

Statement of comprehensive income

December 31, 2025

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

In thousand Armenian drams	01/10/25- 31/12/25	01/01/25- 31/12/25	01/10/24- 31/12/24	01/01/24- 31/12/24
Interest revenue calculated using effective interest rate	13,401,699	52,371,202	12,038,253	45,388,068
Interest income on FVTPL loans and other interest income	137,484	558,167	118,520	372,125
Interest expense	(5,715,002)	(23,462,114)	(5,303,012)	(19,826,581)
Net interest income	7,824,181	29,467,255	6,853,761	25,933,612
Credit loss expense	151,367	174,789	249,065	311,808
Net interest income after credit loss expense	7,975,548	29,642,044	7,102,826	26,245,420
Fee and commission income	2,414,298	8,503,073	2,390,408	10,591,042
Fee and commission expense	(1,498,940)	(5,263,937)	(1,503,631)	(6,846,521)
Net trading income	1,134,455	5,941,391	824,145	5,743,874
Net gain(loss) from foreign currency translation	(87,273)	(483,423)	644,992	314,266
Gains less losses from investment securities available for sale	569,719	1,146,892	35,470	462,818
Other income	338,986	961,716	234,204	757,622
Non-interest income	2,871,245	10,805,712	2,625,588	11,023,101
Personnel expenses	(3,300,331)	(12,366,320)	(2,905,327)	(10,561,006)
Depreciation of property and equipment	(302,067)	(1,498,769)	(394,258)	(1,401,966)
Amortization of intangible assets	(38,058)	(139,862)	(31,375)	(113,668)
Other operating and administrative expenses	(1,529,935)	(5,723,615)	(1,465,687)	(5,262,230)
Other impairment and provisions	(70,659)	(20,539)	(76,564)	(76,564)
Non-interest expense	(5,241,050)	(19,749,105)	(4,873,211)	(17,415,434)
Profit before income tax expense	5,605,743	20,698,651	4,855,203	19,853,087
Profit tax expense	(1,040,874)	(3,988,799)	(959,912)	(4,028,345)
Profit for the period	4,564,869	16,709,852	3,895,291	15,824,742
Other comprehensive income				
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>				
Gain on equity securities at FVOCI	34,980	34,980	174,800	174,800
Revaluation of property and equipment	402,740	402,740	-	-
Income tax effect	(78,790)	(78,790)	(31,464)	(31,464)
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	358,930	358,930	143,336	143,336
<i>Other comprehensive income to be reclassified subsequently to profit or loss</i>				
Unrealised gains/(losses) on investments at fair value through other comprehensive income	3,955,576	6,197,770	(323,369)	2,917,529
Realised (gains)/losses on investments at fair value through other comprehensive income reclassified to the statement of profit or loss	(569,719)	(1,146,892)	(35,470)	(462,818)
Changes in allowance for expected credit losses of debt instruments at fair value through other comprehensive income	(54,354)	(3,871)	97,193	123,239
Income tax effect	(599,670)	(908,461)	47,096	(464,031)
Net other comprehensive income to be reclassified subsequently to profit or loss	2,731,833	4,138,546	(214,550)	2,113,919
Other comprehensive income for the year, net of tax	3,090,763	4,497,476	(71,214)	2,257,255
Total comprehensive income for the year	7,655,632	21,207,328	3,824,077	18,081,997

