

# **JOINT STOCK BANK RADABANK**

**Interim condensed financial statements  
for the period ending on June 30, 2024**

---

**CONTENTS**

1. [IAS1 110000] General information about the financial statements .....	3
2. [IAS1 220000] Statement of financial position, in order of liquidity .....	4
3. [IAS1 320000] Statement of comprehensive income, profit or loss, by nature of expense .....	6
4. [IAS7 520000] Statement of cash flows, indirect method .....	8
5. [IAS1 610000] Statement of changes in equity .....	10
6. [IAS1 800100] Notes - Subclassifications of assets, liabilities and equity .....	12
7. [IAS1 800200] Notes - Income and expense analysis .....	15
8. [IAS1 810000] Notes - Corporate Information and IFRS Compliance Report .....	17
9. [IAS34 813000] Notes – Interim financial statements.....	21
10. [IAS24 818000] Notes - Related parties .....	22
11. [IFRS7 822390-00] Notes - Financial instruments.....	25
12. [IFRS7 822390-01] Notes - Financial assets .....	26
13. [IFRS7 822390-02] Notes - Credit ratings .....	27
14. [IFRS7 822390-03] Notes - Financial liabilities.....	29
15. [IFRS7 822390-13] Notes - Exposure to credit risk .....	30
16. [IAS12 835110] Notes - Income taxes .....	32
17. [IAS33 838000] Notes - Earnings per share .....	35
18. [IAS1 861200] Notes - Share capital, reserves and other equity interests.....	36
19. [IFRS8 871100] Notes - Operating segments.....	37

**• IAS 1 • 110000 General information about the financial statements ▲**

---

Name of the reporting entity or other means of identification	JOINT STOCK BANK RADABANK
ID number of legal entity	21322127
International ID code of the entity	
Website	<a href="https://www.radabank.com.ua">https://www.radabank.com.ua</a>
End date of reporting period	2024-06-30
Period covered by financial statements	The period ending on June 30, 2024

**Description of the currency of presentation**

interim condensed financial statements

**Rounding used in the financial statements**

All financial statements and notes are presented in thousands of Ukrainian hryvnias. Earnings (loss) per share are presented in UAH.

## • IAS 1 • 220000 Statement of financial position, by order of liquidity



<b>Statement of financial position</b>			
	<b>Notes</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
<b>Assets</b>			
Cash and cash equivalents	822390-01 800100	3,797,675	4,145,098
Loans and advances to customers	822390-01 800100	2,033,561	1,551,458
Investments in securities	822390-01 800100	993,986	1,230,016
Deferred tax assets	835110	3,332	2,854
Intangible assets less goodwill		13,120	11,672
Fixed assets	800100	229,395	214,273
Other financial assets	822390-01 800100	56,802	68,070
Other nonfinancial assets	800100	46,594	42,314
<b>Total assets</b>		<b>7,174,465</b>	<b>7,265,755</b>
<b>Liabilities</b>			
Due to customers	822390-03 800100	6,419,145	6,616,271
<b>Provisions</b>			
Provisions for loan liabilities under financial guarantee contracts	800100	4,229	2,964
Provision for bonuses	800100	12,415	7,937
<b>Total provisions</b>		<b>16,644</b>	<b>10,901</b>
Other financial liabilities	822390-03 800100	56,515	39,391
Other nonfinancial liabilities	800100	36,040	32,882
Current tax liabilities	835110	23,514	61,646
<b>Total liabilities</b>		<b>6,551,858</b>	<b>6,761,091</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Stated capital	861200 800100	301,000	301,000
Retained earnings	800100	289,335	174,592
Transactions with shareholders		(329)	(329)
Reserves and other funds of the Bank	800100	32,601	29,401
<b>Total equity</b>		<b>622,607</b>	<b>504,664</b>

Notes	June 30, 2024	December 31, 2023
<b>Total equity and liabilities</b>	7,174,465	7,265,755

Approved for issue and signed on  
" 04 " 09 2024

Chair of Management Board

Andrii HRIHEL

Chief accountant

Andrii AKHE




## • IAS 1 • 320000 Statement of comprehensive income, profit or loss, by nature of expenses



	Note	As at June 30, 2024		As at June 30, 2023	
		3 months ending on June 30	Cumulative total as of beginning of the year	3 months ending on June 30	Cumulative total as of beginning of the year
<b>Profit or loss</b>					
<b>Profit (loss)</b>					
<b>Income from ordinary activities</b>		<b>301,147</b>	<b>590,750</b>	<b>190,343</b>	<b>367,376</b>
<b>Interest income</b>		<b>260,908</b>	<b>513,727</b>	<b>159,781</b>	<b>304,449</b>
Interest income calculated using the effective interest rate	800200	260,908	513,727	159,781	304,449
Commission income	800200	40,239	77,023	30,562	62,927
Interest expense	800200	(146,376)	(281,962)	(75,697)	(134,218)
Commission expense	800200	(16,935)	(32,395)	(8,016)	(16,895)
Net profit (loss) on financial instruments at fair value through profit or loss	800200	293	370	177	282
Net profit (loss) on currency transactions	800200	29,864	61,927	11,659	26,216
Net profit (loss) on foreign currency translation		(1,103)	(2,464)	(1,038)	(1,638)
Impairment profit and reversal of impairment loss (impairment loss) determined in accordance with IFRS 9	800200	(2,003)	(14,897)	(29,309)	(83,865)
Other gains (losses)	800200	36,399	39,464	2,796	5,438
Expenses for employee benefits	800200	(68,155)	(127,478)	(43,716)	(81,102)
Depreciation and amortization charges	800200	(11,454)	(22,889)	(7,992)	(15,949)
Other administrative and operating expenses	800200	(25,304)	(52,736)	(21,722)	(37,889)
Impairment gain and reversal of impairment loss (impairment loss) for non-financial assets	800200	(1)	3	37	22
<b>Operating profit (loss)</b>		<b>96,372</b>	<b>157,693</b>	<b>17,522</b>	<b>27,778</b>
Profit (loss) arising on derecognition of financial assets measured at amortized cost		1,415	1,708	297	(419)
<b>Profit (loss) before taxes</b>		<b>97,787</b>	<b>159,401</b>	<b>17,819</b>	<b>27,359</b>
Tax expense (tax refund income)	835110	(25,440)	(41,458)	(4,235)	(6,478)
<b>Profit (loss) from continuing operations</b>		<b>72,347</b>	<b>117,943</b>	<b>13,584</b>	<b>20,881</b>
<b>Profit (loss)</b>		<b>72,347</b>	<b>117,943</b>	<b>13,584</b>	<b>20,881</b>
<b>Earnings per share</b>					
<b>Basic earnings per share</b>					
Basic earnings (loss) per share from continuing operations	838000	3.6174	5.8972	0.6792	1.0441

	As at June 30, 2024		As at June 30, 2023	
	3 months ending on June 30	Cumulative total as of beginning of the year	3 months ending on June 30	Cumulative total as of beginning of the year
<b>Note</b>				
<b>Total basic earnings (loss) per share</b>	<b>3.6174</b>	<b>5.8972</b>	<b>0.6792</b>	<b>1.0441</b>
<b>Earnings per share attributable to owners of the Bank</b>				
<b>Basic earnings per share attributable to owners of the Bank</b>				
Basic earnings per share attributable to owners of the Bank	3.6174	5.8972	0.6792	1.0441

Approved for issue and signed on  
 " 04 " 09 2024



**Chair of Management Board**      **Andrii HRIHEL**

**Chief accountant**                      **Andrii AKHE**

## • IAS 7 • 520000 Statement of cash flows, indirect method



Statement of cash flows	6 months of 2024	6 months of 2023
<b>Operating cash flows</b>		
Profit (loss)	117,943	20,881
<b>Adjustments to reconcile profit (loss)</b>		
Amortization of discount/(premium)	775	(30)
Adjustment of income tax expense	41,458	6,478
Accrued income	(13,889)	21,184
Accrued expenses	3,368	6,364
Adjustment of depreciation and amortization expense	22,889	15,949
Adjustment of impairment loss (reversal of impairment loss) recognized in profit or loss	13,644	75,530
Adjustment of unrealized foreign exchange losses (gains)	(10,088)	(2,074)
Other adjustments for which the cash effect is an investment or financing cash flow	(100,086)	(27,861)
<b>Total adjustments to reconcile profit (loss)</b>	<b>(41,929)</b>	<b>95,540</b>
<b>Net operating cash flows</b>	<b>76,014</b>	<b>116,421</b>
Net (increase)/decrease in loans and due from customers	(510,642)	231,605
Net (increase)/decrease in other financial assets	7,108	64,499
Net (increase)/decrease in other assets	(4,277)	(9,879)
Net increase/(decrease) in due to customers	(200,475)	510,104
Net increase/(decrease) in provisions for liabilities	1,249	2,619
Net increase/(decrease) in other financial liabilities	741	(21,379)
Net increase/(decrease) in other liabilities	7,842	1,881
Refund of income taxes (payment)	(80,068)	(8,191)
<b>Net operating cash flows (used in operating activities)</b>	<b>(702,508)</b>	<b>887,680</b>
<b>Investing cash flows</b>		
Purchase of securities	(54,623)	(609,231)
Proceeds from sale of investments in securities	422,138	459,599
Proceeds from sale of fixed assets	93	318
Acquisition of fixed assets	(12,020)	(21,512)
Acquisition of intangible assets	(1,012)	(911)
<b>Net investing cash flows (used in investment activities)</b>	<b>354,576</b>	<b>(171,737)</b>
<b>Financing cash flows</b>		
Lease payments	(11,364)	(7,296)
<b>Net financing cash flows (used in financing activities)</b>	<b>(11,364)</b>	<b>(7,296)</b>
<b>Net increase (decrease) in cash and cash equivalents before foreign exchange effect</b>	<b>(359,296)</b>	<b>708,647</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>		
Effect of exchange rate changes on cash and cash equivalents	14,412	2,358
Impact of expected credit losses on cash and cash equivalents	(2,539)	1,089



