



Audit company Ernst & Young MChJ  
Inconel Business Center, 3rd floor  
Mustaqillik Prospect, 75  
Tashkent, 100000  
Republic of Uzbekistan  
Tel: +998 (71) 140 6482  
Fax: +998 (71) 140 6483  
www.ey.com/uz

MChJ "Ernst & Young" AT  
O'zbekiston Respublikasi,  
100000, Toshkent shahar,  
Mustaqillik shox ko'chasi, 75  
Inkonel Biznes Markazi, 3-qavat  
Tel: +998 (71) 140 6482  
Fax: +998 (71) 140 6483

АО «Ernst & Young» ООО  
Республика Узбекистан  
100000, Ташкент  
Пр-т Мустакиллик, 75  
Бизнес-центр «Инконель», 3 этаж  
Тел.: +998 (71) 140 6482  
Факс: +998 (71) 140 6483

## Independent auditors' report

### To the shareholders and the Board of Directors of PJSEB "Trustbank"

We have audited the accompanying consolidated financial statements of PJSEB "Trustbank" and its subsidiary, which comprise the consolidated statement of financial position as at 31 December 2014, and the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year 2014, and a summary of significant accounting policies and other explanatory information.

### *Audited entity's responsibility for the consolidated financial statements*

Management of the audited entity is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditor's responsibility*

Our responsibility is to express an opinion on the fairness of these consolidated financial statements based on our audit.

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the consolidated financial statements are free from material misstatement.

An audit involves performing audit procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The audit procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management of the audited entity, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Opinion*

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of PJSEB "Trustbank" and its subsidiary as at 31 December 2014, and their financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards.

28 April 2015  
Tashkent, Uzbekistan

*АО Ernst & Young MChJ*

## Consolidated statement of financial position

**As at 31 December 2014***(Thousands of Uzbekistan soums)*

	Notes	2014	2013
<b>ASSETS:</b>			
Cash and balances with the Central Bank of the Republic of Uzbekistan	5	212,949,415	235,901,039
Due from banks	6	101,859,582	166,196,636
Loans to customers	7	391,515,769	278,095,185
Investments available-for-sale	8	62,207	1,976,437
Investments held to maturity	9	24,533,720	24,616,122
Investments in associates	28	5,045,008	-
Property and equipment	10	29,711,509	26,902,557
Intangible assets	10	42,311	66,815
Current income tax assets	22	951,706	702,574
Deferred income tax assets	22	-	945,335
Other assets	11	3,159,116	7,567,526
<b>TOTAL ASSETS</b>		<b>769,830,343</b>	<b>742,970,226</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES:</b>			
Due to banks	12	8,392,049	23,378,702
Customer accounts	13	644,081,111	625,482,973
Debt securities issued	14	6,207,823	4,126,652
Deferred income tax liabilities	22	67,732	-
Other liabilities	15	3,145,192	1,764,864
<b>TOTAL LIABILITIES</b>		<b>661,893,907</b>	<b>654,753,191</b>
<b>EQUITY:</b>			
Share capital	16	33,961,733	27,961,733
Share Premium		4,873,110	3,433,110
Retained earnings		69,101,593	56,822,192
<b>TOTAL EQUITY</b>		<b>107,936,436</b>	<b>88,217,035</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>769,830,343</b>	<b>742,970,226</b>

The accompanying notes on pages 5 to 49 are an integral part of these consolidated financial statements.

## Consolidated statement of comprehensive income

## For the year ended 31 December 2014

(Thousands of Uzbekistan soums)

	Notes	2014	2013
Interest income	17	58,493,500	49,406,447
Interest expense	17	(8,666,096)	(7,540,953)
Net interest income before impairment (losses)/recovery on interest bearing assets		49,827,404	41,865,494
Impairment (losses)/recovery on interest bearing assets	7	(2,754,648)	(1,008,283)
<b>Net interest income</b>		<b>47,072,756</b>	<b>40,857,211</b>
Net gain on foreign exchange operations		2,504,300	1,743,570
Fee and commission income	18	43,848,458	32,698,972
Fee and commission expense	18	(10,222,379)	(5,963,715)
Other impairment losses/(gains)	6,11	482,718	(814,998)
Dividend income	19	5,849	2,082,263
Share of profit of associates	28	4,032,979	-
Other income	20	1,445,399	810,782
<b>Net non-interest income</b>		<b>42,097,324</b>	<b>30,556,874</b>
<b>Operating income</b>		<b>89,170,080</b>	<b>71,414,085</b>
Operating expenses	21,27	(50,518,609)	(38,829,771)
<b>Profit before income tax</b>		<b>38,651,471</b>	<b>32,584,314</b>
Income tax expense	22	(8,770,303)	(6,019,331)
<b>Net profit for the year</b>		<b>29,881,168</b>	<b>26,564,983</b>
<b>Other comprehensive income</b>			
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>			
Unrealised gains/(losses) on investment securities available-for-sale		(225,726)	-
Realised gains/(losses) on investment securities available-for-sale reclassified to the income statement		225,726	-
<b>Other comprehensive income for the year, net of tax</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income</b>		<b>29,881,168</b>	<b>26,564,983</b>

The accompanying notes on pages 5 to 49 are an integral part of these consolidated financial statements.

