

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 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 CARTU BANK

Date: 30/09/2019

Key metrics

Table 1

N		3Q 2019	2Q 2019	1Q 2019	4Q 2018	3Q 2018
	Regulatory capital (amounts, GEL)					
	<i>Based on Basel III framework</i>					
1	Common Equity Tier 1 (CET1)	195,242,645	187,971,414	205,002,460	220,763,712	213,601,018
2	Tier 1	215,929,045	208,052,314	205,002,460	220,763,712	213,601,018
3	Total regulatory capital	428,170,330	413,734,563	417,876,184	432,657,101	449,664,223
	Risk-weighted assets (amounts, GEL)					
4	Risk-weighted assets (RWA) (Based on Basel III framework)	1,430,709,274	1,392,496,943	1,298,103,991	1,381,508,823	1,435,351,302
	Capital ratios as a percentage of RWA					
	<i>Based on Basel III framework</i>					
5	Common equity Tier 1 ratio >=9.31%	13.65%	13.50%	15.79%	15.98%	14.88%
6	Tier 1 ratio >=11.50%	15.09%	14.94%	15.79%	15.98%	14.88%
7	Total Regulatory Capital ratio >=20.32%	29.93%	29.71%	32.19%	31.32%	31.33%
	Income					
8	Total Interest Income / Average Annual Assets	7.37%	5.25%	7.44%	6.89%	6.79%
9	Total Interest Expense / Average Annual Assets	2.44%	1.58%	2.41%	2.58%	2.58%
10	Earnings from Operations / Average Annual Assets	3.26%	2.44%	2.93%	3.17%	3.41%
11	Net Interest Margin	4.94%	3.68%	5.03%	4.31%	4.21%
12	Return on Average Assets (ROAA)	2.17%	1.39%	1.49%	1.52%	1.23%
13	Return on Average Equity (ROAE)	12.46%	7.81%	7.79%	7.77%	6.25%
	Asset Quality					
14	Non Performed Loans / Total Loans	39.48%	40.77%	36.78%	35.91%	35.20%
15	LLR/Total Loans	15.75%	16.23%	14.30%	13.85%	13.90%
16	FX Loans/Total Loans	66.33%	66.91%	62.07%	61.75%	60.74%
17	FX Assets/Total Assets	65.69%	67.54%	62.78%	60.61%	62.38%
18	Loan Growth-YTD	2.30%	-1.95%	-0.27%	2.89%	-0.53%
	Liquidity					
19	Liquid Assets/Total Assets	29.72%	26.56%	24.01%	25.46%	28.52%
20	FX Liabilities/Total Liabilities	85.32%	90.28%	91.54%	87.46%	84.51%
21	Current & Demand Deposits/Total Assets	34.84%	31.44%	29.70%	30.87%	32.45%
	Liquidity Coverage Ratio***					
22	Total HQLA	340,082,465	287,529,493	261,784,899	303,859,040	293,208,220
23	Net cash outflow	126,275,518	131,191,597	106,988,388	114,639,307	104,455,907
24	LCR ratio (%)	269%	219%	245%	265%	281%

