

Bank: JSC "Liberty Bank"

Date: 30-Sep-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	88,419,149	41,077,063	129,496,212	86,604,787	32,455,106	119,059,893
2	Due from NBG	78,133,085	222,613,258	300,746,343	122,012,608	183,780,590	305,793,198
3	Due from Banks	588,701	31,050,989	31,639,690	656,287	55,905,006	56,561,293
4	Dealing Securities	0	0	0	0	0	0
5	Investment Securities	208,459,081	0	208,459,081	187,059,443	0	187,059,443
6.1	Loans	723,812,501	29,560,460	753,372,961	727,964,217	32,729,341	760,693,558
6.2	Less: Loan Loss Reserves	(62,000,208)	(2,241,528)	(64,241,737)	(43,005,356)	(1,569,122)	(44,574,478)
6	Net Loans	661,812,293	27,318,931	689,131,224	684,958,861	31,160,219	716,119,080
7	Accrued Interest and Dividends Receivable	9,882,888	834,816	10,717,704	8,822,213	611,024	9,433,237
8	Other Real Estate Owned & Repossessed Assets	575,307	X	575,307	336,298	X	336,298
9	Equity Investments	1,634,275	101,218	1,735,493	1,634,275	0	1,634,275
10	Fixed Assets and Intangible Assets	151,543,763	X	151,543,763	147,559,835	X	147,559,835
11	Other Assets	30,492,748	5,781,181	36,273,929	22,458,774	5,747,416	28,206,190
12	<b>TOTAL ASSETS</b>	<b>1,231,541,290</b>	<b>328,777,456</b>	<b>1,560,318,746</b>	<b>1,262,103,381</b>	<b>309,659,361</b>	<b>1,571,762,742</b>
	<b>LIABILITIES</b>						
13	Due to Banks	665,477	3,685,245	4,350,722	4,143,171	2,342,149	6,485,320
14	Current (Accounts) Deposits	516,011,068	78,792,399	594,803,467	702,511,659	55,141,938	757,653,597
15	Demand Deposits	70,337,726	50,709,843	121,047,569	57,666,715	34,829,592	92,496,307
16	Time Deposits	369,058,717	225,167,742	594,226,459	302,267,734	208,702,383	510,970,117
17	Own Debt Securities	0	0	0	0	0	0
18	Borrowings	0	0	0	0	0	0
19	Accrued Interest and Dividends Payable	3,612,464	3,687,313	7,299,777	7,007,889	6,434,021	13,441,910
20	Other Liabilities	17,821,987	2,105,219	19,927,206	19,230,466	2,505,069	21,735,535
21	Subordinated Debentures	13,690,000	38,101,668	51,791,668	0	0	0
22	<b>Total Liabilities</b>	<b>991,197,439</b>	<b>402,249,429</b>	<b>1,393,446,868</b>	<b>1,092,827,634</b>	<b>309,955,152</b>	<b>1,402,782,786</b>
	<b>EQUITY CAPITAL</b>						
23	Common Stock	53,803,721	X	53,803,721	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	42,371,223	X	42,371,223	33,624,914	X	33,624,914
29	Asset Revaluation Reserves	20,730,382	X	20,730,382	32,965,510	X	32,965,510
30	<b>Total Equity Capital</b>	<b>166,871,878</b>	<b>X</b>	<b>166,871,878</b>	<b>168,979,956</b>	<b>X</b>	<b>168,979,956</b>
31	<b>TOTAL LIABILITIES AND EQUITY CAPITAL</b>	<b>1,158,069,317</b>	<b>402,249,429</b>	<b>1,560,318,746</b>	<b>1,261,807,590</b>	<b>309,955,152</b>	<b>1,571,762,742</b>

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

Director

Chief Accountant

Bank: JSC "Liberty Bank"

