REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION OF
GHAZANFAR BANK
FOR THE PERIOD FROM JANUARY 1, 2026 TO JUNE 30, 2026

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REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO THE SHAREHOLDERS OF GHAZANFAR BANK

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Ghazanfar Bank (the Bank) as at June 30, 2026 and the related condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows for six months period then ended, and notes to the condensed interim financial information (here-in-after referred to the condensed interim financial information). Management is responsible for the preparation and fair presentation of this condensed interim financial information in accordance with the basis of preparation as stated in note 2 to the condensed interim financial information. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standards on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared in all material respects, in accordance with the requirements of Law of Banking in Afghanistan and international accounting standard 34 "Interim Financial Reporting".

Emphasis of matter

We draw attention to the Note 6.1.2 of the condensed interim financial information, which describes the impact of regulatory directives and the uncertain economic environment on the Bank's financial position. In accordance with DABs instructions, notifying further deferral of the ACPR regulation as of 31 December 2025, and instructing the Banks to recognize 30% of the previously unrecorded provisions by 2026, the Bank total provision as of 30 June 2026, if ACPR was effective, would have been AFN 463.921mn. In accordance with the DAB circular, the Bank has recognized 14.41% of the deferred provision as of the reporting date, amounting to AFN 66.87mn, in compliance with the requirements outlined in the DAB circular. Our conclusion is not modified in respect of this matter.

Other matter

The condensed interim financial information for the six months ended June 30, 2025 and the financial statements for the year ended December 31, 2025 were reviewed and audited, by another audit firm who expressed unmodified review conclusion on condensed interim financial information for the six months period ended June 30, 2025 on August 18, 2025 and unmodified audit opinion on the financial statements for the year ended December 31, 2025 on March 16, 2026.

KABUL
DATED: 13 AUG 2026

BDO
CHARTERED ACCOUNTANTS
Engagement Partner: Muhammad Kamran

BDO EBRAHIM & CO. KABUL Chartered Accountants

GHAZANFAR BANK
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS OF JUNE 30, 2026

	Note	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
		.... AFN '000'	
ASSETS			
Cash and cash equivalents	4	**11,202,678**	9,463,451
Investments	5	**5,091,998**	5,707,159
Loans and advances	6	**1,516,126**	1,545,963
Property and equipment	7	**544,491**	532,487
Intangible assets	8	**364**	19
Other assets	9	**2,496,329**	2,409,072
Total assets		**20,851,986**	19,558,151
EQUITY AND LIABILITIES			
EQUITY			
Share capital		**1,244,040**	1,244,040
Capital Reserves		**96,569**	76,923
Retained earnings		**813,046**	1,050,966
Revaluation deficit on financial instruments at FVOCI		**(55,978)**	(29,110)
Revaluation reserve on property and equipment		**175,853**	175,853
Total equity		**2,273,530**	2,518,672
			-
LIABILITIES			
Deposits from customers	10	**14,479,652**	12,989,583
Deposits from financial institutions	11	**3,750,894**	3,815,139
Other liabilities	12	**263,496**	151,693
Lease liability	13	**54,439**	41,707
Deferred tax liabilities		**29,969**	36,686
Provision for taxation		**7**	104,671
Total liabilities		**18,578,456**	17,139,479
Total equity and liabilities		**20,851,986**	19,658,151
Contingencies and commitments	14		

The annexed notes 1 to 22 form an integral part of these condensed interim financial information.

Chief Financial Officer | **Chief Executive Officer** | **Chairman**

BDO EBRAHIM & CO
KABUL
Chartered Accountants

GHAZANFAR BANK
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED ON JUNE 30, 2026

