

**ACLEDA Bank Plc.
AND ITS SUBSIDIARIES**

**Condensed Consolidated and Separate
Interim Financial Statements
for the three-month and nine-month
period ended
30 September 2020
and
Independent Auditors' Report on
Review of Interim Financial Information**

Corporate Information

Bank	ACLEDA Bank Plc.	
Registration No.	00003077	
Registered office	No. 61, Preah Monivong Boulevard, Sangkat Srah Chork, Khan Daun Penh Phnom Penh Kingdom of Cambodia	
Shareholders	ACLEDA Financial Trust ASA Plc. SMBC COFIBRED S.A ORIX Corporation Triodos Microfinance Fund Triodos Fair Share Fund Triodos Sustainable Finance Foundation Other investors in CSX	
Board of Directors	Mr. Chhay Soeun Dr. In Channy Mr. Rath Yumeng Mr. Kenichiro Mori Ms. Mirjam Janssen Mr. Stéphane Mangiavacca Dr. Pieter Kooi Mr. Ian Samuel Lydall Mr. Van Sou Ieng	Chairman (Non-executive Director) Member (Executive Director) Member (Executive Director) Member (Non-executive Director) Member (Non-executive Director) Member (Non-executive Director) Member (Independent Director) Member (Independent Director) Member (Independent Director) (appointed on 2 September 2020)
Executive Committee	Dr. In Channy Dr. So Phonnary Mrs. Mar Amara Mr. Rath Yumeng Mr. Ly Thay Mrs. Buth Bunsayha Mr. Mach Theary Dr. Loeung Sopheap	President & Group Managing Director EVP & Group Chief Operations Officer EVP & Group Chief Financial Officer EVP & Group Chief Treasury Officer EVP & Group Chief Administrative Officer EVP & Group Chief Legal Officer and Corporate Secretary EVP & Group Chief Information Officer EVP & Group Chief Risk Officer
Auditors	KPMG Cambodia Ltd	

ACLEDA Bank Plc.

CONDENSED CONSOLIDATED AND SEPARATE INTERIM FINANCIAL STATEMENTS FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

Contents	Pages
Report of Board of Directors	1 – 6
Report of the independent auditors on review of interim financial information	7 – 8
Condensed interim financial statements:	
Condensed consolidated interim financial statements:	
Condensed consolidated interim statement of financial position	9
Condensed consolidated interim statement of profit or loss and other comprehensive income	10 – 13
Condensed consolidated interim statement of changes in equity	14 – 15
Condensed consolidated interim statement of cash flows	16 – 17
Condensed separate interim financial statements:	
Condensed separate interim statement of financial position	18
Condensed separate interim statement of profit or loss and other comprehensive income	19 – 20
Condensed separate interim statement of changes in equity	21 – 22
Condensed separate interim statement of cash flows	23 – 24
Notes to the condensed interim financial statements	25 – 74



ធនាគារ អេស៊ីលីដា ភីអិលស៊ី ACLEDA Bank Plc.

HEADQUARTERS

Report of The Board of Directors

The Board of Directors (“the Board” or “the Directors”) hereby submits their report together with the condensed consolidated interim financial statements of ACLEDA Bank Plc. (“the Bank”) and its subsidiaries (collectively referred to as “the Group”) and the condensed separate interim financial statements of the Bank for the nine-month period ended 30 September 2020 (hereafter collectively referred to as (“the condensed interim financial statements”).

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 No 61, Preah Monivong Boulevard, Sangkat Srah Chork, Khan Daun Penh, Phnom Penh, the Kingdom of Cambodia. 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 NBC.

Principal activities

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

Significant event

Initial Public Offering (“IPO”)

On 25 February 2020, the Bank obtained approval in principle for the Bank’s IPO from the Board of the Securities and Exchange Commission of Cambodia (“SECC”). The Bank and Yuanta Securities (Cambodia) Ltd (“YSC”), the underwriter, conducted the Book Building process from 3 to 14 March 2020. On 20 March 2020, the result of the Book Building was released, with 2,180 investors participated, in which 95.55% and 4.45% are local and foreign investors, respectively. The final offering price has been set at KHR16,200 in accordance with the Book Building and Subscription Procedure approved by the SECC.

The Subscription phase was from 24 March 2020 to 24 April 2020 and the result was released on 30 April 2020 with 4,344,865 shares were subscribed.

The shares of the Bank were listed on the Cambodia Securities Exchange (“CSX”) on 25 May 2020.

ACLEDA Bank Plc.

Interim financial performance

The reviewed interim financial performance of the Group and the Bank for the three-month and nine-month period ended 30 September 2020 are set out in the condensed consolidated and separate interim statements of profit or loss and other comprehensive income on pages 10 – 13 and 19 – 20, respectively.

Share capital and share premiums

Share capital and share premium is classified as equity. Incremental costs directly attributable to the issue of new share capital are shown in equity as a deduction, net of tax, from the proceeds. The details of the shares capital are as follows:

	Amounts in US\$
At 1 January 2020	428,818,154
Proceeds from new shares issued	17,082,105
Transaction costs	<u>(1,031,025)</u>
Cash proceed – net	16,051,080
Reclassification to share premium	<u>(11,706,215)</u>
At 30 September 2020	<u>433,163,019</u>

On 25 May 2020, the Bank was successfully listed on the Cambodia Securities Exchange (“CSX”). The number of new issued shares are 4,344,865 shares with a par value of KHR4,000 per share, at an offering price of KHR16,200 per share. All issued shares were fully paid.

Reserves and provisions

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

Bad and doubtful loans

Before the condensed 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 writing off of bad loans and advances or making of 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 condensed interim financial statements of the Group and the Bank inadequate to any material extent.

ACLEDA Bank Plc.

Assets

Before the condensed 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 value 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 condensed interim financial statements of the Group and the Bank misleading in any material respect.

Valuation methods

At the date of this report and based on the best of knowledge, the Directors are not aware of any circumstances that have arisen which would render adherence to the existing method of valuation of assets and liabilities in the condensed interim financial statements of the Group and the Bank misleading or inappropriate 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 and 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 condensed interim financial statements of the Group and the Bank, which would render any amount stated in the condensed 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 likely, in the opinion of the Directors, to substantially affect the results of the operations of the Group and the Bank for the period in which this report is made except for the outbreak of the Novel Coronavirus (Covid-19).

ACLEDA Bank Plc.

Items of an unusual nature (continued)

Coronavirus and impact on ECL

The ECL was estimated based on a range of forecast economic conditions as at reporting date. The Novel Coronavirus (Covid-19) outbreak has spread across mainland China, Cambodia and beyond, causing disruption to business and economic activity. The impact on GDP and other key indicators has been considered when determining the severity and likelihood of downside economic scenarios that are used to estimate ECL in which the calculation of the ECL in this current environment is subject to significant uncertainty. Management provides its best estimate on the possible outcomes of Covid-19 on the Group and the Bank, however, this estimate may move materially as events unfold. See Note 2(d)(ii) for further details.

The Board of Directors and the Executive Committee

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

- Mr. Chhay Soeun Chairman (Non-executive Director)
- Dr. In Channy Member (Executive Director)
- Mr. Rath Yumeng Member (Executive Director)
- Mr. Kenichiro Mori Member (Non-executive Director)
- Ms. Mirjam Janssen Member (Non-executive Director)
- Mr. Stéphane Mangiavacca Member (Non-executive Director)
- Dr. Pieter Kooi Member (Independent Director)
- Mr. Ian Samuel Lydall Member (Independent Director)
- Mr. Van Sou leng Member (Independent Director) (appointed on 2 September 2020)

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

- Dr. In Channy President & Group Managing Director
- Dr. So Phonnary EVP & Group Chief Operations Officer
- Mrs. Mar Amara EVP & Group Chief Financial Officer
- Mr. Rath Yumeng EVP & Group Chief Treasury Officer
- Mr. Ly Thay EVP & Group Chief Administrative Officer
- Mrs. Buth Bunsayha EVP & Group Chief Legal Officer and Corporate Secretary
- Mr. Mach Theary EVP & Group Chief Information Officer
- Dr. Loeung Sopheap EVP & Group Chief Risk Officer

ACLEDA Bank Plc.

The President & Group Managing Director's responsibilities in respect of the condensed interim financial statements

The President & Group Managing Director, with the advice of the Executive Committee, is responsible for ensuring that the condensed interim financial statements are prepared, in all material respects, in accordance with Cambodian International Accounting Standard 34, "Interim Financial Reporting".

In preparing these condensed interim financial statements, the President & Group Managing Director with the advice of the Executive Committee is 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 Cambodian International Accounting Standard 34, "Interim Financial Reporting" or if there have been any departures in the interest of true and fair presentation, this has been appropriately disclosed, explained and quantified in the condensed interim financial statements;
- iii) maintain adequate accounting records and an effective system of internal controls;
- iv) prepare the condensed 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; and
- 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 condensed interim financial statements.

The President & Group Managing Director confirms that the Group and the Bank have complied with the above requirements in preparing these condensed interim financial statements.



Mrs. Mar Amara
Executive Vice President & Group Chief Financial Officer



Phnom Channy
President & Group Managing Director

Phnom Penh, Kingdom of Cambodia

Date: 10 NOV 2020



ACLEDA Bank Plc.

Approval of the condensed interim financial statements

The accompanying condensed interim financial statements, together with the notes thereto, set out on pages 9 to 74 which are prepared, in all material respects, in accordance with Cambodian International Accounting Standard 34, "Interim Financial Reporting", 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

Date: 10 NOV 2020



KPMG Cambodia Ltd
4th Floor, Delano Center
No. 144, Street 169, Sangkat Veal Vong
Khan 7 Makara, Phnom Penh
Kingdom of Cambodia
+855 23 216 899 | kpmg.com.kh

REPORT OF THE INDEPENDENT AUDITORS ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the shareholders ACLEDA Bank Plc.

Introduction

We have reviewed the accompanying condensed consolidated interim financial statements of ACLEDA Bank Plc. and its subsidiaries (“the Group”) and the condensed separate interim financial statements of the ACLEDA Bank Plc. (“the Bank”), which comprise the condensed consolidated and separate interim statements of financial position of the Group and the Bank as at 30 September 2020, and the condensed consolidated and separate interim statement of profit or loss and other comprehensive income for the three-month and nine-month period ended 30 September 2020, statements of changes in equity and cash flows for the nine-month period then ended, and other explanatory notes as set out on pages 9 to 74 (hereafter referred to as “the condensed interim financial statements”).

Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the Cambodian International Accounting Standard 34, “*Interim Financial Reporting*”. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the Cambodian International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Cambodian International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 30 September 2020 condensed interim financial statements, are not prepared, in all material respects, in accordance with Cambodian International Accounting Standard 34, "Interim Financial Reporting".

Other Matter

We draw attention to the fact that we have not reviewed the condensed consolidated and separate interim statements of profit or loss and other comprehensive income, changes in equity and cash flows of the Group and the Bank for the three-month and nine-month period ended 30 September 2019, or any of the related notes and accordingly, we do not express conclusion and any form of assurance on them.

For KPMG Cambodia Ltd




Nge Huy
Partner

Phnom Penh, Kingdom of Cambodia

10 November 2020

ACLEDA Bank Plc.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2020

		30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
ASSETS					
Cash on hand	6	458,596,003	421,527,238	1,880,243,612	1,717,723,495
Deposits and placements with other banks	7	609,942,274	587,730,531	2,500,763,323	2,395,001,914
Financial investments	8	629,957,453	527,474,976	2,582,825,557	2,149,460,527
Loans and advances, net	9	4,102,152,879	3,846,020,519	16,818,826,804	15,672,533,615
Other assets		19,415,618	17,529,833	79,604,034	71,434,070
Statutory deposits		356,208,800	587,336,099	1,460,456,080	2,393,394,603
Property and equipment	10	129,388,347	131,159,792	530,492,223	534,476,153
Intangible assets	11	15,177,759	8,998,993	62,228,812	36,670,896
Right-of-use assets	12	31,130,886	32,569,457	127,636,633	132,720,537
Deferred tax assets, net	13	13,154,585	14,814,354	53,933,799	60,368,494
TOTAL ASSETS		<u>6,365,124,604</u>	<u>6,175,161,792</u>	<u>26,097,010,877</u>	<u>25,163,784,304</u>
LIABILITIES AND EQUITY					
LIABILITIES					
Deposits and placements from other banks and financial institutions	14	374,502,590	285,175,145	1,535,460,619	1,162,088,716
Deposits from customers	15	4,151,567,795	4,082,722,853	17,021,427,960	16,637,095,626
Other liabilities		65,542,508	58,810,875	268,724,283	239,654,316
Borrowings	16	477,978,393	564,971,701	1,959,711,411	2,302,259,682
Subordinated debts	17	176,980,558	139,302,580	725,620,288	567,658,014
Current income tax liabilities	26(a)	21,829,367	30,459,303	89,500,405	124,121,660
Lease liabilities	18	30,338,631	30,915,939	124,388,387	125,982,451
Employee benefits	19	19,616,850	18,341,796	80,429,085	74,742,819
TOTAL LIABILITIES		<u>5,318,356,692</u>	<u>5,210,700,192</u>	<u>21,805,262,438</u>	<u>21,233,603,284</u>
EQUITY					
Share capital	20	433,163,019	428,818,154	1,775,968,378	1,747,433,978
Share premiums	20	11,706,215	-	47,995,482	-
Reserves	21	503,822,912	414,748,726	2,086,429,505	1,708,085,266
Retained earnings		98,075,766	120,894,720	381,355,074	474,661,776
TOTAL EQUITY		<u>1,046,767,912</u>	<u>964,461,600</u>	<u>4,291,748,439</u>	<u>3,930,181,020</u>
TOTAL LIABILITIES AND EQUITY		<u>6,365,124,604</u>	<u>6,175,161,792</u>	<u>26,097,010,877</u>	<u>25,163,784,304</u>

The accompanying notes form an integral part of these condensed interim financial statements.

ACLEDA Bank Plc.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

	Note	For the nine-month period ended			
		30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Interest income calculated using the effective interest method	22	380,240,956	361,209,624	1,554,805,269	1,479,514,620
Interest expense	23	(112,744,096)	(117,760,113)	(461,010,609)	(482,345,423)
Net interest income		<u>267,496,860</u>	<u>243,449,511</u>	<u>1,093,794,660</u>	<u>997,169,197</u>
Fee and commission income	24	33,940,230	36,630,889	138,781,600	150,040,121
Fee and commission expense		(1,189,683)	(589,718)	(4,864,614)	(2,415,485)
Net fee and commission income		<u>32,750,547</u>	<u>36,041,171</u>	<u>133,916,986</u>	<u>147,624,636</u>
Allowances for impairment losses on loans and advances, deposits and placements with other banks and other receivables	9	(19,748,490)	(20,879,283)	(80,751,576)	(85,521,543)
Allowance for impairment losses on off-balance sheet commitments	9	34,426	198,339	140,768	812,397
Net impairment losses		<u>(19,714,064)</u>	<u>(20,680,944)</u>	<u>(80,610,808)</u>	<u>(84,709,146)</u>
Net income after allowance for impairment		<u>280,533,343</u>	<u>258,809,738</u>	<u>1,147,100,838</u>	<u>1,060,084,687</u>
Other incomes		11,977,211	12,936,035	48,974,816	52,985,999
General and administrative expenses	25	(167,127,358)	(162,594,595)	(683,383,767)	(665,987,461)
Profit before income tax		<u>125,383,196</u>	<u>109,151,178</u>	<u>512,691,887</u>	<u>447,083,225</u>
Income tax expense	26(b)	(27,017,753)	(23,265,566)	(110,475,591)	(95,295,758)
Profit for the period		<u>98,365,443</u>	<u>85,885,612</u>	<u>402,216,296</u>	<u>351,787,467</u>

ACLEDA Bank Plc.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

Note	For the nine-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Profit for the period	98,365,443	85,885,612	402,216,296	351,787,467
Other comprehensive income:				
<i>Items that will not be reclassified to profit or loss:</i>				
Remeasurement of employee benefit obligations	(289,677)	60,785	(1,184,489)	248,971
<i>Items that are or may be reclassified subsequently to profit or loss:</i>				
Currency translation differences	-	-	4,101,202	6,225,753
Other comprehensive income for the period	<u>(289,677)</u>	<u>60,785</u>	<u>2,916,713</u>	<u>6,474,724</u>
Total comprehensive income for the period	<u>98,075,766</u>	<u>85,946,397</u>	<u>405,133,009</u>	<u>358,262,191</u>
Profit for the period attributable to:				
Owners of the Bank	98,365,443	85,885,612	402,216,296	351,787,467
Non-controlling interests	-	-	-	-
	<u>98,365,443</u>	<u>85,885,612</u>	<u>402,216,296</u>	<u>351,787,467</u>
Total comprehensive income attributable to:				
Owners of the Bank	98,075,766	85,946,397	405,133,009	358,262,191
Non-controlling interests	-	-	-	-
	<u>98,075,766</u>	<u>85,946,397</u>	<u>405,133,009</u>	<u>358,262,191</u>

