

ANNUAL REPORT
of the issuer following the results of 2015

The issuer's body that approved the report: the Annual General Meeting of shareholders of JSCB ASIA ALLIANCE BANK

Date of report approval: 11 May 2016

1.	NAME OF THE ISSUER	
	Full Name	Joint-stock commercial bank «ASIA ALLIANCE BANK»
	Abbreviated Name	AKB «ASIA ALLIANCE BANK»
	Ticker name	AABK
CONTACT DETAILS		
2.	Location:	2a, Tarakkiyot street, Tashkent, 100047, Republic of Uzbekistan
	Mailing address:	2a, Tarakkiyot street, Tashkent, 100047, Republic of Uzbekistan
	E-mail address:	info@aab.uz
	Official website:	aab.uz
BANK DETAILS		
3.	Name of the serving bank:	Tashkent Cash Settlement Centre, Central Bank of the Republic of Uzbekistan
	Current account number:	10301000200009055001
	MFO	09055
REGISTRATION AND IDENTIFICATION NUMBERS ASSIGNED BY:		
4.	Registration authority:	License of the Central Bank of the Republic of Uzbekistan for the implementation of banking operations No. 79 dated August 15, 2009 (re- registration No. 79 dated December 31, 2011, No. 79 dated September 20, 2014).
	Bodies of the State Tax Service (TIN):	TIN of the Bank - 207018693 (State Tax Office of the Yashnabad district, Tashkent)
	The numbers assigned by the state statistical body:	
	KFS: (Form of ownership code)	144
	OKPO: (National Classifier of Enterprises and Organisations)	22921172
	OKOHX: (All-Union Classifier of Economy Sectors)	96120
COATO: (Symbols System for Administrative Territorial Formations)	1726290	
INDICATORS OF THE FINANCIAL-ECONOMIC STATUS OF THE ISSUER		
5.	Return on share capital ratio	41%
	Current ratio of total solvency:	103%
	Absolute liquidity ratio:	57%
	Equity ratio of own funds:	21%
	Debt to equity ratio of the issuer	21%
VALUE OF ACCRUED ASSETS FROM SECURITIES IN THE REPORTING YEAR		
6.	For ordinary shares	
	In UZS per share: At year-end 2014	78,20UZS
	As a percentage to the nominal value of one share:	

	At year-end 2014 r.	31,28% per annum					
	On preferred shares						
	In UZS per share:	-					
	In percentage to the nominal value of one share:	-					
	On other securities						
	In UZS per share:	-					
	In percentage to the nominal value of one share:	-					
7.п	OUTSTANDING DEBT ON PAYMENT OF SECURITIES INCOME						
	On the ordinary shares						
	According to the results of the reporting period (in UZS):						
	On the basis of previous periods (in UZS): no	25 865 069 386,60 сум					
	On the preferred shares						
	According to the results of the reporting period (in UZS):	-					
	On the basis of previous periods (in UZS):	-					
	On other securities						
According to the results of the reporting period (in UZS):	-						
On the basis of previous periods (in UZS):	-						
8.	CHANGES IN THE PERSONAL COMPOSITION OF THE SUPERVISORY BOARD:						
	№	Date of changes		Full name	Position	The Issuer's body that made the decision	Elected (appointed)/ expelled (dismissed, expiration of the term of office)
		Date of decision-making	Date of termination of duties				
		15.05.15	15.05.15	Savinkov Y.N		Annual General Meeting of Shareholders	Истечение срока полномочий
	CHANGES IN THE PERSONAL COMPOSITION OF THE AUDITING COMMITTEE:						
	№	Date of changes		Full name	Position	The Issuer's body that made the decision	Elected (appointed)/ expelled (dismissed, expiration of the term of office)
		Date of decision-making	Date of termination of duties				
	1	15.05.15	15.05.15	Usmanov D.M.	General Director JV "Jet Profit"	Annual General Meeting of Shareholders	Elected
	2	15.05.15	15.05.15	Chebotareva N.V.	Chief Accountant "ASIA ALLIANCE GROUP" FE LLC	Annual General Meeting of Shareholders	Elected

