AB DnB NORD Bankas

Interim Consolidated Report, six months 2011

(Unaudited)
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1. Reporting period covered by this report
This Interim Consolidated Report for the first six months of 2011 covers the period from 1 January to 30 June 2011.

2. The issuer and its contact details

<table>
<thead>
<tr>
<th>Name of the Issuer</th>
<th>AB DnB NORD Bankas</th>
</tr>
</thead>
<tbody>
<tr>
<td>Legal status</td>
<td>Joint stock company</td>
</tr>
<tr>
<td>Date and place of registration</td>
<td>Registered with the Bank of Lithuania on 13 September 1993, registration No. 29</td>
</tr>
<tr>
<td>Company code</td>
<td>112029270</td>
</tr>
<tr>
<td>Office address</td>
<td>J. Basanavičiaus str. 26, Vilnius, Republic of Lithuania</td>
</tr>
<tr>
<td>Telephone number</td>
<td>(+370-5) 239 34 44</td>
</tr>
<tr>
<td>Fax number</td>
<td>(+370-5) 213 90 57</td>
</tr>
<tr>
<td>E-mail</td>
<td><a href="mailto:info@dnbnord.lt">info@dnbnord.lt</a></td>
</tr>
<tr>
<td>Website</td>
<td><a href="http://www.dnbnord.lt">www.dnbnord.lt</a></td>
</tr>
</tbody>
</table>

3. Main activities of the issuer

AB DnB NORD Bankas (hereinafter referred to as “the Bank” or the “Issuer”, or AB DnB NORD Bankas), part of Norway’s largest financial services group DnB NOR ASA, is a universal commercial bank that provides comprehensive range of banking services to private and corporate customers.

AB DnB NORD Bankas is a credit institution holding a license for and is engaged in acceptance of deposits and other repayable funds from unprofessional market players and lending, as well as provision of other financial services, and assumes the risks and liabilities related thereto.

The Bank shall provide the following financial services:
- taking of deposits and other repayable funds;
- lending (including mortgage loans);
- money transfers;
- issuing of payment cards and other payment vehicles and (or) execution of transactions with them;
- financial lease (leasing);
- issuing of financial indemnities and guarantees;
- trading, for its own account or for account of customers, in money market instruments (cheques, bills, certificates of deposits, etc.), foreign exchange, financial futures and options, foreign exchange and interest rate instruments, public trading securities, precious metals;
- investment services;
- financial brokerage (agent activities);
- cash handling;
- consultancy on credits and payments;
- rent of safe deposit lockers;
- currency exchange (cash);
- safekeeping and administration of monetary funds;
- advice to undertakings on the capital structure, manufacturing strategy and the issues related thereto as well as advice and services related to the reorganization, restructuring and acquisition of undertakings;
- provision of services related to issuing of securities;
- issuing and maintenance of electronic money;
- inter-settlements of credit institutions (clearing);
- administration of investment funds or investment companies with a variable capital.

As of 30 June 2011 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, UAB DnB NORD Būstas, UAB Gelūstės projektai, UAB Intractus with its subsidiary UAB Industrius. The information about the Bank’s subsidiaries is provided in Article 12 of this Interim Consolidated Report.
The organization structure of DnB NORD group and the Issuer

On 30 June 2011 Norway registered DnB NOR Bank ASA acquired 100 percent of shares of AB DnB NORD Bankas from Denmark registered Bank DnB NORD A/S, controlled by DnB NOR Bank ASA, thus becoming the sole direct shareholder of the Bank owning 100 percent of its shares and voting rights.

On 2 June 2011 an increase of the share capital of UAB Intractus was registered. The share issue was acquired by the Bank through monetary and non-monetary contributions. As a result the Bank’s share in UAB Intractus had increased to 72.14 percent from 25.14 percent and the shareholdings of UAB DnB NORD Lizingas in the company went down to 27.86 percent from 74.86 percent.

On 15 February 2011, UAB Intractus registered its fully owned subsidiary UAB Industrius with the company’s share capital of LTL 10,000.

4. Structure of the authorized capital of the Bank

The authorized capital of AB DnB NORD Bankas stood at LTL 656,665,410 (six hundred fifty six million six hundred sixty five thousand four hundred ten) as of 30 June 2011. It was divided into 5,710,134 (five million seven hundred ten thousand one hundred thirty four) ordinary registered shares with LTL 115 (one hundred and fifteen) par value each. In the reporting period the authorized capital of the Bank has not changed.

On 30 June 2011 the share capital of AB DnB NORD Bankas consisted of:

<table>
<thead>
<tr>
<th>Type and class of shares</th>
<th>ISIN code of securities</th>
<th>Number of issued shares</th>
<th>Nominal value per share, LTL</th>
<th>Aggregate nominal value, LTL</th>
<th>Share in authorized capital, percent</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ordinary registered</td>
<td>LT0000100174</td>
<td>5,710,134</td>
<td>115</td>
<td>656,665,410</td>
<td>100.00</td>
</tr>
</tbody>
</table>

The entire authorized capital of AB DnB NORD Bankas is paid up and no restrictions apply to the shares of the Bank as to their disposal.
**AB DnB NORD Bankas**

**Interim Consolidated Report, six months 2011**

**AB DnB NORD Bankas** has not issued any convertible securities.

All the shares of the Issuer are issued for public trading on its own (i.e. neither through the Stock Exchange nor using brokerage services).

On 30 June 2011 **AB DnB NORD Bankas** did not own its own shares. During the reporting period **AB DnB NORD Bankas** neither acquired nor sold its own shares or the shares of its subsidiaries, except the increase of authorized capital of **UAB Intractus**, the event described in detail in Article 3 of this Interim Consolidated Report.

No restrictions other than those provided by the legal acts or described in this Interim Consolidated Report of six months 2011 apply to the securities of **AB DnB NORD Bankas** and there are no requirements to receive approval from the Issuer or other holders of securities.

The history of the Issuer's authorized capital formation as at 30 June 2011:

<table>
<thead>
<tr>
<th>Date</th>
<th>Authorized capital in LTL</th>
<th>Increase of the authorized capital in LTL</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>2001</td>
<td>102,839,115</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2002</td>
<td>176,585,430</td>
<td>73,746,315</td>
<td>Increase of the authorized capital by additional contributions</td>
</tr>
<tr>
<td>2004</td>
<td>195,116,795</td>
<td>18,531,365</td>
<td>Increase of the authorized capital by additional contributions</td>
</tr>
<tr>
<td>2005</td>
<td>234,110,020</td>
<td>38,993,225</td>
<td>Increase of the authorized capital by additional contributions</td>
</tr>
<tr>
<td>2006</td>
<td>283,396,340</td>
<td>49,286,320</td>
<td>Increase of the authorized capital from undistributed profit</td>
</tr>
<tr>
<td>2006</td>
<td>311,735,790</td>
<td>28,339,450</td>
<td>Increase of the authorized capital by additional contributions</td>
</tr>
<tr>
<td>2007</td>
<td>363,691,755</td>
<td>51,955,965</td>
<td>Increase of the authorized capital by additional contributions</td>
</tr>
<tr>
<td>2008</td>
<td>590,998,800</td>
<td>227,307,045</td>
<td>Increase of the authorized capital from the own funds of the Bank and by additional contributions of the shareholders</td>
</tr>
<tr>
<td>2009</td>
<td>656,665,410</td>
<td>65,666,610</td>
<td>Increase of the authorized capital by additional contributions</td>
</tr>
</tbody>
</table>

The Issuer, then operating under **AB Lietuvos Žemės ūkio bankas** name, was registered on 13 September 1993 in the Bank of Lithuania. The founder of **AB Lietuvos Žemės ūkio bankas** was the Ministry of Finance of the Republic of Lithuania. It owned 51 percent or the outstanding shares of the Bank. The remaining part of the Bank’s share capital (49 percent) was owned by natural and legal entities.

At the end of 2001 the State Property Fund (SPF) announced a tender for privatization of **AB Lietuvos Žemės ūkio bankas** state owned shares. Germany’s bank Norddeutsche Landesbank Girozentrale (NORD/LB) was picked as the winner of the tender. In March 2002 NORD/LB officially took over a 76.01 percent stake of the Bank. At the moment of privatization the registered Bank’s authorized share capital amounted to LTL 102,839,115.

In 2002 a new share issue of the Bank was issued which was acquired by NORD/LB. In such a way the Bank’s authorized share capital was increased to LTL 176,585,430, and the share portfolio held by NORD/LB increased to 93.03 percent. On 2 May 2003 the Register of Legal enterprises registered a new name of the Issuer: **AB Bankas NORD/LB Lietuva** as well as the new wording of its statute.

In June 2005 the largest shareholder of the Issuer, NORD/LB, signed an agreement with the largest Norway’s financial service group DnB NOR Bank ASA regarding the establishment of the new bank in the North East Europe. The newly established Bank started its activity on 2 January 2006 under the name of **Bank DnB NORD A/S** with its headquarters in Copenhagen (Denmark).

**NORD/LB** formed the capital for the Bank DnB NORD A/S by selling to the latter its infrastructure, customers across Poland, Latvia, Lithuania, Estonia, Finland and Denmark. On 20 December 2005 NORD/LB transferred to the Norway’s bank DnB NOR Bank ASA 51 percent of the shares of the new Bank DnB NORD A/S entitling 51 percent of votes in the general meeting of shareholders and constituting 51 percent of the authorized capital. In such a way Norway’s DnB NOR Bank ASA acquired an indirect control over the Issuer. The new name of the Issuer - **AB DnB NORD Bankas** – and the Bank’s by-laws regarding the change were registered on 12 May 2006 in the Register of Legal Entities of the Republic of Lithuania.
On 23 December 2010 NORD/LB bank transferred 49 percent of Bank DnB NORD A/S shares to DnB NORD Bank ASA, thus increasing its indirect control of AB DnB NORD Bankas to 100 percent from 51 percent.

On 30 June 2011 DnB NOR Bank ASA acquired 100 percent of shares of AB DnB NORD bankas from Denmark registered Bank DnB NORD A/S, controlled by DnB NOR Bank ASA, thus becoming the sole direct shareholder of the Bank owning 100 percent of it's shares and voting rights.