	Note	Six month		Quarter Ended	
		30-Jun-26	30-Jun-25	30-Jun-26	30-Jun-25
		.... AFN '000'		.... AFN '000'	
Profit income		**159,063**	149,696	85,061	78,749
Profit expense		**(13,156)**	(14,534)	(5,805)	(7,472)
Net Profit income	15	**145,907**	135,162	79,256	71,277
Fee and commission income		**313,814**	318,112	140,937	158,443
Fee and commission expense		**(58,287)**	(25,542)	(29,647)	(13,657)
Net fee and commission income	16	**255,527**	292,570	111,289	144,786
Income from dealing in foreign currencies		**63,514**	71,260	4,655	31,064
		464,949	498,992	195,200	247,128
Other income	17	**(27,550)**	173,887	(67,194)	52,876
Impairment allowances	6.1.3	**(68,609)**	(144,981)	(8,153)	(81,204)
Loss on sale of securities		**(18,614)**	(36,536)	(13,849)	(8,613)
Employee compensation	18	**(139,988)**	(109,223)	(59,114)	(49,890)
Depreciation		**(36,855)**	(30,418)	(19,213)	(15,601)
Amortization		**(26)**	-	(24)	-
Administrative expense	19	**(160,579)**	(175,899)	(107,341)	(119,082)
		(424,671)	(497,057)	(206,461)	(274,391)
Profit before tax		**12,727**	175,822	(78,455)	25,614
Taxation		**-**	(53,763)	-	(24,181)
Profit for the period		**12,727**	122,059	(78,455)	1,432
Other comprehensive income					
Items to be reclassified subsequently to profit or loss					
- (Unrealized loss) / gain on revaluation of AFS investment		**(33,585)**	(24,154)	(12,479)	19,294
- Related deferred tax		**6,717**	4,831	2,496	(3,859)
		(26,868)	(19,323)	(9,983)	15,435
Items not to be classified subsequently to profit & loss				-	-
- Revaluation reserve of property and equipment		**-**	**229,313**	**-**	**229,313**
- Related deferred tax		**-**	(45,863)	**-**	(45,863)
		-	**183,450**	**-**	**183,450**
Total comprehensive income / (loss) for the period		**(14,141)**	**286,186**	**(88,438)**	**200,318**

The annexed notes 1 to 22 form an integral part of these condensed interim financial information.

Chief Financial Officer	**Chief Executive Officer**	**Chairman**

BDO EBRAHIM & CO
KABUL
Chartered Accountants

GHAZANFAR BANK
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED ON JUNE 30, 2026

	Issued, subscribed and paid-up share capital	Capital Reserves	Revaluation reserve on property and equipment	Revaluation deficit on financial instruments	Retained Earnings	Total
	AFN '000'					
Balance as at December 31, 2024 (Audited)	1,244,040	68,743	-	(67,054)	689,447	1,935,177
Profit for the year	-	-	-	-	122,059	122,059
Revaluation reserve on property and equipment	-	-	183,450	-	-	183,450
Revaluation surplus on financial instruments	-	-	-	47,731	-	47,731
	-	-	183,450	47,731	122,059	353,240
Balance as at June 30, 2025 (Un-audited)	1,244,040	68,743	183,450	(19,323)	811,506	2,288,417
Balance as at December 31, 2025 (Audited)	**1,244,040**	**76,923**	**175,853**	**(29,110)**	**1,050,966**	**2,518,672**
Profit for the year	-	-	-	-	12,727	12,727
Dividend distribution	-	-	-	-	(231,000)	(231,000)
Contingency reserve fund	-	19,646	-	-	(19,646)	(0)
Revaluation surplus on financial instruments	-	-	-	(26,868)	-	(26,868)
	-	**19,646**	-	**(26,868)**	**(237,920)**	**(245,142)**
Balance as at June 30, 2026 (Un-audited)	**1,244,040**	**96,569**	**175,853**	**(55,978)**	**813,046**	**2,273,530**

The annexed notes 1 to 22 form an integral part of these condensed interim financial information.

Chief Financial Officer | Chief Executive Officer | Chairman

GHAZANFAR BANK
CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED ON JUNE 30, 2026

	Notes	30-Jun-26 (Un-audited)	30-Jun-25 (Un-audited)
		.... AFN '000'	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		**12,727**	175,822
Adjustments for:			
Impairment allowances	6.1.3	**68,609**	144,981
Loss on disposal of securities		**18,614**	36,536
Finance cost on lease liability	13	**2,709**	2,602
Exchange (gain) / loss on lease liability	13	**(301)**	79
Depreciation	7	**36,855**	30,418
Loss on disposal		**121**	1,144
Amortization		**26**	-
		139,360	391,582
Changes in assets			
Loans and advances	6	**(38,893)**	41,331
Other assets	9	**(87,257)**	(1,226,535)
		(126,150)	(1,185,204)
Changes in liabilities			
Deposits from customers	10	**1,490,069**	(185,187)
Deposits from financial institutions		**(64,245)**	(332,998)
Other liabilities		**111,803**	15,220
		1,537,626	(502,965)
Cash generated from (used in) operating activities		**1,550,836**	(1,296,587)
Tax paid		**(104,664)**	(8,661)
Net cash generated from (used in) operating activities		**1,446,172**	(1,305,248)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property and equipment		**(14,085)**	(16,101)
Proceeds from disposal of property and equipment		**39**	27
Capital work in progress		**1,139**	994
Investments	5	**562,962**	(745,474)
Net cash generated from (used in) investing activities		**550,055**	(760,554)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		**(231,000)**	-
Repayment of lease liability		**(26,000)**	(23,457)
Net cash (used in) financing activities		**(257,000)**	(23,458)
Net increase / (decrease) in cash and cash equivalents		**1,739,227**	(2,089,259)
Cash and cash equivalents, beginning of the year		**9,463,451**	9,309,867
Cash and cash equivalents, end of period		**11,202,678**	7,220,608

The annexed notes 1 to 22 form an integral part of these condensed interim financial information.