	3	15.05.15	15.05.15	Ziyaev Zh.A.	Chief Accountant «Sugurta Uz» LLC Insurance Company	Annual General Meeting of Shareholders	Elected
9.	BASIC INFORMATION ON ADDITIONALLY ISSUED SECURITIES IN THE REPORTING YEAR						
	Issuer's body that took the decision to issue:				Extraordinary General Meeting of Shareholders		
	Type of security:				Share is an ordinary registered share		
	Number of securities:				100 632 711 shares		
	Nominal value of one security:				250 UZS		
	Date of state registration of the issue:				30.12.2015		
	Number of the state registration of the issue:				Registration № P0840-10		
	Method of placement:				Closed subscription among a limited number of persons		
	Start date of placement:				31.12.2015		
Final date of placement:				18.01.2016			
10.	MATERIAL EVENTS IN THE ISSUER'S ACTIVITIES FOR THE REPORTING YEAR						
	№	Description of the material event			No of the material event	Date of material event occurrence	Date of material event publication
	1	Decisions adopted by the Issuer's supreme management body			06	02.01.2015	05.01.2015
	2	Changes in the ownership of the issuer's shares by members of the Supervisory Board			34	09.04.2015	10.04.2015
	3	Decisions adopted by the Issuer's supreme management body			06	15.05.2015	18.05.2015
	4	Changes in the list of affiliated parties			36	17.06.2015	19.06.2015
	5	Changes in the ownership of the issuer's shares by members of the Supervisory Council			34	21.09.2015	21.09.2015
	6	Decisions adopted by the issuer's supreme management body			06	24.11.2015	25.11.2015
	7	Accrual of income on securities			32	24.11.2015	25.11.2015
8	Issue of securities			25	30.12.2015	31.12.2015	
11.	BALANCE SHEET						
	Categories					thousand UZS	
	Assets						
	1. Cash and other payment documents					16 775 748	
	2. Receivables from the Central Bank of Uzbekistan					361 487 210	
	3. Receivables from other banks					175 931 397	
4. Purchase and sale accounts							
a. Securities							

b. Precious metals, coins, stones	
c. Minus: Reserve of possible losses on purchase and sale accounts	
d. Purchase and sale accounts, net	40 700
5. a. Investments	
b. Minus: Provision for possible losses on investments	
c. Investments, net	13 000 000
6. Securities purchased under agreement with repurchase	0
7. Loans and leasing operations	
a. Gross loans	
b. Leasing operations, Gross	
c. Less: Provision for possible losses on loans and leasing	
d. Credits and leasing operations, net	432 401 235
8. a. Purchased bills of exchange	
b. Less: Provision for possible losses on purchased bills of exchange	
c. Purchased bills of exchange, net	0
9. Obligations of customers on the financial instruments	0
10. Fixed assets, net	27 719 588
11. Accrued interest receivable	2 086 449
12. Other equity of the bank	
A. Investments in real estate	
b. Other assets acquired during credit settlements	
c. Less: Provisions for possible losses on other own property of the bank	
d. Net, other own property of the bank	0
13. Other assets	10 679 799
14. Total assets	1 040 122 126
Liabilities and shareholders' equity	
Liabilities	
15. Demand deposits	494 518 767
16. Savings deposits	56 872 120
17. Fix Term deposits	172 865 321
18. Payable to the Central Bank of Uzbekistan	0
19. Payments to other banks	12 055 470
20. Securities sold under agreement with subsequent redemption	0
21. Loans and leasing operations for payment	0
22. Subordinated debt obligations	0
23. Accrued interest payable	1 434 571
24. Other liabilities	123 105 568
25. Total liabilities	860 851 817
Equity	
26. Authorized capital	
A. Shares - Ordinary	99 007 947
B. Shares - Privileged	0
27. Added capital	2 374 809
28. Reserve capital	
a. General reserve fund	7 372 212
b. Provision for devaluation	0
c. Other reserves and funds	2 098 859
29. Retained earnings	68 416 482

