

Pillar 3 quarterly report		
1	Name of a bank	JSC ProCredit Bank
2	Chairman of the Supervisory Board	Iliir I. Aliu
3	CEO of a bank	David Gabelashvili
4	Bank's web page	<a href="http://www.procreditbank.ge">www.procreditbank.ge</a>
<p><i>Senior management of the bank ensures fair presentation and accuracy of the information provided within Pillar 3 disclosure report. The report is prepared in accordance with internal review and control processes coordinated with the board. The report meets the requirements of the decree NN 92/04 of the President of the National Bank of Georgia on "Disclosure requirements for commercial banks within Pillar 3" and other relevant decrees and regulations of NBG.</i></p>		
Table N	Table of contents	
1	<a href="#">Key ratios</a>	
2	<a href="#">Balance Sheet</a>	
3	<a href="#">Income statement</a>	
4	<a href="#">Off-balance sheet</a>	
5	<a href="#">Risk-Weighted Assets (RWA)</a>	
6	<a href="#">Information about supervisory board, senior management and shareholders</a>	
7	<a href="#">Linkages between financial statement assets and balance sheet items subject to credit risk weighting</a>	
8	<a href="#">Differences between carrying values of balance sheet items and exposure amounts subject to credit risk weighting</a>	
9	<a href="#">Regulatory Capital</a>	
10	<a href="#">Reconciliation of regulatory capital to balance sheet</a>	
11	<a href="#">Credit risk weighted exposures</a>	
12	<a href="#">Credit risk mitigation</a>	
13	<a href="#">Standardized approach - effect of credit risk mitigation</a>	
14	<a href="#">Currency induced credit risk (CICR)</a>	
15	<a href="#">Counterparty credit risk</a>	

Bank: JSC ProCredit Bank  
Date: 30/06/2017

Table 1 **Key metrics**

N		June-17	March-17	December-16	September-16	June-16
	<b>Regulatory capital (amounts, GEL)</b>					
	<i>Based on Basel III framework</i>					
1	Common Equity Tier 1 (CET1)	157,220,301	174,643,979	171,167,842	156,036,052	150,775,835
2	Tier 1	157,220,301	174,643,979	171,167,842	156,036,052	150,775,835
3	Total regulatory capital	212,241,188	229,828,333	230,008,805	215,521,745	210,811,409
	<b>Risk-weighted assets (amounts, GEL)</b>					
4	Risk-weighted assets (RWA) (Based on Basel III framework)	1,455,304,670	1,424,998,876	1,529,646,299	1,452,195,653	1,472,416,490
5	Risk-weighted assets (RWA) (Based on Basel I frameworks)	1,366,304,571	1,342,239,352	1,405,457,752	1,363,567,820	1,392,646,308
	<b>Capital ratios as a percentage of RWA</b>					
	<i>Based on Basel III framework</i>					
6	Common equity Tier 1 ratio (≥ 7.0 %)	10.80%	12.26%	11.19%	10.74%	10.24%
7	Tier 1 ratio (≥ 8.5 %)	10.80%	12.26%	11.19%	10.74%	10.24%
8	Total regulatory capital ratio (≥ 10.5 %)	14.58%	16.13%	15.04%	14.84%	14.32%
	<i>Based on Basel I framework</i>					
9	Common equity Tier 1 ratio (≥ 6.4 %)	11.48%	13.22%	10.29%	10.60%	10.37%
10	Total regulatory capital ratio (≥ 9.6 %)	15.52%	17.08%	16.33%	15.78%	15.11%
	<b>Income</b>					
11	Total Interest Income / Average Annual Assets	6.19%	6.00%	8.05%	8.08%	8.25%
12	Total Interest Expense / Average Annual Assets	2.46%	2.52%	2.79%	2.84%	2.85%
13	Earnings from Operations / Average Annual Assets	1.94%	1.64%	3.36%	3.42%	3.80%
14	Net Interest Margin	3.73%	3.48%	5.26%	5.24%	5.40%
15	Return on Average Assets (ROAA)	1.01%	1.01%	2.66%	1.97%	2.13%
16	Return on Average Equity (ROAE)	7.29%	7.46%	20.58%	15.18%	16.53%
	<b>Asset Quality</b>					
17	Non Performed Loans / Total Loans	3.79%	4.22%	4.33%	7.45%	7.70%
18	LLR/Total Loans	3.72%	3.93%	4.08%	5.42%	5.57%
19	FX Loans/Total Loans	80.00%	81.60%	85.02%	82.05%	85.14%
20	FX Assets/Total Assets	70.93%	72.51%	73.94%	71.33%	71.49%
21	Loan Growth-YTD	2.45%	-2.08%	-5.37%	-3.20%	-3.46%
	<b>Liquidity</b>					
22	Liquid Assets/Total Assets	22.74%	28.10%	32.19%	24.70%	22.52%
23	FX Liabilities/Total Liabilities	83.88%	86.34%	86.41%	84.65%	84.52%
24	Current & Demand Deposits/Total Assets	35.93%	31.75%	31.77%	30.50%	29.24%

