



ប្រសិទ្ធភាពហ្វាយណែន
Prasethpheap Finance

Annual Report 2025



Head Office

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VISION

To be a trusted and leading institution in Cambodia.

MISSION

Provided financial services to urban and rural people with transparency and professional ethics.

CORE VALUES

Honest Commitment Transparency Profession Justice Responsibility Accountability
Smiling.



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Neak Oknha Dr. Mengly J. Quach
Founder and Chairman Board of Directors



MESSAGE FROM FOUNDER AND CHAIRMAN

On behalf of the Board of Directors of Prasethpheap Finance Plc, I am deeply honored to present our Annual Report and Financial Statements for the financial year ended 2025. The year 2025 was a period defined by intricate macroeconomic challenges and geopolitical shifts, yet it served as a testament to our institution's resilience, adaptability, and unwavering commitment to serving our clients and communities.

In 2025, the global economy continued to navigate an environment of heightened uncertainty. The ongoing ramifications of global conflicts (particularly in Eastern Europe and the Middle East) caused substantial volatility in supply chains and energy markets. Furthermore, while the COVID-19 pandemic has transitioned into an endemic phase, its lingering "scarring effects" manifested in weakened household purchasing power, disrupted small-business operations, and elevated debt burdens continued to pose persistent economic headwinds throughout the year.

At the regional level, fluctuations in border trade environments and localized geopolitical dynamics between Cambodia and Thailand directly influenced cross-border trade flows, agricultural commodity exchanges, and labor migration. As a microfinance institution, we observed that these border dynamics temporarily strained the cash flows of micro-entrepreneurs, traders, and farmers in border provinces. In response, our institution drew on past experiences to enhance credit risk management and implement proactive monitoring in these specific geographical areas.

Despite these external headwinds, Cambodia's economy in 2025 maintained a positive growth trajectory, driven by the strategic leadership of the Royal Government of Cambodia and the flexible, macroprudential monetary policies implemented by the National Bank of Cambodia (NBC). This stability was anchored by a recovering tourism sector and robust performance in manufacturing and agricultural exports.

For the banking and financial sector, 2025 was a year characterized by extreme prudence and portfolio consolidation. Prasethpheap Finance Plc, successfully navigated this period by focusing on:

- **Asset Quality Preservation:** Implementing rigorous credit underwriting standards and strategic loan restructurings to alleviate the financial burdens of viable clients affected by economic downturns.

- **Digital Transformation:** Strengthening our financial technology infrastructure to lower operational costs and improve financial accessibility for our client.

In conclusion, despite the economic turbulence encountered in 2025, Prasethpheap Finance Plc demonstrated outstanding institutional strength and financial stability. We have successfully transformed these external challenges into internal opportunities to refine our risk management frameworks and optimize operational efficiencies.

On behalf of the Board, I would like to express my profound gratitude to:

- **The National Bank of Cambodia** for their invaluable regulatory guidance and constant oversight.
- **Our Clients and Shareholders** for their enduring trust and partnership during challenging times.
- **Our Management Team and Staff** for their solidarity, dedication, and relentless efforts in upholding the institution's excellence.

As we look forward to 2026, we do so with renewed optimism and a steadfast commitment to delivering responsible, sustainable, and inclusive financial services that improve the livelihoods of the Cambodian people.

May I extend my best wishes to all our business partners, shareholders, and clients for excellent health, continuous progress, and everlasting prosperity.

**Founder and Chairman
of the Board of Directors**



Neak Oknha Dr. Mengly J. Quach



Mr. Khun Davuth
Chief Executive Officer

MESSAGE FROM CEO

On behalf of the Managements and all staff of Prasethpheap Finance Plc, I would like to express my deepest gratitude to our clients and the public for their enduring trust, confidence, and continuous support of our financial services. Your choice to journey alongside us serves as an invaluable driving force, inspiring our unwavering commitment to delivering financial services defined by ethics, professionalism, transparency, and efficiency.

In 2025, although the lingering effects of the COVID-19 pandemic and the ramifications of the Russia-Ukraine conflict began to gradually ease, the global economy remained entangled in uncertainty. The escalation of conflicts in the middle east, involving various armed groups, expanded into a broader crisis, triggering a sharp surge in global fuel prices and a severe energy crisis.

Regionally, fluctuations in the trade environment and isolated tensions along the Cambodia-Thailand border also disrupted bilateral trade flows. These compounding external factors directly impacted the banking and financial sector by straining the business operations, agricultural activities, and daily livelihoods of our citizens—ultimately leading to job losses, reduced income streams, and household financial challenges.

Despite facing these stringent domestic and global economic headwinds, Prasethpheap Finance Plc. maintained its operational stability and steady progress. We remained firmly anchored to our core principles of transparency, trust, and strict compliance with all laws and regulations set forth by the relevant authorities.

As of December, 2025, our institution successfully achieved the following operational milestones:

- Total Active Borrowers: 1,243 clients
- Total Gross Loan Portfolio: USD 4.9 Million

We have actively continued to foster the community economy by providing targeted credit

facilities tailored to our clients' diverse and practical needs. These include loans for business expansion, home construction and renovation, vehicle and consumer asset purchases, agricultural production, as well as educational loans for students and parents, which play a vital role in elevating both domestic and international education.

To ensure the efficient and sustainable realization of our business goals for 2026, the institution has established core strategic initiatives as below:

- **Enhance Credit Quality:** Focus rigorously on maintaining a high-quality loan portfolio and ensuring transparent loan disbursements aligned with our long-term vision.
- **Strengthen Internal Controls and Risk Management:** Maximize risk management efficiencies and guarantee strict adherence to regulatory requirements and both national and international financial standards.
- **Uphold Professional Ethics:** Ensure that all clients are served by a highly skilled workforce operating under the highest standards of professional conduct.
- **Promote Khmer Riel Currency:** Commit to maintaining Khmer Riel loans at a minimum threshold of 10% of the total loan portfolio, in alignment with the National Bank of Cambodia's policies.
- **Develop Human Capital:** Continuously strengthen and expand staff competencies through robust internal and external professional training programs.
- **Accelerate Digital Transformation:** Modernize our Core Banking System (CBS) to meet the demands of the digital era, enhancing operational efficiency, convenience, speed, and data security, while actively supporting the Royal Government's digital economy policies through innovative product development.

In conclusion, on behalf of the Management Team and all staff, I wish to extend my highest respect and profound appreciation to our Shareholders and members of the Board of Directors for their exceptional guidance and steadfast backing of our operations.

Furthermore, we express our deep gratitude to the Royal Government of Cambodia, the National Bank of Cambodia, local authorities at all levels, our business partners, and our valued customers for their unwavering trust and excellent cooperation with Prasethpheap Finance Plc.

I wish all our business partners, shareholders, and customers robust health, sustainable growth, and enduring prosperity.

