



# Armenian Banking Sector Overview

**2023 Semi-annual Results**

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**January 2024**

[kpmg.co.am](http://kpmg.co.am)

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# Basis of Preparation

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This report summarizes and analyzes the financial results of the 18 commercial banks of Armenia for the 1<sup>st</sup> half of 2023, as well as provides some insights into the recent developments in the sector.

The financial information has been obtained from the published non-audited reports as of the 1<sup>st</sup> half of 2023 and 2022, and audited financial statements for 2022, unless stated otherwise. The banks are listed in the alphabetical order throughout the publication. As of the date of publishing this report "ArmbusinessBank" CJSC was renamed to "AMIO BANK" CJSC and is presented as "AMIO BANK" CJSC in this report. We have used simple headline numbers in our analysis unless stated otherwise; each bank has its own way of reporting performance and this has proved to be the most consistent method of presenting their results.

The general information, such as the number of branches, employee headcount, etc., are mainly taken from the Notes to the Financial Statements prepared by the banks. The official websites of the banks serve as the only alternative source, however they are not always properly updated. Due to this, the figures presented may not necessarily be as of 30 June 2023. There may be figures more up to date or of an earlier date depending on the latest available information published by the banks.

The main source of news is the official websites of the banks and the Central Bank of Armenia, as well as the official press releases published by various news agencies.

# At a Glance

The banking system remains the biggest part of the Armenian financial market. As of 30 June 2023, there were 18 commercial banks operating in the Republic of Armenia. They had 545 branches in Armenia and in Artsakh, from which 261 were located in Yerevan. The total number of employees in the Armenian commercial banks was 14,495.

2



# At a Glance



## Key Financial Indicators of the Armenian Banking Sector (in million AMD)

Key Financial Indicators*	2023 H I	2022	2022 H I	Change 30.06.23/ 31.12.22	Change 30.06.23/ 30.06.22
Assets	8,480,920	8,393,063	7,308,254	1.0%	16.0%
Interest Earning Assets	6,875,587	6,632,203	5,751,379	3.7%	19.5%
Gross Advances to Customers	5,139,504	4,755,414	4,379,092	8.1%	17.4%
Loan portfolio**	4,522,800	4,171,050	4,015,392	8.4%	12.6%
Liabilities	7,064,066	7,082,991	6,144,411	(0.3%)	15.0%
Deposits***	5,106,432	5,075,929	3,944,891	0.6%	29.4%
Equity	1,416,854	1,310,072	1,163,843	8.2%	21.7%
Charter Capital	690,314	689,728	661,064	0.1%	4.4%
Total Income	480,560	1,016,438	436,861	-	10.0%
Interest Income	343,869	678,408	285,606	-	20.4%
Non-Interest Income	55,278	108,122	38,275	-	44.4%
Net Interest Income	192,115	375,840	135,365	-	41.9%
Net Non-Interest Income	35,645	72,874	25,854	-	37.9%
Net Operating Income****	309,174	678,621	274,200	-	12.8%
Operating Expenses	(115,559)	(226,982)	(99,364)	-	16.3%
Net Provision Expenses	(14,599)	(111,816)	(50,153)	-	(70.9%)
Net Profit before Taxes	179,016	339,823	124,684	-	43.6%
Net Profit after Taxes	149,196	262,424	101,233	-	47.4%
Other Comprehensive Income/(expense)	23,122	(20,221)	(20,613)	-	212.2%
Total Comprehensive Income	172,317	242,203	80,620	-	113.7%

1 The indicators of the financial position are as of the last day of the corresponding period and the indicators of the financial performance are in the ascending order, starting from the beginning of the year.

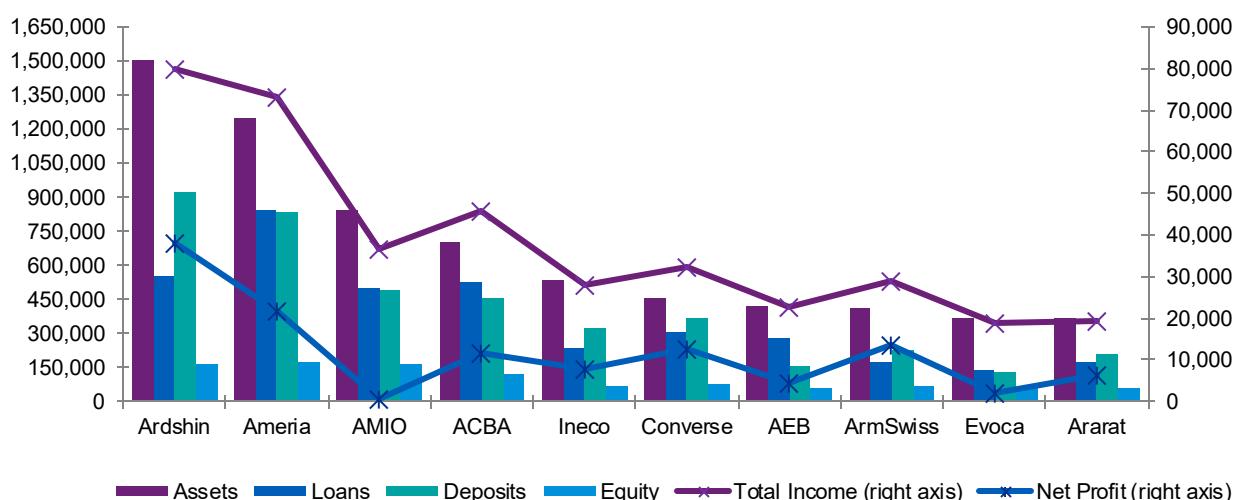
2 Loan portfolio includes loans and the receivables from letters of credits, finance lease and factoring.

3 Deposits include current accounts.

4 Net operating income is before provisions and administrative expenses.

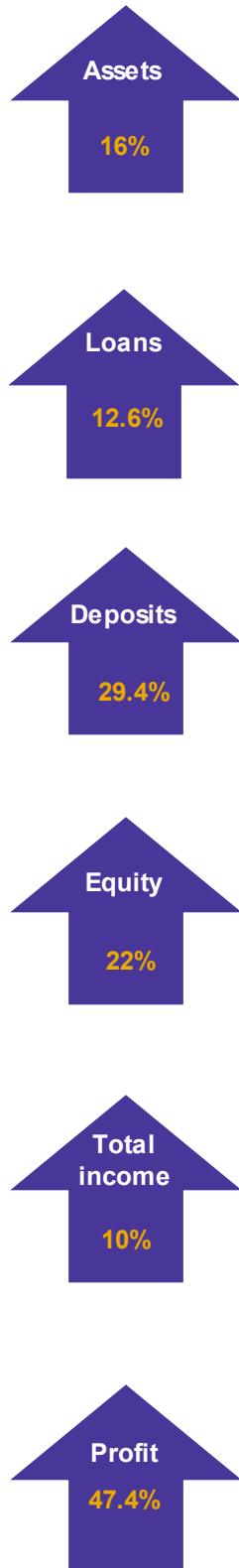


## Top Ten Banks of the Armenian Banking Sector as of of 30 June 2023 (in million AMD)



# Sector Highlights

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Compared with the same period of 2022, the banking system assets grew by **16%** and reached **AMD 8,481 billion** as of 30 June 2023.

For the period ended 30 June 2023 the return on assets (ROA) for the Armenian banking system was **3.93%**, which was higher by 2.08 percentage point compared with the same period of 2022.

In the second quarter of 2023 compared with the fourth quarter of 2022 there were a few changes in the list of Top 10 Banks in Armenia by assets. "AraratBank" CJSC moved up by 1 position and replaced "EvocaBank" CJSC, which moved down by 1 position.

As of 30 June 2023 the total amount of outstanding loans increased by **12.6%** compared with the same period of 2022 and reached **AMD 4,522.8 billion**.

For the period ended 30 June 2023 the ratio of loan portfolio to total assets for the Armenian banking system was **53.3%**.

According to the CBA, as of 30 June 2022 the Armenian banking system liquidity ratio was **35.46%**.

For the reported period ended 30 June 2023 the total net provision expenses of the Armenian banking sector decreased by **70.9%** compared with the same period of 2022, and amounted to **AMD 14.6 billion**.

The outstanding balance of deposits as of 30 June 2023 increased by **29.4%** compared with the same date of 2022, reaching **AMD 5,106 billion**.

As of 30 June 2023 the loan portfolio/deposit ratio for the Armenian banking system was **0.89**.

As of 30 June 2023 the total equity of banks reached **AMD 1,417 billion**, which exceeded the same indicator as of 30 June 2022 by **22%**.

For the period ended 30 June 2023 the return on equity (ROE) for the Armenian banking system was **24.05%**. The ratio of equity to assets as of the reported date was **16.7%**. According to the CBA, the capital adequacy ratio of Armenian banking system was **20.52%**.

During the period ended 30 June 2023, the banking system had total income of **AMD 481 billion**, which exceeded the total income for the same period of 2022 by **10%**.

For the period ended 30 June 2023 the net interest margin for the Armenian banking system was **7%**. The cost to income ratio for the reported period was **37.4%**.

The net profit before taxes of the banks for the period ended 30 June 2023 was **AMD 179 billion**.

The net profit after taxes of the banking system for the period ended 30 June 2023 was **AMD 149 billion**, which is **47.4%** higher compared with the same period of 2022.

For the period ended 30 June 2023 the profit margin for the Armenian banking system was **31%**.

**ROA**  
**3.93%**

**Liquidity**  
**35.46%**

**Loan portfolio/ deposits**  
**0.89**

**ROE**  
**24.05%**

**Capital adequacy**  
**20.52%**

**NIM**  
**7.0%**

**Cost/ income**  
**37.4%**

**PM**  
**31%**

# Banks Profiles

# 4



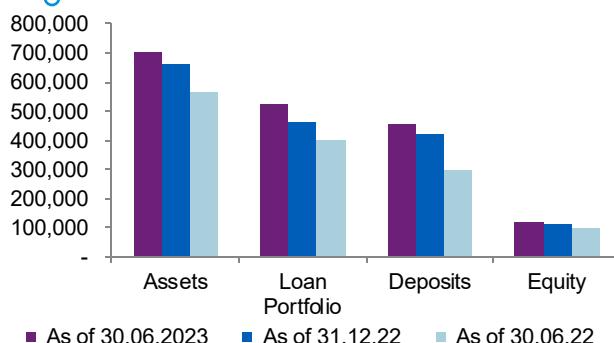
# ACBA Bank

## Key Financial Indicators\*

	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/ 31.12.22	30.06.23/ 30.06.22
Assets	700,791	664,939	564,419	8.3%	4	5.4%	24.2%
Interest Earning Assets	595,075	536,674	434,716	8.7%	4	10.9%	36.9%
Loan Portfolio	527,797	461,862	398,237	11.7%	3	14.3%	32.5%
Liabilities	583,519	555,537	468,989	8.3%	4	5.0%	24.4%
Deposits	453,399	424,169	298,869	8.9%	4	6.9%	51.7%
Equity	117,273	109,402	95,430	8.3%	4	7.2%	22.9%
Charter Capital	55,000	55,000	55,000	8.0%	3	-	-
Total Income	45,889	82,929	38,667	9.5%	3	-	18.7%
Interest Income	35,952	58,118	26,130	10.5%	3	-	37.6%
Net Provision Expenses	148	(997)	879	-	13	-	83.2%
Net Profit after Taxes	11,614	22,570	10,658	7.8%	5	-	9.0%
Total Comprehensive Income	11,829	23,885	9,199	6.9%	5	-	28.6%

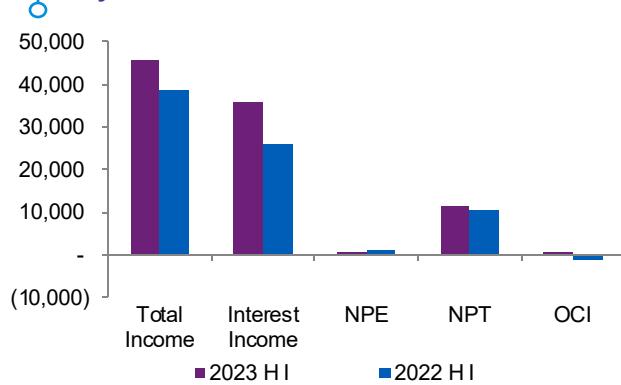
\* The indicators of the financial position are as of the last day of the corresponding period.

## Key Indicators of the Financial Position



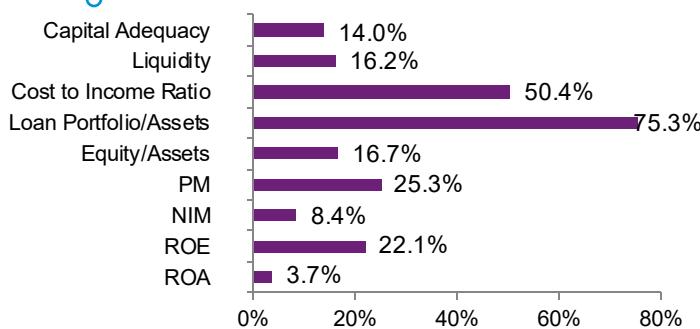
■ As of 30.06.2023 ■ As of 31.12.22 ■ As of 30.06.22

## Key Indicators of the Financial Results



■ 2023 H I ■ 2022 H I

## Key Ratios\*\*



## Rankings

3<sup>rd</sup> rank by the loan portfolio  
3<sup>rd</sup> rank by the charter capital  
3<sup>rd</sup> rank by the interest income  
3<sup>rd</sup> rank by the total income

Among the top ten banks by all main financial indicators.

