

Pillar 3 quarterly report		
1	Name of a bank	JSC CARTU BANK
2	Chairman of the Supervisory Board	Nikoloz Chkhetiani
3	CEO of a bank	Nato Khaindrava
4	Bank's web page	www.cartubank.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 NN of the President 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 CARTU BANK

Date: 30/06/2017

Table 1 **Key metrics**

N		2Q 2017	1Q 2017	4Q 2016	3Q 2016	2Q 2016
	Regulatory capital (amounts, GEL)					
	Based on Basel III framework					
1	Common Equity Tier 1 (CET1)	198,763,821	193,432,854	181,026,397	176,964,717	225,996,357
2	Tier 1	198,763,821	193,432,854	181,026,397	176,964,717	225,996,357
3	Total regulatory capital	413,709,457	412,688,324	419,167,644	372,915,808	424,933,587
	Risk-weighted assets (amounts, GEL)					
4	Risk-weighted assets (RWA) (Based on Basel III framework)	1,634,893,102	1,723,916,522	1,817,524,790	1,683,199,390	1,782,682,128
5	Risk-weighted assets (RWA) (Based on Basel I frameworks)	1,402,690,508	1,302,987,195	1,541,037,026	1,369,453,756	1,451,735,701
	Capital ratios as a percentage of RWA					
	Based on Basel III framework					
6	Common equity Tier 1 ratio (≥ 7.0 %)	12.16%	11.22%	9.96%	10.51%	12.68%
7	Tier 1 ratio (≥ 8.5 %)	12.16%	11.22%	9.96%	10.51%	12.68%
8	Total regulatory capital ratio (≥ 10.5 %)	25.30%	23.94%	23.06%	22.16%	23.84%
	Based on Basel I framework					
9	Common equity Tier 1 ratio (≥ 6.4 %)	13.42%	14.43%	9.63%	10.83%	14.72%
10	Total regulatory capital ratio (≥ 9.6 %)	26.33%	28.33%	18.80%	21.34%	29.14%
	Income					
11	Total Interest Income / Average Annual Assets	7.00%	7.00%	8.74%	7.93%	7.65%
12	Total Interest Expense / Average Annual Assets	2.60%	2.60%	3.08%	3.01%	2.77%
13	Earnings from Operations / Average Annual Assets	4.19%	4.19%	4.70%	4.37%	4.45%
14	Net Interest Margin	4.40%	4.40%	5.66%	4.91%	4.88%
15	Return on Average Assets (ROAA)	1.81%	1.81%	3.22%	3.62%	2.70%
16	Return on Average Equity (ROAE)	10.78%	10.78%	18.32%	19.59%	14.82%
	Asset Quality					
17	Non Performed Loans / Total Loans	32.09%	29.29%	21.73%	16.64%	15.84%
18	LLR/Total Loans	13.95%	13.18%	11.85%	9.98%	9.15%
19	FX Loans/Total Loans	74.78%	74.99%	76.01%	67.62%	66.24%
20	FX Assets/Total Assets	67.08%	72.81%	76.14%	67.70%	65.76%
21	Loan Growth-YTD	-8.49%	-7.93%	6.34%	5.82%	12.34%
	Liquidity					
22	Liquid Assets/Total Assets	20.58%	28.96%	33.97%	24.16%	20.10%
23	FX Liabilities/Total Liabilities	91.64%	93.52%	93.44%	86.39%	85.68%
24	Current & Demand Deposits/Total Assets	33.50%	27.70%	31.33%	34.45%	28.33%

