

# Joint Stock Company Bank CenterCredit

## Consolidated Statement of Profit or Loss For the Year Ended 31 December 2016

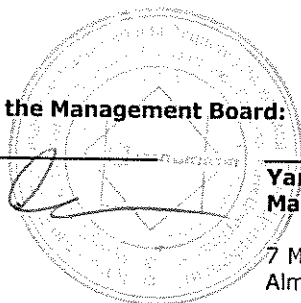
(in Kazakhstani Tenge and in millions, except for earnings/(loss) per share which is in tenge)

	Notes	Year ended 31 December 2016	Year ended 31 December 2015
<b>CONTINUING OPERATIONS</b>			
Interest income	4, 29	94,543	97,604
Interest expense	4, 29	(68,224)	(52,518)
<b>NET INTEREST INCOME BEFORE PROVISION FOR IMPAIRMENT LOSSES ON INTEREST BEARING ASSETS</b>			
Provision for impairment losses on interest bearing assets	4	26,319	45,086
	5	(10,603)	(30,314)
<b>NET INTEREST INCOME</b>			
		15,716	14,772
Net (loss)/gain on financial assets and liabilities at fair value through profit or loss			
	6	(2,212)	77,645
Net realized gain/(loss) on investments available-for-sale			
		1,046	(167)
Net gain/(loss) on foreign exchange operations			
	7	6,400	(77,275)
Fee and commission income			
	8	20,649	20,821
Fee and commission expense			
	8	(2,329)	(2,174)
Recovery of impairment losses on other transactions			
	5	476	2,065
Other (expense)/income			
	10	(3,721)	278
<b>NET NON-INTEREST INCOME</b>			
		20,309	21,193
<b>OPERATING INCOME</b>			
		36,025	35,965
<b>OPERATING EXPENSES</b>			
	9, 29	(30,732)	(28,090)
<b>OPERATING PROFIT BEFORE INCOME TAX</b>			
		5,293	7,875
Income tax expense			
	11	(1,900)	(1,834)
<b>PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS</b>			
		3,393	6,041
<b>DISCONTINUED OPERATIONS</b>			
Profit/(loss) for the year from discontinued operations			
	12	1,968	(4,100)
<b>NET PROFIT</b>			
		5,361	1,941
Attributable to:			
Owners of the parent			
		5,311	1,916
Non-controlling interest			
		50	25
<b>EARNINGS/(LOSS) PER SHARE</b>			
From continuing operations			
Basic (KZT)			
	13	16.63	29.89
Diluted (KZT)			
	13	16.62	29.90
From discontinued operations			
Basic (KZT)			
	13	12.16	(25.32)

On behalf of the Management Board:

Lee V.S.  
Chairman

7 March 2017  
Almaty



Yang Jinhwan  
Managing Director

7 March 2017  
Almaty

Nurgaliyeva A.T.  
Chief Accountant

7 March 2017  
Almaty

The notes on pages 11-98 form an integral part of these consolidated financial statements.

# Joint Stock Company Bank CenterCredit

## Consolidated Statement of Other Comprehensive Income For the Year Ended 31 December 2016 (in Kazakhstani Tenge and in millions)

	Year ended 31 December 2016	Year ended 31 December 2015
Net profit	5,361	1,941
<b>OTHER COMPREHENSIVE INCOME</b>		
Items that will not be reclassified subsequently to profit or loss:		
Gain resulting on revaluation of property (net of tax – KZT 1,156 million)	4,625	-
Items that may be reclassified subsequently to profit or loss:		
Exchange differences on translation of foreign operations (net of tax – KZT nil)	250	402
Net gain/(loss) resulting on revaluation of investments available-for-sale during the year (net of tax – KZT nil)	1,849	(1,671)
Reclassification adjustment relating to investments available for sale disposed of in the year (net of tax – KZT nil)	(1,046)	167
<b>Other comprehensive income/(loss) for the year, net of income tax</b>	<b>5,678</b>	<b>(1,102)</b>
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>11,039</b>	<b>839</b>
Attributable to:		
Owners of the parent	10,989	814
Non-controlling interest	50	25
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>11,039</b>	<b>839</b>

On behalf of the Management Board:

  
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# Joint Stock Company Bank CenterCredit

## Consolidated Statement of Financial Position As at 31 December 2016 (in Kazakhstani Tenge and in millions)

	Notes	31 December 2016	31 December 2015
<b>ASSETS:</b>			
Cash and cash equivalents	14, 29	246,044	242,123
Obligatory reserves	14	12,743	15,951
Financial assets at fair value through profit or loss	15	54,492	103,750
Investments available-for-sale	16	106,139	96,680
Investments held to maturity	17	34,191	6,610
Due from banks	18	6,834	10,173
Loans to customers and banks	19, 29	818,742	891,980
Current income tax assets		71	148
Other assets	20	44,045	29,048
Property, equipment and intangible assets	21	38,950	33,370
		1,362,251	1,429,833
Assets classified as held for sale	12	-	12,578
<b>TOTAL ASSETS</b>		<b>1,362,251</b>	<b>1,442,411</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES:</b>			
Due to banks and financial institutions	22, 29	109,649	181,548
Customer and bank accounts	23, 29	1,053,902	1,060,078
Debt securities issued	24	24,809	26,595
Deferred tax liabilities	11	2,381	768
Other liabilities	25	18,912	17,324
Subordinated bonds	26	53,333	62,181
		1,262,986	1,348,494
Liabilities directly associated with assets classified as held for sale	12	-	7,737
<b>TOTAL LIABILITIES</b>		<b>1,262,986</b>	<b>1,356,231</b>
<b>EQUITY:</b>			
<b>Equity attributable to owners of the parent:</b>			
Share capital	27	69,789	69,741
Investments available-for-sale fair value reserve		(1,939)	(2,742)
Foreign currency translation reserve		-	(250)
Property revaluation reserve		4,625	-
Retained earnings		26,387	19,078
<b>Total equity attributable to owners of the parent</b>		<b>98,862</b>	<b>85,827</b>
Non-controlling interest		403	353
<b>TOTAL EQUITY</b>		<b>99,265</b>	<b>86,180</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>1,362,251</b>	<b>1,442,411</b>
Book value per ordinary share (KZT)	13	522	444
Book value per preference share (KZT)	13	300	300

