



NATIONAL BANK OF THE REPUBLIC OF MACEDONIA

BANKING SYSTEM INDICATORS

AS OF 30.06.2008

September, 2008

1. Balance sheet

in million of Denars

ASSETS	Large banks	%	Medium banks	%	Small banks	%	Total	%
CASH AND BALANCE WITH NBRM	10.962	6,8%	4.437	6,5%	880	7,1%	16.279	6,8%
Denar cash	9.359	85,4%	3.650	82,3%	792	90,0%	13.801	84,8%
Foreign currency cash	1.602	14,6%	786	17,7%	88	10,0%	2.475	15,2%
Precious metals and other kind of cash	2	0,0%	1	0,0%	0	0,0%	3	0,0%
SECURITIES REDISCOUNTED BY NBRM	13.922	8,7%	4.696	6,9%	2.990	24,1%	21.607	9,0%
DEBT SECURITIES	5.982	3,7%	1.290	1,9%	476	3,8%	7.748	3,2%
Checks and bills of exchange	90	1,5%	25	2,0%	2	0,5%	117	1,5%
Government securities denar nominated	4.856	81,2%	1	0,0%	6	1,3%	4.863	62,8%
Other debt securities	1.036	17,3%	1.264	98,0%	468	98,2%	2.768	35,7%
PLACEMENTS TO OTHER BANKS	29.309	18,2%	10.268	15,1%	4.477	36,1%	44.054	18,3%
Accounts with domestic banks	6.576	22,4%	2.426	23,6%	332	7,4%	9.334	21,2%
Accounts with foreign banks	20.896	71,3%	6.816	66,4%	1.627	36,3%	29.338	66,6%
Short-term loans and other claims on domestic banks and other financial institutions	632	2,2%	206	2,0%	301	6,7%	1.138	2,6%
Short-term loans and other claims on foreign and domestic banks in foreign currency	402	1,3%	820	8,0%	195	4,4%	1.417	3,2%
Long-term loans and other claims on domestic banks and other financial institutions	724	2,5%	0	0,0%	887	19,8%	1.611	3,7%
Long-term loans and other claims on foreign banks and other financial institutions	0	0,0%	0	0,0%	1.029	23,0%	1.029	2,3%
Non-performing loans to banks	75	0,3%	1	0,0%	108	2,4%	183	0,4%
LOANS TO CLIENTS	92.744	57,6%	42.106	62,1%	2.397	19,3%	137.247	56,9%
Enterprises	57.348	61,8%	23.556	56,0%	1.318	55,0%	82.222	59,8%
Other customers	423	0,5%	55	0,1%	5	0,2%	483	0,4%
Households	36.473	39,3%	18.539	44,0%	1.263	52,8%	56.275	41,0%
Non-performing loans to clients	7.653	8,3%	1.830	4,3%	791	33,0%	10.275	7,5%
Reserves for potential loan losses	-9.153	-9,9%	-1.874	-4,4%	-981	-41,0%	-12.008	-8,7%
ACCRUED INTEREST AND OTHER ASSETS	3.354	2,1%	1.920	2,8%	-121	-1,0%	5.153	2,1%
Accrued interest	667	19,9%	426	22,2%	51	-42,2%	1.144	22,2%
Non-accrual interest and other claims	3.221	96,0%	230	11,9%	232	-192,5%	3.684	71,5%
Reserves for potential losses for interest	-3.254	-97,0%	-241	-12,5%	-234	193,9%	-3.729	-72,4%
Other claims	1.035	30,9%	675	35,2%	7	-5,7%	1.717	33,3%
Foreclosures	1.567	46,7%	672	35,0%	418	-346,4%	2.657	51,6%
Net commission relations	-86	-2,6%	8	0,4%	-630	521,5%	-708	-13,7%
Other assets	204	6,1%	150	7,8%	34	-28,6%	388	7,5%
SECURITIES INVESTMENTS	779	0,5%	301	0,4%	367	3,0%	1.447	0,6%
Securities in foreign currency available for sale	178	22,8%	6	1,8%	63	17,2%	247	17,0%
Equity investments in domestic currency	601	77,2%	296	98,2%	304	82,8%	1.201	83,0%
Reserves for purchased owned shares	0	0,0%	0	0,0%	0	0,0%	0	0,0%
FIXED ASSETS	3.835	2,4%	2.785	4,1%	933	7,5%	7.553	3,1%
Buildings	3.248	84,7%	1.779	63,9%	875	93,7%	5.902	78,1%
Equipment	2.885	75,2%	1.367	49,1%	361	38,7%	4.613	61,2%
Intangible investments	239	6,2%	233	8,4%	41	4,4%	513	6,8%
Other means of operation	183	4,9%	34	1,2%	5	0,5%	222	2,9%
Means of operation in preparation	184	4,8%	358	12,8%	5	0,5%	547	7,2%
Correction of value of fixed assets	-2.905	-75,8%	-986	-35,4%	-353	-37,8%	-4.244	-56,2%
Non-allocated reserves for potential losses	0	0,0%	0	0,0%	0	0,0%	0	0,0%
TOTAL ASSETS	160.886	100,0%	67.803	100,0%	12.399	100,0%	241.088	100,0%