*** 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 CARTU BANK

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Balance Sheet

Table 2

in Lari

N		Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
	Assets						
1	Cash	11,525,442	9,826,743	21,352,185	11,047,579	13,731,522	24,779,101
2	Due from NBG	1,755,527	188,254,762	190,010,289	5,164,640	139,845,478	145,010,118
3	Due from Banks	66,419,359	113,986,641	180,406,000	55,683,954	151,182,971	206,866,925
4	Dealing Securities	0	0	0	0	0	0
5	Investment Securities	21,003,803	14,480,480	35,484,283	21,868,631	0	21,868,631
6.1	Loans	290,469,289	572,172,466	862,641,755	320,057,669	495,093,561	815,151,230
6.2	Less: Loan Loss Reserves	-41,479,521	-94,400,951	-135,880,472	-44,885,961	-68,404,612	-113,290,573
6	Net Loans	248,989,768	477,771,515	726,761,283	275,171,708	426,688,949	701,860,657
7	Accrued Interest and Dividends Receivable	3,121,219	4,434,332	7,555,551	7,350,641	2,405,267	9,755,908
8	Other Real Estate Owned & Repossessed Assets	24,352,452	X	24,352,452	26,824,055	X	26,824,055
9	Equity Investments	5,814,321	0	5,814,321	2,883,540	0	2,883,540
10	Fixed Assets and Intangible Assets	17,998,741	X	17,998,741	19,055,480	X	19,055,480
11	Other Assets	22,002,279	1,133,568	23,135,847	18,458,892	1,547,919	20,006,811
12	Total assets	422,982,911	809,888,041	1,232,870,952	443,509,120	735,402,106	1,178,911,226
	Liabilities						
13	Due to Banks	51,462	103,602	155,064	52,742	14,486,760	14,539,502
14	Current (Accounts) Deposits	81,678,591	281,252,642	362,931,233	57,713,022	257,860,988	315,574,010
15	Demand Deposits	38,441,111	28,177,344	66,618,455	39,310,310	27,643,842	66,954,152
16	Time Deposits	17,509,032	333,664,393	351,173,425	41,861,062	271,871,820	313,732,882
17	Own Debt Securities			0			0
18	Borrowings	0	0	0	0	0	0
19	Accrued Interest and Dividends Payable	545,069	8,280,163	8,825,232	2,389,675	7,875,671	10,265,346
20	Other Liabilities	13,380,795	5,919,103	19,299,898	7,222,865	3,850,291	11,073,156
21	Subordinated Debentures	0	223,413,120	223,413,120	0	227,121,435	227,121,435
22	Total liabilities	151,606,060	880,810,367	1,032,416,427	148,549,676	810,710,807	959,260,483
	Equity Capital						
23	Common Stock	114,430,000		114,430,000	114,430,000		114,430,000
24	Preferred Stock	0		0	0		0
25	Less: Repurchased Shares	0		0	0		0
26	Share Premium	0		0	0		0
27	General Reserves	7,438,034		7,438,034	7,438,034		7,438,034
28	Retained Earnings	78,586,491		78,586,491	97,782,709		97,782,709
29	Asset Revaluation Reserves	0		0	0		0
30	Total Equity Capital	200,454,525		200,454,525	219,650,743		219,650,743
31	Total liabilities and Equity Capital	352,060,585	880,810,367	1,232,870,952	368,200,419	810,710,807	1,178,911,226

