

Pillar 3 quarterly report		
1	Name of a bank	JSC "Liberty Bank"
2	Chairman of the Supervisory Board	Irakli Otar Rukhadze
3	CEO of a bank	Giorgi Kalandarishvili
4	Bank's web page	www.libertybank.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 "Liberty Bank"
Date: 3/31/2018

Table 1 Key metrics

N		1Q 2018	4Q 2017	3Q 2017	2Q 2017	1Q 2017
	Regulatory capital (amounts, GEL)					
	<i>Based on Basel III framework</i>					
1	Common Equity Tier 1 (CET1)	176,315,806	162,443,898	146,880,297	131,626,635	142,849,753
2	Tier 1	182,454,870	168,582,962	153,019,361	137,765,699	148,988,817
3	Total regulatory capital	237,891,289	232,494,384	216,439,947	201,799,705	219,371,128
	Risk-weighted assets (amounts, GEL)					
4	Risk-weighted assets (RWA) (Based on Basel III framework)	1,383,093,713	1,355,390,670	1,148,598,509	1,203,229,966	1,145,329,051
	Capital ratios as a percentage of RWA					
	<i>Based on Basel III framework</i>					
5	Common equity Tier 1 ratio ($\geq 7.0\%$) **	12.75%	11.99%	12.79%	10.94%	12.47%
6	Tier 1 ratio ($\geq 8.5\%$) **	13.19%	12.44%	13.32%	11.45%	13.01%
7	Total regulatory capital ratio ($\geq 10.5\%$) **	17.20%	17.15%	18.84%	16.77%	19.15%
	Income					
8	Total Interest Income / Average Annual Assets	16.17%	15.44%	15.30%	15.08%	14.99%
9	Total Interest Expense / Average Annual Assets	6.64%	6.61%	6.65%	6.68%	6.77%
10	Earnings from Operations / Average Annual Assets	3.96%	5.20%	4.75%	4.07%	2.59%
11	Net Interest Margin	9.53%	8.82%	8.65%	8.40%	8.22%
12	Return on Average Assets (ROAA)	3.32%	3.09%	2.76%	2.45%	2.36%
13	Return on Average Equity (ROAE)	25.69%	25.76%	23.20%	20.56%	20.33%
	Asset Quality					
14	Non Performed Loans / Total Loans	10.48%	10.12%	10.36%	10.42%	10.29%
15	LLR/Total Loans	11.46%	11.11%	11.21%	11.10%	10.89%
16	FX Loans/Total Loans	4.98%	1.54%	1.74%	2.02%	2.47%
17	FX Assets/Total Assets	19.47%	20.00%	20.99%	22.58%	24.20%
18	Loan Growth-YTD	-4.10%	29.78%	22.15%	16.05%	5.30%
	Liquidity					
19	Liquid Assets/Total Assets	39.40%	40.06%	40.95%	42.57%	44.67%
20	FX Liabilities/Total Liabilities	25.25%	25.95%	27.10%	28.60%	30.88%
21	Current & Demand Deposits/Total Assets	39.53%	36.11%	37.09%	37.85%	35.99%
	Liquidity Coverage Ratio***					
22	Total HQLA	845,885,118	733,359,924	710,153,574	722,963,832	728,569,297
23	Net cash outflow	293,772,115	255,294,208	236,121,311	245,181,986	232,451,405
24	LCR ratio (%)	287.94%	287.26%	300.76%	294.87%	313.43%

** These includes Minimum capital requirements (4.5%, 6%, 8%) and Capital Conservation Buffer (2.5%) according to article 8 of the regulation on Capital Adequacy Requirements for Commercial Banks.