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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	9,423,675	8,495,031	17,918,706	12,643,577	8,411,890	21,055,467
2	Due from NBG	14,203,827	102,532,195	116,736,022	3,367,350	107,532,144	110,899,494
3	Due from Banks	64,078,250	44,322,521	108,400,771	65,559,858	101,998,595	167,558,453
4	Dealing Securities	0	0	0	0	14,120,462	14,120,462
5	Investment Securities	14,866,514	0	14,866,514	10,681,000	0	10,681,000
6.1	Loans	209,268,633	620,545,994	829,814,627	323,418,228	634,490,365	957,908,593
6.2	Less: Loan Loss Reserves	-24,174,216	-91,608,525	-115,782,741	-27,329,927	-60,331,843	-87,661,770
6	Net Loans	185,094,417	528,937,469	714,031,886	296,088,301	574,158,522	870,246,823
7	Accrued Interest and Dividends Receivable	5,015,732	10,203,432	15,219,164	7,895,657	13,181,205	21,076,862
8	Other Real Estate Owned & Repossessed Assets	15,315,928	X	15,315,928	5,848,822		5,848,822
9	Equity Investments	7,178,160	0	7,178,160	4,478,160	9,314,621	13,792,781
10	Fixed Assets and Intangible Assets	19,369,302	X	19,369,302	20,034,472		20,034,472
11	Other Assets	6,700,103	715,636	7,415,739	5,298,134	811,924	6,110,058
12	Total assets	341,245,908	695,206,284	1,036,452,192	431,895,331	829,529,363	1,261,424,694
	Liabilities						
13	Due to Banks	52,515	41,980,743	42,033,258	76,501	135,559,048	135,635,549
14	Current (Accounts) Deposits	36,851,078	219,592,867	256,443,945	57,253,450	186,183,097	243,436,547
15	Demand Deposits	20,109,592	70,643,791	90,753,383	78,662,692	35,313,110	113,975,802
16	Time Deposits	7,442,483	208,192,951	215,635,434	4,605,216	260,120,176	264,725,392
17	Own Debt Securities			0			0
18	Borrowings	0	0	0	0	70,269,000	70,269,000
19	Accrued Interest and Dividends Payable	137,803	5,738,946	5,876,749	65,172	6,642,077	6,707,249
20	Other Liabilities	5,094,830	12,590,671	17,685,501	6,384,063	2,615,531	8,999,594
21	Subordinated Debentures	0	205,213,800	205,213,800	0	183,284,975	183,284,975
22	Total liabilities	69,688,301	763,953,769	833,642,070	147,047,094	879,987,014	1,027,034,108
	Equity Capital						
23	Common Stock	114,430,000	X	114,430,000	114,430,000	X	114,430,000
24	Preferred Stock	0	X	0	0	X	0
25	Less: Repurchased Shares	0	X	0	0	X	0
26	Share Premium	0	X	0	0	X	0
27	General Reserves	7,438,034	X	7,438,034	7,438,034	X	7,438,034
28	Retained Earnings	80,942,088	X	80,942,088	112,522,552	X	112,522,552
29	Asset Revaluation Reserves	0	X	0	0	X	0
30	Total Equity Capital	202,810,122		202,810,122	234,390,586		234,390,586
31	Total liabilities and Equity Capital	272,498,423	763,953,769	1,036,452,192	381,437,680	879,987,014	1,261,424,694

