

Bank: JSC "Basisbank"

Annex to Transparency Regulation about Financial Condition of a Commercial Bank

Date: 30-Jun-16

sheet N1

## Balance Sheet \*

in lari

N	ASSETS	Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	Cash	8,148,766	13,611,834	21,760,600	9,071,679	11,093,990	20,165,669
2	Due from NBG	9,443,197	77,784,322	87,227,519	14,216,874	40,779,869	54,996,742
3	Due from Banks	2,094,540	25,105,226	27,199,766	70,384,239	5,442,426	75,826,665
4	Dealing Securities	0	0	0	0	0	0
5	Investment Securities	113,135,784	0	113,135,784	155,811,260	0	155,811,260
6.1	Loans	154,947,675	296,482,698	451,430,373	156,833,369	242,929,829	399,763,198
6.2	Less: Loan Loss Reserves	(4,816,375)	(15,604,159)	(20,420,534)	(4,409,201)	(12,630,292)	(17,039,493)
6	Net Loans	150,131,300	280,878,539	431,009,839	152,424,167	230,299,537	382,723,704
7	Accrued Interest and Dividends Receivable	3,598,625	1,745,492	5,344,117	3,074,554	1,778,065	4,852,619
8	Other Real Estate Owned & Repossessed Assets	4,508,947	X	4,508,947	1,714,147	X	1,714,147
9	Equity Investments	5,259,355	0	5,259,355	5,259,355	0	5,259,355
10	Fixed Assets and Intangible Assets	22,754,238	X	22,754,238	17,605,033	X	17,605,033
11	Other Assets	4,057,563	4,797,816	8,855,379	2,900,526	6,127,265	9,027,790
12	<b>TOTAL ASSETS</b>	323,132,316	403,923,228	727,055,544	432,461,833	295,521,151	727,982,984
	<b>LIABILITIES</b>						
13	Due to Banks	4,027,485	10,602,096	14,629,580	5,528,778	67,877,612	73,406,390
14	Current (Accounts) Deposits	60,485,773	63,123,013	123,608,786	53,253,079	35,633,471	88,886,549
15	Demand Deposits	28,055,408	43,758,414	71,813,823	24,209,704	36,856,108	61,065,812
16	Time Deposits	41,416,305	216,399,955	257,816,260	68,482,691	123,564,285	192,046,975
17	Own Debt Securities			0			0
18	Borrowings	7,634,463	77,562,809	85,197,272	127,988,713	34,236,895	162,225,608
19	Accrued Interest and Dividends Payable	1,099,782	6,032,682	7,132,463	1,876,394	3,142,956	5,019,349
20	Other Liabilities	6,674,542	1,137,663	7,812,205	5,196,388	1,273,506	6,469,894
21	Subordinated Debentures	0	0	0	0	4,496,600	4,496,600
22	<b>Total Liabilities</b>	149,393,757	418,616,632	568,010,389	286,535,746	307,081,432	593,617,178
	<b>EQUITY CAPITAL</b>						
23	Common Stock	16,013,147	X	16,013,147	15,975,647	X	15,975,647
24	Preferred Stock	0	X	0	0	X	0
25	Less: Repurchased Shares	0	X	0	0	X	0
26	Share Premium	74,477,813	X	74,477,813	74,196,872	X	74,196,872
27	General Reserves	47,179,134	X	47,179,134	35,303,003	X	35,303,003
28	Retained Earnings	12,773,406	X	12,773,406	5,420,088	X	5,420,088
29	Asset Revaluation Reserves	8,601,655	X	8,601,655	3,470,195	X	3,470,195
30	<b>Total Equity Capital</b>	159,045,154	X	159,045,154	134,365,806	X	134,365,806
31	<b>TOTAL LIABILITIES AND EQUITY CAPITAL</b>	308,438,912	418,616,632	727,055,544	420,901,552	307,081,432	727,982,984

• Non-audited data presented in accordance of the regulations of NBG

Bank: JSC "Basisbank"

