

**FARM CREDIT ARMENIA
UNIVERSAL CREDIT ORGANIZATION
COMMERCIAL COOPERATIVE**

FINANCIAL STATEMENTS

in Armenian Drams

31 DECEMBER 2007



**BAKER TILLY
ARMENIA**

YEREVAN 2008



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22 May 2008
N 0185



CONFIRMED BY:

[Signature]
P. GEVORGYAN
Managing Partner
Baker Tilly Armenia CJSC

License for auditing N054 awarded by Ministry of Finance
and Economy of the Republic of Armenia

INDEPENDENT AUDITOR'S REPORT

**To Shareholders of
Farm Credit Armenia UCO**

We have audited the accompanying balance sheet of the as of December 31, 2007, and the related statements of financial results, changes in equity capital, and cash flows for the year then ended. These financial statements are the responsibility of the UCO's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have audited the accompanying financial statements of "Farm Credit Armenia" Universal Credit Organization Commercial Cooperative (further in the text - the UCO), which comprise the balance sheet as at December 31, 2007, and the income statement, statement of changes in equity capital, and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the UCO's preparation and fair presentation of the 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 UCO's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

1. As far as we were appointed as the auditor of the UCO in 2008, we did not observe the counting of the physical inventory as of 31 December 2007.

Opinion

In our opinion, except for the effect on the financial statements of the matter referred to in the preceding paragraph, the financial statements give a true and fair view of the financial position of the UCO as of December 31, 2007, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Director of Audit & Advisory Department

U.S.



Arthur Kirakosyan



Farm Credit Armenia UCO CC

STATEMENT ON FINANCIAL RESULTS

(Form 1)

for the financial year 2007

Farm Credit Armenia UCO CC

Yerevan, Kajaznuni 18

AMD ths.

Description	Notes	Reporting period 2007	Previous period 2006
Interest and similar income	3	2,080	0
Interest and similar expenses	4	0	0
Interest income, net		2,080	0
Income in the form of dividends		0	0
Income in the form of commissions and other payments		142	0
Expenses in the form of commissions and other payments		(277)	0
Net profit (loss) from investments kept for trading purposes	5	0	0
Net profit (loss) from investments for sale	6	0	0
Net profit (loss) from investments kept until expiration date.		0	0
Net profit (loss) from foreign exchange operations	7	(209)	0
Other operating income	8	34,122	0
Operating Income		35,858	0
Losses from loans and other borrowings	9	(1,735)	0
General administrative expenses	10	(31,479)	0
Other operating expenses	11	(3,539)	0
Profit before taxation		(895)	0
Profit tax expenses /reimbursement/	12	309	0
Profit after taxation		(1,204)	0

A. Gabrielyan
Chairman (CEO)

A. Mosinyan
Chief Accountant





Farm Credit Armenia UCO CC

BALANCE SHEET

for the financial year 2007

Farm Credit Armenia UCO CC

Yerevan, Kajaznuni 18

AMD ths.
(Form 2)

	Notes	Rep. Period 2007	Previous period 2006
Description			
1 Assets			
1.1 Cash resources and bank accounts	13	40,457	0
1.2 Financial investments kept for trading purposes	14	0	0
1.3 Financial means allocated in the banks	15	113,850	0
1.4 Other allocations in the money-market	16	0	0
1.5 Loans and other lending provided to the clients	17	16,830	0
1.6 Investments for sale	18	0	0
1.7 Amounts receivable from other operations	19	0	0
1.8 Investments kept until expiration date	20	0	0
1.9 Amounts receivable from renting	21	0	0
1.10 Investments in the other persons' chartered capital		0	0
1.11 Capital investments in the fixed assets and intangible assets		0	0
1.12 Fixed assets and intangible assets	22	25,919	0
1.13 Deferred tax assets		878	0
1.14 Interests receivable	23	684	0
1.15 Other assets	24	1,299	0
Total Assets		199,917	0
2 Liabilities			
2.1 Loans and borrowings received from banks	25	0	0
Other borrowings received from the money-			
2.2 market	26	0	0
2.3 Borrowings drawn from the clients	27	0	0
2.4 Obligations to the RA Government		0	0
2.5 Amounts payable as regards renting		0	0
2.6 Securities issued by the Credit Organization	28	0	0
2.7 Reserves		0	0
2.8 Amounts payable	29	0	0
2.9 Deferred tax obligations		0	0
2.10 Interests payable		0	0
2.11 Other liabilities	30	31,453	0
Total liabilities		31,453	0
3 Capital			
3.1 Chartered capital	31	169,668	0
3.2 Reserves			0
3.2.1 General reserve			0
3.2.2 Revaluation reserves	32		0
3.3 Accumulated profit		(1,204)	0
Total capital		168,464	0
Total liabilities and capital		199,917	0



