

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

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

Cambodia Post Bank Plc. and its subsidiary

Consolidated statement of financial position as at 31 December 2020

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

Cambodia Post Bank Plc. and its subsidiary

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

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

Cambodia Post Bank Plc. and its subsidiary

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

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

Cambodia Post Bank Plc. and its subsidiary

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

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

Cambodia Post Bank Plc. and its subsidiary

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

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

Cambodia Post Bank Plc. and its subsidiary

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

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

Cambodia Post Bank Plc.

Separate statement of financial position as at 31 December 2020

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

Cambodia Post Bank Plc.

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

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

Cambodia Post Bank Plc.

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

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

Cambodia Post Bank Plc.

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

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

Cambodia Post Bank Plc.

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

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

Cambodia Post Bank Plc.

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

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