



Appendix 5
NOTES TO FINANCIAL STATEMENTS
 (Form 5)

30 September 2020

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 29 branches are located in Yerevan, 26 branches are located in different regions (marzes) of Armenia, and 7 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:

	30-Sep-20	31 December 2019
AMD/1 US Dollar	488.41	479.7
AMD/1 EUR	571.78	537.26

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

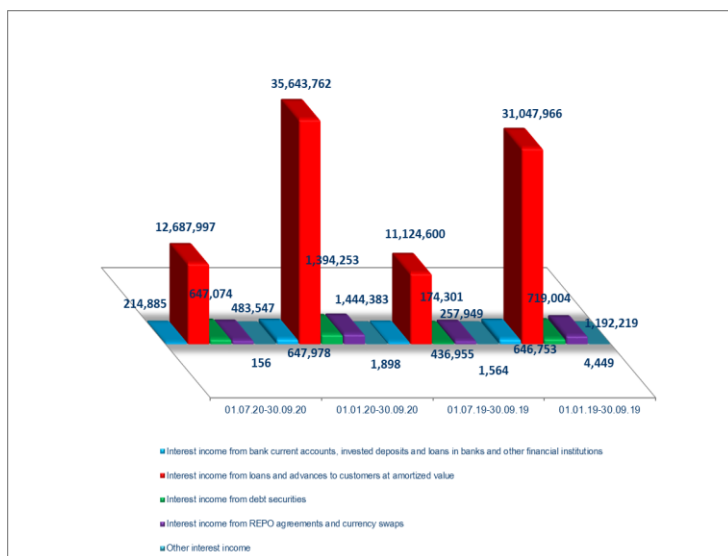
2.17 Functional and presentation currency

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.

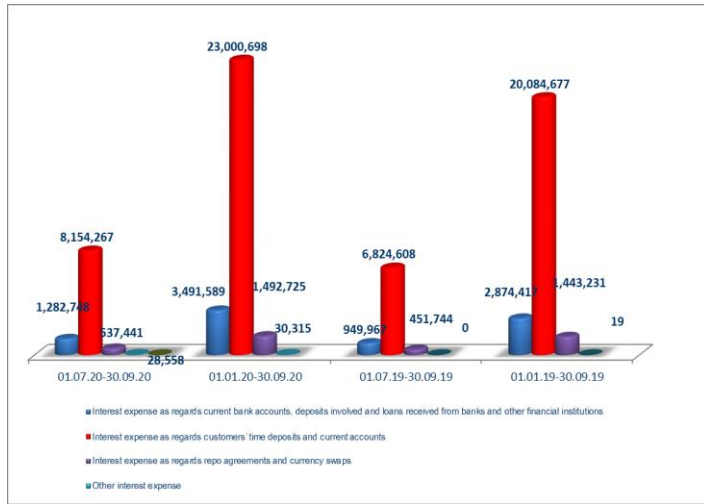
Note 3. Net Interest and Similar Income

Interest and Similar Income	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.06.19	01.01.19-30.09.19
Interest income from bank current accounts, invested deposits and loans in banks and other financial institutions	214,885	647,978	257,949	646,753
Interest income from loans and advances to customers at amortized	12,687,997	35,643,762	11,124,600	31,047,966
Interest income from debt securities	647,074	1,394,253	174,301	719,004
Interest income from REPO agreements and currency swaps	483,547	1,444,383	436,955	1,192,219
Other interest income	156	1,898	1,564	4,449
Total	14,033,659	39,132,274	11,995,369	33,610,391



Interest and Similar Expense	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Interest expense as regards current bank accounts, deposits involved and loans received from banks and other financial institutions	1,282,748	3,491,589	949,967	2,874,417

Interest expense as regards customers' time deposits and current accounts	8,154,267	23,000,698	6,824,608	20,084,677
Interest expense as regards securities issued by the Bank	235,872	723,903	202,007	611,437
Interest expense as regards repo agreements and currency swaps	537,441	1,492,725	451,744	1,443,231
Other interest expense	28,558	30,315	0	19
Total	10,238,886	28,739,230	8,428,326	25,013,781
Net interest and similar income	3,794,773	10,393,044	3,567,043	8,596,610



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

Income in the form of Commissions and Other Fees	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Cash operations	263,118	773,831	307,116	846,214
Settlement services	783,646	2,157,390	659,252	1,590,475
Guarantee, acceptance, letter of credit, trust management operations	427,361	783,837	65,034	205,356
Transaction in foreign currency and securities				
Plastic card operations	388,239	1,227,804	381,072	836,675
Other commission payments	375,888	906,645	291,522	877,227
Total	2,238,252	5,849,507	1,703,996	4,355,947

Expenses in the form of Commissions and Other Payments	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
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Commission payments as regards correspondent and other accounts/bank transactions	169,236	466,946	164,630	437,039
Commission payments as regards transactions with plastic cards/cash transactions	45,005	145,016	40,937	150,846
Payments as regards guarantees, acceptance, letters of credit, trust management transactions	7,191	22,175	12,260	32,349
Commission payments as regards transactions in foreign currency and securities				
Other commission payments	8,713	31,612	4,546	13,789
Total	230,145	665,749	222,373	634,023

Net Commissions and other payments received	2,008,107	5,183,758	1,481,623	3,721,924
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Note 5. Net income from trading transactions

Income from investments remeasured at fair value and held at fair value	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Net income from purchase and sale of investments held for trading, including				
- shares				
- debt securities				
- derivative instruments	-1,122,817	-2,187,438	-285,293	-274,559
Net income from change in fair value of investments held for trading				
Total	-1,122,817	-2,187,438	-285,293	-274,559

Net income from investments available for sale	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Net income from purchase and sale of investments available for sale, including				
- shares				
- debt securities	-3,753	90,089	-34,548	-32,019
- derivative instruments				
Net income from change in fair value of investments held for trading	177,015	1,424,008	521,971	2,078,779
Total	173,262	1,514,097	487,423	2,046,760

From foreign currency transactions	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Net income from foreign currency dealings	1,242,209	3,410,477	1,001,490	2,293,507
Net income from foreign currency revaluation	1,234,786	2,506,346	208,872	141,772
Total	2,476,995	5,916,823	1,210,362	2,435,279

From bank standardized precious metal bullions and commemorative coins	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Net income from purchase and sale of bank standardized precious metal bars and commemorative coins	728	15,982	39,569	91,763
Net income from revaluation of bank standardized precious metal bullions and commemorative coins	10,571	33,911	9,761	25,115
Total	11,299	49,893	49,330	116,878

Net income from trading transactions	1,538,739	5,293,375	1,461,822	4,324,358
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Note 6. Other operating income

Other operating income	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Fines and penalties received	725,804	1,772,931	595,990	1,631,517
Income received from factoring	0	0	0	0
Net income from disposal of PPE and intangible assets	18,767	90,733	8,303	13,886
Net income from revaluation and impairment reversal of PPE and intangible assets				
Other income	141,441	467,437	121,039	337,456
Total	886,012	2,331,101	725,332	1,982,859

Note 7. Net allocations to the assets possible loss reserve

As regards amounts due from banks	Note 14	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Opening balance		444,756	244,057	783,274	218,090
Allocations to the reserve		524,196	1,502,538	512,217	2,362,051
Return of reserve allocations		-670,133	-1,447,776	-620,226	-1,904,876
Net allocations to the reserve		-145,937	54,762	-108,009	457,175
Return of amounts previously written-off to the off-balance sheet		0	0	0	0
Reserve utilization					
Closing balance		298,819	298,819	675,265	675,265

As regards amounts due from financial institutions	Note 14	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Opening balance		269,114	207,749	115,956	30,260
Allocations to the reserve		23,603	124,566	90,691	191,079
Return of reserve allocations		-18,477	-58,075	-9,645	-24,337
Net allocations to the reserve		5,126	66,491	81,046	166,742
Return of amounts previously written-off to the off-balance sheet					
Reserve utilization					
Closing balance		274,240	274,240	197,002	197,002

