



NATIONAL BANK OF THE REPUBLIC OF MACEDONIA

BANKING SYSTEM INDICATORS

AS OF 31.12.2009

March, 2010

1. Balance sheet - Assets

in millions of denars

| No. | Assets | Large banks | Medium-size banks | Small-size banks | Total |
|----------|--|---------------|-------------------|------------------|---------------|
| 1 | CASH AND BALANCES WITH NBRM | 21,664 | 9,245 | 1,315 | 32,224 |
| | Denar cash | 11,630 | 4,499 | 980 | 17,108 |
| | Foreign currency cash | 1,767 | 832 | 94 | 2,693 |
| | Gold and other precious metals | 0 | 1 | 0 | 1 |
| | Checks and bills of exchange | 10 | 17 | 1 | 29 |
| | Compulsory reserves requirement and compulsory deposits | 8,257 | 3,897 | 239 | 12,393 |
| 2 | FINANCIAL ASSETS HELD FOR TRADING | 582 | 568 | 0 | 1,151 |
| | Denar securities and other financial instruments held for trading | 308 | 119 | 0 | 427 |
| | Foreign currency securities and other financial instruments held for trading | 90 | 325 | 0 | 415 |
| | FX indexed securities and other financial instruments held for trading | 185 | 124 | 0 | 309 |
| 3 | DERIVATIVES HELD FOR TRADING AT FAIR VALUE | 15 | 0 | 0 | 15 |
| | Derivatives held for trading at fair value | 15 | 0 | 0 | 15 |
| 4 | FINANCIAL ASSETS DESIGNATED AT FAIR VALUE THROUGH PROFIT AND | 0 | 0 | 0 | 0 |
| 5 | EMBEDDED DERIVATIVES HELD FOR HEDGING | 0 | 0 | 0 | 0 |
| 6 | FINANCIAL ASSETS HELD-TO-MATURITY | 4,154 | 1,597 | 1,014 | 6,764 |
| | Money market instruments held-to-maturity issued by nonfinancial companies | 0 | 0 | 0 | 0 |
| | Money market instruments held-to-maturity issued by the state | 0 | 0 | 98 | 98 |
| | Money market instruments held-to-maturity issued by the central bank | 697 | 1,543 | 875 | 3,114 |
| | Other debt instruments held-to-maturity issued by the state | 3,151 | 54 | 40 | 3,246 |
| | Other debt instruments held-to-maturity issued by banks and saving houses | 306 | 0 | 0 | 306 |
| | Other debt instruments held-to-maturity issued by other financial institutions | 0 | 0 | 0 | 0 |
| 7 | FINANCIAL ASSETS AVAILABLE FOR SALE | 14,139 | 6,474 | 1,665 | 22,278 |
| | Money market instruments available for sale issued by the state | 5,529 | 2,061 | 284 | 7,873 |
| | Money market instruments available for sale issued by the central bank | 7,405 | 3,889 | 1,329 | 12,622 |
| | Other debt instruments available for sale issued by nonfinancial institutions | 0 | 0 | 0 | 0 |
| | Other debt instruments available for sale issued by the state | 725 | 343 | 7 | 1,075 |
| | Other debt instruments available for sale issued by banks and saving houses | 306 | 0 | 0 | 306 |
| | Other debt instruments available for sale issued by other financial institutions | 0 | 0 | 0 | 0 |
| | Other debt instruments available for sale issued by nonresidents | 0 | 0 | 0 | 0 |
| | Equity instruments available for sale issued by nonfinancial institutions | 4 | 35 | 9 | 48 |
| | Equity instruments available for sale issued by banks and saving houses | 3 | 26 | 1 | 30 |
| | Equity instruments available for sale issued by other financial institutions | 166 | 119 | 35 | 320 |
| | Equity instruments available for sale issued by nonresidents | 2 | 2 | 0 | 4 |
| 8 | PLACEMENTS TO THE CENTRAL BANK | 0 | 0 | 0 | 0 |
| | Deposits with the central bank | 0 | 0 | 0 | 0 |
| 9 | PLACEMENTS TO FINANCIAL INSTITUTIONS (NET) | 23,245 | 6,062 | 4,547 | 33,854 |
| | Accounts with domestic banks (net) | 1,022 | 564 | 368 | 1,954 |
| | Accounts with domestic banks | 1,028 | 565 | 368 | 1,961 |
| | Accumulated amortization and impairment (provisions) of accounts with | -6 | -1 | 0 | -7 |
| | Accounts with foreign banks (net) | 20,995 | 4,280 | 944 | 26,219 |
| | Accounts with foreign banks | 20,995 | 4,285 | 944 | 26,224 |
| | Accumulated amortization and impairment (provisions) of accounts with foreign | 0 | -5 | 0 | -5 |
| | Deposits with financial institutions-nonresidents (net) | 44 | 77 | 2 | 124 |
| | Deposits with financial institutions-nonresidents | 44 | 77 | 2 | 124 |
| | Loans to domestic banks (net) | 230 | 275 | 3,144 | 3,649 |
| | Loans to domestic banks | 230 | 275 | 3,172 | 3,677 |
| | Impairment (provisions) of loans to domestic banks | 0 | 0 | -28 | -28 |
| | Loans to saving houses (net) | 872 | 30 | 0 | 901 |
| | Loans to saving houses | 874 | 30 | 0 | 904 |
| | Accumulated amortization of loans to saving houses | 0 | 0 | 0 | 0 |
| | Impairment (provisions) of loans to saving houses | -2 | 0 | 0 | -2 |
| | Loans to insurance companies (net) | 0 | 0 | 0 | 0 |
| | Loans to insurance companies | 0 | 0 | 0 | 0 |
| | Accumulated amortization of loans to insurance companies | 0 | 0 | 0 | 0 |
| | Impairment (provisions) of loans to insurance companies | 0 | 0 | 0 | 0 |
| | Loans to pension funds (net) | 0 | 0 | 0 | 0 |
| | Loans to pension funds | 0 | 0 | 0 | 0 |
| | Impairment (provisions) of loans to pension funds | 0 | 0 | 0 | 0 |
| | Loans to other financial institutions (net) | 8 | 45 | 3 | 56 |
| | Loans to other financial institutions | 8 | 60 | 4 | 71 |
| | Accumulated amortization of loans to other financial institutions | 0 | 0 | 0 | 0 |
| | Impairment (provisions) of loans to other financial institutions | 0 | -14 | 0 | -15 |
| | Loans to financial institutions - nonresidents (net) | 0 | 745 | 73 | 818 |
| | Loans to financial institutions - nonresidents | 0 | 745 | 73 | 818 |
| | Impairment (provisions) of loans to financial institutions - nonresidents | 0 | 0 | -1 | -1 |
| | Factoring and forfeiting receivables from financial institutions - nonresidents (net) | 22 | 0 | 0 | 22 |
| | Factoring and forfeiting receivables from financial institutions - nonresidents | 23 | 0 | 0 | 23 |
| | Accumulated amortization of factoring and forfeiting receivables from financial | 0 | 0 | 0 | 0 |
| | Impairment (provisions) of factoring and forfeiting receivables from financial institutions - nonresidents | -1 | 0 | 0 | -1 |
| | Overdrafts of financial institutions - nonresidents (net) | 0 | 0 | 0 | 0 |
| | Overdrafts of financial institutions - nonresidents | 0 | 0 | 0 | 0 |
| | Suspicious and contested claims from financial institutions (net) | 52 | 46 | 13 | 111 |
| | Suspicious and contested claims from financial institutions | 77 | 68 | 117 | 263 |
| | Impairment (provisions) of suspicious and contested claims from financial | -25 | -23 | -104 | -152 |

