

**BANCO DE RESERVAS DE LA  
REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE  
AND SUBSIDIARIES**

Consolidated Financial Statements

December 31, 2025

(With Independent Auditors' Report)

*(Free Translation from the Original Spanish-Language Version)*



**KPMG Dominicana, S.A.**  
RNC 1-01-02591-3

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## Independent Auditors' Report

To the Board of Directors of  
Banco de Reservas de la República Dominicana -  
Banco Múltiple and Subsidiaries:

### **Opinion**

We have audited the consolidated financial statements of Banco de Reservas de la República Dominicana - Banco Múltiple and its Subsidiaries (the Bank), which include the consolidated statement of financial position as at December 31, 2025, and the consolidated statements of income, cash flows and changes in equity for the year then ended, and notes to the consolidated financial statements comprising significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of Banco de Reservas de la República Dominicana - Banco Múltiple and its Subsidiaries as at December 31, 2025, and its consolidated financial performance and its consolidated cash flows for the year then ended, in accordance with accounting practices established by the Superintendencia of Banks of the Dominican Republic, as described in note 2 to the accompanying consolidated financial statements.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the consolidated financial statements* section of our report. We are independent of the Bank in accordance with the Code of Ethics for Accountants of the International Ethics Standards Boards of Accountants (IESBA), that are relevant to audits of the consolidated financial statements of public interest entity, together with the ethics requirements issued by the Institute of Certified Public Accountants of the Dominican Republic, which are applicable to our audit of the consolidated financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Emphasis of matter**

We draw attention to notes 1 and 37 to the consolidated financial statements. As at December 31, 2025 and for the year then ended, because of its condition of being the bank of the Dominican State, a significant proportion of assets and liabilities, as well as financial income and expenses, correspond to balances held and transactions performed with entities of the government sector. Our opinion is not modified in respect of this matter.

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**Key audit matters**

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

**Estimation and accounting of allowance for the portfolio of major and medium-sized private commercial debtors and additional allowance**

See notes 2.9.2, 2.9.3, 5, 13 and 35 to the accompanying consolidated financial statements.

**The key audit matter**

The estimation of allowance for the portfolio of major and medium-sized private commercial debtors and additional allowance is a key audit matter, due to the nature of the calculations, judgments and analysis of management, the allowance requirements that must be complied by the Bank's direction in accordance with the parameters established by the Monetary and Financial Authority and the importance of this estimate in relation to the credit portfolio and the results of the period.

The net loans portfolio represents approximately 46 % of the Bank's total assets. The allowance for the portfolio of major and medium-sized private commercial debtors and the additional allowance are determined following the criteria established by the Monetary and Financial Authority, mainly in the Asset Evaluation Regulations, as well as resolutions, circulars, methodology established by the Bank for the determination of the additional allowance and other related explanatory documents.

**How the matter was addressed in the audit**

Our most relevant audit procedures in relation to the estimation of allowance for the portfolio of major and medium-sized private commercial debtors and additional allowance, and their accounting, included the following:

- ◆ Obtaining an understanding and testing the design, implementation, and operational effectiveness of the relevant controls maintained by the Bank over the approval and disbursement of credits, as well as those related to the determination, accounting, and disclosure of allowance for the loan portfolio.
- ◆ Obtaining the reconciliation of the general ledger to the sub-ledger of the loan portfolio and observing the mathematical accuracy of the reconciliation.
- ◆ Selecting a representative sample of the portfolio of major and medium-sized private commercial debtors and testing the payment capacity risk classification based on parameters established by the current regulations.
- ◆ Using sampling techniques, selecting samples from the loan portfolio and evaluating the payment behavior, collateral admissibility and country risk factors as applicable.

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**The key audit matter****How the matter was addressed in the audit**

- ◆ Recalculating the aging assigned by the Bank's system and reported to the Superintendencia of Banks of the Dominican Republic.
- ◆ Recalculating the allowance for the loan portfolio based on its payment behavior, delinquency rate, payment capacity, country risk, and collateral admissibility, as stipulated in the Asset Evaluation Regulations, as well as in resolutions, circulars, and other related explanatory documents.

Comparing the results obtained with the allowance reported in the loans portfolio self-assessment carried out by the Bank, sent to the Superintendencia of Banks of the Dominican Republic, and recognized in the consolidated financial statements, and clarifying and/or proposing adjustments for identified differences, if any.

- ◆ Analyzing the methodology used by the Bank for the constitution of additional allowance, endorsed by the authorization of the competent internal body and notified to the Superintendencia of Banks of the Dominican Republic.
- ◆ Using sampling techniques, selecting a sample of written-off credits and observing those write-offs have been carried out following the Bank's policy and the Asset Evaluation Regulations.
- ◆ When applicable, verifying that the Bank obtained proper authorization from the Monetary and Financial Authority for special treatment regarding the recognition of allowances and the classification of certain credits provided to specific sectors of the Dominican Republic economy.

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**Technical reserves**

See notes 2.30, 2.31 and 18 to the accompanying consolidated financial statements.

**The key audit matter**

Technical reserves are estimates of the reserves for insurance contracts. This is a key audit matter because it involves significant judgments and estimates by management. These reserves are determined based on actuarial calculations, specific estimations of losses from reported claims, and guidelines established in Law No. 146-02 on Insurance and Bonds of the Dominican Republic.

The calculation of these reserves is based on the net premiums for individual life insurance and the survival probabilities for pension plans, according to the interest rate and the mortality tables used by the insurance company subsidiary. Specific reserves represent a significant liability in the Bank's consolidated statement of financial position. These reserves are determined based on the estimation of specific losses from reported claims and in accordance with the guidelines established in Law No. 146-02 on Insurance and Bonds of the Dominican Republic.

**How the matter was addressed in the audit**

Our most relevant audit procedures in relation to the estimation of mathematical and specific reserves, included the following:

- ◆ Evaluating relevant controls related to the opening, recognition, and payment of insurance claims.
- ◆ Using our specialists in actuarial calculations to evaluate the significant assumptions used by management to estimate disability and survivorship reserves.
- ◆ Using a sampling tool, selecting a representative sample of paid and unpaid claims paid during the period, and observing the basis used to create the reserve and the corresponding review and approval from management.
- ◆ Observing subsequent payments made on the unpaid reserves at the end of the year to identify significant deviations between the liability created and its settlement.
- ◆ Recalculating unearned premium reserves using the terms and percentages established by applicable regulations. Comparing the results obtained with the reserve amounts recognized in the consolidated financial statements. Additionally, observing that the releases and constitutions of reserves have been performed appropriately.

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***Other matter***

The accompanying consolidated financial statements are not intended to present the financial position, results of operations and cash flows of the Bank in accordance with the accounting principles of jurisdictions other than the Dominican Republic. Therefore, the consolidated statement of financial position and the consolidated statements of profit or loss, cash flows and changes in equity and their use are not designed for those who are not informed about the accounting practices and procedures established by the Superintendence of Banks of the Dominican Republic.

***Responsibilities of management and those charged with governance of the Bank for the consolidated financial statements***

The Bank's management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the accounting standards of the Superintendence of Banks of the Dominican Republic, as described in note 2, which is an integral basis of accounting different from the International Financial Reporting Standards promulgated by the International Accounting Standards Board, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Bank's financial reporting process.

***Auditors' responsibilities for the audit of the consolidated financial statements***

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 financial statements.

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

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

We communicate with those charge with the Bank's governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

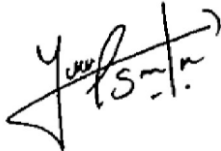
We also provide those charge with the governance of the Bank with a statement that we have complied with relevant ethical requirements regarding independence, and we communicate all relationships and other matters that may reasonably be thought to bear on our independence and, where applicable, related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

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From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

KPMG

Registration under SB No. A-006-0101



CPA *Ysrael Santana*  
Partner in charge of the audit  
Registration under ICPARD No. 10882

March 27, 2026

Santo Domingo,  
Dominican Republic

BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA - BANCO MÚLTIPLE AND SUBSIDIARIES

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Free Translation from the Original Spanish-Language Version)

Amounts in thousands of Dominican pesos (DOP)

|  | <u>At December 31,</u> |                      |
|--|------------------------|----------------------|
|  | <u>2025</u>            | <u>2024</u>          |
| <b>ASSETS</b>  |                        |                      |
| <b>Cash and cash equivalents (notes 3, 23, 27, 35 and 37)</b>                        | <b>207,016,813</b>     | <b>188,114,458</b>   |
| <b>Investments (notes 4, 13, 23, 27, 35, 37 and 38)</b>                              |                        |                      |
| Available for sale   | 230,529,288            | 396,677,191          |
| Held-to-maturity   | 184,083,544            | 21,237,221           |
| Allowance for investments  | (306,082)              | (272,819)            |
| <b>Subtotal</b>  | <b>414,306,750</b>     | <b>417,641,593</b>   |
| <b>Loans portfolio (notes 5, 13, 23, 27, 35, 37 and 38)</b>                          |                        |                      |
| Current  | 596,842,859            | 550,916,585          |
| Restructured   | 21,234,653             | 16,608,830           |
| Overdue (31 to 90 days)  | 346,772                | 273,490              |
| Past due (more than 90 days)   | 4,763,504              | 3,530,795            |
| In legal collection  | 293,750                | 300,306              |
| Interests receivable   | 5,353,550              | 4,770,187            |
| Allowance for loans  | (22,644,376)           | (18,700,549)         |
| <b>Subtotal</b>  | <b>606,190,712</b>     | <b>557,699,644</b>   |
| <b>Debtors by acceptances (notes 6 and 35)</b>                                       | <b>282,028</b>         | <b>213,717</b>       |
| <b>Accounts receivable (notes 7, 35 and 37)</b>                                      | <b>11,243,256</b>      | <b>11,729,011</b>    |
| <b>Assets received in lieu of foreclosure of loans, net (notes 8, 13, 32 and 38)</b> | <b>316,739</b>         | <b>332,259</b>       |
| <b>Equity-accounted investees (notes 9, 13, 23, 33, 35 and 38)</b>                   |                        |                      |
| Associates   | 2,664,063              | 2,632,496            |
| Allowance  | (135,123)              | (124,205)            |
| <b>Subtotal</b>  | <b>2,528,940</b>       | <b>2,508,291</b>     |
| <b>Property, furniture and equipment, net (notes 10, 22, 23, 32 and 38)</b>          | <b>32,266,075</b>      | <b>24,515,791</b>    |
| <b>Properties under development intended for sale and lease (note 11)</b>            | <b>3,677,634</b>       | <b>6,314,454</b>     |
| <b>Other assets (notes 12, 34, 35, 37 and 38)</b>                                    |                        |                      |
| Deferred charges   | 35,300,408             | 31,974,245           |
| Intangibles  | 176,711                | 371,739              |
| Other assets   | 1,658,338              | 1,134,441            |
| <b>Subtotal</b>  | <b>37,135,457</b>      | <b>33,480,425</b>    |
| <b>TOTAL ASSETS</b>  | <b>1,314,964,404</b>   | <b>1,242,549,643</b> |

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BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA - BANCO MÚLTIPLE AND SUBSIDIARIES

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Free Translation from the Original Spanish-Language Version)

Amounts in thousands of Dominican pesos (DOP)

|  | <u>At December 31,</u>      |                             |
|--|-----------------------------|-----------------------------|
|  | <u>2025</u>                 | <u>2024</u>                 |
| <b>LIABILITIES AND EQUITY</b>  |                             |                             |
| <b>LIABILITIES</b>   |                             |                             |
| <b>Customers' deposits (notes 14, 27, 35, 37 and 38)</b>                           |                             |                             |
| Checking   | 156,601,432                 | 171,885,879                 |
| Savings  | 390,799,448                 | 370,616,205                 |
| Time deposits  | 355,417,518                 | 296,908,379                 |
| Interests payable  | <u>1,115,627</u>            | <u>858,679</u>              |
| <b>Subtotal</b>  | <b><u>903,934,025</u></b>   | <b><u>840,269,142</u></b>   |
| <b>Deposits from domestic and foreign financial entities (notes 15, 27 and 35)</b> |                             |                             |
| Domestic financial entities  | 135,297,804                 | 83,205,538                  |
| Foreign financial entities   | 22,717                      | 24,100                      |
| Interests payable  | <u>396,338</u>              | <u>392,193</u>              |
| <b>Subtotal</b>  | <b><u>135,716,859</u></b>   | <b><u>83,621,831</u></b>    |
| <b>Borrowed funds (notes 16, 26, 27, 35 and 37)</b>                                |                             |                             |
| Central Bank   | 26,511,756                  | 58,409,355                  |
| Domestic financial entities  | 1,779,979                   | 713,017                     |
| Foreign financial entities   | 37,817,302                  | 68,854,081                  |
| Others financing   | 9,281,380                   | 7,643,168                   |
| Interests payable  | <u>818,307</u>              | <u>1,944,957</u>            |
| <b>Subtotal</b>  | <b><u>76,208,724</u></b>    | <b><u>137,564,578</u></b>   |
| <b>Outstanding acceptances (notes 6 and 35)</b>                                    | <b><u>282,028</u></b>       | <b><u>213,717</u></b>       |
| <b>Creditors for insurance and bonds (note 20)</b>                                 | <b><u>2,906,217</u></b>     | <b><u>3,620,029</u></b>     |
| <b>Insurance premium deposits</b>  | <b><u>812,279</u></b>       | <b><u>695,581</u></b>       |
| <b>Other liabilities (notes 13, 17, 22, 24, 31, 34, 35 and 38)</b>                 | <b><u>36,678,734</u></b>    | <b><u>33,794,447</u></b>    |
| <b>Technical reserves (notes 18 and 35)</b>  |                             |                             |
| Mathematical and technical life insurance reserves                                 | 484,800                     | 380,507                     |
| Outstanding loss reserves  | <u>12,287,361</u>           | <u>11,063,185</u>           |
| <b>Subtotal</b>  | <b><u>12,772,161</u></b>    | <b><u>11,443,692</u></b>    |
| <b>Subordinated debts (notes 21, 23, 27, 29, 35 and 38)</b>                        |                             |                             |
| Subordinated obligations   | <u>20,570,416</u>           | <u>20,564,790</u>           |
| <b>TOTAL LIABILITIES</b>   | <b><u>1,189,881,443</u></b> | <b><u>1,131,787,807</u></b> |
| <b>NET EQUITY ATTRIBUTABLE TO OWNERS OF THE BANK (notes 10, 22, 23 and 38)</b>     |                             |                             |
| Share capital  | 76,000,000                  | 76,000,000                  |
| Other equity reserves  | 32,628,848                  | 17,358,858                  |
| Revaluation surplus  | 6,030,180                   | 6,179,084                   |
| Equity instruments adjustments   | 188,239                     | 111                         |
| Retained earnings  | 55,700                      | 55,700                      |
| Net income for the year  | <u>10,179,994</u>           | <u>11,026,510</u>           |
|  | 125,082,961                 | 110,620,263                 |
| Non-controlling interest   | <u>-</u>                    | <u>141,573</u>              |
| <b>TOTAL EQUITY</b>  | <b><u>125,082,961</u></b>   | <b><u>110,761,836</u></b>   |
| <b>TOTAL LIABILITIES AND EQUITY</b>  | <b><u>1,314,964,404</u></b> | <b><u>1,242,549,643</u></b> |
| Contingent accounts (notes 23 and 24)  | <u>3,487,284,894</u>        | <u>2,191,802,307</u>        |
| Memorandum accounts (note 26)  | <u>2,935,409,579</u>        | <u>2,304,320,454</u>        |

These financial statements are to be read in conjunction with their accompanying notes.

\_\_\_\_\_  
Leonardo Aguilera Batista  
Chief Executive Officer

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Preppy Oscar Rodríguez Hernández  
Chief Accounting Officer

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA - BANCO MÚLTIPLE AND SUBSIDIARIES**

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

*(Free Translation from the Original Spanish-Language Version)*

Amounts in thousands of Dominican pesos (DOP)

|  | <b>Years ended on December 31,</b> |                            |
|--|------------------------------------|----------------------------|
|  | <b><u>2025</u></b>                 | <b><u>2024</u></b>         |
| <b>Financial income (notes 3, 4, 5, 27 and 37)</b>                                 |                                    |                            |
| Interest on cash and cash equivalents  | 4,260,358                          | 4,226,325                  |
| Interest on loans  | 82,422,292                         | 73,458,184                 |
| Interest on investments  | 28,965,907                         | 25,552,421                 |
| Gains on sale of investments   | 6,070,148                          | 12,148,841                 |
| Insurance premiums, net of returns and cancellations                               | 26,995,766                         | 24,675,082                 |
| <b>Subtotal</b>  | <b><u>148,714,471</u></b>          | <b><u>140,060,853</u></b>  |
| <b>Financial expenses (notes 14, 15, 16, 21, 27 and 37)</b>                        |                                    |                            |
| Interest on customers' deposits  | (40,167,145)                       | (32,423,420)               |
| Interest on borrowed funds   | (6,457,506)                        | (8,984,725)                |
| Loss on sale of investments  | (492,756)                          | (137,017)                  |
| Insurance claims and related contractual obligations                               | (18,216,108)                       | (17,079,361)               |
| Expenses related to technical adjustment to reserves                               | (252,109)                          | (900,075)                  |
| Expenses related to acquisition, conservation and collection of insurance premiums | (2,975,434)                        | (2,736,431)                |
| <b>Subtotal</b>  | <b><u>(68,561,058)</u></b>         | <b><u>(62,261,029)</u></b> |
| <b>Gross financial margin</b>  | <b><u>80,153,413</u></b>           | <b><u>77,799,824</u></b>   |
| Allowance for loans (notes 13 and 38)  | (11,288,110)                       | (7,199,681)                |
| <b>Net financial margin</b>  | <b><u>68,865,303</u></b>           | <b><u>70,600,143</u></b>   |
| <b>Foreign exchange gain (loss) (note 28)</b>                                      | <b><u>785,065</u></b>              | <b><u>(640,514)</u></b>    |
| <b>Other operating income (note 29)</b>  |                                    |                            |
| Commissions for services   | 26,481,222                         | 22,834,413                 |
| Foreign exchange commissions   | 6,582,213                          | 5,873,649                  |
| Miscellaneous income   | 8,515,849                          | 5,621,279                  |
| <b>Subtotal</b>  | <b><u>41,579,284</u></b>           | <b><u>34,329,341</u></b>   |
| <b>Other operating expenses (note 29)</b>  |                                    |                            |
| Commissions for services   | (3,825,469)                        | (3,370,236)                |
| Foreign exchange commissions   | (32,790)                           | (240,820)                  |
| Miscellaneous expenses   | (9,425,306)                        | (6,034,164)                |
| <b>Subtotal</b>  | <b><u>(13,283,565)</u></b>         | <b><u>(9,645,220)</u></b>  |
| <b>Gross operating profit</b>  | <b><u>97,946,087</u></b>           | <b><u>94,643,750</u></b>   |
| <b>Operating expenses (notes 10, 12, 13, 24, 30 and 31)</b>                        |                                    |                            |
| Salaries and personnel compensation  | (37,763,187)                       | (34,588,555)               |
| Professional fees  | (9,277,334)                        | (7,484,536)                |
| Depreciation and amortization  | (3,448,371)                        | (2,728,230)                |
| Other provisions   | (595,073)                          | (273,885)                  |
| Other expenses   | (23,161,717)                       | (21,420,647)               |
| <b>Subtotal</b>  | <b><u>(74,245,682)</u></b>         | <b><u>(66,495,853)</u></b> |
| <b>Net operating profit</b>  | <b><u>23,700,405</u></b>           | <b><u>28,147,897</u></b>   |
| <b>Other income (expenses) (note 32)</b>   |                                    |                            |
| Other income   | 5,740,049                          | 3,836,724                  |
| Other expenses   | (3,442,255)                        | (3,188,715)                |
| <b>Subtotal</b>  | <b><u>2,297,794</u></b>            | <b><u>648,009</u></b>      |
| <b>Profit before income tax</b>  | <b>25,998,199</b>                  | <b>28,795,906</b>          |
| Income tax (note 34)   | (548,215)                          | (1,209,457)                |
| <b>Net income for the period</b>   | <b><u>25,449,984</u></b>           | <b><u>27,586,449</u></b>   |
| <b>ATTRIBUTABLE TO:</b>  |                                    |                            |
| <b>Owners of the Bank (Parent Company)</b>   | <b><u>25,449,984</u></b>           | <b><u>27,566,275</u></b>   |
| <b>Non-controlling interests</b>   | <b><u>-</u></b>                    | <b><u>20,174</u></b>       |

These financial statements are to be read in conjunction with their accompanying notes.

\_\_\_\_\_  
Leonardo Aguilera Batista  
Chief Executive Officer

\_\_\_\_\_  
Preppy Oscar Rodríguez Hernández  
Chief Accounting Officer

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA - BANCO MÚLTIPLE AND SUBSIDIARIES**

**CONSOLIDATED STATEMENTS OF CASH FLOWS**

*(Free Translation from the Original Spanish-Language Version)*

Amounts in thousands of Dominican pesos (DOP)

|  | <u>Years ended on December 31,</u> |                             |
|--|------------------------------------|-----------------------------|
|  | <u>2025</u>                        | <u>2024</u>                 |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                            |                                    |                             |
| Interest collected from loans  | 80,944,004                         | 72,284,848                  |
| Other financial income collected                                       | 44,884,380                         | 43,734,598                  |
| Other operating income collected                                       | 41,912,595                         | 33,974,768                  |
| Insurance premium collected  | 27,112,464                         | 24,618,888                  |
| Increase in insurance and bonds  | (2,612,886)                        | (1,015,693)                 |
| Interest paid on customers' deposits                                   | (29,126,512)                       | (23,430,998)                |
| Interest and commissions paid on borrowed funds                        | (7,584,156)                        | (9,537,627)                 |
| General and administrative expenses paid                               | (70,179,723)                       | (63,475,889)                |
| Other operating expenses paid  | (13,277,939)                       | (9,628,815)                 |
| Income taxes paid  | (3,048,484)                        | (2,873,158)                 |
| Insurance claims and contractual obligation payments                   | (18,216,108)                       | (17,079,361)                |
| Miscellaneous collections (payments) by operating activities           | <u>2,071,880</u>                   | <u>(2,639,350)</u>          |
| <b>Net cash provided by operating activities</b>                       | <b><u>52,879,515</u></b>           | <b><u>44,932,211</u></b>    |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                            |                                    |                             |
| Increase in investments  | (2,779,143)                        | (87,532,380)                |
| Loans granted  | (293,690,524)                      | (262,832,967)               |
| Loans collected  | 233,725,191                        | 194,383,730                 |
| Acquisition of property for sale and lease considered as an investment | (93,015)                           | (93,295)                    |
| Acquisition of property, furniture and equipment                       | (6,840,974)                        | (3,823,195)                 |
| Proceeds from sale of property, furniture and equipment                | 65,051                             | 73,166                      |
| Proceeds from sale of assets received in lieu of foreclosure of loans  | 1,710,681                          | 613,631                     |
| Acquisition of equity instruments                                      | -                                  | (487,300)                   |
| Dividends received   | <u>636,170</u>                     | <u>519,788</u>              |
| <b>Net cash used in investing activities</b>                           | <b><u>(67,266,563)</u></b>         | <b><u>(159,178,822)</u></b> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                            |                                    |                             |
| Deposits received from customers                                       | 16,702,883,863                     | 15,444,832,642              |
| Repayment of deposits to customers                                     | (16,598,164,585)                   | (15,393,381,169)            |
| Proceeds from borrowed funds   | 72,524,302                         | 59,031,085                  |
| Repayment of borrowed funds  | (132,786,094)                      | (55,371,031)                |
| Proceeds from issue of subordinated obligations                        | -                                  | 10,000,000                  |
| Repayment of subordinated obligations                                  | -                                  | (10,000,000)                |
| Dividends paid and other payments to shareholders                      | <u>(11,168,083)</u>                | <u>(9,959,861)</u>          |
| <b>Net cash provided by financing activities</b>                       | <b><u>33,289,403</u></b>           | <b><u>45,151,666</u></b>    |
| <b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>            | <b>18,902,355</b>                  | <b>(69,094,945)</b>         |
| <b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>                  | <b><u>188,114,458</u></b>          | <b><u>257,209,403</u></b>   |
| <b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>                        | <b><u>207,016,813</u></b>          | <b><u>188,114,458</u></b>   |

(Continues)

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA - BANCO MÚLTIPLE AND SUBSIDIARIES**

**CONSOLIDATED STATEMENTS OF CASH FLOWS**

*(Free Translation from the Original Spanish-Language Version)*

Amounts in thousands of Dominican pesos (DOP)

|   | <u>Years ended on December 31.</u> |                   |
|---|------------------------------------|-------------------|
|   | <u>2025</u>                        | <u>2024</u>       |
| <b>Reconciliation between the net profit for the period and net cash provided by operating activities</b> |                                    |                   |
| Net income for the period   | 25,449,984                         | 27,586,449        |
| <b>Adjustments to reconcile net profit for the period to net cash provided by operating activities:</b>   |                                    |                   |
| Allowance for risky assets and contingencies  | 11,883,183                         | 7,473,566         |
| Reversal of allowance for interests receivable  | (73)                               | (26)              |
| Increase in mathematical and technical reserves   | 252,109                            | 900,075           |
| Depreciation and amortization   | 3,470,886                          | 2,746,079         |
| Assets discharged and recognized in expenses  | 217,027                            | 360,707           |
| Deferred income tax   | (88,234)                           | (5,205,941)       |
| Income tax from previous years  | (1,237,117)                        | -                 |
| Gain on sale of property, furniture and equipment   | (40,430)                           | (9,844)           |
| Gain on sale of assets received in lieu of foreclosure of loans   | (486,628)                          | (110,990)         |
| Income from recovery of credits written off with assets received  | (115,536)                          | (104,257)         |
| Impairment of property, furniture and equipment   | 64,302                             | 1,554             |
| Share profit arising from investments in associates   | (667,737)                          | (766,606)         |
| Impairment of assets received in lieu of foreclosure of loans   | 422                                | 36,799            |
| Amortization of investment premiums and discounts, net  | 7,074,631                          | 4,702,292         |
| Amortization of loan discounts  | (1,653)                            | (2,552)           |
| Foreign exchange rate fluctuations, net   | (451,754)                          | 285,941           |
| Amortization of debt issuance cost and discount on subordinated obligations                               | 5,626                              | 16,405            |
| Reinvested interest from deposits   | 10,779,540                         | 8,792,434         |
| Expenses for uncollectibility of accounts receivable  | 376,049                            | 420,663           |
| Changes in fair value of investment property  | (911,166)                          | -                 |
| Net change in assets and liabilities:   |                                    |                   |
| Interests receivable  | (2,470,543)                        | (3,929,048)       |
| Debtors by acceptances  | (68,311)                           | (28,811)          |
| Accounts receivable   | 109,706                            | (3,332,914)       |
| Properties under development intended for sale and lease  | (147,305)                          | (302,341)         |
| Deferred charges  | (2,000,744)                        | (397,183)         |
| Intangibles   | (244,902)                          | (79,172)          |
| Other assets  | (323,438)                          | (122,510)         |
| Interests payable   | (865,557)                          | (540,689)         |
| Outstanding acceptances   | 68,311                             | 28,811            |
| Creditors of insurance and bonds  | (713,812)                          | 744,765           |
| Insurance premium deposits  | 116,698                            | (56,194)          |
| Other liabilities   | 2,769,621                          | 4,848,776         |
| Technical reserves  | 1,076,360                          | 975,973           |
| <b>Total adjustments</b>  | <u>27,429,531</u>                  | <u>17,345,762</u> |
| <b>Net cash provided by operating activities</b>  | <u>52,879,515</u>                  | <u>44,932,211</u> |

These financial statements are to be read in conjunction with their accompanying notes.

\_\_\_\_\_  
**Leonardo Aguilera Batista**  
 Chief Executive Officer

\_\_\_\_\_  
**Preppy Oscar Rodríguez Hernández**  
 Chief Accounting Officer

BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA - BANCO MÚLTIPLE AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

Years ended on December 31, 2025 and 2024

(Free Translation from the Original Spanish-Language Version)

Amounts in thousands of Dominican pesos (DOP)

|  | Paid-in<br>capital | Other<br>equity<br>reserves | Revaluation<br>surplus | Equity<br>instruments<br>adjustments | Retained<br>earning from | Net income<br>for the<br>year | Total              | Non-<br>controlling<br>interest | Total<br>equity    |
|--|--------------------|-----------------------------|------------------------|--------------------------------------|--------------------------|-------------------------------|--------------------|---------------------------------|--------------------|
| <b>Balances at January 1st, 2024</b>               | 39,000,000         | 37,819,093                  | 643,474                | -                                    | 55,700                   | 9,800,006                     | 87,318,273         | 281,254                         | 87,599,527         |
| Transfer to retained earnings                      | -                  | -                           | -                      | -                                    | 9,800,006                | (9,800,006)                   | -                  | -                               | -                  |
| Revaluation surplus (notes 10, 22 and 38)          | -                  | -                           | 7,821,025              | -                                    | -                        | -                             | 7,821,025          | -                               | 7,821,025          |
| Deferred tax on revaluation (note 34)              | -                  | -                           | (2,285,415)            | -                                    | -                        | -                             | (2,285,415)        | -                               | (2,285,415)        |
| Dividends paid in cash to non-controlling interest | -                  | -                           | -                      | -                                    | -                        | -                             | -                  | (126,928)                       | (126,928)          |
| Decrease in minority ownership                     | -                  | -                           | -                      | -                                    | -                        | -                             | -                  | (32,927)                        | (32,927)           |
| Dividends declared (notes 22 and 38):              |                    |                             |                        |                                      |                          |                               |                    |                                 |                    |
| Cash paid to the Dominican Republic Government     | -                  | -                           | -                      | -                                    | (9,800,006)              | -                             | (9,800,006)        | -                               | (9,800,006)        |
| Reinvestment of dividends, Law No. 13-24           | 37,000,000         | (37,000,000)                | -                      | -                                    | -                        | -                             | -                  | -                               | -                  |
| Equity instruments adjustments                     | -                  | -                           | -                      | 111                                  | -                        | -                             | 111                | -                               | 111                |
| Net income for the year                            | -                  | -                           | -                      | -                                    | -                        | 27,566,275                    | 27,566,275         | 20,174                          | 27,586,449         |
| Transfer to other reserves (notes 22 and 38)       | -                  | 16,539,765                  | -                      | -                                    | -                        | (16,539,765)                  | -                  | -                               | -                  |
| <b>Balances at December 31, 2024</b>               | <b>76,000,000</b>  | <b>17,358,858</b>           | <b>6,179,084</b>       | <b>111</b>                           | <b>55,700</b>            | <b>11,026,510</b>             | <b>110,620,263</b> | <b>141,573</b>                  | <b>110,761,836</b> |
| Transfer to retained earnings                      | -                  | -                           | -                      | -                                    | 11,026,510               | (11,026,510)                  | -                  | -                               | -                  |
| Dividends paid in cash to non-controlling interest | -                  | -                           | -                      | -                                    | -                        | -                             | -                  | (131,471)                       | (131,471)          |
| Decrease in minority ownership                     | -                  | -                           | -                      | -                                    | -                        | -                             | -                  | (10,102)                        | (10,102)           |
| Dividends declared (note 22):                      |                    |                             |                        |                                      |                          |                               |                    |                                 |                    |
| Cash paid to the Dominican Republic Government     | -                  | -                           | -                      | -                                    | (11,026,510)             | -                             | (11,026,510)       | -                               | (11,026,510)       |
| Impairment on revaluated assets (notes 10 and 22)  | -                  | -                           | (148,904)              | -                                    | -                        | -                             | (148,904)          | -                               | (148,904)          |
| Equity instruments adjustments                     | -                  | -                           | -                      | 188,128                              | -                        | -                             | 188,128            | -                               | 188,128            |
| Net income for the year                            | -                  | -                           | -                      | -                                    | -                        | 25,449,984                    | 25,449,984         | -                               | 25,449,984         |
| Transfer to other reserves (notes 22 and 38)       | -                  | 15,269,990                  | -                      | -                                    | -                        | (15,269,990)                  | -                  | -                               | -                  |
| <b>Balances at December 31, 2025</b>               | <b>76,000,000</b>  | <b>32,628,848</b>           | <b>6,030,180</b>       | <b>188,239</b>                       | <b>55,700</b>            | <b>10,179,994</b>             | <b>125,082,961</b> | <b>-</b>                        | <b>125,082,961</b> |

These financial statements are to be read in conjunction with their accompanying notes.

Leonardo Aguilera Batista  
Chief Executive Officer

Preppy Oscar Rodríguez Hernández  
Chief Accounting Officer

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements

December 31, 2025 and 2024

Amounts in thousands of Dominican pesos (DOP)

**1 Entity**

Banco de Reservas de la República Dominicana - Banco Múltiple (previously Banco de Reservas de la República Dominicana, Banco de Servicios Múltiples) (hereinafter, the Bank) is owned by the Dominican Republic State and was incorporated on October 24, 1941, under Law No. 581, and its amendments, which was repealed and replaced by Law No. 13-24 issued on April 23, 2024.

The Bank offers multiple banking and financial services to the Dominican Republic Government, its autonomous entities, and state-owned companies (public sector), as well as privately owned companies and the general public (private sector). Its main activities are providing loans, placement of investments, deposits, financing, sales of insurances, management of pension funds and health services, sale and development of real estate projects, subscription and sale of securities, trust management, investment fund management, among others.

The main offices are located at Torre Banreservas on Winston Churchill Avenue, Santo Domingo, Dominican Republic.

The key officers of the Bank are as follows:

| <u>Name</u>                   | <u>Position</u>  |
|-------------------------------|--|
| Magín Javier Díaz Domingo     | Minister of Finance - Ex-Officio Chairman                                    |
| Leonardo Aguilera Batista     | Chief Executive Officer  |
| Alieska Díaz                  | Chief Administrative Officer   |
| Ysidro García                 | Chief Business Officer   |
| Juan Alberto Mustafá Michel   | Senior Executive Vice President of Corporate Subsidiaries                    |
| Ana Pou de Castro             | Senior Executive Vice President of Human Capital, Technology, and Operations |
| Fernando Arturo Mir Zuleta    | Executive Vice President of Strategy, Finance, and Business Intelligence     |
| José Obregón                  | Executive Vice President of International Business and Corporate Governance  |
| Preppy Oscar Rodríguez H.     | Chief Accounting Officer   |
| Daniel Alejandro Otero        | Executive Vice President of Risk Management                                  |
| Ramón Pimentel                | Executive Vice President of Treasury   |
| Nancy Elizabeth Ferreras Díaz | General Auditor  |
| Amelia Valverde               | Chief Legal Officer  |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**1 Entity (continued)**

The Bank is regulated by the Monetary and Financial Law and its regulations as well as by resolutions of the Monetary Board and the Superintendence of Banks of the Dominican Republic (Superintendence of Banks).

As of December 31, 2025 and 2024, a detail of the Bank's offices, automatic teller machines (ATMs) and post offices is as follows:

| <u>Location</u>   | <u>2025</u>        |                   |                     | <u>2024</u>        |                   |                     |
|-------------------|--------------------|-------------------|---------------------|--------------------|-------------------|---------------------|
|                   | <u>Offices (*)</u> | <u>ATMs</u>       | <u>Post offices</u> | <u>Offices (*)</u> | <u>ATMs</u>       | <u>Post offices</u> |
| Metropolitan area | 115                | 419               | 6                   | 119                | 401               | 6                   |
| Provinces         | <u>201</u>         | <u>552</u>        | <u>-</u>            | <u>198</u>         | <u>512</u>        | <u>-</u>            |
|                   | <u><b>316</b></u>  | <u><b>971</b></u> | <u><b>6</b></u>     | <u><b>317</b></u>  | <u><b>913</b></u> | <u><b>6</b></u>     |

(\*) Correspond to branches, agencies and service centers.

The Bank signed service agreements with multiple merchants located in different parts of the country called banking subagents, through which general public has access to financial services.

As of December 31, 2025 and 2024, the network of subagents was 1,362 (436 in the metropolitan area and 926 in the interior of the country) and 1,247 (405 in the metropolitan area and 842 in the interior of the country) authorized merchants, respectively.

As of December 31, 2025 and 2024, the Bank maintains three representative offices located in Madrid, Spain, as well as Miami and New York, United States.

The consolidated financial statements were approved for issuance by the Board of Directors on March 24, 2026.

**2 Summary of significant accounting policies**

**2.1 Accounting basis of the consolidated financial statements**

The financial information and accounting policies of the Bank are in accordance with the accounting practices established by the Superintendence of Banks as stipulated in its Accounting Manual for Supervised Entities, regulations, circulars, resolutions, instructions, and specific provisions issued by this agency and the Monetary Board of the Dominican Republic, as well as those provided in the Monetary and Financial Law. Accounting practices for financial institutions differ in certain aspects, both in form and content, from the IFRS Accounting Standards (International Financial Reporting Standards) issued by the International Accounting Standards Board (hereinafter, 'IFRS Accounting Standards') applicable to banks and financial institutions.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.1 Accounting basis of the consolidated financial statements (continued)**

Consequently, the accompanying consolidated financial statements are not intended to present the financial position, results of operations and cash flows in accordance with IFRS Accounting Standards.

The accompanying consolidated financial statements are prepared on the basis of historical cost, except for the land and buildings at the Bank (Parent Company) as of December 31, 2025 and 2024. These assets include revaluations carried out in 2023 and 2004, respectively, to bring them to their market value (see note 10). The consolidated financial statements are prepared on a going concern basis.

These consolidated financial statements have been prepared following the conceptual framework of the Superintendence of Banks. Subsidiaries include insurance companies, administrators of pension plans and funds, administrator of health plans, and securities brokers, which financial information have been prepared in accordance with the accounting practices established by the Superintendence of Insurance, the Superintendence of Pensions, the Superintendence of Health and Labor Risks and Superintendence of Stock Market in Dominican Republic, respectively. Furthermore, the unregulated subsidiaries adopt IFRS Accounting Standards and the International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs) as their accounting frameworks. The financial figures of these subsidiaries that are incorporated in the consolidated financial statements have been prepared following those accounting bases (note 2.3).

The consolidated financial statements and their explanatory notes have been prepared in thousands of Dominican pesos (DOP).

**2.2 Use of estimates**

The preparation of the consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of income and expenses during the period.

The estimates are used primarily to account for the allowance for risky assets, depreciation, amortization, impairment of long-term assets, income tax, technical reserves for insurance contingencies and pension and retirement obligations. Actual results may differ from those estimates.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.3 Consolidation**

The consolidated financial statements include the figures of Parent Company, and its subsidiaries owned either directly or indirectly in more than 50 %. Additionally, Administradora de Riesgo de Salud Reservas, Inc., a non-profit entity whose net assets are included as other liabilities.

The entities included in the consolidated financial statements of Parent Company and the following subsidiaries, located mainly in Dominican Republic:

| <u>Subsidiaries</u>   | <u>Percentage of ownership (%)</u> |
|---|------------------------------------|
| <b><i>Direct subsidiaries:</i></b>                                |                                    |
| Tenedora Reservas, S. A.<br>and Subsidiaries (a)                  | 97.74                              |
| Administradora de Riesgos de<br>Salud Reservas, Inc.              | 100.00                             |
| Banreservas Representative Offices, Inc.                          | <u>100.00</u>                      |
| <b><i>Indirectly subsidiaries (a):</i></b>                        |                                    |
| Administradora de Fondos de<br>de Pensiones Reservas, S. A.       | 98.44                              |
| Seguros Reservas, S. A.   | 98.44                              |
| Inmobiliaria Reservas, S. A.                                      | 88.59                              |
| Operadora de Zonas Francas<br>Villa Esperanza, S. A.              | 98.44                              |
| Inversiones & Reservas, S. A.                                     | 98.44                              |
| Reservas Asistencia, S.A.S.                                       | 98.44                              |
| Fiduciaria Reservas, S. A.  | 98.44                              |
| Seguridad y Protección<br>Institucional, S. A. (SEPROI)           | 98.44                              |
| Inversiones Finanprimas SB, S.A.S.                                | 98.44                              |
| Sociedad Administradora de Fondos<br>de Inversión Reservas, S. A. | 98.44                              |
| Advanced Auto Technology, S.A.S.                                  | 98.44                              |
| Fideicomiso de Administración Factoring<br>Gubernamental Reservas | 98.44                              |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.3 Consolidation (continued)**

| <u>Subsidiaries</u>   | <u>Percentage of ownership (%)</u> |
|---|------------------------------------|
| <i>Indirectly subsidiaries (a) (continued):</i>   |                                    |
| Seguros Reservas International Holdings, Ltd.   | 98.44                              |
| Fideicomiso Inmobiliario de Viviendas de Bajo<br>Costo Brisas del Hato                              | 98.44                              |
| Fideicomiso para el Desarrollo Económico<br>y Social de la Zona de Punta Bergantín,<br>Puerto Plata | 98.44                              |
| Seguros Reservas International, Ltd.  | 98.44                              |
| Soluciones de Capital Exprés SCE, S.A.S.  | 98.44                              |
| Operadora de Servicios PB OSPB, S.R.L. *  | 98.44                              |
| Servicios y Utilidades PB SUPBERGANTÍN, S.R.L. *  | 98.44                              |
| Corporación de Desarrollo Turístico El Nuevo<br>Norte, S.A.S. *                                     | 98.44                              |
| Bahía Mar de Plata, S.A.S. *  | <u>49.22</u>                       |

\*Incorporated, with no operations.

Except for Seguros Reservas International Holdings, Ltd., and Seguros Reservas International Ltd. located in the Cayman Islands and Banreservas Representative Offices, Inc., located in the United States, all entities are located in the Dominican Republic and incorporated in accordance with the laws of this country. There are differences among some of the accounting policies of the subsidiaries, which prepare their financial statements in accordance with the accounting practices issued by the Superintendence of Insurance, Pensions, Health and Labor Risk and Stock Market of the Dominican Republic.

The Superintendence of Banks approved the incorporation of the financial statements of these subsidiaries in the consolidated financial statements, without adjusting their accounting practices to prepare the consolidated financial statements in conformity with the Bank's accounting policies.

All intra-group balances and transactions among companies included in the consolidated financial statements were eliminated on consolidation. The Superintendence of Banks authorized the Bank to not eliminate in the consolidation, the allowance for investment in subsidiaries.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.3 Consolidation (continued)**

*Banco de Reservas de la República Dominicana - Banco Múltiple - Regulated by the Superintendence of Banks*

The Bank (Parent Company) is the main entity included in these consolidated financial statements. The Bank offers financial intermediation services, including loans, investments, deposits, and financing, to the Dominican Republic Government, its autonomous entities, and state enterprises (public sector), as well as to privately owned enterprises and the general public (private sector).

*Administradora de Riesgo de Salud Reservas, Inc. - Regulated by the Superintendence of Health and Labor Risks of the Dominican Republic*

A not-for-profit organization engaged in the management of health insurance plans, established by the *National Council of Social Security*, in accordance with Law No. 87-01 and its complementary regulations.

*Banreservas Representative Offices, Inc.*

Incorporated under the laws of the United States, its main objective is to assist the Bank (Parent Company) in complying with the operational and administrative requirements of the representative offices located in that country.

*Tenedora Reservas, S. A. and Subsidiaries*

Tenedora Reservas, S. A. is the Parent Company of the following subsidiaries:

(a) *Seguros Reservas, S. A. - Regulated by the Superintendence of Insurance of the Dominican Republic*

In accordance with Insurance Law No. 146-02, the entity is authorized to operate in the industry of general and personal insurance in the country.

(b) *Administradora de Fondos de Pensiones Reservas, S. A. (AFP Reservas, per its Spanish acronyms) - Regulated by the Superintendence of Pensions of the Dominican Republic*

Entity engaged in the administration of pension funds of third parties or plans and pension funds of companies or associations that are entrusted for administration based on specific contracts in accordance with Law No. 87-01 that created the Dominican System of the Social Security and the Complementary Regulations to this law.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.3 Consolidation (continued)**

Currently, AFP Reservas manages Pension Fund T-1 AFP Reservas (Contributive), Pension Fund T-4 AFP Reservas (Distributive) and Pension Funds T-5 AFP Reservas (Social Solidarity), as provided by Law No. 87-01. The AFP is regulated by the Superintendence of Pensions of the Dominican Republic.

*(c) Inmobiliaria Reservas, S. A. and Subsidiaries*

Performs all types of real estate transactions, such as buying, selling, leasing, management, and development of real estate properties.

The subsidiaries of Inmobiliaria Reservas, S. A. are Operadora de Zonas Francas Villa Esperanza, S. A., which own a free zone park and it is engaged on leasing property under the free zone regime as certified by the National Council of Export Free Zones and the Fideicomiso Inmobiliario de Viviendas de Bajo Costo Brisas del Hato, established in accordance with the laws of the Dominican Republic for the construction and repair of residential buildings (including construction, renovation and repair of single-family and multi-family homes).

*(d) Inversiones & Reservas, S. A. - Regulated by the Superintendence of Stock Market of the Dominican Republic.*

This subsidiary was incorporated under the laws of the Dominican Republic, its main purposes consist in buying and selling securities, exchange of securities, underwriting issuance of securities in part or as a whole, for subsequent trade to the public, promote the release of securities in public offerings and facilitate their placement and all those operations authorized by the Superintendence of Stock Market of the Dominican Republic.

*(e) Fiduciaria Reservas, S. A.*

Incorporated under the laws of the Dominican Republic, its main objective is to manage all types of business in accordance with Law No. 189-11, Mortgage Market Development and Trust in the Dominican Republic and all operations authorized by the Superintendence of Stock Market of the Dominican Republic.

*(f) Seguridad y Protección Institucional, S. A. (SEPROI, per its Spanish acronyms)*

Constituted under the laws of the Dominican Republic, its objective is to provide private security services, securities transport services, as well as any activity related to its objective.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.3 Consolidation (continued)**

*(g) Reservas Asistencia, S.A.S.*

Incorporated under the laws of the Dominican Republic, its main purpose is to offer all types of road assistance services within the national territory, especially to vehicle drivers and their companions due to accidents and any other eventuality that occurs during the trip, both to the person and the property.

*(h) Inversiones Finanprimas SB, S.A.S.*

Incorporated under the laws of the Dominican Republic, its main purpose is to provide financing to the insured parties of Seguros Banreservas, S. A., so they can obtain premiums of all types of insurance policies, as well as the efforts of collection and legal procedures and compulsive fees and other related services to both individual and corporate level.

*(i) Sociedad Administradora de Fondos de Inversión Reservas, S. A. - Regulated by the Superintendence of Stock Market of the Dominican Republic*

Incorporated under the laws of the Dominican Republic, its main objective is to manage investment funds in accordance with the provisions of the Securities Market Law and its complementary provisions and others determined by the authorities of the National Securities Council.

*(j) Advanced Auto Technology, S.A.S.*

Constituted according to the laws of the Dominican Republic, its main objective is to repair and maintain motor vehicles.

*(k) Fideicomiso de Administración Factoring Gubernamental Reservas*

Incorporated according to the laws of the Dominican Republic, its main purpose is to perform invoices factoring from entities classified as micro, small and medium-sized companies (MIPYMEs).

*(l) Seguros Reservas International Holdings, Ltd.*

Incorporated under the laws of the Cayman Islands, its main purpose is to be a captive insurer and coinsurer.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.3 Consolidation (continued)**

*(m) Fideicomiso para el Desarrollo Económico y Social de la Zona de Punta Bergantín, Puerto Plata*

Incorporated in accordance with the laws of the Dominican Republic and it is engaged on real estate operations.

*(n) Seguros Reservas International, Ltd.*

Incorporated under the laws of the Cayman Islands and it is engaged in insurance and reinsurance operations.

*(o) Soluciones de Capital Exprés SCE, S.A.S.*

Incorporated under the laws of the Dominican Republic. Its primary objective is to provide funding services for short-term liquidity or capital needs and any other lawful commercial activities.

*(p) Operadora de Servicios PB OSPB, S.R.L.*

Incorporated in accordance with the laws of the Dominican Republic. Its primary purpose is to provide electricity, potable water, natural gas, telephone, internet, solid waste (garbage) collection, and wastewater treatment services.

*(q) Servicios y Utilidades PB SUPBERGANTÍN, S.R.L.*

Incorporated in accordance with the laws of the Dominican Republic. Its primary purpose is to provide electricity, potable water, natural gas, telephone, internet, solid waste (garbage) collection, and wastewater treatment services.

*(r) Corporación de Desarrollo Turístico El Nuevo Norte, S.A.S.*

Incorporated under the laws of the Dominican Republic. Its primary objective is the development, operation, and promotion of tourism projects in the Punta Bergantín area. It may also engage in any lawful commercial operation or activity.

