JSC Bank of Georgia and Subsidiaries
Interim Condensed Consolidated Financial Statements

30 June 2025

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Report on Review of Interim Financial Information

To the Shareholders and Supervisory Board of JSC Bank of Georgia

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of JSC Bank of Georgia and its subsidiaries, which comprise the interim consolidated statement of financial position as at 30 June 2025 and the related interim consolidated statements of income, comprehensive income, changes in equity and cash flows for the six-month period then ended, and selected explanatory notes (interim financial information). Management is responsible for the preparation and presentation of this interim financial information in accordance with IAS 34, *Interim Financial Reporting*. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with 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 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 interim financial information is not prepared, in all material respects, in accordance with IAS 34, *Interim Financial Reporting*.

Emphasis of matter

We draw attention to Note 2 to the interim condensed consolidated financial statements which describes the reissuance of the interim condensed consolidated financial statements for the six-month period ended 30 June 2025, which were authorised for issue on 22 August 2025. The previously issued interim condensed consolidated financial statements for the six-month period ended 30 June 2025 have been revised as disclosed in Note 2. Our conclusion is not modified in respect of this matter.

Dmytro Iurgelevych (SARAS-A-644274)

On behalf of EY LLC (SARAS-F-855308)

Tbilisi, Georgia

29 October 2025

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INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

(Thousands of Georgian Lari)

	Notes	30 June 2025 (unaudited)	31 December 2024
Assets			
Cash and cash equivalents	6	2,724,029	2,278,476
Amounts due from credit institutions	7	2,360,351	2,456,690
Investment securities	8	7,106,570	7,826,790
Investment securities measured at amortised cost		1,756,729	1,910,479
Investment securities measured at fair value through other comprehensive income		5,349,841	5,916,311
Investment securities pledged under sale and repurchase agreements and securities lending	8	503,961	138,945
Investment securities pledged under sale and repurchase agreements and securities lending measured at amortised cost		169,422	-
Investment securities pledged under sale and repurchase agreements and securities lending measured at fair value through other comprehensive income		334,539	138,945
Loans to customers, factoring and finance lease receivables	9	26,210,623	24,316,155
Accounts receivable and other loans		9,125	2,790
Prepayments		53,277	39,136
Foredosed assets		335,688	372,577
Right-of-use assets		196,577	163,104
Investment properties		137,479	140,737
Property and equipment		461,340	441,399
Investments in associates	4	636,198	569,137
Goodwill		33,453	33,453
Intangible assets		182,629	172,367
Income tax assets	10	197	46,058
Other assets	11	279,549	255,342
Assets held for sale		14,913	20,007
Total assets		**41,245,959**	**39,273,163**
Liabilities			
Client deposits and notes	12	26,506,733	25,341,733
Amounts owed to credit institutions	13	6,493,489	6,710,494
Debt securities issued	14	1,274,245	1,099,337
Lease liability		205,952	177,365
Accruals and deferred income		141,041	143,353
Income tax liabilities	10	85,459	21,054
Other liabilities	11	522,834	149,329
Total liabilities		**35,229,753**	**33,642,665**
Equity	16		
Share capital		27,994	27,994
Additional paid-in capital		137,795	140,779
Treasury shares		(11)	(11)
Other reserves		(13,817)	51,452
Retained earnings		5,864,245	5,410,284
Total equity		**6,016,206**	**5,630,498**
Total liabilities and equity		**41,245,959**	**39,273,163**

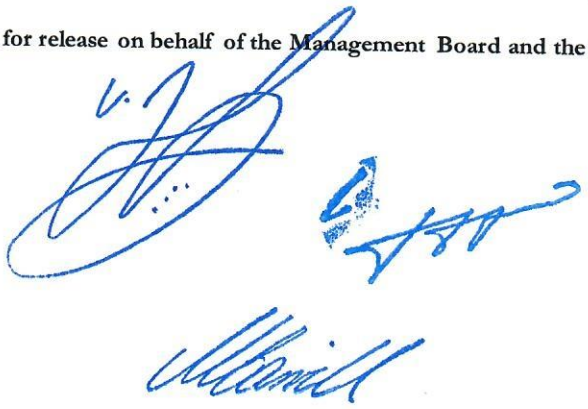
Signed and authorised for release on behalf of the Management Board and the Supervisory Board:

Archil Gachechiladze — Chief Executive Officer

Sulkhan Gvalia — Chief Financial Officer

Mel Carvill — Supervisory Board Chairman

29 October 2025



The accompanying selected explanatory Notes on pages 9 to 48 are an integral part of these interim Condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

(Thousands of Georgian Lari)

	Notes	30 June 2025 (unaudited)	31 December 2024
Assets			
Cash and cash equivalents	6	2,724,029	2,278,476
Amounts due from credit institutions	7	2,360,351	2,456,690
Investment securities	8	7,106,570	7,826,790
Investment securities measured at amortised cost		1,756,729	1,910,479
Investment securities measured at fair value through other comprehensive income		5,349,841	5,916,311
Investment securities pledged under sale and repurchase agreements and securities lending	8	503,961	138,945
Investment securities pledged under sale and repurchase agreements and securities lending measured at amortised cost		169,422	-
Investment securities pledged under sale and repurchase agreements and securities lending measured at fair value through other comprehensive income		334,539	138,945
Loans to customers, factoring and finance lease receivables	9	26,210,623	24,316,155
Accounts receivable and other loans		9,125	2,790
Prepayments		53,277	39,136
Foredosed assets		335,688	372,577
Right-of-use assets		196,577	163,104
Investment properties		137,479	140,737
Property and equipment		461,340	441,399
Investments in associates	4	636,198	569,137
Goodwill		33,453	33,453
Intangible assets		182,629	172,367
Income tax assets	10	197	46,058
Other assets	11	279,549	255,342
Assets held for sale		14,913	20,007
Total assets		**41,245,959**	**39,273,163**
Liabilities			
Client deposits and notes	12	26,506,733	25,341,733
Amounts owed to credit institutions	13	6,493,489	6,710,494
Debt securities issued	14	1,274,245	1,099,337
Lease liability		205,952	177,365
Accruals and deferred income		141,041	143,353
Income tax liabilities	10	85,459	21,054
Other liabilities	11	522,834	149,329
Total liabilities		**35,229,753**	**33,642,665**
Equity	16		
Share capital		27,994	27,994
Additional paid-in capital		137,795	140,779
Treasury shares		(11)	(11)
Other reserves		(13,817)	51,452
Retained earnings		5,864,245	5,410,284
Total equity		**6,016,206**	**5,630,498**
Total liabilities and equity		**41,245,959**	**39,273,163**

Signed and authorised for release on behalf of the Management Board and the Supervisory Board:

Archil Gachechiladze — Chief Executive Officer

Sulkhan Gvalia — Chief Financial Officer

Mel Carvill — Supervisory Board Chairman

29 October 2025

The accompanying selected explanatory Notes on pages 9 to 48 are an integral part of these interim Condensed consolidated financial statements.

INTERIM CONSOLIDATED INCOME STATEMENT

For the six months ended 30 June 2025

(Thousands of Georgian Lari)

	Notes	*30 June 2025 (unaudited)*	*30 June 2024 (unaudited)*
Interest income calculated using EIR method		1,906,300	1,575,326
Other interest income		5,533	4,492
Interest income		**1,911,833**	**1,579,818**
Interest expense		(879,016)	(683,538)
Deposit insurance fees		(17,331)	(14,512)
Net interest income	17	**1,015,486**	**881,768**
Fee and commission income		416,101	372,276
Fee and commission expense		(209,939)	(182,689)
Net fee and commission income	18	**206,162**	**189,587**
Net foreign currency gain		226,525	207,204
Net gains/(losses) on extinguishment of debt		(225)	4
Net other gains/(losses)	20	19,832	15,400
Operating income		**1,467,780**	**1,293,963**
Salaries and other employee benefits		(263,107)	(211,692)
Administrative expenses		(95,367)	(95,155)
Depreciation, amortisation and impairment		(67,244)	(56,977)
Other operating expenses		(11,842)	(3,227)
Operating expenses		**(437,560)**	**(367,051)**
Profit from associates	4	69,426	222,471
Operating income before cost of risk		**1,099,646**	**1,149,383**
Expected credit loss on loans to customers and factoring receivables	19	(54,012)	(43,690)
Expected credit loss on finance lease receivables	19	239	388
Other expected credit recovery / (loss)	19	(4,489)	(7,228)
Impairment charge on other assets and provisions	19	(5,278)	(4,423)
Cost of risk		**(63,540)**	**(54,953)**
Profit before income tax expense		**1,036,106**	**1,094,430**
Income tax expense	10	(143,017)	(135,060)
Profit for the Period		**893,089**	**959,370**
Basic and diluted earnings per share	16	31.9158	34.2845

The accompanying selected explanatory Notes on pages 9 to 48 are an integral part of these interim Condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2025

(Thousands of Georgian Lari)

	Notes	30 June 2025 (unaudited)	30 June 2024 (unaudited)
Profit for the period		**893,089**	**959,370**
Other comprehensive income/(loss)			
Other comprehensive income (loss) to be reclassified to profit or loss in subsequent period:			
– Net change in fair value on investments in debt instruments measured at fair value through other comprehensive income (FVOCI)	8	(60,366)	(52,187)
– Realised gain on financial assets measured at FVOCI		(766)	(619)
–Change in allowance for expected credit losses on investments in debt instruments measured at FVOCI redassified to the consolidated income statement		(264)	1,601
– Gain from currency translation differences		13,187	8,502
– Equity-accounted investees – share of OCI	4	(1,288)	28,252
Income tax impact		34	-
Net other comprehensive loss to be reclassified to profit or loss in subsequent period		**(49,463)**	**(14,451)**
Other comprehensive income (loss) not to be reclassified to profit or loss in subsequent period:			
– Net gain/(loss) on investments in equity instruments designated at FVOCI		168	(569)
Net other comprehensive income (loss) not to be reclassified to profit or loss in subsequent periods		**168**	**(569)**
Other comprehensive loss for the period, net of tax		**(49,295)**	**(15,020)**
Total comprehensive income for the period		**843,794**	**944,350**

The accompanying selected explanatory Notes on pages 9 to 48 are an integral part of these interim Condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2025

(Thousands of Georgian Lari)

	Share capital	*Additional paid-in capital*	*Treasury shares*	*Other reserves*	*Retained earnings*	*Total equity*
31 December 2023	**27,994**	**151,336**	**(11)**	**2,087**	**4,270,644**	**4,452,050**
Profit for the six months ended 30 June 2024 (unaudited)	-	-	-	-	959,370	959,370
Other comprehensive loss for the six months ended 30 June 2024 (unaudited)	-	-	-	(15,918)	898	(15,020)
Total comprehensive income (loss) for the six months ended 30 June 2024 (unaudited)	**-**	**-**	**-**	**(15,918)**	**960,268**	**944,350**
Increase in equity arising from share-based payments	-	39,171	-	-	-	39,171
Dividends to shareholders of the Bank (Note 16)	-	-	-	-	(458,171)	(458,171)
Contributions under share-based payment plan	-	(73,303)	-	-	-	(73,303)
30 June 2024 (unaudited)	**27,994**	**117,204**	**(11)**	**(13,831)**	**4,772,741**	**4,904,097**
31 December 2024	**27,994**	**140,779**	**(11)**	**51,452**	**5,410,284**	**5,630,498**
Profit for the six months ended 30 June 2025 (unaudited)	-	-	-	-	893,089	893,089
Other comprehensive loss for the six months ended 30 June 2025 (unaudited)	-	-	-	(61,850)	12,555	(49,295)
Total comprehensive income (loss) for the six months ended 30 June 2025 (unaudited)	**-**	**-**	**-**	**(61,850)**	**905,644**	**843,794**
Increase in equity arising from share-based payments	-	54,634	-	-	-	54,634
Net amount redassified to retained earnings on sale of equity instruments at FVOCI	-			(3,419)	3,419	-
Dividends to shareholders of the Bank (Note 16)	-	-	-	-	(455,102)	(455,102)
Contributions under share-based payment plan	-	(57,618)	-	-	-	(57,618)
30 June 2025 (unaudited)	**27,994**	**137,795**	**(11)**	**(13,817)**	**5,864,245**	**6,016,206**

The accompanying selected explanatory Notes on pages 9 to 48 are an integral part of these interim Condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2025

(Thousands of Georgian Lari)

	Notes	30 June 2025 (unaudited)	30 June 2024 (unaudited)
Cash flows from operating activities			
Interest received		1,847,809	1,525,679
Interest paid		(847,929)	(616,336)
Fees and commissions received		479,000	366,050
Fees and commissions paid		(218,704)	(182,689)
Net cash inflow from real estate		1,794	3,081
Net realised gain from foreign currencies		237,366	191,921
Recoveries of loans to customers previously written off		18,007	21,063
Cash paid for derivatives		(129)	222
Other income received		1,883	1,707
Salaries and other employee benefits paid		(225,217)	(172,521)
General and administrative and operating expenses paid		(101,228)	(69,159)
Cash flows from operating activities before changes in operating assets and liabilities		**1,192,652**	**1,069,018**
Net (increase) decrease in operating assets			
Amounts due from credit institutions		71,322	(79,831)
Loans to customers, factoring and finance lease receivables		(1,846,086)	(1,914,297)
Prepayments and other assets		(53,262)	(14,660)
Foredosed assets		85,377	30,316
Net increase (decrease) in operating liabilities			
Amounts due to credit institutions		(233,274)	(161,096)
Debt securities issued		143,878	76
Client deposits and notes		1,108,141	2,621,974
Other liabilities		22,111	(57,981)
Net cash flows from operating activities before income tax		**490,859**	**1,493,519**
Income tax paid		(32,717)	(269,034)
Net cash flows from operating activities		**458,142**	**1,224,485**
Cash flows from (used in) investing activities			
Net purchases/sales of investment securities measured at amortised cost and FVOCI		257,150	(1,972,603)
Purchase of investments in associates	4	-	(232,075)
Proceeds from sale of investment properties and assets held for sale		20,332	13,882
Proceeds from sale of property and equipment and intangible assets		77	3,150
Purchase of property and equipment and intangible assets		(78,264)	(74,553)
Dividends received		1,078	802
Net cash flows from (used in) investing activities		**200,373**	**(2,261,397)**
Cash flows (used in) from financing activities			
Repayment of the principal portion of the debt securities issued	14	(29,219)	(283,570)
Proceeds from Tier 2 notes issued	14	63,751	26,876
Proceeds from Additional Tier 1 notes	14	-	800,970
Proceeds from local bonds issued		24,834	-
Cash payments for the principal portion of the lease liability		(24,681)	(17,264)
Dividends paid	16	(155,253)	(185,653)
Purchase of treasury shares under share-based payments		(57,618)	(73,303)
Net cash (used in) from financing activities		**(178,186)**	**268,056**
Effect of exchange rates changes on cash and cash equivalents		(34,430)	98,133
Effect of expected credit losses on cash and cash equivalents		(346)	149
Net increase/(decrease) in cash and cash equivalents		**445,553**	**(670,574)**
Cash and cash equivalents, beginning of the period	6	**2,278,476**	**3,042,832**
Cash and cash equivalents, end of the period	6	**2,724,029**	**2,372,258**

The accompanying selected explanatory Notes on pages 9 to 48 are an integral part of these interim Condensed consolidated financial statements.

1. Principal activities

JSC Bank of Georgia was established on 21 October 1994 as a joint stock company ("JSC") under the laws of Georgia. The Bank operates under a general banking licence issued by the National Bank of Georgia ("NBG"; the Central Bank of Georgia) on 15 December 1994.

The Bank accepts deposits from the public and extends credit, transfers payments in Georgia and internationally, and exchanges currencies. Its main office is in Tbilisi, Georgia. At 30 June 2025, the Bank has 187 operating outlets in all major cities of Georgia (31 December 2024: 189). The Bank's registered legal address is 29a Gagarini Street, Tbilisi 0160, Georgia. The Bank's identification number is 204378869.