	6 months of 2024	6 months of 2023
<b>Net increase (decrease) in cash and cash equivalents after effect of exchange rate changes</b>	<b>(347,423)</b>	<b>712,094</b>
Cash and cash equivalents, opening balance	4,145,098	1,924,213
Cash and cash equivalents, closing balance	3,797,675	2,636,307

Approved for issue and signed on  
"04" 09 2024

Chair of Management Board

Andrii HRIHEL

Chief accountant

Andrii AKHE



## • IAS 1 • 610000

## Statement of changes in equity



## Statement of changes in equity as at June 30, 2024

	Stated capital		Result from transactions with shareholders	Reserves and other funds of the bank	Retained earnings	Equity
	Ordinary shares	Total share capital				
<b>Retrospective application and retrospective recalculation</b>						
Presented earlier	301,000	301,000	(329)	29,401	174,592	504,664
<b>Equity, opening balance</b>	<b>301,000</b>	<b>301,000</b>	<b>(329)</b>	<b>29,401</b>	<b>174,592</b>	<b>504,664</b>
<b>Changes in equity</b>						
<b>Comprehensive income</b>						
Profit (loss)	-	-	-	-	117,943	117,943
<b>Comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>117,943</b>	<b>117,943</b>
<b>Total increase (decrease) of equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>117,943</b>	<b>117,943</b>
Distribution of profit of previous years	-	-	-	3,200	(3,200)	-
<b>Equity, closing balance</b>	<b>301,000</b>	<b>301,000</b>	<b>(329)</b>	<b>32,601</b>	<b>289,335</b>	<b>622,607</b>

## Statement of changes in equity as at June 30, 2023

	Stated capital		Result from transactions with shareholders	Reserves and other funds of the bank	Retained earnings	Equity
	Ordinary shares	Total share capital				
<b>Retrospective application and retrospective recalculation</b>						
Presented earlier	301,000	301,000	(329)	28,935	111,391	440,997

	Stated capital		Result from transactions with shareholders	Reserves and other funds of the bank	Retained earnings	Equity
	Ordinary shares	Total share capital				
Increase (decrease) through correction of errors of previous periods	-	-	-	-	(110)	(110)
Increase (decrease) through changes in accounting policies and correction of errors of previous periods	-	-	-	-	(110)	(110)
<b>Equity, opening balance</b>	<b>301,000</b>	<b>301,000</b>	<b>(329)</b>	<b>28,935</b>	<b>111,281</b>	<b>440,887</b>
<b>Changes in equity</b>						
<b>Comprehensive income</b>						
Profit (loss)	-	-	-	-	20,881	20,881
<b>Comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,881</b>	<b>20,881</b>
<b>Total increase (decrease) of equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,881</b>	<b>20,881</b>
Distribution of profit of previous years	-	-	-	466	(466)	-
<b>Equity, closing balance</b>	<b>301,000</b>	<b>301,000</b>	<b>(329)</b>	<b>29,401</b>	<b>131,696</b>	<b>461,768</b>

Approved for issue and signed on  
"04" 09 2024

Chair of Management Board

Andrii HRIHEL

Chief accountant

Andrii AKHE



## • IAS 1 • 800100 Notes - Subclassifications of assets, liabilities and equity



Subclassifications of assets, liabilities and equity	June 30, 2024	December 31, 2023
<b>Cash and cash equivalents</b>		
<b>Cash</b>		
Cash in hand	207,378	175,654
<b>Correspondent accounts, deposits and overnight loans with banks</b>	<b>632,189</b>	<b>451,917</b>
Ukraine	513,600	378,058
other countries	118,589	73,859
<b>Total cash</b>	<b>839,567</b>	<b>627,571</b>
<b>Cash equivalents</b>		
<b>Short-term placements with the NBU</b>	<b>2,958,108</b>	<b>3,517,527</b>
NBU deposit certificates	2,958,108	3,517,527
<b>Total cash equivalents</b>	<b>2,958,108</b>	<b>3,517,527</b>
<b>Loans and due from customers</b>	<b>3,797,675</b>	<b>4,145,098</b>
Corporate loans		
Consumer loans	1,915,268	1,490,439
Mortgage	104,008	54,947
<b>Total loans and due from customers</b>	<b>14,285</b>	<b>6,072</b>
<b>Loans and due from customers</b>	<b>2,033,561</b>	<b>1,551,458</b>
<b>Categories of financial assets</b>		
<b>Financial assets at fair value through profit or loss</b>		
Financial assets at fair value through profit or loss designated at initial recognition or subsequently	-	18,919
<b>Total financial assets at fair value through profit or loss</b>	<b>-</b>	<b>18,919</b>
Financial assets at amortized cost	6,882,024	6,975,723
<b>Total financial assets</b>	<b>6,882,024</b>	<b>6,994,642</b>
<b>Intangible assets and goodwill</b>		
<b>Intangible assets other than goodwill</b>		
Computer software	10,430	10,153
Intangible assets under development	2,005	830
Other intangible assets	685	689
<b>Total intangible assets excluding goodwill</b>	<b>13,120</b>	<b>11,672</b>
<b>Total intangible assets and goodwill</b>	<b>13,120</b>	<b>11,672</b>
<b>Fixed assets</b>		
<b>Land and buildings</b>		
Buildings	164,559	149,206
<b>Total land and buildings</b>	<b>164,559</b>	<b>149,206</b>
Machines	14,607	11,918
<b>Vehicles</b>		
Cars	11,035	12,546
<b>Total vehicles</b>	<b>11,035</b>	<b>12,546</b>
Devices and accessories	9,142	6,718
Office equipment	1,882	1,403
Computer equipment	15,023	14,788
Communication and network equipment	2,877	2,995

	June 30, 2024	December 31, 2023
Capital investments in progress in fixed assets	195	628
Other fixed assets	10,075	14,071
<b>Total fixed assets</b>	<b>229,395</b>	<b>214,273</b>
<b>Different assets</b>		
<b>Debt instruments held</b>		
State debt instruments held	993,986	1,230,016
<b>Total debt instruments held</b>	<b>993,986</b>	<b>1,230,016</b>
Deferred tax assets	3,332	2,854
<b>Deferred tax assets</b>		
Receivables under pay card transactions	897	1,142
Receivables under cash transactions	508	-
Limited in use cash and cash equivalents	27,020	29,205
Other receivables	28,377	37,723
<b>Total other financial assets</b>	<b>56,802</b>	<b>68,070</b>
<b>Other non-financial assets</b>		
<b>Receivables under taxes other than income tax</b>	<b>56</b>	<b>34</b>
Receivables under other taxes	56	34
<b>Prepayments and accrued income excluding contractual assets</b>		
Advance payments	13,828	11,485
<b>Total prepayments and accrued income excluding contractual assets</b>	<b>13,828</b>	<b>11,485</b>
<b>Prepayments and accrued income, including contract assets</b>		
Advance payments	13,828	11,485
<b>Total prepayments and accrued revenue including contract assets</b>	<b>13,828</b>	<b>11,485</b>
Bank	27,170	25,556
Inventories	5,415 125	5,239
<b>Total other non-financial assets</b>	<b>46,594</b>	<b>42,314</b>
<b>Categories of financial liabilities</b>		
Financial liabilities at amortized cost	6,475,660	6,655,662
<b>Total financial liabilities</b>	<b>6,475,660</b>	<b>6,655,662</b>
<b>Classes of other provisions</b>		
Other different provisions	12,415	7,937
<b>Total other provisions</b>	<b>12,415</b>	<b>7,937</b>
<b>Other different provisions for liabilities</b>		
Provisions under financial guarantee contracts	4,229	2,964
<b>Total other different provisions for liabilities</b>	<b>4,229</b>	<b>2,964</b>
<b>Other financial liabilities</b>		
Payables under transactions with pay cards	10,512	11,730
Payables under lease	35,611	19,237
Other financial liabilities	2	-
<b>Total other financial liabilities</b>	<b>10,390</b>	<b>8,424</b>
<b>Different liabilities</b>	<b>56,515</b>	<b>39,391</b>
<b>Different liabilities</b>		
<b>Customers' deposits</b>		
Balances at customers' term deposits	2,969,988	2,484,498
Balances at customers' current accounts	3,376,341	3,508,260
Balances at other customers' deposits	72,816	623,513
<b>Total customers' deposits</b>	<b>6,419,145</b>	<b>6,616,271</b>
Current tax liabilities	23,514	61,646