*(s) Bahía Mar de Plata, S.A.S.*

Incorporated under the laws of the Dominican Republic. Its main purpose is the development of hotel services operated under the Westin brand, as well as any other lawful commercial activity.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.4 Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and in vaults, deposits in the Central Bank of the Dominican Republic (Central Bank) and in domestic and international financial entities, investments easily convertible to cash with a maturity of less than three (3) months from the acquisition date, the interest's receivable from cash and cash equivalents and other collectible bills.

**2.5 Transactions with repurchase or resale agreements (repurchase agreements)**

Securities that are purchased under resale agreements and securities that are sold under repurchase agreements are generally treated as secured financial transactions. Therefore, the securities received or transferred are not derecognized in the consolidated statements of financial position if control of the contractual rights embodied in those securities are not transferred.

In purchases with a resale agreement, the cash paid, and the accrued interest are recognized as an asset on the balance sheet as guaranteed credit. In sales under repurchase agreements, cash received and accrued interest are recognized under liabilities as borrowed funds.

**2.6 Financial instruments**

A financial instrument is defined as cash, evidence of ownership or interest in an entity, or a contract that creates a contractual obligation or right to pay or receive cash or another financial instrument from a second entity in terms potentially favorable to the first entity.

The estimated fair market values of the financial instruments of the Bank, carrying amounts and methodologies used to estimate them, are described below:

***Short-term financial instruments***

The carrying amounts of short-term financial instruments, for both assets and liabilities, are like its book value as reflected in the Bank's consolidated statement of financial position, because of the relatively short-term period between the origination of the instruments and their subsequent realization. This category includes cash and cash equivalents, bank acceptances, customer's liability acceptances, interests receivable, customers deposits, accounts receivable, deposits from domestic financial entities, borrowed funds, interests payable and other liabilities.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.6 Financial instruments (continued)**

***Loans portfolio***

The loans portfolio is measured at book value, adjusted for loan loss allowance as established by the regulatory authorities. Loans are segregated by type such as commercial, residential mortgage, consumer, and credit cards.

***Interest in financial assets and liabilities***

Interest earned on financial assets is recognized under the accrual method using the simple interest method, based on outstanding amounts of principal. Interest expense on financial liabilities is also recognized using the same method.

***Long-term financial liabilities***

Includes customers' deposits, deposits from domestic financial entities and foreign, long-term borrowed funds, and subordinated debt. It was not possible to estimate their fair value because there is no active market for these financial instruments in the Dominican Republic.

**2.7 Investments**

It comprises investments which, by virtue of their legal form and legal transfer regime, can be traded on a financial or stock market, securities issued by financial intermediaries not traded on a secondary market, and ownership interest in other companies which do not grant significant influence to the Bank.

The Instructions for the Classification, Valuation, and Measurement of Investments in Debt Instruments establish the classification of investments into three categories: to be negotiated, available-for-sale, and held to maturity, which are indicated below:

- ***To be negotiated:*** these are those investments that the Bank acquires with the intention of obtaining profits derived from fluctuations in their prices and are part of a portfolio of debt instruments identified and managed jointly, which are listed on a stock exchange or other organized market. These securities cannot remain in this category for more than 180 days from their acquisition date, during which they must be sold. Investments in trading securities are originally recognized at their fair value net of the premium or discount with which they were acquired.

Changes in fair value must be recognized in the consolidated statement of profit or loss as a gain or loss on financial assets at fair value.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

## **2 Summary of significant accounting policies (continued)**

### **2.7 Investments (continued)**

- Available-for-sale: these are those securities held by the Bank to obtain an adequate return due to their temporary excess liquidity, or those investments that the Bank is willing to sell at any time and that are listed in an active or organized market.

Investments available for sale are originally recognized at their fair value and the premium or discount with which they have been acquired is amortized during the term of the instrument, using the effective interest rate. Its value is updated daily to the closing market value of that day.

Changes in market value must be recognized in equity as an unrealized gain or loss.

- Held to maturity investments: these are investments the Bank has the intent and ability to hold until maturity, are listed in an active and organized market and are recognized at amortized cost using the effective interest method. Premiums or discounts are amortized over the period of the instrument using the effective interest rate.

During 2022 to 2025, the Superintendence of Banks issued several circulars regarding the deadlines for the commencement of the use of fair value for the investment portfolio; therefore, as of December 31, 2025 and 2024, available-for-sale investments are recognized at their amortized cost.

On March 12, 2025, through Circular SB No. CSB-REG-202500002, the entry into force of the use of fair value effective January 1<sup>st</sup>, 2026 was notified (see note 39).

In accordance with the provisions of the Superintendence of Banks, ownership interest in other companies that do not grant significant influence to the Bank must be included as part of available-for-sale investments in the consolidated financial statements. Initial recognition and subsequent measurement for these instruments are similar as described in note 2.8. The allowance recognition accounting policy is described in note 2.7.1.

The type of security or financial instrument and its amount is presented in note 4.

#### **2.7.1 Allowance for investments**

For domestic investments in debt securities, the expected losses for impairment are calculated using the same criteria applied to major commercial debtors, as outlined by the Asset Evaluation Regulation (REA, per its Spanish acronyms). For international market investments in debt securities, the expected losses for impairment are determined based on risk ratings assigned by internationally recognized rating firms, including those acknowledged by the Superintendence of Stock Market of the Dominican Republic. The corresponding provision percentages are then applied according to the risk categories established by the REA.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.7 Investments (continued)**

**2.7.1 Allowance for investments (continued)**

Investments in the Central Bank of the Dominican Republic, debt securities of the Ministry of Finance and instruments issued or guaranteed by the Dominican Republic State, are considered risk-free; therefore, are not subject to allowance.

Excess on allowance for investments can be reversed when the investment is canceled or the issuer's risk classification improves, provided certain conditions are met, and the Superintendence of Banks must be notified; or they can be transferred to other allowances for risky assets in which the Bank presents provision needs.

**2.8 Equity-accounted investees and allowance**

Investments in subsidiaries and associates are measured under the equity method. In accordance with this method, the investment is initially recognized at cost and the carrying amount will increase or decrease, to recognize the investor's participation in the profit or loss of the period of the investee, after the acquisition date. The investor's share of the investee's profit or loss for the period will be recognized in the investor's own profit or loss for that period.

Allowances for equity-accounted investees are determined using the same criteria as for major commercial debtor loans (see note 2.9.2). Details such as the characteristics, restrictions, nominal value, market value, and quantity of shares in other companies are provided in note 9.

Exchange differences arising from updates to the closing quotation of balances in foreign currency for investments in associates will be recognized in equity as adjustments for equity in other companies.

Possible losses from ownership interest in other companies without significant influence, due to the insolvency or significant credit risk impairment of the issuers, are recognized directly in the consolidated statement of profit or loss for the period.

**2.9 Loans portfolio and allowance for loans**

**2.9.1 Loans**

Loans are recognized at their outstanding principal balance, minus the necessary allowance for loan losses.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.9 Loans portfolio and allowance for loans (continued)**

**2.9.1 Loans (continued)**

According to Circular SB No. CSB-REG-202400003, dated February 23, 2024, when payment agreements are entered into for amounts arising from credit cards, whether corporate or personal, they must be reclassified as restructured. This reclassification should consider the status and risk category of the debtor at the debt renegotiation date.

Interest on loans is recognized and calculated as indicated in note 2.19. The Bank suspends the accrual of interest on loans when are past due for more than 90 days (see note 2.9.3)

Through its First Resolution issued by Monetary Board on March 24, 2025, established the guidelines for the granting of foreign currency loans to borrowers that do not generate foreign currency, providing that such loans may not exceed 25 % of foreign currency resources derived from public deposits and external financing, and introducing general criteria for the proper classification of borrowers according to their foreign currency-generating capacity. Subsequently, the Superintendence of Banks, through Circular SB No. CSB-REG-202500011, provided the operational aspects of this framework, including exemptions from this limit, provisions relating to the gradual phase-out of certain previously granted loans, and the minimum documentation, monitoring, and internal control requirements to be observed by financial institutions (see notes 35 and 39).

**2.9.2 Allowance for loans portfolio**

The determination of allowance to cover bad debts risk on the loans portfolio is based on the criteria established in the REA issued by the Monetary Board and other circulars and rulings issued by the Superintendence of Banks.

According to these regulations, the estimation of loan losses depends on the type of loan, which can be classified into major commercial debtors, minor commercial debtors, microcredits, consumer loans, and mortgage loans.

For major commercial debtors, the allowance for loan losses is estimated through a detailed quarterly review of each debtor's solvency, payment behavior, and country risk. This review is conducted by the Bank for 100 % of its major commercial debtors and is subject to review by the Superintendence of Banks. Specific percentages based on debtor classification are used, except for loans to the Dominican Republic Central Government and other public institutions, which are classified as "A" according to the REA and are not subject to allowance requirements.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.9 Loans portfolio and allowance for loans (continued)**

**2.9.2 Allowance for loans portfolio (continued)**

The major commercial debtors are classified quarterly considering a categorized analysis of each debtor based on their payment capacity, as established in the REA and evaluating other factors such as liquidity indexes, profitability, leverage, analysis of market, historical payment behavior, country risk and alignment.

Collaterals, as a factor of security in the recovery of credit operations, are considered as a secondary element and are not taken into consideration in the classification of the debtor, although they do count in the calculation of the coverage of the provisions.

Major commercial debtors are those whose total credit operations owed in the financial system are equal to or greater than DOP40,000, both at the individual and consolidated levels in the system.

The REA provides for the constitution of a 100 % allowance for the effect of fluctuation of the positive exchange rate on foreign currency debtor loans classified as D1, D2 and E, and with more than 90 days of delay.

For recognizing provisions on medium-sized commercial debtors, a simplified evaluation is required. This evaluation considers operational losses, the relationship to adjusted assets, payment behavior, and guarantee levels. Adjusted equity is determined by considering the amounts of paid-in capital, reserves, retained earnings, premium on shares, contributions for future capitalizations, and subordinated debt. Contributions for future capitalization are included if they are authorized in writing by the contributors for these purposes and the funds contributed are not subject to refund.

Medium-sized commercial debtors are those whose total credit operations owed to the financial system are equal to or greater than DOP25,000 and less than DOP40,000 both individually and consolidated in the financial system.

According to Circular Letter CCI-REG-202400005, dated April 30, 2024, for commercial loans, payment behavior will not be considered as a mitigating factor in the final risk classification for the following cases:

- ◆ When the settlement of the entire principal and interest is contracted at the maturity of the debt, and
- ◆ When the settlement of the principal exceeds a term of twenty-four (24) months and recurring interest payments are not required, at least quarterly, observable within a period of twelve (12) months.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.9 Loans portfolio and allowance for loans (continued)**

**2.9.2 Allowance for loans portfolio (continued)**

For minor credits, including commercial, microcredits, consumer, and mortgage loans, the risk classification is determined based on the delinquency status at the time of classification for each of the debtor's commercial operations. Each loan is assigned a unique classification based on its payment behavior. However, mortgage loans granted with resources freed from the legal reserve are an exception.

These loans are classified in risk category "A" with a zero-allowance requirement and are weighted at 0% for the calculation of the solvency index, in accordance with article 9 of the Ninth Resolution of the Monetary Board, dated May 30, 2019.

Collaterals are considered in the computation of the coverage of the necessary allowance.

The Bank assigns the risk classification to the restructured loans, considering the one that was in force at the time of restructuring the debt or the one that arises from the days past due on the loan at the time of restructuring, or the worst of both, in accordance with the REA.

The risk classification of the restructured credit will be the classification assigned to all the debtor's credits within the same type of portfolio. An initial classification of no less than "B" is assigned, which may be modified to a lower risk category, depending on the evolution of your payments up to classification "A" to the extent that the conditions agreed in the contract are met.

For major commercial debtors, the Bank evaluates not only their payment capacity but also their payment behavior and country risk to improve their risk classification. Additionally, the Bank employs a carryover mechanism for loans overdue by more than 90 days. Under this mechanism, the entire principal amount is considered overdue if any installment of the total credit falls into this condition. Similarly, advances on checking accounts that are more than three days overdue are included in the past due portfolio of more than 90 days.

For direct financing granted to the Dominican State or indirect funds that are guaranteed by this or with funds for the settlement of the debt coming from real flows recorded in the General State Budget Law, they will be classified "A" for payment capacity and will not be subject to allowance requirements.

Write-offs of loans consist of operations by which the uncollectible loans are removed from the balance sheet and are recognized only in memorandum accounts. If the Bank has not constituted 100% of the provision for a loan, it must first recognize the outstanding amount before proceeding with the write-off, ensuring that the required level of provisions for remaining loans is not affected.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.9 Loans portfolio and allowance for loans (continued)**

**2.9.2 Allowance for loans portfolio (continued)**

A loan may be written off, with or without collateral, from the day it enters the non-performing loan category. However, related parties' loans with collateral can only be written off when the Bank can prove that all legal recovery procedures have been exhausted, and the officers or managers directly involved have been released from their duties. Written-off loans remain in memorandum accounts until they are settled through payment by the debtor.

The Bank has recognized the REA's minimum required allowances and additional allowances based on internal policies and methodology which consider the credit risk of debtors. Additional allowance was recognized in compliance with the regulations of the Superintendence of Banks in the REA on Circular SB No. CSBREG-202300005 dated August 10, 2023, and other related explanatory documents.

Financial intermediation entities may consider additional allowances as secondary capital, subject to authorization by the Superintendence of Banks, which has a cap of 1 % of risk-weighted assets and contingents.

According to Circular SB No. CSB-REG-202300005 dated August 10, 2023, the Bank may maintain excess allowances as part of the generic and specific allowance accounts established in the Accounting Manual for Supervised Entities, provided this excess is associated with the risk of the loans portfolio and is supported by a risk methodology designed by the Bank and duly notified the Superintendence of Banks. The circular also states that additional allowances defined by the Bank's internal policies may be maintained. However, anticyclical allowances, additional allowances for secondary capital computation, and other additional allowances may not be considered as portfolio hedges and shall not be deducted in the computation of the solvency index. Anticyclical allowances may not be used to compensate for allowance deficits, and additional allowances for secondary capital computation may not be used to cover additional risks or allowance deficits.

***Collateral***

The collaterals that support credit operations are classified according to the REA, based on their multiple uses and facilities. Each type of collateral is considered as a secondary element for the calculation of the coverage of the provisions, based on an established admissible amount. The admissible collaterals will be accepted based on the percentages of discount established in this regulation and on their market value.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.9 Loans portfolio and allowance for loans (continued)**

**2.9.2 Allowance for loans portfolio (continued)**

These collaterals are classified in:

*Multi-use collateral (multipurpose collateral)*

Multipurpose collaterals are not specific to an activity, but can be multipurpose, realizable, valuable, easy to execute, transferable without excessive costs and stable in value. These collaterals are considered between 50 % and 100 % of their appraised value for purposes of covering the risks they support, depending on the guarantee.

*Specific use collateral (non-multipurpose collateral)*

They are the collaterals backed by goods that, due to their difficult realization, generally cannot be used for different activities. These collaterals will only apply between 50 % and 60 % of the appraisal value for purposes of calculating the coverage of the risk they support.

Each classification of collateral is considered for calculating the amount of loan coverage based on schedule table No. 5 established in the REA.

Collaterals are measured at fair value, that is, at their net realizable value based on appraisals reports prepared by qualified and independent professionals. The appraisal report for this purpose should not be older than 18 months for personal property, excluding securities, and an aging not exceeding 24 months for real estate.

With the purpose of establishing the allowance of commercial, consumer and mortgage loans, the Bank adjusts the value of collateral by determining the portion covered and exposed, to establish the amount of the allowance to be recognized. In this manner, the initial classification is adjusted based on the criteria established in Matrix 6 of the REA.

***Other considerations***

The Bank has received waivers and no objections from the Central Bank of the Dominican Republic and the Superintendence of Banks to specifically recognize for and report on certain loans granted to specific sectors of the Dominican Republic economy, such as development of road network sector and other infrastructure as of December 31, 2025 and 2024.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.9 Loans portfolio and allowance for loans (continued)**

**2.9.3 Allowance for interests receivable**

The allowance for current interests receivable, commercial and microenterprises is determined using specific percentages according to classification provided and considering the collateral for the related loans portfolio.

The allowance for interests receivable from consumer and mortgage loans is based on specific percentages of each type based on the aging of balances established in the REA. These allowances also consider other circulars and related documents issued by the Superintendence of Banks.

Interests receivable for loans with 90 days past due are provided for at 100 %. Such accounts are then maintained on a non-accrual basis, recognized as memorandum accounts and its interest are recognized as income only when collected.

**2.10 Accounts receivable**

Accounts receivable are measured at amortized cost, net of any impairment loss. The allowance for doubtful accounts is recognized through a charge to an expense account for losses resulting from doubtful accounts. These accounts receivable are charged to earnings when management determines that collectability is doubtful based on installments made, client's payment behavior and evaluation of collaterals, if they exist.

**2.11 Valuation of properties, furniture and equipment and depreciation method used**

**2.11.1 Basis of recognition**

Properties, furniture, and equipment, except for land and buildings revalued as of December 31, 2025 and 2024, are measured at cost less accumulated depreciation and impairment losses. Land and buildings existing as of that date are recorded at their fair value, determined by independent appraisers. Land and buildings acquired after revaluation date are measured at the acquisition cost. Maintenance and repair costs that do not improve or extend the asset's useful life are recorded as expenses when incurred. In contrast, the cost of renovations and improvements is capitalized. When assets are retired, their costs and the corresponding accumulated depreciation are removed from the accounts, and any gain or loss is included in the period's results.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.11 Properties, furniture and equipment and depreciation method used (continued)**

**2.11.2 Depreciation**

The estimated useful life of properties, furniture and equipment and leasehold improvements is as follows:

| <u>Description</u>             | <u>Useful life<br/>in years</u> | <u>Method</u> |
|--------------------------------|---------------------------------|---------------|
| Buildings                      | 40                              | Straight-line |
| Furniture and office equipment | 8                               | Straight-line |
| Transportation equipment       | 4                               | Straight-line |
| Computer equipment             | 5                               | Straight-line |
| ATMs                           | 10                              | Straight-line |
| Leasehold improvements         | <u>5</u>                        | Straight-line |

Improvements to leased properties are amortized over the shorter of the estimated useful life or the lease term.

**2.12 Assets received in lieu of foreclosure of loans**

**2.12.1 Basis of recognition**

Assets received in lieu of foreclosure of loans are carried at the lower of cost or:

- a) The value agreed upon payment in kind or the awarded price in a public auction.
- b) The market value on the date the assets were received.
- c) The outstanding balance of the loan plus interest and/or accounts receivable that are being cancelled.

The REA establishes a maximum term for the disposal of assets received in lieu of foreclosure of loans of three years, starting 120 days from the date of adjudication of the asset, establishing a provision in accordance with the following criteria:

|                |       |   |
|----------------|-------|---|
| Movable goods: | 100 % | Over two years, recognized on a straight-line basis starting on the seventh month.      |
| Real estate:   | 100 % | Over three years, recognized on a straight-line basis starting on the thirteenth month. |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.12 Assets received in lieu of foreclosure of loans (continued)**

**2.12.2 Allowance assets received in lieu of foreclosure of loans**

The corresponding allowance to the loans portfolio for debtors, which collaterals have been received in lieu of foreclosure of loans, must be transferred to allowances for losses on assets received in lieu of foreclosure of loans. The allowance on assets received in lieu of foreclosure of loans that have been sold, released and/or transferred according to the requirements of allowance in other risky assets.

The impairment on the value of assets received in lieu of foreclosure of loans is computed as the difference between book value and fair value determined by independent appraisers and provisioned when determined.

The allowance excess for assets received in lieu of foreclosure of loans can be reversed when the sale of assets received in credit recovery occurs, or they can be transferred to other risky asset allowances in which the Bank presents provision needs.

**2.13 Deferred charges**

Include prepaid income taxes, deferred income taxes, and other prepaid expenses. These are recognized as expenses as they are incurred.

**2.14 Intangible**

Intangible assets correspond to disbursements not recognized as expenses in the period in which they are incurred, but their recognition is distributed in future periods because the benefits that will be received from them extend beyond the period in which they were made. This category includes computer programs for which prior authorization from the Superintendence of Banks is required for recording items in the accounts that make up intangible assets.

Intangible assets are recognized at cost, net of their accumulated amortization, using the straight-line method over an estimated useful life of five years.

**2.15 Assets and liabilities in foreign currency**

The amounts in the consolidated financial statements are presented in Dominican pesos (DOP), which is the functional currency of the Bank. Assets and liabilities in foreign currencies are translated using the exchange rate set by the Central Bank of the Dominican Republic at the reporting date.

Transactions during the year and income and expenses are translated at the exchange rate at the date of the transaction. Resulting gains or losses of the translation of assets and liabilities in foreign currency are recognized as "income (expense) from net foreign exchange rate" in the accompanying consolidated statements of profit or loss.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.16 Employee benefit cost**

**2.16.1 Bonuses and other benefits**

The Bank recognizes a provision for personal benefits to its employees such as bonuses, Christmas bonus, vacations, and other benefits, among others, as incurred and in compliance with local laws and its own compensation plans.

**2.16.2 Defined benefits plan**

The Bank (Parent Company) has a defined benefit pension plan for employees who worked at the Bank when the Social Security Law No. 87-01, which established the Social Security System of the Dominican Republic, was enacted on May 9, 2001.

The Bank's contribution to the plan is 17.5 % of the monthly salaries paid to officers and employees, as established in the statutes of the Pension Plan approved by the Board of Directors of the Bank.

The Bank's net obligation with respect to the defined benefit plans is calculated by estimating the amount of future benefits that employees will have earned in current and previous periods, discounting that amount and deducting the fair value of plan's assets. The plan is managed under a separate equity fund.

Additionally, the Board of Directors approves certain pensions which are assumed by the Bank, to employees who do not meet the conditions to be included in the retirement and pension plan. These pensions are included in the determination of the Bank's actuarial obligation and a liability is recognized.

The calculation of the defined benefit obligation is annually performed by a qualified actuary, using the projected unit credit method.

**2.16.3 Defined contribution plan**

The Bank makes contributions to the mandatory pension plan, according to the Social Security Law No. 87-01, previously dated May 9, 2001, which created the Social Security System of the Dominican Republic. This system operates under an individual capitalization scheme and requires that individual contributions made by the employer and employee must be managed by Administradora de Fondos de Pensiones (AFP, per its Spanish acronyms). The contributions made by the Bank are recognized as expenses when incurred. At the retirement age, the employees will receive from the AFP the amount of their contributions and of the employer plus the accrued income on their individual capital account.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.16 Employee benefit cost (continued)**

**2.16.4 Severance indemnities**

The Labor Code of the Dominican Republic sets forth the payment of severance indemnities to employees whose contracts have been terminated without justified cause. The Bank recognizes as expenses the amounts paid for this concept at the time of the termination of employment contracts.

**2.17 Customers' deposits**

Include obligations arising from the collection of public resources and from financial entities both domestically and internationally, facilitated by the Bank through various deposit arrangements. This category also encompasses restricted deposits, inactive and abandoned deposits, as well as any outstanding charges related to these obligations. Initially, these obligations are recognized at fair value, net of transaction costs, which are amortized using the effective interest rate method. The interest in these instruments is recorded in the financial profit or loss during the period it is incurred. The method for recognizing such interest is detailed in note 2.19.

**2.18 Subordinated debts**

The Bank has subordinated debts bonds in Dominican pesos (DOP), issued in the Dominican Republic's market. The subordinated debts are initially recognized at fair value, net of transaction costs incurred, which are amortized on the effective interest method over the term of the debt. Financial expenses resulting from interest, commissions, exchange differences and other financial charges arising from the aforementioned obligations are recognized and charged to profit or loss in the period in which they are incurred.

**2.19 Revenue recognition and expenditures**

**2.19.1 Banks' revenue recognition and expenditures**

***Financial income and expenses***

The Bank recognizes interest income on loans and investments under the accrual method. Loan interests are calculated using the simple interest method on outstanding capital amounts.

For calculating credit card financing yields, the Bank uses the daily average outstanding balance of the principal balance.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.19 Revenue recognition and expenditures (continued)**

**2.19.1 Banks' revenue recognition and expenditures (continued)**

***Financial income and expenses (continued)***

Interests on loans are no longer recognized when a loan is 90 days past due. From these dates forward, they are recorded in a memorandum account. Once placed in non-accrual status the interest is recognized as income only when collected.

Earned returns on investments are recognized based on the balance of the instrument. The premium or discounts in the acquisition of these instruments are amortized over the life of the instrument and recognized as part of the investment gain or loss, as applicable.

Commission income originating from transactions or services that extend over time, such as credit card renewal fees, letter of credit operations, and acceptances in circulation, among others, are recognized over the life of such transactions or services and thus fulfill a performance obligation.

Commission income, along with other operating and non-operating income from transactions or services where the performance obligation is satisfied at a specific point in time, is recognized in accounting when the goods are delivered or the service is provided.

Interest expenses are recognized in the consolidated statement of profit or loss, based on the accumulation of simple interest, except those corresponding to savings accounts and certificate of deposits with capitalized returns, which are accumulated using the compound interest method (applied to the minimum balance for savings accounts).

***Income from disposal of investments in debt instruments***

Income from disposal of investments are recognized in the consolidated statements of profit or loss, as the difference between the amounts received from the sale and the carrying amount of the instruments when the risks and rewards associated with the investment have been transferred to the buyer.

***Other income and other operating expenses***

Other operating income are recognized when earned and other operating expenses when incurred. Commission income and other services resulting from managing accounts, money orders and transfers, guarantees and endorsements, purchase and sale of foreign currencies, credit cards, use of ATMs and POS, third party collections and others, are recognized on an accrual basis when the services have been provided to the clients. Penalty charges for late loan payments (arrears) by debtors are recorded upon collection.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.19 Revenue recognition and expenditures (continued)**

**2.19.1 Banks' revenue recognition and expenditures (continued)**

***Other income and other operating expenses (continued)***

Effective January 1<sup>st</sup>, 2024, in accordance with the provisions of the regulatory body, commission income charged as compensation for transaction costs directly attributable to the granting of loans will be recorded in profit or loss over the life of the loan.

***Other income and expenses***

Other income resulting from operations, property leases, sales of real estate and others are recognized when earned and other expenses when generated.

Other income from the recovery of written-off assets and the reduction of provisions for interest receivable is recognized upon collection.

**2.19.2 Revenue recognition of insurance companies**

The main insurance contracts issued by the subsidiary Seguros Reservas, S. A. are as follows:

- (a) Short-term insurance contracts - These are annual, semi-annual, or quarterly contracts with renewable options issued by the insurance company that cover personal risks and are recognized as income when invoiced.
- (b) General insurance contracts - Premiums on these contracts are earned at the time of their underwriting, which coincides with the commencement of the term of the contract. Premiums that have been underwritten before the commencement of the term of the contract are unearned and not recognized in the consolidated financial statements.

Premiums ceded in reinsurance are recognized when premium income is recognized too, based on the conditions established and agreed with the reinsurers. Premiums receivable that could be uncollectible, reduce the related income of the period, as a cancellation.

**2.19.3 Revenues from the Administradora de Fondos de Pensiones (AFP, per its Spanish acronyms)**

The subsidiary AFP Reservas receives income from its affiliates and employers for the monthly administrative commission, supplementary commission and annual commission for managed balance, as well as for optional services offered.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.19 Revenue recognition and expenditures (continued)**

**2.19.3 Revenues from the Administradora de Fondos de Pensiones (AFP, per its Spanish acronyms) (continued)**

The monthly administrative commission received from Fund T-1 (Contributory) and Fund T-4 (Distribution) is recognized when dispersion of resources in the AFP accounts is made based on 0.5 % of contributory salary.

The commission income for managed balance corresponds to 1.20 % of the net equity of the pension funds up to 0.75 % in the next 10 years. Monthly collections of the supplementary annual commission are made based on 100 % of the previous month's figures, in accordance with the guidelines of Resolution No. 419-20.

**2.19.4 Revenues for services to the Administradora de Riesgos de Salud (ARS, per its Spanish acronym)**

AFP bills and recognizes its income from the services of the Basic Health Plan and the National Fund for Medical Attention for Traffic Accidents (FONOMAT) when UNIPAGO sends the dispersion of affiliates. The income from special private medical plans and voluntary plans is recorded at the start of the policy's term.

**2.19.5 Revenues from real estate**

Revenues from sales of apartments, houses and land are recognized when payments are received, including the downpayment and subsequent payments, provide sufficient evidence of commitment by the buyer to pay in full the outstanding balance, which usually occurs when the client has paid a substantial part of the agreed price and the risks and benefits associated with the properties sold have been transferred to the buyer.

Cash received from sales of lots that do not meet the conditions of revenue recognition described above are recognized as deposits received from customers under other liabilities in the accompanying consolidated statement of financial position until such conditions are met.

Income from leasing of industrial buildings and electrical substations are recognized on a straight-line basis over the term of the lease. Lease incentives granted are recognized as an integral part of the total lease income over the lease period. All other income is recognized on the accrual basis when the service is rendered.

**2.19.6 Revenues from brokerage services**

Revenues from services are recognized in proportion to the level of progress of the service rendered, which is measured by the time invested in relation to the total time budgeted to provide the service.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.20 Leases**

Leases, where the lessee has substantially all the risks and rights of ownership, are classified as operating leases. Payments made by the Bank under these leases are recognized as they are accrued in the consolidated profit or loss of the year in which they are incurred and based on the periods established in the lease agreements.

At inception of a contract, the subsidiaries that prepare their statements under IFRS Accounting Standards, Fiduciaria Reservas, S. A., Administradora de Riesgos de Salud Reservas, Inc., Inversiones & Reservas, S. A., Sociedad Administradora de Fondos de Inversión Reservas, S. A. y Soluciones de Capital Exprés SCE, S.A.S. (the subsidiaries) assess whether a contract is, or contains, a lease. A contract is, or contains a lease, if the contract conveys the right to control the use of an identified asset for a period in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the subsidiaries use the definition of a lease in IFRS Accounting Standard 16.

At commencement or on modification of a contract that contains a lease component, the subsidiaries allocate the consideration in the contract to each lease component based on its relative stand-alone prices. The subsidiaries recognize a right-of-use asset and a lease liability at the lease commencement date.

The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the subsidiaries by the end of the lease term or the cost of the right-of-use asset reflects that they will exercise a purchase option.

In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the subsidiaries' incremental borrowing interest rate. Generally, this incremental borrowing rate is used as the discount rate.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.20 Leases (continued)**

The subsidiaries determine their incremental interest rate by obtaining interest rates from various external financing sources and make certain adjustments to reflect the terms of the lease and type of the leased asset.

Lease payments included in the measurement of lease liability comprise fixed payments, including fixed payments in substance. If it exists, the following are included:

- ◆ Variable lease payments, which are dependent on an index or rate, initially measured using the index or rate as the commencement date.
- ◆ The amount expected to be paid under a residual value guarantee.
- ◆ The exercise price under a purchase option that the subsidiaries are reasonably certain to exercise.
- ◆ The lease payments in an optional renewal period if they are reasonably certain to exercise an extension option.
- ◆ The penalties for early termination of a lease unless they are reasonably certain not to terminate early.

The lease liability is measured at amortized cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in a rate, if there is a change in the Bank's estimate of the amount expected to be payable under a residual value guarantee, if the Bank changes its assessment of whether it will exercise a purchase, extension, or termination option or if there is a revised in-substance fixed lease payment.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset or is recognized in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The subsidiaries present right-of-use assets that do not meet the definition of investment property in property, plant and equipment and lease liabilities in other liabilities in the consolidated statement of financial position.

***Short-term leases and leases of low-value assets***

The subsidiaries Fiduciaria Reservas, S. A., Administradora de Riesgos de Salud Reservas, Inc., Inversiones & Reservas, S. A., Sociedad Administradora de Fondos de Inversión Reservas, S. A. y Soluciones de Capital Exprés SCE, S.A.S. have elected not to recognize right-of-use assets and lease liabilities for leases of low-value assets and short-term leases.

They recognize the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.20 Leases (continued)**

***Short-term leases and leases of low-value assets (continued)***

The assets held in leases by the subsidiaries were classified as operating leases and were not recognized in the consolidated statement of financial position.

Payments made under operating leases were recognized in the consolidated statements of profit or loss on a straight-line basis over the term of the lease.

Lease incentives received were recognized as an integral part of the total lease expense over the term of the lease.

**2.21 Allowance for contingencies**

The allowance for contingent operations, which is recognized as other liabilities, relates to allowances for commercial credit lines and unused credit card balances, among others. For commercial credit lines, it is determined in conjunction with the rest of the obligations of debtors' loans portfolio, based on the risk classification of the debtor and the deductible eligible collateral for the purposes of calculating the allowance.

For unused credit card balances, debtors classified in risk categories A and B, 20 % of the balance recognized as contingency will be considered as the basis for determining the allowance, while debtors classified in the rest of the risk categories will recognize the corresponding allowance based on the 100 % balance recorded as contingency.

The nature and amounts of contingencies are described in notes 2.27 and 24 to the consolidated financial statements.

**2.22 Provisions**

Except as indicated in the note 2.21, the Bank recognizes a provision if, as a result of a past event, it has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

**2.23 Income tax**

The income tax determined based on the income of the year includes current tax and deferred tax. The total expense arising from the income tax is recognized in the consolidated statements of profit or loss.

Current income tax is estimated based on the provisions established by the Tax Code of the Dominican Republic and its amendments.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.23 Income tax (continued)**

Deferred tax is recognized due to temporary differences between the amounts of assets and liabilities used for financial statement purposes and those used for tax purposes. The amount of deferred tax is determined based on the expected realization of the recorded assets and liabilities, using the tax rate anticipated to apply when the originating items reverse.

Deferred tax assets are recognized only if it is probable that taxable net income will be sufficient to offset the reversal of the originating items. If it is not probable that the related benefit will be realized, deferred tax is reduced to zero.

In accordance with Law No. 8-90 and Resolution No. 08-15-PPO-P of the National Council of free zones, the subsidiary Operadora de Zonas Francas Villa Esperanza, S. A. is exempt from payment of import tax, customs duties, income tax, and other related taxes, for a period of 15 years until 2030. The remaining subsidiaries of the Bank are subject to payment of income tax, for which the tax effects of the transactions are recognized in the year in which they occur, regardless of when they are recognized for tax purposes.

**2.24 Segment reporting**

A business segment is a group of assets and operations that are responsible for providing products or services which are subject to risks and returns that are different from those of other business segments. Geographic segments provide products or services within a particular economic environment that is subject to risk and rewards that are different to other segments in another economic environment.

**2.25 Derecognition of financial assets**

Financial assets are derecognized when the Bank loses control and all contractual rights of the assets. This occurs when the rights are sold, expired or transferred.

**2.26 Impairment of assets**

The Bank reviews all long-lived assets and identified intangibles to determine if events or changes in circumstances indicate that the carrying amounts of these assets will be recovered from operations.

The recoverable amount of assets maintained and used in operations is measured by comparing the carrying amount of the assets with the higher of the market value and the net discounted expected cash flows to be generated by that asset in the future.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.26 Impairment of assets (continued)**

If, after making such comparison, it is determined that the assets' values have been negatively affected, the amount to be recognized as a loss will be the excess of the carrying amount over the fair value of the asset and such loss is recognized in net profit of the year when determined.

**2.27 Contingencies**

The Bank considers as contingent obligations those operations in which it has assumed credit risks and which, depending on future events, may become direct obligations of the Bank with third parties.

**2.28 Distribution of dividends**

The Bank pays dividends based on the results of their operations, following the decisions made at the Board of Directors' meetings. According to Resolution No. 12-2001, dated December 5, 2001, issued by the Superintendence of Banks, the maximum amount of dividends that can be distributed among shareholders should not exceed the retained earnings calculated on a cash basis. This is in accordance with the provisions of the Bank's Organic Law No. 13-24 and its amendments (see note 22).

**2.29 Revaluation surplus**

Revaluation surplus is the difference between the value appraised by independent appraisers and the carrying amount of land and buildings at the time of revaluation.

**2.30 Mathematical and technical reserves - life insurance and collective insurance**

Mathematical reserves in individual life insurance consist of the equivalent of the difference between the present value of the Bank's obligations towards the insured, and the present value of the obligations of the insured persons towards the Bank. Its calculation is based on net premiums for individual life insurance and based on survival probabilities for pension plans in accordance with the interest rate and mortality tables used by the Bank.

Mathematical reserves are calculated based on net premiums; however, modified reserves may be calculated, prior approval of the calculation elements by the Superintendence of Insurance.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.30 Mathematical and technical reserves - life insurance and collective insurance (continued)**

The technical reserves for group and personal accident insurance are calculated according to the minimum percentages established in Article 141 of Law No. 146-02 on Insurance and Bonds of the Dominican Republic, which are: group life insurance, personal accident, and health, provided that the premium is charged at 5 % in monthly installments, and when the premium is charged at 40 % in installments that are not monthly.

Commissions on unearned premiums and unearned commissions on ceded reinsurance premiums are determined based on fixed percentages established by the Superintendence of Insurance, which are presented as follows:

|   | <b>Law<br/>No. 146-02</b> |
|---|---------------------------|
| Personal insurance with monthly billing | 5 %                       |
| Transportation and freight insurance    | 15 %                      |
| Surety bonds                            | 40 %                      |
| For other insurances                    | <u>40 %</u>               |

**2.31 Specific reserves**

The amounts claimed (determined by an adjuster or internally) that are pending settlement or payment at the closing date of the fiscal year are recognized as specific reserves, as well as a provision for incurred claims reported after the closing of the fiscal year.

**2.32 Amortization of non-proportional contracts - catastrophic premiums**

Non-proportional (catastrophic) contracts have a term from July 1<sup>st</sup> to June 30 of the following year. Premiums paid on these contracts are amortized on a straight-line basis.

**2.33 Incurred but not reported claims (IBNR)**

The incurred claims reserves, but not reported, are constituted at the end of each month by the percentages established by SISALRIL on the number of claims incurred in the month. The incurred claims in the month will be determined by the sum of the claims paid, plus claims settled and pending payment, plus claims pending validation and settlement corresponding to the month of the current year, minus the claims settled and pending payment and the claims pending validation and settlement corresponding to the same month of the previous year.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards**

**2.34.1 Differences between banking regulations and IFRS Accounting Standards**

The accounting practices set forth by the Superintendence of Banks differs from IFRS Accounting Standards in certain aspects. A summary of the most relevant differences is as follows:

- i) The Accounting Manual for Supervised Entities requires financial intermediation entities to present a summary of the main accounting policies that have been applied for the recognition and accounting for the entity's operations, as well as the main methods and criteria used in the preparation of the consolidated financial statements. IFRS Accounting Standards require a summary of material accounting policies.
- ii) Allowance for loans portfolio corresponds to the amount determined based on a risk assessment carried out by the Bank and the levels of allowances required for the classification assigned to each loan. The evaluation for the major commercial debtors through the payment capacity, includes the documentation of the credit files considering the financial information of the borrower's financial statements, as well as the opinion of the auditor, quality of the administrative management and corporate structure, economic environment, evaluation of financial reasons, payment behavior and collateral levels; for medium commercial debtors, it includes a simplified assessment based on operating losses and adjusted equity, payment behavior record and collateral levels and for other debtors (consumption, mortgages and minor debtors based on days of delay).

Collaterals are only considered for the determination of the allowance according to the guidelines established in the REA. In addition, the allowances include additional and/or anti-cyclical allowances determined according to an internal methodology, and other Bank's policies.

According to IFRS Accounting Standards an entity must recognize impairment of the loans portfolio for expected credit losses during their lifetime (evaluated on a collective or individual basis), considering all reasonable and sustainable information, including those which refers to the future. The IFRS 9 *Financial Instruments* establishes a three-phase approach for the recognition of an impairment allowance, which is based on the change in the credit quality of financial assets since their initial recognition.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.1 Differences between banking regulations and IFRS Accounting Standards (continued)**

- iii) Banking regulations require financial institutions to establish an allowance for assets received in lieu of foreclosure of loans, according to the following criteria: moveable goods are reserved over a two year period, on a straight-line basis, starting six months following the foreclosure; real estate is reserved over a three year period, on a straight-line basis counted as of the first anniversary of its recognition on the Bank's accounting books and debt securities follow the same basis of allowance for investments. Both criteria, counting from 120 days after the date of the foreclosure of the property or of the payment contract duly legalized. IFRS Accounting Standards require that these assets are reserved only in the event of impairment.
- iv) Interests receivable past due for less than 90 days are reserved according to the classification granted to the corresponding principal. Past due interests' receivable with more than 90 days are fully reserved. Subsequently, accrued interests are not recognized in the consolidated financial statements and are recognized in memorandum accounts. In accordance with IFRS Accounting Standards, the same criteria apply as for the allowance for credit portfolio, considering that the receivables continue to be accrued based on their book value, net of impairment.
- v) Financial entities translate all foreign currency balances at the official exchange rate as established by the Central Bank of the Dominican Republic at the reporting date. IFRS Accounting Standards require that all foreign currency balances be translated at the exchange rate at which the Bank had access at the reporting date.
- vi) According to local banking practices, deferred fees arising from credit operations and credit cards are included as part of the other liabilities section in the consolidated statements of financial position. IFRS Accounting Standards establish that these fees are an integral part of the effective interest rate of the related financial instrument and, as such, are treated as an adjustment to that effective interest rate.
- vii) The Superintendence of Banks requires that allowance held on loans portfolio at the time of executing their collateral, be transferred to assets received in lieu of foreclosure of loans settlements. IFRS Accounting Standards only require reserves when the fair value of the asset is lower than its carrying value or when impairment exists.
- viii) The Superintendence of Banks requires leasehold improvements and computer software to be authorized by the Superintendence of Banks before recognizing it as property, furniture and equipment and intangible assets and classify them as other assets until such approval is obtained.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.1 Differences between banking regulations and IFRS Accounting Standards (continued)**

The Superintendence of Banks indicates the amount that could be capitalized and the maximum amortization period during which the deferral is allowed.

According to the Accounting Manual for Supervised Entities, financial intermediation entities have a period of six months to submit the request for authorization to the Superintendence of Banks for the deferral of computer programs, counted from their putting into operation. If the entity does not make the request within the established term, it must expense all the disbursements made. IFRS Accounting Standards require that these items be recognized as property, furniture and equipment and intangible assets if they generate future economic benefits.

- ix) The Bank determines the useful life of property, furniture and equipment at the time of acquisition, and recognizes in the memorandum accounts those fixed assets that are fully depreciated. IFRS Accounting Standards require that the residual value and the useful life of an asset be reviewed at least at the end of each financial year, and if expectations differ from previous estimates, the changes are accounted for as a change in accounting estimates.
- x) The Superintendence of Banks classifies investments into three categories: held for trading, available for sale, and held to maturity. Through Superintendence of Banks Circular SB No. 010/22, the use of fair value in the investment portfolio was deferred until January 1<sup>st</sup>, 2024; therefore, such investments are recognized at their amortized cost. Subsequently, through Superintendence of Banks Circular SB No. CSB-REG-202300016 dated December 5, 2023, it was established that the accounting treatment set forth in Circular SB No. 010/22 for the recognition of investments would be maintained indefinitely. On March 12, 2025, through Superintendence of Banks Circular SB No. CSB-REG-202500002, the entry into force of the use of fair value effective January 1<sup>st</sup>, 2026, was notified. IFRS Accounting Standards classify three categories of debt instruments: amortized cost, fair value through other comprehensive income (equity), and fair value through profit or loss. Depending on their category, investments are measured at either amortized cost or fair value. This classification is based on the business model determined by management for its financial assets and the characteristics of contractual cash flows.
- xi) The investment portfolio is quantified according to the risk categories determined by the Superintendence of Banks that requires specific provisions, following the instructions in the REA.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.1 Differences between banking regulations and IFRS Accounting Standards (continued)**

IFRS Accounting Standards require that impairment for investments recognized at amortized cost be determined following the same considerations indicated for loans portfolio as described in ii) above.

- xii) The Superintendence of Banks requires that cash flows from the loans portfolio be classified as investment activities, as well as dividends received from other companies, and cash flows from customer deposits as financing activities. IFRS Accounting Standards require that cash flows from these transactions be recognized as part of operating activities, except for dividends received for which it only allows but does not require it.
- xiii) For the recognition of the surplus due to revaluations of fixed assets, prior authorization from the Superintendence of Banks is required. The IFRS Accounting Standards establish that these updates must be made whenever there are significant changes in the value of these assets. On the other hand, the Accounting Manual for Supervised Entities establishes that the revaluation surplus included in equity may be transferred directly to retained earnings when the asset is derecognized and when the net realizable value is less than the carrying value and does not allow the alternative option of IFRS Accounting Standards.
- xiv) The Superintendence of Banks requires banks to recognize a provision for contingent operations, which includes, among others, granted collateral, non-negotiable letters of credit issued, and unused amounts of credit lines for automatic use, based on a classification of risk category following the REA. IFRS Accounting Standards require the recognition of estimated expected losses on loan commitments in a consistent manner, with their expectations of provisions of that loan commitment.
- xv) The Accounting Manual for Supervised Entities requires for derivative instruments: i) sensitivity analysis for each type of market risk to which it is exposed at year-end, indicating how the results or equity would have been affected by possible changes in the relevant risk variable; ii) methods and assumptions used for the sensitivity analysis; and iii) changes made to the method used in the previous year, if any, and the reasons for the change. IFRS Accounting Standards require it for all financial instruments and not only for derivative instruments.
- xvi) The Superintendence of Banks authorizes financial intermediation institutions to write off a loan with or without collateral when it becomes past due and is 100 % provisioned, excluding related-party loans that should be written off when all legal collection processes have been exhausted, and the involved officers and/or directors have been removed from their duties.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.1 Differences between banking regulations and IFRS Accounting Standards (continued)**

In accordance with IFRS Accounting Standards, an entity will directly reduce the carrying amount of a financial asset when it has no reasonable expectation of recovering all or a part of this.

- xvii) IFRS Accounting Standards require that, if the Bank maintains other comprehensive income, a statement of other comprehensive income or a separate statement of other comprehensive income must be presented showing the nature and number of items comprising other comprehensive income during the reporting period. The Superintendence of Banks does not include this requirement in the presentation of financial statements.
- xviii) The Superintendence of Banks authorized the inclusion in the consolidated financial statements, the financial statements of subsidiaries that were prepared following different accounting practices to those set in the Accounting Manual for Supervised Entities, without being adjusted with the accounting practices followed by the Bank. Under IFRS Accounting Standards, entities included in the consolidation should follow the same accounting policies.
- xix) Current banking regulations require financial intermediaries to recognize as expenses, payments arising from operating leases to the extent that they are accrued. IFRS Accounting Standards require operating leases to be recognized in the accounting books of the lessee as follows:
  - a) At inception of lease, the lessee must recognize an asset for the right-of-use asset under the lease, and a financial liability for the obligation contracted in the lease.
  - b) After initial recognition, the asset is depreciated on a straight-line basis over the term of the lease and the liability changes to reflect lease payments and interest generated.
  - c) In the statement of profit or loss, the expenses originated by the lease contract comprise the amortization expense of the underlying asset and the interest expense generated by the financial liability incurred.
- xx) IFRS Accounting Standards requires the Bank to capitalize borrowing costs that are directly attributable to the construction of a qualifying asset, as part of the cost of that asset. The current rules of the Superintendence of Banks do not allow this practice.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.1 Differences between banking regulations and IFRS Accounting Standards (continued)**

xxi) IFRS Accounting Standards require that, when an entity applies an accounting policy retroactively or performs a retroactive restatement of items in its financial statements, or when it reclassifies items in its financial statements, it will present at least three statements of financial position to: January 1<sup>st</sup> and December 31 of the comparative year, and December 31 of the current year. The Superintendence of Banks does not require the comparative presentation of a third year.

xxii) There are differences between the presentation and certain disclosures for the financial statements according to IFRS Accounting Standards and those required or authorized by the Superintendence of Bank, such as those related to the defined benefit plan and the rights in trust, among others.

