

PHNOM PENH COMMERCIAL BANK PLC.
(Registration No. 00015794)

**CONDENSED CONSOLIDATED AND SEPARATE INTERIM
FINANCIAL INFORMATION**

**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED
30 SEPTEMBER 2023**

PHNOM PENH COMMERCIAL BANK PLC.

**CONDENSED CONSOLIDATED AND SEPARATE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2023**

CONTENTS	Page(s)
Statement of the Board of Directors	1
Report on review of interim financial information	2 - 3
Condensed consolidated interim financial information:	
Condensed consolidated statement of financial position	4
Condensed consolidated statement of profit or loss and other comprehensive income	5
Condensed consolidated statement of changes in equity	6
Condensed consolidated statement of cash flows	7
Condensed separate interim financial information:	
Condensed separate statement of financial position	8
Condensed separate statement of profit or loss and other comprehensive income	9
Condensed separate statement of changes in equity	10
Condensed separate statement of cash flows	11
Notes to the condensed consolidated and separate interim financial information	12 - 18

STATEMENT OF THE BOARD OF DIRECTORS

In the opinion of the Board of Directors, the accompanying condensed consolidated and separate interim financial information presents fairly, in all material respects, the financial position of Phnom Penh Commercial Bank Plc. (the "Bank") and its subsidiary, J&A (Cambodia) Investment Co., Ltd. (together referred to as the "Group") as at 30 September 2023, their financial performance for the three-month and nine-month periods then ended, and their cash flows for the nine-month period then ended in accordance with Cambodian International Accounting Standard 34 *Interim Financial Reporting*, and at the date of this statement, there are reasonable grounds to believe that the Group and the Bank will be able to pay their debts as and when they fall due.

On behalf of the Board of Directors



Lee Jin Young
President

Phnom Penh, Kingdom of Cambodia
Date: 13 November 2023

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the shareholders of Phnom Penh Commercial Bank Plc.

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Phnom Penh Commercial Bank Plc. (the “Bank”) and its subsidiary, J&A (Cambodia) Investment Co., Ltd. (together referred to as the “Group”) and condensed separate statement of financial position of the Bank as at 30 September 2023, and the related condensed consolidated and separate statements of profit or loss and other comprehensive income for the three-month and nine-month periods then ended, condensed consolidated and separate statements of changes in equity and condensed consolidated and separate statements of cash flows for the nine-month period then ended, and material accounting policy information and other explanatory information. Management is responsible for the preparation and presentation of this condensed consolidated interim financial information of the Group and condensed separate interim financial information of the Bank in accordance with Cambodian International Accounting Standard 34 *Interim Financial Reporting*. Our responsibility is to express a conclusion on this condensed consolidated and separate interim financial information based on our review.

Scope of Review

We conducted our review in accordance with 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 condensed consolidated and separate interim financial information is not prepared, in all material respects, in accordance with Cambodian International Accounting Standard 34 *Interim financial reporting*.

Other Matters

The comparative information for the condensed consolidated and separate interim financial information is based on the audited consolidated and separate financial statements for the year ended 31 December 2022 and the reviewed condensed consolidated and separate interim financial information for the period ended 30 September 2022. The consolidated and separate financial statements as at and for the year ended 31 December 2022, were audited by another auditor who expressed an unmodified opinion on those statements on 23 March 2023. The condensed consolidated and separate interim financial information for the three-month and nine-month periods ended 30 September 2022 were reviewed by another auditor who expressed an unmodified conclusion on those statements on 1 November 2022.

For Deloitte (Cambodia) Co., Ltd.



Kimleng Khoy
Partner

Phnom Penh, Kingdom of Cambodia
Date: 13 November 2023

PHNOM PENH COMMERCIAL BANK PLC.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2023

	Note	30 September 2023		31 December 2022	
		US\$	KHR'000	US\$	KHR'000
ASSETS					
Cash on hand		31,984,433	131,839,833	29,268,408	120,498,036
Balances with the NBC		86,007,757	354,523,974	83,264,682	342,800,695
Balances with other financial institutions		63,413,438	261,390,191	62,108,803	255,701,942
Loans to customers	6	839,603,673	3,460,846,340	773,248,063	3,183,462,276
Investment securities		192,611	793,943	190,709	785,149
Intangible assets		3,771,560	15,546,370	5,097,152	20,984,975
Property and equipment		11,912,465	49,103,181	12,778,872	52,610,616
Right-of-use assets		10,194,722	42,022,644	9,889,518	40,715,145
Other assets		7,699,275	31,736,412	6,308,173	25,970,748
TOTAL ASSETS		1,054,779,934	4,347,802,888	982,154,380	4,043,529,582
LIABILITIES AND EQUITY					
LIABILITIES					
Deposits from other financial institutions		197,827,799	815,446,187	173,064,254	712,505,533
Deposits from customers		585,476,472	2,413,334,018	549,350,759	2,261,677,075
Current income tax liabilities		4,225,745	17,418,521	1,569,446	6,461,409
Deferred tax liabilities		4,654,900	19,187,498	4,009,904	16,508,774
Borrowings	7	14,563,626	60,031,266	4,951,366	20,384,774
Debt securities issued	8	36,076	148,705	19,728,126	81,220,695
Lease liabilities		11,167,533	46,032,571	10,737,684	44,207,045
Employee benefit obligations		137,600	567,187	95,253	392,157
Other liabilities		3,395,793	13,997,459	2,956,828	12,173,261
Subordinated debts		20,040,530	82,607,065	20,040,530	82,506,862
TOTAL LIABILITIES		841,526,074	3,468,770,477	786,504,150	3,238,037,585
EQUITY					
Share capital		114,000,000	469,908,000	114,000,000	469,338,000
Regulatory reserve		34,871,128	143,738,790	36,047,781	148,713,036
Retained earnings		64,382,732	261,212,858	45,602,449	184,082,236
Currency translation differences		-	4,172,763	-	3,358,725
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE BANK		213,253,860	879,032,411	195,650,230	805,491,997
TOTAL LIABILITIES AND EQUITY		1,054,779,934	4,347,802,888	982,154,380	4,043,529,582

The accompanying notes on pages 12 to 18 form an integral part of this condensed consolidated interim financial information.