Date: 30-Sep-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	2,757,683	60,787	2,818,470	1,833,213	19,258	1,852,471
2	Interest Income from Loans	144,927,969	3,970,950	148,898,919	129,188,552	5,707,808	134,896,360
2.1	from the Interbank Loans	674,229		674,229	17,839		17,839
2.2	from the Retail or Service Sector Loans	485,090	236,455	721,545	956,684	1,667,507	2,624,191
2.3	from the Energy Sector Loans			0			0
2.4	from the Agriculture and Forestry Sector Loans	53,346		53,346	281,249		281,249
2.5	from the Construction Sector Loans			0	12,213		12,213
2.6	from the Mining and Mineral Processing Sector Loans			0	18,925		18,925
2.7	from the Transportation or Communications Sector Loans			0			0
2.8	from Individuals Loans	142,640,964	3,362,988	146,003,952	126,369,012	2,985,837	129,354,849
2.9	from Other Sectors Loans	1,074,340	371,507	1,445,847	1,532,630	1,054,464	2,587,094
3	Fees/penalties income from loans to customers	9,399,289	330,201	9,729,490	5,065,943	216,836	5,282,779
4	Interest and Discount Income from Securities	12,896,121	0	12,896,121	9,230,884	0	9,230,884
5	Other interest income	61,782	13,875	75,657	318,701	10,131	328,832
6	<b>Total Interest Income</b>	<b>170,042,844</b>	<b>4,375,813</b>	<b>174,418,657</b>	<b>145,637,293</b>	<b>5,954,033</b>	<b>151,591,326</b>
	<b>Interest Expense</b>						
7	Interest Paid on Demand Deposits	33,700,041	3,333,430	37,033,471	44,054,396	2,288,161	46,342,557
8	Interest Paid on Time Deposits	35,973,239	9,121,960	45,095,199	23,776,310	10,295,570	34,071,880
9	Interest Paid on Banks Deposits	19,749	1,656	21,405	55,691	3,972	59,663
10	Interest Paid on Own Debt Securities	1,520,908	2,531,689	4,052,597	422,811	0	422,811
11	Interest Paid on Other Borrowings	112,194	0	112,194	173,263	0	173,263
12	Other interest expenses	0	1,065	1,065	0	819	819
13	<b>Total Interest Expense</b>	<b>71,326,131</b>	<b>14,989,800</b>	<b>86,315,931</b>	<b>68,482,471</b>	<b>12,588,532</b>	<b>81,070,993</b>
14	<b>Net Interest Income</b>	<b>98,716,713</b>	<b>(10,613,987)</b>	<b>88,102,726</b>	<b>77,154,822</b>	<b>(6,634,499)</b>	<b>70,520,333</b>
	<b>Non-Interest Income</b>						
15	Net Fee and Commission Income	28,544,876	1,545,910	30,090,786	26,049,921	2,279,363	28,329,284
15.1	Fee and Commission Income	31,336,130	4,028,431	35,364,561	28,235,361	4,241,020	32,476,381
15.2	Fee and Commission Expense	2,791,254	2,482,521	5,273,775	2,185,440	1,961,657	4,147,097
16	Dividend income	0	0	0	0	0	0
17	Gain (Loss) from Dealing Securities	0	0	0	0	0	0
