

CONVERSE BANK CASH FLOW STATEMENT

Date as of 01.01.2003
30.09.2003

(000' AMD)

ITEM	Previous period	Reporting period
1. Net cash flows from operating activities	13 169	4 433 282
Net cash flows before changes of operating assets and liabilities	817 894	1 207 952
Interest income	1 023 484	1 192 029
Net fees and commissions received	313 900	455 556
Net income from repo agreements		-261
Gains from trading and re-trading of equity	18 560	89 941
Net gains from foreign currency transactions	12 153	-103 362
Interests paid on deposits attracted	-493 667	-329 012
Leasing and factoring		10 570
Interest from deposits		43 282
Interest paid on loans		-110 904
Fees and charges payable to financial services		-2 611
Payroll and other equal payments	-172 159	-193 417
Taxation paid	-69 294	-150 187
Recovery of loans written off	137 143	203 660
Recovery of liabilities written off	8 635	33 419
Proceeds from investing activities	38 726	69 101
Dividends received	413	148
Net cash flows from changes in operating assets and liabilities	-804 725	3 225 330
Increase (decrease) of lending activity	-305 620	1 098 820
Increase (decrease) in deposits attracted	346 577	3 945 228
Increase (decrease) in equity on repo agreements	0	-606 000
Increase (decrease) in equity traded on repo agreements	0	-150 000
Increase (decrease) in equity to trade and re-trade	-187 916	-458 243
Increase (decrease) in factoring	0	-412 203
Increase (decrease) in assets to lease	0	0
Net cash flows from other operating activities, including	-657 766	-192 272
from which, derivatives		0
from which, penalties and fees	41 293	76 141
2. Net cash flow from investing activities	5 099 500	-376 872
Increase (decrease) in equity held- to-maturity	-452 663	-85 503
Increase (decrease) of investing into equity of no maturity	-500	-416
Increase (decrease) in placements with other Banks	5 938 725	-182 195
Sell(buy) of fixed and intangible assets	-386 062	-108 758
Net cash flow from other investing activity		0
3. Net cash flow from financial activity	-4 997 427	-895 833
Dividends paid	-14347	-18 196
Increase (decrease) in loans from CBA	225 000	600 000
Increase (decrease) in inter banking loans	-5 208 080	-589 520
Increase (decrease) in other advances	0	-854 740
Increase (decrease) in flow from leasing	0	0
Increase (decrease) in equity issued by the Bank	0	0
Investments of shareholders into statutory fund	0	60 556
Net cash flows from other financial activity.	0	-93 933
Foreign currency translation effect on cash and cash equivalents	6 314	-344 552
Net increase in cash flow	121 556	2 816 025
Net cash and cash equivalents at the beginning of the period	5 145 680	7 784 724
Net cash and cash equivalents at the end of the period	5 267 236	10 600 749

NOTE

	(000' AMD)
1.Assets charged off to post-balance sheet during quarter (year)	1 102 357
from which: loans	838 057
debtor debts	264 300
2. Collection of assets charged off to post-balance sheet, including	236 854
from which: loans	203 660
debtor debts	33 419
3. Interests charged off to post-balance sheet	112 278
4. Collection of interests charged off to post-balance sheet	28 323

Chief Executive Officer
(General Director)
Chief Accountant

S. Nasibyan

A. Karakhanyan