

**CAMBODIA POST BANK PLC.
AND ITS SUBSIDIARY**

**Consolidated and Separate
Financial Statements
for the year ended 31 December 2020**

Cambodia Post Bank Plc. and its subsidiary

Consolidated statement of financial position as at 31 December 2020

	Note	31 December		31 December	
		2020	2019	2020	2019
		US\$	US\$	KHR'000	KHR'000
				(Note 5)	(Note 5)
ASSETS					
Cash on hand	6	30,080,980	25,158,725	121,677,564	102,521,804
Placements with other financial institutions - net	7	280,712,006	52,235,945	1,135,480,064	212,861,476
Statutory deposits	8	54,199,135	69,247,853	219,235,501	282,185,001
Loans and advances to customers – net	9	682,018,901	661,928,721	2,758,766,455	2,697,359,538
Other assets	10	1,517,688	1,469,086	6,139,048	5,986,525
Intangible assets	11	655,196	960,421	2,650,268	3,913,716
Property and equipment	12	4,027,288	4,230,499	16,290,380	17,239,283
Right-of-use assets	13	7,518,919	6,007,571	30,414,027	24,480,852
Goodwill	14	754,215	754,215	3,050,800	3,073,426
Deferred tax assets – net	22	1,983,889	1,926,961	8,024,831	7,852,366
Total assets		<u>1,063,468,217</u>	<u>823,919,997</u>	<u>4,301,728,938</u>	<u>3,357,473,987</u>
LIABILITIES AND SHAREHOLDERS' EQUITY					
Liabilities					
Deposits from customers	15	665,985,860	484,555,033	2,693,912,804	1,974,561,759
Deposits from other financial institutions	16	109,289,254	83,149,211	442,075,032	338,833,035
Borrowings	17	113,269,881	90,420,263	458,176,669	368,462,571
Subordinated debts	18	34,028,479	34,028,479	137,645,198	138,666,052
Lease liabilities	19	7,397,574	5,931,948	29,923,187	24,172,688
Other liabilities	20	2,781,171	3,715,255	11,249,836	15,139,664
Provision for employee benefits	21	397,653	410,049	1,608,506	1,670,950
Current income tax liabilities	22	2,254,574	4,784,108	9,119,752	19,495,240
Total liabilities		<u>935,404,446</u>	<u>706,994,346</u>	<u>3,783,710,984</u>	<u>2,881,001,959</u>
Shareholders' equity					
Share capital	23	76,000,000	76,000,000	304,093,780	304,093,780
Regulatory reserves	24	4,873,295	5,734,785	19,676,927	23,164,489
Retained earnings		47,190,476	35,190,866	191,210,743	142,313,066
Currency translation reserves		-	-	3,036,504	6,900,693
Total shareholders' equity		<u>128,063,771</u>	<u>116,925,651</u>	<u>518,017,954</u>	<u>476,472,028</u>
Total liabilities and shareholders' equity		<u>1,063,468,217</u>	<u>823,919,997</u>	<u>4,301,728,938</u>	<u>3,357,473,987</u>

Cambodia Post Bank Plc. and its subsidiary

Consolidated statement of profit or loss and other comprehensive income for the year ended 31 December 2020

	Note	2020 US\$	2019 US\$	2020 KHR'000 (Note 5)	2019 KHR'000 (Note 5)
Operating income					
Interest income	25	92,750,217	84,417,468	378,142,635	342,059,580
Interest expense	26	<u>(49,077,051)</u>	<u>(37,111,532)</u>	<u>(200,087,137)</u>	<u>(150,375,928)</u>
Net interest income		43,673,166	47,305,936	178,055,498	191,683,652
Net fee and commission income	27	233,550	409,400	952,183	1,658,889
Other income	28	<u>2,945,804</u>	<u>3,276,763</u>	<u>12,010,043</u>	<u>13,277,444</u>
Total operating profit		46,852,520	50,992,099	191,017,724	206,619,985
Personnel expenses	29	(13,556,129)	(13,145,838)	(55,268,338)	(53,266,936)
Other operating expenses	30	<u>(9,571,594)</u>	<u>(9,005,217)</u>	<u>(39,023,389)</u>	<u>(36,489,139)</u>
Total operating expenses		<u>(23,127,723)</u>	<u>(22,151,055)</u>	<u>(94,291,727)</u>	<u>(89,756,075)</u>
Operating profit before impairment		23,724,797	28,841,044	96,725,997	116,863,910
Impairment losses on financial instruments	9	<u>(9,488,635)</u>	<u>(2,952,527)</u>	<u>(38,685,165)</u>	<u>(11,963,639)</u>
Profit before income tax		14,236,162	25,888,517	58,040,832	104,900,271
Income tax expense	22	<u>(3,098,042)</u>	<u>(5,528,199)</u>	<u>(12,630,717)</u>	<u>(22,400,262)</u>
Net profit for the year		<u>11,138,120</u>	<u>20,360,318</u>	<u>45,410,115</u>	<u>82,500,009</u>
Other comprehensive income					
Currency translation differences		-	-	(3,864,189)	5,972,511
Total comprehensive income for the year		<u>11,138,120</u>	<u>20,360,318</u>	<u>41,545,926</u>	<u>88,472,520</u>

