

**Intercorp Financial Services Inc. and Subsidiaries**

Interim consolidated financial statements as of March 31, 2022 (unaudited),  
December 31, 2021 (audited) and for the three-month periods ended March 31,  
2022 and 2021 (unaudited)

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### **Content**

#### **Interim consolidated financial statements**

Interim consolidated statement of financial position

Interim consolidated statement of income

Interim consolidated statement of other comprehensive income

Interim consolidated statement of changes in equity

Interim consolidated statement of cash flows

Notes to the interim consolidated financial statements

## Intercorp Financial Services Inc. and Subsidiaries

### Interim consolidated statement of financial position

As of March 31, 2022 (unaudited) and December 31, 2021 (audited)

	Note	31.03.2022 S/(000)	31.12.2021 S/(000)		Note	31.03.2022 S/(000)	31.12.2021 S/(000)
<b>Assets</b>				<b>Liabilities and equity</b>			
Cash and due from banks	4(a)			Deposits and obligations	9		
Non-interest bearing		3,792,960	3,931,419	Non-interest bearing		8,518,172	9,270,255
Interest bearing		9,496,788	12,488,242	Interest bearing		37,984,541	39,627,689
Restricted funds		151,051	684,804			46,502,713	48,897,944
		13,440,799	17,104,465				
Inter-bank funds	4(e)	250,027	30,002	Due to banks and correspondents	10	7,516,160	8,522,849
Financial investments	5	24,306,689	24,547,294	Bonds, notes and other obligations	11	7,821,777	8,389,672
Loans, net:	6			Due from customers on acceptances		48,174	152,423
Loans, net of unearned interest		44,320,280	45,070,500	Insurance contract liabilities	12	11,031,107	11,958,058
Impairment allowance for loans		(2,039,221)	(2,064,917)	Other accounts payable, provisions and other liabilities	8	3,441,295	2,477,601
		42,281,059	43,005,583	Deferred Income Tax liability, net		992	-
				<b>Total liabilities</b>		76,362,218	80,398,547
				<b>Equity, net</b>	13		
				Equity attributable to IFS's shareholders:			
Investment property	7	1,199,760	1,224,454	Capital stock		1,038,017	1,038,017
Property, furniture and equipment, net		807,657	815,118	Treasury stock		(3,363)	(3,363)
Due from customers on acceptances		48,174	152,423	Capital surplus		532,771	532,771
Intangibles and goodwill, net		1,036,743	1,044,749	Reserves		6,000,000	5,200,000
Other accounts receivable and other assets, net	8	1,808,491	1,887,454	Unrealized results, net		(358,979)	(168,300)
Deferred Income Tax asset, net		204,512	142,367	Retained earnings		1,764,889	2,904,912
		85,383,911	89,953,909			8,973,335	9,504,037
<b>Total assets</b>				Non-controlling interest		48,358	51,325
				<b>Total equity, net</b>		9,021,693	9,555,362
				<b>Total liabilities and equity, net</b>		85,383,911	89,953,909

The accompanying notes are an integral part of these consolidated financial statements.

## Intercorp Financial Services Inc. and Subsidiaries

### Interim consolidated statement of income

For the three-month periods ended March 31, 2022 and 2021 (unaudited)

	Note	31.03.2022 S/(000)	31.03.2021 S/(000)
Interest and similar income	15	1,248,118	1,085,687
Interest and similar expenses	15	(303,427)	(251,807)
<b>Net interest and similar income</b>		<b>944,691</b>	<b>833,880</b>
Impairment loss on loans, net of recoveries	6(d.1) and (d.2)	(149,595)	(189,004)
Recovery due to impairment of financial investments	5(c)	2,026	47,223
<b>Net interest and similar income after impairment loss</b>		<b>797,122</b>	<b>692,099</b>
Fee income from financial services, net	16	204,236	201,258
Net gain on foreign exchange transactions		113,485	51,506
Net (loss) gain on sale of financial investments	5(b)	(35,386)	206,084
Net gain on financial assets at fair value through profit or loss	5(e) and 8(b)	2,658	70,787
Net (loss) gain on investment property	7(b)	(13,806)	44,007
Other income	17	37,026	15,275
		<b>308,213</b>	<b>588,917</b>
<b>Insurance premiums and claims</b>			
Net premiums earned	18	177,424	123,009
Net claims and benefits incurred for life insurance contracts and others	18	(198,149)	(240,942)
		<b>(20,725)</b>	<b>(117,933)</b>
<b>Other expenses</b>			
Salaries and employee benefits		(212,235)	(179,878)
Administrative expenses		(249,911)	(216,403)
Depreciation and amortization		(69,455)	(67,661)
Other expenses	17	(49,606)	(48,100)
		<b>(581,207)</b>	<b>(512,042)</b>
<b>Income before translation result and Income Tax</b>		<b>503,403</b>	<b>651,041</b>
Translation result		(4,945)	(30,590)
Income Tax		(95,157)	(91,703)
<b>Net profit for the period</b>		<b>403,301</b>	<b>528,748</b>
<b>Attributable to:</b>			
IFS's shareholders		400,968	526,272
Non-controlling interest		2,333	2,476
		<b>403,301</b>	<b>528,748</b>
<b>Earnings per share attributable to IFS's shareholders, basic and diluted (stated in Soles)</b>	19	<b>3.474</b>	<b>4.560</b>
<b>Weighted average number of outstanding shares (in thousands)</b>	19	<b>115,418</b>	<b>115,418</b>

The accompanying notes are an integral part of these consolidated financial statements.

## Intercorp Financial Services Inc. and Subsidiaries

### Interim consolidated statement of other comprehensive income

For the three-month periods ended March 31, 2022 and 2021 (unaudited)

	31.03.2022 S/(000)	31.03.2021 S/(000)
<b>Net profit for the period</b>	403,301	528,748
<b>Other comprehensive income that will not be reclassified to the consolidated statement of income in subsequent periods:</b>		
Revaluation of gains on equity instruments at fair value through other comprehensive income	34,855	168,108
Income Tax	(8)	(11)
	<u>34,847</u>	<u>168,097</u>
<b>Total unrealized gain that will not be reclassified to the consolidated statement of income</b>		
<b>Other comprehensive income to be reclassified to the consolidated statement of income in subsequent periods:</b>		
Net movement of debt instruments at fair value through other comprehensive income	(832,694)	(1,465,644)
Income Tax	5,326	6,300
	<u>(827,368)</u>	<u>(1,459,344)</u>
Insurance premiums reserve	699,243	996,011
Net movement of cash flow hedges	(6,098)	32,872
Income Tax	1,409	(5,938)
	<u>(4,689)</u>	<u>26,934</u>
Translation of foreign operations	(84,591)	39,065
	<u>(217,405)</u>	<u>(397,334)</u>
<b>Total unrealized loss to be reclassified to the consolidated statement of income in subsequent periods</b>		
<b>Other comprehensive income for the period</b>	(182,558)	(229,237)
	<u>220,743</u>	<u>299,511</u>
<b>Total comprehensive income for the period, net of Income Tax</b>		
<b>Attributable to:</b>		
IFS's shareholders	219,533	298,972
Non-controlling interest	1,210	539
	<u>220,743</u>	<u>299,511</u>

The accompanying notes are an integral part of these consolidated financial statements.

## Intercorp Financial Services Inc. and Subsidiaries

### Interim consolidated statement of changes in equity

For the three-month periods ended March 31, 2022 and 2021 (unaudited)

	Attributable to IFS's shareholders													
	Number of shares						Unrealized results, net							
							Instruments that will not be reclassified to the consolidated statement of Income	Instruments that will be reclassified to the consolidated statement of Income						
								Equity instruments at fair value	Debt instruments at fair value	Insurance premiums reserves	Cash flow hedges reserve	Translation of foreign operations	Retained earnings	Total
	Issued (in thousands)	In treasury (in thousands)	Capital stock S/(000)	Treasury stock S/(000)	Capital surplus S/(000)	Reserves S/(000)		S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)
<b>Balance as of January 1, 2021</b>	115,447	(24)	1,038,017	(2,769)	532,771	5,200,000		297,212	1,667,103	(1,255,845)	(37,108)	165,411	1,303,317	8,908,109
Net profit for the period	-	-	-	-	-	-		-	-	-	-	-	526,272	526,272
Other comprehensive income	-	-	-	-	-	-		167,891	(1,455,467)	994,376	26,835	39,065	-	(227,300)
Total comprehensive income	-	-	-	-	-	-		167,891	(1,455,467)	994,376	26,835	39,065	526,272	298,972
Declared dividends, Note 13(a)	-	-	-	-	-	-		-	-	-	-	-	(332,096)	(332,096)
Purchase of treasury stock, Note 13(b)	-	(5)	-	(605)	-	-		-	-	-	-	-	-	(605)
Sale of equity instruments at fair value through other comprehensive income	-	-	-	-	-	-		(72,930)	-	-	-	-	72,930	-
Others	-	-	-	-	-	-		-	-	-	-	-	527	527
<b>Balance as of March 31, 2021</b>	115,447	(29)	1,038,017	(3,374)	532,771	5,200,000		392,173	211,636	(261,469)	(10,273)	204,476	1,570,950	8,874,907
<b>Balances as of January 1, 2022</b>	115,447	(29)	1,038,017	(3,363)	532,771	5,200,000		(8,787)	(599,626)	134,150	44,878	261,085	2,904,912	9,504,037
Net profit for the period	-	-	-	-	-	-		-	-	-	-	-	400,968	400,968
Other comprehensive income	-	-	-	-	-	-		34,789	(825,062)	698,095	(4,666)	(84,591)	-	(181,435)
Total comprehensive income	-	-	-	-	-	-		34,789	(825,062)	698,095	(4,666)	(84,591)	400,968	219,533
Declared dividends, Note 13(a)	-	-	-	-	-	-		-	-	-	-	-	(751,532)	(751,532)
Transfer of retained earnings to reserves, Note 13(e)	-	-	-	-	-	800,000		-	-	-	-	-	(800,000)	-
Dividends paid to non-controlling interest of Subsidiaries	-	-	-	-	-	-		-	-	-	-	-	-	-
Sale of equity instruments at fair value through other comprehensive income	-	-	-	-	-	-		(9,244)	-	-	-	-	9,244	-
Others	-	-	-	-	-	-		-	-	-	-	-	1,297	1,297
<b>Balance as of March 31, 2022</b>	115,447	(29)	1,038,017	(3,363)	532,771	6,000,000		16,758	(1,424,688)	832,245	40,212	176,494	1,764,889	8,973,335

The accompanying notes are an integral part of these consolidated financial statements.

## Intercorp Financial Services Inc. and Subsidiaries

### Interim consolidated statement of cash flows

For the three-month periods ended March 31, 2022 and 2021 (unaudited)

	31.03.2022 S/(000)	31.03.2021 S/(000)
<b>Cash flows from operating activities</b>		
Net profit for the period	403,301	528,748
<b>Plus (minus) adjustments to net profit</b>		
Impairment loss on loans, net of recoveries	149,595	189,004
Recovery due to impairment of financial investments	(2,026)	(47,223)
Depreciation and amortization	69,455	67,661
Provision for sundry risks	5,793	2,042
(Loss) gain on Deferred Income Tax	(52,042)	73,938
Net loss (gain) on sale of financial investments	35,386	(206,084)
Net gain of financial assets at fair value through profit or loss	(2,658)	(70,787)
Net loss (gain) for valuation of investment property	30,768	(35,506)
Translation result	4,945	30,590
Decrease in accrued interest receivable	151,695	133,103
Decrease in accrued interest payable	(38,704)	(54,268)
<b>Net changes in assets and liabilities</b>		
Net decrease (increase) in loans	586,684	(540,971)
Net decrease (increase) in other accounts receivable and other assets	298,069	(591,675)
Net decrease in restricted funds	537,041	84,142
(Decrease) increase in deposits and obligations	(2,421,686)	2,305,359
Decrease in due to banks and correspondents	(995,403)	(650,560)
Increase in other accounts payable, provisions and other liabilities	(860,643)	1,012,010
Decrease (increase) of investments at fair value through profit or loss	241,422	(170,942)
<b>Net cash (used in) provided by operating activities</b>	<u>(1,859,008)</u>	<u>2,058,581</u>

The accompanying notes are an integral part of these consolidated financial statements.

## Interim consolidated statement of cash flows (continued)

	31.03.2022 S/(000)	31.03.2021 S/(000)
<b>Cash flows from investing activities</b>		
Net purchase of investments at fair value through other comprehensive income and at amortized cost	(992,876)	(1,317,907)
Purchase of property, furniture and equipment	(26,623)	(9,567)
Purchase of intangible assets	(34,651)	(25,057)
Purchase of investment property	(6,074)	(122,798)
<b>Net cash used in investing activities</b>	<u>(1,060,224)</u>	<u>(1,475,329)</u>
<b>Cash flows from financing activities</b>		
Net (increase) decrease in receivable inter-bank funds	(220,025)	18,105
Net decrease in payable inter-bank funds	-	(28,971)
Purchase of treasury stock, net	-	(605)
Lease payments	(21,567)	(22,837)
<b>Net cash used in financing activities</b>	<u>(241,592)</u>	<u>(34,308)</u>
<b>Net (decrease) increase in cash and cash equivalents</b>	(3,160,824)	548,944
Foreign exchange gain on cash and cash equivalents	30,755	33,170
Cash and cash equivalents at the beginning of the year	<u>16,416,311</u>	<u>18,145,919</u>
<b>Cash and cash equivalents at the end of the period</b>	<u>13,286,242</u>	<u>18,728,033</u>

The accompanying notes are an integral part of these consolidated financial statements.



## Intercorp Financial Services Inc. and Subsidiaries

### Notes to the interim consolidated financial statements

As of March 31, 2022 (unaudited) and December 31, 2021 (audited)

#### 1. Business activity

##### (a) Business activity -

Intercorp Financial Services Inc. and Subsidiaries (henceforth "IFS", "the Company" or "the Group"), is a limited liability holding company incorporated in the Republic of Panama on September 19, 2006, and is a Subsidiary of InterCorp Peru Ltd. (henceforth "InterCorp Peru"), a holding Company incorporated in 1997 in the Commonwealth of the Bahamas. As of March 31, 2022 and December 31, 2021, InterCorp Peru holds directly and indirectly 70.65 percent of the issued capital stock of IFS, equivalent to 70.64 percent of the outstanding capital stock of IFS.

IFS's legal domicile is located at Av. Carlos Villarón 140 Urb. Santa Catalina, La Victoria, Lima, Peru.

As of March 31, 2022 and December 31, 2021, IFS holds 99.30 percent of the capital stock of Banco Internacional del Peru S.A.A. - Interbank (henceforth "Interbank"), 99.84 percent of the capital stock of Interseguro Compañía de Seguros S.A. (henceforth "Interseguro"), 100 percent of the capital stock of Inteligo Group Corp. (henceforth "Inteligo").

The operations of Interbank and Interseguro are concentrated in Peru, while the operations of Inteligo and its Subsidiaries (Interfondos S.A. Sociedad Administradora de Fondos, Inteligo Sociedad Agente de Bolsa S.A. and Inteligo Bank Ltd.) are mainly concentrated in Peru and Panama.

The interim consolidated financial statements as of March 31, 2022, have been approved by the Audit Committee and Board's Meeting held on May 10 and 12, 2022, respectively. The audited consolidated financial statements as of December 31, 2021, were approved by the General Shareholders' Meeting held on March 31, 2022.

##### (b) Global pandemic Covid-19 -

###### (b.1) State of National and Sanitary Emergency

Since March 2020, the World Health Organization declared "Covid-19" as a global pandemic, with a significant impact on the world economy. Many countries imposed travel bans, social isolation, and even people in many places have been and were subject to quarantine measures.

In Peru, in March 2020, the Government declared a State of National and Sanitary Emergency ordering the closure of borders, mandatory social isolation, the closure of businesses considered non-essential (the exceptions were the production, distribution and commercialization of food and pharmaceuticals, financial services and healthcare), among other measures related to the health and well-being of citizens.

In May 2020, through Supreme Decree No. 080-2020, the government approved the gradual resumption of economic activities to mitigate the economic negative effects of the pandemic. The proposed reactivation would be in four phases based on the impact of each sector on the economy, being mining and industry, construction, services and tourism and commerce the first ones to restart, followed by manufacturing and agricultural sectors. The last phase had considered the reopening of the entertainment sector with reduced capacity.

By the end of 2020, with the purpose of continuing to contain and mitigate the spread of Covid-19, the Peruvian government issued a series of measures focalized by region, traffic restrictions and new rules on social

## Notes to the interim consolidated financial statements (continued)

cohabitation abiding by the established attendance capacity. However, at the end of 2020 and during the first months of 2021, the country experimented a new and very high wave of infections which was named “second wave”. This new wave of infections caused that some phases of the economic recovery already implemented were gradually scaled back.

Although the vaccination process, implemented by the Peruvian government since 2021, advanced at an accelerated pace as part of the plan designed to face a possible “third wave”, it began in Peru at the beginning of 2022. To protect the citizenry’s health, the Peruvian government issued a series of Supreme Decrees extending the National State of Emergency and the National State of Health Emergency, up to the end of August 2022.

