

Bank: Türkiye İs Bankası Batumi Branch

Date: 31-Mar-13

## Balance Sheet \*

in lari

N	ASSETS	Reporting Period			Respective period of the previous year		
		GEL	Other FC	Total	GEL	Other FC	Total
1	Cash	66,135	396,007	462,141			
2	Due from NBG	82,101	90,938	173,039			
3	Due from Banks	10,803,711	243,982	11,047,692			
4	Dealing Securities	0	0	0			
5	Investment Securities	0	0	0			
6.1	Loans	0	1,729,072	1,729,072			
6.2	Less: Loan Loss Reserves	0	(34,728)	(34,728)			
6	Net Loans	0	1,694,344	1,694,344			
7	Accrued Interest and Dividends Receivable	8,482	11,843	20,325			
8	Other Real Estate Owned & Repossessed Assets	0	X	0			
9	Equity Investments	0	0	0			
10	Fixed Assets and Intangible Assets	514,423	X	514,423			
11	Other Assets	16,400	0	16,400			
12	<b>TOTAL ASSETS</b>	<b>11,491,252</b>	<b>2,437,114</b>	<b>13,928,365</b>			
	<b>LIABILITIES</b>						
13	Due to Banks	0	584,645	584,645			
14	Current (Accounts) Deposits	378,413	566,338	944,751			
15	Demand Deposits	0	0	0			
16	Time Deposits	0	0	0			
17	Own Debt Securities			0			
18	Borrowings	0	0	0			
19	Accrued Interest and Dividends Payable	0	0	0			
20	Other Liabilities	4	0	4			
21	Subordinated Debentures	0	0	0			
22	<b>Total Liabilities</b>	<b>378,417</b>	<b>1,150,983</b>	<b>1,529,400</b>			
	<b>EQUITY CAPITAL</b>						
23	Common Stock	0	X	0			
24	Preferred Stock	0	X	0			
25	Less: Repurchased Shares	0	X	0			
26	Share Premium	0	X	0			
27	General Reserves	12,828,043	X	12,828,043			
28	Retained Earnings	(429,077)	X	(429,077)			
29	Asset Revaluation Reserves	0	X	0			
30	<b>Total Equity Capital</b>	<b>12,398,966</b>	<b>X</b>	<b>12,398,966</b>			
31	<b>TOTAL LIABILITIES AND EQUITY CAPITAL</b>	<b>12,777,383</b>	<b>1,150,983</b>	<b>13,928,365</b>			

• Non-audited data presented in accordance of the regulations of NBG

## Income Statement \*

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N	Interest Income	Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	Interest Income from Bank's "Nostro" and Deposit Accounts	140,963		140,963			
2	Interest Income from Loans	0	25,211	25,211			
2.1	from the Interbank Loans						
2.2	from the Retail or Service Sector Loans	0	25,211	25,211			
2.3	from the Energy Sector Loans						
2.4	from the Agriculture and Forestry Sector Loans						
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						
2.9	from Other Sectors Loans						
3	Interest and Discount Income from Securities						
4	Other Interest Income						
5	<b>Total Interest Income</b>	<b>140,963</b>	<b>25,211</b>	<b>166,175</b>			
	<b>Interest Expense</b>						
6	Interest Paid on Demand Deposits			0			
7	Interest Paid on Time Deposits			0			
8	Interest Paid on Banks Deposits	9		9			
9	Interest Paid on Own Debt Securities			0			
10	Interest Paid on Other Borrowings		3,639	3,639			
11	Other Interest Expenses			0			
12	<b>Total Interest Expense</b>	<b>9</b>	<b>3,639</b>	<b>3,647</b>			
13	<b>Net Interest Income</b>	<b>140,954</b>	<b>21,573</b>	<b>162,527</b>			
	<b>Non-Interest Income</b>						
14	Net Fee and Commission Income	(42,956)	0	(42,956)			
14.1	Fee and Commission Income	14,409		14,409			
14.2	Fee and Commission Expense	57,365		57,365			
15	Dividend Income			0			
16	Gain (Loss) from Dealing Securities			0			
17	Gain (Loss) from Investment Securities			0			
18	Gain (Loss) from Foreign Exchange Trading	25,943		25,943			
19	Gain (Loss) from Foreign Exchange Translation	(13,714)		(13,714)			
20	Gain (Loss) on Sales of Fixed Assets			0			
21	Non-Interest Income from other Banking Operations	1,739		1,739			
22	Other Non-Interest Income			0			
23	<b>Total Non-Interest Income</b>	<b>(28,989)</b>	<b>0</b>	<b>(28,989)</b>			
	<b>Non-Interest Expenses</b>						
24	Non-Interest Expenses from other Banking Operations			0			
25	Bank Development, Consultation and Marketing Expenses	9,539		9,539			
26	Personnel Expenses	121,094		121,094			
27	Operating Costs of Fixed Assets	59,516		59,516			
28	Depreciation Expense	3,980		3,980			
29	Other Non-Interest Expenses			0			
30	<b>Total Non-Interest Expenses</b>	<b>194,129</b>	<b>0</b>	<b>194,129</b>			
31	<b>Net Non-Interest Income</b>	<b>(223,117)</b>	<b>0</b>	<b>(223,117)</b>			
32	<b>Net Income before Provisions</b>	<b>(82,163)</b>	<b>21,573</b>	<b>(60,590)</b>			
33	Loan Loss Reserve	34,728	X	34,728			
34	Provision for Possible Losses on Investments and Securities	0	X	0			
35	Provision for Possible Losses on Other Assets	0	X	0			
36	<b>Total Provisions for Possible Losses</b>	<b>34,728</b>	<b>0</b>	<b>34,728</b>			
37	<b>Net Income before Taxes and Extraordinary Items</b>	<b>(116,891)</b>	<b>21,573</b>	<b>(95,318)</b>			
38	Taxation	0		0			
39	<b>Net Income after Taxation</b>	<b>(116,891)</b>	<b>21,573</b>	<b>(95,318)</b>			
40	Extraordinary Items	0		0			
41	<b>Net Income</b>	<b>(116,891)</b>	<b>21,573</b>	<b>(95,318)</b>			

