



SAB Finance a.s. annual report 2015



Report of the board of the directors

Dear shareholders, customers and business partners,

The board of directors of SAB Finance a.s. ("SABF" or "the company") hereby presents the annual report for the 2015 accounting period.

From the point of view of economy, 2015 was a very strong year for the Czech Republic. GDP, real income and household consumption have increased the most rapidly in several years, and the unemployment has dropped to a record minimum.

Since 1999, the year in which the SABF's legal predecessor was founded, SABF has achieved the leading position in spot transactions on the Czech foreign exchange market. In 2015, SABF confirmed the leading position. Despite the impact of the CNB's interventions into the foreign exchange market aiming at maintaining the exchange rate at approximately 27 the CZK/EUR, the company managed to follow up on the increasing results of operations and reported a profit of CZK 37.23 million, i.e. a year-on-year increase of 8.2%.

The profit was chiefly generated on non-cash foreign exchange transactions. In 2015, SABF again reported a two-digit increase of new customers, a year-on-year increase in the transactions concluded and the trading volume, which has significantly exceeded CZK 100 billion for several years in row now.

In 2015, SABF employees continuously strengthened the customer relations with the aim of providing for their needs and ensuring impeccable and professional service. The team of foreign exchange trade managers and other departments were additionally staffed. Being able to offer the most advantageous exchange rates on the market, instant deal settlement, and foreign payment receipt and sending free of charge, we could repeatedly offer our customers far more favourable terms and conditions for the transactions carried out through SABF, also thanks to more favourable terms negotiated with the cooperating banks.

Last year, we focussed on several projects. Their implementation and the planned launch in 2016 should ensure a major quality enhancement for the company. The new information system, the modernisation of the overall customer service infrastructure, the launch of new products and services and the automation of a number of process elements have been designed to ensure that the respective outputs fulfil the highest requirements on speed, efficiency, safety, simplicity and transparency.

In conclusion, I would like to thank all those who have helped to continuously increase the prestige of SAB Finance a.s. on the Czech market and ensure that the name of the company is perceived as a guarantee of high quality services.

I would also like to thank our customers for their continual reliance on our services. I strongly believe in maintaining and deepening the mutually beneficial cooperation. Increasing the quality of provided services remains a key priority and one of the ambitious goals set for the coming years.

Prague, 10 June 2016



Petr Čumba
Member of the board of directors

The proposal of the board of directors for the distribution of profit

SABF's board of directors proposes to distribute the profit for 2015 of CZK 37 229 208 as follows:

- 1) CZK 35 367 748 to the shareholders;
- 2) CZK 1 861 460 to the reserve fund.

Prague, 10 June 2016



Petr Čumba
Member of the board of directors

Report of the supervisory board

The Supervisory Board examined the financial statements for 2015, report of the Board of Directors, the Board's proposal for distribution of profit and report on relations between related parties of SAB Finance (hereinafter the "Company") for 2015.

The report on the audit of the annual financial statements prepared by KPMG Česká republika Audit, s.r.o. showed that the financial statements present, in all material respects, a true and fair view of the assets, liabilities and overall financial situation as at 31 December 2015, including costs, revenues and profit for 2015 in accordance with the Czech accounting regulations. The result of the audit has been found to be satisfactory and we have no objections to it.

The Supervisory Board hereby expresses its satisfaction with the cooperation with the Board and notes that it had all conditions laid down by law for the performance of its tasks, upon request it always received all information and documents in a due and timely manner.

The Supervisory Board hereby declares that it has found no serious deficiencies in the documents and approves the annual financial statements, the report of the Board of Directors, the Board's proposal for distribution of profit and report on relations between related parties.

Prague, 10 June 2016



Jana Ježková
Member of the Supervisory Board

Other disclosures in the annual report

Environmental protection and labour relations

Since company's activities do not have any impact on the environment, the company does not perform any environmental protection activities. As regards labour relations, the company complies with the relevant generally binding regulations.

Research and development

In 2015, the company developed the new information system for the financial sector.

Foreign organisational unit

The company has no foreign organisational unit.

Subsequent events

Besides the events described in the notes to the financial statements, the management is not aware of any other major subsequent events that would have an impact on the annual report as at 31 December 2015



Report on relations between the controlling and the controlled entity and on relation between the controlled entity for the accounting period from 1 January 2015 to 31 December 2015

The report on relations between the related parties has been prepared by the board of directors of SAB Finance a.s. in compliance with s. 82 of Act no. 90/2012 Coll., on commercial companies and cooperatives (Business Corporations Act), as amended.

Controlling entities:

Správa Aktiv a Bankovní Poradenství a.s., with its registered address in Prague I, Senovážné nám. 1375/19, Postal Code 110 00, Identification No (IČ) 255 51 655

As the controlling party, Správa Aktiv a Bankovní Poradenství a.s. (hereinafter also as the "**controlling party**"), owns 1 900 pieces of ordinary registered shares in nominal value of CZK 100 000 and 4 000 pieces of ordinary registered shares in nominal value of CZK 1,000 which implies a share of the voting rights in SAB Finance a.s. at the total level of 100%

Mutual relations between the controlling party and SAB Finance a.s. were established on the basis of the Framework Loan Contract dated 8 December 2015, concluded under the arm's length terms and conditions. Based on the aforementioned contract, the controlled party has been provided with the interest-bearing loans, with the receivables from them totalling TCZK 11 017 as at 31 December 2015. Moreover, SAB Finance a.s. and the controlling party concluded the Contract on Payment Services dated 31 August 2011. This contract was concluded under arm's length terms and conditions, and none of the above parties has been favoured in market terms thereby.

The influence of the controlling party is being exercised through the general meeting's decisions if it relates to the matters determined by the applicable articles and law; the business activities of SAB Finance a.s. themselves are independent on the controlling party.

Entities controlled by the same controlling entity:

SAB Capital a.s., with its registered address in Prague I, Senovážné nám. 1588/4, Postal Code 110 00, Identification No (IČ) 279 32 265

Správa Aktiv a Bankovní Poradenství a.s., owns 20 pieces of the ordinary registered shares in nominal value of CZK 100 000 which, as such, implies 100% of the voting rights in SAB Capital a.s.

No current mutual obligations exist between SAB Capital a.s. and SAB Finance a.s. In 2015, the liabilities of SAB Finance a.s. in respect of the loan contracts dated 6 May 2011 and 31 May 2011 respectively were fully settled.

During the 2015 accounting period, no legal acts were made or measures taken by SAB Finance a.s., which would be in the interest or at the instigation of the controlling party or initiated by it. During the 2015 accounting period, SAB Finance a.s. did not suffer any loss in connection with the existence of the controlling party, and this is why neither any measures have been taken to secure the payment of incomes, nor any agreement concluded regarding such a payment.

Prague, 31 March 2016



Petr Čumba

Member of the board of directors



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 Pobřežní 648/1a
 186 00 Praha 8
 Česká republika

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This document is an English translation of the Czech auditor's report.
 Only the Czech version of the report is legally binding.

Independent Auditor's Report to the Shareholders of SAB Finance a.s.

We have audited the accompanying financial statements of SAB Finance a.s., prepared in accordance with Czech accounting legislation, which comprise the balance sheet as of 31 December 2015, and the income statement and the statement of changes in equity for the year then ended, and the notes to these financial statements, including a summary of significant accounting policies and other explanatory notes. Information about SAB Finance a.s. is set out in Note A.1. to these financial statements.

