

Pillar 3 quarterly report		
1	Name of a bank	Terabank
2	Chairman of the Supervisory Board	H.H. Sheikh Nahayan Mabarak Al Nahayan
3	CEO of a bank	Thea Lortkipanidze
4	Bank's web page	www.terabank.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: Terabank
Date:

12/31/2019

Table 1 **Key metrics**

N		12/31/2019	9/30/2019	6/30/2019	3/31/2019	12/31/2018
	Regulatory capital (amounts, GEL)					
	<i>Based on Basel III framework</i>					
1	Common Equity Tier 1 (CET1)	116,131,510	116,068,649	108,722,462	110,978,441	104,601,555
2	Tier 1	116,131,510	116,068,649	108,722,462	110,978,441	104,601,555
3	Total regulatory capital	172,988,561	177,356,901	167,351,193	164,715,333	156,412,414
	Risk-weighted assets (amounts, GEL)					
4	Risk-weighted assets (RWA) (Based on Basel III framework)	898,692,526	940,885,173	932,602,568	889,510,859	872,383,343
	Capital ratios as a percentage of RWA					
	<i>Based on Basel III framework</i>					
5	Common equity Tier 1 ratio >=9.26%	12.92%	12.34%	11.66%	12.48%	11.99%
6	Tier 1 ratio >=11.52%	12.92%	12.34%	11.66%	12.48%	11.99%
7	Total Regulatory Capital ratio >=17.24%	19.25%	18.85%	17.94%	18.52%	17.93%
	Income					
8	Total Interest Income /Average Annual Assets	8.06%	7.98%	8.03%	8.06%	8.72%
9	Total Interest Expense / Average Annual Assets	3.75%	3.72%	3.70%	3.65%	4.02%
10	Earnings from Operations / Average Annual Assets	2.08%	2.30%	2.47%	2.92%	3.15%
11	Net Interest Margin	4.31%	4.25%	4.34%	4.41%	4.70%
12	Return on Average Assets (ROAA)	2.04%	2.75%	2.67%	2.63%	2.09%
13	Return on Average Equity (ROAE)	14.96%	20.34%	19.56%	18.97%	14.64%
	Asset Quality					
14	Non Performed Loans / Total Loans	5.50%	6.60%	7.17%	7.29%	7.28%
15	LLR/Total Loans	4.88%	5.36%	5.48%	5.47%	5.40%
16	FX Loans/Total Loans	62.60%	61.95%	63.20%	61.32%	60.91%
17	FX Assets/Total Assets	59.39%	60.27%	61.06%	60.33%	59.24%
18	Loan Growth-YTD	10.82%	4.14%	6.21%	0.76%	17.85%
	Liquidity					
19	Liquid Assets/Total Assets	21.48%	25.65%	20.56%	21.00%	22.44%
20	FX Liabilities/Total Liabilities	68.57%	68.67%	64.11%	67.88%	65.16%
21	Current & Demand Deposits/Total Assets	34.76%	35.87%	40.16%	41.13%	43.75%
	Liquidity Coverage Ratio***					
22	Total HQLA	252,298,139	227,311,185	175,731,209	182,406,152	178,068,289
23	Net cash outflow	158,182,814	171,809,200	157,540,760	158,849,135	146,477,088
24	LCR ratio (%)	159.50%	132.30%	111.55%	114.83%	121.57%

