

	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:

31-Dec-19

Table 1

Key metrics

N		31-Dec-19	30-Sep-19	30-Jun-19	31-Mar-19	31-Dec-18
	Regulatory capital (amounts, GEL)					
	Based on Basel III framework					
1	Common Equity Tier 1 (CET1)	229,020,833	218,750,973	210,197,882	209,924,565	207,916,638
2	Tier 1	229,020,833	218,750,973	210,197,882	209,924,565	207,916,638
3	Total regulatory capital	258,633,011	248,732,470	225,806,273	224,305,045	221,980,554
	Risk-weighted assets (amounts, GEL)					
4	Risk-weighted assets (RWA) (Based on Basel III framework)	1,359,785,587	1,344,638,133	1,354,642,968	1,243,022,792	1,227,819,486
	Capital ratios as a percentage of RWA					
	Based on Basel III framework					
5	Common equity Tier 1 ratio $\geq 8.67344676373385\%$	16.84%	16.27%	15.52%	16.89%	16.93%
6	Tier 1 ratio $\geq 10.7379439444857\%$	16.84%	16.27%	15.52%	16.89%	16.93%
7	Total Regulatory Capital ratio $\geq 16.1774056289484\%$	19.02%	18.50%	16.67%	18.05%	18.08%
	Income					
8	Total Interest Income / Average Annual Assets	7.46%	7.55%	7.59%	7.60%	7.84%
9	Total Interest Expense / Average Annual Assets	3.72%	3.70%	3.69%	3.68%	3.51%
10	Earnings from Operations / Average Annual Assets	2.38%	2.39%	2.37%	2.50%	3.15%
11	Net Interest Margin	3.74%	3.85%	3.91%	3.92%	4.33%
12	Return on Average Assets (ROAA)	1.66%	1.31%	0.88%	0.65%	2.87%
13	Return on Average Equity (ROAE)	10.98%	8.56%	5.66%	4.09%	17.64%
	Asset Quality					
14	Non Performed Loans / Total Loans	3.88%	5.57%	6.17%	5.14%	3.76%
15	LLR/Total Loans	3.86%	4.37%	4.48%	4.27%	3.76%
16	FX Loans/Total Loans	55.87%	57.22%	63.59%	63.38%	63.05%
17	FX Assets/Total Assets	54.52%	56.59%	56.71%	56.16%	57.23%
18	Loan Growth-YTD	9.00%	3.11%	3.56%	1.73%	16.27%
	Liquidity					
19	Liquid Assets/Total Assets	28.87%	32.57%	31.97%	29.84%	30.38%
20	FX Liabilities/Total Liabilities	65.08%	68.48%	68.69%	69.07%	69.73%
21	Current & Demand Deposits/Total Assets	22.04%	22.50%	23.36%	24.57%	26.60%
	Liquidity Coverage Ratio***					
22	Total HOLA	465,115,399	461,494,516	425,348,002	369,765,654	385,346,441
23	Net cash outflow	212,250,100	232,894,584	211,554,192	210,151,384	225,044,412
24	LCR ratio (%)	219.14%	198.16%	201.06%	175.95%	171.23%

