

STATEMENT OF FINANCIAL POSITION
as at June 30, 2020

DEMIR KYRGYZ INTERNATIONAL BANK
Bishkek, Chui Avenue 245

in thousand Soms

| | June 30, 2020 | December 31, 2019 | June 30, 2019 |
|---|-------------------|-------------------|-------------------|
| ASSETS: | | | |
| Cash | 1 669 285 | 1 626 870 | 1 167 969 |
| Correspondent account at National Bank of Kyrgyz Republic | 2 049 366 | 1 761 467 | 1 832 755 |
| Accounts and deposits with other banks and financial institutions | 8 844 492 | 7 424 171 | 7 640 830 |
| Loans and advances to banks and other financial institutions | 40 071 | 137 433 | 340 530 |
| Security investments | | | |
| - held to maturity | 1 642 200 | 1 701 976 | 964 779 |
| - available-for-sale | 71 847 | 417 760 | 49 784 |
| Securities sold under agreement to repurchase | 179 359 | - | 60 523 |
| Gross Loans to customers | 8 802 547 | 9 100 149 | 8 478 086 |
| Minus: Impairment allowance | (371 326) | (196 665) | (206 388) |
| Net loans to customers | 8 431 221 | 8 903 484 | 8 271 698 |
| Property and equipment | 302 625 | 311 902 | 290 428 |
| Intangible assets | 103 375 | 93 628 | 95 686 |
| Right-of-use asset | 95 645 | 109 146 | 130 409 |
| Others assets | 843 686 | 724 250 | 786 429 |
| TOTAL ASSETS | 24 273 172 | 23 212 087 | 21 631 820 |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | | |
| LIABILITIES: | | | |
| Deposits and balances from banks | 14 745 | 23 075 | 13 510 |
| Current accounts and deposits from customers | 20 130 718 | 19 349 454 | 18 082 540 |
| Loans from National Bank of Kyrgyz Republic | 150 616 | - | - |
| Other borrowed funds | 774 818 | 801 476 | 684 860 |
| Current tax liability | 10 082 | 12 328 | 23 358 |
| Deferred tax liability | 1 909 | 20 978 | 7 880 |
| Lease liability | 135 604 | 146 576 | 169 125 |
| Other liabilities | 291 885 | 164 002 | 218 759 |
| TOTAL LIABILITIES | 21 510 377 | 20 517 889 | 19 200 032 |
| SHAREHOLDER'S EQUITY | | | |
| Share capital | 600 000 | 600 000 | 600 000 |
| Additionally paid-in capital | 1 | 1 | 1 |
| Revaluation reserves for available-for-sale financial assets | 958 | 1 630 | 660 |
| Retained earnings | 2 161 836 | 2 092 567 | 1 831 127 |
| TOTAL SHAREHOLDER'S EQUITY | 2 762 795 | 2 694 198 | 2 431 788 |
| TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY | 24 273 172 | 23 212 087 | 21 631 820 |

For information:

| | | | |
|--|-----------|-----------|-----------|
| Regulatory Impairment allowance for Loans to customers (as per NBKR) | (250 075) | (218 495) | (210 184) |
| Regulatory Impairment allowance for Other financial assets (as per NBKR) | (9 816) | (4 236) | (5 333) |
| Regulatory Impairment allowance for Other assets (as per NBKR) | (199 858) | (196 295) | (170 500) |
| Retained earnings as per Regulatory reports | 2 141 133 | 1 970 063 | 1 765 715 |



