

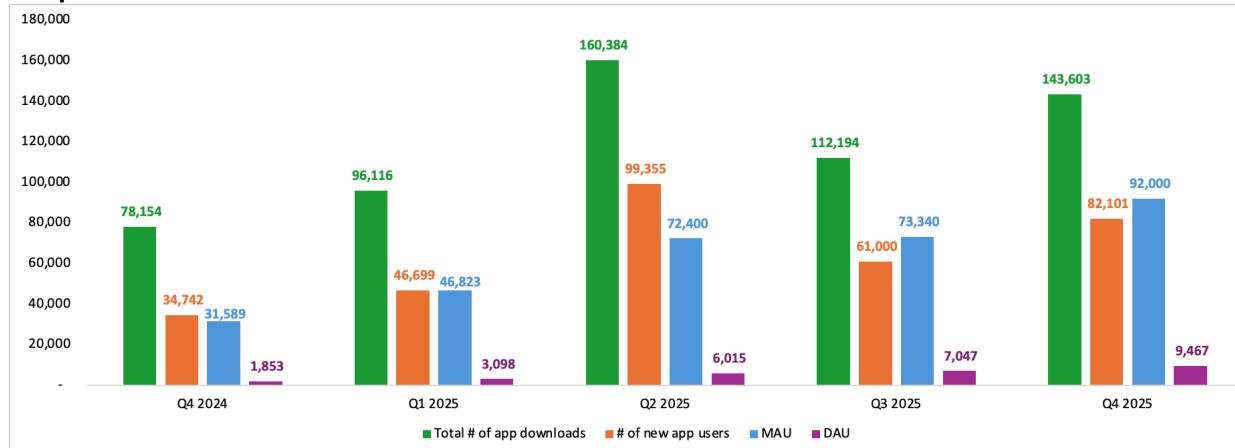
Silk Bank Reports FY 2025 Results and Advances Its Digital-First Strategy

GEL, unless otherwise noted	Q4 2025	Q3 2025	Q4 2024	Change q-o-q	Change, y-o-y
Gross loans, of which	127,108,176	106,332,252	127,891,534	19.5%	-0.6%
Retail/Micro	114,509,899	87,991,229	42,794,815	30.1%	167.6%
SME	12,598,278	18,341,024	85,096,718	-31.3%	-85.2%
Total assets	220,128,372	200,230,942	223,027,495	9.9%	-1.3%
Total deposits	141,293,250	100,215,520	148,326,176	41.0%	-4.7%
Retail deposits	59,636,383	51,968,271	50,439,480	14.8%	18.2%
Total liabilities	164,267,097	137,758,675	161,185,322	19.2%	1.9%
Shareholders' Equity	55,861,275	62,472,266	61,842,173	-10.6%	-9.7%

GEL, unless otherwise noted	Q4 2025	Q3 2025	Q4 2024	Change q-o-q	Change, y-o-y
Net interest income	3,077,582	2,885,833	2,075,445	6.6%	48.3%
Operating expenses	(10,435,034)	(8,391,123)	(7,449,863)	24.4%	40.1%
Profit/(loss) before tax	(8,537,684)	(6,167,386)	(5,516,762)	38.4%	54.8%
Net income/(loss)	(6,857,076)	(6,156,261)	(2,995,213)	11.4%	128.9%

Note: gross loans include factoring

Application Downloads, Monthly Active Users (MAU), and Daily Active Users (DAU) Dynamics and App Adoption Trends



Silk Bank today announced its unaudited financial results for the fourth quarter and full year ended 31 December 2025.

About Silk Bank

Established in 1997 Silk Bank has embarked on a full digital transformation journey in 2023. The bank's mission is to create a holistic experience and simplify everyday life for people in a sustainable way.

For further information please visit www.silkbank.ge or contact:

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Silk Bank, as of the date hereof, has the following credit rating:

Scope Ratings	Credit rating	Outlook
	B-	Stable

For the full year 2025, Silk Bank generated net interest income of GEL 11.1 million, representing a 71.1% YoY increase compared with 2024. This performance was supported by higher interest income and continued margin expansion, with the net interest margin improving to 6.2% from 4.2% in the prior year. Total net operating income increased by 35.6% YoY to GEL 11.9 million.

