



PILLAR 3
DISCLOSURES
30. 6. 2019



Business name: **SID – Slovenska izvozna in razvojna banka, d. d.,
Ljubljana**

Abbreviated business name: SID banka d. d., Ljubljana

Registered office: Ulica Josipine Turnograjske 6, 1000 Ljubljana

Registration number: 5665493

Tax number: 82155135

Settlement account: 0100 0000 3800 058

IBAN: SI056 0100 0000 3800 058

SWIFT: SIDRSI22

LEI: 549300BZ3GKOJ13V6F87

Website: www.sid.si

E-mail: info@sid.si

Tel.: +386 (1) 200 75 00

List of abbreviations

CCF	Credit Conversion Factor
CRM	Credit Risk Mitigation
CRR	Capital Requirements Regulation
CVA	Credit Valuation Adjustment
EAD	Exposure At Default
EBA	European Banking Authority
ECB	European Central Bank
EU	European Union
LCR	Liquidity Coverage Ratio
RWA	Risk-Weighted Assets
SID-PKZ	SID – Prva kreditna zavarovalnica
SME	Small and medium-sized enterprise
TLTRO	Targeted Longer-term Refinancing Operations
ZSIRB	Slovene Export and Development Bank Act

Contents

- 1 Introduction..... 5**
- 2 Disclosure of own funds, regulatory adjustments and prudential filters 6**
- 3 The main features of the capital instruments issued by the Bank 7**
- 4 The geographical distribution of its credit exposures relevant for the calculation of its countercyclical capital buffer – breakdown by country 7**
- 5 LCR disclosure to complement the disclosure of liquidity risk management under Article 435 of CRR Regulation 9**
- 6 Template 4 – EU OV1: Overview of RWAs..... 9**
- 7 Template 6 – EU INS1: Non-deducted participation in insurance undertakings 9**
- 8 Template 11 – EU CR1-A: Credit quality of exposures by exposure class and instrument 10**
- 9 Template 12 – EU CR1-B: Credit quality of exposures by industry or counterparty types 11**
- 10 Template 13 – EU CR1-C: Credit quality of exposures by geography 12**
- 11 Template 14 – EU CR1-D: Ageing of past-due exposures 13**
- 12 Template 15 – EU CR1-E: Non-performing and forborne exposures 13**
- 13 Template 16 – EU CR 2-A: Changes in the stock of general and specific credit risk adjustments 14**
- 14 Template 17 – EU CR2-B: Changes in the stock of defaulted and impaired loans and debt securities..... 15**
- 15 Template 18 – EU CR3: CRM techniques – Overview 15**
- 16 Template 19 – EU CR4: Standardized approach – credit risk exposure and credit risk mitigation effects 15**
- 17 Template 20 – EU CR5: Standardized approach – exposures by asset classes and risk weights 16**
- 18 Template 25 – EU CCR1: Analysis of CCR exposure by approach 17**
- 19 Template 26 – EU CCR2: CVA capital charge 17**
- 20 Template 32 – EU CCR5–B: Composition of collateral for exposures to counterparty credit risk 17**
- 21 Encumbered and unencumbered assets 18**
- 22 Leverage ratio 19**

1 Introduction

The basis for the disclosures that follow is Part Eight of Regulation (EU) No 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and investment firms, and the EBA Guidelines on disclosure requirements under Part Eight of Regulation (EU) No 575/2013 (EBA/GL/2016/11; hereinafter: the guidelines), namely Pillar 3 of the Basel standards.

The purpose of this document is to disclose the relevant information as at 30 June 2019 that in accordance with the guidelines is disclosed on a semi-annual basis, given that SID Bank has other systemically important institution status. The disclosures are drawn up for SID Bank on an individual basis, as the Bank is not required to meet its prudential requirements on a consolidated basis. The figures as at 30 June 2019 are not audited.

In accordance with the EBA guidelines, the figures for the comparable period relate to the period set out by the guidelines with regard to disclosure frequency. Individual tables show only the rows and columns of relevance to SID Bank.

More comprehensive information and the qualitative disclosures with regard to risk management that are required by the guidelines on an annual basis are presented in SID Bank's 2018 annual report, which is available online at <https://www.sid.si>.

Unless stipulated otherwise, all figures below are given in EUR thousands.

