

# Risk management

2025 – 1<sup>st</sup> Quarter

**atb**

## liquidity gap

A. Assets	Instant	1 - 7 days	8 -30 days	1 - 3 months	3 - 6 months	6 - 9 months	9 - 12 months	1 - 2 years	2 - 5 years	More than 5 years	Total
1. Cash (in safes, ATMs, currency exchange offices, on the road)	26.471	-	-	-	-	-	-	-	-	-	26.471
2. Requirements to CBA (statutory reserve fund or correspondent accounts)	71.989	-	-	-	-	-	-	-	-	206.051	278.040
3. Nostro accounts	10.611	-	-	-	-	-	-	-	-	1.769	12.380
4. Short-term financial instruments of the interbank market (up to 7 days, including the 7th day)	-	-	-	-	-	-	-	-	-	-	-
5. Deposits to financial institutions, including banks, total	-	450.047	53.000	4.760	43.350	10.200	-	-	-	-	561.357
6. On reverse REPO transactions	-	23.060	-	-	-	-	-	-	-	-	23.060
7. Investments in securities, including pledged securities	-	2.943	473	3.435	4.246	12.871	23.471	51.803	83.132	-	182.375
8. Securities for trading, including pledged securities	-	-	-	-	-	-	-	-	-	-	-
9. Loans to banks, excluding short-term financial instruments of the interbank market on line 4	-	-	1.700	3.400	-	1.676	-	-	-	-	6.776
10. Loans to other financial institutions, excluding short-term financial instruments on line 4	-	-	-	-	-	-	-	-	-	-	-
11. Loans to customers	23	327	46.548	24.655	49.187	55.387	51.483	173.624	223.904	181.304	806.441
12. Fixed assets with the deduction of depreciation (including fixed assets not used in banking)	-	-	-	-	-	-	-	-	-	16.194	16.194
13. Investments and financial participation in unincorporated companies	-	-	-	-	-	-	-	-	-	1.337	1.337
14. Intangible assets	-	-	-	-	-	-	-	-	-	6.238	6.238
15. Other assets	-	-	18.301	3.448	16.247	-	-	13.241	-	37	51.273
16. (-) Provisions for potential losses on assets	-	-	-	-	-	-	-	-	-	15.882	15.882
17. Total assets	109.093	476.377	120.022	39.699	113.030	80.134	74.954	238.668	307.035	397.047	1.956.059

## liquidity gap

B. Liabilities and equity	Instant	1 - 7 days	8 -30 days	1 - 3 months	3 - 6 months	6 - 9 months	9 - 12 months	1 - 2 years	2 - 5 years	More than 5 years	Total
1. Deposits (excluding banks and other financial institutions), total	971.762	39.100	3.323	18.047	8.353	59.501	37.640	13.153	231.352	-	1.382.231
2. CBA loans	-	-	-	-	-	-	-	-	-	-	-
3. Loro accounts (bank correspondent accounts)	190.115	-	-	-	-	-	-	-	-	-	190.115
4. On REPO operations	-	3.000	-	-	-	-	-	-	-	-	3.000
5. Earned short-term financial instruments of the interbank market (up to 7 days, including the 7th day)	-	-	-	-	-	-	-	-	-	-	-
6. Deposits of banks and other financial institutions	-	10.710	-	2.208	1.850	1.108	860	-	-	-	16.736
7. Loans drawn from banks (with a term of more than 7 days)	-	-	-	-	-	-	-	-	-	-	-
8. Loans drawn from other financial institutions, including international organizations	-	-	-	-	-	-	50	186	2.817	195.285	198.337
9. Loans and deposits of central administration bodies	-	-	-	-	-	-	-	-	-	-	-
10. Loans and deposits of municipalities	-	-	-	-	-	-	-	-	-	-	-
11. Mortgage loans drawn by the bank for own reserves	-	-	-	-	-	-	-	-	-	-	-
12. Subordinated debt and other similar debt obligations issued by the bank, including maturity preference shares	-	-	-	-	-	-	-	-	-	-	-
13. Other liabilities	-	-	1.885	45.507	-	-	7.529	-	-	-	54.921
14. Equity	-	-	-	-	-	-	-	-	-	110.719	110.719
<b>15. Total liabilities (liabilities plus equity)</b>	<b>1.161.877</b>	<b>52.810</b>	<b>5.208</b>	<b>65.763</b>	<b>10.203</b>	<b>60.609</b>	<b>46.079</b>	<b>13.339</b>	<b>234.169</b>	<b>306.004</b>	<b>1.956.059</b>

