



**REVIEW OF CONDENSED INTERIM FINANCIAL
INFORMATION OF
GHAZANFAR BANK
FOR THE PERIOD FROM JANUARY 1, 2026 TO MARCH
31, 2026**

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., Afghanistan is a branch office of BDO Ebrahim & Co., with offices in Kabul, Afghanistan. BDO Ebrahim & Co., a Pakistan registered partnership firm is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

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 March 31, 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 three 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 31 Mar 2026, if ACPR was effective, would have been AFN 499.798mn. In accordance with the DAB circular, the Bank has recognized 12% of the deferred provision as of the reporting date, amounting to AFN 59.20mn, in compliance with the requirements outlined in the DAB circular. The recognition of the additional provision would result in a corresponding decrease in profit before tax. Our conclusion is not modified in respect of this matter.

Other matter

The condensed interim financial information for the three months ended March 31, 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 three months period ended March 31, 2025 on May 14, 2025 and unmodified audit opinion on the financial statements for the year ended December 31, 2025 on March 16, 2026.

KABUL
DATED:

14 MAY 2026


BDO
CHARTERED ACCOUNTANTS KABUL
Engagement Partner: Muhammad Kamran

GHAZANFAR BANK
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS OF MARCH 31, 2026

		31-Mar-26 (Un-audited)	31-Dec-25 (Audited)
	Note	..... AFN '000'	
ASSETS			
Cash and cash equivalents	4	9,673,999	9,463,451
Investments	5	4,644,056	5,707,159
Loans and advances	6	1,588,674	1,545,963
Property and equipment	7	529,741	532,487
Intangible assets	8	17	19
Other assets	9	2,496,170	2,409,072
Total assets		18,932,658	19,658,151
EQUITY AND LIABILITIES			
EQUITY			
Share capital		1,244,040	1,244,040
Capital Reserves		96,569	76,923
Retained earnings		891,501	1,050,966
Revaluation deficit on financial instruments at FVOCI		(64,509)	(29,110)
Revaluation reserve on property and equipment		175,853	175,853
Total equity		2,343,455	2,518,672
LIABILITIES			
Deposits from customers	10	12,999,818	12,989,583
Deposits from financial institutions	11	3,284,002	3,815,139
Other liabilities	12	233,115	151,693
Lease liability	13	44,425	41,707
Deferred tax liabilities		27,836	36,686
Provision for taxation		7	104,671
Total liabilities		16,589,203	17,139,479
Total equity and liabilities		18,932,658	19,658,151
Contingencies and commitments	14		

The annexed notes 1 to 24 form an integral part of these condensed interim financial information.

Chief Financial Officer

Chief Executive Officer

Chairman

GHAZANFAR BANK
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

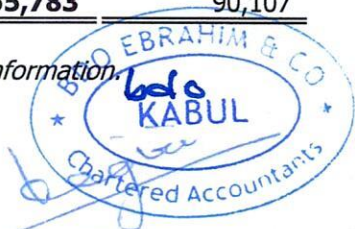
		31-Mar-26 (Un-audited)	31-Mar-25 (Un-audited)
	Note	..... AFN '000'	
Profit/Interest income		74,002	75,876
Profit expense		(7,351)	(7,062)
Net Profit/interest income	15	66,651	68,814
Fee and commission income		172,878	159,669
Fee and commission expense		(28,639)	(11,885)
Net fee and commission income	16	144,238	147,784
Income from dealing in foreign currencies		58,860	40,196
		269,749	256,794
Other income	17	39,644	121,011
Impairment allowances	6.1.3	(60,456)	(63,777)
Loss on sale of securities		(4,765)	(27,923)
Employee compensation	18	(80,873)	(59,333)
Finance cost on lease liability		(1,233)	(1,316)
Depreciation		(17,642)	(14,817)
Amortization		(2)	-
Administrative expense	19	(53,239)	(55,501)
		(218,211)	(222,667)
Profit before tax		91,182	155,138
Taxation		-	(30,262)
Profit for the period		91,182	124,876
Other comprehensive income			
Items to be reclassified subsequently to profit or loss			
- (Unrealized loss) / gain on revaluation of AFS investment		(44,248)	(43,461)
- Related deferred tax		8,850	8,692
		(35,399)	(34,769)
Items not to be classified subsequently to profit & loss			
- Revaluation reserve of property and equipment		-	-
- Related deferred tax		-	-
		-	-
Total comprehensive income / (loss) for the period		55,783	90,107

The annexed notes 1 to 24 form an integral part of these condensed interim financial information.