*** 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"
Date:

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Table 2

Balance Sheet

in Lari

N		Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	Cash	15,073,237	21,726,807	36,800,045	15,916,984	16,965,491	32,882,475
2	Due from NBG	40,851,251	179,075,242	219,926,493	31,775,104	170,451,123	202,226,227
3	Due from Banks	10,431,884	166,934,406	177,366,290	1,206,959	65,809,613	67,016,572
4	Dealing Securities	0	0	0	0	0	0
5	Investment Securities	192,809,747	5,620,692	198,430,439	172,524,654	0	172,524,654
6.1	Loans	439,957,031	556,925,665	996,882,696	337,892,802	576,665,727	914,558,530
6.2	Less: Loan Loss Reserves	-12,849,484	-25,638,399	-38,487,882	-9,500,796	-24,906,874	-34,407,670
6	Net Loans	427,107,548	531,287,266	958,394,814	328,392,006	551,758,853	880,150,859
7	Accrued Interest and Dividends Receivable	6,594,842	2,667,593	9,262,435	5,529,699	2,716,440	8,246,139
8	Other Real Estate Owned & Repossessed Assets	13,825,651	0	13,825,651	8,909,285	0	8,909,285
9	Equity Investments	9,362,704	0	9,362,704	6,362,705	0	6,362,705
10	Fixed Assets and Intangible Assets	32,516,689	0	32,516,689	28,000,237	0	28,000,237
11	Other Assets	8,706,472	531,962	9,238,434	5,176,289	187,023	5,363,312
12	Total assets	757,280,026	907,843,969	1,665,123,994	603,793,921	807,888,544	1,411,682,465
	Liabilities						
13	Due to Banks	28,001,144	22,466,500	50,467,644	1,144	50,146,300	50,147,444
14	Current (Accounts) Deposits	122,834,835	107,699,066	230,533,901	127,428,299	106,485,263	233,913,562
15	Demand Deposits	37,321,730	99,094,862	136,416,593	45,960,314	95,602,874	141,563,188
16	Time Deposits	77,838,437	318,550,941	396,389,378	100,858,304	252,425,425	353,283,728
17	Own Debt Securities	0	0	0	0	0	0
18	Borrowings	220,494,400	349,425,994	569,920,394	76,655,000	316,251,743	392,906,743
19	Accrued Interest and Dividends Payable	2,173,979	8,605,927	10,779,906	1,206,404	7,997,093	9,203,497
20	Other Liabilities	8,764,744	7,232,925	15,997,669	8,923,496	2,807,425	11,730,921
21	Subordinated Debentures	0	14,051,730	14,051,730	0	0	0
22	Total liabilities	497,429,269	927,127,946	1,424,557,215	361,032,961	831,716,123	1,192,749,084
	Equity Capital						
23	Common Stock	16,181,147	0	16,181,147	16,137,647	0	16,137,647
24	Preferred Stock	0	0	0	0	0	0
25	Less: Repurchased Shares	0	0	0	0	0	0
26	Share Premium	76,412,653	0	76,412,653	75,783,643	0	75,783,643
27	General Reserves	113,629,628	0	113,629,628	82,128,716	0	82,128,716
28	Retained Earnings	24,830,002	0	24,830,002	35,230,140	0	35,230,140
29	Asset Revaluation Reserves	9,513,350	0	9,513,350	9,653,235	0	9,653,235
30	Total Equity Capital	240,566,780	0	240,566,780	218,933,381	0	218,933,381
31	Total liabilities and Equity Capital	737,996,049	927,127,946	1,665,123,994	579,966,341	831,716,123	1,411,682,465

