KAPDEPO
INVESTMENT COMPANY

Issuer analytical overview



Growth without noise

Aloqabank

Issuer overview

Aloqabank is one of Uzbekistan's leading universal banks and has operated in the country's financial market since 1994. The bank was originally focused on financing telecommunications companies, but over time it has significantly diversified its business. Today it provides a wide range of banking services to corporate clients, small and medium-sized businesses, individual entrepreneurs and retail customers. Aloqabank is also integrated into the country's key financial infrastructure as a participant in the national payment system, SWIFT and the Republican Stock Exchange "Tashkent".

In recent years, Aloqabank has been strengthening its position in both domestic and international markets. In May 2026, the bank placed debut Eurobonds of $300 million maturing in 2031, attracting demand of over $1 billion at a coupon rate of 7.7%. In addition, as part of its transformation into a "youth bank", $200 million has been allocated to support youth entrepreneurship, microlending and the development of women-owned businesses.

International credit ratings

Fitch Ratings

BB

Outlook — Positive

Rating affirmed in June 2026

Fitch also affirmed the bank's Viability Rating at "b"

Moody's Ratings

Ba3

Outlook — Stable

Rating upgraded in July 2026 from "B1"

The Baseline Credit Assessment was also affirmed at "b2"

Shareholder structure as of July 1, 2026

65.4%	— Fund for Reconstruction and Development of the Republic of Uzbekistan
13.6%	— Akram Khaydarov
12.1%	— Uzbektelecom JSC
3.5%	— Digital Technologies Development Fund
1.1%	— Electromagnetic Compatibility Center LLC



Trading volume and share price since 2021:

In 2024, the bank carried out a stock split that reduced the par value of one share from 121 UZS to 1 UZS. As a result, the market price of the shares was also adjusted, from 94.79 UZS to 0.63 UZS.



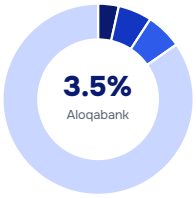
Financials under NAS

bn UZS	2023	2024	2025	9M2026
Total assets	**16,045**	**23,251**	**31,528**	**36,916**
Investments	156.1	391.7	1,155	**1,228**
Total liabilities	13,401	20,169	27,681	**31,816**
Shareholders' equity	**2,643**	**3,082**	**3,847**	**5,100**
Demand deposits	2,712	4,053	4,622	**5,932**
Savings deposits	0	0	702.3	**1,064**
Term deposits	6,515	9,762	10,206	**11,341**
Interest income	1,862	2,249	3,231	**3,011**
Interest expense	1,340	1,865	2,774	**2,401**
Net interest income	521.6	384.7	456.5	**609.9**
Loan loss provisions (ECL)	146.8	364.8	175.8	**146.2**
Non-interest income	1,530	1,866	1,940	**1,678**
Non-interest expense	571.1	810.1	1,052	**913.0**
Operating expenses	608.9	717.5	824.5	**766.1**
Income tax	117.3	51.5	5.8	**0.8**
Net profit	**607.7**	**190.0**	**251.5**	**409.2**
Number of shares (bn)	9.8	2,514	3,214	**3,674**
Share price	90.5	0.4	0.4	**0.9**
Dividends during the year	0	0	0	**0**
Loan portfolio	10,294	12,944	18,810	**23,151**
NPL ratio	1.5%	1.9%	2.5%	**3.5%**
Deposits	9,227	13,815	15,530	**18,337**
Inflation (%)	8.8%	9.8%	7.3%	**6.4%**
USD/UZS exchange rate	12,338	12,920	12,025	**11,821**

Multiples	Book price	EPS	ROA	ROE	P/E	P/B
9M2026, TTM	**1.4**	**0.11**	**1.2%**	**9.0%**	**11.1**	**0.9**

