

**BAC INTERNATIONAL BANK, INC.
AND SUBSIDIARIES**

(Panama, Republic of Panama)

**Condensed Consolidated Interim
Financial Statements**

As of June 30, 2026 and December 31, 2025 and
for the six-month periods ended June 30, 2026 and 2025

(With Independent Auditors' Report
on review of Condensed Consolidated
Interim Financial Statements)

(FREE ENGLISH LANGUAGE TRANSLATION
FROM THE SPANISH VERSION)

BAC INTERNATIONAL BANK, INC. AND SUBSIDIARIES
(Panama, Republic of Panama)

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INDEPENDENT AUDITORS' REVIEW REPORT OF INTERIM FINANCIAL INFORMATION

To the Board of Directors and Shareholders
BAC International Bank, Inc.

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of BAC International Bank, Inc. and subsidiaries (the "Bank") as of June 30, 2026, the condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the six months period then ended, and notes to the interim financial information ("the condensed consolidated interim financial information"). Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with IAS 34, "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed consolidated 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 condensed consolidated interim financial information as of June 30, 2026 is not prepared, in all material respects, in accordance with IAS 34, "Interim Financial Reporting".

Other Legal and Regulatory Requirements

In compliance with Law 280 of December 30, 2021, which regulates the certified public accountant profession in the Republic of Panama, we declare the following:

- That the direction, execution, and supervision of this audit work have been physically performed in the Panamanian territory for those entities or business activities within the group that perform operations that are perfected, consummated, or take effect within the Republic of Panama.
- The audit partner who has prepared this independent auditors' report is Alexis Muñoz Giroldi.
- The audit work team that has participated in the audit of the Bank to which this report refers to, is composed of Alexis Muñoz Giroldi, partner; and Sonia Sosa, senior manager.

KPMG (SIGNED)

ALEXIS MUÑOZ GIROLDI (SIGNED)

Panama, Republic of Panama
August 31, 2026

Alexis Muñoz Giroldi
Partner
C.P.A. 702-2003

BAC INTERNATIONAL BANK, INC. AND SUBSIDIARIES

(Panama, Republic of Panama)

**Condensed Consolidated Statement of Financial Position**

As of June 30, 2026

(In U.S. dollars)

<u>Assets</u>	<u>Note</u>	<u>June 30, 2026</u>	<u>December 31, 2025</u>
Cash and cash equivalents	6	903,779,725	1,050,626,169
Securities purchased under resale agreements	4, 7	4,025,254	3,125,890
Deposits in banks:			
Demand		4,295,248,899	4,354,255,431
Time deposits		873,827,673	874,629,959
Allowance for impairment on deposits in banks	4	(19,078)	(35,874)
Total deposits in banks, net	4	<u>5,169,057,494</u>	<u>5,228,849,516</u>
Total cash, cash equivalents and deposits in banks	4, 6	<u>6,076,862,473</u>	<u>6,282,601,575</u>
Investment securities, net	4, 8	6,399,818,126	4,989,837,727
Loans:			
Loans granted		32,974,068,741	28,291,042,373
Accrued interest receivable		257,306,698	202,526,830
Unearned commissions		(66,210,099)	(71,088,927)
Total loans	9	<u>33,165,165,340</u>	<u>28,422,480,276</u>
Allowance for impairment on loans	4, 9	<u>(874,727,970)</u>	<u>(765,061,321)</u>
Loans, net	4, 9	<u>32,290,437,370</u>	<u>27,657,418,955</u>
Property and equipment, net		675,915,061	601,218,862
Acceptances outstanding		62,284,839	5,080,538
Other accounts receivable, net		537,880,801	485,838,780
Goodwill		337,116,591	336,084,994
Intangible assets, net		121,673,737	101,613,718
Deferred income tax		83,994,896	52,430,078
Other assets		<u>316,965,987</u>	<u>234,955,001</u>
Total assets		<u><u>46,902,949,881</u></u>	<u><u>40,747,080,228</u></u>

The condensed consolidated statement of financial position should be read in conjunction with the notes notes which are part integral of the condensed consolidated interim financial statements.

<u>Liabilities and Equity</u>	<u>Note</u>	<u>June 30, 2026</u>	<u>December 31, 2025</u>
<u>Liabilities</u>			
Deposits from customers:			
Demand		12,172,262,822	11,359,804,085
Savings		8,901,794,807	7,764,751,403
Time deposits		13,981,383,852	11,089,588,461
Total deposits from customers	10	<u>35,055,441,481</u>	<u>30,214,143,949</u>
Securities sold under repurchase agreements		63,660,937	39,621,845
Financial obligations	11	3,481,041,627	3,202,906,524
Other financial obligations	12	2,207,446,016	1,787,385,012
Lease liabilities	13	125,880,820	112,273,451
Acceptances outstanding		62,284,839	5,080,538
Income tax payable		24,844,200	32,661,949
Deferred income tax		94,853,079	94,364,752
Provisions		129,612,048	97,756,776
Accounts payable and other liabilities		909,459,248	784,245,427
Total liabilities		<u>42,154,524,295</u>	<u>36,370,440,223</u>
<u>Equity</u>			
Common stock	14	850,000,000	834,708,000
Additional paid-in capital		282,939,661	140,897,488
Treasury stock		(463,672)	(5,218,370)
Retained earnings		3,142,040,787	3,187,862,060
Regulatory reserves		519,450,922	426,903,630
Comprehensive losses		(45,882,418)	(208,834,691)
Total equity attributable to owners of the Bank		<u>4,748,085,280</u>	<u>4,376,318,117</u>
Non-controlling interests		340,306	321,888
Total equity		<u>4,748,425,586</u>	<u>4,376,640,005</u>
Total liabilities and equity		<u><u>46,902,949,881</u></u>	<u><u>40,747,080,228</u></u>

BAC INTERNATIONAL BANK, INC. AND SUBSIDIARIES

(Panama, Republic of Panama)

**Condensed Consolidated Statement of Profit or Loss**

For the six-months period ended June 30, 2026

(In U.S. dollars)

	Note	June 30, 2026	2025
Interest income:			
Deposits in banks		36,591,622	31,525,000
Investments in securities		163,281,641	146,506,825
Loans		1,561,748,869	1,491,251,458
Total interest income		1,761,622,132	1,669,283,283
Interest expense:			
Deposits from customers		433,386,005	453,294,720
Financial obligations		90,420,527	89,219,824
Other financial obligations		80,425,323	74,056,977
Securities sold under repurchase agreements		1,367,255	4,127,642
Lease liabilities	13	3,082,106	2,917,552
Total interest expense		608,681,216	623,616,715
Net interest income		1,152,940,916	1,045,666,568
Credit risk impairment losses (reversal):			
Loans	4	315,312,731	291,159,627
Deposits in banks and investments in securities	4	281,492	674,360
Other accounts receivable	4	1,747,395	21,917
Commitments and guarantees	4	(151,295)	(303,676)
Total credit risk impairment loss, net		317,190,323	291,552,228
Net interest income after credit risk impairment losses		835,750,593	754,114,340
Other income (expenses):			
Commissions and service charges income		1,205,677,282	1,064,252,555
Commissions and other charges		(533,016,797)	(445,640,917)
Gain on financial instruments, net	15	21,009,908	15,344,301
Foreign currency translation, net		(103,046,370)	(4,294,494)
Other income		10,719,249	11,704,563
Total other income, net		601,343,272	641,366,008
Operating expenses:			
Salaries and employee benefits		377,158,039	363,279,756
Depreciation and amortization		72,566,542	74,800,187
Administrative expenses		64,464,786	62,761,896
Occupancy and related expenses		20,018,490	18,641,168
Other expenses		416,188,330	358,837,865
Total operating expenses		950,396,187	878,320,872
Income before income tax		486,697,678	517,159,476
Current income tax		(137,089,748)	(121,484,320)
Deferred income tax		6,846,234	(7,424,536)
Net income		356,454,164	388,250,620
Net income attributable to:			
Controlling interest		356,426,252	388,226,635
Non-controlling interest		27,912	23,985
		356,454,164	388,250,620

The condensed consolidated statement of profit or loss should be read in conjunction with the notes which are part of the condensed consolidated interim financial statements.

BAC INTERNATIONAL BANK, INC. AND SUBSIDIARIES

(Panama, Republic of Panama)

**Condensed Consolidated Statement of Comprehensive Income**

For the six-months period ended June 30, 2026

(In U.S. dollars)

	June 30,	
	<u>2026</u>	<u>2025</u>
Net income	<u>356,454,164</u>	<u>388,250,620</u>
Comprehensive income:		
Items that will not be reclassified to profit or loss:		
Employee benefit plan - change in actuarial effect	(2,759)	(145,415)
Net change in fair value of equity investments	772,733	30,232
Items that are or may be reclassified to profit or loss:		
Foreign currency translation	166,902,417	(4,768,040)
Valuation of investments at FVOCI:		
Net amount reclassified to profit or loss	(20,194,943)	(10,950,057)
Net change in fair value	13,987,921	35,931,478
Unrealized gains on insurance contracts	(177,267)	0
Total comprehensive income	<u>161,288,102</u>	<u>20,098,198</u>
Total comprehensive income for the year	<u><u>517,742,266</u></u>	<u><u>408,348,818</u></u>
Total comprehensive income attributable to:		
Controlling interest	517,716,436	408,329,283
Non-controlling interest	25,830	19,535
	<u><u>517,742,266</u></u>	<u><u>408,348,818</u></u>

The condensed consolidated statement of comprehensive income should be read in conjunction with the notes which are part of the condensed consolidated interim financial statements.

BAC INTERNATIONAL BANK, INC. AND SUBSIDIARIES

(Panama, Republic of Panama)


Condensed Consolidated Statement of Changes in Equity

For the six-months period ended June 30, 2026

(In U.S. dollars)

	Attributable to the Bank's owners						Total equity attributable to owners of the Bank	Non-controlling interests	Total equity
	Common stock	Additional paid in capital	Treasury stocks	Retained earnings	Regulatory reserves	Comprehensive income (losses)			
Balance as of January 1, 2025	834,708,000	140,897,488	(5,218,370)	2,742,356,715	408,272,595	(310,695,272)	3,810,321,156	290,611	3,810,611,767
Net income	0	0	0	388,226,635	0	0	388,226,635	23,985	388,250,620
Comprehensive income:									
Employee benefit plan - change in actuarial effect	0	0	0	0	0	(145,370)	(145,370)	(45)	(145,415)
Net change in fair value of equity investments	0	0	0	0	0	30,232	30,232	0	30,232
Foreign currency translation	0	0	0	0	0	(4,764,391)	(4,764,391)	(3,649)	(4,768,040)
Valuation of FVOCI investments:									
Net amount reclassified to profit or loss	0	0	0	0	0	(10,950,057)	(10,950,057)	0	(10,950,057)
Net change in fair value	0	0	0	0	0	35,932,234	35,932,234	(756)	35,931,478
Total comprehensive income	0	0	0	0	0	20,102,648	20,102,648	(4,450)	20,098,198
Total comprehensive income for the year	0	0	0	388,226,635	0	20,102,648	408,329,283	19,535	408,348,818
Other changes in equity:									
Regulatory reserves	0	0	0	(20,153,727)	20,153,727	0	0	0	0
Supplemental tax	0	0	0	1,024,317	0	0	1,024,317	0	1,024,317
Transactions with the Bank's owners:									
Contributions and distributions:									
Dividends declared	0	0	0	(190,000,000)	0	0	(190,000,000)	(18)	(190,000,018)
Total transactions with the Bank's owners	0	0	0	(190,000,000)	0	0	(190,000,000)	(18)	(190,000,018)
Balance as of June 30, 2025	<u>834,708,000</u>	<u>140,897,488</u>	<u>(5,218,370)</u>	<u>2,921,453,940</u>	<u>428,426,322</u>	<u>(290,592,624)</u>	<u>4,029,674,756</u>	<u>310,128</u>	<u>4,029,984,884</u>
Balance as of January 1, 2026	834,708,000	140,897,488	(5,218,370)	3,187,862,060	426,903,630	(208,834,691)	4,376,318,117	321,888	4,376,640,005
Net income	0	0	0	356,426,252	0	0	356,426,252	27,912	356,454,164
Comprehensive income:									
Employee benefit plan - change in actuarial effect	0	0	0	0	0	(2,751)	(2,751)	(8)	(2,759)
Net change in fair value of equity investments	0	0	0	0	0	772,733	772,733	0	772,733
Foreign currency translation	0	0	0	0	0	166,904,848	166,904,848	(2,431)	166,902,417
Valuation of FVOCI investments:									
Net amount reclassified to profit or loss	0	0	0	0	0	(20,194,799)	(20,194,799)	(144)	(20,194,943)
Net change in fair value	0	0	0	0	0	13,987,420	13,987,420	501	13,987,921
Net change in unrealized gains on insurance contracts	0	0	0	0	0	(177,267)	(177,267)	0	(177,267)
Total comprehensive income	0	0	0	0	0	161,290,184	161,290,184	(2,082)	161,288,102
Total comprehensive income for the year	0	0	0	356,426,252	0	161,290,184	517,716,436	25,830	517,742,266
Other changes in equity:									
Regulatory reserves	0	0	0	7,905,493	(7,905,493)	0	0	0	0
Supplemental tax	0	0	0	1,140,640	0	0	1,140,640	0	1,140,640
Merger by absorption (Note 24)	0	162,552,543	0	186,706,342	100,452,785	1,662,089	451,373,759	0	451,373,759
Transactions with the Bank's owners:									
<u>Changes in ownership interests</u>									
Repurchase of fractional shares	0	0	(463,672)	0	0	0	(463,672)	0	(463,672)
Contributions and distributions:									
Capitalization of additional paid-in capital and common stock restructuring (Note 14 and 24)	15,292,000	(20,510,370)	5,218,370	0	0	0	0	0	0
Dividends declared	0	0	0	(598,000,000)	0	0	(598,000,000)	(7,412)	(598,007,412)
Total transactions with the Bank's owners	<u>15,292,000</u>	<u>(20,510,370)</u>	<u>4,754,698</u>	<u>(598,000,000)</u>	<u>0</u>	<u>0</u>	<u>(598,463,672)</u>	<u>(7,412)</u>	<u>(598,471,084)</u>
Balance as of June 30, 2026	<u>850,000,000</u>	<u>282,939,661</u>	<u>(463,672)</u>	<u>3,142,040,787</u>	<u>519,450,922</u>	<u>(45,882,418)</u>	<u>4,748,085,280</u>	<u>340,306</u>	<u>4,748,425,586</u>

The condensed consolidated statement of changes in equity should be read in conjunction with the notes which are part of the condensed consolidated interim financial statements.

BAC INTERNATIONAL BANK, INC. AND SUBSIDIARIES

(Panama, Republic of Panama)

**Condensed Consolidated Statement of Cash Flows**

For the six-months period ended June 30, 2026

(In U.S. dollars)

	<u>Note</u>	<u>June 30,</u> <u>2026</u>	<u>2025</u>
Cash flows from operating activities:			
Net income		356,454,164	388,250,620
Adjustments to reconcile net income and cash by operating activities:			
Depreciation and amortization		72,566,542	74,800,187
Credit risk impairment losses (reversal):			
Loans	4	315,312,731	291,159,627
Deposits in banks and investment securities	4	281,492	674,360
Other accounts receivable	4	1,747,395	21,917
Commitments and guarantees	4	(151,295)	(303,676)
Impairment loss on foreclosed assets		2,900,885	1,585,257
Net loss on sale and disposal of property and equipment		630,996	459,700
Net loss on disposals of intangible assets		104	211,772
Net gain on sale of foreclosed assets		(641,347)	(2,017,458)
Net loss on disposals of foreclosed assets		804	111,880
Net interest income		(1,152,940,916)	(1,045,666,568)
Gain on financial instruments, net	15	(21,009,908)	(15,344,301)
Dividends on equity securities		(642,084)	(729,465)
Income tax expense		130,243,514	128,908,856
Changes in operating assets and liabilities:			
Deposits with original maturity greater than 90 days		15,918,873	7,187,448
Investments in securities		7,293,725	(25,437,032)
Loans		(498,432,726)	(1,466,573,080)
Other accounts receivable		56,289,645	(23,991,737)
Other assets		1,083,002	(13,260,240)
Deposits from customers		999,921,387	504,838,587
Securities sold under repurchase agreements		23,331,433	(63,887,399)
Accounts payable and other liabilities		2,941,524	26,031,155
Cash generated by operations:			
Interest received		1,714,753,464	1,618,774,920
Interest paid		(610,160,150)	(621,331,335)
Dividends received		642,084	729,465
Income tax paid		(157,631,841)	(118,226,795)
Net cash provided (used in) by operating activities		<u>1,260,703,497</u>	<u>(353,023,335)</u>
Cash flows from investment activities:			
Proceeds from sale of investment securities		1,471,403,072	644,560,953
Maturities and prepayments of investment securities		3,793,219,727	2,653,868,497
Purchase of investment securities		(6,253,033,537)	(3,251,038,899)
Purchase of property and equipment		(32,050,370)	(39,377,873)
Proceeds from sale of property and equipment		706,658	210,866
Acquisition of intangible assets		(22,696,062)	(25,989,310)
Proceeds from sale of foreclosed assets		19,671,534	15,879,771
Net cash used in investment activities		<u>(1,022,778,978)</u>	<u>(1,885,995)</u>
Cash flows from financing activities:			
Proceeds from financial obligations	11	1,091,980,361	1,196,090,475
Payment of financial obligations	11	(1,229,070,031)	(1,273,796,368)
Proceeds from other financial obligations	12	43,790,774	212,465,657
Payment of other financial obligations	12	(53,637,346)	(47,048,634)
Payment of lease liabilities	13	(16,273,144)	(17,219,895)
Paid dividends		(597,988,918)	(83,996,776)
Repurchase of fractional shares	14, 24	(463,672)	0
Net cash used in financing activities		<u>(761,661,976)</u>	<u>(13,505,541)</u>
Effect of exchange rate fluctuations on cash held		264,968,394	(24,053,340)
Net decrease in cash and cash equivalents		(258,769,063)	(392,468,211)
Cash incorporated through the merger by absorption	24	68,901,828	0
Cash and cash equivalents at the beginning of the period		6,255,753,202	5,608,725,272
Cash and cash equivalents at the end of the period	6	<u>6,065,885,967</u>	<u>5,216,257,061</u>

The condensed consolidated statement of cash flows should be read in conjunction with the notes which are part of the condensed consolidated interim financial statements.

Notes to the Condensed Consolidated Interim Financial Statements

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Notes to the Condensed Consolidated Interim Financial Statements

June 30, 2026

(In U.S. dollars)

(1) Organization

BAC International Bank, Inc. (the "Bank") was incorporated on August 25, 1995, in Panama City, Republic of Panama, as a banking institution and bank holding company.

Until May 9, 2025, the Bank's shareholding structure was as follows: 90.5339% was held by BAC International Corporation (BIC), 9.4622% by BAC Holding International Corp. (the "Parent Company"), and 0.0039% by other shareholders. On May 9, 2025, the Parent Company made an additional capital contribution to its direct subsidiary, BIC, through the transfer of its shares in BAC International Bank, Inc. As a result of this transaction, BIC's ownership interest in the Bank increased to 99.9961%, while the remaining 0.0039% continued to be held by other shareholders.

As part of a corporate reorganization among entities under common control within BAC International Corporation ("BIC"), on June 6, 2026, BAC International Bank, Inc. (the "Bank") absorbed Multi Financial Group, Inc. ("MFG") and Multibank, Inc. ("MBK") through a merger by absorption. This transaction did not constitute a business combination involving third parties but rather a reorganization of entities under common control within BIC. Accordingly, the assets, liabilities, and equity of MFG, MBK and their subsidiaries were incorporated into the Bank's consolidated financial statements as of the effective date of the merger, at the carrying amounts previously recognized in the consolidated financial statements of BIC. Following the merger by absorption, MFG and MBK ceased to exist as separate legal entities and, therefore, are not included in the list of subsidiaries as of June 30, 2026. Further information regarding this transaction and its effects on the condensed consolidated financial statements is disclosed in Note 24, "Merger by Absorption and Share Capital Restructuring."

The Parent Company's shares are listed on the Latin America Stock Exchange S.A. ("Latinex") and on the Colombian Stock Exchange ("BVC").

These condensed consolidated interim financial statements as of June 30, 2026, include the Bank and its subsidiaries, which are jointly referred to as "the Bank".

BAC International Bank, Inc. provides, directly and indirectly through its subsidiaries, a wide variety of financial services to individual clients and institutions in Central America: Guatemala, El Salvador, Honduras, Nicaragua, Costa Rica and Panama.

Banking operations in the Republic of Panama are regulated and supervised by the Superintendency of Banks of Panama, in accordance with the legislation established by Executive Decree No.52 of April 30, 2008, which adopts the consolidated text of Decree Law No.9 of February 26, 1998, as amended by Decree Law No.2 of February 22, 2008. This legal framework establishes the banking regime of the Republic of Panama and creates the Superintendency of Banks, along the regulations governing its operation.

Notes to the Condensed Consolidated Interim Financial Statements

(1) Organization, continued

The Parent Bank consolidates directly and indirectly with the following entities:

Subsidiary	Core Business	Country	Total voting rights held by the Bank
BAC Bahamas Bank Limited.	Banking	Bahamas	100.0000%
BAC Valores (Panama) Inc.	Securities broker	Panama	100.0000%
Rudas Hill 2 S.A.	Asset management	Panama	100.0000%
Promotora Prosperidad, S.A.	Asset management	Panama	100.0000%
Multi Securities Inc.	Securities broker	Panama	100.0000%
Multibank Seguros, S.A.	Insurance	Panama	100.0000%
MB Creditos, S.A.	Financial services	Costa Rica	100.0000%
Multi Trust, Inc.	Trust Services	Panama	100.0000%
BAC Tech Inc.	Holding	Panama	100.0000%
Move Tech International Inc.	Holding	Panama	100.0000%
3-101-934237 S.A.	Services	Costa Rica	100.0000%
Namutek Panama S.A.	Holding	Panama	100.0000%
Namutek S.A.	Telematic services	Costa Rica	100.0000%
Comunicaciones Inalambricas de Centroamerica S.A.	Telematic services	Nicaragua	98.0000%
BAC Latam SSC S.A.	Services	Costa Rica	100.0000%
BAC Latam Honduras, S.A.	Services	Honduras	100.0000%
Banco de America Central S.A.	Banking	Guatemala	99.9999%
Financiera de Capitales S.A.	Financial services	Guatemala	99.9996%
BAC Valores de Guatemala S.A.	Securities broker	Guatemala	99.9929%
Credomatic de Guatemala S.A.	Card Industry	Guatemala	99.9999%
Negocios y Transacciones Institucionales S.A.	Leasing	Guatemala	99.9958%
Banco de America Central Honduras S.A.	Banking	Honduras	99.9776%
Credomatic de Honduras S.A.	Card Industry	Honduras	99.9999%
Administradora de Fondos de Pensiones y Cesantias BAC Pensiones Honduras S.A.	Mutual funds	Honduras	100.0000%
Inversiones Financieras Banco de America Central S.A.	Holding	El Salvador	99.9987%
Banco de America Central S.A.	Banking	El Salvador	99.9999%
Credomatic de El Salvador S.A.	Card Industry	El Salvador	99.9997%
Sistemas Internacionales S.A.	Holding	El Salvador	99.9948%
Credit Systems, Inc.	Banking	Panama	100.0000%
Corporacion Tenedora BAC COM S.A.	Holding	Nicaragua	99.9850%
Banco de America Central S.A.	Banking	Nicaragua	99.9999%
Almacenes Generales de Deposito BAC S.A.	Bonded warehouse	Nicaragua	99.9994%
Credito S.A.	Card Industry	Nicaragua	99.6631%
Corporacion de Inversiones Credomatic S.A.	Holding	Costa Rica	100.0000%
Corporacion Tenedora BAC Credomatic S.A.	Holding	Costa Rica	100.0000%
Banco BAC San Jose S.A.	Banking	Costa Rica	100.0000%
BAC San Jose Puesto de Bolsa S.A.	Securities broker	Costa Rica	100.0000%
BAC San Jose Leasing S.A.	Leasing	Costa Rica	100.0000%
BAC San Jose Sociedad de Fondos de Inversion S.A.	Mutual funds	Costa Rica	100.0000%
BAC San Jose Pensiones S.A.	Mutual funds	Costa Rica	100.0000%
BAC Credomatic Corredora de Seguros S.A.	Insurance	Costa Rica	100.0000%
Agencia de Viajes Intertur S.A.	Travel agency	Costa Rica	100.0000%
Credomatic of Florida, Inc.	Card Industry	United States of America	100.0000%
Red Land Bridge Reinsurance Ltd.	Reinsurance	Grand Cayman	100.0000%

Notes to the Condensed Consolidated Interim Financial Statements

(2) Basis of preparation of the condensed consolidated interim financial statements

(a) Basis of accounting

The Bank prepares its condensed consolidated interim financial statements incorporating its controlled entities. The Bank controls an entity if and only if it meets the following elements:

- Power over the entity that gives the Bank the right to direct any relevant activity that significantly affects the entity's performance.
- Exposure or rights to variable returns from their participation in the entity.
- Ability to affect those returns through its power over the entity.

