

Approval date 15.07.24

A. Grigoryan

D. Azatyan



Statement of financial position

June 30, 2024

Converse Bank CSJC ,V. Sargsyan 26/1 st., Yerevan

In thousand Armenian drams	Notes	30/06/24	31/12/2023 /audited/
ASSETS			
Cash and cash equivalents	6	56,202,062	37,214,306
Trading securities	7	1,030,636	970,372
Amounts due from banks	8	40,026,493	37,318,440
Derivative financial assets	16	4,774	72,646
Loans and advances to customers	9	288,028,019	271,831,024
Investment securities	10	85,862,347	133,475,489
Investment securities pledged under repurchase agreements	10	37,567,635	7,927,279
Property, plant and equipment	11	11,033,502	11,095,293
Intangible assets	12	901,118	882,208
Repossessed assets	13	791,740	804,122
Other assets	14	4,208,939	4,165,063
Total assets		525,657,265	505,756,242
LIABILITIES AND EQUITY			
Liabilities			
Amounts due to banks	15	35,379,506	4,175,967
Derivative financial liabilities	16	30,619	31,110
Amounts due to customers	17	343,145,201	359,249,656
Bonds issued by the Bank	18	19,821,387	20,367,348
Income tax liabilities		947,501	2,675,304
Deferred income tax liabilities	19	1,186,677	494,462
Other borrowed funds	20	37,330,116	37,251,747
Lease liabilities	11	1,900,483	1,942,813
Provisions on contingent liabilities	22	343,456	323,878
Other liabilities	14	4,094,350	3,546,225
Total liabilities		444,179,296	430,058,510
Equity			
Share capital	23	19,947,633	19,947,633
Share premium		63,233	63,233
Statutory general reserve		8,848,182	8,848,182
Revaluation surplus for land and buildings		3,523,613	3,572,171
Revaluation reserve for financial assets at FVOCI		1,080,892	(1,368,416)
Retained earnings		48,014,416	44,634,929
Total equity		81,477,969	75,697,732
Total liabilities and equity		525,657,265	505,756,242

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Chief Executive Officer, Chairman of Executive Management

A. Grigoryan

Chief Accountant



D. Azatyan



Statement of cash flows
June 30, 2024
Converse Bank CSJC .V. Sargsyan 26/1 st., Yerevan

In thousand Armenian drams	01/01/2024- 30/06/2024	01/01/2023- 30/06/2023
Cash flows from operating activities		
Interest received	21,078,614	16,136,326
Interest paid	(9,545,357)	(7,423,476)
Fees and commissions received	5,292,509	5,117,074
Fees and commissions paid	(3,583,411)	(2,960,727)
Net trading income received	3,319,425	5,057,656
Other income received	434,134	400,306
Personnel expenses paid	(4,934,414)	(4,445,802)
Administrative and other operating expenses paid	(2,251,755)	(2,238,431)
Cash flows from operating activities before changes in operating assets and liabilities	9,809,745	9,642,926
Net (increase)/decrease in operating assets		
Trading securities	(5,388)	33,064
Amounts due from banks	(3,440,505)	6,758,950
Loans and advances to customers	(19,981,777)	(10,648,910)
Reposessed assets	172,718	1,121,235
Other assets	(107,879)	(3,828,838)
Net increase/(decrease) in operating liabilities		
Amounts due to banks	31,132,453	(54,009)
Amounts due to customers	(7,009,602)	(16,024,239)
Derivative financial liabilities	297,978	(1,043,949)
Other liabilities	161,973	4,479,426
Net cash flows from operating activities before income tax	11,029,714	(9,564,344)
Income tax paid	(3,512,670)	(3,809,313)
Net cash from / (used in) operating activities	7,517,045	(13,373,657)
Cash flow from investing activities		
Purchase of investment securities	(19,464,610)	(31,687,829)
Proceeds from sale and redemption of investment securities	38,868,314	37,061,631
Purchase of property and equipment	(543,501)	(609,434)
Proceeds from sale of property and equipment	20,581	(74,133)
Purchase of intangible assets	(72,355)	(166,896)
Net cash from / (used in) investing activities	18,808,429	4,523,339
Net cash flow from financing activities		
Dividends paid to shareholders	(4,467,547)	-
Proceeds from debt securities issued	8,855,989	5,295,222
Redemption of debt securities issued	(8,914,400)	-
Proceeds from other borrowed funds	2,642,559	4,430,854
Repayment from other borrowed funds	(2,536,839)	(2,725,811)
Repayment of subordinated loans	-	(276,346)
Lease liabilities	(254,850)	(290,868)
Net cash from / (used in) financing activities	(4,675,088)	6,433,051
Net increase/(decrease) in cash and cash equivalents	21,650,386	(2,417,267)
Cash and cash equivalents at the beginning of the year	37,214,306	50,293,614
Effect of exchange rates changes on cash and cash equivalents	(2,662,365)	(2,316,763)
Effect of expected credit losses on cash and cash equivalents	(264)	4,411
Cash and cash equivalents, ending of period	56,202,062	45,563,995

