

Pillar 3 quarterly report		
1	Name of a bank	JSC ProCredit Bank
2	Chairman of the Supervisory Board	Iliur I. Aliu
3	CFO of a bank	David Gabelashvili
4	Bank's web page	www.procreditbank.ge

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 N92/04 of the Governor of the National Bank of Georgia on "Disclosure requirements for commercial banks within Pillar 3" and other relevant decrees and regulations of NBG.

Table N		Table of contents
1	Key ratios	
2	Balance Sheet	
3	Income statement	
4	Off-balance sheet	
5	Risk-Weighted Assets (RWA)	
6	Information about supervisory board, senior management and shareholders	
7	Linkages between financial statement assets and balance sheet items subject to credit risk weighting	
8	Differences between carrying values of balance sheet items and exposure amounts subject to credit risk weighting	
9	Regulatory Capital	
9.1	Capital Adequacy Requirements	
10	Reconciliation of regulatory capital to balance sheet	
11	Credit risk weighted exposures	
12	Credit risk mitigation	
13	Standardized approach - effect of credit risk mitigation	
14	Liquidity Coverage Ratio	
15	Counterparty credit risk	

Bank: JSC ProCredit Bank
Date:

June-18

Table 1 **Key metrics**

N		30-Jun-18	31-Mar-18	31-Dec-17	30-Sep-17	30-Jun-17
	Regulatory capital (amounts, GEL)					
	<i>Based on Basel III framework</i>					
1	Common Equity Tier 1 (CET1)	186,457,106	179,007,000	170,795,357	164,493,368	157,220,301
2	Tier 1	186,457,106	179,007,000	170,795,357	164,493,368	157,220,301
3	Total regulatory capital	230,596,153	222,229,810	217,192,975	220,449,415	212,241,188
	Risk-weighted assets (amounts, GEL)					
4	Risk-weighted assets (RWA) (Based on Basel III framework)	1,143,607,669	1,109,187,542	1,187,966,918	1,445,514,379	1,455,304,670
	Capital ratios as a percentage of RWA					
	<i>Based on Basel III framework</i>					
5	Common equity Tier 1 ratio ($\geq 7.0\%$) **	16%	16%	14%	11%	11%
6	Tier 1 ratio ($\geq 8.5\%$) **	16%	16%	14%	11%	11%
7	Total regulatory capital ratio ($\geq 10.5\%$) **	20%	20%	18%	15%	15%
	Income					
8	Total Interest Income / Average Annual Assets	7%	7%	6%	6%	6%
9	Total Interest Expense / Average Annual Assets	2%	2%	2%	2%	2%
10	Earnings from Operations / Average Annual Assets	2%	3%	2%	2%	2%
11	Net Interest Margin	4%	4%	4%	4%	4%
12	Return on Average Assets (ROAA)	2%	3%	2%	1%	1%
13	Return on Average Equity (ROAE)	10%	18%	11%	10%	7%
	Asset Quality					
14	Non Performed Loans / Total Loans	2%	3%	3%	3%	4%
15	LLR/Total Loans	3%	3%	3%	4%	4%
16	FX Loans/Total Loans	79%	79%	80%	80%	80%
17	FX Assets/Total Assets	71%	72%	74%	72%	71%
18	Loan Growth-YTD	-5%	-7%	15%	7%	2%
	Liquidity					
19	Liquid Assets/Total Assets	20%	20%	21%	22%	23%
20	FX Liabilities/Total Liabilities	85%	86%	87%	85%	84%
21	Current & Demand Deposits/Total Assets	29%	29%	31%	33%	36%
	Liquidity Coverage Ratio***					
22	Total HQLA	226,617,945	205,001,537	248,201,149		
23	Net cash outflow	148,542,114	163,896,085	182,086,960		
24	LCR ratio (%)	153%	125%	1		

** These includes Minimum capital requirements (4.5%, 6%, 8%) and Capital Conservation Buffer (2.5%) according to article 8 of the regulation on Capital Adequacy Requirements for Commercial Banks.

*** LCR calculated according to NBG's methodology which is more focused on local risks than Basel framework. See the table 14. LCR; Commercial banks are required to comply with the limits by coefficients calculated according to NBG's methodology. The numbers calculated within Basel framework are given for illustrative purposes.

