

Statement of changes in equity

In thousand Armenian drams

| | Share capital | Statutory general reserve | Revaluation reserve of securities available for sale | Revaluation reserve of PPE | Retained earnings | Total |
|--|---------------|---------------------------|--|----------------------------|-------------------|-----------|
| Balance as of 1 January 1 2016 | 2,536,260 | 103,248 | (264,784) | 65,403 | 663,814 | 3,103,941 |
| Distribution to reserve | - | 24,253 | - | - | (24,253) | - |
| Transactions with owners | - | - | - | - | (400,000) | (400,000) |
| Dividends to shareholders | - | 24,253 | - | - | (424,253) | (400,000) |
| Profit for the year | - | - | - | - | 939,465 | 939,465 |
| Other comprehensive income: | | | | | | |
| Revaluation of PPE | - | - | - | 19,574 | - | 19,574 |
| Net unrealized gains from changes in fair value of available-for-sale financial assets | - | - | 794,992 | - | - | 794,992 |
| Net gains realized to profit or loss on disposal of available-for-sale instruments | - | - | (402,519) | - | - | (402,519) |
| Income tax relating to components of other comprehensive income | - | - | (78,495) | (3,915) | - | (82,410) |
| Total comprehensive income for the year | - | - | 313,978 | 15,659 | 939,465 | 1,269,102 |
| Balance as of 31 December 2016 | 2,536,260 | 127,501 | 49,194 | 81,062 | 1,179,026 | 3,973,043 |
| Distribution to reserve | - | 46,973 | - | - | (46,973) | - |
| Dividends to shareholders | - | - | - | - | (750,000) | (750,000) |
| Transactions with owners | - | 46,973 | - | - | (796,973) | (750,000) |
| Profit for the year | - | - | - | - | 501,071 | 501,071 |
| Other comprehensive income: | | | | | | |
| Revaluation of PPE | - | - | - | 17,934 | - | 17,934 |
| Net unrealized gains from changes in fair value of available-for-sale financial assets | - | - | 263,015 | - | - | 263,015 |
| Net gains realized to profit or loss on disposal of available-for-sale instruments | - | - | (240,358) | - | - | (240,358) |
| Income tax relating to components of other comprehensive income | - | - | (4,531) | (3,587) | - | (8,118) |
| Total comprehensive income for the year | - | - | 18,126 | 14,347 | 501,071 | 533,544 |
| Balance as of 31 December 2017 | 2,536,260 | 174,474 | 67,320 | 95,409 | 883,124 | 3,756,587 |

The accompanying notes on pages 10 to 58 are an integral part of these financial statements.