Date: 30-Jun-16

sheet N2

Income Statement *		Reporting Period			Respective period of the previous year		
		in lari					
N		GEL	FX	Total	GEL	FX	Total
	<b>Interest Income</b>						
1	Interest Income from Bank's "Nostro" and Deposit Accounts	411,745	310,023	721,769	489,739	35,735	525,474
2	Interest Income from Loans	10,047,213	15,133,819	25,181,031	6,730,720	12,905,544	19,636,265
2.1	from the Interbank Loans	1,114		1,114	318,302		318,302
2.2	from the Retail or Service Sector Loans	2,079,097	4,896,268	6,975,365	1,693,348	4,163,811	5,857,159
2.3	from the Energy Sector Loans	138,791	3,088	141,879	80,925	5,927	86,852
2.4	from the Agriculture and Forestry Sector Loans	253,249	514,704	767,953	63,004	353,034	416,038
2.5	from the Construction Sector Loans	527,111	1,825,091	2,352,202	218,268	1,480,306	1,698,573
2.6	from the Mining and Mineral Processing Sector Loans	522,934	571,947	1,094,881	645,715	545,510	1,191,225
2.7	from the Transportation or Communications Sector Loans	509	29,250	29,759	280	24,751	25,031
2.8	from Individuals Loans	3,929,618	6,810,462	10,740,080	2,881,477	5,831,349	8,712,826
2.9	from Other Sectors Loans	2,594,789	483,009	3,077,798	829,402	500,857	1,330,259
3	Fees/penalties income from loans to customers	175,250	572,920	748,170	128,007	347,950	475,957
4	Interest and Discount Income from Securities	4,434,965		4,434,965	4,910,630		4,910,630
5	Other Interest Income	370,717	106,498	477,215	261,334	116,756	378,091
6	<b>Total Interest Income</b>	15,439,890	16,123,260	31,563,150	12,520,431	13,405,985	25,926,416
	<b>Interest Expense</b>						
7	Interest Paid on Demand Deposits	1,783,016	672,571	2,455,587	1,141,183	582,482	1,723,665
8	Interest Paid on Time Deposits	1,546,098	5,125,172	6,671,271	1,989,361	2,975,998	4,965,359
9	Interest Paid on Banks Deposits	692,792	29,021	721,812	209,549	165,745	375,295
10	Interest Paid on Own Debt Securities	32,837		32,837	37,533		37,533
11	Interest Paid on Other Borrowings	1,073,985	1,920,948	2,994,933	1,105,661	1,165,978	2,271,638
12	Other Interest Expenses			0			0
13	<b>Total Interest Expense</b>	5,128,729	7,747,712	12,876,440	4,483,287	4,890,203	9,373,489
14	<b>Net Interest Income</b>	10,311,161	8,375,548	18,686,709	8,037,145	8,515,782	16,552,927
	<b>Non-Interest Income</b>						
15	Net Fee and Commission Income	674,106	76,711	750,817	989,492	80,191	1,069,683
15.1	Fee and Commission Income	1,308,618	1,143,464	2,452,082	1,587,469	1,049,484	2,636,954
15.2	Fee and Commission Expense	634,511	1,066,754	1,701,265	597,977	969,293	1,567,270
16	Dividend Income			0			0
17	Gain (Loss) from Dealing Securities			0			0
18	Gain (Loss) from Investment Securities			0			0
19	Gain (Loss) from Foreign Exchange Trading	2,043,588		2,043,588	1,900,233		1,900,233
20	Gain (Loss) from Foreign Exchange Translation	(115,295)		(115,295)	(25,874)		(25,874)
21	Gain (Loss) on Sales of Fixed Assets	10,344		10,344	38,528		38,528
22	Non-Interest Income from other Banking Operations	67,297	1,348	68,645	60,184	88,798	148,982
23	Other Non-Interest Income	282,762	928,470	1,211,232	268,296	213,344	481,640
24	<b>Total Non-Interest Income</b>	2,962,804	1,006,528	3,969,332	3,230,859	382,333	3,613,192
	<b>Non-Interest Expenses</b>						
25	Non-Interest Expenses from other Banking Operations	435,455	24,030	459,485	413,968	74,114	488,081
26	Bank Development, Consultation and Marketing Expenses	719,522	43,023	762,546	773,853	33,736	807,589
27	Personnel Expenses	4,668,850		4,668,850	4,091,853		4,091,853
28	Operating Costs of Fixed Assets	43,233		43,233	36,772		36,772
29	Depreciation Expense	632,717		632,717	474,993		474,993
30	Other Non-Interest Expenses	996,485	14,147	1,010,633	858,497	28,155	886,653
31	<b>Total Non-Interest Expenses</b>	7,496,263	81,201	7,577,464	6,649,936	136,005	6,785,941
32	<b>Net Non-Interest Income</b>	(4,533,460)	925,327	(3,608,132)	(3,419,077)	246,327	(3,172,750)
33	<b>Net Income before Provisions</b>	5,777,702	9,300,875	15,078,577	4,618,068	8,762,109	13,380,177
34	Loan Loss Reserve	185,927	X	185,927	7,447,113	X	7,447,113
35	Provision for Possible Losses on Investments and Securities		X	0		X	0
36	Provision for Possible Losses on Other Assets	569,790	X	569,790	236,224	X	236,224
37	<b>Total Provisions for Possible Losses</b>	755,717	0	755,717	7,683,337	0	7,683,337
38	<b>Net Income before Taxes and Extraordinary Items</b>	5,021,985	9,300,875	14,322,860	(3,065,269)	8,762,109	5,696,840
39	Taxation	1,546,454		1,546,454	259,132		259,132
40	<b>Net Income after Taxation</b>	3,475,531	9,300,875	12,776,406	(3,324,401)	8,762,109	5,437,708
41	Extraordinary Items	(3,000)		(3,000)	(17,620)		(17,620)
42	<b>Net Income</b>	3,472,531	9,300,875	12,773,406	(3,342,021)	8,762,109	5,420,088