PHNOM PENH COMMERCIAL BANK PLC.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2023

	For the three-month period ended				For the nine-month period ended			
	30 September 2023		30 September 2022		30 September 2023		30 September 2022	
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000
Interest income	22,816,743	94,301,599	19,253,308	78,957,816	67,408,374	276,846,192	56,606,521	230,614,967
Interest expense (Note 9)	(9,331,455)	(38,566,904)	(6,321,768)	(25,925,571)	(26,353,393)	(108,233,385)	(18,116,238)	(73,805,554)
Net interest income	13,485,288	55,734,695	12,931,540	53,032,245	41,054,981	168,612,807	38,490,283	156,809,413
Fees and commission income	808,491	3,341,493	461,125	1,891,074	2,393,082	9,828,388	1,698,069	6,917,933
Fees and commission expense	(285,640)	(1,180,550)	(242,478)	(994,402)	(795,648)	(3,267,726)	(657,551)	(2,678,863)
Net fees and commission income	522,851	2,160,943	218,647	896,672	1,597,434	6,560,662	1,040,518	4,239,070
Other gains/ (losses) – net	17,748	73,352	(193,154)	(792,125)	251,616	1,033,387	(192,089)	(782,571)
Other operating income	22,248	91,951	373,918	1,533,438	42,004	172,510	397,201	1,618,197
Net other operating income	39,996	165,303	180,764	741,313	293,620	1,205,897	205,112	835,626
Impairment losses on financial assets	(71,972)	(297,460)	(212,990)	(873,472)	(2,887,283)	(11,858,071)	(1,303,447)	(5,310,244)
Personnel expenses	(2,064,448)	(8,532,364)	(2,036,414)	(8,351,334)	(6,303,576)	(25,888,787)	(5,684,329)	(23,157,956)
Depreciation and amortisation	(1,512,192)	(6,249,890)	(1,677,421)	(6,879,104)	(4,559,510)	(18,725,908)	(4,993,996)	(20,345,539)
Other operating expenses	(1,413,499)	(5,841,991)	(1,747,782)	(7,167,654)	(4,320,124)	(17,742,749)	(4,775,202)	(19,454,173)
Profit before income tax	8,986,024	37,139,236	7,656,344	31,398,666	24,875,542	102,163,851	22,978,939	93,616,197
Income tax expense	(2,143,340)	(8,858,424)	(1,510,115)	(6,192,982)	(5,271,912)	(21,651,743)	(4,657,212)	(18,973,482)
Profit for the period	6,842,684	28,280,812	6,146,229	25,205,684	19,603,630	80,512,108	18,321,727	74,642,715
Other comprehensive income								
<i>Items that will not be reclassified to profit or loss</i>								
Currency translation differences	-	(577,733)	-	3,817,878	-	814,038	-	3,517,272
	-	(577,733)	-	3,817,878	-	814,038	-	3,517,272
Total comprehensive income for the period	6,842,684	27,703,079	6,146,229	29,023,562	19,603,630	81,326,146	18,321,727	78,159,987
Profit attributable to owners of the Group	6,842,684	28,280,812	6,146,229	25,205,684	19,603,630	80,512,108	18,321,727	74,642,715
Total comprehensive income attributable to owners of the Group	6,842,684	27,703,079	6,146,229	29,023,562	19,603,630	81,326,146	18,321,727	78,159,987

The accompanying notes on pages 12 to 18 form an integral part of this condensed consolidated interim financial information.

PHNOM PENH COMMERCIAL BANK PLC.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2023

