

AFGHANISTAN INTERNATIONAL BANK
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT 30 JUNE, 2024

		30 June 2024	31 December 2024
		(Un-audited)	(Audited)
	Note	----- AFN in '000 -----	
ASSETS			
Cash and balances with Da Afghanistan Bank	4	25,247,562	27,209,283
Balances with other banks	5	4,148,659	4,819,385
Placements - net	6	7,886,514	8,269,656
Investments - net	7	6,033,179	4,991,227
Loan and advances to customers - net	8	219,900	288,884
Operating fixed assets	9	2,552,130	2,662,767
Intangible assets		306,424	356,504
Deferred tax assets	10	30,515	26,953
Other assets	11	959,179	778,022
Total assets		47,384,062	49,402,680
LIABILITIES			
Customers' deposits	12	42,835,951	44,926,368
Deferred income		1,401	1,998
Lease liabilities	13	138,359	172,620
Other liabilities	14	476,160	437,593
Total liabilities		43,451,871	45,538,579
EQUITY			
Share capital	15	1,465,071	1,465,071
Capital reserves	16	434,088	434,088
Retained earnings		2,114,546	2,056,035
Revaluation loss on debt instruments at FVOCI		(81,515)	(91,093)
Total equity		3,932,191	3,864,102
Total liabilities and equity		47,384,062	49,402,680
Contingencies and commitments	17		

The annexed notes 1 to 26 form an integral part of these condensed interim financial information.

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*Chief Executive Officer



Chief Financial Officer

*Acting

AFGHANISTAN INTERNATIONAL BANK
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE, 2024

	Note	Six months ended		Three months ended	
		30 June	30 June	30 June	30 June
		2024	2023	2024	2023
		(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
		AFN in '000		AFN in '000	
Interest income (using the effective interest method)	18	330,457	359,944	170,112	188,286
Profit expense on Islamic deposits		(5,231)	(5,272)	(2,430)	(2,647)
Net interest income		325,226	354,672	167,682	185,639
Fee and commission income	19	932,350	1,287,421	373,745	558,714
Fee and commission expense		(8,961)	(8,013)	(2,572)	(4,310)
Net fee and commission income		923,389	1,279,408	371,173	554,404
Income from dealing in foreign currencies		140,678	159,469	57,945	76,822
		1,389,293	1,793,549	596,800	816,865
Other income		636	48	19	34
Losses on sale of securities		-	(131,832)	-	(40,005)
Credit losses reversal	20	(2,743)	(3,817)	(5,236)	(37,343)
Finance cost on lease liability	13	(713)	(1,208)	(368)	-
General and administrative expenses	21	(922,919)	(1,037,209)	(430,123)	(499,007)
Profit before taxation		463,554	619,530	161,092	240,544
Taxation	22	5,957	22,190	59,050	(67,251)
Profit for the period		469,511	641,721	220,142	173,293
Other comprehensive income					
<i>Items that may be classified to profit or loss subsequently</i>					
Surplus/ (Deficit) on debt instruments at FVOCI		11,973	9,995	4,282	(15,614)
Related deferred tax		(2,395)	(1,999)	(856)	10,585
Other comprehensive loss, net of tax		9,578	7,996	3,426	(5,029)
Total comprehensive income for the year		479,090	649,717	223,568	168,264
Earnings per share - Basic and diluted (AFN)		15.65	21.39	7.34	5.78

The annexed notes 1 to 26 form an integral part of these condensed interim financial information.


***Chief Executive Officer**


Chief Financial Officer

***Acting**

AFGHANISTAN INTERNATIONAL BANK
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE, 2024

	Share capital	Revaluation loss on debt instruments at FVOCI	Capital reserves	Retained earnings	Total
	----- AFN '000' -----				
Balance at 01 January 2023	1,465,071	(114,303)	369,069	2,051,465	3,771,302
Total comprehensive income					
Profit for the period				641,721	641,721
Other comprehensive income, net of tax:					
Debt instruments at FVOCI					
Net change in fair value		9,995			9,995
Related tax		(1,999)			(1,999)
Total comprehensive income	-	7,996	-	641,721	649,717
Transferred to capital reserve			-	-	-
Transactions with owners of the bank					
Dividend paid				(820,584)	(820,584)
Balance at 30 June 2023	<u>1,465,071</u>	<u>(106,307)</u>	<u>369,069</u>	<u>1,872,601</u>	<u>3,600,435</u>

