

*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 2014*

**BELINVESTBANK JSC**

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**BELINVESTBANK JSC**  
**SUMMARY INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2014**

(in millions of Belarusian roubles in terms of purchasing power of the Belarusian rouble as at 31 March 2014)

	Notes	31 March 2014	31 December 2013
<b>ASSETS:</b>			
Cash, balances with the National Bank and precious metals	4	2,377,874	3,382,721
Due from banks	5	580,847	411,832
Derivative financial assets	12	1,018,679	1,023,570
Loans to customers	6	15,680,124	15,192,235
Securities available for sale	7	2,793,949	3,013,601
Securities held to maturity	8	184,369	193,465
Assets constructed for sale	11	198,061	175,131
Investment in associate	9	160,101	174,551
Property and equipment	10	1,505,401	1,509,032
Intangible assets	10	63,100	57,807
Non-current assets held for sale	11	1,155	3,300
Current income tax assets	24	-	29,847
Deferred income tax assets	24	25,988	26,592
Government grants receivable	31	600,263	510,389
Other assets	13	507,097	459,520
<b>TOTAL ASSETS</b>		<b>25,697,008</b>	<b>26,163,593</b>
<b>LIABILITIES AND EQUITY:</b>			
<b>LIABILITIES:</b>			
Due to banks	14	3,627,136	4,063,270
Due to customers	15	17,495,205	17,528,810
Loans from banks collateralized by securities		40,188	-
Debt securities issued	16	1,027,085	1,090,563
Current income tax liabilities	24	3,842	34,453
Deferred income tax liabilities	24	-	602
Other liabilities	17	328,017	220,031
<b>Total liabilities</b>		<b>22,521,473</b>	<b>22,937,729</b>
<b>EQUITY:</b>			
Share capital	25	2,973,565	2,973,565
Share premium		106,093	106,093
Revaluation reserve of financial assets available for sale		4,289	3,825
Revaluation reserve for premises		319,122	325,332
Accumulated deficit		(227,917)	(183,348)
Total equity attributable to shareholders of the Bank		3,175,152	3,225,467
Non-controlling interest		383	397
<b>Total equity</b>		<b>3,175,535</b>	<b>3,225,864</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>25,697,008</b>	<b>26,163,593</b>

Chairman of the Board  
A.A. Lysyuk  
28 May 2013  
Minsk

Chief Accountant  
A.N. Syrokvash

*Translation from the original in Russian*

**BELINVESTBANK JSC**

**SUMMARY INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

**FOR THE THREE MONTHS ENDED 31 MARCH 2014**

*(in millions of Belarusian roubles in terms of purchasing power of the Belarusian rouble as at 31 March 2014)*

	Notes	Three Months ended <b>31 March 2014</b>	Three Months ended <b>31 March 2013</b>
Interest income	18	973,839	744,744
Interest expense	18	(726,834)	(587,245)
<b>NET INTEREST INCOME</b>		<b>247,005</b>	<b>157,499</b>
Effect on initial recognition on interest bearing assets and liabilities, net		4,987	(7,096)
Allowance for impairment losses on loans to customers	19	(59,578)	(46,416)
<b>NET INTEREST INCOME AFTER ALLOWANCE FOR IMPAIRMENT LOSSES ON INTEREST BEARING ASSETS</b>		<b>192,414</b>	<b>103,987</b>
Net gain from operations with securities available for sale		1,599	8,250
Net gain from foreign exchange operations	20	47,717	45,012
Fee and commission income	21	186,508	174,052
Fee and commission expense	21	(33,746)	(32,817)
Share in profit/(loss) of associate	9	(5,489)	14,686
Other income	22	32,437	25,581
Recovery of allowance for impairment losses on other assets	19	595	107
Recovery of impairment losses/(impairment losses) on off-balance liabilities	19	(11,438)	2,694
<b>NET NON-INTEREST INCOME</b>		<b>218,183</b>	<b>237,565</b>
<b>OPERATING INCOME</b>		<b>410,597</b>	<b>341,552</b>
<b>OPERATING EXPENSES</b>	23	<b>(305,242)</b>	<b>(250,321)</b>
<b>PROFIT BEFORE INCOME TAX EXPENSES</b>		<b>105,355</b>	<b>91,231</b>