As at 30 June 2025 Lion Finance Group PLC (former Bank of Georgia Group PLC) represented the ultimate parent company of the Bank.

The Bank, its subsidiaries and a material associate operating in Armenia make up a group of companies (the "Group") mainly incorporated in Georgia, Belarus and Armenia. Primary business activities include providing banking services to corporate and individual customers. The Bank is the Group's main operating unit and accounts for most of the Group's activities.

On 25 March 2025, JSC BGEO repurchased 0.44% non-controlling interest in JSC Bank of Georgia increasing its ownership to 100%. As at 30 June 2025, 31 December 2024, JSC BGEO Group ("JSC BGEO") was the principal shareholder of the Bank:

Shareholder	***30 June 2025 (unaudited)***	***31 December 2024***
JSC BGEO Group	100.00%	99.56%
Others	0.00%	0.44%
Total	**100.00%**	**100.00%**

2. Basis of preparation

General

These interim condensed consolidated financial statements for the six months ended 30 June 2025 were prepared, in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting".

The preparation of the interim condensed consolidated financial statements requires management to make estimates and assumptions that affect the reported income and expense, assets and liabilities and disclosure of contingencies at the date of the interim condensed consolidated financial statements. Although these estimates and assumptions are based on management's best judgment at the date of the interim condensed consolidated financial statements, actual results may differ from these estimates.

Assumptions and significant estimates other than disclosed in these interim condensed consolidated financial statements are consistent with those applied in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at and for the year ended 31 December 2024, signed and authorized for release on 30 April 2025.

These interim condensed consolidated financial statements are presented in thousands of Georgian Lari ("GEL"), except per share amounts, which are presented in Georgian Lari, and unless otherwise noted.

The interim condensed consolidated financial statements are unaudited, reviewed by the auditors and their review conclusion is included in this report.

Going concern

The Bank's Management Board has made an assessment of the Group's ability to continue as a going concern and is satisfied that it has the resources to continue in business for a period of at least twelve months from the date of approval of the financial statements. Furthermore, management is not aware of any material uncertainties that may cast significant doubt upon the Group's ability to continue as a going concern for the foreseeable future. Therefore, the financial statements continue to be prepared on the going concern basis.

2. Basis of preparation (continued)

Reissuance of previously issued interim condensed consolidated financial statements

The Group previously issued interim condensed consolidated financial statements in accordance with IAS 34 for the six months ended 30 June 2025 which were authorised for release on 22 August 2025. Those interim condensed consolidated financial statements were not subject to an audit or a review by the Group's independent auditors.

Subsequent to the issuance of those interim condensed consolidated financial statements, the management identified that certain segment information presented in Note 5 to the interim condensed consolidated financial statements did not agree to the information presented to the chief operating decision maker for the comparative period ended 30 June 2024, due to the fact that the financial statements prepared and reviewed for the period ended 30 June 2024 were prepared on an old version of segmentation of the Group's business, which was subsequently altered and re-segmented in the following period, as summarized below:

	Retail Banking	*SME*	*Corporate Investment Banking*	*Corporate center*	*Eliminations*	***Georgian Financial services***	***Other businesses***	***Group total***
Interest Income	*(22,019)*	*74,917*	*(52,898)*	-	-	-	-	-
Interest expense	*22,019*	*(74,917)*	*52,898*	-	-	**-**	**-**	-
Net interest income	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Fee and commission expense								
Settlements operations	*(33,378)*	-	-	-	-	***(33,378)***	***33,378***	-
Other	*33,378*	-	-	-	-	***33,378***	***(33,378)***	-
Net fee and commission income	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Profit from associates	-	-	-	*(221,882)*	-	***(221,882)***	***221,882***	-
Operating income before cost of risk	-	-	-	*(221,882)*	-	***(221,882)***	***221,882***	-
Profit before income tax	**-**	**-**	**-**	***(221,882)***	**-**	***(221,882)***	***221,882***	**-**
Profit for the period	**-**	**-**	**-**	***(221,882)***	**-**	***(221,882)***	***221,882***	**-**

Further, the management identified technical inconsistencies in the disclosure of the information on key management personnel compensation for the six months ended 30 June 2025 as presented in Note 24, resulting in understatement of the reported compensation amounts by GEL 13,777 for that period.

Accordingly, the management of the Group decided to re-issue the interim condensed consolidated financial statements for the period ended 30 June 2025, making the changes to segment information for the period ended 30 June 2024 (Note 5) and to the key management personnel compensation disclosure (Note 24) for the period ended 30 June 2025.

In addition, the Group provided additional disclosures around credit quality of loans to customers, factoring and finance lease receivables (Note 21), capital adequacy (Note 25) and information about events after the end of the reporting period in the reissued interim condensed consolidated financial statements (Note 26).

3. Summary of significant accounting policies

Amendments effective from 1 January 2025

The accounting policies and methods of computation applied in the preparation of these interim condensed consolidated financial statements are consistent with those disclosed in the annual consolidated financial statements of the Group as at and for the year ended 31 December 2024., except for the adoption of new amendments effective as of 1 January 2025.

Amendments to IAS 21: Lack of exchangeability

The amendments apply for the first time in 2025 and clarify when a currency is considered exchangeable into another currency, as well as how an entity should estimate a spot rate for currencies that lack exchangeability. They also introduce new disclosure requirements to help users of financial statements assess the effects of using an estimated exchange rate. The amendments had no impact on the Group's interim condensed consolidated financial statements.

The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

4. Significant accounting judgements and estimates

In the process of applying the Group's accounting policies, the Board of Directors and management use their judgement and make estimates in determining the amounts recognised in the interim condensed consolidated financial statements. Key judgments and estimates are summarized below.

Forward-looking information

The most significant period end assumptions used for ECL estimate as at 30 June 2025 per geographical segments are set out below. The scenarios "base", "upside" and "downside" were used for all portfolios.

Georgia

Key drivers	ECL scenario	Assigned weight	As at 30 June 2025			Assigned weight	As at 31 December 2024		
			2025	2026	2027		2025	2026	2027
GDP growth in %									
	Upside	25%	7.50%	6.00%	5.50%	25%	7.00%	6.00%	6.00%
	Base case	50%	6.70%	5.00%	5.00%	50%	4.90%	5.80%	5.70%
	Downside	25%	6.00%	2.00%	4.00%	25%	2.00%	3.00%	5.00%
GEL/USD exchange rate									
	Upside	25%	2.00%	3.00%	0.00%	25%	2.00%	3.00%	0.00%
	Base case	50%	0.00%	0.00%	0.00%	50%	0.00%	0.00%	0.00%
	Downside	25%	-5.00%	-15.00%	5.00%	25%	-15.00%	0.00%	5.00%
CPI inflation rate in %									
	Upside	25%	3.50%	2.75%	3.00%	25%	3.00%	3.00%	3.00%
	Base case	50%	3.80%	3.50%	2.80%	50%	2.90%	3.60%	2.70%
	Downside	25%	4.50%	8.00%	5.00%	25%	8.00%	5.00%	3.00%

4. Significant accounting judgements and estimates (continued)

Forward-looking variable assumptions (continued)

Belarus

Key drivers	ECL scenario	Assigned weight	As at 30 June 2025		Assigned weight	As at 31 December 2024	
			2025	2026		2025	2026
GDP growth in %							
	Upside	25%	4.62%	4.44%	25%	4.75%	4.62%
	Base case	50%	1.90%	1.51%	50%	2.64%	1.90%
	Downside	25%	-0.83%	-1.42%	25%	0.53%	-0.83%
BYN/USD exchange rate %							
	Upside	25%	-0.08%	-0.49%	25%	-0.24%	-0.08%
	Base case	50%	1.64%	1.67%	50%	0.82%	1.64%
	Downside	25%	2.98%	3.15%	25%	1.73%	2.98%
CPI inflation rate in %							
	Upside	25%	-0.45%	-0.66%	25%	-0.38%	-0.45%
	Base case	50%	1.91%	1.79%	50%	1.61%	1.91%
	Downside	25%	4.12%	4.07%	25%	3.50%	4.12%

All other parameters held constant, increase in GDP growth, appreciation of local currency and decrease of inflation would result in a decrease in ECL, with opposite changes resulting in an ECL increase. GDP growth input has the most significant impact on ECL, followed by foreign exchange rate and inflation. Retail portfolio ECL is less affected by foreign exchange rate inputs due to the larger share of GEL-denominated exposures. However, the retail portfolio ECL is affected by inflation, which does not have a significant impact on corporate ECL.

The table below shows the sensitivity of the recognised ECL amounts to the forward-looking assumptions used in the model. For these purposes, 100% weight is assigned to each macroeconomic scenario separately and the respective ECL is recalculated.

Sensitivity of ECL to forward looking assumptions

	As at 30 June 2025				
	Reported ECL	*Reported ECL coverage*	*ECL coverage by scenarios*		
Key drivers			*Upside*	*Base case*	*Downside*
Commercial loans	141,402	1.49%	1.48%	1.49%	1.50%
Residential mortgage loans	11,430	0.22%	0.21%	0.21%	0.22%
Micro and SME loans	92,426	1.93%	1.98%	1.99%	2.01%
Consumer loans	139,016	2.04%	1.99%	2.02%	2.08%
Gold – pawn loans	1,008	0.53%	0.53%	0.53%	0.53%

	As at 31 December 2024				
	Reported ECL	*Reported ECL coverage*	*ECL coverage by scenarios*		
Key drivers			*Upside*	*Base case*	*Downside*
Commercial loans	130,218	1.49%	1.47%	1.48%	1.51%
Residential mortgage loans	10,498	0.21%	0.21%	0.21%	0.21%
Micro and SME loans	77,958	1.76%	1.73%	1.75%	1.79%
Consumer loans	136,987	2.21%	2.14%	2.18%	2.36%
Gold – pawn loans	1,013	0.66%	0.66%	0.66%	0.66%

Fair value of financial instruments (Note 22)

Where the fair values of financial assets and financial liabilities recorded in the interim consolidated statement of financial position cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of mathematical models. The input to these models is taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values.

4. Significant accounting judgements and estimates (continued)

Measurement of fair value of investment properties

The Group performs a full valuation of its investment properties with an appropriate regularity (at least once in every three years or more frequently if the market has materially changed) to ensure that the carrying amount does not differ materially from that which would be determined using fair value at the end of the reporting period. The last date of external valuation of investment properties was 31 December 2024.

In order to identify whether there was any significant change in the real estate market since last revaluation that could indicate that investment properties are not stated at fair value as at the reporting date, the Group hired an independent valuer to perform real estate market research. The research results did not reveal any material changes in real estate prices in GEL equivalent terms since last valuation date.

Acquisition of an investment in associate

On 31 March 2024, with reference to Share Purchase Agreement (SPA) dated 18 February 2024, JSC Bank of Georgia acquired 30% of the share capital of Ameriabank CJSC, one of the leading banks operating in Armenia, for GEL 248,859 (fully settled by 31 December 2024). The acquisition resulted in a bargain purchase gain of GEL 205,765.

For the six months ended 30 June 2025, the Group's share of profit from the associate amounted to GEL 68,690 (HY 2024: GEL 16,117), and share of other comprehensive loss amounted to GEL 1,288 (HY 2024: GEL 28,252 gain).

The carrying value of the investment as at 30 June 2025 was GEL 626,457 (31 December 2024: GEL 559,054).

5. Segment information

For management purposes, the Group is organised into the following business lines and respective operating segments:

Georgian Financial Services business division:

RB	- Retail Banking (excluding Retail Banking of BNB) – principally provides consumer loans, mortgage loans, overdrafts, credit cards and other credit facilities, funds transfers and settlement services, and handling of customers' deposits for both individuals and legal entities. The Retail Banking business targets the mass retail, mass affluent and high-net-worth client segments.
SME	- SME Banking (excluding SME Banking of BNB) – principally provides SME loans, micro loans, consumer and mortgage loans, funds transfers and settlement services, and handling of customers' deposits for legal entities. The SME Banking business targets small and medium-sized enterprises and micro businesses.
CB	- Corporate Banking - principally provides loans and other credit facilities, funds transfers and settlement services, trade finance services, documentary operations support and handles saving and term deposits for corporate and institutional customers.
CC	- Corporate center – comprises mainly treasury and custody operations.

Other businesses:

Other	- Mainly comprising JSC Belarusky Narodny Bank, principally providing retail and corporate banking services in Belarus, gain from associate operating in Armenia and respective eliminations.

Segment performance, as explained in the table below, is measured in the same manner as profit or loss in the consolidated income statement.

Transactions between operating segments are on an arm's length basis in a similar manner to transactions with third parties.

The Group's operations are primarily concentrated in Georgia, except for BNB, which operates in Belarus and associate that operates in Armenia.

No revenue from transactions with a single external customer or counterparty amounted to 10% or more of the Group's operating income in 6 months of 2025 or 2024.

5. Segment information (continued)

The following table presents the income statement and certain asset and liability information regarding the Group's operating segments as at and for the six months period ended 30 June 2025:

	Retail Banking	*SME*	*Corporate Investment Banking*	*Corporate center*	*Eliminations*	***Georgian Financial services***	***Other businesses***	***Group Total***
Interest Income	*867,350*	*302,450*	*524,610*	*163,942*	-	*1,858,352*	53,481	1,911,833
Interest expense	*(353,834)*	*(63,035)*	*(278,071)*	*(169,051)*	-	(863,991)	(32,356)	(896,347)
Inter-segment interest income/(expense)	*(1,885)*	*(81,124)*	*83,898*	*(889)*	-	-	-	-
Net interest income	***511,631***	***158,291***	***330,437***	***(5,998)***	**-**	**994,361**	**21,125**	**1,015,486**
Fee and commission income	314,881	29,281	37,386	4,388	-	385,936	30,165	416,101
Settlements operations	*286,961*	*21,652*	*10,173*	*2,255*	-	321,041	*26,871*	347,912
Currency conversion operations	*22,210*	*1,003*	*1,778*	-	-	24,991	*33*	25,024
Guarantees and letters of credit	*23*	*4,134*	*23,138*	-	-	27,295	*261*	27,556
Cash operations	*2,828*	*2,471*	*2,082*	*137*	-	7,518	*2,659*	10,177
Brokerage service fees	-	*15*	*81*	-	-	96	-	96
Other	*2,859*	*6*	*134*	*1,996*	-	4,995	*341*	5,336
Fee and commission expense	(171,209)	(8,512)	(5,894)	(3,037)	-	(188,652)	*(21,287)*	(209,939)
Settlements operations	*(154,368)*	*(7,265)*	*(2,931)*	-	-	(164,564)	*(18,825)*	(183,389)
Currency conversion operations	*(4,794)*	*(217)*	*(384)*	-	-	(5,395)	*(275)*	(5,670)
Guarantees and letters of credit	-	*(10)*	*(137)*	-	-	(147)	*(2)*	(149)
Cash operations	*(4,190)*	*(743)*	*(1,798)*	*(3,037)*	-	(9,768)	*(2,185)*	(11,953)
Brokerage service fees	*(585)*	*(277)*	*(289)*	-	-	(1,151)	-	(1,151)
Other	*(7,272)*	-	*(355)*	-	-	(7,627)	-	(7,627)
Net fee and commission income	***143,672***	***20,769***	***31,492***	***1,351***	**-**	**197,284**	***8,878***	**206,162**
Net foreign currency gain	*84,969*	*15,885*	*37,342*	*35,398*	-	173,594	52,931	226,525
Net gains/(losses) on extinguishment of debt	-	*2*	*8*	-	-	10	(235)	(225)
Net other gains/(losses)	*2,943*	*667*	*14,387*	*1,166*	*(11)*	19,152	*680*	19,832
Operating income	***743,215***	***195,614***	***413,666***	***31,917***	***(11)***	**1,384,401**	**83,379**	**1,467,780**
Operating expenses	*(256,561)*	*(51,702)*	*(56,639)*	*(35,016)*	*11*	(399,907)	(37,653)	(437,560)
Profit from associates	-	-	-	*736*	-	736	68,690	69,426
Operating income before cost of risk	***486,654***	***143,912***	***357,027***	***(2,363)***	**-**	**985,230**	**114,416**	**1,099,646**
Cost of risk	*(31,273)*	*(17,417)*	*(14,368)*	*(633)*	-	(63,691)	151	(63,540)
Profit before income tax	***455,381***	***126,495***	***342,659***	***(2,996)***	**-**	**921,539**	**114,567**	**1,036,106**
Income tax expense	*(76,167)*	*(20,535)*	*(58,006)*	*22,027*	-	(132,681)	(10,336)	(143,017)
Profit for the year	***379,214***	***105,960***	***284,653***	***19,031***	**-**	**788,858**	**104,231**	**893,089**
Assets and liabilities								
Total assets	*17,148,427*	6,013,728.00	11,070,804	4,897,392	(720)	39,129,631	2,116,328	41,245,959
Total liabilities	*14,963,998*	5,161,033.0	9,013,320	4,601,546	(720)	33,739,177	1,490,576	35,229,753
Other segment information								
Property and equipment	*40,735*	4,217	1,714	32	-	46,698	2,838	49,536
Intangible assets	*18,675*	3,496	1,842	120	-	24,133	4,637	28,770
Capital expenditure	**59,410**	**7,713**	**3,556**	**152**	**-**	**70,831**	**7,475**	**78,306**
Depreciation, amortisation and impairment	*(51,585)*	(7,996)	(3,129)	(128)	-	(62,838)	**-** (4,406)	(67,244)

