

STATEMENT OF FINANCIAL POSITION

/in MNT/

| STATE BANK | | 12/31/2024 | 12/31/2025 |
|-------------|---|--------------------------|--------------------------|
| | Items of the statement of financial position | Beginning balance | Ending balance |
| 1 | | ASSETS | |
| 1.1 | Cash and cash equivalents | 1,759,284,530,115 | 1,352,544,305,685 |
| 1.1.1 | Cash on hand | 45,607,553,091 | 41,951,152,799 |
| 1.1.2 | Due from banks and financial institutions | 368,617,066,950 | 365,397,745,224 |
| 1.1.3 | Cash equivalents | 1,344,152,142,000 | 945,052,365,600 |
| 1.1.4 | Accrued interest on cash and cash equivalents | 907,768,075 | 143,042,063 |
| 1.2 | Due from banks and financial institutions | 407,250,601,028 | 508,255,003,768 |
| 1.2.1 | Due from the Bank of Mongolia | 405,835,314,985 | 506,454,541,119 |
| 1.2.2 | Due from other banks and financial institutions | 1,736,294,632 | 1,836,706,634 |
| 1.2.3 | Other assets | 0 | 0 |
| 1.2.4 | Accrued interest on due from banks and financial institutions | 0 | 0 |
| 1.2.5 | Provision for impairment of due from banks and financial institutions | -321,008,590 | -36,243,985 |
| 1.3 | Investment | 431,263,979,919 | 542,567,517,777 |
| 1.3.1 | Trading securities (FVTPL) | 9,742,164 | 12,543,761 |
| 1.3.2 | Available for sale securities | 153,389,700,971 | 218,752,179,435 |
| 1.3.3 | Securities held to maturity | 0 | 0 |
| 1.3.4 | Securities classified as loan and receivables | 84,957,920,414 | 120,711,220,482 |
| 1.3.5 | Investment in subsidiary, associate, and joint venture | 0 | 0 |
| 1.3.6 | Encumbered securities | 181,414,141,213 | 191,699,094,262 |
| 1.3.7 | Accrued interest on investment | 11,765,581,293 | 11,637,860,824 |
| 1.3.8 | Provision for impairment of investment | -273,106,136 | -245,380,986 |
| 1.4 | Loan (net) | 3,396,732,092,375 | 4,050,350,416,086 |
| 1.4.1 | Loan within due | 3,250,448,099,311 | 3,924,022,617,962 |
| 1.4.2 | Past due loan | 27,493,766,464 | 61,576,483,008 |
| 1.4.3 | Substandard loan | 13,665,939,843 | 21,720,978,116 |
| 1.4.4 | Doubtful loan | 10,823,302,538 | 15,091,526,301 |
| 1.4.5 | Loss loan | 169,655,577,383 | 154,627,052,813 |
| 1.4.6 | Deferred transaction cost (fees on loans) | -18,433,512,984 | -56,832,184,937 |
| 1.4.7 | Accrued interest on loan | 115,489,717,667 | 96,376,988,779 |
| 1.4.8 | Loan loss provision | -172,410,797,847 | -166,233,045,958 |
| 1.5 | Derivative financial assets | 5,638,743,012 | 18,934,705,385 |
| 1.6 | Other financial assets | 523,385,722 | 1,920,612,354 |
| 1.6.1 | Receivables from others (net) | 523,385,722 | 1,920,612,354 |
| 1.6.2 | Interbank receivables | 0 | 0 |
| 1.6.3 | Repossessed collaterals – financial assets (net) | 0 | 0 |
| 1.6.4 | Other financial assets | 0 | 0 |
| 1.7 | Other non-financial assets | 37,300,749,125 | 58,397,527,961 |
| 1.7.1 | Other settlements | 29,911,248,944 | 38,016,442,808 |
| 1.7.2 | Inventories materials and valuables (excluding precious materials) | 4,485,746,525 | 7,228,668,315 |
| 1.7.3 | Gold and other precious metals (net) | 0 | 0 |
| 1.7.4 | Repossessed collaterals – non financial assets (net) | 2,901,929,656 | 3,060,479,188 |
| 1.7.5 | Current income tax prepayment | 0 | 10,091,300,650 |
| 1.7.6 | Deferred income tax assets | 0 | 0 |
| 1.7.7 | Other non financial assets | 1,824,000 | 637,000 |
| 1.8 | Property, plant and equipment | 177,009,986,943 | 184,027,217,216 |
| 1.9 | Investment properties | 2,170,476,000 | 2,189,557,450 |
| 1.10 | Non-current asset held for sale | 668,363,503 | 3,060,120,963 |
| 1.11 | Intangible asset | 5,967,543,809 | 5,484,016,545 |
| 1.12 | Total assets | 6,223,810,451,551 | 6,727,731,001,190 |
| 2 | | | |
| 2.1 | LIABILITIES | | |
| 2.1 | Current accounts | 1,409,020,861,895 | 1,123,561,512,939 |
| 2.1.1 | Nominal amount | 1,409,020,861,895 | 1,123,561,512,939 |
| 2.1.2 | Accrued interest payable on current accounts | 0 | 0 |
| 2.2 | Savings accounts | 2,864,531,816,630 | 3,018,277,687,104 |
| 2.2.1 | Demand deposit savings | 348,915,516,166 | 367,620,604,866 |
| 2.2.2 | Time deposit savings | 2,426,368,416,249 | 2,549,233,889,786 |
| 2.2.3 | Other types of current and savings accounts | 4,500,000 | 2,000,000 |
| 2.2.4 | Accrued interest payable on savings accounts | 89,243,384,214 | 101,421,192,452 |
| 2.3 | Due to banks and financial institutions | 1,005,494,602,962 | 782,717,996,346 |
| 2.3.1 | Deposits placed by other banks and financial institutions | 414,980,637,670 | 314,631,540,338 |
| 2.3.2 | Loan from other banks and financial institutions | 581,744,528,178 | 455,420,747,185 |
| 2.3.3 | Deferred transaction fee | 0 | 0 |

