



Notes to Interim Financial Statements for Period ended on 30 September 2012

1. Organization

Bank RBK JSC has been established as a commercial bank in form of a joint stock company subject to laws of the Republic of Kazakhstan. The Bank has been incorporated with a registered office in the Republic of Kazakhstan.

The Bank has been operating since 1992 and it was established as Meken Private Bank. In April 1996 the Bank was reorganized to Alash-Bank Closed Joint Stock Company. In May 2005 the Bank was re-registered as a joint stock company subject to laws of the Republic of Kazakhstan. On 22 August 2005 the Bank changed its name to Kazakhstan Innovation Commercial Bank JSC or KAZINCOMBANK JSC. On 23 September 2011 the Bank changed its name to Bank RBK JSC.

As of 30 September 2012 and 31 December 2011 the Bank had the following shareholders:

List of shareholders with 5 and more per cent of total outstanding common shares

Shareholder	30 September 2012	31 December 2011
	Stake, %	Stake, %
Lyukhudzyayev Farid	11.00%	11.00%
Temirtau Electrometallurgical Combine JSC	9.64%	9.64%
NORTH WIND Ltd.	8.00%	8.00%
INTERTRANS C.A. LTD	7.90%	7.90%
WELTON LTD	7.88%	7.88%
ALEMTRADINGCOMMERZ LTD	7.86%	7.86%
GEFEST COMMERZ LTD	6.60%	6.60%
Mukhtarov B.M.	6.60%	6.60%
Rozmanova O.V.	5.72%	5.72%
Yelgeldin Zh.M.	5.03%	5.03%
Other with less than 5% shareholding	23.77%	23.77%
Total	100.00%	100.00%

List of shareholders with 5 and more per cent of total outstanding preference shares

Shareholder	30 September 2012	31 December 2011
	Stake, %	Stake, %
NORTH WIND LTD	11.11%	0.00%
VELTON LTD	22.22%	0.00%
ALEMTRADINGCOMMERZ LTD	11.11%	0.00%
GEFEST COMMERZ LTD	11.11%	0.00%
CITY GARANT INVESTMENTS LTD	44.33%	0.00%
Other with less than 5% shareholding	0.12%	0.00%
Total	100.00%	0.00%

2. Key principles of presentation

Key accounting principles

Interim financial statements have been prepared in compliance with International Financial Reporting Standards (IFRS) issued by the IFRS Committee. Interim financial statements have been prepared in compliance with IFRS subject to historical cost accounting rules with adjustment for initial recognition of financial instruments at fair value, revaluation of fixed assets, assets held for sale and financial assets available for sale.

These financial statements have been prepared in KZT.

3. Key principles of accounting policy

During preparation of these interim financial statements the Bank has applied the same principles of accounting policy and calculation methods that were applied to the preparation of financial statements for a year ended on 31 December 2011. The accounting policy was not amended for nine months ended on 30 September 2012.

4. Cash and equivalents

<i>(in '000 KZT)</i>	30 September 2012	31 December 2011
Cash	2 991 981	993 548
Balances on accounts with NBK (except for compulsory reserves)	1 211 221	1 375 997
Compulsory reserves on account with NBK	1 596 335	828 515
Correspondent accounts with other banks		
with A+ rating	786 960	1 313 336
with BB- rating	841 701	2 403
with BBB rating	38 947	9 015
<i>Cash equivalents</i>		
Fixed-term deposits		
with A rating	1 198 880	-
with BBB rating	97 000	-
NBK notes with less than 3 months maturity	-	1 996 630
	8 763 025	6 519 444
Reserves for impairment of correspondent accounts with other banks	-	-
Total cash and equivalents	8 763 025	6 519 444

5. Loans and advances to customers

<i>(in '000 KZT)</i>	30 September 2012	31 December 2011
Corporate loans	45 075 438	12 551 172
Retail loans	6 290 776	3 471 743
Gross loans and advances to customers	51 366 214	16 022 915
Reserve for impairment of loan portfolio	(1 295 650)	(160 229)
Total loans and advances to customers	50 070 564	15 862 686

Following is a review of changes in reserve for impairment of loan portfolio in terms of classes; loans extended to customers in January – September 2012.

