

INTERIM STATEMENT
Statement of financial position
31-Dec-19

(thousand drams)	12/31/2019 (unverified)	12/31/2018 (verified)
Assets		
Cash and cash equivalents	2,014,885	1,784,782
Loans and advances to customers	30,959,051	27,621,788
Property, equipment and intangible assets	1,138,819	365,992
Deferred tax assets	563,089	47,126
Other assets	332,246	188,710
<u>Total assets</u>	<u>35,008,090</u>	<u>30,008,398</u>
Liabilities and equity		
Liabilities		
Liabilities to financial institutions	8,753,592	5,541,195
borrowings	17,988,955	18,694,544
issued securities	599,148	603,387
Amounts to be paid for rent	775,582	-
Current income tax liabilities	-	250,918
deferred tax liabilities	-	-
Other liabilities	324,404	275,108
<u>Total liabilities</u>	<u>28,441,682</u>	<u>25,365,152</u>
Equity		
Share capital	7,000,000	3,000,000
main reserves	378,755	308,755
Retained earnings	(812,348)	1,334,491
<u>Total own capital</u>	<u>6,566,408</u>	<u>4,643,246</u>
<u>Total equity and liabilities</u>	<u>35,008,090</u>	<u>30,008,398</u>

Executive Officer	_____	H. Ghonjeyan
Chief Accountant	_____	L. Movsisyan

Statement validation date 15/01/2020թ.

INTERIM STATEMENT
Statement of comprehensive income
31-Dec-19

	01/10/2019- 31/12/2019	01/01/2019- 31/12/2019	01/10/2018- 31/12/2018	01/01/2018- 31/12/2018
<i>(thousand drams)</i>	(unverified)	(unverified)	(unverified)	(unverified)
Interest and other income	2,056,653	7,771,506	1,591,930	6,382,862
Interest and other expenses	(632,639)	(2,408,568)	(590,668)	(2,332,905)
Net interest income	1,424,014	5,362,938	1,001,262	4,049,957
Commission and other income	248	492	156	243
commission and other expenses	(1,588)	(9,398)	(12,157)	(23,257)
net commission and other payments	(1,340)	(8,906)	(12,001)	(23,014)
Net foreign exchange income	106,021	334,037	63,381	196,014
Other operating income	28,993	104,574	15,585	97,561
Impairment losses	(5,020,345)	(6,146,777)	(7,998)	(331,019)
staff costs	(455,691)	(1,707,721)	(477,059)	(1,498,746)
Other operating expenses	(133,218)	(531,992)	(228,086)	(652,650)
Profit before income tax	(4,051,566)	(2,593,848)	355,084	1,838,103
Income tax expense /charge/	806,479	517,009	(53,795)	(356,781)
Profit after income tax	(3,245,088)	(2,076,839)	301,289	1,481,322

Executive Officer	_____	H. Ghonjeyan
Chief Accountant	_____	L. Movsisyan

INTERIM STATEMENT
Statement on changes in equity
31-Dec-19

(thousand drams)

	Share capital	Main reserves	Retained earnings	Total
Balance as of the beginning of the period				
January 1, 2018 (verified)	2,000,000	259,755	962,299	3,222,054
Impact of IFRS 9 as of January 1, 2018			(150,130)	(150,130)
The restated balance as of January 1, 2018. (verified)	2,000,000	259,755	812,169	3,071,924
Net profit for the period			1,481,322	1,481,322
Dividends			(910,000)	(910,000)
Investments in the share capital	1,000,000			1,000,000
Other comprehensive income		49,000	(49,000)	
The balance as of December 31, 2018. (verified)	3,000,000	308,755	1,334,491	4,643,246
	Share capital	Main reserves	Retained earnings	Total
comparable interim period of the current year (increasing from the beginning of the year)				
The balance as of January 1, 2019 (verified)	3,000,000	308,755	1,334,491	4,643,246
Net profit for the period			(2,076,839)	(2,076,839)
Dividends				
Investments in the share capital	4,000,000			4,000,000
Other comprehensive income		70,000	(70,000)	
The balance as of December 31, 2019. (unverified)	7,000,000	378,755	(812,348)	6,566,408

Executive Officer _____ H. Ghonjeyan
Chief Accountant _____ L. Movsisyan

INTERIM STATEMENT
Statement of cash flows
31-Dec-19

(thousand drams)

ITEM	01/01/2019- 31/12/2019 (unverified)	01/01/2018- 31/12/2018 (unverified)
Cash flows from operating activities		
Net cash flows before changes in operating assets and liabilities	3,167,755	3,970,227
Interest receipts	6,463,281	5,075,321
Interest payments	(2,402,248)	(1,899,918)
Commission payments	(9,402)	(107,506)
Net receipts/(payments) from foreign exchange	294,737	209,722
Commission receipts	1,049,439	977,125
Salaries and other related payments	(1,666,922)	(1,487,431)
Other income and expenses from operating activities	(561,129)	1,202,914
Cash flows before changes in operating assets and liabilities	(9,452,666)	(6,931,945)
Decrease/(increase) of advances	(9,452,666)	(6,931,945)
Increase/(decrease) of borrowed loans		
Net cash from operating activities before income tax paid	(6,284,910)	(2,961,718)
Income tax paid	(402,514)	(495,099)
Net cash flows from operational activities	(6,687,424)	(3,456,818)
Net cash flows from investing activities		
Decrease of held-to-maturity investments		
Purchase of property, equipment and intangible assets	(83,311)	(85,686)
Disposal of property, equipment and intangible assets		
Net cash flows from other investing activities		
Net cash flows from investing activities	(83,311)	(85,686)
Net cash flows from financial activities		
Dividends paid	-	(910,000)
Increase of loans and borrowings	6,996,560	3,805,792
Repayment of loans and borrowings		
Investments of shareholders in share capital		
Net cash flows from other financial activities		1,080,681
Net cash flows from financial activities	6,996,560	3,976,472
Effect of changes in exchange rates on cash and cash equivalents	4,444	(38,647)
Net increase/(decrease) in cash and cash equivalents	225,825	433,968
Cash and cash equivalents at the beginning of the period	1,784,979	1,389,657
Cash and cash equivalents at the end of the period	2,015,248	1,784,979

Executive Officer
Chief Accountant

H. Ghonjeyan
L. Movsisyan