

Bank: JSC "Liberty Bank"

Date: 30-Jun-15

sheet N1

## Balance Sheet \*

in lari

N	ASSETS	Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	Cash	88,818,914	42,278,082	131,096,996	75,829,507	33,107,354	108,936,861
2	Due from NBG	63,194,880	187,770,706	250,965,586	123,788,267	188,171,624	311,959,891
3	Due from Banks	578,251	29,370,679	29,948,930	695,809	30,524,689	31,220,498
4	Dealing Securities	0	0	0	0	0	0
5	Investment Securities	198,453,577	0	198,453,577	155,396,762	0	155,396,762
6.1	Loans	777,647,736	30,684,189	808,331,925	708,097,644	37,417,792	745,515,436
6.2	Less: Loan Loss Reserves	(70,731,581)	(2,412,355)	(73,143,937)	(37,886,972)	(1,526,417)	(39,413,389)
6	Net Loans	706,916,155	28,271,833	735,187,988	670,210,672	35,891,375	706,102,047
7	Accrued Interest and Dividends Receivable	12,328,375	778,428	13,106,803	10,367,021	605,684	10,972,705
8	Other Real Estate Owned & Repossessed Assets	448,800	X	448,800	85,442	X	85,442
9	Equity Investments	1,634,275	0	1,634,275	1,634,275	0	1,634,275
10	Fixed Assets and Intangible Assets	138,043,368	X	138,043,368	145,361,116	X	145,361,116
11	Other Assets	49,615,999	5,274,113	54,890,112	24,646,185	7,021,272	31,667,457
12	<b>TOTAL ASSETS</b>	<b>1,260,032,594</b>	<b>293,743,841</b>	<b>1,553,776,435</b>	<b>1,208,015,056</b>	<b>295,321,998</b>	<b>1,503,337,054</b>
	<b>LIABILITIES</b>						
13	Due to Banks	744,301	940,521	1,684,822	597,898	2,298,370	2,896,268
14	Current (Accounts) Deposits	510,722,244	65,151,308	575,873,552	696,952,914	63,961,089	760,914,003
15	Demand Deposits	76,138,449	47,409,093	123,547,542	53,154,475	29,325,364	82,479,839
16	Time Deposits	396,576,927	214,806,640	611,383,567	253,450,038	201,446,103	454,896,141
17	Own Debt Securities	47,000	56,207	103,207	0	0	0
18	Borrowings	0	0	0	0	0	0
19	Accrued Interest and Dividends Payable	5,513,180	4,097,388	9,610,568	7,870,342	6,647,546	14,517,888
20	Other Liabilities	15,647,567	2,698,507	18,346,074	23,077,308	2,969,810	26,047,118
21	Subordinated Debentures	12,545,000	29,935,725	42,480,725	0	0	0
22	<b>Total Liabilities</b>	<b>1,017,934,668</b>	<b>365,095,389</b>	<b>1,383,030,057</b>	<b>1,035,102,975</b>	<b>306,648,282</b>	<b>1,341,751,257</b>
	<b>EQUITY CAPITAL</b>						
23	Common Stock	53,382,980	X	53,382,980	53,382,980	X	53,382,980
24	Preferred Stock	61,391	X	61,391	51,791	X	51,791
25	Less: Repurchased Shares	0	X	0	0	X	0
26	Share Premium	48,211,133	X	48,211,133	47,260,733	X	47,260,733
27	General Reserves	1,694,028	X	1,694,028	1,694,028	X	1,694,028
28	Retained Earnings	46,666,464	X	46,666,464	26,155,890	X	26,155,890
29	Asset Revaluation Reserves	20,730,382	X	20,730,382	33,040,375	X	33,040,375
30	<b>Total Equity Capital</b>	<b>170,746,378</b>	<b>X</b>	<b>170,746,378</b>	<b>161,585,797</b>	<b>X</b>	<b>161,585,797</b>
31	<b>TOTAL LIABILITIES AND EQUITY CAPITAL</b>	<b>1,188,681,046</b>	<b>365,095,389</b>	<b>1,553,776,435</b>	<b>1,196,688,772</b>	<b>306,648,282</b>	<b>1,503,337,054</b>

\* Non-audited data presented in accordance of the regulations of NBG

Director

Chief Accountant

Bank: JSC "Liberty Bank"