To comply with this requirement, the Bank performs an annual reassessment of all its contractual relationships. No new entities are required to be consolidated as a result of this process, including structured entities.

The financial statements of the Bank's subsidiaries are included in the condensed consolidated interim financial statements from the date which the Bank acquired control or until the date which control is lost.

During the consolidation process, the Bank consolidates the assets, liabilities and profits or losses of the entities under control, previously aligning the accounting policies in all its subsidiaries. Such process includes the elimination of intragroup balances and transactions and any unrealized and realized income and expenses (except foreign currency translation gains or losses and taxes that are not subject to elimination) arising from intragroup transactions. Unrealized and realized losses are eliminated in the same way as unrealized and realized gains, but only to the extent that there is no evidence of impairment.

(b) Basis of accounting

The condensed interim consolidated financial statements have been prepared in accordance with IAS 34 *"Interim Financial Reporting"* and should be read in conjunction with the most recent annual consolidated financial statements as of and for the year ended December 31, 2025 (the "latest annual consolidated financial statements"). The condensed interim consolidated financial statements do not include all the information required for a complete set of consolidated financial statements prepared in accordance with IFRS accounting standards. However, selected explanatory notes are included to explain events and transactions that are significant for understanding the changes in the Bank's financial position and performance since the latest annual consolidated financial statements.

The condensed consolidated interim financial statements were authorized for issuance by the Bank's management on August 27, 2026.

Notes to the Condensed Consolidated Interim Financial Statements

(2) Basis of Preparation of the condensed consolidated interim financial statements, continued

(c) Basis of measurement

The condensed consolidated interim financial statements have been prepared on a historical cost basis, except for the following material items, which are measured as follows on each reporting date:

	Basis of measurement
Investments at FVPL	Fair value
Investments at FVOCI	Fair value
Foreclosed assets	Lower of carrying amount and fair value less cost to sell

Initially, the Bank recognizes financial instruments on the date on which they are settled. Investments in securities are recorded when they are traded and loans at amortized cost when settled.

(d) Functional and presentation currency

Items included in the condensed consolidated interim financial statements of each entity of the Bank are determined using the currency of the primary economic environment in which each entity operates (functional currency).

The condensed consolidated interim financial statements are presented in US dollars, the functional currency of the Bank.

(e) Use of estimates and judgments

In preparing these condensed consolidated interim financial statements, management is required to make judgments, estimates and assumptions that affect the application of Bank's accounting policies and the reported amounts of assets, liabilities, revenues and expenses.

Judgments, assumptions and uncertainties in estimates

Information about judgments made in applying accounting policies that have the most significant effects on the amounts recognized in the condensed consolidated interim financial statements, is disclosed in note 5.

(3) Material accounting policies

The Bank has consistently applied the accounting policies described in its annual consolidated financial statements as of December 31, 2025, except for the accounting policy applicable to transactions among entities under common control described below. These accounting policies have been applied consistently by the Bank in the preparation of these condensed consolidated interim financial statements.

(a) Transactions among entities under common control

Transactions involving entities under common control are accounted for using the predecessor carrying value method. Under this method, the assets, liabilities and equity of the transferred entities are recognized at the carrying amounts previously recorded in the consolidated financial statements of BAC International Corporation ("BIC") immediately prior to the transaction.

Notes to the Condensed Consolidated Interim Financial Statements

(3) Material accounting policies, continued

Accordingly, no goodwill or bargain purchase gains are recognized as a result of such transactions. Any difference between the consideration transferred and the carrying value of the net assets received is recognized directly in equity.

During the six-month period ended June 30, 2026, the Bank completed a merger by absorption involving entities under common control and accounted for the transaction in accordance with this policy. Further information regarding the transaction is disclosed in Note 24, "Merger by Absorption and Share Capital Restructuring."

(b) IFRS accounting standards issued but not yet adopted

New IFRS Accounting Standards, interpretations and amendments have been issued but are not yet mandatory as of June 30, 2026, and have not been early adopted by the Bank.

Amendments	Mandatory application for annual periods beginning on:
IFRS 18: Presentation and Disclosure in the Financial Statements	January 1, 2027

IFRS 18, which replaces IAS 1, will be mandatorily effective as of January 1, 2027, and will require the presentation of a new classification of income and expenses as operating, investing, and financing activities in the statement of profit or loss, introducing the presentation of certain specific totals and subtotals. The most significant change relates to the mandatory inclusion of the subtotal "Operating profit or loss." The other mandatory subtotals are "Profit or loss for the year" and "Profit or loss before financing and income tax."

The objective of this new structure is to reduce diversity in the presentation of the statement of profit or loss and improve comparability among entities, thereby facilitating users' understanding.

The Bank has not early adopted IFRS 18 and is currently assessing the impact of its application, including the potential effects on comparative figures for prior periods. As of the reporting date, such effects have not yet been quantified and will be disclosed in the consolidated financial statements when reasonably estimable information becomes available.

The Bank does not expect the adoption of IFRS 19 to have a significant impact on its financial statements.

Notes to the Condensed Consolidated Interim Financial Statements

(3) Material accounting policies, continued

(c) Non-material corrections

Non-material amounts in the June 30, 2025 condensed consolidated interim financial statements have been corrected to conform with the presentation of the condensed consolidated interim financial statements as of June 30, 2026 and to enhance comparability between periods. One of the corrections relates to the presentation of certain commission income and related costs within a reinsurance subsidiary. Accordingly, comparative amounts have been corrected to conform to the current-period presentation. The correction did not affect profit for the period, total assets, total liabilities, shareholders' equity, or cash flows.

The following table summarizes the identified non-material correction:

	June 30, 2025		
	Previously reported amount (1)	Correction	Corrected amount
Consolidated statement of profit or loss			
Other income (expenses):			
Commissions and services charges income	1,072,100,464	(7,847,909)	1,064,252,555
Operating expenses:			
Other expenses	366,685,774	(7,847,909)	358,837,865

(1) The "Previously reported amount" corresponds to the amount originally presented in the June 30, 2025 consolidated financial statements prior to the presentation correction described above.

(4) Risk management

Risk management is a fundamental part of the Bank. It has an infrastructure to comprehensively manage risks, in order to ensure a responsible and sustainable growth in time, to maintain the confidence of its stakeholders, and to assure with reasonable certainty the fulfillment of its short, medium and long-term goals, through a balance between meeting objectives and taking risks, in line with the corporate strategy.

Classification of financial assets

See the classification under IFRS 9 in accounting policies in note 3 (c) of the annual consolidated financial statements as of December 31, 2025.

The following table provides a reconciliation between line items in the condensed consolidated Interim statement of financial position and categories of financial instruments.

	June 30, 2026					
	Designated FVPL – debt instruments	Designated FVPL – equity instruments	FVOCI – debt instruments	FVOCI – equity instruments	AC	Total
Cash, cash equivalents and deposits in banks	0	0	0	0	6,076,862,473	6,076,862,473
Investments in securities, net	45,278,206	21,650,651	6,000,798,124	3,977,473	328,113,672	6,399,818,126
Loans, net	0	0	0	0	32,290,437,370	32,290,437,370
Other accounts receivable, net	0	0	0	0	537,880,801	537,880,801
Total financial assets	<u>45,278,206</u>	<u>21,650,651</u>	<u>6,000,798,124</u>	<u>3,977,473</u>	<u>39,233,294,316</u>	<u>45,304,998,770</u>

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

	December 31, 2025					
	Designated FVPL – debt instruments	Designated FVPL - equity instruments	FVOCI - debt instruments	FVOCI - equity instruments	AC	Total
Cash, cash equivalents and deposits in banks	0	0	0	0	6,282,601,575	6,282,601,575
Investments in securities, net	25,870,930	19,802,916	4,753,074,082	3,200,766	187,889,033	4,989,837,727
Loans, net	0	0	0	0	27,657,418,955	27,657,418,955
Other accounts receivable, net	0	0	0	0	485,838,780	485,838,780
Total financial assets	<u>25,870,930</u>	<u>19,802,916</u>	<u>4,753,074,082</u>	<u>3,200,766</u>	<u>34,613,748,343</u>	<u>39,415,697,037</u>

As of June 30, 2026 and December 31, 2025, all of the financial liabilities held by the Bank are classified at amortized cost.

The Bank is exposed to the following risks from financial instruments:

- Credit risk,
- Liquidity risk,
- Market risk and
- Operational risk.

For the management of these risks, an organizational framework based on current regulations in the region on risk management has been defined. This framework includes policies, procedures and a human and technical infrastructure to identify, analyze and assess risks, as well as to set adequate limits and controls, monitor risk management and comply with defined limits.

These policies and risk management systems are periodically reviewed, updated and reported to the respective committees, to ensure they reflect changes in market conditions, products and services offered.

The Bank, through its management standards and procedures, develops a disciplined and constructive control environment in which all employees understand their roles and obligations.

The periodic oversight and management of risks is conducted through the following corporate governance bodies, established both regionally and in the countries where the Bank operates: Comprehensive Risk Management Committee, Assets and Liabilities Committee (ALICO), Compliance Committee, Credit Committee, and Audit Committee.

(a) Credit risk

Credit risk is the risk of financial loss incurred by the Bank when a client or counterparty fails to meet its contractual obligations. Its arises primarily from deposits with banks, investments in securities, and loans receivable.

To mitigate credit risk, risk management policies establish processes and controls to follow for the approval of loans or credit facilities. The Bank structures acceptable credit risk levels by setting limits on the amount of risk that is assumed in relation to one borrower or group of borrowers, and geographic segments. These credits are constantly controlled and subject to periodic review.

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

Exposure to credit risk is managed through periodic analysis of the borrowers' or potential borrowers' capacity to pay principal and interest. Exposure to credit risk is also mitigated in part through collateral, corporate and personal guarantees.

Credit is managed through policies that have been clearly defined by the Board of Directors and are reviewed and modified periodically based on changes and expectations in the market where the Bank operates, regulations and other factors considered while preparing these policies.

The Bank uses a series of credit reports to assess portfolio performance and provisioning requirements, and particularly to anticipate events that could adversely affect a borrower's financial condition in the future.

The Bank has a regional guideline on investments that defines the general profile for the investment portfolio and establishes two large maximum levels to control the investments' exposure: a limit on country risk and issuer risk. The country's risk limits are set based on an internal qualification scale and are measured as percentages of the Bank's equity or as absolute amounts. The guideline includes approval schemes and attributions for new limits or increases on existing limits.

Compliance with this guideline is monitored daily through the Treasury and Risk Management module (TRM) of SAP. This tool enables the documentation of the entire investment process, including new approvals, increases or decreases in limits, purchases and sales, as well as the monitoring of exposures by issuer and the utilization of the assigned limits.

The Board of Directors has delegated the responsibility of managing credit risk to the Credit Committee and Assets and Liabilities Committee (ALICO); both periodically monitor the financial condition of the respective debtors and issuers that represent a credit risk for the Bank.

Information on the portfolio's quality

Quality of the portfolio of bank deposits and securities under resale agreements

The Bank maintains deposits in banks for \$5,169,057,494 as of June 30, 2026 (December 31, 2025: \$5,228,849,516). Deposits are maintained at central banks and other financial institutions, most of which have risk ratings ranging from AA- to B- (December 31, 2025: ranging from AA- to B-), based on international risk ratings, prioritizing Standard & Poor's, followed by Moody's, and then Fitch Ratings. Of total deposits, excluding those held at central banks, as of June 30, 2026, approximately \$7.1 million do not have an assigned risk rating (December 31, 2025: \$9.2 million).

Securities purchased under resale agreements are rated between BB+ and BB- (December 31, 2025: between BB+ and BB-), based on internationally recognized credit ratings, with Standard & Poor's used as the primary rating source, followed by Moody's and Fitch Ratings.

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

As of June 30, 2026, all securities under resale agreements are up to date with the payment of principal and interest.

Quality of the investments in securities

The Bank classifies the investment portfolio as financial assets measured at fair value through profit or loss (FVPL), at fair value through comprehensive income (FVOCI) and at amortized cost (AC). As of June 30, 2026, investments amounted to \$6,399,818,126 (December 31, 2025: \$4,989,837,727).

- Investments at FVPL

The credit quality of investments is monitored according to the international risk rating of the issuer provided by Standard & Poor's, Moody's, and/or Fitch Ratings

The following table summarizes debt investments classified as FVPL:

	June 30, 2026	December 31, 2025
Governments and agencies		
BBB-	3,705,292	0
BB	<u>18,116,200</u>	<u>25,870,930</u>
Total governments and agencies	<u>21,821,492</u>	<u>25,870,930</u>
Corporate		
B	4,061,113	0
No rating	<u>19,395,601</u>	<u>0</u>
Total corporate	<u>23,456,714</u>	<u>0</u>
Total investments at FVPL	<u>45,278,206</u>	<u>25,870,930</u>

- Investments at FVOCI

The following table summarizes the investments classified as FVOCI:

	June 30, 2026			December 31, 2025		
	12 months ECL	Lifetime ECL - without impairment	Total investments at FVOCI	12 months ECL	Lifetime ECL - without impairment	Total investments at FVOCI
Governments and agencies						
AA+	1,329,003,935	0	1,329,003,935	728,302,986	0	728,302,986
BBB	5,592,642	0	5,592,642	5,644,830	0	5,644,830
BBB-	697,379,972	0	697,379,972	653,336,884	0	653,336,884
BB+ to B-	<u>3,594,023,398</u>	<u>0</u>	<u>3,594,023,398</u>	<u>2,967,586,522</u>	<u>0</u>	<u>2,967,586,522</u>
Total governments and agencies	<u>5,625,999,947</u>	<u>0</u>	<u>5,625,999,947</u>	<u>4,354,871,222</u>	<u>0</u>	<u>4,354,871,222</u>
Corporate						
A+	7,546,091	0	7,546,091	7,609,021	0	7,609,021
A	38,934,793	0	38,934,793	39,575,045	0	39,575,045
A-	78,668,951	0	78,668,951	79,220,151	0	79,220,151
BBB+	14,611,450	0	14,611,450	19,085,265	0	19,085,265
BBB	33,820,504	0	33,820,504	45,531,296	0	45,531,296
BBB-	40,883,427	0	40,883,427	48,075,677	0	48,075,677
BB+ to B-	160,332,961	0	160,332,961	159,106,405	0	159,106,405
Total corporate	<u>374,798,177</u>	<u>0</u>	<u>374,798,177</u>	<u>398,202,860</u>	<u>0</u>	<u>398,202,860</u>
Total	<u>6,000,798,124</u>	<u>0</u>	<u>6,000,798,124</u>	<u>4,753,074,082</u>	<u>0</u>	<u>4,753,074,082</u>
Allowance for ECL	<u>8,226,223</u>	<u>0</u>	<u>8,226,223</u>	<u>7,375,731</u>	<u>0</u>	<u>7,375,731</u>

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

As of June 30, 2026, and December 31, 2025, investments at FVOCI are current.

- Investments at AC
The following table summarizes the investments classified as AC:

	June 30, 2026			December 31, 2025		
	12 months ECL	Lifetime ECL - without impairment	Total investments at AC	12 months ECL	Lifetime ECL - without impairment	Total investments at AC
Governments and agencies						
BB+ to B-	63,810,744	0	63,810,744	64,660,927	0	64,660,927
Total governments and Agencies	63,810,744	0	63,810,744	64,660,927	0	64,660,927
Corporate						
BB+ to B-	232,140,159	0	232,140,159	123,228,106	0	123,228,106
No rating	32,162,769	0	32,162,769	0	0	0
Total Corporate	264,302,928	0	264,302,928	123,228,106	0	123,228,106
Total	328,113,672	0	328,113,672	187,889,033	0	187,889,033
Allowance for ECL	372,099	0	372,099	378,431	0	378,431

Quality of the loans portfolio

Note 3 (c) on the annual consolidated financial statements as of December 31, 2025, includes an explanation of the measurement of the quality of financial instruments, which includes the loan portfolio.

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

The following table presents the loans portfolio and the credit commitments and guarantees according to its risk category, in accordance with the grading used for each stated term:

<u>June 30, 2026</u>	12 months ECL	Lifetime ECL - credit unimpaired	Lifetime ECL - credit impaired	Total
Corporate				
Satisfactory	12,263,883,261	9,155,295	0	12,273,038,556
Special mention	0	498,554,505	0	498,554,505
Sub-standard	0	0	206,761,599	206,761,599
Doubtful	0	0	52,468,729	52,468,729
Loss	0	0	95,619,157	95,619,157
Gross amount	12,263,883,261	507,709,800	354,849,485	13,126,442,546
Allowance for ECL	<u>(33,025,483)</u>	<u>(24,885,148)</u>	<u>(82,268,149)</u>	<u>(140,178,780)</u>
Net amount	12,230,857,778	482,824,652	272,581,336	12,986,263,766
Medium company				
Satisfactory	1,151,414,418	9,808,028	0	1,161,222,446
Special mention	0	41,036,441	0	41,036,441
Sub-standard	0	0	18,248,457	18,248,457
Doubtful	0	0	17,789,715	17,789,715
Loss	0	0	9,793,869	9,793,869
Gross amount	1,151,414,418	50,844,469	45,832,041	1,248,090,928
Allowance for ECL	<u>(4,459,172)</u>	<u>(1,464,550)</u>	<u>(14,112,270)</u>	<u>(20,035,992)</u>
Net amount	1,146,955,246	49,379,919	31,719,771	1,228,054,936
Small company				
Satisfactory	1,460,077,238	89,248,759	0	1,549,325,997
Special mention	460,517	61,970,310	0	62,430,827
Sub-standard	0	0	11,435,379	11,435,379
Doubtful	0	0	13,450,528	13,450,528
Loss	0	0	6,407,382	6,407,382
Gross amount	1,460,537,755	151,219,069	31,293,289	1,643,050,113
Allowance for ECL	<u>(9,482,842)</u>	<u>(8,461,005)</u>	<u>(7,009,565)</u>	<u>(24,953,412)</u>
Net amount	1,451,054,913	142,758,064	24,283,724	1,618,096,701
Mortgage				
Satisfactory	4,214,897,782	311,589,637	0	4,526,487,419
Special mention	7,592,225	488,986,834	0	496,579,059
Sub-standard	0	0	112,003,513	112,003,513
Doubtful	0	0	50,936,954	50,936,954
Loss	0	0	37,163,150	37,163,150
Gross amount	4,222,490,007	800,576,471	200,103,617	5,223,170,095
Allowance for ECL	<u>(4,269,010)</u>	<u>(21,206,048)</u>	<u>(18,413,762)</u>	<u>(43,888,820)</u>
Net amount	4,218,220,997	779,370,423	181,689,855	5,179,281,275
Personal Banking				
Satisfactory	2,872,709,041	205,648,345	3,498,281	3,081,855,667
Special mention	2,803,015	85,983,806	1,433,208	90,220,029
Sub-standard	0	0	24,353,085	24,353,085
Doubtful	0	0	30,553,381	30,553,381
Loss	0	0	4,371,544	4,371,544
Gross amount	2,875,512,056	291,632,151	64,209,499	3,231,353,706
Allowance for ECL	<u>(52,854,737)</u>	<u>(34,073,603)</u>	<u>(34,345,212)</u>	<u>(121,273,552)</u>
Net amount	2,822,657,319	257,558,548	29,864,287	3,110,080,154
Vehicles				
Satisfactory	2,211,102,378	80,398,034	0	2,291,500,412
Special mention	832,503	98,146,106	0	98,978,609
Sub-standard	0	0	4,681,458	4,681,458
Doubtful	0	0	6,031,096	6,031,096
Loss	0	0	660,716	660,716
Gross amount	2,211,934,881	178,544,140	11,373,270	2,401,852,291
Allowance for ECL	<u>(5,232,079)</u>	<u>(8,302,150)</u>	<u>(3,125,987)</u>	<u>(16,660,216)</u>
Net amount	2,206,702,802	170,241,990	8,247,283	2,385,192,075
Credit card				
Satisfactory	5,260,526,198	196,385,354	3,367,419	5,460,278,971
Special mention	19,491,511	494,771,586	83,608,614	597,871,711
Sub-standard	0	0	19,191,705	19,191,705
Doubtful	612,591	74,267,783	20,973,196	95,853,570
Loss	21	0	118,009,683	118,009,704
Gross amount	5,280,630,321	765,424,723	245,150,617	6,291,205,661
Allowance for ECL	<u>(138,658,360)</u>	<u>(208,564,363)</u>	<u>(160,514,475)</u>	<u>(507,737,198)</u>
Net amount	5,141,971,961	556,860,360	84,636,142	5,783,468,463
Net carrying amount of loans	29,218,421,016	2,438,993,956	633,022,398	32,290,437,370

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

	Loans			Total
	12 months ECL	Lifetime ECL - credit unimpaired	Lifetime ECL - credit impaired	
December 31, 2025				
Corporate				
Satisfactory	10,423,042,047	832,215	0	10,423,874,262
Special mention	0	341,375,161	0	341,375,161
Sub-standard	0	0	58,443,371	58,443,371
Doubtful	0	0	17,896,737	17,896,737
Loss	0	0	22,038,699	22,038,699
Gross amount	<u>10,423,042,047</u>	<u>342,207,376</u>	<u>98,378,807</u>	<u>10,863,628,230</u>
Allowance for ECL	<u>(24,255,321)</u>	<u>(19,101,443)</u>	<u>(44,694,644)</u>	<u>(88,051,408)</u>
Net amount	<u>10,398,786,726</u>	<u>323,105,933</u>	<u>53,684,163</u>	<u>10,775,576,822</u>
Medium company				
Satisfactory	988,234,918	3,041,146	0	991,276,064
Special mention	0	24,351,710	0	24,351,710
Sub-standard	0	0	14,487,624	14,487,624
Doubtful	0	0	12,253,410	12,253,410
Loss	0	0	5,392,222	5,392,222
Gross amount	<u>988,234,918</u>	<u>27,392,856</u>	<u>32,133,256</u>	<u>1,047,761,030</u>
Allowance for ECL	<u>(2,932,661)</u>	<u>(963,467)</u>	<u>(11,831,206)</u>	<u>(15,727,334)</u>
Net amount	<u>985,302,257</u>	<u>26,429,389</u>	<u>20,302,050</u>	<u>1,032,033,696</u>
Small company				
Satisfactory	1,330,544,335	46,469,290	0	1,377,013,625
Special mention	1,040,552	55,161,727	0	56,202,279
Sub-standard	0	0	9,030,696	9,030,696
Doubtful	0	0	10,329,254	10,329,254
Loss	0	0	4,427,566	4,427,566
Gross amount	<u>1,331,584,887</u>	<u>101,631,017</u>	<u>23,787,516</u>	<u>1,457,003,420</u>
Allowance for ECL	<u>(6,175,856)</u>	<u>(5,092,259)</u>	<u>(6,255,344)</u>	<u>(17,523,459)</u>
Net amount	<u>1,325,409,031</u>	<u>96,538,758</u>	<u>17,532,172</u>	<u>1,439,479,961</u>
Mortgage				
Satisfactory	3,524,715,858	170,593,300	0	3,695,309,158
Special mention	4,268,097	413,248,572	0	417,516,669
Sub-standard	0	0	108,588,984	108,588,984
Doubtful	0	0	47,682,547	47,682,547
Loss	0	0	26,473,087	26,473,087
Gross amount	<u>3,528,983,955</u>	<u>583,841,872</u>	<u>182,744,618</u>	<u>4,295,570,445</u>
Allowance for ECL	<u>(2,545,734)</u>	<u>(16,989,477)</u>	<u>(17,831,285)</u>	<u>(37,366,496)</u>
Net amount	<u>3,526,438,221</u>	<u>566,852,395</u>	<u>164,913,333</u>	<u>4,258,203,949</u>
Personal banking				
Satisfactory	2,416,432,245	94,428,768	2,742,309	2,513,603,322
Special mention	2,681,648	73,735,766	1,658,053	78,075,467
Sub-standard	0	0	26,403,249	26,403,249
Doubtful	0	0	25,077,197	25,077,197
Loss	0	0	6,055,658	6,055,658
Gross amount	<u>2,419,113,893</u>	<u>168,164,534</u>	<u>61,936,466</u>	<u>2,649,214,893</u>
Allowance for ECL	<u>(48,809,918)</u>	<u>(25,843,338)</u>	<u>(31,619,992)</u>	<u>(106,273,248)</u>
Net amount	<u>2,370,303,975</u>	<u>142,321,196</u>	<u>30,316,474</u>	<u>2,542,941,645</u>
Vehicles				
Satisfactory	1,786,522,570	29,759,110	0	1,816,281,680
Special mention	458,291	84,951,808	0	85,410,099
Sub-standard	0	0	6,633,239	6,633,239
Doubtful	0	0	4,648,025	4,648,025
Loss	0	0	1,653,924	1,653,924
Gross amount	<u>1,786,980,861</u>	<u>114,710,918</u>	<u>12,935,188</u>	<u>1,914,626,967</u>
Allowance for ECL	<u>(3,761,217)</u>	<u>(4,876,179)</u>	<u>(3,543,522)</u>	<u>(12,180,918)</u>
Net amount	<u>1,783,219,644</u>	<u>109,834,739</u>	<u>9,391,666</u>	<u>1,902,446,049</u>
Credit card				
Satisfactory	5,185,295,796	217,993,585	6,029,858	5,409,319,239
Special mention	11,623,323	459,279,429	89,850,823	560,753,575
Sub-standard	0	0	18,658,420	18,658,420
Doubtful	378,620	67,590,407	19,421,625	87,390,652
Loss	52	0	118,553,353	118,553,405
Gross amount	<u>5,197,297,791</u>	<u>744,863,421</u>	<u>252,514,079</u>	<u>6,194,675,291</u>
Allowance for ECL	<u>(134,743,815)</u>	<u>(196,179,476)</u>	<u>(157,015,167)</u>	<u>(487,938,458)</u>
Net amount	<u>5,062,553,976</u>	<u>548,683,945</u>	<u>95,498,912</u>	<u>5,706,736,833</u>
Net carrying amount of loans	<u>25,452,013,830</u>	<u>1,813,766,355</u>	<u>391,638,770</u>	<u>27,657,418,955</u>

