

## JOINT STOCK COMPANY BANK CENTERCREDIT

### INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE THREE AND SIX MONTHS ENDED 30 JUNE 2017 (UNAUDITED)

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

	For three months ended 30 June 2017 (unaudited)	For three months ended 30 June 2016* (unaudited)	For six months ended 30 June 2017 (unaudited)	For six months ended 30 June 2016* (unaudited)
Interest income	28,553	23,682	52,767	46,583
Interest expense	(16,100)	(16,000)	(32,480)	(34,449)
<b>NET INTEREST INCOME BEFORE PROVISION FOR IMPAIRMENT LOSSES ON INTEREST BEARING ASSETS</b>	<b>12,453</b>	<b>7,682</b>	<b>20,287</b>	<b>12,134</b>
Provision for impairment losses on interest bearing assets	(9,928)	(2,433)	(17,315)	(5,715)
<b>NET INTEREST INCOME</b>	<b>2,525</b>	<b>5,249</b>	<b>2,972</b>	<b>6,419</b>
Net (loss)/gain on financial assets and liabilities at fair value through profit or loss	1,282	(4,210)	(2,633)	191
Net realized gain on investments available-for-sale	242	717	391	702
Net gain/(loss) on foreign exchange operations	(105)	4,168	5,434	2,661
Fee and commission income	5,664	4,852	10,600	9,134
Fee and commission expense (Provision)/recovery of provision for impairment losses on other transactions	(641)	(595)	(1,234)	(1,139)
Other (expense)/income	4	(22)	98	32
<b>NET NON-INTEREST INCOME</b>	<b>6,308</b>	<b>1,640</b>	<b>13,114</b>	<b>8,443</b>

## JOINT STOCK COMPANY BANK CENTERCREDIT

### INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE THREE AND SIX MONTHS ENDED 30 JUNE 2017 (UNAUDITED) (CONTINUED)

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

	For three months ended 30 June 2017 (unaudited)	For three months ended 30 June 2016* (unaudited)	For six months ended 30 June 2017 (unaudited)	For six months ended 30 June 2016* (unaudited)
OPERATING INCOME	8,833	6,889	16,086	14,862
OPERATING EXPENSES	(6,934)	(8,130)	(13,785)	(15,203)
OPERATING (LOSS)/PROFIT BEFORE INCOME TAX	1,899	(1,241)	2,301	(341)
Income tax expense	(510)	(164)	371	(531)
(LOSS)/PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS	1,389	(1,405)	2,672	(872)
DISCONTINUED OPERATIONS Profit for the period from discontinued operations	-	-	-	1,968
NET (LOSS)/PROFIT	1,389	(1,405)	2,672	1,096
Attributable to:				
Owners of the parent	1,374	(1,414)	2,638	1,060
Non-controlling interest	15	9	34	36
	1,389	(1,405)	2,672	1,096
(LOSS)/EARNINGS PER SHARE				
Basic and diluted (KZT))	6.83	(7.04)	13.11	(4.52)

\* Amounts for prior period presented in the interim consolidated statement of profit or loss were re-presented to classify separately continuing operations and discontinued operations.

On behalf of the Management Board:

  
Khusainov G.A.  
Acting Chairman

11 August 2017  
Almaty, Kazakshstan

  
Nurgaliyeva A.T.  
Chief Accountant

11 August 2017  
Almaty, Kazakshstan

Selected explanatory notes on pages 9-53 form an integral part of this interim condensed consolidated financial information.