Off Balance Sheet Items		Reporting Period			Respective period of the previous year		
N		GEL	FX	Total	GEL	FX	Total
1	<b>Conditional Obligations</b>		3,912,172	3,912,172			
1.1	Acceptances and Endorsements						
1.2	Guarantees Given						
1.3	Guarantees Received						
1.4	Pledged Assets Given						
1.5	Pledged Assets Received		3,912,172	3,912,172			
1.6	Other Contingent Liabilities						
2	<b>Legally Binding Obligations</b>						
2.1	Funding Commitments of the Bank						
2.2	Funding Commitments of other Parties						
2.3	Commitments to Purchase Investment Securities						
2.4	Commitments to Sell Investment Securities						
2.5	Foreign Exchange Operations						
2.6	Forward Foreign Exchange Contracts						
2.7	Other Commitments						
3	<b>Other Liabilities</b>						
3.1	Obligation Of the Issuer (endorser) to the Bank						
3.2	Clients' Liabilities						
3.3	Third Parties' Clients' Liability to the Bank						
4	<b>Items to be Held in Safekeeping</b>						
4.1	Precious Metals						
4.2	Securities						
4.3	Other Items						
5	<b>Interest Rate Contracts</b>						
5.1	Notional Value of Interest Rate Swaps						
5.2	Forward Contracts on Financial Instruments						
5.3	Futures Contracts on Financial Instruments						
5.4	Options						
6	<b>Contracts on Commodities and Shareholders Capital</b>						
6.1	Notional Value of Swaps						
6.2	Forward Contracts						
6.3	Futures Contracts						
6.4	Options						
7	<b>Unsettled Documents</b>						
7.1	Accounting Documents not Paid in due Time by Reason of Client						
7.2	Accounting Documents not Paid in due Time by Reason of Bank						
7.3	Unissued Capital						
8	<b>Written Off Loans</b>						
8.1	Unpaid Interest on Loans up to 31.12.2000						
8.2	Unpaid Interest on Loans from to 01.01.2001						
8.3	Problem Loans Written off up to 31.12.2000						
8.4	Problem Loans Written off up to 01.01.2001						
8.5	Other Written Off Assets						
9	<b>Other Valuables and Documents</b>						
9.1	Undistributed value parcels						
9.2	Small value inventory						
9.3	Strict reporting forms						
9.4	Payment of Special Lottery						
10	<b>Total</b>		3,912,172	3,912,172			

Economic Ratios		Reporting Period	Respective period of the previous year
<b>CAPITAL</b>			
1	Tier 1 Capital Ratio $\geq$ 8%	137.12%	
2	Regulatory Capital Ratio $\geq$ 12%	136.46%	
3	Risk Weighted Assets/Total Assets	65.42%	
4	Cash Dividend/Net Income	0%	
<b>Income</b>			
5	Total Interest Income / Average Annual Assets	4.46%	
6	Total Interest Expense / Average Annual Assets	0.10%	
7	Earnings from Operations / Average Annual Assets	-1.26%	
8	Net Interest Margin	4.37%	
9	Return on Average Assets (ROA)	-2.56%	
10	Return on Average Equity (ROE)	-3.07%	
<b>ASSET QUALITY</b>			
11	Non Performed Loans / Total Loans	0.00%	
12	LLR/Total Loans	2.01%	
13	FX Loans/Total Loans	100.00%	
14	FX Assets/Total Assets	17.50%	
15	Loan Growth- YTD	100.00%	
<b>LIQUIDITY</b>			
16	Liquid Assets/Total Assets	83.88%	
17	FX Liabilities/Total Liabilities	75.26%	
18	Current & Demand Deposits/Total Assets	6.78%	

Information about Supervisory Council, Directorate and	
<b>Members of Supervisory Council</b>	
Mr. Adnan Bali	
Mr. Ozcan Turkakin	
Mr. Hakan Aran	
Mr. Suat Ince	
Mr. Ertugrul Bozgedik	
Mr. Riza Kutlusoy	
Mr. Yalcin Sezen	
Mr. Erdal Aral	
Mr. Yavuz Ergin	
<b>Members of Board of Directors</b>	
Baris Sariibrahim	
Yavuz Guney	
<b>List of Shareholders owning 1% and more of issued capital, indicating</b>	
Turkey Is Bank	100.0%
<b>List of bank beneficiaries indicating names of direct or indirect holders of</b>	
Turkiye Is Bankası A.S, Employees' Pension Fund	40.40%
Turkey Republican People's Party	28.10%