*** 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 "Liberty Bank"
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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	99,749,061	40,841,387	140,590,448	97,472,227	39,282,317	136,754,544
2	Due from NBG	31,139,469	58,263,062	89,402,531	35,591,807	190,278,467	225,870,274
3	Due from Banks	113,122,887	197,667,268	310,790,155	731,541	133,028,533	133,760,074
4	Dealing Securities	-	-	-	-	-	-
5	Investment Securities	257,821,157	-	257,821,157	228,968,346	-	228,968,346
6.1	Loans	870,013,489	45,583,653	915,597,142	755,544,525	19,147,782	774,692,307
6.2	Less: Loan Loss Reserves	(101,332,454)	(3,617,252)	(104,949,706)	(82,431,796)	(1,936,062)	(84,367,858)
6	Net Loans	768,681,035	41,966,401	810,647,436	673,112,729	17,211,720	690,324,449
7	Accrued Interest and Dividends Receivable	12,481,556	287,595	12,769,151	10,512,080	378,257	10,890,337
8	Other Real Estate Owned & Repossessed Assets	99,417	-	99,417	115,602	-	115,602
9	Equity Investments	146,888	102,612	249,500	147,088	135,051	282,139
10	Fixed Assets and Intangible Assets	161,230,222	-	161,230,222	156,359,118	-	156,359,118
11	Other Assets	29,575,701	17,155,308	46,731,009	20,311,116	10,287,296	30,598,412
12	Total assets	1,474,047,393	356,283,633	1,830,331,026	1,223,321,654	390,601,641	1,613,923,295
	Liabilities						
13	Due to Banks	734,822	1,676,049	2,410,871	883,981	2,459,222	3,343,203
14	Current (Accounts) Deposits	387,942,465	143,980,117	531,922,582	321,374,616	109,408,205	430,782,821
15	Demand Deposits	133,794,152	57,815,133	191,609,285	95,966,611	54,085,419	150,052,030
16	Time Deposits	605,974,584	121,666,670	727,641,254	473,662,231	185,181,204	658,843,435
17	Own Debt Securities	-	2,239,356	2,239,356	-	1,864,954	1,864,954
18	Borrowings	-	-	-	-	-	-
19	Accrued Interest and Dividends Payable	4,792,659	860,461	5,653,120	5,280,170	2,570,493	7,850,663
20	Other Liabilities	38,670,570	7,816,786	46,487,356	66,782,147	2,447,375	69,229,522
21	Subordinated Debentures	15,809,500	65,163,764	80,973,264	16,175,800	79,816,843	95,992,643
22	Total liabilities	1,187,718,752	401,218,336	1,588,937,088	980,125,556	437,833,715	1,417,959,271
	Equity Capital						
23	Common Stock	54,628,743	-	54,628,743	54,233,137	-	54,233,137
24	Preferred Stock	61,391	-	61,391	61,391	-	61,391
25	Less: Repurchased Shares	(10,454,283)	-	(10,454,283)	(10,454,283)	-	(10,454,283)
26	Share Premium	39,952,249	-	39,952,249	39,952,249	-	39,952,249
27	General Reserves	1,694,028	-	1,694,028	1,694,028	-	1,694,028
28	Retained Earnings	126,533,643	-	126,533,643	90,243,807	-	90,243,807
29	Asset Revaluation Reserves	28,978,167	-	28,978,167	20,233,695	-	20,233,695
30	Total Equity Capital	241,393,938	-	241,393,938	195,964,024	-	195,964,024
31	Total liabilities and Equity Capital	1,429,112,690	401,218,336	1,830,331,026	1,176,089,580	437,833,715	1,613,923,295