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

The following table presents the loans portfolio and the credit commitments and guarantee according to its risk category, in accordance with the classification used for each year indicated:

	Credit commitments and guarantees			
	12 months ECL	Lifetime ECL - credit unimpaired	Lifetime ECL - credit impaired	Total
June 30, 2026				
Corporate				
Satisfactory	835,605,924	0	0	835,605,924
Special mention	0	3,074,437	0	3,074,437
Sub-standard	0	0	20,196	20,196
Doubtful	0	0	0	0
Loss	0	0	58,979	58,979
Gross amount	835,605,924	3,074,437	79,175	838,759,536
Allowance for ECL	(189,543)	(10,122)	(71,869)	(271,534)
Net amount	835,416,381	3,064,315	7,306	838,488,002
Medium company				
Satisfactory	16,873,681	0	0	16,873,681
Special mention	0	292,266	0	292,266
Sub-standard	0	0	0	0
Doubtful	0	0	26,222	26,222
Loss	0	0	766,743	766,743
Gross amount	16,873,681	292,266	792,965	17,958,912
Allowance for ECL	(3,647)	(1,093)	(766,764)	(771,504)
Net amount	16,870,034	291,173	26,201	17,187,408
Small company				
Satisfactory	6,130,215	0	0	6,130,215
Special mention	0	0	0	0
Sub-standard	0	0	0	0
Doubtful	0	0	0	0
Loss	0	0	0	0
Gross amount	6,130,215	0	0	6,130,215
Allowance for ECL	(5,120)	0	0	(5,120)
Net amount	6,125,095	0	0	6,125,095
Mortgage				
Satisfactory	65,867,491	0	0	65,867,491
Special mention	0	0	0	0
Sub-standard	0	0	0	0
Doubtful	0	0	0	0
Loss	0	0	0	0
Gross amount	65,867,491	0	0	65,867,491
Allowance for ECL	(6,586)	0	0	(6,586)
Net amount	65,860,905	0	0	65,860,905
Net carrying amount, net of allowance	924,272,415	3,355,488	33,507	927,661,410

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

	Credit commitments and guarantees			
	12 months ECL	Lifetime ECL - credit unimpaired	Lifetime ECL - credit impaired	Total
December 31, 2025				
Corporate				
Satisfactory	694,469,722	0	0	694,469,722
Special mention	0	2,400,415	0	2,400,415
Sub-standard	0	0	571	571
Doubtful	0	0	0	0
Loss	0	0	87,922	87,922
Gross amount	694,469,722	2,400,415	88,493	696,958,630
Allowance for ECL	(130,911)	(7,491)	(88,323)	(226,725)
Net amount	694,338,811	2,392,924	170	696,731,905
Medium company				
Satisfactory	14,193,037	0	0	14,193,037
Special mention	0	240,578	0	240,578
Sub-standard	0	0	39,893	39,893
Doubtful	0	0	0	0
Loss	0	0	766,743	766,743
Gross amount	14,193,037	240,578	806,636	15,240,251
Allowance for ECL	(1,921)	(761)	(766,779)	(769,461)
Net amount	14,191,116	239,817	39,857	14,470,790
Small company				
Satisfactory	3,272,909	0	0	3,272,909
Special mention	0	0	0	0
Sub-standard	0	0	0	0
Doubtful	0	0	109,915	109,915
Loss	0	0	0	0
Gross amount	3,272,909	0	109,915	3,382,824
Allowance for ECL	(1,899)	0	(11)	(1,910)
Net amount	3,271,010	0	109,904	3,380,914
Mortgage				
Satisfactory	42,185,562	0	0	42,185,562
Special mention	0	0	0	0
Sub-standard	0	0	0	0
Doubtful	0	0	0	0
Loss	0	0	0	0
Gross amount	42,185,562	0	0	42,185,562
Allowance for ECL	(4,218)	0	0	(4,218)
Net amount	42,181,344	0	0	42,181,344
Net carrying amount, net of allowance	<u>753,982,281</u>	<u>2,632,741</u>	<u>149,931</u>	<u>756,764,953</u>

Guarantees and other enhancements to reduce credit risk and its financial effect

The Bank maintains guarantees and other enhancements to reduce credit risk to ensure the payment of financial assets exposed to credit risk. The types of mortgage guarantees include residential and commercial, buildings and land. The types of collateral include private vehicles, commercial use, leasing, machinery and other equipment.

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

The table below shows the main types of guarantees taken with respect to different types of financial assets.

	Mortgage	Pledge	Time deposits certificates	Investments in securities	Unsecured	Total
June 30, 2026						
Securities under resale agreements	0	0	0	4,025,254	0	4,025,254
Investments in securities	0	0	0	0	6,374,190,002	6,374,190,002
Loans						
Corporate						
Corporate	5,586,056,902	907,009,715	438,738,859	0	5,810,491,575	12,742,297,051
Corporate leases, net	0	384,145,588	0	0	0	384,145,495
Total corporate	5,586,056,902	1,291,155,303	438,738,859	0	5,810,491,575	13,126,442,546
Personal banking, medium and small company						
Medium company						
Medium company	837,304,160	49,187,688	32,854,267	0	201,518,195	1,120,864,310
Medium company leases, net	0	127,226,619	0	0	0	127,226,618
Total Medium company	837,304,160	176,414,307	32,854,267	0	201,518,195	1,248,090,928
Small company						
Small company	617,379,752	85,689,657	91,980,271	0	667,146,259	1,462,195,939
Small company leases, net	0	180,854,173	0	0	0	180,854,174
Total Small company	617,379,752	266,543,830	91,980,271	0	667,146,259	1,643,050,113
Personal Banking						
Mortgage	5,223,202,275	0	0	0	0	5,223,170,095
Personal	512,960,333	551,634	75,418,789	0	2,642,422,950	3,231,353,706
Vehicles	0	2,175,936,944	0	0	0	2,175,896,577
Personal leases, net of interest	0	225,956,009	0	0	0	225,955,714
Credit cards	0	0	0	0	6,291,205,661	6,291,205,661
Total personal banking	5,736,162,608	2,402,444,587	75,418,789	0	8,933,628,611	17,147,581,753
Total personal banking and small company	7,190,846,520	2,845,402,724	200,253,327	0	9,802,293,065	20,038,722,794
Allowance for ECL	(157,349,550)	(30,397,408)	(3,093,800)	0	(683,887,212)	(874,727,970)
Total loans	12,619,553,872	4,106,160,619	635,898,386	0	14,928,897,428	32,290,437,370
Commitments and guarantees, gross	154,009,147	4,055,644	111,139,812	2,335,564	657,175,987	928,716,154
Commitments and guarantees, provision	(67,132)	(15,950)	(65,103)	(278)	(906,281)	(1,054,744)
Total commitments and guarantees, net	153,942,015	4,039,694	111,074,709	2,335,286	656,269,706	927,661,410
December 31, 2025						
Securities under resale agreements	0	0	0	3,125,890	0	3,125,890
Investments in securities	0	0	0	0	4,966,834,045	4,966,834,045
Loans						
Corporate						
Corporate	4,376,009,398	922,885,958	319,396,461	0	4,878,793,209	10,497,085,026
Corporate leases, net	0	366,543,204	0	0	0	366,543,204
Total corporate	4,376,009,398	1,289,429,162	319,396,461	0	4,878,793,209	10,863,628,230
Personal banking, medium and small company						
Medium company						
Medium company	673,519,954	56,404,204	27,253,509	0	177,585,676	934,763,343
Medium company leases, net	0	112,997,687	0	0	0	112,997,687
Total Medium company	673,519,954	169,401,891	27,253,509	0	177,585,676	1,047,761,030
Small company						
Small company	539,160,833	93,266,200	66,903,951	0	591,815,332	1,291,146,316
Small company leases, net	0	165,857,104	0	0	0	165,857,104
Total Small company	539,160,833	259,123,304	66,903,951	0	591,815,332	1,457,003,420
Personal banking						
Mortgage	4,295,570,445	0	0	0	0	4,295,570,445
Personal	458,092,690	658,260	56,939,357	0	2,133,524,586	2,649,214,893
Vehicles	0	1,697,545,397	0	0	0	1,697,545,397
Personal leases, net of interest	0	217,081,570	0	0	0	217,081,570
Credit cards	0	0	0	0	6,194,675,291	6,194,675,291
Total personal banking	4,753,663,135	1,915,285,227	56,939,357	0	8,328,199,877	15,054,087,596
Total personal banking and small company	5,966,343,922	2,343,810,422	151,096,817	0	9,097,600,885	17,558,852,046
Allowance for ECL	(111,985,141)	(24,148,820)	(3,042,670)	0	(625,884,690)	(765,061,321)
Total loans	10,230,368,179	3,609,090,764	467,450,608	0	13,350,509,404	27,657,418,955
Commitments and guarantees, gross	132,337,489	3,108,873	66,904,335	3,097,249	552,319,321	757,767,267
Commitments and guarantees, provision	(24,499)	(512)	(34,388)	(129)	(942,786)	(1,002,314)
Commitments and guarantees, net	132,312,990	3,108,361	66,869,947	3,097,120	551,376,535	756,764,953

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

The following table presents the secured loan portfolio and the identifiable value of the collateral, primarily commercial properties, supporting those loans. For each loan, the related collateral value is limited to the nominal amount secured:

	June 30, 2026		December 31, 2025	
	Secured loans	Collateral value	Secured loans	Collateral value
Corporate loans				
Stages 1 and 2	5,982,218,845	5,689,118,547	4,862,647,105	4,630,473,002
Stage 3	<u>349,130,162</u>	<u>328,010,779</u>	<u>91,278,275</u>	<u>89,957,664</u>
Total	<u>6,331,349,007</u>	<u>6,017,129,326</u>	<u>4,953,925,380</u>	<u>4,720,430,666</u>

The following are the non-financial assets that the Bank seized as collaterals to secure collection during the period.

	June 30, 2026	December 31, 2025
Property	15,081,058	28,805,783
Vehicles	3,217,022	4,875,807
Machinery	0	20,168
Total	<u>18,298,080</u>	<u>33,701,758</u>

The Bank's policy is to promote the sale of these assets to recover the balances due. Using non-financial assets for its operations is not a Bank is policy.

Residential mortgage loans

The following table shows the index of loans from the mortgage portfolio to the value of collateral (LTV) is calculated as a percentage of the gross amount of the loan in relation to the value of collateral. The gross amount of the loan excludes any loss impairment. The value of collateral for mortgages is based on the original value of the guarantee as of the date of disbursement. The corresponding values are updated based on requirements of local regulators, new disbursements with the same guarantee, credit restructuring or judicial processes that involve execution.

LTV Ratio	June 30, 2026		December 31, 2025	
	Loans	Credit and guarantee commitments	Loans	Credit and guarantee commitments
Less than 50%	968,221,394	2,851,928	911,476,397	1,207,175
51-70%	1,610,840,020	7,268,243	1,395,755,444	5,824,336
71-80%	1,423,643,074	8,064,472	1,235,175,479	7,502,265
81-90%	897,276,772	17,569,379	575,643,448	17,420,114
91-100%	287,172,454	28,656,379	140,064,958	10,069,672
More than 100%	<u>36,016,381</u>	<u>1,457,090</u>	<u>37,454,719</u>	<u>162,000</u>
Total	<u>5,223,170,095</u>	<u>65,867,491</u>	<u>4,295,570,445</u>	<u>42,185,562</u>

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

Impaired loans

		June 30, 2026	December 31, 2025
	LTV Ratio		
	Less than 50%	24,184,325	27,513,615
	51-70%	51,074,891	52,382,491
	71-80%	61,648,153	63,171,290
	81-90%	37,093,626	28,902,817
	91-100%	18,925,268	7,169,164
	More than 100%	7,177,354	3,605,241
	Total	<u>200,103,617</u>	<u>182,744,618</u>

Expected credit loss allowance (ECL)

Projection of future conditions

The upside, base and downside scenarios are described below, together with the main risks considered in defining them.

External sector:

External risks	Upside	Base	Downside
Economic slowdown in key trading partners: The risk of a slowdown in economic growth in the region's main trading partners is anticipated, in an environment characterized by high uncertainty associated with geopolitical tensions. This scenario could affect consumption, investment, and international trade, with implications for exports, tourism, foreign direct investment (FDI), and remittances to Central America.	The slowdown in the world economy and inflationary pressures is transitory. The main economies maintain positive growth, while the stable employment and consumer spending support sustained remittance inflows, tourism activity and demand for the region's exports.	Developed economies show a moderate slowdown while geopolitical tensions generate caution among consumers and investors, partially limiting economic dynamism, which partially reduces the demand for goods and services in the region, without resulting in significant deterioration.	Economic growth is considerably affected by protracted geopolitical conflicts. This results in a decrease in consumption, investment and employment that negatively affects the flows of exports, remittances, tourism and FDI in the region.
Global financial volatility driven by uncertainty related to geopolitical conflicts and international trade: The persistence of geopolitical tensions has generated volatility in the financial markets and the prices of different commodities have risen. This represents an upside risk to monitor for the region in terms of variables such as inflation, interest rates and exchange rate.	Geopolitical conflicts do not escalate significantly, and international uncertainty gradually decreases. Commodity prices stabilize and financial conditions improve as inflation converges toward central banks' targets. decreases	Geopolitical tensions are still present, although without generating severe commodity supply shocks. Their prices remain relatively high, generating certain pressures on inflation, but without causing significant deterioration in variables of the external sector of the Central American economies	The escalation of geopolitical conflicts triggers significant increases in commodity prices. This represents a challenge to contain inflation in the region and forces restrictive financial conditions to be maintained for longer.

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

The scenarios for each country are detailed below:

Scenario	Scenario Summary	Upside	Base	Downside
Guatemala	Guatemala maintains a favorable macroeconomic position, supported by strong remittances inflows, controlled inflation and ample international reserves. The availability of foreign currency and favorable reserve levels help stabilize the economy. The main risks stem from the international environment and the country's climate vulnerability.	The strength of private consumption, driven by remittances and stable macroeconomic conditions, supports higher-than-expected growth. Inflation remains contained and exchange rate stability continues to be supported by the solid external position and high levels of international reserves.	The economy continues to register solid, although moderate, expansion. Inflation remains contained despite the recent shocks in international commodity prices, while exchange rate stability continues to be supported by external conditions and the country's policy measures. Changes in U.S. migration policies and geopolitical tensions may have temporary effects, although no material changes are expected in the short term.	Climate-related risks persist, particularly those associated with the country's high exposure to extreme weather events. A deterioration in the international environment, coupled with persistent inflationary pressures, may reduce economic activity. Continuous structural challenges and institutional vulnerability remain a source of risk.
Honduras	The Honduran economy continues to show resilience, supported by investment growth, public spending, exports and remittances, along with economic activities such as financial intermediation, communications and electricity production. Nevertheless, inflation remains a relevant risk. The support of the IMF agreement contributes to fiscal credibility, although social, security and environmental risks remain.	Fiscal, monetary and exchange rate discipline, supported by the IMF agreement, strengthens confidence and promotes favorable financial conditions. In this scenario, geopolitical conflicts are transitory, inflation remains moderate, and exports and remittances stimulate economic activity.	The economy maintains moderate growth. Inflation remains relatively elevated compared to the rest of the region, although it gradually declines. Commodity prices remain relatively high, while exchange rate depreciation remains under control. The labor market is stable, and citizen security remains a medium-term challenge.	Risks arising from climate vulnerability amplify, with impacts on agriculture and commodity prices. In the event of an escalation of geopolitical conflicts and higher inflationary pressures, commodity prices, inflation and exchange rate stability could deteriorate, reducing purchasing power and overall economic performance.
El Salvador	El Salvador recorded solid economic performance during the first quarter of 2026, with GDP growth driven by private investment, export growth and tourism activity. Household consumption remains an important source of support for growth, although it is moderated by risks associated with the international environment and economic developments in key trading partners.	Economic policies stimulate investment and disposable income, while external pressures gradually ease. The IMF agreement and continued improvement in sovereign risk metrics support confidence. Tourism and investment continue to support stronger economic growth.	Economic growth moderates but remains stable, supported by favorable conditions in the labor market, a gradual decline in inflation and improved fiscal management. The IMF agreement enhances confidence and contributes to macroeconomic stability. Risks associated with exports and remittances remain relevant, while migration policies in the United States continue to be an important factor.	The economy slows as the international environment deteriorates, reducing external demand and remittance inflows. Geopolitical tensions and lower tourism activity, together with weaker exports and investment, negatively affect economic performance. The country's economic growth weakens.
Nicaragua	Nicaragua maintains robust economic growth supported by private consumption, private investment and remittance inflows. The stability of the exchange rate regime and the implementation of prudent fiscal policies continue to support macroeconomic stability, although risks related to tensions with the United States and climate vulnerability remain relevant.	The country maintains macroeconomic stability, supported by a well-capitalized financial system, contained inflation, a solid fiscal position and a stable exchange rate. Remittance inflows and exports continue to support private consumption and economic activity.	Growth continues at a moderate pace, supported by fiscal discipline, controlled inflation and exchange rate stability. Household consumption remains the main driver of domestic demand, while the international environment reflects a mild slowdown without severe shocks.	The main risks stem from potential trade retaliation measures by the United States, which could directly affect exports, remittances and investment flows. High risk exposure related to climate events increases vulnerability. Additional inflationary pressures at the external level would exert downward pressure on economic activity.

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

Scenario	Scenario Summary	Upside	Base	Downside
Costa Rica	Costa Rica maintains solid macroeconomic fundamentals, supported by the dynamism of free trade zones, services, tourism, and exports. Inflation remains contained, and fiscal consolidation has bolstered the country's sovereign risk profile. The primary risks stem from uncertainty surrounding the external sector.	A faster normalization of international uncertainty reduces external risks. Export diversification in services and manufacturing supports growth, while fiscal conditions and recent credit rating upgrades enhance confidence and macroeconomic stability.	Growth remains positive but moderate in light of the lower momentum expected among the country's major trading partners. Inflation remains contained despite recent upticks in commodity prices, given the low baseline recorded over the past year. Risks stemming from heightened global uncertainty due to geopolitical conflicts and tariff barriers impacting the export sector continue to be closely monitored.	External risks arising from U.S. protectionist measures could adversely affect key export sectors, such as medical devices. More persistent external uncertainty driven by geopolitical conflicts may negatively impact external demand. Climate-related risks remain latent, although the country has historically demonstrated resilience against these events.
Panama	The Panamanian economy has demonstrated solid growth during 2026, supported by key sectors such as infrastructure, logistics, and services, and remains the fastest-growing projected economy in the region. Inflation remains low driven by the dollarized regime, although certain challenges persist regarding the fiscal position.	International financial conditions improve due to interest rate cuts in advanced economies, reducing financing costs and boosting investment. Ongoing infrastructure projects, logistical dynamism, and low inflation support higher-than-expected growth.	The economy maintains solid growth, underpinned by the Panama Canal, logistics activity, and the execution of investment projects, alongside contained inflation. Fiscal challenges remain under monitoring, albeit without altering the core macroeconomic trajectory.	Adverse weather events or logistical disruptions could pressure Canal operations and overall economic performance. A deterioration in the country's risk perception could elevate borrowing costs and constrain fiscal maneuvering room. Likewise, heightened external risks could pressure investment and financing.

The scenario probability weightings applied in measuring ECL in each of the countries where the Bank operates, are as follows:

Scenario probability weighting	June 30, 2026					
	Guatemala	Honduras	El Salvador	Nicaragua	Costa Rica	Panama
Upside	30%	20%	10%	15%	30%	10%
Base	60%	65%	65%	70%	65%	75%
Downside	10%	15%	25%	15%	5%	15%

Scenario probability weighting	December 31, 2025					
	Guatemala	Honduras	El Salvador	Nicaragua	Costa Rica	Panama
Upside	40%	25%	15%	15%	40%	30%
Base	50%	60%	75%	60%	50%	60%
Downside	10%	15%	10%	25%	10%	10%

Periodically, the Bank carries out stress testing of more extreme shocks to calibrate its determination of the upside and downside representative scenarios. A comprehensive review is performed at least annually on the design of the scenarios, advised by at least one external economist.

The Bank has identified and documented key drivers of credit risk and credit losses for each portfolio of financial instruments and, using an analysis of historical data, has estimated relationships between macro-economic variables and credit risk and credit losses.

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

The key drivers for credit risk for loans' portfolios are: Monthly Economic Activity Index, Consumer Price Index, Exchange Rate, Local Currency Interest Rate and US Dollar Interest Rate.

The Bank estimates each key driver for credit risk over the active forecast period of one year.

The table below lists the macroeconomic assumptions used in the base, upside and downside scenarios over the forecast period.

		June 30, 2026					
		Guatemala	Honduras	El Salvador	Nicaragua	Costa Rica	Panama
		%	%	%	%	%	%
Annual rate of change in economic growth, expressed as a percentage	Upside	4.72	3.92	3.01	3.87	3.87	3.42
	Base	3.62	3.30	2.76	3.42	3.67	3.03
	Downside	3.58	2.54	2.23	3.26	2.90	2.79
Year-on-year rate of change of inflation, expressed as a percentage	Upside	2.54	1.49	1.13	2.57	2.37	1.51
	Base	3.50	3.56	1.57	4.15	2.59	2.15
	Downside	4.53	5.28	2.36	5.28	3.54	2.33
Nominal exchange rate of change, expressed as a percentage	Upside	(0.07)	0.06	-	(0.05)	0.81	-
	Base	-	1.29	-	0.01	3.36	-
	Downside	0.56	1.65	-	0.14	3.55	-
Annual difference in the local currency lending rate measured in basis points	Upside	(0.87)	0.10	-	(0.79)	(1.45)	-
	Base	(0.34)	1.30	-	(0.56)	(1.12)	-
	Downside	(0.18)	2.03	-	0.71	(0.57)	-
Annual difference in foreign currency lending rate measured in basis points	Upside	(1.05)	(0.22)	(0.31)	(1.07)	(1.35)	(0.02)
	Base	(0.27)	(0.18)	(0.11)	(0.45)	(1.01)	0.10
	Downside	(0.19)	0.13	(0.08)	(0.17)	(0.25)	0.14

		December 31, 2025					
		Guatemala	Honduras	El Salvador	Nicaragua	Costa Rica	Panama
		%	%	%	%	%	%
Annual rate of change in economic growth, expressed as a percentage	Upside	4.36	4.39	2.94	4.38	4.00	4.46
	Base	3.73	3.61	2.48	3.27	3.56	4.12
	Downside	2.92	3.08	2.13	3.04	3.00	3.69
Year-on-year rate of change of inflation, expressed as a percentage	Upside	2.63	3.11	0.56	0.08	1.18	1.21
	Base	2.95	4.32	1.00	2.19	2.20	1.57
	Downside	3.85	6.10	1.95	3.05	3.71	2.51
Nominal exchange rate of change, expressed as a percentage	Upside	(1.18)	2.19	-	0.02	0.88	-
	Base	0.41	3.57	-	0.02	5.04	-
	Downside	2.01	4.58	-	0.85	7.48	-
Annual difference in the local currency lending rate measured in basis points	Upside	(1.09)	(0.78)	-	(1.61)	(1.23)	-
	Base	(0.51)	(0.39)	-	(1.16)	(1.03)	-
	Downside	0.43	0.52	-	0.43	0.68	-
Annual difference in foreign currency lending rate measured in basis points	Upside	(0.71)	(0.64)	(1.13)	(1.05)	(0.88)	(0.42)
	Base	(0.49)	(0.53)	(0.58)	(0.23)	(0.34)	(0.30)
	Downside	0.38	0.11	0.84	0.41	0.40	0.49

Sensitivity of ECL to future economic conditions

The ECL are sensitive to judgments and assumptions made regarding formulation of forward-looking scenarios and how such scenarios are incorporated into the calculations. Management performs a sensitivity analysis on the ECL recognized on material classes of its assets.

