

INTERIM STATEMENT
on comprehensive financial results

"31" March, 2012

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

(name and address of the bank)

(thous. drams)

Item	Notes	Reporting period	The same period of the previous year
Interest and similar income	6	1,882,364	1,731,489
Interest and similar expenses	6	(1,039,566)	(870,716)
Net interest income		842,798	860,773
Income from commissions and other fees	7	330,050	304,462
Expenses regarding commissions and other fees	7	(75,477)	(94,027)
Net commissions received		254,573	210,435
Net profit/ loss from financial assets measured by fair value	8	220,838	211,347
Net profit/ loss from financial assets available for sale		(269,727)	89,790
Other income	9	303,104	67,996
Impairment charge for credit losses	10	(70,655)	(131,242)
Foreign currency translation net loss of non-trading assets and liabilities		75,993	77,527
Staff costs	11	(610,452)	(480,141)
Depreciation of property and equipment	20	(167,726)	(153,369)
Amortization of intangible assets	21	(11,125)	(9,051)
Other expenses	12	(481,983)	(392,328)
Profit/ (loss) before tax		85,638	351,737
Profit tax	13	(15,377)	(16,483)
Net profit/ (loss)		70,261	335,254
Other comprehensive income			
Net unrealized gain/(loss) from changes in fair value		46,976	(6,565)
Revaluation of fixed assets			
Net loss realized to net profit on disposal of available-for-sale instruments			
Income tax relating to components of other comprehensive income			
Other comprehensive income for the year, after tax		46,976	(6,565)
Total comprehensive income for the year		117,237	328,689

Chief Executive Officer _____ T. Davtyan
(Executive director)

Chief Accountant _____ G. Harutyunyan



INTERIM FINANCIAL STATEMENT

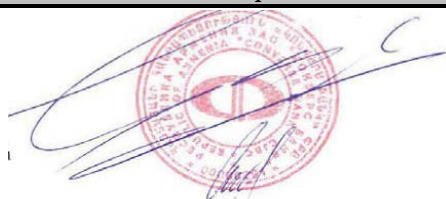
"31" March, 2012

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

(name and address of the bank)

(thous. drams)

	Item	Notes	Current period	Previous year
1	Assets			
1.1	Cash and balances with CBA	14	19,275,734	69,136,771
1.2	Precious metals	15	178,611	146,308
1.3	Trading securities	16	470,253	120,617
1.4	Amounts due from other financial institutions	17	10,577,485	11,607,502
1.5	Loans and advances to customers	18	46,862,230	46,190,254
1.6	Investments available for sale	19	4,317,508	3,615,392
1.7	Securities pledged under repurchase agreements	29		1,032,481
1.8	Property, plant and equipment	20	4,827,482	4,801,785
1.9	Intangible assets	21	210,391	218,780
1.10	Assets held for sale	22	244,676	59,228
1.11	Deferred tax assets	13	-	-
1.12	Prepaid income taxes		235,300	215,300
1.13	Other assets	23	1,372,764	454,022
	Total assets		88,572,434	137,598,440
2	LIABILITIES AND EQUITY			
	Liabilities			
2.1	Amounts due to financial institutions	24	15,476,297	18,002,890
2.2	Amounts due to customers	25	55,532,555	102,374,094
2.3	Debt securities issued	26	-	-
2.4	Deferred tax liabilities	13	376,578	361,093
2.5	Other liabilities	27	542,433	337,568
2.6	Other provisions	28	45,239	40,699
	Total liabilities		71,973,101	121,116,344
3	Equity			
3.1	Share capital	30	4,860,033	4,860,033
3.2	Share premium		63,233	63,233
3.3	Statutory general reserve		715,505	715,505
3.3.1	Other reserves		11,508	(35,468)
3.3.2	Buildings		3,215,462	3,295,797
3.4	Retained earnings		7,733,592	7,582,996
	Total capital		16,599,333	16,482,096
	Total liabilities and capital		88,572,434	137,598,440



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(Executive director)

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Chief Accountant

_____ G. Harutyunyan

"31" March, 2012

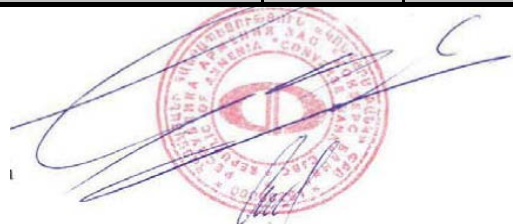
Converse Bank CSJC ,V. Sargsyan 26/1 st., Yerevan

