

# **UAB MEDICINOS BANKAS**

**UNAUDITED BANKS'S SEPARATE AND CONSOLIDATED FINANCIAL  
STATEMENTS AS OF 30 June, 2018**

SEPARATE AND CONSOLIDATED FINANCIAL STATEMENTS AS OF 30 June 2018

(All amounts in EUR thousand unless otherwise stated)

**BALANCE SHEET**

The Group		Assets	The Bank	
30.06.2018	31.12.2017		30.06.2018	31.12.2017
		<b>Cash and due from central bank</b>		
25,435	24,478	<i>Cash</i>	25,435	24,478
33,388	29,042	<i>Placements with the central bank</i>	33,388	29,042
<b>58,823</b>	<b>53,520</b>		<b>58,823</b>	<b>53,520</b>
		<b>Financial assets held for trading</b>		
44	7	<i>Financial derivatives</i>	44	7
<b>44</b>	<b>7</b>		<b>44</b>	<b>7</b>
		<b>Financial assets at amortised cost</b>		
52,000	39,860	<i>Debt securities</i>	52,000	39,860
13,000	11,539	<i>Placements with banks</i>	12,949	11,496
157,635	151,839	<i>Loans</i>	156,969	151,615
11,933	11,839	<i>Finance lease receivable</i>	11,933	11,839
<b>234,568</b>	<b>215,077</b>		<b>233,851</b>	<b>214,810</b>
-	-	<b>Investments in subsidiaries</b>	<b>6,422</b>	<b>6,439</b>
<b>4,849</b>	<b>6,213</b>	<b>Investment properties</b>	<b>1,337</b>	<b>1,370</b>
<b>5,555</b>	<b>5,343</b>	<b>Property and equipment</b>	<b>5,551</b>	<b>5,338</b>
<b>246</b>	<b>264</b>	<b>Intangible assets</b>	<b>216</b>	<b>243</b>
		<b>Tax assets</b>		
11	15	<i>Current taxes</i>	11	15
1,897	1,897	<i>Deferred taxes</i>	1,897	1,897
<b>1,908</b>	<b>1,912</b>		<b>1,908</b>	<b>1,912</b>
<b>2,630</b>	<b>2,849</b>	<b>Other assets</b>	<b>2,215</b>	<b>2,529</b>
<b>308,623</b>	<b>285,185</b>	<b>Total assets</b>	<b>310,367</b>	<b>286,168</b>

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SEPARATE AND CONSOLIDATED FINANCIAL STATEMENTS AS OF 30 June 2018

(All amounts in EUR thousand unless otherwise stated)

BALANCE SHEET (CONT'D)

The Group		Liabilities and shareholders' equity	The Bank	
30.06.2018	31.12.2017		30.06.2018	31.12.2017
		<b>Liabilities</b>		
-	31	Due to derivative financial instruments	-	31
		<b>Financial liabilities measured at amortised cost</b>		
157	3,600	Due to banks and other credit institutions	157	3,600
269,696	251,855	Due to customers	271,741	252,920
-	-	Paid in but not registered capital	-	-
1,000	1,000	Subordinated loans	1,000	1,000
<b>270,853</b>	<b>256,455</b>		<b>272,898</b>	<b>257,520</b>
		<b>Tax liabilities</b>		
-	-	Current taxes	-	-
-	-	Deferred taxes	-	-
-	-		-	-
<b>8,914</b>	<b>1,258</b>	<b>Other liabilities</b>	<b>8,570</b>	<b>1,152</b>
<b>26</b>	-	<b>Provisions</b>	<b>26</b>	-
<b>1,000</b>	-	<b>Paid but not registered capital</b>	<b>1,000</b>	-
<b>280,793</b>	<b>257,744</b>	<b>Total liabilities</b>	<b>282,494</b>	<b>258,703</b>
		<b>Shareholders' equity</b>		
<b>19,948</b>	<b>19,948</b>	<b>Issued capital</b>	<b>19,948</b>	<b>19,948</b>
<b>7,178</b>	<b>6,326</b>	<b>Reserve capital and legal reserve</b>	<b>7,178</b>	<b>6,326</b>
<b>365</b>	<b>828</b>	<b>Retained earnings</b>	<b>408</b>	<b>852</b>
<b>339</b>	<b>339</b>	<b>Revaluation reserve of property and equipment</b>	<b>339</b>	<b>339</b>
<b>27,830</b>	<b>27,441</b>	<b>Total shareholders' equity</b>	<b>27,873</b>	<b>27,465</b>
<b>308,623</b>	<b>285,185</b>	<b>Total liabilities and shareholders' equity</b>	<b>310,367</b>	<b>286,168</b>