**2.34.2 Differences between the accounting practices issued and allowed by the Superintendence of Insurance and the Superintendence of Health and Labor Risk (SISALRIL, per its Spanish acronyms) and the Superintendence of Pensions of the Dominican Republic (SIPEN, per its Spanish acronyms) and IFRS Accounting Standards**

i) In accordance with the accounting practices established by the Superintendence of Insurance, insurance contracts are accounted for as follows:

- Short-term insurance contracts are recognized as revenue when billed; as a result, unearned premium reserves are computed based on specific percentages according to the line of business and not according to a uniform distribution for the time consumed. Article 141 of Law No. 146-02 states minimum percentages, as follows:
  - ◆ 15 % Transportation and freight.
  - ◆ 5 % Collective life insurance, accidents and health, provided premiums are collected on a monthly basis.
  - ◆ 40 % Insurance bonds.
  - ◆ 40 % Other insurances.
- Reinstallation and settlement effects of reinsurance contracts are in accordance with the final settlement date of the contract with the reinsurer, without considering the period in which this effect was generated.
- Reserves arising from insurance contracts are established on the basis of specific percentages in the case of reserves for current risks and catastrophic risks and on the value claimed or determined by the adjusters in the case of specific reserves.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.2 Differences between the accounting practices issued and allowed by the Superintendence of Insurance and the Superintendence of Health and Labor Risk (SISALRIL, per its Spanish acronyms) and the Superintendence of Pensions of the Dominican Republic (SIPEN, per its Spanish acronyms) and IFRS Accounting Standards (continued)**

- Incremental costs incurred in the process of acquiring and issuing insurance contracts are recognized as expenses at the time they are generated, except for commissions to intermediaries, which are amortized in proportion to the level of recognition of the premium that originated them, following the percentages established by the Superintendence of Insurance.
- The service components that are part of the insurance contract are recognized as income together with the premium income underwritten and are not separated.

IFRS Accounting Standards set out the following accounting rules for the measurement and recognition of insurance contracts:

- The Bank must assess whether a set or series of contracts should be treated as a single contract and whether the embedded derivatives, investment components and goods and services components should be separated and accounted for in a different manner.
- Insurance contracts and investment contracts with discretionary participation features are aggregated into groups for measurement purposes. The groups of contracts are identified by first identifying the portfolios of contracts, each of which comprises contracts that are subject to similar risks and managed as a whole.
- The level of aggregation requirements in IFRS Accounting Standards limits the offsetting of gains on groups of profitable contracts, which are generally deferred as a contractual service margin (CSM), with losses on groups of onerous contracts, which are recognized immediately.
- Under IFRS Accounting Standards, the measurement of a group of contracts includes all future cash flows within the limits of each of the Bank's contracts.
- For insurance contracts, cash flows are within contract limits if they arise from substantial rights and obligations that exist during the reporting period in which the Bank can obligate the policyholder to pay premiums or has a substantial obligation to provide services (including insurance coverage and investment services).

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.2 Differences between the accounting practices issued and allowed by the Superintendence of Insurance and the Superintendence of Health and Labor Risk (SISALRIL, per its Spanish acronyms) and the Superintendence of Pensions of the Dominican Republic (SIPEN, per its Spanish acronyms) and IFRS Accounting Standards (continued)**

- IFRS Accounting Standards introduces a measurement model based on estimates of the present value of future cash flows expected to arise as the Bank fulfills contracts, an explicit risk adjustment for non-financial risk and an CMS.
- Contracts are subject to different requirements depending on whether they are classified as direct participation contracts or contracts without direct participation features. Direct participation contracts are service contracts substantially related to investments on which the Bank promises a return on investment based on underlying elements. These are contracts for which, at the outset:
  - ◆ The contractual terms specify that the policyholder participates in a portion of a clearly identified set of underlying elements.
  - ◆ The Bank expects to pay the policyholder an amount equal to a substantial portion of the fair value yields of the underlying items.
  - ◆ The Bank expects that a substantial proportion of any change in the amounts payable to the policyholder will vary with the change in the fair value of the underlying items.
- On initial recognition, an entity shall measure a group of insurance contracts at the total of:
  - ◆ Cash flows from compliance, comprising:
    - (a) Estimates of future cash flows.
    - (b) An adjustment to reflect the time value of money and financial risks related to future cash flows, to the extent that financial risks have not been included in the estimates of future cash flows.
    - (c) An adjustment of risk to non-financial risk.
  - ◆ The contractual service margin, which is a component of insurance contract assets or liabilities, represents the non-cumulative (accrued) gain that the entity will recognize as it provides insurance contract services in the future.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.2 Differences between the accounting practices issued and allowed by the Superintendencia of Insurance and the Superintendencia of Health and Labor Risk (SISALRIL, per its Spanish acronyms) and the Superintendencia of Pensions of the Dominican Republic (SIPEN, per its Spanish acronyms) and IFRS Accounting Standards (continued)**

- The carrying amount of a group of insurance contracts at the end of each reporting period is the sum of:
  - ◆ The liability for the remaining coverage, comprising:
    - (a) Cash flows from compliance relating to future services assigned to the group at that date.
    - (b) The Bank's contractual service margin on that date.
  - ◆ The liability for claims incurred, comprising cash flows from compliance relating to future services assigned to the group at that date.
- An entity shall recognize income and expense for the following changes in the carrying amount of the remaining hedge liability:
  - ◆ Income from ordinary insurance activities for the reduction in the liability for the remaining coverage due to the service rendered in the period.
  - ◆ Insurance service expenses for losses in onerous contract groups, and reversals of these losses.
  - ◆ Financial expenses and income from insurance due to the effect of the time value of money and the effect of financial risk.
- An entity shall recognize income and expense for the following changes in the carrying amount of the liability for claims incurred:
  - ◆ Insurance service expenses for the increase in liabilities due to claims and expenses incurred in the period, excluding investment components.
  - ◆ Insurance service expenses for subsequent changes in cash flows from claims-related compliance and expenses incurred.
  - ◆ Financial expenses and income from insurance due to the effect of the time value of money and the effect of financial risk.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.2 Differences between the accounting practices issued and allowed by the Superintendence of Insurance and the Superintendence of Health and Labor Risk (SISALRIL, per its Spanish acronyms) and the Superintendence of Pensions of the Dominican Republic (SIPEN, per its Spanish acronyms) and IFRS Accounting Standards (continued)**

Premium allocation approach

The premium allocation approach is a simplified measurement model, optional in IFRS Accounting Standards, which is available for insurance and reinsurance contracts that meet the following criteria:

- The entity reasonably expects that this simplification will produce a measurement of the remaining hedge liability for the Bank that is not significantly different from that which would be produced by applying the requirements of the general approach.
- The period of coverage of each contract at the Bank, including insurance contract services, arising from all premiums within the contract limits determined at the date of application, is one year or less.

Premium allocation approach - measurement

Using the premium allocation approach, an entity measures the liability for the remaining hedge as follows:

- At initial recognition, the carrying amount of the liability is:
  - ◆ Premiums, if any, received on initial recognition.
  - ◆ Less, any cash flows from the acquisition of the insurance at that date unless the entity elects to recognize the payments as an expense.
  - ◆ Plus, or minus any amount arising from derecognition on the date of:
    - (a) Any asset for cash flows arising from the acquisition of insurance.
    - (b) Any other asset or liability previously recognized for the cash flows related to the contract.
- At the end of each reporting period, the subsequent carrying amount of the liability is the carrying amount at beginning of reporting period:
  - ◆ Plus, premiums received during the period.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.2 Differences between the accounting practices issued and allowed by the Superintendencia of Insurance and the Superintendencia of Health and Labor Risk (SISALRIL, per its Spanish acronyms) and the Superintendencia of Pensions of the Dominican Republic (SIPEN, per its Spanish acronyms) and IFRS Accounting Standards (continued)**

*Premium allocation approach - measurement (continued)*

- ◆ Less, cash flows from the acquisition of insurance.
- ◆ Plus, any amounts related to the amortization of cash flows from the acquisition of insurance are recognized as an expense in the reporting period.
- ◆ Plus, any adjustment to a funding component.
- ◆ Less, the amount recognized as insurance revenue from ordinary activities for services provided in that period.
- ◆ Less, any investment component paid or transferred to the liability for claims incurred.

*Reinsurance contracts*

In accordance with IFRS Accounting Standards, an entity shall recognize a group of reinsurance contracts held when it occurs:

- The beginning of coverage period of the group of reinsurance contracts.
- The date on which the entity recognizes a pecuniary group of underlying insurance contracts, if the entity entered into the related reinsurance contract held in the group of reinsurance contracts held at or before that date.

For reinsurance contracts maintained, the measurement requirements of the underlying insurance contracts apply. For such contracts, an entity shall use consistent assumptions to measure the present value estimates of future cash flows for the group of reinsurance contracts held and the estimates of the present value of future cash flows for the group (or groups) of underlying insurance contracts. In addition, the entity shall include, in the present value estimates of future cash flows for the group of reinsurance contracts held, the effect of any default risk by the issuer of the reinsurance contract, including the effects of collateral and litigation losses.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.2 Differences between the accounting practices issued and allowed by the Superintendence of Insurance and the Superintendence of Health and Labor Risk (SISALRIL, per its Spanish acronyms) and the Superintendence of Pensions of the Dominican Republic (SIPEN, per its Spanish acronyms) and IFRS Accounting Standards (continued)**

*Reinsurance contracts (continued)*

- i) In accordance with the accounting practices of the Superintendence of Insurance, investments are recognized at amortized cost or at fair value and are classified in two groups: a) reserve investments and b) guarantee funds and other investments. A detail of nature of the investments allowed in each group, which must be invested up to the limits allowed by Law No. 146-02 and its amendments, and Resolution No. 5-2018, is as follows:

*Investments of reserves:*

- ◆ Securities issued or guaranteed by the State.
- ◆ Actions and obligations of national companies engaged in the promotion of health, social security, and industrial and national tourism development centers.
- ◆ Real estate located in the country.
- ◆ Loans on individual life insurance policies.
- ◆ Time deposits in banks located in the country.
- ◆ Easily liquid financial instruments.
- ◆ Investments in negotiable instruments and securities of companies placed through the Dominican Republic Stock Exchange.
- ◆ Investments in foreign currency.
- ◆ Investment funds opened and closed and operated by investment fund management companies authorized by the regulatory body.
- ◆ Shares of publicly offered trusts authorized by the regulatory body.
- ◆ Transactions of purchases of securities with repurchase agreements (repurchase agreements or repos) traded through stock exchanges authorized by the Superintendence of Stock Market of the Dominican Republic.

*Guarantee funds and other investments:*

- ◆ Guarantee funds.
- ◆ Real estate awarded.
- ◆ Direct or indirect investments in insurance and reinsurance companies.
- ◆ Investments in affiliated or subsidiary holding companies.
- ◆ Other free investments.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.2 Differences between the accounting practices issued and allowed by the Superintendence of Insurance and the Superintendence of Health and Labor Risk (SISALRIL, per its Spanish acronyms) and the Superintendence of Pensions of the Dominican Republic (SIPEN, per its Spanish acronyms) and IFRS Accounting Standards (continued)**

Pursuant to the provisions of Law No. 146-02, the total mathematical reserves and reserves for current risks - personal and general insurance and bonds, catastrophic, specific and provident, must be invested in any of these lines, and the amounts of investments in excess of the investments allowed in some lines must be classified as other investments.

IFRS Accounting Standards establishes three categories of debt instruments: amortized cost, fair value through other comprehensive income (equity) and fair value through profit or loss. This classification depends on the business model for the management of financial assets and on the characteristics of contractual cash flows. IFRS Accounting Standards do not allow for the classification as investments of real estate located in the country, loans in individual life insurance policies, guarantee funds and purchased real estate.

- ii) The Superintendence of Insurance does not mandate the recognition of specific reserves for claims incurred but not reported as of the reporting date. In contrast, IFRS Accounting Standards require the creation of an allowance for probable and quantifiable losses, which must be recognized through a charge to profit or loss in the year the damage occurred.
- iii) The Superintendence of Insurance and the Superintendence of Health and Labor Risk and the Superintendence of Pensions require that short-term investments, highly liquid investments and investments easily convertible to cash to be classified as investments. However, IFRS Accounting Standards require such investments to be classified as cash equivalents.
- iv) The Superintendence of Insurance and the Superintendence of Health and Labor Risk allow that significant income and expenses that affect the consolidated financial statements of previous years to be recognized in retained earnings without restating the previously reported amounts of the consolidated financial statements. IFRS Accounting Standards require these transactions to be recognized retroactively, correcting previously reported financial statements, including the presentation of the statements of financial position for the most recent three years.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.2 Differences between the accounting practices issued and allowed by the Superintendence of Insurance and the Superintendence of Health and Labor Risk (SISALRIL, per its Spanish acronyms) and the Superintendence of Pensions of the Dominican Republic (SIPEN, per its Spanish acronyms) and IFRS Accounting Standards (continued)**

- v) Locally, it is not required to prepare a statement of changes in stockholders' equity, showing the composition and changes in the accounts that compose it. A comprehensive statement of performance showing the nature and amount of items for other comprehensive income is not required. IFRS Accounting Standards require the presentation of a statement of changes in equity and the statement of comprehensive income as part of the basic financial statements.
- vi) IFRS Accounting Standards require that, if the Bank maintains other comprehensive income, a statement of profit or loss and other comprehensive income, or a statement of comprehensive income showing the nature and amount of items corresponding to other comprehensive income during the reporting period, be presented. Similarly, IFRS Accounting Standards require, as part of the basic financial statements, a statement of changes in equity. The Superintendence of Insurance does not include these requirements in its financial statement preparation models.
- vii) IFRS Accounting Standards require the following disclosures that enable users of financial statements to assess: (a) the importance of financial instruments in relation to their financial position and performance; and (b) the nature and extent of the risks arising from financial instruments to which the entity is exposed during the period and at the reporting date, and how the entity manages those risks. The accounting practices of the Superintendence of Insurance do not require these disclosures.
- viii) The effects of reinstatement and settlement of reinsurance contracts are adjusted to the final settlement date of the contract with the reinsurer, without considering the period in which said effect was generated. IFRS Accounting Standards require that variations in insurance contracts be estimated and recorded as they occur.
- ix) Premiums receivable that the Bank considers uncollectible, according to the parameters indicated in Law No. 146-02 of Insurance and Bonds of the Dominican Republic, are reversed from the income recognized in the year, affecting all other related accounts such as reinsurance and issuance costs. According to this law, for the policies to be valid, the premiums must be received, in full, by the insurer and the general or local agents within the first 10 days of validity, except for a payment agreement signed between the parties, except for contracts of bail. In order for the parties to formalize the payment agreement, the insured must pay at least 25 % of the total premium (the premium is allowed to remain in force even after this term, provided that the entity demonstrates its collectability). The terms that may be agreed upon by the parties may not exceed 120 days from the start of the policy's term (exceeding this term is permitted provided that the entity demonstrates its collectability).

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.2 Differences between the accounting practices issued and allowed by the Superintendencia of Insurance and the Superintendencia of Health and Labor Risk (SISALRIL, per its Spanish acronyms) and the Superintendencia of Pensions of the Dominican Republic (SIPEN, per its Spanish acronyms) and IFRS Accounting Standards (continued)**

Additionally, the Superintendencia of Insurance does not allow the creation of reserves for uncollectible accounts. Under IFRS Accounting Standards a financial asset is considered impaired if there is objective evidence indicating that one or more events had a negative effect on the estimated future cash flows of the asset.

An impairment loss in relation to a financial asset measured at amortized cost is calculated as the difference between its carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. An impairment loss is reversed if such a reversal can objectively relate to an event occurring after the impairment loss was recognized. For financial assets measured at amortized cost, the reversal is recognized in income.

- x) IFRS Accounting Standards require to perform a liability adequacy test arising from insurance operations. This test is basically a calculation based on a statistical methodology that determines if provisions recognized by the Bank are enough to cover possible commitments arising from current insurance contracts. The accounting practices of the Superintendencia of Insurance establish the creation of reserves on the basis of specific percentages in the case of reserves for current risks and for catastrophic risks and on the value claimed or determined by the adjusters in the case of specific reserves.
- xi) In accordance with accounting practices of the Superintendencia of Insurance, savings components included in life insurance contracts are not accounted separately. As per IFRS Accounting Standards, when an insurance policy has a saving component this saving component should be separated from the premium paid in a life insurance policy and recognize it as a separate financial liability.
- xii) IFRS Accounting Standards require that, if an entity maintains derivate financial instruments, to separate embedded derivative from the host contract and accounted for as a derivative if economic characteristic and risks of the embedded derivative are not closely related to the economic characteristic and risks of the host contract. Accounting practices established by the Superintendencia of Insurance and the SISALRIL and the Superintendencia of Pensions do not provide guidance on accounting of derivatives financial instruments.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**2 Summary of significant accounting policies (continued)**

**2.34 Significant differences with IFRS Accounting Standards (continued)**

**2.34.2 Differences between the accounting practices issued and allowed by the Superintendencia of Insurance and the Superintendencia of Health and Labor Risk (SISALRIL, per its Spanish acronyms) and the Superintendencia of Pensions of the Dominican Republic (SIPEN, per its Spanish acronyms) and IFRS Accounting Standards (continued)**

- xiii) SIPEN requires that the administrators recognize their balances in foreign currency at the average cash purchase rate of commercial banks, published by the Central Bank of the Dominican Republic. IFRS Accounting Standards require that the balances in foreign currency be converted to the last access rate that the Bank.
- xiv) SIPEN requires the Administrator to disclose its investments in securities by sector and by type of instrument. IFRS Accounting Standards require additional disclosures that allow users of the consolidated financial statements to evaluate a) the importance of financial instruments in relation to the consolidated financial position and consolidated statements of the Bank and b) the nature and extent of the risks resulting from the financial instruments to which the Bank is exposed during the year and the reporting date and how the Bank handles those risks.
- xv) There are differences between the presentation and certain disclosures in the financial statements under IFRS Accounting Standards to those required by the Superintendencia of Insurance, SISALRIL and SIPEN.

The Bank has not quantified the effects of these differences on the consolidated financial statements between accounting basis and IFRS Accounting Standards.

**3 Cash and cash equivalents**

Available funds are summarized as follows:

|  | <u>2025</u>        | <u>2024</u>        |
|--|--------------------|--------------------|
| Cash on hand (a)                           | 16,790,756         | 15,949,591         |
| Central Bank of the Dominican Republic (b) | 158,774,000        | 140,272,076        |
| Local banks (c)                            | 4,351,413          | 641,524            |
| Foreign banks (d)                          | 11,351,641         | 27,956,866         |
| Cash equivalents (e)                       | 15,711,266         | 3,278,546          |
| Interests receivable (f)                   | 37,737             | 15,855             |
|  | <u>207,016,813</u> | <u>188,114,458</u> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**3 Cash and cash equivalents (continued)**

- (a) Includes USD36,592 in 2025 and USD73,184 in 2024.
- (b) Includes USD1,291,619 in 2025 and USD1,154,876 in 2024.
- (c) Includes USD40,992 in 2025 and USD5,484 in 2024.
- (d) Includes USD180,477 in 2025 and USD459,119 in 2024.
- (e) Includes USD29,434 in 2025 and USD21,269 in 2024. Corresponds to those investments easily convertible to cash with a maturity of less than three months from the acquisition date, interests receivable from such investments and other collectible bills.
- (f) Includes to USD570 in 2025 and USD254 in 2024.

The required legal reserve to the Bank (Parent Company) amounts to DOP108,013,350 and USD804,514 for 2025 and DOP84,495,300 and USD764,406 for 2024. For hedging purposes, the Bank maintains cash in the BCRD for DOP109,361,350 and USD1,095,988 for 2024 and DOP85,352,208 and USD1,144,845 for 2024. The loans portfolio in productive sectors that is considered for Bank legal reserve purposes is DOP49,297,215 for 2025 and DOP22,038,515 for 2024.

As of December 31, 2025 and 2024, the Bank maintains restricted funds for DOP134,266 and DOP134,238, respectively.

**4 Investments**

As of December 31, 2025 and 2024, the Bank's investments are as follows:

| <u>Type of investment</u>  | <u>Issuer</u>   | <u>Amount in DOP</u> | <u>Average rate weighted annual</u> | <u>Maturity</u> |
|--|---|----------------------|-------------------------------------|-----------------|
| <b>2025</b>  |   |                      |                                     |                 |
| <b>a) Available for sale:</b>  |   |                      |                                     |                 |
| Bonds Law No. 1-23, 152-14, 243-20, 248-17, 331-15, 348-21, 512-19, 548-14, 58-13, 64-18, 687-16, 7-24 | Ministry of Finance of the Dominican Republic (includes USD628,393)       | 90,969,659           | 7.83 %                              | 2026 until 2055 |
| Notes (a)  | Central Bank of the Dominican Republic                                    | 119,877,482          | 6.14 %                              | 2026 until 2029 |
| Letters (a)  | Central Bank of the Dominican Republic                                    | 11,843,246           | 7.12 %                              | 2026            |
| Investment certificates  | Fideicomiso de Oferta Pública Larimar (corresponds to USD2,340)           | 147,160              | 7.95 %                              | 2036            |
| Corporate bonds  | Empresa Generadora de Electricidad ITABO, S. A. (corresponds to USD2,455) | 154,385              | 5.15 %                              | 2032            |
| Corporate bonds  | Asociación Popular de Ahorros y Préstamos                                 | 50,700               | 10.00 %                             | 2026            |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**4 Investments (continued)**

| <u>Type of investment</u>   | <u>Issuer</u>  | <u>Amount in<br/>DOP</u> | <u>Average rate<br/>weighted<br/>annual</u> | <u>Maturity</u> |
|---|--|--------------------------|---|-----------------|
| <b>2025 (continued)</b>   |  |                          |   |                 |
| <b>a) Available for sale (continued):</b>                                       |  |                          |   |                 |
| Corporate bonds   | Asociación Popular de Ahorros y Préstamos                            | 193,214                  | 12.50 %                                     | 2026            |
| Corporate bonds   | Banco Múltiple Promérica de la República Dominicana                  | 79,097                   | 12.00 %                                     | 2034            |
| Corporate bonds   | Acero Estrella, S.R.L.   | 66,100                   | 12.00 %                                     | 2030            |
| Corporate bonds   | Ingeniería Estrella, S.R.L.  | 88,248                   | 8.00 %                                      | 2031            |
| Corporate bonds   | Banco Múltiple Lafise, S. A  | 66,418                   | 13.50 %                                     | 2029            |
| Corporate bonds   | Dominican Power Partners (corresponds to USD5)                       | 342                      | 6.00 %                                      | 2027            |
| Shares (b)  | Banco Latinoamericano de Exportación (corresponds to USD858))        | 53,998                   |   |                 |
| Shares  | Aseguradora Agropecuaria Dominicana, AGRODOS, S. A.                  | 100                      |   |                 |
| Shares  | Unipago  | 36,840                   |   |                 |
| Shares  | Bolsa de Valores de la República Dominicana                          | 320,816                  |   |                 |
| Shares  | Centro de Asistencia al Automovilista, S. A.                         | 45,061                   |   |                 |
| Quote of participation (c)  | Fideicomiso Paraiso Oriental   | <u>15,675</u>            |   |                 |
|   |  | 224,008,541              |   |                 |
| Interests receivable includes USD15,777)  |  | <u>6,520,747</u>         |   |                 |
|   |  | <u>230,529,288</u>       |   |                 |
| <b>b) Held to maturity:</b>   |  |                          |   |                 |
| Bonds Law No. 152-14, 243-20, 248-17, 348-21, 512-19, 58-13 64-18, 693-16, 7-24 | Ministry of Finance of the Dominican Republic (includes USD500,188)  | 124,416,124              | 4.73 %                                      | 2026 until 2049 |
| Notes (a)   | Central Bank of the Dominican Republic                               | 48,391,285               | 9.76 %                                      | 2026 until 2029 |
| Trust values  | Fideicomiso de Valores Rica  | 375,506                  | 16.25 %                                     | 2049            |
| Trust values  | Fideicomiso RD-Vial  | 199,723                  | 11.00 %                                     | 2040            |
| Corporate bonds   | Parallax Valores   | 50,082                   | 5.25 %                                      | 2027            |
| Corporate bonds   | Consortio Energético Punta Cana-Macao, S. A. (corresponds to USD363) | 22,861                   | 6.85 %                                      | 2027            |
| Corporate bonds   | Dominican Power Partners, (corresponds to USD249)                    | 15,646                   | 5.94 %                                      | 2027            |
| Corporate bonds   | Asociación Popular de Ahorros y Préstamos                            | 200,000                  | 10.00 %                                     | 2026            |
| Corporate bonds   | Energía Natural Dominicana - Enadom (corresponds to USD4)            | 224                      | 7.90 %                                      | 2034            |
| Corporate bonds   | Acero Estrella, S.R.L.   | 130,034                  | 11.39 %                                     | 2030            |
| Time deposits   | Asociación Peravia de Ahorros y Préstamos                            | 41,800                   | 8.74 %                                      | 2026            |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**4 Investments (continued)**

| <u>Type of investment</u>               | <u>Issuer</u>   | <u>Amount in DOP</u> | <u>Average rate weighted annual</u> | <u>Maturity</u> |
|---|---|----------------------|-------------------------------------|-----------------|
| <b>2025 (continued):</b>                |   |                      |                                     |                 |
| <b>b) Held to maturity (continued):</b> |   |                      |                                     |                 |
| Time deposits                           | Asociación La Vega Real de Ahorros y Préstamos  | 30,000               | 11.00 %                             | 2026            |
| Time deposits                           | Asociación La Nacional de Ahorros y Préstamos   | 64,272               | 10.00 %                             | 2026            |
| Time deposits                           | Asociación Romana de Ahorros y Préstamos  | 43,790               | 9.20 %                              | 2026            |
| Time deposits                           | Banco Múltiple Caribe Internacional, S. A.  | 35,900               | 10.65 %                             | 2026            |
| Time deposits                           | Motor Crédito, S. A de Ahorros y Crédito  | 21,293               | 12.00 %                             | 2026            |
| Time deposits                           | Banco Nacional de las Exportaciones   | 16,970               | 9.00 %                              | 2026            |
| Time deposits                           | Banco Múltiple Vimenca, S. A  | 85,973               | 7.75 %                              | 2026            |
| Time deposits                           | Scotiabank República Dominicana, S. A. Banco Múltiple                                   | 3,886                | 10.90 %                             | 2026            |
| Quote of participation                  | Fondo Inmobiliario Excel (corresponds to USD622)  | 39,128               | Variable                            | Undefined       |
| Quote of participation                  | Fondo de Inversión Cerrado Inmobiliario Velora  | 100,000              | Variable                            | Undefined       |
| Quote of participation                  | Fondo de Inversión Cerrado Inmobiliario Reservas I                                      | 92,532               | Variable                            | Undefined       |
| Quote of participation                  | Fondo de Inversión Cerrado Inmobiliario Reservas II                                     | 138,980              | Variable                            | Undefined       |
| Quote of participation                  | Fondo Cerrado de Desarrollo de Sociedades Advanced I                                    | 85,869               | Variable                            | Undefined       |
| Quote of participation                  | Fondo Inmobiliario Pionner  | 81,778               | Variable                            | Undefined       |
| Quote of participation                  | Fondo Inmobiliario Advanced I (corresponds to USD1,410)                                 | 88,712               | Variable                            | Undefined       |
| Quote of participation                  | JMMB Fondo de Inversión Cerrado de Desarrollo   | 40,400               | Variable                            | Undefined       |
| Quote of participation                  | Fondo Cerrado de Desarrollo Oportunidades Advanced II                                   | 53,982               | Variable                            | Undefined       |
| Quote of participation                  | Fondo de Inversión Cerrado de Desarrollo en Dólares Reservas II (corresponds to USD436) | 27,414               | Variable                            | Undefined       |
| Repurchase agreements                   | Alpha Sociedad de Valores, S. A. (corresponds to USD1,624)                              | 428,537              | 7.95 %                              | 2026            |
| Repurchase agreements                   | Parallax Valores Puesto de Bolsa, S. A (corresponds to USD2,016)                        | 126,785              | 5.25 %                              | 2026            |
| Repurchase agreements                   | United Capital Puesto de Bolsa, S. A. (corresponds to USD2,062)                         | 668,228              | 7.84 %                              | 2026            |
| Repurchase agreements                   | Primma Valores, S. A. Puesto de Bolsa (corresponds to USD2,021)                         | 127,119              | 5.10 %                              | 2026            |
| Mortgage certificates                   | Banco Múltiple BHD, S. A.   | 201                  | 6.50 %                              | 2026            |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**4 Investments (continued)**

| <u>Type of investment</u>   | <u>Issuer</u>   | <u>Amount in<br/>DOP</u>  | <u>Average rate<br/>weighted<br/>annual</u> | <u>Maturity</u> |
|---|---|---------------------------|---|-----------------|
| <b>2025 (continued):</b>  |   |                           |   |                 |
| <b>b) Held to maturity (continued):</b>   |   |                           |   |                 |
| Profitability guarantee   | Profitability guarantee of La Administradora de Fondos de Pensiones, invested in different institutions | <u>3,422,515</u>          |   |                 |
|   |   | 179,667,549               |   |                 |
|   | Interests receivable, includes USD1,734)  | <u>4,415,995</u>          |   |                 |
|   |   | <u>184,083,544</u>        |   |                 |
| Allowance for investment (includes USD33)   |   | <u>(306,082)</u>          |   |                 |
|   |   | <u><b>414,306,750</b></u> |   |                 |
| <b>2024</b>   |   |                           |   |                 |
| <b>a) Available for sale:</b>   |   |                           |   |                 |
| Bonds Law No. 1-23, 687-16, 439-19, 152-14, 248-17 331-15, 348-21, 58-13, 64-18, 512-19, 548-14, 7-24, 64-18, 243-2 | Ministry of Finance of the Dominican Republic (includes USD1,580,581)                                   | 283,821,238               | 9.8 7%                                      | 2025 until 2060 |
| Notes (a)   | Central Bank of the Dominican Republic  | 80,199,858                | 10.48 %                                     | 2025 until 2028 |
| Letters (a)   | Central Bank of the Dominican Republic  | 5,262,451                 | 9.15 %                                      | 2025            |
| Investment certificates (a)   | Central Bank of the Dominican Republic  | 16,937,540                | 10.50 %                                     | 2025            |
| Trust values  | Fideicomiso de Oferta Pública Larimar (corresponds to USD2,342)   | 142,589                   | 7.48 %                                      | 2036            |
| Corporate bonds   | Empresa Generadora de Electricidad ITABO, S. A. (corresponds to USD2,406)                               | 146,485                   | 5.15 %                                      | 2032            |
| Corporate bonds   | Asociación Popular de Ahorros y Préstamos   | 53,166                    | 10.00 %                                     | 2026            |
| Corporate bonds   | Banco Múltiple Promérica de la República Dominicana   | 67,761                    | 12.00 %                                     | 2034            |
| Corporate bonds   | Acero Estrella, S.R.L.  | 53,885                    | 12.00 %                                     | 2030            |
| Corporate bonds   | Ingeniería Estrella, S.R.L.   | 85,284                    | 8.00 %                                      | 2031            |
| Corporate bonds   | Banco Múltiple Lafise, S. A   | 66,961                    | 13.50 %                                     | 2029            |
| Corporate bonds   | Dominican Power Partners (corresponds to USD6)  | 344                       | 6.00 %                                      | 2027            |
| Shares (b)  | Banco Latinoamericano de Exportación (corresponds to USD858)  | 52,277                    |   |                 |
| Shares  | Aseguradora Agropecuaria Dominicana, AGRODOS, S. A.   | 100                       |   |                 |
| Shares  | Editora Nuevo Diario, S. A.   | 150                       |   |                 |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**4 Investments (continued)**

| <u>Type of investment</u>  | <u>Issuer</u>  | <u>Amount in<br/>DOP</u> | <u>Average rate<br/>weighted<br/>annual</u> | <u>Maturity</u> |
|--|--|--------------------------|---|-----------------|
| <b>2024 (continued):</b>   |  |                          |   |                 |
| <b>a) Available for sale (continued):</b>  |  |                          |   |                 |
| Shares   | Unipago  | 36,451                   |   |                 |
| Shares   | Bolsa de Valores de la República Dominicana                          | 60,155                   |   |                 |
| Shares   | Centro de Asistencia al Automovilista, S. A.                         | 45,061                   |   |                 |
| Quote of participation (c)   | Fideicomiso Paraiso Oriental   | <u>15,836</u>            |   |                 |
|  |  | 387,047,592              |   |                 |
| Interests receivable includes USD21,106)   |  | <u>9,629,599</u>         |   |                 |
|  |  | <u>396,677,191</u>       |   |                 |
| <b>b) Held to maturity:</b>  |  |                          |   |                 |
| Bonds Law No. 1-23, 687-16 439-19, 152-14, 248-17, 331-15, 348-21, 58-13, 64-18, 512-19, 548-14, 7-24, 64-18, 243-20 | Ministry of Finance of the Dominican Republic includes USD26,364)    | 11,736,505               | 7.23 %                                      | 2025 until 2049 |
| Notes (a)  | Central Bank of the Dominican Republic                               | 2,522,919                | 9.70 %                                      | 2025 until 2027 |
| Trust values   | Fideicomiso de Valores Rica  | 325,990                  | 5.34 %                                      | 2049            |
| Corporate bonds  | Parallax Valores   | 50,082                   | 10.00 %                                     | 2027            |
| Corporate bonds  | Consortio Energético Punta Cana-Macao, S. A. (corresponds to USD364) | 22,145                   | 5.50 %                                      | 2027            |
| Corporate bonds  | Dominican Power Partners, (corresponds to USD249)                    | 15,156                   | 5.94 %                                      | 2027            |
| Corporate bonds  | Asociación Popular de Ahorros y Préstamos                            | 200,000                  | 10.01 %                                     | 2026            |
| Corporate bonds  | Energía Natural Dominicana - Enadom (corresponds to USD4)            | 217                      | 7.90 %                                      | 2034            |
| Corporate bonds  | Acero Estrella, S.R.L.   | 130,065                  | 11.35 %                                     | 2030            |
| Time deposits  | Asociación Popular de Ahorros y Préstamos                            | 105,250                  | 11.14 %                                     | 2025            |
| Time deposits  | Asociación Peravia de Ahorros y Préstamos                            | 42,400                   | 9.93 %                                      | 2025            |
| Time deposits  | Asociación La Vega Real de Ahorros y Préstamos                       | 45,000                   | 11.00 %                                     | 2025            |
| Time deposits  | Asociación La Nacional de Ahorros y Préstamos                        | 153,840                  | 14.00 %                                     | 2025            |
| Time deposits  | Asociación Maguana de Ahorros y Préstamos                            | 14,236                   | 10.50 %                                     | 2025            |
| Time deposits  | Asociación Romana de Ahorros y Préstamos                             | 41,790                   | 10.55 %                                     | 2025            |
| Time deposits  | Asociación Bonao de Ahorros y Préstamos                              | 27,500                   | 10.50 %                                     | 2025            |
| Time deposits  | Banco Múltiple Caribe Internacional, S. A.                           | 61,800                   | 12.81 %                                     | 2025            |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**4 Investments (continued)**

| <u>Type of investment</u>               | <u>Issuer</u>  | <u>Amount in<br/>DOP</u> | <u>Average rate<br/>weighted<br/>annual</u> | <u>Maturity</u> |
|---|--|--------------------------|---|-----------------|
| <b>2024 (continued):</b>                |  |                          |   |                 |
| <b>b) Held to maturity (continued):</b> |  |                          |   |                 |
| Time deposits                           | Banco Múltiple Promérica de la República Dominicana                                | 44,531                   | 13.00 %                                     | 2025            |
| Time deposits                           | Banco Popular Dominicano, S. A Banco Múltiple                                      | 115,755                  | 14.00 %                                     | 2025            |
| Time deposits                           | Banco Atlántico de Ahorro. y Crédito, S. A   | 30,000                   | 13.00 %                                     | 2025            |
| Time deposits                           | Motor Crédito, S. A., Banco de Ahorro y Crédito                                    | 18,996                   | 12.00 %                                     | 2025            |
| Time deposits                           | Banco Nacional de las Exportaciones  | 15,752                   | 9.00 %                                      | 2025            |
| Time deposits                           | Banco Múltiple Vimenca, S. A.  | 77,076                   | 13.00 %                                     | 2025            |
| Time deposits                           | Scotiabank República Dominicana, S. A. Banco Múltiple                              | 3,514                    | 11.15 %                                     | 2025            |
| Quote of participation                  | Fondo de Inversión Market Universal Liquidez                                       | 84                       | 10.33 %                                     | Undefined       |
| Quote of participation                  | Fondo Market de Inversión - Depósito Financiero Flexible                           | 111                      | 10.84 %                                     | Undefined       |
| Quote of participation                  | Fondo de Inversión Market Liquidez Excel   | 38,605                   | 9.03 %                                      | Undefined       |
| Quote of participation                  | Fondo de Inversión Market Liquidez Excel Dólares (corresponds to USD27)            | 1,652                    | 4.70 %                                      | Undefined       |
| Quote of participation                  | Fondo Inmobiliario Excel (corresponds to USD591)                                   | 36,015                   | 3.84 %                                      | Undefined       |
| Quote of participation                  | Fondo Mutuo Renta Fija - BHD Fondos Plazo 30 Days Dólares (corresponds to a USD13) | 774                      | 3.39 %                                      | Undefined       |
| Quote of participation                  | Fondo Mutuo Renta Fija - BHD Plazo 30 Days   | 12                       | 11.42 %                                     | Undefined       |
| Quote of participation                  | Fondo Mutuo Renta Fija - BHD Liquidez  | 165,138                  | 11.42 %                                     | Undefined       |
| Quote of participation                  | Fondo de Inversión Cerrado Inmobiliario Reservas I                                 | 163,472                  | 6.71 %                                      | Undefined       |
| Quote of participation                  | Fondo de Inversión Cerrado Inmobiliario Reservas II                                | 22,946                   | Variable                                    | Undefined       |
| Quote of participation                  | Fondo Mutuo Largo Plazo Reservas Caoba (corresponds to USD1,181)                   | 71,948                   | 4.91 %                                      | Undefined       |
| Quote of participation                  | Fondo Mutuo Short term Reservas Quisqueya  | 809,995                  | 8.29 %                                      | Undefined       |
| Quote of participation                  | Fondo Cerrado de Desarrollo de Sociedades Advanced I                               | 82,240                   | 5.43 %                                      | Undefined       |
| Quote of participation                  | Fondo Inmobiliario Pionner   | 77,180                   | 8.70 %                                      | Undefined       |
| Quote of participation                  | Fondo de Inversión Cerrado de Desarrollo Reservas I                                | 41,581                   | Variable                                    | Undefined       |
| Quote of participation                  | Fondo Inmobiliario Advanced I (corresponds to USD1,338)                            | 81,474                   | 7.53 %                                      | Undefined       |
| Quote of participation                  | Fondo Cerrado de Desarrollo de Sociedades Advanced II                              | 46,267                   | 17.59 %                                     | Undefined       |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

#### 4 Investments (continued)

| <u>Type of investment</u>                 | <u>Issuer</u>   | <u>Amount in<br/>DOP</u>  | <u>Average rate<br/>weighted<br/>annual</u> | <u>Maturity</u> |
|---|---|---------------------------|---|-----------------|
| <b>2024 (continued):</b>                  |   |                           |   |                 |
| <b>b) Held to maturity (continued):</b>   |   |                           |   |                 |
| Quote of participation                    | Fondo de Inversión Cerrado de Desarrollo en Dólares Reservas II (corresponds to USD527)                 | 32,082                    | Variable                                    | Undefined       |
| Repurchase agreements                     | Alpha Sociedad de Valores, S. A.  | 458,164                   | 13.29 %                                     | 2025            |
| Mortgage certificates                     | Banco Múltiple BHD, S. A.   | 201                       | 10.50 %                                     | 2025            |
| Profitability guarantee                   | Profitability guarantee of La Administradora de Fondos de Pensiones, invested in different institutions | <u>2,993,526</u>          |   |                 |
|   |   | 20,923,986                |   |                 |
| Interests receivable, (includes USD454)   |   | <u>313,235</u>            |   |                 |
|   |   | <u>21,237,221</u>         |   |                 |
| Allowance for investment (includes USD33) |   | <u>(272,819)</u>          |   |                 |
|   |   | <u><b>417,641,593</b></u> |   |                 |

- a) As of December 31, 2025 and 2024, it includes a retained amount of DOP52,348,490 and DOP88,599,695, respectively, as collateral in repurchase agreements in the Central Bank.
- b) As of December 31, 2025 and 2024, the Bank received cash dividends amounting to DOP19,998 and DOP15,375, respectively.
- c) As of December 31, 2025 and 2024, the Bank received cash dividends amounting to DOP92 and DOP3,132, respectively.

#### 5 Loans portfolio

a) *The breakdown of the portfolio by type of loans is as follows:*

|   | <u>2025</u>              |                           |                    | <u>2024</u>              |                           |                    |
|---|--------------------------|---------------------------|--------------------|--------------------------|---------------------------|--------------------|
|   | <u>Public<br/>sector</u> | <u>Private<br/>sector</u> | <u>Total</u>       | <u>Public<br/>sector</u> | <u>Private<br/>sector</u> | <u>Total</u>       |
| <u>Commercial loans:</u>  |                          |                           |                    |                          |                           |                    |
| Advances on checking accounts<br>Loans (includes USD1,997,220<br>in 2025 and USD1,821,987<br>in 2024) | -                        | 21,252                    | 21,252             | -                        | 37,519                    | 37,519             |
| Invoice discounting<br>(includes USD7,549 in 2025<br>and USD7,745 in 2024)                            | 30,418,992               | 325,072,728               | 355,491,720        | 34,550,170               | 296,674,184               | 331,224,354        |
| Financial leases  | -                        | 474,794                   | 474,794            | -                        | 471,595                   | 471,595            |
| Sales of goods received in<br>loan recovery   | 1,216,358                | -                         | 1,216,358          | 1,268,749                | -                         | 1,268,749          |
|   | <u>-</u>                 | <u>249,350</u>            | <u>249,350</u>     | <u>-</u>                 | <u>173,425</u>            | <u>173,425</u>     |
|   | <u>31,635,350</u>        | <u>325,818,124</u>        | <u>357,453,474</u> | <u>35,818,919</u>        | <u>297,356,723</u>        | <u>333,175,642</u> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**5 Loans portfolio (continued)**

*a) The breakdown of the portfolio by type of loans is as follows (continued):*

|  | 2025              |                    |                    | 2024              |                    |                    |
|--|-------------------|--------------------|--------------------|-------------------|--------------------|--------------------|
|  | Public<br>sector  | Private<br>sector  | Total              | Public<br>sector  | Private<br>sector  | Total              |
| <u>Consumer loans:</u>   |                   |                    |                    |                   |                    |                    |
| Credit cards (includes<br>USD55,663 in 2025<br>and USD50,606 in 2024)  | -                 | 26,343,370         | 26,343,370         | -                 | 22,652,018         | 22,652,018         |
| Consumer loans (includes<br>USD12,534 in 2025<br>and USD10,463 in 2024)  | -                 | 138,938,947        | 138,938,947        | -                 | 130,297,134        | 130,297,134        |
|  | <u>-</u>          | <u>165,282,317</u> | <u>165,282,317</u> | <u>-</u>          | <u>152,949,152</u> | <u>152,949,152</u> |
| <u>Mortgage loans:</u>   |                   |                    |                    |                   |                    |                    |
| Residential purchases<br>(includes USD4,244 in 2025<br>and USD4,448 in 2024)                                   | -                 | 99,975,647         | 99,975,647         | -                 | 84,761,208         | 84,761,208         |
| Construction, improvements,<br>repairs, expansion and<br>others  | -                 | 770,100            | 770,100            | -                 | 744,004            | 744,004            |
|  | <u>-</u>          | <u>100,745,747</u> | <u>100,745,747</u> | <u>-</u>          | <u>85,505,212</u>  | <u>85,505,212</u>  |
|  | <u>31,635,350</u> | <u>591,846,188</u> | <u>623,481,538</u> | <u>35,818,919</u> | <u>535,811,087</u> | <u>571,630,006</u> |
| Interests receivable (includes<br>USD15,792 in 2024<br>and USD13,037 in 2023)                                  | 26,441            | 5,327,109          | 5,353,550          | 35,770            | 4,734,417          | 4,770,187          |
| Allowance for loan losses<br>and interests receivable<br>(includes USD92,205 in 2024<br>and USD82,917 in 2023) | -                 | (22,644,376)       | (22,644,376)       | -                 | (18,700,549)       | (18,700,549)       |
|  | <u>31,661,791</u> | <u>574,528,921</u> | <u>606,190,712</u> | <u>35,854,689</u> | <u>521,844,955</u> | <u>557,699,644</u> |

*b) The status of the loans portfolio is as follows:*

|   | 2025              |                    |                    | 2024              |                    |                    |
|---|-------------------|--------------------|--------------------|-------------------|--------------------|--------------------|
|   | Public<br>sector  | Private<br>sector  | Total              | Public<br>sector  | Private<br>sector  | Total              |
| <u>Commercial loans:</u>  |                   |                    |                    |                   |                    |                    |
| Current (i) (includes<br>USD1,968,224 in 2025<br>and USD1,789,615 in 2024)      | 31,635,270        | 305,003,412        | 336,638,682        | 35,818,782        | 278,676,727        | 314,495,509        |
| Overdue (31 to 90 days)<br>(includes USD970 in 2025<br>and USD32 in 2024)       | 9                 | 135,167            | 135,176            | 17                | 75,286             | 75,303             |
| Past due (more than 90 days)<br>(includes USD527 in 2025 and<br>USD501 in 2024) | 71                | 1,108,045          | 1,108,116          | 120               | 947,274            | 947,394            |
| Restructured (ii)   |                   |                    |                    |                   |                    |                    |
| Current (i) (includes USD34,839<br>in 2025 and USD39,294 in 2024)               | -                 | 11,134,554         | 11,134,554         | -                 | 10,243,094         | 10,243,094         |
| Overdue (31 to 90 days)<br>(includes USD2 in 2025 and<br>USD13 in 2024)         | -                 | 24,787             | 24,787             | -                 | 18,079             | 18,079             |
| Past due (more than 90 days)<br>(includes USD29 in 2025<br>and USD59 in 2024)   | -                 | 1,203,674          | 1,203,674          | -                 | 436,077            | 436,077            |
| Legal collections (iii)   |                   |                    |                    |                   |                    |                    |
| Past due (more than 90 days)  | -                 | 139,667            | 139,667            | -                 | 145,872            | 145,872            |
|   | <u>31,635,350</u> | <u>318,749,306</u> | <u>350,384,656</u> | <u>35,818,919</u> | <u>290,542,409</u> | <u>326,361,328</u> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**5 Loans portfolio (continued)**

*b) The status of the loans portfolio is as follows (continued):*

|  | 2025          |                |             | 2024          |                |             |
|--|---------------|----------------|-------------|---------------|----------------|-------------|
|  | Public sector | Private sector | Total       | Public sector | Private sector | Total       |
| <u>Microenterprises loans:</u>   |               |                |             |               |                |             |
| Current (i)  |               |                |             |               |                |             |
| (includes USD3 in 2025 and USD15 in 2024)                                  | -             | 6,647,301      | 6,647,301   | -             | 6,243,493      | 6,243,493   |
| Overdue (31 to 90 days)  | -             | 1,789          | 1,789       | -             | 6,493          | 6,493       |
| Past due (more than 90 days)   | -             | 26,753         | 26,753      | -             | 22,078         | 22,078      |
| Restructured (ii)  |               |                |             |               |                |             |
| Current (i) (includes USD173 in 2025 and USD201 in 2024)                   | -             | 247,407        | 247,407     | -             | 517,032        | 517,032     |
| Overdue (31 to 90 days) (includes USD3 in 2025 and USD2 in 2024)           | -             | 919            | 919         | -             | 8,463          | 8,463       |
| Past due (more than 90 days)   | -             | 25,600         | 25,600      | -             | 16,755         | 16,755      |
|  | -             | 6,949,769      | 6,949,769   | -             | 6,814,314      | 6,814,314   |
| <u>Microcredits:</u>   |               |                |             |               |                |             |
| Current (i)  | -             | 116,129        | 116,129     | -             | -              | -           |
| Overdue  | -             | 52             | 52          | -             | -              | -           |
| Past due (more than 90 days)   | -             | 2,151          | 2,151       | -             | -              | -           |
| Restructured (ii)  |               |                |             |               |                |             |
| Current (i)  | -             | 717            | 717         | -             | -              | -           |
|  | -             | 119,049        | 119,049     | -             | -              | -           |
| <u>Consumer loans:</u>   |               |                |             |               |                |             |
| Current (i) (includes USD66,302 in 2025 and USD60,021 in 2024)             | -             | 154,870,213    | 154,870,213 | -             | 146,427,833    | 146,427,833 |
| Overdue (31 to 90 days) (includes USD131 in 2025 and USD80 in 2024)        | -             | 202,660        | 202,660     | -             | 185,264        | 185,264     |
| Past due (more than 90 days) (includes USD1,67 in 2025 and USD957 in 2024) | -             | 3,196,245      | 3,196,245   | -             | 2,210,868      | 2,210,868   |
| Restructured (ii)  |               |                |             |               |                |             |
| Current (i) (includes USD81 in 2025)                                       | -             | 5,588,931      | 5,588,931   | -             | 3,520,480      | 3,520,480   |
| Overdue (31 to 90 days) (includes USD7 in 2025)                            | -             | 21,572         | 21,572      | -             | 15,770         | 15,770      |
| Past due (more than 90 days) (includes USD11 in 2024)                      | -             | 1,318,374      | 1,318,374   | -             | 515,323        | 515,323     |
| Legal collections (iii)  |               |                |             |               |                |             |
| Current (i)  | -             | 1,355          | 1,355       | -             | 2,089          | 2,089       |
| Overdue (31 to 90 days)  | -             | -              | -           | -             | 52             | 52          |
| Past due (more than 90 days)   | -             | 82,967         | 82,967      | -             | 71,473         | 71,473      |
|  | -             | 165,282,317    | 165,282,317 | -             | 152,949,152    | 152,949,152 |
| <u>Mortgage loans</u>  |               |                |             |               |                |             |
| Current (i) (includes USD4,243 in 2025 and USD4,445 in 2024)               | -             | 98,570,534     | 98,570,534  | -             | 83,749,750     | 83,749,750  |
| Overdue (31 to 90 days) (includes USD1 in 2025 USD3 in 2024)               | -             | 7,095          | 7,095       | -             | 6,430          | 6,430       |
| Past due (more than 90 days)   | -             | 430,239        | 430,239     | -             | 350,455        | 350,455     |
| Restructured (ii)  |               |                |             |               |                |             |
| Current (i)  | -             | 1,577,965      | 1,577,965   | -             | 1,223,315      | 1,223,315   |
| Overdue (31 to 90 days)  | -             | 1,821          | 1,821       | -             | 1,348          | 1,348       |
| Past due (more than 90 days)   | -             | 88,332         | 88,332      | -             | 93,094         | 93,094      |
| Legal collections (iii)  |               |                |             |               |                |             |
| Current (i)  | -             | 4,643          | 4,643       | -             | 19,410         | 19,410      |
| Overdue (31 to 90 days)  | -             | 8              | 8           | -             | 5              | 5           |
| Past due (more than 90 days)   | -             | 65,110         | 65,110      | -             | 61,405         | 61,405      |
|  | -             | 100,745,747    | 100,745,747 | -             | 85,505,212     | 85,505,212  |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**5 Loans portfolio (continued)**

*b) The status of the loans portfolio is as follows (continued):*

|  | 2025                     |                           |                           | 2024                     |                           |                           |
|--|--------------------------|---------------------------|---------------------------|--------------------------|---------------------------|---------------------------|
|  | Public sector            | Private sector            | Total                     | Public sector            | Private sector            | Total                     |
| <b>Interests receivable:</b>   |                          |                           |                           |                          |                           |                           |
| Current (i) (includes USD16,585 in 2025 and USD14,869 in 2024)                                   | 26,425                   | 4,052,760                 | 4,079,185                 | 35,746                   | 3,735,304                 | 3,771,050                 |
| Overdue (31 to 90 days) (includes SD1,040 in 2025 and USD143 in 2024)                            | 6                        | 238,735                   | 238,741                   | 14                       | 160,965                   | 160,979                   |
| Past due (more than 90 days) (includes USD230 in 2025 and USD143 in 2024)                        | 10                       | 313,567                   | 313,577                   | 10                       | 235,516                   | 235,526                   |
| <b>Restructured (ii)</b>   |                          |                           |                           |                          |                           |                           |
| Current (i) (includes USD401 in 2025 and USD630 in 2024)   | -                        | 493,521                   | 493,521                   | -                        | 482,346                   | 482,346                   |
| Overdue (31 to 90 days) (include USD2 in 2025 and USD5 in 2024)                                  | -                        | 61,790                    | 61,790                    | -                        | 42,101                    | 42,101                    |
| Past due (more than 90 days) (include USD2 in 2024)  | -                        | 158,060                   | 158,060                   | -                        | 67,641                    | 67,641                    |
| <b>Legal collections (iii)</b>   |                          |                           |                           |                          |                           |                           |
| Current (i)  | -                        | 74                        | 74                        | -                        | 2,612                     | 2,612                     |
| Overdue (31 to 90 days)  | -                        | 39                        | 39                        | -                        | 40                        | 40                        |
| Past due (more than 90 days)   | -                        | 8,563                     | 8,563                     | -                        | 7,892                     | 7,892                     |
|  | <u>26,441</u>            | <u>5,327,109</u>          | <u>5,353,550</u>          | <u>35,770</u>            | <u>4,734,417</u>          | <u>4,770,187</u>          |
| Allowance for loans and interests receivable (includes USD101,758 in 2025 and USD92,205 in 2024) | -                        | (22,644,376)              | (22,644,376)              | -                        | (18,700,549)              | (18,700,549)              |
|  | <u><b>31,661,791</b></u> | <u><b>574,528,921</b></u> | <u><b>606,190,712</b></u> | <u><b>35,854,689</b></u> | <u><b>521,844,955</b></u> | <u><b>557,699,644</b></u> |

- (i) They represent capital and returns that are up to date in compliance with the agreed payment plan or that do not show arrears of more than 30 days, counted from the date on which their payments have become due.
- (ii) Corresponds to principal and interest receivable on loans that present an impairment in the payment capacity of the debtor, or the payment behavior and their conditions and payment terms have changed, resulting in a change of the interest rate and maturity of the original loan contract, as well as loans resulting from capitalization of interest, default commissions and other charges of a previous loan.
- (iii) Corresponds to principal and interest receivable of loans that are in legal collection process.