<b>Liquidity Gap</b>	<b>(1.052.784)</b>	<b>423.567</b>	<b>114.814</b>	<b>(26.064)</b>	<b>102.827</b>	<b>19.525</b>	<b>28.875</b>	<b>225.329</b>	<b>72.867</b>	<b>91.044</b>
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## liquidity gap – foreign currency

with a thousand manats

Financial Assets and Liabilities	TOTAL	MANAT	USD	EURO	Other
Assets	1.956.059	907.574	949.951	34.045	64.489
Cash and cash equivalents	26.471	19.351	5.686	1.225	209
Nostro accounts	12.380	32	7.485	2.358	2.505
Requirements to CBA	278.040	58.756	191.883	27.400	-
Deposits of the bank	561.357	92.000	404.609	2.973	61.774
Securities	182.375	67.217	115.158	-	-
Loans and leases granted to customers	806.441	596.120	210.232	89	-
Loan financial instruments granted to credit organizations and other financial institutions	6.776	-	6.776	-	-
Derivative financial instruments	-	-	-	-	-
Short-term financial instruments	23.060	23.060	-	-	-
Investments and financial participation in unincorporated companies	1.337	312	1.025	-	-
Other assets	57.511	50.172	7.339	-	-
Fixed assets (subtracting depreciation)	16.194	16.194	-	-	-
(subtr. target reserves to cover possible losses on assets)	15.882	15.639	243	-	-
<b>Liabilities</b>	<b>1.845.340</b>	<b>805.897</b>	<b>941.889</b>	<b>34.021</b>	<b>63.532</b>
Requirements of the Central Bank and other organizations to the bank	-	-	-	-	-
Funds attracted from credit organizations and other financial institutions	408.362	211.364	146.543	15.400	35.054
Customer deposits	1.382.057	565.554	788.791	16.868	10.844
a) demand deposits	971.589	393.580	550.296	16.868	10.844
b) term deposits	410.469	171.974	238.495	-	-
Subordinated liabilities	-	-	-	-	-
Debt securities	-	-	-	-	-
Other liabilities	54.921	28.979	6.554	1.753	17.635
<b>Balance capital</b>	<b>110.719</b>	<b>110.719</b>	<b>-</b>	<b>-</b>	<b>-</b>

Open currency position ratio	%-lə ifadəə
Aggregate OCP for free floating currency	9.7
Aggregate OCP for closed currency	0.2

## interest rate risk sensitivity classification

Assets	
0-3 months	614.372
3-6 months	96.783
6-12 months	155.088
12-24 months	225.427
24-36 months	189.613
more than 36 months	278.689

GAP	
0-3 months	(324.220)
3-6 months	86.580
6-12 months	55.928
12-24 months	212.088
24-36 months	169.055
more than 36 months	(130.207)

Liabilities	
0-3 months	938.592
3-6 months	10.203
6-12 months	99.159
12-24 months	13.339
24-36 months	20.558
more than 36 months	408.896

Cumulative GAP	
0-3 months	(324.220)
3-6 months	(237.640)
6-12 months	(181.711)
12-24 months	30.377
24-36 months	199.432
more than 36 months	69.226

