ARMBUSINESSBANK

Appendix 5

NOTES TO FINANCIAL STATEMENTS
(Form 5)

31 March 2021

ARMBUSINESSBANK CJSC, RA, YEREVAN, 48 NALBANDYAN

Note 1. Legal Environment and Corporate Governance

"Armbusinessbank" CJSC, former "Arminvestbank" CJSC (hereinafter the Bank) was founded in 1991, and it is a closed joint-stock company that operates in accordance with the legislation of the Republic of Armenia (hereinafter RA): The Bank was registered on 10.12.1991 by the RA Central Bank (hereinafter, CBA). The license number is 40.
The Bank accepts deposits from and extends loans to the population, makes transfers within the territory of Armenia and abroad, conducts currency conversion operations, as well as renders other banking services to corporates and individuals.

The Bank's head office and 27 branches are located in Yerevan, 26 branches are located in different regions (marzes) of Armenia, and 5 branches – in the Republic of Nagorno Karabakh.

The legal address of the Bank is: 48 Nalbandyan Street, Yerevan.

The Bank is:
- member of the Union of Banks of Armenia
- full member of global Master Card/Europay payment system
- shareholder of SWIFT system
- full member of VISA International payment system
- member of the Union of the participants of Armenia's Mortgage Market
- Shareholder of ArCa processing center
- Bank runs its own processing center

1. Corporate governance

The Bank's managing bodies are:
- General Meeting of the Shareholders - the Supreme governing body
- The Board
- The Executive Board and the Chairman of the Executive Board

a) The Board
Chairman of the Board – Arsen Mikayelyan
Board Members – Vitaly Grigoryants
Arzuman Harutyunyan
Sergey Arzumanyan
Sevak Petrosyan
Alik Chirkinyan
b) The Executive Board
Chairman of the Executive Board - Artavazd Sargsyan
Members of the Executive Board
Manvel Sahakyan - First Deputy Chairman of the Executive Board, Member of the Executive Board
Nshan Grigoryan - Deputy Chairman of the Executive Board -Director of Credit Department
Narine Sargsyan - Chief Accountant
Movses Eloyan - Deputy Chairman of the Executive Board -Coordinator of Treasury Department and International Transactions Department
Ani Ghambaryan -Director of Risk Management Department

c) Major Participants
Vitaly Grigoryants – 95 %
Arsen Mikayelyan – 5 %

d) Management Remuneration Policy

Remuneration of the Management is provided in accordance with signed employment contracts and the staff list approved by the Board of the Bank.

Note 2. Accounting Policy

2.1 Preparation of financial statements

The Bank prepares its financial statements in accordance with the International Financial Reporting standards (IFRS), other legal acts regulating the accounting, and the requirements of the accounting policy approved by the Board of the Bank.

2.2 Going Concern

The financial statements have been prepared on a going concern basis which assumes that the Bank's assets should be realised and obligations met during the time of the Bank's operation.

2.3 Comparability

The comparable numbers have been adjusted where required to ensure the comparability with the numbers of the current period.

2.4 Recognition of income and expense

2.4.1 Interest income and expense
Interest income and interest expense in the Statement of Comprehensive Income are recognized on the accrual basis using the effective interest method.

2.4.2 Commissions and other income and expense
Loan origination fees together with correspondent expenses are deferred as an adjustment to the effective yield of the loans. Fees, other income and expense are recognized on an accrual basis during the time of service provision.

2.5 Foreign currency transactions

Foreign currency transactions are translated to the functional currency using the exchange rate as of the transaction date. Monetary assets and liabilities denominated in foreign currency are translated to the functional currency using the exchange rate established as of the balance sheet date.

Gain and loss resulting from the difference between the exchange rate provided by the contract concerning the transaction and the exchange rate as of the transaction date are accounted for in the Statement of Comprehensive Income as a line item "net income from sale and purchase of foreign currency" in net trading income.

The following exchange rates were used by the Bank when preparing the financial statements:

	31-Mar-21	31 December2020
AMD/1 US Dollar	**531.17**	**522.59**
AMD/1 EUR	**622.96**	**641.11**

2.6 Cash and cash equivalents
Cash and cash equivalents comprise cash on hand, demand amounts of correspondent banks, balances with the CBA (excluding funds deposited for the settlement of ArCa payment cards), which can be converted into cash at short notice and which are subject to an insignificant risk of changes in value.

2.7 Amounts due from other banks

In the normal course of business, the Bank maintains current and deposits accounts opened with other banks for various periods of time.

2.8 Securities

On initial recognition, financial assets at fair value through other comprehensive income are accounted for at initial cost and thereafter remeasured at fair value. When revaluating at fair value, the revaluation result is reflected in the equity

2.9 Loans and advances to customers at amortized value

Loans and advances are financial assets with fixed payments, which arise when the Bank provides money directly to a debtor with no intention of trading the receivable. Loans granted by the Bank with fixed maturities are initially recognized at fair value plus related transaction costs. Subsequently, loans and advances are measured at amortized cost using the effective interest method. Loans and advances to customers at amortized value are carried net of any allowance for impairment losses.

2.10 Leasing

Lease payments under an operating lease are recognised in the statement of financial results as expenses according to IFRS 16.

2.11 Possible losses reserve

The Bank makes an impairment assessment for financial assets or a group of financial assets as of the each balance sheet date.

2.12 Intangible assets

Intangible assets include computer software, licences and similar items. Intangible assets acquired separately are initially recognized at cost. After initial recognition, intangible assets are carried at cost less accumulated amortisation or impairment losses. Intangible assets can have either an identifiable or indefinite useful life. Intangible assets with identifiable useful lives are amortized on a straight-line basis over their useful life, that is 15 years. Intangible assets with indefinite useful lives are not amortized, they are reassessed each year for impairment.

2.13 Property, plant and equipment

Property, plant and equipment ("PPE") are recorded at historical cost less accumulated depreciation.

Depreciation is calculated using the straight-line method based on the estimated useful life of the asset. The following depreciation annual rates have been applied:

	Useful life
	(years)
Buildings	30
Computers	3
Transportation means	8
Automatic teller machines	10
Other PPE	8
Property and office equipment	8

Leasehold improvements are capitalized and depreciated over the shorter of the lease term and their useful lives on a straight-line basis.

The expenditures as regards PPE repairs and maintenance are recognized as an expense in the statement of financial results during the period in which they are incurred.

2.14 Financial instruments

The Bank implements measurement, recognition, use and accounting for the financial instruments according to the order established by the RA legislation as well as the regulations, decrees, orders and acts issued by the Bank.

2.15 Events occurring after the balance sheet date

2.15.1 In case material errors revealed by the auditor result from the differences between the requirements of the International Accounting Standards and RA legislation, then the accounting records are made in accordance with the decisions taken by the managing bodies of the Bank.

2.15.2 In case material errors appear or are revealed after publication of the Bank's annual financial statements according to the established order, then no adjustments are made, and it is considered that repeated presentation of similar information is impracticable.

2.16 Taxation

Income tax on the profit for the reporting year comprises current and deferred taxes. Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the balance sheet date, and any adjustment to taxes paid in respect of previous years. Deferred taxes are calculated taking into account all the temporary differences arising between carrying values of assets and liabilities recognized in the financial statements and the amounts calculated for taxation purposes.

The Bank pays also other taxes during the course of its activity. These taxes are included as a component of other expenses in the statement of comprehensive financial results

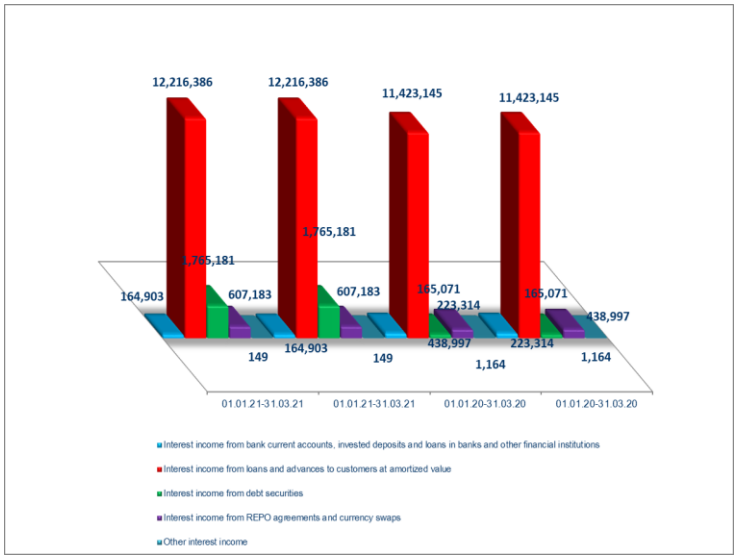
2.17 Functional and presentation currency

The national currency of the Republic of Armenia is RA Dram (AMD). For the purposes of these financial statements, RA Dram is the presentation currency as well.

The intermediary financial statements are presented in thousands of AMD.

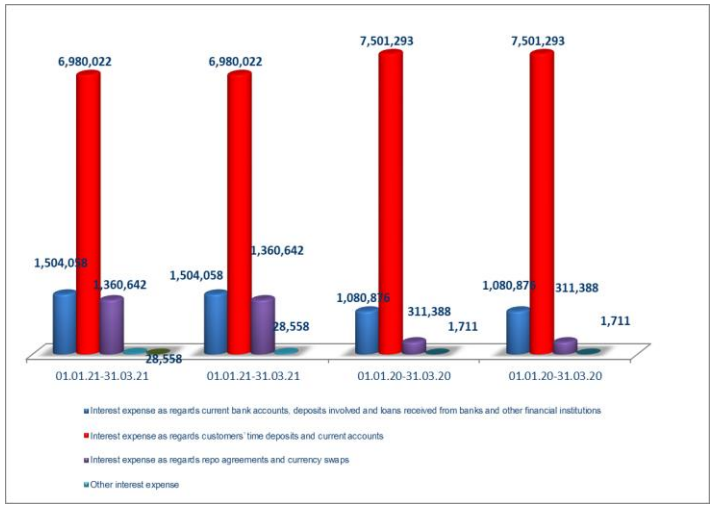
Note 3. Net Interest and Similar Income

Interest and Similar Income	01.01.21-31.03.21	01.01.21-31.03.21	01.01.20-31.03.20	01.01.20-31.03.20
Interest income from bank current accounts, invested deposits and loans in banks and other financial institutions	164,903	164,903	223,314	223,314
Interest income from loans and advances to customers at amortized	12,216,386	12,216,386	11,423,145	11,423,145
Interest income from debt securities	1,765,181	1,765,181	165,071	165,071
Interest income from REPO agreements and currency swaps	607,183	607,183	438,997	438,997
Other interest income	149	149	1,164	1,164
Total	**14,753,802**	**14,753,802**	**12,251,691**	**12,251,691**



Interest and Similar Expense	01.01.21-31.03.21	01.01.21-31.03.21	01.01.20-31.03.20	01.01.20-31.03.20
Interest expense as regards current bank accounts, deposits involved and loans received from banks and other financial institutions	1,504,058	1,504,058	1,080,876	1,080,876

Interest expense as regards customers' time deposits and current accounts	6,980,022	6,980,022	7,501,293	7,501,293
Interest expense as regards securities issued by the Bank	41,907	41,907	227,279	227,279
Interest expense as regards repo agreements and currency swaps	1,360,642	1,360,642	311,388	311,388
Other interest expense	28,558	28,558	1,711	1,711
Total	**9,915,187**	**9,915,187**	**9,122,547**	**9,122,547**
Net interest and similar income	**4,838,615**	**4,838,615**	**3,129,144**	**3,129,144**



