

平安數字銀行

PING AN DIGITAL BANK

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

INTERIM REPORT

FOR THE SIX MONTHS ENDED 30 JUNE 2026

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

CONTENTS

	Page(s)
Independent review report	1
Condensed statement of comprehensive income (unaudited).	2
Condensed statement of financial position (unaudited)	3
Condensed statement of changes in equity (unaudited)	4
Condensed statement of cash flows (unaudited)	5
Notes to the interim financial information (unaudited)	6

Independent review report**To the Board of Directors of Ping An Digital Bank (International) Limited
(formerly known as PAO Bank Limited)**

(Incorporated in Hong Kong with limited liability)

Introduction

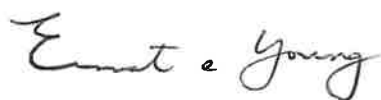
We have reviewed the interim financial information set out on pages 2 to 17, which comprises the condensed statement of financial position of Ping An Digital Bank (International) Limited (the "Bank") (formerly known as PAO Bank Limited) as at 30 June 2026 and the related condensed statements of comprehensive income, changes in equity and cash flows for the six-month period then ended, and explanatory notes. The directors of the Bank are responsible for the preparation and presentation of this interim financial information in accordance with Hong Kong Accounting Standard 34 *Interim Financial Reporting* ("HKAS 34") as issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). Our responsibility is to express a conclusion on this interim financial information based on our review. Our report is made solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Scope of Review

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* as issued by the HKICPA. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information is not prepared, in all material respects, in accordance with HKAS 34.

Certified Public Accountants
Hong Kong
21 September 2026

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

CONDENSED STATEMENT OF COMPREHENSIVE INCOME (unaudited)

	Notes	Six months ended 30 June 2026 HK\$'000	Six months ended 30 June 2025 HK\$'000
Interest income	3(a)	301,111	172,156
Interest expense	3(b)	(160,690)	(81,537)
Net interest income		140,421	90,619
Fee and commission income	4	6,797	809
Fee and commission expense	4	(296)	–
Net fee and commission income	4	6,501	809
Net gains from disposal of financial assets at fair value through other comprehensive income (“FVOCI”)		36	–
Other income		543	–
Net operating income		147,501	91,428
Staff costs	5	(102,869)	(83,452)
Premises and equipment expenses	5	(3,486)	(3,646)
Other operating expenses	5	(59,295)	(69,756)
Total operating expenses	5	(165,650)	(156,854)
Loss before expected credit losses		(18,149)	(65,426)
Charge for expected credit losses (“ECL”)	6	(14,382)	(46,456)
Loss before income tax		(32,531)	(111,882)
Income tax expenses	7	–	–
Loss after income tax		(32,531)	(111,882)
Other comprehensive income:			
Items that may be reclassified subsequently to profit or loss:			
Changes in the fair value of financial assets at FVOCI		(24,505)	2,219
Reclassification adjustments for ECL included in profit or loss		172	–
Reclassification adjustments for disposal (gains)/losses of financial assets at FVOCI included in profit or loss		(36)	–
Other comprehensive income, net of tax		(24,369)	2,219
Total comprehensive income		(56,900)	(109,663)

The notes on pages 6 to 17 form part of this interim financial information.

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

CONDENSED STATEMENT OF FINANCIAL POSITION (unaudited)

	Notes	As at 30 June 2026 HK\$'000	As at 31 December 2025 HK\$'000
Assets			
Balances with banks, central bank and other financial institutions	8	794,003	1,083,711
Placements with banks	9	873,559	801,683
Investment securities	10	9,825,182	6,844,655
Loans and advances to customers	11	4,137,631	3,607,831
Amounts due from related companies	22	629	775
Other assets	15	13,018	8,508
Property, plant and equipment	12	3,581	3,886
Intangible assets	13	26,943	25,222
Right-of-use assets	14(a)	5,534	8,260
Total assets		15,680,080	12,384,531
Liabilities			
Deposits from customers	16	13,699,406	10,470,442
Other payables and accruals	17	214,491	468,525
Repurchase agreements at amortized cost	18	500,000	150,000
Amounts due to related companies	22	60,505	30,098
Lease liabilities	14(a)	5,895	8,783
Total liabilities		14,480,297	11,127,848
Equity			
Share capital	19	2,700,000	2,700,000
Accumulated losses		(1,493,459)	(1,460,928)
Other reserves		(6,758)	17,611
Total equity		1,199,783	1,256,683
Total liabilities and equity		15,680,080	12,384,531

The notes on pages 6 to 17 form part of this interim financial information.

