MAHATHUEN LEASING PUBLIC COMPANY

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INTERIM FINANCIAL INFORMATION
(UNAUDITED)

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025



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AUDITOR'S REPORT ON THE REVIEW OF THE INTERIM FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of Mahathuen Leasing Public Company

We have reviewed the interim financial information of Mahathuen Leasing Public Company (the Company), which comprises of the financial position as at 30 June 2025, the related statements of income, changes in equity, and cash flows for the six-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim financial information in accordance with the accounting policies as described in Note 2 to the interim financial information. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with the International Standard 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 interim financial information is not prepared, in all material respects, in accordance with the accounting policies as described in Note 2 to the interim financial information.

For PricewaterhouseCoopers (Lao) Sole Company Limited



By Apisit Thiengtrongpinyo
Partner

Vientiane Capital, Lao PDR
Date: 7 August 2025

MAHATHUEN LEASING PUBLIC COMPANY

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025

	Notes	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Assets			
Current assets			
Cash and cash equivalents	4	609,562,289	3,766,310,317
Current portion of finance lease receivables and installment loan receivables, net	5	58,984,898,682	56,448,578,203
Asset held for sale, net	6	478,582,991	235,054,684
Other current assets	7	1,272,711,028	1,259,762,400
Total current assets		**61,345,754,990**	**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 installment loan receivables, net	5	37,737,276,377	20,992,636,585
Property and equipment, net	8	626,568,650	614,274,814
Intangible assets, net		4	4
Other non current assets		128,607,346	204,898,745
Total non-current assets		**40,492,455,077**	**23,811,812,848**
Total assets		**101,838,210,067**	**85,521,518,452**

Mr. Manop Tririthvilai
Chief Executive Officer

Date: 7 August 2025

Ms. Sureeporn Suwanchairob
Chief Financial Officer

Date: 7 August 2025

The accompanying notes on pages 8 to 15 from part of these financial information

MAHATHUEN LEASING PUBLIC COMPANY

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025

	Notes	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Liabilities and equity			
Liabilities			
Current liabilities			
Trade and other payables	9	4,843,069,771	3,622,503,091
Income tax payable		963,456,118	742,996,662
Short-term borrowings	10	7,000,000,000	-
Other current liabilities		42,024,646	60,055,106
Total current liabilities		**12,848,550,535**	**4,425,554,859**
Non-current liabilities			
Long-term borrowings	11	4,000,000,000	-
Other non-current liabilites		223,150,000	214,025,000
Total non-current liabilities		**4,223,150,000**	**214,025,000**
Total liabilities		**17,071,700,535**	**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		6,486,859,985	6,486,859,985
Unappropriated		25,446,981,997	21,562,411,058
Total equity		**84,766,509,532**	**80,881,938,593**
Total liabilities and equity		**101,838,210,067**	**85,521,518,452**

Mr. Manop Tririthvitai
Chief Executive Officer

Date: 7 August 2025

Ms. Sureeporn Suwanchairob
Chief Financial Officer

Date: 7 August 2025

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MAHATHUEN LEASING PUBLIC COMPANY

STATEMENT OF INCOME
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	Notes	Unaudited 30 June 2025 LAK	Unaudited 30 June 2024 LAK
Interest from finance lease and installment loans		18,467,740,255	17,188,528,830
Other income	12	803,245,899	12,453,330,473
Total revenue		**19,270,986,154**	**29,641,859,303**
Administrative expenses	13	(12,492,644,406)	(12,470,264,239)
Doubtful accounts and bad debt expenses		(1,679,342,129)	(1,468,395,343)
Finance expense		(332,888,885)	(9,792,721,519)
Net gain/(loss) on foreign exchange rate		81,916,323	(571,616,294)
Total operating expenses		**(14,422,959,097)**	**(24,302,997,395)**
Profit before income tax expenses		**4,848,027,057**	**5,338,861,908**
Income tax expense	15	(963,456,118)	(1,184,230,835)
Net profit for the period		**3,884,570,939**	**4,154,631,073**
Earnings per share			
Basic earnings per share	16	9.71	10.39