5. Shareholders

As of 30 June 2011 DnB NOR Bank A/S was the sole shareholder of AB DnB NORD Bankas and held 100 percent its registered LTL 656,665,410 share capital.

<table>
<thead>
<tr>
<th>Shareholder</th>
<th>Office address</th>
<th>Type of the company</th>
<th>Code</th>
<th>Number of ordinary registered shares</th>
<th>Share of the authorized capital held and number of votes, percent</th>
</tr>
</thead>
<tbody>
<tr>
<td>DnB NOR Bank A/S</td>
<td>Stranden 21. Oslo, Norway</td>
<td>Bank</td>
<td>984851006</td>
<td>5 710 134</td>
<td>100,00</td>
</tr>
</tbody>
</table>

The shareholders of the Issuer shall have the following property rights:

- To receive a share of the profit of the Bank (dividend);
- To receive funds of the Issuer if the authorized capital of the Issuer is decreased on purpose to disburse funds of the Issuer to the shareholders;
- To receive a share of the assets of the Issuer in the event of liquidation;
- To receive shares free of charge when the authorized capital is increased from the Bank’s own funds, except in the events stipulated in laws;
- In case the shareholder is a natural person, to devise and bequeath all or any part of the shares to one or several persons;
- To sell or otherwise transfer all or any part of the shares to the ownership of other persons in the procedure and under the conditions prescribed in laws;
- To exercise the pre-emption right in acquisition of the shares or convertible bonds issued by the Issuer unless the General Meeting decides to withdraw the pre-emption right from all the shareholders in the procedure prescribed in laws;
- To lend to the Issuer in the manner prescribed in laws; however, when borrowing from its shareholders, the Issuer shall not pledge its assets to the shareholders. When the Issuer borrows from a shareholder, the interest shall not be higher than the average interest rate offered by commercial banks of the place of residence or business of the lender effective on the date of conclusion of the loan agreement. Thus the Issuer and the shareholders shall be prohibited from negotiating a higher interest rate;
- Other property rights stipulated in laws.

The shareholders of the Issuer shall have the following non-property rights:

- To participate in the General Meetings of Shareholders;
- To cast the votes granted by the shares held in the General Meetings of Shareholder;
- To receive the information about the Bank to the extent specified in the Law on Companies;
- To appeal to the court for the compensation of the damage suffered by the Bank due to the failure to perform the obligations of the President and the Members of the Management Board of the Bank stipulated in laws and the Bylaws of the Bank, or to perform them duly, and in other cases stipulated in laws.
- Other non-property rights stipulated in laws.

Unless otherwise established in laws, the shareholders of the Issuer shall only hold an obligation to pay to the Issuer the issue price for all subscribed shares under the established procedure.

The shareholders of the Issuer shall not have special control rights. No Issuer's restrictions shall apply to the voting rights of the shareholders of the Issuer.

The Issuer is not aware of any reciprocal agreements which might lead to any restrictions on the disposal of the Issuers securities and (or) voting rights.
6. Arrangements that would be enforced, changed or terminated as a result of change in the Issuer’s control

As of 30 June 2011 the following ISDA Master Agreements and TBMA/ISMA Global Master Repurchase Agreement, whereby the counterparties thereto have the right to terminate the transactions with the Issuer in case of a change in the Issuer’s control, were in force:

- ISDA Master Agreement with UBS Limited dated 13 January 2006;
- ISDA Master Agreement with UBS AG dated 13 January 2006;
- ISDA Master Agreement with Calyon dated 15 November 2007;
- ISDA 2002 Master Agreement with JPMorgan Chase Bank N.A. dated 19 May 2008;
- ISDA Master Agreement with Barclays Bank Plc dated 18 December 2008;
- ISDA 2002 Master Agreement with Deutsche Bank AG dated 19 February 2009;
- ISDA 2002 Master Agreement with BNP Paribas S.A. dated 22 June 2009;
- TBMA/ISMA Global Master Repurchase Agreement with AB SEB Bank dated 29 October 2009;
- ISDA 2002 Master Agreement with Svenska Handelsbanken AB (publ.) dated 2 June 2010.

As of 30 June 2011 the Issuer also had the Finance Contract dated 13 March 2009 with the European Investment Bank, whereby the European Investment Bank has the right to terminate the Finance Contract in case of a change in the Issuer’s control if, in the reasonable opinion of the European Investment Bank, such a change in the Issuer’s control has or is likely to have a material adverse effect on the future repayment of the loan received under the Finance Contract.

As of 30 June 2011 the Issuer had no other significant arrangements that would be enforced, changed or terminated as a result of the change in the Issuer’s control.

The change in the Issuer’s control after DnB NOR Bank ASA had become the sole shareholder of the Issuer had no adverse effect on the aforementioned arrangements.

7. Information on securities listed on regulated markets

AB DnB NORD Bankas shares are not listed on AB NASDAQ OMX Vilnius or any other stock exchange since 1 February 2010.

As of 30 June 2011 the following debt securities of AB DnB NORD Bankas were listed on regulated markets:

<table>
<thead>
<tr>
<th>Name of securities (ISIN code)</th>
<th>Name in regulated market</th>
<th>Number of securities</th>
<th>Nominal value per unit</th>
<th>Aggregate nominal value</th>
<th>Maturity</th>
</tr>
</thead>
<tbody>
<tr>
<td>Zero coupon notes issue No. 3/2012 (LT0000402489)</td>
<td>NASDAQ OMX Vilnius Stock Exchange list of debt securities</td>
<td>150 000</td>
<td>100 (LTL)</td>
<td>15 000 000 (LTL)</td>
<td>2012-03-05</td>
</tr>
<tr>
<td>Fixed rate notes issue No. 10/2013 (LT0000431132)</td>
<td>NASDAQ OMX Vilnius Stock Exchange list of debt securities</td>
<td>350 000</td>
<td>100 (LTL)</td>
<td>35 000 000 (LTL)</td>
<td>2013-10-07</td>
</tr>
<tr>
<td>Fixed rate notes issue No. 05/2015 (LT0000405052)</td>
<td>NASDAQ OMX Vilnius Stock Exchange list of debt securities</td>
<td>150 000</td>
<td>100 (LTL)</td>
<td>15 000 000 (LTL)</td>
<td>2015-05-07</td>
</tr>
</tbody>
</table>

Securities of the other companies of the Group are not traded on regulated markets.

The Issuer is engaged in public trading brokerage activities; relevant transactions are performed by the Markets Department of the Bank.

8. Main characteristics of debt securities issued for public trading

As of 30 June 2011 the par value of debt securities issued by AB DnB NORD Bankas for public trading constituted LTL 134.6 million.

All Issuer’s debt securities were made available for public trading during the public issues. No restrictions apply to those securities as to their negotiability. All the securities are non-convertible.

Key characteristics of the debt securities issued by the Issuer are presented in Annex 1 of this Consolidated 2011 semi-annual Report.
9. Information on relevant agreements with related parties

Information on relevant agreements with related parties are provided in Note 12 of the Interim Condensed Financial Information for the first six months of 2011.

10. Material events over the reporting period

The material events that took place in the first six months of 2011:

On 10 February 2011 AB DnB NORD Bankas notified that according to preliminary unaudited data calculated in accordance to International financial reporting standards, the consolidated net loss of AB DnB NORD Bankas group was LTL 113.1 million (EUR 32.8 million) in full year 2010. Net loss of AB DnB NORD Bankas was LTL 122.6 million (EUR 35.5 million) within the period. In the fourth quarter of 2010 AB DnB NORD Bankas group earned a net profit of LTL 35.1 million (EUR 10.2 million) while AB DnB NORD Bankas' net profit was LTL 14.9 million (EUR 4.3 million).

On 24 February 2011 AB DnB NORD Bankas notified that on 28 February 2011 the chairman of the Supervisory Council Thomas Stephan Buerkle and the member of the Supervisory Council Andris Ozolins resigned from these positions. By the decision of the sole shareholder of AB DnB NORD Bankas - Bank DnB NORD A/S' Terje Turnes, head of the Baltic and Poland Division of Norway's DnB NOR Bank ASA bank was elected to the Supervisory Council from 1 March 2011 until expiry of the term of office of the Supervisory Council.

On 25 February 2011 AB DnB NORD Bankas presented unaudited group and Bank's interim condensed financial statements for the fourth quarter of 2010 prepared in accordance with International Financial Reporting Standards and confirmed by the management.

On 7 March 2011 the Supervisory Council of AB DnB NORD Bankas elected Terje Turnes, the head of the Baltic and Poland division of Norway's DnB NOR Bank ASA, as its chairman.

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'. With Norway's financial group DnB NOR ASA becoming the sole shareholder 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. Going forward no separate Fitch Ratings' ratings shall be set for AB DnB NORD Bankas.

On 29 March 2011 the sole shareholder of AB DnB NORD Bankas' Bank DnB NORD A/S:

1. acknowledged 2010 Consolidated Annual Report of the Bank;

2. approved separate and consolidated financial statements of the Bank of 2010;

3. distributed the profit (loss) of the Bank. It was decided to transfer the amount of LTL 172.6 million (EUR 49.99 million) from the Bank’s reserve capital to cover the Bank’s distributable loss. It was also decided to transfer the LTL 77.1 million (EUR 22.3 million) in retained loss to the next financial year;

4. elected close stock company “Ernst & Young Baltic” as an audit firm to perform audit of the annual financial statements of the Bank for the year 2011 and authorized the president of the Bank to establish the other terms and conditions of the Agreement on auditing services with audit firm according to the approved by the sole shareholder remuneration amount;

5. approved the amendment of the Bylaws of the Bank regarding the meeting quorum of the Management Board and set the Article 8.9 of the Bylaws of the Bank as follows:

"8.9. Any meeting of the Management Board shall be deemed held and the Management Board may take decision therein when 2/3 and more of the Management Board Members participate in the meeting of the Management Board. Any Member of the Management Board may express his/her will to vote for or against the discussed decision, upon scrutiny of the draft thereof, by a written vote in advance. The Management Board Members who have voted in advance shall be deemed to participate in the meeting. The decision of the Board shall be adopted if more than a half of elected Board members votes for it are received. Decisions of the Management Board may also be taken by circulation of the voting ballot among the Management Board Members if none of the Management Board Members objects to such procedure. Each Member of the Management Board shall have one vote. In the event of a tie vote, the Chairman of the Management Board shall have the casting vote. Should, in case of a tie vote, the Chairman of the Management Board not participate in the meeting or not participate in the voting on the decision, the decision shall be deemed not taken. The voting by the terminal equipment of telecommunications shall be equivalent to the voting in writing provided that the confidentiality of the communications is guaranteed and there are means for the verification
of the signature. The Management Board Member shall have no right to vote on the issue related to his/her work on the Management Board or the issue of his/her liability.”

