

	Pillar 3 quarterly report	
1	Name of a microbank	JSC Microbank MBC
2	Chairman of the Supervisory Board	Murman Ambroladze
3	CEO of a microbank	Gia Petriashvili
4	MicroBank's web page	www.mbc.com.ge

Senior management of the Microbank 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 N110/04 of the Governor of the National Bank of Georgia on "Disclosure requirements for Microbanks 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
15.2	Credit Valuation Adjustment
16	Net Stable Funding Ratio
17	Exposures distributed by residual maturity and Risk Classes
18	Assets, ECL and write-offs by risk classes
19	Assets, ECL and write-offs by Sectors of income source
20	Change in ECL for loans and Corporate debt securities
21	Changes in the stock of non-performing loans over the period
22	Distribution of loans, Debt securities and Off-balance-sheet items according to Credit Risk stages and Past due days
23	Loans Distributed according to LTV ratio, Loan reserves, Value of collateral for loans and loans secured by guarantees according to Credit Risk stages and past due days
24	Loans and ECL on loans distributed according to Sectors of income source and Credit Risk stages
25	Loans, corporate debt securities and Off-balance-sheet items distributed by type of collateral
26	General and Qualitative information on Retail Products

Table 1		Key metrics		According to IFRS				
N		4Q-2025	3Q-2025	2Q-2025	1Q-2025	4Q-2024		
Regulatory capital (amounts, GEL)								
Based on Basel III framework								
1	CET1 capital	20,603,242	20,502,037	19,856,972	14,860,489	15,238,087		
2	Tier1 capital	27,812,472	27,491,267	26,846,202	21,849,719	22,227,317		
3	Regulatory capital	29,910,123	30,653,737	30,025,950	25,085,563	25,504,200		
4	CET1 capital total requirement	18,613,223	18,082,202	17,237,456	13,799,457	13,442,671		
5	Tier1 capital total requirement	22,065,102	21,335,750	20,293,802	16,626,396	16,170,185		
6	Regulatory capital total requirement	26,650,533	25,660,087	24,356,351	20,383,720	19,795,361		
Total Risk Weighted Assets (amounts, GEL)								
7	Total Risk Weighted Assets (Total RWA) (Based on Basel III framework)	165,240,731	164,736,630	154,751,696	143,136,158	138,101,955		
Capital Adequacy Ratios								
Based on Basel III framework								
		12.47%	12.45%	12.83%	10.38%	11.03%		
8	CET1 capital	16.83%	16.69%	17.35%	15.26%	16.09%		
9	Tier1 capital	18.10%	18.61%	19.40%	17.53%	18.47%		
10	Regulatory capital	11.26%	10.98%	11.14%	9.64%	9.73%		
11	CET1 capital total requirement	13.35%	12.95%	13.11%	11.61%	11.71%		
12	Tier1 capital total requirement	16.13%	15.58%	15.74%	14.24%	14.33%		
13	Regulatory capital total requirement							
Income								
15	Total Interest Income / Average Annual Assets	23.90%	23.29%	23.60%	22.71%	21.19%		
16	Total Interest Expense / Average Annual Assets	8.33%	8.20%	8.30%	8.09%	7.54%		
17	Earnings from Operations / Average Annual Assets	5.68%	6.10%	10.62%	5.00%	4.78%		
18	Net Interest Margin	15.57%	15.10%	15.30%	14.62%	13.65%		
19	Return on Average Assets (ROAA)	3.36%	4.88%	6.90%	1.86%	2.52%		
20	Return on Average Equity (ROAE)	21.88%	31.29%	44.07%	12.12%	16.27%		
Asset Quality								
21	Non Performed Loans / Total Loans	4.62%	4.95%	5.37%	2.75%	2.31%		
22	ECL/Total Loans	1.53%	1.62%	1.64%	3.02%	2.86%		
24	FX Assets/Total Assets	8.07%	6.46%	2.39%	2.73%	2.69%		
25	Loan Growth-YTD	26.80%	22.85%	19.53%	7.21%			
Liquidity								
26	Liquid Assets/Total Assets	17.07%	7.29%	5.18%	7.32%	10.88%		
27	FX Liabilities/Total Liabilities	40.29%	45.52%	41.98%	43.28%	46.18%		
28	Current & Demand Deposits/Total Assets	0.76%	0.69%	0.56%	0.68%	0.00%		
Liquidity Coverage Ratio***								
29	Total HQLA	16,583,169	20,599,426	3,970,310	2,790,989	14,727,500		
30	Net cash outflow	536,238	252,584	597,365	492,883	519,753		
31	LCR ratio (%)	3092.50%	8155.49%	664.64%	566.26%	2833.56%		
Net Stable Funding Ratio								
32	Available stable funding	155,625,117	156,685,295	136,656,826	110,915,817	115,280,041		
33	Required stable funding	130,969,903	127,500,666	121,995,347	107,068,055	114,712,986		
34	Net stable funding ratio (%)	118.83%	122.89%	112.02%	103.59%	100.49%		

*** LCR calculated according to NBG's methodology which is more focused on local risks than Basel framework. See the table 14. LCR; Microbanks 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.