Bank: JSC ProCredit Bank

Date:

June-18

Table 2

Balance Sheet

in Lari

N	Assets	Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	Cash	20,680,150	23,134,696	43,814,846	30,123,251	28,315,536	58,438,787
2	Due from NBG	10,447,845	120,283,664	130,731,509	14,090,211	115,484,620	129,574,831
3	Due from Banks	39,028,278	30,666,064	69,694,342	22,005,364	25,143,807	47,149,171
4	Dealing Securities	0	0	0	0	0	0
5	Investment Securities	18,100,391	0	18,100,391	21,378,897	0	21,378,897
6.1	Loans	200,637,469	756,172,365	956,809,833	178,635,309	714,451,125	893,086,434
6.2	Less: Loan Loss Reserves	-5,324,026	-25,090,773	-30,414,799	-4,303,692	-28,916,374	-33,220,065
6	Net Loans	195,313,443	731,081,592	926,395,035	174,331,618	685,534,751	859,866,369
7	Accrued Interest and Dividends Receivable	1,549,888	4,791,953	6,341,842	1,079,674	4,302,291	5,381,965
8	Other Real Estate Owned & Repossessed Assets	0	X	0	0	X	0
9	Equity Investments	6,298,572	47,086	6,345,658	6,298,572	45,283	6,343,855
10	Fixed Assets and Intangible Assets	65,737,628	X	65,737,628	74,430,719	X	74,430,719
11	Other Assets	8,480,904	6,880,659	15,361,564	9,798,132	3,880,860	13,678,992
12	Total assets	365,637,099	916,885,715	1,282,522,814	353,536,438	862,707,148	1,216,243,586
	Liabilities						
13	Due to Banks	0	156,746,400	156,746,400	0	0	0
14	Current (Accounts) Deposits	88,601,676	118,657,648	207,259,324	89,011,717	110,064,892	199,076,610
15	Demand Deposits	39,750,238	124,236,583	163,986,822	45,403,520	192,564,120	237,967,640
16	Time Deposits	21,842,275	152,908,631	174,750,905	28,074,356	197,264,895	225,339,251
17	Own Debt Securities	0	0	0	0	0	0
18	Borrowings	0	300,893,175	300,893,175	0	307,300,995	307,300,995
19	Accrued Interest and Dividends Payable	796,799	6,404,396	7,201,195	1,101,826	7,322,669	8,424,494
20	Other Liabilities	8,415,168	8,046,217	16,461,384	5,854,716	7,241,999	13,096,715
21	Subordinated Debentures	0	61,290,000	61,290,000	0	60,180,000	60,180,000
22	Total liabilities	159,406,156	929,183,050	1,088,589,206	169,446,135	881,939,570	1,051,385,705
	Equity Capital						
23	Common Stock	88,914,815	X	88,914,815	88,914,815	X	88,914,815
24	Preferred Stock	0	X	0	0	X	0
25	Less: Repurchased Shares	0	X	0	0	X	0
26	Share Premium	36,388,151	X	36,388,151	36,388,151	X	36,388,151
27	General Reserves	0	X	0	0	X	0
28	Retained Earnings	68,630,641	X	68,630,641	39,554,915	X	39,554,915
29	Asset Revaluation Reserves	0	X	0	0	X	0
30	Total Equity Capital	193,933,608	X	193,933,608	164,857,881	X	164,857,881
31	Total liabilities and Equity Capital	353,339,764	929,183,050	1,282,522,814	334,304,016	881,939,570	1,216,243,586