in millions of Denars

LIABILITIES	Large banks	%	Medium banks	%	Small banks	%	Total	%
DEPOSITS OF BANKS	3.216	2,0%	5.055	7,5%	429	3,5%	8.700	3,6%
Denar sight deposits	139	4,3%	2	0,0%	30	7,1%	172	2,0%
Foreign currency sight deposits of domestic banks	331	10,3%	88	1,7%	3	0,9%	422	4,6%
Foreign currency sight deposits of foreign banks	263	8,2%	286	5,8%	3	0,9%	552	6,4%
Short-term denar deposits	1.016	31,6%	1.463	28,9%	249	58,1%	2.729	31,2%
Short-term foreign currency deposits	523	16,3%	1.187	23,5%	0	0,0%	1.710	19,7%
Short-term foreign currency deposits of foreign banks	944	29,3%	2.028	40,1%	0	0,0%	2.972	34,1%
SIGHT DEPOSITS	52.916	32,9%	15.846	23,4%	3.118	25,1%	71.881	29,8%
Denar sight deposits of enterprises	15.094	28,5%	4.714	29,8%	1.232	39,5%	21.039	29,3%
Denar sight deposits of public sector	655	1,2%	34	0,2%	82	2,6%	772	1,1%
Denar sight deposits of other customers	1.847	3,5%	634	4,0%	286	9,2%	2.767	3,8%
Denar sight deposits of citizens	10.198	19,3%	3.249	20,5%	594	19,1%	14.041	19,5%
Restricted denar deposits	344	0,7%	243	1,5%	9	0,3%	597	0,8%
Foreign currency sight deposits of enterprises	7.462	14,1%	1.695	10,7%	414	13,3%	9.570	13,4%
Foreign currency sight deposits of citizens	16.715	31,6%	5.156	32,5%	472	15,1%	22.343	31,1%
Restricted foreign currency deposits	600	1,1%	122	0,8%	29	0,9%	751	1,0%
SHORT TERM DEPOSITS UP TO 1 YEAR	68.572	42,6%	23.603	34,8%	1.152	9,3%	93.327	38,7%
Denar short term deposits of enterprises	13.342	19,5%	9.144	38,7%	216	18,8%	22.702	24,3%
Denar short term deposits of public sector	1.112	1,6%	2	0,0%	25	2,3%	1.139	1,2%
Denar short term deposits of other customers	870	1,3%	87	0,4%	25	2,1%	982	1,1%
Denar short term deposits of citizens	20.723	30,2%	5.118	21,7%	656	56,9%	26.497	28,4%
Foreign currency short term deposits of enterprises	7.444	10,9%	3.093	13,1%	21	1,8%	10.558	11,3%
Foreign currency short term deposits of other customers	92	0,1%	726	3,1%	18	1,5%	835	0,9%
Foreign currency short term deposits of citizens	24.989	36,4%	5.433	23,0%	191	16,6%	30.614	32,8%
SHORT TERM BORROWINGS UP TO 1 YEAR AND ISSUED DEBT SECURITIES	2.916	1,8%	393	0,6%	62	0,5%	3.371	1,4%
Short-term denar borrowings of domestic banks	300	10,3%	360	91,6%	1	1,9%	661	19,6%
Short-term foreign currency borrowings of domestic banks								
Short-term borrowings of foreign banks	2.614	89,6%	0	0,0%	0	0,0%	2.614	77,5%
Short-term denar borrowings of other customers	2	0,1%	0	0,0%	61	98,1%	63	1,9%
