

Maybank Lao Branch

Financial statements

For the year ended 31 December 2023



Maybank Lao Branch

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Maybank Lao Branch

GENERAL INFORMATION

THE BRANCH

Maybank Lao Branch ("the Branch") is a branch established in Lao People's Democratic Republic ("Lao PDR") of Malayan Banking Berhad, a bank incorporated in Malaysia. The Branch operates under Banking License No. 35/BOL granted by Bank of the Lao PDR ("the BOL") on 26 October 2012 and the second amended Banking License No. 18/BOL dated 19 November 2018.

The initial registered capital of the Branch is LAK 100,661,400,000. The actual paid-up capital as at 31 December 2023 is LAK 200,783,129,000 (31 December 2022: LAK 200,783,129,000).

The principal activities of the Branch are to provide comprehensive banking and related financial services in Lao PDR.

The Branch is located at No. 43, 45, 47 Lane Xang Avenue, Hatsady Village, Chantabouly District, Vientiane Lao PDR.

MANAGEMENT

Members of the Management during the year and at the date of this report are as follows:

<i>Name</i>	<i>Position</i>	<i>Date of appointment</i>
Mr. Tan Tee Huat	General Manager	Appointed on 12 March 2019
Ms. Phengsomchith Phonphosy	Deputy General Manager	Appointed on 1 January 2020
Mrs. Amphaivanh Muonghane	Head of Operation Department	Appointed on 1 April 2018
Mr. Sithiphon Sisudajan	Head of Finance Department	Appointed on 28 May 2018
Mr. Phethanousone Xayarath	Head of Business Development Department	Appointed on 1 November 2018
Mr. Keochai Mayyavongsink	Head of Credit Administration Department	Appointed on 1 January 2017

LEGAL REPRESENTATIVE

The legal representative of the Branch during the year ended 31 December 2023 and at the date of this is Mr. Tan Tee Huat – General Director.

AUDITOR

The auditor of the Branch is Ernst & Young Lao Co., Ltd.

Maybank Lao Branch

REPORT OF BRANCH MANAGEMENT

Management of Maybank Lao Branch ("the Branch") is pleased to present this report and the Branch's financial statements for the year ended 31 December 2023.

MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE FINANCIAL STATEMENTS

The Branch's management is responsible for the financial statements of each financial year which give a true and fair view of the financial position of the Branch and the results of its operations and its cash flows for the year. In preparing those financial statements, management is required to:

- ▶ select suitable accounting policies and then apply them consistently;
- ▶ make judgments and estimates that are reasonable and prudent;
- ▶ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- ▶ prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Branch will continue its business.

Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Branch and to ensure that the accounting records comply with the applied accounting system. It is also responsible for safeguarding the assets of the Branch and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Management confirmed that it has complied with the above requirements in preparing the accompanying financial statements.

STATEMENT BY MANAGEMENT

Management does hereby state that, in its opinion, the accompanying financial statements are prepared, in all material respects, in accordance with the Accounting Law of Lao PDR and the regulations stipulated by Bank of the Lao PDR relevant to preparation and presentation of financial statements.

For and on behalf of Management:



[Handwritten signature]

Mr. Tan Tee Huat
General Manager

Vientiane, Lao PDR

11 April 2024

Reference: 11914068/67958323-LAS

INDEPENDENT AUDITORS' REPORT

To: **The Management of Maybank Lao Branch**

Opinion

We have audited the financial statements of Maybank Lao Branch ("the Branch"), which comprise the statement of financial position as at 31 December 2023, the income statement, statement of changes in equity and statement of cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Branch are prepared, in all material respects, in accordance with the Accounting Law of Lao PDR and with the regulations stipulated by Bank of the Lao PDR relevant to preparation and presentation of financial statements.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISA). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Bank in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) and the ethical requirements that are relevant to our audit of the financial statements in Lao PDR, and we have fulfilled our other ethical responsibilities in accordance these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 2 of the financial statements, which describes the basis of accounting adopted by the Branch. These accounting policies are not intended to present the financial position, the results of operations and cash flows of the Branch in accordance with international generally accepted accounting principles. Our opinion is not modified in respect of this matter.

Responsibilities of the Branch's Management for the Financial Statements

The Branch's management is responsible for the preparation and presentation of the financial statements in accordance with the Accounting Law of Lao PDR and with the regulations stipulated by Bank of the Lao PDR relevant to preparation and presentation of financial statements, and for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Branch's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Branch or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISA will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISA, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ▶ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ▶ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Branch's internal control.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Branch's Management.
- ▶ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Branch's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Branch to cease to continue as a going concern.

We communicate with the Branch's Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Anh Hoang Trinh
Partner

Audit Practising Registration
Certificate No. 011/LCPAA-APT-2018

Vientiane, Lao PDR

11 April 2024

Maybank Lao Branch

INCOME STATEMENT
for the year ended 31 December 2023


<i>Code</i>	<i>ITEMS</i>	<i>Notes</i>	2023 LAK'000	2022 LAK'000
A.	OPERATING INCOME AND EXPENSES			
1.	Interest and similar income	3	71,960,698	12,807,766
2.	Interest and similar expenses	3	(1,318,774)	(1,874,716)
I.	NET INTEREST AND SIMILAR INCOME		70,641,924	10,933,050
3	Fee and commission income	4	246,602	976,240
4	Fee and commission expenses	4	(258,720)	(331,867)
5	Net gain from dealing in foreign currencies		3,689,969	3,999,454
II.	NET OPERATING INCOME		74,319,775	15,576,877
B.	OTHER INCOME AND EXPENSES			
6	Other operating income	5	41,175,507	514,598
7	Administration expenses		(18,928,428)	(14,515,962)
7.1	Payroll and other staff costs	6	(13,399,633)	(10,567,481)
7.2	Other administration expenses	7	(5,528,795)	(3,948,481)
8	Depreciation and amortization charges		(1,412,762)	(1,926,694)
9	Other operating expenses	8	(71,155)	(859,000)