STATE BANK

| | Items of the statement of financial position | 12/31/2024 | 12/31/2025 |
|------------|---|--------------------------|--------------------------|
| 2.3.4 | Accrued interest payable on due to banks and financial institutions | 8,769,437,115 | 12,665,708,823 |
| 2.4 | Other borrowed funds | 222,340,457,953 | 1,042,819,650,410 |
| 2.4.1 | Bonds and bills issued by the bank | 0 | 0 |
| 2.4.2 | Securities issued by the bank | 10,000,000,000 | 711,332,000,000 |
| 2.4.3 | Project loan financing | 92,502,825,817 | 182,652,460,265 |
| 2.4.4 | Repurchase agreements (repos) | 105,954,280,000 | 105,954,280,000 |
| 2.4.5 | Syndicated fund | 0 | 0 |
| 2.4.6 | Other | 11,726,011,758 | 28,607,911,037 |
| 2.4.7 | Deferred transaction fee | -56,357,747 | -5,200,382,435 |
| 2.4.8 | Accrued interest payable on other borrowed funds | 2,213,698,124 | 19,473,381,542 |
| 2.5 | Derivative financial liabilities | 9,176,466,661 | 35,325,610,876 |
| 2.6 | Other financial liabilities | 57,782,391,758 | 33,676,000,733 |
| 2.7 | Other non-financial liabilities | 21,397,628,512 | 22,251,973,308 |
| 2.8 | Subordinated debt | 0 | 0 |
| 2.9 | Preferred shares (liability) | 0 | 0 |
| | Total liabilities | 5,589,744,226,371 | 6,058,630,431,715 |
| 3 | EQUITY | | |
| 3.1 | Share capital | 188,774,062,500 | 188,774,062,500 |
| 3.1.1 | Preferred shares (equity) | 0 | 0 |
| 3.1.2 | Common shares | 188,774,062,500 | 188,774,062,500 |
| 3.2 | Paid-in capital | 14,652,725,000 | 14,652,725,000 |
| 3.3 | Treasury share | 0 | 0 |
| 3.4 | Revaluation surplus | 42,310,184,890 | 42,329,266,340 |
| 3.5 | Retained earnings | 360,020,674,980 | 395,234,417,988 |
| 3.6 | Other components of equity | 28,308,577,811 | 28,110,097,647 |
| 3.6.1 | Share option | 0 | 0 |
| 3.6.2 | Reserve funds | 693,668,759 | 693,668,759 |
| 3.6.3 | Fund of foreign currency exchange translation and valuation | 0 | 0 |
| 3.6.4 | Non-distributable regulatory reserve for BOM loan loss provisions | 23,212,717,007 | 23,212,717,007 |
| 3.6.5 | Reserve for staff social development funds | 634,398,265 | 628,478,265 |
| 3.6.6 | Convertible liability | 0 | 0 |
| 3.6.7 | Security-backed loans | 0 | 0 |
| 3.6.8 | Other | 3,767,793,781 | 3,575,233,616 |
| 3.7 | Total owners' equity | 634,066,225,181 | 669,100,569,475 |
| 4 | Total liabilities and equity | 6,223,810,451,551 | 6,727,731,001,190 |