As regards loans and advances provided to the customers	Note 16	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Opening balance		8,212,058	8,870,316	8,821,506	8,355,259
Allocations to the reserve		6,555,597	17,025,785	4,714,421	9,272,101
Return of reserve allocations		-2,217,080	-6,222,874	-1,662,622	-4,472,758
Net allocations to the reserve		4,338,517	10,802,911	3,051,799	4,799,343

Return of amounts previously written-off to the off-balance sheet		1,514,263	3,802,745	581,733	2,121,162
Reserve utilization		-5,010,614	-14,421,748	-2,561,494	-5,382,220
Closing balance		9,054,224	9,054,224	9,893,544	9,893,544

As regards investments		01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Opening balance	Note 18	0	0	420	421
Allocations to the reserve		0	0	0	0
Return of reserve allocations		0	0	-420	-421
Net allocations to the reserve		0	0	-420	-421
Return of amounts previously written-off to the off-balance sheet					
Reserve utilization					
Closing balance			0	0	0

As regards other assets		01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Opening balance	Note 18	479,693	485,265	494,719	480,158
Allocations to the reserve		1,479,979	4,380,729	1,299,802	4,393,759
Return of reserve allocations		-1,265,517	-4,166,904	-1,563,045	-4,493,276
Net allocations to the reserve		214,462	213,825	-263,243	-99,517
Return of amounts previously written-off to the off-balance sheet		5,397	41,809	258,939	269,804
Reserve utilization		-214,154	-255,501	-6,804	-166,834
Closing balance			485,398	485,398	483,611

As regards off-balance sheet items containing credit risk		01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19	
Opening balance	Note 34	1,075,476	988,680	969,546	939,778	
Allocations to the reserve		557,631	1,526,819	257,284	855,787	
Return of reserve allocations		-365,134	-1,247,526	-268,784	-837,519	
Net allocations to the reserve		192,497	279,293	-11,500	18,268	
Closing balance			1,267,973	1,267,973	958,046	958,046

Total net allocations to the reserves		4,604,665	11,417,282	2,749,673	5,341,590
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Note 8. General administrative expenses

General administrative expenses	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Expenses as regards calculated salary and other equivalent payments *	1,494,437	4,496,298	1,206,957	3,688,210
Expenses as regards social payments	0	0	0	0
Expenses as regards training and tuition	272	1,601	3,665	5,535
Expenses as regards business trips	15,678	59,184	66,668	154,909
Expenses as regards operating lease	155,808	218,675	63,941	190,817
Insurance expenses	11,501	29,681	14,664	43,754
Expenses as regards maintenance and security of Bank's equipment	33,580	111,420	36,102	106,377
Expenses as regards maintenance and security of Bank's buildings	79,181	251,065	78,879	221,174
Expenses as regards audit and other consulting services	20,733	49,020	15,826	34,229

Expenses as regards communication means	43,481	119,584	41,628	104,282
Transportation expenses	21,927	60,926	21,817	63,498
Expenses as regards taxes, duties and other obligatory payments (except profit tax)	55,955	172,602	59,917	327,586
Office and organizational expenses	22,208	60,894	21,992	59,368
Expenses as regards loans provision and return	4,460	13,397	5,461	20,539
Other administrative expenses	211,068	555,101	190,866	784,078
Total	2,170,289	6,199,448	1,828,383	5,804,356

The number of the Bank employees as at 30 September 2020 is 1208.

The size of average monthly salary per employee is 277 thous. drams.

Note 9. Other Operating Expenses

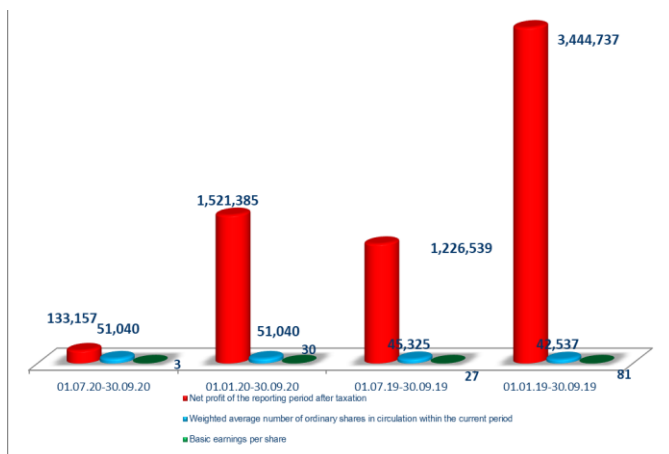
Other Operating Expenses	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Fines and penalties paid	163	1,327	45,013	118,350
Advertising and representation expenses	66,532	193,424	59,483	176,294
Fcatoting expenses				
Fixed and intangible assets amortization expenses	271,035	968,349	285,022	834,357
Loss from impairment of tangible assets				
Allocations to deposit guarantee fund	327,250	977,696	303,581	811,474
Other expenses	599,455	1,538,367	467,164	1,050,951
Total	1,264,435	3,679,163	1,160,263	2,991,426

Note 11. Profit Tax Expense

Profit tax expense	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Current tax expense	55,085	384,000	270,962	1,043,642
Adjustments of current tax for previous periods recognized in the given period				
Deferred tax expense				
Total	55,085	384,000	270,962	1,043,642

Note 12. Basic Earnings per Share

Basic Earnings per Share	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Net profit of the reporting period after taxation	133,157	1,521,385	1,226,539	3,444,737
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	45,325	42,537
Basic earnings per share	3	30	27	81
Diluted earnings per share				



Note. Other Comprehensive Income

Other Comprehensive Income	01.07.20-30.09.20	01.01.20-30.09.20	01.07.19-30.09.19	01.01.19-30.09.19
Exchange rate differences from recalculation of foreign transactions				
Revaluation of financial assets at fair value through other comprehensive income	(760,466)	2,695,671	(448,444)	(2,167,799)
Cash flow hedging				
Gains from PPE revaluations				
Deferred tax expense				
Total	(760,466)	2,695,671	(448,444)	(2,167,799)

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	8,341,351	8,022,434
Other placements of cash	2,264,999	2,272,445
Correspondent accounts with the CBA *	82,819,207	86,859,799
Total	93,425,557	97,154,678
Deposit accounts with the CBA	0	0
Deposited means with the CBA **	110,000	210,000
Accrued interest		
Cash means and balances with the CBA	93,535,557	97,364,678
Standardized precious metal bullions	88,927	159,077
Placements with other banks (Note 14)	29,647,224	24,227,605
Total cash and cash equivalents	112,517,566	109,055,290

* 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	26	26
Banks with BBB – (Baa3) and higher rating	16,410,534	9,103,002
Banks with no rating and rating below BBB-(Baa3)	2,592,522	2,638,507
Accrued interest	0	0
Total	19,003,082	11,741,535

Interbank loans and deposits, etc.	Reporting period	Previous period
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	5,103,969
Swap		0
Letters of credit and bank guarantees		
Other		
Banks with BBB – (Baa3) and higher rating		
Loans and deposits	6,427,200	5,967,360
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	64,192	65,918
Letters of credit and bank guarantees		
Other	4,450,964	1,586,407
Accrued interest	605	6,473
Total	29,946,043	24,471,662
Reserve for possible losses as regards amounts due from Banks (Note 7)	-298,819	-244,057
Net amounts due from banks	29,647,224	24,227,605

Loans and deposits with financial institutions, other amounts due	Reporting period	Previous period
RA financial institutions	26,482,938	19,781,918
Loans and deposits	11,416,726	12,189,144