2 Disclosure of own funds, regulatory adjustments and prudential filters

(Annex IV of the Commission Implementing Regulation (EU) No 1423/2013)

(Article 435(2)(a) of the CRR Regulation)

		30 Jun 2019	31 Dec 2018
		(A)	(A)
		Amount at	Amount at
		disclosure	disclosure
		date	date
Common Equity Tier 1 capital: instruments and reserves			
1	Capital instruments and the related share premium accounts	299,815	299,815
	of which: Paid up capital instruments	300,000	300,000
	of which: Share premium	1,139	1,139
	of which: Own CET1 instruments	(1,324)	(1,324)
2	Retained earnings (excluding net profit for the year)	9,557	9,557
3	Accumulated other comprehensive income (and any other reserves)	113,038	98,365
6	Common Equity Tier 1 (CET1) capital before regulatory adjustments	422,410	407,737
7	Common Equity Tier 1 (CET1) capital: regulatory adjustments	(669)	(681)
8	Additional value adjustments (negative amount)	(966)	(999)
24	Deduction related to specific credit risk adjustments	(2,425)	0
28	Total regulatory adjustments to Common Equity Tier 1 (CET1)	(4,060)	(1,680)
29	Common Equity Tier 1 (CET1) capital	418,350	406,057
45	Tier 1 capital (T1 = CET1 + AT1)	418,350	406,057
59	Total capital (TC = T1 + T2)	418,350	406,057
60	Total risk-weighted assets	1,174,973	1,187,983
61	Tier 1 (as a percentage of total risk exposure amount)	35.61%	34.18%
62	Total capital (as a percentage of total risk exposure amount)	35.61%	34.18%
63	Institution specific buffer requirement (CET1 requirement in accordance with article 92 (1) (a) plus capital conservation and countercyclical buffer requirements plus a systemic risk buffer, plus systemically important institution buffer expressed as a percentage of total risk exposure amount)	35.61%	34.18%
64	of which: capital conservation buffer requirement	2.758%	1.887%
65	of which: countercyclical buffer requirement	2.500%	1.875%
66	of which: systemic risk buffer requirement	0.008%	0.012%
67	of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	0.250%	0%
67a	Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount)	0.250%	0%
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)	6,602	6,875
73	Direct and indirect holdings 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)	0	8,413

The above table discloses the items of the Bank's own funds under the template from Commission Implementing Regulation (EU) No 1423/2013, which sets out the disclosure of own funds requirements for institutions in accordance with the CRR. The table shows the rows of the template containing amounts that are relevant to SID Bank. Column (C) indicates

the remaining amounts determined in accordance with the CRR. SID Bank has no instruments of additional Tier 1 capital or Tier 2 capital. SID Bank does not take into account the net profit for 2018 or the net profit for the first half of 2019 in the calculation of regulatory capital for capital adequacy purposes until its general meeting adopts the resolution on the

distribution of profit. The Bank is disclosing an own funds deduction for specific credit risk adjustments as at 30 June 2019 in item 24; there was no deduction at the end of 2018, because the Bank disclosed net income from impairments and provisions in the income

statement. The Bank sold 100% of its interest in SID - Prva kreditna zavarovalnica d.d. in 2019, and accordingly in row 73 of the above table it does not disclose this investment as at 30 June 2019; the book value at the end of 2018 was EUR 8,413 thousand.

3 The main features of the capital instruments issued by the Bank

(Article 437 (1) (b)(c) of the CRR Regulation)

1	Issuer	SID - Slovenska izvozna in razvojna banka, d.d., Ljubljana
2	Unique identifier	SIDR, ISIN SI0021102932
3	Governing law(s) of the instrument	Slovene
Regulatory treatment		
4	Transitional CRR rules	Common Equity Tier 1
5	Post-transitional CRR rules	Common Equity Tier 1
6	Eligible at solo/(sub-)consolidated/solo & (sub-)consolidated	Solo
7	Instrument type	Ordinary shares
8	Amount recognised in regulatory capital	EUR 300 million
9	Nominal amount of instrument	No nominal amount - per value shares
9a	Issue price	No nominal amount - per value shares
9b	Redemption price	N/A
10	Accounting classification	Shareholders' equity
11	Original date of issuance	20 June 1997
12	Perpetual or dated	Perpetual
13	Original maturity date	No maturity
14	Issuer call subject to prior supervisory approval	No
15	Optional call date, contingent call dates, and redemption amount	N/A
16	Subsequent call dates, if applicable	N/A
Coupons / dividends		N/A

N/A – not applicable

SID Bank has no instruments of additional Tier 1 capital or Tier 2 capital. In accordance with Article 4 of the ZSIRB, SID Bank's distributable

profit may not be used for distribution to shareholders, but is instead allocated to other profit reserves.

4 The geographical distribution of its credit exposures relevant for the calculation of its countercyclical capital buffer – breakdown by country

(Article 440(1)(a) of the CRR Regulation)

The table below indicates those credit exposures to individual sovereigns (governments) that are relevant to the calculation of countercyclical capital buffers, i.e. exposures to individual exposure classes set out in Article 112 of the CRR, excluding the

exposure classes referred to in points (a) to (f) of the aforementioned article.