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 "Nostro" and Deposit Accounts	1,447,506	1,943,232	3,390,738	730,615	999,771	1,730,385
2	Interest Income from Loans	41,246,127	44,703,226	85,949,352	31,870,403	44,921,560	76,791,963
2.1	from the Interbank Loans	13,971	-	13,971	204,310		204,310
2.2	from the Retail or Service Sector Loans	6,828,224	20,869,232	27,697,456	4,683,742	19,389,913	24,073,655
2.3	from the Energy Sector Loans	1,124,815	168	1,124,983	864,978	298,348	1,163,326
2.4	from the Agriculture and Forestry Sector Loans	1,281,160	392,052	1,673,212	1,039,299	628,172	1,667,471
2.5	from the Construction Sector Loans	3,067,291	3,568,413	6,635,704	1,425,630	4,145,458	5,571,089
2.6	from the Mining and Mineral Processing Sector Loans	815,501	1,169,612	1,985,113	1,318,471	822,144	2,140,615
2.7	from the Transportation or Communications Sector Loans	59,335	446,740	506,075	31,556	1,084,605	1,116,160
2.8	from Individuals Loans	20,817,278	12,373,533	33,190,810	17,557,846	13,060,260	30,618,105
2.9	from Other Sectors Loans	7,238,552	5,883,477	13,122,028	4,744,571	5,492,659	10,237,230
3	Fees/penalties income from loans to customers	1,869,339	2,458,421	4,327,760	1,269,723	2,508,758	3,778,481
4	Interest and Discount Income from Securities	13,982,510	777,064	14,759,574	12,370,757		12,370,757
5	Other Interest Income	2,578,206	555,322	3,133,528	1,457,885	231,976	1,689,861
6	Total Interest Income	61,123,888	50,437,265	111,560,953	47,699,382	48,662,065	96,361,447
	Interest Expense						
7	Interest Paid on Demand Deposits	7,401,659	2,159,871	9,561,530	5,358,296	1,642,228	7,000,524
8	Interest Paid on Time Deposits	7,324,006	9,702,465	17,026,470	5,233,051	9,881,557	15,114,608
9	Interest Paid on Banks Deposits	1,065,675	308,317	1,373,991	1,192,091	494,279	1,686,369
10	Interest Paid on Own Debt Securities	221,868	-	221,868	129,136		129,136
11	Interest Paid on Other Borrowings	8,295,207	19,126,321	27,421,528	4,666,953	14,549,845	19,216,798
12	Other Interest Expenses	-	-	-	-	-	-
13	Total Interest Expense	24,308,413	31,296,974	55,605,387	16,579,526	26,567,909	43,147,435
14	Net Interest Income	36,815,275	19,140,291	55,955,565	31,119,856	22,094,156	53,214,012
	Non-Interest Income						
15	Net Fee and Commission Income	3,194,685	(1,159,293)	2,035,392	4,282,769	572,621	4,855,390
15.1	Fee and Commission Income	5,396,579	3,807,703	9,204,282	5,822,545	4,363,301	10,185,846
15.2	Fee and Commission Expense	2,201,894	4,966,996	7,168,890	1,539,775	3,790,680	5,330,455
16	Dividend Income	-	-	-	-	-	-
17	Gain (Loss) from Dealing Securities	314,298	-	314,298	-	-	-
18	Gain (Loss) from Investment Securities	-	-	-	-	-	-
19	Gain (Loss) from Foreign Exchange Trading	4,681,821	-	4,681,821	4,467,242		4,467,242
20	Gain (Loss) from Foreign Exchange Translation	(372,482)	-	(372,482)	(282,955)		(282,955)
21	Gain (Loss) on Sales of Fixed Assets	944,798	-	944,798	2,856,723		2,856,723
22	Non-Interest Income from other Banking Operations	602,705	29,047	631,752	181,221	13,887	195,109
23	Other Non-Interest Income	799,628	696,050	1,495,677	176,200	230,829	407,029
24	Total Non-Interest Income	10,165,453	(434,196)	9,731,257	11,681,201	817,338	12,498,538
	Non-Interest Expenses						
25	Non-Interest Expenses from other Banking Operations	354,831	207,657	562,488	1,149,290	26,642	1,175,933
26	Bank Development, Consultation and Marketing Expenses	2,419,681	40,177	2,459,858	2,773,420	77,946	2,851,365
27	Personnel Expenses	18,211,800	-	18,211,800	14,914,710		14,914,710
28	Operating Costs of Fixed Assets	106,256	-	106,256	81,162		81,162
29	Depreciation Expense	3,327,849	-	3,327,849	1,709,041		1,709,041
30	Other Non-Interest Expenses	4,488,930	77,455	4,566,386	3,685,175	36,043	3,721,218
31	Total Non-Interest Expenses	28,909,347	325,289	29,234,637	24,312,797	140,630	24,453,428
32	Net Non-Interest Income	(18,743,894)	(759,485)	(19,503,380)	(12,631,597)	676,707	(11,954,889)
33	Net Income before Provisions	18,071,380	18,380,805	36,452,185	18,488,260	22,770,863	41,259,123
34	Loan Loss Reserve	4,041,200	-	4,041,200	1,282,221	-	1,282,221
35	Provision for Possible Losses on Investments and Securities	-	-	-	-	-	-
36	Provision for Possible Losses on Other Assets	6,107,225	-	6,107,225	346,103	-	346,103
37	Total Provisions for Possible Losses	10,148,425	-	10,148,425	1,628,323	-	1,628,323
38	Net Income before Taxes and Extraordinary Items	7,922,955	18,380,805	26,303,761	16,859,936	22,770,863	39,630,799
39	Taxation	1,469,659	-	1,469,659	4,397,544		4,397,544
40	Net Income after Taxation	6,453,297	18,380,805	24,834,102	12,462,392	22,770,863	35,233,255
41	Extraordinary Items	(4,100)	-	(4,100)	(3,115)		(3,115)
42	Net Income	6,449,197	18,380,805	24,830,002	12,459,277	22,770,863	35,230,140