A. Gabrielyan
Chairman (CEO)

[Signature]

A. Mosinyan
Chief Accountant

[Signature]

STATEMENT ON CHANGES IN THE EQUITY CAPITAL (Form 3)

For the financial year 2007
Farm Credit Armenia UCO CC
Yerevan, Kajaznuni18

Previous Period 2006

Titles of components of the equity capital	Chartered Capital	General Reserve	Accumulated Profit	AMD ths.
				Total
Line items				
Balance as at 31 December, 2005				
Overall results of changes in the accounting policy and adjustment of material errors.				
Recalculated balance				
Incomes and losses directly acknowledged in the Equity Capital				
Investments in the chartered capital				
Dividends				
Net profit (loss)				
Internal movements				
Balance as at 31 December, 2006				

Reporting Period 2007

Titles of components of the equity capital	Chartered Capital	General Reserve	Accumulated Profit	Total
Line items				
Balance as at 31 December, 2006				
Overall results of changes in the accounting policy and adjustment of material errors.	0	0	0	0
Recalculated balance	0	0	0	0
Incomes and losses directly acknowledged in the Equity Capital	0	0	0	0
Investments in the chartered capital	169,668	0	0	169,668
Dividends	0	0	0	0
Net profit (loss)	0	0	(1,204)	(1,204)
Internal movements	0	0	0	0
Balance as at 31 December, 2007	169,668	0	(1,204)	168,464



[Signature]

A. Mosinyan
Chief Accountant

[Signature]



Farm Credit Armenia UCO CC

CASH FLOW STATEMENT

for the financial year 2007

Farm Credit Armenia UCO CC

Yerevan, Kajaznuni 18

(Form 4)

Description	Previous period 2006	AMD ths. Reporting period
		2007
1. Net cash flow from operating activity		(125,978)
Net cash flow before changes in the operating assets and liabilities		(19,490)
Interests received		1,396
Interests paid		
Losses recovery		
Dividends received		
Net commissions received		87
Salaries and other equivalent amounts paid		(15,524)
Taxes paid		(5,449)
Net cash flow from changes in the operating assets and liabilities		(106,488)
Decrease (increase) of allocated means		(132,000)
Increase (decrease) of the loans drawn		
Decrease (increase) of securities kept for trading purposes and available for sale		
Decrease (increase) of amounts receivable against the financial lease		
Net cash flow from other operating activity		25,512
2. Net cash flow from investing activity		(2,614)
Decrease (increase) of securities kept until expiration date		
Decrease (increase) of investments in the other persons' chartered capital		
Decrease (increase) of capital investments in the fixed assets and intangible assets		
Acquisition of Fixed assets and intangible assets		(3,294)
Disposal of Fixed assets and intangible assets		
Net cash flow from other investing activity		680
3. Net cash flow from financial activity		169,667
Dividends paid		
Increase (decrease) of the loans received from the banks		
Increase (decrease) of other borrowings received		
Increase (decrease) of securities issued by the credit organization		-
Shareholders investments in the chartered fund		169,667
Increase (decrease) of the amounts payable as regards financial lease		-
Net cash flow from other financial activity		-
Influence of exchange rate differences on the cash means and their equivalents		(209)
Net cash flow		40,866
Cash and cash equivalents at the beginning of the period		0
Cash and cash equivalents at the end of the period		40,866



Gabrielyan
Chairman (CEO)

[Signature]

A. Mosinyan
Chief Accountant

[Signature]

The attached notes 1-39 are the integral part of 2007 Annual Financial Statements.