Bank: JSC ProCredit Bank  
Date: 30/06/2017

Table 2 **Balance Sheet**

*in Lari*

N	Assets	Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	Cash	30,123,251	28,315,536	58,438,787	33,498,150	21,972,260	55,470,409
2	Due from NBG	14,090,211	115,484,620	129,574,831	24,417,902	123,338,188	147,756,090
3	Due from Banks	22,005,364	25,143,807	47,149,171	53,169,367	6,428,042	59,597,409
4	Dealing Securities	0	0	0	0	0	0
5	Investment Securities	21,378,897	0	21,378,897	12,251,966	0	12,251,966
6.1	Loans	178,635,309	714,451,125	893,086,434	132,176,734	757,223,448	889,400,182
6.2	Less: Loan Loss Reserves	-4,303,692	-28,916,374	-33,220,065	-6,346,225	-43,206,197	-49,552,422
6	Net Loans	174,331,618	685,534,751	859,866,369	125,830,509	714,017,251	839,847,760
7	Accrued Interest and Dividends Receivable	1,079,674	4,302,291	5,381,965	1,688,550	5,539,280	7,227,830
8	Other Real Estate Owned & Repossessed Assets	0	0	0	0	0	0
9	Equity Investments	6,298,572	45,283	6,343,855	6,298,572	42,860	6,341,433
10	Fixed Assets and Intangible Assets	74,430,719	0	74,430,719	78,426,957	0	78,426,957
11	Other Assets	9,798,132	3,880,860	13,678,992	13,134,074	3,128,896	16,262,970
12	<b>Total assets</b>	<b>353,536,438</b>	<b>862,707,148</b>	<b>1,216,243,586</b>	<b>348,716,047</b>	<b>874,466,777</b>	<b>1,223,182,824</b>
	<b>Liabilities</b>						
13	Due to Banks	0	0	0	150,000	4,684,600	4,834,600
14	Current (Accounts) Deposits	89,011,717	110,064,892	199,076,610	77,652,452	60,525,724	138,178,177
15	Demand Deposits	45,403,520	192,564,120	237,967,640	41,484,684	177,987,395	219,472,080
16	Time Deposits	28,074,356	197,264,895	225,339,251	33,182,659	227,075,458	260,258,117
17	Own Debt Securities	0	0	0	0	0	0
18	Borrowings	0	307,300,995	307,300,995	4,800,040	354,149,930	358,949,970
19	Accrued Interest and Dividends Payable	1,101,826	7,322,669	8,424,494	1,268,067	8,864,041	10,132,108
20	Other Liabilities	5,854,716	7,241,999	13,096,715	6,168,111	7,695,085	13,863,196
21	Subordinated Debentures	0	60,180,000	60,180,000	0	58,557,500	58,557,500
22	<b>Total liabilities</b>	<b>169,446,135</b>	<b>881,939,570</b>	<b>1,051,385,705</b>	<b>164,706,015</b>	<b>899,539,734</b>	<b>1,064,245,748</b>
	<b>Equity Capital</b>						
23	Common Stock	88,914,815	0	88,914,815	88,914,815	0	88,914,815
24	Preferred Stock	0	0	0	0	0	0
25	Less: Repurchased Shares	0	0	0	0	0	0
26	Share Premium	36,388,151	0	36,388,151	36,388,151	0	36,388,151
27	General Reserves	0	0	0	0	0	0
28	Retained Earnings	39,554,915	0	39,554,915	33,634,109	0	33,634,109
29	Asset Revaluation Reserves	0	0	0	0	0	0
30	<b>Total Equity Capital</b>	<b>164,857,881</b>	<b>0</b>	<b>164,857,881</b>	<b>158,937,076</b>	<b>0</b>	<b>158,937,076</b>
31	<b>Total liabilities and Equity Capital</b>	<b>334,304,016</b>	<b>881,939,570</b>	<b>1,216,243,586</b>	<b>323,643,091</b>	<b>899,539,734</b>	<b>1,223,182,824</b>

