

Pillar 3 quarterly report		
1	Name of a bank	JSC "VTB Bank (Georgia)"
2	Chairman of the Supervisory Board	Sergey Stepanov
3	CEO of a bank	Archil Kontselidze
4	Bank's web page	www.vtb.ge

31/12/2020

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.

Table N	Table of contents
1	Key ratios
2	Balance Sheet
3	Income statement
4	Off-balance sheet
5	Risk-Weighted Assets (RWA)
6	Information about supervisory board, senior management and shareholders
7	Linkages between financial statement assets and balance sheet items subject to credit risk weighting
8	Differences between carrying values of balance sheet items and exposure amounts subject to credit risk weighting
9	Regulatory Capital
9.1	Capital Adequacy Requirements
10	Reconciliation of regulatory capital to balance sheet
11	Credit risk weighted exposures
12	Credit risk mitigation
13	Standardized approach - effect of credit risk mitigation
14	Liquidity Coverage Ratio
15	Counterparty credit risk
15.1	Leverage Ratio

Bank: JSC "VTB Bank (Georgia)"
Date: 31/12/2020

Table 1 **Key metrics**

N		T	T-1	T-2	T-3	T-4
	Regulatory capital (amounts, GEL)					
	<i>Based on Basel III framework</i>					
1	Common Equity Tier 1 (CET1)	178,354,544	177,838,475	174,379,432	170,290,552	200,911,181
2	Tier 1	191,563,844	190,351,775	187,490,932	182,658,352	214,838,081
3	Total regulatory capital	292,406,373	267,158,624	264,938,069	256,909,766	295,123,566
	Risk-weighted assets (amounts, GEL)					
4	Risk-weighted assets (RWA) (Based on Basel III framework)	1,876,625,020	1,803,914,696	1,638,200,102	1,652,093,979	1,568,503,498
	Capital ratios as a percentage of RWA					
	<i>Based on Basel III framework</i>					
5	Common equity Tier 1 ratio $\geq 5.67057177680053\%$	9.50%	9.86%	10.64%	10.31%	12.81%
6	Tier 1 ratio $\geq 7.56270217864304\%$	10.21%	10.55%	11.44%	11.06%	13.70%
7	Total Regulatory Capital ratio $\geq 14.2131679932883\%$	15.58%	14.81%	16.17%	15.55%	18.82%
	Income					
8	Total Interest Income / Average Annual Assets	8.28%	7.77%	7.77%	8.01%	7.71%
9	Total Interest Expense / Average Annual Assets	4.51%	4.61%	4.64%	4.40%	4.18%
10	Earnings from Operations / Average Annual Assets	1.06%	0.85%	1.78%	-3.80%	2.32%
11	Net Interest Margin	3.46%	3.16%	3.13%	3.61%	3.49%
12	Return on Average Assets (ROAA)	-0.81%	-1.60%	-3.04%	-7.35%	0.84%
13	Return on Average Equity (ROAE)	-7.24%	-13.91%	-25.42%	-56.71%	6.42%
	Asset Quality					
14	Non Performed Loans / Total Loans	8.04%	8.57%	9.06%	6.47%	6.25%
15	LLR/Total Loans	8.00%	8.60%	9.20%	9.31%	6.33%
16	FX Loans/Total Loans	43.10%	48.19%	48.53%	49.95%	46.37%
17	FX Assets/Total Assets	46.53%	48.49%	46.00%	49.38%	45.96%
18	Loan Growth-YTD	20.75%	15.82%	4.73%	6.75%	4.37%
	Liquidity					
19	Liquid Assets/Total Assets	24.38%	25.26%	26.02%	24.37%	22.38%
20	FX Liabilities/Total Liabilities	57.85%	58.30%	56.52%	58.52%	57.37%
21	Current & Demand Deposits/Total Assets	32.40%	36.52%	33.50%	31.69%	34.43%
	Liquidity Coverage Ratio***					
22	Total HQLA	509,463,736	502,103,861	469,207,489	432,548,139	366,390,648
23	Net cash outflow	363,044,298	398,185,241	330,769,494	302,385,069	326,471,551
24	LCR ratio (%)	140.33%	126.10%	141.85%	143.05%	112.23%

* Regarding the annulment of conservation buffer requirement please see the press release of National Bank of Georgia "Supervisory Plan Of The National Bank Of Georgia With Regard To COVID-19" (link: <https://www.nbg.gov.ge/index.php?m=340&newsid=3901&lng=eng>)

*** 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.

Bank: JSC "VTB Bank (Georgia)"

