



COMPLIANCE WITH NORMATIVES

(K AZN)

Normatives and description	Max/Min	Actual
1.1 Maximum risk limit for one borrower or group of related borrowers	XXX	XXX
a) Amount of credit risk of the bank for one borrower or a group of borrowers related to each other (%)	max. 25%	21.0
b) credit requirements against banks operating in the Republic of Azerbaijan, as well as against non-resident banks with a minimum investment rating given by international reputable rating agencies (Standard & Poor's, Fitch Ratings, Moody's, hereinafter - international rating agencies), this The maximum amount of credit risk (%) of the bank on partially secured or unsecured credit request(s) for one borrower or a group of related borrowers, except for real estate loans issued in accordance with the KTN coefficient determined in the regulation	max. 10%	10.7
c) amount of credit risk of a systemically important bank to another systemically important bank (%)	max. 15%	-
d) The maximum amount of credit risk on the loan request (secured part of the loan request) with the exception of the types of security specified in subsections 5.3.1 and 5.3.2 of this Rule as security, other types of security mentioned in clause 5.3 of this Rule without reduction in accordance with clause 5.3 of this Regulation)	max. 50%	0.8
1.2 Maximum risk level for non bank credit organisations.	XXX	XXX
a) One non-bank financial organisation over Tier 1 capital %	max. 7%	5.2
b) non bank financial organisation liability over Tier 1%	max. 30%	17.1
2. Ratio of large loans to bank's funds	max. 8 times	1.7
3. Maximum amount of loan extended to related persons or to persons performing on behalf of them (total) (%)	max. 20%	10.6
a) if they are legal entities (for one) (%)	max. 10%	7.2
b) if they are individuals (for one) (%)	max. 3%	0.0
4. Restrictions set for purchasing shares (stocks) of other legal entities	XXX	XXX
a) Ratio of participation in the capital of a legal entity to bank's capital (%)	max. 10%	7.1
b) Ratio of total participation in the capital of other legal entities to bank's capital (%)	max. 40%	14.5
5. Quick liquidity ratio (%)	min. 30%	63.2
6. Adequacy ratio of Tier I capital (%) (minimum)	min. 5%	15.4
	min. 6%	
7. Adequacy ratio of total regulatory capital (%) (minimum)	min. 10%	20.4
	min. 12%	
8. Leverage Ratio (%) (minimum)	min. 4%	7.0
	min. 5%	
9. Total open currency position on freely convertible currency (%)	max. 20%	(5.2)
10. Total open currency position on inconvertible currency (%)	max. 14%	0.0
11. Minimum requirement for total capital (thousand AZN)	50,000	784,402.7
12. Total duration of loans issued after 30.07.2022 (including restructured loans), as well as those issued up to the mentioned date, but as a result of restructuring after 30.07.2022 (taking into account the period before restructuring and after restructuring) the ratio of the total amount of consumer loans of 5 years and more to the bank's Tier I capital (%)	max 0.1%	0.0
13. When the market value of collateral for partially significant related party loans is lower than the thresholds defined in subsections 3.5.1 - 3.5.3 of the "Regulation on Conducting Transactions with Related Persons of Banks", when the fifth group of guarantees acts as a guarantee for the loan, or when it is given without collateral, this the ratio of the total amount of such loan requests to the bank's Tier I capital after deductions (%)	max 1%	0.3
14. The ratio of the total amount of loan requests granted to a relevant person by the decision of the Board of Directors to the bank's Tier I capital (%)	max 0.01%	-
15. The ratio of the total amount of loan requests granted to all relevant persons by the decision of the Board of Directors to the bank's Tier I capital (%)	max 1%	-