0

0

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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
	Interest Income						
1	Interest Income from Bank's "Nostro" and Deposit Accounts	2,598,252	19,405	2,617,657	2,086,258	149,785	2,236,043
2	Interest Income from Loans	9,333,306	26,919,267	36,252,573	11,213,175	31,551,205	42,764,380
2.1	from the Interbank Loans	46,071	-	46,071	490,982	-	490,982
2.2	from the Retail or Service Sector Loans	4,217,881	14,141,287	18,359,168	6,898,608	19,034,389	25,932,997
2.3	from the Energy Sector Loans	-	198,377	198,377	-	198,586	198,586
2.4	from the Agriculture and Forestry Sector Loans	756,338	1,794,219	2,550,557	281,421	2,087,703	2,369,124
2.5	from the Construction Sector Loans	2,255,374	2,425,396	4,680,769	1,258,099	2,935,501	4,193,600
2.6	from the Mining and Mineral Processing Sector Loans	1,408,494	3,252,724	4,661,218	887,552	3,619,621	4,507,173
2.7	from the Transportation or Communications Sector Loans	765	13,125	13,890	1,133	1,909	3,042
2.8	from Individuals Loans	357,811	2,415,584	2,773,395	164,398	3,129,118	3,293,516
2.9	from Other Sectors Loans	290,572	2,678,557	2,969,128	1,230,982	544,378	1,775,360
3	Fees/penalties income from loans to customers	317,995	882,759	1,200,754	204,920	1,272,069	1,476,989
4	Interest and Discount Income from Securities	617,522	-	617,522	997,048	-	997,048
5	Other Interest Income	-	8,824	8,824	-	-	-
6	Total Interest Income	12,867,075	27,830,255	40,697,330	14,501,401	32,973,059	47,474,460
	Interest Expense						
7	Interest Paid on Demand Deposits	397,559	796,231	1,193,790	406,177	1,211,531	1,617,708
8	Interest Paid on Time Deposits	226,321	8,472,044	8,698,365	129,381	8,974,430	9,103,811
9	Interest Paid on Banks Deposits	124	341,695	341,819	24,190	970,716	994,906
10	Interest Paid on Own Debt Securities	-	-	-	-	-	-
11	Interest Paid on Other Borrowings	-	4,864,842	4,864,842	-	5,470,977	5,470,977
12	Other Interest Expenses	-	-	-	-	-	-
13	Total Interest Expense	624,004	14,474,812	15,098,816	559,748	16,627,654	17,187,402
14	Net Interest Income	12,243,071	13,355,443	25,598,514	13,941,653	16,345,405	30,287,058
	Non-Interest Income						
15	Net Fee and Commission Income	479,149	(1,331,079)	(851,930)	742,041	(1,305,414)	(563,373)
15.1	Fee and Commission Income	1,521,819	970,202	2,492,021	1,876,714	846,172	2,722,886
15.2	Fee and Commission Expense	1,042,670	2,301,281	3,343,951	1,134,673	2,151,586	3,286,259
16	Dividend Income	-	10,865	10,865	-	53,912	53,912
17	Gain (Loss) from Dealing Securities	-	86,990	86,990	-	(260,733)	(260,733)
18	Gain (Loss) from Investment Securities	-	-	-	-	-	-
19	Gain (Loss) from Foreign Exchange Trading	3,905,672	-	3,905,672	3,028,634	-	3,028,634
20	Gain (Loss) from Foreign Exchange Translation	(3,169,599)	-	(3,169,599)	2,426,729	-	2,426,729
21	Gain (Loss) on Sales of Fixed Assets	599	-	599	5,785	-	5,785
22	Non-Interest Income from other Banking Operations	3,650,411	580,740	4,231,151	2,085,286	609,507	2,694,793
23	Other Non-Interest Income	385,308	5,735	391,043	789,599	12,771	802,370
24	Total Non-Interest Income	5,251,540	(646,749)	4,604,791	9,078,074	(889,957)	8,188,117
	Non-Interest Expenses						
25	Non-Interest Expenses from other Banking Operations	1,127,752	29,149	1,156,901	1,106,295	132,581	1,238,876
26	Bank Development, Consultation and Marketing Expenses	288,697	17,103	305,800	265,328	62,780	328,108
27	Personnel Expenses	4,468,044	-	4,468,044	4,128,321	-	4,128,321
28	Operating Costs of Fixed Assets	22,382	-	22,382	81,236	-	81,236
29	Depreciation Expense	1,270,770	-	1,270,770	1,223,629	-	1,223,629
30	Other Non-Interest Expenses	1,447,002	259,104	1,706,106	1,547,739	161,646	1,709,385
31	Total Non-Interest Expenses	8,624,647	305,356	8,930,003	8,352,548	357,007	8,709,555
32	Net Non-Interest Income	(3,373,107)	(952,105)	(4,325,212)	725,526	(1,246,964)	(521,438)
33	Net Income before Provisions	8,869,964	12,403,338	21,273,302	14,667,179	15,098,441	29,765,620
34	Loan Loss Reserve	6,100,684	-	6,100,684	9,194,014	-	9,194,014
35	Provision for Possible Losses on Investments and Securities	-	-	-	-	-	-
36	Provision for Possible Losses on Other Assets	2,617,107	-	2,617,107	833,667	-	833,667
37	Total Provisions for Possible Losses	8,717,791	-	8,717,791	10,027,681	-	10,027,681
38	Net Income before Taxes and Extraordinary Items	152,173	12,403,338	12,555,511	4,639,498	15,098,441	19,737,939
39	Taxation	2,006,624	-	2,006,624	3,013,380	-	3,013,380
40	Net Income after Taxation	(1,854,451)	12,403,338	10,548,887	1,626,118	15,098,441	16,724,559
41	Extraordinary Items	-	-	-	-	-	-
42	Net Income	(1,854,451)	12,403,338	10,548,887	1,626,118	15,098,441	16,724,559

