

Interim Financial Statements
Statement of Profit or Loss and Other Comprehensive Income

«30» September 2019

HSBC Bank Armenia CJSC

Address: 66 Teryan Street, Yerevan 0009, Republic of Armenia

<i>In thousands of Armenian Drams</i>	01.07.19- 30.09.19	01.01.19-30.09.19	01.07.18- 30.09.18	01.01.18-30.09.18
Interest income calculated using the effective interest method	2,853,234	8,311,479	2,712,406	8,017,907
Other similar income	13,162	57,298	30,578	234,006
Interest and similar expense	-732,994	-2,242,755	-849,680	-2,819,786
Net margin on interest and similar income	2,133,402	6,126,022	1,893,304	5,432,127
Credit loss allowance	-589,322	-126,171	-276,281	-793,037
Net margin on interest and similar income after credit loss allowance	1,544,080	5,999,851	1,617,023	4,639,090
Fee and commission income	578,498	1,810,365	632,821	2,001,493
Fee and commission expense	-160,769	-401,065	-127,852	-348,621
Gains less losses from financial derivatives	83,906	-145,553	103,442	74,999
Gains less losses from investments	5,564	2,449	3,093	13,002
Gains less losses from trading in foreign currencies	199,589	654,294	154,796	505,494
Other operating income	44,903	363,813	51,040	123,216
Personnel expenses	-1,087,851	-3,212,877	-1,114,538	-3,130,938
Other general administrative expenses	-1,094,378	-3,296,429	-889,793	-3,337,061
Profit before tax (see Note2)	113,542	1,774,848	430,032	540,674
Income tax (expense)/credit	-22,990	-367,444	-86,007	-117,968
Profit for the year	90,552	1,407,404	344,025	422,706
Other comprehensive loss:				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Debt securities at fair value through other comprehensive income:				
- Gains less losses arising during the year	16,930	-94	-29,740	-144,205
Other comprehensive loss for the year	16,930	-94	-29,740	-144,205
Total comprehensive income for the year	99,744	1,407,310	314,285	278,501

Note2: Additional information on profit, including net profit from loans and advances to customers provided by HSBC Group

	01.01.19-30.09.19	01.01.18-30.09.18
Net profit from loans to customers provided by HSBC Bank plc, London as referred by the Bank	1,788,449	2,134,286
Profit before taxes including net profit from loans to customers provided by HSBC Bank plc, London as referred by the Bank	3,563,297	2,674,960

Chief Executive Officer



P. Edgar

Chief Financial Officer

R. Melkonyan

«15» October 2019p.

Interim Financial Statements
Statement of Changes in Equity

«30» September 2019

HSBC Bank Armenia CJSC

Address: 66 Teryan Street, Yerevan 0009, Republic of Armenia

<i>In thousands of Armenian Drams</i>	Share capital	Share-based payments reserve	Revaluation reserve for AFS securities	Revaluation reserve for securities at FVOCI	Revaluation reserve for premises	Retained earnings	Total
Balance at 1 January 2018	18,434,350	95,927	175,089	-	233,772	20,047,198	38,986,336
Adoption of IFRS 9: remeasurement for expected credit losses, net of tax	-	-	-	-	-	149,811	149,811
Restated balance at 1 January 2018	18,434,350	95,927	175,089	-	233,772	20,197,009	39,136,147
Loss for the year	-	-	-	-	-	422,706	422,706
Other comprehensive income	-	-	-144,205	-	-	-	-144,205
Total comprehensive income for 2018	-	-	-144,205	-	-	422,706	278,501
Share-based payments	-	23,685	-	-	-	-	23,685
Balance at 30 September 2018	18,434,350	119,612	30,884	-	233,772	20,619,715	39,438,333
Balance at 1 January 2019	18,434,350	83,371	175,089	-123,036	233,772	20,752,161	39,555,707
Profit for the year	-	-	-	-	-	1,407,404	1,407,404
Other comprehensive income	-	-	-	-94	-	-	-94
Total comprehensive income for 2019	-	-	-	-94	-	1,407,404	1,407,310
Share-based payments	-	4,524	-	-	-	-	4,524
Balance at 30 September 2019	18,434,350	87,895	175,089	-123,130	233,772	22,159,565	40,967,541

Chief Executive Officer



P. Edgar

Chief Financial Officer



R. Melkonyan

«15» October 2019թ.