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Table 3 Income statement

in Lori

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	2,580,049	698,699	3,278,748	859,951	224,369	1,084,320
2	Interest Income from Loans	61,051,932	648,053	61,699,985	47,341,551	1,128,199	48,469,750
2.1	from the Interbank Loans	235,339	-	235,339	55,071	-	55,071
2.2	from the Retail or Service Sector Loans	4,117	5,099	9,216	24,044	3,709	27,753
2.3	from the Energy Sector Loans	-	-	-	-	-	-
2.4	from the Agriculture and Forestry Sector Loans	3,944	-	3,944	4,552	-	4,552
2.5	from the Construction Sector Loans	-	-	-	-	-	-
2.6	from the Mining and Mineral Processing Sector Loans	-	-	-	-	-	-
2.7	from the Transportation or Communications Sector Loans	-	-	-	-	-	-
2.8	from Individuals Loans	60,776,149	530,599	61,306,748	47,090,886	1,123,166	48,214,052
2.9	from Other Sectors Loans	32,383	112,355	144,738	166,998	1,324	168,322
3	Fees/penalties income from loans to customers	3,182,864	38,446	3,221,310	7,126,764	107,526	7,234,290
4	Interest and Discount Income from Securities	4,697,928	-	4,697,928	4,871,006	-	4,871,006
5	Other Interest Income	7,839	-	7,839	5,283	812	6,095
6	Total Interest Income	71,520,612	1,385,198	72,905,810	60,204,555	1,460,906	61,665,461
	Interest Expense						
7	Interest Paid on Demand Deposits	8,019,917	753,471	8,773,388	7,050,006	1,058,170	8,108,176
8	Interest Paid on Time Deposits	16,830,122	1,044,188	17,874,310	13,999,545	2,257,608	16,257,153
9	Interest Paid on Banks Deposits	1,468	1,192	2,660	10,774	325	11,099
10	Interest Paid on Own Debt Securities	727,332	2,550,408	3,277,740	730,193	2,669,759	3,399,952
11	Interest Paid on Other Borrowings	-	-	-	80,580	-	80,580
12	Other Interest Expenses	-	63	63	-	189	189
13	Total Interest Expense	25,578,839	4,349,322	29,928,161	21,871,098	5,986,051	27,857,149
14	Net Interest Income	45,941,773	(2,964,124)	42,977,649	38,333,457	(4,525,145)	33,808,312
	Non-Interest Income						
15	Net Fee and Commission Income	14,524,506	(235,010)	14,289,496	16,638,448	53,669	16,692,117
15.1	Fee and Commission Income	15,731,727	1,173,584	16,905,311	17,737,071	1,298,745	19,035,816
15.2	Fee and Commission Expense	1,207,221	1,408,594	2,615,815	1,098,623	1,245,076	2,343,699
16	Dividend Income	-	-	-	-	-	-
17	Gain (Loss) from Dealing Securities	-	-	-	-	-	-
18	Gain (Loss) from Investment Securities	(71,630)	(2,283)	(73,913)	20,798	8,800	29,598
19	Gain (Loss) from Foreign Exchange Trading	(3,327,855)	-	(3,327,855)	(2,615,130)	-	(2,615,130)
20	Gain (Loss) from Foreign Exchange Translation	3,246,421	-	3,246,421	3,811,148	-	3,811,148
21	Gain (Loss) on Sales of Fixed Assets	48,358	-	48,358	43,513	-	43,513
22	Non-Interest Income from other Banking Operations	330	-	330	570	-	570
23	Other Non-Interest Income	442,143	200,038	642,181	135,640	-	135,640
24	Total Non-Interest Income	14,862,273	(37,255)	14,825,018	18,034,987	62,469	18,097,456
	Non-Interest Expenses						
25	Non-Interest Expenses from other Banking Operations	682,731	-	682,731	16,874	-	16,874
26	Bank Development, Consultation and Marketing Expenses	1,296,997	168,408	1,465,405	2,117,404	301,132	2,418,536
27	Personnel Expenses	21,958,297	-	21,958,297	21,934,658	-	21,934,658
28	Operating Costs of Fixed Assets	386,483	-	386,483	328,954	-	328,954
29	Depreciation Expense	5,519,781	-	5,519,781	5,019,302	-	5,019,302
30	Other Non-Interest Expenses	6,677,155	23,188	6,700,343	7,591,033	48,358	7,639,391
31	Total Non-Interest Expenses	36,521,444	191,596	36,713,040	37,008,225	349,490	37,357,715
32	Net Non-Interest Income	(21,659,171)	(228,851)	(21,888,022)	(18,973,238)	(287,021)	(19,260,259)
33	Net Income before Provisions	24,282,602	(3,192,975)	21,089,627	19,360,219	(4,812,166)	14,548,053
34	Loan Loss Reserve	3,643,061	-	3,643,061	4,781,391	-	4,781,391
35	Provision for Possible Losses on Investments and Securities	1	-	1	-	-	-
36	Provision for Possible Losses on Other Assets	(162,645)	-	(162,645)	49,942	-	49,942
37	Total Provisions for Possible Losses	3,480,417	-	3,480,417	4,831,333	-	4,831,333
38	Net Income before Taxes and Extraordinary Items	20,802,185	(3,192,975)	17,609,210	14,528,886	(4,812,166)	9,716,720
39	Taxation	2,641,514	-	2,641,514	-	-	-
40	Net Income after Taxation	18,160,671	(3,192,975)	14,967,696	14,528,886	(4,812,166)	9,716,720
41	Extraordinary Items	-	-	-	-	-	-
42	Net Income	18,160,671	(3,192,975)	14,967,696	14,528,886	(4,812,166)	9,716,720

