

Bank: Türkiye İş Bankası Batumi Branch

Date: 30-Jun-14

sheet N1

Balance Sheet *

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N	ASSETS	Reporting Period			Respective period of the previous year		
		GEL	Other FC	Total	GEL	Other FC	Total
1	Cash	118,538	346,547	465,084	393,528	510,560	904,088
2	Due from NBG	32,535	1,554,965	1,587,500	82,216	556,224	638,440
3	Due from Banks	5,072,414	2,770,136	7,842,550	10,345,208	1,360,137	11,705,345
4	Dealing Securities	0	0	0	0	0	0
5	Investment Securities	0	0	0	0	0	0
6.1	Loans	4,792,188	32,338,834	37,131,021	0	13,207,297	13,207,297
6.2	Less: Loan Loss Reserves	(95,844)	(646,777)	(742,620)	0	(264,146)	(264,146)
6	Net Loans	4,696,344	31,692,057	36,388,401	0	12,943,151	12,943,151
7	Accrued Interest and Dividends Receivable	23,312	295,143	318,454	12,322	23,127	35,449
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	1,687,805	X	1,687,805	516,194	X	516,194
11	Other Assets	133,741	2	133,742	82,704	0	82,704
12	TOTAL ASSETS	11,764,688	36,658,849	48,423,536	11,432,173	15,393,199	26,825,371
	LIABILITIES						
13	Due to Banks	0	854,059	854,059	0	12,850,108	12,850,108
14	Current (Accounts) Deposits	413,599	5,283,080	5,696,679	210,610	1,414,232	1,624,841
15	Demand Deposits	0	0	0	0	0	0
16	Time Deposits	0	4,300,571	4,300,571	0	231,658	231,658
17	Own Debt Securities	0	0	0	0	0	0
18	Borrowings	0	25,142,714	25,142,714	0	0	0
19	Accrued Interest and Dividends Payable	0	201,158	201,158	0	4,778	4,778
20	Other Liabilities	19,086	5	19,090	9,572	0	9,572
21	Subordinated Debentures	0	0	0	0	0	0
22	Total Liabilities	432,685	35,781,586	36,214,271	220,181	14,500,776	14,720,958
	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	12,996,210	X	12,996,210	12,828,043	X	12,828,043
28	Retained Earnings	(786,945)	X	(786,945)	(723,630)	X	(723,630)
29	Asset Revaluation Reserves	0	X	0	0	X	0
30	Total Equity Capital	12,209,265	X	12,209,265	12,104,413	X	12,104,413
31	TOTAL LIABILITIES AND EQUITY CAPITAL	12,641,950	35,781,586	48,423,536	12,324,595	14,500,776	26,825,371

• 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	135,371		135,371	246,674		246,674
2	Interest Income from Loans	19,906	1,259,065	1,278,972	0	193,238	193,238
2.1	from the Interbank Loans	0	0	0	0	0	0
2.2	from the Retail or Service Sector Loans	14,450	1,247,756	1,262,206	0	192,196	192,196
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	5,456	11,310	16,766	0	1,042	1,042
2.9	from Other Sectors Loans	14,519	0	14,519	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	169,796	1,259,065	1,428,862	246,674	193,238	439,912
	Interest Expense						
6	Interest Paid on Demand Deposits			0			0
7	Interest Paid on Time Deposits		13,141	13,141		557	557
8	Interest Paid on Banks Deposits	0	3,935	3,935	9	43,288	43,297
9	Interest Paid on Own Debt Securities			0			0
10	Interest Paid on Other Borrowings		439,769	439,769		3,639	3,639
11	Other Interest Expenses			0			0
12	Total Interest Expense	0	456,845	456,845	9	47,483	47,492
13	Net Interest Income	169,796	802,220	972,017	246,665	145,755	392,420
	Non-Interest Income						
14	Net Fee and Commission Income	(19,632)	0	(19,632)	(24,549)	0	(24,549)
14.1	Fee and Commission Income	61,392		61,392	71,912		71,912
14.2	Fee and Commission Expense	81,024		81,024	96,462		96,462
15	Dividend Income			0			0
16	Gain (Loss) from Dealing Securities			0			0
17	Gain (Loss) from Investment Securities			0			0
18	Gain (Loss) from Foreign Exchange Trading	79,329		79,329	37,118		37,118
19	Gain (Loss) from Foreign Exchange Translation	27,084		27,084	(18,906)		(18,906)
20	Gain (Loss) on Sales of Fixed Assets			0			0
21	Non-Interest Income from other Banking Operations	393,816		393,816	33,597		33,597
22	Other Non-Interest Income			0			0
23	Total Non-Interest Income	480,597	0	480,597	27,260	0	27,260
	Non-Interest Expenses						
24	Non-Interest Expenses from other Banking Operations			0			0
25	Bank Development, Consultation and Marketing Expenses	115,108		115,108	16,556		16,556
26	Personnel Expenses	699,884		699,884	285,626		285,626
27	Operating Costs of Fixed Assets	166,386		166,386	122,621		122,621
28	Depreciation Expense	109,852		109,852	52,148		52,148
29	Other Non-Interest Expenses	45,929		45,929	11,256		11,256
30	Total Non-Interest Expenses	1,137,159	0	1,137,159	488,207	0	488,207
31	Net Non-Interest Income	(656,562)	0	(656,562)	(460,947)	0	(460,947)
32	Net Income before Provisions	(486,766)	802,220	315,454	(214,282)	145,755	(68,527)
33	Loan Loss Reserve	405,745	X	405,745	264,146	X	264,146
34	Provision for Possible Losses on Investments and Securities	0	X	0	0	X	0
35	Provision for Possible Losses on Other Assets	0	X	0	0	X	0
36	Total Provisions for Possible Losses	405,745	0	405,745	264,146	0	264,146
37	Net Income before Taxes and Extraordinary Items	(892,511)	802,220	(90,290)	(478,428)	145,755	(332,673)
38	Taxation			0			0
39	Net Income after Taxation	(892,511)	802,220	(90,290)	(478,428)	145,755	(332,673)
40	Extraordinary Items			0			0
41	Net Income	(892,511)	802,220	(90,290)	(478,428)	145,755	(332,673)