Statutory Body's Responsibility for the Financial Statements

The statutory body of SAB Finance a.s. is responsible for the preparation of financial statements that give a true and fair view in accordance with Czech accounting legislation and for such internal controls as the statutory body determines are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Act on Auditors, International Standards on Auditing and the relevant guidance of the Chamber of Auditors of the Czech Republic. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

KPMG Česká republika Audit, s.r.o., a Czech limited liability company and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity.

Obchodní rejstrik vedený
 Městským soudem v Praze
 oddíl C, vložka 24195.

IC 496 19187
 DIČ CZ699966998



Opinion

In our opinion, the financial statements give a true and fair view of the financial position of SAB Finance a.s. as of 31 December 2015, and of its financial performance for the year then ended in accordance with Czech accounting legislation.

Other Information

Other information is defined as information (other than the financial statements and our auditor's report) included in the annual report. The statutory body is responsible for the other information.

Our opinion on the financial statements of SAB Finance a.s. as of 31 December 2015 does not cover the other information and we do not express any form of opinion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information included in the annual report is not materially inconsistent with the financial statements or our knowledge obtained in the audit, whether the annual report is prepared in accordance with applicable legislation and whether such information otherwise does not appear to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Prague
10 June 2016

KPMG Česká republika audit

KPMG Česká republika Audit, s.r.o.
Registration number 71


Vladimír Dvořáček
Partner
Registration number 2332

Financial section



BALANCE SHEET

as at 31 December 2015

TCZK		Note	31/12/2015	31/12/2014
ASSETS				
1	Cash in hand and balances with central banks	D.2.	8	9
2	State zero coupon bonds and other securities eligible for refinancing with the central bank	15	-	-
	of which: a) securities issued by government institutions		-	-
	b) other		-	-
3	Receivables from banks and credit unions	D.3.	88 014	54 768
	of which: a) repayable on demand		88 014	54 768
	b) other receivables		-	-
4	Receivables from customers – credit union membersáložen	D.4.	487 801	441 631
	of which: a) repayable on demand		188 131	243 181
	b) other receivables		299 670	198 450
5	Debt securities	16	-	-
	of which: a) issued by government institutions		-	-
	b) issued by other entities		-	-
6	Shares, units and other investments		-	58 138
7	Ownership interests with significant influence		-	-
	of which: in banks		-	-
8	Ownership interests with controlling influence		34 232	34 200
	of which: in banks		-	-
9	Intangible fixed assets		6 432	23 039
	of which: b) goodwill		5 568	22 273
10	Tangible fixed assets		2 313	2 893
	of which: land and buildings for operating activities		-	-
11	Other assets	1455	6 110	
12	Receivables from subscribed registered capital		-	
13	Prepaid expenses and accrued income		476	739
Total assets			620 731	621 527

The notes are an integral part of these financial statements.

BALANCE SHEET

as at 31 December 2015

TCZK	Note	31/12/2015	31/12/2014
LIABILITIES			
I Payables to banks and credit unions			
of which: a) repayable on demand	D.7.	84 683	33 396
b) other payables		-	-
2 Payables to customers – credit union members	D.8.	203 547	260 558
of which: a) repayable on demand		193 547	250 553
b) other payables		10 000	10 005
3 Payables from debt securities	D.9.	71 200	71 200
of which: a) debt securities issued		71 200	71 200
b) other payables from debt securities			
4 Other liabilities	D.10.	10 141	6 373
5 Deferred income and accrued expenses		69	-
6 Provisions	D.11.	1 431	4 879
of which: a) provision for pensions and similar obligations		1 431	1 518
b) provision for taxes		-	3 361
c) other	30c		
7 Subordinated liabilities		25	-
8 Registered capital	D.13.	194 000	194 000
of which: a) paid-up registered capital		194 000	194 000
9 Share premium	D.13.	6 356	6 356
10 Reserve funds and other funds from profit	D.13.	12 075	10 354
of which: a) statutory reserve funds and risk funds		12 075	10 354
b) other reserve funds		-	-
c) other funds from profit		-	-
11 New valuation reserve fund		-	-
12 Capital funds		-	-
13 Revaluation gains (losses)	32	-	-
of which: a) on assets and liabilities		-	-
b) on hedging derivatives		-	-
c) on translation of ownership interests		-	-
14 Retained profits (or accumulated losses)	31	-	-
15 Profit (loss) for the accounting period		37 229	34 411
Total liabilities		620 731	621 527

The notes are an integral part of these financial statements.

TCZK	Note	31/12/2015	31/12/2014
OFF-BALANCE SHEET ITEMS			
Off-balance sheet assets			
I Commitments and guarantees provided	34	-	-
2 Collaterals provided		-	-
3 Receivables from spot transactions		-	-
4 Receivables from fixed term transactions	35	-	-
5 Receivables from options	35	-	-
6 Receivables written off		-	-
7 Values placed into custody, administration and deposit	36	-	-
8 Values placed under management	37	-	-
Off-balance sheet liabilities			
9 Commitments and guarantees received	D.24.	85 318	136 604
10 Collaterals and pledges received	39	-	-
11 Liabilities from spot transactions		-	-
12 Liabilities from fixed term transactions	35	-	-
13 Liabilities from options	35	-	-
14 Values taken into custody, administration and deposit	40	-	-
15 Values taken under management	41	-	-

The notes are an integral part of these financial statements.

INCOME STATEMENT

for the year ended 31 December 2015

Company name: SAB Finance a.s.

Registered office: Praha I - Nové Město, Senovážné náměstí 1375/19, PSČ 11000

Identification number: 247 17 444

Business activity: směňárenská činnost, bezhotovostní obchody s cizí měnou

Date of preparation of the financial statements: 10 June 2015

TCZK	Note	2015	2014
1 Interest income and similar income	D.14.	14 792	13 000
of which: interest on debt securities		-	-
2 Interest expense and similar expense	D.15.	7 909	8 101
of which: interest on debt securities		-	3 097
3 Income from shares and ownership interests	D.16.	828	585
of which: a) income from ownership interests with significant influence		-	-
b) income from ownership interests with controlling influence		-	-
c) other income from shares and ownership interests		828	585
4 Commission and fee income	D.17.	2 371	2 081
5 Commission and fee expense	D.18.	15 762	15 419
6 Gain or loss from financial operations	D.19.	145 848	141 693
7 Other operating income	D.20.	178 603	6 977
8 Other operating expenses	D.20.	182 328	9 151
9 Administrative expenses	D.21.	68 808	67 765
of which: a) employee expenses		51 017	49 960
of which: aa) wages and salaries		38 714	38 223
ab) social and health insurance		11 414	10 943
b) other administrative expenses		17 791	17 805
10 Release of provisions and adjustments for tangible and intangible fixed assets		17 942	17 885
11 Depreciation, additions and utilisation of provisions and adjustments to tangible and intangible fixed assets	30d	-	-
12 Release of adjustments and provisions to receivables and guarantees, income from written-off receivables	30e	-	-
13 Write-offs, additions and use of adjustments and provisions to receivables and guarantees		-	-
14 Release of adjustments to ownership interests with controlling or significant influence		-	-
15 Losses on transfer of ownership interests with controlling or significant influence, additions and use of adjustments to ownership interests with controlling or significant influence		-	-
16 Release of other provisions		-	-1 537
17 Additions and use of other provisions		- 86	1 518
18 Share of profits or losses from ownership interests with controlling or significant influence		-	-
19 Current year profit (loss) from ordinary activities before tax		49 779	46 034
20 Extraordinary income	9	-	-
21 Extraordinary expenses	9	-	-
22 Current year profit (loss) from extraordinary activities before tax		-	-
23 Income tax	D.22.	12 497	11 623
24 Deferred tax	D.22.	53	-
25 Net profit (loss) for the period		37 229	34 411

The notes are an integral part of these financial statements.

