

# State Bank First Half of 2025 Financial and Operational Performance Report

## 1. BANK'S OPERATIONAL REPORT

1. About the bank
2. Highlights
3. Bank's medium-term objectives
4. Supporting the middle class
  - Highlighted products and services
  - Events and activities
5. Sustainable development

## 2. FINANCIAL PERFORMANCE



## □ Vision:

To be the leading national bank dedicated to supporting the middle class.

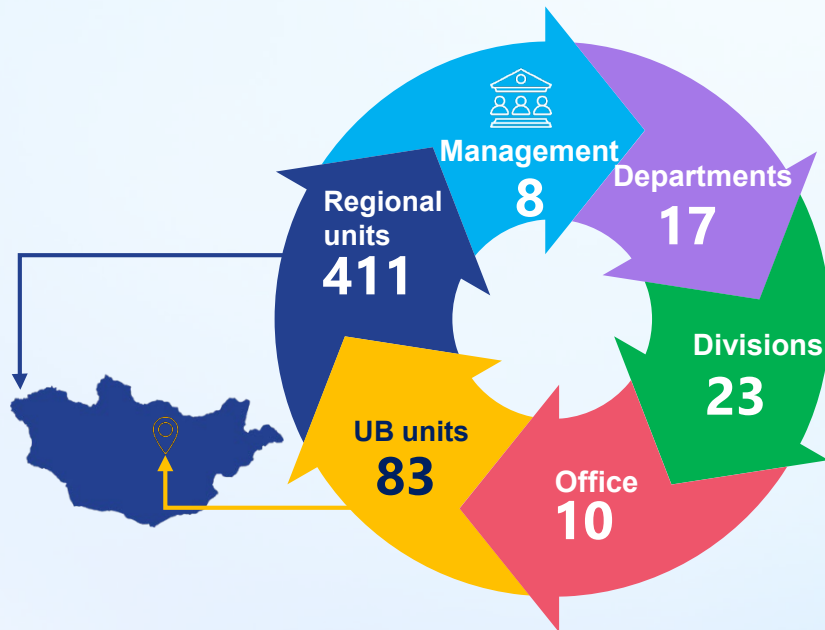


## Mission:

We ensure equal access to complex financial services by utilizing advanced technology, aligning with customer demand for eco-friendly, socially responsible, transparent services with strong governance, all aimed at supporting and nurturing the middle class.

## □ Bank's operational management:

As of the first half of 2025, a total of 3,330 employees are working across the system.



## □ Shareholders



Bank's public shareholders: 10,315 as of the first half of 2025.

## □ Bank's dividend distribution:

In accordance with Resolution No. 32 of the Board of Directors of State Bank dated February 14, 2025, a total dividend of MNT 48,099,631,125 was distributed on April 25, 2025, to 755,096,250 common shares.

# HIGHLIGHTS



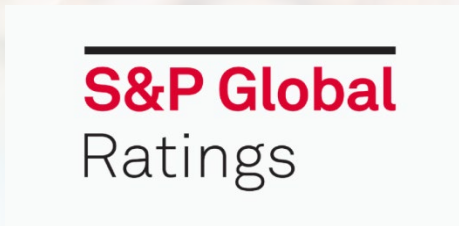
## Implemented the PCI DSS 4.0.1 Standard

State Bank has successfully implemented the latest international standard for payment card data security – PCI DSS 4.0.1 (Payment Card Industry Data Security Standard) – and has officially received its certification.



## Secured funding of USD 45 million from the Cargill Corporation, USA.

Secured USD 45 million for the Agricultural Loan Support Project, successfully raising a total of USD 115 million in funding.



## Underwent an evaluation by S&P Global Ratings within the Sustainable Finance Framework

State Bank underwent an evaluation by S&P Global Ratings under the Sustainable Finance Framework and successfully obtained an opinion confirming alignment with international principles for green bonds, social bonds, sustainability-linked bonds, as well as the principles of green and social loans.



## State Bank – Top 100 Enterprises

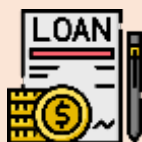
State Bank has been included in the Top Enterprises list for 10 consecutive years, this time ranked 6th among state-owned Top 10 enterprises, continuing its streak of success.



## Delivering financial services



**+190,391** individuals **1,030.2** billion tugriks of savings account.



**+533,096** lenders **3,223** billion tugriks of loan has distributed



**+9,685** households have been provided with housing.

- Mortgage – 5,444
- Housing loan – 3,865
- Energy-efficiency housing loan - 376



**+45,116** number of employment positions have secured.

Total **720,564** of individuals

## Providing products and services in a user-friendly and accessible manner



**129** kiosk machine **1,715,868** of individuals have serviced.



**+9,663** POS machines, Total of **9,424** POS machines.



**+40,028** of individuals have recorded **821,253** of individuals are using Gyalsbank.



**+240,246** of new cards



Total **+330,600** of agreements of Security.

