

CJSC "Kyrgyz Investment and Credit Bank"

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 30 September 2017 (inclusive)

KGS '000

	30.09.2018	30.09.2017	31.12.2017
<b>ASSETS</b>			
Cash	1 463 088	1 176 820	1 212 455
Due from National Bank of Kyrgyz Republic	2 935 805	3 017 767	4 312 690
Due from banks	4 573 410	3 861 929	5 894 756
Provisions for losses on due from banks	(8 313)	0	(11 014)
Due from banks, net	4 565 097	3 861 929	5 883 742
Held to maturity securities	5 750 238	4 528 787	5 271 247
Amounts receivable under reverse repurchase agreements	0	60 470	118 573
Loans to banks and other financial institutions	93 947	20 788	13 738
Provisions for losses on loans to banks and other financial institutions*	(1 900)	(431)	(289)
Loans to banks and other financial institutions, net	92 047	20 357	13 449
Loans to customers	11 595 132	9 850 068	9 324 527
Provisions for losses on loans to customers**	(887 185)	(914 102)	(811 857)
Loans to customers, net	10 707 946	8 935 965	8 512 669
Fixed assets	661 499	611 282	649 788
Intangible assets	147 197	140 196	159 140
Investments in associate	168 626	127 887	133 358
Provisions on accrued interest on loans to customers and banks***	(54 297)	(66 267)	(54 626)
Other assets	1 168 718	897 386	924 666
<b>Total assets</b>	<b>27 605 964</b>	<b>23 312 578</b>	<b>27 137 153</b>
<b>LIABILITIES</b>			
Deposits and balances from banks and other financial institutions	318 202	265 281	306 296
Current accounts and deposits from customers	18 354 379	14 905 922	18 079 189
Current accounts and deposits of Government Agencies and local authorities of KR	910 390	785 274	907 566
Loans payable to National Bank of Kyrgyz Republic	857 790	856 762	856 762
Other borrowed funds	1 196 749	1 272 279	1 388 428
Subordinated Debt	106 391	111 726	111 617
Debt securities issued	283 114	99 466	217 562
Income tax payable	8 546	1 656	8 704
Other liabilities	938 671	752 652	854 814
<b>Total liabilities</b>	<b>22 974 232</b>	<b>19 051 019</b>	<b>22 730 938</b>
<b>SHAREHOLDERS' FUNDS</b>			
Share capital	1 212 353	1 201 524	1 204 691
Share premium	34 292	33 986	34 076
Retained earnings and other reserves	3 002 300	2 741 115	2 748 328
Current year income/ loss	252 988	160 236	294 818
Cumulative translation reserve	(33 544)	(24 515)	(24 905)
<b>Total equity attributable to Group shareholders</b>	<b>4 468 390</b>	<b>4 112 346</b>	<b>4 257 009</b>
Non-controlling interest	163 343	149 213	149 206
<b>Total equity</b>	<b>4 631 733</b>	<b>4 261 559</b>	<b>4 406 215</b>
<b>Total liabilities and equity</b>	<b>27 605 964</b>	<b>23 312 578</b>	<b>27 137 153</b>

Provisions based on NBKR requirements:

\* for losses on loans to banks and other financial institutions

\*\* for losses on loans to customers

\*\*\* on accrued interest on loans to customers and banks

(1 900)	(431)	(289)
(887 185)	(914 102)	(811 857)
(54 297)	(66 267)	(54 626)

Chief accountant

Cholpon Suvanbekova

Chief Finance Officer

Gulnara Shamshieva

Chief Executive Officer

Kwang Young Choi



Financial report of CJSC 'Kyrgyz Investment and Credit Bank', as well as its appendixes can be obtained in Head Office, branches and sub-branches of CJSC 'Kyrgyz Investment and Credit Bank'.

Registered address of Head Office: 720040, Bishkek, Erkindik blvd., 21

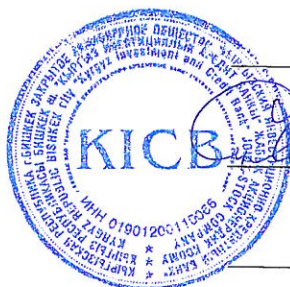
CJSC "Kyrgyz Investment and Credit Bank"

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
as at 30 September 2017 (inclusive)