## loan portfolio quality

with a thousand manats

Loan portfolio distribution by sector	General	Principal amount due													
		Current	Overdue days												
			1-30 days	31-60 days	61-90 days	91-120 days	121-150 days	151-180 days	181-210 days	211-240 days	241-270 days	271-300 days	301-330 days	331-365 (366) days	1 year or more
Loan portfolio, incl.	806.441	758.381	28.023	5.092	2.076	993	1.040	700	750	640	1.092	592	689	619	5.754
Business	304.712	291.932	8.919	1.381	525	-	-	26	18	-	484	-	-	-	1.426
Consumption	301.216	269.554	16.200	3.254	1.551	993	1.040	673	659	640	608	592	689	619	4.144
Real estate	200.513	196.894	2.904	457	-	-	-	-	73	-	-	-	-	-	184
Other loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

## collateral distribution

with a thousand manats

Loan portfolio distribution by sector	Overall	Unfunded	Secured with cash	Secured by gold	Secured by real estate	Secured by movable property	Secured by another source	Secured by guarantees	Secured by derivative financial instruments
<b>Loan portfolio, incl.</b>	806.441	298.624	255.929	131	244.717	450	6.592	-	-
<b>Business</b>	304.712	10.485	243.703	131	43.461	450	6.482	-	-
<b>Consumption</b>	301.216	288.138	12.225	-	743	-	109	-	-
<b>Real estate</b>	200.513	-	-	-	200.513	-	-	-	-
<b>Other loans</b>	-	-	-	-	-	-	-	-	-

## loan classification

with a thousand manats

	Amount	Specific weight in total loan portfolio	Common reserves created	Share of the common reserves created in the loan portfolio (percent)	Target reserves created	Share of the target reserves created in the loan portfolio (percent)
<b>1. Total loan portfolio, including</b>	806.441		5.481	0,68%	13.457	1,67%
<b>1.1 Standard loans</b>	512.971	63,6%	5.481	0,68%		
<b>Pass loans</b>	503.234	62,4%	5.101	0,63%		
<b>Supervised loans</b>	9.737	1,2%	380	0,05%		
<b>Additional risk loans</b>	-	0,0%	-	0,00%		
<b>1.2 Non-prime loans</b>	19.614	2,4%			13.457	1,67%
<b>Unsatisfactory</b>	7.258	0,9%			1.720	0,21%
<b>Dangerous</b>	1.012	0,1%			506	0,06%
<b>Hopeless</b>	11.344	1,4%			11.231	1,39%
<b>1.3 Non-reserve loans</b>	273.856	34,0%				



## hedging instruments

### instruments used to prevent risks on foreign currency (hedging instruments)

Applied hedging instruments (swap)	13.600
Data on which currencies are involved on each instrument	AZN/USD

### Hedging instruments:

ATB employs SWAP and FORWARD instruments to prevent foreign currency risks

SWAP is a bank agreement of two mutual conversion transactions of the same amount. The bank receives a certain currency from the client (while converting it to another), and returns it to the client in the original currency after the agreed period.

An option is an obligation to transact securities and currencies at a specified price before a future date. Option is an OTC (off-exchange) contract between two parties. The option is agreed between the Buyer and the Seller, while the exchange acts as a guarantor for both parties.

## large loan

amount of large loan claims and its ratio to total capital	
Amount of large loan claims*	Large loan claims to capital ratio (in %)
304.669	294%

\* A large loan claim is a loan claim to one borrower or a group of related borrowers which exceeds 10 (ten) percent of the banks Tier I capital after deductions according to the 'Rules on regulating loan risks on one borrower or a group of related borrowers'.