Bank: JSC ProCredit Bank  
Date: 30/06/2017

Table 3		Income statement			in Lari		
N		Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
	<b>Interest Income</b>						
1	Interest Income from Bank's "Nostrò" and Deposit Accounts	1,681,709	267,459	1,949,168	1,305,953	1,703	1,307,657
2	Interest Income from Loans	8,542,227	27,908,976	36,451,202	9,816,523	35,901,398	45,717,921
2.1	from the Interbank Loans	481,121	-	481,121	90,583	-	90,583
2.2	from the Retail or Service Sector Loans	5,880,214	19,014,782	24,894,995	6,146,705	24,082,916	30,229,621
2.3	from the Energy Sector Loans	290	33,537	33,827	2,576	38,864	41,440
2.4	from the Agriculture and Forestry Sector Loans	139,275	590,316	729,591	297,450	615,300	912,750
2.5	from the Construction Sector Loans	335,169	883,778	1,218,947	199,044	866,242	1,065,286
2.6	from the Mining and Mineral Processing Sector Loans	73,744	253,988	327,732	110,783	270,735	381,517
2.7	from the Transportation or Communications Sector Loans	98,937	567,829	666,766	121,337	861,670	983,008
2.8	from Individuals Loans	1,126,940	4,908,214	6,035,154	2,303,974	7,078,604	9,382,678
2.9	from Other Sectors Loans	406,538	1,656,531	2,063,069	544,072	2,087,067	2,631,138
3	Fees/penalties income from loans to customers	127,442	445,953	573,395	256,281	768,487	1,024,768
4	Interest and Discount Income from Securities	880,832	-	880,832	718,344	-	718,344
5	Other Interest Income	-	-	-	-	-	-
6	<b>Total Interest Income</b>	<b>11,232,211</b>	<b>28,622,388</b>	<b>39,854,598</b>	<b>12,097,101</b>	<b>36,671,588</b>	<b>48,768,690</b>
	<b>Interest Expense</b>						
7	Interest Paid on Demand Deposits	893,431	1,526,505	2,419,935	484,531	1,168,331	1,652,861
8	Interest Paid on Time Deposits	1,281,346	3,748,229	5,029,576	1,877,702	5,454,828	7,332,530
9	Interest Paid on Banks Deposits	191	3,506	3,697	374	21,317	21,691
10	Interest Paid on Own Debt Securities	-	-	-	-	-	-
11	Interest Paid on Other Borrowings	-	8,384,881	8,384,881	555,589	7,267,015	7,822,604
12	Other Interest Expenses	-	-	-	-	-	-
13	<b>Total Interest Expense</b>	<b>2,174,968</b>	<b>13,663,121</b>	<b>15,838,089</b>	<b>2,918,195</b>	<b>13,911,491</b>	<b>16,829,686</b>
14	<b>Net Interest Income</b>	<b>9,057,243</b>	<b>14,959,266</b>	<b>24,016,509</b>	<b>9,178,906</b>	<b>22,760,097</b>	<b>31,939,003</b>
	<b>Non-Interest Income</b>						
15	Net Fee and Commission Income	(508,767)	1,703,642	1,194,875	984,547	2,328,787	3,313,334
15.1	Fee and Commission Income	2,285,404	2,704,546	4,989,950	3,012,189	3,552,548	6,564,737
15.2	Fee and Commission Expense	2,794,171	1,000,905	3,795,075	2,027,642	1,223,761	3,251,403
16	Dividend Income	-	7,517	7,517	3,693,194	9,815	3,703,009
