គ្រឹះស្ថានមីក្រូហិរញ្ញវត្ថុ ស៊ីធី ភីអិលស៊ី

CITY MICROFINANCE INSTITUTION PLC

2023

ANNUAL REPORT

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www.citymfi.com.kh

CONTENTS

BACKGROUND

CITY Microfinance Institution Plc is a public limited company has register with Ministry of Commerce number: 00010511 Dated 20 June 2012 and obtained its license from the National Bank of Cambodia dated 21 August 2012 as the company which mission to provide loan for Cambodian citizen who want to lauch a new business or expanse their existing business with the purpose to growth lifestyle economy and reduce powerty. CITY Microfinance Institution Plc located at the Gateway Office Tower, 11th floor, Unit 10-11-12, Russian Federation Blvd, Phum 10, Sangkat Phsar Depou 1, Khan Tuol Kork, Phnom Penh. Under this license, the Company is authorised to grant credit to poor and low income households and small enterprises operating in the Kingdom of Cambodia.

Vision

We aim to be a caring financial institution by developing a meaningful relationship with our customers through our provision of financial products in loans and thereby eventually be able to create a healthy and productive environment to the Cambodian people.

Vision & Mission

Mission

We aim to support our Vision statement by our enabling Cambodians who desires to create and/or expand their businesses so as to establish a long term solution in viable and sustainable businesses and thereby providing healthy establishment for themselves and families and for the Cambodian economy.

CORPORATE INFORMATION

Company & Registration

CITY MICROFINANCE INSTITUTION PLC
No. 00010511

Management Team

Neak Oknha Ly Kunthai, *Chief Executive Officer*
Mr. Sam Sopheap, *Deputy General Manager*
Mr. Kim Bunthoeun, *Head of Finance*

Registered Office

The Gateway Office Tower,
11th floor, Unit10-11-12,
Russian Federation Blvd, Phum 10,
Sangkat Phsar Depou 1, Khan Tuol Kork,
Phnom Penh.

Principal Bankers

National Bank of Cambodia
ACLEDA Bank Plc.
Cambodian Public Bank
Wing Bank Cambodia
Shinhan Bank Cambodia
Hattha Bank Plc.
RHB Bank (Cambodia) Plc

Shareholders

Sino Tac Group Pte. Ltd.
Ms. Do Lyhorng
Ms. Ang Guan Cheng

External Auditor

BDO (Cambodia) Limited

Board of Directors

Mr. Neo Tiam Boon, *Chairman*
Ms. Do Lyhorng, *Director*
Ms. Liong Chai Yin, Fiona, *Independent Director*

MESSAGE FROM CEO

Greetings, from CITY Microfinance Institution Plc

City Microfinance Institution PLC., was first licensed to establish and operate its financing services by the National Bank of Cambodia on 21 August 2012. With the achievement of good business results with strong leadership, organization and management activities. The company has complied with laws and regulations as well as a clear vision with an effective strategic and long-term business plan.

As of December 31, 2023, we have opened 6 branches in Phnom Penh and Kandal Province: with 690 active clients and a loan portfolio of USD 9.6 million (Nine point six million USD).

After the recovery from Covid-19, City Microfinance Institution PLC. has not yet expanded its branches nationwide, however our vision remains to become one of the leading financial institutions in the Kingdom of Cambodia to contribute to sustainable social development and economic stability. Current and future growth, stability and transparency of the financing market and long-term strategic business plan for the expansion of operational areas in the provinces and cities are our sincere aspirations as well as our goals.

To meet the needs of its clients, City Microfinance Institution PLC. has developed a wide range of financial products such as business loans, home loans, vehicle loans, short-term loans and education loans. Education loans are provided with the lowest interest rates with the best services for contributing to the improvement of society, while staff loans provided to assist employees as part of human resource development. City Microfinance Institution PLC. will continue to develop a wide range of services to meet the financial needs of our existing and future clients.

Meanwhile, City Microfinance Institution PLC. is also focusing on skills training for staff, structural reform and updating policies and procedures for compliance with the laws and regulations of the National Bank of Cambodia and relevant ministries.

With the situation improving in the first quarter of 2023, the government eased travel restrictions on "reopening the country" and allowed businesses to gradually start operating, leading to a return to Cambodia's domestic economic activity returning to normal, including domestic travel and tourism. For the beginning of 2023, Cambodia's economy has continued to recover, and the recovery of the service sector has been strengthening and boosting consumer demand. Based on this forecast, City Microfinance Institution PLC. Can use this information as a corporate growth strategy for 2024. We are pleased and welcome to provide financial services with warmth and confidence to our esteemed clients at all times.

