

	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:

31.12.2020

Table 1 Key metrics

N		Dez.20	Sep.20	Jun.20	Mär.20	Dez.19
	<b>Regulatory capital (amounts, GEL)</b>					
	<b>Based on Basel III framework</b>					
1	Common Equity Tier 1 (CET1)	232,115,414	225,149,320	215,968,401	206,517,107	229,020,833
2	Tier 1	232,115,414	225,149,320	215,968,401	206,517,107	229,020,833
3	Total regulatory capital	265,483,868	258,330,127	247,142,333	240,031,437	258,633,011
	<b>Risk-weighted assets (amounts, GEL)</b>					
4	Risk-weighted assets (RWA) (Based on Basel III framework)	1,519,303,562	1,493,097,477	1,430,337,459	1,513,604,140	1,359,785,587
	<b>Capital ratios as a percentage of RWA</b>					
	<b>Based on Basel III framework *</b>					
5	Common equity Tier 1 ratio >=5.43%	15.28%	15.08%	15.10%	13.64%	16.84%
6	Tier 1 ratio >=7.24%	15.28%	15.08%	15.10%	13.64%	16.84%
7	Total Regulatory Capital ratio >=12.27%	17.47%	17.30%	17.28%	15.86%	19.02%
	<b>Income</b>					
8	Total Interest Income / Average Annual Assets	6.99%	7.08%	7.01%	7.08%	7.46%
9	Total Interest Expense / Average Annual Assets	3.92%	4.03%	4.13%	4.02%	3.72%
10	Earnings from Operations / Average Annual Assets	1.93%	2.04%	1.78%	1.74%	2.38%
11	Net Interest Margin	3.06%	3.05%	2.88%	3.06%	3.74%
12	Return on Average Assets (ROAA)	0.35%	-0.09%	-1.54%	-5.38%	1.66%
13	Return on Average Equity (ROAE)	2.54%	-0.64%	-11.15%	-37.96%	10.98%
	<b>Asset Quality</b>					
14	Non Performed Loans / Total Loans	7.66%	6.17%	6.56%	5.30%	3.88%
15	LLR/Total Loans	5.67%	6.15%	6.23%	6.20%	3.86%
16	FX Loans/Total Loans	55.47%	58.47%	58.58%	59.14%	55.87%
17	FX Assets/Total Assets	48.95%	54.16%	53.00%	57.25%	54.52%
18	Loan Growth-YTD	9.55%	4.20%	4.06%	11.01%	9.00%
	<b>Liquidity</b>					
19	Liquid Assets/Total Assets	29.53%	27.15%	29.94%	28.38%	28.87%
20	FX Liabilities/Total Liabilities	56.79%	64.31%	65.44%	67.56%	65.08%
21	Current & Demand Deposits/Total Assets	24.49%	22.53%	22.10%	22.09%	22.04%
	<b>Liquidity Coverage Ratio***</b>					
22	Total HQLA	486,317,739	500,473,283	482,228,602	510,708,195	465,115,399
23	Net cash outflow	221,915,531	244,182,699	216,193,761	232,304,828	212,250,100
24	LCR ratio (%)	219%	205.0%	223.1%	219.8%	219.1%

\* Regarding the annulment of conservation buffer requirement please see the press release of National Bank of Georgia "Supervisory Plan Of The National Bank Of Georgia With Regard To COVID-19" (link: <https://www.nbg.gov.ge/index.php?m=340&newsid=3901&Ing=eng> )

\*\*\* 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 "BasisBank"

Date:

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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	17,113,226	26,390,225	43,503,451	15,073,237	21,726,807	36,800,045
2	Due from NBG	195,421,533	198,256,638	393,678,171	40,851,251	179,075,242	219,926,493
3	Due from Banks	968,349	165,023,546	165,991,896	10,431,884	166,934,406	177,366,290
4	Dealing Securities	11,956,930	0	11,956,930	0	0	0
5	Investment Securities	243,722,712	23,594,700	267,317,412	192,809,747	5,620,692	198,430,439
6.1	Loans	486,334,056	605,748,635	1,092,082,691	439,957,031	556,925,665	996,882,696
6.2	Less: Loan Loss Reserves	-20,427,239	-41,501,853	-61,929,092	-12,849,484	-25,638,399	-38,487,882
6	Net Loans	465,906,817	564,246,782	1,030,153,599	427,107,548	531,287,266	958,394,814
7	Accrued Interest and Dividends Receivable	10,963,096	4,374,441	15,337,537	6,594,842	2,667,593	9,262,435
8	Other Real Estate Owned & Repossessed Assets	16,572,737	0	16,572,737	13,825,651	0	13,825,651
9	Equity Investments	17,062,704	0	17,062,704	9,362,704	0	9,362,704
10	Fixed Assets and Intangible Assets	33,744,563	0	33,744,563	32,516,689	0	32,516,689
11	Other Assets	10,774,051	174,605	10,948,656	8,706,472	531,962	9,238,434
12	<b>Total assets</b>	<b>1,024,206,719</b>	<b>982,060,937</b>	<b>2,006,267,655</b>	<b>757,280,026</b>	<b>907,843,969</b>	<b>1,665,123,994</b>
	<b>Liabilities</b>						
13	Due to Banks	1,144	40,233,000	40,234,144	28,001,144	22,466,500	50,467,644
14	Current (Accounts) Deposits	205,419,396	75,192,494	280,611,890	122,834,835	107,699,066	230,533,901
15	Demand Deposits	52,109,056	158,661,195	210,770,251	37,321,730	99,094,862	136,416,593
16	Time Deposits	136,769,542	307,313,637	444,083,180	77,838,437	318,550,941	396,389,378
17	Own Debt Securities	0	0	0	0	0	0
18	Borrowings	352,336,789	386,848,681	739,185,471	220,494,400	349,425,994	569,920,394
19	Accrued Interest and Dividends Payable	2,630,167	7,486,980	10,117,147	2,173,979	8,605,927	10,779,906
20	Other Liabilities	11,156,195	7,514,908	18,671,103	8,764,744	7,232,925	15,997,669
21	Subordinated Debentures	0	16,055,340	16,055,340	0	14,051,730	14,051,730
22	<b>Total liabilities</b>	<b>760,422,291</b>	<b>999,306,236</b>	<b>1,759,728,527</b>	<b>497,429,269</b>	<b>927,127,946</b>	<b>1,424,557,215</b>
	<b>Equity Capital</b>						
23	Common Stock	16,181,147	0	16,181,147	16,181,147	0	16,181,147
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	76,412,653	0	76,412,653
27	General Reserves	138,459,629	0	138,459,629	113,629,628	0	113,629,628
28	Retained Earnings	5,972,349	0	5,972,349	24,830,002	0	24,830,002
29	Asset Revaluation Reserves	9,513,350	0	9,513,350	9,513,350	0	9,513,350
30	<b>Total Equity Capital</b>	<b>246,539,128</b>	<b>0</b>	<b>246,539,128</b>	<b>240,566,780</b>	<b>0</b>	<b>240,566,780</b>
31	<b>Total liabilities and Equity Capital</b>	<b>1,006,961,419</b>	<b>999,306,236</b>	<b>2,006,267,655</b>	<b>737,996,049</b>	<b>927,127,946</b>	<b>1,665,123,994</b>

Bank: JSC "BasisBank"  
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Table 3 Income statement

