



PRIVREDNA BANKA ZAGREB

Basic unaudited financial statements  
Consolidated and unconsolidated  
30 June 2017

# Income statement

	(in HRK million)	
	<b>GROUP</b>	<b>BANK</b>
	30 June	30 June
	2017	2017
Interest income	1,594	1,400
Interest expense	(245)	(198)
<b>Net interest income</b>	<b>1,349</b>	<b>1,202</b>
Fee and commission income	746	387
Fee and commission expense	(112)	(54)
<b>Net fee and commission income</b>	<b>634</b>	<b>333</b>
Dividend income	2	45
Net trading income/(expense) and net gains/(losses) on translation of monetary assets and liabilities	93	87
Other operating income	47	26
<b>Total operating income</b>	<b>2,125</b>	<b>1,693</b>
Impairment losses on loans and advances to customers	(378)	(358)
Other impairment losses and provisions	(3)	-
Personnel expenses	(424)	(347)
Depreciation and amortisation	(77)	(54)
Other operating expenses	(504)	(337)
Share of profits from associates	7	-
<b>Profit before income tax</b>	<b>746</b>	<b>597</b>
Income tax expense	(139)	(105)
<b>Profit for the year</b>	<b>607</b>	<b>492</b>
<b>Available for:</b>		
Minority interests	2	-
Equity holders of the Bank	605	492
	<b>607</b>	<b>492</b>

## Statement of financial position

	(in HRK million)	
	GROUP	BANK
	30 June 2017	30 June 2017
<b>Assets</b>		
Cash and current accounts with banks	10.590	9.492
Balances with the Croatian National Bank	3.856	3.856
Financial assets at fair value through profit or loss	5.476	5.450
Derivative financial assets	3	2
Loans and advances to banks	2.341	1.831
Loans and advances to customers	53.772	46.541
Financial assets available for sale	3.047	2.069
Held-to-maturity investments	16	0
Investments in subsidiaries and associates	62	952
Intangible assets	157	124
Property and equipment	1.018	515
Investment property	58	48
Deferred tax assets	124	87
Other assets	751	427
Tax prepayments	26	0
<b>Total assets</b>	<b>81.297</b>	<b>71.394</b>

# Statement of financial position (continued)

	(in HRK million)	
	GROUP	BANK
	30 June 2017	30 June 2017
<b>Liabilities</b>		
Current accounts and deposits from banks	1,508	1,407
Current accounts and deposits from customers	59,735	54,089
Derivative financial liabilities	13	12
Interest-bearing borrowings	3,073	2,300
Subordinated liabilities	1	-
Other liabilities	1,739	408
Accrued expenses and deferred income	226	97
Provisions for liabilities and charges	275	249
Deferred tax liabilities	19	6
Current tax liability	49	43
<b>Total liabilities</b>	<b>66,638</b>	<b>58,611</b>
<b>Shareholders' equity</b>		
Share capital	1,907	1,907
Share premium	1,570	1,570
Treasury shares	(76)	(76)
Other reserves	7	301
Fair value reserve	54	23
Retained earnings	11,148	9,058
<b>Total equity attributable to equity holders of the Bank</b>	<b>14,610</b>	<b>12,783</b>
Non-controlling interests	49	-
<b>Total liabilities and equity</b>	<b>81,297</b>	<b>71,394</b>

## Contingent liabilities and commitments

	(in HRK million)	
	GROUP	BANK
	30 June 2017	30 June 2017
Undrawn lending commitments	11,999	11,209
Performance guarantees	2,623	2,396
Kuna payment guarantees	433	433
Foreign currency payment guarantees	435	301
Foreign currency letters of credit	150	117
Factoring and forfaiting	1	1
Other contingent liabilities	1	1
	15,642	14,459