Note 4. Income and Expense in the form of Commissions and Other Fees

Income in the form of Commissions and Other Fees	01.01.21-31.03.21	01.01.21-31.03.21	01.01.20-31.03.20	01.01.20-31.03.20
Cash operations	89,750	89,750	271,196	271,196
Settlement services	316,914	316,914	679,756	679,756
Guarantee, acceptance, letter of credit, trust management operations	122,479	122,479	86,839	86,839
Transaction in foreign currency and securities				
Plastic card operations	2,188,664	2,188,664	528,025	528,025
Other commission payments	177,515	177,515	281,792	281,792
Total	**2,895,322**	**2,895,322**	**1,847,608**	**1,847,608**

Expenses in the form of Commissions and Other Payments	01.01.21-31.03.21	01.01.21-31.03.21	01.01.20-31.03.20	01.01.20-31.03.20

Commission payments as regards correspondent and other accounts/bank transactions	87,502	87,502	148,857	148,857
Commission payments as regards transactions with plastic cards/cash transactions	24,337	24,337	56,091	56,091
Payments as regards guarantees, acceptance, letters of credit, trust management transactions			11,183	11,183
Commission payments as regards transactions in foreign currency and securities				
Other commission payments	704	704	20,323	20,323
Total	**112,543**	**112,543**	**236,454**	**236,454**

Net Commissions and other payments received	**2,782,779**	**2,782,779**	**1,611,154**	**1,611,154**

Note 5. Net income from trading transactions

Income from investments remeasured at fair value and held at fair value	**01.01.21-31.03.21**	**01.01.21-31.03.21**	**01.01.20-31.03.20**	**01.01.20-31.03.20**
Net income from purchase and sale of investments held for trading, including				
- shares				
- debt securities				
- derivative instruments	1,008,232	1,008,232	-2,445,128	-2,445,128
Net income from change in fair value of investments held for trading				
Total	**1,008,232**	**1,008,232**	**-2,445,128**	**-2,445,128**

Net income from investments available for sale	**01.01.21-31.03.21**	**01.01.21-31.03.21**	**01.01.20-31.03.20**	**01.01.20-31.03.20**
Net income from purchase and sale of investments available for sale, including				
- shares				
- debt securities	10,155	10,155	35,502	35,502
- derivative instruments				
Net income from change in fair value of investments held for trading	211,424	211,424	418,922	418,922
Total	**221,579**	**221,579**	**454,424**	**454,424**

From foreign currency transactions	**01.01.21-31.03.21**	**01.01.21-31.03.21**	**01.01.20-31.03.20**	**01.01.20-31.03.20**
Net income from foreign currency dealings	453,455	453,455	975,460	975,460
Net income from foreign currency revaluation	-755,335	-755,335	2,651,188	2,651,188
Total	**-301,880**	**-301,880**	**3,626,648**	**3,626,648**

From bank standardized precious metal bullions and commemorative coins	**01.01.21-31.03.21**	**01.01.21-31.03.21**	**01.01.20-31.03.20**	**01.01.20-31.03.20**
Net income from purchase and sale of bank standardized precious metal bars and commemorative coins	495	495	14,419	14,419
Net income from revaluation of bank standardized precious metal bullions and commemorative coins	-3,336	-3,336	17,734	17,734
Total	**-2,841**	**-2,841**	**32,153**	**32,153**

Net income from trading transactions	**925,090**	**925,090**	**1,668,097**	**1,668,097**

Note 6. Other operating income

Other operating income	**01.01.21-31.03.21**	**01.01.21-31.03.21**	**01.01.20-31.03.20**	**01.01.20-31.03.20**
Fines and penalties received	953,371	953,371	498,344	498,344
Income received from factoring	0	0	0	0
Net income from disposal of PPE and intangible assets	13,413	13,413	70,194	70,194
Net income from revaluation and impairment reversal of PPE and intangible assets				
Other income	348,116	348,116	209,776	209,776
Total	**1,314,900**	**1,314,900**	**778,314**	**778,314**

Note 7. Net allocations to the assets possible loss reserve

As regards amounts due from banks		**01.01.21-31.03.21**	**01.01.21-31.03.21**	**01.01.20-31.03.20**	**01.01.20-31.03.20**
Opening balance		86,026	86,026	244,057	244,057
Allocations to the reserve		67,902	67,902	441,867	441,867
Return of reserve allocations	Note 14	-97,016	-97,016	-388,402	-388,402
Net allocations to the reserve		-29,114	-29,114	53,465	53,465
Return of amounts previously written-off to the off-balance sheet		0	0	0	0
Reserve utilization					
Closing balance		**56,912**	**56,912**	**297,522**	**297,522**

As regards amounts due from financial institutions		**01.01.21-31.03.21**	**01.01.21-31.03.21**	**01.01.20-31.03.20**	**01.01.20-31.03.20**
Opening balance		284,399	284,399	207,749	207,749
Allocations to the reserve		18,800	18,800	25,105	25,105
Return of reserve allocations	Note 14	-37,425	-37,425	-13,529	-13,529
Net allocations to the reserve		-18,625	-18,625	11,576	11,576
Return of amounts previously written-off to the off-balance sheet					
Reserve utilization					
Closing balance		**265,774**	**265,774**	**219,325**	**219,325**

As regards loans and advances provided to the customers		**01.01.21-31.03.21**	**01.01.21-31.03.21**	**01.01.20-31.03.20**	**01.01.20-31.03.20**
Opening balance		9,107,949	9,107,949	8,870,316	8,870,316
Allocations to the reserve		5,860,581	5,860,581	4,965,157	4,965,157
Return of reserve allocations	Note 16	-2,626,768	-2,626,768	-2,427,700	-2,427,700
Net allocations to the reserve		3,233,813	3,233,813	2,537,457	2,537,457

Return of amounts previously written-off to the off-balance sheet		1,378,580	1,378,580	1,612,673	1,612,673
Reserve utilization		-3,362,232	-3,362,232	-3,867,440	-3,867,440
Closing balance		**10,358,110**	**10,358,110**	**9,153,006**	**9,153,006**

As regards investments		**01.01.21-31.03.21**	**01.01.21-31.03.21**	**01.01.20-31.03.20**	**01.01.20-31.03.20**
Opening balance	Note 18	0	0	0	0
Allocations to the reserve		0	0	0	0
Return of reserve allocations		0	0	0	0
Net allocations to the reserve		0	0	0	0
Return of amounts previously written-off to the off-balance sheet					
Reserve utilization					
Closing balance		**0**	**0**	**0**	**0**

As regards other assets		**01.01.21-31.03.21**	**01.01.21-31.03.21**	**01.01.20-31.03.20**	**01.01.20-31.03.20**
Opening balance	Note 18	497,412	497,412	485,265	485,265
Allocations to the reserve		2,131,246	2,131,246	1,690,039	1,690,039
Return of reserve allocations		-743,947	-743,947	-1,695,409	-1,695,409
Net allocations to the reserve		1,387,299	1,387,299	-5,370	-5,370
Return of amounts previously written-off to the off-balance sheet		136,596	136,596	34,377	34,377
Reserve utilization		-248,454	-248,454	-35,355	-35,355
Closing balance		**1,772,853**	**1,772,853**	**478,917**	**478,917**

As regards off-balance sheet items containing credit risk		**01.01.21-31.03.21**	**01.01.21-31.03.21**	**01.01.20-31.03.20**	**01.01.20-31.03.20**
Opening balance	Note 34	1,288,024	1,288,024	988,680	988,680
Allocations to the reserve		388,026	388,026	313,754	313,754
Return of reserve allocations		-406,467	-406,467	-435,937	-435,937
Net allocations to the reserve		-18,441	-18,441	-122,183	-122,183
Closing balance		**1,269,583**	**1,269,583**	**866,497**	**866,497**

Total net allocations to the reserves		**4,554,932**	**4,554,932**	**2,474,945**	**2,474,945**

Note 8. General administrative expenses

General administrative expenses	**01.01.21-31.03.21**	**01.01.21-31.03.21**	**01.01.20-31.03.20**	**01.01.20-31.03.20**
Expenses as regards calculated salary and other equivalent payments *	1,370,546	1,370,546	1,562,777	1,562,777
Expenses as regards social payments	0	0	0	0
Expenses as regards training and tuition	60	60	1,236	1,236
Expenses as regards business trips	16,062	16,062	31,879	31,879
Expenses as regards operating lease	15,158	15,158	25,629	25,629
Insurance expenses	8,904	8,904	5,820	5,820
Expenses as regards maintenance and security of Bank's equipment	36,257	36,257	20,355	20,355
Expenses as regards maintenance and security of Bank's buildings	96,977	96,977	95,023	95,023
Expenses as regards audit and other consulting services	7,126	7,126	6,005	6,005

Expenses as regards communication means	48,222	48,222	37,065	37,065
Transportation expenses	20,474	20,474	19,619	19,619
Expenses as regards taxes, duties and other obligatory payments (except profit tax)	70,845	70,845	52,748	52,748
Office and organizational expenses	17,312	17,312	20,967	20,967
Expenses as regards loans provision and return	4,582	4,582	4,486	4,486
Other administrative expenses	57,912	57,912	158,216	158,216
Total	**1,770,437**	**1,770,437**	**2,041,825**	**2,041,825**

The number of the Bank employees as at 31 March 2021 is 1190.

The size of average monthly salary per employee is 290 thous. drams.

Note 9. Other Operating Expenses

Other Operating Expenses	01.01.21-31.03.21	01.01.21-31.03.21	01.01.20-31.03.20	01.01.20-31.03.20
Fines and penalties paid	20	20	620	620
Advertising and representation expenses	70,157	70,157	60,119	60,119
Fcatoting expenses				
Fixed and intangible assets amortization expenses	372,372	372,372	343,798	343,798
Loss from impairment of tangible assets				
Allocations to deposit guarantee fund	216,727	216,727	329,940	329,940
Other expenses	1,407,304	1,407,304	568,672	568,672
Total	**2,066,580**	**2,066,580**	**1,303,149**	**1,303,149**

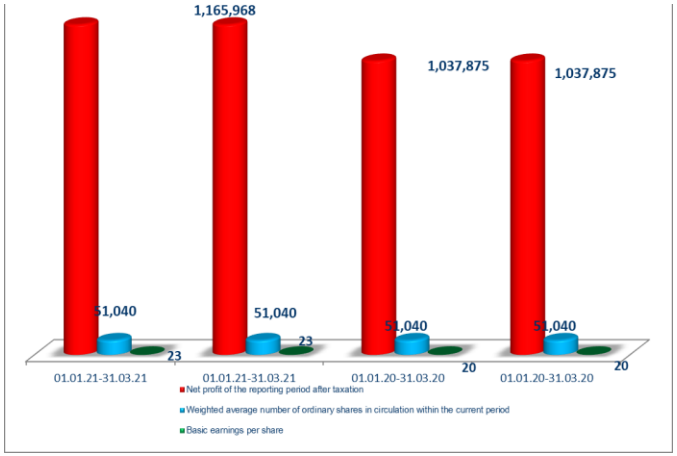
Note 11. Profit Tax Expense

Profit tax expense	01.01.21-31.03.21	01.01.21-31.03.21	01.01.20-31.03.20	01.01.20-31.03.20
Current tax expense	303,467	303,467	328,915	328,915
Adjustments of current tax for previous periods recognized in the given period				
Deferred tax expense				
Total	**303,467**	**303,467**	**328,915**	**328,915**