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N	N	Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
		Interest Income					
1	Interest income from Bank's "Reserve" and Deposit Accounts	2,815,914	1,260,071	4,075,985	3,323,451	1,442,285	4,765,736
2	Interest income from Loans	17,889,868	32,839,655	50,729,523	16,338,854	33,207,363	49,546,217
2.1	from the Hybrid Bank Loans	-	-	-	-	-	8,114
2.2	from the Retail or Service Sector Loans	8,081,335	13,088,336	21,169,671	8,753,778	16,688,413	25,442,191
2.3	from the Energy Sector Loans	802	163,153	163,955	-	210,807	210,807
2.4	from the Agriculture and Forestry Sector Loans	1,328,301	2,223,538	3,551,839	1,476,140	2,578,816	4,054,956
2.5	from the Construction Sector Loans	3,095,165	3,513,918	6,609,083	1,855,518	1,933,668	3,889,186
2.6	from Mining and Mineral Processing Sector Loans	3,072,219	5,202,303	8,274,522	2,469,701	4,058,683	6,528,384
2.7	from the Transportation or Communications Sector Loans	7,782	687,083	694,865	7,571	1,307,526	1,315,097
2.8	from Individuals Loans	511,523	2,452,098	2,963,621	610,971	2,985,771	3,600,742
2.9	from Other Sectors Loans	1,771,365	5,304,501	7,075,866	1,021,511	3,324,239	4,345,750
3	Fee/income from bank to customers	1,893,587	6,866,605	8,760,192	209,278	2,307,078	2,516,356
4	Interest and Dividend Income from Securities	772,385	-	772,385	1,487,437	-	1,487,437
5	Other Interest Income	-	63,382	63,382	-	41,863	41,863
6	Total Interest Income	23,201,124	49,823,092	73,024,216	21,336,891	38,988,217	50,325,107
		Interest Expense					
7	Interest Paid on Demand Deposits	2,171,491	112,873	2,284,364	914,439	465,949	1,380,388
8	Interest Paid on Time Deposits	888,301	10,338,794	11,227,095	2,812,789	8,638,831	12,451,620
9	Interest Paid on Bank Deposits	12,287	305,589	317,876	1,875	480,348	482,223
10	Interest Paid on Debt Securities	-	-	-	-	-	-
11	Interest Paid on Other Borrowings	-	2,317,387	2,317,387	-	2,802,847	2,812,647
12	Other Interest Expenses	-	-	-	-	-	-
13	Total Interest Expense	3,072,079	18,128,413	21,200,492	3,529,073	18,987,773	22,126,846
14	Net Interest Income	20,129,045	22,894,679	42,823,724	17,777,817	18,401,444	38,198,261
		Non-Interest Income					
15	Net Fee and Commission Income	406,590	(4,281,094)	(3,874,504)	697,833	(3,800,611)	(2,902,808)
15.1	Fee and Commission Income	2,475,548	1,414,370	3,889,918	2,201,959	1,291,711	3,593,670
15.2	Fee and Commission Expense	2,068,958	5,695,464	7,764,422	1,604,126	4,892,322	6,496,477
16	Dividend Income	-	-	-	-	114,228	114,228
17	Gain (Loss) from Dealing Securities	43,170	-	43,170	-	-	-
18	Gain (Loss) from Investment Securities	22,383	782,942	805,325	-	-	-
19	Gain (Loss) from Foreign Exchange Trading	(4,045,438)	-	(4,045,438)	4,483,103	-	4,483,103
20	Gain (Loss) from Foreign Exchange Translation	(4,348,895)	-	(4,348,895)	(10,296,362)	-	(10,296,362)
21	Gain (Loss) on Sales of Fixed Assets	38,658	-	38,658	534	-	534
22	Non-Interest Income from other Banking Operations	1,134,778	726,174	1,860,952	1,410,695	855,128	2,265,823
23	Other Non-Interest Income	698,683	6,077	704,760	4,381,911	2,838	4,384,749
24	Total Non-Interest Income	2,040,712	(2,796,907)	(716,195)	781,959	(2,742,847)	(1,960,888)
		Non-Interest Expenses					
25	Non-Interest Expenses from other Banking Operations	676,332	159,091	835,423	1,577,710	122,948	1,700,658
26	Bank Development, Consultation and Marketing Expenses	376,039	85,748	461,787	387,387	100,224	487,611
27	Personnel Expenses	9,288,320	-	9,288,320	7,300,538	-	7,300,538
28	Operating Costs of Fixed Assets	63,483	-	63,483	51,681	-	51,681
29	Depreciation Expense	3,053,757	-	3,053,757	2,019,939	-	2,019,939
30	Other Non-Interest Expense	3,101,955	445,322	3,547,277	3,311,599	382,748	3,694,347
31	Total Non-Interest Expenses	16,613,826	690,159	17,303,985	14,548,854	586,821	15,235,675
32	Net Non-Interest Income	(14,573,114)	(3,447,060)	(18,020,174)	(13,866,895)	(3,323,478)	(17,190,373)
33	Net Income before Provisions	5,795,701	19,295,223	24,890,924	3,891,922	15,077,966	18,888,888
34	Loan Loss Reserve	374,382	-	374,382	212,726	-	212,726
35	Provision for Possible Losses on Investments and Securities	(829,281)	-	(829,281)	-	-	-
36	Provision for Possible Losses on Other Assets	2,852,039	-	2,852,039	5,549,328	-	5,549,328
37	Total Provisions for Possible Losses	2,397,140	-	2,397,140	5,762,054	-	5,762,054
38	Net Income before Taxes and Extraordinary Items	3,114,511	19,295,223	22,364,734	(1,870,132)	15,077,966	13,226,834
39	Taxation	3,469,702	-	3,469,702	2,654,995	-	2,654,995
40	Net Income after Taxation	(355,191)	19,295,223	18,890,032	(4,525,127)	15,077,966	10,571,839
41	Extraordinary items	(246)	-	(246)	-	-	-
42	Net Income	(599,407)	19,295,223	18,690,816	(4,525,127)	15,077,966	10,571,839

