

BACB
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
/unaudited/

	6/30/2018	12/31/2017
	EUR'000	EUR'000
ASSETS		
Cash and balances with the Central Bank	80,132	91,608
Loans and advances to banks	68,303	35,147
Loans and advances to customers	418,492	391,710
Financial assets available-for-sale	-	28,046
Debt instruments at fair value through OCI	25,633	-
Equity instruments at fair value through OCI	804	-
Assets held for sale	15,980	28,069
Investment properties	48,781	37,135
Other assets	7,672	7,096
Financial assets held-to-maturity	-	10,493
Debt instruments at amortised cost	10,543	-
Tangible and intangible assets	4,745	4,839
TOTAL ASSETS	681,085	634,143
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Deposits from banks	4,192	10,783
Deposits from customers	555,509	511,018
Other liabilities	12,566	2,552
Debt securities in issue	2,221	2,775
Other borrowed funds	14,757	15,812
Deferred tax liabilities	49	31
TOTAL LIABILITIES	589,294	542,971
SHAREHOLDERS' EQUITY		
Share capital	12,624	12,624
Share premium	18,944	18,944
Reserves and retained earnings	53,560	52,179
Current year profit	3,403	4,031
Revaluation reserve	3,260	3,394
TOTAL SHAREHOLDERS' EQUITY	91,791	91,172
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	681,085	634,143
OFF-BALANCE SHEET LIABILITIES		
Unutilized commitments on loans	23,316	22,530
Other off-balance sheet liabilities	18,842	16,356
	42,158	38,886

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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

/unaudited/

INCOME	<u>6/30/2018</u> EUR'000	<u>6/30/2017</u> EUR'000
Interest income	10,614	9,770
Interest expense	(2,044)	(2,665)
Net interest income	<u>8,570</u>	<u>7,105</u>
Fee and commission income	1,742	1,417
Fee and commission expense	(155)	(99)
Fee and commission income, net	<u>1,587</u>	<u>1,318</u>
Dividend income	2	3
Gains/(losses) on trading activity	652	422
Gain on financial assets available-for-sale	-	374
Gains/(losses) on financial instruments at fair value through OCI	82	-
Exchange differences, net	(15)	(44)
Other operating income	498	513
Other operating expenses	(392)	(312)
Net operating income before impairment	<u>10,984</u>	<u>9,379</u>
Administrative Expenses	(6,447)	(5,688)
Depreciation and amortization	(305)	(378)
Impairment on financial assets	(776)	(948)
Impairment on non-financial assets	(13)	-
PROFIT BEFORE TAX	<u>3,443</u>	<u>2,365</u>
Tax (expense) / income	(40)	(18)
PROFIT FOR THE PERIOD	<u>3,403</u>	<u>2,347</u>
OTHER COMPREHENSIVE INCOME		
<i>Items that will not be reclassified subsequently to profit or loss</i>		
Fair value changes on equity instruments at fair value through OCI, net of tax	50	-
Gain on revaluation of properties, net of tax	-	-
<i>Items that may be reclassified subsequently to profit or loss</i>		
<i>Net (loss) / gain on financial assets available-for-sale</i>	-	(98)
<i>Debt instruments at fair value through OCI</i>		
Net change in fair value	(163)	-
Changes in allowance for expected credit losses	(8)	-
Reclassification to profit or loss	(74)	-
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	<u>(195)</u>	<u>(98)</u>
TOTAL COMPREHENSIVE INCOME	<u>3,208</u>	<u>2,249</u>

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CONSOLIDATED CASH FLOW STATEMENT
/unaudited/

	6/30/2018 EUR'000	6/30/2017 EUR'000
Cash flows from operating activities		
Profit for the period	3,403	2,347
Adjustments to reconcile net income to net cash provided by operating activities:		
Tax expense	40	18
Impairment on financial assets	828	936
Revaluation / (impairment) on non-financial assets	6	-
Revaluation reserve on A-F-S financial assets, transferred to profit or loss	-	(374)
Revaluation reserve on debt instruments at fair value through OCI, transferred to profit or loss	(82)	-
Net result on disposal of investment properties and fixed assets	18	(305)
Depreciation and amortization	305	378
Changes in operating assets and operating liabilities		
Net change in minimum required reserve and other blocked funds	(13,367)	(4,547)
Net change in loans to customers	(32,481)	(18,034)
(Increase) / decrease in assets held for sale, net	324	3,769
(Increase) / decrease in other assets	1,913	107
Increase in deposits from banks and customers	36,354	71,638
Increase / (decrease) in other liabilities	9,991	(677)
Net cash from / (used in) operating activities before taxes	7,252	55,256
Income tax paid	-	(3)
Net cash from / (used in) operating activities	7,252	55,253
Cash flows from investing activities		
Purchase of financial assets	(2,877)	(5,038)
Proceeds from sale and redemption of financial assets	4,297	7,108
Purchases of tangible and intangible assets	(222)	(89)
Proceeds from sale of tangible and intangible assets	14	-
Purchases of investment properties	(109)	-
Proceeds from sale of investment properties	845	739
Net cash from / (used in) investing activities	1,948	2,720
Cash flows from financing activities		
Repayment of other borrowed funds	(1,060)	(1,056)
Repayment of debt securities outstanding	(550)	(453)
Net cash (used in) / from financing activities	(1,610)	(1,509)
Net effect of exchange rate changes on cash and cash equivalents	734	(865)
Net change in cash and cash equivalents	8,324	55,599
Cash and Cash Equivalents at Beginning of Year	82,640	42,588
Cash and Cash Equivalents at the end of period	90,964	98,187

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the period 01.01.2018 - 30.06.2018
EUR'000

	Share capital	Share premium	Reserves and retained earnings	Profit for the period	Revaluation reserve	Total
Shareholders' equity at 31 December 2016	12,624	18,944	49,116	3,063	3,249	86,996
Transfer to general reserves	-	-	3,063	(3,063)	-	-
Comprehensive income	-	-	-	4,031	145	4,176
Profit for the period	-	-	-	4,031	-	4,031
Other comprehensive income, including:						
Revaluation reserve on A-F-S financial assets, transferred to profit or loss	-	-	-	-	(337)	(337)
Revaluation of securities-available-for sale, net	-	-	-	-	482	482
Shareholders' equity at 31 December 2017	12,624	18,944	52,179	4,031	3,394	91,172
Effect of applying IFRS 9 as of 1 January 2018	-	-	(2,650)	-	61	(2,589)
Shareholders' equity at 1 January 2018, restated	12,624	18,944	49,529	4,031	3,455	88,583
Transfer to general reserves	-	-	4,031	(4,031)	-	-
Comprehensive income	-	-	-	3,403	(195)	3,208
Profit for the period	-	-	-	3,403	-	3,403
Other comprehensive income, including:						
<i>Equity instruments at fair value through OCI</i>						
Net change in fair value	-	-	-	-	50	50
<i>Debt instruments at fair value through OCI</i>						
Net change in fair value	-	-	-	-	(163)	(163)
Changes in allowance for expected credit losses	-	-	-	-	(8)	(8)
Reclassification to profit or loss	-	-	-	-	(74)	(74)
Shareholders' equity at 30 June 2018	12,624	18,944	53,560	3,403	3,260	91,791