

Approved by  
Resolution N 117/01-21.06.23  
The Executive Board of ARMECONOMBANK OJSC  
Dated 21 June 2023  
Acting Chairman of the Executive Board  
\_\_\_\_\_ A. Arakelyan

Will be effective from 01.07.2023  
Valid up to 31.12.2023  
Date of publishing 17 June 2023  
Terms and conditions included in Bulletin may have changed  
For more information- <https://aeb.am/en/92/>  
Tel: (37410)8686, (37410)51-09-10 (9104) - Call center



INFORMATION BULLETIN OF  
“CLASSIC + ” TERM DEPOSIT

1. Name – ARMENIAN ECONOMY DEVELOPMENT BANK OJSC  
Address: 23/1 Amiryanyan Str., Yerevan, 0002 Republic of Armenia  
E-mail: bank@aeb.am  
Web site: www.aeb.am  
Tel: - (37410)8686, (37410)510-910 (9104)  
Fax: - (37410)53-89-04
2. The Bank attracts CLASSIC + term deposits from individuals and legal entities under the following conditions.

CLASSIC +			
AMD			
Minimum AMD 100,000			
Term of deposit placement	367 - 545 days	546-733 days	734- 1095 days
<b>Interest payment monthly</b>			
Annual interest rate	10%	10.25%	10.5%
percentage yield	10.47%	10.75%	11.02%
<b>Interest payment at the end of term</b>			
Annual interest rate	10.25%	10.5%	10.75%
percentage yield	10.25%	10.25%	10.22%

assuming 365 days for a year, 366 days for a leap year

*The deposit can be attracted also through Online Banking or Mobile Banking remote-control systems (details of terms and conditions of service are presented in the information bulletins 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 cards to the depositors
  - a/ ArCa Classic card type for any volume
  - b/ In case of AMD 300,000 or higher than equivalent foreign currency: plastic cards of Master Card standard, Master Card Gold, VISA classic, VISA Gold type.

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

$$APY = (1 + r / n)^n - 1$$

Where:

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

\*\* At the end of the term of payment of deposits of interests in AMD, the annual interest rate of deposits is calculated by the following formula:

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

Where:

- 1) A is the 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), after which term of term deposit is deemed expired.
- 4)Kn - flow of mandatory payments at the moment of deposit placement and/or 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 regular "n" deposit cash flows. If cash flow is invested at the moment of placing deposit, D<sub>1</sub>=0
- 6) Maximum value of each range of attraction period is taken into consideration for the term of deposit.

*“ATTENTION: INTERESTS ON YOUR DEPOSIT ARE CALCULATED BASED ON THE NOMINAL INTEREST RATE AND THE ANNUAL PERCENTAGE YIELD SHOWS THE AMOUNT OF INCOME YOU WOULD HAVE RECEIVED IN CASE OF ADDING THE RECEIVED DEPOSIT INTERESTS TO THE DEPOSIT AND RECEIVING THE ACCRUED INTEREST AMOUNTS AT DEFINED PERIODICITY. YOU WILL FIND THE ORDER OF CALCULATING THE ANNUAL PERCENTAGE YIELD ON THE FOLLOWING WEBSITE- [www.aeb.am](http://www.aeb.am)”*

3. “Classic +” deposit type- term deposit :
4. 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.
5. Interest is calculated on the balance of placed deposit amount.
6. 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.
7. 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 interest specified in the contract for the Deposit or the required part, interests are calculated at the rate of 0% per annum, and if the interest 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.

8. 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.
- 8.1. No amounts can be added to the deposit during the validity period of the Agreement.
9. The Bank cannot unilaterally decrease the interest 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 depositor with a statement on their deposit account at frequency not exceeding one month in the order set by the Deposit Agreement 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 submitting such a request by the depositor at the Tariffs set by the bank.

*Sample of calculation*

Placed amount	5,000,000			AMD		
	monthly			At the end of the term		
Payment of interests						
Term /day/	400	550	740	400	550	740
Interest	10%	10.25%	10.5%	10.25%	10.5%	10.75%
Interest receivable	493,151	695,034	957,945	505,479	711,986	980,753

*- 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 Deposit is placed with the tenor of minimum 367 days and maximum 1095 days.
14. The interests payable are subject to tax in accordance with the provisions of section 7 of the RA “Tax Code”.
15. The deposits are guaranteed according to RA Law “Guaranteeing the Recovery of Deposits of Individuals”:
  - In case of bank deposits in AMD only, the deposit is guaranteed for AMD 16 mln.
  - In case of bank deposits in foreign currency only, the deposit is guaranteed for AMD 7.0 mln.
  - 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 AMD 16 mln.

- In case of bank deposits both in Armenian drams 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 is guaranteed in the amount of difference between AMD 7.0 mln and recovered AMD deposit.

*16. On the purpose of due diligence of the customer envisaged by RA law on “Combating Money Laundering and Terrorism Financing”, the bank 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 a request)*

*17. In compliance with the agreement signed with USA, to find out whether you are a U.S. 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 the consumers (e.g. on the basis of foreign account tax compliance act (FATCA)) the financial organization may collect additional information to find out whether You are a US taxpayer)”*

*18. “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 RISK OF LOSS OF PAPER INFORMATION AND ENSURES CONFIDENTIALITY”.*

*19. “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/compare-deposit>.*

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

20.1. For individuals

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

20.2. Legal entities:

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