MAHATHUEN LEASING PUBLIC COMPANY

INTERIM FINANCIAL INFORMATION
(UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2025

MAHATHUEN LEASING PUBLIC COMPANY

GENERAL INFORMATION

The management of Mahathuen Leasing Public Company ("the Company") presents its report and the Company's interim financial statement for the three-month period ended March 31,2025.

STATEMENT OF THE MANAGEMENT' RESPONSIBILITY IN RESPECT OF THE INTERIM FINANCIAL STATEMENTS

The company's management is responsible for the preparation of the interim financial statements which have been prepared in accordance with the accounting policies as described in the interim financial statement. These accounting policies are not intended to present the financial position, the results of operations and the cash flows of the Company in accordance with international generally accepted accounting principles. In preparing those interim financial statements, the Company's 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 interim financial statement on the going concern basis unless it is inappropriate to presume that the Company will continue its business.

The Company's management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Company and for ensuring that the interim financial statements comply with the selected accounting policies. It is also responsible for safeguarding the assents of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Company's management has confirmed that the Company has complied with the above requirements in preparing the accompanying interim financial statements.

APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

We hereby approve the accompanying interim financial statements for the three-month period ended March 31,2025, which are prepared in accordance with the accounting policies as described in the interim financial statements.

On behalf of the Company's management

MAHATHUEN LEASING PUBLIC COMPANY

Manop Tririthvilai

Chief Executive Officer

May 9,2025

MAHATHUEN LEASING PUBLIC COMPANY

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2025

	Notes	Unaudited 31 March 2025 LAK	Audited 31 December 2024 LAK
Assets			
Current assets			
Cash and cash equivalents	4	4,237,821,970	3,766,310,317
Current portion of finance lease receivables and instalment loan receivables, net	5	57,309,471,727	56,448,578,203
Asset held for sale, net	6	306,415,648	235,054,684
Other current assets	7	1,564,086,063	1,259,762,400
Total current assets		**63,417,795,408**	**61,709,705,604**
Non- current assets			
Cash deposit at Bank of Lao PDR		2,000,002,700	2,000,002,700
Finance lease receivables and instalment loan receivables, net	5	27,414,842,409	20,992,636,585
Property plant and equipment, net	8	662,553,698	614,274,814
Intangible assets, net	9	4	4
Other non-current asset		138,415,047	204,898,745
Total non-current assets		**30,215,813,858**	**23,811,812,848**
Total assets		**93,633,609,266**	**85,521,518,452**

Mr. Manop Tirithvilai
Chief Executive Officer

Date: 9 May 2025

Ms. Sureeporn Suwanchairob
Acting Chief Financial Officer

Date: 9 May 2025

The accompanying notes on pages 7 to 15 are an integral part of these financial statements

MAHATHUEN LEASING PUBLIC COMPANY

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2025

	Notes	Unaudited 31 March 2025 LAK	Audited 31 December 2024 LAK
Liabilities and equity			
Liabilities			
Current liabilities			
Trade and other payables	10	3,103,690,236	3,622,503,091
Income tax payable		1,237,204,286	742,996,662
Short-term and current portion of long-term borrowing	11	2,000,000,000	-
Other current liabilities		39,913,305	60,055,106
Total current liabilities		**6,380,807,827**	**4,425,554,859**
Non-current liabilities			
Long-term borrowing	11	4,000,000,000	-
Other non-current liabilites		218,525,000	214,025,000
Total non-current liabilities		**4,218,525,000**	**214,025,000**
Total liabilities		**10,599,332,827**	**4,639,579,859**
Equity			
Share capital		40,000,000,000	40,000,000,000
Share premium		12,832,667,550	12,832,667,550
Retained earnings			
Appropriated legal reserve	12	6,486,859,985	6,486,859,985
Unappropriated		23,714,748,904	21,562,411,058
Total equity		**83,034,276,439**	**80,881,938,593**
Total liabilities and equity		**93,633,609,266**	**85,521,518,452**

Mr. Manop Trirthvilai
Chief Executive Officer

Date: 9 May 2025

Ms. Sureepom Suwanchairob
Acting Chief Financial Officer

Date: 9 May 2025

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MAHATHUEN LEASING PUBLIC COMPANY