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

The following table presents the expected credit loss (ECL) allowance on loans under the assumption that each forward-looking scenario is individually weighted at 100%, rather than using the probability-weighted combination of the three scenarios described in Note 3(c) to the annual consolidated financial statements as of December 31, 2025.

<u>June 30, 2026</u>	<u>Upside</u>	<u>Base</u>	<u>Downside</u>
Gross carrying amount			
Corporate loans	13,126,442,546	13,126,442,546	13,126,442,546
Medium company	1,248,090,928	1,248,090,928	1,248,090,928
Small company	1,643,050,113	1,643,050,113	1,643,050,113
Mortgage	5,223,170,095	5,223,170,095	5,223,170,095
Personal banking	3,231,353,706	3,231,353,706	3,231,353,706
Vehicles	2,401,852,291	2,401,852,291	2,401,852,291
Credit cards	<u>6,291,205,661</u>	<u>6,291,205,661</u>	<u>6,291,205,661</u>
	<u>33,165,165,340</u>	<u>33,165,165,340</u>	<u>33,165,165,340</u>
ECL Allowance			
Corporate loans	138,588,454	139,232,767	142,455,682
Medium company	19,094,460	19,216,758	19,592,032
Small company	24,417,957	25,232,771	26,436,910
Mortgage	42,830,766	44,649,176	46,648,990
Personal banking	119,613,279	124,098,955	128,230,235
Vehicles	15,914,869	17,033,760	18,051,544
Credit cards	<u>506,658,258</u>	<u>511,479,124</u>	<u>517,655,370</u>
	<u>867,118,043</u>	<u>880,943,311</u>	<u>899,070,763</u>
Proportion of assets in Stage 2			
Corporate loans	3.79%	3.79%	3.79%
Medium company	3.97%	3.97%	3.97%
Small company	8.56%	9.26%	10.20%
Mortgage	15.00%	15.15%	15.30%
Personal banking	8.74%	8.89%	8.98%
Vehicles	7.21%	7.36%	7.51%
Credit cards	<u>12.15%</u>	<u>12.29%</u>	<u>12.85%</u>
	<u>8.11%</u>	<u>8.22%</u>	<u>8.42%</u>
<u>December 31, 2025</u>	<u>Upside</u>	<u>Base</u>	<u>Downside</u>
Gross carrying amount			
Corporate loans	10,863,628,230	10,863,628,230	10,863,628,230
Medium company	1,047,761,030	1,047,761,030	1,047,761,030
Small company	1,457,003,420	1,457,003,420	1,457,003,420
Mortgage	4,295,570,445	4,295,570,445	4,295,570,445
Personal banking	2,649,214,893	2,649,214,893	2,649,214,893
Vehicles	1,914,626,967	1,914,626,967	1,914,626,967
Credit cards	<u>6,194,675,291</u>	<u>6,194,675,291</u>	<u>6,194,675,291</u>
	<u>28,422,480,276</u>	<u>28,422,480,276</u>	<u>28,422,480,276</u>
ECL Allowance			
Corporate loans	86,807,066	87,337,040	90,759,891
Medium company	15,630,687	15,730,003	15,997,462
Small company	16,754,585	17,867,182	18,557,770
Mortgage	35,343,023	38,292,992	40,579,534
Personal banking	105,899,485	109,507,011	113,220,223
Vehicles	11,461,343	12,518,228	13,272,956
Credit cards	<u>482,568,330</u>	<u>489,012,209</u>	<u>498,341,766</u>
	<u>754,464,519</u>	<u>770,264,665</u>	<u>790,729,602</u>
Proportion of assets in Stage 2			
Corporate loans	3.13%	3.13%	3.13%
Medium company	2.58%	2.58%	2.58%
Small company	6.69%	6.94%	7.26%
Mortgage	13.22%	13.46%	13.77%
Personal banking	6.15%	6.30%	6.58%
Vehicles	5.90%	5.94%	5.97%
Credit cards	<u>11.89%</u>	<u>11.89%</u>	<u>12.01%</u>
	<u>7.20%</u>	<u>7.26%</u>	<u>7.38%</u>

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

The following table shows a reconciliation of the opening and closing balances of the period as of June 30, 2026, of the financial assets' ECL allowance.

	June 30, 2026				December 31, 2025			
	12 months ECL	Lifetime ECL – non-impaired	Lifetime ECL – impaired	Total	12 months ECL	Lifetime ECL – non-impaired	Lifetime ECL – impaired	Total
Deposits in banks								
Balance at the beginning	35,874	0	0	35,874	39,073	0	0	39,073
Net remeasurement of loss allowance	(31,268)	0	0	(31,268)	(22,298)	0	0	(22,298)
New financial assets originated	14,553	0	0	14,553	19,386	0	0	19,386
Foreign currency translation	(81)	0	0	(81)	(287)	0	0	(287)
Balance at the end	<u>19,078</u>	<u>0</u>	<u>0</u>	<u>19,078</u>	<u>35,874</u>	<u>0</u>	<u>0</u>	<u>35,874</u>
	June 30, 2026				December 31, 2025			
	12 months ECL	Lifetime ECL – non-impaired	Lifetime ECL – impaired	Total	12 months ECL	Lifetime ECL – non-impaired	Lifetime ECL – impaired	Total
Investments at FVOCI								
Balance at the beginning	7,375,731	0	0	7,375,731	7,927,708	0	0	7,927,708
Net remeasurement of loss allowance	(3,350,846)	0	0	(3,350,846)	(3,626,238)	0	0	(3,626,238)
New financial assets originated	4,067,588	0	0	4,067,588	3,084,505	0	0	3,084,505
Effect of merger by absorption	56,119	0	0	56,119	0	0	0	0
Foreign currency translation	77,631	0	0	77,631	(10,244)	0	0	(10,244)
Balance at the end	<u>8,226,223</u>	<u>0</u>	<u>0</u>	<u>8,226,223</u>	<u>7,375,731</u>	<u>0</u>	<u>0</u>	<u>7,375,731</u>
	June 30, 2026				December 31, 2025			
	12 months ECL	Lifetime ECL – non-impaired	Lifetime ECL – impaired	Total	12 months ECL	Lifetime ECL – non-impaired	Lifetime ECL – impaired	Total
Investments at AC								
Balance at the beginning	378,431	0	0	378,431	149,144	0	0	149,144
Net remeasurement of loss allowance	(595,729)	0	0	(595,729)	(1,305)	0	0	(1,305)
New financial assets originated	177,194	0	0	177,194	233,545	0	0	233,545
Effect of merger by absorption	413,211	0	0	413,211	0	0	0	0
Foreign currency translation	(1,008)	0	0	(1,008)	(2,953)	0	0	(2,953)
Balance at the end	<u>372,099</u>	<u>0</u>	<u>0</u>	<u>372,099</u>	<u>378,431</u>	<u>0</u>	<u>0</u>	<u>378,431</u>

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

	June 30, 2026				December 31, 2025			
	12 months ECL	Lifetime ECL - non-impaired	Lifetime ECL - impaired	Total	12 months ECL	Lifetime ECL - non-impaired	Lifetime ECL - impaired	Total
Loans								
Balance at the beginning	223,224,522	269,045,639	272,791,160	765,061,321	209,267,699	263,996,540	279,178,036	752,442,275
Transfer from stage 1 to 2	(51,556,403)	51,556,403	0	0	(108,375,807)	108,375,807	0	0
Transfer from stage 1 to 3	(76,259)	0	76,259	0	(115,707)	0	115,707	0
Transfer from stage 2 to 3	0	(185,548,236)	185,548,236	0	0	(372,941,841)	372,941,841	0
Transfer from stage 3 to 2	0	64,697,987	(64,697,987)	0	0	117,644,035	(117,644,035)	0
Transfer from stage 2 to 1	120,063,119	(120,063,119)	0	0	244,783,759	(244,783,759)	0	0
Transfer from stage 3 to 1	7,884,818	0	(7,884,818)	0	18,836,369	0	(18,836,369)	0
Net remeasurement of loss allowance	(100,298,964)	217,879,843	182,657,130	300,238,009	(197,957,633)	423,873,005	387,199,390	613,114,762
New financial assets originated	110,864,922	46,014,743	20,079,395	176,959,060	213,661,216	88,238,569	33,614,410	335,514,195
Net derecognition of financial assets	(80,303,290)	(52,779,401)	(28,801,647)	(161,884,338)	(156,875,374)	(115,356,717)	(69,461,630)	(341,693,721)
Charge-offs	0	0	(390,729,991)	(390,729,991)	0	0	(789,653,492)	(789,653,492)
Recovery	0	0	98,504,309	98,504,309	0	0	196,533,010	196,533,010
Effect of merger by absorption	18,179,218	16,153,008	39,727,641	74,059,867	0	0	0	0
Foreign currency translation	0	0	12,519,733	12,519,733	0	0	(1,195,708)	(1,195,708)
Balance at the end	<u>247,981,683</u>	<u>306,956,867</u>	<u>319,789,420</u>	<u>874,727,970</u>	<u>223,224,522</u>	<u>269,045,639</u>	<u>272,791,160</u>	<u>765,061,321</u>
	June 30, 2026				December 31, 2025			
	12 months ECL	Lifetime ECL - non-impaired	Lifetime ECL - impaired	Total	12 months ECL	Lifetime ECL - non-impaired	Lifetime ECL - impaired	Total
Commitments and guarantees								
Balance at the beginning	138,949	8,252	855,113	1,002,314	445,451	5,452	961,206	1,412,109
Transfer from stage 1 to 2	0	0	0	0	(32)	32	0	0
Transfer from stage 1 to 3	(29,424)	0	29,424	0	(319,897)	0	319,897	0
Transfer from stage 3 to 2	0	0	0	0	0	961,206	(961,206)	0
Transfer from stage 2 to 1	439	(439)	0	0	0	0	0	0
Transfer from stage 3 to 1	855,113	0	(855,113)	0	0	0	0	0
Net remeasurement of loss allowance	(1,109,954)	(4,234)	29,925	(1,084,263)	256,485	(965,519)	(125,511)	(834,545)
New financial assets originated	204,895	11,216	780,521	996,632	138,951	8,251	796,426	943,628
Net derecognition of financial assets	(58,847)	(3,580)	(1,237)	(63,664)	(404,793)	(1,170)	(135,699)	(541,662)
Foreign currency translation	<u>203,725</u>	<u>0</u>	<u>0</u>	<u>203,725</u>	<u>22,784</u>	<u>0</u>	<u>0</u>	<u>22,784</u>
Balance at the end	<u>204,896</u>	<u>11,216</u>	<u>838,633</u>	<u>1,054,744</u>	<u>138,949</u>	<u>8,252</u>	<u>855,113</u>	<u>1,002,314</u>
	June 30, 2026				December 31, 2025			
	12 months ECL	Lifetime ECL - non-impaired	Lifetime ECL - impaired	Total	12 months ECL	Lifetime ECL - non-impaired	Lifetime ECL - impaired	Total
Other accounts receivable								
Balance at the beginning	6,973,468	0	0	6,973,468	6,999,193	0	0	6,999,193
Net remeasurement of loss allowance	(1,427,837)	0	0	(1,427,837)	(3,695,350)	0	0	(3,695,350)
New financial assets originated	3,175,232	0	0	3,175,232	4,975,426	0	0	4,975,426
Charge-offs	(2,054,479)	0	0	(2,054,479)	(1,924,010)	0	0	(1,924,010)
Recovery	642,816	0	0	642,816	614,777	0	0	614,777
Effect of merger by absorption	1,403,396	0	0	1,403,396	0	0	0	0
Foreign currency translation	<u>39,579</u>	<u>0</u>	<u>0</u>	<u>39,579</u>	<u>3,432</u>	<u>0</u>	<u>0</u>	<u>3,432</u>
Balance at the end	<u>8,752,175</u>	<u>0</u>	<u>0</u>	<u>8,752,175</u>	<u>6,973,468</u>	<u>0</u>	<u>0</u>	<u>6,973,468</u>

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

Modified financial assets

The following table provides information on individually significant financial assets that were modified while having a provision for losses measured in an amount equal to the ECL for the expected life.

	June 30, 2026	December 31, 2025
Amortized cost before modification	7,868,833	6,474,499
Net loss due modification	462,429	67,018
total	<u>7,406,404</u>	<u>6,407,481</u>

Concentration of credit risk

The Bank follows up the concentration of credit risk by sector and geographic location. The geographic location of loans and deposits in banks is based on the location of the debtor. Regarding investments, they are based on the location of the issuer. The analysis of the concentration of credit risks as of the reporting date is as follows:

	June 30, 2026					
	Loans	Commitments and guarantees	Securities purchased under resale agreements	Deposits in banks	Investments at FVOCI	Investments at AC
Concentration by sector						
Government	0	0	0	267,977	4,307,846,477	5,625,999,947
Corporate						
Trade	3,903,518,660	289,731,294	0	0	0	0
General industry	2,504,073,594	191,321,276	0	0	3,041,712	0
Real estate	2,307,547,801	22,683,970	0	0	36,096,021	123,041,786
Services	1,698,907,068	70,993,980	0	0	8,978,331	2,490,467
Food industry	1,347,954,961	62,325,216	0	0	2,026,653	0
Agricultural	1,330,716,386	6,521,630	0	0	0	0
Hotels and restaurants	943,904,989	9,245,062	0	0	0	0
Construction	620,880,236	62,852,294	0	0	4,266,407	22,577,825
Financial	560,357,928	112,131,303	3,757,277	861,230,095	192,390,705	11,632,804
Telecommunications	415,829,026	15,244,487	0	0	27,871,270	4,683,301
Transport	383,892,938	19,798,151	0	0	2,873,643	0
Oil and derivatives	0	0	0	0	18,562,225	0
Energy	0	0	0	0	65,551,204	100,165,468
Media	0	0	0	0	5,060,828	0
Technology	0	0	0	0	5,154,928	0
Pharmacy	0	0	0	0	2,924,250	0
Personal banking	17,147,581,753	65,867,491	0	0	0	0
Allowance for ECL	(874,727,970)	(1,054,744)	0	(19,078)	0	(372,099)
Net carrying amount	<u>32,290,437,370</u>	<u>927,661,410</u>	<u>4,025,254</u>	<u>5,169,057,494</u>	<u>6,000,798,124</u>	<u>328,113,672</u>
Geographic location:						
Costa Rica	8,904,614,864	309,847,795	267,977	1,964,830,973	1,521,496,546	4,683,301
Panama	9,975,237,378	323,140,761	0	80,041,331	855,395,290	259,908,349
Guatemala	5,128,216,591	29,507,785	0	791,361,480	788,160,031	0
Honduras	4,111,022,553	84,752,341	3,757,277	669,271,610	608,976,464	63,894,121
El Salvador	3,079,650,704	170,107,468	0	461,073,535	286,420,465	0
Nicaragua	1,966,423,250	11,360,004	0	361,424,166	340,123,924	0
North America	0	0	0	789,423,924	1,506,412,107	0
Europe	0	0	0	51,629,744	7,546,091	0
South America	0	0	0	10,517	86,267,206	0
Others	0	0	0	9,292	0	0
Allowance for ECL	(874,727,970)	(1,054,744)	0	(19,078)	0	(372,099)
Net carrying amount	<u>32,290,437,370</u>	<u>927,661,410</u>	<u>4,025,254</u>	<u>5,169,057,494</u>	<u>6,000,798,124</u>	<u>328,113,672</u>

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

	December 31, 2025					
	Loans	Commitments and guarantees	Securities purchased under resale agreements	Deposits in banks	Investments at FVOCI	Investments at AC
Concentration by sector						
Government	0	0	3,125,890	4,330,314,005	4,354,871,222	64,740,613
Corporate						
Trade	2,804,927,376	186,466,265	0	0	0	0
General industry	2,241,780,054	144,415,366	0	0	3,077,026	0
Real estate	2,126,402,762	31,380,114	0	0	40,713,472	34,678,282
Services	1,477,220,795	66,087,861	0	0	9,567,302	0
Food industry	1,276,910,109	39,919,036	0	0	10,001,348	0
Agricultural	1,081,322,515	12,075,307	0	0	0	0
Hotels and restaurants	838,198,003	6,798,596	0	0	1,618,243	0
Financial	470,872,836	126,314,870	0	898,571,385	186,895,594	5,416,071
Telecommunications	381,808,659	10,500,227	0	0	32,714,235	5,077,100
Transport	366,559,433	12,861,545	0	0	2,899,274	0
Construction	302,390,138	78,762,518	0	0	4,384,891	0
Oil and derivatives	0	0	0	0	19,597,551	0
Energy	0	0	0	0	66,481,175	78,355,398
Media	0	0	0	0	5,074,171	0
Technology	0	0	0	0	9,209,557	0
Pharmacy	0	0	0	0	2,905,679	0
Personal banking	15,054,087,596	42,185,562	0	0	3,063,342	0
Allowance for ECL	<u>(765,061,321)</u>	<u>(1,002,314)</u>	<u>0</u>	<u>(35,874)</u>	<u>0</u>	<u>(378,431)</u>
Net carrying amount	<u>27,657,418,955</u>	<u>756,764,953</u>	<u>3,125,890</u>	<u>5,228,849,516</u>	<u>4,753,074,082</u>	<u>187,889,033</u>
Geographic location:						
Costa Rica	8,529,443,074	299,566,233	0	1,853,872,426	1,200,424,767	5,077,100
Panama	6,067,847,743	180,568,218	0	144,691,219	806,780,061	118,449,751
Guatemala	5,015,247,356	18,064,258	3,125,890	704,925,632	736,593,030	0
Honduras	3,980,972,270	94,615,956	0	877,246,277	502,366,376	64,740,613
El Salvador	2,932,216,889	154,043,390	0	480,973,338	269,048,573	0
Nicaragua	1,896,752,944	10,909,212	0	324,165,906	244,572,222	0
North America	0	0	0	816,249,059	926,713,062	0
Europe	0	0	0	26,735,517	7,609,021	0
South America	0	0	0	0	58,966,970	0
Others	0	0	0	26,016	0	0
Allowance for ECL	<u>(765,061,321)</u>	<u>(1,002,314)</u>	<u>0</u>	<u>(35,874)</u>	<u>0</u>	<u>(378,431)</u>
Net carrying amount	<u>27,657,418,955</u>	<u>756,764,953</u>	<u>3,125,890</u>	<u>5,228,849,516</u>	<u>4,753,074,082</u>	<u>187,889,033</u>

The Bank has been and will continue to monitor liquidity conditions and the credit quality of financial instruments originated or acquired in the countries where it maintains credit exposure, with the objective of mitigating and managing the effects of this situation.

(b) Liquidity risk

Liquidity risk is defined as the contingency of not being able to comply fully, in a timely and efficient manner, the expected and unexpected cash flows, current and future, without affecting the course of daily operations or the financial condition of the entity. This contingency (liquidity risk) is evidenced by insufficient liquid assets available and/or the need to assume unusual funding costs.

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

The liquidity management conducted by the Bank seeks to ensure that it can meet its obligations, including: (i) withdrawals of customer deposits; (ii) repayment of institutional funding obligations according to their maturities and scheduled payment terms; (iii) meeting credit demand and providing investment funds as needed; and (iv) covering diverse operating expenses. In this regard, the Bank exercises constant control over its short-term assets and liabilities. The Bank's liquidity is carefully managed and adjusted daily based on estimated liquidity in contingent and expected scenarios.

The Bank's liquidity management is in compliance with the policies and guidelines issued by Senior management and/or Regional and Local Boards of Directors; the regulators of each country in which it operates and the contractual obligations. These best practices are primarily defensive, in the sense of seeking to always maintain appropriate levels of liquidity. In addition, the Bank has implemented the internal liquidity requirements that force it to keep excesses above regulatory requirements.

Specifically, the Bank's liquidity risk is managed through the calculation of liquidity coverage indicators in the short term, net of obligations and requirements, and in normal and stressful situations, as well as a stress model of liquidity based on its cash flows, which considers the activity of assets and liabilities in a time horizon of up to one year, under a variety of scenarios, which include both normal market conditions and more severe conditions. In addition, the Bank seeks to maintain a term matching, which enables it to meet its financial obligations over time.

As for market risk, Senior Management engages actively in liquidity risk management through regional and local Assets and Liabilities Committees (ALICO) and Comprehensive Risk Management Committee; thus, giving greater support to the strategic decision-making process. The liquidity risk assumed by the Bank is in line with the structure, complexity, size and nature of its operation, while always respecting the local regulations, the regional guidelines and the guidelines issued by Senior Management and/or Regional and Local Boards of Directors.

At the level of the entire Bank the obligation of properly documenting the periodic assessment of measurement indicators and compliance with regional guidelines and local regulations is established; as well as ensuring that reports related to liquidity risk to be remitted to the different internal and external instances (including the regulator) are adequate in terms of content, quality of information, generation, transmission and validation according to the requirements set forth in the respective standards.

The following table shows the results of the ratios for high-quality liquidity coverage with respect to the outflow of deposits under normal and stressful conditions, calculated based on internal policies, as of the reporting date and during the period:

	% of Liquidity	
	June 30, 2026	December 31, 2025
As of period end	31.5	32.1
Maximum	39.7	33.6
Average	34.7	29.9
Minimum	31.5	25.6

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

As of June 30, 2026, and December 31, 2025, the banking operations of the Bank comply with the liquidity requirements established by the regulators.

Quantitative information

The following table details the undiscounted cash flows of financial liabilities and financial assets, and disbursements due to financial derivatives in contractual maturity groups for the remaining period from the reporting date.

