

INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED) FOR SIX MONTHS ENDED 30 JUNE 2025

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JOINT-STOCK COMMERCIAL BANK "BUSINESS DEVELOPMENT BANK"

STATEMENT OF MANAGEMENT'S RESPONSIBILITIES FOR THE PREPARATION AND APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX MONTHS ENDED 30 JUNE 2025 (UNAUDITED)

Management of Joint-Stock Commercial Bank "Business Development Bank" is responsible for the preparation of the interim condensed consolidated financial information that presents the consolidated financial position of Joint-Stock Commercial Bank "Business Development Bank" and its subsidiaries (collectively – "the Group") as at 30 June 2025, and the results of its operations, changes in equity and cash flows for the six months then ended, in accordance with International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34").

In preparing the interim condensed consolidated financial information, management is responsible for:

- properly selecting and applying accounting policies;
- presenting information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information;
- providing additional disclosures when compliance with the specific requirements in IAS 34 are insufficient to enable users to understand the impact of particular transactions, other events and conditions on the Group's consolidated financial position and financial performance; and
- making an assessment of the Group's ability to continue as a going concern.

Management is also responsible for:

- designing, implementing and maintaining an effective and sound system of internal controls, throughout the Group;
- maintaining adequate accounting records that are sufficient to show and explain the Group's transactions and disclose with reasonable accuracy at any time the consolidated financial position of the Group, and which enable them to ensure that the interim condensed consolidated financial information of the Group comply with IAS 34;
- maintaining statutory accounting records in compliance with the legislation of the Republic of Uzbekistan;
- taking such steps as are reasonably available to them to safeguard the assets of the Group; and
- preventing and detecting fraud and other irregularities.

The interim condensed consolidated financial information of the Group for the six months ended 30 June 2025 (unaudited) was authorized for issue by the Management Board on XX November 2025.

On behalf of the Management Board:


Annaklichev Sakhī Saparmukhamedovich
Acting Chairman of the Management Board

07 November 2025
Tashkent, Uzbekistan




Rakhmonov Nozim Norboboyevich
Acting Deputy Chief Accountant

07 November 2025
Tashkent, Uzbekistan



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International Business Center
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Independent Auditors' Report on Review of Interim Condensed Consolidated Financial Information

To the Shareholders of Joint-Stock Commercial Bank “Business Development Bank”

Opinion

We have reviewed the accompanying interim condensed consolidated statement of financial position of Joint-Stock Commercial Bank “Business Development Bank” and its subsidiaries (the “Group”) as at 30 June 2025, and the interim condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the six-month period then ended, and notes to the interim condensed consolidated financial information (the “interim condensed consolidated financial information”). Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with IAS 34 *Interim Financial Reporting*. Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim condensed consolidated 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.

Audited entity: Joint Stock Commercial Bank «Business Development Bank».

Registered by the Central Bank of the Republic of Uzbekistan on 2 August 1994 № 45.

Tashkent, the Republic of Uzbekistan.

AO «KPMG Audit» LLC, a company incorporated under the Laws of the Republic of Uzbekistan, and a member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee.

Registration № in the Unified State Register of Enterprises 0111887-10



Joint Stock Commercial Bank "Business Development Bank"
Independent Auditors' report on the Interim Consolidated Condensed Financial Information
Page 2

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information as at 30 June 2025 and for the six-month period then ended is not prepared, in all material respects, in accordance with IAS 34 *Interim Financial Reporting*.

Other matter

The consolidated financial statements as at and for the year ended 31 December 2024 and the interim condensed consolidated financial information of the Group as at and for the six-month period ended 30 June 2024 were audited and reviewed, respectively, by other auditors whose reports dated 12 June 2025 and 9 January 2025, respectively, were unmodified.

Kouznetsov A.A.
Engagement Partner
AO "KPMG Audit" LLC

Qualification certificate of bank
Auditor #35 issued 28 November 2023
By the Central Bank of
The Republic of Uzbekistan

Tashkent, Uzbekistan
7 November 2025

Saidov S.K.
General Director
AO "KPMG Audit" LLC



JOINT-STOCK COMMERCIAL BANK "BUSINESS DEVELOPMENT BANK"

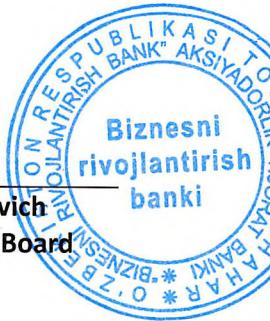
Interim Condensed Consolidated Statement of Financial Position as at 30 June 2025 (unaudited)
(in millions of Uzbekistan Soums)

	Notes	30 June 2025 (unaudited)	31 December 2024
ASSETS			
Cash and cash equivalents	5	3,721,388	2,341,951
Reverse REPO transactions		-	300,885
Due from other banks	6	5,308,589	4,920,967
Loans and advances to customers	7	22,257,546	20,832,763
Investment securities measured at amortised cost	8	2,078,781	1,828,215
Financial assets at fair value through other comprehensive income	9	119,718	117,614
Property and equipment	10	917,518	643,841
Intangible assets	10	19,602	24,664
Deferred income tax asset	21	277,161	247,825
Current income tax prepayment		38,141	27,382
Other assets	11	300,565	89,338
Assets classified as held for sale	12	320,834	221,350
TOTAL ASSETS		35,359,843	31,596,795
LIABILITIES AND EQUITY			
LIABILITIES			
Due to other banks	13	1,642,161	2,917,994
REPO transactions		448,334	-
Customer accounts	14	8,841,086	6,462,612
Borrowings from government and international financial institutions	15	19,081,958	17,054,222
Debt securities in issue		-	20,079
Other liabilities	16	110,438	588,118
Subordinated debt		1,812,049	1,811,095
Total liabilities		31,936,026	28,854,120
EQUITY			
Share capital	17	5,693,791	5,205,183
Share premium		942	942
Retained earnings		(2,282,613)	(2,475,342)
Investment revaluation reserve		11,974	11,892
Net assets attributable to the Bank's owners		3,424,094	2,742,675
Non-controlling interest		(277)	-
Total equity		3,423,817	2,742,675
TOTAL LIABILITIES AND EQUITY		35,359,843	31,596,795

On behalf of the Management Board:

Annaklichev Sakhi Saparmukhamedovich
 Acting Chairman of the Management Board

07 November 2025
 Tashkent, Uzbekistan



Rakhmonov Nozim Norboboyevich
 Acting Deputy Chief Accountant

07 November 2025
 Tashkent, Uzbekistan

JOINT-STOCK COMMERCIAL BANK "BUSINESS DEVELOPMENT BANK"

Interim Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the six months ended 30 June 2025 (unaudited)
(in millions of Uzbekistan Soums)

		For the six months ended	
	Notes	30 June 2025 (unaudited)	30 June 2024 (unaudited)
Interest income	18	2,196,214	2,033,220
Interest expense	18	(1,505,224)	(1,062,876)
NET INTEREST INCOME		690,990	970,344
Provision for expected credit losses	23	(61,889)	(691,510)
Net loss on initial recognition of assets at rates below market rate		-	(22,706)
NET INTEREST INCOME AFTER PROVISION			
FOR IMPAIRMENT OF FINANCIAL ASSETS		629,101	256,128
Fee and commission income	19	165,966	104,149
Fee and commission expense	19	(37,407)	(29,275)
Net gain on foreign exchange operations		81,794	18,618
Other income		15,456	22,237
Impairment losses on other operations	12	(4,164)	(63,048)
NET NON-INTEREST INCOME		221,645	52,681
OPERATING INCOME		850,746	308,809
Operating expenses	20	(646,112)	(467,808)
PROFIT / (LOSS) BEFORE INCOME TAX		204,634	(158,999)
Income tax expense	21	(11,914)	(59,009)
PROFIT / (LOSS) FOR THE PERIOD		192,720	(218,008)
Other comprehensive income			
<i>Items that will not be reclassified subsequently to profit or loss:</i>			
Changes in the fair value of equity instruments classified as FVTOCI		102	3,216
Income tax relating to the equity instruments classified as FVTOCI		(20)	(644)
Other comprehensive income for the period		82	2,572
TOTAL COMPREHENSIVE INCOME/ (LOSS) FOR THE PERIOD		192,802	(215,436)
Profit/(loss) is attributable to:			
- Owners of the Bank		192,997	(218,008)
- Non-controlling interest		(277)	-
PROFIT / (LOSS) FOR THE PERIOD		192,720	(218,008)
Total comprehensive income/(loss) is attributable to:			
- Owners of the Bank		193,079	(215,436)
- Non-controlling interest		(277)	-
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD		192,802	(215,436)
Basic and diluted loss per ordinary share (expressed in UZS per share)		6	(9)

On behalf of the Management Board:

Annaklichev Sakhī Saparmukhamedovich
Acting Chairman of the Management Board

07 November 2025
Tashkent, Uzbekistan



Rakhmonov Nozim Norbooyevich
Acting Deputy Chief Accountant

07 November 2025
Tashkent, Uzbekistan

JOINT-STOCK COMMERCIAL BANK "BUSINESS DEVELOPMENT BANK"

Interim Condensed Consolidated Statement of Changes in Equity for the six months ended 30 June 2025 (unaudited)
(in millions of Uzbekistan Soums)

	Attributable to the Bank's owners				Non-controlling interest	Total equity
	Share capital	Share premium	Retained earnings	Investment revaluation reserve		
31 December 2024	5,205,183	942	(2,475,342)	11,892	-	2,742,675
Profit for the period	-	-	192,997	-	(277)	192,720
Other comprehensive income for the period, net of income tax	-	-	-	82	-	82
Shares issued	488,608	-	-	-	-	488,608
Dividends declared – preference shares	-	-	(268)	-	-	(268)
30 June 2025 (unaudited)	5,693,791	942	(2,282,613)	11,974	(277)	3,423,817
	Share capital	Share premium	Retained earnings	Investment revaluation reserve		Total equity
31 December 2023	1,861,514	942	(397,152)	3,501		1,468,805
Loss for the period	-	-	(218,008)	-	-	(218,008)
Other comprehensive loss for the period, net of income tax	-	-	-	2,572	-	2,572
Shares issued	1,143,193	-	-	-	-	1,143,193
30 June 2024 (unaudited)	3,004,707	942	(615,160)	6,073		2,396,562

On behalf of the Management Board:


Annaklichev Sakhī Šəpərmukhamedovich
Acting Chairman of the Management Board

07 November 2025
Tashkent, Uzbekistan




Rakhmonov Nozim Norboboyevich
Acting Deputy Chief Accountant

07 November 2025
Tashkent, Uzbekistan

JOINT-STOCK COMMERCIAL BANK "BUSINESS DEVELOPMENT BANK"

**Interim Condensed Consolidated Statement of Cash Flows for the six months ended
30 June 2025 (unaudited)
(in millions of Uzbekistan Soums)**

	Notes	For the six months ended	
		30 June 2025 (unaudited)	30 June 2024 (unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES:			
Interest received		2,362,823	1,915,575
Interest paid		(1,502,265)	(1,060,422)
Fees and commission received		51,959	90,571
Fees and commission paid		(37,407)	(29,275)
Income received from trading in foreign currencies		107,605	13,231
Other income received		9,379	17,513
Staff costs paid		(412,124)	(294,672)
Operating expenses paid		(228,769)	(148,662)
Income tax paid		(52,029)	(19,203)
Cash flows from operating activities before changes in operating assets and liabilities		299,172	484,656
Net (increase)/decrease in:			
- Reverse REPO transactions		300,885	-
- due from other banks		(251,934)	(1,972,935)
- loans and advances to customers		(1,805,291)	(246,290)
- other assets		(529)	(28,210)
Net increase/(decrease) in:			
- due to other banks		(1,349,588)	346,541
- REPO transactions		453,817	-
- debt securities		(20,000)	(36,500)
- customer accounts		2,456,499	(399,519)
- other liabilities		(496,999)	(603)
Net cash used in operating activities		(413,968)	(1,852,860)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property, equipment and intangible assets		(530,483)	(23,738)
Proceeds from sale of property and equipment		66,109	5,142
Acquisition of financial assets at fair value through other comprehensive income		(2,002)	(49,137)
Acquisition of Investment securities measured at amortised cost		(836,973)	(555,873)
Proceeds from disposal of Investment securities measured at amortised cost		600,910	561,442
Dividend income received		1,404	357
Net cash used in investing activities		(701,035)	(61,807)

JOINT-STOCK COMMERCIAL BANK "QISHLOQ QURILISH BANK"
Interim Condensed Consolidated Statement of Cash Flows for the six months ended
30 June 2025 (unaudited)
(in millions of Uzbekistan Soums)

CASH FLOWS FROM FINANCING ACTIVITIES:		
Issue of ordinary shares	488,608	217,785
Dividends paid	(31)	(12)
Proceeds from borrowings from government and international financial institutions	5,368,104	4,005,975
Repayment of borrowings from government and international financial institutions	(3,390,997)	(4,375,999)
Proceeds from subordinated debt	1,432	2,768,253
Net cash from financing activities	2,467,116	2,616,002
Effect of changes in foreign exchange rate on cash and cash equivalents	27,346	32,592
Effect of changes in expected credit losses	(22)	(4,888)
Net increase in cash and cash equivalents	1,379,437	729,039
CASH AND CASH EQUIVALENTS at the beginning of the period	5	2,341,951
CASH AND CASH EQUIVALENTS at the end of the period	5	3,721,388
		1,964,087
		2,693,126
Non-cash transactions		
Repossessed assets/ Assets held for sale	99,484	7,840
Write off loans	23	2,446,073
		68,417

On behalf of the Management Board:

Annaklichev Sakhī Saparmukhamedovich
 Acting Chairman of the Management Board

07 November 2025
 Tashkent, Uzbekistan



Rakhmonov Nozim Norboboyevich
 Acting Deputy Chief Accountant

07 November 2025
 Tashkent, Uzbekistan

The notes on pages 9-50 form an integral part of this interim condensed consolidated financial information.

JOINT-STOCK COMMERCIAL BANK “BUSINESS DEVELOPMENT BANK”

Selected Explanatory Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2025 (unaudited) *(in millions of Uzbekistan Soums, unless otherwise indicated)*

1. Introduction

On 29 September 2023, Joint-Stock Commercial Bank “Business Development Bank” (“the Bank”) was created on the basis of the Joint-Stock Commercial Bank “Qishloq Qurilish Bank” with a priority focus on financing projects of small businesses and providing them with comprehensive services, in accordance with the Presidential Decree of the Republic of Uzbekistan PD-292 dated 4 September 2023 “On measures to implement the tasks identified in the open dialogue of 2023 between the President of the Republic of Uzbekistan and entrepreneurs”. The Bank is state controlled as a significant portion of its equity is owned by the Ministry of Economy and Finance of the Republic of Uzbekistan and Fund for Reconstruction and Development of the Republic of Uzbekistan.