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

CONDENSED STATEMENT OF CHANGES IN EQUITY (unaudited)

	Note	Share capital HK\$'000	Accumulated loss HK\$'000	Other reserves		Total equity HK\$'000
				FVOCI reserve HK\$'000	Share-based compensation reserve (Note) HK\$'000	
1 January 2025		2,000,000	(1,186,521)	(1,406)	10,279	822,352
Change in equity for the period:						
Loss for the period		-	(111,882)	-	-	(111,882)
Other comprehensive income		-	-	2,219	-	2,219
Total comprehensive income		-	(111,882)	2,219	-	(109,663)
Share-based compensation		-	-	-	9	9
At 30 June 2025 and 1 July 2025		2,000,000	(1,298,403)	813	10,288	712,698
Change in equity for the period:						
Loss for the period		-	(162,525)	-	-	(162,525)
Other comprehensive income		-	-	6,509	-	6,509
Total comprehensive income		-	(162,525)	6,509	-	(156,016)
Capital contribution from immediate holding company	19	700,000	-	-	-	700,000
Share-based compensation		-	-	-	1	1
At 31 December 2025 and 1 January 2026		2,700,000	(1,460,928)	7,322	10,289	1,256,683
Change in equity for the period:						
Loss for the period		-	(32,531)	-	-	(32,531)
Other comprehensive income		-	-	(24,369)	-	(24,369)
Total comprehensive income		-	(32,531)	(24,369)	-	(56,900)
Share-based compensation		-	-	-	-	-
At 30 June 2026		2,700,000	(1,493,459)	(17,047)	10,289	1,199,783

Note: The share-based compensation reserve is to record the corresponding amount of shares and share options granted by OneConnect Financial Technology Co. Ltd. ("OCFT"), former ultimately holding company, and Lufax Holding Ltd ("Lufax"), the intermediate holding company to the Bank's employees.

The notes on pages 6 to 17 form part of this interim financial information.

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

CONDENSED STATEMENT OF CASH FLOWS (unaudited)

	Notes	Six months ended 30 June 2026 HK\$'000	Six months ended 30 June 2025 HK\$'000
Cash flows from operating activities			
Loss before income tax		(32,531)	(111,882)
Adjustment for:			
Charge for expected credit losses	6	14,382	46,456
Depreciation and amortization	5	7,452	7,526
Share-based compensation		–	9
Loss on disposal of intangible assets	5	–	1,810
Net gains from disposal of financial assets at FVOCI		(36)	–
Interest income	3(a)	(301,111)	(172,156)
Interest expense	3(b)	160,690	81,537
Foreign exchange differences		(52,042)	(12,763)
Cash flows before changes in operating activities		(203,196)	(159,463)
Changes in repurchase agreements at amortized cost		350,000	–
Changes in placements with banks with original maturity over three months		(333,543)	86,454
Changes in loans and advances to customers		(534,786)	(632,193)
Changes in amounts due from related companies		146	–
Changes in other assets		(4,507)	(315)
Changes in deposits from customers		3,209,399	1,577,047
Changes in amounts due to related companies		29,822	(10,589)
Changes in other payables and accruals		13,816	(10,650)
Cash generated from operating activities		2,527,151	850,291
Interest received		168,970	180,279
Interest paid		(144,462)	(70,952)
Net cash generated from operating activities		2,551,659	959,618
Cash flows from investing activities			
Purchase of property, plant and equipment	12	(1,119)	(50)
Addition of intangible assets	13	(5,023)	(552)
Purchases of investment securities at FVOCI		(11,803,839)	(4,621,416)
Purchases of investment securities at amortized cost		(834,189)	–
Proceeds from redemption of investment securities at FVOCI		9,260,017	3,682,831
Proceeds from disposal of investment securities at FVOCI		269,023	–
Net cash used in investing activities		(3,115,130)	(939,187)
Cash flows from financing activities			
Principal elements of lease payment		(2,888)	(3,416)
Net cash used in financing activities		(2,888)	(3,416)
Net changes in cash and cash equivalents		(566,359)	17,015
Cash and cash equivalents at beginning of period		1,356,107	698,594
Effect of foreign exchange differences		4,255	131
Cash and cash equivalents at 30 June	21	794,003	715,740

The notes on pages 6 to 17 form part of this interim financial information

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

NOTES TO THE INTERIM FINANCIAL INFORMATION (unaudited)

1. General information

Ping An Digital Bank (International) Limited (formerly known as “**PAO Bank Limited**”) (the “**Bank**”) is a licensed bank authorized under the Hong Kong Banking Ordinance since 9 May 2019. The Bank launched its banking services since 2020.