## classification of fixed and variable interest rate assets and liabilities

with a thousand manats			
Asset items	At fixed interest rate	At variable interest rate	Interest free
1. Cash (in safes, ATMs, currency exchange offices, on the road)	0	0	26.471
2. Requirements to CBA (statutory reserve fund or correspondent accounts)	0	0	278.040
3. Nostro accounts	0	0	12.380
a) To resident banks	0	0	4.648
b) To non-resident banks	0	0	7.732
4. Short-term financial instruments of the interbank market (up to 7 days, including the 7th day)	0	0	0
5. Deposits to financial institutions, including banks, total	561.357	0	0
a) To resident financial institutions	95.740	0	0
a1) undue deposits	95.740	0	0
a2) due deposits	0	0	0
b) To non-resident financial institutions	465.617	0	0
b1) undue deposits	465.617	0	0
b2) due deposits	0	0	0
6. On reverse REPO transactions	23.060	0	0
7. Investments in securities, including pledged securities	182.375	0	0
8. Securities for trading, including pledged securities	0	0	0
9. Loans to banks, excluding short-term financial instruments of the interbank market on line 4	6.776	0	0
a) current loans	6.776	0	0
a1) to resident banks	0	0	0
a2) to non-resident banks	6.776	0	0
b) overdue loans	0	0	0
b1) to resident banks	0	0	0
b2) to non-resident banks	0	0	0

## classification of fixed and variable interest rate assets and liabilities

with a thousand manats			
Asset items	At fixed interest rate	At variable interest rate	Interest free
10. Loans to other financial institutions, excluding short-term financial instruments on line 4	0	0	0
a) current loans	0	0	0
a1) to resident banks	0	0	0
a2) to non-resident banks	0	0	0
b) overdue loans	0	0	0
b1) resident	0	0	0
b2) non-resident	0	0	0
11. Loans to customers	786.404	0	0
a) current loans	786.404	0	0
b) overdue loans	0	0	0
12. Fixed assets with the deduction of depreciation (including fixed assets not used in banking)	0	0	0
13. Investments and financial participation in unincorporated companies	0	0	0
14. Intangible assets	0	0	0
15. Other assets	0	0	51.273
16. (-) Provisions for potential losses on assets	0	0	0
<b>17. Total assets</b>	<b>1.559.972</b>	<b>0</b>	<b>368.164</b>

## classification of fixed and variable interest rate assets and liabilities

with a thousand manats

Asset items	At fixed interest rate	At variable interest rate	Interest free
1. Deposits (excluding banks and other financial institutions), total	1,199,385	0	182,846
a) demand deposits of natural persons	46,577	0	72,477
b) demand deposits of legal entities (including all current (including current accounts of non-bank financial institutions) and checking accounts)	742,339	0	110,370
c) undue term deposits of natural persons	84,729	0	0
d) undue term deposits of legal entities	325,740	0	0
e) due term deposits of natural persons	0	0	0
f) due term deposits of legal entities	0	0	0
2. CBA loans	0	0	0
3. Loro accounts (bank correspondent accounts)	73,289	0	116,827
a) Resident banks	73,289	0	16,398
b) Non-resident banks	0	0	100,429
4. On REPO operations	3,000	0	0
5. Earned short-term financial instruments of the interbank market (up to 7 days, including the 7th day)	0	0	0
6. Deposits of banks and other financial institutions	16,736	0	0
a) Resident financial institutions	15,886	0	0
b) Non-resident financial institutions	850	0	0
7. Loans drawn from banks (with a term of more than 7 days)	0	0	0
a) Resident banks	0	0	0
b) Non-resident banks	0	0	0
8. Loans drawn from other financial institutions, including international organizations	198,337	0	0
9. Loans and deposits of central administration bodies	0	0	0
10. Loans and deposits of municipalities	0	0	0
11. Mortgage loans drawn by the bank for own reserves	0	0	0
12. Subordinated debt and other similar debt obligations issued by the bank, including maturity preference shares	0	0	0
13. Other liabilities	0	0	0
14. Equity	0	0	0
<b>15. Total liabilities (liabilities plus equity)</b>	<b>1,490,746</b>	<b>0</b>	<b>299,673</b>