<i>(in '000 KZT)</i>	Corporate loans	Retail loans	Total
Reserve for impairment of loan portfolio as of 31 December 2011	(153 999)	(6 230)	(160 229)
Deductions to the impairment reserve during year	(1 188 103)	(203 903)	(1 392 006)
Restoration of the impairment reserve during year	253 730	3 015	256 745
Restoration of reserve for funds withdrawn from the category	(160)		(160)
Reserve for impairment of loan portfolio as of 30 September 2012	(1 088 532)	(207 118)	(1 295 650)

Following is information about collaterals available as of 30 September 2012

<i>(in '000 KZT)</i>	Corporate loans	Retail loans	Total
Unsecured loans	1 943 504	1 395 916	3 339 420
Secured loans with the following as collateral:			
- goods for sale and goods	21 265 108	244 398	21 509 506
- real estate	11 507 612	2 826 626	14 334 238
- third party guarantees	6 445 304	99 426	6 544 730
- cash	3 069 937	1 492 111	4 562 048
- multicollateral	812 525	-	812 525
- other assets	31 448	232 299	263 747
Total loans and advances	45 075 438	6 290 776	51 366 214

6. Investment securities available for sale

<i>(in '000 KZT)</i>	30 September 2012	31 December 2011
Government securities of the Finance Ministry of RK	6 048 140	2 401 412
Notes of the National Bank of RK	1 793 654	5 852 026
Corporate securities	4 767 623	1 351 746
Total debt securities	12 609 417	9 605 184

Following is a review of debt securities in terms of credit quality as of 30 September 2012

<i>(in '000 KZT)</i>	Government securities of the Finance Ministry of RK	Corporate bonds	Total
Undue and unimpaired			
Standard & Poor's: AAA	-	480 466	480 466
Standard & Poor's: BBB+	-	299 101	299 101
Standard & Poor's: BBB	-	1 840 441	1 840 441
Standard & Poor's: BBB-	-	227 752	227 752
Moody's Investors Service: Ba3	-	494 001	494 001
Fitch Ratings: BBB	-	771 940	771 940
Fitch Ratings: BBB-	-	653 922	653 922
Unrated	7 841 794	-	7 841 794
Total undue and unimpaired	7 841 794	4 767 623	12 609 417

7. Fixed assets and intangible assets

<i>(in '000 KZT)</i>	Land and structures	Hardware	Vehicles	Equipment, etc	Fixed assets in progress and rented buildings	Total fixed assets	Intangible assets	Total
Cost or estimate as of 31 Dec 2010	579 235	20 414	3 242	44 397	-	647 288	21 477	668 765
Receipts	71 713	63 426	5 100	186 140	173 425	499 804	46 141	545 945
Disposals		(1 020)	(3 242)	(3 002)		(7 264)		(7 264)
Cost or estimate as of 31 Dec 2011	650 948	82 820	5 100	227 535	173 425	1 139 828	67 618	1 207 446
Receipts		63 410	65 996	131 845	452 627	713 878	37 099	750 977
Withdrawals		(1 818)	(1 540)	(5 759)	(1 786)	(10 903)		(10 903)
Put in operation		1 320	65 187	25 512	(289 739)	(197 720)	197 720	-
Cost or estimate as of 30 Sept 2012	650 948	145 732	134 743	379 133	334 527	1 645 083	302 437	1 947 520
Accumulated depreciation as of 31 Dec 2010	(5 886)	(9 458)	(1 351)	(22 165)	-	(38 860)	(16 592)	(55 452)
Accruals for year	(5 614)	(6 953)	(286)	(8 982)	(1 680)	(23 515)	(4 276)	(27 791)
Written off upon disposal		1 020	1 594	2 565		5 179		5 179
Accumulated depreciation as of 31 Dec 2011	(11 500)	(15 391)	(43)	(28 582)	(1 680)	(57 196)	(20 868)	(78 064)
Accruals for period	(4 777)	(15 643)	(5 902)	(35 439)	(28 102)	(89 863)	(22 943)	(112 806)
Written off upon disposal		1 387	15	4 893		6 295		6 295
Accumulated depreciation as of 30 Sept 2012	(16 277)	(29 647)	(5 930)	(59 128)	(29 782)	(140 764)	(43 811)	(184 575)
Book value as of 31 Dec 2010	573 349	10 956	1 891	22 232	-	608 428	4 885	613 313
Book value as of 31 Dec 2011	639 448	67 429	5 057	198 953	171 745	1 082 632	46 750	1 129 382
Book value as of 30 Sept 2012	634 671	116 085	128 813	320 005	304 745	1 504 319	258 626	1 762 945

