

	Pillar 3 quarterly report	
1	Name of a bank	JSC "BasisBank"
2	Chairman of the Supervisory Board	Zhang Jun
3	CEO of a bank	David Tsaava
4	Bank's web page	www.basisbank.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.

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Bank: JSC "BasisBank"
Date: 6/30/2019

Table 1 Key metrics

N		30-Jun-19	31-Mar-19	31-Dec-18	30-Sep-18	30-Jun-18
	Regulatory capital (amounts, GEL)					
	Based on Basel III framework					
1	Common Equity Tier 1 (CET1)	210,197,882	209,924,565	207,916,638	196,327,318	188,528,761
2	Tier 1	210,197,882	209,924,565	207,916,638	196,327,318	188,528,761
3	Total regulatory capital	225,806,273	224,305,045	221,980,554	209,132,513	199,865,410
	Risk-weighted assets (amounts, GEL)					
4	Risk-weighted assets (RWA) (Based on Basel III framework)	1,354,642,968	1,243,022,792	1,227,819,486	1,113,866,215	997,805,918
	Capital ratios as a percentage of RWA					
	Based on Basel III framework					
5	Common equity Tier 1 ratio $\geq 8.7569456051088\%$	15.52%	16.89%	16.93%	17.63%	18.89%
6	Tier 1 ratio $\geq 10.8497752064015\%$	15.52%	16.89%	16.93%	17.63%	18.89%
7	Total Regulatory Capital ratio $\geq 16.3244963704684\%$	16.67%	18.05%	18.08%	18.78%	20.03%
	Income					
8	Total Interest Income / Average Annual Assets	7.59%	7.60%	7.84%	7.81%	7.70%
9	Total Interest Expense / Average Annual Assets	3.69%	3.68%	3.51%	3.44%	3.32%
10	Earnings from Operations / Average Annual Assets	2.37%	2.50%	3.15%	3.39%	3.43%
11	Net Interest Margin	3.91%	3.92%	4.33%	4.37%	4.38%
12	Return on Average Assets (ROAA)	0.88%	0.65%	2.87%	2.62%	2.73%
13	Return on Average Equity (ROAE)	5.66%	4.09%	17.64%	15.97%	16.55%
	Asset Quality					
14	Non Performed Loans / Total Loans	6.17%	5.14%	3.76%	4.36%	4.36%
15	LLR/Total Loans	4.48%	4.27%	3.76%	4.20%	4.42%
16	FX Loans/Total Loans	63.59%	63.38%	63.05%	65.69%	63.93%
17	FX Assets/Total Assets	56.71%	56.16%	57.23%	57.52%	58.20%
18	Loan Growth-YTD	3.56%	1.73%	16.27%	12.09%	-0.09%
	Liquidity					
19	Liquid Assets/Total Assets	31.97%	29.84%	30.38%	22.22%	28.99%
20	FX Liabilities/Total Liabilities	68.69%	69.07%	69.73%	70.48%	72.67%
21	Current & Demand Deposits/Total Assets	23.36%	24.57%	26.60%	19.30%	20.94%
	Liquidity Coverage Ratio***					
22	Total HQLA	425,348,002	369,765,654	385,346,441	272,594,786	307,246,027
23	Net cash outflow	211,554,192	210,151,384	225,044,412	201,578,255	240,418,527
24	LCR ratio (%)	201.06%	175.95%	171.23%	135.23%	127.80%

*** 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 illustratory purposes.

Bank: JSC "BasisBank"
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Table 2