Note 12. Basic Earnings per Share

Basic Earnings per Share	01.01.21-31.03.21	01.01.21-31.03.21	01.01.20-31.03.20	01.01.20-31.03.20
Net profit of the reporting period after taxation	1,165,968	1,165,968	1,037,875	1,037,875
Dividends calculated for the current reporting period as regards preference shares	( )	( )	( )	( )
Net gain/loss for the current period attributable to the owners of the ordinary shares				
Weighted average number of ordinary shares in circulation within the current period	51,040	51,040	51,040	51,040
Basic earnings per share	23	23	20	20
Diluted earnings per share				

1,165,968



Note. Other Comprehensive Income

Other Comprehensive Income	01.01.21-31.03.21	01.01.21-31.03.21	01.01.20-31.03.20	01.01.20-31.03.20
Exchange rate differences from recalculation of foreign transactions				
Revaluation of financial assets at fair value through other comprehensive income	(906,790)	(906,790)	(246,918)	(246,918)
Cash flow hedging				
Gains from PPE revaluations				
Deferred tax expense				
Total	**(906,790)**	**(906,790)**	**(246,918)**	**(246,918)**

Note 13. Cash means, Cash Equivalents and Balances with the RA Central Bank

Cash, cash equivalents and balances with the CBA	Reporting period	Previous period
Cash means	5,809,970	4,328,978
Other placements of cash	2,139,001	3,169,922
Correspondent accounts with the CBA *	72,598,246	73,133,003
Total	**80,547,217**	**80,631,903**
Deposit accounts with the CBA	0	0
Deposited means with the CBA **	160,000	810,000
Accrued interest		
Cash means and balances with the CBA	**80,707,217**	**81,441,903**
Standardized precious metal bullions	20,619	24,689
Placements with other banks (Note 14)	5,723,886	8,533,117
Total cash and cash equivalents	**85,841,672**	**87,950,095**

* Correspondent accounts with the CBA include funds calculated against amounts involved by the Bank according to the RA bank legislation, subjected to obligatory provisioning

** The deposited amount with CBA represents an insured deposit for settlements realized through ArCa payment system

Note 14. Amounts due from banks and other financial institutions

Current accounts	Reporting period	Previous period
RA banks	17	27
Banks with BBB – (Baa3) and higher rating	3,747,197	6,315,423
Banks with no rating and rating below BBB-(Baa3)	1,526,622	978,053
Accrued interest	0	0
Total	**5,273,836**	**7,293,503**

Interbank loans and deposits, etc.		
CBA		
Loans and deposits		
Factoring		
Financial lease		
Repo (repurchase) agreements		
Swap		
Other		
RA Banks		
Loans and deposits	0	0
Factoring		
Financial lease		
Repo (repurchase) agreements	0	0
Swap	69,118	
Letters of credit and bank guarantees		
Other		
Banks with BBB – (Baa3) and higher rating		
Loans and deposits	351,000	329,940
Factoring		
Financial lease		
Repo (repurchase) agreements		
Swap	0	0
Letters of credit and bank guarantees		
Other	0	0
Banks with no rating and rating below BBB-(Baa3)		
Loans and deposits		
Factoring		
Financial lease		
Repo (repurchase) agreements		
Swap	20,615	16604
Letters of credit and bank guarantees		
Other	66,195	979,025
Accrued interest	34	71
Total	**5,780,798**	**8,619,143**
Reserve for possible losses as regards amounts due from Banks (Note 7)	**-56,912**	**-86,026**
Net amounts due from banks	**5,723,886**	**8,533,117**

Loans and deposits with financial institutions, other amounts due		
RA financial institutions	25,561,970	27,389,776
Loans and deposits	11,799,365	11,454,097

Factoring		
Financial lease		
Repo (repurchase) agreements	13,762,605	15,882,226
Swap		53453
Letters of credit and bank guarantees		
Other		
Financial institutions with BBB – (Baa3) and higher rating		
Loans and deposits	0	0
Factoring		
Financial lease		
Repo (repurchase) agreements		
Swap		
Letters of credit and bank guarantees		
Other		
Financial institutions with no rating and rating below BBB-(Baa3)	945,698	1,042,975
Loans and deposits		
Factoring		
Financial lease		
Repo (repurchase) agreements		
Swap		
Letters of credit and bank guarantees		
Other	945,698	1,042,975
Accrued interest	69,843	60,662
Total	26,577,511	28,493,413
Reserve for possible losses as regards amounts due from financial institutions (Note 7)	-265,774	-284,399
Net amounts due from financial institutions	**26,311,737**	**28,209,014**
Net amounts due from banks and financial institutions	**32,035,623**	**36,742,131**

Note 15. Financial assets at fair value through profit/loss

Government securities	Reporting period	Previous period
RA Government securities, including		
Treasury bonds	39,781,322	40,207,262
Central Bank bonds		
Other		
Government securities of countries with BBB – (Baa3) and higher rating, including		
Treasury bonds		
Central Bank bonds		
Other		
Government securities of countries with no rating and rating below BBB-(Baa3)		
Treasury bonds		
Central Bank bonds		
Other		
Total Government securities	**39,781,322**	**40,207,262**

Non-government securities of RA	Listed	Non-Listed	Listed	Non-Listed
Issuer with A-/A3/ and higher rating				
Long term debt instruments				

Short term debt instruments				
Deposit certificates				
Equity instruments				
Other				
Issuer with "C" and higher rating by CBA				
Long term debt instruments				
Short term debt instruments				
Deposit certificates				
Equity instruments				
Other				
Issuer with BBB+/Baa1/ and below rating, other rating and no rating				
Long term debt instruments				
Short term debt instruments				
Deposit certificates				
Equity instruments				
Other				
Total non-government securities of RA held for trading	**0**	**0**	**0**	**0**

Non-government securities of other countries	Listed	Non-Listed	Listed	Non-Listed
Issuer with A-/A3/ and higher rating				
Long term debt instruments				
Short term debt instruments				
Deposit certificates				
Equity instruments				
Other				
Issuer with BBB+/Baa1/ and below rating, other rating and no rating				
Long term debt instruments				
Short term debt instruments				
Deposit certificates				
Equity instruments				
Other				
Total non-government securities of other countries held for trading	**0**	**0**	**0**	**0**

Total securities held for trading	**39,781,322**	**40,207,262**	**0**	**0**

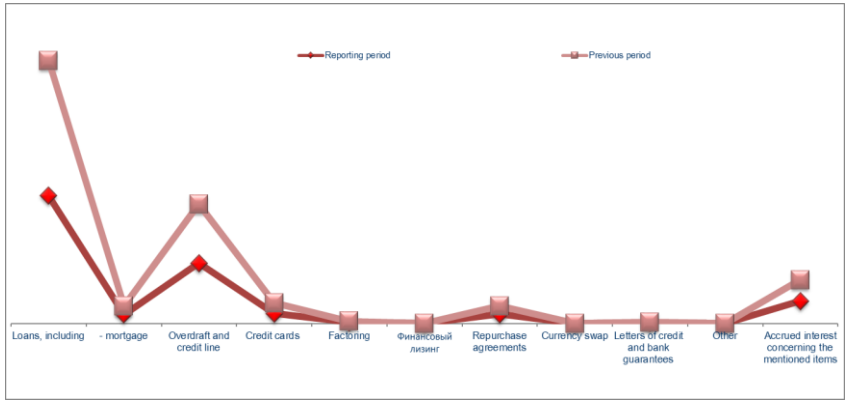
Other financial assets held for trading	Reporting period	Reporting period	Previous period	Previous period
Loans, factoring, accounts receivable				
Borrowers with A-/A3/ or higher rating				
Borrowers with BBB+/Baa1/ and lower rating, other rating and no rating				
- Mortgage				
- Consumer loans				
- Other				
Derivative instruments	0		0	

- Futures				
- Forward				
- Option				
- Swap				
- Other				
Total				

Total financial assets at fair value through profit/loss	**39,781,322**	**40,207,262**	**0**	**0**

Note 16. Loans and advances to customers at amortized value

Issued loans and other advances	Reporting period	Previous period
Loans, including	**351,631,613**	**372,707,434**
- to banks		
- to RA Government		
- to local authorities		
- mortgage	24,553,618	22,847,699
Overdraft and credit line	**165,508,310**	**163,390,055**
Credit cards	**27,036,616**	**29,122,902**
Factoring	**2,847,459**	**2,972,434**
Financial lease	**-**	**-**
Repurchase agreements	**25,131,230**	**22,808,523**
Currency swap	**-**	**260**
Letters of credit and bank guarantees	**1,637,040**	**1,960,607**
Other		
Accrued interest concerning the mentioned items	**61,496,144**	**57,952,186**
Total loans	**635,288,412**	**650,914,401**
Reserve for possible losses as regards loans and advances to customers at amortized value (Note 7)	-10,358,110	-9,107,949
Total net loans	**624,930,302**	**641,806,452**



Breakdown of Performing and Non-Performing Loans and advances to customers at amortized value as of the End of the Reporting Period

Breakdown of performing and non-performing loans and advances provided to customers at amortized		Reporting period	Previous period
Performing loans and advances	Amount	613,010,130	633,798,009
	Quantity	73,629	72,574
Non-Performing loans and advances, including		22,278,282	17,116,392
		6012	4351
Overdue	Amount	8,321,325	6,992,349
	Quantity	4540	2971
Accrued interests			
Total loans	Amount	635,288,412	650,914,401
	Quantity	79,641	76,925
Provision for possible losses as regards loans and advances to customers at amortized value (Note 7)		-10,358,110	-9,107,949
Total net loans		**624,930,302**	**641,806,452**

Analysis of provided loans and advances to customers at amortized value by customer group

Analysis of the provided loans and advances by customer group	Reporting period	Previous period
State enterprises	4,310,236	21,956,788
Private enterprises, including	458,795,090	460,319,700
- large enterprises	256,244,812	272,273,745
- small and medium enterprises	202,550,278	188,045,955
Natural persons, including	106,704,284	107,087,368
- consumer loans	52,591,214	52,490,385
- mortgage loans	24,553,618	22,847,699
- credit cards	27,312,301	29,480,543
Sole entrepreneurs	3,982,658	3,598,359
Accrued interest	61,496,144	57,952,186
Total loans	**635,288,412**	**650,914,401**
Provision for possible losses as regardsloans and advances to customers at amortized value	(10,358,110)	(9,107,949)
Total net loans	**624,930,302**	**641,806,452**

a) Total loans provided to major borrowers and related persons as of 31.12.2020 made AMD 243.532.546 thous, as of 31.03.2021 – AMD 243.247.251 thous.

b) Share in total loan portfolio as of 31.12.2020 made 38.37 %, as of 31.03.2021 -39.39 %

c) Percentage to Capital as of 31.12.2020 was 498.38 %, as of 31.03.2021 – 497.98 % .