Fitch revised Acba Bank's "B+" rating with a "Positive" outlook

January – February

March – April

May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

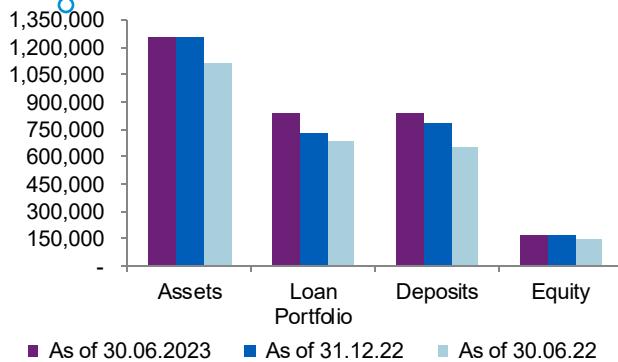
# Ameriabank

## Key Financial Indicators\*

	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/31.12.22	30.06.23/30.06.22
Assets	1,252,016	1,251,830	1,111,716	14.8%	2	0.0%	12.6%
Interest Earning Assets	1,087,685	1,101,541	882,522	15.8%	1	(1.3%)	23.2%
Loan Portfolio	839,916	735,543	684,502	18.6%	1	14.2%	22.7%
Liabilities	1,075,426	1,079,778	965,231	15.2%	2	(0.4%)	11.4%
Deposits	837,256	784,634	658,437	16.4%	2	6.7%	27.2%
Equity	176,590	172,052	146,485	12.5%	1	2.6%	20.6%
Charter Capital	54,466	54,415	54,415	7.9%	4	0.1%	0.1%
Total Income	73,172	140,130	59,456	15.2%	2	-	23.1%
Interest Income	53,301	86,121	39,374	15.5%	1	-	35.4%
Net Provision Expenses	(2,847)	(4,700)	116	19.5%	2	-	2,545.6%
Net Profit after Taxes	21,673	44,269	19,110	14.5%	2	-	13.4%
Total Comprehensive Income	22,117	43,062	17,496	12.8%	2	-	26.4%

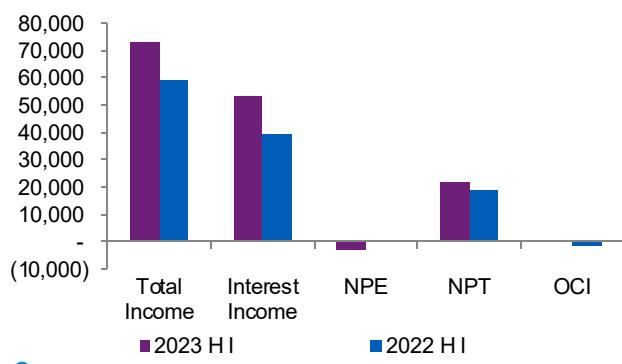
\* The indicators of the financial position are as of the last day of the corresponding period.

## Key Indicators of the Financial Position



■ As of 30.06.2023 ■ As of 31.12.22 ■ As of 30.06.22

## Key Indicators of the Financial Results



## Rankings

- 1st rank by the interest earning assets
- 1st rank by the loan portfolio
- 1st rank by the equity
- 1st rank by the interest income
- 2nd rank by the deposits
- 2nd rank by the net profit after taxes
- 2nd rank by the total comprehensive income
- 2nd rank by the liabilities
- 2nd rank by the assets
- 2nd rank by the total income

Among the top ten banks by all main financial indicators.

A new branch was opened in Avan

January – February

March – April

May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

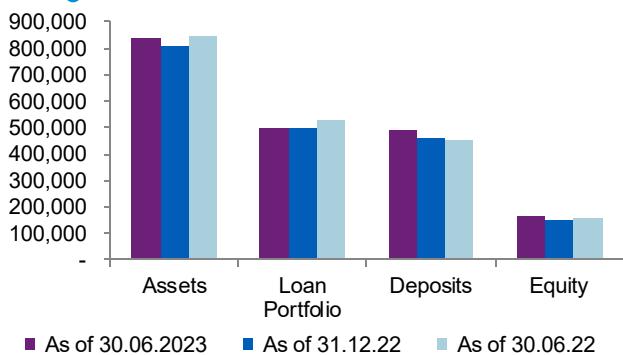
# AMIO BANK

## Key Financial Indicators\*

	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/ 31.12.22	30.06.23/ 30.06.22
Assets	840,780	811,036	845,880	9.9%	3	3.7%	(0.6%)
Interest Earning Assets	728,644	683,472	750,195	10.6%	3	6.6%	(2.9%)
Loan Portfolio	496,185	499,859	532,150	11.0%	4	(0.7%)	(6.8%)
Liabilities	677,143	656,897	690,122	9.6%	3	3.1%	(1.9%)
Deposits	489,677	462,658	450,531	9.6%	3	5.8%	8.7%
Equity	163,637	154,139	155,758	11.5%	3	6.2%	5.1%
Charter Capital	170,093	170,093	170,093	24.6%	1	-	-
Total Income	36,662	130,965	59,505	7.6%	4	-	(38.4%)
Interest Income	31,671	134,564	31,889	9.2%	4	-	(0.7%)
Net Provision Expenses	(5,058)	(54,729)	(28,198)	34.6%	1	-	(82.1%)
Net Profit after Taxes	467	213	427	0.3%	18	-	9.3%
Total Comprehensive Income	2,811	3,517	(917)	1.6%	15	-	406%

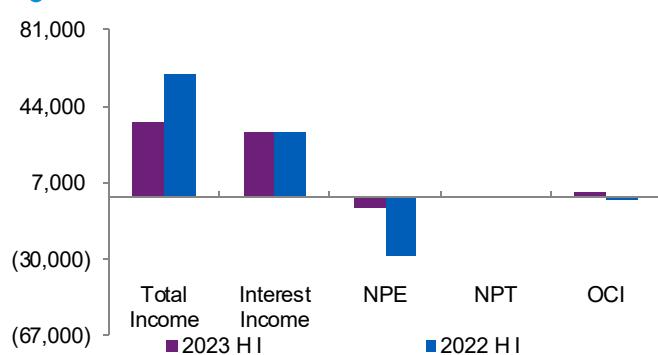
\* The indicators of the financial position are as of the last day of the corresponding period.

## Key Indicators of the Financial Position



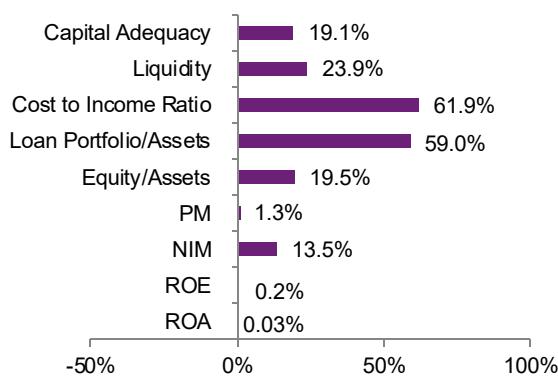
■ As of 30.06.2023 ■ As of 31.12.22 ■ As of 30.06.22

## Key Indicators of the Financial Results



■ 2023 H I ■ 2022 H I

## Key Ratios\*\*



## Rankings

- 1st rank by charter capital
- 3rd rank by equity
- 3rd rank by the interest earning assets
- 3rd rank by the deposits
- 3rd rank by the assets
- 3rd rank by the liabilities

Among the top ten banks by almost all main financial indicators.

➤ January – February ➤ March – April ➤ May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

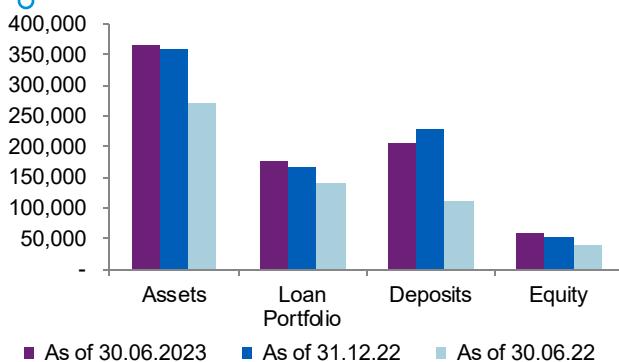
# Araratbank

## Key Financial Indicators\*

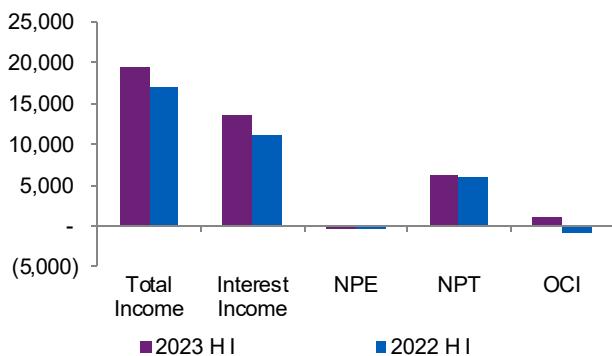
	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/ 31.12.22	30.06.23/ 30.06.22
Assets	363,860	357,510	309,463	4.3%	10	1.8%	17.6%
Interest Earning Assets	291,880	259,111	238,218	4.2%	9	12.6%	22.5%
Loan Portfolio	176,465	166,446	160,206	3.9%	9	6.0%	10.1%
Liabilities	303,715	305,031	266,510	4.3%	9	(0.4%)	14.0%
Deposits	206,882	229,413	155,584	4.1%	10	(9.8%)	33.0%
Equity	60,145	52,479	42,953	4.2%	10	14.6%	40.0%
Charter Capital	9,367	9,367	8,804	1.4%	18	-	6.4%
Total Income	19,311	38,150	17,028	4.0%	11	-	13.4%
Interest Income	13,489	23,302	11,099	3.9%	10	-	21.5%
Net Provision Expenses	(405)	903	(144)	2.8%	10	-	181.8%
Net Profit after Taxes	6,261	13,172	5,908	4.2%	9	-	6.0%
Total Comprehensive Income	7,272	12,063	5,178	4.2%	10	-	40.4%

\* The indicators of the financial position are as of the last day of the corresponding period.

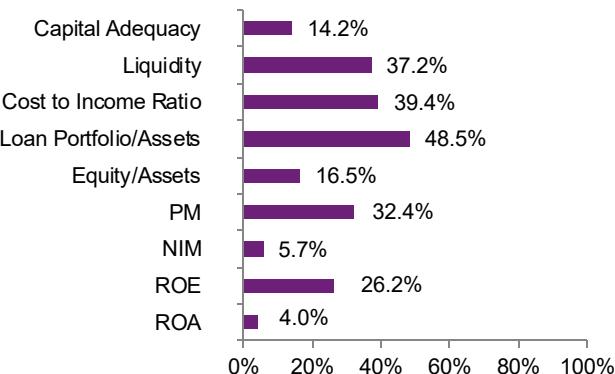
## Key Indicators of the Financial Position



## Key Indicators of the Financial Results



## Key Ratios\*\*



A new branch was opened in Multi Magic mall



\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

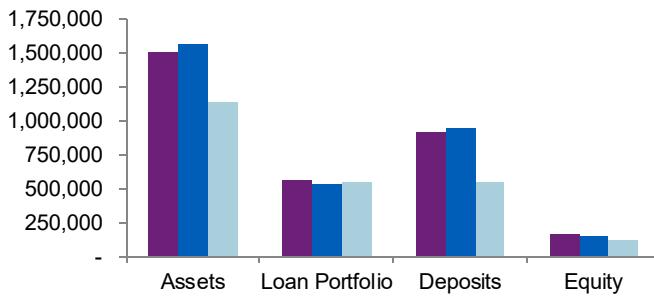
# Ardshinbank

## Key Financial Indicators\*

	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/31.12.22	30.06.23/30.06.22
Assets	1,499,860	1,557,786	1,135,172	17.7%	1	(3.7%)	32.1%
Interest Earning Assets	1,070,041	1,075,817	791,004	15.6%	2	(0.54%)	35.3%
Loan Portfolio	556,331	531,424	547,972	12.3%	2	4.7%	1.5%
Liabilities	1,333,295	1,412,223	1,014,583	18.9%	1	(5.6%)	31.4%
Deposits	919,640	948,081	545,888	18.0%	1	(3.0%)	68.5%
Equity	166,565	145,563	120,589	11.8%	2	14.4%	38.1%
Charter Capital	52,227	52,227	52,227	7.6%	5	-	-
Total Income	80,028	173,694	69,143	16.7%	1	-	15.7%
Interest Income	52,157	86,019	38,748	15.2%	2	-	34.6%
Net Provision Expenses	(2,238)	(25,047)	(11,355)	15.3%	4	-	(80.3%)
Net Profit after Taxes	38,218	62,213	20,113	25.6%	1	-	90.0%
Total Comprehensive Income	39,050	62,649	21,593	22.7%	1	-	80.8%

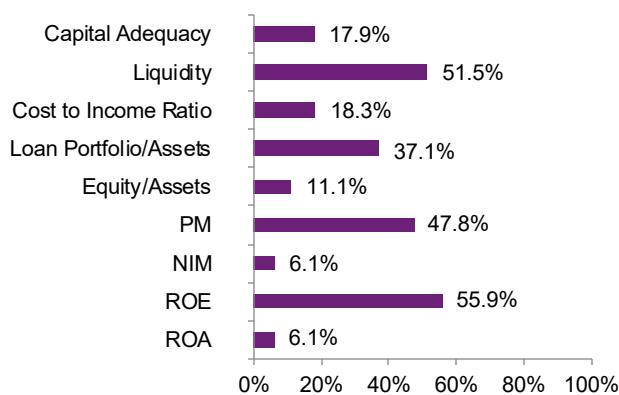
\* The indicators of the financial position are as of the last day of the corresponding period.

## Key Indicators of the Financial Position

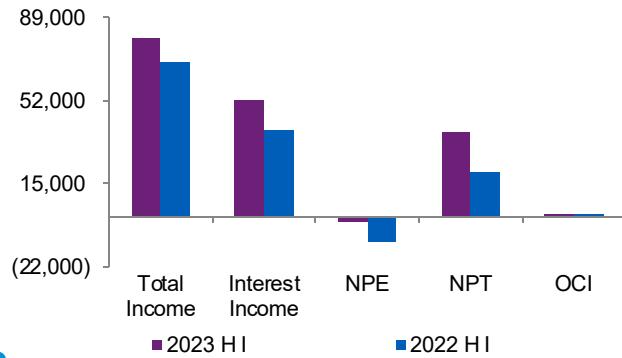


■ As of 30.06.2023 ■ As of 31.12.22 ■ As of 30.06.22

## Key Ratios\*\*



## Key Indicators of the Financial Results



■ 2023 H I ■ 2022 H I

## Rankings

- 1st rank by the assets
- 1st rank by the liabilities
- 1st rank by the total income
- 1st rank by the net profit after taxes
- 1st rank by the total comprehensive income
- 1st rank by the deposits
- 2nd rank by the interest income
- 2nd rank by the interest earning assets
- 2nd rank by the loan portfolio
- 2nd rank by the equity

Among the top ten banks by all main financial indicators.

