



EXECUTIVE BOARD

No: 265/15

**PUBLISHING DATA AND INFORMATION OF THE
MARFIN BANK JSC Belgrade**

As at 30 June 2015

1. Introduction

Marfin Bank JSC Belgrade (hereinafter: Bank) in accordance with the Decision on publishing data and information of the bank, is publishing the report as at 30 June 2015, which contains the information and data about:

1. Capital;
2. Capital requirement amounts;
3. Capital adequacy ratio and
4. Credit risk mitigation techniques.

The report is published at the internet domain of the Bank (www.marfinbank.rs).

The publication refers solely to the Bank's data, as Marfin bank JSC is not preparing consolidated financial statements.

2. Capital of the Bank

Regulatory capital of the Bank as at 30.06.2015 amounts to RSD 1.749.413 thousands, and consists of core capital of RSD 1.014.030 thousands and supplementary capital of RSD 735.383 thousands.

Core capital consists of paid-in shares at nominal value, issuing premium and profit reserves. Deductible items from core capital are losses from the previous years, loss of the current year, investments in intangibles and reserve requirements for the estimated losses in the balance sheet assets and off-balance sheet items of the Bank.

Supplementary capital consists of parts of the revaluation reserves of the Bank and subordinated liabilities.

The table below presents the structure of the Bank's capital as at 30.06.2015.

Table 1 – Structure of the Bank’s capital

CAPITAL STRUCTURE	Amount (in RSD thousands)
CORE CAPITAL	1.014.030
Nominal value paid-In shares, except for preferred cumulative shares	5.671.609
Issuing premium	2.877.487
Profit reserves	151.673
Losses from the previous years	5.047.450
Loss from the current year	222.897
Non-material investments	132.551
Unrealized losses based on securities available for sale	229
Reserve requirements from the profit for the estimated losses in the balance sheet assets and off-balance items of the bank	2.283.612
SUPPLEMENTARY CAPITAL	735.383
Parts of the revaluating bank reserves	228.369
Subordinated liabilities	507.014
TOTAL CAPITAL	1.749.413

Description of the main features of all elements included in the calculation of capital is shown in Appendix no. 1 (form PI-FIKAP).

Data and information on matching capital items in the balance sheet with capital items in the report on capital compiled pursuant to the decision governing the reporting on bank capital adequacy are shown in Appendix no. 2 (form PI-UPK).

3. Capital requirements and capital adequacy ratio

In accordance with the Decision on Capital Adequacy, the Bank calculates capital requirements for the following risks:

1. Credit risk – implementing a standardized approach;
2. Market risks – implementing a standardized approach and
3. Operational risk – implementing a basic indicator approach.

As at 30 June 2015, capital requirements coverage amounts to RSD 1.573.067 thousands, out of which for the credit and counterparty risk related RSD 1.373.836 thousands, market risks RSD 10.214 thousands and the operational risk RSD 189.017 thousands.

The capital adequacy ratio in line with the Decision on capital adequacy amounts to 13,35%.

Table 2 – Capital requirements for credit risk by the exposure classes

Capital requirements for credit risk	Amount (in RSD thousands)
Central governments and central banks	0
Banks	8.611
Corporates	694.983
<i>out of which past due items</i>	90.646
<i>out of which exposures secured on real-estate collateral</i>	20.115
Retail	446.559
<i>out of which past due items</i>	14.557
<i>out of which exposures secured on real-estate collateral</i>	87.675
Public administrative bodies	0
Other items	223.683
Total capital requirements for credit risk	1.373.836

Table 3 – Capital requirements for market risks

Capital requirements for market risks	Amount (in RSD thousands)
Capital requirements for the price risk based on debtor securities	0
Capital requirements for the price risk based on owner securities	0
Capital requirements for the foreign currency risk	10.214
Capital requirements for the goods risk	0
Total capital requirements for market risks	10.214

Table 4 – Capital requirements for operational risk

Capital requirements for operational risk	Amount (in RSD thousands)
Exposure indicator in 2012.	1.533.653
Exposure indicator in 2013.	1.251.820
Exposure indicator in 2014.	994.860
Total capital requirements for operational risk	189.017

Table 5 – Total capital requirements and capital adequacy ratio

Capital adequacy	Amount (in RSD thousands)	Coverage by core capital	Coverage by supplementary capital
CAPITAL	1.749.413		
CORE CAPITAL	1.014.030		
SUPPLEMENTARY CAPITAL	735.383		
CAPITAL REQUIREMENTS	1.573.067		
Capital requirements for credit risk, counterparty risk and settlement/delivery risk based on free deliveries	1.373.836	1.014.029	359.807
Capital requirements for the settlement/delivery risk based on unsettled transactions	0	0	0
Capital requirements for market risks	10.214	0	10.214
Capital requirements for operational risk	189.017	0	189.017
CAPITAL REQUIREMENTS COVERAGE	1.573.067	1.014.029	559.038
CAPITAL ADEQUACY RATIO (%)	13,35%		

4. Risk mitigation techniques

The table below presents overview of the used credit risk mitigation techniques per exposure classes, as at 30.06.2015.

Table 6 – Diversification of exposures per risk mitigation techniques (in RSD thousands)

Exposure classes	Credit risk mitigation techniques - credit protection by credit risk weight substitution	Credit risk mitigation techniques - funded credit protection instruments (comprehensive method)
Central governments and central banks	0	0
Banks	0	0
Corporates	0	930.476
Retail	0	75.476
Public administrative bodies	0	0
Other items	0	0
Total	0	1.005.952