

*Translation from the original in Russian*

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

**Summary Interim Consolidated Financial Statements**

*For the 6 Months Ended 30 June 2013*

**BELINVESTBANK JSC**

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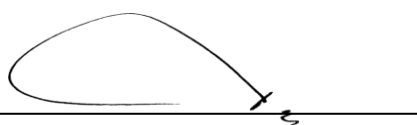
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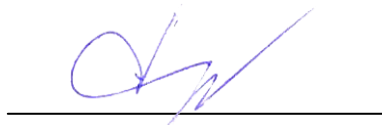
**BELINVESTBANK JSC**  
**SUMMARY INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2013**

(in millions of Belarusian roubles in terms of purchasing power of the Belarusian rouble as at 30 June 2013)

		30 June 2013	31 December 2012
<b>ASSETS:</b>			
Cash, balances with the National Bank and precious metals	4	2,367,270	2,612,662
Due from banks	5	800,000	1,261,612
Derivative financial assets	13	839,703	888,313
Loans to customers	6	12,665,613	11,654,165
Securities available for sale	7	1,534,256	545,841
Investment securities pledged under repurchase agreements	8	-	159,389
Securities held to maturity	9	170,206	172,912
Assets constructed for sale	12	114,862	64,974
Investment in associate	10	121,010	138,224
Property and equipment	11	1,298,085	1,307,107
Intangible assets	11	56,773	66,344
Non-current assets held for sale	12	6,986	10,212
Current income tax assets		14,492	45,867
Deferred income tax assets		25,502	27,282
Government grants receivable	32	260,696	301,900
Other assets	14	421,489	348,005
<b>TOTAL ASSETS</b>		<b>20,696,943</b>	<b>19,604,809</b>
<b>LIABILITIES AND EQUITY:</b>			
<b>LIABILITIES:</b>			
Due to banks	15	2,442,726	1,805,153
Due to customers	16	14,221,500	13,925,187
Loans from banks collateralized by securities		-	105,655
Debt securities issued	17	1,443,785	1,269,084
Current income tax liabilities		18,141	31,582
Deferred income tax liabilities		1,235	923
Other liabilities	18	280,764	192,686
<b>Total liabilities</b>		<b>18,408,151</b>	<b>17,330,270</b>
<b>EQUITY:</b>			
Share capital	26	2,051,745	2,051,745
Share premium		92,869	92,869
Revaluation reserve of financial assets available for sale		(2,453)	(11,857)
Revaluation reserve for premises		368,066	370,345
Accumulated deficit		(224,088)	(230,689)
Total equity attributable to shareholders of the Bank		2,286,139	2,272,413
Non-controlling interest		2,653	2,126
<b>Total equity</b>		<b>2,288,792</b>	<b>2,274,539</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>20,696,943</b>	<b>19,604,809</b>



Chairman of the Board  
A.A. Lysyuk  
15 August 2013  
Minsk



Chief Accountant  
A.N. Syrokavash

*Translation from the original in Russian*

**BELINVESTBANK JSC**  
**SUMMARY INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE SIX MONTHS ENDED 30 JUNE 2013**  
*(in millions of Belarusian roubles in terms of purchasing power of the Belarusian rouble as at 30 June 2013)*

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	Notes	Six months ended 30 June 2013	Six months ended 30 June 2012
Interest income	19	1,329,682	1,724,987
Interest expense	19	<u>(987,292)</u>	<u>(1,434,409)</u>
NET INTEREST INCOME		342,390	290,578
Effect on initial recognition on interest bearing assets and liabilities, net		(37,834)	(2,499)
Allowance for impairment losses on loans to customers	20	(78,994)	(59,567)
 NET INTEREST INCOME AFTER ALLOWANCE FOR IMPAIRMENT LOSSES ON INTEREST BEARING ASSETS		 <u>225,562</u>	 <u>228,512</u>
Net loss from operations with securities available for sale		(6,105)	14,030
Net gain from foreign exchange operations	21	67,046	12,109
Fee and commission income	22	317,696	276,516
Fee and commission expense	22	(61,008)	(50,762)
Share in profit of associate	10	(8,194)	20,644
Other income	23	38,190	82,113
Recovery/(provision) of allowance for impairment losses on other assets	20	291	3,766
Recovery/(provision) for impairment losses on off-balance liabilities	20	<u>(10,862)</u>	<u>10,708</u>
 NET NON-INTEREST INCOME		 <u>337,054</u>	 <u>369,124</u>
 OPERATING INCOME		 562,616	 597,636
OPERATING EXPENSES	24	<u>(471,820)</u>	<u>(489,241)</u>
PROFIT BEFORE INCOME TAX EXPENSES		<u>90,796</u>	<u>108,395</u>