Bank: JSC CARTU BANK

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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	21,068,886	28,512,238	49,581,124	25,122,885	27,100,243	52,223,128
1.2	Letters of credit Issued		733,791	733,791		9,692,492	9,692,492
1.3	Undrawn loan commitments	12,456,584	18,238,177	30,694,741	14,262,659	20,809,281	44,171,940
1.4	Other Contingent Liabilities	12,464	0	12,464	13,083	0	13,083
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	8,555,045	7,366,304	15,921,349	3,956,022	11,369,451	15,325,474
4.2	Guarantees	145,316,333	295,942,593	441,258,926	175,519,230	289,053,779	464,573,009
5	Assets pledged as security for receivables of the bank			0			0
5.1	Cash	271,778	11,312,106	11,583,884	232,448	14,342,616	14,575,064
5.2	Precious metals and stones	0	0	0	0	0	0
5.3	Real Estate:	26,233,310	1,859,365,654	1,885,598,964	14,623,659	1,888,574,081	1,903,197,739
5.3.1		245,282	195,001,411	195,246,693	279,816	165,118,722	165,388,537
5.3.2		9,991,531	941,549,787	951,541,288	5,770,235	848,592,120	854,362,354
5.3.3		0	188,464,922	188,464,922	3	320,156,531	320,156,534
5.3.4		15,996,498	486,672,131	502,668,628	8,673,605	487,354,809	496,028,414
5.3.5		0	47,677,424	47,677,424	0	67,351,901	67,351,901
5.4	Movable Property	165,430,347	232,604,044	398,034,391	228,829,613	309,330,973	538,160,586
5.5	Shares Pledged	12,681,043	149,991,182	162,672,225	17,358,201	125,407,121	142,765,322
5.6	Securities	0	4,580,560	4,580,560	3,500,000	5,888,046	9,488,046
5.7	Other	6,176,201	91,728,693	97,904,894	10,965,581	137,530,797	148,496,358
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	271,164	1,370,423	1,641,588	5,997	0	5,997
7.2	Interest and penalty receivable not recognized on-balance or derecognized during last 3 month	3,530,406	7,900,170	11,430,576	3,315,885	6,749,212	10,065,097
7.3	Principal of receivables derecognized during 5 years month (including last 3 month)	3,274,454	8,134,137	11,408,591	10,351,805	7,303,548	17,655,353
7.4	Interest and penalty receivable not recognized on-balance or derecognized during last 5 years (including last 3 month)	59,069,748	126,919,891	185,989,639	52,457,444	117,668,458	170,125,902
8	Non-cancelable operating lease	3,095,533	0	3,095,533	4,310,344	0	4,310,344
8.1	Through indefinite term agreement	59,807	0	59,807	39,665	0	39,665
8.2	Within one year	1,970,990	0	1,970,990	1,897,729	0	1,897,729
8.3	From 1 to 2 years	1,064,736	0	1,064,736	1,780,200	0	1,780,200
8.4	From 2 to 3 years	0	0	0	592,750	0	592,750
8.5	From 3 to 4 years	0	0	0	0	0	0
8.6	From 4 to 5 years	0	0	0	0	0	0
8.7	More than 5 years	0	0	0	0	0	0
9	Capital expenditure commitment			0			0

Bank: JSC CARTU BANK

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Risk Weighted Assets

Table 5

in Lari

N		3Q 2019	2Q 2019
1	Risk Weighted Assets for Credit Risk	1,224,255,206	1,198,471,592
1.1	Balance sheet items	1,167,575,805	1,141,487,350
1.1.1	Including: amounts below the thresholds for deduction (subject to 250% risk weight)	27,799,665	25,472,713
1.2	Off-balance sheet items	56,679,401	56,984,241
1.3	Counterparty credit risk	0	0
2	Risk Weighted Assets for Market Risk	52,229,871	39,801,154
3	Risk Weighted Assets for Operational Risk	154,224,197	154,224,197
4	Total Risk Weighted Assets	1,430,709,274	1,392,496,943