in Lari

N		Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
	<b>Interest Income</b>						
1	Interest Income from Bank's "Nostro" and Deposit Accounts	2,192,531	215,104	2,407,635	1,447,506	1,943,232	3,390,738
2	Interest Income from Loans	51,853,082	41,642,374	93,495,456	41,246,127	44,703,226	85,949,352
2.1	from the Interbank Loans	-	-	-	13,971	-	13,971
2.2	from the Retail or Service Sector Loans	9,969,696	20,912,736	30,882,432	6,828,224	20,869,232	27,697,456
2.3	from the Energy Sector Loans	3,944,372	-	3,944,372	1,124,815	168	1,124,983
2.4	from the Agriculture and Forestry Sector Loans	1,885,541	341,124	2,226,665	1,281,160	392,052	1,673,212
2.5	from the Construction Sector Loans	3,241,552	4,154,373	7,395,926	3,067,291	3,568,413	6,635,704
2.6	from the Mining and Mineral Processing Sector Loans	1,136,324	1,044,021	2,180,345	815,501	1,169,612	1,985,113
2.7	from the Transportation or Communications Sector Loans	78,514	74,589	153,103	59,335	446,740	506,075
2.8	from Individuals Loans	22,482,545	9,946,426	32,428,971	20,817,278	12,373,533	33,190,810
2.9	from Other Sectors Loans	9,114,537	5,169,105	14,283,642	7,238,552	5,883,477	13,122,028
3	Fees/penalties income from loans to customers	1,172,898	1,068,844	2,241,742	1,869,339	2,458,421	4,327,760
4	Interest and Discount Income from Securities	16,603,626	1,630,968	18,234,594	13,982,510	777,064	14,759,574
5	Other Interest Income	1,669,778	1,004,612	2,674,390	2,578,206	555,322	3,133,528
6	<b>Total Interest Income</b>	<b>73,491,915</b>	<b>45,561,901</b>	<b>119,053,817</b>	<b>61,123,688</b>	<b>50,437,265</b>	<b>111,560,953</b>
	<b>Interest Expense</b>						
7	Interest Paid on Demand Deposits	8,320,162	2,266,674	10,586,837	7,401,659	2,159,871	9,561,530
8	Interest Paid on Time Deposits	9,318,785	9,192,392	18,511,177	7,324,006	9,702,465	17,026,470
9	Interest Paid on Banks Deposits	1,002,650	199,721	1,202,372	1,065,675	308,317	1,373,991
10	Interest Paid on Own Debt Securities	240,774	7,961	248,735	221,868	-	221,868
11	Interest Paid on Other Borrowings	21,090,459	15,095,762	36,186,221	8,295,207	19,126,321	27,421,528
12	Other Interest Expenses	2,402	82,522	84,924	-	-	-
13	<b>Total Interest Expense</b>	<b>39,975,232</b>	<b>26,845,032</b>	<b>66,820,264</b>	<b>24,308,413</b>	<b>31,296,974</b>	<b>55,605,387</b>
14	<b>Net Interest Income</b>	<b>33,516,684</b>	<b>18,716,869</b>	<b>52,233,553</b>	<b>36,815,275</b>	<b>19,140,291</b>	<b>55,955,565</b>
	<b>Non-Interest Income</b>						
15	Net Fee and Commission Income	1,950,589	(315,563)	1,635,026	3,194,685	(1,159,293)	2,035,392
15.1	Fee and Commission Income	4,543,518	2,657,085	7,200,603	5,396,579	3,807,703	9,204,282
15.2	Fee and Commission Expense	2,592,928	2,972,648	5,565,576	2,201,894	4,966,996	7,168,890
16	Dividend Income	-	-	-	-	-	-
17	Gain (Loss) from Dealing Securities	143,698	-	143,698	314,298	-	314,298
18	Gain (Loss) from Investment Securities	-	-	-	-	-	-
19	Gain (Loss) from Foreign Exchange Trading	4,751,914	-	4,751,914	4,681,821	-	4,681,821
20	Gain (Loss) from Foreign Exchange Translation	(1,192,022)	-	(1,192,022)	(372,482)	-	(372,482)
21	Gain (Loss) on Sales of Fixed Assets	855,480	-	855,480	944,798	-	944,798
22	Non-Interest Income from other Banking Operations	805,467	31,159	836,626	602,705	29,047	631,752
23	Other Non-Interest Income	797,847	693,314	1,491,160	799,628	696,050	1,495,677
24	<b>Total Non-Interest Income</b>	<b>8,112,973</b>	<b>408,910</b>	<b>8,521,883</b>	<b>10,165,453</b>	<b>(434,196)</b>	<b>9,731,257</b>
	<b>Non-Interest Expenses</b>						
25	Non-Interest Expenses from other Banking Operations	191,619	247,024	438,644	354,831	207,657	562,488
26	Bank Development, Consultation and Marketing Expenses	2,083,917	97,251	2,181,169	2,419,681	40,177	2,459,858
27	Personnel Expenses	17,442,476	-	17,442,476	18,211,800	-	18,211,800
28	Operating Costs of Fixed Assets	94,058	-	94,058	106,256	-	106,256
29	Depreciation Expense	3,578,502	-	3,578,502	3,327,849	-	3,327,849
30	Other Non-Interest Expenses	3,870,268	383,359	4,253,626	4,488,930	77,455	4,566,386
31	<b>Total Non-Interest Expenses</b>	<b>27,260,840</b>	<b>727,634</b>	<b>27,988,474</b>	<b>28,909,347</b>	<b>325,289</b>	<b>29,234,637</b>
32	<b>Net Non-Interest Income</b>	<b>(19,147,867)</b>	<b>(318,724)</b>	<b>(19,466,591)</b>	<b>(18,743,894)</b>	<b>(759,485)</b>	<b>(19,503,380)</b>
33	<b>Net Income before Provisions</b>	<b>14,368,817</b>	<b>18,398,145</b>	<b>32,766,962</b>	<b>18,071,380</b>	<b>18,380,805</b>	<b>36,452,185</b>
34	Loan Loss Reserve	21,765,368	1,768,484	23,533,852	4,041,200	-	4,041,200
35	Provision for Possible Losses on Investments and Securities	-	-	-	-	-	-
36	Provision for Possible Losses on Other Assets	4,884,187	(549,717)	4,334,470	6,107,225	-	6,107,225
37	<b>Total Provisions for Possible Losses</b>	<b>26,649,555</b>	<b>1,218,767</b>	<b>27,868,323</b>	<b>10,148,425</b>	<b>-</b>	<b>10,148,425</b>
38	<b>Net Income before Taxes and Extraordinary Items</b>	<b>(12,280,738)</b>	<b>17,179,377</b>	<b>4,898,639</b>	<b>7,922,955</b>	<b>18,380,805</b>	<b>26,303,761</b>
39	Taxation	(1,179,960)	-	(1,179,960)	1,469,659	-	1,469,659
40	<b>Net Income after Taxation</b>	<b>(11,100,778)</b>	<b>17,179,377</b>	<b>6,078,599</b>	<b>6,453,297</b>	<b>18,380,805</b>	<b>24,834,102</b>
41	Extraordinary Items	(106,250)	-	(106,250)	(4,100)	-	(4,100)
42	<b>Net Income</b>	<b>(11,207,028)</b>	<b>17,179,377</b>	<b>5,972,349</b>	<b>6,449,197</b>	<b>18,380,805</b>	<b>24,830,002</b>

