

ANNUAL

REPORT 20 24
25

הגזן בנק
Wegagen Bank





ኔፎይታ
የዲጂታል ብድር አገልግሎት

EFOYTA DIGITAL LENDING



ያለመቶን አሳክተው እፎይ ይበሉ

CONTENTS

Message from Chairperson of the Board of Directors	14
Message from the Sharia Advisory Committee (SAC).....	16
Performance Highlights	19
1. OPERATIONAL PERFORMANCE	21
1.1 Deposit Mobilization.....	21
1.2 Interest Free Banking Service.....	22
1.3 Loans and Advances.....	22
1.4 International Banking Operations.....	24
2. FINANCIAL PERFORMANCE	25
2.1 Asset Expansion.....	25
2.2 Equity Growth.....	25
2.3 Total Income.....	26
2.4 Total Expense	27
2.5 Profit before Tax	27
3. CUSTOMER BASE EXPANSION	28
4. ACCESSIBILITY	29
5. HUMAN CAPITAL	29
6. BANKING TECHNOLOGY	32
7. INVESTMENT IN PROPERTY	32
8. RISK AND COMPLIANCE MANAGEMENT.....	33
9. INTERNAL AUDIT	33
10. ENVIRONMENTAL, SOCIAL, AND GOVERNANCE (ESG)	34
11. AUDITED FINANCIAL REPORT	38
12. OUR BRANCH NETWORK	163



Vision

To be a champion of excellence in banking business in Ethiopia

Mission

Maximize stakeholders' value by providing diversified banking services through competent and motivated employees and up-to-date technology

Core values

TEAMWORK

We collaborate and work collectively to meet our common goals
We promote and support a diverse, yet unified team

INTEGRITY

We do the right thing, even when no one is watching
We keep our word and honor our commitments
We maintain confidentiality and privacy of all stakeholders

INNOVATION

We adapt and respond rapidly to changes
We encourage creativity and new ideas

RESPONSIVENESS

We provide prompt and convenient customer service



Abdishu Hussein

Chairperson

Board of Directors



Woldegabriel Naizghi

Vice, Chairperson



Fithanegest Gebru

Member



Hassen Yesuf

Member



Fikru Jiregna

Member



Gebregziabher Hadush

Member



Surafeal Berhe

Member



Tesfatsyon Desta

Member



Alemseged Assefa

Member



Zenfu Asfaw

Member



Board of Directors



Aklilu Wubet (PhD)

Chief Executive Officer

Core Management



Yehwalashet Zewdu

Deputy CEO - Enterprise
Services



Solomon Tesfaye

Deputy CEO - Technologies



Kidane G/Sellassie

Deputy CEO - Operations



Senior Management Team



Aregash Gudeta
Chief Finance & Material
Management Officer



Haile G/Egziabher
Chief Human Capital Officer



Hussen Amde
Chief Digital Banking Officer



Kibeb G/Egziabher
Chief International Banking
Officer



Geteye Mekuria
Chief Marketing and Strategy
Officer



Yoseph G/Yohannes
Chief Credit Officer



Habtom G/Egziabher
Chief Officer, Northern Regional
Office



Mengistu Tadesse
Chief Resource Mobilization &
Branch Banking Officer



Goitom G/Tsadkan
Chief Information Officer



Debela Merga
Chief Risk & Compliance Officer



Negassi G/Aregawi
Chief Internal Auditor



Zeray G/Wahid
Director, Legal Services

Senior Management Team



Tajudin Hussen
Director, Interest Free Banking



Mengesha Fisseha
Executive Assistant



Haddush Hintsay
Company Secretary

Management Team



Genet Daba

Director, Talent Development



Abebaw G/Tsadik

Director, Treasury Management



Kaleb Tadesse

Director, Marketing & Corporate Communications



Tekle Eticha

Director, Corporate Strategy and Change Management



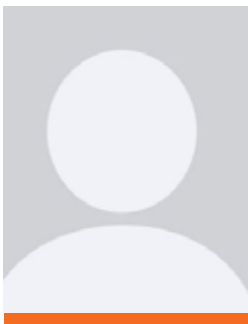
Negassi Fisseha

Director, Digital Banking Operation



Fantahun Demissie

Director, Personal and SME Relationship Management



--

Director, Talent Management



Meried Haile

Director, Credit Analysis and Portfolio Management



Niguss Girma

Director, Employee Benefit & Performance Management

Management Team



Bahiru Demissie

Director, Research and Business Development



Amanuel Birhane

Director, Corporate and Business Relationship Management



Sebsibie Zebro

Director, Engineering & Facility Management



Yonas Alemeyehu

Director, Program Management



Tesfatsion Gebreyohannes

Director, Digital Innovation & Marketing



Million Legesse

Director, Resource Mobilization and Branch Banking



Desalegn Haile

Director, IT Security



Yishak Yilma

Director, Core Infrastructure Management



Abadi Leake

Director, Core Applications Management

Management Team



Yimegnushal Teshome
Director, Import & Payments



Paulos G/Mariam
Director, Export & Remittance



Defaru Afework
Director, Digital Banking
Technology Management



Mahalet Hailemariam
Director, Management
Information System



Tewodros Assefa
Director, Supply Chain
Management



Muluken Asmare
Director, Financial Accounting



Abay Gebreleul
Director, Loan Recovery

District Director Team



Genet B/Meskel
Director, East Addis Ababa District



Ashenafi Gidey
Director, West Addis Ababa District



Agere Belay
Director, North Addis Ababa District



Temesgen Berhe
Director, South Addis Ababa District



Yohannes Assefa
Director, Mekelle District



Zenebe Asayehegn
Director, Shire District



Daniel Liben
Director, Dire Dawa District



Kassanew Alem
Director, Bahir Dar District



Mulugeta Zerga
Director, Jimma District



Habtamu Nigussie
Director, Hawassa District



የደንበኞች ባንክነት ማዕከል

ወደ 866 ነፃ የስልክ መስመር ይደውሉ፣ ይስተናግዱ



Message from Chairperson of the Board of Directors

Honorable Shareholders,



As we convene today to review the fiscal year 2024/25, I am deeply honored to present, on behalf of the Board of Directors, the notable achievements of our Bank within a dynamic global and national economic environment. The year under review was marked by resilience and strategic progress, in alignment with Ethiopia's broader economic recovery and the steady, albeit slow, growth of the global economy. Despite the challenges posed by inflation and intensifying trade tensions, our Bank has demonstrated commendable performance, reaffirming our unwavering commitment to creating sustainable value for our stakeholders.

Globally, the fiscal year 2024/25 was characterized by economic divergence, with advanced economies facing slowdowns while emerging markets witnessed growth. Ethiopia's economy, however, registered a remarkable growth of 8.1%, supported by robust government spending and a resurgence in private consumption. This growth is a testament to the resilience of our nation and the effectiveness of policies aimed at fostering economic stability. Inflation, which peaked at 19.9% at the outset of the fiscal year, moderated to 13.9% by June 2025, reflecting the positive impact of monetary measures implemented by the National Bank of Ethiopia.

Crucially, foundational reforms within the financial sector, most notably the liberalization of foreign exchange and the establishment of the nation's first capital market, have unlocked unprecedented opportunities for financial institutions and investors alike. We are particularly proud that our Bank became the first listed company on the Ethiopian Securities Exchange, a historic milestone that not only enhances our visibility and credibility but also represents a significant step forward in the evolution of Ethiopia's financial sector. Furthermore, the launch of Wegagen Capital Investment Bank S.C, a subsidiary of Wegagen Bank and Ethiopia's first licensed investment bank, exemplifies our leadership in this transformative period and underscores our commitment to offering comprehensive financial services that meet the diverse needs of our clients.

Against this backdrop, our Bank achieved outstanding results across all key indicators. Our profitability soared, with profit before tax surging by an impressive 73% to Birr 3.85 billion. This exceptional performance elevated our Return on Average Assets (ROA) to 3.7% and Return on Average Equity (ROE) to a robust 25.3%. Such results not only underscore our operational efficiency but also translate into value creation for shareholders, as Earnings per Share (EPS) climbed to 46.10%, from 36.89% in the prior year.

This performance is built on a foundation of strong and sustainable growth. Our deposit mobilization efforts proved effective, expanding the Bank's deposit base by 28% to Birr 66.5 billion. This growth in deposits is a clear indication of the trust our customers placed in us. Simultaneously, our loan portfolio grew responsibly, with outstanding loans and advances rising by 18% to Birr 53.5 billion in line with the regulatory credit cap. Throughout this expansion, we upheld our steadfast commitment to prudent risk management as non-performing loan (NPL) ratio remained below the maximum threshold set by the National Bank of Ethiopia (NBE). Although our foreign currency generation of USD 273 million saw a slight decrease due to global trade slowdowns and commodity pressures, the Bank's ability to deliver record profits underscores the strength and diversity of our income streams.


Our non-financial performance was equally commendable. Deposit accounts grew by 20% to 4.4 million while the number of cardholders increased by 29% to 369,872. Mobile wallet subscribers reached 229,281 while mobile banking subscribers grew to 3.4 million, underscoring the growing adoption of our digital platforms. Our network also expanded significantly, with 455 branches, 398 ATMs, and 467 point-of-sale terminals, significantly enhancing accessibility to our customers. Our efforts in digital excellence position us well for the future, as the global remittance market is projected to grow at compound annual growth rate (CAGR) of 6.4% through 2029, perfectly aligning with our advancements in digital banking. In today's interconnected world, our role extends far beyond traditional banking, encompassing a profound responsibility to advance environmental, social, and governance (ESG) priorities. At the heart of this commitment lies our deliberate ESG Policy, which creates enduring value through initiatives such as cornerstone green financing projects that support a sustainable future, reinforced by a robust governance framework rooted in transparency, ethical conduct, and accountability, with the Board providing active oversight to ensure that our commitments are translated into tangible impact for a greener, more inclusive, and prosperous Ethiopia.

Equally central to our ESG journey is the social dimension, where both our employees and our communities are at the core of the progress we made during the fiscal year, we invested Birr 87 million in training and development programs to strengthen employee competencies and prepare them for the demands of a rapidly evolving financial sector, with our 5,553 dedicated professionals serving as our most valuable asset and the driving force behind our achievements. Beyond our workforce, we actively participate in Corporate Social Responsibility initiatives that address community needs, promote financial inclusion, and contribute to poverty reduction and sustainable development, ensuring that our impact extends well beyond financial performance to shape a future that is environmentally responsible, socially inclusive, and governed with integrity.

Looking ahead to fiscal year 2025/26, we remain optimistic about sustaining our growth trajectory. We will leverage opportunities present within Ethiopia's financial sector reforms, accelerate digital transformation initiatives, and expand investment banking capabilities through Wegagen Capital. Our focus will remain on enhancing customer experience, strengthening risk management, and driving sustainable growth. We are committed to navigating global economic uncertainties, including trade tensions and commodity market volatility, with agility and foresight.

Lastly, I wish to extend my heartfelt gratitude to our shareholders for their continued support, to our esteemed customers for their trust, and to our employees for their unwavering dedication. As we pursue our vision to be champions of excellence in banking business in Ethiopia, together, we will continue to build a resilient and innovative Bank that contributes to Ethiopia's economic prosperity. I am confident that the fiscal year 2025/26 will be a year of even greater achievements as we pursue our vision with determination and unity.

Thank you.



Abdishu Hussein
Chairperson, Board of Directors



Message from the Sharia Advisory Committee (SAC)

For the Fiscal Year Ended June 30, 2025

"In the name of Allah, the most Compassionate, the most Merciful"

In alignment with the Interest Free Banking (IFB) provisions outlined in Wegagen Bank's Corporate Governance Framework and in accordance with the Sharia compliance standards established by the Accounting and Auditing Organization for Islamic Financial Institutions, the Sharia Advisory Committee is honored to address the esteemed shareholders of Wegagen Bank S.C.

Wegagen Bank continues to expand its IFB operations through an extensive network of over 455 branches, offering a diverse range of IFB services, including fund mobilization, financing, and service-based products. Under the "Wegagen Amana" brand, selected branches function as full-fledged IFB units while others provide IFB services through dedicated windows and partitions ensuring broad accessibility to Sharia compliant financial solutions.


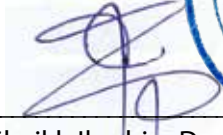
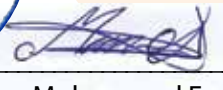

In fulfilling our mandate, the Committee has provided guidance (Fatwa) on critical operational matters pertaining to IFB services. Our oversight extends to ensuring Sharia compliance across the Resource Mobilization and Financing Divisions, addressing issues as they arise. We maintain a structured approach to our responsibilities, conducting well-planned meetings with clear agendas and meticulously documenting discussions through formal minutes. This disciplined approach ensures accountability and facilitates future compliance assessments.

As part of ongoing responsibilities, we have carefully reviewed and certified the Bank's IFB operational and financing procedures, contracts and product related agreements. This rigorous scrutiny guarantees that all IFB related banking activities strictly adhere to Islamic financial principles, reinforcing the integrity of our services.

Based on a thorough evaluation of operational data for the fiscal year ending June 30, 2025, we confirm that Wegagen Bank S.C. has consistently adhered to Sharia principles in its Interest-Free banking services. This compliance underscores the Bank's unwavering commitment to ethical and Sharia-compliant financial practices, strengthening stakeholder confidence in its operations.

We extend our sincere gratitude to the Board of Directors, management, and staff of Wegagen Bank for their unwavering commitment to upholding Sharia principles. Their leadership, guidance, and diligent efforts have been pivotal in ensuring the Bank's compliance with regulatory standards and its continued success in delivering ethical, Sharia-compliant financial solutions.

Thank You!

Sheikh Ibrahim Dawud
Chairperson, SAC

Ustaz Mohammed Ferej
Member, SAC

Sheikh Fethulbari Mohammednur
Member, SAC

Sharia Advisory Committee



Sheikh Ibrahim Dawud
Chairperson



Ustaz Mohammed Ferej
Member



Sheikh Fethulbari Mohammednur
Member



3,377,554
Mobile Banking Subscribers



22,347
Internet Banking Users



229,281
E-Float Accounts



53.5 Billion Outstanding
Loans & Advances



369,872
Card Holders



USD 273 Million
Foreign Currency Generation



455 Branches



4,376,641
Deposit Accounts



66.5 Billion
Total Deposit



398 ATM



467 POS

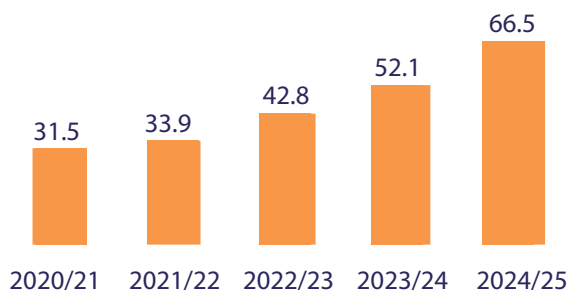


1,716 Agents

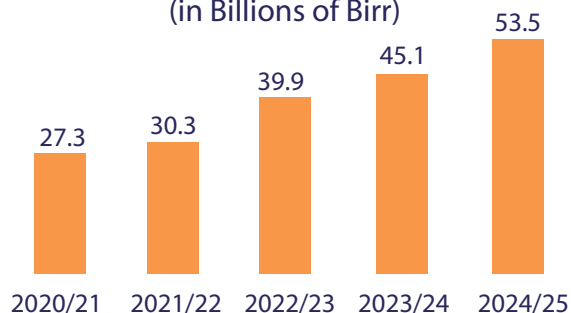
WEGAGEN IN NUMBERS

Performance Highlights

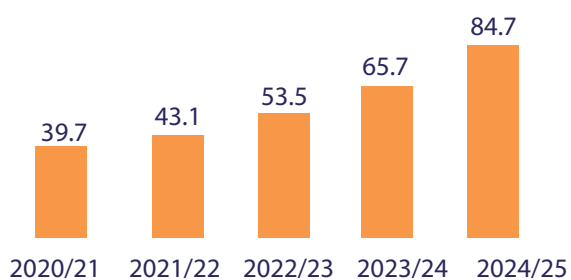
Total Deposit
(in Billions of Birr)



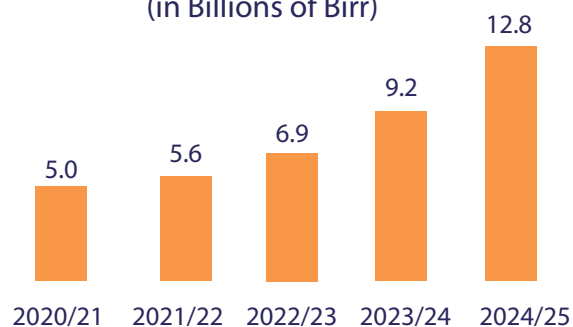
Loans & Advances
(in Billions of Birr)



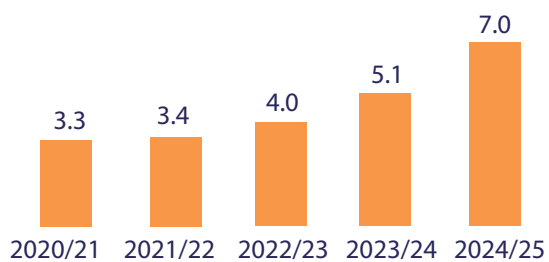
Total Assets
(in Billions of Birr)



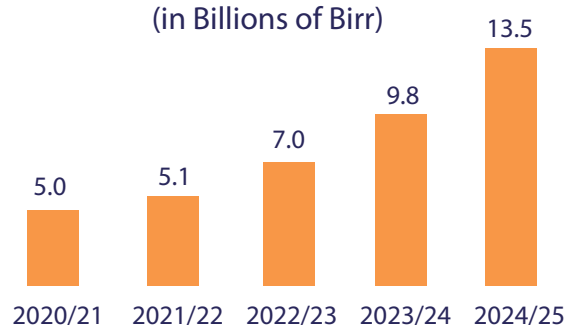
Total Equity
(in Billions of Birr)



Paid-up Capital
(in Billions of Birr)

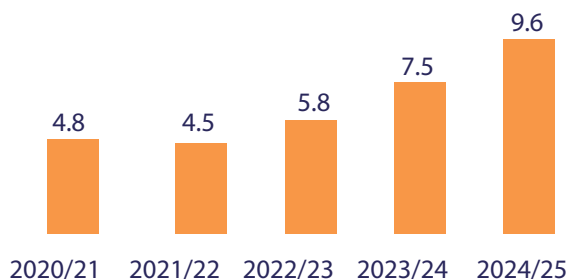


Total Income
(in Billions of Birr)

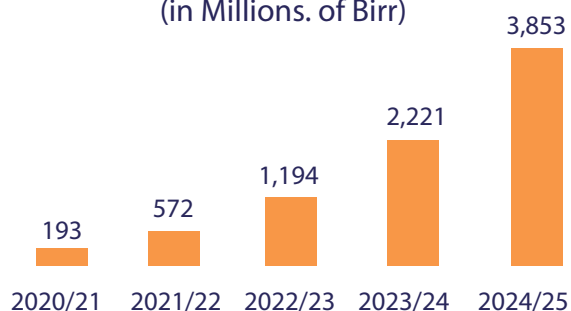


Total Expense

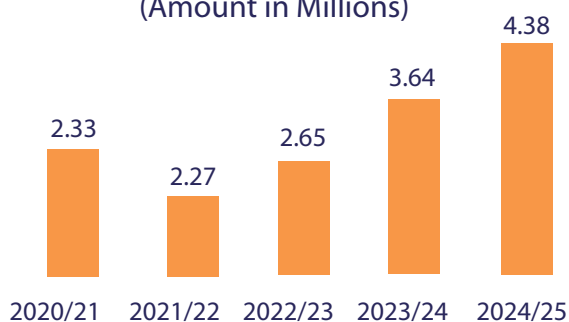
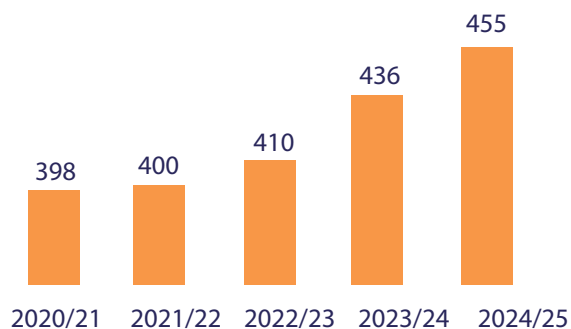
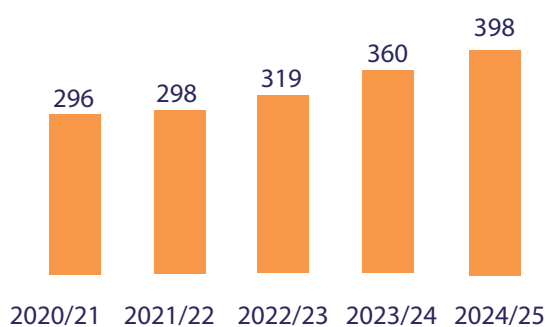
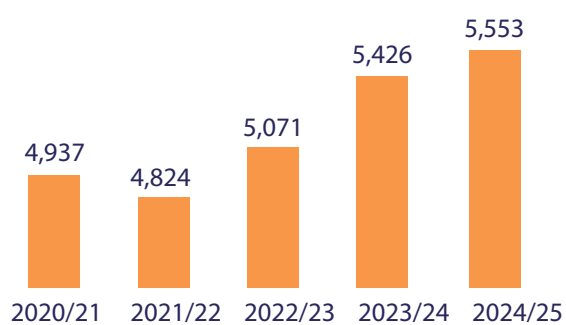
(in Billions of Birr)

**Profit before Tax**

(in Millions. of Birr)

**Number of Deposit Accounts**

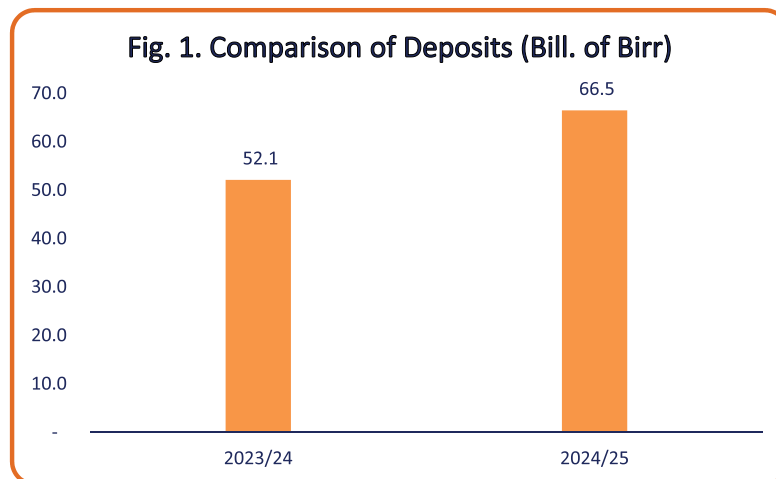
(Amount in Millions)

**No. of Branches****No. of ATMs****No. of Employees**

1. OPERATIONAL PERFORMANCE

1.1 Deposit Mobilization

Despite the challenges and volatility arising from adverse business and economic circumstances, the Bank successfully mobilized a net deposit of Birr 14.4 billion, marking a significant increase of 28%, as the Bank's outstanding deposit balance reached Birr 66.5 billion. This growth can be attributed to a broader array of products and services, enhanced community engagement, and fortified partnerships with various stakeholders. Collectively, these factors have contributed to the Bank's success, allowing us to better meet the needs of our customers and strengthen our presence and contribution in the market.



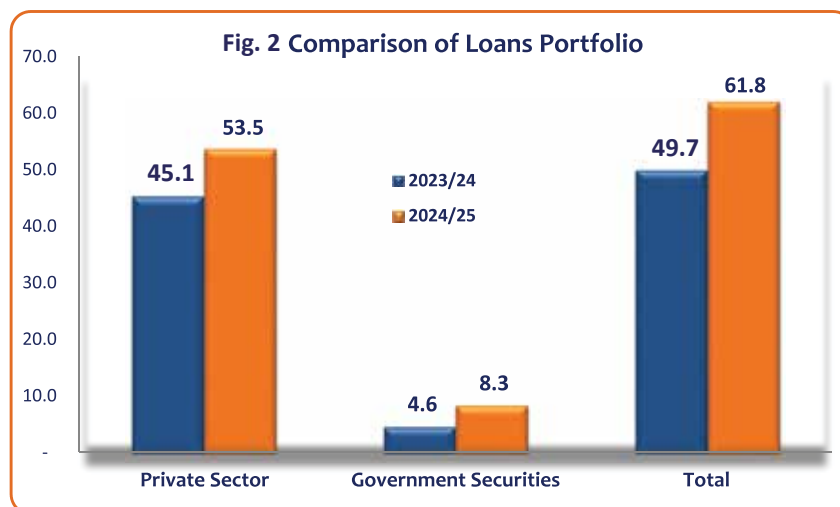
Compared to the previous year's performance, all types of deposit demonstrated positive growth, albeit to varying extents. This growth was mirrored by a 20% expansion in our customer base as 737,712 new clients were on-boarded, bringing the total to 4,376,461 account holders by June 30, 2025. This notable expansion demonstrates our continued dedication to growing our customer base and improving the services we provide to meet the evolving needs of our clients.

1.2 Interest Free Banking Service

In addition to conventional deposit mobilization, the Bank has strong emphasis on attracting Interest Free Deposits. During the fiscal year, a net deposit amount of Birr 2.3 billion was mobilized, resulting in a remarkable 94% year-on-year growth, as deposit from interest free banking sector reached Birr 4.8 billion as of June 30, 2025. This performance was driven by a strategic reorganization aimed at expanding customer access through dedicated IFB branches, sub- branches, and windows.

1.3 Loans and Advances

The outstanding loans and advances extended to various sectors of the economy stood at Birr 53.5 billion, reflecting a remarkable increase of 18% compared to the same period last year. This growth underscores the Bank's commitment to supporting economic development through strategic lending initiatives across diverse sectors. In addition to the increase in loans and advances, the Bank's stock of debt securities also demonstrated significant progress marking an increment of Birr 3.7 billion from the previous year's balance and reaching Birr 8.3 billion. This highlights the Bank's proactive approach to enhancing its investment portfolio and financial stability. These developments illustrate the Bank's ongoing efforts to strengthen its position in the market while contributing to broader economic growth.



Financed Projects

Import



Manufacturing



Export

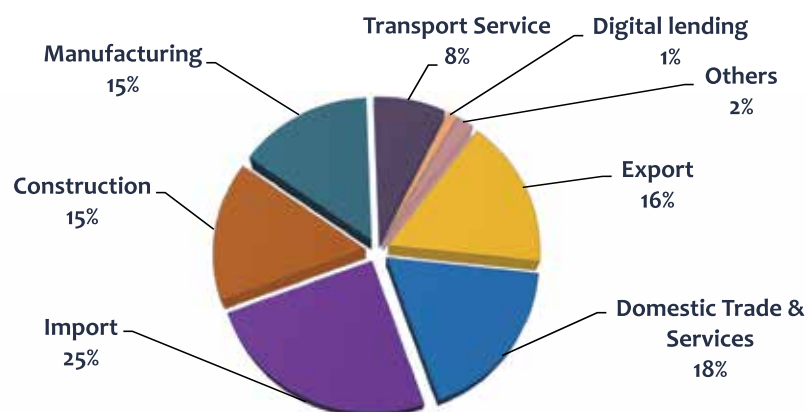


Construction



The Bank makes substantial contribution in stimulating economic activity and fostering development through the prudent allocation of funds across various sectors. Accordingly, as of June 30, 2025, the Bank's loan portfolio was well-diversified as the import sector constituted the largest share of the portfolio at 25%, followed by domestic trade and services (18%), export (16%), construction (15%), and manufacturing (15%). The remainder was allocated to transport services (8%), Digital lending (1%) and other sectors (2%). These allocations demonstrate the Bank's commitment to supporting a broad spectrum of industries, thereby enhancing economic stability and contributing to sustainable growth.

Fig. 3 Composition of Loans Portfolio



1.4 International Banking Operations

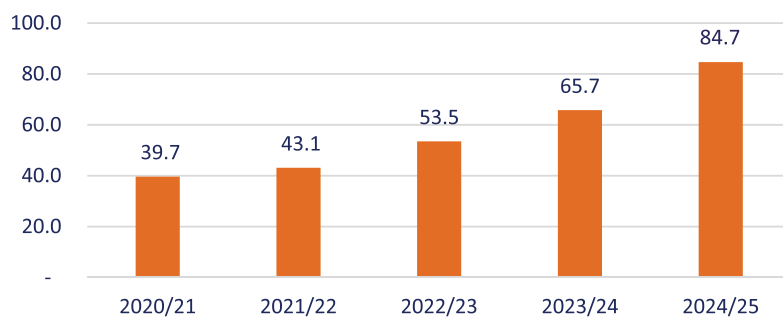
The Bank generated a total of USD 273 million during the fiscal year, highlighting its ability to navigate a variety of local and global challenges impacting international banking operations. Despite facing economic fluctuations, regulatory changes, and competitive pressures, the Bank has demonstrated resilience and strategic foresight in managing its resources effectively. These efforts have not only bolstered overall financial performance but also reinforced the Bank's commitment to sustaining its presence in the global market.

2. FINANCIAL PERFORMANCE

2.1 Asset Expansion

The Bank concluded the fiscal year with a robust financial standing, as total assets surged by an impressive 29%, reaching Birr 84.7 billion, up from Birr 65.7 billion in the prior year. This significant growth reflects the Bank's effective strategies and strong market position. The asset portfolio was predominantly composed of outstanding loans and advances, which constituted 60% of the total, underscoring the Bank's focus on lending activities. Other crucial components of the asset mix included cash and bank balances at 19%, providing liquidity to support operational needs; investment securities at 11%, which enhance the Bank's income-generating capabilities; and property, plant, and equipment at 2%, contributing to its long-term asset base. The remaining 8% was made up of various other assets, including investment in subsidiary (Wegagen Capital Investment Bank).

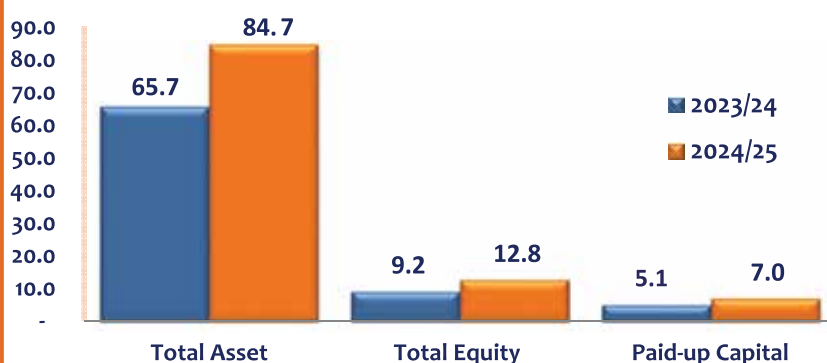
Fig. 4: Total Assets (In bill. of Birr)



2.2 Equity Growth

The Bank significantly enhanced its equity position in the fiscal year 2024/25, with total equity rising by a remarkable 39% to reach Birr 12.8 billion. This impressive growth is attributed to a substantial Birr 2 billion increase in paid-up capital, which stood at Birr 7 billion as of June 30, 2025. This strengthened capital base not only bolsters the Bank's financial stability but also enhances its ability to support future growth initiatives. The improved position is further reflected in the Bank's capital adequacy ratio of 14.97%, which demonstrates a healthy buffer against potential risks and challenges. This ratio is nearly double the National Bank of Ethiopia's minimum requirement of 8%, indicating the Bank's strong commitment to maintaining robust financial health and regulatory compliance while positioning itself for sustainable expansion.

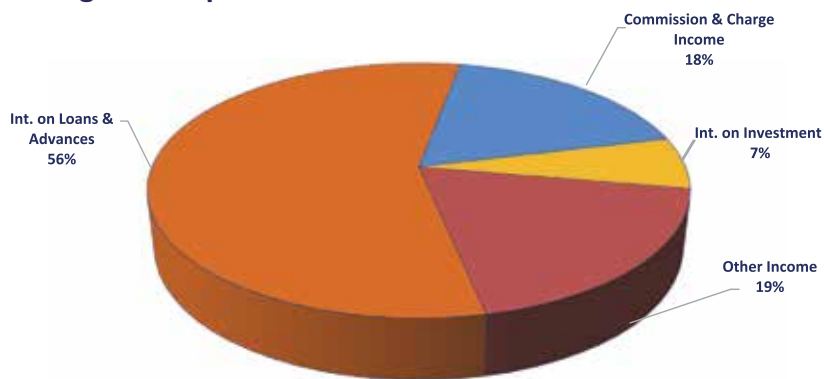
Fig.5: Comparison of Assets, Equity & Paid-up Capital



2.3 Total Income

During the fiscal year under review, the Bank recorded a total income of Birr 13.5 billion, marking a robust 38% growth compared to the prior year's income of Birr 9.8 billion. This impressive performance, representing an absolute increase of Birr 3.7 billion, was attributed to significant increase across all income components, reflecting the Bank's effective revenue-generating strategies. The income portfolio was primarily composed of interest on loans and advances, which accounted for 56% of the total income, highlighting the Bank's strong lending activities and customer base. Income from Commission and charges stood at 18% while other incomes constitute 19%, indicating a successful diversification of income sources through fee-based services. Additionally, interest on investments contributed 7%, showcasing the Bank's prudent investment strategies. Overall, this diverse income mix not only underscores the Bank's operational efficiency but also positions it for sustained financial growth in the future.

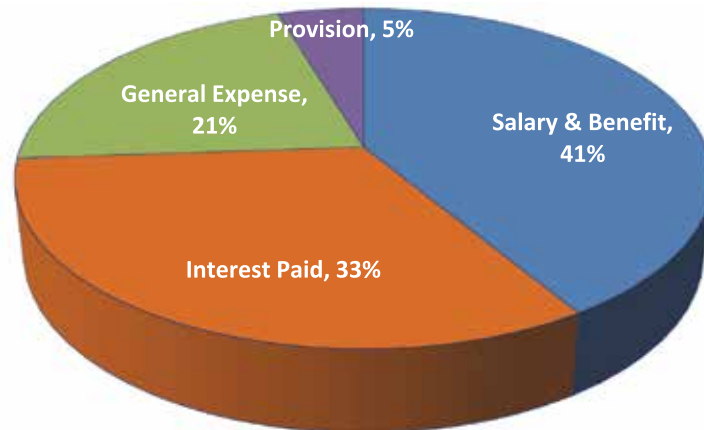
Fig. 6: Composition of Total Income



2.4 Total Expense

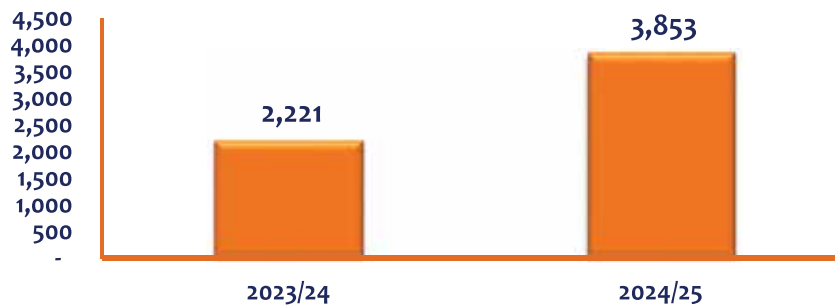
During the fiscal year 2024/25, the Bank's total expenses rose by 27%, reaching Birr 9.6 billion, up from Birr 7.5 billion in the prior year. This increase was driven by surge across most expense categories, reflecting the Bank's expansion and increased operational activities. Employee salaries and benefits emerged as the largest component of total expenses, accounting for 41%, which highlights the Bank's commitment to attracting and retaining talent in a competitive market. Following closely was interest expense, which constituted 33% of total expenses, indicating the Bank's cost of funding. Overall, the increase in expenses signifies the Bank's strategic investments in human resources and operational capabilities to support its growth objectives.