	June 30, 2024	December 31, 2023
<b>Other non-financial liabilities</b>		
<b>Accruals and deferred income, including contractual obligations</b>		
<b>Deferred income including contractual obligations</b>		
<b>Contractual obligations</b>		
Advances received, representing contractual obligations for performance obligations fulfilled at a certain time	336	2,307
Contractual obligations under performance obligations fulfilled over time	1,880	1,640
<b>Total contractual obligations</b>	<b>2,216</b>	<b>3,947</b>
Deferred income excluding contractual obligations	12,123	10,175
<b>Total deferred income including contractual obligations</b>	<b>14,339</b>	<b>14,122</b>
<b>Total accruals and deferred income, including contractual obligations</b>	<b>14,339</b>	<b>14,122</b>
Other payables	25	231
Payables under settlements with bank employees	10,276	8,439
<b>Payables under social security and taxes other than income tax</b>	<b>7,314</b>	<b>6,575</b>
Payables under value added tax	73	323
Payables under other taxes	7,241	6,252
Other payables	4,086	3,515
<b>Total other non-financial liabilities</b>	<b>36,040</b>	<b>32,882</b>
<b>Stated capital</b>		
Stated capital, ordinary shares	301,000	301,000
<b>Total stated capital</b>	<b>301,000</b>	<b>301,000</b>
<b>Retained earnings</b>		
Retained earnings, profit (loss) of the reporting period	117,943	63,777
Retained earnings, except for profit (loss) of the reporting period	171,392	110,815
<b>Total retained earnings</b>	<b>289,335</b>	<b>174,592</b>
<b>Different equity</b>		
Reserves and other funds of the bank	32,601	29,401
Result from transactions with shareholder	(329)	(329)
<b>Net assets (liabilities)</b>		
Assets	7,174,465	7,265,755
Liabilities	6,551,858	6,761,091
<b>Net assets (liabilities)</b>	<b>622,607</b>	<b>504,664</b>

## • IAS 1 • 800200

## Notes – Analysis of income and expenses

Analysis of income and expenses	6 months of 2024	6 months of 2023
<b>Operating income</b>		
<b>Interest income</b>	<b>513,727</b>	<b>304,449</b>
Interest income from cash and bank balances in other banks	1,713	1,037
Interest income from cash and cash equivalents	247,999	182,277
Interest income from debt instruments held	83,345	29,723
Interest income from loans and due from customers	180,670	91,412
<b>Commission income</b>		
Loan related payments and commission income	1,758	1,489
Income from cash settlement services	51,763	44,295
Income from transactions with securities	383	727
Income from off-balance sheet transactions	6,758	3,184
Income from transactions at currency market and bank-metals market	13,680	10,859
Income from transactions under asset management contracts	33	178
Other commission income	2,648	2,195
<b>Total service fees and commission income</b>	<b>77,023</b>	<b>62,927</b>
<b>Total operating income</b>	<b>590,750</b>	<b>367,376</b>
<b>Material income and expenses</b>		
<b>Impairment loss reversal of impairment loss), trade receivables</b>		
Reversal of impairment loss recognized in profit or loss, trade receivables	3	22
<b>Net impairment loss (reversal of impairment loss), recognized in profit or loss, trade receivables</b>	<b>3</b>	<b>22</b>
<b>Impairment loss (reversal of impairment loss), recognized in profit or loss, loans and advances to customers</b>		
Impairment loss recognized in profit or loss, loans and advances	(14,897)	(83,865)
<b>Net impairment loss (reversal of impairment loss), recognized in profit or loss, loans and advances</b>	<b>(14,897)</b>	<b>(83,865)</b>
Income from compensation of loans and advances written off	47	69
<b>Income (loss) from disposal of fixed assets</b>		
Income from disposal of fixed assets	-	11
Losses from disposal of fixed assets	(86)	(206)
<b>Net profit (loss) from disposal of fixed assets</b>	<b>(86)</b>	<b>(195)</b>
Profit (loss) from disposal of other noncurrent assets	1,708	(419)
<b>Interest expense</b>	<b>(281,962)</b>	<b>(134,218)</b>
Interest expense under bank loans and overdrafts	-	-
Interest expense under customers' deposits	(279,523)	(132,577)
Interest expense under other financial liabilities	(2,439)	(1,641)
Servicing and maintenance expenses	(18,231)	(10,029)
Other operation income (expenses)	38,759	4,407
Charity and subsidies	(2,253)	(295)
Lease income	454	417
Lease expenses	(495)	(1,090)
Income from fines and penalties	272	649
<b>Profit (loss) from change of fair value of derivatives</b>		
<b>Commission expenses</b>		

	6 months of 2024	6 months of 2023
Expenses under cash settlement transactions	(32,376)	(16,867)
Expenses under transactions with securities	(19)	(28)
<b>Total commission expense</b>	<b>(32,395)</b>	<b>(16,895)</b>
<b>Sales income (expenses)</b>		
Income (expenses) from sales of debt instruments	76	142
Income (expenses) from sales of derivatives	294	140
Income (expenses) from sales under currency contracts	61,927	26,216
<b>Total sales income (expenses)</b>	<b>370</b>	<b>282</b>
<b>Expenses by nature</b>		
Expenses under services	(20,978)	(15,275)
Expenses under professional services	(927)	(517)
Travel expenses	(656)	(427)
Communications expenses	(4,848)	(4,211)
Utilities	(4,539)	(3,802)
Marketing and advertising	(5,023)	(1,273)
<b>Classes of expenses under labour remuneration</b>		
<b>Short-term expenses under labour remuneration</b>		
Salaries	(102,946)	(65,918)
Social insurance dues	(23,371)	(14,811)
Other short-term payments to employees	(1,161)	(373)
<b>Total short-term expenses under labour remuneration</b>	<b>(127,478)</b>	<b>(81,102)</b>
<b>Total expenses under labour remuneration</b>	<b>(127,478)</b>	<b>(81,102)</b>
<b>Depreciation and amortization of tangible and intangible assets and impairment loss (reversal of impairment loss), recognized in profit or loss</b>		
<b>Depreciation and amortization costs</b>		
Depreciation costs	(22,150)	(15,328)
Amortization costs	(739)	(621)
<b>Total depreciation and amortization costs</b>	<b>(22,889)</b>	<b>(15,949)</b>
<b>Total depreciation and amortization of tangible and intangible assets and impairment loss (reversal of impairment loss), recognized in profit or loss</b>	<b>(22,889)</b>	<b>(15,949)</b>
Tax-related expenses, except for income tax	(1,485)	(2,603)
Other expenses	(8,620)	(8,078)
<b>Total expenses by nature</b>	<b>(181,450)</b>	<b>(123,007)</b>



**• IAS 1 • 810000 Notes - Corporate Information and IFRS Compliance Report**

---

**Disclosure of notes and other explanatory information****Name of the reporting entity or other means of identification**

JOINT STOCK BANK RADABANK

**ID code of legal entity**

21322127

**Origin of the entity**

Ukraine

**Legal form of the entity**

Joint Stock Company

**Country of registration**

Ukraine

**Address of registered office of the entity**

5 Volodymyra Monomakha St., Dnipro, 49000, Ukraine.

**Affiliates of the reporting entity, addresses and telephone numbers**

As at June 30, 2024, the Bank had 28 branches located in: 11 branches in Dnipro city and region, three branches each in Kyiv and Lviv, two branches each in Kharkiv and Zaporizhzhia, one branch each in Odesa, Ternopil, Cherkasy, Vinnytsia, Khmelnytskyi, Poltava, Mykolaiv.

**Description of the nature of the entity's functioning and main activities**

JOINT STOCK BANK "RADABANK" was registered by National Bank of Ukraine on December 3, 1993, and registered in the State register of the banks under № 220.

**Name of the Bank:**

Full name: in Ukrainian - АКЦІОНЕРНЕ ТОВАРИСТВО «АКЦІОНЕРНИЙ БАНК «РАДАБАНК»; in English – JOINT STOCK BANK "RADABANK".

