

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: **9/30/2018**

Table 1 **Key metrics**

N		3Q 2018	2Q 2018	1Q 2018	4Q 2017	3Q 2017
	Regulatory capital (amounts, GEL)					
	<i>Based on Basel III framework</i>					
1	Common Equity Tier 1 (CET1)	199,455,264	191,790,224	176,315,806	162,443,898	146,880,297
2	Tier 1	204,020,648	196,355,608	182,454,870	168,582,962	153,019,361
3	Total regulatory capital	252,803,761	255,513,975	237,891,289	232,494,384	216,439,947
	Risk-weighted assets (amounts, GEL)					
4	Risk-weighted assets (RWA) (Based on Basel III framework)	1,498,996,211	1,485,364,105	1,383,093,713	1,355,390,670	1,148,598,509
	Capital ratios as a percentage of RWA					
	<i>Based on Basel III framework</i>					
5	Common equity Tier 1 ratio (≥ 7.0 %) **	13.31%	12.91%	12.75%	11.99%	12.79%
6	Tier 1 ratio (≥ 8.5 %) **	13.61%	13.22%	13.19%	12.44%	13.32%
7	Total regulatory capital ratio (≥ 10.5 %) **	16.86%	17.20%	17.20%	17.15%	18.84%
	Income					
8	Total Interest Income / Average Annual Assets	16.13%	16.23%	16.17%	15.44%	15.30%
9	Total Interest Expense / Average Annual Assets	6.51%	6.60%	6.64%	6.61%	6.65%
10	Earnings from Operations / Average Annual Assets	4.99%	4.86%	3.96%	5.20%	4.75%
11	Net Interest Margin	9.61%	9.62%	9.53%	8.82%	8.65%
12	Return on Average Assets (ROAA)	2.62%	3.26%	3.32%	3.09%	2.76%
13	Return on Average Equity (ROAE)	19.57%	24.82%	25.69%	25.76%	23.20%
	Asset Quality					
14	Non Performed Loans / Total Loans	10.73%	11.58%	10.48%	10.12%	10.36%
15	LLR/Total Loans	11.51%	12.36%	11.46%	11.11%	11.21%
16	FX Loans/Total Loans	11.74%	5.66%	4.98%	1.54%	1.74%
17	FX Assets/Total Assets	21.49%	23.01%	19.47%	20.00%	20.99%
18	Loan Growth-YTD	16.02%	-4.01%	-4.10%	29.78%	22.15%
	Liquidity					
19	Liquid Assets/Total Assets	40.79%	27.90%	39.40%	40.06%	40.95%
20	FX Liabilities/Total Liabilities	24.29%	23.10%	25.25%	25.95%	27.10%
21	Current & Demand Deposits/Total Assets	45.15%	43.07%	39.53%	36.11%	37.09%
	Liquidity Coverage Ratio***					
22	Total HQLA	836,265,007	819,443,159	845,885,118	733,359,924	710,153,574
23	Net cash outflow	343,974,438	291,442,778	293,772,115	255,294,208	236,121,311
24	LCR ratio (%)	243.12%	281.17%	287.94%	287.26%	300.76%