5. Segment information (continued)

The following table presents the income statement information regarding the Group's operating segments for the six months period ended 30 June 2024 and certain asset and liability information as at 31 December 2024:

	Retail Banking	*SME*	*Corporate Investment Banking*	*Corporate center*	*Eliminations*	***Georgian Financial services***	***Other businesses***	***Group Total***
Interest Income	*720,090*	*269,335*	*436,659*	*112,366*	-	*1,538,450*	41,368	1,579,818
Interest expense	*(289,336)*	*(63,781)*	*(224,145)*	*(107,445)*	-	(684,707)	(13,343)	(698,050)
Inter-segment interest income/(expense)	*27,139*	*(74,235)*	*46,842*	*254*	-	-	-	-
Net interest income	***457,893***	***131,319***	***259,356***	***5,175***	**-**	**853,743**	**28,025**	**881,768**
Fee and commission income	283,775	28,566	32,808	4,017	-	349,166	23,110	372,276
Settlements operations	*253,640*	*20,496*	*6,388*	*2,453*	-	282,977	*19,118*	302,095
Currency conversion operations	*24,705*	*759*	*1,485*	-	-	26,949	*1*	26,950
Guarantees and letters of credit	*294*	*4,337*	*22,509*	-	-	27,140	*327*	27,467
Advisory	-	-	-	-	-	-	-	-
Cash operations	*3,970*	*2,731*	*2,040*	*196*	-	8,937	*2,837*	11,774
Brokerage service fees	*3*	*241*	*51*	-	-	295	-	295
Other	*1,163*	*2*	*335*	*1,368*	-	2,868	*827*	3,695
Fee and commission expense	(144,461)	(10,718)	(4,063)	(2,768)	-	(162,010)	*(20,679)*	(182,689)
Settlements operations	*(131,147)*	*(9,850)*	*(312)*	-	-	(141,309)	*(17,721)*	(159,030)
Currency conversion operations	*(4,136)*	*(127)*	*(246)*	-	-	(4,509)	*(257)*	(4,766)
Guarantees and letters of credit	*(4)*	*(6)*	*(130)*	-	-	(140)	*(2)*	(142)
Advisory	-	-	-	-	-	-	-	-
Cash operations	*(3,794)*	*(519)*	*(2,706)*	*(2,761)*	-	(9,780)	*(2,702)*	(12,482)
Brokerage service fees	*(455)*	*(216)*	*(228)*	*(7)*	-	(906)	-	(906)
Other	*(4,925)*	-	*(441)*	-	-	(5,366)	*3*	(5,363)
Net fee and commission income	***139,314***	***17,848***	***28,745***	***1,249***	**-**	**187,156**	***2,431***	**189,587**
Net foreign currency gain	*81,632*	*20,286*	*49,476*	*29,758*	-	181,152	26,052	207,204
Net gains/(losses) on extinguishment of debt	-	-	-	-	-	-	4	4
Net other gains/(losses)	*5,578*	*2,233*	*5,623*	*923*	*(43)*	14,314	*1,086*	15,400
Operating income	***684,417***	***171,686***	***343,200***	***37,105***	***(43)***	**1,236,365**	**57,598**	**1,293,963**
Operating expenses	*(216,247)*	*(50,214)*	*(53,917)*	*(14,872)*	*43*	(335,207)	(31,844)	(367,051)
Profit from associates	-	-	-	*589*	-	589	221,882	222,471
Operating income before cost of risk	**468,170**	**121,472**	**289,283**	**22,822**	**-**	**901,747**	**247,636**	**1,149,383**
Cost of risk	*(19,751)*	*(17,094)*	*(10,508)*	*(1,060)*	-	(48,413)	(6,540)	(54,953)
Profit before income tax	**448,419**	**104,378**	**278,775**	**21,762**	**-**	**853,334**	**241,096**	**1,094,430**
Income tax expense	*(76,352)*	*(17,554)*	*(46,983)*	*11,009*	-	(129,880)	(5,180)	(135,060)
Profit for the period	***372,067***	***86,824***	***231,792***	***32,771***	**-**	***723,454***	***235,916***	**959,370**
Assets and liabilities								
Total assets	*16,070,301*	5,771,629	11,070,966	4,570,475	(509)	37,482,862	1,790,301	39,273,163
Total liabilities	*13,976,374*	4,955,018	9,124,047	4,308,976	(509)	32,363,906	1,278,759	33,642,665
Other segment information								
Property and equipment	*33,291*	3,582	1,078	-	-	37,951	1,420	39,371
Intangible assets	*21,959*	6,097	2,964	-	-	31,020	3,544	34,564
Capital expenditure	**55,250**	**9,679**	**4,042**	**-**	**-**	**68,971**	**4,964**	**73,935**
Depreciation, amortisation and impairment	*(43,709)*	(6,470)	(2,352)	-	-	(52,531)	(4,446)	(56,977)

6. Cash and cash equivalents

	As at	
	30 June 2025 (unaudited)	*31 December 2024*
Cash on hand	953,696	1,105,924
Current accounts with credit institutions	804,594	675,438
Time deposits with credit institutions with maturities of up to 90 days	613,111	307,938
Current accounts with central banks, exduding obligatory reserves	353,235	189,410
Cash and cash equivalents, gross	**2,724,636**	**2,278,710**
Less – Allowance for expected credit loss	(607)	(234)
Cash and cash equivalents, net	**2,724,029**	**2,278,476**

Of the above cash and cash equivalents as at 30 June 2025, GEL 994,255 (31 December 2024: GEL 711,548) was placed on current and time deposit accounts with internationally recognised OECD banks and central banks that are the counterparties of the Group in performing international settlements. The Group earned up to 8.10% interest per annum on these deposits (31 December 2024: up to 4.60%). Management does not expect any losses from non-performance by the counterparties holding cash and cash equivalents, and there are no material differences between their book and fair values.

7. Amounts due from credit institutions

	As at	
	30 June 2025 (unaudited)	*31 December 2024*
Obligatory reserves with central banks	2,302,959	2,440,549
Time deposits with maturities of more than 90 days	54,023	-
Restricted cash	3,982	3,209
Receivables from reverse REPO operations	-	13,423
Amounts due from credit institutions, gross	**2,360,964**	**2,457,181**
Less – Allowance for expected credit loss	(613)	(491)
Amounts due from credit institutions, net	**2,360,351**	**2,456,690**

Obligatory reserves with central banks represent amounts deposited with the NBG and National Bank of the Republic of Belarus (the "NBRB"). Credit institutions are required to maintain cash deposits (obligatory reserve) with the NBG and with the NBRB, the amount of which depends on the level of funds attracted by the credit institution. The Group's ability to withdraw these deposits is restricted by regulation. The Group did not earn interest on obligatory reserves with NBG and NBRB for the period ended 30 June 2025 and 31 December 2024.

Restricted cash includes amounts placed with payment systems which serve as guarantee funds for card transaction settlements and are subject to withdrawal restrictions.

8. Investment securities and investment securities pledged under sale and repurchase agreements and securities lending

Investment securities

	As at	
	30 June 2025 (unaudited)	*31 December 2024*
Investment securities measured at FVOCI - debt instruments [1]	5,348,275	5,907,282
Investment securities designated as at FVOCI - equity investments	1,566	9,029
Investment securities measured at FVOCI	**5,349,841**	**5,916,311**

	30 June 2025 (unaudited)	*31 December 2024*
Investment securities measured at amortized cost [2]	1,757,111	1,910,870
Less: allowance for credit losses	(382)	(391)
Investment securities measured at amortized cost, net	**1,756,729**	**1,910,479**

[1] Investment securities measured at FVOCI - debt instruments comprise:

	30 June 2025 (unaudited)	*31 December 2024*
Ministry of Finance of Georgia treasury bonds	3,888,589	3,336,867
Ministry of Finance of Georgia treasury bills	95,652	106,139
US treasury bills	44,227	1,283,392
US treasury bonds	71,808	310,718
Foreign treasury bills	58,205	61,354
Certificates of deposit of central banks	-	27,630
Other debt instruments [1.1]	1,189,794	781,182
Investment securities measured at FVOCI - debt instruments	**5,348,275**	**5,907,282**

[1.1] Other debt instruments measured at FVOCI comprise:

	30 June 2025 (unaudited)	*31 December 2024*
European Bank for Reconstruction and Development	449,067	316,680
Asian Development Bank	268,812	110,989
European Investment Bank	132,582	-
Asian Infrastructure Investment Bank	132,436	61,625
International Finance Corporation	80,982	116,089
Nederlandse Financierings-Maatschappij voor Ontwikkelingslanden N.V.	-	75,552
Other debt instruments	125,915	100,247
Investment securities measured at FVOCI - other debt instruments	**1,189,794**	**781,182**

[2] Investment securities measured at amortised cost - debt instruments comprise:

	30 June 2025 (unaudited)	*31 December 2024*
Ministry of Finance of Georgia treasury bonds	54,965	58,393
US treasury bonds	88,057	263,212
Other debt instruments [2.1]	1,614,089	1,589,265
Investment securities measured at amortized cost - debt instruments, gross	**1,757,111**	**1,910,870**
Less: allowance for credit losses	(382)	(391)
Investment securities measured at amortized cost, net	**1,756,729**	**1,910,479**

[2.1] Other debt instruments measured at amortised cost comprise:

	30 June 2025 (unaudited)	*31 December 2024*
European Bank for Reconstruction and Development	1,030,625	1,011,633
Asian Development Bank	299,365	318,713
Nederlandse Financierings-Maatschappij voor Ontwikkelingslanden N.V.	180,316	100,267
Tegeta Motors LLC	43,024	43,022
Other Bonds	60,759	115,630
Investment securities measured at amortized cost - other debt instruments	1,614,089	1,589,265

8. Investment securities and investments securities pledged under sale and repurchase agreements and securities lending (continued)

Investment securities (Continued)

Investment securities pledged were as follows:

Investment securities pledged for short-term loans from the central banks	*30 June 2025 (unaudited)*	*31 December 2024*
Georgian Ministry of Finance treasury bonds	1,111,323	1,336,096
Other debt instruments	-	541,939
Total	**1,111,323**	**1,878,035**
Out of which:		
Measured at FVOCI	1,111,323	1,336,096
Measured at amortised cost	-	541,939

Investment securities pledged for MOF	*30 June 2025 (unaudited)*	*31 December 2024*
Georgian Ministry of Finance treasury bonds	853,815	300,256
Other debt instruments	390,476	543,513
Total	**1,244,291**	**843,769**
Out of which:		
Measured at FVOCI	853,815	300,256
Measured at amortised cost	390,476	543,513

For the period ended 30 June 2025 net gains on derecognition of investment securities comprised GEL 766 (2024: GEL 1,631) which is included in net other income.

As at 30 June 2025, allowance for ECL on investment securities measured at FVOCI comprised GEL 10,472 (31 December 2024: GEL 10,811).

Investment securities pledged under sale and repurchase agreements and securities lending

	30 June 2025 (unaudited)	*31 December 2024*
Investment securities pledged under sale and repurchase agreements and securities lending measured at FVOCI - debt instruments [3]	334,539	138,945
Investment securities pledged under sale and repurchase agreements and securities lending measured at FV	**334,539**	**138,945**

	30 June 2025 (unaudited)	*31 December 2024*
Investment securities pledged under sale and repurchase agreements and securities lending measured at amortised cost [4]	169,422	-
Less: allowance for expected credit losses	-	-
Investment securities pledged under sale and repurchase agreements and securities lending measured at amortised cost - debt instruments, net	**169,422**	**-**

[3] Investment securities pledged under sale and repurchase agreements and securities lending measured at FVOCI - debt instruments comprise:

	30 June 2025 (unaudited)	*31 December 2024*
US treasury bills	132,272	138,945
US treasury bonds	202,267	-
Investment securities pledged under sale and repurchase agreements and securities lending measured at FVOCI - debt instruments	**334,539**	**138,945**

[4] Investment securities pledged under sale and repurchase agreements and securities lending measured at amortised cost - debt instruments comprise:

	30 June 2025 (unaudited)	*31 December 2024*
US treasury bonds	169,422	-
Investment securities pledged under sale and repurchase agreements and securities lending measured at amortised cost - debt instruments, gross	**169,422**	**-**
Less: allowance for expected credit losses	-	-
Investment securities pledged under sale and repurchase agreements and securities lending measured at amortised cost - debt instruments, net	**169,422**	**-**

These transactions are conducted under terms that are usual and customary to standard Investment securities and investments securities pledged under sale and repurchase agreements and securities lending activities.

9. Loans to customers, factoring and finance lease receivables

	As at	
	30 June 2025 (unaudited)	*31 December 2024*
Commercial loans	9,501,773	8,762,318
Consumer loans	6,856,333	6,187,049
Residential mortgage loans	5,306,978	5,032,418
Micro and SME loans	4,629,361	4,441,390
Gold – pawn loans	189,600	154,242
Loans to customers at amortised cost, gross	**26,484,045**	**24,577,417**
Less – Allowance for expected credit loss	(385,282)	(356,674)
Loans to customers at amortised cost, net	**26,098,763**	**24,220,743**
Finance lease receivables, gross	**77,852**	**68,998**
Less – Allowance for expected credit loss	(6,272)	(9,754)
Finance lease receivables, net	**71,580**	**59,244**
Factoring receivables, gross	**40,304**	**36,180**
Less – Allowance for expected credit loss	(24)	(12)
Factoring receivables, net	**40,280**	**36,168**
Total loans to customers, factoring and finance lease receivables	**26,210,623**	**24,316,155**

As at 30 June 2025, loans to customers carried at GEL 1,937,109 (31 December 2024: GEL 1,044,929) were pledged for short-term loans from the NBG.

Expected credit loss

Movements of the gross loans and respective allowance for expected credit loss / impairment of loans to customers by class are provided in the table below, within which the new financial asset originated or purchased and the assets repaid during the year include the effects from revolving loans and increase of exposure to clients, where existing loans have been repaid with new contracts issued during the year. All new financial assets are originated either in Stage 1 or POCI category. Utilisation of additional tranches on existing financial assets are reflected in Stage 2 or Stage 3 if the credit risk of the borrower has deteriorated since initiation. Currency translation differences relate to loans issued by the subsidiaries of the Group whose functional currency is different from the presentation currency of the Group, while foreign exchange movement relates to foreign currency denominated loans issued by the Group. Net other changes in gross loan balances includes the effects of changes in accrued interest. Net other measurement of ECL includes the effect of changes in ECL due to post-model adjustments, changes in PDs and other inputs, as well as the effect from ECL attributable to changes in accrued interest.