The earnings per share attributable to shareholders of Bank during the period are as follows:

Basic earnings per share	27	<u>0.23</u>	<u>0.21</u>	<u>0.94</u>	<u>0.88</u>
Diluted earnings per share	27	<u>0.23</u>	<u>0.21</u>	<u>0.94</u>	<u>0.88</u>

ACLEDA Bank Plc.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONINUED) FOR THE THREE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

	Note	For the three-month period ended			
		30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Interest income calculated using the effective interest method	22	127,658,532	123,433,377	523,511,232	511,289,742
Interest expense	23	(37,280,115)	(40,680,212)	(152,891,175)	(168,476,066)
Net interest income		<u>90,378,417</u>	<u>82,753,165</u>	<u>370,620,057</u>	<u>342,813,676</u>
Fee and commission income	24	11,350,653	12,276,330	46,548,357	50,868,357
Fee and commission expense		(558,044)	(152,965)	(2,285,632)	(637,027)
Net fee and commission income		<u>10,792,609</u>	<u>12,123,365</u>	<u>44,262,725</u>	<u>50,231,330</u>
Allowances for impairment losses on loans and advances, deposits and placements with other banks and other receivables	9	(7,942,494)	(11,177,875)	(32,547,694)	(46,017,410)
Allowance for impairment losses on off-balance sheet commitments	9	(152,103)	15,587	(620,830)	68,231
Net impairment losses		<u>(8,094,597)</u>	<u>(11,162,288)</u>	<u>(33,168,524)</u>	<u>(45,949,179)</u>
Net income after allowance for impairment		<u>93,076,429</u>	<u>83,714,242</u>	<u>381,714,258</u>	<u>347,095,827</u>
Other incomes		3,456,964	5,352,879	14,186,647	22,107,388
General and administrative expenses	25	(52,468,061)	(54,156,433)	(215,229,857)	(224,427,265)
Profit before income tax		<u>44,065,332</u>	<u>34,910,688</u>	<u>180,671,048</u>	<u>144,775,950</u>
Income tax expense	26(b)	(9,444,718)	(7,184,153)	(38,724,889)	(29,812,245)
Profit for the period		<u><u>34,620,614</u></u>	<u><u>27,726,535</u></u>	<u><u>141,946,159</u></u>	<u><u>114,963,705</u></u>

ACLEDA Bank Plc.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONINUED) FOR THE THREE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

Note	For the three-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Profit for the period	34,620,614	27,726,535	141,946,159	114,963,705
Other comprehensive income:				
<i>Items that will not be reclassified to profit or loss:</i>				
Remeasurement of employee benefit obligations	117,687	(220,547)	478,782	(895,497)
<i>Items that are or may be reclassified subsequently to profit or loss:</i>				
Currency translation differences	-	-	1,291,719	2,744,050
Other comprehensive income for the period	117,687	(220,547)	1,770,501	1,848,553
Total comprehensive income for the period	<u>34,738,301</u>	<u>27,505,988</u>	<u>143,716,660</u>	<u>116,812,258</u>
Profit for the period attributable to:				
Owners of the Bank	34,620,614	27,726,535	141,946,159	114,963,705
Non-controlling interests	-	-	-	-
	<u>34,620,614</u>	<u>27,726,535</u>	<u>141,946,159</u>	<u>114,963,705</u>
Total comprehensive income attributable to:				
Owners of the Bank	34,738,301	27,505,988	143,716,660	116,812,258
Non-controlling interests	-	-	-	-
	<u>34,738,301</u>	<u>27,505,988</u>	<u>143,716,660</u>	<u>116,812,258</u>

The earnings per share attributable to shareholders of Bank during the period are as follows:

Basic earnings per share	27	<u>0.08</u>	<u>0.06</u>	<u>0.33</u>	<u>0.27</u>
Diluted earnings per share	27	<u>0.08</u>	<u>0.06</u>	<u>0.33</u>	<u>0.27</u>

The accompanying notes form an integral part of these condensed interim financial statements.

ACLEDA Bank Plc.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

	Attributable to equity holders of the Parent												Non-controlling interest		Total equity	
	Share capital		Share premiums		Reserves		Retained earnings		Total							
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000		
		(Note 4)		(Note 4)		(Note 4)		(Note 4)		(Note 4)		(Note 4)		(Note 4)		
As at 1 January 2020	428,818,154	1,747,433,978	-	-	414,748,726	1,708,085,266	120,894,720	474,661,776	964,461,600	3,930,181,020	-	-	964,461,600	3,930,181,020		
Profit for the period	-	-	-	-	-	-	98,365,443	402,216,296	98,365,443	402,216,296	-	-	98,365,443	402,216,296		
<i>Other comprehensive income:</i>																
Remeasurement of employee benefit obligations	-	-	-	-	-	-	(289,677)	(1,184,489)	(289,677)	(1,184,489)	-	-	(289,677)	(1,184,489)		
Currency translation differences	-	-	-	-	-	4,101,202	-	-	-	4,101,202	-	-	-	4,101,202		
Total comprehensive income for the period	-	-	-	-	-	4,101,202	98,075,766	401,031,807	98,075,766	405,133,009	-	-	98,075,766	405,133,009		
Transaction with owners:																
Conversion of retained earnings to share capital	-	-	-	-	(4,451,864)	(18,203,672)	4,451,864	18,203,672	-	-	-	-	-	-		
Dividend paid	-	-	-	-	-	-	(32,718,825)	(133,787,275)	(32,718,825)	(133,787,275)	-	-	(32,718,825)	(133,787,275)		
Transfers from retained earnings to general reserves	-	-	-	-	73,869,323	302,051,662	(74,314,113)	(303,870,408)	(444,790)	(1,818,746)	-	-	(444,790)	(1,818,746)		
Share issued	4,344,865	17,766,153	11,706,215	47,866,713	-	-	-	-	16,051,080	65,632,866	-	-	16,051,080	65,632,866		
Transfer from retained earnings to regulatory reserves	-	-	-	-	18,313,646	74,884,498	(18,313,646)	(74,884,498)	-	-	-	-	-	-		
Currency translation differences - foreign subsidiaries	-	-	-	-	1,343,081	5,491,858	-	-	1,343,081	5,491,858	-	-	1,343,081	5,491,858		
Currency translation differences	-	10,768,247	-	128,769	-	10,018,691	-	-	-	20,915,707	-	-	-	20,915,707		
Total transactions with owners:	4,344,865	28,534,400	11,706,215	47,995,482	89,074,186	374,243,037	(120,894,720)	(494,338,509)	(15,769,454)	(43,565,590)	-	-	(15,769,454)	(43,565,590)		
As at 30 September 2020	433,163,019	1,775,968,378	11,706,215	47,995,482	503,822,912	2,086,429,505	98,075,766	381,355,074	1,046,767,912	4,291,748,439	-	-	1,046,767,912	4,291,748,439		

ACLEDA Bank Plc.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY (CONTINUED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

	Attributable to equity holders of the Parent								Non-controlling interest		Total equity	
	Share capital		Reserves		Retained earnings		Total					
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
As at 1 January 2019	395,224,105	1,588,010,454	377,798,286	1,529,226,903	79,817,291	309,472,482	852,839,682	3,426,709,839	-	-	852,839,682	3,426,709,839
Profit for the period (Not reviewed)	-	-	-	-	85,885,612	351,787,467	85,885,612	351,787,467	-	-	85,885,612	351,787,467
<i>Other comprehensive income</i> <i>(Not reviewed):</i>												
Remeasurement of employee benefit obligations	-	-	-	-	60,785	248,971	60,785	248,971	-	-	60,785	248,971
Currency translation differences	-	-	-	6,225,753	-	-	-	6,225,753	-	-	-	6,225,753
Total comprehensive income for the period (Not reviewed)	-	-	-	6,225,753	85,946,397	352,036,438	85,946,397	358,262,191	-	-	85,946,397	358,262,191
Transaction with owners (Not reviewed):												
Dividends in share capital	33,594,049	137,601,225	-	-	(33,594,049)	(137,601,225)	-	-	-	-	-	-
Dividend paid	-	-	-	-	(8,418,272)	(34,481,242)	(8,418,272)	(34,481,242)	-	-	(8,418,272)	(34,481,242)
Transfers from retained earnings to general reserves	-	-	45,656,526	187,009,130	(45,656,526)	(187,009,130)	-	-	-	-	-	-
Transfer from regulatory reserves to retained earnings	-	-	(7,851,556)	(32,159,973)	7,851,556	32,159,973	-	-	-	-	-	-
Acquisition of non-controlling interest in AMIM	-	-	14,279,344	58,488,193	-	-	14,279,344	58,488,193	-	-	14,279,344	58,488,193
Currency translation differences - foreign subsidiaries	-	-	(15,499,161)	(63,484,563)	-	-	(15,499,161)	(63,484,563)	-	-	(15,499,161)	(63,484,563)
Currency translation differences	-	30,827,480	-	29,468,270	-	-	-	60,295,750	-	-	-	60,295,750
	33,594,049	168,428,705	36,585,153	179,321,057	(79,817,291)	(326,931,624)	(9,638,089)	20,818,138	-	-	(9,638,089)	20,818,138
As at 30 September 2019 (Not reviewed)	428,818,154	1,756,439,159	414,383,439	1,714,773,713	85,946,397	334,577,296	929,147,990	3,805,790,168	-	-	929,147,990	3,805,790,168

The accompanying notes form an integral part of these condensed interim financial statements.

ACLEDA Bank Plc.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

	Note	For the nine-month period ended			
		30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Cash flows from operating activities					
Profit before income tax		125,383,196	109,151,178	512,691,887	447,083,225
<i>Adjustments for:</i>					
Depreciation	10	15,860,195	16,005,106	64,852,337	65,556,914
Amortisation	11	2,595,839	2,696,308	10,614,386	11,044,078
Depreciation on right-of-use assets	12	7,910,999	8,289,397	32,348,075	33,953,370
Adjustments of property and equipment		36,243	42,804	148,198	175,325
Adjustments of intangible assets		280,284	390,312	1,146,081	1,598,718
Allowances for impairment losses	9	19,714,064	20,680,944	80,610,808	84,709,146
Retirement benefits		1,214,127	1,571,049	4,964,567	6,435,019
Seniority indemnity benefits	19(c)	4,835,325	2,024,109	19,771,645	8,290,751
Currency translation reserves		1,343,081	(1,219,817)	5,491,858	(4,996,370)
Net interest income		(267,496,860)	(243,449,511)	(1,093,794,660)	(997,169,197)
(Gains)/losses on disposals of property and equipment, and intangible assets		(146,376)	159,614	(598,531)	653,779
Unrealised exchange gains		(132,990)	(307,994)	(543,796)	(1,261,543)
		<u>(88,602,873)</u>	<u>(83,966,501)</u>	<u>(362,297,145)</u>	<u>(343,926,785)</u>
<i>Changes in working capital:</i>					
Loans and advances		(275,665,396)	(157,085,598)	(1,127,195,804)	(643,422,609)
Deposits and placements with other banks		169,733,490	(39,983,003)	694,040,241	(163,770,380)
Statutory deposits		57,799,625	(3,594,903)	236,342,667	(14,724,723)
Other assets		(2,794,936)	466,451	(11,428,493)	1,910,583
Deposits from customers		68,844,942	505,280,562	281,506,968	2,069,629,182
Deposits and placements from other banks and financial institutions		89,327,445	7,292,783	365,259,923	29,871,239
Career development		975,962	1,055,650	3,990,709	4,323,942
Other liabilities		10,182,664	4,454,625	41,636,913	18,246,144
		<u>29,800,923</u>	<u>233,920,066</u>	<u>121,855,979</u>	<u>958,136,593</u>
Net cash generated from operations					
Interest received		381,132,756	360,708,835	1,558,451,839	1,477,463,388
Interest paid		(114,593,727)	(111,284,284)	(468,573,750)	(455,820,427)
Income tax paid	26(a)	(33,990,127)	(17,047,133)	(138,985,629)	(69,825,057)
Retirement benefits paid		(92,796)	(163,272)	(379,443)	(668,762)
Career development paid	19(b)	(2,084,347)	(1,312,573)	(8,522,895)	(5,376,299)
Seniority benefits paid	19(c)	(3,784,118)	(3,227,468)	(15,473,259)	(13,219,709)
		<u>256,388,564</u>	<u>461,594,171</u>	<u>1,048,372,842</u>	<u>1,890,689,727</u>
Net cash generated from operating activities					

ACLEDA Bank Plc.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS (CONTINUED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

	Note	For the nine-month period ended			
		30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Cash flows from investing activities					
Financial investments		21,921,452	9,905,732	89,636,817	40,573,878
Purchases of property and equipment	10	(14,178,064)	(11,531,270)	(57,974,104)	(47,232,082)
Purchases of intangible assets	11	(9,091,985)	(1,274,243)	(37,177,127)	(5,219,299)
Proceeds from disposals of property and equipment		167,987	115,561	686,899	473,338
Net cash used in investing activities		(1,180,610)	(2,784,220)	(4,827,515)	(11,404,165)
Cash flows from financing activities					
Payments of dividends		(32,718,825)	(8,418,272)	(133,787,275)	(34,481,242)
Payment tax on ABL's increase capital		(444,790)	-	(1,818,746)	-
Repayments of borrowings		(157,212,800)	(285,904,970)	(642,843,139)	(1,171,066,757)
Proceeds from borrowings		70,219,492	214,453,519	287,127,503	878,401,614
Repayments of subordinated debts		-	(11,524,982)	-	(47,206,326)
Proceeds from subordinated debts		37,677,978	-	154,065,252	-
Proceeds from share issuance		4,344,865	-	17,766,153	-
Proceeds from share premium		11,706,215	-	47,866,713	-
Payments of lease liabilities	18	(8,530,953)	(8,140,966)	(34,883,067)	(33,345,397)
Net cash used in financing activities		(74,958,818)	(99,535,671)	(306,506,606)	(407,698,108)
Net increase in cash and cash equivalents		180,249,136	359,274,280	737,038,721	1,471,587,454
Cash and cash equivalents at the beginning of the period		1,498,720,457	1,305,671,409	6,107,285,862	5,246,187,721
Currency translation difference		-	-	39,450,748	101,842,367
Cash and cash equivalents at the end of the period	28	1,678,969,593	1,664,945,689	6,883,775,331	6,819,617,542

The accompanying notes form an integral part of these condensed interim financial statements.

ACLEDA Bank Plc.

CONDENSED SEPARATE INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2020

	Note	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
ASSETS					
Cash on hand	6	446,471,106	410,955,867	1,830,531,535	1,674,645,158
Deposits and placements with other banks	7	575,098,005	558,612,340	2,357,901,821	2,276,345,286
Financial investments	8	629,957,453	527,474,976	2,582,825,557	2,149,460,527
Loans and advances, net	9	3,935,012,897	3,686,578,943	16,133,552,878	15,022,809,193
Other assets		17,761,487	15,667,540	72,822,097	63,845,226
Statutory deposits		352,672,308	583,195,741	1,445,956,463	2,376,522,645
Investments in subsidiaries		91,115,571	91,135,571	373,573,841	371,377,452
Property and equipment	10	92,277,478	92,911,344	378,337,660	378,613,728
Intangible assets	11	14,281,319	7,915,362	58,553,408	32,255,100
Right-of-use assets	12	27,599,783	28,847,850	113,159,110	117,554,989
Deferred tax assets, net	13	13,106,591	14,007,743	53,737,023	57,081,553
TOTAL ASSETS		6,195,353,998	6,017,303,277	25,400,951,393	24,520,510,857
LIABILITIES AND EQUITY					
LIABILITIES					
Deposits and placements from other banks and financial institutions	14	357,525,558	274,277,721	1,465,854,788	1,117,681,713
Deposits from customers	15	4,036,675,588	3,982,146,559	16,550,369,911	16,227,247,228
Other liabilities		64,079,824	56,597,551	262,727,278	230,635,021
Borrowings	16	441,810,403	518,068,128	1,811,422,652	2,111,127,622
Subordinated debts	17	176,980,558	139,302,580	725,620,288	567,658,014
Current income tax liabilities	26(a)	20,215,549	29,175,560	82,883,751	118,890,407
Lease liabilities	18	27,282,100	27,789,168	111,856,610	113,240,860
Employee benefits	19	18,863,895	17,667,477	77,341,970	71,994,969
TOTAL LIABILITIES		5,143,433,475	5,045,024,744	21,088,077,248	20,558,475,834
EQUITY					
Share capital	20	433,163,019	428,818,154	1,775,968,378	1,747,433,978
Share premiums	20	11,706,215	-	47,995,482	-
Reserves	21	510,741,554	425,709,612	2,114,350,275	1,752,368,656
Retained earnings		96,309,735	117,750,767	374,560,010	462,232,389
TOTAL EQUITY		1,051,920,523	972,278,533	4,312,874,145	3,962,035,023
TOTAL LIABILITIES AND EQUITY		6,195,353,998	6,017,303,277	25,400,951,393	24,520,510,857

The accompanying notes form an integral part of these condensed interim financial statements.

