



OTP BANKA SRBIJA A.D. NOVI SAD

DISCLOSURE OF DATA AND INFORMATION

June 30, 2024

Novi Sad, September 2024

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1. INTRODUCTION

Pursuant to Article 51a of the Law on Banks, Article 24 of the Decision on Disclosure of Data and Information by Banks (hereinafter: the Decision), **OTP banka Srbija a.d. Novi Sad** (hereinafter: the Bank), hereby discloses the following data and information, as at June 30, 2024, related to the following:

- Bank's Capital
- Bank's Capital requirements and Capital Adequacy
- Credit risk mitigation techniques
- Leverage ratio

Pursuant to Article 22 of the Decision, the Bank as an ultimate parent company discloses the information and data on Capital, Capital requirements and Capital Adequacy, Credit risk mitigation techniques and Leverage ratio on the stand-alone and consolidated level.

This document is published on the official web site of the Bank www.otpbanka.rs.

2. BANK'S CAPITAL

Bank discloses following data related to structure of the total capital as of June 30, 2024 on Bank (on individual base) and on Banking group (on consolidated base) level:

Form PI-KAP

(in RSD thousands)

No	Item	Amount on individual base	Amount on consolidated base	
	Common Equity Tier 1: elements			
1	CET1 capital instruments and the related share premium accounts	59,395,644	59,395,644	
1.1.	<i>of which: shares and other capital instruments which fulfil the requirements as laid out in Section 8 of the DCA</i>	56,830,752	56,830,752	Section 7, paragraph 1, item 1) and Section 8
1.2.	<i>of which: relevant share premium with the instruments referred to in item 1.1, i.e. the amount paid above par value of those instruments</i>	2,564,892	2,564,892	Section 7, paragraph 1, item 2)
2	<i>Profit from preceding years free of any future liabilities, to be allocated to CET 1 capital according to the decision of the bank's assembly</i>	-	-	Section 10, paragraph 1
3	Profit of the current year or profit from the preceding year which the bank's assembly still has not decided to allocate in CET 1 capital which fulfil the requirements as laid out in Section 10, paras 2 and 3 on inclusion into CET 1 capital	-	-	Section 10, paras 2 and 3
4	Revaluation reserves and other unrealized gains	153,735	153,156	Section 7, paragraph 1, item 4)
5	Profit reserves and other reserves of the bank, except reserves for general banking risks	40,538,853	40,538,853	Section 7, paragraph 1, item 5)
6	Reserves for general banking risks	-	-	Section 7, paragraph 1, paragraph 6)
7	Non-controlling participations (minority interests) allowed in CET1**	-	-	
8	Common Equity Tier 1 capital before regulatory adjustments and deductibles (sum of rows from 1 to 7)	100,088,232	100,087,653	