**92%** of total transactions are operated online.

Total **2,641,783** of individuals

## Offering financial education and advisory services



### “BRAND ADVERTISEMENT”

**2.6** MILLIONS OF INDIVIDUALS HAVE SERVICED

**22** provinces, **4** districts “Customer event”



**+26** Series of content

Four series of "Success Stories" content featuring JDB reached **2.5** million people across social media channels.



**+39,541** Business organizations

Have become incubator center's customer.

**+252,688** Students and pupils

Total **2,827,912** of individuals

Provided educational and financial education.

## Highlighting products



Launched the **“Corporate Credit Card”** product designed for organizations to conduct transactions within their approved credit limits and repay expenditures within a specified period, as well as the **“Platinum Credit Card”** product tailored for individual customers.



Introduced the **“Green Housing Loan”** product to the market, enabling the purchase and construction of sustainable, environmentally and people-friendly residential and private homes.



Launched the **“Green Current Account”** product designed for environmentally friendly and sustainability-supporting individuals and businesses.



Launched the **“Digital Loan for Herders”** product, allowing herders residing in every corner of Mongolia to access loans 100% online, regardless of time and location.



Launched the **“Green Business Loan”** product designed to finance environmentally friendly business projects aimed at reducing greenhouse gas emissions and promoting sustainable development, available to individual entrepreneurs and legal entities.



## Promotions, Campaigns and Events



### King Tower Settlement Center

The newly opened “King Tower” digital settlement center of State Bank, located in the 17th khoroo of Khan-Uul district, Ulaanbaatar, has been officially inaugurated.

**ХУВЬЦАА ЭЗЭМШИГЧДИЙН  
ЭЭЛЖИТ ХУРАЛ 2025**

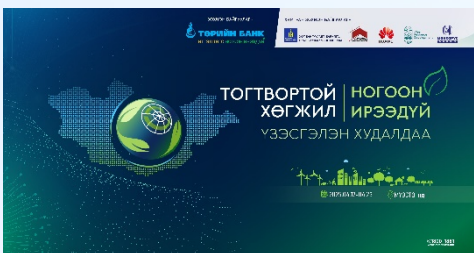
The Annual General Meeting of Shareholders of “State Bank” JSC was held on April 29, 2025.



Organized the “Eco-Friendly Rapid Cleanup” impact campaign, collecting approximately 1,000 tons of waste from over 8,000 hectares of land and delivering it to designated waste disposal sites.



Joined the national “One Billion Trees” movement and launched the targeted campaign “One Employee, One Tree” under the motto “Make Trees Trendy.” As part of the initiative, over 4,000 employees from the bank’s 500 branches planted more than 20,000 trees of 30 different species and continue to care for each sapling.



For the second consecutive year, the “Sustainable Development – Green Future” exhibition was organized, providing customers with the opportunity to explore eco-friendly, cutting-edge technologies and learn about green loan options on-site. The event also enabled State Bank customers to purchase their preferred products directly at the venue.



## Sustainable development



### Green Loan Portfolio

**53.6**

Billion MNT

Year over year

**108.6%**

### Sustainable development loan

**240.3**

Billion MNT

Year over year

**92.9%**

## Training



In collaboration with the Mongolian Sustainable Finance Association (ToS), a certified training program on “Sustainable Development and Finance” was organized, successfully involving 448 employees.

## Partnership, membership



Mongolian Sustainable Finance Association



UN Global Compact



Partnership for Carbon Accounting Financials (PCAF)



MUFG

As part of the technical advisory services, a “Bank Sustainable Financing Framework” was developed.



Climate Risk Management Advisory Services

## Reporting



The bank’s 2024 Sustainable Development Report consolidates environmental, social, and governance (ESG) indicators, policies, activities aimed at sustainable development, and future goals, and has been published for public access on the website.



The ESG report submitted to the Mongolian Stock Exchange as of 2024 has been prepared and delivered, and has been publicly published on the website.

WE SUPPORT



A progress report has been submitted on aligning the bank’s business strategy and operations with the 10 principles established by the United Nations Global Compact regarding human rights, labor, environment, and anti-corruption.