ACLEDA Bank Plc.

CONDENSED SEPARATE INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

	Note	For the nine-month period ended			
		30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Interest income calculated using the effective interest method	22	353,199,030	338,551,358	1,444,230,834	1,386,706,362
Interest expense	23	(104,501,229)	(110,280,961)	(427,305,525)	(451,710,816)
Net interest income		<u>248,697,801</u>	<u>228,270,397</u>	<u>1,016,925,309</u>	<u>934,995,546</u>
Fee and commission income	24	31,360,011	34,699,490	128,231,085	142,129,111
Fee and commission expense		(1,019,898)	(318,069)	(4,170,363)	(1,302,811)
Net fee and commission income		<u>30,340,113</u>	<u>34,381,421</u>	<u>124,060,722</u>	<u>140,826,300</u>
Allowances for impairment losses for loans and advances, deposits and placements with other banks and other receivables	9	(15,516,286)	(18,923,985)	(63,446,093)	(77,512,643)
Allowances for impairment losses on off-balance sheet commitments	9	82,987	(12,863)	339,334	(52,687)
Net impairment losses		<u>(15,433,299)</u>	<u>(18,936,848)</u>	<u>(63,106,759)</u>	<u>(77,565,330)</u>
Net income after allowance for impairment		<u>263,604,615</u>	<u>243,714,970</u>	<u>1,077,879,272</u>	<u>998,256,516</u>
Other incomes		11,034,210	12,203,943	45,118,885	49,987,351
General and administrative expenses	25	(153,500,333)	(148,690,119)	(627,662,862)	(609,034,727)
Profit before income tax		<u>121,138,492</u>	<u>107,228,794</u>	<u>495,335,295</u>	<u>439,209,140</u>
Income tax expenses	26(b)	(24,582,899)	(22,380,362)	(100,519,475)	(91,669,963)
Profit for the period		<u>96,555,593</u>	<u>84,848,432</u>	<u>394,815,820</u>	<u>347,539,177</u>
Other comprehensive income:					
<i>Items that will not be reclassified to profit or loss:</i>					
Remeasurement of employee benefit obligations		(245,858)	(18,425)	(1,005,313)	(75,473)
Currency translation differences		-	-	4,003,175	6,083,304
Other comprehensive income during the period		<u>(245,858)</u>	<u>(18,425)</u>	<u>2,997,862</u>	<u>6,007,831</u>
Total comprehensive income for the period		<u>96,309,735</u>	<u>84,830,007</u>	<u>397,813,682</u>	<u>353,547,008</u>
Profit attributable to:					
Equity holders of the Bank		<u>96,555,593</u>	<u>84,848,432</u>	<u>394,815,820</u>	<u>347,539,177</u>
Total comprehensive income attributable to:					
Equity holders of the Bank		<u>96,309,735</u>	<u>84,830,007</u>	<u>397,813,682</u>	<u>353,547,008</u>

ACLEDA Bank Plc.

CONDENSED SEPARATE INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED) FOR THE THREE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

	Note	For the three-month period ended			
		30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Interest income calculated using the effective interest method	22	118,391,332	115,264,069	485,511,003	477,480,521
Interest expense	23	(34,577,659)	(37,802,860)	(141,807,589)	(156,579,989)
Net interest income		<u>83,813,673</u>	<u>77,461,209</u>	<u>343,703,414</u>	<u>320,900,532</u>
Fee and commission income	24	10,507,710	11,657,257	43,091,140	48,301,138
Fee and commission expense		(509,882)	(115,791)	(2,087,968)	(479,135)
Net fee and commission income		<u>9,997,828</u>	<u>11,541,466</u>	<u>41,003,172</u>	<u>47,822,003</u>
Allowances for impairment losses for loans and advances, deposits and placements with other banks and other receivables	9	(7,504,988)	(10,446,701)	(30,735,963)	(42,993,143)
Allowances for impairment losses on off-balance sheet commitments	9	(152,106)	15,587	(620,551)	63,161
Net impairment losses		(7,657,094)	(10,431,114)	(31,356,514)	(42,929,982)
Net income after allowance for impairment		<u>86,154,407</u>	<u>78,571,561</u>	<u>353,350,072</u>	<u>325,792,553</u>
Other incomes		3,029,893	5,075,631	12,437,259	20,960,865
General and administrative expenses	25	(48,522,253)	(49,638,671)	(199,037,361)	(205,697,231)
Profit before income tax		<u>40,662,047</u>	<u>34,008,521</u>	<u>166,749,970</u>	<u>141,056,187</u>
Income tax expenses	26(b)	(8,340,694)	(6,768,190)	(34,202,552)	(28,097,197)
Profit for the period		<u>32,321,353</u>	<u>27,240,331</u>	<u>132,547,418</u>	<u>112,958,990</u>
Other comprehensive income:					
<i>Items that will not be reclassified to profit or loss:</i>					
Remeasurement of employee benefit obligations		142,060	(188,349)	578,556	(767,404)
Currency translation differences		-	-	1,245,199	2,686,404
Other comprehensive income during the period		<u>142,060</u>	<u>(188,349)</u>	<u>1,823,755</u>	<u>1,919,000</u>
Total comprehensive income for the period		<u>32,463,413</u>	<u>27,051,982</u>	<u>134,371,173</u>	<u>114,877,990</u>
Profit attributable to:					
Equity holders of the Bank		<u>32,321,353</u>	<u>27,240,331</u>	<u>132,547,418</u>	<u>112,958,990</u>
Total comprehensive income attributable to:					
Equity holders of the Bank		<u>32,463,413</u>	<u>27,051,982</u>	<u>134,371,173</u>	<u>114,877,990</u>

The accompanying notes form an integral part of these condensed interim financial statements.

ACLEDA BANK PLC.

CONDENSED SEPARATE INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

	Attributable to equity holders of the Bank									
	Share capital		Share premium		Reserves		Retained earnings		Total equity	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
As at 1 January 2020	428,818,154	1,747,433,978	-	-	425,709,612	1,752,368,656	117,750,767	462,232,389	972,278,533	3,962,035,023
Profit for the period	-	-	-	-	-	-	96,555,593	394,815,820	96,555,593	394,815,820
<i>Other comprehensive income:</i>										
Remeasurement of employee benefit obligations	-	-	-	-	-	-	(245,858)	(1,005,313)	(245,858)	(1,005,313)
Currency translation difference	-	-	-	-	-	4,003,175	-	-	-	4,003,175
Total comprehensive income for the period	-	-	-	-	-	4,003,175	96,309,735	393,810,507	96,309,735	397,813,682
Transaction with owners:										
Dividend paid	-	-	-	-	-	-	(32,718,825)	(133,787,275)	(32,718,825)	(133,787,275)
Transfer of retained earnings to general reserves	-	-	-	-	67,924,603	277,743,702	(67,924,603)	(277,743,702)	-	-
Share issued	4,344,865	17,766,153	11,706,215	47,866,713	-	-	-	-	16,051,080	65,632,866
Transfer of retained earnings to regulatory reserves	-	-	-	-	17,107,339	69,951,909	(17,107,339)	(69,951,909)	-	-
Currency translation difference	-	10,768,247	-	128,769	-	10,282,833	-	-	-	21,179,849
Total transactions with owners:	4,344,865	28,534,400	11,706,215	47,995,482	85,031,942	357,978,444	(117,750,767)	(481,482,886)	(16,667,745)	(46,974,561)
As at 30 September 2020	433,163,019	1,775,968,378	11,706,215	47,995,482	510,741,554	2,114,350,275	96,309,735	374,560,010	1,051,920,523	4,312,874,145

The accompanying notes form an integral part of these condensed interim financial statements.

ACLEDA BANK PLC.

CONDENSED SEPARATE INTERIM STATEMENT OF CHANGES IN EQUITY (CONTINUED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

	Attributable to equity holders of the Bank							
	Share capital		Reserves		Retained earnings		Total equity	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
As at 1 January 2019	395,224,105	1,588,010,454	389,730,923	1,576,960,188	77,991,011	302,346,542	862,946,039	3,467,317,184
Profit for the period (Not reviewed)	-	-	-	-	84,848,432	347,539,177	84,848,432	347,539,177
<i>Other comprehensive income (Not reviewed):</i>								
Remeasurement of employee benefit obligations	-	-	-	-	(18,425)	(75,473)	(18,425)	(75,473)
Currency translation difference	-	-	-	6,083,304	-	-	-	6,083,304
Total comprehensive income for the period	-	-	-	6,083,304	84,830,007	347,463,704	84,830,007	353,547,008
Transaction with owners (Not reviewed):								
Dividends in share capital	33,594,049	137,601,225	-	-	(33,594,049)	(137,601,225)	-	-
Dividend paid	-	-	-	-	(8,418,272)	(34,481,242)	(8,418,272)	(34,481,242)
Transfers from retained earnings to general reserves	-	-	43,693,377	178,968,072	(43,693,377)	(178,968,072)	-	-
Transfers from regulatory reserves to retained earnings	-	-	(7,714,687)	(31,599,358)	7,714,687	31,599,358	-	-
Currency translation difference	-	30,827,480	-	30,399,017	-	-	-	61,226,497
	33,594,049	168,428,705	35,978,690	177,767,731	(77,991,011)	(319,451,181)	(8,418,272)	26,745,255
As at 30 September 2019 (Not reviewed)	428,818,154	1,756,439,159	425,709,613	1,760,811,223	84,830,007	330,359,065	939,357,774	3,847,609,447

The accompanying notes form an integral part of these condensed interim financial statements.

ACLEDA BANK PLC.

CONDENSED SEPARATE INTERIM STATEMENT OF CASH FLOWS FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

	Note	For the nine-month period ended			
		30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Cash flows from operating activities					
Profit before income tax		121,138,492	107,228,794	495,335,295	439,209,140
<i>Adjustments for:</i>					
Depreciation charge	10	14,385,150	14,380,041	58,820,878	58,900,648
Amortisation charge	11	2,352,042	2,428,923	9,617,500	9,948,869
Depreciation charge on right-of-use assets	12	7,273,984	7,183,697	29,743,321	29,424,423
Adjustments of property and equipment		18,533	42,804	75,781	175,325
Adjustments of intangible assets		280,284	374,871	1,146,081	1,535,472
Allowances for impairment losses	9	15,433,299	18,936,848	63,106,759	77,565,330
Retirement benefits		1,165,037	1,395,540	4,763,835	5,716,132
Seniority indemnity benefits	19(c)	4,706,125	1,984,961	19,243,345	8,130,400
Net interest income		(248,697,801)	(228,270,397)	(1,016,925,309)	(934,995,546)
(Gains)/losses on disposals of property and equipment, and intangible assets		(108,460)	158,200	(443,493)	647,987
Unrealised exchange losses/(gains)		(69,685)	(317,928)	(284,942)	(1,302,232)
		<u>(82,123,000)</u>	<u>(74,473,646)</u>	<u>(335,800,949)</u>	<u>(305,044,052)</u>
<i>Changes in working capital</i>					
Loans and advances		(263,669,912)	(136,361,466)	(1,078,146,270)	(558,536,565)
Deposits and placements with other banks		178,459,698	(28,281,348)	729,721,705	(115,840,401)
Statutory deposits		47,342,289	(15,205,909)	193,582,620	(62,283,403)
Other assets		(2,997,661)	971,177	(12,257,436)	3,977,941
Deposits from customers		54,529,029	494,566,686	222,969,200	2,025,745,146
Deposits and placements of other banks and financial institutions		83,247,837	(3,141,823)	340,400,405	(12,868,907)
Career development		975,962	1,055,650	3,990,709	4,323,942
Other liabilities		11,632,026	7,462,276	47,563,354	30,565,482
Net cash generated from operations		<u>27,396,268</u>	<u>246,591,597</u>	<u>112,023,338</u>	<u>1,010,039,183</u>
Interest received		354,091,462	338,050,569	1,447,879,988	1,384,655,131
Interest paid		(107,143,897)	(105,497,699)	(438,111,395)	(432,118,575)
Income tax paid	26 (a)	(32,641,758)	(15,926,424)	(133,472,148)	(65,234,633)
Retirement benefits paid		(92,796)	(116,178)	(379,443)	(475,865)
Career development paid	19(b)	(2,084,347)	(1,312,573)	(8,522,895)	(5,376,299)
Seniority benefits paid	19 (c)	(3,690,484)	(3,164,950)	(15,090,389)	(12,963,635)
Net cash generated from operating activities		<u>235,834,448</u>	<u>458,624,342</u>	<u>964,327,056</u>	<u>1,878,525,307</u>

ACLEDA BANK PLC.

CONDENSED SEPARATE INTERIM STATEMENT OF CASH FLOWS (CONTINUED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

	Note	For the nine-month period ended			
		30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Cash flows from investing activities					
Financial investments		21,921,452	9,905,732	89,636,817	40,573,878
Purchases of property and equipment	10	(13,760,102)	(10,217,334)	(56,265,057)	(41,850,200)
Purchases of intangible assets	11	(9,004,875)	(995,504)	(36,820,934)	(4,077,584)
Investment in subsidiaries		20,000	(3,969,923)	81,780	(16,260,805)
Proceeds from disposals of property and equipment		121,380	101,337	496,323	415,076
Net cash used in investing activities		(702,145)	(5,175,692)	(2,871,071)	(21,199,635)
Cash flows from financing activities					
Payments of dividends		(32,718,825)	(8,418,272)	(133,787,275)	(34,481,242)
Repayments of borrowings		(146,477,217)	(268,955,810)	(598,945,340)	(1,101,642,998)
Proceeds from borrowings		70,219,492	184,336,570	287,127,503	755,042,591
Repayments of subordinated debts		-	(11,524,982)	-	(47,206,326)
Proceeds from subordinated debt		37,677,978	-	154,065,252	-
Proceeds from share issuance		4,344,865	-	17,766,153	-
Proceeds from share premium		11,706,215	-	47,866,713	-
Payment of lease liabilities	18	(7,881,774)	(7,691,980)	(32,228,574)	(31,506,350)
Net cash used in financing activities		(63,129,266)	(112,254,474)	(258,135,568)	(459,794,325)
Net increase in cash and cash equivalents		172,003,037	341,194,176	703,320,417	1,397,531,347
Cash and cash equivalents at the beginning of the period		1,459,613,448	1,286,918,972	5,947,924,801	5,170,840,429
Currency translation difference		-	-	38,382,371	100,379,678
Cash and cash equivalents at the end of the period	28	<u>1,631,616,485</u>	<u>1,628,113,148</u>	<u>6,689,627,589</u>	<u>6,668,751,454</u>

The accompanying notes form an integral part of these condensed interim financial statements.

ACLEDA BANK PLC.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

1. Background information

Prior to 1 December 2003, ACLEDA Bank Plc. (“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.

The registered office of the Bank is located at No 61, Preah Monivong Boulevard, Sangkat Srah Chork, Khan Daun Penh, Phnom Penh, the Kingdom of Cambodia.

The Bank operates under the supervision of the National Bank of Cambodia (“NBC”) with special focus on providing lending and other financial services to the citizenry and small and medium enterprises and to engage in all other activities which the Board believes support these objectives.

As at 30 September 2020, the Bank and its subsidiaries had 13,683 employees (31 December 2019: 13,655 employees).

2. Basis of preparation

(a) Statement of compliance

These condensed interim financial statements have been prepared in accordance with Cambodian International Accounting Standard (“CIAS”) 34, “*Interim Financial Reporting*”. They do not include all the information required for a complete set of CIFRS financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s and the Bank’s interim financial position and performance since the last annual financial statements as at and for the year ended 31 December 2019.

These condensed interim financial statements were authorised for issue by the Bank’s Board of Directors on 10 November 2020.

(b) Functional and presentation currency

The national currency of Cambodia is the Khmer Riel (“KHR”). However, as the Bank transacts and maintains its accounting records primarily in United States Dollars (“US\$”), management have determined the US\$ to be the Bank’s functional and presentation currency as it reflects the economic substance of the underlying events and circumstances of the Bank.