Table 3 **Income statement**

in Lari

N	N	Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
		Interest Income					
1	Interest Income from Bank's "Nostró" and Deposit Accounts	1,065,276	470,248	1,535,524	1,681,709	267,459	1,949,168
2	Interest Income from Loans	10,986,600	28,329,160	39,315,760	8,542,227	27,908,976	36,451,202
2.1	from the Interbank Loans	180,490	-	180,490	481,121	-	481,121
2.2	from the Retail or Service Sector Loans	8,138,200	18,924,602	27,062,801	5,880,214	19,014,782	24,894,995
2.3	from the Energy Sector Loans	8,165	53,297	61,462	290	33,537	33,827
2.4	from the Agriculture and Forestry Sector Loans	272,810	769,785	1,042,595	139,275	590,316	729,591
2.5	from the Construction Sector Loans	913,639	1,207,280	2,120,919	335,169	883,778	1,218,947
2.6	from the Mining and Mineral Processing Sector Loans	50,607	530,664	581,271	73,744	253,988	327,732
2.7	from the Transportation or Communications Sector Loans	139,672	541,816	681,487	98,937	567,829	666,766
2.8	from Individuals Loans	816,195	4,958,060	5,774,254	1,126,940	4,908,214	6,035,154
2.9	from Other Sectors Loans	466,822	1,343,656	1,810,479	406,538	1,656,531	2,063,069
3	Fees/penalties income from loans to customers	122,322	197,609	319,930	127,442	445,953	573,395
4	Interest and Discount Income from Securities	537,379	-	537,379	880,832	-	880,832
5	Other Interest Income	-	-	-	-	-	-
6	Total Interest Income	12,711,577	28,997,017	41,708,593	11,232,211	28,622,388	39,854,598
		Interest Expense					
7	Interest Paid on Demand Deposits	905,085	831,870	1,736,956	893,431	1,526,505	2,419,935
8	Interest Paid on Time Deposits	966,452	2,569,489	3,535,941	1,281,346	3,748,229	5,029,576
9	Interest Paid on Banks Deposits	-	1,276,938	1,276,938	191	3,506	3,697
10	Interest Paid on Own Debt Securities	-	-	-	-	-	-
11	Interest Paid on Other Borrowings	-	8,191,578	8,191,578	-	8,384,881	8,384,881
12	Other Interest Expenses	-	-	-	-	-	-
13	Total Interest Expense	1,871,537	12,869,875	14,741,412	2,174,968	13,663,121	15,838,089
14	Net Interest Income	10,840,039	16,127,142	26,967,181	9,057,243	14,959,267	24,016,509
		Non-Interest Income					
15	Net Fee and Commission Income	(208,858)	1,740,742	1,531,884	(508,767)	1,703,642	1,194,875
15.1	Fee and Commission Income	2,617,186	2,525,760	5,142,946	2,285,404	2,704,546	4,989,950
15.2	Fee and Commission Expense	2,826,044	785,018	3,611,063	2,794,171	1,000,905	3,795,075
16	Dividend Income	-	7,819	7,819	-	7,517	7,517
17	Gain (Loss) from Dealing Securities	-	-	-	-	-	-
18	Gain (Loss) from Investment Securities	-	-	-	-	-	-
19	Gain (Loss) from Foreign Exchange Trading	2,269,127	-	2,269,127	5,499,453	-	5,499,453
20	Gain (Loss) from Foreign Exchange Translation	137,968	-	137,968	(3,848,412)	-	(3,848,412)
21	Gain (Loss) on Sales of Fixed Assets	25,999	-	25,999	(23,259)	-	(23,259)
22	Non-Interest Income from other Banking Operations	736,367	217,972	954,339	731,647	340,498	1,072,145
23	Other Non-Interest Income	441,141	54,687	495,828	178,828	57,818	236,646
24	Total Non-Interest Income	3,401,743	2,021,219	5,422,963	2,029,490	2,109,475	4,138,965
		Non-Interest Expenses					
25	Non-Interest Expenses from other Banking Operations	920,572	2,231,110	3,151,682	1,618,319	2,035,482	3,653,801
26	Bank Development, Consultation and Marketing Expenses	1,457,949	1,175,609	2,633,557	1,952,298	581,684	2,533,982
27	Personnel Expenses	6,252,372	-	6,252,372	7,831,190	-	7,831,190
28	Operating Costs of Fixed Assets	131,500	-	131,500	125,370	-	125,370
29	Depreciation Expense	2,416,066	-	2,416,066	3,225,521	-	3,225,521
30	Other Non-Interest Expenses	1,885,829	296	1,886,125	2,127,891	9,435	2,137,326
31	Total Non-Interest Expenses	13,064,288	3,407,015	16,471,303	16,880,588	2,626,600	19,507,188
32	Net Non-Interest Income	(9,662,545)	(1,385,795)	(11,048,340)	(14,851,098)	(517,125)	(15,368,223)
33	Net Income before Provisions	1,177,494	14,741,346	15,918,841	(5,793,855)	14,442,141	8,648,286
34	Loan Loss Reserve	(2,484,500)	X	(2,484,500)	(97,157)	X	(97,157)
35	Provision for Possible Losses on Investments and Securities	-	X	-	-	X	-
36	Provision for Possible Losses on Other Assets	2,380	X	2,380	1,161,453	X	1,161,453
37	Total Provisions for Possible Losses	(2,482,120)	-	(2,482,120)	1,064,296	-	1,064,296
38	Net Income before Taxes and Extraordinary Items	3,659,614	14,741,346	18,400,960	(6,858,151)	14,442,141	7,583,990
39	Taxation	2,830,968	-	2,830,968	948,058	-	948,058
40	Net Income after Taxation	828,646	14,741,346	15,569,993	(7,806,209)	14,442,141	6,635,932
41	Extraordinary Items	-	-	-	(101,746)	-	(101,746)
42	Net Income	828,646	14,741,346	15,569,993	(7,907,955)	14,442,141	6,534,186