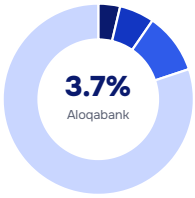
Market

Banks' share of the sector's total loan portfolio



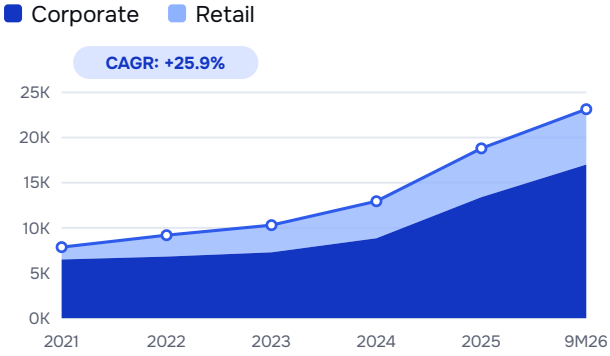
Aloqabank	3.5%
Ipoteka-bank	5.7%
Kapitalbank	6.1%
Other banks	84.7%

Banks' share of the sector's total deposit portfolio

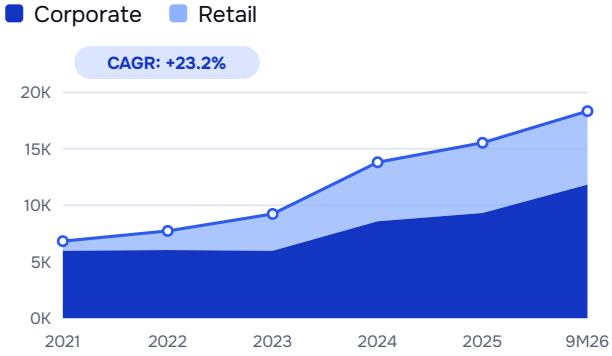


Aloqabank	3.7%
Ipoteka-bank	5.9%
Kapitalbank	10.3%
Other banks	80.1%

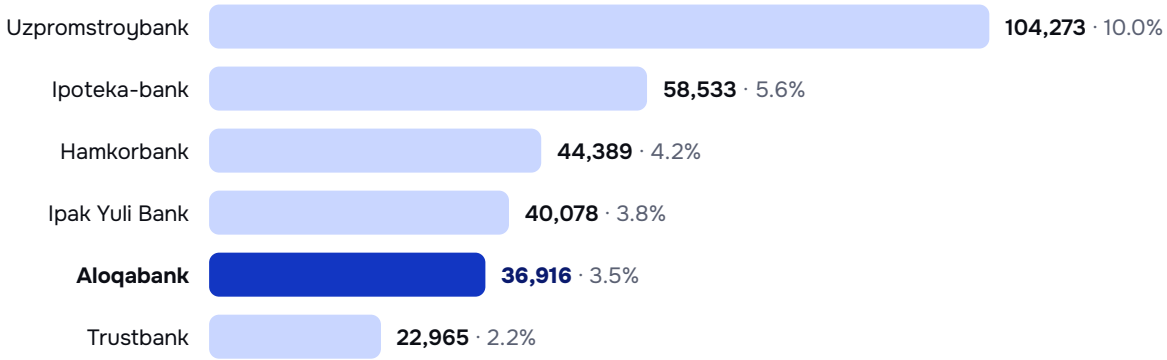
Bank's loan portfolio growth (bn UZS)



Bank's deposit portfolio growth (bn UZS)



Assets of banks with actively traded shares, as of October 1, 2026 (bn UZS, share of the sector)



Forecast

In 9M 2026, Aloqabank earned 409 billion UZS in net profit — more than 1.6 times its full-year 2025 result.

Growth was driven by the expansion of the loan portfolio (+23% year-to-date, to 23.2 trillion UZS) and higher net interest income: 610 billion UZS for nine months versus 457 billion UZS for the whole of last year.

According to our analysis, the bank's shares currently trade about 20% below fair value. We expect the share price to keep rising steadily as earnings and profitability grow.