STATEMENT OF INCOME
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2025

	Notes	Unaudited 31 March 2025 LAK	Unaudited 31 March 2024 LAK
Revenue from interest - finance lease and installment loans, net		8,803,444,091	8,796,818,392
		8,803,444,091	**8,796,818,392**
Other income	15	418,577,951	6,203,550,631
Administrative expenses	16	(5,583,792,047)	(5,824,154,545)
Doubtful accounts and bad debt expenses		(891,991,253)	(738,044,368)
Net gain (loss) on foreign exchange rate		(18,637,718)	(386,029,086)
Operating profit		**2,727,601,024**	**8,052,141,024**
Finance expense		(31,055,555)	(4,852,046,045)
Profit before income tax expenses		**2,696,545,469**	**3,200,094,979**
Income tax expenses	17	(544,207,623)	(678,349,724)
Net profit for the period		**2,152,337,846**	**2,521,745,255**
Earnings gain per share			
Basic earnings gain per share	13	5.38	6.30

Mr. Manop Trithvilai
Chief Executive Officer

Date: 9 May 2025

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Acting Chief Financial Officer

Date: 9 May 2025

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MAHATHUEN LEASING PUBLIC COMPANY

STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2025

	Note	Share capital LAK	Share Premium LAK	Retained earnings: Appropriated Legal Reserve LAK	Retained earnings: Unappropriated LAK	Total LAK
As at 1 January 2024		40,000,000,000	12,832,667,550	5,822,252,913	21,580,947,414	80,235,867,877
Profit for the period		-	-	-	2,521,745,255	2,521,745,255
As at 31 March 2024		**40,000,000,000**	**12,832,667,550**	**5,822,252,913**	**24,102,692,669**	**82,757,613,132**
As at 1 January 2025		40,000,000,000	12,832,667,550	6,486,859,985	21,562,411,058	80,881,938,593
Profit for the period		-	-	-	2,152,337,846	2,152,337,846
As at 31 March 2025		**40,000,000,000**	**12,832,667,550**	**6,486,859,985**	**23,714,748,904**	**83,034,276,439**

Mr. Manop Trirthvilai
Chief Executive Officer

Date: 9 May 2025

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Acting Chief Financial Officer

Date: 9 May 2025

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MAHATHUEN LEASING PUBLIC COMPANY

STATEMENT OF CASH FLOWS
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2025

	Notes	Unaudited 31 March 2025 LAK	Unaudited 31 March 2024 LAK
Cash flow from operating activities:			
Profit before income tax expense		2,696,545,469	3,200,094,979
Adjustments to reconcile net profit to net cash			
Bad debts and doubtful accounts	5	891,991,253	738,044,368
Amortisation of deferred commission expenses		236,965,614	300,933,766
Impairment loss of asset held for sale		3,750,000	3,750,000
Depreciation and amortisation	8, 9	55,936,116	94,416,277
Finance expense		31,055,555	4,852,046,045
Unrealisation gain on exchange rate		20,742,648	187,903,641
Cashflow before changes in working capital		**3,936,986,655**	**9,377,189,076**
Changes in working capital:			
Finance lease receivables		(7,945,064,249)	(534,701,473)
Asset held for sale		(75,108,778)	58,647,157
Other current and non-current assets		(237,839,964)	(86,071,508)
Trade and other payables	10	(518,812,855)	(405,813,927)
Other current liabilities		(20,113,562)	(3,170,968)
Other non-current liabilites		4,500,000	17,875,000
Cash generated from operation		**(4,855,452,753)**	**8,423,953,357**
Commission expense paid		(469,450,000)	(105,850,000)
Interest paid		(31,055,555)	(5,082,094,705)
Income tax paid		(50,000,000)	(165,000,000)
Net cash (used in) generated from operating activities		**(5,405,958,308)**	**3,071,008,652**

Mr. Manop Trirthvilai
Chief Executive Officer

Date: 9 May 2025

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Acting Chief Financial Officer

Date: 9 May 2025

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MAHATHUEN LEASING PUBLIC COMPANY

STATEMENT OF CASH FLOWS
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2025