	Share capital	Revaluation loss on debt instruments at FVOCI	Capital reserve	Retained earnings	Total
	----- AFN '000' -----				
Balance at 01 January 2024	1,465,071	(91,093)	434,088	2,056,035	3,864,102
Total comprehensive income					
Profit for the period				469,511	469,511
Other comprehensive income, net of tax:					
Fair value reserve (debt instruments at FVOCI)					
Net change in fair value		11,973			11,973
Related tax		(2,395)			(2,395)
Total comprehensive income	-	9,578	-	469,511	479,090
Transferred to capital reserve			-	-	-
Transactions with owners of the bank					
Dividend paid				(411,000)	(411,000)
Balance at 30 June 2024	<u>1,465,071</u>	<u>(81,515)</u>	<u>434,088</u>	<u>2,114,546</u>	<u>3,932,191</u>

The annexed notes 1 to 26 form an integral part of these condensed interim financial information.

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*Acting

AFGHANISTAN INTERNATIONAL BANK
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE, 2024

	Note	30 June 2024 (Un-audited) ----- AFN in '000 -----	30 June 2023 (Un-audited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		463,554	619,530
Adjustments for:			
Depreciation	9.1	135,481	149,956
Amortization	9.1	73,209	75,967
Finance cost on lease liability	13	713	1,208
Credit losses expense	20	2,743	3,817
		<u>675,700</u>	<u>850,479</u>
Changes in operating assets and liabilities			
Required reserve maintained with DAB	4	342,130	860,217
Cash margin held with other banks		-	522
Loans and advances to customers - net	8	71,960	380,598
Other assets	11	(180,941)	25,411
Deferred income on commercial letter of credit and guarantees		(597)	(13,738)
Customers' deposits	12	(2,090,417)	(1,622,086)
Other liabilities	14	32,748	(667,447)
		<u>(1,149,418)</u>	<u>(186,045)</u>
Income tax paid		-	(677)
Net cash flow used in operating activities		<u>(1,149,418)</u>	<u>(186,722)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital work-in-progress	9.2	(13,436)	(5,439)
Acquisition of operating fixed assets	9.1	(11,408)	(25,492)
Acquisition of intangible assets		(23,129)	(22,579)
Placements (with maturity more than three months)	6	(1,773,114)	(7,788,678)
Investments	7	(1,029,979)	1,906,056
Net cash flow used in investing activities		<u>(2,851,067)</u>	<u>(5,936,133)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Lease liability repaid	13	(36,389)	(11,535)
Dividend paid		(411,000)	(820,584)
Net cash used in financing activities		<u>(447,389)</u>	<u>(832,119)</u>
Net increase in cash and cash equivalents		<u>(4,447,874)</u>	<u>(6,954,973)</u>
Cash and cash equivalents at 1 January		<u>31,056,962</u>	44,490,201
Cash and cash equivalents at 30 June	24	<u><u>26,609,088</u></u>	<u><u>37,535,229</u></u>

The annexed notes 1 to 26 form an integral part of these condensed interim financial information.

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Afghanistan International Bank
Notes to the condensed interim financial information (Un-audited)
For the six months period ended 30 June, 2024

1. Status and nature of business

Afghanistan International Bank (the Bank) was registered with Afghan Investment Support Agency (AISA) on 27 December 2003 and received formal commercial banking license on 22 March 2004 from Da Afghanistan Bank (DAB), the central bank of Afghanistan, to operate nationwide. The Bank obtained Islamic banking license from DAB via letter no. 1863/1890 dated 21 July 2014.

The Bank initially was incorporated as a limited liability company and domiciled in Afghanistan, however, on the basis that the bank capital is divided into shares the status of the bank is changed from limited liability to Corporation under the Corporations and Limited Liability Companies Law, this status is effective from 04 May 2016. The principal business place of the Bank is at AIB Head Office, Airport Road, Kabul, Afghanistan.

