

Statement of financial position
As of 30 June 2023
(thousands of Armenian Drams)

	Օճվ. Notes	30/06/23	31/12/22
Assets			
Cash and cash equivalents	5 5	7,781,106	3,180,144
Amounts due from banks	6 6	538,506	110,319
Investment securities	8 8	4,812,764	4,551,296
Investment securities pledged under repurchase agreements		1,075,143	0
Loans to customers	9 9	70,274,976	56,410,990
Property, equipment and right-of-use assets	10 10	3,666,310	2,690,070
Intangible assets	11 11	980,689	613,470
Other assets	14 14	461,932	815,423
Total assets		89,591,425	68,371,710
Liabilities			
Derivative financial liabilities	7 7	3,091	2,549
Amounts due to customers	15 15	16,959,472	582,925
Amounts due to banks	16 16	9,351,559	7,765,422
Debt securities issued	17 17	1,433,116	1,451,539
Liabilities directly associated with assets held for sale		1,004,197	0
Other borrowed funds	18 18	3,993,468	3,333,190
Lease liability	19 19	1,915,412	1,787,052
Current income tax liabilities		642,423	1,504,320
Deferred income tax liabilities	12 12	2,228,753	2,260,053
Other liabilities	20 20	979,063	950,983
Total liabilities		38,510,555	19,638,032
Equity			
Share capital	21 21	30,100,000	30,100,000
Retained earnings		21,458,838	19,437,014
Revaluation reserve for investment securities	21 21	(477,967)	(803,336)
Total equity		51,080,870	48,733,678
Total equity and liabilities		89,591,425	68,371,710

Signed and authorised for release on behalf
of the Management Board of the Bank.
15-Jul-23

Garegin Darbinyan

Chairman of the Management Board

Tatul Tamrazyan

Chief Accountant



Statement of profit or loss and other comprehensive income**As of period ended 30 June 2023***(thousands of Armenian Drams)*

	Notes	01/04/2023- 30/06/2023	01/01/2023- 30/06/2023	01/04/2022- 30/06/2022	01/01/2022- 30/06/2022
Interest revenue calculated using effective interest rate	23	3,877,390	7,088,939	4,108,888	7,249,273
Interest expense	23	(578,025)	(943,270)	(869,845)	(1,594,563)
Net interest income		3,299,365	6,145,669	3,239,042	5,654,710
Credit loss expense	13	(1,098,260)	(646,114)	(1,920,224)	(1,148,245)
Net interest income after credit loss expense		2,201,105	5,499,555	1,318,819	4,506,465
Fee and commission income	24	26,195	38,917	8,951	12,311
Fee and commission expense	24	(5,642)	(18,843)	(8,417)	(13,898)
Net (loss)/gain from financial instruments at fair value through profit or loss		(9,950)	(35,400)	0	0
<i>Net gain/(loss) from foreign currencies</i>		103,979	129,977	1,601,669	1,529,983
-dealing		140,047	304,058	417,996	598,967
-translation difference		(36,068)	(174,081)	1,183,673	931,016
Other income		13,392	27,948	11,740	20,349
Non-interest income		127,974	142,599	1,613,944	1,548,745
Personnel expenses	25	(1,121,582)	(2,100,289)	(935,193)	(1,728,785)
Depreciation and amortisation	10,11	(193,710)	(347,215)	(90,080)	(179,874)
Other operating expense	25	(341,643)	(534,129)	(192,846)	(298,684)
Non-interest expense		(1,656,934)	(2,981,633)	(1,218,119)	(2,207,344)
Profit before income tax expense		672,145	2,660,520	1,714,644	3,847,866
Income tax expense	12	(261,580)	(638,697)	(34,645)	(463,033)
Profit for the period		410,564	2,021,824	1,679,999	3,384,832
Other comprehensive income					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Net change in fair value of debt instruments at fair value through other comprehensive income		300,347	381,495	(107,488)	(392,252)
Changes in allowance for expected credit losses of debt instruments at fair value through other comprehensive income		15,296	15,296	(12,451)	(12,451)
Income tax relating to components of other comprehensive income	12	(56,816)	(71,422)	21,589	72,846
Net other comprehensive loss to be reclassified to profit or loss in subsequent periods		258,827	325,368	(98,350)	(331,856)
Other comprehensive (loss)/income for the year, net of tax		258,827	325,368	(98,350)	(331,856)
Other comprehensive income for the year, net of tax		258,827	325,368	(98,350)	(331,856)
Total comprehensive income for the year		669,391	2,347,192	1,581,649	3,052,976

Statement of changes in equity**As of period ended 30 June 2023***(thousands of Armenian Drams)*

	<i>Share capital</i>	<i>Revaluation reserve for investment securities</i>	<i>Retained earnings</i>	<i>Total equity</i>
Balance as at 1 January 2022	7,000,000	(351,536)	15,530,279	22,178,743
Total comprehensive income				
Profit for the year	–	–	3,384,832	3,384,832
Other comprehensive (loss)/gain for the period	–	(331,856)	–	(331,856)
Total comprehensive income for the period	–	(331,856)	3,384,832	3,052,976
Balance as at 30 June 2022	7,000,000	(683,392)	18,915,111	25,231,719
Balance as at 1 January 2023	30,100,000	(803,336)	19,437,014	48,733,678
Total comprehensive income				
Profit for the year	–	–	2,021,824	3,384,832
Other comprehensive (loss)/gain for the period	–	325,368	–	(325,368)
Total comprehensive income for the period	–	325,368	2,021,824	2,347,194
Balance as at 30 June 2023	30,100,000	(477,968)	21,458,838	51,080,870

Statement of cash flows**As of period ended 30 June 2023***(thousands of Armenian Drams)*

	01/01/2023- 30/06/2023	01/01/2022- 30/06/2022
Cash flows from operating activities		
Interest received	6,737,339	6,285,552
Interest paid	(605,495)	(2,241,274)
Commission fees received	15,102	11,641
Commission fees paid	26,412	(13,201)
Benefits from foreign exchange trading operations/(loss)	167,973	674,636
Salary paid-other equivalent payments	(2,181,562)	(1,476,860)
Other operating income, other expenses paid	(797,004)	(615,727)
Cash flow from changes in operating assets and liabilities	3,362,767	2,624,767
<i>(Increase)/decrease in operating assets</i>		
Loans to customers	(14,589,399)	(6,804,747)
Other assets	(427,644)	-
<i>Net increase/(decrease) in operating liabilities</i>		
Amounts payable under repurchase agreements	911,551	489,896
Amounts due to customers	16,580,983	-
Net cash used in operating activities before income taxes and interest	5,918,259	(3,690,084)
Income tax paid	(1,642,307)	-
Net cash flow from operating activities before income taxes are paid	4,275,951	(3,690,084)
Cash flows from investing activities		
Investment stocks (increase)/decrease	(916,477)	-
Purchase of property and equipment, intangible assets	(902,348)	(723,889)
Alienation of property	701	2,798
Net cash (used in) investing activities	(1,818,125)	(721,091)
Cash flows from financing activities		
Increase/Decrease in loans involved	2,350,215	6,621,043
Net cash from financing activities	2,350,215	6,621,043
Effect of exchange rates changes on cash and cash equivalents	(205,460)	(342,973)
Effect of expected credit losses on cash and cash equivalents	(1,620)	(880)
Net increase in cash and cash equivalents	4,600,962	1,866,015
Cash and cash equivalents, beginning	3,180,144	2,412,544
Cash and cash equivalents, ending	7,781,106	4,278,559