

**INDEPENDENT AUDITOR'S REPORT TO THE MANAGEMENT
OF
MUF G BANK LIMITED
(YANGON BRANCH)
FOR THE YEAR ENDED 31 MARCH 2025**

Opinion

We have audited the financial statements of **MUFG BANK LIMITED (Yangon Branch)**, which comprise the statement of financial position of Yangon Branch as at 31 March 2025, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows of Yangon Branch for the year then ended and a summary of significant accounting policies and other explanatory notes, as set out on pages 9 to 31.

In our opinion, the financial statements of Yangon Branch are properly drawn up in accordance with Myanmar Financial Reporting Standards ("MFRS") and the provisions of Myanmar Companies Law 2017 ("the Law") and so as to give a true and fair view of the state of affairs of Yangon Branch as at 31 March 2025 and of the results and cash flows of Yangon Branch for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of Yangon Branch in accordance with the ethical requirements that are relevant to our audit of the financial statements in Myanmar, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Myanmar Financial Reporting Standards ("MFRS") and the provisions of Myanmar Companies Law 2017 ("the Law") and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing Yangon Branch's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate Yangon Branch or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Yangon Branch's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Yangon Branch's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Yangon Branch's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause Yangon Branch to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within Yangon Branch to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of Yangon Branch audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

Further to our opinion we report as follows:

- (a) The proper books of account have been kept by Yangon Branch in accordance with the provisions of Section 258 of the Law.
- (b) In accordance with the provisions of Section 280 (b) (i) and (ii) of the Law.
 - we have obtained all the information and explanations we have required; and
 - the financial statements are drawn up in conformity with the provisions of Myanmar Companies Law 2017.



U Than Tint

CPA (PAPP.103)

Managing Director

KHIN SU HTAY & ASSOCIATES LIMITED

Certified Public Accountants

Yangon,

Date: **24 JUN 2025**

MUFG BANK LIMITED
(YANGON BRANCH)
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2025

	Note	31-Mar-25		31-Mar-24	
		USD	MMK (In Million)	USD	MMK (In Million)
ASSETS					
Cash and Cash Equivalents	4	602,802,541	1,265,885	400,799,513	841,679
Loan and Advances to customers	5	111,465,032	234,077	112,773,851	236,825
Property and Equipment	7	243,865	512	269,020	565
Intangible	8	18,682	39	369	1
Other Asset	6	7,163,014	15,042	6,268,521	13,164
Total Assets		721,693,134	1,515,556	520,111,274	1,092,234
LIABILITIES					
Deposit from customers	9	592,362,197	1,243,961	403,114,662	846,541
Other liabilities	10	4,290,289	9,010	4,135,446	8,685
Provision for General loan loss	11	184,401	387	184,401	387
Total Liabilities		596,836,887	1,253,358	407,434,509	855,613
EQUITY					
Regulatory Capital	12	100,000,000	107,500	100,000,000	107,500
Statutory Reserve	13	7,662,551	15,362	4,617,681	8,968
General reserve	13	2,339,043	3,196	2,339,043	3,196
Retained Earning		14,854,653	35,605	5,720,041	16,422
Foreign Currency Translation Reserve	14	-	100,535	-	100,535
		124,856,247	262,198	112,676,765	236,621
Total Liabilities and Equity		721,693,134	1,515,556	520,111,274	1,092,234

Authenticated by:

Mr. Takuya Tazawa
Managing Director
Head of Yangon Branch
MUFG Bank Limited Yangon Branch

Yangon,
Date: 24 June 2025

MUFG BANK LIMITED
(YANGON BRANCH)
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2025

		31-Mar-25		31-Mar-24	
	Notes	USD	MMK (In Million)	USD	MMK (In Million)
Interest Income	15	20,757,392	43,590	16,928,310	35,549
Interest Expense	16	(2,737,572)	(5,749)	(2,010,762)	(4,223)
Net Interest Income		18,019,820	37,841	14,917,548	31,327
Fee and Commission Income	17	162,672	342	152,398	320
Fee and Commission Expense	18	(220,863)	(464)	(46,956)	(99)
Other Income	19	1,372,675	2,883	1,016,147	2,134
Net Non-Interest Income		1,314,484	2,761	1,121,589	2,355
Total Income		19,334,304	40,602	16,039,137	33,682
Personnel Expenses	20	2,273,265	4,774	2,024,569	4,252
Operating Lease Expenses	21	253,713	533	289,306	607
Depreciation and Amortisation	7,8	107,347	225	60,072	126
Other Expenses	22	988,572	2,076	906,349	1,903
Total Operating Expenses		3,622,897	7,608	3,280,296	6,888
General Loan Loss		-	-	-	-
Profit Before Tax		15,711,407	32,994	12,758,841	26,794
Income Tax	23	(3,531,925)	(7,417)	(2,747,103)	(5,769)
Net Profit for the Year		12,179,482	25,577	10,011,738	21,025
Other Comprehensive Income for the Year		-	-	-	-
Total Comprehensive Income for the Year		12,179,482	25,577	10,011,738	21,025

Authenticated by:

Mr. Takuya Tazawa
Managing Director
Head of Yangon Branch
MUFG Bank Limited Yangon Branch

Yangon,
Date: 24 June 2025