No	Item	Amount on individual base	Amount on consolidated base	
Common Equity Tier 1 capital: regulatory adjustments and deductibles				
9	Additional value adjustments (-)	35,737	35,737	Section 12, paragraph 5
10	Intangible assets, including goodwill (net of deferred tax liabilities) (-)	1,430,983	1,619,414	Section 13, paragraph 1, item 2)
11	Deferred tax assets that rely on future profitability of the bank, excluding those arising from temporary differences (net of related deferred tax liability where the conditions referred to in Section 14, paragraph 1 of the DCA are met)	-	-	Section 13, paragraph 1, item 3)
12	Fair value reserves related to gains or losses on cash flow hedges of financial instruments that are not valued at fair value, including projected cash flows	-	-	Section 12, paragraph 1, item 1)
13	IRB Approach: Negative amount of difference resulting from the calculation in accordance with Section 134 of the DCA (-)	-	-	Section 13, paragraph 1, item 4)
14	Any increase in equity that results from securitisation exposures (-)	-	-	Section 11
15	Gains or losses on bank's liabilities valued at fair value resulting from changes in own credit standing	-	-	Section 12, paragraph 1, item 2))
16	Defined benefit pension fund assets on the balance sheet of the bank(-)	-	-	Section 13, paragraph 1, item 5)
17	Direct, indirect and synthetic holdings by a bank of own Common Equity Tier 1 instruments, including own CET 1 instruments that a bank is under an actual or contingent obligation to purchase by virtue of an existing contractual obligation (-)	-	-	Section 13, paragraph 1, item 6)
18	Direct, indirect and synthetic holdings of the CET 1 instruments of financial sector entities where those entities have a reciprocal cross holding with the bank, designed to inflate artificially the capital of the bank (-)	-	-	Section 13, paragraph 1, item 7)
19	Applicable amount of direct, indirect and synthetic holdings by the bank of the CET1 instruments of financial sector entities where the bank does not have a significant investment in those entities (-)	-	-	Section 13, paragraph 1, item 8)
20	Applicable amount of direct, indirect and synthetic holdings of the CET1 instruments of financial sector entities where the bank has a significant investment in those entities (-)	-	-	Section 13, paragraph 1, item 9)
21	Exposure amount of the following items which qualify for a risk weight of 1.250%, where the bank deducts that exposure amount from the amount of CET1 items as an alternative to applying a risk weight of 1.250%	-	-	Section 13, paragraph 1, item 11)
21.1	of which: holdings in entities outside the financial sector in the amount of over 10% of capital of those entities, i.e. holdings that allow exerting a significant impact on managing of a legal entity or on the business policy of that legal entity (-)	-	-	Section 13, paragraph 1, item 11), indent one
21.2	of which: securitisation positions (-)	-	-	Section 13, paragraph 1, item 11), indent two
21.3	of which: free deliveries (-)	-	-	Section 13, paragraph 1, item 11), indent three
22	Deferred tax assets that rely on the bank's future profitability arising from temporary differences (amount above 10% of bank's CET1 capital referred to in Section 21, paragraph 2, reduced by the amount of related tax liabilities where the requirements referred to in Section 14, paragraph 1 of the DCA are met (-)	-	-	Section 21, paragraph 1, item 1)
23	Sum of deferred tax assets and holdings of financial sector entities where the bank has a significant investment referred to in Section 21, paragraph 1 of the DCA in such entities, which exceeds the threshold referred to in Section 21, paragraph 3 of the DCA (-)	-	-	Section 21, paragraph 1
23.1	of which: Direct, indirect and synthetic holdings of the CET1 instruments of financial sector entities where the bank has a significant investment in those entities	-	-	Section 21, paragraph 1, item 2)
23.2	of which: Deferred tax assets arising from temporary differences	-	-	Section 21, paragraph 1, item 1)
24	Losses for the current and previous years, and unrealised losses (-)	-	-	Section 13, paragraph 1, item 1)
25	Any tax charge relating to CET1 elements foreseeable at the moment of its calculation, except where the bank suitably adjusts the amount of CET1 elements insofar as such tax charges reduce the amount up to which those items may be used to cover risks or losses (-)	-	-	Section 13, paragraph 1, item 12)