9. Loans to customers, factoring and finance lease receivables (continued)

Commercial loans at amortised cost, gross:	**Stage 1**	**Stage 2**	**Stage 3**	**POCI**	**Total**
Balance at 1 January 2025	**8,297,769**	**278,071**	**173,730**	**12,748**	**8,762,318**
New financial asset originated or purchased	3,424,153	26,342	22,701	18,533	3,491,729
Transfer to Stage 1	25,106	(25,106)	-	-	-
Transfer to Stage 2	(201,542)	201,542	-	-	-
Transfer to Stage 3	(68)	(28,246)	28,314	-	-
Assets repaid	(2,671,788)	(107,410)	(48,332)	(1,738)	(2,829,268)
Resegmentation	58,703	-	-	-	58,703
Impact of modifications	(140)	(222)	264	-	(98)
Write-offs	-	-	(288)	-	(288)
Recoveries of amounts previously written off	-	-	529	(13)	516
Unwind of discount	-	-	3,553	246	3,799
Currency translation differences	20,520	749	980	-	22,249
Foreign exchange movement	(2,105)	2,518	(872)	(323)	(782)
Net other changes	(12,226)	5,035	(20)	106	(7,105)
Balance at 30 June 2025	**8,938,382**	**353,273**	**180,559**	**29,559**	**9,501,773**
Individually assessed	-	-	174,357	26,324	200,681
Collectively assessed	8,938,382	353,273	6,202	3,235	9,301,092
Balance at 30 June 2025	**8,938,382**	**353,273**	**180,559**	**29,559**	**9,501,773**

Commercial loans at amortised cost, ECL:	**Stage 1**	**Stage 2**	**Stage 3**	**POCI**	**Total**
Balance at 1 January 2025	**14,056**	**6,469**	**103,960**	**5,733**	**130,218**
New financial asset originated or purchased	8,177	446	2,974	2,243	13,840
Transfer to Stage 1	723	(723)	-	-	-
Transfer to Stage 2	(2,357)	2,357	-	-	-
Transfer to Stage 3	-	(29)	29	-	-
Impact on ECL of exposures transferred between stages during the period	(636)	1,054	3,820	-	4,238
Assets repaid	(3,189)	(1,894)	(5,795)	(707)	(11,585)
Resegmentation	94	-	-	-	94
Impact of modifications	-	2	123	-	125
Foreign exchange movement	217	273	869	(169)	1,190
Net other measurement of ECL	(1,559)	(1,940)	3,327	253	81
Income statement (releases)/charges	1,470	(454)	5,347	1,620	7,983
Write-offs	-	-	(288)	-	(288)
Recoveries of amounts previously written off	-	-	529	(13)	516
Unwind of discount	-	-	3,553	246	3,799
Currency translation differences	67	(2)	(891)	-	(826)
Balance at 30 June 2025	**15,593**	**6,013**	**112,210**	**7,586**	**141,402**
Individually assessed	-	-	108,095	6,454	114,549
Collectively assessed	15,593	6,013	4,115	1,132	26,853
Balance at 30 June 2025	**15,593**	**6,013**	**112,210**	**7,586**	**141,402**

9. Loans to customers, factoring and finance lease receivables (continued)

Expected credit loss (continued)

Residential mortgage loans at amortised cost, gross:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2025	**4,810,998**	**137,822**	**52,284**	**31,314**	**5,032,418**
New financial asset originated or purchased	848,218	-	192	1,335	849,745
Transfer to Stage 1	100,650	(100,650)	-	-	-
Transfer to Stage 2	(130,252)	138,895	(8,643)	-	-
Transfer to Stage 3	(528)	(12,890)	13,418	-	-
Assets repaid	(555,696)	(14,365)	(14,616)	(4,516)	(589,193)
Resegmentation	(20)	-	-	-	(20)
Impact of modifications	878	(18)	151	(19)	992
Write-offs	-	-	(1,400)	(129)	(1,529)
Recoveries of amounts previously written off	-	-	523	57	580
Unwind of discount	-	-	(21)	(166)	(187)
Currency translation differences	2,346	34	4	-	2,384
Foreign exchange movement	20,317	520	(84)	47	20,800
Net other changes	(2,581)	(10,868)	1,680	2,757	(9,012)
Balance at 30 June 2025	**5,094,330**	**138,480**	**43,488**	**30,680**	**5,306,978**
Individually assessed	-	-	3,757	-	3,757
Collectively assessed	5,094,330	138,480	39,731	30,680	5,303,221
Balance at 30 June 2025	**5,094,330**	**138,480**	**43,488**	**30,680**	**5,306,978**

Residential mortgage loans at amortised cost, ECL:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2025	**1,203**	**582**	**5,897**	**2,816**	**10,498**
New financial asset originated or purchased	654	-	150	362	1,166
Transfer to Stage 1	479	(479)	-	-	-
Transfer to Stage 2	(264)	877	(613)	-	-
Transfer to Stage 3	(1)	(141)	142	-	-
Impact on ECL of exposures transferred between stages during the period	(285)	(148)	991	-	558
Assets repaid	(141)	(109)	(2,350)	(837)	(3,437)
Impact of modifications	6	-	73	(1)	78
Foreign exchange movement	3	4	39	(3)	43
Net other measurement of ECL	(131)	232	2,994	561	3,656
Income statement (releases)/charges	320	236	1,426	82	2,064
Write-offs	-	-	(1,400)	(129)	(1,529)
Recoveries of amounts previously written off	-	-	523	57	580
Unwind of discount	-	-	(21)	(166)	(187)
Currency translation differences	1	1	2	-	4
Balance at 30 June 2025	**1,524**	**819**	**6,427**	**2,660**	**11,430**
Individually assessed	-	-	223	-	223
Collectively assessed	1,524	819	6,204	2,660	11,207
Balance at 30 June 2025	**1,524**	**819**	**6,427**	**2,660**	**11,430**

9. Loans to customers, factoring and finance lease receivables (continued)

Expected credit loss (continued)

Micro and SME loans at amortised cost, gross:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2025	**4,062,959**	**192,350**	**171,732**	**14,349**	**4,441,390**
New financial asset originated or purchased	1,286,022	751	221	721	1,287,715
Transfer to Stage 1	64,508	(64,508)	-	-	-
Transfer to Stage 2	(134,290)	142,616	(8,326)	-	-
Transfer to Stage 3	(1,241)	(45,564)	46,805	-	-
Assets repaid	(1,055,012)	(31,193)	(26,055)	(417)	(1,112,677)
Resegmentation	(58,607)	-	-	-	(58,607)
Impact of modifications	(34)	384	(488)	(2)	(140)
Write-offs	-	-	(6,254)	(122)	(6,376)
Recoveries of amounts previously written off	-	-	4,794	59	4,853
Unwind of discount	-	-	1,025	325	1,350
Currency translation differences	8,717	485	814	-	10,016
Foreign exchange movement	22,659	2,237	46	767	25,709
Net other changes	32,409	169	3,393	157	36,128
Balance at 30 June 2025	**4,228,090**	**197,727**	**187,707**	**15,837**	**4,629,361**
Individually assessed	-	-	27,057	11,894	38,951
Collectively assessed	4,228,090	197,727	160,650	3,943	4,590,410
Balance at 30 June 2025	**4,228,090**	**197,727**	**187,707**	**15,837**	**4,629,361**

Micro and SME loans at amortised cost, ECL:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2025	**11,146**	**4,315**	**54,397**	**8,100**	**77,958**
New financial asset originated or purchased	6,954	4	3	108	7,069
Transfer to Stage 1	1,264	(1,264)	-	-	-
Transfer to Stage 2	(1,470)	2,782	(1,312)	-	-
Transfer to Stage 3	(6)	(1,606)	1,612	-	-
Impact on ECL of exposures transferred between stages during the period	(667)	801	8,246	-	8,380
Assets repaid	(2,588)	(837)	(10,406)	(91)	(13,922)
Resegmentation	(93)	-	-	-	(93)
Impact of modifications	3	29	(134)	(1)	(103)
Foreign exchange movement	73	28	272	533	906
Net other measurement of ECL	(451)	509	11,387	812	12,257
Income statement (releases)/charges	3,019	446	9,668	1,361	14,494
Write-offs	-	-	(6,254)	(122)	(6,376)
Recoveries of amounts previously written off	-	-	4,794	59	4,853
Unwind of discount	-	-	1,025	325	1,350
Currency translation differences	19	(8)	136	-	147
Balance at 30 June 2025	**14,184**	**4,753**	**63,766**	**9,723**	**92,426**
Individually assessed	-	-	7,168	8,552	15,720
Collectively assessed	14,184	4,753	56,598	1,171	76,706
Balance at 30 June 2025	**14,184**	**4,753**	**63,766**	**9,723**	**92,426**

9. Loans to customers, factoring and finance lease receivables (continued)

Expected credit loss (continued)

Consumer loans at amortised cost, gross:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2025	**5,804,112**	**253,724**	**102,822**	**26,391**	**6,187,049**
New financial asset originated or purchased	3,284,870	12,470	933	2,091	3,300,364
Transfer to Stage 1	160,856	(160,856)	-	-	-
Transfer to Stage 2	(352,435)	370,084	(17,649)	-	-
Transfer to Stage 3	(2,986)	(64,525)	67,511	-	-
Assets repaid	(2,540,885)	(57,166)	(34,292)	(4,566)	(2,636,909)
Resegmentation	(76)	-	-	-	(76)
Impact of modifications	(759)	223	(2,421)	(5)	(2,962)
Write-offs	-	-	(43,017)	(170)	(43,187)
Recoveries of amounts previously written off	-	-	14,402	109	14,511
Unwind of discount	-	-	977	(97)	880
Currency translation differences	18,362	100	429	-	18,891
Foreign exchange movement	5,304	552	237	90	6,183
Net other changes	44,988	(63,251)	27,682	2,170	11,589
Balance at 30 June 2025	**6,421,351**	**291,355**	**117,614**	**26,013**	**6,856,333**
Individually assessed	-	-	7,142	-	7,142
Collectively assessed	6,421,351	291,355	110,472	26,013	6,849,191
Balance at 30 June 2025	**6,421,351**	**291,355**	**117,614**	**26,013**	**6,856,333**

Consumer loans at amortised cost, ECL:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2025	**55,495**	**23,859**	**53,353**	**4,280**	**136,987**
New financial asset originated or purchased	40,999	1,424	337	291	43,051
Transfer to Stage 1	12,174	(12,174)	-	-	-
Transfer to Stage 2	(17,458)	26,324	(8,866)	-	-
Transfer to Stage 3	(147)	(8,799)	8,946	-	-
Impact on ECL of exposures transferred between stages during the period	(6,550)	6,213	26,242	-	25,905
Assets repaid	(33,284)	(12,167)	(29,706)	(1,369)	(76,526)
Resegmentation	(1)	-	-	-	(1)
Impact of modifications	(151)	1	(894)	(11)	(1,055)
Foreign exchange movement	20	12	173	(9)	196
Net other measurement of ECL	(4,086)	(1,181)	42,090	1,065	37,888
Income statement (releases)/charges	(8,484)	(347)	38,322	(33)	29,458
Write-offs	-	-	(43,017)	(170)	(43,187)
Recoveries of amounts previously written off	-	-	14,402	109	14,511
Unwind of discount	-	-	977	(97)	880
Currency translation differences	106	30	231	-	367
Balance at 30 June 2025	**47,117**	**23,542**	**64,268**	**4,089**	**139,016**
Individually assessed	-	-	3,577	-	3,577
Collectively assessed	47,117	23,542	60,691	4,089	135,439
Balance at 30 June 2025	**47,117**	**23,542**	**64,268**	**4,089**	**139,016**

9. Loans to customers, factoring and finance lease receivables (continued)

Expected credit loss (continued)

Gold – pawn loans at amortised cost, gross:	**Stage 1**	**Stage 2**	**Stage 3**	**POCI**	**Total**
Balance at 1 January 2025	**145,866**	**5,649**	**2,727**	**-**	**154,242**
New financial asset originated or purchased	181,095	-	1,376	-	182,471
Transfer to Stage 1	3,765	(3,765)	-	-	-
Transfer to Stage 2	(10,328)	10,966	(638)	-	-
Transfer to Stage 3	(361)	(830)	1,191	-	-
Assets repaid	(140,577)	(5,370)	(1,525)	-	(147,472)
Write-offs	-	-	(3)	-	(3)
Recoveries of amounts previously written off	-	-	(1)	-	(1)
Foreign exchange movement	(2)	-	-	-	(2)
Net other changes	267	30	68	-	365
Balance at 30 June 2025	**179,725**	**6,680**	**3,195**	**-**	**189,600**
Collectively assessed	179,725	6,680	3,195	-	189,600
Balance at 30 June 2025	**179,725**	**6,680**	**3,195**	**-**	**189,600**

Gold – pawn loans at amortised cost, ECL:	**Stage 1**	**Stage 2**	**Stage 3**	**POCI**	**Total**
Balance at 1 January 2025	**12**	**5**	**996**	**-**	**1,013**
New financial asset originated or purchased	1	-	58	-	59
Transfer to Stage 1	1	(1)	-	-	-
Transfer to Stage 2	(1)	17	(16)	-	-
Impact on ECL of exposures transferred between stages during the period	(1)	(15)	17	-	1
Assets repaid	(3)	(1)	(45)	-	(49)
Net other measurement of ECL	(7)	(3)	(2)	-	(12)
Income statement (releases)/charges	(10)	(3)	12	-	(1)
Write-offs	-	-	(3)	-	(3)
Recoveries of amounts previously written off	-	-	(1)	-	(1)
Balance at 30 June 2025	**2**	**2**	**1,004**	**-**	**1,008**
Collectively assessed	2	2	1,004	-	1,008
Balance at 30 June 2025	**2**	**2**	**1,004**	**-**	**1,008**

9. Loans to customers, factoring and finance lease receivables (continued)

Expected credit loss (continued)

Commercial loans at amortised cost, gross:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2024	**6,342,245**	**515,789**	**97,721**	**23,575**	**6,979,330**
New financial asset originated or purchased	3,094,347	29,811	430	3,283	3,127,871
Transfer to Stage 1	36,621	(36,621)	-	-	-
Transfer to Stage 2	(120,050)	120,050	-	-	-
Transfer to Stage 3	(1,010)	(27,829)	28,839	-	-
Assets repaid	(2,261,928)	(142,384)	(22,438)	(487)	(2,427,237)
Resegmentation	34,101	-	-	-	34,101
Impact of modifications	(187)	(727)	(159)	(22)	(1,095)
Write-offs	-	-	(1,138)	-	(1,138)
Recoveries of amounts previously written off	-	-	487	2	489
Unwind of discount	-	-	1,971	497	2,468
Currency translation differences	21,071	1,256	1,225	-	23,552
Foreign exchange movement	150,778	11,781	1,175	1,105	164,839
Net other changes	39,859	1,519	271	341	41,990
Balance at 30 June 2024	**7,335,847**	**472,645**	**108,384**	**28,294**	**7,945,170**
Individually assessed	-	-	97,500	26,579	124,079
Collectively assessed	7,335,847	472,645	10,884	1,715	7,821,091
Balance at 30 June 2024	**7,335,847**	**472,645**	**108,384**	**28,294**	**7,945,170**