Bank: JSC "Liberty Bank"
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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	31,285,279	1,984,455	33,269,734	29,811,219	426,433	30,237,652
1.1	Guarantees Issued	870,649	7,243	877,892	671,905	138,342	810,247
1.2	Letters of credit Issued	-	-	-	-	-	-
1.3	Undrawn loan commitments	30,214,630	1,977,212	32,191,842	29,139,314	288,091	29,427,405
1.4	Other Contingent Liabilities	200,000	-	200,000	-	-	-
2	Guarantees received as security for liabilities of the bank	-	-	-	-	-	-
3	Assets pledged as security for liabilities of the bank	-	-	-	-	-	-
3.1	Financial assets of the bank	-	-	-	-	-	-
3.2	Non-financial assets of the bank	-	-	-	-	-	-
4	Guarantees received as security for receivables of the bank	-	133,893	133,893	-	-	-
4.1	Surety, joint liability	-	-	-	-	-	-
4.2	Guarantees	-	133,893	133,893	-	-	-
5	Assets pledged as security for receivables of the bank	922,065,491	522,198,984	1,444,264,475	1,005,813,581	464,390,170	1,470,203,751
5.1	Cash	32,228,484	5,195,535	37,424,019	30,884,434	3,021,993	33,906,427
5.2	Precious metals and stones	-	66,460,396	66,460,396	-	67,680,531	67,680,531
5.3	Real Estate:	79,247	178,655,856	178,735,103	309,205	140,913,157	141,222,362
5.3.1	Residential Property	79,247	130,241,305	130,320,552	309,205	119,488,874	119,798,079
5.3.2	Commercial Property	-	36,409,888	36,409,888	-	11,812,808	11,812,808
5.3.3	Complex Real Estate	-	520,306	520,306	-	888,468	888,468
5.3.4	Land Parcel	-	7,092,752	7,092,752	-	4,968,260	4,968,260
5.3.5	Other	-	4,391,605	4,391,605	-	3,754,747	3,754,747
5.4	Movable Property	-	109,514,021	109,514,021	185,500	84,380,898	84,566,398
5.5	Shares Pledged	-	-	-	-	-	-
5.6	Securities	-	-	-	-	-	-
5.7	Other	889,757,760	162,373,176	1,052,130,936	974,434,442	168,393,591	1,142,828,033
6	Derivatives	69,663,372	49,495,508	119,158,880	65,555,604	49,116,557	114,672,161
6.1	Receivables through FX contracts (except options)	-	47,593,708	47,593,708	-	47,619,627	47,619,627
6.2	Payables through FX contracts (except options)	69,663,372	1,901,800	71,565,172	65,555,604	1,496,930	67,052,534
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	Receivables not recognized on-balance	32,480,412	824,281	33,304,694	33,444,821	11,975,661	45,420,481
7.1	Principal of receivables derecognized during last 3 months	5,241,988	81,295	5,323,283	701,454	474,666	1,176,120
7.2	Interest and penalty receivable not recognized on-balance or derecognized during last 3 months	-	-	-	-	-	-
7.3	Principal of receivables derecognized during last 5 years (including last 3 months)	32,480,412	824,281	33,304,694	33,444,821	11,975,661	45,420,481
7.4	Interest and penalty receivable not recognized on-balance or derecognized during last 5 years (including last 3 months)	-	-	-	-	-	-
8	Non-cancelable operating lease	9,958,789	22,614,902	32,573,690	10,542,409	31,784,970	42,327,379
8.1	Through indefinit term agreement	-	-	-	-	-	-
8.2	Within one year	2,337,703	4,618,125	6,955,827	2,213,020	5,530,547	7,743,567
8.3	From 1 to 2 years	1,977,133	4,477,278	6,454,411	1,962,339	5,229,460	7,191,799
8.4	From 2 to 3 years	1,121,048	3,649,779	4,770,827	1,794,477	5,165,916	6,960,393
8.5	From 3 to 4 years	1,071,260	2,978,866	4,050,126	1,003,101	4,378,635	5,381,736
8.6	From 4 to 5 years	999,674	2,338,805	3,338,479	938,313	3,534,014	4,472,327
8.7	More than 5 years	2,451,971	4,552,049	7,004,020	2,631,159	7,946,399	10,577,558
9	Capital expenditure commitment	51,509	1,754,447	1,805,956	130,500	963,602	1,094,102

