

AB DnB NORD Bankas
Interim Condensed Financial Information

(in accordance with IFRS, not audited)

II quarter
2008

DnB NORD

AB DNB NORD BANKAS
INTERIM CONDENSED FINANCIAL INFORMATION
AS AT 30 JUNE 2008

(all amounts are in LTL thousand, if not otherwise stated)

THE GROUP AND BANK CONDENSED INCOME STATEMENT

Notes	2008 2nd quarter		2007 2nd quarter		2008 1 st half		2007 1 st half	
	Group	Bank	Group	Bank	Group	Bank	Group	Bank
Interest income	198,681	184,608	118,878	110,593	385,258	358,184	219,972	205,425
Interest expense	(122,534)	(112,128)	(63,332)	(57,846)	(230,909)	(210,937)	(116,919)	(107,102)
Net interest income	76,147	72,480	55,546	52,747	154,349	147,247	103,053	98,323
Fee and commission income	21,791	20,737	17,990	17,225	42,540	40,349	34,263	32,652
Fee and commission expense	(4,664)	(4,620)	(4,199)	(4,131)	(8,964)	(8,746)	(7,643)	(7,547)
Net interest, fee and commission income	93,274	88,597	69,337	65,841	187,925	178,850	129,673	123,428
Net gain on operations with securities and derivative financial instruments	7,513	8,000	764	763	9,581	10,068	4,132	5,417
Net foreign exchange gain	1,413	1,375	3,378	3,393	3,220	2,532	5,509	5,518
Impairment losses and provisions	1 (11,102)	(10,205)	(345)	(228)	(14,338)	(12,864)	1,188	1,459
Other income	1,053	991	3,907	3,720	3,120	2,990	5,738	5,509
Administrative and other operating expenses	(55,790)	(51,753)	(44,142)	(41,231)	(107,974)	(100,332)	(85,722)	(80,070)
Profit before income tax	36,361	37,005	32,899	32,258	81,534	81,244	60,518	61,261
Income tax	2 (6,007)	(6,005)	(5,230)	(5,100)	(12,823)	(12,605)	(10,116)	(9,900)
Net profit for the period	30,354	31,000	27,669	27,158	68,711	68,639	50,402	51,361
Earnings per share (in LTL per share)	3							
Basic	9.60		9.68		21.73		18.09	
Diluted	9.60		9.68		21.73		18.09	

The accounting policies and notes on pages 7 to 16 are an integral part of this financial information.

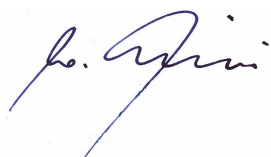
AB DNB NORD BANKAS
INTERIM CONDENSED FINANCIAL INFORMATION
AS AT 30 JUNE 2008

(all amounts are in LTL thousand, if not otherwise stated)

THE GROUP AND BANK CONDENSED BALANCE SHEET

	Notes	30 June 2008		31 December 2007	
		Group	Bank	Group	Bank
ASSETS					
Cash and balances with central banks		605,168	605,165	475,595	475,592
Loans and advances to banks		304,193	303,285	327,329	327,328
Trading securities		21,856	21,856	3,214	3,214
Financial assets designated at fair value through profit or loss	4	202,019	202,019	-	-
Derivative financial instruments		74,580	74,580	98,821	98,821
Loans and advances to customers	5	10,352,935	10,468,235	8,810,217	8,869,160
Finance lease receivables		933,305	-	754,338	-
Securities available-for-sale		702,431	700,345	727,073	725,863
Investments in subsidiaries		-	8,000	-	7,200
Intangible assets		7,986	7,378	8,932	8,202
Property, plant and equipment		125,206	105,416	125,874	105,186
Deferred tax asset		2,258	1,775	780	212
Other assets	10	196,618	159,294	81,033	10,691
Total assets		13,528,555	12,657,348	11,413,206	10,631,469
LIABILITIES					
Due to banks	6	6,882,332	6,027,839	4,943,502	4,172,686
Derivative financial instruments		8,286	8,286	11,736	11,736
Due to customers	7	3,946,730	3,948,194	4,211,653	4,226,093
Debt securities in issue	8	1,299,776	1,299,776	1,116,124	1,116,124
Special and lending funds		17,321	17,321	15,824	15,824
Other liabilities		84,487	67,165	100,363	75,813
Current income tax liabilities		30,016	30,016	17,798	17,795
Subordinated loans	9	315,281	315,281	263,570	263,570
Total liabilities		12,584,229	11,713,878	10,680,570	9,899,641
SHAREHOLDERS' EQUITY					
Share capital		569,439	569,439	569,439	569,439
Subscribed, but not paid capital	10	146,267	146,267	-	-
Retained earnings		221,803	221,150	161,166	160,517
Other reserves		6,817	6,614	2,031	1,872
Total shareholders' equity		944,326	943,470	732,636	731,828
Total liabilities and equity		13,528,555	12,657,348	11,413,206	10,631,469

This condensed financial information was signed on 26 August 2008:



W. Schilli
President



L. Sorakaitė
Acting Chief Accountant

The accounting policies and notes on pages 7 to 16 are an integral part of this financial information.

