

AB DNB Bankas Financial Statements

(in accordance with BoL requirements)

II quarter

2014



THE FINANCIAL GROUP AND BANK INCOME STATEMENT

30 June 2014

LTL thou

	Bank	Financial group*
	_____	_____
Interest income	140,579	143,956
Interest expense	(33,127)	(33,128)
<u>Net interest income</u>	<u>107,452</u>	<u>110,828</u>
Fee and commission income	60,624	60,113
Fee and commission expense	(13,953)	(13,996)
<u>Net interest fee and commission income</u>	<u>154,123</u>	<u>156,945</u>
Net gain on operations with securities and derivative financial instruments	11,175	11,203
Net foreign exchange result	6,277	6,280
Impairment losses and provisions	(2,320)	(1,284)
Other income	4,092	10,894
Personnel expenses	(47,380)	(48,646)
Depreciation and amortisation	(5,932)	(5,944)
Other administrative expenses	(87,153)	(91,754)
<u>Profit (loss) before taxes</u>	<u>32,882</u>	<u>37,694</u>
Income tax	(5,200)	(5,491)
<u>Net profit (loss) for the period</u>	<u>27,682</u>	<u>32,203</u>
Profit (loss) attributable to:		
Equity holders of the parent	27,682	32,203

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



B. Lund
President



J. Šaučiūnienė
Chief Accountant

AB DNB Bankas
STATEMENT OF COMPREHENSIVE INCOME (EXPENSE)

	30 June 2014	
	LTL thou	
	Bank	Financial group*
<u>Profit (loss) for the period</u>	<u>27,682</u>	<u>32,203</u>
Other comprehensive income (expenses) to be reclassified to profit or loss in subsequent periods :		
available for sale assets revaluation	-	-
Total other comprehensive income to be reclassified to profit or loss in subsequent periods	-	-
<u>Total comprehensive income(expenses) for the period, net of tax</u>	<u>27,682</u>	<u>32,203</u>
Attributable to:		
Equity holders of the parent	27,682	32,203

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



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 Chief Accountant

STATEMENT OF FINANCIAL POSITIONS

30 June 2014

LTL thou

	Bank	Financial group*
ASSETS		
Cash and balances with central banks	382,608	382,608
Due from banks	1,367,579	1,367,579
Financial assets held for trading	53,735	53,735
Financial assets designated at fair value through profit or loss	637,884	643,505
Derivative financial instruments	17,355	17,355
Financial assets – available for-sale	-	-
Loans and advances to customers	9,504,802	9,004,566
Finance lease receivables	-	386,326
Investments in subsidiaries	237,756	3,078
Investment property	-	222,760
Property plant and equipment	92,258	92,461
Intangible assets	12,332	12,364
Deferred income tax asset	20,604	20,604
Other assets	57,229	80,117
Non-current assets and disposal groups held for sale	1,193	42,859
Total assets	12,385,335	12,329,917
LIABILITIES AND EQUITY		
Due to banks	4,159,385	4,159,385
Derivative financial instruments	15,834	15,834
Due to customers	6,620,100	6,610,123
Debt securities in issue	8,440	8,440
Provisions	43,704	2,518
Other liabilities	56,095	67,435
Total liabilities	10,903,558	10,863,735
Equity attributable to equity holders of parent		
Ordinary shares	656,665	656,665
Share premium	282,929	282,929
Retained earnings	165,054	149,259
Reserves	377,129	377,329
Total shareholders' equity	1,481,777	1,466,182
Total liabilities and equity	12,385,335	12,329,917

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



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Chief Accountant

ASSETS QUALITY INFORMATION

30 June 2014
(LTL mio)

	Impaired loans		
	Total amount	Total amount	Specific provisions
Individually assessed loans	5,585.3	1,194.1	417.2
Collectively assessed loans*	4,383.7	487.4	54.5
Total	9,969.0	1,681.5	471.7

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

IMPAIRMENT LOSSES (SPECIFIC PROVISIONS) FOR LOANS AND OTHER ASSETS

30 June 2014

Ratios	Amount in LTL thou	Percentage
Specific provisions for loans	539,075	
Gross loans to customers	10,043,877	
Specific provisions to total loans granted to customers ratio		5.4
Specific provisions for other assets	138	
Other assets	77,971	
Specific provisions for other assets to all other assets		0.2

INFORMATION ON THE COMPLIANCE WITH PRUDENTIAL RATIOS FOR BANKING ACTIVITIES
30 June 2014
(percent)

Name of the ratio	Factual (quarterly annual) amount
Capital adequacy	16.45
Liquidity	41.84
Maximum exposure	11.49
Liquidity buffer covers net funding gap under stressed market conditions according to possible scenario during survival period (expressed as the number of times)	12.35

30 June 2014
(percent)

Return on equity (ROE)	3.8
Return on assets (ROA)	0.5

RATINGS

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

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

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