Commercial loans at amortised cost, ECL:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2024	**14,098**	**33,193**	**42,127**	**8,941**	**98,359**
New financial asset originated or purchased	9,777	402	239	2,061	12,479
Transfer to Stage 1	556	(556)	-	-	-
Transfer to Stage 2	(1,353)	1,353	-	-	-
Transfer to Stage 3	(361)	(3,600)	3,961	-	-
Impact on ECL of exposures transferred between stages during the period	(109)	1,726	7,591	-	9,208
Assets repaid	(5,657)	(4,218)	(3,543)	(104)	(13,522)
Resegmentation	198	-	-	-	198
Impact of modifications	(1)	6	66	(10)	61
Foreign exchange movement	173	744	823	586	2,326
Net other measurement of ECL	(2,070)	2,821	(2,241)	(1,231)	(2,721)
Income statement (releases)/charges	1,153	(1,322)	6,896	1,302	8,029
Write-offs	-	-	(1,138)	-	(1,138)
Recoveries of amounts previously written off	-	-	487	2	489
Unwind of discount	-	-	1,971	497	2,468
Currency translation differences	133	46	486	-	665
Balance at 30 June 2024	**15,384**	**31,917**	**50,829**	**10,742**	**108,872**
Individually assessed	-	-	46,122	10,739	56,861
Collectively assessed	15,384	31,917	4,707	3	52,011
Balance at 30 June 2024	**15,384**	**31,917**	**50,829**	**10,742**	**108,872**

9. Loans to customers, factoring and finance lease receivables (continued)

Expected credit loss (continued)

Residential mortgage loans at amortised cost, gross:	**Stage 1**	**Stage 2**	**Stage 3**	**POCI**	**Total**
Balance at 1 January 2024	**4,300,338**	**174,052**	**50,946**	**32,189**	**4,557,525**
New financial asset originated or purchased	779,172	-	-	9,420	788,592
Transfer to Stage 1	142,385	(142,385)	-	-	-
Transfer to Stage 2	(122,548)	131,592	(9,044)	-	-
Transfer to Stage 3	(7,417)	(13,403)	20,820	-	-
Assets repaid	(598,718)	(20,894)	(15,925)	(4,921)	(640,458)
Impact of modifications	449	(35)	(174)	11	251
Write-offs	-	-	(3,129)	(1,193)	(4,322)
Recoveries of amounts previously written off	-	-	183	1,105	1,288
Unwind of discount	-	-	(22)	30	8
Currency translation differences	1,082	44	8	-	1,134
Foreign exchange movement	42,605	982	447	634	44,668
Net other changes	(5,160)	(1,423)	1,254	703	(4,626)
Balance at 30 June 2024	**4,532,188**	**128,530**	**45,364**	**37,978**	**4,744,060**
Individually assessed	-	-	171	2,237	2,408
Collectively assessed	4,532,188	128,530	45,193	35,741	4,741,652
Balance at 30 June 2024	**4,532,188**	**128,530**	**45,364**	**37,978**	**4,744,060**

Residential mortgage loans at amortised cost, ECL:	**Stage 1**	**Stage 2**	**Stage 3**	**POCI**	**Total**
Balance at 1 January 2024	**3,970**	**2,036**	**11,867**	**4,875**	**22,748**
New financial asset originated or purchased	2,157	-	-	1,511	3,668
Transfer to Stage 1	1,369	(1,369)	-	-	-
Transfer to Stage 2	(564)	2,392	(1,828)	-	-
Transfer to Stage 3	(987)	(227)	1,214	-	-
Impact on ECL of exposures transferred between stages during the period	(334)	(1,548)	1,426	-	(456)
Assets repaid	(373)	(278)	(2,768)	(1,878)	(5,297)
Impact of modifications	3	1	81	126	211
Foreign exchange movement	13	2	52	83	150
Net other measurement of ECL	(1,974)	411	2,858	1,342	2,637
Income statement (releases)/charges	(690)	(616)	1,035	1,184	913
Write-offs	-	-	(3,129)	(1,193)	(4,322)
Recoveries of amounts previously written off	-	-	183	1,105	1,288
Unwind of discount	-	-	(22)	30	8
Currency translation differences	-	-	3	-	3
Balance at 30 June 2024	**3,280**	**1,420**	**9,937**	**6,001**	**20,638**
Individually assessed	-	-	51	373	424
Collectively assessed	3,280	1,420	9,886	5,628	20,214
Balance at 30 June 2024	**3,280**	**1,420**	**9,937**	**6,001**	**20,638**

9. Loans to customers, factoring and finance lease receivables (continued)

Expected credit loss (continued)

Micro and SME loans at amortised cost, gross:	**Stage 1**	**Stage 2**	**Stage 3**	**POCI**	**Total**
Balance at 1 January 2024	**3,709,870**	**191,530**	**168,425**	**3,197**	**4,073,022**
New financial asset originated or purchased	1,439,153	100	418	890	1,440,561
Transfer to Stage 1	71,265	(71,265)	-	-	-
Transfer to Stage 2	(123,409)	133,907	(10,498)	-	-
Transfer to Stage 3	(4,490)	(49,743)	54,233	-	-
Assets repaid	(1,144,958)	(32,918)	(34,666)	(281)	(1,212,823)
Resegmentation	(34,169)	-	63	-	(34,106)
Impact of modifications	44	85	(587)	(5)	(463)
Write-offs	-	-	(12,575)	(85)	(12,660)
Recoveries of amounts previously written off	-	-	4,230	82	4,312
Unwind of discount	-	-	1,432	38	1,470
Currency translation differences	2,814	251	385	-	3,450
Foreign exchange movement	53,595	2,285	2,049	50	57,979
Net other changes	17,891	792	5,029	-	23,712
Balance at 30 June 2024	**3,987,606**	**175,024**	**177,938**	**3,886**	**4,344,454**
Individually assessed	-	-	32,350	-	32,350
Collectively assessed	3,987,606	175,024	145,588	3,886	4,312,104
Balance at 30 June 2024	**3,987,606**	**175,024**	**177,938**	**3,886**	**4,344,454**

Micro and SME loans at amortised cost, ECL:	**Stage 1**	**Stage 2**	**Stage 3**	**POCI**	**Total**
Balance at 1 January 2024	**11,004**	**5,538**	**54,286**	**833**	**71,661**
New financial asset originated or purchased	6,288	-	26	57	6,371
Transfer to Stage 1	2,279	(2,279)	-	-	-
Transfer to Stage 2	(1,731)	3,691	(1,960)	-	-
Transfer to Stage 3	(839)	(2,788)	3,627	-	-
Impact on ECL of exposures transferred between stages during the period	(227)	(1,731)	10,730	-	8,772
Assets repaid	(2,585)	(1,000)	(11,888)	(157)	(15,630)
Resegmentation	(198)	-	-	-	(198)
Impact of modifications	2	-	(248)	(3)	(249)
Foreign exchange movement	79	18	589	6	692
Net other measurement of ECL	(2,729)	3,306	14,580	72	15,229
Income statement (releases)/charges	339	(783)	15,456	(25)	14,987
Write-offs	-	-	(12,575)	(85)	(12,660)
Recoveries of amounts previously written off	-	-	4,230	82	4,312
Unwind of discount	-	-	1,432	38	1,470
Currency translation differences	17	15	195	-	227
Balance at 30 June 2024	**11,360**	**4,770**	**63,024**	**843**	**79,997**
Individually assessed	-	-	14,531	-	14,531
Collectively assessed	11,360	4,770	48,493	843	65,466
Balance at 30 June 2024	**11,360**	**4,770**	**63,024**	**843**	**79,997**

9. Loans to customers, factoring and finance lease receivables (continued)

Expected credit loss (continued)

Consumer loans at amortised cost, gross:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2024	**4,325,760**	**234,229**	**111,469**	**28,511**	**4,699,969**
New financial asset originated or purchased	2,890,289	2,715	292	4,401	2,897,697
Transfer to Stage 1	165,225	(165,164)	(61)	-	-
Transfer to Stage 2	(233,109)	256,832	(23,723)	-	-
Transfer to Stage 3	(15,935)	(39,956)	55,891	-	-
Assets repaid	(2,085,008)	(54,820)	(30,972)	(5,476)	(2,176,276)
Resegmentation	-	-	94	-	94
Impact of modifications	(297)	(6)	(2,831)	(253)	(3,387)
Write-offs	-	-	(37,275)	(696)	(37,971)
Recoveries of amounts previously written off	-	-	15,046	773	15,819
Unwind of discount	-	-	1,115	45	1,160
Currency translation differences	8,608	96	127	-	8,831
Foreign exchange movement	18,603	472	292	113	19,480
Net other changes	1,171	(1,630)	7,764	526	7,831
Balance at 30 June 2024	**5,075,307**	**232,768**	**97,228**	**27,944**	**5,433,247**
Individually assessed	-	-	4,102	-	4,102
Collectively assessed	5,075,307	232,768	93,126	27,944	5,429,145
Balance at 30 June 2024	**5,075,307**	**232,768**	**97,228**	**27,944**	**5,433,247**

Consumer loans at amortised cost, ECL:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2024	**41,947**	**18,044**	**63,888**	**7,754**	**131,633**
New financial asset originated or purchased	62,144	260	75	1,537	64,016
Transfer to Stage 1	9,647	(9,616)	(31)	-	-
Transfer to Stage 2	(14,354)	29,230	(14,876)	-	-
Transfer to Stage 3	(13,806)	(8,188)	21,994	-	-
Impact on ECL of exposures transferred between stages during the period	(1,043)	(11,155)	11,277	-	(921)
Assets repaid	(23,420)	(4,491)	(21,797)	(2,410)	(52,118)
Impact of modifications	(205)	(2)	(1,349)	(47)	(1,603)
Foreign exchange movement	21	8	108	11	148
Net other measurement of ECL	(13,948)	6,851	17,867	(352)	10,418
Income statement (releases)/charges	5,036	2,897	13,268	(1,261)	19,940
Write-offs	-	-	(37,275)	(696)	(37,971)
Recoveries of amounts previously written off	-	-	15,046	773	15,819
Unwind of discount	-	-	1,115	45	1,160
Currency translation differences	74	27	79	-	180
Balance at 30 June 2024	**47,057**	**20,968**	**56,121**	**6,615**	**130,761**
Individually assessed	-	-	2,333	-	2,333
Collectively assessed	47,057	20,968	53,788	6,615	128,428
Balance at 30 June 2024	**47,057**	**20,968**	**56,121**	**6,615**	**130,761**

9. Loans to customers, factoring and finance lease receivables (continued)

Expected credit loss (continued)

Gold – pawn loans at amortised cost, gross:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2024	**137,416**	**8,696**	**4,116**	**-**	**150,228**
New financial asset originated or purchased	78,243	-	169	-	78,412
Transfer to Stage 1	5,145	(5,145)	-	-	-
Transfer to Stage 2	(6,206)	6,973	(767)	-	-
Transfer to Stage 3	(1,442)	(695)	2,137	-	-
Assets repaid	(73,909)	(3,615)	(2,529)	-	(80,053)
Resegmentation	68	-	(157)	-	(89)
Write-offs	-	-	(32)	-	(32)
Recoveries of amounts previously written off	-	-	6	-	6
Foreign exchange movement	4	-	-	-	4
Net other changes	(62)	(31)	166	-	73
Balance at 30 June 2024	**139,257**	**6,183**	**3,109**	**-**	**148,549**
Collectively assessed	139,257	6,183	3,109	-	148,549
Balance at 30 June 2024	**139,257**	**6,183**	**3,109**	**-**	**148,549**

Gold – pawn loans at amortised cost, ECL:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2024	**43**	**24**	**1,322**	**-**	**1,389**
Transfer to Stage 1	10	(10)	-	-	-
Transfer to Stage 2	(4)	49	(45)	-	-
Transfer to Stage 3	-	(1)	1	-	-
Assets repaid	(12)	(6)	(194)	-	(212)
Net other measurement of ECL	(13)	(45)	79	-	21
Income statement (releases)/charges	(19)	(13)	(159)	-	(191)
Write-offs	-	-	(32)	-	(32)
Recoveries of amounts previously written off	-	-	6	-	6
Balance at 30 June 2024	**24**	**11**	**1,137**	**-**	**1,172**
Collectively assessed	24	11	1,137	-	1,172
Balance at 30 June 2024	**24**	**11**	**1,137**	**-**	**1,172**

Concentration of loans to customers

As at 30 June 2025, the concentration of loans granted by the Group to the ten largest third-party borrowers comprised GEL1,648,166 accounting for 6% of the gross loan portfolio of the Group (31 December 2024: GEL1,622,915 and 7% respectively). An allowance of GEL 2,166(31 December 2024: GEL 1,596) was established against these loans.

As at 30 June 2025, the concentration of loans granted by the Group to the ten largest third-party group of borrowers (borrower and its related parties) comprised GEL 3,006,098 accounting for 11% of the gross loan portfolio of the Group (31 December 2024: GEL 2,823,628 and 11% respectively). An allowance of GEL 4,096 (31 December 2024: GEL 3,667) was established against these loans.

9. Loans to customers, factoring and finance lease receivables (continued)

Concentration of loans to customers (continued)

As at 30 June 2025 and 31 December 2024 loans were principally issued within Georgia, and their distribution by industry sector was as follows:

	As at	
	30 June 2025 (unaudited)	*31 December 2024*
Individuals	14,694,852	13,523,394
Real estate	2,758,578	2,462,948
Trade	1,979,458	1,769,292
Manufacturing	1,282,997	1,359,028
Electricity, gas and water supply	981,207	914,765
Hospitality	957,229	874,530
Agriculture	928,021	867,671
Financial intermediation	569,836	566,457
Service	519,397	495,904
Construction	392,837	410,076
Transport & communication	321,676	313,881
Mining and quarrying	46,052	152,050
Other	1,051,905	867,421
Loans to customers, gross	**26,484,045**	**24,577,417**
Less – Allowance for expected credit loss	(385,282)	(356,674)
Loans to customers, net	**26,098,763**	**24,220,743**

Finance lease receivables

	As at	
	30 June 2025 (unaudited)	*31 December 2024*
Minimum lease payments receivable	112,301	97,070
Less – Unearned finance lease income	(34,449)	(28,072)
	77,852	**68,998**
Less – Allowance for expected credit loss / impairment loss	(6,272)	(9,754)
Finance lease receivables, net	**71,580**	**59,244**

The difference between the minimum lease payments to be received in the future and gross value of the finance lease receivables represents unearned finance income.