Date: 31/12/2020

Table 2 **Balance Sheet**

in Lari

N	Assets	Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	Cash	36,613,683	24,087,656	60,701,339	34,382,906	20,375,338	54,758,244
2	Due from NBG	11,249,219	287,264,788	298,514,007	20,964,531	182,131,418	203,095,949
3	Due from Banks	72,521	76,740,580	76,813,101	1,484,840	43,105,632	44,590,472
4	Dealing Securities	0	0	0	0	0	0
5	Investment Securities	163,732,312	0	163,732,312	119,243,832	0	119,243,832
6.1	Loans	802,380,137	607,655,991	1,410,036,128	626,261,819	541,448,020	1,167,709,839
6.2	Less: Loan Loss Reserves	-58,208,351	-54,583,307	-112,791,658	-36,148,970	-37,801,426	-73,950,396
6	Net Loans	744,171,785	553,072,685	1,297,244,470	590,112,849	503,646,594	1,093,759,442
7	Accrued Interest and Dividends Receivable	17,480,842	6,722,033	24,202,875	7,494,333	1,953,380	9,447,713
8	Other Real Estate Owned & Repossessed Assets	19,882,336	X	19,882,336	10,067,967	X	10,067,967
9	Equity Investments	54,000	0	54,000	54,000	0	54,000
10	Fixed Assets and Intangible Assets	67,429,903	X	67,429,903	63,620,818	X	63,620,818
11	Other Assets	33,961,016	4,786,678	38,747,694	44,085,702	7,148,722	51,234,424
12	Total assets	1,094,647,617	952,674,420	2,047,322,037	891,511,777	758,361,084	1,649,872,861
	Liabilities						
13	Due to Banks	3,560,683	13,964,033	17,524,716	7,163,703	14,758,352	21,922,055
14	Current (Accounts) Deposits	156,049,727	235,584,055	391,633,782	160,744,278	188,607,814	349,352,092
15	Demand Deposits	167,628,686	104,115,023	271,743,709	165,121,391	53,657,861	218,779,252
16	Time Deposits	308,622,413	518,336,348	826,958,761	211,164,066	373,974,282	585,138,348
17	Own Debt Securities			0			0
18	Borrowings	117,408,862	74,543,039	191,951,902	45,000,000	86,756,440	131,756,440
19	Accrued Interest and Dividends Payable	5,188,147	6,587,840	11,775,987	4,606,894	6,065,819	10,672,713
20	Other Liabilities	17,573,442	19,049,002	36,622,444	15,359,023	19,092,857	34,451,880
21	Subordinated Debentures	0	93,027,781	93,027,781	0	76,940,793	76,940,793
22	Total liabilities	776,031,960	1,065,207,121	1,841,239,081	609,159,355	819,854,218	1,429,013,573
	Equity Capital						
23	Common Stock	209,008,277	X	209,008,277	209,008,277	X	209,008,277
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	0	X	0	0	X	0
28	Retained Earnings	-12,467,765	X	-12,467,765	2,199,350	X	2,199,350
29	Asset Revaluation Reserves	9,542,444	X	9,542,444	9,651,661	X	9,651,661
30	Total Equity Capital	206,082,956	X	206,082,956	220,859,288	X	220,859,288
31	Total liabilities and Equity Capital	982,114,916	1,065,207,121	2,047,322,037	830,018,643	819,854,218	1,649,872,861