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Chief Executive Officer, Chairman of Executive Management

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Chief Accountant

D. Azatyan





Statement of changes in equity
June 30, 2024
Converse Bank CSJC ,V. Sargsyan 26/1 st., Yerevan

In thousand Armenian drams	Share capital	Share premium	Statutory general reserve	Revaluation reserve of securities available for sale	Revaluation reserve of PPE	Retained earnings	Total
Balance as of January 1, 2023	19,947,633	63,233	8,848,182	(4,099,566)	3,669,287	34,346,235	62,775,004
Issue of share capital							-
Distribution to general reserve							-
Dividends to shareholders						(4,432,091)	(4,432,091)
Total Transactions with owners	-	-	-	-	-	(4,432,091)	(4,432,091)
Profit for the period						7,601,923	7,601,923
Other comprehensive income for the period				2,403,495		-	2,403,495
Total comprehensive income for the period	-	-	-	2,403,495	-	7,601,923	10,005,418
Depreciation of revaluation reserve	-	-	-	-	(48,558)	48,558	-
Balance as of June 30, 2023	19,947,633	63,233	8,848,182	(1,696,071)	3,620,729	37,564,625	68,348,331
Balance as of January 1, 2024 /audited/	19,947,633	63,233	8,848,182	(1,368,416)	3,572,171	44,634,929	75,697,732
Issue of share capital							-
Distribution to general reserve							-
Dividends to shareholders						(4,467,547)	(4,467,547)
Total Transactions with owners	-	-	-	-	-	(4,467,547)	(4,467,547)
Profit for the period						7,798,476	7,798,476
Other comprehensive income for the period				2,449,308		-	2,449,308
Total comprehensive income for the period	-	-	-	2,449,308	-	7,798,476	10,247,784
Depreciation of revaluation reserve	-	-	-	-	(48,558)	48,558	-
Balance as of June 30, 2024	19,947,633	63,233	8,848,182	1,080,892	3,523,613	48,014,416	81,477,969

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The main economical normatives

June 30, 2024

Converse Bank CSJC ,V. Sargsyan 26/1 st., Yerevan

In thousand Armenian drams	Actual	Limitations established by Central Bank	Number of break during quarter
1	2	3	4
Minimum statutory fund of the bank	19,947,633	1,000,000	no violation
Minimum total capital of the bank	74,422,704	30,000,000	no violation
N1.1 Tier 1 core capital/ Risk weighted assets	16.76%	6.20%	no violation
N1.2 Tier 1 capital/ Risk weighted assets	16.76%	8.30%	no violation
N1 Total capital/ Risk weighted assets	17.49%	11.00%	no violation
N2.1 High liquid assets/ Total assets	41.07%	15.00%	no violation
N2.11 High liquid assets/ Total assets for I group CCY	46.05%	4.00%	no violation
N2.2 High liquid assets/ Demand liabilities	113.22%	60.00%	no violation
N2.21 High liquid assets/ Demand liabilities for I group CCY	95.40%	10.00%	no violation
N23 High liquid assets/ Net cash outflow for all CCY	164.85%	100.00%	no violation
N23(FX) High liquid assets/ Net cash outflow for I group CCY	180.61%	100.00%	no violation
N24 Total Available Stable Funding/Total Required Stable Funding for all CCY	145.51%	100.00%	no violation
N24(FX) Total Available Stable Funding/Total Required Stable Funding for I	150.32%	100.00%	no violation
N3.1 Maximum risk on a single borrower	6.74%	20.00%	no violation
N3.2 Maximum risk on large-scale borrowers	9.79%	500.00%	no violation
N4.1 Maximum risk on bank related person	3.45%	5.00%	no violation
N4.2 Maximum risk on all bank related persons	10.68%	20.00%	no violation
N5.1 Maximum deviation of loan to value ratio(AMD)	X	10.00%	no violation
N5.2 Maximum deviation of loan to value ratio(Foreign currency)	1.81%	5.00%	no violation
	X	4.00%	no violation
for AMD		12%-in USD,6% -in AMD	
for USD		12%-in EUR, 6% -in AMD	
for EUR			
Foreign currency position /Total capital	1.09%	10.00%	no violation
for USD	X	7.00%	no violation
for EUR	X	7.00%	no violation
for RUB	0.17%	7.00%	no violation
other	X	X	no violation

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