,333)	(20,473,676)	(19,532,319)
Effect of hyperinflationary economy	(176)	-	(705)	-	-	-	-	-
Currency translation differences	(1,221)	(2,352)	(4,890)	(9,596)	(1,131)	(2,270)	(4,530)	(9,262)
Exchange differences	-	-	77,444	508,099	-	-	76,601	502,989
At the end of the period	6,455,419	6,311,073	25,886,230	25,938,510	6,392,513	6,254,974	25,633,977	25,707,942

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27. EMPLOYEE BENEFITS (continued)

(b) Training credit fund

Movements in training credit fund are as follows:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	-	-	-	-	-	-	-	-
Additions	288,836	-	1,158,521	-	284,119	-	1,139,601	-
Effect of hyperinflationary economy	(44)	-	(176)	-	-	-	-	-
Currency translation differences	(251)	-	(1,007)	-	(207)	-	(830)	-
Exchange differences	-	-	(289)	-	-	-	(284)	-
At the end of the period	288,541	-	1,157,049	-	283,912	-	1,138,487	-

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	144,271	-	577,084	-	141,956	-	567,824	-
Additions	144,394	-	578,298	-	142,009	-	568,746	-
Effect of hyperinflationary economy	(44)	-	(176)	-	-	-	-	-
Currency translation differences	(80)	-	(320)	-	(53)	-	(212)	-
Exchange differences	-	-	2,163	-	-	-	2,129	-
At the end of the period	288,541	-	1,157,049	-	283,912	-	1,138,487	-

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27. EMPLOYEE BENEFITS (continued)

(c) Career development benefits

The Bank approved on 4 December 2024 to pay off the career development benefits to employees in February 2025.

Movements in career development benefits are as follows:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	3,343,039	2,359,069	13,455,732	9,636,797	3,249,489	2,217,834	13,079,193	9,059,852
(Remeasurement gain)/additions (Note 33)	(143,416)	802,448	(575,242)	3,270,778	(164,679)	779,113	(660,527)	3,175,665
Benefits paid	(3,131,757)	(758,329)	(12,561,477)	(3,090,949)	(3,084,810)	(672,607)	(12,373,173)	(2,741,546)
Effect of hyperinflationary economy	(453)	-	(1,817)	-	-	-	-	-
Currency translation differences	(5,409)	(10,850)	(21,695)	(44,225)	-	(271)	-	(1,105)
Exchange differences	-	-	(46,865)	60,108	-	-	(45,493)	59,058
At the end of the period	62,004	2,392,338	248,636	9,832,509	-	2,324,069	-	9,551,924

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	46,439	2,102,768	185,756	8,497,285	-	2,042,931	-	8,255,484
Additions (Note 33)	16,080	294,540	64,400	1,201,723	-	278,893	-	1,137,883
Benefits paid	-	(1,974)	-	(8,054)	-	2,327	-	9,494
Effect of hyperinflationary economy	(472)	-	(1,890)	-	-	-	-	-
Currency translation differences	(43)	(2,996)	(172)	(12,224)	-	(82)	-	(335)
Exchange differences	-	-	542	153,779	-	-	-	149,398
At the end of the period	62,004	2,392,338	248,636	9,832,509	-	2,324,069	-	9,551,924

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28. SHARE CAPITAL AND SHARE PREMIUM

As at 30 June 2025, the authorised share capital comprised of 433,163,019 ordinary shares with par value of US\$1 each. All issued shares are fully paid by the following shareholders and their respective interest in the Bank are:

Share capital

	As at 30 June 2025			As at 31 December 2024		
	Number of shares	US\$	% of shareholding	Number of shares	US\$	% of shareholding
ACLEDA Financial Trust	122,694,061	122,694,061	28.3251%	122,694,061	122,694,061	28.3251%
SMBC	78,259,310	78,259,310	18.0669%	78,259,310	78,259,310	18.0669%
COFIBRED S.A	52,530,223	52,530,223	12.1271%	52,530,223	52,530,223	12.1271%
ORIX Corporation	52,530,223	52,530,223	12.1271%	52,530,223	52,530,223	12.1271%
NHTPE Rumdul	15,160,706	15,160,706	3.5000%	15,160,706	15,160,706	3.5000%
Triodos Microfinance Fund	6,274,582	6,274,582	1.4485%	6,274,582	6,274,582	1.4485%
Triodos Fair Share Fund	5,365,844	5,365,844	1.2388%	5,365,844	5,365,844	1.2388%
Shareholders Legalised from ASA, Plc.	24,916,808	24,916,808	5.7524%	24,916,808	24,916,808	5.7524%
Public shareholders	75,431,262	75,431,262	17.4141%	75,431,262	75,431,262	17.4141%
	<u>433,163,019</u>	<u>433,163,019</u>	<u>100%</u>	<u>433,163,019</u>	<u>433,163,019</u>	<u>100%</u>
<i>In KHR'000 equivalent (Note 5)</i>		<u>1,732,652,076</u>			<u>1,732,652,076</u>	

Share premium

The share premium mainly represents the excess amount received by the Bank over the par value of its shares pursuant to the issuance of shares, net of transaction costs directly distributable to the issuance.

On 25 May 2020, the Bank was successfully listed on the CSX. The number of new issued shares is 4,344,865 shares with a par value of KHR4,000 (US\$0.98) per share, at an offering price of KHR16,200 (US\$3.97) per share. The Bank received the proceeds from the initial public offering ("IPO") amounting to US\$17,082,105 and incurred IPO costs of US\$1,031,025, resulting in share premium of US\$11,706,215 (KHR48,235,459 thousand). On 23 November 2020, the shareholders approved the amendment to the MAA relating to the capital increase from IPO. The MAA was subsequently approved by the NBC and the MOC on 29 March 2021 and 12 May 2021, respectively.

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28. SHARE CAPITAL AND SHARE PREMIUM (continued)

Dividend

During the period, the following dividends have been declared and paid by the Bank to its owners:

	The Bank			
	For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
- In respect of the year ended 31 December 2024: KHR227.8049 per ordinary share declared on 18 April 2025 and paid on 13 June 2025	24,238,924	-	98,676,658	-
- In respect of the year ended 31 December 2023: KHR140.4795 per ordinary share declared on 07 May 2024 and paid on 17 May 2024	-	14,805,480	-	60,850,524

29. INTEREST INCOME

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Loans and advances	399,974,892	381,337,277	1,604,299,292	1,554,330,741	382,038,831	365,103,370	1,532,357,751	1,488,161,336
Financial investments	3,715,707	3,892,285	14,903,701	15,864,954	3,715,707	3,892,285	14,903,701	15,864,954
Deposits and placements with other banks:								
Banks inside Cambodia	2,783,992	282,904	11,166,592	1,153,117	2,753,999	263,837	11,046,290	1,075,399
Banks outside Cambodia	19,988,656	9,078,543	80,174,498	37,004,141	19,988,656	9,078,543	80,174,499	37,004,142
National Bank of Cambodia	241,517	280,341	968,725	1,142,670	230,089	279,518	922,887	1,139,315
	<u>426,704,764</u>	<u>394,871,350</u>	<u>1,711,512,808</u>	<u>1,609,495,623</u>	<u>408,727,282</u>	<u>378,617,553</u>	<u>1,639,405,128</u>	<u>1,543,245,146</u>

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AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

29. INTEREST INCOME (continued)

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Loans and advances	202,983,768	190,620,078	812,949,991	777,729,918	193,581,966	181,954,726	775,295,774	742,375,282
Financial investments	1,880,228	2,174,588	7,530,313	8,872,319	1,880,228	2,174,588	7,530,313	8,872,319
Deposits and placements with other banks:								
Banks inside Cambodia	1,706,483	193,231	6,834,464	788,382	1,682,568	183,430	6,738,685	748,394
Banks outside Cambodia	11,790,300	6,287,572	47,220,152	25,653,294	11,790,300	6,287,572	47,220,151	25,653,294
National Bank of Cambodia	122,051	139,923	488,814	570,886	115,827	139,923	463,887	570,886
	<u>218,482,830</u>	<u>199,415,392</u>	<u>875,023,734</u>	<u>813,614,799</u>	<u>209,050,889</u>	<u>190,740,239</u>	<u>837,248,810</u>	<u>778,220,175</u>

30. INTEREST EXPENSE

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Deposits and placements of other banks and financial institutions:								
Fixed deposits	7,926,431	8,443,975	31,792,915	34,417,642	6,600,418	7,122,105	26,474,277	29,029,700
Savings deposits	83,975	59,149	336,824	241,091	71,546	51,681	286,971	210,652
Current accounts	55,577	19,026	222,919	77,550	55,577	19,026	222,919	77,550
Deposits from customers:								
Fixed deposits	93,875,584	110,232,159	376,534,967	449,306,280	88,878,439	108,274,715	356,491,419	441,327,738
Savings deposits	14,749,808	11,895,741	59,161,480	48,487,040	14,315,742	11,554,861	57,420,441	47,097,613
Current accounts	7,237,697	4,770,823	29,030,403	19,445,875	7,236,633	4,770,075	29,026,135	19,442,826
Borrowings	21,515,106	32,522,046	86,297,090	132,559,859	21,102,427	31,949,381	84,641,835	130,225,677
Subordinated debts	9,796,059	4,407,746	39,291,993	17,965,973	9,796,059	4,407,746	39,291,993	17,965,973
Debt securities	3,636,861	-	14,587,449	-	3,636,861	-	14,587,449	-
Interest expenses on lease	1,062,942	1,027,471	4,263,460	4,187,972	974,479	957,230	3,908,635	3,901,669
	<u>159,940,040</u>	<u>173,378,136</u>	<u>641,519,500</u>	<u>706,689,282</u>	<u>152,668,181</u>	<u>169,106,820</u>	<u>612,352,074</u>	<u>689,279,398</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

30. INTEREST EXPENSE (continued)

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2025	2024	2025	2024	2025	2024	2025	2024
	US\$	US\$	KHR'000	KHR'000	US\$	US\$	KHR'000	KHR'000
			(Note 5)	(Note 5)			(Note 5)	(Note 5)
Deposits and placements of other banks and financial institutions:								
Fixed deposits	3,926,905	3,876,705	15,727,255	15,816,956	3,220,595	3,182,793	12,898,483	12,985,795
Savings deposits	40,582	28,355	162,531	115,688	33,008	24,464	132,197	99,813
Current accounts	29,842	4,561	119,517	18,609	29,842	4,561	119,517	18,609
Deposits from customers:								
Fixed deposits	46,872,023	55,053,666	187,722,451	224,618,957	43,851,914	54,040,721	175,626,916	220,486,142
Savings deposits	7,758,576	6,137,420	31,073,097	25,040,674	7,529,389	5,962,666	30,155,203	24,327,677
Current accounts	3,841,628	2,383,118	15,385,720	9,723,122	3,841,169	2,382,726	15,383,882	9,721,523
Borrowings	9,640,322	15,004,692	38,609,490	61,219,143	9,431,824	14,741,823	37,774,455	60,146,638
Subordinated debts	5,250,496	2,335,978	21,028,238	9,530,790	3,767,219	2,335,978	15,087,712	9,530,790
Debt securities	2,148,621	-	8,605,225	-	3,636,861	-	14,565,628	-
Interest expenses on lease	530,103	516,359	2,123,063	2,106,745	484,262	482,063	1,939,469	1,966,817
	<u>80,039,098</u>	<u>85,340,854</u>	<u>320,556,587</u>	<u>348,190,684</u>	<u>75,826,083</u>	<u>83,157,795</u>	<u>303,683,462</u>	<u>339,283,804</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

31. FEE AND COMMISSION INCOME

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
ATM fee	6,922,813	6,378,137	27,767,403	25,997,286	6,889,733	6,354,052	27,634,719	25,899,116
Commission fees	5,718,717	5,537,726	22,937,774	22,571,771	5,625,601	5,468,191	22,564,286	22,288,347
Commission fee collected for assurance agency	2,724,527	3,136,337	10,928,078	12,783,710	2,673,905	3,097,745	10,725,033	12,626,409
Training fees	2,729,282	2,254,194	10,947,150	9,188,095	30,024	30,007	120,426	122,309
Deposit fee charged	402,528	299,939	1,614,540	1,222,551	319,682	230,917	1,282,245	941,218
Fee income from guarantee	435,130	449,377	1,745,306	1,831,661	432,868	447,671	1,736,234	1,824,707
Others	3,877,512	2,137,543	15,552,701	8,712,625	3,279,699	2,000,540	13,154,872	8,154,199
	<u>22,810,509</u>	<u>20,193,253</u>	<u>91,492,952</u>	<u>82,307,699</u>	<u>19,251,512</u>	<u>17,629,123</u>	<u>77,217,815</u>	<u>71,856,305</u>

Settlement fees amounting to KHR8,361,500 (equivalent to US\$2,085) and US\$12,914 for the operations of cash settlement agents were recognised for the six-month period ended 30 June 2025 (30 June 2024: KHR6,744,500 (equivalent to US\$1,655) and US\$9,061, respectively).

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
ATM fee	3,562,280	2,929,205	14,266,931	11,951,156	3,544,623	2,918,081	14,196,215	11,905,770
Commission fees	2,930,084	2,726,118	11,734,986	11,122,561	2,880,272	2,690,085	11,535,489	10,975,547
Commission fee collected for assurance agency	1,231,887	1,496,907	4,933,707	6,107,381	1,204,299	1,477,988	4,823,217	6,030,191
Training fees	1,272,662	1,122,731	5,097,011	4,580,742	15,005	14,998	60,095	61,192
Deposit fee charged	89,496	81,501	358,431	332,524	62,488	62,436	250,264	254,739
Fee income from guarantee	270,345	251,025	1,082,732	1,024,182	268,122	250,061	1,073,829	1,020,249
Others	1,666,882	729,493	6,675,864	2,976,332	1,517,027	709,092	6,075,694	2,893,095
	<u>11,023,636</u>	<u>9,336,980</u>	<u>44,149,662</u>	<u>38,094,878</u>	<u>9,491,836</u>	<u>8,122,741</u>	<u>38,014,803</u>	<u>33,140,783</u>

Settlement fees amounting to KHR6,955,600 (equivalent to US\$1,737) and US\$12,425 for the operations of cash settlement agents were recognised for the three-month period ended 30 June 2025 (30 June 2024: KHR5,064,900 (equivalent to US\$1,241) and US\$8,145, respectively).

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

32. OTHER INCOME, NET

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Foreign exchange gain, net	13,760,249	10,164,616	55,192,359	41,430,975	13,675,167	10,107,270	54,851,095	41,197,233
Net monetary loss from hyperinflationary economy	(1,439,885)	-	(5,775,379)	-	-	-	-	-
Gain on disposals of property and equipment and lease	75,648	382,986	303,424	1,561,051	85,509	379,855	342,977	1,548,289
Dividend income	527	465	2,114	1,895	527	465	2,114	1,895
Others	434,634	615,900	1,743,317	2,510,408	174,277	241,596	699,024	984,745
	<u>12,831,173</u>	<u>11,163,967</u>	<u>51,465,835</u>	<u>45,504,329</u>	<u>13,935,480</u>	<u>10,729,186</u>	<u>55,895,210</u>	<u>43,732,162</u>

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Foreign exchange gain, net	6,643,210	4,935,884	26,606,056	20,138,407	6,599,362	4,905,701	26,430,445	20,015,260
Net monetary loss from hyperinflationary economy	(1,321,418)	-	(5,292,279)	-	-	-	-	-
Gain on disposals of property and equipment and lease	84,415	145,780	338,082	594,782	88,841	142,354	355,808	580,804
Dividend income	263	232	1,053	947	263	232	1,053	947
Others	185,660	352,898	743,569	1,439,824	101,277	146,620	405,615	598,210
	<u>5,592,130</u>	<u>5,434,794</u>	<u>22,396,481</u>	<u>22,173,960</u>	<u>6,789,743</u>	<u>5,194,907</u>	<u>27,192,921</u>	<u>21,195,221</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

33. OTHER OPERATING EXPENSES

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Salaries and wages	84,556,134	80,883,349	339,154,653	329,680,531	80,264,691	77,058,766	321,941,676	314,091,530
Depreciation of property and equipment (Note 15)	14,194,607	12,455,922	56,934,569	50,770,338	13,112,237	11,563,219	52,593,183	47,131,681
Other employee expense	12,121,972	7,048,361	48,621,230	28,729,119	11,476,374	6,492,597	46,031,736	26,463,825
Repair and maintenance	6,899,716	7,220,751	27,674,761	29,431,781	6,487,455	7,007,172	26,021,182	28,561,233
Depreciation of right-of-use assets (Note 17)	6,533,174	6,364,790	26,204,561	25,942,884	6,275,548	6,137,833	25,171,223	25,017,807
Seniority indemnity (Note 27(a))	5,080,557	5,236,788	20,378,114	21,345,148	4,985,929	5,147,346	19,998,561	20,980,582
Utilities	3,241,982	3,310,705	13,003,590	13,494,434	3,028,048	3,085,511	12,145,501	12,576,543
Office supplies	3,211,794	2,913,432	12,882,506	11,875,149	2,958,337	2,699,335	11,865,890	11,002,489
Amortisation charges (Note 16)	3,015,162	1,371,227	12,093,815	5,589,121	2,822,585	1,281,667	11,321,388	5,224,075
Communication	2,422,804	2,493,156	9,717,867	10,162,104	2,054,241	1,848,868	8,239,561	7,535,986
Travelling expenses	1,161,329	1,397,690	4,658,091	5,696,984	980,976	1,209,896	3,934,695	4,931,536
License fees	612,302	598,443	2,455,943	2,439,254	597,297	584,674	2,395,758	2,383,131
(Reversal of)/expense for career development expense (Note 27(c))	(143,416)	802,448	(575,242)	3,270,778	(164,679)	779,113	(660,527)	3,175,665
Others (*)	12,043,637	11,437,323	48,307,027	46,618,528	10,721,099	9,777,945	43,002,326	39,854,905
	<u>154,951,754</u>	<u>143,534,385</u>	<u>621,511,485</u>	<u>585,046,153</u>	<u>145,600,138</u>	<u>134,673,942</u>	<u>584,002,153</u>	<u>548,930,988</u>

For the six-month period ended 30 June 2025, the salaries and wages of the Bank's staff, who are responsible for the operations of cash settlement agents, amounted to US\$26,550 (30 June 2024: US\$25,748). The above expenses include costs incurred for the operations of cash settlement agents, which consist office supplies amounting to US\$207, furniture and fixtures amounting to US\$846, and membership fees amounting to US\$6,441 (KHR25,833,333) (30 June 2024: office supplies amounting to US\$329, furniture and fixtures amounting to US\$740, and membership fees amounting to US\$6,338 (KHR25,833,333)).

For the six-month period ended 30 June 2025, the salaries and wages of the Bank's staff, who are responsible for the custodian service, amounted to US\$15,555 (30 June 2024: US\$17,329). The above expenses include costs incurred for the operations of custodian service, which consist office supplies amounting to US\$42, furniture and fixtures amounting to US\$3,415, membership fees amounting to US\$5,651 (KHR22,666,667), buy fruit for Khmer new year for CSX and SERC amounting to US\$240 (30 June 2024: office supplies amounting to US\$143, furniture and fixtures amounting to US\$3,442, membership fees amounting to US\$5,248 (KHR21,388,900), custodian services agent amounting to US\$294 (KHR1,200,000), annual maintenance and support custodian system solutions amounting to US\$3,850, and expense for CSX onsite visit amounting to US\$76).

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33. OTHER OPERATING EXPENSES (continued)

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Salaries and wages	41,051,505	39,443,909	164,411,278	160,931,149	38,931,193	37,567,169	155,919,428	153,274,050
Other employee expense	7,590,564	3,736,968	30,400,209	15,246,829	7,147,464	3,285,762	28,625,593	13,405,909
Depreciation of property and equipment	7,261,856	6,301,383	29,083,733	25,709,643	6,707,689	5,854,990	26,864,294	23,888,359
Repair and maintenance	3,573,374	3,373,502	14,311,363	13,763,888	3,357,638	3,255,825	13,447,340	13,283,766
Depreciation of right-of-use assets (Note 17)	3,323,009	3,190,293	13,308,651	13,016,395	3,190,483	3,079,148	12,777,884	12,562,924
Seniority indemnity (Note 27(a))	2,628,584	3,009,920	10,527,479	12,280,474	2,578,061	2,958,931	10,325,134	12,072,438
Utilities	1,788,977	1,771,233	7,164,853	7,226,631	1,671,504	1,638,810	6,694,374	6,686,345
Office supplies	1,562,124	1,388,886	6,256,307	5,666,655	1,418,046	1,284,785	5,679,274	5,241,923
Amortisation charges	1,533,825	691,228	6,142,969	2,820,210	1,435,380	644,568	5,748,697	2,629,837
Communication	1,245,019	1,240,707	4,986,301	5,062,085	1,078,914	893,652	4,321,051	3,646,100
Travelling expenses	616,988	669,724	2,471,037	2,732,474	517,368	575,683	2,072,059	2,348,787
License fees	307,839	298,818	1,232,895	1,219,177	300,580	291,940	1,203,823	1,191,115
career development expense (Note 27(c))	16,080	294,540	64,400	1,201,723	-	278,893	-	1,137,883
Others (*)	6,915,582	7,079,637	27,696,906	28,884,919	6,158,979	6,219,245	24,666,711	25,374,520
	<u>79,415,326</u>	<u>72,490,748</u>	<u>318,058,381</u>	<u>295,762,252</u>	<u>74,493,299</u>	<u>67,829,401</u>	<u>298,345,662</u>	<u>276,743,956</u>

For the three-month period ended 30 June 2025, the salaries and wages of the Bank's staff, who are responsible for the operations of cash settlement agents, amounted to US\$13,358 (30 June 2024: US\$12,973). The above expenses include costs incurred for the operations of cash settlement agents, which consist office supplies amounting to US\$84, furniture and fixtures amounting to US\$571, and membership fees amounting to US\$3,225 (KHR12,916,667) (30 June 2024: office supplies amounting to US\$156, furniture and fixtures amounting to US\$367, and membership fees amounting to US\$3,165 (KHR12,916,667)).

For the three-month period ended 30 June 2025, the salaries and wages of the Bank's staff, who are responsible for the custodian service, amounted to US\$7,812 (30 June 2024: US\$8,749). The above expenses include costs incurred for the operations of custodian service, which consist office supplies amounting to US\$18, furniture and fixtures amounting to US\$1,728, membership fees amounting to US\$2,830 (KHR11,333,333), buy fruit for Khmer new year for CSX and SERC amounting to US\$240 (30 June 2024: office supplies amounting to US\$41, furniture and fixtures amounting to US\$1,721, membership fees amounting to US\$2,587 (KHR10,555,600), custodian services agent amounting to US\$147 (KHR600,000), annual maintenance and support custodian system solution amounting to US\$1,925, and expense for CSX onsite visit amounting to US\$76).

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

33. OTHER OPERATING EXPENSES (continued)

(*) This includes following fees which were paid or are payable to PricewaterhouseCoopers (Cambodia) Ltd. and PricewaterhouseCoopers (Lao) Sole Company Limited.:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Statutory audit	133,636	142,700	536,014	581,645	126,000	126,000	505,386	513,576
Assurance engagements	-	-	-	-	-	-	-	-
Tax services	-	-	-	-	-	-	-	-
Other services	5,455	-	21,880	-	5,455	-	21,880	-
Total	139,091	142,700	557,894	581,645	131,455	126,000	527,266	513,576

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Statutory audit	66,818	67,200	267,606	274,176	63,000	63,000	252,315	257,040
Assurance engagements	-	-	-	-	-	-	-	-
Tax services	-	-	-	-	-	-	-	-
Other services	-	-	-	-	-	-	-	-
Total	66,818	67,200	267,606	274,176	63,000	63,000	252,315	257,040

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

34. TAXATION

(a) Current income tax liabilities

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Current income tax liabilities	15,577,621	16,395,760	62,466,260	65,992,934	14,400,575	14,893,706	57,746,306	59,947,167
	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	16,395,760	3,791,516	65,992,934	15,488,343	14,893,706	2,319,080	59,947,167	9,473,442
Current income tax	19,509,980	8,821,373	78,254,530	35,955,916	18,320,110	7,919,728	73,481,961	32,280,811
Income tax paid	(20,097,065)	(6,838,610)	(80,609,328)	(27,874,174)	(18,813,241)	(5,718,035)	(75,459,910)	(23,306,711)
Currency translation difference	(231,054)	-	(926,758)	-	-	-	-	-
Exchange differences	-	-	(245,118)	162,202	-	-	(222,912)	132,835
At the end of the period	15,577,621	5,774,279	62,466,260	23,732,287	14,400,575	4,520,773	57,746,306	18,580,377
	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	7,943,633	3,420,468	31,774,532	13,822,111	7,067,992	2,576,862	28,271,968	10,413,099
Current income tax	10,053,184	4,391,866	40,263,002	17,918,813	9,426,091	4,006,208	37,751,494	16,345,329
Income tax paid	(2,185,461)	(2,038,055)	(8,752,771)	(8,315,264)	(2,093,508)	(2,062,297)	(8,384,500)	(8,414,172)
Currency translation difference	(233,735)	-	(936,109)	-	-	-	-	-
Exchange differences	-	-	117,606	306,627	-	-	107,344	236,121
At the end of the period	15,577,621	5,774,279	62,466,260	23,732,287	14,400,575	4,520,773	57,746,306	18,580,377

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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34. TAXATION (continued)

(b) Income tax expense

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Current income tax	19,509,980	8,821,373	78,254,530	35,955,916	18,320,110	7,919,728	73,481,961	32,280,811
Deferred tax	3,612,049	5,526,570	14,487,928	22,526,300	3,922,329	5,178,006	15,732,462	21,105,553
	<u>23,122,029</u>	<u>14,347,943</u>	<u>92,742,458</u>	<u>58,482,216</u>	<u>22,242,439</u>	<u>13,097,734</u>	<u>89,214,423</u>	<u>53,386,364</u>

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Current income tax	10,053,184	4,391,866	40,263,002	17,918,813	9,426,091	4,006,208	37,751,494	16,345,329
Deferred tax	2,555,563	3,376,831	10,235,030	13,777,471	2,797,463	3,118,071	11,203,840	12,721,729
	<u>12,608,747</u>	<u>7,768,697</u>	<u>50,498,032</u>	<u>31,696,284</u>	<u>12,223,554</u>	<u>7,124,279</u>	<u>48,955,334</u>	<u>29,067,058</u>

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34. TAXATION (continued)

(c) Reconciliation between income tax expense and accounting profit

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Profit before income tax	113,620,497	69,399,271	455,731,814	282,871,429	111,080,849	63,822,613	445,545,286	260,140,970
Tax calculated at domestic tax rates applicable to taxable profits in the respective countries	22,671,914	13,951,471	90,937,047	56,866,196	22,216,170	12,764,523	89,109,058	52,028,196
Tax effect of non-deductible expenses	569,398	142,634	2,283,854	581,376	286,101	140,170	1,147,551	571,333
Recognition of previously unrecognised deferred tax	(34,037)	226,690	(136,522)	923,988	(50,311)	179,061	(201,797)	729,853
Adjustments for current tax of prior period	(85,246)	26,226	(341,921)	106,897	(209,521)	13,980	(840,389)	56,982
Unrecognised tax losses	-	922	-	3,759	-	-	-	-
	<u>23,122,029</u>	<u>14,347,943</u>	<u>92,742,458</u>	<u>58,482,216</u>	<u>22,242,439</u>	<u>13,097,734</u>	<u>89,214,423</u>	<u>53,386,364</u>
	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Profit before income tax	60,320,174	36,262,472	241,582,297	147,950,885	59,936,836	33,307,791	240,047,029	135,895,786
Tax calculated at domestic tax rates applicable to taxable profits in the respective countries	12,065,440	7,318,282	48,322,087	29,858,590	11,987,367	6,661,559	48,009,404	27,179,161
Tax effect of non-deductible expenses	448,377	58,627	1,795,750	239,198	189,754	92,347	759,965	376,776
Recognition of previously unrecognised deferred tax	96,199	402,519	385,277	1,642,278	47,703	368,197	191,051	1,502,244
Adjustments for current tax of prior period	(1,269)	(11,328)	(5,082)	(46,218)	(1,270)	2,176	(5,086)	8,877
Unrecognised tax losses	-	597	-	2,436	-	-	-	-
	<u>12,608,747</u>	<u>7,768,697</u>	<u>50,498,032</u>	<u>31,696,284</u>	<u>12,223,554</u>	<u>7,124,279</u>	<u>48,955,334</u>	<u>29,067,058</u>

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34. TAXATION (continued)

(d) Assumptions and estimation uncertainties taxes

Taxes are calculated on the basis of current interpretation of the tax regulations enacted as the reporting date. The Management periodically evaluates position taken in the tax returns with respect to situations in which the applicable tax regulation is subjected to interpretation. It establishes provisions where appropriated on the basis of amounts expected to be paid to the tax authorities.