The Bank uses a standardised approach for the calculation of exposure values. The Bank has no exposures included in the trading book, and no exposures to securitisation positions.

30 Jun 2019	General credit exposures	Own funds requirements			(110) Own funds requirements weights	(120) Countercyclical capital buffer rate
	(010) Exposure value under the Standardised Approach	(070) of which: General credit exposures	(100) Total			
Country code						
SI	789.575	63.336	63.336	0,93	0,00%	
HR	11.600	928	928	0,01	0,00%	
NL	10.866	930	930	0,01	0,00%	
FR	2.538	203	203	0,00	0,00%	
BA	38	3	3	0,00	0,00%	
AT	2.545	204	204	0,00	0,00%	
RS	906	72	72	0,00	0,00%	
ME	146	17	17	0,00	0,00%	
US	9.321	746	746	0,01	0,00%	
IE	7.347	588	588	0,01	0,00%	
NO	3.267	261	261	0,00	2,00%	
GB	10	1	1	0,00	1,00%	
BE	10	1	1	0,00	0,00%	
CK	6.602	528	528	0,01	0,00%	
UA	3.399	408	408	0,01	0,00%	
Total	848.168	68.226	68.226	1,00		

31 Dec 2018	General credit exposures	Own funds requirements			(110) Own funds requirements weights	(120) Countercyclical capital buffer rate
	(010) Exposure value under the Standardised Approach	(070) of which: General credit exposures	(100) Total			
Country code						
SI	777,798	63,331	63,331	0.91	0.00%	
US	27,652	2,212	2,212	0.03	0.00%	
HR	13,197	1,056	1,056	0.02	0.00%	
NL	10,153	812	812	0.01	0.00%	
IE	7,259	581	581	0.01	0.00%	
CK	6,875	550	550	0.01	0.00%	
GB	3,930	314	314	0.00	1.00%	
NO	3,285	263	263	0.00	2.00%	
AT	2,544	203	203	0.00	0.00%	
RS	1,312	105	105	0.00	0.00%	
UA	451	54	54	0.00	0.00%	
ME	290	35	35	0.00	0.00%	
BA	41	3	3	0.00	0.00%	
DE	9	1	1	0.00	0.00%	
BE	8	1	1	0.00	0.00%	
IT	1	0	0	0.00	0.00%	
Total	854,805	69,521	69,521	1.00		

(Article 440(1)(b) of the CRR Regulation) – Institution specific countercyclical capital buffer rate

An institution-specific countercyclical capital buffer rate is calculated as the weighted average of valid countercyclical buffer rates that apply in countries in which the relevant exposures for the calculation of countercyclical buffers of the bank in question are located. The

rate for the Bank stood at 0.008% as at 30 June 2019. Within the framework of the countries that have already introduced a countercyclical capital buffer rate, the Bank reported exposures to Norway and the UK as at 30 June 2019.

	30 Jun 2019	31 Dec 2018
010 Total Risk exposure amount	1,174,973	1,187,983
020 Institution specific countercyclical capital buffer rate	0.008%	0.012%
030 Institution specific countercyclical capital buffer requirement	90	144

5 LCR disclosure to complement the disclosure of liquidity risk management under Article 435 of CRR Regulation

(Article 435(1)(f) of the CRR Regulation)

Quantitative information of LCR

Quarter ending on	30 Jun 2019	31 Dec 2018	
Number of data points used in the calculation of averages	12	12	
	Total weighted value (average)	Total weighted value (average)	
	Total adjusted value	Total adjusted value	
21	Liquidity buffer	243,690	252,612
22	Total net cash outflows	72,293	58,364
23	Liquidity coverage ratio (%)	455%	1404%

6 Template 4 – EU OV1: Overview of RWAs

(Article 438 (c) - (f) of the CRR Regulation)

		RWAs		Minimal capital requirements		
		30 Jun 2019	31 Mar 2019	30 Jun 2019	31 Mar 2019	
1	Credit risk (excluding CCR)	1,107,124	1,110,151	88,570	88,812	
Article 438(c)(d)	2	<i>Of which the standardised approach</i>	<i>1,107,124</i>	<i>1,110,151</i>	<i>88,570</i>	<i>88,812</i>
Article 438(c)(d), Article 107	6	CCR	12,318	12,624	985	1,010
Article 438(c)(d)	12	<i>Of which CVA</i>	<i>12,318</i>	<i>12,624</i>	<i>985</i>	<i>1,010</i>
Article 438(f)	23	Operational risk	55,532	55,532	4,443	4,443
	24	<i>Of which basic indicator approach</i>	<i>55,532</i>	<i>55,532</i>	<i>4,443</i>	<i>4,443</i>
Article 437(2), Article 48 and Article 60	27	Amounts below the thresholds for deduction (subject to 250% risk weight)	1,452	24,840	116	1,987
	29	Total	1,176,425	1,203,147	94,114	96,252