6. elected Mr. Ola Landmark to the Supervisory Council of the Bank until expiry of the term of office of the supervisory Council and established that the newly elected member of the Supervisory Council Ola Landmark will start the office following the receipt of the permission from the Central Bank of Republic of Lithuania to become a manager of the Bank.

On 29 March 2011 AB DnB NORD Bank presented 2010 financial statements that included audited separate and consolidated financial statements prepared in accordance with International Financial Reporting Standards and consolidated annual report assessed by the auditors. The documents were approved by the Bank’s sole shareholder - Bank DnB NORD A/S - on 29 March 2011. The audited results of AB DnB NORD Bankas for the full year 2010 did not differ from previously reported preliminary data.

On 4 April 2011 AB DnB NORD Bankas notified, that Bjørnarl Lund, the general regional manager of Norway’s DnB NOR Bank ASA, has been appointed the chairman and chief executive officer of AB DnB NORD Bankas starting 1 May 2011. It was announced that following the receipt of the permission from the Central Bank of Republic of Lithuania to become a manager of the Bank, he will replace dr. Vyginatas Bubnys who will return to his previous position in the Bank as deputy chairman of the management board and vice-president of AB DnB NORD Bankas.

On 19 April 2011 AB DnB NORD Bankas notified that on 13 April 2011 the amended by-laws of the Bank were registered with the Register of the Legal Entities. The amendments of the by-laws were made regarding the change of legal regulation of the meeting quorum of the Management board of the Bank. The by-laws were amended in line with the decision of the sole shareholder of the Bank – Bank DnB NORD A/S – as of 29 March 2011. The wording of the section VIII Article 8.9 of the by-laws was set as following:

“8.9. Any meeting of the Management Board shall be deemed held and the Management Board may take decision therein when 2/3 and more of the Management Board Members participate in the meeting of the Management Board. Any Member of the Management Board may express his/her will to vote for or against the discussed decision, upon scrutiny of the draft thereof, by a written vote in advance. The Management Board Members who have voted in advance shall be deemed to participate in the meeting. The decision of the Board shall be adopted if more than a half of elected Board members votes for it are received. Decisions of the Management Board may also be taken by circulation of the voting ballot among the Management Board Members if none of the Management Board Members objects to such procedure. Each Member of the Management Board shall have one vote. In the event of a tie vote, the Chairman of the Management Board shall have the casting vote. Should, in case of a tie vote, the Chairman of the Management Board not participate in the meeting or not participate in the voting on the decision, the decision shall be deemed not taken. The voting by the terminal equipment of telecommunications shall be equivalent to the voting in writing provided that the confidentiality of the communications is guaranteed and there are means for the verification of the signature. The Management Board Member shall have no right to vote on the issue related to his/her work on the Management Board or the issue of his/her liability.”

On 6 May 2011 AB DnB NORD Bankas notified that according to preliminary unaudited data calculated in accordance to International financial reporting standards, AB DnB NORD Bankas earned LTL 22.3 million (EUR 6.5 million) net profit in the first quarter of 2011. In the first quarter of 2010 AB DnB NORD Bankas’ financial result was LTL 53.1 million (EUR 15.4 million) net losses.

On 20 May 2011 AB DnB NORD Bankas supplemented 2010 financial statements released on 29 March 2011 with the confirmation letter of the responsible persons.

On 26 May 2011 the Central Bank of the Republic of Lithuania notified that its board of directors had no objections for Norway registered DnB NOR Bank ASA to become the sole direct shareholder of AB DnB NORD Bankas through acquisition of 100 percent shares of the bank from its fully owned Danish registered bank Bank DnB NORD A/S.

On 9 June 2011 AB DnB NORD Bankas notified that Tadas Sudnius, the member of the Management Board of the Bank, resigned from the office from 9 June 2011 following his appointment as the advisor to the Bank’s president full time dedicated to the implementation of the Bank’s new core banking system and its integration with DnB NOR Bank ASA. It was announced that after the completion of the project implementation, expected to take 18 to 24 months, Tadas Sudnius will return back to his previous position of the member of the Bank’s Management Board. Vaineta Barevičiūtė, the head of the Bank’s Internal audit department, has been nominated to replace Tadas Sudnius on the management board after the relevant permission from the Central Bank of the Republic of Lithuania was received.

On 21 June 2011 AB DnB NORD Bankas notified that Torstein Hagen, the member of the Bank’s Supervisory Council, resigned from office as of 30 June 2011.
On 30 June 2011 AB DnB NORD Bankas notified that on 1 July 2011 Vaineta Barevičiūtė will take her office of member of the Bank’s management board and executive vice president in charge of back office operations.

On 1 July 2011 AB DnB NORD Bankas announced it has been notified that on 30 June 2011 Norway registered DnB NOR Bank ASA has acquired 100 percent of shares of AB DnB NORD bankas from Denmark registered Bank DnB NORD A/S, controlled by DnB NOR Bank ASA becoming direct shareholder of the Bank owning 100 percent of it’s shares and voting rights.

Full information on material events related with the Issuer’s activities is presented to the Lithuanian Securities Commission, the Central depository of the Republic of Lithuania, AB NASDAQ OMX Vilnius Stock Exchange, Central storage facility, the daily Lietuvos Rytas, news agencies BNS and ELTA and is available on the Bank’s website www.dnbnord.lt.

11. Information on performance results

With faster than expected and better balanced Lithuania’s economy growth positively affecting business environment, AB DnB NORD Bankas operated profitably in the first six months of the year and the Group looks forward to the rest of 2011 with confidence based on the increased credit demand for investment projects, positive trends in the mortgage loans market and lower than expected risk costs due to the improvement of customers’ repayment capability.

Responding to growing demand for investment projects financing, especially among food processing and energy companies as well as the agricultural sector, AB DnB NORD Bankas signed new loan agreements worth LTL 726.4 million during the first six months of 2011 and the Group’s net loan portfolio made LTL 8.5 billion as at the end of June. Over the six months of the year, the Group’s net loan portfolio eased 2.8 percent as the credits extended still came lower the volume of loans repaid. According to the Association of Lithuanian Banks’ data, the Bank held 15.69 percent of the loan market as at the end of June 2011.

With a number of customers increasing and funds on individual and corporate deposit accounts growing, the Group’s deposit portfolio rose 2.5 percent to LTL 4.4 billion during the first six months of 2011. According to the Association of Lithuanian Banks’ data the Bank held 10.04 percent of the country’s deposit market as at the end of the reporting period.

The Group’s efforts to improve further operating efficiency resulted in income growth that noticeably outpaced the rise of operating costs. The group’s net income in the first half of the year rose 4.0 percent year-on-year to LTL 165.0 million. Within the same period the group’s operating and other expenses were lower 8.0 percent compared to the same period the year before and made LTL 91.7 million. Net interest income made the largest relative weight of 68.5 percent. Non-interest income of the Group accounted for 31.5 percent of the total net operating income.

In line with decreasing customer risks the Group set aside LTL 41.9 million for special provisions in the first six months of 2011, the amount five times lower compared to the same period the year before. As a result, according to the preliminary unaudited data, AB DnB NORD Bankas earned a net profit of LTL 36.2 million in the first six months of the year while the Group’s net profit for the period amounted to LTL 31.2 million.

In the same period the year before AB DnB NORD Bankas financial result was LTL 129.6 million net loss and the Group’s net loss was LTL 141.6 million.

As of 30 June 2011 the Group’s return on equity (ROE) was 7.1 percent and its cost/income ratio (CIR) was 55.5 percent.

<table>
<thead>
<tr>
<th>Year</th>
<th>2008</th>
<th>2009</th>
<th>2010</th>
<th>30 06 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Group</td>
<td>Bank</td>
<td>Group</td>
<td>Bank</td>
</tr>
<tr>
<td>Return on equity (percent)</td>
<td>8.3</td>
<td>8.4</td>
<td>-46.5</td>
<td>-45.9</td>
</tr>
<tr>
<td>Cost/income ratio (percent)</td>
<td>53.3</td>
<td>51.9</td>
<td>44.4</td>
<td>41.3</td>
</tr>
<tr>
<td></td>
<td>55.5</td>
<td>55.2</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Due to consistent focus on implementation of the Group’s financial guide concept aimed to increase the number of new and existing customers who choose DnB NORD as their home bank, the number of individual and corporate customers rose by almost 16 thousand in the first six months of 2011 up to 668 thousand affecting positively the Group’s income from its core business.
For the convenience of its clients AB DnB NORD Bankas group served its private and corporate customers through the Bank’s nationwide customer service network consisting of 79 branches and sub-branches. It was the country’s third largest customer service network as at the end of June. In the second half of the year the Bank intends to continue optimization of its branch network looking into the efficiency ratios of the outlets as well as into market potential.

In 2011 the Bank also continued optimization of its ATM network looking to park them at more convenient for customers and business friendly locations. Customers of the Bank enjoyed the largest ATM network in Lithuania in 73 cities and towns countrywide - 176 ATMs of AB DnB NORD Bankas and 352 ATMs of SEB bank according to the outstanding common ATM network agreement.

As the result of constant efforts to further improve user-friendliness and functionality of the internet banking system the number of customers using AB DnB NORD Bankas internet banking services increased by 15 percent in the first half of 2011 to 451 thousand. During the first six months of the year 93 percent of all money transfers were executed via internet banking of AB DnB NORD Bankas.

In the first half of 2011 the Bank issued 37 thousand new payment cards to its customers. The outstanding payment cards issued by the Bank totaled 461 thousand at the end of June. The average turnover of transactions made by payment cards issued by the Bank in the first half of 2011 made LTL 2.5 billion, an increase of 13.6 percent compared to the same period the year before.