Chief Financial Officer


Chief Executive Officer


Chairman



GHAZANFAR BANK
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 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	-	-	-	-	124,876	124,876
Revaluation surplus on financial instruments	-	-	-	32,285	-	32,285
	-	-	-	32,285	124,876	157,161
Balance as at March 31, 2025 (Un-audited)	<u>1,244,040</u>	<u>68,743</u>	<u>-</u>	<u>(34,769)</u>	<u>814,323</u>	<u>2,092,338</u>
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	-	-	-	-	91,182	91,182
Dividend distribution	-	-	-	-	(231,000)	(231,000)
Contingency reserve fund	-	19,646	-	-	(19,646)	-
Revaluation surplus on financial instruments	-	-	-	(35,399)	-	(35,399)
	-	19,646	-	(35,399)	(159,465)	(175,217)
Balance as at March 31, 2026 (Un-audited)	<u>1,244,040</u>	<u>96,569</u>	<u>175,853</u>	<u>(64,509)</u>	<u>891,501</u>	<u>2,343,455</u>

The annexed notes 1 to 24 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 THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

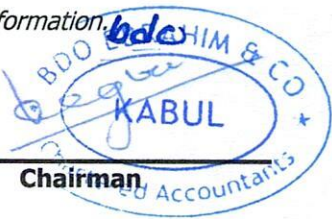
	Notes	31-Mar-26 (Un-audited) AFN	31-Mar-25 (Un-audited) '000'
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		91,182	155,138
Adjustments for:			
Impairment allowances	6.1.3	60,456	63,777
Loss on disposal of securities		4,765	27,923
Finance cost on lease liability	13	1,233	1,316
Exchange gain on lease liability	13	(285)	(129)
Depreciation	7	17,642	14,817
Loss on disposal		115	755
Amortization		2	-
		<u>175,110</u>	<u>263,597</u>
Changes in assets			
Loans and advances	6	(107,728)	108,252
Other assets	9	(87,098)	(475,137)
		<u>(194,826)</u>	<u>(366,885)</u>
Changes in liabilities			
Deposits from customers	10	10,235	1,331,875
Deposits from financial institutions		(531,137)	(853,216)
Other liabilities		81,002	18,266
		<u>(439,900)</u>	<u>496,924</u>
Cash (used in) generated from operating activities		(459,616)	393,637
Tax paid		(104,664)	(20,272)
Net cash (used in) generated from operating activities		(564,280)	373,365
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property and equipment		(2,757)	(9,879)
Proceeds from disposal of property and equipment		39	13
Capital work in progress		(527)	(575,734)
Investments	5	1,018,855	(240,982)
Net cash generated from (used in) investing activities		1,015,610	(826,582)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(231,000)	-
Repayment of lease liability		(9,782)	(11,863)
Net cash (used in) generated from financing activities		(240,782)	(11,863)
Net increase / (decrease) in cash and cash equivalents		210,548	(465,080)
Cash and cash equivalents, beginning of the year		9,463,451	9,309,867
Cash and cash equivalents, end of period		9,673,999	8,844,787

The annexed notes 1 to 24 form an integral part of these condensed interim financial information.


Chief Financial Officer


Chief Executive Officer


Chairman



GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

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 Fifteen branches with Islamic Banking operations (2024: Fifteen branches with Islamic banking operations) in different provinces of Afahanistan.

This condensed interim financial information for the period ended March 31, 2026 (including comparatives) have been approved and authorized for issue by the Board of Supervisors on 19 May, 2026.

2 STATEMENT OF COMPLIANCE

- 2.1** This condensed interim financial information of the Bank for the three months period ended March 31, 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 three months period ended March 31, 2025.