	Attributable to owners of the Bank								
	Share capital		Regulatory reserve		Retained earnings		Currency translation differences	Total	
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	KHR'000	US\$	KHR'000
Balance at 1 January 2022	102,000,000	415,548,000	14,852,049	62,086,079	56,987,807	230,614,195	(24,701)	173,839,856	708,223,573
Profit for the period	-	-	-	-	18,321,727	74,642,715	-	18,321,727	74,642,715
Other comprehensive income - currency translation differences	-	-	-	-	-	-	3,517,272	-	3,517,272
Total comprehensive income for the period	-	-	-	-	18,321,727	74,642,715	3,517,272	18,321,727	78,159,987
Transactions with owners in their capacity as owners:									
Conversion of retained earnings to share capital	12,000,000	48,888,000	-	-	(12,000,000)	(48,888,000)	-	-	-
Transfers from retained earnings to regulatory reserve	-	-	17,873,539	72,816,798	(17,873,539)	(72,816,798)	-	-	-
Dividends paid	-	-	-	-	(1,500,000)	(6,111,000)	-	(1,500,000)	(6,111,000)
Currency differences	-	5,130,000	-	-	-	-	(67,500)	-	5,062,500
Total transactions with owners	12,000,000	54,018,000	17,873,539	72,816,798	(31,373,539)	(127,815,798)	(67,500)	(1,500,000)	(1,048,500)
Balance at 30 September 2022	114,000,000	469,566,000	32,725,588	134,902,877	43,935,995	177,441,112	3,425,071	190,661,583	785,335,060
Balance at 1 January 2023	114,000,000	469,338,000	36,047,781	148,713,036	45,602,449	184,082,236	3,358,725	195,650,230	805,491,997
Profit for the period	-	-	-	-	19,603,630	80,512,108	-	19,603,630	80,512,108
Other comprehensive income - currency translation differences	-	-	-	-	-	-	814,038	-	814,038
Total comprehensive income for the period	-	-	-	-	19,603,630	80,512,108	814,038	19,603,630	81,326,146
Transactions with owners in their capacity as owners:									
Transfers from regulatory reserve to retained earnings	-	-	(1,176,653)	(4,832,514)	1,176,653	4,832,514	-	-	-
Dividends paid (Note 10)	-	-	-	-	(2,000,000)	(8,214,000)	-	(2,000,000)	(8,214,000)
Currency translation differences	-	570,000	-	(141,732)	-	-	-	-	428,268
Total transactions with owners	-	570,000	(1,176,653)	(4,974,246)	(823,347)	(3,381,486)	-	(2,000,000)	(7,785,732)
Balance at 30 September 2023	114,000,000	469,908,000	34,871,128	143,738,790	64,382,732	261,212,858	4,172,763	213,253,860	879,032,411

The accompanying notes on pages 12 to 18 form an integral part of this condensed consolidated interim financial information.

PHNOM PENH COMMERCIAL BANK PLC.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2023

	For the nine-month period ended			
	30 September 2023		30 September 2022	
	US\$	KHR'000	US\$	KHR'000
Cash flows from operating activities				
Profit before income tax	24,875,542	102,163,851	22,978,939	93,616,197
<i>Adjustments for:</i>				
Provision for employee benefit obligations	42,347	173,919	56,119	228,629
Depreciation and amortisation	4,559,510	18,725,908	4,993,996	20,345,539
Impairment losses on financial assets	2,887,283	11,858,071	1,303,447	5,310,244
Unrealised exchange gains on investment securities	(1,902)	(7,812)	(26,508)	(107,994)
Unrealised exchange losses on borrowings and debt securities	193,596	795,099	47,003	191,491
Interest income	(67,408,374)	(276,846,192)	(56,606,521)	(230,614,967)
Interest expense	26,353,393	108,233,385	18,116,238	73,805,554
<i>Changes in working capital:</i>				
Balances with the NBC	(10,370,938)	(42,593,442)	16,405,679	66,836,736
Balances with other financial institutions	3,000,000	12,321,000	8,019,152	32,670,025
Loans to customers	(64,650,003)	(265,517,562)	(40,112,361)	(163,417,759)
Other assets	(1,391,104)	(5,713,264)	(1,271,802)	(5,181,321)
Deposits from other financial institutions	24,528,603	100,738,973	103,881,735	423,214,188
Deposits from customers	30,618,848	125,751,609	(113,824,895)	(463,722,622)
Other liabilities	438,966	1,802,833	183,504	747,595
Cash used in operations	(26,324,233)	(108,113,624)	(35,856,275)	(146,078,465)
Interest received	62,946,595	258,521,666	58,127,817	236,812,726
Interest paid	(19,894,733)	(81,707,668)	(19,174,141)	(78,115,450)
Income tax paid	(3,002,781)	(12,332,422)	(4,039,265)	(16,455,966)
Net cash from / (used in) operating activities	13,724,848	56,367,952	(941,864)	(3,837,155)
Cash flows from investing activities				
Purchases of property and equipment	(526,296)	(2,161,498)	(840,983)	(3,426,165)
Purchases of intangible assets	(142,211)	(584,061)	(314,890)	(1,282,862)
Proceeds from matured investment securities	-	-	2,947,317	12,007,369
Net cash (used in)/from investing activities	(668,507)	(2,745,559)	1,791,444	7,298,342
Cash flows from financing activities				
Dividends paid	(2,000,000)	(8,214,000)	(1,500,000)	(6,111,000)
Proceeds from borrowings	10,000,000	41,070,000	1,326,500	5,404,161
Repayments of borrowings	(388,094)	(1,593,902)	(7,557,876)	(30,790,787)
Repayment of debt securities	(19,569,981)	(80,373,912)	-	-
Principal elements of lease payments	(1,574,358)	(6,465,888)	(1,587,194)	(6,466,228)
Net cash used in financing activities	(13,532,433)	(55,577,702)	(9,318,570)	(37,963,854)
Net decrease in cash and cash equivalents	(476,092)	(1,955,309)	(8,468,990)	(34,502,667)
Cash and cash equivalents at beginning of period	64,751,137	266,580,431	65,822,934	268,162,631
Currency translation differences	-	316,613	-	2,580,931
Cash and cash equivalents at end of period (Note 11)	64,275,045	264,941,735	57,353,944	236,240,895

The accompanying notes on pages 12 to 18 form an integral part of this condensed consolidated interim financial information.

PHNOM PENH COMMERCIAL BANK PLC.

