

Poytaxt Bank

**JOINT-STOCK COMPANY
«POYTAXT BANK»**

**Financial statements for the year ended 31 December 2024
and Independent auditor's opinion
(Translated from Russian language)**

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Independent Auditor's opinion

To the shareholders and Supervisory Board of JSC «Poytaxt Bank»

Opinion

We have audited the financial statements of Joint-Stock Company "Poytaxt Bank" (hereinafter referred to as the "Bank"), which consist of the statement of financial position as at 31 December 2024 and the statement of profit and loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year ended on that date and the notes to the financial statements, including a summary of key accounting policies.

In our opinion, the accompanying financial statements present fairly in all material respects the financial position of the Bank as at 31 December 2024, as well as its financial results and cash flows for the year ended on that date, in accordance with International Financial Reporting Standards (IFRS).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISA). Our responsibilities in accordance with these standards are described further in the section "Auditor's responsibility for auditing consolidated financial statements" of our opinion. We are independent of the Bank in accordance with the ethical requirements that are relevant to our audit of the schedule in the Code of Ethics of Professional Accountants of the International Ethics Standards Board for Accountants (PAIESB Code) and ethical requirements applicable to our audit of the financial statements in the Republic of Uzbekistan, and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Important matter

We draw attention to the following:

In accordance with Article 13 of the Law of the Republic of Uzbekistan "On Banks and Banking Activities," the minimum amount of a bank's share capital must be as follows:

- from September 1, 2023 – 250 billion UZS,
- from April 1, 2024 – 350 billion UZS,
- from January 1, 2025 – 500 billion UZS.



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The Bank has not complied with these requirements.

As noted above, these events or conditions, along with other matters disclosed in Note 4, indicate the existence of significant uncertainty. We do not express a modified opinion in respect of this matter.

Key audit matters

Key audit matters are matters that, in our professional judgment, were the most significant for our audit of the financial statements for the current period. These issues were considered in the context of our audit of the financial statements as a whole and in the formation of our opinion on these statements, and we do not express a separate opinion on these issues.

Key audit matters

What audit procedures were performed regarding the key audit matter

Provision for credit losses on loans to customers, as well as on credit related commitments

Due to the materiality of the provision for impairment of loans and advances to customers and credit related liabilities for the financial position of the Group, as well as due to the complexity and necessity to apply judgments in estimating expected credit losses in accordance with the new IFRS 9 Financial Instruments This issue is one of the key audit questions.

The calculation of expected credit losses includes valuation techniques that use significant unobservable input data and factors, such as internal credit ratings, as well as comprehensive statistical modeling and expert judgment. These methods are used to determine the probability of default based on available historical data and external information.

Information on the provision for expected credit losses in respect of loans and advances to customers, as well as credit related commitments presented in Notes 9 and 26 to the financial statements.

In the process of our audit, we paid special attention to the following: assessment of credit risk models and assumptions used to determine key parameters for provisioning and expected credit losses on a portfolio; assessment of management's judgments regarding the identification of a significant increase of credit risk on a portfolio basis.

We evaluated the rationality of the credit risk factors and the thresholds chosen by management to determine a significant increase in credit risk on a portfolio basis.

When testing the impairment calculated on a portfolio basis, we analyzed the underlying statistical models, key input data and assumptions, as well as forward-looking information used to calculate expected credit losses. We reviewed the results of a Bank that was subsequently tested on the models used for IFRS 9.

Responsibility of the Management and Those Charged with Corporate Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of consolidated financial statements in accordance with IFRS and for such internal control system as management determines is necessary to enable the preparation of the consolidated financial statements that is free from material misstatements, due to fraud or errors.

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

The management and those charged with governance are responsible for overseeing the preparation of the financial statements of the Bank.



