

OPEN JOINT STOCK COMPANY “ATAHOLDING”

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012 (in Azerbaijan Manats, unless otherwise indicated)

1. GENERAL INFORMATION

Open Joint Stock Company “AtaHolding” (“the Holding Company”) was incorporated on July 23, 2003 and registered by the Ministry of Justice of the Republic of Azerbaijan under the registration number N 1103-T3-3403 and is domiciled in the Republic of Azerbaijan. The Group also has a representative office in the Republic of Georgia. The Holding Company is a Joint Stock Company and was set up in accordance with regulations of the Republic of Azerbaijan.

The registered office of the Holding is located at 102, Shamsi Badalbayli Street, Baku AZ 1010, the Republic of Azerbaijan.

The Holding Company is a parent company of a banking group (“the Group”). The Group’s principal business activity is providing banking, insurance, hospitality, leasing, agricultural, manufacturing and other services within the Republic of Azerbaijan. The Group’s manufacturing and service facilities are primarily based in Baku and Shamkir regions of the Republic of Azerbaijan.

As at December 31, 2012 and 2011, shares of the Group were owned by Hughson Management Inc., Asbet Limited and Clonmel International Inc., with shareholdings of 51%, 25% and 24%, respectively.

Group structure

The structure of the Group and the principal activities of the companies consolidated in the financial statements of the Group:

Name	Country of operation	Type of operation	Proportion of ownership interest/voting rights, (%)	
			Year ended December 31, 2012	Year ended December 31, 2011
Group subsidiaries				
OJSC “AtaBank”	The Republic of Azerbaijan	Banking	76.00	76.00
OJSC “AtaInsurance”	The Republic of Azerbaijan	Insurance	100.00	100.00
OJSC “AtaLeasing”	The Republic of Azerbaijan	Leasing	100.00	100.00
“AtaTurizm” LLC	The Republic of Azerbaijan	Hospitality	100.00	100.00
“AtaInkishaf fondu” LLC	The Republic of Azerbaijan	Charity	100.00	100.00
“AtaTekhnologiya” LLC	The Republic of Azerbaijan	Technology and IT solutions	100.00	100.00
“AtaInshaat” LLC	The Republic of Azerbaijan	Construction	100.00	100.00
“Interservice” LLC	The Republic of Azerbaijan	Operating lease of property	100.00	100.00
“AtaSenaye” LLC	The Republic of Azerbaijan	Management unit for all industry and manufacturing companies of the Group	100.00	100.00
“Shemkir Gushchulug” LLC	The Republic of Azerbaijan	Poultry and egg production	100.00	100.00
“Sasa Et Mehsullary” LLC	The Republic of Azerbaijan	Production of meat products	100.00	100.00
“Zayam Kand Mash” OJSC	The Republic of Azerbaijan	Agricultural machine and equipment trade	30.00	30.00
“AtaGida” LLC	The Republic of Azerbaijan	Prouction of agricultural products	100.00	100.00
“Shemkir Dash Chingil” LLC	The Republic of Azerbaijan	Nominal equity investment. The Company is dormant	100.00	100.00