Bank: JSC CARTU BANK

Date: 30/09/2019

Information about supervisory board, directorate, beneficiary owners and shareholders

Table 6

Members of Supervisory Board	
1	Nikoloz Chkhetiani
2	Besik Demetrashvili
3	Temur Kobakhidze
4	Zaza Verdzeuli
5	Tea Jokhadze
6	
7	
8	
9	
10	
Members of Board of Directors	
1	Nato Khaindrava
2	Givi Lebanidze
3	David Galuashvili
4	Zurab Gogua
5	Beka Kvaratskhelia
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:

30/09/2019

Table 7

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

		a	b	c
	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	
			Not subject to capital requirements or subject to deduction from capital	Subject to credit risk weighting
1	Cash	21,352,185		21,352,185
2	Due from NBG	190,010,289		190,010,289
3	Due from Banks	180,406,000		180,406,000
4	Dealing Securities	0		0
5	Investment Securities	35,484,283		35,484,283
6.1	Loans	862,641,755		862,641,755
6.2	<i>Less: Loan Loss Reserves</i>	<i>-135,880,472</i>		<i>-135,880,472</i>
6	Net Loans	726,761,283		726,761,283
7	Accrued Interest and Dividends Receivable	7,555,551		7,555,551
8	Other Real Estate Owned & Repossessed Assets	24,352,452		24,352,452
9	Equity Investments	5,814,321		5,814,321
10	Fixed Assets and Intangible Assets	17,998,741	4,611,880	13,386,861
11	Other Assets	23,135,847		23,135,847
	Total exposures subject to credit risk weighting before adjustments	1,232,870,952	4,611,880	1,228,259,072

Bank: JSC CARTU BANK

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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	1,228,259,072
2.1	Nominal values of off-balance sheet items subject to credit risk weighting	78,472,385
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	1,306,731,457
4	Effect of provisioning rules used for capital adequacy purposes	8,315,713
5.1	Effect of credit conversion factor of off-balance sheet items related to credit risk framework	-15,347,370
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	1,299,699,799

Bank: JSC CARTU BANK

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Table 9		Regulatory capital
N		in Lari
1	Common Equity Tier 1 capital before regulatory adjustments	199,854,525
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)	78,586,491
7	Regulatory Adjustments of Common Equity Tier 1 capital	4,611,860
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	4,611,860
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	195,242,665
24	Additional tier 1 capital before regulatory adjustments	20,686,400
25	Instruments that comply with the criteria for Additional tier 1 capital	20,686,400
26	Including instruments classified as equity under the relevant accounting standards	
27	Including instruments classified as liabilities under the relevant accounting standards	20,686,400
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	20,686,400
36	Tier 2 capital before regulatory adjustments	212,241,285
37	Instruments that comply with the criteria for Tier 2 capital	203,326,750
38	Stock surplus (share premium) that meet the criteria for Tier 2 capital	
39	General reserves, limited to a maximum of 1.25% of the bank's credit risk-weighted exposures	8,914,535
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	212,241,285

Bank: JSC CARTU BANK

Date: 30/09/2019

Capital Adequacy Requirements

Table 9.1

Minimum Requirements		Ratios	Amounts (GEL)
1	Pillar 1 Requirements		
1.1	Minimum CET1 Requirement	4.50%	64,381,917
1.2	Minimum Tier 1 Requirement	6.00%	85,842,556
1.3	Minimum Regulatory Capital Requirement	8.00%	114,456,742
2	Combined Buffer		
2.1	Capital Conservation Buffer	2.50%	35,767,732
2.2	Countercyclical Buffer	0.00%	-
2.3	Systemic Risk Buffer		-
3	Pillar 2 Requirements		
3.1	CET1 Pillar 2 Requirement	2.31%	33,080,191
3.2	Tier 1 Pillar2 Requirement	3.09%	44,204,497
3.3	Regulatory capital Pillar 2 Requirement	9.82%	140,523,390
Total Requirements		Ratios	Amounts (GEL)
4	CET1	9.31%	133,229,841
5	Tier 1	11.59%	165,814,785
6	Total regulatory Capital	20.32%	290,747,863

