

Bank: Türkiye İş Bankası Batumi Branch

Date: 30-Sep-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	79,733	701,032	780,765	6,686	187,716	194,402
2	Due from NBG	82,441	456,878	539,319	9,902	17,778	27,680
3	Due from Banks	10,225,413	743,432	10,968,845	12,042,077	4,149	12,046,226
4	Dealing Securities	0	0	0	0	0	0
5	Investment Securities	0	0	0	0	0	0
6.1	Loans	19,680	12,225,916	12,245,596	0	0	0
6.2	Less: Loan Loss Reserves	(394)	(244,518)	(244,912)	0	0	0
6	Net Loans	19,286	11,981,398	12,000,684	0	0	0
7	Accrued Interest and Dividends Receivable	7,676	28,720	36,396	10,596	0	10,596
8	Other Real Estate Owned & Repossessed Assets	0	X	0	0	X	0
9	Equity Investments	0	0	0	0	0	0
10	Fixed Assets and Intangible Assets	647,723	X	647,723	18,218	X	18,218
11	Other Assets	68,024	0	68,024	0	0	0
12	TOTAL ASSETS	11,130,296	13,911,460	25,041,757	12,087,479	209,643	12,297,122
	LIABILITIES						
13	Due to Banks	0	1,333,065	1,333,065	0	0	0
14	Current (Accounts) Deposits	102,179	501,420	603,599	97,523	62,509	160,032
15	Demand Deposits	0	0	0	0	0	0
16	Time Deposits	0	352,967	352,967	0	0	0
17	Own Debt Securities	0	0	0	0	0	0
18	Borrowings	0	10,572,314	10,572,314	0	237,341	237,341
19	Accrued Interest and Dividends Payable	0	6,638	6,638	0	0	0
20	Other Liabilities	9,578	0	9,578	0	0	0
21	Subordinated Debentures	0	0	0	0	0	0
22	Total Liabilities	111,757	12,766,403	12,878,160	97,523	299,850	397,373
	EQUITY CAPITAL						
23	Common Stock	0	X	0	0	X	0
24	Preferred Stock	0	X	0	0	X	0
25	Less: Repurchased Shares	0	X	0	0	X	0
26	Share Premium	0	X	0	0	X	0
27	General Reserves	12,828,043	X	12,828,043	12,000,000	X	12,000,000
28	Retained Earnings	(664,446)	X	(664,446)	(100,251)	X	(100,251)
29	Asset Revaluation Reserves	0	X	0	0	X	0
30	Total Equity Capital	12,163,597	X	12,163,597	11,899,749	X	11,899,749
31	TOTAL LIABILITIES AND EQUITY CAPITAL	12,275,354	12,766,403	25,041,757	11,997,272	299,850	12,297,122

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

Income Statement *

in lari

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	349,152		349,152	61,601	0	61,601
2	Interest Income from Loans	752	551,185	551,936	0	0	0
2.1	from the Interbank Loans	0	0	0	0	0	0
2.2	from the Retail or Service Sector Loans	0	547,631	547,631	0	0	0
2.3	from the Energy Sector Loans	0	0	0	0	0	0
2.4	from the Agriculture and Forestry Sector Loans	0	0	0	0	0	0
2.5	from the Construction Sector Loans	0	0	0	0	0	0
2.6	from the Mining and Mineral Processing Sector Loans	0	0	0	0	0	0
2.7	from the Transportation or Communications Sector Loans	0	0	0	0	0	0
2.8	from Individuals Loans	752	3,554	4,305	0	0	0
2.9	from Other Sectors Loans	0	0	0	0	0	0
3	Interest and Discount Income from Securities	0	0	0	0	0	0
4	Other Interest Income	0	0	0	0	0	0
5	Total Interest Income	349,904	551,185	901,089	61,601	0	61,601
	Interest Expense						
6	Interest Paid on Demand Deposits			0	0	0	0
7	Interest Paid on Time Deposits		3,465	3,465	0	0	0
8	Interest Paid on Banks Deposits	9	152,264	152,273	0	0	0
9	Interest Paid on Own Debt Securities			0	0	0	0
10	Interest Paid on Other Borrowings		3,639	3,639	0	0	0
11	Other Interest Expenses			0	0	0	0
12	Total Interest Expense	9	159,368	159,376	0	0	0
13	Net Interest Income	349,895	391,817	741,712	61,601	0	61,601
	Non-Interest Income						
14	Net Fee and Commission Income	52,350	0	52,350	3,980	0	3,980
14.1	Fee and Commission Income	94,354		94,354	3,980	0	3,980
14.2	Fee and Commission Expense	42,004		42,004	0	0	0
15	Dividend Income			0	0	0	0
16	Gain (Loss) from Dealing Securities			0	0	0	0
17	Gain (Loss) from Investment Securities			0	0	0	0
18	Gain (Loss) from Foreign Exchange Trading	48,706		48,706	(590)	0	(590)
19	Gain (Loss) from Foreign Exchange Translation	769		769	195	0	195
20	Gain (Loss) on Sales of Fixed Assets			0	0	0	0
21	Non-Interest Income from other Banking Operations	45,703		45,703	0	0	0
22	Other Non-Interest Income			0	41	0	41
23	Total Non-Interest Income	147,527	0	147,527	3,627	0	3,627
	Non-Interest Expenses						
24	Non-Interest Expenses from other Banking Operations			0	0	0	0
25	Bank Development, Consultation and Marketing Expenses	162,522		162,522	1,720	0	1,720
26	Personnel Expenses	498,435		498,435	75,276	0	75,276
27	Operating Costs of Fixed Assets	158,829		158,829	0	0	0
28	Depreciation Expense	78,254		78,254	0	0	0
29	Other Non-Interest Expenses	19,776		19,776	88,482	0	88,482
30	Total Non-Interest Expenses	917,817	0	917,817	165,478	0	165,478
31	Net Non-Interest Income	(770,289)	0	(770,289)	(161,852)	0	(161,852)
32	Net Income before Provisions	(420,394)	391,817	(28,577)	(100,251)	0	(100,251)
33	Loan Loss Reserve	244,912	X	244,912	0	X	0
34	Provision for Possible Losses on Investments and Securities		X	0	0	X	0
35	Provision for Possible Losses on Other Assets		X	0	0	X	0
36	Total Provisions for Possible Losses	244,912	0	244,912	0	0	0
37	Net Income before Taxes and Extraordinary Items	(665,306)	391,817	(273,489)	(100,251)	0	(100,251)
38	Taxation			0	0	0	0
39	Net Income after Taxation	(665,306)	391,817	(273,489)	(100,251)	0	(100,251)
40	Extraordinary Items			0	0	0	0
41	Net Income	(665,306)	391,817	(273,489)	(100,251)	0	(100,251)

