

**STATEMENT OF FINANCIAL POSITION**  
as at September 30, 2016

**DEMIR KYRGYZ INTERNATIONAL BANK**  
Bishkek, Chui Avenue 245

in thousand Soms

	30 September 2016	31 December 2015	30 September 2015
<b>ASSETS:</b>			
Cash	1 002 749	896 260	1 267 234
Correspondent account at National Bank of Kyrgyz Republic	1 237 919	1 404 570	1 189 156
Due and loans to banks	7 901 775	7 009 573	5 479 041
Security investments			
- held to maturity	47 472	-	-
- available-for-sale	163 750	-	-
Gross Loans to customers	5 174 026	5 989 936	5 955 179
Minus: Impairment allowance	(244 612)	(298 768)	(289 681)
<b>Net loans to customers</b>	<b>4 929 414</b>	<b>5 691 168</b>	<b>5 665 498</b>
Property and equipment	341 127	355 230	329 060
Intangible assets	57 260	35 734	34 422
Others assets	377 675	208 527	233 587
<b>TOTAL ASSETS</b>	<b>16 059 141</b>	<b>15 601 062</b>	<b>14 197 998</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>LIABILITIES:</b>			
Deposits and balances from banks	14 124	3 960	8 059
Current accounts and deposits from customers	13 733 073	13 439 977	12 152 042
Other borrowed funds	422 363	403 187	371 898
Current tax liability	11 350	12 974	23 990
Deferred tax liability	6 589	11 425	10 039
Other liabilities	177 178	116 103	124 248
<b>TOTAL LIABILITIES</b>	<b>14 364 677</b>	<b>13 987 626</b>	<b>12 690 276</b>
<b>SHAREHOLDER'S EQUITY</b>			
Share capital	400 000	300 000	300 000
Additionally paid-in capital	1	1	1
Revaluation reserves for available-for-sale financial assets	2 782	-	-
Retained earnings	1 291 681	1 313 435	1 207 721
<b>TOTAL SHAREHOLDER'S EQUITY</b>	<b>1 694 464</b>	<b>1 613 436</b>	<b>1 507 722</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>16 059 141</b>	<b>15 601 062</b>	<b>14 197 998</b>

General Manager

Sevki Sarilar

Deputy Chief Accountant

Lubov Fomenko

**STATEMENT OF COMPREHENSIVE INCOME**  
as at September 30, 2016

**DEMIR KYRGYZ INTERNATIONAL BANK**  
Bishkek, Chui Avenue 245

in thousand Soms

	30 September 2016	31 December 2015	30 September 2015
Interest income	663 287	986 175	705 004
Interest expenses	(236 398)	(265 722)	(172 756)
<b>NET INTEREST INCOME BEFORE PROVISION/RECOVERY OF PROVISION FOR IMPAIRMENT LOSSES ON INTEREST BEARING ASSETS</b>	<b>426 889</b>	<b>720 453</b>	<b>532 248</b>
(Provision) / Recovery of provision for impairment losses on interest bearing assets	27 237	(16 018)	(29 615)
<b>NET INTEREST INCOME</b>	<b>454 126</b>	<b>704 435</b>	<b>502 633</b>
Net gain on foreign exchange operations	109 328	165 980	120 556
Fee and commission income	205 390	261 983	183 561
Fee and commission expenses	(74 641)	(85 723)	(61 186)
Other income/expenses	4 713	7 874	(114)
<b>NET NON-INTEREST INCOME</b>	<b>244 790</b>	<b>350 114</b>	<b>242 817</b>
<b>OPERATING INCOME</b>	<b>698 916</b>	<b>1 054 549</b>	<b>745 450</b>
<b>OPERATING EXPENSES</b>	<b>(572 738)</b>	<b>(679 417)</b>	<b>(497 625)</b>
<b>PROFIT BEFORE PROVISION FOR IMPAIRMENT LOSSES ON OTHER TRANSACTIONS AND INCOME TAX</b>	<b>126 178</b>	<b>375 132</b>	<b>247 825</b>
Provision for impairment losses on other transactions	(41 418)	(34 721)	(25 709)
<b>PROFIT BEFORE INCOME TAX</b>	<b>84 760</b>	<b>340 411</b>	<b>222 116</b>
Income tax expenses	(6 514)	(41 273)	(28 692)
<b>NET PROFIT</b>	<b>78 246</b>	<b>299 138</b>	<b>193 424</b>
Net change in value of AFS	2 782	(344)	(344)
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>81 028</b>	<b>298 794</b>	<b>193 080</b>
<i>Earning per share</i>	<i>196</i>	<i>748</i>	<i>484</i>
<i>Dividends per share</i>	<i>-</i>	<i>-</i>	<i>-</i>

General Manager

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**Statement of changes in equity  
as at September 30, 2016**

