

**Biser Topco Group**

**Disclosures**  
**Q1 2018**  
**(Under Pillar 3)**

**CONTENTS**

<b><u>1.</u></b>	<b><u>INTRODUCTION</u></b>	<b><u>3</u></b>
<b><u>2.</u></b>	<b><u>OWN FUNDS</u></b>	<b><u>4</u></b>
2.1	INFORMATION ABOUT FULL RECONCILIATION OF COMMON EQUITY TIER 1 ITEMS, ADDITIONAL TIER 1 ITEMS, TIER 2 ITEMS AND FILTERS AND DEDUCTIONS APPLIED PURSUANT TO ARTICLES 32 TO 35, 36, 56, 66 AND 79 OF THE REGULATION RELATING TO OWN FUNDS OF THE INSTITUTION AND THE BALANCE SHEET IN THE AUDITED FINANCIAL STATEMENTS OF THE INSTITUTION	4
2.2	DESCRIPTION OF THE MAIN FEATURES OF THE COMMON EQUITY TIER 1 AND ADDITIONAL TIER 1 INSTRUMENTS AND TIER 2 INSTRUMENTS ISSUED BY THE INSTITUTION	5
2.3	DESCRIPTION OF THE FULL TERMS AND CONDITIONS OF ALL COMMON EQUITY TIER 1, ADDITIONAL TIER 1 AND TIER 2 INSTRUMENTS	6
2.4	SEPARATE DISCLOSURE OF THE NATURE AND AMOUNTS OF FILTERS AND DEDUCTIONS	7
2.5	DESCRIPTION OF ALL RESTRICTIONS APPLIED TO THE CALCULATION OF OWN FUNDS IN ACCORDANCE WITH THE REGULATION, AND THE INSTRUMENTS, PRUDENTIAL FILTERS AND DEDUCTIONS TO WHICH THOSE RESTRICTIONS APPLY	18
2.6	COMPREHENSIVE EXPLANATION OF THE BASIS ON WHICH THE INSTITUTION CALCULATES ITS CAPITAL RATIOS, IF THE DISCLOSED CAPITAL RATIOS ARE CALCULATED USING ELEMENTS OF OWN FUNDS DETERMINED ON THE BASIS OTHER THAN THAT LAID DOWN IN THE REGULATION	18
<b><u>3.</u></b>	<b><u>CAPITAL REQUIREMENTS</u></b>	<b><u>19</u></b>
3.1	INFORMATION REGARDING 8 % OF THE RISK-WEIGHTED EXPOSURE AMOUNTS IN ACCORDANCE WITH PART THREE, TITLE II, CHAPTER 3 FOR EACH OF THE EXPOSURE CLASSES SPECIFIED IN ARTICLE 112 OF THE REGULATION	19
3.2	INFORMATION REGARDING 8 % OF THE RISK-WEIGHTED EXPOSURE AMOUNTS IN ACCORDANCE WITH PART THREE, TITLE II, CHAPTER 3 FOR EACH OF THE EXPOSURE CLASSES SPECIFIED IN ARTICLE 147 OF THE REGULATION	22
3.3	DISCLOSURE OF THE EXPOSURES ASSIGNED TO EACH CATEGORY IN TABLE 1 OF ARTICLE 153(5), OR TO EACH RISK WEIGHT MENTIONED IN ARTICLE 155(2) OF THE REGULATION, IF THE INSTITUTION CALCULATES THE RISK-WEIGHTED EXPOSURE AMOUNTS IN ACCORDANCE WITH ARTICLE 153(5) OR ARTICLE 155(2)	22
<b><u>4.</u></b>	<b><u>LEVERAGE RATIO</u></b>	<b><u>23</u></b>
4.1	LEVERAGE RATIO OF BISER TOPCO GROUP	23
4.2	LEVERAGE RATIO OF NOVA KBM GROUP	23
<b><u>5.</u></b>	<b><u>DISCLOSURES REGARDING TRANSITIONAL ARRANGEMENTS FOR MITIGATING THE IMPACT OF THE INTRODUCTION OF IFRS 9 ON OWN FUNDS</u></b>	<b><u>24</u></b>
<b><u>6.</u></b>	<b><u>TRANSITIONAL PROVISIONS FOR DISCLOSURE OF OWN FUNDS</u></b>	<b><u>24</u></b>

## 1. Introduction

In accordance with Part 8 of Regulation (EU) No. 575/2013 of the European Parliament and the European Council of 26 June 2013 on prudential requirements for credit institutions and investment firms (CRR), Nova KBM d.d. (hereinafter also „the Bank“ or „Parent bank“) is obliged to disclose essential information that would, if released or misstated, change or affect an assessment or decision of the user using this information to make business decisions. The regulation allows a possibility not to disclose information that has a characteristic of confidential information or business secret.

Nova KBM d.d. is owned by a financial holding company, Biser Bidco S.â.r.l. In accordance with Article 13 of the CRR Regulation, institutions owned by an EU parent financial holding company meet the obligations referred to in Part 8 of the CRR Regulation at their consolidated financial position and, where it is also relevant, at the sub-consolidated position. Consequently, data in the document are disclosed at the Biser Topco Group level, and where relevant, also at the Nova KBM Group level. Disclosures are prepared as at 31 March 2018 by Nova KBM d.d., the largest financial institution in the Biser Topco Group.

Nova KBM (as the parent company of the Nova KBM Group) was privatised in 2016. The process of sale was concluded on 21 April 2016, when the Republic of Slovenia sold its 100-percent equity share to Biser Bidco S.â.r.l, which is 100-percent owned by Biser Topco S.â.r.l. The company Biser Topco S.â.r.l. is a joint venture founded by Apollo holding an 80-percent equity share, and EBRD holding a 20-percent equity share.

Biser Topco S.â.r.l and Biser Bidco S.â.r.l are holding companies established to acquire an equity stake in Nova KBM. d.d. None of the companies perform licensed and commercial activities that would lead to additional exposure to risks. Both companies generate only costs that are appropriate for holding companies. With a purpose to ensure compliance with the legislation, the Bank has incorporated risk management at the Biser Topco Group level into its methodologies, policies and strategies.

The Nova KBM Group is a systemically important institution for the Slovenian market, therefore, data are also disclosed at the Nova KBM Group level where appropriate.

Nova KBM d.d. included the method, frequency and verification of disclosing essential information in its Disclosure Policy.

This document aims at disclosing information under the Pillar 3. In this context, the Bank followed the provisions of the CRR Regulation (575/2013), Directive (EU) No. 2013/36 (hereinafter: the Directive) and the Guidelines on Disclosure Requirements under Part 8 of Regulation as well as other relevant regulation of disclosing information (hereinafter: the Guidelines).