The Bank is a joint-stock company limited by shares and was set up in accordance with Uzbek regulations.

Principal activity.

The main objectives of the Bank are:

- implementation of logistic support for the process from the study of small businesses to financing and sustainable establishment of production;
- introduction of simplified lending system for small businesses with a positive credit history;
- introduction of the practice of “business mortgages” and development and master plans for regions that provide mortgages for communication facilities and infrastructure;
- business plan, financial reporting, export-import practice, property valuation, use of insurance and notary services, practical assistance to entrepreneurs in preparing documents and organizing free legal services;
- creation and operation of the “Business 24/7” system – a “single window” system that provides uninterrupted banking and consulting services to entrepreneurs in matters of market conditions and business organization;
- as a universal commercial bank that provides other comprehensive banking services to legal entities and individuals in the manner prescribed by law.

The Bank was granted a banking license #93 issued by the Central Bank of the Republic of Uzbekistan (“the CBU”) on 30 September 2023.

As at 30 June 2025, the Bank's registered address was: 18A, Navoi str., Tashkent, 100011, the Republic of Uzbekistan.

JOINT-STOCK COMMERCIAL BANK “BUSINESS DEVELOPMENT BANK”

Selected Explanatory Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2025 (unaudited) (in millions of Uzbekistan Soums, unless otherwise indicated)

The Bank is a parent company of the Group which consists of the following subsidiaries consolidated in these financial statements:

	Country	30 June 2025 (unaudited)	31 December 2024	Industry
		Share in company, %	Share in company, %	
LLC "BRB Capital"	Uzbekistan	100%	100%	Construction
LLC "BRB-TECH"	Uzbekistan	100%	100%	Innovative Technologies
LLC "BRB FAKTORING FAKTORING TASHKILOTI"	Uzbekistan	100%	-	Financial Services
LLC "BIZNESNI RIVOJLANTIRISH MIKROMOLIYA TASHKILOTI"	Uzbekistan	100%	-	Financial Services
LLC "Digital transformation center"	Uzbekistan	100%	100%	Management
LLC "Small business supporting centre of Bukhara region"	Uzbekistan	100%	100%	Fund Management
LLC "Small business supporting centre of Republic of Karakalpakstan"	Uzbekistan	100%	100%	Fund Management
LLC "Small business supporting centre of Andijan region"	Uzbekistan	100%	100%	Fund Management
LLC "Small business supporting centre of Navoi region"	Uzbekistan	100%	100%	Fund Management
LLC "Small business supporting centre of Syrdarya region"	Uzbekistan	100%	100%	Fund Management
LLC "Small business supporting centre of Tashkent city"	Uzbekistan	100%	100%	Fund Management
LLC "Small business supporting centre of Fergana region"	Uzbekistan	100%	100%	Fund Management
LLC "Small business supporting centre of Namangan region"	Uzbekistan	100%	100%	Fund Management
LLC "Small business supporting centre of Samarkand region"	Uzbekistan	100%	100%	Fund Management
LLC "Small business supporting centre of Tashkent region"	Uzbekistan	100%	100%	Fund Management
LLC "Small business supporting centre of Jizzakh region"	Uzbekistan	100%	100%	Fund Management
LLC "Small business supporting centre of Khorezm region"	Uzbekistan	100%	100%	Fund Management
LLC "Small business supporting centre of Kashkadarya region"	Uzbekistan	100%	100%	Fund Management
LLC "Small business supporting centre of Surkhandarya region"	Uzbekistan	100%	100%	Fund Management
<i>JSBC "Business Development Bank" indirect interest in subsidiaries via LLC "BRB Capital"</i>				
LLC "BRB-INVEST DEVELOPMENT"	Uzbekistan	99.99%	99.99%	Construction
LLC "CHIMGAN APARTMENT"	Uzbekistan	100%	-	Construction
LLC "ELITE HOMES RENOVATIONS"	Uzbekistan	100%	-	Construction
LLC "NAMANGAN ELITE HOMES"	Uzbekistan	99.99%	-	Construction
LLC "OLD CITY GUEST HOUSE"	Uzbekistan	99.99%	-	Construction
<i>JSBC "Business Development Bank" indirect interest in subsidiaries via LLC "BRB FAKTORING FAKTORING TASHKILOTI"</i>				
LLC "Yangiyo'l - Agro Star"	Uzbekistan	77.5%	-	Agriculture

In accordance with the Resolution of the President of the Republic of Uzbekistan No.364 dated 30 August 2022 “On measures to implement the tasks set during the President’s 2022 open dialogue with entrepreneurs” and No.109 dated 4 March 2024 “On priority measures for implementing reforms in 2024 in accordance with the key directions of the “Uzbekistan-2030” strategy”, the Group created a new subsidiaries via investing UZS 5,000 million in to the share capital of LLC “BRB FAKTORING FAKTORING TASHKILOTI” and LLC “BIZNESNI RIVOJLANTIRISH MIKROMOLIYA TASHKILOTI”.

In accordance with the Resolution of the President of the Republic of Uzbekistan No.57 dated 14 February 2025 “On the organization of the activities of the company “UZAGROSTAR XOLDING” the Group funded a new subsidiary via investing UZS 15,500 million or 77.5% (total share capital UZS 20,000 million) with the aim of activities associated with the cultivation, storage, processing, packaging and transportation of certain types of products, as well as the distribution and implementation of new technologies and approaches.

In accordance with the Resolution of the President of the Republic of Uzbekistan No.3080 dated 23 June 2017 “On measures to establish the Center of Islamic Civilization under the Cabinet of Ministers of the

JOINT-STOCK COMMERCIAL BANK “BUSINESS DEVELOPMENT BANK”

Selected Explanatory Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2025 (unaudited) (in millions of Uzbekistan Soums, unless otherwise indicated)

Republic of Uzbekistan” and the Resolution of the Cabinet of Ministers “On accelerating the construction of the Islamic Civilization Center in Tashkent and the reconstruction of Korasaroy Street” dated 12 February 2025, the Group established a second-tier subsidiary LLC “OLD CITY GUEST HOUSE” through the participation of LLC “BRB-Capital”.

In accordance with the Resolution of the President of the Republic of Uzbekistan No.17 dated 27 January 2025 “On measures to further develop the housing construction sector and improve mechanisms for regulating the construction of residential and non-residential facilities on the basis of equity participation”, particularly, construction of the “New Uzbekistan” residential complex in Namangan city and other large-scale renovation projects in Kokand city, the Group created a new subsidiary via investing UZS 150,000 million in LLC “ELITE HOMES RENOVATIONS” and LLC “NAMANGAN ELITE HOMES” through the participation of LLC “BRB-Capital”.

In accordance with the Resolution of the Cabinet of Ministers of the Republic of Uzbekistan No.911 dated 30 December 2024, the Bank was approved as the one of commercial banks participating as investors in the financing of tourism facilities within “Chimyon” international resort area by creating a new subsidiary LLC “CHIMGAN APARTMENT” via investing UZS 88,000 million through the participation of LLC “BRB-Capital”.

Presentation currency. These interim condensed consolidated financial statements are presented in millions of Uzbekistan Soums (“UZS”) and rounded to the nearest million, unless otherwise stated.

As at 30 June 2025 (unaudited) and 31 December 2024, the following shareholders owned issued shares of the Bank:

	30 June 2025	31 December	
	(unaudited)		2024
Shareholders:			
Fund for Reconstruction and Development of the Republic of Uzbekistan (UFRD)	52.30%	57.22%	
National Investment Fund of the Republic of Uzbekistan	25.11%	-	
Ministry of Economy and Finance of the Republic of Uzbekistan (MOEF)	22.05%	42.19%	
Others (individually holding less than 5% of the share capital of the Bank)	0.54%	0.59%	
Total	100.00%	100.00%	

The Group is ultimately controlled by the government of the Republic of Uzbekistan.

2. Operating environment of the Group

Emerging markets such as Uzbekistan are subject to different risks than more developed markets, including economic, political and social, and legal and legislative risks. Laws and regulations affecting businesses in Uzbekistan continue to change rapidly, tax and regulatory frameworks are subject to varying interpretations. The future economic direction of Uzbekistan is heavily influenced by the fiscal and monetary policies adopted by the government, together with developments in the legal, regulatory, and political environment.

Because Uzbekistan produces and exports gold in large volume, its economy is sensitive to the price of gold on the world market. According to Ibma.org.uk during the six months of 2025, the gold price was subject to significant fluctuations with the average price of 3,067.38 USD per troy ounce (2024: 2,386.76 USD per troy ounce). For the same period the Uzbekistan’s gross domestic product (“GDP”) grew by 6.7% (2024: 6.4%). In the first half of 2025 inflation rate in the country increased to 8.7% per annum (2024: inflation was 9.8% per annum) per press releases issued by the CBU.

JOINT-STOCK COMMERCIAL BANK “BUSINESS DEVELOPMENT BANK”

Selected Explanatory Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2025 (unaudited) *(in millions of Uzbekistan Soums, unless otherwise indicated)*

In the first half of 2025, the Central Bank of the Republic of Uzbekistan has not revised the base rate which remained at 14% per annum. The Central Bank of Uzbekistan decided to maintain the current rate at its April 2025 meeting despite rising demand and price pressure. However, the uncertainty still exists related to future development of the geopolitical risks and their impact on the economy of Uzbekistan.

Management of the Group is monitoring developments in the economic, political, and geopolitical situation and taking measures it considers necessary to support the sustainability and development of the Bank’s business for the foreseeable future. However, the consequences of these events and related future changes may have a significant impact on the Bank’s operations.

3. Basis of presentation

The interim condensed consolidated financial information of the Group has been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting”.

The interim condensed consolidated financial information is unaudited and does not include all the information and disclosures required in the annual financial statements. The Group omitted disclosures, which would substantially duplicate the information contained in its audited annual consolidated financial statements for the year ended 31 December 2024 prepared in accordance with International Financial Reporting Standards (“IFRS”), such as accounting policies and details of accounts, which have not changed significantly in amount or composition. Additionally, the Group has provided disclosures where significant events have occurred subsequent to the issuance of the Group’s annual consolidated financial statements for the year ended 31 December 2024 prepared in accordance with IFRS.

Management believes that the disclosure in this interim condensed consolidated financial information is adequate to make the information presented not misleading if this interim condensed consolidated financial information is read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2024 prepared in accordance with IFRS. In management’s opinion, this interim condensed consolidated financial information reflects all adjustments necessary to present the Group’s financial position, results of operations, statements of changes in shareholders’ equity and cash flows for the interim reporting periods.

Interim measurement period. Income tax expense is recognized in this condensed interim consolidated financial information based on the management’s best estimate of the weighted average effective annual income tax rate expected for the full financial year. Costs that incur unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

Going concern. This interim condensed consolidated financial information has been prepared assuming that the Group continues as a going concern, which contemplates that the Group will continue its operations for the foreseeable future.

The Group had a net profit of UZS 192,720 million for the period ended 30 June 2025 (unaudited). The positive result was achieved mainly due to the provisions for expected credit losses amounting to UZS 61,889 million, compared to a substantial charge in the prior year. In addition, higher net gains from foreign exchange operations and growth in fee and commission income supported profitability. This performance offset the decline in net interest income caused by reduced interest income and higher funding costs, as well as the increase in operating expenses.

For the six months ended 30 June 2025 (unaudited), the Group had a cash outflow from operating activities mainly as a result of increasing of loans and advances to customers and due to other banks by UZS 1,805,291 million and UZS 1,349,588 million respectively. The purchase of property, plant and equipment in the amount of UZS 530,483 million, including intangible assets, resulted in the UZS 701,035 net cash outflow from investing activities.

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As at 30 June 2025 (unaudited), the Group was not in compliance with certain financial covenants stipulated in loan agreements with Asian Development Bank (ADB) via MOEF, International Fund for Agricultural Development (IFAD) via MOEF and KFW IPEX BANK, and classified these loans in the total principal amount of UZS 995,051 million (Note 15) as “Up to 1 month” category in the liquidity disclosure of Note 23.

As of 30 June 2025 (unaudited), the Group was in compliance with all prudential requirements set by the Central Bank of the Republic of Uzbekistan.

4. Critical accounting judgments and key sources of estimation uncertainty

In preparing this interim condensed consolidated financial information, the significant judgments made by the management in applying the Group’s accounting policies and key sources of estimation uncertainty were consistent with those that applied to the Group’s annual consolidated financial statements for the year ended 31 December 2024 prepared in accordance with IFRS. There have been no changes to the basis upon which the significant accounting estimates have been determined compared with 31 December 2024.

5. Cash and cash equivalents

	30 June 2025 (unaudited)	31 December 2024
Cash on hand	885,834	858,102
Cash balances with the CBU (other than mandatory reserve deposits)	734,590	657,092
Correspondent accounts and overnight placements with other banks	1,885,595	824,861
Placements with other banks with original maturities of less than three months	215,449	1,953
Total cash and cash equivalents, gross	3,721,468	2,342,008
Less: Provision for expected credit losses	(80)	(57)
Total cash and cash equivalents	3,721,388	2,341,951

The analysis of credit quality and credit ratings of cash and cash equivalents is as follows:

	30 June 2025 (unaudited)	31 December 2024
Stage 1 (12-month ECL)		
Cash on hand	885,834	858,102
Aa2	659,094	439,192
A1	1,109,662	994
A3	126,541	-
Baa1	105	257
Ba2	924,175	779,446
Ba3	4,947	5,357
B1	7,310	258,660
B2	3,761	-
B3	39	-
Total cash and cash equivalents, gross	3,721,468	2,342,008
Less: Provision for expected credit losses	(80)	(57)
Total cash and cash equivalents	3,721,388	2,341,951

For the balances with the CBU, the quality categories are determined based on the Moody’s sovereign rating – Ba3 positive (as at 31 December 2024 Ba3 stable).

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The quality categories of balances of JSCB "Asia-Invest Bank" are determined based on the credit rating of its parent company - the National Bank for Foreign Economic Activity of the Republic of Uzbekistan - Ba2 stable (as at 31 December 2024 Ba3 stable). If "extremely weak creditworthiness" of credit ratings were used, an additional UZS 1,715 million of expected credit loss would be recognized.

Changes in credit quality of cash and cash equivalents during the six months ended 30 June 2025 (unaudited) are disclosed in Note 23. Information on related party balances is disclosed in Note 27.

6. Due from other banks

	30 June 2025 (unaudited)	31 December 2024
Short term placements with other banks with original maturities of more than three months	431,120	860,445
Long term placements with other banks	3,217,956	2,774,500
Restricted cash	1,726,609	1,318,541
Mandatory reserve deposit held with CBU	-	378
Total due from other banks, gross	5,375,685	4,953,864
Less: Provision for expected credit losses	(67,089)	(32,897)
Total due from other banks	5,308,596	4,920,967

As at 30 June 2025 (unaudited), restricted cash in the amount of UZS 1,694,659 million (31 December 2024: UZS 1,239,267 million) represents balances held in current/settlement accounts of customers of "Digital Transformation Center" LLC. The Group does not have right to use these funds for the purpose of funding its own activities as part of these funds in the form of the deposit is blocked/limited in use due to participation in tenders.

