

INTERIM STATEMENT
on comprehensive financial results

«30» September 2012

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

(name and address of the bank)

(thousand AMD)

Item	Note	01.07.12-30.09.12	01.01.12-30.09.12	01.07.11-30.09.11	01.01.11-30.09.11
Interest and similar income	6	2,182,133	5,998,719	1,530,801	5,058,467
Interest and similar expenses	6	(1,051,037)	(2,996,211)	(889,966)	(2,648,305)
Net interest income		1,131,096	3,002,508	640,835	2,410,162
Income from commissions and other fees	7	376,337	1,069,552	365,640	1,023,051
Expenses regarding commissions and other fees	7	(113,077)	(266,444)	(73,675)	(248,121)
Net commissions received		263,260	803,108	291,965	774,930
Income from dividends	9	363	1,910	215	1,676
Net trading income	8	298,612	1,048,993	170,111	760,689
Other operational income	9	76,695	212,168	95,092	191,221
Operational income		1,770,026	5,068,687	1,198,218	4,138,678
Impairment charge for credit losses	10	(372,933)	(125,124)	634,501	211,202
Total administrative expenses	11,20,21	(1,332,563)	(3,862,939)	(1,049,406)	(3,115,841)
Other operational expenses	12	(19,769)	(58,502)	(15,040)	(66,300)
Net loss/gain from investments in units under control		-	-	-	-
Profit/ (loss) before tax		44,761	1,022,122	768,273	1,167,739
Profit tax	13	66,080	(136,392)	(170,135)	(246,038)
Net profit/ (loss)		110,841	885,730	598,138	921,701
Including					
Owner's share					
Other share					

Approval date

Chief Executive Officer _____ T. Davtyan
(Executive director)

Chief Accountant _____ G. Harutyunyan

INTERIM STATEMENT

Other comprehensive income

"30"September, 2012

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

(name and address of the bank)

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Item	Notes	01.07.12- 30.09.12	01.01.12- 30.09.12	01.07.11- 30.09.11 (audited)	01.01.11- 30.09.11 (audited)
Other comprehensive income		11,569	45,270	149,104	182,567
Rate differences from recalculation of foreign transactions		-	-	-	-
Net loss realized to net profit on disposal of available-for-sale instruments		11,569	45,270	149,104	182,567
Hedging of cash flows		-	-	-	-
Gain/loss from revaluation of fixed assets		-	-	-	-
Profit tax in other comprehensive income		-	-	-	-
Other comprehensive income after tax		11,569	45,270	149,104	182,567
Comprehensive profit/ loss		122,410	931,000	747,242	1,104,268
Including					
Owner's share					
Other share					

Approval date

Chief Executive Officer _____ T. Davtyan
(Executive director)

Chief Accountant _____ G. Harutyunyan

INTERIM FINANCIAL STATEMENT

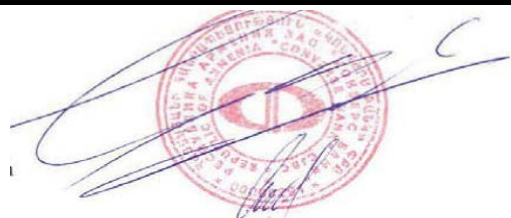
"30" September, 2012

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	23,157,660	69,136,771
1.2	Precious metals	15	246,814	146,308
1.3	Trading securities	16	420,785	120,617
1.4	Amounts due from other financial institutions	17	6,394,989	11,607,502
1.5	Loans and advances to customers	18	58,648,319	46,190,254
1.6	Investments available for sale	19	4,730,968	3,610,849
1.7	Securities pledged under repurchase agreements	29	-	1,032,481
1.8	Property, plant and equipment	20	4,751,469	4,801,785
1.9	Intangible assets	21	189,009	218,780
1.10	Assets held for sale	22	2,397,438	59,228
1.11	Deferred tax assets	13	-	-
1.12	Prepaid income taxes		234,214	215,300
1.13	Other assets	23	1,253,596	454,022
	Total assets		102,425,261	137,593,897
2	LIABILITIES AND EQUITY			
	Liabilities			
2.1	Amounts due to financial institutions	24	14,680,996	18,002,890
2.2	Amounts due to customers	25	69,717,468	102,374,094
2.3	Debt securities issued	26	-	-
2.4	Deferred tax liabilities	13	205,792	361,094
2.5	Other liabilities	27	634,187	337,568
2.6	Other provisions	28	19,269	40,699
	Total liabilities		85,257,712	121,116,345
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		9,802	(35,468)
3.3.2	Buildings		3,054,793	3,295,797
3.4	Retained earnings		8,464,182	7,578,452
	Total capital		17,167,548	16,477,552
	Total liabilities and capital		102,425,261	137,593,897



Chief Executive Officer
(Executive director)