KGS '000

	30.09.2018	30.09.2017
Interest income	1 346 627	1 291 601
Interest expense	(565 954)	(560 641)
Net interest income before impairment losses on interest bearing assets	780 674	730 961
Impairment losses on interest bearing assets	(72 022)	55 880
<b>Net interest income</b>	<b>708 651</b>	<b>786 841</b>
Fee and comission income	257 763	227 545
Fee and comission expense	(111 786)	(91 355)
Net foreign exchange income	137 627	143 557
Share of profit in associate	28 639	20 261
Other operating income	62 901	31 110
Impairment losses on other transactions	42 504	(178 492)
<b>Net non-interest income</b>	<b>417 649</b>	<b>152 627</b>
Reserves for non-income taxes		
<b>Operating income</b>	<b>1 126 300</b>	<b>939 467</b>
Operating expense	(844 926)	(747 830)
<b>Operating profit</b>	<b>281 374</b>	<b>191 638</b>
Other non-operating income and expense		
<b>Profit before income tax</b>	<b>281 374</b>	<b>191 638</b>
Income tax expense	(18 950)	(21 499)
<b>Profit for the period</b>	<b>262 424</b>	<b>170 139</b>
Foreign currency translation differences	(9 558)	(7 700)
<b>Total comprehensive income for the period</b>	<b>252 867</b>	<b>162 439</b>
Profit attributable to:		
Equity holders of the Group	252 988	160 236
Non-controlling interest	9 436	9 903
	<b>262 424</b>	<b>170 139</b>
Total comprehensive income attributable to:		
Equity holders of the Group	244 496	151 371
Non-controlling interest	8 370	11 067
	<b>252 867</b>	<b>162 439</b>
For information:		
Profir per share of Equity holders of the Group	1,4	0,9

Chief accountant



*[Signature]*

Cholpon Suvanbekova

Chief Finance Officer

*[Signature]*

Gulnara Shamshieva

Chief Executive Officer

*[Signature]*

Kwang Young Choi

*[Signature]*

CJSC "Kyrgyz Investment and Credit Bank"

CONSOLIDATED STATEMENT OF CASH FLOWS

as at 30 September 2017 (inclusive)

KGS '000

	30.09.2018	30.09.2017
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Interest receipts	1 352 592	1 286 456
Interest payments	(547 278)	(524 458)
Fee and commission receipts	253 863	222 904
Fee and commission payments	(157 775)	(98 844)
Net receipts from foreign exchange	142 324	150 541
Other income receipts	66 822	34 343
General and other administrative expenses	(741 946)	(621 009)
<b>(Increase)/decrease in operating assets</b>		
Reverse repurchase agreements	119 363	(60 480)
Loans to customers	(2 348 717)	(679 794)
Other assets	(216 079)	(26 760)
<b>Increase/(decrease) in operating liabilities</b>		
Deposits and balances from banks and other financial institutions	12 441	113 202
Current accounts and deposits from customers	548 872	(977 486)
Other liabilities	166 153	(28 224)
<b>Net cash from/(used in) operating activities before income tax paid</b>	<b>(1 349 366)</b>	<b>(1 209 608)</b>
Income tax paid	(36 823)	(5 770)
<b>Cash flows from/(used in) operations</b>	<b>(1 386 189)</b>	<b>(1 215 378)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Receipt of dividends from associated companies	5 690	0
Repayment of investments in securities	(26 405 684)	(29 232 135)
Purchases of property, equipment and intangible assets	25 943 654	26 546 454
Proceeds on sale of property, equipment and intangible assets	(98 436)	(100 426)
<b>Cash flows from investing activities</b>	<b>(554 775)</b>	<b>(2 786 107)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Placement of debt securities issued	65 994	0
Redemption of debt securities issued	(213)	(178 325)
Repayment of subordinated debt	(2 523)	(2 058)
Receipt of other borrowed funds	604 163	1 264 749
Repayment of other borrowed funds	(801 847)	(1 928 797)
Dividends paid	(56 315)	0
<b>Cash flows (used in)/from financing activities</b>	<b>(190 742)</b>	<b>(844 431)</b>
<b>Net increase in cash and cash equivalents</b>	<b>(2 131 706)</b>	<b>(4 845 917)</b>
Effect of changes in exchange rates on cash and cash equivalents	(315 892)	(43 964)
Cash and cash equivalents at the beginning of the year	11 419 901	12 946 397
<b>Cash and cash equivalents at the end of the period</b>	<b>8 972 303</b>	<b>8 056 516</b>