First Deputy Director

Deputy Chief Executive Officer

Director of Finance Department

Director of Financial Reporting Division

Senior specialist of Financial Reporting Division

Monitoring specialist of Financial Reporting Division

Reporting specialist of Financial Reporting Division



Sugar.D

Lkhagvasuren Kh.

Jadambaa D.

Lkhagvasuren D.

Buyantogtokh G.

Narantsatsral D.

Jargalmaa D.

STATEMENT OF OTHER COMPREHENSIVE INCOME

/in MNT/

| STATE BANK | | 12/31/2024 | 12/31/2025 |
|-------------------|---|------------------------|------------------------|
| | Items of income and expense | Prior period amount | Current period amount |
| 1 | Interest income | 674,345,001,794 | 825,788,666,011 |
| 1.1 | Interest income of due from the Bank of Mongolia | 12,174,253,547 | 3,853,596,361 |
| 1.2 | Interest income of due from other banks and financial institutions | 3,106,129,518 | 7,788,741,993 |
| 1.3 | Interest income of investment | 138,666,998,135 | 141,118,247,742 |
| 1.4 | Interest income of loan | 498,056,226,011 | 645,479,251,258 |
| 1.5 | Other interest income | 22,341,394,583 | 27,548,828,657 |
| 2 | Interest expense | 372,203,000,576 | 537,999,572,371 |
| 2.1 | Interest expense of current accounts | 21,278,802,423 | 15,806,541,323 |
| 2.2 | Interest expense of savings | 267,689,990,589 | 362,359,700,601 |
| 2.3 | Interest expense of borrowings | 32,131,074,893 | 54,481,058,570 |
| 2.4 | Interest expense of debt instruments | 11,292,382,259 | 35,227,533,392 |
| 2.5 | Other interest expense | 39,810,750,412 | 70,124,738,486 |
| 3 | Net interest income/expense [(1)-(2)] | 302,142,001,218 | 287,789,093,639 |
| 4 | Impairment loss on | 450,855,334 | 0 |
| 4.1 | Due from banks and financial institutions | 104,784,025 | 0 |
| 4.2 | Investment | 346,071,309 | 0 |
| 4.3 | Loans | 0 | 0 |
| 5 | Net income after impairment loss [(3)-(4)] | 301,691,145,884 | 287,789,093,639 |
| 6 | Other revenue | 74,498,103,811 | 73,233,250,265 |
| 6.1 | <i>Non-interest income</i> | 53,996,787,487 | 64,542,732,630 |
| 6.1.1 | Gain or (loss) on trading of financial instruments | 5,524,095,562 | 8,253,231,483 |
| 6.1.2 | Gain or (loss) on translation or revaluation of financial instruments | 0 | 0 |
| 6.1.3 | Income from service fee and charges | 48,267,729,064 | 55,980,754,671 |
| 6.1.4 | Other non-interest income | 204,962,861 | 308,746,476 |
| 6.2 | <i>Other income and gains</i> | 20,501,316,324 | 8,690,517,634 |
| 7 | Other expense | 236,469,345,731 | 251,951,608,867 |
| 7.1 | <i>Non-interest expense</i> | 235,737,740,892 | 251,370,054,657 |
| 7.1.1 | Other impairment loss | 182,905,651 | 457,697,182 |
| 7.1.2 | Gain or (loss) on trading | 0 | 0 |
| 7.1.3 | Gain or (loss) on translation or revaluation | 2,297,545,907 | 9,130,077,499 |
| 7.1.4 | Expenses of service fee and charges | 16,317,569,349 | 19,017,392,557 |
| 7.1.5 | Other operating expenses | 216,939,719,985 | 222,764,887,418 |
| 7.2 | <i>Other expense and loss</i> | 731,604,839 | 581,554,211 |
| 8 | Profit or (loss) before tax (5+6-7) | 139,719,903,964 | 109,070,735,037 |
| 9 | Income tax expense | 31,753,944,858 | 25,757,360,903 |
| 10 | Profit or (loss) after tax (8-9) | 107,965,959,106 | 83,313,374,133 |
| 11 | Net profit or (loss) after tax from discontinued activities | 0 | 0 |
| 12 | Profit or (loss) for the reporting period (10+11) | 107,965,959,106 | 83,313,374,133 |
| 13 | Other comprehensive income | 737,726,012 | -179,398,715 |
| 13.1 | Increase or decrease of revaluation surplus of PPE and intangible assets | -61,524,000 | 19,081,450 |
| 13.2 | Increase or decrease of Reserve for revaluation of available for sale securities | 861,147,612 | -192,560,165 |
| 13.3 | Increase or decrease of reserve of translation and revaluation | 0 | 0 |
| 13.4 | Increase or decrease of non-distributable regulatory reserve for BOM loan loss provisions | 0 | 0 |
| 13.5 | Other | -61,897,600 | -5,920,000 |
| 14 | Profit or (loss) for the reporting period (10+11) | 108,703,685,118 | 83,133,975,419 |