18	Gain (Loss) from Investment Securities	40,547	23,020	63,567	3,615	14,555	18,170
19	Gain (Loss) from Foreign Exchange Trading	20,115,265		20,115,265	5,231,330		5,231,330
20	Gain (Loss) from Foreign Exchange Translation	(15,043,103)		(15,043,103)	(583,313)		(583,313)
21	Gain (Loss) on Sales of Fixed Assets	(8,972)	0	(8,972)	46,943	0	46,943
22	Non-Interest Income from other Banking Operations	7,485	198	7,683	24,025	8,211	32,236
23	Other Non-Interest Income	836,185	126,744	962,929	2,020,101	10,455	2,030,556
24	<b>Total Non-Interest Income</b>	<b>34,492,283</b>	<b>1,695,872</b>	<b>36,188,155</b>	<b>32,792,622</b>	<b>2,312,584</b>	<b>35,105,206</b>
	<b>Non-Interest Expenses</b>						
25	Non-Interest Expenses from other Banking Operations	44,054	0	44,054	23,621	1,136	24,757
26	Bank Development, Consultation and Marketing Expenses	6,401,999	491,916	6,893,915	3,786,290	496,920	4,283,210
27	Personnel Expenses	42,348,746		42,348,746	34,830,022		34,830,022
28	Operating Costs of Fixed Assets	808,220		808,220	571,943		571,943
29	Depreciation Expense	11,461,164		11,461,164	10,368,936		10,368,936
30	Other Non-Interest Expenses	18,507,751	67,377	18,575,128	18,909,309	58,282	18,967,591
31	<b>Total Non-Interest Expenses</b>	<b>79,571,934</b>	<b>599,293</b>	<b>80,171,227</b>	<b>68,490,121</b>	<b>556,338</b>	<b>69,046,459</b>
32	<b>Net Non-Interest Income</b>	<b>(45,079,651)</b>	<b>1,136,579</b>	<b>(43,943,072)</b>	<b>(35,697,499)</b>	<b>1,756,246</b>	<b>(33,941,253)</b>
33	<b>Net Income before Provisions</b>	<b>53,637,062</b>	<b>(9,477,408)</b>	<b>44,159,654</b>	<b>41,457,323</b>	<b>(4,878,243)</b>	<b>36,579,080</b>
34	Loan Loss Reserve	24,861,844	X	24,861,844	15,112,900	X	15,112,900
35	Provision for Possible Losses on Investments and Securities	0	X	0	0	X	0
36	Provision for Possible Losses on Other Assets	1,335,699	X	1,335,699	2,048,242	X	2,048,242
37	<b>Total Provisions for Possible Losses</b>	<b>26,197,543</b>	<b>0</b>	<b>26,197,543</b>	<b>17,161,142</b>	<b>0</b>	<b>17,161,142</b>
38	<b>Net Income before Taxes and Extraordinary Items</b>	<b>27,439,519</b>	<b>(9,477,408)</b>	<b>17,962,111</b>	<b>24,296,181</b>	<b>(4,878,243)</b>	<b>19,417,938</b>
39	Taxation			0	2,000,000		2,000,000
40	<b>Net Income after Taxation</b>	<b>27,439,519</b>	<b>(9,477,408)</b>	<b>17,962,111</b>	<b>22,296,181</b>	<b>(4,878,243)</b>	<b>17,417,938</b>
41	Extraordinary Items			0	0		0
42	<b>Net Income</b>	<b>27,439,519</b>	<b>(9,477,408)</b>	<b>17,962,111</b>	<b>22,296,181</b>	<b>(4,878,243)</b>	<b>17,417,938</b>

