

**STATEMENT OF FINANCIAL POSITION**  
as at June 30, 2018

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

in thousand Soms

	30 June 2018	31 December 2017*	30 June 2017
<b>ASSETS:</b>			
Cash	1 473 808	1 140 731	1 453 146
Correspondent account at National Bank of Kyrgyz Republic	1 608 997	1 274 480	1 305 377
Accounts and deposits with other banks and financial institutions	6 726 440	7 684 993	6 024 484
Security investments			
- held to maturity	667 003	51 668	201 774
- available-for-sale	2 437	11 221	-
Gross Loans to customers	7 618 274	6 903 317	5 765 141
Minus: Impairment allowance	(212 569)	(177 846)	(266 820)
<b>Net loans to customers</b>	<b>7 405 705</b>	<b>6 725 471</b>	<b>5 498 321</b>
Property and equipment	290 951	313 080	335 360
Intangible assets	82 039	69 931	62 792
Others assets	681 856	562 859	618 417
<b>TOTAL ASSETS</b>	<b>18 939 236</b>	<b>17 834 434</b>	<b>15 499 671</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>LIABILITIES:</b>			
Deposits and balances from banks	19 257	10 792	6 931
Current accounts and deposits from customers	16 199 286	15 445 794	13 263 561
Other borrowed funds	520 279	370 991	436 508
Current tax liability	16 097	10 490	6 157
Deferred tax liability	4 578	6 736	5 623
Other liabilities	207 709	148 299	191 692
<b>TOTAL LIABILITIES</b>	<b>16 967 206</b>	<b>15 993 102</b>	<b>13 910 472</b>
<b>SHAREHOLDER'S EQUITY</b>			
Share capital	600 000	500 000	500 000
Additionally paid-in capital	1	1	1
Revaluation reserves for available-for-sale financial assets	11	55	-
Retained earnings	1 372 018	1 341 276	1 089 198
<b>TOTAL SHAREHOLDER'S EQUITY</b>	<b>1 972 030</b>	<b>1 841 332</b>	<b>1 589 199</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>18 939 236</b>	<b>17 834 434</b>	<b>15 499 671</b>

\* With IFRS 9 retrospective effect

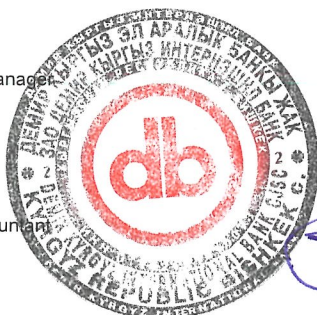
For information:

\*\* Regulatory Impairment allowance for Loans to customers (as per NBKR) (227 815) (182 050) (266 820)

\*\*\* Regulatory Impairment allowance for Other assets (as per NBKR) (133 796) (111 263) (102 632)

\*\*\*\* Retained earnings as per Regulatory reports 1 333 312 1 313 588 1 089 198

General Manager



Chief Accountant

Sevki Sarilar

Zulfiya Djakipova

**STATEMENT OF COMPREHENSIVE INCOME**  
as at June 30, 2018

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

in thousand Soms

	30 June 2018	31 December 2017*	30 June 2017
Interest income	545 874	946 071	443 431
Interest expenses	(107 731)	(255 815)	(150 281)
<b>NET INTEREST INCOME BEFORE PROVISION/RECOVERY OF PROVISION FOR IMPAIRMENT LOSSES ON INTEREST BEARING ASSETS</b>	<b>438 143</b>	<b>690 256</b>	<b>293 150</b>
(Provision) / Recovery of provision for impairment losses on interest bearing assets	(36 749)	31 921	(51 078)
<b>NET INTEREST INCOME</b>	<b>401 394</b>	<b>722 177</b>	<b>242 072</b>
Net gain on foreign exchange operations	84 581	139 324	64 727
Fee and commission income	201 397	346 069	155 570
Fee and commission expenses	(89 011)	(141 849)	(56 920)
Other income	558	13 169	988
<b>NET NON-INTEREST INCOME</b>	<b>197 525</b>	<b>356 713</b>	<b>164 365</b>
<b>OPERATING INCOME</b>	<b>598 919</b>	<b>1 078 890</b>	<b>406 437</b>
<b>OPERATING EXPENSES</b>	<b>(427 676)</b>	<b>(811 869)</b>	<b>(387 165)</b>
<b>PROFIT BEFORE PROVISION FOR IMPAIRMENT LOSSES ON OTHER TRANSACTIONS AND INCOME TAX</b>	<b>171 243</b>	<b>267 021</b>	<b>19 272</b>
(Provision) / Recovery of provision for impairment losses on other transactions	(26 562)	13 210	(9 022)
<b>PROFIT BEFORE INCOME TAX</b>	<b>144 681</b>	<b>280 231</b>	<b>10 250</b>
Income tax expenses	(13 939)	(19 638)	(1 735)
<b>NET PROFIT (LOSS)**</b>	<b>130 742</b>	<b>260 593</b>	<b>8 515</b>
Net change in value of AFS	(44)	(535)	(590)
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>130 698</b>	<b>260 058</b>	<b>7 925</b>
<i>Earning per share, KGS</i>	<i>218</i>	<i>434</i>	<i>14</i>