June 30, 2026							
Carrying amount	Total nominal gross amount inflows / (outflows)	Up to 1 month	From 1 to 3 months	From 3 months to 1 year	From 1 to 5 years	More than 5 years	
<i>Amounts in thousands</i>							
Liabilities							
Demand deposits	12,172,263	(12,172,263)	(12,172,263)	0	0	0	0
Savings deposits	8,901,795	(8,901,795)	(8,901,795)	0	0	0	0
Time deposits	13,981,384	(14,809,486)	(1,456,170)	(2,477,660)	(7,293,206)	(2,829,305)	(753,145)
Securities sold under repurchase agreements	63,661	(63,661)	(44,030)	(19,631)	0	0	0
Financial obligations	3,481,042	(3,856,067)	(255,851)	(421,581)	(1,530,595)	(1,322,532)	(325,508)
Other financial obligations	2,207,446	(3,287,161)	(22,574)	(98,695)	(385,065)	(1,483,170)	(1,297,657)
Lease liabilities	125,881	(157,586)	(3,541)	(17,076)	(17,982)	(81,360)	(37,627)
Sub-total liabilities	40,933,472	(43,248,019)	(22,856,224)	(3,034,643)	(9,226,848)	(5,716,367)	(2,413,937)
Commitments and guarantees	110,628	(110,628)	(7,966)	(17,037)	(52,781)	(32,844)	0
Acceptances	62,285	(62,285)	(3,589)	(6,252)	(52,444)	0	0
Total liabilities	41,106,385	(43,420,932)	(22,867,779)	(3,057,932)	(9,332,073)	(5,749,211)	(2,413,937)
Assets							
Cash and cash equivalents	903,780	903,780	903,780	0	0	0	0
Securities purchased under resale agreements	4,025	4,025	4,025	0	0	0	0
Deposits in banks, net	5,169,057	5,169,283	5,159,405	2,653	7,225	0	0
Investments at FVPL (1)	45,278	47,495	7	531	19,185	11,547	16,225
Investments at FVOCI (1)	6,000,798	7,236,840	325,262	425,391	1,581,598	2,871,897	2,032,692
Investments at AC	328,114	536,598	149	2,554	18,228	154,052	361,615
Other accounts receivable, net	537,881	537,881	363,777	48,528	48,073	77,503	0
Loans, net	32,290,437	44,770,516	2,445,147	5,701,540	7,673,727	13,667,364	15,282,738
Sub-total assets	45,279,370	59,206,418	9,201,552	6,181,197	9,348,036	16,782,363	17,693,270
Acceptances outstanding	62,285	62,285	3,589	6,252	52,444	0	0
Total assets	45,341,655	59,268,703	9,205,141	6,187,449	9,400,480	16,782,363	17,693,270

(1) Equity securities are excluded

December 31, 2025							
Carrying amount	Total nominal gross amount inflows / (outflows)	Up to 1 month	From 1 to 3 months	From 3 months to 1 year	From 1 to 5 years	More than 5 years	
<i>Amounts in thousands</i>							
Liabilities							
Demand deposits	11,359,804	(11,359,804)	(11,359,804)	0	0	0	0
Savings deposits	7,764,751	(7,764,751)	(7,764,751)	0	0	0	0
Time deposits	11,089,588	(11,600,919)	(1,466,896)	(2,317,130)	(5,918,168)	(1,870,078)	(28,647)
Securities sold under repurchase agreements	39,622	(39,622)	(39,622)	0	0	0	0
Financial obligations	3,202,907	(3,601,479)	(226,438)	(474,786)	(1,062,784)	(1,507,451)	(330,020)
Other financial obligations	1,787,385	(2,862,520)	(7,557)	(36,987)	(325,052)	(1,235,907)	(1,257,017)
Lease liabilities	112,273	(129,136)	(3,105)	(14,663)	(16,144)	(69,124)	(26,100)
Sub-total liabilities	35,356,330	(37,358,231)	(20,868,173)	(2,843,566)	(7,322,148)	(4,682,560)	(1,641,784)
Commitments and guarantees	66,639	(66,639)	(8,456)	(14,421)	(43,762)	0	0
Acceptances	5,081	(5,081)	(1,285)	(1,527)	(2,269)	0	0
Total liabilities	35,428,050	(37,429,951)	(20,877,914)	(2,859,514)	(7,368,179)	(4,682,560)	(1,641,784)
Assets							
Cash and cash equivalents	1,050,626	1,050,626	1,050,626	0	0	0	0
Securities purchased under resale agreements	3,126	3,126	3,126	0	0	0	0
Deposits in banks, net	5,228,850	5,230,081	5,201,500	4,411	13,447	10,723	0
Investments at FVPL (1)	25,871	32,527	0	70	2,985	13,218	16,254
Investments at FVOCI (1)	4,753,074	5,642,441	235,087	393,499	1,272,382	2,268,764	1,472,709
Investments at AC	187,889	335,249	31	3,762	10,490	66,827	254,139
Other accounts receivable, net	485,839	485,839	365,798	38,619	44,038	37,384	0
Loans, net	27,657,419	39,997,531	3,184,911	5,583,101	6,204,650	11,806,729	13,218,140
Sub-total assets	39,392,694	52,777,420	10,041,079	6,023,462	7,547,992	14,203,645	14,961,242
Acceptances outstanding	5,081	5,081	1,285	1,527	2,269	0	0
Total assets	39,397,775	52,782,501	10,042,364	6,024,989	7,550,261	14,203,645	14,961,242

(1) Equity securities are excluded

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

The Bank's expected cash flows from some financial assets and financial liabilities vary significantly from the contractual cash flows. The main differences are the following:

- customer demand deposits are expected to remain stable or increase;
- not all unrecognized loan commitments are expected to be withdrawn immediately; and
- retail mortgage loans have an original contractual maturity of between 20 and 30 years, but an expected average maturity of eight years because customers take advantage of early repayment options.

The Bank's liquidity position is measured and monitored daily by the treasury units in each country. In order to maintain adequate levels of liquid resources, the Bank maintains liquidity reserves consisting of cash and cash equivalents, deposits with banks, securities purchased under resale agreements, and highly liquid sovereign debt instruments. Securities purchased under resale agreements form part of the assets managed under the Bank's liquidity management strategy. The fair value of these assets approximates their carrying amount. The composition of the Bank's liquidity reserves is presented in the following table:

	June 30, 2026	December 31, 2025
Cash and cash equivalents	903,779,725	1,050,626,169
Securities purchased under resale agreements	4,025,254	3,125,890
Deposits in central banks	3,514,963,670	3,578,054,764
Deposits due from banks maturing in less than 90 days	1,643,117,318	1,623,946,378
Deposits due from banks maturing after 90 days, net	<u>10,976,506</u>	<u>26,848,374</u>
Total cash, cash equivalents and deposits in banks, net	<u>6,076,862,473</u>	<u>6,282,601,575</u>
Not committed sovereign debt instruments	5,541,865,186	4,294,864,754
Other credit lines available (1)	<u>2,531,798,222</u>	<u>2,362,710,189</u>
Total liquidity reserve	<u>14,150,525,881</u>	<u>12,940,176,518</u>

(1) Amounts not disbursed as of the reporting date.

The available credit lines are for use in normal business scenarios. They may have restricted use in stressful situations.

The following table shows the availability of the Bank's financial assets to support the future financing:

June 30, 2026

	Committed	Uncommitted		
	As Collateral	Available as Collateral	Legal Reserve (1)	Others (2)
Cash and cash equivalents	0	0	0	903,779,725
Securities purchased under resale agreements	0	0	4,025,254	0
Deposits due from banks, net	0	722,840,304	3,479,760,656	966,456,534
Investments in securities, net	63,203,226	5,708,749,954	169,766,999	458,097,947
Loans, net	<u>306,660,823</u>	<u>0</u>	<u>0</u>	<u>31,983,776,547</u>
Total assets	<u>369,864,049</u>	<u>6,431,590,258</u>	<u>3,653,552,909</u>	<u>34,312,110,753</u>

(1) It represents uncommitted assets, which the Bank considers to use to guarantee financing, for legal or other reasons. Committed deposits in banks comprise the legal reserve required by the different jurisdictions in which the Bank operates and can be used according to the regulation of each country.

(2) It represents assets that are uncommitted for use as collateral.

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

December 31, 2025

	Committed		Uncommitted		Total
	As Collateral	Available as Collateral	Legal Reserve (1)	Others (2)	
Cash and cash equivalents	0	0	0	1,050,626,169	1,050,626,169
Securities purchased under resale agreements	0	0	3,125,890	0	3,125,890
Deposits due from banks, net	0	661,561,013	3,465,172,700	1,102,115,803	5,228,849,516
Investments in securities, net	22,257,990	4,481,007,833	150,538,323	336,033,581	4,989,837,727
Loans, net	314,316,606	0	0	27,343,102,349	27,657,418,955
Total assets	336,574,596	5,142,568,846	3,618,836,913	29,831,877,902	38,929,858,257

(1) It represents uncommitted assets, which the Bank considers to use to guarantee financing, for legal or other reasons. Committed deposits in banks comprise the legal reserve required by the different jurisdictions in which the Bank operates and can be used according to the regulation of each country.

(2) It represents assets that are uncommitted for use as collateral.

(c) *Market risk*

Market risks are those that may result in losses as a result of adverse price movements in the financial markets where positions are maintained. It comprises the following risks:

- Interest rate risk: there is the possibility of an economic loss due to adverse variations in interest rates.
- Exchange rate risk: there is the possibility of an economic loss due to adverse variations in the exchange rates of currencies other than the US dollar.

The main objectives of the Bank's corporate governance structure include supervising the performance of the management team in each country, ensuring the proper functioning of the internal control system, monitoring the exposure to risks and managing them effectively. For such purposes, management engages actively in market risk management through the regional and local Assets and Liabilities Committees (ALICO) and the Comprehensive Risk Management Committee; thus, giving greater support to the strategic decision-making process.

Market risks assumed by the Bank are in line with the structure, complexity, size and nature of its operation, while always respecting the local regulations, the regional guidelines and the guidelines issued by management and/or regional and local boards of directors.

The Bank establishes the requirement of properly documenting the periodic assessment of measurement indicators and compliance with regional guidelines and local regulations, as well as ensuring that reports related to market risk to be remitted to the different internal and external instances (including the regulator) are adequate in terms of the content, quality of information, generation, transmission and validation according to the requirements set forth in the respective standards.

For the measurement, control and management of market risk, the Bank uses the indicators required by the regulator of each country as well as another set of indicators established in the internal regional guideline, which are calculated by country and in a consolidated manner based on internal sources of information.

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

With respect to foreign exchange risk, the Bank manages its exposure by monitoring its net investment in operations whose functional currency is not the U.S. dollar. The policy adopted seeks to maintain net monetary assets denominated in U.S. dollars that serve as an economic hedge of such net investment, thereby reducing the impact of foreign exchange fluctuations on consolidated equity. Due to regulatory restrictions in certain countries, the hedge of this exposure may not achieve the level desired by Management.

Quantitative information

The Bank maintains operations in the condensed consolidated statement of financial position, contracted in local currency other than US dollars, which are listed below:

<u>June 30, 2026</u> <i>Amounts in US millions</i>	Euro	Quetzales	Lempiras	Cordobas	Colones	Other currencies ¹	Total
Cash, cash equivalents and deposits in banks	70	796	504	215	1,212	5	2,802
Investments in securities	0	496	632	340	969	0	2,437
Loans, net	<u>0</u>	<u>2,948</u>	<u>2,868</u>	<u>278</u>	<u>3,634</u>	<u>0</u>	<u>9,728</u>
Total assets	70	4,240	4,004	833	5,815	5	14,967
Deposits	36	3,427	3,026	640	4,583	5	11,717
Obligations	<u>0</u>	<u>239</u>	<u>397</u>	<u>0</u>	<u>744</u>	<u>0</u>	<u>1,380</u>
Total liabilities	36	3,666	3,423	640	5,327	5	13,097
Contingencies	<u>1</u>	<u>2</u>	<u>31</u>	<u>2</u>	<u>93</u>	<u>0</u>	<u>129</u>
Exchange risk exposure	<u>35</u>	<u>576</u>	<u>612</u>	<u>195</u>	<u>581</u>	<u>0</u>	<u>1,999</u>
<u>December 31, 2025</u> <i>Amounts in US millions</i>	Euro	Quetzales	Lempiras	Cordobas	Colones	Other currencies	Total
Cash, cash equivalents and deposits in banks	42	630	763	205	1,212	0	2,852
Investments in securities	0	491	517	245	658	0	1,911
Loans, net	<u>0</u>	<u>2,894</u>	<u>2,836</u>	<u>261</u>	<u>3,402</u>	<u>0</u>	<u>9,393</u>
Total assets	42	4,015	4,116	711	5,272	0	14,156
Deposits	11	3,165	3,095	621	4,215	0	11,107
Obligations	<u>0</u>	<u>339</u>	<u>411</u>	<u>0</u>	<u>681</u>	<u>0</u>	<u>1,431</u>
Total liabilities	11	3,504	3,506	621	4,896	0	12,538
Contingencies	<u>1</u>	<u>1</u>	<u>38</u>	<u>1</u>	<u>80</u>	<u>0</u>	<u>121</u>
Exchange risk exposure	<u>32</u>	<u>512</u>	<u>648</u>	<u>91</u>	<u>456</u>	<u>0</u>	<u>1,739</u>

Interest rate risk is analyzed based on the expected timing of future principal and interest cash flows for each category of financial assets and liabilities exposed to this risk.

¹ The "Other Currencies" category comprises transactions denominated in Canadian dollars, pounds sterling, Swiss francs, Colombian pesos, Mexican pesos, and Japanese yen. These currencies are presented in aggregate as they are individually immaterial.

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

The summary exposure of the Bank's condensed consolidated statement of financial position to interest rate risk is presented in the following table. Assets and liabilities are included in the table at their nominal value, classified by categories of time considering the next repricing date or the maturity date, as applicable:

<u>June 30, 2026</u>	Up to 1 year	From 1 to 5 years	More than 5 years	Total
Cash and cash equivalents	903,779,725	0	0	903,779,725
Securities purchased under resale agreements	4,010,452	0	0	4,010,452
Deposits due from Banks, net	5,211,040,539	0	0	5,211,040,539
Investments in securities, net	2,593,396,568	2,815,749,644	2,077,393,184	7,486,539,396
Loans, net	<u>29,424,395,929</u>	<u>4,723,301,531</u>	<u>1,486,190,688</u>	<u>35,633,888,148</u>
Total assets	<u>38,136,623,213</u>	<u>7,539,051,175</u>	<u>3,563,583,872</u>	<u>49,239,258,260</u>
Deposits	22,321,905,152	12,194,223,674	3,403,378,573	37,919,507,399
Securities sold under resale agreements	63,828,576	0	0	63,828,576
Financial obligations	3,014,744,142	403,011,030	273,069,474	3,690,824,646
Other financial obligations (1)	<u>796,542,127</u>	<u>725,990,147</u>	<u>523,647,883</u>	<u>2,046,180,157</u>
Total liabilities	<u>26,197,019,997</u>	<u>13,323,224,851</u>	<u>4,200,095,930</u>	<u>43,720,340,778</u>
Exposure to interest rate risk	<u>11,939,603,216</u>	<u>(5,784,173,676)</u>	<u>(636,512,058)</u>	<u>5,518,917,482</u>

<u>December 31, 2025</u>	Up to 1 year	From 1 to 5 years	More than 5 years	Total
Cash and cash equivalents	4,563,546,823	0	0	4,563,546,823
Securities purchased under resale agreements	3,100,000	0	0	3,100,000
Deposits due from Banks, net	719,826,460	10,723,379	0	730,549,839
Investments in securities, net	2,088,554,348	2,281,627,171	1,455,723,452	5,825,904,971
Loans, net	<u>24,856,181,876</u>	<u>4,405,425,089</u>	<u>1,211,773,233</u>	<u>30,473,380,198</u>
Total assets	<u>32,231,209,507</u>	<u>6,697,775,639</u>	<u>2,667,496,685</u>	<u>41,596,481,831</u>
Deposits	19,294,104,586	9,580,581,099	1,774,205,202	30,648,890,887
Securities sold under resale agreements	39,753,451	0	0	39,753,451
Financial obligations	2,587,740,160	573,949,236	283,330,852	3,445,020,248
Other financial obligations (1)	<u>736,796,433</u>	<u>593,443,718</u>	<u>151,546,079</u>	<u>1,481,786,230</u>
Total liabilities	<u>22,658,394,630</u>	<u>10,747,974,053</u>	<u>2,209,082,133</u>	<u>35,615,450,816</u>
Exposure to interest rate risk	<u>9,572,814,877</u>	<u>(4,050,198,414)</u>	<u>(458,414,552)</u>	<u>5,981,031,015</u>

(1) Excludes perpetual bonds, which do not have a contractual maturity date.

Interest rate risk is assessed based on the gap analysis, in order to approximate the change in equity of the Bank's condensed consolidated statement of financial position and in the net income from eventual changes in market interest rates. The economic value of an instrument involves an assessment of the current value of its expected net cash flows, discounted to reflect market rates. By extension, the economic value of a financial entity can be determined as the present value of expected net cash flows from the entity, defined as expected cash flows from assets, and less expected cash flows from liabilities. In this sense, the perspective of economic value reflects a view of the sensitivity of the financial entity is net value to interest rate fluctuations.

Based on the above, the Bank calculates the total exposure of the condensed consolidated statement of financial position to interest rate risk. The Bank states that the interest rate risk should be measured for each currency in which assets and liabilities are maintained.

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

The estimate of the impact of variations in interest rates is conducted under scenarios of increase or decrease of 100 basis points in assets and liabilities at the different terms (parallel movement of the curve). The following table presents a summary of the impact on the Bank's economic value and on the net interest income applying these variations:

	Increase of 100 bps	Decrease of 100 bps
Impact on equity to interest rate movements		
June 30, 2026		
Average for the period	91,148,859	(94,898,120)
Maximum for the period	42,865,343	(42,634,371)
Minimum for the period	91,148,859	(94,898,120)
	14,847,675	(11,964,448)
December 31, 2025		
Average for the year	11,258,867	(8,267,491)
Maximum for the year	5,827,611	(2,782,256)
Minimum for the year	18,741,768	(16,460,030)
	(5,670,675)	8,844,387
Impact on net income from interests		
June 30, 2026		
Average for the period	30,728,918	(30,728,918)
Maximum for the period	40,219,323	(40,219,323)
Minimum for the period	52,894,146	(52,894,146)
	30,728,918	(30,728,918)
December 31, 2025		
Average for the year	36,065,500	(36,065,500)
Maximum for the year	28,272,693	(28,272,693)
Minimum for the year	36,065,500	(36,065,500)
	15,364,651	(15,364,651)

(d) Operational risk

The Bank has established a minimum framework for operational risk management within its companies, which is intended to provide general guidelines to ensure the identification, assessment, control, monitoring and reporting of operational risks and materialized events that may affect the organization with the objective of ensuring the proper management, mitigation or reduction of the managed risks and contributing to provide a reasonable assurance with respect to the achievement of organizational objectives.

The operational risk management model considers the best practices issued by the Basel Committee on Banking Supervision and by COSO (Committee of Sponsoring Organizations of the Treadway Commission). In addition, it complies with the regulatory requirements of the region, which have been defined by the regulators of the countries where the Bank operates.

Based on the above, operational risk is defined as the possibility that the events resulting from personnel, information technologies or inadequate or failed internal processes, or produced by external causes, may generate negative impacts that may prevent achievement of objectives. By its nature, it is present in all of the organization's activities.

Notes to the Condensed Consolidated Interim Financial Statements

(4) Risk management, continued

The priority of the Bank is, therefore, to identify and manage the major risk factors, regardless of whether they can produce monetary losses. Measurement also contributes to the establishment of priorities in operational risk management.

The operational risk management system is properly documented in the Operational Risk Guideline and Manual. It is a continuous process with several stages:

- Measurement of the perspective of control environment
- Identification and assessment of operational risks
- Treatment and mitigation of operational risks
- Risk monitoring and review
- Registration and accounting of losses due to operational risk incidents

Additionally, the Bank has policies formally established for management of information security, business continuity, fraud prevention and code of ethics that support the proper management of operational risks in the organization.

At the regional level and in all countries where the Bank operates, there is an operational risk management unit that monitors, advises and assesses management conducted by the administration with regard to operational risks. In addition, there is a specialized Operational Risk Committee (OR Committee) composed of senior management. The OR Committee reports to the Comprehensive Risk Management Committee, monitors management and ensures that identified operational risks are kept at accepted levels by the organization.

Compliance with the Bank's standards is supported by a program of periodic reviews undertaken by Internal Audit, which reports the results to the Audit Committee of each entity where the Bank operates.

(5) Critical accounting estimates and judgments in the application of accounting policies

The Bank's management is responsible for the development, selection, disclosure of policies and critical accounting estimates and their implementation in a manner consistent with the assumptions selected and related to the significant estimate uncertainties.

Loan impairment losses

The Bank reviews its loan portfolio to assess the impairment at least on a biannual basis. When determining whether an impairment loss should be recorded the consolidated statement of profit or loss, the Bank's makes decisions as to whether observable information exists indicating that there is a measurable reduction in estimated future cash flows from a loan portfolio before such reduction may be identified with an individual loan in that portfolio. This evidence includes observable information indicating that an adverse change in the payment condition of borrowers in a group, on national or local economic conditions that correlate with non-compliance instances in Bank's assets have occurred.

Notes to the Condensed Consolidated Interim Financial Statements

(6) Cash, cash equivalents and deposits in banks

Cash and cash equivalents are listed below for reconciliation purposes with the consolidated statement of cash flows are detailed below:

	June 30, 2026	2025
Cash and cash equivalents	903,779,725	846,838,701
Securities purchased under resale agreements	4,025,254	94,603,400
Deposits in central banks	3,514,963,670	3,345,024,845
Deposits in banks and deposits due in less than 90 days	1,643,117,318	929,790,115
Cash and cash equivalents in the condensed consolidated statement of cash flows	<u>6,065,885,967</u>	<u>5,216,257,061</u>
Deposits in banks with maturity over 90 days, net	10,976,506	31,893,064
Total cash, cash equivalents and deposits in banks	<u>6,076,862,473</u>	<u>5,248,150,125</u>

(7) Securities purchased under resale agreements

As of June 30, 2026, securities purchased under resale agreements amounted to \$4,025,254 (December 31, 2025: \$3,125,890), which have an expiration date in July 2026 (December 31, 2025: January) and an interest rate between 6% (December 31, 2025: between 5.3% and 6.3%). These securities were guaranteed with local government bonds and corporate bonds, which amounted to \$5,128,426 (December 31, 2025: \$3,100,000).

(8) Investments in securities

As of June 30, 2026, investments in securities amounting to \$6,399,818,126 (December 31, 2025: \$4,989,837,727) are summarized as follows:

(a) Investments at FVPL

The portfolio of investments in securities at FVPL is detailed as follows:

	June 30, 2026	December 31, 2025
Government bonds	21,821,492	25,870,930
Mutual Funds	23,456,714	0
Equity securities	<u>21,650,651</u>	<u>19,802,916</u>
	<u>66,928,857</u>	<u>45,673,846</u>

For the six-month period ended June 30, 2026, the Bank received dividend income of \$209,927 from common shares measured at FVPL (December 31, 2025: \$1,386,227).

As of June 30, 2026 and December 31, 2025, there are no investments in securities at FVPL used as collateral of repurchase agreements.

(b) Investments at FVOCI

The portfolio of investments at FVOCI is detailed as follows:

	June 30, 2026	December 31, 2025
Government and agencies:		
United States of America	1,329,003,935	703,196,235
Other governments	<u>4,296,996,012</u>	<u>3,651,674,987</u>
	5,625,999,947	4,354,871,222
Corporate bonds	374,798,177	398,202,860
Equity securities	<u>3,977,473</u>	<u>3,200,766</u>
	<u>6,004,775,597</u>	<u>4,756,274,848</u>

Notes to the Condensed Consolidated Interim Financial Statements

(8) Investments in securities, continued

The Bank maintains a portfolio of equity securities issued by the following companies:

Entity	Country	June 30, 2026	December 31, 2025
Grupo APC, S.A.	Panama	1,282,322	509,589
Latinex Holdings, Inc.	Panama	910,114	910,112
Transacciones y Transferencias, S.A.	Guatemala	314,904	312,998
Servicios Financieros, S.A.	El Salvador	247,500	247,500
ACH de Nicaragua	Nicaragua	184,304	184,304
Bancajeros BANET	Honduras	165,586	167,749
Fondo Hondureño de Inversión Turística	Honduras	162,866	164,994
ICG Imágenes Computarizadas de Guatemala, S.A.	Guatemala	144,671	143,796
Asociación Bancaria de Guatemala	Guatemala	94,760	94,187
Other		<u>470,446</u>	<u>465,537</u>
		<u>3,977,473</u>	<u>3,200,766</u>

As of June 30, 2026, investments in equity securities at FVOCI resulted in a \$772,733 increase in the Bank's comprehensive income (December 31, 2025: an increase of \$494,760). During the period, the Bank received dividend income of \$432,157 from equity securities at FVOCI (December 31, 2025: \$1,213,295).

