COMMERCIAL BANKS FUNCTIONING IN ARMENIA

As of 30.09.2012, there were 21 commercial banks with a total of 465 branch offices, and a development bank (All-Armenian Bank), functioning in the territory of the Republic of Armenia. In the period under review the banking sector posted an increment in main prudential indicators.

TOTAL CAPITAL OF COMMERCIAL BANKS

In the third quarter of 2012 total capital of commercial banks grew by 3.1 percent (by AMD 11.5 billion) and amounted to AMD 381.3 billion. Statutory capital grew by AMD 9.0 billion.

The total capital to total assets ratio has dropped by 0.2 pp to 16.3 percent at the end of the quarter as the growth rate of assets of the banking sector grew 1.2 pp faster in comparison with total capital. The total capital adequacy standard has increased by 0.3 pp to 17.2 percent, due to surpassing growth of total regulatory capital over risk weighted assets, which was attributable to two banks having added to their statutory capital during the quarter.

TOTAL LIABILITIES OF COMMERCIAL BANKS

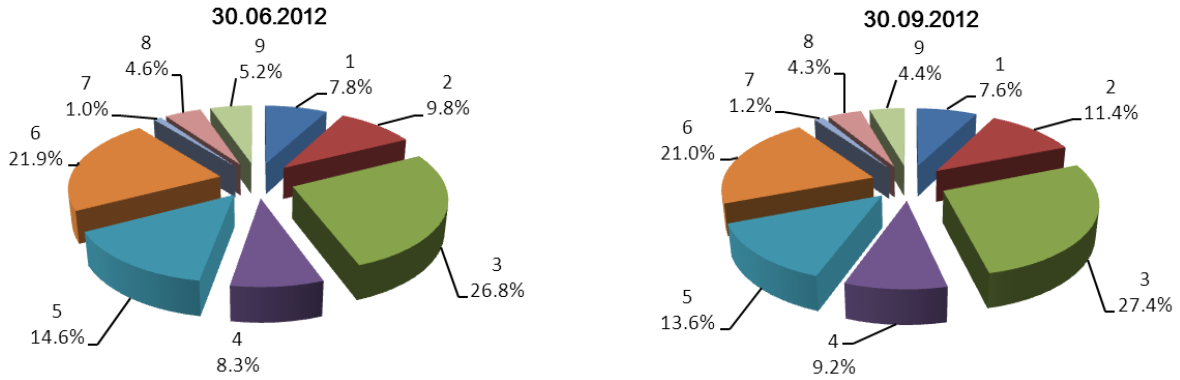
In the period under review total liabilities of commercial banks have increased by 4.5 percent (by AMD 84.1 billion) and amounted to AMD 1 trillion 955.3 billion. During the quarter 15 banks reported increases and 6 banks reported decreases in total liabilities.

As of the end of the reporting period, total amount of term and demand deposits of natural persons and legal persons has been AMD 1 trillion 86 billion. The share of demand and terms deposits in total deposits portfolio constituted 34.1 percent and 66.6 percent, respectively (as of 30.06.2012 they amounted to 33.4 percent and 66.6 percent, accordingly).

Deposits of natural persons and legal persons have grown by 5.5 percent (by AMD 35.6 billion) and 18.8 percent (AMD 63.6 billion) and amounted to AMD 684.2 billion and AMD 401.8 billion, respectively.

By currency structure, in the period under review dram deposits have increased by 5.4 percent (by AMD 16.0 billion and foreign currency deposits, by 12.1 percent (by AMD 83.2 billion). As a result, the share of foreign currency deposits in total deposits portfolio has grown by 1.3 pp to 71.1 percent, as of the end of the third quarter.

Structure of funds attracted by commercial banks



1. Demand deposits of natural persons, 2. Demand deposits of legal persons, 3. Term deposits of natural persons, 4. Term deposits of legal persons, 5. Liabilities to other financial institutions, 6. Banks' correspondent accounts and other liabilities (including Central Bank), 7. Interest payable, 8. Liabilities to Government, 9. Other liabilities.

In the period under review the share of demand and term deposits of legal persons has increased in total liabilities structure while the share of liabilities to financial institutions has reduced.

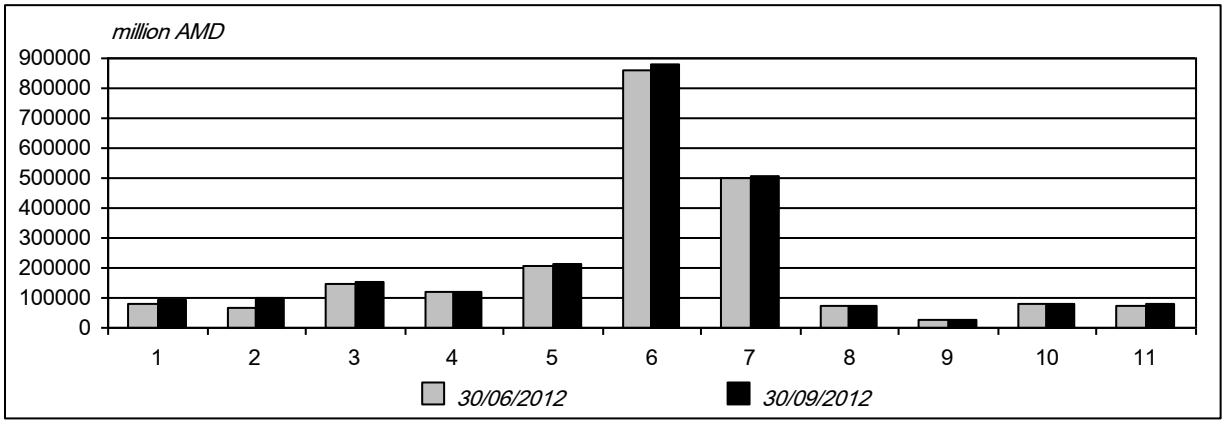
TOTAL ASSETS OF COMMERCIAL BANKS

In the period under review total assets of commercial banks have grown by 4.3 percent (by AMD 95.6 billion) and amounted to AMD 2 trillion 337 billion at the end of the quarter. During the quarter 15 banks reported increases and 2 banks reported decreases in assets.

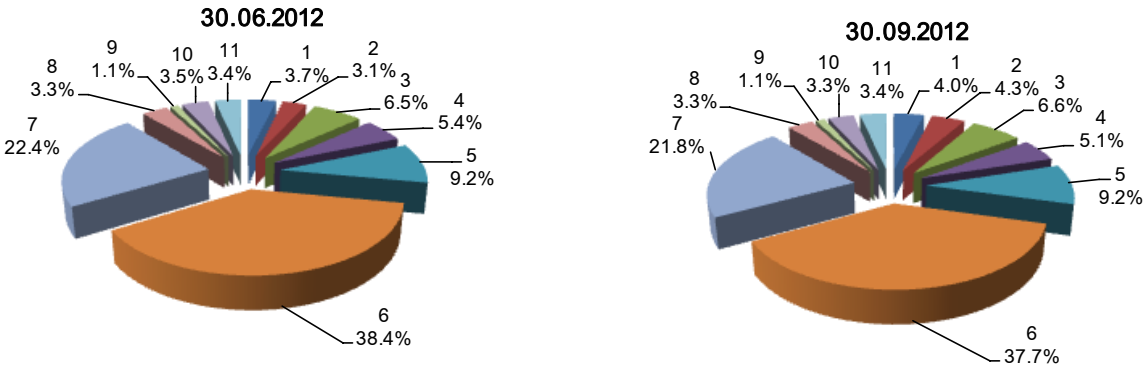
In the assets structure main increases were reported in respect of loans to the economy (factor and lease operations excluded), correspondent accounts with and other claims, cash claims, and government securities, by 2.1 percent, 17.8 percent, 12.0 percent, and 6.2 percent, respectively.

As of 30.09.2012 the portfolio of banking system loans to the economy (lease and factoring excluded) has been AMD 1 trillion 467.4 billion. The dram and foreign currency loans have grown by 1.9 percent and 2.2 percent to AMD 504.3 billion and AMD 963.1 billion, at the of the quarter, respectively. As a result, the share of foreign currency loans has somewhat increased, making up 65.6 percent in total loans. Of the loans to the economy, 60.1 percent were the loans to legal persons, 34.7 percent were the loans to natural persons, and 5.2 percent were loans to bank insiders.

Assets of commercial banks



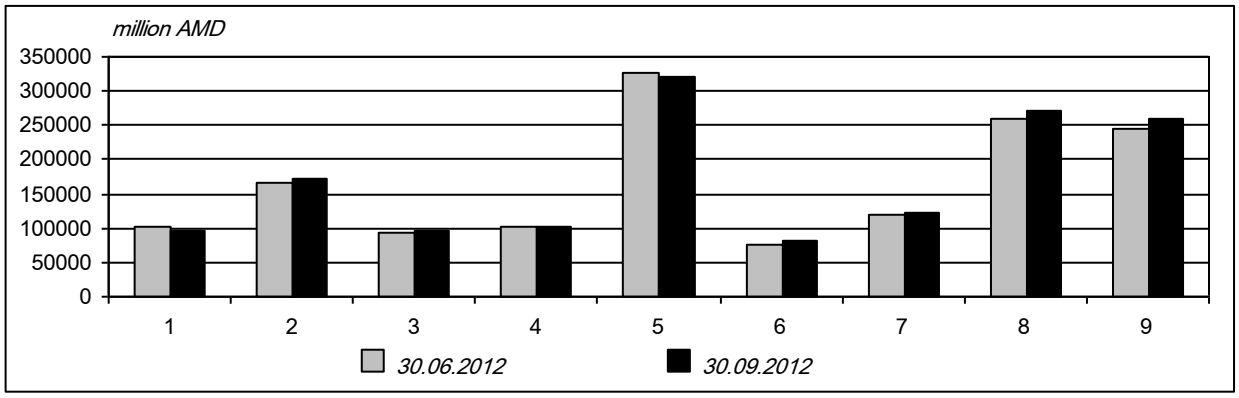
Structure of commercial bank assets



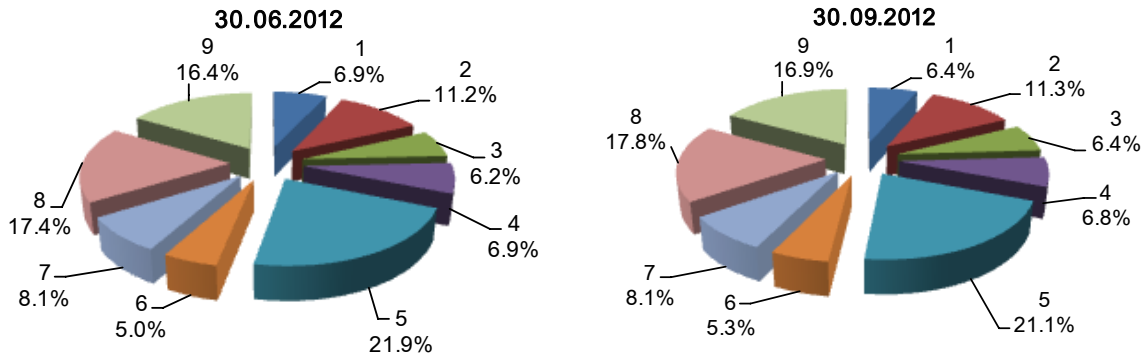
1. Cash
2. Correspondent accounts with banks
3. Government securities
4. Claims on banks and other financial institutions
5. Correspondent accounts with and other claims on CBA
6. Loans to legal persons
7. 7. Loans to natural persons
8. Loans to bank affiliated persons and insiders
9. Interest receivable
10. Fixed assets
11. U Other assets

In the period under review no significant changes have taken place in the total assets structure as the share of loans to the economy has slightly reduced by 1.3 pp and the share of correspondent accounts with commercial banks has increased by 1.2 pp.