**BELINVESTBANK JSC**  
**SUMMARY INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2014 (CONTINUED)**  
*(in millions of Belarusian roubles in terms of purchasing power of the Belarusian rouble as at 31 March 2014)*

		<b>Three Months ended 31 March 2014</b>	<b>Three Months ended 31 March 2013</b>
Income taxes expenses	24	(4,331)	(10,568)
<b>NET PROFIT BEFORE LOSS ON NET MONETARY POSITION</b>		101,024	80,663
LOSS ON NET MONETARY POSITION		(69,125)	(47,295)
<b>NET PROFIT</b>		<b>31,899</b>	<b>33,368</b>
<b>NET PROFIT/(LOSS), ATTRIBUTABLE TO :</b>			
Shareholders of the Bank		31,913	32,843
Non-controlling interest		(14)	525
		<b>31,899</b>	<b>33,368</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
Items that will never be reclassified to profit or loss			
Impairment loss of premises		(5,978)	-
Income tax relating to remeasurement of premises	24	1,076	-
Items that will never be reclassified to profit or loss less		(4,902)	-
Items that are or may be reclassified to profit or loss			
Gains from revaluation of securities available for sale		8,855	3,232
Realised losses on investment securities available for sale		(8,536)	(2,408)
Income tax relating to securities available for sale	24	145	(246)
Items that are or may be reclassified to profit or loss less			
tax		464	578
<b>COMPREHENSIVE INCOME LESS TAX</b>		<b>(4,438)</b>	<b>578</b>
<b>COMPREHENSIVE INCOME/(LOSS)</b>		<b>27,461</b>	<b>33,946</b>
<b>TOTAL COMPREHENSIVE INCOME, ATTRIBUTABLE TO:</b>			
Shareholders of the Bank		27,475	33,421
Non-controlling interest		(14)	525
		<b>27,461</b>	<b>33,946</b>
<b>Earnings per share</b>		<b>5</b>	<b>12</b>
attributable to:shareholders of the Bank (byr)			

**BELINVESTBANK JSC**

**SUMMARY INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THREE MONTHS ENDED 31 MARCH 2014**

*(in millions of Belarusian roubles in terms of purchasing power of the Belarusian rouble  
as at 31 March 2014)*

		Share capital	Share premium	Reva- luation reserve for premises	Revaluatio n reseve of financial assets available for sale	Accumulated deficit	Total equity attributable to shareholders of the Bank	Non- controlling interest	Total equity
<b>31 December 2012 (restated)</b>		<b>2,343,937</b>	<b>106,093</b>	<b>324,753</b>	<b>(13,546)</b>	<b>(165,207)</b>	<b>2,596,030</b>	<b>2,428</b>	<b>2,598,458</b>
Net profit for the period		-	-	-	-	32,843	32,843	525	33,368
Other comprehensive income for the period		-	-	-	578	-	578	-	578
Total comprehensive income for the period		-	-	-	578	32,843	33,421	525	33,946
Amortisation of revaluation reserve for premises, net of tax		-	-	(1,301)	-	1,301	-	-	-
Dividends declared	25	-	-	-	-	(13,728)	(13,728)	-	(13,728)
<b>31 March 2013</b>		<b>2,343,937</b>	<b>106,093</b>	<b>323,452</b>	<b>(12,968)</b>	<b>(144,791)</b>	<b>2,615,723</b>	<b>2,953</b>	<b>2,618,676</b>
<b>31 December 2013</b>		<b>2,973,565</b>	<b>106,093</b>	<b>325,332</b>	<b>3,825</b>	<b>(183,348)</b>	<b>3,225,467</b>	<b>397</b>	<b>3,225,864</b>
Net profit for the period		-	-	-	-	31,913	31,913	(14)	31,899
Other comprehensive income for the period		-	-	(4,902)	464	-	(4,438)	-	(4,438)
Total comprehensive income for the period		-	-	(4,902)	464	31,913	27,475	(14)	27,461
Amortisation of revaluation reserve for premises, net of tax		-	-	(1,308)	-	1,308	-	-	-
Dividends declared and paid	25	-	-	-	-	(77,790)	(77,790)	-	(77,790)
<b>31 March 2014</b>		<b>2,973,565</b>	<b>106,093</b>	<b>319,122</b>	<b>4,289</b>	<b>(227,917)</b>	<b>3,175,152</b>	<b>383</b>	<b>3,175,535</b>