(c) Investments at AC

The investment portfolio at AC is detailed as follows:

	June 30, 2026	December 31, 2025
Government bonds	63,810,744	64,660,927
Corporate bonds	<u>264,302,928</u>	<u>123,228,106</u>
	<u>328,113,672</u>	<u>187,889,033</u>

(9) Loans

A breakdown of the loan portfolio by product is presented below:

	June 30, 2026			December 31, 2025		
	Portfolio	Allowance for ECL	Portfolio net of allowance	Portfolio	Allowance for ECL	Portfolio net of allowance
Loans						
Corporate						
Corporate loans	12,742,297,051	(137,962,545)	12,604,334,506	10,497,085,026	(85,874,392)	10,411,210,634
Corporate leases, net (1)	<u>384,145,495</u>	<u>(2,216,235)</u>	<u>381,929,260</u>	<u>366,543,204</u>	<u>(2,177,016)</u>	<u>364,366,188</u>
Total Corporate	<u>13,126,442,546</u>	<u>(140,178,780)</u>	<u>12,986,263,766</u>	<u>10,863,628,230</u>	<u>(88,051,408)</u>	<u>10,775,576,822</u>
Personal banking, medium and small company						
Medium company						
Medium company loans	1,120,864,310	(18,954,211)	1,101,910,099	934,763,336	(14,978,364)	919,784,972
Medium company leases, net (1)	<u>127,226,618</u>	<u>(1,081,781)</u>	<u>126,144,837</u>	<u>112,997,694</u>	<u>(748,970)</u>	<u>112,248,724</u>
Total Medium company	<u>1,248,090,928</u>	<u>(20,035,992)</u>	<u>1,228,054,936</u>	<u>1,047,761,030</u>	<u>(15,727,334)</u>	<u>1,032,033,696</u>
Small company						
Small company loans	1,462,195,939	(22,771,580)	1,439,424,359	1,291,146,316	(15,928,057)	1,275,218,259
Small company leases, net (1)	<u>180,854,174</u>	<u>(2,181,832)</u>	<u>178,672,342</u>	<u>165,857,104</u>	<u>(1,595,402)</u>	<u>164,261,702</u>
Total Small company	<u>1,643,050,113</u>	<u>(24,953,412)</u>	<u>1,618,096,701</u>	<u>1,457,003,420</u>	<u>(17,523,459)</u>	<u>1,439,479,961</u>
Personal banking						
Mortgage loans	5,223,170,095	(43,888,820)	5,179,281,275	4,295,570,445	(37,366,496)	4,258,203,949
Personals	3,231,353,706	(121,273,552)	3,110,080,154	2,649,214,893	(106,273,248)	2,542,941,645
Vehicles	2,175,896,577	(15,158,073)	2,160,738,504	1,697,545,397	(10,139,813)	1,687,405,584
Personal leases, net (1)	<u>225,955,714</u>	<u>(1,502,143)</u>	<u>224,453,571</u>	<u>217,081,570</u>	<u>(2,041,105)</u>	<u>215,040,465</u>
Credit cards	<u>6,291,205,661</u>	<u>(507,737,198)</u>	<u>5,783,468,463</u>	<u>6,194,675,291</u>	<u>(487,938,458)</u>	<u>5,706,736,833</u>
Total Personal banking	<u>17,147,581,753</u>	<u>(689,559,786)</u>	<u>16,458,021,967</u>	<u>15,054,087,596</u>	<u>(643,759,120)</u>	<u>14,410,328,476</u>
Total Personal banking and medium and small company	<u>20,038,722,794</u>	<u>(734,549,190)</u>	<u>19,304,173,604</u>	<u>17,558,852,046</u>	<u>(677,009,913)</u>	<u>16,881,842,133</u>
Total loans	<u>33,165,165,340</u>	<u>(874,727,970)</u>	<u>32,290,437,370</u>	<u>28,422,480,276</u>	<u>(765,061,321)</u>	<u>27,657,418,955</u>
(1) Total leases, net of interest	<u>918,182,001</u>	<u>(6,981,991)</u>	<u>911,200,010</u>	<u>862,479,572</u>	<u>(6,562,493)</u>	<u>855,917,079</u>

Notes to the Condensed Consolidated Interim Financial Statements

(9) Loans, continued

The following table presents the net investment in finance leases:

	June, 30 2026	December 31, 2025
Minimum lease payments receivable	963,901,728	908,621,815
Less: unearned interest	<u>33,832,936</u>	<u>34,650,814</u>
Minimum lease payments receivable, net	930,068,792	873,971,001
Less: allowance for losses on leases	6,981,991	6,562,493
Less: net deferred commissions	<u>11,886,791</u>	<u>11,491,429</u>
Net value of investment in finance leases	<u>911,200,010</u>	<u>855,917,079</u>

The following table summarizes the minimum lease payments receivable as of June 30, 2026:

<u>Year ending December 31</u>	
2026	113,940,783
2027	198,595,463
2028	182,681,066
2029	159,525,272
2030 and thereafter	<u>275,326,208</u>
	<u>930,068,792</u>

(10) Deposits from customers

Deposits from customers by type are detailed below:

	June 30, 2026	December 31, 2025
Individual customers		
Demand	1,865,636,596	1,829,627,619
Savings	7,733,401,183	6,928,165,703
Time deposits	6,439,980,809	5,235,837,770
Corporate customers		
Demand	10,306,626,226	9,530,176,466
Savings	1,168,393,624	836,585,700
Time deposits	<u>7,541,403,043</u>	<u>5,853,750,691</u>
	<u>35,055,441,481</u>	<u>30,214,143,949</u>

As of June 30, 2026, time deposits from corporate customers include instruments subscribed through special-purpose vehicles (SPVs), with a carrying amount, net of origination costs, of \$1,259,651,058 (December 31, 2025: \$725,981,030). Details of these instruments are presented below:

Vehicule	Serie	Fixed interest rate	June 30, 2026		December 31, 2025	
			Principal amount	Origination cost	Principal amount	Origination cost
BIB Merchant Voucher Receivables Limited	2017-1	4.08%	60,035,263	(375,645)	89,151,281	(630,433)
BIB Merchant Voucher Receivables Limited	2018-1	4.18%	134,776,457	(937,609)	166,755,287	(1,199,439)
BIB Central American Card Receivables Limited	2019-1	3.50%	423,064,326	(2,650,902)	475,410,085	(3,505,751)
BIB Merchant Voucher Receivables Limited	2026-1	5.66%	325,000,000	(2,130,416)	0	0
BIB Merchant Voucher Receivables Limited	2026-2	6.08%	<u>325,000,000</u>	<u>(2,130,416)</u>	<u>0</u>	<u>0</u>
			<u>1,267,876,046</u>	<u>(8,224,988)</u>	<u>731,316,653</u>	<u>(5,335,623)</u>

BIB Merchant Voucher Receivables Limited (SPV) issued financial obligations subscribed by international holders, secured by the collection rights from trade receivables, generated through transactions processed for affiliated merchants and processed by the Bank, with credit cards issued under the Visa and MasterCard brands in Panama. These obligations have an original average term of 7 years. Principal repayments for the 2017-1 and 2018-1 obligations began to be made through Citibank N.A. in January 2021 and January 2022, respectively. As of June 30, 2026, the weighted-average term of the corresponding certificates was 0.50 years and 1.01 years, respectively. (December 31, 2025: 0.88 years).

Notes to the Condensed Consolidated Interim Financial Statements

(10) Deposits from customers, continued

BIB Central American Card Receivables Limited (SPV) issued financial obligations subscribed by international investors guaranteed, secured by the collection rights arising from accounts receivable, which are generated in transactions in affiliate businesses and processed by the Bank, with credit cards issued by international financial institutions, with the Visa and MasterCard brands in Costa Rica, El Salvador, Guatemala, Honduras and Nicaragua, as well as under the American Express brand for those countries and Panama. These obligations have an original average term of 7 years. Principal repayments for the 2019-1 obligation began to be made through Citibank N.A. in October 2023. As of June 30, 2026, the weighted-average remaining term of the certificates is 1.91 years. (December 31, 2025: 2.29 years).

BIB Merchant Voucher Receivables Limited (SPV) issued financial obligations subscribed by international investors, secured by the collection rights over accounts receivable generated from transactions at affiliated merchants and processed by the Bank using Visa and MasterCard credit cards issued in Panama. The obligations have an original average term of 12 years. Principal repayments on the 2026-1 and 2026-2 obligations will commence through Citibank N.A. in October 2029 and April 2034, respectively. As of June 30, 2026, the weighted-average remaining term of the certificates is 6.82 years and 11.62 years, respectively.

The rights to collect the accounts receivable were assigned by BAC International Bank Inc. to the respective SPVs, which invested the proceeds from the issuance of the notes in fixed-term certificates of deposit issued by BAC International Bank Inc.

(11) Financial obligations

Financial obligations are detailed below:

June 30, 2026			
	Interest rate	Maturities up to	Carrying amount
Payable in US dollars:			
Fixed rate	1.50% to 5.75%	2038	1,060,598,832
Floating rate	3.97% to 8.14%	2031	1,866,797,905
Payable in quetzales (Guatemala):			
Fixed rate	7.00%	2028	237,548,885
Payable in lempiras (Honduras):			
Fixed rate	1.00% to 11.50%	2058	285,705,786
Payable in colones (Costa Rica):			
Floating rate	5.44% to 5.64%	2038	30,390,219
			<u>3,481,041,627</u>
December 31, 2025			
	Interest rate	Maturities up to	Carrying amount
Payable in US dollars:			
Fixed rate	1.50% to 6.10%	2038	741,485,830
Floating rate	4.03% to 8.23%	2031	1,794,298,484
Payable in quetzales (Guatemala):			
Fixed rate	7.26% to 8.00%	2027	340,501,212
Floating rate			
Payable in lempiras (Honduras):			
Fixed rate	1.00% to 13.25%	2058	296,859,371
Payable in colones (Costa Rica):			
Floating rate	5.58% to 5.78%	2038	29,761,627
			<u>3,202,906,524</u>

Notes to the Condensed Consolidated Interim Financial Statements

(11) Financial Obligations, continued

As of June 30, 2026, the carrying amount of the principal issued by BAC San Jose DPR Funding Limited, a special purpose vehicle (SPV), amounted to \$75,000,000 (December 31, 2025: \$89,518,607), corresponding to the 2020-1 series, with a nominal balance of \$75,000,000 (December 31, 2025: \$90,000,000). Unamortized origination costs associated with these certificates amounted to \$870,215 as of June 30, 2026 (December 31, 2025: \$916,143). The notes issued by the SPV are secured by current and future Diversified Payment Rights (DPRs) denominated in US dollars, originated by a subsidiary of the Bank and assigned to the SPV. The 2020-1 series bear interest at a fixed rate of 3.70%, payable in February, May, August and November of each year. These notes have an original weighted-average term of 5.58 years. As of June 30, 2026, the weighted-average remaining term of the notes was 1.27 years (December 31, 2025: 1.52 years).

The Bank has not experienced any defaults in the payment of principal or interest, nor any breaches of other contractual covenants related to its financial obligations.

Reconciliation of movements of financial obligations to cash flows arising from financing activities are detailed below:

	June 30,	
	2026	2025
Balance at the beginning	3,202,906,524	2,984,427,239
Changes from financing cash flows		
Proceeds from financial obligations	1,091,980,361	1,196,090,475
Payment of financial obligations	(1,229,070,031)	(1,273,796,368)
Net changes from financing cash flows	(137,089,670)	(77,705,893)
Effect of merger by absorption (note 24)	418,383,670	0
Effect of changes in foreign exchange rates	(2,576,598)	(5,067,091)
Other changes (liability-related)		
Interest expense	90,420,527	89,219,824
Interest paid	(91,002,826)	(90,471,616)
Total liability-related other changes	(582,299)	(1,251,792)
Balance at the end	<u>3,481,041,627</u>	<u>2,900,402,463</u>

(12) Other financial obligations

The Bank has placed, through its subsidiaries and through the stock markets of Guatemala, Costa Rica, El Salvador, Honduras and Panama, debt certificates with fixed and variable rates, which are described below:

Payable in:	June 30, 2026		December 31, 2025	
	Interest rate	Carrying amount	Interest rate	Carrying amount
US dollars	3.50% to 10.00%	1,378,642,075	3.50% to 10.00%	1,021,338,194
Colones	5.30% to 12.35%	714,106,638	5.72% to 12.35%	651,112,717
Lempiras	6.84% to 9.25%	111,362,893	5.50% to 12.19%	114,601,578
Quetzales	6.00% to 6.50%	<u>3,334,410</u>	6.50%	<u>332,523</u>
		<u>1,838,337,029</u>		<u>1,787,385,012</u>

Through Resolution No. 208-20 dated May 14, 2020, issued by the Superintendency of the Securities Market of the Republic of Panama, BAC International Bank Inc. was authorized to carry out a Public Offering of Perpetual Subordinated Corporate Bonds Convertible into Common Shares, with a nominal value of \$700 million. The bonds are issued in registered form, without coupons, in denominations of \$1,000,000 and in integral multiples of \$100,000, with no specific maturity or redemption date. The bonds bear a fixed interest rate of 10%, with quarterly payments, unless the issuer exercises its right to suspend interest payments.

Notes to the Condensed Consolidated Interim Financial Statements

(12) Other Financial Obligations, continued

As of June 30, 2026, the outstanding balance of the perpetual bonds was \$520,000,000, which have been acquired by Grupo Aval Limited, an entity considered a related party.

Through Resolution No. 392-12 dated November 27, 2012, issued by the Superintendency of the Securities Market of the Republic of Panama, BAC International Bank, Inc. was authorized to carry out a public offering under a Revolving Corporate Bond Program for a maximum aggregate nominal amount of up to \$100,000,000 (one hundred million). The bonds are issued in global, registered and non-coupon-bearing form, in denominations of \$1,000 or multiples thereof, and are denominated in the legal currency of the United States of America. Issuances may be made in various series, depending on the issuer's funding needs and market demand. The bonds may bear a fixed or variable annual interest rate, as determined by the issuer at the time of each offering. In the case of variable-rate bonds, interest is calculated based on the three-month SOFR rate (originally three-month LIBOR), plus a spread. As of June 30, 2026, there were no bonds outstanding under this program.

Subordinated Bonds

As a result of the merger by absorption of Multibank, Inc. ("MBK") described in Note 24, the Bank incorporated the Subordinated Corporate Bond issuances previously made by MBK under a program authorized by the Superintendency of the Securities Market of Panama for an aggregate amount of up to US\$100,000,000. These instruments retain their original contractual terms, including interest rates, maturity dates and other terms established at the time of issuance, and continue to be serviced by the Bank as the legal successor of the obligations assumed through the merger.

Series	Interest Rate	Maturity	June 30, 2026
Series A - October 2022 issuance	7.25%	oct-32	12,000,000
Series B - November 2022 issuance	7.25%	nov-32	8,000,000
Series C - December 2022 issuance	7.25%	dec-32	8,000,000
Series C - February 2023 issuance	7.25%	dec-32	1,000,000
Series C - February 2023 issuance	7.25%	dec-32	1,000,000
Series D - December 2023 issuance	7.25%	dec-33	3,250,000
Series D - January 2024 issuance	7.25%	dec-33	1,500,000
Series D - February 2024 issuance	7.25%	dec-33	<u>3,250,000</u>
			38,000,000
Interest payable			122,444
Deferred commissions			<u>(207,739)</u>
			<u>37,914,705</u>

Notes to the Condensed Consolidated Interim Financial Statements

(12) Other Financial Obligations, continued
Negotiable Commercial Paper (“VCNs”)

As a result of the merger by absorption of MBK, described in Note 24, the Bank incorporated the Negotiable Commercial Paper (“VCNs”) issuances previously made by MBK under a program authorized by the Superintendency of the Securities Market of Panama. The VCNs represent short-term debt instruments issued in the Panamanian securities market and retain the contractual terms originally agreed with investors.

Series	Interest Rate	Maturity	June 30, 2026
Series CL	5.50%	jul-26	1,000,000
Series CM	5.38%	nov-26	10,000,000
Series CN	5.25%	dic-26	5,000,000
Series CO	4.75%	feb-27	<u>2,000,000</u>
			18,000,000
Interest payable			39,233
Deferred commissions			<u>(32,057)</u>
			<u>18,007,176</u>

The Bank has not experienced any defaults in the payment of principal or interest, nor any breaches of other contractual covenants related to its financial obligations.

The balances of subordinated bonds and Negotiable Commercial Paper (“VCNs”) incorporated through the merger by absorption of MBK are included in the merger effect presented in the reconciliation of movements of other financial obligations as of June 30, 2026.

Reconciliation of movements of other financial obligations to cash flows arising from financing activities are detailed below:

	June 30,	
	2026	2025
Balance at the beginning	1,787,385,012	1,539,301,759
Changes from financing cash flows		
Proceeds from other financial obligations	43,790,774	212,465,657
Payment from other financial obligations	<u>(53,637,346)</u>	<u>(47,048,634)</u>
Net changes from financing cash flows	<u>(9,846,572)</u>	<u>165,417,023</u>
Effect of merger by absorption, net of eliminations	356,839,300	0
Effect of changes in foreign exchange rates	62,772,935	4,387,072
Other changes (liability-related)		
Interest expense	80,425,323	74,056,977
Interest paid	<u>(70,129,982)</u>	<u>(72,149,126)</u>
Total other liability-related changes	<u>10,295,341</u>	<u>1,907,851</u>
Balance at the end	<u>2,207,446,016</u>	<u>1,711,013,705</u>

Notes to the Condensed Consolidated Interim Financial Statements

(13) Lease liabilities

Lease liabilities are detailed below:

June 30, 2026				
	Interest rate	Maturities up to	Carrying amount	Undiscounted cash flows
Payable in US dollars	4.73% to 8.31%	2039	124,271,435	155,649,875
Payable in quetzales (Guatemala)	9.01% to 9.41%	2032	993,764	1,115,664
Payable in lempiras (Honduras)	7.58% to 14.36%	2034	481,811	632,125
Payable in colones (Costa Rica)	8.31% to 9.41%	2036	133,810	187,959
			<u>125,880,820</u>	<u>157,585,623</u>

December 31, 2025				
	Interest rate	Maturities up to	Carrying amount	Undiscounted cash flows
Payable in US dollars	5.22%	2038	107,854,765	123,487,819
Payable in quetzales (Guatemala)	5.22%	2032	1,033,220	1,111,491
Payable in lempiras (Honduras)	5.22% to 7.58%	2039	3,286,279	4,424,342
Payable in colones (Costa Rica)	3.96% to 7.99%	2033	99,187	112,921
			<u>112,273,451</u>	<u>129,136,573</u>

Following is the detail of the maturity of the undiscounted contractual cash flows related to lease liabilities:

	June 30, 2026	December 31, 2025
Less than a year	38,598,663	33,912,431
One to two years	29,218,778	27,139,744
Two to three years	20,908,761	18,462,821
Three to four years	17,005,384	12,963,407
Four to five years	14,226,795	10,557,887
More than five years	<u>37,627,242</u>	<u>26,100,283</u>
	<u>157,585,623</u>	<u>129,136,573</u>

Following are the items recognized in profit or loss, related to lease liabilities:

	June 30, 2026	June 30, 2025
Interest expense on leases	3,082,106	2,917,552
Expense for leases for less than 12 months	2,265,280	2,072,366
Expense for leases of low-value assets	9,837,318	9,368,353

Reconciliation of movements of lease liabilities to cash flows arising from financing activities are detailed below:

	June 30, 2026	June 30, 2025
Balance at the beginning	112,273,451	116,077,068
Changes from financing cash flows		
Payment of lease liabilities	<u>(16,273,144)</u>	<u>(17,219,895)</u>
Total changes from financing cash flows	<u>(16,273,144)</u>	<u>(17,219,895)</u>
Effect of new lease liabilities	39,877,386	16,005,879
Effect of changes in foreign exchange rates	(12,734,427)	(5,777,316)
Effect of merger by absorption (note 24)	7,650,598	0
Rate review and adjustment	(4,913,044)	0
Other changes (liability-related)		
Interest expense	3,082,106	2,917,552
Interest paid	<u>(3,082,106)</u>	<u>(2,917,552)</u>
Total other liability-related changes	<u>0</u>	<u>0</u>
Balance at the end	<u>125,880,820</u>	<u>109,085,736</u>

Notes to the Condensed Consolidated Interim Financial Statements

(14) Capital movements

During the period ended June 30, 2026, the Bank completed the merger by absorption of Multi Financial Group, Inc. ("MFG") and Multibank, Inc. ("MBK"), as well as a share capital restructuring. The principal effects of these transactions on common stock and additional paid-in capital are presented below. For a detailed description of the merger, the assets and liabilities incorporated, the reconciliation of the equity incorporated and the related shareholding restructuring, see Note 24 – *Merger by absorption and shareholding restructuring*.

(a) Common stock

As of June 30, 2026 and December 31, 2025, the Bank's authorized, issued, and outstanding share capital was as follows:

	June 30, 2026	December 31, 2025
Authorized Class A shares	80,000	850,000
Par value per Class A share	\$10,625	\$1,000
Authorized Class A share capital	\$850,000,000	\$850,000,000
Issued Class A shares	80,000	834,708
Treasury Class A shares	3	814
Outstanding Class A shares	79,997	833,894
Authorized and unissued Class A shares	0	15,292
Authorized Class B shares, no par value	1,000,000	1,000,000
Issued Class B shares	0	0

During the period ended June 30, 2026, as part of the merger by absorption described in Note 24, the Bank implemented a restructuring of its share capital by changing the par value of its Class A common shares from \$1,000 to \$10,625 per share. At the same time, the total number of authorized Class A shares was reduced from 850,000 shares to 80,000 shares, while the authorized Class A share capital remained unchanged at \$850,000,000.

Prior to the restructuring, the Bank maintained 850,000 authorized Class A shares, of which 834,708 were issued and outstanding, 814 were held as treasury shares, and 15,292 were authorized and unissued. In carrying out the reorganization approved by the Board of Directors, all authorized shares were taken into consideration.

As part of the implementation of the new capital structure, the Bank issued the 15,292 previously authorized and unissued shares and reissued the treasury shares to implement the ownership allocations resulting from the merger by absorption and related share capital restructuring. These shares were allocated proportionately among the shareholders participating in the reorganization and were used to incorporate the shareholders of MFG and MBK into the Bank's post-merger ownership structure.

As a result of the merger and the related shareholding restructuring, shareholders of the merged entities were incorporated into the Bank's shareholding structure. In addition, the conversion of shares resulted in fractional shares, which were repurchased by the Bank for a total amount of \$463,672. The repurchased fractions were equivalent to three (3) whole shares, which remained recorded as treasury shares as of June 30, 2026.

The movements described above form part of the shareholding restructuring associated with the merger by absorption of Multi Financial Group, Inc. ("MFG") and Multibank, Inc. ("MBK"), as described in Note 24.

Notes to the Condensed Consolidated Interim Financial Statements

(14) Movements in equity, continue

(b) Additional paid-in capital

The movement in additional paid-in capital during the period ended June 30, 2026, was as follows:

	June 30, 2026	December 31, 2025
Balance at the beginning of the period	140,897,488	140,897,488
Additional paid-in capital incorporated through the merger by absorption of MFG and MBK	162,552,543	0
Effects of issuance of previously authorized and unissued shares	(15,292,000)	0
Effects associated with the reissuance of treasury shares	<u>(5,218,370)</u>	<u>0</u>
Balance at the end of the period	<u>282,939,661</u>	<u>140,897,488</u>

As part of the equity integration resulting from the merger by absorption described in Note 24, the Bank incorporated additional paid-in capital of \$162,552,543 from the merged entities.

Additional paid-in capital also reflects the effects arising from the shareholding restructuring, including the issuance of previously authorized and unissued shares, the reissuance of treasury shares and other equity adjustments required to implement the new capital structure resulting from the merger.

The effects of the merger by absorption and the shareholding restructuring on the Bank's equity are presented in Note 24 – Merger by absorption and shareholding restructuring.

(15) Gains from financial instruments

Gains from financial instruments, net, included in the condensed consolidated statement of profit or loss are summarized below:

	June 30, 2026	2025
Net income from the sales of investments at FVOCI	22,892,867	15,760,891
Unrealized net gain (losses) from securities at FVPL	(596,116)	(2,617,343)
Realized gain on investments at FVPL	<u>(1,286,843)</u>	<u>2,200,753</u>
	<u>21,009,908</u>	<u>15,344,301</u>

(16) Income taxes

As of June 30, 2026, the Bank maintains an effective tax rate of 26.76% (December 31, 2025: 23.65%).

The Bank's earnings are taxed in various jurisdictions. As of June 30, 2026, the Bank had unrecognized tax positions for \$245,036 (December 31, 2025: \$223,412). Interest and penalties related to income tax liabilities and recognized as part of income tax expense for the year ended June 30, 2026 amounted to \$10,034 (June 30, 2025: \$9,218). Total interest and penalties included in other liabilities as of June 30, 2026 were \$340,365 (December 31, 2025: \$300,889).

Notes to the Condensed Consolidated Interim Financial Statements

(17) Off-balance sheet financial instruments with risk and other commitments

The Bank is a party to financial instruments with off-balance sheet risk in the normal course of business to meet the financing needs of its customers. These financial instruments include, principally, commitments to extend credit, financial guarantees and letters of credit, the balances of which are not reflected in the accompanying consolidated balance sheets.

Letters of credit are conditional commitments issued by the Bank to guarantee performance of a customer to a third party. Those letters of credit are primarily used to support trade transactions and borrowing arrangements. Generally, all letters of credit issued have expiration dates within one year. The credit risk involved in issuing letters of credit is essentially the same as that involved in extending loan facilities to customers.

