

**STATEMENT OF FINANCIAL POSITION**  
as at June 30, 2017

DEMIR KYRGYZ INTERNATIONAL BANK  
Bishkek, Chui Avenue 245

in thousand Soms

	30 June 2017	31 December 2016	30 June 2016
<b>ASSETS:</b>			
Cash	1 453 146	1 388 276	935 195
Correspondent account at National Bank of Kyrgyz Republic	1 305 377	1 465 109	1 158 379
Due and loans to banks	6 024 484	6 694 230	6 144 010
Security investments			
- held to maturity	201 774	51 741	779 741
- available-for-sale	-	104 690	61 947
Gross Loans to customers	5 765 141	5 777 548	5 290 828
Minus: Impairment allowance	(266 820)	(215 887)	(249 973)
<b>Net loans to customers</b>	<b>5 498 321</b>	<b>5 561 661</b>	<b>5 040 855</b>
Property and equipment	335 360	347 155	351 972
Intangible assets	62 792	62 402	30 327
Others assets	618 417	419 130	413 875
<b>TOTAL ASSETS</b>	<b>15 499 671</b>	<b>16 094 394</b>	<b>14 916 301</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>LIABILITIES:</b>			
Deposits and balances from banks	6 931	11 973	135 540
Current accounts and deposits from customers	13 263 561	13 660 060	12 350 081
Loans from National Bank of Kyrgyz Republic	-	-	-
Other borrowed funds	436 508	495 924	483 308
Current tax liability	6 157	10 922	8 724
Deferred tax liability	5 623	10 046	5 870
Other liabilities	191 692	118 440	252 323
<b>TOTAL LIABILITIES</b>	<b>13 910 472</b>	<b>14 307 365</b>	<b>13 235 846</b>
<b>SHAREHOLDER'S EQUITY</b>			
Share capital	500 000	400 000	400 000
Additionally paid-in capital	1	1	1
Revaluation reserves for available-for-sale financial assets	-	590	700
Retained earnings	1 089 198	1 386 438	1 279 754
<b>TOTAL SHAREHOLDER'S EQUITY</b>	<b>1 589 199</b>	<b>1 787 029</b>	<b>1 680 455</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>15 499 671</b>	<b>16 094 394</b>	<b>14 916 301</b>

General Manager

Sevki Sarilar

Chief Accountant

Zulfiya Djakipova



**STATEMENT OF COMPREHENSIVE INCOME**  
as at June 30, 2017

DEMIR KYRGYZ INTERNATIONAL BANK  
Bishkek, Chui Avenue 245

in thousand Soms

	30 June 2017	31 December 2016	30 June 2016
Interest income	443 431	895 939	451 885
Interest expenses	(150 281)	(321 291)	(158 694)
<b>NET INTEREST INCOME BEFORE PROVISION/RECOVERY OF PROVISION FOR IMPAIRMENT LOSSES ON INTEREST BEARING ASSETS</b>	<b>293 150</b>	<b>574 648</b>	<b>293 191</b>
(Provision) / Recovery of provision for impairment losses on interest bearing assets	(51 078)	57 346	20 690
<b>NET INTEREST INCOME</b>	<b>242 072</b>	<b>631 994</b>	<b>313 881</b>
Net gain on foreign exchange operations	64 727	151 753	78 152
Fee and commission income	155 570	286 552	131 834
Fee and commission expenses	(56 920)	(104 302)	(49 979)
Other income/ (expenses)	988	8 542	3 054
<b>NET NON-INTEREST INCOME</b>	<b>164 365</b>	<b>342 545</b>	<b>163 061</b>
<b>OPERATING INCOME</b>	<b>406 437</b>	<b>974 539</b>	<b>476 942</b>
<b>OPERATING EXPENSES</b>	<b>(387 165)</b>	<b>(742 712)</b>	<b>(387 691)</b>
<b>PROFIT BEFORE PROVISION FOR IMPAIRMENT LOSSES ON OTHER TRANSACTIONS AND INCOME TAX</b>	<b>19 272</b>	<b>231 827</b>	<b>89 251</b>
Provision for impairment losses on other transactions	(9 022)	(36 832)	(19 763)
<b>PROFIT BEFORE INCOME TAX</b>	<b>10 250</b>	<b>194 995</b>	<b>69 488</b>
Income tax expenses	(1 735)	(21 992)	(3 169)
<b>NET PROFIT</b>	<b>8 515</b>	<b>173 003</b>	<b>66 319</b>
Net change in value of AFS	(590)	590	700
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>7 925</b>	<b>173 593</b>	<b>67 019</b>
<i>Earning per share</i>	<i>17</i>	<i>346</i>	<i>133</i>