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No	Item	Amount on individual base	Amount on consolidated base	
26	Amount of items required to be deducted from the bank's Additional Tier 1 items that exceeds Additional Tier 1 capital of the bank (-)	-	-	Section 13, paragraph 1, item 10)
	Gross amount of receivables from debtors-individuals (except farmers and entrepreneurs) on the basis of approved consumer loans, cash loans or other loans shown on accounts 102, 107, and 108 in accordance with the decision prescribing the chart of accounts and the contents of the accounts framework for banks where the degree of credit indebtedness of that debtor before the loan was approved was higher than the percentage determined in accordance with the decision regulating the classification of balance sheet assets and off-balance sheet items of the bank or this percentage will be higher due to loan approval (-)	40,849	40,849	Section 13, paragraph 1, item 13)
	Gross amount of receivables from debtors-individuals (except farmers and entrepreneurs) on the basis of approved consumer loans, cash loans or other loans, which are shown on accounts 102,107 and 108 in accordance with the decision prescribing the Chart of Accounts and the contents of accounts in the Chart of Accounts for banks, which on the basis of the agreed maturity criteria meet the condition for the application of the deductible item from the share capital prescribed by the decision determining the capital adequacy of the bank (-)	233,433	233,433	Section 13, paragraph 1, item 13)
27	Amount of required reserve for estimated losses on balance-sheet assets and off-balance sheet items of the bank			Section 13, paragraph 1, item 13)
28	Total regulatory adjustments and deductibles from CET1 capital (sum of rows from 9 to 27)	1,741,002	1,929,433	
29	Common Equity Tier 1 capital (difference between 8 and 28)	98,347,230	98,158,220	
Additional Tier 1 capital: elements				
30	Shares and other capital instruments which fulfil the requirements as laid out in Section 23 of the DCA and related share premium	-	-	Section 22, paragraph 1, items 1) and 2)
31	Capital instruments issued by subsidiaries, which are recognised as Additional Tier 1 capital**	-	-	
32	Additional Tier 1 capital before deductibles (30+31)	-	-	
Additional Tier 1 capital: deductibles				
33	Direct, indirect and synthetic holdings by a bank of own Additional Tier 1 instruments, including the instruments that a bank is obliged to purchase as a result of existing contractual obligations (-)	-	-	Section 26, paragraph 1, item 1)
34	Direct, indirect and synthetic holdings by a bank of the Additional Tier 1 instruments of financial sector entities with which the bank has reciprocal cross holdings, designed to inflate artificially the capital of the bank (-)	-	-	Section 26, paragraph 1, item 2)
35	Applicable amount of direct, indirect and synthetic holdings by a bank of the Additional Tier 1 instruments of financial sector entities where the bank does not have a significant investment in those entities (-)	-	-	Section 26, paragraph 1, item 3)
36	Direct, indirect and synthetic holdings by a bank of the Additional Tier 1 instruments of financial sector entities where the bank has a significant investment in those entities, excluding underwriting positions held for five working days or fewer (-)	-	-	Section 26, paragraph 1, item 4)
37	Amount of items required to be deducted from Tier 2 items that exceed the Tier 2 capital of the bank (-)	-	-	Section 26, paragraph 1, item 5)
38	Total deductibles from Additional Tier 1 capital (sum of rows from 33 to 37)	-	-	
39	Additional Tier 1 capital (difference between 32 and 38)	-	-	
40	Tier 1 capital (sum of rows 29 and 39)	98,347,230	98,158,220	
Tier 2: elements				
41	Shares and other instruments of Tier 2 and subordinated liabilities, which met the conditions from section 28 OAK and related share premium with the instruments	14,243,312	14,243,312	Section 27, paragraph 1, item 1 and 2)
42	Capital instruments issued by subsidiaries, which are recognised as Tier 2 capital**	-	-	
43	Credit risk adjustments that meet the requirements for the inclusion in Tier 2 capital	-	-	Section 27, paragraph 1, items 3) and 4)
44	Tier 2 capital before deductibles (sum of rows from 41 to 43)	14,243,312	14,243,312	
Tier 2 capital: deductibles				
45	Direct, indirect and synthetic holdings by a bank of own Tier 2 instruments and subordinated liabilities, including instruments that the bank is obliged to purchase as a result of existing contractual obligations (-)	-	-	Section 30, paragraph 1, item 1)

No	Item	Amount on individual base	Amount on consolidated base	
46	Direct, indirect and synthetic holdings of the Tier 2 instruments and subordinated liabilities of financial sector entities with which the bank has reciprocal cross holdings, designed to inflate artificially the capital of the bank (-)	-	-	Section 30, paragraph 1, item 2)
47	Applicable amount of direct, indirect and synthetic holdings of the Tier 2 instruments and subordinated liabilities of financial sector entities where a bank does not have a significant investment in those entities (-)	-	-	Section 30, paragraph 1, item 3)
48	Direct, indirect and synthetic holdings by the bank of the Tier 2 instruments and subordinated liabilities of financial sector entities where the bank has a significant investment in those entities, excluding underwriting positions held for fewer than five working days (-)	-	-	Section 30, paragraph 1, item 4)
49	Total deductibles from Tier 2 capital (sum of rows from 45 to 48)	-	-	
50	Tier 2 capital (difference between 44 and 49)	14,234,312	14,243,312	
51	Total capital (sum of rows 40 and 50)	112,590,542	112,401,532	
52	Total risk-weighted assets	495,122,565	512,610,937	Section 3, paragraph 2
Capital adequacy ratios and capital buffers				
53	Common Equity Tier 1 capital ratio (%)	19.86%	19.15%	Section 3, paragraph 1, item 1)
54	Tier 1 capital ratio (%)	19.86%	19.15%	Section 3, paragraph 1, item 2)
55	Total capital ratio (%)	22.74%	21.93%	Section 3, paragraph 1, item 3)
56	Total requirements for capital buffers (%)	6.70%	6.78%	Section 433
57	Common Equity Tier 1 capital available for capital buffers coverage (%)	9.28%	8.57%	