| | | | | | |
|-----------|---|----------------|---------------|---------------|----------------|
| 10 | PLACEMENTS TO NONFINANCIAL ENTITIES (NET) | 109,591 | 44,730 | 2,807 | 157,128 |
| | <i>Loans to nonfinancial institutions (net)</i> | 64,825 | 25,206 | 1,261 | 91,292 |
| | <i>Loans to nonfinancial institutions</i> | 67,804 | 25,906 | 1,307 | 95,016 |
| | <i>Accumulated amortization of loans to nonfinancial institutions</i> | -110 | -96 | -5 | -211 |
| | <i>Impairment (provisions) of loans to nonfinancial institutions</i> | -2,869 | -603 | -41 | -3,513 |
| | <i>Loans to sector - state (net)</i> | 107 | 19 | 0 | 126 |
| | <i>Loans to sector - state</i> | 107 | 19 | 0 | 126 |
| | <i>Accumulated amortization of loans to sector - state</i> | 0 | 0 | 0 | 0 |
| | <i>Impairment (provisions) of loans to sector - state</i> | 0 | 0 | 0 | 0 |
| | <i>Loans to nonprofit institutions serving households (net)</i> | 66 | 13 | 1 | 80 |
| | <i>Loans to nonprofit institutions serving households</i> | 69 | 13 | 1 | 83 |
| | <i>Accumulated amortization of loans to nonprofit institutions serving households</i> | 0 | 0 | 0 | 0 |
| | <i>Impairment (provisions) of loans to nonprofit institutions serving households</i> | -3 | 0 | 0 | -3 |
| | <i>Loans to households (net)</i> | 42,986 | 17,138 | 1,428 | 61,552 |
| | <i>Loans to households</i> | 43,375 | 17,583 | 1,467 | 62,425 |
| | <i>Accumulated amortization of loans to households</i> | -201 | -109 | -6 | -315 |
| | <i>Impairment (provisions) of loans to households</i> | -188 | -337 | -33 | -558 |
| | <i>Receivables from payments made to backing guarantees of debt instruments and</i> | 1 | 3 | 2 | 6 |
| | <i>Receivables from payments made to backing guarantees of debt instruments and</i> | 1 | 4 | 3 | 8 |
| | <i>Impairment of receivables from payments made to backing guarantees of debt</i> | 0 | -1 | -1 | -3 |
| | <i>Factoring and forfeiting receivables from nonfinancial institutions (net)</i> | 7 | 105 | 0 | 112 |
| | <i>Factoring and forfeiting receivables from nonfinancial institutions</i> | 7 | 105 | 0 | 112 |
| | <i>Accumulated amortization of factoring and forfeiting receivables from</i> | 0 | 0 | 0 | 0 |
| | <i>Impairment (provisions) of factoring and forfeiting receivables from nonfinancial</i> | 0 | 0 | 0 | 0 |
| | <i>Placements to nonfinancial institutions - nonresidents (net)</i> | 0 | 158 | 0 | 158 |
| | <i>Placements to nonfinancial institutions - nonresidents</i> | 0 | 161 | 0 | 161 |
| | <i>Accumulated amortization of placements to nonfinancial institutions -</i> | 0 | -1 | 0 | -1 |
| | <i>Impairment (provisions) of placements to nonfinancial institutions - nonresidents</i> | 0 | -1 | 0 | -1 |
| | <i>Placements to households - nonresidents (net)</i> | 0 | 0 | 2 | 2 |
| | <i>Placements to households - nonresidents</i> | 0 | 0 | 2 | 2 |
| | <i>Accumulated amortization of placements to households - nonresidents</i> | 0 | 0 | 0 | 0 |
| | <i>Impairment (provisions) of placements to households - nonresidents</i> | 0 | 0 | 0 | 0 |
| | <i>Overdrafts of nonresidents (net)</i> | 0 | 0 | 0 | 0 |
| | <i>Overdrafts of nonresidents</i> | 0 | 0 | 0 | 0 |
| | <i>Suspicious and contested claims from nonfinancial entities (net)</i> | 2,467 | 2,152 | 117 | 4,735 |
| | <i>Suspicious and contested claims from nonfinancial entities</i> | 10,483 | 4,431 | 863 | 15,777 |
| | <i>Impairment (provisions) of suspicious and contested claims from nonfinancial</i> | -8,016 | -2,279 | -746 | -11,042 |
| | <i>Group impairment for the retail credit portfolio</i> | -866 | -49 | -4 | -919 |
| | <i>Group impairment for individually significant exposures found not to be impaired</i> | -1 | -14 | 0 | -15 |
| 11 | ACCRUED INTEREST | 753 | 484 | 39 | 1,277 |
| | <i>Denar interest receivables from loans and placements</i> | 301 | 162 | 15 | 478 |
| | <i>Foreign currency interest receivables from loans and placements</i> | 121 | 101 | 2 | 224 |
| | <i>FX indexed interest receivables from loans and placements</i> | 266 | 186 | 20 | 471 |
| | <i>Denar interest receivables from debt instruments</i> | 15 | 11 | 1 | 26 |
| | <i>Foreign currency interest receivables as a result of debt instruments</i> | 0 | 9 | 0 | 9 |
| | <i>FX indexed interest receivables from debt instruments</i> | 30 | 13 | 1 | 43 |
| | <i>Interest receivables from other instruments</i> | 12 | 4 | 0 | 16 |
| | <i>Denar interest receivables as a result of deposits</i> | 0 | 0 | 0 | 0 |
| | <i>Foreign currency interest receivables from deposits</i> | 10 | 1 | 0 | 11 |
| | <i>Suspicious and contested claims of interest receivables</i> | 0 | -2 | 0 | -2 |
| 12 | INVESTMENTS IN ASSOCIATES, SUBSIDIARIES AND JOINT VENTURES | 180 | 0 | 252 | 431 |
| | <i>Investments in associates</i> | 149 | 0 | 0 | 149 |
| | <i>Investments in subsidiaries</i> | 31 | 0 | 252 | 282 |
| 13 | OTHER ASSETS | 1,060 | 659 | 120 | 1,840 |
| | <i>Fees and Commission receivables</i> | 52 | 44 | 16 | 112 |
| | <i>Suspicious and contested claims from fees and commissions</i> | 10 | 3 | 0 | 14 |
| | <i>Net internal relations</i> | 0 | 0 | 0 | 0 |
| | <i>Deferred tax assets</i> | 5 | 1 | 0 | 5 |
| | <i>Other assets</i> | 62 | 75 | 7 | 144 |
| | <i>Account receivables and other receivables</i> | 604 | 304 | 84 | 991 |
| | <i>Deferred income, prepaid expenses and temporary accounts</i> | 327 | 233 | 13 | 574 |
| 14 | FORECLOSURES | 1,830 | 968 | 426 | 3,223 |
| | <i>Foreclosures</i> | 2,058 | 1,168 | 446 | 3,672 |
| | <i>Impairment of foreclosures</i> | -228 | -201 | -20 | -449 |
| 15 | INTANGIBLE ASSETS | 293 | 407 | 142 | 842 |
| | <i>Founding investments</i> | 0 | 0 | 1 | 1 |
| | <i>Patents, licenses and concessions</i> | 125 | 135 | 22 | 281 |
| | <i>Software</i> | 707 | 478 | 170 | 1,355 |
| | <i>Other rights</i> | 7 | 117 | 0 | 125 |
| | <i>Other items of intangible assets</i> | 25 | 0 | 12 | 36 |
| | <i>Accumulated amortization of intangible assets</i> | -571 | -323 | -63 | -957 |
| 16 | FIXED ASSETS (PROPERTY, PLANT AND EQUIPMENT) | 3,913 | 2,867 | 924 | 7,705 |
| | <i>Land</i> | 0 | 0 | 0 | 0 |
| | <i>Buildings</i> | 3,472 | 2,111 | 820 | 6,402 |
| | <i>Equipment</i> | 3,134 | 1,812 | 484 | 5,431 |
| | <i>Other items of property, plant and equipment</i> | 375 | 132 | 101 | 608 |
| | <i>Property, plant and equipment under construction</i> | 250 | 176 | 5 | 431 |
| | <i>Depreciation of fixed assets</i> | -3,298 | -1,364 | -486 | -5,149 |
| | <i>Impairment of property, plant and equipment</i> | -20 | 0 | 0 | -20 |
| 17 | NON CURRENT ASSETS HELD FOR SALE | 0 | 0 | 58 | 58 |
| | <i>Non current assets held for sale at cost</i> | 0 | 0 | 58 | 58 |
| | <i>Impairment of non current assets held for sale</i> | 0 | 0 | 0 | 0 |
| 18 | NET COMMISSION RELATIONS | -19 | -2 | -226 | -246 |
| | <i>Denar receivables from activities on behalf of and on account of others</i> | 3,639 | 2,172 | 678 | 6,489 |
| | <i>Foreign currency receivables from activities on behalf of and on account of others</i> | 474 | 0 | 510 | 984 |
| | <i>Denar payables from activities on behalf of and on account of others</i> | -3,657 | -1,981 | -821 | -6,459 |
| | <i>Foreign currency payables from activities on behalf of and on account of others</i> | -474 | 0 | -593 | -1,067 |
| | <i>Operating expenses on behalf of and on account of others</i> | 0 | 142 | 1 | 143 |
| | <i>Operating income on behalf of and on account of others</i> | -2 | -334 | -1 | -337 |
| 19 | UNRECOGNIZED IMPAIRMENT | 0 | 0 | 0 | 0 |
| 20 | TOTAL ASSETS | 181,398 | 74,062 | 13,082 | 268,543 |