First Deputy Director

Sugar.D

Deputy Chief Executive Officer

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Jedembaa D.

Director of Financial Reporting Division

Lkhagvasuren D.

Senior specialist of Financial Reporting Division

Buyantogtokh G.

Monitoring specialist of Financial Reporting Division

Narantsatsral D.

Reporting specialist of Financial Reporting Division

Jargalmaa D.



STATEMENT OF CHANGES IN EQUITY

/in MNT/
12/31/2025

STATE BANK

| Equity items | Share capital | Share premium | Treasury share | Revaluation reserve | Other components of equity | Retained earnings | Total equity |
|--|------------------------|-----------------------|----------------|---------------------|----------------------------|-----------------------|------------------------|
| At 1 January 2024 | 188,774,062,500 | 14,652,725,000 | | 0 | 42,375,326,890 | 24,447,316,912 | 305,100,480,511 |
| Adjustment of changes in accounting policies and error | 0 | 0 | | 0 | 0 | 0 | 0 |
| Adjusted balance | 188,774,062,500 | 14,652,725,000 | | 0 | 42,375,326,890 | 24,447,316,912 | 305,100,480,511 |
| Net profit or loss for the period | 0 | 0 | | 0 | 0 | 0 | 0 |
| Other comprehensive income | 0 | 0 | | 0 | 0 | 0 | 0 |
| Share issued | 0 | 0 | | 0 | 0 | 0 | 0 |
| Distributed dividends | 0 | 0 | | 0 | 0 | 0 | 0 |
| Realized amount of revaluation surplus | 0 | 0 | | 0 | -65,142,000 | 61,524,000 | 3,618,000 |
| At 31 December 2024 | 188,774,062,500 | 14,652,725,000 | | 0 | 42,310,184,890 | 28,308,577,811 | 360,020,674,980 |
| Adjustment of changes in accounting policies and error | 0 | 0 | | 0 | 0 | 0 | 0 |
| Adjusted balance | 188,774,062,500 | 14,652,725,000 | | 0 | 42,310,184,890 | 28,308,577,811 | 360,020,674,980 |
| Profit for the year | 0 | 0 | | 0 | 0 | 83,313,374,133 | 83,313,374,133 |
| Other comprehensive income | 0 | 0 | | 0 | 0 | -179,398,715 | -179,398,715 |
| Changes in equity | 0 | 0 | | 0 | 0 | 0 | 0 |
| Distributed dividends | 0 | 0 | | 0 | 0 | -48,099,631,125 | -48,099,631,125 |
| Realized amount of revaluation surplus | 0 | 0 | | 0 | 19,081,450 | -19,081,450 | 0 |
| At 31 December 2025 | 188,774,062,500 | 14,652,725,000 | | 0 | 42,329,266,340 | 28,110,097,647 | 395,234,417,988 |
| | | | | | | | 669,100,569,475 |