Bank: JSC "VTB Bank (Georgia)"
Date: 31/12/2020

N	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	2,372,134	-167,604	2,204,530	2,312,070	1,407,295	3,719,365
2	Interest Income from Loans	85,496,303	42,114,385	127,610,688	71,449,029	39,465,314	110,914,343
2.1	from the Interbank Loans	0	0	0	156,581	65	156,646
2.2	from the Retail or Service Sector Loans	645,624	579,957	1,225,581	8,720,383	14,661,758	23,382,142
2.3	from the Energy Sector Loans	6,808	94,699	101,507	2,072,612	1,068,975	3,141,588
2.4	from the Agriculture and Forestry Sector Loans	326,778	34,044	360,823	5,074,236	1,815,077	6,889,313
2.5	from the Construction Sector Loans	37,921	45,405	83,326	235,324	638,032	873,356
2.6	from the Mining and Mineral Processing Sector Loans	145,561	143,216	288,777	2,203,316	3,669,280	5,872,596
2.7	from the Transportation or Communications Sector Loans	17,433	31,280	48,713	318,880	1,394,366	1,713,247
2.8	from Individuals Loans	53,002,751	9,351,173	62,353,924	47,601,635	10,899,845	58,501,480
2.9	from Other Sectors Loans	31,313,426	31,834,610	63,148,037	5,066,061	5,317,915	10,383,976
3	Fees/penalties income from loans to customers			0			0
4	Interest and Discount Income from Securities	14,160,468	0	14,160,468	8,395,049	2,189	8,397,238
5	Other Interest Income	2,011,206	28,297	2,039,503	1,362,293	245,216	1,607,509
6	Total Interest Income	104,040,111	41,975,078	146,015,189	83,518,441	41,120,014	124,638,455
		Interest Expense					
7	Interest Paid on Demand Deposits	20,636,480	2,802,166	23,438,647	16,664,475	1,735,951	18,400,426
8	Interest Paid on Time Deposits	24,427,106	13,990,630	38,417,735	20,157,260	11,355,079	31,512,339
9	Interest Paid on Banks Deposits	654,185	297,672	951,857	639,963	4,746	644,709
10	Interest Paid on Own Debt Securities	0	0	0	0	0	0
11	Interest Paid on Other Borrowings	7,761,987	11,127,531	18,889,518	1,408,856	14,799,555	16,208,411
12	Other Interest Expenses	441,924	427,702	869,626	685,455	518,541	1,203,996
13	Total Interest Expense	53,921,682	28,645,701	82,567,383	39,556,009	28,413,872	67,969,881
14	Net Interest Income	50,118,429	13,329,377	63,447,806	43,962,432	12,706,142	56,668,574
		Non-Interest Income					
15	Net Fee and Commission Income	12,424,777	2,412,049	14,836,825	12,554,532	762,278	13,316,811
15.1	Fee and Commission Income	14,281,941	6,896,275	21,178,215	14,760,230	7,291,832	22,052,063
15.2	Fee and Commission Expense	1,857,164	4,484,226	6,341,390	2,205,698	6,529,554	8,735,252
16	Dividend Income	0	0	0	0	0	0
17	Gain (Loss) from Dealing Securities	0	0	0	0	0	0
18	Gain (Loss) from Investment Securities	0	0	0	0	0	0
19	Gain (Loss) from Foreign Exchange Trading	1,298,752	0	1,298,752	25,217,162	0	25,217,162
20	Gain (Loss) from Foreign Exchange Translation	15,442,183	0	15,442,183	-12,310,280	0	-12,310,280
21	Gain (Loss) on Sales of Fixed Assets	-215,506	0	-215,506	1,348,031	0	1,348,031
22	Non-Interest Income from other Banking Operations	147,113	0	147,113	430,057	0	430,057
23	Other Non-Interest Income	3,318,839	1,315,547	4,634,386	3,391,923	2,378,437	5,770,359
24	Total Non-Interest Income	32,416,158	3,727,596	36,143,754	30,631,426	3,140,715	33,772,141
		Non-Interest Expenses					
25	Non-Interest Expenses from other Banking Operations	1,988,560	2,258,089	4,246,649	1,953,373	2,114,825	4,068,198
26	Bank Development, Consultation and Marketing Expenses	5,198,499	626,365	5,824,864	5,749,409	807,597	6,557,006
27	Personnel Expenses	39,285,893	0	39,285,893	38,398,276	0	38,398,276
28	Operating Costs of Fixed Assets	640,020	0	640,020	647,913	0	647,913
29	Depreciation Expense	8,407,862	0	8,407,862	8,169,371	0	8,169,371
30	Other Non-Interest Expenses	6,292,302	186,001	6,478,303	5,796,926	129,114	5,926,040
31	Total Non-Interest Expenses	61,813,136	3,070,455	64,883,591	60,715,268	3,051,536	63,766,804
32	Net Non-Interest Income	-29,396,978	657,141	-28,739,837	-30,083,842	89,179	-29,994,663
33	Net Income before Provisions	20,721,451	13,986,518	34,707,969	13,878,590	12,795,321	26,673,911
34	Loan Loss Reserve	38,193,929	992,607	39,186,536	11,301,445	X	11,301,445
35	Provision for Possible Losses on Investments and Securities	303,000	X	303,000	144,000	X	144,000
36	Provision for Possible Losses on Other Assets	10,350,710	163,023	10,513,733	410,037	X	410,037
37	Total Provisions for Possible Losses	48,847,639	1,155,630	50,003,269	11,855,482	0	11,855,482
38	Net Income before Taxes and Extraordinary Items	-28,126,188	12,830,888	-15,295,300	2,023,108	12,795,321	14,818,429
39	Taxation	-518,960	0	-518,960	1,161,678	0	1,161,678
40	Net Income after Taxation	-27,607,228	12,830,888	-14,776,340	861,430	12,795,321	13,656,751
41	Extraordinary Items	0	0	0	0	0	0
42	Net Income	-27,607,228	12,830,888	-14,776,340	861,430	12,795,321	13,656,751