17	Gain (Loss) from Dealing Securities	-	-	-	-	-	-
18	Gain (Loss) from Investment Securities	-	-	-	-	-	-
19	Gain (Loss) from Foreign Exchange Trading	5,499,453	-	5,499,453	3,642,957	-	3,642,957
20	Gain (Loss) from Foreign Exchange Translation	(3,848,412)	-	(3,848,412)	(1,232,493)	-	(1,232,493)
21	Gain (Loss) on Sales of Fixed Assets	(23,259)	-	(23,259)	(144,341)	-	(144,341)
22	Non-Interest Income from other Banking Operations	731,647	340,498	1,072,145	588,545	299,983	888,528
23	Other Non-Interest Income	178,828	57,818	236,646	214,186	53,352	267,538
24	<b>Total Non-Interest Income</b>	<b>2,029,490</b>	<b>2,109,475</b>	<b>4,138,965</b>	<b>7,746,594</b>	<b>2,691,937</b>	<b>10,438,531</b>
	<b>Non-Interest Expenses</b>						
25	Non-Interest Expenses from other Banking Operations	1,618,319	2,035,482	3,653,801	1,896,265	1,771,226	3,667,491
26	Bank Development, Consultation and Marketing Expenses	1,952,298	581,684	2,533,982	1,577,175	735,828	2,313,003
27	Personnel Expenses	7,831,190	-	7,831,190	9,146,772	-	9,146,772
28	Operating Costs of Fixed Assets	125,370	-	125,370	330,964	-	330,964
29	Depreciation Expense	3,225,521	-	3,225,521	3,248,513	-	3,248,513
30	Other Non-Interest Expenses	2,127,891	9,435	2,137,326	2,489,215	102,716	2,591,931
31	<b>Total Non-Interest Expenses</b>	<b>16,880,588</b>	<b>2,626,600</b>	<b>19,507,188</b>	<b>18,688,904</b>	<b>2,609,770</b>	<b>21,298,674</b>
32	<b>Net Non-Interest Income</b>	<b>(4,851,098)</b>	<b>(517,125)</b>	<b>(5,368,223)</b>	<b>(10,942,310)</b>	<b>82,167</b>	<b>(10,860,143)</b>
33	<b>Net Income before Provisions</b>	<b>(5,793,855)</b>	<b>14,442,141</b>	<b>8,648,286</b>	<b>(1,763,403)</b>	<b>22,842,264</b>	<b>21,078,861</b>
34	Loan Loss Reserve	(97,157)	-	(97,157)	6,669,440	-	6,669,440
35	Provision for Possible Losses on Investments and Securities	-	-	-	-	-	-
36	Provision for Possible Losses on Other Assets	1,161,453	-	1,161,453	(396,557)	-	(396,557)
37	<b>Total Provisions for Possible Losses</b>	<b>1,064,296</b>	<b>-</b>	<b>1,064,296</b>	<b>6,272,883</b>	<b>-</b>	<b>6,272,883</b>
38	<b>Net Income before Taxes and Extraordinary Items</b>	<b>(6,858,151)</b>	<b>14,442,141</b>	<b>7,583,990</b>	<b>(8,036,287)</b>	<b>22,842,264</b>	<b>14,805,977</b>
39	Taxation	948,058	-	948,058	2,220,897	-	2,220,897
40	<b>Net Income after Taxation</b>	<b>(7,806,209)</b>	<b>14,442,141</b>	<b>6,635,932</b>	<b>(10,257,184)</b>	<b>22,842,264</b>	<b>12,585,080</b>
41	Extraordinary Items	(101,746)	-	(101,746)	-	-	-
42	<b>Net Income</b>	<b>(7,907,955)</b>	<b>14,442,141</b>	<b>6,534,186</b>	<b>(10,257,184)</b>	<b>22,842,264</b>	<b>12,585,080</b>