.

**Short name:**

In Ukrainian – АТ «АБ «РАДАБАНК»; in English - JSB RADABANK.

In 2023, the Bank provided the following banking and financial services in accordance with the licensors received:

- Provision of cash-settlement services in local and foreign currencies to the customers;
- Keeping correspondent accounts in authorized Ukrainian Banks with respective transactions through these accounts;
- Keeping correspondent accounts in non-resident banks with respective transactions through these accounts;
- Attraction of funds of legal entities and individuals;
- Issuance of loans to legal entities and individuals;
- Issuance of guarantees to entities;
- Issuance of loans to banking institutions;
- Transactions with foreign currencies and bank metals, namely:
- Purchase, sale, exchange of currency cash;

- - Currency trading at Ukrainian currency market;
- Non-trading transactions with currency;
- Trading in bank metals and foreign coins at Ukrainian currency market;
- Brokerage, dealership, and depository activities with securities at stock market;
- Safekeeping of valuables and lease-out of individual bank strongbox;
- Sale of memorable and jubilee Ukrainian coins;
- Sale of investment Ukrainian coins;
- Acceptance of payments for utilities and other payments of individuals;
- Transfers and payments of funds through money-transfer systems Welsend, MoneyGram International, RIA Money Transfer;
- Collection of cash and transportation of currency;
- Issuance of bank pay cards and transactions with these cards;
- Trustee transactions.

### **Statement of compliance with IFRS requirements**

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and the requirements of the Law of Ukraine *On Accounting and Financial Reporting in Ukraine* No. 996-XIV of July 16, 1999, on the preparation of financial statements.

### **Disclosure of uncertainties about an entity's ability to continue as a going concern**

During 2024, the Bank's ability to continue as a going concern was not significantly affected; however, the consequences of the military aggression of the Russian Federation against Ukraine may have a significant impact on the financial position and performance of the Bank and its counterparties. The further course of a full-scale war, the timing of its end and the consequences are uncertain. The NBU's macroeconomic forecast is based on the assumption that the security situation will improve significantly starting in 2025, but the risk of prolonged Russian aggression against Ukraine remains. The main risks of this macroeconomic forecast are a full-scale war, as well as the associated increase in budget needs to improve the country's defence capabilities and restore critical infrastructure. The risks of insufficient international financing have eased, primarily in 2024, but they remain for the coming years. In particular, risks to the rhythmicity of this aid remain significant. These developments create a material uncertainty that may cast significant doubt on the Bank's ability to continue as a going concern in the future.

To ensure prompt measures to restore financial stability in the event of a deterioration in the financial condition and/or a stressful situation, the Bank has activated the Going Concern Plan and the Business Recovery Plan to ensure prompt measures to restore financial stability in the event of a deterioration in the financial condition and/or a stressful situation, the Bank has activated the Going Concern Plan and the Business Recovery Plan.

Given the steady economic recovery and the banking system's adaptation to martial law, the National Bank of Ukraine continues to gradually reintroduce requirements for banks that were temporarily relaxed at the beginning of the full-scale invasion. Thus, starting from 2024, the requirements for banks to update and submit to the NBU their Recovery Plans will be restored. The plans should be updated taking into account the updated strategy, business plan, and actual indicators of the bank's/banking group's financial condition, the general situation in the banking system, and stress testing using at least one market-wide stress scenario. The updated Business Recovery Plan will be submitted to the NBU by October 01, 2024.

The Bank has successfully passed through the periods of blackouts caused by Russia's terrorist attacks on critical infrastructure. However, the consequences of possible new terrorist attacks will continue to pose operational risks. The Bank develops and constantly updates its business continuity measures.

The Bank has identified a list of emergency branches that will continue to operate during crisis situations. The standby branches are provided with backup power sources (powerful electric generators) with a reserve of resources/fuel for at least two to three days and reliable sources of their replenishment. Customers have access to information about the Bank's emergency branches (including their location, contact numbers and working hours) that operate in the event of a prolonged power outage. The list is updated, and new branches are added.

Continuous operation of the information and telecommunication systems ensuring the functioning of the Bank's critical business processes was ensured by, inter alia, using backup power sources (diesel generators) in the data centres and in the premises where the Bank's customer support department operates and having resources/fuel available for their operation for at least seven days. An additional backup communication channel was set up at the NBU's data centre using S2S VPN technology. Satellite communication technology was introduced by purchasing a Starlink set.

The Bank operated steadily even in a full-scale war, maintaining liquidity and operational efficiency. This was due, in particular, to the fact that at the beginning of the Russian aggression the Bank was sufficiently capitalized, had well-established operations and crisis management plans. Today, the entire Bank's team is focused on clear and consistent actions under martial law. All branches of the Bank are fully operational and provide all banking services that meet the regulatory requirements of the NBU. The bank managed to withstand the onslaught of numerous cyberattacks, which intensified significantly in wartime.

The Bank's current business continuity plan allowed us to quickly ensure uninterrupted communication and power supply channels, save customer data, restart the infrastructure, and take all the necessary measures to quickly transition to work in the new environment. The implementation of anti-crisis measures envisaged by the Business Continuity Plan mitigated the initial shock of the war by ensuring the uninterrupted operation of all the Bank's systems. The Bank meets its obligations to customers promptly and in full. The structure and volume of the Bank's resource base are generally consistent with the approved business model, namely, a universal bank with corporate and retail business and a list of services that correspond to its risk profile. The Bank's funding sources are diversified.

The Bank's liquidity position and funding sources pose a medium-low risk to the Bank's viability. If the current asset structure is maintained, the Bank will be able to meet its obligations. The level of coverage of current liabilities by highly liquid assets is sufficient. The existing portfolio of government securities ensures the Bank's ability to comply with the requirements of the regulator and promptly pay off its liabilities, including in the event of a sharp outflow of funds. The potential risk of the Bank's failure to fulfil its obligations (including current ones) is minimized by the available amount of conditionally undiminished (stable) balances. The risks of significant outflows due to a full-scale war did not materialize. The gradual economic recovery contributed to the accumulation of hryvnia funds on the accounts of businesses and households. The risks of significant outflows due to a full-scale war did not materialize. The gradual economic recovery contributed to the accumulation of hryvnia funds on the accounts of businesses and households. Depositors' confidence in the Bank has been maintained. Currently, the Bank's liquidity is not a concern, although liquidity risk can still be realized during the war, so it cannot be ignored.

In general, the Bank is operating normally and performing the function of financial support to the economy and customers in a quality manner. There are no restrictions on the operation of cash desks. The Bank has sufficient cash in both hryvnia and foreign currency to meet its obligations to customers in full. The consequences of Russia's terrorist attacks on critical infrastructure facilities will threaten the realization of operational risks, in particular due to problems with energy supply. The Bank is developing and constantly updating business continuity measures in case of a blackout.

#### **Available licenses: type, periods**

The Bank operates based on BANKING LICENSE on National Bank of Ukraine № 166 of 14.11.2011. The Bank has the LICENSES of the National Commission on Securities and Stock Market to perform professional activities at stock market:

- License АД 034429 of 13.06.2012. Professional activities at stock market – trading in securities – brokerage, unlimited term, redrafted by decisions of the National Commission on Securities and Stock Market №420 of 23.06.2021 as a license on professional activities on trading in financial instruments, including brokerage and sub-brokerage, at capital markets.
- License AE 294570 of 04.11.2014. Professional activities at stock market – trading in securities – dealership, unlimited term, redrafted by decisions of the National Commission on Securities and Stock Market №420 of 23.06.2021 as a license on professional activities on trading in financial instruments, including dealership.
- License AE 286562 of 08.10.2013. Professional activities at stock market – depository operations. Depository activities of a depository.

JSC RADABANK is a member of the Deposit guarantee fund. Registration number in the Deposit guarantee funds is 119, date of registration - 02.09.1999, certificate of membership № 110 of 06.11.2012.

#### **Disclosure of capital management objectives, policies and processes**

The Bank's capital management policy is aimed at achieving the following objectives: compliance with the capital requirements set by the National Bank of Ukraine; ensuring the Bank's ability to continue as a going concern and maintaining a sufficient capital base to ensure that the Bank achieves a sufficient capital adequacy ratio. Compliance with capital adequacy ratios set by the National Bank of Ukraine is monitored on a daily and monthly basis with reports containing relevant calculations reviewed and signed by the Bank's Chair of the Management Board and Chief Accountant. Other capital management objectives are assessed on an annual basis.

Regarding the implementation of requirements for determining the amount of regulatory capital in accordance with the Regulation on Determining the Amount of Regulatory Capital by Banks of Ukraine, approved by Resolution of the National Bank of Ukraine No. 196 dated 28.12.2023, as at 01.04.2024.