However, these regulations are subject to periodic variation and the ultimate determination of the tax liabilities will be made following inspection by the tax authorities. Where the final tax outcome of these matters is different from the amounts initially recorded, such differences will impact the tax liabilities and balances in the period in which the determination is made.

35. EARNINGS PER SHARE

The following table shows the Bank's profit used in the basic and diluted EPS computations for the period presented:

	For the six-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Profit attributable to the shareholders of the Bank	90,409,511	55,059,008	362,632,549	224,420,517	47,690,222	28,514,580	190,999,339	116,339,485
Weighted average numbers of shares	433,163,019	433,163,019	433,163,019	433,163,019	433,163,019	433,163,019	433,163,019	433,163,019
Basic EPS	0.21	0.13	0.84	0.52	0.11	0.07	0.44	0.27
Diluted EPS	0.21	0.13	0.84	0.52	0.11	0.07	0.44	0.27

The Bank has no potentially dilutive ordinary shares as at the reporting date. As such, the diluted EPS is equal to the basic EPS.

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36. CASH AND CASH EQUIVALENTS

	The Group				The Bank			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Cash on hand	488,124,086	512,184,239	1,957,377,585	2,105,077,222	478,005,435	501,576,229	1,916,801,794	2,061,478,301
Deposits and placements with other banks:								
<i>Balances with the National Bank of Cambodia:</i>								
Current accounts	1,410,291,352	1,364,859,445	5,655,268,322	5,609,572,319	1,410,291,352	1,364,859,445	5,655,268,322	5,609,572,319
Negotiable certificate of deposits, term of three months or less	55,715,351	420,094,617	223,418,558	1,726,588,876	55,715,351	420,094,617	223,418,558	1,726,588,876
<i>Balances with other banks:</i>								
Current accounts	125,232,840	290,938,504	502,183,688	1,195,757,251	63,860,684	259,097,879	256,081,342	1,064,892,283
Fixed deposits, term of three months or less	1,064,456,138	19,560,725	4,268,469,113	80,394,580	1,063,241,465	19,556,378	4,263,598,275	80,376,713
	<u>3,143,819,767</u>	<u>2,607,637,530</u>	<u>12,606,717,266</u>	<u>10,717,390,248</u>	<u>3,071,114,287</u>	<u>2,565,184,548</u>	<u>12,315,168,291</u>	<u>10,542,908,492</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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37. NET DEBT RECONCILIATION

This section sets out an analysis of net debt and the movements in net debt for each of the period.

	The Group				The Bank			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Cash and cash equivalents	3,143,819,767	2,607,637,530	12,606,717,266	10,717,390,248	3,071,114,287	2,565,184,548	12,315,168,291	10,542,908,492
Borrowings	(471,029,926)	(690,257,355)	(1,888,830,003)	(2,836,957,729)	(463,961,620)	(678,082,701)	(1,860,486,096)	(2,786,919,901)
Subordinate debts	(217,128,868)	(117,227,977)	(870,686,761)	(481,806,985)	(217,128,868)	(117,227,977)	(870,686,761)	(481,806,985)
Lease liabilities	(36,258,939)	(34,913,057)	(145,398,345)	(143,492,664)	(33,882,163)	(32,913,757)	(135,867,474)	(135,275,541)
Debt securities	(100,338,676)	-	(402,358,091)	-	(100,338,676)	-	(402,358,091)	-
Net debt	<u>2,319,063,358</u>	<u>1,765,239,141</u>	<u>9,299,444,066</u>	<u>7,255,132,870</u>	<u>2,255,802,960</u>	<u>1,736,960,113</u>	<u>9,045,769,869</u>	<u>7,138,906,065</u>

	The Group				The Bank			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
Cash and cash equivalents	3,143,819,767	2,607,637,530	12,606,717,266	10,717,390,248	3,071,114,287	2,565,184,548	12,315,168,291	10,542,908,492
Gross debt-fixed interest rates	(407,093,203)	(237,288,441)	(1,632,443,743)	(975,255,492)	(397,648,121)	(223,114,487)	(1,594,568,965)	(917,000,541)
Gross debt-floating interest rates	(417,663,206)	(605,109,948)	(1,674,829,457)	(2,487,001,886)	(417,663,206)	(605,109,948)	(1,674,829,457)	(2,487,001,886)
Net debt	<u>2,319,063,358</u>	<u>1,765,239,141</u>	<u>9,299,444,066</u>	<u>7,255,132,870</u>	<u>2,255,802,960</u>	<u>1,736,960,113</u>	<u>9,045,769,869</u>	<u>7,138,906,065</u>

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37. NET DEBT RECONCILIATION (continued)

	The Group					Other assets	Total
	Liabilities from financing activities						
	Borrowings US\$	Subordinate debts US\$	Debt securities US\$	Lease liabilities US\$	Sub-total US\$		
						Cash and cash equivalents US\$	US\$
Net debt at 1 January 2025	(606,857,875)	(178,762,108)	-	(35,021,748)	(820,641,731)	2,758,328,536	1,937,686,805
Cash flows	133,962,594	(34,622,500)	(98,809,061)	6,128,768	6,659,801	385,491,231	392,151,032
New leases	-	-	-	(7,432,056)	(7,432,056)	-	(7,432,056)
Foreign exchange adjustments	(215,309)	(75,513)	-	(12,214)	(303,036)	-	(303,036)
Other change (i)	2,080,664	(3,668,747)	(1,529,615)	78,311	(3,039,387)	-	(3,039,387)
Net debt as at 30 June 2025	(471,029,926)	(217,128,868)	(100,338,676)	(36,258,939)	(824,756,409)	3,143,819,767	2,319,063,358
<i>In KHR'000 equivalent</i>	<i>(1,888,830,003)</i>	<i>(870,686,761)</i>	<i>(402,358,091)</i>	<i>(145,398,345)</i>	<i>(3,307,273,200)</i>	<i>12,606,717,266</i>	<i>9,299,444,066</i>
Net debt at 1 January 2024	(859,813,550)	(117,053,882)	-	(32,527,687)	(1,009,395,119)	2,279,718,573	1,270,323,454
Cash flows	168,940,804	179,961	-	7,344,326	176,465,091	327,918,957	504,384,048
New leases	-	-	-	(10,456,775)	(10,456,775)	-	(10,456,775)
Foreign exchange adjustments	1,144,303	57,649	-	14,618	1,216,570	-	1,216,570
Other change (i)	(528,912)	(411,705)	-	712,461	(228,156)	-	(228,156)
Net debt as at 30 June 2024	(690,257,355)	(117,227,977)	-	(34,913,057)	(842,398,389)	2,607,637,530	1,765,239,141
<i>In KHR'000 equivalent</i>	<i>(2,836,957,729)</i>	<i>(481,806,985)</i>	<i>-</i>	<i>(143,492,664)</i>	<i>(3,462,257,378)</i>	<i>10,717,390,248</i>	<i>7,255,132,870</i>
	The Bank						
	Liabilities from financing activities					Other assets	Total
	Borrowings US\$	Subordinate debts US\$	Debt securities US\$	Lease liabilities US\$	Sub-total US\$	Cash and cash equivalents US\$	US\$
Net debt at 1 January 2025	(598,522,015)	(178,762,108)	-	(32,783,552)	(810,067,675)	2,723,449,936	1,913,382,261
Cash flows	132,564,098	(34,622,500)	(98,809,061)	6,008,420	5,140,957	347,664,351	352,805,308
New leases	-	-	-	(7,183,115)	(7,183,115)	-	(7,183,115)
Foreign exchange adjustments	(226,454)	(75,513)	-	(1,798)	(303,765)	-	(303,765)
Other change (i)	2,222,751	(3,668,747)	(1,529,615)	77,882	(2,897,729)	-	(2,897,729)
Net debt as at 30 June 2025	(463,961,620)	(217,128,868)	(100,338,676)	(33,882,163)	(815,311,327)	3,071,114,287	2,255,802,960
<i>In KHR'000 equivalent</i>	<i>(1,860,486,096)</i>	<i>(870,686,761)</i>	<i>(402,358,091)</i>	<i>(135,867,474)</i>	<i>(3,269,398,422)</i>	<i>12,315,168,291</i>	<i>9,045,769,869</i>
Net debt at 1 January 2024	(843,418,591)	(117,053,882)	-	(30,547,348)	(991,019,821)	2,240,749,214	1,249,729,393
Cash flows	165,403,963	179,961	-	6,985,216	172,569,140	324,435,334	497,004,474
New leases	-	-	-	(10,127,330)	(10,127,330)	-	(10,127,330)
Foreign exchange adjustments	355,716	57,649	-	1,015	414,380	-	414,380
Other change (i)	(423,789)	(411,705)	-	774,690	(60,804)	-	(60,804)
Net debt as at 30 June 2024	(678,082,701)	(117,227,977)	-	(32,913,757)	(828,224,435)	2,565,184,548	1,736,960,113
<i>In KHR'000 equivalent</i>	<i>(2,786,919,901)</i>	<i>(481,806,985)</i>	<i>-</i>	<i>(135,275,541)</i>	<i>(3,404,002,427)</i>	<i>10,542,908,492</i>	<i>7,138,906,065</i>

- (i) Other changes include non-cash movements, including accrued interest expense which will be presented as financing cash flows in the interim statement of cash flows when paid.

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38. COMMITMENTS

(a) Loan commitments, guarantees, and other financial liabilities

The Group and the Bank had the contractual amounts of the Group's and the Bank's off-balance sheet financial instruments that commit it to extend credit to customers, guarantees, and other facilities as follows:

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Unused portion of overdrafts	401,648,758	301,771,170	1,610,611,520	1,214,628,959	399,526,909	300,734,637	1,602,102,905	1,210,456,914
Bank guarantees	82,730,700	67,095,997	331,750,107	270,061,388	82,487,736	66,896,493	330,775,821	269,258,384
Letters of credit	6,932,586	9,241,756	27,799,670	37,198,068	6,932,586	9,241,756	27,799,670	37,198,068
Spot Mark foreign exchange	367,778	-	1,474,790	-	367,778	-	1,474,790	-
	<u>491,679,822</u>	<u>378,108,923</u>	<u>1,971,636,087</u>	<u>1,521,888,415</u>	<u>489,315,009</u>	<u>376,872,886</u>	<u>1,962,153,186</u>	<u>1,516,913,366</u>

No material losses are anticipated as a result of these transactions.

(b) Capital expenditure commitments

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Not later than 1 year	1,516,125	5,417,242	6,079,661	21,804,399	1,418,265	5,415,194	5,687,243	21,796,156
Later than 1 but not later than 5 years	5,348	7,827	21,445	31,504	-	-	-	-
	<u>1,521,473</u>	<u>5,425,069</u>	<u>6,101,106</u>	<u>21,835,903</u>	<u>1,418,265</u>	<u>5,415,194</u>	<u>5,687,243</u>	<u>21,796,156</u>

As at 30 June 2025 and as at 31 December 2024, the balances of these commitments are related to the Bank's and its subsidiaries' purchases of property and equipment and intangible assets.

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38. COMMITMENTS (continued)

(c) Commitments to be received from other banks and other financial institutions (“OFI”) and other financial assets

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Commitment to be received from other banks	85,760,016	71,765,935	343,897,664	288,857,888	85,723,160	71,567,019	343,749,872	288,057,251
Foreign exchange spot transactions	369,695	-	1,482,477	-	369,695	-	1,482,477	-
	<u>86,129,711</u>	<u>71,765,935</u>	<u>345,380,141</u>	<u>288,857,888</u>	<u>86,092,855</u>	<u>71,567,019</u>	<u>345,232,349</u>	<u>288,057,251</u>

(d) Other commitments

On 30 May 2016, the Bank guaranteed to IFC to secure the borrowing obtained by its subsidiary, AUB, amounting to US\$13,000,000 maturing on 15 June 2026. As at 30 June 2025, the borrowing has been fully drawn and the outstanding balance of the borrowing is US\$1,878,491 (31 December 2024: US\$2,820,773). The Bank has made allowance for impairment losses of US\$19,585 (31 December 2024: US\$32,955) with respect to this guarantee.

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39. RESERVES

	The Group													
	General reserves		Hedging reserve		Regulatory reserves		Currency translation reserves		Transactions with non-controlling interest		Other reserves	Total		
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	KHR'000	US\$	KHR'000	
		(Note 5)		(Note 5)		(Note 5)		(Note 5)		(Note 5)	(Note 5)		(Note 5)	
As at 1 January 2025	524,311,587	2,110,354,138	2,250,245	9,057,236	337,835,038	1,359,786,028	(54,177,325)	(218,063,736)	3,028,319	12,188,984	14,222,120	813,247,864	3,287,544,770	
Other comprehensive income:														
Remeasurement of the effective portion of derivatives arising from cash flow hedge	-	-	(1,195,213)	(4,793,999)	-	-	-	-	-	-	-	(1,195,213)	(4,793,999)	
Currency translation differences - foreign subsidiaries	-	-	-	-	-	-	1,326,679	5,321,309	-	-	-	1,326,679	5,321,309	
Exchange differences	-	(7,864,674)	-	(32,559)	-	(5,097,859)	-	811,336	-	(45,425)	(8,643,298)	-	(20,872,479)	
Total other comprehensive (loss)/income for the period	-	(7,864,674)	(1,195,213)	(4,826,558)	-	(5,097,859)	1,326,679	6,132,645	-	(45,425)	(8,643,298)	131,466	(20,345,169)	
Transactions with owners:														
Transfer from retained earnings to regulatory reserves	-	-	-	-	30,333,521	121,667,753	-	-	-	-	-	30,333,521	121,667,753	
Total transactions with owners	-	-	-	-	30,333,521	121,667,753	-	-	-	-	-	30,333,521	121,667,753	
As at 30 June 2025	524,311,587	2,102,489,464	1,055,032	4,230,678	368,168,559	1,476,355,922	(52,850,646)	(211,931,091)	3,028,319	12,143,559	5,578,822	843,712,851	3,388,867,354	

	The Group												
	General reserves		Hedging Reserve		Regulatory reserves		Currency translation reserves		Transactions with non-controlling interest		Other reserves	Total	
	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)
As at 1 January 2024	524,311,587	2,141,812,833	5,746,686	23,475,212	249,190,346	1,017,942,563	(59,649,300)	(243,667,390)	3,028,319	12,370,683	53,648,083	722,627,638	3,005,581,984
Comprehensive income:													
Remeasurement of the effective portion of derivatives arising from cash flow hedge	-	-	(1,612,031)	(6,570,638)	-	-	-	-	-	-	-	(1,612,031)	(6,570,638)
Currency translation differences - foreign subsidiaries	-	-	-	-	-	-	(3,176,696)	(12,948,213)	-	-	-	(3,176,696)	(12,948,213)
Total other comprehensive loss for the period	-	-	(1,612,031)	(6,570,638)	-	-	(3,176,696)	(12,948,213)	-	-	-	(4,788,727)	(19,518,851)
Transactions with owners:													
Transfer from retained earnings to regulatory reserves	-	-	-	-	24,387,114	99,401,877	-	-	-	-	-	24,387,114	99,401,877
Exchange differences	-	13,107,790	-	88,858	-	7,058,921	-	(1,599,241)	-	75,708	17,370,222	-	36,102,258
Total transactions with owners	-	13,107,790	-	88,858	24,387,114	106,460,798	-	(1,599,241)	-	75,708	17,370,222	24,387,114	135,504,135
As at 30 June 2024	524,311,587	2,154,920,623	4,134,655	16,993,432	273,577,460	1,124,403,361	(62,825,996)	(258,214,844)	3,028,319	12,446,391	71,018,305	742,226,025	3,121,567,268

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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39. RESERVES (continued)

	The Bank							
	General reserves		Hedging reserve		Regulatory reserves		Other reserves	Total
	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	KHR'000 (Note 5)	US\$ KHR'000 (Note 5)
Balance at 1 January 2025	510,741,556	2,055,734,763	2,250,245	9,057,236	328,211,716	1,321,052,157	15,391,338	841,203,517 3,401,235,494
Other comprehensive income:								
Remeasurement of the effective portion of derivatives arising from cash flow hedge	-	-	(1,195,213)	(4,793,999)	-	-	-	(1,195,213) (4,793,999)
Exchange differences	-	(7,661,123)	-	(32,559)	-	(4,953,288)	(8,316,268)	- (20,963,238)
Total other comprehensive loss for the period	-	(7,661,123)	(1,195,213)	(4,826,558)	-	(4,953,288)	(8,316,268)	(1,195,213) (25,757,237)
Transactions with owners:								
Transfer from retained earnings to regulatory reserves	-	-	-	-	30,110,600	120,773,617	-	30,110,600 120,773,617
Total transactions with owners	-	-	-	-	30,110,600	120,773,617	-	30,110,600 120,773,617
As at 30 June 2025	<u>510,741,556</u>	<u>2,048,073,640</u>	<u>1,055,032</u>	<u>4,230,678</u>	<u>358,322,316</u>	<u>1,436,872,486</u>	<u>7,075,070</u>	<u>870,118,904 3,496,251,874</u>
	The Bank							
	General reserves		Hedging reserve		Regulatory reserves		Other reserves	Total
	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	KHR'000 (Note 5)	US\$ KHR'000 (Note 5)
Balance at 1 January 2024	510,741,556	2,086,379,256	5,746,686	23,475,212	248,627,006	1,015,641,321	53,456,774	765,115,248 3,178,952,563
Other comprehensive income:								
Remeasurement of the effective portion of derivatives arising from cash flow hedge	-	-	(1,612,031)	(6,570,638)	-	-	-	(1,612,031) (6,570,638)
Total other comprehensive loss for the period	-	-	(1,612,031)	(6,570,638)	-	-	-	(1,612,031) (6,570,638)
Transactions with owners:								
Transfer from retained earnings to regulatory reserves	-	-	-	-	24,184,728	98,576,951	-	24,184,728 98,576,951
Exchange differences	-	12,768,539	-	88,858	-	7,037,958	16,590,643	- 36,485,998
Total transactions with owners	-	12,768,539	-	88,858	24,184,728	105,614,909	16,590,643	24,184,728 135,062,949
As at 30 June 2024	<u>510,741,556</u>	<u>2,099,147,795</u>	<u>4,134,655</u>	<u>16,993,432</u>	<u>272,811,734</u>	<u>1,121,256,230</u>	<u>70,047,417</u>	<u>787,687,945 3,307,444,874</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

39. RESERVES (continued)

REGULATORY RESERVES

As in Note 2 (n), the accumulated regulatory provision based on NBC's guidelines is higher than the accumulated impairment based on CIFRS 9, the 'topping up' is transferred from retained earnings to regulatory reserves presented under equity.

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Regulatory provision based on NBC's guidelines	482,330,833	434,541,718	1,934,146,640	1,749,030,415	455,080,203	408,477,687	1,824,871,614	1,644,122,690
Allowance for expected credit loss based on CIFRS 9	(114,162,274)	(96,706,680)	(457,790,718)	(389,244,387)	(96,757,887)	(80,265,971)	(387,999,128)	(323,070,533)
Regulatory reserves transferred from retained earnings	368,168,559	337,835,038	1,476,355,922	1,359,786,028	358,322,316	328,211,716	1,436,872,486	1,321,052,157

The movement on regulatory reserves are as follows:

	The Group				The Bank			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	337,835,038	249,190,346	1,359,786,028	1,017,942,563	328,211,716	248,627,006	1,321,052,157	1,015,641,321
Transfer from retained earnings	30,333,521	24,387,114	121,667,753	99,401,877	30,110,600	24,184,728	120,773,617	98,576,951
Exchange differences	-	-	(5,097,859)	7,058,921	-	-	(4,953,288)	7,037,958
At the end of the period	368,168,559	273,577,460	1,476,355,922	1,124,403,361	358,322,316	272,811,734	1,436,872,486	1,121,256,230

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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40. RELATED PARTY TRANSACTIONS AND BALANCES

(a) Related parties and relationships

The related parties of, and their relationship with, the Bank are as follows:

Related parties	Relationship
Subsidiaries of the Bank as disclosed in Note 13	Subsidiaries
Shareholders as disclosed in Note 28	Shareholders
Key management personnel	The key management personnel are those persons having the authority and responsibility for planning, directing and controlling the activities of the Group and the Bank either directly or indirectly. The key management personnel of the Group and the Bank include all the Directors and members of senior management of the Group and the Bank.

(b) Related party balances

i) Loans and advances

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Key management personnel	12,948,204	14,272,155	51,922,298	57,445,424	12,366,174	13,761,344	49,588,358	55,389,410
Subsidiaries	-	-	-	-	963,144	801,084	3,862,207	3,224,363
	<u>12,948,204</u>	<u>14,272,155</u>	<u>51,922,298</u>	<u>57,445,424</u>	<u>13,329,318</u>	<u>14,562,428</u>	<u>53,450,565</u>	<u>58,613,773</u>

Loans and advances to key management personnel and subsidiaries are both secured and unsecured and earned annual interest at rates ranging from 6.50% to 18.50% for the Group and from 6.50% to 18.00% for the Bank (2024: 6.50% to 18.00% for the Group and the Bank). Allowances for expected credit losses for loans to key management personnel and subsidiaries were US\$29,066 and US\$34,897 for the Group and the Bank respectively (2024: US\$63,737 and US\$73,546 for the Group and the Bank respectively).

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

40. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

(b) Related party balances (continued)

i) Loans and advances (continued)

Movements of loans and advances to related parties are set out below:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	14,272,155	13,539,928	57,445,424	55,310,606	14,562,428	13,074,333	58,613,773	53,408,650
Principal disbursements	2,088,449	2,183,942	8,376,769	8,901,748	1,947,615	2,005,499	7,811,884	8,174,414
Interest earned during the period	460,759	461,739	1,848,104	1,882,048	474,091	460,228	1,901,579	1,875,889
Collections	(3,873,159)	(2,224,600)	(15,535,241)	(9,067,470)	(3,654,816)	(2,064,755)	(14,659,467)	(8,415,941)
Exchange differences	-	-	(212,758)	352,815	-	-	(217,204)	340,492
At the end of the period	12,948,204	13,961,009	51,922,298	57,379,747	13,329,318	13,475,305	53,450,565	55,383,504

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	13,996,721	13,871,099	55,986,884	56,053,111	13,852,184	13,400,924	55,408,736	54,153,134
Principal disbursements	855,827	909,744	3,427,587	3,711,756	780,200	771,631	3,124,701	3,148,254
Interest earned during the period	227,418	226,638	910,809	924,683	231,793	234,728	928,331	957,690
Collections	(2,131,762)	(1,046,472)	(8,537,707)	(4,269,606)	(1,534,859)	(931,978)	(6,147,110)	(3,802,470)
Exchange differences	-	-	134,725	959,803	-	-	135,907	926,896
At the end of the period	12,948,204	13,961,009	51,922,298	57,379,747	13,329,318	13,475,305	53,450,565	55,383,504

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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40. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

(b) Related party balances (continued)

ii) Balances with related parties

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Shareholders	717,386	799,357	2,876,718	3,217,412	717,386	799,357	2,876,718	3,217,412
Subsidiaries	-	-	-	-	33,022	39,306	132,418	158,207
	<u>717,386</u>	<u>799,357</u>	<u>2,876,718</u>	<u>3,217,412</u>	<u>750,408</u>	<u>838,663</u>	<u>3,009,136</u>	<u>3,375,619</u>

Allowances for expected credit losses for deposits and placements with related parties were US\$2,055 for the Group and the Bank (2024: US\$2,433 for the Group and the Bank). Those balance are bear no interest.

iii) Receivables from/(payables to) related parties

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Subsidiaries								
Other receivables	-	-	-	-	214,364	258,093	859,600	1,038,825
Other payables	-	-	-	-	(12,420)	-	(49,804)	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>201,944</u>	<u>258,093</u>	<u>809,796</u>	<u>1,038,825</u>

The receivables from related parties are from payment on behalf of related parties amounting US\$214,364 (31 December 2024: US\$258,093). The receivables have no fixed terms of repayment, are unsecured in nature, bear no interest and they are short term.

The payables to related parties are relating to accrued training provided by subsidiary amounting US\$12,420 (31 December 2024: nil). The payables have no fixed terms of repayment, are unsecured in nature, and bear no interest.

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AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

40. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

(b) Related party balances (continued)

iv) Deposits from related parties

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Key management personnel								
Current accounts	99	88	397	354	99	88	397	354
Savings deposits	1,129,140	942,053	4,527,851	3,791,763	1,045,254	862,911	4,191,469	3,473,217
Fixed deposits	9,463,454	8,912,171	37,948,451	35,871,488	9,087,946	8,562,626	36,442,663	34,464,570
Shareholders								
Current accounts	8,769,539	3,552,126	35,165,851	14,297,308	981,572	2,737,358	3,936,104	11,017,866
Margin accounts	68,031	68,031	272,804	273,825	68,031	68,031	272,804	273,825
Fixed deposits	3,998,153	2,745,129	16,032,594	11,049,144	3,998,153	2,745,129	16,032,594	11,049,144
Subsidiaries								
Current accounts	-	-	-	-	2,485,218	3,506,474	9,965,724	14,113,558
Savings deposits	-	-	-	-	124,114	8,493	497,697	34,184
Fixed deposits	-	-	-	-	2,166,383	2,087,900	8,687,196	8,403,798
	<u>23,428,416</u>	<u>16,219,598</u>	<u>93,947,948</u>	<u>65,283,882</u>	<u>19,956,770</u>	<u>20,579,010</u>	<u>80,026,648</u>	<u>82,830,516</u>

Annual interest rate during the period are as follows:

	The Group		The Bank	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
Key management personnel (current accounts)	Nil	Nil	Nil	Nil
Key management personnel (savings deposits)	0.20% - 14.00%	0.01% - 15.00%	0.20% - 0.75%	0.01% - 2.00%
Key management personnel (fixed deposits)	1.45% - 13.00%	1.45% - 9.50%	1.45% - 9.50%	1.45% - 9.50%
Shareholders (current accounts)	Nil	Nil	Nil	Nil
Shareholders (margin accounts)	Nil	Nil	Nil	Nil
Shareholders (fixed deposits)	2.00% - 3.60%	3.25% - 5.20%	2.00% - 3.60%	3.25% - 5.20%
Subsidiaries (current accounts)			Nil	Nil
Subsidiaries (savings deposits)			0.30% - 0.50%	0.00% - 0.75%
Subsidiaries (fixed deposits)			4.00% - 7.50%	5.40% - 7.50%

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40. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

(b) Related party balances (continued)

v) Borrowings from related parties

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Shareholder	34,385,692	34,282,111	137,886,625	137,985,497	34,385,692	34,282,111	137,886,625	137,985,497

Borrowings from related parties are not collateralised and have annual interest of 9.11% per annum for the Group and the Bank (2024: 9.60% per annum for the Group and the Bank).