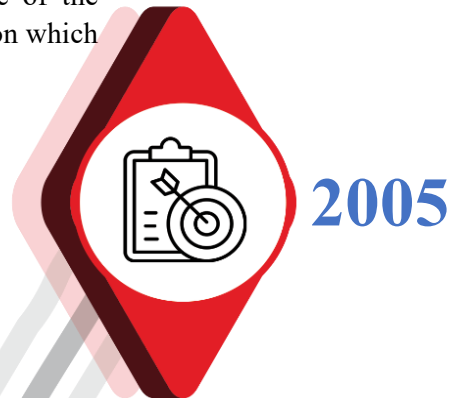
Chief Executive Officer



Mr. Khun Dauth

HISTORY OF PRASETHPHEAP FINANCE PLC

2005 Prasethpheap Finance PLC (PF) was one of the many projects of the Mengly J. Quach Foundation which is a non-profit organization.



2005

2013



2013 to achieve its vision of "*...making life better*" and with the growth of loan portfolio, this Foundation evolved into Pracheacheat Finance licensed by the Ministry of Interior. It provides loans with low interest rates to the public.



2016

2016 Pracheacheat Finance, was officially licensed by the National Bank of Cambodia as a microfinance institution on August 31, 2016, with number M-F73 and renamed as "**Prasethpheap Finance Plc.**"

2017 Prasethpheap Finance Plc, received licenses to establish branches, including: Phnom Penh, Bati District, Kampong Speu and Cheung Prey District.



2017

2018



2018 Prasethpheap Finance Plc, changed its Head Office address as follows:

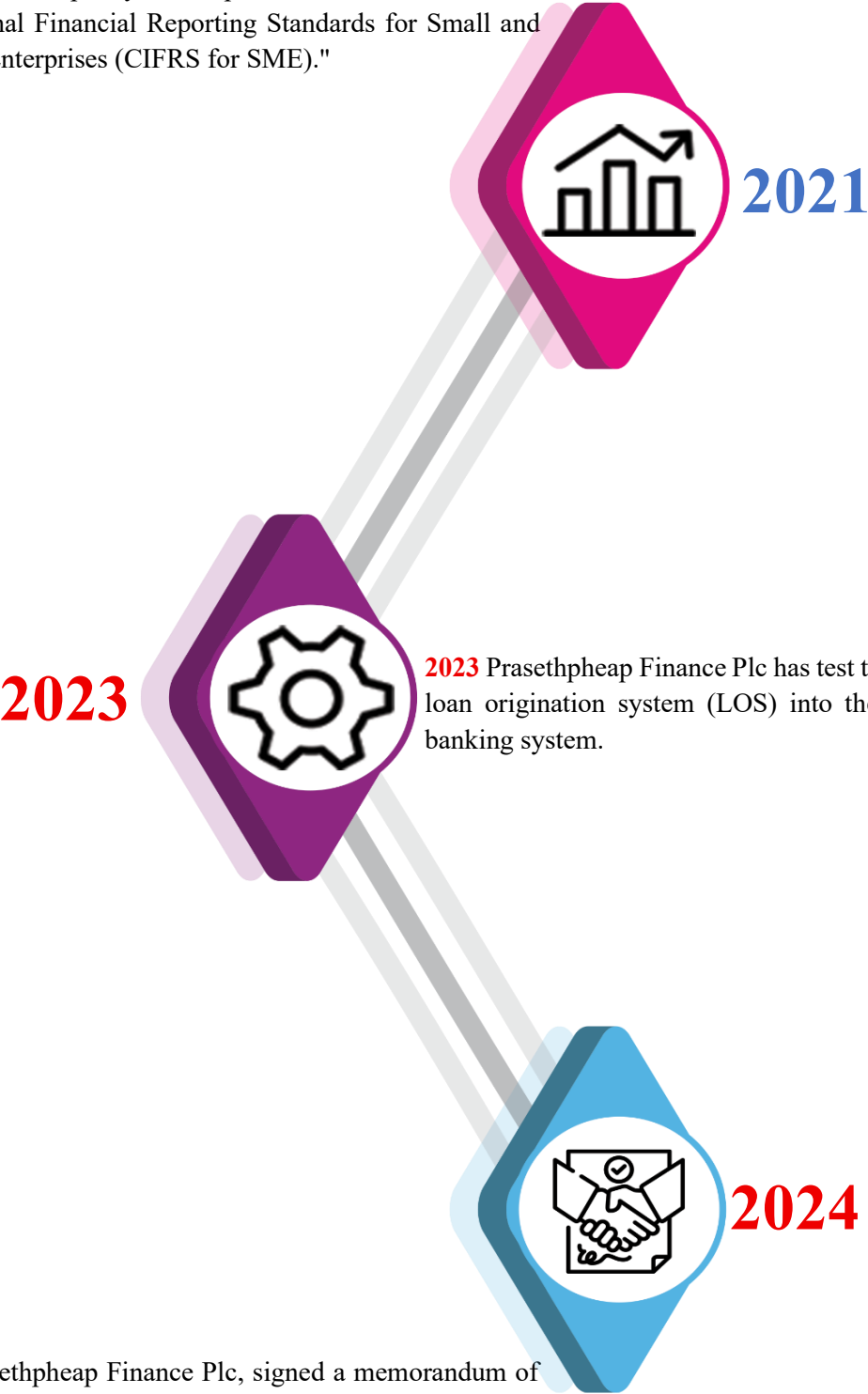
- **Previous Head Office:** No. B78, Street 199, Sangkat Tumnuh Teuk, Khan Chamkarmon, Phnom Penh.
- **Current Office:** Building #132, Street 193, corner Street 388, Sangkat Tuol Svay Prey Ti Muoy, Khan Boeng Keng Kang, Phnom Penh.