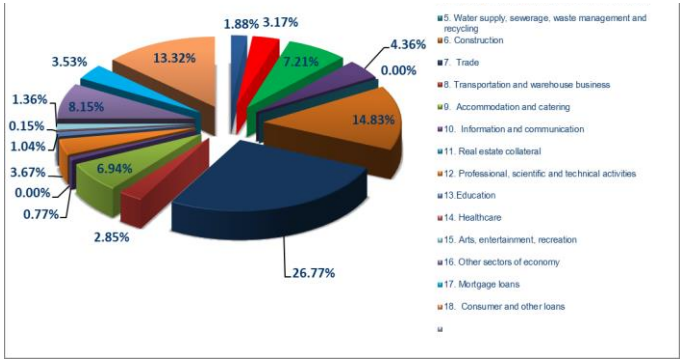
Analysis of loan portfolio according to number of borrowers	Reporting period	Previous period
State enterprises	6	7
Private enterprises	507	508
Natural persons	59,609	56,666
Sole entrepreneurs	695	712
Total	**60,817**	**57,893**

Analysis of loan portfolio according to the industry sectors (less the reserve amount for possible losses)

31.12.20

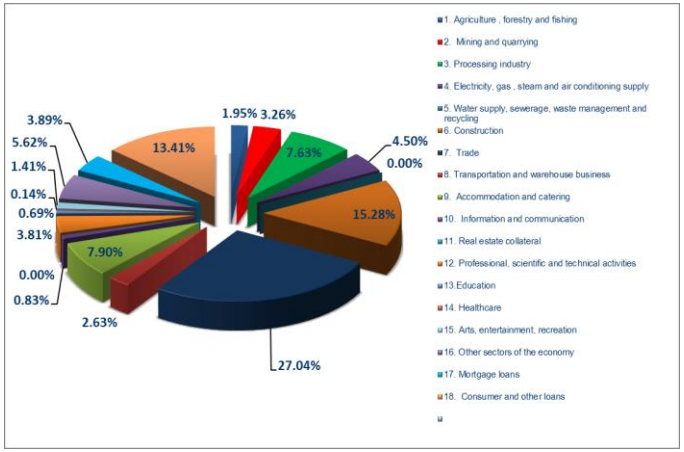
Analysis of loans and advances according to crediting sectors	Reporting period	Percentage
1. Agriculture , forestry and fishing	12,256,860	1.88
2. Mining and quarrying	20,644,611	3.17

3. Processing industry	46,901,623	7.21
4. Electricity, gas , steam and air conditioning supply	28,348,568	4.36
5. Water supply, sewerage, waste management and recycling	27,463	0.00
6. Construction	96,557,378	14.83
7. Trade	174,227,212	26.77
8. Transportation and warehouse business	18,531,833	2.85
9. Accommodation and catering	45,179,170	6.94
10. Information and communication	5,012,903	0.77
11. Real estate collateral	24,807	0.00
12. Professional, scientific and technical activities	23,910,831	3.67
13.Education	6,777,156	1.04
14. Healthcare	952,735	0.15
15. Arts, entertainment, recreation	8,866,131	1.36
16. Other sectors of economy	53,036,654	8.15
17. Mortgage loans	22,986,047	3.53
18. Consumer and other loans	86,672,419	13.32
Total	**650,914,401**	**100**



31.03.21

Analysis of loans and advances according to crediting sectors	Previous period	Percentage
1. Agriculture , forestry and fishing	12,365,894	1.95
2. Mining and quarrying	20,731,088	3.26
3. Processing industry	48,456,256	7.63
4. Electricity, gas , steam and air conditioning supply	28,609,963	4.50
5. Water supply, sewerage, waste management and recycling	8,867	0.00
6. Construction	97,093,007	15.28
7. Trade	171,809,752	27.04
8. Transportation and warehouse business	16,695,723	2.63
9. Accommodation and catering	50,156,239	7.90
10. Information and communication	5,299,901	0.83
11. Real estate collateral	24,337	0.00
12. Professional, scientific and technical activities	24,194,987	3.81
13.Education	4,402,195	0.69
14. Healthcare	878,752	0.14
15. Arts, entertainment, recreation	8,936,675	1.41
16. Other sectors of the economy	35,733,690	5.62
17. Mortgage loans	24,722,058	3.89
18. Consumer and other loans	85,169,028	13.41
Total	**635,288,412**	**100**

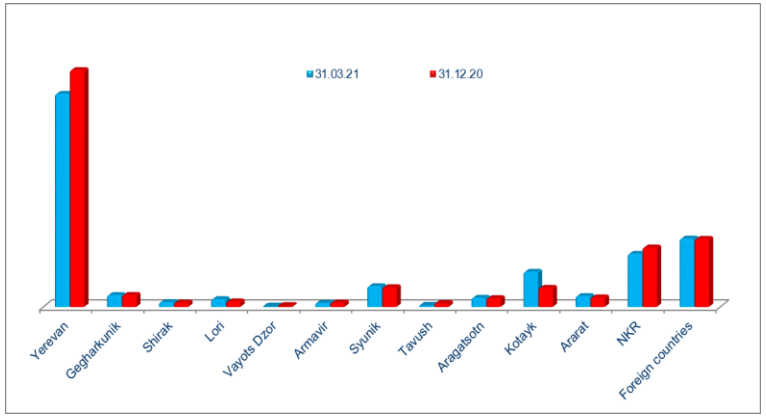


Analysis of the loan portfolio as regards customers' residency

Analysis of the loan portfolio as regards customers' residency	Reporting period	Percentage	Previous period	Percentage
RA residents	528,241,050	84.53	545,547,931	85.00
Non-residents	96,689,252	15.47	96,258,521	15.00
Total	**624,930,302**	**100**	**641,806,452**	**100**

Region (Marz)	31.03.21		31.12.20	
	Quantity	Amount	Quantity	Amount
Yerevan	21700	301,046,924	23885	334,674,689
Gegharkunik	10686	16,947,276	9763	17,093,446
Shirak	8540	7,008,687	7850	6,331,760

Lori	5251	11,217,702	4835	8,021,200
Vayots Dzor	267	766,727	93	1,843,378
Armavir	3002	5,846,844	2579	6,165,494
Syunik	3935	29,435,938	3832	28,085,687
Tavush	1710	2,420,315	1454	5,619,197
Aragatsotn	6426	13,156,520	5876	12,622,472
Kotayk	5079	49,789,367	4196	27,221,409
Ararat	6750	15,542,424	5970	13,717,383
NKR	6227	75,062,326	6530	84,151,816
Foreign countries	68	96,689,252	62	96,258,521
Total	**79,641**	**624,930,302**	**76,925**	**641,806,452**



Note 17. Financial assets at fair value through other comprehensive income

State securities	Reporting period	Previous period
State obligations	87,921,375	64,925,141
Treasury obligations	87,921,375	64,925,141
Central Bank obligations		
Promissory note		
State obligations of countries with BBB-/Baa3/ or higher rating		
Treasury obligations		
Central Bank obligations		
Other		
State securities of countries with BB+/Ba1/ or below rating or no rating		
Treasury obligations		
Central Bank obligations		
Other		
Possible loss reserve for promissory notes (Note 7)		
Total state securities	**87,921,375**	**64,925,141**

Non-state securities of RA	*Reporting period*	*Previous period*
Issuer with A-/A3/ or higher rating		
Long term debt instruments		

Short term debt instruments		
Deposit certificates		
Equity instruments		
Other		
Issuer with "C" and higher rating by CBA		
Long term debt instruments		
Short term debt instruments		
Deposit certificates		
Equity instruments		
Other		
Issuer with BBB+/Baa1/ or below rating, other rating or no rating		
Long term debt instruments	2,339,307	2,356,784
Short term debt instruments		
Deposit certificates		
Equity instruments		
Other		
Total non government securities of RA	2,339,307	2,356,784

Non-state securities of other countries	***Reporting period***	***Previous period***
Issuer with A-/A3/ or higher rating		
Long term debt instruments		
Short term debt instruments		
Deposit certificates		
Equity instruments		
Other		
Issuer with BBB+/Baa1/ or below rating, other rating or no rating		
Long term debt instruments		
Short term debt instruments		
Deposit certificates		
Equity instruments		
Other		
Total non government securities of other countries	0	0

Total financial assets at fair value through other comprehensive	**90,260,682**	**67,281,925**

Other financial assets at fair value through other comprehensive income		
Loans, factoring, amounts receivable		
Borrowers with A-/A3/ or higher rating		
Borrowers with BBB+/Baa1 and below rating, other rating and no rating		
Mortgage loans		
Consumer loans		
Other		
Total	**0**	**0**

Total financial assets at fair value through other comprehensive income	**90,260,682**	**67,281,925**

Investments in other persons' share capital

Reporting period

Company name	Main activity	Country of registration	Investment date	Invested amount (thous. drams)	Share
1. Armenian Card CJSC	Payment and settlement services	RA	20.10.06	12143	2.00
2."ACRA Credit Reporting" CJSC	Payment and settlement services	RA	22.11.07	19845	4.0003
3. SWIFT	Payment and settlement services	Belgium	23.04.12	18764	0.00005
Total				**50,752**	**6**
Impairment of investments in other companies share capital (reserve for possible losses) (Note 7)				0	
Total				**50,752**	

Previous period

Company name	Main activity	Country of registration	Investment date	Invested amount ¥thous. drams)	Share
1. Armenian Card CJSC	Payment and settlement services	RA	20.10.06	12143	2.00
2."ACRA Credit Reporting" CJSC	Payment and settlement services	RA	22.11.07	19845	4.0003
3. SWIFT	Payment and settlement services	Belgium	23.04.12	18764	0.00005
Total				**50,752**	**6**
Impairment of investments in other companies share capital (reserve for possible losses) (Note 7)				0	
Total				**50,752**	

	Reporting period	Previous period
Total financial assets at fair value through other comprehensive income and investments in other companies' share capital	**90,311,434**	**67,332,677**

Note 18. Other financial assets at amortized value

Government securities	Reporting period	Previous period
RA state bonds including		
T-bonds		
Bonds of Central bank		
Other		
Government securities of countries with BBB-/Baa3/ or higher rating, including		
T-bonds		

Bonds of Central bank		
Other		
State securities of countries with BB+/Ba1/ or below rating or no rating, including		
T-bonds		
Bonds of Central bank		
Other		
Accrued interest		
Total		

Non-government securities of RA	***listed***	***unlisted***	***listed***	***unlisted***
Issuer with A-/A3/ or higher rating, including				
- long term debt instruments				
- short term debt instruments				
- deposite certificates				
- other				
Issuer having "C-" and higher rating from CBA, including	0	0	0	
- long term debt instruments				
- short term debt instruments				
- deposite certificates				
- other			0	
Issuer with BBB+/Baa1/ and lower rating, other rating and no rating, including				
- long term debt instruments				
- short term debt instruments				
- deposite certificates				
- other				
Accrued interest				
Total	-	-	-	-

Non-government securities of other countries	***listed***	***unlisted***	***listed***	***unlisted***
Issuer with A-/A3/ or higher rating, including				
- long term debt instruments				
- short term debt instruments				
- deposite certificates				
- other				
Issuer with BBB+/Baa1/ and lower rating, other rating and no rating, including				
- long term debt instruments				
- short term debt instruments				
- deposite certificates				
- other				
Accrued interest				
Total	-	-	-	-

Impairment of other financial assets at amortized value (reserve for possible losses) (Note 7)				