Bank: JSC "Liberty Bank"
Date: 3/31/2018

Table 5

Risk Weighted Assets

in Lari

N		1Q 2018	4Q 2017
1	Risk Weighted Assets for Credit Risk	1,027,031,973	999,717,347
1.1	Balance sheet items	1,009,314,343	980,144,479
1.1.1	Including: amounts below the thresholds for deduction (subject to 250% risk weight)	-	-
1.2	Off-balance sheet items	8,520,534	10,374,059
1.3	Counterparty credit risk	9,197,096	9,198,809
2	Risk Weighted Assets for Market Risk	4,689,567	4,301,150
3	Risk Weighted Assets for Operational Risk	351,372,173	351,372,173
4	Total Risk Weighted Assets	1,383,093,713	1,355,390,670

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

Members of Supervisory Board		
1	Irakli Otar Rukhadze	
2	George Kalandarishvili	
3	David Shonia	
Members of Board of Directors		
1	George Kalandarishvili	
2	Zurab Tsulaia	
3	Aleksandre Liparteliani	
4	Armen Matevosyan	
5	David Verulashvili	
6	David melikidze	
7	Taras (Tato) Chantladze	
List of Shareholders owning 1% and more of issued capital, indicating Shares		
1	European Financial Group B.V.	74.82%
2	JSC "Heritage Securities" (Nominal owner)	18.14%
3	JSC "GALT & TAGGART" (Nominal owner)	4.28%
4	JSC "Georgian Central Securities Depository" (Nominal owner)	1.19%
5	Other shareholders	1.57%
List of bank beneficiaries indicating names of direct or indirect holders of 5% or more of shares		
1	Irakli Otar Rukhadze	24.95%
2	Benjamin Albert Marson	24.94%
3	Igor Alexeev	24.94%

Bank: JSC "Liberty Bank"
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Table 7 Linkages between financial statement assets and balance sheet items subject to credit risk weighting				
	Account name of standardized supervisory balance sheet item	a Carrying values as reported in published stand-alone financial statements per local accounting rules	b Carrying values of items	
			Not subject to capital requirements or subject to deduction from capital	c Subject to credit risk weighting
1	Cash	140,590,448	-	140,590,448
2	Due from NBG	89,402,531	-	89,402,531
3	Due from Banks	310,790,155	-	310,790,155
4	Dealing Securities	-	-	-
5	Investment Securities	257,821,157	-	257,821,157
6.1	Loans	915,597,142	-	915,597,142
6.2	Less: Loan Loss Reserves	(104,949,706)	-	(104,949,706)
6	Net Loans	810,647,436	-	810,647,436
7	Accrued Interest and Dividends Receivable	12,769,151	-	12,769,151
8	Other Real Estate Owned & Repossessed Assets	99,417	-	99,417
9	Equity Investments	249,500	249,500	-
10	Fixed Assets and Intangible Assets	161,230,222	27,676,071	133,554,151
11	Other Assets	46,731,009	-	46,731,009
	Total exposures subject to credit risk weighting before adjustments	1,830,331,026	27,925,571	1,802,405,455