** 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 illustrative purposes.

Bank: **JSC "Liberty Bank"**

Date: **9/30/2018**

Table 2

Balance Sheet

in Lari

N	Assets	Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	Cash	116,051,796	54,356,078	170,407,874	96,101,746	36,698,362	132,800,108
2	Due from NBG	61,263,617	91,543,936	152,807,553	42,166,112	79,737,968	121,904,080
3	Due from Banks	615,425	105,320,283	105,935,708	596,424	211,995,563	212,591,987
4	Dealing Securities	-	-	-	-	-	-
5	Investment Securities	217,070,094	-	217,070,094	236,431,259	-	236,431,259
6.1	Loans	977,647,537	130,038,208	1,107,685,745	883,001,932	15,662,110	898,664,042
6.2	Less: Loan Loss Reserves	(122,078,168)	(5,388,413)	(127,466,581)	(97,554,231)	(3,225,427)	(100,779,658)
6	Net Loans	855,569,369	124,649,795	980,219,164	785,447,701	12,436,683	797,884,384
7	Accrued Interest and Dividends Receivable	12,572,148	528,396	13,100,544	11,250,062	168,068	11,418,130
8	Other Real Estate Owned & Repossessed Assets	69,835	-	69,835	119,620	-	119,620
9	Equity Investments	146,888	111,142	258,030	147,088	136,791	283,879
10	Fixed Assets and Intangible Assets	158,935,138	-	158,935,138	160,677,573	-	160,677,573
11	Other Assets	33,829,386	22,056,813	55,886,199	26,885,424	19,978,845	46,864,269
12	Total assets	1,456,123,696	398,566,443	1,854,690,139	1,359,823,009	361,152,280	1,720,975,289
	Liabilities						
13	Due to Banks	741,969	7,019,952	7,761,921	1,094,573	2,334,784	3,429,357
14	Current (Accounts) Deposits	496,768,317	122,854,070	619,622,387	343,516,468	126,147,650	469,664,118
15	Demand Deposits	148,612,828	69,169,437	217,782,265	110,106,018	58,463,322	168,569,340
16	Time Deposits	518,946,630	141,444,163	660,390,793	511,144,776	134,287,863	645,432,639
17	Own Debt Securities	-	-	-	-	1,888,979	1,888,979
18	Borrowings	-	359	359	-	-	-
19	Accrued Interest and Dividends Payable	4,693,360	858,404	5,551,764	4,971,468	1,513,244	6,484,712
20	Other Liabilities	36,336,845	4,768,766	41,105,611	115,708,803	3,494,425	119,203,228
21	Subordinated Debentures	-	40,762,610	40,762,610	16,175,800	81,754,986	97,930,786
22	Total liabilities	1,206,099,949	386,877,761	1,592,977,710	1,102,717,906	409,885,253	1,512,603,159
	Equity Capital						
23	Common Stock	54,628,743	-	54,628,743	54,384,501	-	54,384,501
24	Preferred Stock	61,391	-	61,391	61,391	-	61,391
25	Less: Repurchased Shares	(10,154,020)	-	(10,154,020)	(10,454,283)	-	(10,454,283)
26	Share Premium	39,651,986	-	39,651,986	39,952,249	-	39,952,249
27	General Reserves	1,694,028	-	1,694,028	1,694,028	-	1,694,028
28	Retained Earnings	147,330,208	-	147,330,208	93,724,742	-	93,724,742
29	Asset Revaluation Reserves	28,500,093	-	28,500,093	29,009,502	-	29,009,502
30	Total Equity Capital	261,712,429	-	261,712,429	208,372,130	-	208,372,130
31	Total liabilities and Equity Capital	1,467,812,378	386,877,761	1,854,690,139	1,311,090,036	409,885,253	1,720,975,289