7 Template 6 – EU INS1: Non-deducted participation in insurance undertakings

(Article 438(c) of the CRR Regulation)

	30 Jun 2019 Values	31 Dec 2018 Values
Holdings of own funds instruments of a financial sector entity where the institution has a significant investment not deducted from own funds (before risk-weighting)	0	8,413
Total risk-weighted assets	0	21,032

The carrying amount of EUR 8,413 thousand and the risk-weighted exposure amount of EUR 21,032 thousand as at the end of 2018 related to the investment in SID - Prva kreditna zavarovalnica d.d., in which SID Bank held an interest of 100%. The Bank sold the investment in SID-PKZ in the first half of 2019, as thus as

at 30 June 2019 the Bank has no significant investments in the capital instruments of financial sector entities.

8 Template 11 – EU CR1-A: Credit quality of exposures by exposure class and instrument

(Article 442(g) and (h) of the CRR Regulation)

	a		b	c	e	f	g
	Gross carrying values of						Net value (a+b-c) Defaulted exposures
30 Jun 2019	Defaulted exposures	Non-defaulted exposures	Specific credit risk adjustment	Accumulated write-offs in 2018	Credit risk adjustments charges in 2018		
16 Central governments or central banks	0	646,498	8	0	6		646,490
17 Regional governments or local authorities	0	57,535	33	0	8		57,501
18 Public sector entities	0	31,511	3	0	2		31,508
19 Multilateral development banks	0	12,695	0	0	0		12,695
21 Institutions	0	1,033,094	680	0	81		1,032,414
22 Corporates	0	836,289	21,251	298	(5,844)		815,039
23 of which SME	0	293,395	10,825	43	(138)		282,569
28 Exposures in default	49,375	0	22,696	0	(1,088)		26,678
Exposures associated with particularly high risk	0	5,842	41	0	23		5,800
29							
33 Equity exposures	20,558	6,602	15,616	0	0		11,544
34 Other exposures	0	5,527	0	0	0		5,527
35 Total standardized approach	69,933	2,635,593	60,330	298	(6,812)		2,645,196
36 Total	69,933	2,635,593	60,330	298	(6,812)		2,645,196
37 Of which: Loans	49,375	1,652,202	44,110	0	(6,884)		1,657,466
38 Of which: Debt securities	0	634,119	185	0	(69)		633,933
39 Of which: Off-balance-sheet exposures	0	194,613	418	0	(2)		194,195

	a		b	c	e	f	g
	Gross carrying values of						
31 Dec 2018	Defaulted exposures	Non-defaulted exposures	Specific credit risk adjustment	Accumulated write-offs in 2018	Credit risk adjustments charges in 2018	Net value (a+b-c) Defaulted exposures	
16 Central governments or central banks	0	613,085	15	0	(1)	613,070	
17 Regional governments or local authorities	0	55,216	42	0	2	55,174	
18 Public sector entities	0	32,291	5	0	(2)	32,286	
19 Multilateral development banks	0	13,000	0	0	0	13,000	
21 Institutions	0	995,769	726	0	(23)	995,042	
22 Corporates	0	848,601	15,647	887	2,816	832,954	
23 of which SME	0	259,716	(10,843)	759	(4,324)	270,558	
28 Exposures in default	53,818	0	21,351	0	(1,939)	32,468	
33 Equity exposures	20,558	15,287	15,616	0	0	20,230	
34 Other exposures	0	5,601	0	0	0	5,601	
35 Total standardized approach	74,377	2,578,850	53,401	887	853	2,599,825	
36 Total	74,377	2,578,850	53,401	887	853	2,599,825	
37 Of which: Loans	53,818	1,499,429	37,110	887	248	1,516,137	
38 Of which: Debt securities	0	651,126	255	0	789	650,871	
39 Of which: Off-balance-sheet exposures	0	275,760	420	0	(184)	275,340	

9 Template 12 – EU CR1-B: Credit quality of exposures by industry or counterparty types

(Article 442(g) of the CRR Regulation)

	a		b	c	e	f	g
	Gross carrying values of						
30 Jun 2019 Sector	Defaulted exposures	Non-defaulted exposures	Specific credit risk adjustments	Accumulated write-offs in 2018	Credit risk adjustments charges in 2018	Defaulted exposures	
Financial and insurance activities	729	1,242,874	16,214	0	402	1,227,388	
Public administration and defence, compulsory social security	0	580,840	42	0	16	580,799	
Manufacturing	11,479	304,376	20,476	0	(7,486)	295,379	
Transportation and storage	7,137	160,912	2,147	0	492	165,902	
Trade; maintenance and repair of motor vehicles	12,827	101,041	3,895	254	(472)	109,974	
Others	17,202	266,109	17,556	43	237	265,755	
Total	49,375	2,656,152	60,330	298	(6,812)	2,645,196	

