

**About financial position****31/03/2023**

	<b>3/31/2023</b>	<b>12/31/2022</b>
<b>ASSETS</b>		
Cash and its equivalents	8,259,385	3,291,442
Claims against banks	350	0
Customer loans	64,718,668	57,737,486
Investment securities held by the entity at fair value through other comprehensive income	1,155,221	4,526,017
Investment securities measured through other comprehensive income at fair value pledged against sales and repurchase agreements	4,431,757	(0)
Main assets and right-of-use assets	2,755,845	2,515,065
intangible assets	774,913	616,207
Other assets	740,487	777,815
<b>Total assets</b>	<b>82,836,627</b>	<b>69,464,031</b>
<b>Liabilities</b>		
Liabilities to banks	9,566,301	7,765,422
Financial liabilities at fair value through profit or loss	33,555	2,549
Current accounts and deposits of customers	5,431,051	582,925
Issued debt securities	1,433,642	1,451,539
Amounts due under repurchase agreements	4,162,886	0
Other borrowings	3,566,084	3,352,931
Lease Obligations	1,818,874	1,616,211
Current tax liabilities	1,858,672	1,493,756
Deferred tax liabilities	2,262,716	2,444,158
Contingent reserves	0	0
Other liabilities	935,019	664,511
<b>Total liabilities</b>	<b>31,068,800</b>	<b>19,374,003</b>
<b>Equity</b>		
Share capital	30,100,000	30,100,000
Undistributed profit	21,880,349	20,269,092
Main reserve	515,755	515,755
Reserve for changes in the fair value of investment securities	(728,277)	(794,819)
<b>Total equity</b>	<b>51,767,827</b>	<b>50,090,029</b>
<b>Total liabilities and equity</b>	<b>82,836,627</b>	<b>69,464,031</b>

**Reports validated on April 15, 2023**

Executive director of the credit organization

D. Azatyan

Chief Accountant

A. Avetyan

# Profit or Loss and Other Comprehensive Financial Results

31/03/2023

(thousand dram)

	01/01/2023- 31/03/2023	01/01/2022- 31/03/2022
Calculated using the effective rate method interest income	3,084,195	3,024,854
Other Interest Income	127,354	115,531
Interest cost	(365,245)	(724,718)
<b>Net interest income</b>	<b>2,846,305</b>	<b>2,415,667</b>
Impairment losses	452,146	771,978
<b>Net interest income after deducting impairment losses</b>	<b>3,298,450</b>	<b>3,187,646</b>
Income from commissions and other fees	12,722	3,360
Cost in the form of commissions and other fees	(13,201)	(5,482)
Net benefit from exchange differences	547	(71,686)
- Benefit/(Loss) from spot transactions	164,011	180,971
- Gain/(loss) revaluation of financial assets and liabilities	(138,014)	(252,657)
- Gain/(Loss) from Currency Derivatives	(25,450)	0
Other operating income	14,556	8,609
<b>Non-interest income</b>	<b>14,624</b>	<b>(65,199)</b>
Staff costs	(978,708)	(793,592)
Depreciation and amortization	(153,505)	(89,794)
Other General Administrative Costs	(192,486)	(105,838)
<b>Non-interest expenses</b>	<b>(1,324,699)</b>	<b>(989,224)</b>
<b>Profit before taxation with profit tax</b>	<b>1,988,376</b>	<b>2,133,222</b>
Profit tax expense (compensation)	(377,116)	(428,389)
<b>Profit for the period</b>	<b>1,611,260</b>	<b>1,704,833</b>
	01/01/2023- 31/03/2023	01/01/2022- 31/03/2022
<b>Profit for the period</b>	<b>1,611,260</b>	<b>1,704,833</b>
<b>Other comprehensive income</b>		
Movement of the reserve for changes in the fair value of investment securities	81,148	(284,764)
Change in deferred tax in relation to other comprehensive income	(14,607)	51,257
<b>Other comprehensive benefit/(loss)</b>	<b>66,541</b>	<b>(233,506)</b>
<b>Total comprehensive income for the period</b>	<b>1,677,801</b>	<b>1,471,327</b>