The Bank has been operating as one of the leading commercial banking service providers in Afghanistan. The Bank has 15 branches and 1 cash outlet (2023: 35 branches and 2 cash outlets) in operation.

2. Basis of preparation and measurement

2.1 This condensed interim financial information of the Bank for the six months ended 30 June 2024 has been prepared in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting' and the Law of Banking in Afghanistan and other laws and regulations issued by Da Afghanistan Bank. Whenever the requirement of the Law of Banking in Afghanistan differs with the requirements of the IAS 34 the requirement of the Law of Banking in Afghanistan and other laws and regulations issued by Da Afghanistan Bank takes precedence.

2.2 The disclosures made in this condensed interim financial information have been limited based on the format prescribed by the International Accounting Standard (IAS) 34, 'Interim Financial Reporting' and do not include all the information required in the annual financial statements. Accordingly, this condensed interim financial information should be read in conjunction with the annual financial statements of the Bank for the year ended 31 December 2023.

2.3 Comparative statement of financial position is extracted from the annual financial statements as at 31 December 2023 whereas comparative statement of comprehensive income, statement of changes in equity and statement of cash flows have been taken from un audited condensed interim financial statements for the six months period ended 30 June 2023.

Standards, interpretations and amendments to published approved accounting standards that are effective in the current period

There are certain new and amended standards and interpretations that are mandatory for the Bank's accounting periods beginning on or after 1 January 2020 but are considered not to be relevant or do not have any significant effect on the Bank's operations.

3. Accounting Policies

3.1 The accounting policies adopted in preparation of this condensed interim financial information are consistent with those followed in the preparation of the annual financial statements of the Bank for the year ended 31 December 2023.

3.2 The estimates / judgments assumptions used in the preparation of this condensed interim financial information is consistent with those applied in the preparation of the annual financial statements of the Bank for the year ended 31 December 2023.

3.3 The financial risk management policies and procedures are the same as those disclosed in annual financial statements of the Bank for the year ended 31 December 2023.

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Afghanistan International Bank
Notes to the condensed interim financial information (Un-audited)
For the six months period ended 30 June, 2024

		30 June 2024	31 December
		(Un-audited)	2023
			(Audited)
		----- AFN in '000 -----	
4	Cash and balances with Da Afghanistan Bank		
	Cash in hand	4,410,387	18,518,674
	Cash in hand - Islamic banking division	15,343,657	3,231,437
	Cash at Automated Teller Machines (ATMs)	106,922	60,148
		19,860,966	21,810,259
	Balances with Da Afghanistan Bank:		
	Local currency:		
	- Required reserve accounts	496,195	593,948
	- Current accounts	829,210	459,026
		1,325,405	1,052,974
	Foreign currency:		
	- Required reserve accounts	3,285,218	3,529,595
	- Current accounts	775,973	816,455
		4,061,191	4,346,050
		25,247,562	27,209,283

4.1 Required reserves are maintained with DAB, denominated in respective currencies, to meet minimum reserve requirement in accordance with Article 3 "Required Reserves Regulation" of the Banking Regulations issued by DAB. These balances are interest free.

		30 June 2024	31 December
		(Un-audited)	2023
			(Audited)
		----- AFN in '000 -----	
5	Balances with other banks		
	With Crown Agents Bank	2,724,949	2,804,596
	With other banks	1,423,710	2,014,789
		4,148,659	4,819,385

5.1 These represent non-interesting bearing balances available on demand basis.

		30 June 2024	31 December
		(Un-audited)	2023
			(Audited)
		----- AFN in '000 -----	
6	Placements - net		
	Placements with banks	7,893,616	8,276,681
	Impairment allowances for losses	(7,102)	(7,025)
		7,886,514	8,269,656

6.1 These represent USD denominated fixed term placements with financial institutions outside Afghanistan with maturity ranging from July 2024 to January 2034 (2023: one year) and carry interest at rates ranging from 3.50% to 5.20% (31 December 2023: 3.50% to 5.30%) per annum.

