



**PANCRETA BANK**

**INTERIM FINANCIAL STATEMENTS**

(In compliance with IAS 34)

**Period (1.1.2020 to 31.03.2020)**

PANCRETA BANK S.A.  
5 Ikarou Avenue,  
P.C. 71306,  
Heraklion, Crete  
[www.pancretabank.gr](http://www.pancretabank.gr)



(Potential differences in the amounts are due to rounding)

Name	Pancreta Bank S.A.
<b>Legal Framework</b>	Derived from the transformation of the credit cooperative institution under the name "PANCRETA COOPERATIVE BANK" which took place under (i) the decision of 28.06.2020 of the General Assembly of its members, which was registered in Hellenic Business Registry on 24.07.2020 with K.A.K. 2181040 (ii) the transformation of the cooperative institution into a societe anonyme according to 17092 / 03-07-2020 transformation document issued by the notary of Heraklion Styliani Kalogeraki- Archontaki, registered in Hellenic Business on 24.07.2020 with K.A.K. 2181075 and iii) the Decision No. 4909 / 24.07.2020 (ΑΔΑ 61Μ4469ΗΛΞ - Θ4Θ) of the Head of the Hellenic Business Registry Service of the Chamber of Heraklion. The framework of foundation, operation and activity of the Bank is defined by the provisions of: a) Laws 4548/2018 as applicable, b) Law 4261/5.5.2014, c) AG/BoG 258/2.11.1993, as well as, d) the Bank's Charter.
<b>Year of foundation</b>	1993
<b>Operating License of Cooperative Credit Institution</b>	Bank of Greece Governor's Act 2306/19.5.1994
<b>Number of Branches</b>	40 branches , 11 sub-branches, 61 A.T.M.s
<b>Hellenic Business Registry Number</b>	77156527000
<b>T.I.N. - Tax Authority</b>	096121548 , Tax Authority of Heraklion
<b>Address</b>	5 Ikarou Avenue, P.C. 71306, Heraklion, Crete
<b>Phone</b>	2810 338800
<b>Website</b>	<a href="http://www.pancretabank.gr">www.pancretabank.gr</a>
<b>E-mail Address</b>	mail_info@pancretabank.gr
<b>Composition of Board of Directors</b>	
<b>Executive Members</b>	
<b>President</b>	Georgios Kourletakis
<b>Member</b>	Konstantinos Sofronas
<b>Non-Executive Members</b>	
<b>A' Vice President</b>	Iosif Sifakis
<b>B' Vice President</b>	Antonios Vasilakis
<b>Members</b>	Emmanouil Manolidakis
	Iordanis Hatzikonstantinou
	Konstantinos Papadakis
	Georgios Kaloutsakis
	Thomas Xaritakis
	Stylios Vorgias



### **Representations of the Board of Directors**

The below statements are made by the following Members of the Board of Directors of Pancreta Bank S.A.:

1. Georgios Kourletakis, President of the Board of Directors,
2. Antonios Vasilakis, 2nd Vice-President of the Board of Directors and
3. Konstantinos Sofronas , Executive Member of the Board of Directors

We certify, that as far as we know:

The three-month Financial Statements for the period 01.01-31.03.2020 , prepared according to IAS 34, present truly and fairly the Assets and Liabilities, the Equity and the Financial Results of Pancreta Bank S.A.

Heraklion, September 7<sup>th</sup>, 2020

**The President of the Board  
of Directors**

**The Designees  
Assigned members of the BoD**

**Georgios Kourletakis**

**Antonios Vasilakis**

**Konstantinos Sofronas**



## Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of «PANCRETA BANK SOCIETE ANONYME»

### Introduction

We have reviewed the accompanying financial statements of PANCRETA BANK SOCIETE ANONYME, which comprise the statement of financial position as of **March 31, 2020**, and the statements of income and comprehensive income, changes in equity and cash flows for the three-month period then ended, and the selected explanatory notes. The Bank's management is responsible for the preparation and fair presentation of this interim financial information in accordance with International Financial Reporting Standards as adopted by the European Union, and specifically with IAS 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

### Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410 "Review of interim financial information performed by the independent auditor of the entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with IAS 34 "Interim Financial Reporting".