Bank: JSC ProCredit Bank  
Date: 30/06/2017

Table 4 in Lari

N	On-balance sheet items per standardized regulatory report	Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	<b>Contingent Liabilities and Commitments</b>	25,709,191	38,919,543	64,628,733			0
1.1	Guarantees Issued	13,812,872	19,264,755	33,077,627			0
1.2	Letters of credit Issued	-	1,354,767	1,354,767			0
1.3	Undrawn loan commitments	11,896,319	18,300,021	30,196,340			0
1.4	Other Contingent Liabilities	-	16,369	16,369			0
2	<b>Guarantees received as security for liabilities of the bank</b>	-	141,917,920	141,917,920			0
3	<b>Assets pledged as security for liabilities of the bank</b>	2,439,000	-	2,439,000			0
3.1	Financial assets of the bank	2,439,000	-	2,439,000			0
3.2	Non-financial assets of the bank	-	-	-			0
4	<b>Guarantees received as security for receivables of the bank</b>	41,501,317	277,340,637	318,841,954			0
4.1	Surety, joint liability	41,501,317	135,422,717	176,924,034			0
4.2	Guarantees	-	-	-			0
5	<b>Assets pledged as security for receivables of the bank</b>	229,290,039	963,691,295	1,192,981,333			0
5.1	Cash	3,067,736	8,419,999	11,487,735			0
5.2	Precious metals and stones	-	-	-			0
5.3	Real Estate:	210,226,660	924,476,165	1,134,702,825			0
5.3.1	<i>Residential Property</i>	82,319,130	291,868,271	374,187,400			0
5.3.2	<i>Commercial Property</i>	92,616,625	504,144,078	596,760,702			0
5.3.3	<i>Complex Real Estate</i>	-	-	-			0
5.3.4	<i>Land Parcel</i>	35,036,265	127,427,091	162,463,356			0
5.3.5	<i>Other</i>	254,640	1,036,726	1,291,367			0
5.4	Movable Property	15,352,087	29,391,359	44,743,446			0
5.5	Shares Pledged	-	1,005,326	1,005,326			0
5.6	Securities	30,896	-	30,896			0
5.7	Other	612,659	398,445	1,011,104			0
6	<b>Derivatives</b>	-	38,533,154	38,533,154			0
6.1	Receivables through FX contracts (except options)	-	19,210,800	19,210,800			0
6.2	Payables through FX contracts (except options)	-	19,322,354	19,322,354			0
6.3	Principal of interest rate contracts (except options)	-	-	-			0
6.4	Options sold	-	-	-			0
6.5	Options purchased	-	-	-			0
6.6	Nominal value of potential receivables through other derivatives	-	-	-			0
6.7	Nominal value of potential payables through other derivatives	-	-	-			0
7	<b>Receivables not recognized on-balance</b>						0
7.1	Principal of receivables derecognized during last 3 month	161,341	1,697,148	1,858,488			0
7.2	Interest and penalty receivable not recognized on-balance or derecognized during last 3 month	165,072	484,214	649,286			0
7.3	Principal of receivables derecognized during 5 years month (including last 3 month)	7,782,463	30,174,279	37,956,741			0
7.4	Interest and penalty receivable not recognized on-balance or derecognized during last 5 years (including last 3 month)	2,655,100	11,220,537	13,875,636			0
8	<b>Non-cancelable operating lease</b>	325,204	879,671	1,204,875			0
8.1	Through indefinit term agreement	-	-	-			0
8.2	Within one year	5,124	879,671	884,795			0
8.3	From 1 to 2 years	320,080	-	320,080			0
8.4	From 2 to 3 years	-	-	-			0
8.5	From 3 to 4 years	-	-	-			0
8.6	From 4 to 5 years	-	-	-			0
8.7	More than 5 years	-	-	-			0
9	<b>Capital expenditure commitment</b>			0			0

Bank: JSC ProCredit Bank  
Date: 30/06/2017

Table 5

**Risk Weighted Assets**

*in Lari*

N		30/06/2017	31/03/2017
1	Risk Weighted Assets for Credit Risk	1,320,454,979	1,287,943,054
1.1	Balance sheet items	931,266,338	909,221,915
1.1.1	Including: amounts below the thresholds for deduction (subject to 250% risk weight)		
1.2	Off-balance sheet items	37,082,602	36,632,487
1.3	Currency induced credit risk	352,028,749	341,961,832
1.4	Counterparty credit risk	77,289	126,820
2	Risk Weighted Assets for Market Risk	10,227,434	12,433,565
3	Risk Weighted Assets for Operational Risk	124,622,258	124,622,258
4	<b>Total Risk Weighted Assets</b>	<b>1,455,304,670</b>	<b>1,424,998,876</b>

Bank: JSC ProCredit Bank

Date: 30/06/2017

Table 6 **Information about supervisory board, directorate, beneficiary owners and shareholders**

<b>Members of Supervisory Board</b>	
1	Ilir I. Aliu
2	Jovanka Joleska
3	Sandrine Massiani
4	Wolfgang Bertelsmeier
5	Marcel Sebastian Zeitinger
<b>Members of Board of Directors</b>	
1	Ketevan Khuskivadze
2	Alex Matua
3	Davit Gabelashvili
4	Natia Tkhilaishvili
<b>List of Shareholders owning 1% and more of issued capital, indicating Shares</b>	
1	ProCredit Holding AG & Co. KGaA <span style="float: right;">100%</span>
<b>List of bank beneficiaries indicating names of direct or indirect holders of 5% or more of shares</b>	
1	Zeitinger Invest GmbH <span style="float: right;">From 15% to 20%</span>
2	KfW - Kreditanstalt für Wiederaufbau <span style="float: right;">From 10% to 15%</span>
3	DOEN Foundation <span style="float: right;">From 10% to 15%</span>
4	IFC - International Finance Corporation <span style="float: right;">From 10% to 15%</span>
5	TIAA-CREF - Teachers Insurance and Annuity Association <span style="float: right;">From 5% to 10%</span>