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. *bdo*

GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

		31-Mar-26	31-Dec-25
		(Un-audited)	(Audited)
		..... AFN '000'	
4 CASH AND CASH EQUIVALENTS	Note		
Cash in hand	4.1	1,153,925	2,645,167
Balances with banks	4.2	6,868,636	4,819,524
Balances with investment managers	4.3	1,229,749	1,063,100
Short term placements	4.4	421,688	935,660
		9,673,999	9,463,451
4.1 Cash in hand			
Local currency		665,215	1,108,510
Foreign currencies		488,710	1,536,657
		1,153,925	2,645,167
4.2 Balances with banks			
<i>Balances with central bank</i>			
Local currency current accounts		2,202,334	974,910
Foreign currency current accounts		27,072	338,641
		2,229,407	1,313,551
Balances with other banks (domestic)		1,448,949	1,929,829
Balances with other banks (foreign)		3,190,281	1,576,144
		6,868,636	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			
Al-Wakala deposits	4.4.1	421,688	935,660
		421,688	935,660
4.4.1	This represents Al-Wakala deposits with Al-Salam bank Bahrain, with expected profit returns from 2.25% to 3%, with maturity dates from April 12, 2026 to June 24, 2026 (2025: 3.80%). The bank has no credit risk ratings.		
		31-Mar-26	31-Dec-25
		(Un-audited)	(Audited)
		..... AFN '000'	
5 INVESTMENTS	Note		
<i>Available for sale</i>			
Investment in bonds/ sukuk	5.1	1,805,743	2,407,174
<i>Held for trading</i>			
Investment in equity instruments	5.2	311,218	489,586
Investment in gold	5.3	815,010	792,278
		2,931,971	3,689,038
Loss reserve on debt instruments		-	-
		2,931,971	3,689,038

640

GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

		31-Mar-26	31-Dec-25
		(Un-audited)	(Audited)
	Note	..... AFN '000'	
<i>Held to maturity</i>			
Investment in Bond / Sukuk	5.4	1,210,354	736,958
Longterm Mudarabah Deposit	5.5	130,320	132,140
		1,340,674	869,098
Investments in Emerging bonds	5.6	371,412	1,149,023
		4,644,056	5,707,159

5.1 Investment in bonds/ sukuk

Ratings

Dubai Islamic Bank DIB Sukuk, UAE	Aa-	38,284	369,114
Banque Saudi Fransi, Saudi Arabia	A-	19,318	19,957
DP World Crescent LTD Sukuk, UAE	Baa2	82,362	86,959
Kinadom of Saudi Arabia Sukuk KSA, UAE	A+	131,767	136,296
Perusahaan Penerbit SBSN, Indonesia	BBB	231,422	243,079
SAUDI ELEC GLB SUKUK, Saudi Arabia	A+	17,502	18,020
Shariah Sukuk, UAE	BBB-	99,695	102,683
KSA Sukuk Limited, UAE	A+	214,140	91,925
EI Sukuk Company Ltd, UAE	A+	323,673	336,812
AL Raihi Sukuk Ltd, Saudi Arabia	A-	45,282	46,665
Aldar Investment Prop, Uae	BBB-	51,422	54,917
BSF Sukuk Limited, Saudi Arabia	A-	322,988	334,876
Saudi National Bank (SNB) Sukuk Ltd, Saudi Arabia	A-	97,645	101,420
SIB sharia Isalmic Bank	A-	130,243	134,997
First Abu Dhabi FABUH Sukuk, UAE	Aa-	-	329,455
	5.1.1	1,805,743	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)		
1,851,388	(45,645)	1,805,743

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

Cost	Unrealized loss	Market value
..... (AFN '000)		
346,208	(34,989)	311,219

Shares of listed entities

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. *bdo*

GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

- 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 having coupon rates ranging from 3.39% to 7% per annum. These investments have a maturity dates from September 15, 2026 to February 28, 2028. FAB, ARK Capital Management & 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	31-Mar-26	31-Dec-25
			(Un-audited)	(Audited)
			..... AFN '000'	.....
Emerging market infrastructure funds			241,092	244,459
GGH infrastructure development bond			130,320	297,315
Emerging real estate development funds			-	329,755
SIL Emerging Real Estate funds			-	132,140
SIL Emerging Infrastructure Devel Bond			-	145,354
			371,412	1,149,023