Net investments in other financial assets at amortized value	**0**		**0**	**0**

Note 20. Property, Plant, Equipment and Intangible Assets

Property, plant and equipment

Title	Buildings	Computer & communication means	Vehicles	Other PPE	Capital investments as regards PPE	Operating lease PPE*	Capital investments as regards leased PPE	Total
Initial cost								
Balance at the beginning of the previous period	**10,381,992**	**4,187,523**	**298,043**	**3,598,252**	**-**	**922,294**	**426,824**	**19,814,928**
Increase	51,927	483,493	7,002	306,788	-	141,490	54,714	1,045,414
Disposal								-
Write-off	71,820	61,326		35,925	-		25,992	195,063
Revaluation								
Depreciation adjustment from revaluation								-
Balance at the end of the previous period	**10,362,099**	**4,609,690**	**305,045**	**3,869,115**	**-**	**1,063,784**	**455,546**	**20,665,279**
Increase	-	175,833	1,179	29,976	7,610	35,369	550	250,517
Disposal								-
Revaluation*								-
Write-off				8				8
Depreciation adjustment from revaluation								-
Balance at the end of the reporting period	**10,362,099**	**4,785,523**	**306,224**	**3,899,083**	**7,610**	**1,099,153**	**456,096**	**20,915,788**
Accumulated depreciation								
Balance at the beginning of the previous period	**1,862,753**	**3,118,619**	**136,372**	**1,682,984**	**-**	**168,977**	**52,075**	**7,021,780**
Increase	382,331	255,480	33,478	160,589		(69,487)	(48,067)	714,324
Disposal								-
Depreciation adjustment from revaluation								-
Write-off	18,897	57,396		24,486			4,008	104,787
Balance at the end of the previous period	**2,226,187**	**3,316,703**	**169,850**	**1,819,087**		**99,490**	**-**	**7,631,317**
Increase	95,967	69,197	8,482	38,721		52,274	-	264,641
Disposal								-
Depreciation adjustment from revaluation								-
Write-off								-
Balance at the end of the reporting period	**2,322,154**	**3,385,900**	**178,332**	**1,857,808**		**151,764**	**-**	**7,895,958**
Net carrying amount								
End of reporting period	**8,039,945**	**1,399,623**	**127,892**	**2,041,275**	**7,610**	**947,389**	**456,096**	**13,019,830**
End of previous period	**8,135,912**	**1,292,987**	**135,195**	**2,050,028**	**-**		**455,546**	**13,033,962**

*** Operating lease as regards PPE is reported according to IFRS 16.**

Intangible Assets

	Software	Licenses	Copyright	Other intangible assets	Capital investments as regards intangible assets	Total
Initial cost						
Balance at the beginning of the previous period	**281,391**	**2,901,803**	**-**	**140,419**	**30,573**	**3,354,186**
Increase	4,209	217,111		17,222	59,993	298,535
Disposal		-				-
Impairment						-
Revaluation						-
Written off		16,423				16,423
Balance at the end of previous period	**285,600**	**3,102,491**	**-**	**157,641**	**90,566**	**3,636,298**
Increase	(8,302)	68,514		-	-	60,212
Disposal		-				-
Revaluation*						-
Impairment						-
Written off		21,622				21,622
Balance at the end of the reporting period	**277,298**	**3,149,383**	**-**	**157,641**	**90,566**	**3,674,888**
Accumulated amortization						

Balance at the end of previous period	**118,106**	**937,778**		**42,529**	**-**	**1,098,413**
Increase	19,323	365,443		80,285		465,051
Disposal		-				-
Impairment		16,423				16,423
Revaluation		-				-
Balance at the end of previous period	**137,429**	**1,286,798**		**122,814**	**-**	**1,547,041**
Increase	4,909	94,305		8,516		107,730
Disposal		-				-
Depreciation adjustment from revaluation		21,622				21,622
Revaluation		-				-
Balance at the end of the reporting period	**142,338**	**1,359,481**		**131,330**	**-**	**1,633,149**
Net carrying amount						
End of reporting period	**134,960**	**1,789,902**	**-**	**26,311**	**90,566**	**2,041,739**
End of previous period	**148,171**	**1,815,693**	**-**	**34,827**	**90,566**	**2,089,257**

Note 21. Deferred tax assets

Deferred tax assets movement	Reporting period	Previous period
Balance at the beginning of the period		0
Increase		
Decrease		0
Balance at the end of the period	**-**	**-**

Note 22. Other Assets

Amounts receivable from bank transactions	Reporting period	Previous period
Dividends receivable		
Amounts receivable from trust management transactions		
Amounts receivable from other transactions	487,141	612,950
Total	**487,141**	**612,950**
Reserve for possible losses as regards bank transactions (Note 7)	-6,512	-8,028
Net amounts receivable from bank transactions	**480,629**	**604,922**

Accounts receivable and prepayments	Reporting period	Previous period
Receivables as regards budget	21	43
Receivables as regards suppliers		
Advance payments to the employees	4,747	0
Advance payments to the suppliers	533,461	628,725
Advance payments and overpayments as regards budget and mandator	175,064	20,505
Other receivables and prepaymens	7,180,477	7,337,244
Total	**7,893,770**	**7,986,517**
Reserve for possible losses as regards other assets (Note 7)	-1,752,712	-471,987
Total	**6,141,058**	**7,514,530**
Other assets		
Warehouse	251,484	218,580
Seized collateral	7,171,293	6,174,931
Future period expenses	93,720	65,818
Other assets	1,269,704	1,675,230
Reserve for possible losses as regards other assets (Note 7)	-13,629	-17,397
Total	**8,772,572**	**8,117,156**
Total other assets	**15,394,259**	**16,236,616**

Note 23. Amounts due to banks and other financial institutions

Current accounts	Reporting period	Previous period
RA Banks	162,623	99,359
Banks with BBB-(Baa3) and higher rating	0	0
Banks with rating below BBB-(Baa3) and no rating	173,227	67,813
Accrued interest		
Total	**335,850**	**167,172**
Interbank loans, deposits and other demands		
RA Central Bank		
Loans*	20,805,957	20,407,504
Repo (repurchase) agreements	99,999,993	98,399,984
Swap		
Other		
RA Banks		
Loans and deposits	1,154,128	0
Financial leasing		
Repo (repurchase) agreements	0	0
Swap	34,258	9,447
Other	10	10
BBB-(Baa3) and higher rating banks		
Loans and deposits		
Financial leasing		
Repo (repurchase) agreements		
Swap		
Other		
BBB-(Baa3) and lower rating and no rating banks		
Loans and deposits	9,561,048	9,406,622
Financial leasing		
Repo (repurchase) agreements		
Swap	5,393	61,239
Other	1,721,155	2,583,571
Accrued interest	1,105,528	899,087
Total	**134,387,470**	**131,767,464**
Financial institutions		
Current accounts	5,910,551	4,462,681
Loans and deposits	51,090,277	54,579,834
Repo (repurchase) agreements		
Swap		
Other	4,395	7,774
Accrued interest	487,709	535,195
Total	**57,492,932**	**59,585,484**
Total amounts due to banks and other fin. institutions	**192,216,252**	**191,520,120**

As of 31.03.2021, loans received from the Central Bank of Armenia also include loan amounts attracted under international loan programs totaling AMD 20.805.957 thous. And accrued interest amounts AMD 1.087.592 thous.

Note 24. Amounts due to customers

Amounts due to RA government and local self-managed authorities	Reporting period	Previous period
Current accounts	231,847	355,662
Time deposits		
Loans	165,019	175,018
Repo (repurchase) agreements		
Swap		
Other	87,827	96,568
Accrued interest	399	444
Total	**485,092**	**627,692**
Legal entities and institutions of RA (residents)		
Current accounts	75,286,301	42,119,479
Time deposits	58,601,558	65,829,876
Repo (repurchase) agreements	0	0
Swap	0	100,723
Other	875,270	4,976,173
Accrued interest	705,129	819,246
Total	**135,468,258**	**113,845,497**
Legal entities and institutions (non-residents)		
Current accounts	131,283,713	154,423,685
Time deposits	89,488	873,388
Repo (repurchase) agreements		
Swap		
Other	22,129	4,433,663
Accrued interest	765	1,323
Total	**131,396,095**	**159,732,059**
Sole entrepreneurs of RA (residents)		
Current accounts	433,343	382,770
Time deposits		
Repo (repurchase) agreements		
Swap		
Other		
Accrued interest		
Total	**433,343**	**382,770**
Sole entrepreneurs (non-residents)		
Current accounts	42	41
Time deposits		
Repo (repurchase) agreements		
Swap		
Other		
Accrued interest		
Total	**42**	**41**
Individuals (residents)		
Current accounts	39,016,300	43,073,076
Time deposits	265,067,339	256,338,684
Repo (repurchase) agreements		
Swap		
Other	597,782	332,833
Accrued interest	5,310,673	5,474,021
Total	**309,992,094**	**305,218,614**
Individuals (non-residents)		
Current accounts	13,333,569	12,974,766
Time deposits	11,609,119	11,277,845
Repo (repurchase) agreements		
Swap		
Other	0	0

Accrued interest	298,849	302,294
Total	**25,241,537**	**24,554,905**
Total liabilities to customers	**603,016,461**	**604,361,578**

The amount of the security of liabilities totaled: as at 31.03.2021 - AMD 17.117.100 thous., as at 31.12.2020 - AMD 20.924.018 thous.

2.Term liabilities to government include amounts involved from international financial organizations within RAED (Rural Areas Economic Development) program and Millennium Challenge Account program, which totaled AMD 164.980 thous., accrued interest AMD 399 thous.

The structure of Bank depositors' (time deposits) by customers number

	Reporting period	Previous period
Legal entities residents	99	82
Legal entitie non- residents	1	2
Individuals residents	27,699	26,751
Individuals non-residents	297	328
Total	**28,096**	**27,163**

Note 25. Securities issued by Bank

Securities issued by Bank	Reporting period	Previous period
Fixed-Income securities	2,957,633	2,916,675
Total	**2,957,633**	**2,916,675**

Note 26. Liabilities at fair value through profit or loss

Liability held for trading	Reporting period	Previous period
Derivative instruments held for trading purposes		
Futures		
Forward		
Option		
Swap		
Other		
Hedging derivative instruments		
Other	39,781,322	40,207,262
Total	**39,781,322**	**40,207,262**

Note 27. Amounts payable

Amounts payable	Reporting period	Previous period
Dividends		
Trust management agreements		
Deposits insurance	216,727	266,215
Other		
Total	**216,727**	**266,215**

Note 28. Deferred tax liabilities

Deferred tax liabilities movements	Reporting period	Previous period
Balance at the beginning of the period	361,625	361,625

Increase	233,791	233,791
Decrease	0	0
Balance at the end of the period	**595,416**	**595,416**

Note 29. Other liabilities

Other liabilities	Reporting period	Previous period
Settlement liabilities as regards cheques and other payment	0	0
Settlement liabilities as regards letters of credit		
Other settlements		
Payables as regards budget		
Profit Tax	503,733	200,107
VAT	1,941	2,016
other taxes and dues	301,342	484,450
social insurance payments	0	0
Liabilities to employees as regards salary	690,672	636,805
Payables as regards suppliers	133,969	131,867
Payables as regards completion of chartered capital		
Other liabilities	1,006,352	1,012,650
Balance at the end of period	**2,638,009**	**2,467,895**