The analysis of credit quality and credit ratings of due from other banks is presented in the table below:

	30 June 2025 (unaudited)	31 December 2024
Stage 1 (12-month ECL)		
A1	17,912	-
A3	686,296	714,410
Baa1	18,812	-
Ba2	2,566,980	4,027,611
B1	1,179	133,157
B2	79,728	76,131
B3	2,004,136	1,900
Total stage 1, gross	5,375,043	4,953,209
Stage 3 (Lifetime ECL)		
Not rated	642	655
Total stage 3, gross	642	655
Total due from other banks, gross	5,375,685	4,953,864
Less: Provision for expected credit losses	(67,096)	(32,897)
Total due from other banks	5,308,589	4,920,967

For the balances with the CBU, the quality categories are determined based on the Moody's sovereign rating - Ba3 positive (as at 31 December 2024: Ba3 stable).

Changes in credit quality of due from other banks during the six months ended 30 June 2025 (unaudited) are disclosed in Note 23. The information on related party balances is disclosed in Note 27.

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7. Loans and advances to customers

The Group uses the following classification of loans and advances to customers by classes:

- Loans to legal entities – loans issued to clients with legal form of ownership
- Loans to individuals – loans issued to individuals, except for mortgages issued under Housing for Integrated Rural Development Investment Program, which comprise:
 - Mortgage loans issued to individuals under Housing for Integrated Rural Development Investment Program
 - commercial mortgage loans
 - consumer loans
 - educational loans
 - other
- Net investment in finance lease – loans issued to legal entities that meet the definition of finance lease.

	30 June 2025 (unaudited)	31 December 2024
Loans to individuals	13,076,363	11,965,321
Loans to legal entities	11,331,496	13,523,560
Net investment in financial lease	71,450	79,381
Total loans and advances to customers, gross	24,479,309	25,568,262
Less: Provision for expected credit losses	(2,221,763)	(4,735,499)
Total loans and advances to customers	22,257,546	20,832,763

As at 30 June 2025 (unaudited), the Group had a single borrower with the aggregate gross carrying amount of loans comprising UZS 528,046 million (31 December 2024: UZS 621,413 million).

Information on related party balances is disclosed in Note 27.

The table below summarizes carrying value of loans and advances to customers analysed by economic sector concentrations:

	30 June 2025 (unaudited)		31 December 2024	
	Amount	%	Amount	%
Individuals	13,076,363	53	11,965,321	47
Manufacturing	4,590,231	19	4,935,238	19
Trade	2,367,397	10	2,917,040	11
Construction	1,686,104	7	1,451,006	6
Agriculture	1,226,718	5	2,471,186	10
Services	1,076,091	4	1,349,100	5
Transport and communication	305,223	1	419,659	2
Other	151,182	1	59,712	-
Total loans and advances to customers, gross	24,479,309	100	25,568,262	100

If individually assessed loans were assessed without consideration of collateral, an additional UZS 90,254 million of expected credit loss would be recognized.

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The analysis of credit quality of loans and advances to customers is presented in the table below:

	30 June 2025 (unaudited)	31 December 2024
Stage 1 (12-month ECL)	16,307,997	12,517,172
Stage 2 (Lifetime ECL)	5,740,136	7,081,385
Stage 3 (Lifetime ECL)	2,431,176	5,969,705
Total loans and advances to customers, gross	24,479,309	25,568,262
Less: Provision for expected credit losses	(2,221,763)	(4,735,499)
Total loans and advances to customers	22,257,546	20,832,763

The table below summarizes the carrying value of loans and advances to customers analysed by type of collateral obtained by the Group:

	30 June 2025 (unaudited)	31 December 2024
Unsecured loans:	403,045	1,986,597
Loans collateralised by pledge of:		
Real estate	15,528,369	16,777,357
Insurance policies	3,711,450	2,180,658
Guarantees of third parties	2,605,357	2,794,635
Equipment	971,227	859,811
Vehicles	776,500	920,973
Inventories	236,775	12,348
Cash deposit	190,351	3,812
Other	56,235	32,071
Total loans and advances to customers, gross	24,479,309	25,568,262
Less: Provision for expected credit losses	(2,221,763)	(4,735,499)
Total loans and advances to customers	22,257,546	20,832,763

Guarantees of third parties were not considered in computation of discounted cash flows in calculation of allowance for impairment of loans and advances to customers.

The table below summarizes the carrying value of the credit impaired loans and advances to customers (stage 3) analysed by type of collateral held by the Group:

	30 June 2025 (unaudited)	31 December 2024
Unsecured loans:	146,692	373,867
Loans collateralised by pledge of:		
Real estate	1,444,630	3,781,372
Insurance policies	369,128	528,274
Guarantees of third parties	237,496	735,512
Vehicles	119,831	306,157
Equipment and inventory	106,727	219,419
Other	6,672	25,104
Total Stage 3 (Lifetime ECL) loans and advances to customers, gross	2,431,176	5,969,705
Less: Provision for expected credit losses	(1,134,384)	(1,910,165)
Total Stage 3 (Lifetime ECL) loans and advances to customers	1,296,792	4,059,540

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Analysis of credit quality of loans and advances to customers outstanding as at 30 June 2025 (unaudited) is as follows:

	Loans to legal entities	Loans to individuals	Net investment in financial lease	Total
Collectively assessed				
<i>Stage 1 (12-month ECL)</i>				
Not past due	4,183,237	8,993,811	69,286	13,246,334
up to 30 days	1,365,788	1,695,875	-	3,061,663
Total collectively assessed stage 1 (12-month ECL), gross	5,549,025	10,689,686	69,286	16,307,997
<i>Stage 2 (Lifetime ECL)</i>				
Not past due	779,925	280,324	34	1,060,283
up to 30 days	1,517,649	233,191	-	1,750,840
31 to 60 days	504,502	568,170	105	1,072,777
61 to 90 days	997,318	858,918	-	1,856,236
Total collectively assessed stage 2 (Lifetime ECL), gross	3,799,394	1,940,603	139	5,740,136
<i>Stage 3 (Lifetime ECL)</i>				
Not past due	49,063	4,236	2,025	55,324
up to 30 days	88,377	2,429	-	90,806
31 to 60 days	10,743	2,513	-	13,256
61 to 90 days	195,962	2,555	-	198,517
91 to 180 days	331,974	104,654	-	436,628
Over 180 days	992,506	329,687	-	1,322,193
Total collectively assessed stage 3 (Lifetime ECL), gross	1,668,625	446,074	2,025	2,116,724
Total collectively assessed, gross	11,017,044	13,076,363	71,450	24,164,857
Individually impaired				
<i>Stage 3 (Lifetime ECL)</i>				
up to 30 days	125,279	-	-	125,279
31 to 60 days	107,063	-	-	107,063
Over 180 days	82,110	-	-	82,110
Total individually impaired stage 3 (Lifetime ECL), gross	314,452	-	-	314,452
Total loans and advances to customers, gross	11,331,496	13,076,363	71,450	24,479,309
Provision for expected credit losses assessed on a collective basis stage 1 (12-month ECL)	(139,158)	(197,844)	(1,555)	(338,557)
Provision for expected credit losses assessed on a collective basis stage 2 (Lifetime ECL)	(487,594)	(261,215)	(13)	(748,822)
Provision for expected credit losses assessed on a collective basis stage 3 (Lifetime ECL)	(932,146)	(184,181)	(1,744)	(1,118,071)
Provision for expected credit losses determined on an individual basis stage 3 (Lifetime ECL)	(16,313)	-	-	(16,313)
Total provision for expected credit losses	(1,575,211)	(643,240)	(3,312)	(2,221,763)
Total loans and advances to customers	9,756,285	12,433,123	68,138	22,257,546

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Analysis of credit quality of loans and advances to customers outstanding as at 31 December 2024 is as follows:

	Loans to legal entities	Loans to individuals	Net investment in financial lease	Total
Collectively assessed				
<i>Stage 1 (12-month ECL)</i>				
Not past due	3,552,834	8,075,431	564	11,628,829
up to 30 days	205,964	682,379	-	888,343
Total collectively assessed stage 1 (12-month ECL), gross	3,758,798	8,757,810	564	12,517,172
<i>Stage 2 (Lifetime ECL)</i>				
Not past due	1,506,161	229,970	-	1,736,131
up to 30 days	1,155,026	1,055,534	69,171	2,279,731
31 to 60 days	794,919	370,505	-	1,165,424
61 to 90 days	1,644,484	255,333	283	1,900,100
Total collectively assessed stage 2 (Lifetime ECL), gross	5,100,590	1,911,342	69,454	7,081,386
<i>Stage 3 (Lifetime ECL)</i>				
Not past due	49,842	25,277	-	75,119
up to 30 days	185,249	99,192	-	284,441
31 to 60 days	145,888	308,077	-	453,965
61 to 90 days	308,269	102,164	-	410,433
91 to 180 days	367,095	316,561	-	683,656
Over 180 days	2,033,112	444,897	9,363	2,487,372
Total collectively assessed stage 3 (Lifetime ECL), gross	3,089,455	1,296,168	9,363	4,394,986
Total collectively assessed, gross	11,948,843	11,965,320	79,381	23,993,544
Individually impaired				
<i>Stage 3 (Lifetime ECL)</i>				
Not past due	192,984	-	-	192,984
up to 30 days	42,546	-	-	42,546
31 to 60 days	132,223	-	-	132,223
61 to 90 days	262,697	-	-	262,697
91 to 180 days	138,684	-	-	138,684
Over 180 days	805,584	-	-	805,584
Total individually impaired stage 3 (Lifetime ECL), gross	1,574,718	-	-	1,574,718
Total loans and advances to customers, gross	13,523,561	11,965,320	79,381	25,568,262
Allowance for expected credit losses assessed on a collective basis				
stage 1 (12-month ECL)	(158,388)	(164,997)	(26)	(323,411)
Allowance for expected credit losses assessed on a collective basis				
stage 2 (Lifetime ECL)	(957,196)	(234,078)	(8,894)	(1,200,168)
Allowance for expected credit losses assessed on a collective basis				
stage 3 (Lifetime ECL)	(1,952,559)	(439,514)	(8,025)	(2,400,098)
Allowance for expected credit losses determined on an individual basis				
stage 3 (Lifetime ECL)	(811,822)	-	-	(811,822)
Total allowance for expected credit losses	(3,879,965)	(838,589)	(16,945)	(4,735,499)
Total loans and advances to customers	9,643,596	11,126,731	62,436	20,832,763

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The components of net investment in finance lease receivables are as follows:

	30 June 2025 (unaudited)	31 December 2024
Amounts receivable under finance leases		
Less than one year	19,854	27,974
Year 1	18,546	17,828
Year 2	18,177	17,173
Year 3	15,000	16,421
Year 4	-	5,350
Minimum lease payments	71,577	84,746
Less: unearned finance income	(127)	(5,365)
Net investment in finance lease (before impairment)	71,450	79,381
Recoverable within 12 months	17,787	25,488
Recoverable after 12 months	53,663	53,893
Net investment in finance lease (before impairment)	71,450	79,381
Less: Provision for expected credit losses	(3,312)	(3,312)
Net investment in finance lease	68,138	76,069

Net investment in finance lease is collateralised by the equipment leased. The Group is not permitted to sell or repledge the collateral in the absence of default by the lessee.

8. Investment securities measured at amortised cost

	30 June 2025 (unaudited)	31 December 2024
Government bonds issued by the MOEF	1,899,733	1,648,684
CBU Bonds	103,377	132,288
Corporate bonds	82,438	57,543
Total investment securities measured at amortised cost, gross	2,085,548	1,838,515
Less: Provision for expected credit losses	(6,767)	(10,300)
Total investment securities measured at amortised cost	2,078,781	1,828,215

As at 30 June 2025 (unaudited), government bonds from the MOEF and CBU Bonds include a gross amount of UZS 670,336 million (2024: UZS 1,111,302 million) and UZS 103,377million (2024: UZS 132,288 million), that were purchased in 2025, respectively.

In addition, the government bonds include Eurobonds issued by the MOEF with an interest rate of 5.375% per annum and remaining maturities ranging from 3 to 8 years as at 30 June 2025 (unaudited).

For the balances with the CBU and the Ministry of Economy and Finance, the quality categories are determined based on Moody's sovereign rating Ba3 positive (as at 31 December 2023: Ba3 stable).

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9. Financial Assets at Fair Value Through Other Comprehensive Income

	Type of financial instrument	Share in %	30 June 2025 (unaudited)	31 December 2024
JSC "Uzbekistan Mortgage Refinancing Company"	equity instruments	6.59%	70,395	71,624
Yashil Energiya LLC	equity instruments	9.58%	32,510	34,961
JSC "O"ZBEKISTON POCHTASI"	equity instruments	2.93%	4,221	4,192
"UNITED VENTURES" LLC	equity instruments	14.29%	1,676	-
Others	equity instruments	3.23 - 7.69%	10,916	6,837
Total financial assets at fair value through other comprehensive income			119,718	117,614

10. Property and equipment

As at 30 June 2025 (unaudited), the Group acquired building for the amount of UZS 378,870 million that intended to be used as a head office.

As at 30 June 2025 (unaudited), construction in progress include UZS 49,775 million and UZS 42,418 million of advance payment for the construction of residential and non-residential facilities as disclosed in Note 1.

As at 30 June 2025 (unaudited), fully depreciated assets amounted to UZS 134,075 million (31 December 2024: UZS 122,853 million).

As at 30 June 2025 (unaudited) and 31 December 2024, the Group did not pledge premises, equipment, or intangible assets as collateral.

11. Other assets

	30 June 2025 (unaudited)	31 December 2024
Commissions receivable from customers	129,558	15,766
Receivables on money transfers	11,373	18,697
Receivable from employees	886	1,084
Other receivables	-	-
Total other financial assets, gross	141,817	35,547
Less: Provision for expected credit losses	(116,149)	(5,363)
Total other financial assets	25,668	30,184
<i>Other non-financial assets:</i>		
Prepayment for Building and Premises	166,104	-
Prepayments	98,596	43,244
Prepayment for construction services	-	146
Repossessed collateral	-	10,352
Prepayments for office and computer equipment	-	2,448
Other	10,197	2,964
Total other non-financial assets	274,897	59,154
Total other assets	300,565	89,338

As at 30 June 2025 (unaudited), prepayment for building and premises mainly comprise from UZS 36,000 million and UZS 92,193 million made for the construction of an indoor water park in the tourist center of Khiva city and for the construction of residential and non-residential facilities (Note 1), respectively.

