

CJSC "Kyrgyz Investment and Credit Bank"

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 March, 2017 (inclusive)

KGS '000

	31.03.2017	31.03.2016	31.12.2016
ASSETS			
Cash	1 023 388	1 212 537	1 187 798
Due from National Bank of Kyrgyz Republic	3 987 214	3 474 961	4 509 391
Due from banks	7 546 389	4 885 945	7 249 208
Held to maturity securities	2 639 670	656 682	1 853 258
Amounts receivable under reverse repurchase agreements	28 603	-	-
Loans to banks and other financial institutions	42 777	314 640	24 485
Provisions for losses on loans to banks and other financial institutions	(189)	(2 056)	(505)
Loans to banks and other financial institutions, net	42 588	312 584	23 980
Loans to customers	9 046 923	10 326 670	9 466 760
Provisions for losses on loans to customers	(889 512)	(835 576)	(964 227)
Loans to customers, net	8 157 411	9 491 094	8 502 534
Fixed assets	619 911	669 620	623 444
Intangible assets	135 891	111 474	140 811
Investments in associate	113 844	104 505	110 564
Other assets	772 323	712 591	659 386
Total assets	25 067 233	21 631 992	24 860 374
LIABILITIES			
Deposits and balances from banks and other financial institutions	283 948	559 336	148 635
Current accounts and deposits from customers	15 837 387	11 426 923	15 476 202
Current accounts and deposits of Government Agencies and local authorities of KR	1 539 063	626 859	1 266 849
Loans payable to National Bank of Kyrgyz Republic	649 762	858 242	644 855
Other borrowed funds	1 456 256	3 063 841	2 126 792
Subordinated Debt	103 746	116 204	102 630
Debt securities issued	330 006	261 496	276 655
Other liabilities	732 769	586 433	689 628
Total liabilities	20 932 937	17 499 334	20 732 246
SHAREHOLDERS' FUNDS			
Share capital	1 200 621	1 225 277	1 211 527
Share premium	33 960	34 658	34 269
Retained earnings and other reserves for general banking risks	2 733 982	2 742 743	2 648 813
Current year income/ loss	47 575	63 173	109 957
Cumulative translation reserve	(24 388)	(16 887)	(15 781)
Total equity attributable to Group shareholders	3 991 751	4 048 963	3 988 784
Non-controlling interest	142 546	83 695	139 344
Total equity	4 134 297	4 132 658	4 128 128
Total liabilities and equity	25 067 233	21 631 992	24 860 374

Chief Executive Officer

Kwang Young Choi

Chief Finance Officer

Mansoor Ali Halari

Chief accountant

Cholpon Suvanbekova



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 31 March, 2017 (inclusive)

KGS '000

	31.03.2017	31.03.2016
Interest income	428 068	445 955
Interest expense	(200 665)	(182 321)
Net interest income before impairment losses on interest bearing assets	227 403	263 634
Impairment losses on interest bearing assets	69 700	(33 614)
Net interest income	297 103	230 020
Fee and comission income	69 437	58 305
Fee and comission expense	(31 212)	(23 144)
Net foreign exchange income	38 466	44 796
Share of profit in associate	4 751	1 407
Other operating income	11 163	6 277
Impairment losses on other transactions	(99 098)	(2 234)
Net non-interest income	(6 494)	85 407
Reserves for non-income taxes		
Operating income	290 609	315 427
Operating expense	(234 168)	(247 284)
Operating profit	56 442	68 143
Other non-operating income and expense		
Profit before income tax	56 442	68 143
Income tax expense	(5 648)	(7 453)
Profit for the period	50 794	60 690
Foreign currency translation differences	(7 464)	12 150
Total comprehensive income for the period	43 329	72 840
Profit attributable to:		
Equity holders of the Group	47 575	63 173
Non-controlling interest	3 219	(2 482)
	50 794	60 690
Total comprehensive income attributable to:		
Equity holders of the Group	38 857	68 632
Non-controlling interest	4 473	4 209
	43 329	72 840

Chief Executive Officer

Chief Finance Officer

Chief accountant



Kwang Young Choi

Mansoor Ali Halari

Cholpon Suvanbekova

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CJSC "Kyrgyz Investment and Credit Bank"

CONSOLIDATED STATEMENT OF CASH FLOWS

as at 31 March, 2017 (inclusive)