The address of the Bank’s registered office and principal place of business is Room 1903-1904, NEO, 123 Hoi Bun Road, Kwun Tong, Kowloon, Hong Kong.

The immediate holding company of the Bank is Jin Yi Rong Limited, a company incorporated in Hong Kong. The intermediate holding company of the Bank is Lufax Holding Ltd (“**Lufax**”), a company incorporated in the Cayman Islands. The ultimate holding company of the Bank is Ping An Insurance (Group) Company of China, Ltd (“**Ping An Group**”), which was registered in Shenzhen, the People’s Republic of China. Both Lufax and the Bank were indirectly non-wholly owned by Ping An Group.

2. Basis of preparation

(a) Material accounting policies

The unaudited interim financial information has been prepared in accordance with Hong Kong Accounting Standard (“**HKAS**”) 34, “Interim Financial Reporting”, issued by the Hong Kong Institute of Certified Public Accountants. Except for the initial adoption of the effective amendments to HKFRS Accounting Standards, the material accounting policies adopted and preparation basis of the unaudited interim financial information are consistent with those described in the Bank’s annual report 2025. The adoption of the new and amended standards in the current period did not have a significant impact on the interim financial information.

The HKICPA has issued certain new standard, interpretation and amendments to existing standards which are not yet effective for the year ending 31 December 2026 and have not been early adopted by the Bank. The Bank will apply these new standard, interpretation and amendments to existing standards as and when they become effective. The Bank has already commenced an assessment of the related impact to the Bank, certain of which may give rise to change in presentation, disclosure and measurements of certain items in the financial statements.

The preparation of interim financial information requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgement in applying the Bank’s accounting policies.

The significant judgement made by management in applying the Bank’s accounting policies and the key approaches of estimation are consistent with those adopted in, and shall be read in conjunction with the Bank’s annual report 2025.

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

NOTES TO THE INTERIM FINANCIAL INFORMATION (unaudited)

2. Basis of preparation (continued)

(b) Requirement in connection with publication of interim financial information

The financial information relating to the year ended 31 December 2025 that is included in the interim financial information for the six months ended 30 June 2026 as comparative information does not constitute the Bank's statutory annual financial statements for that year but is derived from those financial statements. Further information relating to these statutory financial statements required to be disclosed in accordance with section 436 of the Hong Kong Companies Ordinance (Cap. 622) is as follows:

As the Bank is a private company, the Bank is not required to deliver its financial statements to the Registrar of Companies, and has not done so.

The Bank's auditor has reported on the financial statements for the year ended 31 December 2025. The auditor's report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report and did not contain a statement under sections 406(2), 407(2) or (3) of the Hong Kong Companies Ordinance (Cap. 622).

3. Interest income and interest expenses

	Six months ended 30 June 2026 HK\$'000	Six months ended 30 June 2025 HK\$'000
(a) Interest income		
Financial assets at amortized cost	156,354	145,075
Financial assets at FVOCI	144,757	27,081
	<u>301,111</u>	<u>172,156</u>
(b) Interest expenses		
Deposits from customers	160,488	81,400
Lease liabilities (Note 14(b))	153	137
Repurchase agreements at amortized cost	49	—
	<u>160,690</u>	<u>81,537</u>

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

NOTES TO THE INTERIM FINANCIAL INFORMATION (unaudited)

4. Net fee and commission income

	Six months ended 30 June 2026 HK\$'000	Six months ended 30 June 2025 HK\$'000
Fee and commission income		
Foreign exchange	1,172	—
Securities brokerage and wealth management	1,128	—
Insurance brokerage	3,353	42
Loans	963	636
Others	181	131
Fee and commission income	6,797	809
Fee and commission expenses		
Commission expenses	(296)	—
	6,501	809

5. Operating expenses

	Six months ended 30 June 2026 HK\$'000	Six months ended 30 June 2025 HK\$'000
Staff costs	102,869	83,452
Premises and equipment expense, excluding depreciation	3,486	3,646
Legal and consultancy fee	1,609	1,718
Software licensing and other IT cost	25,825	33,401
Depreciation and amortization	7,452	7,526
Outsourcing expense	46,497	22,731
Loss on disposal of intangible assets	—	1,810
Audit fee	1,771	1,998
Foreign exchange differences	(51,019)	(11,405)
Others	27,160	11,977
	165,650	156,854

