



EXECUTIVE BOARD

No: 280/2025

PUBLISHING DATA AND INFORMATION

Adriatic Bank a.d. Belgrade

As of June, 30th 2025

1. Introduction

Adriatic Banka a.d.Belgrade (hereinafter: Bank) in accordance with the Decision on publishing data and information of the bank, is publishing the report as at 30th June 2025, which contains the information and data about:

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

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

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

2. Capital of the Bank

Regulatory capital of the Bank as at 30th June 2025 amounts to RSD 4.383.256 thousands and consists of core capital of RSD 4.383.256 thousands.

Core capital consists of paid-up amount of CET1 instruments (ordinary shares), revaluation reserves and other unrealized gains and other reserves.

Deductible items from core capital are losses, unrealized losses, additional value adjustments to CET1 Capital, other intangible assets, gross amount of receivables from the borrower – natural person arising from extended consumer, cash or other loans, where the level of the borrower's debt-to-income ratio before loan approval was higher than the percentage defined in accordance with the decision governing the classification or where this percentage will be higher due to loan approval and gross amount of receivables from the borrower – natural person arising from extended consumer, cash or other loans, which under the criterion of agreed maturity qualify for the deduction from Common Equity Tier 1 prescribed by the decision governing bank capital adequacy.

Table 1 – Structure of the Bank's capital as of 30th June 2025

CAPITAL STRUCTURE	Amount (in RSD thousands)
TIER 1 CAPITAL	4,383,256
Common Equity Tier 1 Capital	4,383,256
Paid-up amount of CET1 instruments (ordinary shares)	3,065,958
Share premium with CET1 Capital instruments	-
Current year profit non-eligible for inclusion in CET1 Capital	1,168,284
(-) Previous years losses	-
(-) Losses of the current period	-
Revaluation reserves and other unrealized gains	332,045
(-) Unrealized losses	-67,737
Reserves from profit, other reserves and reserves for general banking risks	1,200,754
(-) Additional value adjustments	-6,172
(-) Other intangible assets before reduction for deferred tax liabilities	-135,262
(-) Gross amount of receivables from the borrower – natural person (other than a farmer or an entrepreneur) arising from extended consumer, cash or other loans, where the level of the borrower's debt-to-income ratio before loan approval was higher than the percentage defined in accordance with the decision governing the classification of bank balance sheet assets and off-balance sheet items or where this percentage will be higher due to loan approval. This deductible shall be applied regardless of whether following the loan approval the level of the borrower's debt-to-income ratio has dropped below the said percentage	-1,901
(-) Gross amount of receivables from debtors - natural persons (except farmers and entrepreneurs) on the basis of approved consumer loans, cash loans or other loans, exempted loans shown in item 1.1.1.27 of this form, which are indicated on accounts 102, 107 and 108 in accordance with the decision prescribing the Chart of Accounts and the content of accounts in the Chart of Accounts for banks, which based on the agreed maturity criteria meets the condition for applying a deductible item from the share capital of prescribed decisions governing bank capital adequacy *	-4,429
Additional Tier 1 Capital	-
TIER 2 CAPITAL	-
Paid-up amount of T2 instruments (non-cumulative preferred shares)	-
TOTAL CAPITAL	4,383,256

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 30th June 2025, capital requirements coverage amounts to RSD 1.278.574 thousands, out of which for the credit and counterparty risk related RSD 922.463 thousands, for market risks RSD 22.060 thousands and for the operational risk RSD 334.051 thousands.

The capital adequacy ratio in line with the Decision on capital adequacy as at 30th June 2025 amounts to 27.43%.