Volume of commercial bank loans to residents, by sectors of the economy



Structure of commercial bank loans to residents, by sectors of the economy



1. Agriculture, forestry and fishing, 2. Processing industry, 3. Electricity, gas, steam and fine air supply, 4. Construction, 5. Trade, 6. Financial and insurance activities, 7. Mortgage loans, 8. Consumer loans, 9. Other sectors

All sectors of the economy reported growth in lending. Exceptions were a) agriculture, forestry and fishing and b) trade which posted decreases in lending by 4.8 percent and 1.6 percent, respectively. Strongest growth was posted in investing in: a) financial and insurance services area, b) electricity, gas, steam, pure air production and c) consumer loans, which reported, respectively, 8.5 percent, 5.4 percent and 4.5 percent increase.

In the structure of resident loan investment, loans to trade, consumer loans and loans to processing industry were the largest shares, making up 21.9 percent, 17.8 percent and 11.3 percent, respectively, in total loan investment.

The share of non-performing loans and receivables in total loans and receivables has grown by 0.8 pp to 4.9 percent at the end of the quarter. As of 30.09.2012 the shares of "watch" category loans and receivables of the banking system constituted 2.8 percent of the total; "substandard" category loans, 1.1 percent, and "doubtful" category loans, 1.0 percent (as of 30.06.2012, these were 1.9 percent, 1.5 percent, and 0.7 percent, respectively,).

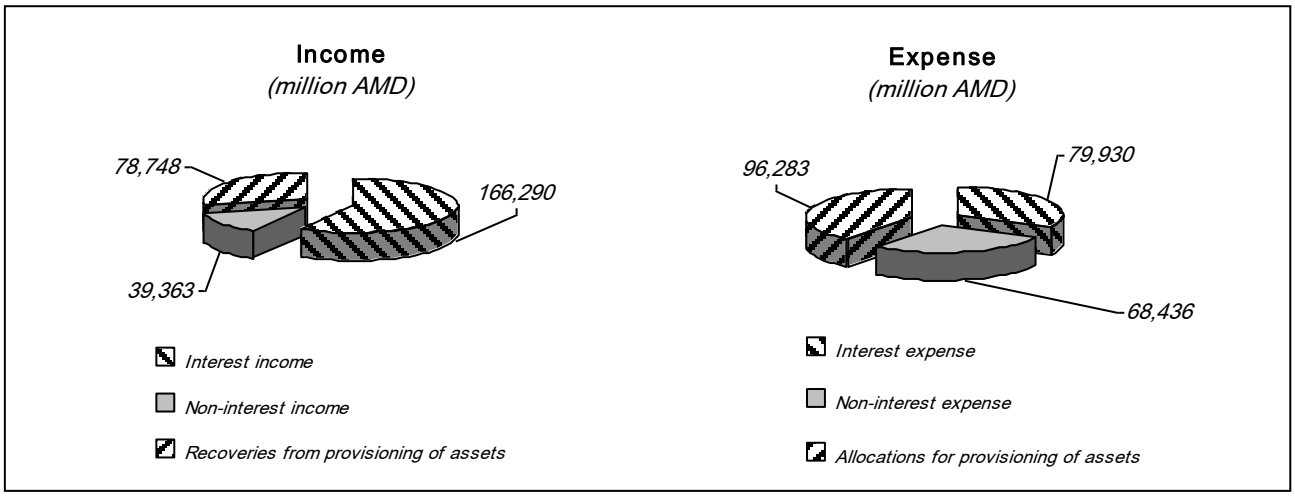
In the period under review, the total liquidity and current liquidity ratios of commercial banks have increased by 1.0 pp and 9.4 pp to 25.3 percent and 127.6 percent, respectively, at the end of the quarter.

INCOME AND EXPENSE ACCOUNT OF COMMERCIAL BANKS

In the first nine months of 2012 the banking sector generated net profit [after tax] of AMD 31.2 billion[1]; return on assets amounted to 1.9 percent (annualized); return on equity, 11.3 percent (annualized). During the reporting period 18 banks posted profit and 3 banks posted loss.

According to IFRS, net profit of the banking sector for the first nine months of 2012 has been AMD 29.2 billion, with return on assets making up 1.8 percent (annualized) and return on equity reaching 10.2 percent (annualized).

Commercial bank income and expense structure



According to supervision reports submitted to the Central Bank, gross income and gross expenditure of commercial banks for the first three quarters of 2012 amounted to AMD 284.4 billion and AMD 244.6 billion, respectively.

Proceeds from loans to economy accounted for the largest share, 70.7 percent, of interest income; commission fees accounted for 45.2 percent, FX trades accounted for 25.7 percent and net proceeds from sale of securities constituted 17.6 percent of non-interest income.

Interest paid on term deposits accounted for 48.1 percent and funds borrowed from banks and non-banks constituted 21.0 percent of interest expense.

[1] The main reason for a large discrepancy between the Central Bank reports and reports submitted according to IFRS is the practice to make provisioning of standard assets to reserves on potential losses at the amount of 1 percent. This is the amount to which extent banks recognize it as expense.

Bank employee salary and salary equivalents accounted for 41.5 percent of non-interest expense.

In the third quarter of 2012 the share of net provisioning[2] of commercial banks amounted to AMD 1.1 billion or 0.1 percent of average annual amount of total assets.

CREDIT ORGANIZATIONS

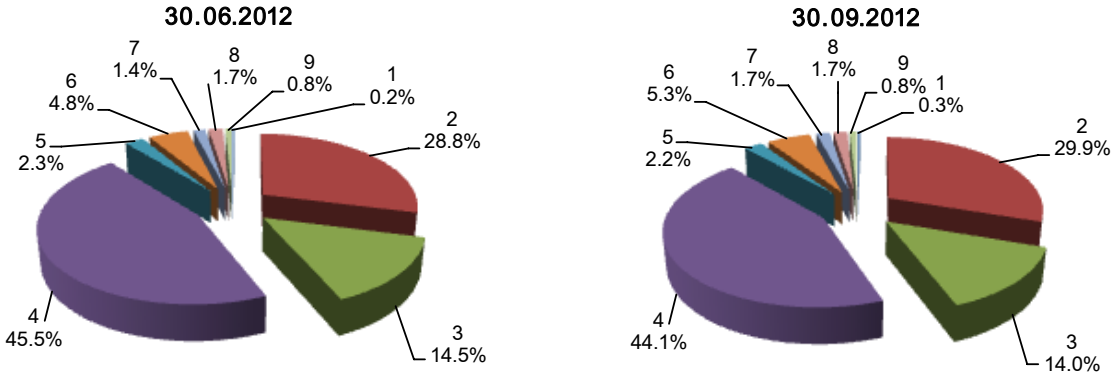
As of 30.09.2012 there were 32 credit organizations, with a total of 90 branch offices, functioning in the territory of the Republic of Armenia.

In the period under review, total assets of credit organizations have grown by 4.2 percent (by AMD 6.4 billion) and amounted to AMD 157.5 billion. During the quarter 18 credit organizations reported increases and 14 reported decreases in assets.

In the period under review total lending to the economy and lease operations by credit organizations have increased by 1.9 percent and reached AMD 103.3 billion at the end of the quarter. The share of loans to natural persons accounted for 67.2 percent in total growth, loans to legal persons, 21.4 percent, loans to credit organization affiliated parties and employees, 3.4 percent, and leasing, 8.0 percent.

The value of loans to natural persons has increased by 1.0 percent and reached AMD 69.4 billion, and the value of loans to legal persons has grown by 0.8 percent and totaled AMD 22.1 billion. The value of lending to insiders and employees has grown by 2 percent to AMD 3.5 billion, and lease operations has increased by 14.2 percent to AMD 8.2 billion.

Structure of credit organization assets



1. Cash, 2. Claims on financial institutions, 3. Loans to legal persons, 4. Loans to natural persons, 5. Loans to affiliated parties and insiders, 6. Lease operations, 7. Securities, 8. Fixed assets, 9. Assets loss reserves, 10. Other assets

The value of dram loans and lease operations has grown by 0.2 percent and the value of foreign currency loans and lease operations, by 4.5 percent. As a result, the share of dram loans and lease operations has grown by 1 pp and reached 41.1 percent at the end of the quarter.

Some changes were reported in the structure of claims on financial institutions and loans to the economy and lease operations: the share of claims on financial institutions has grown by 1 pp while the share of loans to the economy and lease operations has reduced by 1.5 pp.

Risk classification of the loan portfolio had the following development: the share of non-performing loans and receivables has grown by 0.7 pp and reached 4.1 percent at the end of the quarter; as of 30.09.2012 the share of 'watch' category loans and receivables of credit organizations was 2.5 percent in total; the share of 'substandard' category loans and receivables, 0.8 percent; and the share of 'doubtful'

[2] Net provisioning is the expense item "Provisions to assets loss reserve fund" less the income item "Recoveries from assets loss reserve fund", and the indicator 'net provisioning' is used for an analytical purpose. Item "Provisions to assets loss reserve fund" increases when the particular asset category deteriorates; similarly, item "Recoveries from assets loss reserve fund" increases when the particular asset category improves.

loans and receivables, 0.8 percent (as of 30.06.2012, the figures were 1.6 percent, 0.9 percent and 0.9 percent, respectively).

In the period under review total capital of credit organizations has grown by 15.2 percent (by AMD 7.8 billion) and reached AMD 59.2 billion, owing to AMD 7.2 billion increment of statutory capital and AMD 1.6 billion worth of net profit.

