

**INTERIM STATEMENT  
ON FINANCIAL RESULT (Form № 6a)  
as of September, 2018**

**“EVOCABANK” CJSC, 44/2, Hanrapetutyán street., Yerevan**

*(thousand AMD)*

<b>Nomination</b>	<b>Current interim period</b>	<b>Accountable period</b>	<b>Current interim period as compared with the previous financial year</b>	<b>Previous period</b>
Interests and related incomes	2,229,962	5,874,056	1,788,395	5,060,606
Interests and related charges	(1,152,540)	(3,115,183)	(884,615)	(2,490,896)
<b>Net interest and related income</b>	<b>1,077,422</b>	<b>2,758,873</b>	<b>903,780</b>	<b>2,569,710</b>
Commission and other fee incomes	311,471	1,044,390	151,081	374,958
Commission and other fee charges	(164,519)	(443,710)	(157,802)	(367,481)
<b>Received net commission and other fees</b>	<b>146,952</b>	<b>600,680</b>	<b>(6,721)</b>	<b>7,477</b>
Income from dividends	1,713	1,713	-	1,510
Net income from trading activity	194,049	573,161	191,695	472,582
Other operating income	2,026	33,063	15,118	46,317
<b>Operating income</b>	<b>1,422,162</b>	<b>3,967,490</b>	<b>1,103,872</b>	<b>3,097,596</b>
Net share premium for reserves of possible assets losses	(20,679)	(613,856)	(441,339)	(249,916)
Total administrative charges	(960,565)	(1,621,053)	(428,860)	(1,303,195)
Other operating charges	(167,831)	(549,935)	(167,846)	(383,551)
<b>Profit/(loss) before taxation</b>	<b>273,087</b>	<b>1,182,646</b>	<b>65,827</b>	<b>1,160,934</b>
Charge related with income tax (reimbursement)	(150,897)	(206,215)	(18,109)	(249,361)
<b>Income for the period</b>	<b>122,190</b>	<b>976,431</b>	<b>47,718</b>	<b>911,573</b>

Chairman of Management Board: Emil Soghomonyan

Chief accountant: Alvard Mkrtumyan

Date of approval: October 12<sup>th</sup>, 2018

P.S.

**INTERIM STATEMENT**  
**ON OTHER COMPREHENSIVE INCOME (Form № 6b)**  
**as of September, 2018**

**“EVOCABANK” CJSC, 44/2, Hanrapetutyán street., Yerevan**

*(thousand AMD)*

<b>Nomination</b>	<b>Current interim period</b>	<b>Accountable period</b>	<b>Current interim period as compared with the previous financial year</b>	<b>Previous period</b>
<b>Other comprehensive income</b>	<b>(4,858)</b>	<b>(29,160)</b>	<b>86</b>	<b>119,893</b>
Exchange differences from recalculation of foreign operations				
Revaluation of financial assets available for trade	<b>(4,858)</b>	<b>(21,458)</b>	<b>86</b>	<b>119,893</b>
Money flow hedging				
Income from revaluation of non-current assets		(7,702)		
Income tax on other comprehensive income	971	5,831	(17)	(23,979)
<b>Other comprehensive financial result after taxation</b>	<b>(3,887)</b>	<b>(23,329)</b>	<b>69</b>	<b>95,914</b>
<b>Comprehensive financial result</b>	<b>118,303</b>	<b>953,102</b>	<b>49,787</b>	<b>1,007,487</b>

Chairman of Management Board: Emil Soghomonyan

Chief accountant: Alvard Mkrtumyan

Date of approval: October 12<sup>th</sup>, 2018

*P.S.*

**INTERIM BALANCE SHEET (form № 7)  
ON FINANCIAL POSITION  
as of September, 2018**

**“EVOCABANK” CJSC, 44/2, Hanrapetutyan street., Yerevan**

(thousand AMD)