In the reporting period AB DnB NORD Bankas continued implementation of the SEPA (Single Euro Payments Area) initiative in Lithuania, by actively participating in SEPA Coordination Committee. From mid-May the Bank has implemented the functionality of the SEPA credit transfers by indirectly joining the international clearing house at the EBA STEP2, providing customers with the opportunity not only to receive the SEPA payment orders, but also to initiate them. From mid-June AB DnB NORD Bankas has become TARGET2 real settlement indirect participant in the clearing house. Participation in the above-mentioned clearing house will allow customers to provide higher quality and faster money transfer services, currency EUR.

In June Deutsche Bank AG, one of the largest settlement banks worldwide, awarded AB DnB NORD Bankas with the EUR Straight-Through-Processing Excellence Award for the exceptional quality of payment messages for the fifth year running. The quality of drafting and sending of a money order means that funds of customers at AB DnB NORD Bankas reach the beneficiary in a prompt and safe way.

To ensure high level of financial services AB DnB NORD Bankas performed the “Mystery Shopping” and individual customer satisfaction surveys. These surveys measured customer service quality and customer satisfaction at AB DnB NORD Bankas from different aspects - from general service quality up to functionality of individual products. The surveys’ results allow for identifying of strengths and set priority actions for further improvement.

Retail banking

In the first six months of 2011 AB DnB NORD Bankas offered the following services to its individual customers: bank accounts in litas and foreign currencies, cumulative deposits in litas and foreign currencies, term deposits in litas and foreign currencies, universal deposits in litas and foreign currencies including Norwegian crowns, mortgage loans, consumer credits, private credits, local and international transfers, MasterCard and VISA payment cards of international organizations, acceptance of bank cheques and traveler’s cheques (American Express, Thomas Cook, Swiss Bankers), cash exchange services, cash operations, individual safe lease services, financial brokerage services, electronic banking services, leasing services and investment products.

Aiming to increase the number of new and existing individual customers who use DnB NORD as their home bank and encourage them to use various banking services more actively, in the first half of 2010 the Bank continued to focus on individual customer service quality and culture, implementation on processes facilitating a more flexible response to customer needs, enhancing of the Bank’s brand, service and product awareness. As the result the number of individual customers of AB DnB NORD Bankas group rose by 14.7 thousand in the first six months of the year to 615 thousand as at the end of June.

In response to recovery of the country’s mortgage loan market seen in the first half of the year and pursuing responsible lending practices AB DnB NORD Bankas upgraded its mortgage loan program "Your first home", offering its customers an option to defer a monthly payment of credit principal once a year, to repay the credit early free of charge and the possibility to fix interest rate ceiling for five year terms to offset the impact of possible rate swings in the market. As a result AB DnB NORD Bankas became one of the top new mortgage loans providers in Lithuania’s banking market in the second quarter of the year.
In line with its financial guide concept, during the first six months of 2011 the Bank developed saving for children program branded Safe Dreams™. The program offered parents the opportunity to start taking care of their child’s financial future early by setting aside part of their monthly income regularly also addressing the child’s financial self sufficiency and independence.

To meet different needs of customers at various stages of their life span the Bank also launched special service packages for senior citizens as well as the youth. It also offered new customers who choose to transfer their salaries to AB DnB NORD Bankas a special daily service package.

To retail customers who were looking for alternative instruments for investment, the Bank offered investment deposits linked with North American and European stock indexes and German equity linked during the first six months of the year.

To provide customers with various financial services at the Bank, AB DnB NORD Bankas continued collaboration with ERGO Life Insurance SE, UAB DK PZU Lietuva and UAB DK PZU Lietuva Gvyrbės Draudimas. As a result of active sales of insurance services in first half of 2011 more than 50 percent of new mortgage borrowers of AB DnB NORD Bankas were insured with life insurance and over 75 percent of them chose to insure their property. Within the reporting period over 80 percent of new express credit borrowers were insured with life insurance while the total number of insured payment cards topped 100 thousand.

Corporate banking

Benefiting from its long-term constructive relationships with its customers and being fast and flexible decision maker in response to changing customer needs AB DnB NORD Bankas maintained its strong position in corporate banking sector in the first six months of the year. The position was consolidated by growing number of corporate customers which rose by 1.3 thousand to 53 thousand over the first six months of the year reflecting the Bank’s ability to offer customer’s products and solutions that correspond to their expectations and financial needs best.

With Lithuania’s economy growth positively affecting operating environment, the Bank saw increasing demand for financial products and investment projects financing while customer risks have declined. However credit demand continued to be capped by subdued domestic demand if compared to export oriented sectors. Therefore the Bank’s loan portfolio to the public, food processing and energy related industries as well as export oriented economy sectors increased during the first half of 2011 while financing of real estate and rent business declined. The Bank’s loan portfolio for manufacturing, trade and service sectors have stabilized somewhat in the reporting period due credit restructuring efficiency. As at the end of June the Group’s net loan portfolio to corporate customers made LTL 4.5 billion, easing 2.5 percent since the start of the year.

As a result of increasing number of customers and the Bank’s efforts to encourage them choose DnB NORD Bankas as their home bank, the Group’s corporate deposit portfolio rose by 13.9 percent year-on-year to LTL 2.3 billion as at the end of June 2011.

AB DnB NORD Bankas continuously paid prime attention to small and medium size enterprises (SMEs) offering specially designed product packages to already existing and newly established enterprises in the first half of the year. The positive influence to the Bank’s partnership with SME segment was made by the efficient sales organization and control programme introduced last year coupled with new customer segmentation and allocation of a personal relationship manager to each customer.

With food processing industry and agricultural sector being one of the Bank’s major strategic priorities, AB DnB NORD Bankas continued its close cooperation with state agricultural credit fund UAB Žemės ūkio paskolų garantijos fondas extending loans to farmers and legal entities operating in that sector for up to seven years on very favorable conditions, backed by guarantees of this state institution. Moreover, the Bank, in cooperation with Credit Fund administrated by UAB Žemės ūkio paskolų garantijos fondas, continued to extend preferential credits under Rural Development Programme 2007–2013, according to the new agreement signed in December 2010.

In 2011 the Bank extended the range of agricultural products trade partners extending interest-free loans to farmers and agricultural companies that purchase products from the company. The major advantage of the programmes is that farmers and agricultural companies get financing collateral free as the credits are backed by guarantees of the state rural credit guarantee fund, while the partner companies pay interest on the credit on the customers’ behalf.

AB DnB NORD Bankas, in cooperation with leasing and investment management subsidiaries, offered corporate customers a variety of solutions that meet borrowing, investment and settlement needs of companies. The Bank made favourable offers not only for business development but also to the staff of corporate customers.
Investment banking

*AB DnB NORD Bankas* investment banking activity includes trading in securities, full service brokerage services, operations with securities finance, financial solutions development for private and corporate customers including derivative and structured products, as well as corporate finance services, particularly mergers and acquisitions, fundraising and other services.

Currency and fixed income securities brokerage were the main drivers behind profitability of the Bank in the investment banking segment in the first half of 2011. The Bank's foreign exchange turnover made LTL 4.8 billion in the first six months of 2011, the amount representing 11 percent year-on-year rise. Within the same period the fixed income securities trade turnover made LTL 2.7 billion rising 24 percent increase year-on-year.

Enhancing its investment banking service list in May 2010 *AB DnB NORD Bankas* launched a fully automated on-line trading platform DnB NORD Trade where its customers can trade number of cash and derivative instruments on the global scale and at the same time enjoy competitive advantage of using the service of the local bank. In March 2011 the Bank offered the service to the customers in Latvia, provided by DnB NORD Banka. Real-time online trading platform offers a wide variety of cash and derivative instruments on the global scale: 130 currency pairs (FOREX), more than 12 thousand stocks from 30 stock exchanges all over the world, 1 thousand Exchange-traded-funds (ETF), more than 7 thousand Contracts-for-difference (CFD), more than 450 Futures contracts.

**12. Bank's subsidiaries**

On 30 June 2011 *AB DnB NORD Bankas* owned the following subsidiaries: *UAB DnB NORD Investicijų Valdymas*, *UAB DnB NORD Lizingas*, *UAB DnB NORD Būstas*, *UAB Gėlužės projektai* and *UAB Intractus* with its subsidiary *UAB Industrius*.

**UAB DnB NORD Investicijų Valdymas**

<table>
<thead>
<tr>
<th>Name</th>
<th>UAB DnB NORD Investicijų Valdymas</th>
</tr>
</thead>
<tbody>
<tr>
<td>Legal status</td>
<td>Limited company</td>
</tr>
<tr>
<td>Date and place of registration</td>
<td>Registered with the State enterprise Centre of Registers on 19 August 2003</td>
</tr>
<tr>
<td>Company code</td>
<td>226299280</td>
</tr>
<tr>
<td>Registered and actual office address</td>
<td>J. Basanavičiaus g. 26, Vilnius, Lietuvos Respublika</td>
</tr>
<tr>
<td>Telephone numbers</td>
<td>(8-5) 2393 567, (8-5) 2393 773</td>
</tr>
<tr>
<td>Fax number</td>
<td>(8-5) 2393 473</td>
</tr>
<tr>
<td>E-mail</td>
<td><a href="mailto:investicija@dnbnord.lt">investicija@dnbnord.lt</a></td>
</tr>
<tr>
<td>Website</td>
<td><a href="http://www.dnbnord.lt">www.dnbnord.lt</a></td>
</tr>
<tr>
<td>Number of the permission to be engaged in the activities of a management company</td>
<td>VĮK -003</td>
</tr>
</tbody>
</table>

*UAB DnB NORD Investicijų Valdymas* is engaged in management of pension and investment funds and is the country's third largest asset management company in terms of assets.

As at the end of June 2011 the assets under management of *UAB DnB NORD Investicijų Valdymas* made LTL 550.4 million rising by LTL 55.5 million or 11.2 percent since the start of the year due to the increase of institutional customers’ portfolio and higher incoming transfers to II pillar pension funds.

On 30 June 2011 *UAB DnB NORD Investicijų Valdymas* managed three II pillar pension funds, two III pillar pension funds and two investment funds.