1. Balance sheet - Liabilities

| No. | Liabilities | Large banks | Medium-size banks | Small-size banks | Total |
|----------|--|---------------|-------------------|------------------|---------------|
| 1 | INSTRUMENTS FOR TRADING AND FINANCIAL LIABILITIES | 1 | 0 | 0 | 1 |
| | <i>Foreign currency derivatives held for trading</i> | 1 | 0 | 0 | 1 |
| 2 | DERIVATIVES HELD FOR HEDGING | 0 | 0 | 0 | 0 |
| 3 | DEPOSITS OF FINANCIAL INSTITUTIONS | 8,623 | 9,185 | 222 | 18,031 |
| | <i>Deposits of domestic banks</i> | 594 | 311 | 2 | 907 |
| | <i>Deposits of saving houses</i> | 138 | 65 | 1 | 204 |
| | <i>Deposits of insurance companies</i> | 1,928 | 1,932 | 76 | 3,935 |
| | <i>Deposits of pension funds</i> | 450 | 1,895 | 50 | 2,395 |
| | <i>Deposits of other financial institutions</i> | 1,199 | 310 | 79 | 1,588 |
| | <i>Deposits of financial institutions-nonresidents</i> | 3,851 | 4,418 | 13 | 8,281 |
| | <i>Restricted deposits and other deposits of financial institutions</i> | 463 | 256 | 2 | 720 |
| 4 | SIGHT DEPOSITS OF NONFINANCIAL ENTITIES | 50,909 | 14,283 | 2,495 | 67,687 |
| | <i>Denar accounts and sight deposits of nonfinancial entities</i> | 12,697 | 4,611 | 1,013 | 18,321 |
| | <i>Denar accounts and sight deposits of sector - state</i> | 833 | 23 | 171 | 1,027 |
| | <i>Denar accounts and sight deposits of nonprofit institutions</i> | 831 | 222 | 49 | 1,102 |
| | <i>Denar accounts and sight deposits of households</i> | 11,571 | 3,185 | 534 | 15,290 |
| | <i>Denar accounts and sight deposits of nonresidents</i> | 270 | 69 | 34 | 373 |
| | <i>Foreign currency accounts and sight deposits of nonfinancial</i> | 6,127 | 1,509 | 77 | 7,713 |
| | <i>Foreign currency accounts and sight deposits of sector - state</i> | 13 | 0 | 0 | 13 |
| | <i>Foreign currency accounts and sight deposits of nonprofit institutions serving households</i> | 198 | 62 | 3 | 263 |
| | <i>Foreign currency accounts and sight deposits of households</i> | 15,269 | 3,834 | 394 | 19,497 |
| | <i>Foreign currency accounts and sight deposits of nonresidents</i> | 895 | 442 | 174 | 1,511 |
| | <i>Denar sight deposits with FX clause of nonfinancial entities</i> | 0 | 0 | 0 | 0 |
| | <i>Restricted sight deposits and other deposits of nonfinancial</i> | 2,205 | 326 | 45 | 2,576 |
| 5 | SHORT TERM DEPOSITS OF NONFINANCIAL ENTITIES | 73,024 | 22,168 | 1,928 | 97,120 |
| | <i>Denar short term deposits of nonfinancial entities</i> | 4,391 | 1,787 | 303 | 6,481 |
| | <i>Denar short term deposits of sector - state</i> | 137 | 92 | 0 | 229 |
| | <i>Denar short term deposits of nonprofit institutions serving</i> | 480 | 214 | 43 | 737 |
| | <i>Denar short term deposits of households</i> | 17,062 | 3,571 | 483 | 21,117 |
| | <i>Denar short term deposits of nonfinancial entities - nonresidents</i> | 94 | 0 | 0 | 95 |
| | <i>Foreign currency short term deposits of nonfinancial entities</i> | 5,541 | 3,542 | 33 | 9,116 |
| | <i>Foreign currency short term deposits of nonprofit institutions</i> | 14 | 6 | 0 | 20 |
| | <i>Foreign currency short term deposits of households</i> | 36,987 | 9,891 | 520 | 47,398 |
| | <i>Foreign currency short term deposits of nonfinancial entities -</i> | 277 | 428 | 47 | 752 |
| | <i>FX indexed short term deposits of nonfinancial entities</i> | 6,282 | 1,451 | 376 | 8,109 |
| | <i>FX indexed short term deposits of sector - state</i> | 0 | 0 | 0 | 0 |
| | <i>FX indexed short term deposits of nonprofit institutions serving</i> | 162 | 81 | 0 | 243 |
| | <i>FX indexed short term deposits of households</i> | 0 | 76 | 0 | 76 |
| | <i>FX indexed short term deposits of nonfinancial entities -</i> | 0 | 0 | 50 | 50 |
| | <i>Restricted deposits of nonfinancial entities up to 1 year</i> | 1,597 | 1,028 | 72 | 2,696 |
| 6 | LONG TERM DEPOSITS OF NONFINANCIAL ENTITIES | 16,000 | 6,557 | 512 | 23,069 |
| | <i>Denar long term deposits of nonfinancial entities</i> | 629 | 139 | 6 | 774 |
| | <i>Denar long term deposits of nonprofit institutions serving</i> | 12 | 0 | 0 | 12 |
| | <i>Denar long term deposits of households</i> | 3,801 | 1,525 | 285 | 5,612 |
| | <i>Denar long term deposits of nonfinancial entities - nonresidents</i> | 6 | 4 | 0 | 10 |
| | <i>Foreign currency long term deposits of nonfinancial entities</i> | 0 | 159 | 9 | 168 |
| | <i>Foreign currency long term deposits of sector - state</i> | 0 | 0 | 0 | 0 |
| | <i>Foreign currency long term deposits of nonprofit institutions</i> | 0 | 0 | 0 | 0 |
| | <i>Foreign currency long term deposits of households</i> | 8,356 | 3,712 | 91 | 12,160 |
| | <i>Foreign currency long term deposits of nonfinancial entities -</i> | 21 | 105 | 12 | 138 |
| | <i>FX indexed long term deposits of nonfinancial entities</i> | 16 | 46 | 0 | 62 |
| | <i>FX indexed long term deposits of sector - state</i> | 0 | 0 | 0 | 0 |
| | <i>Denar long term deposits with FX clause of nonprofit institutions</i> | 52 | 0 | 0 | 52 |
| | <i>FX indexed long term deposits of households</i> | 0 | 5 | 0 | 5 |
| | <i>Restricted deposits of nonfinancial entities over 1 year</i> | 3,104 | 863 | 108 | 4,075 |
| 7 | DEBT SECURITIES IN ISSUE | 630 | 300 | 0 | 930 |
| | <i>Other debt securities in issue</i> | 630 | 300 | 0 | 930 |