Finally, on behalf of the Management of City Microfinance Institution PLC., I would like to express my gratitude to the Royal Government, the National Bank of Cambodia and the relevant authorities for their continued support and full support for the operation of our institution. I would also like to thank all the clients who have given their trust and support to City Microfinance Institution PLC. In particular, I would like to thank all the shareholders, Board of Directors and staff who has always supported the efforts to participate in the implementation of the company's strategy with care and efficiency.

Sincerely yours,

Neak Oknha LY KUNTHAI
Chief Executive Officer

BOARD OF DIRECTORS

Mr. Neo Tiam Boon
Chairman of the Board

Mr. Neo Tiam Boon holds a Bachelor of Science in Business Administration (Banking Finance) from the University of Arkansas, USA. He is currently Chairman of Board of Director He is also a Executive Director and Group CEO at TA Corporation Ltd.

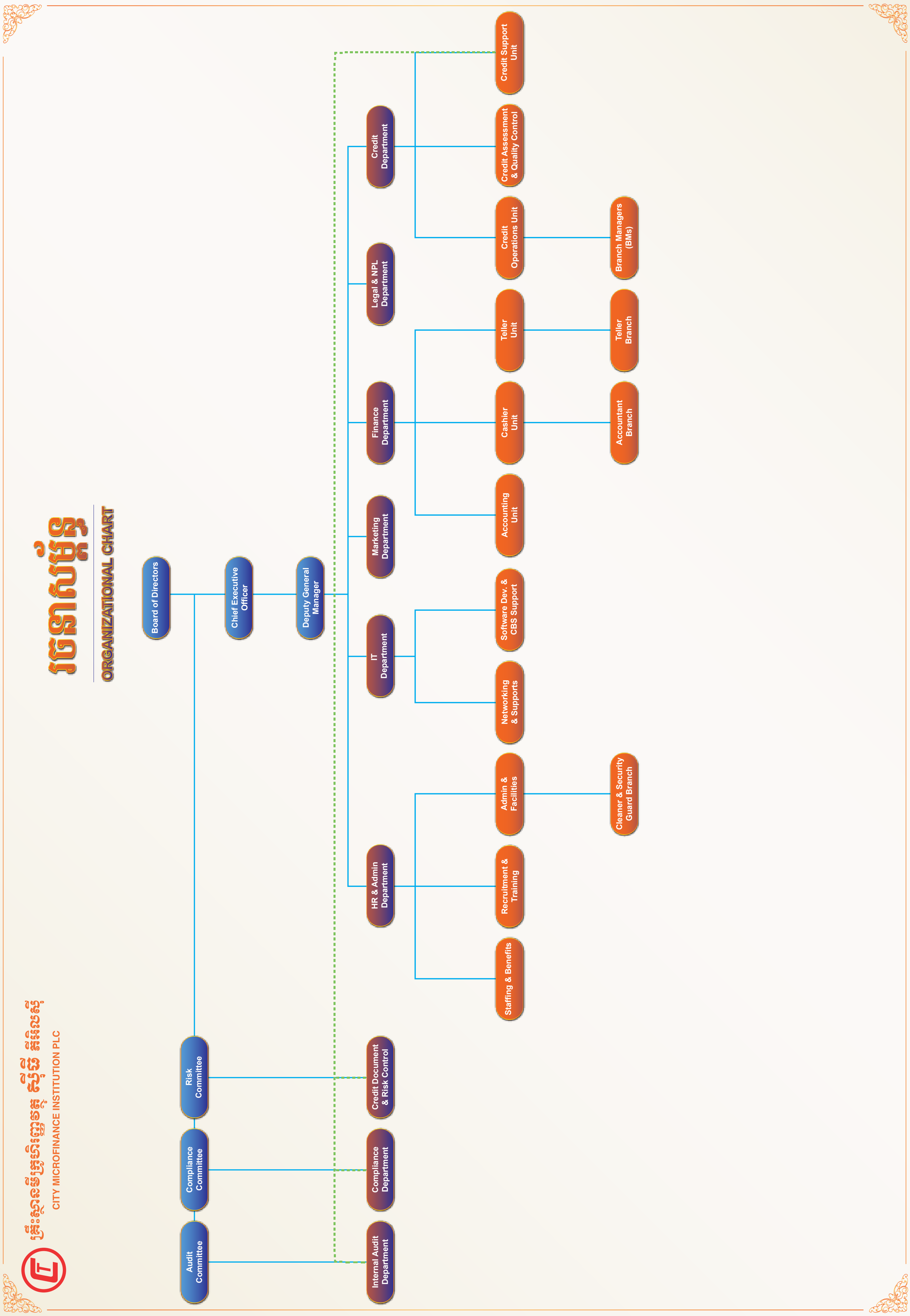
Ms. Do Lyhorng
Director

Ms. Do Lyhorng holds a Bachelor of Laws at AEU university and also holds a Bachelor of Commercial Management at PPIU. She is currently a director of Board of Directors of City Microfinance Institution PLC.