Future minimum lease payments to be received after 30 June 2025 and 31 December 2024 are as follows:

	30 June 2025 (unaudited)	*31 December 2024*
Within 1 year	69,697	56,247
From 1 to 2 years	7,408	7,203
From 2 to 3 years	11,971	9,776
From 3 to 4 years	2,024	1,925
From 4 to 5 years	5,861	4,120
More than 5 years	15,340	17,799
Minimum lease payment receivables	**112,301**	**97,070**

9. Loans to customers, factoring and finance lease receivables (continued)

Finance lease receivables (continued)

Movements of the gross finance lease receivables and respective allowance for expected credit loss/impairment of finance lease receivables are as follows:

Finance lease receivables, gross	**Stage 1**	**Stage 2**	**Stage 3**	**POCI**	**Total**
Balance at 1 January 2025	**43,018**	**955**	**7,828**	**17,197**	**68,998**
New financial asset originated or purchased	24,991	-	-	2,281	27,272
Transfer to Stage 1	267	(267)	-	-	-
Transfer to Stage 2	(1,723)	1,752	(29)	-	-
Transfer to Stage 3	(91)	(1,107)	1,198	-	-
Assets repaid	(13,836)	(332)	(410)	(4,372)	(18,950)
Impact of modifications	69	-	-	-	69
Write-offs	-	-	(3,022)	(100)	(3,122)
Unwind of discount	-	-	3	(103)	(100)
Currency translation differences	3,416	52	64	-	3,532
Foreign exchange movement	(2,113)	(107)	(142)	(174)	(2,536)
Net other changes	2,102	17	49	521	2,689
Balance at 30 June 2025	**56,100**	**963**	**5,539**	**15,250**	**77,852**
Individually assessed	-	-	925	-	925
Collectively assessed	56,100	963	4,614	15,250	76,927
Balance at 30 June 2025	**56,100**	**963**	**5,539**	**15,250**	**77,852**

Finance lease receivables, ECL:	**Stage 1**	**Stage 2**	**Stage 3**	**POCI**	**Total**
Balance at 1 January 2025	**337**	**176**	**7,513**	**1,728**	**9,754**
New financial asset originated or purchased	164	-	-	-	164
Transfer to Stage 1	29	(29)	-	-	-
Transfer to Stage 2	(12)	27	(15)	-	-
Transfer to Stage 3	(91)	(513)	604	-	-
Impact on ECL of exposures transferred between stages during the period	(28)	102	126	-	200
Assets repaid	(156)	(17)	(291)	(747)	(1,211)
Foreign exchange movement	-	1	-	-	1
Net other measurement of ECL	(153)	257	(68)	571	607
Income statement (releases)/charges	(247)	(172)	356	(176)	(239)
Write-offs	-	-	(595)	(100)	(695)
Recoveries of amounts previously written off	-	-	(2,452)	-	(2,452)
Unwind of discount	-	-	3	(103)	(100)
Currency translation differences	(1)	-	5	-	4
Balance at 30 June 2025	**89**	**4**	**4,830**	**1,349**	**6,272**
Individually assessed	-	-	219	-	219
Collectively assessed	89	4	4,611	1,349	6,053
Balance at 30 June 2025	**89**	**4**	**4,830**	**1,349**	**6,272**

9. Loans to customers, factoring and finance lease receivables (continued)

Finance lease receivables (continued)

Finance lease receivables, gross	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2024	**33,899**	**5,048**	**12,064**	**19,080**	**70,091**
New financial asset originated or purchased	12,937	-	-	2,729	15,666
Transfer to Stage 1	1,366	(1,365)	(1)	-	-
Transfer to Stage 2	(1,977)	2,083	(106)	-	-
Transfer to Stage 3	(8)	(3,221)	3,229	-	-
Assets repaid	(12,945)	(1,739)	(3,105)	(4,495)	(22,284)
Impact of modifications	(18)	-	-	-	(18)
Write-offs	-	-	(1,655)	281	(1,374)
Unwind of discount	-	-	11	(37)	(26)
Currency translation differences	1,667	79	353	-	2,099
Foreign exchange movement	(196)	(23)	(105)	(98)	(422)
Net other changes	1,075	100	153	75	1,403
Balance at 30 June 2024	**35,800**	**962**	**10,838**	**17,535**	**65,135**
Individually assessed	-	-	3,059	-	3,059
Collectively assessed	35,800	962	7,779	17,535	62,076
Balance at 30 June 2024	**35,800**	**962**	**10,838**	**17,535**	**65,135**

Finance lease receivables, ECL:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2024	**1,169**	**484**	**5,706**	**3,849**	**11,208**
New financial asset originated or purchased	117	-	-	-	117
Transfer to Stage 1	45	(45)	-	-	-
Transfer to Stage 2	(27)	30	(3)	-	-
Transfer to Stage 3	-	(476)	476	-	-
Impact on ECL of exposures transferred between stages during	(33)	34	280	-	281
Assets repaid	(30)	(105)	(1,132)	(1,814)	(3,081)
Foreign exchange movement	(2)	(3)	(29)	-	(34)
Net other measurement of ECL	(176)	87	1,167	1,251	2,329
Income statement (releases)/charges	(106)	(478)	759	(563)	(388)
Write-offs	-	-	-	281	281
Recoveries of amounts previously written off	(851)	-	-	-	(851)
Unwind of discount	-	-	11	(37)	(26)
Currency translation differences	11	4	19	-	34
Balance at 30 June 2024	**223**	**10**	**6,495**	**3,530**	**10,258**
Individually assessed	-	-	785	-	785
Collectively assessed	223	10	5,710	3,530	9,473
Balance at 30 June 2024	**223**	**10**	**6,495**	**3,530**	**10,258**

Factoring receivables

	30 June 2025 (unaudited)	*31 December 2024*
Factoring receivables, gross	**40,304**	**36,180**
Less – Allowance for expected credit loss	(24)	(12)
Factoring receivables, net	**40,280**	**36,168**

9. Loans to customers, factoring and finance lease receivables (continued)

Factoring receivables (continued)

Factoring receivables, gross	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2025	**36,066**	**82**	**32**	**-**	**36,180**
New financial asset originated or purchased	36,912	-	-	-	36,912
Assets repaid	(32,815)	(84)	(33)	-	(32,932)
Currency translation differences	140	2	1	-	143
Net other changes	1	-	-	-	1
Balance at 30 June 2025	**40,304**	**-**	**-**	**-**	**40,304**
Collectively assessed	40,304	-	-	-	40,304
Balance at 30 June 2025	**40,304**	**-**	**-**	**-**	**40,304**

Factoring receivables, ECL:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2025	**12**	**-**	**-**	**-**	**12**
New financial asset originated or purchased	29	-	-	-	29
Assets repaid	(14)	-	-	-	(14)
Net other measurement of ECL	(1)	-	-	-	(1)
Income statement (releases)/charges	14	-	-	-	14
Currency translation differences	(2)	-	-	-	(2)
Balance at 30 June 2025	**24**	**-**	**-**	**-**	**24**
Collectively assessed	24	-	-	-	24
Balance at 30 June 2025	**24**	**-**	**-**	**-**	**24**

Factoring receivables, gross	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2024	**54,749**	**180**	**98**	**-**	**55,027**
New financial asset originated or purchased	16,263	-	-	-	16,263
Transfer to Stage 2	(1,923)	1,923	-	-	-
Transfer to Stage 3	(204)	(146)	350	-	-
Assets repaid	(15,792)	(539)	(234)	-	(16,565)
Currency translation differences	114	8	9	-	131
Foreign exchange movement	545	-	-	-	545
Net other changes	-	-	1	-	1
Balance at 30 June 2024	**53,752**	**1,426**	**224**	**-**	**55,402**
Individually assessed	-	-	224	-	224
Collectively assessed	53,752	1,426	-	-	55,178
Balance at 30 June 2024	**53,752**	**1,426**	**224**	**-**	**55,402**

Factoring receivables, ECL:	Stage 1	Stage 2	Stage 3	POCI	Total
Balance at 1 January 2024	**28**	**1**	**98**	**-**	**127**
New financial asset originated or purchased	206	-	-	-	206
Transfer to Stage 2	(32)	32	-	-	-
Transfer to Stage 3	(204)	-	204	-	-
Assets repaid	(14)	(1)	(208)	-	(223)
Net other measurement of ECL	30	(1)	-	-	29
Income statement (releases)/charges	(14)	30	(4)	-	12
Currency translation differences	-	-	5	-	5
Balance at 30 June 2024	**14**	**31**	**99**	**-**	**144**
Individually assessed	-	-	99	-	99
Collectively assessed	14	31	-	-	45
Balance at 30 June 2024	**14**	**31**	**99**	**-**	**144**

10. Taxation

The corporate income tax expense in income statement comprises:

	For the six months ended	
	30 June 2025 (unaudited)	*30 June 2024 (unaudited)*
Current income expense	(126,878)	(123,726)
Deferred income tax expense	(16,139)	(11,334)
Income tax expense	**(143,017)**	**(135,060)**

	2025	*2024*
Net losses on investment securities	34	-
Income tax expense in other comprehensive income	**34**	**-**

The income tax rate applicable to most of the Group's income is the income tax rate applicable to subsidiaries' income, which ranges from 15% to 25% (30 June 2024: from 15% to 25%). No tax implications from bargain gain recognized from acquisition of associate.

As at 30 June 2025 and 31 December 2024 income tax assets and liabilities consist of the following:

	As at	
	30 June 2025 (unaudited)	*31 December 2024*
Current income tax assets	-	45,738
Deferred income tax assets	197	320
Income tax assets	**197**	**46,058**
Current income tax liabilities	49,133	1,155
Deferred income tax liabilities	36,326	19,899
Income tax liabilities	**85,459**	**21,054**

11. Other assets and other liabilities

Other assets comprise:

	As at	
	30 June 2025 (unaudited)	*31 December 2024*
Receivables from remittance operations	135,238	96,210
Other receivables	106,556	76,490
Derivatives margin	27,926	11,199
Inventory	12,286	12,296
Operating tax assets	7,851	3,876
Derivative financial assets	5,375	24,186
Assets purchased for finance lease purposes	1,301	1,441
Other	1,570	44,012
Other assets, gross	**298,103**	**269,710**
Less – Allowance for impairment of other assets	(18,554)	(14,368)
Other assets, net	**279,549**	**255,342**

Other receivables mainly include receivables from settlement operations, operating lease receivables and receivables from guarantees and letters of credit.

11. Other assets and other liabilities (continued)

Other liabilities comprise:

	As at	
	30 June 2025 (unaudited)	*31 December 2024*
Dividends payable	304,879	5,030
Payables for remittance operations	59,909	33,060
Transfers in transit	52,200	31,991
Creditors	50,001	43,269
Derivative financial liabilities	17,160	5,633
Other taxes payable	5,250	5,628
Provisions	3,941	4,321
Advances received	2,007	2,460
Accounts payable	909	1,282
Derivatives margin	272	419
Other	26,306	16,236
Other liabilities	**522,834**	**149,329**

The table below shows the fair values of derivative financial instruments, recorded as assets or liabilities, together with their notional amounts. The notional amount, recorded gross, is the amount of a derivative's underlying asset or liability, reference rate or index and is the basis upon which changes in the value of derivatives are measured. The notional amounts indicate the volume of transactions outstanding at the year-end and are not indicative of the credit risk.

	2025			*2024*		
	Notional amount	*Fair value*		*Notional amount*	*Fair value*	
		Asset	*Liability*		*Asset*	*Liability*
Foreign exchange contracts						
Forwards and swaps – domestic	880,868	3,556	1,925	874,302	1,170	3,923
Forwards and swaps – foreign	3,459,983	1,690	15,235	3,885,120	23,016	1,710
Interest rate contracts						
Forwards and swaps - domestic (IR)	13,500	129	-	-	-	-
Total derivative assets / liabilities	**4,354,351**	**5,375**	**17,160**	**4,759,422**	**24,186**	**5,633**

For the period ended 30 June 2025 GEL 59,627 was recognised as net foreign currency loss from derivative financial instruments (2024: GEL 65,100 gain).

12. Client deposits and notes

The amounts due to customers include the following:

	As at	
	30 June 2025 (unaudited)	*31 December 2024*
Current accounts	13,827,360	13,890,159
Time deposits	12,679,373	11,451,574
Client deposits and notes	**26,506,733**	**25,341,733**
Held as security against letters of credit and guarantees (Note15)	**223,507**	**285,428**

At 30 June 2025, amounts due to customers of GEL 3,947,272 (15%) were due to the ten largest customers (31 December 2024: GEL 3,503,756 (14%)).

Amounts due to customers include accounts with the following types of customers:

	As at	
	30 June 2025 (unaudited)	*31 December 2024*
Individuals	15,960,729	14,990,138
Private enterprises	8,861,916	8,999,812
State and state-owned entities	1,684,088	1,351,783
Client deposits and notes	**26,506,733**	**25,341,733**

12. Client deposits and notes (continued)

The breakdown of customer accounts by industry sector is as follows:

	As at	
	30 June 2025 (unaudited)	*31 December 2024*
Individuals	15,960,729	14,990,138
Financial intermediation	2,306,322	2,243,039
Trade	1,487,904	1,495,994
Construction	1,064,559	1,238,856
Government services	1,635,145	1,271,027
Service	840,422	938,882
Transport & communication	820,000	798,335
Manufacturing	624,351	580,349
Real estate	444,170	419,687
Electricity, gas and water supply	328,733	440,015
Hospitality	164,248	107,778
Agriculture	72,807	63,475
Other	757,343	754,158
Client deposits and notes	**26,506,733**	**25,341,733**

13. Amounts owed to credit institutions

Amounts due to credit institutions comprise:

	As at	
	30 June 2025 (unaudited)	*31 December 2024*
Short-term loans from National Bank of Georgia	2,552,236	2,546,574
Borrowings from international credit institutions	2,333,083	2,467,757
Payables under REPO Operations	502,935	-
Time deposits and inter-bank loans	412,029	465,227
Correspondent accounts	303,189	541,352
	6,103,472	**6,020,910**
Non-convertible subordinated debt	252,847	548,151
Additional Tier 1	137,170	141,433
Amounts due to credit institutions	**6,493,489**	**6,710,494**

During the period ended 30 June 2025, the Group paid up to 11.27% and 10.84% on USD and EUR, respectively, borrowings from international credit institutions (31 December 2024: up to 13.76% and 11.12%). During the period ended 30 June 2025, the Group paid up to10.78% and 8.52% on USD and EUR, respectively, subordinated debt (31 December 2024: up to 12.25% and 9.22%).

Some long-term borrowings from international credit institutions are received upon certain conditions (the "Lender Covenants") that the Group maintains different limits for capital adequacy, liquidity, currency positions, credit exposures, leverage and others. At 30 June 2025 and 31 December 2024, the Group complied with all the Lender Covenants of the significant borrowings from international credit institutions.

14. Debt securities issued

Debt securities issued comprise:

	As at	
	30 June 2025 (unaudited)	*31 December 2024*
Additional Tier 1 capital notes issued	825,478	850,397
Certificates of deposit	227,518	91,814
Tier 2 notes issued	208,548	140,620
Local bonds	12,701	16,506
Debt securities issued	**1,274,245**	**1,099,337**

In April 2024 the Bank issued USD 300 million (GEL 800,970) 9.5% perpetual subordinated callable additional tier 1 notes.

In June 2024, the Bank fully repaid USD 100 million (GEL 283,570) additional tier 1 notes issued in 2019.

Changes in liabilities arising from financing activities

	Additional Tier 1 capital notes issued	Tier 2 notes issued
Carrying amount at 31 December 2023	**267,113**	**83,158**
Repayment of the principal portion of the debt securities issued	(283,570)	-
Proceeds from Additional Tier 1 notes	800,970	-
Proceeds from Tier 2 notes issued	-	26,876
Foreign exchange movements	42,004	4,946
Other movements	24,014	616
Carrying amount at 30 June 2024 (unaudited)	**850,531**	**115,596**
Carrying amount at 31 December 2024	**850,397**	**140,620**
Proceeds from Tier 2 notes issued	-	63,751
Foreign exchange movements	(25,526)	(3,371)
Other movements	607	7,548
Carrying amount at 30 June 2025 (unaudited)	**825,478**	**208,548**

15. Commitments and contingencies

Legal

Sai-invest

As at 30 June 2025, the Bank was engaged in litigation with Sai-Invest LLC ("Sai-Invest") in relation to a deposit pledge in the amount of EUR 7 million for the benefit LTD Sport Invest's loans owing to JSC Bank of Georgia. Sai-Invest LLC has challenged the validity of the deposit pledge in the Georgian courts, and its challenge has been substantially sustained in the Court of Appeal, a determination which the Bank believes to be erroneous and without merit, and which the Bank has appealed to the Supreme Court. The matter is currently under review by the Supreme Court, and the timeline as to when the judgment has to be expected is not available. The Bank's management is of the opinion that the probability of incurring material losses on this claim is low, and, accordingly, no provision has been made in these consolidated financial statements.

Financial commitments and contingencies

As at 30 June 2025 and 31 December 2024**,** the Group's financial commitments and contingencies comprised the following:

	As at	
	30 June 2025 (unaudited)	***31 December 2024***
Credit-related commitments		
Financial and performance guarantees issued*	1,975,806	1,953,802
Undrawn loan facilities	1,060,685	1,009,437
Letters of credit	85,888	82,400
	3,122,379	**3,045,639**
Less – Cash held as security against letters of credit and guarantees (Note 12)	(223,507)	(285,428)
Less – Provisions	(3,941)	(4,321)
Capital expenditure commitments	**11,392**	**11,123**
Total commitments	**2,906,323**	**2,767,013**

** Out of total guarantees issued as at 30 June 2025 financial and performance guarantees of the Group comprised GEL 1,117,326 and 858,480 (31 December 2024: GEL 1,067,216 and GEL 886,586), respectively.*

The Group discloses its undrawn loan facility balances based on the contractual terms.