Date: 30-Jun-15

sheet N2

## 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	1,639,682	38,888	1,678,570	1,343,033	9,959	1,352,992
2	Interest Income from Loans	101,890,931	2,603,136	104,494,067	83,472,836	4,254,812	87,727,648
2.1	from the Interbank Loans	239,033		239,033	17,839		17,839
2.2	from the Retail or Service Sector Loans	371,672	89,893	461,565	401,975	1,499,593	1,901,568
2.3	from the Energy Sector Loans			0			0
2.4	from the Agriculture and Forestry Sector Loans			0	203,972		203,972
2.5	from the Construction Sector Loans	42,824		42,824	20,197		20,197
2.6	from the Mining and Mineral Processing Sector Loans			0			0
2.7	from the Transportation or Communications Sector Loans			0			0
2.8	from Individuals Loans	100,423,830	2,117,247	102,541,077	81,847,374	2,013,609	83,860,983
2.9	from Other Sectors Loans	813,572	395,996	1,209,568	981,479	741,610	1,723,089
3	Fees/penalties income from loans to customers	5,909,988	212,645	6,122,633	3,109,165	138,662	3,247,827
4	Interest and Discount Income from Securities	8,439,322	0	8,439,322	5,386,755		5,386,755
5	Other interest income	44,453	9,604	54,057	207,458	6,913	214,371
6	<b>Total Interest Income</b>	117,924,376	2,864,273	120,788,649	93,539,247	4,410,346	97,929,593
	<b>Interest Expense</b>						
7	Interest Paid on Demand Deposits	22,579,644	2,256,315	24,835,959	28,979,969	1,472,511	30,452,480
8	Interest Paid on Time Deposits	23,895,829	6,383,383	30,279,212	14,805,064	6,850,614	21,655,678
9	Interest Paid on Banks Deposits	18,881	1,371	20,252	32,747	1,841	34,588
10	Interest Paid on Own Debt Securities	896,782	1,438,323	2,335,105	249,447		249,447
11	Interest Paid on Other Borrowings	112,194	0	112,194	57,874		57,874
12	Other interest Expenses	0	308	308		578	578
13	<b>Total Interest Expense</b>	47,503,330	10,079,790	57,583,120	44,125,101	8,325,544	52,450,645
14	<b>Net Interest Income</b>	70,421,046	(7,215,427)	63,205,619	49,394,146	(3,915,198)	45,478,948
	<b>Non-Interest Income</b>						
15	Net Fee and Commission Income	17,507,892	1,028,075	18,535,967	17,242,244	1,520,702	18,762,946
15.1	Fee and Commission Income	19,189,509	2,556,271	21,745,780	18,686,591	2,731,523	21,418,114
15.2	Fee and Commission Expense	1,681,617	1,528,196	3,209,813	1,444,347	1,210,821	2,655,168
16	Dividend Income	0	0	0			0
17	Gain (Loss) from Dealing Securities	0	0	0			0
18	Gain (Loss) from Investment Securities	28,880	13,472	42,352	335	3,959	4,294
19	Gain (Loss) from Foreign Exchange Trading	14,694,402		14,694,402	3,091,833		3,091,833
20	Gain (Loss) from Foreign Exchange Translation	(10,863,879)		(10,863,879)	(154,612)		(154,612)
21	Gain (Loss) on Sales of Fixed Assets	0	0	0	117,614		117,614
22	Non-Interest Income from other Banking Operations	5,565	198	5,763	19,695	5,590	25,285
23	Other Non-Interest Income	625,288	126,744	752,032	855,903		855,903
24	<b>Total Non-Interest Income</b>	21,998,148	1,188,489	23,186,637	21,173,012	1,530,251	22,703,263
	<b>Non-Interest Expenses</b>						
25	Non-Interest Expenses from other Banking Operations	26,340	0	26,340	17,247	292	17,539
26	Bank Development, Consultation and Marketing Expenses	3,944,620	275,086	4,219,706	2,380,057	277,495	2,657,552
27	Personnel Expenses	28,836,291		28,836,291	23,764,268		23,764,268
28	Operating Costs of Fixed Assets	538,144		538,144	319,853		319,853
29	Depreciation Expense	7,464,579		7,464,579	6,826,473		6,826,473
30	Other Non-Interest Expenses	11,866,908	44,326	11,911,234	12,927,041	37,090	12,974,091
31	<b>Total Non-Interest Expenses</b>	52,676,882	319,412	52,996,294	46,244,939	318,837	46,553,776
32	<b>Net Non-Interest Income</b>	(30,678,734)	849,077	(29,829,657)	(25,071,927)	1,215,414	(23,856,513)
33	<b>Net Income before Provisions</b>	39,742,312	(6,366,350)	33,375,962	24,322,219	(2,699,784)	21,622,435
34	Loan Loss Reserve	18,685,600	X	18,685,600	10,037,868	X	10,037,868
35	Provision for Possible Losses on Investments and Securities	0	X	0	0	X	0
36	Provision for Possible Losses on Other Assets	433,010	X	433,010	1,135,653	X	1,135,653
37	<b>Total Provisions for Possible Losses</b>	19,118,610	0	19,118,610	11,173,521	0	11,173,521
38	<b>Net Income before Taxes and Extraordinary Items</b>	20,623,702	(6,366,350)	14,257,352	13,148,698	(2,699,784)	10,448,914
39	Taxation			0	500,000		500,000
40	<b>Net Income after Taxation</b>	20,623,702	(6,366,350)	14,257,352	12,648,698	(2,699,784)	9,948,914
41	Extraordinary Items			0			0
42	<b>Net Income</b>	20,623,702	(6,366,350)	14,257,352	12,648,698	(2,699,784)	9,948,914