Bank: JSC "BasisBank"

Date: 31.12.2020

Table 4

in Lari

N	On-balance sheet items per standardized regulatory report	Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	<b>Contingent Liabilities and Commitments</b>	80,377,731	55,530,576	135,908,307	82,737,510	66,292,465	149,029,976
1.1	Guarantees Issued	40,646,205	23,926,802	64,573,007	57,009,238	24,863,939	81,873,177
1.2	Letters of credit Issued			-		1,116,297	1,116,297
1.3	Undrawn loan commitments	39,667,782	31,538,887	71,206,669	26,705,577	40,259,306	66,964,883
1.4	Other Contingent Liabilities	63,744	64,887	128,632	22,695	52,923	75,619
2	<b>Guarantees received as security for liabilities of the bank</b>	-	34,789,475	34,789,475	-	70,155,731	70,155,731
3	<b>Assets pledged as security for liabilities of the bank</b>			-			-
3.1	Financial assets of the bank			-			-
3.2	Non-financial assets of the bank			-			-
4	<b>Guarantees received as security for receivables of the bank</b>	22,882,588	573,899,148	596,781,736	31,918,939	528,277,968	560,196,907
4.1	Surety, joint liability	21,468,588	504,320,198	525,788,786	30,365,939	526,282,049	556,647,988
4.2	Guarantees	1,414,000	69,578,950	70,992,950	1,553,000	1,995,919	3,548,919
5	<b>Assets pledged as security for receivables of the bank</b>	50,740,729	2,036,732,146	2,087,472,875	67,929,354	1,769,434,306	1,837,363,660
5.1	Cash	6,492,412	101,007,568	107,499,980	18,306,493	107,605,504	125,911,997
5.2	Precious metals and stones	-	-	-	-	-	-
5.3	Real Estate:	19,359,598	1,864,836,542	1,884,196,140	30,488,006	1,604,646,623	1,635,134,629
5.3.1	Residential Property	65,808	376,334,483	376,400,291	-	314,110,601	314,110,601
5.3.2	Commercial Property	-	356,580,746	356,580,746	-	281,135,838	281,135,838
5.3.3	Complex Real Estate	-	-	-	-	-	-
5.3.4	Land Parcel	27,751	657,677,512	657,705,263	53,626	639,355,470	639,409,096
5.3.5	Other	19,266,039	474,243,802	493,509,841	30,434,380	370,044,714	400,479,094
5.4	Movable Property	2,192,719	16,174,956	18,367,675	2,151,119	20,661,224	22,812,344
5.5	Shares Pledged	8,523,000	51,907,409	60,430,409	-	-	-
5.6	Securities	14,173,000	2,805,671	16,978,671	8,523,000	22,020,502	30,543,502
5.7	Other	-	-	-	8,460,736	14,500,453	22,961,189
6	<b>Derivatives</b>	1,187,400	1,206,990	2,394,390			-
6.1	Receivables through FX contracts (except options)	1,187,400		1,187,400			-
6.2	Payables through FX contracts (except options)		1,206,990	1,206,990			-
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	<b>Receivables not recognized on-balance</b>			-			-
7.1	Principal of receivables derecognized during last 3 month	361,307	77,602	438,910	725,883	130,824	856,707
7.2	Interest and penalty receivable not recognized on-balance or derecognized during last 3 month	571,946	1,625,895	2,197,841	314,942	656,997	971,939
7.3	Principal of receivables derecognized during 5 years month (including last 3 month)	5,017,383	1,198,553	6,215,936	4,101,886	1,258,712	5,360,598
7.4	Interest and penalty receivable not recognized on-balance or derecognized during last 5 years (including last 3 month)	3,062,131	7,086,616	10,148,746	1,489,290	1,862,869	3,352,159
8	<b>Non-cancelable operating lease</b>			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	<b>Capital expenditure commitment</b>			0			0

