

Conclusions

of Audit Committee based on the review of operational performance of JSC ProCredit Bank for YE 31.12.2010

22 April 2011

Kiev, Ukraine

Based on the accounting and reporting data Audit Committee of JSC ProCredit Bank (later on, Bank) had arrived at the following conclusions:

- There are no facts of performance of any transactions for which Bank had no license issued by the National Bank of Ukraine;
- Bank operates in compliance with current legislature and regulations of the National Bank of Ukraine;
- Accounting is performed in accordance with regulations of the National Bank of Ukraine;
- Data which will be reported by the Bank for operations ended 31.12.2010 is considered to be reliable;
- Results of financial performance of the Bank agree with the Banks official statements;
- There are no facts of Bank's management power abuse;
- Primary documents of transactions and data of analytical accounts agree with the reported balances and statements of financial performance/position of the Bank;
- Provided documents which relate to the performance of the Bank during the year ended 31.12.2010 exhibit true and fair values of assets and liabilities of the Bank;
- During the period under review, it was noted that Bank has an optimal loan portfolio;
- Bank had created appropriate level of provisions, adequate to the risks and in accordance with the requirements of Ukrainian legislature and regulations of the National Bank of Ukraine, which are active at the time of review;
- As at 01.01.2011 Bank's assets account for 2.357,7 mln UAH. According to the Decision of Commission on monitoring and regulating of operations of banks of the National Bank of Ukraine No. 868 dated 30.12.2010 "On separation of banks into groups" based on the level of assets for year 2011", JSC ProCredit Bank is assigned to the third group;
- There is a system of internal control and audit in the Bank, functioning of which during the reviewed period is assessed as effective;
- This review assures financial stability of operations of the Bank.

Based on the accounting data and primary documents of transactions it is acknowledged that accounting and reporting comply with the Ukrainian legislation and regulations of the National Bank of Ukraine.

Complying with the Law of Ukraine "On audit" the Bank had undergone a mandatory audit of operations performed during the year ended 31.12.2010. The results of external audit were communicated in the form of audit report and auditors opinion, which provide assurance that operations of JSC ProCredit Bank are performed in accordance with active Ukrainian legislature and regulations of the National Bank of Ukraine.

Audit Committee Chairperson
JSC ProCredit Bank



Philipp Pott