**Statement of changes in equity****31/03/2023***(thousand dram)*

	<i>Share capital</i>	<i>Undistributed profit</i>	<i>Main reserve</i>	<i>Reserve for changes in the fair value of investment securities</i>	<i>Total equity</i>
<b>1/1/2022</b>	<b>7,000,000</b>	<b>14,543,493</b>	<b>515,755</b>	<b>(351,535)</b>	<b>21,707,713</b>
Profit for the period		1,704,833			<b>1,704,833</b>
Net change in fair value of investment securities				(233,506)	<b>(233,506)</b>
<b>Total comprehensive income for the period</b>	<b>0</b>	<b>1,704,833</b>	<b>0</b>	<b>(233,506)</b>	<b>1,471,327</b>
Investments in authorized capital	0				<b>0</b>
Dividends		0			<b>0</b>
<b>3/31/2022</b>	<b>7,000,000</b>	<b>16,248,326</b>	<b>515,755</b>	<b>(585,041)</b>	<b>23,179,040</b>
<b>1/1/2023</b>	<b>30,100,000</b>	<b>20,269,092</b>	<b>515,755</b>	<b>(794,819)</b>	<b>50,090,029</b>
Profit for the period		1,611,260			<b>1,611,260</b>
Net change in fair value of investment securities				66,541	<b>66,541</b>
<b>Total comprehensive income for the period</b>	<b>0</b>	<b>1,611,260</b>	<b>0</b>	<b>66,541</b>	<b>1,677,801</b>
Investments in authorized capital	0				<b>0</b>
Dividends		0			<b>0</b>
<b>3/31/2023</b>	<b>30,100,000</b>	<b>21,880,351</b>	<b>515,755</b>	<b>(728,277)</b>	<b>51,767,829</b>

**Summary Statement of Cash Flows****31/03/2023***(thousand dram)*

	<b>01/01/2023- 31/03/2023</b>	<b>01/01/2022- 31/03/2022</b>
<b>Cash flow from operational activities</b>		
Interest earned	3,259,981	3,088,646
Interest paid	(275,930)	(1,283,520)
Earned commission amounts	6,941	1,977
Commission amounts paid	(20,696)	(5,332)
Profit/(Loss) from foreign exchange trading operations	84,996	226,840
Staff payments	(1,040,963)	(705,370)
Other income received from operating activities and other expenses paid	(322,477)	(241,986)
<b>Net cash flows before changes in operating assets and liabilities</b>	<b>1,691,851</b>	<b>1,081,255</b>
<i>Operating assets (increase)/decrease</i>		
Loans to customers	(6,731,621)	(5,256,711)
<i>Increase / (decrease) in operating liabilities</i>		
Amounts payable under repurchase agreements	4,159,071	0
Current accounts and deposits of customers	5,030,185	0
<b>Net cash used in operating activities before income taxes</b>	<b>4,149,486</b>	<b>(4,175,456)</b>
Paid profit tax	0	0
<b>Net cash flow from operating activities</b>	<b>4,149,486</b>	<b>(4,175,456)</b>
<b>Cash flows from investment activities</b>		
(Increase)/decrease in investment securities	(916,477)	0
Acquisition of main assets and intangible assets	(227,169)	(121,195)
Disposal of main assets	0	0
<b>Net cash flows from investing activities</b>	<b>(1,143,646)</b>	<b>(121,195)</b>
<b>Cash flows from financial activities</b>		
Shareholders' contributions to authorized capital	0	0
Increase/(decrease) of issued bonds	0	0
Increase/(decrease) borrowed funds	2,112,613	3,253,002
Dividends paid to shareholders	0	0
<b>Net cash flows from financing activities</b>	<b>2,112,613</b>	<b>3,253,002</b>
Effect of changes in foreign currency exchange rates on cash and cash equivalents	(150,616)	37,487
Effect of changes in expected debt losses on cash and cash equivalents	(92)	(11)
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>4,967,745</b>	<b>(1,006,174)</b>
Cash and cash equivalents at the beginning of the period	3,291,640	2,412,547
<b>Cash and cash equivalents at the end of the period</b>	<b>8,259,385</b>	<b>1,406,373</b>