OTHER LIABILITIES	3.378	2,1%	1.186	1,7%	120	1,0%	4.684	1,9%
Payable interest	541	16,0%	348	29,4%	42	34,7%	931	19,8%
Other liabilities in denars	1.682	49,8%	280	23,6%	52	43,4%	2.015	43,0%
Other liabilities in FX	569	16,8%	289	24,3%	13	10,5%	870	18,6%
Temporary accounts	587	17,4%	269	22,7%	14	11,4%	869	18,6%
LONG TERM DEPOSITS OVER 1 YEAR	5.603	3,5%	5.436	8,0%	552	4,5%	11.590	4,8%
Denar long term deposits of enterprises	645	11,5%	449	8,2%	3	0,5%	1.097	9,5%
Denar long term deposits of public sector	0	0,0%	97	1,8%	0	0,0%	97	0,8%
Denar long term deposits of other customers	546	9,8%	723	13,3%	170	30,8%	1.439	12,4%
Denar long term deposits of citizens	1.721	30,7%	1.466	27,0%	293	53,1%	3.480	30,0%
Foreign currency long term deposits of legal entities	26	0,5%	36	0,7%	0	0,0%	62	0,5%
Foreign currency long term deposits of other customers	553	9,8%	50	0,9%	1	0,2%	604	5,3%
Foreign currency long term deposits of citizens	2.112	37,7%	2.614	48,1%	85	15,4%	4.810	41,5%
LONG TERM BORROWINGS OVER 1 YEAR	8.606	5,3%	6.781	10,0%	1.237	10,0%	16.624	6,9%
Long term borrowings of NBRM	690	8,0%	594	8,7%	5	0,4%	1.289	7,8%
Long term denar borrowings of domestic banks	364	4,2%	610	9,0%	6	0,5%	979	5,9%
Long term foreign currency borrowings of domestic banks	678	7,9%	1.674	24,7%	0	0,0%	2.352	14,1%
Long term borrowings of foreign banks	3.435	39,9%	2.169	32,0%	1.183	95,6%	6.788	40,8%
Long term borrowings of other customers	672	7,8%	638	9,4%	43	3,5%	1.354	8,1%
Long term foreign currency borrowings of other customers	0	0,0%	459	6,8%	0	0,0%	459	2,8%
Long term borrowings of enterprises	0	0,0%	0	0,0%	0	0,0%	0	0,0%
Long term issued securities, subordinated deposits and hybrid capital instruments	2.767	32,2%	636	9,4%	0	0,0%	3.404	20,5%
PROVISIONS FOR OFF BALANCE SHEET ITEMS	792	0,5%	98	0,1%	29	0,2%	919	0,4%
EQUITY AND RESERVES	12.646	7,9%	9.008	13,3%	5.603	45,2%	27.257	11,3%
Equity capital	8.452	66,8%	7.183	79,7%	5.030	89,9%	20.666	75,7%
Reserve fund	3.415	27,0%	1.192	13,3%	327	5,8%	4.934	18,1%
Revaluation reserves	160	1,3%	0	0,0%	-2	0,0%	157	0,6%
Unallocated profit from previous years	617	4,9%	1.136	12,6%	92	1,6%	1.845	6,8%
Other funds	1	0,0%	0	0,0%	423	7,5%	424	1,6%
Loss	0	0,0%	-387	-4,3%	-160	-2,9%	-547	-2,0%
Current loss*	0	0,0%	-116	-1,3%	-107	-1,9%	-223	-0,8%
Current profit**	2.242	1,4%	396	0,6%	97	0,8%	2.735	1,1%
TOTAL LIABILITIES, EQUITY AND RESERVES	160.886	100,0%	67.803	100,0%	12.399	100,0%	241.088	100,0%