## Consolidated statement of changes in equity

**For the year ended 31 December 2014***(Thousands of Uzbekistan soums)*

	Note	Share capital	Share Premium	Retained earnings	Total equity
<b>1 January 2013</b>	16	<b>22,711,733</b>	<b>1,562,055</b>	<b>42,133,641</b>	<b>66,407,429</b>
Dividends declared on ordinary shares		-	-	(11,872,982)	(11,872,982)
Dividends declared on preference shares		-	-	(3,450)	(3,450)
Shares issued		49,835	-	-	49,835
Increase in share capital		5,200,165	1,871,055	-	7,071,220
Total comprehensive income		-	-	26,564,983	26,564,983
<b>31 December 2013</b>		<b>27,961,733</b>	<b>3,433,110</b>	<b>56,822,192</b>	<b>88,217,035</b>
Dividends declared on ordinary shares		-	-	(17,598,317)	(17,598,317)
Dividends declared on preference shares		-	-	(3,450)	(3,450)
Shares issued		-	-	-	-
Increase in share capital		6,000,000	1,440,000	-	7,440,000
Total comprehensive income		-	-	29,881,168	29,881,168
<b>31 December 2014</b>		<b>33,961,733</b>	<b>4,873,110</b>	<b>69,101,593</b>	<b>107,936,436</b>

The accompanying notes on pages 5 to 49 are an integral part of these consolidated financial statements.

## Consolidated statement of cash flows

## For the year ended 31 December 2014

(Thousands of Uzbekistan soums)

	Notes	2014	2013
<b>Cash flows from operating activities:</b>			
Interest received		57,995,372	51,009,207
Interest paid		(8,642,814)	(7,549,761)
Fee and commission received		43,792,758	37,067,063
Fee and commission paid		(10,222,379)	(5,963,715)
Gain from foreign exchange transactions		279,475	485,422
Other operating income		1,445,399	859,860
Staff costs paid		(28,256,381)	(21,106,869)
Other operating expenses paid		(20,434,390)	(14,420,100)
<b>Cash flows from operating activities before changes in operating assets and liabilities</b>		<b>35,957,040</b>	<b>40,381,107</b>
Changes in operating assets and liabilities:			
Decrease/(Increase) in minimum reserve deposits with the Central Bank of the Republic of Uzbekistan		3,864,525	(13,804,611)
Decrease/(Increase) due from other banks		82,264,443	(6,658,434)
Increase in loans to customers		(109,813,230)	(135,840,227)
Decrease/(Increase) in other assets		923,713	(2,963,546)
(Decrease)/Increase in due to other banks		(15,981,923)	10,287,520
Increase in customer accounts		12,432,648	74,070,764
Increase in other liabilities		926,073	501,438
<b>Net cash flows from operating activities before income tax</b>		<b>10,573,289</b>	<b>(34,025,989)</b>
Income tax paid		(8,006,368)	(5,446,445)
<b>Net cash (outflow)/inflow from operating activities</b>		<b>2,566,921</b>	<b>(39,472,434)</b>
<b>Cash flows from investing activities:</b>			
Purchase of investments held to maturity		(8,767,817)	(11,451,320)
Proceeds from redemption of investments held to maturity		8,850,219	2,006,902
Dividend income received from investments available for sale		901,744	797,144
Net cash outflow on acquisition of investments available for sale		6,306	(40,000)
Purchase of property, equipment and intangible assets		(7,080,715)	(12,096,537)
Proceeds on sale of property and equipment		2,081	9,939
<b>Net cash outflow from investing activities</b>		<b>(6,088,182)</b>	<b>(20,773,873)</b>
<b>Cash flows from financing activities:</b>			
Proceeds from issue of share capital		-	49,835
Net decrease in debt securities issued	14	2,032,920	3,194
Dividends paid	16	(10,161,767)	(4,805,212)
<b>Net cash outflow from financing activities</b>		<b>(8,128,847)</b>	<b>(4,752,183)</b>
<i>Effect of changes in foreign exchange rate on cash and cash equivalents</i>			
		4,293,576	1,258,150
<b>Net decrease in cash and cash equivalents</b>		<b>(7,356,532)</b>	<b>(63,740,340)</b>
<b>CASH AND CASH EQUIVALENTS, beginning of year</b>	5	<b>220,733,598</b>	<b>284,473,938</b>
<b>CASH AND CASH EQUIVALENTS, end of year</b>	5	<b>213,377,066</b>	<b>220,733,598</b>
<b>Non-cash transactions:</b>			
Capitalisation of dividends		7,440,000	7,071,220