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# Joint Stock Company Bank CenterCredit

## Consolidated Statement of Changes in Equity For the Year Ended 31 December 2016 (in Kazakhstani Tenge and in millions)

	Share capital	Investment s available- for-sale fair value reserve	Foreign currency translation reserve	Property revaluation reserve	Retained earnings	Total equity attributable to owners of the parent	Non- controlling interest	Total equity
31 December 2014	69,791	(1,238)	(652)	-	17,162	85,063	416	85,479
Net profit	-	-	-	-	1,916	1,916	25	1,941
Other comprehensive (loss)/profit for the year, net of income tax	-	(1,504)	402	-	-	(1,102)	-	(1,102)
Treasury shares purchased, net (Note 27)	(50)	-	-	-	-	(50)	-	(50)
Buy-back of shares of JSC BCC Invest	-	-	-	-	-	-	(88)	(88)
31 December 2015	69,741	(2,742)	(250)	-	19,078	85,827	353	86,180
Net profit	-	-	-	-	5,311	5,311	50	5,361
Other comprehensive profit for the year, net of income tax	-	803	250	4,625	-	5,678	-	5,678
Disposal of subsidiary Treasury shares sold, net (Note 27)	-	-	-	-	1,998	1,998	-	1,998
	48	-	-	-	-	48	-	48
31 December 2016	69,789	(1,939)	-	4,625	26,387	98,862	403	99,265

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# Joint Stock Company Bank CenterCredit

## Consolidated Statement of Cash Flows For the Year Ended 31 December 2016 (in Kazakhstani Tenge and in millions)

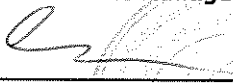
	Year ended 31 December 2016	Year ended 31 December 2015
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Interest received	85,366	91,233
Interest paid	(68,838)	(51,393)
Fee and commission received	20,496	21,456
Fee and commission paid	(1,881)	(2,111)
Other income received	(4,123)	980
Operating expenses paid	(30,232)	(31,268)
Cash inflow from operating activities before changes in operating assets and liabilities	788	28,897
Changes in operating assets and liabilities:		
Obligatory reserves	3,208	1,370
Financial assets at fair value through profit or loss	47,042	(1,211)
Due from banks	3,451	(1,821)
Loans to customers and banks	97,393	(293,164)
Other assets	(10,683)	(6,383)
Due to banks and financial institutions	(70,987)	64,123
Customer and bank accounts	(6,459)	250,271
Other liabilities	(987)	8,525
Cash inflow from operating activities before taxation	62,766	50,607
Income tax paid	(1,366)	(269)
Net cash inflow from operating activities	61,400	50,338
<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Proceeds on sale of investments available-for-sale	395,946	20,970
Purchase of investments available-for-sale	(405,295)	(42,646)
Proceeds on maturity of investments held to maturity	6,490	7,184
Purchase of investments held to maturity	(34,830)	(1,898)
Purchase of property, equipment and intangible assets	(1,470)	(3,109)
Net cash outflow from disposal of LLC Bank BCC-Moscow	(4,676)	-
Proceeds on sale of property and equipment	66	787
Net cash outflow from investing activities	(43,769)	(18,712)

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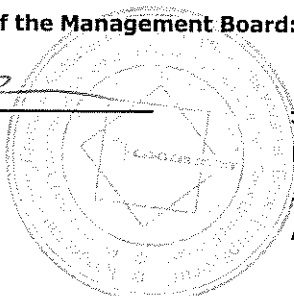
## Consolidated Statement of Cash Flows (Continued) For the Year Ended 31 December 2016 (in Kazakhstani Tenge and in millions)

	Year ended 31 December 2016	Year ended 31 December 2015
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Repayment of debt securities issued	(2,062)	(6,500)
Repayment of subordinated bonds	(9,000)	(7,000)
Sale of treasury shares (Note 27)	252	230
Purchase of treasury shares (Note 27)	(204)	(280)
Buy-back of non-controlling interest's shares	-	(88)
Proceeds from debt securities issued	-	11
Proceeds from subordinated bonds issued	-	16,246
<b>Net cash (outflow)/inflow from financing activities</b>	<b>(11,014)</b>	<b>2,619</b>
<i>Effect of changes in foreign exchange rate fluctuations on cash and cash equivalents</i>	<i>(2,696)</i>	<i>95,250</i>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>3,921</b>	<b>129,495</b>
<b>CASH AND CASH EQUIVALENTS, beginning of the year (Note 14)</b>	<b>242,123</b>	<b>112,628</b>
<b>CASH AND CASH EQUIVALENTS, end of the year (Note 14)</b>	<b>246,044</b>	<b>242,123</b>

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