N	Statement of Financial Position	reporting period			respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
	ASSETS						
1	Cash, Cash balances with National Bank of Georgia and other banks	15,375,882	15,245,966	30,621,848	-	-	-
1.1	Cash on hand	2,915,133	2,217,250	5,132,383			-
1.2	Cash balances with National bank of Georgia	644,206	9,049,294	9,693,500			-
1.3	Cash balances with other banks	11,816,543	3,979,422	15,795,965			-
2	Financial assets held for trading			-			-
2.1	of which: derivatives			-			-
3	Non-trading financial assets mandatorily at fair value through profit or loss			-			-
4	Financial assets designated at fair value through profit or loss			-			-
5	Financial assets at fair value through other comprehensive income	-	-	-	-	-	-
5.1	Equity instruments			-			-
5.2	Debt securities			-			-
5.3	Loans and advances			-			-
6	Financial assets at amortised cost	152,787,339	451,716	153,239,055	-	-	-
6.1	Debt securities			-			-
6.2	Loans and advances	152,787,339	451,716	153,239,055			-
7	Investments in subsidiaries, joint ventures and associates			-			-
8	Non-current assets and disposal groups classified as held for sale			-			-
9	Tangible assets	7,383,079	-	7,383,079	-	-	-
9.1	Property, Plant and Equipment	7,383,079		7,383,079			-
9.2	Investment property			-			-
10	Intangible assets	891,169	-	891,169	-	-	-
10.1	Goodwill			-			-
10.2	Other intangible assets	891,169		891,169			-
11	Tax assets	1,139,303	-	1,139,303	-	-	-
11.1	Current tax assets	1,064,809		1,064,809			-
11.2	Deferred tax assets	74,494		74,494			-
13	Other assets	1,426,556	9,189	1,435,745			-
13.1	of which: repossessed collateral	659,233		659,233			-
13.2	of which: dividends receivable			-			-
14	TOTAL ASSETS	179,003,329	15,706,871	194,710,200	-	-	-
	LIABILITIES						
15	Financial liabilities held for trading			-			-
15.1	of which: derivatives			-			-
16	Financial liabilities designated at fair value through profit or loss			-			-
17	Financial liabilities measured at amortised cost	95,858,310	61,552,481	157,410,791	-	-	-
17.1	Deposits	1,630,785	1,419,220	3,050,006			-
17.2	borrowings	30,292,852	58,279,863	88,572,715			-
17.3	Debt securities issued	60,886,971		60,886,971			-
17.4	Other financial liabilities	3,047,702	1,853,398	4,901,100			-
18	Provisions	68,732		68,732			-
19	Tax liabilities	1,077,455	-	1,077,455	-	-	-
19.1	Current tax liabilities	1,077,455		1,077,455			-
19.2	Deferred tax liabilities			-			-
20	Subordinated liabilities		5,335,297	5,335,297			-
21	Other liabilities	2,112,386	1,896	2,114,283			-
21.1	of which: dividends payable			-			-
22	TOTAL LIABILITIES	99,116,884	66,889,675	166,006,559	-	-	-
	Equity						
23	Ordinary share	2,313,500		2,313,500			-
24	preference share	7,209,230		7,209,230			-
25	Share premium	1,622,663		1,622,663			-
26	(-) Treasury shares			-			-
27	Equity instruments issued other than capital	-	-	-			-
27.1	Equity component of compound financial instruments			-			-
27.2	Other equity instruments issued			-			-
28	Share-based payment reserve			-			-
29	Accumulated other comprehensive income	-	-	-			-
29.1	revaluation reserve			-			-
29.2	Fair value changes of equity instruments measured at fair value through other comprehensive income			-			-
29.3	Fair value changes of debt instruments measured at fair value through other comprehensive income			-			-
30	Retained earnings	17,558,249		17,558,249			-
31	TOTAL EQUITY*	28,703,642	-	28,703,642	-	-	-
32	TOTAL EQUITY AND TOTAL LIABILITIES	127,820,526	66,889,675	194,710,200	-	-	-

*Share capital as defined by the Law on Microbank Activities

N	Statement of profit or loss	reporting period			respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	Interest income	39,666,078	209,845	39,875,923	-	-	-
1.1	Financial assets held for trading			-			-
1.2	Non-trading financial assets mandatorily at fair value through profit or loss			-			-
1.3	Financial assets designated at fair value through profit or loss			-			-
1.4	Financial assets at fair value through other comprehensive income			-			-
1.5	Financial assets at amortised cost	39,666,078	209,845	39,875,923			-
1.6	Other assets			-			-
2	(Interest expenses)	(9,198,957)	(4,691,325)	(13,890,283)	-	-	-
2.1	(Financial liabilities held for trading)			-			-
2.2	(Financial liabilities designated at fair value through profit or loss)			-			-
2.3	(Financial liabilities measured at amortised cost)	(9,198,957)	(4,691,325)	(13,890,283)			-
2.4	(Other liabilities)			-			-
3	Dividend income			-			-
4	Fee and commission income	249,897	334	250,231			-
5	(Fee and commission expenses)	(421,235)	(259,941)	(681,176)			-
6	Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net			-			-
7	Gains or (-) losses on financial assets and liabilities held for trading, net			-			-
8	Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net			-			-
9	Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net	(2,836,250)		(2,836,250)			-
10	Exchange differences [gain or (-) loss], net			-			-
11	Gains or (-) losses on derecognition of non-financial assets, net	81,727		81,727			-
12	Other operating income	501,784	57,310	559,093			-
13	(Other operating expenses)			-			-
14	(Administrative expenses)	(13,802,399)	(635,380)	(14,437,778)	-	-	-
14.1	(Staff expenses)	(11,565,742)	-	(11,565,742)			-
14.2	(Other administrative expenses)	(2,236,656)	(635,380)	(2,872,036)			-
15	(Depreciation and amortisation)	(2,191,420)		(2,191,420)			-
16	Modification gains or (-) losses, net			-			-
17	(Provisions or (-) reversal of provisions)	-	-	-	-	-	-
17.1	(Commitments and guarantees given)			-			-
17.2	(Other provisions)			-			-
18	(Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss)	175,761	-	175,761	-	-	-
18.1	(Financial assets at fair value through other comprehensive income)			-			-
18.2	(Financial assets at amortised cost)	175,761		175,761			-
19	(Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates)			-			-
20	(Impairment or (-) reversal of impairment on non-financial assets)	(230,273)		(230,273)			-
21	Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method			-			-
22	PROFIT OR (-) LOSS BEFORE TAX	11,994,714	(5,319,157)	6,675,557	-	-	-
23	(Tax expense or (-) income)	(1,077,455)		(1,077,455)			-
24	Profit or (-) loss after tax	10,917,259	(5,319,157)	5,598,102	-	-	-

