# **AB DnB NORD Bankas Financial Statements**

(in accordance with BoL requirements)

III quarter

2008



## AB DnB NORD Bankas THE FINANCIAL GROUP AND BANK INCOME STATEMENT

#### 30 September 2008

LTL thou

	Bank	Financial group*
Interest income Interest expense <u>Net interest income</u>	555,159 (336,085) <u><b>219,074</b></u>	597,597 (367,731) <u><b>229,866</b></u>
Fee and commission income Fee and commission expense Net interest fee and commission income	62,601 (13,688) <b>267,987</b>	65,196 (13,712) <b>281,350</b>
Net gain on operations with securities and derivative financial instruments Net foreign exchange gain Impairment losses and provisions Other bank income Administrative and other operating expenses	6,269 11,043 (26,703) 4,322 (149,196)	5,799 11,744 (29,220) 4,789 (159,464)
Profit before taxes	<u>113,722</u>	<u>114,998</u>
Income tax Net profit for the period	(14,944) <u>98,778</u>	(15,470) <u>99,528</u>

\* Financial group include the Bank and subsidiaries engaged in financial services activities UAB DnB NORD Lizingas and UAB DnB NORD Investicijų Valdymas

fo. april

W. Schilli President

Tours -

L. Sorakaitė Acting Chief Accountant

## AB DnB NORD Bankas THE FINANCIAL GROUP AND BANK BALANCE SHEET

	<b>30 September 2008</b> LTL thou	
	Bank	Financial group*
ASSETS		
Cash and balances with central banks	434,509	434,513
Loans and advances to banks	271,029	272,490
Trading securities	23,745	23,745
Financial assets designated at fair value through profit or loss	292,782	292,782
Derivative financial instruments	43,985	43,985
Loans and advances to customers	11,113,346	11,025,220
Finance lease receivables	-	944,200
Securities available-for-sale	613,869	615,799
Investments in subsidiaries	8,900	2,700
Intangible assets	7,232	7,777
Property plant and equipment	107,118	124,933
Deferred tax asset	1,775	2,250
Other assets	14,558	55,192
Total assets	12,932,848	13,845,586
LIABILITIES		
Due to banks	6,164,183	7,055,822
Derivative financial instruments	18,479	18,479
Due to customers	4,052,822	4,052,034
Debt securities in issue	1,239,321	1,239,321
Special and lending funds	7,826	7,826
Other liabilities	63,922	83,432
Current income tax liabilities	16,182	16,378
Deferred income tax liabilities	-	-
Subordinated loans	408,021	408,021
Total liabilities	11,970,756	12,881,313
SHAREHOLDER'S EQUITY		
Share capital	868,217	868,217
Retained earnings	98,778	100,833
Other reserves	(4,903)	(4,777)
Total shareholder's equity	962,092	964,273
Total liabilities and shareholders' equity	12,932,848	13,845,586

 $^{\ast}~$  Financial group include the Bank and subsidiaries engaged in financial services activities ~ UAB DnB NORD Lizingas and UAB DnB NORD Investicijų Valdymas

ho. M

W. Schilli President

Dunny -

L. Sorakaitė Acting Chief Accountant

### **ASSETS QUALITY INFORMATION**

30 September 2008 (LTL mio)

#### **Impaired loans**

	Total amount	Total amount	Specific provisions
Individually assessed loans	6,787.9	221.5	58.7
Collectively assessed loans (excluding payment cards)*	4,310.9	179.0	21.1
Total	11,098.8	400.5	79.8

\* Mortgage loans to private individuals up to 0 5 LTL mio consumer loans to private individuals up to 0 05 LTL mio loans to farmers and SME up to 0 3 mio LTL

### **IMPAIRMENT LOSSES (SPECIFIC PROVISIONS) FOR LOANS AND OTHER ASSETS**

30 September 2008

Ratios	Amount LTL thou	Percentage
Specific provisions for loans	80,902	
Gross loans to customers	11,194,248	
Specific provisions to total loans granted to customers ratio		0.72
Specific provisions for other assets	927	
Other assets	17,260	
Specific provisions for other assets to all other assets		5.37

# INFORMATION ON COMPLIANCE WITH MAXIMUM EXPOSURE AND LARGE EXPOSURE RATIOS

	30 September 200 (perce	
Ratio	Ratio set by Bank of Lithuania	Actual ratio
Maximum exposure	25	Complies with the ratio
Large Exposure	800	94.61

\* Instead of the actual amount "complied with" will be indicated.

In case it is not complied with the customer name and amount in percent will be indicated.

# INFORMATION ON THE IMPLEMENTATION OF BANK LIQUIDITY CAPITAL ADEQUACY AND OVERALL OPEN POSITION NORMATIVE

30 September 2008 (percent)

Name of the ratio	Normative according to the Bank of Lithuania	Factual data
Liquidity	30	32.94
Capital adequacy	8	11.03
Overall open position	25	10.01
Maximum position in one currency (according to currencies)	15	Complies with the ratio

#### 30 September 2008 (percent)

Return on equity (ROE)	15.5
Return on assets (ROA)	1.1

## **CREDIT RATINGS**

### 30 September 2008

Fitch Ratings' long-term borrowing rating	Α
Fitch Ratings' short-term borrowing rating	F1
Fitch Ratings' individual rating	C/D
Fitch Ratings' support rating	1
Outlook	Stable

During the reporting quarter AB DnB NORD Bankas performed its activity in compliance with all ratios set by the Legal Acts and no sanctions were imposed on the bank.