## Carbon footprint emission



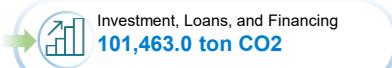
Affected area 1:  
**680.8 ton CO2**

Affected area 2:  
**12,091.3 ton CO2**

Affected area 3:  
**105,105.7 ton CO2**



Procurement and Staff Mobility  
**3,642.7 ton CO2**



Investment, Loans, and Financing  
**101,463.0 ton CO2**

The Bank has calculated the greenhouse gas emissions from its loans and investments in accordance with the PCAF standard.



Greenhouse Gas Absorption  
**1,094.2 ton CO2**

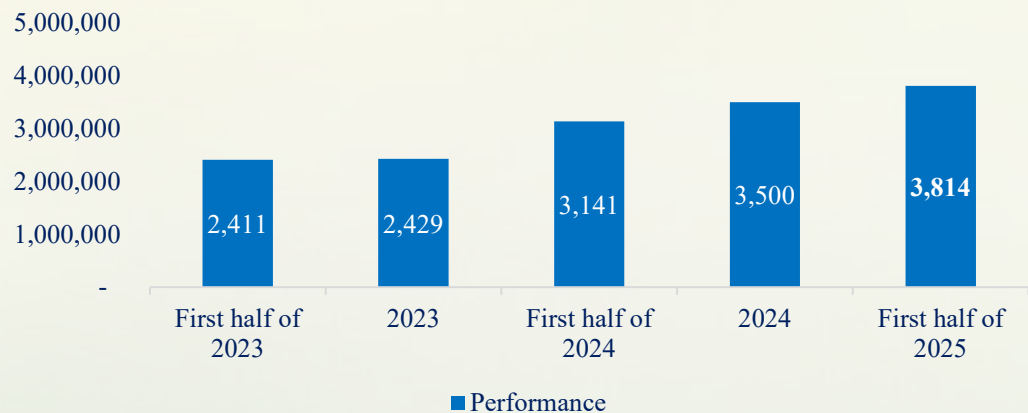