N	Off-balance sheet items	reporting period			respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	Loan commitments received		11,737,600	11,737,600			0
2	Guarantees received as security for liabilities of the microbank			0			0
3	Guarantees received as security for receivables of the microbank	12,114,400	0	12,114,400	0	0	0
3.1	Surety, joint liability	12,114,400		12,114,400			0
3.2	Guarantees			0			0
4	Assets pledged as security for liabilities of the bank	0	0	0	0	0	0
4.1	Financial assets of the microbank			0			0
4.2	Non-financial assets of the microbank			0			0
5	Assets pledged as security for receivables of the bank	448,127,811	9,292,867	457,420,678	0	0	0
5.1	Cash			0			0
5.2	Precious metals and stones	1,072,492	3,174,147	4,246,639			0
5.3	Real Estate:	303,831,772	5,590,621	309,422,394			0
5.3.1	Residential Property	303,831,772	5,590,621	309,422,394			0
5.3.2	Commercial Property			0			0
5.3.3	Complex Real Estate			0			0
5.3.4	Land Parcel			0			0
5.3.5	Other			0			0
5.4	Movable Property	143,223,547	528,099	143,751,646			0
5.5	Shares Pledged			0			0
5.6	Securities			0			0
5.7	Other			0			0
6	Loan commitments given	470,510		470,510			0
7	guarantees given	2,200,000		2,200,000			0
8	Letters of credit issued			0			0
9	Derivatives	-51,586,341	51,481,061	-105,281	0	0	0
9.1	Receivables through FX contracts (except options)	-52,541,894	-952,110	-53,494,004			0
9.2	Payables through FX contracts (except options)	955,553	52,433,171	53,388,724			0
9.3	Principal of interest rate contracts (except options)			0			0
9.4	Options sold			0			0
9.5	Options purchased			0			0
9.6	Nominal value of potential receivables through other derivatives			0			0
9.7	Nominal value of potential payables through other derivatives			0			0
10	Receivables not recognized on-balance	6,968,270	171,629	7,139,899	0	0	0
10.1	Principal of receivables derecognized during last 3 month	663,427		663,427			0
10.2	Interest and penalty receivable not recognized on-balance or derecognized during last 3 month	253,400		253,400			0
10.3	Principal of receivables derecognized during 5 years month (including last 3 month)	5,016,993	163,618	5,180,610			0
10.4	Interest and penalty receivable not recognized on-balance or derecognized during last 5 years (including last 3 month)	1,951,277	8,011	1,959,288			0
11	Capital expenditure commitment			0			0

Table 5

Risk Weighted Assets

in Lari

N		4Q-2025	3Q-2025	2Q-2025	1Q-2025	4Q-2024
1	Risk Weighted Assets for Credit Risk	134,135,466	132,193,452	121,921,057	109,379,909	105,875,333
1.1	Balance sheet items	132,737,612	130,686,689	120,566,222	107,921,342	103,705,485
1.1.1	Including: amounts below the thresholds for deduction (subject to 250% risk weight)	74,494	74,494	74,494	90,731	90,731
1.2	Off-balance sheet items	1,147,051	1,119,765	1,117,364	1,117,401	1,115,558
1.3	Counterparty credit risk	250,803	386,998	237,471	341,166	1,054,290
2	Risk Weighted Assets for Market Risk	309,999	1,747,913	2,035,373	2,960,982	1,164,991
3	Risk Weighted Assets for Operational Risk	30,795,266	30,795,266	30,795,266	30,795,266	31,061,631
4	Total Risk Weighted Assets	165,240,731	164,736,630	154,751,696	143,136,158	138,101,955

Information about supervisory board, directorate, beneficiary owners and shareholders

Table 6

Members of Supervisory Board		Independence status
1	Murman Ambroladze	Independent chair
2	Sofio Tskhvitava	Independent member
3	Valeri Chechelashvili	Independent member
4		
5		
6		
7		
8		
9		
10		
Members of Board of Directors		Position/Subordinated business units
1	Gia Petriashvili	Chief Executive Officer
2	Nino Devdariani	Chief Risk Officer
3	Eteri Chachibaia	Chief Operations Officer
4	Giorgi Gvaladze	Chief Sales Officer – CSO
5		
6		
7		
8		
9		
10		
List of Shareholders owning 1% and more of issued capital, indicating Shares		
1	Otar Rukhadze	25.80%
2	Taras Nizharadze	17.69%
3	Gia Petriashvili	15.43%
4	Goderdzi Meladze	9.97%
5	Tengiz Maziashvili	9.20%
6	LLC JB	6.23%
7	Murman Ambroladze	4.69%
8	Giorgi Vachnadze	4.38%
9	Giorgi Gotoshia	4.37%
List of Microbank beneficiaries indicating names of direct or indirect holders of 5% or more of shares		
1	Gia Petriashvili	25.78%
2	Otar Rukhadze	17.96%
3	Taras Nizharadze	11.25%
4	Tengiz Maziashvili	9.10%
5	Goderdzi Meladze	7.64%
6	Murman Ambroladze	6.75%
7	Giorgi Gotoshia	5.78%
8	Giorgi Vachnadze	5.02%

Note: Distribution of shares of common stock (voting rights)