Balance Sheet

in Lari

N	Assets	Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	Cash	15,870,650	22,057,898	37,928,547	13,857,124	16,416,480	30,273,604
2	Due from NBG	25,656,301	223,699,666	249,355,966	6,672,798	154,622,009	161,294,807
3	Due from Banks	10,258,722	24,214,798	34,473,520	623,872	39,908,427	40,532,299
4	Dealing Securities	0	0	0	0	0	0
5	Investment Securities	199,917,744	5,622,652	205,540,396	150,702,964	0	150,702,964
6.1	Loans	344,811,273	602,336,490	947,147,764	283,452,203	502,395,537	785,847,740
6.2	Less: Loan Loss Reserves	-11,161,393	-31,281,426	-42,442,819	-9,510,796	-25,201,132	-34,711,928
6	Net Loans	333,649,880	571,055,064	904,704,945	273,941,407	477,194,405	751,135,812
7	Accrued Interest and Dividends Receivable	7,325,713	3,240,514	10,566,226	4,975,096	2,809,963	7,785,059
8	Other Real Estate Owned & Repossessed Assets	8,048,305	0	8,048,305	9,506,263	0	9,506,263
9	Equity Investments	9,362,704	0	9,362,704	4,362,705	0	4,362,705
10	Fixed Assets and Intangible Assets	31,381,804	0	31,381,804	23,862,282	0	23,862,282
11	Other Assets	8,261,860	1,168,780	9,430,640	7,971,442	420,205	8,391,647
12	Total assets	649,733,682	851,059,372	1,500,793,054	496,475,953	691,371,489	1,187,847,442
	Liabilities						
13	Due to Banks	10,001,144	3,265,700	13,266,844	25,001,144	33,096,600	58,097,744
14	Current (Accounts) Deposits	128,416,241	85,607,775	214,024,016	79,437,086	53,826,908	133,263,994
15	Demand Deposits	47,069,888	89,436,637	136,506,526	42,658,101	72,795,830	115,453,931
16	Time Deposits	103,464,789	316,068,830	419,533,619	72,451,849	301,945,962	374,397,811
17	Own Debt Securities	0	0	0			0
18	Borrowings	99,886,000	366,460,486	466,346,486	40,000,000	248,594,015	288,594,015
19	Accrued Interest and Dividends Payable	2,379,619	12,682,159	15,061,778	1,489,433	8,075,576	9,565,008
20	Other Liabilities	9,400,592	5,202,461	14,603,053	9,446,881	1,032,904	10,479,785
21	Subordinated Debentures	0	0	0	0	0	0
22	Total liabilities	400,618,273	878,724,049	1,279,342,322	270,484,493	719,367,796	989,852,289
	Equity Capital						
23	Common Stock	16,137,647	0	16,137,647	16,096,897	0	16,096,897
24	Preferred Stock	0	0	0	0	0	0
25	Less: Repurchased Shares	0	0	0	0	0	0
26	Share Premium	75,783,643	0	75,783,643	75,284,048	0	75,284,048
27	General Reserves	113,629,628	0	113,629,628	82,128,716	0	82,128,716
28	Retained Earnings	6,246,578	0	6,246,578	15,883,837	0	15,883,837
29	Asset Revaluation Reserves	9,653,235	0	9,653,235	8,601,655	0	8,601,655
30	Total Equity Capital	221,450,731	0	221,450,731	197,995,153	0	197,995,153
31	Total liabilities and Equity Capital	622,069,005	878,724,049	1,500,793,054	468,479,646	719,367,796	1,187,847,442

