CONVERSE BANK

Statement of comprehensive income

June 30, 2026

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

In thousand Armenian drams	01/04/26-30/06/26	01/01/26-30/06/26	01/04/25-30/06/25	01/01/25-30/06/25
Interest revenue calculated using effective interest rate	13,552,375	26,982,112	13,032,824	25,622,059
Interest income on FVTPL loans and other interest income	143,770	279,249	163,962	277,968
Interest expense	(5,804,109)	(11,538,249)	(5,926,235)	(11,609,678)
Net interest income	**7,892,036**	**15,723,112**	**7,270,551**	**14,290,349**
Credit loss expense	(291,463)	(579,404)	65,111	128,493
Net interest income after credit loss expense	**7,600,573**	**15,143,708**	**7,335,662**	**14,418,842**
Fee and commission income	1,956,233	3,776,645	1,949,413	3,773,056
Fee and commission expense	(1,230,260)	(2,419,320)	(1,233,423)	(2,426,113)
Net trading income	1,104,681	2,397,464	1,707,876	3,350,885
Net gain(loss) from foreign currency translation	119,379	(38,786)	(123,786)	(253,231)
Gains less losses from investment securities available for sale	937,174	1,656,049	72,724	146,300
Other income	261,777	483,142	250,567	467,439
Non-interest income	**3,148,984**	**5,855,194**	**2,623,371**	**5,058,336**
Personnel expenses	(3,148,162)	(6,294,637)	(2,772,782)	(5,713,606)
Depreciation of property and equipment	(335,532)	(731,801)	(387,293)	(772,736)
Amortization of intangible assets	(39,422)	(78,574)	(34,749)	(66,608)
Other operating and administrative expenses	(1,680,642)	(3,083,444)	(1,563,171)	(2,895,414)
Other impairment and provisions			50,120	50,120
Non-interest expense	**(5,203,758)**	**(10,188,456)**	**(4,707,875)**	**(9,398,244)**
Profit before income tax expense	**5,545,799**	**10,810,446**	**5,251,158**	**10,078,934**
Profit tax expense	(1,044,068)	(2,031,202)	(1,165,284)	(1,994,474)
Profit for the period	**4,501,731**	**8,779,244**	**4,085,874**	**8,084,460**
Other comprehensive income				
Other comprehensive income not to be reclassified to profit or loss in subsequent periods				
Gain on equity securities at FVOCI				
Revaluation of property and equipment				
Income tax effect				
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	-	-	-	-
Other comprehensive income to be reclassified subsequently to profit or loss				
Unrealised gains/(losses) on investments at fair value through other comprehensive income	663,652	235,751	(432,443)	295,566
Realised (gains)/losses on investments at fair value through other comprehensive income reclassified to the statement of profit or loss	(937,174)	(1,656,049)	(72,724)	(146,300)
Changes in allowance for expected credit losses of debt instruments at fair value through other comprehensive income	(57,441)	(47,185)	28,604	62,120
Income tax effect	59,574	264,147	85,782	(38,049)
Net other comprehensive income to be reclassified subsequently to profit or loss	**(271,389)**	**(1,203,336)**	**(390,781)**	**173,337**
Other comprehensive income for the period, net of tax	**(271,389)**	**(1,203,336)**	**(390,781)**	**173,337**
Total comprehensive income for the period	**4,230,342**	**7,575,908**	**3,695,093**	**8,257,797**