Chief accountant



Cholpon Suvanbekova

Chief Finance Officer

Gulnara Shamshieva

Chief Executive Officer

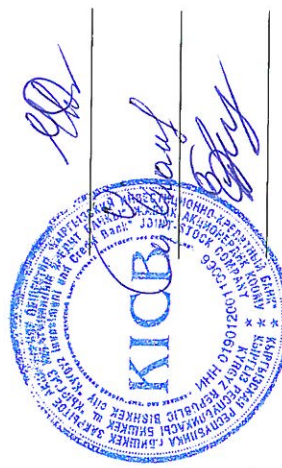
Kwang Young Choi

CJSC "Kyrgyz Investment and Credit Bank"

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
as at 30 September 2017 (inclusive)

KGS '000

	Share capital	Share premium	Retained earning and other reserves for general banking risks	Cumulative translation reserve	Total equity attributable to Group shareholders	Non-controlling interest	Total
<b>December 31, 2016</b>	1 211 527	34 269	2 758 770	(15 781)	3 988 784	139 344	4 128 128
Total comprehensive income	0	0	160 236	0	160 236	0	160 236
Foreign currency translation differences	(10 003)	(283)	(17 654)	(8 733)	(36 673)	(34)	(36 708)
Non-controlling interest	0	0	0	0	0	9 903	9 903
Dividends paid	0	0	0	0	0	0	0
<b>March 31, 2017</b>	1 201 524	33 986	2 901 351	(24 515)	4 112 346	149 213	4 261 559
<b>December 31, 2017</b>	1 204 691	34 076	3 043 147	(24 905)	4 257 009	149 206	4 406 215
Total comprehensive income	0	0	252 988	0	252 988	0	252 988
Foreign currency translation differences	7 662	217	(40 846)	(8 639)	(41 608)	4 701	(36 907)
Non-controlling interest	0	0	0	0	0	9 436	9 436
Dividends paid	0	0	0	0	0	0	0
<b>March 31, 2018</b>	1 212 353	34 292	3 255 289	(33 544)	4 468 390	163 343	4 631 733



Chief accountant

Chief Finance Officer

Chief Executive Officer

Cholpon Suvanbekova

Guinara Shamschieva

Kwang Young Choi

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CJSC "Kyrgyz Investment and Credit Bank"

INFORMATION ON COMPLIANCE WITH ECONOMIC STANDARDS  
as at 30 September 2017 (inclusive)

Title of economic standards and requirements	Specified value of the ratios	The actual value of the ratios
Maximum single exposure risk (K1.1)	not more than 20%	11,3%
Maximum single exposure to one related party or group of related parties risk (K1.2)	not more than 15%	0,3%
Maximum interbank placements risk (K1.3)	not more than 30%	2,8%
Maximum interbank placements to one related bank or group of related banks (K1.4)	not more than 15%	9,6%
Capital Adequacy ratio (K2.1)	not less than 12%	28,1%
Capital Tier 1 Adequacy ratio (K2.2)	not less than 6%	26,5%
Leverage ratio (K2.3)	not less than 8%	15,5%
Liquidity ratio (K3.1)	not less than 45%	70,9%
Total number of days with violation of open long FX position (K4.2)	not more than 10%	0
Total number of days with violation of open short FX position (K4.3)	not more than 10%	0
Capital buffer	not less than 20%	28,1%
Total number of days with violation of open long FX position in precious metals (K4.5)	not more than 20%	not applicable
Total number of days with violation of open short FX position in precious metals (K4.6)	not more than 20%	not applicable

Chief accountant



Cholpon Suvanbekova

Chief Finance Officer

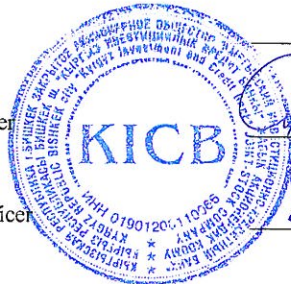


Gulnara Shamshieva

Chief Executive Officer



Kwang Young Choi




Appendix 2 to the financial statements of CJSC "Kyrgyz Investment and Credit Bank"

List of parties who have significant (direct or indirect) influence with decisions made by management of the bank

Full name: CJSC "Kyrgyz Investment and Credit Bank"  
 Short name: CJSC KICB  
 Registered number: 01901200110066  
 Postal address: 720040, Erkindik blvd., 21