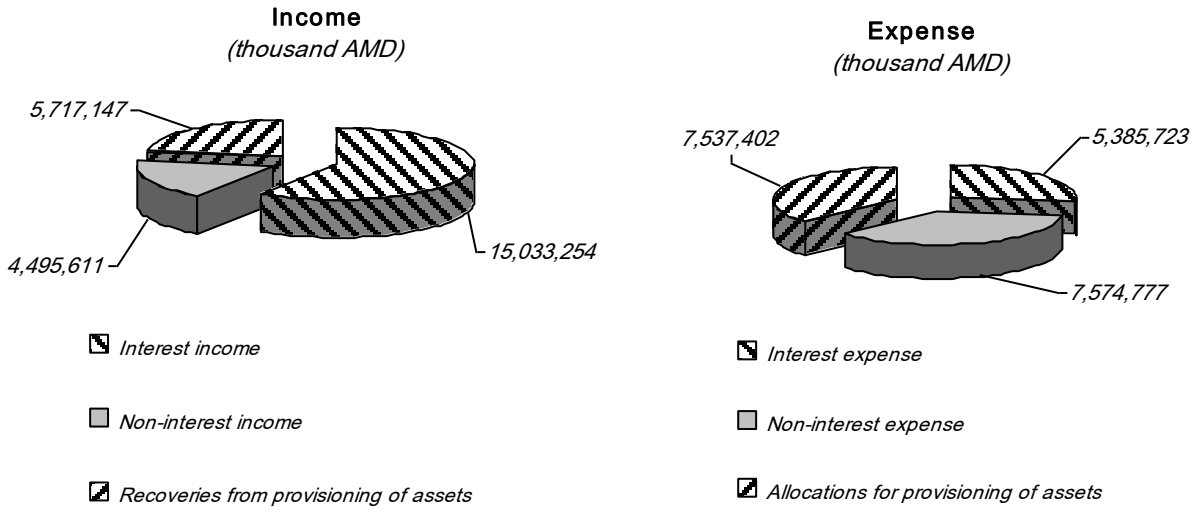
In the period under review total liabilities of credit organizations have reduced by 1.5 percent (by AMD 1.5 billion) and reached AMD 98.2 billion at the end-period. The decrement was due to AMD 2.3 billion reduction in payables on statutory capital.

Demand and term liabilities to legal persons have grown by 0.8 percent to AMD 16.8 billion but demand and term liabilities to natural persons have grown by 6.4 percent and amounted to AMD 6.9 billion at the end of the quarter.

In the liabilities structure of credit organizations, the share of liabilities to legal persons and natural persons has grown by 0.9 pp.

As of 30.09.2012 net profit of credit organizations (profit after tax) has been AMD 3.5 billion (calculated according to the Central Bank regulatory requirements). Since the beginning of the year, 28 credit organizations posted profit and 4 posted loss. Credit organizations' return on profit (annualized) has been 3.4 percent and return on equity (annualized), 10.1 percent.

Credit organization income and expense structure



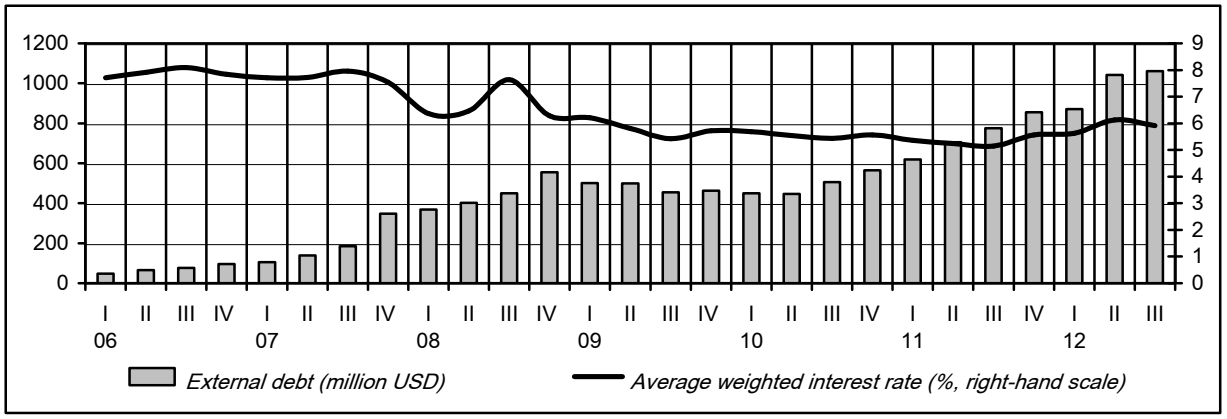
External debt of Armenian commercial banks and credit organizations as of end Q3, 2012

As of the end of the third quarter of 2012 loan obligations of Armenian commercial banks and credit organizations to the rest of the world amounted to USD 1 billion 61.3 million against USD 1 billion 41.6 million recorded at the end of the previous quarter. Over the quarter commercial banks and credit organizations attracted loan resources of USD 700.1 million from the rest of the world and made amortization repayments in the amount of USD 662.7 million against loans outstanding. Long-term loans accounted for 22.8 percent of total credit resources attracted, with 40.2 percent of them received from Russia, 27.9 percent from international organizations, 14.8 percent from Great Britain, 12.7 percent from Luxemburg, among others.

At the end of the third quarter of 2012 the main lenders to commercial banks and credit organizations were Russia (with its share of 21.5 percent in total), Luxemburg (8.8 percent), Netherlands (6.0 percent). About 33.1 percent of loans were provided by international financial institutions.

At the end of the third quarter of 2012 the average-weighted interest rate of attracted loans dropped to 5.9 percent relative to the previous quarter. Around 45.0 percent of external loans are with floating interest rates (LIBOR, EURIBOR, TB). The average maturity of the loans is 5.0 years. The share of short-term loans has reduced to 7.7 percent of total loans attracted.

External debt of Armenian commercial banks, 2006-2012



* *Excluding loans of international financial institutions and other lenders received through the Government in the framework of various programs.*

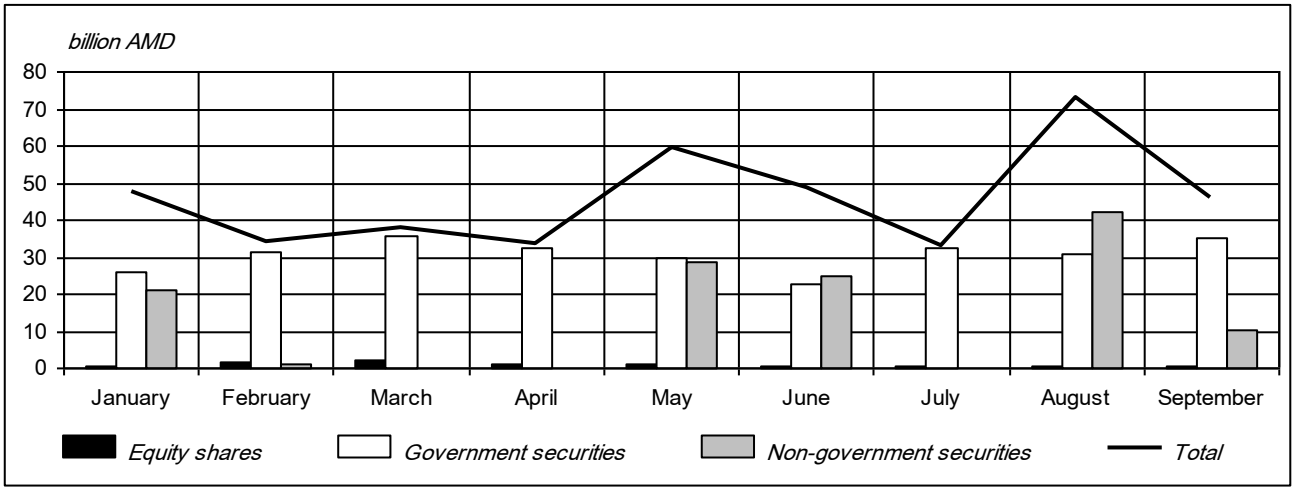
** *The amount of net attraction in previous and reporting periods varies from the actual figure as funds attracted are expressed in different currencies which is why, when expressed in dollar equivalent, they include the exchange rate revaluations.*

SECURITIES MARKET PARTICIPANTS

As of September 30, 2012, there were **21** banks providing investment services and **9** investment companies in the Armenian securities market. Of these investment companies, **eight** are entitled to carry out transactions with securities on their behalf or on their customers' behalf and to their expense or to their customers' expense; **seven** are entitled to take and handle orders from customers for carrying out transactions with securities; **seven** are entitled to provide advisory services relating to investment with securities; **seven** are entitled to perform underwriting; **four** are entitled to manage securities portfolios.

As of 30.09.2012 total assets of investment companies have grown by 1.0 percent to AMD 22.9 billion in relation to the previous quarter. Total capital of investment companies has increased by 16.1 percent against the previous quarter and reached AMD 3.7 billion.

Securities trades by investment companies executed in Q3, 2012



In the third quarter the volume of securities trading in the Armenian securities market for investment operations has increased by 7.5 percent to AMD 152.4 billion. The volume of trading in corporate securities

has reduced by 3 percent and reached AMD 52.0 billion. The volume of trading in shares has reduced by 30.1 percent to AMD 2.0 billion. The volume of trading in treasury bills has grown by 15.5 percent and amounted to AMD 98.3 billion. Based on the nine months' results, the operations with treasury bills remain prevailing, making up 65.4 percent of total securities market turnover. The share of operations with corporate bonds and shares constituted 34.1 percent and 1.3 percent, respectively, in total.

In the trades of government securities, the long-term treasury bills had the largest share, making up 49.9 percent of total operations. The share of medium-term and short-term treasury bills in the total traded volume of government securities constituted 38.5 percent and 11.6 percent, respectively.

The volume of securities trades executed in the regulated market by investment service providers constituted 0.7 percent of total investment operations carried out.

The volume of operations carried out in the regulated market has grown by 28 percent and reached AMD 1.5 billion, with repurchase transactions, corporate securities, treasury bills and shares operations accounting for 22.3 percent, 11.2 percent, 64.1 percent and 2.4 percent, respectively, of total operations.

In the structure of investment operations, operations carried out by commercial banks as investment service providers accounted for 95.4 percent and operations carried out by investment companies constituted 4.6 percent, in total.

The volume of repurchase transactions performed as investment activities (including repurchase transactions in the regulated market) has increased by 11.4 percent and amounted to AMD 1 trillion, in which rollovers amounted to AMD 238.3 billion.

As of 30.09.2012 the volume of transactions executed as trust management amounted to AMD 3.3 billion, representing a 7.3 percent growth against the previous quarter.

As of September 30, 2012, there were 1667 issuer companies in the Central Depository of Armenia and 92 thousand individuals as holders of securities issued by companies that run registries. Further, two investment service providers run registries of 398 companies and 29.5 thousand individuals as holders of securities.

As of 30.09.2012 a total of 17 classes of securities of 14 reporting issuers were admitted to trading in the regulated market. These classes included 12 shares of 11 issuers and 5 bonds of 4 issuers. Four of the issuers were financial institutions. The total volume of shares reached AMD 52.9 billion. The volume of bonds amounted to AMD 3.5 billion. One of the issuers is reportable on both shares and bonds. Commercial banks accounted for 24 percent of equity shares issued.

INSURANCE COMPANIES

As of 30.09.2012 there have been 9 insurance companies[3] licensed to operate in the territory of the Republic of Armenia.