Bank: JSC "BasisBank"  
Date:

31.12.2020

Table 5 **Risk Weighted Assets** *in Lari*

N		31-Dec-20	30-Sep-20
1	Risk Weighted Assets for Credit Risk	1,385,049,078	1,365,646,955
1.1	Balance sheet items *	1,319,752,639	1,295,851,602
1.1.1	Including: amounts below the thresholds for deduction (subject to 250% risk weight)	42,500,000	42,500,000
1.2	Off-balance sheet items	65,272,299	69,281,593
1.3	Counterparty credit risk	24,140	513,760
2	Risk Weighted Assets for Market Risk	17,068,356	15,369,871
3	Risk Weighted Assets for Operational Risk	117,186,129	112,080,652
4	<b>Total Risk Weighted Assets</b>	1,519,303,562	1,493,097,477

\* COVID 19 related provisions are deducted from balance sheet items after applying relevant risks weights and mitigation

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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"	91.598%
2	Zaiqi Mi	6.916%
List of bank beneficiaries indicating names of direct or indirect holders of 5% or more of shares		
1	Enhua Mi	91.562%
2	Zaiqi Mi	6.916%

Bank: JSC "BasisBank"

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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	43,503,451		43,503,451
2	Due from NBG	393,678,171		393,678,171
3	Due from Banks	165,991,896		165,991,896
4	Dealing Securities	11,956,930		11,956,930
5	Investment Securities	267,317,412		267,317,412
6.1	Loans	1,092,082,691		1,092,082,691
6.2	Less: Loan Loss Reserves	-61,929,092		-61,929,092
6	Net Loans	1,030,153,599		1,030,153,599
7	Accrued Interest and Dividends Receivable	15,337,537		15,337,537
8	Other Real Estate Owned & Repossessed Assets	16,572,737		16,572,737
9	Equity Investments	17,062,704		17,062,704
10	Fixed Assets and Intangible Assets	33,744,563	14,423,711	19,320,852
11	Other Assets	10,948,656		10,948,656
	<b>Total exposures subject to credit risk weighting before adjustments</b>	<b>2,006,267,655</b>	<b>14,423,711</b>	<b>1,991,843,944</b>



Bank: JSC "BasisBank"

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

1	<b>Total carrying value of balance sheet items subject to credit risk weighting before adjustments</b>	1,991,843,944
2.1	Nominal values of off-balance sheet items subject to credit risk weighting	135,701,105
2.2	Nominal values of off-balance sheet items subject to counterparty credit risk weighting	1,206,990
3	<b>Total nominal values of on-balance and off-balance sheet items before any adjustments used for credit risk weighting purposes</b>	2,128,752,039
4	Effect of provisioning rules used for capital adequacy purposes	17,182,644
5.1	Effect of credit conversion factor of off-balance sheet items related to credit risk framework	-54,929,787
5.2	Effect of credit conversion factor of off-balance sheet items related to counterparty credit risk framework (table CCR)	-1,182,850
6	Effect of other adjustments *	9,080,797
7	<b>Total exposures subject to credit risk weighting</b>	2,098,902,843

\*Other adjustments include COVID 19 related provisions too. These provisions are deducted from risk weighted balance sheet items. See table "5.RWA"

Bank: JSC "BasisBank"

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Table 9

Regulatory capital

N		in Lari
1	<b>Common Equity Tier 1 capital before regulatory adjustments</b>	246,539,126
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	147,972,979
6	Retained earnings (loss)	5,972,347
7	<b>Regulatory Adjustments of Common Equity Tier 1 capital</b>	14,423,711
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	3,795,246
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)	1,115,115
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	<b>Common Equity Tier 1</b>	232,115,414
24	<b>Additional tier 1 capital before regulatory adjustments</b>	0
25	Instruments that comply with the criteria for Additional tier 1 capital	0
26	Including instruments classified as equity under the relevant accounting standards	
27	Including instruments classified as liabilities under the relevant accounting standards	
28	Stock surplus (share premium) that meet the criteria for Additional Tier 1 capital	
29	<b>Regulatory Adjustments of Additional Tier 1 capital</b>	0
30	Investments in own Additional Tier 1 instruments	
31	Reciprocal cross-holdings in Additional Tier 1 instruments	
32	Significant investments in the Additional Tier 1 capital (that are not common shares) of commercial banks, insurance entities and other financial institutions	
33	Investments in the capital of commercial banks, insurance entities and other financial institutions where the bank does not own more than 10% of the issued share capital (amount above 10% limit)	
34	Regulatory adjustments applied to Additional Tier 1 resulting from shortfall of Tier 2 capital to deduct investments	
35	<b>Additional Tier 1 Capital</b>	0
36	<b>Tier 2 capital before regulatory adjustments</b>	33,368,453
37	Instruments that comply with the criteria for Tier 2 capital	16,055,340
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	17,313,113
40	<b>Regulatory Adjustments of Tier 2 Capital</b>	0
41	Investments in own shares that meet the criteria for Tier 2 capital	
42	Reciprocal cross-holdings in Tier 2 capital	
43	Significant investments in the Tier 2 capital (that are not common shares) of commercial banks, insurance entities and other financial institutions	
44	Investments in the capital of commercial banks, insurance entities and other financial institutions where the bank does not own more than 10% of the issued share capital (amount above 10% limit)	
45	<b>Tier 2 Capital</b>	33,368,453