<b>Nomination</b>	<b>Notice</b>	<b>As of the end of the interim accountable period</b>	<b>As of the end of the previous financial year (approved)</b>
<b>1.Assets</b>			
1.1.Cash and balances with CBA	13	16,950,533	18,537,538
1.2.Standard bank bullions of precious metals		1,856	1,856
1.3.Amounts due from banks and other financial institutions	14	15,456,728	8,956,676
1.4.Financial assets held-for-trade	15		-
1.5.Loans and advances to customers	16	70,613,891	56,834,306
1.6.Financial assets available-for-sale	17	10,498,364	11,513,186
1.7.Investments held to maturity	18	502,650	499,366
1.10.Property, plant, equipment and intangible assets	20	5,597,012	5,555,956
1.11.Repossessed assets		3,425,160	2,921,908
1.12.Other assets	21	459,237	384,329
<b>Total assets</b>		<b>123,505,431</b>	<b>105,205,121</b>
<b>2.Liabilities</b>			
2.1.Liabilities due to banks and other financial institutions	23	24,537,154	13,595,124
2.2.Amounts due to customers	24	58,161,482	49,854,283
2.3.Securities issued by bank	25	5,617,525	5,823,655
2.5.Amount due to payment	27	26,867	443,121
2.6.Deferred tax liabilities	28,3	404,921	689,398
2.8.Other liabilities	29	509,062	390,129
2.9.Subordinated borrowing		4,897,517	4,912,334
<b>Total liabilities</b>		<b>94,154,528</b>	<b>75,708,044</b>
<b>3.Equity</b>			
3.1.Charter capital	30	17,950,000	17,950,000
3.2.Share premium reserve	31		
3.3.Reserves:		2,512,520	2,425,849
3.3.1.General reserve		162,075	52,075
3.3.2.Revaluation reserve	32	2,350,445	2,373,774
3.4.Retained earning (loss)	33	8,888,383	9,121,228
<b>Total equity</b>		<b>29,350,903</b>	<b>29,497,077</b>
<b>Total liabilities and equity</b>		<b>123,505,431</b>	<b>105,205,121</b>

Chairman of Management Board: Emil Soghomonyan  
Chief accountant: Alvard Mkrtumyan  
Date of approval: October 12<sup>th</sup>, 2018

P.S.

**STATEMENT**  
**ON CHANGES IN EQUITY CAPITAL (Form № 8)**  
**as of September 30, 2018**  
**“EVOCABANK” CJSC, 44/2, Hanrapetutyán street., Yerevan**

(thousand AMD)

Line Items of Equity Capital	Charter capital		Net amount	Retained earning (loss)	General reserve	Exchange rate differences from recalculation of foreign operations	Revaluation of financial assets available for sale	Money flow hedging	Profit from revaluation of non-current assets	Share premium reserve / loss	Interim dividends	Total	Uncontrollable share	Total equity
	Charter capital	Repurchase capital												
Items	1	2	3	4	5	6	7	8	9	10	11	12	13	14
<b>Interim accountable period as compared with the previous financial year (increasing from the beginning of the year) (Table 1)</b>														
<b>1. Balance at the beginning of the previous year, as of January 01<sup>st</sup>, 2017 (approved)</b>	17,950,000				52,075		741,058		1,556,972	9,049,526		11,399,631		29,349,631
1.1. Overall result of accounting policy changes and adjustment of essential errors														
<b>2. Revaluated balance</b>														
<b>3. Transactions with shareholders (owners) in stocks (shares), including:</b>														
3.1. Investments in charter capital and other growth of charter capital														
3.2. Decrease in charter capital, including due to repurchase of stocks (shares, interests) and their withdrawal from circulation														
<b>4. Comprehensive income</b>							95,845			911,573		1,007,487		1,007,487
<b>5. Dividends</b>														
<b>6. Other increase (decrease) in equity capital elements, including:</b>														
6.1. Growth/decrease in derivative instruments classified as equity capital instruments														
<b>7. Internal flows, including</b>														
7.1. Contributions to the general reserve														
7.2. Payment of loss caused due to the general reserve														
7.3. Payment of share premium loss														
7.4. Decrease in value growth from revaluation of the fixed assets and intangible assets									(59,656)			(59,656)		(59,656)
7.5. Internal flow of other equity elements										(96,474)		(96,474)		(96,474)
<b>8. Balance at the end of the interim accountable period, as of September 30<sup>st</sup>, 2017 (non approved)</b>	17,950,000				52,075		836,903	-	1,497,316	9,864,625		12,250,988		30,200,988
<b>Interim period of the accountable year (increasing from the beginning of the year) (Table 2)</b>														
<b>9. Balance in the beginning of the financial year, as of January 01<sup>st</sup>, 2018 ( approved)</b>	17,950,000				52,075		822,964	-	1,550,810	9,121,228		11,547,077		29,497,077
9.1. Overall result of accounting policy changes and adjustment of essential errors														
Impact of adopting IFRS 9										(1,034,513)		(1,034,513)		(1,034,513)
<b>10. Revaluated balance</b>	17,950,000				52,075		822,964		1,550,810	8,086,715		10,512,564		28,462,564
<b>11. Transactions with shareholders (owners) in stocks (shares), including:</b>														
11.1. Investments in charter capital and other growth of charter capital														
11.2. Decrease in charter capital, including due to repurchase of stocks (shares, interests) and their withdrawal from circulation														
<b>12. Other comprehensive income</b>							(17,167)		(6,162)	976,431		953,102		953,102
<b>13. Dividends</b>														
<b>14. Other increase (decrease) in equity capital elements, including:</b>														
14.1. Growth/decrease in derivative instruments classified as equity capital instruments														
<b>15. Internal flows, including</b>														
15.1. Contributions to the general reserve														
15.2. Payment of loss caused due to the general reserve														
15.3. Payment of share premium loss														
15.4. Decrease in value growth from revaluation of the fixed assets and intangible assets					110,000					(110,000)				
15.5. Internal flow of other equity elements										(64,763)		(64,763)		(64,763)
<b>16. Balance at the end of the interim accountable period, as of September 30<sup>st</sup>, 2018 (non approved)</b>	17,950,000				52,075		809,684	-	1,544,648	8,888,383		11,400,903		29,350,903