Chief Financial Officer	**Chief Executive Officer**	**Chairman**

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KABUL
Chartered Accountants

1 STATUS AND NATURE OF BUSINESS

Ghazanfar Bank ("the Bank") is a commercial Bank incorporated under the Banking Laws of Afghanistan. The registered office of the Bank is located at Wazir Akbar Khan, Sher Pur, District 10, Kabul, Afghanistan.

The Bank obtained business license from Afghanistan Ministry of Commerce and industries bearing license no: D-29098 is registered as a limited liability company. The bank commenced its operations on 01 March 2009 under the license for commercial banking issued by the Da Afghanistan Bank (DAB) under the Law of Banking in Afghanistan. Currently, the Bank is being operated with Seventeen branches with Islamic Banking operations (2025: Seventeen branches with Islamic banking operations) in different provinces of Afghanistan.

This condensed interim financial information for the period ended June 30, 2026 (including comparatives) have been approved and authorized for issue by the Board of Supervisors on 13 Aug, 2026.

2 STATEMENT OF COMPLIANCE

2.1 This condensed interim financial information of the Bank for the six months period ended June 30, 2026 has been prepared in accordance with the requirements of the International Accounting Standard 34 -" Interim Financial Reporting" and the Law of Banking in Afghanistan and other laws and regulations issued by Da Afghanistan Bank. Whenever the requirement of the Law of Banking in Afghanistan differs with the requirements of the IAS 34, the requirement of the Law of Banking in Afghanistan and other laws and regulations issued by Da Afghanistan Bank takes precedence.

2.2 The disclosures made in this condensed interim financial information have been limited based on the format prescribed by the International Accounting Standard (IAS) 34, 'Interim Financial Reporting' and do not include all the information required in the annual financial statements. Accordingly, this condensed interim financial information should be read in conjunction with the annual financial statements of the Bank for the year ended December 31 2025.

2.3 Comparative statement of financial position is extracted from the annual financial statements as at December 31, 2025 whereas comparative statement of comprehensive income, statement of changes in equity and statement of cash flows have been taken from un-audited condensed interim financial statements for the six months period ended June 30, 2026.

Standards, interpretations and amendments to published approved accounting standards that are effective in the current period

There are certain new and amended standards and interpretations that are mandatory for the Bank's accounting periods beginning on or after January 01, 2026 but are considered not to be relevant or do not have any significant effect on the Bank's operations.

3 MATERIAL ACCOUNTING POLICIES

3.1 The accounting policies adopted in preparation of this condensed interim financial information are consistent with those followed in the preparation of the annual financial statements of the Bank for the year ended December 31, 2025.

3.2 The estimates / judgments assumptions used in the preparation of this condensed interim financial information is consistent with those applied in the preparation of the annual financial statements of the Bank for the year ended December 31, 2025.

3.3 The financial risk management policies and procedures are the same as those disclosed in annual financial statements of the Bank for the year ended December 31, 2025.

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GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED ON JUNE 30, 2026

		Note	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
			.... AFN '000'	....
4	**CASH AND CASH EQUIVALENTS**			
	Cash in hand	4.1	**2,699,571**	2,645,167
	Balances with banks	4.2	**6,675,255**	4,819,524
	Balances with investment managers	4.3	**447,402**	1,063,100
	Short term placements	4.4	**1,380,450**	935,660
			11,202,678	9,463,451
4.1	**Cash in hand**			
	Local currency		**1,358,920**	1,108,510
	Foreign currencies		**1,340,651**	1,536,657
			2,699,571	2,645,167
4.2	**Balances with banks**			
	Balances with central bank			
	Local currency current accounts		**3,513,116**	974,910
	Foreign currency current accounts		**209,263**	338,641
			3,722,379	1,313,551
	Balances with other banks (domestic)		**1,566,417**	1,929,829
	Balances with other banks (foreign)		**1,386,460**	1,576,144
			6,675,255	4,819,524

4.3 Balances with investment managers

This represents balances maintained with the investment management companies for future investment opportunities.

4.4 Short term placements

	Note		
Al-Wakala deposits	4.4.1	**1,380,450**	935,660
		1,380,450	935,660

4.4.1 This represents Al-Wakala deposits with Al-Salam bank Bahrain, with expected profit returns from 2.25% to 4%, with maturity dates from July 13, 2026 to Oct 19, 2026 (2025: 3.80%). The bank has no credit risk ratings.