Note 30. Chartered capital

a) Bank's chartered capital registered and fully paid – AMD 42.090.187 thous.

b) The number of issued and allocated ordinary shares - 51.040, nomminal value – AMD 824.651

c) Major participants as of the end of the reporting period

Major participant	Amount of participation	Share %	Type of activity (for legal entities)
Vitaly Grigoryants	39,985,678	95	Individual
Arsen Mikayelyan	2,104,509	5	Individual
	42,090,187		

Note 32. Revaluation and remeasurement reserves, other components of equity

"Revaluation and remeasurement reserves"

Components:

Revaluation reserves	Reporting period	Previous period
Unrealized gain/loss from revaluation of investments for sale	1,144,820	2,051,610
Fixed assets revaluation reserve	468,524	468,524
Other reserves		
Total revaluation reserves	**1,613,344**	**2,520,134**

Other components of equity

Reserves

Other reserves	Reporting period	Previous period
Main reserve		

Opening balance	797,803	797,803
Increase	115,224	115,224
Decrease		
Closing balance	**913,027**	**913,027**

Note 33. Retained earnings

Retained profit	Reporting period	Previous period
Opening balance	9,768,416	10,260,280
Increase	1,165,968	1,812,600
Decrease		2,304,464
Closing balance	**10,934,384**	**9,768,416**

Note 34. Reserves, contingencies and potential liabilities

Reserves		Reporting period	Previous period
Opening balance	Note 7	1,288,024	988,680
Allocations to the reserve		388,026	1,977,071
Use of reserve		(406,467)	(1,677,727)
Net allocations to the reserve		(18,441)	299,344
Closing balance		**1,269,583**	**1,288,024**

Bank's legal liabilities

The Bank carries out its activity within the requirements prescribed by legislation and needs no additional reserves as regards its legal liabilities.

Bank's tax liabilities

The Bank has met its tax obligations and needs no additional reserves as regards its tax liabilities.

Bank's contingent liabilities as regards off-balance items containing credit risk

	Reporting period	Previous period
Unused credit lines	29,202,432	29,846,342
Guarantees provided	71,644,514	81,178,532
Letters of credit issued	-	-
Reserve as regards the mentioned items (Note 7)	(1,269,583)	(1,288,024)
Closing balance	**99,577,363**	**109,736,850**

Bank's liability as regards operating lease

The leased premises are as follows:

Yerevan - Artsakh Branch
Talin - Talin Branch
Yerevan - Hayreniq Branch
Stepanakert - Khachen Branch

Yerevan - Arshakuni Branch
Masis - Masis Branch
Ashtarak - Ashtarak Branch
Gavar - Gavar Branch
Yerevan - Komitas Branch
Artik - Artik Branch
Sevan - Sevan Branch
Martuni - Alashkert Branch
Artashat - Artashat Branch
Yerevan - Arabkir Branch
Yerevan - Avan Branch
Yerevan - Aparan Branch
Yerevan - Charbakh Branch
Yerevan - Araratyan Branch
Yerevan - Teryan Branch
Yerevan - Yerevan Branch
Yerevan - Tashir Branch
Hrazdan - Hrazdan Branch
Yerevan - Qajaznuni Branch
Yerevan - Nor Aresh Branch
Yerevan - Nor Avan Branch
Yerevan - Davtashen Branch
Yerevan - Noragavit Branch
Yerevan - Kapan Branch
Yerevan - Ajapnyak Branch
Yerevan - Masiv Branch
Yerevan - Zvartnoc Branch
Yerevan - Ijevan Branch

The structure of future total minimum lease amounts payable for financial lease

thous. drams

The structure of minimum lease payments	Amounts payable in drams equivalent to foreign currency	Amounts payable in drams
Lease		1,003,212
Total		**1,003,212**

Note 35. Related party transactions

The related party transactions were conducted according to the market terms and interest rates.

Loans and advances to customers at amortized value	Reporting period	Previous period
	01.01.21-31.03.21	**01.01.20-31.12.20**
Balance as of 01 January	26,964,623	25,168,754
Loans and advances provided during the year	1,307,898	12,124,283

Loans and advances repaid during the year	3,059,073	10,328,414
Balance	**25,213,448**	**26,964,623**
Interest income	569,125	2,261,526

The loans have been provided to the Bank's management and their related parties

Amounts due to customers	Reporting period	Previous period
	01.01.21-31.03.21	01.01.20-31.12.20
Balance as of 01 January	15,329,065	19,699,543
Amounts received during the year	53,963,933	125,090,727
Amounts paid during the year	55,134,226	129,461,205
Balance	**14,158,772**	**15,329,065**
Interest expense	278,429	1,442,049

Salary and equivalent payments to the Bank's management	Reporting period	Previous period
	01.01.21-31.03.21	01.01.20-31.12.20
The Board		
Salary	57,717	241,711
bonus		
Executive body		
Salary	67,127	294,134
bonus	100	150
Internal audit		
Salary	14,724	57,594
bonus	100	100
Total	**139,768**	**593,689**

Note 36. Minimal disclosures concerning financial risks

1. Credit risk

The main objective of credit risks management for the Bank is the timely (sometimes even before provision of the loan) identification, valuation and realization of corresponding steps directed to their reduction.
The Bank evaluates the credit risk in relation of both each borrower and the whole loan portfolio.
According to the methodology developed by the Bank, the creditworthiness of the potential borrower is assessed before provision of the loan. From the viewpoint of prevention of the credit risk, the most important principles to follow are considered to be the security and purpose of the loan. After provision of the loan, monitoring is conducted by the Bank during the whole period of the loan agreement to regularly assess the borrower's solvency and the loan's security as well as to take corresponding measures for restricting the possible credit risk.
Also the Bank's overall loan portfolio is subjected to regular analysis by industry branches, customers, and loan types to ensure the portfolio diversification and quality. Intra-bank normatives restricting credit risk (maximum risk as regards an industry branch, maximum overall loan risk, maximum risk per individual loan types as regards loan portfolio quality, maximum risk as regards a borrower, maximum risk as regards the major borrowers, maximum risk as regards a person related to the Bank, maximum risk as regards all persons related to the Bank, etc.) are established by the corresponding internal legal acts approved by the Bank Board (these normatives are more severe than the corresponding normatives established by the RA Central Bank).
The Bank considers activity of the Loan committee as very important for thye containment of credit risk. Loan committee is the body to realize the Bank's credit policy, the purpose of which is management of the Bank's loan activity and formation of the quality loan portfolio.
The main objective of the loan committee is making collective professional protocol or final decisions concerning realization and servicing of transactions containing credit risk.

2. Geographical concentrations

31.12.20

Title	RA	OECD* Countries	Non OECD Countries	Total
Assets				
Cash and balances with CBA	81,441,903			81,441,903
Amounts due from banks and other financial institutions	27,404,988	5,223,553	4,113,590	36,742,131
Financial instruments held for trading	40,207,262			40,207,262
Loans and advances to customers at amortized value	545,547,931	1,357,050	94,901,471	641,806,452

Securities available for sale	67,313,913	18,764		67,332,677
Securities held to maturity				-
Other assets	14,958,601	6,942	1,271,073	16,236,616
Total assets	**776,874,598**	**6,606,309**	**100,286,134**	**883,767,041**
Liabilities				0
Amounts due to banks and other financial institutions	179,360,444	80	12,159,596	191,520,120
Amounts due to customers	419,971,412	15,203,628	169,186,538	604,361,578
Financial liability held for trading	40,207,262			40,207,262
Other liabilities	2,437,575	30,320		2,467,895
Total liabilities	**641,976,693**	**15,234,028**	**181,346,134**	**838,556,855**
Net position	**134,897,905**	**(8,627,719)**	**(81,060,000)**	**45,210,186**

31.03.2021

Title	RA	OECD* Countries	Non OECD Countries	Total
Assets				
Cash and balances with CBA	80,707,217			80,707,217
Amounts due from banks and other financial institutions	25,512,407	4,031,528	2,491,688	32,035,623
Financial instruments held for trading	39,781,322			39,781,322
Loans and advances to customers at amortized value	528,241,050	1,414,254	95,274,998	624,930,302
Securities available for sale	90,292,670	18,764		90,311,434
Securities held to maturity				-
Other assets	14,149,630	4,329	1,240,300	15,394,259
Total assets	**778,684,296**	**5,468,875**	**99,006,986**	**883,160,157**
Liabilities				-
Amounts due to banks and other financial institutions	180,758,669	130	11,457,453	192,216,252
Amounts due to customers	446,373,388	8,257,497	148,385,576	603,016,461
Financial liability held for trading	39,781,322			39,781,322
Other liabilities	2,610,918	27,091		2,638,009
Total liabilities	**669,524,297**	**8,284,718**	**159,843,029**	**837,652,044**
Net position	**109,159,999**	**(2,815,843)**	**(60,836,043)**	**45,508,113**

OECD * - Organization for Economic Cooperation and Development

Analysis of assets containing credit risk according to industrial branches and exposure

31.12.20

Assets	Working assets	Non-working assets			
	Standard/Non-risky	Controlled/Risky	Non-standard/ Medium risky	Doubtful/ Highly risky	Bad

Loans and advances, including		**627,273,470**	**10,910,341**	**3,360,736**	**261,905**	
		72,578	**2,388**	**1,714**	**245**	
1. Agriculture , forestry and fishing	amount	11,663,662	347,508	67,137	2,637	
	number	498	11	9	1	
2. Mining and quarrying	amount	20,438,116				
	number	27				
3. Processing industry	amount	46,304,788	55,501	47,033	2,779	
	number	107	5	1	2	
4. Electricity, gas , steam and air conditioning supply	amount	27,739,405	286,363		3,710	
	number	34	8		1	
5. Water supply, sewerage, waste management and recycling	amount	27,188				
	number	4				
6. Construction	amount	95,166,167	182,046	179,279		
	number	179	5	5		
7. Trade	amount	168,921,262	2,790,071	426,074		
	number	852	40	16		
8. Transportation and warehouse business	amount	18,335,731			573	
	number	56			1	
9. Accommodation and catering	amount	44,247,105	314,262	103,451		
	number	85	4	3		
10. Information and communication	amount	4,951,734		8,921		
	number	29		1		
11. Real property buisness	amount	24,559				
	number	3				
12. Professional, scientific and technical activities	amount	23,668,113	3,280			
	number	31	1			
13. Education	amount	6,705,975	1,235	1,658		
	number	444	9	7		
14. Healthcare	amount	943,208				
	number	35				
15. Arts, entertainment, recreation	amount	8,597,009	157,999	5,382		
	number	23	4	1		
16. Other branches of economy	amount	50,910,058	1,806,431			

	number	109	9			
17. Mortgage loans	amount	22,054,533	438,521	144,955	17,136	
	number	2,121	54	24	9	
18. Consumer and other loans	amount	76,574,857	4,527,124	2,376,846	235,070	
	number	67,941	2,238	1,647	231	
Receivables	amount	**11,805,303**	**21,845**	**8,671**	**8,085**	
	number	**12,271**	**770**	**485**	**417**	
Investment securities	amount	**50,752**				
	number	**3**				
Off-balance sheet items	amount	**109,513,803**	**218,004**	**994**	**4,050**	
	number	**5,852**	**64**	**44**	**9**	
including guarantees	amount	80,046,162	175,738		1,250	
	number	954	16		1	
letters of credit	amount					
	number					