	30. Total Equity	179 270 309
	31. Total liabilities and shareholders' equity	1 040 122 126
	PROFIT AND LOSS STATEMENT	
	Categories	В ТЫС. СУМ
	1. Interest income	
	a. Interest income with the Central Bank accounts	1 156
	b. Interest income on the accounts with other banks	4 394 180
	c. Interest income on the purchased bills	0
	d. Interest income on investments	0
	e. Interest income on securities purchase and sale accounts	0
	f. Interest income on customer liabilities	0
	g. Interest-related incomes for liable customers for the outstanding receipts of this bank	0
	h. Percentage discount (discounts) and contributions on loans and leasing operations	53 071 889
	i. Interest income under agreements on purchase of securities with repurchase	0
	j. Other interest income	12 157 371
	k. Total interest income	69 624 596
	2. Interest expenses	
	a. Interest expenses on demand deposits	0
	b. Interest expense on savings deposits	2 072 175
	c. Interest expense on fix term deposits	13 378 214
12.	d. Interest expense on accounts payable to the Central Bank of Uzbekistan	0
	e. Interest expense on accounts payable to other banks	258 863
	f. Total interest expense on deposits	15 709 252
	g. Interest expenses on loans payable	0
	h. Interest expense on agreements for the sale of securities with subsequent repurchase	0
	i. Other interest expense	11 035 744
	j. Total interest expense on loans	11 035 744
	k. Total interest expense	26 744 996
	3. Net interest income before assessment of possible losses on loans and leasing	42 879 600
	a. Less: Assessment of potential losses on loans and leases	8 666 891
	b. Net interest income after estimation of possible losses on loans and leasing	34 212 709
	4. Interest-free income	
	a. Income from commissions and fees for services	57 240 010
	b. Profit in foreign currency	18 403 187
	c. Profit from commercial operations	0
	d. Profit and dividends from investments	501 188
	e. Other interest-free income	8 836 708
	e. Total interest-free income	84 981 093

	5. Interest-free costs					
	a. Fees and expenses for services	11 966 131				
	b. Losses in foreign currency	8 184 194				
	c. Losses on sales and purchase accounts	0				
	d. Loss on investment	0				
	e. Other interest-free expenses	12 120				
	f. Total interest-free costs	20 162 445				
	6. Net income before operating expenses	99 031 357				
	7. Operating expenses					
	a. Salaries and other expenses for employees	24 341 213				
	b. Rental and maintenance	3 474 936				
	c. Travel and transport costs	346 338				
	d. Administrative costs	5 368 062				
	e. Representation and charity	4 592 908				
	f. Depreciation expense	3 201 389				
	g. Insurance, taxes and other expenses	6 560 974				
	h. Total operating expenses	47 885 820				
	8. Estimation of non-credit losses	30 389				
	9. Net profit before taxes and other adjustments	51 115 148				
	a. Assessment of income tax	10 213 956				
	10. Income before the introduction of amendments	40 901 192				
	a. Unforeseen income or loss, net					
	b. Other adjustments to profit, net					
	11. Net profit (loss)	40 901 192				
	INFORMATION ON THE AUDIT CHECK RESULTS					
13.	Name of the auditing organization:	Audit organization "PricewaterhouseCoopers" LLC				
	Date of the license issue:	12.02.2008; ЦБ–14.02.2004				
	License number:	00492; CB-9				
	Type of conclusion	Audit				
	Date of the audit report:	12.04.2016				
	Number of the audit report:	-				
	FULL NAME. Auditor (auditors) who conducted the audit:	Mukhammadiev Utkir, Asaturov Grigory				
	Copy of the audit report:					
	LIST OF MAJOR TRANSACTIONS CLOSED IN THE REPORTING YEAR					
14.	№	Date of transaction	Name or full name of the counterparty	Subject of the transaction	Amount	Who is the issuer of the transaction (purchaser / alienator of goods and services)
		-	-	-	-	-