KGS '000

	31.03.2017	31.03.2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest receipts	455 392	416 343
Interest payments	(164 178)	(167 100)
Fee and commission receipts	67 700	58 488
Fee and commission payments	(34 219)	(24 292)
Net receipts from foreign exchange	40 362	42 564
Other income receipts	12 142	6 926
General and other administrative expenses	(175 523)	(235 837)
(Increase)/decrease in operating assets		
Reverse repurchase agreements	(28 378)	-
Loans to customers	103 860	560 846
Other assets	6 822	258 944
Increase/(decrease) in operating liabilities		
Deposits and balances from banks and other financial institutions	134 562	(483 426)
Current accounts and deposits from customers	645 703	(2 076 607)
Other liabilities	(11 130)	94 989
Net cash from/(used in) operating activities before income tax paid	1 053 116	(1 548 162)
Income tax paid	(1 715)	655
Cash flows from/(used in) operations	1 051 401	(1 547 507)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments in securities	(9 267 554)	(547 860)
Repayment of investments in securities	8 487 424	701 192
Purchases of property, equipment and intangible assets	(33 667)	(6 142)
Proceeds on sale of property, equipment and intangible assets	-	-
Cash flows from investing activities	(813 797)	147 190
CASH FLOWS FROM FINANCING ACTIVITIES		
Placement of debt securities issued	52 306	125 810
Redemption of debt securities issued	-	-
Repayment of subordinated debt	-	-
Receipt of other borrowed funds	325 570	1 047 253
Repayment of other borrowed funds	(997 010)	(718 646)
Dividends paid	-	-
Cash flows (used in)/from financing activities	(619 133)	454 418
Net increase in cash and cash equivalents	(381 529)	(945 899)
Effect of changes in exchange rates on cash and cash equivalents	(7 877)	(1 168 862)
Cash and cash equivalents at the beginning of the year	12 946 397	11 688 203
Cash and cash equivalents at the end of the period	12 556 990	9 573 442

Chief Executive Officer

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Chief Finance Officer

Mansoor Ali Halari

Chief accountant

Cholpon Suvanbekova



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CJSC "Kyrgyz Investment and Credit Bank"

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

as at 31 March, 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
December 31, 2015	1 328 238	37 570	2 972 527	(19 459)	4 318 876	81 978	4 400 854
Total comprehensive income	-	-	63 173	-	63 173	-	63 173
Foreign currency translation differences	(102 961)	(2 912)	(229 785)	2 572	(333 086)	4 200	(328 886)
Non-controlling interest	-	-	-	-	-	(2 482)	(2 482)
Dividends paid	-	-	-	-	-	-	-
March 31, 2016	1 225 277	34 658	2 805 916	(16 887)	4 048 963	83 695	4 132 658
December 31, 2016	1 211 527	34 269	2 758 770	(15 781)	3 988 784	139 344	4 128 128
Total comprehensive income	-	-	47 575	-	47 575	-	47 575
Foreign currency translation differences	(10 906)	(308)	(24 787)	(8 606)	(44 608)	(17)	(44 625)
Non-controlling interest	-	-	-	-	-	3 219	3 219
Dividends paid	-	-	-	-	-	-	-
March 31, 2017	1 200 621	33 960	2 781 557	(24 388)	3 991 751	142 546	4 134 297

Chief Executive Officer

Kwang Young Choi

Chief Finance Officer

Mansoor Ali Halari

Chief accountant

Cholpon Suvanbekova



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CJSC "Kyrgyz Investment and Credit Bank"

**INFORMATION ON COMPLIANCE WITH ECONOMIC STANDARDS
as at 31 March, 2017 (inclusive)**

Title of economic standards and requirements	Ratios	Specified value of ratios	The actual value of ratios
Maximum single exposure risk	K1.1	not more than 20%	11,2%
Maximum single exposure to one related party or group of related parties risk	K1.2	not more than 15%	0,0%
Maximum interbank placements risk	K1.3	not more than 30%	6,6%
Maximum interbank placements to one related bank or group of related banks	K1.4	not more than 15%	12,8%
Capital Adequacy ratio	K2.1	not less than 12%	27,4%
Capital Tier 1 Adequacy ratio	K2.2	not less than 6%	26,0%
Leverage ratio	K2.3	not less than 8%	15,9%
Liquidity ratio	K3	not less than 45%	78,0%
Total number of days with violation of open long FX position	K4.2	not more than 10%	-
Total number of days with violation of open short FX position	K4.3	not more than 10%	-
Capital buffer		not less than 20%	27,4%

Chief Executive Officer



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Kwang Young Choi

Chief Finance Officer

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Mansoor Ali Halari

Chief accountant

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Cholpon Suvanbekova

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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 01 April 2017:

1. Information on all securities issued and placed by Bank during the reporting period – during the 1st quarter of 2017 Bank has placed 60,829 copies of bonds in the amount of KGS 60,829,000.
2. List of all major shareholders and shareholders – controlling shareholders and their shares – in Appendix 2 to the financial statements.
3. Changes in list of parties who participate in management of the Bank (except general meeting of shareholders) – no changes.
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 – no changes.
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 1st quarter of 2017 were accrued and paid interests on second, third and fourth issue bonds in total amount of KGS 11,623,505.
13. Redemption of securities issued by Bank – no redemption.
14. 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
Appearance in the issuer's register of a party holding more than 5% of the total number of issued bonds	14/02/2017	On February 16, 2017, Bank sent a notification on material event to the State Finance Supervision Agency of KR
Payment of interests on 2 nd , 3 rd and 4 th issue bonds of the Bank	16/03/2017	On February 28, 2017, Bank disclosed the information in newspaper "Erkin-Too"
Record of the results of the 4 th issue and placement of KICB bonds in the Unified State Register of securities in the Kyrgyz Republic	23/03/2017	On March 28, 2017, Bank disclosed the information in newspaper "Erkin-Too" and sent the notification letter to Kyrgyz Stock Market.

Chief Executive Office

Kwang Young Choi

Chief Finance Officer

Mansoor Ali Halari

Chief accountant

Cholpon Suvanbekova



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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	21.001%	-	-
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	17.000%	-	-
4	European Bank for Reconstruction and Development (EBRD), One Exchange Square, EC2A 2JN, London, Great Britain	16.999%	-	-
5	International Finance Corporation (IFC), 2121 Pennsylvania Avenue, N.W. Washington, D.C. 20433, USA	17.000%	-	-
6	Kyrgyz Republic (KR) Kyrgyz Republic, 720017, Bishkek, Moskovskaya str., 151	10.000%	-	-

Chief Executive

Kwang Young Choi

Chief Finance

Mansoor Ali Halari

Chief accountant

Cholpon Suvanbekova



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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, Zhukov-Pudovkin str., 44/1	-	51%	-	Aga Khan Foundation of Economic Development (AKFED) - 21.001%	-
2				-	Habib Bank Ltd (HBL) - 18.000% Deutsche Investitions- und Entwicklungsgesellschaft (DEG) - 17.000%	-
3				-	European Bank for Reconstruction and Development (EBRD) - 16.999% International Finance Corporation (IFC) - 17.000%	-
4				-		-
5				-		-
6				-	Kyrgyz Republic (KR) - 10.000%	-



Chief Executive Officer

Chief Finance Officer

Chief accountant

Kwang Young Choi

Mansoor Ali Halari

Cholpon Suvanbekova

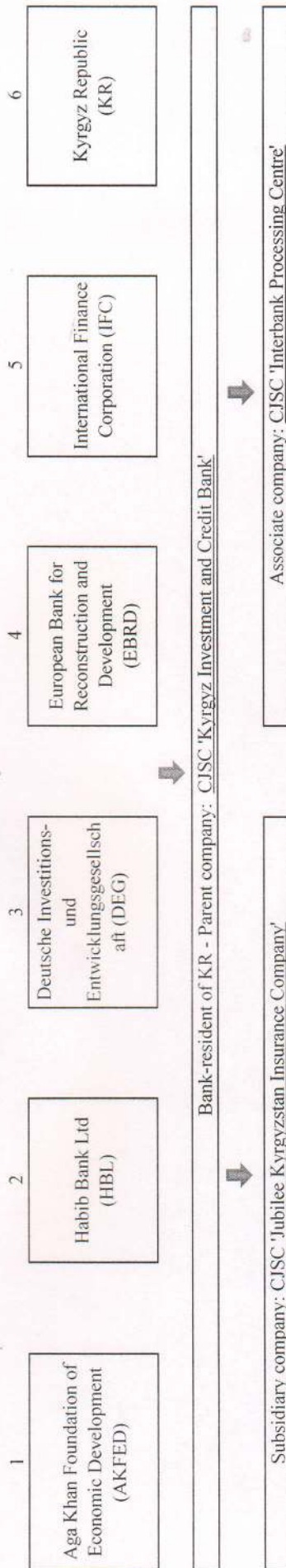
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Appendix 4 to the financial statements of CJSC "Kyrgyz Investment and Credit Bank"

Information about the structure of the group of companies

Name of the parent company: CJSC "Kyrgyz Investment and Credit Bank"
as of March 31, 2017 (inclusive)

Party/ies who has/ve significant impact:



Chief Executive Officer: Kwang Young Choi

Chief Finance Officer: Mansoor Ali Halari

Chief accountant: Cholpon Suvanbekova

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