1	Gia Petriashvili	30.95%
2	Otar Rukhadze	14.05%
3	Tengiz Maziashvili	9.06%
4	Taras Nizharadze	8.04%
5	Murman Ambroladze	7.78%
6	Goderdzi Meladze	6.48%
7	Giorgi Gotoshia	6.48%
8	Giorgi Vachnadze	5.34%
9	LLC JB	2.59%
10	Eteri Chachibaia	2.59%
11	Giorgi Gvaladze	2.59%
12	Nino Devdariani	2.59%
13	Tatia Jajanashvili	1.45%

Microbank:

JSC Microbank MBC

Date:

12/31/2025

Table 7

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

		a	b	c
			Carrying values of items	
	Account name of standardized supervisory balance sheet item	Carrying values as reported in published stand-alone financial statements per IFRS	Not subject to capital requirements or subject to deduction from capital	Subject to credit risk weighting
1	Cash, Cash balances with National Bank of Georgia and other banks	30,621,848	-	30,621,848
1.1	Cash on hand	5,132,383		5,132,383
1.2	Cash balances with National bank of Georgia	9,693,500		9,693,500
1.3	Cash balances with other banks	15,795,965		15,795,965
2	Financial assets held for trading			
2.1	of which: derivatives			
3	Non-trading financial assets mandatorily at fair value through profit or loss			
4	Financial assets designated at fair value through profit or loss			
5	Financial assets at fair value through other comprehensive income	-	-	-
5.1	Equity instruments			
5.2	Debt securities			
5.3	Loans and advances			
6	Financial assets at amortised cost	153,239,055	-	153,239,055
6.1	Debt securities			
6.2	Loans and advances	153,239,055		153,239,055
7	Investments in subsidiaries, joint ventures and associates			
8	Non-current assets and disposal groups classified as held for sale			
9	Tangible assets	7,383,079	-	7,383,079
9.1	Property, Plant and Equipment	7,383,079		7,383,079
9.2	Investment property			
10	Intangible assets	891,169	891,169	891,169
10.1	Goodwill			
10.2	Other intangible assets	891,169	891,169	891,169
11	Tax assets	1,139,303	-	1,139,303
11.1	Current tax assets	1,064,809		1,064,809
11.2	Deferred tax assets	74,494		74,494
13	Other assets	1,435,745		1,435,745
13.1	of which: repossessed collateral	659,233		659,233
13.2	of which: dividends receivable			
	Total exposures subject to credit risk weighting before adjustments	194,710,200	891,169	194,710,200

Microbank: JSC Microbank MBC

Date:

12/31/2025

Table 8 Differences between values per standardized balance sheet used for regulatory reporting purposes and the exposure amounts used for in Lari

1	Total carrying value of balance sheet items subject to credit risk weighting before adjustments	194,710,200
2.1	Nominal values of off-balance sheet items subject to credit risk weighting	2,670,510
2.2	Nominal values of off-balance sheet items subject to counterparty credit risk weighting	
3	Total values of on-balance and off-balance sheet items before any adjustments used for credit risk weighting purposes	197,380,711
4	Effect of provisioning rules used for capital adequacy purposes	
5.1	Effect of credit conversion factor of off-balance sheet items related to credit risk framework	-1,335,255
5.2	Effect of credit conversion factor of off-balance sheet items related to counterparty credit risk framework (table CCR)	250,803
6	Effect of other adjustments	
7	Total exposures subject to credit risk weighting	196,296,258

Table 9

Regulatory capital

N		in Lari
1	Common Equity Tier 1 capital before regulatory adjustments	21,494,412
2	Common shares that comply with the criteria for Common Equity Tier 1	2,313,500
3	Stock surplus (share premium) of common share that meets the criteria of Common Equity Tier 1	1,622,663
4	Accumulated other comprehensive income	
5	Other disclosed reserves	
6	Retained earnings (loss)	17,558,249
7	Regulatory Adjustments of Common Equity Tier 1 capital	965,664
8	Revaluation reserves on assets	
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	891,169
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 microbanks, 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 microbanks, 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	Other deductions	
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	74,494
23	Regulatory adjustments applied to Common Equity Tier 1 resulting from shortfall of Tier 1 and Tier 2 capital to deduct investments	
24	Common Equity Tier 1	20,528,748
25	Additional tier 1 capital before regulatory adjustments	7,209,230
26	Instruments that comply with the criteria for Additional tier 1 capital	7,209,230
27	Including: instruments classified as equity under the relevant accounting standards	7,209,230
28	Including: instruments classified as liabilities under the relevant accounting standards	
29	Stock surplus (share premium) that meet the criteria for Additional Tier 1 capital	
30	Regulatory Adjustments of Additional Tier 1 capital	0
31	Investments in own Additional Tier 1 instruments	
32	Reciprocal cross-holdings in Additional Tier 1 instruments	
33	Significant investments in the Additional Tier 1 capital (that are not common shares) of microbanks, commercial banks, insurance entities and other financial institutions	
35	Regulatory adjustments applied to Additional Tier 1 resulting from shortfall of Tier 2 capital to deduct investments	
36	Additional Tier 1 Capital	7,209,230
37	Tier 2 capital before regulatory adjustments	2,097,650
38	Instruments that comply with the criteria for Tier 2 capital	2,097,650
39	Stock surplus (share premium) that meet the criteria for Tier 2 capital	
40	General reserves, limited to a maximum of 1.25% of the bank's credit risk-weighted exposures	
41	Regulatory Adjustments of Tier 2 Capital	0
42	Investments in own shares that meet the criteria for Tier 2 capital	
43	Reciprocal cross-holdings in Tier 2 capital	
44	Significant investments in the Tier 2 capital (that are not common shares) of microbanks, commercial banks, insurance entities and other financial institutions	
46	Tier 2 Capital	2,097,650