In the period under review, assets of insurance companies have reduced by 0.9 percent and amounted to AMD 38.8 at the end of the quarter; liabilities have decreased by 2.8 percent to AMD 25.2 billion; whereas total capital has grown by 2.8 percent to AMD 13.6 billion.

In the assets portfolio of insurance companies, deposits with banks reported the largest share (34.8 percent), accounts receivable in respect of direct insurance reached 21.7 percent, investment in securities made up 5.5 percent, and the reinsurer's share in insurance reserves amounted to 5.0 percent.

In the liabilities portfolio of insurance companies, the share of reserve for unearned insurance premiums accounted for the largest share (53.0 percent), reserves for claims, 15.0 percent, and accounts payable to reinsurers, 5.1 percent.

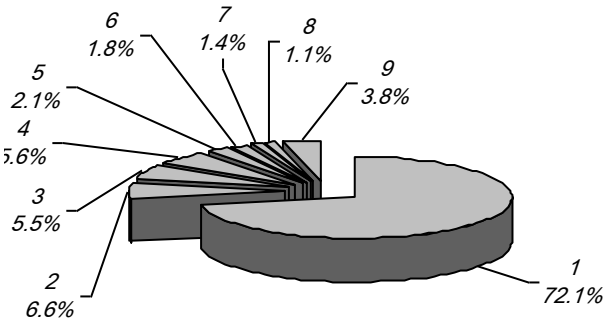
In the first nine months of 2012 net profit of insurance companies calculated based on supervision reports amounted to AMD 1.1 billion. Return on assets reached 4.0 percent (annualized) and return on equity, 11.2 percent (annualized). In the period under review 6 companies posted profit.

According to IFRS, based on the nine months' results net profit of insurance companies amounted to AMD 1.1 billion, with return on assets reaching 4.1 percent (annualized) and return on equity, 11.6 percent (annualized).

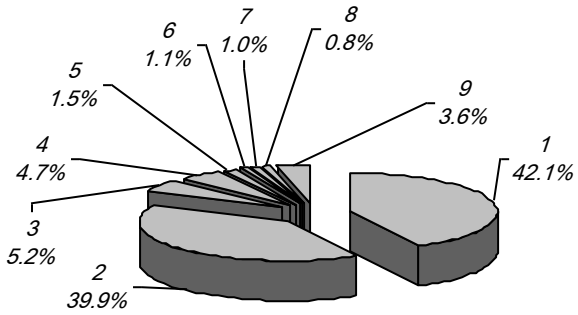
The amount of insurance premium reached AMD 29.3 billion and the amount of premiums transferable to the reinsurer made up AMD 2.2 billion or 7.7 percent of total insurance premium.

[3] *Indicators of 7 insurance companies active and reporting are as of 30.09.2012.*

Accrued insurance premium, by insurance class (nine months of 2011)



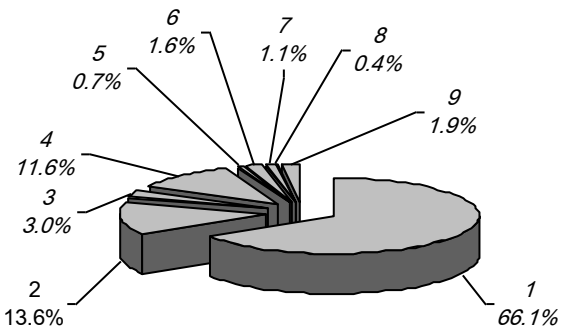
Accrued insurance premium, by insurance class (nine months of 2012)



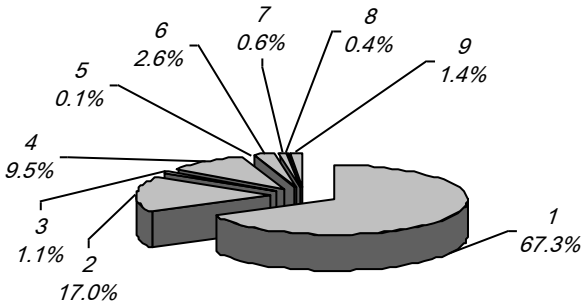
1. Mandatory motor insurance against third party liability, 2. Health insurance, 3. Fire and natural disaster insurance, 4. Land vehicle insurance, 5. Cargo (property) insurance, 6. General liability insurance, 7. Assistance insurance, 8. Accidents insurance, 9. Other classes

In the period under review, insurance indemnities amounted to AMD 9.4 billion, while sums on insurance indemnities from reinsurers reached AMD 390.3 million or 4.2 percent of all insurance indemnities.

Accrued insurance indemnity, by insurance class (nine months of 2011)



Accrued insurance indemnity, by insurance class (nine months of 2012)

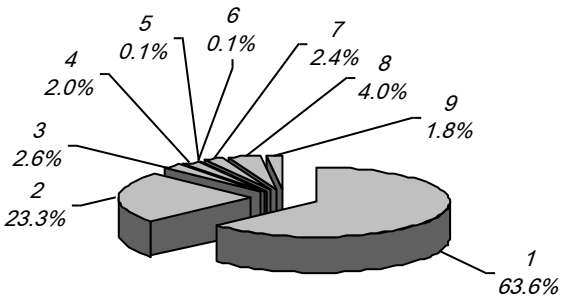


1. Mandatory motor insurance against third party liability, 2. Health insurance, 3. Fire and natural disaster insurance, 4. Land vehicle insurance, 5. Cargo (property) insurance, 6. General liability insurance, 7. Assistance insurance, 8. Accidents insurance. 9. Other classes

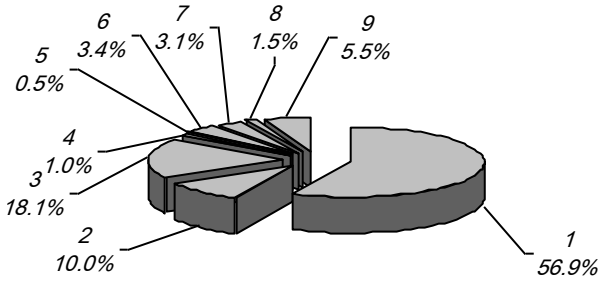
As of 30.09.2012 there were 523.3 thousand contracts in use, with a total reported amount of AMD 7.6 trillion. The amount of reinsured risks transferred to reinsurers reached AMD 1.9 trillion or 25.3 percent of insurance sums.

Insurance contracts and insuranec sums, by insurance class

Insurance contracts, by insurance class (as of 30.09.2012)



Insurance sums, by insurance class (as of 30.09.2012)



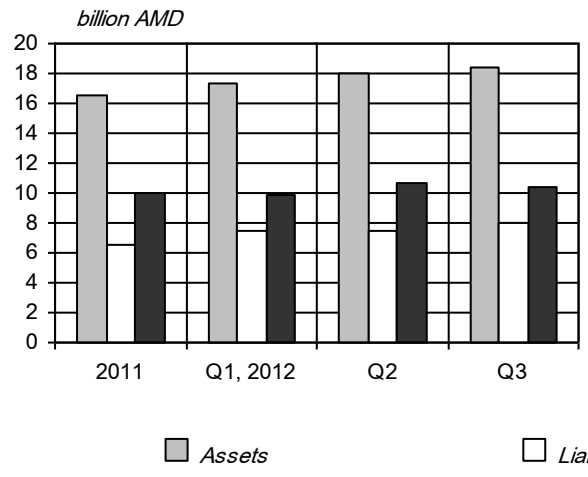
1. Mandatory motor insurance against third party liability, 2. Health insurance, 3. Fire and natural disaster insurance, 4. Land vehicle insurance, 5. Cargo (property) insurance, 6. General liability insurance, 7. Assistance insurance, 8. Accidents insurance, 9. Other classes

PAYMENT AND SETTLEMENT ORGANIZATIONS

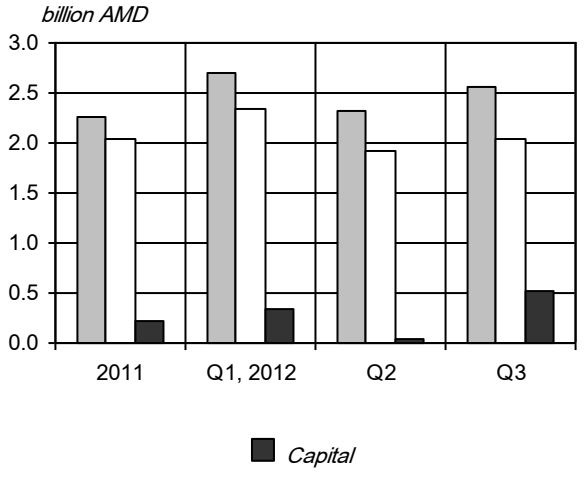
At the end of the third quarter of 2012 there were 7 money remittance organizations functioning in the Republic of Armenia, **three** of which are permitted to carry out processing and clearing of payment instruments, **two** are permitted to carry out money remittance and only **one** organization licensed to carry out processing and clearing of payment instruments (“Armenian Card” CJSC).

Financial performance by payment and settlement organizations as of 30.09.2012

Money remittance organizations



Processing and clearing and money remittance organizations



In the period under review, money remittance organizations alone generated profit of AMD 1.0 billion and organizations engaged in processing/clearing of payment instruments and money remittance posted profit of AMD 192 million.

The share of money remittance organizations in the total value of international transfers (including commercial banks) has been 0.2 percent for outbound transfers and 0.3 percent for inbound transfers. In the third quarter of the year payment and settlement organizations executed inbound and outbound payments totaling, respectively, AMD 650 million and AMD 30 million. The average value per inbound transfer to the customer through these organizations has been AMD 108 thousand.

Five organizations engaged in processing and clearing of payment instruments as well as money remittances accepted cash payments for public utility fees, two of which provided such services by the use of terminals.

Payment and settlement organizations accept payments for public utility services, phone and cellular phone and Internet fees, installments for credit repayment, fine/penalty amounts and other charges and state dues. In particular, 5 head-offices of payment and settlement organizations and their branch offices collected funds of AMD 22.3 billion of which AMD 19.6 billion in the form of public utility fees. In the third quarter of 2012, two payment and settlement organizations used 803 self-service terminals, through which a total of AMD 11.0 billion-worth of funds (4.8 million transactions) were collected, of which AMD 5.4 billion were public utility fees.

Funds of AMD 77million were collected on a non-cash basis, which almost entirely were public utility fees.