Fig. 7 Composition of the Total Expense



2.5 Profit before Tax

The Bank achieved a record profit before tax of Birr 3.85 billion in the fiscal year 2024/25, surpassing expectations and marking a remarkable increase of 73% compared to the previous year's profit of Birr 2.22 billion. This outstanding performance reflects the Bank's effective strategic initiatives and operational efficiencies that have driven revenue growth while managing expenses. The significant rise in profitability can be attributed to a combination of factors, including robust income generation from lending activities, a diversified income portfolio, and prudent cost management practices. Such impressive financial results not only demonstrate the Bank's resilience in a competitive market but also enhance its capacity for future investments and shareholder returns, solidifying its position in the banking sector.

Fig. 8 Comparison of Profit before Tax (In Millions of Birr)

3. CUSTOMER BASE EXPANSION

In line with its strategic objective to expand its customer base, the Bank achieved significant growth across all channels during the fiscal year 2024/25. As a result, the Bank added an impressive 737,712 new deposit accounts, representing a notable 20% increase from the prior year. This surge brought the total number of accounts to 4,376,461, reflecting the Bank's successful efforts to attract and retain customers.

The expansion in customer base was further complemented by robust growth in digital engagement, a crucial area for modern banking. Mobile banking subscription increased by 25%, reaching 3,377,554, signifying the growing preference for convenient and accessible banking solutions. Similarly, internet banking subscription saw a remarkable 33% growth, climbing to 22,347, indicating a shift towards online financial services.

Additionally, the number of cardholders rose by 29%, reaching 369,872, which underscores the Bank's commitment to providing diverse payment options for its customers. The launch of a new digital wallet partnership with E-Birr during the fiscal year further enhanced the Bank's digital ecosystem, adding 229,281 e-float accounts and establishing 1,716 agents to facilitate transactions. This strategic move not only expands the Bank's service offerings but also positions it in the rapidly evolving digital banking landscape.

4. ACCESSIBILITY

During the fiscal year 2024/25, the Bank made significant strides in expanding its physical network by opening 19 new branches across various regions. This strategic move aimed to enhance accessibility for customers and strengthen the Bank's presence in key markets. As a result, the total number of branches reached 455 as of June 30, 2025, showcasing the Bank's commitment to serving its growing customer base.

In addition to branch expansion, the Bank also focused on enhancing its self-service terminal network. It deployed 38 additional ATMs, which brought the total number of ATMs to 398. This expansion not only provides customers with greater convenience but also supports the Bank's goal of improving customer service by offering 24/7 access to cash and banking services.

Furthermore, the Bank introduced 31 new Point of Sale (POS) machines, increasing the total number of terminals to 467 by the end of the period. This growth in POS terminals is indicative of the Bank's efforts to promote cashless transactions and support local businesses, further elevating its digital presence. Overall, these initiatives reflect the Bank's dedication to enhancing customer experience and adapting to the evolving needs of the market.

5. HUMAN CAPITAL

The Bank considers its human capital as a key driver of competitive advantage and overall performance. During the fiscal year 2024/25, the Bank continued to prioritize investments in its workforce, aligning with its strategic vision of becoming a champion of excellence in the financial sector. Recognizing that a skilled and motivated workforce is essential for achieving its goals, the Bank focused on enhancing the capability of its employees.

As of June 30, 2025, the total workforce including contract employees grew by 2%, reaching 5,553 employees. This growth underscores the Bank's commitment to enhancing its talent pool in response to rising operational demands. The workforce is notably diverse, comprising 63% male and 37% female employees.

In a bid to ensure that its workforce remains competent and motivated, the Bank made substantial investment in comprehensive staff development programs, both locally and internationally aiming at enhancing technical and professional skills. Such initiatives underscore the Bank's commitment to sustained growth through a highly capable workforce, equipping employees with the knowledge and skills needed to excel in a competitive environment. By fostering a culture of continuous learning and development, the Bank positions itself for future success and innovation.



Wegagen Bank Becomes the First Company to be Listed
During the Grand Launch of the Ethiopian Securities Exchange on January 10, 2025.



Wegagen Bank's CEO, Aklilu Wubet (PhD), Honoured with Africa Banking Leadership Excellence Award and U.S. Congressional Commendation at Prestigious Africa Summit London 2025.



Partnership Agreement Signing Ceremony Between Wegagen Bank and Visa International



Wegagen Bank Partners with International Finance Corporation (IFC) to Revamp its Internal Operations.

6. BANKING TECHNOLOGY

In line with its objective of digital excellence, the Bank made significant enhancements to its IT and digital banking operations during the fiscal year. These improvements led to substantial growth in both the volume and value of transactions across all digital platforms, including ATMs, POS terminals, mobile banking, and internet banking. This surge in digital operations not only reflects the Bank's commitment to innovation but also demonstrates its ability to meet the evolving needs of its customers in an increasingly digital world.

In parallel, the Bank took proactive measures to strengthen its information security framework. Major initiatives were implemented to protect sensitive information, ensuring the confidentiality, integrity, and availability of critical data. By prioritizing cybersecurity, the Bank aims to build customer trust and mitigate risks associated with digital transactions, which are paramount in today's banking business environment.

Additionally, the Bank's IT service team effectively managed and resolved a high volume of technical support requests from both employees and customers. This responsiveness not only improved operational efficiency but also enhanced user experiences, allowing customers to navigate digital services with confidence and ease.

7. INVESTMENT IN PROPERTY

In alignment with the national growth strategy, the Bank is making strategic investments in property ownership to reduce long-term costs and secure its presence in key regions. This successful model is now being extended to major regional cities, further solidifying our commitment to growth and sustainability.

A significant milestone in this expansion is the initiative of construction of a state-of-the-art 25-story building on a 3,500 square meter plot in Mekelle. This new facility not only symbolizes the Bank's strategic investment but also reflects its commitment to delivering enhanced banking services to our customers. The building will incorporate modern amenities and advanced technology, designed to provide a welcoming and efficient environment for both employees and clients.

To ensure the successful execution of this ambitious project, the Bank has contracted a reputable construction firm known for its commitment to quality and timely delivery. This partnership will facilitate the timely completion of the building, enabling the Bank to establish a strong foothold and contribute to the national economy. Through the expansion of its physical presence, the Bank aims to enhance service offerings, foster community engagement, and support the financial needs of both individuals and businesses.

8. RISK AND COMPLIANCE MANAGEMENT

In response to a volatile and rapidly evolving financial landscape, the Bank has made robust risk management a strategic priority. Recognizing the critical role of risk management for long-term sustainability, the Bank conducted a comprehensive review and update of its entire risk

management framework during the fiscal year. This included a thorough examination of all policies, procedures, and practices to foster a proactive risk culture across the Bank. By instilling this culture, every employee is empowered to identify and address potential risks, ensuring that risk awareness becomes an integral part of our operational mindset.

The enhanced framework has significantly strengthened governance within the Bank, enabling the Board of Directors to effectively monitor risks in line with the Bank's defined appetite and strategic goals. This ensures that risk considerations are incorporated into decision-making at the highest level, allowing for timely interventions and adjustments that safeguard the Bank's interests and enhance stakeholder confidence.

Furthermore, the updated framework has empowered management to make informed, calculated decisions that align with both our strategic objectives and regulatory requirements. With clear guidelines in place, management can navigate uncertainties while ensuring full adherence to national and international standards. As a result of these initiatives, the Bank successfully mitigated compliance risks and maintained its operational integrity throughout the reviewed period. This commitment to robust risk management not only protects the Bank's assets but also strengthens its competitive position, fostering resilience and adaptability in the face of dynamic business environment.

9. INTERNAL AUDIT

The Bank's internal audit function plays a critical role in providing independent assurance and advisory services designed to add value and enhance operational efficiency. This function is mandated to ensure compliance with regulatory requirements and internal policies through objective examinations across the Bank, thereby promoting transparency and accountability in all operations.

During the 2024/25 fiscal year, the Bank diligently executed its risk-based audit plan, which involved a thorough review of both branch and head office operations. This comprehensive approach allowed the identification of areas for improvement and the assessment of the effectiveness of existing controls. In addition to planned audit activities, the Bank also conducted special investigations into reported fraud cases, demonstrating its steadfast commitment to safeguarding integrity and maintaining trustworthiness.

The findings from these audits were meticulously documented in detailed audit reports, which outlined key findings and recommended corrective actions. These reports were submitted to relevant bodies within the Bank, ensuring that all levels of management remained informed and actively engaged in the process. In response, action plans have been developed and are currently being implemented to address all identified issues. This proactive approach not only rectifies current shortcomings but also strengthens our overall risk management framework, enhancing our operational resilience and fostering a culture of continuous improvement throughout the Bank.

10. ENVIRONMENTAL, SOCIAL, AND GOVERNANCE (ESG)

The Bank has approved an ESG Policy and Procedure that enables the seamless integration of environmental and social factors into its business operations, with sustainability-related risks and opportunities managed through a rigorous environmental and social due diligence process conducted prior to project financing. As of June 30, 2025, the Bank conducted thorough environmental and social due diligence on projects across its loan portfolios, demonstrating its commitment to sustainable financing while systematically integrating sustainability risks and opportunities into its risk management framework in line with NBE's Corporate Governance Directive SBB/91/2024.

The Bank has developed financial products that support environmentally beneficial projects, including USD 1.3 million in loans under the ADELE project to promote rural electrification through solar energy, with compliance ensured via environmental and social management plans. It also launched "Efoyta," an uncollateralized digital lending product primarily targeting women, SMEs, and informal businesses, disbursing more than Birr 3.2 billion to over 201,000 borrowers and earning second place on NBE's Advancing Women's Financial Inclusion Index in May 2025. Moreover, the Bank finances projects addressing social challenges such as affordable housing, healthcare, and education, while partnering with institutions like the MasterCard Foundation, World Bank Group, DBE, Afrexim Bank, TDB, and other international correspondent banks to co-finance sustainable initiatives and leverage innovation.

The Bank is deeply committed to the communities it serves, recognizing that strong social relationships are essential to its success. This commitment is embodied in its active corporate social responsibility (CSR) initiatives, which are designed to contribute meaningfully to the nation's socio-economic development and improve the quality of life for all citizens.

During the fiscal year 2024/25, the Bank donated a total of Birr 30 million to various community programs initiated by multiple governmental and non-governmental organizations nationwide, enabling the Bank to leverage resources and expertise for maximum impact. Funds were strategically allocated to

community programs that promote financial literacy, health, and education, while extending support to WASH initiatives, women's empowerment, Ekub and Edir associations, and vulnerable students. The Bank contributed to projects with significant social and environmental impact, including feeding programs for disadvantaged students and the installation of smart light poles to enhance corridor development. It also sponsored a wide range of community-focused activities such as youth empowerment summits, SACCOs, SME bazaars, industry expos, and staff associations.

The Bank remains dedicated to fulfilling its social responsibility through ongoing philanthropic endeavors, continually seeking opportunities to enhance its societal impact. By investing in communities, the Bank not only contribute to their growth but also reinforces its position as a responsible and caring financial institution. This commitment to social responsibility is integral to the Bank's identity and reflects the belief that a prosperous society ultimately leads to a thriving economy.

As a responsible employer, Wegagen Bank fosters inclusive growth by creating employment opportunities, promoting gender diversity, and maintaining a supportive workplace culture. As of June 30, 2025, the Bank employed 5,553 individuals (63% male, 37% female), including 547 new hires during the fiscal year. Seventy-seven women held leadership positions ranging from Chief Officers to Branch Managers, with all participating in local and international leadership training. The Bank also ensures fairness and accountability through a formal grievance policy and an independent committee for dispute resolution, strengthening trust, equity, and empowerment across its workforce.

The Bank places strong governance at the core of its ESG practice, embedding sustainability into decision-making, risk management, and strategic planning through a transparent and accountable framework. The Board of Directors, supported by the Risk and Compliance Sub-Committee in line with NBE Directive SBB 91/2024, oversees sustainability-related risks and ensures environmental and social considerations are integrated across operations. Active Board and Senior Management involvement reinforces regulatory compliance, stakeholder confidence, and alignment with long-term objectives. As of June 30, 2025, the total value of loan and advance transactions with related parties was Birr 2.3 billion while the total deposit transactions were valued at Birr 985 million. On other aspect, total annual compensation for key management amounted to Birr 37 million, reflecting fair and responsible governance practices.



ለውጭ ሀገር ጉዞ ወጋገን ቪዛ ካርድ አለልዎ



WEGAGEN VISA
INTERNATIONAL CARD



ህልምዎን እንጋራለን



ለወጣቶች በተዘጋጀው ወለዱ ከቁጠባው
መጠን ጋር አብሮ በሚያድገው ብሩህ
የቁጠባ ሂሳብ ይቆጥቡ

**Wegagen Bank Share Company
Annual Consolidated and Separate
Financial Statements
For the Year Ended 30 June 2025**

ወጋጎን ባንክ
Wegagen Bank



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Directors, Executive Management, Auditor and Principal Correspondent Banks

Name	Title in the Board	Membership on Board Committees	Date Appointed
Mr. Abdishu Hussein	Chairperson	Audit Sub-Committee	April 19,2024
Mr. Woldegebreiel Naizghi	Vice Chairperson	Nomination, Remuneration and Credit sub-Committee	April 19,2024
Mr. Gebregabher Hadush	Member	Nomination, Remuneration and Credit Sub-Committee	April 19,2024
Mr. Surafel Berhe	Member	Nomination and Remuneration Sub-Committee	April 19,2024
Mr. Fikru Jiregna	Member	Risk Management, Compliance and Credit Sub-committee	April 19,2024
Mr. Hassen Yesuf	Member	Audit Sub-Committee	April 19,2024
Mr. Zenfu Asefaw	Member	Risk Management and Compliance Sub-Committee	April 19,2024
Mr. Fithanegest Gebru	Member	Audit Sub-Committee	April 19,2024
Mr. Alemseged Assefa	Member	Risk Management, Compliance and Credit Sub-committee	April 19,2024
Mr. Tesfatsion Desta	Member	Nomination and Remuneration Sub-Committee	April 19,2024

Executive Management

Name	Title	Date Appointed
Aklilu Wubet (PhD)	Chief Executive Officer	January 11,2022
Mr. Yehwalashet Zewdu	Deputy Chief Executive Officer - Enterprise Services	August 5, 2023
Mr. Solomon Tesfaye	Deputy Chief Executive Officer - Technologies	August 5, 2023
Mr. Kidane G/Sellassie	Deputy Chief Executive Officer - Operations	August 5, 2023
Mr. Debela Merga	Chief Risk and Compliance Officer	November 17, 2021
Mr. Negasi G/Aregawi	Chief Internal Auditor	April 11, 2022

Company Secretary

Mr. Haddush Hintsay

Independent Auditor

Tafesse, Shisema and Ayalew Audit Service Partnership (TMS Plus)
Chartered Certified Accountants and Authorized Auditors
Telephone: +251-930034356 Email: tmsplus@ethionet.et tafessef@hotmail.com
Addis Ababa, Ethiopia

Corporate Registered Address

Wegagen Bank Share Company
Ras Mekonnen Street, Infront of Addis Ababa Stadium, Swift: WEGAETAA
Tel.+251 115523800,+251 115 177500,P.O.Box 1018,www.wegagen.com
NBE Registration No. LBB/004/97 TIN 0000017936
Addis Ababa, Ethiopia

Principal Correspondent Banks

Citi Bank	UniCredit Bank
Commerz Bank	African Export Import Bank
CAC International Bank	Natixis Bank
Mashreq Bank	Bank of Africa
Exim Bank	Bank of China, South Africa
East Africa Bank, Djibouti	



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Report of the Directors

The directors submit their report together with the financial statements for the year ended 30 June 2025, to the members of Wegagen Bank ("Wegagen" or the Bank"). This report discloses the financial performance and state of affairs of the Bank.

Incorporation and address

Wegagen Bank S.C was established on June 11, 1997. It came into being with 16 founding members who recognized the critical role that financial institutions would play to create a sustainable economic development and raised an initial capital of Birr 30 million. As at June 30, 2025, the paid up capital of the Bank reached Birr 7.03 Billion. As at June 30, 2025, the Bank has 14,871 shareholders and a network of 455 branches.

Principal activities

The mandate of the Bank is to provide efficient and effective full-fledged commercial banking services by utilizing qualified, honest and motivated staff and state-of-the-art technology and thereby optimize shareholders interest.

Results and dividends

The Bank's results for the year ended 30 June 2025 are set out on page **44 and 132**. The profit for the year has been transferred to retained earnings. The summarized results are presented below.

	Consolidated		Separate	
	30-Jun-2025 Birr'000	30-Jun-2024 Birr'000	30-Jun-2025 Birr'000	30-Jun-2024 Birr'000
Net Interest Income	5,303,178	4,800,825	5,303,361	4,800,825
Net operating income	9,764,359	6,673,076	9,756,826	6,673,076
Profit before tax	3,852,553	2,220,847	3,866,956	2,220,847
Tax charge	(1,075,043)	(617,646)	(1,082,556)	(617,646)
Profit for the year	2,777,510	1,603,201	2,784,400	1,603,201
Other comprehensive income net of taxes	38,174	76,729	38,174	76,729
Total comprehensive income for the year	2,815,684	1,679,929	2,822,574	1,679,929
Earnings Per Share	46.10%	36.89%	46.19%	36.89%



Mr. Abdishu Hussein
Chairperson, Board of Directors



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Statement of Directors' Responsibilities

In accordance with the Financial Reporting Proclamation No. 847/2014 the Accounting and Auditing Board of Ethiopia (AABE) may direct the Bank to prepare financial statements in accordance with International Financial Reporting Standards, whether their designation changes or they are replaced, from time to time.

The Directors are responsible for the preparation and fair presentation of these financial statements in conformity with International Financial Reporting Standard and in the manner required by the Accounting and Auditing Board of Ethiopia, 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. The Bank is required keep such records are necessary to:

- Exhibit clearly and correctly the state of its affairs;
- Explain its transactions and financial position; and
- Enable the National Bank to determine whether the Bank had complied with the provisions of the banking business proclamation and regulations and directives issued for the implementation of the aforementioned proclamation.

The Directors accepts responsibility for the annual financial statement, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Financial Reporting Standards, Banking Business Proclamation, Commercial code of 2013 E.C and the relevant Directives issued by the National Bank of Ethiopia.

The Directors are the opinion that the financial statements give a true and fair view of the state of the financial affairs of the company and of its profit or loss.

The Directors further accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control."

Nothing has come to the attention of the directors to indicate that the company will not remain a going concern for at least twelve months from the date of this statement

The financial statements on pages 44 to 161 were approved and authorized for issue by the board of directors and management on September 22,2025 and signed on their behalf by:



Mr. Abdishu Hussein
Chairperson, Board of Directors



Aklilu Wubet (PhD)
Chief Executive Officer



Independent Auditor's Report to the shareholders of Wegagen Bank Share CompanyW

Report on the Audit of the Consolidated and Separate Financial Statements

OUR OPINION

We have audited the consolidated and separate financial statements of Wegagen Bank Share Company specified on page 44-161, which comprise the consolidated and company statement of financial position as at 30 June 2025, the consolidated and company statement profit or loss and other comprehensive income, the consolidated and company statement of cash flows and the consolidated and company statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated and separate financial statements present fairly, in all material respects, the consolidated and separate financial position of the company as at 30 June 2025, and its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

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 the Company in accordance with the International Ethics Standards Board for Accountants' code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Ethiopia, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence, we have obtained, is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

As described in notes 15a and 15b to the financial statements, the impairment losses have been determined in accordance with IFRS 9 Financial Instruments. This was considered a key audit matter as IFRS 9 is a complex accounting standard which requires significant judgment to determine the impairment losses.

IFRS 13 - fair value measurement requires entities to measure fair value using observable inputs whenever possible, and unobservable inputs only when observable inputs are not available. In the case of the Bank's investment in other entities, the Bank has determined that there are no observable inputs available to measure fair value. Therefore, the Bank has used a valuation model that incorporates unobservable inputs, such as the discount rate and future cash flows.

The use of unobservable inputs in the valuation model poses a risk of material misstatement, as the Bank's judgment in determining these inputs could be biased or inaccurate. We have identified this as a key audit matter because of the following factors:



- The Bank's investment in other entities is significant, is material to the financial statements.
- The valuation of the investment is complex and requires the use of a number of unobservable inputs.
To address this key audit matter, we have performed the following audit procedures:
- We assessed the Bank's valuation methodology and evaluated the reasonableness of the key assumptions used in the valuation model.
- We compared the Bank's valuation results to those of independent market participants.

Based on our audit procedures, we believe that the Bank's valuation of its investment in other entities is reasonable and in accordance with IFRS 13. However, we recommend that the Bank consider the following actions to mitigate the risk of material misstatement in the future:

- Consider using a valuation methodology that incorporates more observable inputs.
- Regularly monitor the performance of the investment and update the valuation model as needed.

Responsibilities of directors for the consolidated and separate financial statements

The directors are responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with International Financial Reporting Standards (IFRSs) and for such internal control as directors determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the consolidated and separate financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate 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 consolidated and separate financial statements.

Report on other Legal and Regulatory requirement

We have no comment to make on the report of your Board of Directors so far as it relates to these financial statements in accordance with the Commercial Code of Ethiopia of 2021 (Proclamation No-1243/2021), recommend approval of the consolidated and separate financial statements. In addition, we have no objection on the amount of dividend proposed by the directors and hence in accordance with article 349 (3) of the commercial code of Ethiopia of 2021 recommended approval of the proposed dividend distribution.

The engagement partner on the audit resulting in this independent auditor's report is Mr. Ayalew Asres FCCA.

Taf. Shisema & Ayalew

Tafesse, Shisema and Ayalew Certified Audit Partnership
Chartered Certified Accountants (UK)
Authorized Auditors (ETH)



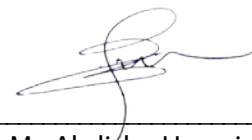
Addis Ababa, Ethiopia
24 September 2025

Wegagen Bank S.C**Annual Consolidated and Separate Financial Statements****For the Year Ended 30 June 2025****Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the Reporting period Ended 30 June 2025**

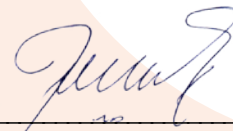
	Notes	30 June 2025 Birr'000	30 June 2024 Birr'000
Interest income	5	8,459,357	7,179,283
Interest expense	6	(3,156,179)	(2,378,457)
Net interest income		5,303,178	4,800,825
Fee and Commission Income	7	2,464,927	2,146,327
Fee and Commission Expense	7	(99,689)	(30,697)
Net fee and commission income	7	2,365,238	2,115,630
Net Trading Income		7,668,417	6,916,455
Other operating income	8	2,555,514	436,736
Loan impairment charge	9	(465,867)	(269,292)
Impairment losses on other assets	10	6,295	(410,823)
Net operating income		9,764,359	6,673,076
Salaries and benefits	11	(3,962,431)	(3,208,710)
Amortization of intangible assets	20	(83,282)	(34,061)
Depreciation of property and equipment	21	(202,212)	(176,525)
Depreciation of right-of-use asset	21a	(310,569)	(352,663)
Other operating expenses	12	(1,352,225)	(679,364)
Audit fees		(1,087)	(906)
Total Operating Expenses		(5,911,807)	(4,452,229)
Profit before income tax		3,852,553	2,220,847
Income tax expense	13a	(1,075,043)	(617,646)
Profit after tax		2,777,510	1,603,201
Profit attributable to;			
Ordinary equity holders		2,778,853	-
Non-controlling interest	29d	(1,343)	-
Other Comprehensive Income (OCI) net of income tax			
Remeasurement loss on retirement benefits	25b	(119,790)	9,080
Fair value gain or (loss) of equity investments	29c	157,963	67,649
Total other comprehensive income (net of tax)		38,174	76,729
Total comprehensive income for the period		2,815,684	1,679,929
Basic & diluted earnings per share	27	46.10%	36.89%

The accompanying notes are an integral part of these financial statements

The financial statements were approved and authorized for issue by the directors and management on September 22, 2025 and signed on their behalf by:



Mr. Abdishu Hussein
Chairperson, Board of Directors



Aklilu Wubet (PhD)
Chief Executive Officer



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Consolidated Statement of Financial Position as at 30 June 2025

	Note	30 June 2025 Birr'000	30 June 2024 Birr'000
ASSETS			
Cash and bank balances	14	15,768,955	13,123,499
Loans and advances to customers	15a	51,260,502	43,300,410
Investment securities:			
- Equity Investments at FVOCI	16a	822,894	540,695
- Debt Securities at Amortized Cost	16b	8,311,193	4,613,155
Other assets	17	5,159,025	1,742,250
Investment property	18	-	2,585
Intangible assets	20	493,497	48,068
Property and Equipment	21	1,860,431	1,687,442
Right-of-Use Asset	21a	993,853	675,445
Total assets		84,670,350	65,733,550
LIABILITIES			
Deposit from customers	22	61,651,819	48,417,951
Deposit from financial institutions	23	4,830,973	3,706,774
Current tax liabilities	13c	1,091,622	641,203
Other liabilities	24	3,688,224	3,368,216
Employee benefit obligations	25	504,869	288,457
Deferred tax liabilities	13d	94,807	103,498
Total liabilities		71,862,376	56,526,098
EQUITY			
Capital and reserves			
Share capital	26	7,028,357	5,058,890
Share premium	26	87,819	74,917
Retained earnings	28	1,944,300	1,246,781
Legal reserve	29a	2,885,999	2,191,622
Regulatory risk reserve	29b	646,558	507,882
Other reserve	29c	165,534	127,360
		12,758,566	9,207,451
Non-controlling interest	29d	49,407	-
Total equity		12,807,973	9,207,451
Total liabilities and equity		84,670,350	65,733,550

The accompanying notes are an integral part of these financial statements

The financial statements were approved and authorized for issue by the directors and management on September 22, 2025 and signed on their behalf by:



Mr. Abdishu Hussein
Chairperson, Board of Directors



Aklilu Wubet (PhD)
Chief Executive Officer



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Consolidated Statement of Changes in Owners Equity for the Reporting Period Ended 30 June 2025

	Share capital	Share premium	Retained earnings	Legal reserve	Regulatory Risk Reserve	Other Reserve	Non-controlling Interest	Total
	Birr'000	Birr'000	Birr'000	Birr'000	Birr'000	Birr'000	Birr'000	Birr'000
Balance at the beginning of the reporting period	3,982,139	57,736	472,937	1,790,822	552,262	50,631	-	6,906,527
Dividend declared			(472,937)					(472,937)
New shares issued	1,076,751	17,181						1,093,932
Fair value gain of Equity investments (net of tax)						67,649		67,649
Profit for the year			1,603,201					1,603,201
Remeasurement of Defined Benefit plans (net of tax)			(400,800)	400,800		9,080		9,080
Transfer to legal reserve			44,380		(44,380)			-
Transfer from Regulatory Risk Reserve								-
Balance at the end of 30 June 2024	5,058,890	74,917	1,246,781	2,191,623	507,882	127,360	-	9,207,451
Dividend declared			(1,246,781)					(1,246,781)
New shares issued	1,969,467	12,902						1,982,369
Fair value gain of Equity investments (net of tax)						157,963		157,963
Profit for the year			2,777,510					2,777,510
Re-measurement of Defined Benefit plans (net of tax)						(119,790)		(119,790)
Non-controlling interest			1,343					1,343
Directors' share of profit			(1,500)					(1,500)
Non-distributable reserve adjustment			(118,140)		118,140			-
Transfer to legal reserve			(694,378)	694,378				-
Transfer to regulatory risk reserve			(20,536)		20,536			-
Non-controlling interest							49,407	49,407
Balance at the end of the reporting period	7,028,357	87,819	1,944,300	2,886,001	646,558	165,534	49,407	49,407 12,807,973

The accompanying notes are an integral part of these financial statements

The financial statements were approved and authorized for issue by the directors and management on September 22, 2025 and signed on their behalf by:



[Signature]

Mr. Abdishu Hussein
Chairperson, Board of Directors



[Signature]

Akilu Wubet (PhD)
Chief Executive Officer



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements


For the Year Ended 30 June 2025

Consolidated Statement of Cash Flows for the Reporting Period Ended 30 June 2025

	Notes	30 June 2025 Birr'000	30 June 2024 Birr'000
Cash flows from operating activities			
Cash generated from operations	30	7,960,473	7,197,323
Profit tax assesment paid		-	-
Income tax paid	13c	(649,612)	(355,126)
Net cash (outflow)/inflow from operating activities		7,310,862	6,842,197
Cash flows from investing activities			
Purchase of investment securities	16	(56,537)	(131,536)
Purchase of intangible assets	20	(528,711)	(33,311)
Purchase of property, plant and equipment	21	(469,816)	(340,608)
Payment for asset use right acquisitions	21a	(646,391)	(357,782)
Proceeds from matured debt securities	16b	(3,698,038)	(2,551,365)
Proceeds from sale of PPEs		-	12,745
Net cash (outflow)/inflow from investing activities		(5,399,494)	(3,401,857)
Cash flows from financing activities			
Share premium collected	26	12,902	17,181
New shares issued	26	1,969,467	1,076,751
Directors' remuneration paid	28	(1,500)	-
Dividend paid	28	(1,246,781)	(472,937)
Net cash (outflow)/inflow from financing activities		734,088	620,995
Net increase/(decrease) in Cash and bank balances		2,645,456	4,061,334
Cash and bank balances at the beg. of the year	14	13,123,499	9,059,264
Effect of exchange rate movement on Cash and bank balances		-	2,901
Cash and bank balances at the end of the year		15,768,955	13,123,499

The accompanying notes are an integral part of these financial statements

The financial statements were approved and authorized for issue by the directors and management on September 22, 2025 and signed on their behalf by:


Mr. Abdishu Hussein
Chairperson, Board of Directors


Aklilu Wubet (PhD)
Chief Executive Officer



Wegagen Bank S.C**Annual Consolidated and Separate Financial Statements****For the Year Ended 30 June 2025****Notes to the Consolidated Financial Statement for the Reporting Period Ended 30 June 2025****1 General information**

Wegagen Bank S.C. ("Wegagen Bank or the Bank") is a private commercial Bank that was established in June 1997 in accordance with the provisions of the Commercial code of Ethiopia of 1960 (which was latter replaced by Commercial code of Ethiopia of 1243/2021) and the Licensing and Supervision of Banking Business Proclamation No. 84/1994 (as amended by 1360/2025). As at June 30, 2025, the paid up capital of the Bank reached Birr 7.03 billion contributed by 14,871 shareholders.

The Bank's registered office is at Kirkos sub city, Wereda 10, in front of National Stadium, in Addis Ababa, Ethiopia. Besides, it operates in all the twelve regions and two city administrations of Ethiopia by opening 455 branches.

The Bank is principally engaged in the provision of diverse range of financial services ranging from accepting deposits from the public and lending to a wide range of sectors that mainly includes manufacturing, import, export, construction, domestic trade and transport areas. It also performs trade services activities to facilitate the import and export process of the Country. Moreover, it facilitates local and international remittance activities through various partners. Last but not least, the Bank reaches its customers through various electronic banking channels like ATM, internet banking, mobile banking, mobile wallet and agency banking platforms.

2 Summary of Significant Accounting Policies**2.1 Introduction to summary of significant accounting policies**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

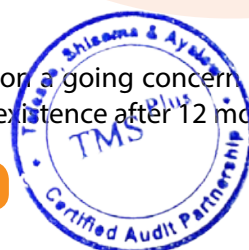
2.2 Basis of preparation

The financial statements for the year ended 30 June 2025 have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). The financial statements comprise the statement of profit or loss and other comprehensive income, the statement of financial position, the statement of changes in equity, the statement of cash flows and the notes to the financial statements.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates, assumptions and management judgment in applying the Bank's accounting policies. Changes in estimates and assumptions may have a significant impact on the financial statements in the period the assumptions changed. Management believes that the underlying estimates and assumptions are appropriate and that the Bank's financial statements therefore present the financial position and results fairly. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 3.

2.2.1 Going concern

The financial statements have been prepared on a going concern basis as the management have no doubt that the Bank would remain in existence after 12 months.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

2.2.2 Changes in accounting policies and disclosures

The Bank has consistently applied the accounting policies to all periods presented in these financial statements. The below are amendments to standards that are effective for annual periods beginning after 1 July 2024, and have not been applied in preparing these financial statements.

Standard	Description	Effective date	Impact
Amendments to IAS 21 - Lack of Exchangeability	An entity is impacted by the amendments when it has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations.	Applicable to annual reporting periods beginning on or after 1 January 2025	The Bank opted to apply the amendments when due.
Contracts Referencing Nature-dependent Electricity (Amendments to IFRS 9 and IFRS 7)	In December 2024 the IASB issued amendments to IFRS 9 and IFRS 7 to address issues with accounting for contracts associated that involve renewable energy. Contracts that reference nature-dependent electricity production, also known as power purchase agreements (PPAs), are contracts to buy and take delivery of electricity that is produced from nature-dependent sources. As generation of renewable energy has increased, so has the number of PPAs.	The amendments are effective for periods starting on or after 1 January 2026	The bank may apply the amendment when it is application on or after the effective date
IFRS 19 Subsidiaries without Public Accountability: Disclosures	This new standard works alongside other IFRS Accounting Standards. An eligible subsidiary applies the requirements in other IFRS Accounting Standards except for the disclosure requirements and instead applies the reduced disclosure requirements in IFRS 19. IFRS 19's reduced disclosure requirements balance the information needs of the users of eligible subsidiaries' financial statements with cost savings for preparers. IFRS 19 is a voluntary standard for eligible subsidiaries. A subsidiary is eligible if: it does not have public accountability; and it has an ultimate or intermediate parent that produces consolidated financial statements available for public use that comply with IFRS Accounting Standards.	The amendment is effective from annual reporting periods beginning on or after 1 January 2027	The Bank opted to apply the amendments when due.



Wegagen Bank S.C**Annual Consolidated and Separate Financial Statements****For the Year Ended 30 June 2025**

IFRS 18 Presentation and Disclosure in Financial Statements	This is the new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss. The key new concepts introduced in IFRS 18 relate to: the structure of the statement of profit or loss; required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.	Effective for annual reporting periods beginning on or after 1 January 2027.	The bank shall apply the amendment when due. The amendments are expected to have an impact on the bank's financial statements.
Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments	These amendments clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system; clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion; add new disclosures for certain instruments with contractual terms that can change cash flows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets); and make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).	Effective for annual reporting periods beginning on or after 1 January 2026.	The Bank opted to apply the amendments when due.

2.3 Foreign currency translation**a. Functional and presentation currency**

Items included in the financial statements are measured using the currency of the primary economic environment in which the Bank operates ('the functional currency'). The functional currency and presentation currency of the Bank is the Ethiopian Birr (Birr).

b. Transactions and Balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of foreign currency transactions and from the translation at exchange rates of monetary assets and liabilities denominated in currencies other than the Bank's functional currency are recognised in profit or loss within other income or loss. Monetary items denominated in foreign currency are translated using the closing rate as at the reporting date with monetary assets translated at selling rate and monetary liabilities at buying rate.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

2.4 Recognition of income and expenses

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Bank and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duty.

The Bank, earns income from interest on loans and commission and service charges from the various services it provides to customers. The Bank's main expenses includes the interest it paid to deposits from customers, the impairment allowance for loans and the operating expenses it incurs to run the day to day operations of the Bank.

2.4.1 Net Interest Income

2.4.1.1. Policy applicable

a. Effective interest rate and amortized cost

Interest income and expense are recognized in profit or loss using the effective interest method. The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to the gross carrying amount of the financial asset; or the amortized cost of the financial liability.