Cambodia Post Bank Plc. and its subsidiary

Consolidated statement of changes in equity for the year ended 31 December 2020

	Share capital		Regulatory reserves		Retained earnings		Currency translation reserves		Total	
	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)
At 1 January 2020	76,000,000	304,093,780	5,734,785	23,164,489	35,190,866	142,313,066	-	6,900,693	116,925,651	476,472,028
Transactions recognised directly in equity										
Transfers from regulatory reserves to retained earnings	-	-	(861,490)	(3,487,562)	861,490	3,487,562	-	-	-	-
Total comprehensive income										
Net profit for the year	-	-	-	-	11,138,120	45,410,115	-	-	11,138,120	45,410,115
Currency translation differences	-	-	-	-	-	-	-	(3,864,189)	-	(3,864,189)
	-	-	(861,490)	(3,487,562)	11,999,610	48,897,677	-	(3,864,189)	11,138,120	41,545,926
At 31 December 2020	<u>76,000,000</u>	<u>304,093,780</u>	<u>4,873,295</u>	<u>19,676,927</u>	<u>47,190,476</u>	<u>191,210,743</u>	-	<u>3,036,504</u>	<u>128,063,771</u>	<u>518,017,954</u>

Cambodia Post Bank Plc. and its subsidiary

Consolidated statement of changes in equity (continued) for the year ended 31 December 2020

	Share capital		Regulatory reserves		Retained earnings		Currency translation reserves		Total	
	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)
At 1 January 2019	76,000,000	304,093,780	3,955,873	15,915,423	16,609,460	67,062,123	-	928,182	96,565,333	387,999,508
Transactions recognised directly in equity										
Transfers from retained earnings to regulatory reserves	-	-	1,778,912	7,249,066	(1,778,912)	(7,249,066)	-	-	-	-
Total comprehensive income										
Net profit for the year	-	-	-	-	20,360,318	82,500,009	-	-	20,360,318	82,500,009
Currency translation differences	-	-	-	-	-	-	-	5,972,511	-	5,972,511
	-	-	1,778,912	7,249,066	18,581,406	75,250,943	-	5,972,511	20,360,318	88,472,520
At 31 December 2019	<u>76,000,000</u>	<u>304,093,780</u>	<u>5,734,785</u>	<u>23,164,489</u>	<u>35,190,866</u>	<u>142,313,066</u>	<u>-</u>	<u>6,900,693</u>	<u>116,925,651</u>	<u>476,472,028</u>

Cambodia Post Bank Plc. and its subsidiary

Consolidated statement of cash flows for the year ended 31 December 2020

	2020 US\$	2019 US\$	2020 KHR'000 (Note 5)	2019 KHR'000 (Note 5)
Cash flows from operating activities				
Net profit for the year	11,138,120	20,360,318	45,410,115	82,500,009
<i>Adjustments for:</i>				
Depreciation and amortisation	4,120,603	3,641,925	16,799,698	14,757,080
(Gain) on disposal of property and equipment	(125)	(12,769)	(510)	(51,740)
Income tax expense	3,098,042	5,528,199	12,630,717	22,400,262
Net impairment losses on financial instruments	9,488,635	2,952,527	38,685,165	11,963,639
Provision for employee benefits	(12,396)	(256,851)	(50,538)	(1,040,760)
	<u>27,832,879</u>	<u>32,213,349</u>	<u>113,474,647</u>	<u>130,528,490</u>
<i>Changes in:</i>				
Placements with other financial institutions	(11,684,226)	(4,303,424)	(47,262,694)	(17,437,474)
Loans and advances	(29,580,237)	(154,442,170)	(119,652,059)	(629,351,843)
Statutory deposits	15,048,718	2,003,516	60,872,064	8,164,328
Other assets	(48,600)	(248,284)	(196,587)	(1,011,757)
Deposits from customers	181,430,827	(26,692,832)	733,887,695	(108,773,290)
Deposits from other financial institutions	26,140,043	11,019,100	105,736,474	44,902,833
Borrowings	260,900	577,931	1,055,341	2,355,069
Other liabilities	(601,749)	(14,949,163)	(2,434,075)	(60,917,839)
Cash generated from/(used in) operations	<u>208,798,555</u>	<u>(154,821,977)</u>	<u>845,480,806</u>	<u>(631,541,483)</u>
Income tax paid	(5,684,504)	(4,643,796)	(23,175,723)	(18,816,661)
Net cash generated from/ (used in) operating activities	<u>203,114,051</u>	<u>(159,465,773)</u>	<u>822,305,083</u>	<u>(650,358,144)</u>
Cash flows from investing activities				
Purchase of property and equipment and intangible assets	(1,570,494)	(3,126,744)	(6,402,904)	(12,669,567)
Proceeds from disposal of property and equipment	179	29,882	730	121,082
Net cash used in investing activities	<u>(1,570,315)</u>	<u>(3,096,862)</u>	<u>(6,402,174)</u>	<u>(12,548,485)</u>