\* Non-audited data presented in accordance of the regulations of NBG

Director

Chief Accountant

Bank: JSC "Liberty Bank"

Date: 30-Jun-15

sheet N3

## Off Balance Sheet Items

in lari

N		Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	<b>Conditional Obligations</b>	1,895,790,567	299,117,652	2,194,908,219	1,812,665,156	260,597,481	2,073,262,637
1.1	Acceptances and Endorsements			0			0
1.2	Guarantees Given	3,104,124	239,133	3,343,257	10,335,397	310,870	10,646,267
1.3	Guarantees Received		994,793	994,793	365,000	1,083,645	1,448,645
1.4	Pledged Assets Given		61,616,934	61,616,934		61,186,962	61,186,962
1.5	Pledged Assets Received	1,892,686,443	236,266,792	2,128,953,235	1,801,964,759	198,016,004	1,999,980,763
1.6	Other Contingent Liabilities			0			0
2	<b>Legally Binding Obligations</b>	84,976,787	71,297,603	156,274,390	53,447,169	13,433,030	66,880,199
2.1	Funding Commitments of the Bank	29,887,325	359,131	30,246,456	44,594,427	429,221	45,023,648
2.2	Funding Commitments of other Parties			0			0
2.3	Commitments to Purchase Investment Securities			0			0
2.4	Commitments to Sell Investment Securities			0			0
2.5	Foreign Exchange Operations		69,363,927	69,363,927		10,899,649	10,899,649
2.6	Forward Foreign Exchange Contracts	55,089,462	1,574,545	56,664,007	8,852,742	2,104,160	10,956,902
2.7	Other Commitments			0			0
3	<b>Other Liabilities</b>	3,104,124	239,133	3,343,257	10,335,397	310,870	10,646,267
3.1	Obligation Of the Issuer (endorser) to the Bank			0			0
3.2	Clients' Liabilities	3,104,124	239,133	3,343,257	10,335,397	310,870	10,646,267
3.3	Third Parties' Clients' Liability to the Bank			0			0
4	<b>Items to be Held in Safekeeping</b>	563,715	0	563,715	614,018	0	614,018
4.1	Precious Metals			0			0
4.2	Securities			0			0
4.3	Other Items	563,715		563,715	614,018		614,018
5	<b>Interest Rate Contracts</b>	0	0	0	0	0	0
5.1	Notional Value of Interest Rate Swaps			0			0
5.2	Forward Contracts on Financial Instruments			0			0
5.3	Futures Contracts on Financial Instruments			0			0
5.4	Options			0			0
6	<b>Contracts on Commodities and Shareholders Capital</b>	0	0	0	0	0	0
6.1	Notional Value of Swaps			0			0
6.2	Forward Contracts			0			0
6.3	Futures Contracts			0			0
6.4	Options			0			0
7	<b>Unsettled Documents</b>	678,926,915	0	678,926,915	615,814,668	0	615,814,668
7.1	Accounting Documents not Paid in due Time by Reason of Client	678,926,915		678,926,915	615,814,668		615,814,668
7.2	Accounting Documents not Paid in due Time by Reason of Bank			0			0
7.3	Unissued Capital			0			0
8	<b>Written Off Loans</b>	89,378,747	30,943,434	120,322,181	77,758,547	24,213,319	101,971,866
8.1	Unpaid Interest on Loans up to 31.12.2000	2,179,002		2,179,002	2,179,002		2,179,002
8.2	Unpaid Interest on Loans from to 01.01.2001	31,504,950	3,764,477	35,269,427	19,697,155	2,735,854	22,433,009
8.3	Problem Loans Written off up to 31.12.2000	3,219,201		3,219,201	3,219,201		3,219,201
8.4	Problem Loans Written off up to 01.01.2001	29,755,070	26,666,107	56,421,177	29,943,125	21,066,799	51,009,924
8.5	Other Written Off Assets	22,720,524	512,850	23,233,374	22,720,064	410,666	23,130,730
9	<b>Other Valuables and Documents</b>	2,050,420	0	2,050,420	2,050,010	0	2,050,010
9.1	Undistributed value parcels			0			0
9.2	Small value inventory	1,987,981		1,987,981	1,987,471		1,987,471
9.3	Strict reporting forms	62,439		62,439	62,539		62,539
9.4	Payment of Special Lottery			0			0
10	<b>Total</b>	2,754,791,275	401,597,822	3,156,389,097	2,572,684,965	298,554,700	2,871,239,665