		Note	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
			.... AFN '000'	....
5	**INVESTMENTS**			
	Available for sale			
	Investment in bonds/ sukuk	5.1	**1,689,000**	2,407,174
	Held for trading			
	Investment in equity instruments	5.2	**819,680**	489,586
	Investment in gold	5.3	**722,906**	792,278
			3,231,585	3,689,038
	Loss reserve on debt instruments		**-**	-
			3,231,585	3,689,038

GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED ON JUNE 30, 2026

	Note	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
		.... AFN '000'	
Held to maturity			
Investment in Bond / Sukuk	5.4	**1,730,234**	736,958
Longterm Mudarabah Deposit	5.5	**130,180**	132,140
		1,860,414	869,098
Investments in Emerging bonds	5.6	**-**	1,149,023
		5,091,998	5,707,159

5.1	**Investment in bonds/ sukuk**	**Ratings**			
	Dubai Islamic Bank DIB Sukuk, UAE	Aa-		**38,654**	369,114
	Banque Saudi Fransi, Saudit Arabia	A-		**19,507**	19,957
	DP World Crescent LTD Sukuk, UAE	Baa2		**83,525**	86,959
	Kingdom of Saudi Arabia Sukuk KSA, UAE	A+		**131,767**	136,296
	Perusahaan Penerbit SBSN, Indonesia	BBB		**99,505**	243,079
	SAUDI ELEC GLB SUKUK, Saudi Arabia	A+		**17,655**	18,020
	Sharjah Sukuk, UAE	BBB-		**101,328**	102,683
	KSA Sukuk Limited, UAE	A+		**215,262**	91,925
	EI Sukuk Company Ltd, UAE	A+		**328,324**	336,812
	AL Rajhi Sukuk Ltd, Saudi Arabia	A-		**45,547**	46,665
	Aldar Investment Prop, Uae	BBB-		**52,192**	54,917
	BSF Sukuk Limited, Saudi Arabia	A-		**326,169**	334,876
	Saudi National Bank (SNB) Sukuk Ltd, Saudi Arabia	A-		**98,304**	101,420
	SIB sharja Isalmic Bank	A-		**131,262**	134,997
	First Abu Dhabi FABUH Sukuk, UAE	Aa-		**-**	329,455
			5.1.1	**1,689,000**	2,407,174

5.1.1 This represents foreign investments with coupon rates ranging from 2.41% to 5.60% and maturities from February 16, 2027 to May 16, 2034. FAB, Daman & STP are acting as the investment custodian of this investment portfolio.

Cost - net	Unrealized loss	Market value
.... (AFN '000)		
1,709,903	**(20,903)**	**1,689,000**

5.2 This represents investment in equity market which are listed on NYSE and NASDAQ stock exchanges. FAB,BHM, Ark Capita, STP Daman & Entrust Capital UAE is acting as the securities custodian of these investments.

	Cost	Unrealized loss	Market value
	.... (AFN '000)		
Shares of listed entities	**868,750**	**(49,070)**	**819,680**

5.3 This represents investment in physical gold are maintained with Brink's Global Services, specialize in such services. The gold is revalued on monthly basis and the impact is reflected accordingly in the financial statements.

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5.4 These represent an investment in BOUBYAN Sukuk LTD (risk rate A), KSA Sukuk LTD (risk rate A+), EMAAR Sukuk LTD, Bridgerock Global Investment W L L, Asian Infrastructure Development Sukuk, Market opportunities Sukuk, & Sandstone Asia Infrastructure development Sukuk having coupon rates ranging from 3.39% to 7% per annum. These investments have a maturity dates from September 15, 2026 to Dec 31, 2027. FAB, ARK Capital Management, Daman & STP UAE investment advisors are acting as the custodian of these investments.

5.5 This represents long term Mudarabah deposit with Al-Salam Bank - Bahrain, with expected profit returns of 6%, with maturity of January 17, 2030. The bank has no credit risk ratings.

5.6 Investments in emerging bonds	Rating	Note	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
			.... AFN '000'	
Emerging market infrastructure funds			-	244,459
GGH infrastructure development bond			-	297,315
Emerging real estate development funds			-	329,755
SIL Emerging Real Estate funds			-	132,140
SIL Emerging Infrastructure Devel Bond			-	145,354
			-	1,149,023

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		Note	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
			AFN '000	
6	**LOANS AND ADVANCES TO CUSTOMERS - NET**			
	Conventional loans		**817,723**	910,737
	Islamic loans		**927,400**	863,725
			1,745,123	1,774,462
	IMPAIRMENT			
	Conventional loans		**(160,591)**	(210,936)
	Islamic loans		**(68,406)**	(17,562)
		6.1	**(228,997)**	(228,498)
			1,516,126	1,545,964