31.03.2021

Assets	Working assets	Non-working assets			
	Standard/Non-risky	**Controlled/Risky**	**Non-standard/ Medium risky**	**Doubtful/ Highly risky**	**Bad**
Loans and advances, including	**606,683,509**	**12,016,300**	**5,209,297**	**1,021,196**	
	73,629	**3,999**	**880**	**1,133**	
1. Agriculture , forestry and fishing amount	11,656,851	448,158	61,585	7,604	
number	497	23	3	7	
2. Mining and quarrying amount	20,523,776			-	
number	27			-	
3. Processing industry amount	47,598,014	214,271	102,739	2,084	
number	93	6	7	1	
4. Electricity, gas , steam and air conditioning supply amount	27,991,319	279,920	17,049	-	
number	34	6	2	-	
5. Water supply, sewerage, waste management and recycling amount	8,778	-	-	-	
number	3	-	-	-	
6. Construction amount	94,968,761	633,769	359,027	-	
number	153	12	9	-	
7. Trade amount	165,744,077	2,919,559	556,331	26,941	
number	766	34	21	5	
8. Transportation and warehouse business amount	16,147,126	336,860	8,964	-	
number	46	10	2	-	
9. Accommodation and catering amount	49,156,770	299,748	126,858	2,106	
number	83	5	3	2	
10. Information and communication amount	5,235,271	-	-	5,873	
number	29	-	-	1	
11. Real property buisness amount	24,093	-	-	-	
number	3	-	-	-	

12. Professional, scientific and technical activities	amount	23,773,267	163,518	-	-	
	number	26	2	-	-	
13. Education	amount	4,353,786	1,318	181	1,370	
	number	428	2	3	9	
14. Healthcare	amount	869,964	-	-	-	
	number	34	-	-	-	
15. Arts, entertainment, recreation	amount	8,659,596	-	151,687	-	
	number	22	-	3	-	
16. Other branches of economy	amount	34,890,515	407,756	35,354	-	
	number	107	6	6	-	
17. Mortgage loans	amount	23,547,733	462,211	181,064	88,376	
	number	2,168	75	16	21	
18. Consumer and other loans	amount	71,533,812	5,849,212	3,608,458	886,842	
	number	69,110	3,818	805	1,087	
Receivables	amount	**4,171,241**	**47,533**	**3,879,753**	**4,769**	
	number	**12,472**	**966**	**524**	**435**	
Investment securities	amount	**50,752**				
	number	**3**				
Off-balance sheet items	amount	**99,015,261**	**536,181**	**24,987**	**934**	
	number	**4,650**	**84**	**13**	**11**	
including guarantees	amount	70,190,634	512,362			
	number	806	19			
letters of credit	amount					
	number					

Analysis of credit portfolio according to regions and risk exposure

31.03.21

Loans and advances, including	**Working assets**	**Non-working assets**			
Loans, including	**Standard/Non-risky**	**Controlled/Risky**	**Non-standard/ Medium risky**	**Doubtful/ Highly risky**	**Bad**
1. Residents of RA	510,176,206	12,010,953	5,032,695	1,021,196	
2. Non-residents	96,507,303	5,347	176,602		
Total	**606,683,509**	**12,016,300**	**5,209,297**	**1,021,196**	

Loans to non-residents 31.03.21

Assets	**Working assets**	**Non-working assets**			
	Standard/Non-risky	**Controlled/Risky**	**Non-standard/ Medium risky**	**Doubtful/ Highly risky**	**Bad**
Loans and advances, including	**96,507,303**	**5,347**	**176,602**	**-**	
	62	**4**	**2**	**-**	
1. Agriculture , forestry and fishing amount	2,024				
number	3				
2. Mining and quarrying amount	1,312				
number	1				
3. Processing industry amount	3,930				
number	3				

4. Electricity, gas , steam and air conditioning supply	amount					
	number					
5. Water supply, sewerage, waste management and recycling	amount					
	number					
6. Construction	amount					
	number					
7. Trade	amount	95,318,930		87,573		
	number	24		1		
8. Transportation and warehouse business	amount					
	number					
9. Accommodation and catering	amount	2,243				
	number	1				
10. Information and communication	amount	162,695				
	number	1				
11. Real property buisness	amount					
	number					
12. Professional, scientific and technical activities	amount					
	number					
13. Education	amount	-				
	number	-				
14. Healthcare	amount					
	number					
15. Arts, entertainment, recreation	amount	347				
	number	1				
16. Other branches of economy	amount					
	number					
17. Mortgage loans	amount	11,051	2,921			
	number	2	1			
18. Consumer and other loans	amount	1,004,771	2,426	89,029	-	
	number	26	3	1	-	

31.12.2020

Assets	Working assets	Non-working assets			
Loans, including	**Standard/Non-risky**	**Controlled/Risky**	**Non-standard/ Medium risky**	**Doubtful/ Highly risky**	**Bad**
1. Residents of RA	531,207,791	10,882,008	3,196,227	261,905	
2. Non-residents	96,065,679	28,333	164,509		
Total	**627,273,470**	**10,910,341**	**3,360,736**	**261,905**	

Loans to non-residents 31.12.2020

Assets	Working assets	Non-working assets			
	Standard/Non-risky	**Controlled/Risky**	**Non-standard/ Medium risky**	**Doubtful/ Highly risky**	**Bad**
Loans and advances, including	**96,065,679**	**28,333**	**164,509**	**-**	
	58	**1**	**3**	**-**	
1. Agriculture , forestry and fishing	amount	2,456				
	number	3				
2. Mining and quarrying	amount	1,574				
	number	1				
3. Processing industry	amount	4,701				
	number	3				
4. Electricity, gas , steam and air conditioning supply	amount					
	number					

5. Water supply, sewerage, waste management and recycling amount					
number					
6. Construction amount					
number					
7. Trade amount	94,840,592		81,506		
number	24		1		
8. Transportation and warehouse business amount					
number					
9. Accommodation and catering amount	2,373				
number	1				
10. Information and communication amount	223,779				
number	1				
11. Real property buisness amount					
number					
12. Professional, scientific and technical activities amount					
number					
13. Education amount					
number					
14. Healthcare amount					
number					
15. Arts, entertainment, recreation amount	871				
number	1				
16. Other branches of economy amount					
number					
17. Mortgage loans amount	11,726				
number	2				
18. Consumer and other loans amount	977,607	28,333	83,003		
number	22	1	2		

Loan portfolio indicators as of 31.03.2021

Non-performing loans/ total loans 3.34 %

Reserve for non-performing loans/total capital 6.67 %

Loan reserve /total loans 1.60 %

Possible loss reserve/Non-performing loans 47.81 %

Large amount advances/capital 497.98 %:

Market risk

Currency risk

For the purposes of currency risk assessment, the Bank applies the VaR (Value at Risk) model well accepted in the international practice. The model ensures definite probability forecast of expected maximum currency fluctuation rate by calculating the maximum value of the Bank eventual losses. For the purposes of currency risk suppression the Bank carried out daily monitoring of currency positions. In the occurrence of open currency positions, the Bank applies hedging instruments for the purposes of risk avoidance.

The Bank's foreign currency risk analysis according to financial assets and liabilities

31.12.2020

	Drams	I group foreign currency*	II group foreign currency**	Total
Assets				
Cash and balances with CBA	47,947,492	32,842,110	652,301	81,441,903
Standardized precious metal bullions		24,689		24,689
Amounts due from banks and other financial institutions	16,318,497	16,987,190	3,436,444	36,742,131

Financial instruments kept for trading	40,207,262			40,207,262
Loans and advances to customers at amortized value	328,544,513	311,584,357	1,677,582	641,806,452
Financial assets at fair value through other comprehensive income	66,008,165	1,324,512		67,332,677
Financial assets held to maturity				-
Other	10,322,377	5,899,722	14,509	16,236,608
Total assets	**509,348,306**	**368,662,580**	**5,780,836**	**883,791,722**
Liabilities				
Amounts due to banks and other financial institutions	175,520,987	15,790,263	208,870	191,520,120
Amounts due to customers	268,309,910	321,439,959	14,611,709	604,361,578
Securities issued by the bank	257,955	2,658,720		2,916,675
Liabilities at fair value through profit or loss	40,207,262			40,207,262
Other liabilities	2,424,754	43,141		2,467,895
Total liabilities	**486,720,868**	**339,932,083**	**14,820,579**	**841,473,530**
Net position	**22,627,438**	**28,730,497**	**(9,039,743)**	**42,318,192**

31.03.2021

	Drams	I group foreign currency*	II group foreign currency**	Total
Assets				
Cash and balances with CBA	47,636,759	32,490,387	580,071	80,707,217
Standardized precious metal bullions		20,619		20,619
Amounts due from banks and other financial institutions	14,007,938	16,258,190	1,769,495	32,035,623
Financial instruments kept for trading	39,781,322			39,781,322
Loans and advances to customers at amortized value	317,711,041	305,050,046	2,169,215	624,930,302
Financial assets at fair value through other comprehensive income	88,979,307	1,332,127		90,311,434
Financial assets held to maturity				-
Other	9,657,157	5,726,680	10,422	15,394,259
Total assets	**517,773,524**	**360,878,049**	**4,529,203**	**883,180,776**
Liabilities				
Amounts due to banks and other financial institutions	174,505,322	17,677,007	33,923	192,216,252
Amounts due to customers	268,562,033	297,856,903	36,597,525	603,016,461
Securities issued by the bank	257,561	2,700,072		2,957,633
Liabilities at fair value through profit or loss	39,781,322			39,781,322
Other liabilities	2,604,945	33,064		2,638,009
Total liabilities	**485,711,183**	**318,267,046**	**36,631,448**	**840,609,677**
Net position	**32,062,341**	**42,611,003**	**(32,102,245)**	**42,571,099**

* The 1st group foreign currencies include US Dollar, Euro, English Pound sterling, Swiss Franc, Gold metal account

** The 2nd group foreign currencies include Russian Rouble, Ukrainian Hryvnia, UAE Dirham, Singapur Dollar.

Analysis of the Bank's Foreign Currency risk according to the types of derivative financial instruments

Types of derivative financial instruments	Drams	I group foreign currency*	II group foreign currency**	Total
Futures instruments				
- liabilities				
- demands				
Forward instruments				
- liabilities				
- demands				
Options				
- liabilities				
- demands				
Swaps				
- liabilities		42,193,961		42,193,961

- demands	7,838,400	2,309,400	32,096,242	42,244,042
Other derivative instruments				
- liabilities				
- demands				
Net position according to the derivative financial instruments	**7,838,400**	**(39,884,561)**	**32,096,242**	**50,081**
Net open position*	**7,838,400**	**(39,884,561)**	**32,096,242**	**50,081**

Interest rate risk

Efficient assets and liabilities management also assumes a management of assets and liabilities as a result of which the Bank will to the extent possible avoid interest rate risk.
The objective of the interest rate risk management at the Bank is to maintain the target levels of the assets and liabilities interest rate spread and net interest margin.
For the interest rate risk management purposes, the Bank makes calculations on the monthly basis of the both net interest margin and the assets and liabilities interest rate spread, taking into account the assets profitability and the liabilities consumability as well as their time limitation.
To restrict interest rate risk, special mechanisms have been developed as regards assets and liabilities pricing (setting interest rates).
Interest rate risk assessment is based on the model of time gap calculation for assets and liabilities sensitive towards interest rate changes, which allows to evaluate the effect of the interest rate changes on the Bank's expected net interest income.
Interest rate risk is also assessed using the duration method, which shows the change in the economic value of the capital as a result of interest rate changes, taking into account the time inconsistency of the involved liabilities and allocated assets.

