



EXECUTIVE BOARD

No: 237/2017

**PUBLISHING DATA AND INFORMATION OF THE
EXPOBANK JSC Belgrade**

As at 30 June 2017

1. Introduction

Expobank 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 2017, which contains the information and data about:

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

The report is published at the internet domain of the Bank (www.expobank.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 30.06.2017 amounts to RSD 2.993.694 thousands, and consists of core capital of RSD 2.870.642 thousands and additional capital of RSD 123.052 thousands.

Core capital consists of paid-up amount of CET1 instruments (ordinary shares), share premium with CET1 Capital instruments, current period profit eligible for inclusion in CET1 Capital, Revaluation reserves and other unrealized gains, reserves from profit, other reserves.

Deductible items from core capital are losses from the previous years, unrealized losses, additional value adjustments to CET1 Capital, other intangible assets and amount of required reserve for estimated losses under balance sheet assets and off-balance sheet items deducted from CET1 Capital.

Supplementary capital (Tier 2 Capital) consists paid-up amount of T2 instruments (non-cumulative preferred shares).

Table 1 – Structure of the Bank’s capital as at 30 June 2017

CAPITAL STRUCTURE	Amount (in RSD thousands)
TIER 1 CAPITAL	2.870.642
Common Equity Tier 1 Capital	2.870.642
Paid-up amount of CET1 instruments (ordinary shares)	5.548.556
Share premium with CET1 Capital instruments	2.877.486
Previous years profit eligible for inclusion in CET1 Capital	1.500.000
(-) Previous years losses	-6.840.368
Revaluation reserves and other unrealized gains	266.530
(-) Unrealized losses	-2.879
Reserves from profit, other reserves and reserves for general banking risks	151.672
(-) Additional value adjustments	-2.360
(-) Other intangible assets before reduction for deferred tax liabilities	-71.021
(-) The amount of required reserves for estimated losses on the balance sheet assets and off-balance sheet items of the bank	-556.973
Additional Tier 1 Capital	0
TIER 2 CAPITAL	123052
Paid-up amount of T2 instruments (non-cumulative preferred shares)	123052
TOTAL CAPITAL	2.993.694

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

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. 3 (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 2017, capital requirements coverage amounts to RSD 662.847 thousands, out of which for the credit and counterparty risk related RSD 527.141 thousands, for market risks the bank doesn't have capital requirement and the operational risk RSD 135.706 thousands.

The capital adequacy ratio in line with the Decision on capital adequacy as at 30 June 2017 amounts to 36,13%.

Table 2 – Capital requirements for credit risk by the exposure classes as at 30 June 2017

Capital requirements for credit risk	Amount (in RSD thousands)
Central governments and central banks	0
Banks	5.579
Corporates	40.361
<i>out of which past due items</i>	0
<i>out of which exposures secured on real-estate collateral</i>	4.901
Retail	120.817
<i>out of which past due items</i>	259
<i>out of which exposures secured on real-estate collateral</i>	0
Public administrative bodies	184
Other items	69.100
Unpaid receivables	38.168
Exposures secured by mortgages on real estate	252.933
Total capital requirements for credit risk	527.141

Table 3 – Capital requirements for market risks as at 30 June 2017

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	0
Capital requirements for the goods risk	0
Total capital requirements for market risks	0

Table 4 – Capital requirements for operational risk as at 30 June 2017

Capital requirements for operational risk	Amount (in RSD thousands)
Exposure indicator in 2014.	994.860
Exposure indicator in 2015.	977.427
Exposure indicator in 2016.	741.840
Total capital requirements for operational risk	135.706

Table 5 – Total capital requirements and capital adequacy ratio as at 30 June 2016

Capital adequacy	Amount (in RSD thousands)	Coverage by core capital	Coverage by supplementary capital
CAPITAL	2.993.694		
CORE CAPITAL	2.870.642		
SUPPLEMENTARY CAPITAL	123.052		
CAPITAL REQUIREMENTS	662.847		
Capital requirements for credit risk, counterparty risk and settlement/delivery risk based on free deliveries	527.141	2.870.642	123.052
Capital requirements for the settlement/delivery risk based on unsettled transactions			
Capital requirements for market risks			
Capital requirements for operational risk	135.706		
CAPITAL REQUIREMENTS COVERAGE	2.993.694	2.870.642	123.052
CAPITAL ADEQUACY RATIO (%)	36,13%		

4. Risk mitigation techniques

The table below presents overview of the used credit risk mitigation techniques per exposure classes, as at 30.06.2017.

Table 6 – Diversification of exposures per risk mitigation techniques (in RSD thousands) 30.06.2016

Exposure classes	Credit risk mitigation techniques - credit protection by credit risk weight substitutuion	Credit risk mitigation techniques - funded credit protection instruments (simple method)
Central governments and central banks	0	0
Banks	0	0
Corporates	48.037	48.037
Retail	55.707	55.707
Public administrative bodies	0	0
Other items	0	0
Total	103.744	103.744

5. Leverage ratio

In accordance with the Decision on capital adequacy of the bank, the Bank calculates the Leverage indicator as follows: as a ratio of the share capital and amount of exposure of the bank.

The Leverage indicator in accordance with the Decision on capital adequacy as of 30.06.2017 was 16.09%.

The table below presents Leverage ratio:

Table 7 – Leverage ratio as at 30.06.2017 (in RSD thousands)

Vrste izloženost	Iznos (u 000 dinara)
Izloženost po osnovu repo i reverse repo transakcije, transakcija kreditiranja trgovanja vrijednosnih papira, ugovora o uzimanju i davanju u vrijednosti ili roba vrijedne vrijednosti i transakcije sa dugim rokom izmirenja	1.000.165
Vanbilansne izloženosti raspoređivanja u kategoriju niskog rizika (sa faktorskom konverzijom od 10%)	2.499.142
Vanbilansne izloženosti raspoređeni u kategoriju umerenog rizika (sa faktorskom konverzijom od 20%)	85.303
Vanbilansne izloženosti raspoređivanja u kategoriju srednjeg rizika (sa faktorskom konverzijom od 50%)	128.140
Vanbilansne izloženosti raspoređivanja u kategoriju visokog rizika (sa faktorskom konverzijom od 100%)	630.533
Ostale izloženosti	13.570.440
(-) Izloženosti koje predstavljaju odbitnu stavku od osnovnog akcijskog kapitala ili dodatnog osnovnog kapitala u skladu sa odlukom koji uređuje adekvatnost kapitala banke	-71.021
Ukupan iznos izloženosti po osnovu pravila za obracun leveridž pokazatelje	17.842.702
Osnovni kapital u skladu sa odlukom kojom se uređuje adekvatnost kapitala banke	2.870.642
Pokazatelj Leveridza	16,09%