CONDENSED SEPARATE STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2023

	Notes	30 September 2023		31 December 2022	
		US\$	KHR'000	US\$	KHR'000
ASSETS					
Cash on hand		31,984,433	131,839,833	29,268,408	120,498,036
Balances with the NBC		86,007,757	354,523,974	83,264,682	342,800,695
Balances with other financial institutions		63,413,438	261,390,191	62,108,803	255,701,942
Loans to customers	6	845,867,270	3,486,664,887	779,504,653	3,209,220,656
Investment securities		192,611	793,943	190,709	785,149
Investment in subsidiary		490,000	2,019,780	490,000	2,017,330
Intangible assets		3,771,560	15,546,370	5,097,152	20,984,975
Property and equipment		5,299,167	21,843,166	6,158,073	25,352,786
Right-of-use assets		17,413,093	71,776,769	17,647,148	72,653,309
Other assets		7,697,735	31,730,064	6,306,633	25,964,408
TOTAL ASSETS		<u>1,062,137,064</u>	<u>4,378,128,977</u>	<u>990,036,261</u>	<u>4,075,979,286</u>
LIABILITIES AND EQUITY					
LIABILITIES					
Deposits from other financial institutions		197,827,799	815,446,187	173,064,254	712,505,533
Deposits from customers		586,183,056	2,416,246,557	549,961,225	2,264,190,364
Current income tax liabilities		4,225,745	17,418,521	1,569,446	6,461,409
Deferred tax liabilities		4,433,316	18,274,129	3,810,799	15,689,059
Borrowings	7	14,563,626	60,031,266	4,951,366	20,384,774
Debt securities issued	8	36,076	148,705	19,728,126	81,220,695
Lease liabilities		19,567,389	80,656,777	19,574,137	80,586,722
Employee benefit obligations		137,600	567,187	95,253	392,157
Other liabilities		3,388,367	13,966,849	2,949,845	12,144,511
Subordinated debts		20,040,530	82,607,065	20,040,530	82,506,862
TOTAL LIABILITIES		<u>850,403,504</u>	<u>3,505,363,243</u>	<u>795,744,981</u>	<u>3,276,082,086</u>
EQUITY					
Share capital		114,000,000	469,908,000	114,000,000	469,338,000
Regulatory reserve		34,927,149	143,969,708	36,106,002	148,933,440
Retained earnings		62,806,411	254,800,306	44,185,278	178,323,314
Currency translation differences		-	4,087,720	-	3,302,446
TOTAL EQUITY		<u>211,733,560</u>	<u>872,765,734</u>	<u>194,291,280</u>	<u>799,897,200</u>
TOTAL LIABILITIES AND EQUITY		<u>1,062,137,064</u>	<u>4,378,128,977</u>	<u>990,036,261</u>	<u>4,075,979,286</u>

The accompanying notes on pages 12 to 18 form an integral part of this condensed separate interim financial information.

PHNOM PENH COMMERCIAL BANK PLC.

CONDENSED SEPARATE STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2023

	For the three-month period ended				For the nine-month period ended			
	30 September 2023		30 September 2022		30 September 2023		30 September 2022	
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000
Interest income	22,947,783	94,843,187	19,389,683	79,517,090	67,802,911	278,466,555	57,002,497	232,228,173
Interest expense (Note 9)	(9,381,982)	(38,775,732)	(6,421,443)	(26,334,338)	(26,565,180)	(109,103,194)	(18,401,500)	(74,967,711)
Net interest income	13,565,801	56,067,455	12,968,240	53,182,752	41,237,731	169,363,361	38,600,997	157,260,462
Fees and commission income	795,370	3,287,264	486,681	1,995,879	2,430,518	9,982,137	1,774,178	7,228,001
Fees and commission expense	(285,640)	(1,180,550)	(242,478)	(994,402)	(795,648)	(3,267,726)	(657,514)	(2,678,712)
Net fees and commission income	509,730	2,106,714	244,203	1,001,477	1,634,870	6,714,411	1,116,664	4,549,289
Other gains/(losses) – net	17,748	73,352	(193,154)	(792,125)	251,616	1,033,387	(173,675)	(707,552)
Other operating income	22,241	91,922	373,918	1,533,438	42,004	172,510	397,201	1,618,197
Net other operating (loss)/income	39,989	165,274	180,764	741,313	293,620	1,205,897	223,526	910,645
Impairment losses on financial assets	(71,974)	(297,469)	(212,969)	(873,386)	(2,889,484)	(11,867,111)	(1,304,894)	(5,316,138)
Personnel expenses	(2,064,448)	(8,532,364)	(2,036,414)	(8,351,334)	(6,303,576)	(25,888,787)	(5,684,329)	(23,157,956)
Depreciation and amortisation	(1,673,747)	(6,917,596)	(1,838,817)	(7,540,989)	(5,049,499)	(20,738,292)	(5,478,184)	(22,318,121)
Other operating expenses	(1,397,400)	(5,775,454)	(1,757,818)	(7,208,812)	(4,315,201)	(17,722,531)	(4,807,851)	(19,587,185)
Profit before income tax	8,907,951	36,816,560	7,547,189	30,951,021	24,608,461	101,066,948	22,665,929	92,340,996
Income tax expense	(2,134,148)	(8,820,434)	(1,500,313)	(6,152,784)	(5,166,181)	(21,217,505)	(4,548,266)	(18,529,636)
Profit for the period	6,773,803	27,996,126	6,046,876	24,798,237	19,442,280	79,849,443	18,117,663	73,811,360
Other comprehensive income								
<i>Items that will not be reclassified to profit or loss</i>								
Currency translation difference	-	3,462,381	-	3,758,202	-	785,274	-	3,460,756
	-	3,462,381	-	3,758,202	-	785,274	-	3,460,756
Total comprehensive income for the period	6,773,803	31,458,507	6,046,876	28,556,439	19,442,280	80,634,717	18,117,663	77,272,116

The accompanying notes on pages 12 to 19 form an integral part of this condensed separate interim financial information.