The Bank has developed an internal regulation on determining the amount of regulatory capital. During the second quarter of 2024, the Bank calculated the amount of regulatory capital in a test mode in accordance with the new algorithm and provided information on the results of these calculations to the National Bank of Ukraine in the form established by it.

As of January 1, 2024, the Bank developed and approved the Regulation on the organization of the internal capital adequacy assessment process (ICAAP) in banks in accordance with the Regulation on the organization of the internal capital adequacy assessment process in JSC JSB RADABANK in accordance with the Regulation on the organization of the internal capital adequacy assessment process in Ukrainian banks and banking groups, approved by the Resolution of the Board of the National Bank of Ukraine No. 161 dated December 30, 2021.

The Bank submitted to the National Bank of Ukraine the Report on the Internal Capital Adequacy Assessment Process (ICAAP Report) based on the results of the assessment of the Bank's ICAAP process as of January 1, 2024 (in test mode).

**• IAS 34 • 813000 Notes – Interim financial statements****Disclosures about interim financial statements**

These interim condensed financial statements have been prepared in accordance with International Accounting Standard 34 (IAS 34) "Interim Financial Reporting". The interim condensed financial statements do not include all of the information and data required to be disclosed in the annual financial statements and should be read in conjunction with the Bank's annual financial statements for the year ended 31 December 2023.

**Description of the accounting policies and significant estimation methods followed in the preparation of the interim financial statements**

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the Bank's annual financial statements for the year ended on December 31, 2023.

## • IAS 24 • 818000 Notes – Related parties



### Disclosure of information on related parties

In accordance with IAS 24 *Related Party Disclosures*, parties are considered to be related if the parties are under common control, or if one party controls the other party or has the ability to exercise significant influence over the other party in making financial or operational decisions.

The list of related parties is compiled by the Bank on the basis of available information in accordance with internal regulations based on IAS 24. Transactions with the Bank's related parties do not provide for terms that are not current market conditions. Transactions concluded by the Bank with related parties on terms that are not current market conditions are recognized as invalid from the moment of their conclusion. The procedure for organizing transactions with the Bank's related parties is defined in the Bank's internal regulations.

### Related parties

In considering each possible related party relationship, attention is directed to the substance of the relationship, not merely the legal form.

### Key management personnel of the entity or parent company

The Bank's key management personnel include individuals who directly or indirectly have the authority and responsibility for planning, managing and controlling the activities of the Bank: The Chair and members of the Supervisory Board, the Management Board, the Credit Committee, the Tariff Committee, the Assets and Liabilities Management Committee, and the Tender Committee.

### Other related parties

The Bank's other related parties include the Bank's individual shareholders and all other persons other than key management personnel.

### Disclosure of related party transactions

In the normal course of business, the Bank conducts banking transactions with its major shareholders and other related parties. These transactions include settlements, loans, deposits, financing of commercial activities and foreign exchange transactions.

	Related parties					
	Key management personnel of the entity or parent company		Other related parties			
	June 30, 2024	December 31, 2023	June 30, 2024	December 31, 2023	June 30, 2024	December 31, 2023
<b>Related party transactions</b>						
Allowance for loan losses	(3)	(9)	(85)	(90)	(88)	(99)
Provision for other financial assets	-	-	(1)	(1)	(1)	(1)
Loan commitments	965	568	681	69	1 646	637
	<b>6 months of 2024</b>	<b>6 months of 2023</b>	<b>6 months of 2024</b>	<b>6 months of 2023</b>	<b>6 months of 2024</b>	<b>6 months of 2023</b>
Loans issued to related parties	1 023	1 013	1 378	1 073	2 401	2 086
Loans repaid by related parties	969	1 092	6 829	16 005	7 798	17 097
Other changes in carrying amount	6	(21)	135	(415)	141	(436)

The contractual interest rate on loans and advances to related parties as at 30 June 2024 was 0.01-20%% (as at December 31, 2023 - 0.01-30%%). The contractual interest rate on borrowings from related parties as at June 30, 2024, was as follows: in USD 0.1-2.75%; in EUR 0.1-1.33%; in UAH 10-23.2% (as at December 31, 2023: in USD 0.1-2%; in EUR 0.1-1.2%; in UAH 12-19%).

**Assets and liabilities of related parties as at June 30, 2024**

	Key management personnel <sup>1</sup>	Other related parties	Total related parties
<b>Assets</b>			
Loans and due from customers	241	3,267	3,508
Other financial assets	-	11	11
Other non-financial assets	-	186	186
<b>Total assets</b>	<b>241</b>	<b>3,464</b>	<b>3,705</b>
<b>Liabilities</b>			
Due to customers	4,625	45,405	50,030
Other financial liabilities	34	6,292	6,326
Other non-financial liabilities	337	26	363
<b>Total liabilities</b>	<b>4,996</b>	<b>51,723</b>	<b>56,719</b>

1. Key management personnel of the entity or parent company [component].

**Assets and liabilities of related parties as at December 31, 2023**

	Key management personnel <sup>1</sup>	Other related parties	Total related parties
<b>Assets</b>			
Loans and due from customers	181	8,582	8,763
Other financial assets	-	10	10
Other non-financial assets	-	10	10
<b>Total assets</b>	<b>181</b>	<b>8,602</b>	<b>8,783</b>
<b>Liabilities</b>			
Due to customers	6,548	35,597	42,145
Other financial liabilities	40	4,180	4,220
Other non-financial liabilities	656	693	1,349
<b>Total liabilities</b>	<b>7,244</b>	<b>40,470</b>	<b>47,714</b>

1. Key management personnel of the entity or parent company [component].

**Related party income and expenses for the period ending on June 30, 2024**

	Key management personnel <sup>1</sup>	Other related parties	Total related parties
<b>Income and expenses</b>			
<b>Interest income</b>	<b>19</b>	<b>559</b>	<b>578</b>
Interest income calculated using the effective interest method	19	559	578
Interest expense	(118)	(660)	(778)
Commission income	43	335	378
Impairment gain and reversal of impairment loss (impairment loss) determined in accordance with IFRS 9	6	4	10

1. Key management personnel of the entity or parent company [component].

	Key management personnel <sup>1</sup>	Other related parties	Total related parties
Expenses for employee benefits	(7,678)	-	(7,678)
Other administrative and operating expenses	(114)	(5,981)	(6,095)
<b>Profit (loss) from operating activities</b>	<b>(7,842)</b>	<b>(5,743)</b>	<b>(13,585)</b>

1. Key management personnel of the entity or parent company [component].

#### Related party income and expenses for the period ending on June 30, 2023

	Key management personnel <sup>1</sup>	Other related parties	Total related parties
<b>Income and expenses</b>			
<b>Interest income</b>	<b>36</b>	<b>2,358</b>	<b>2,394</b>
Interest income calculated using the effective interest method	36	2,358	2,394
Interest expense	(59)	(776)	(835)
Commission income	48	915	963
Impairment gain and reversal of impairment loss (impairment loss) determined in accordance with IFRS 9	(20)	(667)	(687)
Expenses for employee benefits	(5,483)	-	(5,483)
Other administrative and operating expenses	(95)	(8,877)	(8,972)
<b>Profit (loss) from operating activities</b>	<b>(5,573)</b>	<b>(7,047)</b>	<b>(12,620)</b>

1. Key management personnel of the entity or parent company [component].



## • IFRS 7 • 822390-00 Notes – Financial instruments



### Maximum exposure to credit risk

	June 30, 2024	December 31, 2023
	Maximum exposure to credit risk	Maximum exposure to credit risk
Loan commitments	17,177	77,727
Financial guarantee agreements	630,351	473,899
Cash and cash equivalents	3,797,675	4,145,098
Mortgage	14,285	6,072
Consumer loans	104,008	54,947
Corporate loans	1,915,268	1,490,439
Government debt instruments held	993,986	1,211,097
Other receivables on financial assets	56,802	68,070
Financial instruments	7,529,552	7,527,349

## • IFRS 7 • 822390-01 Notes – Financial assets



### Disclosure of information on financial assets as at June 30, 2024

	Financial assets at amortized cost	Financial assets
Cash and cash equivalents	3,797,675	3,797,675
<b>Loans and due from customers</b>		
Corporate loans	1,915,268	1,915,268
Consumer loans	104,008	104,008
Mortgage	14,285	14,285
<b>Total loans and due from customers</b>	<b>2,033,561</b>	<b>2,033,561</b>
<b>Investments in securities</b>		
Government debt instruments held	993,986	993,986
<b>Total investments in securities</b>	<b>993,986</b>	<b>993,986</b>
<b>Other financial assets</b>		
Other receivables on financial assets	56,802	56,802
<b>Total other financial assets</b>	<b>56,802</b>	<b>56,802</b>
<b>Total financial assets</b>	<b>6,882,024</b>	<b>6,882,024</b>