- 5.6.1** This represents foreign investments with coupon rates ranging from 5% to 6% and maturities from 31 August 2026 to 15 April 2028, issued by UAE corporations with nature of mutual funds, with no credit risk ratings available and active market prices. These investments are made through Daman and ARK asset managers of the bank. *bdo*

GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

	Note	31-Mar-26 (Un-audited)	31-Dec-25 (Audited)
----- AFN '000 -----			
6 LOANS AND ADVANCES TO CUSTOMERS - NET			
Conventional loans		843,746	910,737
Islamic loans		966,426	863,725
		1,810,172	1,774,463
IMPAIRMENT			
Conventional loans		(160,764)	(210,936)
Islamic loans		(60,733)	(17,562)
	6.1	(221,497)	(228,498)
		1,588,675	1,545,963

6.1 Impairment allowance - summary

Balance at the beginning of the period / year		228,499	255,492
Charge for the period / year		73,256	184,328
Reversal		(14,059)	-
Exchange rate differences		(1,181)	(12,878)
		286,514	426,942
Write offs		(65,017)	(198,443)
Balance at the end of the period / year	6.1.1	221,497	228,499

6.1.1 Impairment - details

Note	31-Mar-26			31-Dec-25			
	Gross amount	Impairment allowance	Carrying amount	Gross amount	Impairment allowance	Carrying amount	
----- AFN '000' -----							
Conventional financing							
Running finance	6.1.2	598,130	(94,007)	504,122	651,576	(140,319)	511,257
SME loans		-	-	-	55	-	55
Term loans		245,617	(66,756)	178,860	259,106	(70,617)	188,488
		843,746	(160,764)	682,982	910,737	(210,936)	699,800
Islamic financing							
Murabaha		966,426	(60,733)	905,692	863,725	(17,562)	846,163
		1,810,172	(221,497)	1,588,674	1,774,463	(228,497)	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 March 31, 2026, if ACPR was effective, would have been Afn 499.798mn. In accordance with the above circular, the Bank has recognized 12% of the deferred provision as of the reporting date, amounting to AfN 59.20mn, in compliance with the requirements outlined in the DAB circular.

6.1.3 Impairment (charge) / reversal on financial assets

	31-Mar-26 (Un-audited)	31-Dec-25 (Audited)
----- AFN '000 -----		
Impairment reversal on receivables from financial institutions	-	7,635
Net provision on Non-Funded	(1,260)	-
Net provision on accrued interest/ profit	-	503
Loan charged off during the year	(59,196)	(184,328)
Provisions on funded facilities - Net	(60,456)	(176,190)

bd

GHAZANFAR BANK

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026**

		31-Mar-26	31-Dec-25
		(Un-audited)	(Audited)
	Note	..... AFN '000'	
7	PROPERTY AND EQUIPMENT		
	Operating fixed assets		
	Property and equipment	7.1 416,771	421,797
	Right of use asset	7.2 78,333	76,579
	Capital work in progress	34,637	34,110
		529,741	532,487
7.1	Cost		
	Opening balances	776,846	518,624
	Additions during the period / year	2,521	33,500
	Revaluation adjustments	-	229,326
	Transfer from capital work in progress	236	1,144
	Disposals during the period / year	(598)	(5,748)
	Closing balances	779,005	776,846
	Accumulated Depreciation		
	Opening balances	355,049	335,171
	Charge for the period / year	7,629	25,570
	Disposals during the period / year	(444)	(5,692)
	Closing balances	362,234	355,049
	Written down value	416,771	421,797
7.2	Right of use assets		
	Cost		
	Opening balance	267,339	225,904
	Additions during the period / year	-	8,442
	Lease modification	15,032	48,060
	Write-Off	(3,265)	(15,067)
	Adjustment	-	-
	Closing balances	279,106	267,339
	Accumulated Depreciation		
	Opening balance	190,759	151,982
	Charge for the period / year	10,013	38,777
	Closing balances	200,773	190,759
	Carrying Amount	78,333	76,579
8	INTANGIBLE ASSETS		
	Cost		
	Opening balances	81,196	83,365
	Additions during the year	-	25
	Adjustment	(25)	-
	Written-off	-	(2,193)
	Closing Balance	81,172	81,196 <i>bdo</i>

GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

	31-Mar-26	31-Dec-25
	(Un-audited)	(Audited)
Note	..... AFN '000'	
Amortization		
Opening balances	81,177	83,365
Amortization for the period/year	2	5
Adjustment	(25)	
Write-Off	-	(2,193)
Closing Balance	81,155	81,177
Carrying Amount	17	19

9 OTHER ASSETS

Restricted deposits with DAB	9.1	964,755	937,217
Prepayments	9.2	643,123	651,249
Receivable from Western Union		113,093	65,468
Profit receivable	9.3	34,135	43,768
Interest receivable		1,967	27,792
Security deposits	9.4	348,844	353,631
Receivable from humanitarian organization	9.5	377,365	325,164
Others		12,888	4,783
		2,496,170	2,409,072

9.1 Restricted deposits with DAB

Local currency		343,310	297,851
Foreign currencies		621,445	639,366
	9.1.1	964,755	937,217

9.1.1 This represents non-interest 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 43.96 million (2025: AFN 44.38.14mn), 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.

	31-Mar-26	31-Dec-25	
	(Un-audited)	(Audited)	
	----- AFN '000' -----		
9.4 Security Deposits			
Pashtany bank	9.4.1	325,800	330,350
CSC Bank & Western union		23,044	23,281
		348,844	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. *bcb*

GHAZANFAR BANK**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026**

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.

	31-Mar-26 (Un-audited)	31-Dec-25 (Audited)
Note	..... AFN '000'	
13 LEASE LIABILITY		
Opening balance	41,707	43,771
Addition during the period / year	-	8,442
Payment during the period / year - principal	(9,782)	(41,326)
Accrued finance cost for the period / year	1,233	5,129
Lease modification	15,032	44,019
Write off	(3,481)	(10,365)
Adjustment	-	(6,574)
Exchange loss / (gain)	(285)	(1,387)
Carrying amount	44,425	41,707

14 CONTINGENCIES AND COMMITMENTS**Contingencies**

Contingencies - Bank guarantees issued	6,902,510	6,888,017
Letters of credits	-	9,908
	6,902,510	6,897,925

Commitments - Un-used portion of credit card facilities

	-	3,964
--	---	-------

Commitments - Wakalah Investment

	781,920	792,840
--	---------	---------

15 NET MARK-UP/ RETURN/ INTEREST INCOME**Mark-up/ return/ interest earned**

Interest income on Placements	3,353	15,636
Loans and advances	23,819	14,430
Bonds and Sukuk	46,830	45,810
Total profit / interest income	74,002	75,876

Mark-up/ return expense

Customer deposits	2,547	-
Deposits from financial institutions	4,804	7,062
Total Profit expense	7,351	7,062

15.1

Net profit / interest income

	66,651	68,814
--	---------------	--------

15.1 Profit attributable to customer deposits

Term deposits - Mudurabah	6,556	5,808
Saving deposits - Mudarabah	795	1,254
	7,351	7,062

balo

GHAZANFAR BANK**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026**

	<u>31-Mar-26</u> <u>(Un-audited)</u>	<u>31-Mar-25</u> <u>(Un-audited)</u>
	<u>..... AFN '000'</u>	
16 NET FEE AND COMMISSION INCOME		
Fee and commission income		
Commission on bank guarantees	28,363	18,020
Commission on letter of credits	76	202
Fund transfer fee	123,568	104,631
Deposit accounts servicing	9,365	21,155
Commission on cash management	11,504	15,661
Total fee and commission income	<u>172,878</u>	<u>159,669</u>
Fee and commission expense		
Inter bank transaction fee	(22,490)	(7,016)
Electronic banking fee	(6,149)	(4,869)
Net fee and commission income	<u>144,238</u>	<u>147,784</u>
17 OTHER INCOME / EXPENSE - NET		
Other income		
Reimbursement from ADIC insurance premium	-	135,808
Recovery of loan previously written off	2,210	2,148
Revaluation gain on investment in gold	27,744	424
Other	9,690	6,899
	<u>39,644</u>	<u>145,279</u>
Other expense		
Loan and advances	-	24,269
	-	24,269
Other income / expense - net	<u>39,644</u>	<u>121,011</u>
18 EMPLOYEE COMPENSATION		
Salaries and wages	52,790	47,227
Food allowances	1,485	982
Staff bonus	26,562	11,124
	<u>80,873</u>	<u>59,333</u>