Bank: JSC "Liberty Bank"
Date: 9/30/2018

Table 3

Income statement

in Lari

N		Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
	Interest Income						
1	Interest Income from Bank's "Nostro" and Deposit Accounts	9,654,085	2,492,305	12,146,390	2,617,558	1,040,442	3,658,000
2	Interest Income from Loans	181,294,906	3,723,240	185,018,146	153,856,965	2,291,942	156,148,907
2.1	from the Interbank Loans	324,839	-	324,839	116,264	-	116,264
2.2	from the Retail or Service Sector Loans	281,566	78,383	359,949	21,119	11,928	33,047
2.3	from the Energy Sector Loans	-	-	-	-	-	-
2.4	from the Agriculture and Forestry Sector Loans	11,884	-	11,884	11,872	-	11,872
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	180,167,351	1,876,914	182,044,265	153,206,099	2,255,225	155,461,324
2.9	from Other Sectors Loans	509,266	1,767,943	2,277,209	501,611	24,789	526,400
3	Fees/penalties income from loans to customers	10,364,678	93,735	10,458,413	17,477,216	233,081	17,710,297
4	Interest and Discount Income from Securities	15,552,848	-	15,552,848	14,047,688	-	14,047,688
5	Other Interest Income	57,506	-	57,506	16,843	1,801	18,644
6	Total Interest Income	216,924,023	6,309,280	223,233,303	188,016,270	3,567,266	191,583,536
	Interest Expense						
7	Interest Paid on Demand Deposits	27,343,564	2,325,437	29,669,001	21,979,425	2,667,348	24,646,773
8	Interest Paid on Time Deposits	50,109,238	3,463,804	53,573,042	42,811,658	5,571,129	48,382,787
9	Interest Paid on Banks Deposits	6,174	2,289	8,463	35,305	890	36,195
10	Interest Paid on Own Debt Securities	1,595,066	5,316,952	6,912,018	2,173,376	7,835,971	10,009,347
11	Interest Paid on Other Borrowings	-	-	-	200,344	-	200,344
12	Other Interest Expenses	-	221	221	-	304	304
13	Total Interest Expense	79,054,042	11,108,703	90,162,745	67,200,108	16,075,642	83,275,750
14	Net Interest Income	137,869,981	(4,799,423)	133,070,558	120,816,162	(12,508,376)	108,307,786
	Non-Interest Income						
15	Net Fee and Commission Income	32,083,483	(767,187)	31,316,296	49,820,048	119,869	49,939,917
15.1	Fee and Commission Income	35,230,779	3,710,917	38,941,696	53,170,510	3,981,508	57,152,018
15.2	Fee and Commission Expense	3,147,296	4,478,104	7,625,400	3,350,462	3,861,639	7,212,101
16	Dividend Income	-	-	-	-	-	-
17	Gain (Loss) from Dealing Securities	-	-	-	-	-	-
18	Gain (Loss) from Investment Securities	(590,805)	6,415	(584,390)	23,390	(97,797)	(74,407)
19	Gain (Loss) from Foreign Exchange Trading	2,047,686	-	2,047,686	(2,391,721)	-	(2,391,721)
20	Gain (Loss) from Foreign Exchange Translation	(173,115)	-	(173,115)	3,442,125	-	3,442,125
21	Gain (Loss) on Sales of Fixed Assets	199,490	-	199,490	(478,280)	-	(478,280)
22	Non-Interest Income from other Banking Operations	1,020	-	1,020	1,795	-	1,795
23	Other Non-Interest Income	798,251	669,382	1,467,633	635,436	371,437	1,006,873
24	Total Non-Interest Income	34,366,010	(91,390)	34,274,620	51,052,793	393,509	51,446,302
	Non-Interest Expenses						
25	Non-Interest Expenses from other Banking Operations	2,073,185	-	2,073,185	50,283	-	50,283
26	Bank Development, Consultation and Marketing Expenses	3,703,653	595,114	4,298,767	5,978,104	1,018,982	6,997,086
27	Personnel Expenses	54,554,443	-	54,554,443	51,930,966	-	51,930,966
28	Operating Costs of Fixed Assets	1,141,592	-	1,141,592	937,232	-	937,232
29	Depreciation Expense	16,356,825	-	16,356,825	15,801,507	-	15,801,507
30	Other Non-Interest Expenses	20,335,486	74,250	20,409,736	21,505,970	134,688	21,640,658
31	Total Non-Interest Expenses	98,165,184	669,364	98,834,548	96,204,062	1,153,670	97,357,732
32	Net Non-Interest Income	(63,799,174)	(760,754)	(64,559,928)	(45,151,269)	(760,161)	(45,911,430)
33	Net Income before Provisions	74,070,807	(5,560,177)	68,510,630	75,664,893	(13,268,537)	62,396,356
34	Loan Loss Reserve	25,609,685	-	25,609,685	20,783,827	-	20,783,827
35	Provision for Possible Losses on Investments and Securities	1	-	1	-	-	-
36	Provision for Possible Losses on Other Assets	308,375	-	308,375	798,837	-	798,837
37	Total Provisions for Possible Losses	25,918,061	-	25,918,061	21,582,664	-	21,582,664
38	Net Income before Taxes and Extraordinary Items	48,152,746	(5,560,177)	42,592,569	54,082,229	(13,268,537)	40,813,692
39	Taxation	6,388,872	-	6,388,872	6,276,188	-	6,276,188
40	Net Income after Taxation	41,763,874	(5,560,177)	36,203,697	47,806,041	(13,268,537)	34,537,504
41	Extraordinary Items	-	-	-	-	-	-
42	Net Income	41,763,874	(5,560,177)	36,203,697	47,806,041	(13,268,537)	34,537,504