Maybank Lao Branch

INCOME STATEMENT (continued)
for the year ended 31 December 2023

Code	ITEMS	Notes	2023 LAK'000	2022 LAK'000
10	Net provision (charged)/reversed for non-performing loans	13.2	(188,484)	24,680
III.	TOTAL PROFIT/(LOSS) BEFORE TAX		94,894,453	(1,185,501)
11	Current profit tax	18.2	(17,409,975)	-
IV.	PROFIT/(LOSS) AFTER TAX		77,484,478	(1,185,501)

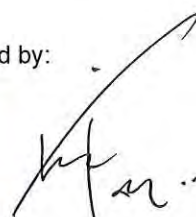
Prepared by:



Mr. Sithiphon Sisudajan
Head of Finance Department



Reviewed by:



Mr. Tan Tee Huat
General Manager

Vientiane, Lao PDR

11 April 2024

Maybank Lao Branch

STATEMENT OF FINANCIAL POSITION
as at 31 December 2023

<i>Code</i>	<i>ASSETS</i>	<i>Notes</i>	<i>31/12/2023 LAK'000</i>	<i>31/12/2022 LAK'000</i>
I	Cash and balances with Bank of the Lao PDR ("BOL")		181,476,261	141,611,695
1	Cash on hand	9	6,309,546	3,899,811
2	Balances with the BOL	10	175,166,715	137,711,884
II	Due from banks		72,124,009	35,139,004
1	Demand deposits	11.1	5,013,325	3,628,234
2	Term deposits	11.2	67,110,684	31,510,770
III	Investment in securities		36,400,000	11,400,000
1	Held to maturity securities	12	36,400,000	11,400,000
IV	Loans and advances to customers, net of specific provision for credit activities	13	81,348,974	138,854,127
V	Fixed assets and Right-of-use asset		6,533,907	7,798,101
1	Tangible fixed assets	14.1	686,382	726,072
2	Intangible assets	14.2	32,030	66,733
3	Fixed assets in transit	14.3	413,570	495,588
4	Right of use assets	14.4	5,401,925	6,509,708
VI	Other assets		9,947,071	9,761,518
1	Accrued interest receivables		4,916,413	5,028,436
2	Other assets	15	5,030,658	4,733,082
	TOTAL ASSETS		387,830,222	344,564,445

Maybank Lao Branch

STATEMENT OF FINANCIAL POSITION (continued)
as at 31 December 2023

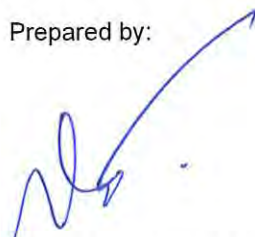
<i>Code</i>	<i>LIABILITIES AND CAPITAL</i>	<i>Notes</i>	<i>31/12/2023 LAK'000</i>	<i>31/12/2023 LAK'000</i>
I	Due to banks		18,928,429	16,505,228
1	Demand deposits	16.1	18,928,429	16,505,228
II	Due to customers	17	94,814,786	150,155,836
1	Demand deposits		30,136,350	20,616,446
2	Saving deposits		41,587,590	30,746,487
3	Term deposits		20,720,194	25,576,268
4	Other payable to customers		2,370,652	73,216,635
III	Other liabilities		32,815,469	14,023,242
1	Accrued interest payables		516,044	466,913
2	Taxes payable	18.1	17,409,975	-
3	Other payables	19	14,889,450	13,556,329
	TOTAL LIABILITIES		146,558,684	180,684,306
IV	Capital and reserves			
1	Paid-up capital	20	200,783,129	200,783,129
2	Regulatory reserve fund		13,382,413	5,633,965
3	General provision for credit activities	13.2	391,343	484,422
4	Accumulated profit/(loss)		26,714,653	(43,021,377)
	TOTAL CAPITAL		241,271,538	163,880,139
	TOTAL LIABILITIES AND CAPITAL		387,830,222	344,564,445

Maybank Lao Branch

STATEMENT OF FINANCIAL POSITION (continued)
as at 31 December 2023

Code	OFF BALANCE SHEET ITEMS	31/12/2023 LAK'000	31/12/2022 LAK'000
I	Commitments given		
1	Commitments for financing given to customers	4,093,000	3,443,800
	TOTAL COMMITMENTS GIVEN	4,093,000	3,443,800
II	Collaterals and Mortgages		
A	Collaterals and Mortgages for loans	456,771,485	445,384,946
1	Collaterals and Mortgages for loans to customers	456,771,485	445,384,946
B	Collaterals and Mortgages for guarantees	4,093,000	3,443,800
1	Collaterals and Mortgages for guarantees given to customers	4,093,000	3,443,800
	COLLATERALS AND MORTGAGES	460,864,485	448,828,746

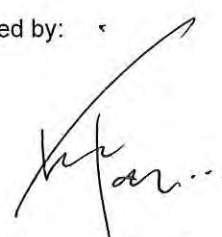
Prepared by:



Mr. Sithipon Sisudajan
Head of Finance Department



Reviewed by:



Mr. Tan Tee Huat
General Manager

Vientiane, Lao PDR

11 April 2024

Maybank Lao Branch

STATEMENT OF CHANGES IN EQUITY
for the year ended 31 December 2023

ITEMS	Paid-up capital LAK'000	Regulatory reserve fund LAK'000	General provision for credit activities LAK'000	Accumulated profit/(loss) LAK'000	Total LAK'000
Balance as at 1 January 2023	200,783,129	5,633,965	484,422	(43,021,377)	163,880,139
Net profit for the year	-	-	-	77,484,478	77,484,478
Appropriation of regulatory reserve fund for the year	-	7,748,448	-	(7,748,448)	-
Net general provision for normal or pass loans reversed during the year	-	-	(234,006)	-	(234,006)
Foreign exchange differences	-	-	140,927	-	140,927
Balance as at 31 December 2023	200,783,129	13,382,413	391,343	26,714,653	241,271,538

Prepared by:



Mr. Sithipon Sisudajan
Head of Finance Department

Reviewed by:




Mr. Tan Tee Huat
General Manager

Vientiane, Lao PDR

11 April 2024

Maybank Lao Branch

STATEMENT OF CASH FLOW
for the year ended 31 December 2023


<i>ITEMS</i>	<i>Notes</i>	2023 <i>LAK'000</i>	2022 <i>LAK'000</i>
Profit/(loss) before tax		94,894,453	(1,185,501)
<i>Adjustments for:</i>			
Depreciation and amortization charges		1,412,762	1,926,694
Provision for credit losses	13.2	1,290,949	759,544
Interest income		(71,960,698)	(12,807,766)
Interest expense		1,318,774	1,874,716
Cash flows from/(used) in operations before changes in operating assets and liabilities		26,956,240	(9,432,313)
(Increase)/Decrease in operating assets			
Due from banks		(15,650,939)	(15,008,862)
Loans and advances to customers		56,214,204	1,753,732
Other assets		(297,575)	(148,318)
Increase/(Decrease) in operating liabilities			
Due to banks		2,423,201	(5,896,752)
Customer deposits and other amounts due to customers		(55,341,050)	24,351,219
Other liabilities		1,240,042	3,188,307
Interest received		72,072,721	11,560,113
Interest paid		(1,269,644)	(2,363,569)
Net cash flows from operating activities		86,347,200	8,003,557
INVESTING ACTIVITIES			
Payments to acquire property and equipment	14.1	(230,586)	(215,195)
Investment in securities		(25,000,000)	(11,400,000)
Net cash flows used in investing activities		(25,230,586)	(11,615,195)

Maybank Lao Branch

STATEMENT OF CASH FLOW (continued)
for the year ended 31 December 2023

ITEMS	Notes	2023 LAK'000	2022 LAK'000
FINANCING ACTIVITIES			
Net cash flows from financing activities		-	-
Net change in cash and cash equivalents		61,116,614	(3,611,638)
Cash and cash equivalents at the beginning of the year		116,411,437	120,293,539
Effect of foreign exchange differences		82,018	(270,464)
Cash and cash equivalents at the end of the year	21	177,610,069	116,411,437

Prepared by:



Mr. Sithiphon Sisudajan
Head of Finance Department



Reviewed by:



Mr. Tan Tee Huat
General Manager

Vientiane, Lao PDR

11 April 2024

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS
as at 31 December 2023 and for the year then ended

1. CORPORATE INFORMATION

Maybank Lao Branch (the "Branch") is a foreign bank branch which is incorporated and registered in Lao PDR.

Establishment and operations

The Branch is a branch of Malayan Banking Berhad, a bank incorporated in Malaysia. The Branch operates under Banking License No. 35/BOL granted by Bank of the Lao PDR ("the BOL") on 26 October 2012 and the second amended Banking License No. 18/BOL dated 19 November 2018.

The initial registered capital of the Branch is LAK 100,661,400,000. The actual paid-up capital as at 31 December 2023 is LAK 200,783,129,000 (31 December 2022: LAK 200,783,129,000).

The principal activities of the Branch are to provide comprehensive banking and related financial services in Lao PDR.

Location

The Branch is located at No.43, 45, 47 Lane Xang Avenue, Hatsady Village, Chantabouly District, Vientiane, Lao PDR.

Employees

Total number of employees of the Branch as at 31 December 2023 is 26 people (2022: 27 people).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 *Statement of compliance*

Management of the Branch states that the accompanying financial statements have been prepared in compliance with the Accounting Law of Lao PDR and the regulations stipulated by Bank of the Lao PDR relevant to the preparation and presentation of financial statements.

2.2 *Basis of preparation*

The Branch maintains its accounting records in Lao Kip ("LAK") and prepare its financial statements in thousands of Lao Kip ("LAK'000") in accordance with Decree No. 02/PR by the Prime Minister of Lao PDR dated 22 March 2000 and the Accounting Law of Lao PDR and the regulations stipulated by Bank of the Lao PDR relevant to the preparation and presentation of financial statements ("LAS").

The accompanying financial statements have been prepared using accounting principles, procedures and reporting practices generally accepted in Lao PDR. Accordingly, the income statement, the statement of financial position, the statement of changes in equity, the statement of cash flow and the notes thereto are not designed for those who are not informed about Lao PDR's accounting principles, procedures and practices and furthermore are not intended to present the financial position of the Branch and its results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries other than Lao PDR.