Microbank: JSC Microbank MBC

Date:

12/31/2025

Table 9.1 **Capital Adequacy Requirements**

Minimum Requirements		Ratios	Amounts (GEL)
1	Pillar 1 Requirements		
1.1	Minimum CET1 Requirement	4.50%	7,435,833
1.2	Minimum Tier 1 Requirement	6.00%	9,914,444
1.3	Minimum Regulatory Capital Requirement	8.00%	13,219,258
2	Combined Buffer		
2.1	Capital Conservation Buffer	2.50%	4,131,018
2.2	Countercyclical Buffer	0.50%	826,204
3	Pillar 2 Requirements		
3.1	CET1 Pillar 2 Requirement	3.76%	6,220,169
3.2	Tier 1 Pillar2 Requirement	4.35%	7,193,437
3.3	Regulatory capital Pillar 2 Requirement	5.13%	8,474,052
Total Requirements		Ratios	Amounts (GEL)
4	CET1	11.26%	18,613,223
5	Tier 1	13.35%	22,065,102
6	Total regulatory Capital	16.13%	26,650,533

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 IFRS	linkage to capital table
1	Cash, Cash balances with National Bank of Georgia and other banks	30,621,848	
1.1	Cash on hand	5,132,383	
1.2	Cash balances with National bank of Georgia	9,693,500	
1.3	Cash balances with other banks	15,795,965	
2	Financial assets held for trading		
2.1	of which: derivatives		
3	Non-trading financial assets mandatorily at fair value through profit or loss		
4	Financial assets designated at fair value through profit or loss		
5	Financial assets at fair value through other comprehensive income	-	
5.1	Equity Instruments		
5.2	Debt securities		
5.3	Loans and advances		
6	Financial assets at amortised cost	153,239,055	
6.1	Debt securities		
6.2	Loans and advances	153,239,055	
7	Investments in subsidiaries, joint ventures and associates		
8	Non-current assets and disposal groups classified as held for sale		
9	Tangible assets	7,383,079	
9.1	Property, Plant and Equipment	7,383,079	
9.2	Investment property		
10	Intangible assets	891,169	Table 9 (Capital), N10
10.1	Goodwill		
10.2	Other intangible assets	891,169	
11	Tax assets	1,139,303	
11.1	Current tax assets	1,064,809	
11.2	Deferred tax assets	74,494	Table 9 (Capital), N21
13	Other assets	1,435,745	
13.1	of which: repossessed collateral	659,233	
13.2	of which: dividends receivable		
14	TOTAL ASSETS	194,710,200	
	LIABILITIES		
15	Financial liabilities held for trading		
15.1	of which: derivatives		
16	Financial liabilities designated at fair value through profit or loss		
17	Financial liabilities measured at amortised cost	157,410,791	
17.1	Deposits	3,050,006	
17.2	borrowings	88,572,715	
17.3	Debt securities issued	60,886,971	
17.4	Other financial liabilities	4,901,100	
18	Provisions	68,732	
19	Tax liabilities	1,077,455	
19.1	Current tax liabilities	1,077,455	
19.2	Deferred tax liabilities		
20	Subordinated liabilities	5,335,297	
21	Other liabilities	2,114,283	
21.1	of which: dividends payable		
22	TOTAL LIABILITIES	166,006,559	
	Equity		
23	Share capital	2,313,500	Table 9 (Capital), N2
24	preference share	7,209,230	Table 9 (Capital), N27
25	Share premium	1,622,663	Table 9 (Capital), N3
26	(-) Treasury shares		
27	Equity instruments issued other than capital	-	
27.1	Equity component of compound financial instruments		
27.2	Other equity instruments issued		
28	Share-based payment reserve		
29	Accumulated other comprehensive income	-	
29.1	revaluation reserve		
29.2	Fair value changes of equity instruments measured at fair value through other comprehensive income		
29.3	Fair value changes of debt instruments measured at fair value through other comprehensive income		
30	Retained earnings	17,558,249	Table 9 (Capital), N6
31	TOTAL EQUITY	28,703,642	
32	TOTAL EQUITY AND TOTAL LIABILITIES	194,710,200	

Credit Risk Weighted Exposures

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

[illegible]

Table 13 Standardized approach - Effect of credit risk mitigation						
	a	b	Off-balance sheet exposures	d	e	f
			On-balance sheet exposures			
Asset Classes		Off-balance sheet exposures - Nominal value	Off-balance sheet exposures post CCF	RWA before Credit Risk Mitigation	RWA post Credit Risk Mitigation	RWA Density f=e/(a+c)
1	Claims or contingent claims on central governments or central banks					#DIV/0!
2	Claims or contingent claims on regional governments or local authorities					#DIV/0!
3	Claims or contingent claims on public sector entities					#DIV/0!
4	Claims or contingent claims on multilateral development banks					#DIV/0!
5	Claims or contingent claims on international organizations/institutions					#DIV/0!
6	Claims or contingent claims on commercial banks and microbanks					#DIV/0!
7	Claims or contingent claims on corporates					#DIV/0!
8	Retail claims or contingent retail claims					#DIV/0!
9	Claims or contingent claims secured by mortgages on residential property					#DIV/0!
10	Past due items					#DIV/0!
11	Items belonging to regulatory high-risk categories					#DIV/0!
12	Short-term claims on commercial banks and corporates					#DIV/0!
13	Claims in the form of collective investment undertakings ("CIU")					#DIV/0!
14	Other items					#DIV/0!
	Total	0	0	0	0	#DIV/0!