Bank: JSC "Liberty Bank"

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

1	Total carrying value of balance sheet items subject to credit risk weighting before adjustments	1,802,405,455
2.1	Nominal values of off-balance sheet items subject to credit risk weighting	33,069,770
2.2	Nominal values of off-balance sheet items subject to counterparty credit risk weighting	70,925,802
3	Total nominal values of on-balance and off-balance sheet items before any adjustments used for credit risk weighting purposes	1,906,401,027
4	Effect of provisioning rules used for capital adequacy purposes	15,969,311
5.1	Effect of credit conversion factor of off-balance sheet items related to credit risk framework	(24,114,569)
5.2	Effect of credit conversion factor of off-balance sheet items related to counterparty credit risk framework (table CCR)	(61,728,706)
6	Effect of other adjustments	-
7	Total exposures subject to credit risk weighting	1,836,527,063

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Table 9 Regulatory capital

N		in Lari
1	Common Equity Tier 1 capital before regulatory adjustments	235,254,874
2	Common shares that comply with the criteria for Common Equity Tier 1	44,174,460
3	Stock surplus (share premium) of common share that meets the criteria of Common Equity Tier 1	33,874,576
4	Accumulated other comprehensive income	28,978,167
5	Other disclosed reserves	1,694,028
6	Retained earnings (loss)	126,533,643
7	Regulatory Adjustments of Common Equity Tier 1 capital	58,939,068
8	Revaluation reserves on assets	28,978,167
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	2,035,330
10	Intangible assets	27,676,071
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	249,500
18	Significant investments in the common shares of commercial banks, insurance entities and other financial institutions (amount	-
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	-
23	Common Equity Tier 1	176,315,806
24	Additional tier 1 capital before regulatory adjustments	6,139,064
25	Instruments that comply with the criteria for Additional tier 1 capital	61,391
26	Including: instruments classified as equity under the relevant accounting standards	61,391
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	6,077,673
29	Regulatory Adjustments of Additional Tier 1 capital	-
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	-
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	6,139,064
36	Tier 2 capital before regulatory adjustments	55,436,419
37	Instruments that comply with the criteria for Tier 2 capital	42,598,519
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	12,837,900
40	Regulatory Adjustments of Tier 2 Capital	-
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	-
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	55,436,419

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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	140,590,448	
2	Due from NBS	89,402,531	
3	Due from Banks	310,790,155	
4	Dealing Securities	-	
5	Investment Securities	257,821,157	
6.1	Loans	915,597,142	
6.2	Less: Loan Loss Reserves	(104,949,706)	
6.2.1	Of which general loan loss reserve	12,837,900	table 9 (Capital), N39
6	Net Loans	810,647,436	
7	Accrued Interest and Dividends Receivable	12,769,151	
8	Other Real Estate Owned & Repossessed Assets	99,417	
9	Equity Investments	249,500	
9.1	Of which holdings of equity and other participations constituting more than 10% of the share capital of other commercial entities, deductible from Common Equity Tier 1 Capital	249,500	table 9 (Capital), N17
9.2	Of which significant investments subject to limited recognition	-	
9.3	Of which below 10% equity holdings subject to limited recognition	-	
10	Fixed Assets and Intangible Assets	161,230,222	
10.1	Of which intangible assets	27,676,071	table 9 (Capital), N10
11	Other Assets	46,731,009	
12	Total assets	1,830,331,026	
13	Due to Banks	2,410,871	
14	Current (Accounts) Deposits	531,922,582	
15	Demand Deposits	191,609,285	
16	Time Deposits	727,641,254	
17	Own Debt Securities	2,239,356	
18	Borrowings	-	
19	Accrued Interest and Dividends Payable	5,653,120	
20	Other Liabilities	46,487,356	
20.1	Of which general reserve for off-balance items	(17,378)	
21	Subordinated Debentures	80,973,264	
21.1	Of which tier II capital qualifying instruments	42,598,519	table 9 (Capital), N37
22	Total liabilities	1,588,937,088	
23	Common Stock	54,628,743	
23.1	Of which common equity tier 1 capital qualifying instruments	54,628,743	table 9 (Capital), N2
24	Preferred Stock	61,391	
24.1	Of which tier 1 capital qualifying instruments	61,391	table 9 (Capital), N26
25	Less: Repurchased Shares	(10,454,283)	
25.1	Of which repurchased shares subtracted from common equity tier 1 capital	(10,454,283)	table 9 (Capital), N2
26	Share Premium	39,952,249	
26.1	Of which common equity tier 1 capital qualifying instruments	33,874,576	table 9 (Capital), N3
26.2	Of which tier 1 capital qualifying instruments	6,077,673	table 9 (Capital), N28
27	General Reserves	1,694,028	
27.1	Of which common equity tier 1 capital qualifying instruments	1,694,028	table 9 (Capital), N5
28	Retained Earnings	126,533,643	
28.1	Of which common equity tier 1 capital qualifying instruments	126,533,643	table 9 (Capital), N6
28.2	Of which accumulated unrealized revaluation gains on assets through profit and loss to the extent that they exceed accumulated unrealized revaluation losses through profit and loss, deductible from common equity tier 1 capital	2,035,330	table 9 (Capital), N9
29	Asset Revaluation Reserves	28,978,167	
29.1	Of which common equity tier 1 capital qualifying instruments	28,978,167	table 9 (Capital), N4
29.2	Of which deductible from common equity tier 1 capital	28,978,167	table 9 (Capital), N8
30	Total Equity Capital	241,393,938	