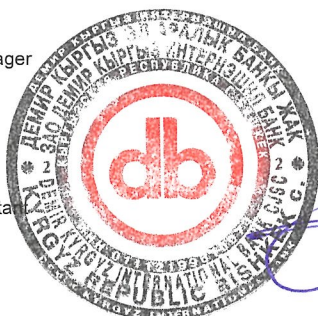
\* With IFRS 9 retrospective effect

For information:

** Net Profit (Loss) as per Regulatory reports	119 725	232 905	8 515
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General Manager

Chief Accountant



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Sevki Sarilar

Zulfiya Djakipova

# CASH FLOW STATEMENT

as at June 30, 2018

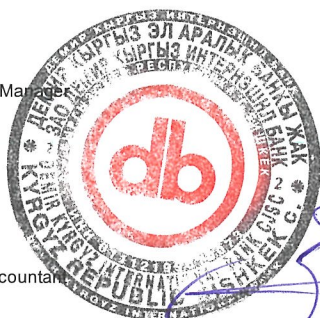
DEMIR KYRGYZ INTERNATIONAL BANK  
Bishkek, Chui Avenue 245

in thousand Soms

	30 June 2018	30 June 2017
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Interest receipts	512 277	418 192
Interest payments	(102 579)	(154 983)
Fee and commission receipts	201 397	155 570
Fee and commission payments	(89 011)	(56 920)
Net receipts from foreign exchange	89 378	65 935
Other income receipts	648	963
Other general administrative expenses payments	(283 730)	(233 930)
Cash inflows from operating activities before changes in operating assets and liabilities	328 380	194 827
<b>Changes in operating assets and liabilities</b>		
(Increase)/ decrease in operating assets		
Loans and advances to banks	(253 346)	387 076
Loans to customers	(791 583)	(32 630)
Reverse REPO agreements	-	-
Other assets	(112 619)	(210 917)
Increase/ (decrease) in operating liabilities		
Due to banks	8 597	(5 373)
Current accounts and deposits from customers	856 367	(443 587)
Other liabilities	(9 425)	29 354
<b>Cash inflows from operating activities before income tax</b>	<b>26 371</b>	<b>(81 250)</b>
Income tax paid	(10 490)	(10 923)
<b>Net cash inflow from operating activities</b>	<b>15 881</b>	<b>(92 173)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of available-for-sale financial assets and investments in securities	-	-
Repayment of available-for-sale financial assets	21 918	103 930
Purchases of property and equipment and intangible assets	(45 845)	(56 365)
Sales of property and equipment and intangible assets	574	800
<b>Net cash flows from investing activities</b>	<b>(23 353)</b>	<b>48 365</b>
<b>CASH FLOW FROM FINANCIAL ACTIVITIES</b>		
Dividends paid	-	(205 755)
Receipt of borrowed funds	240 884	1 105
Repayments of borrowed funds	(91 516)	(40 473)
<b>Net cash inflow from / outflow used in financial activities</b>	<b>149 368</b>	<b>(245 123)</b>
<b>Net increase in cash and cash equivalents</b>	<b>141 896</b>	<b>(288 931)</b>
Effect of changes in exchange rates on cash and cash equivalents	(68 521)	36 987
<b>Cash and cash equivalents at the beginning of the period</b>	<b>7 303 349</b>	<b>6 373 656</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>7 376 724</b>	<b>6 121 712</b>

General Manager

Chief Accountant



Sevki Sarilar

Zulfiya Djakipova

**Statement of changes in equity  
as at June 30, 2018**

**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, 2016</b>	<b>400 000</b>	<b>1</b>	<b>1 386 438</b>	<b>590</b>	<b>1 787 029</b>
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>	<b>500 000</b>	<b>1</b>	<b>1 089 198</b>	<b>-</b>	<b>1 589 199</b>
Net Profit*	-	-	252 078	-	252 078
Other comprehensive income:					
Net change in fair value of available-for -sale financial assets, net of income tax	-	-	-	55	55
<b>Balance as at December 31st, 2017*</b>	<b>500 000</b>	<b>1</b>	<b>1 341 276</b>	<b>55</b>	<b>1 841 332</b>
Net Profit	-	-	130 742	-	130 742
Other comprehensive income:					
Net change in fair value of available-for -sale financial assets, net of income tax	-	-	-	(44)	(44)
Transactions with owners, recorded directed in equity:					
Shares issue	100 000	-	(100 000)	-	-
<b>Balance as at June 30th, 2018</b>	<b>600 000</b>	<b>1</b>	<b>1 372 018</b>	<b>11</b>	<b>1 972 030</b>

\* With IFRS 9 retrospective effect

General Manager

Chief Accountant



Sevki Sarilar

Zulfiya Djakipova



**NBKR Normatives for II quarter 2018  
as at June 30, 2018**

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

Normatives & Requirements Definition	Limit	Actual
Maximum single exposure risk	not more than 20%	16,6%
Maximum single exposure to one related party or group of related parties risk	not more than 15%	0,5%
Maximum interbank placements risk	not more than 30%	28,7%
Maximum interbank placements to one related bank or group of related banks	not more than 15%	12,9%
Capital Adequacy ratio	not less than 12%	15,0%
Capital Tier 1 Adequacy ratio	not less than 6%	13,5%
Leverage ratio	not less than 8%	10,2%
Liquidity ratio	not less than 45%	53,2%
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%	15,0%
Total number of days with violation of open long position in precious metals	not applicable	not applicable
Total number of days with violation of open short position in precious metals	not applicable	not applicable

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