Factoring		
Financial lease		
Repo (repurchase) agreements	15,037,681	7,592,490
Swap	28531	284
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)	903,763	930,291
Loans and deposits		
Factoring		
Financial lease		
Repo (repurchase) agreements		
Swap		
Letters of credit and bank guarantees		
Other	903,763	930,291
Accrued interest	65,759	62,947
Total	27,452,460	20,775,156
Reserve for possible losses as regards amounts due from financial institutions (Note 7)	-274,240	-207,749
Net amounts due from financial institutions	27,178,220	20,567,407
Net amounts due from banks and financial institutions	56,825,444	44,795,012

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

Government securities	Reporting period	Previous period
RA Government securities, including		
Treasury bonds	39,442,661	35,387,635
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	39,442,661	35,387,635

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	39,442,661	35,387,635	0	0

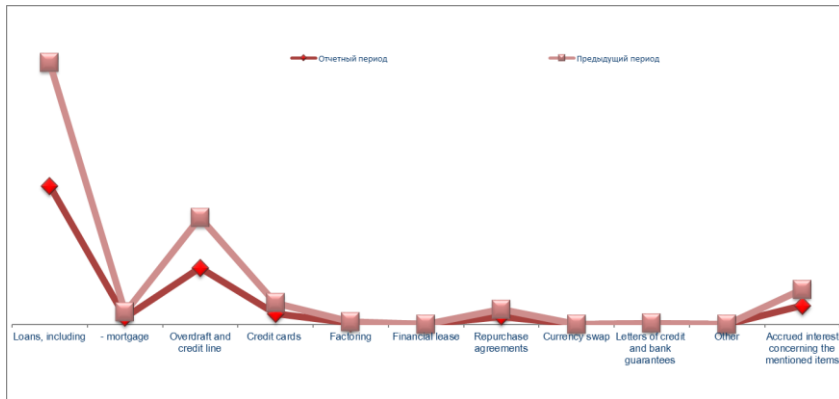
Other financial assets held for trading	Reporting period	Reporting period	Previous period	Previous period
Loans, factoring, accounts receivable				
Borrowers with A-/A3/ or higher rating				
Borrowers with BBB+/Baa1/ and lower rating, other rating and no rating				
- Mortgage				
- Consumer loans			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

- Futures				
- Forward				
- Option				
- Swap				
- Other				
Total				

Total financial assets at fair value through profit/loss	39,442,661	35,387,635	0	0
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Note 16. Loans and advances to customers at amortized value

Issued loans and other advances	Reporting period	Previous period
Loans, including	383,350,502	341,090,738
- to banks		
- to RA Government		
- to local authorities		
- mortgage	18,504,823	14,387,915
Overdraft and credit line	156,357,330	138,790,224
Credit cards	29,158,353	29,690,852
Factoring	3,092,434	3,151,348
Financial lease	-	-
Repurchase agreements	21,436,081	19,420,019
Currency swap	-	-
Letters of credit and bank guarantees	2,022,861	186,724
Other		
Accrued interest concerning the mentioned items	51,720,572	44,011,065
Total loans	647,138,133	576,340,970
Reserve for possible losses as regards loans and advances to customers at amortized value (Note 7)	-9,054,224	-8,870,316
Total net loans	638,083,909	567,470,654



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	632,121,298	563,286,263
	Quantity	72,896	65,975
Non-Performing loans and advances, including		15,016,835	13,054,707
		5346	1981
Overdue	Amount	5,405,453	6,162,062
	Quantity	3377	1452
Accrued interests			
Total loans	Amount	647,138,133	576,340,970
	Quantity	78,242	67,956
Provision for possible losses as regards loans and advances to customers at amortized value (Note 7)		-9,054,224	-8,870,316
Total net loans		638,083,909	567,470,654

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	40,018,064	39,814,666
Private enterprises, including	447,915,122	403,862,124
- large enterprises	278,298,831	212,816,701
- small and medium enterprises	169,616,291	191,045,423
Natural persons, including	103,909,595	86,199,078
- consumer loans	53,626,329	39,982,836
- mortgage loans	18,504,823	13,987,630
- credit cards	29,085,864	30,869,194
Sole entrepreneurs	3,574,780	2,454,037
Accrued interest	51,720,572	44,011,065
Total loans	647,138,133	576,340,970
Provision for possible losses as regards loans and advances to customers at amortized value	(9,054,224)	(8,870,316)
Total net loans	638,083,909	567,470,654

a) Total loans provided to major borrowers and related persons as of 30.09.2020 made AMD 246.908.864 thous, as of 31.12.2019 – AMD 223.739.775 thous.

b) Share in total loan portfolio as of 30.09.2020 made 38.69 %, as of 31.12.2019 -39.16 %

c) Percentage to Capital as of 30.09.2020 was 498.70 %, as of 31.12.2019 – 493.43 % .

Analysis of loan portfolio according to number of borrowers	Reporting period	Previous period
State enterprises	7	8
Private enterprises	586	463
Natural persons	65,690	50,567
Sole entrepreneurs	723	496
Total	67,006	51,534

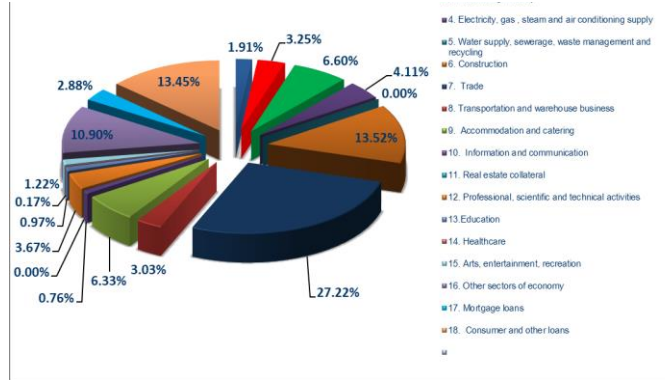
Analysis of loan portfolio according to the industry sectors (less the reserve amount for possible losses)

30.09.20

Analysis of loans and advances according to crediting sectors	Reporting period	Percentage
1. Agriculture , forestry and fishing	12,370,405	1.91
2. Mining and quarrying	21,019,025	3.25

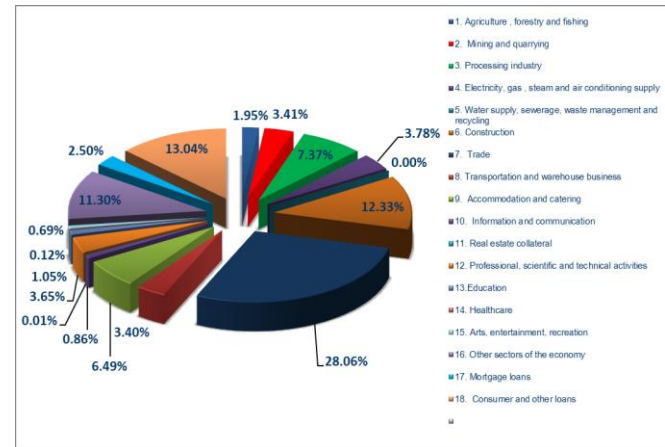
- 1. Agriculture , forestry and fishing
- 2. Mining and quarrying
- 3. Processing industry

3. Processing industry	42,728,887	6.60
4. Electricity, gas, steam and air conditioning supply	26,625,232	4.11
5. Water supply, sewerage, waste management and recycling	10,964	0.00
6. Construction	87,523,668	13.52
7. Trade	176,145,120	27.22
8. Transportation and warehouse business	19,597,810	3.03
9. Accommodation and catering	40,988,081	6.33
10. Information and communication	4,949,134	0.76
11. Real estate collateral	24,128	0.00
12. Professional, scientific and technical activities	23,725,729	3.67
13. Education	6,262,235	0.97
14. Healthcare	1,084,755	0.17
15. Arts, entertainment, recreation	7,914,954	1.22
16. Other sectors of economy	70,505,822	10.90
17. Mortgage loans	18,616,106	2.88
18. Consumer and other loans	87,046,078	13.45
Total	647,138,133	100