The condensed interim financial statements are presented in US\$, which is the Bank’s functional currency. All amounts have been rounded to the nearest dollars, unless otherwise indicated.

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

2. Basis of preparation (continued)

(c) Basis for consolidation

(i) *Subsidiaries*

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group 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 condensed consolidated interim financial statements include the condensed 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 Group and deconsolidated from the date that control ceases.

All material transactions and balances between group companies are eliminated and the condensed 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.

(ii) *Changes in ownership interests in subsidiaries without change of control*

Transactions with non-controlling interests 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 non-controlling interest, the difference between any consideration paid and the relevant share of the carrying value of net assets of the subsidiary acquired is deducted from equity. For disposals to non-controlling interests, differences between any proceeds received and the relevant share of non-controlling interest are also recognised in equity.

(iii) *Disposal of subsidiaries*

When the Group ceases to have control, any retained interest in the entity is re-measured to its fair value at the date when control is lost, with the change in carrying amount recognised in condensed consolidated interim statement of profit or loss and other comprehensive income. The fair value is the initial carrying amount for the purposes of subsequently accounting for retained interest as an associate, joint venture, or financial assets. In addition, any amount previously recognised in other comprehensive income in respect of that entity are accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognised in other comprehensive income are reclassified to condensed consolidated interim statement of profit or loss and other comprehensive income.

(iv) *Investments in subsidiaries*

In the Bank's condensed 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 condensed 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.

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

2. Basis of preparation (continued)

(d) Use of estimates and judgements

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 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 year are outlined below:

(i) Judgements

Information about judgements made in applying accounting policies that have the most significant effects on the amounts recognised in the condensed consolidated and separate interim financial statements is included in the following notes.

- Classification of financial assets: assessment of the business model within which the assets are held and assessment of whether the contractual terms of the financial asset are solely payment of principle and interest ("SPPI") on the principal amount outstanding.
- Significant increase in credit risk: establishing the criteria for determining whether credit risk on the financial asset has increased significantly since initial recognition, determining methodology for incorporating forward-looking information into measurement of ECL and selection and approval of models used to measure ECL.

(ii) Assumptions and estimation uncertainties

- Impairment of financial instruments: determining inputs into the ECL measurement model, including incorporation of forward-looking information.
- Determination of the fair value of financial instruments with significant unobservable inputs.
- Measurement of defined benefit obligations: key actuarial assumptions.
- Recognition and measurement of contingencies: key assumptions about the likelihood and magnitude of an outflow of resources.
- Impairment of financial instruments: key assumptions used in estimating recoverable cash flows.

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

2. Basis of preparation (continued)

(d) Use of estimates and judgements (continued)

(ii) Assumptions and estimation uncertainties (continued)

Coronavirus and impact on ECL

The ECL was estimated based on a range of forecast economic conditions as at reporting date. The Novel Coronavirus (Covid-19) outbreak has spread across mainland China, Cambodia and beyond, causing disruption to business and economic activity. The impact on GDP and other key indicators will be considered when determining the severity and likelihood of downside economic scenarios that are used to estimate ECL. Management estimates that the additional ECL of US\$9 million recorded as at 30 September 2020 resulting from the overlay has been determined based on possible forward-looking scenarios, considering the facts, circumstances and forecast of the future economic conditions and supportable information that is available as at the reporting date.

The calculation of the ECL in this current environment is subject to significant uncertainty. Management provides its best estimate on the possible outcomes of Covid-19 on the Group and the Bank, however, this estimate may move materially as events unfold. Consequently, this number should not be seen as firm guidance or a forecast as to the final financial impacts expected. In the event the impacts are more severe or prolonged than anticipated in the scenarios, this will have a corresponding impact on the ECL, the financial position and performance of the Group and the Bank.

Retirement benefits

The present value of the retirement benefit obligation depends on a number of factors that are determined by management using a number of assumptions such as salary growth rates, turnover rates and mortality rates. The assumptions used in determining the net cost for retirement benefits include discount rate. Any changes in these assumptions will impact the value of retirement benefit obligation.

In the absence of a bond market and government bonds, the management used their six year fixed deposit interest rate as a discount rate to determine the present value of the estimated future cash outflows expected to be required to settle the retirement benefit obligation.

Taxes

Taxes are calculated on the basis of current interpretation of the tax regulations enacted as at reporting date. The management periodically evaluates position taken in tax returns with respect to situations in which applicable tax regulation is subjected to interpretation. It establishes provisions where appropriate 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 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 taxes liabilities and balances in the period in which the determination is made.

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

3. Significant accounting policies

The accounting policies applied in these condensed interim financial statements are the same as those applied in the Group's and the Bank's annual financial statements as at and for the year ended 31 December 2019.

4. Translation of United States Dollars into Khmer Riel

The condensed interim financial statements are expressed in United States Dollars ("US\$"). The translations of US\$ amounts into Khmer Riel ("KHR") are included solely for compliance with purpose of the preparation of condensed interim financial statements.

Assets and liabilities are translated at the closing rate as at the reporting date. The condensed interim statements of profit or loss and other comprehensive income and cash flows are translated into KHR using the average rate for the period. Exchange differences arising from the translation are recognised as "Currency Translation Difference" in the other comprehensive income.

The Group and the Bank uses the following exchange rates:

			Closing rate	Average rate
30 September 2020	US\$1	=	KHR4,100	KHR4,089
30 September 2019	US\$1	=	KHR4,096	KHR4,096
31 December 2019	US\$1	=	KHR4,075	KHR4,052

These convenience translations should not be construed as representations that the US\$ amounts have been, could have been, or could in the future be, converted into KHR at this or any other rate of exchange.

5. Seasonality

The principal businesses of the Group and the Bank are mainly to provide banking and related financial services, securities brokerage and other services, training and education. There is no significant seasonality factor associated with these businesses.

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

6. Cash on hand

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
By currency:								
In US\$	325,176,346	328,112,584	1,333,223,019	1,337,058,780	323,377,444	326,481,164	1,325,847,520	1,330,410,743
In KHR	104,315,324	73,832,938	427,692,828	300,869,222	104,304,869	73,824,417	427,649,963	300,834,499
In Thai Baht	15,570,282	9,820,413	63,838,156	40,018,183	13,348,300	7,846,913	54,728,030	31,976,170
In Euro	2,943,232	1,697,804	12,067,251	6,918,551	2,941,124	1,640,057	12,058,608	6,683,232
In other currencies	10,590,819	8,063,499	43,422,358	32,858,759	2,499,369	1,163,316	10,247,414	4,740,514
	<u>458,596,003</u>	<u>421,527,238</u>	<u>1,880,243,612</u>	<u>1,717,723,495</u>	<u>446,471,106</u>	<u>410,955,867</u>	<u>1,830,531,535</u>	<u>1,674,645,158</u>

7. Deposits and placements with other banks

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Balances with local banks:								
The National Bank of Cambodia	265,410,846	448,591,990	1,088,184,469	1,828,012,359	265,410,846	448,591,990	1,088,184,469	1,828,012,359
Other banks	47,392,425	1,579,492	194,308,942	6,436,430	45,220,272	452,223	185,403,115	1,842,809
	<u>312,803,271</u>	<u>450,171,482</u>	<u>1,282,493,411</u>	<u>1,834,448,789</u>	<u>310,631,118</u>	<u>449,044,213</u>	<u>1,273,587,584</u>	<u>1,829,855,168</u>
Balances with overseas banks:								
Bank of Laos	28,890,768	19,037,298	118,452,149	77,576,989	-	-	-	-
Other banks	268,996,845	119,111,707	1,102,887,065	485,380,206	264,831,556	109,613,368	1,085,809,380	446,674,475
	<u>297,887,613</u>	<u>138,149,005</u>	<u>1,221,339,214</u>	<u>562,957,195</u>	<u>264,831,556</u>	<u>109,613,368</u>	<u>1,085,809,380</u>	<u>446,674,475</u>
	<u>610,690,884</u>	<u>588,320,487</u>	<u>2,503,832,625</u>	<u>2,397,405,984</u>	<u>575,462,674</u>	<u>558,657,581</u>	<u>2,359,396,964</u>	<u>2,276,529,643</u>
Allowance for impairment losses	(748,610)	(589,956)	(3,069,302)	(2,404,070)	(364,669)	(45,241)	(1,495,143)	(184,357)
	<u>609,942,274</u>	<u>587,730,531</u>	<u>2,500,763,323</u>	<u>2,395,001,914</u>	<u>575,098,005</u>	<u>558,612,340</u>	<u>2,357,901,821</u>	<u>2,276,345,286</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

7. Deposits and placements with other banks (continued)

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Current	609,046,469	587,730,531	2,497,090,523	2,395,001,914	575,098,005	558,612,340	2,357,901,821	2,276,345,286
Non-current	895,805	-	3,672,800	-	-	-	-	-
	<u>609,942,274</u>	<u>587,730,531</u>	<u>2,500,763,323</u>	<u>2,395,001,914</u>	<u>575,098,005</u>	<u>558,612,340</u>	<u>2,357,901,821</u>	<u>2,276,345,286</u>

a) By account types

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Balances with local banks:								
Current accounts	266,610,897	449,044,213	1,093,104,678	1,829,855,168	266,610,897	449,044,213	1,093,104,678	1,829,855,168
Fixed deposits	46,192,374	1,127,269	189,388,733	4,593,621	44,020,221	-	180,482,906	-
	<u>312,803,271</u>	<u>450,171,482</u>	<u>1,282,493,411</u>	<u>1,834,448,789</u>	<u>310,631,118</u>	<u>449,044,213</u>	<u>1,273,587,584</u>	<u>1,829,855,168</u>
Balances with overseas banks:								
Current accounts	87,344,836	137,313,244	358,113,828	559,551,469	53,586,221	108,777,608	219,703,506	443,268,753
Savings accounts	533,207	835,761	2,186,149	3,405,726	533,207	835,760	2,186,149	3,405,722
Fixed deposits	210,009,570	-	861,039,237	-	210,712,128	-	863,919,725	-
	<u>297,887,613</u>	<u>138,149,005</u>	<u>1,221,339,214</u>	<u>562,957,195</u>	<u>264,831,556</u>	<u>109,613,368</u>	<u>1,085,809,380</u>	<u>446,674,475</u>
Allowance for impairment loss	610,690,884	588,320,487	2,503,832,625	2,397,405,984	575,462,674	558,657,581	2,359,396,964	2,276,529,643
	<u>(748,610)</u>	<u>(589,956)</u>	<u>(3,069,302)</u>	<u>(2,404,070)</u>	<u>(364,669)</u>	<u>(45,241)</u>	<u>(1,495,143)</u>	<u>(184,357)</u>
	<u>609,942,274</u>	<u>587,730,531</u>	<u>2,500,763,323</u>	<u>2,395,001,914</u>	<u>575,098,005</u>	<u>558,612,340</u>	<u>2,357,901,821</u>	<u>2,276,345,286</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

7. Deposits and placements with other banks (continued)

b) By interest rate (per annum)

	The Group		The Bank	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
Current accounts	Nil	Nil	Nil	Nil
Savings accounts	0.00% - 0.50%	0.00% - 0.50%	0.00%	0.00% - 0.50%
Fixed deposits	0.12% - 6.50%	1.00% - 8.25%	0.12% - 3.30%	1.00% - 8.25%

8. Financial investments

	Note	The Group				The Bank			
		30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Unlisted equity securities – at cost:									
Credit Bureau Holding (Cambodia) Ltd	(a)	153,529	153,529	629,469	625,631	153,529	153,529	629,469	625,631
Total financial investments at FVOCI		153,529	153,529	629,469	625,631	153,529	153,529	629,469	625,631
Unquoted:									
Negotiable Certificate of Deposit with NBC	(b)	629,803,924	527,321,447	2,582,196,088	2,148,834,896	629,803,924	527,321,447	2,582,196,088	2,148,834,896
Total financial investments at amortised cost		629,803,924	527,321,447	2,582,196,088	2,148,834,896	629,803,924	527,321,447	2,582,196,088	2,148,834,896
		629,957,453	527,474,976	2,582,825,557	2,149,460,527	629,957,453	527,474,976	2,582,825,557	2,149,460,527

(a) This represents the Bank's equity investment in Credit Bureau Holding (Cambodia) Ltd. ("CBC"), directly at 5% and indirectly at 1% through the Association of Banks in Cambodia ("ABC").

(b) The Bank has pledged negotiable certificate of deposit ("NCD") amounting to US\$15,398,171 (31 December 2019: US\$36,899,080) with the National Bank of Cambodia ("NBC") as collateral for settlement clearing facility. The other NCD amounting to US\$614,405,753 (31 December 2019: US\$490,422,367) with NBC is for the purpose of earning interest. The terms of the NCD are for a period of less than or equal to three months. As at 30 September 2020, the Bank had yet to utilise the overdraft on settlement clearing facility.

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

9. Loans and advances, net

	The Group											
	30 September 2020			31 December 2019			30 September 2020			31 December 2019		
	Gross carrying amount	ECL allowance	Carrying amount	Gross carrying amount	ECL allowance	Carrying amount	Gross carrying amount	ECL allowance	Carrying amount	Gross carrying amount	ECL allowance	Carrying amount
	US\$	US\$	US\$	US\$	US\$	US\$	KHR'000	KHR'000	KHR'000	KHR'000	KHR'000	KHR'000
							(Note 4)	(Note 4)	(Note 4)	(Note 4)	(Note 4)	(Note 4)
Small loan	2,118,651,598	20,261,733	2,098,389,865	2,008,369,258	9,463,573	1,998,905,685	8,686,471,552	83,073,105	8,603,398,447	8,184,104,726	38,564,060	8,145,540,666
Staff housing loan	28,830,497	70,026	28,760,471	33,180,111	916,490	32,263,621	118,205,038	287,107	117,917,931	135,208,952	3,734,697	131,474,255
Public housing loan	137,800,429	1,265,438	136,534,991	150,111,757	264,862	149,846,895	564,981,759	5,188,296	559,793,463	611,705,410	1,079,313	610,626,097
Staff loan	201,365,921	363,457	201,002,464	169,349,467	870,973	168,478,494	825,600,276	1,490,174	824,110,102	690,099,078	3,549,215	686,549,863
Overdraft	40,476,373	351,463	40,124,910	47,931,865	847,009	47,084,856	165,953,129	1,440,998	164,512,131	195,322,350	3,451,562	191,870,788
Home improvement loan	54,291,898	365,426	53,926,472	74,837,579	219,986	74,617,593	222,596,782	1,498,247	221,098,535	304,963,134	896,443	304,066,691
Personal and others loan	140,338,311	1,120,500	139,217,811	119,745,790	356,437	119,389,352	575,387,075	4,594,049	570,793,026	487,964,094	1,452,480	486,511,612
Credit card loan	19,744,100	1,105,529	18,638,571	16,891,237	767,318	16,123,919	80,950,810	4,532,669	76,418,141	68,831,791	3,126,821	65,704,970
Trade loan	8,965,465	14,629	8,950,836	12,462,385	72,255	12,390,130	36,758,407	59,979	36,698,428	50,784,219	294,439	50,489,780
Revolving loan	31,418,468	295,216	31,123,252	38,731,317	3,825,256	34,906,061	128,815,719	1,210,386	127,605,333	157,830,117	15,587,918	142,242,199
Medium loan	1,362,122,142	16,638,906	1,345,483,236	1,207,852,809	15,838,896	1,192,013,913	5,584,700,782	68,219,515	5,516,481,267	4,922,000,197	64,543,501	4,857,456,694
	<u>4,144,005,202</u>	<u>41,852,323</u>	<u>4,102,152,879</u>	<u>3,879,463,575</u>	<u>33,443,055</u>	<u>3,846,020,519</u>	<u>16,990,421,329</u>	<u>171,594,525</u>	<u>16,818,826,804</u>	<u>15,808,814,068</u>	<u>136,280,449</u>	<u>15,672,533,615</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