Bank: **JSC "Liberty Bank"**
 Date: **9/30/2018**

in Lari

Table 4

N	Off-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	39,785,721	29,417,982	69,203,703	31,752,466	331,672	32,084,138
1.1	Guarantees Issued	6,033,897	7,845	6,041,742	757,395	69,608	827,003
1.2	Letters of credit Issued	-	-	-	-	-	-
1.3	Undrawn loan commitments	33,551,824	29,323,513	62,875,337	30,995,071	262,064	31,257,135
1.4	Other Contingent Liabilities	200,000	86,624	286,624	-	-	-
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	612,633,786	714,388,071	1,327,021,857	-	-	-
4.1	Surety, joint liability	-	-	-	-	-	-
4.2	Guarantees	612,633,786	714,388,071	1,327,021,857	-	-	-
5	Assets pledged as security for receivables of the bank	199,359,209	631,284,614	830,643,823	1,004,636,634	454,125,464	1,458,762,098
5.1	Cash	32,398,237	1,630,178	34,028,415	33,499,900	2,696,673	36,196,573
5.2	Precious metals and stones	20,142,845	74,433,136	94,575,981	-	68,926,188	68,926,188
5.3	Real Estate:	106,727	313,339,329	313,446,056	79,247	150,880,794	150,960,041
5.3.1	Residential Property	106,727	252,448,161	252,554,888	79,247	133,944,889	134,024,136
5.3.2	Commercial Property	-	30,408,391	30,408,391	-	7,830,533	7,830,533
5.3.3	Complex Real Estate	-	21,049,596	21,049,596	-	1,217,922	1,217,922
5.3.4	Land Parcel	-	6,504,188	6,504,188	-	3,697,691	3,697,691
5.3.5	Other	-	2,928,993	2,928,993	-	4,189,759	4,189,759
5.4	Movable Property	-	31,731,225	31,731,225	-	98,672,580	98,672,580
5.5	Shares Pledged	5,000,000	26,215,070	31,215,070	-	-	-
5.6	Securities	123,674,000	149,060,703	272,734,703	-	-	-
5.7	Other	18,037,400	34,874,973	52,912,373	971,057,487	132,949,229	1,104,006,716
6	Derivatives	123,155,463	160,186,884	283,342,347	69,663,372	49,946,774	119,610,146
6.1	Receivables through FX contracts (except options)	53,492,091	78,380,261	131,872,352	-	48,413,697	48,413,697
6.2	Payables through FX contracts (except options)	69,663,372	81,806,623	151,469,995	69,663,372	1,533,077	71,196,449
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	32,609,708	827,234	33,436,943	34,067,383	7,854,626	41,922,009
7.1	Principal of receivables derecognized during last 3 month	86,453	-	86,453	401,553	5,389	406,942
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)	32,609,708	827,234	33,436,943	34,067,383	7,854,626	41,922,009
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	10,181,356	35,745,545	45,926,901	9,350,087	25,557,340	34,907,427
8.1	Through indefinit term agreement	-	-	-	-	-	-
8.2	Within one year	2,507,837	7,047,449	9,555,286	2,079,172	4,749,763	6,828,935
8.3	From 1 to 2 years	1,579,698	6,572,143	8,151,842	1,930,900	4,633,599	6,564,499
8.4	From 2 to 3 years	1,235,914	5,664,017	6,899,931	1,302,944	4,264,261	5,567,205
8.5	From 3 to 4 years	1,162,324	4,898,816	6,061,140	964,814	3,396,941	4,361,755
8.6	From 4 to 5 years	1,045,974	3,785,188	4,831,162	889,024	2,707,999	3,597,023
8.7	More than 5 years	2,649,609	7,777,931	10,427,540	2,183,233	5,804,778	7,988,011
9	Capital expenditure commitment	373,557	5,216,079	5,589,636	280,635	969,535	1,250,170

Bank: JSC "Liberty Bank"

Date: 9/30/2018

Table 5

Risk Weighted Assets

in Lari

N		3Q 2018	2Q 2018
1	Risk Weighted Assets for Credit Risk	1,133,588,753	1,130,352,251
1.1	Balance sheet items	1,113,588,268	1,111,448,115
1.1.1	Including: amounts below the thresholds for deduction (subject to 250% risk weight)	-	-
1.2	Off-balance sheet items	9,895,057	9,708,877
1.3	Counterparty credit risk	10,105,428	9,195,259
2	Risk Weighted Assets for Market Risk	14,035,285	3,639,681
3	Risk Weighted Assets for Operational Risk	351,372,173	351,372,173
4	Total Risk Weighted Assets	1,498,996,211	1,485,364,105