Cambodia Post Bank Plc. and its subsidiary

Consolidated statement of cash flows (continued) for the year ended 31 December 2020

	Note	2020 US\$	2019 US\$	2020 KHR'000 (Note 5)	2019 KHR'000 (Note 5)
Cash flows from financing activities					
Proceeds from borrowings		54,266,974	37,064,551	221,246,453	150,185,561
Repayments of borrowings		(31,678,256)	(14,977,115)	(129,152,250)	(60,687,270)
Proceeds from subordinated debts		-	27,700,000	-	112,240,400
Payments of lease liabilities		(2,419,786)	(2,602,584)	(9,865,468)	(10,545,670)
Net cash generated from financing activities		<u>20,168,932</u>	<u>47,184,852</u>	<u>82,228,735</u>	<u>191,193,021</u>
Net increase/(decrease) in cash and cash equivalents		221,712,668	(115,377,783)	898,131,644	(471,713,608)
Cash and cash equivalents at beginning of the year		73,132,627	188,510,410	298,015,455	757,434,827
Currency translation differences		-	-	(3,497,881)	12,294,236
Cash and cash equivalents at end of the year (Note 7)		<u>294,845,295</u>	<u>73,132,627</u>	<u>1,192,649,218</u>	<u>298,015,455</u>

Cambodia Post Bank Plc.

Separate statement of financial position as at 31 December 2020

	Note	2020 US\$	2019 US\$	2020 KHR'000 (Note 5)	2019 KHR'000 (Note 5)
ASSETS					
Cash on hand	6	29,730,158	24,813,127	120,258,489	101,113,493
Placements with other financial institutions - net	7	279,065,745	51,499,286	1,128,820,939	209,859,590
Statutory deposits	8	53,799,135	68,847,853	217,617,501	280,555,001
Loans and advances to customers – net	9	626,939,714	606,971,782	2,535,971,143	2,473,410,012
Other assets	10	1,249,796	1,222,926	5,055,425	4,983,423
Investment in subsidiary	14	8,685,818	8,685,818	35,134,134	35,394,708
Intangible assets	11	603,109	854,876	2,439,576	3,483,620
Property and equipment	12	3,252,092	3,631,392	13,154,712	14,797,922
Right-of-use assets	13	6,394,869	4,614,191	25,867,245	18,802,828
Deferred tax assets – net	22	1,747,314	1,803,309	7,067,885	7,348,484
Total assets		<u>1,011,467,750</u>	<u>772,944,560</u>	<u>4,091,387,049</u>	<u>3,149,749,081</u>
LIABILITIES AND SHAREHOLDERS' EQUITY					
Liabilities					
Deposits from customers	15	665,985,860	484,555,033	2,693,912,804	1,974,561,759
Deposits from other financial institutions	16	110,703,850	83,686,891	447,797,073	341,024,081
Borrowings	17	72,889,222	49,663,761	294,836,903	202,379,826
Subordinated debts	18	31,000,000	31,000,000	125,395,000	126,325,000
Lease liabilities	19	6,352,062	4,633,170	25,694,091	18,880,168
Other liabilities	20	1,968,908	3,023,041	7,964,233	12,318,892
Provision for employee benefits	21	354,483	356,525	1,433,884	1,452,839
Current income tax liabilities	22	1,748,239	4,067,233	7,071,627	16,573,974
Total liabilities		<u>891,002,624</u>	<u>660,985,654</u>	<u>3,604,105,615</u>	<u>2,693,516,539</u>
Shareholders' equity					
Share capital	23	76,000,000	76,000,000	304,093,780	304,093,780
Regulatory reserves	24	4,617,020	5,384,020	18,652,992	21,755,507
Retained earnings		39,848,106	30,574,886	161,668,348	123,885,975
Currency translation reserves		-	-	2,866,314	6,497,280
Total shareholders' equity		<u>120,465,126</u>	<u>111,958,906</u>	<u>487,281,434</u>	<u>456,232,542</u>
Total liabilities and shareholders' equity		<u>1,011,467,750</u>	<u>772,944,560</u>	<u>4,091,387,049</u>	<u>3,149,749,081</u>