*UAB DnB NORD Investicijų Valdymas* also provided investment portfolio management services to *UAGDB PZU Lietuva gyvybės draudimas*, *AB Ergo Lietuva gyvybės draudimas* and other legal entities. This investment portfolio made LTL 132.5 million as at the end of June, the amount representing 36.2 percent rise in the first six months of 2011.
Performance results of funds under management as of 30 June 2011:

<table>
<thead>
<tr>
<th>Fund</th>
<th>Equity part, %</th>
<th>YTD</th>
<th>Benchmark YTD</th>
</tr>
</thead>
<tbody>
<tr>
<td>DnB NORD pensija 1</td>
<td>0%</td>
<td>+0,97%</td>
<td>+0,17%</td>
</tr>
<tr>
<td>DnB NORD Money Market Fund</td>
<td>&lt;25%</td>
<td>-0,02%</td>
<td>-0,95%</td>
</tr>
<tr>
<td>DnB NORD pensija 3</td>
<td>&lt;50%</td>
<td>-1,22%</td>
<td>-1,66%</td>
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<tr>
<td>DnB NORD Papildoma pensija</td>
<td>100%</td>
<td>-4,61%</td>
<td>-3,53%</td>
</tr>
<tr>
<td>DnB NORD Equity Fund of Funds</td>
<td>100%</td>
<td>-2,89%</td>
<td>-3,53%</td>
</tr>
</tbody>
</table>

DnB NORD Money Market Fund holds the top 5 star rating from international investment market research agency Morningstar since 2009 and DnB NORD Equity Fund of Funds holds 3 stars rating. These rankings are granted based on the funds’ performance, investment portfolio and costs.

During the accounting period important discussions regarding state social insurance system reform were taking place that might impact further development of Lithuania’s cumulative pension system. Some draft provisions of the legislation if passed in the parliament may adversely affect the customers’ pension funds due to extended freeze of contributions to their accounts and the 2nd pillar pension funds due to reduced fee level.

**UAB DnB NORD Lizingas**

<table>
<thead>
<tr>
<th>Name</th>
<th>UAB DnB NORD Lizingas</th>
</tr>
</thead>
<tbody>
<tr>
<td>Legal status</td>
<td>Limited liability company</td>
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<tr>
<td>Date and place of registration</td>
<td>Registered with the State enterprise Centre of Registers on 6 March 1998</td>
</tr>
<tr>
<td>Company code</td>
<td>124385737</td>
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<tr>
<td>Registered and actual office address</td>
<td>Žalgirio str. 92, Vilnius, Republic of Lithuania</td>
</tr>
<tr>
<td>Telephone number</td>
<td>(+370 5) 2393 030</td>
</tr>
<tr>
<td>Fax number</td>
<td>(+370 5) 2393 031</td>
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<tr>
<td>E-mail</td>
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<tr>
<td>Website</td>
<td><a href="http://www.dnbnordlizingas.lt">www.dnbnordlizingas.lt</a></td>
</tr>
</tbody>
</table>

**UAB DnB NORD Lizingas** is the Bank’s subsidiary that provides vehicle, equipment and real estate leasing services to corporates and private individuals. To customer convenience **UAB DnB NORD Lizingas** services are provided using nation-wide **AB DnB NORD Bankas** branch network across Lithuania.

Despite 2011 the country’s economics stabilization and export recovering that positively affected transport sector, the leasing market continued to shrink year-on-year in 2011 adversely affecting the company’s results. In the declining market **UAB DnB NORD Lizingas** leasing portfolio before provisions fell 13.5 percent year-on-year to LTL 392 million as at the end of June 2011 and the company accounted for 6.86 percent of the country’s leasing market at the end of June 2011.

To counter market trend **UAB DnB NORD Lizingas** continued to focus on its portfolio quality, credit risk management, and further improvement of customer service quality and increase of new sales.
**UAB DnB NORD Būstas**

Name | UAB DnB NORD Būstas  
Legal status | Limited company  
Date and place of registration | Registered with the state enterprise Centre of Registers on 10 January 2007  
Company code | 300631876  
Registered office address | J. Basanavičiaus str. 26, Vilnius, Republic of Lithuania  
Actual office address | Švitrigailos 11M, LT-03228 Vilnius, Republic of Lithuania  
Telephone number | (+370 5) 2499 277  
Fax number | (+370 5) 2499 276  
E-mail | info@dnbnordbustas.lt  
Website | www.dnbnordbustas.lt

**UAB DnB NORD Būstas** is engaged in providing brokerage services in real estate market. The company also sells franchises to real estate brokerage companies and individual brokers.

In the reporting period the company carried out its activities in Vilnius, Kaunas, Klaipėda, Šiauliai, Mažeikiai, Akmenė and Skuodas and the surrounding regions. During the reporting period **UAB DnB NORD Būstas** retained its leading position in newly constructed residential segment and was among three largest real estate brokerage companies in terms of sales and number of listings.

**UAB Intractus**

Name | UAB Intractus  
Legal status | Limited liability company  
Date and place of registration | Registered with the state enterprise Centre of Registers on 6 August 2009  
Company code | 302424698  
Registered office address | J. Basanavičiaus str. 26, Vilnius, Republic of Lithuania  
Actual office address | Vilniaus str. 18, Vilnius, Republic of Lithuania  
Telephone number | (+370 5) 2393 514  
Fax number | (+370 5) 2393 265  
E-mail | intractus@dnbnord.lt  
Website | -

**UAB Intractus** is a limited liability company set up for efficient management of foreclosed real estate assets. The company is entitled to effect operations and transactions related to the efficient management of real estate, such as buying, selling, letting and development of real estate.

**UAB Intractus’** real estate assets on the company’s balance sheet stood at LTL 90 million as at the end of the reporting date, including real estate like land plots, buildings and premises.

**UAB Gėlužės projektais**

Name | UAB Gėlužės projektais  
Legal status | Limited liability company  
Date and place of registration | Registered with the state enterprise Centre of Registers on 5 August 2005  
Company code | 300135524  
Registered office address | J. Basanavičiaus str. 26, Vilnius, Republic of Lithuania  
Actual office address | J. Basanavičiaus str. 26, Vilnius, Republic of Lithuania  
Telephone number | (+370 5) 2102 130  
Fax number | (+370 5) 2102 131  
E-mail | -  
Website | -
UAB Gėlužės projektai is a limited liability company. On 3 June 2010 AB DnB NORD Bankas acquired 100 percent ordinary registered shares in UAB Gėlužės projektai that provide the same amount of voting rights in its shareholders’ meeting with the aim of efficient management of the company’s assets in the interest of the Bank as the creditor. At the end of June 2011 the assets on UAB Gėlužės projektai balance sheet stood at LTL 7.6 million and its authorized capital was LTL 21.1 million. UAB Gėlužės projektai owns one land plot.

13. Risk management and ratings

The aim of risk management in AB DnB NORD Bankas group is assuring an acceptable return on equity pursuing the conservative policy of risk management.

Risk-related activity of the Bank and the Group has been strictly restricted by applying the system of limits. Limitations are set and supervision thereof is executed on a centralized basis at the Group level. The key principle of the risk management is to segregate the function of all-type risk management from risk assuming, i.e. from front-office units.

The Bank assesses and manages credit, liquidity, market (interest rate, foreign exchange rate, equity price), operational and other risks it is exposed to in its activities. Credit risk is the dominant in the Bank’s risk structure. Detailed information about financial risks assessment and management is provided in section Financial Risk Management of the AB DnB NORD Bankas 2010 consolidated financial statement. The risk management principles have not changed significantly during the accounting period. The risk management processes were further improved with the aim to implement practice applied by the parent bank DnB NOR Bank ASA and in order to use the more advanced methods for calculation of capital requirement for credit risk in the future.

As a result of pursuing the appropriate risk management policy over the reporting period the Bank was compliant with all prudential requirements set by the Bank of Lithuania and no sanctions were imposed against it.

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 DnB NOR Bank ASA becoming the sole shareholder of the Bank it has been decided that AB DnB NORD Bankas shall use the ratings as assigned to the parent bank. No separate credit ratings are set for AB DnB NORD Bankas starting 21 March 2011.

14. Strategy and plans

The Group’s plans and strategy for 2011 remain unchanged from the ones announced in the first quarter of the year with full scale implementation and migration to the unified IT platform extended to 2012. In the second half of 2011 AB DnB NORD Bankas will continue to focus on development of efficient universal banking making use of its existing competitive advantages: financial guide delivery concept including a high level of service quality, pro-active sales force and segment-based approach, strong brand awareness in rural areas and a country-wide sales network being large enough for economies of scale in product development as well as its efficiency of back-office and risk management. AB DnB NORD Bankas also intends to continue focusing on the main strategic themes: balanced growth, service quality leadership, customer centric approach, business process optimization and competence development under the requirement of an ongoing prudent and pro-active credit risk management and the further integration within the DnB NOR group. The updated strategy of AB DnB NORD Bankas was presented to the Central Bank of Lithuania in April 2011.

15. Investments

As of the preparation of the consolidated semi annual report, the Issuer had not any planned investment on long term tangible or intangible assets, which had value more than 10 percent of the Issuer’s share capital.

16. Management of the Issuer

The Bylaws of AB DnB NORD Bankas provide that the bodies of the Issuer are the following: General Meeting of Shareholders, Supervisory Council, Management Board and Chief Executive Officer (President).

The General Meeting of Shareholders of the Issuer:
• amends the Bylaws of the Issuer, save for the exceptions stipulated in laws;
• elects the Supervisory Council or the individual Members thereof;
• removes the Supervisory Council or the individual Members thereof;
• elects and removes the audit company, establishes the terms and conditions of payment for audit services;
• approves the annual financial statements of the Issuer and the report on the performance of the Issuer;
establishes the class, the number and sets the nominal value and the minimum issue price of the shares to be issued by the Bank;
makes the decision to issue the convertible bonds;
makes the decision to withdraw the pre-emptive right to acquire the shares or convertible bonds of the specific issue of the Issuer from all the shareholders;
makes the decision to convert the Issuer’s shares of one class into the shares of another class, to approve the share conversion procedure;
adopts the decision on the profit (loss) distribution;
amends the decision on the formation, use, reduction and liquidation of reserves;
adopts the decision to increase the authorized capital;
amends the decision to reduce the authorized capital save for the exceptions stipulated in laws;
adopts the decision to acquire the Issuer’s own shares;
amends the decision on the reorganization or division of the Issuer and to approve the terms and conditions of the reorganization or division;
amends the decision to transform the Issuer;
amends the decision to liquidate the Issuer, to cancel the liquidation of the Issuer, except in the events stipulated in laws;
amends the decision to elect and remove the liquidator of the Issuer, except in the events stipulated in laws.