### (b.2) Economic measures adopted by the Peruvian Government

The Ministry of Economy and Finance (henceforth “MEF”), the Central Reserve Bank of Peru (henceforth “BCRP”) and the Superintendence of Banking and Insurance and private Pension Fund Administrators (henceforth “SBS”), activated extraordinary measures aimed to alleviate the financial and economic impact of Covid-19, in particular on customers of the financial system (due to the closure of most sectors of economic activity), as well as some additional measures focused on securing the continuity of the economy’s payment chain.

During 2020, the main measures implemented in the financial system were related to facilities for loans rescheduling (payment deferrals), suspension of counting of past due days, partial withdrawal of deposits from compensation from service time accounts, setting of Repo operations with the BCRP and the launching of credit programs guaranteed by the Peruvian Government, such as “Reactiva Peru”, created through Legislative Decree No. 1455-2020 and expanded through Legislative Decree No. 1485-2020, which has the purpose to secure the continuity of the companies’ payment chain to face the Covid-19’s impact.

Said program grants guarantees to companies to obtain working capital loans and thus comply with their short-term obligations with their workers and suppliers of goods and services. This program manages guarantees for the entire Peruvian financial system whose total amounted to S/60,000,000,000.

During 2020, Interbank granted loans under this modality for S/6,617,142,000. As of March 31, 2022, Interbank maintained loans of the “Reactiva Peru” program for S/4,267,887,000, including accrued interest for S/74,756,000; out of which S/3,750,232,000 are covered by the Peruvian Government (as of December 31, 2021, it maintained S/4,976,073,000, including accrued interest for S/79,936,000, out of which S/4,421,999,000 are covered by the Peruvian Government).

During 2021, the Peruvian government, through the MEF and the SBS, issued a series of Resolutions and Official Letters within the framework of Emergency Decree No. 026-2021 and its amendment by Emergency Decree No. 039-2021, which establishes economic and financial measures aimed to the rescheduling of the loans guaranteed under the “Reactiva Peru” program. In that sense, during 2021, the Bank modified loans of said program for an amount of approximately S/2,012,855,000. As of March 31, 2022 and December 31, 2021, the balance of rescheduled loans under the “Reactiva Peru” program amounts to approximately S/1,932,397,000 and S/1,974,180,000, respectively.

## Notes to the interim consolidated financial statements (continued)

Additionally, through Supreme Decree No. 010-2021-TR, the government authorized the one-off withdrawal of the entirety of deposits for severance indemnity ("CTS" by its Spanish acronym), until December 2021, with the purpose of covering the workers' economic needs caused by the Covid-19 pandemic. At the beginning of 2020, the Peruvian government issued the Emergency Decree No. 033-2020, which allowed each worker to withdraw up to S/2,400 from their CTS accounts.

### (b.3) Measures adopted by the Company and Subsidiaries

Management and the Board of IFS monitor the situation closely and focus on four fundamental pillars, described below:

#### i) Liquidity and solvency

Active participation in the BCRP's daily operations, thus raising funds through loan reporting operations represented by securities. These funds were aimed to loans under the "Reactiva Peru" program and attracted higher levels of deposits. Likewise, to strengthen its capital and regulatory capital to face with the volatile environment, the Group implemented the following measures:

##### Interbank:

- The Shareholders' Meeting held on March 25, 2021, approved the capitalization of profits, previously compromised at the Shareholders' Meeting held on April 3, 2020; and to not distribute dividends.
- The Shareholders' Meeting held on April 3, 2020, approved to reduce the percentage of distributable dividends, with the charge to the period 2019, from 45 percent to 25 percent. In addition, the net profit generated in the first quarter of 2020 also had a capitalization agreement.
- During 2020, Interbank placed international subordinated bonds for US\$300,000,000.

##### Interseguro:

- In Board's Session held on June 30, 2020, Interseguro agreed to the capitalization of S/50,000,000 with charge to the period's net profit. Through the Shareholders' Meeting held on March 9, 2021, the capitalization of S/62,962,963 was approved, which includes the compromised amount in June 2020.
- On September 30, 2020, Interseguro placed subordinated bonds for US\$25,000,000.
- In Shareholders' Meeting held on December 24, 2020, Interseguro agreed the capitalization of S/48,148,000 with charge to the retained earnings.

#### ii) Operations

To sustain the Group's operations, the following measures have been taken:

- Provide to employees with technological tools.
- Implementation of new protocols for business continuity under the current circumstances.
- Monitoring of supplier operations related to the supply of cash.
- Reinforcement of IT systems and cybersecurity.

#### iii) Distribution channels

- Financial stores – implementation of flexible opening hours.
- ATMs – Maintenance and cash availability of cash at full capacity.

## Notes to the interim consolidated financial statements (continued)

- Call center – Increase of telephone operators.
  - Apps and home banking.
- iv) Employees
- Implementation of the Covid-19 protocols and health surveillance.
  - Home office implementation (work from home).
  - “Remote First” implementation (option to work remotely; permanently or under a mixed model – home or office).
  - Implementation of digital services to strengthen health care.

In Management’s opinion, these and other additional measures implemented by the Group have enabled to sufficiently address the negative effects of the Covid-19 pandemic.

## 2. Subsidiaries

IFS’s Subsidiaries are the following:

(a) Banco Internacional del Peru S.A.A. - Interbank and Subsidiaries -

Interbank is incorporated in Peru and is authorized by the Superintendence of Banking, Insurance and Private Pension Funds (henceforth “SBS”, by its Spanish acronym) to operate as a universal bank in accordance with Peruvian legislation. The Bank’s operations are governed by the General Act of the Banking and Insurance System and Organic Act of the SBS – Act No. 26702 (henceforth “the Banking and Insurance Act”), that establishes the requirements, rights, obligations, restrictions and other operating conditions that financial and insurance entities must comply with in Peru.

As of March 31, 2022, Interbank had 182 offices (189 offices as of December 31, 2021). Additionally, it holds approximately 100 percent of the shares of the following Subsidiaries:

Entity	Activity
Internacional de Títulos Sociedad Titulizadora S.A. - Intertítulos S.T.	Manages securitization funds.
Compañía de Servicios Conexos Expressnet S.A.C.	Services related to credit card transactions or products related to the brand “American Express”.

(b) Interseguro Compañía de Seguros S.A. and Subsidiary -

Interseguro is incorporated in Peru and its operations are governed by the Banking and Insurance Act. It is authorized by the SBS to issue life and general risk insurance contracts.

Interseguro holds participations in Patrimonio Fideicometido D.S.093-2002-EF, Interproperties Peru (henceforth “Patrimonio Fideicometido – Interproperties Peru”), that is a structured entity, incorporated in April 2008, and in which several investors (related parties to the Group) contributed investment properties. Each investor or investors have ownership of and specific control over the contributed investment property. The fair values of the properties contributed by Interseguro included in this structured entity as of March 31, 2022 and December 31, 2021, amounted to S/69,786,000 and S/71,302,000, respectively. For accounting purposes and under IFRS 10 “Consolidated Financial Statements” the assets included in said structure are considered “silos”, because they are ring-fenced parts of the wider structured entity (the Patrimonio Fideicometido - Interproperties Peru). The Group has ownership and decision-making power over these properties and the Group has the exposure or rights to their returns; therefore, the Group has consolidated the silos containing the investment properties that it controls.

## Notes to the interim consolidated financial statements (continued)

(c) Inteligo Group Corp. and Subsidiaries -

Inteligo is an entity incorporated in the Republic of Panama. As of March 31, 2022 and December 31, 2021, it holds 100 percent of the shares of the following Subsidiaries:

Entity	Activity
Inteligo Bank Ltd.	It is incorporated in The Commonwealth of the Bahamas and has a branch established in the Republic of Panama that operates under an international license issued by the Superintendence of Banks of the Republic of Panama. Its main activity is to provide private and institutional banking services, mainly to Peruvian citizens.
Inteligo Sociedad Agente de Bolsa S.A.	Brokerage firm incorporated in Peru.
Inteligo Peru Holding S.A.C.	Financial holding company incorporated in Peru in December 2018. As of March 31, 2022 and December 31, 2021, it holds 99.99 percent interest in Interfondos S.A. Sociedad Administradora de Fondos, company that manages mutual funds and investment funds.
Inteligo USA, Inc.	Incorporated in the United States of America in January 2019 and provides investment consultancy and related services.

(d) Negocios e Inmuebles S.A. and Holding Retail Peru S.A. -

These entities were acquired by IFS as part of the purchase of Seguros Sura and Hipotecaria Sura in year 2017. In April 2021, Negocios e Inmuebles S.A. (absorbing company) merged with Holding Retail Peru S.A. (absorbed company), the latter being extinguished without liquidation. As of March 31, 2022 and December 31, 2021, Negocios e Inmuebles S.A., holds 8.50 percent of Interseguro's capital stock.

(e) San Borja Global Opportunities S.A.C. -

Its corporate purpose is the marketing of products and services through Internet, telephony or related and it operates under the name of Shopstar, online marketplace, dedicated to the sale of products from different stores locally.

(f) IFS Digital S.A.C. -

Entity incorporated in August 2020, which its corporate purpose is to perform any type of investments and related services.

## Notes to the interim consolidated financial statements (continued)

### 3. Significant accounting policies

#### 3.1 Basis of presentation and use of estimates -

The interim consolidated financial statements as of March 31, 2022 and December 31, 2021, have been prepared in accordance with IAS 34 "Interim Financial Reporting".

The interim consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the IFS's audited consolidated financial statements as of December 31, 2021 and 2020 (henceforth "Annual Consolidated Financial Statements").

The accompanying interim consolidated financial statements have been prepared on a historical cost basis, except for investment property, derivative financial instruments, financial investments at fair value through profit or loss and through other comprehensive income, which have been measured at fair value. The interim consolidated financial statements are presented in Soles, which is the functional currency of the Group, and all values are rounded to the nearest thousand (S/(000)), except when otherwise indicated.

The preparation of the interim consolidated financial statements, in accordance with the International Financial Reporting Standards (henceforth "IFRS") as issued by the International Accounting Standards Board (IASB), requires Management to make estimations and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses and the disclosure of significant events in the notes to the interim consolidated financial statements.

In that sense, the estimates and criteria are continually assessed and are based on historical experience, as well as other factors, including expectations of future events that are believed to be reasonable under the current circumstances. Existing circumstances and assumptions about future developments, however, may change due to markets' behavior or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur. Actual results could differ from those estimates. The most significant estimates comprised in the accompanying interim consolidated financial statements are related to the calculation of the impairment of the portfolio of loan and financial investments, the measurement of the fair value of the financial investments and investment property, the assessment of the impairment of goodwill, the liabilities for insurance contracts and measurement of the fair value of derivative financial instruments; also, there are other estimates such as provisions for litigation, the estimated useful life of intangible assets and property, furniture and equipment, the estimation of deferred Income Tax and the determination of the terms and estimation of the interest rate of the lease contracts.

#### 3.2 Basis of consolidation -

The interim consolidated financial statements of IFS comprise the financial statements of Intercorp Financial Services Inc. and Subsidiaries. The method adopted by IFS to consolidate information with its Subsidiaries is described in Note 3.3 to the Annual Consolidated Financial Statements.

## Notes to the interim consolidated financial statements (continued)

### 4. Cash and due from banks and inter-bank funds

(a) The detail of cash and due from banks is as follows:

	31.03.2022 S/(000)	31.12.2021 S/(000)
Cash and clearing (b)	2,356,710	2,363,326
Deposits in the BCRP (b)	7,950,099	10,445,851
Deposits in banks (c)	2,979,433	3,607,134
Accrued interest	3,506	3,350
	<u>13,289,748</u>	<u>16,419,661</u>
Restricted funds (d)	151,051	684,804
	<u>151,051</u>	<u>684,804</u>
<b>Total</b>	<u>13,440,799</u>	<u>17,104,465</u>

(b) In accordance with rule in force, Interbank is required to maintain a legal reserve to honor its obligations with the public. This reserve is comprised of funds kept in Interbank and in the BCRP and is made up as follows:

	31.03.2022 S/(000)	31.12.2021 S/(000)
<b>Legal reserve (*)</b>		
Deposits in the BCRP	5,302,099	6,366,151
Cash in vaults	2,110,896	2,171,601
	<u>7,412,995</u>	<u>8,537,752</u>
<b>Subtotal legal reserve</b>	<b>7,412,995</b>	<b>8,537,752</b>
<b>Non-mandatory reserve</b>		
Overnight BCRP deposits (**)	2,648,000	4,079,700
Cash and clearing	245,769	191,673
	<u>2,893,769</u>	<u>4,271,373</u>
<b>Subtotal non-mandatory reserve</b>	<b>2,893,769</b>	<b>4,271,373</b>
Cash balances not subject to legal reserve	45	52
	<u>45</u>	<u>52</u>
<b>Total</b>	<u>10,306,809</u>	<u>12,809,177</u>

(\*) The legal reserve funds maintained in the BCRP are non-interest bearing, except for the part that exceeds the minimum reserve required that accrued interest at a nominal annual rate. As of March 31, 2022 and December 31, 2021, the excess in foreign currency accrued interest in US Dollars at an annual average rate of 0.01 percent. During 2022 and 2021, Interbank did not maintain excess reserves in national currency.

In Group Management's opinion, Interbank has complied with the requirements established by the rules in force related to the computation of the legal reserve.

(\*\*) As of March 31, 2022, corresponds to four term deposits in local currency that Interbank holds in the BCRP, with maturity in the first days of April 2022 and accrue interest at an annual interest rate of 4.00 percent (as of

## Notes to the interim consolidated financial statements (continued)

December 31, 2021, corresponded to six term deposits in local currency that Interbank maintained in the BCRP, matured in the first days of January 2022, and accrued interest at an annual interest rate of 2.50 percent).

- (c) Deposits in domestic banks and abroad are mainly in Soles and US Dollars, they are freely available and accrue interest at market rates.

- (d) The Group maintains restricted funds related to:

	<b>31.03.2022</b>	<b>31.12.2021</b>
	S/(000)	S/(000)
Derivative financial instruments	97,055	121,613
Inter-bank transfers (**)	51,246	141,681
Repurchase agreements with BCRP (*)	-	419,410
Others	2,750	2,100
<b>Total</b>	<b>151,051</b>	<b>684,804</b>

- (\*) As of December 31, 2021, corresponds to deposits maintained in the BCRP which guarantee agreements with said entity; see Note 10(b).

- (\*\*) Funds held at BCRP to guarantee transfers made through the Electronic Clearing House ("CCE", by its Spanish acronym).

Cash and cash equivalents presented in the consolidated statements of cash flows exclude the restricted funds and accrued interest.

- (e) Inter-bank funds

These are loans made between financial institutions with maturity, in general, minor than 30 days. As of March 31, 2022, Inter-bank funds assets accrue interest at an annual rate of 4.00 percent in national currency (annual rate of 2.50 percent in national currency as of December 31, 2021); and do not have specific guarantees.