Bank: JSC "BasisBank"
Date: 6/30/2019

Table 3 **Income statement** in Lari

N		Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
	Interest Income						
1	Interest Income from Bank's "Nostro" and Deposit Accounts	786,374	679,724	1,466,099	333,213	671,660	1,004,873
2	Interest Income from Loans	18,839,366	22,559,948	41,399,314	14,255,113	22,014,489	36,269,602
2.1	from the Interbank Loans	0	0	-	204,310		204,310
2.2	from the Retail or Service Sector Loans	2,793,127	10,200,121	12,993,248	2,190,136	9,723,004	11,913,140
2.3	from the Energy Sector Loans	494,545	168	494,714	436,109	297,230	733,338
2.4	from the Agriculture and Forestry Sector Loans	576,942	184,386	761,328	449,546	345,577	795,123
2.5	from the Construction Sector Loans	1,262,854	1,497,559	2,760,413	485,528	2,052,602	2,538,130
2.6	from the Mining and Mineral Processing Sector Loans	352,588	817,675	1,170,263	684,867	387,877	1,072,744
2.7	from the Transportation or Communications Sector Loans	27,562	409,386	436,948	10,127	372,756	382,883
2.8	from Individuals Loans	10,115,745	6,381,587	16,497,332	7,657,955	6,427,290	14,085,246
2.9	from Other Sectors Loans	3,216,003	3,069,066	6,285,069	2,136,535	2,408,152	4,544,688
3	Fees/penalties income from loans to customers	986,269	1,094,967	2,081,236	329,859	754,561	1,084,420
4	Interest and Discount Income from Securities	7,054,983	207,851	7,262,834	5,705,368		5,705,368
5	Other Interest Income	1,402,034	157,353	1,559,387	634,871	104,995	739,866
6	Total Interest Income	29,069,026	24,699,844	53,768,870	21,258,424	23,545,704	44,804,129
	Interest Expense						
7	Interest Paid on Demand Deposits	3,099,863	35,645	3,135,508	2,742,356	838,445	3,580,801
8	Interest Paid on Time Deposits	4,251,876	5,516,400	9,768,276	2,421,408	4,572,703	6,994,111
9	Interest Paid on Banks Deposits	380,206	288,729	668,935	604,354	175,127	779,481
10	Interest Paid on Own Debt Securities	92,285	0	92,285	68,854		68,854
11	Interest Paid on Other Borrowings	2,801,387	9,631,413	12,432,800	1,429,760	6,482,194	7,911,955
12	Other Interest Expenses			-			-
13	Total Interest Expense	10,625,615	15,472,187	26,097,803	7,266,732	12,068,469	19,335,201
14	Net Interest Income	18,443,411	9,227,657	27,671,068	13,991,692	11,477,236	25,468,928
	Non-Interest Income						
15	Net Fee and Commission Income	1,456,561	(220,491)	1,236,070	1,934,048	855,083	2,789,131
15.1	Fee and Commission Income	2,495,135	1,421,620	3,916,754	2,707,441	2,170,939	4,878,380
15.2	Fee and Commission Expense	1,038,573	1,642,111	2,680,684	773,393	1,315,856	2,089,250
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	1,743,314		1,743,314	1,937,518		1,937,518
20	Gain (Loss) from Foreign Exchange Translation	(137,142)		(137,142)	(188,970)		(188,970)
21	Gain (Loss) on Sales of Fixed Assets	105,593	0	105,593	751,854		751,854
22	Non-Interest Income from other Banking Operations	144,756	1,492	146,248	78,070	3,011	81,080
23	Other Non-Interest Income	87,716	25,973	113,690	210,809	404,513	615,321
24	Total Non-Interest Income	3,400,799	(193,026)	3,207,773	4,723,327	1,262,607	5,985,934
	Non-Interest Expenses						
25	Non-Interest Expenses from other Banking Operations	176,020	77,404	253,425	547,366	8,557	555,923
26	Bank Development, Consultation and Marketing Expenses	1,199,756	26,803	1,226,559	895,884	58,804	954,688
27	Personnel Expenses	9,409,210		9,409,210	7,189,898		7,189,898
28	Operating Costs of Fixed Assets	39,083		39,083	37,455		37,455
29	Depreciation Expense	1,596,222		1,596,222	805,438		805,438
30	Other Non-Interest Expenses	1,590,544	44,231	1,634,775	1,362,034	17,085	1,379,119
31	Total Non-Interest Expenses	14,010,835	148,438	14,159,274	10,838,076	84,446	10,922,522
32	Net Non-Interest Income	(10,610,036)	(341,465)	(10,951,501)	(6,114,749)	1,178,160	(4,936,588)
33	Net Income before Provisions	7,833,375	8,886,192	16,719,567	7,876,943	12,655,396	20,532,339
34	Loan Loss Reserve	8,063,569	0	8,063,569	1,493,016	0	1,493,016
35	Provision for Possible Losses on Investments and Securities	0	0	-		0	-
36	Provision for Possible Losses on Other Assets	2,817,273	0	2,817,273	1,565,197	0	1,565,197
37	Total Provisions for Possible Losses	10,880,842	0	10,880,842	3,058,213	0	3,058,213
38	Net Income before Taxes and Extraordinary Items	(3,047,467)	8,886,192	5,838,724	4,818,730	12,655,396	17,474,126
39	Taxation	(410,154)		(410,154)	1,589,244		1,589,244
40	Net Income after Taxation	(2,637,313)	8,886,192	6,248,878	3,229,486	12,655,396	15,884,882
41	Extraordinary Items	(2,300)		(2,300)	(1,045)		(1,045)
42	Net Income	(2,639,613)	8,886,192	6,246,578	3,228,441	12,655,396	15,883,837