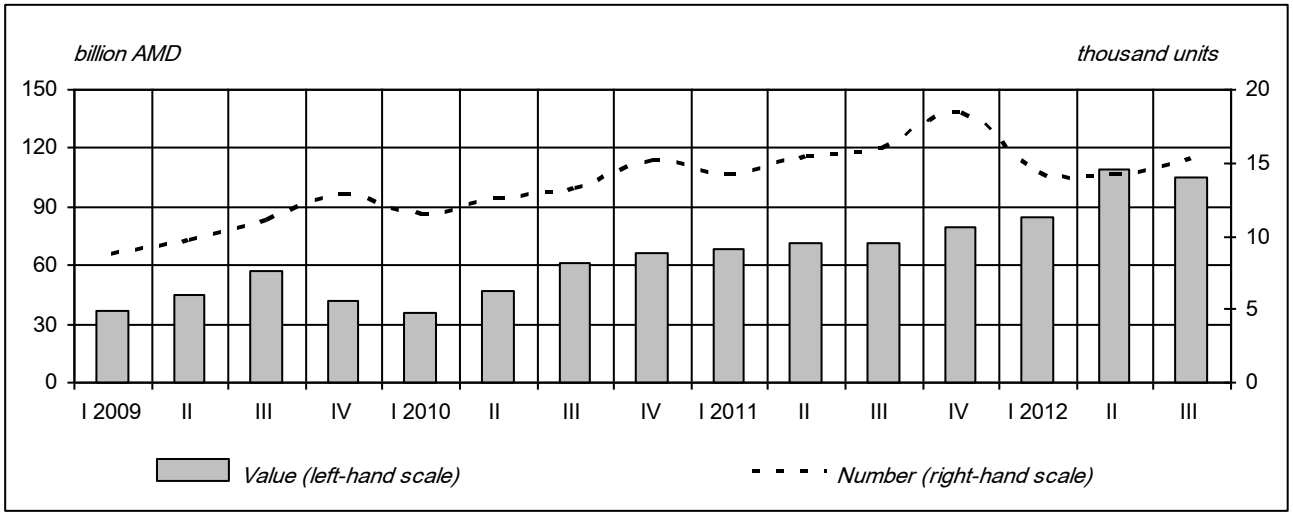
There are payment and settlement organizations that provide processing and clearing services to 12 commercial banks. In cooperation with payment and settlement organizations, these banks collected public utility fees and charges through their branch offices, and a total of nearly 319 thousand transactions reaching AMD 0.9 billion were executed.

In the third quarter of 2012 the payment and settlement system of the Republic of Armenia showed trends of sustainable development.

PAYMENT SYSTEMS

In the period under review the average daily value of non-cash payments executed through the banking system has been AMD 120.1 billion, with 48743 transactions in number. The average daily value of non-cash payments executed through the Central Bank reached AMD 105.5 billion, with 15227 transactions in number. The average daily value of non-cash payments via the Central Bank has increased by 47 percent but the number has reduced by 5 percent.

Value and number of payments executed via the Central Bank systems (excluding stock exchange trades)



The average daily transfers executed through Electronic Payments System (stock exchange trades excluded) have decreased by 26 percent against the third quarter of 2011 and reached AMD 19.8 billion, and the number has reduced by 5 percent to 14561 transactions.

The average daily transfers for stock exchange trades executed through Electronic Payments System have grown by 42 percent against the third quarter of 2011 and reached AMD 248.2 billion but the number has reduced by 6 percent to 85 transactions.

The average daily transfers relating to monetary instruments of the Central Bank have amounted to AMD 83.4 billion, with 655 transactions in number.

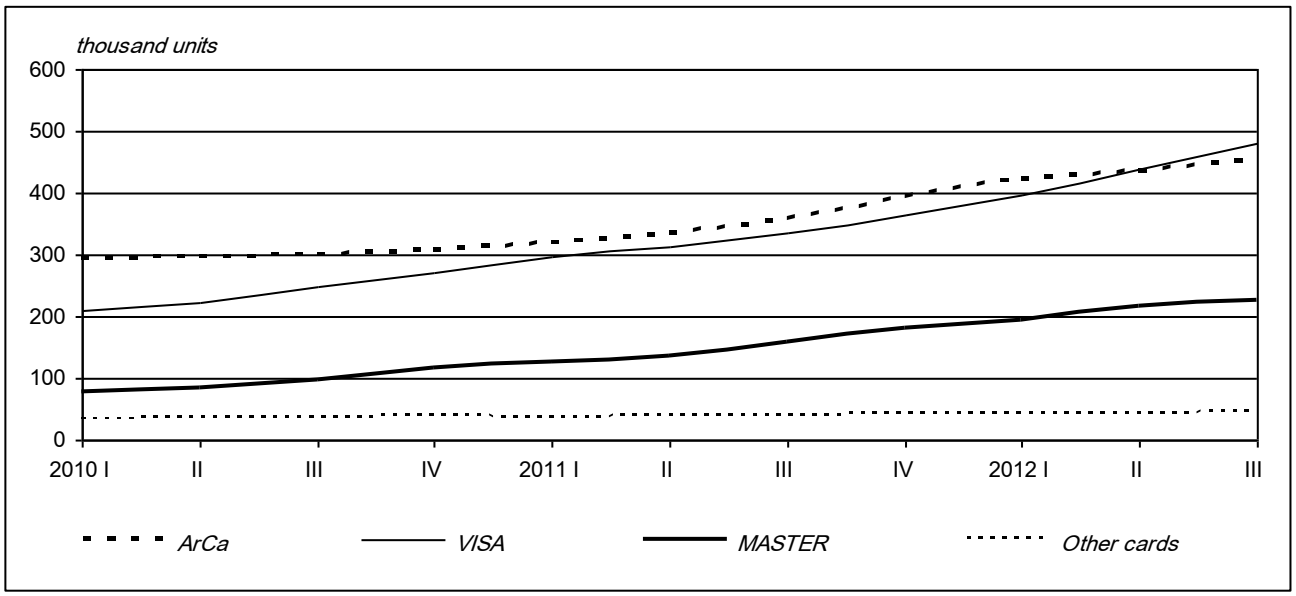
PAYMENT CARDS

As of the end of reporting period, 19 commercial banks out of 21 have issued payment cards or provided services connected therewith. These 19 commercial banks are members to the “ArCa” (“Armenian Card” Unified Card Payment System).

In the period under review 29 more ATMs were installed to serve payment cards, and as of the end of the third quarter the total number of ATMs reached 1123. The total number of POS terminals installed by commercial banks has increased by 217 and reached 6202.

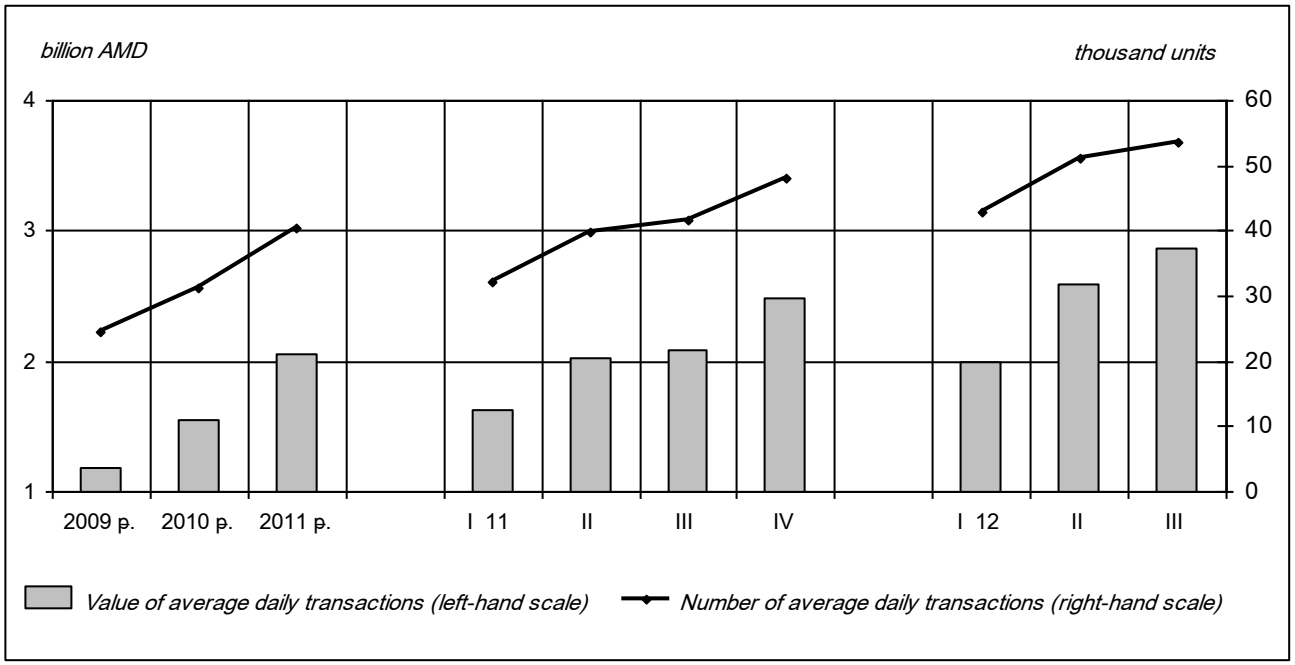
As of the end of the third quarter of 2012 the total number of cards in use has been 1.2 million, representing a 6 percent increase (70 thousand more cards) in relation to the previous quarter. In particular, the number of ArCa cards in use has increased by 4 percent (18 thousand more cards) and reached 454 thousand cards in total. The number of international system cards has increased by 7 percent (52 thousand more cards) and reached 750 thousand, with VISA having increased by 9 percent (41 thousand) to 480 thousand and MasterCard having increased by 4 percent (9 thousand) to 227 thousand.

Payment cards issued by commercial banks in Armenia



In the third quarter of 2012 a total of 4.9 million of transactions amounting to AMD 263 billion were executed in the Republic of Armenia by the use of payment cards. Of this, the value of non-cash card payments has been AMD 23 billion. Of the non-cash turnover, e-payments on Internet amounted to AMD 5.0 billion (including e-commerce for a total of AMD 1.1 billion and card-to-card payments, AMD 4.0 billion). The value of card-based non-cash transactions has increased by 38 percent relative to the same period of the previous year and constituted 9 percent of total cards transactions.