AB DNB NORD BANKAS
INTERIM CONDENSED FINANCIAL INFORMATION
AS AT 30 JUNE 2008

(all amounts are in LTL thousand, if not otherwise stated)

CONDENSED GROUP STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	Ordinary shares	Subscribed, but not paid capital	Share premium	Property, plant and equipment revaluation reserve	Financial assets revaluation reserve	Mandatory reserve	Retained earnings	Total
Balance at 31 December 2006	311,736	-	92,800	907	(277)	3,875	57,374	466,415
Net changes in available for sale securities revaluation, net of tax	-	-	-	-	333	-	-	333
Net profit for the period	-	-	-	-	-	-	50,402	50,402
Total recognised income and expense	-	-	-	-	333	-	50,402	50,735
Increase of share capital (by issuing ordinary registered shares)	51,956	-	112,947	-	-	-	-	164,903
Transfer to mandatory reserve	-	-	-	-	-	3,169	(3,169)	-
Transfer from revaluation reserve on property, plant and equipment sold or fully depreciated	-	-	-	(44)	-	-	44	-
Balance at 30 June 2007	363,692	-	205,747	863	56	7,044	104,651	682,053
Balance at 31 December 2007	363,692	-	205,747	863	(5,876)	7,044	161,166	732,636
Net changes in available for sale securities revaluation, net of tax	-	-	-	-	(3,288)	-	-	(3,288)
Net profit for the period	-	-	-	-	-	-	68,711	68,711
Total recognised income and expense	-	-	-	-	(3,288)	-	68,711	65,423
Increase of share capital (by issuing ordinary registered shares)	-	146,267	-	-	-	-	-	146,267
Transfer to mandatory reserve	-	-	-	-	-	8,095	(8,095)	-
Transfer from revaluation reserve on property, plant and equipment sold or fully depreciated	-	-	-	(21)	-	-	21	-
Balance at 30 June 2008	363,692	146,267	205,747	842	(9,164)	15,139	221,803	944,326

The accounting policies and notes on pages 7 to 16 are an integral part of this financial information.

AB DNB NORD BANKAS
INTERIM CONDENSED FINANCIAL INFORMATION
AS AT 30 JUNE 2008

(all amounts are in LTL thousand, if not otherwise stated)

CONDENSED BANK STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	Ordinary shares	Subscribed but not paid capital	Share premium	Property, plant and equipment revaluation reserve	Financial assets revaluation reserve	Mandatory reserve	Retained earnings	Total
Balance at 31 December 2006	311,736	-	92,800	907	(287)	3,749	55,689	464,594
Net changes in available for sale securities revaluation, net of tax	-	-	-	-	347	-	-	347
Net profit for the period	-	-	-	-	-	-	51,361	51,361
Total recognised income and expense	-	-	-	-	347	-	51,361	51,708
Increase of share capital (by issuing ordinary registered shares)	51,956	-	112,947	-	-	-	-	164,903
Transfer to mandatory reserve	-	-	-	-	-	3,100	(3,100)	-
Transfer from revaluation reserve on property, plant and equipment sold or fully depreciated	-	-	-	(44)	-	-	44	-
Balance at 30 June 2007	363,692	-	205,747	863	60	6,849	103,994	681,205
Balance at 31 December 2007	363,692	-	205,747	863	(5,840)	6,849	160,517	731,828
Net changes in available for sale securities revaluation, net of tax	-	-	-	-	(3,264)	-	-	(3,264)
Net profit for the period	-	-	-	-	-	-	68,639	68,639
Total recognised income and expense	-	-	-	-	(3,264)	-	68,639	65,375
Increase of share capital (by issuing ordinary registered shares)	-	146,267	-	-	-	-	-	146,267
Transfer to mandatory reserve	-	-	-	-	-	8,027	(8,027)	-
Transfer from revaluation reserve on property, plant and equipment sold or fully depreciated	-	-	-	(21)	-	-	21	-
Balance at 30 June 2008	363,692	146,267	205,747	842	(9,104)	14,876	221,150	943,470

The accounting policies and notes on pages 7 to 16 are an integral part of this financial information.

