

Approved by
Resolution number 245/03-18.12.24
of ARMECONOMBANK OJSC Executive Board
Dated 18 December 2024
Chairman of the
Executive Board
A. Arakelyan

*Will be effective from 01.01.2025
Valid up to 31.03.2025
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Terms and conditions included in the bulletin may have changed,
For details please apply to the Bank*



**INFORMATION BULLETIN
of “CLASSIC+” term deposit**

YEREVAN 2024

“CLASSIC+” TERM DEPOSIT

The bank attracts CLASSIC+ term deposit from individuals and legal entity clients under the following conditions:

CLASSIC +			
AMD			
minimum AMD 100,000			
Attraction period	367- 545 days	546 - 733 days	734 - 1095 days
Interest payment monthly			
annual interest rate	9.75%	10.0%	10.25%
percentage yield *	10.20%	10.47%	10.75%
Interest payment at the end of term			
annual interest rate	10.0%	10.25%	10.5%
percentage yield **	10.0%	10.01%	9.99%

The deposit can be attracted also through Online Banking or Mobile Banking remote control systems (details of terms and conditions and procedure of service are presented in the information bulletin of “AEB Online”/ “AEB Mobile” systems).

ATTENTION! “Rossia-1” and “Araratyan” branches do not provide deposit attraction service.

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

a/ ArCa classic card type for any volume.

b/ In case of AMD 300,000 /equivalent foreign currency/ and above amounts - plastic cards of MasterCard Standard, MasterCard Gold, VISA classic, VISA Gold type.

*Annual interest yield on deposits with monthly interest payment is calculated in accordance with the procedure established by the Central Bank of RA based on the following formula:

$$APY = \left(1 + \frac{r}{n}\right)^n - 1$$

where:

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

**At the end of the term of payment of deposits in AMD, the annual interest yield on deposits is calculated based on the following formula:

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

where:

- 1) A is the initial amount of deposit,
- 2) n - serial number of cash flows against the deposit,
- 3) N - last number of deposit cash flow (also including the cash flow on the deposit placement day), after which the term of deposit agreement is deemed expired.
- 4) Kn - flow of mandatory payments of the deposit placed at the moment of deposit placement and/or during the deposit validity and/or in case of capitalized interest amounts if any.

“CLASSIC+” TERM DEPOSIT

- 5) D_n – number of days passed since the deposit placement, till the regular "n" deposit cash flows inclusive. If cash flows are invested at the moment of placing deposit, $D_1=0$
- 6) Maximum value of each range of attraction period is taken into consideration for the term of deposit.

“ATTENTION: INTERESTS ON YOUR ACCOUNT FUNDS ARE CALCULATED BASED ON THE NOMINAL INTEREST RATE. THE ANNUAL PERCENTAGE YIELD SHOWS THE AMOUNT OF INCOME YOU WOULD HAVE RECEIVED IN CASE OF MAKING MANDATORY FEES RELATED TO DEPOSIT AND RECEIVING THE ACCRUED INTEREST AMOUNTS AT DEFINED PERIODICITY. YOU CAN FIND THE ORDER OF CALCULATING THE ANNUAL PERCENTAGE YIELD ON THE FOLLOWING WEBSITE: www.aeb.am”.