Net Emissions  
**116,783.6 тонн CO2**



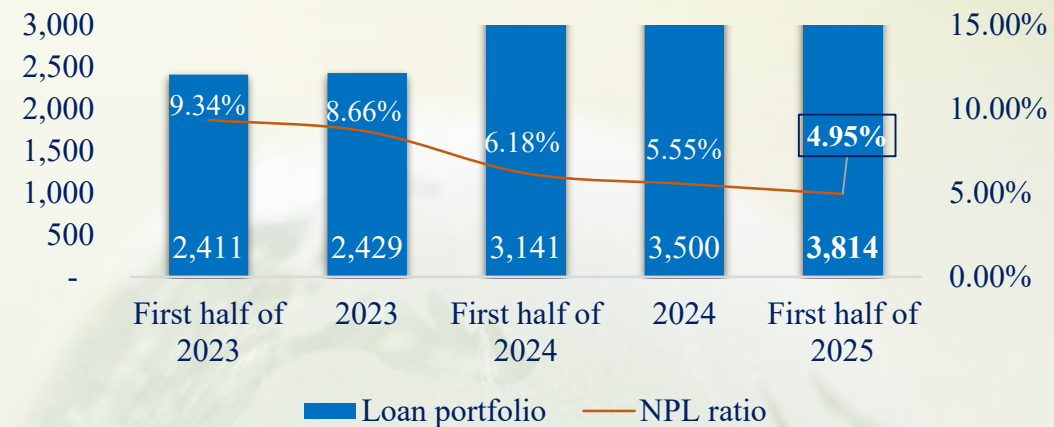
## Total Loan Portfolio

In Billion MNT



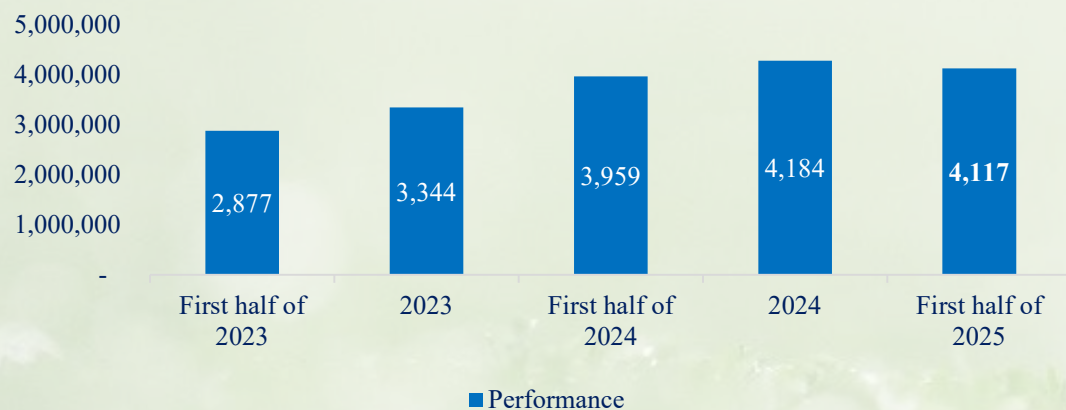
## Loan portfolio and NPL ratio

In Billion MNT



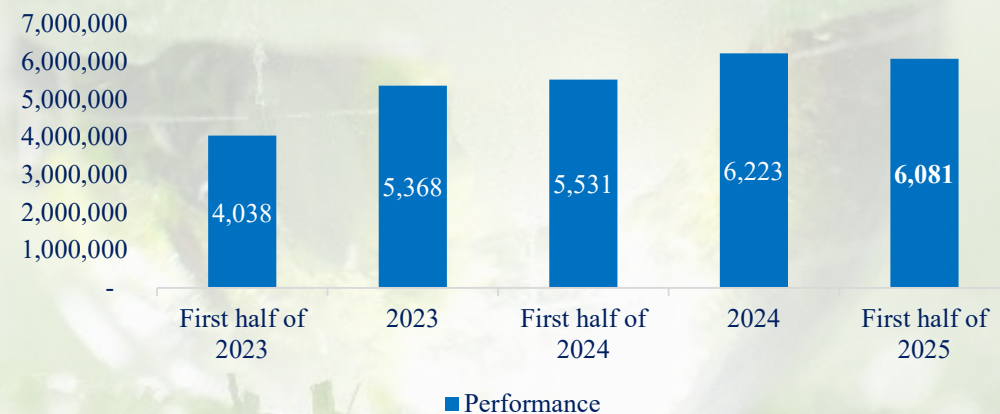
## Current and Savings account

In Billion MNT

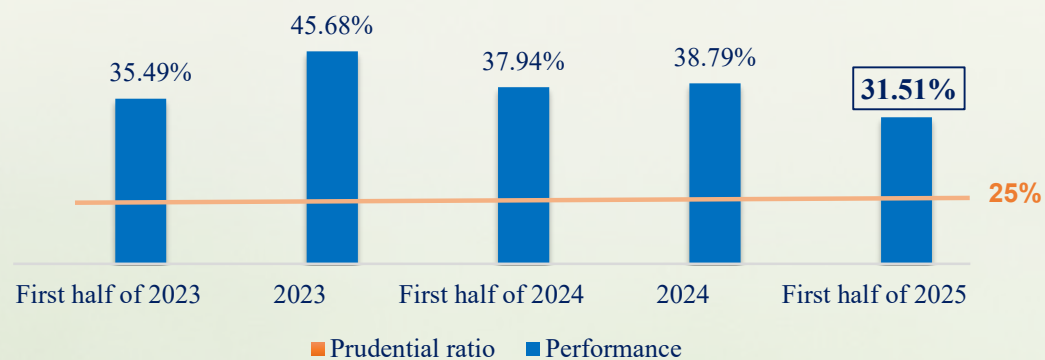


## Total Assets

In Billion MNT

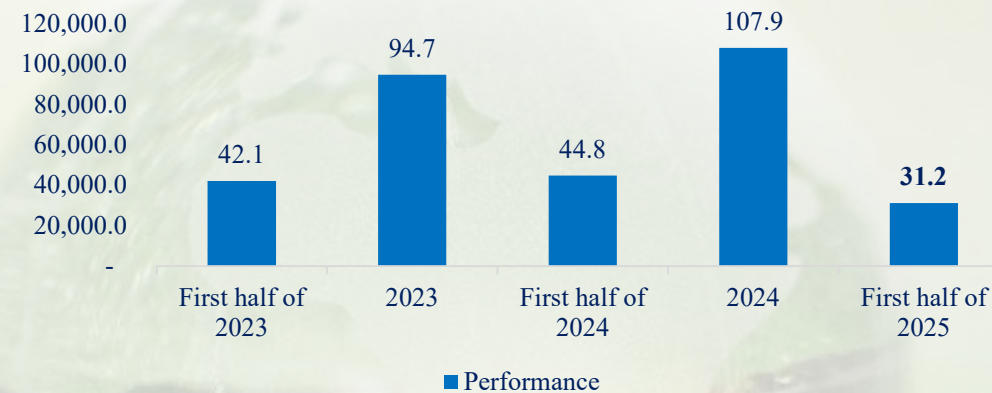


## Liquidity Risk /LIQ/



## Net Profit

In Billion MNT



**THANK YOU**