Bank: JSC ProCredit Bank
Date:

June-18

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	Contingent Liabilities and Commitments	33,794,881	35,684,420	69,479,301	25,709,191	38,919,543	64,628,733
1.1	Guarantees Issued	19,207,959	17,726,019	36,933,978	13,812,872	19,264,755	33,077,627
1.2	Letters of credit Issued	0	381,008	381,008	0	1,354,767	1,354,767
1.3	Undrawn loan commitments	14,586,922	17,577,393	32,164,315	11,896,319	18,300,021	30,196,340
1.4	Other Contingent Liabilities	0	16,671	16,671	0	16,369	16,369
2	Guarantees received as security for liabilities of the bank	0	158,984,054	158,984,054	0	141,917,920	141,917,920
3	Assets pledged as security for liabilities of the bank	1,878,000	0	1,878,000	2,439,000	0	2,439,000
3.1	Financial assets of the bank	1,878,000	0	1,878,000	2,439,000	0	2,439,000
3.2	Non-financial assets of the bank	0	0	0	0	0	0
4	Guarantees received as security for receivables of the bank	62,487,916	285,922,543	348,410,459	41,501,317	277,340,637	318,841,954
4.1	Surety, joint liability	62,487,916	126,938,490	189,426,406	41,501,317	135,422,717	176,924,034
4.2	Guarantees	0	0	0	0	0	0
5	Assets pledged as security for receivables of the bank	242,711,278	993,993,184	1,236,704,462	229,290,039	963,691,295	1,192,981,333
5.1	Cash	3,539,538	6,783,954	10,323,492	3,067,736	8,419,999	11,487,735
5.2	Precious metals and stones	0	0	0	0	0	0
5.3	Real Estate:	211,838,151	942,427,240	1,154,265,391	210,226,660	924,476,165	1,134,702,825
5.3.1	Residential Property	66,519,344	279,168,828	345,688,172	82,319,130	291,868,271	374,187,400
5.3.2	Commercial Property	94,088,745	517,167,674	611,256,419	92,616,625	504,144,078	596,760,702
5.3.3	Complex Real Estate	0	0	0	0	0	0
5.3.4	Land Parcel	51,230,062	145,082,543	196,312,606	35,036,265	127,427,091	162,463,356
5.3.5	Other	0	1,008,195	1,008,195	254,640	1,036,726	1,291,367
5.4	Movable Property	24,913,448	42,112,709	67,026,157	15,352,087	29,391,359	44,743,446
5.5	Shares Pledged	0	424,132	424,132	0	1,005,326	1,005,326
5.6	Securities	30,896	0	30,896	30,896	0	30,896
5.7	Other	2,389,245	2,245,148	4,634,393	612,659	398,445	1,011,104
6	Derivatives	0	51,382,932	51,382,932	0	38,533,154	38,533,154
6.1	Receivables through FX contracts (except options)	0	25,683,300	25,683,300	0	19,210,800	19,210,800
6.2	Payables through FX contracts (except options)	0	25,699,632	25,699,632	0	19,322,354	19,322,354
6.3	Principal of interest rate contracts (except options)	0	0	0	0	0	0
6.4	Options sold	0	0	0	0	0	0
6.5	Options purchased	0	0	0	0	0	0
6.6	Nominal value of potential receivables through other derivatives	0	0	0	0	0	0
6.7	Nominal value of potential payables through other derivatives	0	0	0	0	0	0
7	Receivables not recognized on-balance	0	0	0	0	0	0
7.1	Principal of receivables derecognized during last 3 month	123,067	1,778,887	1,901,953	161,341	1,697,148	1,858,488
7.2	Interest and penalty receivable not recognized on-balance or derecognized during last 3 month	143,239	349,597	492,836	165,072	484,214	649,286
7.3	Principal of receivables derecognized during 5 years month (including last 3 month)	6,403,732	33,643,645	40,047,378	7,782,463	30,174,279	37,956,741
7.4	Interest and penalty receivable not recognized on-balance or derecognized during last 5 years (including last 3 month)	2,209,678	10,778,354	12,988,032	2,655,100	11,220,537	13,875,636
8	Non-cancelable operating lease	325,105	276,149	601,254	325,204	879,671	1,204,875
8.1	Through indefinit term agreement	0	0	0	0	0	0
8.2	Within one year	5,025	276,149	281,174	5,124	879,671	884,795
8.3	From 1 to 2 years	320,080	0	320,080	320,080	0	320,080
8.4	From 2 to 3 years	0	0	0	0	0	0
8.5	From 3 to 4 years	0	0	0	0	0	0
8.6	From 4 to 5 years	0	0	0	0	0	0
8.7	More than 5 years	0	0	0	0	0	0
9	Capital expenditure commitment	0	0	0	0	0	0

