

Approved by
Resolution N **72/08 -17.04.20** of
The Executive Board of ARMECONOMBANK
Dated 17 April 2020
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 ACCUMULATIVE VOLUNTARY DEPOSIT

YEREVAN 2020

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1. Each adult can sign Accumulative Voluntary deposit agreements (hereinafter referred to as deposit).
2. The deposit is placed for 1820 days term and in case when the depositor do not require deposit at the termination of it, deposit is considered as extended for the same period (maximum 3 times), with terms defined for deposit in the bank.
3. The deposit is invested under the terms of this bulletin, with the following currency and interest rate,

Term of placement	1820 days	
Payment method	Quarterly capitalization of interest amount	
Currency	Annual interest rate	Percentage yield*
AMD	8.50%	8.74%
USD	3.50%	3.54%

-365 (366 for a leap year)

* The annual percentage yield on the deposit 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

«NOTE: INTEREST ON YOUR DEPOSIT ARE CALCULATED BASED ON THE NOMINAL INTEREST RATE AND THE ANNUAL PERCENTAGE YIELD SHOWS THE INCOME YOU WOULD REALIZE, IF YOU EXECUTED YOUR DEPOSIT PAYMENTS AND RECEIVED ACCRUED INTEREST AMOUNTS REGULARLY. YOU WILL FIND THE ORDER OF CALCULATING OF ANNUAL PERCENTAGE YIELD ON www.aeb.am

4. The minimum amount of deposit is equal to AMD 20.000 or USD 50. There is no limit for maximum size. The deposit can be supplemented starting from month following the placement of the deposit up to the month preceding the withdrawal of the deposit. The amounts can be added to the deposit once a month and shall not exceed the initial amount of the Deposit.
5. The interest on the Deposit shall be capitalized quarterly, on the 10th day of January, April, July, and October of every year and the interest prescribed by paragraph 3 of this bulletin will further calculated on them.

- Upon the depositor's request foreign currency interest is paid with AMD, on the preceding day of interest payment, with average exchange rate of RA foreign exchange market.

6. Should withdrawal of the deposit or a part thereof be required prior to the term defined by the Deposit Agreement, instead of interest stipulated in paragraph 3 and 5 of this agreement, interests for the deposit or any part thereof are calculated and paid as per the rates defined for the deposit demanded prior to the term.

RECALCULATED INTEREST RATE OF THE DEPOSIT DEMANDED PRIOR TO THE TERM		
<i>Period of the premature withdrawal of the deposit</i>	<i>Up to 366 days</i>	<i>367 days and more</i>
<i>AMD</i>	-	7.50%
<i>USD</i>	-	2.50%

7. Should the deposit or any part thereof be demanded during the prolonged period of the Agreement, the interest envisaged by paragraphs 3 and 5 of this Agreement shall be paid for previous period(s) and for the given period interest for the deposit or any part thereof shall be calculated and paid as per the rates existing in the bank for the given deposit type in case it is withdrawn prior to the defined term.
8. With periodicity of at least 30 days the Bank should provide the Depositor with a statement of the Depositor's account in the manner stipulated in Deposit Agreement, except the cases when no debiting or crediting to such account occur within the reporting period, and after receipt of a request from the Depositor, within a 5-day period, provide him/her with a statement of account at a fee set in the Bank's announced Fees.

Calculation sample

Deposit with AMD, investment and monthly accumulation AMD 20,000, investment date – 08.04.2019

8.75% annual interest rate with 1820 days term		
Accumulated amount	future	Including interest receivable
1,461,160.80		261,160.80

Deposit with USD, investment and monthly accumulation, USD 50, investment date- 08.04.2019

3.5% annual interest rate with 1820 days term		
Accumulated amount	future	Including interest receivable
3,250.10		250.10

- In calculations deposit monthly replenishment is made on 10th calendar day of each month starting from the date following the placement of the deposit until the month preceding the withdrawal of the deposit. In calculation of interest amount a year is 365 days; moreover, the interest amounts are calculated considering the income tax.

9. Based on long term cooperation between the Bank and a customer, the transaction executed by customer, a reasonable ground, the Bank may define other tariffs and conditions, which are prescribed with other documents and(or) with agreements, contracts signed additionally.
10. The right of managing the deposit of an individual depositor by other persons are accepted, if the authorization is given by a power of attorney verified by notary or by a written power of attorney signed and formed by the depositor in the presence of competence body in the Bank.
11. In case of contract disputes the customer shall apply to the Bank in a written form and will receive a reply to such request within 10 working days.
12. In case of disagreement with the reply, the depositor has the right to apply to the court or to the financial system mediator.
13. Deposit interest is a subject to taxation in the amount prescribed by RA law on Income Tax.
14. The Deposits are guaranteed by the Armenian Law on Guaranteeing the Recovery of Deposits of Individuals as follows:
 - Maximum guarantee for deposits in Armenian drams is AMD 10 mln.
 - Maximum guarantee for deposits in foreign currency is 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 for 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 fully and the foreign currency is guaranteed at the extent of AMD 5.0 mln and the difference of remunerated dram deposit.