Bank: JSC "BasisBank"
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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	113,347,369	69,338,057	182,685,426	70,986,535	43,161,269	114,147,805
1.1	Guarantees Issued	80,968,701	14,383,763	95,352,464	42,999,854	8,657,994	51,657,849
1.2	Letters of credit Issued			0		545,716	545,716
1.3	Undrawn loan commitments	32,355,972	54,900,669	87,256,641	27,963,986	33,910,951	61,874,937
1.4	Other Contingent Liabilities	22,695	53,625	76,320	22,695	46,607	69,303
2	Guarantees received as security for liabilities of the bank	0	49,122,509	49,122,509	27,555,200	31,289,771	58,844,971
3	Assets pledged as security for liabilities of the bank			0			0
3.1	Financial assets of the bank			0			0
3.2	Non-financial assets of the bank			0			0
4	Guarantees received as security for receivables of the bank	34,253,536	514,941,739	549,195,275	68,202,678	443,875,724	512,078,402
4.1	Surety, joint liability	32,666,036	511,787,604	544,453,640	68,180,303	442,614,653	510,794,956
4.2	Guarantees	1,587,500	3,154,136	4,741,636	22,375	1,261,071	1,283,446
5	Assets pledged as security for receivables of the bank	84,494,858	1,940,336,898	2,024,831,756	52,808,179	1,479,989,922	1,532,798,101
5.1	Cash	33,823,519	96,723,371	130,546,889	16,451,209	133,617,392	150,068,601
5.2	Precious metals and stones	2,400,000	17,456,040	19,856,040	0	19,759,896	19,759,896
5.3	Real Estate:	609,363	1,428,995,039	1,429,604,402	1,034,076	1,139,117,044	1,140,151,120
5.3.1	Residential Property	363,938	1,096,503,495	1,096,867,433	760,988	460,897,027	461,658,015
5.3.2	Commercial Property	156,025	174,891,852	175,047,877	173,525	477,172,526	477,346,051
5.3.3	Complex Real Estate	0	6,725,587	6,725,587	0	9,448,162	9,448,162
5.3.4	Land Parcel	34,150	98,305,829	98,339,979	44,313	117,567,574	117,611,887
5.3.5	Other	55,250	52,568,277	52,623,527	55,250	74,031,755	74,087,005
5.4	Movable Property	24,091,773	201,964,959	226,056,732	22,899,216	70,689,098	93,588,314
5.5	Shares Pledged	0	0	0	0	16,411,074	16,411,074
5.6	Securities	11,760,736	92,821,060	104,581,796	900,000	0	900,000
5.7	Other	11,809,467	102,376,430	114,185,897	11,523,678	100,395,418	111,919,096
6	Derivatives			0			0
6.1	Receivables through FX contracts (except options)			0			0
6.2	Payables through FX contracts (except options)			0			0
6.3	Principal of interest rate contracts (except options)			0			0
6.4	Options sold			0			0
6.5	Options purchased			0			0
6.6	Nominal value of potential receivables through other derivatives			0			0
6.7	Nominal value of potential payables through other derivatives			0			0
7	Receivables not recognized on-balance			0			0
7.1	Principal of receivables derecognized during last 3 month	268,911	18,972	287,883	158,228	111	158,340
7.2	Interest and penalty receivable not recognized on-balance or derecognized during last 3 month	425,462	439,653	865,115	103,758	347,190	450,948
7.3	Principal of receivables derecognized during 5 years month (including last 3 month)	3,383,360	1,244,928	4,628,287	2,473,823	1,057,119	3,530,942
7.4	Interest and penalty receivable not recognized on-balance or derecognized during last 5 years (including last 3 month)	1,467,552	1,449,673	2,917,225	832,414	1,575,939	2,408,353
8	Non-cancelable operating lease			0			0
8.1	Through indefinit term agreement			0			0
8.2	Within one year			0			0
8.3	From 1 to 2 years			0			0
8.4	From 2 to 3 years			0			0
8.5	From 3 to 4 years			0			0
8.6	From 4 to 5 years			0			0
8.7	More than 5 years			0			0
9	Capital expenditure commitment			0			0

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Table 5

Risk Weighted Assets

in Lari

N		30-Jun-19	31-Mar-19
1	Risk Weighted Assets for Credit Risk	1,252,066,997	1,140,488,415
1.1	Balance sheet items	1,156,999,714	1,061,664,619
1.1.1	Including: amounts below the thresholds for deduction (subject to 250% risk weight)	23,250,000	15,750,000
1.2	Off-balance sheet items	95,017,283	78,773,796
1.3	Counterparty credit risk	50,000	50,000
2	Risk Weighted Assets for Market Risk	1,589,111	1,547,517
3	Risk Weighted Assets for Operational Risk	100,986,860	100,986,860
4	Total Risk Weighted Assets	1,354,642,968	1,243,022,792