*** 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.

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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	15,236,113	17,476,814	32,712,927	15,544,778	16,535,367	32,080,145
2	Due from NBG	16,395,795	115,597,557	131,993,352	14,135,281	114,435,757	128,571,038
3	Due from Banks	145,147	12,181,637	12,326,783	28,620	24,713,426	24,742,046
4	Dealing Securities	0	0	0	0	0	0
5	Investment Securities	57,634,351	0	57,634,351	55,491,623	0	55,491,623
6.1	Loans	288,782,876	483,358,426	772,141,302	272,382,614	424,363,340	696,745,954
6.2	Less: Loan Loss Reserves	-18,471,773	-19,223,622	-37,695,396	-17,582,847	-20,016,171	-37,599,018
6	Net Loans	270,311,102	464,134,804	734,445,906	254,799,766	404,347,169	659,146,935
7	Accrued Interest and Dividends Receivable	3,636,057	2,514,089	6,150,146	3,073,729	2,335,438	5,409,167
8	Other Real Estate Owned & Repossessed Assets	2,226,546	0	2,226,546	760,654	0	760,654
9	Equity Investments	0	0	0	0	0	0
10	Fixed Assets and Intangible Assets	46,518,526	0	46,518,526	39,735,120	0	39,735,120
11	Other Assets	6,878,368	755,841	7,634,208	3,762,404	519,754	4,282,158
12	Total assets	418,982,005	612,660,742	1,031,642,746	387,331,976	562,886,911	950,218,886
	Liabilities						
13	Due to Banks	10,818	5,510,846	5,521,664	6,224	219,119	225,343
14	Current (Accounts) Deposits	62,643,378	144,701,784	207,345,162	61,515,217	140,104,436	201,619,653
15	Demand Deposits	55,465,414	95,821,752	151,287,165	78,844,147	135,288,847	214,132,994
16	Time Deposits	113,774,435	229,010,261	342,784,696	81,079,804	185,812,445	266,892,249
17	Own Debt Securities	0	0	0	0	0	0
18	Borrowings	34,844,000	69,636,920	104,480,920	54,055,000	16,849,197	70,904,197
19	Accrued Interest and Dividends Payable	2,003,187	2,777,131	4,780,318	1,606,044	2,063,372	3,669,416
20	Other Liabilities	11,687,012	11,520,549	23,207,562	9,423,193	9,595,664	19,018,857
21	Subordinated Debentures	0	52,909,672	52,909,672	0	46,039,446	46,039,446
22	Total liabilities	280,428,245	611,888,914	892,317,159	286,529,628	535,972,527	822,502,155
	Equity Capital						
23	Common Stock	121,372,000	0	121,372,000	121,372,000	0	121,372,000
24	Preferred Stock	0	0	0	0	0	0
25	Less: Repurchased Shares	0	0	0	0	0	0
26	Share Premium	0	0	0	0	0	0
27	General Reserves	0	0	0	0	0	0
28	Retained Earnings	17,953,587	0	17,953,587	6,344,732	0	6,344,732
29	Asset Revaluation Reserves	0	0	0	0	0	0
30	Total Equity Capital	139,325,587	0	139,325,587	127,716,732	0	127,716,732
31	Total liabilities and Equity Capital	419,753,831	611,888,914	1,031,642,746	414,246,360	535,972,527	950,218,886

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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	937,100	565,908	1,503,007	764,691	322,256	1,086,947
2	Interest Income from Loans	33,809,804	35,457,652	69,267,456	32,626,296	33,021,242	65,647,538
2.1	from the Interbank Loans	-	-	-	-	-	-
2.2	from the Retail or Service Sector Loans	5,877,613	13,782,494	19,660,107	6,512,060	13,100,457	19,612,516
2.3	from the Energy Sector Loans	-	272,202	272,202	-	253,772	253,772
2.4	from the Agriculture and Forestry Sector Loans	794,466	257,195	1,051,661	879,515	333,655	1,213,170
2.5	from the Construction Sector Loans	349,874	3,675,088	4,024,962	512,569	3,335,557	3,848,126
2.6	from the Mining and Mineral Processing Sector Loans	18,984	19,006	37,990	2,766	50,605	53,372
2.7	from the Transportation or Communications Sector Loans	494	354,300	354,794	4,567	994,520	999,086
2.8	from Individuals Loans	22,831,625	15,074,959	37,906,583	18,439,958	11,647,167	30,087,124
2.9	from Other Sectors Loans	3,936,748	2,022,409	5,959,157	6,274,861	3,305,510	9,580,371
3	Fees/penalties income from loans to customers	1,640,848	2,168,595	3,809,443	1,227,825	1,782,040	3,009,864
4	Interest and Discount Income from Securities	4,427,172	-	4,427,172	4,134,355	-	4,134,355
5	Other Interest Income	710,755	406,415	1,117,171	1,208,264	556,016	1,764,280
6	Total Interest Income	41,525,679	38,598,570	80,124,249	39,961,431	35,681,554	75,642,985
	Interest Expense						
7	Interest Paid on Demand Deposits	5,225,485	2,883,670	8,109,155	6,905,841	3,335,930	10,241,771
8	Interest Paid on Time Deposits	10,209,410	8,689,492	18,898,902	8,109,000	7,227,911	15,336,911
9	Interest Paid on Banks Deposits	6,368	42,602	48,971	140,164	70,778	210,942
10	Interest Paid on Own Debt Securities	-	-	-	-	-	-
11	Interest Paid on Other Borrowings	4,745,042	5,481,730	10,226,772	5,646,876	3,457,875	9,104,751
12	Other Interest Expenses	-	-	-	-	-	-
13	Total Interest Expense	20,186,306	17,097,494	37,283,800	20,801,881	14,092,494	34,894,375
14	Net Interest Income	21,339,373	21,501,076	42,840,449	19,159,550	21,589,059	40,748,610
	Non-Interest Income						
15	Net Fee and Commission Income	3,586,619	1,180,444	4,767,063	3,628,769	1,254,802	4,883,572
15.1	Fee and Commission Income	5,661,218	3,718,590	9,379,808	5,373,550	3,975,805	9,349,355
15.2	Fee and Commission Expense	2,074,599	2,538,146	4,612,745	1,744,781	2,721,002	4,465,783
16	Dividend Income	-	-	-	-	-	-
17	Gain (Loss) from Dealing Securities	-	-	-	-	-	-
18	Gain (Loss) from Investment Securities	-	-	-	-	-	-
19	Gain (Loss) from Foreign Exchange Trading	1,420,785	-	1,420,785	6,713,403	-	6,713,403
20	Gain (Loss) from Foreign Exchange Translation	3,810,536	-	3,810,536	783,383	-	783,383
21	Gain (Loss) on Sales of Fixed Assets	1,022,329	-	1,022,329	473,664	-	473,664
22	Non-Interest Income from other Banking Operations	10,580	11,817	22,397	38,770	707,853	746,624
23	Other Non-Interest Income	257,155	186,555	443,710	196,827	360,447	557,274
24	Total Non-Interest Income	10,108,004	1,378,816	11,486,820	11,834,816	2,323,102	14,157,918
	Non-Interest Expenses						
25	Non-Interest Expenses from other Banking Operations	626,294	545,965	1,172,259	734,888	552,500	1,287,388
26	Bank Development, Consultation and Marketing Expenses	2,190,460	125,989	2,316,449	2,024,466	78,619	2,103,086
27	Personnel Expenses	15,979,380	-	15,979,380	14,157,265	-	14,157,265
28	Operating Costs of Fixed Assets	-	-	-	7,117	-	7,117
29	Depreciation Expense	4,802,656	-	4,802,656	3,096,940	-	3,096,940
30	Other Non-Interest Expenses	4,544,339	7,320	4,551,659	5,707,505	6,123	5,713,628
31	Total Non-Interest Expenses	28,143,130	679,274	28,822,403	25,728,182	637,242	26,365,424
32	Net Non-Interest Income	(18,035,126)	699,542	(17,335,583)	(13,893,366)	1,685,860	(12,207,506)
33	Net Income before Provisions	3,304,247	22,200,619	25,504,866	5,266,184	23,274,919	28,541,104
34	Loan Loss Reserve	2,041,072	-	2,041,072	5,133,097	-	5,133,097
35	Provision for Possible Losses on Investments and Securities	-	-	-	-	-	-
36	Provision for Possible Losses on Other Assets	411,729	-	411,729	3,702,114	-	3,702,114
37	Total Provisions for Possible Losses	2,452,801	-	2,452,801	8,835,211	-	8,835,211
38	Net Income before Taxes and Extraordinary Items	851,446	22,200,619	23,052,065	(3,569,026)	23,274,919	19,705,893
39	Taxation	2,810,492	-	2,810,492	1,569,665	-	1,569,665
40	Net Income after Taxation	(1,959,046)	22,200,619	20,241,573	(5,138,691)	23,274,919	18,136,228
41	Extraordinary Items	-	-	-	-	-	-
42	Net Income	(1,959,046)	22,200,619	20,241,573	(5,138,691)	23,274,919	18,136,228

