

UAB MEDICINOS BANKAS

FINANCIAL STATEMENTS AS OF 30 September, 2010

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(All amounts in LTL thousand unless otherwise stated)

BALANCE SHEET

Assets	30 September 2010
Cash and due from central bank	
<i>Cash</i>	25,814
<i>Placements with the central bank</i>	11,446
	37,260
Placements with banks	44,237
Financial assets at fair value through profit or loss	
<i>Financial derivatives</i>	1,429
<i>Debt securities</i>	20,336
<i>Equity securities</i>	-
	21,765
Available-for-sale financial assets	
<i>Debt securities</i>	156,547
<i>Equity securities</i>	-
	156,547
Assets held for sale	-
Held-to-maturity investments	61,370
Loans and receivables (including finance lease receivable)	
<i>Loans</i>	514,670
<i>Finance lease receivable</i>	-
	514,670
Investments in subsidiaries	20
Investment properties	-
Property and equipment	7,156
Intangible assets	286
Tax assets	
<i>Current taxes</i>	167
<i>Deferred taxes</i>	511
	678
Other assets	4,679
Total assets	848,668

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BALANCE SHEET (CONT'D)

Liabilities and shareholders' equity	30 September 2010
Liabilities	
Due to derivative financial instruments	592
Due to credit and other financial institutions	63,034
Due to customers	626,176
Debt securities issued	1,836
Finance lease liabilities	72
Paid in but not registered capital	-
Subordinated loans	34,528
Tax liabilities	
<i>Current taxes</i>	-
<i>Deferred taxes</i>	-
	-
Other liabilities	9,474
Provisions	-
Total liabilities	735,712
Shareholders' equity	
Issued capital	68,875
Reserve capital and legal reserve	58,382
Retained earnings	(19,142)
Revaluation reserve of financial assets	1,297
Revaluation reserve of property and equipment	3,544
Total shareholders' equity	112,956
Total liabilities and shareholders' equity	848,668

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INCOME STATEMENT

	30 September 2010
Interest revenue	35,606
Interest expenses	(23,644)
Net interest income	11,962
Service fee and commission revenue	9,220
Service fee and commission expenses	(533)
Net service fee and commission income	8,687
Dividend revenue	-
Net income on securities trading	995
Net foreign exchange gain	5,143
Net result of derivative financial instruments transactions	611
Rental revenue	-
Other income	487
Total operating income	27,885
Impairment of loans and other financial assets	(29,449)
Provision expenses	-
Operating income after impairment and provision expenses	(1,564)
Salaries and benefits	(10,791)
Depreciation	(865)
Amortisation	(235)
Other operating expenses	(5,684)
Total operating expenses	(17,575)
Profit	(19,139)
Income tax expense	(3)
Operating profit	(19,142)
Basic and diluted earnings per share (in LTL)	

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Assets Quality and Other Information

Provisions for the Loan Portfolio	
Provisions for loans (LTL thousands)	55,566
Provisions to loans portfolio ratio (%)	9.74

Compliance with the Regulatory Requirements

Ratio	Ratio according to the Bank of Lithuania (%)	Actual proportion (%)
Liquidity	Not less than 30	47.69
Capital adequacy	Not less than 10	17.72
Maximum open position in foreign currency and precious metals: general/single currency	Not more than 25/15	1.50/0.39
Maximum exposure to a single borrower	Not more than 25	21.20
Ratio of large exposures	Not more than 800	92.24

During the third quarter of 2010, the Bank was in compliance with the regulatory requirements of the Bank of Lithuania.

Measures of Effect Applied to the Bank

During the third quarter of 2010 any measures of effect were not applied to the Medicinos Bankas.

Main Profitability Showings	
Return on assets (%)	-0.01
Return on equity (%)	-0.12