| | | | | | |
|-----------|---|----------------|---------------|---------------|----------------|
| 8 | BORROWINGS | 5,956 | 10,147 | 2,043 | 18,146 |
| | <i>Borrowings from financial institutions</i> | 2,251 | 2,860 | 12 | 5,122 |
| | <i>Borrowings from sector - state</i> | 1,470 | 1,146 | 226 | 2,843 |
| | <i>Borrowings from other sectors - residents</i> | 0 | 22 | 0 | 22 |
| | <i>Borrowings from nonresidents</i> | 2,235 | 6,113 | 1,803 | 10,150 |
| | <i>Financial lease payables from financial institutions</i> | 0 | 0 | 2 | 2 |
| | <i>Financial lease payables from other sector -residents</i> | 0 | 6 | 0 | 6 |
| 9 | LIABILITY COMPONENT OF HYBRID INSTRUMENTS | 0 | 184 | 0 | 184 |
| | <i>Liability component of foreign currency hybrid instruments</i> | 0 | 184 | 0 | 184 |
| 10 | SUBORDINATED DEBT AND CUMULATIVE PREFERRED SHARES | 4,468 | 1,223 | 0 | 5,691 |
| | <i>Foreign currency subordinated debt</i> | 4,361 | 1,223 | 0 | 5,584 |
| | <i>Cumulative preferred shares</i> | 107 | 0 | 0 | 107 |
| 11 | INTEREST LIABILITIES | 962 | 548 | 61 | 1,571 |
| | <i>Interest payables from borrowings</i> | 26 | 53 | 11 | 89 |
| | <i>Interest payables from sight deposits and current accounts</i> | 10 | 54 | 0 | 64 |
| | <i>Interest payables from term deposits</i> | 890 | 392 | 50 | 1,333 |
| | <i>Interest payables from hybrid instruments</i> | 0 | 13 | 0 | 13 |
| | <i>Interest payables from subordinated debt</i> | 23 | 36 | 0 | 60 |
| | <i>Interest payables from other instruments</i> | 10 | 0 | 0 | 10 |
| | <i>Interest payables from issued securities</i> | 2 | 0 | 0 | 2 |
| 12 | OTHER LIABILITIES | 1,402 | 610 | 93 | 2,105 |
| | <i>Fee and Commission liabilities</i> | 5 | 5 | 5 | 15 |
| | <i>Accrued expenses, deferred income and temporary accounts</i> | 558 | 281 | 54 | 893 |
| | <i>Other liabilities</i> | 840 | 323 | 35 | 1,198 |
| 13 | PROVISIONS | 641 | 109 | 9 | 760 |
| | <i>Provisions</i> | 641 | 109 | 9 | 760 |
| 14 | CAPITAL AND RESERVES | 16,587 | 8,418 | 5,604 | 30,609 |
| | <i>Equity capital</i> | 8,747 | 7,058 | 5,491 | 21,295 |
| | <i>Reserve fund</i> | 5,092 | 1,230 | 594 | 6,916 |
| | <i>Retained earnings / Accumulated losses</i> | 2,693 | 816 | -218 | 3,291 |
| | <i>Revaluation reserves</i> | 56 | 0 | 14 | 70 |
| | <i>Current loss</i> | 0 | -685 | -278 | -963 |
| 15 | GROSS PROFIT | 2,195 | 331 | 113 | 2,639 |
| 16 | TOTAL LIABILITIES | 181,398 | 74,062 | 13,082 | 268,543 |

2. Income statement

in millions of denars

| No. | STATEMENT OF COMPREHENSIVE INCOME | Large banks | Medium-size banks | Small-size banks | Total |
|----------|---|---------------|-------------------|------------------|---------------|
| 1 | INTEREST INCOME | 12,668 | 5,769 | 694 | 19,131 |
| | <i>Non-financial companies</i> | 5,670 | 2,462 | 164 | 8,296 |
| | private | 5,639 | 2,446 | 164 | 8,249 |
| | public | 31 | 15 | 0 | 47 |
| | <i>State</i> | 379 | 154 | 57 | 590 |
| | central government | 379 | 152 | 57 | 588 |
| | local government | 0 | 2 | 0 | 2 |
| | social insurance funds | 0 | 0 | 0 | 0 |
| | <i>Non-profitable institutions serving households</i> | 5 | 2 | 0 | 7 |
| | <i>Financial institutions</i> | 809 | 413 | 265 | 1,487 |
| | central bank | 495 | 337 | 171 | 1,002 |
| | banks | 241 | 60 | 94 | 395 |
| | saving houses | 72 | 1 | 0 | 73 |
| | insurance companies | 0 | 0 | 0 | 0 |
| | pension funds | 0 | 0 | 0 | 0 |
| | other financial institutions | 2 | 15 | 0 | 16 |
| | <i>Households</i> | 5,044 | 2,435 | 169 | 7,648 |
| | self-employed individuals | 11 | 567 | 3 | 581 |
| | citizens | 5,033 | 1,868 | 166 | 7,067 |
| | <i>Non-residents</i> | 106 | 46 | 12 | 164 |
| | non-financial companies, non-residents | 0 | 1 | 0 | 1 |
| | state, non-residents | 0 | 0 | 0 | 0 |
| | non-profitable non financial institutions serving households, non-residents | 0 | 0 | 0 | 0 |
| | financial institutions, non-residents | 106 | 46 | 12 | 163 |
| | households, non-residents | 0 | 0 | 0 | 0 |
| | Net impairment of interest income | 654 | 258 | 27 | 939 |
| 2 | INTEREST EXPENSES | -5,834 | -2,437 | -165 | -8,436 |
| | <i>Non-financial companies</i> | -982 | -526 | -32 | -1,540 |
| | private | -890 | -477 | -27 | -1,394 |
| | public | -92 | -49 | -6 | -146 |
| | <i>State</i> | -38 | -34 | -2 | -73 |
| | central government | -37 | -33 | -2 | -72 |
| | local government | 0 | -1 | 0 | -1 |
| | social insurance funds | 0 | 0 | 0 | 0 |
| | <i>Non-profitable institutions serving households</i> | -41 | -18 | -2 | -61 |
| | <i>Financial institutions</i> | -498 | -405 | -16 | -919 |
| | central bank | -2 | -1 | 0 | -3 |
| | banks | -279 | -153 | -2 | -433 |
| | saving houses | -6 | -2 | 0 | -8 |
| | insurance companies | -105 | -138 | -4 | -248 |
| | pension funds | -32 | -59 | -3 | -94 |
| | other financial institutions | -75 | -52 | -7 | -133 |
| | <i>Households</i> | -3,864 | -1,084 | -82 | -5,030 |
| | self-employed individuals | -3 | 0 | 0 | -4 |
| | citizens | -3,861 | -1,084 | -82 | -5,026 |
| | <i>Non-residents</i> | -411 | -370 | -31 | -812 |
| | non-financial companies, non-residents | -60 | -120 | -5 | -185 |
| | state, non-residents | -1 | -3 | 0 | -4 |
| | non-profitable non financial institutions serving households, non-residents | 0 | 0 | 0 | 0 |
| | financial institutions, non-residents | -332 | -235 | -25 | -591 |
| | households, non-residents | -18 | -12 | -1 | -31 |
| 3 | NET INTEREST INCOME (1-2) | 6,833 | 3,333 | 529 | 10,695 |
| 4 | NET FEES AND COMMISSION INCOME | 2,192 | 787 | 134 | 3,113 |
| | <i>Fees and commission income</i> | 2,559 | 1,069 | 234 | 3,862 |
| | <i>Fees and commission expenses</i> | -367 | -282 | -100 | -749 |