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				11,672,144	4,911,024	16,583,169	499,808	9,980,897	10,480,704
Cash outflows									
2 Retail deposits									
3 Unsecured wholesale funding				505,634	1,639,316	2,144,950	226,076	1,610,374	1,836,450
4 Secured wholesale funding									
5 Outflows related to off-balance sheet obligations and net short position of derivative exposures									
6 Other contractual funding obligations									
7 Other contingent funding obligations									
8 TOTAL CASH OUTFLOWS				505,634	1,639,316	2,144,950	226,076	1,610,374	1,836,450
Cash inflows									
9 Secured lending (eg reverse repos)									
10 Inflows from fully performing exposures				3,379,454	-	3,379,454	15,195,997	3,979,422	19,175,419
11 Other cash inflows									
12 TOTAL CASH INFLOWS				3,379,454	-	3,379,454	15,195,997	3,979,422	19,175,419
				Total value according to NBG's methodology* (with limits)			Total value according to Basel methodology (with limits)		
13 Total HQLA				11,672,144	4,911,024	16,583,169	499,808	9,980,897	10,480,704
14 Net cash outflow				126,409	1,639,316	536,238	56,519	402,594	459,113
15 Liquidity coverage ratio (%)				9233.67%	299.58%	3092.50%	884.32%	2479.15%	2282.82%

* Microbanks 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.

Table 15 Counterparty credit risk weighted risk exposures

Derivative contracts	Nominal Amount	Current Market Value (CMV)	Collateral Value	Replacement Cost (RC)	Potential Future Exposure (PFE)	Supervisory Alpha Factor (α)	Exposure at Default	2%	20%	35%	50%	75%	100%	150%	Counterparty Credit Risk Weighted Risk Exposures
	53,385,281	FALSE	FALSE	FALSE	358,290	1.4	501,605	FALSE	FALSE	FALSE	501,605	FALSE	FALSE	FALSE	250,803
Calculated under Standardized Method	53,385,281	FALSE	FALSE	FALSE	358,290	1.4	501,605	FALSE	FALSE	FALSE	501,605	FALSE	FALSE	FALSE	250,803
Calculated under Simplified Standardized Method	0			0	0	1.4	-	0	0	0	0	0	0	0	0
Calculated under Original Risk Exposure Method	0			0	0	1.4	-	0	0	0	0	0	0	0	0
Contracts with Qualified Central Counterparty						1.4	-								0
Calculated under Standardized Method						1.4	-								0
Calculated under Simplified Standardized Method						1.4	-								0
Calculated under Original Risk Exposure Method						1.4	-								0
Contracts with Central Counterparty						1.4	-								0
Calculated under Standardized Method						1.4	-								0
Calculated under Simplified Standardized Method						1.4	-								0
Calculated under Original Risk Exposure Method						1.4	-								0
Contract with Commercial Banks						1.4	-								0
Calculated under Standardized Method	50,385,280.50	(285,120.98)			358,289.62	1.40	501,605.47				501,605.47				250,802
Calculated under Simplified Standardized Method						1.4	-								0
Calculated under Original Risk Exposure Method						1.4	-								0
Contracts with Financial Institutions except for Banks						1.4	-								0
Calculated under Standardized Method						1.4	-								0
Calculated under Simplified Standardized Method						1.4	-								0
Calculated under Original Risk Exposure Method						1.4	-								0
Contracts with Corporate Clients						1.4	-								0
Calculated under Standardized Method						1.4	-								0
Calculated under Simplified Standardized Method						1.4	-								0
Calculated under Original Risk Exposure Method						1.4	-								0
Contracts with Natural Persons						1.4	-								0
Calculated under Standardized Method						1.4	-								0
Calculated under Simplified Standardized Method						1.4	-								0
Calculated under Original Risk Exposure Method						1.4	-								0
Total	53,385,281	FALSE	FALSE	FALSE	358,290	1.4	501,605	FALSE	FALSE	FALSE	501,605	FALSE	FALSE	FALSE	250,803

Microbank: JSC Microbank MBC

Date:

12/31/2025

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)	194,710,200
2	(Asset amounts deducted in determining Tier 1 capital)	(891,169)
3	Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)	193,819,031
Derivative exposures		
4	Replacement cost associated with <i>all</i> derivatives transactions	FALSE
5	Potential Future Exposure associated with <i>all</i> derivatives transactions	358,290
6	Risk positions defined by the Counterparty Credit Risk Regulation	501,605.47
7	Value of collateral received in exchange for derivative instruments	FALSE
8	Total derivative exposures (sum of lines 4 to 10)	501,605
Securities financing transaction exposures		
9	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	
10	(Netted amounts of cash payables and cash receivables of gross SFT assets)	
11	Counterparty credit risk exposure for SFT assets	
12	Derogation for SFTs: Counterparty credit risk exposure in accordance with Article 429b (4) and 222 of Regulation (EU) No 575/2013	
14	Agent transaction exposures	
14	(Exempted CCP leg of client-cleared SFT exposure)	
15	Total securities financing transaction exposures (sum of lines 12 to 15a)	-
Other off-balance sheet exposures		
16	Off-balance sheet exposures at gross notional amount	2,704,849
17	(Adjustments for conversion to credit equivalent amounts)	(1,335,255)
18	Other off-balance sheet exposures (sum of lines 17 to 18)	1,369,594
Exempted exposures in accordance with CRR Article 429 (7) and (14) (on and off balance sheet)		
19	(Exemption of intragroup exposures (solo basis) in accordance with Article 429(7) of Regulation (EU) No 575/2013 (on and off balance sheet))	
20	(Exposures exempted in accordance with Article 429 (14) of Regulation (EU) No 575/2013 (on and off balance sheet))	
Capital and total exposures		
21	Tier 1 capital	27,812,472
22	Total leverage ratio exposures (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)	195,690,231
Leverage ratio		
23	Leverage ratio	14.21%
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	