Non-audited data presented in accordance of the regulations of NBS

Bank: JSC "Basisbank"

Annex to Transparency Regulation about Financial Condition of a Commercial Bank

Date: 30-Jun-16

sheet N3

## Off Balance Sheet Items

in lari

N		Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	<b>Conditional Obligations</b>	186,097,648	2,518,542,584	2,704,640,232	343,518,919	2,353,526,552	2,697,045,470
1.1	Acceptances and Endorsements			-			-
1.2	Guarantees Given	43,188,908	4,739,060	47,927,968	35,301,892	4,847,359	40,149,250
1.3	Guarantees Received	75,001,165	1,933,136,606	2,008,137,771	91,895,760	1,708,350,123	1,800,245,883
1.4	Pledged Assets Given	18,629,000	-	18,629,000	141,006,488	25,889,886	166,896,374
1.5	Pledged Assets Received	49,278,576	580,666,918	629,945,494	75,314,779	614,439,185	689,753,963
1.6	Other Contingent Liabilities	-	-	-	-	-	-
2	<b>Legally Binding Obligations</b>	21,041,598	29,139,975	50,181,573	15,700,224	18,980,534	34,680,758
2.1	Funding Commitments of the Bank	12,374,423	24,171,715	36,546,139	14,870,329	15,335,736	30,206,065
2.2	Funding Commitments of other Parties	8,503,200	4,925,329	13,428,529	807,200	3,603,518	4,410,718
2.3	Commitments to Purchase Investment Securities			-			-
2.4	Commitments to Sell Investment Securities			-			-
2.5	Foreign Exchange Operations	-		-	-		-
2.6	Forward Foreign Exchange Contracts	-	-	-	-	-	-
2.7	Other Commitments	163,974	42,931	206,905	22,695	41,281	63,976
3	<b>Other Liabilities</b>	43,188,908	4,739,060	47,927,968	35,301,892	4,847,359	40,149,250
3.1	Obligation Of the Issuer (endorser) to the Bank			-			-
3.2	Clients' Liabilities	43,188,908	4,739,060	47,927,968	35,301,892	4,847,359	40,149,250
3.3	Third Parties' Clients' Liability to the Bank		-	-		-	-
4	<b>Items to be Held in Safekeeping</b>	3,850,000	-	3,850,000	-	-	-
4.1	Precious Metals			-			-
4.2	Securities	3,850,000		3,850,000			-
4.3	Other Items	-		-	-		-
5	<b>Interest Rate Contracts</b>	-	-	-	-	-	-
5.1	Notional Value of Interest Rate Swaps			-			-
5.2	Forward Contracts on Financial Instruments			-			-
5.3	Futures Contracts on Financial Instruments			-			-
5.4	Options		-	-		-	-
6	<b>Contracts on Commodities and Shareholders Capital</b>	-	-	-	-	-	-
6.1	Notional Value of Swaps			-			-
6.2	Forward Contracts			-			-
6.3	Futures Contracts			-			-
6.4	Options			-			-
7	<b>Unsettled Documents</b>	379,798,847	1,926,623	381,725,470	343,631,062	225,999	343,857,061
7.1	Accounting Documents not Paid in due Time by Reason of Client	379,798,847	1,926,623	381,725,470	343,631,062	225,999	343,857,061
7.2	Accounting Documents not Paid in due Time by Reason of Bank			-			-
7.3	Unissued Capital			-			-
8	<b>Written Off Loans</b>	3,987,417	4,890,958	8,878,375	3,263,696	3,448,935	6,712,630
8.1	Unpaid Interest on Loans up to 31.12.2000	-	-	-	-	-	-
8.2	Unpaid Interest on Loans from to 01.01.2001	561,622	2,265,789	2,827,410	285,150	1,667,100	1,952,249
8.3	Problem Loans Written off up to 31.12.2000	-	-	-	-	-	-
8.4	Problem Loans Written off up to 01.01.2001	3,425,795	2,516,979	5,942,774	2,978,546	1,781,835	4,760,381
8.5	Other Written Off Assets	-	108,190	108,190	-	-	-
9	<b>Other Valuables and Documents</b>	762	-	762	653	-	653
9.1	Undistributed value parcels			-			-
9.2	Small value inventory			-			-
9.3	Strict reporting forms	762	-	762	653	-	653
9.4	Payment of Special Lottery			-			-
10	<b>Total</b>	637,965,180	2,559,239,200	3,197,204,380	741,416,446	2,381,029,378	3,122,445,823