AB DNB NORD BANKAS
INTERIM CONDENSED FINANCIAL INFORMATION
AS AT 30 JUNE 2008

(all amounts are in LTL thousand, if not otherwise stated)

CONDENSED GROUP AND BANK CASH FLOW STATEMENT

	Notes	Period ended			
		30 June 2008		30 June 2007	
		Group	Bank	Group	Bank
Operating activities					
Interest receipt		346,446	317,563	203,600	190,018
Interest payments		(175,811)	(153,180)	(73,158)	(69,450)
Collected previously written-off loans		1,961	1,961	2,148	2,148
Net receipt from operations in foreign currency		8,089	8,089	3,102	3,111
Net receipt from operations in securities		5,067	5,067	1,994	1,969
Fee and commission receipt		42,540	40,350	34,263	32,652
Fee and commission payments		(8,964)	(8,746)	(7,643)	(7,547)
Salaries and related payments		(71,008)	(68,453)	(33,747)	(31,957)
Other payments		(50,542)	(48,173)	(37,572)	(35,783)
Net cash flow from operating profits before changes in operating assets and liabilities		97,778	94,478	92,987	85,161
(Increase) decrease in operating assets					
(Increase) decrease in loans to credit and financial institutions		214,210	158,802	(109,139)	141,012
(Increase) in loans and advances		(1,606,373)	(1,606,250)	(1,131,015)	(1,131,015)
Purchase of trading securities		(82,022)	(82,022)	(15,414)	(15,414)
Proceeds from trading securities		63,575	63,575	31,800	31,800
(Increase) decrease in other short-term assets		(142,011)	3,624	(102,782)	(67)
Change in operating assets		(1,552,621)	(1,462,271)	(1,326,550)	(973,684)
Increase (decrease) in liabilities					
Increase (decrease) in liabilities to credit and financial institutions		1,916,776	1,817,349	158,058	(183,131)
Increase (decrease) in deposits		(253,330)	(253,198)	758,432	758,592
Increase (decrease) in other liabilities		(6,098)	1,263	(21,780)	(28,929)
Change in liabilities		1,657,348	1,565,414	894,710	546,532
Net cash flow from operating activities before profit tax		202,505	197,621	(338,853)	(341,991)
Income tax paid		(1,558)	(1,279)	(3,925)	(3,640)
Net cash flow from operating activities		200,947	196,342	(342,778)	(345,631)
Investing activities					
Acquisition of property, plant, equipment and intangible assets		(11,093)	(6,669)	(13,966)	(4,806)
Disposal of property, plant, equipment and intangible assets		1,138	605	1,948	69
Purchase of available for sale securities		(212,108)	(211,813)	(121,786)	(122,786)
Proceeds from available for sale securities		23,096	23,066	57,085	52,377
Dividends received		4	491	1	1,311
Interest received		17,995	17,957	10,360	10,331
Net cash flow from investing activities		(180,968)	(176,363)	(66,358)	(63,504)
Financing activities					
Own debt securities redemption		(502,221)	(502,221)	(119,274)	(119,274)
Own debt securities issued		710,252	710,252	418,516	418,516
Increase in share capital		-	-	164,903	164,903
Received subordinated loans		51,792	51,792	-	-
Interest paid		(28,616)	(28,616)	(12,123)	(12,123)
Net cash flow from financing activities		231,207	231,207	452,022	452,022
Net increase (decrease) in cash and cash equivalents		251,186	251,186	42,886	42,887
Cash and cash equivalents at beginning of year		534,972	534,969	506,015	506,012
Cash and cash equivalents at 30 June	12	786,158	786,155	548,901	548,899

The accounting policies and notes on pages 7 to 16 are an integral part of this financial information.

GENERAL BACKGROUND

The name of AB DnB NORD Bankas was registered on May 12, 2006. The Bank as a joint stock company was registered at the Enterprise Register of the Republic of Lithuania on September 13, 1993. The Bank possesses a license issued by the Bank of Lithuania, which entitles to provide financial services established in the Law of the Republic of Lithuania on Banks and the Law of the Republic of Lithuania on Financial Institutions.

The Bank accepts deposits, issues loans, makes money transfers and documentary settlements, exchanges currencies for its clients, issues and processes debit and credit cards, is engaged in trade finance and is investing and trading in securities as well as provides other financial services established in the Law of the Republic of Lithuania on Banks and the Law of the Republic of Lithuania on Financial Institutions.

As at 30 June 2008 the Bank owns the following subsidiaries:

UAB DnB NORD Lizingas (finance and operating leasing activities),
UAB DnB NORD Investicijų valdymas (investment management activities),
UAB DnB NORD Būstas (real estate brokerage).

As at 30 June 2008 the Bank owned 100% of the share capital of the UAB DnB NORD Lizingas, UAB DnB NORD Investicijų valdymas and UAB DnB NORD Būstas. Bank is the sole shareholder of these companies from their establishment. As at 30 June 2008 AB DnB NORD Bankas Group (hereinafter referred to as "the Group") in Lithuania consisted of AB DnB NORD Bankas and its subsidiaries UAB DnB NORD Investicijų Valdymas, UAB DnB NORD Lizingas and UAB DnB NORD Būstas.