Fiscal year

The fiscal year of the Branch starts on 1 January and ends on 31 December.

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.3 *Changes in accounting policies*

The accounting policies adopted by the Branch in preparation of these financial statements are consistent with those used in preparation of the Branch's financial statements for the year ended 31 December 2022.

2.4 *Recognition of interest income and expenses*

Interest income and expense are recognized in the income statement on an accrual basis using straight-line method and the interest rates stipulated in the loan/deposit contracts with customers.

The recognition of accrued interest income is suspended when the loans becoming non-performing (See Note 2.8 for the definition of non-performing loans) or when management believes that the borrower has no ability to repay the interest and principal. Interest income on such loans is only recorded in the income statement when actually received.

2.5 *Recognition of fees and commission*

Fees and commission consists of fees received for fund transfer (including trade settlement), fee arising for foreign currency exchange transactions and fee arising from financial guarantees.

Fee and commissions are recognized in income statement on a cash basis.

2.6 *Cash and cash equivalents*

Cash and cash equivalents consist of cash; highly liquid short-term investments with an original maturity of less than 30 days that are readily convertible to known amount of cash; and accounts due from banks with original maturity of less than 30 days.

2.7 *Loans to customers*

Loans to customers are recognized at cost and presented at outstanding balance less specific provision for credit activities as at the year end.

2.8 *Classification of and provision for credit activities*

Loan classification

In accordance with Regulation 512/BOL ("BOL512") dated 29 June 2018 and Official Letter No. 898/CBSD ("OL898") dated 14 November 2018, the Branch has classified loans into 5 groups based on the payment arrears status and other qualitative factors. Loans classified as either Normal or Pass (Group A) or Watch or Special Mention (Group B) are considered as Performing loans. Loans classified as either Substandard (Group C) or Doubtful (Group D) or Loss (Group E) are considered as Non-performing loans ("NPL").

The Branch also applies the Regulation 238/BOL dated 26 March 2020 and Guidance 249/BOL dated 11 May 2020 by the BOL on loan restructuring, extension and retention of loan classification group to assist the borrowers affected by Covid-19 pandemic. Accordingly, the Bank has restructured the loans qualified and retained their classification groups as before 01 January 2020.

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.9 *Fixed assets* (continued)

Expenditures for additions, improvements and renewals are capitalized and expenditures for maintenance and repairs are charged to the income statement.

When assets are sold or disposed, their cost and accumulated depreciation/amortisation are removed from the balance sheet and any gains or losses resulting from their disposal are posted to the income statement.

2.10 *Depreciation and amortization of fixed assets*

Depreciation of fixed assets are made on the straight line basis at prescribed rates over their estimated useful life in accordance with the Tax Law No. 67/NA dated 18 June 2019 which is effective on or after 1 January 2020 stipulated by the President of the National Assembly. The following are the annual rates used:

<i>Tangible fixed assets:</i>	
Buildings & improvements	10%
Office equipment	20%
Furniture and fixtures	20%
Computer equipment	20%
Motor vehicles	20%

<i>Intangible assets:</i>	
Computer software	20%

2.11 *Statutory reserves*

Under the requirements of the Law on commercial Bank dated 7 December 2018, commercial banks are required to appropriate net profit to following reserves:

- ▶ Regulatory reserve fund
- ▶ Business expansion fund and other funds

In accordance with Article 154 (amended) of the Law on Enterprise dated 29 December 2022, the Branch is required to appropriate 10% of profit after tax each year into regulatory reserve fund. When this reserve fund reaches 50% of the registered capital, the Branch may suspend such provision, unless otherwise provided by the laws. The Branch expansion fund and other funds shall be upon decision of the Management. Accordingly, the Bank has made the following reserves for the year ended 31 December 2023:

<i>Reserve</i>	<i>% of profit after tax (less accumulated losses, if any)</i>
Regulatory reserve fund	10
Business expansion fund	-

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.12 Leases

2.12.1. Right-of-use assets

At inception of a contract, the Branch assesses whether a contract is, or contains, a lease arrangement based on whether the contract that conveys to the user (the lessee) the right to control the use of an identified asset for a period of time in exchange for consideration. If a contract contains more than one lease component, or a combination of leasing and services transactions, the consideration is allocated to each of these lease and non-lease components on conclusion and on each subsequent re-measurement of the contract on the basis of their relative stand-alone selling prices. The Branch combines lease and non-lease components, in cases where splitting the non-lease component is not possible.

The Branch recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any re-measurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received. The lease term includes periods covered by an option to extend if the Branch is reasonably certain to exercise that option. Unless the Branch is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognised right-of-use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. Right-of-use assets are subject to impairment assessment.

2.12.2. Lease liabilities

At the commencement date of the lease, the Branch recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Branch and payments of penalties for terminating a lease, if the lease term reflects the Branch exercising the option to terminate. The variable lease payments that do not depend on an index or a rate are recognised as expense in the period on which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Branch uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the in-substance fixed lease payments or a change in the assessment to purchase the underlying asset.

2.12.3. Short-term leases and leases of low-value assets

The Branch applies the short-term lease recognition exemption to its short-term leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option. It also applies the lease of low-value assets recognition exemption to leases of assets that are considered of low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.12 Leases (continued)

2.12.4. Significant judgement in determining the lease term of contracts

The Branch determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

The Branch applies judgement in evaluating whether it is reasonably certain to exercise the option to renew. That is, it considers all relevant factors that create an economic incentive for it to exercise the renewal. After the commencement date, the Branch reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise (or not to exercise) the option to renew (e.g., a change in business strategy). The Branch included the renewal period as part of the lease term for leases of premises and IT equipment due to the significance of these assets to its operations.

