



**AB ŪKIO BANKAS INTERIM INFORMATION FOR
THE NINE MONTH PERIOD OF THE YEAR 2009
(unaudited)**

(Prepared in accordance with the Rules of Preparing and Disclosure of Periodic and Additional Information approved by the Lithuanian Securities Commission)

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CONFIRMATION OF RESPONSIBLE PERSONS

We hereby confirm that condensed interim financial statements for the nine month period ended 30 September 2009 prepared in accordance with International Financial Reporting Standards are true and fairly present assets, liabilities, financial position, profit or loss of AB Ūkio bankas, as well as of AB Ūkio bankas Group consolidated companies.

Chairman –
Chief Executive Officer



Gintaras Ugianskis

Deputy Chairman –
Head of Finance Division



Arnas Žalys

Head of Financial Institutions and Fund Raising Department



Marius Arlauskas



The report is prepared in Kaunas, 4th November 2009

**CONDENSED INTERIM BALANCE SHEET
AS OF 30 SEPTEMBER 2009**

(All amounts in LTL thousands unless otherwise stated)



	Notes	The Group 2009-09-30	The Group 2008-12-31	The Bank 2009-09-30	The Bank 2008-12-31
ASSETS					
Cash and balances with central bank		600,706	188,875	600,702	188,874
Loans and advances to banks and other financial institutions		315,565	294,340	372,944	928,873
Financial assets at fair value through profit or loss		38,123	45,250	9,625	26,511
Loans and finance lease receivable	4	2,456,451	2,879,888	2,276,574	2,512,504
Investment securities:					
<i>available-for-sale</i>	5	51,330	50,676	50,929	50,482
<i>held-to-maturity</i>	5	282,869	375,208	492,147	372,011
Investments in subsidiaries	6	-	-	39,821	39,821
Intangible assets		21,928	22,671	2,510	2,778
Property, plant and equipment		35,209	30,928	25,844	27,934
Investment property		143,026	26,026	16,052	16,052
Deferred tax assets		1,636	910	1,636	910
Other assets	7	99,760	69,881	79,864	57,500
Total assets		4,046,603	3,984,653	3,968,648	4,224,250
LIABILITIES AND EQUITY					
LIABILITIES					
Due to banks and other financial institutions		418,093	380,635	416,182	673,783
Financial liabilities at fair value through profit or loss		983	1,161	1,010	1,223
Due to customers	8	2,927,389	2,915,898	2,927,389	2,915,898
Debt securities in issue		19,579	24,784	19,579	27,021
Subordinated loans		98,738	103,220	98,738	103,220
Deferred tax liabilities		20,280	1,186	-	-
Other liabilities		65,485	63,794	26,502	28,602
Total liabilities		3,550,547	3,490,678	3,489,400	3,749,747
EQUITY					
Share capital	9	245,824	196,708	245,824	196,708
Share premium		76,500	76,500	76,500	76,500
Revaluation reserve – available-for-sale investment securities		(21)	(110)	-	-
General reserve for losses of assets		-	49,116	-	49,116
Currency translation reserve		(1,974)	2,358	-	-
Legal reserve		16,046	11,245	15,532	10,971
Other reserves		136,647	50,000	136,647	50,000
Retained earnings		23,034	108,158	4,745	91,208
Equity attributable to equity holders of the parent		496,056	493,975	479,248	474,503
Minority interest		-	-	-	-
Total equity		496,056	493,975	479,248	474,503
Total liabilities and equity		4,046,603	3,984,653	3,968,648	4,224,250

The accompanying explanatory notes are an integral part of these financial statements.

**CONDENSED INTERIM INCOME STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009**
(All amounts in LTL thousands unless otherwise stated)



	Notes	The Group 2009-01-01 – 2009-09-30	The Group 2008-01-01 – 2008-09-30	The Bank 2009-01-01 – 2009-09-30	The Bank 2008-01-01 – 2008-09-30
CONTINUING OPERATIONS					
Interest income	10	218,742	208,837	199,007	182,826
Interest expense	10	(152,801)	(103,132)	(159,759)	(102,303)
Interest income, net		65,941	105,705	39,248	80,523
Fees and commission income	11	51,997	90,975	47,860	91,725
Fees and commission expense	11	(9,627)	(13,924)	(8,999)	(13,043)
Fees and commission income, net		42,370	77,051	38,861	78,682
Net gains (losses) from dealing in foreign currencies		(1,003)	11,906	(2,912)	11,174
Net gains (losses) from financial assets at fair value through profit or loss		18,841	(16,378)	13,586	(13,145)
Net gains (losses) arising from investment securities		134	59	160	27,018
Impairment charge for credit losses		(23,067)	12,381	(2,575)	17,542
Recoveries of loans written off		951	202	53	202
Insurance income, net		784	7,391	-	-
Dividend income		7	154	7	153
Other operating income		2,986	1,898	1,570	1,700
Operating profit before operating expenses		107,944	200,369	87,998	203,849
Operating expenses	12	(99,450)	(120,170)	(82,722)	(103,956)
Profit before income tax		8,494	80,199	5,276	99,893
Income tax expense		(2,110)	(11,287)	(531)	(10,464)
Net profit for the period from continuing operations		6,384	68,912	4,745	89,429
Profit for the period from discontinued operations		-	14,932	-	-
NET PROFIT FOR THE PERIOD		6,384	83,844	4,745	89,429
Attributable to:					
Equity holders of the parent		6,384	83,844	4,745	89,429
Minority interest		-	-	-	-
NET PROFIT FOR THE PERIOD		6,384	83,844	4,745	89,429
EARNINGS PER SHARE					
From continuing and discontinued operations:	13				
Basic (in LTL)		0.03	0.43	0.02	0.37
Diluted (in LTL)		0.03	0.42	0.02	0.37
From continuing operations:	13				
Basic (in LTL)		0.03	0.35	0.02	0.37
Diluted (in LTL)		0.03	0.35	0.02	0.37

The accompanying explanatory notes are an integral part of these financial statements.

**CONDENSED INTERIM INCOME STATEMENTS
FOR THE THREE MONTH PERIOD ENDED 30 SEPTEMBER 2009**
(All amounts in LTL thousands unless otherwise stated)



	The Group 2009-07-01 – 2009-09-30	The Group 2008-07-01 – 2008-09-30	The Bank 2009-07-01 – 2009-09-30	The Bank 2008-07-01 – 2008-09-30
CONTINUING OPERATIONS				
Interest income	62,744	73,206	53,400	63,493
Interest expense	(48,384)	(37,224)	(48,350)	(37,343)
Interest income, net	14,360	35,982	5,050	26,150
Fees and commission income	16,989	29,055	15,484	29,352
Fees and commission expense	(3,575)	(4,536)	(3,228)	(3,916)
Fees and commission income, net	13,414	24,519	12,256	25,436
Net gains (losses) from dealing in foreign currencies	3,132	(8,954)	3,722	(9,483)
Net gains (losses) from financial assets at fair value through profit or loss	2,658	983	(292)	4,229
Net gains (losses) arising from investment securities	92	40	93	27,000
Impairment charge for credit losses	(1,611)	(2,133)	5,318	(34)
Recoveries of loans written off	213	131	12	131
Insurance income, net	(579)	7,391	-	-
Dividend income	-	19	-	18
Other operating income	1,387	(2,175)	244	459
Operating profit before operating expenses	33,066	55,803	26,403	73,906
Operating expenses	(31,833)	(38,754)	(25,992)	(32,547)
Profit before income tax	1,233	17,049	411	41,359
Income tax expense	(1,085)	(2,987)	(305)	(2,567)
Net profit for the period from continuing operations	148	14,062	106	38,792
Profit for the period from discontinued operations	-	16,090	-	-
NET PROFIT FOR THE PERIOD	148	30,152	106	38,792
Attributable to:				
Equity holders of the parent	148	30,152	106	38,792
Minority interest	-	-	-	-
NET PROFIT FOR THE PERIOD	148	30,152	106	38,792
EARNINGS PER SHARE				
From continuing and discontinued operations:				
Basic (in LTL)	0.00	0.16	0.00	0.19
Diluted (in LTL)	0.00	0.15	0.00	0.19
From continuing operations:				
Basic (in LTL)	0.00	0.07	0.00	0.19
Diluted (in LTL)	0.00	0.07	0.00	0.19

The accompanying explanatory notes are an integral part of these financial statements.

**CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009**

(All amounts in LTL thousands unless otherwise stated)



The Bank	Share Capital	Share premium	Other reserves	Revaluation reserve on available-for-sale investment securities	General reserve for losses of assets	Legal reserve	Retained earnings	Total
As of 31 December 2007	196,708	76,500	2,000	8,984	21,543	4,900	119,403	430,038
Transfer to legal reserve	-	-	-	-	-	6,071	(6,071)	-
Transfer to general reserve for losses of assets	-	-	-	-	27,573	-	(27,573)	-
Dividends paid	-	-	-	-	-	-	(3,934)	(3,934)
Transfer to retained earnings	-	-	(2,000)	-	-	-	2,000	-
Transfer to other reserves	-	-	50,000	-	-	-	(50,000)	-
Net profit	-	-	-	-	-	-	89,429	89,429
Changes in fair value of investment securities available-for-sale, net of tax	-	-	-	(3,531)	-	-	-	(3,531)
As of 30 September 2008	196,708	76,500	50,000	5,453	49,116	10,971	123,254	512,002
Changes in fair value of investment securities available-for-sale, net of tax	-	-	-	(5,453)	-	-	-	(5,453)
Net profit	-	-	-	-	-	-	(32,046)	(32,046)
As of 31 December 2008	196,708	76,500	50,000	-	49,116	10,971	91,208	474,503
Transfer to legal reserve	-	-	-	-	-	4,561	(4,561)	-
Transfer to share capital	49,116	-	-	-	(49,116)	-	-	-
Transfer to other reserves	-	-	86,647	-	-	-	(86,647)	-
Net profit	-	-	-	-	-	-	4,745	4,745
As of 30 September 2009	245,824	76,500	136,647	-	-	15,532	4,745	479,248

(Continued)

**CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009**

(All amounts in LTL thousands unless otherwise stated)



The Group	Share Capital	Share premium	Other reserves	Revaluation reserve on available-for-sale investment securities	General reserve for losses of assets	Fixed assets revaluation reserves	Foreign currency translation reserve	Legal reserve	Retained earnings	Equity attributable to equity holders of the parent	Minority interest	Total
As of 31 December 2007	196,708	76,500	2,000	10,178	21,543	79,874	7,546	5,300	113,519	513,168	1,025	514,193
Dividends paid	-	-	-	-	-	-	-	-	(3,934)	(3,934)	-	(3,934)
Transfer to other reserves	-	-	50,000	-	-	-	-	-	(50,000)	-	-	-
Transfer to retained earnings	-	-	(2,000)	-	-	-	-	-	2,000	-	-	-
Transfer to legal reserve	-	-	-	-	-	-	-	6,245	(6,245)	-	-	-
Transfer to general reserve for losses of assets	-	-	-	-	27,573	-	-	-	(27,573)	-	-	-
Currency translation adjustment	-	-	-	-	-	-	(2,313)	-	-	(2,313)	(17)	(2,330)
Decrease in fixed assets revaluation reserve, net of tax	-	-	-	-	-	(47,795)	-	-	-	(47,795)	(468)	(48,263)
Changes in fair value of investment securities available-for-sale, net of tax	-	-	-	(4,773)	-	-	-	-	-	(4,773)	-	(4,773)
Disposal of subsidiaries	-	-	-	-	-	(32,079)	(7,757)	(300)	32,378	(7,758)	(360)	(8,118)
Net profit (loss)	-	-	-	-	-	-	-	-	83,844	83,844	(180)	83,664
As of 30 September 2008	196,708	76,500	50,000	5,405	49,116	-	(2,524)	11,245	143,989	530,439	-	530,439
Currency translation adjustment	-	-	-	-	-	-	4,882	-	-	4,882	-	4,882
Changes in fair value of investment securities available-for-sale, net of tax	-	-	-	(5,515)	-	-	-	-	-	(5,515)	-	(5,515)
Disposal of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-
Net profit (loss)	-	-	-	-	-	-	-	-	(35,831)	(35,831)	-	(35,831)
As of 31 December 2008	196,708	76,500	50,000	(110)	49,116	-	2,358	11,245	108,158	493,975	-	493,975
Transfer to other reserves	-	-	86,647	-	-	-	-	-	(86,647)	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-	-	-	-	-	-
Payments from profit	-	-	-	-	-	-	-	-	(65)	(65)	-	(65)
Transfer to share capital	49,116	-	-	-	(49,116)	-	-	-	-	-	-	-
Transfer to legal reserve	-	-	-	-	-	-	-	4,801	(4,801)	-	-	-
Currency translation adjustment	-	-	-	-	-	-	(4,332)	-	-	(4,332)	-	(4,332)
Changes in fair value of investment securities available-for-sale, net of tax	-	-	-	89	-	-	-	-	-	89	-	89
Adjustment to profit of previous years of subsidiary	-	-	-	-	-	-	-	-	5	5	-	5
Net profit (loss)	-	-	-	-	-	-	-	-	6,384	6,384	-	6,384
As of 30 September 2009	245,824	76,500	136,647	(21)	-	-	(1,974)	16,046	23,034	496,056	-	496,056

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The accompanying explanatory notes are an integral part of these financial statements.

**CONDENSED INTERIM CASH FLOW STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009**

(All amounts in LTL thousands unless otherwise stated)



Notes	The Group 2009-01-01 – 2009-09-30	The Group 2008-01-01 – 2008-09-30	The Bank 2009-01-01 – 2009-09-30	The Bank 2008-01-01 – 2008-09-30
Cash flows from (to) operating activities				
Net profit for the year	6,384	83,664	4,745	89,429
Adjustments to net profit:				
Profit from discontinued operations	-	14,932	-	-
Income tax expense recognized in profit or loss	2,110	11,287	531	10,464
Impairment charge for credit losses	22,116	(12,583)	2,522	(17,744)
Interest income	(218,742)	(208,837)	(199,007)	(182,826)
Interest expense	152,801	103,132	159,759	102,303
Dividend income	(7)	(154)	(7)	(153)
Depreciation and amortization	5,827	5,642	4,770	5,079
Increase in fair value of investments	(89)	5,841	-	4,475
(Profit) loss from property, plant and equipment	(332)	(29)	(333)	(8)
Cash from (to) operating profits before changes in operating assets and liabilities	(29,932)	2,895	(27,020)	11,019
Changes in operating assets and liabilities				
Net change in balances with Central Bank	6,607	(12,475)	6,607	(12,475)
Net change in investment securities	91,863	(64,648)	(120,583)	(63,077)
Net change in loans to banks and other financial institutions	82,667	78,375	659,843	154,405
Net change in financial assets at fair value through profit or loss	7,127	1,517	16,886	21,719
Net change in loans and finance lease	453,877	(557,575)	282,102	(522,595)
Net change in other assets	(27,331)	47,909	(19,816)	20,862
Net change in due to banks and other financial institutions	37,481	(42,413)	(257,678)	(34,591)
Net change in financial liabilities at fair value through profit or loss	(178)	(2,056)	(213)	(2,053)
Net change in due to customers	(27,060)	33,007	(27,060)	33,007
Net change in other liabilities	20,669	(197,846)	(1,177)	(20,655)
Cash generated from (used in) operations	615,790	(713,310)	511,891	(414,434)
Interest received	157,619	195,343	145,618	173,863
Interest paid	(112,105)	(61,653)	(118,963)	(60,921)
Income tax paid	(2,100)	(6,788)	(1,500)	(5,927)
Net cash generated from / (used in) operating activities	659,204	(586,408)	537,046	(307,419)

(Continued)

**CONDENSED INTERIM CASH FLOW STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009**
(All amounts in LTL thousands unless otherwise stated)



Notes	The Group 2009-01-01 – 2009-09-30	The Group 2008-01-01 – 2008-09-30	The Bank 2009-01-01 – 2009-09-30	The Bank 2008-01-01 – 2008-09-30
Cash flows from (to) investing activities				
Dividends received	7	154	7	153
Acquisition of subsidiaries	-	-	0	(36,321)
Proceeds on sale of subsidiaries	-	30,000	-	3,000
Acquisition of property, plant and equipment and investment property	(129,138)	(17,952)	(4,775)	(15,519)
Sales of property plant and equipment	3,416	243,870	3,383	7,993
Acquisition of intangible assets	(1,146)	(19,121)	(1,442)	(3,265)
Sales of intangible assets	835	1,612	755	1,612
Net cash generated from / (used in) investing activities	(126,026)	238,563	(2,072)	(42,347)
Cash flows from (to) financing activities				
Proceeds from issues of equity shares	-	(3,934)	-	(3,934)
Dividends paid	-	(3,934)	-	(3,934)
Debt securities issued	4,204	38,265	4,204	40,455
Debt securities redeemed	(9,559)	-	(11,796)	-
Subordinated loans received	(6,454)	(1,366)	(6,454)	(1,366)
Net cash generated from financing activities	(11,809)	32,965	(14,046)	35,155
Net (decrease) increase in cash and cash equivalents	521,369	(314,880)	520,928	(314,611)
Effect of exchange rate changes on cash and cash equivalents	-	-	-	-
Cash and cash equivalents at the beginning of the year	161,081	687,350	160,692	686,062
Cash and cash equivalents at the end of the period	682,450	372,470	681,620	371,451

(Concluded)

The accompanying explanatory notes are an integral part of these financial statements.

NOTE 1 GENERAL INFORMATION

AB Ūkio Bankas ("the Bank") was established in June 1989 as Commercial Industry Bank. The Bank's main office is located in Kaunas, Maironio str. 25.