STATEMENT OF CHANGES IN EQUITY

for the year ended 31 December 2015

Company name: SAB Finance a.s.

Registered office: Praha I - Nové Město, Senovážné náměstí 1375/19, PSČ 11000

Identification number: 247 17 444

Business activity: směňárenská činnost, bezhotovostní obchody s cizí měnou

Date of preparation of the financial statements: 10 June 2015

	Registered capital	Own shares	Share premium	Reserve funds	Capital funds	Revaluation gains (losses)	Profit (loss)	Total
Balance at 1/1/2014	194 000		6 356	9 448			18 126	227 930
Changes in accounting policies	-	-	-	-	-	-	-	-
Corrections of material errors	-	-	-	-	-	-	-	-
FX gains (losses) and revaluation gains (losses) not included in profit or loss	-	-	-	-	-	-	-	-
Net profit (loss) for the period	-	-	-	-	-	34 411	34 411	
Profit shares	-	-	-	-	-	-	-17 220	-17 220
Transfers to funds	-	-	-	906	-	-	-	906
Utilisation of funds	-	-	-	-	-	-	-906	-906
Share issues	-	-	-	-	-	-	-	-
Reduction in registered capital	-	-	-	-	-	-	-	-
Own shares purchased	-	-	-	-	-	-	-	-
Other changes	-	-	-	-	-	-	-	-
Balance at 31/12/2014	194 000	-	6 356	10 354	-	-	34 411	245 121
Balance at 1/1/2015	194 000	-	6 356	10 354	-	-	34 411	245 121
Changes in accounting policies	-	-	-	-	-	-	-	-
Corrections of material errors	-	-	-	-	-	-	-	-
FX gains (losses) and revaluation gains (losses) not included in profit or loss	-	-	-	-	-	-	-	-
Net profit (loss) for the period	-	-	-	-	-	37 229	37 229	
Profit shares	-	-	-	-	-	-	-32 690	-32 690
Transfers to funds	-	-	-	1 721	-	-	-1 721	-
Utilisation of funds	-	-	-	-	-	-	-	-
Share issues	-	-	-	-	-	-	-	-
Reduction in registered capital	-	-	-	-	-	-	-	-
Own shares purchased	-	-	-	-	-	-	-	-
Other changes	-	-	-	-	-	-	-	-
Balance at 31/12/2015	194 000	-	6 356	12 075	-	-	37 229	249 660

The notes are an integral part of these financial statements.

Notes to the financial statements for the period ended 31 December 2015

COMPANY NAME:	SAB FINANCE A.S.
REGISTERED OFFICE:	SENOVÁŽNÉ NÁMĚSTÍ 1375/19, 110 00 PRAGUE 1
LEGAL FORM:	JOINT-STOCK COMPANY
IDENTIFICATION No.:	247 17 444
BUSINESS ACTIVITY:	směnárenská činnost, bezhotovostní obchody s cizí měnou
DATE OF PREPARATION OF THE FINANCIAL STATEMENTS:	10 June 2015
UNITS OF THE FINANCIAL STATEMENTS:	TCZK

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A. General information

A.I. Description of the accounting unit

Name:	SAB Finance a.s.
Registered office:	Prague 1 - Nové Město, Senovážné nám. 1375/19, post code 110 00
Legal form:	joint-stock company
Principal business activity:	activities of a payment institution with the extent of the licence granted by the Czech National Bank in accordance with Act no. 284/2009 Sb., Coll., on the Payment System
Date of company's establishment:	30 July 2010
Identification No.:	247 17 444 (hereinafter as "SAB" or "the Company" or "the accounting unit")

Since 27 April 2011, the Company has been performing the activities of a payment institution within the scope of the licence granted by the Czech National Bank in accordance with Act no. 284/2009 Coll., on the Payment System. This was recorded in the Commercial Register on 15 February 2013.

As of 2 April 2014, another activity of the Company is the lease of real estate, flats and non-residential services.

Since 2 April 2014, the Company has complied with Act No. 90/2012 Coll., on Commercial Companies and Cooperatives, as a whole in accordance with section 777 (5) of the Act.

A.2. Members of the board of directors and supervisory board as at 31 December 2015

Situation as at 31/12/2015	Name and surname	Position
Statutory body – the board of directors	Petr Čumba	Member of the board of directors
Supervisory board	Jana Ježková	Member of the supervisory board

The sole member of the board of directors acts on behalf of the Company.

On 28 February 2015, Lukáš Hartl resigned as member of the board of directors.

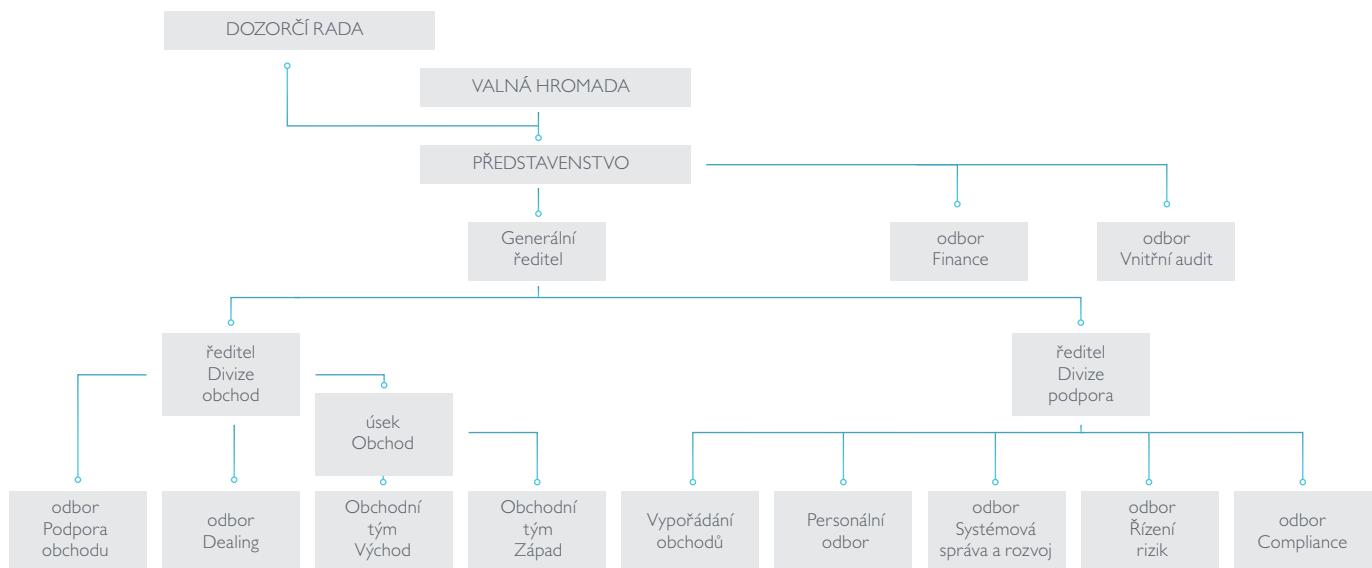
A.3. Changes in the Commercial Register

In 2015, the following changes were recorded in the Commercial Register:

On 15 April 2015, Lukáš Hartl was deleted from the Commercial Register as member of the board of directors and as of the same date, Petr Čumba was recorded as member of the board of directors.

