

*Translation from the original in Russian*

**“Belarusian Bank  
for Development and Reconstruction “Belinvestbank”  
Joint-Stock Company**

**Summary Interim Consolidated Financial Statements**

*For the 3 Months Ended 31 March 2016*

**BELINVESTBANK JSC**


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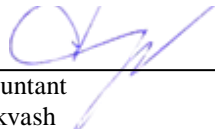
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**BELINVESTBANK JSC**  
**SUMMARY INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2016**  
*(in millions of Belarusian roubles)*

	Notes	31 March 2016	31 December 2015
<b>ASSETS:</b>			
Cash, balances with the National Bank and precious metals	4	2,131,762	3,562,858
Due from banks	5	987,767	572,116
Loans to customers	6	21,949,995	21,175,101
Securities available for sale	7	7,171,592	6,994,416
Investment securities pledged under repurchase agreements	8	193,694	801,806
Assets constructed for sale	9	185,508	242,233
Investment in associate	10	106,913	114,253
Property and equipment	11	2,029,444	2,044,724
Intangible assets	12	174,525	162,900
Non-current assets held for sale	13	23,090	22,605
Current income tax assets		1,028	1,017
Deferred income tax assets	26	13,375	9,021
Government grants receivable	33	721,982	588,972
Other assets	14	1,081,443	1,392,961
<b>TOTAL ASSETS</b>		<b>36,772,118</b>	<b>37,684,983</b>
<b>LIABILITIES AND EQUITY:</b>			
<b>LIABILITIES:</b>			
Due to banks	15	5,782,667	5,376,689
Subordinated debt	16	1,107,315	1,021,295
Due to customers	17	24,012,281	25,052,394
Loans from banks collateralized by securities		193,083	782,115
Debt securities issued	18	1,108,424	943,090
Current income tax liabilities		3,719	5,031
Deferred income tax liabilities	26	62,771	67,823
Other liabilities	19	627,863	531,663
<b>Total liabilities</b>		<b>32,898,123</b>	<b>33,780,100</b>
<b>EQUITY:</b>			
Share capital	27	3,363,256	3,363,256
Share premium		117,501	117,501
Revaluation reserve of financial assets available for sale		22,262	22,855
Revaluation reserve for premises		598,425	600,968
Accumulated deficit		(227,819)	(200,067)
Total equity attributable to shareholders of the Bank		3,873,625	3,904,513
Non-controlling interest		370	370
<b>Total equity</b>		<b>3,873,995</b>	<b>3,904,883</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>36,772,118</b>	<b>37,684,983</b>

  
 Chairman of the Board  
 G. A. Sysoev  
 31 May 2016  
 Minsk

  
 Chief Accountant  
 A. N. Syrokvash

**BELINVESTBANK JSC**  
**SUMMARY INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2016**  
*(in millions of Belarusian roubles)*

	Notes	Three Months ended	Three Months ended
		31 March 2016	31 March 2015
Interest income	20	1,157,661	1,193,753
Interest expense	20	(710,130)	(952,383)
<b>NET INTEREST INCOME</b>		<u>447,531</u>	<u>241,370</u>
Effect on initial recognition on interest bearing assets and liabilities, net		11,341	794
Provision for impairment losses on loans to customers	21	(353,315)	(60,884)
<b>NET INTEREST INCOME AFTER ALLOWANCE FOR IMPAIRMENT LOSSES ON INTEREST BEARING ASSETS</b>		<u>105,557</u>	<u>181,280</u>
Net loss from operations with securities available for sale		(20,489)	(29,437)
Net gain from foreign exchange operations	22	53,677	29,990
Fee and commission income	23	222,041	225,523
Fee and commission expense	23	(46,212)	(44,992)
Share in loss of associate	9	(7,340)	(4,385)
Other income	24	69,690	76,738
Impairment losses of allowance for impairment losses on other assets	21	(1,019)	(519)
Impairment recovery/(losses) on off-balance liabilities	21	8,584	(2,015)
<b>NET NON-INTEREST INCOME</b>		<u>278,932</u>	<u>250,903</u>
<b>OPERATING INCOME</b>		384,489	432,183
<b>OPERATING EXPENSES</b>	25	(389,810)	(430,476)
<b>(LOSS)/PROFIT BEFORE INCOME TAX EXPENSES</b>		<u>(5,321)</u>	<u>1,707</u>

A complete set of interim condensed consolidated financial statements prepared in accordance with International Financial Reporting Standards is available at request from the Bank.