2.13 Foreign currency transactions

Transactions in original currencies are initially recorded in the functional currency at the spot rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at year end are translated into LAK at exchange rates ruling on the statement of financial position date (see the list of exchange rates of applicable foreign currencies against LAK on 31 December 2023 as presented below). All foreign exchange differences are taken into "Net gain/(loss) from dealing in foreign currencies" in the income statement.

	31 December 2023	31 December 2022
	LAK	LAK
United State Dollar ("USD")	20,465	17,219
Thai Baht ("THB")	635.00	497.00

2.14 Taxation

Current tax

Provision is made for profit tax on the current period's profits, based on the Tax Law governing taxation within Lao PDR. The Branch is obliged to pay profit tax at rate of 20% of total profit before tax in accordance with the new Tax Law No.67/NA dated 18 June 2019 which is effective on or after 1 January 2020. Accordingly, the Branch is subject to the tax rate of 20%. The Branch's tax returns are subject to examination by the tax authorities. Because the application of tax laws and regulations in many types of transactions is susceptible to varying interpretations, amounts reported in the financial statements could be changed at a later date upon final determination by the tax authorities.

Deferred tax

Deferred tax is provided on temporary differences at the statement of financial position date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax liabilities are recognized for all taxable temporary differences, except where the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.14 *Taxation* (continued)

Deferred tax (continued)

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are reassessed at each reporting date and are recognized to the extent that it becomes probable that future taxable profit will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Current and deferred taxes are recognized as income tax benefits or expenses in the income statement.

The Branch only off-sets its deferred tax assets against liabilities when there is both a legal right to offset and it is the Branch's intention to settle on a net basis.

2.15 *Employee benefits*

Post employment benefits

Post employment benefits are paid to retired employees of the Branch by the Social Security Fund Department which belongs to the Ministry of Labor and Social Welfare. The Branch is required to contribute to these post employment benefits by paying social insurance premium to the Social Insurance Agency at the rate of 6.00% of employee's basic salary on a monthly basis. The Branch has no further obligation concerning post employment benefits for its employees other than this.

Termination benefits

In accordance with Article 82 of the Amended Labour Law No. 43/NA approved by the President of the Lao People's Democratic Republic on 28 January 2014, the Branch has the obligation to pay allowance for employees who are terminated by dismissal in the following cases:

- ▶ The employee lacks of specialised skills or is not in good health and thus cannot continue to work;
- ▶ The employer considers it necessary to reduce the number of workers in order to improve the work within the labour unit.

For the termination of an employment contract on any of the above-mentioned grounds, the employer must pay a termination allowance which is calculated on the basis of 10% of the basic monthly salary earned before the termination of work for the worker who has worked for less than three years. As at 31 December 2023, there are no employees of the Branch who were dismissed under the above-mentioned grounds; therefore the Branch has not made a provision for termination allowance in the financial statements.

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

3. NET INTEREST AND SIMILAR INCOME

	2023 LAK'000	2022 LAK'000
Interest and similar income from:		
Interbank transactions	2,029,452	383,760
Loans to customers (*)	68,901,709	11,845,183
Held to maturity securities	1,029,537	578,823
	71,960,698	12,807,766
Interest and similar expenses for:		
Customer deposits	(1,318,774)	(1,874,716)
	(1,318,774)	(1,874,716)
Net interest and similar income	70,641,924	10,933,050

(*) In which, interest income from the bad debt recovery was LAK'000 58,516,467 (2022: LAK'000 1,746,690).

4. FEES AND COMMISSION INCOME

	2023 LAK'000	2022 LAK'000
Fees and commission income from:		
Loan approval fee	56,300	752,151
Trade finance activities	-	14,742
Settlement activities	190,302	209,347
	246,602	976,240
Fees and commission expense for:		
Transactions with customers	(258,720)	(331,867)
	(258,720)	(331,867)
Net fee and commission income	(12,118)	644,373

5. OTHER OPERATING INCOME

	2023 LAK'000	2022 LAK'000
Income from transactions with other banks	200,102	371,766
Reversal of provision for special mention loans (Note 13.2)	1,245,427	-
Reversal of provision for normal or pass loans (Note 13.2)	234,006	-
Collection from loans previously written-off	39,495,752	141,703
Others	220	1,129
	41,175,507	514,598

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

6. PAYROLL AND OTHER STAFF COSTS

	2023 LAK'000	2022 LAK'000
Wages and allowances	13,094,916	10,288,862
Other staff costs	304,717	278,619
	13,399,633	10,567,481

7. OTHER ADMINISTRATION EXPENSES

	2023 LAK'000	2022 LAK'000
Office rental	164,443	190,469
Fuel	54,866	42,365
Office stationery	115,857	112,813
Publication, marketing and promotion	6,958	3,532
Telecommunication	146,298	141,401
Repair and maintenance	3,209,981	2,117,675
Electricity and water	178,284	136,971
Audit fees	529,032	409,699
Guest welcoming fee	1,189	-
Insurance fee	192,365	177,195
Office expenses	138,820	133,200
Consultant fees	788,702	465,057
Others	2,000	18,104
	5,528,795	3,948,481

8. OTHER OPERATING EXPENSES

	2023 LAK'000	2022 LAK'000
Net provision expense of performing loans	-	784,223
Deposit insurance paid to Depositor Protection Fund	71,155	74,777
	71,155	859,000

9. CASH ON HAND

	31/12/2023 LAK'000	31/12/2022 LAK'000
Cash on hand in LAK	2,007,736	1,075,657
Cash on hand in foreign currencies	4,301,810	2,824,154
	6,309,546	3,899,811

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

10. BALANCES WITH THE BOL

	31/12/2023 LAK'000	31/12/2022 LAK'000
Demand deposits	166,287,198	108,883,392
Compulsory reserve (*)	8,847,788	3,796,763
Registered capital reserve (**)	31,729	25,031,729
	175,166,715	137,711,884

Balances with the BOL include demand deposits, compulsory reserve and registered capital reserve. These balances earn no interest.

