

## Investment and non-investment services:

ARMECONOMBANK OJSC offers its customers the following types of investment and non-investment services:

### 1. Provision of investment services

1.1 Acceptance and communication of instructions with securities from customers

1.2 Operations with securities on behalf of the Bank or the customer and on the customer's account,

1.3 Operations with securities on behalf of the Bank and bank's account.

### 2. Provision of non-investment services

2.1. Custodian services

The subdivision offering investment and non-investment services is considered the "Dealing Center" department.

#### Provision of custodial services of RA State bonds

Account opening/closure	FREE OF CHARGE
Account service (custodian fee annually)	AMD 5,000
Depo assignment performance	AMD 1,000

#### Investment service

#### The market of RA State bonds and securities issued by CBA

Up to AMD 100 mln.	0.05% of the transaction amount, min. AMD 5,000
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AMD 100 mln. and more	0.04% of transaction amount
Corporate securities market	
Up to AMD 100 mln.	0.2% of transaction amount, min. AMD 5,000
AMD 100 mln. and more	0.1% of transaction amount

Service rendering tenders are compiled in Armenian and can be accepted both in hard copy and electronic form by means of CBANet

The customer will be provided with the statements on the implemented transactions, as well as an account statement on depo-account immediately after the execution of the transaction, but no later than the end of the next working day following the day of transaction.

The reports and the statements are provided either in hard copy or electronic form, by means of CBANet.

**For the provision of investment and non-investment services, commission fees will be charged from the customer.**

***\*The mentioned tariffs do not include partners' and exchange markets' rates.***

The information between the bank and the customer is transferred by the secure means of transmission.

The place of signing the operation can be both intra-exchange and extra-exchange market.

While investing in securities, the investors have to do with a number of risks which are different for different types of securities.

“ARMECONOMBANK” OJSC implements transactions with state and corporate bonds in the security market, and even though the bonds are classified as low-risk instruments, it contains typical main risks as other instruments of the financial market.

- Market risk,
- Credit risk,
- Liquidity risk,
- Other risks.

**As possible risk types we single out the following ones:**

Interest rate risk is the risk arising as a result of market interest rate change.

Inflation risk is the risk arising as a result of inflationary pressure, which results in the fall of income purchasing power accrued from security investments.

Credit risk is the risk, which may occur as a result of non-implementation of obligations fully or partially by the issuer of security.

These types of risks are the main ones which may arise when investing in securities.

For information on other possible risks you may visit “ARMECONOMBANK” OJSC.

#### ✓ **Documents**

##### **The lists of documents necessary for private entrepreneurs**

- ✓ Identification document,
- ✓ Social card (RA residents).
- ✓ Certificate of private entrepreneur (the original and a copy) and the stamp (if any) (required only from private entrepreneur)
- ✓ Tax code (the original and a copy) (required only from private entrepreneur),
- ✓ In case of account opening for liquidated (under insolvency process) corporate entity liquidation manager shall submit the relevant competent authority's decision on liquidation (insolvency) and the relevant competent body's resolution on his/her appointment
- ✓ A notarized power of attorney for the disposal of funds held in the account.

##### **The list of documents necessary for legal entities**

For the use of investment and not main services provided by the Bank, the manager, chief accountant (if any), as well as persons entitled with the right of signature, shall visit the Bank, bringing with them company's round seal and the following documents:

- ✓ Identification document,
- ✓ State registration certificate of corporate entity (the original and 1 copy),
- ✓ Charter (original and 1 copy bound and sealed "True copy"),
- ✓ Tax code (original and 1 copy),
- ✓ Extracts and approved copies of the resolutions on the assignments of the manager, chief accountant (if any), and other authorized officials, and in case of the manager, the copy of resolution (minutes) of his/her appointment by an authorized body. Copies of resolutions are not demanded if the above mentioned persons are registered in the submitted state registration certificate. In case of non-resident legal entities a relevant document confirming entering into office of the manager, chief accountant, and other authorized persons
- ✓ In case of account opening for liquidated (under insolvency process) corporate entity liquidation manager shall submit the relevant competent authority's decision on liquidation (insolvency).

## **General Information**

### **Policy directed towards prevention of interest clashes**

The Bank, while making transactions in security market, operates impartially, honestly, punctually and under the principle of mandatory disclosure to the customers on transactions with the customers' securities and monetary funds.

While implementing the customers' orders, the Bank acts based solely on the customer's interest protection. The following measures are undertaken by the Bank for the prevention of interest clashes.

Every investor has an opportunity to purchase bonds in the primary market with the Bank's mediation (if the Bank has the right to participate in the primary disbursement of that class of securities) during close haggling taking place in the Central Bank of Armenia and in case of existence of charged commission fee and existence of necessary amount being in the Bank on the customer's account.

- In case the customers (investors) present and order for purchasing bonds from the primary market at the same price and the order is satisfied partly, the Bank satisfies the customers' orders proportionally,

- In case the Bank and the investor present an order for purchasing bonds at the same price and the order is satisfied partly, the Bank first of all considers the investor's order as satisfied.

The operations can be carried out in secondary as regulated ("NASDAQ OMX ARMENIA" OJSC), as well as in none regulated market. Each investor has an opportunity to purchase or sell any number of bonds in the secondary market through the Bank.

- The orders of the investors are entered to the stock exchange platform in compliance with the chronological principle (in the order of the investor the presentation time of the order is mentioned).
- In case of purchase and / or sale of bonds of the same issue at a similar price by different investors, the Bank may submit the applications in a single application form and in case of transaction execution, the applications are considered satisfied in accordance with chronological principle.
- If the Bank presents the order with the same price by his and by investors name in the stock exchange platform then in case of order satisfaction, the investor' order should be satisfied first of all.
- If opposite orders are accepted:
  - In case of limit orders with the same price, the Bank made the operation out from the regulated market informing the investors in advance.
  - In case of market order, the Bank enters to the stock exchange platform in compliance with the chronological principle.