*c) By type of collateral:*

|                              | 2025              |                    |                    | 2024              |                    |                    |
|------------------------------|-------------------|--------------------|--------------------|-------------------|--------------------|--------------------|
|                              | Public sector     | Private sector     | Total              | Public sector     | Private sector     | Total              |
| Multi-use collateral (i)     | 1,216,358         | 204,549,578        | 205,765,936        | -                 | 176,923,241        | 176,923,241        |
| Specific use collateral (ii) | -                 | 80,552,873         | 80,552,873         | -                 | 64,073,833         | 64,073,833         |
| Without collateral (iii)     | <u>30,418,992</u> | <u>306,743,737</u> | <u>337,162,729</u> | <u>35,818,919</u> | <u>294,814,013</u> | <u>330,632,932</u> |
|                              | <u>31,635,350</u> | <u>591,846,188</u> | <u>623,481,538</u> | <u>35,818,919</u> | <u>535,811,087</u> | <u>571,630,006</u> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**5 Loans portfolio (continued)**

*c) By type of collateral (continued):*

|   | 2025              |                    |                    | 2024              |                    |                    |
|---|-------------------|--------------------|--------------------|-------------------|--------------------|--------------------|
|   | Public<br>sector  | Private<br>sector  | Total              | Public<br>sector  | Private<br>sector  | Total              |
| Interests receivable                                  | 26,441            | 5,327,109          | 5,353,550          | 35,770            | 4,734,417          | 4,770,187          |
| Allowance for loan losses<br>and interests receivable | -                 | (22,644,376)       | (22,644,376)       | -                 | (18,700,549)       | (18,700,549)       |
|   | <u>31,661,791</u> | <u>574,528,921</u> | <u>606,190,712</u> | <u>35,854,689</u> | <u>521,844,955</u> | <u>557,699,644</u> |

(i) Multi-use collaterals are goods that are not specific to an activity, but can be multipurpose, realizable, valuable, easy to execute, transferable without excessive costs and stable in value. These guarantees are considered between 50 % and 100 % of their value for the purposes of the coverage of the risks, depending on the guarantee.

As of December 31, 2025 and 2024, these collaterals are considered as follows:

| <u>Type of collateral</u>   | <u>Percentage<br/>of admittance (%)</u> |
|---|---|
| Debt securities issued or guaranteed by the Dominican State (Central Bank, Ministry of Finance) (a) | 100                                     |
| Debt securities issued by the financial intermediary entities (a)                                   | 95                                      |
| Time deposits in domestic or foreign currency owned by the financial intermediary (a)               | 100                                     |
| Time deposits in domestic or foreign currency of other financial intermediaries (a)                 | 95                                      |
| Sureties or guarantees, irrevocable letters of credit and letters of credit stand-by                | 95                                      |
| Mutual guarantee certificates   | 80                                      |
| Shares of listed companies  | 50                                      |
| Investment fund participation fees (b)  | -                                       |
| Plots or land   | 80                                      |
| Plots or exclusive land for agricultural purposes   | 80                                      |
| Residential buildings, property and apartments  | 80                                      |
| Buildings and commercial space  | 80                                      |
| Operating hotels  | 80                                      |
| Hotel projects under construction   | 70                                      |
| Industrial warehouses   | 80                                      |
| Aircraft  | 80                                      |
| Motor vehicles with an aging of less than five years  | 50                                      |
| Renewable energy equipment (c)  | 80                                      |
| Multi-use machinery and equipment   | 70                                      |
| Inventory warrants  | 90                                      |
| Certificate of fiduciary guarantee (c)  | -                                       |
| Trust accounts for payment sources  | <u>50</u>                               |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**5 Loans portfolio (continued)**

*c) By type of collateral (continued):*

- (a) For cash deposits and financial instruments whose denomination of currency (local or foreign) is different than the currency of the credit that is being guaranteed, the percentage of eligibility must be reduced by 10 %.
- (b) The percentage of admissibility of the shares in investment funds, as well as their classification in multi-purpose or polyvalent or non-multipurpose, are established according to the assets that make up the equity.
- (c) The percentage of admissibility of fiduciary guarantees, as well as its classification on multi-use or specific use collateral are set according to the trust property.
- (ii) Specific-use collaterals are real guarantees that, due to their nature, are considered of unique use, and therefore present characteristics that are difficult to realize due to their specialized origin. These collaterals will apply according to the following percentages:

| <u>Type of collateral</u>          | <u>Percentage of admittance (%)</u> |
|------------------------------------|-------------------------------------|
| Heavy vehicles                     | 50                                  |
| Free trade zone                    | 60                                  |
| Specialized machines and equipment | <u>50</u>                           |

- (iii) This category considers unsecured loans those that are guaranteed by insurance policies and other guarantees.

*d) By source of funds:*

|   | <u>2025</u>          |                       |                     | <u>2024</u>          |                       |                     |
|---|----------------------|-----------------------|---------------------|----------------------|-----------------------|---------------------|
|   | <u>Public sector</u> | <u>Private sector</u> | <u>Total</u>        | <u>Public sector</u> | <u>Private sector</u> | <u>Total</u>        |
| Own funds   | 29,085,350           | 579,178,128           | 608,263,478         | 32,178,919           | 515,974,110           | 548,153,029         |
| Other international institutions                        | -                    | 105,073               | 105,073             | -                    | 115,378               | 115,378             |
| Other national institutions (FLR window and BCRD repos) | <u>2,550,000</u>     | <u>12,562,987</u>     | <u>15,112,987</u>   | <u>3,640,000</u>     | <u>19,721,599</u>     | <u>23,361,599</u>   |
|   | <u>31,635,350</u>    | <u>591,846,188</u>    | <u>623,481,538</u>  | <u>35,818,919</u>    | <u>535,811,087</u>    | <u>571,630,006</u>  |
| Interests receivable                                    | 26,441               | 5,327,109             | 5,353,550           | 35,770               | 4,734,417             | 4,770,187           |
| Allowance for loan losses and interests receivable      | -                    | <u>(22,644,376)</u>   | <u>(22,644,376)</u> | -                    | <u>(18,700,549)</u>   | <u>(18,700,549)</u> |
|   | <u>31,661,791</u>    | <u>574,528,921</u>    | <u>606,190,712</u>  | <u>35,854,689</u>    | <u>521,844,955</u>    | <u>557,699,644</u>  |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**5 Loans portfolio (continued)**

*e) By term:*

|  | 2025                     |                           |                           | 2024                     |                           |                           |
|--|--------------------------|---------------------------|---------------------------|--------------------------|---------------------------|---------------------------|
|  | <u>Public sector</u>     | <u>Private sector</u>     | <u>Total</u>              | <u>Public sector</u>     | <u>Private sector</u>     | <u>Total</u>              |
| Short-term (up to one year)                            | 14,686,497               | 351,557,622               | 366,244,119               | 16,910,372               | 316,974,777               | 333,885,149               |
| Medium-term (more than one year and up to three years) | 8,380,760                | 137,681,084               | 146,061,844               | 10,340,454               | 131,817,042               | 142,157,496               |
| Long-term (more than three years)                      | <u>8,568,093</u>         | <u>102,607,482</u>        | <u>111,175,575</u>        | <u>8,568,093</u>         | <u>87,019,268</u>         | <u>95,587,361</u>         |
|  | <u>31,635,350</u>        | <u>591,846,188</u>        | <u>623,481,538</u>        | <u>35,818,919</u>        | <u>535,811,087</u>        | <u>571,630,006</u>        |
| Interests receivable                                   | 26,441                   | 5,327,109                 | 5,353,550                 | 35,770                   | 4,734,417                 | 4,770,187                 |
| Allowance for loan losses and interests receivable     | <u>-</u>                 | <u>(22,644,376)</u>       | <u>(22,644,376)</u>       | <u>-</u>                 | <u>(18,700,549)</u>       | <u>(18,700,549)</u>       |
|  | <u><b>31,661,791</b></u> | <u><b>574,528,921</b></u> | <u><b>606,190,712</b></u> | <u><b>35,854,689</b></u> | <u><b>521,844,955</b></u> | <u><b>557,699,644</b></u> |

*f) By economic sector:*

|  | 2025                     |                           |                           | 2024                     |                           |                           |
|--|--------------------------|---------------------------|---------------------------|--------------------------|---------------------------|---------------------------|
|  | <u>Public sector</u>     | <u>Private sector</u>     | <u>Total</u>              | <u>Public sector</u>     | <u>Private sector</u>     | <u>Total</u>              |
| Dominican Government                               | 27,033,142               | -                         | 27,033,142                | 29,027,012               | -                         | 29,027,012                |
| Financial sector                                   | 4,602,208                | 4,210,156                 | 8,812,364                 | 6,791,907                | 4,793,541                 | 11,585,448                |
| Agriculture, livestock and forestry                | -                        | 11,023,798                | 11,023,798                | -                        | 11,070,453                | 11,070,453                |
| Fishing  | -                        | 22,879                    | 22,879                    | -                        | 20,411                    | 20,411                    |
| Mining and quarries                                | -                        | 515,925                   | 515,925                   | -                        | 398,873                   | 398,873                   |
| Manufacturing industry                             | -                        | 36,737,925                | 36,737,925                | -                        | 34,575,885                | 34,575,885                |
| Electricity, gas and water                         | -                        | 38,115,169                | 38,115,169                | -                        | 29,899,618                | 29,899,618                |
| Construction                                       | -                        | 53,289,776                | 53,289,776                | -                        | 47,318,831                | 47,318,831                |
| Wholesale and retail business                      | -                        | 98,761,316                | 98,761,316                | -                        | 91,168,373                | 91,168,373                |
| Hotels and restaurants                             | -                        | 27,736,996                | 27,736,996                | -                        | 26,786,496                | 26,786,496                |
| Transportation, warehousing and communication      | -                        | 9,711,969                 | 9,711,969                 | -                        | 8,736,680                 | 8,736,680                 |
| Real estate, and leasing activities                | -                        | 27,043,095                | 27,043,095                | -                        | 25,305,210                | 25,305,210                |
| Education  | -                        | 3,700,930                 | 3,700,930                 | -                        | 3,449,700                 | 3,449,700                 |
| Health and social services                         | -                        | 432,917                   | 432,917                   | -                        | 426,010                   | 426,010                   |
| Other social and personal services activities      | -                        | 247,223,425               | 247,223,425               | -                        | 222,362,676               | 222,362,676               |
| Private household with local services              | <u>-</u>                 | <u>33,319,912</u>         | <u>33,319,912</u>         | <u>-</u>                 | <u>29,498,330</u>         | <u>29,498,330</u>         |
|  | <u>31,635,350</u>        | <u>591,846,188</u>        | <u>623,481,538</u>        | <u>35,818,919</u>        | <u>535,811,087</u>        | <u>571,630,006</u>        |
| Interests receivable                               | 26,441                   | 5,327,109                 | 5,353,550                 | 35,770                   | 4,734,417                 | 4,770,187                 |
| Allowance for loan losses and interests receivable | <u>-</u>                 | <u>(22,644,376)</u>       | <u>(22,644,376)</u>       | <u>-</u>                 | <u>(18,700,549)</u>       | <u>(18,700,549)</u>       |
|  | <u><b>31,661,791</b></u> | <u><b>574,528,921</b></u> | <u><b>606,190,712</b></u> | <u><b>35,854,689</b></u> | <u><b>521,844,955</b></u> | <u><b>557,699,644</b></u> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**6 Debtors by acceptances**

A summary of debtors by acceptances is as follows:

| <u>Correspondent Bank</u>   | <u>2025</u>           |                      | <u>2024</u>           |                      |
|---|-----------------------|----------------------|-----------------------|----------------------|
|   | <u>Amount</u>         | <u>Maturity date</u> | <u>Amount</u>         | <u>Maturity date</u> |
| Banco de Comercio Exterior Colombia<br>(corresponds to USD18 in 2025)                           | 1,164                 | 2026                 | -                     | -                    |
| Bank of China (corresponds to<br>USD2,338 in 2024)  | -                     | -                    | 142,340               | 2025                 |
| Bank of China, Fuzhou Branch<br>(corresponds to USD84 in 2025)                                  | 5,264                 | 2026                 | -                     | -                    |
| Citibank, N. A. (corresponds<br>to USD683 en el 2025)   | 42,959                | 2026                 | -                     | -                    |
| Bank of Communications, Co., LTD<br>(corresponds to USD2,502 in 2025)                           | 157,362               | 2026                 | -                     | -                    |
| Industrial and Commercial Bank<br>(corresponds to USD59 in 2025<br>and USD176 in 2024)          | 3,687                 | 2026                 | 10,685                | 2025                 |
| Sumitomo Mitsui Banking<br>Corporation (corresponds<br>to USD574 in 2025 and<br>USD893 in 2024) | 36,105                | 2026                 | 54,393                | 2025                 |
| Mega Int'l Commercial Bank<br>(corresponds to USD187 in<br>2025 and USD103 in 2024)             | 11,765                | 2026                 | 6,299                 | 2025                 |
| China Everbright Bank<br>(corresponds to USD282 in 2025)  | 17,726                | 2026                 | -                     | -                    |
| Nanyang Commercial Bank<br>(corresponds to<br>USD95 in 2025)                                    | <u>5,996</u>          | 2026                 | <u>-</u>              |                      |
|   | <u><b>282,028</b></u> |                      | <u><b>213,717</b></u> |                      |

**7 Accounts receivable**

A summary of accounts receivable is as follows:

|  | <u>2025</u> | <u>2024</u> |
|--|-------------|-------------|
| Commissions receivable (includes USD794<br>in 2025 and USD662 in 2024)                             | 666,980     | 555,716     |
| Other receivables:   |             |             |
| Accounts receivable from related parties   | 68,501      | 55,501      |
| Expenses to be recovered   | -           | 21,166      |
| Security deposits (includes USD410 in 2025)  | 217,785     | 202,834     |
| Recoverable accounts for operational risk<br>events (includes USD235 in 2025 and<br>USD75 in 2024) | 105,156     | 31,181      |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**7 Accounts receivable (continued)**

|   | <u>2025</u>              | <u>2024</u>              |
|---|--------------------------|--------------------------|
| Compensation claimed  | 23,000                   | 3,770                    |
| Advance in checking account   | 40,351                   | 513,228                  |
| Cash advances to merchants  | 102,220                  | 1,409                    |
| Credit card charges receivable  | 124,901                  | 111,409                  |
| Credit card operations (includes<br>USD40 in 2025 and USD248 in 2024)   | 10,216                   | 18,020                   |
| Accounts receivable from remitters<br>(includes USD1,805 in 2025 and<br>USD868 in 2024)                       | 772,358                  | 782,371                  |
| Accounts receivable for real estate and<br>leasing operations (includes USD514<br>in 2025 and USD381 in 2024) | 56,965                   | 100,957                  |
| Funds management  | 215,957                  | 192,088                  |
| Documents receivable  | 717,108                  | 568,511                  |
| Insurance premiums receivable:  |                          |                          |
| General insurances (includes USD63,179<br>and USD27,191 in 2025 and 2024)                                     | 4,074,894                | 3,534,231                |
| Life insurance (includes USD01,643<br>and USD1,891 in 2025 and 2024)  | 1,356,108                | 1,592,624                |
| Receivables from insurance<br>and guarantees  | 487                      | 465                      |
| Debtors for reinsurance and coinsurance   | 1,943,612                | 2,613,864                |
| Accounts receivable - other (includes<br>USD1,996 in 2025 and USD313 in 2024)                                 | <u>746,657</u>           | <u>829,666</u>           |
|   | <u><b>11,243,256</b></u> | <u><b>11,729,011</b></u> |

**8 Assets received in lieu of foreclosure of loans**

A summary of assets received in lieu of foreclosure of loans as of December 31, 2025 and 2024 is as follows:

|   | <u>2025</u>           | <u>2024</u>           |
|---|-----------------------|-----------------------|
| Furniture and equipment   | 258,976               | 140,269               |
| Real estate   | <u>4,478,671</u>      | <u>6,545,722</u>      |
|   | 4,737,647             | 6,685,991             |
| Allowance for losses on assets<br>received in lieu of foreclosure<br>of loans | <u>(4,420,908)</u>    | <u>(6,353,732)</u>    |
|   | <u><b>316,739</b></u> | <u><b>332,259</b></u> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**8 Assets received in lieu of foreclosure of loans (continued)**

A description of assets received in lieu of foreclosure of loans (by aging) as of December 31, 2025 and 2024 is as follows:

|                         | <u>Amount</u>           | <u>Allowance</u>          |
|-------------------------|-------------------------|---------------------------|
| <b>2025</b>             |                         |                           |
| Up to 40 months:        |                         |                           |
| Furniture and equipment | 201,038                 | (59,288)                  |
| Real estate             | 530,403                 | (355,414)                 |
| More than 40 months:    |                         |                           |
| Furniture and equipment | 57,939                  | (57,939)                  |
| Real estate             | <u>3,948,267</u>        | <u>(3,948,267)</u>        |
| Total                   | <u><u>4,737,647</u></u> | <u><u>(4,420,908)</u></u> |
| <b>2024</b>             |                         |                           |
| Up to 40 months:        |                         |                           |
| Furniture and equipment | 79,070                  | (25,818)                  |
| Real estate             | 899,149                 | (620,142)                 |
| More than 40 months:    |                         |                           |
| Furniture and equipment | 61,199                  | (61,199)                  |
| Real estate             | <u>5,646,573</u>        | <u>(5,646,573)</u>        |
| Total                   | <u><u>6,685,991</u></u> | <u><u>(6,353,732)</u></u> |

**9 Equity-accounted investees**

A summary of the ownership interests in other companies is presented below:

a) *Associates:*

| <u>Description</u>                                     | <u>Jurisdiction</u> | <u>Segment</u>      | <u>Functional<br/>currency</u> | <u>Shares<br/>capital<br/>DOP</u> | <u>% of voting<br/>rights under<br/>group control</u> |
|--|---------------------|---------------------|--------------------------------|-----------------------------------|---|
| <b>2025</b>  |                     |                     |                                |                                   |   |
| Consorcio Tarjetas<br>Dominicanas, S. A.               | Dominican Republic  | Related<br>services | DOP                            | 209,719                           | 24.53   |
| CEVALDOM Depósito<br>Centralizado de<br>Valores, S. A. | Dominican Republic  | Related<br>services | DOP                            | 334,149                           | 30.00   |
| Red Nuevo Servicios<br>Financieros, S. A.              | Dominican Republic  | Related<br>services | DOP                            | 36,995                            | 49.00   |
| MIO, S.A.S.  | Dominican Republic  | Related<br>services | DOP                            | 101,335                           | 20.00   |
| Sociedad Titularizadora<br>Dominicana, S. A.           | Dominican Republic  | Related<br>services | DOP                            | <u>31,079</u>                     | 31.00   |
|  |                     |                     |                                | <u><u>713,277</u></u>             |   |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**9 Equity-accounted investees (continued)**

*a) Associates (continued):*

| <u>Description</u>   | <u>Jurisdiction</u> | <u>Segment</u>   | <u>Functional<br/>currency</u> | <u>Shares<br/>capital<br/>DOP</u> | <u>% of voting<br/>rights under<br/>group control</u> |
|--|---------------------|------------------|--------------------------------|-----------------------------------|---|
| <b>2024</b>  |                     |                  |                                |                                   |   |
| Consorcio Tarjetas Dominicanas, S. A. CEVALDOM Depósito Centralizado de Valores, S. A. | Dominican Republic  | Related services | DOP                            | 209,719                           | 24.53   |
| Red Nuevo Servicios Financieros, S. A. MIO, S.A.S.                                     | Dominican Republic  | Related services | DOP                            | 304,386                           | 30.00   |
|  | Dominican Republic  | Related services | DOP                            | 36,162                            | 49.00   |
|  | Dominican Republic  | Related services | DOP                            | 101,335                           | 20.00   |
| Sociedad Titularizadora Dominicana, S. A.  | Dominican Republic  | Related services | DOP                            | <u>31,079</u>                     | 31.00   |
|  |                     |                  |                                | <u><b>682,681</b></u>             |   |

The assets, liabilities, income, expenses and net results of associates accounted for under the equity method as of December 31, 2025 and 2024 are as follows:

| <u>Company</u>   | <u>Assets</u>            | <u>Liabilities</u>      | <u>Income</u>           | <u>Expenses</u>         | <u>Profits<br/>(loss)<br/>imputed to<br/>net equity</u> | <u>Book<br/>value</u>   |
|--|--------------------------|-------------------------|-------------------------|-------------------------|---|-------------------------|
| <b>2025</b>  |                          |                         |                         |                         |   |                         |
| Consorcio Tarjetas Dominicanas, S. A. CEVALDOM Depósito Centralizado de Valores, S. A. | 7,416,413                | 3,524,067               | 6,704,658               | 5,172,435               | 1,532,223   | 1,319,315               |
| Red Nuevo Servicios Financieros, S. A. MIO, S.A.S.                                     | 2,400,052                | 215,492                 | 1,922,114               | 962,727                 | 959,387   | 720,380                 |
|  | 405,981                  | 39,465                  | 528,748                 | 296,048                 | 232,700   | 232,047                 |
|  | 521,809                  | 351,117                 | 343,973                 | 565,766                 | (221,793)   | 386,026                 |
| Sociedad Titularizadora Dominicana, S. A.  | <u>20,289</u>            | <u>29</u>               | <u>256</u>              | <u>485</u>              | <u>(229)</u>  | <u>6,295</u>            |
| <b>Total</b>   | <u><b>10,764,544</b></u> | <u><b>4,130,170</b></u> | <u><b>9,499,749</b></u> | <u><b>6,997,461</b></u> | <u><b>2,502,288</b></u>                                 | <u><b>2,664,063</b></u> |
| <b>2024</b>  |                          |                         |                         |                         |   |                         |
| Consorcio Tarjetas Dominicanas, S. A. CEVALDOM Depósito Centralizado de Valores, S. A. | 6,276,503                | 2,780,244               | 5,972,502               | 4,455,590               | 1,516,912   | 1,233,298               |
| Red Nuevo Servicios Financieros, S. A. MIO, S.A.S.                                     | 2,384,618                | 266,236                 | 1,923,132               | 920,797                 | 1,002,335   | 689,509                 |
|  | 367,318                  | 53,745                  | 434,190                 | 254,475                 | 179,715   | 216,023                 |
|  | 797,335                  | 478,559                 | 115,083                 | 440,439                 | (325,356)   | 487,300                 |
| Sociedad Titularizadora Dominicana, S. A.  | <u>21,422</u>            | <u>932</u>              | <u>329</u>              | <u>4,794</u>            | <u>(4,465)</u>  | <u>6,366</u>            |
| <b>Total</b>   | <u><b>9,847,196</b></u>  | <u><b>3,579,716</b></u> | <u><b>8,445,236</b></u> | <u><b>6,076,095</b></u> | <u><b>2,369,141</b></u>                                 | <u><b>2,632,496</b></u> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**9 Equity-accounted investees (continued)**

*a) Associates (continued):*

As of December 31, 2025 and 2024, a movement of the investments, dividends received and the participation in the results of the associates is as follows:

|  | <u>2025</u>             | <u>2024</u>             |
|--|-------------------------|-------------------------|
| Initial cost                           | 2,632,496               | 1,898,219               |
| Share in net results                   | 667,737                 | 766,606                 |
| Acquisition of shares and premium paid | -                       | 487,300                 |
| Dividends received in cash             | <u>(636,170)</u>        | <u>(519,629)</u>        |
| Book value, net                        | <u><b>2,664,063</b></u> | <u><b>2,632,496</b></u> |

**10 Property, furniture and equipment**

As of December 31, 2025 and 2024, a summary of property, furniture and equipment is as follows:

|  | <u>Land and improvements</u> | <u>Buildings</u>        | <u>Furniture and equipment</u> | <u>Leasehold improvements</u> | <u>Construction and acquisitions in process (a)</u> | <u>Total</u>             |
|--|------------------------------|-------------------------|--------------------------------|-------------------------------|---|--------------------------|
| <b>2025</b>  |                              |                         |                                |                               |   |                          |
| Balance at January 1 <sup>st</sup> , 2025                  | 6,918,490                    | 11,423,566              | 10,971,882                     | 742,079                       | 1,260,363   | 31,316,380               |
| Acquisitions (c)   | 4,674,890                    | 926,307                 | 264,436                        | -                             | 5,560,956   | 11,426,589               |
| Transfers  | 4,031                        | 313,675                 | 4,179,577                      | 57,565                        | (4,554,848)   | -                        |
| Impairment (note 38)                                       | -                            | (213,206)               | -                              | -                             | -   | (213,206)                |
| Reclassification   | -                            | -                       | -                              | (57,513)                      | (126,070)   | (183,372)                |
| Others (note 38)   | -                            | -                       | 211                            | -                             | (255,968)   | (255,968)                |
| Disposals and discharges                                   | <u>-</u>                     | <u>(79,619)</u>         | <u>(1,071,760)</u>             | <u>(351,493)</u>              | <u>-</u>  | <u>(1,502,872)</u>       |
| Balance at December 31, 2025                               | <u>11,597,411</u>            | <u>12,370,723</u>       | <u>14,344,346</u>              | <u>390,638</u>                | <u>1,884,433</u>                                    | <u>40,587,551</u>        |
| Accumulated depreciation at January 1 <sup>st</sup> , 2025 | -                            | (1,846,914)             | (4,468,937)                    | (484,738)                     | -   | (6,800,589)              |
| Depreciation expenses (d)                                  | -                            | (672,082)               | (2,164,920)                    | (183,922)                     | -   | (3,020,924)              |
| Reclassifications  | -                            | 15,872                  | (2,455)                        | 8,369                         | -   | 21,786                   |
| Disposals and discharges                                   | <u>-</u>                     | <u>71,385</u>           | <u>1,055,374</u>               | <u>351,492</u>                | <u>-</u>  | <u>1,478,251</u>         |
| Balance at December 31, 2025                               | <u>-</u>                     | <u>(2,431,739)</u>      | <u>(5,580,938)</u>             | <u>(308,799)</u>              | <u>-</u>  | <u>(8,321,476)</u>       |
| Property, furniture and equipment at December 31, 2025     | <u><b>11,597,411</b></u>     | <u><b>9,938,984</b></u> | <u><b>8,763,408</b></u>        | <u><b>81,839</b></u>          | <u><b>1,884,433</b></u>                             | <u><b>32,266,075</b></u> |
| <b>2024</b>  |                              |                         |                                |                               |   |                          |
| Balance at January 1 <sup>st</sup> , 2024                  | 2,253,051                    | 8,777,461               | 9,878,972                      | 991,718                       | 1,269,298   | 23,170,500               |
| Acquisitions   | -                            | 183,993                 | 287,926                        | -                             | 3,351,276   | 3,823,195                |
| Transfers  | 39,321                       | 909,982                 | 1,818,447                      | 189,789                       | (2,957,539)   | -                        |
| Impairment   | -                            | (1,554)                 | -                              | -                             | -   | (1,554)                  |
| Reclassifications (b)                                      | 119,856                      | (119,856)               | 4,445                          | (18,235)                      | (13,427)  | (27,217)                 |
| Revaluation  | 4,506,262                    | 1,749,590               | -                              | -                             | -   | 6,255,852                |
| Others (note 38)   | -                            | -                       | -                              | -                             | (381,147)   | (381,147)                |
| Disposals and discharges                                   | <u>-</u>                     | <u>(76,050)</u>         | <u>(1,017,908)</u>             | <u>(421,193)</u>              | <u>(8,098)</u>                                      | <u>(1,523,249)</u>       |
| Balance at December 31, 2024                               | <u>6,918,490</u>             | <u>11,423,566</u>       | <u>10,971,882</u>              | <u>742,079</u>                | <u>1,260,363</u>                                    | <u>31,316,380</u>        |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**10 Property, furniture and equipment (continued)**

| <b>2024</b>   | <b>Land and<br/>improvements</b> | <b>Buildings</b>        | <b>Furniture and<br/>equipment</b> | <b>Leasehold<br/>improvements</b> | <b>Construction and<br/>acquisitions<br/>in process (a)</b> | <b>Total</b>             |
|---|----------------------------------|-------------------------|------------------------------------|-----------------------------------|---|--------------------------|
| Accumulated depreciation<br>at January 1 <sup>st</sup> , 2024 | -                                | (2,963,089)             | (3,824,432)                        | (665,173)                         | -   | (7,452,694)              |
| Depreciation expenses (c)                                     | -                                | (472,846)               | (1,652,790)                        | (240,758)                         | -   | (2,366,394)              |
| Reclassifications (b)   | -                                | 15,596                  | (197)                              | -                                 | -   | 15,399                   |
| Revaluation disposals   | -                                | 1,565,173               | -                                  | -                                 | -   | 1,565,173                |
| Disposals and<br>discharges                                   | -                                | <u>8,252</u>            | <u>1,008,482</u>                   | <u>421,193</u>                    | -   | <u>1,437,927</u>         |
| Balance at<br>December 31, 2024                               | -                                | <u>(1,846,914)</u>      | <u>(4,468,937)</u>                 | <u>(484,738)</u>                  | -   | <u>(6,800,589)</u>       |
| Property, furniture and<br>equipment at<br>December 31, 2024  | <u><b>6,918,490</b></u>          | <u><b>9,576,652</b></u> | <u><b>6,502,945</b></u>            | <u><b>257,341</b></u>             | <u><b>1,260,363</b></u>                                     | <u><b>24,515,791</b></u> |

- (a) As of December 31, 2025 and 2024, it basically corresponds to remodeling and construction of offices.
- (b) As of December 31, 2025 and 2024, it corresponds to reclassification between accumulated depreciation and the cost of some buildings.
- (c) As of December 31, 2025, it includes an amount of DOP4,585,615 reclassified from the category of properties under development intended for sale and lease (note 11).
- (d) During the years ended December 31, 2025 and 2024, includes DOP22,515 and DOP17,849, respectively, corresponds to depreciation of assets in use by officers and employees which are presented as part of salaries and compensation to personnel in the accompanying consolidated statements of profit or loss.

Land and buildings held by the Parent Company as of December 31, 2025 and 2024, are recognized at fair value as determined by external appraisers. The difference between the historical cost of land and buildings and their fair values at the valuation date, amounted to DOP7,821,025.

As of December 31, 2025 and 2024, the revaluation surplus, net of deferred tax, amounts to DOP6,030,180 and DOP6,179,084, respectively, and is included as a revaluation surplus in the accompanying consolidated statement of financial position. Revaluations recognized at those dates were authorized by the Superintendence of Banks in the years 2024 and 2004, respectively.

**11 Properties under development for sale and rent**

As of December 31, 2025 and 2024, properties under development intended for sale and lease amounts to DOP3,677,634 and DOP6,314,454, respectively, and correspond to the development of properties projects for sale and rent.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**11 Properties under development for sale and rent (continued)**

Real estate under development for sale and rental includes an investment property recognized at cost and other measured at fair value. The Bank determines when a property is classified as leased property or inventory available for sale, based on the fact that the leased property is substantially not intended for use by the Bank, nor for sale in the ordinary course of business, but primarily to generate rental income and capital gains when the transaction occurs.

The properties under development for sale and for rent during the years ended December 31, 2025 and 2024 are as follows:

|  | <u>2025</u>             | <u>2024</u>             |
|--|-------------------------|-------------------------|
| Properties available for sale                            | 303,681                 | 309,898                 |
| Investment properties and real estate in development (a) | <u>3,373,953</u>        | <u>6,004,556</u>        |
|  | <u><b>3,677,634</b></u> | <u><b>6,314,454</b></u> |

(a) The movement of investment properties and real estate under development during the years ended December 31, 2025 and 2024 is as follows:

|   | <u>2025</u>             | <u>2024</u>             |
|---|-------------------------|-------------------------|
| Acquisition costs - balances at beginning of year               | 6,004,556               | 5,575,056               |
| Additions (i)   | 269,797                 | 438,583                 |
| Reclassification to property, furniture and equipment (note 10) | (4,585,615)             | -                       |
| Disposals   | (23,260)                | -                       |
| Changes in fair value   | 911,166                 | -                       |
| Foreign currency translation effects                            | 807,341                 | -                       |
| Costs incurred  | <u>(10,032)</u>         | <u>(9,083)</u>          |
| Balances at the end of year                                     | <u><b>3,373,953</b></u> | <u><b>6,004,556</b></u> |

(i) As of December 31, 2025 and 2024, these correspond to expenditures made in the process of adapting the land to convert it into a tourism project. These expenditures consist mainly of the construction of road infrastructure, environmental permits, market and environmental studies, land subdivision, among other related expenses, to bring the asset into the conditions required for the development of the tourism project.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**12 Other assets**

A summary of other assets as of December 31, 2025 and 2024 is presented below:

|   | <u>2025</u>              | <u>2024</u>              |
|---|--------------------------|--------------------------|
| Deferred tax (note 34)  | 2,333,938                | 2,245,704.               |
| Prepaid expenses:   |                          |                          |
| Returns and commissions paid<br>in advance  | 2,565                    | 2,364                    |
| Commissions to insurance agents<br>on unearned premiums                           | 900,162                  | 863,916                  |
| Prepaid insurances  | 1,937,258                | 1,391,944                |
| Non-deferred proportional ceded<br>reinsurance premium (a)                        | 633,964                  | 709,949                  |
| Prepaid income tax (b) (note 34)  | 16,437,193               | 13,645,087               |
| Other prepaid payments (includes<br>USD16,717 in 2025 and USD164<br>and 2024) (c) | 11,714,223               | 11,987,455               |
| Other deferred charges<br>(includes USD22 in 2025)                                | 1,341,105                | 1,127,826                |
|   | <u>32,966,470</u>        | <u>29,728,541</u>        |
| Intangibles:  |                          |                          |
| Software  | 538,892                  | 2,322,164                |
| Others  | 67,381                   | 40,066                   |
|   | 606,273                  | 2,362,230                |
| Accumulated amortization of<br>computers programs (d)                             | <u>(429,562)</u>         | <u>(1,990,491)</u>       |
|   | <u>176,711</u>           | <u>371,739</u>           |
| Other assets:   |                          |                          |
| Stationery and office supply  | 346,200                  | 309,459                  |
| Libraries and artwork   | 33,574                   | 33,574                   |
| Others (includes USD148 in 2024)  | 1,124,411                | 661,203                  |
|   | 1,504,185                | 1,004,236                |
| Items pending for allocation (e)  | 154,153                  | 130,205                  |
|   | <u>1,658,338</u>         | <u>1,134,441</u>         |
|   | <u><b>37,135,457</b></u> | <u><b>33,480,425</b></u> |

(a) Corresponds to insurance premiums pending to be amortized from reinsurance contracts for excess of losses.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**12 Other assets (continued)**

(b) Includes several agreements signed by the Bank with the Ministry of Finance and the General Direction of Internal Taxes, according to which it committed to making advance payments on account of income tax. A summary of these agreements and their general conditions as of December 31, 2025 and 2024 is as follows:

|  | <u>Amount of<br/>prepayment<br/>DOP</u> | <u>Amount<br/>deducted<br/>DOP</u> | <u>Balance<br/>pending<br/>deduction<br/>DOP</u> |
|--|---|------------------------------------|--|
| <b>2025</b>  |   |                                    |  |
| Agreement signed on February 8, 2013, to be deducted over a period of 15 years starting from December 31, 2014, at an annual rate of 6.67 %.                           | 620,000                                 | 496,116                            | 123,884  |
| Agreement signed on December 21, 2020, to be deducted over a period of 10 years starting from 2022, at a rate of 5 % for 2022 and 2023, and 11.25 % from 2024 to 2031. | 6,283,561                               | 2,042,158                          | 4,241,403  |
| Agreement signed on June 23, 2023, to be deducted over a period of four years starting from 2024, at an annual rate of 25 %.   | <u>9,612,612</u>                        | <u>4,806,306</u>                   | <u>4,806,306</u>                                 |
|  | <b><u>16,516,173</u></b>                | <b><u>7,344,580</u></b>            | <b><u>9,171,593</u></b>                          |
| <b>2024</b>  |   |                                    |  |
| Agreement signed on February 8, 2013, to be deducted over a period of 15 years starting from December 31, 2014, at an annual rate of 6.67 %.                           | 620,000                                 | 413,527                            | 206,473  |
| Agreement signed on December 21, 2020, to be deducted over a period of 10 years starting from 2022, at a rate of 5 % for 2022 and 2023, and 11.25 % from 2024 to 2031. | 6,283,561                               | 1,335,257                          | 4,948,304  |
| Agreement signed on June 23, 2023, to be deducted over a period of 4 years starting from 2024, at an annual rate of 25%.   | <u>9,612,612</u>                        | <u>2,403,153</u>                   | <u>7,209,459</u>                                 |
|  | <b><u>16,516,173</u></b>                | <b><u>4,151,937</u></b>            | <b><u>12,364,236</u></b>                         |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**12 Other assets (continued)**

(c) As of December 31, 2025 and 2024, includes approximately DOP6,007,000 and DOP6,802,000, respectively, for advances made to vehicle dealers for Expomovil Banreservas, which, as of that date, the corresponding loans had not been disbursed. Additionally, it includes approximately DOP2,964,00 and DOP3,017,000, respectively, of licenses and maintenance pending for amortization.

(d) A movement of accumulated amortization of computer software during the years ended December 31, 2025 and 2024 is as follows:

|                           | <u>2025</u>           | <u>2024</u>             |
|---------------------------|-----------------------|-------------------------|
| Balances at the beginning | 1,990,491             | 2,568,236               |
| Cost of the year          | 439,930               | 370,602                 |
| Write-off                 | <u>(2,000,859)</u>    | <u>(948,347)</u>        |
| Balances at the end       | <u><b>429,562</b></u> | <u><b>1,990,491</b></u> |

(e) The Bank recognizes under this caption the debit balances of the items that due to operational reasons cannot be immediately recognized in the final accounts.

**13 Summary of allowances for risky assets**

A summary of changes in allowances for Parent Company's risky assets is shown below:

|   | <u>Loan<br/>portfolio</u> | <u>Investments</u>   | <u>Interests<br/>receivable</u> | <u>Assets<br/>received in<br/>lieu of<br/>foreclosure<br/>of loans</u> | <u>Contingent,<br/>operations (a)</u> | <u>Total<br/>DOP</u>    |
|---|---------------------------|----------------------|---------------------------------|--|---------------------------------------|-------------------------|
| <b>December 31, 2025</b>  |                           |                      |                                 |  |                                       |                         |
| Balance at January 1 <sup>st</sup> , 2025                                   | 17,971,320                | 396,352              | 729,901                         | 6,353,732  | 478,428                               | 25,929,733              |
| Constitution of allowances  | 11,288,110                | -                    | 595,073                         | -  | -                                     | 11,883,183              |
| Write-offs against allowances   | (8,133,541)               | -                    | (893,272)                       | -  | -                                     | (9,026,813)             |
| Transfers of allowances   | 467,962                   | 44,000               | 492,944                         | (1,111,506)  | 106,600                               | -                       |
| Allowance reversal for sales of foreclosed assets                           | -                         | -                    | -                               | (821,318)  | -                                     | (821,318)               |
| Allowance reversal  | -                         | -                    | (73)                            | -  | -                                     | (73)                    |
| Effect of change in exchange rates and others                               | <u>126,062</u>            | <u>175</u>           | <u>568</u>                      | <u>-</u>   | <u>8,066</u>                          | <u>134,871</u>          |
| Balance at December 31, 2025  | 21,719,913                | 440,527              | 925,141                         | 4,420,908  | 593,094                               | 28,099,583              |
| Minimum allowances required at December 31, 2025 (b)                        | <u>19,667,005</u>         | <u>422,585</u>       | <u>871,263</u>                  | <u>4,218,475</u>   | <u>550,584</u>                        | <u>25,729,912</u>       |
| Excess (deficit) in the minimum allowance required at December 31, 2025 (c) | <u><b>2,052,908</b></u>   | <u><b>17,942</b></u> | <u><b>53,878</b></u>            | <u><b>202,433</b></u>  | <u><b>42,510</b></u>                  | <u><b>2,369,671</b></u> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**13 Summary of allowances for risky assets (continued)**

|  | <u>Loan<br/>portfolio</u> | <u>Investments</u>  | <u>Interests<br/>receivable</u> | <u>Assets<br/>received in<br/>lieu of<br/>foreclosure<br/>of loans</u> | <u>Contingent,<br/>operations (a)</u> | <u>Total<br/>DOP</u>    |
|--|---------------------------|---------------------|---------------------------------|--|---------------------------------------|-------------------------|
| <b>December 31, 2024</b>   |                           |                     |                                 |  |                                       |                         |
| Balance at January 1 <sup>st</sup> , 2024  | 17,285,123                | 287,033             | 569,239                         | 7,211,247  | 466,659                               | 25,819,301              |
| Constitution of allowances   | 7,199,681                 | -                   | 273,885                         | -  | -                                     | 7,473,566               |
| Write-offs against<br>allowances   | (6,563,646)               | -                   | (720,339)                       | -  | -                                     | (7,283,985)             |
| Transfers of allowances  | (164,897)                 | 109,000             | 604,786                         | (549,889)  | 1,000                                 | -                       |
| Allowance reversal for<br>sales of foreclosed assets                                 | -                         | -                   | -                               | (307,626)  | -                                     | (307,626)               |
| Allowance reversal   | -                         | -                   | (26)                            | -  | -                                     | (26)                    |
| Effect of change in<br>exchange rates and<br>others                                  | <u>215,059</u>            | <u>319</u>          | <u>2,356</u>                    | <u>-</u>   | <u>10,769</u>                         | <u>228,503</u>          |
| Balance at December 31,<br>2024  | 17,971,320                | 396,352             | 729,901                         | 6,353,732  | 478,428                               | 25,929,733              |
| Minimum allowances<br>required at December<br>31, 2024 (b)                           | <u>15,822,041</u>         | <u>388,218</u>      | <u>697,043</u>                  | <u>6,200,723</u>   | <u>412,675</u>                        | <u>23,520,700</u>       |
| Excess (deficit) in the<br>minimum allowance<br>required at December<br>31, 2024 (c) | <u><u>2,149,279</u></u>   | <u><u>8,134</u></u> | <u><u>32,858</u></u>            | <u><u>153,009</u></u>  | <u><u>65,753</u></u>                  | <u><u>2,409,033</u></u> |

- (a) This allowance is included as part of other liabilities (see note 17) and the constitution expense is included as part of operating expenses in the consolidated statement of profit or loss.
- (b) Corresponds to the provisions determined in the self-assessment as of December 31, 2025 and 2024 in accordance with the REA.
- (c) As of December 31, 2025 and 2024, allowances in excess on the loans portfolio, interests receivable, and contingent operations correspond to additional allowances recognized by the Bank in accordance with the rules of the Superintendence of Banks, through its Circulars No. 001/21 and 007/21 and CSB-REG-202300005, as well as other related explanatory documents. These additional allowances were constituted based on an internal methodology that considers the credit risk management of debtors. This evaluation includes an analysis of payment behavior, risk of non-payment, and risk levels by type of portfolio; it also considers the macroeconomic effects on the situation of the debtors.