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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	32,702,900	33,561,731	66,264,632	41,191,744	24,905,044	66,096,788
1.1	Guarantees Issued	19,929,003	17,393,232	37,322,235	28,234,705	17,513,840	45,748,545
1.2	Letters of credit Issued	1,736,900	2,274,923	4,011,823	1,904,634	1,051,538	2,956,172
1.3	Undrawn loan commitments	11,036,997	13,593,902	24,630,899	11,052,405	3,877,193	14,929,598
1.4	Other Contingent Liabilities	0	299,675	299,675	0	2,462,472	2,462,472
2	Guarantees received as security for liabilities of the bank	0	299,675	299,675	0	2,462,472	2,462,472
3	Assets pledged as security for liabilities of the bank	12,526,000	0	12,526,000	26,137,000	0	26,137,000
3.1	Financial assets of the bank	12,526,000	0	12,526,000	26,137,000	0	26,137,000
3.2	Non-financial assets of the bank	0	0	0	0	0	0
4	Guarantees received as security for receivables of the bank	168,575,231	371,096,306	539,671,537	175,145,646	359,001,367	534,147,013
4.1	Surety, joint liability	168,575,231	371,096,306	539,671,537	175,145,646	359,001,367	534,147,013
4.2	Guarantees	0	0	0	0	0	0
5	Assets pledged as security for receivables of the bank	638,012,609	886,506,967	1,524,519,575	563,863,859	766,525,367	1,330,389,226
5.1	Cash	14,030,618	33,072,080	47,102,698	21,337,903	40,031,923	61,369,825
5.2	Precious metals and stones	67,108,830	19,925,222	87,034,052	62,600,033	29,043,800	91,643,833
5.3	Real Estate:	514,857,303	805,079,572	1,319,936,875	419,545,857	652,868,856	1,072,414,713
5.3.1	Residential Property	308,987,583	334,710,878	643,698,461	273,598,601	303,173,404	576,772,004
5.3.2	Commercial Property	116,988,777	277,195,209	394,183,987	88,617,969	262,339,837	350,957,806
5.3.3	Complex Real Estate	12,325,237	19,247,043	31,572,280	8,554,408	11,936,320	20,490,728
5.3.4	Land Parcel	49,494,915	72,035,062	121,529,977	33,768,456	53,190,528	86,958,984
5.3.5	Other	27,060,790	101,891,380	128,952,170	15,006,424	22,228,767	37,235,192
5.4	Movable Property	13,614,100	14,681,846	28,295,945	10,399,543	14,347,872	24,747,415
5.5	Shares Pledged	0	0	0	0	0	0
5.6	Securities	0	0	0	0	0	0
5.7	Other	28,401,758	13,748,248	42,150,006	49,980,522	30,232,917	80,213,439
6	Derivatives	10,722,742	83,795,246	94,517,988	44,296,039	41,567,598	85,863,637
6.1	Receivables through FX contracts (except options)	10,722,742	36,692,756	47,415,498	44,296,039	0	44,296,039
6.2	Payables through FX contracts (except options)	0	47,102,490	47,102,490	0	41,567,598	41,567,598
6.3	Principal of interest rate contracts (except options)	0	0	0	0	0	0
6.4	Options sold	0	0	0	0	0	0
6.5	Options purchased	0	0	0	0	0	0
6.6	Nominal value of potential receivables through other derivatives	0	0	0	0	0	0
6.7	Nominal value of potential payables through other derivatives	0	0	0	0	0	0
7	Receivables not recognized on-balance	0	0	0	0	0	0
7.1	Principal of receivables derecognized during last 3 month	1,252,868	14,122	1,266,990	871,155	8,759,007	9,630,162
7.2	Interest and penalty receivable not recognized on-balance or derecognized during last 3 month	999,296	1,132,248	2,131,544	1,545,959	6,068,256	7,614,215
7.3	Principal of receivables derecognized during 5 years month (including last 3 month)	6,199,777	15,283,752	21,483,529	5,361,076	14,061,064	19,422,140
7.4	Interest and penalty receivable not recognized on-balance or derecognized during last 5 years (including last 3 month)	42,691,614	75,943,013	118,634,627	41,860,599	69,544,076	111,404,675
8	Non-cancelable operating lease	0	0	0	0	0	0
8.1	Through indefinit term agreement	0	0	0	0	0	0
8.2	Within one year	0	0	0	0	0	0
8.3	From 1 to 2 years	0	0	0	0	0	0
8.4	From 2 to 3 years	0	0	0	0	0	0
8.5	From 3 to 4 years	0	0	0	0	0	0
8.6	From 4 to 5 years	0	0	0	0	0	0
8.7	More than 5 years	0	0	0	0	0	0
9	Capital expenditure commitment	0	0	0	0	0	0