Ms. Liong Chai Yin, Fiona
Independent Director

Ms. Liong Chai Yin, Fiona holds a Bachelor of Business (Major in Accounting and Marketing) from Curtin University of Technology, Western Australia. She is currently the Independent Director of City Microfinance Institution PLC.

ORGANISATIONAL CHART



EXECUTIVE MANAGEMENT (SMC)

Neak Oknha Ly Kunthai
Chief Executive Officer

Since 2012 to the present, Neak Oknha is the CEO of City Microfinance Institution Plc. He has many years of experience in the financial sector.

Mr. Sam Sopheap
Deputy General Manager

Mr. Sam Sopheap holds a Bachelor of Science in Mathematics from the Royal University of Phnom Penh and is currently pursuing a Master's degree at the Institute of Finance and Accounting. In 2023, he received a certificate of participation in the "CEOs and Shareholders / Board Members on the Role of Governance" training workshop. In 2022, he received a Certificate of Participation in the Effectiveness of the Budget Plan for Institutions and a Certificate of Participation in Operational and Financial Risks in Financial Institutions by 2021. Mr. Sam Sopheap has been an employee of City Microfinance Institution Plc. since 2012. With his strong commitment and excellent results in his leadership in the credit sector for over 11 years, he has been appointed Deputy General Manager of City Microfinance Institution Plc. in 2022 to the present.

Mr. Kim Bunthoeun
Head of Finance Department

Mr. Kim Bunthoeun graduated Master's Degree Finance and Accounting in 2018, as well as a Bachelor's Degree Information Technology in 2014 and a Bachelor's Degree Banking and Finance in 2010 from Build Bright University. In 2016, he obtained Certificate in Financial Accounting (CFA) from the Institute of Accounting Techniques. Currently Mr.Kim Bunthoeun is (ACCA) student at CamEd Business School and he had more than 17 years of experience in the field of microfinance. He has been the Head of Finance for City Microfinance Institution since 2023. Before joining City Microfinance Institution, Mr. Kim Bunthoeun is the former Head of Finance and Information Technology Officer at one of financial Lease company.