The Bank has a business license issued from Bank of Lithuania for conducting all financial services specified by Lithuanian Banks Law and providing other services allowed under Lithuanian Financial Institutions Law.

The Bank has 12 branches and 47 client service departments in Lithuania and 2 representative offices in foreign countries. In addition, the Bank controls, directly or indirectly, 6 subsidiaries: UAB Ūkio Banko Lizingas, set up in 1997; Ūkio Banko Investicijų Valdymas, set up in 2006; UAB Ūkio Banko Rizikos Kapitalo Valdymas, set up in 2007; GD UAB Bonum Publicum, acquired in 2007 and UAB Investicinio Turto Valdymas, acquired in 2009. UAB Ūkio Banko Lizingas has set up RAB Ūkio Bank Lizing (Ukraine) in 2006

As of 30 September 2009 the Group and the Bank employed 795 and 695 employees respectively (as of 31 December 2008: 841 and 723).

The Bank's shareholders owning more than 5% of the share capital are as follows:

	<u>2009-09-30</u>	<u>2008-12-31</u>
Vladimir Romanov	32.95 proc.	32.95 proc.
UAB Universal Business Investment Group Management	9.99 proc.	9.99 proc.
Zinaida Romanova	8.73 proc.	8.73 proc.
UAB FIRST Partneriai	5.88 proc.	5.88 proc.

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied by the Group and the Bank in these condensed interim financial statements are the same as those applied by the Group and the Bank in their financial statements as at and for the year ended 31 December 2008, which were prepared in accordance with International Financial Reporting Standards ("IFRSs") as adopted by the EU and International Financial Reporting Standards ("IFRS"), respectively. IFRSs as adopted by the EU do not currently differ from IFRS as issued by the International Accounting Standards Board (IASB) and currently effective for the purpose of these financial statements, except for certain hedge accounting requirements under IAS 39, which have not been adopted by the EU. The Group and the Bank has determined that the unendorsed hedge accounting requirements under IAS 39 would not impact the Bank's and the consolidated financial statements had they been endorsed by the EU at the balance sheet date.

The condensed interim financial statements for the Group and the Bank have been prepared in accordance with IAS 34, *Interim Financial Reporting*, as adopted by the EU and IAS 34, *Interim Financial Reporting*, respectively. Condensed interim financial statements such as these do not include information as extensive as annual financial statements compiled in accordance with IFRSs as adopted by the EU or IFRS and should be read in conjunction with the Group's and the Bank's annual financial statements for the year ended 31 December 2008.

The Condensed Interim Financial Statements are presented in Lithuanian Litas (LTL), rounded to the nearest thousand.

NOTE 3 SEASONALITY OF THE RESULTS

No significant amounts of the Group's and the Bank's income or expenses are of a seasonal nature.

NOTE 4 LOANS AND FINANCE LEASE RECEIVABLE

The Group			The Bank	
2009-09-30	2008-12-31		2009-09-30	2008-12-31
		Loans and finance lease receivable		
1,133,489	1,601,682	Loans to small and medium size enterprises (SMEs)	1,126,018	1,597,899
920,164	733,879	Loans to other enterprises	1,017,740	733,879
355,329	391,700	Loans to individuals	222,283	262,066
169,593	253,259	Finance lease receivable	-	-
2,578,575	2,980,520	Total loans and finance lease receivable	2,366,041	2,593,844
		Provisions for impairment loss of loans and finance lease receivable (note 14 (e))	(89,467)	(81,340)
(122,124)	(100,632)	<i>Provisions for impairment loss of loans receivable</i>	(89,467)	(81,340)
(104,325)	(85,732)	<i>Provisions for impairment loss of finance lease receivables</i>	-	-
(17,799)	(14,900)			
2,456,451	2,879,888	Total loans and finance lease receivable from customers, net of provisions	2,276,574	2,512,504

NOTE 5 INVESTMENT SECURITIES

The Group			The Bank	
2009-09-30	2008-12-31		2009-09-30	2008-12-31
		Equity investment securities available-for-sale		
11,505	11,509	Equity securities of entities available-for-sale	11,486	11,486
10,868	9,221	Equity securities of banks and other financial institutions available-for-sale	10,486	9,050
22,373	20,730	Total equity investment securities available-for-sale	21,972	20,536
		Debt securities of entities available-for-sale	7,140	7,434
7,140	7,434	Debt securities of banks and financial institutions available-for-sale	21,817	22,512
21,817	22,512	Total debt securities available-for-sale	28,957	29,946
28,957	29,946	Total investment securities available-for-sale	50,929	50,482
51,330	50,676			
		Investment securities held to maturity		
93,267	123,242	Debt securities of entities held to maturity	93,214	123,140
153,527	205,789	Debt securities of banks and other financial institutions held to maturity	363,136	202,981
36,075	46,177	Government debt securities held to maturity	35,797	45,890
282,869	375,208	Total debt investment securities held to maturity	492,147	372,011

As of 30 September 2009 investment securities held to maturity with carrying amount LTL'000 97,878 (31 December 2008: LTL'000 70,469) were pledged under repurchase agreements

NOTE 6 INVESTMENTS IN SUBSIDIARIES

The Group			The Bank	
2009-09-30	2008-12-31		2009-09-30	2008-12-31
		Investment in subsidiaries		
-	-	UAB Ūkio Banko Lizingas	1,000	1,000
-	-	UAB Ūkio Banko Investicijų Valdymas	2,000	2,000
-	-	GD UAB Bonum Publicum	36,321	36,321
-	-	UAB Ūkio Banko Rizikos Kapitalo Valdymas	500	500
-	-	UAB Investicinio Turto Valdymas	0	-
		Total investments in subsidiaries	39,821	39,821

17 September 2009 AB Ūkio bankas acquired 100 percent of UAB Investicinio Turto Valdymas shares. The main activity of UAB Investicinio Turto Valdymas is asset management and administration.

NOTE 7 OTHER ASSETS

The Group			The Bank	
2009-09-30	2008-12-31		2009-09-30	2008-12-31
		Other assets		
57,797	34,313	Prepayments	56,279	31,813
24,075	24,623	Deferred expenses	14,690	15,748
2,033	2,372	Accounts receivable	2,033	2,372
939	1,972	Income tax paid in advance	114	1,849
8,321	917	Foreclosed assets	1,956	917
170	318	Transit accounts	-	104
-	9	Receivables on securities transactions	-	9
6,963	5,769	Other receivables	5,330	5,100
100,298	70,293	Total other assets	80,402	57,912
(538)	(412)	Provisions for impairment loss of other assets (note 14 (e))	(538)	(412)
99,760	69,881	Total other assets, net of provisions	79,864	57,500

NOTE 8 DUE TO CUSTOMERS

The Group			The Bank	
2009-09-30	2008-12-31		2009-09-30	2008-12-31
		Due to customers		
537,680	476,892	Current and demand deposits	537,680	476,892
2,389,709	2,439,006	Term deposits, letters of credit	2,389,709	2,439,006
2,927,389	2,915,898	Total due to customers	2,927,389	2,915,898
The Group			The Bank	
2009-09-30	2008-12-31		2009-09-30	2008-12-31
		Current and demand deposits		
387,509	323,717	Companies	387,509	323,717
150,171	153,175	Individuals	150,171	153,175
537,680	476,892		537,680	476,892
		Term deposits, letters of credit		
421,572	786,171	Companies	421,572	786,171
1,929,586	1,621,358	Individuals	1,929,586	1,621,358
2,351,158	2,407,529		2,351,158	2,407,529
38,551	31,477	Accrued interest	38,551	31,477
2,927,389	2,915,898	Total due to customers	2,927,389	2,915,898

NOTE 9 SHARE CAPITAL

The authorized capital of the Bank as of 30 September 2009 was LTL'000 245,824 and consisted of 245,824,000 ordinary shares with par value of LTL 1 each. All shares are fully paid.

The authorized capital of the Bank as of 31 December 2008 was LTL'000 196,708 and consisted of 196,708,000 ordinary shares with par value of LTL 1 each. All shares are fully paid.

At the shareholders meeting on 27 March 2009 no dividends were proposed and the decision to increase Ūkio bankas authorized capital from company's resources up to LTL 245,824,000 by using LTL 49,116,000 general reserve for losses of assets was taken. On 8 May 2009 AB Ūkio bankas Statute with increased authorized share capital has been registered with the Register of legal entities.

At the shareholders meeting on 27 March 2008, dividends in respect of 2007 of LTL 0.02 per share amounting to total of LTL'000 3,934 were proposed (dividends paid as of 30 September 2009 amounted to LTL'000 3,899).

