

AB DNB Bankas Financial Statements

(in accordance with BoL requirements)

I quarter

2014



THE FINANCIAL GROUP AND BANK INCOME STATEMENT

31 March 2014

LTL thou

	Bank	Financial group*
	_____	_____
Interest income	69,323	70,933
Interest expense	(16,424)	(16,425)
<u>Net interest income</u>	<u>52,899</u>	<u>54,508</u>
Fee and commission income	29,450	29,146
Fee and commission expense	(6,153)	(6,185)
<u>Net interest fee and commission income</u>	<u>76,196</u>	<u>77,469</u>
Net gain on operations with securities and derivative financial instruments	6,592	6,602
Net foreign exchange result	570	569
Impairment losses and provisions	1,887	2,468
Other income	2,884	4,639
Personnel expenses	(23,928)	(24,613)
Depreciation and amortisation	(2,997)	(3,003)
Other administrative expenses	(43,502)	(45,532)
<u>Profit (loss) before taxes</u>	<u>17,702</u>	<u>18,599</u>
Income tax	(3,600)	(3,743)
<u>Net profit (loss) for the period</u>	<u>14,102</u>	<u>14,856</u>
Profit (loss) attributable to:		
Equity holders of the parent	14,102	14,856

* Financial group include the Bank and subsidiaries engaged in financial services activities AB DNB Lizingas and UAB DNB Investicijų valdymas UAB Intractus group and UAB Industrius



B. Lund
President



J. Šaučiūnienė
Chief Accountant

AB DNB Bankas
STATEMENT OF COMPREHENSIVE INCOME (EXPENSE)

	31 March 2014 LTL thou	
	Bank	Financial group*
	_____	_____
<u>Profit (loss) for the period</u>	<u>14,102</u>	<u>14,856</u>
Other comprehensive income (expenses) to be reclassified to profit or loss in subsequent periods :		
available for sale assets revaluation	-	-
Total other comprehensive income to be reclassified to profit or loss in subsequent periods	-	-
	<u>14,102</u>	<u>14,856</u>
<u>Total comprehensive income(expenses) for the period, net of tax</u>		
Attributable to:	14,102	14,856
Equity holders of the parent		

* Financial group include the Bank and subsidiaries engaged in financial services activities UAB DNB Lizingas and UAB DNB Investicijų valdymas, UAB Intractus group and UAB Industrious



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Chief Accountant

STATEMENT OF FINANCIAL POSITIONS

31 March 2014

LTL thou

	Bank	Financial group*
ASSETS		
Cash and balances with central banks	409,170	409,170
Due from banks	911,666	911,666
Financial assets held for trading	97,693	97,693
Financial assets designated at fair value through profit or loss	873,523	879,995
Derivative financial instruments	12,873	12,873
Financial assets – available for-sale	-	-
Loans and advances to customers	9,363,671	8,868,975
Finance lease receivables	-	371,590
Investments in subsidiaries	237,756	3,078
Investment property	-	225,835
Property plant and equipment	82,946	83,165
Intangible assets	11,761	11,797
Deferred income tax asset	22,204	22,204
Other assets	62,025	98,795
Non-current assets and disposal groups held for sale	2,267	45,561
Total assets	12,087,555	12,042,397
LIABILITIES AND EQUITY		
Due to banks	4,171,462	4,171,462
Derivative financial instruments	13,553	13,553
Due to customers	6,332,693	6,329,561
Debt securities in issue	13,081	13,081
Provisions	44,301	3,341
Other liabilities	44,268	62,564
Total liabilities	10,619,358	10,593,562
Equity attributable to equity holders of parent		
Ordinary shares	656,665	656,665
Share premium	282,929	282,929
Retained earnings	151,474	131,912
Reserves	377,129	377,329
Total shareholders' equity	1,468,197	1,448,835
Total liabilities and equity	12,087,555	12,042,397

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Chief Accountant

ASSETS QUALITY INFORMATION

31 March 2014
(LTL mio)

	Impaired loans		
	Total amount	Total amount	Specific provisions
Individually assessed loans	5,592.3	1,268.0	446.2
Collectively assessed loans*	4,263.8	498.9	50.7
Total	9,856.1	1,766.9	496.9

* Mortgage loans to private individuals up to 1 LTL mio, consumer loans to private individuals up to 0.05 LTL mio, loans to farmers and business customers up to 1 mio LTL.

IMPAIRMENT LOSSES (SPECIFIC PROVISIONS) FOR LOANS AND OTHER ASSETS

31 March 2014

Ratios	Amount in LTL thou	Percentage
Specific provisions for loans	566,389	
Gross loans to customers	9,930,060	
Specific provisions to total loans granted to customers ratio		5.7
Specific provisions for other assets	138	
Other assets	84,367	
Specific provisions for other assets to all other assets		0.2

INFORMATION ON THE COMPLIANCE WITH PRUDENTIAL RATIOS FOR BANKING ACTIVITIES
31 March 2014
(percent)

Name of the ratio	Factual (quarterly annual) amount
Capital adequacy	16.87
Liquidity	39.48
Liquidity buffer covers net funding gap under stressed market conditions according to possible scenario during survival period (expressed as the number of times)	3.17
Maximum exposure	9.54

31 March 2014
(percent)

Return on equity (ROE)	3.9
Return on assets (ROA)	0.5

RATINGS

With Norway's DNB Bank ASA becoming the sole shareholder of AB DNB Bankas it has been decided that AB DNB Bankas shall use the ratings as assigned to the parent bank. No separate credit ratings are set for AB DNB Bankas starting 21 March 2011.

Full rating's history of DNB Bank ASA and the latest reports are presented on AB DNB Bankas' website www.dnb.it in the section About the bank – financial reports – ratings.

During the reporting quarter AB DNB Bankas acted in compliance with all ratios set by the Legal Acts and no sanctions were imposed on the bank.