Fitch Ratings upgraded Ardshinbank's outlook to Positive B+

January – February

A new "Sardarapat" branch of Ardshinbank opened in Arzni region

March – April

May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

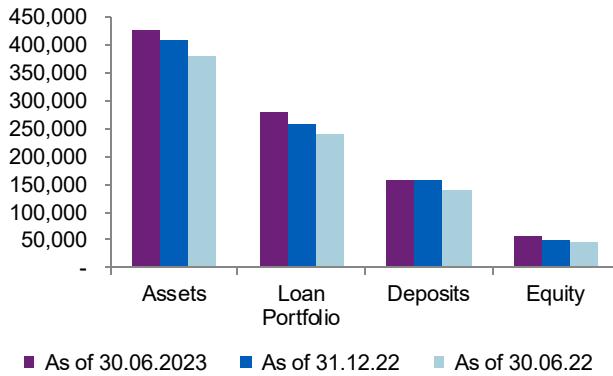
# Armeconombank

## Key Financial Indicators\*

	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/ 31.12.22	30.06.23/ 30.06.22
Assets	425,107	409,340	378,054	5.0%	7	3.9%	12.4%
Interest Earning Assets	343,025	324,622	302,056	5.0%	8	5.7%	13.6%
Loan Portfolio	277,702	259,413	241,564	6.1%	6	7.0%	15.0%
Liabilities	366,333	360,229	332,504	5.2%	7	1.7%	10.2%
Deposits	157,561	156,198	139,013	3.1%	13	0.9%	13.3%
Equity	58,774	49,110	45,550	4.1%	12	19.7%	29.0%
Charter Capital	27,187	26,652	26,652	3.9%	9	2.0%	2.0%
Total Income	22,610	42,123	19,246	4.7%	8	-	17.5%
Interest Income	18,376	32,690	15,350	5.3%	6	-	19.7%
Net Provision Expenses	1,551	(246)	207	-	18	-	(647.7%)
Net Profit after Taxes	4,674	7,112	2,857	3.1%	11	-	63.6%
Total Comprehensive Income	9,407	6,244	2,234	5.5%	8	-	321.0%

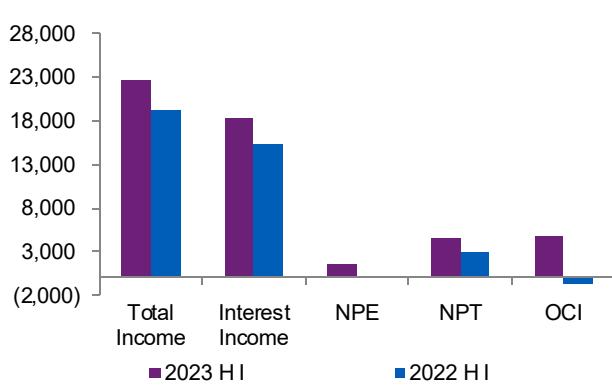
\* The indicators of the financial position are as of the last day of the corresponding period.

## Key Indicators of the Financial Position



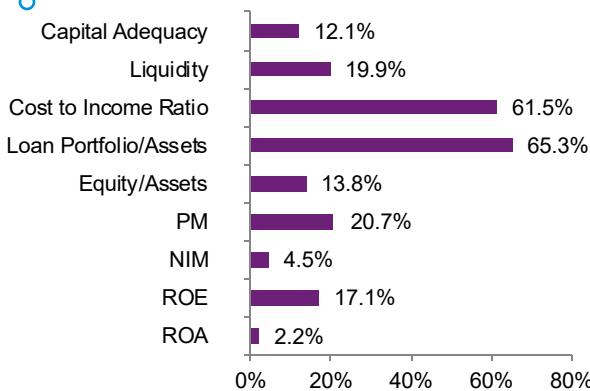
■ As of 30.06.2023 ■ As of 31.12.22 ■ As of 30.06.22

## Key Indicators of the Financial Results



■ 2023 H I ■ 2022 H I

## Key Ratios\*\*



➤ January – February ➤ March – April ➤ May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

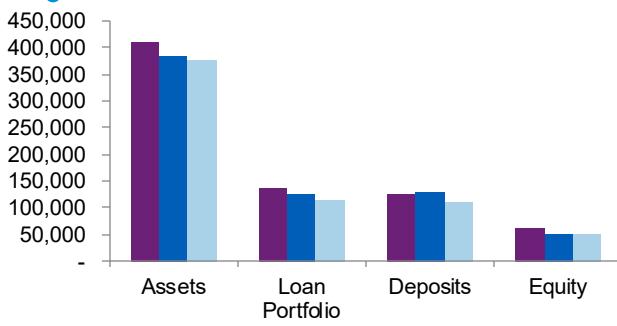
# ArmSwissBank

## Key Financial Indicators\*

	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/ 31.12.22	30.06.23/ 30.06.22
Assets	410,652	385,172	375,400	4.8%	8	6.6%	9.4%
Interest Earning Assets	377,559	344,629	338,412	5.5%	7	9.6%	11.6%
Loan Portfolio	136,898	125,029	113,810	3.0%	13	9.5%	20.3%
Liabilities	350,213	334,437	326,406	5.0%	8	4.7%	7.3%
Deposits	126,119	129,536	110,943	2.5%	14	(2.6%)	13.7%
Equity	60,439	50,735	48,995	4.3%	9	19.1%	23.4%
Charter Capital	10,000	10,000	10,000	1.4%	17	-	-
Total Income	19,040	35,575	17,576	4.0%	12	-	8.33%
Interest Income	18,102	34,112	16,978	5.3%	7	-	6.6%
Net Provision Expenses	(1,080)	3,138	439	7.4%	7	-	(346.1%)
Net Profit after Taxes	2,123	7,200	3,166	1.4%	15	-	(32.9%)
Total Comprehensive Income	10,334	(8,332)	(10,072)	6.0%	6	-	203%

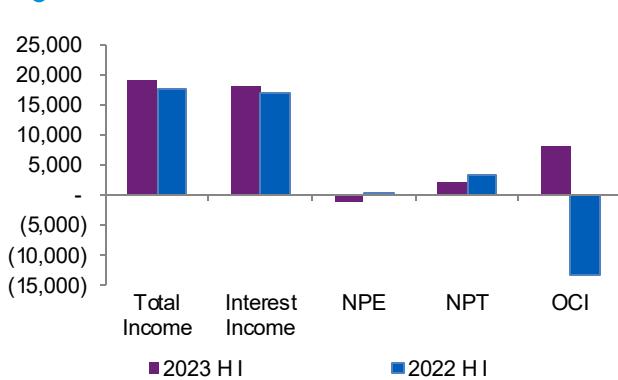
\* The indicators of the financial position are as of the last day of the corresponding period.

## Key Indicators of the Financial Position



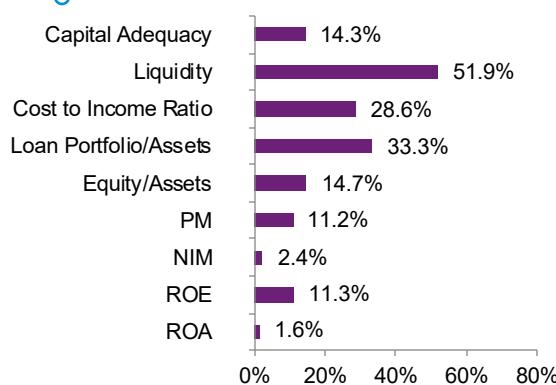
■ As of 30.06.2023 ■ As of 31.12.22 ■ As of 30.06.22

## Key Indicators of the Financial Results



■ 2023 H I ■ 2022 H I

## Key Ratios\*\*



➤ January – February ➤ March – April ➤ May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

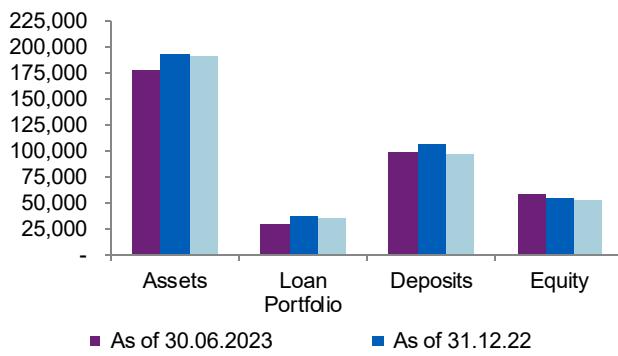
# Artsakh Bank

## Key Financial Indicators\*

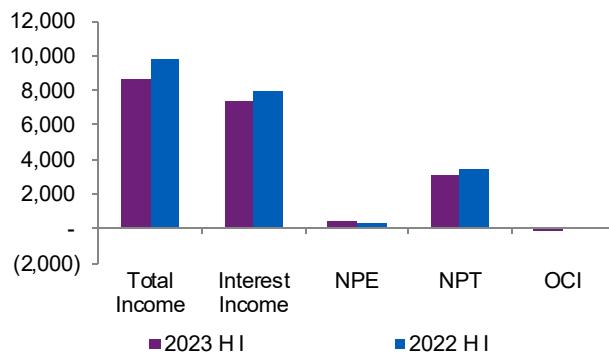
	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/31.12.22	30.06.23/30.06.22
Assets	177,564	192,294	191,360	2.1%	15	(7.7%)	(7.2%)
Interest Earning Assets	159,617	171,930	169,665	2.3%	15	(7.2%)	(5.9%)
Loan Portfolio	29,767	38,074	35,602	0.7%	18	(21.8%)	(16.4%)
Liabilities	118,382	137,224	139,342	1.7%	15	(13.7%)	(15.0%)
Deposits	99,389	105,976	97,519	1.9%	15	(6.2%)	1.92%
Equity	59,183	55,070	52,018	4.2%	11	7.5%	13.8%
Charter Capital	23,261	23,261	23,261	3.4%	11	-	-
Total Income	8,684	21,992	9,849	1.8%	15	-	(11.8%)
Interest Income	7,405	16,170	7,975	2.2%	15	-	(7.14%)
Net Provision Expenses	437	1,430	287	-	15	-	(52.3%)
Net Profit after Taxes	3,102	7,438	3,470	2.1%	12	-	(10.6%)
Total Comprehensive Income	3,049	7,253	3,605	1.8%	14	-	(15.4%)

\* The indicators of the financial position are as of the last day of the corresponding period.

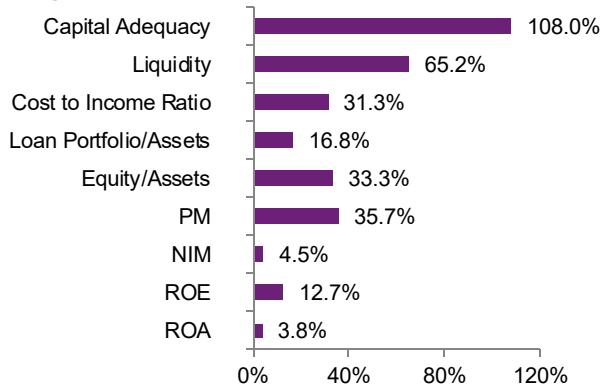
## Key Indicators of the Financial Position



## Key Indicators of the Financial Results



## Key Ratios\*\*



January – February

March – April

May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

# Byblos Bank Armenia



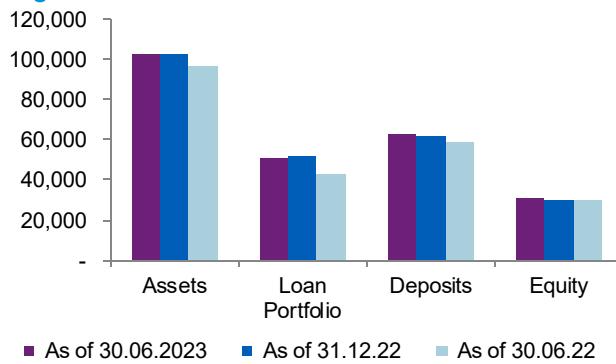
## Key Financial Indicators\*

	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/31.12.22	30.06.23/30.06.22
Assets	102,509	102,547	96,772	1.2%	16	(0.04%)	5.9%
Interest Earning Assets	90,247	85,893	75,554	1.3%	16	5.1%	19.4%
Loan Portfolio	50,650	52,043	43,255	1.1%	16	(2.7%)	17.1%
Liabilities	71,155	72,376	66,855	1.0%	16	(1.7%)	6.4%
Deposits	62,651	61,784	59,022	1.2%	16	1.4%	6.1%
Equity	31,354	30,171	29,917	2.2%	18	3.9%	4.8%
Charter Capital	26,249	26,249	26,249	3.8%	10	-	-
Total Income	4,059	6,969	3,312	0.8%	17	-	22.5%
Interest Income	3,906	6,745	3,278	1.1%	17	-	19.2%
Net Provision Expenses	113	110	43	-	12	-	(165.3%)
Net Profit after Taxes	703	921	431	0.5%	17	-	63.2%
Total Comprehensive Income	1,183	284	30	0.7%	18	-	3,787%

\* The indicators of the financial position are as of the last day of the corresponding period.