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

NOTES TO THE INTERIM FINANCIAL INFORMATION (unaudited)

6. Charge for expected credit losses

	Six months ended 30 June 2026 HK\$'000	Six months ended 30 June 2025 HK\$'000
Balances with banks, central bank and other financial institutions and placements with banks	4	8
Investment securities	194	65
Loans and advances to customers	14,057	46,383
Undrawn loan commitments	127	-
	<u>14,382</u>	<u>46,456</u>

7. Income tax expenses

	Six months ended 30 June 2026 HK\$'000	Six months ended 30 June 2025 HK\$'000
Current tax	-	-
Deferred tax	-	-
	<u>-</u>	<u>-</u>
Total tax expenses	<u>-</u>	<u>-</u>

The applicable Hong Kong profits tax rate is 16.5% (2025: 16.5%). No provision for Hong Kong profits tax has been made (first half of 2025: Nil) as the Bank had no estimated assessable profits for the periods.

8. Balances with banks, central bank and other financial institutions

	As at 30 June 2026 HK\$'000	As at 31 December 2025 HK\$'000
Balances with banks	114,146	448,003
Balances with central bank	678,746	635,629
Balances with other financial institutions	1,112	80
Less: Expected credit loss provision - Stage 1	(1)	(1)
	<u>794,003</u>	<u>1,083,711</u>

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

NOTES TO THE INTERIM FINANCIAL INFORMATION (unaudited)

9. Placements with banks

	As at 30 June 2026 HK\$'000	As at 31 December 2025 HK\$'000
Placements with banks		
– Maturing within one month	152,659	454,540
– Maturing between one month and one year	720,960	347,199
Less: Expected credit loss provision - Stage 1	(60)	(56)
	<u>873,559</u>	<u>801,683</u>

There were no overdue, impaired or rescheduled placements with banks for the periods.

10. Investment securities

	Financial assets at FVOCI HK\$'000	Financial assets at amortized cost HK\$'000	Total HK\$'000
2026			
Treasury bills	3,821,338	606,607	4,427,945
Certificates of deposit	3,956,370	217,923	4,174,293
Other debt securities	1,211,793	11,151	1,222,944
	<u>8,989,501</u>	<u>835,681</u>	<u>9,825,182</u>
2025			
Treasury bills	3,929,052	–	3,929,052
Certificates of deposit	2,289,085	–	2,289,085
Other debt securities	626,518	–	626,518
	<u>6,844,655</u>	<u>–</u>	<u>6,844,655</u>

11. Loans and advances to customers

	As at 30 June 2026 HK\$'000	As at 31 December 2025 HK\$'000
At amortized cost	4,272,738	3,754,984
Less: Expected credit loss provision	(135,107)	(147,153)
	<u>4,137,631</u>	<u>3,607,831</u>

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

NOTES TO THE INTERIM FINANCIAL INFORMATION (unaudited)

12. Property, plant and equipment

	Equipment HK\$'000	Leasehold improvements HK\$'000	Total HK\$'000
At 1 January 2026			
Opening net book amount	3,886	–	3,886
Additions	23	1,096	1,119
Depreciation charge	(898)	(526)	(1,424)
	<u>3,011</u>	<u>570</u>	<u>3,581</u>
Closing net book amount	<u>3,011</u>	<u>570</u>	<u>3,581</u>
At 30 June 2026			
Cost	12,008	11,001	23,009
Accumulated depreciation	(8,997)	(10,431)	(19,428)
	<u>3,011</u>	<u>570</u>	<u>3,581</u>
Net book amount	<u>3,011</u>	<u>570</u>	<u>3,581</u>
	Equipment HK\$'000	Leasehold improvements HK\$'000	Total HK\$'000
At 1 January 2025			
Opening net book amount	2,745	–	2,745
Additions	2,672	–	2,672
Depreciation charge	(1,531)	–	(1,531)
	<u>3,886</u>	<u>–</u>	<u>3,886</u>
Closing net book amount	<u>3,886</u>	<u>–</u>	<u>3,886</u>
At 31 December 2025			
Cost	11,985	9,905	21,890
Accumulated depreciation	(8,099)	(9,905)	(18,004)
	<u>3,886</u>	<u>–</u>	<u>3,886</u>
Net book amount	<u>3,886</u>	<u>–</u>	<u>3,886</u>