First Deputy Director

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Director of Financial Reporting Division

Senior specialist of Financial Reporting Division

Monitoring specialist of Financial Reporting Division

Buyantogtokh G.

Narantsatsral D.

Jargalman D.



Sugar.D

Lkhagvasuren Kh.

Jadambaa D.

Lkhagvasuren D.

Buyantogtokh G.

Narantsatsral D.

Reporting specialist of Financial Reporting Division

STATEMENT OF CASH FLOWS

/in MNT/

| STATE BANK | | 2024/12/31 | 2025/12/31 |
|-------------------|---|----------------------------|------------------------------|
| | Items | Prior period amount | Current period amount |
| 1 | Cash flows from operating activities: | *** | *** |
| 1.1 | Profit or (loss) after tax | 139,719,903,964 | 109,070,735,037 |
| 1.2 | Adjustments of gain or loss: | -276,884,219,326 | -262,974,231,634 |
| 1.2.1 | Impairment loss (+) | 633,760,985 | 457,697,182 |
| 1.2.2 | Depreciation and amortization expense (+) | 24,991,616,566 | 24,341,292,120 |
| 1.2.3 | Revaluation gain (-) or losses (+) on financial instruments excluding cash and cash equivalents | 0 | 0 |
| 1.2.4 | Accrued interest income (-) | -674,345,001,794 | -825,788,666,011 |
| 1.2.5 | Accrued interest expense (+) | 372,203,000,576 | 537,999,572,371 |
| 1.2.6 | Gains (-) or losses (+) on disposal of assets | -367,595,659 | 15,872,704 |
| 1.2.7 | Other gains (-) or losses (+) | 0 | 0 |
| 1.3 | Adjustments of changes in assets and liabilities: | -676,956,133,551 | -948,196,598,486 |
| 1.3.1 | Increase (-) or decrease (+) in due to banks and financial institutions | -73,404,358,778 | -101,004,402,740 |
| 1.3.2 | Increase (-) or decrease (+) in trading securities | -3,864,387,149 | -20,234,468,395 |
| 1.3.3 | Increase (-) or decrease (+) in loans | -1,085,884,121,293 | -672,616,419,968 |
| 1.3.4 | Increase (-) or decrease (+) in other financial assets | -3,227,820,525 | -14,693,189,004 |
| 1.3.5 | Increase (-) or decrease (+) in other non-financial assets | 4,266,644,436 | -24,485,179,810 |
| 1.3.6 | Increase (+) or decrease (-) in current accounts and savings accounts | 872,663,085,217 | -119,535,670,244 |
| 1.3.7 | Increase (+) or decrease (-) in due to banks and financial institutions | 410,559,635,477 | -218,880,334,909 |
| 1.3.8 | Increase (+) or decrease (-) in other financial liabilities | -813,977,873,717 | 199,390,726,039 |
| 1.3.9 | Increase (+) or decrease (-) in other non-financial liabilities | 15,913,062,783 | 23,862,340,545 |
| 1.4 | Other adjustments: | 190,587,408,231 | 247,366,088,916 |
| 1.4.1 | Interest received (+) | 612,455,289,303 | 845,029,115,367 |
| 1.4.2 | Interest paid (-) | -390,113,936,213 | -571,333,335,735 |
| 1.4.3 | Payment of income tax (-) | -31,753,944,858 | -25,757,360,903 |
| 1.4.4 | Written-off loan and receivables with loan loss provision (-) | 0 | -572,329,813 |
| 1.4.5 | Accounting changes | 0 | 0 |
| 1.5 | Net cash flows from operating activities | -623,533,040,682 | -854,734,006,167 |