**DEMIR KYRGYZ INTERNATIONAL BANK**

Bishkek, Chui Avenue 245

in thousand Soms

	Share Capital	Additional Paid in capital	Retained earnings	Revaluation reserve for AFS financial assets	Total equity
<b>Balance as at December 31st, 2014</b>	<b>132 540</b>	<b>1</b>	<b>1 181 757</b>	<b>344</b>	<b>1 314 642</b>
Transactions with owners, recorded directed in equity:					
Shares issue	167 460	-	(167 460)	-	0
Dividends paid	-	-	-	-	0
Net Profit	-	-	193 424	-	193 424
Net change in fair value of available-for-sale financial assets, net of income tax	-	-	-	(344)	(344)
<b>Balance as at September 30, 2015</b>	<b>300 000</b>	<b>1</b>	<b>1 207 721</b>	<b>0</b>	<b>1 507 722</b>
Net Profit	-	-	105 714	-	105 714
Net change in fair value of available-for-sale financial assets, net of income tax	-	-	-	-	0
<b>Balance as at December 31st, 2015</b>	<b>300 000</b>	<b>1</b>	<b>1 313 435</b>	<b>0</b>	<b>1 613 436</b>
Transactions with owners, recorded directed in equity:					
Shares issue	100 000	-	(100 000)	-	0
Dividends paid	-	-	-	-	0
Net Profit	-	-	78 246	-	78 246
Net change in fair value of available-for-sale financial assets, net of income tax	-	-	-	2 782	2 782
<b>Balance as at September 30, 2016</b>	<b>400 000</b>	<b>1</b>	<b>1 291 681</b>	<b>2 782</b>	<b>1 694 464</b>

General Manager

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Deputy Chief Accountant

Lubov Fomenko

**CASH FLOW STATEMENT**

as at September 30, 2016

**DEMIR KYRGYZ INTERNATIONAL BANK**

Bishkek, Chui Avenue 245

in thousand Soms

	30 September 2016	30 September 2015
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Interest receipts	686 029	676 662
Interest payments	(264 742)	(157 604)
Fee and commission receipts	205 390	183 561
Fee and commission payments	(74 641)	(61 186)
Net receipts from foreign exchange	119 706	107 259
Other income receipts	4 660	220
Other general administrative expenses payments	(544 452)	(426 018)
Cash inflows from operating activities before changes in operating assets and liabilities	131 950	322 894
<b>Changes in operating assets and liabilities</b>		
(Increase)/ decrease in operating assets		
Loans and advances to banks	(155 136)	(499 767)
Loans to customers	239 543	260 424
Reverse REPO agreements	-	-
Other assets	(5 774)	32 363
Increase/ (decrease) in operating liabilities		
Due to banks	10 865	(1 660)
Current accounts and deposits from customers	1 037 290	1 861 733
Other liabilities	54 134	(21 115)
Cash inflows / outflow from operating activities before income tax	1 312 872	1 954 872
Income tax paid	(12 974)	(7 729)
<b>Net cash inflow / outflow from operating activities</b>	<b>1 299 898</b>	<b>1 947 143</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of securities	(205 658)	(511 438)
Proceeds on securities which have matured/sold	-	572 718
Purchases of property and equipment and intangible assets	(92 793)	(179 280)
Sales of property and equipment and intangible assets	53	27 002
<b>Net cash inflow / outflows from investing activities</b>	<b>(298 398)</b>	<b>(90 998)</b>
<b>CASH FLOW FROM FINANCIAL ACTIVITIES</b>		
Dividends paid	-	-
Receipt of borrowed funds	163 683	30 050
Repayments of borrowed funds	(102 401)	(36 304)
<b>Net cash inflow / outflow from financial activities</b>	<b>61 282</b>	<b>(6 254)</b>
<b>Net increase / decrease in cash and cash equivalents</b>	<b>1 062 782</b>	<b>1 849 891</b>
Effect of changes in exchange rates on cash and cash equivalents	(196 085)	105 816
<b>Cash and cash equivalents at the beginning of the period</b>	<b>6 389 706</b>	<b>5 225 361</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>7 256 403</b>	<b>7 181 068</b>

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**NBKR Normatives III quarter 2016  
as at September 30, 2016**

**DEMIR KYRGYZ INTERNATIONAL BANK**  
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<b>Normatives &amp; Requirements Definition</b>	<b>Limit</b>	<b>Actual</b>						
Maximum single exposure risk	not more than 20%	15,8%						
Maximum single exposure to one related party or group of related parties risk	not more than 15%	0,2%						
Maximum interbank placements risk	not more than 30%	25,9%						
Maximum interbank placements to one related bank or group of related banks	not more than 15%	8,3%						
Capital Adequacy ratio	not less than 12%	17,7%						
Capital Tier 1 Adequacy ratio	not less than 6%	15,8%						
Leverage ratio	not less than 8%	10,8%						
Liquidity ratio	not less than 45%	58,2%						
Total number of days with violation of open long FX position	not more than 5%	-						
Total number of days with violation of open short FX position	not more than 5%	-						
Capital buffer	not less than 20%	<table border="0"> <tr> <td><u>Capital</u></td> <td><u>1 742 443</u></td> <td>17,7%</td> </tr> <tr> <td>RWA</td> <td>9 830 405</td> <td></td> </tr> </table>	<u>Capital</u>	<u>1 742 443</u>	17,7%	RWA	9 830 405	
<u>Capital</u>	<u>1 742 443</u>	17,7%						
RWA	9 830 405							

General Manager

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