Bank: JSC "BasisBank"

Date: 6/30/2019

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

Members of Supervisory Board		
1	Zaiqi Mi	
2	Zhang Jun	
3	Zhou Ning	
4	Zaza Robakidze	
5	Mia Mi	
Members of Board of Directors		
1	David Tsaava	
2	Lia Aslanikashvili	
3	David Kakabadze	
4	Levan Gardaphkhadze	
5	Li Hui	
6	George Gabunia	
7	Rati Dvaladze	
List of Shareholders owning 1% and more of issued capital, indicating Shares		
1	Xinjiang HuaLing Industry & Trade (Group) Co LTD	91.85%
2	Zaiqi Mi	6.93%
List of bank beneficiaries indicating names of direct or indirect holders of 5% or more of shares		
1	Enhua Mi	91.81%
2	Zaiqi Mi	6.93%

Bank: JSC "BasisBank"

Date: 6/30/2019

Table 7

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

		a	b	c
			Carrying values of items	
	Account name of standardized supervisory balance sheet item	Carrying values as reported in published stand-alone financial statements per local accounting rules	Not subject to capital requirements or subject to deduction from capital	Subject to credit risk weighting
1	Cash	37,928,547		37,928,547
2	Due from NBG	249,355,966		249,355,966
3	Due from Banks	34,473,520		34,473,520
4	Dealing Securities	0		0
5	Investment Securities	205,540,396		205,540,396
6.1	Loans	947,147,764		947,147,764
6.2	<i>Less: Loan Loss Reserves</i>	<i>-42,442,819</i>		<i>-42,442,819</i>
6	Net Loans	904,704,945		904,704,945
7	Accrued Interest and Dividends Receivable	10,566,226		10,566,226
8	Other Real Estate Owned & Repossessed Assets	8,048,305		8,048,305
9	Equity Investments	9,362,704		9,362,704
10	Fixed Assets and Intangible Assets	31,381,804	1,599,615	29,782,189
11	Other Assets	9,430,640		9,430,640
	Total exposures subject to credit risk weighting before adjustments	1,500,793,054	1,599,615	1,499,193,438

Bank: JSC "BasisBank"

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

1	Total carrying value of balance sheet items subject to credit risk weighting before adjustments	1,499,193,438
2.1	Nominal values of off-balance sheet items subject to credit risk weighting	182,233,373
2.2	Nominal values of off-balance sheet items subject to counterparty credit risk weighting	10,000,000
3	Total nominal values of on-balance and off-balance sheet items before any adjustments used for credit risk weighting purposes	1,691,426,812
4	Effect of provisioning rules used for capital adequacy purposes	15,060,193
5.1	Effect of credit conversion factor of off-balance sheet items related to credit risk framework	-45,007,685
5.2	Effect of credit conversion factor of off-balance sheet items related to counterparty credit risk framework (table CCR)	-9,950,000
6	Effect of other adjustments	
7	Total exposures subject to credit risk weighting	1,651,529,320

Bank: JSC "BasisBank"

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Table 9

Regulatory capital

N		in Lari
1	Common Equity Tier 1 capital before regulatory adjustments	221,450,732
2	Common shares that comply with the criteria for Common Equity Tier 1	16,137,647
3	Stock surplus (share premium) of common share that meets the criteria of Common Equity Tier 1	75,783,643
4	Accumulated other comprehensive income	0
5	Other disclosed reserves	123,282,863
6	Retained earnings (loss)	6,246,579
7	Regulatory Adjustments of Common Equity Tier 1 capital	11,252,850
8	Revaluation reserves on assets	9,653,235
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	1,599,615
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	0
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	210,197,882
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	15,608,391
37	Instruments that comply with the criteria for Tier 2 capital	0
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	15,608,391
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	15,608,391

Bank: JSC "BasisBank"

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Table 9.1 **Capital Adequacy Requirements**