Average interest rates for interest-bearing financial assets and liabilities as of the end of the reporting period

	Reporting period interest rates		Previous period interest rates	
Item	Drams	Foreign currency	Drams	Foreign currency
	%	%	%	%
Assets				
Balances with CBA				
Amounts due from banks and other financial organizations		3.50		3.85
including				
- interbank loans				
- interbank repo				
- interbank swap				
Loans and advances to customers at amortized value	2-20	6-15	2-20	6-15
Securities held for trading and available for sale	6.5-13	5.95-8.5	8-13	5.95-8.5
Securities held to maturity				
Liabilities				
Amounts due to banks	2-10.5	4.0-4.7.5	2-10.5	4.0-4.9
and other financial institutions				
Amounts due to customers	0.01-10.75	0.01-6.00	0.01-10.5	0.01-5.25
Liabilities as regards securities issued by the Bank	10.50	5.80	10.50	5.80

Liquidity risk

The purpose of the Bank's liquidity management is to create an integrity of financial potential, which will enable to meet the well founded money demands of all types of creditors, depositors and other customers without serious problems which may be reflected in the Bank's balance sheet and off-balance sheet items, as well as ensuring the maximum possible profitability level.
To ensure smooth liquidity and efficiently manage the liquidity risk, the Bank implements coordinated management of assets and liabilities, which assumes:
1. availability of sufficient number of highly liquid assets,
2. sustainability of resources,3. acceptable time gaps for assets and liabilities,
4. possibilities to attract means from external sources.

For correct decision-making concerning the Bank's liquidity management, it is especially important to carry out a time analysis for assets and liabilities, which is implemented through the assets and liabilities time gap calculation model by instant and cumulative separations.
Instant liquidity is calculated on the daily basis to make correct situational decisions.

Item description	Non-performing		Time remaining to maturity						open-end	Total
	overdue	time	demand	up to 3 months	3-6 months	6-12 months	1-5 years	more than 5 years		
Assets										
Cash in intern. and CBA			80,631,903						810,000	81,441,903
Amounts due from banks and other fin. institutions			7,471,915	17,341,072		4,605	11,334,974		589,565	36,742,131
Loans provided to customers	4,626,321	9,906,661		158,347,405	43,834,579	77,117,121	197,012,194	150,962,171		641,806,452
Financial assets	-	-	-	32,223,345	8,769,238	533,525	24,194,821	41,768,258	50,752	107,539,939
held for trade				31,962,788	8,244,474					40,207,262
available for sale				260,557	524,764	533,525	24,194,821	41,768,258	50,752	67,332,677
held up to maturity										-
Realized under repo agreements										-
Other assets	31,786	21,579	9,231,498	653,917	80,995	4,021	37,881		6,174,931	16,236,608
*Contractual demands										-
Total	**4,658,107**	**9,928,240**	**97,335,316**	**208,565,739**	**52,684,812**	**77,659,272**	**232,579,870**	**192,730,429**	**7,625,248**	**883,767,033**
1-st group currency	3,413,485	4,593,760	43,838,489	90,943,931	12,714,039	54,295,894	158,273,417		589,565	368,662,580
2-nd group currency			2,813,916	854,238	70,894	1,887,348	154,440			5,780,836
Variable interest rate										-
Fixed interest rate	4,626,321	9,906,661	931,196	175,132,602	44,358,524	77,655,210	232,541,606	192,730,429	589,565	738,472,114
Interest free	31,786	21,579	96,404,120	33,433,137	8,326,288	4,062	38,264	-	7,035,683	145,294,919
Liabilities										
Amounts due to banks and other fin. institutions			6,387,806	143,490,554	8,415,112	7,891,610	12,212,892	13,122,146		191,520,120
Amounts due to customers	-	-	263,708,952	77,946,031	59,898,855	100,803,134	94,019,163	7,985,443	-	604,361,578
upon demand			263,708,952							263,708,952
time liability				77,946,031	59,898,855	100,803,134	94,019,163	7,985,443		340,652,626
Other										-
Liabilities for securities issued by the banks							2,916,675			2,916,675
Other liabilities				452,252		12,018	2,003,625			2,467,895
Off –balance contingent liabilities	5,044	218,004	29,467,638	22,476,964	9,482,594	23,599,849	24,486,757			109,736,850
*Contractual liabilities										-
Total	**-**	**-**	**270,096,758**	**221,888,837**	**68,313,967**	**108,706,762**	**111,152,355**	**21,107,589**	**-**	**801,266,268**
1-st group currency			201,045,396	41,147,164	17,037,426	40,692,903	40,009,194			339,932,083
2-nd group currency			11,907,874	795,477	1,045,779	732,563	338,886			14,820,579
Large amount liability				98,821,896	786,423	325,033	19,733,746			119,667,098
Variable rate liability										-
Fixed rate liability			257,792,183	187,836,583	60,069,492	108,014,779	111,152,355	21,107,589		745,972,981
Interest free			12,304,575	34,052,254	8,244,475	691,983				55,293,287
Net liquidity gap	**4,658,107**	**9,928,240**	**(172,761,442)**	**(13,323,098)**	**(15,629,155)**	**(31,047,490)**	**121,427,515**	**171,622,840**	**7,625,248**	**82,500,765**
1-st group currency	3,413,485	4,593,760	(157,206,907)	49,796,767	(4,323,387)	13,602,991	118,264,223	-	589,565	28,730,497
2-nd group currency	-	-	(9,093,958)	58,761	(974,885)	1,154,785	(184,446)	-	-	(9,039,743)
Variable interest rate	-	-	-	-	-	-	-	-	-	-
Fixed rate	4,626,321	9,906,661	(256,860,987)	(12,703,981)	(15,710,968)	(30,359,569)	121,389,251	171,622,840	589,565	(7,500,867)
Cumulative liquidity gap	4,658,107	14,586,347	(158,175,095)	(171,498,193)	(187,127,348)	(218,174,838)	(96,747,323)	74,875,517	82,500,765	801,266,268

31.03.2021

Item description	Non-performing		Time remaining to maturity						open-end	Total
	overdue	time	demand	up to 3 months	3-6 months	6-12 months	1-5 years	more than 5 years		
Assets										
Cash in intern. and CBA			80,547,217						160,000	80,707,217
Amounts due from banks and other fin. institutions			5,329,552	14,343,651	284,007	110,577	11,368,441		599,395	32,035,623
Loans provided to customers	6,817,233	11,429,561		141,177,071	36,329,555	81,978,709	196,833,394	150,364,779		624,930,302
Financial assets			-	26,387,748	532,264	14,193,437	46,554,882	42,373,673	50,752	130,092,756
held for trade				25,854,469		13,926,853				39,781,322
available for sale				533,279	532,264	266,584	46,554,882	42,373,673	50,752	90,311,434
held up to maturity										-
Realized under repo agreements										-
Other assets	21,517	3,921,840	2,690,392	1,271,574	1,221	2,495	62,443		7,422,777	15,394,259

*Contractual demands										-
Total	**6,838,750**	**15,351,401**	**88,567,161**	**183,180,044**	**37,147,047**	**96,285,218**	**254,819,160**	**192,738,452**	**8,232,924**	**883,160,157**
1-st group currency	3,152,432	11,178,738	42,964,612	78,612,238	12,575,254	53,250,278	158,545,102		599,395	360,878,049
2-nd group currency			1,133,975	704,284	474,449	1,792,955	423,540			4,529,203
Variable interest rate										-
Fixed interest rate	5,501,155	11,429,561	170,869	156,937,750	23,218,961	96,282,698	254,756,086	192,738,452	599,395	741,634,927
Interest free	1,337,595	3,921,840	88,396,292	26,242,294	13,928,086	2,520	63,074		7,633,529	141,525,230
Liabilities										
Amounts due to banks and other fin. institutions			7,969,118	140,964,002	5,447,098	11,114,630	13,319,566	13,401,838		192,216,252
Amounts due to customers	-	-	261,771,006	64,760,650	61,611,986	105,900,728	86,780,203	22,191,888	-	603,016,461
upon demand			261,771,006							261,771,006
time liability				64,760,650	61,611,986	105,900,728	86,780,203	22,191,888		341,245,455
Other										-
Liabilities for securities issued by the banks				51,783			2,905,850			2,957,633
Other liabilities				174,607	6,541	20,822	2,436,039			2,638,009
Off –balance contingent liabilities	25,921	536,181	28,824,661	9,374,710	22,147,273	14,639,413	24,029,204			99,577,363
*Contractual liabilities										-
Total	**-**	**-**	**269,740,124**	**205,951,042**	**67,065,625**	**117,036,180**	**105,441,658**	**35,593,726**	**-**	**800,828,355**
1-st group currency			178,953,633	21,469,919	25,591,083	39,145,466	53,106,945			318,267,046
2-nd group currency			33,872,782	1,151,282	548,127	670,007	389,250			36,631,448
Large-scale liability			553	134,159,998	450,573	325,283	25,036,171			159,972,578
Variable rate liability										-
Fixed rate liability			265,495,729	179,070,926	53,138,772	116,352,938	105,441,658	35,593,726		755,093,749
Interest free			4,244,395	26,880,116	13,926,853	683,242				45,734,606
Net liquidity gap	**6,838,750**	**15,351,401**	**(181,172,963)**	**(22,770,998)**	**(29,918,578)**	**(20,750,962)**	**149,377,502**	**157,144,726**	**8,232,924**	**82,331,802**
1-st group currency	3,152,432	11,178,738	(135,989,021)	57,142,319	(13,015,829)	14,104,812	105,438,157	-	599,395	42,611,003
2-nd group currency	-	-	(32,738,807)	(446,998)	(73,678)	1,122,948	34,290	-	-	(32,102,245)
Variable interest rate	-	-	-	-	-	-	-	-	-	-
fixed rate	5,501,155	11,429,561	(265,324,860)	(22,133,176)	(29,919,811)	(20,070,240)	149,314,428	157,144,726	599,395	(13,458,822)
Cumulative liquidity gap	6,838,750	22,190,151	(158,982,812)	(181,753,810)	(211,672,388)	(232,423,350)	(83,045,848)	74,098,878	82,331,802	800,828,355

Average balance sheet capital ans assets

01/01/21-31/03/21

Average balance sheet asset	**895,713,278**
Average balance sheet capital	**56,619,402**

Note 42. Collateral accepted

	Reporting period	Previous period
Other securities	32,880,433	32,954,718
Jewels and precious stones	25,169,702	23,238,180
Real estate	365,256,949	359,600,071
Vehicles	17,440,668	17,228,561
Other PPE	49,311,323	46,467,807
Finished production and goods	31,803,091	36,110,946
Cash	17,117,100	20,924,018
Other collateral	169,386,211	167,069,437
Credit guarantee	400,000	268,303
Other guarantees	71,244,514	80,910,229
Credit warranties	589,616,332	606,243,386
Other warranties	139,817,307	148,371,920
Total	**1,509,443,630**	**1,539,387,576**

Chairman of the Executive Board **Artavazd Sargsyan**

Chief Accountant **Narine Sargsyan**

Date of approval 15.04.21