Approval date 15.07.26

Acting Chief Executive Officer Davit Azatyan

Chief Accountant Lia Hovhannisyan

CONVERSE BANK

Statement of financial position

June 30, 2026

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

In thousand Armenian drams	30/06/2026	31/12/2025 /audited/
ASSETS		
Cash and cash equivalents	42,842,416	25,263,010
Trading securities	442,637	418,846
Amounts due from banks	54,652,533	55,157,254
Derivative financial assets	42,976	2,237
Receivables under reverse repurchase agreements	55,125,338	39,515,962
Loans and advances to customers	358,514,342	342,311,656
Investment securities	73,441,979	110,523,343
Investment securities pledged under repurchase agreements	27,191,303	15,656,527
Property, plant and equipment, right of use of assets	10,607,698	11,063,869
Intangible assets	997,503	1,024,477
Repossessed assets	590,051	780,204
Other assets	3,838,656	2,582,063
Total assets	**628,287,432**	**604,299,448**
LIABILITIES AND EQUITY		
Liabilities		
Amounts due to banks	2,559,582	6,449,771
Derivative financial liabilities	144,075	14,449
Accounts payable under repurchase agreements	26,033,965	15,153,077
Amounts due to customers	412,894,728	392,622,431
Bonds issued by the Bank	23,115,821	28,177,022
Income tax liabilities	1,008,890	2,412,157
Deferred income tax liabilities	2,219,095	2,327,561
Other borrowed funds	44,336,779	45,112,094
Lease liabilities	1,633,947	1,664,407
Provisions on contingent liabilities	333,265	258,604
Other liabilities	4,527,562	3,938,173
Total liabilities	**518,807,709**	**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	3,651,729	3,708,185
Revaluation reserve for financial assets at FVOCI	3,852,733	5,056,069
Retained earnings	73,116,213	68,546,400
Total equity	**109,479,723**	**106,169,702**
Total liabilities and equity	**628,287,432**	**604,299,448**

Approval date 15.07.26

Acting Chief Executive Officer Davit Azatyan

Chief Accountant Lia Hovhannisyan

CONVERSE BANK

Statement of changes in equity

June 30, 2026

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, 2025 /audited/	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						8,084,460	8,084,460
Other comprehensive income for the period				173,337		-	173,337
Total comprehensive income for the peiod	-	-	-	173,337	-	8,084,460	8,257,797
Depreciation of revaluation reserve	-	-	-	-	(48,559)	48,559	-
Balance as of June 30, 2025	19,947,633	63,233	8,848,182	1,062,176	3,426,496	59,872,451	93,220,171
Balance as of January 1, 2026 /audited/	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						(4,265,887)	(4,265,887)
Total Transactions with owners	-	-	-	-	-	(4,265,887)	(4,265,887)
							-
Profit for the period						8,779,244	8,779,244
Other comprehensive income for the period				(1,203,336)		-	(1,203,336)
Total comprehensive income for the peiod	-	-	-	(1,203,336)	-	8,779,244	7,575,908
							-
Depreciation of revaluation reserve	-	-	-	-	(56,456)	56,456	-
Balance as of June 30, 2026	19,947,633	63,233	8,848,182	3,852,733	3,651,729	73,116,213	109,479,723