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Table 9.1 **Capital Adequacy Requirements**

Minimum Requirements		Ratios	Amounts (GEL)
<b>1</b>	<b>Pillar 1 Requirements</b>		
1.1	Minimum CET1 Requirement	4.50%	68368660
1.2	Minimum Tier 1 Requirement	6.00%	91158214
1.3	Minimum Regulatory Capital Requirement	8.00%	121544285
<b>2</b>	<b>Combined Buffer</b>		
2.1	Capital Conservation Buffer *	0.00%	0
2.2	Countercyclical Buffer	0.00%	0
2.3	Systemic Risk Buffer		0
<b>3</b>	<b>Pillar 2 Requirements</b>		
3.1	CET1 Pillar 2 Requirement	0.93%	14154926
3.2	Tier 1 Pillar2 Requirement	1.24%	18909208
3.3	Regulatory capital Pillar 2 Requirement	4.27%	64868273
<b>Total Requirements</b>		<b>Ratios</b>	<b>Amounts (GEL)</b>
<b>4</b>	CET1	5.43%	82523586
<b>5</b>	Tier 1	7.24%	110067422
<b>6</b>	Total regulatory Capital	12.27%	186412558

\* Regarding the annulment of conservation buffer requirement please see the press release of National Bank of Georgia "Supervisory Plan Of The National Bank Of Georgia With Regard To COVID-19" (link: <https://www.nbg.gov.ge/index.php?m=340&newsid=3901&lang=eng> )

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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	43,503,451	
2	Due from NBG	393,678,171	
3	Due from Banks	165,991,896	
4	Dealing Securities	11,956,930	
5	Investment Securities	267,317,412	
6.1	Loans	1,092,082,691	
6.2	Less: Loan Loss Reserves	-61,929,092	
6.2.1	Of which General Reserve	16,573,128	Table 9 (Capital), N39
6.2.1	Of which COVID 19 related reserve	9,080,788	
6	Net Loans	1,030,153,599	
7	Accrued Interest and Dividends Receivable	15,337,537	
8	Other Real Estate Owned & Repossessed Assets	16,572,737	
9	Equity Investments	17,062,704	
10	Fixed Assets and Intangible Assets	33,744,563	
10.1	Of which intangible assets	3,795,246	Table 9 (Capital), N10
11	Other Assets	10,948,656	
11.1	Of which DTA	1,115,115	Table 9 (Capital), N15
12	<b>Total assets</b>	<b>2,006,267,655</b>	
13	Due to Banks	40,234,144	
14	Current (Accounts) Deposits	280,611,890	
15	Demand Deposits	210,770,251	
16	Time Deposits	444,083,180	
17	Own Debt Securities	0	
18	Borrowings	739,185,471	
19	Accrued Interest and Dividends Payable	10,117,147	
20	Other Liabilities	18,671,103	
20.1	მათ შორის გარესაბალანსო ელემენტების საერთო რეზერვი	739,985	Table 9 (Capital), N39
21	Subordinated Debentures	16,055,340	
21.1	Of which tier II capital qualifying instruments	16,055,340	Table 9 (Capital), N37
22	<b>Total liabilities</b>	<b>1,759,728,527</b>	
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	138,459,629	Table 9 (Capital), N5
28	Retained Earnings	5,972,349	Table 9 (Capital), N6
29	Asset Revaluation Reserves	9,513,350	Table 9 (Capital), N5, N8
30	<b>Total Equity Capital</b>	<b>246,539,128</b>	