*The current loss reflects only banks that are operating with loss.

**The current profit reflects only banks that are operating with profit.

2. Income statement

in millions of Denars

INCOME STATEMENT	Large banks	%	Medium banks	%	Small banks	%	Total	%
INTEREST INCOME	5.122	100,0%	2.374	100,0%	314	100,0%	7.811	100,0%
Banks	706	13,7%	273	11,5%	139	44,2%	1.118	14,3%
Enterprises	2.136	41,7%	995	41,9%	53	17,0%	3.184	40,8%
Citizens	1.766	34,5%	1.033	43,5%	72	22,7%	2.871	36,7%
Other	607	11,9%	115	4,8%	56	17,8%	778	10,0%
Reversed interest	-93	-1,8%	-41	-1,7%	-5	-1,7%	-140	-1,8%
INTEREST EXPENSE	-2.319	100,0%	-994	100,0%	-85	100,0%	-3.398	100,0%
Banks	-437	18,8%	-172	17,3%	-9	10,7%	-618	18,3%
Enterprises	-502	21,7%	-274	27,6%	-6	7,4%	-782	23,0%
Citizens	-1.271	54,8%	-389	39,2%	-35	41,2%	-1.695	49,8%
Other	-110	4,7%	-158	15,9%	-35	40,7%	-302	8,9%
NET INTEREST INCOME	2.803	100,0%	1.381	100,0%	229	100,0%	4.412	100,0%
NET PROVISIONS	-493	100,0%	-345	100,0%	-115	100,0%	-952	100,0%
Provisions	-947	192,2%	-440	127,7%	-126	109,6%	-1.513	158,8%
Recovery, regarding provisions	454	-92,2%	96	-27,7%	11	-9,7%	561	-58,8%
Nonallocated provisions for potential losses	0	0,0%	0	0,0%	0	0,1%	0	0,0%
NET INTEREST INCOME AFTER PROVISIONS	2.310	100,0%	1.036	100,0%	114	100,0%	3.460	100,0%
NET FEES AND COMMISSION INCOME	1.309	100,0%	501	100,0%	89	100,0%	1.899	100,0%
Fees and commission income	1.461	111,6%	617	123,2%	136	153,4%	2.215	116,6%
Fees and commission expenses	-152	-11,6%	-116	-23,2%	-47	-53,4%	-315	-16,6%
DIVIDENDS	35	100,0%	64	100,0%	18	100,0%	117	100,0%
NET INCOME, REGARDING THE SECURITIES	25	100,0%	11	100,0%	0	100,0%	36	100,0%
NET CAPITAL INCOME	66	100,0%	18	100,0%	0	100,0%	85	100,0%
NET FX INCOME	188	100,0%	115	100,0%	-3	100,0%	301	100,0%
OTHER INCOME	515	100,0%	138	100,0%	50	100,0%	703	100,0%
Other income	169	32,8%	72	52,6%	16	32,4%	257	36,6%
Extraordinary income	347	67,2%	65	47,4%	34	67,6%	446	63,4%
OPERATING EXPENSES	-2.094	100,0%	-1.477	100,0%	-271	100,0%	-3.842	100,0%
Salary	-900	43,0%	-644	43,6%	-133	49,2%	-1.678	43,7%
Depreciation	-246	11,7%	-148	10,0%	-27	10,2%	-421	11,0%
Material expenses	-151	7,2%	-98	6,6%	-24	8,9%	-273	7,1%
Services	-411	19,6%	-411	27,8%	-68	25,1%	-890	23,1%
Business trip expenses	-19	0,9%	-17	1,2%	-3	1,0%	-38	1,0%
Representation expenses	-115	5,5%	-83	5,6%	-8	2,9%	-206	5,4%
Deposit insurance premiums	-253	12,1%	-76	5,2%	-7	2,7%	-336	8,7%
OTHER EXPENSES	-113	100,0%	-126	100,0%	-8	100,0%	-247	100,0%
Other expenses	-111	98,3%	-111	88,3%	-8	99,7%	-230	93,3%
Extraordinary expenses	-2	1,7%	-15	11,7%	0	0,3%	-17	6,7%
GROSS INCOME / LOSS	2.242	100,0%	280	100,0%	-10	100,0%	2.512	100,0%

3. Basic Indicators

in millions of Denars

Group	Assets	%	Total balance and off-balance sheet asset	%	Capital and reserves	%	Deposits	%	Net Loans	%	Financial result	%	Share of foreign capital in total capital*
Large banks	160.886	66,7%	195.673	68,2%	12.646	46,4%	127.091	71,9%	92.744	67,6%	2.242	89,2%	81,9%
Medium banks	67.803	28,1%	78.266	27,3%	9.008	33,1%	44.885	25,4%	42.106	30,7%	280	11,2%	59,7%
Small banks	12.399	5,1%	13.115	4,6%	5.603	20,6%	4.822	2,7%	2.397	1,7%	(10)	-0,4%	71,1%
Total	241.088	100,0%	287.054	100,0%	27.257	100,0%	176.798	100,0%	137.247	100,0%	2.512	100,0%	71,3%

4. Credit portfolio indicators

in millions of Denars

Group	Total exposure to credit risk	Total exposure to credit risk in risk categories C,D,E	Total exposure to credit risk in risk category E	Loan Loss Provisions	Total exposure to credit risk in risk categories C,D,E/ Total exposure to credit risk	Total exposure to credit risk in risk category E/ Total exposure to credit risk	Loan Loss Provisions/ Total exposure to credit risk	Total exposure to credit risk in risk category C,D,E/ Own Funds	Net exposure to credit risk in categories C,D,E	Net exposure to credit risk in risk categories C,D,E / Own Funds
Large banks	178,955	10,126	4,436	10,352	5.7%	2.5%	5.8%	62.5%	3,585	22.1%
Medium banks	65,598	2,762	717	2,283	4.2%	1.1%	3.5%	30.1%	1,423	15.5%
Small banks	12,260	1,125	911	1,097	9.2%	7.4%	8.9%	23.3%	143	3.0%
Total	256,813	14,013	6,064	13,732	5.5%	2.4%	5.3%	46.4%	5,151	17.1%

