

AB DnB NORD Bankas Financial Statements

(in accordance with BoL requirements)

III quarter

2011

DnB NORD

AB DnB NORD Bankas
THE FINANCIAL GROUP AND BANK INCOME STATEMENT

30 September 2011

LTL thou.

	Bank	Financial group*
Interest income	296,154	301,867
Interest expense	(130,916)	(130,913)
<u>Net interest income</u>	<u>165,238</u>	<u>170,954</u>
Fee and commission income	66,737	64,194
Fee and commission expense	(13,807)	(13,921)
<u>Net interest fee and commission income</u>	<u>218,168</u>	<u>221,227</u>
Net gain on operations with securities and derivative financial instruments	(2,900)	(4,695)
Net foreign exchange result	20,433	20,430
Impairment losses and provisions	(45,010)	(47,483)
Other income	3,763	8,338
Personnel expenses	(65,289)	(65,805)
Depreciation and amortisation	(10,323)	(10,696)
Other administrative expenses	(54,561)	(55,610)
<u>Profit (loss) before taxes</u>	<u>64,281</u>	<u>65,706</u>
Income tax	(21)	(349)
<u>Net profit (loss) for the period</u>	<u>64,260</u>	<u>65,357</u>
Profit (loss) attributable to:		
Equity holders of the parent	64,260	65,357

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



B. Lund
 President



J. Šaučiūnienė
 Chief Accountant

AB DnB NORD Bankas
STATEMENT OF COMPREHENSIVE INCOME (EXPENSE)

30 September 2011

LTL thou.

	Bank	Financial group*
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<u>Profit (loss) for the period</u>	<u>64,260</u>	<u>65,357</u>
Other comprehensive income (expenses), net of tax available for sale assets revaluation	2,829	2,762
Total other comprehensive income, net of tax	2,829	2,762
<u>Total comprehensive income(expenses) for the period, net of tax</u>	<u>67,089</u>	<u>68,119</u>
Attributable to:		
Equity holders of the parent	67,089	68,119

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



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President



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Chief Accountant

AB DnB NORD Bankas
STATEMENT OF FINANCIAL POSITIONS

30 September 2011

LTL thou.

	Bank	Financial group*
ASSETS		
Cash and balances with central banks	422,512	422,512
Due from banks	764,497	764,497
Trading securities	33,920	33,920
Securities designated at fair value through profit or loss	362,175	362,175
Derivative financial instruments	14,795	14,795
Securities available-for-sale	18,187	23,520
Loans and advances to customers	9,115,033	8,646,825
Finance lease receivables	-	320,961
Investments in subsidiaries	63,964	77,321
Property plant and equipment	89,821	90,410
Intangible assets	5,525	5,559
Deferred income tax asset	29,810	29,818
Other assets	34,891	55,074
Total assets	10,955,130	10,847,387
LIABILITIES AND EQUITY		
Due to banks	4,664,795	4,664,795
Derivative financial instruments	42,652	42,652
Due to customers	4,647,606	4,646,003
Debt securities in issue	112,564	112,564
Subordinated loans	405,569	405,569
Provisions	57,724	668
Other liabilities	96,619	39,206
Total liabilities	10,027,529	9,911,457
Equity attributable to equity holders of parent		
Ordinary shares	656,665	656,665
Share premium	282,929	282,929
Retained earnings	(12,835)	(4,689)
Reserves	842	1,025
Total shareholders' equity	927,601	935,930
Total liabilities and equity	10,955,130	10,847,387

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



B. Lund
 President



J. Šaučiūnienė
 Chief Accountant

ASSETS QUALITY INFORMATION

30 September 2011
(LTL mio)

	Impaired loans		
	Total amount	Total amount	Specific provisions
Individually assessed loans	5,911.0	2,000.1	640.6
Collectively assessed loans (excluding payment cards)*	3,883.5	773.7	103.3
Total	9,794.5	2,773.8	743.9

* Mortgage loans to private individuals up to 0,5 LTL mio, consumer loans to private individuals up to 0.05 LTL mio, loans to farmers and SME up to 0,3 mio LTL.

IMPAIRMENT LOSSES (SPECIFIC PROVISIONS) FOR LOANS AND OTHER ASSETS

30 September 2011

Ratios	Amount in LTL thou	Percentage
Specific provisions for loans	795,630	
Gross loans to customers	9,910,663	
Specific provisions to total loans granted to customers ratio		8.03
Specific provisions for other assets	918	
Other assets	65,619	
Specific provisions for other assets to all other assets		1.40

INFORMATION ON THE COMPLIANCE WITH PRUDENTIAL RATIOS FOR BANKING ACTIVITIES

30 September 2011
(percent)

Name of the ratio	Factual (quarterly annual) amount
Liquidity	38.07
Capital adequacy	13.08
Overall open position	0.17
Maximum position in one currency (according to currencies)	Complies with the ratio
Maximum exposure	Complies with the ratio

**30 September 2011
(percent)**

Return on equity (ROE)	9.5
Return on assets (ROA)	0.8

RATINGS

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 the ratings were withdrawn as AB DnB NORD Bankas chose to stop participating in the rating process. After Norway's DnB NOR Bank ASA has become the sole shareholder of the bank, it was decided that AB DnB NORD Bankas will use the ratings as assigned to its parent bank in its operations.

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