OMC COMMITTEE

Mr. Sam Sopheap
Deputy General Manager

Mr. Kim Bunthoeun
Head of Finance

Ms. Nhanh Sreynich
Asst. DGM &CDA Manager

Mr. Pring Vichhai
Head of IT

Mr. Ea Mab
Loan Recovery Manager

Ms. Bin Sovanna
Senior CDRC

Ms. Keo Chanboromey
Senior Compliance

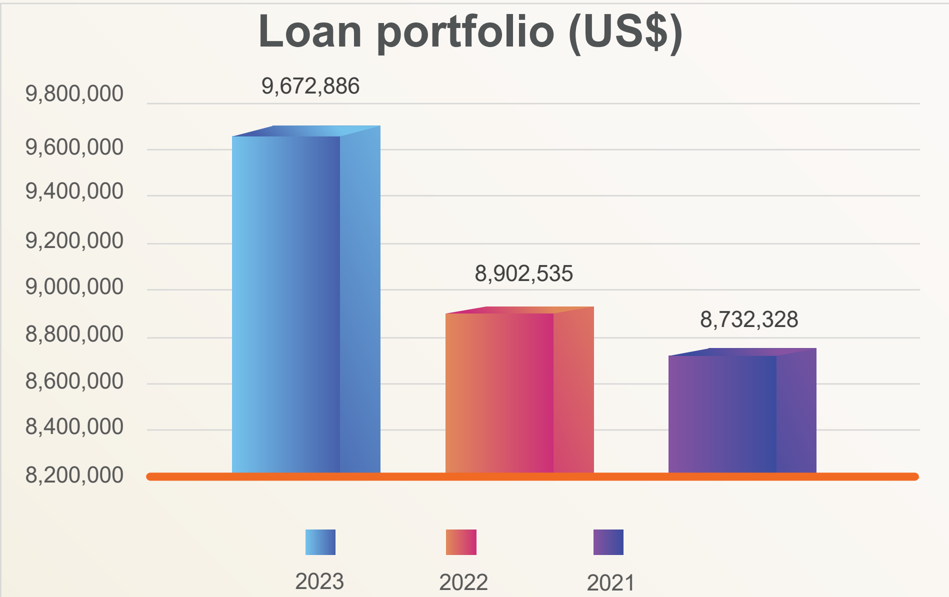
Ms. Hour Sreypov
Senior Human Resource

BUSINESS HIGHLIGHT

OPERATIONS HIGHLIGHT

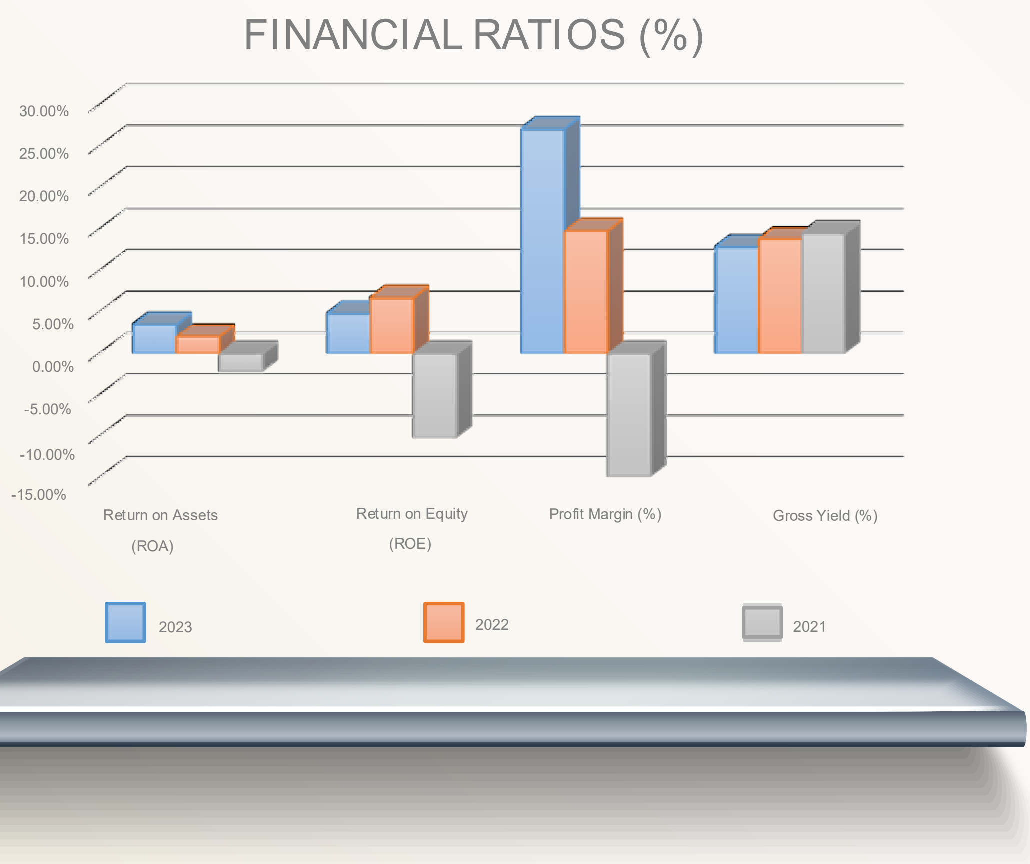
City Microfinance Institution PLC, has been operating successfully for over 10 years and is committed to establishing a continueing good track record.

Credit Operation / Yearly	2023	2022	2021
	Audited	Audited	Audited
Loan Portfolio (US$)	9,672,886	8,902,535	8,732,328
Total Borrowers	690	665	681
Staff	76	73	83
Offices branch	5	5	6
Operation Areas	**2023**	**2022**	**2021**
Provinces	10	10	10
Districts	40	35	35
Communes	181	183	183
Villages	515	395	395



FINANCIAL HIGHLIGHT

FINANCIAL RESULT (US$)	2023	2022	2021
Profit Before Income Assess	359,659	215,850	(201,828)
Profit After Income TAX	298,218	202,216	(201,828)
KEY BALANCE SHEET	**2023**	**2022**	**2021**
Total Asset	10,342,703	9,886,072	9,349,772
Loans and advances	10,013,162	9,140,461	8,732,328
Total Liabilities	2,858,162	7,699,749	7,365,665
Paid-up Capilities	8,000,000	3,000,000	3,000,000
Shareholder's Equity	7,484,541	2,186,323	1,984,107
FINANCIAL RATIOS (%)	**2023**	**2022**	**2021**
Return on Assets (ROA)	3.48%	2.05%	-2.20%
Return on Equity (ROE)	4.81%	6.74%	-10.20%
Profit Margin (%)	27.09%	14.83%	-14.90%
Gross Yield (%)	12.83%	13.79%	14.50%



FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

Directors' Report

The Directors have pleasure in submitting their report and the audited financial statements of City Microfinance Institution Plc. ("the Company") for the financial year ended 31 December 2023.

Principal activity

The Company is principally engaged in the provision of micro-finance services. Those services comprise granting credit for poor and low-income families in the Kingdom of Cambodia. There have been no significant changes in the nature of these activities during the financial year.