NOTE 10 INTEREST INCOME AND EXPENSE

The Group			The Bank	
2009-01-01 – 2009-09-30	2008-01-01 – 2008-09-30		2009-01-01- 2009-09-30	2008-01-01 – 2008-09-30
		Interest income		
200,618	183,390	on loans and other receivables (including finance leases)	176,278	158,058
14,966	17,725	on investment securities held to maturity	20,141	17,512
1,642	-	on investment securities available-for-sale	1,642	-
808	5,629	on trading debt securities	238	5,163
708	2,093	on balances with central bank	708	2,093
218,742	208,837	Total interest income	199,007	182,826

The Group			The Bank	
2009-01-01 – 2009-09-30	2008-01-01- 2008-09-30		2009-01-01- 2009-09-30	2008-01-01 – 2008-09-30
		Interest expense		
136,136	79,014	on liabilities due to customers	136,136	79,014
9,318	17,589	on liabilities due to banks and other financial institutions	16,208	16,742
6,031	6,129	on subordinated loans	6,031	6,129
1,316	400	on debt securities issued	1,384	418
152,801	103,132	Total interest expense	159,759	102,303

In the nine month period ended 30 September 2009 the Group's/Bank's total interest income includes income accrued on impaired financial assets in the amount of LTL'000 17,691 and LTL'000 12,954 respectively (nine month period ended 30 September 2008: LTL'000 10,048 and LTL'000 8,400 respectively).

NOTE 11 FEES AND COMMISSION INCOME AND EXPENSE

The Group			The Bank	
2009-01-01 – 2009-09-30	2008-01-01 – 2008-09-30		2009-01-01 – 2009-09-30	2008-01-01 – 2008-09-30
		Fees and commission income		
30,635	69,782	for money transfer operations	30,721	69,883
3,621	5,186	for credit services	3,878	5,197
3,108	4,865	for bank accounts' services	3,108	4,865
6,849	3,751	for payment card services	2,584	3,992
1,971	2,336	for collection of taxes	2,149	2,888
2,442	1,496	for EUR currency exchange	2,442	1,496
3,371	3,559	other	2,978	3,404
51,997	90,975	Total fees and commission income	47,860	91,725

The Group			The Bank	
2009-01-01 – 2009-09-30	2008-01-01 – 2008-09-30		2009-01-01 – 2009-09-30	2008-01-01 – 2008-09-30
		Fees and commission expenses		
4,100	8,674	for money transfer operations	3,495	8,219
3,314	2,623	for payment card services	3,314	2,217
2,220	2,627	other	2,198	2,607
9,634	13,924	Total fees and commission expenses	9,007	13,043

NOTE 12 OPERATING EXPENSES

The Group			The Bank	
2009-01-01 –	2008-01-01 –		2009-01-01 –	2008-01-01 –
2009-09-30	2008-09-30		2009-09-30	2008-09-30
		Operating expenses		
32,611	37,004	Salary and related expenses	25,913	30,492
12,344	25,658	Marketing and charity expenses	8,757	20,190
13,020	12,207	Rent of premises and household expenses	12,069	11,085
10,465	9,894	Deposit insurance expenses	10,465	9,892
6,115	8,105	Taxes (other than income tax)	5,922	7,821
5,827	5,642	Depreciation and amortization	4,770	5,079
		Transport, post and communication		
2,818	3,142	service expenses	1,917	2,340
2,561	2,620	IT expenses	2,502	2,579
1,124	2,311	Training and business trip expenses	530	1,720
12,565	13,587	Other expenses	9,877	12,758
99,450	120,170	Total operating expenses	82,722	103,956

NOTE 13 EARNINGS PER SHARE

The Group			The Bank	
2009-01-01 – 2009-09-30	2008-01-01 – 2008-09-30		2009-01-01 – 2009-09-30	2008-01-01 – 2008-09-30
Basic earnings per share calculation				
		Profit attributable to equity holders of the Parent		
6,384	68,912	<i>from continuing operations</i>	4,745	89,429
-	14,932	<i>from discontinued operations</i>	-	-
6,384	83,844	Total profit attributable to equity holders of the Parent	4,745	89,429
222,795	196,708	Weighted average number of ordinary shares in issue (thousands units)	222,795	196,708
0.03	0.35	Basic earnings per share from continuing operations (in LTL)	0.02	0.45
-	0.08	Basic earnings per share from discontinued operations (in LTL)	-	-
0.03	0.43	Basic earnings per share (in LTL)	0.02	0.45

The Group			The Bank	
2009-01-01 – 2009-09-30	2008-01-01 – 2008-09-30		2009-01-01 – 2009-09-30	2008-01-01 – 2008-09-30
Diluted earnings per share calculation				
		Profit attributable to equity holders of the Parent		
6,384	83,844	Interest expense on subordinated loans (net of tax)	4,745	89,429
98	188	Net profit used to determine diluted earnings per share	98	188
6,482	84,032	<i>from continuing operations</i>	4,843	89,617
6,482	69,100	<i>from discontinued operations</i>	4,843	89,617
-	14,932	Weighted average number of ordinary shares in issue (thousands units)	-	-
222,795	196,708	Adjustment for assumed conversion of subordinated loans (thousands units)	222,795	196,708
4,199	2,713		4,199	2,713
226,994	199,421		226,994	199,421
0.03	0.35	Diluted earnings per share from continuing operations (in LTL)	0.02	0.45
-	0.07	Diluted earnings per share from discontinued operations (in LTL)	-	-
0.03	0.42	Diluted earnings per share (in LTL)	0.02	0.45

NOTE 14 CREDIT RISK MANAGEMENT

a) Maximum exposure to credit risk without taking account of any collateral and other credit enhancements

The Group			The Bank	
2009-09-30	2008-12-31		2009-09-30	2008-12-31
		Assets		
559,543	144,216	Funds with central banks	559,543	144,216
315,565	294,340	Loans and advances to banks and other financial institutions	372,944	928,873
38,123	45,250	Financial assets at fair value through profit or loss	9,625	26,511
2,456,451	2,879,888	Loans and finance lease receivable:	2,276,574	2,512,504
1,155,008	1,643,004	<i>loans to and finance lease receivable from SMEs</i>	1,068,747	1,540,030
914,389	733,727	<i>loans to and finance lease receivable from other enterprises</i>	1,003,835	720,216
387,054	503,157	<i>loans to and finance lease receivable from individuals</i>	203,992	252,258
334,199	425,884	Investment securities:	543,076	422,493
51,330	50,676	<i>available-for-sale</i>	50,929	50,482
282,869	375,208	<i>held to maturity</i>	492,147	372,011
99,423	69,861	Other assets	79,527	57,480
3,803,304	3,859,439	Total	3,841,289	4,092,077
		Contingent liabilities and commitments		
41,774	33,072	Guarantees and warranties	41,774	33,072
1,322	981	Commitments to issue letters of credit	1,322	981
113,864	169,748	Irrevocable lending commitments	59,722	96,847
156,960	203,801	Total	102,818	130,900
3,960,264	4,063,240	Total credit risk exposure	3,944,107	4,222,977

b) Risk concentrations of the maximum exposure to credit risk

The maximum Group's credit exposure to any client or counterparty as of 30 September 2009 was LTL 131 million or 23% of the capital base (31 December 2008: LTL 116 million, or 22% of the capital base) before taking into account of collateral or other credit enhancements.

As of 30 September 2009 and during the year the Group and the Bank complied with the maximum loan to one customer requirement established by Bank of Lithuania, according to which the total amount of loans granted to one customer and the customer's related parties may not exceed 25% of the Group's and the Bank's capital (see note 17).

As of 30 September 2009 and during the year the Group and the Bank complied with the large loans requirement established by Bank of Lithuania, according to which the total amounts of loans granted to one customers and the customer's related parties that exceed 10% of the Group's and the Bank's capital may not exceed 800% of the Group's and the Bank's capital (see note 17).

**EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009**
(All amounts in LTL thousands unless otherwise stated)



An industry sector analysis of the Group's and the Bank's financial assets before taking into account any collateral held or other credit enhancements is as follows:

The Group as of 30 September 2009:

	Telecom- munication services	Financials	Industrials	Informa- tion Techno- logy	Materials	Energy	Consumer Staples	Consumer Discre- tionary	Health Care	Utilities	Govern- ment	Other	Total
Assets													
Cash and balances with central bank	-	-	-	-	-	-	-	-	-	-	559,543	-	559,543
Loans and advances to banks and other financial institutions	-	315,565	-	-	-	-	-	-	-	-	-	-	315,565
Financial assets at fair value through profit or loss	-	29,137	232	-	165	-	622	-	-	-	7,967	-	38,123
Loans and finance lease receivable	-	1,180,410	246,780	-	31,318	20,786	120,787	476,642	5,376	9,671	26,093	338,588	2,456,451
Investment securities:	29,071	195,617	9,476	-	7,617	13,752	2,029	9,400	1,778	11,833	53,626	-	334,199
<i>available-for-sale</i>	-	50,130	-	-	19	-	-	-	-	-	1,181	-	51,330
<i>held-to-maturity</i>	29,071	145,487	9,476	-	7,598	13,752	2,029	9,400	1,778	11,833	52,445	-	282,869
Other assets	-	-	-	-	-	-	-	-	-	-	-	99,423	99,423
Total	29,071	1,720,729	256,488	-	39,100	34,538	123,438	486,042	7,154	21,504	647,229	438,011	3,803,304

As of 30 September 2009, the Group's loans to real estate and construction sectors amounted to LTL'000 1,072,567. In accordance with Global Industry Classification Standard (GICS) loans to real estate and construction sector are included in to industry sector "Financials" and "Consumer Discretionary", respectively in the above presented table.

EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009
(All amounts in LTL thousands unless otherwise stated)



The Group as of 31 December 2008:

	Telecom- munication services	Financials	Industrials	Informa- tion Techno- logy	Materials	Energy	Consumer Staples	Consumer Discre- tionary	Health Care	Utilities	Govern- ment	Other	Total
Assets													
Cash and balances with central bank	-	-	-	-	-	-	-	-	-	-	144,216	-	144,216
Loans and advances to banks and other financial institutions	-	294,340	-	-	-	-	-	-	-	-	-	-	294,340
Financial assets at fair value through profit or loss	-	22,046	157	-	93	-	546	651	-	-	5,986	15,771	45,250
Loans and finance lease receivable	1,109	1,231,965	283,983	343	149,816	47,672	158,190	526,913	3,954	11,895	18,970	445,078	2,879,888
Investment securities:													
<i>available-for-sale</i>	-	50,653	-	-	10	13	-	-	-	-	-	-	50,676
<i>held-to-maturity</i>	33,134	196,986	9,619	2,560	19,403	14,421	5,375	12,050	1,706	16,180	63,774	-	375,208
Other assets	-	-	-	-	-	-	-	-	-	-	-	69,861	69,861
Total	34,243	1,795,990	293,759	2,903	169,322	62,106	164,111	539,614	5,660	28,075	232,946	530,710	3,859,439

As of 31 December 2008, the Group's loans to real estate and construction sectors amounted to LTL'000 1,170,260. In accordance with Global Industry Classification Standard (GICS) loans to real estate and construction sector are included in to industry sector "Financials" and "Consumer Discretionary", respectively in the above presented table.

EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009
(All amounts in LTL thousands unless otherwise stated)



The Bank as of 30 September 2009:

	Telecom- munication services	Financials	Industrials	Informa- tion Technology	Materials	Energy	Consumer Staples	Consumer Discretio- nary	Health Care	Utilities	Govern- ment	Other	Total
Assets													
Cash and balances with central bank	-	-	-	-	-	-	-	-	-	-	559,543	-	559,543
Loans and advances to banks and other financial institutions	-	372,944	-	-	-	-	-	-	-	-	-	-	372,944
Financial assets at fair value through profit or loss	-	9,460	-	-	165	-	-	-	-	-	-	-	9,625
Loans and finance lease receivable	-	1,264,288	225,821	-	27,144	20,786	116,954	425,018	5,342	9,671	26,025	155,525	2,276,574
Investment securities:	29,071	404,843	9,476	-	7,598	13,752	1,977	9,400	1,778	11,833	53,348	-	543,076
<i>available-for-sale</i>	-	49,748	-	-	-	-	-	-	-	-	1,181	-	50,929
<i>held-to-maturity</i>	29,071	355,095	9,476	-	7,598	13,752	1,977	9,400	1,778	11,833	52,167	-	492,147
Other assets	-	-	-	-	-	-	-	-	-	-	-	79,527	79,527
Total	29,071	2,051,535	235,297	-	34,907	34,538	118,931	434,418	7,120	21,504	638,916	235,052	3,841,289

As of 30 September 2009, the Bank's loans to real estate and construction sectors amounted to LTL'000 1,053,367, respectively. In accordance with Global Industry Classification Standard (GICS) loans to real estate and construction sector are included in to industry sector „Financials“ and „Consumer Discretionary“ respectively in the above presented table.

EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009
 (All amounts in LTL thousands unless otherwise stated)



The Bank as of 31 December 2008:

	Telecom- munication services	Financials	Industrials	Informa- tion Technology	Materials	Energy	Consumer Staples	Consumer Discretio- nary	Health Care	Utilities	Govern- ment	Other	Total
Assets													
Cash and balances with central bank	-	-	-	-	-	-	-	-	-	-	144,216	-	144,216
Loans and advances to banks and other financial institutions	-	928,873	-	-	-	-	-	-	-	-	-	-	928,873
Financial assets at fair value through profit or loss	-	10,647	-	-	93	-	-	-	-	-	-	15,771	26,511
Loans and finance lease receivable	-	1,216,459	246,434	-	142,869	47,107	146,760	484,113	3,913	11,699	18,970	194,180	2,512,504
Investment securities:													
<i>available-for-sale</i>	-	50,482	-	-	-	-	-	-	-	-	-	-	50,482
<i>held-to-maturity</i>	33,134	194,178	9,619	2,560	19,403	14,421	5,325	11,998	1,706	16,180	63,487	-	372,011
Other assets	-	-	-	-	-	-	-	-	-	-	-	57,480	57,480
Total	33,134	2,400,639	256,053	2,560	162,365	61,528	152,085	496,111	5,619	27,879	226,673	267,431	4,092,077

As of 31 December 2008, the Bank's loans to real estate and construction sectors amounted to LTL'000 1,146,369, respectively. In accordance with Global Industry Classification Standard (GICS) loans to real estate and construction sector are included in to industry sector „Financials“ and „Consumer Discretionary“ respectively in the above presented table.

**EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009**

(All amounts in LTL thousands unless otherwise stated)



The analysis of the Group's and the Bank's financial assets before taking into account any collateral held or other credit enhancements by geographical region is as follows:

As of 30 September 2009:

	The Group			The Bank		
	Higher rated countries	Lower rated countries	Total	Higher rated countries	Lower rated countries	Total
Assets						
Funds with central banks	559,543	-	559,543	559,543	-	559,543
Loans and advances to banks and other financial institutions	307,583	7,982	315,565	319,447	53,497	372,944
Financial assets at fair value through profit or loss	37,958	165	38,123	9,460	165	9,625
Loans and finance lease receivable	2,287,027	169,424	2,456,451	2,132,415	144,159	2,276,574
Investment securities:	236,109	98,090	334,199	445,367	97,709	543,076
<i>available-for-sale</i>	46,534	4,796	51,330	46,133	4,796	50,929
<i>held-to-maturity</i>	189,575	93,294	282,869	399,234	92,913	492,147
Other assets	93,629	5,794	99,423	79,522	5	79,527
Total	3,521,849	281,455	3,803,304	3,545,754	295,535	3,841,289

As of 31 December 2008:

	The Group			The Bank		
	Higher rated countries	Lower rated countries	Total	Higher rated countries	Lower rated countries	Total
Assets						
Funds with central banks	144,216	-	144,216	144,216	-	144,216
Loans and advances to banks and other financial institutions	279,305	15,035	294,340	860,869	68,004	928,873
Financial assets at fair value through profit or loss	45,157	93	45,250	26,418	93	26,511
Loans and finance lease receivable	2,691,286	188,602	2,879,888	2,377,673	134,831	2,512,504
Investment securities:	274,854	151,030	425,884	271,750	150,743	422,493
<i>available-for-sale</i>	47,503	3,173	50,676	47,309	3,173	50,482
<i>held-to-maturity</i>	227,351	147,857	375,208	224,441	147,570	372,011
Other assets	68,074	1,787	69,861	55,886	1,594	57,480
Total	3,502,892	356,547	3,859,439	3,736,812	355,265	4,092,077

Higher rated countries include countries belonging to the European Union and/or countries that have credit ratings ranging from AAA/Aaa to A-/A3, lower rated countries include countries not belonging to the European Union that have lower ratings.

As of 30 September 2009, largest single country concentrations of Group's financial assets without taking into account any collateral held or other credit enhancements were in Lithuania – 73.6%, USA – 8.1% (as of 31 December 2008: Lithuania – 74.1%, USA – 7.2%).

c) Credit quality of financial assets

The credit quality of financial assets of the Group and the Bank is managed by using internal credit ratings. Exposures are rated to 5 internal risk grades. Grade 1 represents best credit quality and Grade 5 represents the worst credit quality.

For the counterparties that have external credit ratings, internal ratings are assigned based on the following principles: Grade 1 is assigned to counterparties that have a long-term credit rating of at least A-/A3; Grade 2 is assigned to counterparties that have a credit rating ranging from BBB+/Baa1 to BBB-/Baa3; Grade 3 is assigned to counterparties that have a credit rating ranging from BB+/Ba1 to B-/B3. For the banks or foreign bank branches registered in Lithuania, internal rating higher by one grade to that which would result from the before mentioned principle, is assigned.