	Notes	Unaudited 31 March 2025 LAK	Unaudited 31 March 2024 LAK
Cash flows from investing activities:			
Acquisitions of property plant and equipment	8	(104,215,000)	(56,617,760)
Net cash used in investing activities		**(104,215,000)**	**(56,617,760)**
Cash flows from financing activities:			
Proceeds from borrowings	11	6,000,000,000	-
Repayment of borrowings	11	-	(2,391,219,783)
Net cash from (used in) financing activities		**6,000,000,000**	**(2,391,219,783)**
Net increase in cash and cash equivalents		489,826,692	623,171,109
Cash and cash equivalents at the beginning of the year		3,766,310,317	904,775,929,399
Exchange gains on cash and cash equivalents		(18,315,039)	14,038,775,362
Cash and cash equivalents at the end of the period	4	**4,237,821,970**	**919,437,875,870**

Mr. Manop Trirthvilai
Chief Executive Officer

Date: 9 May 2025

Ms. Sureeporn Suwanchairob
Acting Chief Financial Officer

Date: 9 May 2025

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1 General information

Mahathuen Leasing Public Company (the Company) is a listed company in the Lao Securities Exchange and incorporated and resident in Lao PDR. The Company was incorporate and registered with the Ministry of Industry and Commerce on 2 September 2011. The Company commenced the operations after obtaining a license from Bank of the Lao PDR (BOL) on 11 June 2012.

On 13 June 2018 the Company was approved for offering its shares initial public offering by Lao Securities and Commission Office (LSCO).

The Company's head office is located at 628, Phonphanao Village, KM5, Kaisonphomvihan Road, Xaysettha District, Vientiane capital, Lao PDR.

The principal activities of the Company are to retail finance business through providing credit lines for individual customers to buy motorcycle, tractors and gold.

The financial statements were authorised by the Board of Directors on 9 May 2025.

2 Basis of preparation and accounting policies

The interim financial information has been prepared in accordance with the Company's accounting policies as described in more details in the annual financial statements for the year ended 31 December 2024. The primary financial information (i.e. statement of financial position, statement of income, statement of changes in equity and statement of cash flows) is presented in a format consistent with the annual financial statements complying with the reporting and disclosure regulation issued by Lao Securities and Exchange Commission Office.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2024.

The preparation of financial statements requires management to make estimates and assumptions that affect the reported assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the revenues and expenses in the reported periods. Although these estimates are based on management's knowledge of current events and actions, actual results may materially differ from those estimates.

3 Estimates

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, incomes and expenses. Actual results may differ from these estimates. In preparing this interim financial information, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2024.

4 Cash and cash equivalents

	Unaudited 31 March 2025 LAK	Audited 31 December 2024 LAK
Cash on hand	19,060,736	7,497,930
Deposits held at call with banks[(i)]	4,218,761,234	3,758,812,387
Total	**4,237,821,970**	**3,766,310,317**

(i) Deposits held at call with banks represent cash deposited in three different currencies being Lao Kip (LAK), Thai Baht and US Dollars with local reputable banks and foreign bank branches in current account.

5 Finance lease receivables and installment loan receivables, net

Finance lease receivables and instalment loan receivables as at 31 March 2025 and 31 December 2024, consist of the following:

	Unaudited 31 March 2025 LAK	Audited 31 December 2024 LAK
Current		
Current portion of finance lease receivables	659,182,714	729,478,372
Current portion of installment loan receivables	68,913,746,300	67,136,730,321
	69,572,929,014	**67,866,208,693**
Add Initial direct cost	405,422,390	345,623,435
Less allowance for doubtful accounts	(12,668,879,677)	(11,763,253,925)
	57,309,471,727	**56,448,578,203**
Non-current		
Finance lease receivables	28,141,770	43,058,896
Installment loan receivables	27,177,787,751	20,926,984,732
	27,205,929,521	**20,970,043,628**
Add Initial direct cost	499,028,810	326,343,378
Less allowance for doubtful accounts	(290,115,922)	(303,750,421)
	27,414,842,409	**20,992,636,585**
Total	**84,724,314,136**	**77,441,214,788**

As at 31 March 2025 and 31 December 2024, financial lease and installment loan receivables, can analyse aging as follows:

	Unaudited 31 March 2025 LAK	Audited 31 December 2024 LAK
Not yet due	75,559,537,230	68,304,112,046
1 – 3 months	8,025,360,531	8,088,020,546
4 months	507,079,313	726,889,906
5 – 6 months	1,197,369,688	1,084,626,028
Over 6 months	11,489,511,773	10,632,603,794
	96,778,858,535	**88,836,252,320**
Add Initial direct cost	904,451,200	671,966,813
Less allowance for doubtful accounts	(12,958,995,599)	(12,067,004,346)
Total	**84,724,314,136**	**77,441,214,788**