Bank: JSC "Liberty Bank"

Date: 9/30/2018

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

Members of Supervisory Board	
1	Irakli Otar Rukhadze
2	Irakli Managadze
3	David Shonia
Members of Board of Directors	
1	George Kalandarishvili
2	Levan Lekishvili
3	Levan Tkheldze
4	Mamuka Kvaratskhelia
5	Armen Matevosyan
6	David Verulashvili
List of Shareholders owning 1% and more of issued capital, indicating Shares	
1	Georgian Financial Group B.V. 75.00%
2	JSC "Heritage Securities" (Nominal owner) 18.01%
3	JSC "GALT & TAGGART" (Nominal owner) 4.25%
4	JSC "Georgian Central Securities Depository" (Nominal owner) 1.20%
5	Other shareholders 1.54%
List of bank beneficiaries indicating names of direct or indirect holders of 5% or more of shares	
1	Irakli Otar Rukhadze 25.01%
2	Benjamin Albert Marson 25.00%
3	Igor Alexeev 25.00%

Bank: JSC "Liberty Bank"

Date: 9/30/2018

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	b	c
		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	170,407,874	-	170,407,874
2	Due from NBG	152,807,553	-	152,807,553
3	Due from Banks	105,935,708	-	105,935,708
4	Dealing Securities	-	-	-
5	Investment Securities	217,070,094	-	217,070,094
6.1	Loans	1,107,685,745	-	1,107,685,745
6.2	Less: Loan Loss Reserves	(127,466,581)	-	(127,466,581)
6	Net Loans	980,219,164	-	980,219,164
7	Accrued Interest and Dividends Receivable	13,100,544	-	13,100,544
8	Other Real Estate Owned & Repossessed Assets	69,835	-	69,835
9	Equity Investments	258,030	258,030	-
10	Fixed Assets and Intangible Assets	158,935,138	26,565,195	132,369,943
11	Other Assets	55,886,199	-	55,886,199
	Total exposures subject to credit risk weighting before adjustments	1,854,690,139	26,823,225	1,827,866,914

Bank: JSC "Liberty Bank"
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Differences between carrying values per standardized balance sheet used for regulatory reporting purposes and the exposure amounts used for capital adequacy calculation purposes

in Lari

Table 8

1	Total carrying value of balance sheet items subject to credit risk weighting before adjustments	1,827,866,914
2.1	Nominal values of off-balance sheet items subject to credit risk weighting	69,370,024
2.2	Nominal values of off-balance sheet items subject to counterparty credit risk weighting	116,342,402
3	Total nominal values of on-balance and off-balance sheet items before any adjustments used for credit risk weighting purposes	2,013,579,340
4	Effect of provisioning rules used for capital adequacy purposes	16,859,081
5.1	Effect of credit conversion factor of off-balance sheet items related to credit risk framework	(57,742,471)
5.2	Effect of credit conversion factor of off-balance sheet items related to counterparty credit risk framework (table CCR)	(106,236,974)
6	Effect of other adjustments	-
7	Total exposures subject to credit risk weighting	1,866,458,977

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Table 9 **Regulatory capital**

N		in Lari
1	Common Equity Tier 1 capital before regulatory adjustments	257,147,045
2	Common shares that comply with the criteria for Common Equity Tier 1	44,490,460
3	Stock surplus (share premium) of common share that meets the criteria of Common Equity Tier 1	35,132,256
4	Accumulated other comprehensive income	28,500,093
5	Other disclosed reserves	1,694,028
6	Retained earnings (loss)	147,330,208
7	Regulatory Adjustments of Common Equity Tier 1 capital	57,691,781
8	Revaluation reserves on assets	28,500,093
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	2,368,463
10	Intangible assets	26,565,195
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	258,030
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	199,455,264
24	Additional tier 1 capital before regulatory adjustments	4,565,384
25	Instruments that comply with the criteria for Additional tier 1 capital	45,654
26	Including: instruments classified as equity under the relevant accounting standards	45,654
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	4,519,730
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 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	4,565,384
36	Tier 2 capital before regulatory adjustments	48,783,114
37	Instruments that comply with the criteria for Tier 2 capital	34,613,254
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	14,169,859
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 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	48,783,114