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	82,737,510	66,292,465	149,029,976	101,374,975	55,235,195	156,610,170
1.1	Guarantees Issued	57,009,238	24,863,939	81,873,177	68,894,157	9,871,797	78,765,955
1.2	Letters of credit Issued		1,116,297	1,116,297			-
1.3	Undrawn loan commitments	25,705,577	40,259,306	65,964,883	32,458,122	45,313,078	77,771,200
1.4	Other Contingent Liabilities	22,695	52,923	75,619	22,695	50,320	73,016
2	Guarantees received as security for liabilities of the bank	-	70,155,731	70,155,731	5,000,000	45,618,935	50,618,935
3	Assets pledged as security for liabilities of the bank			-			-
3.1	Financial assets of the bank			-			-
3.2	Non-financial assets of the bank			-			-
4	Guarantees received as security for receivables of the bank	31,918,939	528,277,968	560,196,907	41,941,146	440,115,252	482,056,398
4.1	Surety, joint liability	30,365,939	526,282,049	556,647,988	40,111,146	436,562,065	476,673,212
4.2	Guarantees	1,553,000	1,995,919	3,548,919	1,830,000	3,553,187	5,383,187
5	Assets pledged as security for receivables of the bank	67,929,354	1,769,434,306	1,837,363,660	65,216,589	1,678,653,151	1,743,869,740
5.1	Cash	18,306,493	107,605,504	125,911,997	20,917,687	114,208,833	135,126,519
5.2	Precious metals and stones	-	-	-	2,400,000	20,004,908	22,404,908
5.3	Real Estate:	30,488,006	1,604,646,623	1,635,134,629	863,151	1,221,682,342	1,222,545,493
5.3.1	Residential Property	-	314,110,601	314,110,601	607,563	809,013,903	809,621,466
5.3.2	Commercial Property	-	281,135,838	281,135,838	156,025	238,361,449	238,517,474
5.3.3	Complex Real Estate	-	-	-	-	7,327,267	7,327,267
5.3.4	Land Parcel	53,626	639,355,470	639,409,096	44,313	97,986,238	98,030,551
5.3.5	Other	30,434,380	370,044,714	400,479,094	55,250	68,993,484	69,048,734
5.4	Movable Property	2,151,119	20,661,224	22,812,344	20,112,173	148,566,686	168,678,859
5.5	Shares Pledged	-	-	-	-	-	-
5.6	Securities	8,523,000	22,020,502	30,543,502	9,423,000	77,687,566	87,110,566
5.7	Other	8,460,736	14,500,453	22,961,189	11,500,578	96,502,816	108,003,394
6	Derivatives			-			-
6.1	Receivables through FX contracts (except options)			-			-
6.2	Payables through FX contracts (except options)			-			-
6.3	Principal of interest rate contracts (except options)			-			-
6.4	Options sold			-			-
6.5	Options purchased			-			-
6.6	Nominal value of potential receivables through other derivatives			-			-
6.7	Nominal value of potential payables through other derivatives			-			-
7	Receivables not recognized on-balance			-			-
7.1	Principal of receivables derecognized during last 3 month	725,883	130,824	856,707	191,865	123,621	315,486
7.2	Interest and penalty receivable not recognized on-balance or derecognized during last 3 month	314,942	656,997	971,939	216,212	198,252	414,465
7.3	Principal of receivables derecognized during 5 years month (including last 3 month)	4,101,886	1,258,712	5,360,598	3,028,046	1,322,336	4,350,382
7.4	Interest and penalty receivable not recognized on-balance or derecognized during last 5 years (including last 3 month)	1,489,290	1,862,869	3,352,159	1,030,389	1,251,794	2,282,183
8	Non-cancelable operating lease			-	13,507	83,845	97,353
8.1	Through indefinit term agreement			-			-
8.2	Within one year			-	1,044	616	1,660
8.3	From 1 to 2 years			-	2,291	16,145	18,436
8.4	From 2 to 3 years			-	822	11,867	12,689
8.5	From 3 to 4 years			-			-
8.6	From 4 to 5 years			-	350		350
8.7	More than 5 years			-	9,000	55,218	64,218
9	Capital expenditure commitment			-			-

Bank: JSC "BasisBank"
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Table 5