## Notes to the interim consolidated financial statements (continued)

### 5. Financial investments

(a) This caption is made up as follows, as of March 31, 2022 and December 31, 2021:

	31.03.2022 S/(000)	31.12.2021 S/(000)
Debt instruments measured at fair value through other comprehensive income (b) and (c)	17,784,471	17,629,787
Investments at amortized cost (d)	3,252,447	3,225,174
Investments at fair value through profit or loss (e)	2,469,662	2,706,271
Equity instruments measured at fair value through other comprehensive income (f)	592,456	623,718
<b>Total financial investments</b>	<b>24,099,036</b>	<b>24,184,950</b>
Accrued income		
Debt instruments measured at fair value through other comprehensive income (b)	184,195	291,488
Investments at amortized cost (d)	23,458	70,856
<b>Total</b>	<b>24,306,689</b>	<b>24,547,294</b>

## Notes to the interim consolidated financial statements (continued)

(b) Following is the detail of debt instruments measured at fair value through other comprehensive income:

		Unrealized gross amount				Annual effective interest rates			
	Amortized cost	Gains	Losses (c)	Estimated fair value	Maturity	S/		US\$	
	S/(000)	S/(000)	S/(000)	S/(000)		Min %	Max %	Min %	Max %
As of March 31, 2022									
Corporate, leasing and subordinated bonds (*)	8,102,750	116,237	(626,071)	7,592,916	Apr-22 / Feb-97	1.15	13.07	1.90	90.73
Sovereign Bonds of the Republic of Peru	7,850,071	-	(920,503)	6,929,568	Sep-23 / Feb-55	3.52	7.12	-	-
Variable interest Certificates of Deposit issued by the Central Reserve Bank of Peru	2,120,862	72	(135)	2,120,799	Apr-22 / Jul-22	3.91	4.16	-	-
Bonds guaranteed by the Peruvian Government	519,070	4,197	(15,013)	508,254	Oct-24 / Oct-33	2.99	5.92	4.02	5.77
Global Bonds of the Republic of Peru	502,497	-	(30,165)	472,332	Jul-25 / Dec-32	-	-	3.13	3.60
Global Bonds of the Republic of Colombia	81,422	-	(2,381)	79,041	Mar-23 / Feb-24	-	-	3.36	3.99
Others	84,392	-	(2,831)	81,561	Mar-23 / Feb-34	2.28	2.28	1.82	4.30
Total	19,261,064	120,506	(1,597,099)	17,784,471					
Accrued interest				184,195					
Total				17,968,666					
		Unrealized gross amount				Annual effective interest rates			
	Amortized cost	Gains	Losses (c)	Estimated fair value	Maturity	S/		US\$	
	S/(000)	S/(000)	S/(000)	S/(000)		Min %	Max %	Min %	Max %
As of December 31, 2021									
Corporate, leasing and subordinated bonds (*)	8,125,394	326,929	(300,143)	8,152,180	Jan-22 / Feb-97	0.31	12.48	0.74	23.15
Sovereign Bonds of the Republic of Peru	7,374,357	44	(655,048)	6,719,353	Aug-24 / Feb-55	3.03	6.91	-	-
Variable interest Certificates of Deposit issued by the Central Reserve Bank of Peru	1,440,926	131	(113)	1,440,944	Jan-22 / Mar-22	0.04	0.04	-	-
Negotiable Certificates of Deposit issued by the Central Reserve Bank of Peru	179,815	-	(608)	179,207	Jan-22 / Mar-23	0.31	2.28	-	-
Global Bonds of the Republic of Peru	537,871	-	(11,148)	526,723	Jul-25 / Dec-32	-	-	1.81	2.83
Bonds guaranteed by the Peruvian Government	529,142	7,973	(12,710)	524,405	Oct-24 / Oct-33	3.35	5.51	3.53	7.62
Global Bonds of the Republic of Colombia	88,180	-	(1,205)	86,975	Mar-23 / Feb-24	-	-	1.93	2.48
Total	18,275,685	335,077	(980,975)	17,629,787					
Accrued interest				291,488					
Total				17,921,275					

(\*) As of March 31, 2022 and December 31, 2021, Inteligo holds corporate bonds and mutual funds from different entities for approximately S/217,376,000 and S/391,616,000, respectively, which guarantee loans with Credit Suisse First Boston and Bank J. Safra Sarasin; see Note 10(a).

## Notes to the interim consolidated financial statements (continued)

- (c) The Group, according to the business model applied to these debt instruments, has the capacity to hold these investments for a sufficient period that allows the recovery of the fair value, up to the maximum period for the early recovery or the due date.

Following is the movement of the provision for expected credit loss for these debt instruments, measured at fair value through other comprehensive income:

	31.03.2022	31.12.2021	31.03.2021
<b>Expected credit loss at the beginning of the period</b>	41,108	71,560	71,560
New assets originated or purchased	1,134	2,969	51
Assets derecognized or matured (excluding write-offs)	(402)	(3,387)	(350)
Effect on the expected credit loss due to the change of the stage during the year	860	15,696	-
Reversal for impairment	(3,970)	(33,198)	(46,151)
Others	352	(12,978)	(773)
<b>Total movement of impairment through profit or loss</b>	(2,026)	(30,898)	(47,223)
Effect of foreign exchange variation	(343)	446	85
<b>Expected credit loss at the end of the period</b>	<b>38,739</b>	<b>41,108</b>	<b>24,422</b>

- (d) As of March 31, 2022 and December 31, 2021, investments at amortized cost corresponds to Sovereign Bonds of the Republic of Peru issued in Soles, for an amount of S/3,275,905,000 and S/3,296,030,000, respectively, including accrued interest.

As of March 31, 2022 and December 31, 2021, these investments have maturity dates that range from September 2023 to August 2037, have accrued interest at effective annual rates ranging from 4.29 percent and 6.64 percent, and estimated fair value amounting to approximately S/3,060,279,000 (as of December 31, 2021, their maturity dates ranged from September 2023 to August 2037, accrued interest at effective annual rates between 4.29 percent and 6.58 percent, and its estimated fair value amounted to approximately S/3,181,392,000).

As of March 31, 2022 and December 31, 2021, Interbank keeps loans with the BCRP that are guaranteed with these sovereign bonds, classified as restricted, for approximately S/1,648,492,000 and S/1,643,293,000, respectively; see Note 10(a).

## Notes to the interim consolidated financial statements (continued)

- (e) The composition of financial instruments at fair value through profit or loss is as follows:

	31.03.2022 S/(000)	31.12.2021 S/(000)
<b>Equity instruments</b>		
Local and foreign mutual funds and investment funds participations	1,598,888	1,830,098
Listed shares	631,089	651,813
Non-listed shares	163,234	184,973
<b>Debt instruments</b>		
Indexed Certificates of Deposit issued by the BCRP	14,597	-
Corporate, leasing and subordinated bonds	61,854	39,387
<b>Total</b>	<u>2,469,662</u>	<u>2,706,271</u>

As of March 31, 2022 and December 31, 2021, investments at fair value through profit or loss include investments held for trading for approximately S/297,791,000 and S/282,781,000, respectively; and those assets that are necessarily measured at fair value through profit or loss for approximately S/2,171,871,000 and S/2,423,490,000, respectively.

- (f) As of March 31, 2022 and December 31, 2021, the composition of equity instruments measured at fair value through other comprehensive income is as follow:

	31.03.2022 S/(000)	31.12.2021 S/(000)
Listed shares (g)	555,324	583,684
Non-listed shares	37,132	40,034
<b>Total</b>	<u>592,456</u>	<u>623,718</u>

As of March 31, 2022 and December 31, 2021, it corresponds to investments in shares in the biological sciences, telecommunications, distribution of machinery, energy, construction, financial and massive consumption sectors that are listed on the domestic and foreign markets.

- (g) In October 2021, IFS sold the 2,396,920 shares it held in InRetail Peru Corp. (a related entity), that represented 2.33 percent of its capital stock, which had been designated at fair value through other comprehensive income. The sale was trade through Lima Stock Exchange, at market value for a total amount of US\$84,108,000, equivalent to S/341,646,000. Since the acquisition (2011) and until the sale, the Group had recorded a cumulative gain on valuation for approximately S/270,993,000. In accordance with the provisions of IFRS 9 and considering the classification of this investment; said gain was recorded as a decrease in the caption "Unrealized results, net" and an increase in the caption "Retained earnings" of the consolidated statements of changes in equity.

## Notes to the interim consolidated financial statements (continued)

- (h) Below are the debt instruments measured at fair value through other comprehensive income and at amortized cost according to the stages indicated by IFRS 9 as of March 31, 2022 and December 31, 2021:

Debt instruments measured at fair value through other comprehensive income and at amortized cost	31.03.2022			
	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)
Sovereign Bonds of the Republic of Peru	10,182,015	-	-	10,182,015
Corporate, leasing and subordinated bonds	6,823,489	769,427	-	7,592,916
Variable interest Certificates of Deposit issued by the BCRP	2,120,799	-	-	2,120,799
Bonds guaranteed by the Peruvian government	508,254	-	-	508,254
Global Bonds of the Republic of Peru	472,332	-	-	472,332
Global Bonds of the Republic of Colombia	-	79,041	-	79,041
Others	81,561	-	-	81,561
<b>Total</b>	<b>20,188,450</b>	<b>848,468</b>	<b>-</b>	<b>21,036,918</b>

  

Debt instruments measured at fair value through other comprehensive income and at amortized cost	31.12.2021			
	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)
Sovereign Bonds of the Republic of Peru	9,944,527	-	-	9,944,527
Corporate, leasing and subordinated bonds	7,342,649	809,531	-	8,152,180
Variable interest Certificates of Deposit issued by the BCRP	1,440,944	-	-	1,440,944
Negotiable Certificates of Deposit issued by the BCRP	179,207	-	-	179,207
Global Bonds of the Republic of Peru	526,723	-	-	526,723
Bonds guaranteed by the Peruvian Government	524,405	-	-	524,405
Global Bonds of the Republic of Colombia	-	86,975	-	86,975
<b>Total</b>	<b>19,958,455</b>	<b>896,506</b>	<b>-</b>	<b>20,854,961</b>

## Notes to the interim consolidated financial statements (continued)

### 6. Loan, net

(a) This caption is made up as follows:

	31.03.2022 S/(000)	31.12.2021 S/(000)
<b>Direct loans</b>		
Loans (*)	34,672,213	35,490,230
Credit cards and other loans (**)	5,216,982	4,814,758
Leasing	1,071,455	1,110,958
Factoring	815,318	867,765
Discounted notes	503,410	572,334
Advances and overdrafts	65,789	40,978
Refinanced loans	254,230	236,520
Past due and under legal collection loans	1,334,461	1,554,679
	<u>43,933,858</u>	<u>44,688,222</u>
<b>Plus (minus)</b>		
Accrued interest from performing loans	407,763	404,923
Unearned interest and interest collected in advance	(21,341)	(22,645)
Impairment allowance for loans (d)	(2,039,221)	(2,064,917)
<b>Total direct loans, net</b>	<u>42,281,059</u>	<u>43,005,583</u>
<b>Indirect loans</b>	<u>4,388,162</u>	<u>4,440,458</u>

(\*) As of March 31, 2022 and December 31, 2021, Interbank maintains repo operations of loans represented in securities according to the BCRP's definition. In consequence, loans provided as guarantee amounts to S/3,697,782,000 and S/4,401,121,00, respectively, and is presented in the caption "Loan, net", and the related liability is presented in the caption "Due to banks and correspondents" of the consolidated statement of financial position; see Note 10(b).

(\*\*) As of March 31, 2022 and December 31, 2021, it includes non-revolving consumer loans related to credit card lines for approximately S/2,767,771,000 and S/2,536,448,000, respectively.

## Notes to the interim consolidated financial statements (continued)

(b) The classification of the direct loan portfolio is as follows:

	<b>31.03.2022</b> S/(000)	<b>31.12.2021</b> S/(000)
Commercial loans (c.1)	20,445,415	22,118,918
Consumer loans (c.1)	13,184,001	12,514,499
Mortgage loans (c.1)	8,652,328	8,552,304
Small and micro-business loans (c.1)	1,652,114	1,502,501
<b>Total</b>	<b>43,933,858</b>	<b>44,688,222</b>

Following is the balance of loans under the "Reactiva Peru" program as of March 31, 2022 and December 31, 2021:

	<b>31.03.2022</b> S/(000)	<b>31.12.2021</b> S/(000)
Commercial loans	3,263,609	3,848,904
Small and micro-business loans	929,522	1,047,233
<b>Total</b>	<b>4,193,131</b>	<b>4,896,137</b>

For purposes of estimating the impairment loss in accordance with IFRS 9, the Group's loans is segmented into homogeneous groups that share similar risk characteristics; the Group determined these 3 types of portfolios: Retail Banking (consumer and mortgage loans), Commercial Banking (commercial loans) and Small Business Banking (loans to small and micro-business).

## Notes to the interim consolidated financial statements (continued)

(c) The following table shows the credit quality and maximum exposure to credit risk based on the Group's internal credit rating as of March 31, 2022 and December 31, 2021. The amounts presented do not consider impairment.

	31.03.2022				31.12.2021			
Direct loans, (c.1)	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 (*) S/(000)	Total (*) S/(000)	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 (*) S/(000)	Total (*) S/(000)
<b>Not impaired</b>								
High grade	32,151,439	673,000	-	32,824,439	33,465,863	428,269	-	33,894,132
Standard grade	4,362,148	1,219,508	-	5,581,656	4,408,249	371,023	-	4,779,272
Sub-standard grade	1,732,974	942,965	-	2,675,939	1,918,709	1,191,914	-	3,110,623
Past due but not impaired	719,738	897,799	-	1,617,537	729,660	862,359	-	1,592,019
<b>Impaired</b>								
Individually	-	-	53,056	53,056	-	-	41,069	41,069
Collectively	-	-	1,181,231	1,181,231	-	-	1,271,107	1,271,107
<b>Total direct loans</b>	<b>38,966,299</b>	<b>3,733,272</b>	<b>1,234,287</b>	<b>43,933,858</b>	<b>40,522,481</b>	<b>2,853,565</b>	<b>1,312,176</b>	<b>44,688,222</b>

  

	31.03.2022				31.12.2021			
Contingent Credits: Guarantees and stand-by letters, import and export letters of credit (substantially, all indirect loans correspond to commercial loans)	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)
<b>Not impaired</b>								
High grade	3,500,657	484,521	-	3,985,178	3,871,575	347,420	-	4,218,995
Standard grade	55,588	86,035	-	141,623	79,334	798	-	80,132
Sub-standard grade	196,602	34,450	-	231,052	33,453	82,821	-	116,274
Past due but not impaired	-	-	-	-	-	-	-	-
<b>Impaired</b>								
Individually	-	-	12,909	12,909	-	-	12,909	12,909
Collectively	-	-	17,400	17,400	-	-	12,148	12,148
<b>Total indirect loans</b>	<b>3,752,847</b>	<b>605,006</b>	<b>30,309</b>	<b>4,388,162</b>	<b>3,984,362</b>	<b>431,039</b>	<b>25,057</b>	<b>4,440,458</b>

(\*) As of March 31, 2022, the maximum exposure to credit risk of the Banking segment for direct loans in Stage 3 amounts to S/1,233,991, out of a total amount of S/42,300,441 in the direct loan portfolio (as of December 31, 2021, amounted to S/1,308,216 out of a total amount of S/43,011,805 in the direct loan portfolio). Therefore, as of March 31, 2022, the balance of provisions for said segment amounts to S/2,080,319 (as of December 31, 2021, amounted to S/2,102,465).



## Notes to the interim consolidated financial statements (continued)

(c.1) The following tables show the credit quality and maximum exposure to credit risk for each classification of the direct loans:

	31.03.2022				31.12.2021			
Commercial loans	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)
<b>Not impaired</b>								
High grade	14,480,444	560,742	-	15,041,186	16,535,489	372,946	-	16,908,435
Standard grade	2,112,063	911,629	-	3,023,692	2,229,068	163,143	-	2,392,211
Sub-standard grade	951,294	300,057	-	1,251,351	1,094,980	509,141	-	1,604,121
Past due but not impaired	312,139	351,135	-	663,274	376,301	324,017	-	700,318
<b>Impaired</b>								
Individually	-	-	53,056	53,056	-	-	41,069	41,069
Collectively	-	-	412,856	412,856	-	-	472,764	472,764
<b>Total direct loans</b>	<u>17,855,940</u>	<u>2,123,563</u>	<u>465,912</u>	<u>20,445,415</u>	<u>20,235,838</u>	<u>1,369,247</u>	<u>513,833</u>	<u>22,118,918</u>
	31.03.2022				31.12.2021			
Consumer loans	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)
<b>Not impaired</b>								
High grade	9,763,823	110,428	-	9,874,251	9,365,186	53,219	-	9,418,405
Standard grade	1,430,398	185,869	-	1,616,267	1,386,872	75,474	-	1,462,346
Sub-standard grade	489,496	385,436	-	874,932	527,381	391,980	-	919,361
Past due but not impaired	106,222	361,928	-	468,150	89,186	270,241	-	359,427
<b>Impaired</b>								
Individually	-	-	-	-	-	-	-	-
Collectively	-	-	350,401	350,401	-	-	354,960	354,960
<b>Total direct loans</b>	<u>11,789,939</u>	<u>1,043,661</u>	<u>350,401</u>	<u>13,184,001</u>	<u>11,368,625</u>	<u>790,914</u>	<u>354,960</u>	<u>12,514,499</u>

## Notes to the interim consolidated financial statements (continued)

	31.03.2022				31.12.2021			
Mortgage loans	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)
<b>Not impaired</b>								
High grade	6,821,883	1,414	-	6,823,297	6,749,848	1,838	-	6,751,686
Standard grade	714,849	36,239	-	751,088	715,652	43,702	-	759,354
Sub-standard grade	284,308	165,809	-	450,117	287,750	159,549	-	447,299
Past due but not impaired	269,730	104,538	-	374,268	231,610	93,827	-	325,437
<b>Impaired</b>								
Individually	-	-	-	-	-	-	-	-
Collectively	-	-	253,558	253,558	-	-	268,528	268,528
<b>Total direct loans</b>	<b>8,090,770</b>	<b>308,000</b>	<b>253,558</b>	<b>8,652,328</b>	<b>7,984,860</b>	<b>298,916</b>	<b>268,528</b>	<b>8,552,304</b>
	31.03.2022				31.12.2021			
Small and micro-business loans	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)
<b>Not impaired</b>								
High grade	1,085,289	416	-	1,085,705	815,340	266	-	815,606
Standard grade	104,838	85,771	-	190,609	76,657	88,704	-	165,361
Sub-standard grade	7,876	91,663	-	99,539	8,598	131,244	-	139,842
Past due but not impaired	31,647	80,198	-	111,845	32,563	174,274	-	206,837
<b>Impaired</b>								
Individually	-	-	-	-	-	-	-	-
Collectively	-	-	164,416	164,416	-	-	174,855	174,855
<b>Total direct loans</b>	<b>1,229,650</b>	<b>258,048</b>	<b>164,416</b>	<b>1,652,114</b>	<b>933,158</b>	<b>394,488</b>	<b>174,855</b>	<b>1,502,501</b>