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Afghanistan International Bank
Notes to the condensed interim financial information (Un-audited)
For the six months period ended 30 June, 2024

		30 June 2024 (Un-audited)	31 December 2023 (Audited)
		----- AFN in '000 -----	
7 Investments - net	Note		
Debt instruments at fair value through OCI:			
- Investment bonds	7.1	1,237,383	1,290,479
Debt instruments at amortised cost:			
- Investment bonds	7.2	4,801,802	3,706,715
		6,039,185	4,997,194
		(6,006)	(5,967)
Allowance for ECL / impairment losses		6,033,179	4,991,227

7.1 These represent investments in sovereign bonds having maturity ranging from September 2024 to October 2029 (31 December 2023: January 2024 to October 2029) and carrying interest rates ranging from 1.63% to 5.63% (31 December 2023: 1.63% to 6.00%) per annum. These investments are managed by Emirates NBD on behalf of the Bank.

7.2 These represent investments in sovereign bonds carrying interest rates ranging from 1.00% to 4.75% (31 December 2023: 1.00% to 4.80%) per annum. These investments have maturity ranging from April 2025 to May 2033 (31 December 2023: April 2025 to May 2033). These investments are managed by Emirates NBD on behalf of the Bank.

		30 June 2024 (Un-audited)	31 December 2023 (Audited)
		----- AFN in '000 -----	
8 Loan and advances to customers - net	Note		
Overdrafts		477,898	529,523
Term loans		28,244	51,442
Consumer loans		14,396	11,533
		520,538	592,498
General provision		(248,570)	(245,875)
Allowance for ECL / impairment losses		(52,068)	(57,738)
		219,900	288,884
Particulars of loans and advances - (gross)			
Short term (for up to one year)		507,930	592,439
Non-current (for over one year)		12,608	59
		520,538	592,498

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Afghanistan International Bank
Notes to the condensed interim financial information (Un-audited)
For the six months period ended 30 June, 2024

		<u>30 June 2024</u> <u>(Un-audited)</u>	<u>31 December</u> <u>2023</u> <u>(Audited)</u>
	Note	----- AFN in '000 -----	
9 Operating fixed assets			
Property and equipment	9.1	2,523,214	2,645,902
Capital work-in-progress	9.2	28,916	16,865
		<u>2,552,130</u>	<u>2,662,767</u>
9.1 Operating fixed assets - movement			
<i>Opening balance</i>			
Cost		3,735,663	3,688,315
Accumulated depreciation		(1,089,762)	(815,379)
Net book value		2,645,902	2,872,936
<i>Movement in cost:</i>			
Transfers from capital work-in-progress		1,385	8,799
Additions		11,408	41,747
Adjustments/ write-off		-	(3,198)
		<u>12,793</u>	<u>47,348</u>
<i>Movement in depreciation:</i>			
Depreciation charge		135,481	274,383
		<u>135,481</u>	<u>274,383</u>
<i>Closing balance</i>			
Cost		3,748,457	3,735,663
Accumulated depreciation		(1,225,243)	(1,089,762)
Net book value		<u>2,523,214</u>	<u>2,645,902</u>
9.2 Capital work-in-progress - movement			
Opening		16,865	7,204
Additions during the year		13,436	18,460
Transferred to operating fixed assets		(1,385)	(8,799)
Closing		<u>28,916</u>	<u>16,865</u>

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Afghanistan International Bank
Notes to the condensed interim financial information (Un-audited)
For the six months period ended 30 June, 2024

		30 June 2024 (Un-audited)	31 December 2023 (Audited)
10	Deferred tax		
		----- AFN in '000 -----	
	Deferred tax assets / (liabilities) arising in respect of:		
	Provision on investments, placements, loans and advances and other assets	2,943	2,963
	Provision on guarantees and commercial letter of credits	52,484	51,321
	Deficit on revaluation of investments	10,803	13,198
	Carry forward taxable losses	306,424	341,669
	Accelerated tax depreciation and amortization	<u>(342,138)</u>	<u>(382,197)</u>
		<u>30,515</u>	<u>26,953</u>
	10.1		