(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
1. Balance as of 01 January, 2011	4,860,033	63,233	648,183	-37,427	3,617,136	7,413,682	16,564,840
Profit/ Loss for the reporting period	-	0	0	0	0	335,254	335,254
Increase in share capital							-
Other elements of the internal movements of capital							-
Other comprehensive income							-
Adjustment to revaluation reserve on depreciation of PPE	0	0	0	0	-80,334	80,334	-
Revaluation of PPE							-
Net unrealized loss from changes in fair value	0	0	0	-6,565			(6,565)
Net losses realized to comprehensive income statement on disposal of available-for-sale instruments	0	0	0				-
Income tax relating to components of other comprehensive income							-
Total other comprehensive income	0	0	0	-6,565	-80,334	80,334	-6,565
10. Balance as of 31 March, 2011	4,860,033	63,233	648,183	(43,992)	3,536,802	7,829,270	16,893,529
10. Balance as of 01 January, 2012	4,860,033	63,233	715,505	(35,468)	3,295,797	7,582,996	16,482,096
Profit/ Loss for the reporting period	0	0	0	0	0	70,261	70,261
Other elements of the internal movements of capital							0
Dividends to shareholders							0
Other comprehensive income							0
Adjustment to revaluation reserve on depreciation of PPE	-	-	-	-	-80,335	80,335	0
Revaluation of PPE	-	-	-	-			0
Net unrealized gains from changes in fair value	-	-	-	46,976	-	-	46,976
Net losses realized to comprehensive income	-	-	-				0
Income tax relating to components of other comprehensive income	-	-	-				0
Total comprehensive income for the year	0	0	0	46,976	-80,335	80,335	46,976
10. Balance as of 31 March, 2012	4,860,033	63,233	715,505	11,508	3,215,462	7,733,592	16,599,333



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INTERIM STATEMENT

on cash flow of bank

"31" March, 2012

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(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
<i>1. Net cash flow from operational activities</i>	x	x
Interests received	2,109,084	1,574,257
Interests paid	(865,899)	(589,164)
Commissions received	311,442	293,516
Commissions paid	(75,477)	(94,027)
Decrease (Increase) of investments through profit and loss and held for sale	657	90,000
Profit/loss from sale of currency	191,473	207,692
Recovery from previously written off assets	364,964	95,736
Other income from operational activities	653,458	238,085
Salary paid and other equal payments	(605,370)	(386,870)
Other operational and administrative expenses	(834,330)	(623,290)
(Increase) / decrease of operational assets	127,912	5,678,382
Deposited funds with the CBA	205,459	385,732
Precious metals	(32,303)	(29,014)
Funds allocated in Banks and other financial institutions	(761,189)	1,910,010
Loans provided to customers	(1,897,867)	2,128,494
Other assets	2,613,812	1,283,160
(Decrease) /increase of operational assets	(51,920,049)	(3,127,789)
Deposits and accounts of banks and other financial institutions	5,733,683	(108,026)
Deposits and accounts of clients	(58,665,918)	(1,816,779)
Trading liabilities	(541,741)	-
Other liabilities	1,553,927	(1,202,984)
Net cash flow from operational activities before profit tax	(50,542,135)	3,356,528
Paid profit tax	-	(32,266)
Net cash flow from operational activities after profit tax	(50,542,135)	3,324,262
<i>2. Net cash flow from investing activities</i>	x	x
Buy/ sell of investments	0	43,600
Dividends received	11	396
Acquisition of fixed assets and intangible assets	(288,321)	(135,776)
Disposal of fixed assets and intangible assets	1,666	0
Net cash flow from investing activities	(286,644)	(91,780)
Net cash flow from financing activities		
Issue of share capital	-	-
Credits from financial institutions	283,821	(63,000)
Debt securities issued	-	-
Net cash flow from financing activities	283,821	(63,000)
Net cash flow	(50,544,958)	3,169,482
Effect of exchange rate changes on cash and cash equivalents	817,741	1,032,494
Cash and cash equivalents at the beginning of the year	72,401,755	30,421,795
Cash and net resources equaled to cash at the end of the period	22,674,538	34,623,771

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