NOTES ATTACHED TO THE ANNUAL FINANCIAL STATEMENTS (Form 5)
31 December , 2007

“Farm Credit Armena” Universal Credit Organization CC
Yerevan, Kajaznuni 18

1. Accounting Policy

Financial income received from the loans and lending provided and expenses from the borrowings drawn are acknowledged daily, which is calculated according to the contracted annual interests, providing that there are 365 days in the year and that the financial income and expenses attributed to the non-working days are acknowledged in the preceding last working day.

A reserve for the possible losses as regards loans and accounts receivable (assets) is created taking into account the internal regulation relating to reserves for receivables developed in accordance with the requirements of the regulation “On Classification of the loans and accounts receivable as well as formation of possible losses reserves of the banks operating in the territory of the Republic of Armenia” jointly established by the order 63 of the RA CB Board as of 23.04.1999 and the order 214-A of the Ministry of Finance and Economy as of 04.06.1999.

The material errors adjustment and changes in the accounting policy are reflected in the incomes or expenses of the reporting year.

The Company acknowledges a financial asset or financial liability in its balance sheet when it becomes a contract party as regards the financial instrument.

After the initial acknowledgement, financial assets and liabilities are measured at their fair value.

All exchange rate differences are acknowledged as an income or expense in the period of their appearance.

An approach of measuring at cost (less accumulated depreciation and impairment) is used for future measurement of fixed assets.

Depreciation of the fixed assets is calculated during their useful life according to the straight line method.

An approach of measuring at cost (less accumulated amortization and impairment) is used for future measurement of intangible assets.

Amortization of the intangible assets is calculated during their useful life according to the straight line method.

Cost of inventories is determined according to the FIFO method.

The expected expenditures as regards accumulated paid absences, in particular, the annual paid leaves, are acknowledged during the employees employment irrespective of actual use of the right of taking leaves.

For measuring the inventories cost, a method of actual cost is used.

Grants relating to assets are acknowledged as income proportionally to the depreciation expense during the period of using the asset.

Taxes are calculated according to the accruals method.

The UCO’s Financial Statements were approved by General Meeting on 24 January, 2008.

2. Notes to the annual financial statements

2.1 Legal Framework (Note 1)

“Farm Credit Armenia” Universal Credit Organization CC was registered (founded) on 18 September 2007 by the Board Decision No 43 of the Central Bank of the Republic of Armenia.

The address of registration and operation of the UCO is RA, Yerevan, Kajaznuni 18.

The UCO is drawing loans from its participants and legal persons. According to the item 3.3 of its Charter, the UCO does not draw loans through public offers.

According to the item 3.1, point (i) of its Charter, the UCO conducts its transactions via non-cash method. Համաձայն կազմակերպության կանոնադրության 3.1 կետի բ. ենթակետի իր գործառնությունները իրականացնում է անկանխիկ ձևով:

As of the end of the period, the number of the UCO's employees was 13 people.

2.2 Accounting Standards (Note 2)

The financial statements of “Farm Credit Armenia” Universal Credit Organization CC have been prepared according to the requirements of national accounting standards and the accounting policy.