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

Exposure classes	Risk weights																Risk Weighted Exposures before Credit Risk Mitigation
	0%		20%		35%		50%		75%		100%		150%		250%		
	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	302,716,664	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	58,263,062
2 Claims or contingent claims on regional governments or local authorities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
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	-	-	300,885,676	-	-	-	9,170,399	-	-	-	788,981	-	-	-	-	-	65,551,316
7 Claims or contingent claims on corporates	-	-	-	-	-	-	2,153,092	-	-	-	76,217,793	8,953,472	-	-	-	-	86,347,811
8 Retail claims or contingent retail claims	-	-	-	-	-	-	-	-	594,528,312	1,728	-	-	-	-	-	-	445,897,530
9 Claims or contingent claims secured by mortgages on residential property	-	-	-	-	9,153,582	-	-	-	-	-	-	-	-	-	-	-	3,403,754
10 Past due items	-	-	-	-	-	-	223,286	-	-	-	1,978,039	-	552,428	-	-	-	2,918,974
11 Items belonging to regulatory high-risk categories	-	-	-	-	-	-	-	-	-	-	7,684,260	-	176,113,918	-	1,789,237	-	276,338,258
12 Short-term claims on commercial banks and corporates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
13 Claims in the form of collective investment undertakings (CIU)	140,180,363	-	1,419,355	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14 Other items	-	-	-	-	-	-	-	-	-	-	134,546,192	-	-	-	-	-	134,830,063
Total	442,897,026	-	302,305,030	-	9,153,582	-	11,546,877	-	594,528,312	1,728	279,488,357	8,953,472	176,666,345	-	1,789,237	-	1,073,250,168

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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 - Nominal value				
Asset Classes							
1	360,979,726	-	-	-	58,263,062	58,263,062	16.1%
2	-	-	-	-	-	-	nmf
3	-	-	-	-	-	-	nmf
4	-	-	-	-	-	-	nmf
5	-	-	-	-	-	-	nmf
6	310,845,056	-	-	-	65,551,316	65,551,316	21.1%
7	78,370,885	33,068,042	8,953,472	86,247,811	78,319,653	78,319,653	89.7%
8	594,528,312	1,728	1,296	445,897,530	433,612,015	433,612,015	72.9%
9	9,153,582	-	-	3,203,754	3,203,754	3,203,754	35.0%
10	2,753,853	-	-	2,918,374	2,530,354	2,530,354	91.9%
11	185,597,444	-	-	276,338,258	241,524,660	241,524,660	130.1%
12	-	-	-	-	-	-	nmf
13	-	-	-	-	-	-	nmf
14	276,145,909	-	-	134,830,063	134,830,063	134,830,063	48.8%
Total	1,818,374,766	33,069,770	8,954,768	1,073,250,168	1,017,834,877	1,017,834,877	55.7%