LIST OF CLOSED TRANSACTIONS WITH AFFILIATED PERSONS IN THE REPORTING YEAR							
№	Date of transaction	Name or full name of counterparty	Subject of transaction	Amount	Issuer's body that made a decision on transactions	Full wording of decisions taken on transactions	
15.	1.	26.02.15	DE «SIS TRAVEL»	Extension of the warranty period of DE "SIS TRAVEL"	\$91 000,0 USD	The Board of the Bank	1. Based on the Credit Committee's decision of the Bank № 2015-97 dated 24.02.15, Audit report of the Department for lending and servicing of the corporate clients and Internal Audit Department, as well as resolution of the Bank's Board No. 12 / 1 dated 26.02.15, to extend the term of guarantee of DE "SIS TRAVEL" No. UH-01-05 / 3186 dated May 24, 12, issued on the basis of contract No. 04 of May 23, until 20.05.2016. 2. Constant monitoring of this guarantee shall be entrusted to the Board of JSCB "ASIA ALLIANCE BANK"..
	2.	16.03.15	DE «SIS TRAVEL»	Extension of the warranty period of DE "SIS TRAVEL"	\$3 000,0 USD	The Board of the Bank	1. Based on the decision of the Credit Committee of the Bank №2015-137 of 13.03.15, Audit Report of the Department for Lending and Servicing of Corporate Clients and Internal Audit Department, as well as the resolution of the Board of the Bank No. 16 dated 13.03.15 to extend validity of the guarantee issued on the basis of Contract No. 04 dated 19.03.13 under the Agency Agreement No. 28063984 / UZB-400 / 24.06.10 dated 27.11.2009 entered into between the Daughter Enterprise "SIS TRAVEL" and JSC "Aeroflot-Russian Airlines" until 18.03.2016. 2. Constant monitoring of this guarantee shall be entrusted to the

						Board of JSCB "ASIA ALLIANCE BANK".
3.	19.03.15	DE LLC «ABSOLUTE LEASING»	Issue of a loan to LLC ABSOLUTE LEASING	10,0 billion UZS	Board of the Bank	1. Based on the resolution of the Credit Committee of the Bank №2015-150 dated 18.03.15, Report of the Department for lending and servicing of corporate clients and Internal Audit Department, as well as the resolution of the Bank's Board №18 dated 18.03.15, issue a loan under the credit line for financing leasing projects amounting to 10.0 billion UZS for a period of 5 years at 10% per annum with a grace period of 4 years. 2. Permanent monitoring of this credit is entrusted to the Board of JSCB ASIA ALLIANCE BANK.
4.	23.03.15	DE «SISTRAVEL»	Extension of the warranty period of the DE «SISTRAVEL»	\$30 000,0 USD	The Board of the Bank	1. Based on the resolution of the Credit Committee of the Bank №2015-156 dated 20.03.15, the Report of the Department for lending and servicing of corporate clients and Internal Audit Department, as well as resolution of the Board of the Bank No. 19 dated 20.03.15, to extend the term of the guarantee of DE "SIS TRAVEL" No. IA-01-08 / 1546 dated 24.04.13 issued on the basis of contract No. 04 dated 23.05.12, until 22/04/2016. 2. Constant monitoring of this guarantee shall be entrusted to the Board of JSCB "ASIA ALLIANCE BANK".
5.	25.03.15	DE «SISTRAVEL»	Issue of guarantee to DE "SIS TRAVEL" for fulfillment of obligations under the Agency Agreement	\$256 000,0 USD	Board of the Bank	1. Based on the resolution of the Credit Committee of the Bank №2015-157 dated 20.03.15, Report of the Department for lending and servicing of corporate clients and the Internal Audit Department, as well as resolution of the Board

						<p>of the Bank № 19/1 dated 20.03.15, to extend the term of the agreement under the Agency Agreement between the DE "SISTRAVEL" and JSC "Aeroflot-Russian Airlines" No.UZ-15/12 dated 01.11.2012, for the value of 256 000.0 USD dated 23.04.15 till 22.04.16.</p> <p>2. Constant control over the fulfillment of obligations under this guarantee shall be entrusted to the Board of JSCB "ASIA ALLIANCE BANK".</p>
6.	24.06.15	DE «SIS TRAVEL»	Extension of the validity period of the counter-guarantee to DE «SIS TRAVEL»	\$70 000,0 USD	The Board of the Bank	<p>1. Based on the resolution of the Credit Committee of JSCB "ASIAALLIANCEBANK" №2015-280 dated 20.05.15, Report of the Department for lending and servicing of corporate clients and the Internal Audit Department, as well as resolution of the Board of the Bank No.32/1 dated June 17, 15, to extend the validity period of the counter-guarantee for DE SIS TRAVEL No. 2 dated May 28, In favor of OJSC Promsvyazbank for the value of \$ 70,000.0 till 20.06.16.</p> <p>2. Constant monitoring of this guarantee shall be entrusted to the Board of JSCB "ASIA ALLIANCE BANK".</p>
7.	25.06. 15	DE «SISTRAVEL»	Issue of counter-guarantee of DE "SIS TRAVEL"	\$70 000,0 USD	The Board of the Bank	<p>1. Based on the resolution of the Credit Committee of JSCB "ASIA ALLIANCE BANK" №2015-334 dated June 22, 15.15, Report of the Department for lending and servicing of corporate clients and the Internal Audit Department, as well as the resolution of the Bank's Board No. 33/2 dated 22.06.15, authorize the issue of a counter-guarantee in</p>