Bank:

JSC "Basisbank"

Date:

30-Jun-16

sheet N4

<b>Economic Ratios</b>			
		Reporting Period	Respective period of the previous year
	<b>CAPITAL</b>		
1	Tier 1 Capital Ratio $\geq 7.2\%$	20.44%	20.68%
2	Regulatory Capital Ratio $\geq 10.8\%$	22.69%	22.73%
3	Risk Weighted Assets/Total Assets	92.23%	82.93%
4	Cash Dividend/Net Income	15.56%	10.41%
	<b>Income</b>		
5	Total Interest Income /Average Annual Assets	8.68%	7.62%
6	Total Interest Expense / Average Annual Assets	3.54%	2.76%
7	Earnings from Operations / Average Annual Assets	4.17%	3.93%
8	Net Interest Margin	5.14%	4.87%
9	Return on Average Assets (ROA)	3.51%	1.59%
10	Return on Average Equity (ROE)	16.67%	8.19%
	<b>ASSET QUALITY</b>		
11	Non Performed Loans / Total Loans	3.38%	3.20%
12	LLR/Total Loans	4.52%	4.26%
13	FX Loans/Total Loans	65.68%	60.77%
14	FX Assets/Total Assets	55.56%	40.59%
15	Loan Growth-YTD	-2.21%	43.83%
	<b>LIQUIDITY</b>		
16	Liquid Assets/Total Assets	32.83%	21.06%
17	FX Liabilities/Total Liabilities	73.70%	51.73%
18	Current & Demand Deposits/Total Assets	26.88%	20.60%

Bank:

Date:

30-Jun-16

Information about Supervisory Board, Directorate and Shareholders		
<b>Members of Supervisory Board</b>		
1	Zhang Jun	
2	Zhou Ning	
3	Zaiqi Mi	
4	David Tsaava	
5	Li Hui	
<b>Members of Board of Directors</b>		
1	David Tsaava	
2	Lia Aslanikashvili	
3	David Kakabadze	
4	Levan Gardaphkhadze	
5	Li Hui	
<b>List of Shareholders owning 1% and more of issued capital, indicating Shares</b>		
1	Xinjiang HuaLing Industry & Trade (Group) Co LTD	92.56%
2	Zaiqi Mi	6.99%
<b>List of bank beneficiaries indicating names of direct or indirect holders of 5% or more of</b>		
1	Enhua Mi	92.47%
2	Zaiqi Mi	6.99%