_____ T. Davtyan

Chief Accountant

_____ G. Harutyunyan

INTERIM STATEMENT

on changes in capital

"30" September, 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

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, 2011	4,860,033	63,233	648,183	(37,427)	3,617,136	7,413,682	16,564,840
Adjustments to previous period error							0
Current profit						921,701	921,701
Investments in share capital							
Internal flows of capital items			67,322			(67,322)	0
Paid dividends						(165,710)	(165,710)
Other comprehensive income							0
Increase/decrease in fair value of fixed and intangible assets from revaluation					(207,045)	207,045	0
Reassessment of fixed assets							0
Profit tax referred to other comprehensive income				(49,527)			(49,527)
Profit / loss from revaluation of financial assets available for sale				25,049			25,049
Net flow of the securities available for sale that are recognized in capital							0
Total other comprehensive income	0	0	0	(24,478)	(207,045)	207,045	(24,478)
	0	0	0	(48,956)	(414,090)	414,090	(48,956)
Balance as of 30 September, 2011	4,860,033	63,233	715,505	(86,383)	3,203,046	8,682,151	17,437,585
Balance as of 01 January, 2012	4,860,033	63,233	715,505	(35,468)	3,295,797	7,578,452	16,477,552
Adjustments to previous period error						2,429	2,429
Profit/ Loss for the reporting period						885,730	885,730
Investments in capital or other increase of share capital							0
Other elements of the internal movements of capital							0
Dividends to shareholders						(243,433)	(243,433)
Other comprehensive income							0
Adjustment to revaluation reserve on depreciation of Revaluation of PPE					(241,004)	241,004	0
Net unrealized gains from changes in fair value				4,725			4,725
Net losses realized to comprehensive income				40,545			40,545
Income tax relating to components of other							0
Total comprehensive income for the year	0	0	0	45,270	(241,004)	241,004	45,270
Balance as of 30 September, 2012	4,860,033	63,233	715,505	9,802	3,054,793	8,464,182	17,167,548



Chief Executive Officer
(Executive director)

T. Davtyan

Chief Accountant

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INTERIM STATEMENT

on cash flow of bank

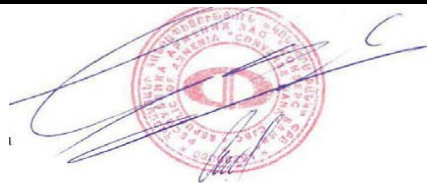
"30" September, 2012

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
I. Net cash flow from operational activities	x	x
Interests received	6,157,426	5,033,205
Interests paid	(2,796,183)	(2,500,711)
Commissions received	1,026,163	981,987
Commissions paid	(266,444)	(248,121)
Decrease (Increase) of investments through profit and loss and held for sale	5,347	91,150
Profit/loss from sale of currency	708,715	654,345
Recovery from previously written off assets	1,116,621	622,836
Other income from operational activities	985,457	981,521
Salary paid and other equal payments	(1,909,556)	(1,319,412)
Other operational and administrative expenses	(2,455,980)	(2,100,390)
(Increase) / decrease of operational assets	(16,258,522)	5,342,815
Deposited funds with the CBA	193,658	400,529
Precious metals	(100,506)	(55,414)
Funds allocated in Banks and other financial institutions	1,391,335	2,551,572
Loans provided to customers	(19,356,703)	2,321,943
Other assets	1,613,694	124,185
(Decrease) /increase of operational assets	(35,226,970)	40,679,836
Deposits and accounts of banks and other financial institutions	5,359,091	(2,893,994)
Deposits and accounts of clients	(43,349,227)	42,785,747
Trading liabilities	2,173,205	-
Other liabilities	589,961	788,083
Net cash flow from operational activities before profit tax	(48,913,926)	48,219,061
Paid profit tax	(110,000)	(60,389)
Net cash flow from operational activities after profit tax	(49,023,926)	48,158,672
2. Net cash flow from investing activities	x	x
Buy/ sell of investments	-	7,687
Dividends received	216	1,676
Acquisition of fixed assets and intangible assets	(415,831)	(319,382)
Disposal of fixed assets and intangible assets	2,000	59,713
Net cash flow from investing activities	(413,615)	(250,306)
Net cash flow from financing activities		
Issue of share capital	-	-
Credits from financial institutions	418,636	2,307,139
Debt securities issued	-	-
Net cash flow from financing activities	418,636	2,307,139
Net cash flow	(49,018,905)	50,215,505
Effect of exchange rate changes on cash and cash equivalents	72,718,815	30,190,270
Cash and cash equivalents at the beginning of the year	2,302,028	1,773,511
Cash and net resources equaled to cash at the end of the period	26,001,938	82,179,286



Chief Executive Officer _____ T. Davtyan
(Executive director)

Chief Accountant _____ G. Harutyunyan