	a		b	c	e	f	g
	Gross carrying values of		Specific credit risk adjustments	Accumulated write-offs in 2018	Credit risk adjustments charges in 2018	Defaulted exposures	
31 Dec 2018 Sector	Defaulted exposures	Non-defaulted exposures					
Public administration and defence, compulsory social security	0	556,430	58	0	81	556,372	
Trade; maintenance and repair of motor vehicles	17,165	267,599	17,863	0	1,537	266,902	
Financial and insurance activities	1,189	1,216,920	16,174	0	671	1,201,935	
Manufacturing	11,170	285,181	13,009	74	2,033	283,342	
Transportation and storage	8,424	155,803	2,617	0	(2,130)	161,609	
Others	15,870	117,474	3,679	814	(1,339)	129,665	
Total	53,818	2,599,408	53,401	887	853	2,599,825	

10 Template 13 – EU CR1-C: Credit quality of exposures by geography

(Article 442(h) of the CRR Regulation)

	a		b	c	e	f	g
	Gross carrying values of		Specific credit risk adjustments	Accumulated write-offs in 2018	Credit risk adjustments charges in 2018	Net values Defaulted exposures	
30 Jun 2019 Geographical area	Defaulted exposures	Non-defaulted exposures					
Slovenia	41,082	2,187,077	55,843	298	(7,141)	2,172,315	
Other EU members	3,910	402,149	(70)	0	235	406,129	
Other european countries	4,383	51,958	4,427	0	101	51,914	
Other countries	0	14,968	129	0	(7)	14,839	
Total	49,375	2,656,152	60,330	298	(6,812)	2,645,196	

	a		b	c	e	f	g
	Gross carrying values of		Specific credit risk adjustments	Accumulated write-offs in 2018	Credit risk adjustments charges in 2018	Net values Defaulted exposures	
31 Dec 2018 Geographical area	Defaulted exposures	Non-defaulted exposures					
Slovenia	44,301	2,115,707	48,999	878	74	2,111,009	
Other EU members	5,029	392,175	(263)	0	536	397,467	
Other european countries	4,488	53,649	4,529	0	283	53,608	
Other countries	0	37,877	136	9	(40)	37,741	
Total	53,818	2,599,408	53,401	887	853	2,599,825	

Templates 11, 12 and 13 illustrate on-balance sheet and off-balance sheet gross and net exposures. Provisions for off-balance-sheet liabilities are disclosed under specific credit risk adjustments. Impairment and provisioning expenses and credit risk adjustment charges amounted to EUR 6,812 thousand in the first

half of 2019, compared with the net income of EUR 853 thousand generated by the Bank under the same item in 2018.

Gross write-offs amounted to EUR 298 thousand in the first half of 2019, compared with write-offs of EUR 887 thousand in 2018.

11 Template 14 – EU CR1-D: Ageing of past-due exposures

(Article 442(g) and (h) of the CRR Regulation)

30. 6. 2019		Gross carrying values					> 1 year
		≤ 30 days	> 30 days ≤ 60 days	> 60 days ≤ 90 days	> 90 days ≤ 180 days	> 180 days ≤ 1 year	
1	Loans	19	0	170	-	893	18,353
2	Debt securities	0	0	0	0	0	0
3	Total exposures	19	0	170	-	893	18,353

31. 12. 2018		Gross carrying values					> 1 year
		≤ 30 days	> 30 days ≤ 60 days	> 60 days ≤ 90 days	> 90 days ≤ 180 days	> 180 days ≤ 1 year	
1	Loans	1,674	3	336	9	1,109	18,140
2	Debt securities	0	0	0	0	0	0
3	Total exposures	1,674	3	336	9	1,109	18,140

12 Template 15 – EU CR1-E: Non-performing and forborne exposures

(Article 442(g) and (i) of the CRR Regulation)

		a	b	c	d	e	f	g
Gross carrying values of performing and non-performing exposures								
30 Jun 2019			Of which performing but past due > 30 days and ≤ 90 days	of which performing forborne	of which non-performing			
					of which defaulted	of which impaired	of which forborne	
010	Debt securities	634.119	0	0	0	0	0	0
020	Loans and advances	1.870.068	2.710	3.884	85.179	85.179	36.618	73.623
030	Off-balance-sheet exposures	194.613	0	0	0	0	0	0
			h	i	j	k	l	m
		Accumulated impairment and provisions and negative fair value adjustments due to credit risk				Collaterals and financial guarantees received		
		on performing exposures		on non-performing exposures		on non-performing exposures		of which forborne exposures
30 Jun 2019		of which forborne		of which forborne		of which forborne		of which forborne exposures
010	Debt securities	(185)		0		0		0
020	Loans and advances	(21.414)		210		(58.501)		(12.641)
030	Off-balance-sheet exposures	418		0		0		0