A.4. Organisational structure as at 31 December 2015

SAB Finance a.s.



A.5. Entities with controlling or significant influence

A list of shareholders whose share in the accounting unit exceeds 20 %.

Shareholder's name and surname **Share in the registered capital as at 31/12/2015**

Správa Aktiv a Bankovní Poradenství a.s. **100,00%**

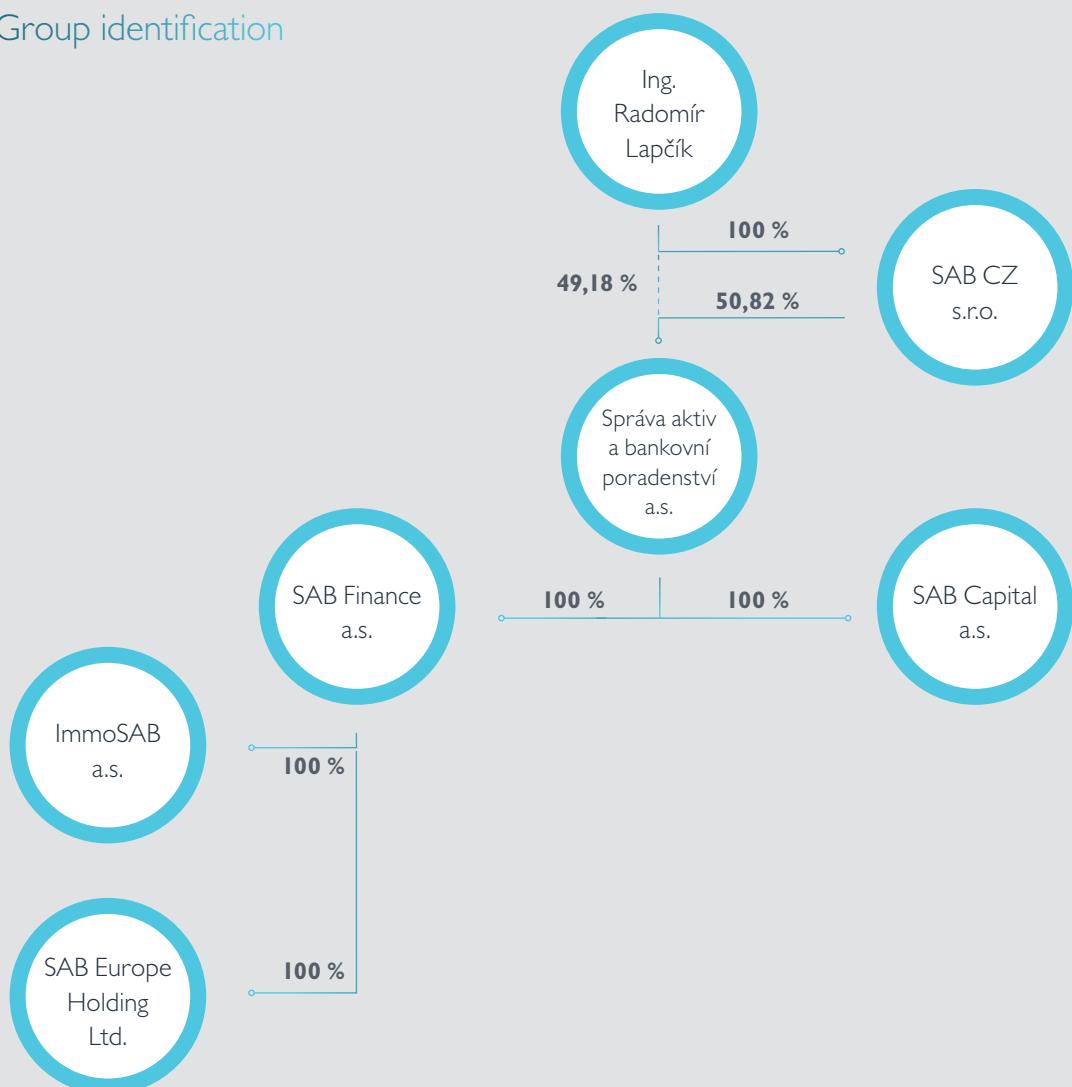
A.6. Ownership interests with significant influence

A list of business companies and cooperatives in which the accounting unit holds shares exceeding 20 % share in their registered capital.

Shareholder's name and surname	Share in the registered capital as at 31/12/2015
immoSAB a.s.	100,00%
SAB Europe Holding Ltd.	100,00%

On 15 August 2014, the accounting unit was entered in the Commercial Register as the sole shareholder of immoSAB a.s. On 7 May 2015, the Company founded subsidiary SAB Europe Holding Ltd.

A.7. Group identification



A.8. Average number of employees, personnel expenses

A.8.1. Average recalculated number of employees in the accounting period

Indicator	31/12/2015	31/12/2014
Average recalculated number of employees	46	43
Of which: members of the board of directors	1	1
Members of the supervisory board	1	1

See note D.21 Administrative expenses for the personnel expenses including the personnel expenses on the executives..

A.8.2. Remuneration to persons acting as statutory bodies, members of the statutory and supervisory bodies

In 2015 and 2014, the accounting unit did not pay any remuneration to the members of the statutory body and the supervisory board for their activity therein. The members of the statutory body received TCZK 1 400 (2014 – TCZK 3 804) – see note D.21.

A.9. Performances made to the benefit of related parties

The accounting unit does not provide any loans, credits or other means of security, regardless of whether pecuniary or non-pecuniary, to any parties, which are statutory body, members of statutory and other managing and supervisory bodies, including the former parties to and members of these bodies.

A.10. Basis for the preparation of the financial statements

The Company's bookkeeping has been kept and the financial statements have been prepared in accordance with the Act No. 563/1991 Coll., on Accounting, as amended, Decree 501/2002 Coll., through which some provisions of Act No. 563/1991 Coll., on Accounting, for the accounting units being the financial institutions that keep the books in a double-entry mode, as amended, and the Czech financial standards for financial institutions, as amended.

The financial statements are based on the assumption that the entity will continue as a going concern and that there is no circumstance that would restrict or prevent the entity's ability to continue as a going concern in the foreseeable future.

The financial statements have been prepared under the historical cost convention on the basis of full accrual accounting and the transactions and other events are recognized when they occur and are recorded in the period to which they relate. The accounting system respects the prudent approach, assuming the going concern principle.

All amounts in these financial statements are shown in thousands of Czech crowns (TCZK).

These financial statements are non-consolidated and prepared as at 31 December 2015.

B. Significant accounting policies and measurements

B.1. Transaction date

Depending on the transaction type, the transaction date is generally defined as the date of payment or cash collection, the date of purchase or sale of foreign currency, the date of executing a payment or collection from a customer's account, the date of ordering a correspondent to execute a payment, the date on which funds are credited, as stated in a report received from the correspondent, the trade and settlement date for foreign currency transactions.

A trade day accounting method has been selected for the accounting transactions involving the purchase or sale of financial assets with a usual date of delivery (spot transactions). A financial asset purchase or sale is recognized in the balance sheet as at the transaction date already, along with a liability or receivable ensued in connection with payment for this financial asset.