When calculating the effective interest rate for financial instruments other than credit-impaired assets, the Bank estimates future cash flows considering all contractual terms of the financial instrument, but not expected credit losses. For credit-impaired financial assets, a credit-adjusted effective interest rate is calculated using estimated future cash flows including expected credit losses. The calculation of the effective interest rate includes transaction costs and fees and points paid or received that are an integral part of the effective interest rate. Transaction costs include incremental costs that are directly attributable to the acquisition or issue of a financial asset or financial liability

b. Amortized cost and gross carrying amount

The 'amortized cost' of a financial asset or financial liability is the amount at which the financial asset or financial liability is measured on initial recognition minus the principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount and, for financial assets, adjusted for any expected credit loss allowance. The 'gross carrying amount of a financial asset' is the amortized cost of a financial asset before adjusting for any expected credit loss allowance.

c. Calculation of interest income and expense

In calculating interest income and expense, the effective interest rate is applied to the gross carrying amount of the asset (when the asset is not credit-impaired) or to the amortized cost of the liability. However, for financial assets that have become credit-impaired subsequent to initial recognition, interest income is calculated by applying the effective interest rate to the amortized cost of the financial asset. If the asset is no longer credit-impaired, then the calculation of interest income reverts to the gross basis. For financial assets that were credit-impaired on initial recognition, interest income is calculated by applying the credit-adjusted effective interest rate to the amortized cost of the asset. The calculation of interest income does not revert to a gross basis, even if the credit risk of the asset improves.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

d. Presentation

Interest income and expense presented in the statement of profit or loss and OCI include

- interest on financial assets and financial liabilities measured at amortized cost calculated on an effective interest basis;
- interest on debt instruments measured at FVTPL calculated on an effective interest basis;

Interest income and expense on all trading assets and liabilities are considered to be incidental to the Bank's trading operations and are presented together with all other changes in the fair value of trading assets and liabilities in net trading income. Interest income and expense on other financial assets and financial liabilities at FVTPL are presented in net income from other financial instruments at FVTPL.

2.4.2 Fees and commission

Fees and commission income and expenses that are integral to the effective interest rate on a financial asset or liability are included in the measurement of the effective interest rate. Other fees and commission income (for example commission on drafts, cash payment order (CPO), letter of credit (LC), letter of guarantee, etc) are recognised as the related services are performed.

When a loan commitment is not expected to result in the draw-down of a loan, loan commitment fees are recognised on a straight-line basis over the commitment period.

Other fees and commission expenses relates mainly to transaction and service fees and they are expensed as the services are received.

2.4.3 Dividend income

This is recognised when the Bank's right to receive the payment is established, which is generally when the shareholders of the investee company approve and declare the dividend.

2.4.4 Foreign exchange revaluation gains or losses

These are gains and losses arising on settlement and translation of monetary assets and liabilities denominated in foreign currencies at the functional currency's spot rate of exchange at the reporting date. The monetary assets and liabilities include financial assets within the foreign currencies deposits received and held on behalf of third parties etc.

2.4.5 Other income and expense

Other expenses are recognized when they are incurred by the Bank and other revenues recognized when they are earned which usually occurs simultaneously with cash collection.

2.5 Financial instruments

a. Recognition and initial measurement-

The Bank shall initially recognize loans and advances, deposits, debt securities issued and subordinated liabilities on the date on which they are originated. All other financial instruments (including regular-way purchases and sales of financial assets) shall be recognized on the trade date, which is the date on which the Bank becomes a party to the contractual provisions of the instrument. A financial asset or financial liability shall be measured initially at fair value plus, for an item not at fair value through profit or loss (FVTPL), transaction costs that are directly attributable to its acquisition or issue.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

b. Classification and subsequent measurement

Financial assets- On initial recognition, a financial asset shall be classified either as measured at either amortized cost, fair value through other comprehensive income (FVOCI) or fair value through profit or loss (FVTPL).

The Bank shall measure a financial asset at amortized cost if it meets both of the following conditions and is not designated at FVTPL:

- the asset is held within a business model whose objective is to hold it to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI).

A debt instrument shall be measured at FVOCI only if it meets both of the following conditions and is not designated at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are SPPI.

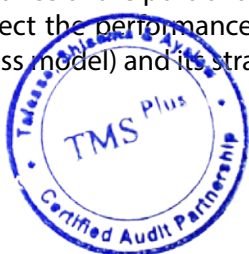
On initial recognition, an equity investment that is held for trading shall be classified at FVTPL. However, for equity investment that is not held for trading, the Bank may irrevocably elect to present subsequent changes in fair value in other comprehensive income (OCI). This election is made on an investment-by-investment basis.

All other financial assets that do not meet the classification criteria at amortized cost or FVOCI, above, shall be classified as measured at FVTPL.

In addition, on initial recognition, the Bank may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortized cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Business model assessment- The Bank shall make an assessment of the objective of a business model in which an asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice. In particular, whether management's strategy focuses on earning contractual interest revenue, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of the liabilities that are funding those assets or realizing cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Bank's management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and its strategy for how those risks are managed;



Wegagen Bank S.C**Annual Consolidated and Separate Financial Statements****For the Year Ended 30 June 2025**

- How managers of the business are compensated (e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected); and
- The frequency, volume and timing of sales in prior periods, the reasons for such sales and its expectations about future sales activity. However, information about sales activity is not considered in isolation, but as part of an overall assessment of how the Bank's stated objective for managing the financial assets is achieved and how cash flows are realized.

Financial assets that are held for trading or managed and whose performance is evaluated on a fair value basis shall be measured at FVTPL because they are neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell financial assets.

Financial assets shall not be reclassified subsequent to their initial recognition, except in the period after the Bank changes its business model for managing financial assets.

Assessment of whether contractual cash flows are solely payments of principal and interest

For the purposes of this assessment, 'principal' shall be defined as the fair value of the financial asset on initial recognition. 'Interest' shall be defined as the consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as profit margin.

In assessing whether the contractual cash flows are SPPI, the Bank considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making the assessment, the Bank considers:

- contingent events that would change the amount and timing of cash flows;
- leverage features;
- prepayment and extension terms;
- terms that limit the Bank's claim to cash flows from specified assets (e.g. non-recourse loans); and
- features that modify consideration of the time value of money (e.g. periodical reset of interest rates).

Financial liabilities

The Bank shall classify its financial liabilities, other than financial guarantees and loan commitments, as measured at amortized cost or FVTPL.

A financial guarantee is an undertaking/commitment that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified party fails to meet its obligation when due in accordance with the contractual terms.

Financial guarantees issued by the Bank are initially measured at their fair values and, if not designated as at FVTPL, are subsequently measured at the higher of: the amount of the obligation under the guarantee, as determined in accordance with IAS 37 Provisions, Contingent Liabilities and Contingent Assets; and the amount initially recognized less, where appropriate, cumulative amortization recognized in accordance with the revenue recognition policies.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

c. Impairment-

At each reporting date, the Bank shall assess whether there is objective evidence that financial assets (except equity investments), other than those carried at FVTPL, are impaired. The Bank shall recognize loss allowances for expected credit losses (ECL) on the following financial instruments that are not measured at FVTPL:

- financial assets that are debt instruments;
- lease receivables;
- financial guarantee contracts issued; and
- loan commitments issued.

No impairment loss shall be recognized on equity investments.

The Bank shall measure loss allowances at an amount equal to lifetime ECL, except for the following, which are measured as 12-month ECL:

- debt investment securities that are determined to have low credit risk at the reporting date; and
- other financial instruments (other than lease receivables) on which credit risk has not increased significantly since their initial recognition.

Loss allowances for lease receivables shall always be measured at an amount equal to lifetime ECL.

12-month ECL is the portion of ECL that result from default events on a financial instrument that are possible within the 12 months after the reporting date. Financial instruments for which a 12-month ECL is recognized are referred to as 'Stage 1 financial instruments'.

Life-time ECL is the ECL that result from all possible default events over the expected life of the financial instrument. Financial instruments for which a lifetime ECL is recognized but which are not credit-impaired are referred to as 'Stage 2 financial instruments'. Financial instruments that are credit impaired and for which a lifetime ECL is recognized are referred to as 'Stage 3 financial instruments'.

i. Measurement of ECL- it is probability-weighted estimate of credit losses & shall be measured as follows:

- for financial assets that are not credit-impaired at the reporting date (stage 1 and 2): as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the Bank in accordance with the contract and the cash flows that the Bank expects to receive);
- for financial assets that are credit-impaired at the reporting date (stage 3): as the difference between the gross carrying amount and the present value of estimated future cash flows;
- for undrawn loan commitments: as the present value of the difference between the contractual cash flows that are due to the Bank if the commitment is drawn down and the cash flows that the Bank expects to receive; and
- for financial guarantee contracts: as the expected payments to reimburse the holder less any amounts that the Bank expects to recover.



Wegagen Bank S.C**Annual Consolidated and Separate Financial Statements****For the Year Ended 30 June 2025**

Where the terms of a financial asset are renegotiated or modified or an existing financial asset is replaced with a new one due to financial difficulties of the borrower, then the Bank shall assess whether the financial asset should be derecognized and ECL are measured as follows:

- If the expected restructuring will not result in derecognition of the existing asset, then the expected cash flows arising from the modified financial asset are included in calculating the cash shortfalls from the existing asset

- If the expected restructuring will result in derecognition of the existing asset, then the expected fair value of the new asset is treated as the final cash flow from the existing financial asset at the time of its derecognition. This amount is included in calculating the cash shortfalls from the existing financial asset that are discounted from the expected date of derecognition to the reporting date using the original effective interest rate of the existing financial asset.

The key inputs into the measurement of ECL are the term structure of probability of default (PD), loss given default (LGD); and exposure at default (EAD).

ECL for exposures in Stage 1 is calculated by multiplying the 12-month PD by LGD and EAD. Lifetime ECL is calculated by multiplying the lifetime PD by LGD and EAD.

Probability of Default (PD)-It provides an estimate of the likelihood that a borrower will be unable to meet its debt obligations. The methodology of estimating PDs .

i) Significant increase in credit risk- When determining whether the risk of default on a financial instrument has increased significantly since initial recognition, the Bank considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Bank's historical experience and expert credit assessment and including forward-looking information.

The objective of the assessment is to identify whether a significant increase in credit risk has occurred for an exposure by comparing:

- the remaining lifetime probability of default (PD) as at the reporting date; with the remaining lifetime PD for this point in time that was estimated at the time of initial recognition of the exposure (adjusted where relevant for changes in prepayment expectations).
- the Bank uses three criteria for determining whether there has been a significant increase in credit risk:
 - quantitative test based on movement in PD;
 - qualitative indicators; and
 - a backstop of 30 days past due,

The Bank allocates each exposure to a credit risk grade based on a variety of data that is determined to be predictive of the risk of default and applying experienced credit judgement. Credit risk grades are defined using qualitative and quantitative factors that are indicative of risk of default. These factors vary depending on the nature of the exposure and the type of borrower.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Credit risk grades are defined and calibrated such that the risk of default occurring increases exponentially as the credit risk deteriorates so, for example, the difference in risk of default between credit risk grades 1 and 2 is smaller than the difference between credit risk grades 2 and 3. Each exposure is allocated to a credit risk grade on initial recognition based on available information about the borrower. Exposures are subject to ongoing monitoring, which may result in an exposure being moved to a different credit risk grade. The monitoring typically involves use of the following data;

a. Term loan exposures

- Information obtained during periodic review of customer files – e.g. audited financial statements, management accounts, budgets and projections. Examples of areas of particular focus are: gross profit margins, financial leverage ratios, debt service coverage, compliance
- Data from credit reference agencies, press articles, changes in external credit ratings
- Actual and expected significant changes in the political, regulatory and technological environment of the borrower or in its business activities
- Internally collected data on customer behaviour – e.g. utilisation of credit card facilities
- Affordability metrics

b. Overdraft exposures

- Payment record – this includes overdue status as well as a range of variables about payment ratios
- Utilisation of the granted limit
- Requests for and granting of forbearance
- Existing and forecast changes in business, financial and economic conditions

The maximum contractual period extends to the date at which the Bank has the right to require repayment of an advance or terminate a loan commitment or guarantee.

As described above, and subject to using a maximum of a 12-month PD for Stage 1 financial assets, the Bank measures ECL considering the risk of default over the maximum contractual period (including any borrower's extension options) over which it is exposed to credit risk, even if, for credit risk management purposes, the Bank considers a longer period. However, for overdrafts that include both a loan and an undrawn commitment component, the Bank measures ECL over a period longer than the maximum contractual period if the Bank's contractual ability to demand repayment and cancel the undrawn commitment does not limit the Bank's exposure to credit losses to the contractual notice period. These facilities do not have a fixed term or repayment structure and are managed on a collective basis. The Bank can cancel them with immediate effect but this contractual right is not enforced in the normal day-to-day management, but only when the Bank becomes aware of an increase in credit risk at the facility level. This longer period is estimated taking into account the credit risk management actions that the Bank expects to take, and that serve to mitigate ECL. These include a reduction in limits, cancellation of the facility and/or turning the outstanding balance into a loan with fixed repayment terms.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Credit risk grades are a primary input into the determination of the term structure of PD for exposures. The Bank collects performance and default information about its credit risk exposures analysed by type of product and borrower as well as by credit risk grading. The Bank employs statistical models to analyse the data collected and generate estimates of the remaining lifetime PD of exposures and how these are expected to change as a result of the passage of time.

The Bank assesses whether credit risk has increased significantly since initial recognition at each reporting date. Determining whether an increase in credit risk is significant depends on the characteristics of the financial instrument and the borrower.

The credit risk may also be deemed to have increased significantly since initial recognition based on qualitative factors linked to the Bank's credit risk management processes that may not otherwise be fully reflected in its quantitative analysis on a timely basis. This will be the case for exposures that meet certain heightened risk criteria, such as placement on a watch list. Such qualitative factors are based on its expert judgment and relevant historical experiences.

As a backstop, the Bank considers that a significant increase in credit risk occurs no later than when an asset is more than 30 days past due. Days past due are determined by counting the number of days since the earliest elapsed due date in respect of which full payment has not been received. Due dates are determined without considering any grace period that might be available to the borrower.

If there is evidence that there is no longer a significant increase in credit risk relative to initial recognition, then the loss allowance on an instrument returns to being measured as 12-month ECL. Some qualitative indicators such as delinquency or forbearance, may be indicative of an increased risk of default that persists after the indicator itself has ceased to exist. In these cases, the Bank determines a probation period during which the financial asset is required to demonstrate good behaviour to provide evidence that its credit risk has declined sufficiently.

When contractual terms of a loan have been modified, evidence that the criteria for recognising lifetime ECL are no longer met includes a history of up-to-date payment performance against the modified contractual terms.

The Bank monitors the effectiveness of the criteria used to identify significant increases in credit risk by regular reviews to confirm that:

- the criteria are capable of identifying significant increases in credit risk before an exposure is in default;
- the criteria do not align with the point in time when an asset becomes 30 days past due;
- the average time between the identification of a significant increase in credit risk and default appears reasonable;
- exposures are not generally transferred directly from 12-month ECL measurement to credit-impaired; and
- there is no unwarranted volatility in loss allowance from transfers between 12-month PD (Stage 1) and lifetime PD (Stage 2)



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Definition of default- The Bank considers a financial asset to be in default when:

- the borrower is unlikely to pay its credit obligations to the Bank in full, without recourse by the Bank to actions such as realising security (if any is held);
- the borrower is more than 90 days past due on any material credit obligation to the Bank.
- overdrafts are considered as being past due once the customer has breached an advised limit or been advised of a limit smaller than the current amount outstanding; or
- it is becoming probable that the borrower will restructure the asset as a result of bankruptcy due to the borrower's inability to pay its credit obligations.

In assessing whether a borrower is in default, the Bank considers indicators that are:

- qualitative: e.g. breaches of covenant;
- quantitative: e.g. overdue status and non-payment on another obligation of the same issuer to the Bank; and
- based on data developed internally and obtained from external sources.
- Inputs into the assessment of whether a financial instrument is in default and their significance may vary over time to reflect changes in circumstances.

The definition of default largely aligns with that applied by the Bank for regulatory capital purposes

The Bank incorporates forward-looking information into both the assessment of whether the credit risk of an instrument has increased significantly since its initial recognition and the measurement of ECL.

For each segment, the Bank formulates three economic scenarios: a base case, which is the median scenario, and two less likely scenarios, one upside and one downside. For each sector, the base case is aligned with the macroeconomic model's information value output, a measure of the predictive power of the model, as well as base macroeconomic projections for identified macroeconomic variables for each sector. The upside and downside scenarios are based on a combination of a percentage error factor of each sector model as well as simulated optimistic and pessimistic macroeconomic projections based on a measure of historical macroeconomic volatilities.

External information considered includes economic data and forecasts published by Business Monitor International, an external and independent macroeconomic data body. This is in addition to industry – level, semi – annual NPL trends across statistically comparable sectors. 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 by a panel of experts that advises the Bank's senior management.

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.

LGD is the magnitude of the likely loss if there is a default. The Bank estimates LGD parameters based on the history of recovery rates of claims against defaulted counterparties. The LGD models consider the structure, collateral, seniority of the claim, counterparty industry and recovery costs of any collateral that is integral to the financial asset.



Wegagen Bank S.C**Annual Consolidated and Separate Financial Statements****For the Year Ended 30 June 2025**

EAD represents the expected exposure in the event of a default. The Bank derives the EAD from the current exposure to the counterparty and potential changes to the current amount allowed under the contract and arising from amortisation. The EAD of a financial asset is its gross carrying amount at the time of default. For lending commitments, the EADs are potential future amounts that may be drawn under the contract, which are estimated based on historical observations and forward-looking forecasts. For financial guarantees, the EAD represents the amount of the guaranteed exposure when the financial guarantee becomes payable. For some financial assets, EAD is determined by modelling the range of possible exposure outcomes at various points in time using scenario and statistical techniques.

Where modelling of a parameter is carried out on a collective basis, the financial instruments are grouped on the basis of shared risk characteristics that include:

- instrument type;
- credit risk grading;
- collateral type;
- LTV ratio for retail mortgages;
- date of initial recognition;
- remaining term to maturity;
- industry; and
- geographic location of the borrower.

The groupings are subject to regular review to ensure that exposures within a particular group remain appropriately homogeneous.

C. Credit-impaired financial assets

At each reporting date, the Bank shall assess whether financial assets carried at amortized cost, debt financial assets carried at FVOCI, and finance lease receivables are credit impaired (referred to as 'Stage 3 financial assets').

A financial asset shall be considered 'credit impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default or past due event;
- the restructuring of a loan or advance by the Bank on terms that the Bank would not consider otherwise;
- it is becoming probable that the borrower will enter bankruptcy or other financial reorganisation; or
- the disappearance of an active market for a security because of financial difficulties.

A loan that has been renegotiated due to a deterioration in the borrower's condition shall be considered to be credit-impaired unless there is evidence that the risk of not receiving contractual cash flows has reduced significantly and there are no other indicators of impairment. In addition, a retail loan that is overdue for 90 days or more shall be considered credit-impaired even when the regulatory definition of default is different.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

d. Presentation of allowance for ECL in the statement of financial position

Loss allowances for ECL shall be presented in the statement of financial position as follows:

- for financial assets measured at amortized cost: as a deduction from the gross carrying amount of the assets;
- for loan commitments and financial guarantee contracts: generally, as a provision;
- where a financial instrument includes both a drawn and an undrawn component, and the bank cannot identify the ECL on the loan commitment component separately from those on the drawn component: the Bank presents a combined loss allowance for both components. The combined amount is presented as a deduction from the gross carrying amount of the drawn component. Any excess of the loss allowance over the gross amount of the drawn component is presented as a provision; and
- for debt instruments measured at FVOCI: no loss allowance is recognized in the statement of financial position because the carrying amount of these assets is their fair value. However, the loss allowance shall be disclosed and is recognized in the fair value reserve.

e. Write-off

Loans and debt securities shall be written off (either partially or in full) when there is no reasonable expectation of recovering the amount in its entirety or a portion thereof. This is generally the case when the Bank determines that the borrower does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. This assessment shall be carried out at the individual asset level.

Recoveries of amounts previously written off shall be included in 'impairment losses on financial instruments' in the statement of profit or loss and OCI.

Financial assets that are written off could still be subject to enforcement activities in order to comply with the Bank's procedures for recovery of amounts due.

f. Non-integral financial guarantee contracts

The Bank shall assess whether a financial guarantee contract held is an integral element of a financial asset that is accounted for as a component of that instrument or is a contract that is accounted for separately.

Where the Bank determines that the guarantee is an integral element of the financial asset, then any premium payable in connection with the initial recognition of the financial asset shall be treated as a transaction cost of acquiring it. The Bank shall consider the effect of the protection when measuring the fair value of the debt instrument and when measuring ECL. Where the Bank determines that the guarantee is not an integral element of the debt instrument, then it shall recognize an asset representing any prepayment of guarantee premium and a right to compensation for credit losses.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

g. Derecognition

The Bank shall derecognise a financial asset when:

- The contractual right to the cash flows from the financial asset expires or
- It transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred; or
- Bank neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

On derecognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset derecognized) and the sum of (i) the consideration received (including any new asset obtained less any new liability assumed) and (ii) any cumulative gain or loss that had been recognized in OCI shall be recognized in profit or loss.

Any cumulative gain/loss recognized in OCI in respect of equity investment securities designated as at FVOCI shall not be recognized in profit or loss on derecognition of such securities. Any interest in transferred financial assets that qualify for derecognition that is created or retained by the Bank shall be recognized as a separate asset or liability.

The Bank shall derecognise a financial liability when its contractual obligations are discharged or cancelled, or expire.

h. Modifications of financial assets and financial liabilities

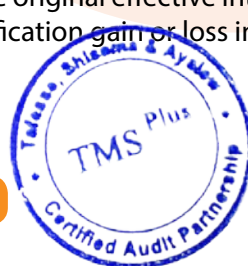
If the terms of a financial asset are modified, then the Bank shall evaluate whether the cash flows of the modified asset are substantially different. If the cash flows are substantially different, then the contractual rights to cash flows from the original financial asset shall be deemed to have expired. In this case, the original financial asset shall be derecognised and a new financial asset shall be recognized at fair value plus any eligible transaction costs. Any fees received as part of the modification shall be accounted for as follows:

- fees that are considered in determining the fair value of the new asset and fees that represent reimbursement of eligible transaction costs shall be included in the initial measurement of the asset; and
- other fees are included in profit or loss as part of the gain or loss on derecognition.

If cash flows are modified when the borrower is in financial difficulties, then the objective of the modification is usually to maximise recovery of the original contractual terms rather than to originate a new asset with substantially different terms.

If the Bank plans to modify a financial asset in a way that would result in forgiveness of cash flows, then it shall first consider whether a portion of the asset should be written off before the modification takes place.

Where the modification of a financial asset measured at amortised cost or FVOCI does not result in derecognition of the financial asset, then the Bank shall first recalculate the gross carrying amount of the financial asset using the original effective interest rate of the asset and recognises the resulting adjustment as a modification gain or loss in profit or loss.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Any costs or fees incurred and fees received as part of the modification adjust the gross carrying amount of the modified financial asset and shall be amortised over the remaining term of the modified financial asset.

Where such a modification is carried out because of financial difficulties of the borrower, then the gain or loss shall be presented together with impairment losses. In other cases, it shall be presented as interest income calculated using the effective interest rate method.

The Bank shall derecognise a financial liability when its terms are modified and the cash flows of the modified liability are substantially different. In this case, a new financial liability based on the modified terms shall be recognised at fair value. The difference between the carrying amount of the financial liability derecognised and consideration paid is recognised in profit or loss. Consideration paid shall include non-financial assets transferred, if any, and the assumption of liabilities, including the new modified financial liability.

Where the modification of a financial liability is not accounted for as derecognition, then the amortised cost of the liability shall be recalculated by discounting the modified cash flows at the original effective interest rate and the resulting gain or loss is recognised in profit or loss. Any costs and fees incurred are recognised as an adjustment to the carrying amount of the liability and amortised over the remaining term of the modified financial liability by re-computing the effective interest rate on the instrument.

i. Offsetting

Financial assets and financial liabilities shall be offset and the net amount presented in the statement of financial position when, and only when, the Bank currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

Income and expenses shall be presented on a net basis only when permitted under IFRS, or for gains and losses arising from a group of similar transactions such as in the Bank's trading activity.

j. Designation at fair value through profit or loss

At initial recognition, the Bank may designate certain financial assets as at FVTPL because this designation eliminates or significantly reduces an accounting mismatch, which would otherwise arise.

The Bank shall designate certain financial liabilities as at FVTPL in either of the following circumstances:

- the liabilities are managed, evaluated and reported internally on a fair value basis; or
- the designation eliminates or significantly reduces an accounting mismatch that would otherwise arise.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

2.6 Interest free banking

Murabaha is an Islamic financing transaction which represents an agreement whereby the Bank buys a commodity/good and sells it to a counterparty (customer) based on a promise received from that counterparty to buy the commodity according to specific terms and conditions. The selling price comprises of the cost of the commodity/goods and a pre-agreed profit margin.

It is treated as financing receivables. Financing receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. The profit is quantifiable and contractually determined at the commencement of the contract. Murabaha Income (profit) is recognized as it accrues over the life of the contract using the effective profit method (EPRM) on the principal balance outstanding. These products are carried at amortized cost less impairment.

2.7 Cash and Cash Equivalents

Cash and cash equivalents' include notes and coins on hand, unrestricted balances held with central banks and highly liquid financial assets with original maturities of three months or less from the date of acquisition that are subject to an insignificant risk of changes in their fair value, and are used by the Bank in the management of its short-term commitments. Cash and cash equivalents are carried at amortized cost in the statement of financial position.

2.8 Property, Plant and Equipment

Property, plant and equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of replacing part of the property, plant and equipment if the recognition criteria are met. When significant parts of property, plant and equipment are required to be replaced at intervals, the Bank recognises such parts as individual assets with specific useful lives and depreciates them accordingly. All other repair and maintenance costs are recognised in income statement as incurred.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised.

Depreciation is calculated using the straight-line method to allocate their cost to their residual values starting from the asset is available for use over their estimated useful lives, as follows:

Asset class	Useful Lives (years)
Buildings	50
Computer hardware	7
Furnitures and fittings	10
Equipments	5 to 20
Lifts	15
Motor Vehicles	10

Capital work-in-progress is not depreciated as these assets are not yet available for use.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in income statement when the asset is derecognised.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

2.9 Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses, if any. Internally generated intangibles, excluding capitalised development costs, are not capitalised and the related expenditure is reflected in income statement in the period in which the expenditure is incurred .

The useful lives of intangible assets are assessed to be either finite or indefinite. Intangible assets with finite lives are amortised over the useful economic life. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at each financial year-end. Changes in the expected useful life, or the expected pattern of consumption of future economic benefits embodied in the asset, are accounted for by changing the amortisation period or methodology, as appropriate, which are then treated as changes in accounting estimates. The amortisation expenses on intangible assets with finite lives is presented as a separate item in the income statement.

Amortisation is calculated using the straight-line method to write down the cost of intangible assets to their residual values over their estimated useful lives, which ranges from two to six years.

2.10 Non-current assets (or disposal groups) held for sale

Non-current assets (or disposal groups) are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and a sale is considered highly probable. They are measured at the lower of their carrying amount and fair value less costs to sell, except for assets such as deferred tax assets, assets arising from employee benefits, financial assets and investment property that are carried at fair value and contractual rights under insurance contracts, which are specifically exempt from this requirement.

An impairment loss is recognised for any initial or subsequent write-down of the asset (or disposal group) to fair value less costs to sell. A gain is recognised for any subsequent increases in fair value less costs to sell of an asset (or disposal group), but not in excess of any cumulative impairment loss previously recognised. A gain or loss not previously recognised by the date of the sale of the non-current asset (or disposal group) is recognised at the date of derecognition.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Non-current assets (including those that are part of a disposal group) are not depreciated or amortised while they are classified as held for sale. Interest and other expenses attributable to the liabilities of a disposal group classified as held for sale continue to be recognised.

Non-current assets classified as held for sale and the assets of a disposal group classified as held for sale are presented separately from the other assets in the statement of financial position. The liabilities of a disposal group classified as held for sale are presented separately from other liabilities in the statement of financial position.

2.11 Impairment of non-financial assets

The Bank assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Bank estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

The Bank bases its impairment calculation on detailed budgets and forecast calculations, which are prepared separately for each of the Bank's CGUs to which the individual assets are allocated. These budgets and forecast calculations generally cover a period of five years. For longer periods, a long-term growth rate is calculated and applied to project future cash flows after the fifth year.

For assets an assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Bank estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the income statement.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

2.12 Other assets

Other assets are generally defined as claims held against other entities for the future receipt of money. The other assets in the Bank's financial statements include the following:

(a) Prepayment

Prepayments are payments made in advance for services to be enjoyed in future. The amount is initially capitalized in the reporting period in which the payment is made and subsequently amortised over the period in which the service is to be enjoyed.

(b) Other receivables

Other receivables are recognised upon the occurrence of event or transaction as they arise and cancelled when payment is received.

The Bank's other receivables are receivables from mastercard, receivables from visa card and other receivables from debtors. This has been added to the the carrying amounts of the investment.

2.13 Fair value measurement

The Bank measures financial instruments classified as available-for-sale at fair value at each statement of financial position date. Fair value related disclosures for financial instruments and non-financial assets that are measured at fair value or where fair values are disclosed are, summarised in the following notes:

- Disclosures for valuation methods, significant estimates and assumptions
- Quantitative disclosures of fair value measurement hierarchy
- Financial instruments (including those carried at amortised cost)

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to by the Bank.



Wegagen Bank S.C**Annual Consolidated and Separate Financial Statements****For the Year Ended 30 June 2025**

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The Bank uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Bank determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Bank's management determines the policies and procedures for both recurring fair value measurement, such as available-for-sale financial assets.

For the purpose of fair value disclosures, the Bank has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

2.14 Employee benefits

The Bank operates various post-employment schemes, including both defined benefit and defined contribution pension plans and post employment benefits.

(a) Defined contribution plan

The Bank operates defined contribution plan;

- pension scheme in line with the provisions of Ethiopian pension of private organisation employees proclamation 715/2011 (as ammended no. 1268/2022). Funding under the scheme is 7% and 11% by employees and the Bank respectively;



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

(b) **Defined benefit plan**

The liability or asset recognised in the statement of financial position in respect of defined benefit pension plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method.

The liability recognised in the statement of financial position in respect of defined benefit pension plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of high-quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating to the terms of the related pension obligation.

The current service cost of the defined benefit plan, recognised in the income statement in employee benefit expense, except where included in the cost of an asset, reflects the increase in the defined benefit obligation resulting from employee service in the current year, benefit changes curtailments and settlements.

Past-service costs are recognised immediately in income statement

Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to equity in other comprehensive income in the period in which they arise.

(c) **Profit-sharing and bonus plans**

The Banks recognises a liability and an expense for bonuses and profit-sharing based on a formula that takes into consideration the profit attributable to the company's shareholders after certain adjustments. The Bank recognises a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

2.15 Provisions

Provisions are recognised when the bank has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Bank expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in income statement net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as other operating expenses.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

2.16 Share capital

Incremental costs directly attributable to the issue of new shares or options or to the acquisition of a business are shown in equity as a deduction, net of tax, from the proceeds.

2.17 Earnings per share

The Bank presents basic earnings per share for its ordinary shares. Basic earnings per share are calculated by dividing the profit or loss attributable to ordinary shareholders of the Bank by the weighted average number of shares outstanding during the period.

2.18 Leases

The Bank has initially adopted IFRS 16 from 1 July 2019. The standard eliminates the classification of leases as either operating leases or finance leases under IAS 17 and introduces a single lease accounting model that requires lessees to recognize assets and corresponding liabilities. Due to the transition method chosen by the Bank in applying IFRS 16, comparative information throughout these financial statements has not generally been restated to reflect its requirements.

It also elected to apply the practical expedient that allows entities to rely on its assessment of whether leases were onerous by applying IAS 37 Provisions, Contingent Liabilities and Contingent Assets immediately before the date of initial application as an alternative to performing an impairment review.

The effect of initially applying IFRS 16 is mainly attributed to:

- an increase in non-current assets as obligations to make future payments under leases previously classified as an operating lease were recognized on the balance sheet, along with the corresponding asset: right-of-use asset.
- Expenditure on operation has decreased and finance cost have increased, as operating lease costs have been replaced by depreciation and interest expense on lease liabilities.

The adoption of IFRS 16 requires the Bank to make a number of assumptions, estimations and judgments that includes:

- lease liabilities were determined based on the value of the remaining lease payments, discounted by an appropriate incremental borrowing rate.
- term of each arrangement was based on the original lease term.
- the discount rate used to determine lease liabilities was the Bank's incremental borrowing rate. It was calculated based on observable inputs.

At the commencement date, the Bank recognized:

- all leases as right right-of-use-asset at cost. Cost of right-of-use asset includes the amount of lease liability, lease payments made at or before the commencement date (less any lease incentives received), any initial direct costs incurred and an estimate of costs to be incurred by the Bank in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease, unless those costs are incurred to produce inventories.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

- a lease liability at the present value of the lease payments that are not paid at that date. Present value of lease payments will be determined by discounting future lease payments at the interest rate implicit in the lease arrangement, if it is readily determined or at Bank's incremental borrowing rate.

After the commencement date, the Bank measures:

- right-of-use assets using cost model, i.e. cost at initial recognition less accumulated depreciation (in line with IAS 16: Property, plant and Equipment) and accumulated impairment losses (in line with IAS 36: Impairment of Assets).
- lease liability by increasing its carrying amount to reflect interest on the lease liability and by reducing its carrying amount to reflect lease payments made.

Interest incurred on lease liability will be recognized in the statement of profit and loss as a finance cost.

Determination of whether an arrangement is a lease, or contains a lease

The determination of whether an arrangement is a lease, or contains a lease, is based on the substance of the arrangement and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset or assets or whether the arrangement conveys a right to use the asset.

Bank as a Lessor

The Bank has rented temporary freehold space in its head office building that is mainly constructed for office use. The lease advance payments are recognized as deferred income until recognized.

2.19 Income taxation

(a) Current income tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in Ethiopia. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

(b) Deferred tax

Deferred tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill; deferred tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss.



Wegagen Bank S.C**Annual Consolidated and Separate Financial Statements****For the Year Ended 30 June 2025**

Deferred tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the statement of financial position date and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

Deferred tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred taxes assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where there is an intention to settle the balances on a net basis.

Deferred tax assets and liabilities are only offset when there is both the legal right and the intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

2.20 Consolidated financial statements**2.20.1 Subsidiary**

The bank controls and hence consolidate an entity when it is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Power exists where the bank has existing rights that give it the current ability to direct the relevant activities of the investee (i.e. the activities that most significantly affect the entity's returns). These requirements apply to all entities, including voting right entities (also commonly known as operating entities) and structured entities. Only substantive rights, and not protective rights, are considered when assessing power. For rights to be substantive, the party must have the practical ability to exercise those rights, and such rights must not be protective in nature. Protective rights are designed at inception to protect the interests of the holder against future risks without giving that party participative power over the entity, and hence that party cannot at inception have power or prevent another party from having power over the entity.

Factors that have been considered by the bank in reaching decision of consolidate investee are as follows:

- Wegagen bank acquired 86.82% or near to 87% of Wegagen-capital investment bank shares. This gives Wegagen bank majority ownership (i.e >50%);
- majority of board membership and key decisions are under control;
- having majority votes; and
- Due to majority ownership, it takes big chunk of profit or loss and
- The bank is listed in Ethiopian security exchange(ESX) and require filling to the regulators



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

The bank reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one **or** more of the elements of control included above. Intragroup transactions and balances are eliminated on consolidation and consistent accounting policies are used throughout the bank for the purposes of the consolidation. Changes in ownership interests in subsidiaries are accounted for as equity transactions if they occur after control has already been obtained and they do not result in loss of control.

Investments in subsidiaries are accounted for at cost less impairment in the separate financial statements of the investor. The cost of these investments is assessed for impairment when there are indicators that an impairment may have occurred. Where an indicator of impairment exists, the recoverable amount of the investment is calculated and an impairment loss is recognised to the extent that the recoverable amount of the investment is less than its cost

3 Significant accounting judgements, estimates and assumptions

The preparation of the Bank's financial statements requires management to make judgements, estimates and assumptions that affect the reported amount of revenues, expenses, assets and liabilities, and the accompanying disclosures, as well as the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Other disclosures relating to the Bank's exposure to risks and uncertainties includes:

- Capital management
- Financial risk management and policies
- Sensitivity analyses disclosures

3.1 Judgements

In the process of applying the Bank's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements:

Operating lease commitments - Bank as lessee

The Bank has entered into commercial property leases. The Bank has determined, based on an evaluation of the terms and conditions of the arrangements, such as the lease term not constituting a substantial portion of the economic life of the commercial property, that it does not retain all the significant risks and rewards of ownership of these properties and accounts for the contracts as operating leases.