Bank: JSC ProCredit Bank  
Date: 30/06/2017

Table 7		Linkages between financial statement assets and balance sheet items subject to credit risk weighting				<i>in Lari</i>	
	Account name of standardized supervisory balance sheet item	a Carrying values as reported in published stand-alone financial statements per local accounting rules	b Not subject to capital requirements or subject to deduction from capital	c Carrying values of items		d Subject to Currency Induced Credit Risk Framework	e = c + d Total carrying value of balance sheet items subject to credit risk weighting before adjustments
				Subject to credit risk weighting			
1	Cash	58,438,787		58,438,787			58,438,787
2	Due from NBG	129,574,831		129,574,831			129,574,831
3	Due from Banks	47,149,171		47,149,171			47,149,171
4	Dealing Securities	0					0
5	Investment Securities	21,378,897		21,378,897			21,378,897
6.1	Loans	893,086,434		893,086,434	712,074,557		1,605,160,991
6.2	Less: Loan Loss Reserves	-33,220,065		-33,220,065	-28,916,374		-62,136,439
6	Net Loans	859,866,369		859,866,369	683,158,183		1,543,024,552
7	Accrued Interest and Dividends Receivable	5,381,965		5,381,965	4,270,941		9,652,905
8	Other Real Estate Owned & Repossessed Assets	0					0
9	Equity Investments	6,343,855	6,194,572	149,283			149,283
10	Fixed Assets and Intangible Assets	74,430,719	1,443,008	72,987,711			72,987,711
11	Other Assets	13,678,992		13,678,992	3,463,445		17,142,437
	<b>Total exposures subject to credit risk weighting before adjustments</b>	<b>1,216,243,586</b>	<b>7,637,580</b>	<b>1,208,606,006</b>	<b>690,892,569</b>		<b>1,899,498,575</b>



Bank: JSC ProCredit Bank

Date: 30/06/2017

Table 8 Differences between carrying values per standardized balance sheet used for regulatory reporting purposes and the exposure amounts | *in Lari*

1	<b>Total carrying value of balance sheet items subject to credit risk weighting before adjustments</b>	1,899,498,575
2.1	Nominal values of off-balance sheet items subject to credit risk weighting	64,366,929
2.2	Nominal values of off-balance sheet items subject to counterparty credit risk weighting	19,322,354
3	<b>Total nominal values of on-balance and off-balance sheet items before any adjustments used for credit risk weighting purposes</b>	1,983,187,857
4	Effect of provisioning rules used for capital adequacy purposes	16,220,183
5.1	Effect of credit conversion factor of off-balance sheet items related to credit risk framework	-24,592,461
5.2	Effect of credit conversion factor of off-balance sheet items related to counterparty credit risk framework (table CCR)	-18,935,907
6	Effect of other adjustments	13,164,929
7	<b>Total exposures subject to credit risk weighting</b>	1,969,044,601