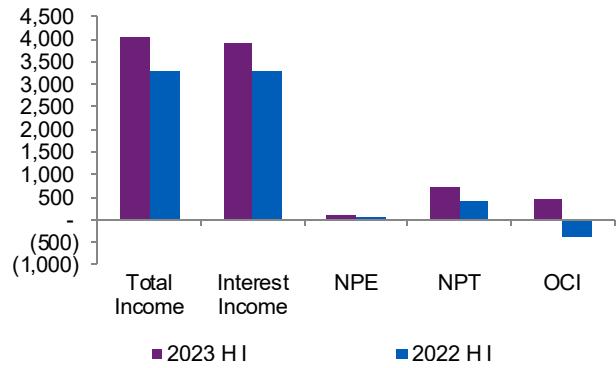
## Key Indicators of the Financial Position



■ As of 30.06.2023 ■ As of 31.12.22 ■ As of 30.06.22



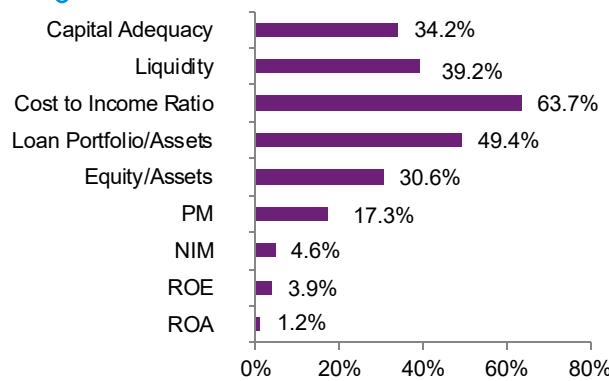
## Key Indicators of the Financial Results



■ 2023 H I ■ 2022 H I



## Key Ratios\*\*



➤ January – February ➤ March – April ➤ May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

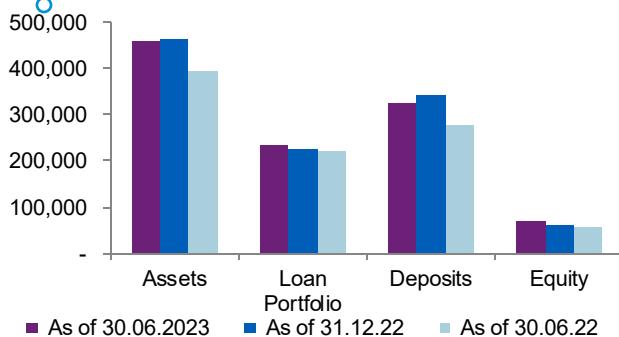
# Converse Bank

## Key Financial Indicators\*

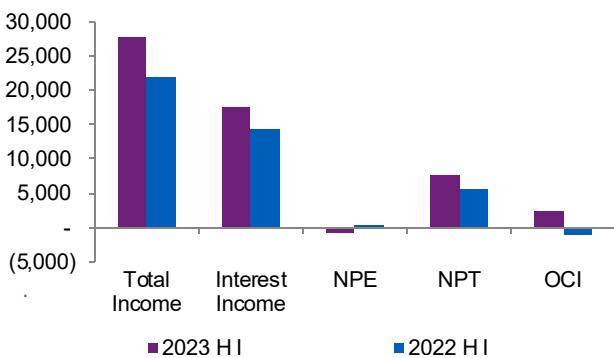
	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/ 31.12.22	30.06.23/ 30.06.22
Assets	460,644	464,136	393,191	5.4%	6	(0.8%)	17.2%
Interest Earning Assets	395,567	397,478	327,155	5.8%	6	(0.5%)	20.9%
Loan Portfolio	233,397	223,977	222,447	5.2%	7	4.2%	4.9%
Liabilities	392,296	401,361	337,402	5.6%	6	(2.3%)	16.3%
Deposits	324,468	341,850	278,188	6.4%	6	(5.1%)	16.6%
Equity	68,348	62,775	55,789	4.8%	6	8.9%	22.5%
Charter Capital	19,948	19,948	19,948	2.9%	14	-	-
Total Income	27,840	50,270	21,894	5.8%	7	-	27.2%
Interest Income	17,450	30,275	14,262	5.1%	8	-	22.4%
Net Provision Expenses	(675)	(2,257)	23	4.6%	8	-	2,989.6%
Net Profit after Taxes	7,602	14,098	5,711	5.1%	6	-	33.1%
Total Comprehensive Income	10,005	11,683	4,697	5.8%	7	-	113.0%

\* The indicators of the financial position are as of the last day of the corresponding period.

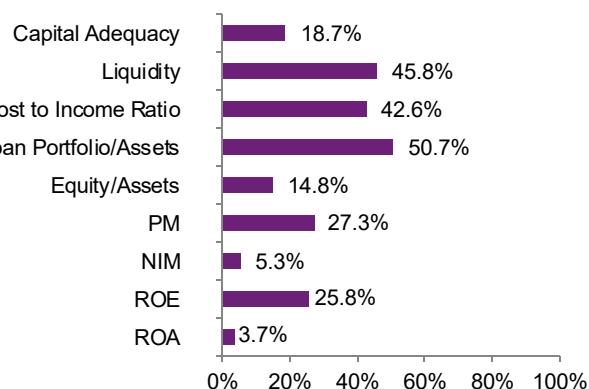
## Key Indicators of the Financial Position



## Key Indicators of the Financial Results



## Key Ratios\*\*



## Rankings

Among the top ten banks by almost all main financial indicators.

➤ January – February ➤ March – April ➤ May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

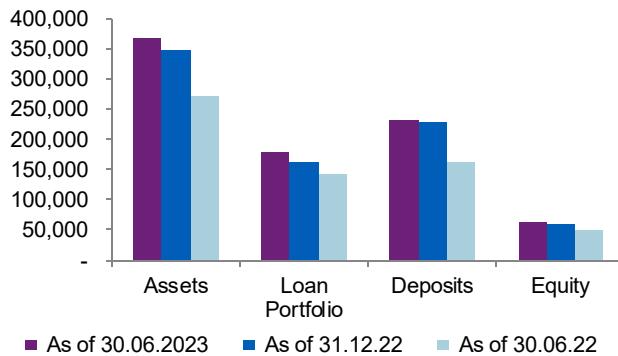
# Evocabank

## Key Financial Indicators\*

	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/31.12.22	30.06.23/30.06.22
Assets	365,863	348,024	271,627	4.3%	9	5.1%	34.7%
Interest Earning Assets	275,972	243,265	202,736	4.0%	10	13.4%	36.1%
Loan Portfolio	178,382	161,583	142,628	3.9%	8	10.4%	25.1%
Liabilities	301,381	287,088	220,803	4.3%	10	5.0%	36.5%
Deposits	231,009	229,263	162,305	4.5%	7	0.8%	42.3%
Equity	64,482	60,936	50,824	4.6%	8	5.8%	26.9%
Charter Capital	23,000	23,000	23,000	3.3%	12	-	-
Total Income	28,841	58,138	9,305	6.0%	6	-	210.0%
Interest Income	9,603	20,957	7,560	2.8%	14	-	27.0%
Net Provision Expenses	(2,158)	(2,175)	(1,823)	14.8%	5	-	18.4%
Net Profit after Taxes	13,421	25,724	79	9.0%	3	-	16,811%
Total Comprehensive Income	14,048	24,781	(33)	8.2%	3	-	43,232%

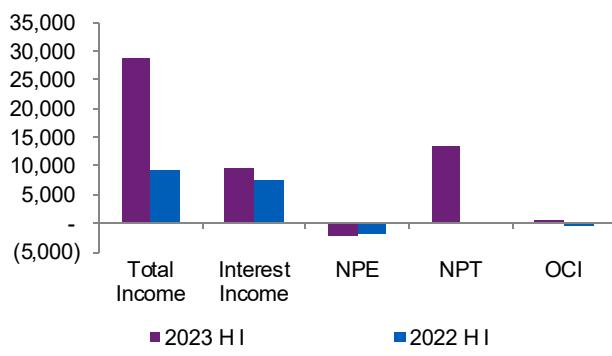
\* The indicators of the financial position are as of the last day of the corresponding period.

## Key Indicators of the Financial Position



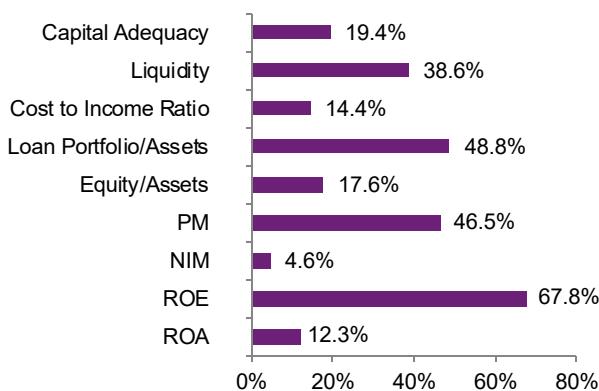
■ As of 30.06.2023 ■ As of 31.12.22 ■ As of 30.06.22

## Key Indicators of the Financial Results



■ 2023 H I ■ 2022 H I

## Key Ratios\*\*



## Rankings

3rd rank by the net profit after taxes  
3rd rank by the total comprehensive income

➤ January – February ➤ March – April ➤ May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

Fitch Ratings has awarded Evocabank an IDR of 'B' with a Positive Outlook and a VR of 'b'.

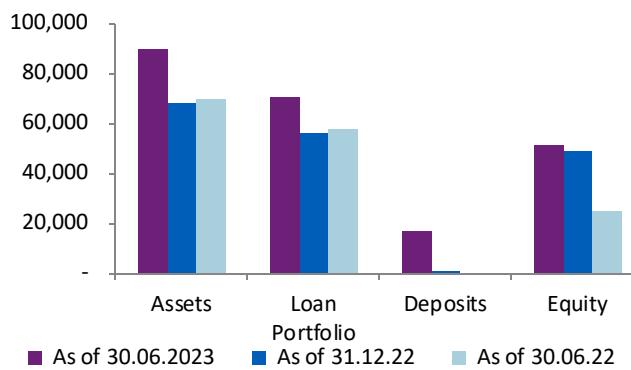
# Fast Bank

## Key Financial Indicators\*

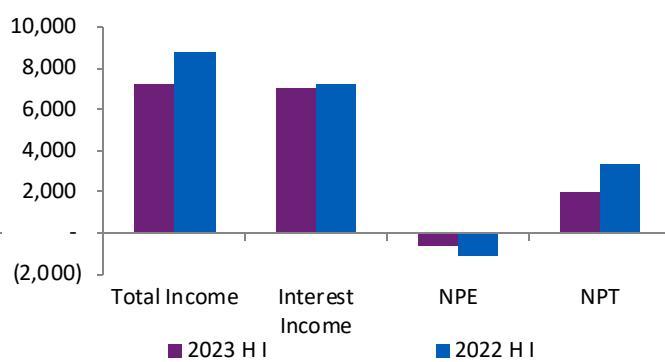
	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/ 31.12.22	30.06.23/ 30.06.22
Assets	89,591	68,372	69,597	1.1%	18	31.0%	28.7%
Interest Earning Assets	76,701	61,073	62,462	1.1%	18	25.6%	22.8%
Loan Portfolio	70,275	56,411	57,789	1.6%	15	24.6%	21.6%
Liabilities	38,511	19,638	44,365	0.5%	18	96.1%	(13.2%)
Deposits	16,959	583	-	0.3%	17	2809.4%	-
Equity	51,081	48,734	25,232	3.6%	14	4.8%	102.4%
Charter Capital	30,100	30,100	7,000	4.4%	8	-	330.0%
Total Income	7,250	15,187	8,812	1.5%	16	-	(17.7%)
Interest Income	7,089	13,459	7,249	2.1%	16	-	(2.2%)
Net Provision Expenses	(646)	(663)	(1,148)	4.4%	9	-	(43.7%)
Net Profit after Taxes	2,022	5,907	3,385	1.4%	16	-	(40.3%)
Total Comprehensive Income	2,347	5,455	3,053	1.4%	17	-	(23.1%)

\* The indicators of the financial position are as of the last day of the corresponding period.

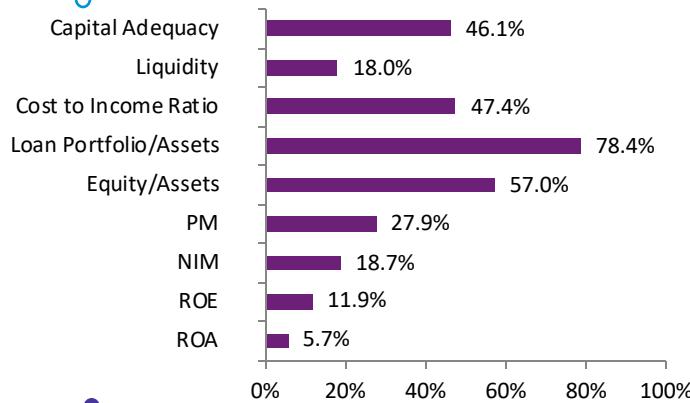
## Key Indicators of the Financial Position



## Key Indicators of the Financial Results



## Key Ratios\*\*



A new branch was opened on Tumanyan street

➤ January – February ➤ March – April ➤ May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

# HSBC Bank Armenia



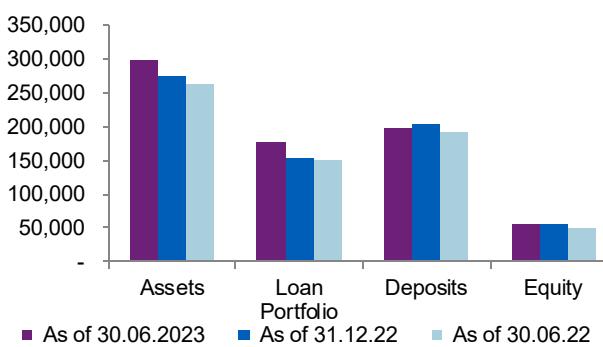
## Key Financial Indicators\*

	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/31.12.22	30.06.23/30.06.22
Assets	297,853	275,063	262,503	3.5%	13	8.3%	13.5%
Interest Earning Assets	217,695	205,476	199,419	3.2%	12	5.9%	9.2%
Loan Portfolio	175,881	153,291	150,108	3.9%	10	14.7%	17.2%
Liabilities	241,661	219,907	211,365	3.4%	13	9.9%	14.3%
Deposits	198,335	202,336	190,201	3.9%	11	(2.0%)	4.3%
Equity	56,191	55,156	51,138	4.0%	13	1.9%	9.9%
Charter Capital	18,434	18,434	18,434	2.7%	16	-	-
Total Income	13,418	23,979	11,409	2.8%	14	-	17.6%
Interest Income	10,732	17,794	8,484	3.1%	13	-	26.5%
Net Provision Expenses	1,356	(232)	68	-	17	-	(1,892%)
Net Profit after Taxes	6,736	8,018	4,219	4.5%	8	-	59.66%
Total Comprehensive Income	6,825	8,167	4,163	4.0%	11	-	63.9%

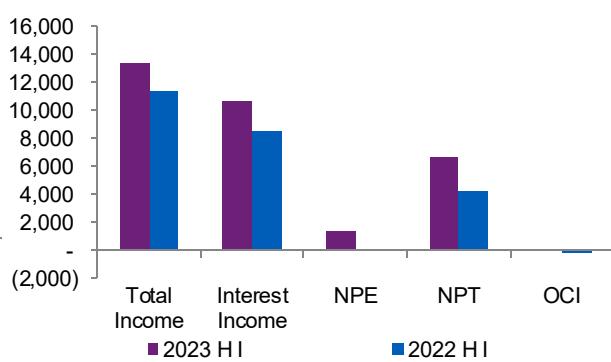
\* The indicators of the financial position are as of the last day of the corresponding period.