Movements of borrowings from related parties are set out below:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	34,282,111	49,491,659	137,985,497	202,173,427	34,282,111	49,491,659	137,985,497	202,173,427
Charge during the period	1,710,124	2,798,616	6,859,307	11,407,159	1,710,124	2,798,616	6,859,307	11,407,159
Repayments	(1,606,543)	(2,171,092)	(6,443,844)	(8,849,371)	(1,606,543)	(2,171,092)	(6,443,844)	(8,849,371)
Withholding tax accrued	-	(224,882)	-	(916,619)	-	(224,882)	-	(916,619)
Exchange differences	-	-	(514,335)	1,250,981	-	-	(514,335)	1,250,981
At the end of the period	<u>34,385,692</u>	<u>49,894,301</u>	<u>137,886,625</u>	<u>205,065,577</u>	<u>34,385,692</u>	<u>49,894,301</u>	<u>137,886,625</u>	<u>205,065,577</u>

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AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

40. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

(b) Related party balances (continued)

v) Borrowings from related parties (continued)

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
At the beginning of the period	33,535,600	50,740,111	134,142,400	205,040,789	33,535,600	50,740,111	134,142,400	205,040,789
Charge during the period	896,604	1,381,038	3,590,899	5,634,635	896,604	1,381,038	3,590,899	5,634,635
Repayments	(46,512)	(2,171,092)	(186,281)	(8,858,055)	(46,512)	(2,171,092)	(186,281)	(8,858,055)
Withholding tax accrued	-	(55,756)	-	(227,484)	-	(55,756)	-	(227,484)
Exchange differences	-	-	339,607	3,475,692	-	-	339,607	3,475,692
At the end of the period	<u>34,385,692</u>	<u>49,894,301</u>	<u>137,886,625</u>	<u>205,065,577</u>	<u>34,385,692</u>	<u>49,894,301</u>	<u>137,886,625</u>	<u>205,065,577</u>

vi) Subordinated debts from related parties

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Shareholder	<u>15,105,000</u>	<u>15,105,000</u>	<u>60,571,050</u>	<u>60,797,625</u>	<u>15,105,000</u>	<u>15,105,000</u>	<u>60,571,050</u>	<u>60,797,625</u>

Subordinated debts from related parties are not collateralised and have annual interest of 7.00% per annum for the Group and the Bank (2024: 7.00% per annum for the Group and for the Bank).

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

40. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

(b) Related party balances (continued)

vi) Subordinated debts from related parties (continued)

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2025	2024	2025	2024	2025	2024	2025	2024
	US\$	US\$	KHR'000	KHR'000	US\$	US\$	KHR'000	KHR'000
			(Note 5)	(Note 5)			(Note 5)	(Note 5)
At the beginning of the period	15,105,000	15,094,208	60,797,625	61,659,840	15,105,000	15,094,208	60,797,625	61,659,840
Additions	-	-	-	-	-	-	-	-
Charge during the period	527,917	530,833	2,117,475	2,163,675	527,917	530,833	2,117,475	2,163,675
Repayments	(527,917)	(451,208)	(2,117,475)	(1,839,124)	(527,917)	(451,208)	(2,117,475)	(1,839,124)
Withholding tax accrued	-	(63,000)	-	(256,788)	-	(63,000)	-	(256,788)
Exchange differences	-	-	(226,575)	377,921	-	-	(226,575)	377,921
At the end of the period	<u>15,105,000</u>	<u>15,110,833</u>	<u>60,571,050</u>	<u>62,105,524</u>	<u>15,105,000</u>	<u>15,110,833</u>	<u>60,571,050</u>	<u>62,105,524</u>

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2025	2024	2025	2024	2025	2024	2025	2024
	US\$	US\$	KHR'000	KHR'000	US\$	US\$	KHR'000	KHR'000
			(Note 5)	(Note 5)			(Note 5)	(Note 5)
At the beginning of the period	15,367,500	15,359,625	61,470,000	62,068,245	15,367,500	15,359,625	61,470,000	62,068,245
Additions	-	-	-	-	-	-	-	-
Charge during the period	265,417	265,416	1,062,995	1,082,897	265,417	265,416	1,062,995	1,082,897
Repayments	(527,917)	(451,208)	(2,114,308)	(1,840,929)	(527,917)	(451,208)	(2,114,308)	(1,840,929)
Withholding tax accrued	-	(63,000)	-	(257,040)	-	(63,000)	-	(257,040)
Exchange differences	-	-	152,363	1,052,351	-	-	152,363	1,052,351
At the end of the period	<u>15,105,000</u>	<u>15,110,833</u>	<u>60,571,050</u>	<u>62,105,524</u>	<u>15,105,000</u>	<u>15,110,833</u>	<u>60,571,050</u>	<u>62,105,524</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

40. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

(b) Related party balances (continued)

vii) Debt securities from related parties

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Key management	245,540	-	984,615	-	245,540	-	984,615	-

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

40. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

(c) Related party transactions

	The Group				The Bank			
	For six-month period ended				For six-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
i) Interest income from related parties								
Loans and advances to key management personnel	460,759	461,739	1,848,104	1,882,048	460,697	460,228	1,847,856	1,875,889
Loans and advances to subsidiaries	-	-	-	-	13,394	-	53,723	-
	<u>460,759</u>	<u>461,739</u>	<u>1,848,104</u>	<u>1,882,048</u>	<u>474,091</u>	<u>460,228</u>	<u>1,901,579</u>	<u>1,875,889</u>
ii) Fee and commission income from related parties								
Shareholders	381	357	1,528	1,455	381	357	1,528	1,455
Subsidiaries	-	-	-	-	20,168	14,892	80,894	60,699
	<u>381</u>	<u>357</u>	<u>1,528</u>	<u>1,455</u>	<u>20,549</u>	<u>15,249</u>	<u>82,422</u>	<u>62,154</u>
iii) Interest expenses to related parties								
Deposits of key management personnel	68,958	63,806	276,591	260,073	62,006	60,706	248,706	247,438
Borrowings from shareholders	1,972,624	3,329,449	7,912,195	13,570,834	1,972,624	3,329,449	7,912,195	13,570,834
Deposits of shareholders	36,669	47,606	147,079	194,042	36,669	47,606	147,079	194,042
Deposits of subsidiaries	-	-	-	-	75,511	77,799	302,875	317,109
Debt securities of key management	8,555	-	34,314	-	8,555	-	34,314	-
	<u>2,086,806</u>	<u>3,440,861</u>	<u>8,370,179</u>	<u>14,024,949</u>	<u>2,155,365</u>	<u>3,515,560</u>	<u>8,645,169</u>	<u>14,329,423</u>
iv) Fee and remuneration expenses to related parties								
Board of Directors								
Directors' fees	322,322	293,441	1,292,834	1,196,066	244,871	232,001	982,178	945,636
Key management personnel								
Short-term employee benefits	4,941,458	4,823,106	19,820,188	19,658,980	4,188,961	4,140,169	16,801,923	16,875,329
Long-term benefits	211,971	260,540	850,216	1,061,961	56,688	103,942	227,376	423,668
Subsidiaries								
Training fees	-	-	-	-	590,129	639,559	2,367,007	2,606,842
Others	-	-	-	-	9,254	10,825	37,118	44,123
	<u>5,475,751</u>	<u>5,377,087</u>	<u>21,963,238</u>	<u>21,917,007</u>	<u>5,089,903</u>	<u>5,126,496</u>	<u>20,415,602</u>	<u>20,895,598</u>
v) Other commitments								
ECL on financial guarantee on AUB's debt from IFC (Note 38 (d))	-	-	-	-	(13,370)	(865)	(53,627)	(3,526)

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

40. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

(c) Related party transactions (continued)

	The Group				The Bank			
	For three-month period ended				For three-month period ended			
	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)	30 June 2025 US\$	30 June 2024 US\$	30 June 2025 KHR'000 (Note 5)	30 June 2024 KHR'000 (Note 5)
i) Interest income from related parties								
Loans and advances to key management personnel	227,418	226,638	910,809	924,683	227,583	234,728	911,470	957,690
Loans and advances to subsidiaries	-	-	-	-	4,210	-	16,861	-
	<u>227,418</u>	<u>226,638</u>	<u>910,809</u>	<u>924,683</u>	<u>231,793</u>	<u>234,728</u>	<u>928,331</u>	<u>957,690</u>
ii) Fee and commission income from related parties								
Shareholders	97	85	388	347	97	85	388	347
Subsidiaries	-	-	-	-	917	8,301	3,673	33,868
	<u>97</u>	<u>85</u>	<u>388</u>	<u>347</u>	<u>1,014</u>	<u>8,386</u>	<u>4,061</u>	<u>34,215</u>
iii) Interest expenses to related parties								
Deposits of key management personnel	34,255	32,656	137,192	133,236	32,360	31,367	129,602	127,977
Borrowings from shareholders	896,604	1,646,454	3,590,899	6,717,533	896,604	1,646,454	3,590,899	6,717,532
Deposits of shareholders	14,206	30,661	56,895	125,097	14,206	30,661	56,895	125,097
Deposits of subsidiaries	-	-	-	-	38,110	39,299	152,631	160,340
Debt securities of key management	5,264	-	21,082	-	5,264	-	21,082	-
	<u>950,329</u>	<u>1,709,771</u>	<u>3,806,068</u>	<u>6,975,866</u>	<u>986,544</u>	<u>1,747,781</u>	<u>3,951,109</u>	<u>7,130,946</u>
iv) Fee and remuneration expenses to related parties								
Board of Directors								
Directors' fees	178,862	147,631	716,342	602,334	136,547	136,519	546,871	556,998
Key management personnel								
Short-term employee benefits	2,215,961	2,260,833	8,874,925	9,224,199	1,819,442	1,904,651	7,286,865	7,770,976
Long-term benefits	22,487	(70,037)	90,060	(285,751)	20,191	(73,412)	80,865	(299,521)
Subsidiaries								
Training fees	-	-	-	-	296,178	203,726	1,186,193	831,202
Others	-	-	-	-	5,163	4,090	20,678	16,687
	<u>2,417,310</u>	<u>2,338,427</u>	<u>9,681,327</u>	<u>9,540,782</u>	<u>2,277,521</u>	<u>2,175,574</u>	<u>9,121,472</u>	<u>8,876,342</u>
v) Other commitments								
ECL on financial guarantee on AUB's debt from IFC (Note 38 (d))	-	-	-	-	(6,631)	1,668	(26,557)	6,805

41. FINANCIAL RISK MANAGEMENT

(a) Introduction and overview

The Bank is the leading and first listed bank in Cambodia and currently has the largest branch network and self-service banking which offers multiple products and services to its customers such as credits, deposits, fund transfers, cash management, trade finance, ACLEDA card, credit and debit cards, and digital services, including internet banking, ACLEDA mobile (mobile banking app), e-commerce payment gateway, ACLEDA ATM/POS, and term deposit machine. As disclosed in Note 13, the Bank's four subsidiaries are as follows:

- a. ACLEDA Bank Lao Ltd.,
- b. ACLEDA Securities Plc.,
- c. ACLEDA University of Business Co., Ltd.
- d. ACLEDA MFI Myanmar Co., Ltd.

In the competitive business environment along with the rapid evolution and development of technology and difference or change in laws and jurisdictions, the Group and the Bank need to have an effective risk management in place in order to manage and ensure all risks are within the risk appetite and tolerance. This also provides reasonable assurance regarding the achievement of the Group's and the Bank's objectives.

The established risk management framework comprises of core components such as (1) effective governance and oversight by the Board of Directors and senior management; (2) effective implementation of risk appetite and tolerance; (3) effective implementation of risk management processes; and (4) effective technology and data infrastructure. It must be integrated into the day-to-day management of the business and operations to provide transparent and consistent management of risks across the Group and the Bank.

The Group and the Bank instil proactive risk management by embedding accountability and risk ownership culture in managing risks for all levels, which includes the Group's and the Bank's Board of Directors, senior management, and employees. This culture is supported by (1) the Bank's employee's policies (ethics and human resource management, code of conduct, conflict of interest, remuneration and nomination, whistle blower's protection, managing misconduct, etc.); (2) alignment of compensation policies with the Bank's risk appetite and tolerance limits; and (3) availability of risk management training throughout the Group and the Bank.

Risk management within the Group and the Bank is managed by a Three Lines Model, supported by sufficient numbers of skilled personnel in the management of risks within all areas across the model.

(b) Objectives and principles

The objectives of the Group's and the Bank's risk management are:

- To ensure risks are within the risk appetite and tolerance and to provide reasonable assurance regarding the achievement of objectives.
- To manage risk effectively and to identify the risk before it occurs and minimise the potential risk properly and timely.
- To manage risk in a way that optimally balances managing risk while adding value to the Group and the Bank.

Risk appetite is defined as the amount and type of risk, on a broad level, the Group and the Bank are willing to accept in pursuit of long-term shareholder value. Risk tolerance refers to the variation amount of maximum risks which can be accepted, taking into account the appropriate measure to reduce the risk.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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41. FINANCIAL RISK MANAGEMENT (continued)

(b) Objectives and principles (continued)

The Group's and the Bank's risk appetite and tolerance statement is prepared in accordance with its business strategy and the role of the Bank in the financial system.

The Board of Directors reviews and approves the Group's and the Bank's risk appetite and tolerance statement considering the most significant risks that specify the nature, types, and levels which the Group and the Bank are willing to assume, and provides an outline of the approach to manage these risks.

The risk management policy defines risk categories in line with the categories identified by the Basel Committee on Banking Supervision and the nature of the Group's and the Bank's business context. The policy sets risk tolerance/internal targets per individual risk category.

At all times, the Group and the Bank shall adhere to the prudential ratios and requirements as stipulated by the superintendent.

Unless specifically mentioned otherwise, the Group and the Bank shall adhere at all times to the risk appetite and tolerance/internal targets, as set by the Board of Directors in the risk management policy, in order to limit potential loss.

The Group's and the Bank's activities expose it to a variety of financial risks: credit risk, market risk (including foreign exchange rate risk and interest rate risk), and liquidity risk. Equity risk and commodity risk are not applicable given that the Group and the Bank do not hold any equity and commodity position.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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41. FINANCIAL RISK MANAGEMENT (continued)

(b) Objectives and principles (continued)

The Group and the Bank hold the following financial assets and financial liabilities:

a. Financial assets and financial liabilities measured at amortised cost

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Financial assets								
Cash on hand	488,124,086	513,942,123	1,957,377,585	2,068,617,045	478,005,435	503,459,073	1,916,801,794	2,026,422,769
Deposits and placements with other banks, net	2,690,966,954	1,982,391,662	10,790,777,486	7,979,126,440	2,627,294,583	1,958,058,129	10,535,451,278	7,881,183,969
Financial investments	243,407,561	471,615,208	976,064,319	1,898,251,212	243,407,561	471,615,208	976,064,319	1,898,251,212
Loans and advances, net	7,222,413,989	7,023,164,104	28,961,880,096	28,268,235,519	7,053,170,482	6,861,826,011	28,283,213,633	27,618,849,694
Other financial assets	14,298,572	11,490,911	57,337,274	46,250,917	12,628,028	9,549,296	50,638,392	38,435,916
Total financial assets	10,659,211,162	10,002,604,008	42,743,436,760	40,260,481,133	10,414,506,089	9,804,507,717	41,762,169,416	39,463,143,560
Financial liabilities								
Deposits and placements of other banks and financial institutions	403,002,778	396,514,351	1,616,041,140	1,595,970,263	380,282,656	372,727,604	1,524,933,451	1,500,228,606
Deposits from customers	8,581,099,308	7,962,541,434	34,410,208,225	32,049,229,272	8,415,215,078	7,845,298,389	33,745,012,463	31,577,326,016
Lease liabilities	36,258,939	35,021,748	145,398,345	140,962,536	33,882,163	32,783,552	135,867,474	131,953,797
Borrowings	471,029,926	606,857,875	1,888,830,003	2,442,602,947	463,961,620	598,522,015	1,860,486,096	2,409,051,110
Subordinated debts	217,128,868	178,762,108	870,686,761	719,517,485	217,128,868	178,762,108	870,686,761	719,517,485
Debt securities	100,338,676	-	402,358,091	-	100,338,676	-	402,358,091	-
Other financial liabilities	71,055,793	59,870,248	284,933,730	240,977,748	68,979,436	57,827,433	276,607,538	232,755,418
Total financial liabilities	9,879,914,288	9,239,567,764	39,618,456,295	37,189,260,251	9,679,788,497	9,085,921,101	38,815,951,874	36,570,832,432
Net financial instruments	779,296,874	763,036,244	3,124,980,465	3,071,220,882	734,717,592	718,586,616	2,946,217,542	2,892,311,128

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AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

(b) Objectives and principles (continued)

b. Financial assets and financial liabilities measured at fair value

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Financial assets								
Financial investments	189,670	189,670	760,577	763,422	189,670	189,670	760,577	763,422
Derivative financial instruments	1,055,033	2,250,246	4,230,682	9,057,240	1,055,033	2,250,246	4,230,682	9,057,240
Total financial assets	<u>1,244,703</u>	<u>2,439,916</u>	<u>4,991,259</u>	<u>9,820,662</u>	<u>1,244,703</u>	<u>2,439,916</u>	<u>4,991,259</u>	<u>9,820,662</u>
Net financial instruments	<u>1,244,703</u>	<u>2,439,916</u>	<u>4,991,259</u>	<u>9,820,662</u>	<u>1,244,703</u>	<u>2,439,916</u>	<u>4,991,259</u>	<u>9,820,662</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk

Credit risk is the potential risk that a counterparty would fail to meet its repayment obligations in accordance with agreed terms. While loans are the most obvious source of credit risk, other sources of credit risk exist throughout the activities of an institution, including in the banking book and the trading book, in both on and off-balance sheets. Institutions are facing credit risks in various financial instruments other than loans, including acceptance, trade financing, commitment and guarantee, interbank transaction, settlement of transactions, foreign exchange transactions, bonds, equities, and financial derivative instruments.

Principles of the credit risk:

- The Board of Directors recognises that the loan book is the main sources of income for the Group and the Bank and, conversely, also constitutes the greatest risk of losses.
- The Board of Directors considers that lending to the lower segments of the market of small business loans, provided the existing policies are implemented properly, carries a credit risk which is smaller than for larger loans as history has shown that losses due to default on these loans have been minimal. The Board of Directors considers the risk return equation favourable for loans provided to the lower segments in the market and considers these loans as the core product of the Group and the Bank.
- The Board of Directors considers that the Management has freedom to adjust, adapt or develop existing products and product lines but requires that new product lines need to be approved by the Board of Directors.
- The day-to-day responsibility for the credit risk lies with the senior management of the Credit Sale Management Division and of the branches.
- The credit risk is regularly measured by calculating the ECL taking probability of customer defaults, exposure in the event of default, and severity of LGD of the customer base where credit scoring is applied for.
- The Board of Directors requires that credit risk is spread across different sectors (like trade, agriculture, services, industrial, infrastructure, etc.) and products to avoid undue overexposure to one particular sector or industry.
- Systemic risk is the risk of system-wide breakdown of the financial sectors. The Board of Directors requires that credit risk on counterparty financial institutions should be subject to the same principles of the prudential assessment and controls as with the other forms of lending and prudential position limits that should be set to sufficiently protect the Group and the Bank from systemic risk.

Internal targets on the credit risk:

The internal targets on credit products should be set by the Board Risk Management and IT Committee ("BRIC") and approved by the Board of Directors. The internal targets will be in line with the risk appetite of the Board of Directors.

The Risk Management Division regularly reviews all internal targets as set and approved by the Board of Directors and advises on any change deemed appropriate.

In order to maintain the credit growth in a prudent and reasonable way and to ensure the maintenance of portfolio quality, various control limits have been imposed to credit products, which must be strictly complied with:

- Loan exposure ratio: defined as the aggregate amount of loan assets in arrears > 30 days minus loan loss reserves divided by the net worth; should be less than 25%.
- Ceilings on lending to sectors and by product to put limits on concentration risk.
- The maximum exposure to a single client or group of clients is up to 5% of the net worth.
- Counterparty financial institutions.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(a) Credit risk management

The Board of Directors has delegated responsibility for oversight of credit risk to its BRIC. Credit Division is responsible for management of the credit risk based on the following:

- Separation of roles between the persons involved in dealing with the clients who are responsible for the credit application and the persons involved in the authorisation of the credits.
- Separation of roles between the persons involved in dealing directly with clients and the credit administration.
- Principle of double authorisation to ensure a good balance of the interests of the clients and objectivity in the risk assessment process.
- Timely and full documentation of the agreements made with the client together with all the needed information, which is relevant in the assessment and control phase of the credit process.
- Careful credit control systems, with periodical reviews, through which timely signals can be derived for relevant information regarding risk management.
- Independent control to ensure conformity with approved procedures and regulations in the credit process (formal control) but also monitoring of the quality of risk aspects and credit control (material control).
- The Group and the Bank will maintain a diversified loan assets portfolio in terms of industry sector, geographical area, and currency and loan size.
- Loan analysis will strongly focus on the client's ability and willingness to repay the loan through character and cash flow-based assessment and in applying green-lining methodology.

The Group's and the Bank's total exposure to a single client or group of clients (one obligor principle) acting in concert shall not exceed 5% of the Bank's net worth. "Exposure" includes the aggregate of (i) the face amount of the assets of the Borrower with respect to which such Person is the obligor and (ii) any claim of such Person against the Borrower comprising any commitment to provide funds or credit to, or on behalf of such Person including, but not limited to, loan guarantees, letters of credit, and derivatives.

(b) Internal targets and mitigation policies

The Group and the Bank operate and provide loans and advances to individuals or enterprises within the Kingdom of Cambodia, Lao PDR, and the Republic of the Union of Myanmar. The Group and the Bank manage limits and controls concentration of credit risk whenever they are identified. Large exposure is defined by the NBC as overall exposure to any individual beneficiary which exceeds 10% of the net worth.

The Bank is required, under the conditions of Prakas No. B7-06-226 of the NBC, to maintain at all times a maximum ratio of 20% between its overall credit exposure to any individual beneficiary and the Bank's net worth. The aggregation of large credit exposure must not exceed 300% of the Bank's net worth.

ABL is required, based on the Letter No. 296 of the BOL, to maintain at all times a maximum ratio of 25% between its overall credit exposure to any individual beneficiary and its net worth. The aggregation of large credit exposure must not exceed 500% of its net worth. However, for AMM, there is no requirement by the Financial Regulatory Department of Myanmar.

The Group and the Bank employ a range of policies and practices to mitigate credit risk. The most traditional of these is the taking of security in the form of collateral for loans and advances, which is the common practice. The Group and the Bank implement guidelines on the acceptability of specific classes of collateral or credit risk mitigation. The principal collateral types to secure for loans and advances are:

- Mortgages over residential properties (land, building, and other properties);
- Charges over business assets such as land and buildings; and,
- Cash in the form of margin deposits.

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AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(c) Maximum exposure to credit risk before collateral held or other credit enhancements

For financial assets reflected in the interim statement of financial position, the exposure to credit risk equals their carrying amount. For financial guarantees and similar contracts granted, it is the maximum amount that the Group and the Bank would have to pay if the guarantees were called upon. For credit-related commitments and contingents that are irrevocable over the life of the respective facilities, it is generally the full amount of the committed facilities.

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Credit exposure for on-balance sheet financial assets:								
Deposits and placements with other banks, net	2,690,966,954	1,982,391,662	10,790,777,486	7,979,126,440	2,627,294,583	1,958,058,129	10,535,451,278	7,881,183,969
Financial investments	243,597,231	471,804,878	976,824,896	1,899,014,634	243,597,231	471,804,878	976,824,896	1,899,014,634
Loans and advances, net	7,222,413,989	7,023,164,104	28,961,880,096	28,268,235,519	7,053,170,482	6,861,826,011	28,283,213,633	27,618,849,694
Derivative financial instruments	1,055,033	2,250,246	4,230,682	9,057,240	1,055,033	2,250,246	4,230,682	9,057,240
Other financial assets	14,298,572	11,490,911	57,337,274	46,250,917	12,628,028	9,549,296	50,638,392	38,435,916
	<u>10,172,331,779</u>	<u>9,491,101,801</u>	<u>40,791,050,434</u>	<u>38,201,684,750</u>	<u>9,937,745,357</u>	<u>9,303,488,560</u>	<u>39,850,358,881</u>	<u>37,446,541,453</u>
Credit exposure for off-balance sheet items:								
Unused portion of loan commitments	401,648,758	301,771,170	1,610,611,520	1,214,628,959	399,526,909	300,734,637	1,602,102,905	1,210,456,914
Bank guarantees	38,906,601	24,430,197	156,015,470	98,331,543	38,663,637	24,254,480	155,041,184	97,624,282
Letters of credit	6,932,586	9,241,756	27,799,670	37,198,068	6,932,586	9,241,756	27,799,670	37,198,068
	<u>447,487,945</u>	<u>335,443,123</u>	<u>1,794,426,660</u>	<u>1,350,158,570</u>	<u>445,123,132</u>	<u>334,230,873</u>	<u>1,784,943,759</u>	<u>1,345,279,264</u>
Total maximum credit risk exposure	<u>10,619,819,724</u>	<u>9,826,544,924</u>	<u>42,585,477,094</u>	<u>39,551,843,320</u>	<u>10,382,868,489</u>	<u>9,637,719,433</u>	<u>41,635,302,640</u>	<u>38,791,820,717</u>

The above table represents a worst-case scenario of credit risk exposure to the Group and the Bank as at 30 June 2025 and 31 December 2024, without taking into account any collateral held or other credit enhancements attached. For on-balance sheet financial assets, the exposures set out above are based on net carrying amounts.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(c) Maximum exposure to credit risk before collateral held or other credit enhancements (continued)

As shown in the table in the previous page, as at 30 June 2025, 68.01% for the Group and 67.93% for the Bank of total maximum exposure is derived from loans and advances (31 December 2024: 71.47% and 71.20% for the Group and for the Bank, respectively).

The Management is confident in its ability to continue to control and sustain minimal exposure of credit risk to the Group and the Bank resulting from its loans and advances. Significant credit risk exposure is arising from loans and advances. In order to mitigate the exposure of credit risk arising from loans and advances, all loan size limits must not exceed 75% of estimated saleable value of the pledged collateral, except for other loans authorised by the Management Credit Committee wherein the loan to collateral value exceeds the 75% threshold. As at 30 June 2025, approximately 88.56% for the Group and 88.69% for the Bank of these loans and advances are collateralised (31 December 2024: 90.68% for the Group and 90.53% for the Bank) respectively.

(d) Concentration of risks of financial assets with credit risk exposure

A concentration of credit risk exists when a number of counterparties are engaged in similar activities and have similar economic characteristics that would cause their ability to meet contractual obligations to be similarly affected by changes in economic or other conditions. The Group and the Bank analysed the concentration of credit risk by geographic purpose and industry sector on the succeeding pages.

