

INTERIM CONSOLIDATED STATEMENT
on comprehensive financial results

"31" March 2016

Converse Bank CSJC, V. Sargsyan 26/1 st., Yerevan

(name and address of the bank)

(thous. drams)

Item	Note	01.01.16- 31.03.16	01.01.15- 31.03.15
Interest and similar income	6	3,434,397	3,374,792
Interest and similar expenses	6	(1,650,515)	(1,767,186)
Net interest income		1,783,882	1,607,606
Income from commissions and other fees	7	391,012	388,276
Expenses regarding commissions and other fees	7	(151,433)	(142,027)
Net commissions received		239,579	246,249
Income from dividends	9	1,091	910
Net trading income	8	(26,383)	(143,781)
Other operational income	9	175,341	262,126
Operational income		2,173,510	1,973,110
Impairment charge for credit losses	10	(359,283)	165,658
Total administrative expenses	11,20,21	(1,506,101)	(1,446,368)
Other operational expenses	12	(117,359)	(46,904)
Net loss/gain from investments in units under control		-	-
Profit/ (loss) before tax		190,767	645,496
Profit tax	13	(42,923)	(141,987)
Net profit/ (loss)		147,844	503,509
Including			
Owner's share			
Other share			

Approval date 14.04.16



Chief Executive Officer T. Davtyan
 (Executive director)

Chief Accountant G. Harutyunyan

ConverseBank

INTERIM CONSOLIDATED STATEMENT

Other comprehensive income

"31" March 2016

Converse Bank CSJC, V. Sargsyan 26/1 st., Yerevan

(name and address of the bank)

(thous. drams)

Item	Notes	01.01.16- 31.03.16	01.01.15- 31.03.15
Other comprehensive income			
Exchange differences from recalculation of foreign transactions			
Net unrealized losses from changes in fair value of available-for sale instruments		103,744	(78,428)
Hedging of cash flows		-	
Gain/loss from revaluation of fixed assets		-	
Profit tax in other comprehensive income		(20,749)	15,686
Other comprehensive income after tax		82,995	(62,742)
Comprehensive profit/ loss		230,839	440,767
Including			
Owner's share			
Other share			

Approval date 14.04.16



Chief Executive Officer
(Executive director)

I. Davtyan

Chief Accountant

G. Harutyunyan

INTERIM CONSOLIDATED STATEMENT
of changes in equity

"31" March 2016

Converse Bank CSJC, V. Sargsyan 26/1 st., Yerevan
(name and address of the bank)

From the beginning of previous year till reporting date

(thous. drams)

Names of the equity's items Item	Share capital	Share premium/loss	General reserve	Revaluation reserve of financial assets held for sale	Revaluation reserve of fixed assets	Accrual profit (loss)	Total
Balance as of 01 January, 2015 /audited/	7,002,033	63,233	844,898	347,391	3,978,488	10,268,240	22,504,283
Profit for the year						503,509	503,509
Investments in share capital							0
Transfers to reserves							0
Dividends to shareholders							0
Other comprehensive income							0
Adjustment to revaluation reserve on depreciation of PPE					(23,746)	23,746	0
Reassessment of fixed assets				(38,894)			(38,894)
Net unrealized gains from changes in fair value				(39,534)			(39,534)
Net losses realized to comprehensive income statement on disposal of available-for-sale instruments				15,686			15,686
Income tax relating to components of other comprehensive income				(62,742)	(23,746)	23,746	(62,742)
Total other comprehensive income	0	0	0	(62,742)	(23,746)	23,746	0
Balance as of 31 March, 2015	7,002,033	63,233	844,898	284,649	3,954,742	10,795,496	22,945,050
Balance as of 01 January, 2016	7,002,033	63,233	1,005,996	345,239	3,929,664	10,367,861	22,714,026
Profit for the year						147,844	147,844
Investments in share capital							0
Transfers to reserves							0
Dividends to shareholders							0
Other comprehensive income							0
Adjustment to revaluation reserve on depreciation of PPE					(23,747)	23,747	0
Reassessment of fixed assets							0
Net unrealized gains from changes in fair value				108,059			108,059
Net losses realized to comprehensive income statement on disposal of available-for-sale instruments				(4,315)			(4,315)
Income tax relating to components of other comprehensive income				(20,749)			(20,749)
Total other comprehensive income	0	0	0	82,995	(23,747)	23,747	82,995
Balance as of 31 March, 2016	7,002,033	63,233	1,005,996	428,234	3,905,917	10,539,452	22,944,866

Approval date 14.04.16

I. Davtyan

G. Harutyunyan



INTERIM CONSOLIDATED STATEMENT
on cash flow of bank

"31" March 2016

Converse Bank CSJC .V. Sargsyan 26/1 st., Yerevan
(name and address of the bank)

(thous. drams)

Item	From beginning of current year till reporting date	From beginning of previous year till reporting date
1. Net cash flow from operational activities	x	x
Interests received	3,013,205	3,270,719
Interests paid	(2,346,899)	(1,797,861)
Fees and Commissions received	471,834	446,957
Fees and Commissions paid	(151,434)	(142,027)
Gains less losses from trading securities	(7,935)	329
Realised gains from dealing in foreign currencies	383,919	262,232
Recovery of previously written off loans	643,380	154,489
Other income received	63,093	286,552
Salaries and benefits paid	(540,196)	(536,902)
Other operating expenses paid	(619,985)	(535,285)
Cash flows from operating activities before changes in operating assets and liabilities		
Net (increase)/decrease in operating assets	(4,170,673)	2,589,803
Deposited funds with the CBA	550,000	350,000
Precious metals	(103,055)	122,809
Trading securities	(400,335)	-
Derivative transactions	423	(5,194)
Amounts due from other financial institutions	658,300	(1,503,953)
Loans and advances to customers	(4,936,090)	3,697,852
Other assets	60,084	(71,711)
Increase/(decrease) in operating liabilities	(6,557,658)	3,416,838
Amounts due to financial institutions	1,998,282	(1,060,093)
Amounts due to customers	(4,104,040)	6,554,581
Trading liabilities	(5,299,998)	(891,836)
Other liabilities	848,098	(1,185,814)
Net cash flow from operating activities before income tax	(9,819,349)	7,415,844
Income tax paid	(67,000)	-
Net cash from operating activities	(9,886,349)	7,415,844
2. Net cash flow from investing activities	x	x
Purchase of investment securities	383,957	401,225
Dividends received	1,091	910
Purchase of property, equipment and intangible assets	(70,376)	(26,107)
Proceeds from sale of property, equipment and intangible assets	314,672	376,028
Net cash used in investing activities		
Net cash flow from financing activities		
Issue of share capital	(1,997,747)	(1,318,903)
Loans received from financial organizations		
Redemption of debt securities issued		
Dividends paid to shareholders	(1,997,747)	(1,318,903)
Net cash flow from financing activities		
Net increase in cash and cash equivalents	(11,569,424)	6,472,969
Cash and cash equivalents at the beginning of the year	46,029,188	27,841,421
Effect of exchange rate changes on cash and cash equivalents	333,805	(524,226)
Cash and cash equivalents at the end of the year	34,793,569	33,790,164

Approval date 14.04.16



Chief Executive Officer
(Executive director)

T. Davtyan

Chief Accountant

G. Harutyunyan