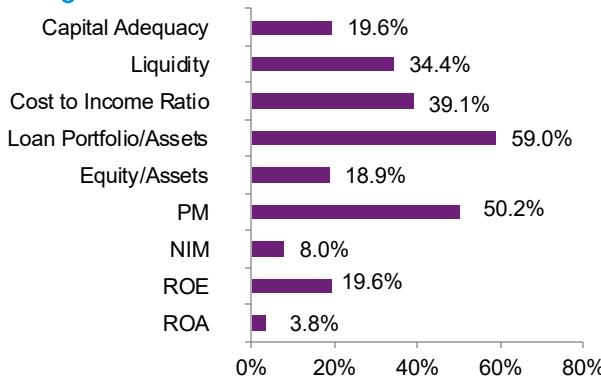
## Key Indicators of the Financial Position



## Key Indicators of the Financial Results



## Key Ratios\*\*



➤ January – February ➤ March – April ➤ May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

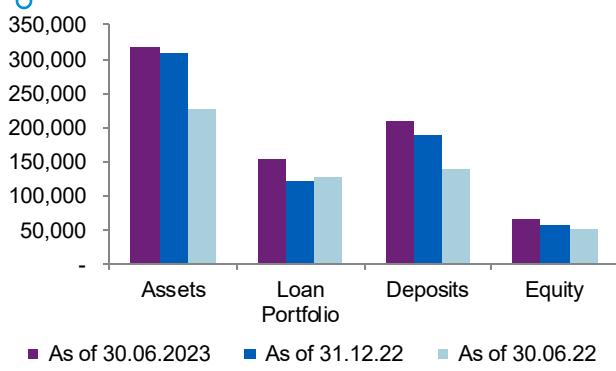
# ID Bank

## Key Financial Indicators\*

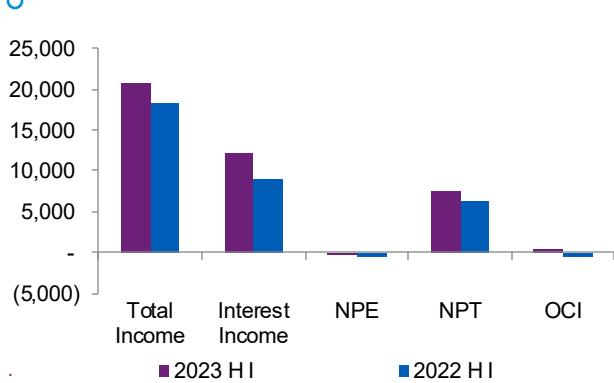
	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/ 31.12.22	30.06.23/ 30.06.22
Assets	318,637	309,006	228,497	3.8%	11	3.1%	39.4%
Interest Earning Assets	249,072	256,547	181,281	3.6%	11	(2.9%)	37.4%
Loan Portfolio	152,922	121,328	128,746	3.4%	12	26.0%	18.8%
Liabilities	252,042	250,334	177,040	3.6%	12	0.7%	42.4%
Deposits	209,018	188,284	140,449	4.1%	9	11.0%	48.8%
Equity	66,595	58,672	51,458	4.7%	7	13.5%	29.4%
Charter Capital	33,972	33,972	33,972	4.9%	6	-	-
Total Income	20,815	40,112	18,271	4.3%	9	-	13.9%
Interest Income	12,102	19,919	9,086	3.5%	11	-	33.2%
Net Provision Expenses	(66)	(1,332)	(509)	0.4%	11	-	(87.1%)
Net Profit after Taxes	7,564	13,516	6,239	5.1%	7	-	21.2%
Total Comprehensive Income	7,923	12,991	5,776	4.6%	9	-	37.2%

\* The indicators of the financial position are as of the last day of the corresponding period.

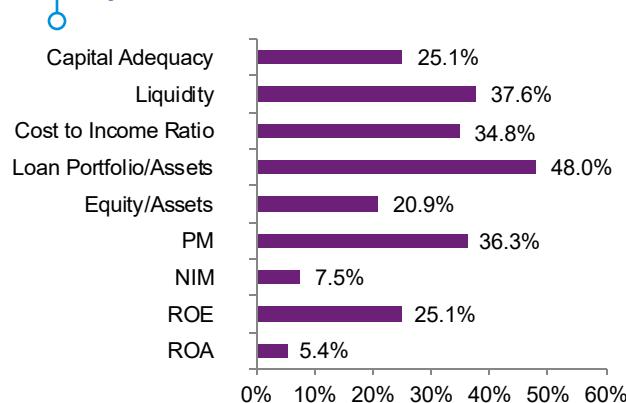
## Key Indicators of the Financial Position



## Key Indicators of the Financial Results



## Key Ratios\*\*



➤ January – February ➤ March – April ➤ May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

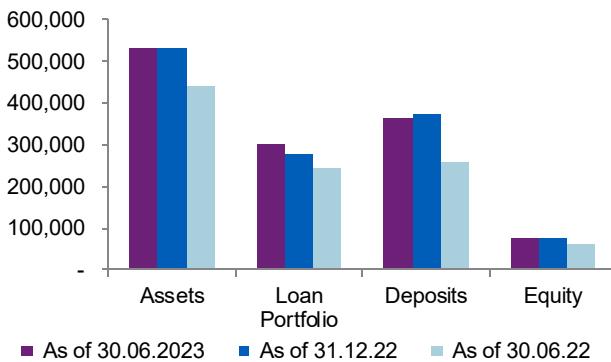
# Inecobank

## Key Financial Indicators\*

	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/31.12.22	30.06.23/30.06.22
Assets	533,483	532,991	439,957	6.3%	5	0.1%	21.3%
Interest Earning Assets	428,330	405,287	345,414	6.2%	5	5.7%	24.0%
Loan Portfolio	303,165	278,784	241,751	6.7%	5	8.7%	25.4%
Liabilities	457,045	456,597	377,068	6.5%	5	0.1%	21.2%
Deposits	366,331	373,384	259,190	7.2%	5	(1.9%)	41.3%
Equity	76,438	76,393	62,889	5.4%	5	0.1%	21.5%
Charter Capital	19,546	19,546	14,546	2.8%	15	-	34.4%
Total Income	32,541	60,427	27,221	6.8%	5	-	19.5%
Interest Income	23,502	39,900	18,936	6.8%	5	-	24.1%
Net Provision Expenses	170	1,768	(523)	-	14	-	(132.5%)
Net Profit after Taxes	12,839	23,646	9,987	8.6%	4	-	28.6%
Total Comprehensive Income	13,045	23,267	9,763	7.6%	4	-	33.6%

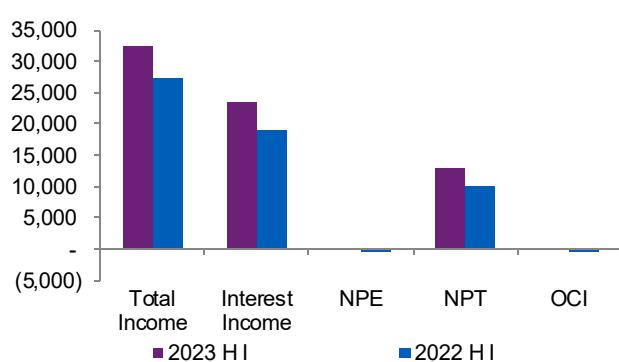
\* The indicators of the financial position are as of the last day of the corresponding period.

## Key Indicators of the Financial Position



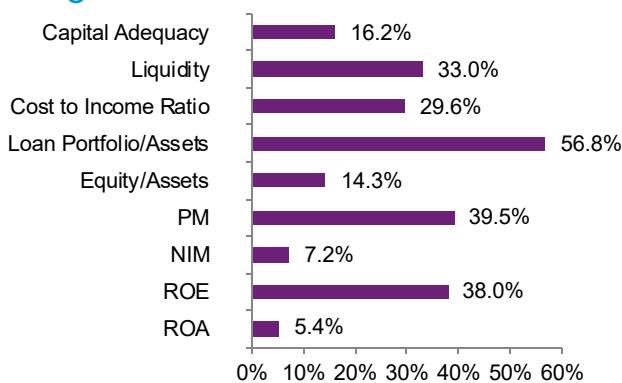
■ As of 30.06.2023 ■ As of 31.12.22 ■ As of 30.06.22

## Key Indicators of the Financial Results



■ 2023 H I ■ 2022 H I

## Key Ratios\*\*



## Rankings

Among the top ten banks by almost all main financial indicators.

New branch was opened in Davtashen.  
January – February

Hayk Voskanyan was appointed as a new CEO.  
March – April

MOODY'S international rating agency raised Inecobank's rating from B1 to Ba3  
May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

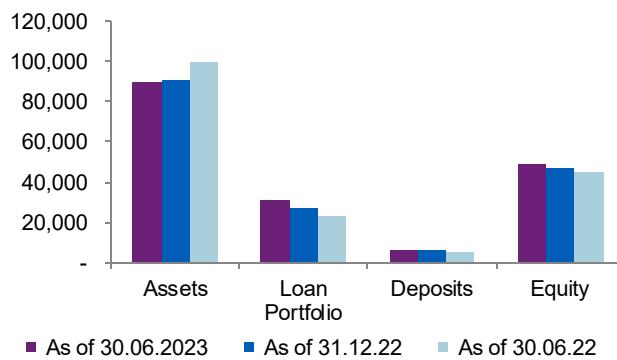
# Mellat Bank

## Key Financial Indicators\*

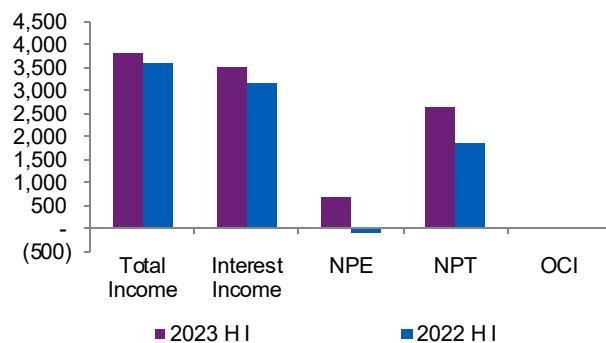
	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/31.12.22	30.06.23/30.06.22
Assets	90,038	90,709	99,462	1.1%	17	(0.7%)	(9.5%)
Interest Earning Assets	79,645	79,159	84,148	1.2%	17	0.6%	(5.4%)
Loan Portfolio	31,169	27,610	23,331	0.7%	17	12.9%	33.6%
Liabilities	40,537	43,843	54,252	0.6%	17	(7.5%)	(25.3%)
Deposits	6,276	6,232	5,077	0.1%	18	0.7%	23.6%
Equity	49,502	46,867	45,209	3.5%	16	5.6%	9.5%
Charter Capital	32,100	32,100	32,100	4.7%	7	-	-
Total Income	3,823	7,388	3,581	0.8%	18	-	6.8%
Interest Income	3,504	6,662	3,173	1.0%	18	-	10.4%
Net Provision Expenses	664	(644)	(128)	-	16	-	(617.9%)
Net Profit after Taxes	2,635	3,423	1,860	1.8%	13	-	41.7%
Total Comprehensive Income	2,635	3,517	1,860	1.5%	16	-	41.7%

\* The indicators of the financial position are as of the last day of the corresponding period.

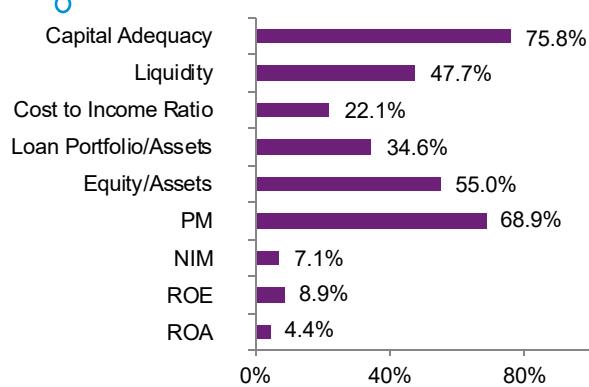
## Key Indicators of the Financial Position



## Key Indicators of the Financial Results



## Key Ratios\*\*



➤ January – February ➤ March – April ➤ May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

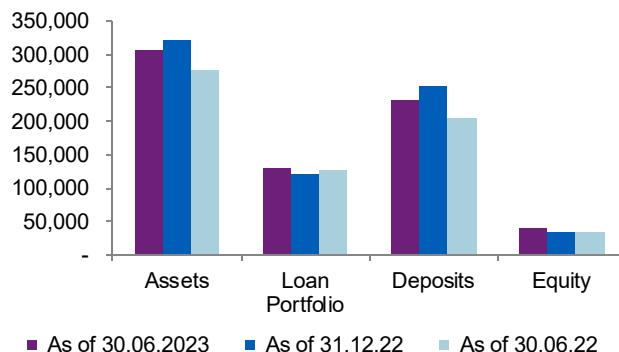
# Unibank

## Key Financial Indicators\*

	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/31.12.22	30.06.23/30.06.22
Assets	307,429	320,066	275,997	3.6%	12	(3.9%)	11.4%
Interest Earning Assets	212,635	201,678	163,635	3.1%	13	5.4%	29.9%
Loan Portfolio	129,870	119,828	127,686	2.9%	14	8.4%	1.7%
Liabilities	268,230	285,949	241,591	3.8%	11	(6.2%)	11.0%
Deposits	230,593	252,805	203,693	4.5%	8	(8.8%)	13.2%
Equity	39,198	34,117	34,405	2.8%	17	14.9%	13.9%
Charter Capital	21,589	21,589	21,589	3.1%	13	-	0.0%
Total Income	19,581	47,275	20,056	4.1%	10	-	(2.4%)
Interest Income	11,475	19,988	8,998	3.3%	12	-	27.5%
Net Provision Expenses	(1,325)	(17,242)	(4,173)	9.1%	6	-	(68.2%)
Net Profit after Taxes	5,052	4,397	3,974	3.4%	10	-	27%
Total Comprehensive Income	5,081	4,326	4,099	2.9%	12	-	24%

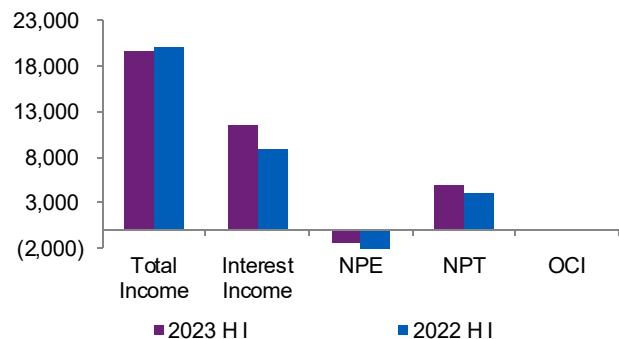
\* The indicators of the financial position are as of the last day of the corresponding period.