### Disclosure of financial assets as at December 31, 2023

#### Financial assets at fair value through profit or loss

	Financial assets at amortized cost	Designated on initial recognition or subsequently	Total	Financial assets
Cash and cash equivalents	4,145,098	-	-	4,145,098
<b>Loans and due from customers</b>				
Corporate loans	1,490,439	-	-	1,490,439
Consumer loans	54,947	-	-	54,947
Mortgage	6,072	-	-	6,072
<b>Total loans and due from customers</b>	<b>1,551,458</b>	<b>-</b>	<b>-</b>	<b>1,551,458</b>
<b>Investments in securities</b>				
Government debt instruments held	1,211,097	18,919	18,919	1,230,016
<b>Total investments in securities</b>	<b>1,211,097</b>	<b>18,919</b>	<b>18,919</b>	<b>1,230,016</b>
<b>Other financial assets</b>				
Other receivables on financial assets	68,070	-	-	68,070
<b>Total other financial assets</b>	<b>68,070</b>	<b>-</b>	<b>-</b>	<b>68,070</b>
<b>Total financial assets</b>	<b>6,975,723</b>	<b>18,919</b>	<b>18,919</b>	<b>6,994,642</b>

## • IFRS 7 • 822390-02      Notes – Credit ratings



### Disclosure of information on internal credit rating

#### Disclosure of information on internal credit rating as at June 30, 2024

	Credit risk 1	Credit risk 2	Credit risk 3	Credit risk 4	Credit risk 5
<b>Financial assets at amortized cost</b>					
Cash and cash equivalents other than cash	3,608,891	-	-	-	-
<b>Loans and due from customers</b>					
Mortgage	13,327	-	-	-	5,134
Consumer loans	105,439	2,068	2,162	1,022	54,864
Corporate loans	2,101,908	67,051	-	9,643	195,419
<b>Total loans and due from customers</b>	<b>2,220,674</b>	<b>69,119</b>	<b>2,162</b>	<b>10,665</b>	<b>255,417</b>
<b>Debt securities</b>					
Government debt securities held	1,038,652	-	-	-	-
<b>Total debt securities</b>	<b>1,038,652</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other receivables on financial assets	59,913	18	13	30	1,519
<b>Total financial assets at amortized cost</b>	<b>6,928,130</b>	<b>69,137</b>	<b>2,175</b>	<b>10,695</b>	<b>256,936</b>
<b>Total financial assets</b>	<b>6,928,130</b>	<b>69,137</b>	<b>2,175</b>	<b>10,695</b>	<b>256,936</b>

#### Disclosure of internal credit rating as at December 31, 2023

	Credit risk 1	Credit risk 2	Credit risk 3	Credit risk 4	Credit risk 5
<b>Financial assets at amortized cost</b>					
Cash and cash equivalents other than cash	3,985,499	-	-	-	-
<b>Loans and due from customers</b>					
Mortgage	5,183	-	1,641	-	3,639
Consumer loans	63,838	379	978	704	44,610
Corporate loans	1,608,801	46,856	67,354	21,103	155,426
<b>Total loans and due from customers</b>	<b>1,677,822</b>	<b>47,235</b>	<b>69,973</b>	<b>21,807</b>	<b>203,675</b>
<b>Debt securities</b>					
Government debt instruments held	1,285,944	-	-	-	-

	Credit risk 1	Credit risk 2	Credit risk 3	Credit risk 4	Credit risk 5
<b>Total debt securities</b>	<b>1,285,944</b>	-	-	-	-
Other receivables on financial assets	71,484	9	20	6	4,506
<b>Total financial assets at amortized cost</b>	<b>7,020,749</b>	<b>47,244</b>	<b>69,993</b>	<b>21,813</b>	<b>208,181</b>
<b>Financial assets at fair value</b>					
<b>Debt securities</b>					
Government debt instruments held	18,919	-	-	-	-
<b>Total debt securities</b>	<b>18,919</b>	-	-	-	-
<b>Total financial assets at fair value</b>	<b>18,919</b>	-	-	-	-
<b>Total financial assets</b>	<b>7,039,668</b>	<b>47,244</b>	<b>69,993</b>	<b>21,813</b>	<b>208,181</b>

## • IFRS 7 • 822390-03 Notes – Financial liabilities

### Disclosure of financial liabilities for the period ending on June 30, 2024

	Financial liabilities at amortized cost	Total financial liabilities
Due to customers	6,419,145	6,419,145
Other financial liabilities	56,515	56,515
<b>Total financial liabilities</b>	<b>6,475,660</b>	<b>6,475,660</b>

### Disclosure of financial liabilities for the period ending on December 31, 2023

	Financial liabilities at amortized cost	Total financial liabilities
Due to customers	6,616,271	6,616,271
Other financial liabilities	39,391	39,391
<b>Total financial liabilities</b>	<b>6,655,662</b>	<b>6,655,662</b>

## • IFRS 7 • 822390-13 Notes – Exposure to credit risk



### Disclosure of credit risk exposure by type of expected credit loss measurement

	June 30, 2024			December 31, 2023		
	12-month expected credit losses	Lifetime expected credit losses	Total financial instruments	12-month expected credit losses	Lifetime expected credit losses	Total financial instruments
<b>Financial assets</b>	<b>6,408,564</b>	<b>1,065,886</b>	<b>7,474,450</b>	<b>6,827,431</b>	<b>716,204</b>	<b>7,543,635</b>
Credit risk exposure 1	6,373,278	762,229	7,135,507	6,816,128	380,275	7,196,403
Credit risk exposure 2	35,042	34,095	69,137	11,073	36,172	47,245
Credit risk exposure 3	242	1,933	2,175	106	69,887	69,993
Credit risk exposure 4	1	10,694	10,695	-	21,813	21,813
Credit risk exposure 5	1	256,935	256,936	124	208,057	208,181
<b>Exposure to credit risk from loan commitments and financial guarantee contracts</b>	<b>647,528</b>	<b>-</b>	<b>647,528</b>	<b>551,626</b>	<b>-</b>	<b>551,626</b>
Credit risk exposure 1	647,528	-	647,528	551,626	-	551,626

### Disclosure of credit risk exposure by type of expected credit loss measurement

	June 30, 2024			December 31, 2023		
	ECL measured individually	ECL measured as an aggregate	Total financial instruments	ECL measured individually	ECL measured as an aggregate	Total financial instruments
<b>Financial assets</b>	<b>7,473,670</b>	<b>780</b>	<b>7,474,450</b>	<b>7,543,033</b>	<b>602</b>	<b>7,543,635</b>
Credit risk exposure 1	7,135,161	346	7,135,507	7,196,179	224	7,196,403
Credit risk exposure 2	69,119	18	69,137	47,236	9	47,245
Credit risk exposure 3	2,162	13	2,175	69,973	20	69,993
Credit risk exposure 4	10,665	30	10,695	21,807	6	21,813
Credit risk exposure 5	256,563	373	256,936	207,838	343	208,181
<b>Exposure to credit risk from loan commitments and financial guarantee contracts</b>	<b>647,528</b>	<b>-</b>	<b>647,528</b>	<b>551,626</b>	<b>-</b>	<b>551,626</b>
Credit risk exposure 1	647,528	-	647,528	551,626	-	551,626

### Disclosure of exposure to credit risk in respect of impairment on credit financial instruments as at June 30, 2024

	Credit impaired financial instruments			Total financial instruments
	Financial instruments not credit-impaired	After acquisition or creation	Total	
<b>Financial assets</b>	<b>6,440,154</b>	<b>1,034,296</b>	<b>1,034,296</b>	<b>7,474,450</b>
Credit risk exposure 1	6,403,290	732,217	732,217	7,135,507
Credit risk exposure 2	35,059	34,078	34,078	69,137
Credit risk exposure 3	254	1,921	1,921	2,175
Credit risk exposure 4	31	10,664	10,664	10,695

	Financial instruments not credit-impaired	Credit impaired financial instruments		Total financial instruments
		After acquisition or creation	Total	
Credit risk exposure 5	1,520	255,416	255,416	256,936
<b>Exposure to credit risk from loan commitments and financial guarantee contracts</b>	<b>647,528</b>	<b>-</b>	<b>-</b>	<b>647,528</b>
Credit risk exposure 1	647,528	-	-	647,528

**Disclosure of exposure to credit risk in respect of impairment on credit financial instruments as at December 31, 2023**

	Financial instruments not credit-impaired	Credit impaired financial instruments		Total financial instruments
		After acquisition or creation	Total	
<b>Financial assets</b>	<b>6,871,040</b>	<b>672,595</b>	<b>672,595</b>	<b>7,543,635</b>
Credit risk exposure 1	6,855,195	341,208	341,208	7,196,403
Credit risk exposure 2	11,083	36,162	36,162	47,245
Credit risk exposure 3	126	69,867	69,867	69,993
Credit risk exposure 4	6	21,807	21,807	21,813
Credit risk exposure 5	4,630	203,551	203,551	208,181
<b>Exposure to credit risk from loan commitments and financial guarantee contracts</b>	<b>551,626</b>	<b>-</b>	<b>-</b>	<b>551,626</b>
Credit risk exposure 1	551,626	-	-	551,626