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As at 30 June 2025 (unaudited), prepayments mainly comprise prepaid expenses made to several insurance companies to insure loans from credit default that were issued under the PD-306 “On measures to provide financial and institutional support for the development of small businesses” date 14 September 2023.

Analysis by credit quality of other financial assets is as follows:

	30 June 2025 (unaudited)	31 December 2024
Stage 1 (Lifetime ECL)	23,530	-
Stage 2 (Lifetime ECL)	343	26,795
Stage 3 (Lifetime ECL)	117,944	8,752
Total other financial assets, gross	142,242	35,547
Less: Provision for expected credit losses	(116,149)	(5,363)
Total other financial assets	25,668	30,184

The analysis by credit quality of other financial assets outstanding at 30 June 2025 (unaudited) is as follows:

	Receivables on money transfers	Commissions receivable from customers	Receivable from employees	Total
Collectively assessed				
<i>Stage 1 (12-month ECL)</i>				
Not past due	11,373	9,780	579	21,732
Up to 30 days	-	1,517	281	1,798
Total collectively assessed stage 1 (12-month ECL), gross	11,373	11,297	860	23,530
<i>Stage 2 (Lifetime ECL)</i>				
31 to 60 days	-	272	26	298
61 to 90 days	-	45	-	45
Total collectively assessed stage 2 (Lifetime ECL), gross	-	317	26	343
<i>Stage 3 (Lifetime ECL)</i>				
91 to 180 days	-	13,601	-	13,601
Over 180 days	-	104,343	-	104,343
Total collectively assessed stage 3 (Lifetime ECL), gross	-	117,944	-	117,944
Total other financial assets, gross	11,373	129,558	886	141,817
Provision for expected credit losses assessed on a collective basis				
stage 1 (12-month ECL)	(456)	(1,704)	(35)	(2,195)
Provision for expected credit losses assessed on a collective basis				
stage 2 (Lifetime ECL)	-	(58)	(1)	(59)
Provision for expected credit losses assessed on a collective basis				
stage 3 (Lifetime ECL)	-	(113,895)	-	(113,895)
Total provision for expected credit losses	(456)	(115,657)	(36)	(116,149)
Total other financial assets	10,917	13,901	850	25,668

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The analysis by credit quality of other financial assets outstanding at 31 December 2024 is as follows:

	Commissions receivable from customers	Receivables on money transfers	Receivable from employees	Total
Collectively assessed				
<i>Stage 2 (Lifetime ECL)</i>				
Not past due	13,494	10,896	208	24,598
up to 30 days	718	-	838	1,556
31 to 60 days	284	-	-	284
61 to 90 days	357	-	-	357
Total collectively assessed stage 2	14,853	10,896	1,046	26,795
<i>Stage 3 (Lifetime ECL)</i>				
Not past due	-	7,801	-	7,801
91 to 180 days	786	-	-	786
Over 180 days	127	-	38	165
Total collectively assessed stage 3	913	7,801	38	8,752
Total other financial assets, gross	15,766	18,697	1,084	35,547
Provision for expected credit losses assessed on a collective basis stage				
2 (Lifetime ECL)	(1,712)	(108)	(58)	(1,878)
Provision for expected credit losses assessed on a collective basis stage				
3 (Lifetime ECL)	(488)	(2,996)	(1)	(3,485)
Total provision for expected credit losses	(2,200)	(3,104)	(59)	(5,363)
Total other financial assets	13,566	15,593	1,025	30,184

12. Assets classified as held for sale

	30 June 2025 (unaudited)	31 December 2024
<i>Repossessed assets received as collateral from loans and advances to customers</i>		
Real estate	310,215	208,868
Vehicles	10,619	12,482
Net assets classified as held for sale	320,834	221,350

As at 30 June 2025 (unaudited), the carrying value of the repossessed assets received as collateral from loans and advances to customers UZS 425,107 million. During 2025, the Group approved the plan to sell the repossessed assets and actively marketed in different local market platforms. As at 30 June 2025 (unaudited), the assets were recognised as Assets classified as held for sale. During 6 months ended 30 June 2025 (unaudited) and 30 June 2024 (unaudited), the Group recognised impairment losses on assets classified as held for sale in the amount of UZS 4,164 million and UZS 63,048 million, respectively,

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13. Due to other banks

	30 June 2025 (unaudited)	31 December 2024
Short term placements of other banks	481,634	1,203,135
Long term placements of other banks	1,160,527	1,714,859
Total due to other banks	1,642,161	2,917,994

As at 30 June 2025 (unaudited), term deposits in the amount of UZS 929,624 million were provided by 2 domestic banks (31 December 2024: UZS 882,992 million – 2 domestic banks and 1 foreign bank).

14. Customer accounts

	30 June 2025 (unaudited)	31 December 2024
State and public organizations		
- Current/settlement accounts	1,760,200	1,557,351
- Term deposits	2,399,686	1,153,580
Other legal entities		
- Current/settlement accounts	1,280,193	1,100,209
- Term deposits	376,610	378,208
Individuals		
- Current/settlement accounts	307,145	385,176
- Term deposits	2,717,252	1,888,088
Total customer accounts	8,841,086	6,462,612

Economic sector concentration is as follows:

	30 June 2024 (unaudited)		31 December 2023	
	Amount	%	Amount	%
Analysis by economic sector/customer type:				
State and public organisations	4,159,886	48	2,710,931	42
Individuals	3,024,397	34	2,273,264	35
Manufacturing	566,054	6	564,655	9
Services	339,799	4	322,225	5
Finance sector	311,997	4	149,917	2
Construction	200,921	2	231,089	4
Trade	199,273	2	179,559	3
Agriculture	16,434	-	16,434	-
Transport and communication	22,238	-	14,515	-
Others	87	-	23	-
Total customer accounts	8,841,086	100	6,462,612	100

As at 30 June 2025 (unaudited) and 31 December 2024, the Group had 10 customers with the total balance of UZS 3,411,746 million and UZS 2,500,733 million, respectively.

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15. Borrowings from government and international financial institutions

	30 June 2025 (unaudited)	31 December 2024
Ministry of Economy and Finance of the Republic of Uzbekistan (MOEF)	6,543,453	5,932,625
Uzbekistan Fund for Reconstruction and Development (UFRD)	2,011,492	1,531,192
International Bank of Reconstruction and Development (IBRD) via MOEF	1,987,886	2,045,285
Islamic Development Bank via MOEF	1,558,124	1,612,663
Asian Development Bank (ADB) via MOEF	1,467,423	1,583,359
Cargill Financial Services International	891,825	258,650
Bank World of Privilege	729,699	532,392
Borrowings from Government	651,291	734,359
Saudi Fund for Development via MOEF	453,870	486,719
European Investment Bank via Entrepreneurship Development Agency under the Ministry of Economic Development and Poverty Reduction	445,935	458,208
KFW IPEX BANK	376,244	370,250
MASHREQBANK PSC	363,369	-
Japan International Cooperation Agency (JICA) via MOEF	240,053	245,942
International Fund for Agricultural Development (IFAD) via MOEF	200,371	208,587
International Development Association (IDA) via MOEF	184,912	198,346
JSC "Uzbekistan mortgage refinancing company"	179,256	184,637
French Development Agency via State Committee for Veterinary and Livestock Development	163,032	89,389
COMMERCIAL BANK OF DUBAI, AE	130,265	-
National Bank for Foreign Economic Activity of Uzbekistan (NBU)	96,645	186,758
RAIFFEISEN BANK INTERNATIONAL AG VIENNA AT	84,568	-
COMMERZBANK AG	84,441	85,788
ODDO BHF SE	56,263	-
JSC KDB Bank Uzbekistan	54,225	85,623
Central Bank of Uzbekistan	35,717	29,893
JSCB "Uzbek Industrial and Construction Bank"	20,638	24,356
JSCB "Asaka Bank"	20,269	26,243
JSCB "Mikrokreditbank"	16,060	16,224
JSCMB "Ipoteka Bank"	14,588	19,745
JSCB "Aloqabank"	11,213	16,596
JSCB "Turonbank"	5,321	9,996
JSCB "Agrobank"	2,483	3,104
International Islamic Trade Finance Corporation (ITFC)	1,027	41,899
Islamic Corporation for the Development of the Private Sector (ICD)	-	35,363
JSC JSCB International Financial Club (IFC Bank)	-	31
Total borrowings from government and international financial institutions	19,081,958	17,054,222

As at 30 June 2025 (unaudited), borrowings from the Ministry of Economy and Finance of the Republic of Uzbekistan represented in USD and UZS denominated long-term loans, maturing the earliest in December 2025, and the latest in May 2045, which are issued with the interest rate ranging from 0% to 14% per annum (including interest rate of 5.875% for USD denominated loans). The purpose of borrowed funds is the construction of residential housing units in rural areas.

Borrowings from Fund for Reconstruction and Development of the Republic of Uzbekistan represented in USD and UZS denominated long-terms loans, maturing the earliest in July 2025 and the latest in December 2038, which are issued with an interest rate ranging from 7% to 14% per annum for UZS denominated

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loans and ranging from 0% to 7.58% per annum for the USD denominated loans. Loans were borrowed to finance socially important sectors of economy such as development of family entrepreneurship and related service sector (excluding projects for the development of the financial sector and cases of replenishment of working capital in that sector).

Borrowings from International Bank for Reconstruction and Development provided through the Ministry of Economy and Finance of the Republic of Uzbekistan represented in USD and UZS denominated long-term loans (which can be obtained in UZS and USD equivalent), maturing the earliest in April 2031 and the latest in October 2043, which are issued with an interest rate ranging from 3% to 7.17% per annum for the USD denominated loans and 14% per annum for the UZS denominated loans. Loans were borrowed to finance the development of fruits and vegetables sector in Uzbekistan.

Borrowings from Islamic Development Bank provided through the Ministry of Economy and Finance of the Republic of Uzbekistan represent long-term loans, maturing the earliest in November 2032 and the latest in December 2043, which are issued with interest rates ranging from 4%-10.5% per annum. Loans were borrowed with the purpose of construction of residential housing units in rural areas of Tashkent, Fergana and Samarkand regions.

Borrowings from Asian Development Bank provided through the Ministry of Economy and Finance of the Republic of Uzbekistan represented UZS denominated long-term loans, maturing the earliest August 2029 and the latest in October 2043, which are issued with interest rates from 3% to 14% per annum. Loans were borrowed to finance mortgages issued to individuals under Housing for Integrated Rural Development Investment Program.

As at 30 June 2025 (unaudited), the Group was not in compliance with certain financial covenants stipulated in the following loan agreements where the Group is obliged to comply with the financial covenants in relation to the funds borrowed:

- Borrowings from Asian Development Bank provided through MOEF represent long-term loans with the total outstanding principal amount of equivalent to UZS 448,866 million maturing from August 2029 to March 2043, which are issued with interest rates from 3% to 14% under the Subsidiary Loan Agreements #2775-UZB dated 16 February 2012, 3039-UZB dated 11 October 2013, #3271-UZB dated 21 August 2015 and #L3823-UZB (COL) dated 13 November 2019. The Group was in breach of financial covenants of a “maximum ratio of the value of non-performing loans (NPLs)”, “cost to income ratio” and “non-performing loans ratio”.
- Borrowings from the International Fund for Agricultural Development (IFAD) under the general agreement signed among the Bank, IFAD and MOEF. The total outstanding principal amount was equivalent to UZS 174,155 million. The Group was in breach of the followings financial covenants: 1) positive net profit for the current financial period and two previous financial period and 2) ratio of non-performing loans to the total loan portfolio.
- Non-compliance has triggered cross default clauses stipulated in the credit facility agreement signed between the Bank and KFW IPEX BANK in the outstanding principal amount of equivalent to UZS 372,030 million. Under this credit facility agreement cross default events also give KFW IPEX BANK the right to demand prepayment of the loan advanced to the Bank.

As at 30 June 2025 (unaudited), in accordance with IFRS, the Group classified the long-term borrowings from these financial institutions as “Up to 1 month” in the total principal amount of equivalent to UZS 995,051 million.

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16. Other liabilities

	30 June 2025 (unaudited)	31 December 2024
<i>Other financial liabilities:</i>		
Trade payables for goods and services received	26,521	28,032
Security Deposits on money transfers	9,424	7,018
Deposit for stock subscription	-	488,607
Payable to "Guarantee fund of deposits of individuals"	-	5,135
Dividends payable	268	31
Other	123	186
Total other financial liabilities	36,336	529,009
<i>Other non-financial liabilities:</i>		
Accrued employee benefit costs	31,862	4,955
Taxes other than income tax payable	25,623	22,476
Provision for credit related commitments	10,596	25,883
Unearned Income	1,942	2,157
Obligatory payable to pension and other funds	901	858
Other	3,178	2,780
Total other non-financial liabilities	74,102	59,109
Total other liabilities	110,438	588,118

17. Share capital

	Authorised shares	Ordinary shares	Preference shares	Total number of shares
31 December 2024	43,600,863,731	43,600,863,731	9,000,000	43,609,863,731
30 June 2025 (unaudited)	47,698,199,248	47,698,199,248	9,000,000	47,707,199,248

The Group's share capital comprises the following:

	Ordinary shares	Preference shares	Share premium	Total
31 December 2024	5,203,176	2,007	942	5,206,125
30 June 2025 (unaudited)	5,691,784	2,007	942	5,694,733

During the six months ended 2025 (unaudited), under the PD-306 the Group increased its share capital based on received funds for capital injection in the form of ordinary shares from the MOEF in the amount of equivalents to UZS 488,607 million as per the agreement for the subscription of ordinary shares #3543/24 dated 28 November 2024.

	Nominal registered amount	Effect of hyperinflation	Share premium	Total
Share capital and share premium	5,200,476	4,707	942	5,206,125

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18. Net interest income

	For the six months ended	
	30 June 2025 (unaudited)	30 June 2024 (unaudited)
Interest income comprises:		
Interest on loans and advances to customers	1,761,809	1,767,734
Interest on balances due from other banks	332,350	169,774
Interest income on investment securities measured at amortised cost	91,532	94,242
Interest on reverse REPO transactions	2,779	-
Interest on cash and cash equivalents	7,744	1,470
Total interest income	2,196,214	2,033,220
Interest expense comprises:		
Interest on borrowings from government and international financial institutions	(870,563)	(665,733)
Interest on term deposits of individuals	(243,543)	(141,312)
Interest on term deposits of state and other legal entities	(124,444)	(94,483)
Interest on subordinated debt	(105,717)	(85,434)
Interest on term deposits of other banks	(116,100)	(44,772)
Interest on REPO transactions	(5,619)	-
Interest on debt securities in issue	(809)	(4,795)
Interest on demand deposits of state and other legal entities	(38,429)	(26,347)
Total interest expense	(1,505,224)	(1,062,876)
Net interest income	690,990	970,344

The total interest income and expense calculated using an effective interest rate method for financial assets measured at amortized cost are the same as disclosed above. The interest income includes UZS 75,311 million of interest income recognised on Stage 3 loans and advances to customers.