Approval date 15.01.26

Acting Chief Executive Officer

Grant Akopian

Chief Accountant

Davit Azatyan





Statement of financial position

December 31, 2025

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

In thousand Armenian drams	31/12/2025	31/12/2024 /audited/
ASSETS		
Cash and cash equivalents	25,263,010	39,348,626
Trading securities	418,846	943,498
Amounts due from banks	55,157,254	41,333,795
Derivative financial assets	2,237	2,586
Receivables under reverse repurchase agreements	39,515,962	19,925,584
Loans and advances to customers	342,311,656	311,347,520
Investment securities	110,523,343	84,552,096
Investment securities pledged under repurchase agreements	15,656,527	63,362,767
Property, plant and equipment, right of use of assets	11,063,869	11,080,084
Intangible assets	1,024,477	888,076
Repossessed assets	780,204	528,917
Other assets	2,582,063	2,893,341
Total assets	604,299,448	576,206,890
LIABILITIES AND EQUITY		
Liabilities		
Amounts due to banks	6,449,771	665,754
Derivative financial liabilities	14,449	67,655
Accounts payable under repurchase agreements	15,153,077	59,961,214
Amounts due to customers	392,622,431	355,105,326
Bonds issued by the Bank	28,177,022	24,169,745
Income tax liabilities	2,412,157	1,809,534
Deferred income tax liabilities	2,327,561	1,579,678
Other borrowed funds	45,112,094	37,308,665
Lease liabilities	1,664,407	1,813,892
Provisions on contingent liabilities	258,604	219,072
Other liabilities	3,938,173	4,194,173
Total liabilities	498,129,746	486,894,708
Equity		
Share capital	19,947,633	19,947,633
Share premium	63,233	63,233
Statutory general reserve	8,848,182	8,848,182
Revaluation surplus for land and buildings	3,708,185	3,475,055
Revaluation reserve for financial assets at FVOCI	5,056,069	888,839
Retained earnings	68,546,400	56,089,240
Total equity	106,169,702	89,312,182
Total liabilities and equity	604,299,448	576,206,890

Approval date 15.01.26

Acting Chief Executive Officer

Grant Akopian

Chief Accountant

Davit Azatyan





Statement of cash flows

December 31, 2025

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

In thousand Armenian drams	01/01/25-31/12/25	01/01/24-31/12/24
Cash flows from operating activities		
Interest received	51,955,654	44,318,414
Interest paid	(21,745,221)	(19,103,980)
Fees and commissions received	8,503,073	10,591,042
Fees and commissions paid	(5,263,937)	(6,846,521)
Net trading income received	5,387,897	5,294,438
Other income received	697,393	730,551
Personnel expenses paid	(11,811,474)	(10,246,280)
Administrative and other operating expenses paid	(6,460,952)	(5,037,450)
Cash flows from operating activities before changes in operating assets and liabilities	21,262,433	19,700,214
<i>Net (increase)/decrease in operating assets</i>		
Trading securities	591,294	102,483
Amounts due from banks	(12,055,996)	(4,936,597)
Receivables under reverse repurchase agreements	(19,693,881)	(12,511,424)
Loans and advances to customers	(34,419,843)	(47,657,962)
Repossessed assets	330,420	348,472
Other assets	600,324	909,239
<i>Net increase/(decrease) in operating liabilities</i>		
Amounts due to banks	5,229,220	2,630,935
Accounts payable under repurchase agreements	(44,748,406)	52,385,059
Amounts due to customers	36,450,029	6,228,728
Derivative financial liabilities	436,465	480,072
Other liabilities	(74,571)	113,837
Net cash flows from operating activities before income tax	(46,092,512)	17,793,056
Income tax paid	(3,625,545)	(4,304,394)
Net cash from / (used in) operating activities	(49,718,057)	13,488,662
Cash flow from investing activities		
Purchase of investment securities	(139,970,150)	(130,353,412)
Proceeds from sale and redemption of investment securities	168,997,100	125,665,130
Purchase of property and equipment	(920,309)	(1,255,544)
Proceeds from sale of property and equipment	1,546	6,038
Purchase of intangible assets	(276,263)	(120,237)
Net cash from / (used in) investing activities	27,831,924	(6,058,025)
Net cash flow from financing activities		
Dividends paid to shareholders	(4,349,808)	(4,467,547)
Proceeds from debt securities issued	12,199,107	15,844,949
Redemption of debt securities issued	(7,725,000)	(11,914,400)
Proceeds from other borrowed funds	12,743,599	5,309,596
Repayment from other borrowed funds	(5,174,542)	(5,218,920)
Lease liabilities	(540,181)	(510,803)
Net cash from / (used in) financing activities	7,153,175	(957,125)
Net increase/(decrease) in cash and cash equivalents	(14,732,958)	6,473,512
Cash and cash equivalents at the beginning of the year	39,348,626	37,214,306
Effect of exchange rates changes on cash and cash equivalents	645,709	(4,340,016)
Effect of expected credit losses on cash and cash equivalents	1,633	824
Cash and cash equivalents, ending of period	25,263,010	39,348,626

Approval date 15.01.26

Acting Chief Executive Officer

Grant Akopian

Chief Accountant

Davit Azatyan





Statement of changes in equity
December 31, 2025
Converse Bank CSJC, V. Sargsyan 26/1 st., Yerevan