6 Asset held for sale, net

	Unaudited 31 March 2025 LAK	Audited 31 December 2024 LAK
Motorcycles	320,165,648	245,054,684
Less allowance for diminution in value of assets	(13,750,000)	(10,000,000)
Total	**306,415,648**	**235,054,684**

7 Other current assets

	Unaudited 31 March 2025 LAK	Audited 31 December 2024 LAK
Prepaid expenses	1,198,766,299	955,662,646
Advance payments	37,205,000	30,500,000
Others	328,114,764	273,599,754
Total	**1,564,086,063**	**1,259,762,400**

8 Property and equipment, net

	LAK
As at 31 December 2024 – Audited	614,274,814
Additions	104,215,000
Less: depreciation	(55,936,116)
Net book amount as at 31 March 2025 – Unaudited	**662,553,698**

9 Intangible assets, net

	LAK
As at 31 December 2024 – Audited	4
Additions	-
Less: amortisation	(-)
Net book amount as at 31 March 2025 – Unaudited	**4**

10 Trade and other payables

	Unaudited 31 March 2025 LAK	Audited 31 December 2024 LAK
Accrued expenses	1,089,707,011	1,800,948,719
Trade payables	1,754,203,000	1,715,002,000
Other tax payables	259,780,225	106,552,372
Total	**3,103,690,236**	**3,622,503,091**

11 Borrowings

	Unaudited 31 March 2025 LAK	Audited 31 December 2024 LAK
Current	2,000,000,000	-
Non-current	4,000,000,000	-
Total	**6,000,000,000**	-

The movements of borrowings for the three-month period ended 31 March 2025 as follows:

	Unaudited 31 March 2025 LAK	Audited 31 December 2024 LAK
Opening balance	-	909,430,819,783
Addition	6,000,000,000	2,000,000,000
Repayment	-	(925,864,819,783)
Loss on exchange rate	-	14,434,000,000
Ending balance	**6,000,000,000**	-

2025:

On 12 March 2025, the Company entered into a credit facilities agreement with a domestic commercial bank for a revolving short-term loan facility with a total credit limit of LAK 7 billion. The loan has a term of 1 year with an interest rate of 12% per annum. Interest is payable on a monthly basis, and the principal is repayable in full upon the maturity of the agreement. As as 31 March 2025, the outstanding balance of the loan amounted to LAK 2 billion.

On 20 March 2025, the Company entered into a credit facilities agreement with a domestic commercial bank for a loan amounting to LAK 4 billion. The loan has a term of 3 years with an interest rate of 14.5% per annum. Interest is payable on a monthly basis, and the principal is repayable in full upon the maturity of the agreement.

2024:

As at 31 December 2024, the borrowings were fully repaid.

2023:

The Company entered into a loan agreement with a financial institution in February 2020. The available term-loan facility in an aggregate amount of USD 3 million with interest rate 1.2% per annum and the repayment period of borrowing is 3 years start from each drawdown date. The borrowing was guaranteed by major shareholder.

On 31 March 2022, the Company entered into a credit facilities agreement with the domestic commercial bank amounting LAK 5 billion with term 3 years and interest 9% per annum, interest and principal repayment on monthly, start from 8 May 2022 to 8 April 2025. This borrowing is secured by the fixed deposit and current bank account balance through the contract period.

The Company entered a loan contract with the related party in September 2023. The available loan facility in an aggregate amount of Baht 1,500 million with term 1 year and interest 2% per annum, interest payment on monthly, start from 20 September 2023 to 19 September 2024.

On 15 July 2024, the Company entered Two-month loan contract with the shareholders amounting LAK 2,000 million with interest 9% per annum.

12. Legal reserved

Legal reserve is set-up in accordance with the Enterprise Law of the Lao PDR under article 156 which requires the appropriation of profit as a legal reserve of at least 10% of the annual net profit until such reserve reaches 50% of authorized share capital.