3.2 Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Bank based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances beyond the control of the Bank. Such changes are reflected in the assumptions when they occur.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Impairment losses on financial assets at amortized cost

The Bank reviews its loan portfolios for impairment on an on-going basis. The Bank first assesses whether objective evidence of impairment exists individually for financial assets that are individually significant, and individually or collectively for financial assets that are not individually significant. Impairment provisions are also recognised for losses not specifically identified but which, experience and observable data indicate, are present in the portfolio at the date of assessment. For individually significant financial assets that has been deemed to be impaired, management has deemed that cashflow from collateral obtained would arise within 12 months where the financial asset is collateralised.

Management uses estimates based on historical loss experience for assets with credit risk characteristics and objective evidence of impairment similar to those in the portfolio, when scheduling its future cash flows. The methodology and assumptions used for estimating both the amount and timing of future cash flows are reviewed regularly to reduce any differences between loss estimates and actual loss experience.

The use of historical loss experience is supplemented with significant management judgment to assess whether current economic and credit conditions are such that the actual level of inherent losses is likely to differ from that suggested by historical experience. In normal circumstances, historical experience provides objective and relevant information from which to assess inherent loss within each portfolio. In other circumstances, historical loss experience provides less relevant information about the inherent loss in a given portfolio at the statement of financial position date, for example, where there have been changes in economic conditions such that the most recent trends in risk factors are not fully reflected in the historical information. In these circumstances, such risk factors are taken into account when calculating the appropriate levels of impairment allowances, by adjusting the impairment loss derived solely from historical loss experience.

The detailed methodologies, areas of estimation and judgement applied in the calculation of the Bank's impairment charge on financial assets are set out in the Financial risk management section.

The estimation of impairment losses is subject to uncertainty, which has increased in the current economic environment, and is highly sensitive to factors such as the level of economic activity, unemployment rates, property price trends, and interest rates. The assumptions underlying this judgement are highly subjective. The methodology and the assumptions used in calculating impairment losses are reviewed regularly in the light of differences between loss estimates and actual loss experience.

Fair value measurement of financial instruments

When the fair values of financial assets recorded in the statement of financial position cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the discounted cash flow (DCF) model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. As at the year end there are no financial instrument currently measured at fair value.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

When the fair values of financial assets recorded in the statement of financial position cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the discounted cash flow (DCF) model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. As at the year end there are no financial instrument currently measured at fair value.

Defined benefit plans

The cost of the defined benefit pension plan such as managerial employee compensation and the severance benefit and their present value of these benefit obligations are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and future pension increases. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Depreciation and carrying value of property, plant and equipment

The estimation of the useful lives and residual values of assets is based on management's judgement. Any material adjustment to the estimated useful lives of items of property and equipment will have an impact on the carrying value of these items.

Taxes

Uncertainties exist with respect to the interpretation of complex tax regulations, changes in tax laws, and the amount and timing of future taxable income. Given the wide range of international business relationships and the long-term nature and complexity of existing contractual agreements, differences arising between the actual results and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax income and expense already recorded. The amount of such provisions is based on various factors, such as experience of previous tax audits and differing interpretations of tax regulations by the taxable entity and the responsible tax authority.

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

Development cost

The Bank capitalises development costs for a project in accordance with the accounting policy. Initial capitalisation of costs is based on management's judgement that technological and economic feasibility is confirmed, usually when a product development project has reached a defined milestone according to an established project management model. In determining the amounts to be capitalised, management makes assumptions regarding the expected future cash generation of the project, discount rates to be applied and the expected period of benefits. The development costs that were capitalised by the Bank relates to those arising from the development of computer software.





Excellence in Customer Experience Award 2025 Presented to Wegagen Bank by International Center for Strategic Alliance(ICSA)



Wegagen Bank and Gambella Regional State Sign Landmark MOU to Foster Cooperation & Regional Economic Growth.

Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

4 Financial Risk Management

4.1 Introduction

Risk is inherent in the Bank's activities, but is managed through a process of ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Bank's continuing existence and profitability and each individual within the Bank is accountable for the risk exposures relating to his or her responsibilities. The Bank is exposed to credit risk, liquidity risk and market risk. It is also subject to country risk and various operating risk.

4.1.1 Risk Management Structure

The Board of Directors ("the Board") has overall responsibility for the establishment and oversight of the Bank's risk management framework. The Board has established Risk and Compliance sub-Committee, which is responsible for developing and monitoring Bank's risk management policies.

The Bank's risk management policies are established to identify and analyze the risks faced by the Bank, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in the regulation, market conditions, products and services offered. The Bank, through its training and procedures and policies for management, aims to develop a constructive control environment, in which all employees understand their roles and obligations.

The Bank's Board of Directors is assisted in these functions by the Risk and Compliance Management unit which undertakes both regular and ad-hoc reviews of risk management controls and procedures, the results of which are reported to the Risk Management Committee.

4.1.2 Risk Measurement and Reporting Systems

The Bank's risks are measured using a method that reflects both the expected loss likely to arise in normal circumstances and unexpected losses, which are an estimate of the ultimate actual loss based on statistical models. The models make use of probabilities derived from historical experience, adjusted to reflect the economic environment. The Bank also runs worst-case scenarios that would arise in the event that extreme events which are unlikely to occur do, in fact, occur.

Monitoring and controlling risks is primarily performed based on limits established by the Bank. These limits reflect the business strategy and market environment of the Bank as well as the level of risk that the Bank is willing to accept, with additional emphasis on selected regions. In addition, the Bank's policy is to measure and monitor the overall risk bearing capacity in relation to the aggregate risk exposure across all risk types and activities.

4.1.3 Risk Mitigation

Risk controls and mitigants, identified and approved for the Bank, are documented for existing and new processes and systems. The adequacy of these mitigants is tested on a periodic basis through administration of control self-assessment questionnaires, using an operational risk management tool which requires risk owners to confirm the effectiveness of established controls. These are subsequently audited as part of the review process.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements For the Year Ended 30 June 2025

4.2 Classification of financial assets and financial liabilities

The following table shows measurement categories and amounts in accordance with IFRS 9 for the Bank's financial assets and financial liabilities as at June 30,2025

Financial assets (Birr '000)

Financial assets	Classification under IFRS 9	30-Jun-25 New carrying amount under IFRS 9	Increase/decrease	30-Jun-24 Original carrying amount
Cash and bank balances	Amortised cost	15,768,955	2,645,456	13,123,499
Loans and advances to customers (net)	Amortised cost	51,260,502	7,960,092	43,300,410
Equity Investments at FVOCI	FVOCI	822,894	282,199	540,695
Investment securities: Loans and receivables	Amortised cost	8,311,193	3,698,038	4,613,155
Other financial assets at amortised cost	Amortised cost	3,328,473	1,586,223	1,742,250
Total financial assets		79,492,017	16,172,008	63,320,009
Financial liabilities				
Deposits from customers	Amortised cost	61,651,819	13,233,869	48,417,951
Deposit from financial institutions	Amortised cost	4,830,973	1,124,199	3,706,774
Other financial liabilities	Amortised cost	3,688,224	320,007	3,368,216
Total financial liabilities		70,171,016	14,678,075	55,492,941

The application of the Bank's accounting policies on the classification of financial instruments under IFRS 9 are set out in **Note 2.5** resulted in the reclassifications set out in the table above and explained below.

Further equity investment securities were reclassified out available-for-sale categories to FVOCI at their then fair values. The carrying amount of those assets was adjusted so that their amortised cost under IFRS 9 was as if those assets were accounted for at amortised cost from their inception.

On the adoption of IFRS 9, some other financial assets were reclassified out of the loans and receivable to amortized cost and some to non financial assets. The carrying amount of those assets was adjusted so that their amortised cost under IFRS 9 was as if those assets were accounted for at amortised cost from their inception.

4.3 Credit Risk

Credit Risk is risk of financial loss to the bank if a customer or counter party to a financial instrument fails to meet its contractual obligations, and arises principally from the banks loans & advances to customers & other banks & investment securities & other financial assets the bank adopts conservative approach to credit risk.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

4.3.1 Management of credit risk

For risk management reporting purposes, the Bank considers and consolidates all elements of credit risk exposure (such as individual obligor default risk and sector risk).

Exposure to credit risk is managed through periodic analysis of the ability of borrowers and potential borrowers to determine their capacity to meet principal and interest thereon. Exposure to credit risk is also mitigated, in part, by obtaining collateral, commercial and personal guarantees. In Managing credit risk the Board of Directors approves the credit policy, risk limits, collateral requirements, risk gradings and follows up the implementation of same. The credit limits are placed on the amount of risk accepted in relation to one borrower, or groups of borrowers, to geographical regions, and to term of the financial instrument and economic sectors. The policies and limits are reviewed and modified periodically based on changes and expectations of the markets where the Bank operates, regulations, and other factors.

4.3.2 Concentrations of credit risk

Gross loans and advances to customers by sector is analysed as follows:

	30 June 2025 Birr'000	30 June 2024 Birr'000
Loans and advances;		
Manufacturing	7,855,541	6,445,065
Domestic Trade and Services	9,568,471	8,153,159
Construction	8,241,443	7,157,135
Transport Service	4,228,026	3,733,860
Export	8,791,973	7,872,182
Import	13,242,348	10,636,981
Staff loans	311,679	694,434
Digital lending	624,095	-
IFB-Financing & Investments	661,738	483,817
	53,525,315	45,176,634
Off-statement of financial position exposure;		
Active Guarantees	4,583,597	4,080,986
Letter of Credit	3,322,967	4,007,421
Undrawn loan and advances	6,100,397	2,137,732
	14,006,961	10,226,139

4.3.3. Credit quality analysis

The following table sets out information about the credit quality of financial assets measured at amortised cost, debt investments and available-for-sale debt assets. Unless specifically indicated, for financial assets, the amounts in the table represent gross carrying amounts.

The loss allowance for loans and advances to customers also includes the loss allowances for loan commitments, letter of credit and financial guarantee contracts.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

(a) Credit quality analysis for loans and advances

30 June 2025 Birr'000				
	Stage 1	Stage 2	Stage 3	Total
Loans & advances to customers				
Stage 1 – Pass	47,903,236			47,903,236
Stage 2 – Special mention		2,423,494		2,423,494
Stage 3 - Non performing			3,198,586	3,198,586
Total gross exposure	47,903,236	2,423,494	3,198,586	53,525,315
Loss allowance	662,783	35,842	1,566,188	2,264,813
Net carrying amount	47,240,452	2,387,653	1,632,398	51,260,502

June 30,2024 Birr'000				
	Stage 1	Stage 2	Stage 3	Total
Loans & advances to customers				
Stage 1 – Pass	41,054,288			41,054,288
Stage 2 – Special mention		1,472,296		1,472,296
Stage 3 - Non performing			2,650,049	2,650,049
Total gross exposure	41,054,288	1,472,296	2,650,049	45,176,634
Loss allowance	796,298	23,232	1,056,694	1,876,223
Net carrying amount	40,257,991	1,449,065	1,593,355	43,300,410

(b) Credit quality analysis for other assets

June 30,2025 Birr'000				
	Stage	Gross Exposure	Loss allowance	Net carrying amount
Cash and balances with banks	12 Month ECL	15,769,020	(65)	15,768,955
Investment securities (debt instruments)	12 Month ECL	8,311,604	(411)	8,311,193
Other financial assets	Lifetime ECL	3,328,473	(802,424)	2,526,049
Totals		27,409,097	802,900	26,606,197

June 30,2024 Birr'000				
	Stage	Gross Exposure	Loss allowance	Net carrying amount
Cash and bank balances	12 Month ECL	13,123,675	(176)	13,123,499
Investment securities (debt instruments)	12 Month ECL	4,613,385	(230)	4,613,155
Other financial assets	Lifetime ECL	4,130,896	(810,693)	3,320,204
Totals		21,867,957	(811,099)	21,056,858



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

4.3.4. Collateral held and their financial effect

The general creditworthiness of a customer tends to be the most relevant indicator of credit quality of a loan extended to it. However, collateral provides additional security and the Bank generally requests collateral for loans and advances granted to customers.

The Bank may take collateral in the form of a first charge over real estate, liens and guarantees. The Bank does not sell or repledge the collateral in the absence of default by the owner of the collateral. In addition to the Bank's focus on creditworthiness, the Bank aligns with its credit policy guide to periodically update the validation of collaterals held against all loans to customers.

For impaired loans, the Bank obtains appraisals of collateral because the fair value of the collateral is an input to the impairment measurement. The fair value of the collaterals are based on the last revaluations carried out by the Bank's in-house engineers, which is usually done every three years.

The valuation technique adopted for properties is in line with the Bank's valuation manual and the revalued amount is similar to fair values of properties with similar size and location. The fair value of collaterals other than properties such as share certificates, cash, NBE bills etc. are disclosed at the carrying amount as management is of the opinion that the cost of the process of establishing the fair value of the collateral exceeds benefits accruable from the exercise.

Collateral Held ('000)

Type of financial asset	30-Jun-25	30-Jun-24	Principal type of collateral held
Loans and Advances	99,558,522	78,274,023	Land and building, vehicles, machines, shares and bank guarantees

4.3.5. Measurement of Expected Credit Losses (ECL)

i) Techniques used for estimating impairment

ECL is a probability-weighted estimate of credit losses. It shall be measured as follows:

- for financial assets that are not credit-impaired at the reporting date (stage 1 and 2): as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the Bank in accordance with the contract and the cash flows that the Bank expects to receive);
- for financial assets that are credit-impaired at the reporting date (stage 3): as the difference between the gross carrying amount and the present value of estimated future cash flows;
- for undrawn loan commitments: as the present value of the difference between the contractual cash flows that are due to the Bank if the commitment is drawn down and the cash flows that the Bank expects to receive; and
- for financial guarantee contracts: as the expected payments to reimburse the holder less any amounts that the Bank expects to recover.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

ii) Incorporation of forward-looking information

The Bank incorporates forward-looking information into both the assessment of whether the credit risk of an instrument has increased significantly since its initial recognition and the measurement of ECL.

For each segment, the Bank formulates three economic scenarios: a base case, which is the median scenario, and two less likely scenarios, one upside and one downside. For each sector, the base case is aligned with the macroeconomic model's information value output, a measure of the predictive power of the model, as well as base macroeconomic projections for identified macroeconomic variables for each sector. The upside and downside scenarios are based on a combination of a percentage error factor of each sector model as well as simulated optimistic and pessimistic macroeconomic projections based on a measure of historical macroeconomic volatilities

External information considered includes economic data and forecasts published by Fitch Solutions, formerly known as Business Monitor International, an external and independent market intelligence and research institution. This is in addition to industry-level, semi-annual NPL trends across statistically comparable sectors.

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 by a panel of experts that advises the Bank's senior management.

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 macroeconomic variables and credit risk and credit losses. The Bank estimates each key driver for credit risk over the active forecast period of nine years.

The key drivers for credit risk for each of the Bank's economic sectors is summarized below

Sector/Product	Macroeconomic factors
Cluster 1 Agriculture, Consumer 1 Loans, Overdraft and Interest Free Financing	M2, USD, Nominal GDP, USD (PPP), % y-o-y, STER, Economic Growth
Cluster 2 Domestic Trade & Services, Mining and Energy, Transport, Health, Merchandise, Financial services	Savings per capita, LCU, Nominal GDP, LCU, Transport & communications , nominal GVA, LCU, Broad money (% of GDP) - Sovereign Scorecard, Legacy STPR, Policy Continuity, Legacy Long-Term Political Risk Index
Cluster 3 Building & Construction, Hotel & Tourism, Manufacturing & Production, Industry, Real estate, Housing & construction	PR, Security Risk, M1, % of GDP, Consumer price index inflation, 2010=100, eop, Total employment, M2, % of GDP, Real GDP growth, % y-o-y, Foreign reserves ex gold, EUR,
Cluster 4 Export, Import, Advance against import bills, International Trade	Political Risk Index, Lending rate, %, ave, Central bank policy rate, %, eop, M1, USD



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

The Bank defined a statistically significant correlation threshold with macro-economic of 60%.

The economic scenarios used included the following key indicators for Ethiopia for the years 2023 to 2025:

Indicators	30-Jun-23	30-Jun-24	30-Jun-25
Consumer price index inflation, 2010=100, ave	763.82	959.96	1,131.52
Exports of goods and services, USD	10,163.16	9,435.45	7,190.30
Government domestic debt, LCU	1,711,834.87	2,095,039.47	2,425,405.02
Nominal GDP, LCU	7,328,259.08	9,765,072.05	12,050,982.17
Private final consumption, LCU	5,727,253.20	7,799,889.06	9,755,080.10
Total domestic demand, LCU	7,845,345.56	10,393,227.73	12,862,804.41
Savings, LCU	1,385,282.44	2,086,867.44	2,442,686.12
Population	124.94	128.11	131.32
Consumer price index inflation, 2010=100, eop	766.97	941.15	1,076.88
M1, LCU	518,230.82	583,000.41	659,488.15
M2, LCU	1,665,828.13	1,926,860.26	2,240,723.49
Current expenditure, LCU	548,963.66	616,751.84	790,988.13
Goods imports, USD	16,010.83	16,138.52	17,587.94
Goods exports, USD	3,711.59	3,672.11	4,361.86
Current account balance, USD	-4,970,521,099.44	-4,599,280,813.34	-4,141,870,833.33
Import cover months	0.63	0.88	1.35
Total household spending, LCU	5,529,948.12	7,514,793.45	9,371,209.76
Nominal GDP, USD	137,853.99	144,927.85	113,766.06
Real GDP, LCU (2010 prices)	1,042,657.89	1,112,745.44	1,189,776.91
Real GDP, USD (2010 prices)	72,358.56	77,222.51	82,568.35
Real GDP per capita, USD (2010 prices)	579.13	602.77	628.76
Nominal GDP, USD (PPP)	374,678.95	409,756.75	443,051.80
Private final consumption, USD	107,737.00	115,761.68	92,091.83
Private final consumption per capita, USD	862.29	903.59	701.28
Government final consumption, LCU	499,796.37	606,562.84	717,917.21
Government final consumption, USD	9,401.81	9,002.27	6,777.42
Exports of goods and services, LCU	540,269.49	635,749.74	761,652.05
Exports of goods and services per capita, USD	81.34	73.65	54.75
Imports of goods and services, LCU	1,174,311.47	1,330,983.64	1,573,370.11
Imports of goods and services, USD	22,090.31	19,753.73	14,853.24
Total domestic demand, USD	147,581.05	154,250.60	121,429.98
Total domestic demand per capita, USD	1,181.18	1,204.02	924.69
Unemployment, % of labour force, ave	3.49	3.37	3.22
Real effective exchange rate index	27.66	15.90	7.42
Total revenue, LCU	637,726.67	791,545.69	1,077,869.42



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Total revenue, USD	11,996.46	11,747.69	9,646.85
Total expenditure, LCU	855,217.12	1,025,425.24	1,327,659.92
Total expenditure, USD	16,087.73	15,218.80	12,533.64
Current expenditure, USD	10,326.71	9,153.49	7,467.24
Budget balance, LCU	-216,720,442,067.66	-233,713,193,754.65	-305,432,803,680.29
Budget balance, USD	-4,076,790,443.84	-3,468,643,288.24	-2,883,406,958.41
Services imports, USD	7,541.96	7,895.97	8,468.47
Services exports, USD	7,195.79	7,756.70	8,609.65
Total reserves ex gold, USD	1,232.59	1,758.28	2,928.57
Total external debt stock, USD	31,935.96	37,352.61	43,600.93
Long-term external debt stock, USD	31,548.30	35,913.35	39,271.68
Public external debt stock, USD	30,446.77	34,659.41	39,271.68
Total government debt, USD	60,346.92	54,840.89	44,573.15
Total debt service, USD	1,775.59	1,954.54	2,507.64
M2, USD	124.94	128.11	131.32
Nominal GDP, USD (PPP), % y-o-y	124.94	128.11	131.32
STER, Economic Growth	30,480.84	22,948.56	16,877.63
Savings per capita, LCU	11.51	9.32	8.12
Transport & communications nominal GVA, LCU	33.17	17.32	10.00
Broad money (% of GDP) - Sovereign Scorecard	0.01	0.02	0.02
PR, Security Risk	7,328,259.08	9,765,072.05	12,050,982.17
M1, % of GDP	278,272.35	356,111.53	484,703.56
M2, % of GDP	22.73	19.73	18.59
Real GDP growth, % y-o-y	79.07	78.85	78.54
Foreign reserves ex gold, EUR	7.07	5.97	5.47
Political Risk Index	766.97	941.15	1,076.88
Lending rate, %, ave	22.73	19.73	18.59
Central bank policy rate, %, eop	5.92	6.72	6.92
M1, USD	1,135.37	1,641.05	2,739.51

Predicted relationships between the key indicators and default rates on various portfolios of financial assets have been developed based on analysing semi – annual historical data over the past 7 years.

The below scenario weightings have been observed:

Summary of Scenario Weightings			
	Base	Downturn (Downside)	Optimistic (Upside)
Cluster 1	73.33%	6.67%	20.00%
Cluster 2	73.33%	13.33%	13.33%
Cluster 3	66.67%	13.33%	20.00%
Cluster 4	66.67%	13.33%	20.00%



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

iii) Loss allowance

The following tables show reconciliations from the opening to the closing balance of the loss allowance by class of financial instrument. Comparative amounts for 2025 represent the allowance account for credit losses and reflect the measurement basis under IFRS 9.

(a) Reconciliation of loan loss allowance

Birr'000	Stage 1	Stage 2	Stage 3	Total
Balance at 1 July 2024	796,192	23,229	1,056,554	1,875,975
Transfer to 12 months ECL	354,744	(13,843)	(851,294)	(510,393)
Transfer to Lifetime ECL not credit impaired	(10,717)	4,539	(14,741)	(20,918)
Transfer to Lifetime ECL credit impaired	(14,771)	(921)	641,922	626,230
et remeasurement of Loss allowance	1,125,448	13,004	832,441	1,970,893
Net financial assets originated or purchased	282,431	16,538	58,232	357,201
Financial assets derecognised	(190,816)	(2,873)	(76,786)	(270,475)
Balance at 30 June 2025	662,662	35,842	,566,188	2,264,692

Birr'000	Stage 1	Stage 2	Stage 3	Total
Balance at 1 July 2023	605,156	24,252	997,478	1,626,886
Transfer to 12 months ECL	183,399	(2,492)	(8,756)	172,151
Transfer to Lifetime ECL not credit impaired	(6,694)	721	(7)	(5,979)
Transfer to Lifetime ECL credit impaired	(205,727)	(7,913)	451,557	237,917
Net remeasurement of Loss allowance	576,134	14,568	1,440,273	2,030,975
Net financial assets originated or purchased	312,918	8,367	86,101	407,386
Financial assets derecognised	(160,606)	(6,143)	(101,118)	(267,868)
Balance at 30 June 2024	796,192	23,229	1,056,554	1,875,975

(b) Reconciliation of off-financial position allowance

	Stage 1	Stage 2	Stage 3	Total
Balance at 1 July 2024	248			248
Net financial assets originated or purchased	120			120
Financial assets derecognised	(248)			(248)
Balance at 30 June 2025	121			121



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

	Stage 1	Stage 2	Stage 3	Total
Balance at 1 July 2023	39			39
Transfer to 12 months ECL	160			160
Transfer to Lifetime ECL not credit impaired				-
Transfer to Lifetime ECL credit impaired				-
Net remeasurement of Loss allowance	199			199
Net financial assets originated or purchased	85			85
Financial assets derecognised	36			36
Balance at 30 June 2024	248			248

(C) Reconciliation of other assets allowance

In Birr'000	Cash and balances with banks	Investment securities (debt instruments)	Other receivables and financial assets	Total
Balance as at 1 July 2024	176	230	810,693	811,099
Net remeasurement of loss allowance	38	320	-	358
New financial assets originated or purchased	(149)	(139)	(8,269)	(8,557)
Balance as at 30 June 2025	65	411	802,424	802,900

In Birr'000	Cash and balances with banks	Investment securities (debt instruments)	Other receivables and financial assets	Total
Balance as at 1 July 2023	57	118	400,076	400,251
Net remeasurement of loss allowance	-	-	387,525	387,525
New financial assets originated or purchased	119	112	23,092	23,323
Balance as at 30 June 2024	176	230	810,693	811,099

4.3.6 Offsetting financial assets and financial liabilities

- The Bank does not offset financial assets against financial liabilities.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

4.4 Liquidity risk

4.4.1 Introduction

Liquidity risk is the risk that the Bank cannot meet its maturing obligations when they become due, at reasonable cost and in a timely manner. Liquidity risk arises because of the possibility that the Bank might be unable to meet its payment obligations when they fall due as a result of mismatches in the timing of the cash flows under both normal and stress circumstances. Such scenarios could occur when funding needed for liquid asset positions is not available to the Bank on acceptable terms.

Liquidity risk management in the Bank is to ensure as far as possible that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions without incurring unacceptable losses or risking damage to the Bank's reputation.

4.4.2 Management of liquidity risk

Cash flow forecasting is performed by the Treasury Management Directorate. The directorate monitors rolling forecasts of liquidity requirements to ensure it has sufficient cash to meet operational needs. The Bank evaluates its ability to meet its obligations on an ongoing basis. Based on these evaluations, the Bank devises strategies to manage its liquidity risk. Prudent liquidity risk management implies that sufficient cash is maintained and that sufficient funding is available to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk damage to the Bank's reputation.

4.4.3 Exposure to liquidity risk

The Treasury directorate receives information from other directorates of Wegagen bank regarding the liquidity profile of their financial assets and liabilities and details of other projected cash flows arising from projected future business. It then maintain a portfolio of short-term liquid assets, largely made up of physical cash, cash with banks, short-term liquid investment securities, loans and advances to banks and other inter-bank facilities, to ensure that sufficient liquidity is maintained within the Bank. The liquidity position and market conditions are regularly monitored. All liquidity policies and procedures are subject to review and approval by ALCO. Daily reports cover the liquidity position of the Bank and liquidity reports are submitted weekly to the NBE. In addition to regulatory liquidity ratio requirements, the Bank has set its own internal liquidity ratio limits and monitor it accordingly.

The Bank has access to a limited funding base as there is no active primary and secondary market in Ethiopia. Funds are raised using instruments including deposits, borrowed funds and share capital. This enhances funding flexibility, limits dependence on any one source of funds and generally lowers the cost of funds. The Bank strives to maintain a balance between continuity of funding and flexibility through the use of liabilities with a range of maturities. The Bank continually assesses liquidity risk by identifying and monitoring changes in funding required meeting business goals and targets set in terms of the overall Bank strategy.

In order for the liquidity risk to be kept at acceptable level the bank has set internal limits on liquidity risk exposure which are regularly followed and reported. Also as part of the overall liquidity risk management in order to address future emergencies, as a liquidity crisis management tool the bank has established liquidity contingency plan with clearly defined roles and responsibilities of the parties involved in the processes itself.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

The liquidity contingency plan is specifying developments, so that immediate actions will be taken in order to prevent escalation of such events. In regular course of the activities of the Bank liquidity risk is managed according to the Policy and Procedure on liquidity risk management. As key indicators, that will be used to recognise liquidity problems, the Bank, as minimum is defining the following:

- substantial increase in the assets financed by short term deposits;
- significant and sudden decrease in the core deposits or loss of the regular depositors of the Bank;
- considerable decrease in the assets quality, particularly the credit portfolio;
- extensive withdrawal of deposits before their maturity date;
- regulatory liquidity indicators; internal liquidity indicators;

As a part of the crisis management actions, within the Liquidity Contingency Plan, the following are considered as immediate:

- borrow on inter-bank money market;
- sell short term securities (domestic and foreign);
- borrowing from the National Bank of Ethiopia

4.4.4. Maturity analysis of financial Assets and Financial liabilities

The table below analyses the Bank's financial assets and liabilities into relevant maturity groupings based on the remaining period at the statement of financial position date to the contractual maturity date. The cash flows presented are the undiscounted amounts to be settled in future. Considering that 37% of the deposits will be withdrawn within a short period of time; one year without any additional deposit mobilization, which is unlikely to happen, there will be a positive liquidity gap between maturing assets and liabilities. Moreover, in terms of regulatory compliance in terms of liquidity position, the Bank's liquidity position as at June 30, 2025 stood at 27.99%, which is well above the regulatory requirement of 15% indicating that the Bank is liquid to honor its commitments. This was a persistent phenomena during the whole year.

30 June 2025	Below 1 year	1-3 years	Over 3 years	Total
ASSETS	Birr'000	Birr'000	Birr'000	Birr'000
Cash and Bank Balances	15,768,955	-	-	15,768,955
Debt Securities at Amortized Cost	-	1,184,966	7,126,227	8,311,193
Loans and advances	14,352,941	22,631,512	14,276,050	51,260,502
Other assets	4,644,152	514,873	-	5,159,025
TOTAL	34,766,047	24,331,351	21,402,277	80,499,675
LIABILITIES				
Deposits	24,598,633	5,129,836	6,754,323	66,482,792
Other liabilities	3,480,972	12,435	194,817	3,688,224
Income Tax payable	1,091,622	-	-	1,091,622
TOTAL	29,171,226	5,142,271	36,949,140	71,262,637
Net Mismatch	5,594,821	19,189,079	(15,546,863)	9,237,038
Cumulative Mismatch	5,594,821	24,783,900	9,237,038	



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

30 June 2024	Below 1 year	1-3 years	Over 3 years	Total
ASSETS	Birr'000	Birr'000	Birr'000	Birr'000
Cash and Bank Balances	13,123,499	0	0	13,123,499
Debt Securities at Amortized Cost	-	999,620	3,613,535	4,613,155
Loans and advances	10,447,523	19,117,131	13,735,756	43,300,410
Other assets	1,447,290	294,959	-	1,742,250
TOTAL	25,018,313	20,411,711	17,349,291	62,779,314
LIABILITIES				
Deposits	9,285,005	5,543,876	37,295,843	52,124,724
Other liabilities	3,226,451	8,506	133,259	3,368,216
Income Tax payable	641,203	-	-	641,203
TOTAL	13,152,660	5,552,382	37,429,102	56,134,144
Net Mismatch	11,865,653	14,859,328	(20,079,811)	6,645,171
Cumulative Mismatch	11,865,653	26,724,981	6,645,171	

4.4.5 Financial assets pledged as collaterals

The Bank had no financial asset pledged as collateral during the year under review.

4.5 Market risk

Market risk is defined as the risk of loss risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market risk factors such as interest rates, foreign exchange rates, equity prices, credit spreads and their volatilities. Market risk can arise in conjunction with trading and non-trading activities of a financial institutions.

The Bank does not ordinarily engage in trading activities as there are no active markets in Ethiopia.

4.5.1 Management of market risk

The Bank manages changes in interest rate risk by applying fixed term interest rates while the foreign exchange risk is managed by matching of liabilities and assets and holding of assets appreciating currencies especially the USD to which the Birr is pegged to. Assets and liabilities committee (ALCO) analyzes the Bank's market risk on a monthly basis and reports to the Risk Committee. ALCO performs analyses and makes decisions with regard to balance sheet structure, liquidity risk, and currency risk and also is analyzing the risk of the Bank's treasury unit.

(i) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will be affected by changes in market interest rates. Borrowings obtained at variable rates give rise to interest rate risk.

The Bank's exposure to the risk of changes in market interest rates relates primarily to the Bank's obligations and financial assets with floating interest rates. The Bank is also exposed on fixed rate financial assets and financial liabilities. The Bank's investment portfolio is comprised of loans and advances to customers, Ethiopian government bonds and cash deposits.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

The table below sets out information on the exposures to interest rate sensitive financial assets and liabilities:

	Interest bearing Birr'000	Non-interest bearing Birr'000	Total Birr'000
30 June 2025			
Financial assets			
Cash and bank balances	-	15,768,955	15,768,955
Loans and advances to customers	51,260,502		51,260,502
Equity Investments at FVOCI		822,894	822,894
Debt Securities at Amortized Cost	8,311,193		8,311,193
Other Financial Assets		3,328,473	3,328,473
Total	59,571,696	19,920,321	79,492,017
Financial liabilities			
Deposits from customers	61,651,819		61,651,819
Deposits from Financial Institutions	4,830,973		4,830,973
Guarantees issued		4,583,597	4,583,597
Letter of credit		3,322,967	3,322,967
Loan commitments	6,100,397		6,100,397
Other Financial liabilities		2,138,338	2,138,338
Total	72,583,189	10,044,902	82,628,092
30 June 2024			
Cash and bank balances	2,477,818	10,645,681	13,123,499
Loans and advances to customers	43,300,410		43,300,410
Equity Investments at FVOCI		540,695	540,695
Debt Securities at Amortized Cost	4,613,155	-	4,613,155
Other Financial Assets		(203,944)	(203,944)
Total	50,391,384	10,982,432	61,373,815
Financial liabilities			
Deposits from customers	48,417,951		48,417,951
Deposits from Financial Institutions	3,706,774		3,706,774
Guarantees issued		4,080,986	4,080,986
Letter of credit		4,007,421	4,007,421
Loan commitments	2,137,732		2,137,732
Other Financial liabilities		2,044,925	2,044,925
Total	54,262,456	10,133,332	64,395,789



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

(ii) Foreign exchange risk

Foreign exchange risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to the changes in foreign exchange rates.

The Bank is exposed to exchange rate risks to the extent of balances and transactions denominated in a currency other than the Ethiopian Birr. The Bank's foreign currency bank accounts act as a natural hedge for these transactions. Management has set up a policy to manage the Bank's foreign exchange risk against its functional currency.

The table below summarises the impact of increases/decreases of 10% on equity and profit or loss arising from the Bank's foreign denominated borrowings and cash and bank balances.

Foreign currency denominated balances

	30 June 2025	30 June 2024
Cash and bank balances;	Birr'000	Birr'000
USD	6,417,734	2,881,008
GBP	3,004	17,264
Euro	205,533	36,704
Other currencies	8,828	14,006
	6,635,100	2,948,982

Sensitivity analysis for foreign exchange risk

The sensitivity analysis for currency rate risk shows how changes in the fair value or future cash flows of a financial instrument will fluctuate because of changes in market rates at the reporting date. The sensitivity of the Bank's earnings to fluctuations in exchange rates is reflected by varying the exchange rates at 10% as shown below:

	Basis points	Effect of appreciation of the Birr against foreign currencies	Effect of depreciation of the Birr against foreign currencies
30 June 25	Birr'000	Birr'000	Birr'000
USD	10%	641,773	(641,773)
GBP	10%	300	(300)
Euro	10%	20,553	(20,553)
Total		662,627	(662,627)



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

30 June 2024	Basis points	Effect of appreciation of the Birr against foreign currencies	Effect of depreciation of the Birr against foreign currencies
	Birr'000	Birr'000	Birr'000
USD	10%	288,101	(288,101)
GBP	10%	1,726	(1,726)
Euro	10%	3,670	(3,670)
Total		293,498	(293,498)

4.6 Operational Risk

Operational risk is risk of loss due to inappropriate or weak internal processes, inappropriate persons and inappropriate or weak systems in the Bank as well as external events. The Bank defined its framework for managing operational risk by adopting the policy and procedure on operational risk management as approved by the board of directors of the Bank. In the Policy, the basic aims are defined such as operational risk management (system and processes for managing operational risk, organizational structure, reporting system, internal control and etc), as well as measuring and monitoring the operational risk. Implementation of the operational risk management framework is meant to be delivered by performing risk and control self-assessment on continuous process.

During the fiscal year, the Bank made assessment of potential operational risk areas including IT security risks, made register of operational risk incidents, investigated them and took action on perpetrators and strengthen its internal controls accordingly. Despite the number of operational risk incidents, the Bank sustained insignificant losses.

4.7 Fair value of financial assets and liabilities

IFRS 13 requires an entity to classify measured or disclosed fair values according to a hierarchy that reflects the significance of observable inputs. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, which comprises of three levels as described below, based on the lowest level input that is significant to the fair value measurement as a whole.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

4.7.1 Valuation models

IFRS 13 specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques are observable or unobservable. Observable input reflect market data obtained from independent sources; unobservable inputs reflect the Bank's market assumptions.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole.

- Level 1: Inputs that are quoted market prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active, or other valuation technique in which all significant inputs are directly or indirectly observable from market data.