General Manager

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Statement of changes in equity  
as at June 30, 2017

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, 2015</b>	300 000	1	1 313 435	0	1 613 436
Net Profit	-	-	66 319	-	66 319
Other comprehensive income:					
Net change in fair value of available-for -sale financial assets, net of income tax	-	-	-	700	700
Transactions with owners, recorded directed in equity:					
Shares issue	100 000	-	(100 000)	-	-
<b>Balance as at June 30th, 2016</b>	400 000	1	1 279 754	700	1 680 455
Net Profit	-	-	106 684	-	106 684
Other comprehensive income:					
Net change in fair value of available-for -sale financial assets, net of income tax	-	-	-	(110)	-110
<b>Balance as at December 31st, 2016</b>	400 000	1	1 386 438	590	1 787 029
Net Profit	-	-	8 515	-	8 515
Other comprehensive income:					
Net change in fair value of available-for -sale financial assets, net of income tax	-	-	-	(590)	(590)
Transactions with owners, recorded directed in equity:					
Shares issue	100 000	-	(100 000)	-	-
Dividends paid	-	-	(205 755)	-	(205 755)
<b>Balance as at June 30th, 2017</b>	500 000	1	1 089 198	-	1 589 199

General Manager

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Chief Accountant

Zulfiya Djakipova



CASH FLOW STATEMENT

as at June 30, 2017

DEMIR KYRGYZ INTERNATIONAL BANK  
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in thousand Soms

	30 June 2017	30 June 2016
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Interest receipts	418 192	463 529
Interest payments	(154 983)	(155 239)
Fee and commission receipts	155 570	131 834
Fee and commission payments	(56 920)	(49 979)
Net receipts from foreign exchange	65 935	86 921
Other income receipts	963	3 004
Other general administrative expenses payments	(233 930)	(368 843)
Cash inflows from operating activities before changes in operating assets and liabilities	194 827	111 227
<b>Changes in operating assets and liabilities</b>		
<b>(Increase)/ decrease in operating assets</b>		
Loans and advances to banks	387 076	1 104 022
Loans to customers	(32 630)	170 844
Reverse REPO agreements	-	-
Other assets	(210 917)	(60 393)
<b>Increase/ (decrease) in operating liabilities</b>		
Due to banks	(5 373)	132 312
Current accounts and deposits from customers	(443 587)	(330 301)
Other liabilities	29 354	92 199
Cash inflows from operating activities before income tax	<b>(81 250)</b>	<b>1 219 910</b>
Income tax paid	(10 923)	(12 974)
<b>Net cash inflow from operating activities</b>	<b>(92 173)</b>	<b>1 206 936</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of available-for-sale financial assets and investments in securities	-	(75 697)
Repayment of available-for-sale financial assets	103 930	-
Purchases of property and equipment and intangible assets	(56 365)	(57 539)
Sales of property and equipment and intangible assets	800	50
<b>Net cash flows from investing activities</b>	<b>48 365</b>	<b>(133 186)</b>
<b>CASH FLOW FROM FINANCIAL ACTIVITIES</b>		
Dividends paid	(205 755)	-
Receipt of borrowed funds	1 105	163 683
Repayments of borrowed funds	(40 473)	(52 590)
<b>Net cash inflow from / outflow used in financial activities</b>	<b>(245 123)</b>	<b>111 093</b>
Net increase in cash and cash equivalents	(288 931)	1 184 843
Effect of changes in exchange rates on cash and cash equivalents	36 987	(203 325)
Cash and cash equivalents at the beginning of the period	6 373 656	6 389 706
Cash and cash equivalents at the end of the period	6 121 712	7 371 224

General Manager



Chief Accountant

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Sevki Sarilar

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Zulfiya Djakipova

**NBKR Normatives II quarter 2017  
as at June 30, 2017**

DEMIR KYRGYZ INTERNATIONAL BANK  
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Normatives & Requirements Definition	Limit	Actual
Maximum single exposure risk	not more than 20%	19.3%
Maximum single exposure to one related party or group of related parties risk	not more than 15%	0.6%
Maximum interbank placements risk	not more than 30%	26.4%
Maximum interbank placements to one related bank or group of related banks	not more than 15%	11.1%
Capital Adequacy ratio	not less than 12%	16.4%
Capital Tier 1 Adequacy ratio	not less than 6%	15.5%
Leverage ratio	not less than 8%	10.4%
Liquidity ratio	not less than 45%	53.6%
Total number of days with violation of open long FX position	not more than 10%	-
Total number of days with violation of open short FX position	not more than 10%	-
Capital buffer	not less than 18%	16.4%

General Manager

Sevki Sarilar

Chief Accountant



Zulfiya Djakipova