5. Capital adequacy indicators

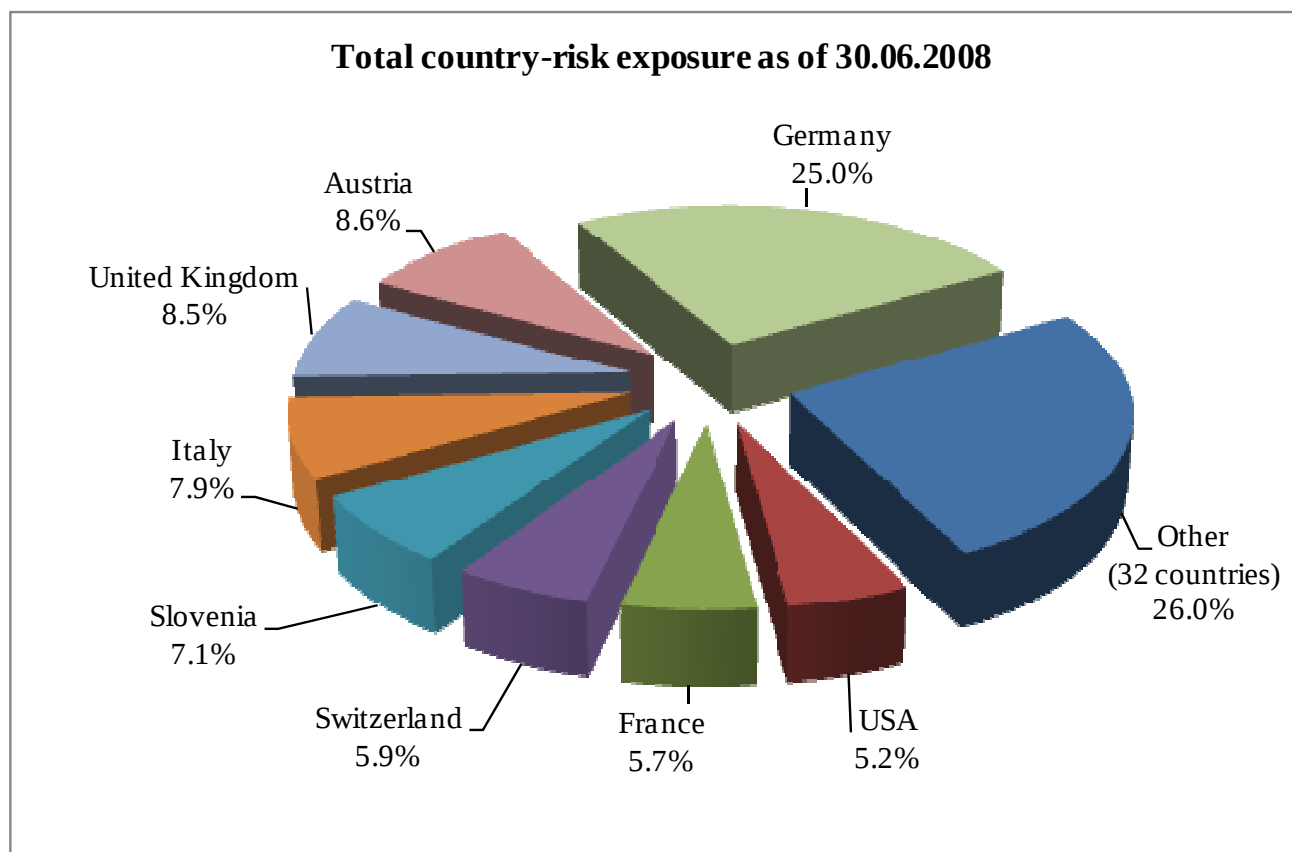
in millions of Denars

Group	Own funds	Risk weighted assets	Credit risk weighted assets	Currency risk weighted assets	Capital Adequacy Ratio
<i>1</i>	<i>2</i>	<i>3=4+5</i>	<i>4</i>	<i>5</i>	<i>6=2/3</i>
Large banks	16,196	135,548	125,206	10,342	11.9%
Medium banks	9,179	51,386	49,773	1,613	17.9%
Small banks	4,833	7,296	6,572	724	66.2%
Total	30,209	194,229	181,550	12,679	15.6%