Commitments to extend credit are agreements to lend to a customer as long as there is no violation of any condition established in the contract. Commitments generally have fixed expiration dates or other termination clauses and may require payment of a fee. Because some commitments expire without being drawn upon, the total amount of commitment does not necessarily represent future funding requirements. The amount of collateral obtained, if deemed necessary by the Bank, is determined based on management's credit evaluation of the customer.

As of June 30, 2026, the Bank maintained revolving lines of credit available for its credit card customers in each of the countries where it operates. The total credit limit amounted to approximately \$11,612 million (December 31, 2025: \$11,888 million). The unused portion of the total available amounted to \$7,322 million (December 31, 2025: \$7,614 million). Although these amounts represent the available credit limits granted to customers, the Bank has never experienced, nor does it anticipate, that all customers will draw the full amount of their available lines of credit simultaneously at any point in time.

The Bank generally has the right to increase, reduce, cancel, alter or amend the terms of these available lines of credit at any time.

Financial guarantees are used in various transactions to enhance the credit standing of the Bank's customers. They represent an irrevocable assurance that the Bank will make payment in the event that the customer fails to fulfill its obligations to a third party.

The Bank applies the same credit policies when entering into commitments and contingent obligations as it does when granting loans that are recognized in the consolidated statement of financial position. As of June 30, 2026, the outstanding amounts of letters of credit, financial guarantees, and promissory letters of payment were as follows:

	June 30, 2026	December 31, 2025
Stand-by letters of credit	196,735,173	239,217,008
Commercial letters of credit	123,976,368	55,200,865
Financial guarantees	497,376,785	396,710,119
Commitments and guarantees (1)	<u>110,627,828</u>	<u>66,639,275</u>
	<u>928,716,154</u>	<u>757,767,267</u>

(1) Includes commercial and mortgage payment promise letter

Notes to the Condensed Consolidated Interim Financial Statements

(17) Off-balance sheet financial instruments with risk and other commitments, continued

The nature, terms, and maximum potential amount of future payments that the Bank could be required to make under standby letters of credit, commercial letters of credit, commercial guarantees, and loan commitments as of June 30, 2026, are presented below:

	June 30, 2026	December 31, 2025
Up to 1 year	759,856,528	637,758,278
Over 1 year	<u>168,859,626</u>	<u>120,008,989</u>
	<u>928,716,154</u>	<u>757,767,267</u>

Generally, the Bank has resources to recover from clients the amounts paid under these guarantees; additionally, the Bank can hold cash or other collateral to cover for these guarantees. As of June 30, 2026, the assets held as collateral, that the Bank can obtain and liquidate to recover totally or partially the amounts paid under guarantees amounted to \$269,204,603 (December 31, 2025: \$202,350,696).

As of June 30, 2026 and December 31, 2025, BAC International Bank, Inc., maintained irrevocable guarantees and stand-by letters of credit to support interchange settlement payments on behalf of Visa, MasterCard and American Express. The total guaranteed amount was \$82,373,264 (December 31, 2025: \$82,373,264).

(18) Disclosures on the fair value of financial instruments

The Bank has a process for determining fair value. The fair value is primarily based on quoted market prices, when available. If market prices or quotes are not available, fair value is determined based on internally developed models that primarily use market information or other information obtained as inputs regardless of market parameters, including but not limited to yield curves, interest rates, debt prices, foreign exchange rates and credit curves. However, in situations where there is little or no market activity for the asset or liability at the measurement date, the fair value measurement reflects the Bank's own judgments about assumptions that market participants would use in setting the price of the asset or liability.

Judgments are developed by the Bank based on the best information available in the circumstances, including expected cash flows, discount rates adjusted for risks and the availability of observable and unobservable inputs.

The methods described above can generate fair value estimates that may not be indicative of the net realizable value or that do not reflect future values. In addition, while the Bank believes its valuation methods are appropriate and consistent with those used by other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in different fair value estimates as of the reporting date.

Recurring Fair Value Measurement

The following is a description of the valuation methodologies used to value instruments carried at fair value, including a general classification of such instruments according to the fair value hierarchy.

Securities

When there are market prices in an active market, securities are classified in Level 1 of the fair value hierarchy. Level 1 securities include highly liquid bonds from governments and agencies and investments in highly traded shares.

Notes to the Condensed Consolidated Interim Financial Statements

(18) Disclosures on the fair value of financial instruments, continued

If market prices are not available for specific security, the fair value is determined using market prices of securities with similar characteristics or discounted cash flows and are classified in Level 2. In certain cases where there is limited activity or less transparency in determining the assumptions used in the valuation, securities are classified in Level 3 of the fair value hierarchy.

Therefore, when valuing certain debt obligations, determining fair value may require comparisons with similar instruments or default and collection rate analysis.

Assets and liabilities recorded at fair value on a recurring basis are summarized below:

	Other significant observable assumptions (Level 2)	Significant unobservable assumptions (Level 3)	June 30, 2026
Assets			
Investments at FVPL:			
Other governments	21,821,492	0	21,821,492
Mutual Funds	23,456,714	0	23,456,714
Equity securities	<u>1,815,347</u>	<u>19,835,304</u>	<u>21,650,651</u>
Total investments at FVPL	<u>47,093,553</u>	<u>19,835,304</u>	<u>66,928,857</u>
Investments at FVOCI:			
Government and agency bonds:			
United States of America	1,329,003,935	0	1,329,003,935
Other governments	<u>4,296,996,012</u>	<u>0</u>	<u>4,296,996,012</u>
	5,625,999,947	0	5,625,999,947
Corporate debentures	374,798,177	0	374,798,177
Equity securities	<u>2,192,434</u>	<u>1,785,039</u>	<u>3,977,473</u>
Total investments at FVOCI	<u>6,002,990,558</u>	<u>1,785,039</u>	<u>6,004,775,597</u>
Total assets	<u>6,050,084,111</u>	<u>21,620,343</u>	<u>6,071,704,454</u>

	Other significant observable assumptions (Level 2)	Significant unobservable assumptions (Level 3)	December 31, 2025
Assets			
Investments at FVPL:			
Other governments	25,870,930	0	25,870,930
Equity securities	<u>0</u>	<u>19,802,916</u>	<u>19,802,916</u>
Total investments at FVPL	<u>25,870,930</u>	<u>19,802,916</u>	<u>45,673,846</u>
Investments at FVOCI:			
Government and agency bonds:			
United States of America	703,196,235	0	703,196,235
Other governments	<u>3,651,674,987</u>	<u>0</u>	<u>3,651,674,987</u>
	4,354,871,222	0	4,354,871,222
Corporate debentures	398,202,860	0	398,202,860
Equity securities	<u>1,419,699</u>	<u>1,781,067</u>	<u>3,200,766</u>
Total investments at FVOCI	<u>4,754,493,781</u>	<u>1,781,067</u>	<u>4,756,274,848</u>
Total assets	<u>4,780,364,711</u>	<u>21,583,983</u>	<u>4,801,948,694</u>

The Bank's accounting policies include the recognition of transfers between the levels of the fair value hierarchy on the date of the event or change in the circumstances that caused the transfer.

As of June 30, 2026 and December 31, 2025, there were no transfers between levels of the fair value hierarchy.

Notes to the Condensed Consolidated Interim Financial Statements

(18) Disclosures on the fair value of financial instruments, continued

The table below includes the roll forward in the condensed consolidated statement of financial position for the period ended June 30, 2026 (including changes in fair value) of the financial instruments at FVPL and FVOCI classified by the Bank within Level 3 of the fair value hierarchy. When determining whether to classify an instrument in Level 3, the decision is based on the importance of unobservable assumptions within the overall fair value measurement.

<u>June 30, 2026</u>	Investments in equity securities at		
	FVPL	FVOCI	Total
<u>Assets - Investments in equity securities at</u>			
Fair value at January 1, 2026	19,802,916	1,781,067	21,583,983
Effect of merger by absorption	67,445	0	67,445
Foreign currency translation	(35,057)	3,972	(31,085)
Fair value at June 30, 2026	<u>19,835,304</u>	<u>1,785,039</u>	<u>21,620,343</u>

<u>December 31, 2025</u>	Investments in equity securities at		
	FVPL	FVOCI	Total
<u>Assets - Investments in equity securities at</u>			
Fair value at January 1, 2025	16,276,514	2,245,392	18,521,906
Purchase of shares	0	157,058	157,058
Capital adjustment	0	(34,704)	(34,704)
Valuation of investments	3,022,211	0	3,022,211
Reclassification of investments	594,392	(594,392)	0
Foreign currency translation	(90,201)	7,713	(82,488)
Fair value at December 31, 2025	<u>19,802,916</u>	<u>1,781,067</u>	<u>21,583,983</u>

The table below describes the valuation techniques and input data used for the recurring fair value measurements of financial instruments outstanding as of June 30, 2026.

Financial instrument	Valuation technique and entry data used	Level
Corporate bonds and government and agencies bonds	Consensus prices obtained from price vendors (Bloomberg). For part of these instruments, the Bank applies cash flows discounted using a market rate of an instrument with a similar remaining maturity.	(2,3)
	Market prices provided by price vendors or local regulators, in lower trading markets.	
	Discounted cash flows using a market rate of an instrument with similar remaining maturity are used for several bonds.	
Equity securities	Discounted cash flows using a premium-for-size adjusted cost of capital rate.	(2,3)
	Market prices provided by local stock exchanges and/or net asset value.	
	Book Value of instruments acquired or received for specific business purposes and not used for liquidity management	
Mutual funds	Market prices based on quoted net asset values (NAV) provided by the fund administrators or other observable market inputs, as applicable.	(2)

Notes to the Condensed Consolidated Interim Financial Statements

(18) Disclosures on the fair value of financial instruments, continued

Fair Value of Financial Instruments, Additional Disclosures

A description of the methods and assumptions used to estimate the fair value of the main financial instruments held by the Bank is provided below:

Financial instruments with carrying amounts that approach fair value

Cash and cash equivalents, including securities purchased under resale agreements, deposits that bear interest, and clients' obligations for acceptances and acceptances outstanding are measured at carrying value reported in the condensed consolidated statement of financial position, which are considered reasonable approximations of fair value due to the short-term nature and characteristics of these instruments.

Loans

To determine the fair value of the loan portfolio, the cash flows were discounted at a rate that reflects:

- a. actual market rate, and
- b. future interest rate expectations, for a term that reflects the expected payments on the loan portfolio.

Deposits from customers

To determine the fair value of these instruments, the cash flows were discounted at a rate that reflects:

- a. Actual market rate, and
- b. Future interest rate expectations, for the remaining term of these instruments.

Securities sold under repurchase agreements

There are no market price quotes for these instruments; therefore, their fair value is determined using discounted cash flow techniques. Cash flows are estimated based on the contractual terms, considering any incorporated derivative characteristics or other factors. Expected cash flows are discounted using market rates that approach the maturity of the instrument, as well as the nature and amount of the guarantee given or received.

Financial obligations

Fair value is estimated based on current interest rates for debt with similar and adjusted maturities to reflect the credit rating of the Bank and its guarantees.

Other financial obligations

Fair value is estimated based on the market price quotes for the same issuance or similar issuances or on the current rates offered by the Bank for debts with the same terms, adjusted for credit quality.

Notes to the Condensed Consolidated Interim Financial Statements

(18) Disclosures on the fair value of financial instruments, continued

The table below presents the valuation techniques and significant unobservable inputs used to determine the fair value of Level 3 financial instruments measured at fair value on a recurring basis.

As of June 30, 2026, Management assessed whether any events or circumstances existed that would require updates to the valuation techniques or significant unobservable inputs used in determining the fair value of Level 3 equity instruments and concluded that no significant changes had occurred compared with those used as of December 31, 2025. Accordingly, the valuation techniques and significant unobservable inputs remained unchanged during the interim period.

The movements observed in Level 3 balances during the period ended June 30, 2026 primarily relate to the merger by absorption described in Note 24, the reclassification of financial instruments, and foreign currency translation effects. Such movements do not represent changes in the valuation techniques or significant unobservable inputs used in determining fair value.

June 30, 2026	Quantitative information of Level 3 fair values			
	Fair value	Valuation technique	Unobservable assumptions	Range (weighted average)
Equity securities at FVPL	19,835,304	Discounted cash flows	Increase annual rate	20% - 25%
Equity securities at FVOCI	1,785,039	Discounted cash flows	Increase annual rate	0% - 5%

December 31, 2025	Quantitative information of Level 3 fair values			
	Fair value	Valuation technique	Unobservable assumptions	Range (weighted average)
Equity securities at FVPL	19,802,916	Discounted cash flows	Increase annual rate	20% - 25%
Equity securities at FVOCI	1,781,065	Discounted cash flows	Increase annual rate	0% - 5%

The following table sets out the fair values of financial instruments not measured at fair value and analyses them by the level in the fair value hierarchy into which each fair value measurement is categorized:

	June 30, 2026			
	Level 2	Level 3	Total fair value	Total carrying amount
Financial assets				
Cash and cash equivalents	903,779,725	0	903,779,725	903,779,725
Securities purchased under resale agreements	0	4,025,254	4,025,254	4,025,254
Deposits in banks, net	0	5,169,057,494	5,169,057,494	5,169,057,494
Investments at amortized cost	0	299,099,308	299,099,308	328,113,672
Loans, net (excluding leases)	0	30,379,573,640	30,379,573,640	31,379,237,360
Acceptances outstanding	0	62,284,839	62,284,839	62,284,839
Total financial assets	<u>903,779,725</u>	<u>35,914,040,535</u>	<u>36,817,820,260</u>	<u>37,846,498,344</u>
Financial liabilities				
Deposits from customers	21,074,057,629	12,915,200,360	33,989,257,989	35,055,441,481
Securities sold under repurchase agreements	0	63,660,937	63,660,937	63,660,937
Financial obligations	0	3,536,219,617	3,536,219,617	3,481,041,627
Other financial obligations	0	2,197,194,430	2,197,194,430	2,207,446,016
Acceptances outstanding	0	62,284,839	62,284,839	62,284,839
Total financial liabilities	<u>21,074,057,629</u>	<u>18,774,560,183</u>	<u>39,848,617,812</u>	<u>40,869,874,900</u>

Notes to the Condensed Consolidated Interim Financial Statements

(18) Disclosures on the fair value of financial instruments, continued

	December 31, 2025			
	Level 2	Level 3	Total fair value	Total carrying amount
Financial assets				
Cash and cash equivalents	1,050,626,169	0	1,050,626,169	1,050,626,169
Securities purchased under resale agreements	0	3,125,890	3,125,890	3,125,890
Deposits in banks, net	0	5,228,849,516	5,228,849,516	5,228,849,516
Investments at amortized cost	0	187,889,033	187,889,033	187,889,033
Loans, net (excluding leases)	0	25,919,576,386	25,919,576,386	26,801,501,876
Acceptances outstanding	0	5,080,538	5,080,538	5,080,538
Total financial assets	<u>1,050,626,169</u>	<u>31,344,521,363</u>	<u>32,395,147,532</u>	<u>33,277,073,022</u>
Financial liabilities				
Deposits from customers	19,124,555,488	10,529,299,697	29,653,855,185	30,214,143,949
Securities sold under repurchase agreements	0	39,621,845	39,621,845	39,621,845
Financial obligations	0	3,263,946,434	3,263,946,434	3,202,906,524
Other financial obligations	0	1,770,607,176	1,770,607,176	1,787,385,012
Acceptances outstanding	0	5,080,538	5,080,538	5,080,538
Total financial liabilities	<u>19,124,555,488</u>	<u>15,608,555,690</u>	<u>34,733,111,178</u>	<u>35,249,137,868</u>

(19) Administration of trust contracts and securities custody

As of June 30, 2026, several subsidiaries of the Bank manage and keep custody of securities for a total amount of \$11,041,658,462 (December 31, 2025: \$6,560,971,175).

(20) Related party transactions

In the normal course of its operations, the Bank carries out transactions with related parties, including principal executives and directors. These transactions, in accordance with the Bank's internal policies, are conducted at market value and comply with the arm's length principle. The following table presents the balances and transactions with related parties as of June 30, 2026:

	June 30, 2026			December 31, 2025		
	Key personnel and directors	Controlling interest	Related parties	Key personnel and directors	Controlling interest	Related parties
Assets:						
Interest bearing deposits	0	0	0	0	0	21,930,000
Investments at FVOCI	0	0	950,302	0	0	937,415
Loans	21,329,540	0	231,248,686	20,962,150	0	368,301,963
Allowance for loan losses	(49,511)	0	(295,179)	(83,939)	0	(521,724)
Accrued interest receivable and other accounts receivable	71,206	0	1,392,418	72,320	0	1,768,376
	<u>21,351,235</u>	<u>0</u>	<u>233,296,227</u>	<u>20,950,531</u>	<u>0</u>	<u>392,416,030</u>
Liabilities:						
Demand deposits	6,404,538	10,621,416	197,859,605	6,210,306	5,071,686	172,602,280
Time deposits	20,568,041	0	60,068,862	19,341,730	0	62,296,989
Other financial obligations	0	0	520,000,000	0	0	520,000,000
Accrued interest payable and other liabilities	271,399	54,573	4,274,255	297,662	0	4,042,451
	<u>27,243,978</u>	<u>10,675,989</u>	<u>782,202,722</u>	<u>25,849,698</u>	<u>5,071,686</u>	<u>758,941,720</u>
	June 30, 2026			June 30, 2025		
Interest income and other income	619,047	345,475	15,220,092	583,799	366,726	20,105,047
Interest expense and other expenses	564,038	72,294	38,434,334	634,571	190,831	34,085,583
Expense for credit risk on loans	51,912	0	48,299	74,133	0	1,175,957
Key management personnel benefits	7,371,263	0	0	10,740,682	0	0

The benefits to key personnel that the Bank grants are short-term. No other benefits are granted to key personnel.

(21) Segments information

The Bank organizes its operations into operating segments based on the countries in which it operates. Each operating segment offers similar products and services (consumer and corporate banking, asset management, and investment banking) and is managed separately in accordance with the Bank's internal reporting and management structure. The Bank's Executive Management, acting as the Chief Operating Decision Maker ("CODM"), reviews the internal management reports of each operating segment at least monthly and is responsible for evaluating performance and allocating resources among the operating segments.

Notes to the Condensed Consolidated Interim Financial Statements

(21) Segments information, continued

The information related to each operating segment is presented below. Income before income tax, as reported in the internal management reports reviewed by the CODM, is the measure used to assess the performance of the operating segments. Management believes this measure provides the most relevant information for evaluating the results of the operating segments and comparing them with those of other entities operating within the industry.

June 30, 2026	BAC Guatemala	BAC El Salvador	BAC Honduras	BAC Nicaragua	BAC Costa Rica	BAC Panama	Others	Eliminations	Total
Total assets	<u>7,090,921,413</u>	<u>4,148,623,731</u>	<u>5,714,860,184</u>	<u>2,950,716,748</u>	<u>13,573,868,440</u>	<u>18,292,142,270</u>	<u>366,705,859</u>	<u>(5,234,888,764)</u>	<u>46,902,949,881</u>
Total liabilities	<u>6,300,971,219</u>	<u>3,712,420,407</u>	<u>4,964,235,695</u>	<u>2,290,896,487</u>	<u>11,790,638,155</u>	<u>13,544,056,986</u>	<u>68,289,887</u>	<u>(516,984,541)</u>	<u>42,154,524,295</u>
Condensed Consolidated statement of profit or loss									
Interest income	264,841,548	168,473,920	322,757,304	126,572,011	540,974,994	345,736,860	3,490,014	(11,224,519)	1,761,622,132
Interest expense	<u>(108,937,453)</u>	<u>(51,864,293)</u>	<u>(84,572,295)</u>	<u>(17,895,403)</u>	<u>(147,142,594)</u>	<u>(208,853,907)</u>	<u>(639,790)</u>	<u>11,224,519</u>	<u>(608,681,216)</u>
Net interest income	155,904,095	116,609,627	238,185,009	108,676,608	393,832,400	136,882,953	2,850,224	0	1,152,940,916
Credit risk impairment loss, net	<u>(45,897,017)</u>	<u>(32,523,709)</u>	<u>(77,677,610)</u>	<u>(13,701,508)</u>	<u>(83,352,473)</u>	<u>(64,031,629)</u>	<u>(6,377)</u>	<u>0</u>	<u>(317,190,323)</u>
Net interest income after credit risk impairment losses	110,007,078	84,085,918	160,507,399	94,975,100	310,479,927	72,851,324	2,843,847	0	835,750,593
Commissions and service charges income	191,901,481	56,224,473	167,775,099	76,401,943	477,148,496	152,093,843	84,131,947	0	1,205,677,282
Commissions and other charges expenses	<u>(115,960,823)</u>	<u>(31,792,269)</u>	<u>(77,107,846)</u>	<u>(34,206,956)</u>	<u>(167,221,816)</u>	<u>(107,346,152)</u>	<u>(72,719)</u>	<u>691,784</u>	<u>(533,016,797)</u>
Gain on financial instruments, net	1,211,060	(2,601)	0	0	6,878,020	12,923,429	0	0	21,009,908
Foreign currency exchange, net	<u>(1,905,253)</u>	<u>0</u>	<u>4,259,858</u>	<u>(230,997)</u>	<u>(100,043,435)</u>	<u>(54,708)</u>	<u>(5,071,835)</u>	<u>0</u>	<u>(103,046,370)</u>
Other income, net	2,204,818	1,089,204	1,231,337	425,597	2,884,454	4,373,299	176,350,016	(177,839,476)	10,719,249
Operating expense	<u>(133,758,665)</u>	<u>(85,319,738)</u>	<u>(162,462,601)</u>	<u>(62,977,192)</u>	<u>(411,947,712)</u>	<u>(120,568,239)</u>	<u>(150,509,732)</u>	<u>177,147,692</u>	<u>(950,396,187)</u>
Income before income tax	53,699,696	24,284,987	94,203,246	74,387,495	118,177,934	14,272,796	107,671,524	0	486,697,678
Less: Income tax expense	<u>(9,590,556)</u>	<u>(5,147,390)</u>	<u>(23,663,026)</u>	<u>(25,077,378)</u>	<u>(58,544,489)</u>	<u>(7,951,649)</u>	<u>(269,026)</u>	<u>0</u>	<u>(130,243,514)</u>
Net income	<u>44,109,140</u>	<u>19,137,597</u>	<u>70,540,220</u>	<u>49,310,117</u>	<u>59,633,445</u>	<u>6,321,147</u>	<u>107,402,498</u>	<u>0</u>	<u>356,454,164</u>
December 31, 2025	BAC Guatemala	BAC El Salvador	BAC Honduras	BAC Nicaragua	BAC Costa Rica	BAC Panama	Others	Eliminations	Total
Total assets	<u>6,829,589,154</u>	<u>4,040,157,928</u>	<u>5,757,229,967</u>	<u>2,763,591,610</u>	<u>12,769,684,716</u>	<u>13,284,273,545</u>	<u>399,689,814</u>	<u>(5,097,136,506)</u>	<u>40,747,080,228</u>
Total liabilities	<u>6,063,422,915</u>	<u>3,622,678,392</u>	<u>5,018,817,891</u>	<u>2,153,126,616</u>	<u>11,134,743,901</u>	<u>8,907,955,423</u>	<u>73,919,922</u>	<u>(604,224,837)</u>	<u>36,370,440,223</u>
June 30, 2025									
Condensed Consolidated statement of profit or loss									
Interest income	275,786,618	163,239,026	325,850,622	109,123,984	507,174,336	297,438,938	3,644,060	(12,974,301)	1,669,283,283
Interest expense	<u>(118,360,761)</u>	<u>(57,040,929)</u>	<u>(115,877,851)</u>	<u>(14,236,370)</u>	<u>(146,846,295)</u>	<u>(183,520,018)</u>	<u>(708,792)</u>	<u>12,974,301</u>	<u>(623,616,715)</u>
Net interest income	157,425,857	106,198,097	209,972,771	94,887,614	360,328,041	113,918,920	2,935,268	0	1,045,666,568
Credit risk impairment loss, net	<u>(62,702,855)</u>	<u>(31,540,734)</u>	<u>(68,934,184)</u>	<u>(5,255,646)</u>	<u>(80,924,442)</u>	<u>(42,186,734)</u>	<u>(7,633)</u>	<u>0</u>	<u>(291,552,228)</u>
Net interest income after credit risk impairment losses	94,723,002	74,657,363	141,038,587	89,631,968	279,403,599	71,732,186	2,927,635	0	754,114,340
Commissions and service charges income	175,783,194	49,184,435	156,299,816	66,411,656	415,063,591	130,337,718	85,847,874	(14,675,729)	1,064,252,555
Commissions and other charges expenses	<u>(97,250,882)</u>	<u>(25,889,606)</u>	<u>(68,476,443)</u>	<u>(28,484,058)</u>	<u>(142,032,300)</u>	<u>(83,457,793)</u>	<u>(83,003)</u>	<u>33,168</u>	<u>(445,640,917)</u>
Gain on financial instruments, net	28,541	(74,999)	10,706	0	15,608,816	(228,763)	0	0	15,344,301
Foreign currency exchange, net	<u>(961,190)</u>	<u>0</u>	<u>2,966,989</u>	<u>(27,385)</u>	<u>(5,863,656)</u>	<u>(30,267)</u>	<u>(378,985)</u>	<u>0</u>	<u>(4,294,494)</u>
Other income, net	2,262,679	857,694	772,826	119,002	3,953,544	4,735,879	155,344,555	(156,341,616)	11,704,563
Operating expense	<u>(124,349,998)</u>	<u>(80,307,308)</u>	<u>(148,957,526)</u>	<u>(60,847,934)</u>	<u>(377,512,563)</u>	<u>(106,866,843)</u>	<u>(150,462,877)</u>	<u>170,984,177</u>	<u>(878,320,872)</u>
Income before income tax	50,235,346	18,427,579	83,654,955	66,803,249	188,621,031	16,222,117	93,195,199	0	517,159,476
Less: Income tax expense	<u>(7,040,006)</u>	<u>(3,942,484)</u>	<u>(19,657,230)</u>	<u>(23,211,255)</u>	<u>(64,794,656)</u>	<u>(10,069,345)</u>	<u>(193,880)</u>	<u>0</u>	<u>(128,908,856)</u>
Net income	<u>43,195,340</u>	<u>14,485,095</u>	<u>63,997,725</u>	<u>43,591,994</u>	<u>123,826,375</u>	<u>6,152,772</u>	<u>93,001,319</u>	<u>0</u>	<u>388,250,620</u>

Notes to the Condensed Consolidated Interim Financial Statements

(22) Litigation

As of June 30, 2026, the Bank maintains litigation against various parties, which are not material when evaluated individually and collectively. These litigations are in the process of resolution and would not represent a significant effect on the Bank's condensed consolidated interim financial statements in the event of an adverse result.