2019

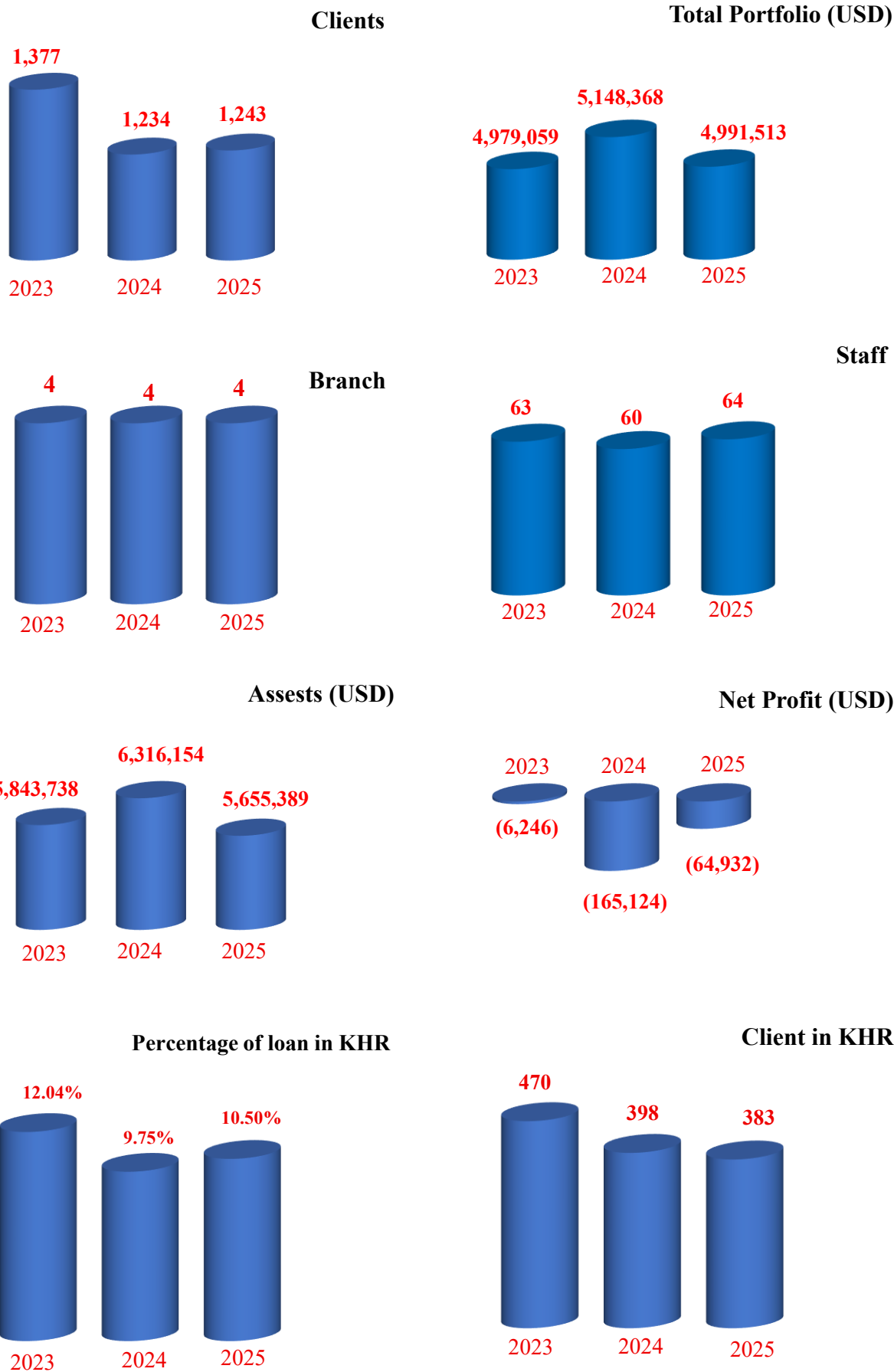
2019 Prasethpheap Finance Plc, migrated its core banking system from the FIPLUS System to the Morakot System.

2021 Prasethpheap Finance Plc upgraded its core banking system to full capacity in compliance with the Cambodian International Financial Reporting Standards for Small and Medium Enterprises (CIFRS for SME)."



2024 Prasethpheap Finance Plc, signed a memorandum of understanding to provide educational loans for both general knowledge and University.

PERFORMANCE OF PRASETHPHEAP FINANCE PLC



REPORTING PERIOD	2025	2024	2023
Provinces	5	5	5
Branch Offices	4	4	4
Staff	64	60	63
Active clients (KHR)	383	389	470
Active clients (USD)	860	836	907
Consolidated active clients	1,243	1,234	1,377
Loan outstanding KHR (Million)	2,102.50	2,021.14	2,449.21
Loan outstanding USD (Million)	4.468	4.647	4.379
Consolidated loan outstanding (Million)	4.992	5.149	4.979
Amount NPL	652,850.26	719,753.53	713,735.02
% NPL	13.08%	13.98%	14.33%
Loan write-off (USD)	-	677,180	-
% Loan write-off	-	13.15%	-
Operational Self-Sufficiency (OSS)	89.73%	82.27%	92.94%
Capital Adequacy Ratio (CAR)	49.17%	49.81%	57.82%
Total Asset (USD)	5,655,389	6,316,154	5,843,738
Total Liabilities (USD)	2,596,682	3,192,514	2,554,974
Net profit before tax (USD)	(28,455)	(191,556)	(9,141)
Net profit after tax (USD)	(64,932)	(165,124)	(6,246)
Return on Assets (ROA)	(1.15%)	(2.61%)	(0.11%)
Return on Equity (ROE)	(2.12%)	(5.29%)	(0.19%)
Exchange Rate	4,013	4,025	4,085

CONTRIBUTION

In response to the recent challenges along the Cambodia-Thailand border, which impacted and brought hardships to our frontline military personnel as well as numerous families in border communities forcing them to temporarily evacuate their homes amidst deep concerns. **Prasethpheap Finance Plc.** contributed financial aid through the **Cambodia Microfinance Association (CMA)** to the “**Frontline Armed Forces and Displaced Citizens Support Fund**” campaign.

Although this contribution may be modest in size, it clearly manifests our institution's deep patriotism and steadfast spirit of solidarity in sharing burdens and standing together with our fellow Cambodian citizens in times of adversity.

On this honorable occasion, the Managements and all staff of Prasethpheap Finance Plc. wish to express our profound

gratitude and highest esteem for the courage and bravery of all frontline armed forces, who have selflessly dedicated their physical and mental strength and made every sacrifice to protect the territorial integrity, national security, and peace of the Cambodian people.

In conclusion, we would like to extend our highest respect and best wishes to the Head of the Royal Government of Cambodia, leaders at all levels, and all our heroic frontline armed forces. May you all be blessed with excellent health, robust strength, and sharp wisdom to continue your noble mission of leading and defending the Cambodian motherland, maintaining its stability, peace, and everlasting prosperity.



BRANCH NETWORK

1. Head Office

Building #132, St 193 Corner St 388, Sangkat Tuol Svay Prey Ti Muoy, Khan Boeng Kengkang, Phnom Penh.

Email : info@prasethpheapfinance.com.kh

Tel & Fax : 023 97 0000 / 017 642 319

Website : www.prasethpheapfinance.com.kh

2. Local Branch (Khan Boeng Keng Kang – Sangkat Tuol Svay Prey Ti Muoy)

Building #132, St 193 Corner St 388, Sangkat Tuol Svay Prey Ti Muoy, Khan Boeng Kengkang, Phnom Penh.

Email : pnpbm@prasethpheapfinance.com.kh

Tel & Fax : 086 222 813 / 086 567 689

Website : www.prasethpheapfinance.com.kh

3. Local Branch (Bati District - Bati District)

Lot N° 1266, National Road N°2, Bacham Village, Bati District, Bati District, Takeo Province.

Email : btibm@prasethpheapfinance.com.kh

Tel : 086 222 812 / 086 567 817

Website : www.prasethpheapfinance.com.kh

4. Local Branch (Kampong Speu Province)

Lot N° 525, National Road N°4, Eng Serey Village, Sangkat Rokatom, Chbarmorn City, Kompong Speu Province.