Risk Weighted Assets

in Lari

N		31-Dec-19	30-Sep-19
1	Risk Weighted Assets for Credit Risk	1,244,577,961	1,240,081,303
1.1	Balance sheet items	1,151,387,079	1,151,970,250
1.1.1	Including: amounts below the thresholds for deduction (subject to 250% risk weight)	23,250,000	23,250,000
1.2	Off-balance sheet items	93,190,882	88,111,053
1.3	Counterparty credit risk	0	0
2	Risk Weighted Assets for Market Risk	3,126,974	3,569,970
3	Risk Weighted Assets for Operational Risk	112,080,652	100,986,860
4	Total Risk Weighted Assets	1,359,785,587	1,344,638,133

Bank: JSC "BasisBank"

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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	91.60%
2	Zaiqi Mi	6.92%
List of bank beneficiaries indicating names of direct or indirect holders of 5% or more of shares		
1	Enhua Mi	91.56%
2	Zaiqi Mi	6.92%

Bank: JSC "BasisBank"

Date:

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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	36,800,045		36,800,045
2	Due from NBG	219,926,493		219,926,493
3	Due from Banks	177,366,290		177,366,290
4	Dealing Securities	-		-
5	Investment Securities	198,430,439		198,430,439
6.1	Loans	996,882,696		996,882,696
6.2	Less: Loan Loss Reserves	(38,487,882)		(38,487,882)
6	Net Loans	958,394,814		958,394,814
7	Accrued Interest and Dividends Receivable	9,262,435		9,262,435
8	Other Real Estate Owned & Repossessed Assets	13,825,651		13,825,651
9	Equity Investments	9,362,704		9,362,704
10	Fixed Assets and Intangible Assets	32,516,689	11,545,946	20,970,743
11	Other Assets	9,238,434		9,238,434
	Total exposures subject to credit risk weighting before adjustments	1,665,123,994	11,545,946	1,653,578,048

Bank: JSC "BasisBank"

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

1	Total carrying value of balance sheet items subject to credit risk weighting before adjustments	1,653,578,048
2.1	Nominal values of off-balance sheet items subject to credit risk weighting	147,871,720
2.2	Nominal values of off-balance sheet items subject to counterparty credit risk weighting	0
3	Total nominal values of on-balance and off-balance sheet items before any adjustments used for credit risk weighting purposes	1,801,449,768
4	Effect of provisioning rules used for capital adequacy purposes	16,042,675
5.1	Effect of credit conversion factor of off-balance sheet items related to credit risk framework	-34,994,302
5.2	Effect of credit conversion factor of off-balance sheet items related to counterparty credit risk framework (table CCR)	0
6	Effect of other adjustments	
7	Total exposures subject to credit risk weighting	1,782,498,141

Bank: JSC "BasisBank"

Date:

31-Dec-19

Table 9

Regulatory capital

N		in Lari
1	Common Equity Tier 1 capital before regulatory adjustments	240,566,779
2	Common shares that comply with the criteria for Common Equity Tier 1	16,181,147
3	Stock surplus (share premium) of common share that meets the criteria of Common Equity Tier 1	76,412,653
4	Accumulated other comprehensive income	0
5	Other disclosed reserves	123,142,978
6	Retained earnings (loss)	24,830,001
7	Regulatory Adjustments of Common Equity Tier 1 capital	11,545,946
8	Revaluation reserves on assets	9,513,350
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	2,032,596
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	229,020,833
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	29,612,179
37	Instruments that comply with the criteria for Tier 2 capital	14,051,730
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	15,560,449
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	29,612,179

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%	61,190,351
1.2	Minimum Tier 1 Requirement	6.00%	81,587,135
1.3	Minimum Regulatory Capital Requirement	8.00%	108,782,847
2	Combined Buffer		
2.1	Capital Conservation Buffer	2.50%	33,994,640
2.2	Countercyclical Buffer	0.00%	-
2.3	Systemic Risk Buffer		-
3	Pillar 2 Requirements		
3.1	CET1 Pillar 2 Requirement	1.67%	22,755,288
3.2	Tier 1 Pillar2 Requirement	2.24%	30,431,239
3.3	Regulatory capital Pillar 2 Requirement	5.68%	77,200,543
	Total Requirements	Ratios	Amounts (GEL)
4	CET1	8.67%	117,940,279
5	Tier 1	10.74%	146,013,014
6	Total regulatory Capital	16.18%	219,978,030