Off Balance Sheet Items		Reporting Period			Respective period of the previous year		
N		GEL	FX	Total	GEL	FX	Total
1	Conditional Obligations		31,473,804	31,473,804			
1.1	Acceptances and Endorsements						
1.2	Guarantees Given						
1.3	Guarantees Received						
1.4	Pledged Assets Given						
1.5	Pledged Assets Received		31,473,804	31,473,804			
1.6	Other Contingent Liabilities						
2	Legally Binding Obligations						
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	Other Liabilities						
3.1	Obligation Of the Issuer (endorser) to the Bank						
3.2	Clients' Liabilities						
3.3	Third Parties' Clients' Liability to the Bank						
4	Items to be Held in Safekeeping						
4.1	Precious Metals						
4.2	Securities						
4.3	Other Items						
5	Interest Rate Contracts						
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	Contracts on Commodities and Shareholders Capital						
6.1	Notional Value of Swaps						
6.2	Forward Contracts						
6.3	Futures Contracts						
6.4	Options						
7	Unsettled Documents						
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	Written Off Loans						
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	Other Valuables and Documents						
9.1	Undistributed value parcels						
9.2	Small value inventory						
9.3	Strict reporting forms						
9.4	Payment of Special Lottery						
10	Total		31,473,804	31,473,804			

Economic Ratios			
		Reporting Period	Respective period of the previous year
CAPITAL			
1	Tier 1 Capital Ratio \geq 8%	72.72%	492.30%
2	Regulatory Capital Ratio \geq 12%	72.37%	488.19%
3	Risk Weighted Assets/Total Assets	68.30%	19.82%
4	Cash Dividend/Net Income	0%	0%
Income			
5	Total Interest Income / Average Annual Assets	5.70%	2.02%
6	Total Interest Expense / Average Annual Assets	1.01%	0.00%
7	Earnings from Operations / Average Annual Assets	-0.19%	-3.30%
8	Net Interest Margin	4.69%	2.02%
9	Return on Average Assets (ROA)	-1.73%	-3.29%
10	Return on Average Equity (ROE)	-2.98%	-3.36%
ASSET QUALITY			
11	Non Performed Loans / Total Loans	0.00%	0.00%
12	LLR/Total Loans	2.00%	0.00%
13	FX Loans/Total Loans	99.84%	0.00%
14	FX Assets/Total Assets	55.55%	1.70%
15	Loan Growth- YTD	100.00%	0.00%
LIQUIDITY			
16	Liquid Assets/Total Assets	48.68%	99.77%
17	FX Liabilities/Total Liabilities	99.13%	75.46%
18	Current & Demand Deposits/Total Assets	2.41%	1.30%

Information about Supervisory Council, Directorate and	
Members of Supervisory Council	
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	
Members of Board of Directors	
Baris Sariibrahim	
Yavuz Guney	
Kivanc Ozsahin	
List of Shareholders owning 1% and more of issued capital, indicating	
Turkey Is Bank	100.0%
List of bank beneficiaries indicating names of direct or indirect holders of	
Turkiye Is Bankası A.S, Employees' Pension Fund	39.73%
Turkey Republican People's Party	28.09%