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Auditor's responsibility for auditing financial statements

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

As part of an audit conducted in accordance with International Standards on Auditing, we apply professional judgment to retain professional skepticism throughout the audit. In addition, we perform the following:

- identify and assess the risks of material misstatement of consolidated financial statements due to fraud or error; develop and conduct audit procedures in response to these risks; we obtain audit evidence that is sufficient and appropriate to serve as a basis for expressing our opinion. The risk of non-detection of material as a result of unfair acts is higher than the risk of not detecting a significant distortion as a result of an error, since unfair acts may include conspiracy, fraud, intentional omission, misrepresentation of information or actions bypassing the internal control system;
- get an understanding of the internal control system that is relevant to the audit, in order to develop audit procedures that are appropriate for the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control system;
- assess the proper nature of the accounting policies applied and the reasonableness of accounting estimates and the corresponding disclosure of information prepared by management;
- make a conclusion about the legitimacy of management's use of the assumption of business continuity, and on the basis of the obtained audit evidence - the conclusion whether there is a significant uncertainty in connection with events or conditions that may raise significant doubts in the ability of the Bank to continue its business continuously. If we conclude that there is significant uncertainty, we must draw attention to our disclosure in the consolidated financial statements, or, if such disclosure is inappropriate, modify our opinion. Our conclusions are based on the audit evidence received before the date of our audit report. However, future events or conditions may lead to the Bank losing the ability to continue its business continuously;
- assess the presentation of the consolidated financial statements in general, its structure and content, including disclosure of information, as well as whether the financial statements present the underlying operations and events in a manner that ensures their reliable representation;
- obtain sufficient appropriate audit evidence relating to the financial information of the organization or activities within the Bank in order to express an opinion on the financial statements. We are responsible for the management, control and conduct of the Bank's audit. We remain fully responsible for our audit opinion.

We collaborate with persons responsible for corporate governance, including, among other things, information on the planned scope and timing of the audit, as well as significant comments on the audit results, including significant deficiencies in the internal control system that we identify in the course of the audit.

We also provide the Management and those responsible for corporate governance with a statement that we have complied with all relevant ethical requirements regarding independence and informed these individuals about all relationships and other issues that can reasonably be considered to affect the independence of the auditor. And if it is required - on appropriate precautions.

From those questions that we brought to the attention of the Management and to those responsible for corporate governance, we identify issues that were most essential to the audit of the consolidated financial statements for the current period and, therefore, are considered as key audit issues. We describe these issues



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in our audit report, except when public disclosure of information on these matters is prohibited by law or regulation. In extremely rare cases, we conclude that information on any matter should not be communicated in our report, since it can be reasonably assumed that the negative consequences of communicating such information will exceed the socially significant benefits.

Report on the Results of the Audit in Accordance with the Requirements of the Law of the Republic of Uzbekistan No. LRU-580 “On Banks and Banking Activities” dated November 5, 2019.

The Bank’s management is responsible for the Bank’s compliance with the prudential regulations established by the Central Bank of the Republic of Uzbekistan, as well as for ensuring that the Bank’s internal control and risk management systems are organized in accordance with the requirements set by the Central Bank of the Republic of Uzbekistan.

In accordance with Article 74 of the Law of the Republic of Uzbekistan No. LRU-580 “On Banks and Banking Activities” dated November 5, 2019 (hereinafter – the “Law”), we performed procedures aimed at verifying:

- the Bank’s compliance, as of December 31, 2024, with the prudential regulations established by the Central Bank of the Republic of Uzbekistan;
- the compliance of the elements of the Bank’s internal control and organization of risk management systems with the requirements set by the Central Bank of the Republic of Uzbekistan.

The above procedures were selected based on our judgment and were limited to analysis, review of documents, comparison of the Bank’s approved policies, procedures, and methodologies with the requirements established by the Central Bank of the Republic of Uzbekistan, as well as recalculations, comparisons, and reconciliations of numerical indicators and other information.

We did not perform any procedures with respect to the Bank’s accounting records, except for those we considered necessary for the purpose of expressing an opinion on whether the Bank’s financial statements present fairly, in all material respects, its financial position as of December 31, 2024, as well as its financial performance and cash flows for the year 2024 in accordance with the International Financial Reporting Standards (IFRS).

The results of the procedures we performed are presented below.

As a result of our procedures related to the Bank’s compliance with the prudential regulations established by the Central Bank of the Republic of Uzbekistan, we determined that as of December 31, 2024, the Bank’s prudential ratios were within the limits set by the Central Bank of the Republic of Uzbekistan.