Mr. Manop Tririthvilai
Chief Executive Officer

Date: 7 August 2025

Ms. Sureeporn Suwanchairob
Chief Financial Officer

Date: 7 August 2025

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MAHATHUEN LEASING PUBLIC COMPANY

STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	Notes	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		-	-	-	4,154,631,073	4,154,631,073
Dividends paid	14	-	-	-	(6,000,000,000)	(6,000,000,000)
As at 30 June 2024		**40,000,000,000**	**12,832,667,550**	**5,822,252,913**	**19,735,578,487**	**78,390,498,950**
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		-	-	-	3,884,570,939	3,884,570,939
As at 30 June 2025		**40,000,000,000**	**12,832,667,550**	**6,486,859,985**	**25,446,981,997**	**84,766,509,532**

Mr. Manop Tririthvilai
Chief Executive Officer

Date: 7 August 2025

Ms. Sureeporn Suwanchairob
Chief Financial Officer

Date: 7 August 2025

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MAHATHUEN LEASING PUBLIC COMPANY

STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	Notes	Unaudited 30 June 2025 LAK	Unaudited 30 June 2024 LAK
Cash flows from operating activities:			
Profit before income tax expense		4,848,027,057	5,338,861,908
Adjustments to reconcile net profit to net cash			
Bad debts and allowance for doubtful accounts		1,679,342,129	1,468,395,343
Amortisation of deferred commission expenses		527,238,714	537,996,600
Impairment loss of asset held for sale		12,500,000	(6,250,000)
Depreciation and amortisation	8	113,920,164	182,534,437
Interest expense		242,333,333	9,792,721,519
Unrealisation (gain)/loss on exchange rate		(43,246,469)	388,090,432
Operating gain before working capital changes		**7,380,114,928**	**17,702,350,239**
Changes in working capital:			
Finance lease receivables and installment loan receivables		(20,336,184,988)	5,790,025,194
Asset held for sale		(255,841,107)	52,055,985
Other current and non-current assets		63,342,772	(143,742,638)
Trade and other payables		1,220,566,680	879,128,862
Other current and non-current liabilities		(9,066,106)	27,497,729
Cash (used in)/generated from operation		**(11,937,067,821)**	**24,307,315,371**
Commission expense paid		(1,136,650,000)	(180,800,000)
Interest paid		(242,333,333)	(9,903,124,159)
Income tax paid		(742,996,662)	(713,016,274)
Net cash (used in)/generated from operating activities		**(14,059,047,816)**	**13,510,374,938**

Mr Manop Tririthvilai
Chief Executive Officer

Date: 7 August 2025

Ms. Sureeporn Suwanchairob
Chief Financial Officer

Date: 7 August 2025

The accompanying notes on pages 8 to 15 from part of these financial information

MAHATHUEN LEASING PUBLIC COMPANY

STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	Notes	Unaudited 30 June 2025 LAK	Unaudited 30 June 2024 LAK
Cash flows from investing activities:			
Acquisitions of property and equipment	8	(126,214,000)	(99,962,760)
Restricted cash reserved for borrowing guarantee		-	2,000,000,000
Net cash from/(used in) investing activities		**(126,214,000)**	**1,900,037,240**
Cash flows from financing activities:			
Proceeds from short-term borrowing	10	8,500,000,000	-
Proceeds from long-term borrowing	11	4,000,000,000	-
Repayments of borrowings	10	(1,500,000,000)	(2,391,219,783)
Dividends paid	14	-	(6,000,000,000)
Net cash generated/(used in) financing activities		**11,000,000,000**	**(8,391,219,783)**
Net increase/(decrease) in cash and cash equivalents		(3,185,261,816)	7,019,192,395
Cash and cash equivalents at the beginning of the period		3,766,310,317	904,775,929,399
Exchange gains on cash and cash equivalents		28,513,788	54,809,225,256
Cash and cash equivalents at the end of the period	4	**609,562,289**	**966,604,347,050**

Mr Manop Tririthvilai
Chief Executive Officer

Date: 7 August 2025

Ms. Sureeporn Suwanchairob
Chief Financial Officer

Date: 7 August 2025

The accompanying notes on pages 8 to 15 from part of these financial information

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 for initial public offering by Lao Securities and Commission Office.