bdo

GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

	31-Mar-26	31-Mar-25
	(Un-audited)	(Un-audited)
	..... AFN '000'	
19 ADMINISTRATIVE EXPENSE		
Security guards expenses	7,609	6,967
Software annual maintenance	4,030	3,524
Insurance	10,248	9,992
Communication	1,651	1,501
Advertisement	3,811	2,347
Travelling and conveyance	2,733	2,460
Utilities	4,428	4,281
Fuel	1,142	1,391
Repair and maintenance	1,970	2,304
Stationery and printing	1,183	1,955
Directors meeting fees	4,175	2,779
Food expenses	1,041	971
Staff training	54	393
Audit fee	361	384
Consultancy & advisory	1,109	6,675
Operating lease expenses	762	677
Other expenses	6,930	6,899
	53,239	55,501

bab

GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

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:

Nature of transactions	Directors and other key management personnel (and close family members)		Shareholders and its associated companies	
	31-Mar-26 (Un-audited)	31-Dec-25 (Audited)	31-Mar-26 (Un-audited)	31-Dec-25 (Audited)
	----- 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	-	-	261	44

Nature of transactions	Directors and other key management personnel (and close family members)		Shareholders and its associated companies	
	31-Mar-26 (Un-audited)	31-Dec-25 (Audited)	31-Mar-26 (Un-audited)	31-Dec-25 (Audited)
	----- 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	52,008	101,749	402,024	885,531
Deposits repaid during the period	46,057	110,166	407,429	907,627
Exchange rate difference	301	1,460	117	1,977
Deposits at the end of the period	19,817	14,167	4,269	9,790

ltdo

GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

	31-Mar-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	43,967	44,386

Nature of transactions	Directors and other key management personnel (and close family members)		Shareholders and its associated companies	
	31-Mar-26 (Un-audited)	31-Mar-25 (Un-audited)	31-Mar-26 (Un-audited)	31-Mar-25 (Un-audited)
	----- AFN '000' -----			
(c) Other related party transactions				
Prepayment/ Security Deposit for Hairatan Branch				
Directors' fee	4,175	2,779	-	-
Rent paid	-	-	1,499	2,160

	31-Mar-26 (Un-audited)	31-Mar-25 (Un-audited)
	..... AFN '000'	
(d) Key Management compensation		
Salaries and other short-term benefits	9,678	9,675
	<u>9,678</u>	<u>9,675</u>

bdo

GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

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 March 31, 2026 is as follows:

	31-Mar-26 (Un-audited)	31-Dec-25 (Audited)
	..... AFN '000'	
Tier 1 capital		
Share holders' equity	2,343,455	2,518,672
Less: Other Equity Components	(111,344)	(146,743)
Less: Profit for the period / year	(91,182)	(392,924)
Less: Intangible assets	(17)	(19)
Net Deferred tax assets	-	-
Total tier 1 (core) capital	2,140,912	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	91,182	392,924
Total tier 2 (supplementary) capital	267,035	568,777
Total Regulatory capital = Tier 1 + Tier 2	2,407,946	2,547,763
Risk-weight categories		
0% risk weight:		
Cash in Afghani and fully-convertible foreign currencies	1,153,925	2,645,167
Direct claims on DAB	3,194,162	2,250,768
Total	4,348,087	4,895,935
0% risk-weight total (above total x 0%)	-	-
20% risk weight:		
Demand deposits with banks	5,868,979	4,569,073
Short term deposits with banks	552,008	1,067,800
Guaranteed by multilateral lending institutions	521,229	464,797
Total	6,942,216	6,101,670
20% Risk-Weight Total (Above Total x 20%)	1,388,443	1,220,334