As a result of our procedures related to the compliance of elements of internal control and the organization of the Bank’s risk management systems with the requirements of the Central Bank of the Republic of Uzbekistan, we determined that:

- In accordance with the requirements and recommendations of the Central Bank of the Republic of Uzbekistan, as of December 31, 2024, the Bank’s Internal Audit Service and the Bank’s risk management units, which accept the relevant risks, are not subordinate to and accountable to the Bank’s Board, and the Audit Committee under the Bank’s Board is not functioning;
- In accordance with the requirements of the Central Bank of the Republic of Uzbekistan, as of December 31, 2024, the Bank has established an Information Security and Protection Department, and the information security policy has not been approved. The Information Security and Protection Department reports directly to the Chairman of the Management Board of the Bank;
- The reports of the Information Security and Protection Department were not submitted to the Chairman of the Bank’s Management Board during 2024;
- As of December 31, 2024, the Bank’s internal documents establishing methods for identifying and managing risks significant to the Bank and conducting stress testing have been approved by the



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Bank's authorized management bodies in accordance with the requirements and recommendations of the Central Bank of the Republic of Uzbekistan;

- As of December 31, 2024, the Bank had in place a reporting system for risks significant to the Bank, as well as for the Bank's equity;
- The frequency of reports prepared by the Bank's risk management units and Internal Audit Service throughout 2024 on risk management matters complied with the Bank's internal documents. These reports included observations by the risk management units and Internal Audit Service regarding the assessment of the Bank's material risks, along with recommendations for their improvement;
- As of December 31, 2024, the powers of the Bank's Board and its executive management bodies include monitoring the Bank's compliance with the risk and capital adequacy limits established by the Bank's internal documents. In order to monitor the effectiveness of the Bank's risk management procedures and the sequence of their application during 2024, the Bank's Board and its executive management bodies periodically discussed reports prepared by the Bank's risk management units and reviewed proposed measures to address deficiencies.

The procedures relating to elements of internal control and the organization of the Bank's risk management systems were performed solely for the purpose of verifying the compliance of the elements described above, as referenced in the Law, with the requirements established by the Central Bank of the Republic of Uzbekistan.



Jamshid Karimov

General Director

Qualification certificate of the auditor for conducting bank audits No. 19 dated 28 December 2021, issued by the Central Bank of the Republic of Uzbekistan.



02 June 2025

Tashkent, Uzbekistan

Management's acknowledgment of responsibility for the preparation and approval of the financial statements for the year ended 31 December 2024

Management is responsible for the preparation of financial statements that present fairly, in all material respects, the financial position of Joint-Stock Company "Poytaxt Bank" (the "Bank") as at 31 December 2024, and the statements of profit or loss and other comprehensive income, cash flows and changes in equity for the year then ended in accordance with International Financial Reporting Standards ("IFRS").

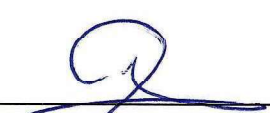
In preparing the financial statements, management is responsible for:

- ensuring that accounting policies are appropriately selected and applied;
- presenting information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information;
- providing additional disclosures when compliance with the specific requirements in IFRSs are insufficient to enable users to understand the impact of particular transactions, other events and conditions on the Bank's financial position and financial performance; and
- making an assessment of the Bank's ability to continue as a going concern.

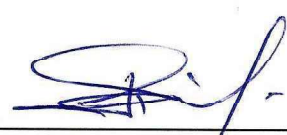
Management is also responsible for:

- designing, implementing and maintaining an effective and sound system of internal controls in the Bank;
- maintaining proper accounting records that disclose and explain the Bank's transactions and provide reliable information about the Bank's financial position at any date, and ensuring that the financial statements comply with IFRS;
- maintaining statutory accounting records in compliance with the legislation and accounting standards of the Republic of Uzbekistan;
- taking all steps reasonably practicable to safeguard the assets of the Bank; and
- preventing and detecting fraud and other irregularities.

The financial statements of the Bank for the year ended 31 December 2024 have been approved and signed on behalf of the Bank's management.