The Company derecognises a financial asset or part thereof from the balance sheet if it loses control of the contractual rights to the financial asset or part thereof. The Company loses this control if it exercises the rights to the benefits defined in a contract, or if such rights expire or are waived by the Company.

B.2. Tangible and intangible fixed assets

Tangible and intangible fixed assets (hereinafter as "TFA" and "IFA") are stated at acquisition costs. Amortisation and depreciation are determined on the basis of the acquisition costs and expected useful life of the asset. An TFA with the acquisition costs for less than TCZK 4 and IFA with less than TCZK 60 is not stated in the balance sheet, but entered into accounts as a cost in the year of acquisition.

Depreciation and amortization methods and periods for each category of assets

ASSET	METHOD	DEPRECIATION PERIOD
Buildings	Straight-line	60 years
Machinery & equipment	Straight-line	2/3 years
Vehicles	Straight-line	6 years
Software	Straight-line	3 years
Goodwill	Straight-line	5 years

Goodwill arises on the acquisition of assets and is defined as the positive difference between the acquisition cost and the interest in the fair value of identifiable assets and liabilities acquired as at the date of acquisition. Goodwill is amortised over its useful life.

Land, fixed assets under construction, works of arts and art collections are not depreciated. Leasehold improvements are depreciated on a straight-line basis over the shorter of the lease term or their estimated useful life.

Expected useful life is annually assessed and/or reviewed. Changes in depreciation periods, if any, are recognised in the statements as change in the estimate of the current year's result.

The expenses incurred after the asset has been put into use, such as the repair and maintenance expenses, are recorded in the period in which they have been incurred

B.3. Ownership interests with controlling influence

Ownership interests with controlling or significant influence are measured at cost net of adjustments relating to the temporary decrease in the value of the ownership interests on an individual basis.

The establishment, release and utilisation of related adjustments is recognised in the income statement under "Release of adjustments to ownership interests with controlling or significant influence" and "Losses on transfer of ownership interests with controlling or significant influence, establishment and utilisation of adjustments to ownership interests with controlling or significant influence".

Ownership interests with controlling influence are ownership interests in an entity in which SAB is the majority shareholder, i.e. SAB has a controlling influence over the management and full control over its activities. This influence arises from the share in the controlled entity's registered capital or from the contract or articles, irrespective of the percentage of the ownership share.

Ownership interests with significant influence are ownership interests in an entity in which SAB has at least 20% share in the entity's registered capital. In this case, SAB has a significant influence over the entity's management. This influence arises from the share in the registered capital or from the contract or articles, irrespective of the percentage of the ownership share.

B.4. Securities

Initial recognition

Upon initial recognition, securities are measured at cost, which includes direct transaction costs.

Subsequent measurement

For the purposes of subsequent measurement, securities that are recognised in assets and that are not defined as ownership interests with controlling or significant influence are classified into the following categories:

- securities at fair value,
- available-for-sale securities,
- held-to-maturity securities,
- debt securities not intended for trading.

Securities that are recognised in liabilities are classified into:

- securities at fair value ("liabilities from short sales")
- issued securities.

Available-for-sale securities

An available-for-sale security is a security which is a financial asset and which the Company has decided to classify as an available-for-sale security and which has not been classified as a security at fair value, a security held to maturity, or a security not intended for trading.

Available-for-sale securities are measured at fair value and gains/losses from this revaluation are recognised in equity under "Revaluation gains (losses)". When a security is sold, the respective revaluation difference is recognised in profit or loss under "Gain or loss from financial operations".

If a loss arising from a change in the fair value of an available-for-sale security is recognised in equity and there is objective evidence that the security is impaired, the loss is released from equity and charged to expenses.

If the fair value cannot be determined objectively, fair value is determined as the acquisition cost assessed as at the balancing date and in case of impairment, a provision is established.

Issued securities

Own issued debt securities are recognised at amortised cost under "Payables from debt securities". Upon initial recognition, own debt securities are measured at cost, which includes direct transaction costs.

B.5. Receivables from banks and customers

Receivables that are not acquired from third parties are measured at nominal value and reduced by an impairment loss.

Purchased receivables are measured at cost as at the transaction date. Subsequently, they are reduced by any impairment loss.

Accounting adjustments

SAB establishes adjustments for doubtful receivables based on an analysis to the credit status of the customer and the structure of receivables.

Tax adjustments

The tax-deductible portion of total adjustments established in the accounting period for credit losses is calculated in accordance with Section 5 ("Banking reserves and adjustments") and Section 8 ("Adjustments to receivables from debtors") of Act No. 593/1992 Coll., on Reserves, as amended. Adjustments are recorded in sub-ledger accounts for the purpose of determining the tax liability.

Write-offs

The write-off of unrecoverable receivables is recorded under "Write-offs, establishment and utilisation of adjustments and provisions for receivables and guarantees" in the income statement. If a fully adjusted receivable is written off, the adjustment relating to the same item of the income statement is reduced by an identical amount. Income from loans previously written off is included in the income statement under "Release of adjustments and provisions for receivables and guarantees, income from written-off receivables".

B.6. Establishment of provisions

A provision represents a probable cash outflow of uncertain timing or amount.

A provision is recognised as an expense amounting to the best estimate of the outflow of resources required to settle a present debt where:

- a present obligation (legal or constructive) exists as a result of a past event,
- it is probable or certain that an outflow of economic benefits will be required to settle the obligation ("probable" means a probability exceeding 50%), and
- the amount of the obligation can be estimated reliably.

B.7. Foreign currency translations

Transactions denominated in foreign currencies are recorded in the local currency at the Czech National Bank official rate prevailing on the transaction date. Assets and liabilities denominated in foreign currencies are translated into the local currency at the Czech National Bank official rate prevailing as at the balance sheet date.

The net foreign exchange gain/loss arising from the translation of foreign currency assets and liabilities, except for investments denominated in foreign currencies, is recognised in the income statement as "Gain or loss from financial operations".

B.8. Finance lease

Lease payments are expense on a straight-line basis over the lease term. Where an asset is purchased at the end of the lease, it is recorded at its purchase price.

B.9. Taxations

Current tax

Non-tax deductible expenses are added to, and non-taxable income is deducted from, the profit for the period before tax to arrive at the taxable income, which is further adjusted for tax allowances and relevant credits.

Deferred tax

Deferred tax is provided on all temporary differences between the carrying and tax value of assets and liabilities multiplied by the income tax rate expected to be valid for the next period. A deferred tax asset is recognised only if there are no doubts that it will be utilised in future accounting periods.

B.10. Interest income and expenses

The interest income and expenses are recognised in the profit & loss statement for the period to which they relate. The interest on credits and deposits are deferred and accrued on daily basis.

B.11. Use of estimates

In preparing the non-consolidated financial statements in accordance with the Czech accounting regulations, the Company's management uses estimates and makes assumptions that affect the application of accounting policies and the amounts of assets, liabilities, income and expenses recognised in the financial statements as at the reporting date, contingent assets and liabilities, and expenses for the reporting period.

The management made the estimates and assumptions based on all relevant available information.

B.12. Corrections of the errors from the previous financial periods and changes in accounting methods

Corrections to prior period expenses or income are recognised as current period expenses or income, with the exception of corrections of material errors relating to prior periods.

Corrections of material errors in the recognition of prior period income or expenses and changes in accounting policies are recognised under "Retained profits (or accumulated losses)" in the Company's balance sheet.