(23) Regulatory aspects

The Bank's banking operations are subject to various regulatory requirements managed by the government agencies of the countries in which it operates or has a license. Failure to comply with these regulatory requirements can lead to certain mandatory actions and possibly additional discretionary actions by the regulators that, if performed, could have a significant effect on the Bank's condensed consolidated interim financial statements. Under capital adequacy guidelines and the regulatory framework for prompt corrective actions, the Bank's banking operations must comply with specific capital guidelines that provide quantitative asset measurements and certain elements out of the condensed consolidated balance sheet, in accordance with the regulatory accounting practices. The amounts of capital of the Bank's banking operations and their classification are subject to qualitative judgments by the regulators about their components, risk weightings and other factors.

As June 30, 2026, the Bank complied with the capital adequacy requirements applicable to banking operations in the countries where it operates, whose minimum required levels range from 9.25% to 12.50% (December 31, 2025: between 9.25% and 12.50%). The Bank also complies with all other applicable regulatory and prudential requirements.

Main laws and regulations applicable to banking operations in the Republic of Panama, regulated and supervised by the Superintendency of Banks of the Republic of Panama:

- *Director's Board General Resolution SBP-GJD-003-2013 issued by the Superintendency on July 9, 2013.*

This Resolution establishes that in the event the calculation of a provision or reserve in accordance with prudential rules applicable to banks, which present specific aspects in addition to those required by IFRS, is greater than the respective calculation determined under IFRS, over-provision or reserve under prudential rules will be recognized in an equity regulatory reserve.

Agreement No. 4-2013 "By which provisions are established for management and administration of credit risk inherent in letter of credit and off-balance sheet transactions", issued by the Superintendency on May 28, 2013.

- Among other aspects, this Agreement defines the classification categories for credit facilities for specific and dynamic provisions, as well as the criteria that policies for restructured loans, acceptance of guarantees and punishment of operations must follow. Specific impairment provisions of the loan portfolio should be determined and recognized in the financial statements according to the classification of credit facilities in the risk categories currently in use, according to certain weightings of calculations set out in the Agreement and considering certain percentages of minimum provisions per category.

Notes to the Condensed Consolidated Interim Financial Statements

(23) Regulatory aspects, continued

- Dynamic provisions, as a prudential regulatory criterion, will be determined and recognized quarterly as equity reserves following certain calculation criteria and restrictions that will be gradually applied.

The table below summarizes the classification of the loan portfolio at amortized cost and the reserves for loan losses based on Agreement No. 4-2013, as of June 30, 2026 and December 31, 2025:

	June 30, 2026					
	Satisfactory	Special Mention	Substandard	Doubtful	Loss	Total
Corporate and other loans	14,711,259,996	718,029,628	296,390,092	103,358,410	134,162,774	15,963,200,900
Consumer loans	15,922,568,087	667,062,303	167,773,608	164,604,358	88,859,485	17,010,867,841
Total	<u>30,633,828,083</u>	<u>1,385,091,931</u>	<u>464,163,700</u>	<u>267,962,768</u>	<u>223,022,259</u>	<u>32,974,068,741</u>
Specific reserve	<u>0</u>	<u>122,878,173</u>	<u>108,671,041</u>	<u>116,848,410</u>	<u>111,393,020</u>	<u>459,790,644</u>
	December 31, 2025					
	Satisfactory	Special Mention	Substandard	Doubtful	Loss	Total
Corporate and other loans	12,669,359,649	505,568,670	93,222,527	26,889,158	48,955,547	13,343,995,551
Consumer loans	14,035,238,042	607,402,288	125,255,620	116,639,828	62,549,335	14,947,085,113
Total	<u>26,704,597,691</u>	<u>1,112,970,958</u>	<u>218,478,147</u>	<u>143,528,986</u>	<u>111,504,882</u>	<u>28,291,080,664</u>
Specific reserve	<u>0</u>	<u>110,559,057</u>	<u>75,124,670</u>	<u>85,778,964</u>	<u>50,133,615</u>	<u>321,596,306</u>

Agreement No. 4-2013 defines a credit facility as past due when any amount of principal, interest or expenses agreed contractually remains unpaid for more than 30 days and up to 90 days, from the contractually stipulated due date.

Agreement No. 4-2013 defines as overdue any credit facility whose non-payment of contractually agreed amounts is more than 90 days in arrears. This period shall be calculated from the date set for the payment to be made. Transactions with a single payment at maturity and overdrafts will be considered due when non-payment period exceeds 30 days, from the date on which the payment obligation was established.

As of June 30, 2026 and December 31, 2025, the classification of the loan portfolio at amortized cost by maturity profile based on Agreement No. 4-2013 is as follows:

	June 30, 2026			
	Current	Past due	Overdue	Total
Corporate and other loans	15,682,637,956	103,589,082	176,973,862	15,963,200,900
Consumer loans	<u>16,338,960,199</u>	<u>371,558,982</u>	<u>300,348,660</u>	<u>17,010,867,841</u>
Total	<u>32,021,598,155</u>	<u>475,148,064</u>	<u>477,322,522</u>	<u>32,974,068,741</u>

	December 31, 2025			
	Current	Past due	Overdue	Total
Corporate and other loans	13,238,757,291	56,213,511	49,024,749	13,343,995,551
Consumer loans	<u>14,365,854,386</u>	<u>310,354,522</u>	<u>270,876,205</u>	<u>14,947,085,113</u>
Total	<u>27,604,611,677</u>	<u>366,568,033</u>	<u>319,900,954</u>	<u>28,291,080,664</u>

Notes to the Condensed Consolidated Interim Financial Statements

(23) Regulatory aspects, continued

Based on Agreement No. 8-2014, for regulatory purposes, interest recognition as income based on the days of arrears in payment of principal and/or interest and the type of credit transaction is operationally suspended as follows:

- a) For consumer and business credits, if there is a default of more than 90 days; and
- b) For home mortgage loans, if there is a default of more than 120 days.

For total loans from BAC International Bank, Inc., ("Parent Bank") as of June 30, 2026, in interest in non-accrual status amounts to \$398,330,947 (December 31, 2025: \$143,820,480). Total unrecognized interest income on these loans is \$25,756,837 (December 31, 2025: \$10,469,503).

Article 1 of Agreement No.11-2019 amends Article 27 of Agreement No. 004-2013 as follows:

Article 27. Write-offs: Each bank shall write off all loans classified as unrecoverable within a period of no more than one year from the date on which it was classified in this category. The following loans shall be exempt from the application of this period:

- Mortgage loans, consumer loans with real estate guarantees and corporate loans with real estate guarantees, classified as risk mitigators in accordance with Article 42 of Agreement No. 11-2019 and whose guarantee has been duly constituted in the Republic of Panama in favor of the Bank. In these cases, each bank will write off all loans classified as unrecoverable within a period of no more than two years, from the date on which it was classified in this category. The above provision may be extended only once for an additional year upon approval by the Superintendent.

After the year of extension, if the Bank has not yet made any write off, it must create an equity reserve, by appropriating its retained earnings to which the net loan value will be charged, according to the percentages set out in the following table:

Loans	Period	Applicable percentage
Mortgage loans and consumer loans with real estate guarantees	At the beginning of the first year after the extension (fourth year)	50%
Corporate loans with real estate guarantees	At the beginning of the third year	50%

As of June 30, 2026 and December 31, 2025, the Bank constituted an equity reserve of \$19,517,913 and \$5,845,113, respectively, pursuant to Agreement No. 11-2019.

Notes to the Condensed Consolidated Interim Financial Statements

(23) Regulatory aspects, continued

As of June 30, 2026, in compliance with the provisions set out in Articles 36 and 38 of Agreement No. 4-2013, the Bank established a dynamic provision with a balance of \$479,574,673 (December 31, 2025: \$413,157,244), appropriated from retained profits. The credit balance of this dynamic provision forms part of the regulatory capital but does not replace or compensate the requirements for the minimum capital adequacy percentage established by the Superintendency of Banks of Panama.

As of June 30, 2026, the Bank maintains a percentage of 1.73% on risk-weighted assets. Agreement No. 4-2013 establishes a dynamic provision which shall not be less than 1.25%, nor more than 2.50% of the risk-weighted assets corresponding to credit facilities classified as normal, as of June 30, 2026. These percentages represent the following amounts:

	June 30, 2026	December 31, 2025
1.25%	<u>347,334,164</u>	<u>302,680,438</u>
2.50%	<u>694,668,328</u>	<u>605,360,876</u>

The following table is the calculation of the dynamic provision, at the consolidated level:

	June 30, 2026	December 31, 2025
Component 1		
Risk – weighted assets (credit facilities – Normal category)	<u>27,786,73,115</u>	<u>24,114,435,025</u>
For alpha coefficient (1.50%)		
Result	<u>416,800,997</u>	<u>363,216,525</u>
Component 2		
Variation (positive) between the current quarter versus the previous risk – weighted assets		
For beta coefficient (5.00%)	<u>614,493,423</u>	<u>269,252,988</u>
Result		
Less:	<u>30,724,671</u>	<u>13,462,649</u>
Component 3		
Amount of change in the balance of specific provisions in the quarter	<u>25,320,577</u>	<u>(7,711,564)</u>
Gross dynamic reserve balance	<u>422,205,091</u>	<u>384,390,738</u>
Plus:		
Restricted amount as set forth in paragraphs "a" and "b" of Article 37	<u>57,369,582</u>	<u>28,766,506</u>
Net dynamic provision balance	<u>479,574,673</u>	<u>413,157,244</u>

As of June 30, 2026, and December 31, 2025, we present the composition of the dynamic provision by subsidiary:

Increase by subsidiaries

	June 30, 2026	December 31, 2025	Variance
BAC International Bank Inc.	142,658,806	86,233,659	(56,425,147)
BAC Bahamas Bank Ltd.	736,211	736,211	0
Banco de America Central S.A. (Guatemala)	63,117,058	63,117,058	0
Credomatic de Guatemala S.A.	8,447,681	8,447,681	0
Banco de America Central Honduras, S.A.	61,640,610	55,164,509	(6,476,101)
Inversiones Financieras Banco de America Central, S.A.	47,250,608	47,250,608	0
Corporacion Tenedora BAC COM, S.A.	36,419,718	33,921,928	(2,497,790)
Corporacion de Inversiones Credomatic, S.A.	<u>119,303,981</u>	<u>118,285,590</u>	<u>(1,018,391)</u>
Total	<u>479,574,673</u>	<u>413,157,244</u>	<u>(66,417,429)</u>

Notes to the Condensed Consolidated Interim Financial Statements

(23) Regulatory aspects, continued

As of June 30, 2026 and, December 31, 2025, the Bank has not recognized an excess regulatory credit reserve based on Agreement No. 4-2013.

- *Capital management*

Banking law in Panama states that general license banks must maintain a minimum paid or allocated capital of \$10 million; and a minimum capital adequacy rate of 8% of its risk-weighted assets, which should include off-balance sheet operations.

Quantitative measures established by regulation to ensure capital adequacy require the Bank to maintain minimum amounts of Total Capital and Primary Capital (Pillar 1) on risk-weighted assets. Management considers that, as of June 30, 2026, and December 31, 2025, the Bank meets all the financial adequacy requirements to which it is subject to.

The Bank presents its consolidated capital funds on its risk-weighted assets based on Agreements No.1-2015, No.3-2016, No.2-2018 and No.11-2018 of the Superintendency of Banks of Panama.

Agreement No.1-2015, which states capital adequacy rules for banks and banking groups, became effective on 1 January 2016.

Agreement No.3-2016, which states rules for the determination of assets weighted by credit risks and counterparty risk, became effective on 1 July 2016.

Agreement No.11-2018, which states the provisions on liquidity risk management and the short-term liquidity hedging ratio, became effective on 1 January 2020.

In October 2023, the Superintendency of Banks of Panama issued Agreement No. 05-2023 with the objective of establishing a capital conservation buffer that seeks to guarantee that banks accumulate reserves that can be used in the event of incurring losses, so to avoid non-compliance with the established minimum requirements, without considering the conservation buffer, in episodes of deterioration of solvency. This agreement became effective on July 1, 2024.

Banking entities must establish a capital conservation buffer of 2.5% of risk-weighted assets (credit, market and operating), made up of ordinary primary capital and in addition to all established minimum regulatory capital requirements. The minimum levels required, considering the mattress, are established as follows:

	June 30, 2026	2027
Capital Adequacy Ratio	9.25%	10.50%
Primary Capital Ratio Total	7.25%	8.50%
Ordinary Primary Capital Ratio	5.75%	7.00%

Notes to the Condensed Consolidated Interim Financial Statements

(23) Regulatory aspects, continued

The Bank presents consolidated capital funds on its risk weighted assets, in accordance with the requirements of the Superintendency of Banks of Panama, as follows:

Ordinary Primary Capital (Pillar I)	June 30, 2026	December 31, 2025
Common stock	850,000,000	834,708,000
Additional paid-in capital	282,939,661	140,897,488
Declared reserves	479,752,442	413,157,244
Retained earnings	3,142,040,787	3,187,862,060
Non-controlling interest	340,306	321,888
Comprehensive income (losses)	(45,882,418)	(208,834,691)
Less: Goodwill	(337,116,591)	(336,084,994)
Less: Treasury stock	(463,672)	(5,218,370)
Total Ordinary Primary Capital	4,371,610,515	4,026,808,625
Additional Primary Capital		
Perpetual bonds issued by the Bank	520,000,000	520,000,000
Total Additional Primary Capital	520,000,000	520,000,000
Total Primary Capital (Net)	4,891,610,515	4,546,808,625
Subordinated debt	38,000,000	0
Total Secondary Capital	38,000,000	0
Total Regulatory Capital Fund	4,929,610,515	4,546,808,625
Total credit risk-weighted assets, net of deductions	36,942,966,650	32,011,864,114
Operational risk-weighted assets (Agreement No.11-2018)	2,009,380,082	1,923,175,235
Market risk-weighted assets (Agreement No.3-2018)	375,411,251	86,109,142
Total risk-weighted assets	39,327,757,983	34,021,148,491
Ratios:		
Capital Adequacy Ratio	12.53%	13.36%
Primary Capital Ratio Total	12.44%	13.36%
Ordinary Primary Capital Ratio	11.12%	11.84%

- Liquidity ratio

The percentage of the liquidity index reported by BAC International Bank, Inc., to the regulatory body, under the parameters of Agreement No. 4-2008, as of June 30, 2026, was 46.18% (December 31, 2025: 49.89%).

- Assets held for sale

Agreement No. 3-2009 issued by the Superintendency of Banks of Panama, by which the provisions on disposal of property were updated, sets a five (5) year's period to dispose of property acquired in settlement of unpaid loans.

The foreclosed property held for sale is recognized at the lowest value between the carrying value of unpaid loans or the estimated realizable value of property. The agreement provides that the provision of the foreclosed property, appropriated from retained earnings, is progressive within a range of 10% from the first year of recognition up to 90% in the fifth year after foreclosure, through the establishment of an equity reserve. The following is the progressive booking table:

Years	Minimum Reserve Percentage
First	10%
Second	20%
Third	35%
Fourth	15%
Fifth	10%

Notes to the Condensed Consolidated Interim Financial Statements

(23) Regulatory aspects, continued

As of June 30, 2026, the Bank constituted a reserve for assets held for sale amounting to \$27,886,334 (December 31, 2025: \$7,901,273), as an equity reserve appropriated from retained earnings.

- *Financial Bank Act*

The operations of financial companies in Panama are regulated by the Directorate of Financial Enterprises of the Ministry of Commerce and Industry in accordance with the laws established in Law No.42 of 23 July 2001.

- *Lease Acts*

Leasing operations in Panama are regulated by the Directorate of Financial Enterprises of the Ministry of Commerce and Industry in accordance with the legislation established by the Act No.7 of July 10, 1990.

- *Securities Act*

The stock market operations in Panama are regulated by the Superintendency of the Securities Market in accordance with the legislation established in Decree Law No.1 of 8 July 1999, reformed by Law No. 67 of September 1, 2011.

The broker firm's operations are regulated by Agreement No. 4-2011, modified in certain aspects by the Agreements No. 8-2013 and No. 3-2015, issued by the Superintendency of the Securities. The Agreements specify that broker firms must comply with capital adequacy requirements and its amendments.

(24) Merger by absorption and share capital restructuring

(a) Background of the merger

On April 20, 2026, the Shareholders' Meeting of BAC International Bank, Inc. ("BIB" or the "Bank") approved the initiation of the merger by absorption process involving Multi Financial Group, Inc. ("MFG") and Multibank, Inc. ("MBK"), as well as the restructuring of the Bank's share capital.

The mergers were authorized by the competent regulatory authorities and recorded in the Public Registry of Panama on May 18, 2026, the date on which they became legally effective. For accounting purposes, the assets, liabilities, and equity components of MFG and MBK were incorporated into the Bank's financial records on June 6, 2026, the date on which the integration process and accounting policy alignment process of the merged entities was completed.

The merger formed part of the corporate integration process following the acquisition of MFG by BAC International Corporation ("BIC") in March 2026. Consequently, the transaction constituted a corporate reorganization among entities under common control within BIC and did not result in the recognition of goodwill or bargain purchase gains in the Bank's condensed consolidated financial statements.

The effects of the merger and the share capital restructuring described above, including those associated with the subsidiaries of the merged entities incorporated as part of the corporate reorganization among entities under common control within BAC International Corporation ("BIC"), are presented in Note 14 – Capital movements.

Notes to the Condensed Consolidated Interim Financial Statements

(24) Merger by absorption and shareholding restructuring, continued

(b) Assets and liabilities incorporated through the merger and corporate reorganization

As a result of the merger by absorption of MFG and MBK and the incorporation of their subsidiaries through a reorganization among entities under common control within BIC, the following assets and liabilities, measured at the carrying amounts previously recognized within BIC as of May 31, 2026, were incorporated into the Bank's condensed interim consolidated financial statements on June 6, 2026, the effective date of the merger.

Incorporated assets	Amount
Cash and cash equivalents	68,901,828
Investment securities, net	320,425,617
Loans, net	3,644,187,889
Property and equipment, net	53,751,349
Customers' liability under acceptances	289,170
Other accounts receivable, net	94,850,282
Intangible assets, net	4,523,423
Deferred income tax asset	27,439,329
Other assets	81,225,937
Total assumed assets	<u>4,295,594,824</u>

Incorporated liabilities	Amount
Customer deposits	2,945,879,892
Financial obligations (note 11)	418,383,670
Other financial obligations (1)	365,116,525
Lease liabilities (note 13)	7,650,598
Acceptances outstanding	289,170
Income tax payable	1,207,686
Deferred income tax liability	362,486
Provisions	18,022,854
Accounts payable and other liabilities	86,556,077
Total assumed liabilities	<u>3,843,468,958</u>

(1) These balances include intercompany accounts that were eliminated upon completion of the merger.

Net assets incorporated	Amount
Total incorporated assets	4,295,594,824
Total incorporated liabilities	<u>(3,843,468,958)</u>
Net assets incorporated	<u>452,125,866</u>

(c) Reconciliation of incorporated equity

The equity components incorporated as a result of the merger are summarized below:

Reconciliation of Contributed Equity	Amount
Additional paid-in capital (note 14 (b))	162,552,543
Retained earnings	187,458,449
Regulatory reserves	100,452,785
Other accumulated comprehensive income	<u>1,662,089</u>
Equity acquired before accounting policy alignments	<u>452,125,866</u>
Net equity alignments and reclassifications	<u>(752,107)</u>
Net equity incorporated through merger	<u>451,373,759</u>

Equity alignments included reclassifications among equity components to harmonize the presentation of equity of the merged entities with that used by the Bank. These adjustments had no effect on the condensed consolidated statement of income for the period and correspond exclusively to reclassifications between retained earnings and other accumulated comprehensive income.

Notes to the Condensed Consolidated Interim Financial Statements

(24) Merger by absorption and shareholding restructuring, continued

Additionally, as part of the equity integration resulting from the merger by absorption, the Bank incorporated additional paid-in capital of \$162,552,543 from the absorbed entities.

Movements related to additional paid-in capital are presented in Note 14 (b).

(d) Equity restructuring

As part of the integration, the Bank implemented a restructuring of its share capital by modifying the par value of the common shares from US\$1,000 to US\$10,625 per share. Simultaneously, the total number of authorized shares decreased from 850,000 shares to 80,000 shares.

Prior to the restructuring, the Bank maintained 850,000 authorized shares, of which 834,708 were issued and outstanding, 814 were held as treasury shares, and 15,292 remained authorized and unissued. To execute the reorganization approved by the Shareholders' Meeting, the entirety of the authorized shares was taken into consideration.

Likewise, as part of the implementation of the new capital structure, the Bank issued the 15,292 previously authorized and unissued shares and utilized the shares held in treasury to meet the share allocations resulting from the reorganization.

As a result of the merger and the associated equity restructuring, shareholders of the merged entities were incorporated into the Bank's shareholding structure.

The restructuring was intended to adapt the Bank's capital structure to the new shareholding composition resulting from the merger and to align the shareholders' stakes within the Bank's new shareholding structure.

(e) Treatment of fractional shares

The share conversion generated fractional shares resulting from the reorganization process. For the purpose of maintaining a shareholding structure composed exclusively of whole shares, these fractions were repurchased by the Bank for a total amount of \$463,672.

The repurchased fractions were equivalent to three (3) full shares, which remain recorded as treasury shares as of June 30, 2026.

(f) Equity effects of the reorganization

The effects arising from the issuance of previously authorized and unissued shares, the reissuance of treasury shares, the repurchase of fractional shares, and other adjustments required to complete the corporate and equity reorganization were recognized directly within the corresponding equity components, in accordance with the accounting policy applicable to transactions among entities under common control and the economic substance of the transaction.

Notes to the Condensed Consolidated Interim Financial Statements

(24) Merger by Absorption and equity restructuring, continued

As a result of the merger by absorption and the equity harmonization adjustments performed, the Bank recognized a net increase of \$451,373,759 in equity attributable to owners of the Bank, which is presented in the Condensed Consolidated Statement of Changes in Equity under the caption "Merger by Absorption." Following the transaction, the Bank incorporated all assets, liabilities, and equity components of the merged entities into its consolidated financial and capital structure.

The specific effects of the merger and the equity restructuring on common stock and additional paid-in capital are presented in Note 14 – Capital movements.

(25) Subsequent events

The Bank has assessed the subsequent events to August 27, 2026, to assess the need for their recognition or disclosure in the accompanying condensed consolidated interim financial statements. Based on this assessment, we determined that there were no subsequent events which require recognition or disclosure in these condensed consolidated interim financial statements.