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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			0			0
1.1	Guarantees Issued	28,754,300	31,404,272	60,158,572	32,915,322	36,184,251	69,099,573
1.2	Letters of credit Issued		2,588,502	2,588,502		90,647	90,647
1.3	Undrawn loan commitments	7,927,005	6,914,147	14,841,152	7,292,278	17,899,226	25,191,504
1.4	Other Contingent Liabilities	12,678	0	12,678	9,374	0	9,374
2	Guarantees received as security for liabilities of the bank			0			0
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			0			0
4.1	Surety, joint liability	88,896,550	332,576,333	421,472,883			0
4.2	Guarantees	6,072,137	18,367,597	24,439,733			0
5	Assets pledged as security for receivables of the bank			0			0
5.1	Cash	74,001	23,154,341	23,228,342			0
5.2	Precious metals and stones	0	0	0			0
5.3	Real Estate:	9,501,892	1,733,524,811	1,743,026,703			0
5.3.1	<i>Residential Property</i>	278,032	161,270,434	161,548,465			0
5.3.2	<i>Commercial Property</i>	798,660	840,515,361	841,314,021			0
5.3.3	<i>Complex Real Estate</i>	0	231,671,451	231,671,451			0
5.3.4	<i>Land Parcel</i>	8,425,200	451,117,154	459,542,354			0
5.3.5	<i>Other</i>	0	48,950,412	48,950,412			0
5.4	Movable Property	214,009,585	261,259,727	475,269,312			0
5.5	Shares Pledged	12,681,043	104,604,876	117,285,919			0
5.6	Securities	0	5,511,997	5,511,997			0
5.7	Other	132,640	99,191,478	99,324,118			0
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	17,911	418,714	436,625			0
7.2	Interest and penalty receivable not recognized on-balance or derecognized during last 3 month	2,415,236	7,322,879	9,738,115			0
7.3	Principal of receivables derecognized during 5 years month (including last 3 month)	8,044,430	11,529,157	19,573,587			0
7.4	Interest and penalty receivable not recognized on-balance or derecognized during last 5 years (including last 3 month)	38,401,138	114,642,229	153,043,367			0
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

Note: 7.1-7.4 rows contain information about only write-down (not extracted)

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Table 5

Risk Weighted Assets

in Lari

N		2Q 2017	1Q 2017
1	Risk Weighted Assets for Credit Risk	1,486,735,691	1,583,499,131
1.1	Balance sheet items	923,605,058	1,098,037,771
1.1.1	Including: amounts below the thresholds for deduction (subject to 250% risk weight)	8,537,100	8,337,100
1.2	Off-balance sheet items	62,143,746	70,058,033
1.3	Currency induced credit risk	500,986,887	415,403,327
1.4	Counterparty credit risk	0	0
2	Risk Weighted Assets for Market Risk	24,320,451	16,580,431
3	Risk Weighted Assets for Operational Risk	123,836,960	123,836,960
4	Total Risk Weighted Assets	1,634,893,102	1,723,916,522

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

Members of Supervisory Board	
1	Nikoloz Chkhetiani
2	Eter Deminashvili
3	Natela Kalichava
4	
5	
6	
7	
8	
9	
10	
Members of Board of Directors	
1	Nato Khaindrava
2	David Galuashvili
3	Zurab Gogua
4	Beka Kvaratskhelia
5	Givi Lebanidze
6	
7	
8	
9	
10	
List of Shareholders owning 1% and more of issued capital, indicating Shares	
1	Jsc "Cartu Group" 100%
List of bank beneficiaries indicating names of direct or indirect holders of 5% or more of shares	
1	Uta Ivanishvili 100%

Bank: JSC CARTU BANK

Date: 30/06/2017

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

		a	b	c	d	e = c + d
	Account name of standardized supervisory balance sheet item	Carrying values as reported in published stand-alone financial statements per local accounting rules	Carrying values of items			Total carrying value of balance sheet items subject to credit risk weighting before adjustments
			Not subject to capital requirements or subject to deduction from capital	Subject to credit risk weighting	Subject to Currency Induced Credit Risk Framework	
1	Cash	17,918,706		17,918,706		17,918,706
2	Due from NBG	116,736,022		116,736,022		116,736,022
3	Due from Banks	108,400,771		108,400,771		108,400,771
4	Dealing Securities	0		0		0
5	Investment Securities	14,866,514		14,866,514		14,866,514
6.1	Loans	829,814,627		829,814,627	777,773,080	1,607,587,707
6.2	Less: Loan Loss Reserves	-115,782,741		-115,782,741	-111,325,380	-227,108,121
6	Net Loans	714,031,886		714,031,886	666,447,700	1,380,479,586
7	Accrued Interest and Dividends Receivable	15,219,164		15,219,164	10,203,432	25,422,596
8	Other Real Estate Owned & Repossessed Assets	15,315,928		15,315,928		15,315,928
9	Equity Investments	7,178,160		7,178,160		7,178,160
10	Fixed Assets and Intangible Assets	19,369,302	3,446,301	15,923,001		15,923,001
11	Other Assets	7,415,739		7,415,739	529,664	7,945,403
	Total exposures subject to credit risk weighting before adjustments	1,036,452,192	3,446,301	1,033,005,891	677,180,796	1,710,186,687

