

AB DnB NORD Bankas Financial Statements

(in accordance with BoL requirements)

I quarter

2011

DnB NORD

AB DnB NORD Bankas
THE FINANCIAL GROUP AND BANK INCOME STATEMENT

31 March 2011

LTL thou

	Bank	Financial group*
Interest income	95,069	97,210
Interest expense	(40,145)	(40,146)
<u>Net interest income</u>	<u>54,924</u>	<u>57,064</u>
Fee and commission income	20,081	19,981
Fee and commission expense	(4,101)	(4,134)
<u>Net interest fee and commission income</u>	<u>70,904</u>	<u>72,911</u>
Net gain on operations with securities and derivative financial instruments	9,005	7,190
Net foreign exchange result	3,068	2,979
Impairment losses and provisions	(16,858)	(21,659)
Other income	1,494	3,344
Personnel expenses	(22,149)	(22,315)
Depreciation and amortisation	(3,554)	(3,716)
Other administrative expenses	(19,615)	(19,708)
<u>Profit (loss) before taxes</u>	<u>22,295</u>	<u>19,026</u>
Income tax	(2)	(116)
<u>Net profit (loss) for the period</u>	<u>22,293</u>	<u>18,910</u>
Profit (loss) attributable to:		
Equity holders of the parent	22,293	18,910

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



Dr. V. Bubnys
President



J. Šaučiūnienė
Chief Accountant

AB DnB NORD Bankas
STATEMENT OF COMPREHENSIVE INCOME (EXPENSE)

31 March 2011

LTL thou

	Bank	Financial group*
	<hr/>	<hr/>
<u>Profit (loss) for the period</u>	<u>22,293</u>	<u>18,910</u>
Other comprehensive income (expenses), net of tax available for sale assets revaluation	2,786	2,773
Total other comprehensive income, net of tax	2,786	2,773
<u>Total comprehensive income(expenses) for the period, net of tax</u>	<u>25,079</u>	<u>21,683</u>
Attributable to:		
Equity holders of the parent	25,079	21,683

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



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 President



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 Chief Accountant

AB DnB NORD Bankas
STATEMENT OF FINANCIAL POSITIONS

31 March 2011

LTL thou

	Bank	Financial group*
ASSETS		
Cash and balances with central banks	492,146	492,146
Due from banks	609,993	609,993
Trading securities	36,110	36,110
Securities designated at fair value through profit or loss	396,134	396,134
Derivative financial instruments	23,560	23,560
Securities available-for-sale	221,025	226,411
Loans and advances to customers	9,175,094	8,655,794
Finance lease receivables	-	361,882
Investments in subsidiaries	20,115	33,612
Property plant and equipment	93,802	94,983
Intangible assets	5,422	5,485
Deferred income tax asset	30,188	30,187
Other assets	19,226	43,088
Total assets	11,122,815	11,009,385
LIABILITIES AND EQUITY		
Due to banks	4,795,919	4,795,919
Derivative financial instruments	54,871	54,871
Due to customers	4,688,777	4,686,863
Debt securities in issue	139,906	139,906
Subordinated loans	405,019	405,019
Provisions	58,577	841
Other liabilities	94,155	36,472
Total liabilities	10,237,224	10,119,891
Equity attributable to equity holders of parent		
Ordinary shares	656,665	656,665
Share premium	282,929	282,929
Retained earnings	(54,802)	(51,136)
Reserves	799	1,036
	885,591	889,494
Total shareholders' equity	885,591	889,494
Total liabilities and equity	11,122,815	11,009,385

*Financial group include the Bank and subsidiaries engaged in,financial services activities UAB DnB,NORD Lizingas and UAB DnB NORD Investiciju, valdymas



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 President



J.Šaučiūnienė
 Chief Accountant

ASSETS QUALITY INFORMATION

31 March 2011
(LTL mio)

Impaired loans			
	Total amount	Total amount	Specific provisions
Individually assessed loans	6,024.8	2,214.0	691.6
Collectively assessed loans (excluding payment cards)*	3,850.2	728.6	101.5
Total	9,875.0	2,942.6	793.1

* 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

31 March 2011

Ratios	Amount in LTL thou	Percentage
Specific provisions for loans	836,275	
Gross loans to customers	10,011,369	
Specific provisions to total loans granted to customers ratio		8.35
Specific provisions for other assets	918	
Other assets	50,332	
Specific provisions for other assets to all other assets		1.82

INFORMATION ON COMPLIANCE WITH MAXIMUM EXPOSURE AND LARGE EXPOSURE RATIOS

31 March 2011
(percent)

Ratio	Ratio set by Bank of Lithuania	Actual ratio
Maximum exposure	25	Complies with the ratio
Large exposure	800	83.05

* 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

**31 March 2011
(percent)**

Name of the ratio	Normative according to the Bank of Lithuania	Factual (quarterly annual) amount
Liquidity	30	32.82
Capital adequacy	8	13.45
Overall open position	25	0.52
Maximum position in one currency (according to currencies)	15	Complies with the ratio

**31 March 2011
(percent)**

Return on equity (ROE)	10.2
Return on assets (ROA)	0.8

RATINGS OF FITCH RATINGS*

21 March 2011

Long-term debt rating	A
Short-term debt rating	F1
Individual rating	D/E
Support rating	1
Outlook	Stable

* On 21 March 2011 Fitch Ratings agency affirmed the long-term issuer default rating for *AB DnB NORD Bankas* at 'A' with stable outlook. The agency also affirmed *AB DnB NORD Bankas*' short-term IDR rating at 'F1', individual rating at 'D/E' and support rating at '1'. At the same time all ratings were withdrawn as *AB DnB NORD Bankas* has chosen to stop participating in the rating process. With Norway's financial group *DnB NOR ASA* becoming the sole shareholder of *Bank DnB NORD A/S*, it has been decided that *AB DnB NORD Bankas* shall use the ratings as assigned for *DnB NOR Bank ASA*.

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