2.3 Interest and similar income (Note 3)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Interest income from bank accounts and deposits	0	2,020
2	Interest income from investments in the money market	0	0
3	Interest income from loans and other lending	0	60
4	Interest income from investments	0	0
5	Other interest income	0	0

2.4 Interest and similar expenses (Note 4)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Interest expenses for the money market borrowings	0	0
2	Interest expenses for the borrowings received from the clients	0	0
3	Other interest expenses	0	0

2.5 Net profit (loss) from investments kept for trading purposes (Note 5)

AMD ths.

n/n	Description	Previous period	Reporting period
1	Net profit (loss) from sale of investments kept for trading purposes	0	0
2	Net profit (loss) from revaluation of investments kept for trading purposes	0	0

2.6 Net profit (loss) from investments for sale (Note 6)

AMD ths.

n/n	Description	Previous period	Reporting period
1	Net profit (loss) from sale of investments provided for sale	0	0
2	Net profit (loss) from revaluation of investments provided for sale	0	0

2.7 Net profit (loss) from foreign currency operations (Note 7)

AMD ths.

n/n	Description	Previous period	Reporting period
1	Net profit (loss) from sale of foreign currency	0	(141)
2	Net profit (loss) from revaluation of foreign currency	0	(68)

2.8 Other operating income (Note 8)

AMD ths.

n/n	Description	Previous period	Reporting period
1	Income from fines and penalties received	0	0
2	Income received from factoring	0	0
3	Extraordinary income	0	0
4	Other income	0	0

2.9 Losses from loans and other borrowings (Note 9) /Reporting Period/

AMD ths.

n/n	Description	Opening balance	Allocations to reserves	Use of reserves	Closing balance
1	As regards allocated bank accounts and deposits	0	1,150	0	1,150
2	As regards allocated loans	0	170	0	170
3	As regards investments kept until expiration date.	0			0
4	As regards receivables and other assets	0	1,895	1,480	415
5	Assets total allocations as regards off-balance-sheet items	0			0
6	Total allocations	0	3,215	0	1,735

/Previous Period/

n/n	Description	Opening balance	Allocations to reserves	Use of reserves	Closing balance
1	As regards allocated bank accounts and deposits	0			0
2	As regards allocated loans	0			0
3	As regards investments kept until expiration date.	0			0
4	As regards receivables and other assets	0			0
5	Assets total allocations as regards off-balance-sheet items	0			0
6	Total allocations	0			0

2.10 General Administrative expenses (Note 10)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Expenses as regards staff	0	22,450
2	Management expenses	0	9,029

2.11 Other operating expenses (Note 11)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Fines and penalties paid	0	0
2	Advertising and entertainment expenses	0	1,863
3	Expenses as regards factoring	0	0
4	Fixed assets and intangible assets depreciation expenses	0	1,672
5	Extraordinary expenses	0	0
6	Other expenses	0	4

2.12 Profit tax expenses (Note 12)

		AMD ths
	Calculated Profit Tax, at the rate 20% according to the law in force	1,187
1	The reporting year's loss	(895)
2	Net loss from foreign currency revaluation	(68)
3	Expenses non-deductible from the taxation viewpoint	6,158
4	Adjustments relating to temporary differences (deferred tax asset)	878
5	Excessive deductions from previous years' taxable profit	
6	Taxable profit	5,937

2.13 Cash means and bank accounts (Note 13)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Cash means and equivalent payment documents	0	0
2	Bank accounts	0	40,866
3	Reserves as regards allocated bank accounts and other deposits	0	(409)

2.14 Financial investments kept for trading purposes (Note 14)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	State securities of the Republic of Armenia	—	—
2	State securities of other countries	—	—
3	Non-state securities of the Republic of Armenia	—	—
4	Non-state securities of other countries	—	—
5	Derivative instruments	—	—
6	Amounts receivable as regards factoring transactions	—	—
7	Provisions for accounts receivable and other assets (note 9)	—	—

2.15 Resources allocated in banks (Note 15)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Deposits in banks	—	115,000
2	Loans and other lending provided to banks	—	—
3	Reserves for covering possible losses from loans (Note 9)	—	(1,150)

2.16 Other allocations in the money market (Note 16)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Deposits made in the financial institutions	—	—
2	Loans and other lending provided to financial institutions	—	—
3	Provision for allocated loans (Note 9)	—	—

2.17 Loans and other lending provided to clients (Note 17)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Loans and other lending provided	0	17,000
2	Reserves as regards allocated loans (Note 9)	0	(170)