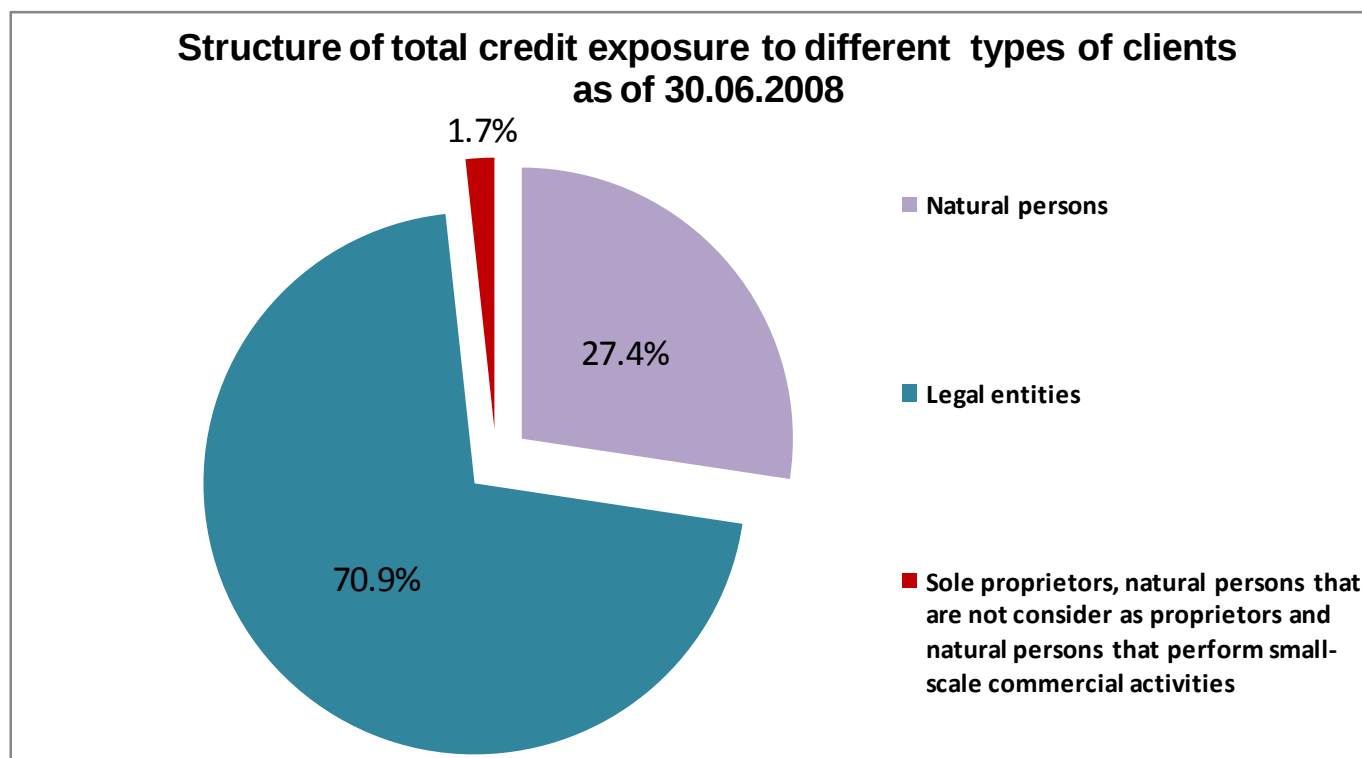
6.Profitability indicators

Group	ROAA	ROAE	Cost-to-income ratio	Loan loss Provisions/Net interest income	Net interest income/Average assets	Net interest income/Total regular income	Net interest income/Non-interest expenses	Financial result/Total regular income
Large banks	2.9%	36.5%	48.0%	17.6%	3.6%	59.0%	82.5%	47.2%
Medium banks	0.9%	6.5%	73.4%	25.0%	4.3%	60.6%	52.7%	12.3%
Small banks	-0.2%	-0.4%	79.7%	50.0%	3.8%	57.7%	51.5%	-2.5%
Total	2.2%	19.1%	57.3%	21.6%	3.8%	59.4%	68.6%	33.8%