Bank: JSC CARTU BANK

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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	21,352,185	
2	Due from NBG	190,010,289	
3	Due from Banks	180,406,000	
4	Trading Securities	0	
5	Investment Securities	35,779,803	
5.1	Of which common reserves	-295,520	Table 9 (Capital), N29
5.2	Net Investment Securities	35,484,283	
6.1	Loans	862,641,755	
6.2	Less: Loan Loss Reserves	-135,880,472	
6.2.1	Of which common reserves	8,019,953	Table 9 (Capital), N29
6	Net Loans	726,761,283	
7	Accrued Interest and Dividends Receivable	7,555,551	
8	Other Real Estate Owned & Reassessed Assets	24,352,452	
9	Equity Investments	5,814,321	
9.1	Of which significant investments subject to limited recognition	9,372,300	
9.2	Significant Investments Reserves	-3,413,939	
9.3	Of which below 10% equity holdings subject to limited recognition	57,000	
9.4	Investments Reserves	-1,140	Table 9 (Capital), N29
10	Fixed Assets and Intangible Assets	17,998,741	
10.1	Of which intangible assets	4,611,880	Table 9 (Capital), N10
11	Other Assets	24,230,011	
	Of which common reserves	0	Table 9 (Capital), N29
	Significant Reserves	-1,094,164	
	Net Other Assets	23,135,847	
12	Total assets	1,232,870,952	
13	Due to Banks	155,064	
14	Current (Accounts) Deposits	362,931,233	
15	Demand Deposits	66,618,455	
16	Time Deposits	351,173,425	
17	Over Debt Securities	0	
18	Borrowings	0	
19	Accrued Interest and Dividends Payable	8,825,232	
20	Other Liabilities	19,299,898	
20.1	Of which off-balance liabilities reserves	598,852	Table 9 (Capital), N29
21	Subordinated Debentures	223,413,120	
21.1	Of which tier II capital qualifying instruments	223,413,120	Table 9 (Capital), N27
22	Total liabilities	1,032,416,427	
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), N27
28	Retained Earnings	78,586,491	Table 9 (Capital), N6
29	Asset Revaluation Reserves	0	
30	Total Equity Capital	200,454,525	

Bank: JSC CIATIBANK

Date: 30/09/2015

Credit Risk Weighted Exposures
(Off-balance items and off-balance items after credit conversion factor)

Exposure classes	Risk weight	Risk weight															Risk Weighted Exposures before Credit Risk Weighting					
		0%		20%		35%		50%		75%		100%		150%		200%						
		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	22,789,881													188,254,762							188,254,762
2	Claims or contingent claims on regional governments or local authorities														0							-
3	Claims or contingent claims on public sector entities														0							-
4	Claims or contingent claims on multilateral development banks														0							-
5	Claims or contingent claims on international organizations/institutions														0							-
6	Claims or contingent claims on commercial banks	0		130,225,305				45,887,875							141,380							46,725,560
7	Claims or contingent claims on corporates														586,227,460	58,014,384	0			47,756,848	0	743,685,952
8	Real claims or contingent real claims														0							-
9	Claims or contingent claims secured by mortgages on residential property														0							-
10	Peer-to-peer items														189,162,711	3,862,168	0		0			193,024,879
11	Items belonging to regulatory high-risk categories														0							-
12	Short-term claims on commercial banks and corporates														0							-
13	Claims in the form of collective investment undertakings (CIU)														0							-
14	Other items	27,433,781		0		0	0	0							63,764,417	-1,106,462	0			30,714,301		144,685,827
Total		50,219,662	0	130,225,305	0	0	0	45,887,875	0	0	0	0	0	0	827,581,738	63,105,014	0	0	78,460,228	0	1,236,465,094	