19. Fee and commission income and expense

	For the six months ended	
	30 June 2025 (unaudited)	30 June 2024 (unaudited)
Fee and commission income:		
Settlements	138,347	84,665
International money transfers	19,304	11,201
Guarantees and letters of credit	4,035	3,873
SMS and internet banking	2,461	2,055
Foreign exchange operations	356	187
Other	1,463	2,168
Total fee and commission income	165,966	104,149
Fee and commission expense:		
Settlements	(23,012)	(21,120)
Cash collection services	(6,653)	(2,053)
Fee and commission expenses to other banks	(3,426)	(1,629)
Other	(4,316)	(4,473)
Total fee and commission expense	(37,407)	(29,275)
Net fee and commission income	128,559	74,874

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20. Operating expenses

	For the six months ended	
	30 June 2025 (unaudited)	30 June 2024 (unaudited)
Staff costs	439,272	288,652
Depreciation and amortisation	36,922	45,280
Professional services	33,455	2,611
Taxes other than income tax	24,763	38,781
Membership fees	18,939	12,356
Security services	17,457	24,175
Advertising and Publicity	17,736	5,953
Repair and maintenance	16,179	8,710
Stationery and supplies	11,184	5,993
Business trip and travel expenses	10,489	6,884
Rent expenses	5,698	3,211
Other Insurance expenses	4,783	-
Postage, telephone and fax	3,248	1,305
Utilities	3,179	3,007
Fuel	1,408	1,217
Charity and sponsorship	270	8,058
Fines and penalties incurred	229	-
Other operating expenses	901	11,615
Total operating expenses	646,112	467,808

21. Income taxes

The Group measures and records its current income tax payable and its tax bases in its assets and liabilities in accordance with the tax regulations of the Republic of Uzbekistan, which may differ from IFRS.

Income tax expense comprises the following:

	For the six months ended	
	30 June 2025 (unaudited)	30 June 2024 (unaudited)
Current income tax expense	41,268	-
Deferred tax (benefit)/expense	(29,354)	59,009
Income tax expense	11,914	59,009
Income tax relating to the equity instruments classified as FVTOCI	20	644

The Group is subject to certain permanent tax differences due to the non-tax deductibility of certain expenses and certain income being treated as non-taxable for tax purposes. Deferred taxes reflect the net tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for tax purposes. Temporary differences as at 30 June 2025 (unaudited) and 30 June 2024 (unaudited) relate mostly to different methods/timing of income and expense recognition as well as to temporary differences generated by tax – book bases’ differences for certain assets. The income tax rate applicable to the majority of the Group’s income is 20%.

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Relationships between tax expenses and accounting profit for the six months ended 30 June 2025 (unaudited) and 30 June 2024 (unaudited) are explained as follows:

	For the six months ended	
	30 June 2025 (unaudited)	30 June 2024 (unaudited)
IFRS profit / (loss) before tax continuing operations	204,634	(158,999)
Theoretical tax recovery at the applicable statutory rate - 20%	40,927	(31,800)
- Deferred tax (recovery)/charge not recognised on income tax loss carry forward	(21,147)	78,657
- Non-deductible expenses (employee compensation, representation and other non-deductible expenses)	1,703	2,018
- Tax law change for allowances for assets	25,415	36,021
- Tax exempt income	(29,755)	(26,177)
- Tax exempt income of subsidiary	(6,641)	-
- Other permanent differences	1,412	290
Income tax benefit from continuing operations	11,914	59,009
Income tax relating to the equity instruments classified as FVTOCI	20	644
Total income tax benefit	11,934	59,653

According to the article 304 of the Tax Code of the Republic of Uzbekistan, income from government bonds and other government securities of the Republic of Uzbekistan, as well as income on bonds issued abroad by the Republic of Uzbekistan and legal entities of the Republic of Uzbekistan are not considered as income for taxation purposes.

Tax exempt income of subsidiary is based on the PD-5099 dated 30 June 2017, where residents of the Innovation Center are granted a full exemption from all types of taxes, mandatory contributions to state target funds, and the unified social payment until 1 January 2028.

Temporary differences as at 30 June 2025 (unaudited) comprise:

	30 June 2025 (unaudited)	Credited to Other compre- hensive income	(Debited)/ credited to profit or loss	31 December 2024
Tax effect of deductible/(taxable) temporary differences				
Cash and cash equivalents	16	-	5	11
Reverse REPO transactions	-	-	(1)	1
Due from other banks	13,418	-	6,839	6,579
Loans and advances to customers	234,451	-	11,120	223,331
Investment securities measured at amortised cost	3,445	-	11,483	(8,039)
Financial assets at fair value through other comprehensive income	(2,997)	(20)	-	(2,977)
Property and equipment	1,037	-	(1,116)	2,153
Intangible assets	(149)	-	(244)	95
Other assets	1,746	-	1,116	630
Assets classified as held for sale	20,856	-	1,563	19,292
Other liabilities	9,869	-	1,134	8,735
Borrowings from government and international financial institutions	(3,158)	-	(1,172)	(1,986)
Subordinated debt	(1,373)	-	(1,373)	-
Net deferred income tax asset	277,161	(20)	29,354	247,825
Recognised deferred tax asset	281,393	-	32,126	252,788
Recognised deferred tax liability	(4,232)	(20)	(2,772)	(4,963)
Net deferred income tax asset	277,161	(20)	29,354	247,825

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Temporary differences as at 30 June 2024 (unaudited) comprise:

	30 June 2024 (unaudited)	Debited to Other comprehensive income	(Debited)/ credited to profit or loss	31 December 2023
Tax effect of deductible/(taxable) temporary differences				
Cash and cash equivalents	1,245	-	999	246
Due from other banks	4,920	-	4,351	569
Loans and advances to customers	374,426	-	(82,531)	456,957
Investment securities measured at amortised cost	6,070	-	7,831	(1,761)
Financial assets at fair value through other comprehensive income	(1,518)	(644)	-	(874)
Property and equipment	663	-	113	550
Intangible assets	93	-	(78)	171
Other assets	2,009	-	(544)	2,553
Assets classified as held for sale	19,357	-	13,037	6,320
Other liabilities	3,447	-	(738)	4,185
Borrowings from government and international financial institutions	(1,102)	-	(1,449)	347
Net deferred income tax asset	409,610	(644)	(59,009)	469,263
Recognised deferred tax asset	412,230	-	(62,851)	469,790
Recognised deferred tax liability	(2,620)	(644)	3,842	(527)
Net deferred income tax asset	409,610	(644)	(59,009)	469,263

22. Segment reporting

The Group's operations are single reportable segment.

The Group provides mainly banking services in the Republic of Uzbekistan. The Group identifies the segment in accordance with the criteria set in IFRS 8 “Operating Segments” and based on the way the operations of the Group are regularly reviewed by the chief operating decision maker to analyse performance and allocate resources among business units of the Group.

The chief operating decision-maker (“CODM”) has been determined as the Group’s Chairman of the Management Board. The CODM reviews the Group’s internal reporting in order to assess performance and allocate resources. The Management has determined a single operating segment being banking services based on these internal reports.

23. Financial risk management

Risk management is fundamental to the Group’s banking business and is an essential element of the Group’s operations. The main risks inherent to the Group’s operations are those related to credit risk, liquidity risk and market/currency risk.

The Group's significant policies and procedures related to financial risk management has not changed during six months ended 30 June 2025 (unaudited) and are disclosed in the annual consolidated financial statements for the year ended 31 December 2024.

Credit risk. Credit risk is the risk that the Group will incur a loss because its customers or counterparties fail to discharge their contractual obligations. The Group manages and controls credit risk by setting limits on the amount of risk it is willing to accept for individual counterparties and for geographical and industry concentrations, and by monitoring exposures in relation to such limits.

The Group has established a credit quality review process to provide early identification of possible changes in the creditworthiness of counterparties, including regular collateral revisions. Counterparty limits are established by the use of the Group’s internal credit rating system, which assigns each counterparty a risk rating. The credit quality review process aims to allow the Group to assess the potential loss as a result of the risks to which it is exposed and take corrective action.

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Credit quality of financial assets

The tables below present information about the significant changes in the gross carrying amount of financial assets during the period that contributed to changes in the loss allowance during the six months ended 30 June 2025 (unaudited) and 31 December 2024:

	Cash and cash equivalents (Note 5)	Securities purchased under reverse REPO transactions	Due from other banks (Note 6)		Loans and advances to customers (Note 7)			Investment securities measured at amortised cost (Note 8)	Other financial assets (Note 11)			Credit related commitments (Note 25)		Total
	Stage 1 12-month ECL	Stage 1 12-month ECL	Stage 1 12-month ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 3 Lifetime ECL	
Gross carrying amount as at 31 December 2024														
2,342,008	300,891	4,953,209	655	12,517,172	7,081,385	5,969,705	1,838,515	-	26,795	8,752	782,650	13,257	35,834,994	
Changes in the gross carrying amount														
- Transfer from stage 1	-	-	-	-	(1,061,515)	954,900	106,615	-	(114,850)	288	114,562	-	-	-
- Transfer from stage 2	-	-	-	-	2,709,223	(3,576,807)	867,584	-	21,132	(23,714)	2,582	-	-	-
- Transfer from stage 3	-	-	-	-	-	1,653,337	(1,653,337)	-	7,802	3	(7,805)	-	-	-
- Changes in EAD*	982	-	13,409	(13)	(1,517,267)	160,955	(261,813)	22,392	(9,887)	469	150	(90,734)	-	(1,681,357)
New assets issued or acquired	1,609,190	-	2,072,778	-	4,241,746	-	-	836,973	119,333	-	-	871,243	-	9,751,263
Matured or derecognized assets (except for write off)	(258,059)	(300,891)	(1,803,272)	-	(575,234)	(526,727)	(146,563)	(611,811)	-	(3,031)	(144)	(594,996)	(13,257)	(4,833,985)
Written off assets	-	-	-	-	-	-	(2,446,073)	-	-	-	-	-	-	(2,446,073)
Foreign exchange differences	27,347	-	138,919	-	(6,128)	(6,907)	(4,942)	(521)	-	(467)	(153)	31,066	-	178,214
Gross carrying amount as at 30 June 2025 (unaudited)														
3,721,468	-	5,375,043	642	16,307,997	5,740,136	2,431,176	2,085,548	23,530	343	117,944	999,229	-	36,803,056	
Loss allowance as at 30 June 2025 (unaudited)														
(80)	-	(66,703)	(393)	(338,557)	(748,822)	(1,134,384)	(6,767)	(2,195)	(59)	(113,895)	(10,596)	-	(2,422,451)	

*The line "Changes in EAD" represents changes in the gross carrying amount of financial assets measured at amortised cost issued in prior periods, which have not been fully repaid during six months ended 30 June 2025 (unaudited), and transfers of new issued financial assets measured at amortised cost between stages.

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Cash and cash equivalents (Note 5)	Securities purchased under reverse REPO transactions	Due from other banks (Note 6)		Loans and advances to customers (Note 7)			Investment securities measured at amortised cost (Note 8)	Other financial assets (Note 11)			Credit related commitments (Note 25)		Total	
		Stage 1 12-month ECL	Stage 1 12-month ECL	Stage 1 12-month ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL		Stage 1 12-month ECL	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 3 Lifetime ECL	
Loss allowance for ECL as at 31 December 2024	57	6	32,661	236	323,411	1,200,168	3,211,920	10,300	-	1,878	3,485	25,437	446	4,810,005
Changes in ECL														
- Transfer from stage 1	-	-	-	-	(35,944)	31,638	4,306	-	(111,260)	62	111,198	-	-	-
- Transfer from stage 2	-	-	-	-	377,000	(598,465)	221,465	-	1,275	(1,574)	299	-	-	-
- Transfer from stage 3	-	-	-	-	591,595	(591,595)	-	2,996	1	(2,997)	-	-	-	-
- Changes in ECL*	(35)	-	(8,903)	157	(479,206)	(407,603)	799,554	(4,981)	(3,466)	24	2,046	(32)	-	(102,445)
New assets issued or acquired	64	-	54,310	-	172,150	-	-	2,826	112,650	-	-	10,590	-	352,590
Matured or derecognized assets (except for write off)	(7)	(6)	(11,360)	-	(18,727)	(67,610)	(62,934)	(1,374)	-	(299)	(75)	(25,418)	(446)	(188,256)
Recovery / (Write off)	-	-	-	-	-	-	(2,446,073)	-	-	-	-	-	-	(2,446,073)
Foreign exchange differences	1	-	(5)	-	(127)	(901)	(2,259)	(4)	-	(33)	(61)	19	-	(3,370)
Loss allowance for ECL as at 30 June 2025 (unaudited)	80	-	66,703	393	338,557	748,822	1,134,384	6,767	2,195	59	113,895	10,596	-	2,422,451

*The line "Changes in ECL" are attributable to changes in parameters (PD, LGD), changes in ECL and adjustment of ECL due to transfer to new stages, as well as transfers of ECL on new financial assets measured at amortised cost originated during the reporting period from Stage 1 to other stages.

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	Cash and cash equivalents (Note 5)		Securities purchased under reverse REPO transactions		Due from other banks (Note 6)		Loans and advances to customers (Note 7)			Investment securities measured at amortised cost (Note 8)		Other financial assets (Note 11)		Credit related commitments (Note 25)		Total	
	Stage 1 12-month ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 3 Lifetime ECL	
Gross carrying amount as at 31 December 2023	1,963,375	1,941	-	1,882,937	626	15,027,586	3,466,625	4,563,656	1,494,686	4,144	-	590,141	-	28,995,717			
Changes in the gross carrying amount																	
- Transfer from stage 1	-	-	-	-	-	(4,941,809)	4,941,809	-	-	-	-	(13,257)	13,257	-	-	-	-
- Transfer from stage 2	-	-	-	-	-	691,462	(3,104,860)	2,413,398	-	(8,752)	8,752	-	-	-	-	-	-
- Transfer from stage 3	1,941	(1,941)	-	-	-	-	912,928	(912,928)	-	-	-	-	-	-	-	-	-
- Changes in EAD*	(19,913)	-	-	(42,657)	29	(2,767,342)	924,702	556,186	10,496	(3,977)	-	(229,231)	(199)	(1,571,906)			
New assets issued or acquired	706,917	-	300,891	4,870,164	-	6,358,481	-	-	1,279,824	35,056	-	648,112	-	14,199,445			
Matured or derecognized assets (except for write off)	(378,776)	-	-	(1,763,061)	-	(1,906,272)	(204,109)	(305,903)	(947,764)	(3,693)	-	(233,376)	-	(5,742,954)			
Written off assets	-	-	-	-	-	-	-	(432,184)	-	-	-	-	-	(432,184)			
Foreign exchange differences	68,464	-	-	5,826	-	55,066	144,290	87,480	1,273	4,017	-	20,261	199	386,876			
Gross carrying amount as at 31 December 2024	2,342,008	-	300,891	4,953,209	655	12,517,172	7,081,385	5,969,705	1,838,515	26,795	8,752	782,650	13,257	35,834,994			
Loss allowance as at 31 December 2024	(57)	-	(6)	(32,661)	(236)	(323,411)	(1,200,168)	(3,211,920)	(10,300)	(1,878)	(3,485)	(25,437)	(446)	(4,810,005)			

*“Changes in EAD” are attributable to changes in parameters (PD, LGD), changes in EAD and adjustment of ECL due to transfer to new stages, as well as transfers of ECL on new financial assets measured at amortised cost originated during the reporting period from Stage 1 to other stages.