Email : kpsbm@prasethpheapfinance.com.kh

Tel : 086 222 751 / 086 567 803

Website : www.prasethpheapfinance.com.kh

5. Local Branch (Cheung Prey District - Soutib Commune)

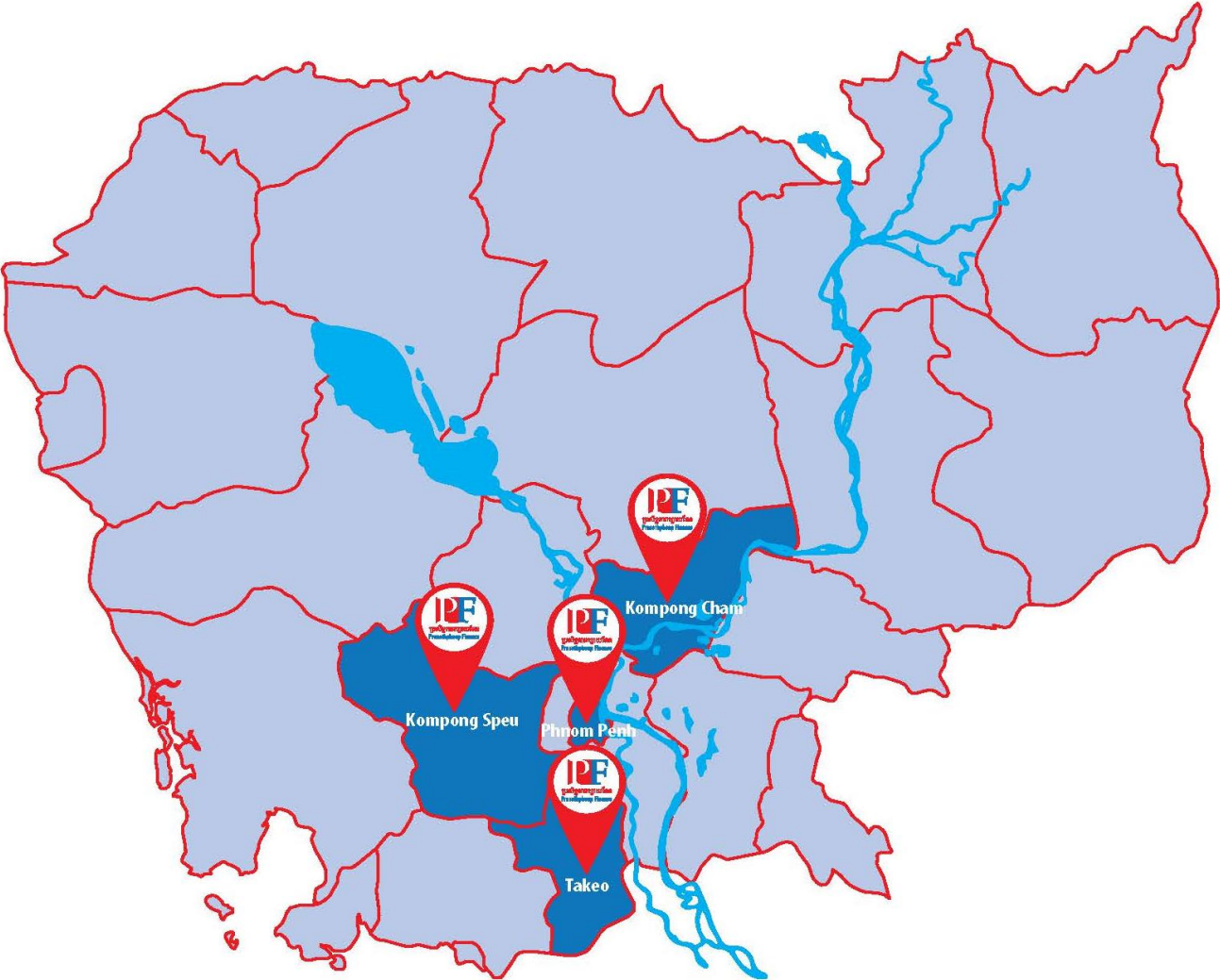
National Road N°6, Tasen Village, Soutib Commune, Cheung Prey District, Kompong Cham Province.

Email : chpbm@prasethpheapfinance.com.kh

Tel : 086 222 758 / 086 567 813

Website : www.prasethpheapfinance.com.kh

Operational Area Coverage



PRODUCTS AND SERVICES

Business loan

Business loan is designed aim for small and medium enterprises who need capital to expand their businesses or increase their working capital. Loan size up to USD 50,000 or equivalent in Khmer Riel with loan terms of up to 120 months.



Real Estate Loan

Real estate loan is designed aim to provide comprehensive financial support to individual clients for the purpose of purchasing residential land, buying a house, constructing, house repairing or renovating, etc. Loans size up to USD 20,000 or equivalent in Khmer Riel with loan terms of up to 72 months.

Agriculture loan

Agricultural loan is designed aim to provide comprehensive financial support to individual clients for purposes such as purchasing seeds, livestock raising, fishing, acquiring agricultural equipment or buying land for agricultural activities, etc. Loans size up to USD 20,000 or equivalent in Khmer Riel with loan terms of up to 72 months.



Auto Loan

Auto Loan is designed aim to provide comprehensive financial support to individual clients for the purpose of purchasing motorcycles, cars, etc. Loans size of up to USD 20,000 or equivalent in Khmer Riel with loan terms of up to 72 months.

Education Loan

Education loan is designed aim to cover expenses for general education, higher education, postgraduate studies, or vocational training whether on an annual, semester, or per-course basis as well as for purchasing educational equipment, materials, or other services of study-related. Loans size up to USD 10,000 or the equivalent in Khmer Riel with loan terms of up to 60 months.





Consumption Loan

Consumption Loan is designed aim to provide comprehensive financial support to individual clients for the purpose of purchasing consumer items such as mobile phones, televisions, cameras, washing machines, air conditioners, refrigerators, and other household appliances. Loans size up to USD 10,000 or the equivalent in Khmer Riel with loan terms of up to 60 months.

Loan for Office Staff

Loan for Office Staff is designed to provide loan to full-time, active office staff whose job roles are not classified as high-risk, and who possess a minimum continuous employment tenure of six months or more. Borrowers can access up to USD 3,000 equivalent in Khmer Riel with a flexible repayment term of up to 24 months.



Staff loan

Staff loan is offered to employees working at Prasethpheap Finance Plc, for the purpose of purchasing personal items and meeting other needs. Loans size up to USD 30,000 or the equivalent in Khmer Riel with loan terms of up to 120 months.