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(d) Concentration of risks of financial assets with credit risk exposure (continued)

(i) *Geographical sector*

The analysis of credit risk concentrations (without taking into account any collateral held or other credit enhancements) based on the location of the counterparty as at 30 June 2025 and 31 December 2024 are as follows:

	The Group								
	Cambodia US\$	France US\$	Germany US\$	Laos US\$	Singapore US\$	USA US\$	Myanmar US\$	Others US\$	Total US\$
As at 30 June 2025									
Credit exposure for on-balance sheet financial assets:									
Deposits and placements with other banks, net	1,514,246,173	210,527,906	210,354,662	61,851,550	591,083,015	53,988,157	91,626	48,823,865	2,690,966,954
Financial investments	243,597,231	-	-	-	-	-	-	-	243,597,231
Loans and advances, net	7,052,213,809	-	-	146,691,608	-	-	23,508,572	-	7,222,413,989
Derivative financial instruments	-	-	-	-	-	-	-	1,055,033	1,055,033
Other financial assets	13,175,390	-	-	1,116,325	-	-	6,857	-	14,298,572
	<u>8,823,232,603</u>	<u>210,527,906</u>	<u>210,354,662</u>	<u>209,659,483</u>	<u>591,083,015</u>	<u>53,988,157</u>	<u>23,607,055</u>	<u>49,878,898</u>	<u>10,172,331,779</u>
Credit exposure for off-balance sheet items:									
Unused portion of loan commitments	399,526,909	-	-	2,121,849	-	-	-	-	401,648,758
Bank guarantees	38,663,637	-	-	242,964	-	-	-	-	38,906,601
Letters of credit	6,932,586	-	-	-	-	-	-	-	6,932,586
	<u>445,123,132</u>	<u>-</u>	<u>-</u>	<u>2,364,813</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>447,487,945</u>
Total maximum credit risk exposure	<u>9,268,355,735</u>	<u>210,527,906</u>	<u>210,354,662</u>	<u>212,024,296</u>	<u>591,083,015</u>	<u>53,988,157</u>	<u>23,607,055</u>	<u>49,878,898</u>	<u>10,619,819,724</u>
In KHR'000 equivalent (Note 5)	<u>37,166,106,497</u>	<u>844,216,903</u>	<u>843,522,195</u>	<u>850,217,427</u>	<u>2,370,242,890</u>	<u>216,492,510</u>	<u>94,664,291</u>	<u>200,014,381</u>	<u>42,585,477,094</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(d) Concentration of risks of financial assets with credit risk exposure (continued)

(i) *Geographical sector (continued)*

	Cambodia US\$	France US\$	Germany US\$	Laos US\$	The Group Singapore US\$	USA US\$	Myanmar US\$	Others US\$	Total US\$
As at 31 December 2024									
Credit exposure for on-balance sheet financial assets:									
Deposits and placements with other banks, net	1,297,862,678	548,305	241,173	23,585,071	126,261,232	397,538,905	89,688	136,264,610	1,982,391,662
Financial investments	471,804,878	-	-	-	-	-	-	-	471,804,878
Loans and advances, net	6,861,035,410	-	-	140,526,804	-	-	21,601,890	-	7,023,164,104
Derivative financial instruments	(583,607)	-	-	-	-	-	-	2,833,853	2,250,246
Other financial assets	9,645,613	-	-	1,845,298	-	-	-	-	11,490,911
	<u>8,639,764,972</u>	<u>548,305</u>	<u>241,173</u>	<u>165,957,173</u>	<u>126,261,232</u>	<u>397,538,905</u>	<u>21,691,578</u>	<u>139,098,463</u>	<u>9,491,101,801</u>
Credit exposure for off-balance sheet items:									
Unused portion of loan commitments	300,734,637	-	-	1,036,533	-	-	-	-	301,771,170
Bank guarantees	24,254,480	-	-	175,717	-	-	-	-	24,430,197
Letters of credit	9,241,756	-	-	-	-	-	-	-	9,241,756
	<u>334,230,873</u>	<u>-</u>	<u>-</u>	<u>1,212,250</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>335,443,123</u>
Total maximum credit risk exposure	<u>8,973,995,845</u>	<u>548,305</u>	<u>241,173</u>	<u>167,169,423</u>	<u>126,261,232</u>	<u>397,538,905</u>	<u>21,691,578</u>	<u>139,098,463</u>	<u>9,826,544,924</u>
In KHR'000 equivalent (Note 5)	<u>36,120,333,276</u>	<u>2,206,927</u>	<u>970,721</u>	<u>672,856,928</u>	<u>508,201,459</u>	<u>1,600,094,093</u>	<u>87,308,601</u>	<u>559,871,314</u>	<u>39,551,843,319</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(d) Concentration of risks of financial assets with credit risk exposure (continued)

(i) *Geographical sector (continued)*

	The Bank								
	Cambodia US\$	France US\$	Germany US\$	Laos US\$	Singapore US\$	USA US\$	Myanmar US\$	Others US\$	Total US\$
As at 30 June 2025									
Credit exposure for on-balance sheet financial assets:									
Deposits and placements with other banks, net	1,514,207,095	210,527,906	210,354,662	33,015	591,083,015	53,988,157	46,617	47,054,116	2,627,294,583
Financial investments	243,597,231	-	-	-	-	-	-	-	243,597,231
Loans and advances, net	7,053,170,482	-	-	-	-	-	-	-	7,053,170,482
Derivative financial instruments	-	-	-	-	-	-	-	1,055,033	1,055,033
Other financial assets	12,413,664	-	-	-	-	-	214,364	-	12,628,028
	<u>8,823,388,472</u>	<u>210,527,906</u>	<u>210,354,662</u>	<u>33,015</u>	<u>591,083,015</u>	<u>53,988,157</u>	<u>260,981</u>	<u>48,109,149</u>	<u>9,937,745,357</u>
Credit exposure for off-balance sheet items:									
Unused portion of loan commitments	399,526,909	-	-	-	-	-	-	-	399,526,909
Bank guarantees	38,663,637	-	-	-	-	-	-	-	38,663,637
Letters of credit	6,932,586	-	-	-	-	-	-	-	6,932,586
	<u>445,123,132</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>445,123,132</u>
Total maximum credit risk exposure	<u>9,268,511,604</u>	<u>210,527,906</u>	<u>210,354,662</u>	<u>33,015</u>	<u>591,083,015</u>	<u>53,988,157</u>	<u>260,981</u>	<u>48,109,149</u>	<u>10,382,868,489</u>
In KHR'000 equivalent (Note 5)	<u>37,166,731,532</u>	<u>844,216,903</u>	<u>843,522,195</u>	<u>132,390</u>	<u>2,370,242,890</u>	<u>216,492,510</u>	<u>1,046,534</u>	<u>192,917,687</u>	<u>41,635,302,641</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(d) Concentration of risks of financial assets with credit risk exposure (continued)

(i) Geographical sector (continued)

	Cambodia US\$	France US\$	Germany US\$	Laos US\$	The Bank Singapore US\$	USA US\$	Myanmar US\$	Others US\$	Total US\$
As at 31 December 2024									
Credit exposure for on-balance sheet financial assets:									
Deposits and placements with other banks, net	1,297,810,439	548,305	241,173	39,295	126,261,232	397,538,905	46,716	135,572,064	1,958,058,129
Financial investments	471,804,878	-	-	-	-	-	-	-	471,804,878
Loans and advances, net	6,861,826,011	-	-	-	-	-	-	-	6,861,826,011
Derivative financial instruments	(583,607)	-	-	-	-	-	-	2,833,853	2,250,246
Other financial assets	9,291,269	-	-	-	-	-	258,027	-	9,549,296
	<u>8,640,148,990</u>	<u>548,305</u>	<u>241,173</u>	<u>39,295</u>	<u>126,261,232</u>	<u>397,538,905</u>	<u>304,743</u>	<u>138,405,917</u>	<u>9,303,488,560</u>
Credit exposure for off-balance sheet items:									
Unused portion of loan commitments	300,734,637	-	-	-	-	-	-	-	300,734,637
Bank guarantees	24,254,480	-	-	-	-	-	-	-	24,254,480
Letters of credit	9,241,756	-	-	-	-	-	-	-	9,241,756
	<u>334,230,873</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>334,230,873</u>
Total maximum credit risk exposure	<u>8,974,379,863</u>	<u>548,305</u>	<u>241,173</u>	<u>39,295</u>	<u>126,261,232</u>	<u>397,538,905</u>	<u>304,743</u>	<u>138,405,917</u>	<u>9,637,719,433</u>
In KHR'000 equivalent (Note 5)	<u>36,121,878,948</u>	<u>2,206,928</u>	<u>970,721</u>	<u>158,162</u>	<u>508,201,459</u>	<u>1,600,094,093</u>	<u>1,226,591</u>	<u>557,083,816</u>	<u>38,791,820,718</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(d) Concentration of risks of financial assets with credit risk exposure (continued)

(ii) *Industry sectors*

The analysis of credit risk concentrations (without taking into account any collateral held or other credit enhancements) at carrying amount as at 30 June 2025 and 31 December 2024 based on the industry sectors of the counterparty are as follows:

	The Group							
	Financial institutions US\$	Wholesale and retail US\$	Services US\$	Housing US\$	Manufacturing US\$	Agriculture US\$	Others US\$	Total US\$
As at 30 June 2025								
Credit exposure for on-balance sheet								
financial assets:								
Deposits and placements with other banks, net	2,690,966,954	-	-	-	-	-	-	2,690,966,954
Financial investments	-	-	-	-	-	-	243,597,231	243,597,231
Loans and advances, net	20,707,995	2,428,907,306	1,754,646,692	165,819,299	234,547,508	1,412,789,674	1,204,995,515	7,222,413,989
Derivative financial instruments	1,055,033	-	-	-	-	-	-	1,055,033
Other financial assets	6,119,889	-	-	-	-	-	8,178,683	14,298,572
	<u>2,718,849,871</u>	<u>2,428,907,306</u>	<u>1,754,646,692</u>	<u>165,819,299</u>	<u>234,547,508</u>	<u>1,412,789,674</u>	<u>1,456,771,429</u>	<u>10,172,331,779</u>
Credit exposure for off-balance sheet items:								
Unused portion of loan commitments	-	-	-	-	-	-	401,648,758	401,648,758
Bank guarantees	-	-	-	-	-	-	38,906,601	38,906,601
Letters of credit	-	-	-	-	-	-	6,932,586	6,932,586
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>447,487,945</u>	<u>447,487,945</u>
Total maximum credit risk exposure	<u>2,718,849,871</u>	<u>2,428,907,306</u>	<u>1,754,646,692</u>	<u>165,819,299</u>	<u>234,547,508</u>	<u>1,412,789,674</u>	<u>1,904,259,374</u>	<u>10,619,819,724</u>
In KHR'000 equivalent (Note 5)	<u>10,902,587,983</u>	<u>9,739,918,297</u>	<u>7,036,133,235</u>	<u>664,935,389</u>	<u>940,535,507</u>	<u>5,665,286,593</u>	<u>7,636,080,090</u>	<u>42,585,477,094</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(d) Concentration of risks of financial assets with credit risk exposure (continued)

(ii) Industry sectors (continued)

	The Group							
	Financial institutions US\$	Wholesale and retail US\$	Services US\$	Housing US\$	Manufacturing US\$	Agriculture US\$	Others US\$	Total US\$
As at 31 December 2024								
Credit exposure for on-balance sheet financial assets:								
Deposits and placements with other banks, net	1,982,391,662	-	-	-	-	-	-	1,982,391,662
Financial investments	-	-	-	-	-	-	471,804,878	471,804,878
Loans and advances, net	1,145,342	2,344,532,249	1,692,785,879	175,947,149	235,557,852	1,450,518,559	1,122,677,074	7,023,164,104
Derivative financial instruments	2,250,246	-	-	-	-	-	-	2,250,246
Other financial assets	5,489,442	-	-	-	-	-	6,001,469	11,490,911
	<u>1,991,276,692</u>	<u>2,344,532,249</u>	<u>1,692,785,879</u>	<u>175,947,149</u>	<u>235,557,852</u>	<u>1,450,518,559</u>	<u>1,600,483,421</u>	<u>9,491,101,801</u>
Credit exposure for off-balance sheet items:								
Unused portion of loan commitments	-	-	-	-	-	-	301,771,170	301,771,170
Bank guarantees	-	-	-	-	-	-	24,430,197	24,430,197
Letters of credit	-	-	-	-	-	-	9,241,756	9,241,756
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>335,443,123</u>	<u>335,443,123</u>
Total maximum credit risk exposure	<u>1,991,276,692</u>	<u>2,344,532,249</u>	<u>1,692,785,879</u>	<u>175,947,149</u>	<u>235,557,852</u>	<u>1,450,518,559</u>	<u>1,935,926,544</u>	<u>9,826,544,924</u>
In KHR'000 equivalent (Note 5)	<u>8,014,888,685</u>	<u>9,436,742,302</u>	<u>6,813,463,163</u>	<u>708,187,275</u>	<u>948,120,354</u>	<u>5,838,337,200</u>	<u>7,792,104,340</u>	<u>39,551,843,319</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(d) Concentration of risks of financial assets with credit risk exposure (continued)

(ii) Industry sectors (continued)

	The Bank							
	Financial institutions US\$	Wholesale and retail US\$	Services US\$	Housing US\$	Manufacturing US\$	Agriculture US\$	Others US\$	Total US\$
As at 30 June 2025								
Credit exposure for on-balance sheet financial assets:								
Deposits and placements with other banks, net	2,627,294,583	-	-	-	-	-	-	2,627,294,583
Financial investments	-	-	-	-	-	-	243,597,231	243,597,231
Loans and advances, net	20,707,994	2,360,962,154	1,719,705,501	156,397,303	229,459,056	1,370,046,277	1,195,892,197	7,053,170,482
Derivative financial instruments	1,055,033	-	-	-	-	-	-	1,055,033
Other financial assets	6,290,939	-	-	-	-	-	6,337,089	12,628,028
	<u>2,655,348,549</u>	<u>2,360,962,154</u>	<u>1,719,705,501</u>	<u>156,397,303</u>	<u>229,459,056</u>	<u>1,370,046,277</u>	<u>1,445,826,517</u>	<u>9,937,745,357</u>
Credit exposure for off-balance sheet items:								
Unused portion of loan commitments	-	-	-	-	-	-	399,526,909	399,526,909
Bank guarantees	-	-	-	-	-	-	38,663,637	38,663,637
Letters of credit	-	-	-	-	-	-	6,932,586	6,932,586
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>445,123,132</u>	<u>445,123,132</u>
Total maximum credit risk exposure	<u>2,655,348,549</u>	<u>2,360,962,154</u>	<u>1,719,705,501</u>	<u>156,397,303</u>	<u>229,459,056</u>	<u>1,370,046,277</u>	<u>1,890,949,649</u>	<u>10,382,868,489</u>
In KHR'000 equivalent (Note 5)	<u>10,647,947,681</u>	<u>9,467,458,238</u>	<u>6,896,019,059</u>	<u>627,153,185</u>	<u>920,130,815</u>	<u>5,493,885,571</u>	<u>7,582,708,092</u>	<u>41,635,302,641</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(d) Concentration of risks of financial assets with credit risk exposure (continued)

(ii) Industry sectors (continued)

	The Bank							
	Financial institutions US\$	Wholesale and retail US\$	Services US\$	Housing US\$	Manufacturing US\$	Agriculture US\$	Others US\$	Total US\$
As at 31 December 2024								
Credit exposure for on-balance sheet financial assets:								
Deposits and placements with other banks, net	1,958,058,129	-	-	-	-	-	-	1,958,058,129
Financial investments	-	-	-	-	-	-	471,804,878	471,804,878
Loans and advances, net	1,145,342	2,281,901,545	1,657,564,883	166,238,525	230,398,146	1,410,570,434	1,114,007,136	6,861,826,011
Derivative financial instruments	2,250,246	-	-	-	-	-	-	2,250,246
Other financial assets	5,722,092	-	-	-	-	-	3,827,204	9,549,296
	<u>1,967,175,809</u>	<u>2,281,901,545</u>	<u>1,657,564,883</u>	<u>166,238,525</u>	<u>230,398,146</u>	<u>1,410,570,434</u>	<u>1,589,639,218</u>	<u>9,303,488,560</u>
Credit exposure for off-balance sheet items:								
Unused portion of loan commitment	-	-	-	-	-	-	300,734,637	300,734,637
Bank guarantees	-	-	-	-	-	-	24,254,480	24,254,480
Letters of credit	-	-	-	-	-	-	9,241,756	9,241,756
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>334,230,873</u>	<u>334,230,873</u>
Total maximum credit risk exposure	<u>1,967,175,809</u>	<u>2,281,901,545</u>	<u>1,657,564,883</u>	<u>166,238,525</u>	<u>230,398,146</u>	<u>1,410,570,434</u>	<u>1,923,870,091</u>	<u>9,637,719,433</u>
In KHR'000 equivalent (Note 5)	<u>7,917,882,631</u>	<u>9,184,653,719</u>	<u>6,671,698,654</u>	<u>669,110,063</u>	<u>927,352,538</u>	<u>5,677,545,997</u>	<u>7,743,577,116</u>	<u>38,791,820,718</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(e) Write-off policy

Financial instruments can be written off under the judgment of the Management Credit Committee when the Group and the Bank lose control on its contractual rights over that facility or when all or part of the facility is deemed uncollectible; this is particularly the case when there is no realistic prospect of recovery from the counterparty or when the Group and the Bank have lost control over its contractual rights on the facility due to any decision of a court of law. Circumstances where a facility should be written off also include, but are not limited to:

- a) All forms of securities or collateral have been called and realised but proceeds failed to cover the entire outstanding amount of the facility.
- b) The Group and the Bank are unable to collect or there is no longer reasonable assurance that the Group and the Bank will collect all amounts due according to the contractual terms of the facility agreement.
- c) The counterparty has become bankrupt or is undergoing other forms of financial restructuring, and as a consequence, it will unlikely to service the facility.
- d) The facility has been classified under loss category.

(f) Credit quality of financial assets

CIFRS 9 provides ECL of which the Group and the Bank expect to experience on an account over either a 12-month horizon (Stage 1) or a lifetime horizon (Stage 2 and Stage 3). The change in approach to provisioning introduced by CIFRS 9 is designed to:

- Ensure a timely recognition of credit losses, which is more reflective than the previous Incurred Loss Model;
- Distinguish between financial instruments that have significantly deteriorated in credit quality and those that have not; and
- Provide a better estimate of ECL given the macroeconomic environment.

The Group and the Bank apply a three-stage approach based on the change in credit quality since initial recognition:

3-Stage approach	Stage 1	Stage 2	Stage 3
	Performing	Underperforming	Nonperforming
Recognition of ECL	12-month ECL	Lifetime ECL	Lifetime ECL
Criterion	No significant increase in credit risk	Credit risk increased significantly	Credit-impaired assets
Basis of calculation of profit revenue	On gross carrying amount	On gross carrying amount	On net carrying amount

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)**41.1 Credit risk (continued)****(f) Credit quality of financial assets (continued)***Recognition of ECL*

Financial assets that are measured at amortised cost or through other comprehensive income will be subjected to impairment assessment.

The Group and the Bank measured ECL by using the general approach and the simplified approach. The general approach consists of segregating the customers into three different stages according to the staging criteria by assessing the credit risk. 12-month ECL will be computed for Stage 1, while lifetime ECL will be computed for Stage 2 and Stage 3. At each reporting date, the Group and the Bank will assess credit risk of each account as compared to the risk level at origination date.

As for financial assets that are short-term in nature, a simplified approach will be adopted where it will be either performing (Stage1) or non-performing loan ("NPL") (Stage 3) based on the default indicator.

Below is a table showing a summary of credit risk status and period for ECL calculation by stages:

ACLEDA Bank Plc.

Staging	Risk Level / Rating Grade	Days Past Due	NBC's Classification	Status	Default Indicator
1	1	LT*: $0 \leq \text{DPD} \leq 29$ ST**: $0 \leq \text{DPD} \leq 14$	Normal	-	Not in Default / Performing
	2				
	3				
	4				
	5				
	6				
2	7	LT*: $30 \leq \text{DPD} \leq 89$ ST**: $15 \leq \text{DPD} \leq 30$	Special Mention	SICR	
3	8	LT*: $90 \leq \text{DPD} \leq 179$ ST**: $31 \leq \text{DPD} \leq 60$	Substandard	NPL	Default / Non-Performing
	9	LT*: $180 \leq \text{DPD} \leq 359$ ST**: $61 \leq \text{DPD} \leq 90$	Doubtful		
	10	LT*: $\text{DPD} \geq 360$ ST**: $\text{DPD} \geq 91$	Loss		

*Long-term facilities; **Short-term facilities

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(f) Credit quality of financial assets (continued)

Recognition of ECL (continued)

ACLEDA Bank Lao Ltd.

Staging	Days Past Due	BOL's Classification	Status	Default Indicator
1	$0 \leq \text{DPD} \leq 29$	Normal	-	Not in Default / Performing
2	$30 \leq \text{DPD} \leq 89$	Special Mention	SICR	
3	$90 \leq \text{DPD} \leq 179$	Substandard	NPL	Default / Non-performing
	$180 \leq \text{DPD} \leq 359$	Doubtful		
	$\text{DPD} \geq 360$	Loss		

ACLEDA MFI Myanmar Co., Ltd.

Staging	Days Past Due	Financial Regulatory Department's Classification	Status	Default Indicator
1	On time	Normal	-	Not in Default / Performing
2	$0 \leq \text{DPD} \leq 29$	Substandard	SICR	
3	$30 \leq \text{DPD} \leq 60$	Watch	NPL	Default / Non-performing
	$61 \leq \text{DPD} \leq 90$	Doubtful		
	$\text{DPD} \geq 91$	Loss		

Credit classification for financial assets

The Bank follows the mandatory loan classification and provisioning as required by the NBC's Prakas No. B7-017-344 dated 1 December 2017 and Circular No. B7-018-001 Sor Ror Chor Nor dated 16 February 2018 on Credit Risk Grading and Impairment Provisioning. Loans and advances and other financial assets are classified into five classifications as described below:

CLASSES/CRITERIA	PAYMENT EXPERIENCED	
	As for facilities, which have an original term of more than one year	As for facilities that have an original term of one year or less
1 - NORMAL Timely repayment of an outstanding facility classified in this class is not in doubt. Repayment is steadily made according to the contractual terms and the facility does not exhibit any potential weakness in repayment capacity, business, cash flow, and financial position of the counterparty.	Punctual	Punctual

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)**41.1 Credit risk** (continued)

(f) Credit quality of financial assets (continued)

Credit classification for financial assets (continued)

CLASSES/CRITERIA	PAYMENT EXPERIENCED	
	As for facilities, which have an original term of more than one year	As for facilities that have an original term of one year or less
2 - SPECIAL MENTION A facility in this class is currently protected and may not be past due but it exhibits potential weaknesses that, if not corrected in a timely manner, may adversely affect repayment by the counterparty at a future date, and warrant close attention by the Bank. Examples of such weaknesses include, but are not limited to, a declining trend in the operations of the counterparty or in its financial position, adverse economic and market conditions that might all affect its profitability and its future repayment capacity, or deteriorating conditions on the collateral. This class has clearly its own rational and should not be used as a compromise between Normal and Substandard.	<ul style="list-style-type: none"> - When any facility is past due from 30 days to 89 days. - When interest payments for 30 to 89 days have been capitalised, refinanced, or rolled over into a new facility. 	<ul style="list-style-type: none"> - When any facility is past due for a maximum of 30 days. - When interest payments for a maximum of 30 days have been capitalised, refinanced, or rolled over into a new facility. - In case of overdrafts, excess of the approval limit is for a maximum of 30 days, or the current account has been inactive for a maximum of 30 days, or the net inflows on the current account have not been enough to cover capitalised interests for a maximum of 30 days.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)**41.1 Credit risk** (continued)

(f) Credit quality of financial assets (continued)

Credit classification for financial assets (continued)

CLASSES/CRITERIA	PAYMENT EXPERIENCED	
	As for facilities, which have an original term of more than one year	As for facilities that have an original term of one year or less
3 - SUBSTANDARD A facility in this class exhibits noticeable weakness and is not adequately protected by the current business, financial position, or repayment capacity of the counterparty. In essence, the primary source of repayment is not sufficient to service the debt and the Bank must look to secondary sources, such as the realisation of the collateral, in relation with the counterparty. Factors leading to a Substandard classification include: <ul style="list-style-type: none"> ▪ Inability of the counterparty to meet the contractual repayments' terms. ▪ Unfavourable economic and market conditions that would affect the business and profitability of the counterparty in the future. ▪ Weakened financial condition and/or inability of the counterparty to generate enough cash flow to service the payments. ▪ Difficulties experienced by the counterparty in repaying other facilities granted by the Bank or by other institutions when the information is available. ▪ Breach of financial covenants by the counterparty. 	<ul style="list-style-type: none"> - When any facility is past due from 90 days to 179 days. - When interest payments for 90 to 179 days have been capitalised, refinanced, or rolled over into a new facility. 	<ul style="list-style-type: none"> - When any facility is past due for a maximum of 60 days. - When interest payments for a maximum of 60 days have been capitalised, refinanced, or rolled over into a new facility. - In case of overdrafts, excess of the approval limit is for a maximum of 60 days, or the current account has been inactive for a maximum of 60 days. - The overdraft that had no net inflow for 60 days must be modified into a term loan.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)**41.1 Credit risk** (continued)

(f) Credit quality of financial assets (continued)

Credit classification for financial assets (continued)

CLASSES/CRITERIA	PAYMENT EXPERIENCED	
	As for facilities, which have an original term of more than one year	As for facilities that have an original term of one year or less
4 - DOUBTFUL A facility classified in this category faces similar but more severe weaknesses than one classified as Substandard such that its full collection on the basis of existing facts, conditions, or collateral value is highly questionable or improbable. The prospect of loss is high, even if the exact amount remains undetermined for now.	<ul style="list-style-type: none"> - When any facility is past due from 180 days to 359 days. - When interest payment for 180 to 359 days has been capitalised or rolled over into a new facility. 	<ul style="list-style-type: none"> - When any facility is past due for a maximum of 90 days. - When interest payment for a maximum of 90 days have been capitalised or rolled over into a new facility. - In case of overdrafts, excess of the approval limit is for a maximum of 90 days, or the current account has been inactive for a maximum of 90 days.
5 - LOSS A facility is classified as Loss when it is not collectible, and little or nothing can be done to recover the outstanding amount from the counterparty.	<ul style="list-style-type: none"> - When any facility is past due from 360 days. - When interest payment for 360 days or more have been capitalised or rolled over into a new facility. 	<ul style="list-style-type: none"> - When any facility is past due for a maximum of 180 days. - When interest payment for a maximum of 180 days have been capitalised or rolled over into a new facility. - In case of overdrafts, excess of the approval limit is for a maximum of 180 days, or the current account has been inactive for a maximum of 180 days.

With regard to facilities with repayments on a quarterly, semi-annual, or longer basis, facilities must be classified as Substandard or worse depending on the situation of the counterparty as soon as a default occurs. For the purpose of the table above, the default will be considered as having occurred 5 working days after the payment due date. The classification as Substandard will be allowed only in case where the counterparty has clearly demonstrated that its inability to pay in due time is only temporary.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(f) Credit quality of financial assets (continued)

Credit classification for financial assets (continued)

Facilities that are classified Substandard, Doubtful or Loss will be considered as "Non-performing" facilities. Other facilities will be considered as "Performing". In addition to the classification according to days past due information and risk level, the Group and the Bank also perform manual classification when there is a sign of deterioration in the credit profile. The Group and the Bank might classify the loans under "Normal" and "Special Mention" classification into Stage 3 when there are other credit impaired indicator.

The credit quality of financial instruments other than loans, and advance and financing are determined based on the ratings of counterparties as defined equivalent ratings of other international rating agencies as defined below.

Credit Quality	Description
Sovereign	Refer to financial assets issued by central banks or guarantees by central bank.
Investment grade	Refer to the credit quality of the financial asset that the issuer is able to meet payment obligation and exposure bondholder to low credit risk of default.
Non-investment grade	Refer to low credit quality of the financial asset that is highly exposed to default risk.
No rating	Refer to financial assets which are currently not assigned with ratings due to unavailability of ratings models.
Credit impaired	Refers to the asset that is being impaired.

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(f) Credit quality of financial assets (continued)

Credit classification for financial assets (continued)

The following table sets out information about the credit quality of financial assets measured at amortised cost. Unless specifically indicated, for financial assets, the amounts in the table represent gross carrying amounts. For loan commitments and financial guarantee contracts, the amounts in the table represent the amounts committed or guaranteed, respectively.