**BELINVESTBANK JSC**  
**SUMMARY INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE SIX MONTHS ENDED 30 JUNE 2013**  
*(in millions of Belarusian roubles in terms of purchasing power of the Belarusian rouble as at 30 June 2013)*

	<b>Six months ended 30 June 2013</b>	<b>Six months ended 30 June 2012</b>
Income taxes expenses	25 (19,407)	(28,913)
<b>NET PROFIT BEFORE LOSS ON NET MONETARY POSITION</b>	<b>71,389</b>	<b>79,482</b>
LOSS ON NET MONETARY POSITION	(54,524)	(72,101)
<b>NET PROFIT/(LOSS)</b>	<b>16,865</b>	<b>7,381</b>
<b>NET PROFIT/(LOSS), ATTRIBUTABLE TO :</b>		
Shareholders of the Bank	16,338	6,765
Non-controlling interest	527	616
	<b>16,865</b>	<b>7,381</b>
<b>OTHER COMPREHENSIVE INCOME</b>		
Gains/(losses) from revaluation of securities available for sale	3,486	16,231
Realised gains on investment securities available for sale	6,290	(39)
Income tax relating to securities available for sale	25 (372)	(249)
<b>COMPREHENSIVE INCOME LESS TAX</b>	<b>9,404</b>	<b>15,943</b>
<b>COMPREHENSIVE INCOME</b>	<b>26,269</b>	<b>23,324</b>
<b>TOTAL COMPREHENSIVE INCOME, ATTRIBUTABLE TO:</b>		
Shareholders of the Bank	25,742	22,708
Non-controlling interest	527	616
	<b>29,269</b>	<b>29,446</b>
Earnings/(loss) per share		
attributable to: shareholders of the Bank (BYR)	6	2

**BELINVESTBANK JSC**

**SUMMARY INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE SIX MONTHS ENDED 30 JUNE 2013**

*(in millions of Belarusian roubles in terms of purchasing power of the Belarusian rouble as at 30 June 2013)*

	Notes	Share capital	Share premium	Revaluation reserve for premises	Revaluation reserve of financial assets available for sale	Accumulated deficit)/ retained earnings	Total equity attributable to shareholders of the Bank	Non-controlling interest	Total equity
<b>31 December 2011 (restated)</b>		<b>1,907,756</b>	<b>92,869</b>	452,866	(28,382)	(266,093)	<b>2,159,016</b>	<b>24</b>	<b>2,159,040</b>
Net profit for the period		-	-	-	-	6,765	6,765	616	7,381
Other comprehensive income for the period		-	-	-	15,943	-	15,943	-	15,943
Total comprehensive income for the period		-	-	-	15,943	6,765	22,708	616	23,324
Capitalization of reserves		34,332	-	-	-	(34,332)	-	-	-
Share capital increase by share issue	26	109,657	-	-	-	-	109,657	-	109,657
Amortisation of revaluation reserve for premises, net of tax		-	-	(2,513)	-	2,513	-	-	-
Dividends declared and paid	26	-	-	-	-	(24,896)	(24,896)	-	(24,896)
<b>30 June 2013</b>		<b>2,051,745</b>	<b>92,869</b>	<b>450,353</b>	<b>(12,439)</b>	<b>(316,043)</b>	<b>2,266,485</b>	<b>640</b>	<b>2,267,125</b>
<b>31 December 2012</b>		<b>2,051,745</b>	<b>92,869</b>	<b>370,345</b>	<b>(11,857)</b>	<b>(230,689)</b>	<b>2,272,413</b>	<b>2,126</b>	<b>2,274,539</b>
Net profit for the period		-	-	-	-	16,338	16,338	527	16,865
Other comprehensive income for the period		-	-	-	9,404	-	9,404	-	9,404
Total comprehensive income for the period		-	-	-	9,404	16,338	25,742	527	26,269
Amortisation of revaluation reserve for premises, net of tax		-	-	(2,279)	-	2,279	-	-	-
Dividends declared and paid	26	-	-	-	-	(12,016)	(12,016)	-	(12,016)
<b>30 June 2013</b>		<b>2,051,745</b>	<b>92,869</b>	<b>368,066</b>	<b>(2,453)</b>	<b>(224,088)</b>	<b>2,286,139</b>	<b>2,653</b>	<b>2,288,792</b>