SHAREHOLDERS

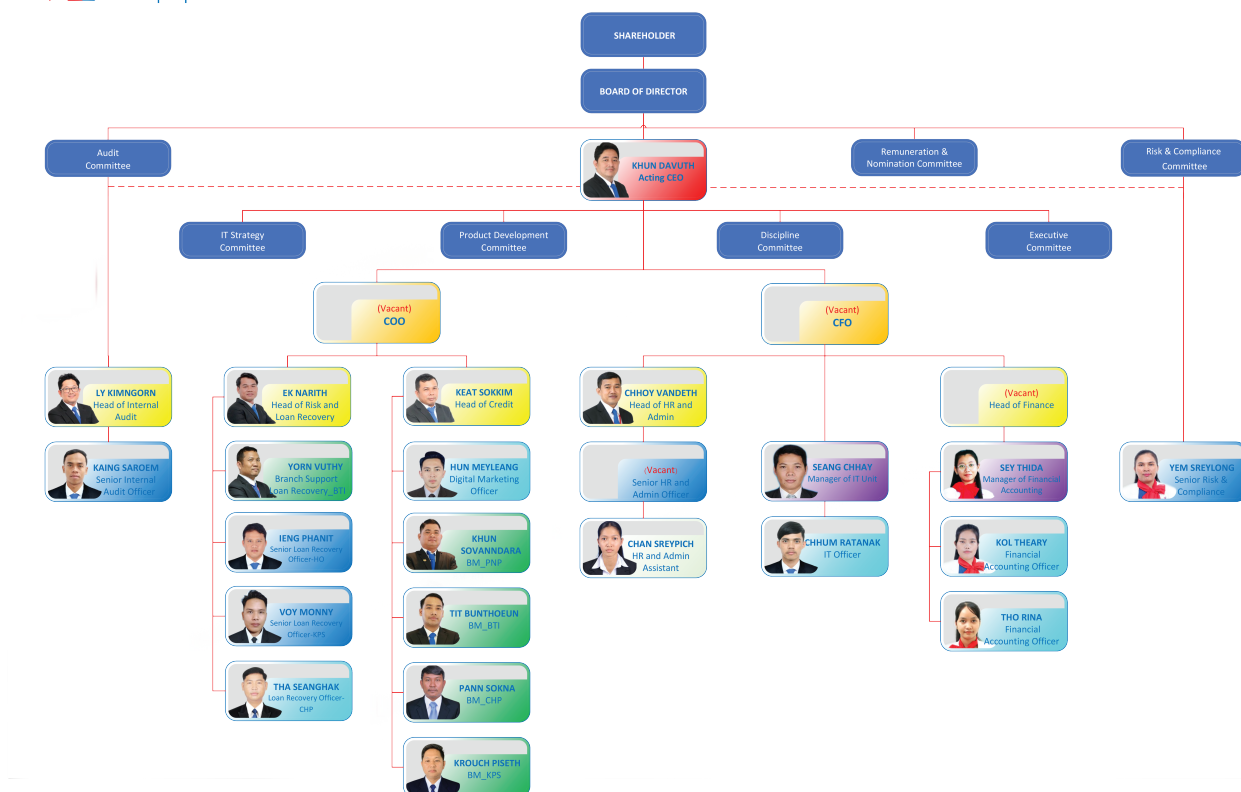
Shareholder name	Number of shares	Amount in USD	Percentage
Neak Oknha Dr. Mengly J. Quach	2,873,178	2,873,178	98.54%
Mr. Long Pisey	42,588	42,588	1.46%
Total	2,915,766	2,915,766	100%

1 Share = 1 USD

ORGANIZATIONAL STRUCTURE



ORGANIZATIONAL STRUCTURE 2025



BOARD OF DIRECTORS

Neak Oknha Dr. Mengly J. Quach Founder and Chairman



Neak Oknha Dr. Mengly J. Quach, an educationist, medical doctor, entrepreneur and philanthropist. Currently, Neak Oknha is the Founder and Chairman of the Prasethpheap Finance Plc. Neak Oknha is also the Founder, Chairman and Chief Executive Officer of the Mengly J. Quach Education (MJQE). This organization serves as the umbrella for Aii Language Centers (Aii), American Intercon Schools (AIS), and Study Overseas Go Overseas (SOGO), focusing on education, social progress, and community development in Cambodia.

Dr. Quach holds several influential positions, including Advisory Member and Co-Vice Chair of the Health Technical Working Group (since 2023) and Education Technical Working Group (since 2019) of the Cambodia Chamber of Commerce. He is also an Honorary Advisor to the Cambodia Women Entrepreneurs Association, a Board Member of the Cambodian Institute for Cooperation and Peace, Co-Founder and Advisor to the Federation of Education Services in Cambodia, Founding Member of International Transparency Cambodia, Honorary Founding President of the Cambodia Bokator Federation, Supreme Advisor to the Board of Monk Chiefs of Cambodia.

Educational Background

Born in Battambang, Cambodia, Dr. Quach was raised and educated in the United States. He completed his Pre-Medical studies at the University of California, Berkeley, earned a Master of Public Health (MPH) in Public Health Practice from the University of Massachusetts Amherst, and obtained his Doctor of Medicine (MD) from Spartan Health Sciences University. His medical training includes clerkships at the University of Illinois Hospital in Chicago and fellowship training in Public Health and Integrated Management of Childhood Illness (IMCI) with Partners for Development, a Maryland-based NGO active in Cambodia.

Professional Journey

Before returning to Cambodia in 2002, Dr. Quach served as a Professor at Cleveland Chiropractic College in California. Upon his return, he took on significant roles in Cambodia's academic sector, including Associate Professor at Pannasastra University of Cambodia, Vice Chairman of the University Academic Advisory Council, and Founding Dean and Associate Professor of Public Health at the University of Cambodia. In 2005, he established Mengly J. Quach Education, which has grown to become a cornerstone of educational excellence and social impact in Cambodia.

Philanthropy and Impact

Dr. Quach is widely recognized for his dedication to community development in the fields of education, health, and social services. His organization, Mengly J. Quach Education, has received numerous national and international accolades for its outstanding contributions to these fields, further solidifying his legacy as a visionary leader and changemaker in Cambodia. Dr. Quach's lifelong commitment to empowering communities through education, public health, and philanthropy continues to inspire and transform lives across Cambodia and beyond.



Mr. Kong Vara, Independent Board

Mr. Kong Vara has served as an independent board of Prasethpheap Finance Plc since 2018. He is also an independent board of Mengly J. Quach Education. He has nearly 40 years of experience in leadership and management across various business sectors, including newspapers, magazines, investment, publishing, garment manufacturing, banking, hotels, casinos, general insurance, construction materials, export and import (Export & Import Company), food and beverage, environmental impact assessment, real estate, and education. He has gained extensive knowledge both domestically and internationally, including Turin Italy, and Hawaii, USA and he has also been invited as a trainer and speaker in workshops and seminars held both domestically and internationally.

Mr. Long Pisey, Board Member

Mr. Long Pisey is a shareholder and director of Prasethpheap Finance Plc. As board member, he plays crucial role in overseeing the business plan and strengthening all operation of institution relate to annual budget and ensuring the business run smoothly. He has been a board member since 2018. He has extensive experience in leadership and management across various sectors, particularly in the education sector. Mr. Long Pisey graduated with the Bachelor of Arts in English Literature in 2006 from Build Bright University. He also obtained a Master's degree in Business Administration in 2022 from the Royal University of Law and Economics.



