

Statement of comprehensive income

March 31, 2026

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

In thousand Armenian drams	01/01/26- 31/03/26	01/01/25-31/03/25
Interest revenue calculated using effective interest rate	13,429,737	12,589,235
Interest income on FVTPL loans and other interest income	135,479	114,006
Interest expense	(5,734,140)	(5,683,443)
Net interest income	7,831,076	7,019,798
Credit loss expense	(287,941)	63,382
Net interest income after credit loss expense	7,543,135	7,083,180
Fee and commission income	1,820,412	1,823,643
Fee and commission expense	(1,189,060)	(1,192,690)
Net trading income	1,292,783	1,643,009
Net gain(loss) from foreign currency translation	(158,165)	(129,445)
Gains less losses from investment securities available for sale	718,875	73,576
Other income	221,365	216,872
Non-interest income	2,706,210	2,434,965
Personnel expenses	(3,146,475)	(2,940,824)
Depreciation of property and equipment	(396,269)	(385,443)
Amortization of intangible assets	(39,152)	(31,859)
Other operating and administrative expenses	(1,402,802)	(1,332,243)
Other impairment and provisions		
Non-interest expense	(4,984,698)	(4,690,369)
Profit before income tax expense	5,264,647	4,827,776
Profit tax expense	(987,134)	(829,190)
Profit for the period	4,277,513	3,998,586
Other comprehensive income		
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>		
<i>Gain on equity securities at FVOCI</i>		
Revaluation of property and equipment		
Income tax effect		
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	-	-
<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	(427,901)	728,009
Realised (gains)/losses on investments at fair value through other comprehensive income reclassified to the statement of profit or loss	(718,875)	(73,576)
Changes in allowance for expected credit losses of debt instruments at fair value through other comprehensive income	10,256	33,516
Income tax effect	204,573	(123,831)
Net other comprehensive income to be reclassified subsequently to profit or loss	(931,947)	564,118
Other comprehensive income for the year, net of tax	(931,947)	564,118
Total comprehensive income for the year	3,345,566	4,562,704

Approval date 15.04.26

Chief Executive Officer, Chairman of Executive Management

Grant Akopian

Chief Accountant

Davit Azatyan



Statement of financial position

March 31, 2026

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

In thousand Armenian drams	31/03/2026	31/12/2025
ASSETS		
Cash and cash equivalents	26,641,982	25,263,010
Trading securities	431,132	418,846
Amounts due from banks	49,661,349	55,157,254
Derivative financial assets	2,699	2,237
Receivables under reverse repurchase agreements	20,692,659	39,515,962
Loans and advances to customers	351,237,603	342,311,656
Investment securities	123,865,979	110,523,343
Investment securities pledged under repurchase agreements	4,230,286	15,656,527
Property, plant and equipment, right of use of assets	10,732,593	11,063,869
Intangible assets	1,013,409	1,024,477
Repossessed assets	708,001	780,204
Other assets	2,766,717	2,582,063
Total assets	591,984,409	604,299,448
LIABILITIES AND EQUITY		
Liabilities		
Amounts due to banks	628,695	6,449,771
Derivative financial liabilities	52,270	14,449
Accounts payable under repurchase agreements	3,862,469	15,153,077
Amounts due to customers	393,095,061	392,622,431
Bonds issued by the Bank	29,087,311	28,177,022
Income tax liabilities	2,899,111	2,412,157
Deferred income tax liabilities	2,174,121	2,327,561
Other borrowed funds	43,769,550	45,112,094
Lease liabilities	1,625,561	1,664,407
Provisions on contingent liabilities	254,179	258,604
Other liabilities	5,020,813	3,938,173
Total liabilities	482,469,141	498,129,746
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	3,679,958	3,708,185
Revaluation reserve for financial assets at FVOCI	4,124,122	5,056,069
Retained earnings	72,852,140	68,546,400
Total equity	109,515,268	106,169,702
Total liabilities and equity	591,984,409	604,299,448