Basis of preparation

The Bank and the Group condensed interim financial information was prepared in accordance with IAS 34. The interim consolidated financial statements do not contain all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual financial statements as at 31 December 2007.

The accounting policies adopted in the preparation of the interim consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2007, except for the adoption of the new standards and interpretations, noted below:

IFRIC 11 IFRS 2 – Group and Treasury Share Transactions

This interpretation requires arrangements whereby an employee is granted rights to an entity's equity instruments, to be accounted for as an equity-settled scheme, even if the entity buys the instruments from another party, or the shareholders provide the equity instruments needed. The adoption of this interpretation did not have any effect on the financial position or performance of the Group and the Bank.

IFRIC 14 IAS 19 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

This interpretation provides guidance on how to assess the limit on the amount of surplus in a defined benefit scheme that can be recognised as an asset under IAS 19 Employee Benefits. The adoption of this interpretation did not have any effect on the financial position or performance of the Group and the Bank.

The preparation of financial information in conformity with International Financial Reporting Standards require the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management's best knowledge of current event and actions, actual results ultimately may differ from those estimates. During 2008 these assumptions has not changed.

This financial information combines the consolidated financial statements for the Group and stand-alone financial statements of the parent Bank. Such format of reporting was adopted to ensure consistency of presentation with the format prescribed by the Bank of Lithuania and applied for statutory reporting.

Amounts shown in this financial information are presented in the local currency, Litas (LTL). Since 2 February 2002 the exchange rate of the Litas was pegged to Euro at a rate of 3.4528 LTL = 1 EUR.

AB DNB NORD BANKAS
INTERIM CONDENSED FINANCIAL INFORMATION
AS AT 30 JUNE 2008

(all amounts are in LTL thousand, if not otherwise stated)

SEGMENT INFORMATION

Primary reporting format – business segments

The Group is organised into four main business segments: banking, leasing, investment management and real estate brokerage. Funds are ordinary reallocated between segments, resulting in funding cost transfers disclosed in operating income.

30 June 2008

	Banking	Leasing	Investment management	Real estate brokerage	Eliminations	Group
Internal	5,097	(4,541)	(228)	43	(371)	-
External	186,353	12,782	1,949	129	(487)	200,726
Net income from the main operations	191,450	8,241	1,721	172	(858)	200,726
Internal	(191)	(252)	(58)	(107)	608	-
External	(85,673)	(2,965)	(350)	(671)	157	(89,502)
Operating expenses	(85,864)	(3,217)	(408)	(778)	765	(89,502)
Depreciation and amortisation charges	(6,544)	(2,521)	(24)	(51)	-	(9,140)
Internal	108	6	-	123	(237)	-
External	(17,906)	(2,290)	(48)	(306)	-	(20,550)
Net other income (expenses)	(17,798)	(2,284)	(48)	(183)	(237)	(20,550)
Profit (loss) before tax	81,244	219	1,241	(840)	(330)	81,534
Income tax	(13,500)	(134)	-	-	-	(13,634)
Change of deferred tax	895	-	(84)	-	-	811
Net profit (loss)	68,639	85	1,157	(840)	(330)	68,711
Total assets	12,657,348	990,977	4,621	647	(125,038)	13,528,555
Total liabilities	11,713,878	986,750	228	411	(117,038)	12,584,229
Shareholders' equity	943,470	4,227	4,393	236	(8,000)	944,326
Capital expenditure	6,669	4,361	-	63	-	11,093

AB DNB NORD BANKAS
INTERIM CONDENSED FINANCIAL INFORMATION
AS AT 30 JUNE 2008

(all amounts are in LTL thousand, if not otherwise stated)

SEGMENT INFORMATION (continued)

30 June 2007

	Banking	Leasing	Investment management	Real estate brokerage	Eliminations	Group
Internal	4,090	(3,702)	(279)	8	(117)	-
External	130,273	8,901	1,380	70	(1,310)	139,314
Net income from the main operations	134,363	5,199	1,101	78	(1,427)	139,314
Internal	(117)	(6)	(16)	(3)	142	-
External	(67,594)	(2,315)	(458)	(268)	-	(70,635)
Operating expenses	(67,711)	(2,321)	(474)	(271)	142	(70,635)
Depreciation and amortisation charges	(5,700)	(1,857)	(18)	(6)	31	(7,550)
Internal	25	-	-	-	(25)	-
External	284	(555)	(106)	-	(234)	(611)
Net other income (expenses)	309	(555)	(106)	-	(259)	(611)
Profit (loss) before tax	61,261	466	503	(199)	(1,513)	60,518
Income tax	(9,700)	(87)	-	-	-	(9,787)
Change of deferred tax	(200)	-	(129)	-	-	(329)
Net profit (loss)	51,361	379	374	(199)	(1,513)	50,402