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Table 5

Risk Weighted Assets

in Lari

N		12/31/2019	9/30/2019
1	Risk Weighted Assets for Credit Risk	797,634,691	851,701,780
1.1	Balance sheet items	776,466,637	830,328,759
1.1.1	Including: amounts below the thresholds for deduction (subject to 250% risk weight)	0	0
1.2	Off-balance sheet items	20,226,004	20,922,176
1.3	Counterparty credit risk	942,050	450,845
2	Risk Weighted Assets for Market Risk	7,225,299	5,514,431
3	Risk Weighted Assets for Operational Risk	93,832,536	83,668,962
4	Total Risk Weighted Assets	898,692,526	940,885,173

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

Members of Supervisory Board	
1	H.H. Sheikh Nahayan Mabarak Al Nahayan (Chairman)
2	H.E Sheikh Saif Mohammed Bin Buti Al Hamed (Deputy)
3	Semi Edvard Adam Khalil (Member)
4	Seiti Devdariani (Member)
5	Geert Roelof De Korte (Member)
6	Nana Mikashavidze (Member)
7	Adel Safwat Guirguis Rupaeil (Advisor)
Members of Board of Directors	
1	Thea Lortkipanidze (Chief Executive Officer)
2	Sophia Jugeli (Chief Financial Officer)
3	Teimuraz Abuladze (Chief Risks Officer)
4	Vakhtang Khutsishvili (Chief Operating Officer)
5	Zurab Azarashvili (Chief Commercial Officer)
List of Shareholders owning 1% and more of issued capital, indicating Shares	
1	H.H. Sheikh Nahayan Mabarak Al Nahayan 45%
2	H.H. Sheikh Hamdan Bin Zayed Al Nahayan 20%
3	H.H. Sheikh Mansoor Binzayed Binsultan Al-Nahyan 15%
4	H.E. Sheikh Mohamed Butti Alhamed 15%
5	LTD "INVESTMENT TRADING GROUP" 5%
List of bank beneficiaries indicating names of direct or indirect holders of 5% or more of shares	
1	H.H. Sheikh Nahayan Mabarak Al Nahayan 45%
2	H.H. Sheikh Hamdan Bin Zayed Al Nahayan 20%
3	H.H. Sheikh Mansoor Binzayed Binsultan Al-Nahyan 15%
4	H.E. Sheikh Mohamed Butti Alhamed 15%
5	