Cambodia Post Bank Plc.

Separate statement of profit or loss and other comprehensive income for the year ended 31 December 2020

	Note	2020 US\$	2019 US\$	2020 KHR'000 (Note 5)	2019 KHR'000 (Note 5)
Operating income					
Interest income	25	79,991,963	72,304,870	326,127,233	292,979,333
Interest expense	26	<u>(45,339,925)</u>	<u>(34,003,111)</u>	<u>(184,850,874)</u>	<u>(137,780,606)</u>
Net interest income		34,652,038	38,301,759	141,276,359	155,198,727
Net fee and commission income	27	233,550	409,400	952,183	1,658,889
Other income	28	<u>2,501,398</u>	<u>2,901,438</u>	<u>10,198,200</u>	<u>11,756,627</u>
Total operating profit		37,386,986	41,612,597	152,426,742	168,614,243
Personnel expenses	29	(10,301,225)	(10,014,641)	(41,998,094)	(40,579,325)
Other operating expenses	30	<u>(7,221,645)</u>	<u>(6,816,725)</u>	<u>(29,442,647)</u>	<u>(27,621,369)</u>
Total operating expenses		<u>(17,522,870)</u>	<u>(16,831,366)</u>	<u>(71,440,741)</u>	<u>(68,200,694)</u>
Operating profit before impairment		19,864,116	24,781,231	80,986,001	100,413,549
Impairment losses on financial instruments	9	<u>(8,776,993)</u>	<u>(2,606,866)</u>	<u>(35,783,801)</u>	<u>(10,563,021)</u>
Profit before income tax		11,087,123	22,174,365	45,202,200	89,850,528
Income tax expense	22	<u>(2,580,903)</u>	<u>(4,551,838)</u>	<u>(10,522,342)</u>	<u>(18,444,048)</u>
Net profit for the year		<u>8,506,220</u>	<u>17,622,527</u>	<u>34,679,858</u>	<u>71,406,480</u>
Other comprehensive income					
Currency translation differences		<u>-</u>	<u>-</u>	<u>(3,630,966)</u>	<u>5,782,491</u>
Total comprehensive income for the year		<u>8,506,220</u>	<u>17,622,527</u>	<u>31,048,892</u>	<u>77,188,971</u>

Cambodia Post Bank Plc.

Separate statement of changes in equity for the year ended 31 December 2020

	Share capital		Regulatory reserves		Retained earnings		Currency translation reserves		Total	
	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)
At 1 January 2020	76,000,000	304,093,780	5,384,020	21,755,507	30,574,886	123,885,975	-	6,497,280	111,958,906	456,232,542
Transactions recognised directly in equity										
Transfers from regulatory reserves to retained earnings	-	-	(767,000)	(3,102,515)	767,000	3,102,515	-	-	-	-
Total comprehensive income										
Net profit for the year	-	-	-	-	8,506,220	34,679,858	-	-	8,506,220	34,679,858
Currency translation differences	-	-	-	-	-	-	-	(3,630,966)	-	(3,630,966)
	-	-	(767,000)	(3,102,515)	9,273,220	37,782,373	-	(3,630,966)	8,506,220	31,048,892
At 31 December 2020	<u>76,000,000</u>	<u>304,093,780</u>	<u>4,617,020</u>	<u>18,652,992</u>	<u>39,848,106</u>	<u>161,668,348</u>	-	<u>2,866,314</u>	<u>120,465,126</u>	<u>487,281,434</u>

Cambodia Post Bank Plc.