Approval date 15.07.26

Acting Chief Executive Officer Davit Azatyan

Chief Accountant Lia Hovhannisyan

CONVERSE BANK

Statement of cash flows

June 30, 2026

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

In thousand Armenian drams	01/01/26-30/06/26	01/01/25-30/06/25
Cash flows from operating activities		
Interest received	24,336,219	25,356,523
Interest paid	(9,685,033)	(11,007,231)
Fees and commissions received	3,776,645	3,773,056
Fees and commissions paid	(2,419,320)	(2,426,113)
Net trading income received	2,366,289	3,031,577
Other income received	488,859	382,859
Personnel expenses paid	(5,758,911)	(5,298,542)
Administrative and other operating expenses paid	(2,961,815)	(3,212,981)
Cash flows from operating activities before changes in operating assets and liabilities	**10,142,933**	**10,599,148**
Net (increase)/decrease in operating assets		
Trading securities	7,384	510,874
Amounts due from banks	(253,435)	4,021,682
Receivables under reverse repurchase agreements	(15,609,289)	3,306,035
Loans and advances to customers	(20,304,726)	(20,470,704)
Repossessed assets	214,990	186,923
Other assets	(1,334,802)	(272,150)
Net increase/(decrease) in operating liabilities		
Amounts due to banks	(3,696,203)	2,092,723
Accounts payable under repurchase agreements	10,847,972	174,616
Amounts due to customers	26,704,030	5,262,825
Derivative financial liabilities	88,887	331,007
Other liabilities	(53,342)	(42,421)
Net cash flows from operating activities before income tax	**6,754,399**	**5,700,558**
Income tax paid	(3,278,789)	(2,834,410)
Net cash from / (used in) operating activities	**3,475,610**	**2,866,148**
Cash flow from investing activities		
Purchase of investment securities	(58,025,305)	(49,197,390)
Proceeds from sale and redemption of investment securities	85,370,124	54,566,073
Purchase of property and equipment	(203,322)	(242,347)
Proceeds from sale of property and equipment	40,989	-
Purchase of intangible assets	(51,600)	(46,656)
Net cash from / (used in) investing activities	**27,130,886**	**5,079,680**
Net cash flow from financing activities		
Dividends paid to shareholders	(4,265,887)	(4,349,808)
Proceeds from debt securities issued	-	6,906,961
Redemption of debt securities issued	(5,000,000)	(3,909,000)
Proceeds from other borrowed funds	2,290,855	8,565,285
Repayment from other borrowed funds	(3,525,075)	(2,502,892)
Lease liabilities	(254,878)	(261,868)
Net cash from / (used in) financing activities	**(10,754,985)**	**4,448,678**
Net increase/(decrease) in cash and cash equivalents	**19,851,511**	**12,394,506**
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	(2,272,278)	782,848
Effect of expected credit losses on cash and cash equivalents	173	1,674
Cash and cash equivalents, ending of period	**42,842,416**	**52,527,654**

Approval date 15.07.26

Acting Chief Executive Officer — Davit Azatyan

Chief Accountant — Lia Hovhannisyan

CONVERSE BANK

The main economical normatives

June 30, 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	103,701,336	30,000,000	no violation
N1.1 Tier 1 core capital/ Risk weighted assets	20.80%	6.20%	no violation
N1.2 Tier 1 capital/ Risk weighted assets	20.80%	8.30%	no violation
N1 Total capital/ Risk weighted assets	21.69%	11.00%	no violation
N23 High liquid assets/ Net cash outflow for all CCY	217.35%	100.00%	no violation
N231 High liquid assets/ Net cash outflow for AMD	182.96%	100.00%	no violation
N232 High liquid assets/ Net cash outflow for I group CCY	448.19%	100.00%	no violation
N233 High liquid assets/ Net cash outflow for I and II group CCY	448.19%	100.00%	no violation
N24 Total Available Stable Funding/Total Required Stable Funding for all CCY	147.33%	100.00%	no violation
N241 Total Available Stable Funding/Total Required Stable Funding forAMD	144.39%	100.00%	no violation
N242 Total Available Stable Funding/Total Required Stable Funding for I group CCY	156.45%	100.00%	no violation
N243 Total Available Stable Funding/Total Required Stable Funding for I and II group CCY	156.45%	100.00%	no violation
N3.1 Maximum risk on a single borrower	6.11%	20.00%	no violation
N3.2 Maximum risk on large-scale borrowers	13.17%	500.00%	no violation
N4.1 Maximum risk on bank related person	1.98%	5.00%	no violation
N4.2 Maximum risk on all bank related persons	7.29%	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	X		no violation
for AMD		4.00%	
for USD		15%-in USD	
for EUR		15%-in EUR	
Foreign currency position /Total capital	0.22%	10.00%	no violation
for USD	X	7.00%	no violation
for EUR	0.09%	7.00%	no violation
other	X	X	no violation

Approval date 15.07.26

Acting Chief Executive Officer Davit Azatyan

Chief Accountant Lia Hovhannisyan