Bank: JSC "VTB Bank (Georgia)"
Date: 31/12/2020

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	89,074,818	137,429,858	226,504,676	78,749,182	94,303,147	173,052,329
1.1	Guarantees Issued	32,584,648	54,404,060	86,988,708	35,818,119	47,310,809	83,128,928
1.2	Letters of credit Issued	0	1,749,854	1,749,854	0	54,337	54,337
1.3	Undrawn loan commitments	56,490,170	81,275,944	137,766,114	42,931,063	46,938,001	89,869,064
1.4	Other Contingent Liabilities	0	0	0	0	0	0
2	Guarantees received as security for liabilities of the bank	0	0	0	0	0	0
3	Assets pledged as security for liabilities of the bank	129,111,000	0	129,111,000	51,302,000	0	51,302,000
3.1	Financial assets of the bank	129,111,000	0	129,111,000	51,302,000	0	51,302,000
3.2	Non-financial assets of the bank	0	0	0	0	0	0
4	Guarantees received as security for receivables of the bank	276,898,530	39,375,029,765	39,651,928,295	301,517,867	32,784,152,991	33,085,670,858
4.1	Surety, joint liability	276,898,530	39,309,120,287	39,586,018,817	301,517,867	32,703,553,297	33,005,071,164
4.2	Guarantees	0	65,909,478	65,909,478	0	80,599,694	80,599,694
5	Assets pledged as security for receivables of the bank	164,887,400	6,365,448,787	6,530,336,187	172,585,653	4,689,632,684	4,862,218,337
5.1	Cash	12,002,653	46,727,951	58,730,605	11,835,263	36,827,040	48,662,303
5.2	Precious metals and stones	1	25,165,906	25,165,907	1	17,566,234	17,566,235
5.3	Real Estate:	98,565,335	4,488,846,231	4,587,411,566	124,921,047	3,552,748,787	3,677,669,833
5.3.1	<i>Residential Property</i>	7,060,559	1,627,186,857	1,634,247,416	5,514,898	1,197,866,380	1,203,381,278
5.3.2	<i>Commercial Property</i>	30,453,328	1,800,720,344	1,831,173,672	30,453,328	1,408,680,186	1,439,133,514
5.3.3	<i>Complex Real Estate</i>	0	42,863,770	42,863,770	0	34,701,415	34,701,415
5.3.4	<i>Land Parcel</i>	822,655	485,203,403	486,026,059	677,027	439,793,524	440,470,551
5.3.5	<i>Other</i>	60,228,793	532,871,856	593,100,649	88,275,793	471,707,282	559,983,075
5.4	Movable Property	50,914,292	532,886,159	583,800,452	32,353,477	388,257,222	420,610,699
5.5	Shares Pledged	15	1,141,079,069	1,141,079,084	12	573,410,013	573,410,025
5.6	Securities	0	60,384,496	60,384,496	0	59,239,206	59,239,206
5.7	Other	3,405,103	70,358,975	73,764,078	3,475,853	61,584,183	65,060,036
6	Derivatives	67,539,420	180,488,520	248,027,940	15,668,247	560,268,861	575,937,108
6.1	Receivables through FX contracts (except options)	0	0	0	0	294,196,336	294,196,336
6.2	Payables through FX contracts (except options)	67,539,420	180,488,520	248,027,940	15,668,247	266,072,525	281,740,772
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	14,427,113	12,708,593	27,135,705	13,024,023	12,090,641	25,114,664
7.1	Principal of receivables derecognized during last 3 month	81,450	1,548,869	1,630,318	2,694,504	411,062	3,105,566
7.2	Interest and penalty receivable not recognized on-balance or derecognized during last 3 month	326	0	326	21,913	485	22,398
7.3	Principal of receivables derecognized during 5 years month (including last 3 month)	8,037,943	7,635,427	15,673,369	8,231,621	7,260,430	15,492,051
7.4	Interest and penalty receivable not recognized on-balance or derecognized during last 5 years (including last 3 month)	6,389,170	5,073,166	11,462,336	4,792,402	4,830,212	9,622,613
8	Non-cancelable operating lease	0	3,015,291	3,015,291	16,606	4,153,019	4,169,625
8.1	Through indefinit term agreement	0	0	0	0	0	0
8.2	Within one year	0	1,239,311	1,239,311	2,688	1,205,783	1,208,471
8.3	From 1 to 2 years	0	818,982	818,982	2,688	1,138,404	1,141,092
8.4	From 2 to 3 years	0	452,462	452,462	2,688	807,283	809,971
8.5	From 3 to 4 years	0	355,169	355,169	2,688	478,587	481,275
8.6	From 4 to 5 years	0	149,367	149,367	2,688	387,585	390,273
8.7	More than 5 years	0	0	0	3,166	135,377	138,543
9	Capital expenditure commitment			0			0