8. Other financial assets

<i>(in '000 KZT)</i>	30 September 2012	31 December 2011
Investments	100 030	100 030
Other debtors	538 194	556 307
Prepaid interest on raised loans and deposits	96 296	-
Total other financial assets	734 520	656 337

9. Other assets

<i>(in '000 KZT)</i>	30 September 2012	31 December 2011
Prepaid services	66 318	63 631
Prepaid goods	1 538	3 221
Prepaid taxes	25 011	75
Inventories	31 997	14 563
Prepaid capital investments	31 838	81 735
Other	820	16
Total other assets	157 522	163 241

10. Funds held for customers

<i>(in '000 KZT)</i>	30 September 2012	31 December 2011
State and public organizations	12 450 287	1 241 813
- Current/settlement accounts	3 143 077	224 240
- Fixed-term deposits	9 307 210	1 017 573
Other legal entities	37 190 233	25 667 374
- Current/ settlement accounts	13 022 177	6 842 421
- Fixed-term deposits	13 646 402	17 596 894
- Deposits as collateral of obligations	10 515 793	1 225 687
- Other deposits	5 861	2 372
Individuals	14 284 536	6 198 918
- Current accounts/demand accounts	229 232	210 180
- Fixed-term deposits	12 693 961	4 608 722
- Deposits as collateral of obligations	1 361 343	1 380 016
Total funds held for customers	63 925 056	33 108 105

11. Other financial liabilities

<i>(in '000 KZT)</i>	30 September 2012	31 December 2011
Funds of customers received from the budget	19 092	-
Accounts payable	67 732	37 991
Commission fees	1 639	325
Total financial liabilities	88 463	38 316

12. Other liabilities

<i>(in '000 KZT)</i>	30 September 2012	31 December 2011
Accounts payable for goods	348	378
Accounts payable for services	43 032	9 926
Accrued staff bonus expenses	96 344	18 326
Taxes payable except for income tax	45 316	27 534
Accounts payable under capital expenses	37 349	20 469
Total other liabilities	222 389	76 633

13. Interest income and expenses

<i>(in '000 KZT)</i>	30 September 2012	30 September 2011
Interest income		
Loans and advances to customers	3 980 152	900 355
Investment securities available for sale	403 230	60 574
Reverse REPO transactions	3 220	997
Correspondent accounts with other banks	561	84
Funds with other banks	10 256	417
Total interest income	4 397 419	962 427
Interest expenses		
Fixed-term deposits	1 531 142	301 322
REPO transactions	18 856	2 902
Investments in securities available for sale	47 149	4 792
Subordinated debt	10 125	706
Total interest expenses	1 607 272	309 722
Net interest expenses	2 790 147	652 705

14. Commission income and expenses

<i>(in '000 KZT)</i>	30 September 2012	30 September 2011
Commission income		
- Cash transactions	134 033	39 966
- Foreign exchange purchase and sale transactions	86 901	15 247
- Settlement transactions	62 567	27 562
- Issued guarantees	271 807	78 267
- Other	11 459	9 634
Total commission income	566 767	170 676
Commission expenses		
- Settlement transactions	26 786	5 896
- Securities purchase and sale transactions	12 945	1 196
- Other	975	65
Total commission expenses	40 706	7 157
Net commission income	526 061	163 519