2.18 Investments provided for sale (Note 18)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	State securities of the Republic of Armenia	—	—
2	State securities of other countries	—	—
3	Non-state securities of the Republic of Armenia	—	—
4	Non-state securities of other countries	—	—
5	Amounts receivable as regards factoring transactions	—	—
6	Provisions for accounts receivable and other assets (note 9)	—	—

2.19 Amounts receivable from other operations (Note 19)

AMD ths.

n/n	Description	Previous period	Reporting period
1	Dividends receivable	—	—
2	Amounts receivable as regards trust management transactions	—	—
3	Guarantees	—	—
4	Derivative hedging instruments	—	—
5	Other receivables	—	—
6	Provisions for accounts receivable and other assets (note 9)	—	—

2.20 Amounts receivable as regards leasing (Note 20)

AMD ths.

n/n	Description	Previous period	Reporting period
1	Amounts receivable as regards leasing	—	—
2	Interest income not acknowledged	—	—

2.20 Investments kept until expiration date (Note 21)

AMD ths.

n/n	Description	Previous period	Reporting period
1	State securities of the Republic of Armenia	—	—
2	State securities of other countries	—	—
3	Non-state securities of the Republic of Armenia	—	—
4	Non-state securities of other countries	—	—
5	Amounts receivable as regards factoring transactions	—	—
6	Provision for impairment of investments kept until expiration date (note 9)	—	—

2.22 Fixed assets and intangible assets (Note 22) / Reporting period /

AMD ths.

Assets in operation	Land, building and property	Computer equipment	Transportation means	Other Fixed and intangible assets	Total
Carrying value	-----	-----	-----	-----	-----
Previous year's last data	0	0	0	0	0
Addition	8,787	7,820	4,066	3,773	24,446
Disposal	0	0	0	0	0
Current year's last data	8,787	7,820	4,066	3,773	24,446
Depreciation					
Opening balance	0	0	0	0	0
Accumulated depreciation	(630)	(781)	(126)	(135)	(1,672)
Use of accumulated amortization	0	0	0	0	0
Closing balance	(630)	(781)	(126)	(135)	(1,672)
Net carrying value					
End of previous year	0	0	0	0	0
End of current year	8,157	7,039	3,940	3,638	22,774

Assets out of operation	-----	-----	-----	-----	-----
Carrying value	-----	-----	-----	-----	-----
Previous year's last data	0	0	0	0	0
Addition	670	1,907	0	568	3,145
Disposal	0	0	0	0	0
Current year's last data	670	1,907	0	568	3,145
Depreciation	-----	-----	-----	-----	-----
Opening balance	0	0	0	0	0
Accumulated depreciation	0	0	0	0	0
Accumulated impairment	0	0	0	0	0
Closing balance	0	0	0	0	0
Net carrying value	-----	-----	-----	-----	-----
End of previous year	0	0	0	0	0
End of current year	670	1,907	0	568	3,145

2.23 Interests receivable (Note 23)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Accrued interest	0	684
2	Interest income not acknowledged	0	0

2.24 Other Assets (Note 24)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Accounts receivable and prepayments	0	611
2	Reserves as regards accounts receivable and other assets (Note 9)	0	(6)
3	Supplies	0	694
4	Securities sold by Repo Agreement	0	0
5	Other assets	0	0

2.25 Loans and borrowings received from banks (Note 25)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Borrowings drawn from banks	—	—
2	Loans and other borrowings received from banks	—	—

2.26 Other borrowings received from money market (Note 26)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Borrowings drawn from financial institutions	—	—
2	Loans and other borrowings received from financial institutions	—	—

2.27 Borrowings drawn from clients (Note 27)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Poste restante lending drawn	—	—
2	Time loans drawn	—	—
3	Repo agreements with clients	—	—

2.28 Securities issued by the UCO (Note 28)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Non-interest-bearing securities	—	—
2	Interest-bearing securities	—	—
3	Other securities issued	—	—

2.29 Amounts payable (Note 29)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Dividends payable	—	—
2	Amounts payable as regards trust management agreements	—	—
3	Other amounts payable	—	—

2.30 Other liabilities (Note 30)

n/n	Description	Previous period	Reporting period
1	Liabilities as regards checks provided	—	—
2	Accounts payable	—	5,571
3	Other liabilities	—	25,882

2.31 Statutory capital (Note 31)

Statutory capital totals AMD 169,668 ths., which represents 58 shares of cooperative members. Major share represents FLCA Trust amounting to AMD 169,497ths.

