

Approved by
Resolution N 49/04- 29.12.21 of
The Executive Board of ARMECONOMBANK
Dated 29 October 2021
Chairman of the Executive Board
----- A. Khachatryan

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Terms and conditions included in Bulletin may have changed.
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**INFORMATION BULLETIN OF
“BENEFICIAL” TERM DEPOSIT**

YEREVAN 2021

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The Bank attracts term deposits from individuals under the following conditions:

TERM 367 days					
Currency	Minimum amount	Maximum total amount	Interest payment	Nominal interest rate	Annual percentage yield
AMD	100,000	50 mln	monthly	8.3%	8.62%
			quarterly	8.4%	8.67%
			at the end of term	8.5%	8.5%
USD	200	100,000	monthly	3.60%	3.60%
			quarterly	3.65%	3.69%
			at the end of term	3.80%	3.80%
EUR	200	100,000	monthly	1.85%	1.85%
			quarterly	1.90%	1.91%
			at the end of term	2.00%	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					
Currency	Interest payment	Period of the premature withdrawal of the deposit			
		31 - 90 days	91-182 days	183 – 274 days	275 – 366 days
AMD	monthly	4.50%	5.50%	6.25%	7.00%
	quarterly	4.50%	5.60%	6.35%	7.10%
	at the end of term	4.75%	5.75%	6.75%	7.50%
USD	monthly	0.40%	1.40%	2.30%	3.00%
	quarterly	0.40%	1.45%	2.35%	3.05%
	at the end of term	0.50%	1.50%	2.50%	3.20%
EUR	monthly	-	0.2%	0.6%	1.0%
	quarterly	-	0.2%	0.7%	1.1%
	at the end of term	-	0.2%	0.8%	1.3%

Attention! "Rossia" and "Araratyan" branches do not provide deposit attraction service.

The deposits can be placed via Online banking or Mobile Banking systems (the details of the terms and conditions of service are presented in the information Bulletin of "Online Banking" / "Mobile Banking" systems).

Based on the volume of the deposit, the bank grants a free plastic card to the depositors.

a) ArCa Classic card in any volume

b) In case of AMD 300,000 or equivalent foreign currency: Master Card standard, Master Card Gold, Cirrus Maestro, VISA classic, VISA Electro, VISA Gold cards.

* 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:

$$A = \frac{N \cdot K_n}{\sum_{n=1}^N \frac{D_n}{(1 + \frac{APY}{360})^{\frac{D_n}{360}}}}$$

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) K_n - flow of mandatory payments at the moment of deposit placement, during the process of investment or in case of capitalized interest amount
- 5) D_n – 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, $D_1=0$
- 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.

3. Beneficial deposit type-term deposit.

4. Accrued interests aren't capitalized and are paid to the depositor at the end of deposit agreement.
5. Interests are calculated based on the balance of placed deposit amount.
6. Interest amounts shall accrue from the day the Deposit is placed with the Bank to the day preceding the date of its repayment to the Depositor
7. The interest set forth by the Agreement and the recalculated interest rate of the preterm demanded deposit cannot be unilaterally decreased within the Term specified in the Agreement.
8. 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. If the interest rate specified in paragraph 2 of this Bulletin has already been paid, then the deposit calculated at the amount of interest paid to the depositor in excess of the recalculated interest rate shall be considered refunded.
9. If the deposit or a part thereof is required during the prolonged period, the interests on the deposit or a part thereof are calculated and paid under the terms acting at the Bank at moment of prolongation for the preterm withdrawal of the given type of the deposit.
10. The Depositor may add additional amounts to the Deposit up to the 91st day preceding the deposit withdrawal period (prolongation), in case of foreign currency – up to the 181st day, and with the amounts not exceeding the total amount of the Deposit at the moment of placement (prolongation) against which interest amounts at the size and terms calculated for the deposit shall accrue.
11. Should the Depositor request repayment of a part of the Deposit after adding amounts to the Deposit, shall be primarily repaid amounts added to the Deposit in reverse timing order. The recalculated interests against the early demanded deposits or a part thereof shall accrue from the day following the date of adding them to the Deposit to the day preceding the date of its early repayment to the Depositor for actual calendar days elapsed. The Deposit shall be deemed repaid in the amount of interests accrued and paid to the Depositor in excess of recalculated interest rate.
12. If the Deposit is not demanded after the set term (unless other terms has been set by the mutual agreement of the Parties) by the consent of the Depositor the deposit repayment term may be automatically prolonged for the similar period (continually, but no more than 3 times) under the terms existing in the Bank for the given deposit type at the moment of prolongation. Should the bank terminate the given deposit type , the deposit repayment term isn't automatically prolonged and until it is actually demanded the interests on the deposit are calculated at the rate set by the bank for the monetary funds available on acting bank accounts.
13. Should the Deposit not be withdrawn after the expiry of the term of the Agreement, until the deposit is being actually demanded the interests on the deposit will be calculated at the rate set forth by the Bank for the monetary means available on bank accounts.
14. The bank shall provide the depositor with a statement on his/her deposit account at the periodicity specified in the Agreement which should not exceed a month, with the 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