As of December 31, 2025 and 2024, the required additional allowances amounting to DOP1,488,041 and DOP1,437,964, respectively; and the other additional allowances amounting to DOP564,867 and DOP711,315, respectively.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**13 Summary of allowances for risky assets (continued)**

As of December 31, 2025 and 2024, for the loans granted to the road development sector amounting to approximately DOP23,315,000, there is no objection to classify them with "A" risk and with an allowance requirement of 0 %. This classification was initially established through the Seventh Resolution of the Monetary Board dated August 26, 2021, which extended the term until August 31, 2023. Subsequently, the Third Resolution of the Monetary Board dated December 26, 2022, approved a three-year extension of the term until November 30, 2025.

Subsequently, through the Seventh Resolution of the Monetary Board dated November 27, 2025, an extension of the term until December 31, 2025 was approved.

**14 Customers' deposits**

Customers' deposits as of December 31, 2025 and 2024 are detailed as follows:

**a) By type**

|                          | <u>Local<br/>currency</u> | <u>Annual<br/>weighted<br/>average<br/>rate (%)</u> | <u>Foreign<br/>currency</u> | <u>Annual<br/>weighted<br/>average<br/>rate (%)</u> | <u>Total<br/>DOP</u>      |
|--------------------------|---------------------------|---|-----------------------------|---|---------------------------|
| <b>December 31, 2025</b> |                           |   |                             |   |                           |
| Checking                 | 156,601,432               | 0.99  | -                           | -   | 156,601,432               |
| Savings                  | 237,577,493               | 0.30  | 153,221,955                 | 0.29  | 390,799,448               |
| Time                     | 273,927,006               | 8.23  | 81,490,512                  | 4.26  | 355,417,518               |
| Interests payable        | <u>963,747</u>            | -   | <u>151,880</u>              | -   | <u>1,115,627</u>          |
|                          | <u><b>669,069,678</b></u> | <u><b>3.73</b></u>                                  | <u><b>234,864,347</b></u>   | <u><b>1.67</b></u>                                  | <u><b>903,934,025</b></u> |
| <b>December 31, 2024</b> |                           |   |                             |   |                           |
| Checking                 | 171,885,879               | 0.82  | -                           | -   | 171,885,879               |
| Savings                  | 221,267,659               | 0.30  | 149,348,546                 | 0.38  | 370,616,205               |
| Time                     | 224,823,975               | 9.05  | 72,084,404                  | 4.57  | 296,908,379               |
| Interests payable        | <u>719,011</u>            | -   | <u>139,668</u>              | -   | <u>858,679</u>            |
|                          | <u><b>618,696,524</b></u> | <u><b>3.64</b></u>                                  | <u><b>221,572,618</b></u>   | <u><b>1.74</b></u>                                  | <u><b>840,269,142</b></u> |

**b) By sector**

|                                 |                           |                    |                           |                    |                           |
|---------------------------------|---------------------------|--------------------|---------------------------|--------------------|---------------------------|
| <b>December 31, 2025</b>        |                           |                    |                           |                    |                           |
| Non-financial<br>public sector  | 123,562,494               | 3.47               | 36,402,653                | 0.64               | 159,965,147               |
| Non-financial<br>private sector | 544,154,049               | 3.79               | 197,806,883               | 1.86               | 741,960,932               |
| Non-resident                    | 389,388                   | 0.87               | 502,931                   | 0.47               | 892,319                   |
| Interests payable               | <u>963,747</u>            | -                  | <u>151,880</u>            | -                  | <u>1,115,627</u>          |
|                                 | <u><b>669,069,678</b></u> | <u><b>3.73</b></u> | <u><b>234,864,347</b></u> | <u><b>1.67</b></u> | <u><b>903,934,025</b></u> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**14 Customers' deposits (continued)**

**b) By sector (continued)**

|                                 | <u>Local<br/>currency</u> | <u>Annual<br/>weighted<br/>average<br/>rate (%)</u> | <u>Foreign<br/>currency</u> | <u>Annual<br/>weighted<br/>average<br/>rate (%)</u> | <u>Total<br/>DOP</u>      |
|---------------------------------|---------------------------|---|-----------------------------|---|---------------------------|
| <b>December 31, 2024</b>        |                           |   |                             |   |                           |
| Non-financial<br>public sector  | 137,387,826               | 3.30  | 39,187,286                  | 0.65  | 176,575,112               |
| Non-financial<br>private sector | 479,972,572               | 3.74  | 179,354,968                 | 2.00  | 659,327,540               |
| Non-resident                    | 617,115                   | 0.80  | 2,890,696                   | 0.41  | 3,507,811                 |
| Interests payable               | <u>719,011</u>            | -   | <u>139,668</u>              | -   | <u>858,679</u>            |
|                                 | <b><u>618,696,524</u></b> | <b><u>3.64</u></b>                                  | <b><u>221,572,618</u></b>   | <b><u>1.74</u></b>                                  | <b><u>840,269,142</u></b> |

**c) By maturity**

|                          |                           |                    |                           |                    |                           |
|--------------------------|---------------------------|--------------------|---------------------------|--------------------|---------------------------|
| <b>December 31, 2025</b> |                           |                    |                           |                    |                           |
| 0 to 15 days             | 404,261,775               | 0.79               | 156,003,569               | 0.36               | 560,265,344               |
| 16 to 30 days            | 6,937,320                 | 7.35               | 58,263                    | 3.67               | 6,995,583                 |
| 31 to 60 days            | 39,915,785                | 7.13               | 11,043,570                | 4.22               | 50,959,355                |
| 61 to 90 days            | 15,131,823                | 7.54               | 5,737,194                 | 4.32               | 20,869,017                |
| 91 to 180 days           | 52,119,834                | 7.67               | 19,600,779                | 4.14               | 71,720,613                |
| 181 to 360 days          | 57,263,569                | 8.37               | 19,068,606                | 4.31               | 76,332,175                |
| More than one year       | 92,475,825                | 9.04               | 23,200,486                | 4.27               | 115,676,311               |
| Interests payable        | <u>963,747</u>            | -                  | <u>151,880</u>            | -                  | <u>1,115,627</u>          |
|                          | <b><u>669,069,678</u></b> | <b><u>3.73</u></b> | <b><u>234,864,347</u></b> | <b><u>1.67</u></b> | <b><u>903,934,025</u></b> |
| <b>December 31, 2024</b> |                           |                    |                           |                    |                           |
| 0 to 15 days             | 399,354,438               | 0.66               | 150,660,245               | 0.42               | 550,014,683               |
| 16 to 30 days            | 796,492                   | 9.18               | 185,124                   | 4.70               | 981,616                   |
| 31 to 60 days            | 27,226,613                | 8.24               | 11,618,491                | 4.36               | 38,845,104                |
| 61 to 90 days            | 15,402,022                | 9.60               | 3,746,636                 | 4.32               | 19,148,658                |
| 91 to 180 days           | 43,445,121                | 9.25               | 16,419,470                | 4.73               | 59,864,591                |
| 181 to 360 days          | 50,466,966                | 9.06               | 19,608,050                | 4.54               | 70,075,016                |
| More than one year       | 81,285,861                | 9.08               | 19,194,934                | 4.63               | 100,480,795               |
| Interests payable        | <u>719,011</u>            | -                  | <u>139,668</u>            | -                  | <u>858,679</u>            |
|                          | <b><u>618,696,524</u></b> | <b><u>3.64</u></b> | <b><u>221,572,618</u></b> | <b><u>1.74</u></b> | <b><u>840,269,142</u></b> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**14 Customers' deposits (continued)**

As of December 31, 2025 and 2024, customers' deposits include restricted amounts for the following concepts:

|                      | <u>Inactive and<br/>abandoned<br/>accounts</u> | <u>Foreclosed<br/>funds</u> | <u>Deceased<br/>customers</u> | <u>Security<br/>deposits</u> | <u>Total<br/>DOP</u> |
|----------------------|--|-----------------------------|-------------------------------|------------------------------|----------------------|
| <b>2025</b>          |  |                             |                               |                              |                      |
| Customers' deposits: |  |                             |                               |                              |                      |
| Checking             | 255,617  | 3,548,479                   | 115,575                       | -                            | 3,919,671            |
| Savings              | 4,457,106                                      | 2,221,880                   | 3,939,281                     | 165,900                      | 10,784,167           |
| Time                 | -  | 3,434,980                   | 964,292                       | 33,599,244                   | 37,998,516           |
|                      | <u>4,712,723</u>                               | <u>9,205,339</u>            | <u>5,019,148</u>              | <u>33,765,144</u>            | <u>52,702,354</u>    |
| <b>2024</b>          |  |                             |                               |                              |                      |
| Customers' deposits: |  |                             |                               |                              |                      |
| Checking             | 323,776  | 3,344,906                   | 90,278                        | -                            | 3,758,960            |
| Savings              | 3,598,114                                      | 1,870,298                   | 3,595,573                     | -                            | 9,063,985            |
| Time                 | -  | 5,244,319                   | 1,115,820                     | 27,853,871                   | 34,214,010           |
|                      | <u>3,921,890</u>                               | <u>10,459,523</u>           | <u>4,801,671</u>              | <u>27,853,871</u>            | <u>47,036,955</u>    |

As of December 31, 2025 and 2024, customer's deposits include amounts of inactive accounts, as follows:

|                          | <u>From 3 to<br/>10 years</u> | <u>More than<br/>10 years</u> | <u>Total<br/>DOP</u> |
|--------------------------|-------------------------------|-------------------------------|----------------------|
| <b>December 31, 2025</b> |                               |                               |                      |
| Customers' deposits:     |                               |                               |                      |
| Checking                 | 244,470                       | 11,147                        | 255,617              |
| Savings                  | <u>4,284,468</u>              | <u>172,638</u>                | <u>4,457,106</u>     |
|                          | <u>4,528,938</u>              | <u>183,785</u>                | <u>4,712,723</u>     |
| <b>December 31, 2024</b> |                               |                               |                      |
| Customers' deposits:     |                               |                               |                      |
| Checking                 | 293,366                       | 30,410                        | 323,776              |
| Savings                  | <u>3,288,704</u>              | <u>309,410</u>                | <u>3,598,114</u>     |
|                          | <u>3,582,070</u>              | <u>339,820</u>                | <u>3,921,890</u>     |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**15 Deposits from domestic and foreign financial entities**

As of December 31, 2025 and 2024, a summary of deposits from domestic and foreign financial entities is as follows:

**a) By type and currency**

|                          | <u>Local<br/>currency</u> | <u>Annual<br/>weighted<br/>average<br/>rate (%)</u> | <u>Foreign<br/>currency</u> | <u>Annual<br/>weighted<br/>average<br/>rate (%)</u> | <u>Total<br/>DOP</u>      |
|--------------------------|---------------------------|---|-----------------------------|---|---------------------------|
| <b>December 31, 2025</b> |                           |   |                             |   |                           |
| Checking                 | 20,222,647                | 0.99  | -                           | -   | 20,222,647                |
| Savings                  | 884,782                   | 0.30  | 4,008,984                   | 0.29  | 4,893,766                 |
| Time                     | 97,603,251                | 8.42  | 12,600,857                  | 4.11  | 110,204,108               |
| Interests payable        | <u>372,450</u>            | <u>-</u>  | <u>23,888</u>               | <u>-</u>  | <u>396,338</u>            |
|                          | <b><u>119,083,130</u></b> | <b><u>7.09</u></b>                                  | <b><u>16,633,729</u></b>    | <b><u>3.19</u></b>                                  | <b><u>135,716,859</u></b> |
| <b>December 31, 2024</b> |                           |   |                             |   |                           |
| Checking                 | 18,549,001                | 0.82  | -                           | -   | 18,549,001                |
| Savings                  | 1,319,602                 | 0.30  | 3,407,908                   | 0.38  | 4,727,510                 |
| Time                     | 53,666,488                | 12.18   | 6,286,639                   | 4.77  | 59,953,127                |
| Interests payable        | <u>380,472</u>            | <u>-</u>  | <u>11,721</u>               | <u>-</u>  | <u>392,193</u>            |
|                          | <b><u>73,915,563</u></b>  | <b><u>9.11</u></b>                                  | <b><u>9,706,268</u></b>     | <b><u>3.23</u></b>                                  | <b><u>83,621,831</u></b>  |

**b) By maturity**

|                          |                           |                    |                          |                    |                           |
|--------------------------|---------------------------|--------------------|--------------------------|--------------------|---------------------------|
| <b>December 31, 2025</b> |                           |                    |                          |                    |                           |
| 0 to 15 days             | 21,277,581                | 1.00               | 4,008,984                | 0.30               | 25,286,565                |
| De 16 a 30 days          | 2,095,926                 | 9.48               | -                        | -                  | 2,095,926                 |
| 31 to 60 days            | 42,906,044                | 6.53               | 8,349,593                | 3.77               | 51,255,637                |
| 61 to 90 days            | 8,603,634                 | 8.79               | 3,056,462                | 4.78               | 11,660,096                |
| 91 to 180 days           | 25,532,786                | 9.13               | 499,397                  | 4.68               | 26,032,183                |
| 181 to 360 days          | 9,522,377                 | 10.62              | 396,017                  | 4.46               | 9,918,394                 |
| More than a year         | 8,772,332                 | 12.57              | 299,388                  | 5.35               | 9,071,720                 |
| Interest payable         | <u>372,450</u>            | <u>-</u>           | <u>23,888</u>            | <u>-</u>           | <u>396,338</u>            |
|                          | <b><u>119,083,130</u></b> | <b><u>7.09</u></b> | <b><u>16,633,729</u></b> | <b><u>3.19</u></b> | <b><u>135,716,859</u></b> |
| <b>December 31, 2024</b> |                           |                    |                          |                    |                           |
| 0 to 15 days             | 20,343,755                | 1.12               | 3,407,908                | 0.39               | 23,751,663                |
| De 16 a 30 days          | 735,000                   | 13.69              | -                        | -                  | 735,000                   |
| 31 to 60 days            | 23,934,526                | 11.31              | 5,220,869                | 4.65               | 29,155,395                |
| 61 to 90 days            | 5,360,421                 | 12.44              | 90,271                   | 5.29               | 5,450,692                 |
| 91 to 180 days           | 8,930,471                 | 13.13              | 357,772                  | 5.40               | 9,288,243                 |
| 181 to 360 days          | 7,389,445                 | 12.94              | 439,846                  | 5.19               | 7,829,291                 |
| More than a year         | 6,841,473                 | 12.70              | 177,881                  | 5.86               | 7,019,354                 |
| Interest payable         | <u>380,472</u>            | <u>-</u>           | <u>11,721</u>            | <u>-</u>           | <u>392,193</u>            |
|                          | <b><u>73,915,563</u></b>  | <b><u>9.11</u></b> | <b><u>9,706,268</u></b>  | <b><u>3.23</u></b> | <b><u>83,621,831</u></b>  |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**15 Deposits from domestic and foreign financial entities (continued)**

As of December 31, 2025 and 2024, the Bank held funds in escrow due to third parties' foreclosures, inactive accounts, inoperative accounts and accounts from deceased customers in domestic financial entities for DOP2,693,805 and DOP2,560,185, respectively.

As of December 31, 2025 and 2024, the status of the inactive accounts of the deposits in domestic financial entities with 3 to 10 years term is DOP19,899 and DOP16,933, respectively.

As of December 31, 2025 and 2024, the status of inactive accounts of deposits from financial institutions in the country with a term of 10 years or more is DOP6 and DOP28, respectively.

**16 Borrowed funds**

A summary of borrowed funds is as follows:

| <u>Borrower</u>  | <u>Type</u>           | <u>Collateral</u> | <u>Annual weighted average rate (%)</u> | <u>Maturity</u> | <u>Balance</u> |
|--|-----------------------|-------------------|---|-----------------|----------------|
| <b>December 31, 2025</b>   |                       |                   |   |                 |                |
| <b>a) In local currency (DOP):</b>   |                       |                   |   |                 |                |
| <i>A) Central Bank of the Dominican Republic (i)</i>                                 |                       |                   |   |                 |                |
| Other obligations with Central Bank  | Repurchase agreements | Pledged titles    | 3.00 %                                  | 2026 until 2033 | 26,511,756     |
|  |                       |                   |   |                 | 26,511,756     |
| <i>B) Domestic financial entities</i>  |                       |                   |   |                 |                |
| Banco Popular Dominicano, S. A. - Banco Múltiple                                     | Credit line           | Unsecured         | 11.00 %                                 | 2026            | 400,000        |
| Citibank, N. A. (corresponds to USD4,781)  | Credit line           | Secured           | 6.90 %                                  | 2026            | 300,692        |
| Banco Múltiple Promérica de la República Dominicana, S. A. (corresponds to USD7,045) | Credit line           | Secured           | 8.95 %                                  | 2026            | 443,124        |
| Fondo de Inversión Cerrado Inmobiliario Reservas I                                   | Credit line           | Unsecured         | 13.00 %                                 | 2026            | 636,163        |
|  |                       |                   |   |                 | 1,779,979      |
| <b>b) In foreign currency:</b>   |                       |                   |   |                 |                |
| <i>A) Foreign financial entities</i>   |                       |                   |   |                 |                |
| Bank of América (corresponds to USD100,000) (iii)                                    | Loan                  | Unsecured         | 5.32 %                                  | 2026            | 6,289,780      |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**16 Borrowed funds (continued)**

| <u>Borrower</u>  | <u>Type</u>                                    | <u>Collateral</u> | <u>Annual weighted average rate (%)</u> | <u>Maturity</u> | <u>Balance</u>           |
|--|--|-------------------|---|-----------------|--------------------------|
| <b>December 31, 2025 (continued)</b>   |  |                   |   |                 |                          |
| <b>b) In foreign currency (continued):</b>   |  |                   |   |                 |                          |
| <i>A) Foreign financial entities (continued)</i>                                   |  |                   |   |                 |                          |
| Banco Interamericano de Desarrollo, BID (corresponds to USD232,500) (iii)          | Loan   | Unsecured         | 4.79 %                                  | 2026            | 14,623,739               |
| Banco Latinoamericano de Comercio Exterior, S. A. (corresponds to USD20,000) (iii) | Loan   | Unsecured         | 5.14 %                                  | 2026            | 1,257,956                |
| Wells Fargo Bank, N. A. (corresponds to USD45,000) (iii)                           | Loan   | Unsecured         | 5.29 %                                  | 2026            | 2,830,401                |
| Banco Santander de España, S. A. (corresponds to USD20,000) (ii)                   | Loan   | Unsecured         | 4.74 %                                  | 2026            | 1,257,956                |
| BRADESCO Bank (corresponds to USD35,000) (iii)                                     | Loan   | Unsecured         | 5.38 %                                  | 2026            | 2,201,423                |
| Instituto de Crédito Oficial (ICO) (corresponds to USD12,500) (iii)                | Loan   | Unsecured         | 4.63 %                                  | 2026            | 786,222                  |
| Citibank, N. A. (corresponds to USD25,000) (iii)                                   | Loan   | Unsecured         | 4.88 %                                  | 2026            | 1,572,445                |
| JP MORGAN (corresponds to USD25,000) (iii)   | Loan   | Unsecured         | 4.98 %                                  | 2026            | 1,572,445                |
| Commerzbank AG (corresponds to USD30,000) (iii)                                    | Loan   | Unsecured         | 5.36 %                                  | 2026            | 1,886,934                |
| US Century Bank (corresponds to USD100,000) (iii)                                  | Loan   | Unsecured         | 4.88 %                                  | 2026            | 628,978                  |
| Banco de Crédito e Inversiones (corresponds to USD30,000) (iii)                    | Loan   | Unsecured         | 4.83 %                                  | 2026            | 1,886,934                |
| Agencia Francesa de Desarrollo (corresponds to USD16,250) (iii)                    | Loan   | Unsecured         | 6.68 %                                  | 2032            | <u>1,022,089</u>         |
|  |  |                   |   |                 | <u>37,817,302</u>        |
| <i>B) Other</i>  |  |                   |   |                 |                          |
| Various (includes USD67,686)   | Sale of investments with re-purchase agreement | Secured           | 7.75 %                                  | 2026            | <u>9,281,380</u>         |
| Interests payable (includes USD11,267)   |  |                   |   |                 | <u>818,307</u>           |
|  |  |                   |   |                 | <u><u>76,208,724</u></u> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**16 Borrowed funds (continued)**

| <u>Borrower</u>   | <u>Type</u>          | <u>Collateral</u> | <u>Annual weighted average rate (%)</u> | <u>Maturity</u> | <u>Balance</u>    |
|---|----------------------|-------------------|---|-----------------|-------------------|
| <b>December 31, 2024</b>  |                      |                   |   |                 |                   |
| <b>a) In local currency (DOP):</b>  |                      |                   |   |                 |                   |
| <i>A) Central Bank of the Dominican Republic (i)</i>                          |                      |                   |   |                 |                   |
| Obligations with repurchase agreements  | Repurchase agreement | Pledged titles    | 8.33 %                                  | 2025            | 23,005,207        |
| Other obligations with Central Bank   | Repurchase agreement | Pledged titles    | 3.00 %                                  | 2025 until 2033 | <u>35,404,148</u> |
|   |                      |                   |   |                 | <u>58,409,355</u> |
| <i>B) Domestic financial entities</i>   |                      |                   |   |                 |                   |
| Banco Popular Dominicano, S. A. - Banco Múltiple                              | Credit line          | Secured           | 13.00 %                                 | 2025            | 75,000            |
| Banco Múltiple Promérica (corresponds to USD3,021)                            | Credit line          | Secured           | 8.70 %                                  | 2025            | 183,966           |
| Fondo de Inversión Cerrado Inmobiliario Reservas I                            | Credit line          | Unsecured         | 13.00 %                                 | 2025            | <u>454,051</u>    |
|   |                      |                   |   |                 | <u>713,017</u>    |
| <b>b) In foreign currency:</b>  |                      |                   |   |                 |                   |
| <i>A) Foreign financial entities</i>  |                      |                   |   |                 |                   |
| Bank of America (corresponds to USD100,000) (iii)                             | Loan                 | Unsecured         | 5.83 %                                  | 2025            | 6,089,240         |
| Banco Interamericano de Desarrollo, BID (corresponds to USD185,000) (iii)     | Loan                 | Unsecured         | 5.88 %                                  | 2025            | 11,265,094        |
| Banco Latinoamericano de Comercio Exterior, S. A. (corresponds to USD140,000) | Loan                 | Unsecured         | 6.67 %                                  | 2025            | 8,524,936         |
| Wells Fargo Bank, N. A. (corresponds to USD55,000) (iii)                      | Loan                 | Unsecured         | 5.92 %                                  | 2025            | 3,349,082         |
| Banco Santander de España, S. A. (corresponds to USD55,000) (ii)              | Loan                 | Unsecured         | 6.58 %                                  | 2025            | 3,349,082         |
| Banco Itau, S. A. (corresponds to USD30,000) (iii)                            | Loan                 | Unsecured         | 6.73 %                                  | 2025            | 1,826,772         |
| Citibank, N. A. (corresponds to USD188,000) (iii)                             | Loan                 | Unsecured         | 6.53 %                                  | 2025            | 11,447,771        |
| ABANCA (corresponds to USD5,000) (iii)  | Loan                 | Unsecured         | 6.92 %                                  | 2025            | 304,462           |
| Sumitomo Mitsui Banking Corp. (corresponds to USD50,000) (iii)                | Loan                 | Unsecured         | 5.68 %                                  | 2025            | 3,044,620         |
| Bankinter (corresponds to USD15,000) (iii)                                    | Loan                 | Unsecured         | 6.71 %                                  | 2025            | 913,386           |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**16 Borrowed funds (continued)**

| <u>Borrower</u>   | <u>Type</u>                                    | <u>Collateral</u> | <u>Annual weighted average rate (%)</u> | <u>Maturity</u> | <u>Balance</u>            |
|---|--|-------------------|---|-----------------|---------------------------|
| <b>December 31, 2024 (continued)</b>                            |  |                   |   |                 |                           |
| <b>b) In foreign currency (continued):</b>                      |  |                   |   |                 |                           |
| <i>A) Foreign financial entities (continued)</i>                |  |                   |   |                 |                           |
| Commerzbank AG (corresponds to USD130,000) (iii)                | Loan   | Unsecured         | 6.19 %                                  | 2025            | 7,916,012                 |
| US Century Bank (corresponds to USD14,000) (iii)                | Loan   | Unsecured         | 7.00 %                                  | 2025            | 852,494                   |
| Caixa Bank (corresponds to USD25,000) (iii)                     | Loan   | Unsecured         | 7.68 %                                  | 2025            | 1,522,310                 |
| Banco de Crédito e Inversiones (corresponds to USD60,000) (iii) | Loan   | Unsecured         | 6.39 %                                  | 2025            | 3,653,544                 |
| Agencia Francesa de Desarrollo (corresponds to USD18,750)       | Loan   | Unsecured         | 7.72 %                                  | 2032            | 1,141,732                 |
| BRADESCO Bank (corresponds to USD60,000) (iii)                  | Loan   | Unsecured         | 6.22 %                                  | 2025            | <u>3,653,544</u>          |
|   |  |                   |   |                 | <u>68,854,081</u>         |
| <i>B) Other</i>   |  |                   |   |                 |                           |
| Various (includes USD50,629)                                    | Sale of investments with re-purchase agreement | Secured           | 8.05 %                                  | 2025            | <u>7,643,168</u>          |
| Interests payable (includes USD29,660)                          |  |                   |   |                 | <u>1,944,957</u>          |
|   |  |                   |   |                 | <u><b>137,564,578</b></u> |

- (i) As of December 31, 2025 and 2024, includes financing obtained through the Rapid Liquidity Facility (FLR) window set up by the Central Bank of the Dominican Republic amounting to DOP26,411,432 and to DOP35,288,159, respectively, with the objective to grant loans to MYPYMES sector, productive sectors and households with a fixed interest rate of no more than 8 % and three years term. These funds are guaranteed with investments amounting to DOP52,348,490 and DOP88,599,695, respectively.
- (ii) During the term of these loans, the Bank must comply with certain financial conditions established in the loan contract. A summary of them is as follows:
- ◆ Maintain a capital adequacy ratio (CAR) greater than 10 %.
  - ◆ Maintain an allowance for past due loans portfolio greater than 100 %.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**16 Borrowed funds (continued)**

- ◆ Maintain a loans portfolio delinquency rate of less than 4 %.
  - ◆ Maintain an adjusted liquidity ratio (ALR) of not less than 80 % for maturity periods of fifteen (15) and thirty (30) days and no less than 70 % for maturity periods of sixty (60) and ninety (90) days.
- (iii) As of December 31, 2025 and 2024, includes financing taken to guarantee the oil bill of Refinería Dominicana de Petróleo, S. A. for approximately DOP36,009,000 and DOP65,659,000, respectively.

**17 Other liabilities**

A summary of other liabilities as of December 31, 2025 and 2024 is as follows:

|  | <u>2025</u>              | <u>2024</u>              |
|--|--------------------------|--------------------------|
| <b>Other financial obligations:</b>  |                          |                          |
| Demand obligations   |                          |                          |
| (includes USD16,037 in 2025<br>and USD15,438 in 2024) (a)                                    | 7,877,325                | 9,826,840                |
| Unclaimed third-party balances,<br>(includes USD2,436 in 2025<br>and USD3,627 in 2024)       | 500,414                  | 646,583                  |
| Administration received fund:<br>public sector (note 26)                                     | <u>1,358</u>             | <u>269</u>               |
|  | <u>8,379,097</u>         | <u>10,473,692</u>        |
| <b>Accounts payable and provisions:</b>  |                          |                          |
| Sundry creditors   |                          |                          |
| (includes USD38,641 in 2025<br>and USD2,259 in 2024)   | 4,608,749                | 3,380,606                |
| Dividends payable  | 173,427                  | 173,427                  |
| Reserves for contingent<br>(includes USD4,756 in 2025 and<br>USD3,202 in 2024) (b) (note 13) | 593,094                  | 478,428                  |
| Other provisions<br>(includes USD18,013 in 2025<br>and USD5,752 in 2024) (c)                 | 20,268,490               | 17,886,248               |
| Income tax (note 34)   | 385,669                  | 5,598                    |
| Items pending for allocation (d)   | 1,123,898                | 57,472                   |
| Other deferred credits (e)   | <u>1,146,310</u>         | <u>1,338,976</u>         |
|  | <u>28,299,637</u>        | <u>23,320,755</u>        |
|  | <u><b>36,678,734</b></u> | <u><b>33,794,447</b></u> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**17 Other liabilities (continued)**

- (a) These correspond to financial obligations that the Bank has incurred and that are payable on demand, which include certified and management checks, among others. As of December 31, 2025 and 2024 includes DOP51,357 and DOP65,946, respectively, which relates to liabilities for the financing of vehicles granted by the Bank whose original license plates have not been delivered to the Bank by the concessionary entities. Likewise, includes approximately DOP334,100 and DOP307,900, respectively, corresponding to loan disbursements from the “Expo Hogar” fair whose contracts have not been delivered to the Bank.
- (b) Corresponds to reserves to cover contingent operations as required by the Superintendence of Banks (see note 24).
- (c) Includes provisions for bonuses, loyalty program and legal contingencies (note 24), among others.
- (d) Corresponds to creditors’ balances that, due to internal operating reasons or characteristics of the operation, it was not possible to immediately allocate the balances in the final accounts.
- (e) As of December 31, 2025 and 2024, includes DOP1,131,422 and DOP984,362, which corresponds to deferred commissions arising from credit operations and credit cards.

**18 Technical reserves**

The subsidiaries Seguros Reservas, S. A. and Administradora de Riesgos de Salud Reservas, Inc. maintain ongoing specific mathematical risk reserves to meet commitments arising from the current insurance policies, which amounted to DOP12,772,161 and DOP11,443,692 as of December 31, 2025 and 2024, respectively.

The movement during the period of the referred technical reserves is as follows:

|   | <b>Specific<br/>reserves and<br/>ongoing risk</b> | <b>Mathematical<br/>reserves</b> | <b>Total</b>             |
|---|---|----------------------------------|--------------------------|
| <b>2025</b>                               |   |                                  |                          |
| Balance at January 1 <sup>st</sup> , 2025 | 11,063,185  | 380,507                          | 11,443,692               |
| Plus reserve increase                     | 10,827,117  | 532,020                          | 11,359,137               |
| Less reserve decrease                     | <u>(9,602,941)</u>                                | <u>(427,727)</u>                 | <u>(10,030,668)</u>      |
| Balance at December 31, 2025              | <b><u>12,287,361</u></b>                          | <b><u>484,800</u></b>            | <b><u>12,772,161</u></b> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**18 Technical reserves (continued)**

| <b>2024</b>                               | <b>Specific<br/>reserves and<br/>ongoing risk</b> | <b>Mathematical<br/>reserves</b> | <b>Total</b>             |
|---|---|----------------------------------|--------------------------|
| Balance at January 1 <sup>st</sup> , 2024 | 9,247,009   | 320,635                          | 9,567,644                |
| Plus: reserve increase                    | 9,851,230   | 487,789                          | 10,339,019               |
| Less: reserve decrease                    | <u>(8,035,054)</u>                                | <u>(427,917)</u>                 | <u>(8,462,971)</u>       |
| Balance at December 31, 2024              | <u><b>11,063,185</b></u>                          | <u><b>380,507</b></u>            | <u><b>11,443,692</b></u> |

As of December 31, 2025 and 2024, technical reserves include USD6,874 and USD13,852, respectively.

**19 Responsibilities**

In addition to the obligation balances of insured risks retained, as of December 31, 2025 and 2024, for DOP3,384,144,197 and DOP2,103,936,442, respectively, the subsidiaries Seguros Reservas, S. A. and Administradora de Riesgo de Salud Reservas, Inc. recognize memorandum accounts for salvages warehouse amounting to DOP34,699 and DOP58,432 in 2025 and 2024, respectively.

The responsibilities assumed by the insurance company and the amounts withheld by them are as follows:

|   | <b><u>2025</u></b>          | <b><u>2024</u></b>          |
|---|-----------------------------|-----------------------------|
| Responsibilities for insurance<br>businesses and bonds taken directly | 5,193,575,253               | 13,327,888,966              |
| Surrendered and retracted insurance<br>responsibilities               | <u>(1,809,431,056)</u>      | <u>(11,223,952,524)</u>     |
|   | <u><b>3,384,144,197</b></u> | <u><b>2,103,936,442</b></u> |

**20 Reinsurance**

Reinsurance is the transfer in part or in whole of risk accepted by an insurer to another insurer or reinsurer. The original or primary insurer is called the ceding insurer and the second the reinsurer.

The reinsurers that support the insurance business as of December 31, 2025 and 2024, are the following:

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**20 Reinsurance (continued)**

| December 31, 2025 |                   |                   | December 31, 2024 |                   |                   |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Reinsurer         | Class of contract | Participation (%) | Reinsurer         | Class of contract | Participation (%) |
| -                 | -                 | -                 | Suiza             | Surplus           | 6.00              |
| -                 | -                 | -                 | -                 | Quota share       | 70/100            |
| Hannover          | -                 | -                 | Hannover RE       | Surplus           | 7.00              |
| -                 | Quota share       | 12.50/100         | -                 | Quota share       | 70/100            |
| -                 | -                 | -                 | THB (Amwins)      | Surplus           | 34.10             |
| Amwins            | Quota share       | 38.50/100         | -                 | Quota share       | 70/100            |
| -                 | -                 | -                 | Somus. – Korean   | Surplus           | 2.50              |
| -                 | -                 | -                 | -                 | Quota share       | 70/100            |
| Munich Re -Somus  | Quota share       | 9/100             | Somus. – Munich   | Surplus           | 9.00              |
| -                 | -                 | -                 | -                 | Quota share       | 70/100            |
| -                 | -                 | -                 | GC - Navigator    | Surplus           | 3.00              |
| -                 | -                 | -                 | -                 | Quota share       | 70/100            |
| -                 | -                 | -                 | GC – Axxa XL      | Surplus           | 1.30              |
| -                 | -                 | -                 | -                 | Quota share       | 70/100            |
| -                 | -                 | -                 | GC – Chaucer      | Surplus           | 2.00              |
| -                 | -                 | -                 | -                 | Quota share       | 70/100            |
| -                 | -                 | -                 | GC – Amlin        | Surplus           | 4.50              |
| -                 | -                 | -                 | -                 | Quota share       | 70/100            |
| Mapfre Re         | Quota share       | 5/100             | Mapfre Re         | Surplus           | 5.00              |
| -                 | -                 | -                 | -                 | Quota share       | 70/100            |
| Swiss Re          | Quota share       | 6/100             | -                 | -                 | -                 |
| Guy Carpenter     | Quota share       | 21/100            | -                 | -                 | -                 |
| Everest Re        | Quota share       | 8/100             | -                 | -                 | -                 |

**21 Subordinated obligations**

A summary of the subordinated debts as of December 31, 2025, and 2024 is as follows:

| <u>Type</u>                          | <u>Amount in DOP</u>     | <u>Weighted average interest rate</u> | <u>Type of currency</u> | <u>Term</u> |
|--------------------------------------|--------------------------|---------------------------------------|-------------------------|-------------|
| <b>December 31, 2025</b>             |                          |                                       |                         |             |
| Subordinated debts nominal value (a) | 20,000,000               | 10.0 %                                | Dominican pesos         | 10 years    |
| Debt issuance costs (b)              | <u>(59,721)</u>          |                                       |                         |             |
|                                      | 19,940,279               |                                       |                         |             |
| Interests payable                    | <u>630,137</u>           |                                       |                         |             |
|                                      | <u><b>20,570,416</b></u> |                                       |                         |             |
| <b>December 31, 2024</b>             |                          |                                       |                         |             |
| Subordinated debts nominal value (a) | 20,000,000               | 10.0 %                                | Dominican pesos         | 10 years    |
| Debt issuance costs (b)              | <u>(65,347)</u>          |                                       |                         |             |
|                                      | 19,934,653               |                                       |                         |             |
| Interests payable                    | <u>630,137</u>           |                                       |                         |             |
|                                      | <u><b>20,564,790</b></u> |                                       |                         |             |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**21 Subordinated obligations (continued)**

- a) Corresponds to bonds issued by the Bank in the Dominican Republic market, which are detailed as follows:
- i) On July 27, 2022, for a nominal value of DOP20,000,000, of which DOP10,000,000 was issued, with a maturity of 10 years until July 27, 2032, at a fixed interest rate of 10.00 %. The remaining nominal value of DOP10,000,000 was issued on October 21, 2024, with a maturity of 10 years until October 21, 2034, also at a fixed interest rate of 10.00 %.
  - ii) On December 29, 2014, with a nominal value of DOP10,000,000. The amount placed corresponds to two issues offered simultaneously, each of DOP5,000,000, with a maturity of 10 years until December 29, 2024, and at a variable interest rate equivalent to the weighted average passive interest rate of multiple banks published by the Central Bank plus a fixed margin of 2.75 %. The effective rate at the time of placement was 9.66 %, revisable semiannually. These bonds were settled on December 29, 2024. These bonds do not have any collateral and in the event of dissolution or liquidation of the Bank, the payment of the bonds is subject to all the obligations of the Bank.
- b) Relates to costs incurred when issuing bonds, which are deferred and amortized over the effective interest method during the term of the bonds.

As of December 31, 2025 and 2024, subordinated debts were authorized by the Superintendence of Banks through Circulars ADM/2386/20 and ADM/3161/21 to be used to compute part of the secondary capital (tier 2 capital) for the purposes of determining Bank's technical equity and index solvency for a value of DOP19,940,279 and DOP9,944,720, respectively.

**22 Equity**

A summary of Bank's equity, owned 100 % by the Dominican Republic State, is as follows:

|  | <b>Common shares</b> |                          |                 |                          |
|--|----------------------|--------------------------|-----------------|--------------------------|
|  | <b>Authorized</b>    |                          | <b>Issued</b>   |                          |
|  | <b>Quantity</b>      | <b>Amount<br/>in DOP</b> | <b>Quantity</b> | <b>Amount<br/>in DOP</b> |
| Balance at December 31,<br>2025 and 2024 | <b>76,000</b>        | <b>76,000,000</b>        | <b>76,000</b>   | <b>76,000,000</b>        |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**22 Equity (continued)**

As of December 31, 2025 and 2024, the capital contributions of the Bank have been originated as follow:

- a) DOP50,000, corresponding to the initial capital in accordance with Law No. 6133 of December 17, 1962, which amended article 4 of the Bank's Organic Law.
- b) DOP200,000, by delivering state-certified vouchers issued by the National Treasury in 1988.
- c) DOP1,750,000, by issuing certified bonds on behalf of the Bank in accordance with Law No. 99-01 of April 5, 2001, which amended article 4 of the Bank's Organic Law, the Dominican Republic Government.
- d) DOP1,500,000, by issuing bonds on behalf of the Bank in accordance with Law No. 121-05 of April 7, 2005, the Dominican Republic Government.
- e) DOP2,000,000, by reinvesting dividends charged to earnings of 2013 in accordance with Law No. 543-14 of December 5, 2014.
- f) DOP2,800,000, by reinvesting dividends charged to earnings of 2014, in accordance with the Law No. 543-14 of December 5, 2014.
- g) DOP1,700,000, through the reinvestment of dividends charged to earnings of 2014, pursuant to Law No. 543-14 of December 5, 2014.
- h) DOP29,000,000, through the reinvestment of dividends charged to other equity reserves, maintained in 2020, in accordance with Law No. 1-22 of January 5, 2022.
- i) DOP37,000,000, through the reinvestment of dividends charged to other equity reserves maintained in 2023, in accordance with paragraph I of article 8 of Law No. 13-24 of April 23, 2024.

Starting in 2024 with the enactment of Law No. 13-24, the net income of the Bank must be allocated or distributed as follows:

60 % - To be transferred to the account of other equity reserves of the Bank.

40 % - For payment of cash dividends to the Dominican State. From the resulting amount, a maximum of 15 % may be allocated to cover debts of the Dominican State and its dependencies with the Bank.

The Bank obtained no objection from the Superintendence of Banks through communication CADM-R&A-202421419 dated August 12, 2024, to increase the authorized capital of the Bank in accordance with the Organic Law.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**22 Equity (continued)**

According to the Second Resolution of the Ordinary Session dated May 27, 2025, the Board of Directors approved the distribution of dividends, taking into account the guidelines for the distribution of dividends to shareholders set forth in Resolution No. 7-2002, issued by the Superintendence of Banks on March 8, 2002, and in accordance with the provisions of Law No. 13-24 on the distribution of dividends from the Bank. The total amount of dividends to be distributed was DOP27,566,275, as detailed below:

- i) DOP16,539,765, transferred to equity reserve. This transfer was done effectively as of December 31, 2024.
- ii) DOP11,026,510, dividends in cash to be paid to the Dominican Republic State.

In accordance with the application of Resolution No. 12-2001, dated December 5, 2001, issued by the Superintendence of Banks, the limit of dividends to be paid in cash by the Bank amounts to DOP23,536,323. During 2025, the amounts established in paragraphs (ii) amounting DOP11,026,510, were deposited in the Single Treasury Account (CUT, per its Spanish acronyms). As of December 31, 2024, there are payable dividends of DOP173,427 corresponding to dividends declared in prior periods and are included in other liabilities in the consolidated statement of financial position.

By the Second Resolution of the Ordinary Session dated July 23, 2024, the Board of Directors approved the distribution of dividends, taking into account the guidelines for the distribution of dividends to shareholders set forth in Resolution No.7-2002, issued by the Superintendence of Banks on March 8, 2002, and in accordance with the provisions of Law No. 99-01 on the distribution of dividends from the Bank. The total amount of dividends to be distributed was DOP24,500,014, as detailed below:

- i) DOP14,700,008, transferred to equity reserve. This transfer was done effectively as of December 31, 2023.
- ii) DOP9,800,006, dividends in cash to be paid to the Dominican Republic State.

In accordance with the application of Resolution No. 12-2001, dated December 5, 2001, issued by the Superintendence of Banks, the limit of dividends to be paid in cash by the Bank amounts to DOP19,877,778. During 2024, the amounts established in paragraphs (ii) and (iii) amounting DOP9,800,006 were deposited in the Single Treasury Account (CUT, per its Spanish acronyms). As of December 31, 2024, there are payable dividends of DOP173,427 corresponding to dividends declared in prior periods and are included in other liabilities in the consolidated statement of financial position.

***Other equity reserves***

In accordance with the Bank's Organic Law and its modifications in Law No. 99-01, repealed by Law No. 13-24 dated April 23, 2024, the Bank allocates 60 % of its annual net profit to other equity reserves. During 2025 and 2024, the Bank allocated equity reserves for DOP15,269,990 and DOP16,539,765, respectively.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**22 Equity (continued)**

***Revaluation surplus***

The Bank revalued its land and buildings required for the development of its operations to its estimated fair market value determined by independent appraisers, as allowed by the Prudential Rules of Capital Adequacy. The effect of the revaluation was DOP7,821,025. The Bank, in accordance with the rules established, considered this amount as tier 2 capital, prior authorization of the Superintendence of Banks. During the year ended on December 31, 2025, the Bank recognized deferred tax on its revalued assets amounting to DOP2,285,415. During the year ended December 31, 2024, the Bank recognized impairment of these revalued assets for DOP148,904.

**23 Banking regulation requirements**

A summary of banking requirements for the Parent Company by its regulators as of December 31, 2025 and 2024 is as follows:

| <u>Description</u>  | <u>Regulations</u> | <u>Parent Company</u> |
|---|--------------------|-----------------------|
| <b>December 31, 2025</b>  |                    |                       |
| Minimum requirement of:   |                    |                       |
| Legal reserve in DOP  | 108,013,350        | 109,361,350           |
| Legal reserve in USD  | 804,514            | 1,095,988             |
| Solvency (a)  | 10.00 %            | 19.85 %               |
| Maximum requirement of:   |                    |                       |
| Individual credits or risk groups unsecured (b)                     | 20,189,896         | 12,498,779            |
| Individual credits or risk groups guaranteed (b)                    | 40,379,792         | 14,910,658            |
| Individual credits or risk groups to related parties unsecured (b)  | 20,189,896         | 5,640                 |
| Individual credits or risk groups to related parties guaranteed (b) | 40,379,792         | 4,528,624             |
| Global loans to related parties (b)                                 | 67,299,654         | 21,564,219            |
| Loans to officers and employees                                     | 13,459,931         | 7,422,773             |
| Investments in financial entities from abroad                       | 15,200,000         | 53,998                |
| Investments in non-financial entities                               | 7,600,000          | 40,444                |
| Investments in support and services entities (c)                    | 21,725,770         | 28,397,006            |
| Property, furniture and equipment                                   | 134,599,307        | 24,506,835            |
| Contingencies   | 403,797,923        | 103,140,697           |
| Financing in foreign currency (d)                                   | <u>32,588,655</u>  | <u>786,223</u>        |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**23 Banking regulation requirements(continued)**

| <u>Description</u>  | <u>Regulations</u> | <u>Parent Company</u> |
|---|--------------------|-----------------------|
| <b>December 31, 2024</b>  |                    |                       |
| Minimum requirement of:   |                    |                       |
| Legal reserve in DOP  | 84,495,300         | 85,352,208            |
| Legal reserve in USD  | 764,406            | 1,144,845             |
| Solvency (a)  | <u>10.00 %</u>     | <u>19.90 %</u>        |
| Maximum requirement of:   |                    |                       |
| Individual credits or risk groups unsecured (b)                     | 17,920,889         | 5,100,800             |
| Individual credits or risk groups guaranteed (b)                    | 35,841,779         | 9,776,010             |
| Individual credits or risk groups to related parties unsecured (b)  | 17,920,889         | 4,703,580             |
| Individual credits or risk groups to related parties guaranteed (b) | 35,841,779         | 319,191               |
| Global loans to related parties (b)                                 | 59,736,298         | 38,169,007            |
| Loans to officers and employees                                     | 11,947,260         | 7,069,835             |
| Investments in financial entities from abroad                       | 15,200,000         | 52,277                |
| Investments in non-financial entities                               | 7,600,000          | 99,888                |
| Investments in support and services entities (c)                    | 18,671,772         | 24,903,827            |
| Property, furniture and equipment                                   | 119,472,595        | 22,001,406            |
| Contingencies   | 358,417,786        | 87,865,865            |
| Financing in foreign currency (d)                                   | <u>28,007,657</u>  | <u>2,052,942</u>      |

- (a) To determine the solvency ratio, the guidelines established in the Regulation of Prudential Norms of Patrimonial Adequacy are applied. In addition, the Bank periodically evaluates that capitalization always guarantees that a sufficient and adequate level of capital is maintained to support the risks it assumes in the course of its operations and in the event of any adverse change. The business strategy is aligned with the capitalization strategy and together they have made it possible to maintain a financial profile with adequate margins, as well as solvency indicators above what is required by current local regulations. Technical equity is made up of paid-in capital, legal reserve, revaluation surplus and subordinated debt. For both periods, the Bank maintains a solvency indicator above the minimum required. A summary of contingent assets weighted by credit risk and market risk is as follows:

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**23 Banking regulation requirements(continued)**

|   | <b><u>2025</u></b>            | <b><u>2024</u></b>            |
|---|-------------------------------|-------------------------------|
| Total weighted assets less deductions                                   | 628,266,769                   | 545,692,370                   |
| Total contingent operations less deductions                             | 33,135,606                    | 27,913,537                    |
| Capital required by market risk   | <u>16,666,422</u>             | <u>26,717,738</u>             |
| <br>Total weighted contingent assets due to credit risk and market risk | <br><b><u>678,068,797</u></b> | <br><b><u>600,323,645</u></b> |

As of December 31, 2025 and 2024, a detail of accounts that make up the technical equity of the Bank (Parent Company) is as follows:

|   | <b><u>2025</u></b>        | <b><u>2024</u></b>        |
|---|---------------------------|---------------------------|
| Paid-in capital                             | 76,000,000                | 76,000,000                |
| Equity reserve                              | <u>32,628,848</u>         | <u>17,358,858</u>         |
| Subtotal primary capital                    | <u>108,628,848</u>        | <u>93,358,858</u>         |
| Adjustments for revaluation of real estate  | 6,030,180                 | 6,179,084                 |
| Computable portion subordinated obligations | <u>19,940,279</u>         | <u>19,934,653</u>         |
| Subtotal secondary capital                  | <u>25,970,459</u>         | <u>26,113,737</u>         |
| Total technical equity                      | <b><u>134,599,307</u></b> | <b><u>119,472,595</u></b> |

- (b) Through Circular SB No. ADM/0089/12 of February 8, 2012, the Superintendence of Banks authorized those loans granted to public sector organizations, defined in article No. 3 of the Public Credit Law, which have the explicit guarantee of the Dominican State, are not computed for the purposes of determining excesses to individual limits or for credit limits to related entities.
- (c) Parent Company has excess investments in shares, which were not excluded in the determination of technical equity.