## Key Indicators of the Financial Position



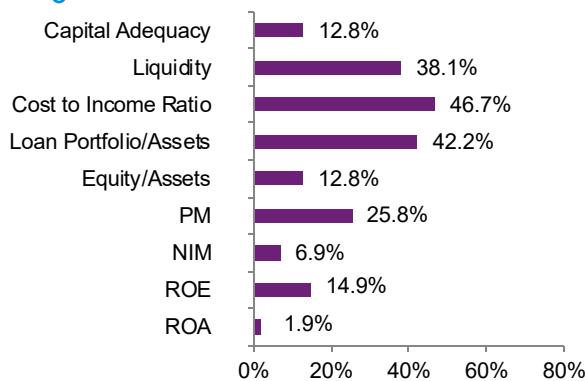
■ As of 30.06.2023 ■ As of 31.12.22 ■ As of 30.06.22

## Key Indicators of the Financial Results



■ 2023 H I ■ 2022 H I

## Key Ratios\*\*



A branch was reopened at a new address in Ashtarak



\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

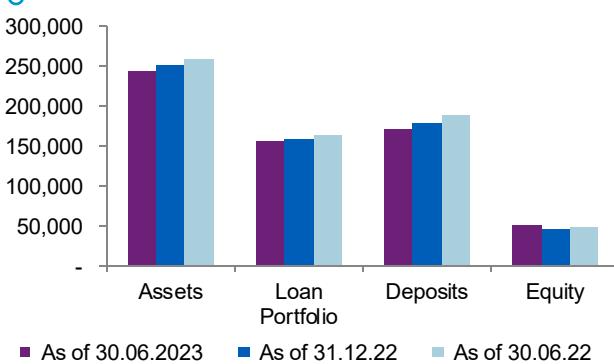
# VTB Bank (Armenia)

## Key Financial Indicators\*

	Amount, mln AMD			Share in total, %	Rank	Change	
	2023 H I	2022	2022 H I			30.06.23/31.12.22	30.06.23/30.06.22
Assets	244,241	252,242	259,186	2.9%	14	(3.2%)	(5.8%)
Interest Earning Assets	196,196	198,552	202,787	2.9%	14	(1.2%)	(3.3%)
Loan Portfolio	156,028	158,545	163,608	3.4%	11	(1.6%)	(4.6%)
Liabilities	193,184	204,541	209,983	2.7%	14	(5.6%)	(8.0%)
Deposits	170,869	178,743	189,982	3.3%	12	(4.4%)	(10.1%)
Equity	51,057	47,700	49,203	3.6%	15	7.0%	3.8%
Charter Capital	63,776	63,776	63,776	9.2%	2	-	-
Total Income	16,996	41,135	22,529	3.5%	13	-	(24.6%)
Interest Income	14,054	31,613	17,035	4.1%	9	-	(17.5%)
Net Provision Expenses	(2,538)	(8,901)	(4,214)	17.4%	3	-	(39.8%)
Net Profit after Taxes	2,489	(1,414)	(361)	1.7%	14	-	790%
Total Comprehensive Income	3,357	(2,609)	(1,107)	1.9%	13	-	403%

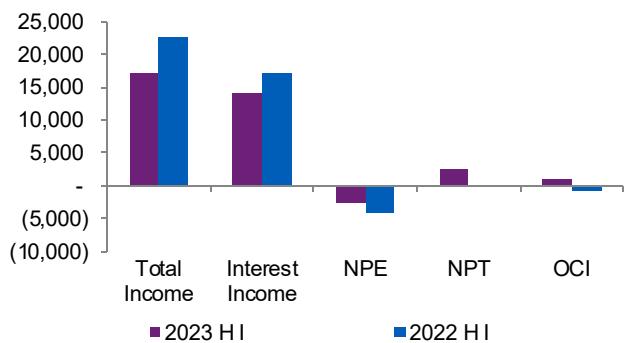
\* The indicators of the financial position are as of the last day of the corresponding period.

## Key Indicators of the Financial Position

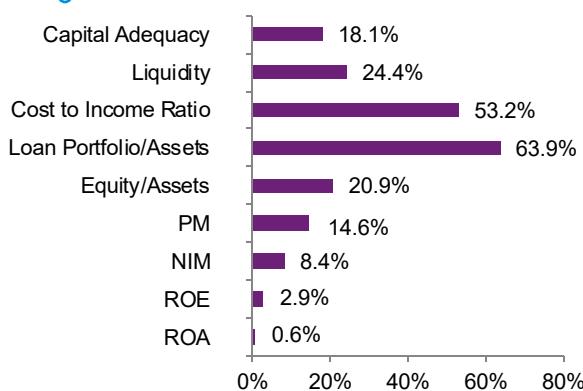


■ As of 30.06.2023 ■ As of 31.12.22 ■ As of 30.06.22

## Key Indicators of the Financial Results



## Key Ratios\*\*



## Rankings

2nd rank by the charter capital

➤ January – February ➤ March – April ➤ May – June

\*\* The capital adequacy and liquidity ratios are taken from the key prudential ratios reported by the bank as of the end of the reporting period.

# Appendixes



# Shareholding Structure & General Information

The shareholding structure of the Armenian banks is very different. There are both resident and non-resident shareholders. Meanwhile, almost in all the Armenian banks non-resident shareholders are presented. The non-resident participants, both legal entities and individuals, are mainly from Russia, Switzerland, Iran, Lebanon, Cyprus, France, the United Kingdom, Luxembourg and the USA. There are several international organizations that have shares in several Armenian banks (e.g. ADB and EBRD).

The shareholding structure and information on branches and the staff for each bank is presented below\*.

<p><b>ACBA Bank</b></p> <p><b>Shareholders (&gt; 5%):</b> ACBA Federation cjsc <b>(81.5%)</b></p> <p><b>Branches:</b> 63 (19 in Yerevan) <b>Staff:</b> 1,636 employees</p>	<p><b>Ameriabank</b></p> <p><b>Shareholders (&gt; 5%):</b> Imast Group (CY) Limited (48.87%) EBRD (17.73%) ADB (13.92%) ESPS Holding Limited (11.97%) Afeyan Foundation (7.51%)</p> <p><b>Branches:</b> 25 (16 in Yerevan) <b>Staff:</b> 1,556 employees</p>	<p><b>AMIO BANK</b></p> <p><b>Shareholders (&gt; 5%):</b> MFM Global Invest LLC (75%) "Home For Youth" RCO CJSC (25%)</p> <p><b>Branches:</b> 48 (21 in Yerevan) <b>Staff:</b> 1,095 employees</p>
<p><b>Ararat Bank</b></p> <p><b>Shareholders (&gt; 5%):</b> Flash Ltd. (68.36%) Barsegh Beglaryan (21.37%)</p> <p><b>Branches:</b> 51 (22 in Yerevan) <b>Staff:</b> 1,028 employees</p>	<p><b>Ardshinbank</b></p> <p><b>Shareholders (&gt; 5%):</b> Arins Group" LLC (98.67%)</p> <p><b>Branches:</b> 64 (20 in Yerevan) <b>Staff:</b> 1,620 employees</p>	<p><b>Armeconombank</b></p> <p><b>Shareholders (&gt; 5%):</b> Saribek Sukiasyan (31.71%) Khachatur Sukiasyan (15.08%) Eduard Sukiasyan (10.73%)</p> <p><b>Branches:</b> 53 (30 in Yerevan) <b>Staff:</b> 842 employees</p>
<p><b>ArmSwissBank</b></p> <p><b>Shareholders (&gt; 5%):</b> "HVS Holding" LLC (87.53%) "FMTM Distribution" LLC (12.47%)</p> <p><b>Branches:</b> 1 (1 in Yerevan) <b>Staff:</b> 157 employees</p>	<p><b>Artsakh Bank</b></p> <p><b>Shareholders (&gt; 5%):</b> Armenian Business Foundation CJSC (51.72%) Artsakh Investment Fund (45.29%)</p> <p><b>Branches:</b> 16 (9 in Yerevan) <b>Staff:</b> 376 employees</p>	<p><b>Byblos Bank Armenia</b></p> <p><b>Shareholders (&gt; 5%):</b> Byblos Bank S.A.L. (100%)</p> <p><b>Branches:</b> 4 (4 in Yerevan) <b>Staff:</b> 141 employees</p>

\* The figures presented in different color, bold and italic form are those that have changed compared to the previous report

# Shareholding Structure & General Information (continued)

<p><b>Converse Bank</b></p> <p><b>Shareholders (&gt; 5%):</b> Advanced Global Investments LLC (72.89%) HayPost Trust Management (22.11%) The Armenian Saint Apostolic Church (5%)</p> <p><b>Branches:</b> 33 (16 in Yerevan) <b>Staff:</b> 885 employees</p>	<p><b>Evocabank</b></p> <p><b>Shareholders (&gt; 5%):</b> Mareta Gevorkyan (99.9%)</p> <p><b>Branches:</b> 13 (9 in Yerevan) <b>Staff:</b> 476 employees</p>	<p><b>Fast Bank</b></p> <p><b>Shareholders (&gt; 5%):</b> Vahe Badalyan (50%) Vigen Badalyan (50%)</p> <p><b>Branches:</b> 31 (15 in Yerevan) <b>Staff:</b> 869 employees</p>
<p><b>HSBC Bank Armenia</b></p> <p><b>Shareholders (&gt; 5%):</b> HSBC Europe BV (100%)</p> <p><b>Branches:</b> 6 (6 in Yerevan) <b>Staff:</b> 306 employees</p>	<p><b>ID Bank</b></p> <p><b>Shareholders (&gt; 5%):</b> FISTOCO LTD. (100%)</p> <p><b>Branches:</b> 13 (9 in Yerevan) <b>Staff:</b> 785 employees</p>	<p><b>Inecobank</b></p> <p><b>Shareholders (&gt; 5%):</b> Avetis Baloyan (39.97%) Karen Safaryan (34.6%) DWM Funds (5.1%)</p> <p><b>Branches:</b> 25 (18 in Yerevan) <b>Staff:</b> 830 employees</p>
<p><b>Mellat Bank</b></p> <p><b>Shareholders (&gt; 5%):</b> Bank Mellat of I.R.I (100%)</p> <p><b>Branches:</b> 1 (1 in Yerevan) <b>Staff:</b> 53 employees</p>	<p><b>Unibank</b></p> <p><b>Shareholders (&gt; 5%):</b> Uniholding Gigi Limited (86.9%)</p> <p><b>Branches:</b> 45 (23 in Yerevan) <b>Staff:</b> 819 employees</p>	<p><b>VTB Bank Armenia</b></p> <p><b>Shareholders (&gt; 5%):</b> VTB OJSC (100%)</p> <p><b>Branches:</b> 53 (22 in Yerevan) <b>Staff:</b> 1,021 employees</p>

\* The figures presented in different color, bold and italic form are those that have changed compared to the previous report

# Structure of the Board

The information regarding the structure of the Board for each bank is presented below:

ACBA Bank
<b>Chairman:</b> Rafayel Sargsyan
<b>Members:</b> Bruno Charrier Henrik Kochinyan Aram Babayan Klaus Gressenbauer Ashot Karapetyan Harutyun Pakhchanyan Vardan Urutyan Armen Mkrtchyan Hrach Sargsyan

Ameriabank
<b>Chairman:</b> Andrew Mkrtchyan
<b>Members:</b> Tigran Davtyan Richard Oggon Robert von Rekowsky Kakhaber Kiknanelidze Lindsay Forbes Philip Lynch

AMIO BANK
<b>Chairman:</b> Alfred W.Moeckli
<b>Members:</b> Ariel Sergio Davidoff Gerard Hofmann Christoph Mauchle Tigran Mirzoyan Patrick J. Swint <b>Aram Ghazaryan</b>

Ararat Bank
<b>Chairman:</b> Grigor Hovhannisyan
<b>Members:</b> Arzik Suvaryan Narek Beglaryan Karen Babajanyan

Ardshinbank
<b>Chairman:</b> Karen Safaryan
<b>Members:</b> Aram Andreasyan Garegin Tosunyan Vache Gabrielyan Tigran Sargsyan

Armeconombank
<b>Chairman:</b> Saribek Sukiasyan
<b>Members:</b> Ruben Hayrapetyan Luiza Petrosyan Hrant Suvaryan Per Fischer <b>Aram Khachatryan</b>

ArmSwissBank
<b>Chairman:</b> Vartan Sirmakes
<b>Members:</b> Raffi Balyozyan Gevorg Chakmishyan Armenak Darbinyan Meruzhan Galstyan

Artsakh Bank
<b>Chairman:</b> Edward Sandoyan
<b>Members:</b> Armen Darbinyan Levon Ghazaryan Artur Osikyan

Byblos Bank Armenia
<b>Chairman:</b> <b>Alain Wanna</b>
<b>Members:</b> Selim Stephan Vasken Yacoubian Michel Saroufim <b>Francois Seman Bassil</b>

\* The figures presented in different color, bold and italic form are those that have changed compared to the previous report

# Structure of the Board (continued)

Converse Bank
<b>Chairman:</b> Armen Ter-Tachatyan
<b>Members:</b> Arsen Gamaghelyan Daniel Guillermo Simonutti Marcelo Wende Arsen Gasparyan

Evocabank
<b>Chairman:</b> <i>Jose M. Moreno De Barreda</i>
<b>Members:</b> Marina Psomas <i>Varoujan Avedikyan</i> <i>Hasan Fardan Hasan Ibrahim</i> <i>Alfardan</i> <i>Tatevik Janoyan</i>

Fast Bank
<b>Chairman:</b> Vahe Badalyan
<b>Members:</b> Svetlana Karapetyan Armen Qtoyan Vahan Vardanyan Daniel Hiler

HSBC Bank Armenia
<b>Chairman:</b> Andrew Beane
<b>Members:</b> Terecina Kwong Aram Shoukourian Niccolo Polli Lucy Hastings

ID Bank
<b>Chairman:</b> Vartan Dilanyan
<b>Members:</b> Karen Margaryan Alexey Komar Avet Mirakyan Artur Javadyan

Inecobank
<b>Chairman:</b> Avetis Baloyan
<b>Members:</b> Karen Safaryan Ashot Avetisyan Dmytro Tolstyk <i>Aren Naltakyan</i>

Mellat Bank
<b>Chairman:</b> Masoud Nasresfahani
<b>Members:</b> Hadi Hatim Shokoohsadat Taherzadeh <i>Majid Ebrahimi Alahvirdi</i>

Unibank
<b>Chairman:</b> Gagik Zakaryan
<b>Members:</b> George Piskov Hrahat Arzumanyan Eduard Zamanyan Philippe Delmotte Vardan Atayan

VTB Bank Armenia
<b>Chairman:</b> Sergey Stepanov
<b>Members:</b> Ilzar Shaimardanov Svetlana Korolyova Afanasi Nefetidi Mikhail Zaycev

\* The figures presented in different color, bold and italic form are those that have changed compared to the previous report

# Sector Insights

## Assets

As of 30 June 2023 the assets grew in 14 banks out of 18 compared with the same period of 2022. The interest earning assets comprised 81.1% of the total assets of the banks. As of 30 June 2023 the interest earning assets of the banks increased by 19.5% compared with 30 June 2022. In the meantime, the interest income increased by 20.4% as compared with the same period of the previous year. The net interest margin was 7% for the reviewed period.