31.12.19

Analysis of loans and advances according to crediting sectors	Previous period	Percentage
1. Agriculture, forestry and fishing	11,253,294	1.95
2. Mining and quarrying	19,658,962	3.41
3. Processing industry	42,455,434	7.37
4. Electricity, gas, steam and air conditioning supply	21,762,861	3.78
5. Water supply, sewerage, waste management and recycling	14,782	0.00
6. Construction	71,052,505	12.33
7. Trade	161,701,729	28.06
8. Transportation and warehouse business	19,601,123	3.40
9. Accommodation and catering	37,386,037	6.49
10. Information and communication	4,976,927	0.86
11. Real estate collateral	69,059	0.01
12. Professional, scientific and technical activities	21,051,006	3.65
13. Education	6,035,010	1.05
14. Healthcare	708,569	0.12
15. Arts, entertainment, recreation	3,966,299	0.69
16. Other sectors of the economy	65,118,206	11.30
17. Mortgage loans	14,388,394	2.50
18. Consumer and other loans	75,140,773	13.04
Total	576,340,970	100

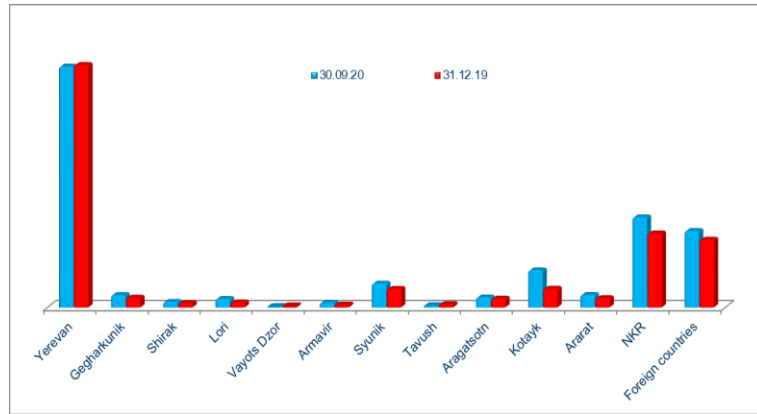


Analysis of the loan portfolio as regards customers' residency

Analysis of the loan portfolio as regards customers' residency	Reporting period	Percentage	Previous period	Percentage
RA residents	545,199,364	85.44	485,118,374	85.49
Non-residents	92,884,545	14.56	82,352,280	14.51
Total	638,083,909	100	567,470,654	100

Region (Marz)	30.09.20		31.12.19	
	Quantity	Amount	Quantity	Amount
Yerevan	20992	292,191,709	21273	294,131,453
Gegharkunik	10181	15,230,515	8580	12,126,953
Shirak	8273	6,942,953	7129	5,350,925

Lori	4843	10,533,577	3612	6,323,490
Vayots Dzor	282	844,285	71	2,064,276
Armavir	2893	5,896,908	1976	3,264,149
Syunik	4007	29,073,026	3295	22,664,343
Tavush	1624	2,287,161	767	3,852,784
Aragatsotn	5954	12,347,915	5397	10,965,045
Kotayk	5151	45,116,645	3699	22,868,536
Ararat	6635	15,347,690	5454	11,509,805
NKR	7329	109,386,980	6626	89,996,615
Foreign countries	78	92,884,545	77	82,352,280
Total	78,242	638,083,909	67,956	567,470,654



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

State securities	Reporting period	Previous period
State obligations	28,159,412	5,727,946
Treasury obligations	28,159,412	5,727,946
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	28,159,412	5,727,946

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	2,283,454	2,298,518
Short term debt instruments		
Deposit certificates		
Equity instruments		
Other		
Total non government securities of RA	2,283,454	2,298,518

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	30,442,866	8,026,464
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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	30,442,866	8,026,464
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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	17472	0.00005
Total				49,460	6
Impairment of investments in other companies share capital (reserve for possible losses) (Note 7)				0	
Total				49,460	

	Reporting period	Previous period
Total financial assets at fair value through other comprehensive income and investments in other companies' share capital	30,493,618	8,075,924

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	<i>listed</i>	<i>unlisted</i>	<i>listed</i>	<i>unlisted</i>
Issuer with A-/A3/ or higher rating, including				
- long term debt instruments				
- short term debt instruments				
- deposit certificates				
- other				
Issuer having "C-" and higher rating from CBA, including	0	0	0	
- long term debt instruments				
- short term debt instruments				
- deposit certificates				
- other				0
Issuer with BBB+/Baa1/ and lower rating, other rating and no rating, including				
- long term debt instruments				
- short term debt instruments				
- deposit certificates				
- other				
Accrued interest				
Total	-	-	-	-

Non-government securities of other countries	<i>listed</i>	<i>unlisted</i>	<i>listed</i>	<i>unlisted</i>
Issuer with A-/A3/ or higher rating, including				
- long term debt instruments				
- short term debt instruments				
- deposit certificates				
- other				
Issuer with BBB+/Baa1/ and lower rating, other rating and no rating, including				
- long term debt instruments				
- short term debt instruments				
- deposit 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	10,557,112	4,024,270	243,586	3,254,416	-		331,943	18,411,327
Increase	33,915	163,253	76,059	346,425	-	922,294	115,127	1,657,073
Disposal	209,035	-	21,602	100				230,737
Write-off								-
Revaluation				2,489			20,246	22,735
Depreciation adjustment from revaluation								-
Balance at the end of the previous period	10,381,992	4,187,523	298,043	3,598,252	-	922,294	426,824	19,814,928
Increase	18,712	443,133	3,479	259,302	31,032	145,771	51,930	953,359
Disposal								-
Revaluation*								-
Write-off		1,583		3,835	-		25,992	31,410
Depreciation adjustment from revaluation								-
Balance at the end of the reporting period	10,400,704	4,629,073	301,522	3,853,719	31,032	1,068,065	452,762	20,736,877
Accumulated depreciation								
Balance at the beginning of the previous period	1,484,106	2,875,408	123,538	1,566,776	-		45,369	6,095,197
Increase	378,647	243,211	32,161	118,481		168,977	11,077	952,554
Disposal		-	19,327	102				19,429
Depreciation adjustment from revaluation								-
Write-off				2,171			4,371	6,542
Balance at the end of the previous period	1,862,753	3,118,619	136,372	1,682,984	-	168,977	52,075	7,021,780
Increase	286,447	186,597	25,027	109,146		(117,237)	(48,067)	441,913
Disposal								-
Depreciation adjustment from revaluation								-
Write-off		738		156			4,008	4,902
Balance at the end of the reporting period	2,149,200	3,304,478	161,399	1,791,974		51,740	-	7,458,791
Net carrying amount								
End of reporting period	8,251,504	1,324,595	140,123	2,061,745	31,032	1,016,325	452,762	13,278,086
End of previous period	8,519,239	1,068,904	161,671	1,915,268	-		374,749	12,793,148

* 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	269,024	2,846,893	-	135,806	4,847	3,256,570
Increase	12,367	71,240		4,613	25,726	113,946
Disposal		-				-
Impairment						-
Revaluation						-
Written off		16,330				16,330
Balance at the end of previous period	281,391	2,901,803	-	140,419	30,573	3,354,186
Increase	4,209	197,003		17,222	57,827	276,261
Disposal		-				-
Revaluation*						-
Impairment						-
Written off		16,423				16,423
Balance at the end of the reporting period	285,600	3,082,383	-	157,641	88,400	3,614,024
Accumulated amortization						