As at 31 December 2007

Total assets	10,631,469	858,264	3,708	535	(80,770)	11,413,206
Total liabilities	9,899,641	853,635	448	259	(73,413)	10,680,570
Shareholders' equity	731,828	4,629	3,260	276	(7,357)	732,636
Capital expenditure	25,854	15,093	-	341	-	41,288

Secondary reporting format – geographical segments

The main segment is Lithuania (home country). Other segment (Norway, Luxemburg, Germany, Denmark) assets are not significant and do not generate significant income.

AB DNB NORD BANKAS
INTERIM CONDENSED FINANCIAL INFORMATION
AS AT 30 JUNE 2008

(all amounts are in LTL thousand, if not otherwise stated)

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 IMPAIRMENT LOSSES AND PROVISIONS

	2008		2007		2008		2007	
	2nd quarter		2nd quarter		1 st half		1 st half	
	Group	Bank	Group	Bank	Group	Bank	Group	Bank
Impairment losses on loans:								
Increase (decrease) of impairment losses, net	10,755	10,755	2,047	2,047	14,729	14,729	1,541	1,541
Recovered previously written off loans	(625)	(625)	(974)	(974)	(1,961)	(1,961)	(2,148)	(2,148)
Total impairment losses on loans	<u>10,130</u>	<u>10,130</u>	<u>1,073</u>	<u>1,073</u>	<u>12,768</u>	<u>12,768</u>	<u>(607)</u>	<u>(607)</u>
Impairment losses on finance lease receivables	<u>775</u>	<u>-</u>	<u>103</u>	<u>-</u>	<u>856</u>	<u>-</u>	<u>236</u>	<u>-</u>
Expenses for provisions on:								
other assets	215	93	(781)	(795)	718	100	(761)	(796)
contingent liabilities	<u>(18)</u>	<u>(18)</u>	<u>(50)</u>	<u>(50)</u>	<u>(4)</u>	<u>(4)</u>	<u>(56)</u>	<u>(56)</u>
Total provisions on other assets and contingent liabilities	<u>197</u>	<u>75</u>	<u>(831)</u>	<u>(845)</u>	<u>714</u>	<u>96</u>	<u>(817)</u>	<u>(852)</u>
Total	<u>11,102</u>	<u>10,205</u>	<u>345</u>	<u>228</u>	<u>14,338</u>	<u>12,864</u>	<u>(1,188)</u>	<u>(1,459)</u>

NOTE 2 INCOME TAX

	2008		2007		2008		2007	
	2nd quarter		2nd quarter		1 st half		1 st half	
	Group	Bank	Group	Bank	Group	Bank	Group	Bank
Current income tax	6,902	6,900	4,965	4,900	13,634	13,500	9,787	9,700
Change in deferred income tax	<u>(895)</u>	<u>(895)</u>	<u>265</u>	<u>200</u>	<u>(811)</u>	<u>(895)</u>	<u>329</u>	<u>200</u>
Total	<u>6,007</u>	<u>6,005</u>	<u>5,230</u>	<u>5,100</u>	<u>12,823</u>	<u>12,605</u>	<u>10,116</u>	<u>9,900</u>

NOTE 3 EARNINGS PER SHARE

Earnings per share were calculated by dividing the Group's net profit for the period by the weighted average number of ordinary registered shares in issue during the period.

Earnings per share

	2008	2007	2008	2007
	2nd quarter	2nd quarter	1 st half	1 st half
	Group	Group	Group	Group
Net profit	30,354	27,669	68,711	50,402
Weighted average number of registered issued shares (units)	<u>3,162,537</u>	<u>2,859,688</u>	<u>3,162,537</u>	<u>2,785,628</u>
Earnings per share (LTL per share)	<u>9.60</u>	<u>9.68</u>	<u>21.73</u>	<u>18.09</u>

As at 30 June 2008 and as at 30 June 2007 diluted earnings per share ratios are the same as basic earnings per share.

AB DNB NORD BANKAS
INTERIM CONDENSED FINANCIAL INFORMATION
AS AT 30 JUNE 2008

(all amounts are in LTL thousand, if not otherwise stated)

NOTE 4 FINANCIAL ASSETS DESIGNATED AT FAIR VALUE THROUGH PROFIT OR LOSS

	30 06 2008		31 12 2007	
	Group	Bank	Group	Bank
Government bond of the Republic of Lithuania and treasury bills	101,627	101,627	-	-
Government bonds of foreign issuers	100,392	100,392	-	-
Total	202,019	202,019	-	-

Financial assets classified in this category are designated at fair value through profit or loss on initial recognition when the following criteria are met:

- that type of classification eliminates or significantly reduces a measurement or recognition inconsistency (sometimes referred to as "an accounting mismatch") that would otherwise arise from measuring assets or liabilities or recognizing gains or losses on them on different bases; or
- a group of financial assets is managed and its performance is evaluated on a fair value basis, in accordance with a documented risk management or investment strategy, and information about the group of these assets is provided internally to Bank's management.

