

Joint Stock Company Bank Centercredit

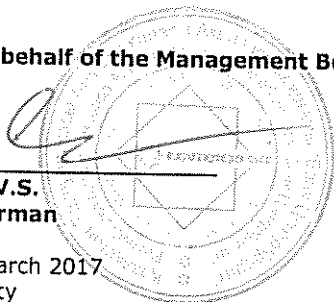
Statement of Profit or Loss For the Year Ended 31 December 2016 (in Kazakhstani Tenge and in millions)

	Notes	Year ended 31 December 2016	Year ended 31 December 2015
Interest income	4, 28	94,749	98,075
Interest expense	4, 28	(67,999)	(52,468)
NET INTEREST INCOME BEFORE PROVISION FOR IMPAIRMENT LOSSES ON INTEREST BEARING ASSETS	4	26,750	45,607
Provision for impairment losses on interest bearing assets	5	(10,603)	(30,299)
NET INTEREST INCOME		16,147	15,308
Net (loss)/gain on financial assets and liabilities at fair value through profit or loss	6	(2,378)	78,492
Net realized gain on investments available-for-sale		1,063	100
Net gain/(loss) on foreign exchange operations	7	6,427	(78,719)
Fee and commission income	8, 28	20,306	20,468
Fee and commission expense	8, 28	(2,241)	(2,124)
Recovery of impairment losses on other transactions	5	149	2,068
Loss from impairment of investments in subsidiaries	16, 28	(1,557)	(714)
Gain on disposal of subsidiary	16, 28	284	-
Other (expense)/income	10	(3,753)	274
NET NON-INTEREST INCOME		18,300	19,845
OPERATING INCOME		34,447	35,153
OPERATING EXPENSES	9, 28	(29,918)	(27,609)
OPERATING PROFIT BEFORE INCOME TAX		4,529	7,544
Income tax expense	11	(1,900)	(1,742)
PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS		2,629	5,802
DISCONTINUED OPERATIONS			
Loss on remeasurement of assets classified as held for sale to fair value less costs to sell	16	-	(4,802)
NET PROFIT		2,629	1,000

On behalf of the Management Board of the Bank:

Lee V.S.
Chairman

18 March 2017
Almaty



Yang Jinhwan
Managing Director

18 March 2017
Almaty

Nurgaliyeva A.T.
Chief Accountant

18 March 2017
Almaty


The notes on pages 13-90 form an integral part of these separate financial statements.

Joint Stock Company Bank Centercredit


Statement of Other Comprehensive Income For the Year Ended 31 December 2016 (in Kazakhstani Tenge and in millions)

	Year ended 31 December 2016	Year ended 31 December 2015
NET PROFIT	2,629	1,000
OTHER COMPREHENSIVE INCOME/(LOSS) :		
Items that will not be reclassified subsequently to profit or loss:		
Gain resulting on revaluation of property (net of tax – KZT 1,156 million)	4,625	-
Items that may be reclassified subsequently to profit or loss:		
Net gain/(loss) resulting on revaluation of investments available-for-sale during the year (net of tax – KZT Nil)	1,896	(1,423)
Reclassification adjustment relating to investments available for sale disposed of during the year (net of tax – KZT Nil)	(1,063)	(100)
Other comprehensive income/(loss) for the year, net of income tax	5,458	(1,523)
OTHER COMPREHENSIVE INCOME/(LOSS)	5,458	(1,523)
TOTAL COMPREHENSIVE INCOME/(LOSS)	8,087	(523)

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Joint Stock Company Bank Centercredit

Statement of Financial Position

As at 31 December 2016

(in Kazakhstani Tenge and in millions)

	Notes	31 December 2016	31 December 2015
ASSETS:			
Cash and cash equivalents	12, 28	245,999	242,659
Obligatory reserves	12	12,743	15,951
Financial assets at fair value through profit or loss	13	48,407	100,829
Investments available-for-sale	14	106,136	96,677
Investments held to maturity	15	30,579	5,499
Investments in subsidiaries	16, 28	32,216	21,978
Due from banks	17, 28	6,829	17,966
Loans to customers and banks	18, 28	805,341	877,833
Current income tax assets		7	139
Other assets	19	32,273	26,179
Property, equipment and intangible assets	20	38,914	33,336
Assets classified as held for sale	16,28	-	1,668
TOTAL ASSETS		1,359,444	1,440,714
LIABILITIES AND EQUITY			
LIABILITIES:			
Due to banks and financial institutions	21, 28	107,754	182,606
Customer and bank accounts	22, 28	1,054,358	1,060,787
Debt securities issued	23, 28	24,832	26,617
Deferred income tax liabilities	11	2,381	768
Other liabilities	24, 28	19,088	18,094
Subordinated bonds	25, 28	53,489	62,387
Total liabilities		1,261,902	1,351,259
EQUITY:			
Share capital	26, 28	69,856	69,856
Investments available-for-sale fair value reserve		(1,938)	(2,771)
Property revaluation reserve		4,625	-
Retained earnings		24,999	22,370
Total equity		97,542	89,455
TOTAL LIABILITIES AND EQUITY		1,359,444	1,440,714

