

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

Handwritten signature

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



Kwang Young Choi

Chief Finance Officer

Mansoor Ali Halari

Chief accountant

Cholpon Suvanbekova

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

Kwang Young Choi

Chief Finance Officer

Mansoor Ali Halari

Chief accountant

Cholpon Suvanbekova



Handwritten signature

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



Handwritten signature

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



[Handwritten signature]

Kwang Young Choi

Chief Finance Officer

[Handwritten signature]

Mansoor Ali Halari

Chief accountant

[Handwritten signature]

Cholpon Suvanbekova

[Handwritten signature]

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



A handwritten signature in blue ink, likely belonging to one of the signatories mentioned in the table above.

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 adress | 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 Officer



[Handwritten signature]

Kwang Young Choi

Chief Finance Officer

[Handwritten signature]

Mansoor Ali Halari

Chief accountant

[Handwritten signature]

Cholpon Suvanbekova

[Handwritten signature]

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, Zhukhev-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

[Signature]
Kwang Young Choi

[Signature]
Mansoor Ali Halari

[Signature]
Cholpon Suvanbekova

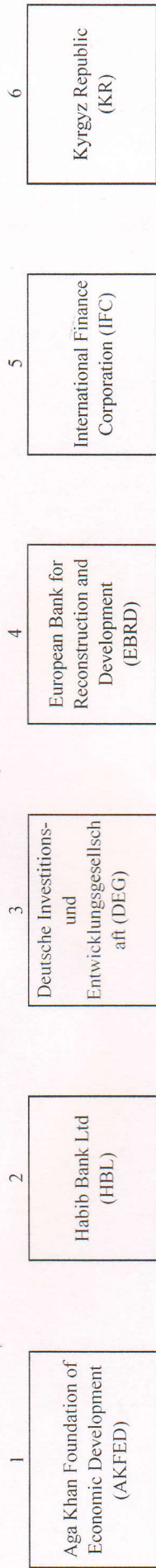
[Handwritten signature]

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:



Bank-resident of KR - Parent company: CJSC "Kyrgyz Investment and Credit Bank"

Subsidiary company: CJSC "Jubilee Kyrgyzstan Insurance Company"

Associate company: CJSC "Interbank Processing Centre"

Chief Executive Officer: Kwang Young Choi

Chief Finance Officer: Mansoor Ali Halari

Chief accountant: Cholpon Suvanbekova



Handwritten signature