D. Additional information to the balance sheet and income statement

D.I. Fixed assets

D.I.I. Structure of fixed assets

A) Intangible fixed assets

	Long-term intangible assets	Goodwill	Total
Acquisition cost			
Balance at 31/12/2014	883	83 524	84 407
Additions	210	-	210
Disposals	-	-	-
Transfers	-	-	-
Balance at 31/12/2015	1 093	83 524	84 617
Accumulated depreciation	-	-	-
Balance at 31/12/2014	117	61 251	61 368
Disposals	112	16 705	16 817
Depreciation expense	-	-	-
Transfers	-	-	-
Balance at 31/12/2015	229	77 956	78 185
Net book value 31/12/2014	766	22 273	23 039
Net book value 31/12/2015	864	5 568	6 432

As at 30 April 2011, goodwill of TCZK 83,524 emerged in favour of SAB Finance a.s. upon the sale of a part of Správa Aktiv a Bankovní Poradenství a.s. to SAB Finance a.s. Goodwill is depreciated on a straight-line basis for the period of 60 months from its establishment.

B) Tangible fixed assets

	Land	Buildings	Machinery and equipment	Motor vehicles	Tangible fixed assets under construction	Other fixed assets	Advances paid	Total
Acquisition cost								
Balance at 31/12/2014	-	-	3 959	1 791	-	-	-	5 750
Additions	-	-	545	206	-	-	-	751
Disposals	-	-	1 112	206	-	-	-	1 318
Transfers	-	-	-	-	-	-	-	-
Balance at 31/12/2015	-	-	3 392	1 791	-	-	-	5 183
Accumulated depreciation								
Balance at 31/12/2014	-	-	2 270	587	-	-	-	2 857
Depreciation expense	-	-	596	529	-	-	-	1 125
Disposals	-	-	1 112	-	-	-	-	1 112
Transfers	-	-	-	-	-	-	-	-
Balance at 31/12/2015	-	-	1 754	1 116	-	-	-	2 870
Adjustments								
Balance at 31/12/2014	-	-	-	-	-	-	-	-
Change in adjustments	-	-	-	-	-	-	-	-
Balance at 31/12/2015	-	-	-	-	-	-	-	-
Net book value at 31/12/2014	-	-	1 689	1 204	-	-	-	2 893
Net book value at 31/12/2015	-	-	1 638	675	-	-	-	2 313

D.I.2. Lease assets

The Company uses assets under financial lease contracts. As at 31 December 2015, the Company had 13 motor vehicles under the finance lease (as at 31 December 2014, it had 14 vehicles under the finance leases). In October 2015, the financial lease contract for one vehicle expired. Lease expense for 2015 amounted to TCZK 2 482 (as at 31 December 2014 – TCZK 2 491).

D.I.3. Securities

Non-listed shares, allotment certificates, and other shares available-for-sale (in TCZK)	Registered capital	% share in registered capital	Ownership interest	Carrying amount
As at 31/12/ 2014				
Moravský Peněžní Ústav – spořitelní družstvo	1 067 011	5,45	58 138	58 138
As at 31/ 12/ 2015				
Moravský Peněžní Ústav – spořitelní družstvo	-	-	-	-

With the exception of the registered member contribution, the share in Moravský Peněžní ústav was sold as at 28 July 2015.

D.I.4. Ownership interests with controlling influence

As at 31 December 2015

Name, registered office, principal activities	Registered capital	Other component of registered capital	Share in equity (%)	Number of shares (pcs)	Acquisition cost	Carrying amount
immoSAB a.s. Senovážné nám. 1588/4 Prague I I10 00 Production, trade and services not specified in appendices I to 3 of the Trade Licensing Act	34 200	169	100,00	342	34 200	34 200
SAB Europe Holding Ltd.	32	32	100,00	n/a	32	32
Total	34 232	201	-	-	34 232	34 232

As at 31 December 2014

Name, registered office, principal activities	Registered capital	Other component of registered capital	Share in equity (%)	Number of shares (pcs)	Acquisition cost	Carrying amount
immoSAB a.s. Senovážné nám. 1588/4 Prague I I10 00 Production, trade and services not specified in appendices I to 3 of the Trade Licensing Act	34 200	56	100,00	342	34 200	34 200
Total	34 200	56	-	-	34 200	34 232

In 2014, SAB Finance a.s. purchased 20 ordinary registered shares of immoSAB a.s. in nominal value of CZK 100,000. Subsequently, the registered capital increased by 322 ordinary registered shares in nominal value of CZK 100,000.

On 7 May 2015, the Company founded subsidiary SAB Europe Holding Ltd.

D.2. Cash and balances with the central banks

	31/12/2015	31/12/2014
Cash in hand	8	9

D.3. Receivables from banks and credit unions

	31/12/2015	31/12/2014
Current accounts	88 014	54 768

Receivables from banks and credit unions represent positive balances on the bank accounts, repayable on demand.

D.4. Receivables from customers

	31/12/2015	31/12/2014
Repayable on demand	188 131	243 181
Other receivables:	299 670	198 450
immoSAB a.s.	4 400	43 697
Správa Aktiv a Bankovní Poradenství a.s.	11 017	137 937
SAB Capital a.s.	-	4 262
SAB CZ s.r.o.	-	11 644
SAB Financial Group a.s.	8 250	-
Bonds issued by SAB Financial Group a.s.	276 000	-
Other	3	910
Total	487 801	441 631

Receivables from customers repayable on demand comprise receivables from customers arisen on unsettled foreign exchange transactions. Other receivables comprise bonds issued by SAB Financial Group a.s. The maturity of these obligations is 7 December 2022 with a fixed interest rate of 3.1% p.a. As at 31 December 2015, the total balance of bonds held by the Company was TCZK 276 000. Moreover, other receivables comprise loans and borrowings provided including the appropriate interest.

As at 31 December 2015, the Company did not establish any adjustment to receivables from customers (as at 31 December 2014 – TCZK 0). These receivables have not been pledged.

D.5. Other assets

	31/12/2015	31/12/2014
Deferred tax asset	148	201
Other	1 307	5 909
Total	1 455	6 110

As at 31 December 2015, other receivables comprise in particular the receivable from immoSAB a.s. of TCZK 910 (as at 31 December 2014 – receivable of TCZK 5 381 from immoSAB a.s.).

D.6. Prepaid expenses and accrued income

As at 31 December 2015, the Company recorded prepaid expenses of TCZK 476 (as at 31 December 2014 – TCZK 739). Prepaid expenses comprise in particular down payments of the vehicles under the finance lease.

D.7. Payables to banks and credit unions

Liabilities repayable on demand	Maturity	Currency	Balance as at 31/12/2015 in CZK	Due in 1 year	Balance as at 31/12/2014 in CZK
Moravský Peněžní Ústav	overdraft	EUR	48 915	48 915	7 613
Moravský Peněžní Ústav	overdraft	USD	35 767	35 767	-
Moravský Peněžní Ústav	overdraft	CZK	-	-	25 783
Deutsche Bank Prague		CNY	1	-	-
Total	-	-	84 683	84 682	33 396

D.8. Payables to customers

	31/12/2015	31/12/2014
Repayable on demand	193 547	250 553
Other payables	10 000	10 005
Total	203 547	260 558

The payables to non-bank entities repayable on demand comprise the payables to customers from unsettled confirmations. None of these payables is overdue (as at 31 December 2014 - TCZK 0). Other payables comprise the principal of the non-bank loan received of TCZK 10 000 (TCZK 10 000 as at 31 December 2014).

The Company does not have any payables to customers who are related parties.