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Table 7 Linkages between financial statement assets and balance sheet items subject to credit risk weighting

		a	b	c
		Carrying values of items		
Account name of standardized supervisory balance sheet item		Carrying values as reported in published stand-alone financial statements per local accounting rules	Not subject to capital requirements or subject to deduction from capital	Subject to credit risk weighting
1	Cash	32,712,927	0	32,712,927
2	Due from NBG	131,993,352	0	131,993,352
3	Due from Banks	12,326,783	0	12,326,783
4	Dealing Securities	0	0	0
5	Investment Securities	57,634,351	0	57,634,351
6.1	Loans	772,141,302	0	772,141,302
6.2	Less: Loan Loss Reserves	-37,695,396	0	-37,695,396
6	Net Loans	734,445,906	0	734,445,906
7	Accrued Interest and Dividends Receivable	6,150,146	0	6,150,146
8	Other Real Estate Owned & Repossessed Assets	2,226,546	0	2,226,546
9	Equity Investments	0	0	0
10	Fixed Assets and Intangible Assets	46,518,526	23,194,077	23,324,449
11	Other Assets	7,634,208	0	7,634,208
Total exposures subject to credit risk weighting before adjustments		1,031,642,746	23,194,077	1,008,448,669

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

1	Total carrying value of balance sheet items subject to credit risk weighting before adjustments	1,008,448,669
2.1	Nominal values of off-balance sheet items subject to credit risk weighting	62,182,608
2.2	Nominal values of off-balance sheet items subject to counterparty credit risk weighting	47,102,490
3	Total nominal values of on-balance and off-balance sheet items before any adjustments used for credit risk weighting purposes	1,117,733,767
4	Effect of provisioning rules used for capital adequacy purposes	13,596,667
5.1	Effect of credit conversion factor of off-balance sheet items related to credit risk framework	-29,625,745
5.2	Effect of credit conversion factor of off-balance sheet items related to counterparty credit risk framework (table CCR)	-46,160,440
6	Effect of other adjustments	0
7	Total exposures subject to credit risk weighting	1,055,544,249

Bank: Terabank

Date:

12/31/2019

Table 9

Regulatory capital

N		in Lari
1	Common Equity Tier 1 capital before regulatory adjustments	139,325,587
2	Common shares that comply with the criteria for Common Equity Tier 1	121,372,000
3	Stock surplus (share premium) of common share that meets the criteria of Common Equity Tier 1	0
4	Accumulated other comprehensive income	0
5	Other disclosed reserves	0
6	Retained earnings (loss)	17,953,587
7	Regulatory Adjustments of Common Equity Tier 1 capital	23,194,077
8	Revaluation reserves on assets	0
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	0
10	Intangible assets	23,194,077
11	Shortfall of the stock of provisions to the provisions based on the Asset Classification	0
12	Investments in own shares	0
13	Reciprocal cross holdings in the capital of commercial banks, insurance entities and other financial institutions	0
14	Cash flow hedge reserve	0
15	Deferred tax assets not subject to the threshold deduction (net of related tax liability)	0
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	0
17	Holdings of equity and other participations constituting more than 10% of the share capital of other commercial entities	0
18	Significant investments in the common shares of commercial banks, insurance entities and other financial institutions (amount above 10% limit)	0
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)	0
20	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	0
21	The amount of significant Investments and Deferred Tax Assets which exceed 15% of common equity tier 1	0
22	Regulatory adjustments applied to Common Equity Tier 1 resulting from shortfall of Tier 1 and Tier 2 capital to deduct investments	0
23	Common Equity Tier 1	116,131,510
24	Additional tier 1 capital before regulatory adjustments	0
25	Instruments that comply with the criteria for Additional tier 1 capital	0
26	Including: instruments classified as equity under the relevant accounting standards	0
27	Including: instruments classified as liabilities under the relevant accounting standards	0
28	Stock surplus (share premium) that meet the criteria for Additional Tier 1 capital	0
29	Regulatory Adjustments of Additional Tier 1 capital	0
30	Investments in own Additional Tier 1 instruments	0
31	Reciprocal cross-holdings in Additional Tier 1 instruments	0
32	Significant investments in the Additional Tier 1 capital (that are not common shares) of commercial banks, insurance entities and other financial institutions	0
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)	0
34	Regulatory adjustments applied to Additional Tier 1 resulting from shortfall of Tier 2 capital to deduct investments	0
35	Additional Tier 1 Capital	0
36	Tier 2 capital before regulatory adjustments	56,857,051
37	Instruments that comply with the criteria for Tier 2 capital	46,886,617
38	Stock surplus (share premium) that meet the criteria for Tier 2 capital	0
39	General reserves, limited to a maximum of 1.25% of the bank's credit risk-weighted exposures	9,970,434
40	Regulatory Adjustments of Tier 2 Capital	0
41	Investments in own shares that meet the criteria for Tier 2 capital	0
42	Reciprocal cross-holdings in Tier 2 capital	0
43	Significant investments in the Tier 2 capital (that are not common shares) of commercial banks, insurance entities and other financial institutions	0
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)	0
45	Tier 2 Capital	56,857,051