Bank: JSC "VTB Bank (Georgia)"
 Date: 31/12/2020

Table 5 **Risk Weighted Assets** *in Lari*

N		T	T-1
1	Risk Weighted Assets for Credit Risk	1,681,923,876	1,615,116,395
1.1	Balance sheet items	1,558,797,066	1,483,096,169
1.1.1	Including: amounts below the thresholds for deduction (subject to 250% risk weight)	3,910,230	2,318,568
1.2	Off-balance sheet items	116,030,650	126,177,832
1.3	Counterparty credit risk	7,096,160	5,842,394
2	Risk Weighted Assets for Market Risk	15,812,767	15,960,050
3	Risk Weighted Assets for Operational Risk	178,888,377	172,838,251
4	Total Risk Weighted Assets	1,876,625,020	1,803,914,696

* COVID 19 related provisions are deducted from balance sheet items after applying relevant risks weights and mitigation

Bank: JSC "VTB Bank (Georgia)"

Date: 31/12/2020

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

Members of Supervisory Board	
1	Sergey Stepanov
2	Ilnar Shaimardanov
3	Asya Zakharova
4	Iulia Kopytova
5	Merab Kakulia
6	Gocha Matsaberidze
Members of Board of Directors	
1	Archil Kontselidze
2	Mamuka Menteshashvili
3	Niko Chkhetiani
4	Valerian Gabunia
5	Vladimer Robakidze
6	Irakli Dolidze
List of Shareholders owning 1% and more of issued capital, indicating Shares	
1	VTB Bank (PJSC) 97.38%
2	LTD "Lakarpa Enterprises Limited" 1.47%
List of bank beneficiaries indicating names of direct or indirect holders of 5% or more of shares	
1	Russian Federation 59.34%

Bank: JSC "VTB Bank (Georgia)"

Date: 31/12/2020

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

		a	b	c
	Account name of standardized supervisory balance sheet item	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	60,701,339		60,701,339
2	Due from NBG	298,514,007		298,514,007
3	Due from Banks	76,813,101		76,813,101
4	Dealing Securities	0		0
5	Investment Securities	163,732,312		163,732,312
6.1	Loans	1,410,036,128		1,410,036,128
6.2	<i>Less: Loan Loss Reserves</i>	<i>-112,791,658</i>		<i>-112,791,658</i>
6	Net Loans	1,297,244,470		1,297,244,470
7	Accrued Interest and Dividends Receivable	24,202,875		24,202,875
8	Other Real Estate Owned & Repossessed Assets	19,882,336		19,882,336
9	Equity Investments	54,000		54,000
10	Fixed Assets and Intangible Assets	67,429,903	18,438,319	48,991,584
11	Other Assets	38,747,694		38,747,694
	Total exposures subject to credit risk weighting before adjustments	2,047,322,037	18,438,319	2,028,883,718

Bank: JSC "VTB Bank (Georgia)"

Date: 31/12/2020

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	2,028,883,718
2.1	Nominal values of off-balance sheet items subject to credit risk weighting	226,257,870
2.2	Nominal values of off-balance sheet items subject to counterparty credit risk weighting	248,027,940
3	Total nominal values of on-balance and off-balance sheet items before any adjustments used for credit risk weighting purposes	2,503,169,528
4	Effect of provisioning rules used for capital adequacy purposes	23,830,341
5.1	Effect of credit conversion factor of off-balance sheet items related to credit risk framework	-99,486,410
5.2	Effect of credit conversion factor of off-balance sheet items related to counterparty credit risk framework (table CCR)	-240,931,780
6	Effect of other adjustments	18,741,160
7	Total exposures subject to credit risk weighting	2,205,322,839

*Other adjustments include COVID 19 related provisions too. These provisions are deducted from risk weighted balance sheet items. See table "5.RWA"

Bank: JSC "VTB Bank (Georgia)"

Date: 31/12/2020

Table 9 **Regulatory capital**

N		in Lari
1	Common Equity Tier 1 capital before regulatory adjustments	206,082,956
2	Common shares that comply with the criteria for Common Equity Tier 1	209,008,277
3	Stock surplus (share premium) of common share that meets the criteria of Common Equity Tier 1	
4	Accumulated other comprehensive income	9,542,444
5	Other disclosed reserves	
6	Retained earnings (loss)	-12,467,765
7	Regulatory Adjustments of Common Equity Tier 1 capital	27,728,411
8	Revaluation reserves on assets	9,542,444
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	
10	Intangible assets	18,185,967
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	
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	178,354,544
24	Additional tier 1 capital before regulatory adjustments	13,209,300
25	Instruments that comply with the criteria for Additional tier 1 capital	13,209,300
26	Including: instruments classified as equity under the relevant accounting standards	
27	Including: instruments classified as liabilities under the relevant accounting standards	13,209,300
28	Stock surplus (share premium) that meet the criteria for Additional Tier 1 capital	
29	Regulatory Adjustments of Additional Tier 1 capital	0
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	13,209,300
36	Tier 2 capital before regulatory adjustments	100,842,529
37	Instruments that comply with the criteria for Tier 2 capital	79,818,481
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	21,024,048
40	Regulatory Adjustments of Tier 2 Capital	0
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	100,842,529

