

Approved by
Resolution N 222/04- 16.11.2022 of
The Executive Board of ARMECONOMBANK
Dated 16 November 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 2022

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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-1” and “Araratyan” branches do not provide deposit provision service.

The deposits can be attracted via Online banking or Mobile Banking remote 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 is the 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:

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

where

- 1) A is the initial amount of deposit.
- 2) n - serial 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 of the deposit agreement.
- 4) Kn - flow of mandatory payments at the moment of deposit placement, during the process of investment and/or in case of capitalized interest amount.
- 5) Dn – number of days passed since the deposit placement, including the serial "n" deposit cash flow. In case when the cash flow is invested at the moment of placing deposit, D1=0.
- 6) Maximum value of each range of attraction of the term is taken into consideration for the term of deposit

NOTE: INTERESTS ON YOUR DEPOSIT ARE CALCULATED BASED ON THE NOMINAL INTEREST RATE. THE ANNUAL PERCENTAGE YIELD SHOWS THE INCOME YOU WOULD HAVE RECEIVED AS A RESULT OF ADDING AS A RESULT OF YOU MAKING MANDATORY PAYMENTS RELATED TO THE DEPOSIT AND RECEIVING THE INTEREST EARNED AT DEFINED PERIODICITY. YOU WILL FIND

THE ORDER OF CALCULATING THE ANNUAL PERCENTAGE YIELD ON THE FOLLOWING WEBSITE: www.aeb.am.

3. Beneficial deposit type-term deposit.
4. Accrued interests aren't capitalized and are paid to the depositor monthly, quarterly or at the end of deposit agreement.
5. Interest is calculated based on the balance of placed deposit amount.
6. Interest amounts shall accrue from the day the Deposit is accepted at 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 refund 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 refund period (prolongation) in case of AMD, in case of foreign currency – on 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. In case of a request of repayment of a part of the Deposit after adding amounts to the Deposit, shall be primarily returned amounts prior to the increase on, afterwards-accrued amounts. 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 previous period (continually, but no more than 3 times) and interest shall be calculated against the date of prolongation of the given type of deposit in the amount of interests set by the Bank. 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 in the amount set by the Bank for the monetary funds available on acting bank accounts.
13. Should the Deposit not be required after the expiry of the refund of the Deposit and the Deposit refund period has not been prolonged, the interests on the deposit will be calculated in the amount of interests set forth by the Bank for the monetary means available on bank accounts.
14. The bank shall provide the investor (depositor) with a statement on his/her deposit account in the manner specified in the Deposit Agreement or in a way specified in the application of the depositor, which should not exceed a month, except for the case 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 to be received	375,546	326	167
RECALCULATION OF PRETERM TERMINATION			
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 to be received	380,071	330	172
RECALCULATION OF PRETERM TERMINATION			
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 PREMATURE TERMINATION			
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 day preceding interest payment date, at the average foreign currency exchange rate fixed in RA currency market.
- In the calculations the year is 365 days and interests are calculated taking into account the income tax.

15. The deposit of third parties cannot be replenished.

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 at the bank.

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 Subject to taxation under the provisions of Section 7 of the Tax Code.
18. The deposit is placed with the term of 367 days
19. The deposits are guaranteed according to RA Law “Guaranteeing the Recovery of Deposits of Individuals”
- In case of bank deposits only in Armenian drams, the amount of guaranteed deposit is AMD 16 mln.
 - In case of deposits in foreign currency, the amount of guaranteed deposit is 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 bigger than AMD 7.0 mln, the AMD bank deposit is guaranteed in full and the foreign currency bank deposit 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 (upon such request)*
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, IS 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.