MANAGEMENT TEAM

Mr. Khun Davuth, Chief Executive Officer

Mr. Khun Davuth began his career with Prasethpheap Finance Plc since 2021 as Head of Finance, He was later appointed as Chief Financial Officer (CFO), Acting Chief Operations Officer (COO), Acting Chief Executive Officer and currently serves as the Chief Executive Officer (CEO). He holds a Master's degree in Banking and Finance and a Bachelor's degree in Accounting. Mr. Davuth has nearly 20 years of experience in the microfinance sector, specializing in credit management, financial management, branch operations, and branch accounting management. He has also completed a three-month training course on regulations and compliance recognized by the National Bank of Cambodia.



Mr. Ek Narith, Head of Risk and Loan Recovery

Mr. Ek Narith holds a Master degree of Business Management and Bachelor degree of Sales and Marketing. He joined Prasethpheap Finance Plc since 2022 and has nearly 20 years of experience in the microfinance and banking sectors in Cambodia. He has participated in various training programs and workshops related to microfinance and banking management, credit risk management, staff training and development, branch management, sale skills, small and medium enterprise operational management, collateral evaluation, and leadership.



Mr. Chhoy Vandeth, Head of Human Resource and Administration

Mr. Chhoy Vandeth joined Prasethpheap Finance Plc as Human Resource and Administration Manager since December 2021. In 2023, he was promoted to Head of Human Resource and Administration. He holds Bachelor degree in Accounting and has nearly 20 years of experience in the microfinance and banking sectors. He has worked with various microfinance institutions throughout his career. He has extensive experience in human resources management and has participated in numerous training programs and workshops related to human resource management.



Mr. Keat Sokkim, Head of Credit

Mr. Keat Sokkim joined Prasethpheap Finance Plc at the beginning of 2023 as Manager Credit Unit, in 2023 he was promoted to Head of Credit. He holds Bachelor degree of Information Technology. He has over 10 years of experience in the microfinance and banking sectors including: credit risk management, training of trainer, branch management, selling skill, business operational management, collateral evaluation, and leadership. In addition, he has participated in numerous training courses and workshops related to management in finance and banking sectors.



Mr. Ly Kimngorn, Head of Internal Audit

Mr. Ly Kimngorn joined Prasethpheap Finance Plc since 2022 as Manager of Internal Audit Unit, he was promoted to be Head of Internal Audit in 2024. He holds Bachelor degree in Banking and Finance. Prior to join Prasethpheap Finance Plc, he had over 11 years of experience in various roles including Internal Audit, Accountant, Credit Officer, Human Resource and Administration (microfinance, real estate, education, and agriculture sectors). He has participated in numerous training programs related to audit and risk management.



Mr. Seang Chhay, Manager of IT unit

Mr. Seang Chhay joined Prasethpheap Finance Plc since 2024. He holds a Bachelor's degree of Computer Science and a Master's degree of Software Development. He has over 10 years of experience in the microfinance sector, core banking systems management, logistics, and oil industry. He has participated in various training programs and seminars related to microfinance and banking management, as well as staff training and development.



Miss. Sey Thida, Manager of Finance Accounting Unit

Miss. Sey Thida currently holds the position as Manager of Financial Accounting Unit. She began her career at Prasethpheap Finance Plc in 2014 as a Teller Assistant at the Phnom Penh branch. Through dedication and hard work, she has taken on various roles within the institution. She holds a Bachelor's degree in Accounting and Finance and has participated in numerous training courses and seminars related to the banking and finance sector.



Mrs. Yem Sreylong, Senior Risk and Compliance Officer

Mrs. Yem Sreylong joined Prasethpheap Finance Plc, early September 2020. She holds the Bachelor degree of Banking and Finance. She has over 8 years of experience in compliance within the financial sector. She has obtained Compliance and Regulatory Certificate recognized by the National Bank of Cambodia and has participated in numerous training programs and workshops related to banking and finance.



BOARD OF DIRECTORS' MEETING

Board meetings are held regularly on quarterly basis, or “Four times a year”. Board will convene an extraordinary meeting as needed. For the Audit Committee and Risk & Compliance Committee meeting will be conducted at least twice per year.



Oct 8, 2025
© PF



STAFF CAPACITY DEVELOPMENT

Internal Training

Prasethpheap Finance Plc, consistently provides internal training programs for all staff to ensure that they have clear understanding of the institution's policies, procedures, vision, mission, code of ethics, fostering positive mindset, and enhancing their skill. The internal training programs for 2025 as the following:

❖ Credit Department

Topic

- ✓ Credit policies and procedures were monitored and strengthened to ensure operational efficiency across all branches.

❖ HR and Admin Department

Topic

- ✓ Human Resources policies regarding pensions and provided training to new employees to understand the policies and conditions of the entire institution.

❖ Compliance Department

Topic

- ✓ Anti-Money Laundering and Combating the Financing of Terrorism (AML/CTF) policies monitoring, quality enhancement, regular operational implementation, submission of reports on customer complaint resolution, whistleblowing, the Residential Property Price Index (RPPI), and Cash Transaction Reports (CTR) of each branch through the online.

This training is a contributing factor in enhancing and strengthening the employees' competencies to be sufficiently qualified in performing their duties more effectively and achieving the institution's goals.

Activities Staff Participation in Internal Training





Lunch Activities



Training Completion Activities



External Training

Beside of internal training, PF also sent relevant staff to participate in external training programs and seminars organized by the National Bank of Cambodia, the Cambodia Microfinance Association, Credit Bureau (Cambodia) Co., Ltd. (CBC), General Department of Taxation, Ministry of Commerce, Institute of Banking and Finance, as well as other relevant ministries and authorities.

ANNUAL TRIP

Prasethpheap Finance Plc, organized its 2025 annual trip to Sihanoukville for a duration of two days. The event was attended by staff members of all levels and featured a variety of activities, including team-building games, certificate presentations, incentive rewards for outstanding staff, a lucky draw, and a solidarity dinner.



Team Building Games



Lucky Draw



Solidarity dinner



AUDITED FINANCIAL STATEMENTS

PRASETHPHEAP FINANCE PLC

(Incorporated in Cambodia)

Report of the Directors

The Directors hereby submit their report and the audited financial statements of Prasethpheap Finance Plc. (“the Company”) for the financial year ended 31 December 2025.

Principal activity

The principal activity of the Company are to provide credit service and other financial services to low income families in the Kingdom of Cambodia. There have been no significant changes in the nature of these activities during the financial year.

Results of operations

	US\$	KHR’000
Loss for the financial year	64,932	260,443

Dividends

The Directors do not recommend the payment of any dividend for the current financial year.

Reserves and provisions

During the financial year, there was a transfer of US\$165,446 from retained earnings to regulatory reserve.

Bad and doubtful loans

Before the statement of comprehensive income and statement of financial position of the Company were made out, the Directors took reasonable steps to ascertain that proper action had been taken in relation to the writing off of bad loans and the making of allowance for doubtful loans and satisfied themselves that all known bad loans had been written off and that adequate allowance had been made for doubtful loans.