**Disclosure of exposure to credit risk at carrying amount**

	June 30, 2024		Total carrying amount	December 31, 2023		Total carrying amount
	Gross carrying amount	Accumulated impairment		Gross carrying amount	Accumulated impairment	
<b>Financial assets</b>	<b>7,474,450</b>	<b>(592,426)</b>	<b>6,882,024</b>	<b>7,543,635</b>	<b>(567,912)</b>	<b>6,975,723</b>
Credit risk exposure 1	7,135,507	(324,409)	6,811,098	7,196,403	(283,861)	6,912,542
Credit risk exposure 2	69,137	(9,470)	59,667	47,245	(29,950)	17,295
Credit risk exposure 3	2,175	(1,263)	912	69,993	(34,578)	35,415
Credit risk exposure 4	10,695	(1,430)	9,265	21,813	(20,613)	1,200
Credit risk exposure 5	256,936	(255,854)	1,082	208,181	(198,910)	9,271
<b>Exposure to credit risk from loan commitments and financial guarantee contracts</b>	<b>647,528</b>	<b>(4,229)</b>	<b>643,299</b>	<b>551,626</b>	<b>(2,964)</b>	<b>548,662</b>
Credit risk exposure 1	647,528	(4,229)	643,299	551,626	(2,964)	548,662

## • IAS 12 • 835110 Notes – Income taxes



### Income tax disclosures for the period ended on June 30, 2024

Income tax is calculated at the current tax rate of 50%. The tax is paid to one tax authority, therefore, DTA and DTL are netted in the Bank's balance sheet. The amount of DTA and DTL is calculated at the tax rate of 25%, which will be effective as of January 1, 2024. The tax profit for the half-year of 2024 on securities trading operations, which reduces the loss of the previous period, amounts to UAH 792 thousand and reduces current income tax. The total loss that can be carried forward is UAH 3,774 thousand. Due to the fact that the bank is not confident that taxable profit on securities transactions will be generated to utilize unused tax losses in the foreseeable future, the amount of unrecognized DTA is UAH 944 thousand.

### Income tax disclosures for the period ended on June 30, 2023

Income tax is calculated at the current tax rate of 18% effective in the first half of 2023. The tax is paid to one tax authority, therefore, DTA and DTL are eliminated in the bank's balance sheet. As of the end of the first half of 2023, DTA and DTL were recognized at the rate of 18%. Tax losses on securities trading operations that can be carried forward amount to UAH 1,281 thousand. Due to the fact that it is not probable that taxable profit will be generated against which unused tax losses can be utilized in the foreseeable future, the amount of unrecognized DTA amounted to UAH 853 thousand.

### Significant components of tax expense (tax refund income)

	6 months of 2024	6 months of 2023
<b>Current tax expense (income from tax refunds) and adjustments of current tax for previous periods</b>		
Current tax expense (income from tax refunds)	41,436	6,973
<b>Total amount of current tax expense (tax refund income) and current tax adjustments for previous periods</b>	500	-
Deferred tax expense (tax refund income) related to the origination and reversal of temporary differences	41,936	6,973
Deferred tax expense (tax refund income) relating to changes in tax rates or the introduction of new taxes	(478)	(495)
<b>Total tax expense (tax refund income)</b>	<b>41,458</b>	<b>6,478</b>

### Explanations and descriptions for the period ending on June 30, 2024

#### Explanation of changes in applicable tax rates from the previous reporting period

In accordance with the law, the income tax rate in the reporting year was changed from 50% to 25%. The rate of 25% was used to calculate DTA and DTL at the beginning of the period.

#### Description of the expiration date of temporary differences, unused tax losses and unused tax benefits

until fully utilized

### Explanations and descriptions for the period ending on June 30, 2023

#### Explanation of changes in applicable tax rates from the previous reporting period

The rate of 18% was used to calculate DTA and DTL as at the end of the 2<sup>nd</sup> quarter of 2023.

#### Description of the expiration date of temporary differences, unused tax losses and unused tax benefits

until fully utilized

	30.06.2024	30.06.2024
Unused tax losses for which no DTA are recognized	-	224



**Disclosure of temporary differences, unused tax losses and unused tax benefits for the period ending on June 30, 2024**

Temporary differences consist of differences arising from different depreciation rates for property, plant and equipment and intangible assets in accounting and taxation, provisioning of provisions recognized in taxation when used and allowance for unconditional loan commitments.

**Disclosure of temporary differences, unused tax losses and unused tax benefits for the period ending on June 30, 2023**

Temporary differences consist of differences arising from different depreciation rates for property, plant and equipment and intangible assets in accounting and taxation, provisioning of provisions recognized in taxation when used and allowance for unconditional loan commitments. Tax losses on securities trading operations that can be carried forward in the amount of UAH 1,246 thousand due to the fact that it is not probable that taxable profit will be available against which the unused tax losses can be utilized in the foreseeable future are not recognized as DTA. The amount of unrecognized DTA amounted to UAH 224 thousand.

**Disclosure of temporary differences, unused tax losses and unused tax benefits for the period ending on June 30, 2024**

	Allowance for credit losses	Other temporary differences	Temporary differences	Total
<b>Deferred tax assets and liabilities</b>				
Deferred tax assets	1,057	2,275	3,332	3,332
<b>Net deferred tax liability (asset)</b>	<b>(1,057)</b>	<b>(2,275)</b>	<b>(3,332)</b>	<b>(3,332)</b>
<b>Net deferred tax assets and liabilities</b>				
Net deferred tax assets	1,057	2,275	3,332	3,332
<b>Deferred tax expense (income from tax refunds)</b>				
Deferred tax expense (income from tax refunds)	(316)	(162)	(478)	(478)
Deferred tax expense (tax refund income) recognized in profit or loss	(316)	(162)	(478)	(478)
<b>Reconciliation of changes in deferred tax liability (asset)</b>				
<b>Deferred tax liability (asset), opening balance</b>	<b>(741)</b>	<b>(2,113)</b>	<b>(2,854)</b>	<b>(2,854)</b>
<b>Changes in deferred tax liability (asset)</b>				
Deferred tax expense (tax refund income) recognized in profit or loss	(316)	(162)	(478)	(478)
<b>Total increase (decrease) in deferred tax liability (asset)</b>	<b>(316)</b>	<b>(162)</b>	<b>(478)</b>	<b>(478)</b>
<b>Deferred tax liability (asset), closing balance</b>	<b>(1,057)</b>	<b>(2,275)</b>	<b>(3,332)</b>	<b>(3,332)</b>

**Disclosure of temporary differences, unused tax losses and unused tax benefits for the period ending on June 30, 2023**

	Allowance for credit losses	Other temporary differences	Temporary differences	Total
<b>Deferred tax assets and liabilities</b>				
Deferred tax assets	741	2,113	2,854	2,854
<b>Net deferred tax liability (asset)</b>	<b>(741)</b>	<b>(2,113)</b>	<b>(2,854)</b>	<b>(2,854)</b>
<b>Net deferred tax assets and liabilities</b>				
Net deferred tax assets	741	2,113	2,854	2,854
<b>Deferred tax expense (income from tax refunds)</b>				

	Allowance for credit losses	Other temporary differences	Temporary differences	Total
Deferred tax expense (income from tax refunds)	(733)	(602)	(1,335)	(1,335)
Deferred tax expense (tax refund income) recognized in profit or loss	(733)	(602)	(1,335)	(1,335)
<b>Reconciliation of changes in deferred tax liability (asset)</b>				
Deferred tax liability (asset), opening balance	(8)	(1,511)	(1,519)	(1,519)
<b>Changes in deferred tax liability (asset)</b>				
Deferred tax expense (tax refund income) recognized in profit or loss	(733)	(602)	(1,335)	(1,335)
<b>Total increase (decrease) in deferred tax liability (asset)</b>	<b>(733)</b>	<b>(602)</b>	<b>(1,335)</b>	<b>(1,335)</b>
Deferred tax liability (asset), closing balance	(741)	(2,113)	(2,854)	(2,854)