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

NOTES TO THE INTERIM FINANCIAL INFORMATION (unaudited)

13. Intangible assets

	Acquired software HK\$'000	Internally developed software HK\$'000	Total HK\$'000
At 1 January 2026			
Opening net book amount	449	24,773	25,222
Additions	–	5,023	5,023
Amortization charge	(326)	(2,976)	(3,302)
	<u>123</u>	<u>26,820</u>	<u>26,943</u>
Closing net book amount	123	26,820	26,943
At 30 June 2026			
Cost	19,635	80,183	99,818
Accumulated amortization	(19,512)	(53,363)	(72,875)
	<u>123</u>	<u>26,820</u>	<u>26,943</u>
Net book amount	123	26,820	26,943
At 1 January 2025			
Opening net book amount	2,268	31,483	33,751
Additions	–	1,771	1,771
Disposals	(405)	(1,540)	(1,945)
Amortization charge	(1,414)	(6,941)	(8,355)
	<u>449</u>	<u>24,773</u>	<u>25,222</u>
Closing net book amount	449	24,773	25,222
At 31 December 2025			
Cost	19,635	75,160	94,795
Accumulated amortization	(19,186)	(50,387)	(69,573)
	<u>449</u>	<u>24,773</u>	<u>25,222</u>
Net book amount	449	24,773	25,222

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

NOTES TO THE INTERIM FINANCIAL INFORMATION (unaudited)

14. Leases

(a) Amount recognized in the condensed statement of financial position

	As at 30 June 2026 HK\$'000	As at 31 December 2025 HK\$'000
Right-of-use assets	5,534	8,260
Lease liabilities		
– Current	5,895	6,282
– Non-current	–	2,501
	5,895	8,783

(b) Amount recognized in the condensed statement of comprehensive income

	Six months ended 30 June 2026 HK\$'000	Six months ended 30 June 2025 HK\$'000
Depreciation charge of right-of-use assets	2,726	3,365
Interest expense (Note 3(b))	153	137

15. Other assets

	As at 30 June 2026 HK\$'000	As at 31 December 2025 HK\$'000
Prepaid expenses	4,534	3,273
Deposits and other receivables	8,484	5,235
	13,018	8,508

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

NOTES TO THE INTERIM FINANCIAL INFORMATION (unaudited)

16. Deposits from customers

	As at 30 June 2026 HK\$'000	As at 31 December 2025 HK\$'000
Savings deposits	839,591	473,540
Fixed deposits	12,859,815	9,996,902
	<u>13,699,406</u>	<u>10,470,442</u>

17. Other payables and accruals

	As at 30 June 2026 HK\$'000	As at 31 December 2025 HK\$'000
Accruals for employee benefits	21,309	20,173
Other payables and accruals (note a)	192,673	447,969
Expected credit losses provisions for undrawn loan commitments	509	383
	<u>214,491</u>	<u>468,525</u>

Note a: At 30 June 2026 and 31 December 2025, balance included HK\$148,780,000 (31 December 2025: HK\$415,650,000) from unsettled trade transactions arising from daily operations.

18. Repurchase agreements at amortized cost

At 30 June 2026, repurchase agreements at amortized cost amounting to HK\$500,000,000 (31 December 2025: HK\$150,000,000) under sale and repurchase arrangements were secured by treasury bills at FVOCI deposited with Hong Kong Monetary Authority ("HKMA") to facilitate settlement operations. At 30 June 2026, the carrying amount of treasury bills at FVOCI pledged by the Bank was HK\$501,362,000 (31 December 2025: HK\$150,649,000) included in "Investment securities".

19. Issued share capital

	No. of shares	HK\$'000
Ordinary shares, issued and fully paid:		
At 1 January 2025	1	2,000,000
Capital contribution from immediate holding company	—	700,000
	<u>1</u>	<u>2,700,000</u>
At 31 December 2025, 1 January 2026 and 30 June 2026	1	2,700,000

Contributions of HK\$700,000,000 by cash were injected as share capital of the Bank in year 2025, without allotting additional shares to the shareholder.