2.32 Revaluation reserves (Note 32)

n/n	Description	AMD ths.	
		Previous period	Reporting period
1	Unrealized gain/loss from revaluation of investments for sale	—	—
2	Fixed assets revaluation reserve	—	—
3	Other reserves	—	—

2.33 Analysis of expiration dates of assets and liabilities (Note 33)
/ Reporting period /

AMD ths.						
Assets	Less than one month	From 1 to 3 months	From 3 months to 1 year	From 1 to 5 years	Over 5 years	Total
Claims to resident banks	105,866	50,000				155,866
Loan investments	207	423	9,174	7,196		17,000
Other assets		249	168			417

Liabilities	Less than one month	From 1 to 3 months	From 3 months to 1 year	From 1 to 5 years	Over 5 years	Total
Liabilities to the Government	1,187					1,187
Other liabilities	5,078		7,626	17,562		30,266

/ Previous period /

AMD ths.						
Assets	Less than one month	From 1 to 3 months	From 3 months to 1 year	From 1 to 5 years	Over 5 years	Total
Claims to resident banks						
Loan investments						
Other assets						

Liabilities	Less than one month	From 1 to 3 months	From 3 months to 1 year	From 1 to 5 years	Over 5 years	Total
Liabilities to the Government						
Other liabilities						

2.34 Foreign currency basket (Note 34)
/Reporting period/

				AMD ths.
	Dram	Foreign currency freely convertible	Foreign currency limited convertible	Total
Assets	199,912	6	0	199,918
Liabilities	31,454	0	0	31,454
Net foreign currency status	0	6	0	6

/Previous period/

/Previous period/				AMD ths.
	Dram	Foreign currency convertible freely	Foreign currency limited convertible	Total
Assets				
Liabilities				
Net foreign currency status				

2.35 Interest rate risk (Note 35)
/reporting period/

AMD ths.								
	Less than one month		From 1 to 3 months		From 3 months to 1 year		Over one year	
	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year
Means involved								
Armenian Drams								
Foreign currency								
Means allocated		106,018		50,423		9,174		7,196
Armenian Drams		106,012		50,423		9,174		7,196
Foreign currency		6						

2.36 Contingencies and potential liabilities (Note 36)

The UCO did not provide guarantees and lines of credit in 2007.

2.37 Centralization of assets, liabilities and off-balance-sheet line items (Note 37)

2.37.1 Loans allocated according to the branches of economy

		AMD ths.	
	Description	Previous period	Reporting period
1	Food production		
2	Light industry		
3	Machine-building and electrical engineering		
4	Trade		
5	Consumption		
6	Hypothec		
7	Other (Agriculture)		17,000

2.37.2 Loans allocated according to the RA marzes

		AMD ths.	
	Description	Previous period	Reporting period
1	Yerevan		
2	Gegharkunik		
3	Syunik		
4	Tavush		2,500
5	Kotayk		6,000
6	Armavir		
7	Ararat		4,500

8	Shirak		
9	Lori		
10	Aragatsotn		
11	Vayots Dzor		4,000

2.37.3 Guarantees and pledges received against loans provided

	Description	Previous period	Reporting period
1	Realty and other fixed assets		44,100
2	Other pledges		3,400
3	Loan guarantees		3,600

2.38 Pledged assets (Note 38)

There are no pledged assets in the UCO.

2.39 Related Parties (Note 39)

Two board members of the UCO had loans received from the UCO as at 31 December, 2007, amounting to AMD 7,000 ths. at annual rate of 9%.



Chief Executive Officer

Chief Accountant



A. Gabrielyan



A. Mosinyan