

**NOTIFICATION**

**On Procedure and Terms of Remuneration of Bank Deposits**

DEAR CUSTOMER,

**ATTENTION:** Before signing the deposit agreement, please, get acquainted with the provisions of this document.

The guarantor of your deposit remuneration is the Deposit Guarantee Fund (hereinafter- the Fund).

The address of the Fund is: RA 0010, Yerevan, 26/1 V. Sargsyan, "Erebouni Plaza" business center, 4<sup>th</sup> floor, the room #411,

Telephone number<sup>a</sup> (37410) 582321, 582322

URL: [www.fsm.am](http://www.fsm.am)

The all definitions of this notification comply with the definitions of the RA law on "Guarantee of remuneration of bank deposits of physical persons" (hereinafter the Law)

[Remuneration event](#)

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

1. If the bank is recognized insolvent due to the procedure stipulated by the legislation of the Republic of Armenia and the Board of the Central Bank (hereinafter-the Central Bank) of the Republic of Armenia confirms the disability of the bank to refund the deposits within the timeframe set by law and contracts or
2. If the bank is recognized bankrupt (hereinafter-the insolvent bank)

[Maximum Size of the Guaranteed Deposit and Calculation Procedure](#)

The calculation of the guaranteed deposits is stipulated by the resolution #261-N, dated August 26, 2008 of the Board of the Central Bank of the Republic of Armenia

**ATTENTION:** All of your dram deposits in the same bank are considered as a one dram deposit, besides unguaranteed deposits and your all foreign currency deposits in the same bank are considered as a one foreign currency deposit, besides unguaranteed deposits.

Currency structure of the deposit	If you have only dram deposit in the same bank	If you have only foreign currency deposit in the same bank	If you have both dram and foreign currency deposits in the same bank	
			If the dram deposit is above 2 million	If the dram deposit is less than 2 million
The maximum size of guaranteed deposit	AMD 4 million	AMD 2 million	AMD 4 million (only dram deposits are guaranteed)	AMD 2 million (dram deposit is fully guaranteed and foreign currency deposit is guaranteed with the size of the difference of AMD two million and the guaranteed deposit)

If you have separate bank account in the insolvent bank and at the same time you are an owner of the joint bank deposit in the same bank, the sum of your separate bank deposit and your share of the joint bank deposit is guaranteed according to the procedure and size stipulated by the Law.

If you have liabilities towards the insolvent bank, the guaranteed amount will be calculated on the basis of the positive difference of your bank deposit and liabilities according to the procedure and size stipulated by the Law .

The joint bank deposit belonging to two or more depositors is considered as separate deposits of each person in the sizes of the shares of the depositors stated by the agreement. If the shares of the joint deposit are not stated by the agreement, the joint deposit is divided equally.

The remuneration of the bank deposit is carried out only in Armenian drams. The amount of foreign currency deposit in Armenian drams is determined with the average exchange rate in currency markets, published by the Central Bank as of the day of the remuneration event.

Your bank deposit will not be remunerated, if the deposit was less than AMD 1000 as of the day of the remuneration event.

Unguaranteed bank deposit

Your bank deposit is not guaranteed, if:

- a) If you are a Director of the bank and (or) r,
- b) If you are a person having significant participation in that bank and (or) a member of the family of the latter.
- c) As an owner (co-owner) of the deposit, you have waived ownership over your share of the deposit.
- d) Your deposit has been recognized as a criminal obtained fund under law and other normative acts unless you prove the opposite.
- e) Your deposit has been deposited with the interest rate which is at least 1.5 times more than the interest rate stated by the bank for similar deposits specified in the offer to sign a public contract as of the day of depositing.
- ½) Your deposit is in branches of the bank established out of the territory of the Republic of Armenia.

The procedure and terms of remuneration of guaranteed deposits

The Fund publishes announcement on remuneration event within the following three days after the remuneration event. Within the following thirty days after the remuneration event the Fund begins the remuneration process of your deposit through the insolvent bank or other bank. The process starts from publishing additional announcement on remuneration event in mass media by the Fund. You can present written claims not later than within a year after the day of remuneration event. In case you fail to present the written claims during the mentioned period, the remuneration of your deposit will not be carried out by the Fund. The Fund is obliged to carry out remuneration upon requests of depositors within three months after the day of presenting written claim, besides the cases provided by the Law.

After the remuneration of the guaranteed deposit your money claim against the insolvent bank is considered satisfied in the size of the remunerated amount. The amount exceeding the remunerated size is considered as a liability of the insolvent bank towards you.

***Your bank deposit at the moment of depositing is considered as a guaranteed deposit according to the procedure and size stipulated by the Law.***

(in case of those joint deposits, when the deposits of one or a few of the co-depositors are not considered as guaranteed, please mention the guaranteed part in the total deposit amount in percents).

Unguaranteed deposit

Depositor.....  
Name Last name

ID data

.....

Deposit agreement code or data of other liability

.....

Depositor.....

signature

Executive Director of the bank or other authorized person (Management Board Chairman).....

Signature

Stamp

Date

**ATTENTION:** In order to make your deposit remuneration process easier, we recommend you to inform the bank immediately about any changes of the data (data of ID documents, social card, address, telephone numbers and etc.) provided by you at the time of depositing.