9. Loans and advances, net (continued)

	The Bank											
	30 September 2020			31 December 2019			30 September 2020			31 December 2019		
	Gross carrying amount US\$	ECL allowance US\$	Carrying amount US\$	Gross carrying amount US\$	ECL allowance US\$	Carrying amount US\$	Gross carrying amount KHR'000 (Note 4)	ECL allowance KHR'000 (Note 4)	Carrying amount KHR'000 (Note 4)	Gross carrying amount KHR'000 (Note 4)	ECL allowance KHR'000 (Note 4)	Carrying amount KHR'000 (Note 4)
Small loan	1,965,180,756	16,426,751	1,948,754,005	1,864,513,590	8,357,249	1,856,156,341	8,057,241,100	67,349,679	7,989,891,421	7,597,892,879	34,055,790	7,563,837,089
Staff housing loan	28,673,073	69,896	28,603,177	32,995,773	916,314	32,079,459	117,559,599	286,574	117,273,025	134,457,775	3,733,980	130,723,795
Public housing loan	137,399,795	1,264,946	136,134,849	149,985,838	264,595	149,721,243	563,339,160	5,186,279	558,152,881	611,192,290	1,078,225	610,114,065
Staff loan	195,255,654	350,635	194,905,019	163,227,924	848,346	162,379,578	800,548,181	1,437,604	799,110,577	665,153,790	3,457,010	661,696,780
Overdraft	40,066,572	351,272	39,715,300	47,931,865	847,009	47,084,856	164,272,945	1,440,215	162,832,730	195,322,350	3,451,562	191,870,788
Home improvement loan	51,386,856	324,914	51,061,942	73,114,585	213,423	72,901,162	210,686,110	1,332,147	209,353,963	297,941,934	869,699	297,072,235
Personal and others loan	138,202,701	1,030,871	137,171,830	118,408,444	481,072	117,927,372	566,631,074	4,226,569	562,404,505	482,514,409	1,960,366	480,554,042
Credit card loan	19,744,100	1,105,529	18,638,571	16,891,237	767,318	16,123,919	80,950,810	4,532,669	76,418,141	68,831,791	3,126,821	65,704,970
Trade loan	8,965,465	14,629	8,950,836	12,462,385	72,255	12,390,130	36,758,407	59,979	36,698,428	50,784,219	294,439	50,489,780
Revolving loan	31,418,468	295,216	31,123,252	38,731,317	3,825,256	34,906,061	128,815,719	1,210,386	127,605,333	157,830,117	15,587,918	142,242,199
Medium loan	1,356,499,657	16,545,541	1,339,954,116	1,201,161,387	16,252,565	1,184,908,822	5,561,648,592	67,836,718	5,493,811,874	4,894,732,652	66,229,202	4,828,503,450
	<u>3,972,793,097</u>	<u>37,780,200</u>	<u>3,935,012,897</u>	<u>3,719,424,345</u>	<u>32,845,402</u>	<u>3,686,578,943</u>	<u>16,288,451,697</u>	<u>154,898,819</u>	<u>16,133,552,878</u>	<u>15,156,654,206</u>	<u>133,845,012</u>	<u>15,022,809,193</u>

The analysis of gross loans and advances by maturity was as follows:

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Within one year	1,129,481,309	1,109,302,434	4,630,873,367	4,520,407,419	1,043,995,531	1,028,250,540	4,280,381,677	4,190,120,951
Later than one year but not later than three years	1,572,373,499	1,485,415,071	6,446,731,346	6,053,066,414	1,515,022,890	1,426,804,862	6,211,593,849	5,814,229,813
Later than three years but not later than five years	983,225,600	933,058,442	4,031,224,960	3,802,213,151	961,968,665	913,087,341	3,944,071,527	3,720,830,915
Later than five years	458,924,794	351,687,628	1,881,591,656	1,433,127,084	451,806,011	351,281,602	1,852,404,644	1,431,472,527
	<u>4,144,005,202</u>	<u>3,879,463,575</u>	<u>16,990,421,329</u>	<u>15,808,814,068</u>	<u>3,972,793,097</u>	<u>3,719,424,345</u>	<u>16,288,451,697</u>	<u>15,156,654,206</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

9. Loans and advances, net (continued)

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

	The Group				The Bank			
	For the nine-month period ended				For the nine-month period ended			
	30 September 2020	30 September 2019	30 September 2020	30 September 2019	30 September 2020	30 September 2019	30 September 2020	30 September 2019
	US\$	(Not reviewed) US\$	KHR'000 (Note 4)	(Not reviewed) KHR'000 (Note 4)	US\$	(Not reviewed) US\$	KHR'000 (Note 4)	(Not reviewed) KHR'000 (Note 4)
Allowance for/(reversal of) impairments on:								
Loans and advances	19,572,255	20,040,345	80,030,951	82,085,253	15,185,353	18,414,909	62,092,908	75,427,467
Deposit and placement with other banks	158,884	456,356	649,677	1,869,234	319,651	126,487	1,307,053	518,091
Other receivables	17,351	382,582	70,948	1,567,056	11,282	382,589	46,132	1,567,085
	<u>19,748,490</u>	<u>20,879,283</u>	<u>80,751,576</u>	<u>85,521,543</u>	<u>15,516,286</u>	<u>18,923,985</u>	<u>63,446,093</u>	<u>77,512,643</u>
Off-balance sheet commitments	(34,426)	(198,339)	(140,768)	(812,397)	(82,987)	12,863	(339,334)	52,687
	<u>19,714,064</u>	<u>20,680,944</u>	<u>80,610,808</u>	<u>84,709,146</u>	<u>15,433,299</u>	<u>18,936,848</u>	<u>63,106,759</u>	<u>77,565,330</u>

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 September 2020	30 September 2019	30 September 2020	30 September 2019	30 September 2020	30 September 2019	30 September 2020	30 September 2019
	US\$	(Not reviewed) US\$	KHR'000 (Note 4)	(Not reviewed) KHR'000 (Note 4)	US\$	(Not reviewed) US\$	KHR'000 (Note 4)	(Not reviewed) KHR'000 (Note 4)
Allowance for/(reversal of) impairments on:								
Loans and advances	8,043,371	10,670,786	32,958,518	43,932,409	7,456,639	10,006,388	30,536,569	41,187,970
Deposit and placement with other banks	(108,329)	126,891	(441,354)	527,653	44,137	60,114	182,129	247,820
Other receivables	7,452	380,198	30,530	1,557,348	4,212	380,199	17,265	1,557,353
	<u>7,942,494</u>	<u>11,177,875</u>	<u>32,547,694</u>	<u>46,017,410</u>	<u>7,504,988</u>	<u>10,446,701</u>	<u>30,735,963</u>	<u>42,993,143</u>
Off-balance sheet commitments	152,103	(15,587)	620,830	(68,231)	152,106	(15,587)	620,551	(63,161)
	<u>8,094,597</u>	<u>11,162,288</u>	<u>33,168,524</u>	<u>45,949,179</u>	<u>7,657,094</u>	<u>10,431,114</u>	<u>31,356,514</u>	<u>42,929,982</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

9. Loans and advances, net (continued)

Movements of impairment losses during the period were as follows:

	The Group				The Bank			
	For the nine-month period ended				For the nine-month period ended			
	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)
US\$	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)	US\$	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)	
At the beginning of the period	33,443,055	34,188,330	136,280,449	138,462,737	32,845,402	32,845,673	133,845,012	131,865,791
ECL on off-balance sheet commitment	(207,479)	(288,498)	(850,664)	(1,181,689)	(655,822)	(288,498)	(2,688,870)	(1,181,689)
Allowance for impairment loss during the period	19,572,255	20,040,345	80,030,951	82,085,253	15,185,353	18,414,909	62,092,908	75,427,467
Written off during the period	(10,916,288)	(23,148,875)	(44,636,703)	(94,817,792)	(9,645,338)	(21,843,989)	(39,439,788)	(89,472,980)
Currency translation difference	(39,220)	(63,657)	(160,369)	(260,740)	50,605	(46,621)	206,925	(190,959)
Exchange differences	-	-	930,861	1,572,665	-	-	882,632	2,670,088
At the end of the period	<u>41,852,323</u>	<u>30,727,645</u>	<u>171,594,525</u>	<u>125,860,434</u>	<u>37,780,200</u>	<u>29,081,474</u>	<u>154,898,819</u>	<u>119,117,718</u>

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)
US\$	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)	US\$	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)	
At the beginning of the period	40,912,785	27,823,168	167,456,030	113,129,001	36,895,594	26,277,943	151,013,665	106,846,116
ECL on off-balance sheet commitment	-	-	(1,454)	(22,504)	-	-	(4,592)	(22,504)
Allowance for impairment loss during the period	8,043,371	10,670,786	32,958,518	43,932,409	7,456,639	10,006,388	30,536,569	41,187,970
Written off during the period	(7,089,049)	(7,725,663)	(29,010,086)	(32,014,473)	(6,550,118)	(7,201,282)	(26,802,005)	(29,847,876)
Currency translation difference	(14,784)	(40,646)	(60,596)	(167,039)	(21,915)	(1,575)	(89,173)	(7,533)
Exchange differences	-	-	252,113	1,003,040	-	-	244,355	961,545
At the end of the period	<u>41,852,323</u>	<u>30,727,645</u>	<u>171,594,525</u>	<u>125,860,434</u>	<u>37,780,200</u>	<u>29,081,474</u>	<u>154,898,819</u>	<u>119,117,718</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

10. Property and equipment

During the nine-month period ended 30 September 2020, the Group and the Bank acquired property and equipment amounting to US\$14,178,064 and US\$13,760,102, respectively, and the depreciation expense amounting to US\$15,860,195 and US\$14,385,150, respectively were charged to the condensed consolidated and separate interim statements of profit or loss and other comprehensive income during the period.

11. Intangible assets

During the nine-month period ended 30 September 2020, the Group and the Bank acquired the intangible assets amounting to US\$9,091,985 and US\$9,004,875, respectively, and the amortisation expense amounting to US\$2,595,839 and US\$2,352,042, respectively were charged to the condensed consolidated and separate interim statements of profit or loss and other comprehensive income during the period.

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

12. Right-of-use assets

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Right-of-use assets	31,130,886	32,569,457	127,636,633	132,720,537	27,599,783	28,847,850	113,159,110	117,554,989

The Group and the Bank lease office building 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			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
At the beginning of the period/Adjustment of initial application of CIFRS 16	32,569,457	30,621,838	132,720,537	123,038,545	28,847,850	26,889,961	117,554,989	108,043,887
Additions during the period	6,867,816	10,742,171	28,082,500	43,999,932	6,338,767	10,079,847	25,919,218	41,287,053
Depreciation for the period	(7,910,999)	(8,289,397)	(32,348,075)	(33,953,370)	(7,273,984)	(7,183,697)	(29,743,321)	(29,424,423)
Lease termination during the period	(428,463)	(544,181)	(1,751,985)	(2,228,965)	(311,776)	(544,181)	(1,274,852)	(2,228,965)
Exchange differences	33,075	498,520	135,244	2,041,938	(1,074)	9,200	(4,392)	37,679
Currency translation difference	-	-	798,412	2,388,503	-	-	707,468	2,097,393
At the end of the period	31,130,886	33,028,951	127,636,633	135,286,583	27,599,783	29,251,129	113,159,110	119,812,624

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

12. Right-of-use assets (continued)

The Group and the Bank lease office building 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		For the three-month period ended		For the three-month period ended	
	30 September 2020	30 September 2019	30 September 2020	30 September 2019	30 September 2020	30 September 2019	30 September 2020	30 September 2019
	(Not reviewed)	(Not reviewed)	(Not reviewed)	(Not reviewed)	(Not reviewed)	(Not reviewed)	(Not reviewed)	(Not reviewed)
	US\$	US\$	KHR'000	KHR'000	US\$	US\$	KHR'000	KHR'000
			(Note 4)	(Note 4)			(Note 4)	(Note 4)
At the beginning of the period/Adjustment of initial application of CIFRS 16	31,423,321	32,327,475	128,615,653	131,443,513	27,778,230	28,561,212	113,696,295	116,129,888
Additions during the period	2,629,621	3,435,805	10,777,950	14,248,410	2,526,526	3,223,040	10,353,838	13,366,135
Depreciation for the period	(2,678,586)	(3,040,952)	(10,984,133)	(12,581,702)	(2,461,295)	(2,402,799)	(10,093,112)	(9,956,606)
Lease termination during the period	(250,177)	(93,830)	(1,024,043)	(395,136)	(244,510)	(93,830)	(1,000,205)	(395,136)
Exchange differences	6,707	400,453	27,583	1,590,255	832	(36,494)	3,390	(148,383)
Currency translation difference	-	-	223,623	981,243	-	-	198,904	816,726
At the end of the period	31,130,886	33,028,951	127,636,633	135,286,583	27,599,783	29,251,129	113,159,110	119,812,624

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

13. Deferred tax assets, net

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Deferred tax assets	25,079,319	28,701,473	102,825,208	116,958,502	23,859,062	27,538,165	97,822,154	112,218,023
Deferred tax liabilities	(11,924,734)	(13,887,119)	(48,891,409)	(56,590,008)	(10,752,471)	(13,530,422)	(44,085,131)	(55,136,470)
	<u>13,154,585</u>	<u>14,814,354</u>	<u>53,933,799</u>	<u>60,368,494</u>	<u>13,106,591</u>	<u>14,007,743</u>	<u>53,737,023</u>	<u>57,081,553</u>

The movements in net deferred tax assets during the period were as follows:

	The Group				The Bank			
	For the nine-month period ended				For the nine-month period ended			
	30 September 2020 US\$	30 September 2019 US\$ (Not reviewed)	30 September 2020 KHR'000 (Note 4)	30 September 2019 KHR'000 (Not reviewed)	30 September 2020 US\$	30 September 2019 US\$ (Not reviewed)	30 September 2020 KHR'000 (Note 4)	30 September 2019 KHR'000 (Not reviewed)
At the beginning of the period	14,814,354	11,616,105	60,368,494	46,673,510	14,007,743	10,933,258	57,081,553	43,929,831
(Credited from)/charged to profit or loss	(1,657,562)	3,188,254	(6,777,770)	13,059,089	(901,152)	2,584,424	(3,684,812)	10,585,800
Exchange differences	(2,207)	1,464	343,075	912,052	-	-	340,282	852,794
At the end of the period	<u>13,154,585</u>	<u>14,805,823</u>	<u>53,933,799</u>	<u>60,644,651</u>	<u>13,106,591</u>	<u>13,517,682</u>	<u>53,737,023</u>	<u>55,368,425</u>

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

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

13. Deferred tax assets, net (continued)

The movements in net deferred tax assets during the period were as follows: (continued)

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 September 2020	30 September 2019	30 September 2020	30 September 2019	30 September 2020	30 September 2019	30 September 2020	30 September 2019
	(Not reviewed)	(Not reviewed)	(Not reviewed)	(Not reviewed)	(Not reviewed)	(Not reviewed)	(Not reviewed)	(Not reviewed)
	US\$	US\$	KHR'000	KHR'000	US\$	US\$	KHR'000	KHR'000
			(Note 4)	(Note 4)			(Note 4)	(Note 4)
At the beginning of the period	14,962,002	12,615,457	61,239,474	51,294,448	14,425,384	11,536,734	59,043,097	46,908,360
(Credited from)/charged to profit or loss	(1,805,210)	2,188,902	(7,380,617)	8,989,727	(1,318,793)	1,980,948	(5,390,040)	8,128,447
Exchange differences	(2,207)	1,464	74,942	360,476	-	-	83,966	331,618
At the end of the period	<u>13,154,585</u>	<u>14,805,823</u>	<u>53,933,799</u>	<u>60,644,651</u>	<u>13,106,591</u>	<u>13,517,682</u>	<u>53,737,023</u>	<u>55,368,425</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

14. Deposits and placements from other banks and financial institutions

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Current accounts	156,030,680	103,433,585	639,725,788	421,491,859	157,853,664	108,664,584	647,200,022	442,808,180
Savings deposits	63,517,252	47,739,916	260,420,733	194,540,158	62,647,225	46,465,723	256,853,623	189,347,821
Fixed deposits	154,954,658	134,001,644	635,314,098	546,056,699	137,024,669	119,147,414	561,801,143	485,525,712
	<u>374,502,590</u>	<u>285,175,145</u>	<u>1,535,460,619</u>	<u>1,162,088,716</u>	<u>357,525,558</u>	<u>274,277,721</u>	<u>1,465,854,788</u>	<u>1,117,681,713</u>

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

a) By maturity

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Within six months	246,717,523	192,616,757	1,011,541,844	784,913,285	244,072,118	187,268,370	1,000,695,684	763,118,608
Later than six months but not later than one year	32,790,031	6,614,117	134,439,127	26,952,527	18,458,404	2,809,351	75,679,456	11,448,105
Later than one year but not later than three years	10,399,361	6,194,271	42,637,380	25,241,654	10,399,361	4,450,000	42,637,380	18,133,750
Later than three years	84,595,675	79,750,000	346,842,268	324,981,250	84,595,675	79,750,000	346,842,268	324,981,250
	<u>374,502,590</u>	<u>285,175,145</u>	<u>1,535,460,619</u>	<u>1,162,088,716</u>	<u>357,525,558</u>	<u>274,277,721</u>	<u>1,465,854,788</u>	<u>1,117,681,713</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