PHNOM PENH COMMERCIAL BANK PLC.

CONDENSED SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2023

	Share capital		Regulatory reserve		Retained earnings		Currency translation differences	Total	
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	KHR'000	US\$	KHR'000
Balance at 1 January 2022	102,000,000	415,548,000	14,911,718	62,312,401	55,876,343	226,104,698	(26,538)	172,788,061	703,938,561
Profit for the period	-	-	-	-	18,117,663	73,811,360	-	18,117,663	73,811,360
Other comprehensive income - currency translation differences	-	-	-	-	-	-	3,460,756	-	3,460,756
Total comprehensive income for the period	-	-	-	-	18,117,663	73,811,360	3,460,756	18,117,663	77,272,116
Transactions with owners in their capacity as owners:									
Conversion of retained earnings to share capital	12,000,000	48,888,000	-	-	(12,000,000)	(48,888,000)	-	-	-
Transfers from retained earnings to regulatory reserve	-	-	17,872,092	72,810,903	(17,872,092)	(72,810,903)	-	-	-
Dividends paid	-	-	-	-	(1,500,000)	(6,111,000)	-	(1,500,000)	(6,111,000)
Currency translation difference	-	5,130,000	-	-	-	-	(67,500)	-	5,062,500
Total transactions with owners	12,000,000	54,018,000	17,872,092	72,810,903	(31,372,092)	(127,809,903)	(67,500)	(1,500,000)	(1,048,500)
Balance at 30 September 2022	114,000,000	469,566,000	32,783,810	135,123,304	42,621,914	172,106,155	3,366,718	189,405,724	780,162,177
Balance at 1 January 2023	114,000,000	469,338,000	36,106,002	148,933,440	44,185,278	178,323,314	3,302,446	194,291,280	799,897,200
Profit for the period	-	-	-	-	19,442,280	79,849,443	-	19,442,280	79,849,443
Other comprehensive income - currency translation differences	-	-	-	-	-	-	785,274	-	785,274
Total comprehensive income for the period	-	-	-	-	19,442,280	79,849,443	785,274	19,442,280	80,634,717
Transactions with owners in their capacity as owners:									
Transfers from regulatory reserve to retained earnings	-	-	(1,178,853)	(4,841,549)	1,178,853	4,841,549	-	-	-
Dividends paid (Note 10)	-	-	-	-	(2,000,000)	(8,214,000)	-	(2,000,000)	(8,214,000)
Currency translation difference	-	570,000	-	(122,183)	-	-	-	-	447,817
Total transactions with owners	-	570,000	(1,178,853)	(4,963,732)	(821,147)	(3,372,451)	-	(2,000,000)	(7,766,183)
Balance at 30 September 2023	114,000,000	469,908,000	34,927,149	143,969,708	62,806,411	254,800,306	4,087,720	211,733,560	872,765,734

The accompanying notes on pages 12 to 18 form an integral part of this condensed separate interim financial information.

PHNOM PENH COMMERCIAL BANK PLC.

CONDENSED SEPARATE STATEMENT OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2023

	For the nine-month period ended			
	30 September 2023		30 September 2022	
	US\$	KHR'000	US\$	KHR'000
Cash flows from operating activities				
Profit before income tax	24,608,461	101,066,948	22,665,929	92,340,996
<i>Adjustments for:</i>				
Provision for employee benefit obligations	42,347	173,919	56,119	228,629
Depreciation and amortisation	5,049,499	20,738,292	5,478,184	22,318,121
Impairment losses on financial assets	2,889,484	11,867,111	1,304,894	5,316,138
Unrealised exchange gains on investment securities	(1,902)	(7,812)	(26,508)	(107,994)
Unrealised exchange losses on borrowings and debt securities	193,596	795,099	47,003	191,491
Interest income	(67,802,911)	(278,466,555)	(57,002,497)	(232,228,173)
Interest expense	26,565,180	109,103,194	18,401,500	74,967,711
<i>Changes in working capital:</i>				
Balances with the NBC	(10,370,938)	(42,593,442)	16,405,679	66,836,736
Balances with other financial institutions	3,000,000	12,321,000	8,019,152	32,670,025
Loans to customers	(64,650,004)	(265,517,566)	(40,112,362)	(163,417,763)
Other assets	(1,391,102)	(5,713,256)	(1,271,802)	(5,181,321)
Deposits from other financial institutions	24,528,603	100,738,973	103,881,735	423,214,188
Deposits from customers	30,714,966	126,146,365	(113,683,655)	(463,147,210)
Other liabilities	438,521	1,801,006	184,708	752,500
Cash used in operations	(26,186,200)	(107,546,724)	(35,651,921)	(145,245,926)
Interest received	63,331,925	260,104,216	58,498,770	238,323,989
Interest paid	(21,138,684)	(86,816,575)	(19,459,403)	(79,277,608)
Income tax paid	(1,887,364)	(7,751,404)	(3,959,952)	(16,132,844)
Net cash from/ (used in) operating activities	14,119,677	57,989,513	(572,506)	(2,332,389)
Cash flows from investing activities				
Purchases of property and equipment	(526,296)	(2,161,498)	(840,983)	(3,426,165)
Purchases of intangible assets	(142,211)	(584,061)	(314,890)	(1,282,862)
Proceeds from investment securities	-	-	2,947,317	12,007,369
Net cash (used in)/from investing activities	(668,507)	(2,745,559)	1,791,444	7,298,342
Cash flows from financing activities				
Dividends paid	(2,000,000)	(8,214,000)	(1,500,000)	(6,111,000)
Proceeds from borrowings	10,000,000	41,070,000	1,326,500	5,404,161
Repayments of borrowings	(388,094)	(1,593,902)	(7,557,876)	(30,790,787)
Repayments of debt securities	(19,569,981)	(80,373,912)	-	-
Principal elements of lease payments	(1,969,187)	(8,087,451)	(1,956,552)	(7,970,993)
Net cash used in financing activities	(13,927,262)	(57,199,265)	(9,687,928)	(39,468,619)
Net increase in cash and cash equivalents	(476,092)	(1,955,311)	(8,468,990)	(34,502,666)
Cash and cash equivalents at beginning of period	64,751,137	266,580,431	65,822,934	268,162,631
Currency translation differences	-	316,615	-	2,580,930
Cash and cash equivalents at end of period (Note 11)	64,275,045	264,941,735	57,353,944	236,240,895