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Statement of cash flows

March 31, 2026

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

In thousand Armenian drams	01/01/26-31/03/26	01/01/25-31/03/25
Cash flows from operating activities		
Interest received	10,792,401	12,395,528
Interest paid	(3,959,531)	(4,802,755)
Fees and commissions received	1,820,412	1,823,643
Fees and commissions paid	(1,189,060)	(1,192,690)
Net trading income received	1,277,604	1,528,059
Other income received	207,121	158,824
Personnel expenses paid	(1,920,381)	(1,964,799)
Administrative and other operating expenses paid	(1,545,775)	(1,470,148)
Cash flows from operating activities before changes in operating assets and liabilities	5,482,791	6,475,662
<i>Net (increase)/decrease in operating assets</i>		
Trading securities	2,893	(8,048)
Amounts due from banks	4,858,978	(10,807,515)
Receivables under reverse repurchase agreements	18,785,005	(3,418,688)
Loans and advances to customers	(10,309,214)	(6,455,348)
Repossessed assets	105,816	36,990
Other assets	(215,305)	(897,482)
<i>Net increase/(decrease) in operating liabilities</i>		
Amounts due to banks	(5,758,118)	9,678,972
Accounts payable under repurchase agreements	(11,244,388)	6,658,739
Amounts due to customers	2,786,618	11,220,014
Derivative financial liabilities	37,359	129,504
Other liabilities	11,396	74,669
Net cash flows from operating activities before income tax	4,543,831	12,687,469
Income tax paid	(449,047)	(438,591)
Net cash from / (used in) operating activities	4,094,784	12,248,878
Cash flow from investing activities		
Purchase of investment securities	(36,097,323)	(39,734,154)
Proceeds from sale and redemption of investment securities	35,757,444	31,979,628
Purchase of property and equipment	(35,694)	(119,776)
Proceeds from sale of property and equipment	2,349	-
Purchase of intangible assets	(28,084)	(16,824)
Net cash from / (used in) investing activities	(401,308)	(7,891,126)
Net cash flow from financing activities		
Proceeds from other borrowed funds	692,024	5,006,232
Repayment from other borrowed funds	(1,887,176)	(1,043,128)
Lease liabilities	(119,233)	(122,521)
Net cash from / (used in) financing activities	(1,314,385)	3,840,583
Net increase/(decrease) in cash and cash equivalents	2,379,091	8,198,335
Cash and cash equivalents at the beginning of the year	25,263,010	39,348,626
Effect of exchange rates changes on cash and cash equivalents	(1,000,183)	726,716
Effect of expected credit losses on cash and cash equivalents	64	996
Cash and cash equivalents, ending of period	26,641,982	48,274,673

Approval date 15.04.26

Chief Executive Officer, Chairman of Executive Management

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Statement of changes in equity

March 31, 2026

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

	Share capital	Share premium	Statutory general reserve	Revaluation reserve of securities available for sale	Revaluation reserve of PPE	Retained earnings	Total
In thousand Armenian drams							
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							-
Total Transactions with owners	-	-	-	-	-	-	-
Profit for the period						3,998,586	3,998,586
Other comprehensive income for the period				564,118		-	564,118
Total comprehensive income for the period				564,118		3,998,586	4,562,704
Depreciation of revaluation reserve					(24,279)	24,279	-
Balance as of March 31, 2025	19,947,633	63,233	8,848,182	1,452,957	3,450,776	60,112,105	93,874,886
Balance as of January 1, 2026	19,947,633	63,233	8,848,182	5,056,069	3,708,185	68,546,400	106,169,702
Issue of share capital							-
Distribution to general reserve							-
Dividends to shareholders							-
Total Transactions with owners	-	-	-	-	-	-	-
Profit for the period						4,277,513	4,277,513
Other comprehensive income for the period				(931,947)		-	(931,947)
Total comprehensive income for the period				(931,947)		4,277,513	3,345,566
Depreciation of revaluation reserve					(28,227)	28,227	-
Balance as of March 31, 2026	19,947,633	63,233	8,848,182	4,124,122	3,679,958	72,852,140	109,515,268

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The main economical normatives

March 31, 2026

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	100,553,480	30,000,000	no violation
N1.1 Tier 1 core capital/ Risk weighted assets	18.24%	6.20%	no violation
N1.2 Tier 1 capital/ Risk weighted assets	18.24%	8.30%	no violation
N1 Total capital/ Risk weighted assets	19.02%	11.00%	no violation
N2.1 High liquid assets/ Total assets	36.89%	15.00%	no violation
N2.11 High liquid assets/ Total assets for I group CCY	35.84%	4.00%	no violation
N2.2 High liquid assets/ Demand liabilities	124.94%	60.00%	no violation
N2.21 High liquid assets/ Demand liabilities for I group CCY	78.19%	10.00%	no violation
N23 High liquid assets/ Net cash outflow for all CCY	225.29%	100.00%	no violation
N23(FX) High liquid assets/ Net cash outflow for I group CCY	577.31%	100.00%	no violation
N24 Total Available Stable Funding/Total Required Stable Funding for all CCY	144.71%	100.00%	no violation
N24(FX) Total Available Stable Funding/Total Required Stable Funding for I group CCY	151.06%	100.00%	no violation
N3.1 Maximum risk on a single borrower	6.34%	20.00%	no violation
N3.2 Maximum risk on large-scale borrowers	9.62%	500.00%	no violation
N4.1 Maximum risk on bank related person	2.02%	5.00%	no violation
N4.2 Maximum risk on all bank related persons	7.42%	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	0.73%	10.00%	no violation
for USD	0.44%	7.00%	no violation
for EUR	0.11%	7.00%	no violation
other	X	X	no violation

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