6.1 Impairment allowance - summary

	Note	30-Jun-26	31-Dec-25
Balance at the beginning of the period / year		**228,499**	255,492
Charge for the period / year		**93,670**	184,328
Reversal		**(26,801)**	-
Exchange rate differences		**(1,354)**	(12,878)
		294,014	426,942
Write offs		**(65,017)**	(198,443)
Balance at the end of the period / year	6.1.1	**228,997**	228,499

6.1.1 Impairment - details

	Note	30-Jun-26 Gross amount	30-Jun-26 Impairment allowance	30-Jun-26 Carrying amount	31-Dec-25 Gross amount	31-Dec-25 Impairment allowance	31-Dec-25 Carrying amount
		AFN '000'					
Conventional financing							
Running finance	6.1.2	**572,257**	**(93,906)**	**478,351**	651,576	(140,319)	511,257
SME loans		**38**	**-**	**38**	55	-	55
Term loans		**245,428**	**(66,685)**	**178,743**	259,106	(70,617)	188,488
		817,723	**(160,591)**	**657,132**	910,737	(210,936)	699,800
Islamic financing							
Murabaha		**927,400**	**(68,406)**	**858,994**	863,725	(17,562)	846,163
		1,745,123	**(228,997)**	**1,516,126**	1,774,463	(228,499)	1,545,963

6.1.2 As per DAB Letter No. 6223/4527, dated November 29, 2024, notifying further deferral of the ACPR regulation as of December 31, 2025, and instructing the banks to recognize 30% of the previously unrecorded provisions by 2026, the bank total provision as of June 30, 2026, if ACPR was effective, would have been Afn 463.921mn. In accordance with the above circular, the Bank has recognized 14.41% of the deferred provision as of the reporting date, amounting to AFN 66.87mn, in compliance with the requirements outlined in the DAB circular.

	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
6.1.3 Impairment (charge) / reversal on financial assets	AFN '000	
Impairment reversal on receivables from financial institutions	**1,351**	7,635
Net provision on Non-Funded	**(3,092)**	-
Net provision on accrued interest/ profit	**-**	503
Loan charged off during the year	**(66,869)**	(184,328)
Provisions on funded facilities - Net	**(68,609)**	(176,190)

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		Note	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
7	**PROPERTY AND EQUIPMENT**		.... AFN '000'	
	Operating fixed assets			
	Property and equipment	7.1	**418,647**	421,797
	Right of use asset	7.2	**92,873**	76,579
	Capital work in progress		**32,971**	34,110
			544,491	532,487
7.1	**Cost**			
	Opening balances		**776,846**	518,624
	Additions during the period / year		**10,322**	33,500
	Revaluation adjustments		**-**	229,326
	Transfer from capital work in progress		**3,392**	1,144
	Disposals during the period / year		**(690)**	(5,748)
	Closing balances		**789,871**	776,846
	Accumulated Depreciation			
	Opening balances		**355,049**	335,171
	Charge for the period / year		**16,708**	25,570
	Adjustment		**(3)**	-
	Disposals during the period / year		**(530)**	(5,692)
	Closing balances		**371,223**	355,049
	Written down value		**418,647**	421,797
7.2	**Right of use assets**			
	Cost			
	Opening balance		**267,339**	225,904
	Additions during the period / year		**-**	8,442
	Lease modification		**39,706**	48,060
	Write-Off		**(3,265)**	(15,067)
	Adjustment		**-**	-
	Closing balances		**303,779**	267,339
	Accumulated Depreciation			
	Opening balance		**190,759**	151,982
	Charge for the period / year		**20,147**	38,777
	Closing balances		**210,906**	190,759
	Carrying Amount		**92,873**	76,579
8	**INTANGIBLE ASSETS**			
	Cost			
	Opening balances		**81,196**	83,365
	Additions during the year		**370**	25
	Adjustment		**(25)**	-
	Written-off		**-**	(2,193)
	Closing Balance		**81,542**	81,196

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GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED ON JUNE 30, 2026

	Note	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
		.... AFN '000'	
Amortization			
Opening balances		**81,177**	83,365
Amortization for the period/year		**26**	5
Adjustment		**(25)**	
Write-Off		**-**	(2,193)
Closing Balance		**81,178**	81,177
Carrying Amount		**364**	19

9 OTHER ASSETS

	Note	30-Jun-26	31-Dec-25
Restricted deposits with DAB	9.1	**1,086,618**	937,217
Prepayments	9.2	**642,341**	651,249
Receivable from Western Union		**100,917**	65,468
Profit receivable	9.3	**62,438**	43,768
Interest receivable		**12,679**	27,792
Security deposits	9.4	**348,665**	353,631
Receivable from humanitarian organization	9.5	**219,920**	325,164
Others		**22,751**	4,783
		2,496,329	2,409,072

9.1 Restricted deposits with DAB

	Note	30-Jun-26	31-Dec-25
Local currency		**382,552**	297,851
Foreign currencies		**704,066**	639,366
	9.1.1	**1,086,618**	937,217

9.1.1 This represents non-profit bearing statutory reserves maintained with DAB as minimum reserve calculated at 7% for local currency and 9% of foreign currency deposits in accordance with Article 3 "Required Reserves Regulation" of the Banking Regulations issued by DAB.