Bank: JSC "BasisBank"

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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	36,800,045	
2	Due from NBG	219,926,493	
3	Due from Banks	177,366,290	
4	Dealing Securities	0	
5	Investment Securities	198,430,439	
6.1	Loans	996,882,696	
6.2	Less: Loan Loss Reserves	-38,487,882	
6.2.1	Of Which General Reserves	15,812,832	
6.2.2	Of Which General Reserves	15,560,449	Table 9 (Capital), N39
6	Net Loans	958,394,814	
7	Accrued Interest and Dividends Receivable	9,262,435	
8	Other Real Estate Owned & Repossessed Assets	13,825,651	
9	Equity Investments	9,362,704	
10	Fixed Assets and Intangible Assets	32,516,689	
10.1	Of which intangible assets	2,032,596	Table 9 (Capital), N10
11	Other Assets	9,238,434	
12	Total assets	1,665,123,994	
13	Due to Banks	50,467,644	
14	Current (Accounts) Deposits	230,533,901	
15	Demand Deposits	136,416,593	
16	Time Deposits	396,389,378	
17	Own Debt Securities	0	
18	Borrowings	569,920,394	
19	Accrued Interest and Dividends Payable	10,779,906	
20	Other Liabilities	15,997,669	
21	Subordinated Debentures	14,051,730	
21.1	Of which tier II capital qualifying instruments	14,051,730	Table 9 (Capital), N37
22	Total liabilities	1,424,557,215	
23	Common Stock	16,181,147	Table 9 (Capital), N2
24	Preferred Stock	0	
25	Less: Repurchased Shares	0	
26	Share Premium	76,412,653	Table 9 (Capital), N3
27	General Reserves	113,629,628	Table 9 (Capital), N5
28	Retained Earnings	24,830,002	Table 9 (Capital), N6
29	Asset Revaluation Reserves	9,513,350	Table 9 (Capital), N5, N8
30	Total Equity Capital	240,566,780	

Bank: JSC "BasisBank"
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Table 11 Credit Risk Weighted Exposures
(On-balance items and off-balance items after credit conversion factor)

<div> <div>Risk weights</div> <div>Exposure classes</div> </div>		a	b	c	d	e	f	g	h	i	j	k	l	m	n	o	p	q
		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	Risk Weighted Exposures before Credit Risk Mitigation
1	Claims or contingent claims on central governments or central banks	231,930,309	-	-	-	-	-	-	-	-	-	179,100,857	-	-	-	-	-	179,100,857
2	Claims or contingent claims on regional governments or local authorities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3	Claims or contingent claims on public sector entities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4	Claims or contingent claims on multilateral development banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5	Claims or contingent claims on international organizations/institutions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6	Claims or contingent claims on commercial banks	-	-	172,382,820	-	-	-	4,949,421	-	-	-	256,158	-	-	-	-	-	37,207,432
7	Claims or contingent claims on corporates	-	-	-	-	-	-	-	-	-	-	649,794,852	89,400,668	-	-	-	-	739,195,521
8	Retail claims or contingent retail claims	-	-	-	-	-	-	-	-	113,210,368	-	-	1,212,260	-	-	-	-	86,120,036
9	Claims or contingent claims secured by mortgages on residential property	-	-	-	-	40,412,413	-	1,114,292	-	-	-	19,254	-	-	-	-	-	14,720,745
10	Past due items	-	-	-	-	-	-	-	-	-	-	17,238,552	-	8,571,148	-	-	-	30,095,274
11	Items belonging to regulatory high-risk categories	-	-	-	-	-	-	-	-	-	-	27,531,987	599,784	7,175,914	-	4,426,330	-	49,961,467
12	Short-term claims on commercial banks and corporates	-	-	-	-	-	-	-	-	-	-	22,226,104	14,181,042	-	-	-	-	36,407,147
13	Claims in the form of collective investment undertakings ("CIU")	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14	Other items	37,125,045	-	-	-	-	-	-	-	-	-	142,854,908	7,483,664	-	-	9,300,000	-	173,588,572
	Total	269,055,354	-	172,382,820	-	40,412,413	-	6,063,712	-	113,210,368	-	1,039,022,673	112,877,418	15,747,062	-	13,726,330	-	1,346,397,050