**BELINVESTBANK JSC**  
**SUMMARY INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE SIX MONTHS ENDED 30 JUNE 2013**  
*(in millions of Belarusian roubles in terms of purchasing power of the Belarusian rouble as at 30 June 2013)*

	Notes	Six months ended 30 June 2013	Six months ended 30 June 2012
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Interest received		1,303,348	1,838,762
Interest paid		(966,350)	(1,381,974)
Fees and commissions received		317,696	258,653
Fees and commissions paid		(61,008)	(50,762)
Realised gains less losses from securities available for sale		(6,105)	39
Realised gains less losses from dealing in foreign currencies	21	191,471	207,473
Other income received		38,226	69,331
Other operating expenses paid		(446,325)	(434,445)
Cash inflows from operating activities before changes in operating assets and liabilities		<u>370,953</u>	<u>507,077</u>
Change in operating assets and liabilities			
(Increase)/decrease in operating assets:			
Minimum reserve deposits with the National Bank of the Republic of Belarus		174,517	(28,842)
Precious metals		1,942	1,701
Due from banks		542,722	65,959
Loans to customers		(274,081)	(1,454,631)
Other assets		(79,110)	(79,972)
Increase/(decrease) in operating liabilities:			
Due to banks		496,671	(529,365)
Due to customers		(693,722)	2,291,955
Loans from banks collateralized by securities		(111,603)	348,958
Other liabilities		87,618	(66,005)
Cash inflow/(outflow) from operating activities before taxation		<u>515,907</u>	<u>1,056,835</u>
Income tax paid		2,899	(65,424)
Cash inflow/(outflow) from operating activities		<u>518,806</u>	<u>991,411</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Purchase of property and equipment and intangible assets		(28,603)	(118,883)
Proceeds on sale of property and equipment and intangible assets		-	14,647
Proceeds on sale of non-current assets held for sale		-	(6,160)
Proceeds on securities pledged under repurchase agreements		169,790	(97,873)
Proceeds on securities held to maturity		21,476	-
Purchase of securities available for sale and securities pledged under repurchase agreements		(1,772,022)	(3,061,338)
Proceeds on sale of securities available for sale and securities pledged under repurchase agreements		<u>845,021</u>	<u>2,594,433</u>
Net cash outflow from investing activities		<u>(764,338)</u>	<u>(675,174)</u>

**BELINVESTBANK JSC**

**SUMMARY INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE SIX MONTHS ENDED 30 JUNE 2013 (CONTINUED)**

*(in millions of Belarusian roubles in terms of purchasing power of the Belarusian rouble as at 30 June 2013)*

		Six months ended	Six months ended
	Notes	30 June 2013	30 June 2012
<b>CASH FLOWS FROM FINANCING ACTIVITIES :</b>			
Share capital issue	26	-	109,661
Dividends paid		(11,462)	(24,070)
Proceeds from debt securities issued		1,581,216	524,261
Purchase and redemption of debt securities issued		<u>(1,496,853)</u>	<u>(298,639)</u>
Net cash (outflow)/inflow from finance activities		<u>72,901</u>	<u>311,213</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		(172,631)	627,450
EFFECT OF CHANGES IN FOREIGN EXCHANGE RATES ON CASH AND CASH EQUIVALENTS		5,177	10,553
INFLATION EFFECT ON MONETARY ASSETS AND LIABILITIES		(86,080)	(282,691)
<b>CASH AND CASH EQUIVALENTS, beginning of the period</b>	<b>4</b>	<b><u>3,077,244</u></b>	<b><u>2,639,046</u></b>
<b>CASH AND CASH EQUIVALENTS, end of the period</b>	<b>4</b>	<b><u>2,823,710</u></b>	<b><u>2,994,358</u></b>



**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 six months ended on the date specified. The interim condensed consolidated financial statements of the Group used for preparation of the summary interim consolidated financial statements 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.