

BACB
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
/unaudited/

	12/31/2018	12/31/2017
	EUR'000	EUR'000
ASSETS		
Cash and balances with the Central Bank	118,473	91,608
Loans and advances to banks	34,318	35,147
Loans and advances to customers	463,816	391,710
Financial assets available-for-sale	-	28,046
Debt instruments at fair value through OCI	25,435	-
Equity instruments at fair value through OCI	810	-
Assets held for sale	12,850	28,069
Investment properties	44,588	37,135
Other assets	15,724	7,096
Financial assets held-to-maturity	-	10,493
Debt instruments at amortised cost	10,337	-
Tangible and intangible assets	4,826	4,839
TOTAL ASSETS	731,177	634,143
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Deposits from banks	3,200	10,783
Deposits from customers	604,133	511,018
Other liabilities	8,715	2,552
Debt securities in issue	1,616	2,775
Other borrowed funds	18,708	15,812
Deferred tax liabilities	50	31
TOTAL LIABILITIES	636,422	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	6,462	4,031
Revaluation reserve	3,165	3,394
TOTAL SHAREHOLDERS' EQUITY	94,755	91,172
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	731,177	634,143
OFF-BALANCE SHEET LIABILITIES		
Unutilized commitments on loans	23,185	22,530
Other off-balance sheet liabilities	19,325	16,356
	42,510	38,886

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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

/unaudited/

INCOME	<u>12/31/2018</u> EUR'000	<u>12/31/2017</u> EUR'000
Interest income	22,031	19,910
Interest expense	(3,945)	(5,161)
Net interest income	<u>18,086</u>	<u>14,749</u>
Fee and commission income	3,923	3,134
Fee and commission expense	(392)	(177)
Fee and commission income, net	<u>3,531</u>	<u>2,957</u>
Dividend income	5	5
Gains/(losses) on trading activity	1,151	965
Gain on financial assets available-for-sale	-	374
Gains/(losses) on financial instruments at fair value through OCI	82	-
Exchange differences, net	(38)	(60)
Other operating income	799	963
Other operating expenses	(857)	(723)
Net operating income before impairment	<u>22,759</u>	<u>19,230</u>
Administrative Expenses	(13,710)	(11,907)
Depreciation and amortization	(611)	(703)
Impairment on financial assets	(1,904)	(2,567)
Impairment on non-financial assets	(13)	3
PROFIT BEFORE TAX	<u>6,521</u>	<u>4,056</u>
Tax (expense) / income	(59)	(25)
PROFIT FOR THE PERIOD	<u>6,462</u>	<u>4,031</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	47	-
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>	-	145
<i>Debt instruments at fair value through OCI</i>		
Net change in fair value	(262)	-
Changes in allowance for expected credit losses	(1)	-
Reclassification to profit or loss	(74)	-
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	<u>(290)</u>	<u>145</u>
TOTAL COMPREHENSIVE INCOME	<u>6,172</u>	<u>4,176</u>

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CONSOLIDATED CASH FLOW STATEMENT

/unaudited/

	12/31/2018 EUR'000	12/31/2017 EUR'000
Cash flows from operating activities		
Profit for the period	6,462	4,031
Adjustments to reconcile net income to net cash provided by operating activities:		
Tax expense	59	25
Impairment on financial assets	1,921	2,469
Revaluation / (impairment) on non-financial assets	0	(3)
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	6	(611)
Depreciation and amortization	611	703
Changes in operating assets and operating liabilities		
Net change in minimum required reserve and other blocked funds	(8,113)	(5,691)
Net change in loans to customers	(76,394)	(59,568)
(Increase) / decrease in assets held for sale, net	1,757	6,210
(Increase) / decrease in other assets	(2,715)	(3,375)
Increase in deposits from banks and customers	82,797	90,773
Increase / (decrease) in other liabilities	6,144	(134)
Net cash from / (used in) operating activities before taxes	12,453	34,455
Income tax paid	(8)	(4)
Net cash from / (used in) operating activities	12,445	34,451
Cash flows from investing activities		
Purchase of financial assets	(2,587)	(12,376)
Proceeds from sale and redemption of financial assets	4,297	21,608
Changes in allowance for expected credit losses on debt instruments at fair value through OCI	-	-
Purchases of tangible and intangible assets	(610)	(407)
Proceeds from sale of tangible and intangible assets	14	-
Purchases of investment properties	(143)	-
Proceeds from sale of investment properties	1,494	1,726
Net cash from / (used in) investing activities	2,465	10,551
Cash flows from financing activities		
Proceeds from other borrowed funds	5,000	-
Repayment of other borrowed funds	(2,104)	(2,108)
Proceeds from debt securities	-	-
Repayment of debt securities outstanding	(1,159)	(957)
Net cash (used in) / from financing activities	1,737	(3,065)
Net effect of exchange rate changes on cash and cash equivalents	1,292	(1,885)
Net change in cash and cash equivalents	17,939	40,052
Cash and Cash Equivalents at Beginning of Year	82,640	42,588
Cash and Cash Equivalents at the end of period	100,579	82,640

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the period 01.01.2018 - 31.12.2018
EUR'000

	Share capital	Share premium	Reserves and retained earnings	Profit for the period	Revaluation reserve	Total
<u>Shareholders' equity at 31 December 2016</u>	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
<u>Shareholders' equity at 31 December 2017</u>	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)
<u>Shareholders' equity at 1 January 2018, restated</u>	12,624	18,944	49,529	4,031	3,455	88,583
Transfer to general reserves	-	-	4,031	(4,031)	-	-
Comprehensive income	-	-	-	6,462	(290)	6,172
Profit for the period	-	-	-	6,462	-	6,462
Other comprehensive income, including:						
<i>Equity instruments at fair value through OCI</i>						
Net change in fair value	-	-	-	-	47	47
<i>Debt instruments at fair value through OCI</i>						
Net change in fair value	-	-	-	-	(262)	(262)
Changes in allowance for expected credit losses	-	-	-	-	(1)	(1)
Reclassification to profit or loss	-	-	-	-	(74)	(74)
<u>Shareholders' equity at 31 December 2018</u>	12,624	18,944	53,560	6,462	3,165	94,755