Bank: JSC "VTB Bank (Georgia)"

Date: 31/12/2020

Table 9.1 **Capital Adequacy Requirements**

Minimum Requirements		Ratios	Amounts (GEL)
1	Pillar 1 Requirements		
1.1	Minimum CET1 Requirement	4.50%	84,448,126
1.2	Minimum Tier 1 Requirement	6.00%	112,597,501
1.3	Minimum Regulatory Capital Requirement	8.00%	150,130,002
2	Combined Buffer		
2.1	Capital Conservation Buffer	0.00%	-
2.2	Countercyclical Buffer	0.00%	-
2.3	Systemic Risk Buffer		-
3	Pillar 2 Requirements		
3.1	CET1 Pillar 2 Requirement	1.17%	21,967,243
3.2	Tier 1 Pillar2 Requirement	1.56%	29,326,060
3.3	Regulatory capital Pillar 2 Requirement	6.21%	116,597,865
	Total Requirements	Ratios	Amounts (GEL)
4	CET1	5.67%	106,415,369
5	Tier 1	7.56%	141,923,561
6	Total regulatory Capital	14.21%	266,727,867

* Regarding the annulment of conservation buffer requirement please see the press release of National Bank of Georgia "Supervisory Plan Of The National Bank Of Georgia With Regard To COVID-19" (link: <https://www.nbg.gov.ge/index.php?m=340&newsid=3901&lng=eng>)

Bank: JSC "VTB Bank (Georgia)"
Date: 31/12/2020

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	60,701,339	
2	Due from NBG	298,514,007	
3	Due from Banks	76,813,101	
4	Dealing Securities		
5.1	Investment Securities	164,404,312	
5.2	Less: Investment Securities Loss Reserves	-672,000	
5.2.1	General reserves of Investment Securities	672,000	Table 9 (Capital), C46
5	Net Investment Securities	163,732,312	
6.1	Loans	1,410,036,128	
6.2	Less: Loan Loss Reserves	-112,791,658	
6.2.1	General reserves, limited to a maximum of 1.25% of the bank's credit risk-weighted exposures	20,352,048	Table 9 (Capital), C46
6.2.1	COVID 19 reserves	18,488,809	
6	Net Loans	1,297,244,470	
7	Accrued Interest and Dividends Receivable	24,202,875	
8	Other Real Estate Owned & Repossessed Assets	19,882,336	
9	Equity Investments	54,000	
9.1	Of which above 10% equity holdings in financial institutions		
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	67,429,903	
10.1	Of which intangible assets	18,438,319	Table 9 (Capital), C15
11	Other Assets	38,747,694	
11.1	Deferred Tax liabilities relating to temporary differences from Intangible assets	-252,351	Table 9 (Capital), C15
12	Total assets	2,047,322,037	
13	Due to Banks	17,524,716	
14	Current (Accounts) Deposits	391,633,782	
15	Demand Deposits	271,743,709	
16	Time Deposits	826,958,761	
17	Own Debt Securities	0	
18	Borrowings	191,951,902	
19	Accrued Interest and Dividends Payable	11,775,987	
20	Other Liabilities	36,622,444	
20.1	Including reserve amount of off-balance items (the portion that was included in regulatory capital within limits)	0	Table 9 (Capital), C46
21	Subordinated Debentures	93,027,781	
21.1	Of which tier II capital qualifying instruments	79,818,481	Table 9 (Capital), C44
21.2	Including: instruments classified as liabilities under the relevant accounting standards	13,209,300	Table 9 (Capital), C33
22	Total liabilities	1,841,239,081	
23	Common Stock	209,008,277	Table 9 (Capital), C7
24	Preferred Stock		
25	Less: Repurchased Shares		
26	Share Premium		
27	General Reserves	0	
28	Retained Earnings	-12,467,765	Table 9 (Capital), C11
29	Asset Revaluation Reserves	9,542,444	
29.1	Accumulated other comprehensive income	9,542,444	Table 9 (Capital), C9
29.2	Revaluation reserves on assets	-9,542,444	Table 9 (Capital), C13
30	Total Equity Capital	206,082,956	

Bank: JSC "VTB Bank (Georgia)"
Date: 31/12/2020

Credit Risk Weighted Exposures
(On-balance items and off-balance items after credit conversion factor)