Balance at the end of previous period	99,021	629,337		25,707	-	754,065
Increase	19,085	324,771		16,822		360,678
Disposal		-				-
Impairment		16,330				16,330
Revaluation		-				-
Balance at the end of previous period	118,106	937,778		42,529	-	1,098,413
Increase	14,414	271,253		71,789		357,456
Disposal		-				-
Depreciation adjustment from revaluation		16,423				16,423
Revaluation		-				-
Balance at the end of the reporting period	132,520	1,192,608		114,318	-	1,439,446
Net carrying amount						
End of reporting period	153,080	1,889,775	-	43,323	88,400	2,174,578
End of previous period	163,285	1,964,025	-	97,890	30,573	2,255,773

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	0	0
Amounts receivable from trust management transactions	0	0
Amounts receivable from other transactions	517,501	1,002,404
Total	517,501	1,002,404
Reserve for possible losses as regards bank transactions (Note 7)	-12,953	-15,305
Net amounts receivable from bank transactions	504,548	987,099

Accounts receivable and prepayments	Reporting period	Previous period
Receivables as regards budget	20	28
Receivables as regards suppliers		
Advance payments to the employees	1,870	953
Advance payments to the suppliers	667,658	851,461
Advance payments and overpayments as regards budget and mandator	366,403	797
Other receivables and prepayments	6,781,622	6,459,851
Total	7,817,573	7,313,090
Reserve for possible losses as regards other assets (Note 7)	-461,580	-454,293
Total	7,355,993	6,858,797
Other assets		
Warehouse	245,589	220,686
Seized collateral	5,569,708	4,258,506
Future period expenses	58,872	8,551
Other assets	1,028,066	1,558,642
Reserve for possible losses as regards other assets (Note 7)	-10,865	-15,667
Total	6,891,370	6,030,718
Total other assets	14,751,911	13,876,614

Note 23. Amounts due to banks and other financial institutions

Current accounts	Reporting period	Previous period
RA Banks	150,375	280,180
Banks with BBB-(Baa3) and higher rating	0	0
Banks with rating below BBB-(Baa3) and no rating	56,277	53,471
Accrued interest		
Total	206,652	333,651
Interbank loans, deposits and other demands		
RA Central Bank		
Loans*	20,631,403	19,069,090
Repo (repurchase) agreements	59,999,997	36,999,994
Swap		
Other		
RA Banks		
Loans and deposits	0	0
Financial leasing		
Repo (repurchase) agreements	0	2,686,300
Swap		0
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	8,791,379	9,594,000
Financial leasing		
Repo (repurchase) agreements		
Swap	20	10,714
Other	4,510,097	1,941,145
Accrued interest	649,584	342,645
Total	94,582,490	70,643,898
Financial institutions		
Current accounts	2,872,447	3,323,357
Loans and deposits	42,999,378	32,442,387
Repo (repurchase) agreements		
Swap		
Other	8,541	4,936
Accrued interest	473,636	276,497
Total	46,354,002	36,047,177
Total amounts due to banks and other fin. institutions	141,143,144	107,024,726

As of 30.09.2020, loans received from the Central Bank of Armenia also include loan amounts attracted under international loan programs totaling AMD 20.631.403 thous. And accrued interest amounts AMD 641.218 thous.

Note 24. Amounts due to customers

Amounts due to RA government and local self-managed authorities	Reporting period	Previous period
Current accounts	922,580	668,017
Time deposits		
Loans	184,951	275,005
Repo (repurchase) agreements		
Swap		
Other	89,424	70,973
Accrued interest	457	775
Total	1,197,412	1,014,770
Legal entities and institutions of RA (residents)		
Current accounts	40,963,260	47,768,623
Time deposits	68,733,479	56,259,718
Repo (repurchase) agreements	0	0
Swap	4,045	0
Other	8,561,954	7,903,405
Accrued interest	979,855	602,723
Total	119,242,593	112,534,469
Legal entities and institutions (non-residents)		
Current accounts	159,393,886	124,522,146
Time deposits	940,783	908,236
Repo (repurchase) agreements		
Swap		
Other	161,794	27,387
Accrued interest	5,738	2,098
Total	160,502,201	125,459,867
Sole entrepreneurs of RA (residents)		
Current accounts	539,934	345,791
Time deposits		
Repo (repurchase) agreements		
Swap		
Other		
Accrued interest		
Total	539,934	345,791
Sole entrepreneurs (non-residents)		
Current accounts	39	39
Time deposits		
Repo (repurchase) agreements		
Swap		
Other		
Accrued interest		
Total	39	39
Individuals (residents)		
Current accounts	27,575,386	25,356,555
Time deposits	291,098,736	277,951,809
Repo (repurchase) agreements		
Swap		
Other	405,157	121,463
Accrued interest	8,095,476	6,440,974
Total	327,174,755	309,870,801
Individuals (non-residents)		
Current accounts	15,301,171	10,186,384
Time deposits	11,841,968	13,435,612
Repo (repurchase) agreements		
Swap		
Other	0	0

Accrued interest	287,766	309,301
Total	27,430,905	23,931,297
Total liabilities to customers	636,087,839	573,157,034

The amount of the security of liabilities totaled: as at 31.12.2019 - AMD 19.451.921 thous., as at 30.09.2020 - AMD 22.911.518 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 184.951 thous., accrued interest AMD 457 thous.

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

	Reporting period	Previous period
Legal entities residents	88	81
Legal entitie non- residents	2	3
Individuals residents	29,219	26,582
Individuals non-residents	364	430
Total	29,673	27,096

Note 25. Securities issued by Bank

Securities issued by Bank	Reporting period	Previous period
Fixed-Income securities	11,185,437	10,773,511
Total	11,185,437	10,773,511

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	39,442,661	35,387,635
Total	39,442,661	35,387,635

Note 27. Amounts payable

Amounts payable	Reporting period	Previous period
Dividends		
Trust management agreements		
Deposits insurance	327,250	299,987
Other		
Total	327,250	299,987

Note 28. Deferred tax liabilities

Deferred tax liabilities movements	Reporting period	Previous period
Balance at the beginning of the period	361,625	749,180

Increase	0	375,184
Decrease	0	-762,739
Balance at the end of the period	361,625	361,625

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	517,907	309,961
VAT	1,624	75,942
other taxes and dues	347,420	457,354
social insurance payments	0	0
Liabilities to employees as regards salary	594,858	407,552
Payables as regards suppliers	158,589	146,560
Payables as regards completion of chartered capital		
Other liabilities	1,053,891	711,069
Balance at the end of period	2,674,289	2,108,438

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, nominal 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	3,232,636	536,965
Fixed assets revaluation reserve	471,422	471,422
Other reserves		
Total revaluation reserves	3,704,058	1,008,387

Other components of equity

Reserves

Other reserves	Reporting period	Previous period
Main reserve		

Opening balance	797,803	755,177
Increase	115,224	42,626
Decrease		
Closing balance	913,027	797,803

Note 33. Retained earnings

Retained profit	Reporting period	Previous period
Opening balance	10,260,280	8,156,593
Increase	1,521,385	3,269,358
Decrease	2,304,464	1,165,671
Closing balance	9,477,201	10,260,280

Note 34. Reserves, contingencies and potential liabilities

Reserves		Reporting period	Previous period
Opening balance	Note 7	988,680	939,778
Allocations to the reserve		1,526,819	1,302,105
Use of reserve		(1,247,526)	(1,253,203)
Net allocations to the reserve		279,293	48,902
Closing balance		1,267,973	988,680

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	18,601,230	37,740,037
Guarantees provided	89,516,019	54,962,491
Letters of credit issued	38,195	-
Reserve as regards the mentioned items (Note 7)	(1,267,973)	(988,680)
Closing balance	106,887,471	91,713,848

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		1,051,071
Total		1,051,071

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
	01.01.20-30.09.20	01.01.19-31.12.19
Balance as of 01 January	25,168,754	23,173,647
Loans and advances provided during the year	9,547,557	11,273,221

Loans and advances repaid during the year	8,984,091	9,278,114
Balance	25,732,220	25,168,754
Interest income	1,666,935	2,188,199

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

Amounts due to customers	Reporting period	Previous period
	01.01.20-30.09.20	01.01.19-31.12.19
Balance as of 01 January	19,699,543	16,296,608
Amounts received during the year	86,644,407	236,759,983
Amounts paid during the year	90,261,957	233,357,048
Balance	16,081,993	19,699,543
Interest expense	1,096,172	1,685,385

Salary and equivalent payments to the Bank's management	Reporting period	Previous period
	01.01.20-30.09.20	01.01.19-31.12.19
The Board		
Salary	183,994	205,935
bonus		
Executive body		
Salary	225,652	360,901
bonus	150	316,000
Internal audit		
Salary	43,753	55,185
bonus	100	4,900
Total	453,649	942,921

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 norms 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 norms are more severe than the corresponding norms established by the RA Central Bank).