Separate statement of changes in equity (continued) for the year ended 31 December 2020

	Share capital		Regulatory reserves		Retained earnings		Currency translation reserves		Total	
	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)
At 1 January 2019	76,000,000	304,093,780	3,598,243	14,478,466	14,738,136	59,756,536	-	714,789	94,336,379	379,043,571
Transactions recognised directly in equity										
Transfers from retained earnings to regulatory reserves	-	-	1,785,777	7,277,041	(1,785,777)	(7,277,041)	-	-	-	-
Total comprehensive income										
Net profit for the year	-	-	-	-	17,622,527	71,406,480	-	-	17,622,527	71,406,480
Currency translation differences	-	-	-	-	-	-	-	5,782,491	-	5,782,491
	-	-	1,785,777	7,277,041	15,836,750	64,129,439	-	5,782,491	17,622,527	77,188,971
At 31 December 2019	<u>76,000,000</u>	<u>304,093,780</u>	<u>5,384,020</u>	<u>21,755,507</u>	<u>30,574,886</u>	<u>123,885,975</u>	<u>-</u>	<u>6,497,280</u>	<u>111,958,906</u>	<u>456,232,542</u>

Cambodia Post Bank Plc.

Separate statement of cash flows for the year ended 31 December 2020

	2020 US\$	2019 US\$	2020 KHR'000 (Note 5)	2019 KHR'000 (Note 5)
Cash flows from operating activities				
Net profit for the year	8,506,220	17,622,527	34,679,858	71,406,480
<i>Adjustments for:</i>				
Depreciation and amortisation	3,247,169	2,928,182	13,238,708	11,864,993
Gain on disposals of property, plant and equipment	(125)	(12,768)	(510)	(51,736)
Income tax expense	2,580,903	4,551,838	10,522,340	18,444,048
Net impairment losses on financial instruments	8,776,993	2,606,866	35,783,801	10,563,021
Provision for employee benefits	(2,042)	(143,646)	(8,325)	(582,054)
	<u>23,109,118</u>	<u>27,552,999</u>	<u>94,215,872</u>	<u>111,644,752</u>
<i>Changes in:</i>				
Placements with other financial institutions	(11,684,226)	(4,314,545)	(47,262,694)	(17,581,772)
Loans and advances	(28,744,435)	(145,548,324)	(116,271,240)	(593,109,420)
Statutory deposits	15,048,718	2,003,516	60,872,064	8,164,328
Other assets	(26,870)	(204,148)	(108,689)	(831,903)
Deposits from customers	181,430,827	(26,155,152)	733,887,695	(106,582,244)
Deposits from other financial institutions	27,016,959	10,934,198	109,283,599	44,556,857
Borrowings	260,900	442,902	1,055,341	1,804,826
Other liabilities	(811,949)	(15,628,244)	(3,284,333)	(63,685,095)
Cash used in operations	<u>205,599,042</u>	<u>(150,916,798)</u>	<u>832,387,615</u>	<u>(615,619,671)</u>
Income tax paid	(4,843,902)	(3,965,686)	(19,748,588)	(16,068,960)
Net cash generated from/(used in) operating activities	<u>200,755,140</u>	<u>(154,882,484)</u>	<u>812,639,027</u>	<u>(631,688,631)</u>
Cash flows from investing activities				
Purchase of property and equipment and intangible assets	(1,172,432)	(2,590,766)	(4,780,005)	(10,497,784)
Proceeds from disposal of property and equipment	179	29,882	730	121,082
Net cash used in investing activities	<u>(1,172,253)</u>	<u>(2,560,884)</u>	<u>(4,779,275)</u>	<u>(10,376,702)</u>

Cambodia Post Bank Plc.

Separate statement of cash flows for the year ended 31 December 2020

	2020 US\$	2019 US\$	2020 KHR'000 (Note 5)	2019 KHR'000 (Note 5)
Cash flows from financing activities				
Proceeds from borrowings	48,141,538	31,181,038	196,273,050	126,345,566
Repayments of borrowings	(25,176,977)	(13,000,000)	(102,646,535)	(52,676,000)
Proceeds from subordinated debts	-	24,700,000	-	100,084,400
Payments of lease liabilities	(1,747,694)	(1,377,971)	(7,125,349)	(5,583,538)
Net cash generated from financing activities	<u>21,216,867</u>	<u>41,503,067</u>	<u>86,501,166</u>	<u>168,170,428</u>
Net increase/(decrease) in cash and cash equivalents	220,799,754	(115,940,301)	894,360,918	(473,894,905)
Cash and cash equivalents at beginning of the year	72,035,410	187,975,711	293,544,296	755,286,407
Currency translation difference	-	-	(3,386,976)	12,152,794
Cash and cash equivalents at end of the year (Note 7)	<u>292,835,164</u>	<u>72,035,410</u>	<u>1,184,518,238</u>	<u>293,544,296</u>