	Minimum Requirements	Ratios	Amounts (GEL)
1	Pillar 1 Requirements		
1.1	Minimum CET1 Requirement	4.50%	60,958,934
1.2	Minimum Tier 1 Requirement	6.00%	81,278,578
1.3	Minimum Regulatory Capital Requirement	8.00%	108,371,437
2	Combined Buffer		
2.1	Capital Conservation Buffer	2.50%	33,866,074
2.2	Countercyclical Buffer	0.00%	-
2.3	Systemic Risk Buffer	0.00%	-
3	Pillar 2 Requirements		
3.1	CET1 Pillar 2 Requirement	1.76%	23,800,340
3.2	Tier 1 Pillar2 Requirement	2.35%	31,831,065
3.3	Regulatory capital Pillar 2 Requirement	5.82%	78,901,131
	Total Requirements	კოეფიციენტი	თანხა (ლარი)
4	CET1	8.76%	118,625,348
5	Tier 1	10.85%	146,975,717
6	Total regulatory Capital	16.32%	221,138,642

Bank: JSC "BasisBank"

Date: 6/30/2019

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	37,928,547	
2	Due from NBG	249,355,966	
3	Due from Banks	34,473,520	
4	Dealing Securities	0	
5	Investment Securities	205,540,396	
6.1	Loans	947,147,764	
6.2	Less: Loan Loss Reserves	-42,442,819	
6.2.1		14,867,494	
6.2.2		15,608,391	Table 9 (Capital), N39
6	Net Loans	904,704,945	
7	Accrued Interest and Dividends Receivable	10,566,226	
8	Other Real Estate Owned & Repossessed Assets	8,048,305	
9	Equity Investments	9,362,704	
10	Fixed Assets and Intangible Assets	31,381,804	
10.1	Of which intangible assets	1,599,615	Table 9 (Capital), N10
11	Other Assets	9,430,640	
12	Total assets	1,500,793,054	
13	Due to Banks	13,266,844	
14	Current (Accounts) Deposits	214,024,016	
15	Demand Deposits	136,506,526	
16	Time Deposits	419,533,619	
17	Own Debt Securities	0	
18	Borrowings	466,346,486	
19	Accrued Interest and Dividends Payable	15,061,778	
20	Other Liabilities	14,603,053	
21	Subordinated Debentures	0	
22	Total liabilities	1,279,342,322	
23	Common Stock	16,137,647	Table 9 (Capital), N2
24	Preferred Stock	0	
25	Less: Repurchased Shares	0	
26	Share Premium	75,783,643	Table 9 (Capital), N3
27	General Reserves	113,629,628	Table 9 (Capital), N5
28	Retained Earnings	6,246,578	Table 9 (Capital), N6
29	Asset Revaluation Reserves	9,653,235	Table 9 (Capital), N5, N8
30	Total Equity Capital	221,450,731	

Bank: JSC "BasisBank"
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Credit Risk Weighted Exposures
(On-balance items and off-balance items after credit conversion factor)

Table 11		a	b	c	d	e	f	g	h	i	j	k	l	m	n	o	p	q
Exposure classes	Risk weights	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	On-balance sheet amount	Off-balance sheet amount	
1	Claims or contingent claims on central governments or central banks	226,047,982		0		0		0		0		223,706,803	0	0		0		223,706,803
2	Claims or contingent claims on regional governments or local authorities	0		0		0		0		0		0	0	0		0		-
3	Claims or contingent claims on public sector entities	0		0		0		0		0		0	0	0		0		-
4	Claims or contingent claims on multilateral development banks	0		0		0		0		0		0	0	0		0		-
5	Claims or contingent claims on international organizations/institutions	0		0		0		0		0		0	0	0		0		-
6	Claims or contingent claims on commercial banks	0		14,623,600		0		7,101,846		0		12,817,920	0	0		0		19,293,563
7	Claims or contingent claims on corporates	0		0		0		0		0		582,819,632	109,189,606	0		0		692,009,238
8	Retail claims or contingent retail claims	0		0		0		0		140,190,820		0	1,619,191	0		0		106,762,306
9	Claims or contingent claims secured by mortgages on residential property	0		0		17,207,471		474,979		0		131,084	0	0		0		6,391,188
10	Past due items	0		0		0		0		0		32,638,873	0	20,133,330		0		62,838,868
11	Items belonging to regulatory high-risk categories	0		0		0		0		0		27,978,382	346,410	11,021,421		2,263,809		50,516,446
12	Short-term claims on commercial banks and corporates	0		0		0		0		0		1,322,904	18,443,257	0		0		19,766,160
13	Claims in the form of collective investment undertakings ("CIU")	0		0		0		0		0		0	0	0		0		-
14	Other items	35,633,587		2,294,960		0		0		0		146,544,228	7,627,225	0		9,300,000		177,880,445
Total		261,681,569	0	16,918,560	0	17,207,471	0	7,576,825	0	140,190,820	0	1,027,959,826	137,225,688	31,154,752	0	11,563,809	0	1,359,165,018