Interest payment monthly			
Currency	AMD	USD	EUR
Term	367 days		
Interest rate	8.3%	3.60 %	1.85 %
Placed amount	5,000,000	10,000	10,000
Interest amount accrued	375,546	326	167
RECALCULATION OF PRETERM WITHDRAWAL			
Termination term	185 days		
Interest rate	6.25%	2.3%	0.6%
Recalculated interest amount	142,551	105	27

Interest payment quarterly			
Currency	AMD	USD	EUR
Term	367 days		
Interest rate	8.4%	3.65 %	1.9%
Placed amount	5,000,000	10,000	10,000
Interest amount accrued	380,071	330	172
RECALCULATION OF PRETERM WITHDRAWAL			
Termination term	185 days		
Interest rate	6.75%	2.5%	0.75%
Recalculated interest amount	144,832	107	32

Interest payment at the end of term			
Currency	AMD	USD	EUR
Term	367 days		
Interest rate	8.5%	3.8 %	2%
Placed amount	5,000,000	10,000	10,000
Interest amount accrued	384,596	344	181
RECALCULATION OF PRETERM WITHDRAWAL			
Termination term	185 days		
Interest rate	6.75%	2.5%	0.75%
Recalculated interest amount	153,955	144	36

* -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.

15. The deposit cannot be replenished by third parties.

15.1. 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.

16. 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.

17. The interests payable are subject to tax in the amount set by RA Law "On tax on income".

18. The deposit is placed with the tenor of 367 days
19. 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 16 mln.
- In case of deposits in foreign currency, the deposit is guaranteed for AMD 7.0 mln.
- In case of deposits both in Armenian drams and in foreign currency: if AMD deposit exceeds AMD 7.0 mln, only the AMD deposit is guaranteed up to AMD 16 mln.
- In case of deposits both in Armenian drams and in foreign currency: if AMD deposit is smaller than AMD 7.0 mln, the AMD deposit is guaranteed in full and the foreign currency is guaranteed for the balance of AMD 7.0 mln and recovered AMD deposit.

20. *On the purpose of due diligence of the customer envisaged by RA law on “On combating money laundering and terrorism financing”, the financial institution may request additional documents or other information from the consumer based on <<Know your customer>> principle, as well as ask the consumer additional questions during oral communication.*

21. *In compliance with the agreement signed with USA, to find out whether you are a US tax payer, financial institutions may collect additional information about the agreements, contracts, cooperation, membership signed by financial institutions, which may have a direct impact on the consumers (e.g. Foreign Account Tax Compliance Act (FATCA)).*

22. *YOU HAVE THE RIGHT TO COMMUNICATE WITH THE FINANCIAL INSTITUTION IN THE WAY YOU PREFER, BY MAIL OR ELECTRONICALLY. RECEIVING INFORMATION ELECTRONICALLY IS THE MOST CONVENIENT. IT IS AVAILABLE 24/7, FREE FROM THE RISK OF LOSING PAPER INFORMATION AND ENSURES PRIVACY.*

23. *“YOUR FINANCIAL INFORMANT” IS AN ELECTRONIC SYSTEM WHICH SEARCHES AND COMPARES THE SERVICES OFFERED TO INDIVIDUALS AND FACILITATES THE SELECTION OF THE MOST EFFECTIVE OPTION FOR YOU. <<Your Financial directory >> - www.fininfo.am*

24. *To place a deposit, the depositor shall submit the below mentioned documents:*

- *Identification document,*
- *Document including the public service number (for the RA citizens),*
- *Additional documents and information may be required due to various circumstances.*