In conclusion, this category is for valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

- Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs). This category includes all assets and liabilities for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the asset or liability's valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

4.7.2 Financial instruments measured at fair value - fair value hierarchy

The following table summarises the carrying amounts of financial assets and liabilities not measured at fair value and their fair value measurements as at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorised. The amounts are based on the values recognised in the statement of financial position.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

	Carrying amount	Fair value	Level 1	Level 2	Level 3	Total
30 June 2025	Birr'000	Birr'000	Birr'000	Birr'000	Birr'000	Birr'000
Financial assets						
Cash and Bank Balances	15,768,955	15,768,955	15,768,955			15,768,955
Loans and advances to customers	51,260,502	51,260,502			51,260,502	51,260,502
Investment securities;					-	-
• Debt Securities at Amortized Cost	8,311,193	8,311,193			8,311,193	8,311,193
• Equity Investments at FVOCI	284,396	822,894			822,894	822,894
Other Financial Assets	3,328,473	3,328,473			3,328,473	3,328,473
Total	78,953,519	79,492,017	15,768,955		63,723,062	79,492,017
Financial liabilities						
Deposits from customers	61,651,819	61,651,819			61,651,819	61,651,819
Deposit from financial institutions	4,830,973	4,830,973			4,830,973	4,830,973
Other Financial liabilities	2,138,338	2,138,338			2,138,338	2,138,338
Total	68,621,130	68,621,130	-	-	68,621,130	68,621,130
	Carrying amount	Fair value	Level 1	Level 2	Level 3	Total
30 June 2024	Birr'000	Birr'000	Birr'000	Birr'000	Birr'000	Birr'000
Financial assets						
Cash and Bank Balances	13,123,499	13,123,499	13,123,499			13,123,499
Loans and advances to customers	43,300,410	43,300,410			43,300,410	43,300,410
Investment securities;						
• Debt Securities at Amortized Cost	4,613,155	4,613,155			4,613,155	4,613,155
• Equity Investments at FVOCI	96,322	540,695			540,695	540,695
Other Assets	(203,944)	(203,944)			(203,944)	(203,944)
Total	60,929,443	61,373,815	13,123,499	-	48,250,316	61,373,815
Financial liabilities						
Deposits from customers	48,417,951	48,417,951			48,417,951	48,417,951
Deposit from financial institutions	3,706,774	3,706,774			3,706,774	3,706,774
Other liabilities	2,044,925	2,044,925			2,044,925	2,044,925
Total	54,169,649	54,169,649	-	-	54,169,649	54,169,649

4.7.3 Transfers between the fair value hierarchy categories

During the reporting periods covered by these annual financial statements, there were no movements between levels as a result of significant inputs to the fair valuation process becoming observable or unobservable.

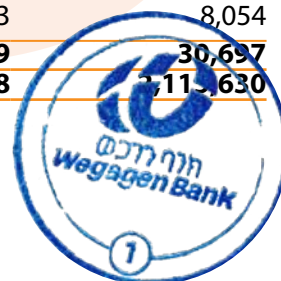


Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

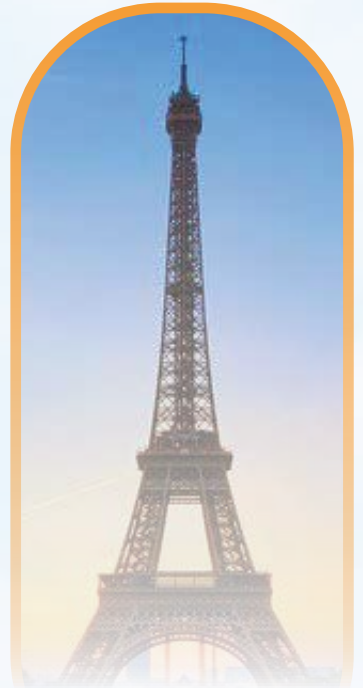
For the Year Ended 30 June 2025

	30 June 2025 Birr'000	30 June 2024 Birr'000
5 Interest income		
Treasury Bill	47,500	71,799
Loans and advances to customers	7,583,342	6,686,739
Investment securities	787,214	417,900
Interest Income on Corrospendent Bank Accounts	41,302	2,845
	8,459,357	7,179,283
	30 June 2025 Birr'000	30 June 2024 Birr'000
6 Interest expense		
Saving deposits	1,489,283	1,361,414
Fixed time deposits	1,443,395	904,674
Current deposits	5,406	6,090
Short term borrowing	189,649	20,190
Interest Incurred on lease liabilities	28,446	86,089
	3,156,179	2,378,457
	30 June 2025 Birr'000	30 June 2024 Birr'000
7 Net fees and commission income		
Fee and Commission Income;		
Commission and fees on L/C	1,879,844	1,793,764
Commission on Guarantees	237,241	163,811
Agent Banking Fee	35,090	21,608
ATM Transaction Fees-Foreign	2,241	2,227
ATM Transaction Fees-Local	2,611	1,233
Commission on CPO issued	1,679	2,675
Loan Processing Fee	69,716	43,378
Service Charge-Local	17,001	15,494
SWIFT charges	98,072	39,345
Commission Sundries	45,508	26,350
Brokerage Commission	1	-
Commission & Charges from IFB	75,921	36,407
Commission and Fees on Fund transfers	2	35
	2,464,927	2,146,327
Fee and Commission Expense;		
Visa Charge	29,904	486
Master Card Charges	16,606	320
Ethswitch Charges	12,782	2,091
Membership Fee	4,582	1,081
Broad Band Expense	25,068	18,130
Subscription & Publication	521	534
License Fee	10,223	8,054
	99,689	30,697
Balance net fee and commission income	2,365,238	2,115,630



SWIFT: WEGAETAA

ለፈጣን እና አስተማማኝ የሐዋላ አገልግሎት
ከወጭ ሀገር የሚላክልዎትን ገንዘብ በተላከበት
ፍጥነት እናስረክብዎታለን





Wegagen Bank Contract Award Ceremony with Zamra Construction PLC for the Construction of Multi-Complex Building in Mekelle



Wegagen E-Birr Mobile Wallet Official Launching Ceremony

Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

	30 June 2025 Birr'000	30 June 2024 Birr'000
8 Other operating income		
Rental income	11,432	18,642
Estimation fees	2,907	2,677
Rebates	3,076	2,726
Fee on Bounced Checks	143	115
Dividend income	49,877	21,862
Gain on Disposal of Old Assets	6,967	12,803
Card purchase & replacement income	4,717	465
Income from Investment services	1,030	-
Sundries-Local	61,684	22,930
Gain from foreign exchange rate spread	605,983	-
Gain on foreign exchange Dealing	1,807,698	354,515
	2,555,514	436,736
9 Loan impairment charge		
Loans and Advances - charge for the year (note 15b)	465,867	269,292
	465,867	269,292
10 Impairment losses on other assets		
Other assets - charge back for the year (note 17)	(6,295)	410,823
	(6,295)	410,823
11 Salaries and benefits		
Employee salaries	1,897,677	1,531,044
Outsourced employee salaries	308,043	323,128
Pension costs	207,719	167,108
Short-term employee benefits	1,472,552	1,111,533
Directors monthly allowance	1,560	3,994
Severance pay- Defined benefit plan	74,880	71,904
	3,962,431	3,208,710



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

	30 June 2025 Birr'000	30 June 2024 Birr'000
12 Other operating expenses		
Advertisement & Publicity	107,521	66,499
Agent Banking	2	1,061
Bank Charges	19,863	7,535
Card payment Charges	6,902	1,016
Consultant Fee	47,522	62
Communication expenses	7,590	5,270
Consumables	29,415	31,179
Donations	29,837	75,708
Stamp Duty Expense	2,243	897
Entertainment	7,153	3,499
Event organization expense	11,544	2,482
Insurance	21,516	25,024
IT support charges	81,052	43,354
E-banking support charges	105,476	22,839
Court related Expenses	4,910	849
Legal provision	16,008	49,193
Land and Building Tax	8,375	9,828
Loss on Disposal of fixed assets	999	7,372
Maintenance	73,997	49,019
Money transfer charges	17,669	11,280
Penalty Expense	-	6,309
Perdiem and Travel	85,469	28,068
Petrol and Oil	48,503	33,715
Printing and stationary	34,774	28,154
Rental expenses	65,766	4,035
Sundries	20,710	7,376
Uniform	25,893	22,271
Utilities	19,211	13,179
Wages for non-permanent employees.	246	221
Loading and unloading expense	3,727	2,849
Loss on exchange rate negotiation	302,930	-
Deposit Insurance Expense	145,403	119,220
	1,352,225	679,364



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

On July 29, 2024, National Bank of Ethiopia issued directive no. FXD/01/2024, which permits banks and foreign currency recipients to negotiate exchange rates at the time of currency purchase. As this directive marks a significant change, there is no comparable figure from previous periods for the foreign exchange rate loss.

	30 June 2025 Birr'000	30 June 2024 Birr'000
13 Income and deferred tax		
13a Current income tax		
Income tax	1,100,031	641,553
Deferred income tax/(credit) to profit or loss	(24,988)	(23,907)
Total charge to profit or loss	1,075,043	617,646
Tax (credit) on other comprehensive income	16,360	32,884
Total tax in statement of comprehensive income	1,091,403	650,530

13b Reconciliation of effective tax to statutory tax

The tax on the Bank's profit before income tax differs from the theoretical amount that would arise using the statutory income tax rate as follows:

	30 June 2025 Birr'000	30 June 2024 Birr'000
Profit before tax	3,852,553	2,220,847
Non-allowable Expenses;		
Entertainment	7,379	3,499
Pre-operating Expense	4,241	-
Representation Allowance	-	11,875
Donation	2,687	6,403
Penalty	-	6,309
Provision for Legal cases	16,008	49,193
Employee Severance benefits	74,880	71,904
Loss on disposal of fixed assets	999	6,636
Provision for loans and other assets	465,867	680,115
Depreciation for accounting purpose	202,212	176,525
Depreciaion and int. expense IFRS 16	338,554	438,752
Amortization for accounting purpose	83,282	34,061
Loss on FCY revaluation	405,459	30,859
Life Insurance	18,719	15,850
Staff Loan Fair valuation expense	47,725	65,538
Accrud leave Expense	104,921	34,717
	1,772,933	1,632,237
Allowable Expenses;		
Depreciation for tax purpose	(221,184)	(197,941)
Amortization for tax purpose	(62,003)	(22,091)
Rent expense	(404,371)	(338,435)
Employee severance paid in cash	(29,596)	(19,855)
Provision for loans and other assets as per NBE	(361,550)	(617,689)
Accrued leave paid in cash to resigned staffs	(4,924)	(2,873)



Wegagen Bank S.C**Annual Consolidated and Separate Financial Statements****For the Year Ended 30 June 2025**

Dividend income taxed at source	(49,877)	(21,862)
Interest income exempt/taxed at Sources	(783,911)	(489,699)
Gain from sale of acquired properties	-	(1,284.78)
Interest from correspondent bank taxed at 5%	(41,302)	(2,845)
	(1,958,717)	(1,714,574)
Taxable Income	3,666,769	2,138,511
Statutory tax at rate 30%	1,100,031	641,553

	30 June 2025	30 June 2024
	Birr'000	Birr'000
13c Current income tax liability		
Balance at the beginning of the year	641,203	354,776
Charge for the year:		
Income tax expense	1,100,031	641,553
Payment during the year	(641,203)	(354,776)
Withholding tax	(8,409)	(350)
Balance at the end of the year	1,091,622	641,203

The income tax payable during the period are current in nature.

13d Deferred income tax

Deferred income tax assets and liabilities, deferred income tax charge/(credit) in profit or loss ("P/L), in equity and other comprehensive income are attributable to the following items:

	At 1 July 2024	Credit/ (charge) to P/L	Credit/ (charge) to OCI	30 June 2025
	Birr'000	Birr'000	Birr'000	Birr'000
Deferred income tax (assets)/ liabilities:				
Property, Plant and Equipment	119,913	22,942		142,854
Post employment benefit obligation	(86,537)	(13,585)	(51,338)	(151,461)
Accrued Leave	(23,729)	(30,068)		(53,797)
Equity Investments	93,851		67,699	161,549
Pre-operating expense	-	(1,184)		(1,184)
Loss for tax purpose	-	(3,092)		(3,092)
Total deferred tax (assets)/liabilities	103,498	(24,988)	16,360	94,870



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

	At 1 July 2023	Credit/ (charge) to P/L	Credit/ (charge) to equity	30 June 2024
	Birr'000	Birr'000	Birr'000	Birr'000
Deferred income tax assets/ (liabilities):				
Property, plant and equipment	118,652	1,261		119,913
Post employment benefit obligation	(74,814)	(15,615)	3,891	(86,537)
Accrued Leave	(14,176)	(9,553)		(23,729)
Equity Investments	64,858		28,992	93,851
Total deferred tax assets/(liabilities)	94,521	(23,906)	32,884	103,498

14 Cash and bank balances

	30 June 2025 Birr'000	30 June 2024 Birr'000
Cash in hand	1,724,075	1,225,035
Deposit with local commercial banks	1,415,309	1,066,152.8
Deposit with foreign banks	6,610,730	2,937,736
Deposit with National Bank of Ethiopia	5,718,906	5,416,933
Deposit with Interbank Money Market	300,000	-
Treasury Bills	-	2,477,818
Gross cash and bank balances	15,769,020	13,123,675
Impairment Allowance for cash	(65)	(176)
	15,768,955	13,123,499

Maturity analysis

	30 June 2025 Birr'000	30 June 2024 Birr'000
Current	15,768,955	13,123,499
Non-Current	-	-
	15,768,955	13,123,499

15 Loans and advances

15a Loans and advances to customers

	30 June 2025 Birr'000	30 June 2024 Birr'000
Manufacturing	7,855,541	6,445,065
Domestic Trade and Services	9,568,471	8,153,159
Construction	8,241,443	7,157,135
Transport Service	4,228,026	3,733,860



Wegagen Bank S.C**Annual Consolidated and Separate Financial Statements****For the Year Ended 30 June 2025**

Export	8,791,973	7,872,182
Import	13,242,348	10,636,981
Staff loans	311,679	694,434
Digital lending	624,095	-
IFB-Financing & Investments	661,738	483,817
Gross loans and advances	53,525,315	45,176,634
Less: Impairment allowance (note 15b)	(2,264,813)	(1,876,223)
Net loans and advances	51,260,502	43,300,410

	30 June 2025	30 June 2024
Maturity analysis	Birr'000	Birr'000
Current	14,352,941	10,447,523
Non-Current	36,907,562	32,852,887
	51,260,502	43,300,410

During the reporting period the Bank in collaboration with Qena, a platform by Kifya Financial Technology, has officially launched its new digital lending product "Efoyta. The digital lending product aims to benefit various segments of society by providing accessible financing. Efoyta is designed to alleviate cash shortage challenges and especially meet the working capital needs of micro, small, and medium enterprises (MSMEs) as well as enable salaried employees to access emergency loan facility.

15b Impairment allowance on loans and advances to customers

A reconciliation of the allowance for impairment losses for loans and receivables by class, is as follows:

	As at 1 July 2024	Write offs during the year	Charge for the year	As at 30 June 2025
Allowance for loan impairment	Birr'000	Birr'000	Birr'000	Birr'000
Construction	236,832	-	108,465	345,297
Domestic Trade and Services	788,064	(11,120)	(53,135)	723,808
Export	315,878	(53,663)	(46,816)	215,399
Import	209,921	-	488,727	698,648
Manufacturing	236,162	-	(39,137)	197,024
Staff loans	5,869	(1,116)	472	5,225
Transport Service	73,672	-	(9,970)	63,702
Letter of Guarantee	88	-	(5)	83
Letter of Credit	160	-	(121)	39
IFB Financing	9,578	(11,378)	17,388	15,589
	1,876,223	(77,277)	465,867	2,264,813



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

	As at 1 July 2023	Write offs during the year	Charge for the year	As at 30 June 2024
	Birr'000	Birr'000	Birr'000	Birr'000
Allowance for loan impairment				
Construction	462,367	-	(205,375)	236,832
Domestic Trade and Services	392,362	-	395,701	788,064
Export	211,452	-	104,426	315,878
Import	227,803	-	(17,882)	209,921
Manufacturing	259,250	-	(23,089)	236,162
Staff loans	1,570	-	4,299	5,869
Transport Service	65,231	-	8,441	73,672
Guarantee	39	-	49	88
Letter of Credit	165	-	(5)	160
IFB Financing	6,851	-	2,728	9,578
	1,627,090	-	269,292	1,876,223

	30 June 2025 Cost Birr'000	Fair Value(FV) Adjustment	30 June 2025 FV Birr'000	30 June 2024 FV Birr'000
16 Investment Securities				
16a Equity Investment securities at FVOCI				
Ethswitch	126,616	538,458	665,074	449,037
Africa Insurance S.C	31,066	(2,707)	28,359	22,151
Addis International Convention Center	56,666	2,084	58,750	3,813
Ethiopian Reinsurance S.C	21,085	5,814	26,899	17,453
Capital Finance Excellence Center	5,000	1,352	6,352	10,666
Allenatech Electronics S.C.	5,000	(1,950)	3,050	(1,389)
Ethiopian Securities Exchange S.C	38,963	(4,552)	34,411	38,963
	284,396	538,498	822,894	540,695

All the above equity investments are made in unquoted companies whose fair value is determined on net asset basis. Valuation of these investments have made by independent consultant for the reporting period.

Reconciliation of Fairvalue Adjustment	Fair Value Adjustment as at July 1, 2024 Birr'000	Adjustment during reporting period	Fair Value Adjustment as at June 30, 2025 Birr'000
Ethswitch	359,942	178,517	538,458
Africa Insurance S.C	4,151	(6,859)	(2,707)
Addis International Convention Center	(50,187)	52,270	2,084
Ethiopian Reinsurance S.C	(348)	6,162	5,814
Capital Finance Excellence Center	5,666	(4,314)	1,352
Allenatech Electronics S.C.	(6,389)	4,439	(1,950)
Ethiopian Securities Exchange S.C	-	(4,552)	(4,552)
Balance at the end of reporting period	312,836	225,662	538,498



Wegagen Bank S.C**Annual Consolidated and Separate Financial Statements****For the Year Ended 30 June 2025**

	30 June 2025 Birr'000	30 June 2024 Birr'000
16b Investment in Debt Securities		
Ethiopian Government Securities	8,311,604	4,613,385
Impairment Allowance for debt Securities	(411)	(230)
Balance at the end of reporting period	8,311,193	4,613,155

	30 June 2025 Birr'000	30 June 2024 Birr'000
Maturity analysis		
Current	-	-
Non-Current	8,311,193	4,613,155
	8,311,193	4,613,155

	30 June 2025 Birr'000	30 June 2024 Birr'000
17 Other assets		
Financial assets;		
Staff receivables	2,352	1,258
Receivable from money transfer agents	99,112	81,809
Receivable from VISA	10,815	1,147
Receivable from Master Card	2,151	4,046
Eth-switch Receivable	137,388	13,758
Emergency salary advance	896,452	-
Receivable from employment agencies	835,589	-
Other receivables	1,950,471	1,122,155
Receivables due to cash lost	196,567	193,268
Gross financial assets	4,130,896	1,417,441
Less: Impairment allowance (note 17a)	(802,424)	(810,693)
Net financial assets	3,328,473	606,749
Non-financial assets;		
Prepayments	794,989	270,821
Prepaid expenses on staff loans	509,543	600,590
Inventory	123,247	101,260
Repossessed properties	402,774	162,830
Gross Non-financial assets	1,830,552	1,135,501
	5,159,025	1,742,250

	30 June 2025 Birr'000	30 June 2024 Birr'000
Maturity analysis		
Current	4,644,152	1,447,290
Non-Current	514,873	294,959
	5,159,025	1,742,250



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Emergency salary advance and receivable from employment agencies are non-interest bearing financial assets reclassified from loan and advance to financial assets during the reporting period

17a Impairment allowance on other assets

A reconciliation of the allowance for impairment losses for other assets is as follows:

	30 June 2025 Birr'000	30 June 2024 Birr'000
Balance at the beginning of the year	810,693	400,101
Reversal/Written off during the year	(1,974)	-
Charge for the year	(6,295)	410,591
Balance at the end of the year	802,424	810,693

17b Inventory

A breakdown of the items included within inventory is as follows:

	30 June 2025 Birr'000	30 June 2024 Birr'000
Stationery	23,200	30,898
Office supplies	45,163	37,847
Visa cards	18,754	1,320
Other stock	35,969	31,035
Memorial Coins	161	161
	123,247	101,260

18 Investment Property

Cost:

At at July 01, 2024

Renovation

Re-classification

At the end of the reporting period

Accumulated depreciation:

At at July 01, 2024

Charge for the year

Re-classification

At the end of the reporting period

Net book value

	30 June 2025 Birr'000	30 June 2024 Birr'000
At at July 01, 2024	3,027	943
Renovation	-	2,084
Re-classification	(3,027)	-
At the end of the reporting period	-	3,027
Accumulated depreciation:		
At at July 01, 2024	441	384
Charge for the year	58	58
Re-classification	(499)	-
At the end of the reporting period	-	441
Net book value	-	2,585



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Kombolcha building, previously held by the bank for rental purposes and generating income, experienced tenant departures during the year. As a result, the bank has decided to renovate the property for its own operational use. Accordingly, the asset has been reclassified from investment property to property, plant, and equipment in line with applicable accounting standards.

19 Investment in Wegagen capital investment bank	30 June 2025	30 June 2024
	Birr'000	Birr'000
Wegagen Capital Investment Bank	334,250	0

The bank invest in new company 'Wegagen capital investment bank' with shareholdings of 86.82%, Wegagen-capital investment bank has starts its operation in the end of the reporting period (refer note 31c).

	Purchased Software Birr'000	Software Under Development Birr'000	Total Birr'000
20 Intangible Assets			
Cost:			
As at 1 July 2023	172,156	-	172,156
Acquisitions	33,311	-	3,311
As at 30 June 2024	205,467	-	205,467
As at 1 July 2024	205,467	-	205,467
Acquisitions	528,711	-	528,711
As at 30 June 2025	734,178	-	734,178
Accumulated amortisation			
As at 1 July 2023	123,338	-	123,338
Amortisation	34,061	-	34,061
As at 30 June 2024	157,399	-	157,399
As at 1 July 2024	157,399	-	157,399
Amortisation	83,282	-	83,282
As at 30 June 2025	240,681	-	240,681
Net book value			
As at 30 June 2024	48,818	-	48,068
As at 30 June 2025	493,497	-	493,497



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

21 Property and Equipment

Cost:

	Office Equipments Birr'000	Building Birr'000	Motor vehicles Birr'000	Furniture and Fittings Birr'000	Computer Equipment Birr'000	Capital work in Progress Birr'000	Total Birr'000
As at 1 July 2023	488,871	857,848	314,235	276,370	531,935	12,077	2,261,045
Additions	129,219	-	119,940	74,026	160,326	1,317	237,478
Disposals	(875)	-	(2,266)	(3,359)	(2,114)	-	(8,615)
Write-off	(10,923)	-	(4,002)	(1,205)	(6,529)	-	-
Reclassification	(55,507)	(2,084)	(3,426)	(9,120)	(76,167)	-	-
As at 30 June 2024	550,784	855,764	424,481	336,712	607,451	13,395	2,788,586
As at 1 July 2024	550,784	855,764	424,481	336,712	607,451	13,395	2,788,586
Additions	112,502	3,027	35,336	190,629	126,857	1,466	469,816
Disposals	(1,416)	-	(1,386)	(7,593)	(8,206)	-	(18,601)
Write-off	-	-	-	(186)	-	-	(186)
Reclassification	(36,614)	-	(3,343)	(15,331)	(36,946)	-	(92,235)
As at 30 June 2025	625,255	858,791	455,087	504,231	689,156	14,861	3,147,380

Accumulated depreciation;

As at 1 July 2023	263,724	88,351	181,095	131,038	283,966	-	948,173
Charge for the year	43,201	16,304	28,473	26,408	62,139	-	176,525
Write-off	(8,054)	-	(3,043)	(101)	(4,855)	-	-
Disposals	(626)	-	(2,142)	(2,741)	(1,991)	-	(7,501)
As at 30 June 2024	298,245	104,655	204,382	154,603	339,259	-	1,101,144
As at 1 July 2024	298,245	104,655	204,382	154,603	339,259	-	1,101,144
Charge for the year	48,672	16,317	31,204	36,032	69,986	-	202,212
Write-off	-	-	-	(110)	-	-	(110)
Disposals	(1,386)	-	(1,293)	(5,989)	(8,070)	-	(16,737)
As at 30 June 2025	345,531	121,414	234,294	184,536	401,176	-	1,286,949

Net book value

As at 30 June 2024	252,539	751,109	220,098	182,109	268,192	13,395	1,687,442
As at 30 June 2025	279,724	737,377	220,793	319,696	287,981	14,861	1,860,431



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

21a Leases

Amount recognized in statement or profit or loss in respect of leases for which the bank is lessee;

	30 June 2025	30 June 2024
	Birr'000	Birr'000
Depreciation charge for right-of-use assets	310,569	352,663
Interest Expense on lease liabilities	27,984	86,089
Expense related to short-term leases	65,766	4,035
Cost of lease contracts - stamp duty	2,160	863
	406,480	443,650

Amount regonized in statement of financial position in respect of leases for which the bank is lessee;

	30 June 2025	30 June 2024
	Birr'000	Birr'000
Right of use assets		
• Office building	993,853	675,445
Lease liabilities		
• Office buidling	272,700	186,533
Maturity analysys of lease liabilities		
Less than one year	65,448	44,768
More than one year	207,252	141,765
	272,700	186,533

	30 June 2025	30 June 2024
	Birr'000	Birr'000
22 Deposits from customers		
Demand deposits	20,746,597	16,504,445
Saving deposits	32,949,781	27,864,741
Fixed term deposits	7,955,441	4,048,764
	61,651,819	48,417,951

Maturity analysis

	30 June 2025	30 June 2024
	Birr'000	Birr'000
Current	22,811,173	8,624,716
Non-Current	38,840,646	39,793,235
	61,651,819	48,417,951



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

23 Deposit from financial institutions

Saving Deposit
Demand Deposit
Fixed Term deposit
Total

Maturity analysis

Current
Non-Current

24 Other liabilities

Financial liabilities

Blocked Account
Cash payment order payable
Customer deposits for letter of credit
Deferred revenue
Deposit for Guarantees Issued
Dividend payable
Exchange payable to NBE
Nostro Account
Old draft payable
Payable to Ethio switch
Prepaid card control account
Telegraphic transfer payable

Non-financial liabilities

Provision for court cases
Pension Contribution Pay
Stamp duty payable
Interest Tax Payable
Withholding tax payable
Employee income Tax Payable
VAT payable
Cost Sharing Payable
Technical Service Payable
Accrued leave pay
Sundry payables
Lease Liability
Employee Bonus Payable

30 June 2025
Birr'000

30 June 2024
Birr'000

816,916
939,663
3,074,394
4,830,973

114,976
459,440
3,132,357
3,706,774

30 June 2025
Birr'000

30 June 2024
Birr'000

1,787,460
3,043,513
4,830,973

660,290
3,046,484
3,706,774

30 June 2025
Birr'000

30 June 2024
Birr'000

9,488
231,578
1,564,389
128,681
11,003
82,956
9,178
-
59,966
19,151
9,551
12,397
2,138,338

9,562
233,603
1,388,599
206,156
26,681
43,110
49,071
29
61,092
6,902
7,705
12,415
2,044,925

70,355
20,301
5,746
20,907
1,326
105,726
46,376
290
5,801
179,323
553,145
281,381
259,210
1,546,887
3,688,224

60,115
20,912
3,138
13,193
3,180
41,934
6,136
404
1,618
79,096
619,536
186,533
287,496
1,323,291
3,368,216

Gross amount



Wegagen Bank S.C**Annual Consolidated and Separate Financial Statements****For the Year Ended 30 June 2025**

Maturity analysis		30 June 2025	30 June 2024
		Birr'000	Birr'000
Current		3,480,972	3,226,451
Non-Current		207,252	141,765
		3,688,224	3,368,216

25	Employee benefit obligations	30 June 2025	30 June 2024
25a	Defined benefits liabilities:	Birr'000	Birr'000
	-Severance benefits	504,869	288,457
	Liability in the statement of financial position	504,869	288,457

	Income statement charge included in personnel expenses:	30 June 2025	30 June 2024
		Birr'000	Birr'000
	– Severance pay	74,880	71,904
	Total defined benefit expenses	74,880	71,904

	Remeasurements for:		
	– Severance pay	(119,790)	(12,971)
		(119,790)	(12,971)

The income statement charge included within personnel expenses includes current service cost, interest cost, past service costs on the defined benefit schemes.

25b Severance pay

The Bank operates an unfunded severance pay plan for its employees who have served the Bank for 5 years and above and are below the retirement age (i.e. has not met the requirement to access the pension fund and provident fund). The final pay-out is determined by reference to current benefit's level (monthly salary) and number of years in service and is calculated as 1 month salary for the first year in employment plus 1/3 of monthly salary for each subsequent in employment to a maximum of 12 months final monthly salary.

Below are the details of movements and amounts recognised in the financial statements:

		30 June 2025	30 June 2024
		Birr'000	Birr'000
A	Liability recognised in the stat. of financial position	504,869	288,457



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

	30 June 2025	30 June 2024
	Birr'000	Birr'000
B Amount recognised in profit or loss statement		
Current and past service cost	19,698	18,519
Interest cost	55,182	53,398
	74,880	71,917
C Amount recognised in other comprehensive income:		
	30 June 2025	30 June 2024
	Birr'000	Birr'000
Remeasurement gain or(loss) arising from experience	(93,703)	33,627
Re-measurement (loss) arising from economic assumptions	(77,425)	(20,656)
	(171,128)	12,971
Tax Credit/Charge	51,338	(3,891)
	(119,790)	9,080

The movement in the defined benefit obligation over the years is as follows:

	30 June 2025	30 June 2024
	Birr'000	Birr'000
At the beginning of the year	288,457	249,379
Current and past service cost	19,698	18,519
Interest cost	55,182	53,398
Re-measurement (gains)/ losses	171,128	(12,971)
Benefits paid	(29,596)	(19,868)
At the end of the year	504,869	288,457

The significant actuarial assumptions were as follows:

i) Financial Assumption Long term Average

	30 June 2025	30 June 2024
	Birr'000	Birr'000
Discount Rate	14.50%	18.80%
Salary Increase rate	14.20%	16.30%
Inflation rate	12.20%	14.30%



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

ii) Mortality in Service

Mortality rates are commonly set with reference to standard tables published by reputable institutions (such as the Actuarial Society of South Africa and the Central Statistics Agency ("CSA")) who have access to statistically significant data from which to derive mortality rates. Sample mortality rates are as follows:

Age	'Mortality rate	
	Males	Females
20	0.31%	0.22%
25	0.30%	0.23%
30	0.36%	0.31%
35	0.41%	0.28%
40	0.52%	0.32%
45	0.45%	0.43%
50	0.63%	0.63%
55	0.98%	0.98%
60	1.54%	1.54%

iii) Withdrawal/Resignation from Service

The withdrawal rates are believed to be reasonably representative of the Ethiopian experience. The valuation assumed that resignation rates decrease by 2.5% for each age from 15% at age 20 (and below) to 0% at age 50. A sample of the resignation rates is summarised in the table below.

Age	Resignation rates per annum
20	15.00%
25	12.50%
30	10.00%
35	7.50%
40	5.00%
45	2.50%
50	0.00%

The sensitivity of the main results to changes in the assumed salary escalation rates and the discount rate have been calculated based on the duration of the liabilities. The changes in the 30 June 2025 defined benefit obligation and the assets are reflected below:



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

	BASE DBO	Current service cost one year impact	% Change
	Birr'000	Birr'000	Birr'000
Discount rate + 1%	504,869	462,437	-8.4%
Discount rate - 1%	504,869	551,739	9.3%
Salary Increase +1%	504,869	551,439	9.2%
Salary Increase +1%	504,869	461,974	-8.5%

The above sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the pension liability recognised within the statement of financial position.

26 Share capital

Authorised:

Ordinary shares of Birr 1000 each

30 June 2025
Birr'000

30 June 2024
Birr'000

20,000,000

20,000,000

Issued and fully paid:

Ordinary shares of Birr 1000 each

7,028,357

5,058,890

Share premium

87,819

74,917

7,116,176

5,133,807

27 Earnings per share

Basic earnings per share (EPS) is calculated by dividing the profit after tax attributable to ordinary shareholders by the weighted average number of ordinary shares in issue during the reporting period

30 June 2025
Birr'000

30 June 2024
Birr'000

Profit attributable to shareholders

2,778,853

1,603,201

Non-Controlling interest (NCL)

(1,343)

-

Weighted average number of ordinary shares in issue

6,028,243

4,345,658

Basic earnings per share (%age)

46.10%

36.89%



Wegagen Bank S.C**Annual Consolidated and Separate Financial Statements****For the Year Ended 30 June 2025**

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. There were no potentially dilutive shares at the reporting date and the year before, hence the basic and diluted profit per share have the same value.

	30 June 2025 Birr'000	30 June 2024 Birr'000
28 Retained earnings		
At the beginning of the year	1,246,781	472,937
Dividend Paid/Capitalized	(1,246,781)	(472,937)
Board of directors remuneration	(1,500)	-
Profit/(Loss)for the year	2,777,510	1,603,201
Transfer to Legal Reserve	(694,378)	(400,800)
Transfer to Regulatory Reserve	(20,536)	44,380
Non-distributable reserve adjustment	(118,140)	-
Non-controlling interest	1,343	-
Balance at the end of the year	1,944,300	1,246,781

	30 June 2025 Birr'000	30 June 2024 Birr'000
29 Reserve		
29a Legal Reserve		
At the beginning of the year	2,191,622	1,790,822
Transfer from profit or loss	694,378	400,800
At the end of the year	2,885,999	2,191,622

The NBE directive No. SBB/1360/2025 article 22(1) requires the Bank to transfer annually 25% of its annual net profit to its legal reserve account.

29b Regulatory Risk Reserve

This includes interest on Non performing loans/Stage 3 loans that are recognized per IFRS but not available for dividend distribution as required by National Bank of Ethiopia directive and the excess of provision per NBE directive over that of IFRS 9 which is not accounted as bad debt expense.

	30 June 2025 Birr'000	30 June 2024 Birr'000
Opening Balance	507,882	552,262
Additional provision per NBE	-	84,151
Prior period adjustment	118,140	-
Interest income on Non Performing Loans(NPL)	20,536	(128,531)
	646,558	507,882



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

29c Other Reserve

The other reserve includes the fair value gain/loss on equity instruments classified at FVOCI and remeasurement gains/losses on defined benefit obligations of the Bank.

	30 June 2025 Birr'000	30 June 2024 Birr'000
Opening Balance	127,360	50,631
Fair Value gain of Equity Instruments	157,963	67,649
Remeasurement loss on defined benefit plans(net of tax)	(119,790)	9,080
	165,534	127,360

29d Non-controlling Interest

	30 June 2025 Birr'000	30 June 2024 Birr'000
Paid-up capital	50,750	-
Retained earnings	(1,343)	-
	49,407	-

30 Cash generated from operating activities

	30 June 2025 Birr'000	30 June 2024 Birr'000
Profit before tax	3,852,553	2,220,847
Adjustments for non-cash items:		
Depreciation of property and equipment	202,212	176,467
Depreciation of investment property	-	58
Amortisation of intangible assets	83,282	34,061
Depreciation of right of use assets	310,569	352,663
(Gain)/Loss on disposal of property, plant and equipment	999	7,372
Impairment on loans and receivables	460,048	680,115
Foreign currency exchange rate gain on cash and cash equivalents	-	(5,796)
Employee benefit obligations	179,801	106,634
Dividend income	(49,877)	(21,862)
Changes in working capital:		
-Decrease/ (Increase) in loans and advances	(8,348,682)	(5,255,929)
-Decrease/ (Increase) in other assets	(3,408,506)	(709,584)
-Increase/ (Decrease) in deposits from customers	13,233,869	8,523,741
-Increase/ (Decrease) in deposits from financial institutions	1,124,199	807,309
-Increase/ (Decrease) in other liabilities	320,007	281,226
	7,960,473	7,197,323





חלוו נרנש נרנש נרנש
خدمة من غير الفوائد البنكية
INTEREST FREE BANKING SERVICE





Iftar Program During Ramadan Season with IFB Customers.

Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

31 Related party transactions

A number of transactions were entered into with related parties in the normal course of business. These are disclosed below:

		30 June 2025 Birr'000	30 June 2024 Birr'000
31a Transactions with related parties	Nature of relationship		
I. Loans and advances to:	• Influential shareholders	2,208,185	1,717,250
	• Key Management Personnel	98,111	96,343
		2,306,296	1,813,593
II. Deposit balances of:	• Influential shareholders	964,841	414,141
	• Key Management Personnel	20,131	2,660
		984,971	416,801

31b Key management compensation

Key management has been determined to be the members of the Board of Directors and the Executive Management of the Bank. The compensation paid or payable to key management is shown. There were no sales or purchase of goods and services between the Bank and key management personnel as at 30 June 2025

		30 June 2025 Birr'000	30 June 2024 Birr'000
Salaries and other employee benefits to :	• Board of Directors	1,560	3,994
	• Executive Management	35,441	22,528
		37,001	26,521

Compensation of the Bank's key management personnel includes salaries, non-cash benefits and contributions to the post-employment defined contribution plans.

31C Investment in Wegagen-Capital Investment Bank

Wegagen Capital Investment Bank S.C. (WCIB) is Ethiopia's first investment bank licensed by Ethiopian capital market authority on March 2025, established to shape the future of the country's financial markets. Guided by the visionary leadership of Chief Executive Officer Mrs. Brutawit Dawit Abdi, WCIB is committed to delivering trusted, forward-looking, and innovative financial solutions that align global best practices with local market realities.

With a strong capital foundation of ETB 385 million in initial paid-up capital, WCIB is well positioned to offer reliable, transparent, and high-quality investment banking services tailored to the needs of both institutional and individual investors.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

In May 2025 Wegagen capital officially receive its trading membership certificate from the Ethiopian security exchange. Services provided by Wegagen Capital Investment bank S.C are capital raising, business advisory, stock brokerage and research

	June 30, 2025 Birr'000
Wegagen bank Investment	334,250
Total paid-up capital at investment bank	385,000
Percentage holdings	86.82%
Transaction with Wegagen Investment bank:	
Deposit balance;	332,295
Subsidiary;	June 30, 2025 Birr'000
Profit or loss after taxation	(10,189)
Total assets	383,589

32 Employees

The total number of persons employed during the year was as follows:

	30 June 2025 Number	30 June 2024 Number
Staffs at Wegagen Bank	5,553	5,426
Staffs at Wegagen Capital Investment Bank	33	-
Total staffs	5,586	5,426

33 Contingent liabilities and assets

33a Claims and litigation

The Bank is a party to numerous legal actions brought by different organizations and individuals arising from its normal business operations. The maximum exposure of the Bank to these legal cases as at 30 June 2025 is Br. 706.81 million (30 June 2024: Birr 1,089.42 million). The Bank has made assessment of these legal cases, and held Br. 79.84 million provision (Br. 60.11 million as at June 30, 2024). The remaining legal cases have low possibility of going against the bank and thus no obligation is expected from the Bank.



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

33b Guarantees and letters of credit

The table below summarises the fair value amount of contingent liabilities for the account of customers:

The Bank conducts business involving issuance of various bid bond, performance bonds and advance payment guarantees. These instruments are given as a security to support the performance of a customer to third parties. The Bank also issued letter of credit facilities to importers, which created commitment to the Bank to settle the obligation in foreign currency when the L/C documents are clearly presented to the Bank and recover the amount from customers in local currency. As the Bank will only be required to meet these obligations in the event of the customer's default, the cash requirements of these instruments are expected to be considerably below their nominal amounts.

	30 June 2025	30 June 2024
	Birr'000	Birr'000
Guarantees issued	4,583,597	4,080,986
Letter of credit	3,322,967	4,007,421
	7,906,564	8,088,407

33c Commitments

	30 June 2025	30 June 2024
	Birr'000	Birr'000
Loan commitments;		
Unutilized overdraft and other facilities	6,100,397	2,137,732
	6,100,397	2,137,732

34 Events after reporting period

The Bank has secured access to an international trade finance guarantee facility amounting to 85 million USD following agreements made with the Eastern and Southern African Trade and Development Bank (TDB) and the African Export-Import Bank (Afreximbank). It enhances its capacity to provide Letter of Credit (L/C) confirmation, while also expanding its ability to offer guarantees for various import and export-related documentary services. This advancement positions the Bank to deliver more accessible, reliable, and efficient trade finance solutions to a wider range of clients. Besides to these, the bank has obtained from Commerzbank AG Frankfurt an increment of line of credit to USD 2million and Citibank N.A. New York approved a new credit line of USD 1 million



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

35 Segment Reporting

A segment is a distinguishable component of the Bank that is engaged in providing products or services within a particular economic environment which is subject to risks and rewards that are different from those of other segments. Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.

The chief operating decision maker is the person of the Bank that allocates resources to and assesses the performance of the operating segments of an entity.

The Bank has determined the Board of Directors as its chief operating decision maker. All transactions between business segments are conducted on commercial terms basis with intra-segment revenue and costs being eliminated at Bank level.

Segment information

IFRS 8 requires operating segments to be identified on the bases of internal reports about components of the bank that are regularly reviewed by the board of directors in order to allocate resources to the segment and to assess its performance

Information reported to the Bank's Board of Directors for the purposes of resource allocation and assessment of segment performance is focused on products and services.

The accounting policies of the reportable segments are the same as the Bank's accounting policies described in note 2

For management purposes, the Bank has been organised into two operating segments based on products and services, as follows:

1• Interest Free Banking- All Islamic banking products offered to customers are included under the Islamic Banking segment. These products include Wadiah deposits, Amanah deposits and mudarabah investments, Murabaha and Qard Financing.

2• Conventional Banking- The conventional banking segment comprises of corporate, retail and institutional banking customers in various sectors which include agriculture, manufacturing, domestic trade, construction, hotel and tourism, microfinance institutions, mortgage loans and personal loans. It also comprises public, private, cooperative, government and non-governmental organizations deposits.

The Executive Management Committee have monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profits or losses and is measured consistently with operating profits or losses in the consolidated financial statements. However, income taxes are managed at bank level and are not allocated to operating segments.

Transfer prices between operating segments are based on the Bank's internal pricing framework.

No revenue from transactions with single external customer or Counterparty amounted to 10% or more of the bank's total revenue in 2024/2025



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

30-Jun-25**35a Statement of Profit or Loss**

	Conventional Banking Birr '000	Interest Free Banking Birr '000	The Bank Birr '000
Interest income	8,402,994	-	8,402,994
Income from Interest free financing and investment products	-	56,364	56,364
Interest expense	(3,106,109)		(3,106,109)
Distribution to depositors- Interest Free Banking Products		(50,071)	(50,071)
Net interest income and income from Interest Free Banking products net of distribution to depositors	5,296,885	6,293	5,303,178
Fee and commission income	2,358,410	6,828	2,365,238
Other operating income	2,554,377	1,137	2,555,514
Gain from sale of acquired properties	-	-	-
Loan and Other asset impairment charge	(458,724)	(848)	(459,572)
Net operating income	9,750,949	13,411	9,764,359
Amortization of intangible assets	(83,282)	-	(83,282)
Depreciation of property, plant and equipment	(198,885)	(3,327)	(202,212)
Personnel and Other operating expenses	(5,594,055)	(32,258)	(5,626,313)
Segment Profit before tax	3,874,727	(22,174)	3,852,553
Income tax expense	(1,075,043)	-	(1,075,043)
Segment profit after tax	2,799,684	(22,174)	2,777,510

30-Jun-25**35b Statement of Financial Position**

	Conventional Banking Birr '000	Interest Free Banking Birr '000	The Bank Birr '000
Assets			
Cash and bank balances	11,946,021	3,822,934	15,768,955
Loans and advances to customers	50,625,945		50,625,945
IFB financings	-	634,558	634,558
Investment securities	9,134,087	-	9,134,087
Other assets	4,859,715	299,309	5,159,025
Property and Equipments	3,331,233	16,548	3,347,781
Total assets	79,897,001	4,773,349	84,670,350



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Liabilities

Deposit from customers	61,700,893	-	61,700,893
IFB deposits	-	4,781,899	4,781,899
Current tax liabilities	1,091,622	-	1,091,622
Other liabilities	4,274,338	13,624	4,287,963
Total liabilities	67,066,853	4,795,523	71,862,376

EQUITY

Share capital	7,028,357	-	7,028,357
Share premium	87,819	-	87,819
Retained earnings and reserves	5,664,564	(22,174)	5,642,391
Non-controlling Interest	49,407		49,407
Total equity	12,830,147	(22,174)	12,807,973
Total equity and liabilities	79,897,001	4,773,349	84,670,350

30-Jun-24

35c Statement of Profit or Loss

	Conventional Banking Birr '000	Interest Free Banking Birr '000	The bank Birr '000
Interest income	7,146,891	-	7,146,891
Income from Interest free financing and investment products	-	32,392	32,392
Interest expense	(2,353,076)		(2,353,076)
Distribution to depositors- Interest Free Banking Products		(25,382)	(25,382)
Net interest income and income from Interest Free Banking products net of distribution to depositors	4,793,815	7,010	4,800,825
Fee and commission income	2,143,406	2,921	2,146,327
Other operating income	436,097	639	436,736
Gain from sale of acquired Properties	-	-	-
Loan and Other asset impairment charge	(677,387)	(2,728)	(680,115)
Net operating income	6,695,931	7,842	6,703,773
Amortisation of intangible assets	(34,061)	-	(34,061)
Depreciation of property and equipment	(175,788)	(736)	(176,525)
Personal and Other operating expenses	(4,266,807)	(5,532)	(4,272,339)
Segment Profit before tax	2,219,274	1,573	2,220,847
Income tax expense	(617,646)	-	(617,646)
Segment profit after tax	1,601,628	1,573	1,603,201



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

30-Jun-24**35d Statement of Financial Position**

	Conventional Banking	Interest Free Banking	The Bank
Asset			
Cash and bank balances	11,124,038	1,999,461	13,123,499
Loans and advances to customers	42,826,172		42,826,172
IFB financings	-	463,230	463,230
Investment securities	5,153,850	-	5,153,850
IFB receivables	-	11,008	11,008
Other assets	1,730,035	12,214	1,742,250
Fixed assets	2,400,808	12,733	2,413,541
Total assets	63,234,903	2,498,647	65,733,550
LIABILITIES			
Deposit from customers	49,656,941		49,656,941
IFB deposits	-	2,467,783	2,467,783
Current tax liabilities	641,203		641,203
Other liabilities	3,754,476	5,695	3,760,171
Total liabilities	54,052,620	2,473,478	56,526,098
EQUITY			
Share capital	5,058,890		5,058,890
Share premium	74,917		74,917
Retained earnings and reserves	4,048,475	25,169	4,073,644
Total equity	9,182,282	25,169	9,207,451
Total equity and liabilities	63,234,903	2,498,647	65,733,550



**እ.ኤ.አ ሰኔ 30፣2025 የዉጪ ኦዲተሮች ሪፖርት የተጣመረ ትርፍ
ወይም ኪሳራ ሌሎች የተጣመሩ ገቢዎች እንዲሁም
የሀብት እና እዳ ሚዛን መግለጫ**

ወጋገን ባንክ
Wegagen Bank®



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

ወጋገን ባንክ አ.ማ

የተጣመረ የትርፍ ወይም ኪሳራ እና ሌሎች የተጣመሩ ገቢዎች መግለጫ

እ.ኤ.አ. በሰኔ 30፣2025 ለተጠናቀቀው በጀት ዓመት

ማስታወሻ	ሰኔ 30፣2025	ሰኔ 30፣2024
	በብር '000	በብር '000
የወለድ ገቢ	5	8,459,357
የወለድ ወጪ	6	(3,156,179)
የተጣራ የወለድ ገቢ	5,303,178	4,800,825
የተጣራ የክፍያ እና የኮሚሽን ገቢ	7	2,365,238
የተጣራ ክፍያዎች ክፍያ የተገኙ ገቢዎች	7,668,417	6,916,455
ከሌሎች የአገልግሎት ክፍያ የተገኙ ገቢዎች	8	2,555,514
ለደንበኞች የተሰጡ አጠራጣሪ ብድሮች መጠባበቂያ ክፍያ	9	(465,867)
ሌሎች አጠራጣሪ የሚሰበሰቡ ክፍያዎች መጠባበቂያ ተመላሽ	10	6,295
የተጣራ የአገልግሎት ገቢ	9,764,359	6,673,076
የሰራተኞች ደመወዝ እና ጥቅማ ጥቅም ክፍያዎች	11	(3,962,431)
የማይዳሰሱ ሀብቶች የእርጅና ቅናሽ	20	(83,282)
የቋሚ ንብረት እና መሳሪያዎች የእርጅና ቅናሽ	21	(202,212)
የንብረት መጠቀም መብት የእርጅና ቅናሽ	21a	(310,569)
ሌሎች የአገልግሎት ወጪዎች	12	(1,352,225)
የውጭ ኢዲተሮች የአገልግሎት ክፍያ		(1,087)
ጠቅላላ የአገልግሎት ወጪ	(5,911,807)	(4,452,229)
ከግብር በፊት የተገኘ ትርፍ	3,852,553	2,220,847
የገቢ ግብር	13a	(1,075,043)
ከግብር በኋላ የተገኘ ትርፍ	2,777,510	1,603,201
ከጥምር ትርፍ ላይ የሚመደብ፤		
ለተራ የአክሲዮን ባለቤቶች		2,778,853
የቁጥጥር ስልጣን የሌላቸው አሳታፊዎች ፍላጎት	29d	(1,343)
የተጣራ ሌሎች የተጣመሩ ገቢዎች		
ለሰራተኞች የአገልግሎት ጥቅም መጠባበቂያ ልኬት	25b	(119,790)
በአክሲዮን ኢንሽራንስ መንገድ ድጋሚ ልኬት የተገኙ ገቢዎች	29c	157,963
የተጣራ ሌሎች የተጣመሩ ገቢዎች ድምር	38,174	76,729
ጠቅላላ ድምር የተጣመረ ገቢ ከግብር በኋላ	2,815,684	1,679,929
የአንድ ባለ ብር 1,000 አክሲዮን የትርፍ ድርሻ	46.10%	36.89%
እ.ኤ.አ በሀምሌ 01፣2024 የዘረ የትርፍ ድርሻ	28	1,246,781
የዳሬክተሮች የአገልግሎት ክፍያ	28	(1,500)
ለተከፋፈለ የትርፍ ድርሻ	28	(1,246,781)
የዘመኑ ትርፍ	28	2,777,510
የማይከፋፈል መጠባበቂያ ገንዘብ (የሂሳብ ማስተካከያ)	28	(118,140)
በህግ የተወሰነ ለመጠባበቂያ የተላለፈ	28	(694,378)
የተቆጣጣሪ አካል ስጋት መጠባበቂያ	28	(20,536)
እ.ኤ.አ ሰኔ 30፣2025 ያልተከፋፈለ ትርፍ	1,944,300	1,246,781

- የተያያዙት ማስታወሻዎች የሂሳብ መግለጫዎች አካል ናቸው።
- የሂሳብ መግለጫዎች በዳሬክተሮች ቦርድ እና በማኔጅመንት አማካኝነት እ.ኤ.አ መስከረም 22 ቀን 2025 ተፈቅደው እና ፀድቀው ፊርማ የተደረገባቸው ናቸው።

አቶ አብዱሾ ሁሴን
የዴሬክተሮች ቦርድ ሊቀ መንበር

አክሊሉ ውበት (ዶ/ር)
ዋና ስራ አስፈጻሚ

Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

ወጋገን ባንክ አ.ማ

የተጣመረ ሀብት እና እዳ ሚዛን መግለጫ

እ.ኤ.አ. በሰኔ 30፣2025

		በሰኔ 30፣2025	በሰኔ 30፣2024
	ማስታወሻ	በብር '000	በብር '000
ሀብቶች			
በባንክና በእጅ የሚገኝ ጥሬ ገንዘብ	14	15,768,955	13,123,499
የተጣራ ለደንበኞች የተሰጠ ብድር እና ቅድመ ክፍያ	15a	51,260,502	43,300,410
የአክሲዮን ኢንቨስትመንት ሰነዶች፤			
• የአክሲዮን ኢንቨስትመንት በተጣመረ ገቢ የሚሰላ	16a	822,894	540,695
• የመንግስት ቦንድ ኢንቨስትመንት	16b	8,311,193	4,613,155
ሌሎች ሀብቶች	17	5,159,025	1,742,250
ለኪራይ አገልግሎት የዋለ ንብረት	18	-	2,585
የማይዳሰሱ ሀብቶች (የተጣራ)	20	493,497	48,068
ቋሚ ንብረት እና መሳሪያ (የተጣራ)	21	1,860,431	1,687,442
ንብረትን የመጠቀም መብት ሀብት	21a	993,853	675,445
ጠቅላላ ሀብት		84,670,350	65,733,550
እዳዎች			
የደንበኞች ተቀማጭ ሂሳብ	22	61,651,819	48,417,951
የገንዘብ ተቋማት ተቀማጭ ሂሳብ	23	4,830,973	3,706,774
የዚህ ዓመት ተከፋይ የገቢ ግብር	13c	1,091,622	641,203
ሌሎች እዳዎች	24	3,688,224	3,368,216
ለሰራተኞች የአገልግሎት ጥቅም የግዴታ መጠበቂያ	25	504,869	288,457
ወደፊት የሚከፈል የትርፍ ግብር	13d	94,807	103,498
ጠቅላላ እዳ		71,862,376	56,526,098
የተጣራ ሀብት			
የተከፈለ የአክሲዮን ካፒታል	26	7,028,357	5,058,890
ተጨማሪ የአክሲዮን ክፍያ	26	87,819	74,917
ያልተከፋፈለ ትርፍ	28	1,944,300	1,246,781
በህግ የተወሰነ መጠበቂያ	29a	2,885,999	2,191,622
የተቆጣጣሪ አካል ስጋት መጠበቂያ	29b	646,558	507,882
ሌሎች መጠበቂያዎች	29c	165,534	127,360
ጠቅላላ የተጣራ ሀብት		12,758,566	9,207,451
ጠቅላላ እዳ እና የተጣራ ሀብት		84,670,350	65,733,550

- የተያያዙት ማስታወሻዎች የሂሳብ መግለጫዎች አካል ናቸው።
- የሂሳብ መግለጫዎች በዳሬክተሮች ቦርድ እና በማኔጅመንት አማካኝነት እ.ኤ.አ. መስከረም 22 ቀን 2025 ተፈቅደው እና ፀድቀው ፊርማ የተደረገባቸው ናቸው።

አቶ አብዱሉ ሁሴን
የዴሬክተሮች ቦርድ ሊቀ መንበሪ



አክሊሉ ውበት (ዶ/ር)
ዋና ስራ አስፈጻሚ





ለምቹ ፡ ቀልጣፋ እና አስተማማኝ ግብይት

በወጋገን ባንክ ካርድ እና የክፍያ መፈፀሚያ ማሽኖች ይጠቀሙ



Wegagen Bank Share Company

Annual Separate Financial Statements

For the Year Ended 30 June 2025

ወገን ባንክ
Wegagen Bank



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

Separate Statement of Profit or Loss and Other Comprehensive Income For the Reporting Period Ended 30 June 2025

		30 June 2025	30 June 2024
	Notes	Birr'000	Birr'000
Interest income	36	8,459,357	7,179,283
Interest expense	37	(3,155,997)	(2,378,457)
Net interest income		5,303,361	4,800,825
Fee and Commission Income	38	2,464,926	2,146,327
Fee and Commission Expense	38	(106,374)	(30,697)
Net fee and commission income	38	2,358,553	2,115,630
Net Trading Income		7,661,914	6,916,455
Other operating income	39	2,554,484	436,736
Loan impairment charge	40	(465,867)	(269,292)
Impairment losses on other assets	41	6,295	(410,823)
Net operating income		9,756,826	6,673,076
Salaries and benefits	42	(3,953,215)	(3,208,710)
Amortization of intangible assets	51	(83,282)	(34,061)
Depreciation of property, plant and equipment	52	(201,786)	(176,525)
Depreciation of right-of-use asset	52a	(309,316)	(352,663)
Other operating expenses	43	(1,341,299)	(679,364)
Audit fees		(972)	(906)
Total Operating Expenses		(5,889,871)	(4,452,229)
Profit before income tax		3,866,956	2,220,847
Income tax expense	44a	(1,082,556)	(617,646)
Profit after tax		2,784,400	1,603,201
Other Comprehensive Income (OCI) net of income tax			
Remeasurement gain or(loss) on retirement benefits	56b	(119,790)	9,080
Fair value gain of equity investments	60c	157,963	67,649
Total other comprehensive income (net of tax)		38,174	76,729
Total comprehensive income for the period		2,822,574	1,679,929
Basic & diluted earnings per share	58	46.19%	36.89%

The accompanying notes are an integral part of these financial statements

The financial statements were approved and authorized for issue by the directors and management on September 22, 2025 and signed on their behalf by:

Mr. Abdishu Hussein
Chairperson, Board of Directors

Aklilu Wubet (PhD)
Chief Executive Officer



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

Separate Statement of Financial Position as at 30 June 2025

	Note	30 June 2025 Birr'000	30 June 2024 Birr'000
ASSETS			
Cash and bank balances	45	15,436,200	13,123,499
Loans and advances to customers	46a	51,260,502	43,300,410
Investment securities:			
- Equity Investments at FVOCI	47a	822,894	540,695
- Debt Securities at Amortized Cost	47b	8,311,193	4,613,155
Other assets	48	5,150,762	1,742,250
Investment property	49	-	2,585
Investment in Subsidiary	50	334,250	-
Intangible assets	51	493,497	48,068
Property and Equipment	52	1,827,673	1,687,442
Right-of-Use Asset	52a	984,040	675,445
Total assets		84,621,011	65,733,550
LIABILITIES			
Deposit from customers	53	61,651,819	48,417,951
Deposit from financial institutions	54	4,830,973	3,706,774
Current tax liabilities	44c	1,094,852	641,203
Other liabilities	55	3,675,232	3,368,216
Employee benefit obligations	56	504,869	288,457
Deferred tax liabilities	44d	99,152	103,498
Total liabilities		71,856,898	56,526,098
EQUITY			
Share capital	57	7,028,357	5,058,890
Share premium	57	87,819	74,917
Retained earnings	59	1,948,124	1,246,781
Legal reserve	60a	2,887,722	2,191,622
Regulatory risk reserve	60b	646,558	507,882
Other reserve	60c	165,534	127,360
Total equity		12,764,113	9,207,451
Total liabilities and equity		84,621,011	65,733,550

The accompanying notes are an integral part of these financial statements

The financial statements were approved and authorized for issue by the directors and management on September 22, 2025 and signed on their behalf by:

Mr. Abdishu Hussein
Chairperson, Board of Directors

Aklilu Wubet (PhD)
Chief Executive Officer



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

Separate Statement of Changes in Owners Equity For the Reporting Period Ended 30 June 2025

	Share capital	Share premium	Retained earnings	Legal reserve	Regulatory Risk Reserve	Other Reserve	Total
	Birr'000	Birr'000	Birr'000	Birr'000	Birr'000	Birr'000	Birr'000
Balance at the beginning of the reporting period	3,982,139	57,736	472,937	1,790,822	552,262	50,631	6,906,527
Dividend declared			(472,937)				(472,937)
New shares issued	1,076,751	17,181					1,093,932
Fair value gain of Equity investments (net of tax)						67,649	67,649
Profit for the year			1,603,201				1,603,201
Remeasurement of Defined Benefit plans (net of tax)						9,080	9,080
Prior period tax adjustment							-
Transfer to legal reserve			(400,800)	400,800			-
Transfer from Regulatory Risk Reserve			44,380		(44,380)		-
Balance at the end of 30 June 2024	5,058,890	74,917	1,246,781	2,191,623	507,882	127,360	9,207,451
Dividend declared			(1,246,781)				(1,246,781)
New shares issued	1,969,467	12,902					1,982,369
Fair value gain of Equity investments (net of tax)						157,963	157,963
Profit for the year			2,784,400				2,784,070
Re-measurement of Defined Benefit plans (net of tax)			(1,500)			(119,790)	(119,790)
Directors' share of profit			(696,100)				(1,500)
Transfer to legal reserve			(20,536)	696,100			-
Transfer to regulatory risk reserve					20,536		-
Balance at the end of the reporting period	7,028,357	87,819	2,066,264	2,887,723	528,418	165,534	12,764,113

The accompanying notes are an integral part of these financial statements

The financial statements were approved and authorized for issue by the directors and management on September 22, 2025 and signed on their behalf by:



Mr. Abdishu Hussein
Chairperson, Board of Directors



Akilu Wubet (PhD)
Chief Executive Officer



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

Separate Statement of Cash Flows For the Reporting Period Ended 30 June 2025


	Notes	30 June 2025 Birr'000	30 June 2024 Birr'000
Cash flows from operating activities			
Cash generated from operations	61	7,967,470	7,197,323
Profit tax assesment paid		-	-
Income tax paid	44c	(649,612)	(355,126)
Net cash (outflow)/inflow from operating activities		7,317,859	6,842,197
Cash flows from investing activities			
Purchase of investment securities	47	(390,787)	(131,536)
Purchase of intangible assets	51	(528,711)	(33,311)
Purchase of property, plant and equipment	52	(433,606)	(340,608)
Payment for asset use right acquisitions	52a	(688,103)	(357,782)
Proceeds from matured debt securities	47b	(3,698,038)	(2,551,365)
Proceeds from sale of PPEs		-	12,745
Net cash (outflow)/inflow from investing activities		(5,739,245)	(3,401,857)
Cash flows from financing activities			
Share premium collected	57	12,902	17,181
New shares issued	57	1,969,467	1,076,751
Directors' remuneration paid	59	(1,500)	-
Dividend paid	59	(1,246,781)	(472,937)
Net cash (outflow)/inflow from financing activities		734,088	620,995
Net increase/(decrease) in Cash and bank balances		2,312,701	4,061,334
Cash and bank balances at the beg. of the year	45	13,123,499	9,059,264
Effect of exchange rate movement on Cash and bank balances		-	2,901
Cash and bank balances at the end of the year		15,436,200	13,123,499

The accompanying notes are an integral part of these financial statements

The financial statements were approved and authorized for issue by the directors and management on September 22, 2025 and signed on their behalf by:


Mr. Abdishu Hussein
Chairperson, Board of Directors


Aklilu Wubet (PhD)
Chief Executive Officer



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

Notes to the Separate Financial Statement for the Reporting Period Ended 30 June 2025

	30 June 2025 Birr'000	30 June 2024 Birr'000
36 Interest income		
Treasury Bill	47,500	71,799
Loans and advances to customers	7,583,342	6,686,739
Investment securities	787,214	417,900
Interest Income on Corrospendent Bank Accounts	41,302	2,845
	8,459,357	7,179,283
37 Interest expense		
Savingdeposits	1,489,562	1,361,414
Fixed time deposits	1,443,395	904,674
Currentdeposits	5,406	6,090
Short term borrowing	189,649	20,190
Interest Incurred on lease liabilities	27,984	86,089
	3,155,997	2,378,457
38 Net fees and commission income		
Fee and Commission Income;		
Commission and fees on L/C	1,879,844	1,793,764
Commission on Gurantees	237,241	163,811
Agent Banking Fee	35,090	21,608
ATM Transaction Fees-Foreign	2,241	2,227
ATM Transaction Fees-Local	2,611	1,233
Commission on CPO issued	1,679	2,675
Credit Information Charge	69,716	43,378
Service Charge-Local	17,001	15,494
SWIFT charges	98,072	39,345
Commission Sundries	45,508	26,350
Commission & Charges from IFB	75,921	36,407
Commission and Fees on Fund transfers	2	35
	2,464,926	2,146,327
Fee and Comission Expense;		
Visa Charge	29,904	486
Master Card Charges	16,606	320
Ethswitch Charges	12,782	2,091
Membership Fee	11,267	1,081
Broad Band Expense	25,068	18,130
Subscription & Publication	521	534
License Fee	10,223	8,054
	106,374	30,697
Net fee and commission income	2,358,553	2,115,630



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

39 Other operating income

Rental income
Estimation fees
Rebates
Fee on Bounced Checks
Dividend income
Gain on Disposal of Old Assets
Card purchase & replacement income
Sundries-Local
Gain from Foreign exchange rate spread
Gain on foreign exchange Dealing

30 June 2025 Birr'000	30 June 2024 Birr'000
11,432	18,642
2,907	2,677
3,076	2,726
143	115
49,877	21,862
6,967	12,803
4,717	465
61,684	22,930
605,983	-
1,807,698	354,515
2,554,484	436,736

40 Loan impairment charge

Loans and Advances - charge for the year (note 46b)

30 June 2025 Birr'000	30 June 2024 Birr'000
465,867	269,292
465,867	269,292

41 Impairment losses on other assets

Other assets - charge back for the year (note 48a)

30 June 2025 Birr'000	30 June 2024 Birr'000
(6,295)	410,823
(6,295)	410,823

42 Salaries and benefits

Employee salaries
Outsourced employee salaries
Pension costs
Short-term employee benefits
Directors monthly allowance
Severance pay- Defined benefit plan

30 June 2025 Birr'000	30 June 2024 Birr'000
1,891,033	1,531,044
308,043	323,128
207,371	167,108
1,470,688	1,111,533
1,200	3,994
74,880	71,904
3,953,215	3,208,710



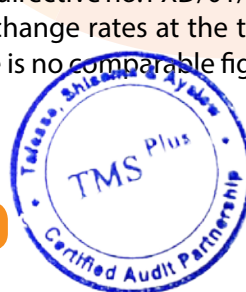
Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

	30 June 2025 Birr'000	30 June 2024 Birr'000
43 Other operating expenses		
Advertisement & Publicity	107,521	66,499
Agent Banking	2	1,061
Bank Charges	19,863	7,535
Card payment Charges	6,902	1,016
Consultant Fee	47,522	62
Communication expenses	7,590	5,270
Consumables	29,415	31,179
Donations	29,837	75,708
Stamp Duty Expense	2,243	897
Entertainment	7,153	3,499
Event organization expense	11,544	2,482
Insurance	21,516	25,024
IT support charges	81,052	43,354
E-banking support charges	105,476	22,839
Court related Expenses	4,910	849
Legal provision	16,008	49,193
Land and Building Tax	8,375	9,828
Loss on Disposal of fixed assets	999	7,372
Maintenance	73,997	49,019
Money transfer charges	17,669	11,280
Penalty Expense	-	6,309
Perdiem and Travel	85,469	28,068
Petrol and Oil	48,503	33,715
Printing and stationary	34,774	28,154
Rental expenses	65,766	4,035
Sundries	9,784	7,376
Uniform	25,893	22,271
Utilities	19,211	13,179
Wages for non-permanent employees.	246	221
Loading and Unloading Expense	3,727	2,849
Loss on exchange rate negotiation	302,930	-
Deposit Insurance Expense	145,403	119,220
	1,341,299	679,364

On July 29, 2024, National Bank of Ethiopia issued directive no. FXD/01/2024, which permits banks and foreign currency recipients to negotiate exchange rates at the time of currency purchase. As this directive marks a significant change, there is no comparable figure from previous periods for the foreign exchange rate loss.



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

44 Income and deferred tax

44a Current income tax

Income tax
Deferred income tax/(credit) to profit or loss
Total charge to profit or loss
Tax (credit) on other comprehensive income
Total tax in statement of comprehensive income

30 June 2025 Birr'000	30 June 2024 Birr'000
1,103,261	641,553
(20,705)	(23,907)
1,082,556	617,646
16,360	32,884
1,098,916	650,530

44b Reconciliation of effective tax to statutory tax

The tax on the Bank's profit before income tax differs from the theoretical amount that would arise using the statutory income tax rate as follows:

Profit before tax

Non-allowable Expenses;

Entertainment
Representation Allowance
Donation
Penalty
Provision for Legal cases
Employee Severance benefits expensed
Loss on disposal of fixed assets
Provision for loans and other assets
Depreciation for accounting purpose
Depreciation and int. expense as per IFRS 16
Amortization for accounting purpose
Loss on FCY revaluation
Life Insurance
Staff loan Fair valuation
Accrue leave Expense
Allowable Expenses;
Depreciation for tax purpose
Amortization for tax purpose
Rent expense
Employee severance paid in cash
Provision for loans and other assets
Accrued leave paid in cash to resigned staffs
Dividend income taxed at source
Interest income exempt/taxed at Sources
Gain from sale of acquired properties
Interest from correspondent banks taxed at 5%

30 June 2025 Birr'000	30 June 2024 Birr'000
3,866,956	2,220,847
7,153	3,499
-	11,875
2,687	6,403
-	6,309
16,008	49,193
74,880	71,904
999	6,636
465,867	680,115
201,786	176,525
337,301	438,752
83,282	34,061
405,459	30,859
18,719	15,850
47,725	65,538
104,921	34,717
1,766,788	1,632,237
(220,550)	(197,941)
(61,709)	(22,091)
(403,067)	(338,435)
(29,596)	(19,855)
(361,550)	(617,689)
(4,924)	(2,873)
(49,877)	(21,862)
(783,632)	(489,699)
-	(1,284.78)
(41,302)	(2,845)
(1,956,206)	(1,714,574)
3,677,537	2,138,511
1,103,261	641,553

Taxable Income

Statutory tax at rate 30%



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

	30 June 2025 Birr'000	30 June 2024 Birr'000
44c Current income tax liability		
Balance at the beginning of the year	641,203	354,776
Charge for the year:		
Income tax expense	1,103,261	641,553
Payment during the year	(641,203)	(354,776)
Withholding tax	(8,409)	(350)
Balance at the end of the year	1,094,852	641,203

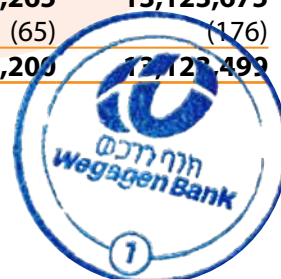
The income tax payable during the period are current in nature.

44d Deferred income tax

Deferred income tax assets and liabilities, deferred income tax charge/(credit) in profit or loss ("P/L), in equity and other comprehensive income are attributable to the following items:

	At 1 July 2024 Birr'000	Credit/ (charge) to P/L Birr'000	Credit/ (charge) to OCI Birr'000	30 June 2025 Birr'000
Deferred income tax (assets)/ liabilities:				
Property, Plant and Equipment	119,913	22,879		142,792
Post employment benefit obligation	(86,537)	(13,585)	(51,338)	(151,461)
Accrued Leave	(23,729)	(29,999)		(53,728)
Equity Investments	93,851		67,699	161,549
Total deferred tax (assets)/liabilities	103,498	(20,705)	16,360	99,152
	At 1 July 2023 Birr'000	Credit/ (charge) to P/L Birr'000	Credit/ (charge) to equity Birr'000	30 June 2024 Birr'000
Deferred income tax assets/ (liabilities):				
Property, plant and equipment	118,652	1,261		119,913
Post employment benefit obligation	(74,814)	(15,615)	3,891	(86,537)
Accrued Leave	(14,176)	(9,553)		(23,729)
Equity Investments	64,858		28,992	93,851
Total deferred tax assets/(liabilities)	94,521	(23,906)	32,884	103,498

	30 June 2025 Birr'000	30 June 2024 Birr'000
45 Cash and bank balances		
Cash in hand	1,391,320	1,225,035
Deposit with local commercial banks	1,415,309	1,066,152.8
Deposit with foreign banks	6,610,730	2,937,736
Deposit with National Bank of Ethiopia	5,718,906	5,416,933
Deposit with Interbank Money Market	300,000	-
Treasury Bills	-	2,477,818
Gross cash and bank balances	15,436,265	13,123,675
Impairment Allowance for cash	(65)	(176)
	15,436,200	13,123,499



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

Maturity analysis

Current

Non-Current

30 June 2025
Birr'000

30 June 2024
Birr'000

15,436,200

13,123,499

-

-

15,436,200

13,123,499

30 June 2025
Birr'000

30 June 2024
Birr'000

46 Loans and advances

46a Loans and advances to customers

Manufacturing

7,855,541

6,445,065

Domestic Trade and Services

9,580,063

8,153,159

Construction

8,241,443

7,157,135

Transport Service

4,228,026

3,733,860

Export

8,791,973

7,872,182

Import

13,242,348

10,636,981

Staff loans

311,679

694,434

Digital lending

624,095

-

IFB-Financing & Investments

650,146

483,817

Gross loans and advances

53,525,315

45,176,634

Less: Impairment allowance (note 46b)

(2,264,813)

(1,876,223)

Net loans and advances

51,260,502

43,300,410

30 June 2025
Birr'000

30 June 2024
Birr'000

Maturity analysis

Current

14,987,088

10,447,523

Non-Current

36,273,414

32,852,887

51,260,502

43,300,410

During the reporting period the Bank in collaboration with Qena, a platform by Kifya Financial Technology, has officially launched its new digital lending product "Efoyta. The digital lending product aims to benefit various segments of society by providing accessible financing. Efoyta is designed to alleviate cash shortage challenges and especially meet the working capital needs of micro, small, and medium enterprises (MSMEs) as well as enable salaried employees to access emergency loan facility.