14. Deposits and placements from other banks and financial institutions (continued)

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

b) By relationship

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Related parties	4,707,111	-	19,299,155	-	7,282,465	5,303,651	29,858,107	21,612,378
Non-related parties	369,795,479	285,175,145	1,516,161,464	1,162,088,716	350,243,093	268,974,070	1,435,996,681	1,096,069,335
	<u>374,502,590</u>	<u>285,175,145</u>	<u>1,535,460,619</u>	<u>1,162,088,716</u>	<u>357,525,558</u>	<u>274,277,721</u>	<u>1,465,854,788</u>	<u>1,117,681,713</u>

c) By interest (per annum)

	The Group		The Bank	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
Current accounts	Nil	Nil	Nil	Nil
Savings deposits	0.00% - 1.90%	0.00% - 1.90%	0.00% - 0.50%	0.00% - 0.50%
Fixed deposits	1.00% - 7.95%	0.75% - 7.95%	1.00% - 7.95%	0.75% - 7.95%

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

15. Deposits from customers

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Current accounts	521,402,903	489,596,024	2,137,751,902	1,995,103,798	509,384,777	479,925,715	2,088,477,586	1,955,697,289
Savings deposits	1,798,440,631	1,766,834,632	7,373,606,587	7,199,851,125	1,759,918,707	1,732,155,639	7,215,666,699	7,058,534,229
Margin deposits	15,169,619	16,434,050	62,195,439	66,968,754	15,153,138	16,407,246	62,127,865	66,859,527
Fixed deposits	1,816,554,642	1,809,858,147	7,447,874,032	7,375,171,949	1,752,218,966	1,753,657,959	7,184,097,761	7,146,156,183
	<u>4,151,567,795</u>	<u>4,082,722,853</u>	<u>17,021,427,960</u>	<u>16,637,095,626</u>	<u>4,036,675,588</u>	<u>3,982,146,559</u>	<u>16,550,369,911</u>	<u>16,227,247,228</u>

The deposits from customers are analysed as follows:

a) By maturity

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Within six months	3,009,614,918	3,023,328,814	12,339,421,164	12,320,064,917	2,938,594,576	2,965,667,840	12,048,237,762	12,085,096,448
Later than six months but not later than one year	471,260,525	642,364,991	1,932,168,153	2,617,637,338	452,968,493	627,119,253	1,857,170,821	2,555,510,956
Later than one year but not later than three years	459,062,044	259,821,698	1,882,154,380	1,058,773,419	442,304,191	239,505,383	1,813,447,183	975,984,436
Later than three years	211,630,308	157,207,350	867,684,263	640,619,952	202,808,328	149,854,083	831,514,145	610,655,388
	<u>4,151,567,795</u>	<u>4,082,722,853</u>	<u>17,021,427,960</u>	<u>16,637,095,626</u>	<u>4,036,675,588</u>	<u>3,982,146,559</u>	<u>16,550,369,911</u>	<u>16,227,247,228</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

15. Deposits from customers (continued)

The deposits from customers are analysed as follows: (continued)

b) By relationship

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Related parties including staff	15,342,212	6,663,367	62,903,069	27,153,221	19,559,176	10,177,937	80,192,622	41,475,093
Non-related parties	4,136,225,583	4,076,059,486	16,958,524,891	16,609,942,405	4,017,116,412	3,971,968,622	16,470,177,289	16,185,772,135
	<u>4,151,567,795</u>	<u>4,082,722,853</u>	<u>17,021,427,960</u>	<u>16,637,095,626</u>	<u>4,036,675,588</u>	<u>3,982,146,559</u>	<u>16,550,369,911</u>	<u>16,227,247,228</u>

c) By interest (per annum)

	The Group		The Bank	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
Current accounts	Nil	Nil	Nil	Nil
Margin deposits	Nil	Nil	Nil	Nil
Savings deposits	0.00% - 15.00%	0.00% - 15.00%	0.00% - 0.50%	0.00% - 0.50%
Fixed deposits	0.50% - 12.00%	0.05% - 13.25%	0.50% - 8.25%	0.05% - 8.25%

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

16. Borrowings

The Group and the Bank have entered into borrowing agreements with various lenders. The payments of principal and interest are made either on quarterly, semi-annual or annual basis in accordance with the repayment schedules for each of the borrowing agreements. The Group and the Bank did not pledge any collaterals for borrowings.

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Unsecured:								
Current	163,751,616	183,682,266	671,381,626	748,505,234	143,869,833	166,692,481	589,866,315	679,271,860
Non-current	314,226,777	381,289,435	1,288,329,785	1,553,754,448	297,940,570	351,375,647	1,221,556,337	1,431,855,762
	<u>477,978,393</u>	<u>564,971,701</u>	<u>1,959,711,411</u>	<u>2,302,259,682</u>	<u>441,810,403</u>	<u>518,068,128</u>	<u>1,811,422,652</u>	<u>2,111,127,622</u>

The borrowings are analysed as follows:

a) By relationship

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Related parties	-	699,680	-	2,851,196	-	-	-	-
Non-related parties	477,978,393	564,272,021	1,959,711,411	2,299,408,486	441,810,403	518,068,128	1,811,422,652	2,111,127,622
	<u>477,978,393</u>	<u>564,971,701</u>	<u>1,959,711,411</u>	<u>2,302,259,682</u>	<u>441,810,403</u>	<u>518,068,128</u>	<u>1,811,422,652</u>	<u>2,111,127,622</u>

b) By interest rate (per annum)

	The Group		The Bank	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
Non-related parties	2.00% - 9.00%	2.50% - 13.00%	2.00% - 8.00%	2.60% - 7.69%

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

17. Subordinated debts

These are subordinated debts from non-related parties. The payments of principal and interest are made either on semi-annual or annual basis in accordance with the repayment schedules for each of the borrowing agreements. The subordinated debts are approved by the National Bank of Cambodia to be included as a Tier II line item in the calculation of the Bank's net worth in accordance with the Prakas No. B7-010-182 of the National Bank of Cambodia. The Group and the Bank did not pledge any collaterals for subordinated debts.

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Current	10,355,625	7,374,945	42,458,063	30,052,901	10,355,625	7,374,945	42,458,063	30,052,901
Non-current	166,624,933	131,927,635	683,162,225	537,605,113	166,624,933	131,927,635	683,162,225	537,605,113
	<u>176,980,558</u>	<u>139,302,580</u>	<u>725,620,288</u>	<u>567,658,014</u>	<u>176,980,558</u>	<u>139,302,580</u>	<u>725,620,288</u>	<u>567,658,014</u>

The subordinated debts are analysed as follows:

a) By relationship

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Related parties	-	-	-	-	-	-	-	-
Non-related parties	176,980,558	139,302,580	725,620,288	567,658,014	176,980,558	139,302,580	725,620,288	567,658,014
	<u>176,980,558</u>	<u>139,302,580</u>	<u>725,620,288</u>	<u>567,658,014</u>	<u>176,980,558</u>	<u>139,302,580</u>	<u>725,620,288</u>	<u>567,658,014</u>

b) By interest rate (per annum)

	The Group		The Bank	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
Non-related parties	5.38% - 8.48%	7.00% - 8.48%	5.38% - 8.48%	7.00% - 8.48%

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

18. Lease liabilities

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Undiscounted lease liabilities								
Less than one year	10,641,666	10,448,435	43,630,831	42,577,373	9,762,897	9,633,657	40,027,878	39,257,152
One to five years	37,102,920	31,789,119	152,121,972	129,540,660	34,428,019	29,436,767	141,154,878	119,954,826
More than five years	6,228,047	6,161,013	25,534,993	25,106,128	2,694,669	2,681,949	11,048,143	10,928,942
Total undiscounted lease liabilities	53,972,633	48,398,567	221,287,796	197,224,161	46,885,585	41,752,373	192,230,899	170,140,920
Present value of lease liabilities								
Current	10,348,761	9,729,574	42,429,920	39,648,014	9,623,632	8,998,726	39,456,891	36,669,808
Non-current	19,989,870	21,186,365	81,958,467	86,334,437	17,658,468	18,790,442	72,399,719	76,571,052
Total present value of lease liabilities	30,338,631	30,915,939	124,388,387	125,982,451	27,282,100	27,789,168	111,856,610	113,240,860

Amounts recognised in condensed interim statement of profit or loss and other comprehensive income:

	The Group				The Bank			
	30 September 2020 US\$	For the nine-month period ended 30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	For the nine-month period ended 30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Interest on lease liabilities	1,602,877	1,548,935	6,554,164	6,344,438	1,424,098	1,377,752	5,823,136	5,643,272

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

18. Lease liabilities (continued)

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Interest on lease liabilities	526,513	534,290	2,159,371	2,218,891	467,763	475,091	1,918,421	1,973,052

Amounts recognised in the condensed interim statement of cash flows:

	The Group				The Bank			
	For the nine-month period ended				For the nine-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Total cash outflow for leases payments	8,530,953	8,140,966	34,883,067	33,345,397	7,881,774	7,691,980	32,228,574	31,506,350

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Total cash outflow for leases payments	2,814,509	2,722,803	11,542,826	11,315,146	2,618,270	2,465,193	10,737,687	10,254,234

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

19. Employee benefits

(a) Retirement benefits

As at 30 September 2020, the Group and the Bank has made provision for employee retirement benefits amounting to US\$11,115,294 and US\$10,456,255, respectively. During the nine-month period ended 30 September 2020, the Group and the Bank made provision for the retirement benefits amounting to US\$1,214,127 and US\$1,165,037, respectively, and the Group and the Bank made payment amounting to US\$92,796 and US\$92,796, respectively.

(b) Career development benefits

As at 30 September 2020, the Group and the Bank has made provision for career development benefits amounting to US\$972,557 and US\$972,557, respectively. During the nine-month period ended 30 September 2020, the Group and the Bank made provision for the career development benefits amounting to US\$975,962 and US\$975,962, respectively, and the Group and the Bank made payment amounting to US\$2,084,347 and US\$2,084,347, respectively.

(c) Seniority indemnity benefits

As at 30 September 2020, the Group and the Bank have made provision for seniority payment amounting to US\$7,528,999 and US\$7,435,083, respectively. During the nine-month period ended 30 September 2020, the Group and the Bank made provision for the seniority payment benefits amounting to US\$4,835,325 and US\$4,706,125, respectively, and the Group and the Bank made payments amounting to US\$3,784,118 and US\$3,690,484, respectively.

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

20. Share capital and share premium

Share capital:

	30 September 2020			31 December 2019		
	Number of shares	US\$	% of shareholding	Number of shares	US\$	% of shareholding
ACLEDA Financial Trust	111,492,719	111,492,719	25.7392%	111,492,719	111,492,719	26.0000%
ASA Plc.	107,204,547	107,204,547	24.7492%	107,204,547	107,204,547	25.0000%
SMBC	78,259,310	78,259,310	18.0669%	78,259,310	78,259,310	18.2500%
COFIBRED S.A	52,530,223	52,530,223	12.1271%	52,530,223	52,530,223	12.2500%
ORIX Corporation	52,530,223	52,530,223	12.1271%	52,530,223	52,530,223	12.2500%
Triodos Microfinance Fund	10,938,339	10,938,339	2.5252%	10,938,339	10,938,339	2.5508%
Triodos Fair Share Fund	9,354,157	9,354,157	2.1595%	9,354,157	9,354,157	2.1814%
Triodos Sustainable Finance Foundation	6,508,636	6,508,636	1.5026%	6,508,636	6,508,636	1.5178%
Other investors in CSX	4,344,865	4,344,865	1.0031%	-	-	-
	<u>433,163,019</u>	<u>433,163,019</u>	<u>100%</u>	<u>428,818,154</u>	<u>428,818,154</u>	<u>100%</u>
<i>In KHR'000 equivalent (Note 4)</i>		<u>1,775,968,378</u>			<u>1,747,433,978</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 Cambodia Securities Exchange ("CSX"). The number of new issued shares are 4,344,865 shares with a par value of KHR4,000 per share, at an offering price of KHR16,200 per share. The Bank received the proceeds from the 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.

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

21. Reserves

	The Group										
	General reserves		Regulatory reserves		Currency translation reserves		Transactions with non-controlling interest		Other reserves	Total	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
As at 1 January 2020	398,373,767	1,623,373,099	38,630,578	157,419,606	(22,255,619)	(90,691,647)	-	-	17,984,208	414,748,726	1,708,085,266
Comprehensive income:											
Other comprehensive income - currency translation difference	-	-	-	-	-	-	-	-	4,101,202	-	4,101,202
Total comprehensive income for the period	-	-	-	-	-	-	-	-	4,101,202	-	4,101,202
Transaction with owners:											
Conversion of retained earnings to share capital	(4,451,864)	(18,203,672)	-	-	-	-	-	-	-	(4,451,864)	(18,203,672)
Transfers from retained earnings to general reserves	73,869,323	302,051,662	-	-	-	-	-	-	-	73,869,323	302,051,662
Transfer from retained earnings to regulatory reserves	-	-	18,313,646	74,884,498	-	-	-	-	-	18,313,646	74,884,498
Currency translation difference - foreign subsidiaries	-	-	-	-	1,343,081	5,491,858	-	-	-	1,343,081	5,491,858
Currency translation differences	-	10,722,935	-	1,167,215	-	(541,617)	-	-	(1,329,842)	-	10,018,691
Total transactions with owners:	<u>69,417,459</u>	<u>294,570,925</u>	<u>18,313,646</u>	<u>76,051,713</u>	<u>1,343,081</u>	<u>4,950,241</u>	<u>-</u>	<u>-</u>	<u>(1,329,842)</u>	<u>89,074,186</u>	<u>374,243,037</u>
As at 30 September 2020	<u>467,791,226</u>	<u>1,917,944,024</u>	<u>56,944,224</u>	<u>233,471,319</u>	<u>(20,912,538)</u>	<u>(85,741,406)</u>	<u>-</u>	<u>-</u>	<u>20,755,568</u>	<u>503,822,912</u>	<u>2,086,429,505</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

21. Reserves (continued)

	The Group										
	General reserves		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	KHR'000	US\$	KHR'000
	(Note 4)		(Note 4)		(Note 4)		(Note 4)	(Note 4)		(Note 4)	
As at 1 January 2019	348,162,807	1,398,918,155	51,036,569	205,064,934	(7,121,746)	(28,615,175)	(14,279,344)	(57,374,404)	11,233,393	377,798,286	1,529,226,903
Comprehensive income <i>(Not reviewed):</i>											
Other comprehensive income - currency translation differences	-	-	-	-	-	-	-	-	6,225,753	-	6,225,753
Total comprehensive income for the period	-	-	-	-	-	-	-	-	6,225,753	-	6,225,753
Transaction with owners <i>(Not reviewed):</i>											
Transfers from retained earnings to general reserves	45,656,526	187,009,130	-	-	-	-	-	-	-	45,656,526	187,009,130
Transfer from regulatory reserves to retained earnings	-	-	(7,851,556)	(32,159,973)	-	-	-	-	-	(7,851,556)	(32,159,973)
Acquisition of non-controlling interest in AMM	-	-	-	-	-	-	14,279,344	58,488,193	-	14,279,344	58,488,193
Currency translation differences - foreign subsidiaries	-	-	-	-	(15,499,161)	(63,484,563)	-	-	-	(15,499,161)	(63,484,563)
Currency translation differences	-	27,156,704	-	3,980,852	-	(555,497)	-	(1,113,789)	-	-	29,468,270
Total transactions with owners:	45,656,526	214,165,834	(7,851,556)	(28,179,121)	(15,499,161)	(64,040,060)	14,279,344	57,374,404	-	36,585,153	179,321,057
As at 30 September 2019 <i>(Not reviewed)</i>	393,819,333	1,613,083,989	43,185,013	176,885,813	(22,620,907)	(92,655,235)	-	-	17,459,146	414,383,439	1,714,773,713