In this document, the Group does not disclose non-relevant disclosures.

Disclosures of the Group are not audited. In accordance with its Disclosure Policy, the Group has internal controls and procedures in place to ensure the correctness of disclosed information.

## 2. Own Funds

This section defines disclosure requirements referred to in Article 436(1) of Part 8 of CRR and in Commission implementing regulation (EU) No 1423/2013 of 20 December 2013.

### 2.1 Information about full reconciliation of Common Equity Tier 1 items, Additional Tier 1 items, Tier 2 items and filters and deductions applied pursuant to Articles 32 to 35, 36, 56, 66 and 79 of the Regulation relating to own funds of the institution and the balance sheet in the audited financial statements of the institution

*(Article 437 (1.a) of the Regulation)*

The scope of consolidation and the method used to consolidate the statement of financial position are the same as the scope and the method of consolidation set out in Chapter 2, Part One, Title II of the Regulation.

The table below shows the difference between the Group's book capital and regulatory capital as at 31 March 2018.

In 2018, the phase – in period for capital deduction ended, which positively affected own funds. In addition, also the implementation of IFRS9 accounting standard caused a positive impact.

**Table 1: Reconciliation of regulatory capital items and the balance sheet capital**

		€000	
	Item	Biser Topco Group	Nova KBM Group
1.	Shareholders' equity	<b>730.018</b>	<b>732.858</b>
2.	+/- Adjustments	-118.182	-120.364
3.	Net profit for the financial year without ECB's permission for inclusion in regulatory capital	-58.212	-62.628
4.	Intangible assets	-27.158	-27.158
5.	Deferred tax assets	-26.077	-25.264
6.	Translation reserves	0	0
7.	Non-controlling interests	-3.103	-3.103
8.	Revaluation surplus in respect of available-for-sale financial assets	0	0
9.	Other revaluations/deductions	-1.436	-17
10.	Other deductible items	-2.196	-2.194
11.	<b>Common equity Tier-1 capital (1–2)</b>	<b>611.836</b>	<b>612.494</b>

## 2.2 Description of the main features of the Common Equity Tier 1 and Additional Tier 1 instruments and Tier 2 instruments issued by the institution

(Article 437 (1.b) of the Regulation)

Table below presents the data on equity instruments of the Biser Topco Group and the Nova KBM Group.

Capital instruments of Biser Topco Group and Nova KBM Group are comprised of paid-in capital (equities) and share premium (capital reserves). Capital instruments, for which the Group does not have the ECB approval for inclusion, are not included in calculation of own funds – common equity tier 1 capital.

**Table 2: Main features of the Nova KBM Group's capital instruments**

Capital instruments main features template (!)			
1	Issuer	Biser Topco S.à r.l.	Nova KBM d.d.
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)		SI0021116494
3	Governing law(s) of the instruments	Grand Duchy of Luxembourg, in particular the law of August 10, 1915 on commercial companies, as amended	ZGD, ZTFI, ZNVP
	Regulatory treatment	CRR	CRR
4	Transitional CRR rules	Common equity Tier-1 capital	Common equity Tier-1 capital
5	Post transitional CRR rules	Common equity Tier-1 capital	Common equity Tier-1 capital
6	Eligible at solo/(sub-)consolidated/solo and (sub-)consolidated	Consolidated	Solo and sub-consolidated
7	Instrument type (to be specified by each jurisdiction)	Common equity Tier-1 capital	Common equity Tier-1 capital
8	Amount recognised in the regulatory capital (€million; as of the most recent reporting date)	€220 million	€553 million
9	Nominal amount of instrument	Share: €2.2 million Share premium: €217.8 million	€150 million
9a	Issue price	Shares: €1 per share; Share premium; €100.85 per share	€87 per share
9b	Redemption price	N/A	N/A
10	Accounting classification	Equity	Equity
11	Original date of issuance	13 April 2016	19 December 2013
12	Perpetual or dated	Perpetual	Perpetual
13	Original date of issuance	N/A	N/A
14	Issuer call subject to prior supervisory approval	N/A	N/A
15	Optional call date, contingent call dates and redemption amount	N/A	N/A
16	Subsequent call dates, if applicable	N/A	N/A
	Coupons/dividends	N/A	N/A
17	Fixed or floating dividend/coupon	N/A	N/A
18	Coupon rate and any related index	N/A	N/A
19	Existence of a dividend stopper	N/A	N/A

Capital instruments main features template (1)			
20a	Full discretionary, partially discretionary or mandatory (in terms of timing)	N/A	N/A
20b	Full discretionary, partially discretionary or mandatory (in terms of amount)	N/A	N/A
21	Existence of step up or other incentive to redeem	N/A	N/A
22	Non-cumulative or cumulative	N/A	N/A
23	Convertible or non-convertible	N/A	N/A
24	If convertible, conversion trigger(s)	N/A	N/A
25	If convertible, fully or partially	N/A	N/A
26	If convertible, conversion rate	N/A	N/A
27	If convertible, mandatory or optional conversion	N/A	N/A
28	If convertible, specify instrument type convertible into	N/A	N/A
29	If convertible, specify issuer of instrument it converts into	N/A	N/A
30	Write-down features	N/A	N/A
31	If write-down, write-down trigger(s)	N/A	N/A
32	If write-down, full or partial	N/A	N/A
33	If write-down, permanent or temporary	N/A	N/A
34	If temporary write-down, description of write-up mechanism	N/A	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	n.r.	Ordinary liabilities
36	Non-compliant transitioned features	N/A	N/A
37	If yes, specify non-compliant features	N/A	N/A

### 2.3 Description of the full terms and conditions of all Common Equity Tier 1, Additional Tier 1 and Tier 2 instruments

*(Article 437 (1.c) of the Regulation)*

With respect to their characteristics, own funds consist of two categories:

- Tier 1 capital, which comprises:
  - Common equity Tier-1 capital
  - Additional Tier-1 capital
- Tier 2 capital.

Common Equity Tier 1 capital comprises:

- capital instruments (paid-in and share premium),
- retained earnings,
- accumulated other comprehensive income,
- other reserves,
- value adjustments due to the requirements for prudent valuation,
- requirements for prudential valuation,
- deductions:

- intangible fixed assets
- deferred tax assets
- net loss in P&L account
- and other adjustments to Common Equity Tier 1 capital.

Neither of the Groups has additional Tier-1 and Tier-2 instruments.