						<p>favor of OJSC Promsvyazbank in the value of \$ 70,000.0 USD.</p> <p>2. Constant control over the fulfillment of obligations under this counter-guarantee shall be entrusted to the Board of JSCB "ASIA ALLIANCE BANK".</p>
8.	12.08.15	DE «SIS TRAVEL»	Issue of a guarantee for performance of obligations under an agreement in favor of the Representative Office of "Turkish Airlines" in Uzbekistan	\$100 000,0 USD	The Board of the Bank	<p>1. Based on the resolution of the Credit Committee of the Bank №2015-404 dated 06.08.15, the Report of the Department for lending and servicing of the corporate customers and the Internal Audit Department, as well as the resolution of the Board of the Bank No. 43 dated 07.08.15, to authorize the issue of a guarantee for performance of obligations in favor of the Representative Office of "Turkish Airlines" in Uzbekistan for the value of \$ 100,000.0.</p> <p>2. Constant control under this guarantee shall be entrusted to the Board of JSCB "ASIA ALLIANCE BANK".</p>
9.	17.09.15	DE «SIS TRAVEL»	Issue of the guarantee to DE "SISTRAVEL" for fulfillment of obligations under the Agency Agreement with PJSC "Aeroflot-Russian Airlines"	\$1 000,0 USD	The Board of the Bank	<p>1. Based on the resolution of the Credit Committee of the Bank №2015-478 dated 14.09.15, the Report of the Department for Lending and Servicing or the Corporate Customers and the Internal Audit Department, as well as the resolution of the Bank's Board No. 48 dated September 14, to extend the term of the agreement under the Agency Agreement between the DE SIS TRAVEL and PJSC Aeroflot-Russian Airlines No.UZ-470 dated August 24, 2015, for the value of \$1 000,0 USD dated 14.09.15, till 14.09.16.</p> <p>2. Constant monitoring</p>

						of this guarantee shall be entrusted to the Board of JSCB "ASIA ALLIANCE BANK"
10.	25.09.15	«SIREX TRADE» LLC	Issue of guarantee to SIREX TRADE LLC in favor of JETPROFIT JV LLC »	20,0 mln UZS	Board of the Bank	1. Based on the resolution of the Bank's Credit Committee №2015-495 dated 25.09.15, the Report of the Department for crediting and servicing corporate customers and the Internal Audit Department, as well as the resolution of the Board of the Bank No. 49/1 dated 25.09.15, to authorize issue of a guarantee to SIREX TRADE LLC in favor of JETPROFIT JV LLC on the given credit. 2. Constant monitoring of this bank loan and guarantee shall be entrusted to the Board of JSCB "ASIA ALLIANCE BANK".
11.	13.11.15	DE «SIS TRAVEL»	Issue of a guarantee to the DE "SIS TRAVEL" in favor of "AVIALINK" Ltd	125,0 mln UZS	Board of the Bank	1. Based on the resolution of the Credit Committee of the Bank №2015-591 dated 12.11.15, the Report of the Department for lending and servicing of corporate customers and the Internal Audit Department, as well as the resolution of the Bank's Board № 58 dated 13.11.15, to authorize issue of a guarantee to DE "SIS TRAVEL" in favor of LLC "AVIALINK" on the given credit. 2. Constant monitoring of this bank loan and guarantee shall be entrusted to the Board of JSCB "ASIA ALLIANCE BANK".
12.	23.12.15	DE LLC «ABSOLUTE LEASING»	Reduction of the open credit lines to DE LLC ABSOLUTE LEASING	550,0 mln.UZS, 2 500,0 mln.UZS, 7 900,0 mln.UZS, 6 800,0 mln.UZS	Board of the Bank	1. Based on the resolution of the Credit Committee of the Bank №2015-682 dated December 23, 15.15, the Report of the Department for lending and servicing of corporate customers and the Internal Audit Department, as well as the resolution of the Board of the Bank №68 /