As of 30 June 2023 "Ardshinbank" CJSC had the highest value of assets - about AMD 1,500 billion, which is 17.7% of the total assets of the banking sector. "Fast Bank" CJSC had the lowest level – AMD 90 billion (1.1% in total assets).

It is worth mentioning that the top five banks (ranked by assets) totaled 56.9% of the assets of the banking system as of 30 June 2023.

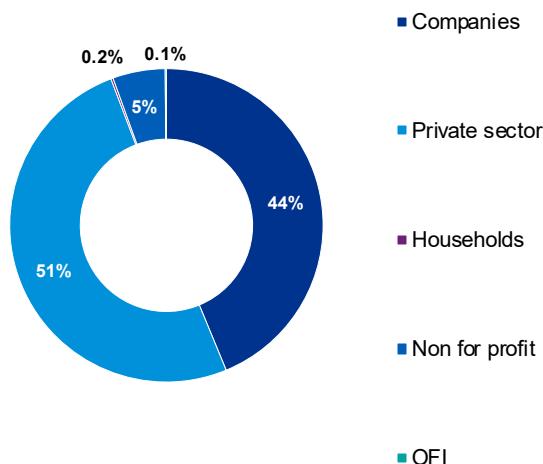
Nevertheless, the banking industry concentration is not high and is defined as unconcentrated according to the Herfindahl-Hirschman Index, which has the value of 0.0908. Compared with the same period of 2022 the HHI has increased by 0.0031 points (0.0877).

## Loan portfolio

The top five banks (ranked by loans) recorded 60.2% of the total loan portfolio as of 30 June 2023.

The major part (95.1%) of the total sum of the outstanding loans was provided to the residents of Armenia, from which 43.9% were companies (only 0.29% of this amount was provided to the state owned companies), 50.5% - to the households, and only a small part to non for profit organizations and other financial organizations (OFI). Compared with the same period of the previous year the share of loans to households in the total amount of outstanding loans increased by 2.5 percentage points while the share of companies decreased by 2.9 percentage points.

## Structure of loans by creditors\*



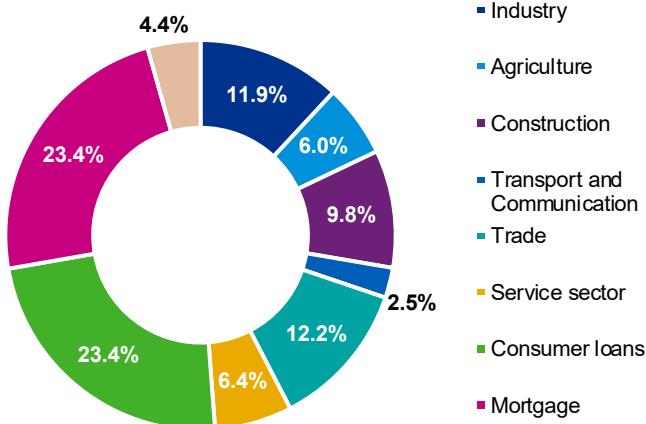
As for the base currencies of the loans, it should be noted that households, other financial institutions and non profit organizations, are mainly provided with loans in AMD (87.4%, 72.8% and 54.6% of the total loans provided to them, respectively) in contrast to companies, which prefer loans in foreign currencies (59.7% of total loans provided to them, respectively).

\* The loans structure is presented only based on the loans provided to the residents

# Sector Insights (continued)

For the reviewed period, the consumer loans, mortgage loans, and loans to the industry sectors comprised 23.45%, 23.36% and 12.2% of the total loans of the banks respectively. The biggest growth in lending was in the mortgage loan (compared to 30 June 2022, the volume of loans grew by 16.2%).

## Structure of loans by economy sectors



The biggest loan portfolio belonged to "Ameriabank" CJSC – AMD 840 billion, which comprised 18.6% of the portfolio of the banking system for the reported period.

As of 30 June 2023 the loans/deposits ratio was 0.89 compared with 1.02 calculated as of 30 June 2022.

## Net Provision Expenses

As of 30 June 2023 the banking system total net provision expenses decreased by 70.9% and reached AMD 14.6 billion compared to 30 June 2022.

## Liabilities

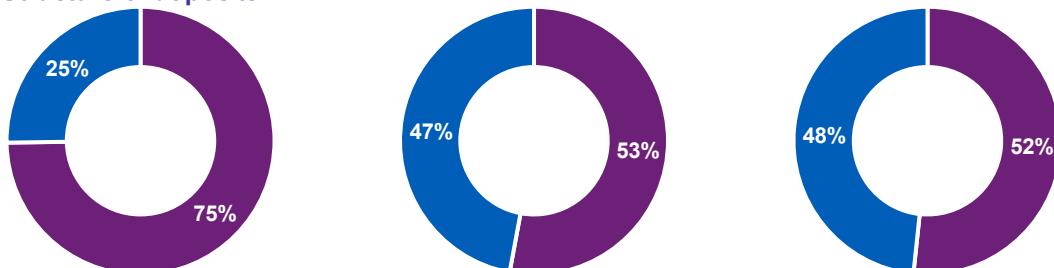
As of 30 June 2023 the banking system total liabilities grew by 15%, compared with the same figure as of 30 June 2022, to reach AMD 7,064 billion, of which 72.3% are deposits.

## Deposits

As of 30 June 2023 the biggest share of term and demand deposits was held by households (71.5%) and private sector (45.4%) respectively.

The major part of outstanding balance of the deposits was from the residents (74.8%), 52.9% of which were term deposits. More than half of the deposits was held in foreign currencies (51.7%).

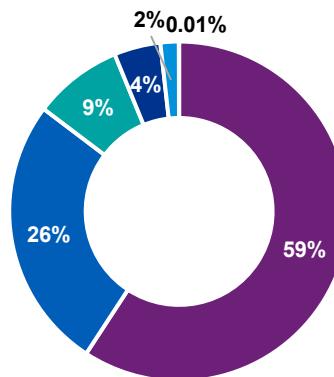
## Structure of deposits



\* The indicators of the deposits duration are presented only based on the deposits from the residents

# Sector Insights (continued)

## Structure of deposits\*



- Households
- Private companies
- OFI
- Non for Profit Organizations
- State owned companies
- Other

As the diagram shows, the households had the biggest share (59%) in the total amount of deposits from residents followed by the private companies which held (26%) of the total deposits from residents.

The highest level of deposits was held by "Ardshinbank" CJSC - about AMD 920 billion, which comprises 18% of the total deposits of the banking system of Armenia.

As of 30 June 2023 one bank had a decrease in deposits compared to the same date of 2022.

## Equity

As of 30 June 2023 the equity increased by 22% compared to the same period of 2022, while for the same period the charter capital increased by 4.4%.

The total equity to total assets ratio was 16.7%, which is 1 percentage points higher compared to the same ratio of 2022 (15.7%).

As of 30 June 2023 "Ameria Bank" CJSC had the highest level of equity - about AMD 177 billion, which is 12.5% of the total equity of the banking system. "Byblos Bank Armenia" CJSC had the lowest level – AMD 31 billion (2.2% in total equity). 49.4% of the total equity of the banking system belonged to the top five banks (ranked by the equity) as of 30 June 2023.

## Income

The income from interest was about AMD 344 billion, which is about 71.6% (2022 same period 62.6%) of the total income of the banking system. The total income of the banking system increased by 10% compared with the same period of the previous year and reached AMD 481 billion. 55.8% of total income of the banking system belonged to the top 5 banks (ranked by the total income).

In the reporting period the 13 banks increased their income compared with the same period of 2022.

## Profit/loss

During the reported period all banks out of 18 operating in Armenia were profitable. The profit before taxes of the banking system totaled AMD 179 billion.

The net profit after taxes of the banking system for the period ended 30 June 2023 was AMD 149 billion.

\* The deposits structure is presented only based on the deposits from the residents

# Key Financial Indicators

## Key Indicators of the Financial Position as of 30.06.2023

AMD Million	Assets	Interest Earning Assets	Gross Advances to Customers	Loans	Liabilities	Deposits	Equity	Charter Capital
1 "ACBA Bank" OJSC	700,791	595,075	573,121	527,797	583,519	453,399	117,273	55,000
2 "AmeriaBank" CJSC	1,252,016	1,087,685	920,268	839,916	1,075,426	837,256	176,590	54,466
3 "AMIO BANK" CJSC	840,780	728,644	534,554	496,185	677,143	489,677	163,637	170,093
4 "AraratBank" OJSC	363,860	291,880	238,382	176,465	303,715	206,882	60,145	9,367
5 "Ardshinbank" CJSC	1,499,860	1,070,041	734,819	556,331	1,333,295	919,640	166,565	52,227
6 "ArmEconomBank" OJSC	425,107	343,025	286,926	277,702	366,333	157,561	58,774	27,187
7 "ArmSwissBank" CJSC	410,652	377,559	157,608	136,898	350,213	126,119	60,439	10,000
8 "ArtsakhBank" CJSC	177,564	159,617	40,564	29,767	118,382	99,389	59,183	23,261
9 "Byblos Bank Armenia" CJSC	102,509	90,247	60,694	50,650	71,155	62,651	31,354	26,249
10 "Converse Bank" CJSC	460,644	395,567	272,563	233,397	392,296	324,468	68,348	19,948
11 "Evocabank" CJSC	365,863	275,972	198,234	178,382	301,381	231,009	64,482	23,000
12 "Fast Bank" CJSC	89,591	76,701	70,813	70,275	38,511	16,959	51,081	30,100
13 "HSBC Bank Armenia" CJSC	297,853	217,695	182,931	175,881	241,661	198,335	56,191	18,434
14 "ID Bank" CJSC	318,637	249,072	180,729	152,922	252,042	209,018	66,595	33,972
15 "InecoBank" CJSC	533,483	428,330	328,757	303,165	457,045	366,331	76,438	19,546
16 "Mellat Bank" CJSC	90,038	79,645	32,621	31,169	40,537	6,276	49,502	32,100
17 "UniBank" OJSC	307,429	212,635	155,222	129,870	268,230	230,593	39,198	21,589
18 "VTB Bank Armenia" CJSC	244,241	196,196	170,697	156,028	193,184	170,869	51,057	63,776

# Key Financial Indicators (continued)

## Key Indicators of the Financial Results for the period ended 30.06.2023

	AMD Million	Total Income	Interest Income	Non-Interest Income	Net Interest Income	Net Non-Interest Income	Net Operating Income*	Operating Expenses	Net Provision Expenses	Net Profit before taxes	Net Profit after taxes
1	"ACBA Bank" OJSC	45,889	35,952	6,287	21,494	4,076	29,220	(14,739)	148	14,629	11,614
2	"AmeriaBank" CJSC	73,172	53,301	7,859	34,135	6,394	52,542	(23,078)	(2,847)	26,617	21,673
3	"AMIOBANK" CJSC	36,662	31,671	2,103	9,975	1,895	14,757	(9,130)	(5,058)	569	467
4	"AraratBank" OJSC	19,311	13,489	2,500	7,735	1,536	12,593	(4,965)	(405)	7,223	6,261
5	"Ardshinbank" CJSC	80,028	52,157	9,101	31,036	6,863	56,669	(10,343)	(2,238)	44,088	38,218
6	"ArmEconomBank" OJSC	22,610	18,376	2,741	7,385	1,819	10,696	(6,576)	1,551	5,672	4,674
7	"ArmSwissBank" CJSC	19,040	18,102	367	4,192	282	5,046	(1,443)	(1,080)	2,523	2,123
8	"ArtsakhBank" CJSC	8,684	7,405	495	3,745	79	4,609	(1,443)	437	3,602	3,102
9	"Byblos Bank Armenia" CJSC	4,059	3,906	155	1,999	61	2,059	(1,311)	113	862	703
10	"Converse Bank" CJSC	27,840	17,450	5,117	10,117	2,156	17,546	(7,469)	(675)	9,402	7,602
11	"Evocabank" CJSC	28,841	9,603	2,672	3,924	921	21,412	(3,091)	(2,158)	16,162	13,421
12	"Fast Bank" CJSC	7,250	7,089	39	6,146	20	6,288	(2,982)	(646)	2,661	2,022
13	"HSBC Bank Armenia" CJSC	13,418	10,732	1,512	8,714	1,218	11,105	(4,347)	1,356	8,114	6,736
14	"ID Bank" CJSC	20,815	12,102	4,701	8,804	1,620	14,436	(5,025)	(66)	9,346	7,564
15	"InecoBank" CJSC	32,541	23,502	4,779	14,810	2,875	21,947	(6,504)	170	15,612	12,839
16	"Mellat Bank" CJSC	3,823	3,504	236	2,985	236	3,303	(731)	664	3,236	2,635
17	"UniBank" OJSC	19,581	11,475	3,816	6,628	2,911	13,829	(6,463)	(1,325)	6,041	5,052
18	"VTB Bank Armenia" CJSC	16,996	14,054	799	8,291	683	11,117	(5,919)	(2,538)	2,660	2,489

\* Net operating income is before provisions and administrative expenses.