Deputy General

Chief Accountant

Anastasiya Trofimushkina

Zulfiya Djakipova

STATEMENT OF COMPREHENSIVE INCOME
as at June 30, 2020

DEMIR KYRGYZ INTERNATIONAL BANK
Bishkek, Chui Avenue 245

in thousand Soms

| | June 30, 2020 | December 31, 2019 | June 30, 2019 |
|--|------------------|-------------------|------------------|
| Interest income | 639 329 | 1 332 096 | 648 660 |
| Interest expenses | (165 683) | (302 118) | (140 086) |
| NET INTEREST INCOME BEFORE PROVISION/RECOVERY OF PROVISION FOR IMPAIRMENT LOSSES ON INTEREST BEARING ASSETS | 473 646 | 1 029 978 | 508 574 |
| Provision for impairment losses on interest bearing assets | (166 363) | (30 949) | (35 846) |
| NET INTEREST INCOME | 307 283 | 999 029 | 472 728 |
| Net gain on foreign exchange operations | 196 426 | 183 529 | 85 602 |
| Fee and commission income | 228 127 | 501 969 | 229 303 |
| Fee and commission expenses | (159 934) | (256 198) | (105 484) |
| Other income | 1 560 | 22 319 | 556 |
| NET NON-INTEREST INCOME | 266 179 | 451 619 | 209 977 |
| OPERATING INCOME | 573 462 | 1 450 648 | 682 705 |
| OPERATING EXPENSES | (507 742) | (963 945) | (468 911) |
| PROFIT BEFORE PROVISION FOR IMPAIRMENT LOSSES ON OTHER TRANSACTIONS AND INCOME TAX | 65 720 | 486 703 | 213 794 |
| (Provision) / Recovery of provision for impairment losses on other transactions | 5 711 | (22 555) | (47 882) |
| PROFIT BEFORE INCOME TAX | 71 431 | 464 148 | 165 912 |
| Income tax expenses | (2 162) | (52 148) | (15 352) |
| NET PROFIT | 69 269 | 412 000 | 150 560 |
| Net change in value of AFS | (672) | 1 539 | 569 |
| TOTAL COMPREHENSIVE INCOME | 68 597 | 413 539 | 151 129 |
| <i>Earning per share, KGS</i> | <i>115</i> | <i>687</i> | <i>251</i> |

For information:

| | | | |
|---|---------|---------|---------|
| <i>Net Profit as per Regulatory reports</i> | 171 070 | 387 035 | 182 687 |
|---|---------|---------|---------|

Deputy General Manager

Anastasiya Trofimushkina

Chief Accountant

Zulfiya Djakipova



**NBKR Normatives
as at June 30, 2020**

DEMIR KYRGYZ INTERNATIONAL BANK
Bishkek, Chui Avenue 245

| Normatives & Requirements Definition | Limit | Actual |
|---|--------------------|----------------|
| Maximum single exposure risk | not more than 20% | 15,4% |
| Maximum single exposure to one related party or group of related parties risk | not more than 15% | 0,3% |
| Maximum interbank placements risk | not more than 30% | 22,8% |
| Maximum interbank placements to one related bank or group of related banks | not more than 15% | 0,9% |
| Capital Adequacy ratio | not less than 12% | 17,8% |
| Capital Tier 1 Adequacy ratio | not less than 6% | 16,1% |
| Base Capital Tier 1 Adequacy ratio | not less than 4,5% | 16,1% |
| Leverage ratio | not less than 8% | 11,2% |
| Liquidity ratio | not less than 45% | 53,5% |
| 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 24% | 17,8% |
| 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 |