Table 15.2. Counterparty credit risk weighted risk exposures -Credit Valuation Adjustment (CVA)

	Risk Exposure Discounted for Credit Valuation Adjustment	Credit Valuation Adjustment Expense	Written-off Credit Valuation Adjustment Expense	Counterparty Credit Risk Credit Valuation Adjustment risk weighted Risk Exposures
Credit Valuation Adjustment	501,051	939	FALSE	11,742
Calculated under Standardised Method	501,051	939	0	11,742
Calculated under Simplified Standardised Method	2,986,278	5,535	0	69,192
Calculated under Original Risk Exposure Method	2,986,278	5,535	0	69,192

Table 16

Net Stable Funding Ratio

		Unweighted value by residual maturity				Weighted value
		No maturity	< 6 month	6 month to <1yr	>= 1 yr	
Available stable funding						
1	Capital:	29,910,123	-	-	98,805,812	128,715,935
2	Regulatory capital	29,910,123				29,910,123
3	Other non-redeemable capital instruments and liabilities with remaining maturity more than 1 year				98,805,812	98,805,812
4	year	-	-	12,286,685	-	11,217,101
5	Residents' deposits			11,275,019		10,711,268
6	Non-residents' deposits			1,011,666		505,833
7	Wholesale funding	-	-	31,384,161	-	15,692,081
8	Redeemable funding or non-redeemable funding with residual maturity of less than one year, provided by the government or enterprises controlled by the government, international financial institutions and legal entities, excluding representatives of financial sector			1,339,727		669,863
9	Redeemable funding or non-redeemable funding with residual maturity of less than one year, provided by the central banks and other financial institutions			30,044,435		15,022,217
10	Liabilities with matching interdependent assets					
11	Other liabilities:	-	21,800,601	-	-	-
12	Liabilities related to derivatives		368,351			
13	All other liabilities and equity not included in the above categories		21,432,250			
14	Total available stable funding					155,625,117
Required stable funding						
15	Total high-quality liquid assets (HQLA)		5,027,700			251,385
16	Performing loans and securities:	-	10,768,265	37,590,105	107,933,474	112,153,745
17	Loans and deposits to financial institutions secured by Level 1 HQLA					
18	Loans and deposits to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions		10,768,265	37,590,105	107,933,474	112,153,745
19	Loans to non-financial institutions and retail customers, of which:					
20	With a risk weight of less than or equal to 35%					
21	Residential mortgages, of which:					
22	With a risk weight of less than or equal to 35%					
23	Securities that do not qualify as HQLA					
24	Assets with matching interdependent liabilities					
25	Other assets:	-	18,564,773	-	-	18,564,773
26	Assets related to derivatives					
27	All other assets not included in the above categories		18,564,773			18,564,773
28	Off-balance sheet items					
29	Total required stable funding					130,969,903
30	Net stable funding ratio					118.83%

*Items to be reported in the 'no maturity' time bucket do not have a stated maturity. These may include, but are not limited to, items such as capital with perpetual maturity, current/demand deposits, etc.

Table 17

Risk classes	Distribution by residual maturity	Exposures of On-Balance Items				
		On demand	≤ 1 year	> 1 year ≤ 5 year	> 5 year	No stated maturity
1	Claims or contingent claims on central governments or central banks		9,693,590			
2	Claims or contingent claims on regional governments or local authorities					
3	Claims or contingent claims on public sector entities					
4	Claims or contingent claims on multilateral development banks					
5	Claims or contingent claims on international organizations/institutions					
6	Claims or contingent claims on commercial banks and microbanks		15,795,965			
7	Claims or contingent claims on corporates					
8	Retail claims or contingent retail claims		153,239,055			
9	Claims or contingent claims secured by mortgages on residential property					
10	Past due items*		10,045,747			
11	Items belonging to regulatory high-risk categories					
12	Short-term claims on commercial banks and corporates					
13	Claims in the form of collective investment undertakings (CIU)					
14	Other items		7,707,431		8,274,249	
15	Total	-	186,435,952	-	8,274,249	-

Past due items* - Past due items will be filled in paragraph 10 and also will be redistributed to the classes in which they were recorded before they were classified as "Past due items". An overdue loan line is not included in the formula for eliminating double counting.

12/31/2025

On Balance Assets		a	b	c	d	e	f
Risk classes		Gross carrying values		Expected Credit Loss	General Reserve	Accumulated write-off, during the reporting period	Net Value (a+b-c-d)
		Of which: Loans and other Assets - Non-Performing	Of which: Loans and other Assets - other than Non-Performing				
1	Claims or contingent claims on central governments or central banks		9,693,500				9,693,500
2	Claims or contingent claims on regional governments or local authorities						-
3	Claims or contingent claims on public sector entities						-
4	Claims or contingent claims on multilateral development banks						-
5	Claims or contingent claims on international organizations/institutions						-
6	Claims or contingent claims on commercial banks and microbanks		15,795,965				15,795,965
7	Claims or contingent claims on corporates	7,189,062	148,433,156	2,383,163			153,239,055
8	Retail claims or contingent retail claims						
9	Claims or contingent claims secured by mortgages on residential property						
10	Past due items*	10,045,747		1,518,211			8,527,506
11	Items belonging to regulatory high-risk categories						-
12	Short-term claims on commercial banks and corporates						-
13	Claims in the form of collective investment undertakings (CIU)						-
14	Other items		15,981,680				15,981,680
15	Total	7,189,062	169,904,391	2,383,163	-	-	194,710,200
16	Of which: loans	7,189,062	143,305,751	2,383,163			148,111,650
17	Of which: securities						-

Past due items* - Past due items will be filled in paragraph 10 and also will be redistributed to the classes in which they were recorded before they were classified as "Past due items". An overdue loan line is not included in the formula for eliminating double counting.

