



## **INDEPENDENT AUDITORS' REPORT**

### **To the Shareholders of Banca Comerciala Eximbank - Gruppo Veneto Banca SA**

#### **Report on the Financial Statements**

- 1 We have audited the accompanying balance sheet of Banca Comerciala Eximbank - Gruppo Veneto Banca SA ("the Bank") as of 31 December 2011 and the related statements of income, cash flows and changes in equity for the year then ended. These financial statements are the responsibility of the Bank's management. Our responsibility is to express an opinion on these financial statements based on our audit.
- 2 We conducted our audit in accordance with National Auditing Standards of Republic of Moldova. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- 3 In our opinion, the financial statements present fairly, in all material respects, the financial position of the Bank as of 31 December 2011, the results of its operations, cash flows and changes in equity for the year then ended in accordance with National Accounting Standards of Republic of Moldova and regulations set by the National Bank of Moldova.
- 4 This report is made solely to the Bank's shareholders, as a body. Our audit work has been undertaken so that we might state to the Bank's shareholders those matters we are required to state to them in an auditor's report and for no other purpose.
- 5 To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other

*ICS PricewaterhouseCoopers Audit SRL, 37 Maria Cibotari Street, Chisinau, 2012, Republic of Moldova  
Identification Number (IDNO): 1003600008161*

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than the Bank and the Bank's shareholders as a body, for our audit work, for this report, or for the opinion we have formed.

Helge Olsson  
Partner  
ICS PricewaterhouseCoopers Audit SRL  
License: A MMII Nr. 037346

Date of issue  
09 February 2007

Stela Recean  
Administrator

Stela Recean  
Authorised auditor  
License: AIF Nr. 0001

Date of issue  
27 June 2008

Chisinau, 13 March 2012

The accompanying financial statements are not intended to present the financial position, the results of its operations and the complete set of disclosure notes in accordance with generally accepted accounting principles and regulations of countries and jurisdictions others than those of Republic of Moldova. Therefore, the accompanying financial statements are not addressed to users that are not familiar with the accounting and legal regulations of the Republic of Moldova.

The standards, procedures and practices utilised in Republic of Moldova to audit such financial statements may differ from those generally accepted in countries and jurisdictions other than Republic of Moldova.

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**BANCA COMERCIALA EXIMBANK – GRUPPO VENETO BANCA S.A.****BALANCE SHEET****AS AT 31 DECEMBER 2011****(All amounts in Moldovan Lei (MDL) unless otherwise stated)**

		<b>Note 31 December 2011</b>	<b>31 December 2010</b>
<b>Assets</b>			
Cash in hand		108,140,350	107,516,225
Due from banks	9	203,017,752	118,631,466
Due from the National Bank of Moldova (“NBM”)	10	300,585,265	163,048,291
Overnight placements	11	<u>-</u>	<u>80,000,000</u>
		611,743,367	469,195,982
<i>Investments</i>			
Available for sale securities	13	1,380,414	384,339
Investment securities	12	<u>448,553,675</u>	<u>481,264,371</u>
Total investments		449,934,089	481,648,710
Loans and finance lease receivables	14	2,249,606,251	2,261,785,889
Property and equipment	15	70,340,660	81,157,311
Accrued interest receivable		51,309,546	26,529,458
Repossessed collateral	17	73,961,784	73,538,575
Other assets	16	<u>39,323,785</u>	<u>31,538,759</u>
		<u>234,935,775</u>	<u>212,764,103</u>
<b>Total assets</b>		<b><u>3,546,219,482</u></b>	<b><u>3,425,394,684</u></b>
<b>Liabilities and shareholders' equity</b>			
<i>Non-interest bearing deposits</i>			
Due to banks		-	487,927
Deposits of individuals	20	32,349,663	33,011,792
Deposits of enterprises	20	<u>78,398,199</u>	<u>122,575,723</u>
Total non-interest bearing deposits		110,747,862	156,075,442
<i>Interest bearing deposits</i>			
Due to banks	19	89,755,080	79,063,100
Deposits of individuals	20	918,654,667	837,149,701
Deposits of enterprises	20	<u>792,763,672</u>	<u>784,814,886</u>
Total interest bearing deposits		<u>1,801,173,419</u>	<u>1,701,027,687</u>
Total deposits		1,911,921,281	1,857,103,129

The notes 1 - 35 form an integral part of these financial statements.