The accompanying notes on pages 12 to 18 form an integral part of this condensed separate interim financial information.

PHNOM PENH COMMERCIAL BANK PLC.

NOTES TO THE CONDENSED CONSOLIDATED AND SEPARATE INTERIM FINANCIAL INFORMATION FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2023

1. GENERAL INFORMATION

Phnom Penh Commercial Bank Plc. (the "Bank") was registered with the Ministry of Commerce as a public limited liability company under the registration number 00015794, dated 20 May 2008 and obtained a licence from the National Bank of Cambodia (the "NBC") to carry out banking operations effective from 27 August 2008. The Bank officially commenced its operations on 1 September 2008.

The principal activity of the Bank is the provision of all aspects of banking business and related financial services in the Kingdom of Cambodia. As at 30 September 2023, the Bank has a head office and sixteen branches in Phnom Penh and seven branches in Siem Reap, Battambang, Sihanoukville, Kampong Cham, Kampong Thom, Kandal and Kampot provinces.

Star & Crane Cam Co., Ltd. (the "Subsidiary") is a private limited company, which was registered with the Ministry of Commerce under the registration number 00013276, dated 28 August 2014. On 23 April 2020, the Subsidiary has obtained an approval from the Ministry of Commerce on changing its legal name from Star & Crane Cam Co., Ltd. to J&A (Cambodia) Investment Co., Ltd. The principal activities of the subsidiary are buying, selling, renting and operating self-owned or leased real estate and development of building projects.

The registered office of the Bank and its subsidiary (the "Group") are located at No. 217, Norodom Boulevard (Street 41), Sangkat Tonle Basak, Khan Chamkar Mon, Phnom Penh, Kingdom of Cambodia.

In 2019, the Bank requested the Cambodia Securities Exchange (the "CSX") and Securities and Exchange Regulator of Cambodia (the "SERC") to list its corporate bonds on the CSX. The Bank obtained the final approval from SERC to list its corporate bonds on the CSX on 10 April 2020 and it issued its first bond securities on 13 April 2020.

The condensed consolidated and separate interim financial information was authorised for issue by the Board of Directors on 13 November 2023.

The condensed consolidated and separate interim financial information for the three-month and nine-month periods ended 30 September 2023 has been reviewed, not audited.

2. BASIS OF PREPARATION

This condensed consolidated and separate interim financial information has been prepared in accordance with Cambodian International Accounting Standard ("CIAS") 34 *Interim Financial Reporting*.

The condensed consolidated and separate interim financial information does not include all the notes of the type normally included in the annual audited consolidated and separate financial statements. Accordingly, this report is to be read in conjunction with the annual audited consolidated and separate financial statements for the year ended 31 December 2022, which have been prepared in accordance with Cambodian International Financial Reporting Standards ("CIFRSs"), and any public announcements made by the Group and the Bank during the interim reporting period.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

**NOTES TO THE CONDENSED CONSOLIDATED AND SEPARATE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2023**

2. BASIS OF PREPARATION (continued)

New and amended standards that are effective for the current period

A number of amended standards became applicable for the current reporting period as follows:

Amendments to CIAS 1	<i>Classification of Liabilities as Current or Non-current</i>
Amendments to CIAS 1	<i>Non-current Liabilities with Covenants</i>
Amendments to CIFRS 16	<i>Lease Liability in a Sale and Leaseback</i>
CIFRS 17	<i>Insurance Contracts</i>
Amendments to CIAS 8	<i>Definition of Accounting Estimates</i>
Amendments to CIAS 1 and CIFRS Practice Statement 2	<i>Disclosure of Accounting Policies</i>

Those amended standards have no material impact on the Group or the Bank. As a result, the Group or the Bank did not have to change its accounting policies or make retrospective adjustments.

New and revised CIFRS Accounting Standards in issue but not yet effective

Certain new accounting standards, amendments to accounting standards and interpretations have been published that are not mandatory for 30 September 2023 reporting period and have not been early adopted by the Group and the Bank. These standards, amendments or interpretations are not expected to have a material impact on the Group and the Bank in the current or future reporting periods and on foreseeable future transactions.

Presentation in Khmer Riel (KHR)

The translation of the US\$ amounts into Khmer Riel (“KHR”) is presented in the interim financial information to comply with the Law on Accounting and Auditing dated 11 April 2016 using the closing and average rates for the year, as announced by the National Bank of Cambodia.