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Table 14 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			536,180,439	309,704,679	845,885,118	424,108,404	99,828,980	523,937,384	
Cash outflows										
2	Retail deposits	708,106,031	249,080,713	957,186,744	96,021,094	79,915,016	175,936,110	20,147,547	12,267,013	32,414,560
3	Unsecured wholesale funding	346,219,627	135,864,363	482,083,990	143,708,600	28,916,963	172,625,564	111,601,792	21,480,743	133,082,535
4	Secured wholesale funding									
5	Outflows related to off-balance sheet obligations and net short position of derivative exposures	69,663,372	-	69,663,372						
6	Other contractual funding obligations	34,900,781	929,373	35,830,154	6,996,326	351,364	7,347,691	1,761,209	136,583	1,897,792
7	Other contingent funding obligations	44,684,322	7,390,888	52,075,210	10,247,393	5,762,319	16,009,712	10,200,060	5,761,947	15,962,007
8	TOTAL CASH OUTFLOWS	1,203,574,133	393,265,337	1,596,839,470	256,973,415	114,945,662	371,919,077	143,710,608	39,646,286	183,356,894
Cash inflows										
9	Secured lending (eg reverse repos)	14,014,350	-	14,014,350						
10	Inflows from fully performing exposures	1,115,946,879	249,728,137	1,365,675,016	76,290,390	1,856,572	78,146,962	188,362,425	212,335,385	400,697,810
11	Other cash inflows	18,728,705	51,867,938	70,596,733						
12	TOTAL CASH INFLOWS	1,148,690,024	301,596,075	1,450,286,099	76,290,390	1,856,572	78,146,962	188,362,425	212,335,385	400,697,810
				Total value according to NBG's methodology* (with limits)			Total value according to Basel methodology (with limits)			
13	Total HQLA			536,180,439	309,704,679	845,885,118	424,108,404	99,828,980	523,937,384	
14	Net cash outflow			180,683,024	113,089,091	293,772,115	35,927,652	9,911,571	45,839,224	
15	Liquidity coverage ratio (%)				297%	274%	288%	1180%	1007%	1143%

* 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.

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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 FX contracts	70,925,802		9,197,096	-	-	-	-	-	9,197,096	-	-	9,197,096
1.1 Maturity less than 1 year	1,259,230	2.0%	25,249	-	-	-	-	-	25,249	-	-	25,249
1.2 Maturity from 1 year up to 2 years	-	5.0%	-	-	-	-	-	-	-	-	-	-
1.3 Maturity from 2 years up to 3 years	6,225,788	8.0%	498,063	-	-	-	-	-	498,063	-	-	498,063
1.4 Maturity from 3 years up to 4 years	6,915,898	11.0%	780,749	-	-	-	-	-	780,749	-	-	780,749
1.5 Maturity from 4 years up to 5 years	56,521,686	14.0%	7,913,036	-	-	-	-	-	7,913,036	-	-	7,913,036
1.6 Maturity over 5 years	-	-	-	-	-	-	-	-	-	-	-	-
2 Interest rate contracts												
2.1 Maturity less than 1 year	-	0.5%	-	-	-	-	-	-	-	-	-	-
2.2 Maturity from 1 year up to 2 years	-	1.0%	-	-	-	-	-	-	-	-	-	-
2.3 Maturity from 2 years up to 3 years	-	2.0%	-	-	-	-	-	-	-	-	-	-
2.4 Maturity from 3 years up to 4 years	-	3.0%	-	-	-	-	-	-	-	-	-	-
2.5 Maturity from 4 years up to 5 years	-	4.0%	-	-	-	-	-	-	-	-	-	-
2.6 Maturity over 5 years	-	-	-	-	-	-	-	-	-	-	-	-
Total	70,925,802		9,197,096	-	-	-	-	-	9,197,096	-	-	9,197,096