The Bank considers activity of the Loan committee as very important for the 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

	30.09.20			
Title	RA	OECD* Countries	Non OECD Countries	Total
Assets				
Cash and balances with CBA	93,535,557			93,535,557
Amounts due from banks and other financial institutions	26,385,103	12,345,681	18,094,660	56,825,444
Financial instruments held for trading	39,442,661			39,442,661
Loans and advances to customers at amortized value	545,199,364	1,233,105	91,651,440	638,083,909

Securities available for sale	30,474,854	18,764		30,493,618
Securities held to maturity				-
Other assets	13,475,111	3,474	1,273,326	14,751,911
Total assets	748,512,650	13,601,024	111,019,426	873,133,100
Liabilities				0
Amounts due to banks and other financial institutions	127,776,104	1,442	13,365,598	141,143,144
Amounts due to customers	448,174,639	15,604,665	172,308,535	636,087,839
Financial liability held for trading	39,442,661			39,442,661
Other liabilities	2,656,706	17,583		2,674,289
Total liabilities	618,050,110	15,623,690	185,674,133	819,347,933
Net position	130,462,540	(2,022,666)	(74,654,707)	53,785,167

31.12.2019

Title	RA	OECD* Countries	Non OECD Countries	Total
Assets				
Cash and balances with CBA	97,364,678			97,364,678
Amounts due from banks and other financial institutions	24,901,319	6,575,420	13,318,273	44,795,012
Financial instruments held for trading	35,387,635			35,387,635
Loans and advances to customers at amortized value	485,118,374	1,108,181	81,244,099	567,470,654
Securities available for sale	8,058,452	17,472		8,075,924
Securities held to maturity				-
Other assets	12,622,669	5,946	1,247,999	13,876,614
Total assets	663,453,127	7,707,019	95,810,371	766,970,517
Liabilities				
Amounts due to banks and other financial institutions	95,219,258	-	11,805,468	107,024,726
Amounts due to customers	423,765,830	17,656,113	131,735,091	573,157,034
Financial liability held for trading	35,387,635			35,387,635
Other liabilities	2,084,216	24,222		2,108,438
Total liabilities	556,456,939	17,680,335	143,540,559	717,677,833
Net position	106,996,188	(9,973,316)	(47,730,188)	49,292,684

OECD* - Organization for Economic Cooperation and Development

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

30.09.2020

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

Loans and advances, including		625,614,111	9,045,926	2,950,174	473,698
		72,896	4,569	391	386
1. Agriculture , forestry and fishing	amount	11,770,842	367,955	56,335	468
	number	584	21	9	3
2. Mining and quarrying	amount	20,808,834			
	number	32			
3. Processing industry	amount	42,191,859	45,571	45,975	
	number	110	1	3	
4. Electricity, gas , steam and air conditioning supply	amount	26,063,768	259,293	5,655	
	number	36	7	1	
5. Water supply, sewerage, waste management and recycling	amount	10,853			
	number	4			
6. Construction	amount	86,398,117	2,017	180,448	9,809
	number	207	1	6	2
7. Trade	amount	168,115,383	2,527,890	1,594,799	1,396
	number	813	29	9	2
8. Transportation and warehouse business	amount	19,319,020	74,337	841	
	number	60	1	1	
9. Accommodation and catering	amount	40,103,208	311,434	89,571	6,359
	number	86	2	1	1
10. Information and communication	amount	4,899,643			
	number	26			
11. Real property buisness	amount	23,887			
	number	3			
12. Professional, scientific and technical activities	amount	23,482,491	5,439		
	number	32	1		
13. Education	amount	6,197,408	1,604		222
	number	437	8		2
14. Healthcare	amount	1,073,908			
	number	36			
15. Arts, entertainment, recreation	amount	7,829,422	5,802		
	number	25	1		
16. Other branches of economy	amount	69,794,393	5,791		

	number	108	1		
17. Mortgage loans	amount	17,902,205	326,827	36,219	61,688
	number	1,968	70	10	17
18. Consumer and other loans	amount	79,628,870	5,111,966	940,331	393,756
	number	68,329	4,426	351	359
Receivables	amount	13,810,316	37,909	14,347	8,304
	number	12,292	748	463	318
Investment securities	amount	50,752			
	number	3			
Off-balance sheet items	amount	106,560,455	317,431	7,833	1,752
	number	6,599	125	13	7
including guarantees	amount	88,189,083	276,821	2,000	
	number	1,294	14	1	
letters of credit	amount	37,813			
	number	1			

31.12.2019

Assets	Working assets		Non-working assets		
	Standard/Non-risky	Controlled/Risky	Non-standard/ Medium risky	Doubtful/ Highly risky	Bad
Loans and advances, including	557,504,514	6,137,797	2,503,119	1,325,224	
	65,975	1,419	297	265	
1. Agriculture , forestry and fishing	amount	10,450,075	582,693	34,551	3,486
	number	596	12	2	2
2. Mining and quarrying	amount	19,354,317	3,451	80,234	-
	number	30	1	2	-
3. Processing industry	amount	41,074,420	59,572	-	449,461
	number	104	3	-	3
4. Electricity, gas , steam and air conditioning supply	amount	21,545,232	-	-	-
	number	38	-	-	-
5. Water supply, sewerage, waste management and recycling	amount	13,299	-	1,024	-
	number	4	-	1	-
6. Construction	amount	70,232,456	68,349	27,750	-
	number	221	2	1	-
7. Trade	amount	154,789,936	2,504,057	1,510,453	261,322
	number	680	23	3	3
8. Transportation and warehouse business	amount	19,321,007	76,460	-	-
	number	45	2	-	-
9. Accommodation and catering	amount	36,586,778	294,206	78,129	-
	number	71	2	1	-
10. Information and communication	amount	4,927,157	-	-	-
	number	18	-	-	-
11. Real property business	amount	68,368	-	-	-
	number	6	-	-	-

12. Professional, scientific and technical activities	amount	20,840,495	-	-	-
	number	30	-	-	-
13. Education	amount	5,973,174	960	-	218
	number	421	6	-	2
14. Healthcare	amount	701,483	-	-	-
	number	24	-	-	-
15. Arts, entertainment, recreation	amount	3,926,636	-	-	-
	number	23	-	-	-
16. Other branches of economy	amount	64,459,942	-	5,436	-
	number	87	-	1	-
17. Mortgage loans	amount	13,904,652	135,873	104,059	30,845
	number	1,803	34	16	11
18. Consumer and other loans	amount	69,335,087	2,412,177	661,483	579,894
	number	61,774	1,334	270	244
Receivables	amount	11,865,264	34	5,010	4,831
	number	11,229	2,412,177	396	412
Investment securities	amount	49,460	1,334		
	number	3			
Off-balance sheet items	amount	91,605,773	17,919	86,796	3,360
	number	7,452	46	7	3
including guarantees	amount	54,288,068		84,000	
	number	404		1	
letters of credit	amount				
	number				