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**BELINVESTBANK JSC**  
**SUMMARY INTERIM CONSOLIDATED STATEMENT OF COMPEHENSIVE INCOME**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2016 (CONTINUED)**  
*(in millions of Belarusian roubles)*

		Three Months ended 31 March 2016	Three Months ended 31 March 2015
Income taxes recovery/(expenses)	26	5,961	(940)
<b>NET PROFIT</b>		<b>640</b>	<b>767</b>
<b>NET PROFIT/(LOSS), ATTRIBUTABLE TO :</b>			
Shareholders of the Bank		640	769
Non-controlling interest		-	(2)
		<b>640</b>	<b>767</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
Items that will never be reclassified to profit or loss			
Items that are or may be reclassified to profit or loss			
(Losses)/gains from revaluation of securities available for sale		(2,055)	12,532
Realised gains/(losses) on investment securities available for sale		2,080	(9,403)
Income tax relating to securities available for sale	26	(618)	(1,438)
Items that are or may be reclassified to profit or loss less tax		(593)	1,691
<b>COMPREHENSIVE (LOSS)/INCOME LESS TAX</b>		<b>(593)</b>	<b>1,691</b>
<b>COMPREHENSIVE INCOME</b>		<b>47</b>	<b>2,458</b>
<b>TOTAL COMPREHENSIVE INCOME/(LOSS), ATTRIBUTABLE TO:</b>			
Shareholders of the Bank		47	2,460
Non-controlling interest		-	(2)
		<b>47</b>	<b>2,458</b>
<b>Earnings per share</b>		0.10	0.12
attributable to:shareholders of the Bank (BYR)			

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**BELINVESTBANK JSC**  
**SUMMARY INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2016**  
*(in millions of Belarusian roubles)*

	Share capital	Share premium	Revaluation reserve for premises	Revaluation on revalue of financial assets available for sale	Accumulated deficit	Total equity attributable to shareholders of the Bank	Non-controlling interest	Total equity
<b>31 December 2014</b>	<b>3,363,256</b>	<b>117,501</b>	<b>395,083</b>	<b>3,418</b>	<b>(224,806)</b>	<b>3,654,452</b>	<b>374</b>	<b>3,654,826</b>
Net profit for the period	-	-	-	-	769	769	(2)	767
Other comprehensive income for the period	-	-	-	1,691	-	1,691	-	1,691
Total comprehensive income for the period	-	-	-	1,691	769	2,460	(2)	2,458
Amortisation of revaluation reserve for premises, net of tax	-	-	(1,603)	-	1,603	-	-	-
Dividends declared	27	-	-	-	(16,619)	(16,619)	-	(16,619)
<b>31 March 2015</b>	<b>3,363,256</b>	<b>117,501</b>	<b>393,480</b>	<b>5,109</b>	<b>(239,053)</b>	<b>3,640,293</b>	<b>372</b>	<b>3,640,665</b>
<b>31 December 2015</b>	<b>3,363,256</b>	<b>117,501</b>	<b>600,968</b>	<b>22,855</b>	<b>(200,067)</b>	<b>3,904,513</b>	<b>370</b>	<b>3,904,883</b>
Net profit for the period	-	-	-	-	640	640	-	640
Other comprehensive loss for the period	-	-	-	(593)	-	(593)	-	(593)
Total comprehensive income for the period	-	-	-	(593)	640	47	-	47
Disposal of premises	-	-	-	-	-	-	-	-
Amortisation of revaluation reserve for premises, net of tax	-	-	(2,543)	-	2,543	-	-	-
Dividends declared	27	-	-	-	(30,935)	(30,935)	-	(30,935)
<b>31 March 2016</b>	<b>3,363,256</b>	<b>117,501</b>	<b>598,425</b>	<b>22,262</b>	<b>(227,819)</b>	<b>3,873,625</b>	<b>370</b>	<b>3,873,995</b>