## Notes to the interim consolidated financial statements (continued)

(d) The balances of the direct and indirect loan portfolio and the movement of the respective allowance for expected credit loss, calculated according to IFRS 9, is as follows:

(d.1) Direct loans

	31.03.2022				31.03.2021				31.12.2021
Changes in the allowance for expected credit losses for direct loans, see (d.1.1)	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Total S/(000)
<b>Expected credit loss at beginning of year balances</b>	<b>956,456</b>	<b>404,881</b>	<b>703,580</b>	<b>2,064,917</b>	<b>180,241</b>	<b>1,145,207</b>	<b>1,659,403</b>	<b>2,984,851</b>	<b>2,984,851</b>
Impact of the expected credit loss in the consolidated statement of income -									
New originated or purchased assets	114,808	-	-	114,808	103,813	-	-	103,813	397,989
Assets matured or derecognized (excluding write-offs)	(31,430)	(16,234)	(16,023)	(63,687)	(35,463)	(15,739)	(11,822)	(63,024)	(224,524)
Transfers to Stage 1	110,685	(108,580)	(2,105)	-	77,933	(76,453)	(1,480)	-	-
Transfers to Stage 2	(76,184)	87,089	(10,905)	-	(61,447)	69,462	(8,015)	-	-
Transfers to Stage 3	(5,260)	(144,455)	149,715	-	(14,997)	(189,317)	204,314	-	-
Impact on the expected credit loss for credits that change stage in the year (*)	(75,089)	153,286	111,397	189,594	(53,583)	63,296	211,413	221,126	(106,741)
Others	(151,006)	109,092	(49,536)	(91,450)	(58,690)	(28,965)	15,807	(71,848)	333,280
<b>Total</b>	<b>(113,476)</b>	<b>80,198</b>	<b>182,543</b>	<b>149,265</b>	<b>(42,434)</b>	<b>(177,716)</b>	<b>410,217</b>	<b>190,067</b>	<b>400,004</b>
Write-offs	-	-	(202,909)	(202,909)	-	-	(574,226)	(574,226)	(1,525,094)
Recovery of written-off loans	-	-	36,533	36,533	-	-	43,437	43,437	181,969
Foreign exchange effect	4,019	(3,674)	(8,930)	(8,585)	2,830	2,143	5,438	10,411	23,187
<b>Expected credit loss at the end of year balances</b>	<b>846,999</b>	<b>481,405</b>	<b>710,817</b>	<b>2,039,221</b>	<b>140,637</b>	<b>969,634</b>	<b>1,544,269</b>	<b>2,654,540</b>	<b>2,064,917</b>

(d.1.1) The following tables show the movement of the allowance for expected credit losses for each classification of the direct loan portfolio:

	31.03.2022				31.03.2021				31.12.2021
Commercial loans	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Total S/(000)
<b>Expected credit loss at beginning of year</b>	<b>100,874</b>	<b>60,100</b>	<b>182,467</b>	<b>343,441</b>	<b>71,272</b>	<b>98,040</b>	<b>68,448</b>	<b>237,760</b>	<b>237,760</b>
Impact of the expected credit loss in the consolidated statement of income -									
New originated or purchased assets	13,859	-	-	13,859	21,889	-	-	21,889	30,045
Assets derecognized or matured (excluding write-offs)	(5,484)	(4,466)	(8,526)	(18,476)	(14,167)	(3,970)	(545)	(18,682)	(48,459)
Transfers to Stage 1	24,369	(24,074)	(295)	-	9,183	(9,183)	-	-	-
Transfers to Stage 2	(8,666)	10,082	(1,416)	-	(6,686)	6,705	(19)	-	-
Transfers to Stage 3	(1,317)	(35,887)	37,204	-	(185)	(4,460)	4,645	-	-
Impact on the expected credit loss for credits that change stage in the year (*)	(17,173)	6,732	32,051	21,610	(5,581)	19,610	12,019	26,048	171,697
Others	(13,857)	42,065	(32,306)	(4,098)	(5,858)	(8,177)	(2,966)	(17,001)	(36,542)
<b>Total</b>	<b>(8,269)</b>	<b>(5,548)</b>	<b>26,712</b>	<b>12,895</b>	<b>(1,405)</b>	<b>525</b>	<b>13,134</b>	<b>12,254</b>	<b>116,741</b>
Write-offs	-	-	(20,567)	(20,567)	-	-	(6,859)	(6,859)	(27,392)
Recovery of written-off loans	-	-	265	265	-	-	235	235	1,404
Foreign exchange effect	4,295	(3,581)	(7,170)	(6,456)	2,526	1,694	2,528	6,748	14,928
<b>Expected credit loss at end of year</b>	<b>96,900</b>	<b>50,971</b>	<b>181,707</b>	<b>329,578</b>	<b>72,393</b>	<b>100,259</b>	<b>77,486</b>	<b>250,138</b>	<b>343,441</b>

(\*) With the purpose of reflecting the impact of the uncertainty due to the Covid-19 pandemic, see Note 1(b), during 2022 and 2021, the Group decided to apply its expert judgment in determining the expected credit loss, see Note 30.1(d.7) to the annual audited consolidated financial statements.

## Notes to the interim consolidated financial statements (continued)

	31.03.2022				31.03.2021				31.12.2021
Consumer loans	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Total S/(000)
<b>Expected credit loss at beginning of year</b>	<b>802,421</b>	<b>263,219</b>	<b>336,041</b>	<b>1,401,681</b>	<b>85,321</b>	<b>901,602</b>	<b>1,426,470</b>	<b>2,413,393</b>	<b>2,413,393</b>
Impact of the expected credit loss in the consolidated statement of income -									
New originated or purchased assets	90,443	-	-	90,443	79,970	-	-	79,970	348,647
Assets derecognized or matured (excluding write-offs)	(24,920)	(10,922)	(3,381)	(39,223)	(20,526)	(10,699)	(8,535)	(39,760)	(152,520)
Transfers to Stage 1	47,224	(45,717)	(1,507)	-	51,055	(49,772)	(1,283)	-	-
Transfers to Stage 2	(61,775)	63,368	(1,593)	-	(48,274)	53,107	(4,833)	-	-
Transfers to Stage 3	(2,168)	(74,522)	76,690	-	(14,150)	(170,330)	184,480	-	-
Impact on the expected credit loss for loans that change stage in the year (*)	(31,235)	139,715	56,987	165,467	(36,082)	23,591	179,289	166,798	(429,660)
Others	(120,208)	23,106	16,339	(80,763)	(40,536)	(15,339)	20,297	(35,578)	459,139
<b>Total</b>	<b>(102,639)</b>	<b>95,028</b>	<b>143,535</b>	<b>135,924</b>	<b>(28,543)</b>	<b>(169,442)</b>	<b>369,415</b>	<b>171,430</b>	<b>225,606</b>
Write-offs	-	-	(171,887)	(171,887)	-	-	(556,729)	(556,729)	(1,414,948)
Recovery of written-off loans	-	-	34,465	34,465	-	-	42,371	42,371	175,287
Foreign exchange effect	(62)	(21)	(457)	(540)	15	205	809	1,029	2,343
<b>Expected credit loss at end of year</b>	<b>699,720</b>	<b>358,226</b>	<b>341,697</b>	<b>1,399,643</b>	<b>56,793</b>	<b>732,365</b>	<b>1,282,336</b>	<b>2,071,494</b>	<b>1,401,681</b>

  

	31.03.2022				31.03.2021				31.12.2021
Mortgage loans	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Total S/(000)
<b>Expected credit loss at beginning of year</b>	<b>12,669</b>	<b>42,681</b>	<b>99,850</b>	<b>155,200</b>	<b>11,123</b>	<b>62,782</b>	<b>114,079</b>	<b>187,984</b>	<b>187,984</b>
Impact of the expected credit loss in the consolidated statement of income -									
New originated or purchased assets	400	-	-	400	772	-	-	772	2,357
Assets derecognized or matured (excluding write-offs)	(169)	(214)	(3,658)	(4,041)	(415)	(156)	(2,351)	(2,922)	(15,754)
Transfers to Stage 1	3,175	(3,175)	-	-	1,730	(1,730)	-	-	-
Transfers to Stage 2	(281)	3,504	(3,223)	-	(731)	3,859	(3,128)	-	-
Transfers to Stage 3	(20)	(689)	709	-	(468)	(1,525)	1,993	-	-
Impact on the expected credit loss for credits that change stage in the year (*)	(2,974)	257	3,793	1,076	(1,229)	(893)	4,863	2,741	(35,772)
Others	(886)	234	60	(592)	(910)	(619)	(1,784)	(3,313)	13,055
<b>Total</b>	<b>(755)</b>	<b>(83)</b>	<b>(2,319)</b>	<b>(3,157)</b>	<b>(1,251)</b>	<b>(1,064)</b>	<b>(407)</b>	<b>(2,722)</b>	<b>(36,114)</b>
Write-offs	-	-	(1,345)	(1,345)	-	-	(367)	(367)	(2,419)
Recovery of written-off loans	-	-	-	-	-	-	-	-	-
Foreign exchange effect	(213)	(72)	(1,287)	(1,572)	265	241	2,048	2,554	5,749
<b>Expected credit loss at end of year</b>	<b>11,701</b>	<b>42,526</b>	<b>94,899</b>	<b>149,126</b>	<b>10,137</b>	<b>61,959</b>	<b>115,353</b>	<b>187,449</b>	<b>155,200</b>

(\*) With the purpose of reflecting the impact of the uncertainty due to the Covid-19 pandemic, see Note 1(b), during 2022 and 2021, the Group decided to apply its expert judgment in determining the expected credit loss, see Note 30.1(d.7) to the annual audited consolidated financial statements.

# Notes to the interim consolidated financial statements (continued)

Small and micro-business loans	31.03.2022				31.03.2021				31.12.2021
	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Stage 1 S/(000)	Stage 2 S/(000)	Stage 3 S/(000)	Total S/(000)	Total S/(000)
<b>Expected credit loss at beginning of year</b>	<u>40,492</u>	<u>38,881</u>	<u>85,222</u>	<u>164,595</u>	<u>12,525</u>	<u>82,783</u>	<u>50,406</u>	<u>145,714</u>	<u>145,714</u>
Impact of the expected credit loss in the consolidated statement of income -									
New originated or purchased assets	10,106	-	-	10,106	1,182	-	-	1,182	16,940
Assets derecognized or matured (excluding write-offs)	(857)	(632)	(458)	(1,947)	(355)	(914)	(391)	(1,660)	(7,791)
Transfers to Stage 1	35,917	(35,614)	(303)	-	15,965	(15,768)	(197)	-	-
Transfers to Stage 2	(5,462)	10,135	(4,673)	-	(5,756)	5,791	(35)	-	-
Transfers to Stage 3	(1,755)	(33,357)	35,112	-	(194)	(13,002)	13,196	-	-
Impact on the expected credit loss for loans that change stage in the year (*)	(23,707)	6,582	18,566	1,441	(10,691)	20,988	15,242	25,539	186,994
Others	<u>(16,055)</u>	<u>43,687</u>	<u>(33,629)</u>	<u>(5,997)</u>	<u>(11,386)</u>	<u>(4,830)</u>	<u>260</u>	<u>(15,956)</u>	<u>(102,372)</u>
<b>Total</b>	<b>(1,813)</b>	<b>(9,199)</b>	<b>14,615</b>	<b>3,603</b>	<b>(11,235)</b>	<b>(7,735)</b>	<b>28,075</b>	<b>9,105</b>	<b>93,771</b>
Write-offs	-	-	(9,110)	(9,110)	-	-	(10,271)	(10,271)	(80,335)
Recovery of written-off loans	-	-	1,803	1,803	-	-	831	831	5,278
Foreign exchange effect	<u>(1)</u>	<u>-</u>	<u>(16)</u>	<u>(17)</u>	<u>24</u>	<u>3</u>	<u>53</u>	<u>80</u>	<u>167</u>
<b>Expected credit loss at end of year</b>	<u><b>38,678</b></u>	<u><b>29,682</b></u>	<u><b>92,514</b></u>	<u><b>160,874</b></u>	<u><b>1,314</b></u>	<u><b>75,051</b></u>	<u><b>69,094</b></u>	<u><b>145,459</b></u>	<u><b>164,595</b></u>

(d.2) Indirect loans (substantially, all indirect loans correspond to commercial loans)

Changes in the allowance for expected credit losses for indirect loans	31.03.2022				31.03.2021				31.12.2021
	Stage 1 S(000)	Stage 2 S(000)	Stage 3 S(000)	Total S(000)	Stage 1 S(000)	Stage 2 S(000)	Stage 3 S(000)	Total S(000)	Total S(000)
<b>Expected credit loss at beginning of year balances</b>	<u>8,594</u>	<u>18,492</u>	<u>13,243</u>	<u>40,329</u>	<u>15,741</u>	<u>18,945</u>	<u>23,037</u>	<u>57,723</u>	<u>57,723</u>
Impact of the expected credit loss in the consolidated statement of income -									
New originated or purchased assets	965	-	-	965	2,717	-	-	2,717	4,016
Assets derecognized or matured	(719)	(864)	(96)	(1,679)	(2,508)	(481)	(902)	(3,891)	(19,950)
Transfers to Stage 1	353	(353)	-	-	200	(131)	(69)	-	-
Transfers to Stage 2	(206)	206	-	-	(419)	419	-	-	-
Transfers to Stage 3	(7)	(99)	106	-	-	-	-	-	-
Impact on the expected credit loss for credits that change stage in the year (*)	(213)	286	657	730	(146)	(146)	189	(103)	1,085
Others	<u>1,751</u>	<u>(1,025)</u>	<u>(412)</u>	<u>314</u>	<u>1,807</u>	<u>(1,024)</u>	<u>(569)</u>	<u>214</u>	<u>(3,578)</u>
<b>Total</b>	<b>1,924</b>	<b>(1,849)</b>	<b>255</b>	<b>330</b>	<b>1,651</b>	<b>(1,363)</b>	<b>(1,351)</b>	<b>(1,063)</b>	<b>(18,427)</b>
Foreign exchange effect	<u>64</u>	<u>925</u>	<u>(9)</u>	<u>980</u>	<u>242</u>	<u>131</u>	<u>16</u>	<u>389</u>	<u>1,033</u>
<b>Expected credit loss at the end of year balances, Note 10(a)</b>	<u><b>10,582</b></u>	<u><b>17,568</b></u>	<u><b>13,489</b></u>	<u><b>41,639</b></u>	<u><b>17,634</b></u>	<u><b>17,713</b></u>	<u><b>21,702</b></u>	<u><b>57,049</b></u>	<u><b>40,329</b></u>

(\*) With the purpose of reflecting the impact of the uncertainty due to the Covid-19 pandemic, see Note 1(b), during 2022 and 2021, the Group decided to apply its expert judgment in determining the expected credit loss, see Note 30.1(d.7) to the annual audited consolidated financial statements.

## Notes to the interim consolidated financial statements (continued)

### 7. Investment property

(a) This caption is made up as follows:

	31.03.2022 S/(000)	31.12.2021 S/(000)	Acquisition or construction year	Valuation methodology as of March 31, 2022 and as of December 31, 2021
<b>Land</b>				
San Isidro – Lima	261,777	281,535	2009	Appraisal
San Martín de Porres – Lima	65,245	66,408	2015	Appraisal
Nuevo Chimbote	31,409	33,863	2021	Appraisal
Others	44,259	47,404	-	Appraisal / Cost
	<u>402,690</u>	<u>429,210</u>		
<b>Completed investment property - “Real Plaza” Shopping Malls</b>				
Talara	33,231	32,554	2015	DCF
	<u>33,231</u>	<u>32,554</u>		
<b>Buildings</b>				
Ate Vitarte – Lima	144,420	116,432	2006	DCF/Appraisal
Orquídeas - San Isidro – Lima (d)	125,522	153,452	2017	DCF
Piura (d)	118,471	116,595	2008/2020	DCF/Appraisal
Paseo del Bosque (d)	102,227	105,398	2021	DCF
Chorrillos – Lima(d)	67,473	67,043	2017	DCF
Chimbote(d)	46,429	44,212	2015	DCF
Maestro-Huancayo	33,330	31,965	2017	DCF
Cusco	30,948	30,852	2017	DCF
Others	95,019	96,741	-	DCF
	<u>763,839</u>	<u>762,690</u>		
<b>Total</b>	<u>1,199,760</u>	<u>1,224,454</u>		

DCF: Discounted cash flow

(i) As of March 31, 2022 and December 31, 2021, there are no liens on investment property.