In following table, additional value adjustments and deductibles from capital by type and amount included in capital calculation are presented:

	Amount on individual base	Amount on consolidated base
Common Equity Tier 1 capital		
Additional value adjustments of Common Equity Tier 1 Capital	35,737	35,737
(-) Additional value adjustments	35,737	35,737
Deductibles from Common Equity Tier 1 Capital	1,705,265	1,893,696
(-) Unrealized losses		
(-) Intangible assets, including goodwill (net of deferred tax liabilities)		
(-) Goodwill included in the measurement of significant investment		93,765
(-) Gross amount of receivables from debtors-individuals (except farmers and entrepreneurs) on the basis of approved consumer loans, cash loans or other loans shown on accounts 102, 107, and 108 in accordance with the decision prescribing the chart of accounts and the contents of the accounts framework for banks where the degree of credit indebtedness of that debtor before the loan was approved was higher than the percentage determined in accordance with the decision regulating the classification of balance sheet assets and off-balance sheet items of the bank or this percentage will be higher due to loan approval (-)	40,849	40,849
(-) Gross amount of receivables from debtors-individuals (except farmers and entrepreneurs) on the basis of approved consumer loans, cash loans or other loans, which are shown on accounts 102, 107 and 108 in accordance with the decision prescribing the Chart of Accounts and the contents of accounts in the Chart of Accounts for banks, which on the basis of the agreed maturity criteria meet the condition for the application of the deductible item from the share capital prescribed by the decision determining the capital adequacy of the bank (-)	233,433	233,433
Additional Tier 1 capital		
Deductibles from Additional Tier 1 capital	-	-
Tier 2 capital		
Deductibles from Tier 2 capital	-	-

In accordance to Decision on Bank's capital adequacy, as of June 30, 2024 Common Equity Tier 1 Capital was reduced for additional value adjustments that relates to additional adjustment of assets measured at fair value in accordance to articles from 315 to 318. of Decision on Bank's capital adequacy in amount of 35,737 thousand dinars on both standalone and consolidated basis.

Total amount of investments in the CET1 instruments in financial sector entities in which the Bank and the Banking group, in accordance to Decision on Bank's capital adequacy, does not has a significant investment in those entities amounted to 237,389 thousand dinars are not deductibles from capital considering that amount of these investments are below prescribed limit of 10% of adjusted Common Equity Tier 1 capital amounted to 9,834,723 thousand dinars on standalone base, and 9,815,822 thousand dinars on consolidated base, as of June 30, 2024.

Total amount of investments in CET1 instruments in financial sector entities in which the Bank has a significant investment is 1,019,925 thousand dinars on individual base and 231,696 thousand dinars on consolidated base are not a deductible item from Common Equity Tier 1 Capital because they don't exceed the prescribed limit of 10% of the adjusted Common Equity Tier 1 Capital of the Bank, amounted to 9,834,723 thousand dinars on individual base and 9,815,822 thousand dinars on consolidated base, as of June 30, 2024.

The sum of the total investments in the CET1 instruments in financial sector entities in which the Bank, in accordance to Decision on Bank's capital adequacy, has a significant investment in those entities and total deferred tax assets depending of future profitability and arising from temporary difference as of June 30, 2024 amounted to 1,019,925 thousand dinars on individual base and 231,696 thousand dinars on consolidated base are not deductibles items from capital considering that this amount are below prescribed limit of 17.65% of adjusted Common Equity Tier 1 capital amounted to 17,178,269 thousand dinars on individual base, and 17,284,032 thousand dinars on consolidated base as of June 30, 2024.