Article No. 86 b) of Monetary Financial Law established a period of five years, counted from the approval of the corresponding regulation, for public financial intermediation entities to adapt to the provision of the law. The Executive Branch granted to the Bank five years to transfer and/or place excess in investments, which ended in 2008.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**23 Banking regulation requirements(continued)**

Through Administrative Circular ADM 0301/09, the Superintendence of Banks extended this period until July 2012. The investments held by the Bank in the insurance company and the administration of pension funds were transferred to the holding company Reservas, S. A.

On December 5, 2012, through communication No. 0970, the Superintendence of Banks issued its no objection to maintaining the treatment that has been applied to investments in shares held by the Bank, until approval of the modification of the Monetary and Financial Law is obtained. Additionally, in Circular SB ADM/2542/21 dated September 3, 2021; the Superintendence of Banks calculates the regulatory limit based on primary capital.

- (d) Excludes financing obtained abroad in the medium and long term, with a maturity greater than one year, those authorized by the Central Bank of the Dominican Republic to cover the oil bill of Refinería Dominicana de Petróleo, S. A., and items which were originally contingent foreign trade operations and which later become direct financing by the Bank to its customers, in accordance with communication No. 036397 of the Central Bank of the Dominican Republic, dated September 12, 2001, which modifies the sole paragraph of Ordinal 1 of the Second Resolution adopted by the Monetary Board on October 7, 1999.

**24 Commitments and contingencies**

**(a) Contingent operations**

In the normal course of business, the Bank enters into different commitments and incurs in certain contingent liabilities that are not reflected in the accompanying consolidated financial statements. The most significant balances of these commitments and contingent liabilities include:

|   | <u>2025</u>               | <u>2024</u>              |
|---|---------------------------|--------------------------|
| Collaterals granted:                    |                           |                          |
| Endorsements:                           |                           |                          |
| Commercial                              | 3,691,440                 | 2,287,859                |
| Other endorsements                      | 3,491,470                 | 3,402,893                |
| Other collaterals granted               | 104,444                   | 332,659                  |
| Non-negotiable letters of credit issued | 1,779,260                 | 645,921                  |
| Credit lines for automatic use          | <u>94,074,083</u>         | <u>81,196,533</u>        |
|   | <u><b>103,140,697</b></u> | <u><b>87,865,865</b></u> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**24 Commitments and contingencies (continued)**

**(a) Contingent operations (continued)**

As of December 31, 2025 and 2024, the Bank has reserves to cover possible losses from these operations for the amounts of DOP593,094 and DOP478,428, respectively, which are included in other liabilities in the consolidated statement of financial position at those dates.

As of December 31, 2025 and 2024, the subsidiary Seguros Reservas, S. A. and the Administradora de Riesgos de Salud Reservas, Inc. had contingent liabilities for retained risk estimated as follows:

|                           | <u>2025</u>                 | <u>2024</u>                 |
|---------------------------|-----------------------------|-----------------------------|
| General risks             | 2,738,128,846               | 1,667,031,333               |
| Individual life insurance | 34,479,255                  | 29,204,337                  |
| Collective life insurance | <u>611,536,096</u>          | <u>407,700,772</u>          |
|                           | <u><b>3,384,144,197</b></u> | <u><b>2,103,936,442</b></u> |

According to the practice of the insurance industry, most risks retained are reinsured under catastrophic coverage and excess loss.

**(b) Leasing of offices, buildings and automatic teller machines (ATM)**

The Bank has leasing contracts for the premises where some of its administrative offices, branches, business centers and ATM are located. For the years ended December 31, 2025 and 2024, expenses for this concept amounted to approximately DOP2,188,192,237 and DOP1,873,167, respectively, which are recognized in other operating expenses in the accompanying consolidated statements of profit or loss. The commitments to pay for these leasing contracts of the administrative offices and branches for 2025 will be approximately DOP2,256,326.

**(c) Superintendence of Bank fees**

The Monetary Board of the Dominican Republic requires that financial entities make contributions in order to cover inspection services provided by the Superintendence of Banks. The expense for this concept for the years ended December 31, 2025 and 2024 was approximately DOP2,382,794 and DOP2,290,513, respectively, and has been recognized in other operating expenses in the accompanying consolidated statements of profit or loss.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**24 Commitments and contingencies (continued)**

**(d) Contingent Fund**

Article 64 of the Monetary and Financial Law No. 183-02 from November 21, 2002 and Regulations for the Contingency Fund adopted by the first resolution issued by the Monetary Board on November 6, 2003, authorizes the Central Bank of the Dominican Republic to collect quarterly contributions from the financial entities for this Contingency Fund.

The quarterly contribution shall be 0.25 % from the total assets less the quarterly supervision fee charged by the Superintendence of Banks. This contribution shall not exceed 1 % of the total deposits from the public.

The expense for this concept on December 31, 2025 and 2024 was DOP845,378 and DOP689,894, respectively, which is recognized on other operating expenses line item in the accompanying consolidated statements of profit or loss for those years.

**(e) Banking Consolidation Fund**

For the implementation of the Exceptional Program for Risk Prevention of the Entities of Financial Intermediation of Law No. 92-04, the Central Bank of the Dominican Republic created the Banking Consolidation Fund (FBC) with the main purpose to protect the depositors and avoiding systematic risk. The FBC was created with mandatory contributions from the financial entities and other sources as established by the above-mentioned law. Such contributions are calculated considering the total customer deposits with a minimum annual rate of 0.17 % to be paid quarterly.

The expense for this concept on December 31, 2025 and 2024 was DOP1,772,988 and DOP1,573,682, respectively, which is recognized on other operating expenses line item in the accompanying consolidated statements of profit or loss for those years.

**(f) Credit card licenses**

***MasterCard credit cards***

The Banks maintains a contract with a foreign company for the non-exclusive use of Master Card Brand for charge services, credit or debit card. The Bank does not pay fees for the right of use of MasterCard. The duration of the license is indefinite; subject to the termination provisions as set forth in the contract.

***Visa credit cards***

The Bank has a contract with a foreign company for a non-exclusive license to use the Visa and Electron brand in charge services, credit or debit card. The Bank does not pay fees for the rights of use of Visa. The duration of the license is indefinite, subject to the termination provisions set forth in the contract.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**24 Commitments and contingencies (continued)**

**(g) Lawsuits**

As of December 31, 2025 and 2024, there are several lawsuits and claims originated in the normal course of the Bank's operations for approximately DOP45,596,000 and DOP29,974,000, respectively. The Bank believes together with its legal advisors that the resolution of these claims will not result in an adverse material effect. As of December 31, 2025 and 2024, the amount reserved to meet these claims increased to DOP73,302 and DOP72,047, respectively, and is recognized in other liabilities in the accompanying consolidated statement of financial position.

In the normal course of operations, the subsidiary Seguros Reservas, S. A. has several commitments and contingent liabilities from claims, lawsuits and other legal proceedings seeking coverage for damages from insurance policies. The subsidiary has established reserves that it considers necessary to cover these claims and demands based on its experience in the insurance business. Similarly, it maintains reinsurance contracts with several national and foreign reinsurance companies, which are considered normal within reinsurance operations. The Bank has evaluated these contracts and is of the opinion that the probability of an adverse result in the execution of these is low.

Similarly, Sociedad Administradora de Fondo de Inversiones, S. A. maintains a claim for damages arising in the normal course of its operations for an approximate amount of DOP4,411. The subsidiary has created, together with its legal advisors, a provision of DOP882 for this case.

**(h) Profitability guarantee**

As of December 31, 2025 and 2024, the subsidiary Administradora de Fondos de Pensiones Reservas, S. A. has a minimum annual return commitment, guaranteed by law, which shall be equal to the weighted average return of the pension funds of individually capitalization less two percentage points, as required by article 103 of Law No. 87-01. In accordance with Resolution No. 395-17 of SIPEN, dated November 13, 2017. If the return is below the weighted average calculated by the SIPEN, the *Administradora* would have a payment commitment with the fund.

**25 Trusts**

A summary of unaudited balances of trust operations recognized by the Bank as of December 31, 2025 and 2024:

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**25 Trusts (continued)**

| <u>Trust class</u>                  | <u>Total assets</u>       | <u>Total liabilities</u>  | <u>Total equity</u>       |
|-------------------------------------|---------------------------|---------------------------|---------------------------|
| <b>December 31, 2025</b>            |                           |                           |                           |
| Administration                      | 155,193,177               | 34,988,193                | 120,204,984               |
| Real estate                         | 50,115,458                | 25,319,755                | 24,795,703                |
| Succession planning                 | 198,490                   | 3,946                     | 194,544                   |
| Guarantee and sources<br>of payment | 245,403                   | 347,375                   | (101,972)                 |
| Public offer                        | 105,948,058               | 88,367,800                | 17,580,258                |
| Philanthropic                       | <u>1,584,958</u>          | <u>26,374</u>             | <u>1,558,584</u>          |
|                                     | <b><u>313,285,544</u></b> | <b><u>149,053,443</u></b> | <b><u>164,232,101</u></b> |
| <b>December 31, 2024</b>            |                           |                           |                           |
| Administration                      | 131,222,408               | 21,096,942                | 110,125,466               |
| Real estate                         | 52,906,120                | 29,424,353                | 23,481,767                |
| Succession planning                 | 238,649                   | 4,354                     | 234,295                   |
| Guarantee and sources<br>of payment | 603,543                   | 447,400                   | 156,143                   |
| Public offer                        | 83,072,456                | 68,417,338                | 14,655,118                |
| Philanthropic                       | <u>860,762</u>            | <u>33,811</u>             | <u>826,951</u>            |
|                                     | <b><u>268,903,938</u></b> | <b><u>119,424,198</u></b> | <b><u>149,479,740</u></b> |

The accounting of these balances is kept separately from the accounting records and the Bank's own activities.

**26 Memorandum accounts (funds management)**

As of December 31, 2025 and 2024, the Bank maintains managed loan funds of the Government through funds from PROMIPYME and Solidarity Bank. The Bank receives for the administration of these funds, a percentage that goes from 2 % to 4.50 % on the value charged. Memorandum accounts presented in the Bank's consolidated statement of financial position consist of:

|                                      | <u>2025</u> | <u>2024</u> |
|--------------------------------------|-------------|-------------|
| Funds managed by the Parent Company: |             |             |
| PROMIPYME Resources                  | 7,135,428   | 6,276,905   |
| PROMICENTRAL                         | 39,613      | 45,102      |
| PROMIPYME - Fonper funds             | -           | 15,330      |
| PROMIPYME - PRESAAC loans            | 6,649       | 17,482      |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**26 Memorandum accounts (funds management)**

|   | <u>2025</u>               | <u>2024</u>               |
|---|---------------------------|---------------------------|
| MI PRIMER PROGRESO loans  | 56                        | 7,835                     |
| Solidarity Bank   | <u>4,066,393</u>          | <u>3,305,280</u>          |
|   | <u>11,248,139</u>         | <u>9,667,934</u>          |
| Funds managed by the AFP subsidiary:                                  |                           |                           |
| Mandatory individual capitalization pension plan (Pension Fund T-1)   | 221,653,875               | 193,823,994               |
| Pension fund of officers and employees of the Bank (Pension Fund T-4) | 22,747,869                | 21,620,988                |
| Social solidary fund (Pension Fund T-5)                               | <u>93,797,637</u>         | <u>81,484,677</u>         |
|   | <u>338,199,381</u>        | <u>296,929,659</u>        |
|   | <u><b>349,447,520</b></u> | <u><b>306,597,593</b></u> |

**27 Financial income and expenses**

A summary of financial income and expenses for the years ended December 31, 2025 and 2024 is as follows:

|   | <u>2025</u>               | <u>2024</u>               |
|---|---------------------------|---------------------------|
| Financial income:                                   |                           |                           |
| Loans:  |                           |                           |
| Commercial  | 37,989,085                | 34,403,580                |
| Consumers   | 35,078,851                | 31,050,143                |
| Mortgage loans of housing                           | <u>9,354,356</u>          | <u>8,004,461</u>          |
| Subtotal  | <u>82,422,292</u>         | <u>73,458,184</u>         |
| Investments:  |                           |                           |
| Available for sale                                  | 19,804,810                | 23,102,214                |
| Held to maturity                                    | 9,161,097                 | 2,450,207                 |
| Earnings from investments                           | <u>6,070,148</u>          | <u>12,148,841</u>         |
| Subtotal  | <u>35,036,055</u>         | <u>37,701,262</u>         |
| Other financial income                              |                           |                           |
| Due to available funds                              | 4,260,358                 | 4,226,325                 |
| Insurance premiums, net of returns and cancelations | <u>26,995,766</u>         | <u>24,675,082</u>         |
| <b>Total</b>  | <u><b>148,714,471</b></u> | <u><b>140,060,853</b></u> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**27 Financial income and expenses (continued)**

|  | <u><b>2025</b></u>         | <u><b>2024</b></u>         |
|--|----------------------------|----------------------------|
| Financial expenses - from customers' deposits  | (40,167,145)               | (32,423,420)               |
| Financing-borrowed funds:  |                            |                            |
| Financing-borrowed funds   | (4,457,506)                | (6,572,103)                |
| Subordinated debts   | (2,000,000)                | (2,412,622)                |
| Subtotal   | <u>(6,457,506)</u>         | <u>(8,984,725)</u>         |
| Other financial expenses:  |                            |                            |
| Loss on sale of investments  | (492,756)                  | (137,017)                  |
| Contractual losses and obligations   | (18,216,108)               | (17,079,361)               |
| Expenses for technical adjustment to reserves  | (252,109)                  | (900,075)                  |
| Acquisition expense, conservation and premium collection - commission and other acquisition costs of the insurance company | (2,975,434)                | (2,736,431)                |
| Subtotal   | <u>(21,936,407)</u>        | <u>(20,852,884)</u>        |
| <b>Total</b>   | <u><b>(68,561,058)</b></u> | <u><b>(62,261,029)</b></u> |

**28 Income (expense) for exchange differences**

A summary of main income and expenses due to exchange differences were recognized during the years ended December 31, 2025 and 2024 is as follows:

|   | <u><b>2025</b></u> | <u><b>2024</b></u> |
|---|--------------------|--------------------|
| Income due to foreign exchange:           |                    |                    |
| Loans                                     | 35,334,429         | 19,339,644         |
| Investments                               | 20,677,747         | 16,571,109         |
| Available funds                           | 67,781,172         | 19,983,056         |
| Accounts receivable                       | 64,957             | 28,047             |
| For other non-financial assets            | 4,456              | -                  |
| Adjustments for exchange rate differences | 82,501,582         | 39,043,592         |
| Subtotal                                  | <u>206,364,343</u> | <u>94,965,448</u>  |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**28 Income (expense) for exchange differences (continued)**

|   | <u>2025</u>           | <u>2024</u>             |
|---|-----------------------|-------------------------|
| Expenses due to foreign exchange:         |                       |                         |
| Deposits customers                        | (74,474,251)          | (39,384,557)            |
| Financing-borrowed funds                  | (14,372,197)          | (12,597,200)            |
| Adjustments for exchange rate differences | <u>(116,732,830)</u>  | <u>(43,624,205)</u>     |
| Subtotal                                  | <u>(205,579,278)</u>  | <u>(95,605,962)</u>     |
| <b>Total foreign exchange loss</b>        | <b><u>785,065</u></b> | <b><u>(640,514)</u></b> |

**29 Other operating income (expense)**

A summary of other operating income (expenses) recognized during the years ended December 31, 2025 and 2024 is presented below:

|   | <u>2025</u>              | <u>2024</u>              |
|---|--------------------------|--------------------------|
| Other operating income:                   |                          |                          |
| Service fees:                             |                          |                          |
| Drafts and wire transfers                 | 568,502                  | 526,398                  |
| Foreign trade                             | 3,317                    | 2,870                    |
| Certification and sales of bank's checks  | 48,376                   | 49,454                   |
| Collections                               | 1,184                    | 1,405                    |
| Credit cards                              | 12,581,095               | 10,861,698               |
| Remittance services                       | 189,147                  | 340,904                  |
| Letters of credit                         | 26,629                   | 42,148                   |
| Collaterals granted                       | 127,784                  | 126,124                  |
| Credit lines                              | 3,470                    | 3,335                    |
| Credit card charges and debit card fees   | 7,637,741                | 5,890,970                |
| Checking and savings accounts management  | 1,658,973                | 1,775,658                |
| Other services commissions                | <u>3,635,004</u>         | <u>3,213,449</u>         |
| Subtotal                                  | <u>26,481,222</u>        | <u>22,834,413</u>        |
| Miscellaneous income:                     |                          |                          |
| Foreign exchange                          | <u>6,582,213</u>         | <u>5,873,649</u>         |
| Claims for medical services               | 1,102,293                | 830,389                  |
| Other miscellaneous operating revenue (a) | <u>7,413,556</u>         | <u>4,790,890</u>         |
| Subtotal                                  | <u>8,515,849</u>         | <u>5,621,279</u>         |
| <b>Total of other operating income</b>    | <b><u>41,579,284</u></b> | <b><u>34,329,341</u></b> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**29 Other operating income (expense) (continued)**

|   | <u>2025</u>                | <u>2024</u>               |
|---|----------------------------|---------------------------|
| Other operating expenses:                                 |                            |                           |
| Services fees:  |                            |                           |
| Correspondent fees  | (98,288)                   | (80,348)                  |
| Collections   | -                          | (123)                     |
| Securities brokerage services                             | (376,469)                  | (419,643)                 |
| Other services (b)  | <u>(3,350,712)</u>         | <u>(2,870,122)</u>        |
| Subtotal  | <u>(3,825,469)</u>         | <u>(3,370,236)</u>        |
| Miscellaneous expenses:                                   |                            |                           |
| Foreign exchange commissions                              | (32,790)                   | (240,820)                 |
| Issuance cost amortization<br>of subordinated obligations | (5,626)                    | (16,405)                  |
| Commissions and sales of property                         | (23,562)                   | (2,885)                   |
| Claims for medical services                               | (1,842,542)                | (1,811,868)               |
| Other operating expenses (c)                              | <u>(7,553,576)</u>         | <u>(4,203,006)</u>        |
| Subtotal  | <u>(9,425,306)</u>         | <u>(6,034,164)</u>        |
| <b>Total of other operating expenses</b>                  | <b><u>(13,283,565)</u></b> | <b><u>(9,645,220)</u></b> |

(a) During 2025 and 2024, includes commissions for amounts administered of DOP2,267,766 and DOP2,072,694, as well as fiduciary commissions of DOP3,062,222 and DOP1,324,731, respectively.

(b) Includes ATH transaction fees of approximately DOP1,984,000 and DOP1,739,000 and ATM use agreement fees of approximately DOP620,000 and DOP567,000 for the years ended December 31, 2025 and 2024, respectively.

(c) Includes other credit card brand fees of approximately DOP1,668,000 and DOP1,364,000, during the years ended December 31, 2025 and 2024, respectively.

**30 Salaries and compensations to personnel**

A summary of salaries and compensations to personnel is as follows:

|                                   | <u>2025</u>              | <u>2024</u>              |
|-----------------------------------|--------------------------|--------------------------|
| Wages, salaries and benefits      |                          |                          |
| to employees                      | 23,190,421               | 21,379,562               |
| Social security                   | 2,043,603                | 1,865,621                |
| Contributions to the pension plan | 1,567,304                | 1,424,644                |
| Other personnel expenses          | <u>10,961,859</u>        | <u>9,918,728</u>         |
|                                   | <b><u>37,763,187</u></b> | <b><u>34,588,555</u></b> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**30 Salaries and compensations to personnel (continued)**

As of December 31, 2025 and 2024, compensations to personnel include approximately DOP5,773,801 and DOP5,378,468, respectively, that corresponds to the executive management of the Bank which are defined as directors and above.

*Compensation and remuneration policies for executives and Members of the Board of Directors*

The Bank has established for the staff and Members of the Board of Directors, compensations and benefits that contribute to the balance between work and life of the staff, adding value to the organizational commitment to improve employee satisfaction, strengthen their identity and bond with the organization, as well as optimize the execution of their work. The socioeconomic benefits, present in the collective bargaining or individual contract, have a significant impact on the work environment.

- ◆ Fixed salary or base salary,
- ◆ Annual increase policy for permanent personnel.
- ◆ Vacation bonus.
- ◆ Anniversary income bonus
- ◆ Law bonus and variable remuneration.
- ◆ Charge offsets.
- ◆ Executive vehicle policy.
- ◆ Health and life policy

The Bank has established remuneration guidelines for the members of the Board of Directors, as outlined in the Compensation and Benefits Policy Manual effective December 31, 2024. The objective is to define a remuneration and compensation system that aligns with the dedication, commitment, and responsibilities of the Board members, as overseen by the Bank's Appointments and Remuneration Committee. The remuneration package includes various components such as attendance fees (diets), Christmas bonus, international health and life insurance, local medical insurance, compensation, and an executive vehicle policy, among others.

As of December 31, 2025 and 2024, remuneration and social benefits include the Bank's management personnel, which are defined as those who occupy the position of director onwards and are presented as follow:

|  | <b><u>2025</u></b>      | <b><u>2024</u></b>      |
|--|-------------------------|-------------------------|
| Members of the Council<br>of Directors | 187,629                 | 174,817                 |
| Senior Management                      | <u>5,773,801</u>        | <u>5,378,468</u>        |
|  | <b><u>5,961,430</u></b> | <b><u>5,553,285</u></b> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**30 Salaries and compensations to personnel (continued)**

As of December 31, 2025 and 2024, the Bank has approximately 16,282 and 15,591 employees, respectively.

**31 Pension fund**

The Bank makes contributions to the following pension plans:

- a) A pension plan with defined benefits and other pension for employees not covered by the Social Security Law No. 87-01 of May 9, 2001, which established the Social Security System of the Dominican Republic. Until June 30, 2014, contributions to this plan were 12.5 % of the monthly salaries paid to officials and employees. From July 1<sup>st</sup>, 2014, this contribution was increased to 17.5 %, plus 2.5 % of the gross profits of the Bank, as provided by the statute of the Pension Plan approved by the Board of Directors.

A summary of financial information of the (unaudited) plan is as follows:

|   | <u>2025</u>           | <u>2024</u>           |
|---|-----------------------|-----------------------|
| Present value of obligations<br>for past services | (22,614,841)          | (21,492,753)          |
| Net assets of the plan                            | <u>22,763,684</u>     | <u>21,657,425</u>     |
| Net position of the plan                          | <u><b>148,843</b></u> | <u><b>164,672</b></u> |

The movement of the year is as follows:

|                                    | <u>2025</u>           | <u>2024</u>           |
|------------------------------------|-----------------------|-----------------------|
| Balance at January 1 <sup>st</sup> | 164,672               | 96,131                |
| Cost per service                   | (1,122,087)           | (955,189)             |
| Actuarial gain (loss)              | (784,215)             | (537,137)             |
| Payments                           | <u>1,890,473</u>      | <u>1,560,867</u>      |
| Balance as of December 31          | <u><b>148,843</b></u> | <u><b>164,672</b></u> |

The expense recognized during 2025 and 2024 amounted to DOP570,026 and DOP480,131, respectively, and includes extraordinary contributions of DOP280,000, approved by the Board of Directors through its twenty-seventh resolution of April 13, 2021. These contributions were approved for a period of five years through 2025 and are presented as part of other operating expenses in the accompanying consolidated statements of profit or loss for those years.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**31 Pension fund (continued)**

***Actuarial assumptions***

As of December 31, 2025 and 2024, the principal actuarial assumptions and other basic information of the plan used in determining the actuarial liabilities are as follows:

|                                 | <u>2025</u>      | <u>2024</u>    |
|---------------------------------|------------------|----------------|
| Mortality table                 | SIPEN 2011 (M-F) | SIPEN2011(M-F) |
| Rate of return on assets        | 9.00 %           | 9.00 %         |
| Long- term annual discount rate | 9.00 %           | 9.00 %         |
| Annual salary increase scale    | 5.00 %           | 6.00 %         |
| Long-term annual inflation rate | <u>4.50 %</u>    | <u>4.50 %</u>  |

A summary of number and amount of current pensions as of December 31, 2025 and 2024 is as follows:

|                        | <u>2025</u> | <u>2024</u> |
|------------------------|-------------|-------------|
| Number of members      | 961         | 1,056       |
| Average retirement age | 53          | 52          |
| Average monthly salary | <u>146</u>  | <u>137</u>  |

- b) As of December 31, 2025 and 2024, the Bank maintains provisions of approximately DOP761,000 and DOP648,000, respectively, to cover the actuarial liability of employees and officers receiving pensions directly from the Bank and approved by the Board of Directors. As of December 31, 2025 and 2024, the number of employees covered by this pension scheme totals 27 in both years.

This obligation is calculated by estimating the present value of the future benefits earned by employees during the current and prior periods and is included as part of other provisions within other liabilities in the accompanying consolidated statements of financial position as of those dates. The movement for the year is as follows:

|                                    | <u>2025</u>           | <u>2024</u>           |
|------------------------------------|-----------------------|-----------------------|
| Balance at January 1 <sup>st</sup> | 647,631               | 647,631               |
| Actuarial reserve                  | <u>113,000</u>        | <u>-</u>              |
| Balance as of December 31          | <u><b>760,631</b></u> | <u><b>647,631</b></u> |

This provision is based on an actuarial evaluation that determines the present value of this obligation. A detail of actuarial assumptions used by the Bank as of December 31, 2025 and 2024 is as follows:

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**31 Pension fund (continued)**

***Actuarial assumptions (continued)***

|                                 | <u>2025</u>      | <u>2024</u>      |
|---------------------------------|------------------|------------------|
| Mortality table                 | SIPEN 2011 (M-F) | SIPEN 2011 (M-F) |
| Asset rate of return            | 9.00 %           | 9.00 %           |
| Long-term annual discount rate  | 9.00 %           | 9.00 %           |
| Annual salary increases scale   | 5.00 %           | 6.00 %           |
| Long-term annual inflation rate | <u>4.50 %</u>    | <u>4.50 %</u>    |

- c) A defined contribution plan for employees who are affiliated to the Social Security System of the Dominican Republic, created by Law No. 87-01 published on May 9, 2001. The mentioned law establishes a Contributive Regime that covers public and private workers and employers, including the Dominican State as employer. The Bank's officers and employees are affiliated with various pension fund administrators, mainly the Administradora de Fondos de Pensiones Reservas, S. A.

**32 Other income (expenses)**

A summary of other income (expenses) is as follows:

|   | <u>2025</u>      | <u>2024</u>      |
|---|------------------|------------------|
| Other income:   |                  |                  |
| Recovery of written-off assets                                      | 1,253,029        | 1,327,609        |
| Decrease in allowance for risky assets                              | 73               | 26               |
| Earning from shares in<br>other companies (note 33)                 | 667,737          | 766,606          |
| Gain on sale of property  | 532,255          | 122,671          |
| Others (i)  | <u>3,286,955</u> | <u>1,619,812</u> |
| Subtotal  | <u>5,740,049</u> | <u>3,836,724</u> |
| Other expenses:   |                  |                  |
| Assets received in lieu of foreclosure<br>of loans                  | (267,590)        | (75,925)         |
| Impairment loss on goods received in<br>credit recovery             | (422)            | (36,799)         |
| Loss on sale of property, furniture<br>and equipment                | (234)            | (75)             |
| Loss on sales of assets received<br>in lieu of foreclosure of loans | (4,963)          | (1,762)          |
| Uncollectibility accounts receivable (ii)                           | (376,049)        | (420,663)        |
| Donations   | (991,089)        | (1,851,275)      |
| Losses from thefts, assaults, and frauds                            | (587,921)        | (336,339)        |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**32 Other income (expenses) (continued)**

|              | <u>2025</u>             | <u>2024</u>           |
|--------------|-------------------------|-----------------------|
| Others (iii) | <u>(1,213,987)</u>      | <u>(465,877)</u>      |
| Subtotal     | <u>(3,442,255)</u>      | <u>(3,188,715)</u>    |
| <b>Total</b> | <b><u>2,297,794</u></b> | <b><u>648,009</u></b> |

(i) Includes income from assets leasing, expenses recovery and insurance policy referrals, among others.

(ii) Basically, corresponds to write-offs of impaired commissions receivable.

(iii) Includes mainly discharges for customer complaints.

**33 Results accounted for using the equity method**

As of December 31, 2025 and 2024, income from the Bank's shares in the results of associated companies was recognized in the consolidated statements of profit or loss, according to the following detail:

| <u>Entities</u>                                       | <u>2025</u>           | <u>2024</u>           |
|---|-----------------------|-----------------------|
| Consorcio Tarjetas Dominicanas, S. A.                 | 366,249               | 376,903               |
| Depósito Centralizado de valores, S. A.<br>(CEVALDOM) | 298,750               | 297,472               |
| Red Nuevos Servicios Financieros, S. A.               | 104,084               | 93,618                |
| MIO, S.A.S.   | (101,275)             | -                     |
| Sociedad Titularizadora Dominicana, S. A.             | <u>(71)</u>           | <u>(1,387)</u>        |
|   | <b><u>667,737</u></b> | <b><u>766,606</u></b> |

**34 Income tax**

On April 23, 2024 was enacted the Law No. 13-24 (Organic Law of the Parent Company), which repeals and replaces Law No. 6133 of December 27, 1962. The new Organic Law No. 13-24 does not expressly provide for tax exemption in favor of the Parent Company. Consequently, for the year ended December 31, 2025 and 2024, the Parent Company mandatory calculated and paid income tax following all the guidelines of the Tax Code.

The consolidated companies declare and pay their income tax individually and separately.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**34 Income tax (continued)**

A reconciliation between the results reported in the consolidated financial statements and the results for tax purposes during the years ended December 31, 2025 and 2024 is as follows:

|   | <u><b>2025</b></u>      | <u><b>2024</b></u>       |
|---|-------------------------|--------------------------|
| Profit before income tax  | <u>25,998,199</u>       | <u>28,795,906</u>        |
| Plus (less) tax adjustments:  |                         |                          |
| Permanent:  |                         |                          |
| Adjustments of exempted income and other items considered by the Bank | (28,237,968)            | (20,916,932)             |
| Exempt income from investments in associates                          | (859,287)               | (767,993)                |
| Fringe benefits taxes   | 240,973                 | 241,654                  |
| Plus (less) tax adjustments:  |                         |                          |
| Permanent (continued):  |                         |                          |
| Non-deductible taxes  | <u>11,874,585</u>       | <u>3,075,051</u>         |
|   | <u>(16,981,697)</u>     | <u>(18,368,220)</u>      |
| Time:   |                         |                          |
| Effect of depreciation of fixed assets                                | (324,989)               | (470,549)                |
| Gain on sale of fixed assets  | (46,196)                | (3,256)                  |
| Net profit of companies that pay taxes on other basis                 | -                       | (13,042)                 |
| Allowance for contingent operations                                   | 114,666                 | 478,428                  |
| Allowance for assets received in lieu of foreclosure of loans         | (1,932,824)             | 6,353,732                |
| Other allowances, net   | (5,211)                 | 3,761,195                |
| Other non-deductible items  | <u>(1,193,024)</u>      | <u>2,934,956</u>         |
|   | <u>(3,387,578)</u>      | <u>13,041,464</u>        |
| Net taxable income  | <u><b>5,628,924</b></u> | <u><b>23,469,150</b></u> |

A detail of determined income tax as of December 31, 2025 and 2024 is as follows:

|                        | <u><b>2025</b></u> | <u><b>2024</b></u> |
|------------------------|--------------------|--------------------|
| Net taxable income (i) | 5,628,924          | 23,469,150         |
| Tax rate               | <u>27 %</u>        | <u>27 %</u>        |
|                        | <u>1,519,809</u>   | <u>6,336,671</u>   |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**34 Income tax (continued)**

|                               | <u>2025</u>             | <u>2024</u>             |
|-------------------------------|-------------------------|-------------------------|
| Total net taxable assets (ii) | 19,246,121              | 688,724                 |
| Tax rate                      | <u>1 %</u>              | <u>1 %</u>              |
|                               | <u>192,461</u>          | <u>6,887</u>            |
| Total income tax determined   | <u><b>1,712,270</b></u> | <u><b>6,343,558</b></u> |

- (i) As of December 31, 2025, the Parent Company and its subsidiaries Seguros Reservas, S. A., Administradora de Fondo de Pensiones Reservas, S. A., Fiduciaria Reservas, S. A., Inversiones Finanprimas SB, S.A.S., Reservas Asistencia, S.A.S., Sociedad Administradora de Fondos de Inversión Reservas, S. A., Seguridad y Protección Institucional, S. A. and Tenedora Reservas, S. A., determined its current income taxes based on 27 % of net income tax. As of December 31, 2024, the Parent Company and its subsidiaries Administradora de Fondo de Pensiones Reservas, S. A., Seguros Reservas, S. A., Inversiones & Reservas, S. A., Fiduciaria Reservas, S. A., Seguridad y Protección Institucional, S. A., Reservas Asistencia, S.A.S, Inversiones Finanprimas SB, S.A.S. and Sociedad Administradora de Fondos de Inversión Reservas, S. A., determined its current income taxes based on 27 % of net income tax.
- (ii) As of December 31, 2025, Banco de Reservas de la República Dominicana - Banco Múltiple (Parent Company) and its subsidiaries Inmobiliaria Reservas, S. A., Inversiones & Reservas, S. A., Advanced Auto Technology, S.A.S., Administradora de Riesgo de Salud Reservas, Inc. and Soluciones de Capital Exprés SCE, S.A.S., determined its current income taxes based on 1 % of net taxable assets. As of December 31, 2025, the subsidiaries Tenedora Reservas, S. A., Inmobiliaria Reservas, S. A., Advanced Auto Technology, S.A.S., Administradora de Riesgo de Salud Reservas, Inc. y Soluciones de Capital Exprés SCE, S.A.S., determined their current taxes based on 1 % of net taxable assets.

Income tax expense determined for the years ended December 31, 2025, and 2024 is as follows:

|                                      | <u>2025</u>           | <u>2024</u>             |
|--------------------------------------|-----------------------|-------------------------|
| Current income tax                   | 1,712,270             | 6,343,558               |
| Deferred income tax                  | (88,234)              | (5,172,734)             |
| Tax withheld on payment of dividends | 63,717                | 51,963                  |
| Tax credit for Renewable Energy Law  | (4,790)               | (434)                   |
| Taxes on previous year               | (1,237,117)           | -                       |
| Others                               | <u>102,369</u>        | <u>(12,896)</u>         |
|                                      | <u><b>548,215</b></u> | <u><b>1,209,457</b></u> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**34 Income tax (continued)**

A reconciliation between the current tax, prepaid income tax and the income tax payable for the years ended December 31, 2025 and 2024 is as follows:

|   | <u>2025</u>                | <u>2024</u>                |
|---|----------------------------|----------------------------|
| Determined tax  | 1,712,271                  | 6,343,558                  |
| Prepaid taxes during the year                               | (3,161,668)                | (2,201,872)                |
| Prepaid income tax from<br>previous years (note 12)         | (13,645,087)               | (17,383,207)               |
| Tax credit deduction for payments<br>to government entities | (6,685)                    | (147,090)                  |
| Adjustment to the prepaid income tax                        | (882,833)                  | 98,239                     |
| Lease tax credit for State institutions                     | -                          | (4,622)                    |
| Tax credit for withheld interest<br>(Rule No. 07-19)        | (42,787)                   | -                          |
| Tax credit for Renewal Energy Law                           | (3,573)                    | (438)                      |
| Other movements, net  | <u>(21,162)</u>            | <u>(344,057)</u>           |
| Prepaid income tax, net at the end<br>of the period         | <u>(16,051,524)</u>        | <u>(13,639,489)</u>        |
| Prepaid income tax (see note 12)                            | (16,437,193)               | (13,645,087)               |
| Income tax payable (see note 17)                            | <u>385,669</u>             | <u>5,598</u>               |
|   | <u><b>(16,051,524)</b></u> | <u><b>(13,639,489)</b></u> |

As of December 31, 2025 and 2024, prepaid income tax is recognized as part of other assets, and income tax payable as part of other liabilities in the accompanying consolidated statement of financial position.

The movement of deferred income tax during the years ended December 31, 2025 and 2024 is as follows:

|  | <u>Beginning<br/>balances</u> | <u>Recognized<br/>in profiten</u> | <u>Recognized<br/>in equity</u> | <u>Ending<br/>balances</u> |
|--|-------------------------------|-----------------------------------|---------------------------------|----------------------------|
| <b>December 31, 2025</b>   |                               |                                   |                                 |                            |
| Tax loss   | -                             | 510,105                           | -                               | 510,105                    |
| Property, plant and equipment<br>and property revaluations       | (446,629)                     | 266,560                           | -                               | (180,069)                  |
| Other assets   | (9,056)                       | 9,951                             | -                               | 895                        |
| Net profit of the consolidated<br>subsidiaries                   | (870,942)                     | (222,647)                         | -                               | (1,093,589)                |
| Other non-deductible provisions                                  | 11,761                        | (11,761)                          | -                               | -                          |
| Other deferred charges   | 1,348                         | (9,098)                           | -                               | (7,750)                    |
| Allowance for assets received in lieu<br>of foreclosure of loans | 1,715,508                     | (521,863)                         | -                               | 1,193,645                  |
| Allowance for contingent operations                              | 129,176                       | 30,959                            | -                               | 160,135                    |
| Other allowances   | 645,473                       | 126,932                           | -                               | 772,405                    |
| Effect of inflation adjustment on<br>non-monetary assets         | 1,514,341                     | (98,767)                          | -                               | 1,415,574                  |
| Net investment in finance leases                                 | (339,136)                     | 14,017                            | -                               | (325,119)                  |
| Dividends on investments in subsidiaries                         | <u>(106,140)</u>              | <u>(6,154)</u>                    | <u>-</u>                        | <u>(112,294)</u>           |
| Deferred, net  | <u><b>2,245,704</b></u>       | <u><b>88,234</b></u>              | <u><b>-</b></u>                 | <u><b>2,333,938</b></u>    |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**34 Income tax (continued)**

|  | <u>Beginning<br/>balances</u> | <u>Recognized<br/>in profiten</u> | <u>Recognized<br/>in equity</u> | <u>Ending<br/>balances</u> |
|--|-------------------------------|-----------------------------------|---------------------------------|----------------------------|
| <b>December 31, 2024</b>   |                               |                                   |                                 |                            |
| Property, plant and equipment<br>and property revaluations       | 60,174                        | 1,778,612                         | (2,285,415)                     | (446,629)                  |
| Other assets   | (9,261)                       | 205                               | -                               | (9,056)                    |
| Net profit of the consolidated<br>subsidiaries                   | (715,942)                     | (155,000)                         | -                               | (870,942)                  |
| Other non-deductible provisions                                  | 5,264                         | 6,497                             | -                               | 11,761                     |
| Other deferred charges   | 1,995                         | (647)                             | -                               | 1,348                      |
| Allowance for assets received in lieu<br>of foreclosure of loans | -                             | 1,715,508                         | -                               | 1,715,508                  |
| Allowance for contingent operations                              | -                             | 129,176                           | -                               | 129,176                    |
| Other allowances   | 16,155                        | 629,318                           | -                               | 645,473                    |
| Effect of inflation adjustment on<br>non-monetary assets         | -                             | 1,514,341                         | -                               | 1,514,341                  |
| Net investment in finance leases                                 | -                             | (339,136)                         | -                               | (339,136)                  |
| Dividends on investments in subsidiaries                         | -                             | (106,140)                         | -                               | (106,140)                  |
| Deferred, net  | <u>(641,615)</u>              | <u>5,172,734</u>                  | <u>(2,285,415)</u>              | <u>2,245,704</u>           |

As of December 31, 2025, the net deferred income tax asset is presented as part of other assets, and as of December 31, 2024, the net deferred income tax liability is presented as part of other liabilities in the accompanying consolidated financial statements.

Tax losses incurred by legal entities in their fiscal years may be deducted from taxable net income in the immediately succeeding fiscal years following the year in which the loss was incurred, without being carried forward for more than five (5) years, in accordance with paragraph (k) of Article 287 of the Tax Code of the Dominican Republic.

For fiscal year 2025, tax losses amounted to DOP510,105 were recognized at the consolidated financial statement level. In accordance with the provisions of the prevailing tax legislation, these tax losses may be offset against future taxable profits. The expiration of such tax losses is as follows:

|      |                       |
|------|-----------------------|
| 2026 | 102,021               |
| 2027 | 102,021               |
| 2028 | 102,021               |
| 2029 | 102,021               |
| 2030 | <u>102,021</u>        |
|      | <u><u>510,105</u></u> |

**35 Financial risk management**

The Bank has implemented a comprehensive risk management system that establishes the frameworks and policies to identify, measure, evaluate, monitor, control, mitigate, and disclose exposures to material risks assumed in the development of its operations and the interrelationships that arise from these, both under normal and stress conditions.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

The comprehensive risk management framework establishes the guidelines for managing exposure to different risks, as well as the responsibilities of each unit in making decisions and implementing the guidelines aimed at complying with the Bank's internal criteria, based on to the appetite and risk profile established by the Board of Directors. Comprehensive risk management is carried out in accordance with the Regulation on Guidelines for Comprehensive Risk Management, approved by the Monetary Board in its Third Resolution dated March 16, 2017, as well as the specific regulations, instructions and circulars by type of risk.

The Bank's risk governance structure is exercised by the Board of Directors and the Comprehensive Risk Management Committee with the support of the General Administration, under the responsibility of the different risk-taking units and supervised by the different independent functions, to ensure that the decision-making process is aligned with the risk appetite.

The Bank is exposed to different risks resulting from the development of its operations, among which financial risks stand out, such as credit risk, market risks and balance sheet structure (interest rates, exchange rates, prices) and liquidity risk.

The risks to which the Bank is exposed are the following:

**(a) Market risk**

The measurement of the risks of financial instruments is carried out through indicators and exposure limits that are calculated on a daily or monthly basis.

The monitoring of the market risks of financial instruments is carried out on a daily basis using the methodologies approved by the Board of Directors and the exposure levels are reported more frequently when the case warrants it.

*i) Composition of the portfolio*

A summary of composition of the portfolio subject to market risk is as follows:

|                                | <b>December 31, 2025</b>                 |  | <b>December 31, 2024</b>                 |  |
|--------------------------------|--|--|--|--|
|                                | <b><u>Measurement of market risk</u></b> | <b><u>Measurement of market risk</u></b> | <b><u>Measurement of market risk</u></b> | <b><u>Measurement of market risk</u></b> |
|                                | <b><u>Book</u></b>                       | <b><u>Portfolio</u></b>                  | <b><u>Book</u></b>                       | <b><u>Portfolio</u></b>                  |
|                                | <b><u>amount</u></b>                     | <b><u>not marketable</u></b>             | <b><u>amount</u></b>                     | <b><u>not marketable</u></b>             |
| <b>Assets:</b>                 |  |  |  |  |
| Cash and cash equivalents      | 207,016,813                              | 207,016,813                              | 188,114,458                              | 188,114,458                              |
| Investments available for sale | 230,223,206                              | 230,223,206                              | 396,404,372                              | 396,404,372                              |
| Investments held to maturity   | 184,083,544                              | 184,083,544                              | 21,237,221                               | 21,237,221                               |
| Loans portfolio                | 606,190,712                              | 606,190,712                              | 557,699,644                              | 557,699,644                              |
| Debtors by acceptances         | 282,028                                  | 282,028                                  | 213,717                                  | 213,717                                  |
| Accounts receivable            | 11,243,256                               | 11,243,256                               | 11,729,011                               | 11,729,011                               |
| Equity-accounted investees     | <u>2,528,940</u>                         | <u>2,528,940</u>                         | <u>2,508,291</u>                         | <u>2,508,291</u>                         |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(a) Market risk (continued)**

*i) Composition of the portfolio (continued)*

|   | December 31, 2025   |   | December 31, 2024   |   |
|---|---|---|---|---|
|   | <u>Measurement of market risk</u><br><u>Book</u><br><u>amount</u> | <u>Portfolio</u><br><u>not marketable</u> | <u>Measurement of market risk</u><br><u>Book</u><br><u>amount</u> | <u>Portfolio</u><br><u>not marketable</u> |
| <u>Liabilities:</u>   |   |   |   |   |
| Customers' deposits   | 903,934,025   | 903,934,025                               | 840,269,142   | 840,269,142                               |
| Deposits from domestic<br>and foreign financial<br>entities | 135,716,859   | 135,716,859                               | 83,621,831  | 83,621,831                                |
| Borrowed funds  | 76,208,724  | 76,208,724                                | 137,564,578   | 137,564,578                               |
| Outstanding acceptances                                     | 282,028   | 282,028                                   | 213,717   | 213,717                                   |
| Subordinated debts  | <u>20,570,416</u>   | <u>20,570,416</u>                         | <u>20,564,790</u>   | <u>20,564,790</u>                         |

*ii) Exposure to market risk*

The exposure to market risk of the Bank (Parent Company) consists of:

|                    | <u>Average</u>          | <u>Maximum</u>          | <u>Minimum</u>        |
|--------------------|-------------------------|-------------------------|-----------------------|
| <b>2025</b>        |                         |                         |                       |
| Exchange rate risk | 72,300                  | 123,464                 | 8,540                 |
| Interest rate risk | <u>2,029,800</u>        | <u>2,954,902</u>        | <u>743,979</u>        |
|                    | <u><b>2,102,100</b></u> | <u><b>3,078,366</b></u> | <u><b>752,519</b></u> |
| <b>2024</b>        |                         |                         |                       |
| Exchange rate risk | 82,145                  | 164,892                 | 40,266                |
| Interest rate risk | <u>2,314,357</u>        | <u>3,258,667</u>        | <u>930,385</u>        |
|                    | <u><b>2,396,502</b></u> | <u><b>3,423,559</b></u> | <u><b>970,651</b></u> |

*iii) Interest rate risk*

To identify interest rate risk, balance sheet products are classified according to their financial characteristics, such as reference rates, payment frequency, fixed or variable rate, repricing period or maturity, as well as determining sensitivity factors related to assets, liabilities and off-balance sheet operations, which affect the behavior of interest rates.