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

1	Total carrying value of balance sheet items subject to credit risk weighting before adjustments	1,710,186,687
2.1	Nominal values of off-balance sheet items subject to credit risk weighting	76,558,647
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	1,786,745,334
4	Effect of provisioning rules used for capital adequacy purposes	15,518,002
5.1	Effect of credit conversion factor of off-balance sheet items related to credit risk framework	-7,420,576
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	-16,689,222
7	Total exposures subject to credit risk weighting	1,778,153,538

Bank: JSC CARTU BANK

Date: 30/06/2017

Table 9

Regulatory capital

N		in Lari
1	Common Equity Tier 1 capital before regulatory adjustments	202,210,122
2	Common shares that comply with the criteria for Common Equity Tier 1	114,430,000
3	Stock surplus (share premium) of common share that meets the criteria of Common Equity Tier 1	
4	Accumulated other comprehensive income	
5	Other disclosed reserves	6,838,034
6	Retained earnings (loss)	80,942,088
7	Regulatory Adjustments of Common Equity Tier 1 capital	3,446,301
8	Revaluation reserves on assets	
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	
10	Intangible assets	3,446,301
11	Shortfall of the stock of provisions to the provisions based on the Asset Classification	
12	Investments in own shares	
13	Reciprocal cross holdings in the capital of commercial banks, insurance entities and other financial institutions	
14	Cash flow hedge reserve	
15	Deferred tax assets not subject to the threshold deduction (net of related tax liability)	
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	
17	Holdings of equity and other participations constituting more than 10% of the share capital of other commercial entities	
18	Significant investments in the common shares of commercial banks, insurance entities and other financial institutions (amount above 10% limit)	
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)	
20	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	
21	The amount of significant Investments and Deferred Tax Assets which exceed 15% of common equity tier 1	
22	Regulatory adjustments applied to Common Equity Tier 1 resulting from shortfall of Tier 1 and Tier 2 capital to deduct investments	
23	Common Equity Tier 1	198,763,821
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	214,945,636
37	Instruments that comply with the criteria for Tier 2 capital	120,960,000
38	Stock surplus (share premium) that meet the criteria for Tier 2 capital	84,853,800
39	General reserves, limited to a maximum of 1.25% of the bank's credit risk-weighted exposures	9,131,836
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	214,945,636

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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	17,918,706	
2	Due from NBG	116,736,022	
3	Due from Banks	108,400,771	
4	Dealing Securities	0	
5	Investment Securities	14,866,514	
6.1	Loans	829,814,627	
6.2	Less: Loan Loss Reserves	-115,782,741	
6.2.1	Of which common reserves	-8,025,919	Table 9 (Capital), N39
6	Net Loans	714,031,886	
7	Accrued Interest and Dividends Receivable	15,219,164	
8	Other Real Estate Owned & Repossessed Assets	15,315,928	
9	Equity Investments	7,178,160	
9.2	Of which significant investments subject to limited recognition	7,122,300	
9.3	Of which below 10% equity holdings subject to limited recognition	57,000	
9.4	Investments Reserves	-1,140	Table 9 (Capital), N39
10	Fixed Assets and Intangible Assets	19,369,302	
10.1	Of which intangible assets	3,446,301	Table 9 (Capital), N10
11	Other Assets	7,415,739	
12	Total assets	1,036,452,192	
13	Due to Banks	42,033,258	
14	Current (Accounts) Deposits	256,443,945	
15	Demand Deposits	90,753,383	
16	Time Deposits	215,635,434	
17	Own Debt Securities	0	
18	Borrowings	0	
19	Accrued Interest and Dividends Payable	5,876,749	
20	Other Liabilities	17,685,501	
20.1	Of which offbalance liabilities reserves	1,104,777	Table 9 (Capital), N39
21	Subordinated Debentures	205,213,800	
21.1	Of which tier II capital qualifying instruments	205,213,800	Table 9 (Capital), N37,N38
22	Total liabilities	833,642,070	
23	Common Stock	114,430,000	Table 9 (Capital), N2
24	Preferred Stock	0	
25	Less: Repurchased Shares	0	
26	Share Premium	0	
27	General Reserves	7,438,034	
27.1	Of which Regulatory Reserves	6,838,034	Table 9 (Capital), N4
27.2	Of which Special Funds	600,000	Table 9 (Capital), N37
28	Retained Earnings	80,942,088	Table 9 (Capital), N5
29	Asset Revaluation Reserves	0	
30	Total Equity Capital	202,810,122	