In the fourth quarter of 2025, Silk Bank continued to deliver solid revenue momentum. Net interest income reached GEL 3.1 million, up 48.3% YoY and 6.6% QoQ, while total net operating income increased to GEL 3.5 million, representing growth of 40.2% compared with the same period last year.

As of 31 December 2025, total assets amounted to GEL 220.1 million, broadly stable year-on-year. Gross retail loan portfolio grew to GEL 114.5 million, while business lending declined as the Bank continued to reposition its balance sheet toward higher-return retail products. Customer deposits totaled GEL 139.4 million at year-end. Retail deposits increased by 18.2% YoY to GEL 59.6 million, partially offset by a reduction in business deposits, reflecting the ongoing shift toward a more granular and diversified funding base. The Bank maintained a strong capital position throughout the year, with the total regulatory capital ratio at 33.4% at the end of Q4 2025, well above regulatory requirements.

Silk Bank delivered substantial operational and digital progress in 2025. SilkApp continued to scale rapidly with total downloads surpassing 500,000. Customer engagement deepened significantly over the year, with SilkApp Tier II users increasing from approximately 26,000 in 2024 to more than 200,000 by the end of 2025.

Digital product adoption gained further momentum, particularly in retail lending. The MERE BNPL card became a core pillar of Silk Bank's offering, with issued cards and approved limits increasing materially during the year, supported by a rapidly expanding merchant network. This growth highlights strong demand for Silk Bank's mobile-first credit products.

Innovation remained central to Silk Bank's strategy throughout the year. In 2025, the Bank became the first in Georgia to introduce native cryptocurrency trading within a regulated mobile banking application, integrating digital assets seamlessly alongside fiat accounts. The launch of 24/7 peer-to-peer acquiring and interbank account-to-account transfers significantly enhanced transaction speed and flexibility, while targeted propositions such as the PLAY card for the gaming community broadened Silk Bank's appeal across distinct customer segments. Continuous improvements to onboarding, navigation and referral journeys further strengthened user engagement.

Artificial intelligence emerged as a key differentiator during the year with Silk Bank launching Georgia's first AI-powered banking chatbot embedded directly within SilkApp. The chatbot provides instant customer assistance and is being further developed to deliver transaction insights and personalised product recommendations supporting the Bank's ambition to move toward more proactive, data-driven financial services.

Aleksi Khoroshvili, Chief Executive Officer of Silk Bank, commented: "The rapid growth of SilkApp from a niche digital channel to a platform with more than 200,000 customers confirms the strength of our digital-first strategy and the growing demand for modern, mobile-led banking in Georgia.

2025 was a year of scaling and investment. The expansion of alternative data-driven lending, the successful rollout of the MERE BNPL card and the launch of Georgia's first AI-powered banking chatbot demonstrate our ability to innovate at pace while laying the foundations for sustainable growth.

Looking ahead to 2026, our focus is firmly on execution. We are building a scalable digital-asset infrastructure to support secure, regulated crypto-fiat services for customers in Georgia and selected international markets. In parallel, we are advancing a robust AI roadmap aimed at both internal process optimisation across operations and risk and the delivery of a new generation of "prompt banking" enabling more intuitive, real-time and personalised customer interactions.

To support this next phase, we established an international advisory board toward the end of 2025, bringing additional global expertise to our strategic priorities. As we deepen retail lending, accelerate engagement across SilkApp and continue to exit legacy segments that no longer align with our long-term strategy, we remain focused on translating digital scale into improving profitability and long-term shareholder value."