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

21. Reserves (continued)

	The Bank						
	General reserves		Regulatory reserves		Other reserves	Total	
	US\$	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)	US\$	KHR'000 (Note 4)
Balance at 1 January 2020	388,464,324	1,582,992,120	37,245,288	151,774,549	17,601,987	425,709,612	1,752,368,656
Comprehensive income:							
Other comprehensive income-currency translation difference	-	-	-	-	4,003,175	-	4,003,175
Total comprehensive income for the period	-	-	-	-	4,003,175	-	4,003,175
Transaction with owners:							
Transfers from retained earnings to general reserves	67,924,603	277,743,702	-	-	-	67,924,603	277,743,702
Transfer from retained earnings to regulatory reserves	-	-	17,107,339	69,951,909	-	17,107,339	69,951,909
Currency translation differences	-	10,458,779	-	1,119,313	(1,295,259)	-	10,282,833
Total transactions with owners:	67,924,603	288,202,481	17,107,339	71,071,222	(1,295,259)	85,031,942	357,978,444
As at 30 September 2020	456,388,927	1,871,194,601	54,352,627	222,845,771	20,309,903	510,741,554	2,114,350,275
As at 1 January 2019	339,813,727	1,365,371,554	49,917,196	200,567,294	11,021,340	389,730,923	1,576,960,188
Comprehensive income (Not reviewed):							
Other comprehensive income-currency translation difference	-	-	-	-	6,083,304	-	6,083,304
Total comprehensive income for the period	-	-	-	-	6,083,304	-	6,083,304
Transaction with owners (Not reviewed):							
Transfers from retained earnings to general reserves	43,693,377	178,968,072	-	-	-	43,693,377	178,968,072
Transfer from regulatory reserves to retained earnings	-	-	(7,714,687)	(31,599,358)	-	(7,714,687)	(31,599,358)
Currency translation differences	-	26,505,472	-	3,893,545	-	-	30,399,017
Total transactions with owners:	43,693,377	205,473,544	(7,714,687)	(27,705,813)	-	35,978,690	177,767,731
As at 30 September 2019 (Not reviewed)	383,507,104	1,570,845,098	42,202,509	172,861,481	17,104,644	425,709,613	1,760,811,223

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

22. Interest income calculated using the effective interest method

	The Group				The Bank			
	For the nine-month period ended				For the nine-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Loans and advances:								
- Interest income	378,090,088	355,404,787	1,546,010,370	1,455,738,008	351,075,635	332,738,214	1,435,548,272	1,362,895,725
- Financial investments	1,353,815	4,573,974	5,535,750	18,734,998	1,353,815	4,568,011	5,535,750	18,710,573
Deposits and placements with other banks:								
- Banks outside Cambodia	426,847	1,166,171	1,745,377	4,776,636	429,236	1,186,148	1,755,147	4,858,462
- Banks inside Cambodia	370,206	64,692	1,513,772	264,978	340,344	58,985	1,391,665	241,602
	<u>380,240,956</u>	<u>361,209,624</u>	<u>1,554,805,269</u>	<u>1,479,514,620</u>	<u>353,199,030</u>	<u>338,551,358</u>	<u>1,444,230,834</u>	<u>1,386,706,362</u>
	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Loans and advances:								
- Interest income	127,372,056	121,322,843	522,328,645	502,556,332	118,116,970	113,153,313	484,378,043	468,746,008
- Financial investments	104,676	1,707,194	435,515	7,061,470	104,676	1,707,194	435,515	7,061,326
Deposits and placements with other banks:								
- Banks outside Cambodia	83,897	343,049	345,112	1,424,883	86,443	347,082	355,522	1,441,785
- Banks inside Cambodia	97,903	60,291	401,960	247,057	83,243	56,480	341,923	231,402
	<u>127,658,532</u>	<u>123,433,377</u>	<u>523,511,232</u>	<u>511,289,742</u>	<u>118,391,332</u>	<u>115,264,069</u>	<u>485,511,003</u>	<u>477,480,521</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

23. Interest expense

	The Group				The Bank			
	For the nine-month period ended				For the nine-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Deposits and placements of other banks and financial institutions:								
Fixed deposits	5,992,966	5,506,855	24,505,238	22,556,078	5,239,072	5,037,948	21,422,565	20,635,435
Savings deposits	29,570	26,836	120,912	109,920	18,377	16,404	75,144	67,191
Deposits from customers:								
Fixed deposits	65,154,990	60,430,748	266,418,754	247,524,344	62,151,203	57,944,504	254,136,269	237,340,688
Savings deposits	4,417,861	4,382,346	18,064,634	17,950,089	3,467,551	3,621,294	14,178,816	14,832,820
Current accounts	39,204	35,499	160,305	145,404	39,204	35,499	160,305	145,404
Subordinated debts	9,045,166	4,792,758	36,985,684	19,631,137	9,045,166	4,792,758	36,985,684	19,631,137
Borrowings	26,461,462	41,036,136	108,200,918	168,084,013	23,116,558	37,454,802	94,523,606	153,414,869
Interest expenses on leases	1,602,877	1,548,935	6,554,164	6,344,438	1,424,098	1,377,752	5,823,136	5,643,272
	<u>112,744,096</u>	<u>117,760,113</u>	<u>461,010,609</u>	<u>482,345,423</u>	<u>104,501,229</u>	<u>110,280,961</u>	<u>427,305,525</u>	<u>451,710,816</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

23. Interest expense (continued)

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Deposits and placements of other banks and financial institutions:								
Fixed deposits	2,103,675	1,998,822	8,625,263	8,271,368	1,849,343	1,752,440	7,582,301	7,256,846
Savings deposits	10,885	9,554	44,621	39,548	5,728	4,722	23,498	19,622
Deposits from customers:								
Fixed deposits	22,121,078	21,269,670	90,711,291	88,060,434	21,066,297	20,379,135	86,386,598	84,374,505
Savings deposits	1,492,529	1,464,445	6,120,503	6,068,396	1,161,017	1,193,303	4,761,238	4,946,041
Current accounts	12,086	11,726	49,582	48,600	12,086	11,726	49,582	48,600
Subordinated debts	3,086,470	1,725,949	12,656,328	7,143,091	3,086,470	1,725,949	12,656,328	7,143,091
Borrowings	7,926,879	13,665,757	32,524,216	56,631,830	6,928,955	12,260,494	28,429,623	50,823,647
Interest expenses on leases	526,513	534,289	2,159,371	2,212,799	467,763	475,091	1,918,421	1,967,637
	<u>37,280,115</u>	<u>40,680,212</u>	<u>152,891,175</u>	<u>168,476,066</u>	<u>34,577,659</u>	<u>37,802,860</u>	<u>141,807,589</u>	<u>156,579,989</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

24. Fee and commission income

	The Group				The Bank			
	For the nine-month period ended				For the nine-month period ended			
	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)
	US\$	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)	US\$	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)
Commission fees	11,969,513	13,227,477	48,943,339	54,179,746	11,611,345	13,047,321	47,478,790	53,441,827
Commission fees collected for assurance agency	3,411,123	6,164,037	13,948,082	25,247,896	3,246,664	6,038,721	13,275,609	24,734,601
ATM fees	5,262,602	5,212,933	21,518,780	21,352,174	5,202,410	5,138,474	21,272,654	21,047,190
Early loan redemption fees	4,939,438	4,855,494	20,197,362	19,888,103	3,930,873	4,076,228	16,073,340	16,696,230
Deposit fees charged	1,253,268	1,345,898	5,124,613	5,512,798	1,237,249	1,331,872	5,059,111	5,455,348
Fee income from guarantee	827,774	483,267	3,384,768	1,979,462	827,380	482,406	3,383,157	1,975,935
Training fees	914,471	720,381	3,739,272	2,950,681	19,185	19,149	78,447	78,434
Others	5,362,041	4,621,402	21,925,384	18,929,261	5,284,905	4,565,319	21,609,977	18,699,546
	<u>33,940,230</u>	<u>36,630,889</u>	<u>138,781,600</u>	<u>150,040,121</u>	<u>31,360,011</u>	<u>34,699,490</u>	<u>128,231,085</u>	<u>142,129,111</u>

There were settlement fees amounting to KHR4,831,100.00 (equivalent to US\$1,178) and US\$11,210 for operation of cash settlement agent.

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

24. Fee and commission income (continued)

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Commission fees	3,940,452	4,340,562	16,160,683	17,992,228	3,818,500	4,274,583	15,660,604	17,719,238
Commission fees collected for assurance agency	944,690	1,976,198	3,877,636	8,195,016	903,312	1,928,988	3,707,703	7,999,768
ATM fees	1,845,098	1,815,571	7,565,111	7,518,116	1,824,138	1,792,237	7,479,169	7,421,313
Early loan redemption fees	1,902,017	1,829,175	7,795,572	7,564,932	1,508,451	1,566,780	6,182,591	6,477,758
Deposit fees charged	110,658	214,366	459,336	905,200	104,730	208,922	435,036	882,696
Fee income from guarantee	223,174	182,758	916,186	755,789	223,174	182,186	916,184	753,439
Training fees	235,966	197,626	968,936	822,023	6,386	6,379	26,189	26,435
Others	2,148,598	1,720,074	8,804,897	7,115,053	2,119,019	1,697,182	8,683,664	7,020,491
	<u>11,350,653</u>	<u>12,276,330</u>	<u>46,548,357</u>	<u>50,868,357</u>	<u>10,507,710</u>	<u>11,657,257</u>	<u>43,091,140</u>	<u>48,301,138</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

25. General and administrative expenses

	The Group				The Bank			
	For the nine-month period ended		For the nine-month period ended		For the nine-month period ended		For the nine-month period ended	
	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)
	US\$	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)	US\$	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)
Salaries and wages	77,742,805	73,899,701	317,890,330	302,693,175	70,963,582	67,386,488	290,170,087	276,015,055
Other employee benefits	25,244,375	26,006,418	103,224,249	106,522,288	24,515,731	25,460,722	100,244,824	104,287,117
Seniority indemnity	4,835,325	1,950,760	19,771,644	7,990,313	4,706,125	1,924,756	19,243,345	7,883,801
Retirement benefits	1,214,132	1,571,308	4,964,586	6,436,078	1,165,042	1,395,746	4,763,857	5,716,976
Career development expense	975,962	1,055,650	3,990,709	4,323,942	975,962	1,055,650	3,990,709	4,323,942
Depreciation of right-of-use assets	7,910,999	8,313,099	32,348,075	34,050,454	7,273,984	7,184,259	29,743,321	29,426,725
Depreciation charges	15,860,195	16,005,106	64,852,337	65,556,914	14,385,150	14,380,041	58,820,878	58,900,648
Repairs and maintenance	8,635,930	8,490,210	35,312,318	34,775,900	8,242,126	7,911,338	33,702,053	32,404,840
Utilities	4,005,528	4,146,311	16,378,604	16,983,290	3,704,991	3,780,532	15,149,708	15,485,059
Amortisation charges	2,595,839	2,696,308	10,614,386	11,044,078	2,352,042	2,428,923	9,617,500	9,948,869
Communication	2,862,166	3,581,007	11,703,397	14,667,805	2,129,024	2,976,346	8,705,579	12,191,113
Office supplies	3,939,031	3,929,307	16,106,698	16,094,441	3,460,748	3,436,177	14,150,999	14,074,581
Travelling expenses	1,511,608	1,821,833	6,180,965	7,462,228	1,289,889	1,498,351	5,274,356	6,137,246
License fees	877,264	841,616	3,587,132	3,447,259	847,380	824,001	3,464,937	3,375,108
Others	8,916,199	8,285,961	36,458,337	33,939,296	7,488,557	7,046,789	30,620,709	28,863,647
	<u>167,127,358</u>	<u>162,594,595</u>	<u>683,383,767</u>	<u>665,987,461</u>	<u>153,500,333</u>	<u>148,690,119</u>	<u>627,662,862</u>	<u>609,034,727</u>

There were salaries and wages expenses of ACLEDA Bank's staff who is responsible for operation of cash settlement agent amounting to US\$26,634.

Above expenses include costs incurred for operation of cash settlement agent, consisting of the repairs and maintenance amounting to US\$7,291, office supplies amounting to US\$548, furniture and fixtures amounting to US\$368 and membership fees amounting to US\$9,451 (KHR38,750,000).

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

25. General and administrative expenses (continued)

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)
	US\$	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)	US\$	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)
Salaries and wages	26,330,111	24,898,506	107,972,300	103,160,309	24,056,621	22,719,259	98,648,965	94,130,099
Other employee benefits	5,585,336	6,395,151	22,956,393	26,665,209	5,853,235	6,692,569	24,045,853	27,863,198
Seniority indemnity	875,326	1,667,720	3,602,968	6,837,774	817,411	1,641,716	3,365,726	6,731,262
Retirement benefits	399,167	36,685	1,637,084	187,093	403,710	37,259	1,655,338	185,217
Career development expense	975,962	1,055,650	3,990,709	4,323,942	975,962	1,055,650	3,990,709	4,323,942
Depreciation of right-of-use assets	2,678,586	3,049,451	10,984,133	12,616,880	2,461,295	2,402,870	10,093,112	9,956,909
Depreciation charges	5,235,401	5,336,466	21,471,303	22,114,212	4,852,294	4,785,646	19,898,227	19,832,272
Repairs and maintenance	3,161,150	2,899,965	12,958,791	12,012,422	3,022,594	2,658,263	12,390,704	11,014,319
Utilities	1,333,780	1,385,348	5,469,857	5,740,649	1,235,054	1,261,277	5,064,955	5,226,653
Amortisation charges	956,129	885,673	3,919,450	3,671,172	883,336	796,902	3,620,773	3,303,279
Communication	884,830	1,304,956	3,629,934	5,399,725	615,017	1,095,787	2,523,888	4,533,477
Office supplies	1,178,429	1,413,533	4,835,160	5,850,209	1,027,227	1,233,825	4,214,933	5,106,604
Travelling expenses	495,458	703,531	2,032,025	2,908,502	419,441	594,330	1,720,317	2,456,072
License fees	295,795	282,081	1,212,994	1,168,832	283,877	275,479	1,164,154	1,141,526
Others	2,082,601	2,841,717	8,556,756	11,770,335	1,615,179	2,387,839	6,639,707	9,892,402
	52,468,061	54,156,433	215,229,857	224,427,265	48,522,253	49,638,671	199,037,361	205,697,231

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

26. Income tax

(a) Current income tax liabilities

	The Group				The Bank			
	For the nine-month period ended				For the nine-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
At the beginning of the period	30,459,303	13,810,997	124,121,660	55,492,586	29,175,560	12,901,983	118,890,407	51,840,168
Income tax expense	25,360,191	26,453,820	103,697,821	108,354,847	23,681,747	24,964,786	96,834,663	102,255,763
Income tax paid	(33,990,127)	(17,047,133)	(138,985,629)	(69,825,057)	(32,641,758)	(15,926,424)	(133,472,148)	(65,234,633)
Currency translation difference	-	(11,549)	-	(47,305)	-	(11,549)	-	-
Exchange difference	-	-	666,553	1,077,258	-	-	630,829	959,050
At the end of the period	<u>21,829,367</u>	<u>23,206,135</u>	<u>89,500,405</u>	<u>95,052,329</u>	<u>20,215,549</u>	<u>21,928,796</u>	<u>82,883,751</u>	<u>89,820,348</u>

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
At the beginning of the period	16,240,928	15,562,155	66,474,118	63,275,722	14,545,383	14,599,737	59,534,253	59,362,531
Income tax expense	7,639,508	9,373,055	31,344,272	38,801,972	7,021,901	8,749,138	28,812,512	36,225,644
Income tax paid	(2,077,716)	(1,725,071)	(8,687,255)	(7,433,621)	(1,351,735)	(1,420,079)	(5,714,984)	(6,164,796)
Currency translation difference	26,647	(4,004)	108,800	(16,582)	-	-	-	47,028
Exchange difference	-	-	260,470	424,838	-	-	251,970	349,941
At the end of the period	<u>21,829,367</u>	<u>23,206,135</u>	<u>89,500,405</u>	<u>95,052,329</u>	<u>20,215,549</u>	<u>21,928,796</u>	<u>82,883,751</u>	<u>89,820,348</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

26. Income tax (continued)

(b) Income tax expense

	The Group				The Bank			
	For the nine-month period ended				For the nine-month period ended			
	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)
	US\$	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)	US\$	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)
Current income tax	25,360,191	26,453,820	103,697,821	108,354,847	23,681,747	24,964,786	96,834,663	102,255,763
Deferred tax	1,657,562	(3,188,254)	6,777,770	(13,059,089)	901,152	(2,584,424)	3,684,812	(10,585,800)
	<u>27,017,753</u>	<u>23,265,566</u>	<u>110,475,591</u>	<u>95,295,758</u>	<u>24,582,899</u>	<u>22,380,362</u>	<u>100,519,475</u>	<u>91,669,963</u>

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)	30 September 2020	30 September 2019 (Not reviewed)
	US\$	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)	US\$	US\$	KHR'000 (Note 4)	KHR'000 (Note 4)
Current income tax	7,639,508	9,373,055	31,344,272	38,801,972	7,021,901	8,749,138	28,812,512	36,225,644
Deferred tax	1,805,210	(2,188,902)	7,380,617	(8,989,727)	1,318,793	(1,980,948)	5,390,040	(8,128,447)
	<u>9,444,718</u>	<u>7,184,153</u>	<u>38,724,889</u>	<u>29,812,245</u>	<u>8,340,694</u>	<u>6,768,190</u>	<u>34,202,552</u>	<u>28,097,197</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