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

Risk weights	a		b		c		d		e		f		g		h		i		j		k		l		m		n		o		p		q
	0%																																
Exposure classes	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	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																																102,532,195
2	Claims or contingent claims on regional governments or local authorities	29,070,341																															-
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	9,501,822			93,113,751								15,183,637																				26,340,156
7	Claims or contingent claims on corporates																																657,267,560
8	Retail claims or contingent retail claims																																-
9	Claims or contingent claims secured by mortgages on residential property																																-
10	Past due items																																92,908,725
11	Items belonging to regulatory high-risk categories																																-
12	Short-term claims on commercial banks and corporates																																-
13	Claims in the form of collective investment undertakings ("CIU")																																-
14	Other items	17,918,706			0				0				0																				132,903,243
	Total	56,490,869	0	93,113,751	0	0	0	0	0	0	0	0	15,183,637	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	1,011,951,969	

Table 17 Credit Risk Mitigation

Line item	On-balance sheet rating	Cash or deposit with or cash securities investments	Debt securities issued by central governments or local authorities, public sector entities, multilateral development banks and international organizations/institutions	Funded Credit Protection				Unfunded 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 NBO to be associated with credit quality step 2 or above under the rules for the risk weighting of exposures to securitizations	Debt securities with a short-term credit assessment, which has been determined by NBO to be associated with credit quality step 2 or above under the rules for the risk weighting of short-term exposures	Equities or convertible bonds that are included in a main index	Standardized gold bullion or equivalent	Debt securities without credit rating issued by commercial banks	Units in collective investment undertakings	Central governments or central banks	Regional governments or local authorities	Multilateral development banks	International organizations / institutions	Public sector entities	Commercial banks				Other corporate entities that have a credit assessment, which has been determined by NBO to be associated with credit quality step 2 or above under the rules for the risk weighting of exposures to corporates
1																				
2																				
3																				
4																				
5																				
6																				
7																				
8																				
9		22,844,144																		
10																				
11																				
12																				
13																				
14		249,474																		
15		249,474																		
Total		23,093,618																15,924,325	6,924,325	22,848,650

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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	131,602,536			102,532,195	102,532,195	78%
2	Claims or contingent claims on regional governments or local authorities	0			0	0	0%
3	Claims or contingent claims on public sector entities	0			0	0	0%
4	Claims or contingent claims on multilateral development banks	0			0	0	0%
5	Claims or contingent claims on international organizations/institutions	0			0	0	0%
6	Claims or contingent claims on commercial banks	117,924,798			26,340,156	26,340,156	22%
7	Claims or contingent claims on corporates	589,152,925	75,324,066	68,114,655	1,058,782,013	1,036,127,869	158%
8	Retail claims or contingent retail claims	0		0	0	0	0%
9	Claims or contingent claims secured by mortgages on residential property	0		0	0	0	0%
10	Past due items	83,399,768	823,235	792,743	152,259,191	148,959,912	177%
11	Items belonging to regulatory high-risk categories	0		0	0	0	0%
12	Short-term claims on commercial banks and corporates	0		0	0	0	0%
13	Claims in the form of collective investment undertakings ('CIU')	0		0	0	0	0%
14	Other items	118,952,925	411,346	230,673	173,025,301	172,775,559	145%
	Total	1,041,032,952	76,558,647	69,138,071	1,512,938,856	1,486,735,691	580%

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Table 14 **Currency induced credit risk**

	Risk Exposure	a Unhedged claims (Claims where the source of repayment is denominated in the different currency from the exposure's currency)	b Currency induced credit risk weighted exposures
1	Claims or contingent claims on corporates	550,996,440	401,514,433
2	Retail claims or contingent retail claims		0
3	Claims or contingent claims secured by mortgages on residential property		0
4	Past due items	82,433,140	59,350,396
5	Items belonging to regulatory high-risk categories		0
6	Claims in the form of collective investment undertakings ('CIU')*		0
7	Claims in the form of collective investment undertakings		0
8	Other claims	51,242,157	40,122,058
9	Total	684,671,737	500,986,887