The condensed consolidated and separate statements of profit or loss and other comprehensive income and cash flows are translated into Khmer Riel using the average rates for the period. Assets and liabilities for condensed consolidated and separate statements of financial position presented are translated at the closing rates as of the reporting date. Resulting exchange difference arising from the translation of shareholders' capital is recognised directly in equity; all other resulting exchange differences are recognised in the other comprehensive income.

As at the reporting date, the average rates and closing rates were based on the following exchange rates per US\$1:

	For the three-month period ended		For the nine-month period ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
Average rate	KHR 4,133	KHR 4,101	KHR 4,107	KHR 4,074
			30 September 2023	31 December 2022
Closing rate			KHR 4,122	KHR 4,117

**NOTES TO THE CONDENSED CONSOLIDATED AND SEPARATE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2023**

3. SIGNIFICANT EVENTS AND TRANSACTIONS IN THE CURRENT REPORTING PERIOD

The following are the significant events that occurred in the current reporting period:

Classification and provisioning requirement by the NBC on restructured loans

On 28 December 2021, the NBC issued Circular No. B7-021-2314 on the classification and provisioning requirements for restructured loans to reduce credit risks, preserve financial stability and support economic recovery. Under this circular, financial institutions must change their restructured loan classifications and make the regulatory provisions based on those classifications by 31 December 2021, potentially affecting the retained earnings amount to be transferred to the regulatory reserve in the 2022 period.

Following the announcement, the NBC held a workshop where the Bank was confirmed that financial institutions can either implement the new requirements by 31 December 2021 or delay the implementation to 31 January 2022.

The Bank chose to implement the requirement by 31 January 2022 and reflected the impact of transferring additional retained earnings amount to the regulatory reserve.

As of the reporting date, the Bank has a limited number of active restructured loans resulting from Covid 19 and thus, this Circular does not have material impact on the Bank in the current reporting period.

The maintenance of reserve requirement against banks and financial institutions' deposits and borrowings

On 9 January 2023, the NBC issued a Prakas No. B7-023-005 on the maintenance of reserve requirement against banks and financial institutions' deposits and borrowings requiring banks to maintain reserve requirement against deposits and borrowings at a daily average balance with the NBC in accordance with the dates and rates as follows:

- From 1 January 2023 to 31 December 2023, reserve requirement in currencies other than KHR shall be at the rate of 9%.
- From 1 January 2024 onwards, reserve requirement in currencies other than KHR shall be at the rate of 12.5%.

However, the Group and the Bank shall maintain the reserve requirement in KHR at the rate of 7%.

The Bank has fully complied with this new requirement during the period.

4. CRITICAL ACCOUNTING ESTIMATES, ASSUMPTIONS 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. The significant estimates, assumptions and judgements made by management in applying the Group and the Bank's accounting policies and the key sources of estimation uncertainty are the same as those that applied to the annual audited financial statements for the year ended 31 December 2022.

5. SEGMENT AND REVENUE INFORMATION

The Group and the Bank have only one reportable segment, namely, banking service income. The chief operating decision-maker (the executive committee) reviews the internal management report, which reports the performances of the banking service income segment as a whole, to assess performance and allocate resources. The executive committee also reviews profit before tax and net profit as a whole compared to prior periods.

PHNOM PENH COMMERCIAL BANK PLC.

NOTES TO THE CONDENSED CONSOLIDATED AND SEPARATE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2023

6. LOANS TO CUSTOMERS

(a) Details of loans to customers:

	Consolidated financial information				Separate financial information			
	30 September 2023		31 December 2022		30 September 2023		31 December 2022	
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000
Loans to customers at amortised costs	847,336,251	3,492,720,027	778,195,107	3,203,829,256	853,605,927	3,518,563,631	784,455,576	3,229,603,606
Less: Allowance for expected credit losses	(7,732,578)	(31,873,687)	(4,947,044)	(20,366,980)	(7,738,657)	(31,898,744)	(4,950,923)	(20,382,950)
Net loans to customers	839,603,673	3,460,846,340	773,248,063	3,183,462,276	845,867,270	3,486,664,887	779,504,653	3,209,220,656

(b) Allowance for expected credit losses

	Consolidated financial information				Separate financial information			
	30 September 2023		31 December 2022		30 September 2023		31 December 2022	
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000
12-month ECL (stage 1)	2,454,191	10,116,176	1,686,921	6,945,054	2,460,270	10,141,233	1,690,800	6,961,024
Lifetime ECL - not credit impaired (stage 2)	277,203	1,142,631	248,576	1,023,387	277,203	1,142,631	248,576	1,023,387
Lifetime ECL - credit impaired (stage 3)	5,001,184	20,614,880	3,011,547	12,398,539	5,001,184	20,614,880	3,011,547	12,398,539
	<u>7,732,578</u>	<u>31,873,687</u>	<u>4,947,044</u>	<u>20,366,980</u>	<u>7,738,657</u>	<u>31,898,744</u>	<u>4,950,923</u>	<u>20,382,950</u>

PHNOM PENH COMMERCIAL BANK PLC.