Bank: JSC ProCredit Bank  
Date: 30/06/2017

Table 9 **Regulatory capital**

N		in Lari
1	<b>Common Equity Tier 1 capital before regulatory adjustments</b>	164,857,881
2	Common shares that comply with the criteria for Common Equity Tier 1	88,914,815
3	Stock surplus (share premium) of common share that meets the criteria of Common Equity Tier 1	36,388,151
4	Accumulated other comprehensive income	0
5	Other disclosed reserves	0
6	Retained earnings (loss)	39,554,915
7	<b>Regulatory Adjustments of Common Equity Tier 1 capital</b>	7,637,580
8	Revaluation reserves on assets	0
9	Accumulated unrealized revaluation gains on assets through profit and loss to the extent that they exceed accumulated unrealized revaluation losses through profit and loss	0
10	Intangible assets	1,443,008
11	Shortfall of the stock of provisions to the provisions based on the Asset Classification	0
12	Investments in own shares	0
13	Reciprocal cross holdings in the capital of commercial banks, insurance entities and other financial institutions	0
14	Cash flow hedge reserve	0
15	Deferred tax assets not subject to the threshold deduction (net of related tax liability)	0
16	Significant investments in the common equity tier 1 capital (that are not common shares) of commercial banks, insurance entities and other financial institutions that are outside the scope of regulatory consolidation	0
17	Holdings of equity and other participations constituting more than 10% of the share capital of other commercial entities	6,194,572
18	Significant investments in the common shares of commercial banks, insurance entities and other financial institutions (amount above 10% limit)	0
19	Investments in the capital of commercial banks, insurance entities and other financial institutions where the bank does not own more than 10% of the issued share capital (amount above 10% limit)	0
20	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	0
21	The amount of significant Investments and Deferred Tax Assets which exceed 15% of common equity tier 1	0
22	Regulatory adjustments applied to Common Equity Tier 1 resulting from shortfall of Tier 1 and Tier 2 capital to deduct investments	0
23	<b>Common Equity Tier 1</b>	157,220,301
24	<b>Additional tier 1 capital before regulatory adjustments</b>	0
25	Instruments that comply with the criteria for Additional tier 1 capital	0
26	Including: instruments classified as equity under the relevant accounting standards	
27	Including: instruments classified as liabilities under the relevant accounting standards	
28	Stock surplus (share premium) that meet the criteria for Additional Tier 1 capital	
29	<b>Regulatory Adjustments of Additional Tier 1 capital</b>	0
30	Investments in own Additional Tier 1 instruments	
31	Reciprocal cross-holdings in Additional Tier 1 instruments	
32	Significant investments in the Additional Tier 1 capital (that are not common shares) of commercial banks, insurance entities and other financial institutions	
33	Investments in the capital of commercial banks, insurance entities and other financial institutions where the bank does not own more than 10% of the issued share capital (amount above 10% limit)	
34	Regulatory adjustments applied to Additional Tier 1 resulting from shortfall of Tier 2 capital to deduct investments	
35	<b>Additional Tier 1 Capital</b>	0
36	<b>Tier 2 capital before regulatory adjustments</b>	55,020,887
37	Instruments that comply with the criteria for Tier 2 capital	38,515,200
38	Stock surplus (share premium) that meet the criteria for Tier 2 capital	0
39	General reserves, limited to a maximum of 1.25% of the bank's credit risk-weighted exposures	16,505,687
40	<b>Regulatory Adjustments of Tier 2 Capital</b>	0
41	Investments in own shares that meet the criteria for Tier 2 capital	
42	Reciprocal cross-holdings in Tier 2 capital	
43	Significant investments in the Tier 2 capital (that are not common shares) of commercial banks, insurance entities and other financial institutions	
44	Investments in the capital of commercial banks, insurance entities and other financial institutions where the bank does not own more than 10% of the issued share capital (amount above 10% limit)	
45	<b>Tier 2 Capital</b>	55,020,887

Bank: JSC ProCredit Bank  
Date: 30/06/2017

Table 10 Reconciliation of balance sheet to regulatory capital

in Lari

N	On-balance sheet items per standardized regulatory report	Carrying values as reported in published stand-alone financial statements per local accounting rules	linkage to capital table
1	Cash	58,438,787	
2	Due from NBG	129,574,831	
3	Due from Banks	47,149,171	
4	Dealing Securities	0	
5	Investment Securities	21,378,897	
6.1	Loans	893,086,434	
6.2	Less: Loan Loss Reserves	-33,220,065	
6.2.1	Of which general loan loss reserves	-16,505,687	table 9 (Capital), N39
6	Net Loans	859,866,369	
7	Accrued Interest and Dividends Receivable	5,381,965	
8	Other Real Estate Owned & Repossessed Assets	0	
9	Equity Investments	6,343,855	
9.1	Of which above 10% equity holdings in financial institutions		
9.2	Of which significant investments subject to limited recognition		
9.3	Of which below 10% equity holdings subject to limited recognition		
10	Fixed Assets and Intangible Assets	74,430,719	
10.1	Of which intangible assets	1,443,008	table 9 (Capital), N10
11	Other Assets	13,678,992	
12	<b>Total assets</b>	<b>1,216,243,586</b>	
13	Due to Banks	0	
14	Current (Accounts) Deposits	199,076,610	
15	Demand Deposits	237,967,640	
16	Time Deposits	225,339,251	
17	Own Debt Securities	0	
18	Borrowings	307,300,995	
19	Accrued Interest and Dividends Payable	8,424,494	
20	Other Liabilities	13,096,715	
20.1	Of which general reserves on off-balance items	945,851	
21	Subordinated Debentures	60,180,000	
21.1	Of which tier II capital qualifying instruments	38,515,200	table 9 (Capital), N37
22	<b>Total liabilities</b>	<b>1,051,385,705</b>	
23	Common Stock	88,914,815	table 9 (Capital), N2
24	Preferred Stock	0	
25	Less: Repurchased Shares	0	
26	Share Premium	36,388,151	table 9 (Capital), N39
27	General Reserves	0	
28	Retained Earnings	39,554,915	table 9 (Capital), N6
29	Asset Revaluation Reserves		
30	<b>Total Equity Capital</b>	<b>164,857,881</b>	