(*) Under regulations of the BOL, the Branch is required to maintain certain reserves with the BOL in the form of compulsory deposits, which are computed at 8.00% for LAK and 10.00% for foreign currencies, on a bi-monthly basis, (2022: 5.00% for LAK and other currencies) of customer deposits having original maturities of less than 12 months. During the year, the Branch maintained its compulsory deposits in compliance with the requirements by the BOL.

(**) According to Decision No. 721/BOL issued by BOL dated 22 September 2022, which was effective from 22 September 2022, commercial banks are required to maintain a positive balance at the BOL in the form of Registered capital reserve.

11. DUE FROM BANKS

11.1 Demand deposits

	31/12/2023 LAK'000	31/12/2022 LAK'000
Balances with overseas banks	5,013,325	3,628,234
Bangkok Bank Public Company Limited	1,299,255	1,018,140
Maybank - New York Branch	3,714,070	2,610,094
	5,013,325	3,628,234

11.2 Term deposits

	31/12/2023 LAK'000	31/12/2022 LAK'000
Balances with overseas bank	67,110,684	31,510,770
Maybank – Head Office	67,110,684	31,510,770
	67,110,684	31,510,770

The term deposits at Maybank - Head Office has the term of 3 months and earn interest rates ranging from 0.11% to 0.18% per annum.

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

13. LOANS AND ADVANCES TO CUSTOMERS, NET OF SPECIFIC PROVISION FOR CREDIT ACTIVITIES (continued)

13.1 Analysis of loans to customers

Analysis by currency

	31/12/2023 LAK'000	31/12/2022 LAK'000
Loans and advances in LAK	35,868,033	79,901,638
Loans and advances in USD	45,737,779	46,494,952
Loans and advances in THB	-	13,755,573
	81,605,812	140,152,163

Analysis by status of loans

	31/12/2023 LAK'000	31/12/2022 LAK'000
Performing loans	80,680,943	140,152,163
Non-performing loans	924,869	-
	81,605,812	140,152,163

Analysis by original terms

	31/12/2023 LAK'000	31/12/2022 LAK'000
Short-term loans	38,536,738	85,291,752
Medium-term loans	2,387,297	3,726,347
Long-term loans	40,681,777	51,134,064
	81,605,812	140,152,163

Analysis by industrial sector

	31/12/2023 LAK'000	31/12/2022 LAK'000
Trading companies	45,746,407	77,772,441
Service companies	22,046,784	39,597,387
Other loans	13,812,621	22,782,335
	81,605,812	140,152,163

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

13. LOANS AND ADVANCES TO CUSTOMERS, NET OF SPECIFIC PROVISION FOR CREDIT ACTIVITIES (continued)

13.2 Changes in provision for credit losses

Movement of loan loss provision of the Branch during the year ended 31 December 2023 is as follows:

	<i>Specific provision for non-performing loans ("NPL")</i> LAK'000	<i>Specific provision for special mention loans</i> LAK'000	<i>General provision for normal or pass loans</i> LAK'000	<i>Total</i> LAK'000
Balance as at 31 December 2022	-	1,298,036	484,422	1,782,458
Net provision charged/(reversed) during the year	188,484	(1,245,427)	(234,006)	(1,290,949)
Foreign exchange differences	(3,510)	19,255	140,927	156,672
Balance as at 31 December 2023	184,974	71,864	391,343	648,181

The breakdown of loan classification and provision as at 31 December 2023 are as follows:

<i>Classification</i>	<i>Loan balance</i> LAK'000	<i>Specific provision</i> LAK'000	<i>General provision</i> LAK'000	<i>Total provision</i> LAK'000
Normal or Pass	78,268,554	-	391,343	391,343
Watch or Special Mention	2,412,389	71,864	-	71,864
Sub-standard	924,869	184,974	-	184,974
Doubtful	-	-	-	-
Loss	-	-	-	-
Total	81,605,812	256,838	391,343	648,181

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

14. FIXED ASSETS AND RIGHT-OF-USE ASSETS

14.1 *Tangible fixed assets*

Movements of tangible fixed assets during the year ended 31 December 2023 are as follows:

	<i>Building and improvement</i> LAK'000	<i>Office equipment</i> LAK'000	<i>Furniture and fixtures</i> LAK'000	<i>Computer equipment</i> LAK'000	<i>Motor vehicles</i> LAK'000	<i>Total</i> LAK'000
Cost:						
As at 31 December 2022	11,572,564	829,256	849,940	3,509,828	855,971	17,617,559
Additions	-	183,078	-	47,508	-	230,586
As at 31 December 2023	11,572,564	1,012,334	849,940	3,557,336	855,971	17,848,145
Accumulated depreciation:						
As at 31 December 2022	11,531,880	820,118	833,916	2,849,602	855,971	16,891,487
Charge for the year	8,138	35,634	14,662	211,842	-	270,276
As at 31 December 2023	11,540,018	855,752	848,578	3,061,444	855,971	17,161,763
Net book value:						
As at 31 December 2022	40,684	9,138	16,024	660,226	-	726,072
As at 31 December 2023	32,546	156,582	1,362	495,892	-	686,382