13. Basic earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to shareholders by the weighted average number of ordinary shares in issue during the period, adjusted by the impact from change in par value of shares for comparative purpose as follows:

	Unaudited 31 March 2025 LAK	Unaudited 31 March 2024 LAK
Net profit attributable to ordinary shareholders	2,152,337,846	2,521,745,255
Weighted average number of ordinary shares in issue (shares)	400,000,000	400,000,000
Basic earnings per share (LAK)	5.38	6.30

14. Dividends

At the Annual General Shareholder's Meeting for the year 2024 on 24 April 2025, shareholders approved the appropriate its net income to legal reserve amounting LAK 664.6 million and no dividend payment for the operating result for the year ended 31 December 2024 due to the Company reserve the cash flow to support business expansion for the fiscal year 2025.

At the Annual General Shareholder's Meeting for the year 2023 on 25 April 2024, shareholders approved the payment of annual dividend from the operating result for the year ended 31 December 2023 at LAK 15 per share, totalling LAK 6,000 million and appropriate its net income to legal reserve amounting LAK 931.6 million.

15. Other income

	Unaudited 31 March 2025 LAK	Unaudited 31 March 2024 LAK
Interest income from bank deposit	34,661,376	5,694,667,038
Penalty – customers(*)	361,320,283	436,015,135
Net gain on sale of assets held for sale	-	53,598,688
Other	22,596,292	19,269,770
Total	**418,577,951**	**6,203,550,631**

(*) Penalty – customers represent the penalty for the late repayment from customer for the year.

16. Administrative expenses

	Unaudited 31 March 2025 LAK	Unaudited 31 March 2024 LAK
Staff costs	3,300,248,610	3,366,902,715
Marketing and advertising expenses	423,963,198	360,702,295
Professional fees	319,303,598	360,550,864
Transportation and travelling expenses	353,218,918	284,890,116
Remuneration of managements	354,500,000	226,750,000
Utility expenses	320,996,447	238,230,703
Net loss on sale of assets held for sale	11,222,426	-
Depreciation and amortization	55,936,116	94,416,277
Other expenses(*)	444,402,734	891,711,575
Total	**5,583,792,047**	**5,824,154,545**

(*) Other expenses is consist of repairs and maintenance amount LAK 58 million, office equipment amount LAK 140 million, outsourced IT system development amount LAK 73 million and other miscellaneous minor expenditure.

17. Income tax expenses

In Lao PDR, income tax returns are regularly reviewed in detail by the relevant authorities. In addition, tax issues raised in the reviews may require substantive judgements and interpretation by the parties concerned.

The reviews could therefore potentially result additional tax payments or refunds being necessary which may be significant. This would result in the payment or refund being recognised as income tax adjustment in the year in which the reviews are completed.

For the three-month period ended 31 March 2025, the Company recognized income tax expense in statement of income of LAK 544 million (2024: LAK 678 million)

The income tax expense calculation showing as below:

	LAK
Profit before income tax - accounting	2,696,545,469
Tax effect of:	
➢ Loss on reversal of allowance for diminution in value of assets held for sale	3,750,000
➢ Net unrealised loss from exchange rate	20,742,648
Taxable income	**2,721,038,117**
Profit tax expense at the rate of 20%	544,207,623

18. Related-party transactions

a) Transactions with related parties

Transactions with related parties for the three-month ended 31 March, are as follows:

	Unaudited 31 March 2025 LAK	Unaudited 31 March 2024 LAK
Other expense:		
Shareholder and related party		
Guarantee expense	-	260,538,120
Interest expense	-	4,530,425,228
Total	-	**4,790,963,348**

b) Key management compensation

Compensation paid to key management for the three-month ended 31 March, are as follow:

	Unaudited 31 March 2025 LAK	Unaudited 31 March 2024 LAK
Salaries and others	297,500,000	186,250,000
Yearly bonus	57,000,000	40,500,000
Total	**354,500,000**	**226,750,000**

19. Commitments

Operating lease commitments

The Company has commitment under long-term lease for office space
As at 31 March 2025 and 31 December 2024, operating lease commitment contracted but not recognised as liabilities is as follow:

	Unaudited 31 March 2025 LAK	Audited 31 December 2024 LAK
Within one year	290,373,403	171,382,077
Over 1 year but not over 5 years	2,557,699,644	2,292,017,078
Total	**2,848,073,047**	**2,463,399,155**

20. Subsequent events

There have been no significant post balance sheet events that would significantly impact the figures in the Company's interim financial information.