Table 12 Credit Risk Mitigation

[illegible]

Bank: JSC "BasisBank"

Date: 31-Dec-19

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)
			Off-balance sheet exposures - Nominal value	Off-balance sheet exposures post CCF			
	Asset Classes						
1	Claims or contingent claims on central governments or central banks	411,031,167			179,100,857	179,100,857	44%
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	177,588,399			37,207,432	37,207,432	21%
7	Claims or contingent claims on corporates	649,794,852	117,995,359	89,400,668	739,195,521	653,547,055	88%
8	Retail claims or contingent retail claims	113,210,368	1,370,321	1,212,260	86,120,036	85,539,365	75%
9	Claims or contingent claims secured by mortgages on residential property	41,545,959	0	0	14,720,745	14,720,745	35%
10	Past due items	25,809,700	0	0	30,095,274	30,095,274	117%
11	Items belonging to regulatory high-risk categories	39,134,231	634,196	599,784	49,961,467	48,110,490	121%
12	Short-term claims on commercial banks and corporates	22,226,104	16,925,107	14,181,042	36,407,147	27,248,032	75%
13	Claims in the form of collective investment undertakings ('CIU')	0			0	0	#DIV/0!
14	Other items	189,279,953	10,946,736	7,483,664	173,588,572	169,008,711	86%
	Total	1,669,620,733	147,871,720	112,877,418	1,346,397,050	1,244,577,961	70%

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			170,714,755	294,400,644	465,115,399	168,064,423	239,308,602	407,373,025	
Cash outflows										
2	Retail deposits	56,236,494	253,623,752	309,860,247	7,482,177	22,870,000	30,352,178	1,449,400	4,196,553	5,645,954
3	Unsecured wholesale funding	264,185,104	613,619,157	877,804,261	88,254,718	82,884,182	171,138,900	66,087,497	52,955,151	119,042,647
4	Secured wholesale funding	86,164,348	-	86,164,348	-	-	-	-	-	-
5	Outflows related to off-balance sheet obligations and net s	64,892,395	57,230,109	122,122,504	11,933,246	13,591,941	25,525,186	4,785,734	5,138,154	9,923,888
6	Other contractual funding obligations	-	-	-	-	-	-	-	-	-
7	Other contingent funding obligations	5,549,704	10,547,132	16,096,836	2,849,082	-	2,849,082	2,849,082	-	2,849,082
8	TOTAL CASH OUTFLOWS	477,028,045	935,020,151	1,412,048,196	110,519,223	119,346,123	229,865,346	75,171,713	62,289,858	137,461,571
Cash inflows										
9	Secured lending (eg reverse repos)	-	-	-	-	-	-	-	-	-
10	Inflows from fully performing exposures	398,299,841	579,618,800	977,918,641	12,927,564	4,687,682	17,615,246	15,577,895	102,680,670	118,258,565
11	Other cash inflows	3,149,664	8,199,159	11,348,823	-	-	-	-	-	-
12	TOTAL CASH INFLOWS	401,449,504	587,817,959	989,267,464	12,927,564	4,687,682	17,615,246	15,577,895	102,680,670	118,258,565
				Total value according to NBG's methodology* (with limits)			Total value according to Basel methodology (with limits)			
13	Total HQLA			170,714,755	294,400,644	465,115,399	168,064,423	239,308,602	407,373,025	
14	Net cash outflow			97,591,659	114,658,441	212,250,100	59,593,817	15,572,465	34,365,393	
15	Liquidity coverage ratio (%)			175%	257%	219%	282%	1537%	1185%	

* 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.

Date:

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Table 15 Counterparty credit risk

[illegible]

Bank: JSC "BasisBank"

Date:

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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)	1,681,166,679
2	(Asset amounts deducted in determining Tier 1 capital)	(11,545,946)
3	Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)	1,669,620,733
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	-
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)	-
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	147,871,720
18	(Adjustments for conversion to credit equivalent amounts)	(34,994,302)
19	Other off-balance sheet exposures (sum of lines 17 to 18)	112,877,418
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	229,020,833
21	Total leverage ratio exposures (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)	1,782,498,151
Leverage ratio		
22	Leverage ratio	12.85%
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	