Securities at fair value through profit or loss are recognized at settlement date, which is the date that an asset is delivered to or by the Group. They are initially recorded in the balance sheet at fair value. Changes in fair value are recorded in net gain (loss) on operations with securities. Interest earned whilst holding securities is reported as interest income.

NOTE 5 LOANS AND ADVANCES TO CUSTOMERS

	30 06 2008		31 12 2007	
	Group	Bank	Group	Bank
Loans and advances to financial institutions	63,025	178,325	130,557	189,377
Loans to business customers	5,525,277	5,525,277	4,543,139	4,543,262
Loans to individuals	4,831,510	4,831,510	4,191,259	4,191,259
Total gross loans granted	10,419,812	10,535,112	8,864,955	8,923,898
Total impairment losses:	66,877	66,877	54,738	54,738
to financial institutions	-	-	-	-
to business customers	53,440	53,440	46,330	46,330
to individuals	13,437	13,437	8,408	8,408
Total	10,352,935	10,468,235	8,810,217	8,869,160

Due to deteriorated financial strength and evaluation of likely recovery the Bank has material impairment losses on an individual client loans (assigned to the banking business segment of the Group). Gross loans amounted to LTL 5,000 thousand, impairment losses for them amounted to LTL 2,500 thousand on 30 June 2008. Fair value was determined using discounting cash flow method as it is described in the accounting policy.

Material recovery on an individual item (assigned to the banking business segment of the Group) amounted to LTL 535 thousand.

NOTE 6 DUE TO BANKS

	30 06 2008		31 12 2007	
	Group	Bank	Group	Bank
<u>Funds of banks:</u>				
Demand deposits	331,814	331,814	86,994	86,994
Term deposits	5,687,258	5,687,258	4,072,535	4,072,535
Loans	863,260	8,767	783,973	13,157
Total	6,882,332	6,027,839	4,943,502	4,172,686

AB DNB NORD BANKAS
INTERIM CONDENSED FINANCIAL INFORMATION
AS AT 30 JUNE 2008

(all amounts are in LTL thousand, if not otherwise stated)

NOTE 7 DUE TO CUSTOMERS

	30 06 2008		31 12 2007	
	Group	Bank	Group	Bank
<u>Demand deposits:</u>				
Business customers (financial and corporate)	1,693,205	1,694,669	1,814,971	1,815,856
Individuals customers	873,609	873,609	890,020	890,020
Total demand deposits	<u>2,566,814</u>	<u>2,568,278</u>	<u>2,704,991</u>	<u>2,705,876</u>
<u>Term deposits:</u>				
Business customers (financial and corporate)	301,528	301,528	473,790	487,345
Individuals customers	1,078,388	1,078,388	1,032,872	1,032,872
Total term deposits	<u>1,379,916</u>	<u>1,379,916</u>	<u>1,506,662</u>	<u>1,520,217</u>
Total	<u>3,946,730</u>	<u>3,948,194</u>	<u>4,211,653</u>	<u>4,226,093</u>

As at 30 June 2008, demand deposits of national government institutions included LTL 345,471 thousand (as at 31 December 2007: LTL 512,222 thousand) of deposits of compulsory social and health insurance funds.

NOTE 8 DEBT SECURITIES IN ISSUE

	30 06 2008		31 12 2007	
	Group	Bank	Group	Bank
Bonds denominated in LTL with fixed interest rate 5.9 p.a., maturity 2009	18,758	18,758	-	-
Bonds denominated in LTL with fixed interest rate 6.25 p.a., maturity 2009	58,204	58,204	-	-
Bonds denominated in LTL with fixed interest rate 3.25 p.a., maturity 2008	-	-	38,994	38,994
Bonds denominated in LTL with fixed interest rate 4.33 p.a., maturity 2009.	25,825	25,825	19,815	19,815
Bonds denominated in LTL with fixed interest rate 4.3 p.a., maturity 2008.	-	-	39,905	39,905
Bonds denominated in LTL with fixed interest rate 4.6 p.a., maturity 2008.	-	-	30,063	30,063
Bonds denominated in LTL with fixed interest rate 5.05 p.a., maturity 2008.	31,801	31,801	34,232	34,232
Bonds denominated in LTL with fixed interest rate 6.28 p.a., maturity 2009	47,739	47,739	-	-
Bonds denominated in LTL zero coupon, maturity 2008	203,498	203,498	93,744	93,744
Equity linked Bonds denominated in EUR, zero coupon, maturity 2008-2012	419,378	419,378	406,310	406,310
Equity linked Bonds denominated in LVL, zero coupon, maturity 2009-2010	13,599	13,599	14,553	14,553
Equity linked Bonds denominated in LTL, zero coupon, maturity 2008- 2011	424,752	424,752	405,186	405,186
Commodity linked bonds (LTL), zero coupon, maturity 2010.	12,339	12,339	10,220	10,220
Commodity linked bonds (USD), zero coupon, maturity 2010.	5,275	5,275	4,250	4,250
Commodity linked bonds (EUR), zero coupon, maturity 2009 2011.	38,608	38,608	18,852	18,852
Total	<u>1,299,776</u>	<u>1,299,776</u>	<u>1,116,124</u>	<u>1,116,124</u>