D.9. Payables from debt securities

The Company records payables from debt securities of TCZK 71 200 (as at 31 December 2014 – TCZK 71 200).

In 2014, SAB Finance a.s. made two bond issues. The first issue totalling TCZK 32 000 with an interest rate of 5.1 % and maturity on 15 July 2015; the second issue totalling TCZK 39 000 with an interest rate of 5.3 % and maturity on 19 December 2016.

In addition, the first issue of bonds from 2014 was repaid in 2015. Subsequently, the Company issued new bonds of TCZK 32 200 in nominal value. The interest rate is 5.1% p.a. and maturity on 15 September 2016.

D.10. Other liabilities

	31/12/2015	31/12/2014
Payables to employees	2 313	2 590
Payables to social security and health insurance	1 038	1 146
Tax liabilities	2 883	623
Estimated payables	772	603
ČSOB Leasing – lease contracts	270	527
Liabilities from membership share acquisitions and from bank fees	1 583	0
Other	1 282	884
Total	10 141	6 373

None of the liabilities exceeds the maturity period of 5 years.

D.II. Provisions

In 2015, the Company established a provisions totalling TCZK 1 431 (2014 – TCZK 4 879). This comprises a provision for untaken holiday of TCZK 1 431 (as at 31 December 2014 – TCZK 1 518). In 2015, no income tax provision has been created (as at 31 December 2014 – TCZK 3 361).

	Provision for untaken holiday	Income tax provision
Balance at 1/1/2014	1 537	-
Additions	1 518	3 361
Release	-	-
Utilisation	-1 537	-
Balance at 31/12/2014	1 518	3 361
Additions	1 431	
Release	-1 518	-3 361
Utilisation	-	
Balance at 31/12/ 2015	1 431	0

D.II. Deferred tax

Items on which temporary differences arise (in TCZK)	31/12/2015	31/12/2014	Change
Fixed assets (deferred tax liability)	-124	-87	-37
Provision for untaken holiday (deferred tax asset)	272	288	-16
Net tax asset /liability (-)	148	201	-53

The deferred income tax is determined as all the temporary differences with the tax rate applied as applicable for the period in which the tax liability or receivable will be applied, i.e. 19% (19% as at 31 December 2014).

D.III. Equity

D.III.I. Changes in equity

	Registered capital	Share premium	Funds	Profit	Total
Balance at 1/1/2014	194 000	6 356	9 448	18 126	227 930
Net profit/loss for the accounting period	-	-	-	34 411	34 411
Additions to funds	-	-	906	-906	-
Payment of dividends	-	-	-	-17 220	-17 220
Increase in registered capital	-	-	-	-	-
Balance at 31/12/2014	194 000	6 356	10 354	34 411	245 121
Net profit/loss for the accounting period	-	-	-	37 229	37 229
Additions to funds	-	-	1 721	-1 721	-
Payment of dividends	-	-	-	-32 690	-32 690
Increase in registered capital	-	-	-	-	-
Balance at 31/12/2015	194 000	6 356	12 075	37 229	249 660

The registered capital consists of 4 000 pieces of ordinary registered shares with nominal value of CZK 1 000 and additional 1 900 ordinary registered shares valued at CZK 100 000. In 2014 and 2015, no changes were made to the Company's registered capital.

On 30 June 2015, the sole shareholder of SAB Finance a.s., executing the powers of the general meeting, decided on the distribution of the Company's profit for 2014. TCZK 1 721 was transferred to the reserve fund, and TCZK 32 690 was paid out to the shareholder as dividends.

The board of directors of SABF proposes to distribute the 2015 profit as follows:

- 1) TCZK 35 367 748 to the shareholders; and
- 2) TCZK 1 861 460 to the reserve fund.

D.I4. Interest income and similar income

	2015	2014
Interest on loans provided	11 055	12 962
Other	3 737	38
Total	14 792	13 000

D.I5. Interest expense and similar expense

	2015	2014
Interest on overdraft bank accounts	3 042	3 951
Interest on loans	1 139	1 000
Interest on bonds	3 709	3 097
Other	19	53
Total	7 909	8 101

D.I6. Income from shares and ownership interests

	2015	2014
Income from ownership interests	828	585
Total	828	585

Income from ownership interest comprises income from the ownership interest in Moravský Peněžní Ústav – spořitelní družstvo, with registered office in Prague, Nové Město, Senovážné náměstí 1375/19, post code 110 00, identification no. 253 07 835.

D.I7. Commission and fee income

	2015	2014
Fee on transactions concluded	2 371	2 081
Total	2 371	2 081

D.I8. Commission and fee expense

Expense (in TCZK)	2015	2014
Bank fees	15 762	15 419
Total	15 762	15 419

Commission and fee expense comprises bank fees.

D.I9. Net profit (loss) from financial operations

	2015	2014
Profit (loss) from foreign exchange differences	-1 720	540
Profit (loss) from foreign exchange transactions	147 568	141 153
Total	145 848	141 693

D.20. Other operating expenses and income

Other operating income

	2015	2014
Revenue from the disposal of fixed assets	179	826
Revenue from sale of assets	--	--
Insurance indemnities	769	631
Other	177 655	5 520
Total	178 603	6 977

"Other" operating income of TCZK 177 572 comprises the revenue from the assignment of receivables (as at 31 December 2014 - TCZK 5 381). The receivables assigned comprised intra-group receivables.

Other operating expenses

	2015	2014
Gifts	4 012	1 714
Net book value of disposed assets	206	1 342
Insurance	518	532
Other	177 587	5 557
Contractual fines	4	4
Other fines and penalties	1	2
Total	182 328	9 151

"Other" operating expense of TCZK 177 572 comprise the expense on the assignment of receivables (as at 31 December 2014 - TCZK 5 381). The receivables assigned comprised intra-group receivables.

D.21. Administrative expense

	2015	2014
Wages & remunerations	38 714	38 223
- in favour of: executives	5 293	8 023
- board of directors members	1 400	3 804
- supervisory board members	-	-
Wages & remunerations	11 414	10 943
- on behalf of: executives	1 686	1 966
- board of directors members	505	651
- supervisory board members	-	-
Other personnel cost	889	794
Lease instalments	2 475	2 491
Rentals	1 272	1 549
Materials and consumables	2 301	3 270
Audit	350	351
Travel expenses	148	
Services purchased		
Taxes and charges	11 163	9 739
Total	82	82
Celkem	68 808	67 765

D.22. Income tax

	2015	2014
Income tax for the current period	12 497	11 621
Deferred income tax	53	2
Income tax in the income statement	12 560	11 623

The income tax has been determined as the accounting profit less tax deductible and tax non-deductible expenses and income and by offsetting the corporate income tax deduction.

	Rok 2015	Rok 2014
Profit or loss for the period before tax	49 779	46 034
Non-taxable income	1 068	2 395
Non-taxable expenses	22 355	20 800
Tax discounts and set-offs used	5 294	3 274
Other items	-	-
Subtotal	65 772	61 165
Tax determined using 19 % rate (rate in 2014: 19 %)	12 497	11 621

D.23. Related party transactions

	Receivables as at 31/12		Payables at 31/12	
	2015	2014	2015	2014
Správa Aktiv a Bankovní Poradenství a.s.	11 017	137 937	-	-
SAB CZ s.r.o.	-	11 644	-	-
immoSAB a.s.	4 400	49 077	-	-
SAB Capital a.s.	-	4 262	-	-
SAB Financial Group a.s.	284 250	-	-	-
SAB Holding a.s.	-	-	1 583	-
Total	299 667	202 920	1 583	-

The receivables comprise loans provided recognised as other receivables from customers, assigned receivables recognised in other assets and bonds recognised as receivables from customers.

