

Approved by  
Resolution N 237/03- 13.12.19 of  
The Executive Board of ARMECONOMBANK  
Dated 13 December 2019  
Chairman of the Executive Board  
----- A. Khachatryan

*Comes into force on 08.01.2020*

*Publication date: “16” “December” 2019  
Terms and conditions included in Bulletin may have changed.  
For details please call  
Tel: (37410)8686, (37410)51-09-10 (9104) – Call center*

## **INFORMATION BULLETIN OF “BENEFICIAL” TERM DEPOSIT**

YEREVAN 2019

Name: ARMENIAN ECONOMY DEVELOPMENT BANK OPEN JOINT STOCK COMPANY  
Address: 23/1 Amiryan Str., Yerevan 0002, Republic of Armenia  
Electronic address: bank@aeb.am  
Website: [www.aeb.am](http://www.aeb.am)  
TEL: (37410) 8686, (37410) 510-910 (9104)  
Fax: (37410) 53-89-04

1.

	Interest payment at the end of the term		
Currency	AMD	USD	EUR
Term	367 days		
Nominal Interest rate	8.75%	4.00 %	2.00 %
Annual percentage yield	8.75%	4.00 %	2.00 %

- A year is 365 days, 366-day year basis for leap year

2.1

RECALCULATED INTEREST RATE OF THE DEPOSIT DEMANDED PRIOR TO THE TERM					
<i>Period of the premature withdrawal of the deposit</i>	20- 29 days	30 - 90 days	91 -182 days	183 - 274 days	275 – 366 days
AMD	3.00%	4.80%	6.00%	7.00%	7.75%
USD	-	0.50%	1.50%	2.50%	3.40%
EUR	-	-	0.05%	0.80%	1.30%

\* The annual percentage yield on monthly paid deposits denominated in USD, RUR and EUR is calculated based on the procedure stated by the Central Bank of RA with the following formula:

$$APY = (1 + r / n)^n - 1$$

Where,

- 1) APY – annual percentage yield
- 2) r – annual rate of simple interest
- 3) n – periodicity of interest capitalization in a year

\*\* The annual percentage yield on deposits in USD, RUR and EUR (interest paid upon the end of the tenor ) is calculated with the following formula:

$$A = \sum_{n=1}^N \frac{K_n}{(1+APY)^{365}}$$

Where:

- 1) A - initial amount of deposit
- 2) n - current number of deposit cash flow
- 3) N - last number of deposit cash flow (including the cash flow on the deposit placement day), which denotes the expiry of term
- 4) Kn - flow of mandatory payments at the moment of deposit placement, during the process of investment or in case of capitalized interest amount
- 5) Dn – number of days passed since the deposit placement, including the regular "n" deposit cash flow. If cash flow is invested at the moment of placing deposit, D1=0
- 6) Maximum value of each range is taken into consideration for the term of deposit

**NOTE: INTERESTS ON YOUR DEPOSIT ARE CALCULATED BASED ON THE NOMINAL INTEREST RATE AND THE ANNUAL PERCENTAGE YIELD SHOWS THE INCOME YOU WOULD REALIZE, IF YOU WOULD HAVE ADDED THE RECEIVED DEPOSIT INTERESTS TO THE DEPOSIT. YOU WILL FIND THE ORDER OF CALCULATING THE ANNUAL PERCENTAGE YIELD ON [www.aeb.am](http://www.aeb.am).**

3. Accrued interests aren't capitalized and are paid to the depositor at the end of deposit agreement.
4. Interests are calculated based on the balance of placed deposit amount
5. Should the depositor demand the deposit or any part thereof prior to the term of the Agreement, the recalculation of the accrued interest of deposit shall be carried out as per the rates specified in paragraph 2.1 of this Bulletin.
6. After the termination of the Agreement or in other circumstances arising from the Agreement, should the depositor refuse to demand the deposit, the Agreement shall be deemed prolonged as per the terms available for demand deposits unless otherwise provided by the Agreement.
7. The Bank has the right to modify the volume of interest paid against demand deposits.
8. With periodicity of at least 30 days, the bank shall provide the depositor with a statement on his/her deposit account in the order set by the Deposit Agreement with exception of cases when over the accounting period the account has not been debited or credited, moreover, to provide a statement on the account within 5 days after such request by the depositor at tariffs set by the bank.

CALCULATION SAMPLE			
Currency	AMD	USD	EUR
Term	367 days		
Interest rate	8.75%	4.00 %	2.00 %
Placed amount	5,000,000	10,000	10,000
Interest amount accrued	394,828.8	361.0	180.5
RECALCULATION OF PREMATURE WITHDRAWAL			
Termination term	185 days		
Interest rate	7%	2.5%	0.8%
Recalculated interest amount	158,794.5	113.4	36.3

\* -At the depositor's request, interest amounts denominated in foreign currency are paid in AMD on the following day of interest payment date, at the average exchange rate fixed in RA currency market.

- In the calculations the year is 365 days and interests are calculated taking into account the tax on income.

2. The authorities of other persons to use and manage the deposit shall be approved should such authorities be issued by a notarized power of attorney or by a written power of attorney made and signed by the depositor in the presence of the Bank's officer.

1. In case of contract disputes the depositor shall apply to the Bank in written form and will receive the reply to such request within 10 Business days. In case of disagreement with reply, the depositor has the right to apply to the court or to the Financial System Mediator.
2. There is no limit for the placement of minimum initial amount of deposit and the interests payable are subject to tax in the amount set by RA Law "On tax on income".
3. Amounts can be added to the deposit only in case of prolongation of the deposit and only on the prolongation day and with the amounts not exceeding the Deposit balance.
4. The deposit is placed with the tenor of 367 days.
5. The deposits are guaranteed according to RA Law "Guaranteeing the Recovery of Deposits of Individuals"
  - In case of deposits in Armenian drams, the deposit is guaranteed for AMD 10 mln.
  - In case of deposits in foreign currency, the deposit is guaranteed for AMD 5.0 mln.
  - In case of deposits both in Armenian drams and in foreign currency: if AMD deposit exceeds AMD 5.0 mln, only the AMD deposit is guaranteed up to AMD 10 mln.
  - In case of deposits both in Armenian drams and in foreign currency: if AMD deposit is smaller than AMD 5.0 mln, the AMD deposit is guaranteed in full and the foreign currency is guaranteed for the balance of AMD 5.0 mln and recovered AMD deposit.