D.A. Abjalov
Acting Chairman of the Board of the Bank



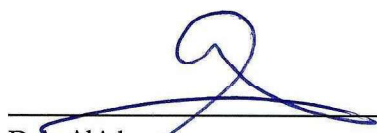

A.A. Abdullaev
Chief Accountant of the Bank

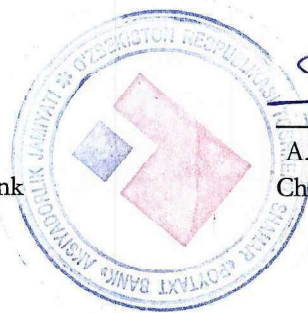
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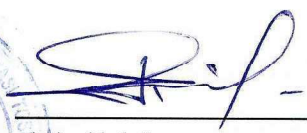
Statement of financial position

	Notes	31 December 2024	31 December 2023
Assets			
Cash and cash equivalents	7	115 710 467	100 134 336
Due from other banks	8	-	22 959 706
Loans and advances to customers	9	303 554 958	77 979 578
Investment financial assets	10	26 560 864	2 063 950
Advance income tax payments		136 626	1 943 574
Deferred tax asset	20	1 844 870	838 333
Property, plant and equipment and intangible assets	11	16 594 661	10 172 917
Other assets	12	11 199 657	2 976 314
Total assets		475 602 103	219 068 708
Liabilities			
Due to other banks	13	85 149 252	-
Customer funds	14	208 616 714	52 916 897
Other liabilities	15	11 810 310	8 313 669
Total liabilities		305 576 276	61 230 566
Equity			
Share capital	16	100 000 000	100 000 000
Retained earnings and funds		70 025 827	57 838 142
Total equity		170 025 827	157 838 142
Total liabilities and equity		475 602 103	219 068 708

Approved and signed on behalf of the management of the Bank:


D.A. Abjalov
Acting Chairman of the Board of the Bank



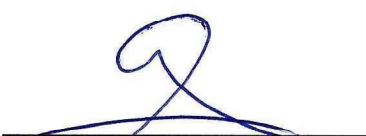

A.A. Abdullaev
Chief Accountant of the Bank

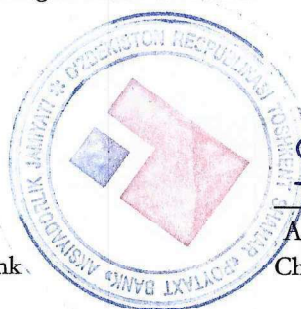
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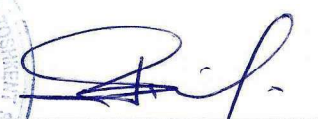
Statement of profit and loss and other comprehensive income

	Notes	For the year ended 31 December 2024	For the year ended 31 December 2023
Interest income calculated at the effective interest rate	17	52 056 487	32 123 518
Other interest incomes	17	118 703	-
Interest expense calculated at the effective interest rate	17	(10 587 130)	(45 513)
Other interest expenses	17	(1 026 420)	(522 000)
Net interest income		40 561 640	31 556 005
Provision for credit losses on debt financial assets	7,9,10	(546 427)	2 671 607
Net interest income after provision for credit losses		40 015 213	34 227 612
Commission income	18	13 449 835	9 794 187
Commission expenses	18	(5 527 847)	(3 513 193)
Net income / (expenses) from operations in foreign currency and from revaluation of foreign currency		6 038 894	3 037 806
Recovery / (creation) of a provision for credit losses on credit related commitments	22	(111 510)	-
Creation of a provision for other assets		(226 515)	(356 181)
Other operating income		217 956	146 432
Administrative and other operating expenses	19	(39 683 820)	(25 590 879)
Income before tax		14 172 206	17 745 784
Income tax expense	20	(1 984 521)	(2 508 453)
Net income for the year		12 187 685	15 237 331
<i>Other comprehensive income:</i>		-	-
Total comprehensive income for the year		12 187 685	15 237 331
Earnings per share			
For the year, basic and diluted earnings per share attributable to the Bank's shareholders (pcs/UZS)	21	121,88	152,37