46b Impairment allowance on loans and advances to customers

A reconciliation of the allowance for impairment losses for loans and receivables by class, is as follows:



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

	As at 1 July 2024	Write offs during the year	Charge for the year	As at 30 June 2025
Allowance for loan impairment	Birr'000	Birr'000	Birr'000	Birr'000
Construction	236,832	-	108,465	345,297
Domestic Trade and Services	788,064	(11,120)	(53,135)	723,808
Export	315,878	(53,663)	(46,816)	215,399
Import	209,921	-	488,727	698,648
Manufacturing	236,162	-	(39,137)	197,024
Staff loans	5,869	(1,116)	472	5,225
Transport Service	73,672	-	(9,970)	63,702
Letter of Guarantee	88	-	(5)	83
Letter of Credit	160	-	(121)	39
IFB Financing	9,578	(11,378)	17,388	15,589
	1,876,223	(77,277)	465,867	2,264,813

	As at 1 July 2023	Write offs during the year	Charge for the year	As at 30 June 2024
Allowance for loan impairment	Birr'000	Birr'000	Birr'000	Birr'000
Construction	462,367	-	(205,375)	236,832
Domestic Trade and Services	392,362	-	395,701	788,064
Export	211,452	-	104,426	315,878
Import	227,803	-	(17,882)	209,921
Manufacturing	259,250	-	(23,089)	236,162
Staff loans	1,570	-	4,299	5,869
Transport Service	65,231	-	8,441	73,672
Guarantee	39	-	49	88
Letter of Credit	165	-	(5)	160
IFB Financing	6,851	-	2,728	9,578
	1,627,090	-	269,292	1,876,223

47 Investment Securities

47a Equity Investment securities at FVOCI

	30 June 2025 Cost Birr'000	Fair Value(FV) Adjustment	30 June 2025 FV Birr'000	30 June 2024 FV Birr'000
Ethswitch	126,616	538,458	665,074	449,037
Africa Insurance S.C	31,066	(2,707)	28,359	22,151
Addis International Convention Center	56,666	2,084	58,750	3,813
Ethiopian Reinsurance S.C	21,085	5,814	26,899	17,453
Capital Finance Excellence Center	5,000	1,352	6,352	10,666
Allenatech Electronics S.C.	5,000	(1,950)	3,050	(1,389)
Ethiopian Securities Exchange S.C	38,963	(4,552)	34,411	38,963
	284,396	538,498	822,894	546,695



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

All the above equity investments are made in unquoted companies whose fair value is determined on net asset basis. Valuation of these investments have made by independent consultant for the reporting period.

Reconciliation of Fairvalue Adjustment	Fair Value Adjustment as at July 1, 2024 Birr'000	Adjustment during reporting period	Fair Value Adjustment as at June 30, 2025 Birr'000
Ethswitch	359,942	178,517	538,458
Africa Insurance S.C	4,151	(6,859)	(2,707)
Addis International Convention Center	(50,187)	52,270	2,084
Ethiopian Reinsurance S.C	(348)	6,162	5,814
Capital Finance Excellence Center	5,666	(4,314)	1,352
Allenatech Electronics S.C.	(6,389)	4,439	(1,950)
Ethiopian Securities Exchange S.C	-	(4,552)	(4,552)
Balance at the end of reporting period	312,836	225,662	538,498

47b Investment in Debt Securities	30 June 2025 Birr'000	30 June 2024 Birr'000
Ethiopian Government Securities	8,311,604	4,613,385
Impairment Allowance for Debt Securities	(411)	(230)
Balance at the end of reporting period	8,311,193	4,613,155

Maturity analysis	30 June 2025 Birr'000	30 June 2024 Birr'000
Current	-	-
Non-Current	8,311,193	4,613,155
	8,311,193	4,613,155



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

	30 June 2025 Birr'000	30 June 2024 Birr'000
48 Other assets		
Financial assets;		
Staff receivables	2,352	1,258
Receivable from money transfer agents	99,112	81,809
Receivable from VISA	10,815	1,147
Receivable from Master Card	2,151	4,046
Eth-switch Receivable	137,388	13,758
Emergency salary advance	896,452	-
Receivable from employment agencies	835,589	-
Other receivables	1,942,208	1,122,155
Receivables due to cash lost	196,567	193,268
Gross financial assets	4,122,633	1,417,441
Less: Impairment allowance (note 48a)	(802,424)	(810,693)
Net financial assets	3,320,209	606,749
Non-financial assets;		
Prepayments	794,989	270,821
Prepaid expenses on staff loans	509,543	600,590
Inventory	123,247	101,260
Repossessed properties	402,774	162,830
Gross Non-financial assets	1,830,552	1,135,501
Balance at the end of reporting period	5,150,762	1,742,250

	30 June 2025 Birr'000	30 June 2024 Birr'000
Maturity analysis		
Current	4,635,889	1,447,290
Non-Current	514,873	294,959
	5,150,762	1,742,250

Emergency salary advance and receivable from employment agencies are non-interest bearing financial assets reclassify from loan and advance to financial assets during the reporting period

48a Impairment allowance on other assets

A reconciliation of the allowance for impairment losses for other assets is as follows:

	30 June 2025 Birr'000	30 June 2024 Birr'000
Balance at the beginning of the year	810,693	400,101
Reversal/Written off during the year	(1,974)	410,591
charge for the year	(6,295)	-
Balance at the end of the year	802,424	810,693



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

48b Inventory

A breakdown of the items included within inventory is as follows:

	30 June 2025 Birr'000	30 June 2024 Birr'000
Stationery	23,200	30,898
Office supplies	45,163	37,847
Visa cards	18,754	1,320
Other stock	35,969	31,035
Memorial Coins	161	161
	123,247	101,260

49 Investment Property

Cost:

At at July 01, 2024

Renovation

Reclassification

At the end of the reporting period

Accumulated depreciation:

At at July 01, 2024

Charge for the year

Reclassification

At the end of the reporting period

Net book value

	30 June 2025 Birr'000	30 June 2024 Birr'000
	3,027	943
	-	2,084
	(3,027)	-
	-	3,027
	441	384
	58	58
	(499)	-
	-	441
	-	2,585

Kombolcha building, previously held by the bank for rental purposes and generating income, experienced tenant departures during the year. As a result, the bank has decided to renovate the property for its own operational use. Accordingly, the asset has been reclassified from investment property to property, plant, and equipment in line with applicable accounting standards.

50 Investment in Wegagen capital investment bank

	30 June 2025 Birr'000	30 June 2024 Birr'000
Wegagen Capital Investment Bank	334,250	0

The bank invest in new company 'Wegagen capital investment bank' with shareholdings of 86.82%, Wegagen-capital investment bank has starts its operation in the end of the reporting period (refer note 62c).



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

51 Intangible Assets

Cost:

	Purchased Software Birr'000	Software Under Development Birr'000	Total Birr'000
As at 1 July 2023	172,156	-	172,156
Acquisitions	33,311		33,311
As at 30 June 2024	205,467	-	205,467
As at 1 July 2024	205,467	-	205,467
Acquisitions	528,711		528,711
As at 30 June 2025	734,178	-	734,178

Accumulated amortisation

As at 1 July 2023	123,338	-	123,338
Amortisation	34,061		34,061
As at 30 June 2024	157,399	-	157,399
As at 1 July 2024	157,399	-	157,399
Amortisation	83,282		83,282
As at 30 June 2025	240,681	-	240,681

Net book value

As at 30 June 2024	48,818	-	48,068
As at 30 June 2025	493,497	-	493,497

52 Property and Equipment

Cost:

	Office Equipments Birr'000	Building Birr'000	Motor vehicles Birr'000	Furniture and Fittings Birr'000	Computer Equipment Birr'000	Capital work in Progress Birr'000	Total Birr'000
As at 1 July 2023	488,871	857,848	314,235	276,370	531,935	12,077	2,261,045
Additions	129,219	-	119,940	74,026	160,326	1,317	237,478
Disposals	(875)	-	(2,266)	(3,359)	(2,114)	-	(8,615)
Write-off	(10,923)	-	(4,002)	(1,205)	(6,529)	-	-
Reclassification	(55,507)	(2,084)	(3,426)	(9,120)	(76,167)	-	-
As at 30 June 2024	550,784	855,764	424,481	336,712	607,451	13,395	2,788,586
As at 1 July 2024	550,784	855,764	424,481	336,712	607,451	13,395	2,788,586
Additions	111,411	-	12,379	186,478	121,871	1,466	433,606
Disposals	(1,416)	-	(1,386)	(7,593)	(8,206)	-	(18,601)
Write-off	-	-	-	(186)	-	-	(186)
Reclassification	(36,614)	3,027	(3,343)	(15,331)	(36,946)	-	(89,208)
As at 30 June 2025	624,164	858,791	432,130	500,081	684,170	14,861	3,114,197



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

Accumulated depreciation;

As at 1 July 2023	263,724	88,351	181,095	131,038	283,966	-	948,173
Charge for the year	43,201	16,304	28,473	26,408	62,139	-	176,525
Write-off	(8,054)	-	(3,043)	(101)	(4,855)	-	-
Disposals	(626)	-	(2,142)	(2,741)	(1,991)	-	(7,501)
As at 30 June 2024	298,245	104,655	204,382	154,603	339,259	-	1,101,144
As at 1 July 2024	298,245	104,655	204,382	154,603	339,259	-	1,101,144
Charge for the year	48,645	16,317	30,929	35,983	69,912	-	201,786
Write-off				(110)		-	(110)
Disposals	(1,386)	-	(1,293)	(5,989)	(8,070)	-	(16,737)
Reclassification		441					441
As at 30 June 2025	345,504	121,414	234,019	184,487	401,101	-	1,286,524
Net book value							
As at 30 June 2024	252,539	751,109	220,098	182,109	268,192	13,395	1,687,442
As at 30 June 2025	278,661	737,377	198,111	315,594	283,069	14,861	1,827,673

52a Leases

Amount recognized in statement or profit or loss in respect of leases for which the bank is lessee;

	30 June 2025 Birr'000	30 June 2024 Birr'000
Depreciation charge for right-of-use assets	309,316	352,663
Interest Expense on lease liabilities	27,984	86,089
Expense related to short-term leases	65,766	4,035
Cost of lease contracts - stamp duty	2,160	863
	405,227	443,650

Amount recognized in statement of financial position in respect of leases for which the bank is lessee;

	30 June 2025 Birr'000	30 June 2024 Birr'000
Right of use assets		
• Office building	984,040	675,445
Lease liabilities		
• Office building	272,700	186,533
Maturity analysis of lease liabilities		
Less than one year	65,448	44,768
More than one year	207,252	141,765
	272,700	186,533



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

53 Deposits from customers

	30 June 2025 Birr'000	30 June 2024 Birr'000
Demand deposits	20,746,597	16,504,445
Saving deposits	32,949,781	27,864,741
Fixed term deposits	7,955,441	4,048,764
	61,651,819	48,417,951

Maturity analysis

	30 June 2025 Birr'000	30 June 2024 Birr'000
Current	22,811,173	8,624,716
Non-Current	38,840,646	39,793,235
	61,651,819	48,417,951

54 Deposit from financial institutions

	30 June 2025 Birr'000	30 June 2024 Birr'000
Saving Deposit	816,916	114,976
Demand Deposit	939,663	459,440
Fixed Term deposit	3,074,394	3,132,357
Total	4,830,973	3,706,774

Maturity analysis

	30 June 2025 Birr'000	30 June 2024 Birr'000
Current	1,787,460	660,290
Non-Current	3,043,513	3,046,484
	4,830,973	3,706,774

55 Other liabilities

Financial liabilities

	30 June 2025 Birr'000	30 June 2024 Birr'000
Blocked Account	9,488	9,562
Cash payment order payable	231,578	233,603
Customer deposits for letter of credit	1,564,389	1,388,599
Deferred revenue	128,681	206,156
Deposit for Guarantees Issued	11,003	26,681
Dividend payable	82,956	43,110
Exchange payable to NBE	9,178	49,071
Nostro Account	-	29
Old draft payable	59,966	61,092
Payable to Ethio switch	19,151	6,902
Prepaid card control account	9,551	7,705
Telegraphic transfer payable	12,397	12,415
	2,138,338	2,041,925



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

Non-financial liabilities

Provision for court cases	70,355	60,115
Pension Contribution Pay	20,301	20,912
Stamp duty payable	5,746	3,138
Interest Tax Payable	20,907	13,193
Withholding tax payable	1,326	3,180
Employee income Tax Payable	105,726	41,934
VAT payable	46,376	6,136
Cost Sharing Payable	290	404
Technical Service Payable	5,801	1,618
Accrued leave pay	179,093	79,096
Sundry payables	549,063	619,536
Lease Liability	272,700	186,533
Employee Bonus Payable	259,210	287,496

1,536,894 1,323,291

Gross amount

3,675,232 3,368,216

Maturity analysis

	30 June 2025	30 June 2024
	Birr'000	Birr'000
Current	3,467,980	3,226,451
Non-Current	207,252	141,765
	3,675,232	3,368,216

56 Employee benefit obligations

56a Defined benefits liabilities:

	30 June 2025	30 June 2024
	Birr'000	Birr'000
-Severance benefits	504,869	288,457
Liability in the statement of financial position	504,869	288,457

	30 June 2025	30 June 2024
	Birr'000	Birr'000

- Severance pay	74,880	71,904
Total defined benefit expenses	74,880	71,904

Remeasurements for:

- Severance pay	(12,971)	(12,971)
	(12,971)	(12,971)

The income statement charge included within personnel expenses includes current service cost, interest cost, past service costs on the defined benefit schemes.



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

56b Severance pay

The Bank operates an unfunded severance pay plan for its employees who have served the Bank for 5 years and above and are below the retirement age (i.e. has not met the requirement to access the pension fund and provident fund). The final pay-out is determined by reference to current benefit's level (monthly salary) and number of years in service and is calculated as 1 month salary for the first year in employment plus 1/3 of monthly salary for each subsequent in employment to a maximum of 12 months final monthly salary.

Below are the details of movements and amounts recognised in the financial statements:

	30 June 2025 Birr'000	30 June 2024 Birr'000
A Liability recognised in the stat. of financial position	504,869	288,457
B Amount recognised in profit or loss statement	30 June 2025 Birr'000	30 June 2024 Birr'000
Current and past service cost	19,698	18,519
Interest cost	55,182	53,398
	74,880	71,917
C Amount recognised in other comprehensive income:	30 June 2025 Birr'000	30 June 2024 Birr'000
Remeasurement gain or(loss) arising from experience	(93,703)	33,627
Remeasurement (loss) arising from economic assumptions	(77,425)	(20,656)
Tax Credit/Charge	51,338	(3,891)
	(119,790)	9,080
The movement in the defined benefit obligation over the years is as follows:		
	30 June 2025 Birr'000	30 June 2024 Birr'000
At the beginning of the year	288,457	249,379
Current and past service cost	19,698	18,519
Interest cost	55,182	53,398
Re-measurement (gains)/ losses	171,128	(12,971)
Benefits paid	(29,596)	(19,868)
At the end of the year	504,869	288,457

The significant actuarial assumptions were as follows:



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

i) Financial Assumption Long term Average

	30 June 2025 Birr'000	30 June 2024 Birr'000
Discount Rate	14.50%	18.80%
Salary Increase rate	14.20%	16.30%
Inflation rate	12.20%	14.30%

ii) Mortality in Service

Mortality rates are commonly set with reference to standard tables published by reputable institutions (such as the Actuarial Society of South Africa and the Central Statistics Agency ("CSA")) who have access to statistically significant data from which to derive mortality rates. Sample mortality rates are as follows:

Age	'Mortality rate	
	Males	Females
20	0.31%	0.22%
25	0.30%	0.23%
30	0.36%	0.31%
35	0.41%	0.28%
40	0.52%	0.32%
45	0.45%	0.43%
50	0.63%	0.63%
55	0.98%	0.98%
60	1.54%	1.54%

iii) Withdrawal/Resignation from Service

The withdrawal rates are believed to be reasonably representative of the Ethiopian experience. The valuation assumed that resignation rates decrease by 2.5% for each age from 15% at age 20 (and below) to 0% at age 50. A sample of the resignation rates is summarised in the table below.

Age	Resignation rates per annum
20	15.00%
25	12.50%
30	10.00%
35	7.50%
40	5.00%
45	2.50%
50	0.00%

The sensitivity of the main results to changes in the assumed salary escalation rates and the discount rate have been calculated based on the duration of the liabilities. The changes in the Reporting Period 30 June 2025 Defined Benefit Obligation and the assets are reflected below:



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

	BASE DBO Birr'000	Current service cost one year impact Birr'000	% Change Birr'000
Discount rate + 1%	504,869	462,437	-8.4%
Discount rate - 1%	504,869	551,739	9.3%
Salary Increase+1%	504,869	551,439	9.2%
Salary Increase+1%	504,869	461,974	-8.5%

The above sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the pension liability recognised within the statement of financial position.

57 Share capital

Authorised:

Ordinary shares of Birr 1000 each

Issued and fully paid:

Ordinary shares of Birr 1000 each

Share premium

30 June 2025
Birr'000

30 June 2024
Birr'000

20,000,000

20,000,000

7,028,357

5,058,890

87,819

74,917

7,116,176

5,133,807

58 Earnings per share

Basic earnings per share (EPS) is calculated by dividing the profit after tax attributable to ordinary shareholders by the weighted average number of ordinary shares in issue during the reporting period

	30 June 2025 Birr'000	30 June 2024 Birr'000
Profit attributable to shareholders	2,784,400	1,603,201
Weighted average number of ordinary shares in issue	6,028,243	4,345,658
Basic earnings per share (%age)	46.19%	36.89%

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. There were no potentially dilutive shares at the reporting date and the year before, hence the basic and diluted profit per share have the same value.



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

59 Retained earnings

At the beginning of the year
Dividend Paid/Capitalized
Board of directors remuneration
Profit/(Loss)for the year
Transfer to Legal Reserve
Transfer to Regulatory Reserve
Non-distributable reserve adjustment
Balance at the end of the year

30 June 2025	30 June 2024
Birr'000	Birr'000
1,246,781	472,937
(1,246,781)	(472,937)
(1,500)	-
2,784,400	1,603,201
(696,100)	(400,800)
(20,536)	44,380
(118,140)	-
1,948,124	1,246,781

60 Reserve

60a Legal Reserve

At the beginning of the year
Transfer from profit or loss
At the end of the year

30 June 2025	30 June 2024
Birr'000	Birr'000
2,191,622	1,790,822
696,100	400,800
2,887,722	2,191,622

The NBE directive No. SBB/1360/2025 article 22(1) requires the Bank to transfer annually 25% of its annual net profit to its legal reserve account.

60b Regulatory Risk Reserve

This includes interest on Non performing loans/Stage 3 loans that are recognized per IFRS but not available for dividend distribution as required by National Bank of Ethiopia directive and the excess of provision per NBE directive over that of IFRS 9 which is not accounted as bad debt expense.

Opening Balance
Additional provision per NBE
Prior period adjustment
Interest income on Non Performing Loans(NPL)

30 June 2025	30 June 2024
Birr'000	Birr'000
507,882	552,262
-	84,151
118,140	-
20,536	(128,531)
646,558	507,882



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

60c Other Reserve

The other reserve includes the fair value gain/loss on equity instruments classified at FVOCI and remeasurement gains/losses on defined benefit obligations of the Bank.

	30 June 2025	30 June 2024
	Birr'000	Birr'000
Opening Balance	127,360	50,631
Fair Value gain of Equity Instruments	157,963	67,649
Remeasurement loss on defined benefit plans(net of tax)	(119,790)	9,080
	165,534	127,360

	30 June 2025	30 June 2024
	Birr'000	Birr'000
61 Cash generated from operating activities		
Profit before tax	3,866,956	2,220,847
Adjustments for non-cash items:		
Depreciation of property, plant and equipment	201,786	176,467
Depreciation of investment property	-	58
Amortisation of intangible assets	83,282	34,061
Depreciation of right of use assets	309,316	352,663
(Gain)/Loss on disposal of property, plant and equipment	-	7,372
Impairment on loans and receivables	460,048	680,115
Foreign currency exchange rate gain on cash and cash equivalents	-	(5,796)
Employee benefit obligations	179,801	106,634
Dividend income	(49,877)	(21,862)
Changes in working capital:		
-Decrease/ (Increase) in loans and advances	(8,348,682)	(5,255,929)
-Decrease/ (Increase) in other assets	(3,400,243)	(709,584)
-Increase/ (Decrease) in deposits from customers	13,233,869	8,523,741
-Increase/ (Decrease) in deposits from financial institutions	1,124,199	807,309
-Increase/ (Decrease) in other liabilities	307,015	281,226
	7,967,470	7,197,323

62 Related party transactions

A number of transactions were entered into with related parties in the normal course of business. These are disclosed below:

		30 June 2025	30 June 2024
		Birr'000	Birr'000
62a Transactions with related parties	Nature of relationship		
I. Loans and advances to:	• Influential shareholders	2,208,185	1,717,250
	• Key Management Personnel	98,111	96,343
		2,306,296	1,813,593
II. Deposit balances of:	• Influential shareholders	964,841	414,141
	• Key Management Personnel	20,131	2,660
		984,971	416,801



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

62b Key management compensation

Key management has been determined to be the members of the Board of Directors and the Executive Management of the Bank. The compensation paid or payable to key management is shown. There were no sales or purchase of goods and services between the Bank and key management personnel as at 30 June 2025:

		30 June 2025	30 June 2024
		Birr'000	Birr'000
Salaries and other	• Board of Directors	1,200	3,994
employee benefits to :	• Executive Management	35,441	22,528
		36,641	26,521

Compensation of the Bank's key management personnel includes salaries, non-cash benefits and contributions to the post-employment defined contribution plans.

62C Investment in Wegagen-Capital Investment Bank

Wegagen Capital Investment Bank S.C. (WCIB) is Ethiopia's first investment bank licensed by Ethiopian capital market authority on March 2025, established to shape the future of the country's financial markets. Guided by the visionary leadership of Chief Executive Officer Mrs. Brutawit Dawit Abdi, WCIB is committed to delivering trusted, forward-looking, and innovative financial solutions that align global best practices with local market realities.

With a strong capital foundation of ETB 385 million in initial paid-up capital, WCIB is wellpositioned to offer reliable, transparent, and high-quality investment banking services tailored to the needs of both institutional and individual investors.

In May 2025 Wegagen capital officially receive its trading membership certificate from the Ethiopian security exchange. Services provided by Wegagen Capital Investment bank S.C are capital raising, business advisory, stock brokerage and research

	June 30, 2025
	Birr'000
Wegagen bank Investment	334,250
Total paid-up capital in investment company	385,000
Percentage holdings	86.82%
Transaction with Wegagen Investment bank:	
Deposit balance;	332,295
Subsidiary;	
Profit or loss after taxation	(10,189)
Total assets	383,589



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

63 Employees

The total number of persons employed by the Bank during the year was as follows:

	30 June 2025	30 June 2024
	Number	Number
Total staff	5,553	5,426

64 Contingent liabilities and assets

64a Claims and litigation

The Bank is a party to numerous legal actions brought by different organizations and individuals arising from its normal business operations. The maximum exposure of the Bank to these legal cases as at 30 June 2025 is Br. 706.81 million (30 June 2024: Birr 1,089.42 million). The Bank has made assessment of these legal cases, and held Br. 79.84 million provision (Br. 60.11 million as at June 30, 2024). The remaining legal cases have low possibility of going against the bank and thus no obligation is expected from the Bank.

64b Guarantees and letters of credit

The Bank conducts business involving issuance of various bid bond, performance bonds and advance payment guarantees. These instruments are given as a security to support the performance of a customer to third parties. The Bank also issued letter of credit facilities to importers, which created commitment to the Bank to settle the obligation in foreign currency when the L/C documents are clearly presented to the Bank and recover the amount from customers in local currency. As the Bank will only be required to meet these obligations in the event of the customer's default, the cash requirements of these instruments are expected to be considerably below their nominal amounts.

The table below summarises the fair value amount of contingent liabilities for the account of customers:

	30 June 2025 Birr'000	30 June 2024 Birr'000
Guarantees issued	4,583,597	4,080,986
Letter of credit	3,322,967	4,007,421
	7,906,564	8,088,407

64c Commitments

Loan commitments;

Unutilized overdraft and other facilities

	30 June 2025 Birr'000	30 June 2024 Birr'000
	6,100,397	2,137,732
	6,100,397	2,137,732



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

65 Capital adequacy ratio

According to the Licensing & Supervision of Banking Business Directive No SBB/50/2011 (as ammended SBB/1360/2025) of the National Bank of Ethiopia, the Bank has to maintain capital to risk weighted assets ratio of 8% at all times, the risk weighted assets being calculated as per the provisions of directive No SBB/9/95 issued on August 18, 1995.

The capital adequacy ratio is the quotient of the capital base of the Bank and the Bank's risk weighted asset base. As at June 30,2025, the ratio stood at 14.97% showing a marginal increase by 0.52% compared with same period last year.This arises becasue of new share issue,raise in legal reserve and a increase in risk weighted assets during the fiscal year ended June 30,2025.

	30 June 2025	30 June 2024
	Birr'000	Birr'000
Tier I Capital		
Share capital	7,028,357	5,058,890
Share premium	87,819	74,917
Legal reserve	2,887,722	2,191,622
Total regulatory capital	10,003,898	7,325,429
Total risk weighted assets	66,839,183	50,701,915
Capital Adequacy Ratio (CAR)	14.97%	14.45%
Minium Capital Adequacy ratio	8%	8%

66 Events after reporting period

The Bank has secured access to an international trade finance guarantee facility amounting to 85 million USD following agreements made with the Eastern and Southern African Trade and Development Bank (TDB) and the African Export-Import Bank (Afreximbank). It enhances its capacity to provide Letter of Credit (L/C) confirmation, while also expanding its ability to offer guarantees for various import and export-related documentary services. This advancement positions the Bank to deliver more accessible, reliable, and efficient trade finance solutions to a wider range of clients. Besides to these, the bank has obtained from Commerzbank AG Frankfurt an increament of line of credit to USD 2million and Citibank N.A. New York approved a new credit line of USD 1 million.



**እ.ኤ.አ ሰኔ 30፣2025 የውጭ አዲተሮች ሪፖርት
የተናጠል ትርፍ ወይም ኪሳራ እና ሌሎች የተጣመሩ
ገቢዎች እንዲሁም
የሀብት እና እዳ ሚዛን መግለጫ**

ወጋገን ባንክ
Wegagen Bank®





ካርድ አልባ

ኤቲኤም ካርድዎን
ቢዘነጉ አይጨነቁ!

በወጋገን ባንክ ካርድ አልባ
የኤቲኤም አገልግሎት
ገንዘብ ማውጣት ይቻላል!

Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

ወጋገን ባንክ አ.ማ

የተናጠል ትርፍ ወይም ኪሳራ እና ሌሎች የተጣመሩ ገቢዎች መግለጫ

እ.ኤ.አ. በሰኔ 30፣2025 ለተጠናቀቀው በጀት ዓመት

ማስታወሻ	ሰኔ 30፣2025 በብር '000	ሰኔ 30፣2024 በብር '000
የወለድ ገቢ	36	8,459,357
የወለድ ወጪ	37	(3,155,997)
የተጣራ የወለድ ገቢ		5,303,361
የተጣራ የክፍያ እና የኮሚሽን ገቢ	38	2,358,553
የተጣራ ከአገልግሎት ክፍያ የተገኙ ገቢዎች		7,661,914
ከሌሎች የአገልግሎት ክፍያ የተገኙ ገቢዎች	39	2,554,484
ለደንበኞች የተሰጡ አጠራጣሪ ብድሮች መጠባበቂያ ክፍያ	40	(465,867)
ሌሎች አጠራጣሪ የሚሰበሰቡ ክፍያዎች መጠባበቂያ ተመላሽ	41	6,295
የተጣራ የአገልግሎት ገቢ		9,756,826
የሰራተኞች ደመወዝ እና ጥቅማ ጥቅም ክፍያዎች	42	(3,953,215)
የማይዳሰሱ ሀብቶች የእርጅና ቅናሽ	51	(83,282)
የቋሚ ንብረት እና መሳሪያዎች የእርጅና ቅናሽ	52	(201,786)
የንብረት መጠቀም መብት የእርጅና ቅናሽ	52a	(309,316)
ሌሎች የአገልግሎት ወጪዎች	43	(1,341,299)
የውጭ ኢዲተሮች የአገልግሎት ክፍያ		(972)
ጠቅላላ የአገልግሎት ወጪ		(5,889,871)
ከግብር በፊት የተገኘ ትርፍ		3,866,956
የገቢ ግብር	44a	(1,082,556)
ከግብር በኋላ የተገኘ ትርፍ		2,784,400
የተጣራ ሌሎች የተጣመሩ ገቢዎች		
ለሰራተኞች የአገልግሎት ጥቅም መጠባበቂያ ልኬት	56b	(119,790)
በአክሲዮን ኢንቨስትመንት ድጋሚ ልኬት የተገኙ ገቢዎች	60c	157,963
የተጣራ ሌሎች የተጣመሩ ገቢዎች ድምር		38,174
ጠቅላላ ድምር የተጣመረ ገቢ ከግብር በኋላ		2,822,574
የአንድ ባለ ብር 1,000 አክሲዮን የትርፍ ድርሻ	58	46.19%
		36.89%
እ.ኤ.አ በሀምሌ 01፣2024 የዘረ የትርፍ ድርሻ	59	1,246,781
የዳሬክተሮች የአገልግሎት ክፍያ	59	(1,500)
ለተከፋፈለ የትርፍ ድርሻ	59	(1,246,781)
የዘመኑ ትርፍ	59	2,784,400
የማይከፋፈል መጠባበቂያ ገንዘብ (የሂሳብ ማስተካከያ)	59	(118,140)
በህግ የተወሰነ ለመጠባበቂያ የተላለፈ	59	(696,100)
የተቆጣጣሪ አካል ስጋት መጠባበቂያ	59	(20,536)
እ.ኤ.አ ሰኔ 30፣2025 ያልተከፋፈለ ትርፍ		1,948,124
		1,246,781

- የተያያዙት ማስታወሻዎች የሂሳብ መግለጫዎች አካል ናቸው፡፡
- የሂሳብ መግለጫዎች በዳሬክተሮች ቦርድ እና በማኔጅመንት አማካኝነት እ.ኤ.አ መስከረም 22 ቀን 2025 ተፈቅደው እና ፀድቀው ፊርማ የተደረገባቸው ናቸው፡፡



አቶ አብዱላሁ ሁሴን
የዳሬክተሮች ቦርድ ሊቀ መንበር



አክሊሉ ውበት (ዶ/ር)
ዋና ስራ አስፈጻሚ



Wegagen Bank S.C

Annual Separate Financial Statement

For the Year Ended 30 June 2025

ወጋገን ባንክ አ.ማ

የተናጠል ሀብት እና እዳ ሚዛን መግለጫ

እ.ኤ.አ. በሰኔ 30፣2025

		በሰኔ 30፣2025	በሰኔ 30፣2024
	ማስታወሻ	በብር '000	በብር '000
ሀብቶች			
በባንክና በእጅ የሚገኝ ጥሬ ገንዘብ	45	15,436,200	13,123,499
የተጣራ ለደንበኞች የተሰጠ ብድር እና ቅድመ ክፍያ	46a	51,260,502	43,300,410
የአክሲዮን ኢንቨስትመንት ሰነዶች፤			
• የአክሲዮን ኢንቨስትመንት በተጣመረ ገቢ የሚሰላ	47a	822,894	540,695
• የመንግስት ቦንድ ኢንቨስትመንት	47b	8,311,193	4,613,155
ሌሎች ሀብቶች	48	5,150,762	1,742,250
ለኪራይ አገልግሎት የዋለ ንብረት	49	-	2,585
የተቀጽላ ኩባንያ ኢንቨስትመንት	50	334,250	-
የማይዳሰሱ ሀብቶች (የተጣራ)	51	493,497	48,068
ቋሚ ንብረት እና መሰሪያ (የተጣራ)	52	1,827,673	1,687,442
ንብረትን የመጠቀም መብት ሀብት	52a	984,040	675,445
ጠቅላላ ሀብት		84,621,011	65,733,550
እዳዎች			
የደንበኞች ተቀማጭ ሂሳብ	53	61,651,819	48,417,951
የገንዘብ ተቋማት ተቀማጭ ሂሳብ	54	4,830,973	3,706,774
የዚህ ዓመት ተከፋይ የገቢ ግብር	44c	1,094,852	641,203
ሌሎች እዳዎች	55	3,675,232	3,368,216
ለሰራተኞች የአገልግሎት ጥቅም የግዴታ መጠበቂያ	56	504,869	288,457
ወደፊት የሚከፈል የትርፍ ግብር	44d	99,152	103,498
ጠቅላላ እዳ		71,856,898	56,526,098
የተጣራ ሀብት			
የተከፈለ የአክሲዮን ካፒታል	57	7,028,357	5,058,890
ተጨማሪ የአክሲዮን ክፍያ	57	87,819	74,917
ያልተከፋፈለ ትርፍ	59	1,948,124	1,246,781
በህግ የተወሰነ መጠበቂያ	60a	2,887,722	2,191,622
የተቆጣጣሪ አካል ስጋት መጠበቂያ	60b	646,558	507,882
ሌሎች መጠበቂያዎች	60c	165,534	127,360
ጠቅላላ የተጣራ ሀብት		12,764,113	9,207,451
ጠቅላላ እዳ እና የተጣራ ሀብት		84,621,011	65,733,550

- የተያያዙት ማስታወሻዎች የሂሳብ መግለጫዎቹ አካል ናቸው፡፡
- የሂሳብ መግለጫዎቹ በዳሬክተሮች ቦርድ እና በማኔጅመንት አማካኝነት እ.ኤ.አ. መስከረም 22 ቀን 2025 ተፈቅደው እና ፀድቀው ፈርማ የተደረገባቸው ናቸው፡፡