16. Equity

Share capital

As at 30 June 2025 and 31 December 2024 authorized common capital comprised 43,308,125 shares. Each share has a nominal value of one (1) Georgian Lari. Shares issued and outstanding as at 30 June 2025 and 30 June 2024 remained unchanged at 27,993,660 shares issued correspondingly to GEL 27,994.

	Number of ordinary shares	*Amount of ordinary shares*
31 December 2023	**27,993,660**	**27,994**
30 June 2024 (unaudited)	**27,993,660**	**27,994**
31 December 2024	**27,993,660**	**27,994**
30 June 2025 (unaudited)	**27,993,660**	**27,994**

16. Equity (continued)

Treasury shares

The number of treasury shares held by the Group as at 30 June 2025, comprised 11,366 (31 December 2024: 11,366), with nominal amount of GEL 11 (31 December 2024: GEL 11).

Dividends

Shareholders are entitled to dividends in Georgian Lari.

On 7 May 2025, the Board of JSC Bank of Georgia declared a final dividend for 2024 of Georgian Lari 12.67 per share. Payment of the GEL 55,000 and GEL 299,769 final dividends were received by shareholders on 14 May 2025 and 3 July, respectively.

On 7 February 2025, the Board of JSC Bank of Georgia declared a dividend for 2024 of Georgian Lari 3.58 per share. Payment of the total GEL 100,333 final dividends was received by shareholders on 12 February 2025.

On 26 June 2024, the Board of JSC Bank of Georgia declared a final dividend for 2023 of Georgian Lari 9.73 per share. Payment of the total GEL 272,171 final dividends was received by shareholders on 2 July 2024.

On 13 February 2024, the Board of JSC Bank of Georgia declared a dividend for 2023 of Georgian Lari 6.65 per share. Payment of the total GEL 186,000 final dividends was received by shareholders on 1 March 2024.

Nature and purpose of other reserves

Unrealised gains (losses) on investment securities
This reserve records fair value changes on investment securities.

Unrealised gains (losses) from dilution or sale / acquisition of shares in existing subsidiaries
This reserve records unrealised gains (losses) from dilution or sale / acquisition of shares in existing subsidiaries.

Foreign currency translation reserve
The foreign currency translation reserve is used to record exchange differences arising from the translation of the financial statements of subsidiaries and associates with functional currency other than GEL.

Movements on this account during the periods ended 30 June 2025 and 30 June 2024, are presented in the statements of other comprehensive income.

The movements in foreign currency translation reserve were as follows:

	Unrealised gains (losses) on investment securities	*Unrealised gains (losses) from dilution or sale / acquisition of shares in existing subsidiaries*	*Currency Translation Reserves*	*Other*
31 December 2023	**36,211**	**(7,956)**	**(23,124)**	**(3,044)**
Net change in FV on investments in debt securities measured at FVOCI	(52,187)	-	-	-
Net gain (loss) on investments in equity instruments designated at FVOCI	(569)	-	-	-
Change in allowance for ECL investments in debt instruments measured at FVOCI redassified to the consolidated income statement	1,601	-	-	-
Realised loss on financial assets measured at FVOCI	(619)	-	-	-
Gain from currency translation differences	232	-	7,372	-
Equity-accounted investees – share of OCI	-	-	-	28,252
30 June 2024	**(15,331)**	**(7,956)**	**(15,752)**	**25,208**
31 December 2024	**59,152**	**(7,956)**	**(15,370)**	**15,626**
Net change in FV on investments in debt securities measured at FVOCI	(60,366)	-	-	-
Net gain (loss) on investments in equity instruments designated at FVOCI	168	-	-	-
Change in allowance for ECL investments in debt instruments measured at FVOCI redassified to the consolidated income statement	(264)	-	-	-
Realised loss on financial assets measured at FVOCI	(766)	-	-	-
Gain from currency translation differences	(408)	-	1,040	-
Equity-accounted investees – share of OCI	-	-	-	(1,288)
Net amount redassified to retained earnings on sale of equity instruments at FVOCI	(3,419)			
Other movement	34	-	-	-
30 June 2025	**(5,869)**	**(7,956)**	**(14,330)**	**14,338**

Earnings per share

	For the six months ended	
	30 June 2025 (unaudited)	*30 June 2024 (unaudited)*
Basic and diluted earnings per share		
Profit for the period attributable to ordinary shareholders of the Bank	893,089	959,370
Weighted average number of ordinary shares outstanding during the period	27,982,634	27,982,634
Earnings per share	31.9158	34.2845

17. Net interest income

	For the six months ended	
	30 June 2025 (unaudited)	*30 June 2024 (unaudited)*
Interest income calculated using EIR method	**1,906,300**	**1,575,326**
From loans to customers	1,575,515	1,310,488
From investment securities	285,082	224,101
From amounts due from credit institutions	45,870	41,426
From factoring receivables	1,972	4,023
Net gain (loss) on modification of financial assets	(2,139)	(4,712)
Other interest income	**5,533**	**4,492**
From finance lease receivable	5,533	4,492
Interest income	**1,911,833**	**1,579,818**
On dient deposits and notes	(555,720)	(453,528)
On amounts owed to credit institutions	(274,788)	(194,517)
On debt securities issued	(51,024)	(38,748)
Other interest expenses	(336)	(400)
Interest element of cross-currency swaps	6,293	6,515
On lease liability	(3,441)	(2,860)
Interest expense	**(879,016)**	**(683,538)**
Deposit insurance fees	(17,331)	(14,512)
Net interest income	**1,015,486**	**881,768**

For the period ended 30 June 2025 the Group recognised GEL 212,860 (2024: GEL 194,847) interest income from investment securities measured at FVOCI.

The Group is required to make regular contributions to the Deposit Insurance Agency, calculated based on its deposit portfolio. In the consolidated income statement, these contributions are presented as deposit insurance fees under Net interest income, as they are directly related to deposit acceptance activities.

18. Net fee and commission income

	For the six months ended	
	30 June 2025 (unaudited)	*30 June 2024 (unaudited)*
Settlements operations	347,912	302,095
Guarantees and letters of credit	27,556	27,467
Currency conversion operations	25,024	26,950
Cash operations	10,177	11,774
Brokerage service fees	96	295
Other	5,336	3,695
Fee and commission income	**416,101**	**372,276**
Settlements operations	(183,389)	(159,030)
Cash operations	(11,953)	(12,482)
Currency conversion operations	(5,670)	(4,766)
Brokerage service fees	(1,151)	(906)
Guarantees and letters of credit	(149)	(142)
Other	(7,627)	(5,363)
Fee and commission expense	**(209,939)**	**(182,689)**
Net fee and commission income	**206,162**	**189,587**

19. Cost of Risk

The table below shows ECL charges on financial instruments for the period recorded in the income statement:

	Stage 1	Stage 2	Stage 3		POCI		
	Collective	Collective	Individual	Collective	Individual	Collective	Total
Cash and cash equivalents	(346)	-	-	-	-	-	(346)
Amounts due from credit institutions	(122)	-	-	-	-	-	(122)
Investment securities measured at amortised cost - debt instruments	(16)	-	-	-	-	-	(16)
Investment securities measured at FVOCI - debt instruments	200	-	-	-	-	-	200
Loans to customers at amortised cost	3,685	122	(8,745)	(46,030)	(2,159)	(871)	(53,998)
Factoring receivables	(14)	-	-	-	-	-	(14)
Finance lease receivables	247	172	(161)	(195)	-	176	239
Accounts receivable and other loans	215	-	-	-	-	-	215
Other financial assets	-	-	(4,742)	-	-	-	(4,742)
Financial guarantees	345	441	(17)	-	-	-	769
Letter of credit to customers	63	(1)	-	-	-	-	62
Other financial commitments	(394)	(115)	-	-	-	-	(509)
For the period ended 30 June 2025	**3,863**	**619**	**(13,665)**	**(46,225)**	**(2,159)**	**(695)**	**(58,262)**

	Stage 1	Stage 2	Stage 3		POCI		
	Collective	Collective	Individual	Collective	Individual	Collective	Total
Cash and cash equivalents	149	-	-	-	-	-	149
Amounts due from credit institutions	(98)	-	-	-	-	-	(98)
Investment securities measured at amortised cost - debt instruments	(155)	-	-	-	-	-	(155)
Investment securities measured at FVOCI - debt instruments	(1,646)	-	-	-	-	-	(1,646)
Loans to customers at amortised cost	(5,819)	(163)	(10,556)	(25,940)	-	(1,200)	(43,678)
Factoring receivables	14	(30)	-	4	-	-	(12)
Finance lease receivables	106	478	(714)	(45)	-	563	388
Other financial assets	-	-	(4,975)	-	-	-	(4,975)
Financial guarantees	(425)	(63)	214	5	-	-	(269)
Letter of credit to customers	(5)	-	-	-	-	-	(5)
Other financial commitments	(260)	31	-	-	-	-	(229)
For the period ended 30 June 2024	**(8,139)**	**253**	**(16,031)**	**(25,976)**		**(637)**	**(50,530)**

The table below shows impairment charge on other assets and provisions in the income statement:

	For the six months ended	
	30 June 2025 (unaudited)	*30 June 2024 (unaudited)*
Litigation provision (reversal)/charge	237	452
Impairment charge/(reversal) on assets held for sale	140	1,262
Other impairment charge	4,901	2,709
Impairment charge on other assets and provisions	**5,278**	**4,423**

20. Net other gain/(losses)

	For the six months ended	
	30 June 2025 (unaudited)	*30 June 2024 (unaudited)*
Net real estate gains	18,620	12,770
Net losses from revaluation of investment property	(1,394)	-
Net gains on derecognition of financial assets measured at fair value through other comprehensive income	766	619
Net gains / (losses) on financial assets at fair value through profit or loss	(43)	222
Net other gains	1,883	1,789
Net other gains / (losses)	**19,832**	**15,400**

21. Risk management

Liquidity risk, funding management and credit risk

Liquidity risk is the risk that the Group will be unable to meet its payment obligations when they fall due under normal and stress circumstances. To limit this risk, management has arranged diversified funding sources in addition to its core deposit base, manages assets with liquidity in mind, and monitors future cash flows and liquidity on a regular basis. This incorporates an assessment of expected cash flows and the availability of high-grade collateral which could be used to secure additional funding if required.

The Group maintains a portfolio of highly marketable and diverse assets that can be easily liquidated in the event of an unforeseen interruption of cash flow. The Group also has committed lines of credit that it can access to meet liquidity needs. In addition, the Group maintains a cash deposit (obligatory reserve) with the NBG, the amount of which depends on the level of customer funds attracted.

The liquidity position is assessed and managed by the Group primarily on a standalone Bank basis, based on certain liquidity ratios established by the NBG. The banks are required to maintain a liquidity coverage ratio, which is defined as the ratio of high-quality liquid assets to net cash outflow over the next 30 days. The order requires that, absent a stress-period, the value of the ratio be no lower than 100%. The liquidity coverage ratio as at 30 June 2025 was 125.9% (31 December 2024: 138.6%).

The Bank holds a comfortable buffer on top of Net Stable Funding Ratio (NSFR) requirement of 100%. A solid buffer over NSFR provides stable funding sources over a longer time span. This approach is designed to ensure that the funding framework is sufficiently flexible to secure liquidity under a wide range of market conditions. NSFR as at 30 June 2025 was 127.4%, (31 December 2024: 130.7%), all comfortably above the NBG's minimum regulatory requirements.

The Group also matches the maturity of financial assets and financial liabilities and regularly monitors negative gaps compared with the Bank's standalone total regulatory capital calculated per NBG regulation.

The Group has established a credit quality review process to provide early identification of possible changes in the creditworthiness of counterparties. The credit quality of financial assets is managed by the Group through internal and external credit ratings used in ECL calculations. A defaulted financial asset that is past due more than 90 days is assessed as a non-performing loan or as determined on individual basis based on other available information regarding financial difficulties of the borrower. As at 30 June 2025 the gross amount of non-performing loans to customers, factoring and finance lease receivables comprised GEL 613,331 (31 December 2024: GEL 571,622).

22. Fair value measurements

Fair value hierarchy

For the purpose of fair value disclosures, the Group has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability. The following tables show analysis of assets and liabilities measured at fair value or for which fair values are disclosed by level of the fair value hierarchy:

At 30 June 2025	***Level 1***	***Level 2***	***Level 3***	***Total***
Assets measured at fair value				
Total investment properties	-	-	137,479	137,479
Land	-	-	*12,619*	*12,619*
Residential properties	-	-	*83,826*	*83,826*
Non-residential properties	-	-	*41,034*	*41,034*
Investment securities measured at FVOCI	451,980	4,897,753	108	5,349,841
Investment securities pledged under sale and repurchase agreements and securities lending measured at FVOCI	334,539	-	-	334,539
Other assets – derivative financial assets	-	5,375	-	5,375
Assets for which fair values are disclosed				
Investment securities measured at amortised cost - debt instruments	90,741	1,676,456	-	1,767,197
Loans to customers, factoring and finance lease receivables at amortised cost	-	-	25,406,671	25,406,671
Accounts receivables and other loans	-	9,125	-	9,125
Liabilities measured at fair value				
Other liabilities – derivative financial liabilities	-	17,160	-	17,160
Liabilities for which fair values are disclosed				
Client deposits and notes	-	26,558,791	-	26,558,791
Amounts owed to credit institutions	-	5,242,070	1,234,064	6,476,134
Debt securities issued	-	815,675	444,934	1,260,609

At 31 December 2024	***Level 1***	***Level 2***	***Level 3***	***Total***
Assets measured at fair value				
Total investment properties	-	-	140,737	140,737
Land	-	-	13,204	13,204
Residential properties	-	-	86,388	86,388
Non-residential properties	-	-	41,145	41,145
Investment securities measured at FVOCI	1,741,927	4,174,276	108	5,916,311
Investment securities pledged under sale and repurchase agreements and securities lending measured at FVOCI	-	138,945	-	138,945
Other assets – derivative financial assets	-	24,186	-	24,186
Assets for which fair values are disclosed				
Investment securities measured at amortised cost - debt instruments	-	1,919,326	-	1,919,326
Loans to customers, factoring and finance lease receivables at amortised cost	-	-	23,378,952	23,378,952
Accounts receivables and other loans	-	2,790	-	2,790
Liabilities measured at fair value				
Other liabilities – derivative financial liabilities	-	5,633	-	5,633
Liabilities for which fair values are disclosed				
Client deposits and notes	-	25,362,177	-	25,362,177
Amounts owed to credit institutions	-	5,534,464	1,151,799	6,686,263
Debt securities issued	-	823,608	249,641	1,073,249

22. Fair value measurements (continued)

Fair value hierarchy (continued)

The following is a description of the determination of fair value for financial instruments which are recorded at fair value using valuation techniques. These incorporate the Group's estimate of assumptions that a market participant would make when valuing the instruments.

Derivative financial instruments

Derivative financial instruments valued using a valuation technique with market observable inputs are mainly interest rate swaps, currency swaps, forward foreign exchange contracts and option contracts. The most frequently applied valuation techniques include forward pricing and swap models, using present value calculations, as well as standard option pricing models. The models incorporate various inputs including the credit quality of counterparties, foreign exchange spot and forward rates, interest rate curves and implied volatilities.

Investment securities

Investment securities consist of unquoted equity and debt securities and are valued using a valuation technique or pricing models. These securities are valued using models which sometimes only incorporate data observable in the market and at other times use both observable and non-observable data. For observable data, respective quoted prices from Bloomberg or other relevant sources are used, when for unquoted investments FV is calculated based on future cash flow expected discounted at current rate for new instruments with similar credit risk, remaining maturity and other characteristics.

Fair value of financial instruments that are carried in the financial statements not at fair value

Set out below is a comparison by class of the carrying amounts and fair values of the Group's financial instruments that are carried in the financial statements. The table does not include the fair values of non-financial assets and non-financial liabilities, fair values of other smaller financial assets and financial liabilities, fair values of which are materially close to their carrying values.