	a	b	c	d	e	f	g
Gross carrying values of performing and non-performing exposures							
		Of which performing but past due > 30 days and <= 90 days	of which performing forborne	of which non-performing			
31 Dec 2018				of which defaulted	of which impaired	of which forborne	
010 Debt securities	651.126	0	0	0	0	0	0
020 Loans and advances	1.719.417	341	3.887	96.951	96.951	38.151	85.254
030 Off-balance-sheet exposures	275.760	0	0	0	0	0	0
		h	i	j	k	l	m
		Accumulated impairment and provisions and negative fair value adjustments due to credit risk			Collaterals and financial guarantees received		
		on performing exposures		on non-performing exposures		on non-performing exposures	of which forborne exposures
31 Dec 2018			of which forborne	of which forborne			
010 Debt securities		(255)	0	0	0	0	0
020 Loans and advances		(15.759)	203	(64.483)	(12.397)	54.716	51.004
030 Off-balance-sheet exposures		420	0	0	0	0	0

13 Template 16 – EU CR 2-A: Changes in the stock of general and specific credit risk adjustments

(Article 442 (i) of the CRR Regulation)

	30 Jun 2019	31 Dec 2018
	Accumulated specific credit risk adjustment	Accumulated specific credit risk adjustment
1 Opening balance	37,365	17,883
2 Increases due to amounts set aside for estimated loan losses during the period	12,031	29,894
3 Decreases due to amounts reversed for estimated loan losses during the period	(4,803)	(10,331)
4 Decreases due to amounts taken against accumulated credit risk adjustments	(298)	(83)
6 Impact of exchange rate differences	1	2
9 Closing balance	44,296	37,365
10 Recoveries on credit risk adjustments recorded directly to the statement of profit or loss	1	115

The table shows stocks and flows in the credit risk adjustments of financial assets (loans

granted and debt securities), excluding provisions for off-balance sheet items.

14 Template 17 – EU CR2-B: Changes in the stock of defaulted and impaired loans and debt securities

30 Jun 2019		a
		Gross carrying value defaulted exposures
1	Opening balance	53,818
2	Loans and debt securities that have defaulted or impaired since the last reporting period	830
3	Returned to non-defaulted status	(170)
4	Amounts written off	(298)
5	Other changes	(4,806)
6	Closing balance	49,375

31 Dec 2018		a
		Gross carrying value defaulted exposures
1	Opening balance	59,854
2	Loans and debt securities that have defaulted or impaired since the last reporting period	2,807
3	Returned to non-defaulted status	0
4	Amounts written off	(948)
5	Other changes	(7,895)
6	Closing balance	53,818

15 Template 18 – EU CR3: CRM techniques – Overview

(Article 453(g) of the CRR Regulation)

Total exposures secured by financial guarantees

	30 Jun 2019			31 Dec 2018		
	Exposures unsecured – Carrying amount	Exposures to be secured	Exposures secured by financial guarantees	Exposures unsecured – Carrying amount	Exposures to be secured	Exposures secured by financial guarantees
Total loans	1,657,446	0	0	1,516,137	0	0
Total debt securities	633,933	0	0	650,871	0	0
Total exposures	2,291,379	0	0	2,167,008	0	0
Of which defaulted	26,678	0	0	32,468	0	0

The table above shows the carrying amount of loans and debt securities. The Bank does not take account of collateral received for credit risk

mitigation purposes in the calculation of capital requirements, for which reason the stock of secured exposures is zero in the above table.

16 Template 19 – EU CR4: Standardized approach – credit risk exposure and credit risk mitigation effects

(Article 453(f) and (g) of the CRR Regulation)

The table shows on-balance sheet and off-balance sheet exposures by individual class, i.e. net exposures before the application of conversion factors and before the reduction in exposures resulting from the effects of using

eligible collateral, exposures after the use thereof, the amount of risk-weighted assets and the breakdown by individual exposure class. The Bank does not take account of collateral received to reduce its capital requirements.