The General Meeting of Shareholders may also make decisions on other issues unless they are attached to the competence of other bodies of the Issuer according to laws or the Bylaws of the Issuer and unless they are the functions of the management bodies of the Issuer by their essence. The General Meeting of Shareholders shall not delegate the issues attached to its competence for other bodies of the Issuer to decide.

The Supervisory Council of the Issuer shall be a collegial supervisory body supervising the operation of the Issuer. The Chairman of the Supervisory Council shall be in charge of the Supervisory Council. The General Meeting of Shareholders elect 7 Members of the Supervisory Council. At such election, every shareholder shall have the number of votes equal to the number of the votes granted by his/her shares multiplied by the number of the Supervisory Council Members to be elected. These votes shall be cast, at the shareholders’ sole discretion, for one or for several candidates. The candidates who receive the greatest number of votes shall be elected. Should the number of the candidates who have received an equal number of votes be greater than the number of the vacancies on the Supervisory Council, a repeat voting shall be held, and in such voting each shareholder shall vote only for one of the candidates who have received the equal number of votes. The Supervisory Council shall be elected for the period of 4 years. The Supervisory Council:

- elects the Management Board Members and removes them from the office, makes proposals to the Management Board with regard to the candidate Chairman of the Management Board. Establishment of the salaries and other terms and conditions of the respective employment contracts of the Management Board Members holding other offices in the Issuer, the President and the Executive Vice Presidents shall be subject to obtaining of the prior consent of the Supervisory Council. If operation of the Issuer generates losses, the Supervisory Council shall consider whether the Management Board Members are suitable to hold the office;
- supervises the activity of the Management Board and the President;
- approves the Regulations of the Supervisory Council;
- approves the business plans of the Issuer;
- ensures the existence of the effective internal control system in the Issuer;
- makes the proposals and comments to the General Meeting on the Issuer’s business strategy, the Issuer’s annual financial statements, the draft profit (loss) distribution and the report on the performance of the Issuer as well as on the performance of the Management Board and the President;
- approves the lending policy and establishes the procedure for the lending which is subject to the approval of the Supervisory Council;
- makes the proposal for the Management Board and the President to revoke their decisions which contradict laws and other legal acts, the Bylaws of the Issuer or the decisions of the General Meeting of Shareholders;
- establishes the transactions and the decisions which are subject to obtaining of the consent of the Supervisory Council prior to the conclusion or implementation thereof by the management bodies of the Issuer;
- takes the decisions on the issues within the competence of the Supervisory Council under the procedures, the approval whereof are delegated to the Supervisory Council under laws, the Bylaws of the Issuer and the decisions of the General Meeting of Shareholders;
- discusses or resolves other issues which under laws, the Bylaws of the Issuer and the decisions of the General Meeting of Shareholders shall be discussed and resolved by the Supervisory Council.

The Management Board of the Issuer is a collegial management body consisting of 6 Members. The Management Board shall be elected by the Supervisory Council for 4 years. Where individual Members of the Management Board are elected, they shall be elected for the period remaining until the expiry of the term of office of the current Management Board. A Member of the Management Board may resign from his/her office prior to the expiry of the term of office subject to a written notice thereof to the Issuer at least 14 days in advance.
The Management Board shall discuss and approve:
• the management structure of the Issuer and the job positions; the positions to be filled in by the way of competition;
• the regulations of the branches, representative offices and other individual outlets of the Issuer;
• the lending procedure of the Issuer, in accordance with the lending policy approved by the Supervisory Council;
• the Issuer’s procedure for issuing of guarantees and sureties and assuming of other obligations;
• the procedure for writing off of loans and other debt obligations;
• the Regulations of the Credit and the Risk Management Committees.

The Management Board shall elect (appoint) and remove the President and the Executive Vice Presidents. The Management Board shall establish the salary of the President and other terms and conditions of his employment contract, approve his job description, apply incentives to or impose penalties on him. The Management Board shall determine what information shall be deemed to be a commercial secret of the Bank.

The Management Board shall adopt:

• The decisions for the Issuer to become a founder, a member of other legal persons;
• The decisions to establish branches, representative offices and other individual outlets of the Issuer and to terminate their operation;
• The decisions on the investment, transfer, lease of the fixed assets at the book value above 1/20 of the authorized capital of the Issuer (per each type of transaction);
• The decisions on the pledge and mortgage of the fixed assets at the book value above 1/20 of the authorized capital of the Issuer (in the aggregate amount);
• The decisions on the issuing of guarantees or sureties for the fulfillment of the obligations of other persons in the amount above 1/20 of the authorized capital of the Issuer;
• The decisions on the acquisition of the fixed assets for the price above 1/20 of the authorized capital of the Issuer;
• The decisions on the issuing of non-convertible bonds;
• The Regulations of the Management Board;
• The decisions on other issues which shall be discussed or resolved by the Management Board under laws and the Bylaws of the Issuer.

The Management Board shall establish:

• The terms and conditions of the share issue of the Issuer;
• The procedure for the issuing of bonds of the Issuer. Where the General Meeting of Shareholders takes the decision on the issuing of the convertible bonds, the Management Board shall have the right to establish additional terms and conditions of their issuing and to approve the bond subscription agreements to be signed by the President or the persons duly authorized thereby;
• The procedure for the recruitment of employees by the Issuer and the events when recruitment of employees by the Issuer shall be subject to the consent of the Management Board.

The Management Board shall implement the decisions taken by the General Meeting of Shareholders and the Supervisory Council.

The Management Board shall analyze and assess the information submitted by the President on the following issues:

• The implementation of the business strategy of the Issuer;
• The organization of the business of the Issuer;
• The financial state of the Issuer;
• The results of the business activities, the income and expenditure estimates, the stocktaking data and other accounting data of the changes in the assets.

The Management Board shall analyze and assess the draft annual financial statements of the Issuer and the draft profit (loss) distribution, and shall submit them to the Supervisory Council and the General Meeting of Shareholders. The Management Board shall establish the methodology for the calculation of the depreciation of the tangible assets and the amortization of the intangible assets to be applied in the Bank.

The President shall be a single person management body of the Issuer. The President shall act as follows:

• organize the daily operation of the Issuer;
• hire and dismiss the employees of the Bank, conclude and terminate the employment contracts with them, apply incentives to and impose penalties on them;
• establish the rates applied in the calculation of the depreciation of the assets in the Bank;
• represent the Bank in the relations with other persons, the court and the arbitrage without a special power of attorney;
• issue and revoke the powers of attorney and powers of procuration of the Bank;
• issue orders;
• perform any other actions necessary to perform his functions, to implement the decisions of the bodies of the Bank and to ensure of the operation of the Bank.

The President shall be responsible:

• for the organization of the operation and the realization of the objectives of the Issuer;
• for the drawing up of the annual financial statements;
• for the drawing up of the contract with the audit company;
• for the submission of the information and documents to the General Meeting of Shareholders, the Supervisory Council and the Management Board in the events stipulated in laws or upon their request;
• for the submission of the documents and particulars of the Issuer to the administrator of the register of legal persons;
• for the submission of the documents to the Securities Commission and the Central Securities Depository of Lithuania;
• for the publishing of the information stipulated in laws and other legal acts in the daily stipulated in the Bylaws if the Issuer;
• for the submission of the information to the shareholders;
• implementation of the provisions of the Law on Money Laundering Prevention;
• for the performance of other duties stipulated in laws and legal acts, the Bylaws of the Issuer and the job description of the President.

The President shall act on behalf of the Issuer and shall have the right to conclude transactions at his own discretion save for the exceptions stipulated herein or in the decisions of the bodies of the Issuer.

17. Supervisory Council and Management Board

According to the Bylaws the Supervisory Council of AB DnB NORD Bankas consists of seven members. The term of office of the existing Supervisory Council expires on 18 March 2014.

In the first six months of 2011 the following changes took place in the Bank’s Supervisory Council that consisted of five members on 30 June 2011:

• On 28 February 2011 Andris Ozolins, representative of Bank DnB NORD A/S, resigned from the Supervisory Council.

• As of 1 March 2011 the sole shareholder of the Bank elected Terje Turnes, the head of Baltic and Poland Division of DnB NOR Bank ASA, as a member and the chairman of the Supervisory Council of the Bank. He replaced Thomas Stephan Buerkle in this position.

• On 23 May 2011 Ola Landmark, senior credit officer of DnB NOR Bank ASA, started his term of office of the member of the Supervisory Council, upon receipt of the permission of the Central Bank of Lithuania to become a manager of the Bank.

• On 23 June 2011 the Supervisory Council elected chief financial officer of DnB NOR Bank ASA Baltics’ division Jekaterina Titarenko as a vice-chairperson of the Supervisory Council.

• On 30 June 2011 Torstein Hagen resigned from the position of the member of the Supervisory Council.

Seven meetings of the Supervisory Council were held during the reporting period.
Information about position, office term, education, professional qualification and management competence of the members of the Supervisory Council:

<table>
<thead>
<tr>
<th>Name</th>
<th>Position</th>
<th>Information on start and end of holding the office</th>
<th>Education</th>
<th>Information about management competence and experience</th>
</tr>
</thead>
<tbody>
<tr>
<td>Terje Turnes</td>
<td>Chairman of the Supervisory Council</td>
<td>01 03 2011 - 18 03 2014</td>
<td>Tronheim School of Economics; Diploma in economics and administration; the Norwegian School of Marketing Diploma in Marketing; Norwegian School of Economics and Business administration, MBA</td>
<td>Den norske Bank ASA, DnB NOR Bank ASA, various positions (1997-2010); DnB NOR Bank ASA, Head of Baltic and Poland Division (since 2010)</td>
</tr>
</tbody>
</table>
As of 1 July 2011 the Management Board of AB DnB NORD Bankas consisted of six members, all of them appointed until the end of the term of office of the Bank’s Supervisory Council that expires on 18 March 2014.