## 2.4 Separate disclosure of the nature and amounts of filters and deductions

(Article 437 (1.d) of the Regulation)

In Q1 2018, the Group is disclosing the amount of regulatory capital as at 31 March 2018, and regulatory capital items for which transitional periods apply in accordance with CRR and other regulations. The group is disclosing the following:

- (i) Prudential filters used in accordance with Articles 32 to 35;
- (ii) Deductions in accordance with Articles 36, 56 and 66;
- (iii) Non-deducted items in accordance with Articles 47, 48, 56, 66 and 79;

**Table 3: Biser Topco Group's regulatory capital nature and amounts**

		€000	
Common Equity Tier-1 (CET-1) capital: instruments and reserves		(A) Amount 31/03/2018	(B) Regulation (EU) No 575/2013 Article reference
1	Capital instruments and the related share premium accounts	220,000	26(1), 27, 28, 29, 26(3), EBA list
	Of which: Paid-in capital instruments	2,160	26(3), EBA list
	Of which: Paid-in capital surplus	217,840	26(3), EBA list
2	Retained earnings	447,934	26(1)c
3	Accumulated other comprehensive income (and other reserves, to include unrealised gains and losses under the applicable accounting standards)	-668	26/1
3a	Funds for general banking risk		26(1)(f)
4	Amount of qualifying items referred to in Article 484(3) and the related share premium accounts subject to phase-out from CET1		286(2)
	Public sector capital injections grandfathered until 1 January 2018		283(2)
5	Minority interests (amount allowed in consolidated CET1)		84, 479, 480
5a	Independently reviewed interim profits net of any foreseeable charge or dividend	0	26(2)
6	Common Equity Tier-1 (CET-1) capital: regulatory adjustments	667,267	Sum of row 1 – 5a
7	Additional value adjustments (negative amount)	-2,196	34, 105
8	Intangible assets (net of related tax liability) (negative amount)	-27,158	36(1)(b), 37, 472(4)
9	Empty Set in the EU		
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability where the conditions in Article 38(3) are met) (negative amount)	-26,077	36(1)(c), 38, 472(5)
11	Fair value reserves related to gains or losses on cash flow hedges		33(a)

Common Equity Tier-1 (CET-1) capital: instruments and reserves		(A)	(B)
		Amount 31/03/2018	Regulation (EU) No 575/2013 Article reference
12	Negative amounts resulting from the calculation of expected loss amounts		36(1)(d), 40, 159, 472(6)
13	Any increase in equity that results from securitised assets (negative amount)		32(1)
14	Gains or losses on liabilities valued at fair value resulting from changes in own credit standing		33(b)
15	Defined-benefit pension fund assets (negative amount)		36(1)(e), 41, 472(7)
16	Direct and indirect holdings by an institution of own CET1 instruments (negative amount)		36(1)(f), 42, 472(8)
17	Holdings of the CET1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)		36(1)(g), 44, 472(9)
18	Direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above the 10 % threshold and net of eligible short positions) (negative amount)		36(1)(h), 43, 45, 46, 49(2), and (3), 79, 472(10)
19	Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10 % threshold and net of eligible short positions) (negative amount)		36(1)(i), 43, 45, 47, 48(1)(b), 49(1) to (3), 79, 470, 472(11)
20	Empty Set in the EU		
20a	Exposure amount of the following items which qualify for a RW of 1250 %, where the institution opts for the deduction alternative		36(1)(k)
20b	Of which: qualifying holdings outside the financial sector (negative amount)		36(1)(k)(i), 89 to 91
20c	Of which: securitisation positions (negative amount)		36(1)(k)(ii), 243(1)(b), 244(1)(b), 258
20d	Of which: free deliveries (negative amount)		36(1)(k)(iii), 379(3)
21	Deferred tax assets arising from temporary differences (amount above 10 % threshold, net of related tax liability where the conditions in Article 38(3) are met) (negative amount)		36(1)(c), 38, 48(1)(a), 470, 472(5)
22	Amount exceeding the 15 % threshold (negative amount)		48(1)
23	Of which: direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities		36(1)(ii), 48(1)(b), 470, 472(11)
24	Empty Set in the EU		
25	Of which: deferred tax assets arising from temporary differences		36(1)(c), 38, 48(1)(a), 470, 472(5)
25a	Losses for the current financial year (negative amount)	0	36(1)(a), 472(3)
25b	Foreseeable tax charges relating to CET1 items (negative amount)		36(1)(l)
26	Regulatory adjustments applied to CET1 in respect of amounts subject to pre-CRR treatment		
26a	Regulatory adjustments relating to unrealised gains and losses pursuant to Articles 467 and 468		
	Of which: ... filter for unrealised loss 1		467
	Of which: ... filter for unrealised loss 2		467



Common Equity Tier-1 (CET-1) capital: instruments and reserves		(A)	(B)
		Amount 31/03/2018	Regulation (EU) No 575/2013 Article reference
	Of which: ... filter for unrealised gain 1		468
	Of which: ... filter for unrealised gain 2		468
26b	Amount to be deducted from or added to CET1 capital with regard to additional filters and deductions required pre-CRR	0	481
	Of which: ...		481
27	Qualifying AT1 deductions that exceed the AT1 capital of the institution (negative amount)		36(1)(j)
28	<b>Total regulatory adjustments to Common Equity Tier 1 (CET1) capital</b>	-55,431	
29	<b>Common equity Tier-1 capital</b>	611,836	
30	Capital instruments and the related share premium accounts		51, 52
31	Of which: classified as equity under applicable accounting standards		
32	Of which: classified as liabilities under applicable accounting standards		
33	Amount of qualifying items referred to in Article 484(4) and the related share premium accounts subject to phase-out from AT1		486(3)
	Public sector capital injections grandfathered until 1 January 2018		483(3)
34	Qualifying T1 capital included in consolidated AT1 capital (including minority interests not included in row 5) issued by subsidiaries and held by third parties		85, 86, 480
35	Of which: instruments issued by subsidiaries subject to phase-out		486(3)
36	<b>Additional Tier 1 (AT1) capital before regulatory adjustments</b>		
37	Direct and indirect holdings by an institution of own AT1 instruments (negative amount)		52(1)(b), 56(a), 57, 475(2)
38	Holdings of the AT1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)		56(b), 58, 475(3)
39	Direct and indirect holdings of the AT1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above the 10 % threshold and net of eligible short positions) (negative amount)		56(c), 59, 60, 79, 475(4)
40	Direct and indirect holdings by the institution of the AT1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above the 10 % threshold net of eligible short positions) (negative amount)		56(d), 59, 79, 475(4)
41	Regulatory adjustments applied to AT1 capital in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase-out as prescribed in Regulation (EU) No 575/2013 (i.e. CRR residual amounts)		
41a	Residual amounts deducted from AT1 capital with regard to deduction from CET1 capital during the transitional period pursuant to Article 472 of Regulation (EU) No 575/2013		472, 472(3)(a), 472(4), 472(6), 472(8)(a), 472(9), 472(10)(a), 472(11)(a)
	Of which: items to be detailed line by line, e.g. material net interim losses, intangibles, shortfall of provisions to expected losses etc.		
41b	Residual amounts deducted from AT1 capital with regard to deduction from T2 capital during the transitional period pursuant to Article 475 of Regulation (EU) No 575/2013		477, 477(3), 477(4)(a)

