

Belinvestbank Group`s IFRS results for the six months ended 30 June2011

The total comprehensive income of the Group for six months ended 30 June 2011 reached BYR 6,753 million and .decreased by 88,39 % vis-a-vis six months ended 30 June 2010

The operating income of the Group for the six months ended 30 June 2011 reached BYR 194,173 million and .increased by 3,26% as compared with six months ended 30 June 2010

The operating expenses of the Group for six months ended 30 June 2011 reached BYR 169,502 million and increased by 42% vis-a-vis the year ended 30 June 2010

The total comprehensive income decline driven by the recognition at fair value preferential loans to customers and financial assets available for sale., the growth of allowance for impairment as a result of the increase of Group loan portfolio, as well as the growth of operating expenses.

Highlights for six months ended 30 June 2011/ 30 June 2010 (31 December 2010)

Item	Six months ended 30 June 2011 BYR million	Six months ended 30 June 2010/ 31 December 2010 BYR million	Change
Operating income	194,173	188,040	3,26%
Net interest income before provision for impairment losses on interest bearing assets	209,727	119,064	76,15%
Net non-interest income	135,351	98,921	36,83%
Operating expenses	169,502	119,377	41,99%
Loans, gross	7,662,651	5,088,063	50,60%
Allowances for impairment losses on loans to customers	103,591	31,616	227,65%
Total comprehensive income	6,753	58,146	(88,39%)
Total assets	9,872,660	6,919,060	42,69%
Risk weighted assets	7,359,135	5,164,450	42,50%
Net loans	7,380,132	4,900,315	50,61%
Due to customers	6,332,371	4,379,360	44,60%
Total equity	728,302	738,047	(1,32%)
Capital adequacy ratio, Basel 1	9,9%	14,2%	(4,3%)
ROE (%)	0,92%	9,98%	(9,06%)
ROA (%)	0,08%	1,10%	(1,02%)
Cost to income ratio (%)	0,87	0,63	38,09%
NPL/Loans gross	1,07%	1,52%	(0,45%)
Loan Impairment Charge/Gross Loans	3,69%	3,69%	-