Table 11		a	b	c	d	e	f	g	h	i	j	k		l		m	n	o		p	q
Risk weights	Exposure classes	0%		20%		35%		50%		75%		100%		150%		250%				Risk Weighted Exposures before Credit Risk Mitigation	
		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	144,131,944		0		0		0		0		287,239,371		0		0		0		287,239,371	
2	Claims or contingent claims on regional governments or local authorities	0		0		0		0		0		0		0		0		0		-	
3	Claims or contingent claims on public sector entities	0		0		0		0		0		0		0		0		0		-	
4	Claims or contingent claims on multilateral development banks	0		0		0		0		0		0		0		0		0		-	
5	Claims or contingent claims on international organizations/institutions	0		0		0		0		0		0		0		0		0		-	
6	Claims or contingent claims on commercial banks	0		71,146,599		0		4,383,316		0		1,283,186	4,150,018	0		0		0		21,854,182	
7	Claims or contingent claims on corporates	0	0	0	0	0	0	0	0	0		652,555,887	101,687,440	6,407,971	70,698	0	0	0	0	763,961,332	
8	Retail claims or contingent retail claims	0		0		0		0	256,772,493	14,192,671		42,525,431	297,772	108,344,324	3,731,741	0		0		414,161,172	
9	Claims or contingent claims secured by mortgages on residential property	0		0		280,725,531	2,641,121	0		0		0		0		0		0		99,178,328	
10	Past due items	0		0		0		3,533,331		0		8,258,232		494,071		0		0		10,766,004	
11	Items belonging to regulatory high-risk categories	0		0		0		0		0		0		0		0		0		-	
12	Short-term claims on commercial banks and corporates	0		0		0		0		0		0		0		0		0		-	
13	Claims in the form of collective investment undertakings ("CIU")	0		0		0		0		0		0		0		0		0		-	
14	Other items	60,701,339		0		0		0		0		141,388,102		0		1,564,092		0		145,238,332	
	Total	204,833,283	0	71,146,599	0	280,725,531	2,641,121	7,916,647	0	256,772,493	14,192,671	1,133,250,210	106,135,230	115,246,366	3,802,439	1,564,092	0	0	0	1,742,458,720	

Table 12 Credit Risk Mitigation

	On-balance sheet netting	Cash on deposit with or cash assigned instruments	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 central governments or central banks, 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 3 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	Other corporate entities that have a 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 exposures to corporates.				
1	Claims or contingent claims on central governments or central banks	0																0		0
2	Claims or contingent claims on regional governments or local authorities	0																0		0
3	Claims or contingent claims on public sector entities	0																0		0
4	Claims or contingent claims on multilateral development banks	0																0		0
5	Claims or contingent claims on international organizations/institutions	0																0		0
6	Claims or contingent claims on commercial banks	0																0		0
7	Claims or contingent claims on corporates	29,081,731																22,834,349	6,247,382	29,081,731
8	Retail claims or contingent retail claims	20,060,484																18,530,713	1,529,771	20,060,484
9	Claims or contingent claims secured by mortgages on residential property	0																0		0
10	Past due items	0																0		0
11	Items belonging to regulatory high-risk categories	0																0		0
12	Short-term claims on commercial banks and corporates	0																0		0
13	Claims in the form of collective investment undertakings	0																0		0
14	Other items	0																0		0
	Total	0	49,142,195	0	0	0	0	0	0	0	0	0	0	0	0	0	0	41,746,062	7,377,133	49,142,195

Bank: JSC "VTB Bank (Georgia)"
Date: 31/12/2020

Table 13 Standardized approach - Effect of credit risk mitigation

	a	b		c	d	e	f
		On-balance sheet exposures	Off-balance sheet exposures		Off-balance sheet exposures post CCF	RWA before Credit Risk Mitigation	RWA post Credit Risk Mitigation
Off-balance sheet exposures - Nominal value							
Asset Classes							
1	Claims or contingent claims on central governments or central banks	431,371,315	0	0	287,239,371	287,239,371	67%
2	Claims or contingent claims on regional governments or local authorities	0	0	0	0	0	0%
3	Claims or contingent claims on public sector entities	0	0	0	0	0	0%
4	Claims or contingent claims on multilateral development banks	0	0	0	0	0	0%
5	Claims or contingent claims on international organizations/institutions	0	0	0	0	0	0%
6	Claims or contingent claims on commercial banks	76,813,101	8,300,036	4,150,018	21,854,182	21,854,182	27%
7	Claims or contingent claims on corporates	658,963,859	179,036,623	101,758,138	763,961,332	734,879,601	97%
8	Retail claims or contingent retail claims	407,642,248	33,755,880	18,222,183	414,161,172	394,100,708	93%
9	Claims or contingent claims secured by mortgages on residential property	280,725,531	5,165,331	2,641,121	99,178,328	99,178,328	35%
10	Past due items	12,285,634	0	0	10,766,004	10,766,004	88%
11	Items belonging to regulatory high-risk categories	0	0	0	0	0	0%
12	Short-term claims on commercial banks and corporates	0	0	0	0	0	0%
13	Claims in the form of collective investment undertakings ('CIU')	0	0	0	0	0	0%
14	Other items	203,653,533	0	0	145,298,332	145,298,332	71%
	Total	2,071,455,219	226,257,870	126,771,460	1,742,458,720	1,693,316,525	77%