						<p>2 dated 23.12.15, authorize the reduce of the open credit lines to DE LLC "ABSOLUTE LEASING" in the following way:</p> <ul style="list-style-type: none"> - value of the loan agreement No. 05 dated June 25, from 4.5 billion UZS to 550.0 million UZS; - value of the loan agreement No. 66 dated 22.11.13, from 3.5 billion UZS to 2.5 billion UZS; - value of the loan agreement No. 42 dated 12.08.14, from 10.0 billion UZS to 7.9 billion UZS; - value of the loan agreement No. 22 dated March 19, from 10.0 billion UZS to 6.8 billion UZS. <p>2. Constant monitoring of these loans shall be entrusted to the Board of JSCB "ASIA ALLIANCE BANK"</p>
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**LIST OF AFFILIATED ENTITIES
(As of the end of 31.12.2015)**

№	Name or full name	Location (place of residence) (state, province, district)	City	Grounds on which they are recognized as affiliated entities	Date (onset of the ground (s))
1.	GOR INVESTMENT LIMITED	United Kingdom, London.		Shareholder, holding more than 20% of the Share Capital of the Bank	05.11.2009
2.	DE LLC "Absolute Leasing"	Tashkent, Shayhontahur district, bld.36		Daughter Enterprise of the Bank	15.04.2010
3.	Islamov R.S.	Tashkent, Shayhontahur district		Member of the Board	15.05.2015
4.	Mkrtchyan O.L	Tashkent, Mirzo Ulugbek district		Member of the Board	15.05.2015
5.	Djuraev A.	Tashkent, Almazar district		Member of the Board	15.05.2015
6.	Alimov A.M.	Tashkent, Shayhontahur district		Member of the Board	15.05.2015
7.	Kasymov A.S.	Tashkent, Almazar district		Member of the Board	15.05.2015
8.	Abdukakhorov I.A.	Tashkent, Yakkasaray district		Chairman of the Board	15.05.2015
9.	Khakimov U.A.	Tashkent, Yashnabad		Member of the	23.01.2015

		district	Board of Directors	
10.	Kim OR.	Tashkent, Yunusabad district	Member of the Board of Directors	17.06.2015
11.	Sharipov D.P	Tashkent region, Chirchik	Member of the Board of Directors	29.09.2015
12.	Boltaev I.,	Tashkent, Chilonzar district	Member of the Board of Directors	24.08.2015
13.	Danielyan G.F.	Tashkent, Mirzo Ulugbek district	Member of the Board of Directors	24.08.2015
14.	Gaziev Sh.D.	Tashkent, Shayhontahur district	Member of the Board of Directors	02.04.2015
15.	Foreign Enterprise "NEOGALENPHARM" LLC	Tashkent, Yangiyul district, Dustlik farm, Chortak, Chortok street, 1	A legal entity where twenty or more percent of the authorized fund is held by the same person as the person who holds twenty percent or more of the Authorized Fund of the Bank	05.11.2009
16.	Foreign Enterprise "ASIA ALLIANCE GROUP" LLC	Tashkent, 2, Tarakkiyet street		15.04.2010
17.	DE «SIS-TRAVEL»	Tashkent, U. Nosyr street, bld.13-a		05.11.2009
18.	LLC "SIREX TRADE"	Tashkent, Yashnabad district, S.Azimov street, 52	A legal entity where at least one third of the Supervisory Board consists of the same persons and their close relatives as individuals and their close relatives, constituting not less than one third of the Supervisory Board of the Bank	11.06.2010
19.	Insurance Company "SUG'URTA O'Z" LLC	Tashkent, Chilonzor district, Chilanzar steet, bld 53a		09.09.2013

Chairman of the Board

Abdukakhorov I.A.

(signature)

Chief Accountant

Sharipov D.P

(signature)

Head of Treasury Department

Boltaev I.

(signature)