Table 2 – Capital requirements for credit risk by the exposure classes as of 30th June 2025

Capital requirements for credit risk	Amount (in RSD thousands)
Central governments and central banks	-
Banks	126,870
Corporates	422,208
<i>out of which past due items</i>	-
<i>out of which exposures secured on real-estate collateral</i>	-
Retail	9,736
<i>out of which past due items</i>	-
<i>out of which exposures secured on real-estate collateral</i>	-
Public administrative bodies	-
Other items	125,074
Unpaid receivables	12,884
Exposures secured by mortgages on real estate	225,662
Report on Equity Exposures	30
Report on Exposures to Territorial Autonomies and Local Self-Government Units	-
Total capital requirements for credit risk	922,464

Table 3 – Capital requirements for market risks as of 30th June 2025

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	22,060
Capital requirements for the goods risk	0
Total capital requirements for market risks	22,060

Table 4 – Capital requirements for operational risk as at 30th June 2025

Capital requirements for operational risk	Amount (in RSD thousands)
Exposure indicator in 2022	1,004,218
Exposure indicator in 2023	1,847,133
Exposure indicator in 2024	3,829,668
Total capital requirements for operational risk	334,051

Table 5 – Total capital requirements and capital adequacy ratio as at 30th June 2025

Capital adequacy	Amount (in RSD thousands)	Coverage by core capital	Coverage by supplementary capital
CAPITAL	4,383,256		
CORE CAPITAL	4,383,256		
SUPPLEMENTARY CAPITAL	-		
CAPITAL REQUIREMENTS	1,278,574	4,383,256	
Capital requirements for credit risk, counterparty risk and settlement/delivery risk based on free deliveries	922,463		-
Capital requirements for the settlement/delivery risk based on unsettled transactions			
Capital requirements for market risks	22,060		
Capital requirements for operational risk	334,051		
CAPITAL REQUIREMENTS COVERAGE	4,383,256	4,383,256	-
CAPITAL ADEQUACY RATIO (%)	27.43%		

4. Risk mitigation techniques

The table below presents overview of the used credit risk mitigation techniques per exposure classes, as at 30th June 2025.

Table 6 – Diversification of exposures per risk mitigation techniques (in RSD 000) 30th June 2025

Exposure classes	Gross exposure	Specific adjustments for credit risk, additional adjustments, amount of required reserve for estimated losses deducted from CET1 Capital and other deductions	Net exposure	Unfunded credit protection instruments - adjusted values (Ga)	Funded credit protection	Effects of application of credit protection instruments	Net exposure after credit protection with risk weight substitution
Central governments and central banks	20,211,247	10,519	20,200,728	0	0	7,268	20,207,996
Banks	7,830,325	85,287	7,745,038	0	0	0	7,745,038
Corporates	9,692,797	75,749	9,617,048	6,512	987,521	994,033	8,623,015
Retail	1,163,059	6,230	1,156,829	732	19,844	20,576	1,136,253
Exposures secured by mortgages on real	5,288,619	78,111	5,210,508	0	26,823	26,823	5,183,685
Unpaid receivables	419,766	176,833	242,933	24	2	26	242,907
Equity exposures	374	1	373	0	0	0	373
Public administrative bodies	11,142	26	11,116	0	0	0	11,116
Other items	15,388,045	709,880	14,678,165	0	0	1,034,190	15,712,355
Total	60,005,374	1,142,636	58,862,738	7,268	1,034,190	2,082,916	58,862,738

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 30th June 2025 was 10.54%.

The table below presents Leverage ratio:

Table 7 – Leverage ratio as at 30th June 2025 (in RSD 000)

Exposure Type	Amount (in RSD thousands)
Exposure based on repo and reverse repo transactions, transaction of lending of securities trading, contracts for taking and delivering in value or goods of valuable value and transactions with a long settlement term	1,195,248
Off-Balance Exposure Scenarios in the Low Risk Category (with a factor conversion of 10%)	0
Off-balance exposures are classified as moderate risk (with a factor conversion of 20%)	547,743
Off-balance exposures to medium risk category (with a factor conversion of 50%)	805,946
Off-balance distribution exposures in the category of high risk (with a factor conversion of 100%)	7,850,249
Other items	31,337,041
(-) Exposures that represent a deductible item from the basic share capital or additional share capital in accordance with the decision regulating the capital adequacy of the bank	-141,592
Total amount of exposure according to the rule for calculation of leverage indicators	41,594,636
Share capital in accordance with the decision regulating the capital adequacy of the bank	4,383,256
Indicator leverage ratio	10.54%