| | | | | | |
|-----------|--|---------------|---------------|-------------|---------------|
| 5 | NET INCOME FROM ASSETS AND LIABILITIES HELD FOR TRADING | 274 | 31 | 6 | 311 |
| | <i>Net income from assets and liabilities held for trading</i> | 43 | 13 | 0 | 55 |
| | realized | 9 | 10 | 0 | 19 |
| | unrealized | 34 | 2 | 0 | 36 |
| | <i>Net income from derivative instruments held for trading</i> | 19 | 0 | 0 | 19 |
| | realized | 6 | 0 | 0 | 6 |
| | unrealized | 13 | 0 | 0 | 13 |
| | <i>Dividend income from assets held for trading</i> | 1 | 0 | 0 | 1 |
| | <i>Net interest income from assets and liabilities held for trading</i> | 210 | 18 | 6 | 235 |
| 6 | NET INCOME FROM FINANCIAL INSTRUMENTS DESIGNATED AT FAIR VALUE | 0 | 0 | 0 | 0 |
| | <i>Net income from financial assets and liabilities designated at fair value</i> | 0 | 0 | 0 | 0 |
| | realized | 0 | 0 | 0 | 0 |
| | unrealized | 0 | 0 | 0 | 0 |
| | <i>Net income from derivative instruments held for hedging</i> | 0 | 0 | 0 | 0 |
| | realized | 0 | 0 | 0 | 0 |
| | unrealized | 0 | 0 | 0 | 0 |
| | net change of fair value of hedged item | 0 | 0 | 0 | 0 |
| | <i>Dividend income from financial assets designated at fair value</i> | 0 | 0 | 0 | 0 |
| 7 | NET (GAINS - LOSSES) FROM FOREIGN EXCHANGE RATE DIFFERENCES | 461 | 264 | 25 | 750 |
| | <i>Realized</i> | 383 | 27 | 28 | 437 |
| | <i>Unrealized</i> | 33 | 236 | -1 | 268 |
| | <i>Net income from FX activities</i> | 46 | 1 | -2 | 45 |
| 8 | OTHER OPERATING INCOME | 1,117 | 293 | 134 | 1,544 |
| | <i>Dividends and revenues based on capital investments</i> | 45 | 41 | 15 | 101 |
| | <i>Capital gain from sale of financial assets available for sale</i> | 4 | 0 | 6 | 11 |
| | <i>Capital gains realized from sales of assets</i> | 29 | 15 | 0 | 45 |
| | <i>Reversal of provisions for off-balance sheet items</i> | 716 | 60 | 40 | 816 |
| | <i>Reversal of other provisions</i> | 1 | 0 | 0 | 1 |
| | <i>Other income</i> | 161 | 103 | 67 | 331 |
| | <i>Collected previously written-off loans and receivables</i> | 87 | 64 | 5 | 156 |
| | <i>Extraordinary income</i> | 73 | 9 | 1 | 83 |
| 9 | NET IMPAIRMENT LOSSES (PROVISIONS) OF FINANCIAL ASSETS | -2,803 | -1,322 | -129 | -4,254 |
| | <i>Impairment losses of financial assets</i> | -6,412 | -2,559 | -576 | -9,546 |
| | losses due to impairment of financial assets - an individual basis | -5,417 | -2,397 | -564 | -8,378 |
| | losses due to impairment of financial assets - a group basis | -995 | -162 | -12 | -1,169 |
| | <i>Reversal of impairment losses of financial assets</i> | 3,608 | 1,236 | 447 | 5,292 |
| | reversal of impairment losses of financial assets - an individual basis | 3,481 | 1,057 | 438 | 4,977 |
| | reversal of impairment losses of financial assets - a group basis | 127 | 180 | 9 | 315 |
| | <i>Unrecognized impairment</i> | 0 | 0 | 0 | 0 |
| 10 | IMPAIRMENT LOSSES OF NON-FINANCIAL ASSETS | -94 | -60 | 0 | -154 |
| | <i>Losses due to impairment of non-financial assets</i> | -94 | -60 | 0 | -154 |
| | <i>Reversal of impairment losses of non-financial assets</i> | 0 | 0 | 0 | 0 |
| 11 | EMPLOYEES EXPENSES | -2,245 | -1,465 | -355 | -4,064 |
| 12 | DEPRECIATION | -559 | -410 | -84 | -1,053 |
| 13 | OTHER OPERATING EXPENSES | -2,958 | -1,782 | -421 | -5,161 |
| | <i>General and administrative expenses</i> | -1,671 | -1,400 | -317 | -3,389 |
| | <i>Deposit insurance premiums</i> | -610 | -182 | -17 | -809 |
| | <i>Capital losses realized from sales of assets</i> | 0 | 0 | 0 | 0 |
| | <i>Capital losses from sale of financial assets available for sale</i> | 0 | 0 | 0 | 0 |
| | <i>Provisions for off-balance sheet items</i> | -455 | -63 | -33 | -551 |
| | <i>Other provisions</i> | -42 | -15 | 0 | -57 |
| | <i>Other expenses</i> | -165 | -116 | -53 | -335 |
| | <i>Extraordinary expenses</i> | -14 | -4 | -1 | -19 |
| 14 | CURRENT PROFIT/LOSS | 2,219 | -332 | -161 | 1,725 |
| 15 | TAXES | -24 | -22 | -3 | -50 |
| 16 | NET INCOME AFTER TAXES | 2,195 | -355 | -164 | 1,676 |