# JOINT STOCK COMPANY BANK CENTERCREDIT

## INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE AND SIX MONTHS ENDED 30 JUNE 2017 (UNAUDITED)

(in Kazakhstani Tenge and in millions)

	For three months ended 30 June 2017 (unaudited)	For three months ended 30 June 2016 (unaudited)	For six months ended 30 June 2017 (unaudited)	For six months ended 30 June 2016 (unaudited)
NET (LOSS)/PROFIT	1,389	(1,405)	2,672	1,096
OTHER COMPREHENSIVE INCOME				
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations (net of tax – KZT nil)	-	250	-	250
Net (loss)/gain resulting on revaluation of available-for-sale investments during the period (net of tax – KZT nil)	933	(705)	1,502	1,157
Reclassification adjustment relating to available-for-sale investments disposed of in the period (net of tax – KZT nil)	(242)	717	(391)	(702)
OTHER COMPREHENSIVE INCOME/(LOSS) AFTER INCOME TAX	691	262	1,111	705
TOTAL COMPREHENSIVE (LOSS)/INCOME	2,080	(1,143)	3,783	1,801
Attributable to:				
Owners of the parent	2,065	(1,152)	3,749	1,765
Non-controlling interest	15	9	34	36
TOTAL COMPREHENSIVE (LOSS)/INCOME	2,080	(1,143)	3,783	1,801

On behalf of the Management Board:

  
Khusnurov G.A.  
Acting Chairman

11 August 2017  
Almaty, Kazakshtan

  
Nurgaliyeva A.T.  
Chief Accountant

11 August 2017  
Almaty, Kazakshtan

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# JOINT STOCK COMPANY BANK CENTERCREDIT

## INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2017 (UNAUDITED) (in Kazakhstani Tenge and in millions)

	30 June 2017 (unaudited)	31 December 2016
<b>ASSETS</b>		
Cash and cash equivalents	167,722	246,044
Obligatory reserves	10,882	12,743
Financial assets at fair value through profit or loss	43,555	54,492
Investments available-for-sale	97,471	106,139
Investments held-to-maturity	19,442	34,191
Due from banks	14,623	6,834
Loans to customers and banks	789,917	818,742
Current income tax assets	13	71
Property, equipment and intangible assets	40,351	38,950
Other assets	45,535	44,045
<b>TOTAL ASSETS</b>	<b>1,229,511</b>	<b>1,362,251</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES:</b>		
Due to banks and financial institutions	102,312	109,649
Customer and banks accounts	938,951	1,053,902
Debt securities issued	14,813	24,809
Deferred income tax liabilities	1,063	2,381
Subordinated bonds	50,224	53,333
Other liabilities	18,849	18,912
<b>TOTAL LIABILITIES</b>	<b>1,126,212</b>	<b>1,262,986</b>
<b>EQUITY:</b>		
Equity attributable to owners of the parent:		
Share capital	69,773	69,789
Investments available-for-sale fair value difference	(828)	(1,939)
Foreign currency translation difference	-	-
Fixed assets revaluation reserve	4,625	4,625
Retained earnings	29,233	26,387
<b>Total equity attributable to owners of the parent</b>	<b>102,803</b>	<b>98,862</b>
Non-controlling interest	496	403
<b>Total equity</b>	<b>103,299</b>	<b>99,265</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>1,229,511</b>	<b>1,362,251</b>
Book value per ordinary share (KZT)	537	522
Book value per preference share (KZT)	300	300

On behalf of the Management Board:

  
Khusainov G.A.  
Acting Chairman

11 August 2017  
Almaty, Kazakshstan

  
Nurgaliyeva A.T.  
Chief Accountant

11 August 2017  
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## JOINT STOCK COMPANY BANK CENTERCREDIT

### INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR SIX MONTHS ENDED 30 JUNE 2017 (UNAUDITED)

(in Kazakhstani Tenge and in millions)