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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	170,407,874	
2	Due from NBG	152,807,553	
3	Due from Banks	105,935,708	
4	Dealing Securities	-	
5	Investment Securities	217,070,094	
6.1	Loans	1,107,685,745	
6.2	Less: Loan Loss Reserves	(127,466,581)	
6.2.1	Of which general loan loss reserve	14,169,859	table 9 (Capital), N39
6	Net Loans	980,219,164	
7	Accrued Interest and Dividends Receivable	13,100,544	
8	Other Real Estate Owned & Repossessed Assets	69,835	
9	Equity Investments	258,030	
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	258,030	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	158,935,138	
10.1	Of which intangible assets	26,565,195	table 9 (Capital), N10
11	Other Assets	55,886,199	
12	Total assets	1,854,690,139	
13	Due to Banks	7,761,921	
14	Current (Accounts) Deposits	619,622,387	
15	Demand Deposits	217,782,265	
16	Time Deposits	660,390,793	
17	Own Debt Securities	-	
18	Borrowings	359	
19	Accrued Interest and Dividends Payable	5,551,764	
20	Other Liabilities	41,105,611	
20.1	Of which general reserve for off-balance items	35,613	
21	Subordinated Debentures	40,762,610	
21.1	Of which tier II capital qualifying instruments	34,613,254	table 9 (Capital), N37
22	Total liabilities	1,592,977,710	
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	(10,154,020)	
25.1	Of which repurchased shares subtracted from common equity tier 1 capital	(10,138,283)	table 9 (Capital), N2
25.2	Of which repurchased preferred shares subtracted from tier 1 capital	(15,737)	table 9 (Capital), N26
26	Share Premium	39,651,986	
26.1	Of which common equity tier 1 capital qualifying instruments	35,132,256	table 9 (Capital), N3
26.2	Of which tier 1 capital qualifying instruments	4,519,730	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	147,330,208	
28.1	Of which common equity tier 1 capital qualifying instruments	147,330,208	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	2,368,463	table 9 (Capital), N9
29	Asset Revaluation Reserves	28,500,093	
29.1	Of which common equity tier 1 capital qualifying instruments	28,500,093	table 9 (Capital), N4
29.2	Of which deductible from common equity tier 1 capital	28,500,093	table 9 (Capital), N8
30	Total Equity Capital	261,712,429	

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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			
1	Claims or contingent claims on central governments or central banks	402,698,614	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	91,545,634
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	-	-	98,048,455	-	-	-	7,589,269	-	-	-	-	5,917,983	-	-	-	-	29,322,308
7	Claims or contingent claims on corporates	-	-	-	-	-	-	2,359,488	-	-	-	-	177,428,154	11,627,554	-	-	-	190,235,452
8	Retail claims or contingent retail claims	-	-	-	-	-	-	-	-	556,585,644	-	-	-	-	-	-	-	417,439,233
9	Claims or contingent claims secured by mortgages on residential property	-	-	-	-	15,414,708	-	-	-	-	-	-	-	-	-	-	-	4,695,148
10	Post-due items	-	-	-	-	-	-	-	103,973	-	-	-	3,080,146	-	45,448	-	-	3,000,595
11	Items belonging to regulatory high-risk categories	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12	Short-term claims on commercial banks and corporates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
13	Claims in the form of collective investment undertakings (CIU)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14	Other items	149,948,788	-	1,636,743	-	-	-	-	-	-	-	-	134,468,544	-	-	-	-	134,615,893
	Total	572,667,402	-	99,685,198	-	15,414,708	-	10,052,790	-	556,585,644	-	481,190,114	11,627,554	159,340,961	-	1,789,237	-	1,138,999,987

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Table 13 **Standardized approach - Effect of credit risk mitigation**