Results of operations

Profit before tax:

US$	KHR'000
298,218	1,225,675

Dividends

The Directors do not recommend the payment of any dividend for the current financial year.

Reserves and provisions

There were no material transfers to or from reserves or provisions during the current financial year.

Bad and doubtful loans

Before the statement of comprehensive income and statement of financial position of the Company were made out, the Directors took reasonable steps to ascertain that proper action had been taken in relation to the writing off of bad loans and the making of allowance for doubtful loans and satisfied themselves that there were no known bad loans and that adequate allowance had been made for doubtful loans.

At the date of this report, the Directors are not aware of any circumstances which would render it necessary to write off bad loans or the amount of the allowance for doubtful loans in the financial statements of the Company inadequate to any material extent.

Current assets

Before the statement of comprehensive income and statement of financial position were made out, the Directors took reasonable steps to ensure that for any current assets which were unlikely to be realised in the ordinary course of business, their values as shown in the accounting records of the Company have been written down to an amount expected if realised.

At the date of this report, the Directors are not aware of any circumstances which would render the values attributed to the current assets in the financial statements of the Company misleading.

Valuation methods

At the date of this report, the Directors are not aware of any circumstances, which have arisen and which may render adherence to the existing method of valuation of assets or liabilities of the Company misleading or inappropriate.

Contingent and other liabilities

At the date of this report, there does not exist:

(i) any charge on the assets of the Company which has arisen since the end of the financial year which secures the liabilities of any other person, or

(ii) any contingent liability of the Company which has arisen since the end of the financial year.

No contingent or other liability has become enforceable, or is likely to become enforceable, within the period of 12 months after the end of the financial year which, in the opinion of the Directors, will or may substantially affect the ability of the Company to meet its obligations when they fall due.

Change of circumstances

At the date of this report, the Directors are not aware of any circumstances not otherwise dealt with in this report or in the financial statements of the Company, which would render any amount stated in the financial statements as misleading.

Items of an unusual nature

The results of the operations of the Company during the financial year were not, in the opinion of the Directors, substantially affected by any item, transaction or event of a material and unusual nature.

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect substantially the results of the operations of the Company for the financial year for which this report is made.

Directors' Report (continued)

Share capital

During the financial year, the registered and issued share capital of the Company was increased from US$3,000,000 to US$8,000,000 by way of issuance of 5,000,000 new ordinary share of US$1 each by converting its borrowing from Sinotac Group Pte. Ltd. amounting to US$5,000,000 for working capital purposes. It was approved by the National Bank of Cambodia on 21 June 2023.

The newly issued share rank pari passu in all respects with the existing shares of the Company. There were no other issues of shares during the financial year.

No option to take up unissued shares in the Company was granted during the financial year and there were no shares under options at the end of the financial year in respect of shares in the Company.

Directors

The Directors who have held for office since the date of the last report are:

Mr. Neo Tiam Boon

Ms. Do Lyhorng

Mrs. Liong Chai Yin, Fiona

Directors' benefits

During and at the end of the financial year, no arrangements subsisted to which the Company is a party, with the object or objects of enabling the Directors of the Company to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

Since the end of the previous financial year, the Directors have not received or become entitled to receive any benefit by reason of a contract made by the Company or a related corporation with the Director or with a firm of which the Director is a member, or with a company in which the Director has a substantial financial interest.

Directors' responsibility in respect of the financial statements

The Directors are responsible to ascertain that the financial statements give a true and fair view of the financial position of the Company as at 31 December 2023, and of its financial performance and cash flows for the financial year then ended. In preparing these financial statements, the Directors are required to:

(a) adopt appropriate accounting policies which are supported by reasonable judgements and estimates and then apply them consistently;

(b) comply with the disclosure requirements of the Cambodian International Financial Reporting Standards for Small and Medium-sized Entities ("CIFRSs for SMEs") and the guidelines issued by the National Bank of Cambodia relating to the preparation and presentation of financial statements or, if there have been any departures in the interest of true and fair presentation, ensure that these have been appropriately disclosed, explained and quantified in the financial statements;

(c) maintain adequate accounting records and an effective system of internal controls;

(d) prepare the financial statements on a going concern basis unless it is inappropriate to assume that the Company will continue its operations in the foreseeable future; and

(e) control and direct effectively the Company in all material decisions affecting its operations and performance and ascertain that such decisions and/or instructions have been properly reflected in the financial statements.

The Directors confirm that they have complied with the above requirements in preparing the financial statements.

Statement by the Directors

In the opinion of the Directors, the financial statements set out on pages 8 to 30 have been drawn up in accordance with Cambodian International Financial Reporting Standards for Small and Medium-sized Entities and the guidelines issued by the National Bank of Cambodia so as to give a true and fair view of the financial position of the Company as at 31 December 2023, and of its financial performance and cash flows for the financial year then ended.