The following changes took place in AB DnB NORD Bankas’ Management Board in the first six months of 2011:

- On 5 April the Supervisory Council of AB DnB NORD bankas elected Bjørnar Lund, the representative of DnB NOR Bank ASA as a member of the Management Board. Upon receipt of the permission of the Bank of Lithuania Bjørnar Lund took the office of the chairman of the Management Board and the president of the bank from 6 May 2011. In these positions he replaced Dr. Vygintas Bubnys who on the same date started his office of a vice chairman of the Management Board and Fredrik Borch – as a member of the Management Board.

- As of 1 July 2011 Vaineta Barevičiūtė, the head of Internal audit department of AB DnB NORD Bankas was elected as a member of the Management Board after Tadas Sudnias was revoked from Management Board member office from 9 June 2011 following his appointment as the adviser to the Bank’s president full time dedicated to the implementation of the Bank’s new core banking system and its integration into DnB NOR Bank ASA.

Information about position, office term, education, professional qualification and management competence of the members of the Management Board:

<table>
<thead>
<tr>
<th>Name</th>
<th>Position</th>
<th>Information on start and end of holding the office</th>
<th>Education</th>
<th>Information about management competence and experience</th>
</tr>
</thead>
<tbody>
<tr>
<td>Margrethe Melbye Gronn</td>
<td>Member of the Supervisory Council</td>
<td>18 03 2010 - 18 03 2014</td>
<td>University of Oslo, diploma in philosophy; Norwegian School of Management, master in business administration.</td>
<td>DnB NOR, vice-president and senior vice-president (2001–2010); Bank DnB NORD group, chief operating officer (since 2010).</td>
</tr>
<tr>
<td>Olav Landmark</td>
<td>Member of the Supervisory Council</td>
<td>23 05 2011 - 18 03 2014</td>
<td>Oslo Institute of Business Administration, MBA</td>
<td>DnB NOR German branch, director (1997–2001); DnB NOR Bank ASA, senior credit officer (since 2001)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Name</th>
<th>Position</th>
<th>Information on start and end of holding the office</th>
<th>Education</th>
<th>Information about management competence and experience</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bjørnar Lund</td>
<td>Chairman of the Management Board, president</td>
<td>06 05 2011 - 18 03 2014</td>
<td>Norwegian School of management, economist</td>
<td>DnB NOR Bank ASA, various positions (1987–2011)</td>
</tr>
<tr>
<td>Name</td>
<td>Position</td>
<td>Start Date</td>
<td>End Date</td>
<td>Education and Work Experience</td>
</tr>
<tr>
<td>--------------------------------</td>
<td>-----------------------------------------------</td>
<td>------------</td>
<td>----------</td>
<td>---------------------------------------------------------------------------------------------------------------</td>
</tr>
<tr>
<td>Fredrik J. Borch</td>
<td>Member of the Management Board, Executive Vice-president</td>
<td>18 03 2010</td>
<td>18 03 2014</td>
<td>Den Norske bank ASA, Account officer (2000-2004); Nordea bank Norge AS, Bank manager (2004-2006); DnB NOR bank ASA Account officer/deputy bank manager (2006-2009); AB DnB NORD bankas, member of the Management Board (since 2009)</td>
</tr>
<tr>
<td>Name</td>
<td>Position</td>
<td>Date of Appointment</td>
<td>Date of End</td>
<td>University/Institution</td>
</tr>
<tr>
<td>-----------------------</td>
<td>-----------------------------------</td>
<td>---------------------</td>
<td>-------------</td>
<td>------------------------------------------------------------</td>
</tr>
<tr>
<td>Šarūnas Nedzinskas</td>
<td>Member of the Management Board, Executive Vice-president</td>
<td>18 03 2010</td>
<td>18 03 2014</td>
<td>Vilnius University, Diploma in Economics; Vytautas Magnus University, MBA</td>
</tr>
<tr>
<td>Vaineta Barevičiūtė</td>
<td>Member of the Management Board, Executive Vice-president</td>
<td>01 07 2011</td>
<td>18 03 2014</td>
<td>Vilnius University, law diploma; ISM university, MBA</td>
</tr>
</tbody>
</table>

The Members of the Supervisory Council and the Management Board had no shares of the Issuer.

The members of the Supervisory Council, the Management Board and the administrative bodies are not connected by any family relationship between any of them.

The members of the Supervisory council, the Management Board and the administrative bodies of the Bank have not been convicted for any crimes of forgery. They have not been publicly officially incriminated or imposed any sanctions by any regulatory authority over the period of past five years. They have not been disqualified by a court from holding office as the member of the bank’s administrative, management or supervisory body acting in the management or conduct of the affairs of any Issuer.

The members of the Supervisory Council, the Management Board and the administrative bodies of the Bank have no interests of conflict between any duties to the Issuer and their private interests and/or other duties. The Issuer has not entered into any deal with the above mentioned persons outside his/her principal activities.

Additional information about the Chairman of the Management Board-and and the Bank's president and Chief Financier:

**Bjørnar Lund** (Chairman of the Management Board and the president of the Bank): holds diploma in economics from BI Norwegian School of Management. He has been working in the Bank since 2011. Previous work record:
Bjørnar Lund has been working in Norway’s DnB NOR Bank ASA since 1987. He has extensive experience working in various managerial positions in corporate and retail banking in Norway. In addition, he has international experience working abroad as the head of the Nordic Desk of DnB NOR Bank ASA in Singapore.

Jurgita Šaučiūnienė (Chief Accountant, Manager of the Accounting Department): Master’s degree in business management from Vilnius University. Start of holding the office as Manager of the Accounting Department at the Bank in 2004. Previous work record:

Auditor Assistant, audit company TŪB "J. Kabašinskas ir partneriai" (1997 - 1998);
Member of KUB, J. Kabašinskio KUB "JKP konsultacijos" (1998 - 1999);
Agency NORD/LB bank / NORD/LB Vilniaus branch – Account, Chief Accountant (1999-2003);
Head of the Accounting Policy and Accountability Unit, AB bankas NORD/LB Lietuva (2003 - 2004).

Jurgita Šaučiūnienė has no shares of the Issuer.

18. Information on the activities of the Internal Audit Committee

AB DnB NORD Bankas Internal Audit Committee is established by the Supervisory Council of the Bank.

The Internal Audit Committee supervises functioning of the internal control system and risk management of the Bank, ensures the efficiency of internal audit functions, approves the annual audit plan for the Internal Audit Department and supervises the audit process. With regard to the auditing procedure and accounting policy, the Audit Committee observes the integrity of financial information, reviews the conclusions and recommendations of the external auditor, monitors their independence and impartiality, determines the risk areas of the Bank’s operations to be audited by the Internal Audit Department and by the external auditor, supervises compliance of the Bank’s performance with the laws and regulations, Bylaws of the Bank and the strategy and operating policy of the Bank.

In the first six months of 2011 three meetings of the Bank’s Internal Audit Committee were held that were attended by all its members. Tony Samuelsen is the chairman of the Internal Audit Committee, Leif Rene Hansen – the independent member. On 9 March 2011 the Supervisory Council of the Bank appointed Margrethe Melbye Gronn as a new member of the committee. She replaced Cord Mayer in that position.

19. Employees

As of 30 June 2011 AB DnB NORD Bankas Group employed 1,313 employees, 1,290 of them worked in the bank and their average monthly salary was LTL 3,910.

Changes in the number of employees and salaries

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Number of staff in the Bank</td>
<td>1,162</td>
<td>1,229</td>
<td>1,263</td>
<td>1276</td>
<td>1290</td>
</tr>
<tr>
<td>Number of staff in the Group</td>
<td>1,223</td>
<td>1,312</td>
<td>1,282</td>
<td>1300</td>
<td>1313</td>
</tr>
<tr>
<td>Average monthly salary in the Group in LTL</td>
<td>3,245</td>
<td>3,620</td>
<td>3,855</td>
<td>3,895</td>
<td>3,910</td>
</tr>
</tbody>
</table>

As at 30 June 2011, the average monthly salary by main staff groups was as follows: LTL 7,300 to the administration (Members of the Management Board excluded); LTL 3,320 to specialists; LTL 2,440 to clerical staff; and workers.

The Group’s staff by groups of positions as of 31 December 2010

<table>
<thead>
<tr>
<th></th>
<th>Number of employees</th>
<th>Higher</th>
<th>Specialized secondary (high)</th>
<th>Secondary</th>
</tr>
</thead>
<tbody>
<tr>
<td>Administration</td>
<td>201</td>
<td>191</td>
<td>7</td>
<td>3</td>
</tr>
<tr>
<td>Specialists</td>
<td>1 100</td>
<td>758</td>
<td>177</td>
<td>165</td>
</tr>
<tr>
<td>Clerical staff and workers</td>
<td>12</td>
<td>6</td>
<td>3</td>
<td>3</td>
</tr>
<tr>
<td>Total</td>
<td>1 313</td>
<td>955</td>
<td>187</td>
<td>171</td>
</tr>
</tbody>
</table>
20. Executive remuneration policy report

The employment agreements and remuneration terms of the Members of the Management Board are set by the Supervisory Council of AB DnB NORD Bankas.

Gross salary paid to the Members of the Management Board also holding other positions in the Bank and Chief Accountant in the first six months of 2011:

<table>
<thead>
<tr>
<th></th>
<th>Gross salary, LTL</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total:</td>
<td>811 412</td>
</tr>
<tr>
<td>Average amount, per person</td>
<td>115 916</td>
</tr>
</tbody>
</table>

In 2011 the Members of the Management Board and Chief Accountant were paid LTL 162, 692 in other payments (car allowance, apartment rent).

No bonuses to the members of the Management Board were paid in the reporting year.

No tantiemes to the Members of the Supervisory Council were paid in 2011.