1. “Classic +” deposit type- term deposit :
2. The deposit is placed for a period of minimum 367 and maximum 1095 days.
3. Accrued interest is not capitalized and is paid to the depositor at monthly intervals or at the end of the term of the deposit agreement.
4. Interest is calculated on the balance of placed deposit amount. The calculation is made based on the actual number of days in a year: 365 days, and 366 days for a leap year.
5. The interests against the deposit are calculated from the moment the Deposit is placed with the bank up to the day preceding its recovery to the Depositor.
6. In the event that it is required to repay the Deposit or a part of it before the expiry of the term of the Deposit, instead of the interests specified in the contract for the Deposit or the required part, interests are calculated at the rate of 0% per annum, and if the interests specified in the contract has already been paid to the Depositor, then the Deposit is considered to be returned in the amount of the interest paid.
7. Should the Depositor fail to receive the interests on the Deposit, no interest shall accrue thereon. Should the Depositor fail to demand the deposit after the Deposit Refund Period expires, the interests against the deposit are calculated at the rates set forth by the Bank for the monetary means available on the Bank accounts till the Deposit is actually demanded.
8. No amounts can be added to the deposit during the validity period of the Deposit Agreement.
9. The Bank cannot unilaterally decrease the interests specified in the Agreement provided that the deposit will be recovered within the term set forth by the Agreement.
10. The bank shall provide the investor (depositor) with a statement on their deposit account at frequency not exceeding one month in the manner set by the Deposit Agreement or in the manner specified by the depositor's application with the exception of cases when over the accounting period the account has not been debited or credited, moreover, to provide an account statement within 5 days in case of submitting such a request by the depositor at the Tariffs set by the bank.

Sample of calculation

Placed amount	AMD 5,000,000					
	monthly			at the end of the term		
Term /day/	400	550	740	400	550	740
Interest rate	9.75%	10.0%	10.25%	10.0%	10.25%	10.5%
Interest receivable	480,821.9	678,082.2	935,137.0	493,150.7	695,034.2	957,945.2

A year of 365 days was assumed in calculations, moreover, the interest is calculated based on the income tax.

11. The deposit cannot be replenished by third parties.
 - 11.1. 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.
12. 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 in accordance with the law.

13. The bank is a tax agent for individual clients from whom the interest paid for deposits is subject to taxation according to the provisions of Section 7 of RA Tax Code.

14. The deposits are guaranteed according to RA Law “On Guaranteeing the Compensation of Deposits of Individuals”:

- In case of bank deposits in AMD only, the deposit is guaranteed for AMD 16mn,
- In case of bank deposits in foreign currency only, the deposit is guaranteed for AMD 7.0mn,
 - In case of bank deposits both in AMD and in foreign currency: if AMD deposit is greater than AMD 7.0 mln, only the AMD bank deposit is guaranteed up to AMD16mn,
- In case of bank deposits both in AMD and in foreign currency: if AMD deposit is smaller than AMD 7.0 mln, the AMD bank deposit is guaranteed in full and the foreign currency deposit is guaranteed in the amount of difference between AMD 7.0mn and recovered AMD bank deposit.

15. *On the purpose of due diligence of the customer envisaged by RA law “On Combating Money Laundering and Terrorist 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 customer additional questions during oral communication (upon such a request).*

16. *In compliance with the agreement signed with the USA, to find out whether you are a US taxpayer or not, financial institutions may collect additional information about the agreements, contracts, cooperation, membership signed by financial institutions, which may have a direct impact on consumers (e.g. Foreign Account Tax Compliance Act (FATCA)).*

17. *“YOU ARE ELIGIBLE TO COMMUNICATE WITH A FINANCIAL INSTITUTION BY THE MEANS OF COMMUNICATION YOU PREFER – THROUGH POSTAL SERVICES OR ELECTRONICALLY. THE RECEIPT OF INFORMATION ELECTRONICALLY IS THE MOST CONVENIENT. IT IS AVAILABLE ROUND-THE-CLOCK (24/7), IS FREE OF THE RISKS OF LOSS OF PAPER INFORMATION AND ENSURES CONFIDENTIALITY”.*

18. *“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 Informant” - <https://www.fininfo.am/avand>*

19. To place a deposit with the bank, the Depositor shall submit:

19.1. For individuals:

- Identity document
- Document including the public services number plate (RA citizens)
- Due to various circumstances additional documents and information may be required.

19.2. Legal entities:

- Concluding a general agreement on “ Provision of banking services” and registration of the card tax body for samples of signatures and stamp in accordance with the procedure of “Opening and Servicing of the Bank Account of ARMECONOMBANK OJSC” operating in the bank.