Signed on behalf of the Board,

Mr. Ly Kunthai
Chief Executive Officer
Phnom Penh, Cambodia
Date: 26 April 2024

PRODUCTS & SERVICES

Business Loan

Easily and fast on loan application proposal processing with flexible loan product to fit your cash flow and help grow your business with fast disbursement and flexible collateral and documents. Your customer relationship officer is here to serve you at your doorstep, with professionalism and keep customer's information confident.

Features and benefits

Product Features	Description
Currency	USD and KHR
Loan Size	Up to USD 400,000 or equivalent currency
Loan Tenor	Up to 120 Months
Monthly Interest Rate	Competitive Interest Rate
Payment Mode	Flexible repayment and duration plan
Type of Collateral	Accept all types of collateral certificates as well as third party collateral
Repayment Option	Convenient loan repayment options: City's branches, Wing agency and ACLEDA mobile

Housing Loan

Easily and fast on loan application proposal processing with flexible loan product to fit your cash flow and help grow your business with fast disbursement and flexible collateral and documents. Your customer relationship officer is here to serve you at your doorstep, with professionalism and keep customer's information confident.

Features and benefits

Product Features	Description
Currency	USD and KHR
Loan Size	From USD 30,000 to USD 150,000
Loan Tenor	Up to 180 Months
Monthly Interest Rate	Competitive Interest Rate
Payment Mode	Flexible repayment and duration plan
Type of Collateral	Accept all types of collateral certificates as well as third party collateral
Repayment Option	Convenient loan repayment options: City's branches, Wing agency and ACLEDA mobile

PRODUCTS & SERVICES

Vehicles Loan

Easily and fast on loan application proposal processing with flexible loan product to fit your cash flow and help grow your business with fast disbursement and flexible collateral and documents. Your customer relationship officer is here to serve you at your doorstep, with professionalism and keep customer's information confident.

Features and benefits

Product Features	Description
Currency	USD and KHR
Loan Size	Up to USD 30,000
Loan Tenor	Up to 60 Months
Monthly Interest Rate	Competitive Interest Rate
Payment Mode	Flexible repayment and duration plan
Type of Collateral	Car ID and Motor ID
Repayment Option	Convenient loan repayment options: City's branches, Wing agency and ACLEDA mobile

Personal Loan

Easily and fast on loan application proposal processing with flexible loan product to fit your cash flow and help grow your business with fast disbursement and flexible collateral and documents. Your customer relationship officer is here to serve you at your doorstep, with professionalism and keep customer's information confident.

Features and benefits

Product Features	Description
Currency	USD and KHR
Loan Size	Up to USD 20,000
Loan Tenor	Up to 60 Months
Monthly Interest Rate	Competitive Interest Rate
Payment Mode	Flexible repayment and duration plan
Type of Collateral	Hard or Soft Title or Car ID or Motor ID
Repayment Option	Convenient loan repayment options: City's branches, Wing agency and ACLEDA mobile

PRODUCTS & SERVICES

Professional Short-Term Loan

Easily and fast on loan application proposal processing with flexible loan product to fit your cash flow and help grow your business with fast disbursement and flexible collateral and documents. Your customer relationship officer is here to serve you at your doorstep, with professionalism and keep customer's information confident.

Features and benefits

Product Features	Description
Currency	USD and KHR
Loan Size	Up to USD 1,000
Loan Tenor	Up to 12 Months
Monthly Interest Rate	Competitive Interest Rate
Payment Mode	Flexible repayment and duration plan
Type of Collateral	No collateral
Repayment Option	Convenient loan repayment options: City´s branches, Wing agency and ACLEDA mobile

Independent auditor's report

To the Shareholders of
City Microfinance Institution Plc.
(Incorporated in Cambodia)
(Registration No: 00010511)

Report on the Audit of the Financial Statements

Our opinion

We have audited the financial statements of City Microfinance Institution Plc. ("the Company"), which comprise statement of financial position as at 31 December 2023, and statement of comprehensive income, statement of changes in equity and statement of cash flows for the financial year then ended and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 8 to 30.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 December 2023, and of its financial performance and cash flows for the financial year then ended in accordance with Cambodian International Financial Reporting Standards for Small and Medium-sized Entities and the guidelines issued by the National Bank of Cambodia.

Basis for opinion

We conducted our audit in accordance with Cambodian International Standards on Auditing ("CISAs"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and Other Ethical Responsibilities

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ("IESBA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Cambodia, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

Information Other than the Financial Statements and Auditors' Report Thereon

The Directors of the Company are responsible for the other information. The other information comprises the Directors' Report but does not include the financial statements of the Company and our auditors' report thereon.