15. Administrative expenses

<i>(in '000 KZT)</i>	30 September 2012	30 September 2011
Staff costs	1 123 333	426 761
Depreciation of fixed assets	90 816	14 555
Other taxes except for income tax	82 656	18 136
Safeguarding costs	102 593	23 903
Operating lease expenses	108 869	26 364
Communication services	19 824	10 721
Transportation costs	22 363	5 672
Advertising and marketing services	224 566	12 393
Professional services	68 597	83 311
Stationery and office supplies	8 306	3 748
Travel expenses	11 339	4 042
Depreciation of intangible assets	22 943	2 271
Professional membership fee	1 488	367
Repair costs	39 575	27 237
Insurance costs	1 060	4 627
Staff training	3 000	393
Retail deposit insurance costs	69 162	-
Hospitality expenses	3 682	186
Other	127 223	63 498
Total administrative and other operating costs	2 131 395	728 185

16. Segmentation analysis

The following table sets out segment information of reporting segments for half-year ended on 30 September 2012

<i>(in '000 KZT)</i>	Corporate bank operations	Retail bank services	Investment activities	Total
Assets				
Funds with other banks	1 305 171			1 305 171
Loans and advances to customers	43 972 914	6 097 650		50 070 564
Investment securities			12 609 417	12 609 417
Accounts receivable under reverse REPO transactions			1 000 000	1 000 000
Other financial assets	549 653	84 837	100 030	734 520
Total segment assets	45 827 738	6 182 487	13 709 447	65 719 672
Liabilities				
Funds held for customers	49 640 520	14 284 536		63 925 056
Accounts payable under REPO transactions			300 066	300 066
Other financial liabilities	61 743	26 720		88 463
Total segment liabilities	49 702 263	14 311 256	300 066	64 313 585

<i>(in '000 KZT)</i>	Corporate bank operations	Retail bank services	Investment activities	Total
For period ended on 30 September 2012				
Interest income	3 467 242	523 727	406 450	4 397 419
Interest expenses	(855 412)	(685 855)	(66 005)	(1 607 272)
Net interest income	2 611 830	(162 128)	340 445	2 790 147
Restoration of reserve /(reserve) for loan portfolio impairment	(1 127 498)	(7 763)		(1 135 261)
Net interest income after creation of reserve for loan portfolio impairment	1 484 332	(169 891)	340 445	1 654 886
Commission income under reporting segments	542 997	23 770		566 767
Commission expenses under reporting segments	(9 417)	(18 345)	(12 945)	(40 707)
Income less costs of foreign exchange transactions	152 061			152 061
Income less costs of foreign exchange revaluation	7 199			7 199
Creation of reserves for other transactions	(57 369)			(57 369)
Other operating income	12 321	3	18 476	30 800
Segment results	2 132 124	(164 463)	345 976	2 313 637

Segmentation analysis

The following table sets out segment information of reporting segments for year ended on 31 December 2011

<i>(in '000 KZT)</i>	Corporate bank operations	Retail bank services	Investment activities	Total
Assets				
Funds with other banks	1 781			1 781
Loans and advances to customers	12 397 173	3 465 513		15 862 686
Investment securities			9 603 554	9 603 554
Accounts receivable under reverse REPO transactions			4 933 523	4 933 523
Other financial assets	556 307		100 030	656 337
Total segment assets	12 955 261	3 465 513	14 637 107	31 057 881
Liabilities				
Funds held for customers	26 909 187	6 198 918		33 108 105
Accounts payable under REPO transactions			96 001	96 001
Other financial liabilities	32 061	5 936	319	38 316
Total segment liabilities	26 941 248	6 204 854	96 320	33 242 422