### Emphasis of matter

We draw your attention to note 2.2 of the financial statements, which refers to the financial effects of the health crisis on the Greek economy and the financial system. The slowdown in the economy is expected to increase the credit risk (SICR), which may lead to an increase in the expected credit losses (ECL) of the Bank. However, the final impact on the Bank and the economy in general will depend on the duration of the health crisis, its extent, the decisions of supervisory authorities and European institutions, and on compensatory government measures. In conclusion, it is not possible to make reliable forecasts regarding the evolution of the pandemic crisis and its consequences for the Bank's activity at this stage. Our opinion is not modified in respect of this matter.



### **Report on Other Legal and Regulatory Requirements**

Our review did not identify any inconsistency or disparity of the three-month financial report as with the accompanying condensed interim financial information to the provisions of articles 2 and 3 of the Commission Delegated Regulation (EU) No 241/2014 of 7 January 2014 supplementing Regulation (EU) No 575/2013 of the European Parliament and of the Council with regard to regulatory technical standards for Own Funds requirements for institutions.

Heraklion, September 7<sup>th</sup>, 2020

The Chartered Accountant

Emmanouil N. Diamantoulakis

SOEL Reg. Num. 13 101





## Interim Financial Statement for the period 1.1.2020 – 31.03.2020

### STATEMENT OF FINANCIAL POSITION

<i>Amounts in €</i>	<b>31.03.2020</b>	<b>31.12.2019</b>
<b>Assets</b>		
Cash and balances with Central Bank	260.993.157	314.992.636
Due from credit institutions	12.828.141	7.974.249
Financial assets at fair value through profit and loss	3.352.085	16.953.301
Financial assets at amortised cost	12.632.581	-
Loans and advances to customers	1.505.936.369	1.485.025.374
Less: Provisions for doubtful loans	(341.527.551)	(339.997.395)
Self-used property, plant and equipment	20.879.875	21.043.386
Investment property	15.667.000	15.667.000
Intangible assets	2.744.377	2.723.815
Rights from leases IFRS 16	4.479.240	4.661.715
Deferred tax assets	67.997.805	67.672.021
Other assets	47.015.331	46.640.061
Foreclosed assets	13.538.190	13.538.190
<b>Total Assets</b>	<b>1.626.536.601</b>	<b>1.656.894.352</b>
<b>Liabilities</b>		
Due to other financial institutions	158.611.966	165.600.315
Due to customers	1.321.651.979	1.334.094.788
Credit securities and other loan liabilities	47.881.291	47.869.661
Employee defined benefit obligations	2.681.716	2.622.733
Lease liabilities IFRS 16	4.611.275	4.772.206
Other liabilities	13.115.688	22.936.702
<b>Total Liabilities</b>	<b>1.548.553.914</b>	<b>1.577.896.405</b>
<b>Equity</b>		
Cooperative share capital	39.471.780	39.471.780
Amounts intended for the increase in share capital	2.875	-
Share premium	136.819.422	136.817.697
Other reserves	71.099.213	71.099.213
Retained earnings	(169.410.603)	(168.390.742)
<b>Total Equity</b>	<b>77.982.687</b>	<b>78.997.948</b>
<b>Total Equity and Liabilities</b>	<b>1.626.536.601</b>	<b>1.656.894.352</b>



<b>STATEMENT OF COMPREHENSIVE INCOME</b>	<b>From January 1st to</b>	
<b>Amounts in €</b>	<b>31.03.2020</b>	<b>31.03.2019</b>
Interest and similar Income	10.284.939	13.159.861
Interest expense and similar charges	(4.649.427)	(6.506.025)
<b>Net interest income</b>	<b>5.635.512</b>	<b>6.653.836</b>
Fee and commission income	2.220.859	2.033.381
Commission expense	(963.457)	(936.188)
<b>Net fee and commission income</b>	<b>1.257.401</b>	<b>1.097.193</b>
Dividend income	1.096	879
Results of financial transactions	134.636	560.744
Other income	182.253	179.323
<b>Total Income</b>	<b>7.210.899</b>	<b>8.491.975</b>
Staff costs	(4.193.419)	(3.730.623)
General administrative expenses	(1.820.620)	(1.387.689)
Depreciation and amortization	(548.929)	(664.053)
Other expenses	(55.745)	(76.157)
<b>Total Operating Expenses</b>	<b>(6.618.713)</b>	<b>(5.858.522)</b>
Credit risk provisions	(1.604.206)	(525.000)
Revaluation gains /impairment losses	(384.052)	98.337
Other non-operating results	50.426	25.084
<b>Profit/(loss) before tax</b>	<b>(1.345.646)</b>	<b>2.231.873</b>
Deferred tax	325.785	(639.340)
<b>Profit/(loss) after tax</b>	<b>(1.019.861)</b>	<b>1.592.533</b>
<b>Profit/(loss) after income tax</b>	<b>(1.019.861)</b>	<b>1.592.533</b>
Net gains after tax	(1.019.861)	1.592.533
Weighted average number of cooperative shares	7.894.356	7.846.409
<b>Basic earnings per cooperative share</b>	<b>(0,13)</b>	<b>0,20</b>
<b>Earnings before tax and allowances for loans</b>	<b>258.560</b>	<b>2.756.873</b>