Shareholders who have more than 5% of shares			Parties who have indirect (through the third parties) significant influence with	Relations between shareholders and parties who have indirect (through the third parties) significant influence with
#	Full or short name of legal entities together with actual or registered office address	Shares		
1	2	3	4	5
1	Aga Khan Foundation of Economic Development (AKFED), Avenue de la Paix 1-3, PO.Box 2067, 1211 Geneva 2, Switzerland	36,001%	-	-
2	Habib Bank Ltd (HBL), 03-Habib Bank Plaza, I.I. Chundrigar Road, Karachi - 75650, Pakistan	18,000%	-	-
3	Deutsche Investitions- und Entwicklungsgesellschaft (DEG), Kammergasse 22, 50676 Koeln, Postfach 10 09 61 Federal Republic of Germany	12,000%	-	-
4	European Bank for Reconstruction and Development (EBRD), One Exchange Square, EC2A 2JN, London, Great Britain	11,999%	-	-
5	International Finance Corporation (IFC), 2121 Pennsylvania Avenue, N.W. Washington, D.C. 20433, USA	12,000%	-	-
6	Kyrgyz Republic (KR) Kyrgyz Republic, 720017, Bishkek, Moskovskaya str., 151	10,000%	-	-

Chief accountant



Cholpon Suvanbekova

Chief Finance Officer

Gulnara Shamshieva

Chief Executive Officer

Kwang Young Choi

**Appendix 3 to the financial statements of CJSC "Kyrgyz Investment and Credit Bank"**

**Information about the subsidiaries, their shareholders and parties, who have significant (direct or indirect) influence with decisions made by management board of subsidiary companies of the group**

Full name of the Parent company of the group: CJSC "Kyrgyz Investment and Credit Bank"  
 Short name of the Parent company of the group: CJSC KICB  
 Register number of the Parent company of the group: 01901200110066  
 Postal address of the Parent company of the group: 720040, Erkindik blvd., 21

#	Name of the subsidiary companies of the group (with actual and registered addresses)	Name and partnership share of shareholder of subsidiary company of the group	Parent company's share in equity capital of subsidiary company	Subsidiary company's share in equity capital of the Parent company	Name and partnership share of the Parent Company's shareholders in equity capital of the subsidiary company	Relations between shareholders of the Parent and subsidiary companies and parties who have significant (direct or indirect) influence with decisions made by management board of subsidiary companies of the group
1	2	3	4	5	6	7
1	CJSC 'Jubilee Kyrgyzstan Insurance Company', Bishkek, Zhukeev-Pudovkin str., 44/1	-	51%	-	Aga Khan Foundation of Economic Development (AKFED) - 36.001%	-
2					Habib Bank Ltd (HBL) - 18.000%	
3					Deutsche Investitions- und Entwicklungsgesellschaft (DEG) - 12.000%	
4					European Bank for Reconstruction and Development (EBRD) - 11.999%	
5					International Finance Corporation (IFC) - 12.000%	
6					Kyrgyz Republic (KR) - 10.000%	



Chief accountant: Cholpon Suvanbekova

Chief Finance Officer: Gulnara Shamshieva

Chief Executive Officer: Kwang Young Choi

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**Appendix 4 to the financial statements of CJSC "Kyrgyz Investment and Credit Bank"**

**Information about the associates, their shareholders and parties, who have significant (direct or indirect) influence with decisions made by management board of associated companies of the group**

Full name of the Parent company of the group: CJSC "Kyrgyz Investment and Credit Bank"  
 Short name of the Parent company of the group: CJSC KICB  
 Register number of the Parent company of the group: 01901200110066  
 Postal address of the Parent company of the group: 720040, Erkindik blvd., 21

#	Name of the associated companies of the group (with actual and registered addresses)	Name and partnership share of shareholder of associated company of the group	Parent company's share in equity capital of associated company	Associated company's share in equity capital of the Parent company	Name and partnership share of the Parent Company's shareholders in equity capital of the associated company	Relations between shareholders of the Parent and associated companies and parties who have significant (direct or indirect) influence with decisions made by management board of associated companies of the group
1	2	3	4	5	6	7
1	CJSC 'Interbank Processing Centre', Bishkek, Auezov str., 1/2	-	34,34%	-	Aga Khan Foundation of Economic Development (AKFED) - 36.001% Habib Bank Ltd (HBL) - 18.000%	-
2					Deutsche Investitions- und Entwicklungsgesellschaft (DEG) - 12.000%	-
3					European Bank for Reconstruction and Development (EBRD) - 11.999%	-
4					International Finance Corporation (IFC) - 12.000%	-
5					Kyrgyz Republic (KR) - 10.000%	-
6						