Description of the basic characteristics of all the elements to be included in the calculation of capital:

No	Instrument features	Description	Description	Description
1.	Issuer	OTP banka Srbija AD Novi Sad	OTP Financing Malta Company Ltd	OTP BANK PLC Budapest
1.1.	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	RSKULBE40207		
	<i>Regulatory treatment</i>			
2.	Treatment in accordance with the Decision on Capital Adequacy of Banks	CET1 capital instrument	Tier 2 capital instrument	Tier 2 capital instrument
3.	Eligible at solo/(sub-)consolidated/ solo&(sub-) consolidated	Individual and group level	Individual and group level	Individual and group level
4.	Instrument type	Common shares	Subordinated debt issued in the form of a financial instrument	Subordinated debt issued in the form of a financial instrument
5.	Amount recognised in regulatory capital (in RSD thousand, as of most recent reporting date)	56,830,752	11,317,087	2,926,225
6.	Nominal amount of instrument	49,540	11,317,087	2,926,225
6.1.	Issue price	At the 25th issue, by decision of the Bank's Assembly from 12.12.2011. the emission price was set at RSD 168,960	/	/
6.2.	Redemption price	At the 25th issue – RSD 168,960	/	/
7.	Accounting classification	Share capital	Liabilities – amortised value	Liabilities – amortised value
8.	Original date of issuance	27.04.2007. 10.12.2010. 29.09.2011. 12.12.2011. 13.03.2012. 15.01.2014. 21.12.2016. 14.12.2017. 26.03.2019. 29.04.2021. 14.09.2021.	31.10.2018. 28.12.2018. 18.12.2020. 12.03.2021. 20.12.2021.	23.12.2009.

9.	Perpetual or dated	without maturity date	with maturity date	with maturity date
9.1.	Original maturity date	without maturity date	31.10.2028. 30.04.2032. 18.12.2030. 12.03.2031. 20.12.2031.	23.12.2032.
10.	Issuer call subject to prior supervisory approval	No	No	No
10.1.	Optional call date, contingent call dates and redemption amount	/	/	/
10.2.	Subsequent call dates, if applicable	/	/	/
	<i>Coupons / dividends</i>		/	/
11.	Fixed or floating dividend/coupon	Variable	/	/
12.	Coupon rate and any related index	/	/	/
13.	Existence of a dividend stopper	/	/	/
14.1.	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Fully discretion right by Bank's assembly	/	/
14.2.	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Fully discretion right by Bank's assembly	/	/
15.	Existence of step up or other incentive to redeem	No	/	/
16.	Noncumulative or cumulative dividend/coupon	Non-cumulative	/	/
17.	Convertible or non-convertible	Inconvertible	/	/
18.	If convertible, conversion trigger(s)	/	/	/

19.	If convertible, fully or partially	/	/	/
20.	If convertible, conversion rate	/	/	/
21.	If convertible, mandatory or optional conversion	/	/	/
22.	If convertible, specify instrument type convertible into	/	/	/
23.	If convertible, specify issuer of instrument it converts into	/	/	/
24.	Write-down features	No, according to Issue decision	/	/
25.	If write-down, write-down trigger(s)	/	/	/
26.	If write-down, full or partial	/	/	/
27.	If write-down, permanent or temporary	/	/	/
28.	If temporary write-down, description of write-up mechanism	/	/	/
29.	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Subordinated liabilities	/	/
30.	Non-compliant transitioned features	No	No	No
31.	If yes, specify non-compliant features	/	/	/

Information on connecting capital position from the balance sheet positions with the positions from the form PI-KAP:

Form PI-UPK

The breakdown of the elements in the balance sheet

(in RSD thousands)