Asset Classes	a	b		c	d	e	f
		On-balance sheet exposures	Off-balance sheet exposures - Nominal value				
1 Claims or contingent claims on central governments or central banks	494,244,249	-	-	-	91,545,634	91,545,634	18.5%
2 Claims or contingent claims on regional governments or local authorities	-	-	-	-	-	-	nmf
3 Claims or contingent claims on public sector entities	-	-	-	-	-	-	nmf
4 Claims or contingent claims on multilateral development banks	-	-	-	-	-	-	nmf
5 Claims or contingent claims on international organizations/institutions	-	-	-	-	-	-	nmf
6 Claims or contingent claims on commercial banks	111,555,707	-	-	-	29,322,308	29,322,308	26.3%
7 Claims or contingent claims on corporates	179,787,642	37,288,997	11,627,554	-	190,235,452	183,159,401	95.7%
8 Retail claims or contingent retail claims	556,585,644	32,081,028	-	-	417,439,233	414,622,795	74.5%
9 Claims or contingent claims secured by mortgages on residential property	13,414,708	-	-	-	4,695,148	4,695,148	35.0%
10 Past due items	3,229,567	-	-	-	3,200,305	3,176,129	98.3%
11 Items belonging to regulatory high-risk categories	179,814,404	-	-	-	262,146,016	262,146,016	145.8%
12 Short-term claims on commercial banks and corporates	-	-	-	-	-	-	nmf
13 Claims in the form of collective investment undertakings (CIU)	-	-	-	-	-	-	nmf
14 Other items	306,094,075	-	-	-	134,815,893	134,815,893	44.0%
Total	1,844,725,995	69,370,024	11,627,554		1,133,399,987	1,123,483,325	60.5%

Bank: JSC "Liberty Bank"
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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				576,980,688	259,284,319	836,265,007	403,081,861	112,213,688	515,295,549
Cash outflows									
2 Retail deposits	718,186,685	270,559,466	988,746,152	101,582,386	75,265,945	176,848,331	20,934,503	11,998,073	32,932,576
3 Unsecured wholesale funding	407,694,293	107,934,099	515,628,392	178,399,732	35,832,790	214,232,522	139,394,992	27,184,444	166,579,436
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	27,778,368	10,893,853	38,672,221	5,679,429	3,113,083	8,792,511	1,479,316	1,112,248	2,591,565
7 Other contingent funding obligations	61,414,103	7,883,985	69,298,089	9,921,421	6,497,679	16,419,100	9,633,755	6,497,309	16,131,063
8 TOTAL CASH OUTFLOWS	1,284,736,823	397,271,404	1,682,008,227	295,582,967	120,709,498	416,292,465	171,442,566	46,792,074	218,234,640
Cash inflows									
9 Secured lending (eg reverse repos)	9,369,202	-	9,369,202	-	-	-	-	-	-
10 Inflows from fully performing exposures	1,197,720,738	258,294,331	1,456,015,069	68,789,524	3,528,503	72,318,027	242,688,351	152,101,932	394,790,283
11 Other cash inflows	20,582,920	51,916,930	72,499,850	-	-	-	-	-	-
12 TOTAL CASH INFLOWS	1,227,672,861	310,211,261	1,537,884,121	68,789,524	3,528,503	72,318,027	242,688,351	152,101,932	394,790,283
				Total value according to NBG's methodology* (with limits)			Total value according to Basel methodology (with limits)		
13 Total HQLA				576,980,688	259,284,319	836,265,007	403,081,861	112,213,688	515,295,549
14 Net cash outflow				226,793,443	117,180,995	343,974,438	42,860,641	11,698,019	54,558,660
15 Liquidity coverage ratio (%)				25.4%	22.1%	24.3%	94.0%	95.9%	94.4%

* 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	116,342,402		10,105,428	-	-	-	-	-	10,105,428	-	-	10,105,428
1.1 Maturity less than 1 year	46,679,030	2.0%	933,581	-	-	-	-	-	933,581	-	-	933,581
1.2 Maturity from 1 year up to 2 years	-	3.0%	-	-	-	-	-	-	-	-	-	-
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%	760,749	-	-	-	-	-	760,749	-	-	760,749
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	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Maturity from 1 year up to 2 years	-	0.5%	-	-	-	-	-	-	-	-	-	-
2.3 Maturity from 2 years up to 3 years	-	1.0%	-	-	-	-	-	-	-	-	-	-
2.4 Maturity from 3 years up to 4 years	-	2.0%	-	-	-	-	-	-	-	-	-	-
2.5 Maturity from 4 years up to 5 years	-	3.0%	-	-	-	-	-	-	-	-	-	-
2.6 Maturity over 5 years	-	4.0%	-	-	-	-	-	-	-	-	-	-
Total	116,342,402		10,105,428	-	-	-	-	-	10,105,428	-	-	10,105,428