

**Balance sheet**

Item	EUR'000			
	Reporting period		Previous reporting period	
	31.03.2018 <i>Unaudited</i>		31.12.2017 <i>Audited</i>	
	Group	Bank	Group	Bank
Cash and balance with central banks	78 900	78 900	81 153	81 153
Demand deposits with credit institutions	11 769	11 769	8 394	8 394
Financial assets held for trading	-	-	76	76
Financial assets designated at fair value through profit or loss	-	-	-	-
Available for sale financial assets	3 619	3 619	3 623	3 623
Loans and receivables	45 459	65 206	48 946	69 495
Held to maturity investments	17 129	17 129	18 740	18 740
Interest risk portfolio of shares in the fair value changes	-	-	-	-
Deferred expense and accrued income	985	801	887	868
Fixed assets	30 871	30 843	31 355	31 319
Investment Property	2 717	2 717	2 732	2 732
Intangible assets	3 115	3 110	3 016	3 011
Investments in subsidiaries and associates	-	20	-	20
Deferred tax asset	158	153	158	153
Other assets	23 337	6 533	24 256	6 586
<b>Total assets</b>	<b>218 059</b>	<b>220 800</b>	<b>223 336</b>	<b>226 170</b>
Due to central banks	-	-	-	-
Due on demand to credit institutions	3 898	3 898	1 614	1 614
Financial liabilities held for trading	-	-	276	276
Financial liabilities at fair value through profit or loss	-	-	-	-
Financial liabilities carried at amortized cost	166 205	166 284	170 557	170 650
Financial assets resulting from transfer of financial liabilities	-	-	-	-
Interest risk portfolio of shares in the fair value changes	-	-	-	-
Deferred income and accrued expenses	1 903	1 918	2 795	2 803
Provisions	1 799	1 703	1 299	1 275
Tax liabilities	-	-	-	-
Other liabilities	3 747	3 553	3 865	3 601
<b>Total liabilities</b>	<b>177 552</b>	<b>177 356</b>	<b>180 406</b>	<b>180 219</b>
Equity	40 507	43 444	42 930	45 951
<b>Total liabilities and equity</b>	<b>218 059</b>	<b>220 800</b>	<b>223 336</b>	<b>226 170</b>
<b>Off-balance sheet items</b>				
Contingent liabilities	498	498	512	512
Commitments to customers	3 217	3 219	3 191	3 194
Assets under management	16 259	16 259	20 111	20 111

**Income statement**

EUR'000

Item	Reporting period		Previous reporting period	
	31.03.2018		31.03.2017	
	<i>Unaudited</i>		<i>Unaudited</i>	
	Group	Bank	Group	Bank
Interest income	935	982	1 462	1 513
Interest expenses	( 640)	( 640)	( 796)	( 796)
<b>Net interest income</b>	<b>295</b>	<b>342</b>	<b>666</b>	<b>717</b>
Dividend income	4	4	3	3
Commission income	829	827	993	991
Commission expenses	( 210)	( 201)	( 205)	( 200)
Net realized profit/loss from financial assets held at amortized value	-	-	-	-
Net realized profit/loss from available-for-sale investments	-	-	-	-
Net realized profit/loss from held-for-trading investments	-	-	-	-
Net income from financial instruments carried at fair value	-	-	-	-
Net realized profit/loss from hedge accounting	-	-	-	-
Net foreign exchange gains	165	165	392	392
Profit/loss from de recognition of property, plant and equipment, investment property and intangible assets	-	-	-	-
Other income	1 998	786	1 665	953
Other expenses	(1 428)	( 125)	( 670)	( 89)
Administrative expenses	(2 610)	(2 537)	(2 660)	(2 596)
Amortisation	( 647)	( 624)	( 570)	( 566)
Allowance for impairment	1 081	752	( 179)	( 174)
Impairment losses	-	-	-	-
<b>Profit/loss before income tax</b>	<b>( 523)</b>	<b>( 611)</b>	<b>( 565)</b>	<b>( 569)</b>
Income tax	-	-	( 10)	( 10)
<b>Profit for the period</b>	<b>( 523)</b>	<b>( 611)</b>	<b>( 575)</b>	<b>( 579)</b>

### Group Consolidation

Subsidiaries	Registration Number	Address	Business profile	Share, (%)	Voting rights, (%)	Status
SIA "PrivatConsulting"	LV40003586749	Latvia, Riga, Muitas iela 1	PLS	100	100	MS
SIA "Amber Real"	LV40003903721	Latvia, Riga, Muitas iela 1	PLS	100	100	MS
SIA "PrivatInvestment"	LV40103316587	Latvia, Riga, Muitas iela 1	PLS	100	100	MS

### Key ratios

Item	Reporting period		Previous reporting period	
	31.03.2018		31.03.2017	
	<i>Unaudited</i>		<i>Unaudited</i>	
	Group	Bank	Group	Bank
Return of equity (ROE) (%)	(5.51)	(5.63)	(4.84)	(3.42)
Return of assets (ROA) (%)	(1.06)	(1.00)	(0.89)	(0.75)

### Leverage ratio

	Leverage ratio calculated as the simple arithmetic mean of the monthly leverage ratio over a quarter	
	Group	Bank
Leverage Ratio -using a fully phased-in definition of Tier 1	15%	16%
Leverage Ratio -using a transitional definition of Tier 1	15%	16%