Position mark	Position name	Amount on individual base	Amount on consolidated base	Reference
A	ASSETS			
A.I	Cash and assets at central bank	152,113,003	152,113,003	
A.II	Pledged financial assets	888,977	888,977	
A.III	Receivables under derivatives	358,077	358,077	
A.IV	Securities	35,093,519	35,093,519	
A.V	Loans and receivables from banks and other financial organisations	92,962,654	91,417,964	
A.VI	Loans and receivables from clients	563,500,603	590,908,992	
A.IX	Investments in associated companies and joint ventures	231,696	512,032	
A.X	Investments into subsidiaries	755,514	-	
A.XI	Intangible investments	1,430,983	1,619,414	k
A.XII	Property, plant and equipment	11,893,187	11,908,970	
A.XIII	Investment property	229,351	247,795	
A.XIV	Current tax assets	1,103,357	1,103,357	
A.XV	Deferred tax assets	214,742	216,525	
A.XVI	Permanent assets intended to sale and assets of operation which is to be terminated	4,955	14,147	
A.XVII	Other assets	4,646,621	5,335,288	
A.XX	TOTAL ASSETS	865,427,239	891,738,060	
P	LIABILITIES			
PO	LIABILITIES			
PO.I	Liabilities under derivatives	285,050	285,050	
PO.II	Deposits and other liabilities to banks, other financial organisations and central bank	145,621,825	169,313,612	
PO.III	Deposits and other financial liabilities to clients	576,042,700	576,042,700	
PO.VII	Subordinates liabilities	20,599,568	20,599,568	
	<i>Of which subordinated liabilities that are included in Tier 2 capital</i>	14,243,312	14,243,312	j
PO.VIII	Provisions	3,290,335	3,273,629	
PO.X	Current tax liabilities	-	-	
PO.XI	Deferred tax liabilities	408,248	410,125	
PO.XII	Other liabilities	5,497,519	6,096,175	
PO.XIII	TOTAL LIABILITIES	751,745,245	776,020,859	
	CAPITAL			
PO.XIV	Equity capital	59,395,644	59,395,644	
	<i>Out of that: paid-in shares, excluding cumulative preference shares</i>	56,830,752	56,830,752	a
	<i>Out of that: share premium</i>	2,564,892	2,564,892	b
PO.XVI	Profit	13,343,283	14,940,910	
	<i>Out of that: profit from previous years</i>	-	1,204,687	
	<i>Out of that: profit from current year</i>	13,343,283	13,736,223	
PO.XVII	Loss	-	-	
PO.XVIII	Reserves	40,943,067	41,092,858	
	<i>Out of that: profit reserves that are an element of CET1</i>	40,538,853	40,538,853	f
	<i>Out of that: revaluations reserve and other unrealized gains that are an element of share CET1 capital</i>	153,735	153,156	h
	<i>Out of that: unrealized losses that are an deductible item of CET1 capital</i>	-	-	e
PO.XX	Participation without the right of control	-	287,789	
PO.XXI	TOTAL CAPITAL	113,681,994	115,717,201	
PO.XXII	TOTAL CAPITAL SHORTFALL	-	-	
P.	TOTAL LIABILITIES	865,427,239	891,738,060	
V.P.	OFF BALANCE POSITIONS			
V.P.A.	Off-balance assets	675,066,706	669,226,504	
V.P.P.	Off-balance liabilities	675,066,706	669,226,504	

Form PI-KAP

Connecting positions articulated in the balance sheet and position in the PI-KAP form

(in RSD thousands)

Serial No.	Name	Amount on individual base	Amount on consolidated base	Data source in accordance to references
	Common Equity Tier 1: elements			
1	CET1 capital instruments and the related share premium accounts	59,395,644	59,395,644	
1.1.	<i>of which: shares and other capital instruments which fulfil the requirements as laid out in Section 8 of the DCA</i>	56,830,752	56,830,752	a
1.2.	<i>of which: relevant share premium with the instruments referred to in item 1.1, i.e. the amount paid above par value of those instruments</i>	2,564,892	2,564,892	b
4.	Revaluation reserves and other unrealised gains	153,735	153,156	h
5.	Profit reserves and other reserves of the bank, except reserves for general banking risks	40,538,853	40,538,853	f
8	Common Equity Tier 1 capital before regulatory adjustments and deductibles (sum of rows from 1 to 7)	100,088,232	100,087,653	
	Common Equity Tier 1 capital: regulatory adjustments and deductibles			
9	Additional value adjustments (-)	35,737	35,737	
10	Intangible assets, including goodwill (net of deferred tax liabilities) (-)	1,430,983	1,619,414	k
24	Losses for the current and previous years, and unrealised losses (-)	-	-	e
25	Gross amount of receivables from the borrower – natural person (other than a farmer or an entrepreneur) arising from extended consumer, cash or other loans disclosed in accounts 102, 107 and 108 in accordance with the decision prescribing the Chart of Accounts and contents of accounts in the Chart of Accounts for Banks 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 (-)	40849	40,849	
26	Gross amount of receivables from the borrower – natural person (other than a farmer or an entrepreneur) arising from extended consumer, cash or other loans, other than the loans disclosed under item 1.1.1.27 of this Form, disclosed in accounts 102, 107 and 108 in accordance with the decision prescribing the Chart of Accounts and contents of accounts in the Chart of Accounts for Banks, which under the criterion agreed maturity qualify for the deduction from Common Equity Tier 1 prescribed by the decision governing bank capital adequacy (-)	233,433	233,433	
28	Total regulatory adjustments and deductibles from CET1 capital (sum of rows from 9 to 27)	1,741,002	1,929,433	
29	Common Equity Tier 1 capital (difference between 8 and 28)	98,347,230	98,158,220	