Loans and advances at amortised cost

	30 June 2025				31 December 2024			
	Stage 1: 12-month ECL US\$	Stage 2: Lifetime ECL not credit impaired US\$	Stage 3: Lifetime ECL credit impaired US\$	Total US\$	Stage 1: 12-month ECL US\$	Stage 2: Lifetime ECL not credit impaired US\$	Stage 3: Lifetime ECL credit impaired US\$	Total US\$
The Group								
Normal	6,775,346,012	20,867	-	6,775,366,879	6,618,098,173	15,010	1,859,301	6,619,972,484
Special mention	83,800	68,053,006	187,174	68,323,980	63,897	50,811,047	-	50,874,944
Substandard	-	-	76,666,115	76,666,115	-	-	60,316,024	60,316,024
Doubtful	-	-	68,970,224	68,970,224	-	-	87,712,473	87,712,473
Loss	-	-	345,189,367	345,189,367	-	-	300,147,265	300,147,265
Total gross carrying amount	6,775,429,812	68,073,873	491,012,880	7,334,516,565	6,618,162,070	50,826,057	450,035,063	7,119,023,190
ECL allowance	(29,439,987)	(10,997,416)	(71,665,173)	(112,102,576)	(23,390,855)	(6,948,824)	(65,519,407)	(95,859,086)
Carrying amount	6,745,989,825	57,076,457	419,347,707	7,222,413,989	6,594,771,215	43,877,233	384,515,656	7,023,164,104
In KHR'000 equivalent (Note 5)	27,051,419,198	228,876,593	1,681,584,305	28,961,880,096	26,543,954,141	176,605,863	1,547,675,515	28,268,235,519
The Bank								
Normal	6,617,893,878	20,867	-	6,617,914,745	6,466,581,612	15,010	1,859,301	6,468,455,923
Special mention	-	66,326,019	187,174	66,513,193	-	50,528,095	-	50,528,095
Substandard	-	-	75,154,086	75,154,086	-	-	59,566,937	59,566,937
Doubtful	-	-	68,150,159	68,150,159	-	-	86,494,463	86,494,463
Loss	-	-	320,389,479	320,389,479	-	-	276,340,361	276,340,361
Total gross carrying amount	6,617,893,878	66,346,886	463,880,898	7,148,121,662	6,466,581,612	50,543,105	424,261,062	6,941,385,779
ECL allowance	(26,589,681)	(10,842,834)	(57,518,665)	(94,951,180)	(21,079,267)	(6,919,295)	(51,561,206)	(79,559,768)
Carrying amount	6,591,304,197	55,504,052	406,362,233	7,053,170,482	6,445,502,345	43,623,810	372,699,856	6,861,826,011
In KHR'000 equivalent (Note 5)	26,431,129,830	222,571,249	1,629,512,554	28,283,213,633	25,943,146,939	175,585,835	1,500,116,920	27,618,849,694

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(f) Credit quality of financial assets (continued)

Credit classification for financial assets (continued)

Financial investments at amortised cost	30 June 2025				31 December 2024			
	Stage 1: 12-month ECL US\$	Stage 2: Lifetime ECL not credit impaired US\$	Stage 3: Lifetime ECL credit impaired US\$	Total US\$	Stage 1: 12-month ECL US\$	Stage 2: Lifetime ECL not credit impaired US\$	Stage 3: Lifetime ECL credit impaired US\$	Total US\$
The Group								
No rating	30,544,520	-	-	30,544,520	31,609,315	-	-	31,609,315
Sovereign	213,583,673	-	-	213,583,673	440,057,928	-	-	440,057,928
Total gross carrying amount	244,128,193	-	-	244,128,193	471,667,243	-	-	471,667,243
ECL allowance	(720,632)	-	-	(720,632)	(52,035)	-	-	(52,035)
Carrying amount	243,407,561	-	-	243,407,561	471,615,208	-	-	471,615,208
<i>In KHR'000 equivalent (Note 5)</i>	<i>976,064,320</i>	<i>-</i>	<i>-</i>	<i>976,064,320</i>	<i>1,898,251,212</i>	<i>-</i>	<i>-</i>	<i>1,898,251,212</i>
The Bank								
No rating	30,544,520	-	-	30,544,520	31,609,315	-	-	31,609,315
Sovereign	213,583,673	-	-	213,583,673	440,057,928	-	-	440,057,928
Total gross carrying amount	244,128,193	-	-	244,128,193	471,667,243	-	-	471,667,243
ECL allowance	(720,632)	-	-	(720,632)	(52,035)	-	-	(52,035)
Carrying amount	243,407,561	-	-	243,407,561	471,615,208	-	-	471,615,208
<i>In KHR'000 equivalent (Note 5)</i>	<i>976,064,320</i>	<i>-</i>	<i>-</i>	<i>976,064,320</i>	<i>1,898,251,212</i>	<i>-</i>	<i>-</i>	<i>1,898,251,212</i>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(f) Credit quality of financial assets (continued)

Credit classification for financial assets (continued)

Deposits and placements with other
banks, net

	30 June 2025				31 December 2024			
	Stage 1: 12-month ECL US\$	Stage 2: Lifetime ECL not credit impaired US\$	Stage 3: Lifetime ECL credit impaired US\$	Total US\$	Stage 1: 12-month ECL US\$	Stage 2: Lifetime ECL not credit impaired US\$	Stage 3: Lifetime ECL credit impaired US\$	Total US\$
The Group								
Investment grade	1,208,124,589	-	-	1,208,124,589	690,524,205	-	-	690,524,205
Non-investment grade	1,478,859,293	-	-	1,478,859,293	1,291,344,452	-	-	1,291,344,452
No rating	4,770,147	-	-	4,770,147	1,145,913	-	-	1,145,913
Total gross carrying amount	2,691,754,029	-	-	2,691,754,029	1,983,014,570	-	-	1,983,014,570
ECL allowance	(787,075)	-	-	(787,075)	(622,908)	-	-	(622,908)
Carrying amount	2,690,966,954	-	-	2,690,966,954	1,982,391,662	-	-	1,982,391,662
In KHR'000 equivalent (Note 5)	10,790,777,486	-	-	10,790,777,486	7,979,126,440	-	-	7,979,126,440
The Bank								
Investment grade	1,206,348,410	-	-	1,206,348,410	689,828,449	-	-	689,828,449
Non-investment grade	1,421,506,162	-	-	1,421,506,162	1,268,751,264	-	-	1,268,751,264
No rating	33,022	-	-	33,022	39,306	-	-	39,306
Total gross carrying amount	2,627,887,594	-	-	2,627,887,594	1,958,619,019	-	-	1,958,619,019
ECL allowance	(593,011)	-	-	(593,011)	(560,890)	-	-	(560,890)
Carrying amount	2,627,294,583	-	-	2,627,294,583	1,958,058,129	-	-	1,958,058,129
In KHR'000 equivalent (Note 5)	10,535,451,278	-	-	10,535,451,278	7,881,183,969	-	-	7,881,183,969

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(f) Credit quality of financial assets (continued)

Credit classification for financial assets (continued)

Other financial assets	30 June 2025				31 December 2024			
	Stage 1: 12-month ECL US\$	Stage 2: Lifetime ECL not credit impaired US\$	Stage 3: Lifetime ECL credit impaired US\$	Total US\$	Stage 1: 12-month ECL US\$	Stage 2: Lifetime ECL not credit impaired US\$	Stage 3: Lifetime ECL credit impaired US\$	Total US\$
The Group								
Investment grade	758,000	-	-	758,000	758,000	-	-	758,000
No rating	14,014,650	-	-	14,014,650	10,765,069	-	-	10,765,069
Total gross carrying amount	14,772,650	-	-	14,772,650	11,523,069	-	-	11,523,069
ECL allowance	(474,078)	-	-	(474,078)	(32,158)	-	-	(32,158)
Carrying amount	14,298,572	-	-	14,298,572	11,490,911	-	-	11,490,911
<i>In KHR'000 equivalent (Note 5)</i>	<i>57,337,274</i>	<i>-</i>	<i>-</i>	<i>57,337,274</i>	<i>46,250,917</i>	<i>-</i>	<i>-</i>	<i>46,250,917</i>
The Bank								
Investment grade	758,000	-	-	758,000	758,000	-	-	758,000
No rating	12,291,004	-	-	12,291,004	8,799,171	-	-	8,799,171
Total gross carrying amount	13,049,004	-	-	13,049,004	9,557,171	-	-	9,557,171
ECL allowance	(420,976)	-	-	(420,976)	(7,875)	-	-	(7,875)
Carrying amount	12,628,028	-	-	12,628,028	9,549,296	-	-	9,549,296
<i>In KHR'000 equivalent (Note 5)</i>	<i>50,638,392</i>	<i>-</i>	<i>-</i>	<i>50,638,392</i>	<i>38,435,916</i>	<i>-</i>	<i>-</i>	<i>38,435,916</i>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(f) Credit quality of financial assets (continued)

Credit classification for financial assets (continued)

Financial guarantee contracts	30 June 2025				31 December 2024			
	Stage 1: 12-month ECL US\$	Stage 2: Lifetime ECL not credit impaired US\$	Stage 3: Lifetime ECL credit impaired US\$	Total US\$	Stage 1: 12-month ECL US\$	Stage 2: Lifetime ECL not credit impaired US\$	Stage 3: Lifetime ECL credit impaired US\$	Total US\$
The Group								
No rating	82,730,700	-	-	82,730,700	67,095,997	-	-	67,095,997
Total gross carrying amount	82,730,700	-	-	82,730,700	67,095,997	-	-	67,095,997
ELC allowance	(52,899)	-	-	(52,899)	(52,540)	-	-	(52,540)
Carrying amount	82,677,801	-	-	82,677,801	67,043,457	-	-	67,043,457
<i>In KHR'000 equivalent (Note 5)</i>	<i>331,537,982</i>	<i>-</i>	<i>-</i>	<i>331,537,982</i>	<i>269,849,914</i>	<i>-</i>	<i>-</i>	<i>269,849,914</i>
The Bank								
No rating	84,366,227	-	-	84,366,227	79,896,493	-	-	79,896,493
Total gross carrying amount	84,366,227	-	-	84,366,227	79,896,493	-	-	79,896,493
ECL allowance	(72,089)	-	-	(72,089)	(85,404)	-	-	(85,404)
Carrying amount	84,294,138	-	-	84,294,138	79,811,089	-	-	79,811,089
<i>In KHR'000 equivalent (Note 5)</i>	<i>338,019,493</i>	<i>-</i>	<i>-</i>	<i>338,019,493</i>	<i>321,239,633</i>	<i>-</i>	<i>-</i>	<i>321,239,633</i>

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL

Significant increase in credit risk

The Group and the Bank consider that a significant increase in credit risk occurs no later than when an asset is more than or equal to 30 days past due for long-term facilities or more than or equal to 15 days past due for short-term facilities. Days past due is determined by counting the number of days since the earliest elapsed due date in respect of which full payment has not been received. Due dates are determined without considering any grace period that might be available to the Borrower.

The Group and the Bank use the days past due ("DPD") information, qualitative assessment in compliance with the central banks' classification, and credit scoring/rating at origination for staging criteria as disclosed in table 39.1(f).

If there is evidence that there is no longer a significant increase in credit risk relative to initial recognition, then the loss allowance on an instrument returns to being measured as 12-month ECL. Some qualitative indicators of an increase in credit risk, such as delinquency, may be indicative of an increased risk of default that persists after the indicator itself has ceased to exist. In these cases, the Group and the Bank determine a probation period during which the financial asset is required to demonstrate good behaviour to provide evidence that its credit risk has declined sufficiently. When contractual terms of a loan have been modified, evidence that the criteria for recognising lifetime ECL are no longer met includes a history of up-to-date payment performance against the modified contractual terms.

The Group and the Bank monitor the effectiveness of the criteria used to identify significant increases in credit risk by regular reviews to confirm that:

- the criteria are capable of identifying significant increases in credit risk before an exposure is in default;
- the criteria do not align with the point in time when an asset becomes past due;
- exposures are not generally transferred directly from 12-month ECL measurement to credit-impaired; and,
- there is no unwarranted volatility in loss allowance from transfers between 12-month PD (Stage 1) and lifetime PD (Stage 2).

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)**41.1 Credit risk** (continued)

(g) Amounts arising from ECL (continued)

Definition of default

The Group and the Bank consider a financial asset to be in default, as aligned with the NBC Prakas on Credit Risk Grading and Impairment Provisioning as stated in Article 17 and Article 19, when:

- 1) The default definition / non-performing facilities' definition for short-term and long-term facilities where original tenure is more than a year is as follows:

ACLEDA Bank Plc.

Staging	Risk Level / Rating Grade	Days Past Due	Classification	Default Indicator
3	8	LT*: $90 \leq \text{DPD} < 180$ ST**: $31 \leq \text{DPD} \leq 60$	Substandard	Default / Non-performing
	9	LT*: $180 \leq \text{DPD} < 360$ ST**: $61 \leq \text{DPD} \leq 90$	Doubtful	
	10	LT*: $\text{DPD} \geq 360$ ST**: $\text{DPD} \geq 91$	Loss	

*Long-term facilities; **Short-term facilities

ACLEDA Bank Lao Ltd.

Staging	Days Past Due	Classification	Default Indicator
3	$90 \leq \text{DPD} < 180$	Substandard	Default / Non-performing
	$180 \leq \text{DPD} < 360$	Doubtful	
	$\text{DPD} \geq 360$	Loss	

ACLEDA MFI Myanmar Co., Ltd.

Staging	Days Past Due	Classification	Default Indicator
3	$30 \leq \text{DPD} \leq 60$	Watch	Default / Non-performing
	$61 \leq \text{DPD} \leq 90$	Doubtful	
	$\text{DPD} \geq 91$	Loss	

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Definition of default (continued)

- 2) In addition to the classification according to days past due information, the Group and the Bank also perform manual classification when there is a sign of deterioration in the credit profile. The Group and the Bank might classify the loan into Substandard, Doubtful, or Loss even though the days past due is not falling within the default criteria.

Grouping of instruments for losses measured on a collective basis

For expected credit loss provisions modelled on a collective basis, a grouping of exposures is performed on the basis of shared risk characteristics, such that risk exposures within a group are homogeneous.

The Bank groups loans for losses measured on modelling of ECL calculation, including forward-looking information, based on industry which reflects the shared risk characteristics from its most recent observations and evolvement of the current economic condition.

Incorporation of forward-looking information

The Group and the Bank incorporate forward-looking information into both the assessment of whether the credit risk of an instrument has increased significantly since its initial recognition and in the measurement of ECL. Forward-looking information is incorporated to sectors for which there are statistical relationship between the Bank's observed default rates and macroeconomic variables (MEVs).

The Group and the Bank formulate three economic scenarios to reflect macro-economic conditions and the business environment starting with baseline, upside, and downside. According to the decision of the Group's and the Bank's senior management in December 2024, the probability-weighted of each scenario was determined based on specific drivers of credit risk by the economic sector as below:

No.	Business/Sub-Sector	Probabilities Weighted Outcome		
		As at 30 June 2025		
		Baseline	Upside	Downside
Agriculture				
1	Agriculture, forestry and fishing	60%	20%	20%
Industry				
2	Mining and quarrying	60%	20%	20%
3	Manufacturing	60%	20%	20%
4	Construction	60%	15%	25%
Service				
5	Utilities	60%	20%	20%
6	Wholesale trade	60%	25%	15%
7	Retail trade	60%	25%	15%
8	Accommodation and food service activities	60%	20%	20%
9	Arts, entertainment and recreation	60%	20%	20%
10	Financial and insurance activities	60%	25%	15%
11	Transport and storage	60%	25%	15%
12	Information and communications	60%	20%	20%
13	Rental and Operational Leasing Activities	60%	20%	20%
14	Real estate activities	60%	15%	25%
15	Education	60%	20%	20%
16	Human health and social work activities	60%	20%	20%
17	Activities of households	60%	20%	20%
18	Other lending	60%	20%	20%

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Incorporation of forward-looking information (continued)

For sub-sectors which were determined to have a probability 60% for baseline, 25% for upside, and 15% for down side due to the expectation of these sub-sector returning to pre-pandemic growth levels and the effective credit management practices of the Bank.

For sub-sectors which were determined to have a probability 60% for baseline, 20% for upside, and 20% for down side based on the anticipation that these sub-sectors will continue to grow, albeit at a slower pace.

For sub-sectors which were determined to have a probability 60% for baseline, 15% for upside, and 25% for down side based on the anticipation that these sub-sectors will have a stagnation due to economic challenges.

This strategic approach allows the Group and the Bank to assess and manage credit risk across different sectors within varying economic scenarios, supporting informed decision-making and risk management practices.

External information considerations include economic data and forecasts published by governmental bodies and monetary authorities in the countries where the Group and the Bank operate, supranational organisations, such as the International Monetary Fund and selected private-sector and academic forecasters.

The Group and the Bank have identified and documented key drivers of credit risk and credit losses for each portfolio of financial instruments in accordance with each country and, by using an analysis of historical data, have estimated relationships between macroeconomic variables ("MEVs") and credit risk and credit losses. The macroeconomic variables ("MEVs") of Cambodia is the key driver of the ECL of the Group. The Bank's ECL is covered over 85% and 83% of the Group's ECL as at 30 June 2025 and 31 December 2024, respectively.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)**41.1 Credit risk (continued)**

(g) Amounts arising from ECL (continued)

Incorporation of forward-looking information (continued)

For 2025, the economic scenarios of the Bank's portfolio used included the following key indicators for Cambodia from years 2026 to 2030:

Sectors	2026	2027	2028	2029	2030
1- Manufacturing					
- Cambodia Foreign Reserves (USD millions)					
Base	-4.97%	-5.95%	-6.23%	17.62%	17.62%
Upside	18.82%	17.85%	17.56%	41.42%	41.42%
Downside	-28.77%	-29.74%	-30.03%	-6.17%	-6.17%
- Nominal GDP (in KHR billions)					
Base	5.49%	5.56%	6.21%	6.99%	6.99%
Upside	17.72%	17.79%	18.44%	19.23%	19.23%
Downside	-6.74%	-6.67%	-6.02%	-5.24%	-5.24%
2- Retail Trade					
- Cambodia Foreign Reserves (USD millions)					
Base	-4.97%	-5.95%	-6.23%	17.62%	17.62%
Upside	18.82%	17.85%	17.56%	41.42%	41.42%
Downside	-28.77%	-29.74%	-30.03%	-6.17%	-6.17%
- Cambodia GDP at Constant 2014 Price (in KHR billions)					
Base	3.05%	3.01%	3.45%	4.45%	4.45%
Upside	12.02%	11.98%	12.42%	13.42%	13.42%
Downside	-5.92%	-5.95%	-5.52%	-4.52%	-4.52%
- US 1 Year Treasury Yield Curve Rates					
Base	0.0396	0.0167	0.0155	4.6168	4.6168
Upside	(24.5064)	(24.5293)	(24.5305)	(19.9292)	(19.9292)
Downside	24.5856	24.5627	24.5614	29.1627	29.1627
- Cambodia Foreign Reserves (USD millions).					
Base	8.93%	8.93%	8.44%	14.54%	14.54%
Upside	36.80%	36.80%	36.31%	42.42%	42.42%
Downside	-18.95%	-18.95%	-19.44%	-13.33%	-13.33%
- USDKHR					
Base	-1.19%	-1.22%	-1.20%	0.22%	0.22%
Upside	-2.58%	-2.61%	-2.59%	-1.17%	-1.17%
Downside	0.20%	0.17%	0.19%	1.61%	1.61%
3- Other Lending					
- Cambodia GDP at Constant 2014 Price (in KHR billions)					
Base	3.05%	3.01%	3.45%	4.45%	4.45%
Upside	12.02%	11.98%	12.42%	13.42%	13.42%
Downside	-5.92%	-5.95%	-5.52%	-4.52%	-4.52%
- Cambodia Foreign Reserves (USD millions)					
Base	-4.97%	-5.95%	-6.23%	17.62%	17.62%
Upside	18.82%	17.85%	17.56%	41.42%	41.42%
Downside	-28.77%	-29.74%	-30.03%	-6.17%	-6.17%
4- Transport and Storage					
- Nominal GDP (in KHR billions)					
Base	5.49%	5.56%	6.21%	6.99%	6.99%
Upside	17.72%	17.79%	18.44%	19.23%	19.23%
Downside	-6.74%	-6.67%	-6.02%	-5.24%	-5.24%
- Cambodia Foreign Reserves (USD millions)					
Base	-4.97%	-5.95%	-6.23%	17.62%	17.62%
Upside	18.82%	17.85%	17.56%	41.42%	41.42%
Downside	-28.77%	-29.74%	-30.03%	-6.17%	-6.17%

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)**41.1 Credit risk (continued)**

(g) Amounts arising from ECL (continued)

Incorporation of forward-looking information (continued)

Sectors	2026	2027	2028	2029	2030
5- Agriculture, Forestry and Fishing					
- US 1 Year Treasury Yield Curve Rates					
Base	0.0396	0.0167	0.0155	4.6168	4.6168
Upside	(24.5064)	(24.5293)	(24.5305)	(19.9292)	(19.9292)
Downside	24.5856	24.5627	24.5614	29.1627	29.1627
- Cambodia Foreign Reserves (USD millions)					
Base	8.93%	8.93%	8.44%	14.54%	14.54%
Upside	36.80%	36.80%	36.31%	42.42%	42.42%
Downside	-18.95%	-18.95%	-19.44%	-13.33%	-13.33%
6- Real Estate Activities					
- USDKHR					
Base	-0.88%	-0.92%	-0.98%	0.22%	0.22%
Upside	-2.27%	-2.32%	-2.37%	-1.17%	-1.17%
Downside	0.51%	0.47%	0.41%	1.61%	1.61%
- FDI (% of GDP)					
Base	9.36%	9.29%	9.29%	9.68%	9.68%
Upside	10.25%	10.18%	10.18%	10.57%	10.57%
Downside	8.47%	8.40%	8.40%	8.79%	8.79%
- Domestic credit to private sector (% of GDP)					
Base	126.64%	128.44%	128.68%	94.03%	94.03%
Upside	76.75%	78.55%	78.78%	44.14%	44.14%
Downside	176.53%	178.34%	178.57%	143.92%	143.92%

Predicted relationships between the key indicators and default and loss rates on various portfolios of financial assets have been developed based on analysing available historical data over the past 7 years.

Modified financial assets

The contractual terms of a loan may be modified for a number of reasons, including changing market conditions, customer retention, and other factors not related to a current or potential credit deterioration of the customer. An existing loan whose terms have been modified may be derecognised and the renegotiated loan recognised as a new loan at fair value in accordance with the accounting policy set out in Note 2(e)(iv).

When the terms of a financial asset are modified and the modification does not result in derecognition, the determination of whether the asset's credit risk has increased significantly reflects comparison of:

- the remaining lifetime PD at the reporting date based on the modified terms; and,
- the remaining lifetime PD estimated based on data on initial recognition and the original contractual terms.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Modified financial assets (continued)

When modification results in derecognition, a new loan is recognised and allocated to Stage 1 (assuming it is not credit-impaired at that time).

The revised terms usually include extending the maturity, changing the timing of interest payments and amending the terms of loan covenants.

Loss allowance

During the period, the allowance for/(reversal of) impairment losses recognised in the interim statements of profit or loss and other comprehensive income are as follows:

	The Group				The Bank			
	For the six-month period ended				For the six-month period ended			
	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024
	US\$	US\$	KHR'000 (Note 5)	KHR'000 (Note 5)	US\$	US\$	KHR'000 (Note 5)	KHR'000 (Note 5)
Financial instruments								
Deposits and placements with other banks	109,953	78,147	441,021	318,527	31,182	39,175	125,072	159,677
Loans and advances	37,433,994	42,573,627	150,147,750	173,530,104	35,831,077	41,457,515	143,718,448	168,980,831
Investments in debt securities	668,597	(272,668)	2,681,743	(1,111,395)	668,597	(272,668)	2,681,743	(1,111,395)
Other assets	20,381	(10,986)	81,748	(44,779)	(8,486)	(11,781)	(34,037)	(48,019)
	38,232,925	42,368,120	153,352,262	172,692,457	36,522,370	41,212,241	146,491,226	167,981,094
Financial guarantee contracts	(1,023)	24,919	(4,103)	101,570	(14,697)	23,868	(58,950)	97,286
Total	38,231,902	42,393,039	153,348,159	172,794,027	36,507,673	41,236,109	146,432,276	168,078,380

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Loss allowance (continued)

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024
	US\$	US\$	KHR'000 (Note 5)	KHR'000 (Note 5)	US\$	US\$	KHR'000 (Note 5)	KHR'000 (Note 5)
Financial instruments								
Deposits and placements with other banks	(46,739)	12,965	(187,190)	52,897	(11,485)	(34,723)	(45,997)	(141,670)
Loans and advances	16,399,110	22,357,138	65,678,436	91,217,123	15,860,932	21,776,763	63,523,033	88,849,193
Investments in debt securities	720,632	(147,474)	2,886,131	(601,694)	720,632	(147,474)	2,886,131	(601,694)
Other assets	(5,788)	(9,015)	(23,181)	(36,781)	(10,374)	(11,821)	(41,548)	(48,230)
	17,067,215	22,213,614	68,354,196	90,631,545	16,559,705	21,582,745	66,321,619	88,057,599
Financial guarantee contracts	621	(15,806)	2,487	(64,488)	(6,339)	(19,406)	(25,388)	(79,176)
Total	17,067,836	22,197,808	68,356,683	90,567,057	16,553,366	21,563,339	66,296,231	87,978,423

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Loss allowance (continued)

The following tables show the change of loss allowance between the beginning and the end of the period by class of financial instrument:

Loans and advances at amortised cost	30 June 2025				30 June 2024			
	For the six-month period ended				For the six-month period ended			
	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$
The Group								
Beginning of the period	23,390,856	6,948,824	65,519,406	95,859,086	8,966,649	5,322,333	41,357,796	55,646,778
Transfers to/(deduction from):								
Stage 1	(909,865)	225,304	684,561	-	(344,851)	94,613	250,238	-
Stage 2	2,998,863	(5,947,298)	2,948,435	-	1,888,498	(3,616,870)	1,728,372	-
Stage 3	668,104	227,179	(895,283)	-	152,128	540,472	(692,600)	-
Net remeasurement of loss allowance	(2,637,793)	5,081,466	26,484,775	28,928,448	3,555,810	3,419,920	27,700,272	34,676,002
New financial assets originated	8,655,915	5,095,534	2,182,966	15,934,415	7,794,093	2,720,037	5,364,216	15,878,346
Derecognition of financial assets	(2,742,783)	(610,064)	(4,076,022)	(7,428,869)	(1,372,905)	(1,391,515)	(5,216,301)	(7,980,721)
Write-offs	-	-	(21,190,172)	(21,190,172)	(1,950)	-	(17,220,486)	(17,222,436)
Currency translation differences	16,691	(23,529)	6,506	(332)	(128,853)	(16,728)	(56,281)	(201,862)
As at the end of the period	29,439,988	10,997,416	71,665,172	112,102,576	20,508,619	7,072,262	53,215,226	80,796,107
In KHR'000 equivalent (Note 5)	118,054,352	44,099,638	287,377,340	449,531,330	84,290,424	29,066,997	218,714,579	332,072,000

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 CREDIT RISK (continued)

(g) Amounts arising from ECL (continued)

Loss allowance (continued)

Loans and advances at amortised cost	30 June 2025				30 June 2024			
	For the six-month period ended				For the six-month period ended			
	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$
The Bank								
Beginning of the period	21,079,267	6,919,295	51,561,206	79,559,768	7,828,861	3,268,573	28,502,104	39,599,538
Transfers to/(deduction from):								
Stage 1	(876,253)	208,714	667,539	-	(311,448)	78,630	232,818	-
Stage 2	2,994,935	(5,927,958)	2,933,023	-	252,177	(1,903,080)	1,650,903	-
Stage 3	651,417	221,161	(872,578)	-	97,545	533,521	(631,066)	-
Net remeasurement of loss allowance	(1,649,871)	4,970,475	25,305,903	28,626,507	4,983,393	3,313,693	25,916,334	34,213,420
New financial assets originated	6,772,145	5,079,462	2,173,679	14,025,286	6,449,217	2,703,555	5,361,449	14,514,221
Derecognition of financial assets	(2,397,759)	(606,563)	(3,816,394)	(6,820,716)	(1,210,855)	(1,091,031)	(4,968,240)	(7,270,126)
Write-offs	-	-	(20,452,267)	(20,452,267)	(1,950)	-	(16,401,245)	(16,403,195)
Currency translation differences	15,800	(21,752)	18,554	12,602	(32,936)	(7,887)	(20,358)	(61,181)
As at the end of the period	26,589,681	10,842,834	57,518,665	94,951,180	18,054,004	6,895,974	39,642,699	64,592,677
In KHR'000 equivalent (Note 5)	106,624,621	43,479,764	230,649,847	380,754,232	74,201,956	28,342,453	162,931,493	265,475,902

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Loss allowance (continued)