Deputy General Manager/COO

Anastasiya Trofimushkina

Chief Accountant



Zulfija Djakipova

CASH FLOW STATEMENT

as at June 30, 2020

DEMIR KYRGYZ INTERNATIONAL BANK
Bishkek, Chui Avenue 245

in thousand Soms

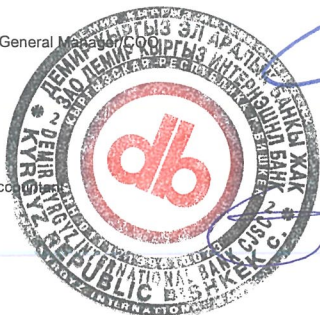
| | June 30, 2020 | June 30, 2019 |
|---|-------------------|------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES: | | |
| Interest receipts | 512 042 | 646 036 |
| Interest payments | (148 106) | (132 932) |
| Fee and commission receipts | 225 753 | 229 303 |
| Fee and commission payments | (159 934) | (105 484) |
| Net receipts from foreign exchange | 161 144 | 89 249 |
| Other income receipts | 1 882 | 593 |
| Other general administrative expenses payments | (376 466) | (209 254) |
| Cash inflows from operating activities before changes in operating assets and liabilities | 216 315 | 517 511 |
| Changes in operating assets and liabilities | | |
| (Increase)/ decrease in operating assets | | |
| Loans and advances to banks | (1 026 635) | (67 690) |
| Loans to customers | 25 036 | (235 190) |
| Reverse REPO agreements | (179 299) | (60 541) |
| Other assets | (126 566) | (93 515) |
| Increase/ (decrease) in operating liabilities | | |
| Due to banks | (7 572) | (25 103) |
| Current accounts and deposits from customers | 1 771 127 | 1 409 021 |
| Other liabilities | 118 637 | (143 890) |
| Cash inflow from operating activities before income tax | 791 043 | 1 300 603 |
| Income tax paid | (23 478) | (20 006) |
| Net cash inflow from operating activities | 767 565 | 1 280 597 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchases of available-for-sale financial assets and investments in securities | (231 924) | (127 533) |
| Repayment of available-for-sale financial assets | 315 281 | 243 473 |
| Purchases of property and equipment and intangible assets | (64 973) | (56 972) |
| Sales of property and equipment and intangible assets | - | (27 576) |
| Net cash inflows from investing activities | 18 384 | 31 392 |
| CASH FLOW FROM FINANCIAL ACTIVITIES | | |
| Receipt of borrowed funds | 224 197 | 178 896 |
| Repayments of borrowed funds | (65 353) | (81 226) |
| Repayment of Lease liabilities | (36 718) | - |
| Net cash inflow from financial activities | 122 126 | 97 670 |
| Net increase in cash and cash equivalents | 908 075 | 1 409 659 |
| Effect of changes in exchange rates on cash and cash equivalents | (388 996) | (35 257) |
| Cash and cash equivalents at the beginning of the period | 10 178 197 | 8 304 884 |
| Effect of changes in ECL on cash and cash equivalents | 2 766 | - |
| Cash and cash equivalents at the end of the period | 10 700 042 | 9 679 286 |

Deputy General Manager

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Chief Accountant

Zulfiya Djakipova



Statement of changes in equity
as at June 30, 2020

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 |
|--|---------------|-------------------------------|----------------------|---|--------------|
| Balance as at December 31st, 2018 | 600 000 | 1 | 1 719 405 | 91 | 2 319 497 |
| Adjustment on initial application of IFRS 16, net of tax | - | - | (38 838) | 0 | (38 838) |
| Balance as at January 1st, 2019 | 600 000 | 1 | 1 680 567 | 91 | 2 280 659 |
| Net Profit | - | - | 150 560 | - | 150 560 |
| Other comprehensive income: Net change in fair value of available-for-sale financial assets, net of income tax | - | - | - | 569 | 569 |
| Balance as at June 30th, 2019 | 600 000 | 1 | 1 831 127 | 660 | 2 431 788 |
| Net Profit | - | - | 261 440 | - | 261 440 |
| Other comprehensive income: Net change in fair value of available-for-sale financial assets, net of income tax | - | - | - | 970 | 970 |
| Balance as at December 31st, 2019 | 600 000 | 1 | 2 092 567 | 1 630 | 2 694 198 |
| Net Profit | - | - | 69 269 | - | 69 269 |
| Other comprehensive income: Net change in fair value of available-for-sale financial assets, net of income tax | - | - | - | (672) | (672) |
| Balance as at June 30th, 2020 | 600 000 | 1 | 2 161 836 | 958 | 2 762 795 |

Deputy General Manager/COO

Anastasiya Trofimushkina

Chief Accountant

Zulfiya Djakipova