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

Director

Chief Accountant

Bank: JSC "Liberty Bank"

Date: 30-Sep-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>	1,860,638,534	316,299,752	2,176,938,286	1,849,077,999	253,004,444	2,102,082,443
1.1	Acceptances and Endorsements			0			0
1.2	Guarantees Given	1,958,987	253,312	2,212,299	9,737,383	299,592	10,036,975
1.3	Guarantees Received		1,053,774	1,053,774	365,000	1,000,530	1,365,530
1.4	Pledged Assets Given		63,644,543	63,644,543		55,956,108	55,956,108
1.5	Pledged Assets Received	1,858,679,547	251,348,123	2,110,027,670	1,838,975,616	195,748,214	2,034,723,830
1.6	Other Contingent Liabilities			0			0
2	<b>Legally Binding Obligations</b>	83,037,373	74,069,983	157,107,356	154,305,705	110,019,221	264,324,926
2.1	Funding Commitments of the Bank	27,947,911	340,917	28,288,828	46,743,243	462,453	47,205,696
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		72,506,896	72,506,896	52,473,000	54,715,676	107,188,676
2.6	Forward Foreign Exchange Contracts	55,089,462	1,222,170	56,311,632	55,089,462	54,841,092	109,930,554
2.7	Other Commitments			0			0
3	<b>Other Liabilities</b>	1,958,987	253,312	2,212,299	9,737,383	299,592	10,036,975
3.1	Obligation Of the Issuer (endorser) to the Bank			0			0
3.2	Clients' Liabilities	1,958,987	253,312	2,212,299	9,737,383	299,592	10,036,975
3.3	Third Parties' Clients' Liability to the Bank			0			0
4	<b>Items to be Held in Safekeeping</b>	555,604	0	555,604	597,759	0	597,759
4.1	Precious Metals			0			0
4.2	Securities			0			0
4.3	Other Items	555,604		555,604	597,759		597,759
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>	732,192,641	0	732,192,641	600,379,996	0	600,379,996
7.1	Accounting Documents not Paid in due Time by Reason of Client	732,192,641		732,192,641	600,379,996		600,379,996
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>	103,323,876	32,754,641	136,078,517	81,036,676	23,790,247	104,826,923
8.1	Unpaid Interest on Loans up to 31.12.2000	2,179,002		2,179,002	2,179,001		2,179,001
8.2	Unpaid Interest on Loans from to 01.01.2001	30,455,990	3,901,511	34,357,501	23,051,605	2,518,144	25,569,749
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	44,749,159	28,310,638	73,059,797	29,866,955	20,867,948	50,734,903
8.5	Other Written Off Assets	22,720,524	542,492	23,263,016	22,719,914	404,155	23,124,069
9	<b>Other Valuables and Documents</b>	2,050,567	0	2,050,567	2,058,899	0	2,058,899
9.1	Undistributed value parcels			0			0
9.2	Small value inventory	1,988,019		1,988,019	1,987,740		1,987,740
9.3	Strict reporting forms	62,548		62,548	71,159		71,159
9.4	Payment of Special Lottery			0			0
10	<b>Total</b>	2,783,757,582	423,377,688	3,207,135,270	2,697,194,417	387,113,504	3,084,307,921

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

Director

Chief Accountant

Bank: JSC "Liberty Bank"

Date: 30-Sep-15

sheet N4

**Economic Ratios**

		Reporting Period	Respective period of the previous year
	<b>CAPITAL</b>		
1	Tier 1 Capital Ratio $\geq$ 7.6%	12.21%	11.02%
2	Regulatory Capital Ratio $\geq$ 11.4%	20.13%	13.93%
3	Risk Weighted Assets/Total Assets	56.68%	62.83%
4	Cash Dividend/Net Income	43.57%	0.00%
	<b>Income</b>		
5	Total Interest Income /Average Annual Assets	14.94%	13.93%
6	Total Interest Expense / Average Annual Assets	7.39%	7.45%
7	Earnings from Operations / Average Annual Assets	5.07%	3.41%
8	Net Interest Margin	7.55%	6.48%
9	Return on Average Assets (ROA)	1.54%	1.60%
10	Return on Average Equity (ROE)	14.46%	14.49%
	<b>ASSET QUALITY</b>		
11	Non Performed Loans / Total Loans	8.05%	4.89%
12	LLR/Total Loans	8.53%	5.86%
13	FX Loans/Total Loans	3.92%	4.30%
14	FX Assets/Total Assets	21.07%	19.70%
15	Loan Growth-YTD	-0.85%	16.57%
	<b>LIQUIDITY</b>		
16	Liquid Assets/Total Assets	43.21%	41.62%
17	FX Liabilities/Total Liabilities	28.87%	22.10%
18	Current & Demand Deposits/Total Assets	45.88%	54.09%

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Bank: **JSC "Liberty Bank"**Date: **30-Sep-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	David Verulashvili	
6	David melikidze	
7	Taras (Tato) Chantladze	
<b>List of Shareholders owning 1% and more of issued capital, indicating Shares</b>		
1	„Liberty Holding Georgia "LLC	62.50%
2	BNY Limited (Nominees)	12.40%
3	ELVIN Solutions Limited	7.97%
4	OLIVE Capital Management Ltd	5.77%
5	Vladimer Gurgenzidze	4.99%
6	Other (2712)	6.37%
<b>List of bank beneficiaries indicating names of direct or indirect holders of 5% or more of shares</b>		
1	Denis Korotkov-Koganovich	25.84%
2	Malik Ishmuratov	25.84%
3	BNY Limited (Nominees)	12.14%
4	Alexey Yusfin	9.50%
5	Sergey Kim	7.80%
6	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