

PJSC «FUIB»
IFRS Statement of Financial Position
(in thousands of US dollars)

	31 December 2011 (unaudited)	31 December 2010
Assets		
Cash on hand and in transit	78,964	75,660
Balance with the National Bank of Ukraine	263,271	139,598
Due from other banks	586,655	619,144
Loans to customers	2,058,788	1,819,005
Investment securities available for sale	522,909	382,230
Current income tax assets	38	-
Other assets	35,955	17,933
Property and equipment	158,534	150,531
Investment property	8,845	9,816
Intangible assets	7,465	5,160
Deferred tax assets	1,931	-
Total assets	3,723,355	3,219,077
Liabilities		
Due to the National Bank of Ukraine	127,182	174,414
Due to other banks	65,228	72,929
Customer accounts	2,531,250	1,939,886
Eurobonds issued	245,230	243,804
Bonds issued	14	14
Other borrowed funds	48,320	158,749
Current income tax liabilities	-	6,059
Other liabilities	13,428	10,242
Subordinated debt	85,305	84,430
Deferred tax liability	-	1,439
Total liabilities	3,115,957	2,691,966
Equity		
Share capital	428,966	333,560
Share premium	7,109	7,134
Reserve from merger	4,288	101,224
Revaluation reserve for premises	77,258	57,318
Revaluation reserve for investment securities available for sale	5,024	3,288
Currency translation reserve	(280,714)	(278,676)
Other reserve	259,000	257,142
Retained earnings	106,467	46,121
Total equity	607,398	527,111
Total liabilities and equity	3,723,355	3,219,077

K.M. Vaysman (Chairman of the Management Board)

O.M. Moshkalova (Chief Accountant)



PJSC «FUIB»
IFRS Statement of Income
(in thousands of US dollars)

	Year ended 31 December 2011 (unaudited)	Year ended 31 December 2010
Interest income	301,289	332,013
Interest expense	(178,610)	(226,013)
Net interest income	122,679	106,000
Allowance for loan impairment	(5,041)	24,540
Net interest income after allowance for loan impairment	117,638	130,540
Fee and commission income	48,216	39,463
Fee and commission expense	(15,751)	(11,480)
Net fee and commission income	32,465	27,983
Net gains from dealing in foreign currencies and foreign exchange translation result	2,433	3,827
Net gains from investment securities available-for-sale	(144)	910
Reversal of provision / (provision) for credit related	418	(437)
Gains less losses on revaluation of investment property	1,336	(2,344)
(Impairment) / reversal of impairment of investment securities available for sale	(2,379)	10,186
Gains less losses from financial derivatives	12,757	5,776
Other income	3,877	2,271
Operating income	168,401	178,712
Operating expenses	(96,894)	(87,705)
Profit before income tax benefit	71,507	91,007
Income tax expense	(12,660)	(19,853)
Net profit	58,847	71,154

K.M. Vaysman (Chairman of the Management Board)

O.M. Moshkalova (Chief Accountant)



Changes in presentation

In 2011 the Bank changed presentation of interest income and the respective provisioning on impaired loans. Under the previously used presentation approach, amounts of interest accrued on impaired loans and the respective provision were grossed up in statement of financial position and statement of income. Under the currently used presentation approach, the gross-up of amounts is eliminated. The Bank believes the currently applied policy provides more relevant information for the purpose of interest margin assessment. The change impacts neither the Bank's net profit for 2010 in the statement of income, nor the balance sheet amount of loans to customers in the statement of financial position as at 31 December 2010.

The effect of these changes in presentation in the Bank's statement of income for 2010 is shown in the column "effect of reclassification" in the table below.

Statement of Income <i>(in thousands of US dollars)</i>	FUIB before merger presented as previously reported as at 31.12.2010	Effect of the change in presentation	31.12.2010 presented after the merger at predecessor basis
Interest income	279 085	(37 612)	241 473
Allowance for loan impairment	(21 259)	37 612	16 353

As both Dongorbank and the Bank are parts of SCM Group ultimately controlled by Rinat Akhmetov their consolidation was treated as business combination under common control and accounted by the Bank using the predecessor values method in accordance with the accounting policies applied by the Bank. Assets and liabilities, as well as the capital structure (except the share capital) and results of operations of Dongorbank were recognised at their carrying amounts as per the IFRS financial statements of Dongorbank (these values are the same as the values recognised in respect of Dongorbank at the level of the consolidated financial statements of the SCM Group) from the beginning of the earliest period presented as though the merger had occurred at the beginning of the period.

At preparing the financial statements at predecessor basis the accounting policies of the Bank were applied. Synchronisation of accounting policies of both banks was made where appropriate.

The assets, liabilities and capital of Dongorbank after adjustments to unify the accounting policy are shown in the column "effect of the merger" in the table below.

Statement of Financial Position <i>(in thousands of US dollars)</i>	FUIB before merger presented as previously reported as at 31.12.2010	Effect of the merger		31.12.2010 presented after the merger at predecessor basis
		Dongorbank's carrying amounts adjusted to unify accounting policy	Elimination of intercompany balances and other adjustments	
Total assets	2 222 175	1 151 241	(154 339)	3 219 077
Total liabilities	1 787 397	1 058 908	(154 339)	2 691 966
Total equity	434 778	92 333	-	527 111
Total liabilities and equity	2 222 175	1 151 241	(154 339)	3 219 077

The effect of the merger and changes in presentation eliminating the gross-up of the interest income accrued on impaired loans and the respective provisions applied to the data of Dongorbank are shown in the “effect of the change in presentation” column.

Statement of Income <i>(in thousands of US dollars)</i>	FUIB before merger	Effect of the merger			2010 presented after the merger at predecessor basis
		Dongorbank’s carrying amounts adjusted to unify accounting policy	Elimination of intercompa ny balances and other adjustment s	Effect of the change in presentation	
Net interest income	88 611	32 389	-	(15 000)	106 000
Allowance for loan impairment	16 353	(6 813)	-	15 000	24 540
Net interest income/ (negative interest margin) after allowance for loan impairment	104 964	25 576	-	-	130 540
Net fee and commission income	19 576	8 407	-	-	27 983
Other operating income	16 489	3 700	-	-	20 189
Operating income	141 029	37 683	-	-	178 712
Operating expenses	(69 543)	(18 162)	-	-	(87 705)
Profit / (loss) before income tax expense	71 486	19 521	-	-	91 007
Income tax (expense) / benefit	(17 089)	(2 764)	-	-	(19 853)
Net profit / (loss) for the year	54 397	16 757	-	-	71 154