## Notes to the interim consolidated financial statements (continued)

- (b) The net gain on investment properties as of March 31, 2022 and 2021, consists of the following:

	<b>31.03.2022</b> S/(000)	<b>31.03.2021</b> S/(000)
Income from rental of investment property	16,962	8,501
(Loss) gain on valuation of investment property	(30,768)	35,506
<b>Total</b>	<b>(13,806)</b>	<b>44,007</b>

- (c) The movement of investment property as of March 31, 2022 and 2021, is as follows:

	<b>31.03.2022</b> S/(000)	<b>31.03.2021</b> S/(000)
<b>Beginning of period balances</b>	1,224,454	1,043,978
Additions (d)	6,074	122,798
Valuation (loss) gain	(30,768)	35,506
Net transfers	-	1,616
<b>Balances as of March 31</b>	<b>1,199,760</b>	<b>1,203,898</b>
<b>Balances as of December 31, 2021</b>		<b>1,224,454</b>

- (d) During 2021, it mainly corresponds to the purchase of the “Paseo del Bosque” building, which was purchased from a third party.

## Notes to the interim consolidated financial statements (continued)

### 8. Other accounts receivable and other assets, net, and other accounts payable, provisions and other liabilities

(a) These captions are comprised of the following:

	31.03.2022 S/(000)	31.12.2021 S/(000)
<b>Other accounts receivable and other assets</b>		
<b>Financial Instruments</b>		
Accounts receivable related to derivative financial instruments (b)	537,827	793,361
Other accounts receivable, net	435,195	455,060
Accounts receivable from sale of investments	247,041	12,366
Operations in process	121,028	86,193
Assets for technical reserves for claims and premiums by reinsurers	51,637	53,104
Others	19,584	22,749
	<u>1,412,312</u>	<u>1,422,833</u>
<b>Non-financial Instruments</b>		
Payments in advance of Income Tax	158,899	255,437
Investments in associates	109,089	99,767
Deferred charges	94,239	75,316
Realizable assets, received as payment and seized through legal actions	26,871	26,871
Prepaid rights to related entity	3,399	3,399
Others	3,682	3,831
	<u>396,179</u>	<u>464,621</u>
<b>Total</b>	<u>1,808,491</u>	<u>1,887,454</u>
<b>Other accounts payable, provisions and other liabilities</b>		
<b>Financial Instruments</b>		
Contract liability with investment component	759,600	736,637
Dividends payable	753,089	1,219
Other accounts payable	595,734	546,528
Accounts payable related to derivative financial instruments (b)	374,080	413,797
Lease liabilities	213,930	234,946
Accounts payable for acquisitions of investments	209,442	17,817
Operations in process	177,955	169,515
Workers' profit sharing and salaries payable	91,031	113,874
Allowance for indirect loan losses, Note 6(d.2)	41,639	40,329
Accounts payable to reinsurers and coinsurers	7,051	4,215
	<u>3,223,551</u>	<u>2,278,877</u>
<b>Non-financial Instruments</b>		
Taxes payable	101,590	76,823
Provision for other contingencies	69,209	64,935
Deferred income	44,190	46,145
Others	2,755	10,821
	<u>217,744</u>	<u>198,724</u>
<b>Total</b>	<u>3,441,295</u>	<u>2,477,601</u>



## Notes to the interim consolidated financial statements (continued)

(b) The following table presents, as of March 31, 2022 and December 31, 2021, the fair value of derivative financial instruments recorded as assets or liabilities, including their notional amounts:

	Assets S/(000)	Liabilities S/(000)	Notional amount S/(000)	Effective part recognized in other comprehensive income during the year S/(000)	Maturity	Hedged instruments	Caption of the consolidated statement of financial position where the hedged item has been recognized
<b>As of March 31, 2022</b>							
<b>Derivatives held for trading -</b>							
Forward exchange contracts	122,889	102,304	10,783,004	-	Between April 2022 and March 2023	-	-
Interest rate swaps	30,722	11,674	1,976,042	-	Between April 2022 and June 2036	-	-
Currency swaps	83,112	187,157	3,252,547	-	Between April 2022 and March 2029	-	-
Cross currency swaps	-	72,547	217,657	-	January 2023	-	-
Options	181	398	57,589	-	Between April 2022 and March 2023	-	-
	<u>236,904</u>	<u>374,080</u>	<u>16,286,839</u>	<u>-</u>			
<b>Derivatives held as hedges -</b>							
<b>Cash flow hedges:</b>							
Cross currency swaps (CCS)	213,847	-	1,630,818	(3,343)	January 2023	Corporate bonds	Bonds, notes and obligations outstanding
Cross currency swaps (CCS)	87,076	-	555,150	12,743	October 2027	Senior bonds	Bonds, notes and obligations outstanding
	<u>300,923</u>	<u>-</u>	<u>2,185,968</u>	<u>9,400</u>			
	<u>537,827</u>	<u>374,080</u>	<u>18,472,807</u>	<u>9,400</u>			
	Assets S/(000)	Liabilities S/(000)	Notional amount S/(000)	Effective part recognized in other comprehensive income during the year S/(000)	Maturity	Hedged instruments	Caption of the consolidated statement of financial position where the hedged item has been recognized
<b>As of December 31, 2021</b>							
<b>Derivatives held for trading -</b>							
Forward exchange contracts	53,421	128,250	8,631,830	-	Between January 2022 and December 2022	-	-
Interest rate swaps	40,139	30,325	2,969,027	-	Between January 2022 and June 2036	-	-
Currency swaps	220,979	162,917	4,162,325	-	Between January 2022 and April 2028	-	-
Cross currency swaps	-	92,299	234,667	-	January 2023	-	-
Options	-	6	1,816	-	Between January 2022 and June 2022	-	-
	<u>314,539</u>	<u>413,797</u>	<u>15,999,665</u>	<u>-</u>			
<b>Derivatives held as hedges -</b>							
<b>Cash flow hedges:</b>							
Cross currency swaps (CCS)	343,535	-	1,758,267	37,251	January 2023	Corporate bonds	Bonds, notes and obligations outstanding
Cross currency swaps (CCS)	135,287	-	599,700	44,735	October 2027	Senior bond	Bonds, notes and obligations outstanding
	<u>478,822</u>	<u>-</u>	<u>2,357,967</u>	<u>81,986</u>			
	<u>793,361</u>	<u>413,797</u>	<u>18,357,632</u>	<u>81,986</u>			

(i) As of March 31, 2022 and December 31, 2021, certain derivative financial instruments hold collateral deposits; see Note 4(d).

(ii) For the designated hedging derivatives mentioned in the table above, changes in fair values of hedging instruments completely offset the changes in fair values of hedged items; therefore, there has been no hedge ineffectiveness as of March 31, 2022 and December 31, 2021. During the year 2021 and 2020, there were no discontinued hedges accounting.

(iii) Derivatives held for trading are traded mainly to satisfy clients' needs. The Group may also take positions with the expectation of profiting from favorable movements in prices or rates. Also, this caption includes any derivatives which do not comply with IFRS 9 hedging accounting requirements.

## Notes to the interim consolidated financial statements (continued)

### 9. Deposits and obligations

(a) This caption is made up as follows:

	<b>31.03.2022</b> S/(000)	<b>31.12.2021</b> S/(000)
Saving deposits	21,591,962	22,541,822
Demand deposits	14,397,751	14,433,164
Time deposits	9,577,348	10,954,233
Compensation for service time (c)	920,938	962,596
Other obligations	14,714	6,129
<b>Total</b>	<b>46,502,713</b>	<b>48,897,944</b>

(b) Interest rates applied to deposits and obligations are determined based on the market interest rates.

(c) In April 2021, through Act No. 31171, "Act Authorizing the Withdrawal of Severance Indemnities to Cover Economic Needs Caused by the Covid-19 Pandemic", the Peruvian government authorized customers to withdraw, as a one-off and until December 31, 2021, the 100 percent of their severance indemnity deposits accumulated. As of December 31, 2021, 242,000 customers withdrew approximately S/ 1,630,000,000.

(d) As of March 31, 2022 and December 31, 2021, approximately S/ 16,627,409,000 and S/ 17,180,174,000, respectively, of deposits and obligations are covered by the Peruvian Deposit Insurance Fund.

## Notes to the interim consolidated financial statements (continued)

### 10. Due to banks and correspondents

(a) This caption is comprised of the following:

	31.03.2022 S/(000)	31.12.2021 S/(000)
<b>By type -</b>		
Banco Central de Reserva del Peru (b)	5,260,692	6,332,527
Promotional credit lines	1,614,897	1,595,405
Loans received from foreign entities	502,928	322,947
Loans received from Peruvian entities	108,303	226,713
	<u>7,486,820</u>	<u>8,477,592</u>
Interest and commissions payable	29,340	45,257
	<u>7,516,160</u>	<u>8,522,849</u>
<b>By term -</b>		
Short term	753,120	1,068,838
Long term	6,763,040	7,454,011
	<u>7,516,160</u>	<u>8,522,849</u>
<b>Total</b>	<u>7,516,160</u>	<u>8,522,849</u>

(b) As part of the exceptional measures implemented to mitigate the financial and economic impact generated by the Covid-19 pandemic, see Note 1(b), the BCRP issued a series of regulations related to the loans repurchase agreements. In this sense, as of March 31, 2022, Interbank took in repurchase agreements of loan portfolio for an amount of S/34,992,000 (S/4,183,571,000 as of December 31, 2021).

As of March 31, 2022, include repurchase operations on loans represented by securities according to which Interbank received a debit in local currency for approximately S/3,688,068,000 (S/4,389,903,000 as of December 31, 2021), and gives to commercial and micro and small business loans as guarantee; see Note 6(a).

## Notes to the interim consolidated financial statements (continued)

### 11. Bonds, notes and other obligations

(a) This caption is comprised of the following:

Issuance	Issuer	Annual interest rate	Interest payment	Maturity	Amount issued (000)	31.03.2022 S/(000)	31.12.2021 S/(000)
<b>Local issuances</b>							
<b>Subordinated bonds – first program</b>							
Eighth (A series)	Interbank	6.91%	Semi-annually	2022	S/ 137,900	137,900	137,900
						137,900	137,900
<b>Subordinated bonds – second program</b>							
Second (A series)	Interbank	5.81%	Semi-annually	2023	S/ 150,000	149,952	149,938
Third (A series)	Interbank	7.50%	Semi-annually	2023	US\$50,000	184,757	199,175
						334,709	349,113
<b>Subordinated bonds – third program</b>							
Third - single series	Interseguro	4.84%	Semi-annually	2030	US\$25,000	92,450	99,675
First - single series	Interseguro	6.00%	Semi-annually	2029	US\$20,000	73,887	79,663
Second - single series	Interseguro	4.34%	Semi-annually	2029	US\$20,000	73,960	79,740
						240,297	259,078
<b>Corporate bonds – second program</b>							
Fifth (A series)	Interbank	3.41% + VAC (*)	Semi-annually	2029	S/ 150,000	150,000	150,000
<b>Total local issuances</b>						862,906	896,091
<b>International issuances</b>							
Subordinated bonds	Interbank	4.000%	Semi-annually	2030	US\$300,000	1,102,469	1,188,394
Corporate bonds	Interbank	5.000%	Semi-annually	2026	S/ 312,000	311,439	311,401
Corporate bonds	Interbank	3.250%	Semi-annually	2026	US\$400,000	1,469,948	1,584,288
Corporate bonds	Interbank	3.375%	Semi-annually	2023	US\$484,895	1,777,403	1,912,330
Subordinated bonds	Interbank	6.625%	Semi-annually	2029	US\$300,000	1,107,204	1,193,461
Senior bonds	IFS	4.125%	Semi-annually	2027	US\$300,000	1,087,121	1,178,000
<b>Total international issuances</b>						6,855,584	7,367,874
<b>Total local and international issuances</b>						7,718,490	8,263,965
Interest payable						103,287	125,707
<b>Total</b>						7,821,777	8,389,672

(\*) The Spanish term “Valor de actualización constante” is referred to amounts in Soles indexed by inflation.

## Notes to the interim consolidated financial statements (continued)

- (b) The international issuances are listed at the Luxembourg Stock Exchange. On the other hand, the local and international issuances include standard clauses of compliance with financial ratios, the use of funds and other administrative matters, which have been met in the opinion of the Group's Management and its legal advisors.

### 12. Insurance contract liabilities

- (a) This caption is comprised of the following:

	<b>31.03.2022</b> S/(000)	<b>31.12.2021</b> S/(000)
Technical reserves for insurance premiums (b)	10,824,475	11,735,995
Technical reserves for claims (c)	206,632	222,063
	<u>11,031,107</u>	<u>11,958,058</u>
<b>By term -</b>		
Short term	983,823	949,512
Long term	<u>10,047,284</u>	<u>11,008,546</u>
<b>Total</b>	<u>11,031,107</u>	<u>11,958,058</u>

## Notes to the interim consolidated financial statements (continued)

(b) The movement of technical reserves for insurance premiums (disclosed by type of insurance) as of March 31, 2022 and 2021, is as follows:

	31.03.2022						31.03.2021					
	Annuities S/(000)	Retirement, disability and survival annuities S/(000)	Life Insurance S/(000)	General Insurance S/(000)	SCTR S/(000)	Total S/(000)	Annuities S/(000)	Retirement, disability and survival annuities S/(000)	Life Insurance S/(000)	General Insurance S/(000)	SCTR S/(000)	Total S/(000)
<b>Beginning of year balances</b>	9,923,679	618,452	892,992	40,762	260,110	11,735,995	10,448,455	745,292	746,171	38,015	320,142	12,298,075
Insurance subscriptions	109,209	-	869	33,526	-	143,604	107,265	-	951	29,284	-	137,500
Time passage adjustments	(685,944)	(22,518)	24,724	(25,548)	(11,257)	(720,543)	(901,681)	(88,109)	33,131	(30,466)	(45,037)	(1,032,162)
Maturities and recoveries	-	-	(15,980)	-	-	(15,980)	-	-	(12,470)	-	-	(12,470)
Exchange differences	(262,770)	-	(55,294)	(483)	(53)	(318,600)	127,252	-	25,131	180	29	152,592
<b>End of year balances</b>	<u>9,084,174</u>	<u>595,934</u>	<u>847,311</u>	<u>48,257</u>	<u>248,800</u>	<u>10,824,476</u>	<u>9,781,291</u>	<u>657,183</u>	<u>792,914</u>	<u>37,013</u>	<u>275,134</u>	<u>11,543,535</u>
<b>Balance as of December 31</b>							<u>9,923,679</u>	<u>618,452</u>	<u>892,992</u>	<u>40,762</u>	<u>260,110</u>	<u>11,735,995</u>

(c) The main assumptions used in the estimation of retirement, disability and survival annuities and individual life reserves as of March 31, 2022 and December 31, 2021, are the following:

Type	Mortality table		Interest rate	
	31.03.2022	31.12.2021	31.03.2022	31.12.2021
Annuities and Lifetime RPP	SPP-S-2017, SPP-I-2017		4.77% in US\$	3.70% in US\$
	with improvement factor for mortality		4.20% in S/ VAC	3.77% in S/ VAC
			7.21% adjustable in S/	6.84% adjustable in S/
Retirement, disability and survival	SPP-S-2017, SPP-I-2017		4.20% in S/ VAC	3.77% in S/ VAC
	with improvement factor for mortality			
SCTR insurance	SPP-S-2017, SPP-I-2017		4.20% in S/ VAC	3.77% in S/ VAC
	with improvement factor for mortality			
Individual life insurance contracts (included linked insurance contracts)	CSO 80 adjustable		4.00 - 5.00%	4.00 - 5.00%

## Notes to the interim consolidated financial statements (continued)

The sensitivity of the estimates used by the Group to measure its insurance risks is represented primarily by life insurance risks; the main variables as of March 31, 2022 and December 31, 2021, are the interest rates and the mortality tables. The Group has assessed the changes of the reserves related to its most significant life insurance contracts included in the reserves of annuities, retirement, disability and survival of +/- 100 basis points (bps) in the interest rates and of +/- 500 basis points (bps) of the mortality factors, being the results as follows:

	31.03.2022			31.12.2021		
	Reserves	Variation in reserves		Reserves	Variation in reserves	
	S/(000)	Amount	Percentage	S/(000)	Amount	Percentage
		S/(000)	%		S/(000)	%
<b>Annuities -</b>						
<b>Portfolio in S/ and US Dollars - basis amount</b>						
Changes in interest rate: + 100 bps	8,273,400	(810,774)	(8.93)	8,995,287	(928,392)	(9.37)
Changes in interest rate: - 100 bps	10,053,701	969,527	10.67	11,041,604	1,117,925	11.27
Changes in mortality table at 105%	9,000,373	(83,801)	(0.92)	9,823,769	(99,910)	(1.01)
Changes in mortality table at 95%	9,171,854	87,680	0.97	10,028,431	104,752	1.06
<b>Retirements, disability and survival -</b>						
<b>Portfolio in S/ - basis amount</b>						
Changes in interest rate: + 100 bps	539,648	(56,286)	(9.45)	557,818	(60,634)	(9.80)
Changes in interest rate: - 100 bps	663,784	67,849	11.39	691,971	73,519	11.89
Changes in mortality table at 105%	589,170	(6,765)	(1.14)	611,223	(7,229)	(1.17)
Changes in mortality table at 95%	603,010	7,075	1.19	626,020	7,568	1.22
<b>SCTR Insurance -</b>						
<b>Portfolio in S/ - basis amount</b>						
Changes in interest rate: + 100 bps	220,308	(28,492)	(11.45)	228,990	(31,120)	(11.96)
Changes in interest rate: - 100 bps	284,749	35,949	14.45	299,710	39,600	15.22
Changes in mortality table at 105%	247,022	(1,778)	(0.71)	258,161	(1,949)	(0.75)
Changes in mortality table at 95%	250,651	1,850	0.74	262,143	2,033	0.78

## Notes to the interim consolidated financial statements (continued)

### 13. Equity

#### (a) Capital stock and distribution of dividends -

IFS's shares are listed on the Lima Stock Exchange and, since July 2019, they are listed also on the New York Stock Exchange. IFS's shares have no nominal value and their issuance value was US\$9.72 per share. As of March 31, 2022 and December 31, 2021, IFS's capital stock is represented by 115,447,705 subscribed and paid-in common shares.