Table 11 Credit Risk Weighted Exposures  
(On-balance items and off-balance items after credit conversion factor)

Exposure class	0%		25%		35%		50%		75%		100%		150%		250%		Risk Weighted Exposures before Credit Risk Mitigation
	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount			
1 Claims on consolidated entities on credit agreements or credit facilities	55,292,150	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	118,454,300
2 Claims on consolidated entities on financial guarantees or bond warranties	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-
3 Claims on consolidated entities on trade receivables	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-
4 Claims on consolidated entities on interbank placements	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-
5 Claims on consolidated entities on international interbank placements	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-
6 Claims on consolidated entities on government bonds	0	40,235,724	0	0	0	0	387,700	0	0	0	0	0	0	0	0	0	6,080,744
7 Claims on consolidated entities on participations	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	724,000,000
8 Claims on consolidated entities on other assets	0	0	0	0	0	0	0	0	174,490,241	0	884,235,369	36,774,498	0	0	0	0	1,461,110,141
9 Claims on consolidated entities on other assets on residential systems	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-
10 Claims on consolidated entities on other assets	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	4,919,671
11 Claims on consolidated entities on other assets	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-
12 Claims on consolidated entities on other assets	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-
13 Claims on consolidated entities on other assets	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-
14 Other items	58,435,787	0	0	0	0	0	0	0	0	0	81,264,304	0	0	0	6,599,871	0	86,269,881
Total	113,727,937	0	40,235,724	0	0	0	387,700	0	174,490,241	0	884,235,369	36,774,498	0	0	6,599,871	0	1,028,297,256



Bank: JSC ProCredit Bank  
Date: 30/06/2017

Table 13 Standardized approach - Effect of credit risk mitigation

N	Asset Classes	a On-balance sheet exposures	c Off-balance sheet exposures		d RWA before Credit Risk Mitigation	e RWA post Credit Risk Mitigation	f RWA Density f=e/(a+c)
			b Off-balance sheet exposures - Nominal value	Off-balance sheet exposures post CCF			
1	Claims or contingent claims on central governments or central banks	170,714,366			115,484,620	10,703,447	6%
2	Claims or contingent claims on regional governments or local authorities	0			0	0	
3	Claims or contingent claims on public sector entities	0			0	0	
4	Claims or contingent claims on multilateral development banks	0			0	0	
5	Claims or contingent claims on international organizations/institutions	0			0	0	
6	Claims or contingent claims on commercial banks	47,152,089			9,690,744	9,690,744	21%
7	Claims or contingent claims on corporates	683,245,962	64,366,929	39,774,468	1,003,777,853	998,570,059	138%
8	Retail claims or contingent retail claims	173,492,241			197,319,396	197,319,777	114%
9	Claims or contingent claims secured by mortgages on residential property	0			0	0	
10	Past due items	4,919,571			7,098,960	7,098,960	144%
11	Items belonging to regulatory high-risk categories	0			0	0	
12	Short-term claims on commercial banks and corporates	0			0	0	
13	Claims in the form of collective investment undertakings ("CIU")	0			0	0	
14	Other items	152,939,540			96,994,703	96,994,703	63%
	<b>Total</b>	<b>1,232,463,769</b>	<b>64,366,929</b>	<b>39,774,468</b>	<b>1,430,526,275</b>	<b>1,320,377,689</b>	<b>104%</b>

Bank JSC ProCredit Bank  
 Date 30/06/2017

Table 14 Currency induced credit risk

N	Risk Exposure	a	b
		Unhedged claims (Claims where the source of repayment is denominated in the different currency from the exposure's currency)	Currency induced credit risk weighted exposures
1	Claims or contingent claims on corporates	563,749,350	280,757,423
2	Retail claims or contingent retail claims	134,868,138	67,360,215
3	Claims or contingent claims secured by mortgages on residential property	0	0
4	Past due items	4,358,777	2,179,389
5	Items belonging to regulatory high-risk categories	0	0
6	Claims in the form of collective investment undertakings ("CIU")*	0	0
7	Claims in the form of collective investment undertakings	0	0
8	Other claims	3,463,451	1,731,723
9	<b>Total</b>	<b>706,439,716</b>	<b>352,028,749</b>