3. Basic Indicators

in millions of denars

| Group | Assets | % | Total balance and off-balance sheet assets | % | Equity and reserves | % | Deposits of nonfinancial entities | % | Gross loans to nonfinancial entities | % | Financial result | % | Share of foreign capital in total capital |
|-------------------|----------------|---------------|--|---------------|---------------------|---------------|-----------------------------------|---------------|--------------------------------------|---------------|------------------|---------------|---|
| Large banks | 181,398 | 67.5% | 216,643 | 68.4% | 16,587 | 54.2% | 139,933 | 74.5% | 121,845 | 70.1% | 2,195 | 131.0% | 79.5% |
| Medium-size banks | 74,062 | 27.6% | 86,186 | 27.2% | 8,418 | 27.5% | 43,007 | 22.9% | 48,222 | 27.8% | -355 | -21.2% | 66.8% |
| Small-size banks | 13,082 | 4.9% | 13,943 | 4.4% | 5,604 | 18.3% | 4,935 | 2.6% | 3,643 | 2.1% | -164 | -9.8% | 57.5% |
| Total | 268,543 | 100.0% | 316,772 | 100.0% | 30,610 | 100.0% | 187,875 | 100.0% | 173,710 | 100.0% | 1,676 | 100.0% | 68.6% |

4. Credit exposure quality indicators

| Indicator | Banking system | Large banks | Medium-size banks | Small-size banks |
|--|----------------|-------------|-------------------|------------------|
| Total exposure to credit risk (in millions of denars) | 276,409 | 195,422 | 69,238 | 11,749 |
| (C+D+E)/Total exposure to credit risk | 7.9% | 7.1% | 9.7% | 11.0% |
| E/Total exposure to credit risk | 3.7% | 3.6% | 3.0% | 8.6% |
| Allocated reserves for loan losses/(C+D+E) | 82.4% | 93.8% | 57.4% | 90.5% |
| net C+D+E/Own funds | 23.0% | 21.7% | 35.8% | 4.2% |
| E/Own funds | 28.8% | 34.3% | 21.7% | 19.8% |
| Impairment losses/Total exposure to credit risk | 6.5% | 6.6% | 5.6% | 9.9% |
| Impairment losses/Own funds | 51.3% | 63.3% | 40.5% | 23.0% |
| Nonperforming loans/Total loans (refers to loans to nonfinancial entities) | 9.1% | 8.6% | 9.2% | 23.7% |

5. Capital adequacy indicators

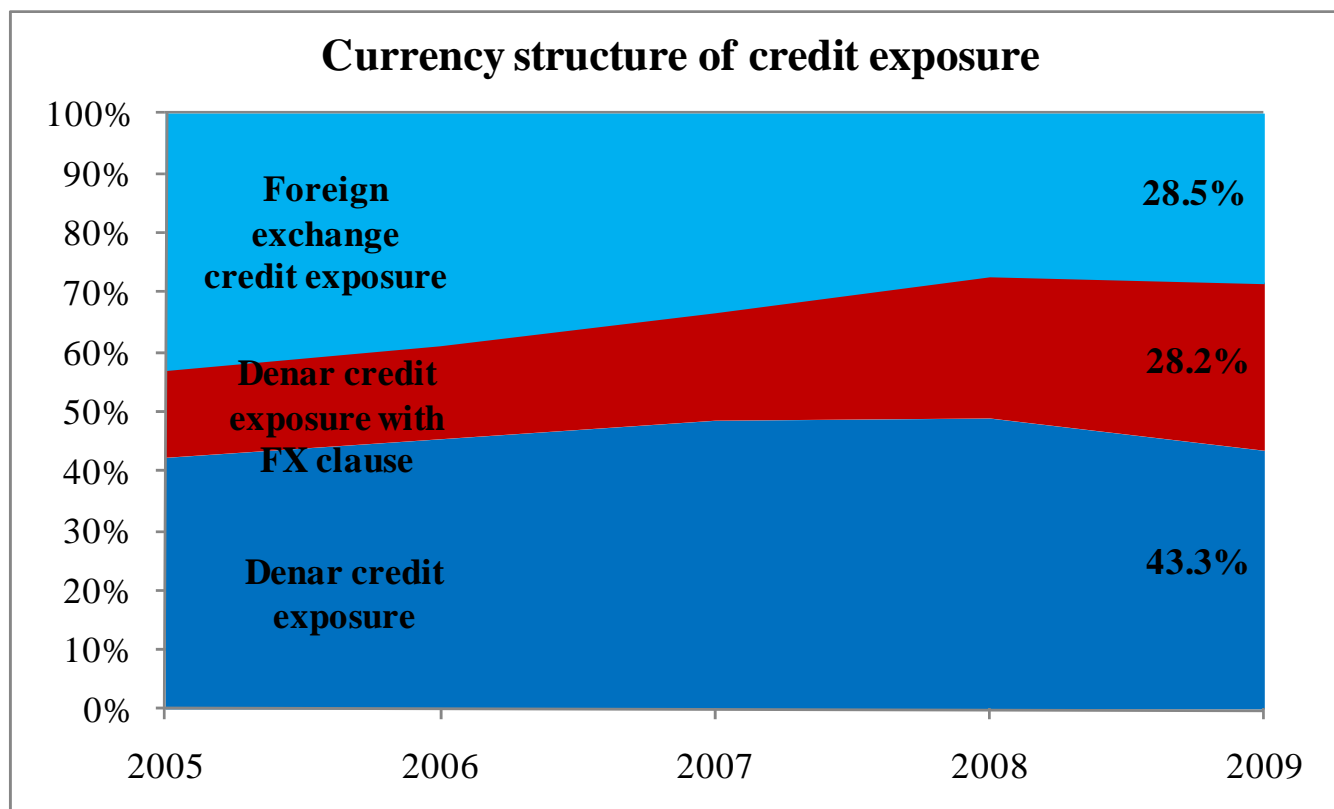
in millions of denars

| Group | Own funds | Risk weighted assets | Credit risk weighted assets | Currency risk weighted assets | Capital Adequacy Ratio | Core capital/Credit risk weighted assets |
|-------------------|---------------|----------------------|-----------------------------|-------------------------------|------------------------|--|
| <i>1</i> | <i>2</i> | <i>3=4+5</i> | <i>4</i> | <i>5</i> | <i>6=2/3</i> | <i>7</i> |
| Large banks | 20,511 | 149,075 | 141,668 | 7,408 | 13.8% | 10.9% |
| Medium-size banks | 9,523 | 54,769 | 52,955 | 1,814 | 17.4% | 15.1% |
| Small -size banks | 5,081 | 10,568 | 8,054 | 2,514 | 48.1% | 48.1% |
| Total | 35,115 | 214,411 | 202,676 | 11,735 | 16.4% | 13.8% |

