

BANK REPUBLIC AND ITS SUBSIDIARIES

Consolidated Financial Statements
For the Year Ended December 31, 2012

BANK REPUBLIC AND ITS SUBSIDIARIES

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BANK REPUBLIC AND ITS SUBSIDIARIES

STATEMENT OF MANAGEMENT’S RESPONSIBILITIES FOR THE PREPARATION AND APPROVAL OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

Management is responsible for the preparation of the consolidated financial statements that present fairly the consolidated financial position of Closed Joint Stock Company Bank Republic (the “Bank”) and its subsidiaries (together the “Group”) at December 31, 2012, the results of its operations, cash flows and changes in shareholders’ equity for the year then ended, in accordance with International Financial Reporting Standards (“IFRS”).

In preparing the consolidated financial statements, management is responsible for:

- Properly selecting and applying accounting policies;
- Presenting information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information;
- Providing additional disclosures when compliance with the specific requirements in IFRSs are insufficient to enable users to understand the impact of particular transactions, other events and conditions on the Group’s financial position and financial performance; and
- Making an assessment of the Group’s ability to continue as a going concern.

Management is also responsible for:

- Designing, implementing and maintaining an effective and sound system of internal controls, throughout the Group;
- Maintaining adequate accounting records that are sufficient to show and explain the Group’s transactions and disclose with reasonable accuracy at any time the financial position of the Group, and which enable them to ensure that the consolidated financial statements of the Group comply with IFRS;
- Maintaining statutory accounting records in compliance with legislation and accounting standards of Georgia;
- Taking such steps that are reasonably available to them to safeguard the assets of the Group; and
- Preventing and detecting fraud and other irregularities.


The consolidated financial statements for the year ended December 31, 2012 were authorized for issue on March 25, 2013 by the Management Board of the Bank.

On behalf of the Management Board of the Group:



Chief Executive Officer
Christian Carmagnolle

March 25, 2013
Tbilisi, Georgia



Chief Accountant
Maia Pachkoria

March 25, 2013
Tbilisi, Georgia