Table 12	Credit Risk Mitigation

[illegible]

Bank: JSC "BasisBank"
Date: 6/30/2019

Table 13 Standardized approach - Effect of credit risk mitigation

		a	b	c	d	e	f
		On-balance sheet exposures	Off-balance sheet exposures		RWA before Credit Risk Mitigation	RWA post Credit Risk Mitigation	RWA Density f=e/(a+c)
Asset Classes			Off-balance sheet exposures - Nominal value	Off-balance sheet exposures post CCF			
1	Claims or contingent claims on central governments or central banks	449,754,785			223,706,803	223,706,803	50%
2	Claims or contingent claims on regional governments or local authorities	0			0	0	#DIV/0!
3	Claims or contingent claims on public sector entities	0	0	0	0	0	#DIV/0!
4	Claims or contingent claims on multilateral development banks	0			0	0	#DIV/0!
5	Claims or contingent claims on international organizations/institutions	0			0	0	#DIV/0!
6	Claims or contingent claims on commercial banks	34,543,366			19,293,563	19,293,563	56%
7	Claims or contingent claims on corporates	582,819,632	148,063,643	109,189,606	692,009,238	605,104,217	87%
8	Retail claims or contingent retail claims	140,190,820	1,712,899	1,619,191	106,762,306	106,370,752	75%
9	Claims or contingent claims secured by mortgages on residential property	17,813,534	0	0	6,391,188	6,391,188	36%
10	Past due items	52,772,203	0	0	62,838,868	59,256,459	112%
11	Items belonging to regulatory high-risk categories	41,263,612	346,410	346,410	50,516,446	47,852,456	115%
12	Short-term claims on commercial banks and corporates	1,322,904	21,276,034	18,443,257	19,766,160	13,700,120	69%
13	Claims in the form of collective investment undertakings ("CIU")	0			0	0	#DIV/0!
14	Other items	193,772,775	10,834,387	7,627,225	177,880,445	170,341,438	85%
	Total	1,514,253,631	182,233,373	137,225,688	1,359,165,018	1,252,016,997	76%

Bank: JSC "BasisBank"
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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					218,741,048	206,606,955	425,348,002	215,857,621	217,626,199	433,483,820
Cash outflows											
2	Retail deposits		51,583,912	216,996,703	268,580,615	7,090,276	19,668,827	26,759,103	1,348,189	3,744,723	5,092,911
3	Unsecured wholesale funding		281,935,778	593,147,095	875,082,872	90,498,952	74,346,158	164,845,110	63,391,315	40,227,752	103,619,067
4	Secured wholesale funding		28,945,330	-	28,945,330	-	-	-	-	-	-
5	Outflows related to off-balance sheet obligations and net short position of derivative exposures		64,606,145	54,001,540	118,607,685	12,451,739	17,810,003	30,261,742	4,960,090	6,702,616	11,662,705
6	Other contractual funding obligations		-	-	-	-	-	-	-	-	-
7	Other contingent funding obligations		5,316,429	11,396,560	16,712,988	2,896,671	-	2,896,671	2,896,671	-	2,896,671
8	TOTAL CASH OUTFLOWS		432,387,593	875,541,898	1,307,929,490	112,937,638	111,824,987	224,762,625	72,596,265	50,675,090	123,271,355
Cash inflows											
9	Secured lending (eg reverse repos)		-	-	-	-	-	-	-	-	-
10	Inflows from fully performing exposures		337,279,557	548,190,980	885,470,538	6,498,240	6,710,194	13,208,434	9,381,667	46,211,983	55,593,651
11	Other cash inflows		4,453,877	5,985,476	10,439,353	-	-	-	-	-	-
12	TOTAL CASH INFLOWS		341,733,435	554,176,456	895,909,891	6,498,240	6,710,194	13,208,434	9,381,667	46,211,983	55,593,651
						Total value according to NBG's methodology* (with limits)			Total value according to Basel methodology (with limits)		
13	Total HQLA					218,741,048	206,606,955	425,348,002	215,857,621	217,626,199	433,483,820
14	Net cash outflow					106,439,399	105,114,793	211,554,192	68,956,685	20,387,211	89,343,896
15	Liquidity coverage ratio (%)					205.51%	196.55%	201.06%	313.03%	1067.46%	485.19%

* 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 illustratory purposes.