	Additional Tier 1 capital: elements			
32	Additional Tier 1 capital before deductibles (30+31)	-	-	
	Additional Tier 1 capital: deductibles			
38	Total deductibles from Additional Tier 1 capital (sum of rows from 33 to 37)	-	-	
39	Additional Tier 1 capital (difference between 32 and 38)	-	-	
40	Tier 1 capital (sum of rows 29 and 39)	98,347,230	98,158,220	
	Tier 2: elements			
41	Shares and other instruments of Tier 2 and subordinated liabilities, which met the conditions from section 28 OAK and related share premium with the instruments	14,243,312	14,243,312	j
44	Tier 2 capital before deductibles (sum of rows from 41 to 43)	14,243,312	14,243,312	
	Tier 2 capital: deductibles			
49	Total deductibles from Tier 2 capital (sum of rows from 45 to 48)	-	-	
50	Tier 2 capital (difference between 44 and 49)	14,243,312	14,243,312	
51	Total capital (sum of rows 40 and 50)	112,590,542	112,401,532	
52	Total risk-weighted assets	495,122,565	512,610,937	
	Capital adequacy ratios and capital buffers			
53	Common Equity Tier 1 capital ratio (%)	19.86%	19.15%	
54	Tier 1 capital ratio (%)	19.86%	19.15%	
55	Total capital ratio (%)	22.74%	21.93%	
56	Total requirements for capital buffers (%)	6.70%	6.78%	
57	Common Equity Tier 1 capital available for capital buffers coverage (%)	9.28%	8.57%	

The Bank, as the ultimate parent company, applies the same method and scope of consolidation in the consolidated balance sheet made both for the control of the banking group on a consolidated basis and in accordance with International Accounting Standards and International Financial Reporting Standards. Accordingly, there are no differences between the consolidated balance sheet prepared for the purposes of control of the Banking Group on a consolidated basis and the position of the balance sheet prepared in accordance with International Accounting Standards and International Financial Reporting Standards.

3. CAPITAL ADEQUACY

Quantitative information on the amounts of capital requirements are presented in the table below:

(in RSD thousands)