26. Income tax (continued)

c) Reconciliation between income tax expense and accounting profit

	The Group				The Bank			
	For the nine-month period ended				For the nine-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Profit before income tax	125,383,196	109,151,178	512,691,887	447,083,225	121,138,492	107,228,794	495,335,295	439,209,140
Tax calculated at domestic tax rates applicable to profits in the respective countries	25,355,448	21,930,604	103,678,427	89,827,754	24,227,698	21,445,759	99,067,057	87,841,829
Effect of non-deductible expense	1,662,305	1,334,962	6,797,164	5,468,004	355,201	934,603	1,452,418	3,828,134
	<u>27,017,753</u>	<u>23,265,566</u>	<u>110,475,591</u>	<u>95,295,758</u>	<u>24,582,899</u>	<u>22,380,362</u>	<u>100,519,475</u>	<u>91,669,963</u>

	The Group				The Bank			
	For the three-month period ended				For the three-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Profit before income tax	44,065,332	34,910,688	180,671,048	144,775,950	40,662,047	34,008,521	166,749,970	141,056,187
Tax calculated at domestic tax rates applicable to profits in the respective countries	8,984,072	7,029,479	36,834,099	29,150,373	8,132,409	6,801,704	33,349,992	28,211,237
Effect of non-deductible expense	460,646	154,674	1,890,790	661,872	208,285	(33,514)	852,560	(114,040)
	<u>9,444,718</u>	<u>7,184,153</u>	<u>38,724,889</u>	<u>29,812,245</u>	<u>8,340,694</u>	<u>6,768,190</u>	<u>34,202,552</u>	<u>28,097,197</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

26. Income tax (continued)

c) Reconciliation between income tax expense and accounting profit (continued)

Having been successfully listed on CSX, the Bank is entitled to a reduction at 50% on the tax on profit for a period of 3 years after listing (proportion based on percentage of listed shares taking 20.0001% as a base in accordance with the Prakas No. 183 on the implementation guidance on the incentive on tax on profit for the IPO enterprise) and waiver of other tax liabilities, including tax on profit and withholding taxes for the period from year N-3 to N-10, where N is the IPO year ("N-3 to N-10"), in accordance with the Sub-decree No. 01 of the Royal Government of Cambodia ("RGC") dated 4 January 2019, and temporary postponement on the prepayment of profit tax for a period of 3 years after listing in accordance with Prakas No. 855 of the Ministry of Economy and Finance ("MEF") dated 24 July 2015. The Bank shall fulfil the forms and submit to GDT through the Securities and Exchange Commission of Cambodia ("SECC") in order to be granted tax incentives.

On 28 May 2020, the Bank submitted a letter to the SECC requesting for their assistance in facilitating with the GDT for the written approval on tax incentive related to the waiver of the tax liabilities for the period from N-3 to N-10. Subsequently on 20 October 2020, the SECC submitted a letter to the GDT requesting for written approval for the said tax incentive for the period from N-3 to N-10. The actual amounts of tax liabilities to be waived will be determined by the GDT. As of the date of these condensed interim financial statements, the Bank is awaiting written approval from the GDT.

In addition, on 27 October 2020, the Bank submitted a letter to the SECC requesting for their assistance in facilitating with the GDT for the written approval on temporary postponement on the prepayment of profit tax for the period of 3 years after listing. As of the date of these condensed interim financial statements, the Bank is awaiting SECC to submit the letter to GDT.

d) Other tax matters

The Bank's and its subsidiaries' tax returns are subject to periodic examinations by the respective tax authorities. Some areas of tax laws and regulations may be open to different interpretation; therefore tax amounts reported in the condensed interim financial statements could be changed at a later date, upon final determination by the respective tax authorities.

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

27. Earnings per share

Basic earnings per share are calculated by dividing the profit attributable to equity holders of Bank by the weighted average numbers of ordinary shares in issue during the respective period.

	For the nine-month period ended				For the three-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Profit attributable to shareholders	98,075,766	85,946,397	405,133,009	358,262,191	34,738,301	27,505,988	143,716,660	116,812,258
Weighted average numbers of shares	430,863,729	408,021,838	430,863,729	408,021,838	433,163,019	428,818,154	433,163,019	428,818,154
Basic earnings per share	0.23	0.21	0.94	0.88	0.08	0.06	0.33	0.27
Diluted earnings per share	0.23	0.21	0.94	0.88	0.08	0.06	0.33	0.27

Diluted earnings per share are calculated by adjusting the weighted average numbers of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares.

The Bank had no dilutive potential ordinary shares as at each of the period end. As such, the diluted earnings per share were equivalent to the basic earnings per share.

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

28. Cash and cash equivalents

	The Group				The Bank			
	For the nine-month period ended				For the nine-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
Cash on hand (Note 6)	458,596,003	427,688,708	1,880,243,612	1,751,812,948	446,471,106	416,795,399	1,830,531,535	1,707,193,954
Balances with the National Bank of Cambodia:								
- Current accounts	294,301,614	350,901,798	1,206,636,617	1,437,293,765	265,410,846	332,560,420	1,088,184,469	1,362,167,480
- Negotiable certificate of deposits, maturities of three months or less	614,403,929	750,000,000	2,519,056,109	3,072,000,000	614,403,929	750,000,000	2,519,056,109	3,072,000,000
<i>Balances with other banks:</i>								
- Current accounts	59,654,120	65,100,625	244,581,892	266,652,160	54,786,272	58,818,272	224,623,715	240,919,642
- Savings accounts	533,207	1,439,058	2,186,149	5,894,382	533,207	1,439,057	2,186,149	5,894,377
- Fixed deposits, maturities of three months or less	251,480,720	69,815,500	1,031,070,952	285,964,287	250,011,125	68,500,000	1,025,045,612	280,576,001
	<u>1,678,969,593</u>	<u>1,664,945,689</u>	<u>6,883,775,331</u>	<u>6,819,617,542</u>	<u>1,631,616,485</u>	<u>1,628,113,148</u>	<u>6,689,627,589</u>	<u>6,668,751,454</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

29. Commitment and contingencies

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, guarantee and other facilities as follows:

(a) Loan commitment, guarantee and other financial liabilities

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Unused portion of overdrafts	126,240,392	93,060,063	517,585,607	379,219,757	125,949,053	93,060,063	516,391,117	379,219,757
Bank guarantees	45,081,725	38,432,397	184,835,073	156,612,018	45,006,064	38,405,593	184,524,862	156,502,791
Letters of credit	8,638,110	8,948,350	35,416,251	36,464,526	8,638,110	8,948,350	35,416,251	36,464,526
	<u>179,960,226</u>	<u>140,440,810</u>	<u>737,836,931</u>	<u>572,296,301</u>	<u>179,593,227</u>	<u>140,414,006</u>	<u>736,332,230</u>	<u>572,187,074</u>

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

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

29. Commitments and contingencies (continued)

(b) Capital expenditure commitments

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
Not later than 1 year	4,491,217	2,700,631	18,413,990	11,005,071	4,424,396	2,182,187	18,140,024	8,892,412
Later than 1 but not later than 5 years	146,498	-	600,642	-	-	-	-	-
	<u>4,637,715</u>	<u>2,700,631</u>	<u>19,014,632</u>	<u>11,005,071</u>	<u>4,424,396</u>	<u>2,182,187</u>	<u>18,140,024</u>	<u>8,892,412</u>

The balances of these commitments are related to the purchases of property and equipment and intangible assets at the Bank amounting to US\$ 4,424,396, the construction contract to build AIB's building and purchases of other equipment amounting to US\$36,157, the purchases of other equipment and software at ACLEDA Bank Laos Ltd. amounting to US\$177,162.

(c) Other commitments

On 30 May 2016, the Bank guaranteed to International Finance Corporation ("IFC") to secure borrowings obtained by its subsidiary, AIB, amounting to US\$13,000,000 maturing on 15 June 2026. The Bank has made allowance for impairment loss of US\$399,789 (31 December 2019: US\$448,343) with respect to this guarantee.

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

30. Related party transactions and balances

(a) Related parties and relationships

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

Related parties	Relationship
ACLEDA Bank Plc.	Holding company
Subsidiaries of the Bank	Subsidiaries
Shareholders as disclosed in Note 20	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/or the Bank either directly or indirectly. The key management personnel of the Group and the Bank include all Directors of the Group and the Bank and members of senior management of the Group and the Bank.

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

30. Related party transactions and balances (continued)

(b) Related parties balances

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
i). Loans and advances								
Key management personnel	11,584,094	5,835,258	47,494,785	23,778,676	11,083,277	5,266,917	45,441,436	21,462,687
Subsidiaries	-	-	-	-	4,971,816	4,975,201	20,384,446	20,273,944
	<u>11,584,094</u>	<u>5,835,258</u>	<u>47,494,785</u>	<u>23,778,676</u>	<u>16,055,093</u>	<u>10,242,118</u>	<u>65,825,882</u>	<u>41,736,631</u>
ii). Balances with related parties								
Shareholders	35,469,357	487,356	145,424,364	1,985,976	35,469,357	487,356	145,424,364	1,985,976
Subsidiaries	-	-	-	-	700,000	-	2,870,000	-
	<u>35,469,357</u>	<u>487,356</u>	<u>145,424,364</u>	<u>1,985,976</u>	<u>36,169,357</u>	<u>487,356</u>	<u>148,294,364</u>	<u>1,985,976</u>
iii). Receivables from/payables to related parties								
Key management loan								
Interest receivables	-	12,329	-	50,241	-	10,908	-	44,450
Key management deposit								
Other Receivables	1,692	-	6,937	-	1,692	-	6,937	-
Interest payables	55,119	16,830	225,988	68,582	43,957	16,828	180,224	68,574
Shareholders								
Other Payables	8,124	1,474	33,308	6,007	8,124	1,474	33,308	6,007
Subsidiaries								
Other receivables	-	-	-	-	450,672	163,206	1,847,756	665,064
Other Payables	-	-	-	-	61,575	38,565	252,457	157,153
	<u>64,935</u>	<u>30,633</u>	<u>266,233</u>	<u>124,830</u>	<u>566,020</u>	<u>230,981</u>	<u>2,320,682</u>	<u>941,248</u>

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

30. Related party transactions and balances (continued)

(b) Related parties balances (continued)

	The Group				The Bank			
	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)	30 September 2020 US\$	31 December 2019 US\$	30 September 2020 KHR'000 (Note 4)	31 December 2019 KHR'000 (Note 4)
iv). Deposits from related parties								
Key management personnel	4,681,213	2,219,783	19,192,973	9,045,616	4,347,239	2,157,137	17,823,680	8,790,333
Shareholders								
Current accounts	6,193,200	4,180,078	25,392,120	17,033,818	6,193,200	4,180,078	25,392,120	17,033,818
Saving accounts	11,800	24,678	48,380	100,563	11,800	24,678	48,380	100,563
Fixed deposits	12,308,124	301,474	50,463,308	1,228,507	12,308,124	301,474	50,463,308	1,228,507
Subsidiaries								
Current accounts	-	-	-	-	2,078,347	5,777,256	8,521,223	23,542,318
Saving accounts	-	-	-	-	183,751	157,520	753,379	641,894
Fixed deposits	-	-	-	-	1,719,180	2,883,445	7,048,638	11,750,039
	<u>23,194,337</u>	<u>6,726,013</u>	<u>95,096,781</u>	<u>27,408,504</u>	<u>26,841,641</u>	<u>15,481,588</u>	<u>110,050,728</u>	<u>63,087,472</u>
v). Borrowings from related parties								
Shareholders	-	699,680	-	2,851,196	-	-	-	-

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

30. Related party transactions and balances (continued)

(c) Related parties transactions

	The Group				The Bank			
	For the nine-month period ended				For the nine-month period ended			
	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)	30 September 2020 US\$	30 September 2019 (Not reviewed) US\$	30 September 2020 KHR'000 (Note 4)	30 September 2019 (Not reviewed) KHR'000 (Note 4)
i). Interest income from related parties								
Loans and advances to key management	781,458	99,604	3,203,978	407,978	749,104	55,231	3,071,326	226,226
Deposit from shareholder	10,751	-	44,079	-	10,751	-	44,079	-
Deposits with subsidiary	-	-	-	-	2,546	23,233	10,439	95,162
Loan to subsidiary	-	-	-	-	285,417	133,333	1,170,210	546,132
	<u>792,209</u>	<u>99,604</u>	<u>3,248,057</u>	<u>407,978</u>	<u>1,047,818</u>	<u>211,797</u>	<u>4,296,054</u>	<u>867,520</u>
ii). Fee and commission income from related parties								
Shareholders	24,897	20,447	102,078	83,751	24,897	20,447	102,078	83,751
Subsidiaries	-	-	-	-	3,801	3,461	15,584	14,177
	<u>24,897</u>	<u>20,447</u>	<u>102,078</u>	<u>83,751</u>	<u>28,698</u>	<u>23,908</u>	<u>117,662</u>	<u>97,928</u>
iii). Interest expenses to related parties								
Deposits of key management	105,741	97,504	433,538	399,376	99,885	95,994	409,529	393,191
Borrowing from shareholders	44,373	178,209	181,929	729,944	-	-	-	-
Deposits of shareholder	176,002	11,242	721,609	46,047	176,002	11,242	721,609	46,047
Deposits of subsidiaries	-	-	-	-	70,564	75,699	289,313	310,063
	<u>326,116</u>	<u>286,955</u>	<u>1,337,076</u>	<u>1,175,367</u>	<u>346,451</u>	<u>182,935</u>	<u>1,420,451</u>	<u>749,301</u>
iv). Fee and remuneration expenses to related parties								
Board of Directors	516,615	639,886	2,118,122	2,620,973	308,028	329,494	1,262,915	1,349,607
Key management	6,817,160	4,132,861	27,950,356	16,928,199	5,463,785	2,301,494	22,401,519	9,426,919
Subsidiary	-	-	-	-	1,623,055	1,111,221	6,654,526	4,551,561
	<u>7,333,775</u>	<u>4,772,747</u>	<u>30,068,478</u>	<u>19,549,172</u>	<u>7,394,868</u>	<u>3,742,209</u>	<u>30,318,960</u>	<u>15,328,087</u>
v). Other commitments								
ECL on financial guarantee on AIB's debt from IFC	(48,554)	(6,674)	(199,071)	(27,337)	(48,554)	(6,674)	(199,071)	(27,337)

ACLEDA Bank Plc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020

31. Tax contingencies

On 24 December 2018, the Bank obtained the letter on Tax Reassessment for the financial years ended 2009 to 2013 from Department of Enterprise Tax Audit (“DETA”) of the General Department of Taxation (“GDT”) which has requested the Bank to pay the tax liabilities on various tax matters.

On 11 January 2019, the Bank lodged the administrative protests against the reassessment in accordance with the tax provisions. The protest letter was prepared by the Bank and submitted to the GDT on the grounds that the reassessment is not appropriate.

On 17 September 2019, the Bank received Notification Letter for Tax Collection from GDT, requesting for payment on tax in arrears resulted from above Tax Reassessment. On 23 September 2019, the protest letter was prepared by the Bank again and submitted to the GDT on the grounds that the reassessment is not appropriate. On 10 February 2020, the Bank received the Notification Letter from GDT on the temporary delay over tax collection related to above tax re-assessment.

Additionally, on 10 March 2020, the Bank received the Notification Letter from GDT to conduct tax audit for the fiscal years from 2015 to 2018 in which the Bank provided some requested documents to GDT on 2 July 2020. There has been no official response on the protest letter above as well as the outcome of the tax audit for the fiscal years from 2015 to 2018 from GDT as at date of these condensed interim financial statements. Management believes that the tax liability recorded by the Bank is adequate.

32. Significant event

Initial Public Offering (“IPO”)

On 25 February 2020, the Bank obtained approval in principle for the Bank’s IPO from the Board of the Securities and Exchange Commission of Cambodia (“SECC”). The Bank and Yuanta Securities (Cambodia) Plc. (“YSC”), the underwriter, conducted the Book Building process from 3 to 14 March 2020. On 20 March 2020, the result of the Book Building was released, with 2,180 investors participated, in which 95.55% and 4.45% are local and foreign investors, respectively. The final offering price has been set at KHR16,200 in accordance with the Book Building and Subscription Procedure approved by the SECC.

The Subscription phase started from 24 March 2020 to 24 April 2020 and the result was released on 30 April 2020 with 4,344,865 shares were subscribed.

The shares of the Bank were listed on the Cambodia Securities Exchange (“CSX”) on 25 May 2020.