Structural interest rate risk is measured using the model defined in local regulations and, internally, with models based on international best practices. To measure this risk, the impact on equity and results of the effects of the interest rate on the balance sheet structure and solvency is distinguished, in accordance with the established methodologies.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(a) Market risk (continued)**

*iii) Interest rate risk (continued)*

As of December 31, 2025 and 2024, assets and liabilities sensitive to interest rates are presented as follow:

|   | <u>0 - 15</u><br><u>days</u> | <u>16 - 30</u><br><u>days</u> | <u>31 - 60</u><br><u>days</u> | <u>61 - 90</u><br><u>days</u> | <u>91 - 180</u><br><u>days</u> | <u>181 - 360</u><br><u>days</u> | <u>1 to 5</u><br><u>years</u> | <u>Older to</u><br><u>5 years</u> | <u>Total</u>              |
|---|------------------------------|-------------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|-------------------------------|-----------------------------------|---------------------------|
| <b>2025</b>   |                              |                               |                               |                               |                                |                                 |                               |                                   |                           |
| <b>Local currency:</b>                                |                              |                               |                               |                               |                                |                                 |                               |                                   |                           |
| <b>Assets:</b>  |                              |                               |                               |                               |                                |                                 |                               |                                   |                           |
| Deposits in Central Bank                              | 77,403,857                   | -                             | -                             | -                             | -                              | -                               | -                             | -                                 | 77,403,857                |
| Checking deposits and savings in EIF                  | 1,719,125                    | -                             | -                             | -                             | -                              | -                               | -                             | -                                 | 1,719,125                 |
| Cash equivalents                                      | 2,920,297                    | 2,758,170                     | 317,502                       | 8,042,594                     | 325,319                        | -                               | -                             | -                                 | 14,363,882                |
| Restricted cash                                       | 130,201                      | 3,173                         | -                             | -                             | -                              | -                               | -                             | -                                 | 133,374                   |
| Current loans   | 97,926,038                   | 115,211,706                   | 59,933,354                    | 29,168,834                    | 46,241,571                     | 42,040,385                      | 59,617,517                    | 18,469,215                        | 468,608,620               |
| Overdue loans (31 to 90 days)                         | -                            | -                             | -                             | -                             | 277,416                        | -                               | -                             | -                                 | 277,416                   |
| Current restructured loans                            | 3,073,148                    | 4,971,757                     | 2,673,381                     | 1,066,152                     | 1,580,524                      | 1,487,478                       | 1,312,698                     | 177,153                           | 16,342,291                |
| Overdue restructured loans (31 to 90 days)            | 336                          | 126                           | 163                           | 249                           | 440                            | 1,318                           | 36,512                        | 9,191                             | 48,335                    |
| Investments available for sale held-to-maturity       | 640,514                      | 20,563,054                    | -                             | 1,945,705                     | 12,110,968                     | 50,109,280                      | 57,790,526                    | 5,296,443                         | 148,456,490               |
| Restricted available investments                      | 2,201                        | 298,219                       | 265,535                       | 477,355                       | 254,633                        | 11,399,020                      | 76,438,955                    | 41,295,848                        | 130,431,766               |
|   | -                            | -                             | -                             | -                             | -                              | 10,395,120                      | 41,953,370                    | -                                 | 52,348,490                |
| <b>Total assets sensitive to interest rates</b>       | <b><u>183,815,717</u></b>    | <b><u>143,806,205</u></b>     | <b><u>63,189,935</u></b>      | <b><u>40,700,889</u></b>      | <b><u>60,790,871</u></b>       | <b><u>115,432,601</u></b>       | <b><u>237,149,578</u></b>     | <b><u>65,247,850</u></b>          | <b><u>910,133,646</u></b> |
| <b>Liabilities:</b>                                   |                              |                               |                               |                               |                                |                                 |                               |                                   |                           |
| Deposits from the public (checking, savings and time) | 424,250,999                  | 39,808,598                    | 34,298,392                    | 29,763,023                    | 51,337,091                     | 60,456,036                      | 28,185,845                    | 5,945                             | 668,105,929               |
| Deposits from domestic and foreign financial entities | 54,727,108                   | 26,073,906                    | 16,827,034                    | 7,051,790                     | 12,474,307                     | 1,506,827                       | 49,707                        | 2                                 | 118,710,681               |
| Borrowed funds  | 1,244,004                    | 228,693                       | 1,567,486                     | 621,645                       | 10,121,122                     | 2,970,911                       | 15,770,613                    | 47,490                            | 32,571,964                |
| Subordinated obligations                              | -                            | -                             | -                             | -                             | -                              | -                               | -                             | 20,570,416                        | 20,570,416                |
| <b>Total liabilities sensitive to interest rates</b>  | <b><u>480,222,111</u></b>    | <b><u>66,111,197</u></b>      | <b><u>52,692,912</u></b>      | <b><u>37,436,458</u></b>      | <b><u>73,932,520</u></b>       | <b><u>64,933,774</u></b>        | <b><u>44,006,165</u></b>      | <b><u>20,623,853</u></b>          | <b><u>839,958,990</u></b> |
| <b>GAP</b>  | <b><u>(296,406,394)</u></b>  | <b><u>77,695,008</u></b>      | <b><u>10,497,023</u></b>      | <b><u>3,264,431</u></b>       | <b><u>(13,141,649)</u></b>     | <b><u>50,498,827</u></b>        | <b><u>193,143,413</u></b>     | <b><u>44,623,997</u></b>          | <b><u>70,174,656</u></b>  |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(a) Market risk (continued)**

*iii) Interest rate risk (continued)*

|   | <u>0 - 15</u><br><u>days</u> | <u>16 - 30</u><br><u>days</u> | <u>31 - 60</u><br><u>days</u> | <u>61 - 90</u><br><u>days</u> | <u>91 - 180</u><br><u>days</u> | <u>181 - 360</u><br><u>days</u> | <u>1 to 5</u><br><u>years</u> | <u>Older to</u><br><u>5 years</u> | <u>Total</u>              |
|---|------------------------------|-------------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|-------------------------------|-----------------------------------|---------------------------|
| <b>2025 (continued)</b>                               |                              |                               |                               |                               |                                |                                 |                               |                                   |                           |
| <b>Foreign currency:</b>                              |                              |                               |                               |                               |                                |                                 |                               |                                   |                           |
| <b>Assets:</b>  |                              |                               |                               |                               |                                |                                 |                               |                                   |                           |
| Deposits in Central Bank                              | 81,239,979                   | -                             | -                             | -                             | -                              | -                               | -                             | -                                 | 81,239,979                |
| Checking deposits and savings in EIF                  | 13,929,060                   | -                             | -                             | -                             | -                              | -                               | -                             | -                                 | 13,929,060                |
| Cash equivalents                                      | 725,540                      | 520,941                       | 449,281                       | 128,871                       | -                              | -                               | -                             | -                                 | 1,824,633                 |
| Restricted cash                                       | 892                          | -                             | -                             | -                             | -                              | -                               | -                             | -                                 | 892                       |
| Current loans   | 25,804,493                   | 42,358,209                    | 36,133,595                    | 21,125,377                    | 1,719,030                      | 379,788                         | 651,159                       | 62,586                            | 128,234,237               |
| Overdue loans (31 to 90 days)                         | -                            | -                             | -                             | -                             | 69,355                         | -                               | -                             | -                                 | 69,355                    |
| Current restructured loans                            | 7,173                        | 1,621,766                     | 561,573                       | 8,646                         | -                              | 8,126                           | -                             | -                                 | 2,207,284                 |
| Overdue restructured loans (31 to 90 days)            | 463                          | -                             | 283                           | 16                            | -                              | -                               | -                             | -                                 | 762                       |
| Investments available for sale                        | -                            | 226,763                       | -                             | -                             | -                              | 17,814                          | 4,627,203                     | 34,954,622                        | 39,826,402                |
| Investments held-to-maturity                          | 33,963                       | 96,898                        | 750,981                       | 64,117                        | 38,026                         | 2,350                           | 22,862,603                    | 8,291,512                         | 32,140,450                |
| <b>Total assets sensitive to interest rates</b>       | <b><u>121,741,563</u></b>    | <b><u>44,824,577</u></b>      | <b><u>37,895,713</u></b>      | <b><u>21,327,027</u></b>      | <b><u>1,826,411</u></b>        | <b><u>408,078</u></b>           | <b><u>28,140,965</u></b>      | <b><u>43,308,720</u></b>          | <b><u>299,473,054</u></b> |
| <b>Liabilities:</b>                                   |                              |                               |                               |                               |                                |                                 |                               |                                   |                           |
| Deposits from the public (checking, savings and time) | 163,646,187                  | 8,140,273                     | 9,468,574                     | 10,550,296                    | 18,080,227                     | 16,894,398                      | 7,932,514                     | -                                 | 234,712,469               |
| Deposits from domestic and foreign financial entities | 8,609,336                    | 5,154,642                     | 887,336                       | 1,246,119                     | 493,666                        | 218,741                         | -                             | -                                 | 16,609,840                |
| Borrowed funds  | 1,257,956                    | 86,183                        | 4,417,226                     | 13,363,614                    | 14,526,472                     | 7,859,032                       | 1,072,103                     | 235,867                           | 42,818,453                |
| <b>Total liabilities sensitive to interest rates</b>  | <b><u>173,513,479</u></b>    | <b><u>13,381,098</u></b>      | <b><u>14,773,136</u></b>      | <b><u>25,160,029</u></b>      | <b><u>33,100,365</u></b>       | <b><u>24,972,171</u></b>        | <b><u>9,004,617</u></b>       | <b><u>235,867</u></b>             | <b><u>294,140,762</u></b> |
| <b>GAP</b>  | <b><u>(51,771,916)</u></b>   | <b><u>31,443,479</u></b>      | <b><u>23,122,577</u></b>      | <b><u>(3,833,002)</u></b>     | <b><u>(31,273,954)</u></b>     | <b><u>(24,564,093)</u></b>      | <b><u>19,136,348</u></b>      | <b><u>43,072,853</u></b>          | <b><u>5,332,292</u></b>   |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
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Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(a) Market risk (continued)**

*iii) Interest rate risk (continued)*

As of December 31, 2025 and 2024, assets and liabilities sensitive to interest rates are presented as follow:

|   | <u>0 - 15</u><br><u>days</u> | <u>16 - 30</u><br><u>days</u> | <u>31 - 60</u><br><u>days</u> | <u>61 - 90</u><br><u>days</u> | <u>91 - 180</u><br><u>days</u> | <u>181 - 360</u><br><u>days</u> | <u>1 a 5</u><br><u>years</u> | <u>Older to</u><br><u>5 years</u> | <u>Total</u>              |
|---|------------------------------|-------------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|------------------------------|-----------------------------------|---------------------------|
| <b>2024</b>   |                              |                               |                               |                               |                                |                                 |                              |                                   |                           |
| <b><u>Local currency:</u></b>                         |                              |                               |                               |                               |                                |                                 |                              |                                   |                           |
| <b><u>Assets:</u></b>                                 |                              |                               |                               |                               |                                |                                 |                              |                                   |                           |
| Deposits in Central Bank                              | 69,948,924                   | -                             | -                             | -                             | -                              | -                               | -                            | -                                 | 69,948,924                |
| Checking deposits and savings in EIF                  | 266,703                      | -                             | -                             | -                             | -                              | -                               | -                            | -                                 | 266,703                   |
| Cash equivalents                                      | 693,499                      | 221,112                       | 392,495                       | 450,010                       | -                              | -                               | -                            | -                                 | 1,757,116                 |
| Restricted cash                                       | 130,201                      | 3,173                         | -                             | -                             | -                              | -                               | -                            | -                                 | 133,374                   |
| Current loans   | 180,371,203                  | 133,847,087                   | 63,233,080                    | 18,715,595                    | 32,892,414                     | 2,399,877                       | 5,651,464                    | 905,571                           | 438,016,291               |
| Overdue loans (31 to 90 days)                         | -                            | -                             | -                             | -                             | 266,462                        | -                               | -                            | -                                 | 266,462                   |
| Current restructured loans                            | 5,130,151                    | 4,860,532                     | 2,123,094                     | 799,618                       | 127,222                        | 5,944                           | 51,372                       | 1,058                             | 13,098,991                |
| Overdue restructured loans (31 to 90 days)            | 2,244                        | 71                            | 135                           | 125                           | 666                            | 777                             | 25,240                       | 13,445                            | 42,703                    |
| Investments available for sale                        | -                            | 8,171,198                     | 17,849,691                    | 5,116,309                     | 182,015                        | 10,949,794                      | 51,805,891                   | 107,628,143                       | 201,703,041               |
| Investments held-to-maturity                          | 36,319                       | 904,166                       | 135,621                       | 141,210                       | 181,246                        | 134,991                         | 4,983,269                    | 12,540,371                        | 19,057,193                |
| Restricted available investments                      | -                            | -                             | -                             | 8,332,463                     | 4,170,101                      | 7,829,570                       | 65,525,200                   | 3,179,194                         | 89,036,528                |
| <b>Total assets sensitive to interest rates</b>       | <b><u>256,579,244</u></b>    | <b><u>148,007,339</u></b>     | <b><u>83,734,116</u></b>      | <b><u>33,555,330</u></b>      | <b><u>37,820,126</u></b>       | <b><u>21,320,953</u></b>        | <b><u>128,042,436</u></b>    | <b><u>124,267,782</u></b>         | <b><u>833,327,326</u></b> |
| <b><u>Liabilities:</u></b>                            |                              |                               |                               |                               |                                |                                 |                              |                                   |                           |
| Deposits from the public (checking, savings and time) | 411,065,887                  | 26,370,525                    | 27,472,741                    | 28,537,692                    | 49,184,295                     | 50,786,377                      | 24,524,052                   | 35,944                            | 617,977,513               |
| Deposits from domestic and foreign financial entities | 29,951,975                   | 14,522,986                    | 8,936,745                     | 6,914,321                     | 11,579,974                     | 1,238,845                       | 390,243                      | 2                                 | 73,535,091                |
| Borrowed funds  | 15,030,582                   | 8,531,460                     | 4,193,258                     | 2,653,352                     | 19,866,630                     | 8,746,909                       | 4,417,931                    | 58,542                            | 63,498,664                |
| Subordinated obligations                              | -                            | -                             | -                             | -                             | -                              | -                               | -                            | 20,000,000                        | 20,000,000                |
| <b>Total liabilities sensitive to interest rates</b>  | <b><u>456,048,444</u></b>    | <b><u>49,424,971</u></b>      | <b><u>40,602,744</u></b>      | <b><u>38,105,365</u></b>      | <b><u>80,630,899</u></b>       | <b><u>60,772,131</u></b>        | <b><u>29,332,226</u></b>     | <b><u>20,094,488</u></b>          | <b><u>775,011,268</u></b> |
| <b>GAP</b>  | <b><u>(199,469,200)</u></b>  | <b><u>98,582,368</u></b>      | <b><u>43,131,372</u></b>      | <b><u>(4,550,035)</u></b>     | <b><u>(42,810,773)</u></b>     | <b><u>(39,451,178)</u></b>      | <b><u>98,710,210</u></b>     | <b><u>104,173,294</u></b>         | <b><u>58,316,058</u></b>  |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(a) Market risk (continued)**

*iii) Interest rate risk (continued)*

|   | 0 - 15<br>days            | 16 - 30<br>days           | 31 - 60<br>days            | 61 - 90<br>days            | 91 - 180<br>days           | 181 - 360<br>days          | 1 a 5<br>years           | Older to<br>5 years      | Total                      |
|---|---------------------------|---------------------------|----------------------------|----------------------------|----------------------------|----------------------------|--------------------------|--------------------------|----------------------------|
| <b>2024 (continued)</b>                               |                           |                           |                            |                            |                            |                            |                          |                          |                            |
| <b>Foreign currency:</b>                              |                           |                           |                            |                            |                            |                            |                          |                          |                            |
| <b>Assets:</b>  |                           |                           |                            |                            |                            |                            |                          |                          |                            |
| Deposits in Central Bank                              | 70,323,152                | -                         | -                          | -                          | -                          | -                          | -                        | -                        | 70,323,152                 |
| Checking deposits and savings in EIF                  | 371,648                   | -                         | -                          | -                          | -                          | -                          | -                        | -                        | 371,648                    |
| Cash equivalents                                      | 1,119,051                 | 147,397                   | -                          | -                          | -                          | -                          | -                        | -                        | 1,266,448                  |
| Restricted cash                                       | 864                       | -                         | -                          | -                          | -                          | -                          | -                        | -                        | 864                        |
| Current loans   | 97,969,272                | 9,017,059                 | 4,708,921                  | 329,538                    | 457,891                    | 245,261                    | 172,353                  | -                        | 112,900,295                |
| Overdue loans (31 to 90 days)                         | -                         | -                         | -                          | -                          | 7,028                      | -                          | -                        | -                        | 7,028                      |
| Current restructured loans                            | 2,404,928                 | -                         | -                          | -                          | -                          | -                          | -                        | -                        | 2,404,928                  |
| Overdue restructured loans (31 to 90 days)            | 959                       | -                         | -                          | -                          | -                          | -                          | -                        | -                        | 959                        |
| Investments available for sale                        | -                         | 127,531                   | -                          | -                          | -                          | -                          | 60,169,914               | 36,237,382               | 96,534,827                 |
| Investments held-to-maturity                          | 3,618                     | -                         | -                          | -                          | -                          | -                          | 334,834                  | 1,528,342                | 1,866,794                  |
| <b>Total assets sensitive to interest rates</b>       | <b><u>172,193,492</u></b> | <b><u>9,291,987</u></b>   | <b><u>4,708,921</u></b>    | <b><u>329,538</u></b>      | <b><u>464,919</u></b>      | <b><u>245,261</u></b>      | <b><u>60,677,101</u></b> | <b><u>37,765,724</u></b> | <b><u>285,676,943</u></b>  |
| <b>Liabilities:</b>                                   |                           |                           |                            |                            |                            |                            |                          |                          |                            |
| Deposits from the public (checking, savings and time) | 158,796,303               | 6,875,797                 | 9,559,807                  | 8,139,542                  | 15,927,314                 | 16,336,801                 | 5,797,386                | -                        | 221,432,950                |
| Deposits from domestic and foreign financial entities | 5,436,435                 | 3,259,494                 | 210,302                    | 131,425                    | 312,852                    | 344,039                    | -                        | -                        | 9,694,547                  |
| Borrowed funds  | 10,960,632                | 5,460,081                 | 11,171,549                 | 8,231,440                  | 21,599,361                 | 13,708,392                 | 608,924                  | 380,578                  | 72,120,957                 |
| <b>Total liabilities sensitive to interest rates</b>  | <b><u>175,193,370</u></b> | <b><u>15,595,372</u></b>  | <b><u>20,941,658</u></b>   | <b><u>16,502,407</u></b>   | <b><u>37,839,527</u></b>   | <b><u>30,389,232</u></b>   | <b><u>6,406,310</u></b>  | <b><u>380,578</u></b>    | <b><u>303,248,454</u></b>  |
| <b>GAP</b>  | <b><u>(2,999,878)</u></b> | <b><u>(6,303,385)</u></b> | <b><u>(16,232,737)</u></b> | <b><u>(16,172,869)</u></b> | <b><u>(37,374,608)</u></b> | <b><u>(30,143,971)</u></b> | <b><u>54,270,791</u></b> | <b><u>37,385,146</u></b> | <b><u>(17,571,511)</u></b> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(a) Market risk (continued)**

*iii) Interest rate risk (continued)*

The average rates of return per coin are as follows:

|   | December 31, 2025 |               |              | December 31, 2024 |               |              |
|---|-------------------|---------------|--------------|-------------------|---------------|--------------|
|   | Local<br>currency | US<br>Dollars | Euros        | Local<br>currency | US<br>Dollars | Euros        |
| <b>Assets:</b>  |                   |               |              |                   |               |              |
| Deposits in central bank                              | 1.66%             | 1.54%         | 0.00%        | 1.82%             | 1.17%         | 0.00%        |
| Checking deposits and savings in EIF                  | 6.42%             | 3.89%         | 1.78%        | 8.07%             | 5.33%         | 3.18%        |
| Current loans   | 15.12%            | 8.95%         | 4.75%        | 14.71%            | 9.16%         | 3.80%        |
| Overdue loans   | 27.41%            | 8.06%         | 0.00%        | 25.65%            | 10.02%        | 0.00%        |
| Current restructured loans                            | 15.72%            | 7.84%         | 0.00%        | 13.29%            | 7.66%         | 0.00%        |
| Overdue restructured loans                            | 16.97%            | 9.25%         | 0.00%        | 14.17%            | 9.44%         | 0.00%        |
| Investments available for sale                        | 7.45%             | 4.21%         | 0.00%        | 9.61%             | 5.74%         | 0.00%        |
| Investments held-to-maturity                          | 4.18%             | 1.37%         | 0.00%        | 10.57%            | 9.54%         | 0.00%        |
| Accounts receivable                                   | 11.77%            | 0.00%         | 0.00%        | 2.72%             | 0.00%         | 0.00%        |
| <b>Liabilities:</b>                                   |                   |               |              |                   |               |              |
| Deposits from the public                              | 3.77%             | 1.69%         | 0.10%        | 3.55%             | 1.71%         | 0.10%        |
| Deposits from domestic and foreign financial entities | 9.62%             | 4.49%         | 0.09%        | 9.66%             | 3.72%         | 0.15%        |
| Borrowed funds  | 4.76%             | 5.84%         | 0.00%        | 4.32%             | 7.68%         | 0.00%        |
| Subordinated obligations                              | <u>10.03%</u>     | <u>0.00%</u>  | <u>0.00%</u> | <u>11.17%</u>     | <u>0.00%</u>  | <u>0.00%</u> |

As of December 31, 2025 and 2024, assets with a variable interest rate amount DOP633,288,009 and DOP601,819,114, respectively, and represent 48 % of total assets for both years. Fixed interest rate assets amount DOP574,216,019 and DOP552,681,250,536 respectively, and represent 44 % of total assets both years, respectively. Variable interest rate liabilities amount DOP64,329,059 and DOP127,477,153, respectively, and represent 5 % and 11 % of total liabilities, respectively. Fixed interest rate liabilities amount DOP1,076,594,773 and DOP956,736,816, respectively, and represent 91 % and 8 5% of total liabilities, respectively.

*iv) Exchange rate risk*

The identification of exchange rate risk consists of determining the sensitivity factors of the environment, which affect the Bank's net position and those specifically related to assets, liabilities and off-balance sheet operations in foreign currency, which when they occur affect the behavior of the prices of the foreign currencies with which the Bank operates, causing an increase in the value at risk due to the exchange rate and which could lead to losses for the entity.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(a) Market risk (continued)**

*iv) Exchange rate risk (continued)*

To measure or estimate the exposure to exchange rate risk, the value at risk (VaR) is calculated in accordance with the current methodology approved in the Market Risk Regulation. In addition, the value at risk of the exchange rate is determined, adjusted to the behavior of the data, in accordance with the defined internal methodology.

The monitoring of positions in foreign currencies and exposure limits is carried out on a daily basis and the levels of exposure are reported to Senior Management; monthly or more frequently, if necessary, the Comprehensive Risk Management Committee and the Assets and Liabilities Committee are informed. It is worth highlighting compliance with the established internal and regulatory net position limits in foreign currencies.

A summary of exposure to foreign currency exchange rate risk is presented as follows:

|  | 2025   |                        | 2024                              |  |
|--|--|------------------------|-----------------------------------|--|
|  | Amount in<br>foreign<br>currency<br><u>USD</u> | Total in<br><u>DOP</u> | foreign<br>currency<br><u>USD</u> | Amount in<br><u>Total in</u><br><u>DOP</u> |
| <b>Assets</b>  |  |                        |                                   |  |
| Cash and cash equivalents                                | 1,579,684                                      | 99,358,661             | 1,714,186                         | 104,380,899                                |
| Investments  | 1,162,524                                      | 73,120,231             | 1,638,378                         | 99,764,759                                 |
| Loans portfolio, net                                     | 1,993,710                                      | 125,399,949            | 1,818,836                         | 110,753,286                                |
| Debtors for acceptances                                  | 4,484  | 282,028                | 3,510                             | 213,717                                    |
| Accounts receivable                                      | 70,616   | 4,441,570              | 31,629                            | 1,925,998                                  |
| Other assets   | 16,739   | 1,052,835              | 312                               | 18,972                                     |
|  | <u>4,827,757</u>                               | <u>303,655,274</u>     | <u>5,206,851</u>                  | <u>317,057,631</u>                         |
| <b>Liabilities</b>                                       |  |                        |                                   |  |
| Deposits from the public                                 | 3,734,063                                      | 234,864,347            | 3,638,756                         | 221,572,618                                |
| Deposits from domestic and<br>foreign financial entities | 264,457  | 16,633,729             | 159,400                           | 9,706,268                                  |
| Borrowed funds   | 692,029  | 43,527,113             | 1,214,060                         | 73,927,002                                 |
| Outstanding acceptances                                  | 4,484  | 282,028                | 3,510                             | 213,717                                    |
| Creditors for insurance and<br>bank guarantees           | 10,488   | 659,669                | 438                               | 26,701                                     |
| Technical reserves                                       | 6,874  | 432,379                | 13,852                            | 843,454                                    |
| Other liabilities  | 79,883   | 5,024,449              | 30,278                            | 1,843,688                                  |
|  | <u>4,792,278</u>                               | <u>301,423,714</u>     | <u>5,060,294</u>                  | <u>308,133,448</u>                         |
| Long foreign currency<br>position                        | <u>35,479</u>                                  | <u>2,231,560</u>       | <u>146,557</u>                    | <u>8,924,183</u>                           |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(a) Market risk (continued)**

*iv) Exchange rate risk (continued)*

As of December 31, 2025 and 2024, the exchange rates used to convert from US dollars (USD) to Dominican pesos (DOP) were DOP62.8978 and DOP60.8924, respectively.

As of December 31, 2025 and 2024, the Bank maintains balances in euros (EUR) is as follows:

|                                    | <b>December 31, 2025</b> |                  | <b>December 31, 2024</b> |                 |
|------------------------------------|--------------------------|------------------|--------------------------|-----------------|
|                                    | <b>EUR</b>               | <b>DOP</b>       | <b>EUR</b>               | <b>DOP</b>      |
| <u>Assets -</u>                    |                          |                  |                          |                 |
| Cash and cash equivalents          | 73,495                   | 5,434,868        | 84,590                   | 5,369,019       |
| <u>Liabilities -</u>               |                          |                  |                          |                 |
| Deposits from the public           | (78,069)                 | (5,773,098)      | (85,392)                 | (5,419,942)     |
| short foreign<br>currency position | <u>(4,574)</u>           | <u>(338,230)</u> | <u>(802)</u>             | <u>(50,923)</u> |

The Bank has established comprehensive policies for managing and monitoring its net foreign currency position, detailed in the Framework for Structural Interest Rate, Market, and Liquidity Risk Management. These policies ensure compliance with the limits specified in Article No. 20 of the Foreign Exchange Regulations. Specifically, the permitted limit for a short and long position is 25 % of paid-in capital and legal reserves. Should these limits be exceeded, the positions must be unwound within a maximum of two days. Additionally, any increase in the position must not exceed 25 % of paid-in capital and legal reserves or USD5 million, whichever is lower, on average over five days. Furthermore, the policies stipulate that the Board of Directors, through the Comprehensive Risk Management Committee (CRMC), will conduct a monthly review of the foreign currency position to ensure adherence to the accepted risk guidelines.

As of December 31, 2025 and 2024, the Bank maintains a long position of 2 % and 10 %, respectively.

As of December 31, 2025, the Bank's loan portfolio includes foreign currency loans granted to non-foreign currency-generating borrowers, equivalent to 10 % of foreign currency resources obtained from public deposits and applicable external borrowings (see note 39).

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

***(b) Liquidity risk***

*(i) Exposure to liquidity risk*

The process for the identification of liquidity risk for the Bank (Parent Company) consists of distinguishing the sensitivity factors that could affect the availability of resources and flow of funds to meet the commitments of the entity, considering the strategies of funding in terms of deposits and financial obligations, placement of resources in active credit operations and financial investments; as well as the terms of deposits and placements; maturity flows and financial position.

The Bank's main sources of financing are demand, savings, time deposits and financial obligations at different terms with local and foreign banks.

Liquidity risk is measured using models defined based on international regulations and best practices. The main indicators established are liquidity ratio and position at different terms, liquidity gap, Liquidity Coverage Ratio (LCR), Net Stable Funding Ratio (NSFR) and Internal Liquidity Control Index. These metrics allow the bank to identify potential liquidity situations, as well as, if necessary, adjust the strategies, policies, and contingency plans for liquidity risk management in different terms, considering contractual and estimated factors.

Liquidity risk monitoring is carried out on a daily basis using the methodologies approved by the Board of Directors and exposure levels are reported on a daily and monthly basis. On a quarterly basis, a report is made to the Board of Directors on management, exposure levels and scenarios of potential withdrawals.

The Bank has a Liquidity Contingency Plan that defines the alert signals and general and specific actions that must be carried out in the event of temporary and/or structural liquidity issues, as well as those responsible for each activity defined in this plan.

The liquidity ratio of the Bank (Parent Company) consists of:

|                     | <u>Local<br/>currency</u> | <u>Foreign<br/>currency</u> | <u>Normative<br/>limit</u> |
|---------------------|---------------------------|-----------------------------|----------------------------|
| <b>2025</b>         |                           |                             |                            |
| Liquidity ratio:    |                           |                             |                            |
| At 15 days adjusted | 144.47%                   | 303.37%                     | 80.00%                     |
| At 30 days adjusted | 186.49%                   | 275.47%                     | 80.00%                     |
| At 60 days adjusted | 180.29%                   | 210.67%                     | 70.00%                     |
| At 90 days adjusted | <u>214.80%</u>            | <u>160.12%</u>              | <u>70.00%</u>              |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

***(b) Liquidity risk (continued)***

*(i) Exposure to liquidity risk (continued)*

|                         | <u>Local<br/>currency</u> | <u>Foreign<br/>currency</u> | <u>Normative<br/>limit</u> |
|-------------------------|---------------------------|-----------------------------|----------------------------|
| <b>2025 (continued)</b> |                           |                             |                            |
| Position:               |                           |                             |                            |
| At 15 days adjusted     | 22,562,328                | 649,089                     | N/A                        |
| At 30 days adjusted     | 61,756,022                | 723,442                     | N/A                        |
| At 60 days adjusted     | 70,231,751                | 715,975                     | N/A                        |
| At 90 days adjusted     | 117,628,573               | 627,618                     | N/A                        |
| Overall (months)        | <u>(30.35)</u>            | <u>32.82</u>                | <u>N/A</u>                 |
| <b>2024</b>             |                           |                             |                            |
| Liquidity ratio:        |                           |                             |                            |
| At 15 days adjusted     | 253.01%                   | 261.57%                     | 80.00%                     |
| At 30 days adjusted     | 273.64%                   | 236.62%                     | 80.00%                     |
| At 60 days adjusted     | 283.29%                   | 200.64%                     | 70.00%                     |
| At 90 days adjusted     | <u>277.52%</u>            | <u>249.56%</u>              | <u>70.00%</u>              |
| Position:               |                           |                             |                            |
| At 15 days adjusted     | 68,377,115                | 785,780                     | N/A                        |
| At 30 days adjusted     | 105,608,596               | 932,021                     | N/A                        |
| At 60 days adjusted     | 134,207,239               | 963,161                     | N/A                        |
| At 90 days adjusted     | 151,295,211               | 1,650,623                   | N/A                        |
| Overall (months)        | <u>(5.60)</u>             | <u>30.02</u>                | <u>N/A</u>                 |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

***(b) Liquidity risk (continued)***

*(ii) Analysis of maturities of financial assets and liabilities*

As of December 31, 2025 and 2024, the most significant assets and liabilities, grouped according to their maturity date, are as follows:

|   | <b>0 - 15<br/>days</b>      | <b>16 - 30<br/>days</b>    | <b>31 - 90<br/>days</b>    | <b>91 - 180<br/>days</b>   | <b>181 - 360<br/>days</b> | <b>1 to 5<br/>years</b>   | <b>Older to<br/>5 years</b> | <b>Total</b>                |
|---|-----------------------------|----------------------------|----------------------------|----------------------------|---------------------------|---------------------------|-----------------------------|-----------------------------|
| <b>2025</b>   |                             |                            |                            |                            |                           |                           |                             |                             |
| <b>Assets:</b>  |                             |                            |                            |                            |                           |                           |                             |                             |
| Cash and cash equivalents                             | 207,016,813                 | -                          | -                          | -                          | -                         | -                         | -                           | 207,016,813                 |
| Investments   | 778,967                     | 14,409,426                 | 10,885,010                 | 12,533,260                 | 73,350,093                | 209,776,594               | 92,879,482                  | 414,612,832                 |
| Debtors for acceptances                               | 16,427                      | -                          | 248,335                    | 7,556                      | 9,710                     | -                         | -                           | 282,028                     |
| Loans portfolio                                       | 16,054,897                  | 19,849,302                 | 34,920,167                 | 38,309,409                 | 79,098,481                | 231,661,296               | 208,941,536                 | 628,835,088                 |
| Equity-accounted investees                            | -                           | -                          | -                          | -                          | -                         | -                         | 2,664,063                   | 2,664,063                   |
| Accounts receivable                                   | -                           | 10,648,648                 | -                          | -                          | -                         | -                         | 594,608                     | 11,243,256                  |
| Other assets (i)                                      | -                           | 154,153                    | -                          | -                          | -                         | 484,821                   | -                           | 638,974                     |
| <b>Total assets</b>                                   | <b><u>223,867,104</u></b>   | <b><u>45,061,529</u></b>   | <b><u>46,053,512</u></b>   | <b><u>50,850,225</u></b>   | <b><u>152,458,284</u></b> | <b><u>441,922,711</u></b> | <b><u>305,079,689</u></b>   | <b><u>1,265,293,054</u></b> |
| <b>Liabilities:</b>                                   |                             |                            |                            |                            |                           |                           |                             |                             |
| Deposits from the public (checking, savings and time) | 590,201,563                 | 47,555,584                 | 86,614,588                 | 65,580,569                 | 77,731,922                | 36,243,820                | 5,979                       | 903,934,025                 |
| Deposits from domestic and foreign financial entities | 63,495,487                  | 31,275,470                 | 26,116,762                 | 13,046,100                 | 1,733,137                 | 49,901                    | 2                           | 135,716,859                 |
| Borrowed funds  | 2,122,277                   | 1,453,919                  | 19,350,444                 | 31,471,273                 | 5,731,220                 | 15,794,877                | 284,714                     | 76,208,724                  |
| Outstanding acceptances                               | 16,427                      | -                          | 248,335                    | 7,556                      | 9,710                     | -                         | -                           | 282,028                     |
| Subordinated obligations                              | 630,137                     | -                          | -                          | -                          | -                         | -                         | 19,940,279                  | 20,570,416                  |
| Other liabilities (ii)                                | -                           | 10,891,979                 | 11,456,503                 | -                          | -                         | 500,414                   | 10,848,690                  | 33,697,586                  |
| <b>Total liabilities</b>                              | <b><u>656,465,891</u></b>   | <b><u>91,176,952</u></b>   | <b><u>143,786,632</u></b>  | <b><u>110,105,498</u></b>  | <b><u>85,205,989</u></b>  | <b><u>52,589,012</u></b>  | <b><u>31,079,664</u></b>    | <b><u>1,170,409,638</u></b> |
| <b>GAP</b>  | <b><u>(432,598,787)</u></b> | <b><u>(46,115,423)</u></b> | <b><u>(97,733,120)</u></b> | <b><u>(59,255,273)</u></b> | <b><u>67,252,295</u></b>  | <b><u>389,333,699</u></b> | <b><u>274,000,025</u></b>   | <b><u>94,883,416</u></b>    |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(b) Liquidity risk (continued)**

*(ii) Analysis of maturities of financial assets and liabilities (continued)*

| <b>2024</b>   | <b>0 - 15<br/>days</b>      | <b>16 - 30<br/>days</b>    | <b>31 - 90<br/>days</b>    | <b>91 - 180<br/>days</b>   | <b>181 - 360<br/>days</b> | <b>1 to 5<br/>years</b>   | <b>Older to<br/>5 years</b> | <b>Total</b>                |
|---|-----------------------------|----------------------------|----------------------------|----------------------------|---------------------------|---------------------------|-----------------------------|-----------------------------|
| <b>Assets:</b>  |                             |                            |                            |                            |                           |                           |                             |                             |
| Cash and cash equivalents                             | 188,114,458                 | -                          | -                          | -                          | -                         | -                         | -                           | 188,114,458                 |
| Investments   | 104,682                     | 9,596,255                  | 33,248,434                 | 4,572,779                  | 19,327,699                | 186,730,553               | 164,334,010                 | 417,914,412                 |
| Debtors for acceptances                               | 16,984                      | 32,149                     | 142,341                    | 22,243                     | -                         | -                         | -                           | 213,717                     |
| Loans portfolio                                       | 16,607,724                  | 13,917,963                 | 34,798,597                 | 55,530,643                 | 80,542,808                | 188,763,004               | 186,239,454                 | 576,400,193                 |
| Equity-accounted investees                            | -                           | -                          | -                          | -                          | -                         | -                         | 2,632,496                   | 2,632,496                   |
| Accounts receivable                                   | -                           | 11,227,717                 | -                          | -                          | -                         | -                         | 501,294                     | 11,729,011                  |
| Other assets (i)                                      | -                           | 130,205                    | -                          | -                          | -                         | 301,962                   | -                           | 432,167                     |
| <b>Total assets</b>                                   | <b><u>204,843,848</u></b>   | <b><u>34,904,289</u></b>   | <b><u>68,189,372</u></b>   | <b><u>60,125,665</u></b>   | <b><u>99,870,507</u></b>  | <b><u>375,795,519</u></b> | <b><u>353,707,254</u></b>   | <b><u>1,197,436,454</u></b> |
| <b>Liabilities:</b>                                   |                             |                            |                            |                            |                           |                           |                             |                             |
| Deposits from the public (checking, savings and time) | 572,843,513                 | 32,323,643                 | 74,403,379                 | 62,704,190                 | 67,525,544                | 30,432,895                | 35,978                      | 840,269,142                 |
| Deposits from domestic and foreign financial entities | 35,513,347                  | 17,815,552                 | 16,304,518                 | 11,989,899                 | 1,605,989                 | 392,432                   | 94                          | 83,621,831                  |
| Borrowed funds  | 26,601,664                  | 15,226,880                 | 25,578,624                 | 45,560,551                 | 19,572,705                | 4,582,503                 | 441,651                     | 137,564,578                 |
| Outstanding acceptances                               | 16,984                      | 32,149                     | 142,341                    | 22,243                     | -                         | -                         | -                           | 213,717                     |
| Subordinated obligations                              | 630,137                     | -                          | -                          | -                          | -                         | -                         | 19,934,653                  | 20,564,790                  |
| Other liabilities (ii)                                | 8,479,016                   | 11,900,749                 | 6,813,725                  | -                          | -                         | 646,583                   | -                           | 27,840,073                  |
| <b>Total liabilities</b>                              | <b><u>644,084,661</u></b>   | <b><u>77,298,973</u></b>   | <b><u>123,242,587</u></b>  | <b><u>120,276,883</u></b>  | <b><u>88,704,238</u></b>  | <b><u>36,054,413</u></b>  | <b><u>20,412,376</u></b>    | <b><u>1,110,074,131</u></b> |
| <b>GAAP</b>   | <b><u>(439,240,813)</u></b> | <b><u>(42,394,684)</u></b> | <b><u>(55,053,215)</u></b> | <b><u>(60,151,218)</u></b> | <b><u>11,166,269</u></b>  | <b><u>339,741,106</u></b> | <b><u>333,294,878</u></b>   | <b><u>87,362,323</u></b>    |

(i) Corresponds to operations that represent receivable rights for the Bank.

(ii) Corresponds to operations that represent an obligation for the Bank.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

***(b) Liquidity risk (continued)***

*(iii) Liquidity reserve*

As of December 31, 2025 and 2024, the book amounts that are expected to be recovered or settled in the next 12 months are as follows:

|  | <u>Carrying amount</u>    | <u>Fair value</u> |
|--|---------------------------|-------------------|
| <b>2025</b>                              |                           |                   |
| Cash and cash equivalents:               |                           |                   |
| On hand and banks                        | 16,790,756                | 16,790,756        |
| Deposits in the Central Bank             | 158,774,000               | 158,774,000       |
| Deposits in other banks                  | 15,703,054                | 15,703,054        |
| Cash equivalents                         | 15,711,266                | 15,711,266        |
| Earnings receivable for<br>availability  | <u>37,737</u>             | 37,738            |
|  | 207,016,813               |                   |
| Investments -                            |                           |                   |
| Investments in public<br>debt securities | <u>87,611,749</u>         | N/A               |
| <b>Total liquidity reserve</b>           | <b><u>294,628,562</u></b> |                   |
| <b>2024</b>                              |                           |                   |
| Cash and cash equivalents:               |                           |                   |
| On hand and banks                        | 15,949,591                | 15,949,591        |
| Deposits in the Central Bank             | 140,272,076               | 140,272,076       |
| Deposits in other banks                  | 28,598,390                | 28,598,389        |
| Cash equivalents                         | 3,278,546                 | 3,278,546         |
| Earnings receivable for<br>availability  | <u>15,855</u>             | 15,855            |
|  | 188,114,458               |                   |
| Investments -                            |                           |                   |
| Investments in public<br>debt securities | <u>62,938,011</u>         | N/A               |
| <b>Total liquidity reserve</b>           | <b><u>251,052,469</u></b> |                   |

N/A: Not available.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

***(c) Credit risk***

*(i) Practices to manage credit risk*

*Policies to determine the estimate of credit provisions for risky assets*

Allowance for credits is determined by the Bank in accordance with the guidelines of the REA issued by the Monetary Board, complementary circulars, instructions and communications made by the Superintendence of Banks. In this sense, the evaluation is carried out based on the classification of major, medium and minor commercial debtors, microcredits, consumer and mortgage loans.

The Bank assigns the required provision corresponding to the risk classification at the time of granting. While customer monitoring is carried out with the factors defined in the regulations, the corresponding provision expense is recognized by debtor and type of credit based on the self-assessment of large and medium-sized commercial debtors and according to the payment behavior of the retail debtors.

In this sense, the risk rating for the largest commercial debtors is the result of the analysis of their capacity and historical behavior of payment and country risk. Medium trade receivables are assessed considering payment behavior and an assessment of operating losses in their financial statements and their relationship to adjusted equity. Meanwhile, minor commercial debtors, microcredits, consumer and mortgage loans are evaluated through their specific payment behavior based on the days of delay.

The guarantees are considered as a secondary element and are not included for the classification of the debtor, although they are included in the computation of the coverage of the provisions. For this purpose, the guarantees are an additional support factor for the debtor for the recovery of the credits.

In the case of credit restructurings, the provision required by virtue of the provisions established in the REA is calculated.

*Loans portfolio write-off policies*

A debtor is written-off when he has a loan with arrears greater than the amount and maximum term established by the Comprehensive Risk Management Committee by type of loan or investment and its guarantees.

In this sense, prior to the write-off, all possible collection efforts are exhausted before recognizing the total impairment of these credits, for which the Bank applies a consistent policy determined by type of client. Notwithstanding the recognition of the total loss, the Bank continues the management processes for the recovery of these assets.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)*****(c) Credit risk (continued)******(i) Practices to manage credit risk (continued)******Credit restructuring policies***

Loan restructuring is carried out following internal policies and procedures. In this sense, the Bank has established clear criteria by type of credit in relation to the conditions that can be negotiated in the restructuring process. Likewise, it has defined specific decision levels for these negotiations. In cases where the loan to be restructured is guaranteed, the institution's coverage position is always protected, and the value of the guarantees is ensured.

In effect, a loan is considered restructured when the bank modifies the payment terms and conditions of the original contract through which, the debtor presents any of the following situations: delinquency, deterioration in its economic situation based on its indicators, cash flows, or the sources of income have been affected. Restructuring requests have their respective decision limits established according to the amounts, consolidated debt or group of risks, respectively.

***Credit concentration policies, by sector, by currency, by counterparty***

The Bank has established a maximum level of exposure to concentration risk, defining appetite, its tolerance and capacity. To determine the concentration limits of the active portfolio, the individual participation of each client or risk group of the Bank's technical assets is considered.

In this sense, processes have been prepared within the analysis and monitoring of clients, as well as risk groups to guarantee compliance with concentration levels and regulatory and internal limits, both in portfolio management and in the grant. Likewise, such as the monitoring of exposure by economic sector and by type of currency.

***Loans portfolio recovery policies***

To adequately manage credit risk, segregated recovery policies are established based on the type of customer and the level of risk it represents, with differentiated treatment by type of customer, using the institution's own behavior models and prioritization methodologies, segmentation and definition of collection strategies.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

***(c) Credit risk (continued)***

*(i) Practices to manage credit risk (continued)*

*Internal credit risk management policies, including, where appropriate, any difference between the credit risk measurement bases applied internally, with respect to current regulations.*

The Bank has internal policies for credit risk management based on its own metrics to proactively identify the level of customer risk. In this sense, for retail banking it works with its own score models for granting and behavior that allow customers to be segregated in relation to their level of risk, with the purpose of supporting decisions on the placement, management and recovery of credits.

Through this process, the probability of default of the debtors is identified and allows an early management decision to be made based on the probability of default and not on the event subsequent to the default. In the same way, optimized decision trees that support the management of the portfolio of consumer loans, credit cards, mortgages, and minor commercial debtors.

However, for the purpose of recognition of credit risk through the requirement of provisions and the weighted asset and contingent for credit risk, the provisions of the REA apply.

*(ii) Information on guarantees*

*Policies and processes applied for the valuation, management and execution of guarantees*

The guarantees accepted are those defined in current regulations, as established in the REA. Loans and credit cards can be granted with or without collateral, subject to internal and regulatory policies.

Each disbursement must be supported by the signing of a promissory note and, if applicable, the signing of a contract. The collateral requirement for mortgage and vehicle loans is mandatory, while for other loans it will depend on the characteristics of the facility requested, as well as the negotiation and condition of the debtor at the time of the request.

The valuation of the guarantees is carried out according to the methodologies and terms defined in the REA. For these purposes, the Bank gives timely follow-up to the securities to be forfeited so that the pertinent revaluation procedures are carried out prior to their expiration.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

***(c) Credit risk (continued)***

*(ii) Information on guarantees (continued)*

*Policies and processes applied for the valuation, management and execution of guarantees (continued)*

The valuation unit guarantees the accuracy and follow-up of the value of movable and immovable property and projects received as collateral, as well as the integrity of the appraisals carried out by external third parties ensuring the protection of the Bank's interests.

Similarly, for guarantees of debt securities, it has established monthly valuation processes and recurring monitoring of the value of financial instruments, based on observed market prices; and for guarantees backed by insurance policies, constant monitoring is maintained to update and formalize these.

The Bank's Credit Policy establishes precise management criteria for the guarantees received as credit guarantees, both for their substitution or release and for their execution, where decision criteria and approval responsibilities are defined for these operations.

*Information about the nature and admissible value of the collateral received*

The Bank considers as admissible the real guarantees that are accepted by the financial intermediation entities for purposes of computing or mitigating provisions, which must meet the criteria established in Article 64 and be included in Table No. 5 of Article 66 of the REA.

The admissible value of the guarantees is defined based on the criteria established by the regulations. They can be non-multipurpose guarantees, which are real guarantees that by their nature are considered for single use and, therefore, present characteristics that make them difficult to carry out given their specialized origin and multi-purpose guarantees, which are real guarantees that due to their nature, they are considered to be of multiple use and present characteristics that make them easy to carry out on the market, without any legal or administrative limitations that appreciably restrict their use or the possibility of sale.

*Information on the instruments for which provisions have not been recognized as a result of the guarantee*

Credit and investment portfolio is duly provisioned in accordance with the provisions of the REA, taking into account only the particularities defined for placements in the public sector with support from the National Budget, as stipulated in this regulation.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(c) Credit risk (continued)**

*(iii) Concentration of loans*

As of December 31, 2025 and 2024, regarding the concentration of risk by individual clients, 4 % of the loans portfolio is represented by a public commercial debtor for both years. Regarding the concentration of risk-by-risk group 3 % of the loans portfolio is represented by a private commercial group for both years.

As of December 31, 2025 and 2024, in terms of risk concentration by sector, 10 % and 11 %, respectively, of the loans portfolio is represented by the commercial and repair sector.

As of December 31, 2025 and 2024, in relation to the concentration of risk by geographical regions, 67 % and 66 %, respectively, of the loans portfolio is represented by the South Central Region of the country.