	Income		Expense	
	2015	2014	2015	2014
Správa Aktiv a Bankovní Poradenství a.s.	10 016	9 339	-	-
SAB CZ s.r.o.	244	810	-	-
immoSAB a.s.	690	2 271	-	-
SAB Capital a.s.	80	264	-	-
SAB Financial Group a.s.	26	-	22	-
SAB Holding a.s.	-	-	83	-
Total	11 056	12 684	105	-

The income comprises interest income on provided loans and acquired bonds. The expenses related to the interest on loans received in 2015.

D.24. Off-balance sheet items

As at 31 December 2015, commitments and guarantees received total TCZK 85 318 (as at 31 December 2014 – TCZK 136 604). This is an outstanding credit limit on the basis of concluded loan agreement with Moravský Peněžní Ústav – spořitelní družstvo.

D.25. Financial instruments – risk management

a) Credit risk

The Company is exposed to credit risk in respect of receivables from banks and credit unions.

The Company is not exposed to any credit risk in respect of its principal activities because the foreign currency transactions are not completed unless the money from the customer has been credited to Company's bank accounts.

b) Market risk

The market risk is managed by the prudent and efficient administration of the open foreign currency positions and by determining the internal limits for the maximum amounts of the total open currency exchange position.

c) Liquidity risk

The Company's liquidity is defined as the ability to duly and in time fulfil customer obligations arisen on foreign exchange conversions and related payment transactions.

The Company has mechanisms in place to separate the clients' financial means from the Company's operating funds.

Closed foreign currency transactions are settled after obtaining the financial coverage from the client. This mechanism prevents the formation of the liquidity risk.

d) Operating risk

The operating risk is defined as a risk of a loss due to an inadequacy or failure of the internal processes, human factor or systems, or a risk of Company's loss by action of an event. The base for operating risk management was set up in the Company mainly by a conceptual framework of the organisation structure. The human factor risk is managed by means of an exact definition of the obligations of the Company's individual bodies and employees and the code of organizational rules. The information system-related risk is managed by means of access profiles into the information systems and the implementation of the control mechanisms. The risk attributable to inappropriate or wrong setting of the internal processes is reduced by the implemented control mechanisms

The operating risk management processes are to provide, on the basis of observation and assessment of the past events, for such measures that eliminate or remove the individual operating risk elements. The Company monitors the operating risk in all the aspects of its activities where the losses are pending because of this risk. The operating risk management also includes the prevention of money laundering and ensuring the security of Company's IT systems.

e) Currency risk

Assets and liabilities denominated in foreign currency, including the off-balance sheet exposures, represent the Company's exposure to currency risks.

The foreign currency position of individual balance sheet items according to individual currencies is as follows:

TCZK	EUR	USD	PLN	GBP	CZK	Other	Total
As at 31 December 2015							
Cash and balances with central banks	-	-	-	-	8	-	8
Receivables from banks	2 255	318	2 895	5 057	75 127	2 362	88 014
Receivable from customers	119 786	37 367	1 586	4 787	323 024	1 251	487 801
Other ownership interests	-	-	-	-	34 232	-	34 232
Tangible and intangible fixed assets	-	-	-	-	8 745	-	8 245
Other assets	-	-	-	-	1 455	-	1 955
Prepaid expenses and accrued income	-	-	-	-	476	-	476
Total	122 041	37 685	4 481	9 844	443 067	3 613	620 731
Payables to banks	48 915	35 767	-	-	-	-	84 683
Payables to customers	54 126	16 282	5 615	6 109	118 899	2 516	203 547
Payables from debt securities					71 200		71 200
Other liabilities	-	-	-	-	10 141	-	10 141
Provisions	-	-	-	-	1 431	-	1 431
Equity	-	-	-	-	248 929	-	248 929
Total	103 041	52 049	5 615	6 109	451 400	2 517	620 731
Net foreign currency position	19 000	-14 364	-1 134	3 735	-8 333	1 096	0

TCZK	EUR	USD	PLN	GBP	CZK	Ostatní	Total
As at 31 December 2014							
Cash and balances with central banks	-	-	-	-	9	-	9
Receivables from banks	8 153	25 010	6 463	6 583	3 830	4 729	54 768
Receivable from customers	103 845	13 478	6 610	2 551	311 339	2 898	440 721
Other ownership interests	-	-	-	-	92 338	-	92 338
Tangible and intangible fixed assets	-	-	-	-	25 432	-	25 432
Other assets	-	-	-	-	7 520	-	7 520
Prepaid expenses and accrued income	-	-	-	-	739	-	739
Total	111 998	38 488	13 073	9 134	441 207	7 627	621 527
Payables to banks	7 613	-	-	-	25 783	-	33 396
Payables to customers	109 676	39 633	12 630	9 600	81 757	7 262	260 558
Payables from debt securities					71 200		71 200
Other liabilities	-	-	-	-	6 373	-	6 373
Provisions	-	-	-	-	8 505	-	8 505
Equity	-	-	-	-	241 495	-	241 495
Total	117 289	39 633	12 630	9 600	435 113	7 262	621 527
Net foreign currency position	-5 291	-1 145	443	-466	6 094	365	0

f) Interest rate risk

The Company is exposed to interest rate risk as its interest-bearing assets and liabilities have different maturity dates, interest rate adjustment periods and volumes during these periods.

TCZK	Up to 3 months	From 3 months to 1 year	From 1 year to 5 years	Over 5 years	Total
As at 31 December 2015					
Cash in hand and balances with central banks	8	-	-	-	8
Receivables from banks	88 014	-	-	-	88 014
Receivables from customers	202 878	4 523	-	280 400	487 801
Debt securities	-	-	-	-	-
Other interest sensitive assets	-	-	-	-	-
Total	290 900	4 523	-	280 400	575 823
Payables to banks	84 683	-	-	-	84 683
Payables to customers	193 547	10 000	-	-	203 547
Payables from debt securities	-	71 200	-	-	71 200
Total	278 230	81 200	-	-	359 430
Gap	12 670	-76 677	-	280 400	216 393
Cumulative gap	12 670	-64 007	-64 007	216 393	216 393

TCZK	Up to 3 months	From 3 months to 1 year	From 1 year to 5 years	Over 5 years	Total
As at 31 December 2014					
Cash in hand and balances with central banks	9	-	-	-	9
Receivables from banks	54 768	-	-	-	54 768
Receivables from customers	265 014	176 617	-	-	441 631
Total	319 791	176 617	-	-	496 408
Payables to banks	33 396	-	-	-	33 396
Payables to customers	250 558	10 000	-	-	260 558
Payables from debt securities	-	32 200	39 000	-	71 200
Other interest sensitive liabilities	-	-	-	-	-
Subordinated liabilities	-	-	-	-	-
Total	283 954	42 200	39 000	-	365 154
Gap	35 837	134 417	-39 000	-	131 254
Cumulative gap	35 837	170 254	131 254	131 254	131 254

The above table only provides an overview of interest rate sensitive assets and liabilities, and is therefore not identical to the balances presented in the Company's balance sheet.

D.26. Material subsequent events

No other material events that would have an influence on the financial statements occurred after the reporting date.

Dated: 10 June 2016



Petr Čumba
Member of the board of directors