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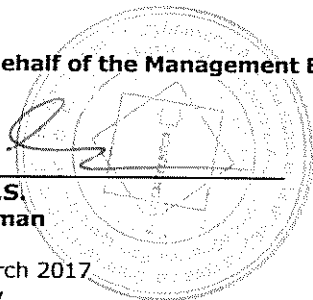
Statement of Changes in Equity For the Year Ended 31 December 2016 (in Kazakhstani Tenge and in millions)

	Share capital	Investments available-for-sale fair value reserve	Property revaluation reserve	Retained earnings	Total equity
As at 31 December 2014	69,856	(1,248)	-	21,370	89,978
Net profit	-	-	-	1,000	1,000
Other comprehensive loss for the year, net of income tax	-	(1,523)	-	-	(1,523)
As at 31 December 2015	69,856	(2,771)	-	22,370	89,455
Net profit	-	-	-	2,629	2,629
Other comprehensive income for the year, net of income tax	-	833	4,625	-	5,458
As at 31 December 2016	69,856	(1,938)	4,625	24,999	97,542

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Statement of Cash Flows For the Year Ended 31 December 2016 (in Kazakhstani Tenge and in millions)

	Year ended 31 December 2016	Year ended 31 December 2015
CASH FLOWS FROM OPERATING ACTIVITIES:		
Interest received	86,851	89,975
Interest paid	(68,613)	(51,315)
Fee and commission received	20,166	21,105
Fee and commission paid	(1,792)	(2,060)
Other (expenses paid)/income received	(4,205)	274
Operating expenses paid	(26,779)	(32,450)
Cash inflow from operating activities before changes in operating assets and liabilities	5,628	25,529
Changes in operating assets and liabilities:		
Obligatory reserves	3,208	1,185
Financial assets at fair value through profit or loss	50,040	(7,542)
Due from banks	11,249	(5,211)
Loans to customers and banks	70,118	(290,792)
Other assets	(4,778)	(3,084)
Due to banks and financial institutions	(73,940)	68,871
Customer and banks accounts	(6,712)	255,033
Other liabilities	(1,582)	10,211
Cash inflow from operating activities before taxation	53,231	54,200
Income tax paid	(1,311)	(341)
Net cash inflow from operating activities	51,920	53,859

Joint Stock Company Bank Centercredit

Statement Of Cash Flows For The Year Ended 31 December 2016 (Continued) (in Kazakhstani Tenge and in millions)

	Year ended 31 December 2016	Year ended 31 December 2015
CASH FLOW FROM INVESTING ACTIVITIES:		
Proceeds on sale of investments available-for-sale	395,993	21,050
Purchase of investments available-for-sale	(405,295)	(42,646)
Proceeds on maturity of investments held to maturity	6,490	6,337
Purchase of investments held to maturity	(32,329)	(2,607)
Purchase of property, equipment and intangible assets	(1,447)	(3,089)
Proceeds on sale of property and equipment	64	37
Proceeds on sale of subsidiary	1,952	-
Net cash outflow from investing activities	(34,572)	(20,918)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of debt securities issued	(2,062)	(6,500)
Repayment of subordinated bonds	(9,000)	(7,000)
Proceeds from debt securities issued	-	11
Proceeds from subordinated bonds issued	-	16,246
Net cash (outflow)/inflow from financing activities	(11,062)	2,757
<i>Effect of changes in foreign exchange rate fluctuations on cash and cash equivalents</i>	<i>(2,946)</i>	<i>94,848</i>
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,340	130,546
CASH AND CASH EQUIVALENTS, beginning of the year (Note 12)	242,659	112,113
CASH AND CASH EQUIVALENTS, end of the year (Note 12)	245,999	242,659

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