Analysis of credit portfolio according to regions and risk exposure

31.12.19

Loans and advances, including	Working assets		Non-working assets		
	Standard/Non-risky	Controlled/Risky	Non-standard/ Medium risky	Doubtful/ Highly risky	Bad
Loans, including					
1. Residents of RA	475,405,567	6,109,066	2,278,517	1,325,224	
2. Non-residents	82,098,947	28,731	224,602		
Total	557,504,514	6,137,797	2,503,119	1,325,224	

Loans to non-residents 31.12.19

Assets	Working assets		Non-working assets		
	Standard/Non-risky	Controlled/Risky	Non-standard/ Medium risky	Doubtful/ Highly risky	Bad
	82,098,947	28,731	224,602	-	
Loans and advances, including	71	4	2	-	
1. Agriculture , forestry and fishing	amount	12,021			
	number	4			
2. Mining and quarrying	amount	2,624			
	number	1			
3. Processing industry	amount	8,732			
	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	2,316,794			
	number	1			
7. Trade	amount	78,328,231		205,453	
	number	23		1	
8. Transportation and warehouse business	amount				
	number				
9. Accommodation and catering	amount	3,358			
	number	1			
10. Information and communication	amount	270,293			
	number	1			
11. Real property business	amount				
	number				
12. Professional, scientific and technical activities	amount				
	number				
13. Education	amount	-			
	number	-			
14. Healthcare	amount				
	number				
15. Arts, entertainment, recreation	amount	1,410			
	number	1			
16. Other branches of economy	amount				
	number				
17. Mortgage loans	amount	474	-		
	number	1	-		
18. Consumer and other loans	amount	1,155,009	28,731	19,149	-
	number	35	4	1	-

30.09.2020

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	532,832,208	8,946,667	2,950,174	470,315	
2. Non-residents	92,781,903	99,259		3,383	
Total	625,614,111	9,045,926	2,950,174	473,698	

Loans to non-residents 30.09.2020

Assets	Working assets	Non-working assets			
	Standard/Non-risky	Controlled/Risky	Non-standard/ Medium risky	Doubtful/ Highly risky	Bad
Loans and advances, including	92,781,903	99,259	-	3,383	
	73	4	-	1	
1. Agriculture , forestry and fishing	amount	8,928			
	number	4			
2. Mining and quarrying	amount	1,836			
	number	1			
3. Processing industry	amount	6,025			
	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	91,552,680		95,088		
number	23		1		
8. Transportation and warehouse business					
amount					
number					
9. Accommodation and catering					
amount	2,599				
number	1				
10. Information and communication					
amount	216,856				
number	1				
11. Real property business					
amount					
number					
12. Professional, scientific and technical activities					
amount					
number					
13. Education					
amount					
number					
14. Healthcare					
amount					
number					
15. Arts, entertainment, recreation					
amount	876				
number	1				
16. Other branches of economy					
amount					
number					
17. Mortgage loans					
amount	8,705			3,383	
number	1			1	
18. Consumer and other loans					
amount	983,398		4,171		
number	38		3		

Loan portfolio indicators as of 30.09.2020

Non-performing loans/ total loans 1.64 %

Reserve for non-performing loans/total capital 3.56 %

Loan reserve /total loans 1.35 %

Possible loss reserve/Non-performing loans 82.28 %

Large amount advances/capital 498.01 %:

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

30.09.2020

	Drams	I group foreign currency*	II group foreign currency**	Total
Assets				
Cash and balances with CBA	57,931,780	34,927,203	676,574	93,535,557
Standardized precious metal bullions		88,927		88,927
Amounts due from banks and other financial institutions	15,212,067	32,351,967	9,261,410	56,825,444

Financial instruments kept for trading	39,442,661			39,442,661
Loans and advances to customers at amortized value	336,604,131	299,927,905	1,551,873	638,083,909
Financial assets at fair value through other comprehensive income	29,268,813	1,224,805		30,493,618
Financial assets held to maturity				-
Other	9,356,683	5,386,849	8,379	14,751,911
Total assets	487,816,135	373,907,656	11,498,236	873,222,027
Liabilities				
Amounts due to banks and other financial institutions	125,542,883	12,541,248	3,059,013	141,143,144
Amounts due to customers	285,263,530	333,261,093	17,563,216	636,087,839
Securities issued by the bank	258,090	10,927,347		11,185,437
Liabilities at fair value through profit or loss	39,442,661			39,442,661
Other liabilities	2,635,428	38,861		2,674,289
Total liabilities	453,142,592	356,768,549	20,622,229	830,533,370
Net position	34,673,543	17,139,107	(9,123,993)	42,688,657

31.12.2019

	Drams	I group foreign currency*	II group foreign currency**	Total
Assets				
Cash and balances with CBA	62,651,849	33,688,932	1,023,897	97,364,678
Standardized precious metal bullions		159,077		159,077
Amounts due from banks and other financial institutions	8,036,356	28,480,223	8,278,433	44,795,012
Financial instruments kept for trading	35,387,635			35,387,635
Loans and advances to customers at amortized value	283,608,041	278,531,921	5,330,692	567,470,654
Financial assets at fair value through other comprehensive income	6,859,917	1,216,007		8,075,924
Financial assets held to maturity				-
Other	8,885,885	4,964,311	26,418	13,876,614
Total assets	405,429,683	347,040,471	14,659,440	767,129,594
Liabilities				
Amounts due to banks and other financial institutions	84,729,004	20,401,550	1,894,172	107,024,726
Amounts due to customers	247,698,383	301,530,164	23,928,487	573,157,034
Securities issued by the bank		10,773,511		10,773,511
Liabilities at fair value through profit or loss	35,387,635			35,387,635
Other liabilities	2,051,397	57,041		2,108,438
Total liabilities	369,866,419	332,762,266	25,822,659	728,451,344
Net position	35,563,264	14,278,205	(11,163,219)	38,678,250

* 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		17,283,485		17,283,485

- demands	4,348,616	3,926,545	9,096,982	17,372,143
Other derivative instruments				
- liabilities				
- demands				
Net position according to the derivative financial instruments	4,348,616	(13,356,940)	9,096,982	88,658
Net open position*	4,348,616	(13,356,940)	9,096,982	88,658

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

Item	Reporting period interest rates		Previous period interest rates	
	Drams	Foreign currency	Drams	Foreign currency
	%	%	%	%
Assets				
Balances with CBA				
Amounts due from banks and other financial organizations		2.75-3.75		5.25-5.75
including				
- interbank loans				
- interbank repo				
- interbank swap				
Loans and advances to customers at amortized value	2-20	6-15	2-24	7.25-13
Securities held for trading and available for sale	6.5-13	5.95-8.5	7.5-13	5.95-8.5
Securities held to maturity				
Liabilities				
Amounts due to banks	2-10.5	4.6-4.9	2-10.5	4-6
and other financial institutions				
Amounts due to	0.01-10.5	0.01-5.25	0.01-10.5	0.01-5.15
customers				
Liabilities as regards securities issued by the Bank	10.50	5.8-7.5		7.5-8.0