The Bank has no special commitments for employees regarding severance payment except the listed below:

a) The Employment Contract of three members of the Management Board who also act as executive vice-presidents of the Bank provide that the Bank shall pay to the employee a severance pay amounting to his/her three average monthly salaries, unless a higher severance pay amount is established by law, when the Employment Contract terminates or is cancelled on one of the following grounds: (a) on the Employers’ will, (b) on the Employer’s initiative, when the Employee is not at fault, (c) when the Employee refuses to be transferred together with the Bank (its unit) to another location, (d) when the Employee refuses to work after the introduction of changes to the employment conditions, (e) when the medical commission or the commission for the establishment of disability concludes that the Employee is unable to work under the Employment Contract.

b) The Employment Contract of the executive vice-president of the Bank provide that the Bank shall pay to the employee a severance pay amounting to his/her six average monthly salaries, unless a higher severance pay amount is established by law, when the Employment Contract terminates or is cancelled on one of the following grounds: (a) on the Employers’ will, (b) on the Employer’s initiative, when the Employee is not at fault, (c) when the Employee refuses to be transferred together with the Bank (its unit) to another location, (d) when the Employee refuses to work after the introduction of changes to the employment conditions, (e) when the medical commission or the commission for the establishment of disability concludes that the Employee is unable to work under the Employment Contract.

21. Procedure for amending the Bylaws

According to the effective Bylaws of the Issuer registered with the Register of Legal Entities on 13 April 2011, and the Law on Companies, the Bylaws of the Issuer may be amended by decision of the General Meeting of Shareholders taken by at least 2/3 of the votes of all the shareholders participating in the General Meeting of Shareholders, save for the exceptions established by law.

22. Information on legal or arbitral proceedings

In line with the improving operating environment, the number of litigation processes where the Bank was a participant has not increased within the first six months of 2011. The outstanding legal cases are related to financial services provided by the Bank, i.e. typically related with issues of enforced execution of the clients’ assumed liabilities to the Bank. According to the Laws of the Republic of Lithuania, Bank had set aside specific provisions due to the aforementioned legal cases.

AB DnB NORD Bankas president

Bjørnar Lund
Main characteristics of debt securities issued for public trading

As of 30th June 2011 the following debt securities issues were made by the Issuer for public trading:

<table>
<thead>
<tr>
<th>Name of securities (ISIN code)</th>
<th>Number of securities</th>
<th>Nominal value per unit</th>
<th>Issue price per unit</th>
<th>Aggregate nominal value</th>
<th>Interest (gain) amount, percent</th>
<th>Maturity</th>
<th>Redemption price, terms and procedure</th>
<th>Coupons paid in 2009 (LTL)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Zero coupon note issue No 3/2012 (LT0000402489)</td>
<td>150 000</td>
<td>100 (LTL)</td>
<td>93.2342 (LTL)</td>
<td>15 000 000 (LTL)</td>
<td>3.55</td>
<td>2012-03-05</td>
<td>Par</td>
<td>-</td>
</tr>
<tr>
<td>Fixed rate note issue No. 5/2015 (LT0000405052)</td>
<td>150 000</td>
<td>100 (LTL)</td>
<td>99.3519 (LTL)</td>
<td>15 000 000 (LTL)</td>
<td>5.00</td>
<td>2015-05-07</td>
<td>Par</td>
<td>750 000 (LTL)</td>
</tr>
<tr>
<td>Fixed rate note issue No. 5/2013 (LT0000431033)</td>
<td>96 134</td>
<td>100 (LTL)</td>
<td>99.95 – 100.00 (LTL)</td>
<td>9 613 400 (LTL)</td>
<td>4.10</td>
<td>2013-05-28</td>
<td>Par</td>
<td>394 149 (LTL)</td>
</tr>
<tr>
<td>Fixed rate note issue No. 10/2013 (LT0000431132)</td>
<td>350 000</td>
<td>100 (LTL)</td>
<td>99.7195 (LTL)</td>
<td>35 000 000 (LTL)</td>
<td>3.50</td>
<td>2013-10-07</td>
<td>Par</td>
<td>-</td>
</tr>
</tbody>
</table>

Security and commodity index linked notes

<table>
<thead>
<tr>
<th>Name of securities (ISIN code)</th>
<th>Number of securities</th>
<th>Nominal value per unit</th>
<th>Issue price per unit</th>
<th>Aggregate nominal value</th>
<th>Interest (gain) amount, percent</th>
<th>Maturity</th>
<th>Redemption price, terms and procedure</th>
<th>Coupons paid in 2009 (LTL)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Global equity-linked note issue No. 9 (LT1000405027)</td>
<td>12 236</td>
<td>100 (EUR)</td>
<td>100,00 (EUR)</td>
<td>1 223 600 (EUR)</td>
<td>Subject to index change</td>
<td>2011-07-14</td>
<td>Par + premium</td>
<td>-</td>
</tr>
<tr>
<td>Global equity-linked note issue No. 11 (LT1000405035)</td>
<td>3 699</td>
<td>100 (EUR)</td>
<td>99,56-100,00 (EUR)</td>
<td>369 900 (EUR)</td>
<td>Subject to index change</td>
<td>2011-10-03</td>
<td>Par + premium</td>
<td>-</td>
</tr>
<tr>
<td>Global equity-linked note issue No. 23 (LT1000405043)</td>
<td>20 562</td>
<td>100 (EUR)</td>
<td>100,00 (EUR)</td>
<td>2 056 200 (EUR)</td>
<td>Subject to index change</td>
<td>2012-06-22</td>
<td>Par + premium</td>
<td>-</td>
</tr>
<tr>
<td>Emerging markets linked note issue No. 14 (LT0000430621)</td>
<td>17 498</td>
<td>100 (LTL)</td>
<td>100,00 (LTL)</td>
<td>1 749 800 (LTL)</td>
<td>Subject to index change</td>
<td>2011-07-29</td>
<td>Par + premium</td>
<td>-</td>
</tr>
<tr>
<td>Russia index linked note issue No. 7 (LT1000403873)</td>
<td>9 579</td>
<td>100 (EUR)</td>
<td>95,900 (EUR)</td>
<td>957 900 (EUR)</td>
<td>Subject to index change</td>
<td>2011-09-19</td>
<td>Par + premium</td>
<td>-</td>
</tr>
<tr>
<td>Russia index linked note issue No. 8 LV (LV0000800738)</td>
<td>3 741</td>
<td>100 (EUR)</td>
<td>99,51 – 100 (EUR)</td>
<td>374 100 (EUR)</td>
<td>Subject to index change</td>
<td>2011-09-19</td>
<td>Par + premium</td>
<td>-</td>
</tr>
<tr>
<td>Global equity-linked note issue No. 31 (LT0000404113)</td>
<td>14 901</td>
<td>100 (LTL)</td>
<td>100,00 (LTL)</td>
<td>1 490 100 (LTL)</td>
<td>Subject to index change</td>
<td>2011-11-07</td>
<td>Par + premium</td>
<td>-</td>
</tr>
<tr>
<td>Global equity-linked note issue No. 32 (LT0000430696)</td>
<td>60 000</td>
<td>100 (LTL)</td>
<td>100,00 (LTL)</td>
<td>6 000 000 (LTL)</td>
<td>Subject to index change</td>
<td>2011-11-07</td>
<td>Par + premium</td>
<td>-</td>
</tr>
<tr>
<td>Global equity-linked note issue No. 33-LV (LV0000800779)</td>
<td>3 510</td>
<td>100 (EUR)</td>
<td>100,00 (EUR)</td>
<td>351 000 (EUR)</td>
<td>Subject to index change</td>
<td>2012-02-28</td>
<td>Par + premium</td>
<td>-</td>
</tr>
<tr>
<td>Global equity-linked note issue No. 34 (LT0000430753)</td>
<td>16 560</td>
<td>100 (LTL)</td>
<td>100,00 (LTL)</td>
<td>1 656 000 (LTL)</td>
<td>Subject to index change</td>
<td>2012-02-28</td>
<td>Par + premium</td>
<td>-</td>
</tr>
<tr>
<td>Global equity-linked note issue No. 35-LV (LV0000800795)</td>
<td>2 836</td>
<td>100 (EUR)</td>
<td>100,00 (EUR)</td>
<td>283 600 (EUR)</td>
<td>Subject to index change</td>
<td>2012-10-22</td>
<td>Par + premium</td>
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<td>Global equity-linked note issue No. 36-LV (LV0000800803)</td>
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<td>105,00 (EUR)</td>
<td>745 200 (EUR)</td>
<td>Subject to index change</td>
<td>2012-10-22</td>
<td>Par + premium</td>
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<tr>
<td>Global equity-linked note issue No. 37 (LT0000430878)</td>
<td>1 120</td>
<td>100 (LTL)</td>
<td>99,40 – 100,00 (LTL)</td>
<td>112 000 (LTL)</td>
<td>Subject to index change</td>
<td>2012-11-12</td>
<td>Par + premium</td>
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<td>Name of securities (ISIN code)</td>
<td>Number of securities</td>
<td>Nominal value per unit</td>
<td>Issue price per unit</td>
<td>Aggregate nominal value</td>
<td>Interest (gain) amount, percent</td>
<td>Maturity</td>
<td>Redemption price, terms and procedure</td>
<td>Coupons paid in 2009 (LTL)</td>
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<td>Global equity-linked note issue No. 38 (LT1000403972)</td>
<td>2 267</td>
<td>100 (EUR)</td>
<td>99,77 – 100,00 (EUR)</td>
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<td>Subject to index change</td>
<td>2012-11-12</td>
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<td>100 (EUR)</td>
<td>99,78 – 100,00 (EUR)</td>
<td>201 800 (EUR)</td>
<td>Subject to index change</td>
<td>2012-12-19</td>
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<td>Asia equity-linked note issue No. 5 (LT0000430910)</td>
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<td>100 (LTL)</td>
<td>99,56 – 100,00 (LTL)</td>
<td>4 267 300 (LTL)</td>
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<td>2012-12-19</td>
<td>Par</td>
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<td>Global equity-linked note issue No. 39-LV (LT1000430033)</td>
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<td>100 (EUR)</td>
<td>100,00 (EUR)</td>
<td>390 300 (EUR)</td>
<td>Subject to index change</td>
<td>2013-04-02</td>
<td>Par + premium</td>
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<td>Global equity-linked note issue No. 40-LV (LT1000430041)</td>
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<td>Global equity-linked note issue No. 41-LV (LT1000430066)</td>
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<td>2013-04-15</td>
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