The General Shareholders' Meeting of IFS held on March 31, 2022, agreed to distribute dividends for the year 2021 for approximately US\$202,025,000 (equivalent to approximately S/751,532,000, at a rate of 3.72 for each USD); equivalent to US\$1.75 per share, which were paid on May 6, 2022.

The Shareholders' Meeting of IFS held on November 24, 2021, agreed to distribute extraordinary dividends for approximately US\$75,038,000 (equivalent to approximately S/301,757,000); equivalent to US\$0.65 per share, which was paid on December 20, 2021.

The General Shareholders' Meeting of IFS held on March 31, 2021, agreed to distribute dividends for the year 2020 for approximately US\$88,891,000 (equivalent to approximately S/332,096,000); equivalent to US\$0.77 per share, which were paid on May 6, 2021.

#### (b) Treasury stock -

As of March 31, 2022 and December 31, 2021, the Company and some Subsidiaries hold 30,074 shares issued by IFS, with an acquisition cost equivalent to S/3,363,000.

#### (c) Capital surplus -

Corresponds to the difference between the nominal value of the shares issued and their public offerings price, which were performed in 2007 and 2019. Capital surplus is presented net of the expenses incurred and related to the issuance of such shares.



## Notes to the interim consolidated financial statements (continued)

- (d) Shareholders' equity for legal purposes (regulatory capital) -  
IFS is not required to establish a regulatory capital for statutory purposes. As of March 31, 2022 and December 31, 2021, the regulatory capital required for Interbank, Interseguro and Inteligo Bank (a Subsidiary of Inteligo Group Corp.), is calculated based on the separate financial statement of each Subsidiary and prepared following the accounting principles and practices by their regulators (the SBS or the Central Bank of the Bahamas, in the case of Inteligo Bank).
- (e) Reserves -  
The General Shareholders' Meeting of IFS held on March 31, 2022, agreed to constitute reserves for S/800,000,000 charged to "Retained earnings" of the year 2021.

### 14. Tax situation

- (a) IFS and its Subsidiaries incorporated and domiciled in the Republic of Panama and the Commonwealth of the Bahamas (see Note 2), are not subject to any Income Tax, or any other taxes on capital gains, equity or property. The Subsidiaries incorporated and domiciled in Peru (see Note 2) are subject to the Peruvian Tax legislation; see paragraph (c).

Peruvian life insurance companies are exempt from Income Tax regarding the income derived from assets linked to technical reserves for pension insurance and annuities from the Private Pension Fund Administration System; as well as income generated through assets related to life insurance contracts with savings component.

In Peru, all income from Peruvian sources obtained from the direct or indirect sale of shares of stock capital representing participation of legal persons domiciled in the country are subject to income tax. For that purpose, an indirect sale shall be considered to have occurred when shares of stock or ownership interests of a legal entity are sold and this legal entity is not domiciled in the country and, in turn, is the holder – whether directly or through other legal entity or entities – of shares of stock or ownership interests of one or more legal entities domiciled in the country, provided that certain conditions established by law occur.

In this sense, the Act states that an assumption of indirect transfer of shares arises when in any of the 12 months prior to disposal, the market value of shares or participations of the legal person domiciled is equivalent to 50 percent or more of the market value of shares or participations of the legal person non-domiciled. Additionally, as a concurrent condition, it is established that in any period of 12 months shares or participations representing 10 percent or more of the capital of legal persons non-domiciled be disposal.

- (b) Legal entities or individuals not domiciled in Peru are subject to an additional tax (equivalent to 5 percent) on dividends received from entities domiciled in Peru. The corresponding tax is withheld by the entity that distributes the dividends. In this regard, since IFS controls the entities that distribute the dividends, it records the amount of Income Tax on dividends as expense of the financial year of the dividends received. In this sense, as of March 31, 2022 and 2021, the Company has recorded an expense for S/9,916,000 and recovery for S/6,998,000, respectively, in the caption "Income Tax" of the consolidated statement of income.
- (c) IFS's Subsidiaries incorporated in Peru are subject to the payment of Peruvian taxes; hence, they must calculate their tax expenses on the basis of their separate financial statements. The Income Tax rate as of March 31, 2022 and December 31, 2021, was 29.5 percent, over the taxable income.

## Notes to the interim consolidated financial statements (continued)

- (d) The Tax Authority (henceforth “SUNAT”, by its Spanish acronym) is legally entitled to perform tax audit procedures for up to four years subsequent to the date at which the tax return regarding a taxable period must be filed.

Below are the taxable periods subject to review by the Tax Authority as of March 31, 2022:

- Interbank: Income Tax returns for the years 2017 to 2021, and Value-Added-Tax returns for the years 2017 to 2021.
- Interseguro: Income Tax returns for the years 2017 to 2021, and Value-Added-Tax returns for the years 2017 to 2021.
- Seguros Sura: Income Tax returns for the years 2017 to 2018, and Value-Added-Tax returns for the years 2017 to 2018.

Given the possible interpretations that SUNAT may give to the legislation in effect, up to date it is not possible to determine whether or not any review to be conducted would result in liabilities for the Subsidiaries; any increased tax or surcharge that could arise from possible tax audits would be applied to the results of the period in which such tax increase or surcharge may be determined.

Following is the description of the main ongoing tax procedures for the Subsidiaries:

Interbank:

- Between 2004 and 2010, Interbank received several Tax Determination and Tax Penalty notices corresponding mainly to the Income Tax determination for the fiscal years 2000 to 2006. As a result, claims and appeals were filed and subsequent contentious administrative proceedings were started.

Regarding the tax litigations followed by Interbank related to the annual Income Tax returns for the years 2000 to 2006, the most relevant matter subject to discrepancy with SUNAT corresponds to whether the “interest in suspense” are subject to Income Tax or not.

The tax liability requested for this concept and other minor contingencies, as of March 31, 2022, amounts to approximately S/ 427,000,000 (S/425,000,000 as of December 31, 2021), and includes taxes, fines and interest arrears, of which S/337,000,000 corresponded to the interest in suspense and S/90,000,000 corresponded to other minor discrepancies. From the tax and legal analysis performed, Interbank’s Management and its external legal advisers consider that there exists sufficient technical support for the prevailing of the Interbank’s position; as consequence, no provision has been recorded for this contingency as of March 31, 2022 and December 31, 2021.

- In 2017, SUNAT closed the audit process corresponding to the Income Tax for the year 2010. Interbank paid the debt under protest and filed a claim procedure. To date, this process has been appealed and is pending resolution by the Tax Court.
- In 2019, Interbank was notified of the Determination and Penalty Resolutions corresponding to the audit of the Income Tax for the fiscal year 2013. The main concept observed corresponds to the deduction of loan write-offs without proof by the SBS.

## Notes to the interim consolidated financial statements (continued)

As of March 31, 2022 and December 31, 2021, the tax debt requested for this concept and other minor contingencies amounts to approximately S/41,000,000, which comprises the tax and fines.

In the opinion of Interbank's Management and its legal advisors, any eventually additional tax settlement would not be significant for the financial statements as of March 31, 2022 and December 31, 2021.

- In April 2019, SUNAT notified about the commencement of the definitive audit process on Income Tax withholdings of non-domiciled entities corresponding to the year 2018. To date, said audit is under process and no resolutions have been issued by SUNAT.
- In September and December 2019, SUNAT notified Interbank about the beginning of the definitive audit process on Income Tax corresponding to the year 2014 and 2015, respectively, which are in the claim stage.
- In July 2020, Interbank was notified of the Determination and Penalty Resolutions corresponding to the audit of the Income Tax for the fiscal year 2012. To date, the tax debt requested by SUNAT amounted to approximately S/13,000,000.

At the date of this report, the process is under appeal, pending resolution. As of March 31, 2022, the tax debt claimed by SUNAT amounted to S/13,000,000.

- In May 2020, Interbank was notified with the Resolution of Compliance related to the Income Tax and advance payments of the Income Tax for the year 2005 (linked to the interest in suspense). Through said notification, SUNAT increased the requested tax debt from S/1,000,000 to S/35,000,000.
- In June 2020, Interbank filed an Appeal, which is pending of pronouncement by the Tax Court.
- In February 2021, Interbank was notified with the Resolution of Compliance related to the Income Tax and prepaid income tax of the year 2006 (related to litigations about interest in suspense). Through said notification, SUNAT rejected an excess payment of S/3,500,000 and determined a tax debt of S/23,000,000.
- In December 2021, by letter No. 210011740110-01-SUNAT, SUNAT notified the Bank about the beginning of the definitive audit process on Income Tax corresponding to the year 2017.

In the opinion of Interbank's Management and its legal advisors, any eventual additional tax settlement would not be significant for the financial statements as of March 31, 2022 and December 31, 2021.

### Interseguro:

On January 4, 2019, Interseguro was notified through a Tax Determination notice about the partial audit of the Income Tax for non-domiciled entities for Sura corresponding to January 2015. The tax debt requested by SUNAT amounts to approximately S/19,000,000. On January 30, 2019, the Company filed an appeal against the Resolution of Determination claimed by SUNAT. Considering that this debt corresponds to a period prior to the acquisition of Sura by the Group and according to the conditions of the purchase and sale agreement of this entity, this debt, if confirmed after

## Notes to the interim consolidated financial statements (continued)

the legal actions that Management is to file, would be assumed by the sellers. On November 12, 2020, the Tax Court issued a favorable opinion to Interseguro, revoking the Determination Resolution issued by SUNAT. As of December 31, 2021, SUNAT has not appealed the pronouncement by the Tax Court. Therefore, Interseguro has terminated this contentious-administrative procedure claimed by SUNAT.

In the opinion of Management and its legal advisers, any eventual additional tax would not be significant for the financial statements as of March 31, 2022 and December 31, 2021.

- (e) IFS's Subsidiaries recognize the period's Income Tax expense using the best estimate of the tax rate. The table below presents the amounts reported in the interim consolidated statements of income:

	<b>For the three-month ended as of March 31,</b>	
	<b>2022</b> S/(000)	<b>2021</b> S/(000)
Current - Expense	147,199	17,765
Deferred - (Income) expense	(52,042)	73,938
	<u>95,157</u>	<u>91,703</u>

## Notes to the interim consolidated financial statements (continued)

### 15. Interest income and expenses, and similar accounts

(a) This caption is comprised of the following:

	31.03.2022 S/(000)	31.03.2021 S/(000)
<b>Interest and similar income</b>		
Interest on loan portfolio	898,699	778,057
Impact from the modification of contractual cash flows due to the loan rescheduling schemes (*)	4,368	33,686
Interest on investments at fair value through other comprehensive income	254,854	218,044
Interest on investments at amortized cost	39,886	31,861
Interest on due from banks and inter-bank funds	36,488	7,003
Dividends on financial instruments	13,303	16,001
Other interest and similar income	520	1,035
<b>Total</b>	<b>1,248,118</b>	<b>1,085,687</b>
<b>Interest and similar expenses</b>		
Interest and fees on deposits and obligations	(123,217)	(83,145)
Interest on bonds, notes and other obligations	(103,854)	(101,994)
Interest and fees on obligations with financial institutions	(41,456)	(40,109)
Deposit insurance fund fees	(18,863)	(16,105)
Interest on lease payments	(3,316)	(3,705)
Other interest and similar expenses	(12,721)	(6,749)
<b>Total</b>	<b>(303,427)</b>	<b>(251,807)</b>

(\*) During 2022, the recognition of this interest was recorded in function of the rescheduled term for approximately S/ 7,602,000. Likewise, as result of the rescheduling of loans under "Reactiva Peru", expense for approximately S/3,234,000 was recorded (during 2021, the recognition of this interest was recorded in function of the rescheduled term for approximately S/33,686,000).

## Notes to the interim consolidated financial statements (continued)

### 16. Fee income from financial services, net

(a) This caption is comprised of the following:

	31.03.2022 S/(000)	31.03.2021 S/(000)
<b>Income</b>		
<b>Performance obligations at a point in time:</b>		
Accounts maintenance, carriage, transfers, and debit and credit card fees	155,982	124,927
Banking services fees	49,355	53,069
Brokerage and custody services	1,978	2,469
<b>Performance obligations over time:</b>		
Funds management	38,160	46,269
Contingent loans fees	15,581	15,894
Collection services	13,760	12,485
Commission for loans rescheduling "Reactiva Peru" program	500	-
Others	10,492	14,503
<b>Total</b>	<b>285,808</b>	<b>269,616</b>
<b>Expenses</b>		
Credit cards	(36,421)	(30,125)
Credit life insurance premiums	(14,434)	(10,550)
Local banks fees	(11,248)	(6,888)
Foreign banks fees	(5,719)	(5,468)
Commission for loans rescheduling "Reactiva Peru" program	(987)	-
Registry expenses	(427)	(587)
Brokerage and custody services	(384)	(226)
Others	(11,952)	(14,514)
<b>Total</b>	<b>(81,572)</b>	<b>(68,358)</b>
<b>Net</b>	<b>204,236</b>	<b>201,258</b>

## Notes to the interim consolidated financial statements (continued)

### 17. Other income and (expenses)

(a) This caption is comprised of the following:

	31.03.2022 S/(000)	31.03.2021 S/(000)
<b>Other income</b>		
Income from investments in associates	9,421	8,418
Gain from sale of written-off-loans	4,308	-
Other technical income from insurance operations	1,668	1,904
Services rendered to third parties	1,243	2,285
Income from ATM rentals	1,000	1,164
Other income	19,386	1,504
<b>Total other income</b>	<b>37,026</b>	<b>15,275</b>
<b>Other expenses</b>		
Sundry technical insurance expenses	(16,086)	(12,579)
Commissions from insurance activities	(8,638)	(13,376)
Provision for sundry risk	(5,793)	(2,042)
Administrative and tax penalties	(1,502)	(531)
Donations	(1,010)	(1,152)
Provision for accounts receivable	(890)	(698)
Expenses related to rental income	(555)	(231)
Other expenses	(15,132)	(17,491)
<b>Total other expenses</b>	<b>(49,606)</b>	<b>(48,100)</b>

## Notes to the interim consolidated financial statements (continued)

### 18. Net premiums earned

(a) This caption is comprised of the following:

	Premiums assumed		Adjustment of technical reserves		Gross premiums (*)		Premiums ceded to reinsurers		Net premiums earned	
	31.03.2022 S/(000)	31.03.2021 S/(000)	31.03.2022 S/(000)	31.03.2021 S/(000)	31.03.2022 S/(000)	31.03.2021 S/(000)	31.03.2022 S/(000)	31.03.2021 S/(000)	31.03.2022 S/(000)	31.03.2021 S/(000)
<b>Life Insurance</b>										
Annuities (**)	148,308	113,533	(70,542)	(64,667)	77,766	48,866	-	-	77,766	48,866
Group life	42,029	33,682	(51)	(2,110)	41,978	31,572	(1,818)	(1,554)	40,160	30,018
Individual life	51,269	41,058	(9,614)	(19,498)	41,655	21,560	(1,588)	(1,243)	40,067	20,317
Retirement (disability and survival)	3,162	2,804	(2,979)	(1,221)	183	1,583	(127)	(122)	56	1,461
Others	-	-	(3,723)	(2,566)	(3,723)	(2,566)	-	-	(3,723)	(2,566)
<b>Total life Insurance</b>	244,768	191,077	(86,909)	(90,062)	157,859	101,015	(3,533)	(2,919)	154,326	98,096
<b>Total general Insurance</b>	31,085	23,804	(7,977)	1,126	23,108	24,930	(10)	(17)	23,098	24,913
<b>Total general</b>	275,853	214,881	(94,886)	(88,936)	180,967	125,945	(3,543)	(2,936)	177,424	123,009

(\*) It includes the annual variation of technical reserves and unearned premiums.

(\*\*) The variation of the adjustment of technical reserves is due mainly to aging over time.