Chief accountant

Cholpon Suvanbekova

Chief Finance Officer

Gulnara Shamshieva

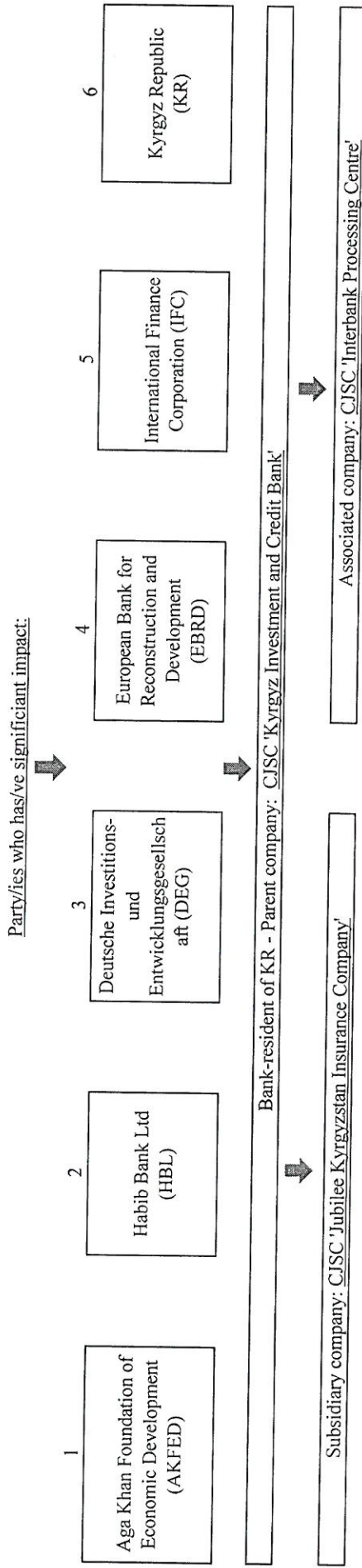
Chief Executive Officer

Kwang Young Choi

Appendix 5 to the financial statements of CJSC "Kyrgyz Investment and Credit Bank"

Information about the structure of the group of companies

Name of the parent company: CJSC 'Kyrgyz Investment and Credit Bank'  
as of 30 September 2018 (inclusive)



Chief accountant Cholpon Suvanbekova

Chief Finance Officer Gulnara Shamshieva

Chief Executive Officer Kwang Young Choi

## Appendix 1 to the financial statements of CJSC “Kyrgyz Investment and Credit Bank”

### Significant events related to the financial and operational activities and necessary to disclose as at 30 September 2018 (inclusive):

1. Information on all securities issued and placed by Bank during the reporting period – during the 3<sup>rd</sup> quarter of 2018 the Bank did not place bonds.
2. List of all major shareholders and shareholders – controlling shareholders and their shares – in Appendix 2 to the financial statements.
3. Changes in the list of parties who participate in management of the Bank (except general meeting of shareholders): Mr. Kurmanbekov Bakyt Obolbekovich ceased the membership in the Management Board of CJSC ‘KIKB’.
4. Changes in the rate of participation of persons belonging to the elected bodies of the Bank's management, the Bank's capital, as well as its subsidiaries and associated companies: changes are disclosed in paragraph 5.
5. Changes in the list of shareholders with shares more than 5%, and changes of shares of shareholders with shares more than 5% – no changes.
6. Changes in the list of entities in which the Bank owns more than 20 percent of the authorized capital – no changes.
7. The appearance in the Bank's registers of parties, who own more than 5 % of voting shares – no changes.
8. One-time transaction of the Bank, which is equal or more than 10 % of Bank's assets – no transactions.
9. The event (events) that were the reason of one-time increase or decrease Bank's assets by more than 10 % – no events.
10. The event (events) resulted one-time increase of net income or net loss of the Bank for more than 10 % – no events.
11. The reorganization of the Bank, its subsidiaries and associated companies – no changes.
12. Accrued and (or) paid interests on Bank's debt securities: in 3<sup>rd</sup> quarter of 2018 Bank accrued and paid interests on fourth and fifth issue bonds in total amount of KGS 9,760,379.
13. Decisions of general meetings: in 3<sup>rd</sup> quarter no meetings were held.
14. Redemption of securities issued by Bank in 3<sup>rd</sup> quarter of 2018: Bank made early redemption of 2,351 pcs of fourth and fifth issue bonds for total amount of KGS 2,351,000.
15. Other events required by normative legal acts of the authorized state body on regulation of securities market:

Event	Date of the event	Date and form of disclosure of the event
Payment of interests on 4 <sup>th</sup> and 5 <sup>th</sup> issue bonds of the Bank	17/09/2018	On 31 August 2018 Bank disclosed the information in “Erkin-Too” newspaper

Chief accountant

  
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Cholpon Suvanbekova

Chief Finance Officer

  
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Gulnara Shamshieva

Chief Executive Office

  
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Kwang Young Choi

