

NOTICE

On the conditions and procedure for guaranteeing deposit compensation

DEAR DEPOSITOR

ATTENTION: Please read the provisions of this document before signing the deposit agreement.

The guarantor of your deposit is the **Deposit Guarantee Fund** (hereinafter referred to as “the Fund”). The Fund is located at: 15 M. Khorenatsi, Elite Plaza Business Complex, Room 2-A5, Yerevan.

Telephone: (+374 10) 58 35 14, Website: www.adgf.am.

All definitions of this notice comply with the definitions of the Law of the Republic of Armenia “On Guaranteeing the Compensation of Bank Deposits of Individuals” (hereinafter referred to as “the Law”).

COMPENSATION CASES

Your guaranteed deposit is subject to reimbursement in the following cases:

- ✓ If the bank is declared insolvent in accordance with the procedure established by the legislation of the Republic of Armenia and the decision of the Board of the Central Bank of the Republic of Armenia (hereinafter referred to as “the Central Bank”) confirms the fact of the bank's inability to return deposits within the time limits established by law and contracts or
- ✓ If the bank is declared bankrupt in accordance with the procedure established by the legislation of the Republic of Armenia (hereinafter referred to as “the Insolvent Bank”).

MAXIMUM AMOUNT OF GUARANTEED DEPOSIT AND CALCULATION PROCEDURE

The procedure for calculating guaranteed deposits is established by the Resolution No. 261-N of the Board of the Central Bank of the Republic of Armenia dated August 26, 2008.

Deposit currency structure	If you have only a dram deposit in the same bank	If you have only a foreign currency deposit in the same bank	If you have a deposit in both AMD and foreign currency in the same bank	
			If the deposit in AMD is less than 7 million AMD	If the deposit in AMD exceeds 7 million AMD
Maximum Amount of Deposit Guarantee	16 mln AMD	7 mln AMD	7 million AMD (the deposit in AMD is guaranteed in full and the foreign currency deposit is guaranteed in the amount of the difference between 7 million AMD and the reimbursed deposit in AMD)	16 million AMD (only deposit in AMD is guaranteed)

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- ✓ All your deposits in AMD in the same bank are considered one deposit in AMD, except for unsecured deposits, and all your foreign currency deposits in the same bank are considered one foreign currency deposit, except for unsecured deposits.
- ✓ In the event that your bank deposit in the bank was formed as a result of the merger of one or more banks, your bank deposit in each merging bank is considered a separate bank deposit in accordance with the procedure established by the Law.
- ✓ If you have a separate bank deposit in an insolvent bank and at the same time are the owner of a joint bank deposit in the same bank, the sum of your separate bank deposit and your share in the joint bank deposit is guaranteed in the manner and amount established by the Law.
- ✓ If you have a delinquent liability in relation to an insolvent bank, the amount subject to compensation will be calculated based on the positive difference between your bank deposit and the delinquent liability.

A delinquent liability is considered to be your liability, the repayment of the principal amount (or part thereof) or the payment of interest of which you have delayed by more than 90 days from the date specified in the contract.

- ✓ A joint bank deposit of two or more depositors is considered a separate bank deposit of each person, in the amount of the depositor's share specified in the contract.
- ✓ If the share of the depositors of a joint bank deposit is not specified in the contract, then the joint bank deposit is divided equally between the depositors.
- ✓ Reimbursement of a bank deposit is made only in Armenian drams. The monetary equivalent of a foreign currency bank deposit is determined by the average exchange rate established in the currency markets published by the Central Bank on the date of the reimbursement event.
- ✓ Your bank deposit is not reimbursed if, as of the date of the reimbursement event, the deposit is less than 1000 Armenian drams.

GUARANTEED BANK DEPOSIT

Your bank deposit is not guaranteed if:

- a) You are the head of the given bank and/or a member of its family,
- b) You are a person with a significant stake in the given bank and/or a member of their family,
- c) You, as the owner (co-owner) of the deposit, have renounced the right of ownership to your share of the deposit,
- d) Your deposit has been recognized as a monetary instrument obtained through criminal means in accordance with the procedure established by law and other legal acts, unless you prove otherwise,
- e) Your deposit has been invested in the given bank at an interest rate that is at least 1.5 times higher than the interest rate for similar bank deposits provided for in the offer to conclude a public contract by the given bank at the time of investment of the bank deposit,
- f) Your deposit is invested in the bank's branches established outside the territory of the Republic of Armenia.

PROCEDURE AND TIMELINES FOR REIMBURSEMENT OF GUARANTEED DEPOSITS

Within three business days following the date of the compensation event, the Fund publishes an announcement about the compensation event. Starting from the twentieth business day following the date of the compensation event, the Fund, through the insolvent bank or another bank, begins to implement the process of compensation of your deposits. You can submit a written or electronic claim no later than within three years following the date of the compensation event. If you do not submit a written claim within the specified period, the Fund will not compensate your guaranteed deposit. The Fund is obliged to implement the compensations upon the claims of depositors within three business days following the date of submitting the claim in writing or electronically, except for cases provided for by Law.

Your bank deposit is, at the time of investment, in the amount and manner prescribed by Law:

- ☐ ***guaranteed deposit***
- ☐ ***non-guaranteed deposit***

Depositor:

Depositor (Name, surname)		
Identification document		
Deposit contract number		

ATTENTION: In order to make your deposit repayment more smoothly, we suggest that you immediately inform the bank of any changes to the information you provided to the Bank when making the deposit (identification document data, social security card data, address, phone number, etc.).