10.1 Movement in temporary differences during the year

	Balance at 01 January 2023 AFN '000	Recognized in profit or loss AFN '000	Recognized in equity AFN '000	Balance at 31 December 2023 AFN '000	Recognized in profit or loss AFN '000	Recognized in equity AFN '000	Balance at 30 June 2024 AFN '000
Deferred tax assets arising in respect of:							
Provision on investments placements and other assets	6,334	(3,371)	-	2,963	(20)	-	2,943
Provision on guarantees and commercial letter of credits	36,442	14,879	-	51,321	1,164	-	52,484
Revaluation reserve on investments	18,999	-	(5,802)	13,198	-	(2,395)	10,803
Carry forward tax losses	<u>401,778</u>	<u>(60,109)</u>	<u>-</u>	<u>341,669</u>	<u>(35,245)</u>	<u>-</u>	<u>306,424</u>
	463,554	(48,602)	(5,802)	409,150	(34,102)	(2,395)	372,653
Deferred tax liabilities arising in respect of:							
Accelerated tax depreciation and amortization	<u>(449,752)</u>	<u>67,555</u>	<u>-</u>	<u>(382,197)</u>	<u>40,059</u>	<u>-</u>	<u>(342,138)</u>
	<u>(449,752)</u>	<u>67,555</u>	<u>-</u>	<u>(382,197)</u>	<u>40,059</u>	<u>-</u>	<u>(342,138)</u>
	<u>13,802</u>	<u>18,953</u>	<u>(5,802)</u>	<u>26,953</u>	<u>5,957</u>	<u>(2,395)</u>	<u>30,515</u>

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Afghanistan International Bank
Notes to the condensed interim financial information (Un-audited)
For the six months period ended 30 June, 2024

		30 June 2024 (Un-audited)	31 December 2023 (Audited)
11 Other assets	Note	----- AFN in '000 -----	
Advances to employees		17,524	23,013
Security deposits		456	455
Prepayments		252,086	272,722
Interest receivable		181,886	160,879
Advance income tax - net		44,040	44,040
Receivable from credit card service company - CSC		404,394	230,882
Other receivable and advances		60,398	47,852
		960,784	779,843
Allowance for ECL / impairment losses		(1,605)	(1,821)
		959,179	778,022
		----- AFN in '000 -----	
		30 June 2024 (Un-audited)	31 December 2023 (Audited)
12 Customers' deposits	Note	----- AFN in '000 -----	
Current deposits		25,409,968	39,614,126
Saving deposits		81,666	78,613
Islamic deposits	12.1	15,658,175	4,361,441
Cash margin held against bank guarantees and letters of credit		1,686,142	872,188
		42,835,951	44,926,368
12.1 Islamic deposits can be further analyzed as follows:			
Current deposits		14,609,491	3,533,761
Saving deposits		1,048,684	827,680
		15,658,175	4,361,441
		----- AFN in '000 -----	
		30 June 2024 (Un-audited)	31 December 2023 (Audited)
13 Lease liabilities	Note	----- AFN in '000 -----	
Opening balance		172,620	247,634
Lease rentals paid		(36,389)	(30,750)
Finance cost for the year		713	2,261
Exchange loss / (gain)		1,416	(46,525)
		138,359	172,620

Net

Afghanistan International Bank
Notes to the condensed interim financial information (Un-audited)
For the six months period ended 30 June, 2024

		<u>30 June 2024</u> (Un-audited)	<u>31 December 2023</u> (Audited)
	Note	----- AFN in '000 -----	
14 Other liabilities			
Accruals and other payables		11,947	16,629
Pending outward remittances	14.1	2,931	7,943
Provision for salaries and allowances		54,347	90,954
Payable to customers		20,858	20,685
Others		123,655	44,779
Provision on financial guarantees		262,422	256,603
		<u>476,160</u>	<u>437,593</u>

14.1 This represents amounts received on behalf of the customers, however, not credited in the respective customer accounts due to incomplete identification data.

		<u>30 June 2024</u> (Un-audited)	<u>31 December 2023</u> (Audited)
		----- AFN in '000 -----	
15 Share capital			
Authorized 30,000,000 (2023: 30,000,000) ordinary shares of USD 1 each		<u>1,465,071</u>	<u>1,465,071</u>
Issued, subscribed and paid-up - 30,000,000 (31 December 2023: 30,000,000)		<u>1,465,071</u>	<u>1,465,071</u>

15.1 Pursuant to letter no.918/703 dated 17 May 2010 issued by Da Afghanistan Bank (DAB), the Bank complies with the minimum paid-up capital requirement for commercial banks in Afghanistan amounting to AFN 1 billion or US \$ 20 million.