Off Balance Sheet Items				in lari			
N		Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	Conditional Obligations	0	103,911,680	103,911,680	0	30,880,085	30,880,085
1.1	Acceptances and Endorsements			0			
1.2	Guarantees Given			0			
1.3	Guarantees Received			0			
1.4	Pledged Assets Given			0			
1.5	Pledged Assets Received		103,911,680	103,911,680	0	30,880,085	3,912,172
1.6	Other Contingent Liabilities			0			
2	Legally Binding Obligations	518	0	518	0	0	0
2.1	Funding Commitments of the Bank	518		518			
2.2	Funding Commitments of other Parties			0			
2.3	Commitments to Purchase Investment Securities			0			
2.4	Commitments to Sell Investment Securities			0			
2.5	Foreign Exchange Operations			0			
2.6	Forward Foreign Exchange Contracts			0			
2.7	Other Commitments			0			
3	Other Liabilities			0			0
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	518	103,911,680	103,912,197	0	30,880,085	30,880,085

Economic Ratios

	Reporting Period	Respective period of the previous year
CAPITAL		
1	Tier 1 Capital Ratio $\geq 8\%$	51.41% 68.34%
2	Regulatory Capital Ratio $\geq 12\%$	52.30% 67.96%
3	Risk Weighted Assets/Total Assets	47.93% 67.85%
4	Cash Dividend/Net Income	0% 0%
Income		
5	Total Interest Income / Average Annual Assets	7.16% 4.64%
6	Total Interest Expense / Average Annual Assets	2.29% 0.50%
7	Earnings from Operations / Average Annual Assets	-0.59% -0.52%
8	Net Interest Margin	4.87% 4.14%
9	Return on Average Assets (ROA)	-0.45% -3.51%
10	Return on Average Equity (ROE)	-1.47% -5.42%
ASSET QUALITY		
11	Non Performed Loans / Total Loans	0.00% 0.00%
12	LLR/Total Loans	2.00% 2.00%
13	FX Loans/Total Loans	87.09% 100.00%
14	FX Assets/Total Assets	75.70% 57.38%
15	Loan Growth- YTD	120.44% 100.00%
LIQUIDITY		
16	Liquid Assets/Total Assets	20.43% 49.39%
17	FX Liabilities/Total Liabilities	98.81% 98.50%
18	Current & Demand Deposits/Total Assets	11.76% 6.06%

Information about Supervisory Council, Directorate and

Members of Supervisory Council	
Mr. Adnan Bali	
Mr. Ilhami Koc	
Mr. Hakan Aran	
Mr. Suat Ince	
Mr. Yilmaz Erturk	
Mr. Murat Biglic	
Mr. Yalcin Sezen	
Mr. Omer Karakus	
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%