Common Equity Tier-1 (CET-1) capital: instruments and reserves		(A)	(B)
		Amount 31/03/2018	Regulation (EU) No 575/2013 Article reference
	Of which: items to be detailed line by line, e.g. reciprocal cross holdings in T2 instruments, direct holdings of non-significant investments in the capital of other financial sector entities, etc.		
41c	Amount to be deducted from or added to AT1 capital with regard to additional filters and deductions required pre-CRR		467, 468, 481
	Of which: ...possible filter for unrealised losses		467
	Of which: ...possible filter for unrealised gains		468
	Of which: ...		481
42	Qualifying T2 deductions that exceed the T2 capital of the institution (negative amount)		56(e)
43	<b>Total regulatory adjustments to Additional Tier 1 (AT1) capital</b>		
44	<b>Additional Tier 1 (AT1) capital</b>		
45	<b>Tier 1 capital (T1 = CET1 + AT1)</b>	611,836	Sum of rows 29 – 44
46	Capital instruments and the related share premium accounts		62, 63
47	Amount of qualifying items referred to in Article 484(5) and the related share premium accounts subject to phase-out from T2		486(4)
	Public sector capital injections grandfathered until 1 January 2018		483(4)
48	Qualifying own funds instruments included in consolidated T2 capital (including minority interests and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties		87, 88, 480
49	Of which: instruments issued by subsidiaries subject to phase-out		486(4)
50	Credit risk adjustments		62(c) and (d)
51	<b>Tier 2 (T2) capital before regulatory adjustments</b>		
52	Direct and indirect holdings by an institution of own T2 instruments and subordinated loans (negative amount)		63(d)(i), 66(a), 67, 477(2)
53	Holdings of the T2 instruments and subordinated loans of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)		66(b), 68, 477(3)
54	Direct and indirect holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10 % threshold and net of eligible short positions) (negative amount)		66(c), 69, 70, 79, 477(4)
54a	Of which new holdings not subject to transitional arrangements		
54b	Of which holdings existing before 1 January 2013 and subject to transitional arrangements		
55	Direct and indirect holdings by the institution of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)		66(d), 69, 79, 477(4)
56	Regulatory adjustments applied to T2 capital in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase-out as prescribed in Regulation (EU) No. 575/2013 (i.e. CRR residual amounts)		
56a	Residual amounts deducted from T2 capital with regard to deduction from CET1 capital during the transitional period pursuant to Article 472 of Regulation (EU) No 575/2013		472, 472(3)(a), 472(4), 472(6), 472(8)(a), 472(9), 472(10)(a), 472(11)(a)

Common Equity Tier-1 (CET-1) capital: instruments and reserves		(A)	(B)
		Amount 31/03/2018	Regulation (EU) No 575/2013 Article reference
	Of which: items to be detailed line by line, e.g. material net interim losses, intangibles, shortfall of provisions to expected losses etc.		
56b	Residual amounts deducted from T2 capital with regard to deduction from AT1 capital during the transitional period pursuant to Article 475 of Regulation (EU) No 575/2013		475, 475(2)(a), 475(3), 475(4)(a)
	Of which: items to be detailed line by line, e.g. reciprocal cross holdings in AT1 instruments, direct holdings of non-significant investments in the capital of other financial sector entities, etc.		
56c	Amount to be deducted from or added to T2 capital with regard to additional filters and deductions required pre-CRR		467, 468, 481
	Of which: ...possible filter for unrealised losses		467
	Of which: ...possible filter for unrealised gains		468
	Of which: ...		481
57	<b>Total regulatory adjustments to Tier 2 (T2) capital</b>		
58	<b>Tier 2 (T2) capital</b>		
59	<b>Total capital (TC = T1 + T2)</b>	611,836	
59a	Risk weighted assets in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase-out as prescribed in Regulation (EU) No. 575/2013 (i.e. CRR residual amounts)		
	Of which: ...items not deducted from CET1 (Regulation (EU) No. 575/2013 residual amounts)  (items to be detailed line by line, e.g. deferred tax assets that rely on future profitability net of related tax liability, indirect holdings of own CET1, etc.)		472, 472(5), 472(8)(b), 472(10)(b), 472(11)(b)
	Of which: ...items not deducted from AT1 items (Regulation (EU) No. 575/2013 residual amounts)  (items to be detailed line by line, e.g. reciprocal crossholdings in T2 instruments, direct holdings of non-significant investments in the capital of other financial sector entities, indirect holdings of significant investments in the capital of other financial sector entities etc.)		475, 475(2)(b), 475(2)(c), 475(4)(b)
	Items not deducted from T2 items (Regulation (EU) No. 575/2013 residual amounts)  Items to be detailed line by line, e.g. indirect holdings of own T2 instruments, indirect holdings of non-significant investments in the capital of other financial sector entities, indirect holdings of significant investments in the capital of other financial sector entities etc.)		477, 477(2)(b), 477(2)(c), 477(4)(b)
60	<b>Total risk weighted assets</b>	2,867,235	
61	CET1 (as a percentage of risk exposure amount)	21.34%	92(2)(a), 465
62	T1 (as a percentage of risk exposure amount)	21.34%	92(2)(b), 465
63	Total capital (as a percentage of risk exposure amount)	21.34%	92(2)(c)
64	Institution specific buffer requirement (CET1 requirement in accordance with Article 92(1)(a) plus capital conservation and countercyclical buffer requirements, plus systemic risk buffer, plus the systemically important institution buffer (G-SII or O-SII buffer), expressed as a percentage of risk exposure amount)	53,761	128, 129 and 130, (CRD)
65	Of which: capital conservation buffer requirement	53,761	
66	Of which: countercyclical buffer requirement	0	
67	Of which: systemic risk buffer requirement	0	