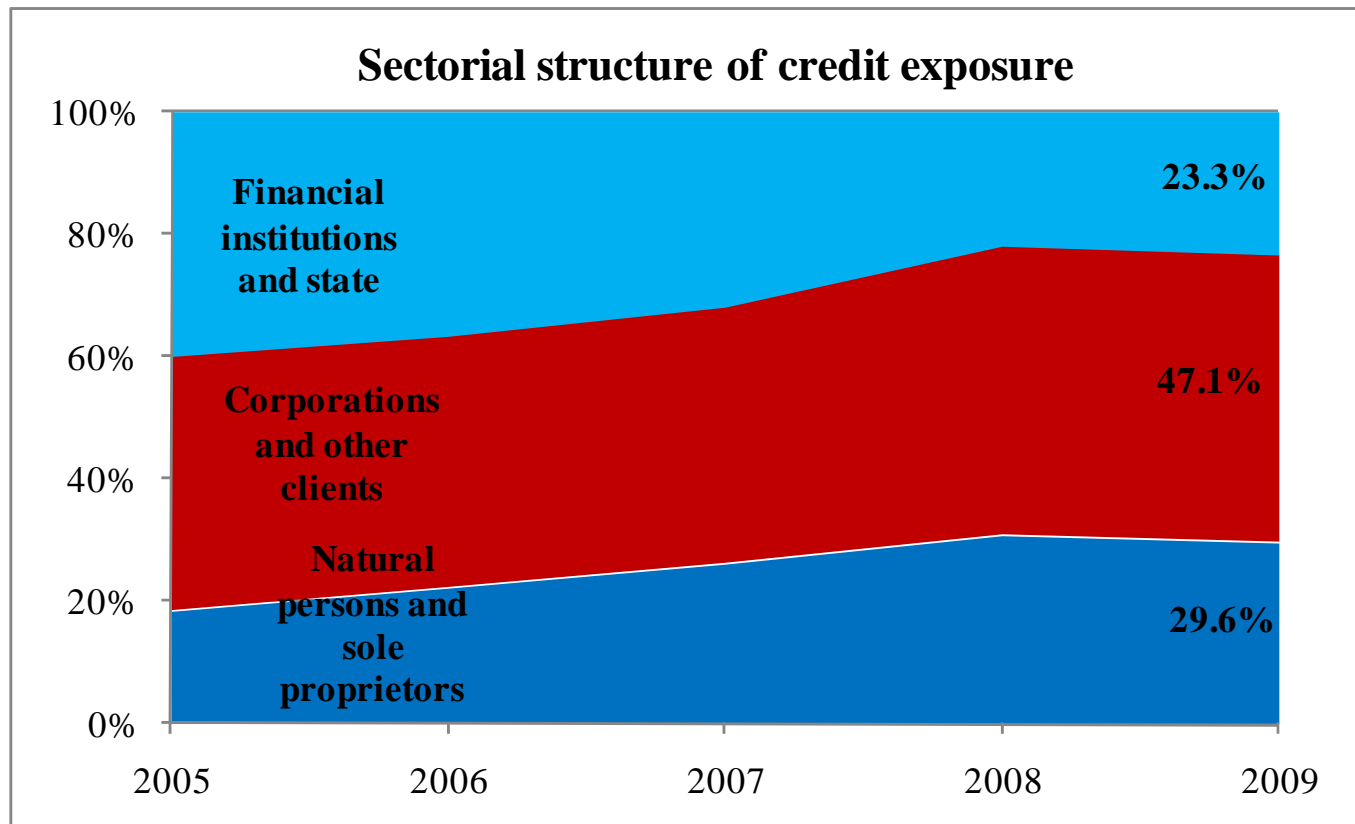
6. Profitability indicators

| Indicator | Large banks | Medium-size banks | Small-size banks | Banking system |
|--|-------------|-------------------|------------------|----------------|
| Return on average assets (ROAA) | 1.3% | -0.5% | -1.3% | 0.6% |
| Return on average capital (ROAE) | 14.2% | -4.1% | -2.9% | 5.6% |
| Cost-to-income ratio | 58.5% | 88.3% | 112.7% | 70.1% |
| Non-interest expenses/total regular income | 62.5% | 95.2% | 126.4% | 75.5% |
| Employee expenses/total regular income | 24.8% | 36.0% | 48.4% | 29.4% |
| Net provisions/net interest income | 29.2% | 42.8% | 18.0% | 32.8% |
| Net interest income/average assets | 3.4% | 3.9% | 3.7% | 3.5% |
| Net interest income/total regular income | 65.0% | 69.5% | 65.5% | 66.3% |
| Net interest income/non-interest expenses | 103.9% | 73.0% | 51.8% | 87.8% |
| Net profit/total regular income | 24.3% | -8.7% | -22.4% | 12.1% |