	Share capital	Investments available-for-sale fair value difference	Foreign currency translation difference	Fixed assets revaluation	Retained earnings	Total equity attributable to owners of the parent	Non-controlling interest	Total equity
31 December 2015	69,741	(2,742)	(250)	-	19,078	85,827	353	86,180
Net profit/(loss)	-	-	-	-	1,060	1,060	36	1,096
Net change in fair value of investments available-for-sale	-	455	-	-	-	455	-	455
Exchange differences on translating foreign operations	-	-	250	-	-	250	-	250
Sale of subsidiary	-	-	-	-	1,998	1,998	-	1,998
Repurchase of treasury shares, net	38	-	-	-	-	38	-	38
30 June 2016 (unaudited)	69,779	(2,287)	-	-	22,136	89,628	389	90,017
31 December 2016	69,789	(1,939)	-	4,625	26,387	98,862	403	99,265
Net profit/(loss)	-	-	-	-	2,638	2,638	34	2,672
Other comprehensive income	-	-	-	-	-	-	-	-
Net change in fair value of investments available-for-sale	-	1,111	-	-	-	1,111	-	1,111
Changes when closing subsidiary	-	-	-	-	208	208	59	267
Repurchase of treasury shares	(16)	-	-	-	-	(16)	-	(16)
30 June 2017 (unaudited)	69,773	(828)	-	4,625	29,233	102,803	496	103,299

On behalf of the Management Board:

  
Khusalov G.A.  
Acting Chairman

11 August 2017  
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Chief Accountant

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# JOINT STOCK COMPANY BANK CENTERCREDIT

## INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS FOR SIX MONTHS ENDED 30 JUNE 2017 (UNAUDITED)

(in Kazakhstani Tenge and in millions)

	For six months ended 30 June 2017 (unaudited)	For six months ended 30 June 2016 (unaudited)
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Interest received	41,470	42,990
Interest paid	(33,849)	(35,350)
Fee and commission received	10,506	8,766
Fee and commission paid	(709)	(914)
Other (expense)/income (paid)/received	98	68
Operating expenses paid	(12,351)	(9,327)
Cash flows from operating activities before changes in operating assets and liabilities	5,165	5,733
Changes in operating assets and liabilities:		
Obligatory reserves	1,860	3,618
Financial assets at fair value through profit or loss	8,257	12,045
Due from banks	(7,538)	(8,614)
Loans to customers and banks	41,420	63,013
Other assets	(938)	(11,428)
Due to banks and financial institutions	(7,189)	(67,851)
Customer and banks accounts	(113,987)	(63,503)
Other liabilities	(732)	(3,662)
Cash outflow from operating activities before taxation	(78,847)	(76,382)
Income tax paid	(888)	(441)
<b>Net cash outflow from operating activities</b>	<b>(74,570)</b>	<b>(71,090)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Proceeds on maturity and sale of investments available-for-sale	611,916	62,763
Purchase of investments available-for-sale	(607,378)	(63,057)
Proceeds on maturity of investments held-to-maturity	9,784	860
Purchase of investments held-to-maturity	9,197	(6,178)
Sale of subsidiary	-	(4,676)
Purchase of property, equipment and intangible assets	(2,735)	(492)
Proceeds on sale of property, equipment	45	-
<b>Net cash (outflow)/inflow from investing activities</b>	<b>20,829</b>	<b>(10,780)</b>

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## INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS FOR SIX MONTHS ENDED 30 JUNE 2017 (UNAUDITED) (CONTINUED)

(in Kazakhstani Tenge and in millions)

	For six months ended 30 June 2017 (unaudited)	For six months ended 30 June 2016 (unaudited)
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Inflow from increase of share capital in the form of common and preference shares	265	-
Sale/(purchase) of treasury shares, net	(15)	38
Repurchase and repayment of debt securities issued	137	(1,990)
Repayment of debt securities	(10,000)	-
Repayment of subordinated bonds issued	(3,000)	(4,000)
<b>Net cash outflow from financing activities</b>	<b>(12,613)</b>	<b>(5,952)</b>
<i>Effect of changes in foreign exchange rate fluctuations on cash and cash equivalents</i>	(11,968)	1,446
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(78,322)</b>	<b>(86,376)</b>
CASH AND CASH EQUIVALENTS, beginning of the period	246,044	242,123
CASH AND CASH EQUIVALENTS, end of the period	167,722	155,747

On behalf of the Management Board:

  
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