		a	b	c	d	e	f
		Exposures before CCF and CRM		Exposures post CCF and CRM			
		On-Balance Sheet amount	Off-Balance Sheet amount	On-Balance Sheet amount	Off-Balance Sheet amount	RWA	RWA density
30 Jun 2019							
1	Central governments or central banks	626,119	20,371	626,119	10,186	7,830	0.7%
2	Regional governments or local authorities	44,930	12,571	44,930	6,286	10,309	0.9%
3	Public sector entities	31,508	0	31,508	0	6,302	0.6%
4	Multilateral development banks	695	12,000	695	12,000	2,400	0.2%
6	Institutions	974,779	57,635	974,779	32,093	227,456	20.5%
7	Corporates	717,297	97,742	717,297	81,534	800,603	72.3%
10	Exposures in default	26,678	0	26,678	0	26,772	2.4%
	Exposures associated with particularly high risk	5,374	426	5,374	213	8,381	0.8%
11							
15	Equity exposures	11,544	0	11,544	0	11,544	1.0%
16	Other exposures	5,527	0	5,527	0	5,527	0.5%
17	Total	2,444,451	200,745	2,444,451	142,311	1,107,124	100.0%

		a	b	c	d	e	f
		Exposures before CCF and CRM		Exposures post CCF and CRM			
		On-Balance Sheet amount	Off-Balance Sheet amount	On-Balance Sheet amount	Off-Balance Sheet amount	RWA	RWA density
31 Dec 2018							
1	Central governments or central banks	565,040	48,030	565,040	24,015	15,150	1.3%
2	Regional governments or local authorities	47,036	8,138	47,036	4,069	10,980	1.0%
3	Public sector entities	32,286	0	32,286	0	6,457	0.6%
4	Multilateral development banks	1,000	12,000	1,000	12,000	2,400	0.2%
6	Institutions	920,693	74,350	920,693	40,500	215,751	19.3%
7	Corporates	693,482	139,473	693,482	103,025	796,877	71.2%
10	Exposures in default	32,468	0	32,468	0	33,685	3.0%
15	Equity exposures	20,230	0	20,230	0	32,848	2.9%
16	Other exposures	5,601	0	5,601	0	5,601	0.5%
17	Total	2,317,835	281,990	2,317,835	183,608	1,119,749	100.0%

17 Template 20 – EU CR5: Standardized approach – exposures by asset classes and risk weights

(Article 444(e) of the CRR Regulation)

30 Jun 2019		Risk weight						Total	Of which unrated	Deducted
Exposure classes	0%	20%	50%	100%	0%	20%				
1	Central governments or central banks	616,418	10,916	8,390	0	0	581	636,305	636,305	(450)
2	Regional governments or local authorities	0	51,165	0	0	50	0	51,216	51,216	(2)
3	Public sector entities	0	31,508	0	0	0	0	31,508	31,508	(14)
4	Multilateral development banks	695	12,000	0	0	0	0	12,695	12,695	0
6	Institutions	0	974,269	0	32,602	0	0	1,006,871	1,006,871	(117)
7	Corporates	0	0	0	795,286	3,545	0	798,831	798,831	(58)
10	Exposures in default	0	0	0	26,490	188	0	26,678	26,678	(13)
	Exposures associated with particularly high risk	0	0	0	0	5,587	0	5,587	5,587	(3)
11										
15	Equity exposures	0	0	0	11,544	0	0	11,544	11,544	(12)
16	Other exposures	0	0	0	5,527	0	0	5,527	5,527	(966)
17	Total	617,112	1,079,859	8,390	871,449	9,370	581	2,586,762	2,586,762	(1,634)

31 Dec 2018	Exposure classes	Risk weight						Total	Of which unrated	Deducted
		0%	20%	50%	100%	0%	20%			
1	Central governments or central banks	564,056	8,794	12,441	1,494	0	2,271	589,055	589,055	(423)
2	Regional governments or local authorities	0	50,522	0	0	584	0	51,105	51,105	(2)
3	Public sector entities	0	32,286	0	0	0	0	32,286	32,286	(14)
4	Multilateral development banks	1,000	12,000	0	0	0	0	13,000	13,000	0
6	Institutions	0	931,802	0	29,390	0	0	961,192	961,192	(111)
7	Corporates	0	0	0	795,765	741	0	796,506	796,506	(101)
10	Exposures in default	0	0	0	30,033	2,435	0	32,468	32,468	(16)
15	Equity exposures	0	0	0	11,817	0	8,413	20,230	20,230	(12)
16	Other exposures	0	0	0	5,601	0	0	5,601	5,601	(999)
17	Total	565,056	1,035,403	12,441	874,101	3,759	10,683	2,501,443	2,501,443	(1,677)

18 Template 25 – EU CCR1: Analysis of CCR exposure by approach

(Article 439(e), (f) and (i) of the CRR Regulation)

30 Jun 2019		Notional	EAD post CRM	RWAs
2	Original exposure	85,000	6,550	1,310
11	Total	85,000	6,550	1,310

31 Dec 2018		Notional	EAD post CRM	RWAs
2	Original exposure	85,000	6,650	1,330
11	Total	85,000	6,650	1,330

19 Template 26 – EU CCR2: CVA capital charge

(Article 439(f) of the CRR Regulation)