9.2 This includes 20 years prepayment rental expense for the hairatan branch to the related party of the bank, amounting AFN to 43.54 million (2025: AFN 44.38 million), and prepayment against purchasing of land for Bank head office amounting AFN 580.9 million.

9.3 This includes profit receivable on account of Murabaha investments, Sovereign sukuks and Murabaha facility.

	Note	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
		------------- AFN '000 -------------	
9.4 Security Deposits			
Pashtany bank	9.4.1	**325,450**	330,350
CSC Bank & Western union		**23,020**	23,281
		348,470	353,631

9.4.1 Security deposits for providing DABs bills collections.

9.5 This represents receivables against the provision of cash distribution services to the international humanitarian organization, which was subsequently received by the bank.

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		Note	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
			.... AFN '000'	
10	**DEPOSITS FROM CUSTOMERS**			
	Current deposits		**10,969,117**	9,304,368
	Saving deposits		**1,606,915**	1,658,831
	Term deposits		**361,754**	371,025
			12,937,787	11,334,223
	Margin deposits			
	Margin deposits - expired		**13,568**	13,770
	Margin deposits - unexpired	10.1	**1,528,297**	1,641,590
			1,541,865	1,655,360
			14,479,652	12,989,583

10.1 This represent cash margin money held against bank guarantee ranging from 5% to 100% of the guarantee amount.

		30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
		.... AFN '000'	
11	**DEPOSITS FROM FINANCIAL INSTITUTIONS**		
	Deposits from Banks		
	Demand Deposits of Banks	**2,147,704**	2,188,361
	Time Deposits of Banks	**-**	400,000
	Deposits from OFI's		
	Current deposits	**175,374**	126,778
	Term deposits	**1,427,815**	1,100,000
		1,603,189	1,226,778
		3,750,894	3,815,139

		Note	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
12	**OTHER LIABILITIES**			
	Profit payable on Islamic customer deposits		**16,498**	21,571
	Withholding tax		**12,318**	9,245
	Unearned commission on bank guarantees		**31,465**	34,797
	Accrued expenses		**21,001**	14,258
	Dividend payable		**17,274**	17,274
	Payable against canceled shares		**-**	22,966
	Payable to donor	12.1	**19,530**	10,114
	Other liabilities	12.2	**145,410**	21,468
			263,496	151,693

12.1 This represents balance received from ACGF against providing loans to SMEs under AMAD project and recovery of guaranteed loans.

12.2 This includes sundry deposits, rent payable, CSC intermediary account and other suspend liabilities.

		Note	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
			.... AFN '000'	
13	**LEASE LIABILITY**			
	Opening balance		**41,707**	43,771
	Addition during the period / year		**-**	8,442
	Payment during the period / year - principal		**(26,000)**	(41,326)
	Accrued finance cost for the period / year		**2,709**	5,129
	Lease modification		**39,804**	44,019
	Write off		**(3,481)**	(10,365)
	Adjustment		**-**	(6,574)
	Exchange gain		**(301)**	(1,387)
	Carrying amount		**54,439**	41,707
14	**CONTINGENCIES AND COMMITMENTS**			
	Contingencies			
	Contingencies - Bank guarantees issued		**6,691,006**	6,888,017
	Letters of credits		**-**	9,908
			6,691,006	6,897,925
	Commitments - Un-used portion of credit card facilities		612	3,964
	Commitments - Wakalah Investment		781,080	792,840
15	**NET MARK-UP/ RETURN/ INTEREST INCOME**			
	Mark-up/ return/ interest earned			
	Interest income on Placements		**16,692**	34,583
	Loans and advances		**49,775**	29,326
	Bonds and Sukuk		**92,596**	85,787
	Total profit / interest income		**159,063**	149,696
	Mark-up/ return expense			
	Customer deposits		**8,352**	14,534
	Deposits from financial institutions		**4,804**	-
	Total Profit expense	15.1	**13,156**	14,534
	Net profit / interest income		**145,907**	135,162
15.1	**Profit attributle to customer deposits**			
	Term deposits - Mudurabah		**11,599**	12,203
	Saving deposits - Mudarabah		**1,557**	2,331
			13,156	14,534