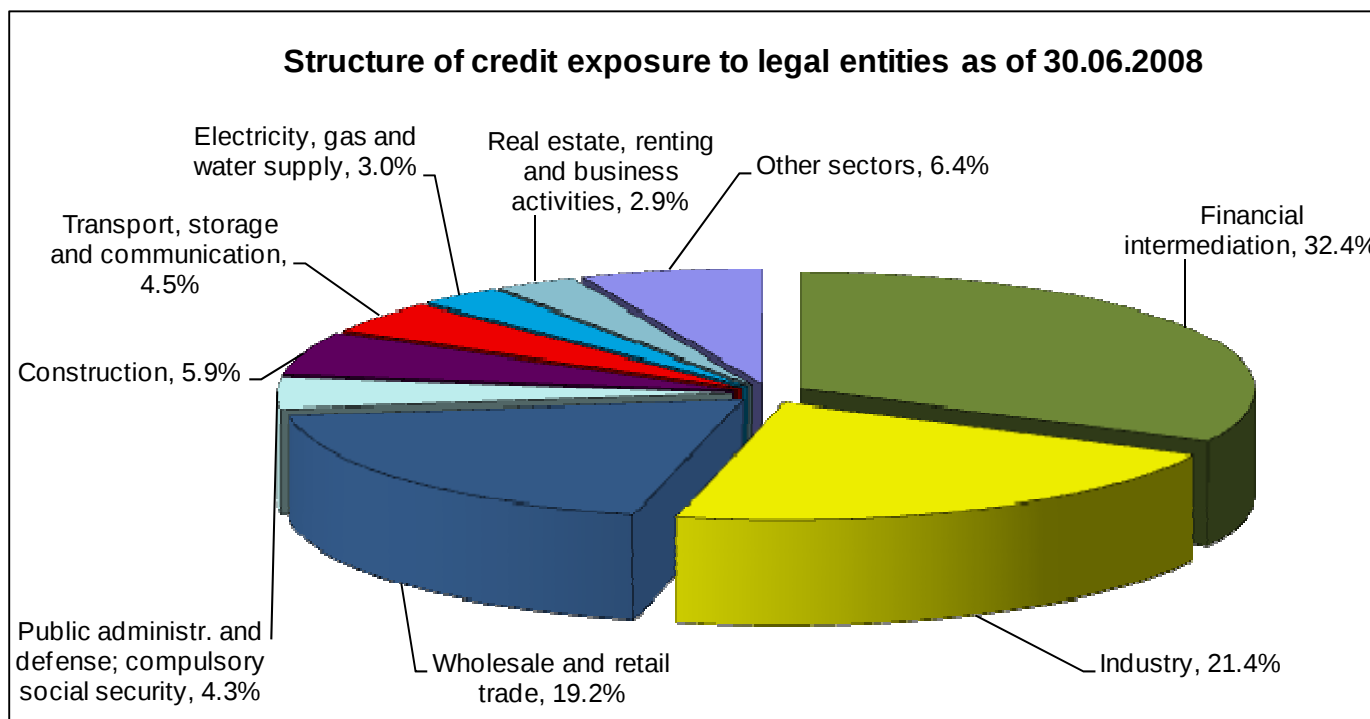
7. Country risk exposure



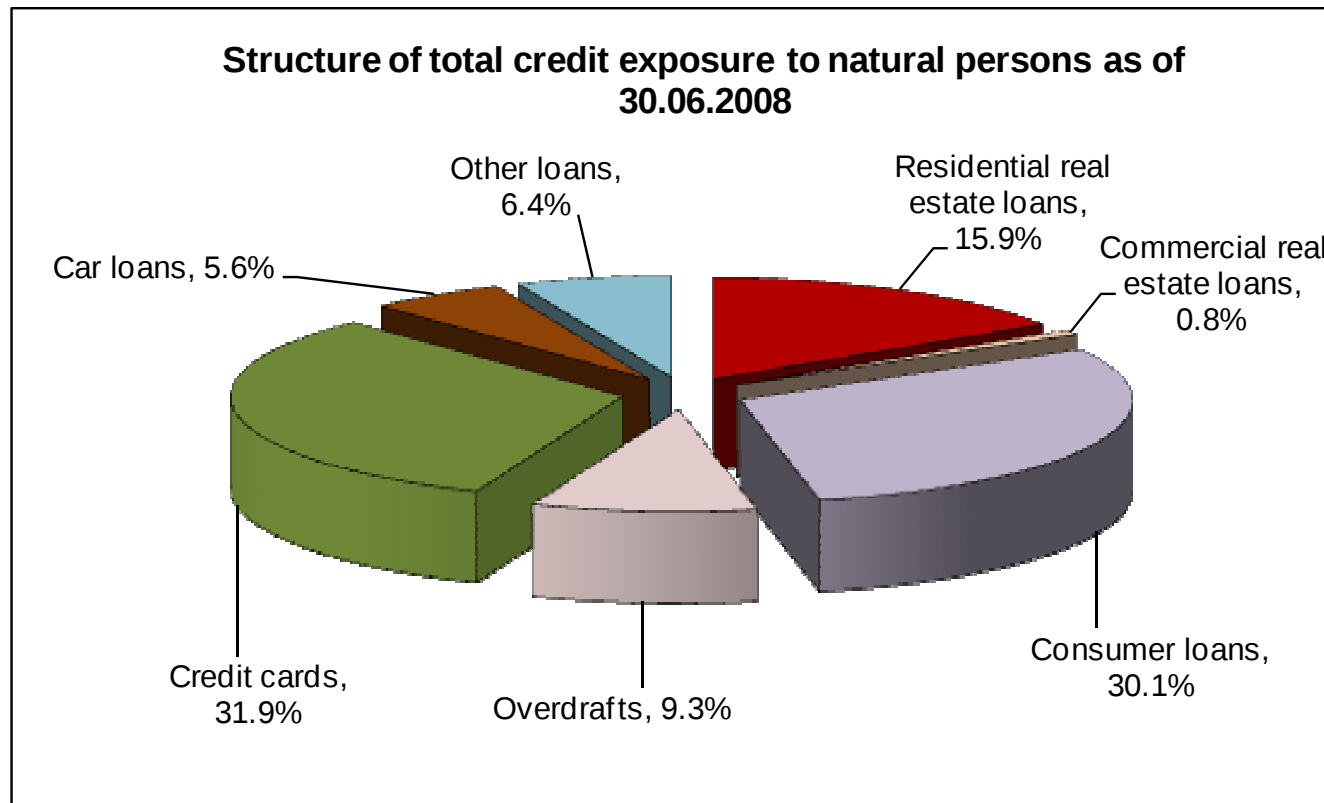
8. Total credit exposure to different types of clients