Common Equity Tier-1 (CET-1) capital: instruments and reserves		(A)	(B)
		Amount 31/03/2018	Regulation (EU) No 575/2013 Article reference
67a	Of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	0	131 (CRD)
68	CET1 available to meet buffers (as a percentage of risk exposure amount)	611,836	128 (CRD)
69	[not relevant in EU regulation]		
70	[not relevant in EU regulation]		
71	[not relevant in EU regulation]		
72	Direct and indirect holdings of the capital of financial sector entities where the institution does not have a significant investment in those entities (amount below 10 % threshold and net of eligible short positions)	104	36(1)(h), 45, 46, 472(10)
			56(c), 59, 60, 475(4)
			66(c), 69, 70, 477(4)
73	Direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount below 10 % threshold and net of eligible short positions)	2,378	36(1)(i), 45, 48, 470, 472(11)
74	Empty Set in the EU		
75	Deferred tax assets arising from temporary differences (amount below 10 % threshold, net of related tax liability where the conditions in Article 38(3) are met)	-6,056	36(1)(c), 38, 48, 470, 472(5)
76	Credit risk adjustments included in T2 capital in respect of exposures subject to the Standardised Approach (prior to the application of the cap)		62
77	Cap on inclusion of credit risk adjustments in T2 capital under the Standardised Approach		62
78	Credit risk adjustments included in T2 capital in respect of exposures subject to the internal ratings-based approach (prior to the application of the cap)		62
79	Cap for inclusion of credit risk adjustments in T2 capital under the internal ratings-based approach		62
80	Current cap on CET1 instruments subject to phase-out arrangements		484(3), 486(2) and (58)
81	Amount excluded from CET1 capital due to cap (excess over cap after redemptions and maturities)		484(3), 486(2) and (58)
82	Current cap on AT1 instruments subject to phase-out arrangements		484(3), 486(2) and (58)
83	Amount excluded from AT1 capital due to cap (excess over cap after redemptions and maturities)		484(3), 486(2) and (58)
84	Current cap on T2 instruments subject to phase-out arrangements		484(3), 486(2) and (58)
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)		484(3), 486(2) and (58)

Table 4: Nova KBM Group's regulatory capital nature and amounts

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Common Equity Tier-1 (CET-1) capital: instruments and reserves		(A)	(B)
		Amount 31/03/2018	Regulation (EU) No 575/2013 Article reference
1	Capital instruments and the related share premium accounts	553,302	26(1), 27, 28, 29, 26(3), EBA list
	Of which: Paid-in capital instruments	150,000	26(3), EBA list

Common Equity Tier-1 (CET-1) capital: instruments and reserves		(A)	(B)
		Amount 31/03/2018	Regulation (EU) No 575/2013 Article reference
	Of which: Paid-in capital surplus	403,302	26(3), EBA list
2	Retained earnings	66,414	26(1)c
3	Accumulated other comprehensive income (and other reserves, to include unrealised gains and losses under the applicable accounting standards)	47,394	26/1
3a	Funds for general banking risk		26(1)(f)
4	Amount of qualifying items referred to in Article 484(3) and the related share premium accounts subject to phase-out from CET1		286(2)
	Public sector capital injections grandfathered until 1 January 2018		283(2)
5	Minority interests (amount allowed in consolidated CET1)		84, 479, 480
5a	Independently reviewed interim profits net of any foreseeable charge or dividend	0	26(2)
6	Common Equity Tier-1 (CET-1) capital: regulatory adjustments	667,110	Sum of row 1 – 5a
7	Additional value adjustments (negative amount)	-2,194	34, 105
8	Intangible assets (net of related tax liability) (negative amount)	-27,158	36(1)(b), 37, 472(4)
9	Empty Set in the EU		
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability where the conditions in Article 38(3) are met) (negative amount)	-25,264	36(1)(c), 38, 472(5)
11	Fair value reserves related to gains or losses on cash flow hedges		33(a)
12	Negative amounts resulting from the calculation of expected loss amounts		36(1)(d), 40, 159, 472(6)
13	Any increase in equity that results from securitised assets (negative amount)		32(1)
14	Gains or losses on liabilities valued at fair value resulting from changes in own credit standing		33(b)
15	Defined-benefit pension fund assets (negative amount)		36(1)(e), 41, 472(7)
16	Direct and indirect holdings by an institution of own CET1 instruments (negative amount)		36(1)(f), 42, 472(8)
17	Holdings of the CET1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)		36(1)(g), 44, 472(9)
18	Direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above the 10 % threshold and net of eligible short positions) (negative amount)		36(1)(h), 43, 45, 46, 49(2), and (3), 79, 472(10)
19	Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10 % threshold and net of eligible short positions) (negative amount)		36(1)(i), 43, 45, 47, 48(1)(b), 49(1) to (3), 79, 470, 472(11)
20	Empty Set in the EU		
20a	Exposure amount of the following items which qualify for a RW of 1250 %, where the institution opts for the deduction alternative		36(1)(k)
20b	Of which: qualifying holdings outside the financial sector (negative amount)		36(1)(k)(i), 89 to 91

Common Equity Tier-1 (CET-1) capital: instruments and reserves		(A)	(B)
		Amount 31/03/2018	Regulation (EU) No 575/2013 Article reference
20c	Of which: securitisation positions (negative amount)		36(1)(k)(ii), 243(1)(b), 244(1)(b), 258
20d	Of which: free deliveries (negative amount)		36(1)(k)(iii), 379(3)
21	Deferred tax assets arising from temporary differences (amount above 10 % threshold, net of related tax liability where the conditions in Article 38(3) are met) (negative amount)		36(1)(c), 38,48(1)(a), 470, 472(5)
22	Amount exceeding the 15 % threshold (negative amount)		48(1)
23	Of which: direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities		36(1)(ii), 48(1)(b), 470, 472(11)
24	Empty Set in the EU		
25	Of which: deferred tax assets arising from temporary differences		36(1)(c), 38, 48(1)(a), 470, 472(5)
25a	Losses for the current financial year (negative amount)	0	36(1)(a), 472(3)
25b	Foreseeable tax charges relating to CET1 items (negative amount)		36(1)(l)
26	Regulatory adjustments applied to CET1 in respect of amounts subject to pre-CRR treatment		
26a	Regulatory adjustments relating to unrealised gains and losses pursuant to Articles 467 and 468		
	Of which: ... filter for unrealised loss 1		467
	Of which: ... filter for unrealised loss 2		467
	Of which: ... filter for unrealised gain 1		468
	Of which: ... filter for unrealised gain 2		468
26b	Amount to be deducted from or added to CET1 capital with regard to additional filters and deductions required pre-CRR	0	481
	Of which: ...		481
27	Qualifying AT1 deductions that exceed the AT1 capital of the institution (negative amount)		36(1)(j)
28	<b>Total regulatory adjustments to Common Equity Tier 1 (CET1) capital</b>	-54,617	
29	<b>Common equity Tier-1 capital</b>	612,494	
30	Capital instruments and the related share premium accounts		51, 52
31	Of which: classified as equity under applicable accounting standards		
32	Of which: classified as liabilities under applicable accounting standards		
33	Amount of qualifying items referred to in Article 484(4) and the related share premium accounts subject to phase-out from AT1		486(3)
	Public sector capital injections grandfathered until 1 January 2018		483(3)
34	Qualifying T1 capital included in consolidated AT1 capital (including minority interests not included in row 5) issued by subsidiaries and held by third parties		85, 86, 480
35	Of which: instruments issued by subsidiaries subject to phase-out		486(3)
36	<b>Additional Tier 1 (AT1) capital before regulatory adjustments</b>		