Bank: JSC ProCredit Bank
Date:

June-18

Table 5

Risk Weighted Assets

in Lari

N		30-Jun-18	30-Mar-18
1	Risk Weighted Assets for Credit Risk	981,459,782	946,848,796
1.1	Balance sheet items	940,186,628	903,708,038
1.1.1	Including: amounts below the thresholds for deduction (subject to 250% risk weight)		
1.2	Off-balance sheet items	41,170,422	43,033,614
1.3	Counterparty credit risk	102,733	107,143
2	Risk Weighted Assets for Market Risk	13,186,161	13,377,021
3	Risk Weighted Assets for Operational Risk	148,961,725	148,961,725
4	Total Risk Weighted Assets	1,143,607,669	1,109,187,542

Bank: JSC ProCredit Bank

Date:

June-18

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

Members of Supervisory Board	
1	Ilir I. Aliu
2	Jovanka Joleska Popovska
3	Sandrine Massiani
4	Wolfgang Bertelsmeier
5	Marcel Zeitinger
6	
7	
8	
9	
10	
Members of Board of Directors	
1	Ketevan Khuskivadze
2	Alex Matua
3	David Gabelashvili
4	Natia Tkhilaishvili
5	
6	
7	
8	
9	
10	
List of Shareholders owning 1% and more of issued capital, indicating Shares	
1	Procredit Holding (ProCredit Holding AG & Co. KGaA) 100%
List of bank beneficiaries indicating names of direct or indirect holders of 5% or more of shares	
1	Zeitinger Invest GmbH 16.8%
2	KfW - Kreditanstalt für Wiederaufbau 13.2%
3	DOEN Foundation 12.5%
4	IFC - International Finance Corporation 10.0%
5	TIAA-CREF - Teachers Insurance and Annuity Association 8.6%

Bank: JSC ProCredit Bank

Date:

June-18

Table 7 Linkages between financial statement assets and balance sheet items subject to credit risk weighting

	Account name of standardized supervisory balance sheet item	a Carrying values as reported in published stand-alone financial statements per local accounting rules	b Carrying values of items	
			Not subject to capital requirements or subject to deduction from capital	c Subject to credit risk weighting
1	Cash	43,814,846		43,814,846
2	Due from NBG	130,731,509		130,731,509
3	Due from Banks	69,694,342		69,694,342
4	Dealing Securities	0		
5	Investment Securities	18,100,391		18,100,391
6.1	Loans	956,809,833		956,809,833
6.2	Less: Loan Loss Reserves	-30,414,799		-30,414,799
6	Net Loans	926,395,035		926,395,035
7	Accrued Interest and Dividends Receivable	6,341,842		6,341,842
8	Other Real Estate Owned & Repossessed Assets	0		
9	Equity Investments	6,345,658	6,194,572	151,086
10	Fixed Assets and Intangible Assets	65,737,628	1,281,930	64,455,698
11	Other Assets	15,361,564		15,361,564
	Total exposures subject to credit risk weighting before adjustments	1,282,522,814	7,476,502	1,275,046,312