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

Exposure classes	Risk weights	a	b	c	d	e	f	g	h	i	j	k	l	m	n	o	p	q
		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		450,277,100		0		0		0		0		198,242,122		0		0		198,242,122
2 Claims or contingent claims on regional governments or local authorities		0		0		0		0		0		0		0		0		-
3 Claims or contingent claims on public sector entities		0	0		0		0	0	0		0	5,568,354	0		0	0	0	5,568,354
4 Claims or contingent claims on multilateral development banks		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		-
6 Claims or contingent claims on commercial banks		0		159,484,188		0		6,202,422		0		309,452		0		0		35,307,500
7 Claims or contingent claims on corporates		0	0	0	0		22,000	0	0		862,368	681,719,067	62,450,125		172,740	0	0	745,082,777
8 Retail claims or contingent retail claims		0	0	0	0		0	0	0	112,796,406	375,506	0	284,374		11,088	0	0	85,179,854
9 Claims or contingent claims secured by mortgages on residential property		0	0	0	0	32,570,847	0	944,352	0	0	0	25,572	0	0	0	0	0	11,897,544
10 Past due items		0	0	0	0	0	0	0	0	0	0	32,571,206	0	9,792,332	0	0	0	47,259,703
11 Items belonging to regulatory high-risk categories		0	0	0	0	0	0	0	0	0	1,500	23,736,323	49,490	7,230,245	131,096	8,154,348	0	55,214,819
12 Short-term claims on commercial banks and corporates		0	0	0	0	0	0	0	0	0	120,518	48,520,284	11,567,325	0	10,793	0	0	60,194,188
13 Claims in the form of collective investment undertakings ("CIU")		0		0		0		0		0		0		0		0		-
14 Other items		43,802,451	0	0	0	0	91,285	0	0	0	757,244	179,160,316	3,622,774	0	241,083	17,000,000	0	226,244,598
Total		494,079,550	0	159,484,188	0	32,570,847	113,285	7,146,774	0	112,796,406	2,117,135	1,169,852,696	77,974,088	17,022,577	566,810	25,154,348	0	1,470,191,560

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Table 12

## Credit Risk Mitigation

in Lari

	On-balance sheet netting	Cash on deposit with or cash assimilated instruments	Debt securities issued by central governments or central banks, regional governments or local authorities, public sector entities, multilateral development banks and international organizations/institutions	Funded Credit Protection							Total Credit Risk Mitigation - On-balance sheet	Total Credit Risk Mitigation - Off-balance sheet	Total Credit Risk Mitigation
				Debt securities issued by regional governments or local authorities, public sector entities, multilateral development banks and international organizations/institutions	Debt securities issued by other entities, which securities have a credit assessment, which has been determined by NBG to be associated with credit quality step 3 or above under the rules for the risk weighting of exposures to corporates.	Debt securities with a short-term credit assessment, which has been determined by NBG to be associated with credit quality step 3 or above under the rules for the risk weighting of short term exposures	Equities or convertible bonds that are included in a main index	Standard gold bullion or equivalent	Debt securities without credit rating issued by commercial banks	Units in collective investment undertakings			
1 Claims or contingent claims on central governments or central banks		0									0		0
2 Claims or contingent claims on regional governments or local authorities		0									0		0
3 Claims or contingent claims on public sector entities		0									0		0
4 Claims or contingent claims on multilateral development banks		0									0		0
5 Claims or contingent claims on international organizations/institutions		0									0		0
6 Claims or contingent claims on commercial banks		0									0		0
7 Claims or contingent claims on corporates		50,110,425									39,406,837	10,703,588	50,110,425
8 Retail claims or contingent retail claims		877,232									731,488	145,744	877,232
9 Claims or contingent claims secured by mortgages on residential property		0									0	0	0
10 Past due items		0									0		0
11 Items belonging to regulatory high-risk categories		4,076,154									4,076,154	0	4,076,154
12 Short-term claims on commercial banks and corporates		20,004,957									16,461,277	3,543,680	20,004,957
13 Claims in the form of collective investment undertakings		0									0		0
14 Other items		1,017,066									230,572	786,494	1,017,066
<b>Total</b>	<b>0</b>	<b>76,085,834</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>60,906,329</b>	<b>15,179,506</b>	<b>76,085,834</b>

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Table 13 Standardized approach - Effect of credit risk mitigation