Our opinion on the financial statements of the Company does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Company, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Company or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Statements

The Directors of the Company are responsible for the preparation and fair presentation of these financial statements in accordance with Cambodian International Financial Reporting Standards for Small and Medium-sized Entities and the guidelines issued by the National Bank of Cambodia. The Directors are also responsible for such internal control as the Directors determine is necessary to enable the preparation of financial statements of the Company that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Company, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Director either intends to liquidate the Company, or to cease operations, or has no realistic alternative but to do so.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Auditors' Responsibilities for the Audit of the Financial Statements (continued)

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with CISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.


BOD Visiting
Date 13 December 2023

As part of an audit in accordance with CISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Company, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements of the Company, including the disclosures, and whether the financial statements of the Company represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Other Matter

This report is made solely to the shareholders of the Company, as a body. We do not assume responsibility to any other person for the content of this report.

BDO (Cambodia) Limited

Phnom Penh, Cambodia
Date: 26 April 2024

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	Note	2023		2022	
		US$	KHR'000	US$	KHR'000
ASSETS					
Cash on hand	6	18,370	75,041	20,607	84,839
Balances with National Bank of Cambodia	7	421,157	1,720,426	167,533	689,733
Balances with other banks	8	972,614	3,973,128	1,731,687	7,129,355
Loans to customers	9	8,554,047	34,943,282	7,760,937	31,951,777
Other receivables	10	228,599	933,827	76,756	316,005
Property and equipment	11	142,606	582,546	122,286	503,451
Intangible assets	12	5,310	21,691	6,266	25,797
TOTAL ASSETS		10,342,703	42,249,941	9,886,072	40,700,957
LIABILITIES AND EQUITY					
LIABILITIES					
Borrowings	13	2,570,545	10,500,676	7,500,206	30,878,348
Other payables	14	239,334	977,679	198,548	817,421
Current tax liabilities		48,283	197,236	995	4,096
TOTAL LIABILITIES		2,858,162	11,675,591	7,699,749	31,699,865
EQUITY					
Share capital	15	8,000,000	32,647,000	3,000,000	12,222,000
Accumulated losses		(515,459)	(2,090,882	(813,677)	(3,316,557)
Currency translation differences		-	18,232	-	95,649
TOTAL EQUITY		7,484,541	30,574,350	2,186,323	9,001,092
TOTAL LIABILITIES AND EQUITY		10,342,703	42,249,941	9,886,072	40,700,957

STATEMENT OF COMPREHENSIVE INCOME AS AT 31 DECEMBER 2022

	Note	2023		2022	
		US$	KHR'000	US$	KHR'000
Interest income	16	1,327,272	5,455,088	1,363,319	5,571,885
Interest expense	17	(149,878)	(615,999)	(349,687)	(1,429,171)
Net interest income		1,177,394	4,839,089	1,013,632	4,142,714
Allowance for impairment losses	9	(79,601)	(327,160)	(9,261)	(37,850)
Other operating income	18	109,121	448,487	77,280	315,843
Personnel expenses	19	(496,951)	(2,042,469)	(440,265)	(1,799,363)
Depreciation and amortisation expenses	20	(39,383)	(161,864)	(39,005)	(159,414)
General and administrative expenses	21	(310,921)	(1,277,885)	(386,531)	(1,579,752)
Profit before tax		359,659	1,478,198	215,850	882,178
Tax expense	22	(61,441)	(252,523)	(13,634)	(55,722)
Profit for the financial year		298,218	1,225,675	202,216	826,456
Other comprehensive income, net of tax					
Items that may be reclassified					
subsequently to profit or loss					
- foreign currency translations		-	(77,417)	-	91,384
Total comprehensive income for the financial year		298,218	1,148,258	202,216	917,840

STATEMENT OF CHANGES IN EQUITY AS AT 31 DECEMBER 2023

	Note	Share Capital		Accumulated losses			Currency translation differences		Total
		US$	KHR'000	US$	KHR'000		US$	KHR'000	
Balance as at 1 January 2022		**3,000,000**	**12,222,000**	**(1,015,893)**	**(4,143,013)**	**-**	**4,265**	**1,984,107**	**8,083,252**
Profit for the financial year		-	-	202,216	826,456	-	-	202,216	826,456
Other comprehensive income, net of tax		-	-	-	-	-	91,384	-	91,384
Total comprehensive income		-	-	202,216	826,456	-	91,384	202,216	917,840
Balance as at 31 December 2022		**3,000,000**	**12,222,000**	**(813,677)**	**(3,316,557)**	**-**	**95,649**	**2,186,323**	**9,001,092**
Profit for the financial year		-	-	298,218	1,225,675	-	-	298,218	1,225,675
Other comprehensive income, net of tax		-	-	-	-	-	(77,417)	-	(77,417)
Total comprehensive income		-	-	298,218	1,225,675	-	(77,417)	298,218	1,148,258
Transaction with owners									
Share issue, representing total transaction with owners	13	5,000,000	20,425,000	-	-	-	-	5,000,000	20,425,000
Balance as at 31 December 2023		**8,000,000**	**32,647,000**	**(515,459)**	**(2,090,882)**	**-**	**18,232**	**7,484,541**	**30,574,350**