	30 Jun 2019		31 Dec 2018	
	Exposure value	RWAs	Exposure value	RWAs
4 All portfolios subject to the standardised method – RWA	6,550	12,318	6,650	13,127
5 Total subject to the CVA capital charge	6,550	12,318	6,650	13,127

20 Template 32 – EU CCR5-B: Composition of collateral for exposures to counterparty credit risk

	a		b		c		d	
	Collateral used in derivative transactions							
	Fair value of collateral received		Fair value of posted collateral					
30 Jun 2019	Segregated	Unsegregated	Segregated	Unsegregated	Segregated	Unsegregated	Segregated	Unsegregated
Deposits	0	0	0	0	0	0	0	7,106
Total	0	0	0	0	0	0	0	7,106

	a		b		c		d	
	Collateral used in derivative transactions							
	Fair value of collateral received				Fair value of posted collateral			
31 Dec 2018	Segregated		Unsegregated		Segregated		Unsegregated	
Deposits	0	0	0	0	0	0	2,840	
Total	0	0	0	0	0	0	2,840	

21 Encumbered and unencumbered assets

(Article 443 of the CRR Regulation)

The table below shows the medians of consecutive quarterly mean values of the Bank's encumbered and unencumbered assets over a 12-month period using interpolation. The Bank has assets (eligible securities and loans) pledged at the central bank as collateral for the loan received from the drawdown of targeted

longer-term refinancing operations from the ECB (TLTRO II) and amounted EUR 171,6 million. Other encumbered assets include the reserve requirement held at the Bank of Slovenia and assets of collateral from Credit Support Annex contract.

30 Jun 2019	Encumbered assets		Unencumbered assets	
	Carrying amount	Fair value	Carrying amount	Fair value
Loans on demand	58	58	108,881	108,881
Equity instruments	0	0	15,331	15,331
Debt securities	113,179	113,179	509,788	509,788
Loans and advances other than loans on demand	59,762	59,903	1,472,092	1,475,075
Other assets	0	0	15,753	15,753
Total assets	172,999	173,082	2,121,845	2,124,828

31 Dec 2018	Encumbered assets		Unencumbered assets	
	Carrying amount	Fair value	Carrying amount	Fair value
Loans on demand	0	0	103,166	103,166
Equity instruments	0	0	16,893	16,893
Debt securities	129,252	129,252	544,659	544,659
Loans and advances other than loans on demand	42,974	43,051	1,557,330	1,561,031
Other assets	0	0	19,999	19,999
Total assets	172,227	172,303	2,242,047	2,245,748

22 Leverage ratio

(Article 451 of the CRR Regulation)

Summary of reconciliation of accounting assets and leverage ratio exposure measure

	30. 6. 2019	31. 12. 2018
	Fully phased in definition	Fully phased in definition
1 Total assets as per published financial statements	2,640,030	2,594,594
4 Adjustments for derivative financial instruments	(6,550)	(6,650)
6 Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	(58,852)	(98,802)
7 Other adjustments	9,175	9,297
8 Total leverage ratio exposure	2,583,803	2,498,439

Leverage ratio: common disclosure

	30. 6. 2019	31. 12. 2018
	Fully phased in definition	Fully phased in definition
1 On-balance sheet items (excluding derivatives, SFTs and fiduciary assets, but including collateral)	2,444,451	2,317,835
2 Asset amounts deducted in determining Tier 1 capital	(2,959)	(3,004)
3 Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)	2,441,492	2,314,831
Derivative exposures		
EU05a Exposure determined under Original Exposure Method	6,550	6,650
11 Total derivative exposures (sum of lines 4 to 10)	6,550	6,650
Other off-balance sheet exposures		
17 Off-balance sheet exposures at gross notional amount	194,613	275,760
18 (Adjustments for conversion to credit equivalent amounts)	(58,852)	(98,802)
19 Other off-balance sheet exposures (sum of lines 17 to 18)	135,761	176,958
Capital and total exposures		
20 Tier 1 capital	418,350	406,057
21 Total leverage ratio exposures (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)	2,583,803	2,498,439
Leverage ratio		
22 Leverage ratio	16.19%	16.25%

Breakdown of on-balance-sheet exposures

	30. 6. 2019	31. 12. 2018
	Fully phased in definition n	Fully phased in definition
EU-1 Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	2,444,451	2,317,835
EU-3 Banking book exposures, of which:	2,444,451	2,317,835
EU-5 Exposures treated as sovereigns	626,814	566,040
EU-6 Exposures to regional governments, MDB, international organisations and PSE not treated as sovereign	76,438	79,322
EU-7 Institutions	974,779	920,693
EU-10 Corporates	717,297	693,482
EU-11 Exposures in default	26,678	32,468
EU-12 Other exposures (eg equity, securitisations, and other non-credit obligation assets)	22,446	25,831