Bank: Terabank

Date:

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Table 9.1 Capital Adequacy Requirements

Minimum Requirements		Ratios	Amounts (GEL)
1	Pillar 1 Requirements		
1.1	Minimum CET1 Requirement	4.50%	40,441,164
1.2	Minimum Tier 1 Requirement	6.00%	53,921,552
1.3	Minimum Regulatory Capital Requirement	8.00%	71,895,402
2	Combined Buffer		
2.1	Capital Conservation Buffer	2.50%	22,467,313
2.2	Countercyclical Buffer	0.00%	-
2.3	Systemic Risk Buffer	0.00%	-
3	Pillar 2 Requirements		
3.1	CET1 Pillar 2 Requirement	2.26%	20,301,035
3.2	Tier 1 Pillar2 Requirement	3.02%	27,159,221
3.3	Regulatory capital Pillar 2 Requirement	6.74%	60,577,438
	Total Requirements	Ratios	Amounts (GEL)
4	CET1	9.26%	83,209,512
5	Tier 1	11.52%	103,548,085
6	Total regulatory Capital	17.24%	154,940,153

Bank: Terabank

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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	32,712,927	
2	Due from NBG	131,993,352	
3	Due from Banks	12,326,783	
4	Dealing Securities	0	
5	Investment Securities	57,634,351	
6.1	Loans	772,141,302	
6.2	Less: Loan Loss Reserves	-37,695,396	
6	Net Loans	734,445,906	
7	Accrued Interest and Dividends Receivable	6,150,146	
8	Other Real Estate Owned & Repossessed Assets	2,226,546	
9	Equity Investments	0	
10	Fixed Assets and Intangible Assets	46,518,526	
10.1	Of which intangible assets	23,194,077	table 9 (Capital), N10
11	Other Assets	7,634,208	
12	Total assets	1,031,642,746	
13	Due to Banks	5,521,664	
14	Current (Accounts) Deposits	207,345,162	
15	Demand Deposits	151,287,165	
16	Time Deposits	342,784,696	
17	Own Debt Securities	0	
18	Borrowings	104,480,920	
19	Accrued Interest and Dividends Payable	4,780,318	
20	Other Liabilities	23,207,562	
21	Subordinated Debentures	52,909,672	
21.1	Of which tier II capital qualifying instruments	46,886,617	
22	Total liabilities	892,317,159	
23	Common Stock	121,372,000	
24	Preferred Stock	0	
25	Less: Repurchased Shares	0	
26	Share Premium	0	
27	General Reserves	0	
28	Retained Earnings	17,953,587	
29	Asset Revaluation Reserves	0	
30	Total Equity Capital	139,325,587	

Table 11
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	78,544,993	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	115,604,905
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	-	-	2,599,923	-	-	-	6,916,720	-	-	-	-	2,810,140	-	-	-	-	6,788,485
7 Claims or contingent claims on corporates	-	-	-	-	-	-	-	-	-	-	-	367,979,256	24,893,182	-	-	-	392,872,437
8 Retail claims or contingent retail claims	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	140,054,911
9 Claims or contingent claims secured by mortgages on residential property	-	-	-	-	105,057,047	1,134,414	1,492,819	-	-	180,210,616	6,529,266	-	-	-	-	-	37,167,011
10 Past due items	-	-	-	-	-	-	-	-	-	-	-	15,667,686	-	1,014,557	-	-	17,935,931
11 Items belonging to regulatory high-risk categories	-	-	-	-	-	-	-	-	-	-	-	67,628,770	-	13,680,687	-	-	88,149,801
12 Short-term claims on commercial banks and corporates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
13 Claims in the form of collective investment undertakings ("CIU")	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14 Other items	32,436,022	-	276,905	-	-	-	-	-	-	-	-	30,124,291	-	-	-	-	30,179,672
Total	110,981,016	-	2,876,828	-	105,057,047	1,134,414	8,409,539	-	180,210,616	6,529,266	-	599,815,048	24,893,182	14,695,244	-	-	828,753,154