**Capital base and minimum capital requirement summary**

EUR'000

No.	Item	Reporting period	
		31.03.2018	
		Unaudited	
		Group	Bank
<b>1</b>	<b>Own funds (1.1.+1.2.)</b>	<b>44 635</b>	<b>49 434</b>
1.1.	Tier 1 capital (1.1.1.+1.1.2.)	37 131	41 930
1.1.1.	Common equity Tier 1 capital	37 131	41 930
1.1.2.	Additional Tier 1 capital	-	-
1.2.	Tier 2 capital	7 504	7 504
<b>2</b>	<b>Total risk exposure amount (2.1.+2.2.+2.3.+2.4.+2.5.+2.6.+2.7.)</b>	<b>160 211</b>	<b>159 764</b>
2.1.	Weighted value of risk transactions for credit risk, business partner credit risk, recoverable value depreciation risk, and unpaid delivery risk	120 120	125 077
2.2.	Total value of risk transactions for settlements/deliveries	-	-
2.3.	Total value of risk transactions for position risk, foreign currency risk, and commodity risk	-	-
2.4.	Total value of risk transactions for operating risk	40 091	34 688
2.5.	Total value of risk transactions for credit value correction	-	-
2.6.	Total value of risk transactions related to risk transactions in the investment portfolio	-	-
2.7.	Other risk transaction values	-	-
<b>3</b>	<b>Capital ratios and capital levels</b>		
3.1.	Tier I capital index (1.1.1./2.*100)	23.18%	26.24%
3.2.	Tier I equity capital excess (+)/ deficit (-) (1.1.1.-2.*4.5%)	29 922	34 741
3.3.	Tier I capital index (1.1./2.*100)	23.18%	26.24%
3.4.	Tier I capital excess (+)/ deficit (-) (1.1.-2.*6%)	27 518	32 344
3.5.	Total capital index (1./2.*100)	27.86%	30.94%
3.6.	Total Tier I capital excess (+)/ deficit (-) (1.-2.*8%)	31 819	36 653
<b>4</b>	<b>Combined buffer requirement (4.1.+4.2.+4.3.+4.4.+4.5.)</b>	<b>2.50</b>	<b>2.50</b>
4.1.	Capital maintenance reserve (%)	2.50	2.50
4.2.	Institution-specific countercyclical capital reserve (%)	-	-
4.3.	Systemic risk capital reserve (%)	-	-
4.4.	Capital reserve of a systemic institution (%)	-	-
4.5.	Capital reserve of another systemic institution (%)	-	-
<b>5</b>	<b>Capital ratios due to adjustments</b>		
5.1.	Provisions or assets value correction amount through applying a special policy for equity capital calculation purposes	-	-
5.2.	Tier I equity capital index with the correction value stated in line 5.1	23.18%	26.24%
5.3.	Tier I capital index with the correction value stated in line	23.18%	26.24%
5.4.	Total capital index with the correction value stated in line	27.86%	30.94%

### Liquidity ratio calculation

EUR'000

No.	Item	Reporting period	
		31.03.2018 <i>Unaudited</i>	
		Group	Bank
1	Liquidity buffer	95 028	95 028
2	Total net cash outflows	10 580	10 584
3	Liquidity coverage ratio (%)	898.15%	897.80%

### Risk management

Information on capital and risk management can be found on the website [www.privatbank.lv/en/about/finansovaja-otchetnost/](http://www.privatbank.lv/en/about/finansovaja-otchetnost/) at AS "PrivatBank" Consolidated and Bank Financial Statement for the year 2017 in the Annex 2, as well in the Statement of Information Disclosure for the year 2017.

### Shareholders list

EUR'000

Shareholders	Number of shares	Paid equity	Equity investments, (%)
PJS Commercial Bank "PrivatBank" (Ukraine)	40 191	40 191	46.54%
Privat persons	23 393	23 393	27.09%
Concorde (Bermuda) Limited (Bermuda)	7 967	7 967	9.23%
Wadless Holdings Limited (Cyprus)	7 894	7 894	9.14%
Unimain Holdings Limited (Cyprus)	4 566	4 566	5.29%
Chastely Investments Limited (Belize)	2 338	2 338	2.71%
<b>Total</b>	<b>86 349</b>	<b>86 349</b>	<b>100%</b>

In accordance with the statutes of AS "PrivatBank", the nominal value of a share is EUR 1.00; each share provides one voting right at meetings of shareholders.

## Council and Management Board

### Members of the Supervisory Council of the Bank

Gladkov Dmytro	Chairperson of the Council
Kronic Aleksandar	Deputy Chairperson of the Council
Nelson Stephen John	Member of the Council

### Members of the Management Board of the Bank

Kukic Aleksandar	Chairman of the Board
Rumba Inga	Member of the Board
Jansone Una	Member of the Board
Schoepf Robert Christian	Member of the Board
Matvejeva Kristīna	Member of the Board

## Organisational structure

Information on AS “PrivatBank” structure can be found here:

<http://www.privatbank.lv/en/about/management/>

Information on AS „PrivatBank” branches and cash offices can be found here:

<http://www.privatbank.lv/en/otdeleniya-i-filiali/>

## Business strategy and goals

Information on the business areas and goals of AS “PrivatBank” is available in the Financial Reports section on the website of AS “PrivatBank”:

<http://www.privatbank.lv/en/about/strategy/>

AS "PrivatBank" Separate and Consolidated Financial Statements for the year ended 31 December 2017 with Independent Auditors' Report on pages 112 - 119 (from one hundred twelve to one hundred nineteen):

<http://www.privatbank.lv/en/about/finansovaja-otchetnost/>

## Ratings assigned by rating agencies

18 October 2012 Moody's Investors Service withdrawn all ratings of AS “PrivatBank” by Bank's request.

For more detailed information visit Moody's agency's website <http://www.moodys.com/>