*(iv) Exposure to credit risk*

As of December 31, 2025 and 2024, the most significant assets measured at amortization cost, grouped according to their risk classification, are as follows:

|   | <b>Gross balance<br/>DOP (a)</b> | <b>Allowance<br/>DOP</b> | <b>Net balance<br/>DOP</b> |
|---|----------------------------------|--------------------------|----------------------------|
| <b>December 31, 2025</b>                                |                                  |                          |                            |
| <b>Investments</b>                                      |                                  |                          |                            |
| Non-financial public sector -<br>Classification A       | 130,874,406                      | -                        | 130,874,406                |
| Financial sector -<br>Classification A                  | 46,119,120                       | -                        | 46,119,120                 |
| <b>Total exposure to credit<br/>risk of investments</b> | <b><u>176,993,526</u></b>        | <b><u>-</u></b>          | <b><u>176,993,526</u></b>  |
| <b>Loans portfolio</b>                                  |                                  |                          |                            |
| <i>Major commercial<br/>debtors:</i>                    |                                  |                          |                            |
| Classification A  | 86,278,951                       | 650,621                  | 85,628,330                 |
| Classification B  | 143,809,460                      | 2,551,050                | 141,258,410                |
| Classification C  | 23,272,102                       | 339,338                  | 22,932,764                 |
| Classification D1                                       | 16,214,875                       | 411,497                  | 15,803,378                 |
| Classification D2                                       | 11,161,756                       | 590,108                  | 10,571,648                 |
| Classification E  | 1,387,597                        | 467,227                  | 920,370                    |
| <b>Subtotal</b>   | <b><u>282,124,741</u></b>        | <b><u>5,009,841</u></b>  | <b><u>277,114,900</u></b>  |
| <i>Medium commercial<br/>debtors</i>                    |                                  |                          |                            |
| Classification A  | 2,085,818                        | 20,938                   | 2,064,880                  |
| Classification B  | 126,330                          | 2,484                    | 123,846                    |
| Classification C  | 156,157                          | 10,913                   | 145,244                    |
| Classification D1                                       | 106,070                          | 13,417                   | 92,653                     |
| Classification D2                                       | 43,744                           | 6,727                    | 37,017                     |
| Classification E  | 298,675                          | 149,206                  | 149,469                    |
| <b>Subtotal</b>   | <b><u>2,816,794</u></b>          | <b><u>203,685</u></b>    | <b><u>2,613,109</u></b>    |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(c) Credit risk (continued)**

*(iv) Exposure to credit risk (continued)*

|   | <b>Gross balance<br/>DOP (a)</b> | <b>Allowance<br/>DOP</b> | <b>Net balance<br/>DOP</b> |
|---|----------------------------------|--------------------------|----------------------------|
| <b>December 31, 2025 (continued)</b>                      |                                  |                          |                            |
| <b>Loans portfolio (continued)</b>                        |                                  |                          |                            |
| <i>Minor commercial debtors</i>                           |                                  |                          |                            |
| Classification A  | 65,674,839                       | 657,491                  | 65,017,348                 |
| Classification B  | 2,917,459                        | 83,342                   | 2,834,117                  |
| Classification C  | 2,085,051                        | 385,448                  | 1,699,603                  |
| Classification D1   | 2,743,425                        | 981,623                  | 1,761,802                  |
| Classification D2   | 1,444,912                        | 790,601                  | 654,311                    |
| Classification E  | <u>514,997</u>                   | <u>396,645</u>           | <u>118,352</u>             |
| <b>Subtotal</b>   | <b><u>75,380,683</u></b>         | <b><u>3,295,150</u></b>  | <b><u>72,085,533</u></b>   |
| <i>Consumer credits</i>                                   |                                  |                          |                            |
| - <i>consumer loans</i>                                   |                                  |                          |                            |
| Classification A  | 126,561,415                      | 1,267,876                | 125,293,539                |
| Classification B  | 4,107,280                        | 119,317                  | 3,987,963                  |
| Classification C  | 2,421,651                        | 450,426                  | 1,971,225                  |
| Classification D1   | 3,695,481                        | 1,337,445                | 2,358,036                  |
| Classification D2   | 2,498,689                        | 1,437,502                | 1,061,187                  |
| Classification E  | <u>1,011,442</u>                 | <u>829,113</u>           | <u>182,329</u>             |
| <b>Subtotal</b>   | <b><u>140,295,958</u></b>        | <b><u>5,441,679</u></b>  | <b><u>134,854,279</u></b>  |
| <i>Consumer credits</i>                                   |                                  |                          |                            |
| - <i>personal credit cards</i>                            |                                  |                          |                            |
| Classification A  | 25,014,844                       | 250,149                  | 24,764,695                 |
| Classification B  | 532,008                          | 15,960                   | 516,048                    |
| Classification C  | 332,566                          | 66,513                   | 266,053                    |
| Classification D1   | 642,982                          | 237,287                  | 405,695                    |
| Classification D2   | 335,431                          | 259,766                  | 75,665                     |
| Classification E  | <u>74,381</u>                    | <u>68,049</u>            | <u>6,332</u>               |
| <b>Subtotal</b>   | <b><u>26,932,212</u></b>         | <b><u>897,724</u></b>    | <b><u>26,034,488</u></b>   |
| <i>Mortgage credits</i>                                   |                                  |                          |                            |
| Classification A  | 96,478,046                       | 967,732                  | 95,510,314                 |
| Classification B  | 2,170,985                        | 56,819                   | 2,114,166                  |
| Classification C  | 1,262,316                        | 123,622                  | 1,138,694                  |
| Classification D1   | 930,487                          | 142,795                  | 787,692                    |
| Classification D2   | 271,265                          | 62,844                   | 208,421                    |
| Classification E  | <u>198,168</u>                   | <u>84,881</u>            | <u>113,287</u>             |
| <b>Subtotal</b>   | <b><u>101,311,267</u></b>        | <b><u>1,438,693</u></b>  | <b><u>99,872,574</u></b>   |
| <b>Total credit risk exposure from the loan portfolio</b> | <b><u>628,861,655</u></b>        | <b><u>16,286,772</u></b> | <b><u>612,574,883</u></b>  |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(c) Credit risk (continued)**

*(iv) Exposure to credit risk (continued)*

|   | <b>Gross balance<br/>DOP (a)</b> | <b>Allowance<br/>DOP</b> | <b>Net balance<br/>DOP</b> |
|---|----------------------------------|--------------------------|----------------------------|
| <b>December 31, 2024</b>                                |                                  |                          |                            |
| <b>Investments</b>                                      |                                  |                          |                            |
| Non-financial public sector -<br>Classification A       | <u>14,259,423</u>                | <u>-</u>                 | <u>14,259,423</u>          |
| Financial sector -<br>Classification A                  | <u>201</u>                       | <u>-</u>                 | <u>201</u>                 |
| <b>Total exposure to credit<br/>risk of investments</b> | <b><u>14,259,624</u></b>         | <b><u>-</u></b>          | <b><u>14,259,624</u></b>   |
| <b>Loans portfolio</b>                                  |                                  |                          |                            |
| <i>Major commercial<br/>debtors:</i>                    |                                  |                          |                            |
| Classification A  | 93,013,468                       | 702,717                  | 92,310,751                 |
| Classification B  | 116,802,925                      | 2,059,738                | 114,743,187                |
| Classification C  | 17,895,334                       | 259,711                  | 17,635,623                 |
| Classification D1                                       | 17,748,233                       | 341,310                  | 17,406,923                 |
| Classification D2                                       | 14,721,295                       | 665,010                  | 14,056,285                 |
| Classification E  | <u>2,258,564</u>                 | <u>958,722</u>           | <u>1,299,842</u>           |
| <b>Subtotal</b>   | <b><u>262,439,819</u></b>        | <b><u>4,987,208</u></b>  | <b><u>257,452,611</u></b>  |
| <i>Medium commercial<br/>debtors</i>                    |                                  |                          |                            |
| Classification A  | 2,450,956                        | 24,578                   | 2,426,378                  |
| Classification B  | 76,949                           | 1,040                    | 75,909                     |
| Classification C  | 83,999                           | 7,422                    | 76,577                     |
| Classification D1                                       | 42,246                           | 6,325                    | 35,921                     |
| Classification D2                                       | 483                              | 290                      | 193                        |
| Classification E  | <u>414,422</u>                   | <u>243,498</u>           | <u>170,924</u>             |
| <b>Subtotal</b>   | <b><u>3,069,055</u></b>          | <b><u>283,153</u></b>    | <b><u>2,785,902</u></b>    |
| <i>Minor commercial<br/>debtors</i>                     |                                  |                          |                            |
| Classification A  | 62,289,268                       | 627,368                  | 61,661,900                 |
| Classification B  | 2,778,405                        | 83,855                   | 2,694,550                  |
| Classification C  | 1,731,439                        | 325,101                  | 1,406,338                  |
| Classification D1                                       | 2,356,509                        | 846,989                  | 1,509,520                  |
| Classification D2                                       | 837,082                          | 434,971                  | 402,111                    |
| Classification E  | <u>280,344</u>                   | <u>167,804</u>           | <u>112,540</u>             |
| <b>Subtotal</b>   | <b><u>70,273,047</u></b>         | <b><u>2,486,088</u></b>  | <b><u>67,786,959</u></b>   |
| <i>Consumer credits<br/>- consumer loans</i>            |                                  |                          |                            |
| Classification A  | 121,128,084                      | 1,214,936                | 119,913,148                |
| Classification B  | 3,612,347                        | 109,023                  | 3,503,324                  |
| Classification C  | 2,095,361                        | 387,270                  | 1,708,091                  |
| Classification D1                                       | 3,073,289                        | 1,106,095                | 1,967,194                  |
| Classification D2                                       | 1,255,459                        | 700,347                  | 555,112                    |
| Classification E  | <u>318,821</u>                   | <u>206,713</u>           | <u>112,108</u>             |
| <b>Subtotal</b>   | <b><u>131,483,361</u></b>        | <b><u>3,724,384</u></b>  | <b><u>127,758,977</u></b>  |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(c) Credit risk (continued)**

*(iv) Exposure to credit risk (continued)*

|   | Gross balance<br><u>DOP (a)</u> | Allowance<br><u>DOP</u>  | Net balance<br><u>DOP</u> |
|---|---------------------------------|--------------------------|---------------------------|
| <b>December 31, 2024 (continued)</b>                      |                                 |                          |                           |
| <b>Loans portfolio (continued)</b>                        |                                 |                          |                           |
| <i>Consumer credits</i>                                   |                                 |                          |                           |
| <i>- personal credit cards</i>                            |                                 |                          |                           |
| Classification A  | 21,695,416                      | 216,955                  | 21,478,461                |
| Classification B  | 531,323                         | 15,940                   | 515,383                   |
| Classification C  | 281,134                         | 56,227                   | 224,907                   |
| Classification D1   | 505,443                         | 186,158                  | 319,285                   |
| Classification D2   | 120,408                         | 90,045                   | 30,363                    |
| Classification E  | <u>16,557</u>                   | <u>15,236</u>            | <u>1,321</u>              |
| <b>Subtotal</b>   | <b><u>23,150,281</u></b>        | <b><u>580,561</u></b>    | <b><u>22,569,720</u></b>  |
| <i>Mortgage credits</i>                                   |                                 |                          |                           |
| Classification A  | 81,918,376                      | 813,396                  | 81,104,980                |
| Classification B  | 1,849,404                       | 48,022                   | 1,801,382                 |
| Classification C  | 1,018,728                       | 100,571                  | 918,157                   |
| Classification D1   | 779,910                         | 121,922                  | 657,988                   |
| Classification D2   | 242,147                         | 54,840                   | 187,307                   |
| Classification E  | <u>202,416</u>                  | <u>77,482</u>            | <u>124,934</u>            |
| <b>Subtotal</b>   | <b><u>86,010,981</u></b>        | <b><u>1,216,233</u></b>  | <b><u>84,794,748</u></b>  |
| <b>Total credit risk exposure from the loan portfolio</b> | <b><u>576,426,544</u></b>       | <b><u>13,277,627</u></b> | <b><u>563,148,917</u></b> |

(a) As of December 31, 2025 and 2024, the gross balance of the Bank's loans portfolio excludes a discount of DOP26,567 and DOP26,351, respectively, for the purchase of a discounted portfolio from a local financial institution.

*(v) Credit quality of loans portfolio*

As of December 31, 2025 and 2024, impaired loans and historical default rates are presented as follows:

|                                     | As of December 31, 2025   |                           |                           | As of December 31, 2024   |                           |                           |
|-------------------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
|                                     | <u>Last year</u>          | <u>Last 3 years</u>       | <u>Last 5 years</u>       | <u>Last year</u>          | <u>Last 3 years</u>       | <u>Last 5 years</u>       |
| Past due loans (more than 90 days)  | 6,688,224                 | 4,604,084                 | 4,028,692                 | 4,240,015                 | 3,386,751                 | 3,413,302                 |
| Loans in legal collection           | 319,711                   | 172,683                   | 556,737                   | 171,666                   | 155,627                   | 785,509                   |
| Loss coverage for adjudications     | 335,144                   | 740,895                   | 1,272,769                 | 354,182                   | 908,674                   | 1,102,671                 |
| Write-off portfolio                 | <u>9,256,650</u>          | <u>22,251,862</u>         | <u>30,505,915</u>         | <u>7,311,223</u>          | <u>17,654,237</u>         | <u>22,801,203</u>         |
| <b>Total credits impaired</b>       | <b><u>16,599,729</u></b>  | <b><u>27,769,524</u></b>  | <b><u>36,364,113</u></b>  | <b><u>12,077,086</u></b>  | <b><u>22,105,289</u></b>  | <b><u>28,102,685</u></b>  |
| <b>Gross loan portfolio</b>         | <b><u>616,317,197</u></b> | <b><u>550,383,009</u></b> | <b><u>482,531,779</u></b> | <b><u>559,735,510</u></b> | <b><u>481,859,917</u></b> | <b><u>426,729,278</u></b> |
| <b>Historical rate of default %</b> | <b><u>2.69%</u></b>       | <b><u>5.05%</u></b>       | <b><u>7.54%</u></b>       | <b><u>2.16%</u></b>       | <b><u>4.59%</u></b>       | <b><u>6.59%</u></b>       |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(c) Credit risk (continued)**

*(vi) Coverage of guarantees received*

|                                  | <b>Gross balance<br/>DOP (a)</b> | <b>Allowance<br/>DOP</b>  | <b>Net balance<br/>DOP</b> |
|----------------------------------|----------------------------------|---------------------------|----------------------------|
| <b>December 31, 2025</b>         |                                  |                           |                            |
| <b>Loans portfolio</b>           |                                  |                           |                            |
| <i>Major commercial debtors</i>  |                                  |                           |                            |
| Classification A                 | 86,278,951                       | 18,988,868                | 67,290,083                 |
| Classification B                 | 143,809,460                      | 88,678,192                | 55,131,268                 |
| Classification C                 | 23,272,102                       | 22,898,207                | 373,895                    |
| Classification D1                | 16,214,875                       | 15,958,939                | 255,936                    |
| Classification D2                | 11,161,756                       | 10,764,599                | 397,157                    |
| Classification E                 | <u>1,387,597</u>                 | <u>1,150,463</u>          | <u>237,134</u>             |
| <b>Subtotal</b>                  | <b><u>282,124,741</u></b>        | <b><u>158,439,268</u></b> | <b><u>123,685,473</u></b>  |
| <i>Medium commercial debtors</i> |                                  |                           |                            |
| Classification A                 | 2,085,818                        | 931,454                   | 1,154,364                  |
| Classification B                 | 126,330                          | 65,288                    | 61,042                     |
| Classification C                 | 156,157                          | 106,939                   | 49,218                     |
| Classification D1                | 106,070                          | 91,807                    | 14,263                     |
| Classification D2                | 43,744                           | 33,816                    | 9,928                      |
| Classification E                 | <u>298,675</u>                   | <u>204,983</u>            | <u>93,692</u>              |
| <b>Subtotal</b>                  | <b><u>2,816,794</u></b>          | <b><u>1,434,287</u></b>   | <b><u>1,382,507</u></b>    |
| <i>Minor commercial debtors</i>  |                                  |                           |                            |
| Classification A                 | 65,674,839                       | 9,880,089                 | 55,794,750                 |
| Classification B                 | 2,917,459                        | 431,403                   | 2,486,056                  |
| Classification C                 | 2,085,051                        | 261,993                   | 1,823,058                  |
| Classification D1                | 2,743,425                        | 333,724                   | 2,409,701                  |
| Classification D2                | 1,444,912                        | 109,024                   | 1,335,888                  |
| Classification E                 | <u>514,997</u>                   | <u>144,488</u>            | <u>370,509</u>             |
| <b>Subtotal</b>                  | <b><u>75,380,683</u></b>         | <b><u>11,160,721</u></b>  | <b><u>64,219,962</u></b>   |
| <i>Consumer credits</i>          |                                  |                           |                            |
| <i>- consumer loans</i>          |                                  |                           |                            |
| Classification A                 | 126,561,415                      | 16,554,251                | 110,007,164                |
| Classification B                 | 4,107,280                        | 611,602                   | 3,495,678                  |
| Classification C                 | 2,421,651                        | 282,504                   | 2,139,147                  |
| Classification D1                | 3,695,481                        | 337,987                   | 3,357,494                  |
| Classification D2                | 2,498,689                        | 169,219                   | 2,329,470                  |
| Classification E                 | <u>1,011,442</u>                 | <u>217,707</u>            | <u>793,735</u>             |
| <b>Subtotal</b>                  | <b><u>140,295,958</u></b>        | <b><u>18,173,270</u></b>  | <b><u>122,122,688</u></b>  |
| <i>Consumer credits</i>          |                                  |                           |                            |
| <i>- personal credit cards</i>   |                                  |                           |                            |
| Classification A                 | 25,014,844                       | -                         | 25,014,844                 |
| Classification B                 | 532,008                          | -                         | 532,008                    |
| Classification C                 | 332,566                          | -                         | 332,566                    |
| Classification D1                | 642,982                          | -                         | 642,982                    |
| Classification D2                | 335,431                          | -                         | 335,431                    |
| Classification E                 | <u>74,381</u>                    | <u>-</u>                  | <u>74,381</u>              |
| <b>Subtotal</b>                  | <b><u>26,932,212</u></b>         | <b><u>-</u></b>           | <b><u>26,932,212</u></b>   |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(c) Credit risk (continued)**

**(vi) Coverage of guarantees received (continued)**

|  | <b>Gross balance<br/>DOP (a)</b> | <b>Allowance<br/>DOP</b>  | <b>Net balance<br/>DOP</b> |
|--|----------------------------------|---------------------------|----------------------------|
| <b>December 31, 2025 (continued)</b>                   |                                  |                           |                            |
| <b>Loans portfolio (continued)</b>                     |                                  |                           |                            |
| <i>Mortgage credits</i>                                |                                  |                           |                            |
| Classification A                                       | 96,478,046                       | 78,928,137                | 17,549,909                 |
| Classification B                                       | 2,170,985                        | 1,821,952                 | 349,033                    |
| Classification C                                       | 1,262,316                        | 1,073,615                 | 188,701                    |
| Classification D1                                      | 930,487                          | 781,575                   | 148,912                    |
| Classification D2                                      | 271,265                          | 229,150                   | 42,115                     |
| Classification E                                       | <u>198,168</u>                   | <u>152,152</u>            | <u>46,016</u>              |
| <b>Subtotal</b>  | <b><u>101,311,267</u></b>        | <b><u>82,986,581</u></b>  | <b><u>18,324,686</u></b>   |
| <b>Total credit risk exposure from loans portfolio</b> | <b><u>628,861,655</u></b>        | <b><u>272,194,127</u></b> | <b><u>356,667,528</u></b>  |
| <br>   |                                  |                           |                            |
| <b>December 31, 2024</b>                               |                                  |                           |                            |
| <b>Loans portfolio</b>                                 |                                  |                           |                            |
| <i>Major commercial debtors</i>                        |                                  |                           |                            |
| Classification A                                       | 93,013,468                       | 17,020,522                | 75,992,946                 |
| Classification B                                       | 116,802,925                      | 72,175,257                | 44,627,668                 |
| Classification C                                       | 17,895,334                       | 17,464,127                | 431,207                    |
| Classification D1                                      | 17,748,233                       | 17,541,558                | 206,675                    |
| Classification D2                                      | 14,721,295                       | 14,404,560                | 316,735                    |
| Classification E                                       | <u>2,258,564</u>                 | <u>1,610,628</u>          | <u>647,936</u>             |
| <b>Subtotal</b>  | <b><u>262,439,819</u></b>        | <b><u>140,216,652</u></b> | <b><u>122,223,167</u></b>  |
| <i>Medium commercial debtors</i>                       |                                  |                           |                            |
| Classification A                                       | 2,450,956                        | 1,040,703                 | 1,410,253                  |
| Classification B                                       | 76,949                           | 63,431                    | 13,518                     |
| Classification C                                       | 83,999                           | 49,355                    | 34,644                     |
| Classification D1                                      | 42,246                           | 27,099                    | 15,147                     |
| Classification D2                                      | 483                              | -                         | 483                        |
| Classification E                                       | <u>414,422</u>                   | <u>239,716</u>            | <u>174,706</u>             |
| <b>Subtotal</b>  | <b><u>3,069,055</u></b>          | <b><u>1,420,304</u></b>   | <b><u>1,648,751</u></b>    |
| <i>Minor commercial debtors</i>                        |                                  |                           |                            |
| Classification A                                       | 62,289,268                       | 9,172,798                 | 53,116,470                 |
| Classification B                                       | 2,778,405                        | 386,360                   | 2,392,045                  |
| Classification C                                       | 1,731,439                        | 208,973                   | 1,522,466                  |
| Classification D1                                      | 2,356,509                        | 313,936                   | 2,042,573                  |
| Classification D2                                      | 837,082                          | 122,050                   | 715,032                    |
| Classification E                                       | <u>280,344</u>                   | <u>130,936</u>            | <u>149,408</u>             |
| <b>Subtotal</b>  | <b><u>70,273,047</u></b>         | <b><u>10,335,053</u></b>  | <b><u>59,937,994</u></b>   |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(c) Credit risk (continued)**

**(vi) Coverage of guarantees received (continued)**

|  | <b>Gross balance<br/>DOP (a)</b> | <b>Allowance<br/>DOP</b>  | <b>Net balance<br/>DOP</b> |
|--|----------------------------------|---------------------------|----------------------------|
| <b>December 31, 2024 (continued)</b>                   |                                  |                           |                            |
| <b>Loans portfolio (continued)</b>                     |                                  |                           |                            |
| <i>Consumer credits</i>                                |                                  |                           |                            |
| <i>- consumer loans</i>                                |                                  |                           |                            |
| Classification A                                       | 121,128,084                      | 15,092,397                | 106,035,687                |
| Classification B                                       | 3,612,347                        | 388,023                   | 3,224,324                  |
| Classification C                                       | 2,095,361                        | 245,463                   | 1,849,898                  |
| Classification D1                                      | 3,073,289                        | 309,753                   | 2,763,536                  |
| Classification D2                                      | 1,255,459                        | 110,450                   | 1,145,009                  |
| Classification E                                       | <u>318,821</u>                   | <u>147,836</u>            | <u>170,985</u>             |
| <b>Subtotal</b>  | <b><u>131,483,361</u></b>        | <b><u>16,293,922</u></b>  | <b><u>115,189,439</u></b>  |
| <i>Consumer credits</i>                                |                                  |                           |                            |
| <i>- personal credit cards</i>                         |                                  |                           |                            |
| Classification A                                       | 21,695,416                       | -                         | 21,695,416                 |
| Classification B                                       | 531,323                          | -                         | 531,323                    |
| Classification C                                       | 281,134                          | -                         | 281,134                    |
| Classification D1                                      | 505,443                          | -                         | 505,443                    |
| Classification D2                                      | 120,408                          | -                         | 120,408                    |
| Classification E                                       | <u>16,557</u>                    | <u>-</u>                  | <u>16,557</u>              |
| <b>Subtotal</b>  | <b><u>23,150,281</u></b>         | <b><u>-</u></b>           | <b><u>23,150,281</u></b>   |
| <i>Mortgage credits</i>                                |                                  |                           |                            |
| Classification A                                       | 81,918,376                       | 62,635,518                | 19,282,858                 |
| Classification B                                       | 1,849,404                        | 1,491,796                 | 357,608                    |
| Classification C                                       | 1,018,728                        | 831,438                   | 187,290                    |
| Classification D1                                      | 779,910                          | 642,556                   | 137,354                    |
| Classification D2                                      | 242,147                          | 200,587                   | 41,560                     |
| Classification E                                       | <u>202,416</u>                   | <u>159,656</u>            | <u>42,760</u>              |
| <b>Subtotal</b>  | <b><u>86,010,981</u></b>         | <b><u>65,961,551</u></b>  | <b><u>20,049,430</u></b>   |
| <b>Total credit risk exposure from loans portfolio</b> | <b><u>576,426,544</u></b>        | <b><u>234,227,482</u></b> | <b><u>342,199,062</u></b>  |

(a) As of December 31, 2025 and 2024, the gross balance of the Bank's loans portfolio excludes a discount of DOP26,567 and DOP26,351, respectively, for the purchase of a discounted portfolio from a local financial institution.

**(vii) Credits recovered with assets received in lieu of foreclosure of loans**

A detail of credits recovered with assets received in credit recovery is as follows:

|                   | <b><u>2025</u></b>    | <b><u>2024</u></b>    |
|-------------------|-----------------------|-----------------------|
| Real estate       | 265,706               | 334,292               |
| Personal property | <u>187,326</u>        | <u>98,283</u>         |
|                   | <b><u>453,032</u></b> | <b><u>432,575</u></b> |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**35 Financial risk management (continued)**

**(c) Credit risk (continued)**

*Policies for timely realization of assets received in lieu of foreclosure of loans*

The administration of assets received in lieu of foreclosure of loans is formalized following internal policies and procedures. In this sense, the Bank has established clear criteria for the timely recognition of assets in the portfolio of foreclosure of loans, as well as those concerning the maintenance, publication and sale of these assets. A publication value model is defined for the determination and process of receiving offers, approval and sale.

During the years ended December 31, 2025 and 2024, the Bank recovered credits previously written off in cash for an approximate value of DOP1,102,000 and DOP1,191,000, respectively.

**36 Segments information**

As of December 31, 2025 and 2024, the Bank's operations are primarily organized into the following segments:

| <u>Segment</u>           | <u>Company</u>  | <u>Jurisdiction</u>     | <u>Functional<br/>currency</u> | <u>Equity<br/>shares</u> | <u>Percentage of<br/>voting rights<br/>direct and<br/>indirect</u> |
|--------------------------|---|-------------------------|--------------------------------|--------------------------|--|
| <b>December 31, 2025</b> |   |                         |                                |                          |  |
| Financial                | Banco de Reservas de la República Dominicana - Banco Múltiple | Dominican Republic      | DOP                            | 76,000,000               | 100 %  |
| Related services         | Tenedora Reservas, S. A. and Subsidiaries                     | Dominican Republic      | DOP                            | 1,551,434                | 97.74 %  |
| Related services         | Banreservas Representative Offices, Inc.                      | United State of América | USD                            | <u>63</u>                | 100 %  |
|                          |   |                         |                                | 77,551,497               |  |
|                          | Elimination adjustments in consolidation                      |                         |                                | <u>(1,551,497)</u>       |  |
|                          |   |                         |                                | <b><u>76,000,000</u></b> |  |
| <b>December 31, 2024</b> |   |                         |                                |                          |  |
| Financial                | Banco de Reservas de la República Dominicana - Banco Múltiple | Dominican Republic      | DOP                            | 76,000,000               | 100 %  |
| Related services         | Tenedora Reservas, S. A. and Subsidiaries                     | Dominican Republic      | DOP                            | 1,551,434                | 97.74 %  |
| Related services         | Banreservas Representative Offices, Inc.                      | United State of América | USD                            | <u>58,758</u>            | 100 %  |
|                          |   |                         |                                | 77,610,192               |  |
|                          | Elimination adjustments in consolidation                      |                         |                                | <u>(1,610,192)</u>       |  |
|                          |   |                         |                                | <b><u>76,000,000</u></b> |  |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**36 Segments information (continued)**

Assets, liabilities, revenues, expenses and net profit after eliminations that comprise the consolidated figures of the Bank are as follows:

| <u>Company</u>  | <u>Assets</u>               | <u>Liabilities</u>          | <u>Revenues</u>           | <u>Expenses</u>           | <u>Net profit</u>        |
|---|-----------------------------|-----------------------------|---------------------------|---------------------------|--------------------------|
| <b>December 31, 2025</b>                                      |                             |                             |                           |                           |                          |
| Banco de Reservas de la República Dominicana - Banco Múltiple | 1,281,882,894               | 1,156,988,735               | 160,280,354               | 134,830,370               | 25,449,984               |
| Tenedora Reservas, S. A. and Subsidiaries                     | 68,351,261                  | 41,429,553                  | 43,865,936                | 38,327,578                | 5,538,358                |
| Administradora de Riesgos de Salud Reservas, Inc.             | 1,090,301                   | 838,520                     | 2,370,025                 | 2,338,326                 | 31,699                   |
| Banreservas Representative Offices, Inc.                      | <u>499,635</u>              | <u>491,812</u>              | <u>324,911</u>            | <u>319,326</u>            | <u>5,585</u>             |
|   | 1,351,824,091               | 1,199,748,620               | 206,841,226               | 175,815,600               | 31,025,626               |
| Elimination adjustments in consolidation                      | <u>(36,859,687)</u>         | <u>(9,867,177)</u>          | <u>(9,315,507)</u>        | <u>(3,739,865)</u>        | <u>(5,575,642)</u>       |
|   | <b><u>1,314,964,404</u></b> | <b><u>1,189,881,443</u></b> | <b><u>197,525,719</u></b> | <b><u>172,075,735</u></b> | <b><u>25,449,984</u></b> |
| <b>December 31, 2024</b>                                      |                             |                             |                           |                           |                          |
| Banco de Reservas de la República Dominicana - Banco Múltiple | 1,215,668,596               | 1,105,048,333               | 148,864,799               | 121,298,524               | 27,566,275               |
| Tenedora Reservas, S. A. and Subsidiaries                     | 58,303,943                  | 35,534,057                  | 34,424,145                | 31,525,984                | 2,898,161                |
| Administradora de Riesgos de Salud Reservas, Inc.             | 1,136,272                   | 877,060                     | 2,257,681                 | 2,241,387                 | 16,294                   |
| Banreservas Representative Offices, Inc.                      | <u>115,810</u>              | <u>20,271</u>               | <u>237,996</u>            | <u>193,561</u>            | <u>44,435</u>            |
|   | 1,275,224,621               | 1,141,479,721               | 185,784,621               | 155,259,456               | 30,525,165               |
| Elimination adjustments in consolidation                      | <u>(32,674,978)</u>         | <u>(9,691,914)</u>          | <u>(7,191,313)</u>        | <u>(4,252,597)</u>        | <u>(2,938,716)</u>       |
|   | <b><u>1,242,549,643</u></b> | <b><u>1,131,787,807</u></b> | <b><u>178,593,308</u></b> | <b><u>151,006,859</u></b> | <b><u>27,586,449</u></b> |

**37 Operations with related parties**

The First Resolution of the Monetary Board dated March 18, 2004 approved the Regulation regarding Credit Limits to Related Parties, which established the criteria to determine the related parties of the financial entities.

Loans related to ownership correspond to loans granted to the Dominican State and its related parties, which are excluded from the determination of regulatory ratios related to lending limits. A significant portion of the assets and liabilities, as well as financial income and expenses, relates to balances maintained and transactions carried out with public sector entities.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**37 Operations with related parties (continued)**

As of December 31, 2025 and 2024, loans related to the Bank's management include approximately DOP22,300,000 and DOP26,800,000, respectively. These loans were granted to officers, employees, and related parties by consanguinity and affinity at interest rates more favorable than those offered to non-related parties, in accordance with the Bank's employee incentive policy. Likewise, deposits maintained with related parties bear interest rates under terms different from those applicable to non-related parties.

The main balances and transactions with related parties through ownership for the years ended December 31, 2025 and 2024 include:

| December 31, 2025                  | <u>Condition</u>                   | <u>Short<br/>term DOP</u> | <u>Medium<br/>term DOP</u> | <u>Large<br/>term DOP</u> | <u>Balance<br/>DOP</u> |
|------------------------------------|------------------------------------|---------------------------|----------------------------|---------------------------|------------------------|
| <b>Assets</b>                      |                                    |                           |                            |                           |                        |
| <u>Cash and cash equivalents -</u> |                                    |                           |                            |                           |                        |
| Related to ownership               | Active                             | 158,774,929               | -                          | -                         | 158,774,929            |
| <u>Investments -</u>               |                                    |                           |                            |                           |                        |
| Related to ownership               | Active                             | 20,931,344                | 152,314,712                | 211,351,351               | 384,597,407            |
| <u>Loans portfolio:</u>            |                                    |                           |                            |                           |                        |
| Related to ownership               | Current                            | 14,686,417                | 8,380,760                  | 8,568,093                 | 31,635,270             |
| Related to ownership               | Overdue<br>(31 to<br>90 days)      | 9                         | -                          | -                         | 9                      |
| Related to ownership               | Past due<br>(more than<br>90 days) | 71                        | -                          | -                         | 71                     |
| Officials and employees            | Current                            | <u>651,221</u>            | <u>1,603,257</u>           | <u>11,671,655</u>         | <u>13,926,133</u>      |
|                                    |                                    | <u>15,337,718</u>         | <u>9,984,017</u>           | <u>20,239,748</u>         | <u>45,561,483</u>      |
| Linked to property                 | Current                            | 26,425                    | -                          | -                         | 26,425                 |
| Related to ownership               | Overdue<br>(de 31 to<br>90 days)   | 6                         | -                          | -                         | 6                      |
| Related to ownership               | Past due<br>(more than<br>90 days) | 10                        | -                          | -                         | 10                     |
| Officials and employees            | Current                            | <u>4,448</u>              | <u>5,053</u>               | <u>53,139</u>             | <u>62,640</u>          |
|                                    |                                    | <u>30,889</u>             | <u>5,053</u>               | <u>53,139</u>             | <u>89,081</u>          |
| <u>Interests receivable:</u>       |                                    |                           |                            |                           |                        |
| <u>Accounts receivable:</u>        |                                    |                           |                            |                           |                        |
| Related to ownership               | Current                            | 4,046                     | -                          | -                         | 4,046                  |
| Officials and employees            | Current                            | <u>61,836</u>             | -                          | -                         | <u>61,836</u>          |
|                                    |                                    | <u>65,882</u>             | -                          | -                         | <u>65,882</u>          |
| <u>Other assets -</u>              |                                    |                           |                            |                           |                        |
| Related to management              | Current                            | <u>319,237</u>            | -                          | -                         | <u>319,237</u>         |
|                                    |                                    | <u>195,459,999</u>        | <u>162,303,782</u>         | <u>231,644,238</u>        | <u>589,408,019</u>     |
| <b>Liabilities</b>                 |                                    |                           |                            |                           |                        |
| <u>Checking deposits:</u>          |                                    |                           |                            |                           |                        |
| Related to ownership               | Current                            | 75,500,661                | -                          | -                         | 75,500,661             |
| Officials and employees            | Current                            | <u>121,138</u>            | -                          | -                         | <u>121,138</u>         |
|                                    |                                    | <u>75,621,799</u>         | -                          | -                         | <u>75,621,799</u>      |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**37 Operations with related parties (continued)**

| December 31, 2025 (continued)      | <u>Condition</u>                   | <u>Short<br/>term DOP</u> | <u>Medium<br/>term DOP</u> | <u>Large<br/>term DOP</u> | <u>Balance<br/>DOP</u>    |
|------------------------------------|------------------------------------|---------------------------|----------------------------|---------------------------|---------------------------|
| <b>Liabilities (continued)</b>     |                                    |                           |                            |                           |                           |
| <u>Savings deposits:</u>           |                                    |                           |                            |                           |                           |
| Related to ownership               | Current                            | 89,734,092                | -                          | -                         | 89,734,092                |
| Officials and employees            | Current                            | <u>2,421,964</u>          | <u>-</u>                   | <u>-</u>                  | <u>2,421,964</u>          |
|                                    |                                    | <u>92,156,056</u>         | <u>-</u>                   | <u>-</u>                  | <u>92,156,056</u>         |
| <u>Time deposits:</u>              |                                    |                           |                            |                           |                           |
| Related to ownership               | Current                            | 47,934,483                | -                          | 2,124,911                 | 50,059,394                |
| Officials and employees            | Current                            | <u>2,802,437</u>          | <u>754,022</u>             | <u>49,845</u>             | <u>3,606,304</u>          |
|                                    |                                    | <u>50,736,920</u>         | <u>754,022</u>             | <u>2,174,756</u>          | <u>53,665,698</u>         |
| <u>Borrowed funds -</u>            |                                    |                           |                            |                           |                           |
| Related to ownership               | Current                            | 26,511,756                | -                          | -                         | 26,511,756                |
| <u>Otros Liabilities:</u>          |                                    |                           |                            |                           |                           |
| Related to ownership               | Current                            | <u>767,067</u>            | <u>-</u>                   | <u>173,427</u>            | <u>940,494</u>            |
|                                    |                                    | <u><b>245,793,598</b></u> | <u><b>754,022</b></u>      | <u><b>2,348,183</b></u>   | <u><b>248,895,803</b></u> |
| <br>                               |                                    |                           |                            |                           |                           |
| <b>December 31, 2024</b>           |                                    |                           |                            |                           |                           |
| <b>Assets</b>                      |                                    |                           |                            |                           |                           |
| <u>Cash and cash equivalents -</u> |                                    |                           |                            |                           |                           |
| Related to ownership               | Active                             | 140,272,977               | -                          | -                         | 140,272,977               |
| <u>Investments -</u>               |                                    |                           |                            |                           |                           |
| Related to ownership               | Active                             | 13,319,399                | 90,675,286                 | 284,999,118               | 388,993,803               |
| <u>Loans portfolio:</u>            |                                    |                           |                            |                           |                           |
| Related to ownership               | Current                            | 16,910,235                | 10,340,454                 | 8,568,093                 | 35,818,782                |
| Related to ownership               | Overdue<br>(31 to<br>90 days)      | 17                        | -                          | -                         | 17                        |
| Related to ownership               | Past due<br>(more than<br>90 days) | 120                       | -                          | -                         | 120                       |
| Officials and employees            | Current                            | <u>638,001</u>            | <u>1,473,956</u>           | <u>10,162,317</u>         | <u>12,274,274</u>         |
|                                    |                                    | <u>17,548,373</u>         | <u>11,814,410</u>          | <u>18,730,410</u>         | <u>48,093,193</u>         |
| Related to ownership               | Current                            | 35,746                    | -                          | -                         | 35,746                    |
| Related to ownership               | Overdue<br>(31 to<br>90 days)      | 14                        | -                          | -                         | 14                        |
| Related to ownership               | Past due<br>(more than<br>90 days) | 10                        | -                          | -                         | 10                        |
| Officials and employees            | Current                            | <u>3,655</u>              | <u>6,844</u>               | <u>51,572</u>             | <u>62,071</u>             |
|                                    |                                    | <u>39,425</u>             | <u>6,844</u>               | <u>51,572</u>             | <u>97,841</u>             |
| <u>Interests receivable:</u>       |                                    |                           |                            |                           |                           |
| <u>Accounts receivable:</u>        |                                    |                           |                            |                           |                           |
| Related to ownership               | Current                            | 11,619                    | -                          | -                         | 11,619                    |
| Officials and employees            | Current                            | <u>53,458</u>             | <u>-</u>                   | <u>-</u>                  | <u>53,458</u>             |
|                                    |                                    | <u>65,077</u>             | <u>-</u>                   | <u>-</u>                  | <u>65,077</u>             |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**37 Operations with related parties (continued)**

| December 31, 2024 (continued) | <u>Condition</u> | <u>Short<br/>term DOP</u> | <u>Medium<br/>term DOP</u> | <u>Large<br/>term DOP</u> | <u>Balance<br/>DOP</u> |
|-------------------------------|------------------|---------------------------|----------------------------|---------------------------|------------------------|
| <b>Assets (continued)</b>     |                  |                           |                            |                           |                        |
| <u>Other assets -</u>         |                  |                           |                            |                           |                        |
| Related to management         | Current          | 465,610                   | -                          | -                         | 465,610                |
|                               |                  | <u>171,710,861</u>        | <u>102,496,540</u>         | <u>303,781,100</u>        | <u>577,988,501</u>     |
| <b>Liabilities</b>            |                  |                           |                            |                           |                        |
| <u>Checking deposits:</u>     |                  |                           |                            |                           |                        |
| Related to ownership          | Current          | 94,388,757                | -                          | -                         | 94,388,757             |
| Officials and employees       | Current          | 151,967                   | -                          | -                         | 151,967                |
|                               |                  | <u>94,540,724</u>         | -                          | -                         | <u>94,540,724</u>      |
| <u>Savings deposits:</u>      |                  |                           |                            |                           |                        |
| Related to ownership          | Current          | 81,123,265                | -                          | -                         | 81,123,265             |
| Officials and employees       | Current          | 2,277,622                 | -                          | -                         | 2,277,622              |
|                               |                  | <u>83,400,887</u>         | -                          | -                         | <u>83,400,887</u>      |
| <u>Time deposits:</u>         |                  |                           |                            |                           |                        |
| Related to ownership          | Current          | 38,117,112                | -                          | 2,291,792                 | 40,408,904             |
| Officials and employees       | Current          | 2,802,438                 | 754,022                    | 49,845                    | 3,606,305              |
|                               |                  | <u>40,919,550</u>         | <u>754,022</u>             | <u>2,341,637</u>          | <u>44,015,209</u>      |
| <u>Borrowed funds -</u>       |                  |                           |                            |                           |                        |
| Related to ownership          | Current          | 58,409,355                | -                          | -                         | 58,409,355             |
| <u>Other liabilities:</u>     |                  |                           |                            |                           |                        |
| Related to ownership          | Current          | 752,777                   | -                          | 173,427                   | 926,204                |
|                               |                  | <u>278,023,293</u>        | <u>754,022</u>             | <u>2,515,064</u>          | <u>281,292,379</u>     |

| <u>Type of linkage</u>   | <u>Type of<br/>transaction</u>        | <u>Effect on profit</u> |                 |
|--------------------------|---------------------------------------|-------------------------|-----------------|
|                          |                                       | <u>Income</u>           | <u>Expenses</u> |
| <b>December 31, 2025</b> |                                       |                         |                 |
| <b><u>Income</u></b>     |                                       |                         |                 |
| Related to ownership     | Interest on cash and cash equivalents | 1,573,359               | -               |
| Related to ownership     | Interest on loans                     | 2,363,939               | -               |
| Related to ownership     | Interest on investments               | 29,905,918              | -               |
| Officials and employees  | Interest on loans                     | <u>855,451</u>          | -               |
| <b><u>Expenses</u></b>   |                                       |                         |                 |
| Related to ownership     | Interest on deposits from customers   | -                       | 4,664,840       |
| Related to ownership     | Interest on borrowed funds            | -                       | 911,370         |
| Officials and employees  | Interest on deposits from customers   | -                       | <u>209,139</u>  |
| <b>December 31, 2024</b> |                                       |                         |                 |
| <b><u>Income</u></b>     |                                       |                         |                 |
| Related to ownership     | Interest on cash and cash equivalents | 1,488,224               | -               |
| Related to ownership     | Interest on loans                     | 2,395,772               | -               |
| Related to ownership     | Interest on investments               | 23,349,331              | -               |
| Officials and employees  | Interest on loans                     | <u>775,693</u>          | -               |
| <b><u>Expenses</u></b>   |                                       |                         |                 |
| Related to ownership     | Interest on deposits from customers   | -                       | 5,375,725       |
| Related to ownership     | Interest on borrowed funds            | -                       | 1,270,106       |
| Officials and employees  | Interest on deposits from customers   | -                       | <u>195,642</u>  |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**38 Non-monetary transactions**

Main non-monetary transactions that occurred during the years ended December 31, 2025 and 2024 are as follows:

|  | <u>2025</u> | <u>2024</u> |
|--|-------------|-------------|
| Write-off of loans portfolio and interests receivable  | 9,026,813   | 7,283,985   |
| Assets received in lieu of foreclosure of loans  | 453,032     | 432,575     |
| Transfer between allowance for risky assets:   |             |             |
| Loans portfolio  | 467,962     | (164,897)   |
| Investments  | 44,000      | 109,000     |
| Interests' receivable  | 492,944     | 604,786     |
| Assets received in lieu of foreclosure of loans  | (1,111,506) | (549,889)   |
| Contingent operations  | 106,600     | 1,000       |
| Allowance reversal   | 73          | 26          |
| Loans portfolio discount amortization  | 1,653       | 2,552       |
| Assets received in lieu of foreclosure of written-off loans  | 115,536     | 104,257     |
| Sale of assets received in lieu of foreclosure of loans with credit facilities                             | 355,583     | 244,349     |
| Allowances reversals for sales of received in lieu of foreclosure of loans                                 | 821,318     | 307,626     |
| Subordinated debts issuance cost and discount amortization   | 5,626       | 16,405      |
| Impairment of property, furniture and equipment  | 213,206     | 1,554       |
| Effect on the valuation of investment properties   | 911,166     | -           |
| Transfers from properties under development, for sale and for rent to properties, furniture, and equipment | 4,585,615   | -           |
| Transfers from property, furniture and equipment:  |             |             |
| Operating expenses   | 217,027     | 360,707     |
| Assets received in lieu of foreclosure of loans  | -           | (882)       |
| Other assets   | 38,941      | 23,312      |
| Other liabilities  | -           | (1,990)     |
| Earning from shares in other companies   | 668,737     | 766,606     |
| Amortization of premium and discount on investments, net   | 7,074,631   | 4,702,292   |
| Interest reinvested in receivables   | 10,779,540  | 8,792,434   |
| Deferred tax, net  | 88,234      | 5,347,194   |
| Income tax for the previous year   | 1,237,117   | -           |
| Transfer of profits to others equity reserves  | 15,269,990  | 16,539,765  |
| Assets revaluation surplus   | -           | 7,821,025   |
| Reinvestment of dividends Law No.13-24   | -           | 37,000,000  |

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**39 Subsequent event**

*Effective date of fair value measurement methodology for investments*

As of January 1<sup>st</sup>, 2026, the regulation established the adoption of fair value measurement (mark-to-market) for the classification and measurement of financial instruments of financial intermediation entities (EIF, per its Spanish acronyms) became effective. This implementation was approved through the Fourth Resolution of the Monetary Board dated February 20, 2025, which defined three measurement categories based on the business model and contractual cash flows: fair value through profit or loss, fair value through equity, and amortized cost.

On March 12, 2025, the Superintendence of Banks issued Circular SB No. CSB-REG-202500002, established a transitional period referred to as “Synthetic Fair Value,” applicable through December 31, 2025. This circular established two phases:

- ◆ Phase 1: Synthetic fair value (through December 31, 2025):
  - Reclassification of EIF’ investment portfolios in accordance with the criteria established in the Accounting Manual for Supervised Entities, based on each EIF’s defined business model and the characteristics of the contractual cash flows of its portfolio. A deadline through June 30, 2025 was established to carry out portfolio restructuring, update internal policies where applicable, and obtain approval from each entity’s Board of Directors. Any changes to the defined business model were required to be communicated to the Superintendence of Banks by July 4, 2025.
  - Authorization was granted to dispose of up to 30 % of the instruments classified under the amortized cost portfolio.
  - Assessment of the economic and risk impact on EIF’ portfolios within their stress testing programs and internal capital adequacy assessments.
- ◆ Phase 2: Effective implementation (as of January 1<sup>st</sup>, 2026):

Application of fair value measurement to the investment portfolio and related accounting records, in accordance with the Accounting Manual for Supervised Entities.

This circular was confirmed through Circular Letter No. CCI-REG-202500010 dated June 26, 2025, establishing the timelines for portfolio reclassification by each FIE and the effective date of the final framework as of January 1<sup>st</sup>, 2026.

Additionally, on November 3, 2025, Circular SB No. CSB REG 202500020 was issued, amending the Accounting Manual for Supervised Entities by updating the structure of investment accounts.

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**39 Subsequent event (continued)****Effective date of the fair value measurement methodology for investments (continued)**

Subsequently, the Fifth Resolution of the Monetary Board dated November 27, 2025, certified on December 19, 2025, established the prudential framework applicable to unrealized gains and losses arising from fair value measurement. Among other provisions, this framework allows the inclusion of unrealized gains as part of regulatory secondary capital within applicable regulatory limits, requires the mandatory deduction of unrealized losses for purposes of calculating the solvency ratio, and prohibits the distribution of unrealized gains as dividends

Thereafter, Circular SB No. CSB-REG-202500022 dated December 19, 2025, defined the exceptional accounting treatment for first-time adoption, establishing the criteria for initial fair value adjustments as of January 1<sup>st</sup>, 2026. Likewise, Circular SB No. CSB-REG-2026000001 dated January 16, 2026, set forth regulatory guidelines for applying the provisions of the Fifth Resolution of the Monetary Board dated November 27, 2025.

As a result, during the year ended December 31, 2025, the Bank applied the transitional framework and, in accordance with regulatory requirements, determined the effects of the adoption of fair value measurement. The valuation effects related to available-for-sale investments reported by the Bank as of December 31, 2025, resulted in unrealized losses of approximately DOP2,510,000. This amount was recognized as an initial adjustment in 2026 as unrealized losses on available-for-sale investments (equity).

**Provisions regarding loans to foreign currency-generating borrowers**

On January 23, 2026, the Superintendency of Banks issued Circular SB No. CSB-REG-2026000004, which established the methodological framework for calculating the limit on foreign currency credit exposure to non-foreign currency-generating borrowers. This circular reaffirmed that such limit may not exceed 25 % of foreign currency resources obtained from public deposits and external borrowings and introduced clarifications regarding applicable exclusions, among other matters (see note 35).

**40 Notes required by the Superintendence of Banks**

The Superintendence of Banks's Accounting Manual for Supervised Entities sets the minimum disclosure requirements that the consolidated financial statements of financial institutions should include.

As of December 31, 2025, the following notes are not included because they are not applicable:

- ◆ Changes in accounting policies, accounting estimates and correction of errors
- ◆ Interbank funds

**BANCO DE RESERVAS DE LA REPÚBLICA DOMINICANA -  
BANCO MÚLTIPLE AND SUBSIDIARIES**

Notes to the Consolidated Financial Statements (continued)

Amounts in thousands of Dominican pesos (DOP)

**40 Notes required by the Superintendence of Banks**

- ◆ Derivative transactions
- ◆ Cash purchase and sale contracts
- ◆ Securities lending transactions
- ◆ Trust rights
- ◆ Outstanding securities
- ◆ Collateral agent
- ◆ Separate securitization assets
- ◆ Fair value through profit or loss portfolio results
- ◆ Fair value with changes in OCI portfolio results
- ◆ Financial instruments fair value
- ◆ Earnings per share
- ◆ Business combinations
- ◆ Default on financial liabilities
- ◆ Discontinued operations
- ◆ Other revelations
  - Changes in stock ownership whose amount and number of shares exceeds 1 %, having to indicate the amounts and number of shares;
  - Material liabilities reclassification;
  - Gains or losses from the sale of fixed assets or other assets in subsidiaries, branches, or offices abroad.
  - Losses arising from claims.