(b) The composition of the net claims and benefits incurred for life insurance contracts and others is presented below:

	Gross claims and benefits		Ceded claims and benefits		Net insurance claims and benefits	
	31.03.2022 S/(000)	31.03.2021 S/(000)	31.03.2022 S/(000)	31.03.2021 S/(000)	31.03.2022 S/(000)	31.03.2021 S/(000)
<b>Life Insurance</b>						
Annuities	(175,785)	(163,027)	-	-	(175,785)	(163,027)
Group life	4,981	(54,316)	2,020	2,126	7,001	(52,190)
Individual life	(1,812)	(3,995)	(1,140)	221	(2,952)	(3,774)
Retirement (disability and survival)	(14,164)	(13,894)	1,789	2,246	(12,375)	(11,648)
Others	(4,326)	(4,172)	-	457	(4,326)	(3,715)
<b>General Insurance</b>	(9,712)	(6,597)	-	9	(9,712)	(6,588)
	(200,818)	(246,001)	2,669	5,059	(198,149)	(240,942)



## Notes to the interim consolidated financial statements (continued)

### 19. Earnings per share

The following table presents the calculation of the weighted average number of shares and the basic and diluted earnings per share, determined and calculated based on the earnings attributable to the Group:

	Outstanding shares (in thousands)	Shares considered in computation (in thousands)	Effective days in the year	Weighted average number of shares (in thousands)
<b>Period 2021</b>				
Balance as of January 1, 2021	115,423	115,423	90	115,423
Sale of treasury stock	1	1	10	0
Purchase of treasury stock	(6)	(6)	5	(0)
<b>Balance as of March 31, 2021</b>	<u>115,418</u>	<u>115,418</u>		<u>115,423</u>
<b>Net earnings attributable to IFS's shareholders S/(000)</b>				<u>526,272</u>
<b>Basic and diluted earnings per share attributable to IFS's shareholders (Soles)</b>				<u>4.560</u>
<b>Period 2022</b>				
Balance as of January 1, 2022	<u>115,418</u>	<u>115,418</u>	90	<u>115,418</u>
<b>Balance as of March 31, 2022</b>	<u>115,418</u>	<u>115,418</u>		<u>115,418</u>
<b>Net earnings attributable to IFS's shareholders S/(000)</b>				<u>400,968</u>
<b>Basic and diluted earnings per share attributable to IFS's shareholders (Soles)</b>				<u>3.474</u>

## Notes to the interim consolidated financial statements (continued)

### 20. Transactions with shareholders, related parties and affiliated entities

- (a) The table below presents the main transactions with shareholders, related parties and affiliated companies as of March 31, 2022 and December 31, 2021 and for the three-month periods ended March 31, 2022 and 2021:

	31.03.2022 S/(000)	31.12.2021 S/(000)
<b>Assets</b>		
Instruments at fair value through profit or loss	100,019	112,096
Investments at fair value through other comprehensive income	64,221	65,357
Loans, net (b)	1,249,733	1,323,580
Accounts receivable	131,281	131,541
Other assets	11,646	8,694
<b>Liabilities</b>		
Deposits and obligations	807,619	999,754
Other liabilities	12,511	12,809
<b>Off-balance sheet accounts</b>		
Indirect loans (b)	85,312	105,604
	<b>31.03.2022 S/(000)</b>	<b>31.03.2021 S/(000)</b>
<b>Income (expenses)</b>		
Interest and similar income	15,608	17,375
Rental income	8,536	4,555
Valuation of financial derivative instruments	-	1,144
Administrative expenses	(8,670)	(9,670)
Interest and similar expenses	(2,229)	(575)
Others, net	7,983	14,191

- (b) As of March 31, 2022 and December 31, 2021, the detail of loans is the following:

	31.03.2022			31.12.2021		
	Direct Loans S/(000)	Indirect Loans S/(000)	Total S/(000)	Direct Loans S/(000)	Indirect Loans S/(000)	Total S/(000)
Affiliated	1,006,080	28,839	1,034,919	1,076,393	45,522	1,121,915
Associates	243,653	56,473	300,126	247,187	60,082	307,269
	<u>1,249,733</u>	<u>85,312</u>	<u>1,335,045</u>	<u>1,323,580</u>	<u>105,604</u>	<u>1,429,184</u>

- (c) As of March 31, 2022 and December 31, 2021, the directors, executives and employees of the Group have been involved in credit transactions with certain subsidiaries of the Group, as permitted by Peruvian law, which regulates and limits on certain transactions with employees, directors and executives of financial entities. As of March 31, 2022 and December 31, 2021, direct loans to employees, directors and executives amounted to S/214,329,000 and S/212,967,000, respectively; said loans are repaid monthly and bear interest at market rates.

There are no loans to the Group's directors and key personnel guaranteed with shares of any Subsidiary.

## Notes to the interim consolidated financial statements (continued)

- (d) The Group's key personnel basic remuneration for the three-month periods ended March 31, 2022 and 2021, is presented below:

	31.03.2022 S/(000)	31.03.2021 S/(000)
Salaries	10,983	9,613
Board of Directors' compensations	881	1,004
<b>Total</b>	<b>11,864</b>	<b>10,617</b>

- (e) In Management's opinion, transactions with related companies have been performed under market conditions and within the limits permitted by the SBS. Taxes generated by these transactions and the taxable base used for computing them are those customarily used in the industry and they are determined according to the tax rules in force.

### 21. Business segments

The Chief Operating Decision Maker ("CODM") of IFS is the Chief Executive Officer ("CEO"). The Group presents three operating segments based on products and services, as follows:

#### Banking -

Mainly loans, credit facilities, deposits and current accounts.

#### Insurance -

It provides life annuity products with single-premium payment and conventional life insurance products, as well as other retail insurance products.

#### Wealth management -

It provides brokerage and investment management services. Inteligo serves mainly Peruvian citizens.

The operating segments monitor the operating results of their business units separately for the purpose of making decisions on the distribution of resources and performance assessment. Segment performance is evaluated based on operating profit or loss and it is measured consistently with operating profit or loss in the consolidated financial statements.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

## Notes to the interim consolidated financial statements (continued)

The following table presents the Group's financial information by business segments for the three-month periods ended March 31, 2022 and 2021:

	31.03.2022				
	Banking S/(000)	Insurance S/(000)	Wealth management S/(000)	Holding and consolidation adjustments S/(000)	Total consolidated S/(000)
<b>Total income (*)</b>					
Third party	1,304,210	361,281	51,813	16,451	1,733,755
Inter-segment	(18,213)	(23)	(2,145)	20,381	-
<b>Total income</b>	<b>1,285,997</b>	<b>361,258</b>	<b>49,668</b>	<b>36,832</b>	<b>1,733,755</b>
<b>Consolidated statement of income data</b>					
Interest and similar income	1,009,960	202,627	35,289	242	1,248,118
Interest and similar expenses	(261,927)	(30,713)	(9,289)	(1,498)	(303,427)
<b>Net interest and similar income</b>	<b>748,033</b>	<b>171,914</b>	<b>26,000</b>	<b>(1,256)</b>	<b>944,691</b>
Impairment loss on loans, net of recoveries	(151,694)	-	2,099	-	(149,595)
Recovery (loss) due to impairment of financial investments	(51)	5,092	(3,005)	(10)	2,026
<b>Net interest and similar income after impairment loss on loans</b>	<b>596,288</b>	<b>177,006</b>	<b>25,094</b>	<b>(1,266)</b>	<b>797,122</b>
Fee income from financial services, net	183,153	(2,117)	40,795	(17,595)	204,236
Net loss on sale of financial investments	(3,262)	(7,295)	(24,829)	-	(35,386)
Other income	114,359	(9,358)	558	33,804	139,363
Total net premiums earned minus claims and benefits	-	(20,725)	-	-	(20,725)
Depreciation and amortization	(61,085)	(6,108)	(3,668)	1,406	(69,455)
Other expenses	(393,400)	(93,203)	(32,235)	7,086	(511,752)
<b>Income before translation result and Income Tax</b>	<b>436,053</b>	<b>38,200</b>	<b>5,715</b>	<b>23,435</b>	<b>503,403</b>
Translation result	(28,401)	447	(3,102)	26,111	(4,945)
Income Tax	(85,222)	-	378	(10,313)	(95,157)
<b>Net profit for the period</b>	<b>322,430</b>	<b>38,647</b>	<b>2,991</b>	<b>39,233</b>	<b>403,301</b>
<b>Attributable to:</b>					
IFS's shareholders	322,430	38,647	2,991	36,900	400,968
Non-controlling interest	-	-	-	2,333	2,333
	<b>322,430</b>	<b>38,647</b>	<b>2,991</b>	<b>39,233</b>	<b>403,301</b>

(\*) Corresponds to interest and similar income, other income and net premiums earned.

## Notes to the interim consolidated financial statements (continued)

	31.03.2021				
	Banking S/(000)	Insurance S/(000)	Wealth management S/(000)	Holding and consolidation adjustments S/(000)	Total consolidated S/(000)
<b>Total income (*)</b>					
Third party	1,209,819	447,141	134,809	5,844	1,797,613
Inter-segment	(6,447)	-	(10,432)	16,879	-
<b>Total income</b>	<b>1,203,372</b>	<b>447,141</b>	<b>124,377</b>	<b>22,723</b>	<b>1,797,613</b>
<b>Consolidated statement of income data</b>					
Interest and similar income	865,024	175,921	37,819	6,923	1,085,687
Interest and similar expenses	(218,063)	(22,515)	(9,585)	(1,644)	(251,807)
<b>Net interest and similar income</b>	<b>646,961</b>	<b>153,406</b>	<b>28,234</b>	<b>5,279</b>	<b>833,880</b>
Impairment loss on loans, net of recoveries	(188,943)	-	(61)	-	(189,004)
(Loss) recovery due to impairment of financial investments	(43)	46,874	392	-	47,223
<b>Net interest and similar income after impairment loss on loans</b>	<b>457,975</b>	<b>200,280</b>	<b>28,565</b>	<b>5,279</b>	<b>692,099</b>
Fee income from financial services, net	160,218	(2,408)	49,337	(5,889)	201,258
Net gain on sale of financial investments	98,506	87,619	19,959	-	206,084
Other income	86,071	63,000	27,694	4,810	181,575
Total net premiums earned minus claims and benefits	-	(117,933)	-	-	(117,933)
Depreciation and amortization	(59,124)	(6,311)	(3,680)	1,454	(67,661)
Other expenses	(344,817)	(72,439)	(28,671)	1,546	(444,381)
<b>Income before translation result and Income Tax</b>	<b>398,829</b>	<b>151,808</b>	<b>93,204</b>	<b>7,200</b>	<b>651,041</b>
Translation result	1,645	(14,738)	(2,674)	(14,823)	(30,590)
Income Tax	(80,666)	-	(3,643)	(7,394)	(91,703)
<b>Net profit (loss) for the period</b>	<b>319,808</b>	<b>137,070</b>	<b>86,887</b>	<b>(15,017)</b>	<b>528,748</b>
<b>Attributable to:</b>					
IFS's shareholders	319,808	137,070	86,887	(17,493)	526,272
Non-controlling interest	-	-	-	2,476	2,476
	<b>319,808</b>	<b>137,070</b>	<b>86,887</b>	<b>(15,017)</b>	<b>528,748</b>

(\*) Corresponds to interest and similar income, other income and net premiums earned.

## Notes to the interim consolidated financial statements (continued)

	31.03.2022				
	Banking S/(000)	Insurance S/(000)	Wealth management S/(000)	Holding and consolidation adjustments S/(000)	Total consolidated S/(000)
Capital investments (*)	59,096	6,449	1,544	259	67,348
Total assets	65,402,604	14,386,244	5,253,738	341,325	85,383,911
Total liabilities	58,864,837	13,293,305	4,053,707	150,369	76,362,218

  

	31.12.2021				
	Banking S/(000)	Insurance S/(000)	Wealth management S/(000)	Holding and consolidation adjustments S/(000)	Total consolidated S/(000)
Capital investments (*)	216,786	157,186	40,114	616	414,702
Total assets	68,584,019	15,254,493	5,722,539	392,858	89,953,909
Total liabilities	61,581,982	14,380,847	4,427,452	8,266	80,398,547

(\*) It includes the purchase of property, furniture and equipment, intangible assets and investment properties.

The distribution of the Group's total income based on the location of the customer and its assets, for the quarter ended March 31, 2022, is S/1,695,959,000 in Peru and S/37,796,000 in Panama (for the three-month periods ended March 31, 2021, was S/1,690,396,000 in Peru and S/107,217,000 in Panama). The distribution of the Group's total assets based on the location of the customer and its assets as of March 31, 2022 is S/80,281,559,000 in Peru and S/5,102,352,000 in Panama (for the year ended December 31, 2021, was S/84,391,264,000 in Peru and S/5,562,645,000 in Panama).

## Notes to the interim consolidated financial statements (continued)

### 22. Financial instruments classification

The financial assets and liabilities of the consolidated statement of financial position as of March 31, 2022 and December 31, 2021, are presented below.

	As of March 31, 2022				
	At fair value through profit or loss S/(000)	Debt Instruments measured at fair value through other comprehensive income S/(000)	Equity Instruments measured at fair value through other comprehensive income S/(000)	Amortized cost S/(000)	Total S/(000)
<b>Financial assets</b>					
Cash and due from banks	-	-	-	13,440,799	13,440,799
Inter-bank funds	-	-	-	250,027	250,027
Financial investments	2,469,662	17,968,666	592,456	3,275,905	24,306,689
Loans, net	-	-	-	42,281,059	42,281,059
Due from customers on acceptances	-	-	-	48,174	48,174
Other accounts receivable and other assets, net	537,827	-	-	874,485	1,412,312
	<u>3,007,489</u>	<u>17,968,666</u>	<u>592,456</u>	<u>60,170,449</u>	<u>81,739,060</u>
<b>Financial liabilities</b>					
Deposits and obligations	-	-	-	46,502,713	46,502,713
Due to banks and correspondents	-	-	-	7,516,160	7,516,160
Bonds, notes and other obligations	-	-	-	7,821,777	7,821,777
Due from customers on acceptances	-	-	-	48,174	48,174
Insurance contract liabilities	-	-	-	11,031,107	11,031,107
Other accounts payable, provisions and other liabilities	374,080	-	-	2,849,471	3,223,551
	<u>374,080</u>	<u>-</u>	<u>-</u>	<u>75,769,402</u>	<u>76,143,482</u>

Notes to the interim consolidated financial statements (continued)

	As of December 31, 2021				
	At fair value through profit or loss S/(000)	Debt Instruments measured at fair value through other comprehensive income S/(000)	Equity Instruments measured at fair value through other comprehensive income S/(000)	Amortized cost S/(000)	Total S/(000)
<b>Financial assets</b>					
Cash and due from banks	-	-	-	17,104,465	17,104,465
Inter-bank funds	-	-	-	30,002	30,002
Financial investments	2,706,271	17,921,275	623,718	3,296,030	24,547,294
Loans, net	-	-	-	43,005,583	43,005,583
Due from customers on acceptances	-	-	-	152,423	152,423
Other accounts receivable and other assets, net	793,361	-	-	629,472	1,422,833
	<u>3,499,632</u>	<u>17,921,275</u>	<u>623,718</u>	<u>64,217,975</u>	<u>86,262,600</u>
<b>Financial liabilities</b>					
Deposits and obligations	-	-	-	48,897,944	48,897,944
Due to banks and correspondents	-	-	-	8,522,849	8,522,849
Bonds, notes and other obligations	-	-	-	8,389,672	8,389,672
Due from customers on acceptances	-	-	-	152,423	152,423
Insurance contract liabilities	-	-	-	11,958,058	11,958,058
Other accounts payable, provisions and other liabilities	413,797	-	-	1,865,080	2,278,877
	<u>413,797</u>	<u>-</u>	<u>-</u>	<u>79,786,026</u>	<u>80,199,823</u>



### 23. Financial risk management

It comprises the management of the main risks, that due to the nature of their operations, IFS and its Subsidiaries are exposed to; and correspond to: credit risk, market risk, liquidity risk, insurance risk and real estate risk.

To manage the risks detailed above, every Subsidiary of the Group has a specialized structure and organization in their management, measurement systems, as well as mitigation and coverage processes, according to specific regulatory needs and requirements for the development of its business. The Group and its Subsidiaries, mainly Interbank, Interseguro and Inteligo Bank, operate independently but in coordination with the general provisions issued by the Board of Directors and Management of IFS. The Board of Directors and Management of IFS are ultimately responsible for identifying and controlling risks. The Company has an Audit Committee comprised of three independent directors, pursuant to Rule 10A-3 of the Securities Exchange Act of the United States; and one of them is a financial expert according to the regulations of the New York Stock Exchange. The Audit Committee is appointed by the Board of Directors and its main purpose is to monitor and supervise the preparation processes of financial and accounting information, as well as the audits over the financial statements of IFS and its Subsidiaries. Also, the Company operates an Internal Audit Division in charge of the monitoring of the processes and controls deemed key to secure an adequate risk control under the standards defined by the Sarbanes-Oxley Act.

A full description of the Group's financial risk management is presented in Note 30 "Financial risk management" of the Annual Consolidated Financial Statements; following is presented the financial information related to credit risk management for the loan portfolio, offsetting of financial assets and liabilities, and foreign exchange risk.