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	Cash and cash equivalents (Note 5)		Securities purchased under reverse REPO transactions		Due from other banks (Note 6)		Loans and advances to customers (Note 7)			Investment securities measured at amortised cost (Note 8)		Other financial assets (Note 11)		Credit related commitments (Note 25)		Total
	Stage 1 12-month ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 1 12-month ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 3 Lifetime ECL	Stage 1 12-month ECL	Stage 3 Lifetime ECL	Total
Loss allowance for ECL as at 31 December 2023	30	1,199	-	2,534	312	443,597	516,443	1,910,165	7,723	303	-	5,910	-	2,888,216		
Changes in ECL																
- Transfer from stage 1	-	-	-	-	-	(290,613)	290,613	-	-	-	-	(446)	446	-	-	
- Transfer from stage 2	-	-	-	-	-	70,124	(341,911)	271,787	-	(3,485)	3,485	-	-	-	-	
- Transfer from stage 3	1,200	(1,200)	-	-	-	-	262,652	(262,652)	-	-	-	-	-	-	-	
- Changes in ECL*	(1,231)	-	-	(319)	(91)	(241,459)	493,848	1,826,810	(987)	30	-	5,686	17	2,082,304		
New assets issued or acquired	7	-	6	31,999	-	391,343	-	-	6,904	5,036	-	19,023	-	454,318		
Matured or derecognized assets (except for write off)	(8)	-	-	(1,552)	-	(53,000)	(30,292)	(131,892)	(3,351)	(262)	-	(4,755)	-	(225,112)		
Recovery / (write off)	-	-	-	-	-	-	(432,184)	-	-	-	-	-	-	(432,184)		
Foreign exchange differences	59	1	-	(1)	15	3,419	8,815	29,886	11	256	-	19	(17)	42,463		
Loss allowance for ECL as at 31 December 2024	57	-	6	32,661	236	323,411	1,200,168	3,211,920	10,300	1,878	3,485	25,437	446	4,810,005		

*The line "Changes in ECL" are attributable to changes in parameters (PD, LGD), changes in ECL and adjustment of ECL due to transfer to new stages, as well as transfers of ECL on new financial assets measured at amortised cost originated during the reporting period from Stage 1 to other stages.

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Geographical risk. Control over the risk related to changes in the legislation and regulatory arena and assessment of their influence on the Group’s activity is carried out by all participants of risk management process within their authorities and responsibilities. This approach allows the Group to minimize potential losses from the investment climate fluctuations in the Republic of Uzbekistan. Risk oversight committee sets country limits, assessment and control over the concentration risk is carried out by Risk management.

The geographical concentration of the Group’s financial assets and liabilities at 30 June 2025 (unaudited) is set out below:

	Uzbekistan	OECD	non-OECD	Total
FINANCIAL ASSETS				
Cash and cash equivalents	1,740,883	1,900,238	80,267	3,721,388
Due from other banks	4,585,321	722,989	279	5,308,589
Loans and advances to customers	22,257,546	-	-	22,257,546
Investment securities measured at amortised cost	2,078,781	-	-	2,078,781
Financial assets at fair value through other comprehensive income	119,718	-	-	119,718
Other financial assets	14,750	7,508	3,410	25,668
TOTAL FINANCIAL ASSETS	30,796,999	2,630,735	83,956	33,511,690
FINANCIAL LIABILITIES				
Due to other banks	1,161,653	375,168	105,340	1,642,161
REPO transactions	448,334	-	-	448,334
Customer accounts	8,841,086	-	-	8,841,086
Borrowings from government and international financial institutions	9,662,650	4,715,530	4,703,778	19,081,958
Debt securities in issue	-	-	-	-
Other financial liabilities	26,912	1,139	8,285	36,068
Subordinated debt	1,812,049	-	-	1,812,049
TOTAL FINANCIAL LIABILITIES	21,952,684	5,091,837	4,817,403	31,861,924
NET POSITION	8,844,315	(2,461,102)	(4,733,470)	

All financial assets and liabilities from OECD countries comprise banking institutions of Germany, France, Turkey, Japan, European Union countries, and United States of America; non-OECD countries comprise banking institutions of Russia, Saudi Arabia and Kazakhstan.

The geographical concentration of the Group’s financial assets and liabilities at 31 December 2024 is set out below:

	Uzbekistan	OECD	non-OECD	Total
FINANCIAL ASSETS				
Cash and cash equivalents	1,857,746	442,795	41,410	2,341,951
Reverse REPO transactions	300,885	-	-	300,885
Due from other banks	4,206,243	714,304	420	4,920,967
Loans and advances to customers	20,832,763	-	-	20,832,763
Investment securities measured at amortised cost	1,828,215	-	-	1,828,215
Financial assets at fair value through other comprehensive income	117,614	-	-	117,614
Other financial assets	14,591	6,133	9,460	30,184
TOTAL FINANCIAL ASSETS	29,158,057	1,163,232	51,290	30,372,579
FINANCIAL LIABILITIES				
Due to other banks	2,201,404	526,686	189,904	2,917,994
Customer accounts	6,462,612	-	-	6,462,612
Borrowings from government and international financial institutions	8,887,146	3,874,646	4,292,430	17,054,222
Debt securities in issue	20,079	-	-	20,079
Other financial liabilities	522,548	1,163	5,298	529,009
Subordinated debt	1,811,095	-	-	1,811,095
TOTAL FINANCIAL LIABILITIES	19,904,884	4,402,495	4,487,632	28,795,011
NET POSITION	9,253,173	(3,239,263)	(4,436,342)	

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The following table details credit ratings of financial assets held by the Group as at 30 June 2025 (unaudited):

	From Aaa to A3	From Baa1- to Baa3	From Ba1 to B3	From Caa1 to D	Not rated	CBU	Total
Cash and cash equivalents	1,895,259	105	205,608	-	885,834	734,582	3,721,388
Due from other banks	704,184	18,806	4,585,349	-	250	-	5,308,589
Loans and advances to customers	-	-	739,424	-	21,518,122	-	22,257,546
Investment securities measured at amortised cost	-	-	1,975,440	-	-	103,341	2,078,781
Financial assets at fair value through other comprehensive income	-	-	-	-	119,718	-	119,718
Other financial assets	-	5,417	3,661	2,104	14,486	-	25,668
Commitments and contingencies	-	-	-	-	988,633	-	988,633

The following table details credit ratings of financial assets held by the Group as at 31 December 2024:

	From Aaa to A3	From Baa1 to Baa3	From Ba1 to B3	From Caa1 to D	Not rated	CBU	Total
Cash and cash equivalents	440,186	257	386,329	-	858,102	657,077	2,341,951
Reverse REPO transactions	-	-	300,885	-	-	-	300,885
Due from other banks	714,304	-	4,206,243	-	420	-	4,920,967
Loans and advances to customers	-	-	561,266	-	20,271,497	-	20,832,763
Investment securities measured at amortised cost	-	-	1,695,927	-	-	132,288	1,828,215
Financial assets at fair value through other comprehensive income	-	-	-	-	117,614	-	117,614
Other financial assets	-	5,200	1,951	2,020	21,013	-	30,184
Commitments and contingencies	-	-	-	-	768,508	-	768,508

For the balances with CBU, the quality categories are determined based on the Moody's sovereign rating – Ba3 positive (as at 31 December 2024: Ba3 stable).

The Group enters number of transactions where the counterparties are not rated by international rating agencies.

Financial assets other than loans and advances to customers are graded according to the current credit rating they have been issued by an internationally regarded agency such as Fitch, Standard & Poor's and Moody's. The highest possible rating is AAA. Investment grade financial assets have ratings from AAA to BBB. Financial assets which have ratings lower than BBB are classed as speculative grade.

Renegotiated loans and advances. Loans and advances to customers are generally renegotiated either as part of an ongoing customer relationship or in response to an adverse change in the circumstances of the borrower. Once the terms have been renegotiated any impairment is measured using the original effective interest rate as calculated before the modification of terms and loans are no longer considered

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past due. Unless there were no indicators of significant increase in credit risk as at reporting date and loans have been repaid for 25% or more of principal amount from the date of restructuring, restructuring, though being considered as not overdue, will be automatically classified as credit-impaired (Stage 3). Loans continue to be subject to an individual or collective impairment assessment. The banking industry is generally exposed to credit risk through its financial assets and contingent liabilities. Credit risk exposure of the Group is concentrated within the Republic of Uzbekistan. The exposure is monitored on a regular basis to ensure that the credit limits and credit worthiness guidelines established by the Group risk management policy are not breached.

Liquidity risk. Liquidity risk refers to the availability of sufficient funds to meet deposits withdrawals and other financial commitments associated with financial instruments as they actually fall due. The Treasury Department controls these types of risks by means of maturity analysis, determining the Group’s strategy for the next financial periods. Current liability is managed by the Treasury Department, which deals in the money markets for current liquidity and cash flow optimization. In order to manage liquidity risk, the Group performs daily monitoring of future expected cash flows on customers’ and banking operations, which is a part of assets/liabilities management process. The Board of Management of the Group sets limits on the minimum proportion of maturing funds available to meet deposit withdrawals and on the minimum level on interbank and other borrowing facilities that should be in place to cover withdrawals at unexpected levels of demand. An analysis of the liquidity risk is presented in the following table.

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The presentation of balances below is based upon the information provided internally to key management personnel of the entity as at 30 June 2025 (unaudited):

	Up to 1 month	1 month to 6 months	6 months to 1 year	Over 1 year	Maturity undefined	Total
FINANCIAL ASSETS						
Cash and cash equivalents	1,581,129	-	-	-	-	1,581,129
Due from other banks	713,098	56,512	340,504	2,520,794	-	3,630,908
Loans and advances to customers	912,994	2,543,492	2,005,748	16,198,350	-	21,660,584
Investment securities measured at amortised cost	161,028	367,955	484,260	1,065,538	-	2,078,781
Total interest-bearing financial assets	3,368,249	2,967,959	2,830,512	19,784,682	-	28,951,402
Cash and cash equivalents	2,140,259	-	-	-	-	2,140,259
Due from other banks	-	-	-	-	1,677,681	1,677,681
Loans and advances to customers	169,161	109,638	40,559	277,604	-	596,962
Investment securities measured at amortised cost	7,928	51,816	-	-	-	59,744
Financial assets at fair value through other comprehensive income	-	-	-	-	119,718	119,718
Other financial assets	25,668	-	-	-	-	25,668
Total financial assets	5,703,337	3,077,597	2,871,071	20,062,286	1,797,399	33,511,690
FINANCIAL LIABILITIES						
Due to other banks	376,328	773,557	379,624	20,000	-	1,549,509
REPO transactions	4,171	156,662	200,840	86,661	-	448,334
Customer accounts	894,807	745,099	2,614,570	1,827,961	-	6,082,437
Borrowings from government and international financial institutions	1,337,874	843,480	1,088,691	15,481,052	-	18,751,097
Subordinated debt	12,178	-	-	1,799,871	-	1,812,049
Total interest-bearing financial liabilities	2,625,358	2,518,798	4,283,725	19,215,545	-	28,643,426
Due to other banks	92,652	-	-	-	-	92,652
Customer accounts	1,033,299	362	-	-	1,724,988	2,758,649
Borrowings from government and international financial institutions	83,422	45,779	54,935	146,725	-	330,861
Other financial liabilities	36,336	-	-	-	-	36,336
Credit related commitments	988,633	-	-	-	-	988,633
Total financial liabilities	4,859,700	2,564,939	4,338,660	19,362,270	1,724,988	32,850,557
Interest sensitivity gap	742,891	449,161	(1,453,213)	569,137	-	307,976
Cumulative interest sensitivity gap	742,891	1,192,052	(261,161)	307,976	307,976	
Liquidity gap	843,637	512,658	(1,467,589)	700,016	72,411	661,133
Cumulative liquidity gap	843,637	1,356,295	(111,294)	588,722	661,133	

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The presentation of balances below is based upon the information provided internally to key management personnel of the entity as at 31 December 2024:

	Up to 1 month	1 month to 6 months	6 months to 1 year	Over 1 year	Maturity undefined	Total
FINANCIAL ASSETS						
Cash and cash equivalents	241,946	-	-	-	-	241,946
Reverse REPO transactions	300,885	-	-	-	-	300,885
Due from other banks	28,200	463,924	684,331	2,382,249	-	3,558,704
Loans and advances to customers	1,128,331	2,359,140	1,875,144	15,213,859	-	20,576,474
Investment securities measured at amortised cost	61,661	581,172	424,799	712,442	-	1,780,074
Total interest-bearing financial assets	1,761,023	3,404,236	2,984,274	18,308,550	-	26,458,083
Cash and cash equivalents	2,100,005	-	-	-	-	2,100,005
Due from other banks	54,226	-	-	-	1,308,037	1,362,263
Loans and advances to customers	78,706	64,323	16,900	96,360	-	256,289
Investment securities measured at amortised cost	10,212	37,929	-	-	-	48,141
Financial assets at fair value through other comprehensive income	-	-	-	-	117,614	117,614
Other financial assets	30,184	-	-	-	-	30,184
Total financial assets	4,034,356	3,506,488	3,001,174	18,404,910	1,425,651	30,372,579
FINANCIAL LIABILITIES						
Due to other banks	-	1,028,828	1,211,056	666,024	-	2,905,908
Customer accounts	917,841	830,564	1,167,210	1,145,261	-	4,060,876
Borrowings from government and international financial institutions	1,145,496	940,720	1,260,298	13,153,135	-	16,499,649
Debt securities in issue	79	20,000	-	-	-	20,079
Subordinated debt	12,054	-	-	1,799,041	-	1,811,095
Total interest-bearing financial liabilities	2,075,470	2,820,112	3,638,564	16,763,461	-	25,297,607
Due to other banks	12,086	-	-	-	-	12,086
Customer accounts	1,083,915	-	-	1,501	1,316,320	2,401,736
Borrowings from government and international financial institutions	303,305	51,675	89,766	109,827	-	554,573
Other financial liabilities	529,009	-	-	-	-	529,009
Credit related commitments	768,508	-	-	-	-	768,508
Total financial liabilities	4,772,293	2,871,787	3,728,330	16,874,789	1,316,320	29,563,519
Interest sensitivity gap	(314,447)	584,124	(654,290)	1,545,089	-	
Cumulative interest sensitivity gap	(314,447)	269,677	(384,613)	1,160,476	1,160,476	
Liquidity gap	(737,937)	634,701	(727,156)	1,530,121	109,331	
Cumulative liquidity gap	(737,937)	(103,236)	(830,392)	699,729	809,060	

Interest rate risk. The Group takes on exposure to the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. Interest margins may increase as a result of such changes but may reduce or create losses in the event that unexpected movements arise. Management monitors on a daily basis and sets limits on the level of mismatch of interest rate repricing that may be undertaken. The table above summarises the Group’s exposure to interest rate risks. The table presents the aggregated amounts of the Group’s financial assets and liabilities at carrying amounts, categorised by the maturity dates.