**STATEMENT OF CHANGES IN EQUITY**

<i>Amounts in €</i>	Cooperative Share capital	Share premium	Amounts intended for the increase in share capital	Statutory reserves	Fair value reserves	Other reserves	Retained earnings	Total
Balances at 31 December 2019, according to I.F.R.S.	39.471.780	136.817.697	-	15.105.153	1.853.591	54.140.469	(1 68.390.742)	78.997.948
Increase in cooperative share capital		1.725	2.875					4.600
Total comprehensive income							(1.019.861)	(1.019.861)
Balance of Equity at 31st of March 2020	39.471.780	136.819.422	2.875	15.105.153	1.853.591	54.140.469	(1 69.410.603)	77.982.687





<b>STATEMENTS OF CASH FLOWS</b>	<b>From January 1st, to</b>	
<b>Amounts in €</b>	<b>31.03.2020</b>	<b>31.03.2019</b>
<b>Operating Activities</b>		
Profit /(loss) before income tax	(1.345.646)	2.231.873
<b>Adjustments for:</b>		
Depreciation /impairment of fixed as sets	355.924	360.142
Amortization of IFRS Rights 16	182.475	213.586
Depreciation /impairment of intangible as sets	10.530	90.325
Provisions for loans and other impairments	1.604.206	525.000
Impairment of financial as sets at fair value through P&L	1.496	(98.337)
Impairment of financial as sets at amortised cost	382.555	-
Provisions for employee benefits	58.983	62.104
Financial transactions	(94.916)	(559.100)
Gains /losses from disposal of fixed as sets	-	1
	<b>1.155.608</b>	<b>2.825.594</b>
<b>Net (increase) /decrease in assets relating to operating activities</b>		
Loans and advances to customers	(20.985.044)	(16.448.383)
Other as sets	(375.270)	708.728
<b>Net increase /(decrease) in liabilities relating to operating activities</b>		
Due to Central banks		
Due to credit institutions	(6.988.349)	(9.747.192)
Due to customers	(12.442.810)	8.171.886
Other liabilities	(9.821.014)	(2.439.188)
Leases paid	(160.931)	(185.234)
	<b>(50.773.417)</b>	<b>(19.939.384)</b>
<b>Net cash flows from operating activities before taxes</b>		
	<b>(49.617.809)</b>	<b>(17.113.789)</b>
Income taxes paid	-	-
<b>Net cash flows from operating activities</b>		
	<b>(49.617.809)</b>	<b>(17.113.789)</b>
<b>Investing activities</b>		
Acquisition of financial as sets carried at fair value	(48.522.551)	(18.315.836)
Acquisition of financial as sets carried at amortised cost	(2.456.250)	-
Acquisition of fixed and intangible as sets	(223.506)	(121.103)
Acquisition of foreclosed as sets	-	(138.198)
Proceeds from disposal of financial as sets carried at fair value	51.658.300	14.954.200
<b>Net cash flows from investing activities</b>		
	<b>455.994</b>	<b>(3.620.937)</b>
<b>Financing Activities</b>		
Repayments of debt securities in issue and other borrowed funds	11.629	12.473
Net change in share capital	4.600	306.204
<b>Net cash flows from financing activities</b>		
	<b>16.229</b>	<b>318.677</b>
<b>Net increase/(decrease) in cash flows</b>		
	<b>(49.145.586)</b>	<b>(20.416.049)</b>
<b>Cash and cash equivalents at the beginning of the year</b>		
	<b>322.966.884</b>	<b>252.492.261</b>
<b>Cash and cash equivalents at the end of the year</b>		
	<b>273.821.298</b>	<b>232.076.211</b>