

### **Belinvestbank Group`s IFRS results for nine months ended 30 September 2013**

The operating income of the Group for nine months ended 30 September 2013 reached BYR 961,280 million and increased by 1.79% in comparison with nine months ended 30 September 2012.

The operating expenses of the Group for nine months ended 30 September 2013 reached BYR 807,757 million and decreased by 2.93% in comparison with nine months ended 30 September 2012.

Net profit before loss on net monetary position reached BYR 119,986 million and increased by 58.15% (nine months ended 30 September 2012: BYR 75,867 million).

The increase of net profit before loss on net monetary position was driven by the increase of net interest income after allowance for impairment losses on interest bearing assets and decrease of the operating expenses.

With the effect from 1 January 2011, the Belarusian economy is considered to be hyperinflationary in accordance with the criteria in IAS 29 “Financial Reporting in Hyperinflationary Economies”. The application of IAS 29 resulted in an adjustment for the loss of purchasing power of the Belarusian Rouble. In a period of inflation the Group holding an excess of monetary assets over monetary liabilities loses purchasing power, which results in a loss on the net monetary position. This loss is derived from the restatement of non-monetary assets and liabilities, equity and items in the consolidated statement of comprehensive income.

Net profit after loss on net monetary position reached BYR 35,130 million (2012: 15,345 million). The total comprehensive income reported in consolidated statement of comprehensive income totaled BYR 52,883 million and increased by 2.4 times versus net comprehensive income for nine months ended 30 September 2012, that totaled BYR 22,316 million.

### Highlights for nine months ended 30 September 2013

	Nine months ended 30 September 2013 BYR million (%)	Nine months ended 30 September 2012/ Year ended 31 December 2012 BYR million (%)	Change
<b>Operating income</b>	961,280	944,336	1.79%
<b>Net interest income before provision for impairment losses on interest bearing assets</b>	561,392	460,579	21.89%
<b>Net non-interest income</b>	578,124	596,921	-3.15%
<b>Operating expenses</b>	-807,757	-832,125	-2.93%
<b>Net profit before loss on net monetary position</b>	119,986	75,867	58.15%
<b>Loss on net monetary position</b>	-84,856	-60,522	40.21%
<b>Loans, gross</b>	14,107,904	12,423,858	13.55%
<b>Allowances for impairment losses on loans to customers</b>	-492,875	-443,396	11.16%
<b>Total comprehensive income</b>	52,883	22,316	136.97%
<b>Total assets</b>	22,572,118	20,153,709	12.00%
<b>Risk weighted assets</b>	17,398,151	14,675,555	18.55%
<b>Net loans</b>	13,615,029	11,980,462	13.64%
<b>Due to customers</b>	15,206,177	14,315,069	6.22%
<b>Total equity</b>	2,378,751	2,338,221	1.73%
<b>Capital adequacy ratio, Basel 1</b>	13.67%	15.93%	-2.26 p.p.
<b>ROE (%)</b>	2.24%	0.99%	1.25 p.p.
<b>ROA (%)</b>	0.25%	0.11%	0.13 p.p.
<b>Cost to income ratio</b>	0.84	0.88	-0.04
<b>NPL/Loans gross, (%)</b>	1.77%	0.75%	1.02 p.p.
<b>Loan Impairment Charge/Gross Loans</b>	3.49%	3.57%	-0.08 p.p.
<b>Assets / Equity</b>	9.49	8.62	0.87
<b>Allowance for impairment on loans to customers/NPL</b>	1.98	4.76	-2.78