Table 12 Credit Risk Mitigation														in EUR					
	On-balance sheet rating	Cash on deposit with or cash collateral instruments	Debt securities issued by central governments or central banks, regional governments or local authorities, public sector entities, multilateral development banks and international organizations/institutions	Funded Credit Protection					Unfunded Credit Protection						Total Credit Risk Mitigation - On-balance sheet	Total Credit Risk Mitigation - Off-balance sheet	Total Credit Risk Mitigation		
				Debt securities issued by regional governments or local authorities, public sector entities, multilateral development banks and international organizations/institutions	Debt securities issued by other entities, which securities have a credit assessment, which has been determined by NBS to be associated with credit quality step 3 or above under the rules for the risk weighting of exposures to corporates	Debt securities with a short-term credit assessment, which has been determined by NBS to be associated with credit quality step 2 or above under the rules for the risk weighting of short-term exposures	Equities or convertible bonds that are included in a main index	Standard gold bullion or equivalent	Debt securities without credit rating issued by commercial banks	Units in collective investment undertakings	Central governments or central banks	Regional governments or local authorities	Multilateral development banks	International organizations / institutions				Public sector entities	Commercial banks
1	Claims on residential claims on residential mortgages or residential banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2	Claims on corporate claims on financial institutions or local authorities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
3	Claims on corporate claims on public sector entities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
4	Claims on corporate claims on multilateral development banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
5	Claims on corporate claims on international organizations/institutions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
6	Claims on corporate claims on commercial banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
7	Claims on corporate claims on corporates	-	29,745,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
8	Residual claims on corporate credit claims	-	2,315,511	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
9	Claims on corporate claims secured by mortgages on residential property	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
10	Debt due items	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11	Items subject to regulatory haircuts reductions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
12	Short-term claims on commercial banks and corporates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
13	Claims in the form of collective investment undertakings	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
14	Other items	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total			32,060,511														22,699,361	9,361,150	32,060,511

Bank: Terabank
Date:

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Table 13 Standardized approach - Effect of credit risk mitigation

	a	b	c		d	e	f
			Off-balance sheet exposures	Off-balance sheet exposures - Nominal value			
Asset Classes							
1	Claims or contingent claims on central governments or central banks	194,149,898	-	-	115,604,905	115,604,905	60%
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	12,326,783	-	-	6,788,485	6,788,485	55%
7	Claims or contingent claims on corporates	367,979,256	47,240,131	24,893,182	392,872,437	363,127,435	92%
8	Retail claims or contingent retail claims	180,210,616	12,828,790	6,529,266	140,054,911	137,739,400	74%
9	Claims or contingent claims secured by mortgages on residential property	105,057,047	2,113,687	1,134,414	37,167,011	37,167,011	35%
10	Past due items	18,175,062	-	-	17,935,931	17,935,931	99%
11	Items belonging to regulatory high-risk categories	81,309,457	-	-	88,149,801	88,149,801	108%
12	Short-term claims on commercial banks and corporates	-	-	-	-	-	
13	Claims in the form of collective investment undertakings ('CIU')	-	-	-	-	-	
14	Other items	62,837,218	-	-	30,179,672	30,179,672	48%
	Total	1,022,045,337	62,182,608	32,556,862	828,753,154	796,692,641	76%

Bank: Terabank
Date:

12/31/2019

Table 11 **Liquidity Coverage Ratio**

		Total unweighted value (daily average)			Total weighted values according to NBG's methodology* (daily average)			Total weighted values according to Basel methodology (daily average)		
		GEL	FX	Total	GEL	FX	Total	GEL	FX	Total
High-quality liquid assets										
1	Total HQLA				87,230,303	165,067,836	252,298,139	81,739,967	149,988,640	231,728,607
Cash outflows										
2	Retail deposits	79,253,658	265,998,531	345,252,190	12,436,150	49,834,429	62,270,579	3,173,802	10,808,520	13,982,322
3	Unsecured wholesale funding	167,911,356	321,053,584	488,964,940	37,358,530	66,358,500	103,717,030	33,669,719	50,243,130	83,912,849
4	Secured wholesale funding	10,347,826	-	10,347,826	-	-	-	-	-	-
5	Outflows related to off-balance sheet obligations and net short position of derivative exposures	29,265,711	33,392,639	62,658,350	4,306,644	5,936,923	10,243,567	1,654,164	1,921,304	3,575,469
6	Other contractual funding obligations	2,787,882	2,506,125	5,294,007	-	-	-	-	-	-
7	Other contingent funding obligations	3,176,877	4,719,101	7,895,979	1,625,139	1,679,999	3,305,138	1,625,139	1,679,999	3,305,138
8	TOTAL CASH OUTFLOWS	292,743,311	627,669,981	920,413,291	55,726,463	123,809,852	179,536,315	40,122,824	64,652,954	104,775,778
Cash inflows										
9	Secured lending (eg reverse repos)	-	-	-	-	-	-	-	-	-
10	Inflows from fully performing exposures	239,215,737	417,391,622	656,607,358	10,578,973	10,121,575	20,700,549	16,069,309	27,272,610	43,341,920
11	Other cash inflows	1,478,730	436,162	1,914,892	234,054	418,898	652,952	234,054	418,898	652,952
12	TOTAL CASH INFLOWS	240,694,467	417,827,784	658,522,250	10,813,027	10,540,473	21,353,501	16,303,364	27,691,508	43,994,872
					Total value according to NBG's methodology* (with limits)			Total value according to Basel methodology (with limits)		
13	Total HQLA				87,230,303	165,067,836	252,298,139	81,739,967	149,988,640	231,728,607
14	Net cash outflow				44,913,435	113,269,379	158,182,814	23,819,461	36,961,446	60,780,906
15	Liquidity coverage ratio (%)				194%	146%	159%	343%	406%	381%