Table 15		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	648,519,222			198,242,122	198,242,122		31%
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	5,568,354	0	0	5,568,354	5,568,354		100%
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	165,996,061			35,307,500	35,307,500		21%
7	Claims or contingent claims on corporates	681,719,067	98,757,891	63,507,232	745,082,777	694,972,352		93%
8	Retail claims or contingent retail claims	112,796,406	1,209,160	670,977	85,179,954	84,302,722		74%
9	Claims or contingent claims secured by mortgages on residential property	33,540,770	0	0	11,897,544	11,897,544		35%
10	Past due items	42,363,538	0	0	47,259,703	47,259,703		112%
11	Items belonging to regulatory high-risk categories	39,120,915	364,173	182,086	55,214,819	51,138,665		130%
12	Short-term claims on commercial banks and corporates	48,520,284	26,215,947	11,698,637	60,194,188	40,189,231		67%
13	Claims in the form of collective investment undertakings ("CIU")	0			0	0	#DIV/0!	
14	Other items	239,962,767	9,153,934	4,712,387	226,244,598	225,227,532		92%
Total		2,018,107,385	135,701,105	80,771,319	1,470,191,560	1,394,105,726		66%

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Date: 31.12.2020

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
<b>High-quality liquid assets</b>											
1	Total HQLA					170,661,768	315,655,971	486,317,739	168,307,801	224,383,420	392,691,221
<b>Cash outflows</b>											
2	Retail deposits		59,612,989	285,473,555	345,086,544	10,943,464	42,920,582	53,864,046	2,117,878	6,457,218	8,575,097
3	Unsecured wholesale funding		281,023,087	613,223,486	894,246,573	75,908,760	89,529,091	165,437,851	59,503,106	76,233,513	135,736,618
4	Secured wholesale funding		131,404,348	-	131,404,348	-	-	-	-	-	-
5	Outflows related to off-balance sheet obligations and net short position of derivative exposures		64,393,031	55,224,060	119,617,091	15,068,474	12,411,735	27,480,209	6,079,793	4,663,122	10,742,915
6	Other contractual funding obligations					-	-	-			
7	Other contingent funding obligations		9,858,933	11,826,729	21,685,662	3,699,797	-	3,699,797	3,699,797	-	3,699,797
8	<b>TOTAL CASH OUTFLOWS</b>		546,292,387	965,747,831	1,512,040,218	105,620,495	144,861,408	250,481,903	71,400,574	87,353,853	158,754,427
<b>Cash inflows</b>											
9	Secured lending (eg reverse repos)		8,642,405	-	8,642,405			-	8,642,405	-	8,642,405
10	Inflows from fully performing exposures		375,511,380	633,140,274	1,008,651,654	22,291,898	5,133,991	27,425,889	24,645,866	97,330,103	121,975,969
11	Other cash inflows		13,828,791	13,273,894	27,102,684	1,107,637	32,846	1,140,483	1,107,637	32,846	1,140,483
12	<b>TOTAL CASH INFLOWS</b>		397,982,576	646,414,168	1,044,396,744	23,399,535	5,166,836	28,566,371	34,395,907	97,362,949	131,758,856
						Total value according to NBG's methodology* (with limits)			Total value according to Basel methodology (with limits)		
13	Total HQLA					170,661,768	315,655,971	486,317,739	168,307,801	224,383,420	392,691,221
14	Net cash outflow					82,220,960	139,694,571	221,915,531	45,647,071	21,838,463	39,688,607
15	Liquidity coverage ratio (%)					208%	226%	219%	369%	1027%	989%

\* 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.



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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	<b>FX contracts</b>	1,206,990		24,140	0	0	0	0	0	24,140	0	0	24,140
1.1	Maturity less than 1 year	1,206,990	2.0%	24,140						24,140			24,140
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	<b>Interest rate contracts</b>	0		0	0	0	0	0	0	0	0	0	0
2.1	Maturity less than 1 year		0.5%	0									0
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
	<b>Total</b>	<b>1,206,990</b>		<b>24,140</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>24,140</b>	<b>0</b>	<b>0</b>	<b>24,140</b>

Bank: JSC "BasisBank"

Date:

31.12.2020

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) *	2,023,450,308
2	(Asset amounts deducted in determining Tier 1 capital)	(14,423,711)
3	<b>Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)</b>	<b>2,009,026,597</b>
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	24,140
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	<b>Total derivative exposures (sum of lines 4 to 10)</b>	<b>24,140</b>
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	<b>Total securities financing transaction exposures (sum of lines 12 to 15a)</b>	<b>-</b>
Other off-balance sheet exposures		
17	Off-balance sheet exposures at gross notional amount	
18	(Adjustments for conversion to credit equivalent amounts)	
19	<b>Other off-balance sheet exposures (sum of lines 17 to 18)</b>	<b>-</b>
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	<b>Tier 1 capital</b>	<b>232,115,414</b>
21	<b>Total leverage ratio exposures (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)</b>	<b>2,009,050,736</b>
Leverage ratio		
22	<b>Leverage ratio</b>	<b>12%</b>
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	

\*COVID 19 related provisions are deducted from balance sheet items