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**BANCA COMERCIALA EXIMBANK – GRUPPO VENETO BANCA S.A.****BALANCE SHEET (CONTINUED)****AS AT 31 DECEMBER 2011****(All amounts in Moldovan Lei (MDL) unless otherwise stated)**

		<b>Note 31 December 2011</b>	<b>31 December 2010</b>
Other borrowings	21	864,255,965	845,623,990
Accrued interest payable		21,175,935	14,678,540
Other liabilities	22	29,360,725	43,984,614
Subordinated debt		-	-
Provision for losses on commitments		<u>3,991,711</u>	<u>5,737,414</u>
<b>Total liabilities</b>		<b>2,830,705,617</b>	<b>2,767,127,687</b>
<b>Shareholders' equity</b>			
Share capital	23	635,000,000	635,000,000
Statutory reserve		11,439,615	11,439,615
Revaluation reserve		2,847,957	3,173,649
Retained earnings		<u>66,226,293</u>	<u>8,653,733</u>
Total shareholders' equity		<u>715,513,865</u>	<u>658,266,997</u>
<b>Total liabilities and shareholders' equity</b>		<b><u>3,546,219,482</u></b>	<b><u>3,425,394,684</u></b>

These financial statements were approved to be published on 13 March 2012 and signed on behalf of the Executive Board by:

Marcel Chirca  
General Director

Tudorita Bicer  
Chief Accountant

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**BANCA COMERCIALA EXIMBANK – GRUPPO VENETO BANCA S.A.****INCOME STATEMENT****FOR THE YEAR ENDED 31 DECEMBER 2011****(All amounts in Moldovan Lei (MDL) unless otherwise stated)**

	<u>Note</u>	<u>2011</u>	<u>2010</u>
<b>Interest income</b>			
Interest income on placements with banks		7,310,683	1,769,944
Interest income on overnight placements		942,047	721,312
Interest income or dividends on available for sale securities		-	-
Interest income or dividends on investment securities		31,389,513	30,782,384
Interest income and commission on loans		229,327,443	218,808,807
Other interest income		-	-
Total interest income		<u>268,969,686</u>	<u>252,082,447</u>
<b>Interest expenses</b>			
Interest expense on deposits from banks		(2,822,079)	(1,281,025)
Interest expense on deposits from individuals		(54,637,390)	(61,952,302)
Interest expense on deposits from enterprises		<u>(37,677,976)</u>	<u>(34,323,541)</u>
Total interest expense on deposits		(95,137,445)	(97,556,868)
Interest expense on overnight borrowings		-	-
Interest expense on borrowings from other creditors		<u>(26,616,643)</u>	<u>(20,399,170)</u>
Total interest expense on borrowings		(26,616,643)	(20,399,170)
Total interest expense		<u>(121,754,088)</u>	<u>(117,956,038)</u>
Net interest income		147,215,598	134,126,409
Less: impairment provision on interest bearing assets	28	<u>(19,254,023)</u>	<u>(184,874,141)</u>
<b>Net interest loss after impairment provision on interest bearing assets</b>		127,961,575	(50,747,732)

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**BANCA COMERCIALA EXIMBANK – GRUPPO VENETO BANCA S.A.****INCOME STATEMENT (CONTINUED)****FOR THE YEAR ENDED 31 DECEMBER 2011****(All amounts in Moldovan Lei (MDL) unless otherwise stated)**

	<u>Note</u>	<u>2011</u>	<u>2010</u>
<b>Non - interest income</b>			
Net income from available for sale securities		6,154	30
Income from foreign currency			
exchange operations		23,058,770	22,690,521
Commission income	24	35,869,555	34,623,651
Other non-interest income	25	<u>35,624,132</u>	<u>11,470,549</u>
Total non-interest income		94,558,611	68,784,751
<b>Non - interest expenses</b>			
Wages and salaries		(45,667,035)	(47,816,027)
Bonuses		-	(598,203)
Social insurance, medical insurance			
and other payments		(13,488,656)	(14,154,523)
Premises, depreciation and other related costs	26	(54,141,410)	(37,867,402)
Taxes and fees		(1,287,349)	(163,242)
Consultants and audit expenses		(3,907,220)	(1,992,052)
Other non - interest expenses	27	(46,627,016)	(48,304,038)
Provision for losses non-interest bearing assets		(1,566,610)	(11,067,929)
Provision for commitments		<u>1,737,670</u>	<u>(2,004,960)</u>
Total non - interest expenses		(164,947,626)	(163,968,376)
Net income / (loss) before income tax and			
extraordinary items		57,572,560	(145,931,357)
Income tax expense	29	-	-
Net income / (loss) before extraordinary items		57,572,560	(145,931,357)
Extraordinary items net of income tax		-	-
<b>Net profit / (loss)</b>		<u>57,572,560</u>	<u>(145,931,357)</u>

These financial statements were approved to be published on 13 March 2012 and signed on behalf of the Executive Board by:

Marcel Chirca  
General Director

Tudorita Bicer  
Chief Accountant

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