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

NOTES TO THE INTERIM FINANCIAL INFORMATION (unaudited)

20. Fair value of financial instrument

(a) Financial instruments carried at fair value

All assets and liabilities for which fair value is measured or disclosed in the financial information are categorized within the fair value hierarchy as defined in HKFRS 13, “Fair value measurement”. The following table and paragraph give information about how the fair values of these financial assets and financial liabilities are determined (in particular, the valuation techniques and inputs used), as well as the level of the fair value hierarchy into which the fair value measurements are categorized (Levels 1 to 3) based on the degree to which the inputs to the fair value measurements is observable.

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 fair value measurements are those derived from 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); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (significant unobservable inputs).

For financial instruments that are recognized in the financial statements on a recurring basis, the Bank determines whether transfers have occurred between levels in the hierarchy by reassessing categorization (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 fair value of loans and advances to customers reflects expected credit losses provision at the end of the reporting period and the fair value effect of repricing between origination and the reporting date. For credit impaired loans and advances to customers, fair value is estimated by discounting the future cash flows over the time period they are expected to be recovered.

The following table shows an analysis of financial instruments recorded at fair value on a recurring basis by level of the fair value hierarchy:

	At 30 June 2026			
	Level 1 HK\$'000	Level 2 HK\$'000	Level 3 HK\$'000	Total HK\$'000
Financial assets measured at FVOCI				
– Investment securities	8,989,501	–	–	8,989,501
	At 31 December 2025			
	Level 1 HK\$'000	Level 2 HK\$'000	Level 3 HK\$'000	Total HK\$'000
Financial assets measured at FVOCI				
– Investment securities	6,844,655	–	–	6,844,655

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

NOTES TO THE INTERIM FINANCIAL INFORMATION (unaudited)

20. Fair value of financial instrument (continued)

(b) Financial instruments carried at amortized cost

Except as detailed in the following tables, all financial instruments carried at amortized cost approximate their fair values at 30 June 2026 and 31 December 2025.

	Carrying amount		Fair value	
	As at 30 June 2026	As at 31 December 2025	As at 30 June 2026	As at 31 December 2025
Financial assets measured at amortized cost				
– Investment securities	835,681	–	835,643	–

The following tables give information about financial assets which are not measured at fair values at the end of each reporting period, but for which the fair value are disclosed.

	Level 1 HK\$'000	Level 2 HK\$'000	Level 3 HK\$'000	Total HK\$'000
At 30 June 2026				
Investment securities	835,643	–	–	835,643

21. Notes to the condensed statement of cash flows

Cash and cash equivalents

For the purposes of the condensed statement of cash flows, cash and cash equivalents comprise the following balances with original maturity of three months or less from the date of acquisition.

	As at 30 June 2026 HK\$'000	As at 30 June 2025 HK\$'000
Balances with banks, central bank and other financial institutions	794,003	605,107
Placements with banks with original maturity within three months	–	110,633
	<u>794,003</u>	<u>715,740</u>

PING AN DIGITAL BANK (INTERNATIONAL) LIMITED

NOTES TO THE INTERIM FINANCIAL INFORMATION (unaudited)

22. Material related-party transactions

The Bank entered into the following material transactions with related parties:

	Six months ended 30 June 2026 HK\$'000	Six months ended 30 June 2025 HK\$'000
Capitalized expenditures payable to fellow subsidiaries	5,023	618
IT expenses to fellow subsidiaries and affiliated companies	13,586	17,086
Premises expenses to a fellow subsidiary	2,376	2,376
Interest expenses to deposits placed by an intermediate holding company and fellow subsidiaries	115	487
Administrative expenses to fellow subsidiaries and affiliated companies	23,713	2,527
Management fee income from intermediate holding company and fellow subsidiaries included in other income	437	—

The Bank had the following material outstanding balances with related parties:

	As at 30 June 2026 HK\$'000	As at 31 December 2025 HK\$'000
Amount due from fellow subsidiaries (Note)	597	720
Amount due to fellow subsidiaries (Note)	60,505	30,098
Deposits from fellow subsidiaries	106,826	47
Deposits from an intermediate holding company	12	12
Amount due from intermediate holding company (Note)	32	55

Note: The outstanding balances are unsecured, non-interest bearing and expected to be settled within one year.

The Bank has banking transactions with directors and key management personnel of the Bank and their close family members. These transactions and taking of deposit which are conducted in the ordinary course of business and under terms and conditions normally applicable to customers of comparable standing or, when applicable, other employees.

23. Event after reporting period

There are no other significant events after the reporting period.

24. Approval of interim financial information

The interim financial information were approved by the Board of Directors on 21 September 2026.