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			93,425,557						110,000	93,535,557
Amounts due from banks and other fin. institutions			18,956,849	34,681,381		460,540	2,175,866		550,808	56,825,444
Loans provided to customers	4,319,563	8,150,235		177,868,581	62,934,055	57,597,132	196,396,726	130,817,617		638,083,909
Financial assets	-	-	-	23,227,663	16,523,950	1,320,288	1,601,576	27,212,050	50,752	69,936,279
held for trade				23,176,126	16,266,535					39,442,661
available for sale				51,537	257,415	1,320,288	1,601,576	27,212,050	50,752	30,493,618
held up to maturity										-
Realized under repo agreements										-
Other assets	26,253	37,450	7,406,611	1,503,497	121,637	3,330	83,425		5,569,708	14,751,911
*Contractual demands										-
Total	4,345,816	8,187,685	119,789,017	237,281,122	79,579,642	59,381,290	200,257,593	158,029,667	6,281,268	873,133,100
1-st group currency	3,448,711	4,599,343	57,452,150	124,449,002	16,045,522	19,843,497	147,518,623		550,808	373,907,656
2-nd group currency			2,708,427	8,450,821	160,108	178,880				11,498,236
Variable interest rate										-
Fixed interest rate	4,319,563	8,150,235	3,563,081	209,228,166	63,191,470	59,377,960	200,174,168	158,029,667	550,808	706,585,118
Interest free	26,253	37,450	116,225,936	28,052,956	16,388,172	3,330	83,425	-	5,730,460	166,547,982
Liabilities										
Amounts due to banks and other fin. institutions			4,675,112	91,222,902	10,305,256	10,318,148	12,121,964	12,499,762		141,143,144
Amounts due to customers	-	-	254,418,395	116,515,645	67,135,220	103,673,602	88,958,803	5,386,174	-	636,087,839
upon demand			254,418,395							254,418,395
time liability				116,515,645	67,135,220	103,673,602	88,958,803	5,386,174		381,669,444
Other										-
Liabilities for securities issued by the banks				8,493,387			2,692,050			11,185,437
Other liabilities				164,628			21,077	2,488,584		2,674,289
Off –balance contingent liabilities	9,585	317,431	18,333,587	13,693,271	38,092,916	18,320,788	18,109,893			106,887,471
*Contractual liabilities										-
Total	-	-	259,093,507	216,396,562	77,440,476	114,012,827	106,261,401	17,885,936	-	791,090,709
1-st group currency	193,604,365	49,736,643	33,598,584	40,152,700	39,676,257					356,768,549
2-nd group currency	14,451,271	3,561,083	1,139,635	1,190,446	279,794					20,622,229
Large amount liability			60,608,289	347,156	388,230	19,936,156				81,279,831
Variable rate liability										-
Fixed rate liability			250,406,716	181,810,830	71,467,394	112,547,582	105,370,320	17,885,936		739,488,778
Interest free			8,686,791	34,585,732	5,973,082	1,465,245	891,081			51,601,931
Net liquidity gap	4,345,816	8,187,685	(139,304,490)	20,884,560	2,139,166	(54,631,537)	93,996,192	140,143,731	6,281,268	82,042,391
1-st group currency	3,448,711	4,599,343	(136,152,215)	74,712,359	(17,553,062)	(20,309,203)	107,842,366	-	550,808	17,139,107
2-nd group currency	-	-	(11,742,844)	4,889,738	(979,527)	(1,011,566)	(279,794)	-	-	(9,123,993)
Variable interest rate	-	-	-	-	-	-	-	-	-	-
Fixed rate	4,319,563	8,150,235	(246,843,635)	27,417,336	(8,275,924)	(53,169,622)	94,803,848	140,143,731	550,808	(32,903,660)
Cumulative liquidity gap	4,345,816	12,533,501	(126,770,989)	(105,886,429)	(103,747,263)	(158,378,800)	(64,382,608)	75,761,123	82,042,391	791,090,709

31.12.2019

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			97,154,678						210,000	97,364,678
Amounts due from banks and other fin. institutions			11,971,019	22,722,990	5,585,007	769,550	3,201,873		544,573	44,795,012
Loans provided to customers	4,396,875	5,569,267		152,256,387	64,214,800	54,624,358	198,293,984	88,114,983		567,470,654
Financial assets			-	30,390,929	4,996,706	50,418	4,008,741	3,967,305	49,460	43,463,559
held for trade				30,390,929	4,996,706	-				35,387,635
available for sale						50,418	4,008,741	3,967,305	49,460	8,075,924
held up to maturity										-
Realized under repo agreements										-
Other assets	21,647	2,797	7,588,199	1,770,988	129,280	2,495	102,702		4,258,506	13,876,614

*Contractual demands											-
Total	4,418,522	5,572,064	116,713,896	207,141,294	74,925,793	55,446,821	205,607,300	92,082,288	5,062,539	766,970,517	
1-st group currency	3,993,558	4,075,527	49,506,294	120,514,402	13,723,556	16,715,709	137,966,852	544,573		347,040,471	
2-nd group currency			2,234,589	8,711,880	577,316	2,941,604	194,051			14,659,440	
Variable interest rate											
Fixed interest rate	3,080,797	5,530,720	3,699,544	146,414,488	67,745,526	54,284,714	200,053,346	92,082,288	544,573	573,435,996	
Interest free	1,337,725	41,344	113,014,352	60,726,806	7,180,267	1,162,107	5,553,954		4,517,966	193,534,521	
Liabilities											
Amounts due to banks and other fin. institutions			5,171,902	62,050,124	3,921,210	6,151,105	20,822,634	8,907,751		107,024,726	
Amounts due to customers	-	-	209,381,893	73,254,353	47,256,146	142,475,383	88,787,552	12,001,707	-	573,157,034	
upon demand			209,381,893							209,381,893	
time liability				73,254,353	47,256,146	142,475,383	88,787,552	12,001,707		363,775,141	
Other											
Liabilities for securities issued by the banks						8,296,841	2,476,670			10,773,511	
Other liabilities				1,399,558			708,880			2,108,438	
Off –balance contingent liabilities	90,156	17,919	37,317,703	11,840,209	20,011,976	10,607,680	11,828,205			91,713,848	
*Contractual liabilities											
Total	-	-	214,553,795	136,704,035	51,177,356	156,923,329	112,795,736	20,909,458	-	693,063,709	
1-st group currency			142,513,739	44,222,633	18,835,945	70,297,034	56,802,915			332,762,266	
2-nd group currency			23,083,293	1,062,839	319,425	672,672	684,430			25,822,659	
Large-scale liability				37,109,028	233,188		19,069,090			56,411,306	
Variable rate liability											
Fixed rate liability			205,129,439	101,990,553	44,573,860	152,492,560	112,056,692	20,909,458		637,152,562	
Interest free			9,424,356	34,713,482	6,603,496	4,430,769	739,044			55,911,147	
Net liquidity gap	4,418,522	5,572,064	(97,839,899)	70,437,259	23,748,437	(101,476,508)	92,811,564	71,172,830	5,062,539	73,906,808	
1-st group currency	3,993,558	4,075,527	(93,007,445)	76,291,769	(5,112,389)	(53,581,325)	81,073,937	-	544,573	14,278,205	
2-nd group currency	-	-	(20,848,704)	7,649,041	257,891	2,268,932	(490,379)	-	-	(11,163,219)	
Variable interest rate	-	-	-	-	-	-	-	-	-	-	
fixed rate	3,080,797	5,530,720	(201,429,895)	44,423,935	23,171,666	(98,207,846)	87,996,654	71,172,830	544,573	(63,716,566)	
Cumulative liquidity gap	4,418,522	9,990,586	(87,849,313)	(17,412,054)	6,336,383	(95,140,125)	(2,328,561)	68,844,269	73,906,808	693,063,709	

Average balance sheet capital and assets

01/01/20-30/09/20

Average balance sheet asset	818,505,659
Average balance sheet capital	55,384,825

Note 42. Collateral accepted

	Reporting period	Previous period
Other securities	34,712,888	22,783,689
Jewels and precious stones	24,065,427	17,473,767
Real estate	327,419,437	268,008,837
Vehicles	16,509,345	15,455,192
Other PPE	42,825,487	35,964,247
Finished production and goods	35,644,799	35,646,207
Cash	22,911,518	19,451,921
Other collateral	158,016,706	102,066,257
Credit guarantee	111,466	1,088,248
Other guarantees	89,404,553	53,874,243
Credit warranties	621,568,567	531,092,045
Other warranties	161,136,782	85,463,387
Total	1,534,326,975	1,188,368,040

Chairman of the Executive Board

Artavazd Sargsyan

Chief Accountant

Narine Sargsyan

Date of approval 15.10.20