<i>(in '000 KZT)</i>	Corporate bank operations	Retail bank services	Investment activities	Total
For a period ended on 30 September 2011				
Interest income	857 652	43 204	61 571	962 427
Interest expenses	(252 363)	(49 665)	(7 694)	(309 722)
Net interest income	605 289	(6 461)	53 877	652 705
Restoration of reserve/(reserve) for loan portfolio impairment	11 843	(89 668)		(77 825)
Net interest income after creation of reserve for loan portfolio impairment	617 132	(96 129)	53 877	574 880
Commission income under reporting segments	166 411	4 265		170 676
Commission expenses under reporting segments	(7 157)			(7 157)
Income less costs of foreign exchange transactions	35 400			35 400
Income less costs of foreign exchange revaluation	2 074			2 074
(Reserves)/ restoration of reserve for loan liabilities				-
Other operating income	2 639		1 090	3 729
Segment results	816 499	(91 864)	54 967	779 602

Segmentation analysis

Reconciliation of profit or losses, assets and liabilities under reporting segments

<i>(in '000 KZT)</i>	30 September 2012	31 December 2011
Total segment assets	65 719 672	31 057 881
Fixed asses	1 762 945	1 129 382
Cash and equivalents	7 467 145	6 519 444
Pre-paid current income tax	587	587
Other assets	157 522	163 241
Total assets	75 107 871	38 870 535
Total compulsory segments	64 313 585	33 242 422
Deferred tax liability	86 250	82 559
Other liabilities	222 389	76 633
Subordinated debt	160 125	-
Other liabilities	64 782 349	33 401 614
<i>(in '000 KZT)</i>	30 September 2012	30 September 2011
Total segment results	2 313 637	779 602
Administrative and other operating expenses	(2 131 395)	(728 185)
Pre-tax income	182 242	51 417
Income tax expenses	(3 691)	-
Income for period	178 551	51 417

17. Transactions with related parties

<i>(in '000 KZT)</i>	30 September 2012			31 December 2011		
	Shareholders	Members of Management Board	Others	Shareholders	Members of Management Board	Others
Total loans and advances to customers (contract interest rate: 2011: 12%-16%, Q3 2012: 11%-19%)	8 355	15 455	919 843	-	17 443	552 074
Funds held for customers (contract interest rate: zero)	21 988	1	483 864	154 440	412	30 753
Funds held for customers (contract interest rate: 4%-7% in USD)	16 806	-	33 343	-	-	69 402
Funds held for customers (contract interest rate: 4%-10%)	53 115	-	393 242	71 712	-	238 780
Undisbursed credit facilities	-	-	50 685	-	-	25 804

<i>(in '000 KZT)</i>	30 September 2012			31 December 2011		
	Shareholders	Members of Management Board	Others	Shareholders	Members of Management Board	Others
Interest income	2 366	1 458	77 685	-	2 220	24 868
Interest expenses	5 361	-	12 248	1 712	-	5 429

18. Earnings per share

Basic and diluted earnings per share calculated as ratio of net income for nine months payable to shareholders of the bank to an average weighted number of common shares.

	30 September 2012	30 September 2011
Income for period	178 552	44 839
Net income payable to holders of common shares	178 552	44 839
Average weighted number of common shares to calculate basic and diluted earnings per share	500 000	376 003
Basic and diluted earnings per share for income owned by shareholders of the Bank (in KZT per share)	357	119

19. Book value of shares

Book value per share of each type of shares as of 30 September 2012 and 31 December 2011

Type of shares	30 September 2012			31 December 2011		
	Number of outstanding shares	Net assets	Book value of 1 share	Number of outstanding shares	Net assets	Book value of 1 share
Common	500 000	5 566 897	11 134	500 000	5 442 171	10 844
Preference	450 000	4 500 000	10 000	-	-	-

Chairman of the Board



M. Zhakubayeva

Zhakubayeva M.K.

Chief Accountant

A.A. Dauletbekova

Dauletbekova A.A.