15.2 Horizon Associates LLC and Wilton Holding Limited each holds 46.25% of issued, subscribed and paid up capital while remaining 7.5% is held by International Finance Corporation which is same as per previous year.

16 Capital reserves

Article 93 Reserve Capital of Corporations and Limited Liability Companies Law of Afghanistan, requires that Bank should transfer 5% of its profit to Capital Reserve to compensate for future possible losses to the extent such capital reserves reach up to 25% of the Bank's capital. The Bank's capital reserves as at 30 June 2024 stood at AFN 434,088 thousands (30 June 2023: AFN 369,069 thousands).

		<u>30 June 2024</u> (Un-audited)	<u>31 December 2023</u> (Audited)
	Note	----- AFN in '000 -----	
17 Contingencies and commitments			
Contingencies			
Financial guarantees	17.1	<u>722,108</u>	<u>881,875</u>
17.1 These represent bid bonds and performance guarantees issued by the Bank in the normal course of business. These are 100% secured against the cash margin and counter guarantees.			
Commitments			
(a) Undrawn loan and overdraft facilities		<u>134,177</u>	<u>153,591</u>
		<u>134,177</u>	<u>153,591</u>

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Afghanistan International Bank
Notes to the condensed interim financial information (Un-audited)
For the six months period ended 30 June, 2024

		Six months ended	
		30 June 2024	30 June 2023
		(Un-audited)	(Un-audited)
18	Interest income - calculated using the effective interest method	----- AFN in '000 -----	
	Interest income on overnight deposits	48,899	47,321
	Placements	183,618	219,940
	Debt instruments at FVOCI	14,028	29,986
	Debt instruments at amortized cost	64,847	27,327
	Loans and advances to customers	19,065	35,370
		330,457	359,944
19	Fee and commission income		
	Income from domestics/international inward/outward remittances	237,568	369,396
	Customers' account service charges	22,152	27,445
	Income from electronic banking	34,479	47,373
	Income from guarantee arrangements	852	12,819
	Income from payroll disbursement services	21,792	21,013
	Physical cash management income	554,992	746,983
	Income from pay ID's services	56,542	59,965
	Others	3,973	2,427
		932,350	1,287,421
20	Credit losses / (reversal)- (net)		
The table below shows the ECL charges on financial instruments for the period recorded in the income statement:			
	Placements	6	77
	Investments	7	39
	Loans and advances	8	(2,975)
	Other assets	11	(216)
	Financial guarantees	14	5,819
			2,743
			(3,817)

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Afghanistan International Bank
Notes to the condensed interim financial information (Un-audited)
For the six months period ended 30 June, 2024

		Six months ended	
		30 June 2024 (Un-audited)	30 June 2023 (Un-audited)
21	General and administrative expenses	----- AFN in '000 -----	
	Salaries, bonus & other benefits	265,995	313,480
	Head office building support services	17,640	21,801
	Electricity, generator and fuel	29,891	50,054
	Repairs and maintenance	21,268	24,458
	Information technology cost	62,838	73,084
	Security cost	24,899	23,446
	Depreciation	135,481	149,956
	Amortization	73,209	75,967
	Directors fee and their meeting expenses	14,721	6,271
	Travelling and accommodation	14,485	13,891
	Communication, swift and internet	12,678	12,387
	Stationery and printing	9,220	8,662
	Legal and professional charges	68,936	117,127
	Asset management fee to investment advisors	6,516	13,141
	Auditors' remuneration	5,385	6,560
	Marketing and promotion	7,334	2,465
	Money service providers charges	37,014	21,073
	Insurance	55,959	57,109
	Subscriptions and memberships	418	298
	ATM expenses	11,853	438
	Others	47,179	45,541
		<u>922,919</u>	<u>1,037,209</u>
		----- AFN in '000 -----	
		Six months ended	
		30 June 2024 (Un-audited)	30 June 2023 (Un-audited)
22	Taxation	----- AFN in '000 -----	
	Current:		
	For the period	22.1	-
	Prior periods		-
	Deferred:		
	For the period	<u>5,957</u>	<u>22,190</u>
		<u>5,957</u>	<u>22,190</u>