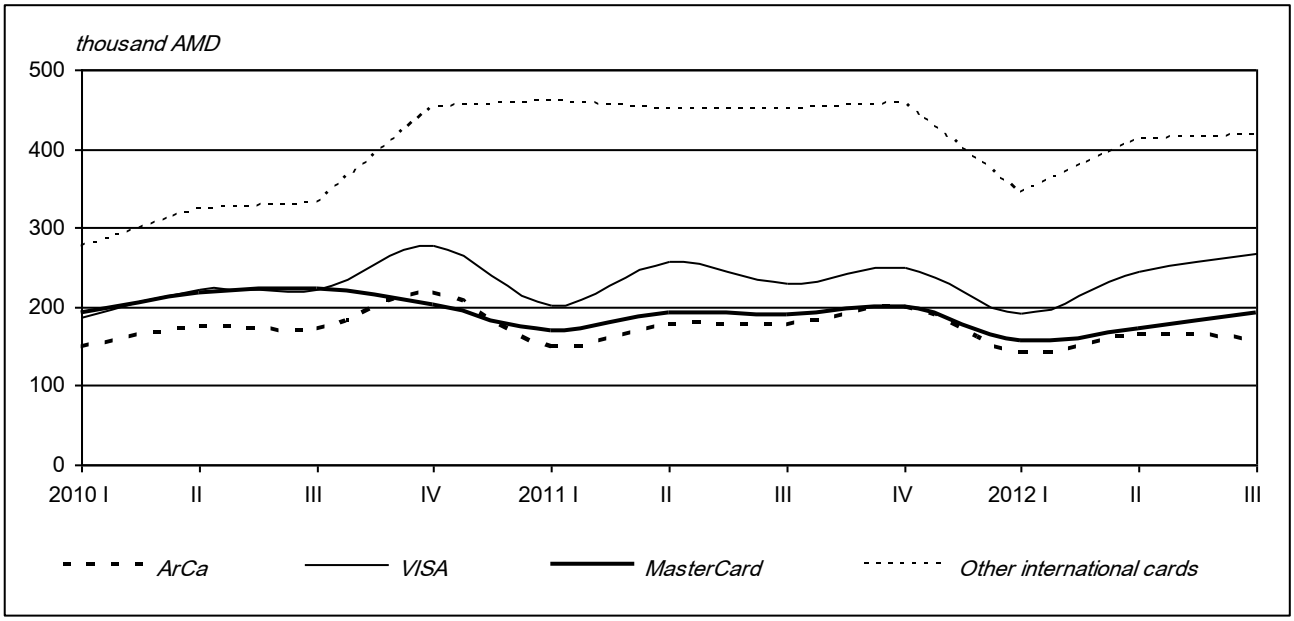
Average daily operations by payment cards executed in Armenia, 2009-2011 and 2011-2012



Transactions executed through card servicing devices (Q3, 2012)

Device	Transactions			
	value (million AMD)	*number*	*Including by ArCA cards*	
			value (million AMD)	*number*
Automated teller machines	203937	4159531	58963	1495985
o/w, non-cash	480	84406	60	40314
POS – terminals / imprinters	54140	560029	12670	177410
o/w, non-cash	17605	433523	6444	127229
Internet	5048	214357	1092	72321
Total	263124	4933917	72725	1745716
o/w, non-cash	23133	732286	7595	239864

Value of transactions per payment card issued by local and foreign banks, 2010-2012)



The value of transactions using ArCA cards has increased by 16 percent (AMD 9.9 billion) and the number, by 13 percent (AMD 0.2 billion), relative to the third quarter of the previous year.

In the third quarter of 2012, relative to the third quarter of 2011, the value of cards transactions (including cards issued by foreign banks) in the Republic of Armenia has grown by 40 percent (AMD 75 billion) and reached AMD 263.3 billion; and the number has increased by 32 percent (1.2 million more cards transactions) and reached 4.9 million transactions. Similarly, the value of transactions executed abroad with cards issued by local banks in the Republic of Armenia has grown by 52 percent (AMD 7 billion) and reached AMD 20.9 billion; and the number has increased by 67 percent (0.1 million more cards transactions) and reached 0.3 million transactions.

The value of transactions with VISA cards (including VISA cards issued by foreign banks) in the Republic of Armenia has grown by 66 percent (AMD 51.2 billion); the value of transactions with MasterCard cards (including MasterCard cards issued by foreign banks) in the Republic of Armenia has increased by 46 percent (AMD 14 billion); and the value of transactions with other cards has increased by 4 percent (AMD 0.7 billion). Similarly, the value of transactions executed abroad with VISA cards issued by local banks in the Republic of Armenia has grown by 66 percent (AMD 4.6 billion); the value of transactions executed abroad with MasterCard cards issued by local banks in the Republic of Armenia has grown by 48 percent (AMD 3 billion); whereas the value of transactions executed abroad with other international cards remained unchanged.

Transactions with payment cards executed in Q3, 2012

	Transactions with payment cards executed in Armenia (cards issued by banks operating in Armenia and cards issued by foreign banks)		Transactions executed abroad with payment cards issued by banks operating in Armenia	
	value (million AMD)	*number*	*value (million AMD)*	*number*
ArCa	72725	1745716	-	-
o/w, non-cash	7595	239864	-	-
VISA	128555	2042084	11534	184047
o/w, non-cash	7076	239800	8415	150425
MasterCard	43636	874553	7943	135286
o/w, non-cash	7477	241360	6599	123616
Other international cards	18208	271557	1446	11912
o/w, non-cash	985	11255	468	3352
Total	263124	4933910	20923	331245
o/w, non-cash	23133	732279	15483	277393

INTERNATIONAL TRANSFERS SYSTEMS

In the Republic of Armenia money remittances can be executed by commercial banks and money remittance organizations, without having to open a bank account. In the third quarter of 2012 the value of inbound remittances to the Republic of Armenia through the banks participating in international transfers systems reached AMD 202 billion (834 thousand remittances), a 10.8-fold increase compared to the value of outbound transfers. Relative to the third quarter of 2011, the value of inbound remittances has increased by 21 percent (AMD 35 billion). The average amount of an inbound remittance to the Republic of Armenia through these systems has been AMD 242 thousand. Net inflow of funds transferred by commercial banks through international money remitters has increased by 22 percent (AMD 33 billion) and amounted to AMD 183 billion.

In the third quarter of 2012, relative to the third quarter of 2011, the value of payments to natural persons executed through correspondent accounts of commercial banks operating in the Republic of Armenia reached AMD 59 billion, representing a 31 percent (AMD 14 billion) increase. The average value per payment has been AMD 2.6 million, which is an AMD 0.4 million decrement compared to the previous reference period. In the meantime, outbound remittances by natural persons through the correspondent accounts of commercial banks functioning in the Republic of Armenia have amounted to AMD 67 billion, representing a 2 percent (AMD 1 billion) increase against the third quarter of 2011.

In the third quarter of 2012, the Central Bank made amendments to some regulations.

1. Decision 212-N of the Board of the Central Bank, dated 07.08.2012, made amendments to Regulation 8/03 "The publication of information by banks, credit organizations, insurance companies, insurance brokers, investment companies, investment fund managers, the Central Depository and payment and settlement organizations". The changes were aimed to provide customers a standardized and comparable information on financial services (consumer and mortgage loans, deposits, payment cards) in one place through the creation of an electronic instrument with the possibility to compare the financial services and making effective financial purchases.

2. Decision 241-N of the Central Bank, dated 18.09.2012, made amendments to Regulation 5/03 "Reports to the Central Bank by the operator of a regulated market, the order form and timing of reports". The purpose of amendments is to provide information to the Central Bank of the new transactions made on the regulated market (transactions executed on the loan resources platform and transactions with foreign currency bonds). In particular, the amendments made to the Regulation, the operator of the regulated market shall submit to the Central Bank the following information:

- information about transactions with foreign currency bonds (an established procedure provides for reporting of transactions with bonds quoted only in AMD);
- information about transactions executed on the loan resources platform.

3. Decision 242-N of the Board of the Central Bank, dated 18.09.2012, approved Regulation 5/09 "Subsidiary Activities of the Central Depository, the procedure and terms for their implementation". The purpose of the Regulation is to enable the Central Depository of Armenia to provide additional services that are directly related to its activities, to stimulate growth in the number and volume of services provided by the Central Depository of Armenia, to reduce the risks associated with those services. In particular, the Regulation provides:

- the minimum criteria for the additional services provided by the Central Depository of Armenia;
- requirement for the implementation of the internal risk management procedures in order to manage and encompass risks arising from the provision of additional services.

Financial organizations: number and structure

Indicators	31.12.10	31.03.11	30.06.11	30.09.11	31.12.11	31.03.12	30.06.12	30.09.12
Banks	21	21	21	21	22	22	22	22
Banks by organizational structure	21	21	21	21	22	22	22	22
JSC	3	3	3	3	4	4	4	4
CJSC	17	17	17	17	17	17	17	17
LLC	1	1	1	1	1	1	1	1
Cooperative	0	0	0	0	0	0	0	0
Foreign participation	21	21	21	21	21	21	20	20
o/w: more than 50 percent	14	14	14	15	15	15	15	15
o/w: more than 95 percent	12	12	12	12	12	12	12	12
Foreign participation in statutory capital of banks, %	78.9	79.7	75.3	75.4	75.1	75.1	74.5	75.6
Credit organizations	32	31	31	31	31	32	32	32
Foreign participation	15	13	13	13	13	13	13	13
o/w: more than 50 percent	10	8	8	8	8	8	8	8
o/w: more than 95 percent	9	6	6	5	5	5	5	5
Foreign participation in statutory capital of credit organizations, %	36.3	32.5	39.9	39.8	39.2	39.2	35.1	33.5
Insurance companies	11	11	9	9	9	9	9	7
o/w: life insurance	0	0	0	0	0	0	0	0
o/w: non-life insurance	11	11	9	9	9	9	9	7
Foreign participation	8	8	7	7	7	7	7	4
o/w: more than 50 percent	6	6	5	5	5	5	5	3
o/w: more than 95 percent	4	4	3	3	3	3	3	3
Insurance brokers	5	5	4	4	4	4	4	4
Investment service providers in securities market [1]	29	29	29	29	29	29	29	30
o/w: investment service provider / bank	21	21	21	21	21	21	21	21
o/w: investment service provider company	8	8	8	8	8	8	8	9
Reporting issuer companies	15	15	14	13	14	15	15	15
Pawnshops	128	126	129	132	137	138	143	145
Licensed in the period under review	3	2	4	0	5	1	1	1
De-licensed in the period under review	2	3	0	0	2	0	0	0
Exchange offices [2]	254	259	256	248	248	252	236	238
Licensed in the period under review	3	1	0	1	0	0	0	1
De-licensed in the period under review	6	1	1	1	0	1	3	1
Currency dealers	2	1	1	1	1	1	0	0
Money transfer organizations	10	10	9	9	9	9	7	7

[1] Under the Republic of Armenia Law on Securities Market, effective June 30, 2008, professional entities have been re-licensed as investment service providers.

[2] Exchange offices that are active.

Banking Sector Indicators

(million AMD)

Indicators	Q4, 2010	Q1, 2011	Q2, 2011	Q3, 2011	Q4, 2011	Q1, 2012	Q2, 2012	Q3, 2012
Average quarterly assets[1]	1497538	1602581	1727526	1831322	1981697	2020903	2174354	2255015
Average quarterly loans	856369	927986	1025696	1078632	1173574	1266248	1390647	1438628
Average quarterly liabilities	1184488	1276176	1390297	1490583	1631918	1661825	1808638	1881318
Average quarterly deposits	637781	684778	726520	811816	895372	905104	960928	1032604
Average quarterly capital	313050	326405	337229	340739	349779	359078	365715	373696
Average quarterly total capital adequacy ratio	22.6%	21.6%	20.4%	20.0%	18.6%	18.0%	17.1%	17.0%
Average quarterly total liquidity ratio	29.3%	29.3%	27.3%	27.7%	28.2%	26.7%	24.4%	25.1%
Average quarterly current liquidity ratio	132.3%	138.3%	133.2%	125.3%	122.1%	128.8%	118.3%	123.6%

[1] Average quarterly indicators are calculated based on the median value of each three months in a quarter.