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 gold, motorcycle and tractors.

The interim financial information was authorised by the Board of Directors on 7 August 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 30 June 2025 LAK	Audited 31 December 2024 LAK
Cash on hand	14,565,370	7,497,930
Cash at banks	594,996,919	3,758,812,387
Total	**609,562,289**	**3,766,310,317**

5. Finance lease and instalment loan receivables, net

	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Current		
Current portion of finance lease receivables	711,152,087	729,478,372
Current portion of installment loan receivables	71,129,588,505	67,136,730,321
	71,840,740,592	**67,866,208,693**
Add Initial direct cost	504,089,205	345,623,435
Less allowance for doubtful accounts	(13,359,931,115)	(11,763,253,925)
	58,984,898,682	**56,448,578,203**
Non-current		
Finance lease receivables	171,219,025	43,058,896
Installment loan receivables	37,178,378,818	20,926,984,732
	37,349,597,843	**20,970,043,628**
Add Initial direct cost	777,288,894	326,343,378
Less allowance for doubtful accounts	(389,610,360)	(303,750,421)
	37,737,276,377	**20,992,636,585**
Total	**96,722,175,059**	**77,441,214,788**

5. Finance lease and instalment loan receivables, net (continued)

As at 30 June 2025, financial lease and instalment loan receivables, can analyse aging as follows:

	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Not yet due	87,152,469,964	68,304,112,047
1 – 3 months	8,156,961,129	8,088,020,546
4 months	637,183,393	726,889,906
5 – 6 months	921,179,054	1,084,626,028
Over 6 months	12,322,544,895	10,632,603,794
	109,190,338,435	**88,836,252,321**
Add Initial direct cost	1,281,378,099	671,966,813
Less allowance for doubtful accounts	(13,749,541,475)	(12,067,004,346)
Total	**96,722,175,059**	**77,441,214,788**

6. Asset held for sale, net

	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Motorcycles	501,082,991	245,054,684
Less allowance for diminution in value of assets held for sale	(22,500,000)	(10,000,000)
Total	**478,582,991**	**235,054,684**

7. Other current assets

	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Prepaid expenses(1)	926,061,725	955,662,646
Advance payment	30,205,000	30,500,000
Others	316,444,303	273,599,754
Total	**1,272,711,028**	**1,259,762,400**

(1) Prepaid mainly consist of office rental prepayment amount LAK 578 million and the front end fee for borrowing LAK 198 million.

8. Property and equipment, net

	LAK
As at 1 January 2025 – Audited	614,274,814
Additions	126,214,000
Less: depreciation	(113,920,164)
Net book amount as at 30 June 2025 – Unaudited	**626,568,650**

9. Trade and other payables

	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Accrued expenses[1]	2,544,446,035	1,800,948,719
Trade payables[2]	2,182,246,000	1,715,002,000
Other tax payable	116,377,736	106,552,372
Total	**4,843,069,771**	**3,622,503,091**

1) Accrued expense mainly include LAK 1,197 million of retirement benefit for CEO, LAK 567 million accrued bonus and employee benefit and LAK 447 of accrued audit and other professional fee.
2) Trade payables represent the payable to suppliers for motorbike LAK 2,021 million and for gold LAK 161 million.