Bank: JSC "BasisBank"
Date: 6/30/2019

Table 15 Counterparty credit risk

		a	b	c	d	e	f	g	h	i	j	k	l
		Nominal amount	Percentage	Exposure value	0%	20%	35%	50%	75%	100%	150%	250%	Counterparty Credit Risk Weighted Exposures
1	FX contracts	0		0	0	0	0	0	0	0	0	0	0
1.1	Maturity less than 1 year	0	2.0%	0									0
1.2	Maturity from 1 year up to 2 years	0	5.0%	0									0
1.3	Maturity from 2 years up to 3 years	0	8.0%	0									0
1.4	Maturity from 3 years up to 4 years	0	11.0%	0									0
1.5	Maturity from 4 years up to 5 years	0	14.0%	0									0
1.6	Maturity over 5 years	0											0
2	Interest rate contracts	10,000,000		50,000	0	0	0	0	0	50,000	0	0	50,000
2.1	Maturity less than 1 year	10,000,000	0.5%	50,000						50,000			50,000
2.2	Maturity from 1 year up to 2 years		1.0%	0									0
2.3	Maturity from 2 years up to 3 years		2.0%	0									0
2.4	Maturity from 3 years up to 4 years		3.0%	0									0
2.5	Maturity from 4 years up to 5 years		4.0%	0									0
2.6	Maturity over 5 years												0
	Total	10,000,000		50,000	0	0	0	0	0	50,000	0	0	50,000

Bank: JSC "BasisBank"

Date: 6/30/2019

Table 15.1 Leverage Ratio

On-balance sheet exposures (excluding derivatives and SFTs)		
1	On-balance sheet items (excluding derivatives, SFTs and fiduciary assets, but including collateral)	1,485,925,560
2	(Asset amounts deducted in determining Tier 1 capital)	(1,599,615)
3	Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)	1,484,325,945
Derivative exposures		
4	Replacement cost associated with <i>all</i> derivatives transactions (ie net of eligible cash variation margin)	
5	Add-on amounts for PFE associated with <i>all</i> derivatives transactions (mark-to-market method)	
EU-5a	Exposure determined under Original Exposure Method	50,000
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework	
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	
8	(Exempted CCP leg of client-cleared trade exposures)	
9	Adjusted effective notional amount of written credit derivatives	
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	
11	Total derivative exposures (sum of lines 4 to 10)	50,000
Securities financing transaction exposures		
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	
14	Counterparty credit risk exposure for SFT assets	
EU-14a	Derogation for SFTs: Counterparty credit risk exposure in accordance with Article 429b (4) and 222 of Regulation (EU) No 575/2013	
15	Agent transaction exposures	
EU-15a	(Exempted CCP leg of client-cleared SFT exposure)	
16	Total securities financing transaction exposures (sum of lines 12 to 15a)	-
Other off-balance sheet exposures		
17	Off-balance sheet exposures at gross notional amount	182,233,373
18	(Adjustments for conversion to credit equivalent amounts)	(45,007,685)
19	Other off-balance sheet exposures (sum of lines 17 to 18)	137,225,688
Exempted exposures in accordance with CRR Article 429 (7) and (14) (on and off balance sheet)		
EU-19a	(Exemption of intragroup exposures (solo basis) in accordance with Article 429(7) of Regulation (EU) No 575/2013 (on and off balance sheet))	
EU-19b	(Exposures exempted in accordance with Article 429 (14) of Regulation (EU) No 575/2013 (on and off balance sheet))	
Capital and total exposures		
20	Tier 1 capital	210,197,882
21	Total leverage ratio exposures (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)	1,621,601,633
Leverage ratio		
22	Leverage ratio	13.0%
Choice on transitional arrangements and amount of derecognised fiduciary items		
EU-23	Choice on transitional arrangements for the definition of the capital measure	
EU-24	Amount of derecognised fiduciary items in accordance with Article 429(11) of Regulation (EU) NO 575/2013	