AB DNB NORD BANKAS
INTERIM CONDENSED FINANCIAL INFORMATION
AS AT 30 JUNE 2008

(all amounts are in LTL thousand, if not otherwise stated)

NOTE 9 SUBORDINATED LOANS

Loan provider:	30 06 2008		31 12 2007	
	Group	Bank	Group	Bank
Norddeutsche Landesbank Girozentrale	116,883	116,883	116,935	116,935
European Bank for Reconstruction and Development (EBRD)	38,755	38,755	38,804	38,804
Stiftung der NORD/LB und der Oeffentlichen Versicherung fuer Braunschweig	8,766	8,766	8,766	8,766
Bank DnB NORD A/S	150,877	150,877	99,065	99,065
Total	315,281	315,281	263,570	263,570

In May 2008, the Bank received subordinated loan from Bank DnB NORD A/S (EUR 15,000 thousand / LTL 51,792 thousand). This loan is repayable in full in 2015. The interest rate on this loan is equal to 6-month EURIBOR + 2,40 p.a.

NOTE 10 SUBSCRIBED, BUT NOT PAID CAPITAL

At the ordinary general meeting of shareholders held on 28 March 2008 the shareholders adopted the resolution to increase the authorised capital of the Bank from the own funds (by issue of 1,581,267 shares) of the Bank and by additional contributions (by issue of 395,316 shares) of shareholders by LTL 227,307,045, i.e. from LTL 363,691,755 to LTL 590,998,800 by issue of 1,976,583 new ordinary registered shares with par value of LTL 115 each.

The placement of the new ordinary registered shares issued pursuant to the share issue prospectus approved by the Securities Commission of the Republic of Lithuania on 22 May 2008 (Statement of Approval No. 4R-9) was completed on 22 June 2008. During both share allotment stages the whole issue of 395,316 (three hundred and ninety five thousand, three hundred and sixteen) ordinary registered shares have been placed. The Bank's share issue prospectus provides that the shares subscribed are paid in litas within 10 (ten) days after the completion of the second share allotment stage.

The par value of all subscribed shares of the Bank amounts to 45,461,340 (forty five million, four hundred and sixty one thousand, three hundred and forty) litas. Following the placement of each share with par value of 115 (one hundred and fifteen) litas at set issue price of 370 (three hundred and seventy) litas, the total share issue price shall amount to 146,266,920 (one hundred and forty six million, two hundred and sixty six thousand, nine hundred and twenty) litas.

NOTE 11 CONTINGENT LIABILITIES AND COMMITMENTS

Guarantees, letters of credit, commitments to grant loans and other commitments:

	30 06 2008		31 12 2007	
	Group	Bank	Group	Bank
Guarantees	183,785	684,487	165,503	666,272
Letters of credit	23,379	23,379	15,518	15,518
Commitments to grant loans	2,249,963	2,341,881	1,753,654	1,785,241
Commitments to grant finance leases	62,841	-	116,213	-
Capital commitments and other commitments to acquire assets	19,717	6,900	13,281	3,505
Other commitments	9,295	10,106	8,566	8,668
Total	2,548,980	3,066,753	2,072,735	2,479,204

As at June 2008 provisions of LTL 3 thousand accounted for under other liabilities, were made for losses in relation to these commitments (as at 31 December 2007: LTL 8 thousand).

The management of the Bank considers the level provisions to be sufficient to cover these losses.