10. Short-term borrowing

The movements of short-term borrowing for the six-month period ended 30 June 2025 is as follows:

	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Opening balance	-	909,430,819,783
Addition	8,500,000,000	2,000,000,000
Repayment	(1,500,000,000)	(925,864,819,783)
Unrealised loss on exchange	-	14,434,000,000
Ending balance	**7,000,000,000**	**-**

On 11 March 2025, The Company entered into a Revolving Credit Facility with a local commercial bank amounting to LAK 7,000 million, with a 12-month term and interest rate of 12% per annum, Interest is repayable monthly, and principal repayable at the end of the contract. During the period, the Company has drawn down LAK 8,500 million and repaid LAK 1,500 million.

This credit facility does not require any collateral or guarantee. However, the Company has authorized the bank to deduct funds from its account used for receiving payments from lease receivables, in the event that the Company fails to make payments as scheduled.

11. Long-term borrowings

The movements of the long-term borrowing for the six-month period ended 30 June 2025 is as follows:

	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Opening balance	-	-
Addition	4,000,000,000	-
Repayment	-	-
Ending balance	**4,000,000,000**	**-**

On 13 March 2025 the Company entered loan contract with local commercial bank amounting LAK 4,000 with the term 3 years with interest rate 14.5% per annum, interest repay monthly and principal repay at the end of the contract. The borrowing was guaranteed by parent company.

12. Other income

	Unaudited 30 June 2025 LAK	Unaudited 30 June 2024 LAK
Penalty - customers	690,689,574	878,886,345
Others	100,706,741	90,769,007
Interest income from bank deposits	11,849,584	11,483,675,121
	803,245,899	**12,453,330,473**

13. Administrative expense

Administrative expense consists of the following nature:

	Unaudited 30 June 2025 LAK	Unaudited 30 June 2024 LAK
Staff costs	8,060,117,064	7,398,509,511
Marketing and advertising expense	835,465,367	623,503,399
Transportation and travelling expenses	739,426,208	570,327,761
Remuneration of managements	627,500,000	479,500,000
Audit and legal fee	543,057,692	574,853,480
Rental expense	535,679,166	385,738,029
Other expenses	488,817,132	689,863,198
Office stationeries	255,336,619	176,428,353
Utility expenses	135,487,985	117,217,330
Depreciation and amortisation	113,920,164	182,534,438
Bank and other fees	104,365,897	331,119,160
Other taxes expenses	53,471,112	940,669,580
	12,492,644,406	**12,470,264,239**

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 million and no dividend payment for the operating result for the year ended 31 December 2024 due to the Company reserve 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 net profit 12 months period 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 million.

15. 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.

Reconciliation between income tax expense and accounting profit for the period are as follow:

	LAK
Profit before income tax - accounting	4,848,027,057
Tax effect of:	
Gain on reversal of allowance for diminution in value of assets held for sale	12,500,000
Net unrealised loss from exchange rate	(43,246,469)
Taxable income	**4,817,280,588**
Profit tax expense at the rate of 20%	963,456,118

16. Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the period by weighted average of the ordinary shares.

	Unaudited 30 June 2025	Unaudited 30 June 2024
Net profit attributable to ordinary shareholders (LAK)	3,884,570,939	4,154,631,073
Weighted average number of ordinary shares in issue (shares)	400,000,000	400,000,000
Basic earnings per share (LAK)	9.71	10.39

17. Related-party transactions

a) Transactions with related parties

The significant transactions with related parties for the six-month period ended 30 June 2025 are as follows:

	Unaudited 30 June 2025 LAK	Unaudited 30 June 2024 LAK
Others expense:		
Related party - interest expense	-	9,180,778,105
Shareholder - guarantee expense	-	524,771,097
	-	**9,705,549,202**

b) Key management compensation

Mmanagement's remuneration for the period are as follow:

	Unaudited 30 June 2025 LAK	Unaudited 30 June 2024 LAK
Short-term benefits	627,500,000	479,500,000

18. Commitments

The Company has commitment under long-term lease for office space.

Operating lease commitment contracted but not recognised as liabilities is as follow:

	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Within one year	489,785,261	171,382,077
Over 1 year but not over 5 years	2,496,288,179	2,292,017,078
Total	**2,986,073,440**	**2,463,399,155**

19. Subsequent events

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