At the date of this report, the Directors are not aware of any circumstances which would render the amounts written off for bad loans or the amount of the allowance for doubtful loans in the financial statements of the Company inadequate to any material extent.

Current assets

Before the statement of comprehensive income and statement of financial position were made out, the Directors took reasonable steps to ensure that for any current assets which were unlikely to be realised in the ordinary course of business, their values as shown in the accounting records of the Company have been written down to an amount expected if realised.

At the date of this report, the Directors are not aware of any circumstances which would render the values attributed to the current assets in the financial statements of the Company misleading.

Valuation methods

At the date of this report, the Directors are not aware of any circumstances, which have arisen and which may render adherence to the existing method of valuation of assets or liabilities of the Company misleading or inappropriate.

Contingent and other liabilities

At the date of this report, there does not exist:

- (i) any charge on the assets of the Company which has arisen since the end of the financial year which secures the liabilities of any other person, or
- (ii) any contingent liability of the Company which has arisen since the end of the financial year.

No contingent or other liability has become enforceable, or is likely to become enforceable, within the period of 12 months after the end of the financial year which, in the opinion of the Directors, will or may substantially affect the ability of the Company to meet its obligations when they fall due.

Change of circumstances

At the date of this report, the Directors are not aware of any circumstances not otherwise dealt with in this report or in the financial statements of the Company, which would render any amount stated in the financial statements as misleading.

Items of an unusual nature

The results of the operations of the Company during the financial year were not, in the opinion of the Directors, substantially affected by any item, transaction or event of a material and unusual nature.

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect substantially the results of the operations of the Company for the financial year for which this report is made.

Share capital

The Company did not issue any shares during the current financial year.

No option to take up unissued shares in the Company was granted during the financial year and there were no shares under options at the end of the financial year in respect of shares in the Company.

Directors

The Directors who have held for office since the date of the last report are:

Neak Oknha Dr. Mengly J. Quach

Mr. Long Pisey

Mr. Kong Vara

Directors' benefits

During and at the end of the financial year, no arrangements subsisted to which the Company is a party, with the object or objects of enabling the Directors of the Company to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

Since the end of the previous financial year, the Directors have not received or become entitled to receive any benefit by reason of a contract made by the Company or a related corporation with the Director or with a firm of which the Director is a member, or with a company in which the Director has a substantial financial interest, except for any benefit which may be deemed to have arisen by virtue of those transactions as disclosed in Note 29 to the financial statements.

Directors' responsibility in respect of the financial statements

The Directors are responsible to ascertain that the financial statements give a true and fair view of the financial position of the Company as at 31 December 2025, and of its financial performance and cash flows for the financial year then ended. In preparing these financial statements, the Directors are required to:

- (a) adopt appropriate accounting policies which are supported by reasonable judgements and estimates and then apply them consistently;
- (b) comply with the disclosure requirements of the Cambodian International Financial Reporting Standards for Small and Medium-sized Entities ("CIFRSs for SMEs") and the guidelines issued by the National Bank of Cambodia relating to the preparation and presentation of financial statements or, if there have been any departures in the interest of true and fair presentation, ensure that these have been appropriately disclosed, explained and quantified in the financial statements;
- (c) maintain adequate accounting records and an effective system of internal controls;
- (d) prepare the financial statements on a going concern basis unless it is inappropriate to assume that the Company will continue its operations in the foreseeable future; and
- (e) control and direct effectively the Company in all material decisions affecting its operations and performance and ascertain that such decisions and/or instructions have been properly reflected in the financial statements.

The Directors confirm that they have complied with the above requirements in preparing the financial statements.

Statement by the Directors

In the opinion of the Directors, the financial statements set out on pages 8 to 31 have been drawn up in accordance with Cambodian International Financial Reporting Standards for Small and Medium-sized Entities and the guidelines issued by the National Bank of Cambodia so as to give a true and fair view of the financial position of the Company as at 31 December 2025, and of its financial performance and cash flows for the financial year then ended.

Signed on behalf of the Board,

A blue circular corporate seal of Prasethphap Finance Plc. is positioned over the signature of Neak Oknha Dr. Mengly J. Quach. The seal contains the company's name in Khmer and English, along with its registration number.

Neak Oknha Dr. Mengly J. Quach
Chairman

A blue ink signature of Mr. Khun Davuth is written over a horizontal line.

Mr. Khun Davuth
Chief Executive Officer

Phnom Penh, Cambodia
Date: 27 April 2026

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF

PRASETHPHEAP FINANCE PLC.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Prasethpheap Finance Plc. (“the Company”), which comprise statement of financial position as at 31 December 2025, and statement of comprehensive income, statement of changes in equity and statement of cash flows for the financial year then ended and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 8 to 31.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 December 2025, and of its financial performance and cash flows for the financial year then ended in accordance with Cambodian International Financial Reporting Standards for Small and Medium-sized Entities and the guidelines issued by the National Bank of Cambodia.

Basis for Opinion

We conducted our audit in accordance with Cambodian International Standards on Auditing (“CISAs”). Our responsibilities under those standards are further described in the *Auditors’ Responsibilities for the Audit of the Financial Statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and Other Ethical Responsibilities

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants’ *International Code of Ethics for Professional Accountants (including International Independence Standards)* (“IESBA Code”), as applicable to audits of financial statements of public interest entities, together with the ethical requirements that are relevant to our audit of the financial statements in Cambodia, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

Information Other than the Financial Statements and Auditors’ Report Thereon

The Directors of the Company are responsible for the other information. The other information comprises the Directors’ Report but does not include the financial statements of the Company and our auditors’ report thereon.

Our opinion on the financial statements of the Company does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Company, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent

with the financial statements of the Company or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Statements

The Directors of the Company are responsible for the preparation and fair presentation of these financial statements in accordance with Cambodian International Financial Reporting Standards for Small and Medium-sized Entities and the guidelines issued by the National Bank of Cambodia. The Directors are also responsible for such internal control as the Directors determine is necessary to enable the preparation of financial statements of the Company that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Company, the Directors are responsible for assessing the Company'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 the Director either intends to liquidate the Company, or to cease operations, or has no realistic alternative but to do so.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 CISAs 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 the financial statements.

As part of an audit in accordance with CISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Company, 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 Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- 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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Company 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements of the Company, including the disclosures, and whether the financial statements of the Company represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors 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.

Other Matter

This report is made solely to the shareholders of the Company, as a body. We do not assume responsibility to any other person for the content of this report.

The financial statements of the Company for the financial year ended 31 December 2024 was audited by another firm of Certified Public Accountants, whose report dated 29 April 2025 expressed an unqualified opinion on those statements.


