

Mandatory Pension funds

Contributions paid by or on behalf of pension fund participants are invested in pension funds. Pension funds are managed by independent professional asset managers until the proceeds are paid out to participants in the form of pension benefits once participants reach retirement age. Participants may choose their pension fund manager and the type of pension fund. Pension fund participants are the owners of the pension fund assets, not the fund manager. Three different types of funds are available. All funds are subject to guidelines and limitations of fund assets. As a rule, these funds invest in high-quality Armenian and foreign securities. Investments in foreign currency are limited to 40 % of fund's assets. The main difference between the three different types of pension funds is the proportion of respective fund assets invested in equities, which offer higher yield but are also subject to a higher level of risk than fixed-income securities.

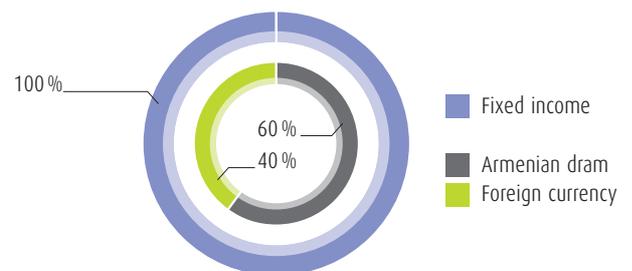
These three funds are managed by "C-QUADRAT Ampega Asset Management Armenia", a joint venture of "C-QUADRAT" (Austria) and "Talanx Asset Management" (Germany).

"C-QUADRAT Ampega Fixed Income Pension Fund – P"

Mandatory pension fund objective of which is long-term growth in asset value by investing 100 % of its assets in bonds, money market instruments, deposits, investment funds investing in the above securities, as well as deposits and similar assets. The fund does not invest in equities or equity funds.

- Target group is pension savers with low risk tolerance.
- The objective is preservation of pension assets and moderate growth.

Management fee per annum: 1% of fund's net asset value

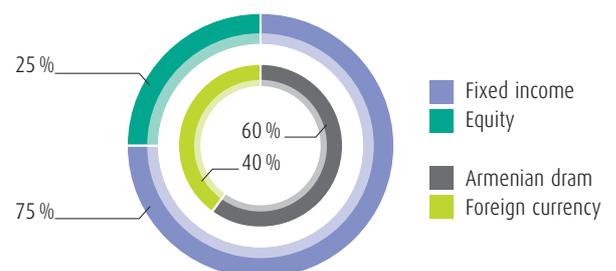


"C-QUADRAT Ampega Conservative Pension Fund – P"

Mandatory pension fund objective of which is long-term growth in asset value by investing up to 25% of its assets in equities, equity funds and equity-equivalent instruments, while the remainder of which in bonds, money market instruments, deposits and other assets.

- Target group is pension savers with moderate risk tolerance.
- The objective is stable growth for pension assets.

Management fee per annum: 1.1 % of fund's net asset value

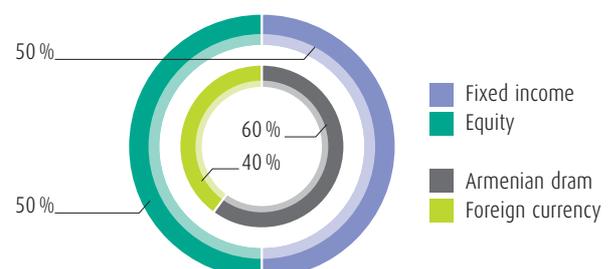


"C-QUADRAT Ampega Balanced Pension Fund – P"

Mandatory pension fund objective of which is long-term growth in asset value by investing up to 50% of its assets in equities, equity funds and equity-equivalent instruments and the remainder in bonds, money market instruments, deposits and other assets.

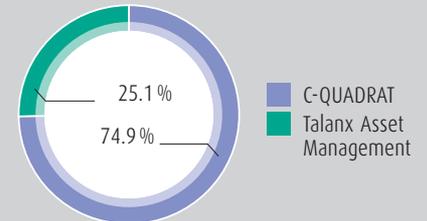
- Target group is pension savers aware of the risks and opportunities associated with equities.
- The objective is optimum growth for pension assets.

Management fee per annum: 1.3 % of fund's net asset value



C-QUADRAT Ampega Asset Management Armenia

C-QUADRAT Ampega Asset Management Armenia, Limited Liability Company, is a joint venture established by C-QUADRAT Investment AG, Vienna/Austria, and Talanx Asset Management GmbH, Cologne/Germany. The mission of both companies is to operate an investment firm in Armenia offering top-quality asset management services in line with the best western standards. C-QUADRAT Ampega Asset Management Armenia intends to play a leading role in the Armenian financial markets, supporting the implementation of pension reforms and the development of asset management and investment services as well as capital markets.



Chief Executive Officer



Arman Vardanyan

After serving as an analyst at the Armenian Development Bank performing macroeconomic analysis, he assumed several different roles at Armenia's Central Bank, where he was Head of International Operations, Head of Financial Operations and Senior Advisor to the Chairman, among other positions. He then moved into the private sector. As Deputy Executive Director of Armswissbank between November 2004 and May 2007, he was responsible for management and supervision of financial operations. In June 2007, he became Head of Microfinance and a Member of the Board of Absolute Portfolio Management, an affiliate of the C-QUADRAT Group.

Chairman of the Supervisory Board



Ernst-Ludwig Drays

He became a Director of Deutsche Bank in 1984. From 1990 to 2000, he served as CIO of Deutsche Asset Management and Deutsche Asset Management International. He was also a board member of Morgan Grenfell Asset Management. After his time with Deutsche Bank, he assumed General Power of Attorney for M.M. Warburg & Co and was Head of its subsidiary Warburg Asset Management. He then co-founded the company Berlin & Co in 2002 and served on the executive board of its holding firm. Since 2006, he has been a Managing Director of Absolute Portfolio Management, an affiliate of the C-QUADRAT Group.

“Our mission is to operate an investment firm in Armenia that will offer top-quality asset management services in line with the best western standards.”

C-QUADRAT – the fund company



C-QUADRAT is an asset manager specializing in quantitative and discretionary absolute and total return strategies. The company was established in 1991. It has been listed in the Prime Standard of the Frankfurt stock exchange since 2006 and since May 2008 on the Vienna stock exchange. C-QUADRAT is well-known for its analysis of investment funds and as an innovative asset manager. Both institutional clients and private participants rely on its expertise. With offices in Vienna, Frankfurt, London, Yerevan and Geneva as well as sales activities in 18 countries, C-QUADRAT is active throughout Europe.

Since 2001, C-QUADRAT funds have received over 230 awards, and prizes as well as a range of top-ratings from international rating agencies:



Talanx Asset Management



Talanx Asset Management forms – in combination with Ampega Investment and Talanx Immobilien Management – the Financial Services segment of Talanx AG, Germany's third-largest insurance group. Talanx Asset Management is responsible for the assets of the Talanx Group on the money, capital and real estate markets. The successful growth of the Group's asset portfolio is a testimony of their insurance-specific investment know-how. Ampega Investment transacts business with private and institutional clients and is an up-and-coming provider of funds characterized by outstanding product quality. Together, they are one of the largest independent asset managers in Germany not affiliated with a bank. As of end of September 2013, their AuM had been EUR 96.3 billion.