Q4 2025 INCOME STATEMENT

<i>GEL, unless otherwise noted</i>	Q4 2025	Q3 2025	Q4 2024	Change, q-o-q	Change, y-o-y
Interest Income	7,017,844	6,537,864	5,473,001	7.3%	28.2%
Interest Expense	(3,940,262)	(3,652,031)	(3,397,556)	7.9%	16.0%
Net Interest Income	3,077,582	2,885,833	2,075,445	6.6%	48.3%
Foreign Currency Related Income/(Loss)	148,349	104,198	340,393	42.4%	-56.4%
Net Other Non-Interest Income	109,781	98,431	6,038	11.5%	1718.0%
Net Fee & Commission Income/(Loss)	131,480	87,314	51,228	50.6%	156.7%
Total Net Operating Income/(Loss)	3,467,192	3,175,776	2,473,104	9.2%	40.2%
Personnel Cost	(3,998,850)	(3,696,803)	(3,288,228)	8.2%	21.6%
Operating expenses	(3,583,355)	(2,955,484)	(2,403,138)	21.2%	49.1%
Advertising costs	(2,043,560)	(939,205)	(1,378,862)	117.6%	48.2%
Depreciation & Amortisation	(745,346)	(738,386)	(312,574)	0.9%	138.5%
Tax Expenses	(63,923)	(61,245)	(67,061)	4.4%	-4.7%
Total Recurring Operating Costs	(10,435,034)	(8,391,123)	(7,449,863)	24.4%	40.1%
Normalised Net Operating Income (Loss)	(6,967,842)	(5,215,347)	(4,976,758)	33.6%	40.0%
Non-Recurring (Costs)/Income	(121,336)	198,269	91,630	-161.2%	-232.4%
Profit (Pre-Bonus) Before Provisions	(7,089,178)	(5,017,078)	(4,885,128)	41.3%	45.1%
Loan Loss (Provisions)/Recovery	(1,449,016)	(1,156,773)	(666,674)	25.3%	117.3%
(Provision)/Recovery On Other Assets	511	6,465	35,040	-92.1%	-98.5%
Net Provision Expense / Recovery	(1,448,505)	(1,150,308)	(631,634)	25.9%	129.3%
Pre-Tax Profit/(Loss)	(8,537,684)	(6,167,386)	(5,516,762)	38.4%	54.8%
Accrued Or Paid Income Tax Benefit (Expense)	1,680,608	11,125	2,521,549	15006.7%	-33.4%
Net Income/(Loss)	(6,857,076)	(6,156,261)	(2,995,213)	11.4%	128.9%

FY 2025 INCOME STATEMENT

<i>GEL, unless otherwise noted</i>	FY 2025	FY 2024	Change, y-o-y
	Unaudited	Audited	
Interest Income	25,973,060	18,601,567	40%
Interest Expense	(14,826,077)	(12,085,162)	23%
Net Interest Income	11,146,984	6,516,405	71%
Foreign Currency Related Income	359,795	2,071,128	-83%
Net Other Non-Interest Income	280,877	144,993	94%
Net fee & commission income	132,224	48,577	172%
Total Net Operating Income/(loss)	11,919,881	8,781,103	36%
Personnel Cost	(14,779,787)	(11,165,655)	32%
Operating expenses	(11,695,583)	(6,955,057)	68%
Advertising costs	(4,401,083)	(2,260,292)	95%
Depreciation & Amortisation	(2,605,297)	(1,219,489)	114%
Tax Expenses	(254,423)	(270,779)	-6%
Total Recurring Operating Costs	(33,736,173)	(21,871,271)	54%
Normalised Net Operating Income (Loss)	(21,816,292)	(13,090,168)	67%
Non-Recurring (Costs)/Income	(130,339)	(71,518)	82%
Profit (Pre-Bonus) Before Provisions	(21,946,631)	(13,161,686)	67%
Loan Loss Provisions	(4,017,088)	(1,280,131)	214%
Provision On Other Assets	45,905	73,286	-37%
Net Provision Expense / Recovery	(3,971,183)	(1,206,844)	229%
Pre-Tax Profit/(Loss)	(25,917,815)	(14,368,530)	80%
Accrued Or Paid Income Tax Benefit (Expense)	1,690,832	2,952,859	-43%
Net Income/(Loss)	(24,226,983)	(11,415,671)	112%