**BELINVESTBANK JSC**  
**SUMMARY INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2014**  
*(in millions of Belarusian roubles in terms of purchasing power of the Belarusian rouble as at 31 March 2014)*

	<b>Three Months ended</b>	<b>Three Months ended</b>
<b>Notes</b>	<b>31 March 2014</b>	<b>31 March 2013</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Interest received	749,602	710,526
Interest paid	(743,277)	(566,727)
Fees and commissions received	186,508	174,052
Fees and commissions paid	(33,746)	(32,817)
Realised gains less losses from securities available for sale	1,599	8,249
Realised gains less losses from dealing in foreign currencies	348,914	147,331
Other income received	27,792	45,224
Other operating expenses paid	(292,627)	(248,076)
Cash inflows from operating activities before changes in operating assets and liabilities	<u>244,765</u>	<u>237,762</u>
Change in operating assets and liabilities (Increase)/decrease in operating assets:		
Minimum reserve deposits with the National Bank of the Republic of Belarus	183,172	154,966
Precious metals	(221)	820
Due from banks	(187,705)	537,616
Loans to customers	536,844	176,115
Other assets	(43,421)	(88,907)
Increase/(decrease) in operating liabilities:		
Due to banks	(650,695)	298,774
Due to customers	(1,115,455)	(1,899,445)
Loans from banks collateralized by securities	41,304	(126,027)
Other liabilities	93,818	22,561
Cash inflow/(outflow) from operating activities before taxation	<u>(897,594)</u>	<u>(685,765)</u>
Income tax paid	(3,011)	8,068
Cash inflow from operating activities	<u>(900,605)</u>	<u>(677,697)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of property and equipment and intangible assets	(41,053)	20,439
Proceeds on sale of property and equipment and intangible assets	8,399	-
Proceeds on securities pledged under repurchase agreements		191,388
Proceeds on securities held to maturity	18,352	23,767
Purchase of securities available for sale	179,300	(1,310,456)
Proceeds on sale of securities available for sale	<u>251,152</u>	<u>979,997</u>
Net cash outflow from investing activities	<u>416,150</u>	<u>(94,865)</u>

**BELINVESTBANK JSC**

**SUMMARY INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE THREE MONTHS ENDED 31 MARCH 2014 (CONTINUED)**

*(in millions of Belarusian roubles in terms of purchasing power of the Belarusian rouble as at 31 March 2014)*

	<b>Three Months ended</b>	<b>Three Months ended</b>
<b>Notes</b>	<b>31 March 2014</b>	<b>31 March 2013</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Dividends paid	(77,304)	(13,095)
Proceeds from debt securities issued	209,609	1,018,042
Purchase and redemption of debt securities issued	(348,330)	(1,065,015)
Net cash inflow/ (outflow) from finance activities	(216,025)	(60,068)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(700,480)	(832,630)
EFFECT OF CHANGES IN FOREIGN EXCHANGE RATES ON CASH AND CASH EQUIVALENTS	24,032	(6,495)
INFLATION EFFECT ON MONETARY ASSETS AND LIABILITIES	(113,779)	(75,777)
<b>CASH AND CASH EQUIVALENTS, beginning of the period</b>	<b>4 3,357,840</b>	<b>3,515,481</b>
<b>CASH AND CASH EQUIVALENTS, end of the period</b>	<b>4 2,567,613</b>	<b>2,600,579</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 three 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.