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

14. FIXED ASSETS AND RIGHT-OF-USE ASSETS (continued)

14.2 Intangible assets

Movements of intangible assets during the year ended 31 December 2023 are as follows:

	<i>Computer software LAK'000</i>
Cost:	
As at 31 December 2022	1,807,047
As at 31 December 2023	1,807,047
Accumulated depreciation:	
As at 31 December 2022	1,740,314
Charge for the year	34,703
As at 31 December 2023	1,775,017
Net book value:	
As at 31 December 2022	66,733
As at 31 December 2023	32,030

14.3 Fixed assets in transit

	<i>31/12/2023 LAK'000</i>	<i>31/12/2022 LAK'000</i>
Tangible assets	-	147,616
Intangible assets	413,570	347,972
	413,570	495,588

14.4 Right of use assets

	<i>Right-of-use assets LAK'000</i>
Cost:	
As at 1 January 2023	9,833,056
As at 31 December 2023	9,833,056
Accumulated depreciation:	
As at 1 January 2023	3,323,348
Charge during the year	1,107,783
As at 31 December 2023	4,431,131
Net book value:	
As at 1 January 2023	6,509,708
As at 31 December 2023	5,401,925

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

14. FIXED ASSETS AND RIGHT-OF-USE ASSETS (continued)

14.4 *Right of use assets* (continued)

Set out below are the carrying amounts of lease liabilities (included under 'Other payables' in Note 19) and the movements during the period:

	2023 <i>LAK'000</i>	2022 <i>LAK'000</i>
As at 1 January	10,351,745	8,629,451
Accretion of interest	164,443	190,469
Payment	(1,963,884)	(2,704,733)
Exchange differences	1,960,119	4,236,558
As at 31 December	10,512,423	10,351,745

15. OTHER ASSETS

	31/12/2023 <i>LAK'000</i>	31/12/2022 <i>LAK'000</i>
Prepaid expenses waiting allocation	385,748	327,090
Profit tax prepayment (Note 18.2)	4,065,324	4,065,324
Office equipment in stock	250,622	219,760
Others	328,964	120,908
	5,030,658	4,733,082

16. DUE TO BANKS

16.1 *Demand deposits*

	31/12/2023 <i>LAK'000</i>	31/12/2022 <i>LAK'000</i>
Balances of foreign banks		
Malayan Banking Berhad, Head Office	18,928,429	16,505,228
	18,928,429	16,505,228

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

17. DUE TO CUSTOMERS

Details of amounts due to customers as at 31 December 2023 are as follows:

	31/12/2023 LAK'000	31/12/2022 LAK'000
Demand deposits	30,136,350	20,616,446
- in LAK	5,649,007	3,867,550
- in foreign currencies	24,487,343	16,748,896
Saving deposits	41,587,590	30,746,487
- in LAK	1,594,853	3,544,868
- in foreign currencies	39,992,737	27,201,619
Term deposits	20,720,194	25,576,268
- in LAK	363,192	399,607
- in foreign currencies	20,357,002	25,176,661
Other payables	2,370,652	73,216,635
- in LAK	4,728	4,728
- in foreign currencies	2,365,924	73,211,907
	94,814,786	150,155,836

The interest rates for these deposits are as follows:

	2023 Interest rate % p.a.	2022 Interest rate % p.a.
Demand deposits in LAK	No interest	No interest
Demand deposits in foreign currencies	No interest	No interest
Saving deposits in LAK	1.89 – 2.64	1.89
Saving deposits in USD	1.75 – 2.50	1.75
Saving deposits in THB	0.55 - 1.30	1.75
Term deposits in LAK	3.16 - 6.71	3.16 - 6.77
Term deposits in foreign currencies	3.20 - 5.25	2.65 - 5.00

18. TAXATION

18.1 Taxes prepayment and taxes payable

	31/12/2023 LAK'000	31/12/2022 LAK'000
Profit tax prepayment	(4,065,324)	(4,065,324)
Profit tax payable	17,409,975	-
	13,344,651	(4,065,324)

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

18. TAXATION (continued)

18.2 Profit tax

Provision is made for profit tax on the current year's profits, based on the Tax Law governing taxation within Lao PDR. The Branch is obliged to pay tax at 20% at total profit before tax in accordance with the Tax Law No.67/NA dated 18 June 2019 which is effective on or after 1 January 2020.

Details of profit tax ("PT") provision for the years 2023 and 2022 are as follows:

	2023 LAK'000	2022 LAK'000
Profit/(loss) before tax in accordance with Lao Accounting System	94,894,453	(1,185,501)
Less: Non-taxable income	(705,487,443)	-
Add: Non-deductible expense	706,233,291	(637,792)
Loss carried forward	(8,590,427)	-
Taxable profit/(loss)	87,049,874	(1,823,293)
PT expenses at 20% of taxable profit	17,409,975	-
Current PT expense		
PT recoverable at the beginning of the year	(4,065,324)	(4,065,324)
PT payable/(recoverable) at the end of the year	13,344,651	(4,065,324)

The Branch's tax returns are subject to examination by the tax authorities. Because the application of tax laws and regulations in many types of transactions is susceptible to varying interpretations, amounts reported in the financial statements could be changed at a later date upon final determination by the tax authorities.