Main Indicators of Commercial Banks and Changes Thereto[1]

(million AMD)

Indicators	31.03.2011	30.06.2011	30.09.2011	31.12.2011	31.03.2012	30.06.2012	30.09.2012	Change 30.09.12 – 30.06.12
Core capital	**335080**	**339694**	**343098**	**355925**	**362960**	**369764**	**381256**	**11492**
Statutory capital	**210999**	**226432**	**226432**	**233945**	**233945**	**233945**	**242941**	**8995**
Profit / loss[2], *o/w:*	**90001**	**76496**	**81608**	**85374**	**92049**	**96281**	**99562**	**3281**
Profit (loss) in reporting period	8108	19289	24472	32987	7779	15383	31184	15800
Interest income	38665	81945	127172	175483	54210	108260	166290	58029
Interest expense	17280	36834	58412	81462	24351	51113	79930	28818
Non-interest income	10348	21932	34883	48585	11195	24448	39363	14915
Non-interest expense	18102	37972	57767	81591	21879	45197	68436	23239
Other expense[5]	5522	9721	21400	28028	11394	21013	26103	5090
Total liabilities[3], *o/w:*	**1321855**	**1419561**	**1541041**	**1710796**	**1674144**	**1871214**	**1955300**	**84086**
Correspondent accounts of banks	7337	2831	9624	8665	37405	7863	8257	394
Other liabilities to banks (including CBA)	283141	323560	350649	384128	306335	401624	402677	1052
Liabilities to other financial institutions	158597	188480	191914	221836	237638	272480	265720	-6760
Demand liabilities to legal persons and natural persons	283997	288636	349976	375760	305816	329292	370537	41244
Term deposits of legal persons and natural persons	433339	460006	491549	558460	603004	657560	715525	57966
Total assets[4], *o/w:*	**1656935**	**1759256**	**1884138**	**2066722**	**2037104**	**2240978**	**2336556**	**95578**
Cash	70391	68825	70446	89164	77293	82525	92467	9942
Correspondent accounts with banks (including CBA)	227547	219417	259939	324034	236199	244440	295329	50889
Other claims on banks (including CBA)	77154	105246	110143	98287	95492	120705	106358	-14347
Claims on other financial institutions	19002	24651	24810	28167	30220	31930	34739	2809
Government securities, including:	150803	146022	165805	167502	148457	146251	155375	9124
Securities issued by CBA	6473	7110	6077	4959	4544	4502	5164	662
Other securities	966603	1048231	1107038	1210494	1301532	1437401	1467395	29994
Loans to legal persons and natural persons	**1005698**	**1107235**	**1163748**	**1273676**	**1406880**	**1546126**	**1559708**	**13582**
Loan investment, *o/w:*	970014	1069835	1107738	1229980	1340477	1480002	1481482	1479
1. Standard	20727	19345	34988	18774	43106	32012	44146	12134
2. Watch	8498	13858	13597	15609	12173	23123	18505	-4619
3. Substandard	6459	4196	7426	9313	11124	10988	15576	4587

[1] Calculations cover banks that are under a general supervision framework.

[2] Includes profit (loss) of the previous and current period.

[3] Data include net provisioning on assets and profit tax.

[4] Data do not include the liabilities on securities purchased under repo agreements and the liabilities on currency swap transactions.

[5] Data present total balance sheet assets of banks, including tangible assets and other claims as well as interest receivable. These are diminished to the extent of liabilities on securities purchased under repo agreements and on currency swap transactions.

Main Indicators of Credit Organizations and Changes Thereto

(million AMD)

Indicators	31.03.2011	30.06.2011	30.09.2011	31.12.2011	31.03.2012	30.06.2012	30.09.2012	Change 30.09.12 - 30.06.12
Total capital	**41440.9**	**40039.1**	**42467.9**	**46844.5**	**48626.8**	**51434.5**	**59253.6**	**7819.1**
Statutory capital	**28259.1**	**33782.0**	**34310.6**	**37092.8**	**37392.3**	**40320.6**	**47509.8**	**7189.2**
Profit / loss[1], *o/w:*	**12542.7**	**5230.9**	**7102.2**	**8670.9**	**10098.2**	**9545.2**	**10147.6**	**602.4**
Profit (loss) in reporting period	3106.2	2258.0	1194.0	2801.8	1486.0	1156.9	3863.7	2706.8
Interest income	3476.0	6939.4	10825.6	14961.9	4729.0	9621.6	15033.3	5411.6
Interest expense	1003.3	2246.3	3448.3	4820.9	1519.5	3357.3	5385.7	2028.4
Non-interest income	1335.1	2445.1	4150.5	6184.4	1571.8	3255.4	4495.6	1240.3
Non-interest expense	1753.3	3544.4	5548.8	8060.1	2252.6	4893.1	7574.8	2681.7
Net provisioning	-1226.2	2195.5	2189.5	2143.0	726.7	1774.2	1820.3	46.1
Other expense[2]	174.5	302.7	2595.6	3320.5	316.0	531.1	884.4	353.3
Total liabilities[3], *o/w:*	**60310.8**	**63464.7**	**67192.5**	**77006.5**	**84615.6**	**99690.0**	**98226.4**	**-1463.6**
Funds attracted from banks	16993.9	17360.0	16247.5	18073.7	25279.1	34962.2	34463.5	-498.7
Funds attracted from other financial institutions	12974.8	14934.0	18413.3	21418.5	21990.4	23079.0	22961.2	-117.8
Demand liabilities to legal persons and natural persons	214.2	266.6	264.0	315.5	684.6	707.7	666.8	-40.9
Term liabilities to legal persons and natural persons	19654.2	20150.3	20863.7	22957.7	21466.3	22388.8	22972.7	583.9
Total assets[4], *o/w:*	**101751.7**	**103503.9**	**109660.4**	**123851.0**	**133242.8**	**151124.5**	**157480.0**	**6355.4**
Cash	276.5	284.7	324.3	1192.9	303.4	337.4	443.0	105.6
Bank accounts	6347.1	5323.3	4864.2	4702.9	5704.5	6499.2	5816.7	-682.5
Other claims on banks	23419.8	25162.7	27178.5	29464.0	29730.3	34051.9	37957.1	3905.2
Claims on other financial institutions	1735.9	2287.7	2564.3	2446.2	2650.7	2941.6	3349.8	408.2
Loans	58999.3	62187.0	64842.4	74666.1	83273.6	94146.4	95051.8	905.4
Financial lease	4592.2	4726.5	5344.6	6121.6	6451.1	7249.8	8279.4	1029.6
Government securities	451.1	402.5	650.7	1751.6	1717.0	2099.0	2610.5	511.5
Other securities	3.7	853.6	847.2	114.9	18.6	25.7	25.3	-0.5
Loan investment, *o/w:*	**83663.2**	**88831.6**	**93974.9**	**105931.8**	**116647.0**	**133318.5**	**137520.6**	**4202.1**
1. Standard	80940.2	86093.8	91289.1	103357.6	113373.6	128844.4	132190.7	3346.3
2. Watch	1840.5	1637.2	1670.6	1703.8	1701.3	2035.2	3038.8	1003.6
3. Substandard	583.1	654.6	604.0	680.8	1057.4	1188.5	1119.5	-69.0
4. Doubtful	299.3	437.4	411.2	189.5	514.7	1250.3	1171.6	-78.8

[1] *Includes profit (loss) of the previous and current period.*
[2] *Data include net provisioning on assets and profit tax.*
[3] *Data present total balance sheet liabilities of credit organizations, where other liabilities, liabilities to Armenian Government and interest payable are included in addition to the lines above mentioned.*
[4] *Data present total balance sheet liabilities of credit organizations, where tangible assets and other claims, interest payable are included in addition to the lines above mentioned but are diminished to the extent of liabilities on securities purchased under repo agreements and on currency swap transactions.*

Main Indicators of Insurance Companies and Changes Thereto

Table 1 *(million AMD)*

Indicators	31.12.2010	31.03.2011	30.06.2011	30.09.2011	31.12.2011	31.03.2012	30.06.2012	30.09.2012	Change (30.09.2012) - (30.06.2012)
Cash	331	49	27	19	193	67	26	22	-4
Bank accounts	3320	1582	1082	718	1426	1262	1383	722	-661
Sums receivable on direct insurance	2306	3223	2823	2746	2493	4860	10152	8416	-1736
Sums receivable from coinsurers	7	5	4	2	2	2	0	0	0
Sums receivable from reinsurers	6	24	21	29	15	85	80	97	17
Claims on indemnity	222	391	308	338	405	510	441	479	37
Claims due to subrogation	84	150	141	147	164	176	467	636	169
Deposits with banks	13332	15749	14945	14479	14594	13785	13245	13517	272
Loans provided	699	848	1685	1021	1095	3169	1078	835	-243
Securities sold through repo		578	945	1081	2651	2687	2382	2731	349
Securities	2572	3335	2936	2524	2446	2175	1740	2149	410
Reserves for possible irrecoverable loss	-340	-471	-561	-429	-397	-599	-619	-650	-31
Reinsurer share in insurance reserves		1720	1462	1525	1889	1951	1914	1955	41
Interest receivable	317	372	441	513	495	306	314	393	79
Future period expense and advances on insurance						1692	2678	2846	168
Fixed assets	1123	1489	1701	1345	1579	1690	1652	2410	758
Other assets	1633	2909	2651	2621	2392	1843	2218	2238	20
Assets, total	**25614**	**31952**	**30611**	**28678**	**31442**	**35660**	**39153**	**38798**	**-355**
Dram	16259	21983	20541	19706	22473	26656	33742	35291	1549
Foreign currency	9355	9969	10071	8972	8969	9004	5411	3507	3507
Sums payable for indemnity, o/w:	91	99	106	168	145	227	188	274	86
Sums payable to brokers	104	293	211	241	271	440	566	418	-148
Insurance amounts returned	11	24	29	59	61	102	111	161	51
Sums payable to coinsurers, reinsurers	1819	1189	1215	1254	1378	1217	1018	1298	280
Loans	103	0	0	0	257	58	0	493	493
Insurance reserves, including:	2917	13367	11187	9951	8619	15943	19979	18024	-1955
Unearned insurance reserves	1997	11459	8989	6779	5005	12267	16162	13369	-2793
Claims reserves	607	1586	1870	2817	2724	2793	2934	3774	840
Mathematical reserve	0	0	0	0	0	0	0	0	0
Other reserves	312	322	328	355	890	883	883	882	-1
Repo agreements	0	567	913	1093	2623	2617	2360	2700	340
Other liabilities	8063	1362	1344	1399	4132	1508	1718	1840	123
Liabilities, total	**13108**	**16901**	**15005**	**14165**	**17486**	**22111**	**25939**	**25209**	**-730**
Dram	11762	16310	14716	13838	16733	21592	25677	24865	-812
Foreign currency	1345	592	289	327	753	519	262	344	82
Statutory capital	12116	13476	13476	11933	11933	12385	10604	10729	125
Undistributed profit / loss in current period	-979	1159	1767	2265	1683	-765	474	1023	550
Undistributed profit / loss in previous period	873	-85	-141	-97	-115	1545	1550	1261	-289
Other	496	501	504	411	455	385	587	577	-10
Equity, total	**12506**	**15051**	**15606**	**14513**	**13956**	**13549**	**13214**	**13589**	**376**