Bank: JSC "VTB Bank (Georgia)"
Date: 31/12/2020

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				132,127,740	376,969,361	509,097,101	131,175,722	301,727,073	432,902,795
Cash outflows										
2	Retail deposits	139,204,638	478,552,052	617,756,690	12,454,867	31,987,827	44,442,694	2,862,725	7,087,206	9,949,931
3	Unsecured wholesale funding	482,225,510	533,584,393	1,015,809,903	179,521,530	147,875,672	327,397,202	155,624,899	123,604,738	279,229,637
4	Secured wholesale funding	129,971,739	-	129,971,739	-	-	-	-	-	-
5	Outflows related to off-balance sheet obligations and net short position of derivative exposures	100,282,303	147,164,837	247,447,140	21,831,242	28,602,108	50,433,350	8,068,488	10,879,244	18,947,732
6	Other contractual funding obligations	-	-	-	-	-	-	-	-	-
7	Other contingent funding obligations	17,517,556	19,097,197	36,614,753	1,733,189	2,890,747	4,623,936	1,733,189	2,890,747	4,623,936
8	TOTAL CASH OUTFLOWS	869,201,746	1,178,398,480	2,047,600,225	215,540,827	211,356,355	426,897,182	168,289,302	144,461,934	312,751,236
Cash inflows										
9	Secured lending (eg reverse repos)	-	-	-	-	-	-	-	-	-
10	Inflows from fully performing exposures	644,698,561	560,941,757	1,205,640,318	18,306,386	13,530,169	31,836,555	19,258,405	91,617,258	110,875,662
11	Other cash inflows	45,084,697	2,097,039	47,181,736	1,273,753	-	1,273,753	1,273,753	-	1,273,753
12	TOTAL CASH INFLOWS	689,783,258	563,038,796	1,252,822,054	19,580,139	13,530,169	33,110,307	20,532,157	91,617,258	112,149,415
					Total value according to NBG's methodology* (with limits)			Total value according to Basel methodology (with limits)		
13	Total HQLA				132,127,740	376,969,361	509,097,101	131,175,722	301,727,073	432,902,795
14	Net cash outflow				195,960,688	197,826,186	393,786,875	147,757,145	52,844,677	200,601,822
15	Liquidity coverage ratio (%)				67%	191%	129%	89%	571%	216%

* 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 "VTB Bank (Georgia)"
Date: 31/12/2020

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	248,027,940		7,096,160	0	0	0	0	0	7,096,160	0	0	7,096,160
1.1	Maturity less than 1 year	211,449,301	2.0%	4,228,986						4,228,986			4,228,986
1.2	Maturity from 1 year up to 2 years	0	5.0%	0						0			0
1.3	Maturity from 2 years up to 3 years	35,299,354	8.0%	2,823,948						2,823,948			2,823,948
1.4	Maturity from 3 years up to 4 years	392,960	11.0%	43,226						43,226			43,226
1.5	Maturity from 4 years up to 5 years	0	14.0%	0						0			0
1.6	Maturity over 5 years	886,325								0			0
2	Interest rate contracts	0		0	0	0	0	0	0	0	0	0	0
2.1	Maturity less than 1 year		0.5%	0									0
2.2	Maturity from 1 year up to 2 years		1.0%	0									0
2.3	Maturity from 2 years up to 3 years		2.0%	0									0
2.4	Maturity from 3 years up to 4 years		3.0%	0									0
2.5	Maturity from 4 years up to 5 years		4.0%	0									0
2.6	Maturity over 5 years												0
	Total	248,027,940		7,096,160	0	0	0	0	0	7,096,160	0	0	7,096,160

Bank: JSC "VTB Bank (Georgia)"

Date: 31/12/2020

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)	2,071,404,729
2	(Asset amounts deducted in determining Tier 1 capital)	(27,728,411)
3	Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)	2,043,676,318
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	7,096,160
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)	7,096,160
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	226,257,870
18	(Adjustments for conversion to credit equivalent amounts)	(99,486,410)
19	Other off-balance sheet exposures (sum of lines 17 to 18)	126,771,460
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	191,563,844
21	Total leverage ratio exposures (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)	2,177,543,938
Leverage ratio		
22	Leverage ratio	8.797%
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	

*COVID 19 related provisions are deducted from balance sheet items