Fair value per share

= 1.47 UZS

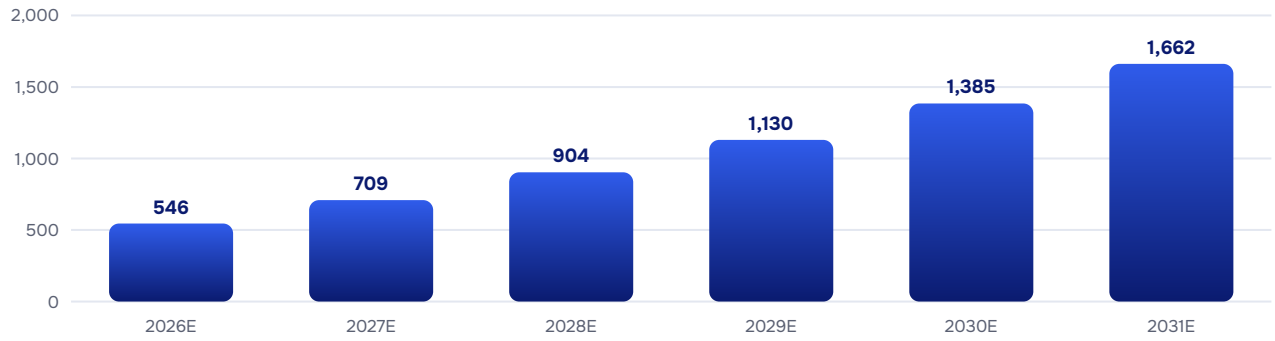
Current price (as of November 13, 2026): **1.22 UZS.** ***Upside: +20.5%***

Investment horizon:

1–2 years

We believe that earnings growth and business expansion are already priced into the shares; the upside potential remains over the long term.

Net profit: actual and forecast, bn UZS



Common share price: actual and forecast, UZS



Conclusion

In the coming years, the key question for Aloqabank is whether it can turn rapid loan growth into comparable earnings growth. Since the end of 2021, the bank's loan portfolio has grown by an average of 25.9% per year, compared with 15.9% for the banking system. Over this period, the bank's share of total sector lending rose from 2.4% to 3.5%. As of October 1, 2026, the portfolio reached 23.2 trillion UZS, up 23% year-to-date.

However, rapid growth has been accompanied by a gradual deterioration in asset quality. The NPL ratio increased from 1.5% at the beginning of 2024 to 2.5% at the beginning of 2026 and 3.5% as of October 1. This is still below the banking system average (3.8%), but the trend deserves attention, especially as provisions cover only about 18% of problem loans: 147 billion UZS against 810 billion UZS. The cost of risk for the nine months was 0.9% annualized. If the quality of new lending continues to deteriorate, the bank will have to increase provisioning, which will weigh on earnings growth.

Another issue is the interest margin, which remains under pressure from high funding costs. The bank raises funds at roughly 10–12% per year, and interest expense absorbs 70–86% of interest income. As a result, the net interest margin narrowed from 4.1% in 2023 to 2.1% in 2025. In 9M 2026 it recovered to 2.8%, but this is not yet enough to speak of a full return to previous levels. The bank partly offsets this with fee and commission income, which accounts for about 21% of operating income.

Based on our residual income model, the fair value of an ordinary share is about 1.47 UZS. After the share price rose to 1.22 UZS, the remaining upside is about 20%. Our recommendation is therefore "Buy". Net profit for the last 12 months was 402 billion UZS, implying a P/E of 11.1x and a P/B of 0.9x.

We expect net profit to grow by 30% in 2027, with growth gradually slowing to 20% by 2031. Over this period, we estimate that return on equity (ROE) will rise from 14% to 18%. If the bank delivers on this scenario, the share price could reach 3.8 UZS by 2031 — roughly three times the current price. However, this potential depends largely on the bank's ability to meet its earnings forecasts. For comparison, Aloqabank ended Q4 2025 with a loss of 6.8 billion UZS. If the last quarter of 2026 proves equally weak, full-year profit may fall short of our forecast of 546 billion UZS.

Overall, Aloqabank shares already trade close to our estimate of fair value. Further share price gains will depend less on the pace of loan portfolio expansion and more on how effectively the bank manages loan quality and monetizes its growing business. For the shares to be re-rated upward, the bank needs to contain the growth of problem loans, restore its interest margin and achieve a return on equity above its cost of equity, which we estimate at 16.7%.

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