| 2 | Cash flows from investing activities: | *** | *** |
| 2.1 | Total cash inflows (+) | 17,643,579,097,029 | 224,455,198,753 |
| 2.1.1 | Proceeds from disposal of PPE | 0 | 0 |
| 2.1.2 | Proceeds from disposal of intangible assets | 0 | 0 |
| 2.1.3 | Proceeds from disposal of investment properties | 1,685,422,398 | 0 |
| 2.1.4 | Proceeds from disposal of investment in subsidiary, associate, and joint venture | 0 | 0 |
| 2.1.5 | Proceeds from disposal of other non-current assets | 17,638,210,360,808 | 0 |
| 2.1.6 | Proceeds from disposal of securities classified as loan and receivables | 0 | 49,137,050,000 |
| 2.1.7 | Proceeds from disposal of securities available for sale | 0 | 175,318,024,059 |
| 2.1.8 | Proceeds from disposal of securities held to maturity | 0 | 0 |
| 2.1.9 | Dividend received | 0 | 124,694 |
| 2.1.10 | Other proceeds | 3,683,313,823 | 0 |
| 2.2 | Total cash outflows (-) | -17,137,374,146,664 | -345,738,773,168 |
| 2.2.1 | Acquisition of PPE | 33,348,547,485 | 28,442,439,031 |
| 2.2.2 | Acquisition of intangible assets | 1,159,289,179 | 1,432,703,837 |
| 2.2.3 | Acquisition of investment properties | 17,102,866,310,000 | 19,081,450 |
| 2.2.4 | Acquisition of investment in subsidiary, associate, and joint venture | 0 | 0 |
| 2.2.5 | Acquisition of securities classified as loan and receivables | 0 | 84,537,400,000 |
| 2.2.6 | Acquisition of securities available for sale | 0 | 231,307,148,850 |
| 2.2.7 | Acquisition of securities held to maturity | 0 | 0 |
| 2.2.8 | Acquisition of other non-current assets | 0 | 0 |
| 2.2.9 | Other outflows | 0 | 0 |
| 2.3 | Net cash flows from investing activities | 506,204,950,365 | -121,283,574,416 |
| 3 | Cash flows from financing activities: | *** | *** |
| 3.1 | Total cash inflows (+) | 1,005,899,909,048 | 2,013,149,606,644 |
| 3.1.1 | Repayment of other borrowed funds | 995,958,409,048 | 1,300,191,311,320 |
| 3.1.2 | Proceeds from subordinated debt | 0 | 0 |
| 3.1.3 | Proceeds from issuance of shares | 9,941,500,000 | 712,958,295,324 |
| 3.1.4 | Donation | 0 | 0 |
| 3.1.5 | Other | 0 | 0 |
| 3.2 | Total cash outflows (-) | -726,372,910,842 | -1,443,872,250,492 |
| 3.2.1 | Repayment of other borrowed funds | 671,374,523,835 | 1,374,801,456,808 |
| 3.2.2 | Repayment of subordinated debt | 0 | 0 |
| 3.2.3 | Finance lease payment | 5,011,015,256 | 20,965,242,559 |
| 3.2.4 | Repurchase of treasury shares | 0 | 0 |
| 3.2.5 | Dividends paid | 49,987,371,750 | 48,099,631,125 |
| 3.2.6 | Other | 0 | 5,920,000 |
| 3.3 | Net cash flows from financing activities | 279,526,998,206 | 569,277,356,152 |
| 4 | Effect of exchange rate changes on cash and cash equivalents | 0 | 0 |
| 5 | Net cash flows | 162,198,907,889 | -406,740,224,430 |
| 6 | Cash and cash equivalents at the beginning of the period | 1,597,085,622,226 | 1,759,284,530,115 |
| 7 | Cash and cash equivalents at the end of the period | 1,759,284,530,115 | 1,352,544,305,685 |

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