In thousand Armenian drams	Share capital	Share premium	Statutory general reserve	Revaluation reserve of securities available for sale	Revaluation reserve of PPE	Retained earnings	Total
Balance as of January 1, 2024	19,947,633	63,233	8,848,182	(1,368,416)	3,572,171	44,634,929	75,697,732
Issue of share capital							-
Distribution to general reserve							-
Dividends to shareholders						(4,467,547)	(4,467,547)
Total Transactions with owners	-	-	-	-	-	(4,467,547)	(4,467,547)
Profit for the period						15,824,742	15,824,742
Other comprehensive income for the period				2,257,255		-	2,257,255
Total comprehensive income for the period	-	-	-	2,257,255	-	15,824,742	18,081,997
Depreciation of revaluation reserve					(97,116)	97,116	-
Balance as of December 31, 2024	19,947,633	63,233	8,848,182	888,839	3,475,055	56,089,240	89,312,182
Balance as of January 1, 2025	19,947,633	63,233	8,848,182	888,839	3,475,055	56,089,240	89,312,182
Issue of share capital							-
Distribution to general reserve							-
Dividends to shareholders						(4,349,808)	(4,349,808)
Total Transactions with owners	-	-	-	-	-	(4,349,808)	(4,349,808)
Profit for the period						16,709,852	16,709,852
Other comprehensive income for the period				4,167,230	330,246	-	4,497,476
Total comprehensive income for the period	-	-	-	4,167,230	330,246	16,709,852	21,207,328
Depreciation of revaluation reserve					(97,116)	97,116	-
Balance as of December 31, 2025	19,947,633	63,233	8,848,182	5,056,069	3,708,185	68,546,400	106,169,702

Approval date 15.01.26

Acting Chief Executive Officer

Chief Accountant



Grant Akopian

Davit Azatyan



The main economical normatives

December 31, 2025

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

In thousand Armenian drams	Actual	Limitations established by Central Bank	Number of break during quarter
1	2	3	4
Minimum statutory fund of the bank	19,947,633	1,000,000	no violation
Minimum total capital of the bank	99,371,384	30,000,000	no violation
N1.1 Tier 1 core capital/ Risk weighted assets	18.71%	6.20%	no violation
N1.2 Tier 1 capital/ Risk weighted assets	18.71%	8.30%	no violation
N1 Total capital/ Risk weighted assets	19.49%	11.00%	no violation
N2.1 High liquid assets/ Total assets	37.98%	15.00%	no violation
N2.11 High liquid assets/ Total assets for I group CCY	38.74%	4.00%	no violation
N2.2 High liquid assets/ Demand liabilities	125.73%	60.00%	no violation
N2.21 High liquid assets/ Demand liabilities for I group CCY	87.24%	10.00%	no violation
N23 High liquid assets/ Net cash outflow for all CCY	229.45%	100.00%	no violation
N23(FX) High liquid assets/ Net cash outflow for I group CCY	483.54%	100.00%	no violation
N24 Total Available Stable Funding/Total Required Stable Funding for all CCY	158.13%	100.00%	no violation
N24(FX) Total Available Stable Funding/Total Required Stable Funding for I group CCY	173.92%	100.00%	no violation
N3.1 Maximum risk on a single borrower	6.44%	20.00%	no violation
N3.2 Maximum risk on large-scale borrowers	8.63%	500.00%	no violation
N4.1 Maximum risk on bank related person	2.37%	5.00%	no violation
N4.2 Maximum risk on all bank related persons	7.55%	20.00%	no violation
N5.1 Maximum deviation of loan to value ratio(AMD)	0.00%	10.00%	no violation
N5.2 Maximum deviation of loan to value ratio(Foreign currency)	0.00%	5.00%	no violation
Minimum requirement for obligatory reserves allocated with the CBA			
for AMD		4.00%	
for USD	X	15%-in USD	
for EUR		15%-in EUR	no violation
Foreign currency position /Total capital	2.48%	10.00%	no violation
for EUR	0.06%	7.00%	no violation
other	X	X	no violation

Approval date 15.01.26

Acting Chief Executive Officer

Grant Akopian

Chief Accountant

Davit Azatyan