SEPARATE AND CONSOLIDATED FINANCIAL STATEMENTS AS OF 30 June 2018

(All amounts in EUR thousand unless otherwise stated)

INCOME STATEMENT

The Group			The Bank	
30.06.2018	30.06.2017		30.06..2018	30.06.2017
4,532	3,676	Interest revenue	4,493	3,664
(863)	(902)	Interest expenses	(863)	(902)
<b>3,669</b>	<b>2,774</b>	<b>Net interest income</b>	<b>3,630</b>	<b>2,762</b>
2,501	1,870	Service fee and commission revenue	2,501	1,870
(219)	(198)	Service fee and commission expenses	(204)	(198)
<b>2,282</b>	<b>1,672</b>	<b>Net service fee and commission income</b>	<b>2,297</b>	<b>1,672</b>
-	(4)	Net income on securities trading	-	(4)
2,126	1,649	Net foreign exchange gain	2,126	1,649
(59)	100	Net result of derivative financial instruments transactions	(59)	100
-	-	Impairment of investments into subsidiaries	(718)	(251)
(535)	(32)	Net result on operations on investment property	(49)	(6)
73	24	Other income	66	26
<b>7,556</b>	<b>6,183</b>	<b>Total operating income</b>	<b>7,293</b>	<b>5,948</b>
(756)	126	Impairment of loans and other financial assets ("+" reversal of impairment)	(761)	(143)
-	-	Provision expenses	-	-
<b>6,800</b>	<b>6,309</b>	<b>Operating income after impairment and provision expenses</b>	<b>6,532</b>	<b>5,805</b>
(3,717)	(3,262)	Salaries and benefits	(3,560)	(3,200)
(233)	(179)	Depreciation	(233)	(179)
(94)	(90)	Amortisation	(86)	(90)
(2,051)	(2,374)	Other operating expenses	(1,929)	(1,899)
<b>(6,095)</b>	<b>(5,905)</b>	<b>Total operating expenses</b>	<b>(5,808)</b>	<b>(5,368)</b>
<b>705</b>	<b>404</b>	<b>Operating profit (loss)</b>	<b>724</b>	<b>437</b>
(13)	(7)	Income tax expense	(13)	(7)
<b>692</b>	<b>397</b>	<b>Profit (loss)</b>	<b>711</b>	<b>430</b>

**SEPARATE AND CONSOLIDATED FINANCIAL STATEMENTS AS OF 30 June 2018**

(All amounts in EUR thousand unless otherwise stated)

**Financial Assets Quality and Other Information**

Financial assets	Provisions (EUR thousands)	Provisions to financial assets ratio (%)
Loans to customers	6,546	4.00
Finance lease receivable	211	1.74
Debt securities	31	0.06
Placements with banks	6	0.05
Other financial assets	32	1.42
<b>Total:</b>	<b>6,826</b>	<b>2.81</b>

**Compliance with the Regulatory Requirements**

Ratio	Actual proportion
Own funds requirements:	
- common equity Tier 1 capital ratio (%)	15.97
- Tier 1 capital adequacy ratio (%)	15.30
- total capital ratio (%)	15.30
Liquidity requirements - the value of the liquidity coverage ratio (LCR) (%)	608.10
Maximum exposure to a single borrower (the highest position) (%)	19.70

**Measures of Effect Applied to the Bank**

During the second quarter 2018 enforcement measure as public disclosure of a previous violation, were applied to the Bank.

**Main Profitability Showings**

Return on assets (%)	0.44
Return on equity (%)	4.66