Tax losses carried forward

For tax loss incurred in 2020, 2021 and 2022, in accordance with the amended Tax Law No. 64/NA dated 18 June 2019, article 23, annual losses which are certified by the audit authority or an independent audit firm and acknowledged by the tax authorities, are eligible to be carried forward to offset with future taxable profits for a period of five years after the losses incurred.

At the balance sheet date, the Branch has no aggregated accumulated tax losses (31 December 2022: LAK'000 12,020,408). Details are as follows:

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

18. TAXATION (continued)

18.3 Profit tax (continued)

Year	Can be utilized up to	Additional losses incurred for the year LAK'000	Utilized in the year LAK'000	Forfeited in the year LAK'000	Amount unused but is not eligible for next year's use LAK'000	Eligible unused tax loss at the end of the year LAK'000
2020 (*)	2025	(4,667,869)	-	-	-	(4,667,869)
2021 (*)	2026	(5,529,241)	-	-	-	(5,529,241)
2022 (*)	2027	(1,823,293)	-	-	-	(1,823,293)
2023 (*)	2028	-	8,590,427	3,429,976	-	12,020,403
		(12,020,403)	8,590,427	3,429,976	-	-

(*) At the date of these financial statements, the tax assessment for the years ended 31 December 2020, 31 December 2021, 31 December 2022 and 31 December 2023 has not been finalised by the Tax Authority.

19. OTHER PAYABLES

	31/12/2023 LAK'000	31/12/2022 LAK'000
Payables to external parties	1,638,697	1,294,977
Payables to employees	2,506,426	1,783,153
Others	231,904	126,454
Lease liabilities	10,512,423	10,351,745
	14,889,450	13,556,329

20. PAID-UP CAPITAL

The movement of paid up capital during the year is presented below:

	2023 LAK'000	2022 LAK'000
Opening balance	200,783,129	200,783,129
Closing balance	200,783,129	200,783,129

In accordance with Law on Commercial Banks No. 89/NA issued by the National Assembly on 17 July 2023 with the effective date on 15 September 2023, all foreign branches in Lao PDR are required to increase their charter capital to meet the minimum charter capital of 600,000,000,000 LAK.

According to letter from BOL No. 1036/BSA dated 27 December 2023, BOL responded on its acknowledgement on the Branch's postponed plan to inject capital as in accordance with conditions stipulated in borrowing agreement dated on 18 September 2023 between Maybank International Labuan Branch and Ministry of Finance of Lao PDR.

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

21. CASH AND CASH EQUIVALENTS

	31/12/2023 LAK'000	31/12/2022 LAK'000
Cash on hand	6,309,546	3,899,811
Current accounts with the BOL	166,287,198	108,883,392
Current accounts with other banks	5,013,325	3,628,234
	177,610,069	116,411,437

22. RELATED PARTY TRANSACTIONS

Related party transactions include all transactions undertaken with other parties to which the Branch is related. A party is related to the Branch if:

- (a) directly, or indirectly through one or more intermediaries, the party:
- ▶ controls, is controlled by, or is under common control with, the Branch (this includes parents, subsidiaries and fellow subsidiaries);
 - ▶ has an interest in the Branch that gives it significant influence over the Branch; or
 - ▶ has joint control over the Branch.
- (b) the party is a joint venture in which the Branch is a venture;
- (c) the party is a member of the key management personnel of the Branch or its parent;
- (d) the party is a close member of the family of any individual referred to in (a) or (c);
- (e) the party is an entity that is controlled, jointly controlled or significantly influenced by, or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (c) or (d); or
- (f) the party is a post-employment benefit plan for the benefit of employees of the Branch, or of any entity that is a related party of the Branch.

Balances with related parties as at 31 December 2023 and 31 December 2022 are as follows:

	31/12/2023 Receivables/ (payables) LAK'000	31/12/2022 Receivables/ (payables) LAK'000
Interbank with Maybank - Head Office		
Vostro account	(18,928,429)	(16,505,228)
Term deposits	67,110,684	31,510,770
Interbank with Maybank - New York Branch		
Nostro account	3,714,070	2,610,094

Significant transactions with related parties during the period were as follows:

	2023 LAK'000	2022 LAK'000
Interest income for term deposit to Maybank - Head Office	(2,029,452)	(383,760)
	(2,029,452)	(383,760)

Maybank Lao Branch

NOTES TO THE FINANCIAL STATEMENTS (continued)
as at 31 December 2023 and for the year then ended

22. RELATED PARTY TRANSACTIONS (continued)

Transactions with key management personnel of the Branch


Remuneration to members of the Board of Management is as follows:

	31/12/2023 LAK'000	31/12/2022 LAK'000
Salaries	2,852,301	2,572,094
Bonus and other benefits	528,623	701,929
	<u>3,380,924</u>	<u>3,274,023</u>

23. EVENTS AFTER THE BALANCE SHEET DATE

There is no matter or circumstance that has arisen since 31 December 2023 that requires adjustment or disclosure to be made in the financial statements of the Branch.

Prepared by:



Mr. Sithiphon Sisudajan
Head of Finance Department

Reviewed by:



Mr. Tan Tee Huat
General Manager

Vientiane, Lao PDR

11 April 2024