22.1 Owing to carry forward tax losses, no provision for taxation has been made during the period.

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Afghanistan International Bank
Notes to the condensed interim financial information (Un-audited)
For the six months period ended 30 June, 2024

23 Related party transactions

The Bank has a related party relationship with its shareholders, their related entities, directors and key management personnel. The Bank had transactions with following related parties at mutually agreed terms during the year:

Nature of transactions	Directors and other key management personnel (and close family members)		Shareholders and its associated companies	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	----- AFN '000 -----			
(a) Loans and advances to related parties				
Loans outstanding at the beginning of the year	5,971	11,943	151,572	176,878
Loans issued during the year	-	5,971	161,058	-
Loans repayments during the year	-	(11,943)	(163,779)	(25,306)
Exchange gain	-	-	-	-
Loans outstanding at the end of the year	<u>5,971</u>	<u>5,971</u>	<u>148,851</u>	<u>151,572</u>
Interest income earned	<u>537</u>	<u>-</u>	<u>6,101</u>	<u>12,201</u>

Provision for expected credit losses on outstanding balances of loans and advances to related parties amounts to AFN 1,611 thousand (31 December 2023: AFN 1,628 thousand).

The facilities provided to related parties carry mark-up of 7% p.a. (31 December 2023: 7% p.a.) payable on monthly basis and are secured against mortgage of residential property and personal guarantees of directors and representative of shareholders of the Bank.

Nature of transactions	Directors and other key management personnel (and close family members)		Shareholders and its associated companies	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	----- AFN '000 -----			
(b) Deposits from related parties				
Deposits at the beginning of the year	47,722	49,635	16,157	21,295
Deposits received during the year	2,054	10,057	123,826	279,985
Deposits repaid during the year	(1,502)	(11,805)	(120,799)	(284,200)
Exchange rate difference	6	(165)	446	(923)
Deposits at the end of the year	<u>48,280</u>	<u>47,722</u>	<u>19,630</u>	<u>16,157</u>
Interest expense on deposits	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

These represent current account of related parties, which do not carry interest (31 December 2023: Nil).

Nature of transactions	Directors and other key management personnel (and close family members)		Shareholders and its associated companies	
	30 June 2024	30 June 2023	30 June 2024	30 June 2023
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
	----- AFN '000 -----			
(c) Other related party transactions				
Fee and commission income	-	-	432	-
Directors' fee	5,510	5,901	-	-
Rental expenses	-	-	21,580	22,986
			<u>30 June 2024</u>	<u>30 June 2023</u>
			(Un-audited)	(Un-audited)
			----- AFN in '000 -----	
(d) Key Management compensation				
Salaries and other short-term benefits			<u>32,693</u>	<u>35,624</u>
			<u>32,693</u>	<u>35,624</u>

Key Management personnel of the Bank include the Chief Executive Officer, Chief Financial Officer and Chief Operating Officer.

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Afghanistan International Bank
Notes to the condensed interim financial information (Un-audited)
For the six months period ended 30 June, 2024

	30 June 2024	30 June 2023
	(Un-audited)	(Un-audited)
	----- AFN in '000 -----	
24 Cash and cash equivalents		
Cash in hand and at ATMs	19,860,966	30,744,135
Balances with DAB (other than minimum reserve requirement)	1,605,183	1,000,715
Balances with other banks	4,148,659	3,768,204
Placements (with maturity less than three months)	994,280	2,022,175
	<u>26,609,088</u>	<u>37,535,229</u>

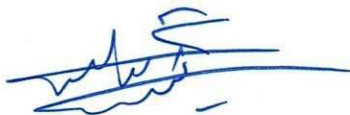
25 General

25.1 The figures in this condensed interim financial statements have been rounded off to the nearest thousands.

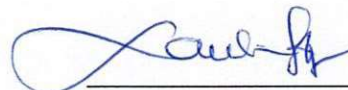
26 Date of authorization for issue

This condensed interim financial statements were authorized for issue by the Board of Supervisors of the Bank on 08-Aug-2024.

Muel



***Chief Executive Officer**



Chief Financial Officer

***Acting**