Loans and advances at amortised cost	30 June 2025				30 June 2024			
	For the three-month period ended				For the three-month period ended			
	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$
The Group								
Beginning of the period	28,842,840	12,229,674	67,214,641	108,287,155	18,895,860	6,002,655	42,172,205	67,070,720
Transfers to/(deduction from):								
Stage 1	(36,694)	(288,595)	325,289	-	(20,078)	(114,068)	134,146	-
Stage 2	(412,100)	92,589	319,511	-	1,613,666	(1,502,430)	(111,236)	-
Stage 3	492,747	(451,600)	(41,147)	-	135,403	440,449	(575,852)	-
Net remeasurement of loss allowance	(1,782,354)	(4,295,779)	17,511,602	11,433,469	(3,566,568)	1,712,764	18,807,476	16,953,672
New financial assets originated	3,885,691	3,961,140	1,369,311	9,216,142	4,269,561	1,094,264	3,373,922	8,737,747
Derecognition of financial assets	(1,527,701)	(255,758)	(2,467,042)	(4,250,501)	(712,883)	(556,441)	(2,064,957)	(3,334,281)
Write-offs	-	-	(12,538,026)	(12,538,026)	(1,950)	-	(8,461,549)	(8,463,499)
Currency translation differences	(22,441)	5,745	(28,967)	(45,663)	(104,392)	(4,931)	(58,929)	(168,252)
As at the end of the period	29,439,988	10,997,416	71,665,172	112,102,576	20,508,619	7,072,262	53,215,226	80,796,107
In KHR'000 equivalent (Note 5)	118,054,352	44,099,638	287,377,340	449,531,330	84,290,424	29,066,997	218,714,579	332,072,000

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41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Loss allowance (continued)

Loans and advances at amortised cost	30 June 2025				30 June 2024			
	For the three-month period ended				For the three-month period ended			
	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$
The Bank								
Beginning of the period	26,068,312	12,050,943	53,094,784	91,214,039	17,767,601	3,690,769	29,144,829	50,603,199
Transfers to/(deduction from):								
Stage 1	(33,640)	(278,803)	312,443	-	(16,388)	(103,479)	119,867	-
Stage 2	(409,932)	93,248	316,684	-	(9,655)	134,922	(125,267)	-
Stage 3	484,776	(452,083)	(32,693)	-	89,659	443,327	(532,986)	-
Net remeasurement of loss allowance	(1,371,341)	(4,271,041)	16,911,467	11,269,085	(2,166,155)	1,047,468	17,354,603	16,235,916
New financial assets originated	3,165,840	3,947,700	1,360,024	8,473,564	3,054,359	2,029,700	3,371,155	8,455,214
Derecognition of financial assets	(1,291,364)	(254,692)	(2,335,661)	(3,881,717)	(597,605)	(344,821)	(1,971,941)	(2,914,367)
Write-offs	-	-	(12,091,574)	(12,091,574)	(1,950)	-	(7,680,424)	(7,682,374)
Currency translation differences	(22,970)	7,562	(16,809)	(32,217)	(65,862)	(1,912)	(37,137)	(104,911)
As at the end of the period	26,589,681	10,842,834	57,518,665	94,951,180	18,054,004	6,895,974	39,642,699	64,592,677
In KHR'000 equivalent (Note 5)	106,624,621	43,479,764	230,649,847	380,754,232	74,201,956	28,342,453	162,931,493	265,475,902

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Loss allowance (continued)

	30 June 2025				30 June 2024			
	For the six-month period ended				For the six-month period ended			
	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$
Deposits and placements with other banks, net								
The Group								
Beginning of the period	622,908	-	-	622,908	116,195	-	-	116,195
Allowance for impairment losses during the period	109,953	-	-	109,953	78,147	-	-	78,147
Currency translation differences	54,214	-	-	54,214	(5,952)	-	-	(5,952)
As at the end of the period	787,075	-	-	787,075	188,390	-	-	188,390
<i>In KHR'000 equivalent (Note 5)</i>	3,156,172	-	-	3,156,172	774,284	-	-	774,284
The Bank								
Beginning of the period	560,890	-	-	560,890	12,425	-	-	12,425
Allowance for impairment losses during the period	31,182	-	-	31,182	39,175	-	-	39,175
Currency translation differences	939	-	-	939	(351)	-	-	(351)
As at the end of the period	593,011	-	-	593,011	51,249	-	-	51,249
<i>In KHR'000 equivalent (Note 5)</i>	2,377,975	-	-	2,377,975	210,634	-	-	210,634

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Loss allowance (continued)

	30 June 2025				30 June 2024			
	For the three-month period ended				For the three-month period ended			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Deposits and placements with other banks, net								
The Group								
Beginning of the period	782,047	-	-	782,047	180,706	-	-	180,706
(Reversal of)/allowance for impairment losses during the period	(46,739)	-	-	(46,739)	12,965	-	-	12,965
Currency translation differences	51,767	-	-	51,767	(5,281)	-	-	(5,281)
As at the end of the period	787,075	-	-	787,075	188,390	-	-	188,390
<i>In KHR'000 equivalent (Note 5)</i>	3,156,172	-	-	3,156,172	774,284	-	-	774,284
The Bank								
Beginning of the period	604,920	-	-	604,920	86,219	-	-	86,219
Reversal of impairment losses during the period	(11,485)	-	-	(11,485)	(34,723)	-	-	(34,723)
Currency translation differences	(424)	-	-	(424)	(247)	-	-	(247)
As at the end of the period	593,011	-	-	593,011	51,249	-	-	51,249
<i>In KHR'000 equivalent (Note 5)</i>	2,377,975	-	-	2,377,975	210,634	-	-	210,634

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Loss allowance (continued)

Other financial assets	30 June 2025				30 June 2024			
	For the six-month period ended				For the six-month period ended			
	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$
The Group								
Beginning of the period	32,158	-	-	32,158	16,696	-	-	16,696
Adjustment	427,040	-	-	427,040	-	-	-	-
Allowance for/(reversal of) impairment losses during the period	20,381	-	-	20,381	(10,986)	-	-	(10,986)
Currency translation differences	(5,501)	-	-	(5,501)	(30)	-	-	(30)
As at the end of the period	474,078	-	-	474,078	5,680	-	-	5,680
<i>In KHR'000 equivalent (Note 5)</i>	<i>1,901,053</i>	<i>-</i>	<i>-</i>	<i>1,901,053</i>	<i>23,345</i>	<i>-</i>	<i>-</i>	<i>23,345</i>
The Bank								
Beginning of the period	7,875	-	-	7,875	13,786	-	-	13,786
Adjustment	427,040	-	-	427,040	-	-	-	-
Reversal of impairment losses during the period	(8,486)	-	-	(8,486)	(11,781)	-	-	(11,781)
Currency translation differences	(5,453)	-	-	(5,453)	(30)	-	-	(30)
As at the end of the period	420,976	-	-	420,976	1,975	-	-	1,975
<i>In KHR'000 equivalent (Note 5)</i>	<i>1,688,114</i>	<i>-</i>	<i>-</i>	<i>1,688,114</i>	<i>8,117</i>	<i>-</i>	<i>-</i>	<i>8,117</i>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Loss allowance (continued)

Other financial assets	30 June 2025				30 June 2024			
	For the three-month period ended				For the three-month period ended			
	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$
The Group								
Beginning of the period	52,369	-	-	52,369	14,746	-	-	14,746
Adjustment	427,040	-	-	427,040	-	-	-	-
Reversal of impairment losses during the period	(5,788)	-	-	(5,788)	(9,015)	-	-	(9,015)
Currency translation differences	457	-	-	457	(51)	-	-	(51)
As at the end of the period	474,078	-	-	474,078	5,680	-	-	5,680
<i>In KHR'000 equivalent (Note 5)</i>	<i>1,901,053</i>	<i>-</i>	<i>-</i>	<i>1,901,053</i>	<i>23,345</i>	<i>-</i>	<i>-</i>	<i>23,345</i>
The Bank								
Beginning of the period	3,805	-	-	3,805	13,847	-	-	13,847
Adjustment	427,040	-	-	427,040	-	-	-	-
Reversal of impairment losses during the period	(10,374)	-	-	(10,374)	(11,821)	-	-	(11,821)
Currency translation differences	505	-	-	505	(51)	-	-	(51)
As at the end of the period	420,976	-	-	420,976	1,975	-	-	1,975
<i>In KHR'000 equivalent (Note 5)</i>	<i>1,688,114</i>	<i>-</i>	<i>-</i>	<i>1,688,114</i>	<i>8,117</i>	<i>-</i>	<i>-</i>	<i>8,117</i>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Loss allowance (continued)

	30 June 2025				30 June 2024			
	For the six-month period ended				For the six-month period ended			
	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$
Investments in debt securities								
The Group								
Beginning of the period	52,035	-	-	52,035	629,260	-	-	629,260
Allowance for/(reversal of) impairment losses during the period	668,597	-	-	668,597	(272,668)	-	-	(272,668)
As at the end of the period	<u>720,632</u>	<u>-</u>	<u>-</u>	<u>720,632</u>	<u>356,592</u>	<u>-</u>	<u>-</u>	<u>356,592</u>
<i>In KHR'000 equivalent (Note 5)</i>	<u>2,889,734</u>	<u>-</u>	<u>-</u>	<u>2,889,734</u>	<u>1,465,593</u>	<u>-</u>	<u>-</u>	<u>1,465,593</u>
The Bank								
Beginning of the period	52,035	-	-	52,035	629,260	-	-	629,260
Allowance for/(reversal of) impairment losses during the period	668,597	-	-	668,597	(272,668)	-	-	(272,668)
As at the end of the period	<u>720,632</u>	<u>-</u>	<u>-</u>	<u>720,632</u>	<u>356,592</u>	<u>-</u>	<u>-</u>	<u>356,592</u>
<i>In KHR'000 equivalent (Note 5)</i>	<u>2,889,734</u>	<u>-</u>	<u>-</u>	<u>2,889,734</u>	<u>1,465,593</u>	<u>-</u>	<u>-</u>	<u>1,465,593</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Loss allowance (continued)

	30 June 2025				30 June 2024			
	For the three-month period ended				For the three-month period ended			
	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$	Stage 1 US\$	Stage 2 US\$	Stage 3 US\$	Total US\$
Investments in debt securities								
The Group								
Beginning of the period	-	-	-	-	504,066	-	-	504,066
Allowance for/(reversal of) impairment losses during the period	720,632	-	-	720,632	(147,474)	-	-	(147,474)
As at the end of the period	<u>720,632</u>	<u>-</u>	<u>-</u>	<u>720,632</u>	<u>356,592</u>	<u>-</u>	<u>-</u>	<u>356,592</u>
<i>In KHR'000 equivalent (Note 5)</i>	<u>2,889,734</u>	<u>-</u>	<u>-</u>	<u>2,889,734</u>	<u>1,465,593</u>	<u>-</u>	<u>-</u>	<u>1,465,593</u>
The Bank								
Beginning of the period	-	-	-	-	504,066	-	-	504,066
Allowance for/(reversal of) impairment losses during the period	720,632	-	-	720,632	(147,474)	-	-	(147,474)
As at the end of the period	<u>720,632</u>	<u>-</u>	<u>-</u>	<u>720,632</u>	<u>356,592</u>	<u>-</u>	<u>-</u>	<u>356,592</u>
<i>In KHR'000 equivalent (Note 5)</i>	<u>2,889,734</u>	<u>-</u>	<u>-</u>	<u>2,889,734</u>	<u>1,465,593</u>	<u>-</u>	<u>-</u>	<u>1,465,593</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Loss allowance (continued)

	30 June 2025				30 June 2024			
	For the six-month period ended				For the six-month period ended			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Financial guarantee contracts	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
The Group								
Beginning of the period	52,540	-	-	52,540	14,782	-	-	14,782
(Reversal of)/allowance for impairment losses during the period	(1,023)	-	-	(1,023)	24,919	-	-	24,919
Currency translation differences	1,381	-	-	1,381	(123)	-	-	(123)
As at the end of the period	52,898	-	-	52,898	39,578	-	-	39,578
<i>In KHR'000 equivalent (Note 5)</i>	<i>212,121</i>	<i>-</i>	<i>-</i>	<i>212,121</i>	<i>162,666</i>	<i>-</i>	<i>-</i>	<i>162,666</i>
The Bank								
Beginning of the period	85,404	-	-	85,404	62,307	-	-	62,307
(Reversal of)/allowance for impairment losses during the period	(14,697)	-	-	(14,697)	23,868	-	-	23,868
Currency translation differences	1,382	-	-	1,382	(115)	-	-	(115)
As at the end of the period	72,089	-	-	72,089	86,060	-	-	86,060
<i>In KHR'000 equivalent (Note 5)</i>	<i>289,077</i>	<i>-</i>	<i>-</i>	<i>289,077</i>	<i>353,707</i>	<i>-</i>	<i>-</i>	<i>353,707</i>

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41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(g) Amounts arising from ECL (continued)

Loss allowance (continued)

	30 June 2025				30 June 2024			
	For the three-month period ended				For the three-month period ended			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Financial guarantee contracts	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
The Group								
Beginning of the period	50,899	-	-	50,899	55,425	-	-	55,425
Allowance for/(reversal of) impairment losses during the period	621	-	-	621	(15,806)	-	-	(15,806)
Currency translation differences	1,378	-	-	1,378	(41)	-	-	(41)
As at the end of the period	52,898	-	-	52,898	39,578	-	-	39,578
In KHR'000 equivalent (Note 5)	212,121	-	-	212,121	162,666	-	-	162,666
The Bank								
Beginning of the period	77,049	-	-	77,049	105,500	-	-	105,500
Reversal of impairment losses during the period	(6,339)	-	-	(6,339)	(19,406)	-	-	(19,406)
Currency translation differences	1,379	-	-	1,379	(34)	-	-	(34)
As at the end of the period	72,089	-	-	72,089	86,060	-	-	86,060
In KHR'000 equivalent (Note 5)	289,077	-	-	289,077	353,707	-	-	353,707

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

40. FINANCIAL RISK MANAGEMENT (continued)**41.1 Credit risk (continued)****(h) Sensitivity Analysis on ECL Measurement**

Set out below is the Bank's ECL measurement as at 30 June 2025 and 30 June 2024 that would result from reasonably possible changes in the parameters from the actual assumptions used by the Bank in its economic variable assumptions.

	Change in MEVs		Impact on ECL			
	Upside Scenario	Downside Scenario	Upside Scenario in US\$	Downside Scenario in US\$	Upside Scenario in KHR'000	Downside Scenario in KHR'000
30 June 2025						
1- Manufacturing	Y1	Y1	(923,337)	1,720,740	(3,702,583)	6,900,167
- Cambodia Foreign Reserves (USD millions)	23.79%	-23.79%				
- Nominal GDP (in KHR billions)	12.23%	-12.23%				
2- Retail Trade			(8,564,464)	15,655,688	(34,343,499)	62,779,309
- Cambodia Foreign Reserves (USD millions)	23.79%	-23.79%				
- Cambodia GDP at Constant 2014 Price (in KHR billions)	8.97%	-8.97%				
- US 1 Year Treasury Yield Curve Rates	(24.55)	24.55				
- Cambodia Foreign Reserves (USD millions).	27.87%	-27.87%				
- USDKHR	-1.39%	1.39%				
3- Other Lending	Y1	Y1	(1,872,922)	4,524,898	(7,510,417)	18,144,841
- Cambodia GDP at Constant 2014 Price (in KHR billions)	8.97%	-8.97%				
- Cambodia Foreign Reserves (USD millions)	23.79%	-23.79%				
4- Transport and Storage			(1,352,875)	2,312,450	(5,425,029)	9,272,924
- Nominal GDP (in KHR billions)	12.23%	-12.23%				
- Cambodia Foreign Reserves (USD millions)	23.79%	-23.79%				
5- Agriculture, Forestry and Fishing			(617,684)	522,441	(2,476,914)	2,094,987
- US 1 Year Treasury Yield Curve Rates	(24.55)	24.55				
- Cambodia Foreign Reserves (USD millions)	27.87%	-27.87%				
6- Real Estate Activities			(330,516)	209,372	(1,325,371)	839,581
- USDKHR	-1.39%	1.39%				
- FDI (% of GDP)	0.89%	-0.89%				
- Domestic credit to private sector (% of GDP)	-49.89%	49.89%				

	Change in MEVs		Impact on ECL			
	Upside Scenario	Downside Scenario	Upside Scenario in US\$	Downside Scenario in US\$	Upside Scenario in KHR'000	Downside Scenario in KHR'000
30 June 2024						
1- Agriculture, Forestry and Fishing	Y ₉	Y ₉	(374,058)	278,951	(1,537,376)	1,146,489
- Goods and services credits/GDP	-20.34%	20.34%				
- Cambodia Foreign Reserves (millions USD)	24.85%	-24.85%				
2- Manufacturing			(710,731)	1,157,326	(2,921,105)	4,756,610
- Cambodia Foreign Reserves (millions USD)	23.79%	-23.79%				
- Nominal GDP (in KHR billions)	11.23%	-11.23%				
3- Utilities			(26,654)	49,053	(109,547)	201,609
- US 1 Year Treasury Yield Curve Rates	-2.29	2.29				
4- Retail Trade			(4,652,056)	6,871,253	(19,119,952)	28,240,848
- Cambodia Foreign Reserves (millions USD)	23.79%	-23.79%				
- Cambodia GDP at Constant 2000 Price (in KHR billions)	7.83%	-7.83%				
- Goods and services credits/GDP	-15.78%	15.78%				
- USDKHR	-1.34%	1.34%				
- Domestic credit to private sector (% of GDP)	-63.73%	63.73%				
5- Real Estate Activities			(219,499)	147,609	(902,141)	606,672
- Cambodia Foreign Reserves (millions USD)	26.50%	-26.50%				
- USDKHR	-1.34%	1.34%				
- Goods and services credits/GDP	-20.34%	20.34%				
6- Other Lending			(1,597,076)	3,122,731	(6,563,983)	12,834,425
- Cambodia GDP at Constant 2000 Price (in KHR billions)	7.83%	-7.83%				
- Cambodia Foreign Reserves (millions USD)	23.79%	-23.79%				

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.1 Credit risk (continued)

(i) Repossessed collateral

Reposessed collaterals are sold as soon as practicable. The Group and the Bank do not utilise the reposessed collaterals for its business use.

The Group and the Bank have obtained assets by taking possession of collaterals held as security as at 30 June 2025 amounting to US\$13,372,583 (31 December 2024: nil).

41.2 Market risk

The Group and the Bank are exposed to market risk, which is the risk of losses in on and off-balance sheet positions arising from movements in the market prices, such as interest rates, equity, foreign currency exchange rates, derivatives, and options, that could adversely affect the Group's and the Bank's future earnings, capital, or ability to meet business objectives.

The primary categories of market risk for the Group and the Bank are:

- (i) Interest rate risk: can lead to losses when there is an imbalance between assets and liabilities on which interest rates change periodically or at different intervals; and,
- (ii) Foreign exchange risk: can lead to losses when there is an imbalance between assets and liabilities in any particular currency.

Commodity risk and equity risk are not applicable at the moment given that the Group and the Bank do not hold any commodity or equity position.

The Board Risk Management and IT Committee is established by the Board of Directors to assist in the effective discharge of its responsibilities for risk management and to regularly review the Management's ability to assess and manage the Group's and the Bank's risks.

Market risks are managed based on the following principles and internal targets:

Principles of the market risk

- In line with sound banking principles, the Group and the Bank actively manage currencies and interest rate risk positions to hedge positions by matching assets and liabilities.
- The Group and the Bank shall not engage in activities to derive income from proprietary trading or speculation on the movements in exchange rates, interest rates, or value of securities.
- The market risk management framework comprises of core components such as (1) the effective governance and oversight by senior management and Board of Directors, (2) the effective implementation of risk appetite and tolerance, (3) effective implementation of risk management processes, and (4) effective technology and data infrastructure. It must be integrated into day-to-day management of business and operations to provide transparent and consistent management of market risk across the Bank.
- The day-to-day responsibility for market risk lies with the senior management of the treasury group.

Internal targets on the market risk

- The Bank will have internal target on foreign exchange currency mismatch per currency and cumulative mismatch for all foreign currencies to limit the adverse impact of foreign exchange risk.
- Relevant divisions and departments should regularly assess and monitor the perceived risks of non-compliance with the targets. Any breaches of internal targets should be reported to the ALCO and President & Group Managing Director.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.2 Market risk (continued)

Internal targets on the market risk(continued)

- The framework and guidelines for managing the metrics/internal targets is laid in the Risk Appetite Statement Operating Manual.

As at 30 June 2025 and 31 December 2024, the Group's and the Bank's derivative financial instruments and financial investments designated as FVOCI are valued at fair value in accordance with the methods as disclosed in Note 41. The Group and the Bank use derivative financial instruments, such as foreign exchange contract and interest rate swaps to hold its risk exposures.

(i) Interest rate risk

Cash flow interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of the changes in market interest rates. Fair value interest rate risk is the risk that the value of a financial instrument will fluctuate because of the changes in the market interest rates. Interest margins may increase as a result of changes but may reduce losses in the event that unexpected movements arise.

The Group's and the Bank's interest rate risk arise from borrowings and subordinated debts. Borrowings issued at variable rates expose the Group and the Bank to cash flow interest rate risk. The Group and the Bank manage cash flow interest rate risk by using floating-to-fixed interest rate swaps. Such interest rate swaps have the economic effect of converting borrowings from floating rates to fixed rates and recognising the interest expense based on that fixed interest rate. The Group and the Bank raise borrowings at floating rates and swaps them into fixed rate that are lower than those available if the Group and the Bank borrowed at fixed rates directly. Under the interest rate swaps, the Group and the Bank agree with other parties to exchange, at specified intervals (primarily semi-annually), the difference between fixed contract rates and floating rate interest amounts calculated by reference to the agreed notional amounts.

The tables on the next pages summarise the Group's and the Bank's exposure to interest rate risks. It includes the financial instruments at carrying amounts, categorised by the earlier of contractual repricing or maturity dates.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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41. FINANCIAL RISK MANAGEMENT (continued)

41.2 Market risk (continued)

(i) Interest rate risk (continued)

	The Group						
	Up to 1 month US\$	1 - 3 months US\$	3 - 12 months US\$	1 - 5 years US\$	Over 5 years US\$	Non-interest bearing US\$	Total US\$
As at 30 June 2025							
Financial assets							
Cash on hand	-	-	-	-	-	488,124,086	488,124,086
Deposits and placements with other banks, net	1,101,752,042	66,526,673	35,107,233	-	-	1,487,581,006	2,690,966,954
Financial investments	35,112,131	96,387,853	31,150,524	69,045,307	11,711,746	189,670	243,597,231
Loans and advances, net	211,440,890	264,741,137	1,139,465,502	4,859,555,300	747,211,160	-	7,222,413,989
Derivative financial instruments	-	-	-	-	-	1,055,033	1,055,033
Other financial assets	-	-	-	-	-	14,298,572	14,298,572
Total financial assets	1,348,305,063	427,655,663	1,205,723,259	4,928,600,607	758,922,906	1,991,248,367	10,660,455,865
Financial liabilities							
Deposits and placements of other banks and financial institutions	54,618,577	26,867,417	110,761,137	32,045,239	84,950,000	93,760,408	403,002,778
Deposits from customers	3,995,868,091	437,422,535	2,349,492,590	744,561,022	39,155,873	1,014,599,197	8,581,099,308
Lease liabilities	1,274,600	2,033,940	9,554,684	20,431,054	2,964,661	-	36,258,939
Borrowings	83,126,959	158,717,076	201,033,809	28,071,141	80,941	-	471,029,926
Subordinated debts	5,126,412	714,022	79,837,443	84,449,210	47,001,781	-	217,128,868
Debt securities	1,407,845	86,745	-	59,460,674	39,383,412	-	100,338,676
Other financial liabilities	-	-	-	-	-	71,055,793	71,055,793
Total financial liabilities	4,141,422,484	625,841,735	2,750,679,663	969,018,340	213,536,668	1,179,415,398	9,879,914,288
Net interest sensitivity gap	(2,793,117,421)	(198,186,072)	(1,544,956,404)	3,959,582,267	545,386,238	811,832,969	780,541,577
In KHR'000 equivalent (Note 5)	(11,200,400,858)	(794,726,149)	(6,195,275,180)	15,877,924,891	2,186,998,814	3,255,450,206	3,129,971,724
Unused portion of overdrafts	-	-	-	-	-	401,648,758	401,648,758
Guarantees, acceptances, and other financial facilities	-	-	-	-	-	89,663,286	89,663,286
Spot foreign exchange	-	-	-	-	-	367,778	367,778
Net interest sensitivity gap	-	-	-	-	-	491,679,822	491,679,822
In KHR'000 equivalent (Note 5)	-	-	-	-	-	1,971,636,087	1,971,636,087

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.2 Market risk (continued)

(i) Interest rate risk (continued)

	The Group						
	Up to 1 month US\$	1 - 3 months US\$	3 - 12 months US\$	1 - 5 years US\$	Over 5 years US\$	Non-interest bearing US\$	Total US\$
As at 31 December 2024							
Financial assets							
Cash on hand	-	-	-	-	-	513,942,123	513,942,123
Deposits and placements with other banks, net	269,880,105	39,734,617	9,986,747	-	-	1,662,790,193	1,982,391,662
Financial investments	121,762,168	222,042,864	91,759,404	36,050,772	-	189,670	471,804,878
Loans and advances, net	285,993,842	283,490,237	1,074,008,054	4,484,976,989	894,694,982	-	7,023,164,104
Derivative financial instruments	-	-	-	-	-	2,250,246	2,250,246
Other financial assets	-	-	-	-	-	11,490,911	11,490,911
Total financial assets	677,636,115	545,267,718	1,175,754,205	4,521,027,761	894,694,982	2,190,663,143	10,005,043,924
Financial liabilities							
Deposits and placements of other banks and financial institutions	78,792,658	47,715,044	66,459,658	31,490,442	84,950,000	87,106,549	396,514,351
Deposits from customers	3,708,534,414	668,970,196	1,828,565,079	791,849,431	46,546,760	918,075,554	7,962,541,434
Lease liabilities	1,251,812	1,943,831	9,349,834	20,071,729	2,404,542	-	35,021,748
Borrowings	85,104,169	208,450,298	278,099,429	34,737,644	466,335	-	606,857,875
Subordinated debts	-	207,709	80,144,418	53,607,544	44,802,437	-	178,762,108
Other financial liabilities	-	-	-	-	-	59,870,248	59,870,248
Total financial liabilities	3,873,683,053	927,287,078	2,262,618,418	931,756,790	179,170,074	1,065,052,351	9,239,567,764
Net interest sensitivity gap	(3,196,046,938)	(382,019,360)	(1,086,864,213)	3,589,270,971	715,524,908	1,125,610,792	765,476,160
In KHR'000 equivalent (Note 5)	(12,864,088,925)	(1,537,627,924)	(4,374,628,457)	14,446,815,658	2,879,987,755	4,530,583,437	3,081,041,544
Unused portion of overdrafts	-	-	-	-	-	301,771,170	301,771,170
Guarantees, acceptances, and other financial facilities	-	-	-	-	-	76,337,753	76,337,753
Net interest sensitivity gap	-	-	-	-	-	378,108,923	378,108,923
In KHR'000 equivalent (Note 5)	-	-	-	-	-	1,521,888,415	1,521,888,415

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.2 Market risk (continued)

(i) Interest rate risk (continued)