STATEMENT OF CASH FLOWS
AS AT 31 DECEMBER 2023

	Note	2023 US$	2023 KHR'000	2022 US$	2022 KHR'000
Cash flows from operating activities					
Profit before tax		359,659	1,478,198	215,850	882,178
Adjustments for: Allowance for impairment losses	9	79,601	327,160	9,261	37,850
Amortisation of intangible assets	12	2,799	11,504	2,315	9,462
Depreciation of property and equipment	11	36,584	150,360	36,690	149,952
Gain on disposal of property and equipment		(169)	(695)	-	-
Interest expense	17	149,878	615,999	349,687	1,429,171
Property and equipment written off		-	-	13,634	55,722
Operating profit before working capital changes		628,352	2,582,526	627,437	2,564,335
Changes in working capital					
Loans to customers		(872,711)	(3,565,024)	(280,194)	(1,153,558)
Other receivables		(151,843)	(620,279)	1,223	5,035
Other payables		40,786	166,611	83,006	341,735
Statutory deposit		(250,000)	(1,021,250)	(50,000)	(205,850)
Cash (used in)/generated from operations		(605,416)	(2,457,416)	381,472	1,551,697
Income tax paid		(14,153)	(58,169)	(12,639)	(51,655)
Interest paid		(79,539)	(326,905)	(99,604)	(407,081)
Net cash (used in)/from operating activities		(699,108)	(2,842,490)	269,229	1,092,961
Cash flows from investing activities					
Purchase of property and equipment	11	(66,464)	(273,167)	(14,801)	(60,491)
Purchase of intangible assets	12	(1,843)	(7,575)	(2,194)	(8,967)
Proceeds from disposal of property and equipment		9,729	39,986	-	-
Net cash used in investing activities		(58,578)	(240,756)	(16,995)	(69,458)
Net (decrease)/increase in cash and cash equivalents		(757,686)	(3,083,246)	252,234	1,023,503
Cash and cash equivalents at beginning of financial year		1,769,827	7,286,377	1,517,593	6,182,674
Currency translation differences		-	(68,536)	-	80,200
Cash and cash equivalents at end of financial year		1,012,141	4,134,595	1,769,827	7,286,377
Cash and cash equivalents comprise the following:					
Cash on hand	6	18,370	75,041	20,607	84,839
Balances with National Bank of Cambodia (excluding statutory deposit)	7	21,157	86,426	17,533	72,183
Balances with other banks	8	972,614	3,973,128	1,731,687	7,129,355
		1,012,141	4,134,595	1,769,827	7,286,377

STAFF ACTIVITIES


Annual Staff Retreat


International Women's Day


Annual Press conference 2023


Football Matching Activity


HR Policy and Operation


Mission and Promotions

STAFF ACTIVITIES


Executive Management Meeting


Khmer New Year Celebrity


Finance Department Training


Staff Best Performance Certification


Staff Birthday


Credit Department Meeting

OPERATING AREAS

Head Office

The Gateway Office Tower, 11th floor, Unit 10-11-12, Russian Federation Blvd, Phum 10, Sangkat Phsar Depou 1, Khan Tuol Kork, Phnom Penh.
Tel: 023 221 499

Tuek Thla Branch

Building No.A95-A97, Russian Blvd, Sangkat Tuek Thla, Khan Sen Sok, Phnom Penh.
Tel: 087 567 802

Prek Eng Branch

Building No.6A, National Road 1, Boeng Chhuk Village, Sangkat Niroth, Khan Chbar Ampov, Phnom Penh.
Tel: 087 567 803

Takhmao Branch

Building No.01, National Road 21, Thmey Village, Sangkat Takhmao, Krong Takhmao, Kandal Province.
Tel: 087 567 804

Ang Snuol Branch

Building No.10, National Road 4, Bekchan Village, Bekchan Commune, Ang Snuol District, Kandal Province.
Tel: 087 567 805

Chrouy Changvar Branch

Building No.F12,National Road 6A, Phum Khtor, Sangkat Preaek Lieb, Khan Chrouy Changvar, Phnom Penh
Tel: 087 567 806

The Gateway Office Tower, 11th floor, Unit 10-11-12, Russian Federation Blvd,
Phum 10, Sangkat Phsar Depou 1, Khan Tuol Kork, Phnom Penh.

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