Bank: JSC CARTU BANK

Date: 30/09/2019

Standardized approach - Effect of credit risk mitigation

Table 13

	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=(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	211,043,643			188,254,762	188,254,762	89%
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	180,435,530			49,720,580	49,720,580	28%
7	Claims or contingent claims on corporates	613,992,307	72,250,634	58,034,384	743,658,963	733,304,180	109%
8	Retail claims or contingent retail claims	0			0	0	0%
9	Claims or contingent claims secured by mortgages on residential property	0			0	0	0%
10	Past due items	109,193,711	4,004,825	3,982,168	113,175,879	113,175,879	100%
11	Items belonging to regulatory high-risk categories	0			0	0	0%
12	Short-term claims on commercial banks and corporates	0			0	0	0%
13	Claims in the form of collective investment undertakings (CIU)	0			0	0	0%
14	Other items	121,909,589	2,216,925	1,108,462	141,658,857	139,799,805	114%
	Total	1,236,574,780	78,472,385	63,125,014	1,236,469,040	1,224,255,206	94%

Bank: JSC CARTU BANK

Date: 30/09/2019

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			105,318,308	234,764,157	340,082,465	33,292,813	207,034,349	240,327,161	
Cash outflows										
2	Retail deposits	15,333,462	199,860,543	215,193,995	3,245,553	19,927,277	23,172,830	704,345	2,700,288	3,404,633
3	Unsecured wholesale funding	103,448,894	650,356,181	753,805,115	46,308,245	47,912,816	94,121,061	31,993,132	26,866,324	58,859,456
4	Secured wholesale funding	-	-	-	-	-	-	-	-	-
5	Outflows related to off-balance sheet obligations and net short position of derivative exposures	32,426,070	50,829,195	83,255,805	5,530,079	9,569,592	15,109,511	2,110,913	3,403,898	5,514,611
6	Other contractual funding obligations	-	-	-	-	-	-	-	-	-
7	Other contingent funding obligations	13,577,355	12,734,688	26,312,043	2,848,533	2,520,861	5,369,394	2,848,533	2,520,861	5,369,394
8	TOTAL CASH OUTFLOWS	164,786,411	913,780,545	1,078,566,956	57,842,310	79,930,486	137,772,796	37,656,923	35,491,171	73,148,695
Cash inflows										
9	Secured lending (eg reverse repo)	-	-	-	-	-	-	-	-	-
10	Inflows from fully performing exposures	211,385,790	330,772,638	542,158,428	6,590,397	4,668,391	11,258,788	78,687,301	87,735,122	166,422,423
11	Other cash inflows	2,647,570	17,107,616	19,755,185	-	238,490	238,490	-	238,490	238,490
12	TOTAL CASH INFLOWS	214,033,360	347,880,253	561,913,613	6,590,397	4,906,881	11,497,278	78,687,301	87,973,612	166,660,913
				Total value according to NBG's methodology* (with limits)			Total value according to Basel methodology (with limits)			
13	Total HQLA			105,318,308	234,764,157	340,082,465	33,292,813	207,034,349	240,327,161	
14	Net cash outflow			51,251,913	75,023,605	126,275,518	9,414,231	8,872,793	18,287,024	
15	Liquidity coverage ratio (%)			205.40%	312.92%	269.32%	353.64%	2333.36%	1314.20%	

* 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 CARTU BANK

Date: 30/09/2019

Table 15.1 Leverage Ratio

On-balance sheet exposures (excluding derivatives and SFTs)		
1	On-balance sheet items (excluding derivatives, SFTs and fiduciary assets, but including collateral)	1,232,870,948
2	(Asset amounts deducted in determining Tier 1 capital)	(4,611,880)
3	Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)	1,228,259,068
Derivative exposures		
4	Replacement cost associated with all derivatives transactions (ie net of eligible cash variation margin)	
5	Add-on amounts for PFE associated with all 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	78,472,385
18	(Adjustments for conversion to credit equivalent amounts)	(16,347,370)
19	Other off-balance sheet exposures (sum of lines 17 to 18)	63,125,014
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	215,929,045
21	Total leverage ratio exposures (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)	1,291,384,082
Leverage ratio		
22	Leverage ratio	16.72%
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	