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		30-Jun-26 (Un-audited)	30-Jun-25 (Un-audited)
		.... AFN '000'	
16	**NET FEE AND COMMISSION INCOME**		
	Fee and commission income		
	Commission on bank guarantees	**52,456**	36,927
	Commission on letter of credits	**76**	561
	Fund transfer fee	**217,017**	220,132
	Deposit accounts servicing	**20,421**	32,513
	Commission on cash management	**23,845**	27,979
	Total fee and commission income	**313,814**	318,112
	Fee and commission expense		
	Inter bank transaction fee	**(44,530)**	(16,964)
	Electronic banking fee	**(13,757)**	(8,578)
	Net fee and commission income	**255,527**	292,570
17	**OTHER INCOME /EXPENSE - NET**		
	Other income		
	Reimbursement from ADIC insurance premium	**-**	135,808
	Recovery of loan previously written off	**9,418**	100,030
	Revaluation Loss on investment in gold	**(61,797)**	2,290
	Other	**24,829**	16,071
		(27,550)	254,198
	Other expense		
	Loan and advances	**-**	80,311
		-	80,311
	Other income /expense - net	**(27,550)**	173,887
18	**EMPLOYEE COMPENSATION**		
	Salaries and wages	**109,295**	95,213
	Food allowances	**4,030**	2,601
	Staff bonus	**26,622**	11,386
	Staff welfare	**41**	22
		139,988	109,223

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	30-Jun-26 (Un-audited)	30-Jun-25 (Un-audited)
	.... AFN '000'	

19 ADMINISTRATIVE EXPENSE

	30-Jun-26	30-Jun-25
Security guards expenses	**17,376**	15,562
Software annual maintenance	**7,698**	6,767
Insurance	**21,343**	20,559
Communication	**3,387**	3,053
Advertisement	**8,586**	7,686
Travelling and conveyance	**7,514**	6,039
Utilities	**6,798**	9,247
Fuel	**2,109**	2,419
Repair and maintenance	**4,053**	5,974
Stationery and printing	**3,046**	4,108
Directors meeting fees	**6,825**	7,541
Donation	**48,728**	50,056
Food expenses	**1,316**	1,985
Staff training	**771**	1,298
Audit fee	**361**	768
Consultancy & advisory	**2,424**	18,839
Lease expenses	**4,260**	4,160
Other expenses	**13,985**	9,838
	160,580	175,899

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20 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Parent and ultimate controlling entity

The Bank is owned by individual shareholders owing equity shares in different proportions. Mr. Mohammad Ibrahim Ghazanfar and Mr. Mohammad Ismail Ghazanfar each holds 36.16% and 36.15% respectively of issued, subscribed and paid up capital while remaining 27.69% is held by Mrs. Shukria Amin. This is based on the revised article of association approved from the DAB.

Associated entities

Associated entities include all sister companies under Ghazanfar Group including Ghazanfar Naft and Gas, Ghazanfar investments and Ghazanfar Foundation.

Key management personnel

Key management personnel includes Board of Supervisors, Chief Executive Officer, Deputy Chief Executive Officer, Chief Financial Officer, Chief Credit Officer, Chief Operation Officer.

Transactions with related parties

Transactions and balances with related parties, including remuneration and benefits paid to key management personnel under the terms of their employment are as follows:

	Directors and other key management personnel (and close family members)		Shareholders and its associated companies	
	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
Nature of transactions	AFN '000			
(a) Bank Guarantee to related parties				
BGs at the beginning of the period/year	-	-	**17,178**	661
BGs issued during the period/year	-	-	**42,354**	16,518
BGs Matured/Cancel during the period/year	-	-	-	-
BGs at the end of the period/year	-	-	**59,532**	17,178
Commission During the period	-	-	**683**	44

	Directors and other key management personnel (and close family members)		Shareholders and its associated companies	
	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
Nature of transactions	AFN '000			
(b) Deposits from related parties				
Deposits at the beginning of the period	**14,167**	24,043	**9,790**	33,863
Deposits received during the period	**69,949**	101,749	**661,751**	885,531
Deposits repaid during the period	**71,755**	110,166	**636,506**	907,627
Exchange rate difference	**315**	1,460	**1,533**	1,977
Deposits at the end of the period	**12,046**	14,167	**33,502**	9,790

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	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
	.... AFN '000'	
(c) Other related party transactions with shareholders and its associated		
Prepayment / Security Deposit for Hairatan Branch	**43,541**	44,386

	Directors and other key management personnel (and close family members)		Shareholders and its associated companies	
	30-Jun-26 (Un-audited)	30-Jun-25 (Un-audited)	30-Jun-26 (Un-audited)	30-Jun-25 (Un-audited)
Nature of transactions	------------------------ AFN '000 ------------------------			
(c) Other related party transactions				
Directors' fee	**7,348**	7,541	**-**	-
Rent paid	**-**	-	**3,848**	4,255
Donation paid	**-**	-	**48,728**	50,056