Approved and signed on behalf of the management of the Bank:


D.A. Abjalov
Acting Chairman of the Board of the Bank




A.A. Abdullaev
Chief Accountant of the Bank

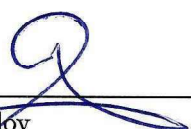
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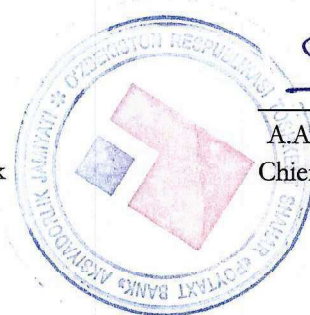
The notes on pages from 12 to 61 are an integral part of these financial statements

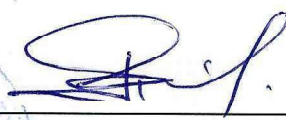
Statement of changes in equity

	Share capital	Retained earnings and funds	Total equity
Balance as at 1 January 2023	100 000 000	42 600 811	142 600 811
Net income for the year	-	15 237 331	15 237 331
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	15 237 331	15 237 331
Balance as at 31 December 2023	100 000 000	57 838 142	157 838 142
Net income for the year	-	12 187 685	12 187 685
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	12 187 685	12 187 685
Balance as at 31 December 2024	100 000 000	70 025 827	170 025 827

Approved and signed on behalf of the management of the Bank:


D.A. Abjalov
Acting Chairman of the Board of the Bank




A.A. Abdullaev
Chief Accountant of the Bank

02 June 2025

Statement of cash flows

	For the year ended 31 December 2024	For the year ended 31 December 2023
Cash flow from operating activities		
Interest received	48 854 639	31 890 266
Interest paid	(11 490 776)	(577 979)
Commission received	13 477 266	9 750 132
Commissions paid	(5 527 847)	(3 513 193)
Net income from operations in foreign currency	5 318 379	1 679 748
Other operating income received	217 956	146 432
Staff costs	(25 229 394)	(18 253 371)
Administrative and other operating expenses	(9 490 403)	(4 528 240)
Income tax paid	(1 208 068)	(3 502 308)
Cash flow from operating activities before changes in operating assets and liabilities	14 921 752	13 091 487
<i>Net (increase) / decrease in operating assets</i>		
Due from other banks	22 959 706	(22 959 706)
Loans and advances to customers	(224 619 907)	(5 516 742)
Other assets	(8 223 343)	(1 794 280)
<i>Net increase / (decrease) in operating liabilities</i>		
Due to other banks	85 149 252	-
Customer funds	155 699 817	(19 899 068)
Other liabilities	3 496 641	(1 271 090)
Net cash flow from operating activities	49 383 918	(38 349 399)
Cash flow from investing activities		
Purchase of investment securities	(25 000 000)	-
Repayment of investment securities	-	50 526 959
Acquisition of property, plant and equipment and intangible assets	(9 522 444)	(425 503)
Net cash flow from investing activities	(34 522 444)	50 101 456

The notes on pages from 12 to 61 are an integral part of these financial statements

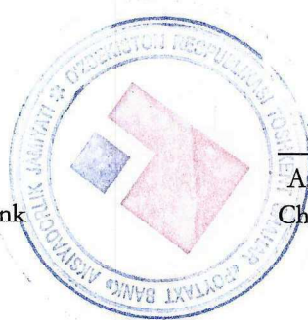
Statement of cash flows (Continue)

	For the year ended 31 December 2024	For the year ended 31 December 2023
The effect of changes in exchange rates on cash and cash equivalents	720 515	1 358 058
The effect of expected credit losses on cash and cash equivalents	(5 858)	(12 646)
Net change in cash and cash equivalents	15 576 131	13 097 469
Cash and cash equivalents at the beginning of the reporting year	100 134 336	87 036 867
Cash and cash equivalents at the end of the reporting year	115 710 467	100 134 336

Approved and signed on behalf of the management of the Bank:



D.A. Abjalov
Acting Chairman of the Board of the Bank



A.A. Abdullaev
Chief Accountant of the Bank

02 June 2025