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GEL, unless otherwise noted	YE 2025	Sep-25	YE 2024	Change, q-o-q	Change, y-o-y
	Unaudited	Unaudited	Audited		
Cash and Cash Equivalents	43,057,367	42,645,011	32,982,149	1.0%	30.5%
Gross Loans, of which	127,108,176	106,332,252	127,891,534	19.5%	-0.6%
Retail/micro	114,509,899	87,991,229	42,794,815	30.1%	167.6%
Business	12,598,278	18,341,024	85,096,718	-31.3%	-85.2%
Loan Loss Reserve	(6,054,644)	(4,640,107)	(2,418,684)	30.5%	150.3%
Net Loans	121,053,532	101,692,145	125,472,849	19.0%	-3.5%
Net Property and Equipment	17,418,770	17,409,110	18,260,220	0.1%	-4.6%
Net Intangible Assets	11,550,286	11,977,080	1,802,686	-3.6%	540.7%
Net Investment Securities	17,318,833	17,003,744	24,462,581	1.9%	-29.2%
Assets Held for Sale	3,310,642	3,457,500	3,453,370	-4.2%	-4.1%
Other Assets	6,418,941	6,046,352	16,593,640	6.2%	-61.3%
Total Assets	220,128,372	200,230,942	223,027,495	9.9%	-1.3%
 Customer Deposits, of which	 139,382,186	 98,353,860	 146,426,054	 41.7%	 -4.8%
Retail	59,636,383	51,968,271	50,439,480	14.8%	18.2%
Business	79,745,803	46,385,590	95,986,573	71.9%	-16.9%
Interbank Deposits	117,373	20,500,000	-	-99.4%	nmf
Other CDs	1,911,063	1,861,660	1,900,122	2.7%	0.6%
Borrowed Funds	-	144,945	4,134,225	-100.0%	-100.0%
Subordinated Liabilities	18,872,937	13,877,014	2,131,730	36.0%	785.3%
Other Liabilities	3,983,538	3,021,196	6,593,191	31.9%	-39.6%
Total Liabilities	164,267,097	137,758,675	161,185,322	19.2%	1.9%
Shareholder's Equity	55,861,275	62,472,266	61,842,173	-10.6%	-9.7%
Total Liabilities and Shareholders' Equity	220,128,372	200,230,942	223,027,495	9.9%	-1.3%

SELECTED RATIOS

	Q4 2025	Q3 2025	Q4 2024	FY 2025	FY 2024
Interest yield on average loans to customers	22.0%	20.3%	23.7%	20.4%	13.5%
Net interest margin	6.8%	6.9%	5.3%	6.2%	4.2%
Cost of funds	10.0%	10.1%	10.6%	9.4%	9.4%
Cost/income ratio, normalised	301.0%	264.2%	301.2%	283.0%	249.1%
Costs/average assets, normalised	18.8%	15.9%	15.3%	15.2%	11.2%
NPLs/gross loans	2.4%	4.1%	1.1%	2.4%	1.1%
Cost of risk	4.54%	3.93%	2.74%	3.11%	1.31%
NPL coverage ratio	198%	107%	169%	198%	169%
Loan loss reserve/gross loans	4.8%	4.4%	1.9%	4.8%	1.9%
Net loans/total assets	55.0%	50.8%	56.3%	55.0%	56.3%
Net loans/total deposits	85.7%	101.5%	84.6%	85.7%	84.6%
Total regulatory capital ratio	33.38%	35.76%	28.28%	33.38%	28.28%
Leverage (times)	2.94	2.21	2.61	2.94	2.61

Ratio definitions

Gross interest yield equals interest income for the period divided by average interest-earning assets for the period

Interest yield on average gross customer loans equals interest income from loans to customers of the period divided by the average gross customer loans for the period

Cost of funds equals interest expense of the period divided by average interest-bearing liabilities for the same period; interest-bearing liabilities include customer deposits, borrowings, interbank deposits, other deposits and subordinated debt

Cost/Income equals total recurring operating costs of the period divided by total net operating income for the same period

NPLs include loans that are overdue by 90 days or more at the end of the respective period

Cost of risk equals net provision expense/recovery of the period divided by average gross loans to customers for the same period

Leverage (times) equals total liabilities for the period divided by total equity for the same period

Quarterly ratios are annualised