\* Non-audited data presented in accordance of the regulations of NBG

Director

Chief Accountant

Bank: JSC "Liberty Bank"

Date: 30-Jun-15

sheet N4

**Economic Ratios**

		Reporting Period	Respective period of the previous year
	<b>CAPITAL</b>		
1	Tier 1 Capital Ratio $\geq$ 7.6%	12.83%	11.20%
2	Regulatory Capital Ratio $\geq$ 11.4%	19.29%	13.36%
3	Risk Weighted Assets/Total Assets	59.31%	64.64%
4	Cash Dividend/Net Income	0.00%	0.00%
	<b>Income</b>		
5	Total Interest Income /Average Annual Assets	15.65%	13.83%
6	Total Interest Expense / Average Annual Assets	7.46%	7.41%
7	Earnings from Operations / Average Annual Assets	5.73%	3.06%
8	Net Interest Margin	8.19%	6.42%
9	Return on Average Assets (ROA)	1.85%	1.41%
10	Return on Average Equity (ROE)	17.20%	12.66%
	<b>ASSET QUALITY</b>		
11	Non Performed Loans / Total Loans	8.56%	4.31%
12	LLR/Total Loans	9.05%	5.29%
13	FX Loans/Total Loans	3.80%	5.02%
14	FX Assets/Total Assets	18.91%	19.64%
15	Loan Growth-YTD	6.39%	14.24%
	<b>LIQUIDITY</b>		
16	Liquid Assets/Total Assets	41.26%	39.64%
17	FX Liabilities/Total Liabilities	26.40%	22.85%
18	Current & Demand Deposits/Total Assets	45.01%	56.10%

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Bank: **JSC "Liberty Bank"**Date: **30-Jun-15**

sheet N5

**Information about Supervisory Board, Directorate and Shareholders**

<b>Members of Supervisory Board</b>		
1	Vladimer Gurgenzidze	
2	Malik Ishmuratov	
3	Alexey Yusfin	
4	Martin Paul Graham	
5	Giorgi Kalandarishvili	
6	Irakli Rukhadze	
<b>Members of Board of Directors</b>		
1	George Arveladze	
2	Zurab Tsulaia	
3	Aleksander Liparteliani	
4	Armen Matevosyan	
5	Sandro Rtveladze	
6	David Verulashvili	
7	David melikidze	
8	Taras (Tato) Chantladze	
<b>List of Shareholders owning 1% and more of issued capital, indicating Shares</b>		
1	„Liberty Holding Georgia "LLC	59.90%
2	BNY Limited (Nominees)	12.50%
3	ELVIN Solutions Limited	8.03%
4	Vladimer Gurgenzidze	6.61%
5	OLIVE Capital Management Ltd	5.82%
6	Other (2712)	7.14%
<b>List of bank beneficiaries indicating names of direct or indirect holders of 5% or more of shares</b>		
1	Denis Korotkov-Koganovich	24.57%
2	Malik Ishmuratov	24.57%
3	BNY Limited (Nominees)	12.14%
4	Alexey Yusfin	9.04%
5	Sergey Kim	7.80%
6	Vladimer Gurgenzidze	7.12%
7	Alan Edvard Cole	5.65%

*\*NBY (Nominees) Limited - holds bank's shares in the frames of depositary intake program, in accordance with the signed deposit agreement with The Bank of New York*

Director

Chief Accountant