Bank: JSC ProCredit Bank

Date:

June-18

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

1	Total carrying value of balance sheet items subject to credit risk weighting before adjustments	1,275,046,312
2.1	Nominal values of off-balance sheet items subject to credit risk weighting	69,487,861
2.2	Nominal values of off-balance sheet items subject to counterparty credit risk weighting	25,683,300
3	Total nominal values of on-balance and off-balance sheet items before any adjustments used for credit risk weighting purposes	1,370,217,473
4	Effect of provisioning rules used for capital adequacy purposes	18,242,470
5.1	Effect of credit conversion factor of off-balance sheet items related to credit risk framework	-23,652,123
5.2	Effect of credit conversion factor of off-balance sheet items related to counterparty credit risk framework (table CCR)	-25,169,634
6	Effect of other adjustments	
7	Total exposures subject to credit risk weighting	1,339,638,186

Table 9

Regulatory capital

N		in Lari
1	Common Equity Tier 1 capital before regulatory adjustments	193,933,608
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)	68,630,641
7	Regulatory Adjustments of Common Equity Tier 1 capital	7,476,502
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	1,281,930
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	Common Equity Tier 1	186,457,106
24	Additional tier 1 capital before regulatory adjustments	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	Regulatory Adjustments of Additional Tier 1 capital	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	Additional Tier 1 Capital	0
36	Tier 2 capital before regulatory adjustments	44,139,047
37	Instruments that comply with the criteria for Tier 2 capital	31,870,800
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	12,268,247
40	Regulatory Adjustments of Tier 2 Capital	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	Tier 2 Capital	44,139,047

Table 10 Reconciliation of balance sheet to regulatory capital

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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	43,814,846	
2	Due from NBS	130,731,509	
3	Due from Banks	69,694,342	
4	Dealing Securities	0	
5	Investment Securities	18,100,391	
6.1	Loans	956,809,833	
6.2	Less: Loan Loss Reserves	-30,414,799	
6.2.1	Of which general loan loss reserves	-12,268,247	table 9 (Capital), N39
6	Net Loans	926,395,035	
7	Accrued Interest and Dividends Receivable	6,341,842	
8	Other Real Estate Owned & Repossessed Assets	0	
9	Equity Investments	6,345,658	
9.1	Of which above 10% of the share capital of other commercial entities	6,194,572	table 9 (Capital), N17
9.2	Of which significant investments subject to limited recognition	0	
9.3	Of which below 10% equity holdings subject to limited recognition	0	
10	Fixed Assets and Intangible Assets	65,737,628	
10.1	Of which intangible assets	1,281,930	table 9 (Capital), N10
11	Other Assets	15,361,564	
12	Total assets	1,282,522,814	
13	Due to Banks	156,746,400	
14	Current (Accounts) Deposits	207,259,324	
15	Demand Deposits	163,986,822	
16	Time Deposits	174,750,905	
17	Own Debt Securities	0	
18	Borrowings	300,893,175	
19	Accrued Interest and Dividends Payable	7,201,195	
20	Other Liabilities	16,461,384	
20.1	Of which general reserves on off-balance items	752,788	
21	Subordinated Debentures	61,290,000	
21.1	Of which tier II capital qualifying instruments	31,870,800	table 9 (Capital), N37
22	Total liabilities	1,088,589,206	
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), N3
27	General Reserves	0	
28	Retained Earnings	68,630,641	table 9 (Capital), N6
29	Asset Revaluation Reserves	0	
30	Total Equity Capital	193,933,608	