Common Equity Tier-1 (CET-1) capital: instruments and reserves		(A)	(B)
		Amount 31/03/2018	Regulation (EU) No 575/2013 Article reference
37	Direct and indirect holdings by an institution of own AT1 instruments (negative amount)		52(1)(b), 56(a), 57, 475(2)
38	Holdings of the AT1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)		56(b), 58, 475(3)
39	Direct and indirect holdings of the AT1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above the 10 % threshold and net of eligible short positions) (negative amount)		56(c), 59, 60, 79, 475(4)
40	Direct and indirect holdings by the institution of the AT1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above the 10 % threshold net of eligible short positions) (negative amount)		56(d), 59, 79, 475(4)
41	Regulatory adjustments applied to AT1 capital in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase-out as prescribed in Regulation (EU) No 575/2013 (i.e. CRR residual amounts)		
41a	Residual amounts deducted from AT1 capital with regard to deduction from CET1 capital during the transitional period pursuant to Article 472 of Regulation (EU) No 575/2013		472, 472(3)(a), 472(4), 472(6), 472(8)(a), 472(9), 472(10)(a), 472(11)(a)
	Of which: items to be detailed line by line, e.g. material net interim losses, intangibles, shortfall of provisions to expected losses etc.		
41b	Residual amounts deducted from AT1 capital with regard to deduction from T2 capital during the transitional period pursuant to Article 475 of Regulation (EU) No 575/2013		477, 477(3), 477(4)(a)
	Of which: items to be detailed line by line, e.g. reciprocal cross holdings in T2 instruments, direct holdings of non-significant investments in the capital of other financial sector entities, etc.		
41c	Amount to be deducted from or added to AT1 capital with regard to additional filters and deductions required pre-CRR		467, 468, 481
	Of which: ...possible filter for unrealised losses		467
	Of which: ...possible filter for unrealised gains		468
	Of which: ...		481
42	Qualifying T2 deductions that exceed the T2 capital of the institution (negative amount)		56(e)
43	<b>Total regulatory adjustments to Additional Tier 1 (AT1) capital</b>		
44	<b>Additional Tier 1 (AT1) capital</b>		
45	<b>Tier 1 capital (T1 = CET1 + AT1)</b>	612,494	Sum of rows 29 – 44
46	Capital instruments and the related share premium accounts		62, 63
47	Amount of qualifying items referred to in Article 484(5) and the related share premium accounts subject to phase-out from T2		486(4)
	Public sector capital injections grandfathered until 1 January 2018		483(4)
48	Qualifying own funds instruments included in consolidated T2 capital (including minority interests and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties		87, 88, 480
49	Of which: instruments issued by subsidiaries subject to phase-out		486(4)
50	Credit risk adjustments		62(c) and (d)
51	<b>Tier 2 (T2) capital before regulatory adjustments</b>		

Common Equity Tier-1 (CET-1) capital: instruments and reserves		(A)	(B)
		Amount 31/03/2018	Regulation (EU) No 575/2013 Article reference
52	Direct and indirect holdings by an institution of own T2 instruments and subordinated loans (negative amount)		63(d)(i), 66(a), 67, 477(2)
53	Holdings of the T2 instruments and subordinated loans of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)		66(b), 68, 477(3)
54	Direct and indirect holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10 % threshold and net of eligible short positions) (negative amount)		66(c), 69, 70, 79, 477(4)
54a	Of which new holdings not subject to transitional arrangements		
54b	Of which holdings existing before 1 January 2013 and subject to transitional arrangements		
55	Direct and indirect holdings by the institution of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)		66(d), 69, 79, 477(4)
56	Regulatory adjustments applied to T2 capital in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase-out as prescribed in Regulation (EU) No. 575/2013 (i.e. CRR residual amounts)		
56a	Residual amounts deducted from T2 capital with regard to deduction from CET1 capital during the transitional period pursuant to Article 472 of Regulation (EU) No 575/2013		472, 472(3)(a), 472(4), 472(6), 472(8)(a), 472(9), 472(10)(a), 472(11)(a)
	Of which: items to be detailed line by line, e.g. material net interim losses, intangibles, shortfall of provisions to expected losses etc.		
56b	Residual amounts deducted from T2 capital with regard to deduction from AT1 capital during the transitional period pursuant to Article 475 of Regulation (EU) No 575/2013		475, 475(2)(a), 475(3), 475(4)(a)
	Of which: items to be detailed line by line, e.g. reciprocal cross holdings in AT1 instruments, direct holdings of non-significant investments in the capital of other financial sector entities, etc.		
56c	Amount to be deducted from or added to T2 capital with regard to additional filters and deductions required pre-CRR		467, 468, 481
	Of which: ...possible filter for unrealised losses		467
	Of which: ...possible filter for unrealised gains		468
	Of which: ...		481
57	<b>Total regulatory adjustments to Tier 2 (T2) capital</b>		
58	<b>Tier 2 (T2) capital</b>		
59	<b>Total capital (TC = T1 + T2)</b>	612,494	
59a	Risk weighted assets in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase-out as prescribed in Regulation (EU) No. 575/2013 (i.e. CRR residual amounts)		
	Of which: ...items not deducted from CET1 (Regulation (EU) No. 575/2013 residual amounts)		472, 472(5), 472(8)(b), 472(10)(b), 472(11)(b)
	(items to be detailed line by line, e.g. deferred tax assets that rely on future profitability net of related tax liability, indirect holdings of own CET1, etc.)		
	Of which: ...items not deducted from AT1 items (Regulation (EU) No. 575/2013 residual amounts)		475, 475(2)(b), 475(2)(c), 475(4)(b)