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**BELINVESTBANK JSC**  
**SUMMARY INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2016**  
*(in millions of Belarusian roubles)*

	Notes	Three Months ended 31 March 2016	Three Months ended 31 March 2015
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Interest received		1,027,390	696,388
Interest paid		(682,273)	(932,211)
Fees and commissions received		222,041	225,523
Fees and commissions paid		(46,212)	(44,992)
Realised gains less losses from securities available for sale		(20,489)	(29,437)
Realised gains less losses from dealing in foreign currencies		(68,498)	58,699
Other income received		68,143	74,587
Other operating expenses paid		(331,859)	(418,411)
Cash inflows from operating activities before changes in operating assets and liabilities		<u>168,243</u>	<u>(369,854)</u>
Change in operating assets and liabilities (Increase)/decrease in operating assets:			
Minimum reserve deposits with the National Bank of the Republic of Belarus		(5,220)	21,775
Precious metals		805	(1,094)
Due from banks		172,588	137,601
Loans to customers		305,539	691,430
Other assets		385,084	(158,727)
Loans to banks collateralized by securities		-	30,020
Increase/(decrease) in operating liabilities:			
Due to banks		(59,449)	(663,909)
Due to customers		(2,687,466)	974,677
Loans from banks collateralized by securities		(676,636)	310,764
Other liabilities		78,102	397,628
Cash (outflow)/inflow from operating activities before taxation		<u>(2,318,410)</u>	<u>1,370,311</u>
Income tax paid		(5,386)	(4,610)
Cash (outflow)/inflow from operating activities		<u>(2,323,796)</u>	<u>1,365,701</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Purchase of property and equipment and intangible assets		(44,556)	(51,380)
Proceeds on sale of property and equipment and intangible assets		1,671	2,363
Proceeds on securities pledged under repurchase agreements		601,854	(317,199)
Purchase of securities available for sale		(885,440)	268,784
Proceeds on sale of securities available for sale		<u>1,474,411</u>	<u>349,370</u>
Net cash inflow from investing activities		<u>1,147,940</u>	<u>251,938</u>

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**BELINVESTBANK JSC**  
**SUMMARY INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2016 (CONTINUED)**  
*(in millions of Belarusian roubles)*

	Notes	Three Months ended 31 March 2016	Three Months ended 31 March 2015
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Dividends paid		(30,935)	(16,619)
Proceeds from debt securities issued		728,619	2,001,450
Purchase and redemption of debt securities issued		(619,697)	(2,051,453)
Net cash inflow/(outflow) from finance activities		77,987	(66,622)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(1,097,869)	1,551,017
EFFECT OF CHANGES IN FOREIGN EXCHANGE RATES ON CASH AND CASH EQUIVALENTS		80,166	95,453
<b>CASH AND CASH EQUIVALENTS, beginning of the period</b>	<b>4</b>	<b>3,946,708</b>	<b>1,857,262</b>
<b>CASH AND CASH EQUIVALENTS, end of the period</b>	<b>4</b>	<b>2,929,005</b>	<b>3,503,732</b>

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**The basis of presentation of the summary interim consolidated financial statements of  
“Belinvestbank“ Joint-Stock Company**

The summary interim consolidated financial statements of the Group have been prepared following the accepted practice. The summary interim consolidated financial statements of the Group have been prepared on the basis of interim condensed consolidated financial statements of the Group and consist of summary interim consolidated statement of financial position, summary interim consolidated statement of comprehensive income, summary interim consolidated statement of changes in equity, and summary interim consolidated statement of cash flows for the accounting period specified. The interim condensed consolidated financial statements of the Group have been prepared on the basis of and in accordance with the accounting policy used for preparation of the full package of the Group’s interim consolidated financial statements.