	At 30 June 2025			*At 31 December 2024*		
	Carrying value 2025	*Fair value 2025*	*Unrecognised gain (loss) 2025*	*Carrying value 2024*	*Fair value 2024*	*Unrecognised gain (loss) 2024*
Financial assets						
Investment securities measured at amortised cost - debt instruments	1,756,729	1,767,197	10,468	1,910,479	1,919,326	8,847
Loans to customers, factoring and finance lease receivables at amortised cost	26,210,623	25,406,671	(803,952)	24,316,155	23,378,952	(937,203)
Accounts receivables and other loans	9,125	9,125	-	2,790	2,790	-
Financial liabilities						
Client deposits and notes	26,506,733	26,558,791	52,058	25,341,733	25,362,177	20,444
Amounts owed to credit institutions	6,493,489	6,476,134	(17,355)	6,710,494	6,686,263	(24,231)
Debt securities issued	1,274,245	1,260,609	(13,636)	1,099,337	1,073,249	(26,088)
Total unrecognised change in unrealised fair value			**(772,417)**			**(958,231)**

The following describes the methodologies and assumptions used to determine fair values for those financial instruments which are not already recorded at fair value in the consolidated financial statements.

Assets for which fair value approximates carrying value

For financial assets and financial liabilities that are liquid or have a short-term maturity (less than three months), it is assumed that the carrying amounts approximate to their fair value. This assumption is also applied to demand deposits, savings accounts without a specific maturity, and variable rate financial instruments.

Fixed rate financial instruments

The fair value of fixed rate financial assets and liabilities carried at amortised cost are estimated by comparing market interest rates when they were first recognised with current market rates offered for similar financial instruments. The estimated fair value of fixed interest-bearing deposits is based on discounted cash flows using prevailing money-market interest rates for debts with similar credit risk and maturity. For financial assets and liabilities that are unquoted, non-derivative, and maturing within one year, it is assumed that their carrying amounts approximate fair value, due to their short-term nature and low sensitivity to changes in market conditions.

23. Maturity analysis of financial assets and liabilities

The table below shows an analysis of financial assets and liabilities according to their contractual maturities, except for current accounts, credit card loans, pledged investment securities and investments securities which can be pledged but are not pledged as described below.

	At 30 June 2025								
	On demand	*Up to 3 months*	*Up to 6 months*	*Up to 1 year*	*Up to 3 years*	*Up to 5 years*	*Over 5 years*	*No maturity*	*Total*
Financial assets									
Cash and cash equivalents	2,256,316	467,713	-	-	-	-	-	-	2,724,029
Amounts due from credit institutions	743	37,455	16,283	-	-	-	2,911	2,302,959	2,360,351
Investment securities	3,357,004	2,497,965	149,220	863,544	56,186	164,186	16,899	1,566	7,106,570
Investment securities pledged under sale and repurchase agreements and securities lending	-	-	503,961	-	-	-	-	-	503,961
Loans to customers, factoring and finance lease receivables	-	4,434,771	1,966,965	3,684,051	6,887,768	3,723,712	5,513,356	-	26,210,623
Accounts receivable and other loans	-	651	-	8,474	-	-	-	-	9,125
Other financial assets	34,516	218,435	844	2,465	281	-	-	-	256,541
Total	**5,648,579**	**7,656,990**	**2,637,273**	**4,558,534**	**6,944,235**	**3,887,898**	**5,533,166**	**2,304,525**	**39,171,200**
Financial liabilities									
Client deposits and notes	3,142,759	5,853,726	2,139,078	12,904,224	1,829,837	574,636	62,473	-	26,506,733
Amounts owed to credit institutions	328,325	3,304,639	731,444	390,984	1,083,139	375,437	279,521	-	6,493,489
Debt securities issued	-	92,863	94,133	88,701	144,751	645,249	208,548	-	1,274,245
Lease liability	88	11,275	11,476	21,585	67,485	37,335	56,708	-	205,952
Other financial liabilities	-	443,767	22,198	24,064	485	66	-	-	490,580
Total	**3,471,172**	**9,706,270**	**2,998,329**	**13,429,558**	**3,125,697**	**1,632,723**	**607,250**	**-**	**34,970,999**
Net	**2,177,407**	**(2,049,280)**	**(361,056)**	**(8,871,024)**	**3,818,538**	**2,255,175**	**4,925,916**	**2,304,525**	**4,200,201**
Accumulated gap	**2,177,407**	**128,127**	**(232,929)**	**(9,103,953)**	**(5,285,415)**	**(3,030,240)**	**1,895,676**	**4,200,201**	

	At 31 December 2024								
	On demand	*Up to 3 months*	*Up to 6 months*	*Up to 1 year*	*Up to 3 years*	*Up to 5 years*	*Over 5 years*	*No maturity*	*Total*
Financial assets									
Cash and cash equivalents	1,997,498	280,978	-	-	-	-	-	-	2,278,476
Amounts due from credit institutions	-	-	-	-	-	-	16,230	2,440,460	2,456,690
Investment securities	2,543,048	3,702,713	698,220	385,733	169,982	291,347	26,718	9,029	7,826,790
Investment securities pledged under sale and repurchase agreements and	-	111,228	27,717	-	-	-	-	-	138,945
Loans to customers, factoring and finance lease receivables	108	4,194,642	1,827,228	3,221,976	6,382,200	3,427,788	5,262,213	-	24,316,155
Accounts receivable and other loans	-	2,785	-	5	-	-	-	-	2,790
Other financial assets	26,300	151,705	6,010	9,702	-	-	-	-	193,717
Total	**4,566,954**	**8,444,051**	**2,559,175**	**3,617,416**	**6,552,182**	**3,719,135**	**5,305,161**	**2,449,489**	**37,213,563**
Financial liabilities									
Client deposits and notes	4,173,222	5,283,691	2,141,956	11,800,831	1,186,632	696,799	58,602	-	25,341,733
Amounts owed to credit institutions	557,385	3,145,071	332,163	597,838	1,148,681	689,786	239,570	-	6,710,494
Debt securities issued	-	13,733	38,907	114,017	134,693	657,367	140,620	-	1,099,337
Lease liability	-	10,878	10,685	21,296	65,382	33,393	35,731	-	177,365
Other financial liabilities	-	85,419	17,147	23,746	-	-	-	-	126,312
Total	**4,730,607**	**8,538,792**	**2,540,858**	**12,557,728**	**2,535,388**	**2,077,345**	**474,523**	**-**	**33,455,241**
Net	**(163,653)**	**(94,741)**	**18,317**	**(8,940,312)**	**4,016,794**	**1,641,790**	**4,830,638**	**2,449,489**	**3,758,322**
Accumulated gap	**(163,653)**	**(258,394)**	**(240,077)**	**(9,180,389)**	**(5,163,595)**	**(3,521,805)**	**1,308,833**	**3,758,322**	

The Group's capability to discharge its liabilities relies on its ability to realise equivalent assets within the same period of time. In the Georgian and Armenian marketplace, where most of the Group's business is concentrated, many short-term credits are granted with the expectation of renewing the loans at maturity. As such, the ultimate maturity of assets may be different from the analysis presented above. To reflect the historical stability of current accounts, the Group calculates the minimal daily balance of current accounts over the past two years and includes the amount in the 'Up to 1 year' category in the table above. The remaining current accounts are included in the 'On demand' category. Pledged Investment Securities are distributed into maturity buckets based on the contractual maturity of the agreement they are pledged for. Securities which can be pledged but are not pledged fall into 'On demand' category. Considering credit cards have no contractual maturities, the above allocation per category is done based on the statistical coverage rates observed.

23. Maturity analysis of financial assets and liabilities (continued)

The Group's principal sources of liquidity are as follows:

- deposits;
- borrowings from international credit institutions;
- inter-bank deposit agreements;
- debt issues;
- proceeds from sale of securities;
- principal repayments on loans;
- interest income; and
- fees and commissions income.

In the Board's opinion, liquidity is sufficient to meet the Group's present requirements.

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled, except for current accounts of client deposits and notes which are included in 'Up to 1 year' category, noting that respective contractual maturity may expand over significantly longer periods:

	At 30 June 2025				*At 31 December 2024*			
	Less than 1 year	*More than 1 year*	*No maturity*	*Total*	*Less than 1 year*	*More than 1 year*	*No maturity*	*Total*
Cash and cash equivalents	2,724,029	-	-	2,724,029	2,278,476	-	-	2,278,476
Amounts due from credit institutions	54,481	2,911	2,302,959	2,360,351	-	16,230	2,440,460	2,456,690
Investment securities	6,867,733	237,271	1,566	7,106,570	7,329,714	488,047	9,029	7,826,790
Investment securities pledged under sale and repurchase agreements	503,961	-	-	503,961	138,945	-	-	138,945
Loans to customers, factoring and finance lease receivables	10,085,787	16,124,836	-	26,210,623	9,243,954	15,072,201	-	24,316,155
Accounts receivable and other loans	9,125	-	-	9,125	2,790	-	-	2,790
Prepayments	42,059	11,218	-	53,277	33,175	5,961	-	39,136
Foredosed Assets	-	-	335,688	335,688	-	-	372,577	372,577
Right-of-use assets	-	-	196,577	196,577	-	-	163,104	163,104
Investment properties	-	-	137,479	137,479	-	-	140,737	140,737
Property and equipment	-	-	461,340	461,340	-	-	441,399	441,399
Investments in associates	-	-	636,198	636,198	-	-	569,137	569,137
Goodwill	-	-	33,453	33,453	-	-	33,453	33,453
Intangible assets	-	-	182,629	182,629	-	-	172,367	172,367
Income tax assets	-	197	-	197	45,738	320	-	46,058
Other assets	279,268	281	-	279,549	255,342	-	-	255,342
Assets held for sale	14,913	-	-	14,913	20,007	-	-	20,007
Total assets	**20,581,356**	**16,376,714**	**4,287,889**	**41,245,959**	**19,348,141**	**15,582,759**	**4,342,263**	**39,273,163**
Client deposits and notes	24,039,787	2,466,946	-	26,506,733	23,399,700	1,942,033	-	25,341,733
Amounts owed to credit institutions	4,755,392	1,738,097	-	6,493,489	4,632,457	2,078,037	-	6,710,494
Debt securities issued	275,697	998,548	-	1,274,245	166,657	932,680	-	1,099,337
Lease liability	44,424	161,528	-	205,952	42,859	134,506	-	177,365
Accruals and deferred income	84,469	56,572	-	141,041	100,406	42,947	-	143,353
Income tax liabilities	49,133	36,326	-	85,459	1,155	19,899	-	21,054
Other liabilities	522,283	551	-	522,834	149,329	-	-	149,329
Total liabilities	**29,771,185**	**5,458,568**	**-**	**35,229,753**	**28,492,563**	**5,150,102**	**-**	**33,642,665**
Net	**(9,189,829)**	**10,918,146**	**4,287,889**	**6,016,206**	**(9,144,422)**	**10,432,657**	**4,342,263**	**5,630,498**

24. Related party disclosures

In accordance with IAS 24 "Related Party Disclosures", parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. In considering each possible related party relationship, attention is directed to the substance of the relationship, not merely the legal form.

Related parties may enter into transactions which unrelated parties might not, and transactions between related parties may not be affected on the same terms, conditions and amounts as transactions between unrelated parties.

The volumes of related party transactions, outstanding balances at 30 June 2025 and 30 June 2024, and related expenses and income for the period are as follows:

	At 30 June 2025 (unaudited)				*At 30 June 2024 (unaudited)*			
	The parent	*Entities under common control*	*Associates*	*Key management personnel**	*The parent*	*Entities under common control*	*Associates*	*Key management personnel**
Loans outstanding at 30 June, net	**18,311**	**5,515**	**-**	**6,825**	**18,195**	**-**	**-**	**12,385**
Interest income on loans	438	480	-	697	429	-	-	352
Expected credit loss	-	-	-	(197)	-	-	-	34
Deposits at 30 June	**31,916**	**110,977**	**10,406**	**22,507**	**14,873**	**98,889**	**350**	**21,684**
Interest expense on deposits	(631)	(2,410)	(57)	(433)	(4,497)	(1,511)	(77)	(400)
Amounts owed to credit institutions at 30 June	**-**	**-**	**-**	**-**	**-**	**-**	**2,187**	**-**
Commitments and guarantees issued	-	-	-	-	-	-	-	107

** Key management personnel includes members of BOG's Supervisory Board, BOG's Management Board and Key Executives of the Group.*

Compensation of key management personnel comprised the following:

	For the six months ended	
	30 June 2025 (unaudited)	*30 June 2024 (unaudited)*
Salaries and other benefits	6,585	5,377
Share-based payments compensation*	39,605	25,828
Total key management compensation	**46,190**	**31,205**

Key management personnel do not receive cash-settled compensation, except for fixed salaries. The major part of the total compensation is share-based. The number of key management personnel at 30 June 2025 was 20 (31 December 2024: 21).

As at 30 June 2025 interest rates on loans issued to key management personnel were within 5.9% and 23.2% (31 December 2024: 5.9% and 10.7%) for FC and GEL denominated loans, respectively. As at 30 June 2025 interest rates on deposits placed by key management personnel were within 0.0% and 15.2% (31 December 2024: 0.0% and 12.7%) for FC and GEL denominated deposits, respectively.

25. Capital adequacy

The Group maintains an actively managed capital base to cover risks inherent to the business. The adequacy of the Group's capital is monitored using, among other measures, the ratios established by the NBG in supervising the Bank.

During the period ended 30 June 2025, the Bank and the Group complied in full with all its externally imposed capital requirements.

The primary objectives of the Group's capital management are to ensure that the Bank complies with externally imposed capital requirements and that the Group maintains strong credit ratings and healthy capital ratios in order to support its business and to maximise shareholder value. The Group manages its capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of its activities. In order to maintain or adjust the capital

25. Capital adequacy (continued)

structure, the Group may adjust the amount of dividend payment to shareholders, return capital to shareholders or issue capital securities. No changes were made in the objectives, policies and processes from the previous years.

NBG (Basel III) capital adequacy ratio

In December 2017, the NBG adopted amendments to the regulations relating to capital adequacy requirements, including amendments to the regulation on capital adequacy requirements for commercial banks, and introduced new requirements on the determination of the countercyclical buffer rate, on the identification of systematically important banks, on determining systemic buffer requirements and on additional capital buffer requirements for commercial banks within Pillar 2. The NBG requires the Bank to maintain a minimum total capital adequacy ratio of risk-weighted assets, computed based on the Bank's standalone special-purpose financial statements prepared in accordance with NBG regulations and pronouncements, based on Basel III requirements.

In January 2023, the NBG transitioned to IFRS-based accounting and introduced a new Pillar 2 buffer - Credit Risk Adjustment (CRA) buffer, to account for the difference between the NBG-based and the IFRS-based provision levels (higher in the former case). As at 30 June 2025 and 31 December 2024, the Bank's capital adequacy ratio on this basis was as follows:

IFRS-Based NBG (Basel III) capital adequacy ratio	*As at*	
	30 June 2025 (unaudited)	*31 December 2024*
CET 1 capital	5,289,821	4,975,025
Tier 1 capital	6,243,081	5,957,405
Tier 2 capital	441,459	462,428
Total capital	**6,684,540**	**6,419,833**
Risk-weighted assets	**30,619,266**	**29,080,593**
CET 1 capital ratio	**17.3%**	**17.1%**
Tier 1 capital ratio	**20.4%**	**20.5%**
Total capital ratio	**21.8%**	**22.1%**
Min. requirement for CET 1 capital ratio	**15.1%**	**14.9%**
Min. requirement for Tier 1 capital ratio	**17.3%**	**17.0%**
Min. requirement for Total capital ratio	**20.1%**	**19.9%**

26. Events after the reporting period

On 25 August 2025, the Board of JSC Bank of Georgia approved an interim dividend for 2025 of Georgian Lari 11.88 per share. Payment of the total GEL 332,662 interim dividends was received by shareholders on 26 August 2025.