Table 19

On Balance Assets	a		b		c	d	e	f
	Gross carrying values		Expected Credit Loss		General Reserve	Accumulated write-off, during the reporting period		Net Value
	Of which: Loans and other Assets - Non-Performing	Of which: Loans and other Assets - other than Non-Performing						(a+b-c-d)
1 State, state organizations	159,713	4,118,147	47,113					4,230,748
2 Financial Institutions	10,000	764,276	9,314					764,862
3 Pawnshops								
4 Construction Development, Real Estate Development and other Land Loans		220,396	5,645					214,750
5 Real Estate Management		641,121	2,435					638,686
6 Construction Companies	19,282	543,234	6,972					555,543
7 Production and Trade of Construction Materials	447	111,584	717					111,324
8 Trade of Consumer Foods and Goods	6,849	860,357	5,400					861,797
9 Production of Consumer Foods and Goods	3,504	103,304	2,657					104,151
10 Production and Trade of Durable Goods		79,911	379					79,532
11 Production and Trade of Clothes, Shoes and Textiles								
12 Trade (Other)	7,624	296,264	4,445					299,443
13 Other Production	115,118	334,239	23,746					425,611
14 Hotels, Tourism		379,697	665					379,012
15 Restaurants		132,510	327					132,183
16 Industry		251,301	1,121					250,180
17 Oil Importers, Filling stations, gas stations and Retailers		16,850	541					16,309
18 Energy		457,627	1,737					455,890
19 Auto Dealers	9,899		2,509					7,390
20 Health Care	21,312	817,158	5,275					833,195
21 Pharmacy		336,200	817					335,383
22 Telecommunication		59,145	781					58,365
23 Service	14,469	3,041,413	19,051					3,036,831
24 Agriculture		20,458	319					20,139
25 Other	15,000	715,002	6,943					725,059
26 Assets on which the Sector of repayment source is not accounted for	6,805,836	134,129,951	2,234,226					138,701,561
27 Other assets		41,471,145						41,471,145
28 Total	7,189,062	189,904,301	2,383,163	-		-		194,716,200

Changes in Expected Credit Loss for loans and Corporate debt securities		Loans	Corporate debt securities
1	Opening balance of Expected Credit Loss	2,400,597	
2	An increase in the ECL for possible losses on assets	190,596	-
2.1	As a result of the origination of the new assets	2,240	
2.2	As a result of classification of assets as a low quality	188,356	
3	Decrease in ECL for possible losses on assets	393,803	-
3.1	As a result of write-off of assets	2,022	
3.2	As a result of partial or total payment of assets	141,679	
3.3	As a result of classification of assets as a high quality	250,102	
4	Increase / Decrease ECL of foreign currency assets as a result of currency exchange rate changes	185,772	
5	Closing balance of Expected Credit Loss	2,383,163	-

Changes in the stock of non-performing loans over the period		Gross carrying value of Non-performing Loans	Net accumulated recoveries related to decrease of Non-performing loans
1	Opening balance	7,464,684	
2	Inflows to non-performing portfolios	-	
3	Increase of non-performing portfolio, as a result of currency exchange rate changes	-	
4	Outflows from non-performing portfolios	275,022	
5	Outflow due to the decrease level of credit risk	275,022	
6	Outflow due to loan repayment, partial or total	-	
7	Outflows due to write-offs	-	
8	Outflow due to taking possession of collateral	-	
9	Outflow due to sale of portfolios	-	
10	Outflow due to other situations	-	
11	Decrease of non-performing portfolio, as a result of currency exchange rate changes	-	
12	Closing balance	7,189,662	

Loans		Gross carrying value				Expected Credit Loss			
		1 st stage	2 nd stage	3 rd stage	POCI	1 st stage	2 nd stage	3 rd stage	POCI
repayment source	Sector of								
1 State, state organizations		3,851,922	266,228	155,713		19,448	3,807	23,857	
2 Financial institutions		764,276		19,000		2,789		6,524	
3 Pawnshops									
4 Construction Development, Real Estate Development and other Loans		211,140	9,255			373	5,272		
5 Real Estate Management		841,121				2,435			
6 Construction Companies		543,234		15,382		2,077		4,495	
7 Production and Trade of Construction Materials		111,594		447		597		125	
8 Trade of Consumer Goods and Goods		856,551	3,765	6,849		2,573	689	1,748	
9 Production of Consumer Goods and Goods		103,314		3,554		1,753		595	
10 Production and Trade of Durable Goods		79,811				379			
11 Production and Trade of Clothes, Shoes and Textiles									
12 Trade (Other)		287,033	29,231	7,624		1,225	85	3,155	
13 Other Production		334,239		115,118		871		22,775	
14 Hotels, Tourism		179,887				682			
15 Restaurants		12,510				577			
16 Industry		251,501				1,121			
17 Oil refiners, filling stations gas stations and Retailers		16,850				541			
18 Energy		457,627				1,737			
19 Auto Dealers									
20 HealthCare		817,155		5,889		2,829		2,529	
21 Pharmacy		336,200		21,312		817		2,485	
22 Telecommunication		59,145				781			
23 Service		2,537,178	103,639	14,489		11,887	3,947	3,217	
24 Agriculture		20,455				319			
25 Other		687,141	10,841	15,005		2,523	416	3,854	
26 Assets on which the Sector of repayment source is not accounted for		128,116,461	6,013,489	6,805,835		601,255	305,775	1,325,185	
27 Total		155,522,218	141,955,712	6,476,441	7,185,052	2,383,163	659,567	321,073	1,402,133

Table 25

[illegible]

[illegible]