	30-Jun-26 (Un-audited)	30-Jun-25 (Un-audited)
	.... AFN '000'	
(d) Key Management compensation		
Salaries and other short-term benefits	**18,637**	19,349
	18,637	19,349

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21 CAPITAL MANAGEMENT

Regulatory capital

Da Afghanistan Bank (DAB) sets and monitors capital requirements for all Banks. Bank is required to maintain at all times the paid up capital plus reserves in excess of Afs 1 billion and regulatory capital to be 12% of the risk weighted assets. The capital adequacy of the Bank is assessed in two tiers as per regulations of the DAB.

- Tier 1 or core capital, consisting of the highest quality capital elements that fully meet all the essential characteristics of capital; to be 6% of risk weighted assets.
- Tier 2 or supplementary capital, which includes other instruments which, to a varying degree, fall short of the quality of Tier 1 capital, but nonetheless contribute to the overall strength of a bank as a going concern

Regulatory capital is the sum of Tier 1 and Tier 2 capital and Tier 2 capital cannot exceed amount of Tier 1 capital. The Bank complies with these regulations.

The Bank's regulatory capital position as on June 30, 2026 is as follows:

	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
	.... AFN '000'	
Tier 1 capital		
Share holders' equity	**2,273,530**	2,518,672
Less: Other Equity Components	**(119,875)**	(146,743)
Less: Profit for the period / year	**(12,727)**	(392,924)
Less: Intangible assets	**(364)**	(19)
Net Deferred tax assets	-	-
Total tier 1 (core) capital	**2,140,564**	1,978,987
Tier 2 capital		
General allowances on standard advances	-	-
Revaluation Reserves on Fixed Assets	**175,853**	175,853
Add: Profit for the period / year	**12,727**	392,924
Total tier 2 (supplementary) capital	**188,580**	568,777
Total Regulatory capital = Tier 1 + Tier 2	**2,329,144**	2,547,763
Risk-weight categories		
0% risk weight:		
Cash in Afghani and fully-convertible foreign currencies	**2,699,571**	2,645,167
Direct claims on DAB	**4,808,997**	2,250,768
Total	**7,508,568**	4,895,935
0% risk-weight total (above total x 0%)	-	-
20% risk weight:		
Demand deposits with banks	**3,400,278**	4,569,073
Short term deposits with banks	**1,510,630**	1,067,800
Guaranteed by multilateral lending institutions	**474,978**	464,797
Total	**5,385,886**	6,101,670
20% Risk-Weight Total (Above Total x 20%)	**1,077,177**	1,220,334

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FOR THE SIX MONTHS PERIOD ENDED ON JUNE 30, 2026

	30-Jun-26 (Un-audited)	31-Dec-25 (Audited)
	.... AFN '000'	
100% risk weight		
Loans and advances - Gross	**1,041,148**	1,081,166
Property and Equipment	**544,491**	532,487
All other assets	**6,373,349**	7,050,090
Total	**7,958,987**	8,663,743
100% Risk-Weight Total (Above Total x 100%)	**7,958,987**	8,663,743
Off-balance-sheet items with 0% Credit Conversion Factor		
Undrawn loan and overdraft facilities	**612**	3,964
Total	**612**	3,964
0% Credit Conversion Factor Total (Above Total x 0%)	**-**	-
Off-balance-sheet items with 20% Credit Conversion Factor		
Commercial letters of credit	**-**	-
100% Risk Weight	**-**	7,926
Total	**-**	7,926
20% Credit Conversion Factor Total (Risk-Weighted Total x 20%)	**-**	1,585
Off-balance sheet items with 100% Credit Conversion Factor		
Guarantees and Standby Letters of Credit		
20% Risk Weight	**-**	-
100% Risk Weight	**1,232,234**	1,982,056
Total	**1,232,234**	1,982,056
100% Credit Conversion Factor Total(Risk-Weighted Totals x 100%)	**1,232,234**	1,982,056
	10,268,399	11,867,719
Tier 1 Capital Ratio	**20.85**	16.68
Regulatory Capital Ratio	**22.68**	21.47

Currently the bank is having above AFN 3,930 million expired bank guarantees due to which the risk weight of such guarantees is considered zero which results an increase in Tier 1 Capital ratio and the Regulatory Capital Ratio.

22 GENERAL

No significant reclassification/rearrangement has been made in these condensed interim financial statements. Figures have been rounded off to the nearest Thousand of AFN.

BDO

Chief Financial Officer | **Chief Executive Officer** | **Chairman**

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