Common Equity Tier-1 (CET-1) capital: instruments and reserves		(A)	(B)
		Amount 31/03/2018	Regulation (EU) No 575/2013 Article reference
	(items to be detailed line by line, e.g. reciprocal crossholdings in T2 instruments, direct holdings of non-significant investments in the capital of other financial sector entities, indirect holdings of significant investments in the capital of other financial sector entities etc.)		
	Items not deducted from T2 items (Regulation (EU) No. 575/2013 residual amounts)		
	Items to be detailed line by line, e.g. indirect holdings of own T2 instruments, indirect holdings of non-significant investments in the capital of other financial sector entities, indirect holdings of significant investments in the capital of other financial sector entities etc.)		477, 477(2)(b), 477(2)(c), 477(4)(b)
60	<b>Total risk weighted assets</b>	612,494	
61	CET1 (as a percentage of risk exposure amount)	21.14%	92(2)(a), 465
62	T1 (as a percentage of risk exposure amount)	21.14%	92(2)(b), 465
63	Total capital (as a percentage of risk exposure amount)	21.14%	92(2)(c)
64	Institution specific buffer requirement (CET1 requirement in accordance with Article 92(1)(a) plus capital conservation and countercyclical buffer requirements, plus systemic risk buffer, plus the systemically important institution buffer (G-SII or O-SII buffer), expressed as a percentage of risk exposure amount)	54,326	128, 129 and 130, (CRD)
65	Of which: capital conservation buffer requirement	54,326	
66	Of which: countercyclical buffer requirement	0	
67	Of which: systemic risk buffer requirement	0	
67a	Of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	0	131 (CRD)
68	CET1 available to meet buffers (as a percentage of risk exposure amount)	612,494	128 (CRD)
69	[not relevant in EU regulation]		
70	[not relevant in EU regulation]		
71	[not relevant in EU regulation]		
72	Direct and indirect holdings of the capital of financial sector entities where the institution does not have a significant investment in those entities (amount below 10 % threshold and net of eligible short positions)	104	36(1)(h), 45, 46, 472(10) 56(c), 59, 60, 475(4) 66(c), 69, 70, 477(4)
73	Direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount below 10 % threshold and net of eligible short positions)	2,378	36(1)(i), 45, 48, 470, 472(11)
74	Empty Set in the EU		
75	Deferred tax assets arising from temporary differences (amount below 10 % threshold, net of related tax liability where the conditions in Article 38(3) are met)	-6,056	36(1)(c), 38, 48, 470, 472(5)
76	Credit risk adjustments included in T2 capital in respect of exposures subject to the Standardised Approach (prior to the application of the cap)		62
77	Cap on inclusion of credit risk adjustments in T2 capital under the Standardised Approach		62
78	Credit risk adjustments included in T2 capital in respect of exposures subject to the internal ratings-based approach (prior to the application of the cap)		62
79	Cap for inclusion of credit risk adjustments in T2 capital under the internal ratings-based approach		62
80	Current cap on CET1 instruments subject to phase-out arrangements		484(3), 486(2) and (58)

Common Equity Tier-1 (CET-1) capital: instruments and reserves		(A)	(B)
		Amount 31/03/2018	Regulation (EU) No 575/2013 Article reference
81	Amount excluded from CET1 capital due to cap (excess over cap after redemptions and maturities)		484(3), 486(2) and (58)
82	Current cap on AT1 instruments subject to phase-out arrangements		484(3), 486(2) and (58)
83	Amount excluded from AT1 capital due to cap (excess over cap after redemptions and maturities)		484(3), 486(2) and (58)
84	Current cap on T2 instruments subject to phase-out arrangements		484(3), 486(2) and (58)
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)		484(3), 486(2) and (58)

## 2.5 Description of all restrictions applied to the calculation of own funds in accordance with the Regulation, and the instruments, prudential filters and deductions to which those restrictions apply

*(Article 437 (1.e) of the Regulation)*

Data are presented in Table in section 4.4.

## 2.6 Comprehensive explanation of the basis on which the institution calculates its capital ratios, if the disclosed capital ratios are calculated using elements of own funds determined on the basis other than that laid down in the Regulation

*(Article 437 (1.f) of the Regulation)*

This disclosure is not applicable for the Group.

### 3. Capital requirements

This section defines disclosure requirements referred to in Article 438 of Part 8 of CRR. Where necessary, the disclosures comply with data disclosure requirements indicated in section „4.6 Capital Requirements“ of the Guidelines.

The Group uses Standardised Approach to calculate its capital requirements for credit and market risks, while the Basic Indicator Approach is used to calculate capital requirements for operational risk.

#### 3.1 Information regarding 8 % of the risk-weighted exposure amounts in accordance with Part Three, Title II, Chapter 3 for each of the exposure classes specified in Article 112 of the Regulation

*(Article 438 (c) to (f) of the Regulation)*

The Group discloses the amounts according to the provisions of Chapter 46, paragraph 69 of the Guidelines. As at the date of reporting, risk weighted assets exceed the respective amount for the previous period by €48,4 million. The change in risk-weighted exposure at the reporting date of 31 March 2018 compared to 31 December 2017 is primarily associated with:

- Implementation of regulatory changes and business decisions of the Bank associated with implementation of IFRS 9 accounting standard,
- Implementation of regulatory changes associated to end of phase-in period of 112(4) Article of Regulation CRR connected to implementation of country risk in category of exposures to central governments and central banks,
- Implementation of regulatory changes associated to end of phase-in period for capital deductions (i.e. differed tax assets),
- Realization of Group's investment strategy,
- Management of default exposure portfolio,
- Movements in value adjustments of investments.

## Template 1: EU OV1 – Overview of RWAs of the Biser Topco Group

			€000		
			RWAs		Minimum capital requirements
			31/3/2018	31/12/2017	31/3/2018
	<b>1</b>	<b>Credit risk (excluding counterparty credit risk – CCR)</b>	<b>2,556,343</b>	<b>2,445,813</b>	<b>204,507</b>
Article 438(c)(d)	2	Of which the standardised approach	2,556,343	2,445,813	204,507
Article 438(c)(d)	3	Of which the foundation IRB (FIRB) approach	0	0	0
Article 438(c)(d)	4	Of which the advanced IRB (AIRB) approach	0	0	0
Article 438(d)	5	Of which equity IRB under the simple risk-weighted approach or the internal model approach (IMA)	0	0	0
Article 107, Article 438(c)(d)	<b>6</b>	<b>CCR</b>	<b>1,191</b>	<b>1,318</b>	<b>95</b>
Article 438(c)(d)	7	Of which mark to market	1,179	1,294	94
Article 438(c)(d)	8	Of which original exposure	0	0	0
	9	Of which the standardised approach	0	0	0
	10	Of which internal model method (IMM)	0	0	0
Article 438(c)(d)	11	Of which risk exposure amount for contributions to the default fund of a CCP	0	0	0
Article 438(c)(d)	12	Of which credit value adjustment (CVA)	12	24	1
438(e)	<b>13</b>	<b>Settlement risk</b>	<b>0</b>	<b>0</b>	<b>0</b>
Article 449(o)(i)	<b>14</b>	<b>Securitisation exposures in the banking book (after the cap)</b>	<b>0</b>	<b>0</b>	<b>0</b>
	15	Of which IRB approach	0	0	0
	16	Of which IRB supervisory formula approach (SFA)	0	0	0
	17	Of which internal assessment approach (IAA)	0	0	0
	18	Of which the standardised approach	0	0	0
Article 438(e)	<b>19</b>	<b>Market risks</b>	<b>22,077</b>	<b>47,594</b>	<b>1,766</b>
	20	Of which the standardised approach	22,077	47,594	1,766
	21	Of which IMA	0	0	0
Article 438(e)	<b>22</b>	<b>Large exposures</b>			
Article 438(f)	<b>23</b>	<b>Operational risk</b>	<b>287,625</b>	<b>324,153</b>	<b>23,010</b>
	24	Of which basic indicator approach	287,625	324,153	23,010
	25	Of which the standardised approach	0	0	0
	26	Of which advanced measurement approach	0	0	0
Article 437(2), Article 48 and Article 60	<b>27</b>	<b>Amounts below the thresholds for deduction (subject to 250 % risk weight)</b>	<b>0</b>	<b>0</b>	<b>0</b>
Article 500	<b>28</b>	<b>Floor adjustment</b>	<b>0</b>	<b>0</b>	<b>0</b>
	<b>29</b>	<b>Total</b>	<b>2,867,235</b>	<b>2,818,878</b>	<b>229,379</b>

