

**STATEMENT OF FINANCIAL POSITION**  
as at December 31, 2016

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

in thousand Soms

	31 December 2016	31 December 2015
<b>ASSETS:</b>		
Cash	1 417 852	896 260
Correspondent account at National Bank of Kyrgyz Republic	1 465 109	1 404 570
Due and loans to banks	6 695 687	7 009 573
Security investments		
- held to maturity	51 741	-
- available-for-sale	104 690	-
Securities sold under agreement to repurchase	-	-
Gross Loans to customers	5 777 548	5 989 936
Minus: Impairment allowance	(215 887)	(298 768)
<b>Net loans to customers</b>	<b>5 561 661</b>	<b>5 691 168</b>
Property and equipment	347 155	355 230
Intangible assets	62 402	35 734
Others assets	422 667	208 527
<b>TOTAL ASSETS</b>	<b>16 128 964</b>	<b>15 601 062</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>LIABILITIES:</b>		
Deposits and balances from banks	11 973	3 960
Current accounts and deposits from customers	13 689 466	13 439 977
Other borrowed funds	495 924	403 187
Current tax liability	11 653	12 974
Deferred tax liability	7 790	11 425
Other liabilities	121 820	116 103
<b>TOTAL LIABILITIES</b>	<b>14 338 626</b>	<b>13 987 626</b>
<b>SHAREHOLDER'S EQUITY</b>		
Share capital	400 000	300 000
Additionally paid-in capital	1	1
Revaluation reserves for available-for-sale financial assets	590	-
Retained earnings	1 389 747	1 313 435
<b>TOTAL SHAREHOLDER'S EQUITY</b>	<b>1 790 338</b>	<b>1 613 436</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>16 128 964</b>	<b>15 601 062</b>

General Manager

Sevki Sarilar

Chief Accountant

Zulfiya Djakipova

**STATEMENT OF COMPREHENSIVE INCOME**  
as at December 31, 2016

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

in thousand Soms

	31 December 2016	31 December 2015
Interest income	895 939	986 175
Interest expenses	(321 291)	(265 722)
<b>NET INTEREST INCOME BEFORE PROVISION/RECOVERY OF PROVISION FOR IMPAIRMENT LOSSES ON INTEREST BEARING ASSETS</b>	<b>574 648</b>	<b>720 453</b>
(Provision) / Recovery of provision for impairment losses on interest bearing assets	57 346	(16 018)
<b>NET INTEREST INCOME</b>	<b>631 994</b>	<b>704 435</b>
Net gain on foreign exchange operations	151 729	165 980
Fee and commission income	286 552	261 983
Fee and commission expenses	(104 276)	(85 723)
Other income/expenses	9 796	7 874
<b>NET NON-INTEREST INCOME</b>	<b>343 801</b>	<b>350 114</b>
<b>OPERATING INCOME</b>	<b>975 795</b>	<b>1 054 549</b>
<b>OPERATING EXPENSES</b>	<b>(740 930)</b>	<b>(679 417)</b>
<b>PROFIT BEFORE PROVISION FOR IMPAIRMENT LOSSES ON OTHER TRANSACTIONS AND INCOME TAX</b>	<b>234 865</b>	<b>375 132</b>
Provision for impairment losses on other transactions	(38 086)	(34 721)
<b>PROFIT BEFORE INCOME TAX</b>	<b>196 779</b>	<b>340 411</b>
Income tax expenses	(20 467)	(41 273)
<b>NET PROFIT</b>	<b>176 312</b>	<b>299 138</b>
Net change in value of AFS	590	(344)
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>176 902</b>	<b>298 794</b>
<i>Earning per share</i>	<i>441</i>	<i>748</i>
<i>Dividends per share</i>	<i>-</i>	<i>-</i>

General Manager

Sevki Sarilar

Chief Accountant

Zulfiya Djakipova

**Statement of changes in equity  
as at December 31, 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	-	-	299 138	-	299 138
Net change in fair value of available-for -sale financial assets, net of income tax	-	-	-	(344)	(344)
<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	-	-	176 312	-	176 312
Net change in fair value of available-for -sale financial assets, net of income tax	-	-	-	590	590
<b>Balance as at December 31st, 2016</b>	<b>400 000</b>	<b>1</b>	<b>1 389 747</b>	<b>590</b>	<b>1 790 338</b>

General Manager

Sevki Sarilar

Chief Accountant

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**CASH FLOW STATEMENT**

as at December 31, 2016

**DEMIR KYRGYZ INTERNATIONAL BANK**

Bishkek, Chui Avenue 245

in thousand Soms

	31 December 2016	31 December 2015
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Interest receipts	905 968	953 373
Interest payments	(346 368)	(229 338)
Fee and commission receipts	286 552	261 983
Fee and commission payments	(104 276)	(85 723)
Net receipts from foreign exchange	156 251	181 143
Other income receipts	9 598	7 874
Other general administrative expenses payments	(716 149)	(589 086)
Cash inflows from operating activities before changes in operating assets and liabilities	191 576	500 226
<b>Changes in operating assets and liabilities</b>		
(Increase)/ decrease in operating assets		
Loans and advances to banks	(363 360)	(2 292 911)
Loans to customers	(305 950)	1 195 688
Reverse REPO agreements	-	-
Other assets	(66 348)	6 384
Increase/ (decrease) in operating liabilities		
Due to banks	8 845	(7 430)
Current accounts and deposits from customers	890 699	988 770
Other liabilities	32 865	(40 799)
Cash inflows / outflow from operating activities before income tax	388 327	349 928
Income tax paid	(25 423)	(29 940)
<b>Net cash inflow / outflow from operating activities</b>	<b>362 904</b>	<b>319 988</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of available-for-sale securities	(155 251)	-
Repayment of available-for-securities	-	61 280
Purchases of property and equipment and intangible assets	(106 460)	(153 072)
Sales of property and equipment and intangible assets	198	-
<b>Net cash inflow / outflows from investing activities</b>	<b>(261 513)</b>	<b>(91 792)</b>
<b>CASH FLOW FROM FINANCIAL ACTIVITIES</b>		
Dividends paid	-	-
Receipt of borrowed funds	252 116	30 050
Repayments of borrowed funds	(131 350)	(43 423)
<b>Net cash inflow / outflow from financial activities</b>	<b>120 766</b>	<b>(13 373)</b>
<b>Net increase / decrease in cash and cash equivalents</b>	<b>222 157</b>	<b>214 823</b>
Effect of changes in exchange rates on cash and cash equivalents	(186 416)	949 522
<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>6 425 447</b>	<b>6 389 706</b>

General Manager

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**NBKR Normatives IV quarter 2016  
as at December 31, 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%	17,0%						
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%	26,8%						
Maximum interbank placements to one related bank or group of related banks	not more than 15%	10,5%						
Capital Adequacy ratio	not less than 12%	17,6%						
Capital Tier 1 Adequacy ratio	not less than 6%	14,9%						
Leverage ratio	not less than 8%	11,3%						
Liquidity ratio	not less than 45%	52,1%						
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>1 825 650</u></td> <td>17,6%</td> </tr> <tr> <td><u>RWA</u></td> <td><u>10 402 477</u></td> <td></td> </tr> </table>	<u>Capital</u>	<u>1 825 650</u>	17,6%	<u>RWA</u>	<u>10 402 477</u>	
<u>Capital</u>	<u>1 825 650</u>	17,6%						
<u>RWA</u>	<u>10 402 477</u>							

General Manager

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