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In the table above, the terms to maturity correspond to the contractual terms. However, individuals are entitled to terminate the deposit agreement ahead of schedule according to effective laws and entitled for the full deposit amount.

As at 30 June 2025 (unaudited), if interest rates at that date had been 165 basis points lower (2024: 165 basis points lower) with all other variables held constant, profit for the year would have been UZS 63,818 million higher (2024: UZS 43,862 million higher).

If interest rates had been 165 basis points higher (2024: 165 basis points higher), with all other variables held constant, profit would have been UZS 63,818 million lower (2024: UZS 43,862 million lower).

The following tables detail the Group’s remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Group can be required to pay. The tables include both interest and principal cash flows. To the extent that interest flows are floating rate, the undiscounted amount is derived from interest rate curves at the end of the reporting period. The contractual maturity is based on the earliest date on which the Group may be required to pay.

Liquidity requirements to support calls under guarantees and standby letters of credit are considerably less than the amount of the commitment disclosed in the above maturity analysis, because the Group does not generally expect the third party to draw funds under the agreement. The total outstanding contractual amount of commitments to extend credit as included in the above maturity table does not necessarily represent future cash requirements, since many of these commitments will expire or terminate without being funded.

The undiscounted maturity analysis of financial liabilities as at 30 June 2025 (unaudited) is as follows:

	Up to 1 month	1 month to 6 months	6 months to 1 year	Over 1 year	Total
Interest-bearing financial liabilities					
Due to other banks	390,507	816,212	386,929	21,710	1,615,358
REPO transactions	9,040	167,890	208,744	89,537	475,211
Customer accounts	974,182	1,291,185	2,717,408	1,962,138	6,944,913
Borrowings from government and international financial institutions	1,354,482	1,335,346	1,761,953	27,087,240	31,539,021
Subordinated debt	12,178	-	-	3,582,555	3,594,733
Total interest-bearing financial liabilities	2,740,389	3,610,633	5,075,034	32,743,180	44,169,236
Non-interest-bearing financial liabilities and commitments					
Due to other banks	92,652	-	-	-	92,652
Customer accounts	2,758,287	362	-	-	2,758,649
Borrowings from government and international financial institutions	83,422	45,779	54,935	146,725	330,861
Other financial liabilities	36,336	-	-	-	36,336
Credit related commitments	988,633	-	-	-	988,633
Total non-interest-bearing financial liabilities and commitments	3,959,330	46,141	54,935	146,725	4,207,131
Total financial liabilities and commitments	6,699,719	3,656,774	5,129,969	32,889,905	48,376,367

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The undiscounted maturity analysis of financial liabilities as at 31 December 2024 is as follows:

	Up to 1 month	1 month to 6 months	6 months to 1 year	Over 1 year	Total
Interest-bearing financial liabilities					
Due to other banks	-	1,130,406	1,294,698	679,025	3,104,129
Customer accounts	932,349	1,056,225	1,309,509	1,273,757	4,571,840
Borrowings from government and international financial institutions	1,193,633	1,399,320	1,903,304	23,469,044	27,965,301
Debt securities in issue	79	20,513	-	-	20,592
Subordinated debt	12,054	-	-	3,699,416	3,711,470
Total interest-bearing financial liabilities	2,138,115	3,606,464	4,507,511	29,121,242	39,373,332
Non-interest-bearing financial liabilities and commitments					
Due to other banks	12,086	-	-	-	12,086
Customer accounts	2,400,236	-	1,500	-	2,401,736
Borrowings from government and international financial institutions	303,305	51,675	89,766	109,827	554,573
Other financial liabilities	529,009	-	-	-	529,009
Credit related commitments	768,508	-	-	-	768,508
Total non-interest-bearing financial liabilities and commitments	4,013,144	51,675	91,266	109,827	4,265,912
Total financial liabilities and commitments	6,151,259	3,658,139	4,598,777	29,231,069	43,639,244

Market risk. Market risk is that the risk that the Group’s earnings or capital or its ability to meet business objectives will be adversely affected by changes in the level or volatility of market rates or prices. Market risk covers interest rate risk, currency risk, credit spreads, commodity prices and equity prices that the Group is exposed to. There have been no changes as to the way the Group measures risk or to the risk it is exposed or the manner in which these risks are managed and measured.

The Group is exposed to interest rate risks as it borrows funds at both fixed and floating rates. The risk is managed by the Group maintaining an appropriate mix between fixed and floating rate borrowings.

The Treasury Department also manages interest rate and market risks by matching the Group’s interest rate position, which provides the Group with a total cumulative positive interest margin. The Treasury Department conducts monitoring of the Group’s current financial performance, estimates the Group’s sensitivity to changes in interest rates and its influence on the Group’s profitability.

The majority of the Group’s loan contracts and other financial assets and liabilities that bear interest which contains clauses enabling the interest rate to be changed at the option of the lender. The Group monitors its interest rate margin and consequently does not consider itself exposed to significant interest rate risk or consequently cash flow risk.

Currency risk. Currency risk is defined as the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Group is exposed to the effects of fluctuations in the prevailing foreign currency exchange rates on its financial position and cash flows.

Assets and Liabilities Management Committee controls currency risk by analysis and management of the open currency position on the estimated basis of UZS devaluation and other macroeconomic indicators, which gives the Group an opportunity to minimize losses from significant currency rates fluctuations towards its national currency. The Treasury Department performs daily monitoring of the Group’s open

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currency position based on daily reports and information with the aim to match the requirements of the Central Bank of the Republic of Uzbekistan.

The Group’s exposure to foreign currency exchange rate risk at 30 June 2025 (unaudited) is presented in the table below:

	UZS	USD	EUR	Other	Total
FINANCIAL ASSETS					
Cash and cash equivalents	1,063,116	1,934,836	655,050	68,386	3,721,388
Due from other banks	4,584,647	19,761	17,893	686,288	5,308,589
Loans and advances to customers	17,479,246	4,068,315	698,442	11,543	22,257,546
Investment securities measured at amortised cost	2,054,403	24,378	-	-	2,078,781
Financial assets at fair value through other comprehensive income	119,718	-	-	-	119,718
Other financial assets	15,980	5,596	4,084	8	25,668
TOTAL FINANCIAL ASSETS	25,317,110	6,052,886	1,375,469	766,225	33,511,690
FINANCIAL LIABILITIES					
Due to other banks	572,365	1,069,796	-	-	1,642,161
REPO transactions	-	448,334	-	-	448,334
Customer accounts	7,725,471	1,089,930	4,658	21,027	8,841,086
Borrowings from government and international financial institutions	13,203,446	3,711,783	1,437,028	729,701	19,081,958
Other financial liabilities	26,911	6,201	-	3,224	36,336
Subordinated debt	1,812,049	-	-	-	1,812,049
TOTAL FINANCIAL LIABILITIES	23,340,242	6,326,044	1,441,686	753,952	31,861,924
NET BALANCE SHEET POSITION	1,976,868	(273,158)	(66,217)	12,273	

The Group’s exposure to foreign currency exchange rate risk at 31 December 2024 is presented in the table below:

	UZS	USD	EUR	Other	Total
FINANCIAL ASSETS					
Cash and cash equivalents	1,064,763	1,248,885	13,828	14,475	2,341,951
Reverse REPO transactions	300,885	-	-	-	300,885
Due from other banks	4,076,366	143,825	-	700,776	4,920,967
Loans and advances to customers	16,271,902	4,016,177	544,684	-	20,832,763
Investment securities measured at amortised cost	1,799,248	28,967	-	-	1,828,215
Financial assets at fair value through other comprehensive income	117,614	-	-	-	117,614
Other financial assets	19,127	9,035	2,022	-	30,184
TOTAL FINANCIAL ASSETS	23,649,905	5,446,889	560,534	715,251	30,372,579
FINANCIAL LIABILITIES					
Due to other banks	571,314	2,157,740	188,940	-	2,917,994
Customer accounts	5,663,337	794,468	4,453	354	6,462,612
Borrowings from government and international financial institutions	12,446,905	3,618,856	456,038	532,423	17,054,222
Debt securities in issue	20,079	-	-	-	20,079
Other financial liabilities	522,547	6,332	-	130	529,009
Subordinated debt	1,811,095	-	-	-	1,811,095
TOTAL FINANCIAL LIABILITIES	21,035,277	6,577,396	649,431	532,907	28,795,011
NET BALANCE SHEET POSITION	2,614,628	(1,130,507)	(88,897)	182,344	

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The following table presents sensitivities of profit or loss and equity to reasonably possible changes in exchange rates applied at the reporting date relative to the functional currency of the respective entities, with all other variables held constant:

<i>In millions of Uzbekistan Soums</i>	For the six months ended 30 June 2025 (unaudited)	For the year ended 31 December 2024
	Impact on profit or loss	Impact on profit or loss
US Dollars strengthening by 15% (2024: 15%)	(40,974)	(216,389)
US Dollars weakening by 15% (2024: 15%)	40,974	216,389
Euro strengthening by 15% (2024: 15%)	(9,933)	7,560
Euro weakening by 15% (2024: 15%)	9,933	(7,560)

The exposure was calculated only for monetary balances denominated in currencies other than the functional currency of the respective entity of the Group.

The exposure calculated only for monetary balances denominated in currencies other than the functional currency of the Group. Impact on equity would be the same as impact on statement of comprehensive income.

Limitations of sensitivity analysis. The above tables demonstrate the effect of a change in a key assumption while other assumptions remain unchanged. In reality, there is a correlation between the assumptions and other factors. It should also be noted that these sensitivities are non-linear, and larger or smaller impacts should not be interpolated or extrapolated from these results.

The sensitivity analyses do not take into consideration that the Group’s assets and liabilities are actively managed. Additionally, the financial position of the Group may vary at the time that any actual market movement occurs. For example, the Group’s financial risk management strategy aims to manage the exposure to market fluctuations. As investment markets move past various trigger levels, management actions could include selling investments, changing investment portfolio allocation and taking other protective action. Consequently, the actual impact of a change in the assumptions may not have any impact on the liabilities, whereas assets are held at market value on the statement of financial position. In these circumstances, the different measurement bases for liabilities and assets may lead to volatility in equity. Other limitations in the above sensitivity analyses include the use of hypothetical market movements to demonstrate potential risk that only represent the Group’s view of possible near-term market changes that cannot be predicted with any certainty; and the assumption that all interest rates move in an identical fashion. The Bank monitors interest rates for its financial instruments.

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The table below summarises nominal interest rates based on reports reviewed by key management personnel as at 30 June 2025 (unaudited) and 31 December 2024:

	30 June 2025			31 December 2024		
	UZS	USD	EUR	UZS	USD	EUR
Assets						
Cash and cash equivalents	-	3.32%	5%	0-20%	-	-
Due from other banks	0-23%	0-4%	0-5%	0%-23%	0%-5.18%	-
Loans and advances to customers	1%-45%	0.07%-15%	1%-11.5%	0%-36%	0%-15%	2.75%-10%
Investment securities measured at amortised cost	14-19%	5.38%	-	8%-19%	4.75-5.38%	-
Liabilities						
Due to other banks	0-21%	0-9.25%	-	19%	0%-9.35%	5.5%-6%
REPO transactions	-	7.52%-7.61%	-	-	-	-
Customer accounts						
Individuals						
- <i>term deposits</i>	0-28%	3-6%	-	0%-28%	2%-6%	-
Legal entities						
- <i>current/demand accounts</i>	0-12%	-	-	0%-12%	-	-
- <i>term deposits</i>	14-20%	5-9%	6.0%	13%-21%	5%-7%	6%
Borrowings from government and international financial institutions						
- <i>borrowings from the Ministry of Economy and Finance of the Republic of Uzbekistan</i>	0-14%	5.875%	-	0%-14%	5.25%-5.88%	-
- <i>term borrowings from international financial institutions</i>	3-14%	2.5-7.26%	2.79-7.93%	3%-14%	2.5%-12.3%	4.85%-7.02%
- <i>term borrowings from domestic financial institutions</i>	3-18%	2-8.57%	-	3%-20%	2%-4.5%	-
Subordinated debt	3-14%	-	-	-	-	-

Other price risk. The Bank is exposed to prepayment risk through providing loans, including mortgages, which give the borrower the right to early repay the loans. The Bank’s current year profit or loss and equity at the current reporting date would not have been significantly impacted by changes in prepayment rates because such loans are carried at amortised cost and the prepayment right is at or close to the amortised cost of the loans and advances to customers (2023: no material impact). The Bank has no significant exposure to equity price risk.

Climate-related risk. The Group and its customers may face significant climate-related risks in the future. These risks include the threat of financial loss and adverse non-financial impacts that encompass the political, economic and environmental responses to climate change. The key sources of climate risks have been identified as physical and transition risks. Physical risks arise as the result of acute weather events such as hurricanes, floods and wildfires, and longer-term shifts in climate patterns, such as sustained higher temperatures, heat waves, droughts and rising sea levels and risks. Transition risks may arise from the adjustments to a net-zero economy, e.g., changes to laws and regulations, litigation due to failure to mitigate or adapt, and shifts in supply and demand for certain commodities, products and services due to changes in consumer behaviour and investor demand. These risks are receiving increasing regulatory, political and societal scrutiny, both within the country and internationally. While certain physical risks may be predictable, there are significant uncertainties as to the extent and timing of their manifestation. For transition risks, uncertainties remain as to the impacts of the impending regulatory and policy shifts, changes in consumer demands and supply chains.

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Management believes that it is currently not possible to explicitly incorporate climate risk factors in the Group's risk framework, including ECL measurement. Existing scenarios, forecasts, and estimates are covering only the long-term horizon well beyond the maturity of the existing portfolios. Such scenarios are also high-level, and attribution to specific borrowers without additional data would be highly arbitrary. To address the information gap for detailed, borrower-specific data, the Group is collecting information to perform a robust assessment of the risks specific of its borrowers. The Group is planning to enhance its credit risk scoring models to incorporate such information in the PD and LGD measurement in the future.