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

Exposure class	0%		20%		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	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	
1. Claims on consolidated entities on collateral provided by central banks	26,735,150	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	150,201,392
2. Claims on consolidated entities on collateral accepted by central authorities	0	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	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	0
5. Claims on consolidated entities on interbank credit facilities	0	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	0	55,871,028	0	0	0	2,375,388	0	0	0	0	0	0	0	0	0	14,913,038
7. Claims on consolidated entities on government securities	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	482,348,036
8. Claims on consolidated entities on deposits	0	0	0	0	0	0	0	0	400,932,461	0	441,508,803	45,838,238	0	0	0	0	175,726,881
9. Claims on consolidated entities on other financial assets	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10. Claims on consolidated entities on other financial assets	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11. Claims on consolidated entities on other financial assets	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12. Claims on consolidated entities on other financial assets	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13. Claims on consolidated entities on other financial assets	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14. Other items	44,814,868	0	0	0	0	0	0	0	0	0	24,860,184	0	0	0	0	0	24,860,184
Total	72,549,918	0	55,871,028	0	0	0	2,375,388	0	400,932,461	0	466,368,987	45,838,238	0	0	0	0	1,049,997,141

Table 13 Standardized approach - Effect of credit risk mitigation

	a	b		d	e	f
		On-balance sheet exposures	Off-balance sheet exposures - Nominal value			
Asset Classes						
1	149,024,460			120,291,327	13,577,500	9%
2	0			0	0	
3	0			0	0	
4	0			0	0	
5	0			0	0	
6	70,989,010			14,910,598	14,910,598	21%
7	441,508,857	69,487,861	45,835,738	487,344,596	481,043,990	99%
8	500,974,481			375,730,861	375,215,161	75%
9	0			0	0	
10	3,622,916			3,622,916	3,622,916	100%
11	9,494,061			19,126,734	19,126,734	201%
12	0			0	0	
13	0			0	0	
14	117,674,997			73,860,151	73,860,151	63%
Total	1,293,288,782	69,487,861	45,835,738	1,094,887,181	981,357,049	73%

Table 11 Liquidity Coverage Ratio

	Total unweighted value (daily average)			Total weighted values according to NBG's methodology* (daily average)			Total weighted values according to Basel methodology (daily average)		
	GEL	FX	Total	GEL	FX	Total	GEL	FX	Total
High-quality liquid assets									
1 Total HQLA				74,416,290	132,108,997	206,525,287	51,520,270	143,888,619	195,408,888
Cash outflows									
2 Retail deposits	44,824,329	282,085,325	326,909,654	8,948,652	53,364,548	62,313,200	2,179,364	13,804,339	15,983,703
3 Unsecured wholesale funding	92,776,065	608,174,132	700,950,198	29,838,839	44,041,391	73,880,230	28,132,625	42,895,292	71,027,917
4 Secured wholesale funding	-	-	-	-	-	-	-	-	-
5 Outflows related to off-balance sheet obligations and net short position of derivative exposures	33,970,149	45,115,216	79,085,365	6,927,093	10,423,237	17,350,331	3,306,370	3,611,781	6,918,151
6 Other contractual funding obligations	-	-	-	-	-	-	-	-	-
7 Other contingent funding obligations	9,206,861	13,495,180	22,702,041	2,928,490	7,321,537	10,250,027	2,928,490	7,321,537	10,250,027
8 TOTAL CASH OUTFLOWS	180,777,404	948,869,853	1,129,647,258	48,643,074	115,150,714	163,793,788	36,546,850	67,632,949	104,179,799
Cash inflows									
9 Secured lending (eg reverse repos)	7,171,395	-	7,171,395	-	-	-	-	-	-
10 Inflows from fully performing exposures	211,629,522	723,476,240	935,105,762	3,918,719	10,217,845	14,136,564	26,814,739	28,827,359	55,642,098
11 Other cash inflows	202,022	-	202,022	202,022	-	202,022	202,022	-	202,022
12 TOTAL CASH INFLOWS	219,002,940	723,476,240	942,479,180	4,120,741	10,217,845	14,338,586	27,016,762	28,827,359	55,844,120
				Total value according to NBG's methodology* (with limits)			Total value according to Basel methodology (with limits)		
13 Total HQLA				84,049,707	142,568,238	226,617,945	48,021,428	142,505,412	190,526,840
14 Net cash outflow				49,642,212	98,899,903	148,542,114	9,860,005	21,692,856	31,552,862
15 Liquidity coverage ratio (%)				169.31%	144.15%	152.6%	487.0%	656.9%	604%

* Commercial banks are required to comply with the limits by coefficients calculated according to NBG's methodology. The numbers calculated within Basel framework are given for illustrative purposes.