Table 2 *(million AMD)*

Indicators	31.12.2010	31.03.2011	30.06.2011	30.09.2011	31.12.2011	31.03.2012	30.06.2012	30.09.2012	Change (30.09.2012) - (30.06.2012)
Insurance amounts	3052439	6956056	5719808	5976982	3696072	6208708	7004384	7584924	580540
Gross value of premiums	8253	12806	15393	18707	22372	12412	23835	29300	5464
Premiums transferred to reinsurer	4010	453	1165	1700	2803	782	1456	2245	789
Gross value of insurance indemnity	1746	1275	2897	5206	8141	2970	5968	9376	3408
Reinsurer's share in insurance indemnity	535	206	365	513	686	162	290	390	100

Main Indicators of Investment Service Providers

(million AMD)

Indicators	31.12.2010	31.03.2011	30.06.2011	30.09.2011	31.12.2011	31.03.2012	30.06.2012	30.09.2012	Change (30.09.2012) - (30.06.2012)
Net book value	**3196.2**	**3470.4**	**3753.1**	**3193.8**	**3230.0**	**3476.2**	**3148.0**	**3605.1**	**457.1**
Undistributed profit / loss, o/w:	416.9	649.9	717.7	869.9	801.9	838.7	348.2	603.4	255.2
Profit in current period	295.8	252.3	478.2	602.8	566.4	46.1	-63.1	292.6	355.7
Commission and proceeds from provision of IS	24.4	240.0	449.1	463.3	1299.3	284.3	297.4	304.9	7.5
Net proceeds from sale of securities	1560.5	917.2	1126.6	1575.3	2154.9	125.7	1057.6	1878.5	820.9
Statutory capital	2514.8	2578.8	2728.8	2099.6	2099.6	2099.6	2499.6	2659.6	160.0
Total liabilities	**16359.9**	**15128.5**	**18730.5**	**17989.5**	**18597.4**	**19745.2**	**19571.1**	**21892.1**	**2321.0**
Loans from resident banks	2017.6	1458.0	2360.7	826.2	2318.7	3468.3	3505.8	1576.2	-1929.6
Liabilities on repo agreements	13879.6	13370.7	15933.6	16839.6	15624.5	16023.7	15689.6	16824.1	1134.5
Total balance sheet assets	**19556.1**	**18599.0**	**22483.6**	**21183.3**	**21827.4**	**23221.5**	**22719.1**	**22893.9**	**174.8**
Cash	200.2	208.0	8.1	13.3	5.9	8.4	7.7	6.8	-0.9
Bank accounts	233.4	507.2	680.7	328.6	688.8	259.8	303.9	627.5	323.6
Securities sold through repo agreements	14180.6	13619.6	16160.3	17101.0	16330.6	15178.2	15899.0	12926.5	-2972.5
Securities purchased through repo agreements	0.0	0.0	29.0	18.9	19.6	0.0	0.0	0.0	0.0
Government securities	1713.4	2416.3	3725.7	1411.3	2372.5	20981.8	20358.7	2967.1	-17391.6
Other securities	886.8	905.7	851.4	939.5	782.0	798.1	771.2	568.7	-202.5

Operations by Investment Service Providers

(million AMD)

Indicators	2010	2011				2012		
	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3
Operations by investment bank	**114739.2**	**266369.1**	**510960.8**	**451313.5**	**322029.0**	**491050.8**	**696426.1**	**862097.4**
equity shares	547.6	2812.5	6185.9	6599.5	887.7	3849.8	2881.7	1721.2
o/w: traded on stock exchange	-	3.2	46.0	7.3	8.3	-	103.4	32.2
corporate bonds	242.3	4.0	970.5	126.9	18.9	22393.4	53564.8	51798.7
o/w: traded on stock exchange	2.1	4.0	6.1	56.7	-	-	1080.0	577.1
government bonds	44284.7	81936.7	78201.0	84135.0	26797.7	87609.9	76943.7	92102.1
o/w: traded on stock exchange	825.3	2824.2	670.1	3714.6	1593.8	1556.5	1281.5	1838.5
repo/reverse repo agreements[1]	69665	181616	425603	360452	294325	377198	563036	716475
o/w: traded on stock exchange	621.0	435.7	709.5	472.8	29.8	93.3	66.6	185.3
Operations by investment company	**23125.4**	**42851.4**	**55798.9**	**61415.4**	**22979.3**	**55437.1**	**59527.3**	**54457.1**
equity shares	49.4	388.6	343.3	601.1	25.8	208.5	38.4	319.1
o/w: traded on stock exchange	19.4	170.0	148.6	13.9	-	186.8	1.0	37.9
corporate bonds	119.7	224.8	176.7	507.0	126.1	63.1	165.3	228.3
o/w: traded on stock exchange	119.7	203.0	176.7	380.8	111.1	63.1	165.3	228.3
government bonds	5121.8	5675.5	7517.6	6540.6	1965.0	5221.1	8151.9	6519.7
o/w: traded on stock exchange	-	-	-	-	-	-	-	-
repo/reverse repo agreements [1]	17834.4	36562.5	47761.3	53766.6	20862.4	49944.4	51171.8	47390.1
o/w: traded on stock exchange	621.0	435.7	768.3	567.4	69.0	93.3	66.6	185.3

[1] Repo and reverse repo agreements do not include rollovers.

Cards issued (serviced) by commercial banks operating in the Republic of Armenia

Bank	ArCa	MASTER CARD	VISA	AMEX	Other cards
Armbusinessbank	+	+	+		
Anelik Bank	+	+	+		
Ararat Bank	+	+	+		+
Ameria Bank	+	+	+		
VTB-Armenia Bank	+		+		
Armeconombank	+	+	+		
Prometey Bank	+	+			
BTA Bank	+	+			
Armenian Development Bank	+	+			
Converse Bank	+	+	+		+
Ineco Bank	+	+	+		
Mellat Bank					
Byblos Armenia Bank	+	+			
HSBC Bank Armenia	+	+	+		+
ACBA-Credit Agricole Bank	+	+	+	+	
Artsakh Bank	+	+			
Areximbank-Gazprombank	+	+	+		
Unibank	+		+		
Ardshininvestbank	+	+	+		
Armswissbank					
Procredit Bank			+		
All Armenian Bank					

Central Bank Statement on Financial Standing

(as of September 30, 2012)

(thousand AMD)

	30.09.2012	*30.06.2012*	*2011*
Assets			
Assets in foreign currency			
Cash	5,009,137	5,367,131	5,013,113
Funds allocated with banks and other financial institutions	247,031,800	126,652,793	236,415,264
Financial instruments at fair value measured through a profit or loss method	250,185,328	367,867,325	344,720,503
Assets available for sale	1,646	1,646	1,646
Assets held up to maturity	201,544,151	193,845,911	137,340,298
Holdings with the IMF	60,254,562	83,278,868	76,489,346
Other assets	1,069,063	996,936	1,228,086
	765,095,687	**778,010,610**	**801,208,256**
Assets in local currency			
Loans and reverse repurchase agreements	140,851,738	134,385,910	130,653,171
Assets available for sale	127,242,639	124,553,634	121,527,307
Assets held up to maturity	2,721,564	2,646,831	3,265,916
Fixed assets	57,002,039	51,174,781	38,365,916
Intangible assets	763,928	795,595	622,741
Other assets	4,505,749	5,253,295	6,251,461
	333,087,657	**318,810,046**	**300,686,512**
Assets, total	**1,098,183,344**	**1,096,820,656**	**1,101,894,768**
Liabilities and Equity			
Liabilities in foreign currency			
Deposits and account balances of financial institutions and other institutions	48,473,176	41,440,280	104,346,523
Liabilities to the Government	3,164,475	2,825,099	3,974,934
Financial instruments at fair value measured through a profit or loss method	2,005,224	3,722,338	1,771,245
Liabilities to the IMF	304,727,887	321,963,162	306,460,839
Other loans	49,724,371	48,208,210	38,846,294
Other liabilities	172,507	219,153	153,901
	408,267,640	**418,378,242**	**455,553,736**
Liabilities in local currency			
Notes and coins in circulation	400,548,862	384,034,939	398,777,362
Deposits and account balances of financial institutions and other Institutions	177,106,723	171,856,385	169,195,008
Liabilities to the Government	101,108,214	105,204,284	75,722,418
Other liabilities	2,415,358	4,766,579	3,192,202
	681,179,157	**665,862,187**	**646,886,990**
Liabilities, total	**1,089,446,797**	**1,084,240,429**	**1,102,440,726**
Equity			
Capital issued	100,000	100,000	100,000
General reserve	17,389,049	17,389,049	17,389,049
Additional capital	107,531,884	107,531,884	107,531,884
Revaluation reserve for assets available for sale	(1,226,601)	(1,327,087)	(1,218,959)
Accrued profit/loss	(115,057,785)	(111,113,619)	(124,347,932)
Equity, total	**8,736,547**	**12,580,227**	**(545,958)**
Liabilities and Equity, total	**1,098,183,344**	**1,096,820,656**	**1,101,894,768**

This Central Bank Statement on Financial Standing was approved by the Board of Central Bank on November 13, 2012 and signed thereafter.

ARTHUR JAVADYAN

Chairman

HAYKANUSH HAKOBYAN

Chief Accountant

By virtue of Article 52 of the Republic of Armenia Law on Central Bank, the Central Bank hereby presents

SURVEY INFORMATION

on condition and composition of international reserves of the Republic of Armenia

Q3, 2012 (closing entries included)

Beginning of quarter	**SDR**		**USD**
I. Foreign assets gross			1,719,219,728.29
including:			
International reserves (gross foreign assets in free convertible currency)			1,719,219,255.46
o/w:			
SDR with the IMF	39,282,209.00		59,612,614.16
Reserve position with the IMF	0.00		0.00
II. Foreign assets net			973,025,494.18
o/w: in free convertible currency			973,025,021.36

End of quarter			
I. Foreign assets gross			1,739,058,347.67
including:			
International reserves (gross foreign assets in free convertible currency)			1,739,057,890.66
o/w:			
SDR with the IMF	4,352,171.00		6,699,478.62
Reserve position with the IMF	0.00		0.00
II. Foreign assets net			1,007,842,097.71
o/w: in free convertible currency			1,007,841,640.71

ARTHUR JAVADYAN
Chairman