	6 months of 2024	6 months of 2023
<b>Reconciliation of accounting income multiplied by applicable tax rates</b>		
Accounting income	159,401	27,359
Tax expense (tax refund income) at the applicable tax rate	39,850	4,925
Tax impact of expenses that are not deductible in determining taxable profit (loss)	1,301	1,309
Tax impact of tax losses	(198)	224
Other tax impact on the reconciliation of accounting profit to tax expense (tax refund income)	505	20
<b>Total tax expense (tax refund income)</b>	<b>41,458</b>	<b>6,478</b>
<b>Reconciliation of the average effective tax rate and the applied tax rate</b>		
Accounting income	159,401	27,359
Applicable tax rate	25.00%	18.00%
Effect of tax rate related to expenses that are not deductible in determining taxable profit (tax loss)	0.82%	4.78%
Tax rate effect related to tax losses	(0.12%)	0.83%
Tax rate effect related to change in tax rate	0.31%	0.07%
<b>Total average effective tax rate</b>	<b>26.01%</b>	<b>23.68%</b>

## • IAS33 • 838000 Notes – Earnings per share

### Earnings per share

	6 months of 2024	6 months of 2023
<b>Basic earnings per share</b>		
Basic earnings (loss) per share from continuing operations	5.8972	1.0441
<b>Total basic earnings (loss) per share</b>	<b>5.8972</b>	<b>1.0441</b>
<b>Diluted earnings per share</b>		
<b>Profit (loss) attributable to ordinary share owners of the parent</b>		
<b>Weighted average number of ordinary shares used in the calculation of basic and diluted earnings per share</b>		
Weighted average number of ordinary shares used in the calculation of basic earnings per share	20,000	20,000

## • IAS 1 • 861200 Notes - Share capital, reserves and other equity interests

### Disclosure of information on classes of share capital

	June 30, 2024		December 31, 2023	
	Ordinary shares	Total share capital	Ordinary shares	Total share capital
Number of shares authorized for issue	20,000	20,000	20,000	20,000
<b>Number of shares issued</b>				
Number of shares issued and fully paid	20,000	20,000	20,000	20,000
<b>Total number of shares issued</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>
The par value of a share	15.05	15.05	15.05	15.05
<b>Reconciliation of number of shares in circulation</b>				
<b>Number of shares in circulation, opening balance</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>
<b>Number of shares in circulation, closing balance</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>

## • IFRS 8 • 871100 Notes – Operating segments



### Disclosure of information on operating segments of the entity for the period ending on June 30, 2024

#### Reporting segment 1

Corporate banking

#### Reporting segment 2

Retail banking

#### Reporting segment 3

Transactions at financial markets

#### All other segments

Other segments and transactions

### Disclosure of information on operating segments of the entity for the period ending on June 30, 2024

#### Reporting segment 1

Corporate banking

#### Reporting segment 2

Retail banking

#### Reporting segment 3

Transactions at financial markets

#### All other segments

Other segments and transactions

### Income and expenses of the entity by operating segments for the period ending on June 30, 2024

	Reporting segment 1	Reporting segment 2	Reporting segment 3	All other segments	All segments
Interest income	171,945	8,725	333,057	-	513,727
<i>Operating segments</i>	171,945	8,725	333,057	-	513,727
Interest expense	139,089	142,873	-	-	281,962
<i>Interest expense</i>	139,089	142,873	-	-	281,962
Commission income	37,989	38,956	78	-	77,023
<i>Operating segments</i>	37,989	38,956	78	-	77,023
Commission expense	-	16,363	16,032	-	32,395
<i>Operating segments</i>	-	16,363	16,032	-	32,395
Depreciation and amortization expenses	-	-	-	22,889	22,889
<i>Operating segments</i>	-	-	-	22,889	22,889
Significant income and expense items	(36,092)	(4,778)	(38,340)	-	(79,210)
<i>Operating segments</i>	(36,092)	(4,778)	(38,340)	-	(79,210)
Tax expenses (income from tax refunds)	-	-	-	41,458	41,458
<i>Operating segments</i>	-	-	-	41,458	41,458
Other significant non-cash items	77,803	185,181	(261,195)	(16,682)	(14,893)
<i>Operating segments</i>	77,803	185,181	(261,195)	(16,682)	(14,893)
Profit (loss) before income tax	112,556	68,848	17,568	(39,571)	159,401

	Reporting segment 1	Reporting segment 2	Reporting segment 3	All other segments	All segments
<i>Operating segment</i>	112,556	68,848	17,568	(39,571)	159,401
Profit (loss) from continuing operations	-	-	-	117,943	117,943
<i>Operating segment</i>	-	-	-	117,943	117,943
<b>Profit (loss)</b>	-	-	-	117,943	117,943
<i>Operating segment</i>	-	-	-	117,943	117,943
Net operating cash flows	-	-	-	(702,508)	(702,508)
<i>Excluded from intersegmental amounts</i>	-	-	-	(702,508)	(702,508)
Net investment cash flows	-	-	-	354,576	354,576
<i>Excluded from intersegmental amounts</i>	-	-	-	354,576	354,576
Net financing cash flows	-	-	-	(11,364)	(11,364)
<i>Excluded from intersegmental amounts</i>	-	-	-	(11,364)	(11,364)

### Income and expenses of the entity by operating segments for the period ending on June 30, 2023

	Reporting segment 1	Reporting segment 2	Reporting segment 3	All other segments	All segments
Interest income	83,193	8,219	213,037	-	304,449
<i>Operating segments</i>	83,193	8,219	213,037	-	304,449
Interest expense	70,057	64,161	-	-	134,218
<i>Interest expense</i>	70,057	64,161	-	-	134,218
Commission income	29,575	33,235	117	-	62,927
<i>Operating segments</i>	29,575	33,235	117	-	62,927
Commission expense	-	12,296	4,599	-	16,895
<i>Operating segments</i>	-	12,296	4,599	-	16,895
Depreciation and amortization expenses	-	-	-	15,949	15,949
<i>Operating segments</i>	-	-	-	15,949	15,949
Significant income and expense items	(27,386)	(8,367)	(53,358)	-	(89,111)
<i>Operating segments</i>	(27,386)	(8,367)	(53,358)	-	(89,111)
Tax expenses (income from tax refunds)	-	-	-	6,478	6,478
<i>Operating segments</i>	-	-	-	6,478	6,478
Other significant non-cash items	93,984	110,559	(273,903)	(14,484)	(83,844)
<i>Operating segments</i>	93,984	110,559	(273,903)	(14,484)	(83,844)
Profit (loss) before income tax	109,309	67,189	(118,706)	(30,433)	27,359
<i>Operating segment</i>	109,309	67,189	(118,706)	(30,433)	27,359
Profit (loss) from continuing operations	-	-	-	20,881	20,881
<i>Operating segment</i>	-	-	-	20,881	20,881
<b>Profit (loss)</b>	-	-	-	20,881	20,881
<i>Operating segment</i>	-	-	-	20,881	20,881
Net operating cash flows	-	-	-	887,680	887,680
<i>Operating segment</i>	-	-	-	887,680	887,680

	Reporting segment 1	Reporting segment 2	Reporting segment 3	All other segments	All segments
Net investment cash flows	-	-	-	(171,737)	(171,737)
<i>Excluded from intersegmental amounts</i>	-	-	-	(171,737)	(171,737)
Net financing cash flows	-	-	-	(7,296)	(7,296)
<i>Excluded from intersegmental amounts</i>	-	-	-	(7,296)	(7,296)

**Assets and liabilities of the entity by operating segments as at June 30, 2024**

	Reporting segment 1	Reporting segment 2	Reporting segment 3	All other segments	All segments
<b>Assets</b>	<b>1,916,142</b>	<b>154,513</b>	<b>4,131,096</b>	<b>972,714</b>	<b>7,174,465</b>
<i>Operating segments</i>	<i>1,916,142</i>	<i>154,513</i>	<i>4,131,096</i>	<i>972,714</i>	<i>7,174,465</i>
<b>Liabilities</b>	<b>3,620,976</b>	<b>2,817,061</b>	<b>-</b>	<b>113,821</b>	<b>6,551,858</b>
<i>Operating segments</i>	<i>3,620,976</i>	<i>2,817,061</i>	<i>-</i>	<i>113,821</i>	<i>6,551,858</i>

**Assets and liabilities of the entity by operating segments as at December 31, 2023**

	Reporting segment 1	Reporting segment 2	Reporting segment 3	All other segments	All segments
<b>Assets</b>	<b>1,491,314</b>	<b>97,547</b>	<b>4,875,987</b>	<b>800,907</b>	<b>7,265,755</b>
<i>Operating segments</i>	<i>1,491,314</i>	<i>97,547</i>	<i>4,875,987</i>	<i>800,907</i>	<i>7,265,755</i>
<b>Liabilities</b>	<b>4,418,919</b>	<b>2,217,264</b>	<b>-</b>	<b>124,908</b>	<b>6,761,091</b>
<i>Operating segments</i>	<i>4,418,919</i>	<i>2,217,264</i>	<i>-</i>	<i>124,908</i>	<i>6,761,091</i>

Approved for issue and signed on  
" 04 " 09 2024

Chair of Management Board

Andrii HRIHEL

Chief Accountant

Andrii AKHE