NOTES TO THE CONDENSED CONSOLIDATED AND SEPARATE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2023

7. BORROWINGS

	Consolidated financial information				Separate financial information			
	30 September 2023		31 December 2022		30 September 2023		31 December 2022	
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000
Borrowings at amortised cost:								
Current	2,055,195	8,471,513	2,557,838	10,530,619	2,055,195	8,471,513	2,557,838	10,530,619
Non-current	12,508,431	51,559,753	2,393,528	9,854,155	12,508,431	51,559,753	2,393,528	9,854,155
	<u>14,563,626</u>	<u>60,031,266</u>	<u>4,951,366</u>	<u>20,384,774</u>	<u>14,563,626</u>	<u>60,031,266</u>	<u>4,951,366</u>	<u>20,384,774</u>

All borrowings are unsecured and were obtained from local and overseas banks with terms ranging from 12 months to 84 months (2022: 12 months to 84 months) and interest rates ranging from 2% to 8.187% (2022: 2% to 6.5%).

8. DEBT SECURITIES ISSUED

On 10 April 2023, debt securities with principal amount of US\$9,763,189 (approximately KHR 39,970,494,000) and interest of US\$320,434 (approximately KHR 1,299,041,000) were matured and repaid to the bond holders by the Bank. Another Bank's debt securities with principal amount of US\$9,706,832 (approximately KHR 39,861,833,000) and interest of US\$317,690 (approximately KHR 1,304,678,000) were matured and repaid to the bond holders by the Bank on 22 September 2023. The remaining amount as at 30 September 2023 represents withholding tax from interest on debt securities payable to tax authorities.

PHNOM PENH COMMERCIAL BANK PLC.

NOTES TO THE CONDENSED CONSOLIDATED AND SEPARATE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2023

9. INTEREST EXPENSE

	Consolidated financial information				Separate financial information			
	For the three-month period ended				For the three-month period ended			
	30 September 2023		30 September 2022		30 September 2023		30 September 2022	
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000
Deposits from customers	6,560,303	27,113,733	4,150,820	17,022,513	6,560,303	27,113,733	4,150,820	17,022,513
Deposits from other financial institutions	1,861,560	7,693,827	1,344,648	5,514,401	1,861,560	7,693,827	1,344,648	5,514,401
Subordinated debts	347,835	1,437,602	347,835	1,426,471	347,835	1,437,602	347,835	1,426,471
Debt securities	165,080	682,276	340,203	1,395,173	165,080	682,276	340,203	1,395,173
Borrowings	290,239	1,199,558	33,404	136,990	263,158	1,087,632	50,333	206,416
Leases	106,438	439,908	104,858	430,023	184,046	760,662	187,604	769,364
	9,331,455	38,566,904	6,321,768	25,925,571	9,381,982	38,775,732	6,421,443	26,334,338

	Consolidated financial information				Separate financial information			
	For the nine-month period ended				For the nine-month period ended			
	30 September 2023		30 September 2022		30 September 2023		30 June 2022	
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000
Deposits from customers	18,001,409	73,931,786	12,683,683	51,673,325	18,001,409	73,931,786	12,683,683	51,673,325
Deposits from other financial institutions	5,670,680	23,289,483	2,943,071	11,990,071	5,670,680	23,289,483	2,943,071	11,990,071
Subordinated debts	1,032,164	4,239,098	1,032,164	4,205,036	1,032,164	4,239,098	1,032,164	4,205,036
Debt securities	676,067	2,776,607	1,014,758	4,134,124	676,067	2,776,607	1,014,758	4,134,124
Borrowings	648,139	2,661,907	141,825	577,795	640,349	2,629,913	175,449	714,779
Leases	324,934	1,334,504	300,737	1,225,203	544,511	2,236,307	552,375	2,250,376
	26,353,393	108,233,385	18,116,238	73,805,554	26,565,180	109,103,194	18,401,500	74,967,711

PHNOM PENH COMMERCIAL BANK PLC.

NOTES TO THE CONDENSED CONSOLIDATED AND SEPARATE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2023

10. DIVIDENDS

On 27 April 2023, the Board of Directors passed a resolution to approve dividend payments amounting to US\$2,000,000 (approximately KHR'000 8,214,000). The dividends were subsequently approved by the NBC on 16 June 2023 and were fully paid on 11 July 2023.

11. CASH AND CASH EQUIVALENT

For the purpose of statement of cash flows, the cash and cash equivalents comprise of:

	Consolidated financial information				Separate financial information			
	30 September 2023		30 September 2022		30 September 2023		30 September 2022	
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000
Cash on hand	31,984,433	131,839,833	33,376,970	137,479,739	31,984,433	131,839,833	33,376,970	137,479,739
<i>Balances with the NBC:</i>								
Settlement accounts	3,360,487	13,851,927	1,215,587	5,007,003	3,360,487	13,851,927	1,215,587	5,007,003
Current accounts	14,759,455	60,838,474	14,611,134	60,183,261	14,759,455	60,838,474	14,611,134	60,183,261
Negotiable certificate of deposits	3,284,000	13,536,648	-	-	3,284,000	13,536,648	-	-
<i>Balances with other financial institutions:</i>								
Savings accounts	5,538,060	22,827,883	2,793,296	11,505,586	5,538,060	22,827,883	2,793,296	11,505,586
Current accounts	2,348,610	9,680,970	2,356,957	9,708,306	2,348,610	9,680,970	2,356,957	9,708,306
Fixed deposits with original maturity less than 3 months	3,000,000	12,366,000	3,000,000	12,357,000	3,000,000	12,366,000	3,000,000	12,357,000
	<u>64,275,045</u>	<u>264,941,735</u>	<u>57,353,944</u>	<u>236,240,895</u>	<u>64,275,045</u>	<u>264,941,735</u>	<u>57,353,944</u>	<u>236,240,895</u>