## Template 2: EU OV1 – Overview of RWAs of the Nova KBM Group

€000

			RWAs		Minimum capital requirements
			31/3/2018	31/12/2017	31/3/2018
	<b>1</b>	<b>Credit risk (excluding counterparty credit risk – CCR)</b>	<b>2,553,651</b>	<b>2,442,750</b>	<b>204,292</b>
Article 438(c)(d)	2	Of which the standardised approach	2,553,651	2,442,750	204,292
Article 438(c)(d)	3	Of which the foundation IRB (FIRB) approach	0	0	0
Article 438(c)(d)	4	Of which the advanced IRB (AIRB) approach	0	0	0
Article 438(d)	5	Of which equity IRB under the simple risk-weighted approach or the internal model approach (IMA)	0	0	0
Article 107, Article 438(c)(d)	<b>6</b>	<b>CCR</b>	<b>1,191</b>	<b>1,318</b>	<b>95</b>
Article 438(c)(d)	7	Of which mark to market	0	0	0
Article 438(c)(d)	8	Of which original exposure	0	0	0
	9	Of which the standardised approach	1,179	1,294	94
	10	Of which internal model method (IMM)	0	0	0
Article 438(c)(d)	11	Of which risk exposure amount for contributions to the default fund of a CCP	0	0	0
Article 438(c)(d)	12	Of which credit value adjustment (CVA)	12	24	1
Article 438(e)	<b>13</b>	<b>Settlement risk</b>	<b>0</b>	<b>0</b>	<b>0</b>
Article 449(o)(i)	<b>14</b>	<b>Securitisation exposures in the banking book (after the cap)</b>	<b>0</b>	<b>0</b>	<b>0</b>
	15	Of which IRB approach	0	0	0
	16	Of which IRB supervisory formula approach (SFA)	0	0	0
	17	Of which internal assessment approach (IAA)	0	0	0
	18	Of which the standardised approach	0	0	0
Article 438(e)	<b>19</b>	<b>Market risks</b>	<b>22,077</b>	<b>47,594</b>	<b>1,766</b>
	20	Of which the standardised approach	22,077	47,594	1,766
	21	Of which IMA	0	0	0
Article 438(e)	<b>22</b>	<b>Large exposures</b>			
Article 438(f)	<b>23</b>	<b>Operational risk</b>	<b>320,477</b>	<b>356,382</b>	<b>25,638</b>
	24	Of which basic indicator approach	320,477	356,382	25,638
	25	Of which the standardised approach	0	0	0
	26	Of which advanced measurement approach	0	0	0
Article 437(2), Article 48 and Article 60	<b>27</b>	<b>Amounts below the thresholds for deduction (subject to 250 % risk weight)</b>	<b>0</b>	<b>0</b>	<b>0</b>
Article 500	<b>28</b>	<b>Floor adjustment</b>	<b>0</b>	<b>0</b>	<b>0</b>
	<b>29</b>	<b>Total</b>	<b>2,897,396</b>	<b>2,848,043</b>	<b>231,792</b>

**3.2 Information regarding 8 % of the risk-weighted exposure amounts in accordance with Part Three, Title II, Chapter 3 for each of the exposure classes specified in Article 147 of the Regulation**

*(Article 438 (d) of the Regulation)*

This disclosure does not apply to the Group, because it does not use the IRB approach in calculating capital requirements for credit risk.

**3.3 Disclosure of the exposures assigned to each category in Table 1 of Article 153(5), or to each risk weight mentioned in Article 155(2) of the Regulation, if the institution calculates the risk-weighted exposure amounts in accordance with Article 153(5) or Article 155(2)**

*(Article 438 of the Regulation)*

This disclosure does not apply to the Group, because it does not use the IRB approach in calculating capital requirements for credit risk.

## 4. Leverage ratio

*(Article 451 of the Regulation)*

This section defines disclosure requirements referred to in Article 451 of Part 8 of CRR and in Commission implementing regulation (EU) No 2016/200.

### 4.1 Leverage ratio of Biser Topco Group

*(451 a-c of the Regulation)*

€000

Capital and total exposures		
1	Tier-1 capital	611,836
2	<b>Total leverage ratio exposures (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)</b>	<b>5,029,533</b>
Leverage ratio		
3	<b>Leverage ratio</b>	<b>12.16%</b>

### 4.2 Leverage ratio of Nova KBM Group

*(451 a-c of the Regulation)*

€000

Capital and total exposures		
1	Tier-1 capital	612,494
2	<b>Total leverage ratio exposures (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)</b>	<b>5,025,673</b>
Leverage ratio		
3	<b>Leverage ratio</b>	<b>12.19%</b>

## **5. Disclosures regarding transitional arrangements for mitigating the impact of the introduction of IFRS 9 on own funds**

*(473a. of the Regulation)*

Disclosure is not relevant for the Group as the Group did not decide to use the capital deduction regarding transitional arrangements for mitigating the impact of the introduction of IFRS 9 on own funds.

## **6. Transitional provisions for disclosure of own funds**

*(492. of the Regulation)*

Disclosure is not relevant for the Group as the Group from the 1 January 2018 does not use the transitional provisions for calculation of own funds or risk weighted assets. Transitional provisions are taken into consideration only in case of capital buffers calculation and are in line with articles of CRD Directive.