	The Bank						
	Up to 1 month US\$	1 - 3 months US\$	3 - 12 months US\$	1 - 5 years US\$	Over 5 years US\$	Non-interest bearing US\$	Total US\$
As at 30 June 2025							
Financial assets							
Cash on hand	-	-	-	-	-	478,005,435	478,005,435
Deposits and placements with other banks, net	1,099,297,782	65,181,608	35,107,233	-	-	1,427,707,960	2,627,294,583
Financial investments	35,112,131	96,387,853	31,150,524	69,045,307	11,711,746	189,670	243,597,231
Loans and advances, net	207,342,848	255,834,781	1,094,480,117	4,753,948,571	741,564,165	-	7,053,170,482
Derivative financial instruments	-	-	-	-	-	1,055,033	1,055,033
Other financial assets	-	-	-	-	-	12,628,028	12,628,028
Total financial assets	1,341,752,761	417,404,242	1,160,737,874	4,822,993,878	753,275,911	1,919,586,126	10,415,750,792
Financial liabilities							
Deposits and placements of other banks and financial institutions	52,290,985	21,742,945	93,166,929	31,950,114	84,950,000	96,181,683	380,282,656
Deposits from customers	3,956,959,238	425,327,220	2,277,433,442	720,023,751	36,603,409	998,868,018	8,415,215,078
Lease liabilities	1,265,919	1,956,043	9,114,514	19,447,423	2,098,264	-	33,882,163
Borrowings	80,412,444	158,369,220	198,514,200	26,584,815	80,941	-	463,961,620
Subordinated debts	5,126,412	714,022	79,837,443	84,449,210	47,001,781	-	217,128,868
Debt securities	1,407,845	86,745	-	59,460,674	39,383,412	-	100,338,676
Other financial liabilities	-	-	-	-	-	68,979,436	68,979,436
Total financial liabilities	4,097,462,843	608,196,195	2,658,066,528	941,915,987	210,117,807	1,164,029,137	9,679,788,497
Net interest sensitivity gap	(2,755,710,082)	(190,791,953)	(1,497,328,654)	3,881,077,891	543,158,104	755,556,989	735,962,295
In KHR'000 equivalent (Note 5)	(11,050,397,430)	(765,075,732)	(6,004,287,903)	15,563,122,343	2,178,063,997	3,029,783,526	2,951,208,801
Unused portion of overdrafts	-	-	-	-	-	399,526,909	399,526,909
Guarantees, acceptances, and other financial facilities	-	-	-	-	-	89,420,322	89,420,322
Spot foreign exchange	-	-	-	-	-	367,778	367,778
Net interest sensitivity gap	-	-	-	-	-	489,315,009	489,315,009
In KHR'000 equivalent (Note 5)	-	-	-	-	-	1,962,153,186	1,962,153,186

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.2 Market risk (continued)

(i) Interest rate risk (continued)

	The Bank						
	Up to 1 month US\$	1 - 3 months US\$	3 - 12 months US\$	1 - 5 years US\$	Over 5 years US\$	Non-interest bearing US\$	Total US\$
As at 31 December 2024							
Financial assets							
Cash on hand	-	-	-	-	-	503,459,073	503,459,073
Deposits and placements with other banks, net	269,811,306	39,734,617	9,986,747	-	-	1,638,525,459	1,958,058,129
Financial investments	121,762,168	222,042,864	91,759,404	36,050,772	-	189,670	471,804,878
Loans and advances, net	268,668,607	273,589,149	1,040,224,943	4,390,840,080	888,503,232	-	6,861,826,011
Derivative financial instruments	-	-	-	-	-	2,250,246	2,250,246
Other financial assets	-	-	-	-	-	9,549,296	9,549,296
Total financial assets	660,242,081	535,366,630	1,141,971,094	4,426,890,852	888,503,232	2,153,973,744	9,806,947,633
Financial liabilities							
Deposits and placements of other banks and financial institutions	70,141,726	43,107,413	52,899,088	31,205,000	84,950,000	90,424,377	372,727,604
Deposits from customers	3,675,824,782	659,612,510	1,790,317,304	773,548,615	44,008,276	901,986,902	7,845,298,389
Lease liabilities	1,229,811	1,921,389	9,086,126	19,097,738	1,448,488	-	32,783,552
Borrowings	85,082,759	208,205,771	273,050,435	31,716,715	466,335	-	598,522,015
Subordinated debts	-	207,709	80,144,418	53,607,544	44,802,437	-	178,762,108
Other financial liabilities	-	-	-	-	-	57,827,433	57,827,433
Total financial liabilities	3,832,279,078	913,054,792	2,205,497,371	909,175,612	175,675,536	1,050,238,712	9,085,921,101
Net interest sensitivity gap	(3,172,036,997)	(377,688,162)	(1,063,526,277)	3,517,715,240	712,827,696	1,103,735,032	721,026,532
In KHR'000 equivalent (Note 5)	(12,767,448,914)	(1,520,194,852)	(4,280,693,265)	14,158,803,841	2,869,131,476	4,442,533,504	2,902,131,790
Unused portion of overdrafts	-	-	-	-	-	300,734,637	300,734,637
Guarantees, acceptances, and other financial facilities	-	-	-	-	-	76,138,249	76,138,249
Net interest sensitivity gap	-	-	-	-	-	376,872,886	376,872,886
In KHR'000 equivalent (Note 5)	-	-	-	-	-	1,516,913,366	1,516,913,366

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)**41.2 Market risk (continued)***(i) Interest rate risk (continued)*

Fair value sensitivity analysis for fixed-rate instruments

The Group and the Bank do not account for any fixed-rate financial assets or financial liabilities at FVTPL. Therefore, a change in interest rates at the reporting date would not affect the interim statement of profit or loss and other comprehensive income.

Cash flow sensitivity analysis for variable-rate instruments

Interim statement of profit or loss and other comprehensive income is sensitive to higher/lower interest expenses from borrowings and subordinated debts as a result of changes in interest rates. The change of 25 basis points ("bp") in interest rates of borrowings and subordinated debts at the reporting date would not have a material effect on the interim statement of profit or loss and other comprehensive income of the Group and the Bank.

The Group's and the Bank's exposure to interest rate risk relates to borrowing of funds at both fixed and floating interest rates. This risk is managed by maintaining an appropriate mix between fixed and floating-rate borrowings and by the use of interest rate swap contracts and forward interest rate contracts. Hedging activities are evaluated regularly to align with interest rate views and defined risk appetite; ensuring optimal hedging strategies are applied, by either positioning the interim statement of financial position or protecting interest expense through different interest rate cycles.

Sensitivity analysis

Profit or loss is sensitive to higher/lower interest expense as a result of changes in interest rates. The table below outlines the impact on post tax profit on the changes in interest rates of subordinated debts:

	The Group		The Bank	
	For the six-month period ended		For the six-month period ended	
	US\$	KHR'000	US\$	KHR'000
		(Note 5)		(Note 5)
30 June 2025				
Interest rate increased by 25 bp	(379,129)	(1,520,307)	(379,129)	(1,520,307)
Interest rate decreased by 25 bp	379,129	1,520,307	379,129	1,520,307
	The Group		The Bank	
	For the six-month period ended		For the six-month period ended	
	US\$	KHR'000	US\$	KHR'000
		(Note 5)		(Note 5)
30 June 2024				
Interest rate increased by 25 bp	(520,932)	(2,141,031)	(520,932)	(2,141,031)
Interest rate decreased by 25 bp	520,932	2,141,031	520,932	2,141,031

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)**41.2 Market risk** (continued)(i) *Interest rate risk* (continued)

Sensitivity analysis (continued)

	The Group		The Bank	
	For the three-month period ended		For the three-month period ended	
	US\$	KHR'000	US\$	KHR'000
		(Note 5)		(Note 5)
30 June 2025				
Interest rate increased by 25 bp	(179,652)	(722,399)	(179,652)	(722,399)
Interest rate decreased by 25 bp	179,652	722,399	179,652	722,399

	The Group		The Bank	
	For the three-month period ended		For the three-month period ended	
	US\$	KHR'000	US\$	KHR'000
		(Note 5)		(Note 5)
30 June 2024				
Interest rate increased by 25 bp	(260,722)	(1,089,522)	(260,722)	(1,089,522)
Interest rate decreased by 25 bp	260,722	1,089,522	260,722	1,089,522

(ii) *Foreign exchange risk*

The Group operates in Cambodia, Lao PDR, and the Republic of the Union of Myanmar and transacts in many currencies. It is exposed to various currency risks, primarily with respect to KHR, Euro ("EUR"), THB, LAK, Japanese Yen, Australian Dollar ("AUD"), Vietnamese Dong, Canadian Dollar, MMK, and others.

Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is neither the Group's nor the Bank's functional currency.

The Management measures, closely monitors, and manages foreign exchange risk on a daily basis and takes action on time as necessary. Enough net open currency position is maintained which follows the regulatory requirements and internal risk policies.

The tables in the next pages summarise the Group's and the Bank's exposure to foreign currency exchange rate risk. Included in the tables are the financial instruments at carrying amount by currency.

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.2 Market risk (continued)

(ii) *Foreign exchange risk (continued)*

	The Group							
	In US\$ equivalent							
	KHR	US\$	THB	EUR	AUD	LAK	Others	Total
As at 30 June 2025								
Financial assets								
Cash on hand	153,281,847	308,965,930	15,225,743	2,210,849	212,237	6,125,963	2,101,517	488,124,086
Deposits and placements with other banks, net	384,376,587	2,240,448,721	9,905,587	977,273	847,451	52,556,572	1,854,763	2,690,966,954
Financial investments	66,472,291	177,124,940	-	-	-	-	-	243,597,231
Loans and advances, net	1,393,731,545	5,629,478,587	29,003,677	-	-	146,691,608	23,508,572	7,222,413,989
Derivative financial instruments	-	1,055,033	-	-	-	-	-	1,055,033
Other financial assets	2,709,238	10,574,849	1,354	-	-	1,006,274	6,857	14,298,572
Total financial assets	2,000,571,508	8,367,648,060	54,136,361	3,188,122	1,059,688	206,380,417	27,471,709	10,660,455,865
Financial liabilities								
Deposits and placements of other banks and financial institutions	42,548,645	336,133,006	155,399	-	-	24,165,728	-	403,002,778
Deposits from customers	1,918,302,666	6,456,954,521	54,454,151	1,403,547	2,699	146,081,964	3,899,760	8,581,099,308
Lease liabilities	673,493	34,939,740	216,126	-	-	320,138	109,442	36,258,939
Borrowings	25,767,808	440,065,929	-	-	-	4,722,653	473,536	471,029,926
Subordinated debts	23,466,071	193,662,797	-	-	-	-	-	217,128,868
Debt securities	-	100,338,676	-	-	-	-	-	100,338,676
Other financial liabilities	11,607,572	57,422,673	83,656	574,410	166,757	909,543	291,182	71,055,793
Total financial liabilities	2,022,366,255	7,619,517,342	54,909,332	1,977,957	169,456	176,200,026	4,773,920	9,879,914,288
Net on-balance sheet position	(21,794,747)	748,130,718	(772,971)	1,210,165	890,232	30,180,391	22,697,789	780,541,577
In KHR'000 equivalent (Note 5)	(87,396,935)	3,000,004,179	(3,099,614)	4,852,762	3,569,830	121,023,368	91,018,134	3,129,971,724
Unused portion of overdrafts	53,745,798	341,663,309	4,117,802	-	-	2,121,849	-	401,648,758
Guarantees, acceptances, and other financial facilities	17,001,233	71,581,195	-	-	-	242,964	837,894	89,663,286
Spot foreign exchange	-	367,778	-	-	-	-	-	367,778
Credit commitment	70,747,031	413,612,282	4,117,802	-	-	2,364,813	837,894	491,679,822
In KHR'000 equivalent (Note 5)	283,695,594	1,658,585,251	16,512,386	-	-	9,482,900	3,359,956	1,971,636,087

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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41. FINANCIAL RISK MANAGEMENT (continued)

41.2 Market risk (continued)

(ii) Foreign exchange risk (continued)

	The Group							
	In US\$ equivalent							
	KHR	US\$	THB	EUR	AUD	LAK	Others	Total
As at 31 December 2024								
Financial assets								
Cash on hand	161,242,543	315,695,503	28,184,652	1,048,048	139,949	5,884,128	1,747,300	513,942,123
Deposits and placements with other banks, net	310,710,033	1,648,182,838	10,887,635	789,467	1,054,217	8,866,730	1,900,742	1,982,391,662
Financial investments	217,367,162	254,437,716	-	-	-	-	-	471,804,878
Loans and advances, net	1,285,094,450	5,548,252,134	27,688,825	-	-	140,526,804	21,601,891	7,023,164,104
Derivative financial instruments	-	2,250,246	-	-	-	-	-	2,250,246
Other financial assets	337,587	9,312,176	400	-	-	1,840,748	-	11,490,911
Total financial assets	1,974,751,775	7,778,130,613	66,761,512	1,837,515	1,194,166	157,118,410	25,249,933	10,005,043,924
Financial liabilities								
Deposits and placements of other banks and financial institutions	39,065,798	334,472,432	222,379	-	-	22,753,742	-	396,514,351
Deposits from customers	1,847,544,837	5,950,139,711	64,768,266	1,271,128	3,050	95,463,307	3,351,135	7,962,541,434
Lease liabilities	105,288	34,369,229	190,070	-	-	259,863	97,298	35,021,748
Borrowings	56,301,442	545,028,665	-	-	-	4,819,685	708,083	606,857,875
Subordinated debts	23,270,080	155,492,028	-	-	-	-	-	178,762,108
Other financial liabilities	5,469,196	51,863,911	92,138	56,267	398,532	1,817,789	172,415	59,870,248
Total financial liabilities	1,971,756,641	7,071,365,976	65,272,853	1,327,395	401,582	125,114,386	4,328,931	9,239,567,764
Net on-balance sheet position	2,995,134	706,764,637	1,488,659	510,120	792,584	32,004,024	20,921,002	765,476,160
In KHR'000 equivalent (Note 5)	12,055,414	2,844,727,664	5,991,852	2,053,233	3,190,151	128,816,197	84,207,033	3,081,041,544
Unused portion of overdrafts	34,243,404	264,745,512	1,745,721	-	-	1,036,533	-	301,771,170
Guarantees, acceptances, and other financial facilities	10,816,276	65,226,513	-	-	-	199,504	95,460	76,337,753
Credit commitment	45,059,680	329,972,025	1,745,721	-	-	1,236,037	95,460	378,108,923
In KHR'000 equivalent (Note 5)	181,365,211	1,328,137,401	7,026,527	-	-	4,975,049	384,227	1,521,888,415

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.2 Market risk (continued)

(ii) Foreign exchange risk (continued)

	The Bank							
	In US\$ equivalent							
	KHR	US\$	THB	EUR	AUD	LAK	Others	Total
As at 30 June 2025								
Financial assets								
Cash on hand	153,261,255	307,404,955	13,615,488	2,207,675	211,424	41,181	1,263,457	478,005,435
Deposits and placements with other banks, net	384,376,587	2,237,628,336	1,623,272	977,273	847,451	31,182	1,810,482	2,627,294,583
Financial investments	66,472,291	177,124,940	-	-	-	-	-	243,597,231
Loans and advances, net	1,393,731,545	5,630,435,260	29,003,677	-	-	-	-	7,053,170,482
Derivative financial instruments	-	1,055,033	-	-	-	-	-	1,055,033
Other financial assets	2,683,342	9,944,268	418	-	-	-	-	12,628,028
Total financial assets	2,000,525,020	8,363,592,792	44,242,855	3,184,948	1,058,875	72,363	3,073,939	10,415,750,792
Financial liabilities								
Deposits and placements of other banks and financial institutions	42,551,237	336,697,378	1,034,041	-	-	-	-	380,282,656
Deposits from customers	1,919,016,054	6,452,444,320	42,348,458	1,403,547	2,699	-	-	8,415,215,078
Lease liabilities	673,492	33,208,671	-	-	-	-	-	33,882,163
Borrowings	25,767,808	438,193,812	-	-	-	-	-	463,961,620
Subordinated debts	23,466,071	193,662,797	-	-	-	-	-	217,128,868
Debt securities	-	100,338,676	-	-	-	-	-	100,338,676
Other financial liabilities	11,595,296	56,334,458	23,618	574,410	166,757	249	284,648	68,979,436
Total financial liabilities	2,023,069,958	7,610,880,112	43,406,117	1,977,957	169,456	249	284,648	9,679,788,497
Net on-balance sheet position	(22,544,938)	752,712,680	836,738	1,206,991	889,419	72,114	2,789,291	735,962,295
In KHR'000 equivalent (Note 5)	(90,405,201)	3,018,377,847	3,355,319	4,840,034	3,566,570	289,177	11,185,055	2,951,208,801
Unused portion of overdrafts	53,745,798	341,663,309	4,117,802	-	-	-	-	399,526,909
Guarantees, acceptances, and other financial facilities	17,001,233	71,581,195	-	-	-	-	837,894	89,420,322
Spot exchange contracts	-	367,778	-	-	-	-	-	367,778
Credit commitment	70,747,031	413,612,282	4,117,802	-	-	-	837,894	489,315,009
In KHR'000 equivalent (Note 5)	283,695,594	1,658,585,251	16,512,386	-	-	-	3,359,955	1,962,153,186

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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41. FINANCIAL RISK MANAGEMENT (continued)

41.2 Market risk (continued)

(ii) *Foreign exchange risk (continued)*

	The Bank							
	In US\$ equivalent							
	KHR	US\$	THB	EUR	AUD	LAK	Others	Total
As at 31 December 2024								
Financial assets								
Cash on hand	161,226,576	313,983,437	26,667,667	1,041,344	138,382	37,265	364,402	503,459,073
Deposits and placements with other banks, net	310,710,032	1,642,066,535	1,542,500	789,467	1,054,217	37,113	1,858,265	1,958,058,129
Financial investments	217,367,162	254,437,716	-	-	-	-	-	471,804,878
Loans and advances, net	1,285,094,450	5,549,042,736	27,688,825	-	-	-	-	6,861,826,011
Derivative financial instruments	-	2,250,246	-	-	-	-	-	2,250,246
Other financial assets	335,214	9,213,682	400	-	-	-	-	9,549,296
Total financial assets	1,974,733,434	7,770,994,352	55,899,392	1,830,811	1,192,599	74,378	2,222,667	9,806,947,633
Financial liabilities								
Deposits and placements of other banks and financial institutions	39,069,082	332,904,118	754,404	-	-	-	-	372,727,604
Deposits from customers	1,848,268,100	5,943,998,638	51,757,473	1,271,128	3,050	-	-	7,845,298,389
Lease liabilities	105,288	32,678,264	-	-	-	-	-	32,783,552
Borrowings	56,301,441	542,220,574	-	-	-	-	-	598,522,015
Subordinated debts	23,270,080	155,492,028	-	-	-	-	-	178,762,108
Other financial liabilities	5,465,307	51,707,759	36,752	56,267	398,532	1,499	161,317	57,827,433
Total financial liabilities	1,972,479,298	7,059,001,381	52,548,629	1,327,395	401,582	1,499	161,317	9,085,921,101
Net on-balance sheet position	2,254,136	711,992,971	3,350,763	503,416	791,017	72,879	2,061,350	721,026,532
In KHR'000 equivalent (Note 5)	9,072,897	2,865,771,708	13,486,821	2,026,249	3,183,843	293,338	8,296,934	2,902,131,790
Unused portion of overdrafts	34,243,404	264,745,512	1,745,721	-	-	-	-	300,734,637
Guarantees, acceptances, and other financial facilities	10,816,276	65,226,513	-	-	-	-	95,460	76,138,249
Credit commitment	45,059,680	329,972,025	1,745,721	-	-	-	95,460	376,872,886
In KHR'000 equivalent (Note 5)	181,365,211	1,328,137,401	7,026,527	-	-	-	384,227	1,516,913,366

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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41. FINANCIAL RISK MANAGEMENT (continued)

41.2 Market risk (continued)

(ii) Foreign exchange risk (continued)

Sensitivity analysis

The Group and the Bank take on exposure to the effects of fluctuations in the prevailing foreign currency exchange rates on their financial position and cash flows. The table below sets out the principal structure of foreign exchange exposures of the Group and the Bank:

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Assets/(Liabilities)								
Khmer Riel (KHR)	(21,794,747)	2,995,134	(87,396,935)	12,055,414	(22,544,938)	2,254,136	(90,405,201)	9,072,897
Thai Baht (THB)	(772,971)	1,488,659	(3,099,614)	5,991,852	836,738	3,350,763	3,355,319	13,486,821
Euro (EUR)	1,210,165	510,120	4,852,762	2,053,233	1,206,991	503,416	4,840,034	2,026,249
Australian Dollar (AUD)	890,232	792,584	3,569,830	3,190,151	889,419	791,017	3,566,570	3,183,843
Lao Kip (LAK)	30,180,391	32,004,024	121,023,368	128,816,197	72,114	72,879	289,177	293,338
Others	22,697,789	20,921,002	91,018,134	84,207,033	2,789,291	2,061,350	11,185,055	8,296,934
	<u>32,410,859</u>	<u>58,711,523</u>	<u>129,967,545</u>	<u>236,313,880</u>	<u>(16,750,385)</u>	<u>9,033,561</u>	<u>(67,169,046)</u>	<u>36,360,082</u>

ACLEDA BANK PLC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.2 Market risk (continued)

(ii) *Foreign exchange risk (continued)*

Sensitivity analysis (continued)

As shown in the table above, the Group and the Bank are primarily exposed to changes in US\$/KHR, US\$/THB, US\$/EUR, US\$/AUD, and US\$/LAK exchange rates. The sensitivity of profit or loss to changes in exchange rates arises mainly from KHR, THB, EUR, AUD, and LAK denominated financial instruments.

The analysis below is based on the assumption that the exchange rate had increased or decreased which is set based on the 3-year moving average of exchange rate from 1 July 2022 to 30 June 2025.

An analysis of the exposures to assess the impact of the percentages change in the foreign currency exchange rates to the profit after tax are as follows:

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Increase/(Decrease)								
Khmer Riel (KHR) - Increased by 1%	172,632	(23,724)	692,254	(95,489)	178,574	(17,855)	716,082	(71,866)
Thai Baht (THB) - Increased by 2%	12,125	(11,791)	48,621	(47,459)	(13,125)	(26,541)	(52,631)	(106,828)
Euro (EUR) - Increased by 4%	(37,236)	(11,886)	(149,316)	(47,841)	(37,138)	(11,730)	(148,923)	(47,213)
Australian Dollar (AUD) - Increased by 2%	(13,964)	(35,891)	(55,996)	(144,461)	(13,952)	(35,820)	(55,948)	(144,176)
Lao Kip (LAK) - Increased by 14%	(2,965,091)	(2,327,565)	(11,890,015)	(9,368,449)	(7,085)	(5,300)	(28,411)	(21,333)
Others - Increased by 1%	(179,784)	(487,480)	(720,934)	(1,962,107)	(22,093)	(48,031)	(88,593)	(193,325)
	<u>(3,011,318)</u>	<u>(2,898,337)</u>	<u>(12,075,386)</u>	<u>(11,665,806)</u>	<u>85,181</u>	<u>(145,277)</u>	<u>341,576</u>	<u>(584,741)</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.2 Market risk (continued)

(ii) Foreign exchange risk (continued)

Sensitivity analysis (continued)

	The Group				The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Increase/(Decrease)								
Khmer Riel (KHR) - decreased by 1%	(176,119)	24,203	(706,237)	97,417	(182,181)	18,215	(730,546)	73,315
Thai Baht (THB) - decreased by 2%	(12,620)	12,030	(50,606)	48,421	13,661	27,077	54,781	108,985
Euro (EUR) - decreased by 4%	40,339	12,622	161,759	50,804	40,233	12,456	161,334	50,135
Australian Dollar (AUD) - decreased by 2%	14,534	40,472	58,281	162,900	14,521	40,392	58,229	162,578
Lao Kip (LAK) - decreased by 14%	3,930,470	2,844,802	15,761,185	11,450,328	9,392	6,478	37,662	26,074
Others - decreased by 1%	183,416	517,633	735,498	2,083,473	22,540	51,002	90,385	205,283
	<u>3,980,020</u>	<u>3,451,762</u>	<u>15,959,880</u>	<u>13,893,343</u>	<u>(81,834)</u>	<u>155,620</u>	<u>(328,155)</u>	<u>626,370</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.3 Liquidity risk

In a given economic and financial context and specific market situation. Typically, it is the risk of loss arising from situation where 1) the Group and the Bank do not have enough cash and cash equivalents to meet the needs of depositors, borrowers, and contingent liabilities, 2) the sale of non-liquid assets are lower than market price, and 3) non-liquid assets would not be sold at the desired time due to the lack of buyers.

The objective of the Group's and the Bank's liquidity risk management is to ensure that the Group and the Bank can meet its cash obligations in a timely and cost-effective manner. Up to the date of this report, the Group's and the Bank's liquidity risk management framework is established to maintain high quality and well-diversified portfolios of liquid assets and sources of funds under both normal business and stress conditions. Due to its large distribution network and strategic marketing focus, the Group and the Bank are able to maintain a diversified core deposit base comprising of savings, demand, and fixed deposits. This provides the Group and the Bank a large stable funding base.

(a) Liquidity risk management process

The day-to-day responsibility for liquidity risk management and control is delegated to the ALCO which reports monthly to the Executive Committee.

For day-to-day liquidity management, the Treasury Department will ensure sufficient funding to meet its payments and settlement obligations on a timely basis.

Principles of the liquidity risk:

- At all times, the related senior management shall ensure that the Group's and the Bank's operations can meet its current and future funding needs. The Treasury Department shall stress-test its liquidity position on a daily basis.
- The related senior management of treasury group has established a risk control framework and procedures to ensure it maintains sufficient liquidity at all times, including the holding of unencumbered eligible assets, to withstand a range of stress events, including the loss of funding sources, such as deposits, borrowings, and capital raising, and that the liquidity risk is managed in accordance with the requirements of the Board Policies.
- Stress testing is performed regularly to assess various scenarios, which include short, medium and long-term, institution-specific and market-wide stress which may put the Group's and the Bank's liquidity at risk.
- The Treasury Department identifies, monitors, manages, and controls the risk associated with the daily liquidity as well as short, medium and long-term liquidity as these are key periods for liquidity management. The Treasury Department develops and implements stress tests on the projected cash flows. The outputs are used to inform the Group's and the Bank's contingency funding plan.
- The Group and the Bank incorporate liquidity cost, benefits, and risks in the internal pricing, performance measurement, and new products/services approval process for all significant business activities (both on and off-balance sheet) in order to align with the benefits from accepting risks of each business unit and liquidity risks affecting its business activities.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.3 Liquidity risk (continued)

(a) Liquidity risk management process (continued)

Internal targets on the liquidity risk:

- The regulatory limit on the Liquidity Coverage Ratio (“LCR”) should be observed at all times.
- The Group and the Bank will have, at all times, an internal target that is higher than the regulatory limit to allow for a safety margin to ensure permanent full compliance with regulatory limit.
- The risk tolerance/internal targets must be reviewed at least once a year to reflect the financial condition and the funding mobilisation capacity.
- Relevant divisions and departments should regularly assess and monitor the perceived risks of non-compliance with the targets. Any breaches of internal targets should be reported to the ALCO for remedial actions and President & Group Managing Director for approval.
- At all times, the Group and the Bank will have a contingency plan to be executed when it is perceived by the Management that the safety margin may not be sufficient and there is a risk that the regulatory limit on liquidity could be breached. Such contingency plan should be sufficient to ensure that the regulatory limits on liquidity will not be breached.
- In case the Group and the Bank experience a severe liquidity, the Bank must immediately notify the NBC and advise the action that is being taken to address the situation.

The Bank has put in place a robust and comprehensive liquidity risk management framework in accordance with the NBC's Prakas No. B7-017-301 dated 27 September 2017 on Liquidity Risk Management Framework, which consists of risk appetite, risk tolerance, policies, early warning indicators, and monitoring mechanism which are reviewed and endorsed by the BRIC and approved by the Board of Directors. The key elements of the framework are to ensure that the Bank maintains sufficient liquidity at all times, including the holding of unencumbered eligible assets, to withstand a range of stress events, including the loss of funding sources, either internally (as with deposits) or externally (as with borrowings or raising additional capital), and other issues. The Bank ensures that the business activities are mainly funded with stable sources of funding on an ongoing basis.

The Management designs a set of early warning indicators to aid its daily liquidity risk management processes in identifying the emergence of increased risk or vulnerabilities in its liquidity risk position or potential funding needs.

The Group's and the Bank's contingency funding plan is in place to alert and to enable the Management to act effectively and efficiently during a liquidity crisis and under adverse market conditions. The objective of contingency funding plan is to ensure that the Group and the Bank have a framework for managing the liquidity sufficiently and robustly in the event of liquidity crisis based on the result of liquidity stress testing.