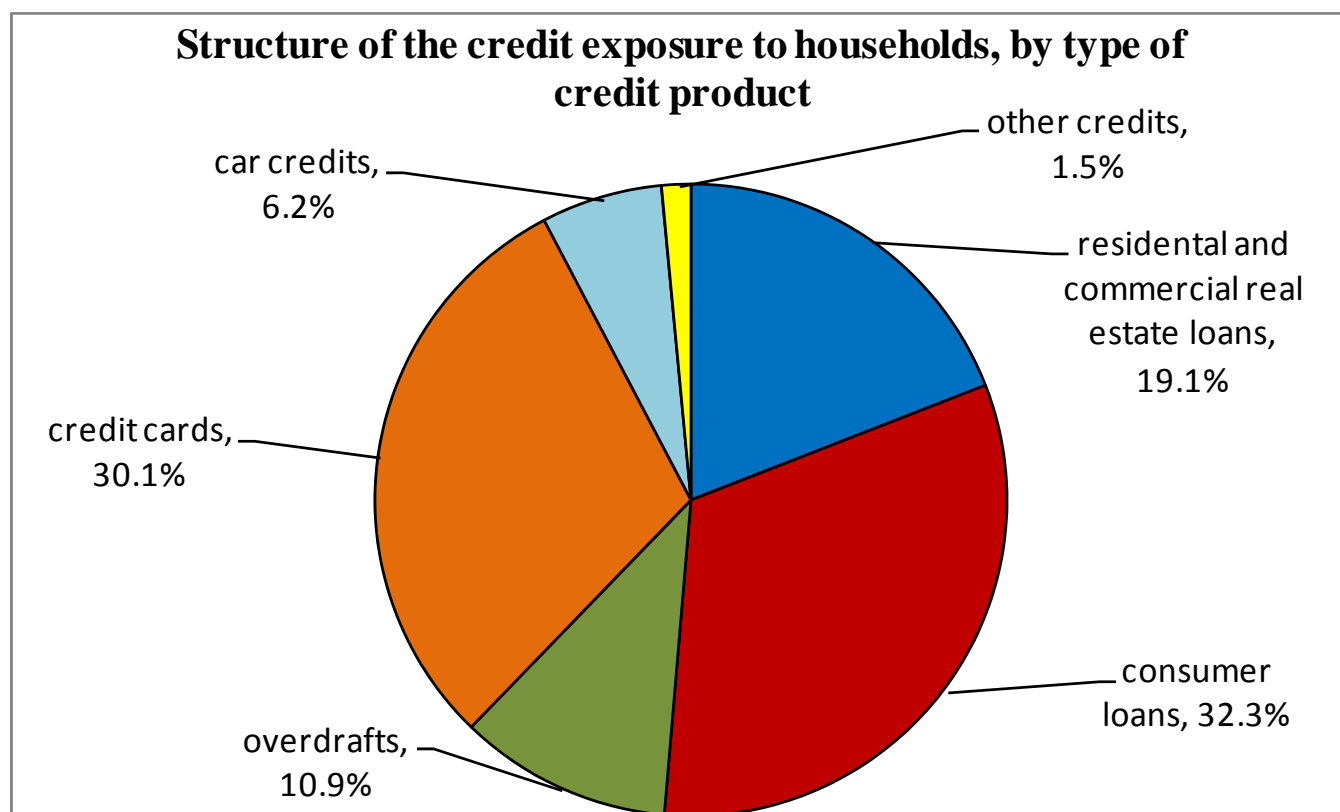
7.Currency structure of credit exposure



8.Sectorial structure of credit exposure

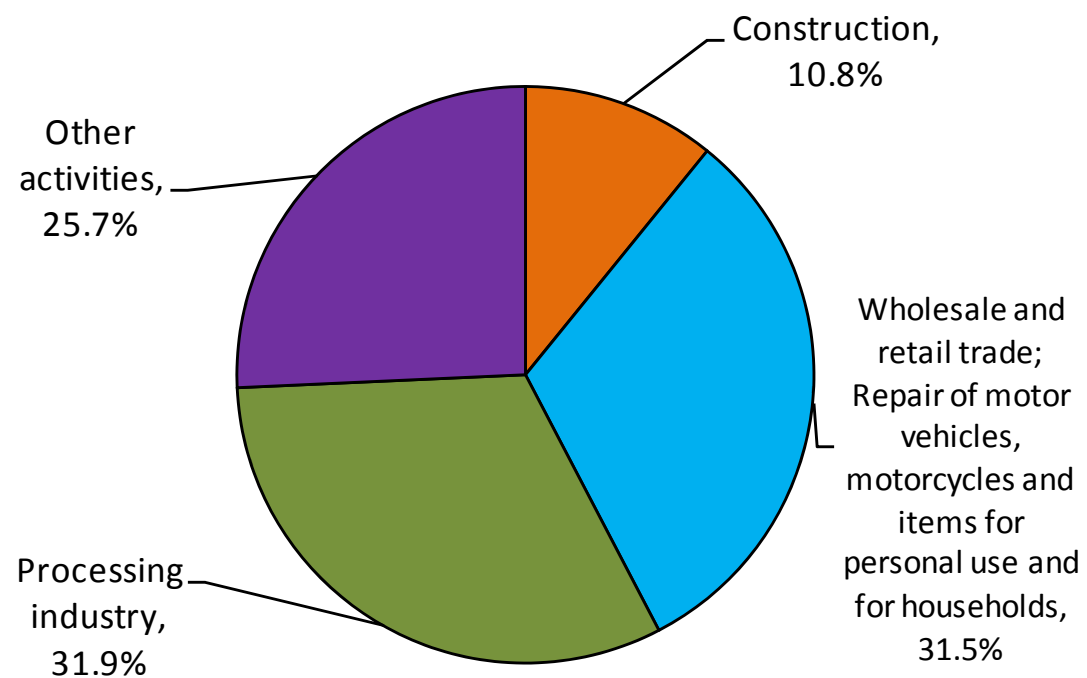


9. Structure of the credit exposure to households, by type of credit product



10. Structure of credit exposure to corporates and other clients, by their activity

Structure of credit exposure to corporates and other clients, by their activity



11. Groups of banks

Groups of banks as of 31.12.2009

| | Large banks | | Medium-size banks | | Small-size banks |
|---|------------------------------|---|------------------------------------|---|---|
| 1 | Komercijalna banka AD Skopje | 1 | Alfa banka AD Skopje | 1 | Centralna kooperativna banka AD Skopje |
| 2 | NLB Tutunska banka AD Skopje | 2 | Investbanka AD Skopje | 2 | Eurostandard banka AD Skopje |
| 3 | Stopanska banka AD Skopje | 3 | Izvozna i kreditna banka AD Skopje | 3 | Kapital banka AD Skopje |
| | | 4 | Ohridska banka AD Ohrid | 4 | Macedonian Bank for Development Promotion AD Skopje |
| | | 5 | Prokredit banka AD Skopje | 5 | Postenska banka AD Skopje |
| | | 6 | Stopanska banka AD Bitola | 6 | Stater banka AD Kumanovo |
| | | 7 | TTK banka AD Skopje | 7 | Ziraat banka AD Skopje |
| | | 8 | UNI banka AD Skopje | | |

* Banks are in alphabetical order

12. Financial Soundness Indicators (for the banking system)

| No. | Financial Soundness Indicators | 31.12.2005 | 31.12.2006 | 31.12.2007 | 31.12.2008 | 31.03.2009 | 30.06.2009 | 30.09.2009 | 31.12.2009 |
|-----------------------------------|---|------------|------------|------------|------------|------------|------------|------------|------------|
| Capital adequacy | | | | | | | | | |
| 1 | Capital adequacy ratio | 21.3% | 18.3% | 17.0% | 16.2% | 16.5% | 16.4% | 16.5% | 16.4% |
| 2 | Tier I capital/RWA | 21.6% | 18.9% | 15.7% | 14.0% | 14.1% | 14.0% | 13.9% | 13.8% |
| Asset quality | | | | | | | | | |
| 3 | Nonperforming loans/Total loans* | 14.9% | 11.2% | 7.5% | 6.7% | 7.5% | 8.5% | 9.3% | 8.8% |
| 4 | Nonperforming loans net of provisions/Own funds | 2.0% | 0.7% | -0.05 | -6.2% | -2.6% | 0.4% | 1.2% | 1.9% |
| 5A | Total loans to residents/Total loans | 98.4% | 98.9% | 99.1% | 99.4% | 99.9% | 99.9% | 99.9% | 99.4% |
| 5B | Total loans to nonresidents/Total loans | 1.6% | 1.1% | 0.9% | 0.6% | 0.1% | 0.1% | 0.1% | 0.6% |
| Profitability | | | | | | | | | |
| 6 | ROAA-Financial result/Average assets | 1.2% | 1.8% | 1.8% | 1.4% | 0.2% | 0.5% | 0.7% | 0.6% |
| 7 | ROAE-Financial result/Average own funds | 7.5% | 12.3% | 15.2% | 12.5% | 1.8% | 4.3% | 6.0% | 5.6% |
| 8 | Net interest income/Gross income | 53.8% | 57.1% | 57.0% | 58.9% | 63.1% | 63.2% | 62.3% | 62.6% |
| 9 | Noninterest expenses/Gross income | 68.1% | 63.6% | 60.3% | 64.0% | 64.3% | 66.6% | 64.1% | 64.5% |
| Liquidity risk | | | | | | | | | |
| 10 | Liquid assets/Total assets** | 38.0% | 37.7% | 34.7% | 22.9% | 20.2% | 20.5% | 23.3% | 25.7% |
| 10A | Highly liquid assets/Total assets** | 15.0% | 18.0% | 20.9% | 16.9% | 15.9% | 15.8% | 17.8% | 20.6% |
| 11 | Liquid assets/Short-term liabilities*** | 55.0% | 52.7% | 46.8% | 32.4% | 29.2% | 29.7% | 33.8% | 37.5% |
| 11A | Highly liquid assets/Short-term liabilities*** | 21.7% | 25.2% | 28.2% | 24.0% | 22.9% | 22.8% | 25.8% | 30.1% |
| Sensitivity to market risk | | | | | | | | | |
| 12 | Net open FX position/Own funds | 51.6% | 47.1% | 38.2% | 25.1% | 9.6%**** | 13.6% | 11.1% | 12.4% |

* NPLs / gross loans-indicator includes loans to financial and non-financial entities.

** Liquid assets, highly liquid assets and total assets do not include placements with domestic banks.

***Short-term liabilities do not include short-term liabilities with domestic banks.

**** *Since 31.03.2009 the net open foreign exchange position has been calculated by using changed methodology according to the Decision on managing the currency risk ("Official Gazette of the Republic of Macedonia" no. 17/2008)