9. Total credit exposure to legal entities



10. Total credit exposure to natural persons



11. Groups of banks

Groups of banks as of 30.06.2008

	Large banks (asset over 15 billion denars)		Medium banks (asset between 4.5 - 15 billion denars)		Small banks (asset lower than 4.5 billion denars)
1	Komercijalna banka AD Skopje	1	Alfa banka AD Skopje	1	Eurostandard banka AD Skopje
2	NLB Tutunska banka AD Skopje	2	Investbanka AD Skopje	2	Kapital banka AD Skopje
3	Stopanska banka AD Skopje	3	Izvozna i kreditna banka AD Skopje	3	Komercijalno investiciona banka AD Kumanovo
		4	Ohridska banka AD Ohrid	4	Macedonian Bank for Development Promotion AD Skopje
		5	Prokredit banka AD Skopje	5	Postenska banka AD Skopje
		6	Stopanska banka AD Bitola	6	Sileks banka AD Skopje
		7	TTK banka AD Skopje	7	Ziraat bankasi AD Skopje
		8	UNI banka AD Skopje		

* Banks are in alphabetical order

12. Financial Soundness Indicators (for the banking system)

No.	Financial Soundness Indicators	31.12.2005	31.12.2006	31.12.2007	31.03.2008	30.06.2008
Capital adequacy						
1	Capital adequacy ratio	21,3%	18,3%	17,0%	15,9%	15,6%
2	Tier I capital/RWA	21,6%	18,9%	15,7%	14,7%	14,0%
Asset quality						
3	Nonperforming loans/Total loans	15,0%	11,2%	7,5%	7,2%	6,9%
4	Nonperforming loans net of provisions/Own funds	2,0%	0,7%	-5,0%	-4,7%	-5,1%
5A	Total loans to residents/Total loans	98,4%	98,9%	99,1%	99,2%	99,2%
5B	Total loans to nonresidents/Total loans	1,6%	1,1%	0,9%	0,8%	0,7%
Profitability						
6	ROAA-Financial result/Average assets	1,2%	1,8%	1,8%	1,7%	2,2%
7	ROAE-Financial result/Average own funds	7,5%	12,3%	15,2%	14,7%	19,1%
8	Net interest income/Gross income	53,8%	57,1%	57,0%	57,7%	59,4%
9	Noninterest expenses/Gross income	68,1%	63,6%	60,3%	60,9%	59,1%
Liquidity risk						
10	Liquid assets/Total assets	37,6%	37,1%	34,2%	29,7%	28,1%
10A	Highly liquid assets/Total assets	14,9%	17,7%	20,6%	17,9%	17,9%
11	Liquid assets/Short-term liabilities	67,9%	53,5%	47,7%	41,7%	39,5%
11A	Highly liquid assets/Short-term liabilities	22,0%	25,6%	28,7%	25,0%	25,1%
Sensitivity to market risk						
12	Net open position in FX/Own funds	51,6%	47,1%	38,2%	31,3%	29,9%