The Group and the Bank are measuring, monitoring, and managing its liquidity positions to comply with the LCR.

The purpose of the LCR aims at promoting short-term resilience of each institution's liquidity risk profile, ensuring that each institution has an adequate stock of unencumbered liquid assets that can be converted into cash at no or little loss of value in markets, to meet its liquidity needs for a 30-day liquidity stress scenario, and ensuring that prompt corrective actions are taken by the Management when the LCR potentially falls below the minimum requirement.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.3 Liquidity risk (continued)

(a) Liquidity risk management process (continued)

The Group and the Bank also use a range of tools such as liquidity ratio, liquidity gap analysis, safety margin, and monthly cash flow projection to measure, monitor, and manage its liquidity position. In addition, The Group and the Bank also perform daily and monthly liquidity stress test in order to identify and quantify its exposures to possible future liquidity stresses and in analysing possible impacts on the cash flows, liquidity position, profitability, and solvency.

(b) Funding approach

The Group's and the Bank's main sources of liquidity arise from shareholder's paid-up capital, borrowings, subordinated debts, deposits and placements of other banks and financial institutions, and deposits from customers. The sources of liquidity are regularly reviewed via Management's daily review of maturity of fixed deposits and key depositors. The Group's and the Bank's borrowings subordinated debts and debt securities are also regularly reviewed via Management's daily review of interest and principal repayments and maturity.

(c) Non-derivative cash flows

The tables in the succeeding pages present the cash flows payable under non-derivative financial liabilities and the assets held for managing liquidity risk grouped using their remaining contractual maturities as at the end of the reporting period. The amounts disclosed in the tables are the contractual undiscounted cash flows, wherein the Group and the Bank manage the inherent liquidity risk based on contractual undiscounted cash flows.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.3 Liquidity risk (continued)

c) Non-derivative cash flows (continued)

	The Group						
	Up to 1 month US\$	1 to 3 months US\$	3 to 6 months US\$	6 to 12 months US\$	1 to 5 years US\$	Over 5 years US\$	Total US\$
As at 30 June 2025							
Financial liabilities							
Deposits and placements of other banks and financial institutions	148,609,361	28,052,632	50,759,339	68,606,300	56,479,150	102,982,000	455,488,782
Deposits from customers	4,992,906,248	454,093,963	874,481,875	1,571,246,194	826,582,531	55,795,149	8,775,105,960
Lease liabilities	1,252,521	1,983,890	3,852,310	6,112,395	23,440,279	5,923,906	42,565,301
Borrowings*	26,658,336	54,384,287	58,332,153	297,745,747	78,752,515	80,941	515,953,979
Subordinated debts*	5,339,344	1,239,434	14,489,861	76,053,989	143,779,113	56,384,176	297,285,917
Debt securities	1,861,979	309,372	2,189,722	4,341,394	87,772,539	43,905,545	140,380,551
Other financial liabilities	55,075,394	57,586	20,503	15,902,310	-	-	71,055,793
Total financial liabilities (contractual maturity dates)	5,231,703,183	540,121,164	1,004,125,763	2,040,008,329	1,216,806,127	265,071,717	10,297,836,283
In KHR'000 equivalent (Note 5)	20,979,129,764	2,165,885,868	4,026,544,310	8,180,433,399	4,879,392,569	1,062,937,585	41,294,323,495
Assets held for managing liquidity risk (contractual maturity dates)	3,502,834,865	434,271,144	552,742,507	1,011,087,617	5,198,474,575	2,036,707,456	12,736,118,164
In KHR'000 equivalent (Note 5)	14,046,367,811	1,741,427,287	2,216,497,453	4,054,461,344	20,845,883,046	8,167,196,899	51,071,833,840
As at 31 December 2024							
Financial liabilities							
Deposits and placements of other banks and financial institutions	166,218,034	48,924,570	25,255,211	48,915,196	55,784,470	105,725,176	450,822,657
Deposits from customers	4,610,103,301	690,467,991	678,198,542	1,237,369,822	887,427,440	64,289,997	8,167,857,093
Lease liabilities	1,252,311	1,938,868	3,189,274	6,578,100	23,061,296	5,125,208	41,145,057
Borrowings*	7,203,974	61,697,452	95,549,287	390,862,863	136,552,435	466,335	692,332,346
Subordinated debts*	-	207,709	19,685,858	68,876,558	102,233,455	59,703,444	250,707,024
Other financial liabilities	59,648,964	183,284	38,000	-	-	-	59,870,248
Total financial liabilities (contractual maturity dates)	4,844,426,584	803,419,874	821,916,172	1,752,602,539	1,205,059,096	235,310,160	9,662,734,425
In KHR'000 equivalent (Note 5)	19,498,817,001	3,233,764,993	3,308,212,592	7,054,225,219	4,850,362,861	947,123,394	38,892,506,060
Assets held for managing liquidity risk (contractual maturity dates)	3,204,648,863	439,021,575	517,486,060	972,553,395	5,000,130,761	1,959,694,815	12,093,535,469
in KHR'000 equivalent (Note 5)	12,898,711,676	1,767,061,839	2,082,881,392	3,914,527,415	20,125,526,313	7,887,771,630	48,676,480,265

* The amounts for variable interest rate instruments are subject to change depending on the variable interest rates determined at the end of the reporting period.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.3 Liquidity risk (continued)

c) Non-derivative cash flows (continued)

	The Bank						
	Up to 1 month US\$	1 to 3 months US\$	3 to 6 months US\$	6 to 12 months US\$	1 to 5 years US\$	Over 5 years US\$	Total US\$
As at 30 June 2025							
Financial liabilities							
Deposits and placements of other banks and financial institutions	148,697,533	22,832,496	41,579,014	59,069,781	56,379,236	102,982,000	431,540,060
Deposits from customers	4,938,141,075	441,394,634	856,080,368	1,511,473,213	796,862,215	52,186,266	8,596,137,771
Lease liabilities	1,243,835	1,905,211	3,670,516	5,831,737	22,234,093	3,104,566	37,989,958
Borrowings*	23,917,662	54,019,695	57,314,358	295,990,491	77,087,937	80,941	508,411,084
Subordinated debts*	5,339,344	1,239,434	14,489,861	76,053,989	143,779,113	56,384,176	297,285,917
Debt securities	1,861,979	309,372	2,189,722	4,341,394	87,772,539	43,905,545	140,380,551
Other financial liabilities	53,025,723	55,330	-	15,898,383	-	-	68,979,436
Total financial liabilities (contractual maturity dates)	5,172,227,151	521,756,172	975,323,839	1,968,658,988	1,184,115,133	258,643,494	10,080,724,777
In KHR'000 equivalent (Note 5)	20,740,630,876	2,092,242,250	3,911,048,594	7,894,322,542	4,748,301,683	1,037,160,411	40,423,706,356
Assets held for managing liquidity risk (contractual maturity dates)	3,421,638,938	418,519,468	532,399,344	968,245,913	5,081,338,687	2,019,880,923	12,442,023,273
In KHR'000 equivalent (Note 5)	13,720,772,141	1,678,263,067	2,134,921,369	3,882,666,111	20,376,168,135	8,099,722,501	49,892,513,324
As at 31 December 2024							
Financial liabilities							
Deposits and placements of other banks and financial institutions	160,842,052	44,246,870	14,795,638	45,193,299	55,490,641	105,725,176	426,293,676
Deposits from customers	4,561,241,507	680,758,304	666,908,137	1,207,153,234	865,359,907	60,694,877	8,042,115,966
Lease liabilities	1,230,287	1,916,161	3,175,824	6,308,935	21,882,315	2,131,401	36,644,923
Borrowings*	7,155,211	61,394,521	92,967,916	388,021,426	133,186,409	466,335	683,191,818
Subordinated debts*	-	207,709	19,685,858	68,876,558	102,233,455	59,703,444	250,707,024
Other financial liabilities	57,645,919	174,914	6,600	-	-	-	57,827,433
Total financial liabilities (contractual maturity dates)	4,788,114,976	788,698,479	797,539,973	1,715,553,452	1,178,152,727	228,721,233	9,496,780,840
In KHR'000 equivalent (Note 5)	19,272,162,778	3,174,511,378	3,210,098,391	6,905,102,644	4,742,064,726	920,602,963	38,224,542,880
Assets held for managing liquidity risk (contractual maturity dates)	3,147,538,949	423,362,106	496,351,050	940,715,714	4,884,055,514	1,954,674,543	11,846,697,876
In KHR'000 equivalent (Note 5)	12,668,844,270	1,704,032,477	1,997,812,976	3,786,380,749	19,658,323,444	7,867,565,036	47,682,958,952

* The amounts for variable interest rate instruments are subject to change depending on the variable interest rates determined at the end of the reporting period.

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41. FINANCIAL RISK MANAGEMENT (continued)**41.3 Liquidity risk** (continued)

(d) Derivative financial instruments

The following tables detail the Group's and the Bank's liquidity analysis for derivative financial instruments. The table has been drawn up based on the undiscounted net cash inflows or outflows from the derivative financial instruments that settle on a net basis and the undiscounted gross inflows or outflows from those derivatives that require gross settlement. The amount payable or receivable is not fixed; the amount disclosed has been determined with reference to the projected interest rates as illustrated by the yield curves existing as at the end of each reporting period.

The Group					
Up to 1 month US\$	1 to 3 months US\$	3 to 12 months US\$	1 to 5 years US\$	Over 5 years US\$	Total US\$
At 30 June 2025					
Interest rate swap - cash flow hedges					
- (inflow)	-	(1,152,105)	(166,274)	-	(1,318,379)
- outflow	-	139,079	20,283	-	159,362
Net settlement	-	(1,013,026)	(145,991)	-	(1,159,017)
In KHR'000 equivalent (Note 5)	-	(4,062,234)	(585,424)	-	(4,647,658)
The Group					
Up to 1 month US\$	1 to 3 months US\$	3 to 12 months US\$	1 to 5 years US\$	Over 5 years US\$	Total US\$
At 31 December 2024					
Interest rate swap - cash flow hedges					
- (inflow)	-	(2,335,952)	(934,933)	-	(3,519,635)
- outflow	(248,750)	242,351	96,420	-	368,771
Net settlement	(218,750)	(2,093,601)	(838,513)	-	(3,150,864)
In KHR'000 equivalent (Note 5)	(880,469)	(8,426,744)	(3,375,015)	-	(12,682,228)

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41. FINANCIAL RISK MANAGEMENT (continued)

41.3 Liquidity risk (continued)

(d) Derivative financial instruments (continued)

The Bank					
Up to 1 month US\$	1 to 3 months US\$	3 to 12 months US\$	1 to 5 years US\$	Over 5 years US\$	Total US\$
At 30 June 2025					
Interest rate swap - cash flow hedges					
- (inflow)	-	(1,152,105)	(166,274)	-	(1,318,379)
- outflow	-	139,079	20,283	-	159,362
Net settlement	-	(1,013,026)	(145,991)	-	(1,159,017)
<i>In KHR'000 equivalent (Note 5)</i>	-	(4,062,234)	(585,424)	-	(4,647,658)
At 31 December 2024					
Interest rate swap - cash flow hedges					
- (inflow)	(248,750)	(2,335,952)	(934,933)	-	(3,519,635)
- outflow	30,000	242,351	96,420	-	368,771
Net settlement	(218,750)	(2,093,601)	(838,513)	-	(3,150,864)
<i>In KHR'000 equivalent (Note 5)</i>	(880,469)	(8,426,744)	(3,375,015)	-	(12,682,228)

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.3 Liquidity risk (continued)

(e) Off-balance sheet items

(i) *Loan commitments and guarantees*

The dates of the contractual amounts of the Group's and the Bank's off-balance sheet financial instruments that are committed to extend as credit to customers and other facilities are summarised in tables below:

	The Group					
	Up to 1 month US\$	1 to 3 months US\$	3 to 12 months US\$	1 to 5 years US\$	Over 5 years US\$	Total US\$
At 30 June 2025						
Unused portion of overdrafts	401,648,758	-	-	-	-	401,648,758
Bank guarantees	30,154,929	10,125,805	31,511,491	10,934,447	4,028	82,730,700
Letters of credit	295,610	3,034,116	3,602,860	-	-	6,932,586
Gross settled (foreign exchange spot transactions - cash flow hedges)						
- (inflow)	(369,695)	-	-	-	-	(369,695)
- outflow	367,778	-	-	-	-	367,778
Net	(1,917)	-	-	-	-	(1,917)
Total	432,097,380	13,159,921	35,114,351	10,934,447	4,028	491,310,127
In KHR'000 equivalent (Note 5)	1,732,710,494	52,771,283	140,808,548	43,847,132	16,152	1,970,153,609

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.3 Liquidity risk (continued)

(e) Off-balance sheet items (continued)

(i) *Loan commitments and guarantees (continued)*

	The Group					
	Up to 1 month US\$	1 to 3 months US\$	3 to 12 months US\$	1 to 5 years US\$	Over 5 years US\$	Total US\$
At 31 December 2024						
Unused portion of overdrafts	301,771,170	-	-	-	-	301,771,170
Bank guarantees	12,161,554	11,045,417	30,782,131	13,102,867	4,028	67,095,997
Letters of credit	1,408,188	5,983,186	1,850,382	-	-	9,241,756
Total	315,340,912	17,028,603	32,632,513	13,102,867	4,028	378,108,923
In KHR'000 equivalent (Note 5)	1,269,247,171	68,540,127	131,345,865	52,739,040	16,213	1,521,888,416

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

41. FINANCIAL RISK MANAGEMENT (continued)

41.3 Liquidity risk (continued)

(e) Off-balance sheet items (continued)

(i) *Loan commitments and guarantees (continued)*

	The Bank					
	Up to 1 month US\$	1 to 3 months US\$	3 to 12 months US\$	1 to 5 years US\$	Over 5 years US\$	Total US\$
At 30 June 2025						
Unused portion of overdrafts	399,526,909	-	-	-	-	399,526,909
Bank guarantees	30,154,929	10,125,805	31,268,527	10,934,447	4,028	82,487,736
Letters of credit	295,610	3,034,116	3,602,860	-	-	6,932,586
Gross settled (foreign exchange spot transactions - cash flow hedges)						
- (inflow)	(369,695)	-	-	-	-	(369,695)
- outflow	367,778	-	-	-	-	367,778
Net	(1,917)	-	-	-	-	(1,917)
Total	429,975,531	13,159,921	34,871,387	10,934,447	4,028	488,945,314
In KHR'000 equivalent (Note 5)	1,724,201,879	52,771,283	139,834,262	43,847,132	16,152	1,960,670,708

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
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41. FINANCIAL RISK MANAGEMENT (continued)

41.3 Liquidity risk (continued)

(e) Off-balance sheet items (continued)

(i) *Loan commitments and guarantees (continued)*

	The Bank					
	Up to 1 month US\$	1 to 3 months US\$	3 to 12 months US\$	1 to 5 years US\$	Over 5 years US\$	Total US\$
At 31 December 2024						
Unused portion of overdrafts	300,734,637	-	-	-	-	300,734,637
Bank guarantees	12,161,554	10,921,667	30,706,377	13,102,867	4,028	66,896,493
Letters of credit	1,408,188	5,983,186	1,850,382	-	-	9,241,756
Total	314,304,379	16,904,853	32,556,759	13,102,867	4,028	376,872,886
In KHR'000 equivalent (Note 5)	1,265,075,125	68,042,033	131,040,955	52,739,040	16,213	1,516,913,366

(ii) *Other financial facilities*

Other financial facilities are also included above based on the earliest contractual date as disclosed in Note 38(d).

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

42. FAIR VALUE OF FINANCIAL INSTRUMENTS

Financial instruments comprise of financial assets and financial liabilities as disclosed in Note 41. The Group and the Bank have an established framework and policies which provide guidance concerning the practical considerations, principles, and analytical approaches for the establishment of prudent valuation for financial instruments measured at fair value.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The valuation of financial instruments is determined by reference to quoted prices in active markets or by using valuation techniques based on observable inputs or unobservable inputs. The Management's judgment is exercised in the selection and application of appropriate parameters, assumptions, and modelling techniques where some or all of the parameter inputs are not observable in deriving fair value.

Valuation adjustment is also an integral part of the valuation process. Valuation adjustment is to reflect the uncertainty in valuations generally for products that are less standardised, less frequently traded, and more complex in nature. In making a valuation adjustment, the Group and the Bank follow methodologies that consider factors, such as liquidity, bid-offer spread, and unobservable prices and inputs in the market and uncertainties in the assumptions and parameters.

The Group and the Bank continuously enhance the design, validation methodologies, and processes to ensure reasonable determination of the fair values.

Determination of fair value

The Group and the Bank classify its financial instruments measured at fair value according to the following hierarchy, reflecting the significance of the inputs in making the fair value measurements:

- Level 1 Inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets.
- Level 2 Inputs to the valuation methodology include:
- Quoted prices for similar assets and liabilities in active markets; or
 - Quoted prices for identical or similar assets and liabilities in non-active markets; or
 - Inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.
- Level 3 One or more inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Financial assets and financial liabilities are classified as Level 1 when the valuation is based on quoted prices for identical assets or liabilities in active markets.

Financial assets and financial liabilities are regarded as being quoted in an active market if the prices are readily available from a published and reliable source and those prices represent actual and regularly occurring market transactions on an arm's length basis.

When fair value is determined using quoted prices of similar assets and liabilities in active markets or quoted prices of identical or similar assets and liabilities in non-active markets, such assets and liabilities are classified as Level 2. In cases where quoted prices are generally not available, the Group and the Bank determine the fair value based on valuation techniques that use market parameters as inputs. Most valuation techniques employ observable market data, including but not limited to, yield curves, equity prices, volatilities, and foreign exchange rates.

Financial assets and financial liabilities are classified as Level 3 if their valuation incorporates significant inputs that are not based on observable market data. Such inputs are determined based on observable inputs of a similar nature, historical observations, or other analytical techniques.

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AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

42. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

Determination of fair value (continued)

If prices or quotes are not available for an instrument or a similar instrument, fair value will be established by using valuation techniques or Mark-to-Model. Judgment may be required to assess the need for valuation adjustments to appropriately reflect unobservable parameters. The valuation models shall also consider relevant transaction data, such as maturity. The inputs are then benchmarked and extrapolated to derive the fair value.

The following table shows the fair value of financial assets and liabilities analysed by various levels within the fair value hierarchy as at 30 June 2025 and 31 December 2024.

(a) Financial instruments measured at fair value

	The Group				The Bank			
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
30 June 2025								
Financial assets								
Financial investments	-	-	189,670	189,670	-	-	189,670	189,670
Derivative financial instruments	-	1,055,033	-	1,055,033	-	1,055,033	-	1,055,033
Total financial assets	-	1,055,033	189,670	1,244,703	-	1,055,033	189,670	1,244,703
In KHR'000 equivalent (Note 5)	-	4,230,682	760,577	4,991,259	-	4,230,682	760,577	4,991,259
	The Group				The Bank			
	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
31 December 2024								
Financial assets								
Financial investments	-	-	189,670	189,670	-	-	189,670	189,670
Derivative financial instruments	-	2,250,246	-	2,250,246	-	2,250,246	-	2,250,246
Total financial assets	-	2,250,246	189,670	2,439,916	-	2,250,246	189,670	2,439,916
In KHR'000 equivalent (Note 5)	-	9,057,240	763,422	9,820,662	-	9,057,240	763,422	9,820,662

There were no transfers between Level 1 and Level 2 fair value measurements, and no transfers in and out of Level 3 fair value measurement during the six-month period ended 30 June 2025 (31 December 2024: Nil).

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

42. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

Determination of fair value (continued)

(a) Financial instruments measured at fair value (continued)

(i) *Derivative financial instruments*

As at the reporting date, the Group's and the Bank's derivative financial instruments are valued using the discounted cash flow method and are verified with the interest rate swap providers. Under the discounted cash flow method, future cash flows are estimated based on forward interest rates (from observable yield curves at the end of the reporting period) and contract interest rates, discounted at a rate that reflects the credit risk of various counterparties.

(ii) *Financial investments*

Financial investments at FVOCI consist of the Bank's investment in CBC with 5% as equity cash investment and 1% through the Association of Banks in Cambodia amounting to US\$153,529 and in SWIFT required by the SWIFT SCRL from all its members amounting to US\$36,141 as at 30 June 2025 (31 December 2024: US\$153,529 and US\$36,141, respectively). There is no gain/loss recognised in other comprehensive income due to fair value approximate the carrying amount. These investments are neither redeemable nor transferable and there is no market for them. The Group and the Bank do not intend to dispose these investments.

(b) Financial instruments not measured at fair value

As at the reporting date, the fair values of the financial instruments of the Group and the Bank approximate their carrying amounts.

The estimated fair values are based on the following methodologies and assumptions:

(i) *Deposits and placements with other banks*

Deposits and placements with other banks include current accounts which are non-interest bearing, savings deposits, and short-term deposits. The fair value of deposits and placements with other banks approximates their carrying values as at the reporting date due to the relatively short-term maturity of these instruments.

(ii) *Financial investments*

Financial investments at amortised cost include NCD with the NBC with maturities of less than one year. The fair value of financial investments approximates their carrying values at the reporting date due to the relatively short-term maturity of these instruments. Debt securities include corporate and government bonds which were valued at amortised cost, and were purchased for the purpose of holding them until maturity and for earning interest.

(iii) *Loans and advances*

The fair value of loans and advances is based on observable market transactions. Where observable market transactions are not available, fair value is estimated using valuation models, such as discounted cash flow techniques. Inputs into the valuation techniques include expected lifetime credit losses, interest rates, prepayment rates, and primary origination or secondary market spreads. For collateral-dependent impaired loans, the fair value is measured based on the value of the underlying collateral.

Inputs into the models may include data from third party and information obtained from other market participants, which include observed primary and secondary transactions. Its carrying value approximates fair value as at the reporting date.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

42. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

Determination of fair value (continued)

(b) Financial instruments not measured at fair value (continued)

(iv) *Deposits and placements of other banks and financial institutions and deposits from customers*

The fair value of deposits and placements of other banks and financial institutions and deposits from customers with maturities of less than one year approximates their carrying amount due to the relatively short-term maturity of these instruments. While the fair value of deposits and placements of other banks and financial institutions and deposits from customers with remaining maturities of more than one year are expected to approximate their carrying amount since the Group and the Bank offer similar interest rate on the instrument with similar maturities and terms.

The estimated fair value of the deposits and placements with no stated maturities, which includes non-interest bearing deposits, and deposits payable on demand is the amount payable as at the reporting date.

(v) *Other financial assets and other financial liabilities*

The carrying amounts of other financial assets and other financial liabilities are assumed to approximate their fair values as these items are not materially sensitive to the shift in market interest rates.

(vi) *Borrowings, subordinated debts, debt securities, and lease liabilities*

The fair value of borrowings, subordinated debts, debt securities, and lease liabilities are estimated by discounting the expected future cash flows using the applicable prevailing market interest rates for borrowings with similar risk profiles. However, only the contractual interest rates, which are confirmed and provided by all lenders, are available as at the reporting date instead of the applicable prevailing market interest rates. The Group and the Bank believe that the effective interest rates were not significantly different with the prevailing market interest rates on the ground that there was no change in interest rates following the lenders' consideration of the Group's and the Bank's credit risk profile as at the reporting date. On this basis, the fair value of borrowings, subordinated debts debt securities, and lease liabilities approximates their carrying values as at the reporting date.

43. CAPITAL RISK MANAGEMENT

The Group's and the Bank's objectives when managing capital, which is a broader concept than the 'equity' on the face of the interim statement of financial position, are:

- To comply with the capital requirement set by the NBC;
- To safeguard the Group's and the Bank's ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders; and,
- To maintain a strong capital base to support the development of business.

The NBC requires all commercial banks to i) hold minimum capital requirement, ii) maintain the Bank's net worth of at least equal to the minimum capital, and iii) comply with solvency ratios, LCRs and other prudential ratios.

The tables in the succeeding page summarise the composition of regulatory capital which follows the requirements of the NBC. These amounts are based on the consolidated and separate interim financial statements as at 30 June 2025 and 31 December 2024. The Group in the table below consists of three entities such as ABC ABL and AMM as per the requirement of NBC.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
AS AT AND FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

43. CAPITAL RISK MANAGEMENT (continued)

	The Group			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Tier 1 capital				
Share capital	433,163,019	433,163,019	1,736,983,706	1,743,481,151
Share premium	11,706,215	11,706,215	46,941,922	47,117,515
Retained earnings	173,322,778	227,895,222	695,024,340	917,278,269
General reserves based on the NBC Prakas	524,576,552	524,576,552	2,103,551,974	2,111,420,622
Less: Intangible assets	(14,890,758)	(16,720,303)	(59,711,940)	(67,299,220)
Less: Loans to related parties	(13,911,348)	(15,073,239)	(55,784,505)	(60,669,787)
Less: Other losses	(40,433,920)	(39,008,657)	(162,140,019)	(157,009,844)
	<u>1,073,532,538</u>	<u>1,126,538,809</u>	<u>4,304,865,478</u>	<u>4,534,318,706</u>
Tier 2 complementary capital				
General provision based on the NBC Prakas (*)	119,556,422	105,731,597	479,421,252	425,569,678
Subordinated debts (**)	306,377,241	167,677,460	1,228,572,736	674,901,777
Less: Equity participation in banking or financial institutions	(2,010,000)	(2,010,000)	(8,060,100)	(8,090,250)
	<u>423,923,663</u>	<u>271,399,057</u>	<u>1,699,933,888</u>	<u>1,092,381,205</u>
	<u>1,497,456,201</u>	<u>1,397,937,866</u>	<u>6,004,799,366</u>	<u>5,626,699,911</u>
	The Bank			
	30 June 2025 US\$	31 December 2024 US\$	30 June 2025 KHR'000 (Note 5)	31 December 2024 KHR'000 (Note 5)
Tier 1 capital				
Share capital	433,163,019	433,163,019	1,736,983,706	1,743,481,151
Share premium	11,706,215	11,706,215	46,941,922	47,117,515
Retained earnings	149,855,474	204,204,997	600,920,451	821,925,113
General reserves based on the NBC Prakas	510,741,556	510,741,556	2,048,073,640	2,055,734,763
Less: Intangible assets	(13,508,189)	(15,145,392)	(54,167,838)	(60,960,203)
Less: Loans to related parties	(13,329,318)	(14,562,428)	(53,450,565)	(58,613,773)
	<u>1,078,628,757</u>	<u>1,130,107,967</u>	<u>4,325,301,316</u>	<u>4,548,684,566</u>
Tier 2 complementary capital				
General provision based on the NBC Prakas(*)	116,794,334	103,023,993	468,345,279	414,671,572
Subordinated debts (**)	306,377,241	167,677,460	1,228,572,736	674,901,777
Less: Equity participation in banking or financial institutions	(71,312,716)	(71,312,716)	(285,963,991)	(287,033,682)
	<u>351,858,859</u>	<u>199,388,737</u>	<u>1,410,954,024</u>	<u>802,539,667</u>
	<u>1,430,487,616</u>	<u>1,329,496,704</u>	<u>5,736,255,340</u>	<u>5,351,224,233</u>

(*) This includes the effect of regulatory reserves relating accrued interest receivable amounted to US\$39,926,943 for the Group and US\$38,810,772 for the Bank (31 December 2024: US\$32,332,054 for the Group and US\$31,196,573 for the Bank), which is permitted to be added back to Tier II capital for the period ended 30 June 2025 and for the year ended 31 December 2024.

(**) Represents subordinated debts and debt securities approved by the NBC to be treated as part of complementary capital and only represent the outstanding principal amount.

44. EVENT OCCURRING AFTER THE REPORTING PERIOD

During the Board meeting on 7 May 2025, the Board unanimously approved the issuance of a subordinated bond amounting to US\$100,000,000 with a 7.50% annual coupon rate and a seven-year tenor, with terms and conditions subject to satisfaction of the management. The bond will feature annual principal amortisation starting from the third year. It was approved by NBC on 1 July 2025 and is undergoing additional legal procedure and requesting for approval from other relevant authorities, with issuance anticipated by October 2025.