* 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: Terabank
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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											
1.1	Maturity less than 1 year	47,102,490	942,050	0	0	0	0	0	942,050	0	0	942,050
1.2	Maturity from 1 year up to 2 years	47,102,490	942,050	0	0	0	0	0	942,050	0	0	942,050
1.3	Maturity from 2 years up to 3 years	0	0	0	0	0	0	0	0	0	0	0
1.4	Maturity from 3 years up to 4 years	0	0	0	0	0	0	0	0	0	0	0
1.5	Maturity from 4 years up to 5 years	0	0	0	0	0	0	0	0	0	0	0
1.6	Maturity over 5 years	0	0	0	0	0	0	0	0	0	0	0
2	Interest rate contracts											
2.1	Maturity less than 1 year	0	0	0	0	0	0	0	0	0	0	0
2.2	Maturity from 1 year up to 2 years	0	0	0	0	0	0	0	0	0	0	0
2.3	Maturity from 2 years up to 3 years	0	0	0	0	0	0	0	0	0	0	0
2.4	Maturity from 3 years up to 4 years	0	0	0	0	0	0	0	0	0	0	0
2.5	Maturity from 4 years up to 5 years	0	0	0	0	0	0	0	0	0	0	0
2.6	Maturity over 5 years	0	0	0	0	0	0	0	0	0	0	0
	Total	47,102,490	942,050	0	0	0	0	0	942,050	0	0	942,050

Bank: Terabank

Date:

12/31/2019

Table 15.1 Leverage Ratio

On-balance sheet exposures (excluding derivatives and SFTs)		
1	On-balance sheet items (excluding derivatives, SFTs and fiduciary assets, but including collateral)	1,018,046,079
2	(Asset amounts deducted in determining Tier 1 capital)	(23,194,077)
3	Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)	994,852,002
Derivative exposures		
4	Replacement cost associated with <i>all</i> derivatives transactions (ie net of eligible cash variation margin)	-
5	Add-on amounts for PFE associated with <i>all</i> derivatives transactions (mark-to-market method)	-
EU-5a	Exposure determined under Original Exposure Method	942,050
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework	-
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-
8	(Exempted CCP leg of client-cleared trade exposures)	-
9	Adjusted effective notional amount of written credit derivatives	-
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-
11	Total derivative exposures (sum of lines 4 to 10)	942,050
Securities financing transaction exposures		
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	-
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-
14	Counterparty credit risk exposure for SFT assets	-
EU-14a	Derogation for SFTs: Counterparty credit risk exposure in accordance with Article 429b (4) and 222 of Regulation (EU) No 575/2013	-
15	Agent transaction exposures	-
EU-15a	(Exempted CCP leg of client-cleared SFT exposure)	-
16	Total securities financing transaction exposures (sum of lines 12 to 15a)	-
Other off-balance sheet exposures		
17	Off-balance sheet exposures at gross notional amount	62,182,608
18	(Adjustments for conversion to credit equivalent amounts)	(29,625,745)
19	Other off-balance sheet exposures (sum of lines 17 to 18)	32,556,862
Exempted exposures in accordance with CRR Article 429 (7) and (14) (on and off balance sheet)		
EU-19a	(Exemption of intragroup exposures (solo basis) in accordance with Article 429(7) of Regulation (EU) No 575/2013 (on and off balance sheet))	-
EU-19b	(Exposures exempted in accordance with Article 429 (14) of Regulation (EU) No 575/2013 (on and off balance sheet))	-
Capital and total exposures		
20	Tier 1 capital	116,131,510
21	Total leverage ratio exposures (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)	1,028,350,914
Leverage ratio		
22	Leverage ratio	11.29%
Choice on transitional arrangements and amount of derecognised fiduciary items		
EU-23	Choice on transitional arrangements for the definition of the capital measure	-
EU-24	Amount of derecognised fiduciary items in accordance with Article 429(11) of Regulation (EU) NO 575/2013	-