Chairman of Management Board: Emil Soghomonyan  
(Executive Director)  
Chief accountant: Alvard Mkrtumyan  
Date of approval: October 12th, 2018  
P.S.

**STATEMENT**  
**ON CASH FLOW (Form № 9)**  
**(direct method)**  
**as of September 30, 2018**

**“EVOCABANK” CJSC, 44/2, Hanrapetutyuan street., Yerevan**

(thousand AMD)

NOMINATION	Notice	Previous period	Accountable period
<b>1. Cash flows from operating activities</b>			
<i>Net cash flows before changes in operating assets and liabilities</i>		1,347,187	1,792,270
Interest receivable		4,945,255	5,616,458
Interest payable		(2,253,145)	(2,744,519)
Commission charges receivable		374,957	1,044,390
Commission charges payable		(367,481)	(443,710)
Gains/(loss) from financial assets available for trade		102,971	52,160
Gains/(loss) from foreign currency trading operations		507,180	576,138
Repayment of prior written-off assets		151,416	86,126
Salary payable and other related payments		(850,340)	(963,705)
Other gains from operating activity and other paid-off charges		(1,263,626)	(1,431,068)
<i>Cash flows from changes in operating assets and liabilities</i>		(1,085,502)	(4,028,197)
Decrease/(increase) in operating assets		(11,720,571)	(19,706,857)
Including:			
Decrease/(increase) in loans and borrowings		(9,505,922)	(17,391,729)
Decrease/(increase) in securities held for trade and available for trade		347,327	1,089,393
Decrease/(increase) in amounts from financial loans			
Decrease/(increase) in other operating assets		(2,561,976)	(3,404,521)
Increase (decrease) in operating liabilities		10,635,069	15,678,660
Including:			
Increase (decrease) in liabilities due to customers		9,307,758	13,539,388
Increase (decrease) in other operating liabilities		1,327,311	2,139,272
<b>Net cash flow from operating activities before income tax</b>		261,685	(2,235,927)
<b>Income tax paid</b>		(416,546)	(251,405)
<b>Net cash from operating activities</b>		(154,861)	(2,487,332)
<b>2. Cash flows from investing activities</b>		-	
Decrease (increase) of investments held to maturity		7,478	3,362
Decrease (increase) of investments in charter capital of other entities			
Decrease (increase) of capital investments in fixed and intangible assets		(136,410)	(25,544)
Purchase of fixed and intangible assets		(649,378)	(278,084)
Disposal of fixed and intangible assets		77,993	
Net cash flows from other investing activities			
<i>Net cash flows from investment activities</i>		(700,317)	(300,266)
<b>3. Cash flows from financing activities</b>			
Dividends payable		(78,197)	(426,000)
Increase (decrease) in borrowings received from the Central Bank of Armenia		67	3,083,813
Increase (decrease) in borrowings received from banks		1,391,799	516,870
Increase (decrease) in other borrowings receivable		431,973	594,404
Increase (decrease) in securities issued by the bank		523,704	(204,486)
Shareholders' investments in charter capital			
Increase/decrease) of payables against financial lease			
Net cash flow from other financing activities			
<b>Net cash flow from financing activities</b>		2,269,346	3,564,601
Influence of foreign exchange rate on cash and cash equivalents		(43,066)	(67,935)
<b>Net increase/(decrease) in cash and cash equivalents</b>		1,371,102	709,068
Cash and cash equivalents at the beginning of the year	13_2	15,886,913	17,311,697
Cash and cash equivalents in the end of the year	13_2	17,258,015	18,020,765