24. Management of capital

The Bank's objectives when managing capital are (i) to comply with the capital requirements set by the CBU, and (ii) to safeguard the Bank's ability to continue as a going concern. Compliance with capital adequacy ratios set by the CBU is monitored monthly with reports outlining their calculation reviewed and signed by the Chairman and Chief Accountant.

Under the current capital requirements set by the CBU, banks have to maintain ratios of:

	Prescribed minimum level	30 June 2025 (unaudited)	31 December 2024 (unaudited)
Regulatory capital ratio	Ratio of regulatory capital to risk weighted assets	0.13	0.191
Capital adequacy ratio	Ratio of Bank's tier 1 capital to risk weighted assets	0.100	0.140
Capital adequacy ratio	Ratio of Bank's main tier 1 capital to risk weighted assets	0.080	0.140
Leverage ratio	Ratio of Bank's tier 1 capital to total assets less intangibles	0.060	0.125

The following table analyses the Group's regulatory capital resources for capital adequacy purposes in accordance with the requirements set by the CBU:

	30 June 2025 (unaudited)	31 December 2024 (unaudited)
Tier 1 capital	4,764,755	4,229,276
Tier 2 capital	1,750,106	1,537,098
Total regulatory capital	6,514,861	5,766,374
Risk - weighted assets	34,048,850	31,180,269

25. Commitments and contingencies

Credit related commitments. The primary purpose of these instruments is to ensure that funds are available to a customer as required. Guarantees and standby letters of credit, which represent irrevocable assurances that the Bank will make payments in the event that a customer cannot meet its obligations to third parties, carry the same credit risk as loans. Documentary and commercial letters of credit, which are written undertakings by the Bank on behalf of a customer authorizing a third party to draw drafts on the Bank up to a stipulated amount under specific terms and conditions, are collateralized by the underlying shipments of goods to which they relate or cash deposits and therefore carry less risk than a direct borrowing. Commitments to extend credit represent unused portions of authorizations to extend credit in the form of loans, guarantees or letters of credit. With respect to credit risk on commitments to extend credit, the Bank is potentially exposed to loss in an amount equal to the total unused commitments. However, the likely amount of loss is less than the total unused commitments since most commitments to extend credit are contingent upon customers maintaining specific credit standards. The Bank monitors

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the term to maturity of credit related commitments because longer-term commitments generally have a greater degree of credit risk than shorter-term commitments.

As at 30 June 2025 (unaudited) and 31 December 2024, the nominal or contract amounts were:

	30 June 2025 (unaudited)	31 December 2024
<i>Financial credit related commitments</i>		
Guarantees issued	471,728	156,924
Commitments on unused credit lines	305,888	423,610
Letters of credit and other transaction related contingent obligations	221,613	215,373
Total financial credit related commitments, gross	999,229	795,907
Cash coverage	-	(1,516)
Less: Provision for expected credit losses	(10,596)	(25,883)
Total financial credit related commitments	988,663	768,508
<i>Non-financial credit related commitments</i>		
Guarantees issued	4,995	-
Total non-financial credit related commitments	4,995	-
Total credit related commitments	993,628	768,508

Extension of loans to customers within credit line limits is approved by the Group on a case-by-case basis and depends on borrowers' financial performance, debt service and other conditions.

The total outstanding contractual amount of undrawn credit lines, letters of credit, and guarantees does not necessarily represent future cash requirements, as these financial instruments may expire or terminate without being funded.

Lease commitments – the Group had no material lease commitments outstanding as at 30 June 2025 (unaudited) and 31 December 2024.

Legal proceedings – From time to time and in the normal course of business, claims against the Group can be received from customers and counterparties. Management is of the opinion that no material unaccrued losses will be incurred by the Group and accordingly no provision has been made in these consolidated financial statements.

Taxation. Provisions of the Uzbek tax legislation are sometimes inconsistent and may have more than one interpretation, which allows the Uzbek tax authorities to take decisions based on their own arbitrary interpretation of these provisions. In practice, the Uzbek tax authorities often interpret the tax legislation not in favour of the taxpayers, who have to resort to court proceeding to defend their position against the tax authorities. It should be noted that the Uzbek tax authorities can use the clarifications issued by the judicial bodies that have introduced the concept of “unjustified tax benefit”, “primary commercial goal of transaction” and the criteria of “commercial purpose (substance) of transaction”. Such uncertainty could, in particular, be attributed to tax treatment of financial instruments and determination of market price of transactions for transfer pricing purposes. It could also lead to temporary taxable differences occurred due to loan impairment provisions and income tax liabilities being treated by the tax authorities as understatement of the tax base. The management of the Group is confident that applicable taxes have all been accrued and, consequently, creation of respective provisions is not required. Generally, taxpayers are subject to tax audits with respect to three calendar years preceding the year of the audit. However, completed audits do not exclude the possibility of subsequent additional tax audits performed by upper-level tax inspectorates reviewing the results of tax audits of their subordinate tax inspectorates. Also according to the clarification of the Country Constitutional Court the statute of limitation for tax liabilities may be extended beyond the five-year term set forth in the tax legislation, if a court determines that the taxpayer has obstructed or hindered a tax inspection.

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26. Fair value of financial instruments

IFRS defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at a measurement date.

Fair value measurements are analysed by level in the fair value hierarchy as follows: (i) level 1 are measurements at quoted prices (unadjusted) in active markets for identical assets or liabilities, (ii) level 2 measurements are valuations techniques with all material inputs observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices), and (iii) level 3 measurements are valuations not based on observable market data (that is, unobservable inputs). The Management applies judgement in categorising financial instruments using the fair value hierarchy. If a fair value measurement uses observable inputs that require significant adjustment, that measurement is a Level 3 measurement. The significance of a valuation input is assessed against the fair value measurement in its entirety.

(a) Recurring fair value measurements

Recurring fair value measurements are those that the accounting standards require or permit in the statement of financial position at the end of each reporting period. The level in the fair value hierarchy into which the recurring fair value measurements are categorised are as follows:

	Fair value as at 30 June 2025 (unaudited)	Fair value as at 31 December 2024	Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value
Financial assets at fair value through other comprehensive income (equity instruments)	119,718	117,614	Level 3	Discounted cash flows of future expected dividends. Discount rate estimated based on unobservable internally generated historical dividend received rates	Discount rate	The greater discount - the smaller fair value

The tables below present information about the significant changes in fair value measurements:

	JSC "Uzbekistan Mortgage Refinancing Company"	Yashil Energiya LLC	JSC "O"ZBEKISTON POCHTASI"	"UNITED VENTURES" LLC	Others	Total
As at 31 December 2024	71,624	34,961	4,192	-	6,837	117,614
Purchases	-	-	-	2,000	3	2,003
Remeasurement profit / (loss) recognised in other comprehensive income	(1,229)	(2,451)	29	(324)	4,076	101
As at 30 June 2025 (unaudited)	70,395	32,510	4,221	1,676	10,916	119,718

The Group considers that the accounting estimate related to the valuation of financial instruments where quoted markets prices are not available is a key source of estimation uncertainty because: (i) it is highly susceptible to changes from year to year, as it requires the Management to make assumptions about interest rates, volatility, exchange rates, the credit rating of the counterparty, valuation adjustments and specific features of transactions and (ii) the impact that recognising a change in the valuations would have on the assets reported on the consolidated statement of financial position, as well as, the related other comprehensive income.

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The fair value of the equity instruments at fair value through other comprehensive income were determined as the present value of future dividends by assuming dividend growth rate of zero per annum. The Management built its expectation based on previous experience of dividends received on financial assets at fair value through other comprehensive income over multiple years, and accordingly calculated the value of using the average rate of return on investments. The Management believes that this approach accurately reflects the fair value of these securities, given they are not traded. Such financial instruments were categorised as Level 3.

(b) Assets and liabilities not measured at fair value but for which fair value is disclosed

Fair values analysed by level in the fair value hierarchy and carrying value of assets not measured at fair value are as follows:

	30 June 2025 (unaudited)				31 December 2024			
	Level 2 fair value	Level 3 fair value	Total fair value	Carrying value	Level 2 fair value	Level 3 fair value	Total fair value	Carrying value
Loans and advances to customers	-	20,699,204	20,699,204	22,257,546	-	20,306,299	20,306,299	21,476,372
Due from other banks	4,878,505	-	4,878,505	5,308,589	-	1,871,131	1,871,131	1,710,978
Investment securities measured at amortised cost	2,177,203	-	2,177,203	2,078,781	-	1,552,711	1,552,711	1,488,210
Due to other banks	1,655,989	-	1,655,989	1,642,161	-	1,202,483	1,202,483	1,573,643
Customer accounts	8,936,979	-	8,936,979	8,841,086	5,708,194	-	5,924,130	9,342,088
Borrowings from government and international financial institutions	-	19,254,771	19,254,771	19,081,958	-	17,865,324	17,865,324	14,453,256

Except as detailed in the above table, the management considers that the carrying values of financial assets and financial liabilities recognised in the consolidated financial statements approximate their fair values.

As at 30 June 2025 (unaudited) and 31 December 2024, the Group determined fair value for some of its financial assets and liabilities using the discounted cash flow model by applying statistical bulletin prepared by the CBU, which became open to public starting 2019. Such financial instruments were categorised as Level 2.

For those financial instruments where interest rates were not directly available in the CBU statistical bulletin, the Management used discounted cash flow model by applying market interest rates based on the rates of the deals concluded towards the end of the reporting period, thereby, categorizing such instruments as Level 3.

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27. Transactions with related parties

Parties are generally considered to be related if the parties are under common control, or one party has the ability to control the other party or can 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. Transactions between the Bank and its subsidiary, which is a related party to the Bank, have been eliminated on consolidation and are not disclosed in this note. Terms, conditions and amounts of related party transactions are usually same as those between unrelated parties. Transactions with related parties are settled on an arm's-length basis and recognised in the financial statements according to the same accounting policy as for similar transactions with unrelated parties.

Details of transactions between the Group and other related parties are disclosed below:

	30 June 2025 (unaudited)		31 December 2024	
	Related party balances	Total category as per financial statements caption	Related party balances	Total category as per financial statements caption
Cash and cash equivalents				
- <i>entities under common control</i>	924,166	3,721,388	775,087	2,341,951
Securities purchased under reverse REPO transactions				
- entities under common control	-	-	300,885	300,885
Due from other banks				
- <i>entities under common control</i>	2,568,992	5,308,589	2,559,740	4,920,967
Loans and advances to customers				
- <i>key management personnel</i>	399	22,257,546	276	20,832,763
- <i>entities under common control</i>	772,936	22,257,546	816,413	20,832,763
Investment securities measured at amortised cost				
- <i>shareholders</i>	1,893,364	2,078,781	1,639,008	1,828,215
- <i>entities under common control</i>	185,417	2,078,781	132,082	1,828,215
Current income tax prepayment				
- <i>entities under common control</i>	38,141	38,141	27,382	27,382
Other assets				
- <i>entities under common control</i>	5,419	300,565	13,647	89,338
Due to other banks				
- <i>entities under common control</i>	532,029	1,642,161	779,250	2,917,994
Borrowings from government and international financial institutions				
- <i>shareholders</i>	8,554,946	19,081,958	7,463,817	17,054,222
- <i>entities under common control</i>	1,038,893	19,081,958	1,232,166	17,054,222
Customer accounts				
- <i>shareholders</i>	1,019,773	8,841,086	73,773	6,462,612
- <i>key management personnel</i>	504	8,841,086	-	6,462,612
- <i>entities under common control</i>	3,140,124	8,841,086	2,637,158	6,462,612
Other liabilities				
- <i>shareholders</i>	268	110,438	488,638	588,118
- <i>entities under common control</i>	29	110,438	16,079	588,118
Subordinated debt				
- <i>shareholders</i>	1,812,049	1,812,049	1,811,095	1,811,095

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Selected Explanatory Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2025 (unaudited) (in millions of Uzbekistan Soums, unless otherwise indicated)

Analysis by credit quality of loans and advances to customers issued to entities under common control:

	30 June 2025 (unaudited)	31 December 2024
Stage 1 (Lifetime ECL)	778,700	846,811
Stage 3 (Lifetime ECL)	4,353	588
Total other financial assets, gross	783,053	847,399
Less: Provision for expected credit losses	(10,117)	(30,986)
Total other financial assets	772,936	624,163

<i>In millions of Uzbekistan Soums</i>	For the six months ended 30 June 2025 (unaudited)		For the six months ended 30 June 2024 (unaudited)	
	Related party balances	Total category as per financial statements caption	Related party balances	Total category as per financial statements caption
Interest income				
- <i>shareholders</i>	133,934	2,196,214	89,455	2,033,220
- <i>entities under common control</i>	277,436	2,196,214	82,210	2,033,220
Interest expense				
- <i>shareholders</i>	(940,512)	(1,505,224)	(434,946)	(1,062,876)
- <i>entities under common control</i>	(377,671)	(1,505,224)	(160,400)	(1,062,876)
Fee and commission income				
- <i>entities under common control</i>	369	165,966	1,371	104,149
Fee and commission expense				
- <i>entities under common control</i>	(12,343)	(37,407)	(5,613)	(29,275)
Operating expenses				
- <i>entities under common control</i>	(4,785)	(646,112)	(2,534)	(467,808)
- <i>key management personnel</i>	(4,995)	(646,112)	(3,783)	(467,808)
Income tax benefit				
- <i>entities under common control</i>	(11,914)	(11,914)	(59,009)	(59,009)

28. Subsequent events

In August 2025, based on the Resolution of the President of the Republic of Uzbekistan No.397 dated 18 December 2023 “On the procedure for organizing the activities of the Industrial Development Fund”, the Group received USD 2,124,000 for the purpose of financing projects related to the purchase of imported equipment for industrial projects aimed to produce new types of projects and the expansion of existing capabilities for the period of 10 years, with the interest rate of 5% per annum.

In August 2025, based on the general agreement with INTERNATIONAL BANK FOR ECONOMIC CO-OPERATION dated 13 March 2020, the Group RUB 409,575,660 for the purpose of financing trade agreements with a repayment period of 29 September 2026, with the interest rate of 21.4%.

In July 2025, resources in the amount of USD 24,000,000 were attracted from ICBC STANDARD BANK PLC GB with a repayment period of 9 July 2026, with the interest rate of 8.5% per annum.

In July 2025, based on the Decree of the President of the Republic of Uzbekistan No.PF-26 dated 21 February 2025 “On additional measures for the further development of the housing and mortgage market”, the Group increased its share in the authorized capital of Uzbekistan Mortgage Refinancing Company by UZS 26,200 million, of which UZS 6,600 million were formed from the company’s profit as at 31 December 2024.