No	Name	Amount on individual base	Amount on consolidated base
I	CAPITAL	112,590,542	112,401,532
1.	TOTAL COMMON EQUITY TIER 1 CAPITAL	98,347,230	98,158,220
3.	TIER 2 CAPITAL	14,243,312	14,243,312
II	CAPITAL REQUIREMENTS	39,609,805	41,008,875
1.	CAPITAL REQUIREMENT FOR CREDIT RISK, COUNTERPARTY RISK, DILUTION RISK AND SETTLEMENT/DELIVERY RISK TO FREE DELIVERIES	34,345,265	35,495,474
1.1.	Standardised Approach (SA)	34,345,265	35,495,474
1.1.2.	<i>Exposures to territorial autonomies or local government units</i>	258,171	270,910
1.1.3.	<i>Exposure to public administrative bodies</i>	25,998	25,998
1.1.6.	<i>Exposures to banks</i>	246,551	253,982
1.1.7.	<i>Exposures to companies</i>	15,500,768	15,523,106
1.1.8.	<i>Retail exposures</i>	10,019,606	11,131,724
1.1.9.	<i>Exposures secured by mortgages on immovable property</i>	6,637,329	6,637,329
1.1.10.	<i>Exposures in default</i>	449,383	480,349
1.1.16.	<i>Equity exposures</i>	199,680	104,623
1.1.17.	<i>Other items</i>	1,007,780	1,067,453
3	CAPITAL REQUIREMENT FOR MARKET RISKS	244,325	324,114
3.1.	Capital requirements for position, foreign exchange risk and commodities risk calculated under the Standardised Approach	244,325	324,114
3.1.1.	<i>Capital requirement for position risk of debt securities</i>	35,823	35,823
3.1.4.	<i>Capital requirement for foreign exchange risk</i>	208,502	288,291
4	CAPITAL REQUIREMENTS FOR OPERATIONAL RISK	4,987,701	5,156,773
4.1.	Capital requirement for operational risk calculated under the Basic Indicator Approach	4,987,701	5,156,773
5.	CAPITAL REQUIREMENTS FOR CVA RISK	32,514	32,514
5.1	Capital requirements for CVA risk	32,514	32,514
III	COMMON EQUITY TIER 1 CAPITAL RATIO (%)	19.86%	19.15%
IV	TIER 1 CAPITAL RATIO (%)	19.86%	19.15%
V	TOTAL CAPITAL RATIO (%)	22.74%	21.93%

4. CREDIT RISK MITIGATION TECHNIQUES

(thousands of RSD)

Exposure classes	Gross exposure	Impairments and required reserves	Net exposure	Non-material credit protection instruments	Material credit protection instruments	Net exposure after applying credit protection	Capital requirement
Exposure to states and central banks	261,065,510	91,562	260,973,948	-	-	292,151,672	-
Exposure to territorial autonomies and local-self-government units	3,271,988	16,974	3,255,014	-	-	3,255,014	258,171
Exposures to public administrative bodies	1,625,028	170	1,624,858	-	-	1,624,858	25,998
Exposures to the International Development Bank	4,862,191	-	4,862,191	-	-	4,981,200	-
Exposure to banks	36,059,063	14,801	36,044,262	426	-	37,599,305	246,551
Exposure to enterprises	415,313,397	5,289,985	410,023,412	32,391,074	3,260,926	374,371,413	15,500,767
Exposure to private individuals	202,462,085	2,343,667	200,118,418	434,046	959,248	198,725,124	10,019,606
Exposure secured by mortgages over immovable	199,857,550	1,503,562	198,353,988	15,137	360,960	197,977,891	6,637,329
Due outstanding receivables	24,521,968	13,992,015	10,529,953	11,519	17,764	10,500,670	449,383
High risk exposures	-	-	-	-	-	-	-
Exposure to equity investments	1,047,894	32,715	1,015,179	-	-	1,015,179	199,679
Other exposures	299,396,257	12,441,359	286,954,898	-	-	291,553,797	1,007,780
Total	1,449,482,932	35,726,810	1,413,756,121	32,852,202	4,598,898	1,413,756,123	34,345,264

5. LEVERAGE RATIO

Name	Bank	Banking group
Exposures based on repo and reverse repo transactions, securities trade lending transactions, securities or goods borrowing and lending agreements and transactions with a long settlement period	8,673,093	8,673,093
Current derivative exposures in case the bank uses the current exposure method in accordance with the decision regulating the capital adequacy of the bank	357,996	357,996
Potential derivative exposures in case the bank uses the current exposure method in accordance with the decision regulating the capital adequacy of the bank	482,077	482,077
Off-balance exposures classified as low risk (with a conversion factor of 10%)	14,319,412	14,190,981
Off-balance exposures classified as moderate risk (with a conversion factor of 20%)	9,777,506	9,777,506
Off-balance exposures classified as medium risk (with a conversion factor of 50%)	14,564,319	14,564,319
Off-balance exposures classified in the high risk category (with a conversion factor of 100%)	7,910,162	1,472,467
Other exposures	784,173,817	810,484,638
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	(6,889,021)	(7,077,452)
Total amount of exposure for the calculation of the leverage indicator	833,369,361	852,925,626
Share capital in accordance with the decision regulating the capital adequacy of the bank	98,347,230	98,158,220
Leverage ratio	11.80%	11.51%