Chairman of Management Board: Emil Soghomonyan  
(Executive Director)

Chief accountant: Alvard Mkrtumyan  
Date of approval: October 12<sup>th</sup>, 2018

P.S.

Form № 27

**PUBLISHED REPORT**

ON GENERAL ECONOMIC PRUDENTIALS

(quarterly)

Bank's name: "EVOCABANK" CJSC

Date: 01/07/2018 – 30/09/2018

(thousand AMD)

Prudentials	Actual estimated size of prudential for the Bank	Permissible limit on prudential defined by CBA	Number of breaches during the accountable period
<i>1</i>	<i>2</i>	<i>3</i>	<i>4</i>
Minimal amount of the Bank's charter capital	17,950,000	50,000	No breach
Minimum amount of general (private) capital	33,134,854	30,000,000	No breach
N <sup>1</sup> Minimal ratio of the total capital to the risk-weighted assets	28.17%	12%	No breach
N <sub>2</sub> <sup>1</sup> Minimal ratio of the highly liquid assets to the total assets	26.92%	15%	No breach
N <sub>2</sub> <sup>11</sup> Minimal ratio of the highly liquid assets expressed by the Bank's first group currency to the total assets expressed by the Bank's first group currency	15.48%	4%	No breach
N <sub>2</sub> <sup>12</sup> Standard of total liquidity for the Bank's second group currency, USD and euro	x	4%	No breach
N <sub>2</sub> <sup>2</sup> Minimal ratio of the Bank's highly liquid assets to the callable liabilities	163.48%	60%	No breach
N <sub>2</sub> <sup>21</sup> Minimal ratio of the highly liquid assets expressed by the Bank's first group currency to the callable liabilities expressed by the Bank's first group currency	65.83%	10%	No breach
N <sub>2</sub> <sup>22</sup> Standard of current liquidity for the Bank's second group currency, USD and euro	x	10%	No breach
N <sub>3</sub> <sup>1</sup> Maximal ratio of one borrower's risk	16.84%	20%	No breach
N <sub>3</sub> <sup>2</sup> Maximal ratio of all big borrowers' risk	93.10%	500%	No breach
N <sub>4</sub> <sup>1</sup> Maximal ratio of one borrower's risk related with the Bank	0.46%	5%	No breach
N <sub>4</sub> <sup>2</sup> Maximal ratio of all big borrowers' risk related with the Bank	3.03%	20%	No breach
<b>Minimal ratio of mandatory reserves allocated in the RA Central Bank:</b>			
in AMD	x	2%	No breach
in USD	x	18% in AMD	No breach
in EURO	x	18% in AMD	No breach
Maximum ratio of the currency position and the Bank's total capital	2.76%	10%	No breach
<b>Maximum ratio of each currency position and the Bank's total capital, acc. to each currency:</b>			
in USD	x	7%	No breach
in EURO	x	7%	No breach
in RUR	x	7%	No breach
Other currencies	x	x	No breach

Chairman of Management Board: Emil Soghomonyan  
(Executive Director)

Chief accountant: Alvard Mkrtumyan

Date of approval: October 12<sup>th</sup>, 2018

P.S.