bdo

GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

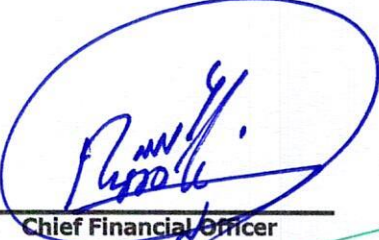
	31-Mar-26 (Un-audited)	31-Dec-25 (Audited)
	..... AFN '000'	
100% risk weight		
Loans and advances - Gross	1,067,445	1,081,166
Property and Equipment	529,741	532,487
All other assets	6,048,349	7,050,090
Total	<u>7,645,535</u>	<u>8,663,743</u>
100% Risk-Weight Total (Above Total x 100%)	<u>7,645,535</u>	<u>8,663,743</u>
Off-balance-sheet items with 0% Credit Conversion Factor		
Undrawn loan and overdraft facilities	-	3,964
Total	-	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	1,911,227	1,982,056
Total	<u>1,911,227</u>	<u>1,982,056</u>
100% Credit Conversion Factor Total (Risk-Weighted Totals x 100%)	<u>1,911,227</u>	<u>1,982,056</u>
	<u>10,945,205</u>	<u>11,867,719</u>
Tier 1 Capital Ratio	<u>19.56</u>	16.68
Regulatory Capital Ratio	<u>22.00</u>	21.47


Currently the bank is having above AFN 3,337 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.




 Chief Financial Officer


 Chief Executive Officer


 Chairman

GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

23 Islamic Banking Information

23.1 Islamic Banking Financial Position

The Bank has the following interim financial position as at March 31, 2026, for Islamic Banking operations:

	<u>31-Mar-26</u> <u>(Un-audited)</u>	<u>31-Dec-25</u> <u>(Audited)</u>
	<u>..... AFN '000'</u>	
ASSETS		
Cash and cash equivalents	4,447,031	4,622,010
Alwakala deposits with FIs	282,768	991,050
Investments in Sukuk securities	2,672,878	2,940,090
Investments in Gold	815,010	792,278
Murabaha Islamic Financing	905,692	846,163
Deferred tax assets	8,939	706
Other assets	1,498,305	676,555
Total assets	<u>10,630,623</u>	<u>10,868,852</u>
EQUITY AND LIABILITIES		
EQUITY		
Retained earnings	188,267	163,721
Revaluation deficit on financial instruments	(35,756)	(2,823)
Total equity	<u>152,511</u>	<u>160,898</u>
LIABILITIES		
Current deposits	6,611,304	6,960,377
Mudarabah saving deposits	1,107,558	1,146,604
Mudarabah fixed deposits	2,672,718	2,504,352
Other liabilities	86,532	60,244
Provision for taxation	-	36,377
Total liabilities	<u>10,478,112</u>	<u>10,707,954</u>
Total equity and liabilities	<u>10,630,623</u>	<u>10,868,852</u>
Contingencies and commitments	3,471,436	3,020,404 <i>sd</i>


 Chief Financial Officer


 Chief Executive Officer


 Chairman

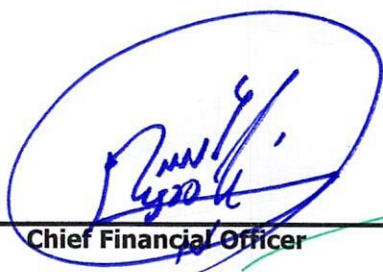
GHAZANFAR BANK
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED ON MARCH 31, 2026

24 Islamic Banking Interim Profit or Loss

The Bank has the following interim profit or loss for the three months period ended March 31, 2026, from Islamic Banking operations:

	31-Mar-26	31-Mar-25
	(Un-audited)	(Un-audited)
	..... AFN '000'	
Total profit income	58,496	42,426
Total profit expense	(7,351)	(7,062)
Net Profit income	51,145	35,364
Revenue from banking services	61,356	24,089
Expense on banking services	(1,911)	(484)
Net revenue form banking services	59,445	23,605
(Loss) from dealing in foreign currencies	14,922	(3,488)
	125,511	55,482
Other income	31,821	2,717
Impairment allowances and charge off	(52,253)	(74,440)
Employee compensation	(37,980)	(16,122)
Operating lease expenses	(174)	(67)
Finance cost on lease liability	(842)	(529)
Depreciation and Amortization	(9,013)	(4,481)
Administrative expense	(32,524)	(19,801)
	(132,786)	(115,439)
Loss before tax	24,546	(57,241)
Taxation	-	-
Loss after tax	24,546	(57,241)

bdo



Chief Financial Officer



Chief Executive Officer



Chairman