# Key Financial Indicators (continued)

## Key Indicators of the Financial Position as of 31.12.2022

	AMD Million	Assets	Interest Earning Assets	Gross Advances to Customers	Loans	Liabilities	Deposits	Equity	Charter Capital
<b>1 "ACBA Bank" OJSC</b>	664,939	536,674	512,669	461,862	555,537	424,169	109,402	55,000	
<b>2 "AmeriaBank" CJSC</b>	1,251,830	1,101,541	829,638	735,543	1,079,778	784,634	172,052	54,415	
<b>3 "AMIO BANK" CJSC</b>	811,036	683,472	513,725	499,859	656,897	462,658	154,139	170,093	
<b>4 "AraratBank" OJSC</b>	357,510	259,111	199,776	166,446	305,031	229,413	52,479	9,367	
<b>5 "Ardshinbank" CJSC</b>	1,557,786	1,075,817	703,191	531,424	1,412,223	948,081	145,563	52,227	
<b>6 "ArmEconomBank" OJSC</b>	409,340	324,622	270,862	259,413	360,229	156,198	49,110	26,652	
<b>7 "ArmSwissBank" CJSC</b>	385,172	344,629	132,478	125,029	334,437	129,536	50,735	10,000	
<b>8 "ArtsakhBank" CJSC</b>	192,294	171,930	41,968	38,074	137,224	105,976	55,070	23,261	
<b>9 "Byblos Bank Armenia" CJSC</b>	102,547	85,893	60,998	52,043	72,376	61,784	30,171	26,249	
<b>10 "Converse Bank" CJSC</b>	464,136	397,478	271,095	223,977	401,361	341,850	62,775	19,948	
<b>11 "Evocabank" CJSC</b>	348,024	243,265	164,434	161,583	287,088	229,263	60,936	23,000	
<b>12 "Fast Bank" CJSC</b>	68,372	61,073	56,521	56,411	19,638	583	48,734	30,100	
<b>13 "HSBC Bank Armenia" CJSC</b>	275,063	205,476	174,882	153,291	219,907	202,336	55,156	18,434	
<b>14 "ID Bank" CJSC</b>	309,006	256,547	163,186	121,328	250,334	188,284	58,672	33,972	
<b>15 "InecoBank" CJSC</b>	532,991	405,287	305,896	278,784	456,597	373,384	76,393	19,546	
<b>16 "Mellat Bank" CJSC</b>	90,709	79,159	29,561	27,610	43,843	6,232	46,867	32,100	
<b>17 "UniBank" OJSC</b>	320,066	201,678	151,772	119,828	285,949	252,805	34,117	21,589	
<b>18 "VTB Bank Armenia" CJSC</b>	252,242	198,552	172,762	158,545	204,541	178,743	47,700	63,776	

# Key Financial Indicators (continued)

## Key Indicators of the Financial Results for the period ended 31.12.2022

	AMD Million	Total Income	Interest Income	Non-Interest Income	Net Interest Income	Net Non-Interest Income	Net Operating Income*	Operating Expenses	Net Provision Expenses	Net Profit before taxes	Net Profit after taxes
1	"ACBA Bank" OJSC	82,929	58,118	9,660	33,813	6,036	55,001	(25,686)	(997)	28,318	22,570
2	"AmeriaBank" CJSC	140,130	86,121	11,729	50,460	9,135	101,875	(42,306)	(4,700)	54,869	44,269
3	"AMIO BANK" CJSC	130,965	134,564	3,511	85,147	2,373	80,409	(11,631)	(54,729)	14,049	213
4	"AraratBank" OJSC	38,150	23,302	4,373	11,644	2,721	24,840	(9,581)	903	16,163	13,172
5	"Ardshinbank" CJSC	173,694	86,019	27,627	41,592	24,337	125,978	(23,675)	(25,047)	77,256	62,213
6	"ArmEconomBank" OJSC	42,123	32,690	4,551	12,871	3,039	20,791	(11,622)	(246)	8,923	7,112
7	"ArmSwissBank" CJSC	35,575	34,112	505	7,944	320	9,222	(3,430)	3,138	8,930	7,200
8	"ArtsakhBank" CJSC	21,992	16,170	698	7,599	(1,231)	11,491	(3,749)	1,430	9,172	7,438
9	"Byblos Bank Armenia" CJSC	6,969	6,745	224	3,235	63	3,298	(2,205)	110	1,203	921
10	"Converse Bank" CJSC	50,270	30,275	7,145	16,124	4,226	33,200	(13,146)	(2,257)	17,797	14,098
11	"Evocabank" CJSC	58,138	20,957	7,565	9,594	3,330	42,540	(9,425)	(2,175)	30,939	25,724
12	"Fast Bank" CJSC	15,187	13,459	26	11,037	(130)	12,609	(4,822)	(663)	7,124	5,907
13	"HSBC Bank Armenia" CJSC	23,979	17,794	2,708	14,325	1,838	19,639	(9,059)	(232)	10,349	8,018
14	"ID Bank" CJSC	40,112	19,919	6,180	13,033	1,618	28,664	(10,607)	(1,332)	16,724	13,516
15	"InecoBank" CJSC	60,427	39,900	7,188	23,112	4,115	40,565	(13,308)	1,768	29,026	23,646
16	"Mellat Bank" CJSC	7,388	6,662	387	5,507	383	6,228	(1,373)	(644)	4,210	3,423
17	"UniBank" OJSC	47,275	19,988	11,844	9,915	9,159	34,517	(11,608)	(17,242)	5,668	4,397
18	"VTB Bank Armenia" CJSC	41,135	31,613	2,201	18,889	1,543	27,753	(19,749)	(8,901)	(896)	(1,414)

\* Net operating income is before provisions and administrative expenses.

# Key Financial Indicators (continued)

## Key Indicators of the Financial Results for the period ended 30.06.2022

	AMD Million	Assets	Interest Earning Assets	Gross Advances to Customers	Loans	Liabilities	Deposits	Equity	Charter Capital
1 "ACBA Bank" OJSC	564,419	434,716	413,344	398,237	468,989	298,869	95,430	55,000	
2 "AmeriaBank" CJSC	1,111,716	882,522	743,344	684,502	965,231	658,437	146,485	54,415	
3 "AMIOBANK" CJSC	845,880	750,195	554,344	532,150	690,122	450,531	155,758	170,093	
4 "AraratBank" OJSC	309,463	238,218	186,195	160,206	266,510	155,584	42,953	8,804	
5 "Ardshinbank" CJSC	1,135,172	791,004	645,222	547,972	1,014,583	545,888	120,589	52,227	
6 "ArmEconomBank" OJSC	378,054	302,056	249,319	241,564	332,504	139,013	45,550	26,652	
7 "ArmSwissBank" CJSC	375,400	338,412	122,276	113,810	326,406	110,943	48,995	10,000	
8 "ArtsakhBank" CJSC	191,360	169,665	43,574	35,602	139,342	97,519	52,018	23,261	
9 "Byblos Bank Armenia" CJSC	96,772	75,554	53,765	43,255	66,855	59,022	29,917	26,249	
10 "Converse Bank" CJSC	393,191	327,155	259,861	222,447	337,402	278,188	55,789	19,948	
11 "Evocabank" CJSC	271,627	202,736	143,178	142,628	220,803	162,305	50,824	23,000	
12 "Fast Bank" CJSC	69,597	62,462	57,789	57,789	44,365	-	25,232	7,000	
13 "HSBC Bank Armenia" CJSC	262,503	199,419	161,071	150,108	211,365	190,201	51,138	18,434	
14 "ID Bank" CJSC	228,497	181,281	145,006	128,746	177,040	140,449	51,458	33,972	
15 "InecoBank" CJSC	439,957	345,414	253,907	241,751	377,068	259,190	62,889	14,546	
16 "Mellat Bank" CJSC	99,462	84,148	25,767	23,331	54,252	5,077	45,209	32,100	
17 "UniBank" OJSC	275,997	163,635	143,090	127,686	241,591	203,693	34,405	21,589	
18 "VTB Bank Armenia" CJSC	259,186	202,787	178,040	163,608	209,983	189,982	49,203	63,776	

\* Net operating income is before provisions and administrative expenses.

# Key Financial Indicators (continued)

## Key Indicators of the Financial Results for the period ended 30.06.2022

	AMD Million	Total Income	Interest Income	Non-Interest Income	Net Interest Income	Net Non-Interest Income	Net Operating Income*	Operating Expenses	Net Provision Expenses	Net Profit before taxes	Net Profit after taxes
1 "ACBA Bank" OJSC	38,667	26,130	4,156	14,629	2,564	25,574	(12,643)	879	13,811	10,658	
2 "AmeriaBank" CJSC	59,456	39,374	4,856	21,811	3,651	40,687	(17,288)	116	23,515	19,110	
3 "AMIO BANK" CJSC	59,505	31,889	1,523	7,040	1,304	34,436	(5,808)	(28,198)	430	427	
4 "AraratBank" OJSC	17,028	11,099	1,622	5,203	948	10,458	(3,929)	(144)	6,386	5,908	
5 "Ardshinbank" CJSC	69,143	38,748	7,828	15,397	6,459	44,424	(8,025)	(11,355)	25,044	20,113	
6 "ArmEconomBank" OJSC	19,246	15,350	1,863	6,032	1,168	9,233	(5,723)	207	3,718	2,857	
7 "Arm SwissBank" CJSC	17,576	16,978	348	4,097	265	4,613	(1,266)	439	3,786	3,166	
8 "ArtsakhBank" CJSC	9,849	7,975	548	3,577	211	5,115	(1,539)	287	3,862	3,470	
9 "Byblos Bank Armenia" CJSC	3,312	3,278	91	1,508	25	1,478	(960)	43	560	431	
10 "Converse Bank" CJSC	21,894	14,262	2,605	7,183	1,250	13,460	(5,999)	23	7,485	5,711	
11 "Evocabank" CJSC	9,305	7,560	794	3,255	321	4,527	(2,598)	(1,823)	105	79	
12 "Fast Bank" CJSC	8,812	7,249	12	5,655	(2)	7,203	(2,207)	(1,148)	3,848	3,385	
13 "HSBC Bank Armenia" CJSC	11,409	8,484	1,256	6,801	939	9,408	(4,267)	68	5,209	4,219	
14 "ID Bank" CJSC	18,271	9,086	2,457	5,471	1,176	13,376	(5,124)	(509)	7,743	6,239	
15 "InecoBank" CJSC	27,221	18,936	2,851	10,747	1,491	17,672	(4,858)	(523)	12,291	9,987	
16 "Mellat Bank" CJSC	3,581	3,173	148	2,697	145	3,102	(655)	(128)	2,319	1,860	
17 "UniBank" OJSC	20,056	8,998	4,019	3,946	3,050	14,035	(5,088)	(4,173)	4,773	3,974	
18 "VTB Bank Armenia" CJSC	22,529	17,035	1,297	10,315	888	15,399	(11,387)	(4,214)	(201)	(361)	

\* Net operating income is before provisions and administrative expenses.

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# KPMG Experience in the Armenian Banking Sector



# KPMG Experience in the Armenian Banking Sector

## Audit

### *Current clients*

- AmeriaBank CJSC
- Converse Bank CJSC
- Evoca BankCJSC
- InecoBank CJSC
- AraratBank OJSC

## Tax

### *Current clients*

- Byblos Bank Armenia CJSC
- AMIO BANK CJSC

## Advisory

<i>Client name</i>	<i>Service description</i>
ACBA Bank OJSC	Support ACBA Bank with developing their ESG Strategy and Report Development of staff grading system
AMIO BANK CJSC	Various advisory services
InecoBank CJSC	IFRS 9 implementation assistance Review of the Bank's AML Compliance Standards HR Advisory services
ID Bank CJSC	IFRS 9 implementation assistance Cyber Security Advisory services
Ardshinbank CJSC	IFRS 9 implementation assistance Review of the Bank's AML Compliance Standards Cyber Security Advisory services
HSBC Bank Armenia	Staff lending Salary surveys
VTB Bank CJSC	Review of the Bank's AML Compliance Standards
Unibank CJSC	Review of the Bank's AML Compliance Standards Cyber Security Advisory services
Ameria Bank CJSC	Review of the Bank's AML Compliance Standards 3LoD
AraratBank OJSC	Review of the Bank's AML Compliance Standards

# Abbreviations

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<b>ADB</b>	Asian Development Bank
<b>AMD</b>	Armenian Dram
<b>BV</b>	Besloten Vennootschap, a type of Dutch Private Limited liability company
<b>CBA</b>	Central Bank of Armenia
<b>CJSC</b>	Closed Joint Stock Company
<b>EBRD</b>	European Bank for Reconstruction and Development
<b>EFSE</b>	European Fund for Southeast Europe
<b>GCPF</b>	Global Climate Partnership Fund
<b>H I</b>	First Half
<b>HHI</b>	Herfindahl-Hirschman Index
<b>IFRS</b>	International Financial Reporting Standards
<b>IRI</b>	Islamic Republic of Iran
<b>LLC</b>	Limited Liability Company
<b>NIM</b>	Net Interest Margin
<b>NPE</b>	Net Provision Expenses
<b>NPT</b>	Net Profit after Taxes
<b>OCI</b>	Other Comprehensive Income
<b>OFI</b>	Other Financial Institutions
<b>OJSC</b>	Open Joint Stock Company
<b>PM</b>	Profit Margin
<b>RA</b>	Republic of Armenia
<b>ROA</b>	Return on Assets
<b>ROE</b>	Return on Equity
<b>SME</b>	Small and Medium Entrepreneurship
<b>S.A.</b>	Société Anonyme (French term for a public limited company)
<b>S.A.L.</b>	Société anonyme libanaise (French term for a public limited company in Lebanon)
<b>USA</b>	The United States of America
<b>MSME</b>	Micro, Small and Middle Enterprises

# Glossary

## **Herfindahl-Hirschman Index**

Calculated by squaring the market share of each firm competing in the market and then summing the resulting numbers. Index below 0.1 indicates an unconcentrated index; index between 0.1 and 0.18 indicates moderate concentration; index above 0.18 indicates high concentration.

## **Equity to assets**

Calculated as the total equity divided by the total assets.

## **Liquidity**

Prudential ratio N12 (High liquid assets/Total assets) calculated and reported by each bank as of the reporting date according to the corresponding regulation of the CBA.

## **Capital adequacy**

Prudential ratio N1 (Total capital/risk weighted assets) calculated and reported by each bank as of the reporting date according to the corresponding regulation of the CBA.

## **Net interest margin**

Calculated as the net interest income generated during the last 12 months ended by the reporting date divided by the average interest earning assets for the mentioned 12 months.

## **Profit margin**

Calculated as the net profit generated during the reported period divided by the total income for the same period.

## **Return on Assets**

Calculated as the net profit generated during the last 12 months ended by the reporting date divided by the total average assets for the mentioned 12 months.

## **Return on Equity**

Calculated as the net profit generated during the last 12 months ended by the reporting date divided by the average total equity for the mentioned 12 months.

# Contacts

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