BDO (Cambodia) Limited
 Phnom Penh, Cambodia
 Date: 27 April 2026

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2025

		2025		2024	
	Note	US\$	KHR'000 (Note 5)	US\$	KHR'000 (Note 5)
ASSETS					
Cash on hand	7	5,159	20,703	16,274	65,503
Balances with National Bank of Cambodia	8	148,307	595,156	146,803	590,882
Balances with other banks	9	363,062	1,456,968	849,654	3,419,857
Loans to Clients	10	4,823,721	19,357,592	4,979,348	20,041,876
Other receivables	11	197,958	794,405	144,828	582,933
Property, plant and equipment	12	32,037	128,564	46,921	188,857
Intangible asset	13	10,984	44,079	21,988	88,502
Deferred tax assets	14	74,161	297,608	110,338	444,110
TOTAL ASSETS		5,655,389	22,695,075	6,316,154	25,422,520
LIABILITIES AND EQUITY					
LIABILITIES					
Bank overdraft	15	218,712	877,691	432,263	1,739,859
Borrowings	16	2,331,243	9,355,278	2,719,990	10,947,960
Other payables	17	46,727	187,515	40,261	162,050
TOTAL LIABILITIES		2,596,682	10,420,484	3,192,514	12,849,869
EQUITY					
Share capital	18	2,915,766	11,663,064	2,915,766	11,663,064
Share premium		63,078	256,980	63,078	256,980
Other capital	19	190,000	774,060	190,000	774,060
Regulatory reserve	20	362,651	1,460,347	197,205	796,412
Accumulated losses		(472,788)	(1,918,490)	(242,409)	(994,112)
Currency translation differences		-	38,630	-	76,247
TOTAL EQUITY		3,058,707	12,274,591	3,123,640	12,572,651
TOTAL LIABILITIES AND EQUITY		5,655,389	22,695,075	6,316,154	25,422,520

The accompanying notes form an integral part of the financial statements.

STATEMENT OF COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025

	Note	2025		2024	
		US\$	KHR'000	US\$	KHR'000
Interest income	21	994,219	3,987,812	1,172,706	4,774,086
Interest expense	22	(358,621)	(1,438,429)	(350,832)	(1,428,237)
Net interest income		635,598	2,549,383	821,874	3,345,849
Allowance for doubtful loans	10	(42,712)	(171,318)	(352,592)	(1,435,402)
Other operating income	23	100,982	405,039	86,695	352,935
Personnel expenses	24	(480,465)	(1,927,145)	(493,664)	(2,009,706)
Depreciation and amortisation expenses	25	(30,059)	(120,567)	(25,254)	(102,809)
General and administrative expenses	26	(212,099)	(850,729)	(228,585)	(930,569)
Loss before tax		(28,755)	(115,337)	(191,526)	(779,702)
Taxation	27	(36,177)	(145,106)	26,402	107,483
Loss for the financial year		(64,932)	(260,443)	(165,124)	(672,219)
Other comprehensive loss, net of tax		-	(37,617)	-	(189,731)
Total comprehensive loss for the financial year		(64,932)	(298,060)	(165,124)	(861,950)

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025

	Share capital	Share premium	Other capital	Regulatory reserves	Accumulated losses	Currency translation difference	Total
	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Balance as at 1 January 2024	2,915,766	63,078	190,000	67,770	52,150	-	3,288,764
Loss for the financial year	-	-	-	-	(165,124)	-	(165,124)
Foreign currency translations	-	-	-	-	-	-	-
Total comprehensive loss	-	-	-	-	(165,124)	-	(165,124)
Transactions with owners							
Transfer to regulatory reserve, representing total transaction with owners	-	-	-	129,435	(129,435)	-	-
Balance as at 31 December 2024	2,915,766	63,078	190,000	197,205	(242,409)	-	3,123,640
Loss for the financial year	-	-	-	-	(64,932)	-	(69,932)
Foreign currency translations	-	-	-	-	-	-	-
Total comprehensive loss	-	-	-	-	(64,932)	-	(69,932)
Transactions with owners							
Transfer to regulatory reserve, representing total transaction with owners	-	-	-	165,446	(165,446)	-	-
Balance as at 31 December 2025	2,915,766	63,078	190,000	362,651	(472,788)	-	3,058,707

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025

	Note	2025		2024	
		US\$	KHR'000	US\$	KHR'000
Cash flows from operating activities					
Loss before tax		(28,755)	(115,337)	(191,526)	(779,702)
Adjustments for:					
Allowance for doubtful loans	10	42,712	171,318	352,592	1,435,402
Amortisation of intangibles asset	13	11,004	44,137	12,510	50,928
Depreciation of property, plant and equipment	12	19,055	76,430	12,744	51,881
Interest income		(994,219)	(3,987,812)	(1,172,706)	(4,774,086)
Interest expense	22	358,621	1,438,429	350,832	1,428,237
Operating loss before working capital changes		(591,582)	(2,372,835)	(635,554)	(2,587,340)
Changes in working capital					
Loan to Clients		112,914	452,898	(743,580)	(3,027,114)
Other receivables		(53,130)	(213,104)	(9,907)	(40,331)
Other payables		6,466	25,935	(13,623)	(55,460)
Cash used in operations		(525,332)	(2,107,106)	(1,402,664)	(5,710,245)
Interest received		999,900	4,010,599	1,280,634	5,213,461
Income tax paid		-	-	(13,149)	(53,530)
Interest paid		(358,621)	(1,438,429)	(340,888)	(1,387,755)
Net cash from/(used in) operating activities		115,947	465,064	(476,067)	(1,938,069)
Cash flows from investing activities					
Purchase of property, plant and equipment	12	(4,171)	(16,730)	(36,990)	(150,586)
Placement of term deposits		-	-	(300,000)	(1,221,300)
Withdrawal of term deposits		500,000	2,005,500	-	-
Net cash from/(used in) investing activities		495,829	1,988,770	(336,990)	(1,371,886)
Cash flows from financing activities					
Repayments of borrowings		(388,747)	(1,559,264)	(3,417,591)	(13,913,013)
Proceeds from borrowing		-	-	3,754,290	15,283,715
Net cash (used in)/from financing activities		(388,747)	(1,559,264)	336,699	1,370,702

STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025 (continued)

Note	2025		2024	
	US\$	KHR'000	US\$	KHR'000
Net increase/(decrease) in cash and cash equivalents	223,029	894,570	(476,358)	(1,939,253)
Cash and cash equivalents at beginning of financial year	(383,022)	(1,541,664)	93,336	381,277
Currency translation differences	-	5,043	-	16,312
Cash and cash equivalents at end of financial year	<u>(159,993)</u>	<u>(642,051)</u>	<u>(383,022)</u>	<u>(1,541,664)</u>

Cash and cash equivalents comprise the following:

	Note	2025		2024	
		US\$	KHR'000	US\$	KHR'000
Cash on hand	7	5,159	20,703	16,274	65,503
Balances with National Bank of Cambodia (excluding statutory deposit)	8	2,519	10,109	1,015	4,085
Balances with other banks	9	51,041	204,828	31,952	128,607
Bank overdraft	15	<u>(218,712)</u>	<u>(877,691)</u>	<u>(432,263)</u>	<u>(1,739,859)</u>
		(159,993)	(642,051)	(383,022)	(1,541,664)

The accompanying notes form an integral part of the financial statements.

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...Marking Life Better

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