አቶ አብዱሾ ሁሴን
የዴሬክተሮች ቦርድ ሊቀ መንበሥ



አክሊሉ ውበት (ዶ/ር)
ዋና ስራ አስፈጻሚ





ወጋጎን ሞባይል

ስልክዎ ባንክዎ



Buy
Air Ticket

SACCOs

Make
Donation



Make
Payments



Bank
Transfer

+
Top-up



Your Phone, Your Bank

Access Your Account Anytime and Anywhere



Download on the
App Store



GET IT ON
Google Play

Our Branch Network



NORTH ADDIS ABABA DISTRICT

S.N	Branches	ቅርንጫፎች	Telephone
ሰሜን አዲስ አበባ ዲስትሪክት ጽ/ቤት North Addis Ababa District Office			0111704455 0111704458
1	Addisu Gebeya	አዲሱ ገበያ	0111264402 0111264412
2	Arada Piassa	አራዳ ፒያሳ	0111266894 0111267958
3	Arat Kilo	አራት ኪሎ	0111704453 0111704452
4	Balderas	ባልደራስ	0116674757
5	Bambis	ባምቢስ	0115576343 0115576358
6	Cathedral	ካቴድራል	0111560002 0111560060
7	CMC Michael	ሲ.ሜ.ሲ. ሚካኤል	0116675913 0116671640
8	Enqulal Fabrika	እንቁላል ፋብሪካ	0111267355 0111267821
9	Eri Bekentu	እረ በክንቱ	0111263861 0111263951
10	Gullele	ጉለሌ	0112732016 0112732017
11	Jan Meda	ጃን ሜዳ	0111261400 0111261401
12	Kazanchis	ካዛንቺስ	0115545670 0115545671
13	Kebena	ቀበና	0111261094 0111261096
14	Kechene	ቀጨኔ	0111263139 0111263588
15	Kidist Mariam	ቅድስት ማርያም	0111570033 0111570035
16	Kotebe	ኮተቤ	0116663730 0116614493
17	Lamberet	ላምበረት	0116676289
18	Lamberet Menaheria	ላምበረት መናኸሪያ	0116660853 0116661947
19	Leul Ras Seyoum Mengesha	ልዑል ራስ ስዩም መንገሻ	0111704455 0111704458
20	Megenagna	መገናኛ	0116674019 0116674012
21	Mesfine Harar Avenue	መስፍነ ሀረር ጎዳና	0111712033 0111712032
22	Nigist Zewditu Street	ንግስት ዘውዲቱ መንገድ	0115578071 0115578701
23	Salite Mihret	ሰዓሊተ ምህረት	0116676386 0116676387

24	Sebara Babur	ሰባራ ባቡር	0111570329
25	Shola	ሸላ	0116591822 0116595623
26	Sululta	ሱሉልታ	0111617501 0111617492
27	Wesen	ወሰን	0116678951 0116678946
28	Wuhalimat	ውኃልማት	0116631518 0116631517
29	Yeka Abado	የካ አባዶ	0118931029 0118932408

EAST ADDIS ABABA DISTRICT

S.N	Branches	ቅርንጫፎች	Telephone
ምሥራቅ አዲስ አበባ ዲስትሪክት ቶ/ቤት East Addis Ababa District Office			0116724649 0116724569
30	Agar	አጋር	0116670436 0116670313
31	Africa Avenue	አፍሪካ አሽኑ	0116624772 0116624769
32	Adey Ababa Stadium	አደይ አበባ ስታድየም	0116356496 0116356035
33	Atlas	አትላስ	0116392083 0116392091
34	Atse-Zera Yaekob	አፄ ዘርዓ ያቆብ	0116811872 0116811803
35	Ayat Addebabay	አያት አደባባይ	0116390044 0116390028
36	Ayat Noah	አያት ኖህ	0116724649 0116724569
37	Ayat Gebeya	አያት ገበያ	0116390410 0116390411
38	Ayat-Tafo	አያት ጣፎ	0116390610 0116391950
39	Al-Nejashi	አልነጃሺ	0116392459
40	Beshale	በሻሌ	0116677408 0116677688
41	Bole17	ቦሌ 17	0116671916 0116671588
42	Bole Arabsa	ቦሌ አራብሳ	0116125670 0116125672
43	Bole Bulbula	ቦሌ ቡልቡላ	0114700869 0114700895
44	Bole Medhanialalem	ቦሌ መድኃኒአለም	0116616135 0116616136
45	Bole Michael	ቦሌ ሚካኤል	0116392033 0116392006
46	Bole Millennium	ቦሌ ሚሊኒየም	0116622757 0116662620
47	Bulbula Condominium	ቡልቡላ ኮንዶሚኒየም	0118224059

48	Cape Verde Avenue	ኬፕ ቨርዴ አቨኑ	0116673376 0116673448
49	CMC	ሲ.ሜ.ሲ.	0116479047 0116479044
50	Enewari	እነዋሪ	0116880518 0116880510
51	Debre Birhan	ደብረ ብርሃን	0116375420 0116375421
52	Gerji	ገርጂ	0116298141 0116298114
53	Gerji Mebrat Hayil	ገርጂ ሙብራት ኃይል	0116676405 0116676372
54	Gerji Sunshine	ገርጂ ሰንሻይን	0116290265 0116290016
55	Gerji Unity	ገርጂ ዩኒቲ	0116395053 0116395052
56	Gollagul	ጎላጉል	0116906008 0116906222
57	Goro Gebreal	ጎሮ ገብርኤል	0116724649 0116724569
58	Gurd Shola	ጉርድ ሾላ	0116459752 0116459753
59	Haya Arat	ሃያ አራት	0116180677 0116180670
60	Haya hulet	ሃያ ሁለት	0116672428 0116672414
61	Imperial	ኢምፔሪያል	0116686222 0116686223
62	Jackros	ጃክሮስ	0116671419 0116671420
63	Loke	ሎቄ	0116680720 0116680046
64	Legetafo	ለገጣፎ	0116682777 0116682779
65	Meri Loke	መሪ ሎቄ	0116682946 0116683982
66	Mickey Leland Street	ሚኪ ሊላንድ መንገድ	0116354021 0116354061
67	Moenco	ሞኤንኮ	0116686145 0116687118
68	Shalla Menafesha	ሻላ መናፈሻ	0116189303 0116632094
69	Summit Yetebaberut	ሰሜን የተባበሩት	0116391549 0116391568
70	Summit 72	ሰሜን ሰባ ሁለት	0116391987 0116391989
71	Summit	ሰሜን	0116679001 0116679022
72	Yerer Ber	የረረ ቦር	0116675863 0116675873

WEST ADDIS ABABA DISTRICT

S.N	Branches	ቅርንጫፎች	Telephone
ምዕራብ አዲስ አበባ ዲስትሪክት ጽ/ቤት West Addis Ababa District Office			0113691797 0113691828
73	Abakoran	አባከራን	0112781177 0112781181
74	Abdi Nono	አብዲ ኖኖ	0112601278 0112601347
75	Abinet	አብነት	0112780544 0112780580
76	Africa Union	አፍሪካ ዩኒየን	0115547061 0115547063
77	Alem Bank	አለም ባንክ	0113694708 0113694756
78	Alemgena	አለምገና	0113679965 0113679281
79	Amana	አማና	0112316181 0112316182
80	Atena Tera	አጠና ተራ	0112739521 0112739523
81	Autobis Tera	አውቶቢስ ተራ	0112735510 0112734844
82	Ayer Tena	አየረ ጤና	0113693400 0113693450
83	Berbere Tera	በርበሬ ተራ	0112733950
84	Bisrate Gebriel	ብስራተ ገብርኤል	0113691794 0113691765
85	Dubai Tera	ዱባይ ተራ	0112734889 0112734890
86	Ehil Berenda	እህል በረንዳ	0112734981 0112735318
87	Furi	ፋሪ	0113679207
88	Gambia Street	ጋምቢያ መንገድ	0115319082 0115319083
89	Geja Sefer	ጌጃ ሰፈር	0115579140 0115579891
90	Gesho Tera	ጌሽ ተራ	0112733873
91	Girar	ግራር	0113695406 0113694921
92	Gojam Berenda	ጎጃም በረንዳ	0111263662 0111263858
93	Habte Giorgis	ሀብተ ጊዮርጊስ	0111112972 0111112973
94	Jemo	ጆሞ	0114713033
95	Kolfe	ኮልፌ	0112739304 0112739942

96	Lideta	ልደታ	0115523709 0115539872
97	Likuanda	ልኪንዳ	0112739296 0112739610
98	Mekanisa	መካኒሳ	0113698225 0113698232
99	Mekanisa Abo	መካኒሳ አበ	0113699963 0113698781
100	Mekanisa Michael	መካኒሳ ሚካኤል	0113698447 0113698449
101	Merkato	መርከቶ	0112752867 0112752929
102	Merkato Arategna	መርከቶ አራተኛ	0112733710 0112733966
103	Merkato Tana	መርከቶ ጣና	0112735668 0112735667
104	Mesalemia	መሳለሚያ	0112768611 0112758151
105	Meskel	መስቀል	0115516652 0115516627
106	Mexico	ሜክሲኮ	0115575577 0115575578
107	Military Tera	ሚሊተሪ ተራ	0112134605 0112134608
108	Pan African	ፓን አፍሪካን	0113691828 0911350819
109	Sebeta	ሰበታ	0113380359 0113380366
110	Sefere Selam	ሰፈረ ሰላም	0112735089 0112735925
111	Sengatera	ሰንጋተራ	0115576952 0115576955
112	Shema Tera	ሸማ ተራ	0112733473 0112732997
113	Shera Tera	ሸራ ተራ	0112735562 0112735401
114	Sidamo Tera	ሲዳሞ ተራ	0112733079 0112733055
115	Sost Kutir Mazoriya	ሶስት ቁጥር ማዘረያ	0113692129 0113692127
116	Stadium	ስታዲየም	0115580105 0115580106
117	Tabot Maderiya	ታቦት ማደሪያ	0113697242 0113697629
118	Tekle Haymanot	ተክለ ሃይማኖት	0111563812 0111563813
119	Tulu Bolo	ቱሉ ቦሎ	0113420064 0113420057
120	Wegagen Amana Bethel	ወጋገን አማና ቤቴል	0113697575
121	Welete	ወለቴ	0113803174 0113803253

122	Weliso	ወሊሶ	0113411984 0113411617
123	Weyra Bethel	ወይራ ቤተል	0113492753 0113495308
124	Wegagen Amana Alem Bank	ወጋገን አማና አለም ባንክ	0911647583
125	Yeshi Debelle	የሺ ደበሌ	0113840191
126	Zenebework	ዘነበወርቅ	0113698764 0113698762

SOUTH ADDIS ABABA DISTRICT

S.N	Branches	ቅርንጫፎች	Telephone
ደቡብ አዲስ አበባ ዲስትሪክት ቶ/ቤት South Addis Ababa District Office			0114664569 0114664649
127	Akaki	አቃቂ	0114716847 0114716840
128	Beklo bet	በቅሎ ቤት	0114663603 0114663588
129	Bulgaria Mazoria	ቡልጋሪያ ማዘሪያ	0114701345 0114701205
130	Bole	ቦሌ	0115523524 0115536666
131	Bole Mega	ቦሌ ሜጋ	0115582517 0115582554
132	Crown	ክራውን	0118547122 0114626018
133	Gara Oda	ጋራ አዳ	0114711550 0114710974
134	Gelan Condominium	ገላን ኮንዶሚኒየም	0114550113 0114550184
135	German Adebabay	ጀርመን አደባባይ	0113698928 0113699938
136	Goffa	ጎፋ	0114655816 0114655817
137	Goffa Camp	ጎፋ ካምፕ	0114672505 0114165166
138	Goffa Mebrat Hail	ጎፋ ሙባራት ኃይል	0114673753 0114661545
139	Hana Mariam	ሀና ማርያም	0114711254 0114711854
140	Jati	ጃቲ	0114716844 0114716846
141	Kaliti	ቃሊቲ	0114394285 0114394286
142	Kaliti Maseltegna	ቃሊቲ ማሰልጠኛ	0114391109 0114390668
143	Kera	ቄራ	0113852076 0113852066
144	Kilinto	ቂሊንቦ	0114512279 0114512198

145	Kirkos	ቂርቆስ	0114703896 0114703906
146	Lafto	ላፍቶ	0114710028 0114710029
147	Lebu	ለቡ	0114712756 0114712171
148	Lebu Ertu	ለቡ ኤርቱ	0114713963 0114713964
149	Meskel Flower	መስቀል ፍላወር	0114164753 0114168005
150	Nefas Silk	ንፋስ ስልክ	0114707612 0114707615
151	Flamingo	ፍላሚንጎ	0115580663 0115580744
152	Olympia	ኦሎምፒያ	0115575099 0115575916
153	Saris Adey Abeba	ሳሪስ አደይ አበበ	0114708410 0114708254
154	Saris Addisu Sefer	ሳሪስ አዲሱ ሰፈር	0114707694 0114707718
155	Saris 58	ሳሪስ 58	0114711851 0114711454
156	Saris Total	ሳሪስ ቶታል	0114709163 0114708587
157	Tulu Dimtu Condominium	ቱሉ ዲምቱ ኮንዶሚኒየም	0118886831 0118886833
158	Tulu Dimtu	ቱሉ ዲምቱ	0114715772 0114715497
159	Wello Sefer	ወሎ ሰፈር	0114668006 0114668093
160	Worku Sefer	ወርቁ ሰፈር	0114717693 0114717692

BAHIR DAR DISTRICT

S.N	Branches	ቅርንጫፎች	Telephone
ባህር ዳር ዲስትሪክት ጽ/ቤት Bahir Dar District Office			0583209667 0583206119
161	Abay Mado	አባይ ማዶ	0583213213 0583202095
162	Adet	አዴት	0583381110 0583381161
163	Bahir Dar	ባህር ዳር	0582202038 0582204490
164	Bure	ቡሬ	0587741194 0587741050
165	Debre Markos	ደብረ ማርቆስ	0581782524 0581782257
166	Debre Tabor	ደብረ ታቦር	0581413452 0581415465
167	Fasiledes	ፋሲለደስ	0581260022 0581260023

168	Finote Selam	ፍኖተ ሰላም	0587750476 0587750340
169	Gendawuha	ገንዳ ውሃ	0583310010 0583310031
170	Ghion	ግዮን	0583207724 0583208720
171	Gish Abay	ግሽአበይ	0583208869 0583205536
172	Gondar	ጎንደር	0581114816 0581111620
173	Injibara	እንጂባራ	0582271575 0582271682
174	Maraki	ማራኪ	0582113639 0582110294
175	Merawi	መርዓዊ	0583300972 0583300945
176	Metema Yohannes	መተማ ዮሐንስ	0585555551 0585555760
177	Motta	ሞጣ	0586611807 0586611293
178	Sefene Selam	ሰፈነ ሰላም	0583205456 0583207746
179	Tana Bahir Dar	ጣና ባህር ዳር	0582262018 0582262002
180	Wegagen Amana Kemise	ወጋገን አማና ከሚሴ	0335543322
181	Wegagen Amana Selam	ወጋገን አማና ሰላም	0583209667 0583206119

HAWASSA DISTRICT

S.N	Branches	ቅርንጫፎች	Telephone
ሃዋሳ ዲስትሪክት ጽ/ቤት Hawassa District Office			0462122288 0462120897
182	Adola Weyu	አዶላ ወዩ	0926582057
183	Aleta Wondo	አለታ ወንዶ	0462240453 0462240687
184	Angacha	አንገጫ	0463400404 0463400406
185	Arba minch	አርባ ምንጭ	0468815093 0468815076
186	Areka	አረካ	0917190035
187	Atote-Hawassa	አቶቴ ሐዋሳ	0462125017 0462125015
188	Bonosha	በኖሻ	0464530371 0464530256
189	Bule Hora	ቡሌ ሆራ	0464431105 0464431106
190	Butajira	ቡታጅራ	0461450060 0461450061

191	Damboya	ዳምቦያ	0462450276 0462450233
192	Dilla	ዲላ	0463311105 0463310120
193	Doyogena	ዶዮገና	0462240404 0462240405
194	Durame	ዱራሜ	0465541449 0465541446
195	Fonko	ፎንቆ	0462630307 0462630308
196	Hadero	ሀደሮ	0464320617 0464320619
197	Halaba Kulito	ሀላባ ቄሊቶ	0465561818 0465561316
198	Hawassa	ሐዋሳ	0462202629 0462204172
199	Hawassa Arab sefer	ሐዋሳ አረብ ሰፈር	0462124361 0462124302
200	Hawassa Monopol	ሃዋሳ ሞኖፖል	0462128081 0462127833
201	Hawassa Tabor	ሃዋሳ ታቦር	0462123991 0462123992
202	Homecho	ሆሜቾ	0462510285 0462510397
203	Hosaena	ሆሳዕና	0465554216 0465554209
204	Hosaena Gombora	ሆሳዕና ጎምቦራ	0461780533 0461780534
205	Hulbareg	ሁልባረግ	0462690295 0462690499
206	Jajura	ጃጃራ	0462650308 0462650015
207	Jinka	ጃንካ	0467752294 0467752112
208	Konso Karat	ኮንሶ ካራት	0467730579 0468964232
209	Moyale Sub Branch	ሞያሌ ንዑስ ቅርንጫፍ	0464441603 0464441750
210	Mudula	ሙዱላ	0462350626 0462350523
211	Negele	ነጌሌ	0464452320 0464457473
212	Negele Arsi	ነጌሌ አርሲ	0461162815 0461162816
213	Shakiso	ሻኪሶ	0463341851 0463341850
214	Shashemene	ሻሸሙኔ	0461103468 0461103466
215	Shashemene Arada	ሻሸሙኔ አራዳ	0462110621 0462114546
216	Shashemene Oda	ሻሸሙኔ ኦዳ	0462111536 0462110984

217	Shinshicho	ሸንሺቾ	0463390893 0463390923
218	Wegagen Amana Werabe	ወጋገን አማና ወራቤ	0462122288 0462121681
219	Werka	ወርቃ	0916791143 0916244440
220	Wolayita Sodo	ወላይታ ሶዶ	0465514592 0465514593
221	Yirgachefe	ድርጋጩፌ	0463320410 0463320161
222	Yirgalem	ድርጋለም	0462252421 0462252458

DIRE DAWA DISTRICT

S.N	Branches	ቅርንጫፎች	Telephone
ድሬዳዋ ዲስትሪክት ጽ/ቤት Dire Dawa District Office			0251110827 0251110442
223	Al-Baraka	አል በረካ	0252783562 0252784299
224	Aweday	አወዳይ	0256620280 0256620167
225	Babile	ባቢሌ	0256650592 0256650594
226	Bedessa	በዴሳ	0920627813 0920693906
227	Chemin-de-fer	ሼሙንደፍረ	0254115700 0254115702
228	Chiro	ጭሮ	0256590685 0256590455
229	Degahbur	ደጋህቡር	0257710702 0257710596
230	Dire Dawa	ድሬዳዋ	0251124669 0251111101
231	Gode	ጎዴ	0257761541 0257762163
232	Gelemso	ገለምሶ	0914971327 0921161883
233	Hafet-Issa	ሃፈት ኢሳ	0251124674 0251124699
234	Harar	ሐረር	0256663623 0256664622
235	Harar Arategna	ሐረር አራተኛ	0254669894 0254662289
236	Havana	ሃቫና	0252788669 0252786326
237	Hirna	ሂርና	0923946217 0934885432
238	Jerer	ጆረር	0904889626 0920832041
239	Jigjiga	ጅግጅጋ	0257757628 0257752057

240	Karamara	ካራማራ	0257757628 0257752058
241	Kebri-Daher	ቀብረ-ደሀር	0257741453 0257741231
242	Kebri-Beyah	ቀብረ-በያህ	0256690477 0256690356
243	Kezira	ክዚራ	0251110285 0251130372
244	Kobo Hararghe	ቆቦ ሀረርጌ	0904889626 0920832041
245	Sabian	ሳቢያን	0254111984 0254116448
246	Seid-Square	ሰይድ አደባባይ	0252780949 0252782914
247	Togo-Wajaale Sub Branch	ቶጎ-ዋጃሌ ንዑስ ቅርንጫፍ	0258820033 0258820032
248	Wegagen Amana Babu-Rahema	ወጋገን አማና ባቡ-ራሕማ	0252110501

JIMMA DISTRICT

S.N	Branches	ቅርንጫፎች	Telephone
ጅማ ዲስትሪክት ጽ/ቤት Jimma District Office			0471116168 0471116305
249	Agaro	አጋሮ	0472211031 0472211051
250	Ameya	አመያ	0472270424 0472273498
251	Assosa	አሶሳ	0577751362 0577751422
252	Awetu	አዌቱ	0472116739 0472119630
253	Bedele	በደሌ	0474451809 0474451810
254	Bonga	ቦንጋ	0473311971 0473311933
255	Gimbi	ጊምቢ	0577712308 0577712797
256	Jimma Abajifar	ጅማ አባጅፋር	0471116393 0471123616
257	Jimma Gibe	ጅማ ጊቤ	0472111003 0472112838
258	Jimma Jiren	ጅማ ጅሬን	0472113184 0472113186
259	Jimma Bore	ጅማ ቦሬ	0472113180
260	Limmu Genet	ሊሙ ገነት	0472240650 0923497004
261	Maji	ማጂ	0478111258
262	Menit Shasha	መኔኒት ሻሻ	0474527576 0474527599

263	Metu	ሙቱ	0471411050
264	Mizan Aman	ሚዛን አማን	0471350066 0471350098
265	Nekemte	ነቀምት	0576613068 0576613081
266	Omo	አሞ	0910230420
267	Sheko	ሸኮ	0477780526 0477780313
268	Shey Bench	ሼይ ቤንች	0477770508 0477770725
269	Tello	ጠሎ	0470771033 0470771019
270	Tepi	ቴፒ	0475562620 0475562621
271	Wacha	ዋቻ	0473380455 0473380456
272	Welkite	ወልቂጤ	0113658180 0113658116

MEKELLE DISTRICT

S.N	Branches	ቅርንጫፎች	Telephone
ሙቀሌ ዲስትሪክት ጽ/ቤት Mekelle District Office			0342415185 0342415186
273	16 KEBELE	16 ቀበሌ	0979396823
274	Abala (Afar)	አብዓለ (አፋር)	0346650495/0491
275	Abyi Addi	ዓብይ ዓዲ	0344460503 0344460313
276	Addi Hawusi	አዲ ሃውሲ	0344408439/31
277	Adi Shumdhun	አዲ ሹምድሁን	0342410017/44
278	Adiha	ዓዲሐ	0342415575 0342418477
279	Agulae	አጉላዕ	0343140486 0343148221
280	Ambasera	አምባሴራ	0917331937 0342401303
281	Aragure	አራጉረ	0914105335
282	Arid	አሪድ	0914215467
283	Atsbi	አፅቢ	0343400322/27
284	Ayder (Mekelle)	አይደር (ሙቀሌ)	0342408582
285	Aynalem	አይናለም	0914757159

286	Castle (Mekelle)	ካስትል (መቀሌ)	0344402689/79
287	Daero	ዳዕሮ	0342413466
288	Della	ደላ	0914045004
289	Dera	ዴራ	0342415185/86
290	Edaga Arbi	እዳጋ አርቢ	0343460360/44
291	Edaga Kedam	እዳጋ ቀዳም	0914179170
292	Edaga Mekelle	እዳጋ መቀሌ	0344413666/22
293	Edaga Rebue	እዳጋ ረቡዕ	0945058172
294	Ekram Mekelle	ኢክራም መቀሌ	0914319898
295	Enda Tirota	እንዳ ጥሮታ	0945058172
296	Enkodo Mekelle	እንኮዶ መቀሌ	0342415415/26
297	Gidimti	ግድምቲ	0342419839 0342416946
298	Gijet	ግጀት	0914404639
299	Guya	ጉያ	0914473593
300	Hadnet	ሐድነት	0342415414/23
301	Hageresalam	ሀገረሰላም	0910525264
302	Haik Mesahal	ሃይቅ መስሐል	0968889321
303	Hawelti	ሀውልቲ	0344419674 0344419433
304	Hawzen Adebabay	ሐውዜን አደባባይ	0342415185
305	Illala	ኢላላ	0344406954/56
306	Kalid	ኸሊድ	0914705524
307	Kedamay Weyane	ቐዳማይ ወያኔ	0342415185/86
308	Kelamino	ቃላሚኖ	0914154949
309	Kelkel Debri	ቀልቀል ደብረ	0342412564/79
310	Kilte Awlaelo	ክልተ አውላሎ	0344431217/44
311	Lachi	ላጪ	0342414895 0342413268

312	Lachi Meneharia	ላጪ መናኸሪያ	0914748920
313	Lemlem Quiha	ለመለም ኩላ	0967742009 0925328078
314	Mayliham	ማይሊሐም	0342403490 0342403256
315	MayWeyni	ማይወይኒ	0992311067
316	Medeber Mekelle	መደበረ መቐለ	0914219954
317	Mekelle	መቐለ	0344408933/34
318	Meles Zenawi	መለስ ዜናዊ	0342415185
319	Messebo	መሰቦ	0342415185/86
320	Midregenet Mekelle	ምድረገነት መቐለ	0342415185/86
321	Momona	ሞሞና	0342404874
322	Nebelet	ነበለት	0343280240/85
323	Negash	ነጋሽ	0913020294
324	Quiha	ኩላ	0342402590/2054
325	Ras Alula Abanega	ራስ አሉላ አባነጋ	0344461777 0344461337
326	Romanat	ሮማናት	0344406608/10
327	Semaetat	ሰማዕታት	0914120922
328	Tsigereda	ፅጌረዳ	0342415185/86
329	Werk Amba	ወርቅ አምባ	0910525264
330	Wukro	ውቅሮ	0344430373/0683
331	Yechila	የጭላ	0344220372

SHIRE DISTRICT

S.N	Branches	ቅርንጫፎች	Telephone
ሽረ ዲስትሪክት ጽ/ቤት Shire District Office			0342443685 0342444248
332	Adi Abun	አዲ-አቡን	0342710001/02
333	Adi Daero	አዲ ዳዕሮ	0344320539/41
334	Adi Hageray	አዲ ሃገራይ	0343240707/0372

335	Adi Mahleka	ዓዲ ማህለኸ	0342443685/4248
336	Adi Mohameday	አዲ-መሐመዳይ	0914791283
337	Adi Nebried	ዓዲ ነብረዒድ	0343250005/06
338	Adwa	አድዋ	0347714046/43
339	Ahsea	አሕሰአ	0966853824
340	Axum	አክሱም	0347753631/95
341	Axum University Sub Branch	አክሱም ዩኒቨርሲቲ ንዑስ ቅርንጫፍ	0347753631
342	Chila	ጭላ	0345594308
343	Daero-Hafash	ዳዕሮ ሓፋሽ	0914002352
344	Dibdibo	ድብድቦ	0345560415/0358
345	Edaga Axum	እዳጋ አክሱም	0342756108
346	Edaga Enticho	እዳጋ እንጥጮ	0342443685/4248
347	Edaga Hibret	እዳጋ ህብረት	0342443681/85
348	Edaga Shire	እዳጋ ሽረ	0342446107/4587
349	Endabaguna	እንዳበጉና	0346610473/86
350	Endasellasie	እንዳስላሴ	0344444117/31
351	Enticho	እንጥጮ	0344490602/0803
352	Feres May	ፈረስ ማይ	0343100174/62
353	Gerhu Sirnay	ገርሁ ስርናይ	0344380408/0353
354	Hitsats	ሀፃፅ	0341408520
355	Kaleb	ካሌብ	0342750081/82
356	Ketema Nigus	ከተማ ንጉስ	0342443685 0342444248
357	Kisad Geba	ክሳድ ገባ	0914447572
358	Mahbere Dego	ማህበረ ዴጎ	0343290122/23
359	Maili	ሜይሊ	0914252540
360	May kinetal	ማይ ቅነጣል	0930493864

361	May Tsebri	ማይ ፀብረ	0346620368/70
362	Mayhanse	ማይሀንስ	0342443681/85
363	Midre Genet	ምድረ ገነት	0914186344
364	Midre-Hayelom	ምድረ ሐየሎም	0914210810
365	Nigiste Saba	ንግስተ-ሰባ	0342750061/74
366	Rama	ራማ	0345550585
367	Remhay	ረምሃይ	0342750066/77
368	Sefeo	ሰፊዮ	0914114587
369	Sehul Shire	ሰሁል ሸረ	0913802230
370	Selekleka	ሰለክለክ	0347760495/97
371	Semema	ሰመማ	0344455576/80
372	Sheraro	ሸራሮ	0345500025/0104
373	Shire	ሸረ	0344442165/2424
374	Shire Meneharia	ሸረ መነሃሪያ	0344442165/2424
375	Soloda	ሶሎዳ	0342710001/20
376	Tahtay Adiyabo	ታህታይ አዲያቦ	0914174717
377	Wegagen Amana Bilal	ወገን አማኖ ቢላል	0342443685 0342444248
378	Wukro Maray	ዉቅሮ ማራይ	0346680208/0575
379	Zana	ዛና	0914230906

ADIGRAT AREA BRANCHES

S.N	Branches	ቅርንጫፎች	Telephone
የአዲግራት አካባቢ ቅርንጫፎች ጽ/ቤት Adigrat Area Office			
380	Adigrat	አዲግራት	0344452866/0344452790
381	Adigrat Menaheria	አዲግራት መናኸሪያ	0918812680
382	Agaziyan	አግአዝያን	0924221332/0914586441
383	Bizet	ብዘት	0343120424/0501
384	Edaga Hamus	እዳጋ ሐሙስ	0347730546/0347730185
385	Fatsi	ፋዲ	0342415185/86
386	Freweyni	ፍረወይኒ	0344470645/35
387	Hadish Adi	ሀዲሽ አዲ	0926697874
388	Hawzen	ሐውዜን	0346670206/8604
389	Megab	መጋብ	0342415185/86
390	Meyda Agame (Adigrat)	መይዳ ዓጋመ (ዓዲግራት)	0344451785/94
391	Miwtsae Werki	ምውፃዕ ወርቂ	0342452413/0697
392	Sebeya	ሰቢያ	0914096559
393	Swuha Welwalo	ሰዉሃ ወልዋሎ	914590577
394	Welwalo	ወልዋሎ	0930001873
395	Zala Ambesa	ዛላ አምበሳ	0347790647

MAICHEW AREA BRANCHES

S.N	Branches	ቅርንጫፎች	Telephone
የማይጨው አካባቢ ቅርንጫፎች ጽ/ቤት Maichew Area Office			
396	Adi Gudom	አዲ ጉዶም	0344370665
397	Adishu	ዓዲሹ	0342415185/86

398	Alamata	አላማጣ	0347740772/0347740264
399	Chercher (Raya)	ጨርጫር (ራያ)	0343170338
400	Hewane	ሒዋነ	0343150483/0343150528
401	korem	ኮረም	0914167085
402	Kukufto	ኩኩፍቶ	0904049327/30
403	Maichew	ማይጫው	0342415185/0342415186
404	Mehoni	መኸነ	0346640258/62
405	Mere Mieti	መረሚኢቲ	0914114245
406	Raya Timuga	ራያ ጥሙጋ	0343160280/18
407	Samre	ሳምረ	0342415185/86

ADAMA AREA BRANCHES

S.N	Branches	ቅርንጫፎች	Telephone
የአዳማ አካባቢ ቅርንጫፎች ጽ/ቤት Adama Area Office			
408	Adama	አዳማ	0221119055 0221100524
409	Adama Boset	አዳማ ቦሰት	0222120055 0222120037
410	Arerti	አረርቲ	0222230541 0222230543
411	Asella	አሶላ	0223318292 0223318294
412	Awash 7 Kilo	አዋሽ 7 ኪሎ	0222241571 0222241484
413	Bale Robe	ባሌ ሮቤ	0222442959 0222441986
414	Batu	ባቱ	0461418156 0461415362
415	Berecha	በሬቻ	0222124041 0222123013
416	Bishoftu	ቢሽፍቱ	0114371062 0114371025
417	Dukem	ዱክም	0114320945 0114320753
418	Mehal Adama	መሀል አዳማ	0221112280 0221112284

419	Meki	መቄ	0221181200 0221181227
420	Modjo	ሞጆ	0222360300 0222360303
421	Torban Gerba	ቶረባን ገረባ	0114300820 0114301115

DESSIE AREA BRANCHES

S.N	Branches	ቅርንጫፎች	Telephone
የደሴ አካባቢ ቅርንጫፎች ጽ/ቤት Dessie Area Office			
422	Ataye	አጣዬ	0336610775
423	Bati	ባቲ	0335531576 0335531577
424	Buanbua wuha	ቢንቢ ውሃ	0333116317 0333115519
425	Dessie	ደሴ	0331113788 0331113789 0331116944
426	kemmise	ከሚሴ	0335510753 0335511800
427	kobo	ቆቦ	0333341290 0333341297
428	Kombolcha	ኮምቦልቻ	0335510753 0335511800
429	Logia	ሎጊያ	0335500499 0335500503
430	Mugad	ሙጋድ	0333125789 0333120478
431	Sekota	ሰቆጣ	0335405203 0948567797
432	Semera	ሰመራ	0333660100 0333660102
433	Shoa Robit	ሸዋ ሮቢት	0336640704 0336641995
434	Weldiya	ወልዲያ	0335400791 0335400789

HUMERA AREA BRANCHES

S.N	Branches	ቅርንጫፎች	Telephone
የሁመራ አካባቢ ቅርንጫፎች ጽ/ቤት Humera Area Office			
435	Adi Awala	ዳዲ አውዓለ	0342415185/86



436	Adi Goshu	አዲ ጎሹ	0914114587
437	Adi Remets	ዓዲ ረመፅ	0342443681/85
438	Baeker	ባዕከር	0342443681/85
439	Dansha	ዳንሻ	0344360451/0118
440	Humera	ሁመራ	0344480005/07
441	Korarit	ቆራሪት	0348440772/81
442	Maygaba	ማይገባ	0972161700
443	Maykadra	ማይካድራ	0343320055/0122
444	Setit Humera	ሰቲት ሁመራ	0914447572
445	Tekeze	ተክኔ	0921991212

GAMBELLA AREA BRANCHES

S.N	Branches	ቅርንጫፎች	Telephone
የጋምቤላ አካባቢ ቅርንጫፎች ጽ/ቤት Gambella Area Office			
446	Abobo	አበበ	0475590423
447	Dimma	ዲማ	0993849516/0925342475
448	Gambella	ጋምቤላ	0475511767/0475511944
449	Gambella New Land	ጋምቤላ ኒውላንድ	0471513233/0471510044
450	Itang	ኢታንግ	0474650404/
451	Lare	ላሬ	0475530023/0475530540
452	Meti	ሜጢ	0473390627/0473390628
453	Openo	ኦፔኖ	0471510038/0471510039
454	Pinyudo	ፒንሃውዶ	0474650404
455	Terpham	ተረፋም	0478519369

Value Added Digital Services



**Wegagen School
Management
Solution**



**Wegagen Water Bill
Solution**



**Wegagen Core Banking
Solution For SACCOs**

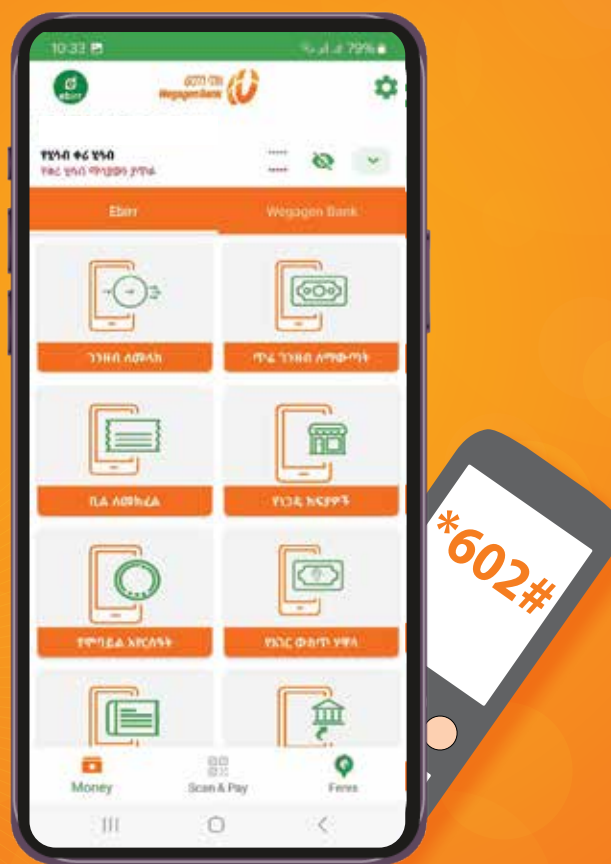


**Wegagen Electronic
Health Record
Solution**



**Wegagen Fuel
Payment Solution**

ወጋገን ኢ-ብር ሞባይል ዋሌት ለምቹ እና ቀልጣፋ ክፍያ



WEGAGEN E-BIRR MOBILE WALLET
FOR CONVENIENT PAYMENT

Ras Mekonnen Street, Wegagen Tower
P.O.Box: 1018, Addis Ababa, Ethiopia
Tel: + 251 11 552 3800, +251 11 517 7500
info@wegagen.com SWIFT: WEGAETAA
Contact Center: 866