#### (a) Credit risk management for loans -

Interbank's loan portfolio is segmented into homogeneous groups that shared similar credit risk characteristics. These groups are: (i) Retail Banking (credit card, mortgage, payroll loan, consumer loan and vehicular loan), (ii) Small Business Banking (segments S1, S2 and S3), and (iii) Commercial Banking (corporate, institutional, companies and real estate). In addition, at Inteligo Bank, the internal model developed (scorecard) assigns 5 levels of credit risk classified as follows: low risk, medium low risk, medium risk, medium high risk, and high risk. These categories are described in Note 30.1(d) of the audited Annual Consolidated Financial Statements.

Additionally, as consequence of the Covid-19 pandemic, the behavior and performance of the expected credit losses of the retail and commercial clients has been affected, thus requiring a greater monitoring of results, which has also implied to perform certain subsequent adjustments to the expected loss model to be able to capture the effects of the current situation, which has generated a high level of uncertainty in the estimation of the loans expected loss.

In compliance with the policy of monitoring the Group's credit risk, during 2021 Interbank performed the recalibration process of its risk parameters for the calculation of the expected credit losses.

The Group structures the levels of credit risk it undertakes by placing limits on the amount of risk accepted in relation to one borrower or groups of borrowers, geographical and industry segments. Said risks are monitored on a revolving basis and subject to continuous review.

## Notes to the interim consolidated financial statements (continued)

(b) Offsetting of financial assets and liabilities -

The information contained in the tables below includes financial assets and liabilities that:

- Are offset in the statement of financial position of the Group; or
- Are subject to an enforceable master netting arrangement or similar agreement that covers similar financial instruments, regardless of whether they are offset in the consolidated statement of financial position or not.

Similar arrangements of the Group include derivatives clearing agreements. Financial instruments such as loans and deposits are not disclosed in the following tables since they are not offset in the consolidated statement of financial position.

The offsetting framework agreement issued by the International Swaps and Derivatives Association Inc. ("ISDA") and similar master netting arrangements do not meet the criteria for offsetting in the statement of financial position, because of such agreements were created in order for both parties to have an enforceable offsetting right in cases of default, insolvency or bankruptcy of the Group or the counterparties or following other predetermined events. In addition, the Group and its counterparties do not intend to settle such instruments on a net basis or to realize the assets and settle the liabilities simultaneously.

The Group receives and delivers guarantees in the form of cash with respect to transactions with derivatives; see Note 4.

Notes to the interim consolidated financial statements (continued)

(b.1) Financial assets subject to offsetting, enforceable master netting arrangements and similar agreements as of March 31, 2022 and December 31, 2021, are presented below:

	Gross amounts of recognized financial assets S/(000)	Gross amounts of recognized financial liabilities and offset in the consolidated statement of financial position S/(000)	Net amounts of financial assets presented in the consolidated statement of financial position S/(000)	Related amounts not offset in the consolidated statement of financial position		Net amount S/(000)
				Financial Instruments (including non-cash guarantees) S/(000)	Cash guarantees received S/(000)	
<b>As of March 31, 2022</b>						
Derivatives, Note 8(b)	537,827	-	537,827	(151,168)	(222,989)	163,670
<b>Total</b>	<u>537,827</u>	<u>-</u>	<u>537,827</u>	<u>(151,168)</u>	<u>(222,989)</u>	<u>163,670</u>
<b>As of December 31, 2021</b>						
Derivatives, Note 8(b)	793,361	-	793,361	(279,024)	(174,790)	339,547
<b>Total</b>	<u>793,361</u>	<u>-</u>	<u>793,361</u>	<u>(279,024)</u>	<u>(174,790)</u>	<u>339,547</u>

(b.2) Financial liabilities subject to offsetting, enforceable master netting arrangements and similar agreements as of March 31, 2022 and December 31, 2021, are presented below:

	Gross amounts of recognized financial liabilities S/(000)	Gross amounts of recognized financial assets and offset in the consolidated statement of financial position S/(000)	Net amounts of financial liabilities presented in the consolidated statement of financial position S/(000)	Related amounts not offset in the consolidated statement of financial position		Net amount S/(000)
				Financial Instruments (including non-cash guarantees) S/(000)	Cash guarantees pledged (Note 4(d)) S/(000)	
<b>As of March 31, 2022</b>						
Derivatives, Note 8(b)	374,080	-	374,080	(151,168)	(97,055)	125,857
<b>Total</b>	<u>374,080</u>	<u>-</u>	<u>374,080</u>	<u>(151,168)</u>	<u>(97,055)</u>	<u>125,857</u>
<b>As of December 31, 2021</b>						
Derivatives, Note 8(b)	413,797	-	413,797	(279,024)	(121,613)	13,160
<b>Total</b>	<u>413,797</u>	<u>-</u>	<u>413,797</u>	<u>(279,024)</u>	<u>(121,613)</u>	<u>13,160</u>

## Notes to the interim consolidated financial statements (continued)

(c) Foreign exchange risk -

The Group is exposed to fluctuations in the exchange rates of the foreign currency prevailing in its financial position and cash flows. Management sets limits on the levels of exposure by currency and total daily and overnight positions, which are monitored daily. Most of the assets and liabilities in foreign currency are stated in US Dollars. Transactions in foreign currency are made at the exchange rates of free market.

As of March 31, 2022, the weighted average exchange rate of free market published by the SBS for transactions in US Dollars was S/3.695 per US\$1 bid and S/3.701 per US\$1 ask (S/3.975 and S/3.998 as of December 31, 2021, respectively). As of March 31, 2022, the exchange rate for the accounting of asset and liability accounts in foreign currency set by the SBS was S/3.698 per US\$1 (S/3.987 as of December 31, 2021).

The table below presents the detail of the Group's position:

	As of March 31, 2022				As of December 31, 2021			
	US Dollars S/(000)	Soles S/(000)	Other currencies S/(000)	Total S/(000)	US Dollars S/(000)	Soles S/(000)	Other currencies S/(000)	Total S/(000)
<b>Assets</b>								
Cash and due from banks	8,322,276	4,656,216	462,307	13,440,799	10,415,166	6,062,879	626,420	17,104,465
Inter-bank funds	-	250,027	-	250,027	-	30,002	-	30,002
Financial investments	7,746,709	16,457,470	102,510	24,306,689	8,709,754	15,708,023	129,517	24,547,294
Loans, net	11,151,603	31,129,456	-	42,281,059	12,086,570	30,919,013	-	43,005,583
Due from customers on acceptances	48,174	-	-	48,174	152,423	-	-	152,423
Other accounts receivable and other assets, net	203,499	1,204,005	4,808	1,412,312	222,795	1,199,349	689	1,422,833
	<u>27,472,261</u>	<u>53,697,174</u>	<u>569,625</u>	<u>81,739,060</u>	<u>31,586,708</u>	<u>53,919,266</u>	<u>756,626</u>	<u>86,262,600</u>
<b>Liabilities</b>								
Deposits and obligations	19,239,801	26,770,219	492,693	46,502,713	20,003,314	28,382,727	511,903	48,897,944
Due to banks and correspondents	820,670	6,695,490	-	7,516,160	757,039	7,765,810	-	8,522,849
Bonds, notes and other obligations	7,044,202	777,575	-	7,821,777	7,616,634	773,038	-	8,389,672
Due from customers on acceptances	48,174	-	-	48,174	152,423	-	-	152,423
Insurance contract liabilities	3,970,432	7,060,675	-	11,031,107	5,241,284	6,716,774	-	11,958,058
Other accounts payable, provisions and other liabilities	1,732,382	1,489,239	1,930	3,223,551	523,281	1,753,975	1,621	2,278,877
	<u>32,855,661</u>	<u>42,793,198</u>	<u>494,623</u>	<u>76,143,482</u>	<u>34,293,975</u>	<u>45,392,324</u>	<u>513,524</u>	<u>80,199,823</u>
Forwards position, net	2,305,309	(2,371,318)	66,009	-	(378,778)	464,885	(86,107)	-
Currency swaps position, net	1,469,770	(1,469,770)	-	-	2,171,025	(2,171,025)	-	-
Cross currency swaps position, net	1,968,311	(1,968,311)	-	-	2,123,300	(2,123,300)	-	-
Options position, net	(46)	46	-	-	(3)	3	-	-
<b>Monetary position, net</b>	<u>359,944</u>	<u>5,094,623</u>	<u>141,011</u>	<u>5,595,578</u>	<u>1,208,277</u>	<u>4,697,505</u>	<u>156,995</u>	<u>6,062,777</u>

As of March 31, 2022, the Group granted indirect loans (contingent operations) in foreign currency for approximately US\$637,726,000, equivalent to S/2,358,311,000 (US\$651,240,000, equivalent to S/2,596,494,000 as of December 31, 2021).

## Notes to the interim consolidated financial statements (continued)

### 24. Fair value

(a) Financial instruments measured at their fair value and fair value hierarchy -

The following table presents an analysis of the financial instruments that are measured at their fair value, including the level of hierarchy of fair value. The amounts are based on the balances presented in the consolidated statement of financial position:

	As of March 31, 2022				As of December 31, 2021			
	Level 1 S/(000)	Level 2 S/(000)	Level 3 S/(000)	Total S/(000)	Level 1 S/(000)	Level 2 S/(000)	Level 3 S/(000)	Total S/(000)
<b>Financial assets</b>								
<b>Financial investments</b>								
At fair value through profit or loss (*)	814,468	599,347	1,055,847	2,469,662	978,978	633,400	1,093,893	2,706,271
Debt instruments measured at fair value through other comprehensive income	11,046,904	6,737,567	-	17,784,471	11,194,459	6,435,328	-	17,629,787
Equity instruments measured at fair value through other comprehensive income	546,671	8,805	36,980	592,456	556,162	27,686	39,870	623,718
<b>Derivatives receivable</b>	-	537,827	-	537,827	-	793,361	-	793,361
	<u>12,408,043</u>	<u>7,883,546</u>	<u>1,092,827</u>	<u>21,384,416</u>	<u>12,729,599</u>	<u>7,889,775</u>	<u>1,133,763</u>	<u>21,753,137</u>
Accrued interest				184,195				291,488
<b>Total financial assets</b>				<u>21,568,611</u>				<u>22,044,625</u>
<b>Financial liabilities</b>								
<b>Derivatives payable</b>	-	374,080	-	374,080	-	413,797	-	413,797

(\*) As of March 31, 2022 and December 31, 2021, correspond mainly to participations in mutual funds and investment funds.

Financial assets included in Level 1 are those measured on the basis of information that is available on the market, to the extent that their quoted prices reflect an active and liquid market and that are available in some centralized trading mechanism, trading agent, price supplier or regulatory entity.

Financial instruments included in Level 2 are valued based on the market prices of other instruments with similar characteristics or with financial valuation models based on information of variables observable in the market (interest rate curves, price vectors, etc.).

Financial assets included in Level 3 are valued by using assumptions and data that do not correspond to prices of operations traded on the market. The valuation requires Management to make certain assumptions about the model variables and data, including the forecast of cash flow, discount rate, credit risk and volatility.

During the year 2022 and 2021, there were no transfers of financial instruments to or from level 3 to level 1 or level 2.

The table below includes a reconciliation of fair value measurement of financial instruments classified by the Group within Level 3 of the valuation hierarchy:

	31.03.2022 S/(000)	31.12.2021 S/(000)
<b>Initial balance as of January 1</b>	1,133,763	514,922
Purchases	61,629	629,543
Sales	(104,305)	(237,870)
Gain recognized on the consolidated statement of income	<u>1,740</u>	<u>227,168</u>
<b>Final balance</b>	<u>1,092,827</u>	<u>1,133,763</u>

## Notes to the interim consolidated financial statements(continued)

(b) Financial instruments not measured at their fair value -

The table below presents the disclosure of the comparison between the carrying amounts and fair values of the Group's financial instruments that are not measured at their fair value, presented by level of fair value hierarchy:

	As of March 31, 2022					As of December 31, 2021				
	Level 1 S/(000)	Level 2 S/(000)	Level 3 S/(000)	Fair value S/(000)	Book value S/(000)	Level 1 S/(000)	Level 2 S/(000)	Level 3 S/(000)	Fair value S/(000)	Book value S/(000)
<b>Assets</b>										
Cash and due from banks	-	13,440,799	-	13,440,799	13,440,799	-	17,104,465	-	17,104,465	17,104,465
Inter-bank funds	-	250,027	-	250,027	250,027	-	30,002	-	30,002	30,002
Investments at amortized cost	3,060,279	-	-	3,060,279	3,275,905	3,181,392	-	-	3,181,392	3,296,030
Loans, net	-	41,710,726	-	41,710,726	42,281,059	-	42,892,599	-	42,892,599	43,005,583
Due from customers on acceptances	-	48,174	-	48,174	48,174	-	152,423	-	152,423	152,423
Other accounts receivable and other assets, net	-	874,485	-	874,485	874,485	-	629,472	-	629,472	629,472
<b>Total</b>	<b>3,060,279</b>	<b>56,324,211</b>	<b>-</b>	<b>59,384,490</b>	<b>60,170,449</b>	<b>3,181,392</b>	<b>60,808,961</b>	<b>-</b>	<b>63,990,353</b>	<b>64,217,975</b>
<b>Liabilities</b>										
Deposits and obligations	-	46,518,424	-	46,518,424	46,502,713	-	48,914,408	-	48,914,408	48,897,944
Due to banks and correspondents	-	7,167,324	-	7,167,324	7,516,160	-	8,274,484	-	8,274,484	8,522,849
Bonds, notes and other obligations	6,552,980	1,151,675	-	7,704,655	7,821,777	7,286,082	1,202,219	-	8,488,301	8,389,672
Due from customers on acceptances	-	48,174	-	48,174	48,174	-	152,423	-	152,423	152,423
Insurance contract liabilities	-	11,031,107	-	11,031,107	11,031,107	-	11,958,058	-	11,958,058	11,958,058
Other accounts payable and other liabilities	-	2,849,471	-	2,849,471	2,849,471	-	1,865,080	-	1,865,080	1,865,080
<b>Total</b>	<b>6,552,980</b>	<b>68,766,175</b>	<b>-</b>	<b>75,319,155</b>	<b>75,769,402</b>	<b>7,286,082</b>	<b>72,366,672</b>	<b>-</b>	<b>79,652,754</b>	<b>79,786,026</b>

The methodologies and assumptions used to determine fair values depend on the terms and risk characteristics of each financial instrument and they include the following:

- (i) Long-term fixed-rate and variable-rate loans are assessed by the Group based on parameters such as interest rates, specific country risk factors, individual creditworthiness of the customer and the risk characteristics of the financed project. Based on this evaluation, allowances are taken into account for the estimated losses of these loans. As of March 31, 2022 and December 31, 2021, the book value of loans, net of allowances, was not significantly different from the calculated fair values.
- (ii) Instruments whose fair value approximates their book value: For financial assets and financial liabilities that are liquid or have short-term maturity (less than 3 months) it is assumed that the carrying amounts approximate to their fair values. This assumption is also applied to demand deposits, savings accounts without a specific maturity and variable-rate financial instruments.
- (iii) Fixed-rate financial instruments: The fair value of fixed-rate financial assets and financial liabilities at amortized cost is determined by comparing market interest rates when they were first recognized with current market rates related to similar financial instruments for their remaining term to maturity. The fair value of fixed interest rate deposits is based on discounted cash flows using market interest rates for financial instruments with similar credit risk and maturity. For quoted debt issued, the fair value is determined based on quoted market prices. When quotations are not available, a discounted cash flow model is used based on the yield curve of the appropriate interest rate for the remaining term to maturity.

## Notes to the interim consolidated financial statements (continued)

### 25. Fiduciary activities and management of funds

The Group provides custody, trustee, investment management and advisory services to third parties; therefore, the Group makes purchase and sale decisions in relation to a wide range of financial instruments. Assets that are held as trust are not included in the consolidated financial statements.

As of March 31, 2022 and December 31, 2021, the value of the managed off-balance sheet financial assets is as follows:

	<b>31.03.2022</b> S/(000)	<b>31.12.2021</b> S/(000)
Investment funds	17,351,877	18,669,786
Mutual funds	4,088,790	4,310,914
<b>Total</b>	<b>21,440,667</b>	<b>22,980,700</b>

### 26. Subsequent events

- On March 22, 2022, Interbank's Board of Directors approved, subject to market conditions, the issuance of unsecured corporate bonds to be placed on the international and/or domestic market under Rule 144A and/or Regulation S of the U.S. Securities Act of 1933, with a maturity of up to 10 years and up to an amount of US\$500,000,000, or its equivalent in Soles (the "New Bonds"). Subject to market conditions, these New Bonds may be issued (i) through one or more issuances in US Dollars and/or Soles, including the reopening of any such new Bond issues, and/or; (ii) for the formulation of one or more exchange offers, tender offers and/or redemption options for some or all of the corporate bonds previously issued by the Bank (the "Outstanding Bonds").
- On April 13, 2022, IFS acquired 50 percent of the capital stock of Procesos de Medios de Pago S.A. (henceforth "PMP"). The aforementioned acquisition led IFS to hold, directly and indirectly, 100 percent of the issued capital stock of PMP. Before this transaction, IFS held directly 50 percent of the capital stock of PMP through its subsidiary Interbank and is presented as Investment in Associates in the caption "Other accounts receivable and other assets, net".