AB DNB NORD BANKAS
INTERIM CONDENSED FINANCIAL INFORMATION
AS AT 30 JUNE 2008

(all amounts are in LTL thousand, if not otherwise stated)

NOTE 11 CONTINGENT LIABILITIES AND COMMITMENTS (continued)

Amounts receivable under operating lease – where the Group is the lessor

The figure aggregate minimum lease payments under non-cancellable operating lease agreements are as follows:

	30 06 2008		31 12 2007	
	Group	Bank	Group	Bank
Later than 1 year	1,019	1,235	1,019	1,044
Later than 1 year and not later than 5 years	4,077	4,672	4,077	4,154
Later than 5 years	339	339	849	849
Total	5,435	6,246	5,945	6,047

The future lease payments receivable under non- cancellable operating lease agreements can be specified as follows:

	30 06 2008		31 12 2007	
	Group	Bank	Group	Bank
Later than 1 year	5,299	-	5,882	-
Later than 1 year and not later than 5 years	5,191	-	6,684	-
Total	10,490	-	12,566	-

NOTE 12 CASH AND CASH EQUIVALENTS

	30 06 2008		30 06 2007	
	Group	Bank	Group	Bank
Cash	194,523	194,520	150,034	150,032
Correspondent accounts with other banks	120,921	120,921	13,512	13,512
Overnight deposits	163,951	163,951	207,488	207,488
Mandatory reserves with the central bank LTL	306,763	306,763	177,867	177,867
Total	786,158	786,155	548,901	548,899

NOTE 13 RELATED PARTY TRANSACTIONS

In the normal course of business, the Bank enters into banking transactions with large shareholders, members of the Council and the Board as well as subsidiaries.

From the beginning of 2008 until the approval of this financial information there were no significant changes in transactions with Management of the Bank.

The following balances were outstanding with Bank DnB NORD A/S (the parent company):

	30 06 2008	31 12 2007
Assets		
Derivative financial instruments	765	-
Other assets	146,267	-
Liabilities		
Correspondent bank accounts	147,434	151
Subordinated loans	150,877	99,065
Loans	610,466	614,574
Accrued expenses	7,697	3,719
Income	30 06 2008	30 06 2007
Net gain (loss) from operations with financial instruments	852	-
Expenses		
Interest	22,128	10,651
Operating	3,982	3,501

AB DNB NORD BANKAS
INTERIM CONDENSED FINANCIAL INFORMATION
AS AT 30 JUNE 2008

(all amounts are in LTL thousand, if not otherwise stated)

NOTE 13 RELATED PARTY TRANSACTIONS (continued)

The following balances were outstanding with DnB NOR Group and NORD/LB Group companies:

Assets	30 06 2008	31 12 2007
Correspondent bank accounts	1,135	20,827
Overnight deposits	162,128	1,408
Term deposits	45,736	44,590
Derivative financial instruments	31,583	47,465
Loans	4	-
Debt securities	9,026	9,182
Liabilities		
Correspondent bank accounts	575	485
Derivative financial instruments	3,250	9,405
Overnight deposits	58,704	12,967
Term deposits	5,447,511	4,034,311
Deposits	678	-
Subordinated loans	116,884	116,935
Loans	244,113	156,242
Income	30 06 2008	30 06 2007
Interest	7,113	3,473
Fee and commission	1	19
Net gain (loss) from foreign exchange	(51)	(24)
Net gain (loss) from operations with financial instruments	1,306	2,193
Other	-	466
Expenses		
Interest	121,362	50,452
Fee and commission	18	183
Operating	5,577	-

The following balances were outstanding on the Bank balance sheet with subsidiaries:

Assets	30 06 2008	31 12 2007
Loans	115,300	58,943
Equity securities	8,000	7,200
Other assets	274	187
Liabilities		
Demand deposits	1,464	885
Term deposits	-	13,555

The main income/expenses from transactions with subsidiaries are as follows:

Income	30 06 2008	30 06 2007
Interest	1,981	1,839
Fee and commission	3,242	2,268
Dividends	487	1,310
Other	114	25
Expenses		
Interest	78	9
Fee and commission	48	8
Operating	191	117

NOTE 14 POST BALANCE SHEET EVENTS

International ratings agency Fitch Ratings on the 24th of July, 2008 affirmed to AB DnB NORD Bankas previously assigned ratings: the Bank's individual issuer's rating to C/D from D and long-term IDR at high "A" with stable outlook. Fitch Ratings also affirmed short-term rating F1 and support rating "1"

AB DnB NORD bankas will maintain at least 10 percent capital adequacy ratio for a year starting 30 September 2008 with regard to Resolution No.114 (dated 24 July, 2008) of the Board of the Bank of Lithuania. In order to ensure sustainable development of the Bank, the Bank intends to strengthen capital base by increasing the authorized capital with additional contributions of the shareholders and a subordinated loan.

On 20 of August 2008, the Bank has registered the amendments to the Bank's Bylaws with the Register of Legal Entities regarding the increase of the Bank's authorized capital from the own funds of the Bank and by additional contributions of shareholders by LTL 227 307 045, i.e. from LTL 363 691 755 to LTL 590 998 800 by issue of 1 976 583 new ordinary registered shares with par value of LTL 115.