As of 30 September 2009 the Group's financial assets by internal credit ratings were as follows:

The Group	Neither past due nor individually impaired					Past due or individually impaired	Total
	Grade 1	Grade 2	Grade 3	Grade 4	Grade 5		
Funds with central banks	559,543	-	-	-	-	-	559,543
Loans and advances to banks and other financial institutions	165,160	128,557	21,824	1	7	16	315,565
Financial assets at fair value through profit or loss	6,530	30,304	779	510	-	-	38,123
Loans and finance lease receivable:	180,131	744,053	544,406	473,870	4,837	509,154	2,456,451
<i>loans to SMEs</i>	1,680	65,883	351,666	405,777	4,667	325,335	1,155,008
<i>loans to other enterprises</i>	11,836	581,571	183,692	62,487	-	74,803	914,389
<i>loans to individuals</i>	166,615	96,599	9,048	5,606	170	109,016	387,054
Investment securities:	136,477	102,457	86,031	9,234	-	-	334,199
<i>available-for-sale</i>	16,839	24,975	9,516	-	-	-	51,330
<i>held-to-maturity</i>	119,638	77,482	76,515	9,234	-	-	282,869
Other assets	2,033	37,773	59,492	-	-	125	99,423
Total	1,049,874	1,043,144	712,532	483,615	4,844	509,295	3,803,304

As of 31 December 2008 the Group's financial assets by internal credit ratings were as follows:

The Group	Neither past due nor individually impaired					Past due or individually impaired	Total
	Grade 1	Grade 2	Grade 3	Grade 4	Grade 5		
Funds with central banks	144,216	-	-	-	-	-	144,216
Loans and advances to banks and other financial institutions	65,207	103,200	124,660	1,252	-	21	294,340
Financial assets at fair value through profit or loss	5,986	38,480	157	627	-	-	45,250
Loans and finance lease receivable:	292,798	520,359	1,274,294	385,067	4,710	402,660	2,879,888
<i>loans to SMEs</i>	15,225	266,911	721,234	378,907	4,117	256,610	1,643,004
<i>loans to other enterprises</i>	17,174	93,868	548,977	4,601	-	69,107	733,727
<i>loans to individuals</i>	260,399	159,580	4,083	1,559	593	76,943	503,157
Investment securities:	202,041	94,153	129,690	-	-	-	425,884
<i>available-for-sale</i>	27,488	8,515	14,673	-	-	-	50,676
<i>held-to-maturity</i>	174,553	85,638	115,017	-	-	-	375,208
Other assets	2,373	34,356	33,053	-	-	79	69,861
Total	712,621	790,548	1,561,854	386,946	4,710	402,760	3,859,439

**EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009**
(All amounts in LTL thousands unless otherwise stated)



As of 30 September 2009 the Bank's financial assets by internal credit ratings were as follows:

The Bank	Neither past due nor individually impaired					Past due or individually impaired	Total
	Grade 1	Grade 2	Grade 3	Grade 4	Grade 5		
Funds with central banks	559,543	-	-	-	-	-	559,543
Loans and advances to banks and other financial institutions	161,479	124,715	86,726	1	7	16	372,944
Financial assets at fair value through profit or loss	-	9,115	-	510	-	-	9,625
Loans and finance lease receivable:	39,728	731,017	614,316	468,433	4,195	418,885	2,276,574
<i>loans to SMEs</i>	1,263	57,419	324,741	400,340	4,025	280,959	1,068,747
<i>loans to other enterprises</i>	11,836	577,307	280,527	62,487	-	71,678	1,003,835
<i>loans to individuals</i>	26,629	96,291	9,048	5,606	170	66,248	203,992
Investment securities:	136,356	312,045	85,824	8,851	-	-	543,076
<i>available-for-sale</i>	16,839	24,574	9,516	-	-	-	50,929
<i>held-to-maturity</i>	119,517	287,471	76,308	8,851	-	-	492,147
Other assets	2,033	17,877	59,492	-	-	125	79,527
Total	899,139	1,194,769	846,358	477,795	4,202	419,026	3,841,289

As of 31 December 2008 the Bank's financial assets by internal credit ratings were as follows:

The Bank	Neither past due nor individually impaired					Past due or individually impaired	Total
	Grade 1	Grade 2	Grade 3	Grade 4	Grade 5		
Funds with central banks	144,216	-	-	-	-	-	144,216
Loans and advances to banks and other financial institutions	64,810	381,483	427,996	1,252	-	53,332	928,873
Financial assets at fair value through profit or loss	-	25,884	-	627	-	-	26,511
Loans and finance lease receivable:	71,142	485,186	1,253,538	383,343	4,710	314,585	2,512,504
<i>loans to SMEs</i>	14,383	237,999	703,834	377,183	4,117	202,514	1,540,030
<i>loans to other enterprises</i>	16,369	88,068	545,621	4,601	-	65,557	720,216
<i>loans to individuals</i>	40,390	159,119	4,083	1,559	593	46,514	252,258
Investment securities:	201,060	91,969	129,464	-	-	-	422,493
<i>available-for-sale</i>	27,488	8,334	14,660	-	-	-	50,482
<i>held-to-maturity</i>	173,572	83,635	114,804	-	-	-	372,011
Other assets	2,373	21,975	33,053	-	-	79	57,480
Total	483,601	1,006,497	1,844,051	385,222	4,710	367,996	4,092,077

EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009
(All amounts in LTL thousands unless otherwise stated)



d) Aging analysis of financial assets

As of 30 September 2009 the Group's financial assets by aging intervals were s:

	Neither past due nor individually impaired	Past due but not individually impaired					Individually impaired						TOTAL
		<= 30 days	31-60 days	61 days - 1 year	Over 1 year	Total	not past due	<=30 days	31-60 days	61 days - 1 year	Over 1 year	Total	
Funds with central banks	559,543	-	-	-	-	-	-	-	-	-	-	-	559,543
Loans and advances to banks and other financial institutions	315,549	-	-	-	-	-	16	-	-	-	-	16	315,565
Financial assets at fair value through profit or loss	38,123	-	-	-	-	-	-	-	-	-	-	-	38,123
Loans and finance lease receivable:	1,947,297	65,210	20,466	155,457	15,662	256,795	12,569	7,968	6,516	205,806	19,500	252,359	2,456,451
<i>loans to SMEs</i>	829,673	28,827	15,453	128,620	7,137	180,037	9,936	6,092	2,953	110,838	15,479	145,298	1,155,008
<i>loans to other enterprises</i>	839,586	6,436	34	6,478	29	12,977	20	1,068	-	60,738	-	61,826	914,389
<i>loans to individuals</i>	278,038	29,947	4,979	20,359	8,496	63,781	2,613	808	3,563	34,230	4,021	45,235	387,054
Investment securities:	334,199	-	-	-	-	-	-	-	-	-	-	-	334,199
<i>available-for-sale</i>	51,330	-	-	-	-	-	-	-	-	-	-	-	51,330
<i>held-to-maturity</i>	282,869	-	-	-	-	-	-	-	-	-	-	-	282,869
Other assets	99,298	-	-	103	-	103	3	-	16	3	-	22	99,423
Total	3,294,009	65,210	20,466	155,560	15,662	256,898	12,588	7,968	6,532	205,809	19,500	252,397	3,803,304

EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009
(All amounts in LTL thousands unless otherwise stated)



As of 31 December 2008 the Group's financial assets by aging intervals were:

	Neither past due nor individually impaired	Past due but not individually impaired					Individually impaired					TOTAL	
		<= 30 days	31-60 days	61 days - 1 year	Over 1 year	Total	not past due	<=30 days	31-60 days	61 days - 1 year	Over 1 year		Total
Funds with central banks	144,216	-	-	-	-	-	-	-	-	-	-	-	144,216
Loans and advances to banks and other financial institutions	294,319	-	-	-	-	-	12	9	-	-	-	21	294,340
Financial assets at fair value through profit or loss	45,250	-	-	-	-	-	-	-	-	-	-	-	45,250
Loans and finance lease receivable	2,477,228	86,229	23,877	31,482	634	142,222	167,200	15,190	30,464	44,103	3,481	260,438	2,879,888
<i>loans to SMEs</i>	1,386,394	50,348	16,411	20,911	634	88,304	105,931	12,225	14,236	33,451	2,463	168,306	1,643,004
<i>loans to other enterprises</i>	664,620	12,434	3,026	250	-	15,710	51,672	3	513	1,209	-	53,397	733,727
<i>loans to individuals</i>	426,214	23,447	4,440	10,321	-	38,208	9,597	2,962	15,715	9,443	1,018	38,735	503,157
Investment securities:	425,884	-	-	-	-	-	-	-	-	-	-	-	425,884
<i>available-for-sale</i>	50,676	-	-	-	-	-	-	-	-	-	-	-	50,676
<i>held-to-maturity</i>	375,208	-	-	-	-	-	-	-	-	-	-	-	375,208
Other assets	69,782	77	-	-	-	77	2	-	-	-	-	2	69,861
Total	3,456,679	86,306	23,877	31,482	634	142,299	167,214	15,199	30,464	44,103	3,481	260,461	3,859,439

EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009
(All amounts in LTL thousands unless otherwise stated)



As of 30 September 2009 the Bank's financial assets by aging intervals were:

	Neither past due nor individually impaired	Past due but not individually impaired					Individually impaired						TOTAL
		<= 30 days	31-60 days	61 days - 1 year	Over 1 year	Total	Not past due	<=30 days	31-60 days	61 days - 1 year	Over 1 year	Total	
Funds with central banks	559,543	-	-	-	-	-	-	-	-	-	-	-	559,543
Loans and advances to banks and other financial institutions	372,928	-	-	-	-	-	16	-	-	-	-	16	372,944
Financial assets at fair value through profit or loss	9,625	-	-	-	-	-	-	-	-	-	-	-	9,625
Loans and finance lease receivable	1,857,689	40,512	7,984	141,643	14,713	204,852	11,247	5,612	2,975	179,738	14,461	214,033	2,276,574
<i>loans to SMEs</i>	787,788	21,095	6,631	119,797	6,471	153,994	9,209	5,195	1,372	98,295	12,894	126,965	1,068,747
<i>loans to other enterprises</i>	932,157	6,409	-	5,660	29	12,098	19	-	-	59,561	-	59,580	1,003,835
<i>loans to individuals</i>	137,744	13,008	1,353	16,186	8,213	38,760	2,019	417	1,603	21,882	1,567	27,488	203,992
Investment securities:	543,076	-	-	-	-	-	-	-	-	-	-	-	543,076
<i>available-for-sale</i>	50,929	-	-	-	-	-	-	-	-	-	-	-	50,929
<i>held-to-maturity</i>	492,147	-	-	-	-	-	-	-	-	-	-	-	492,147
Other assets	79,402	-	-	103	-	103	3	-	16	3	-	22	79,527
Total	3,422,263	40,512	7,984	141,746	14,713	204,955	11,266	5,612	2,991	179,741	14,461	214,071	3,841,289

EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009
(All amounts in LTL thousands unless otherwise stated)



As of 31 December 2008 the Bank's financial assets by aging intervals were:

	Neither past due nor individually impaired	Past due but not individually impaired					Individually impaired						TOTAL	
		<= 30 days	31-60 days	61 days - 1 year	Over 1 year	Total	Not past due	<=30 days	31-60 days	61 days - 1 year	Over 1 year	Total		
Funds with central banks	144,216	-	-	-	-	-	-	-	-	-	-	-	-	144,216
Loans and advances to banks and other financial institutions	875,541	-	-	-	-	-	53,323	9	-	-	-	-	53,332	928,873
Financial assets at fair value through profit or loss	26,511	-	-	-	-	-	-	-	-	-	-	-	-	26,511
Loans and finance lease receivable	2,197,919	53,133	18,283	25,133	634	97,183	167,200	6,096	15,356	25,269	3,481	217,402	2,512,504	
<i>loans to SMEs</i>	1,337,516	30,788	11,964	14,562	634	57,948	105,930	4,781	8,576	22,816	2,463	144,566	1,540,030	
<i>loans to other enterprises</i>	654,659	11,499	2,136	250	-	13,885	51,672	-	-	-	-	51,672	720,216	
<i>loans to individuals</i>	205,744	10,846	4,183	10,321	-	25,350	9,598	1,315	6,780	2,453	1,018	21,164	252,258	
Investment securities:	422,493	-	-	-	-	-	-	-	-	-	-	-	-	422,493
<i>available-for-sale</i>	50,482	-	-	-	-	-	-	-	-	-	-	-	-	50,482
<i>held-to-maturity</i>	372,011	-	-	-	-	-	-	-	-	-	-	-	-	372,011
Other assets	57,401	77	-	-	-	77	2	-	-	-	-	2	57,480	
Total	3,724,081	53,210	18,283	25,133	634	97,260	220,525	6,105	15,356	25,269	3,481	270,736	4,092,077	

e) Impairment of financial assets

As of 30 September 2009, amounts of provisions for the impairment of the assets per class of financial assets were as follows:

	The Group			The Bank		
	Value gross of provisions	Provisions for the impairment	Value net of provisions	Value gross of provisions	Provisions for the impairment	Value net of provisions
Funds with central banks	559,543	-	559,543	559,543	-	559,543
Loans and advances to banks and other financial institutions	315,565	-	315,565	372,944	-	372,944
Financial assets at fair value through profit or loss	38,123	-	38,123	9,625	-	9,625
Loans and finance lease receivable:	2,578,575	(122,124)	2,456,451	2,366,041	(89,467)	2,276,574
<i>loans to SMEs</i>	1,222,467	(67,459)	1,155,008	1,126,018	(57,271)	1,068,747
<i>loans to other enterprises</i>	929,989	(15,600)	914,389	1,017,740	(13,905)	1,003,835
<i>loans to individuals</i>	426,119	(39,065)	387,054	222,283	(18,291)	203,992
Investment securities:	334,199	-	334,199	543,076	-	543,076
<i>available-for-sale</i>	51,330	-	51,330	50,929	-	50,929
<i>held-to-maturity</i>	282,869	-	282,869	492,147	-	492,147
Other assets	99,961	(538)	99,423	80,065	(538)	79,527
Total	3,925,966	(122,662)	3,803,304	3,931,294	(90,005)	3,841,289

As of 31 December 2008, amounts of provisions for the impairment of the assets per class of financial assets were as follows:

	The Group			The Bank		
	Value gross of provisions	Provisions for the impairment	Value net of provisions	Value gross of provisions	Provisions for the impairment	Value net of provisions
Funds with central banks	144,216	-	144,216	144,216	-	144,216
Loans and advances to banks and other financial institutions	294,340	-	294,340	934,712	(5,839)	928,873
Financial assets at fair value through profit or loss	45,250	-	45,250	26,511	-	26,511
Loans and finance lease receivable:	2,980,520	(100,632)	2,879,888	2,593,844	(81,340)	2,512,504
<i>loans to SMEs</i>	1,707,416	(64,412)	1,643,004	1,597,899	(57,869)	1,540,030
<i>loans to other enterprises</i>	748,242	(14,515)	733,727	733,879	(13,663)	720,216
<i>loans to individuals</i>	524,862	(21,705)	503,157	262,066	(9,808)	252,258
Investment securities:	425,884	-	425,884	422,493	-	422,493
<i>available-for-sale</i>	50,676	-	50,676	50,482	-	50,482
<i>held-to-maturity</i>	375,208	-	375,208	372,011	-	372,011
Other assets	70,273	(412)	69,861	57,892	(412)	57,480
Total	3,960,483	(101,044)	3,859,439	4,179,668	(87,591)	4,092,077

As of 30 September 2009, provisions for off-balance sheet items amounted to LTL 126 thousand. No provisions for off-balance sheet items were formed as of 31 December 2008

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FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009
(All amounts in LTL thousands unless otherwise stated)



Movements in the provision for impairment losses on Group's financial assets for the period are as follows:

The Group	Loans and advances to banks and other financial institutions	Loans and finance lease receivable:				Other assets	Total
		Loans to SMEs	Loans to other enterprises	Loans to individuals	Total		
As of 31 December 2007	-	15,528	39,720	10,291	65,539	3,036	68,575
Reversal of provisions	-	(27,343)	(41,721)	(2,941)	(72,005)	(666)	(72,671)
Provisions written-off	-	(1)	-	(11)	(12)	(105)	(117)
Currency exchange rate effect	-	87	(540)	24	(429)	(20)	(449)
Provision charged	-	43,169	2,557	9,724	55,450	348	55,798
Change in provisions attributable to discontinued operations	-	-	-	-	-	(2,227)	(2,227)
As of 30 September 2008	-	31,440	16	17,087	48,543	366	48,909
Reversal of provisions	-	(16,213)	(47)	(1,478)	(17,738)	(16)	(17,754)
Provisions written-off	-	(44)	-	(4,963)	(5,007)	(7)	(5,014)
Currency exchange rate effect	-	(2,543)	(353)	(431)	(3,327)	(3)	(3,330)
Provision charged	-	51,772	14,899	11,490	78,161	72	78,233
As of 31 December 2008	-	64,412	14,515	21,705	100,632	412	101,044
Reversal of provisions	-	(64,080)	(29,263)	(9,254)	(102,597)	(247)	(102,844)
Provisions written-off	-	-	(1)	-	(1)	(20)	(21)
Currency exchange rate effect	-	(958)	(229)	(103)	(1,290)	-	(1,290)
Provision charged	-	68,085	30,578	26,717	125,380	393	125,773
As of 30 September 2009	-	67,459	15,600	39,065	122,124	538	122,662

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FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009
 (All amounts in LTL thousands unless otherwise stated)



Movements in the provision for impairment losses on Bank's financial assets for the period are as follows:

The Bank	Loans and finance lease receivable:						
	Loans and advances to banks and other financial institutions	Loans to SMEs	Loans to other enterprises	Loans to individuals	Total	Other assets	Total
As of 31 December 2007	-	15,468	39,720	1,612	56,800	809	57,609
Reversal of provisions	-	(27,343)	(41,721)	(2,941)	(72,005)	(666)	(72,671)
Provisions written off	-	(1)	-	(11)	(12)	(105)	(117)
Currency exchange rate effect	-	87	(540)	2	(451)	(20)	(471)
Provision charged	-	43,131	2,557	4,601	50,289	348	50,637
As of 30 September 2008	-	31,342	16	3,263	34,621	366	34,987
Reversal of provisions	-	(16,213)	(47)	(1,478)	(17,738)	(16)	(17,754)
Provisions written off	-	-	-	(3)	(3)	(7)	(10)
Currency exchange rate effect	-	(754)	(5)	2	(757)	(3)	(760)
Provision charged	5,839	43,494	13,699	8,024	65,217	72	71,128
As of 31 December 2008	5,839	57,869	13,663	9,808	81,340	412	87,591
Reversal of provisions	(6,154)	(64,080)	(29,263)	(9,254)	(102,597)	(247)	(108,998)
Provisions written off	-	-	(1)	-	(1)	(20)	(21)
Currency exchange rate effect	315	(315)	-	(2)	(317)	-	(2)
Provision charged	-	63,797	29,506	17,739	111,042	393	111,435
As of 30 September 2009	-	57,271	13,905	18,291	89,467	538	90,005

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FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009
 (All amounts in LTL thousands unless otherwise stated)



Movements in the provision for off-balance sheet items for the period are as follows:

The Group			The Bank	
2009-01-01- 2009-09-30	2008-01-01- 2008-09-30		2009-01-01- 2009-09-30	2008-01-01- 2008-09-30
Provisions for off-balance sheet items:				
-	-	Balance as of 1 January	-	-
(24)	-	Reversal of provisions	(24)	-
(12)	-	Currency exchange effect	(12)	-
162	4,491	Provisions charged	162	4,491
126	4,491	Balance as of 30 September	126	4,491

Impairment charge for credit losses reconciles to the income statement as follows:

The Group			The Bank	
2009-01-01- 2009-09-30	2008-01-01- 2008-09-30		2009-01-01- 2009-09-30	2008-01-01- 2008-09-30
125,773	55,798	Provisions charged for balance sheet items	111,435	50,637
(102,844)	(72,671)	Provisions reversed for balance sheet items	(108,998)	(72,671)
162	4,491	Provisions charged for off-balance sheet items	162	4,491
(24)	-	Provisions reversed for off-balance sheet items	(24)	-
23,067	(12,381)	Provisions charged to profit or loss	2,575	(17,542)

EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009
(All amounts in LTL thousands unless otherwise stated)



f) Collateral and other credit enhancements

The Group as of 30 September 2009:

	Neither past due nor individually impaired			Past due but not individually impaired			Individually impaired			Total		
	Book value	Fair value of the collateral	Book value less collateral	Book value	Fair value of the collateral	Book value less collateral	Book value	Fair value of the collateral	Book value less collateral	Book value	Fair value of the collateral	Book value less collateral
Funds with central banks	559,543	-	559,543	-	-	-	-	-	-	559,543	-	559,543
Loans and advances to banks and other financial institutions	315,549	88,049	227,500	-	-	-	16	-	16	315,565	88,049	227,516
Financial assets at fair value through profit or loss	38,123	-	38,123	-	-	-	-	-	-	38,123	-	38,123
Loans and finance lease receivable:	1,947,297	1,562,847	384,450	256,795	238,295	18,500	252,359	237,403	14,956	2,456,451	2,038,545	417,906
<i>loans to SMEs</i>	829,673	705,639	124,034	180,037	179,504	533	145,298	145,073	225	1,155,008	1,030,216	124,792
<i>loans to other enterprises</i>	839,586	719,700	119,886	12,977	12,977	-	61,826	61,583	243	914,389	794,260	120,129
<i>loans to individuals</i>	278,038	137,508	140,530	63,781	45,814	17,967	45,235	30,747	14,488	387,054	214,069	172,985
Investment securities:	334,199	-	334,199	-	-	-	-	-	-	334,199	-	334,199
<i>available-for-sale</i>	51,330	-	51,330	-	-	-	-	-	-	51,330	-	51,330
<i>held-to-maturity</i>	282,869	-	282,869	-	-	-	-	-	-	282,869	-	282,869
Other assets	99,298	-	99,298	103	-	103	22	-	22	99,423	-	99,423
Total	3,294,009	1,650,896	1,643,113	256,898	238,295	18,603	252,397	237,403	14,994	3,803,304	2,126,594	1,676,710

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FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009
(All amounts in LTL thousands unless otherwise stated)



The Group as of 31 December 2008:

	Neither past due nor individually impaired			Past due but not individually impaired			Individually impaired			Total		
	Book value	Fair value of the collateral	Book value less collateral	Book value	Fair value of the collateral	Book value less collateral	Book value	Fair value of the collateral	Book value less collateral	Book value	Fair value of the collateral	Book value less collateral
Funds with central banks	144,216	-	144,216	-	-	-	-	-	-	144,216	-	144,216
Loans and advances to banks and other financial institutions	294,319	173,764	120,555	-	-	-	21	-	21	294,340	173,764	120,576
Financial assets at fair value through profit or loss	45,250	-	45,250	-	-	-	-	-	-	45,250	-	45,250
Loans and finance lease receivable:	2,477,228	2,059,510	417,718	142,222	122,479	19,743	260,438	247,107	13,331	2,879,888	2,429,096	450,792
<i>loans to SMEs</i>	1,386,394	1,286,952	99,442	88,304	85,984	2,320	168,306	166,972	1,334	1,643,004	1,539,908	103,096
<i>loans to other enterprises</i>	664,620	539,708	124,912	15,710	6,140	9,570	53,397	52,909	488	733,727	598,757	134,970
<i>loans to individuals</i>	426,214	232,850	193,364	38,208	30,355	7,853	38,735	27,226	11,509	503,157	290,431	212,726
Investment securities:	425,884	-	425,884	-	-	-	-	-	-	425,884	-	425,884
<i>available-for-sale</i>	50,676	-	50,676	-	-	-	-	-	-	50,676	-	50,676
<i>held-to-maturity</i>	375,208	-	375,208	-	-	-	-	-	-	375,208	-	375,208
Other assets	69,782	-	69,782	77	-	77	2	-	2	69,861	-	69,861
Total	3,456,679	2,233,274	1,223,405	142,299	122,479	19,820	260,461	247,107	13,354	3,859,439	2,602,860	1,256,579

EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009
(All amounts in LTL thousands unless otherwise stated)



The Bank as of 30 September 2009:

	Neither past due nor individually impaired			Past due but not individually impaired			Individually impaired			Total		
	Book value	Fair value of the collateral	Book value less collateral	Book value	Fair value of the collateral	Book value less collateral	Book value	Fair value of the collateral	Book value less collateral	Book value	Fair value of the collateral	Book value less collateral
Funds with central banks	559,543	-	559,543	-	-	-	-	-	-	559,543	-	559,543
Loans and advances to banks and other financial institutions	372,928	88,049	284,879	-	-	-	16	-	16	372,944	88,049	284,895
Financial assets at fair value through profit or loss	9,625	-	9,625	-	-	-	-	-	-	9,625	-	9,625
Loans and finance lease receivable:	1,857,689	1,470,586	387,103	204,852	197,986	6,866	214,033	210,947	3,086	2,276,574	1,879,519	397,055
<i>loans to SMEs</i>	787,788	663,759	124,029	153,994	153,460	534	126,965	126,741	224	1,068,747	943,960	124,787
<i>loans to other enterprises</i>	932,157	714,695	217,462	12,098	12,098	-	59,580	59,337	243	1,003,835	786,130	217,705
<i>loans to individuals</i>	137,744	92,132	45,612	38,760	32,428	6,332	27,488	24,869	2,619	203,992	149,429	54,563
Investment securities:	543,076	-	543,076	-	-	-	-	-	-	543,076	-	543,076
<i>available-for-sale</i>	50,929	-	50,929	-	-	-	-	-	-	50,929	-	50,929
<i>held-to-maturity</i>	492,147	-	492,147	-	-	-	-	-	-	492,147	-	492,147
Other assets	79,402	-	79,402	103	-	103	22	-	22	79,527	-	79,527
Total	3,422,263	1,558,635	1,863,628	204,955	197,986	6,969	214,071	210,947	3,124	3,841,289	1,967,568	1,873,721

EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009
(All amounts in LTL thousands unless otherwise stated)



The Bank as of 31 December 2008:

	Neither past due nor individually impaired			Past due but not individually impaired			Individually impaired			Total		
	Book value	Fair value of the collateral	Book value less collateral	Book value	Fair value of the collateral	Book value less collateral	Book value	Fair value of the collateral	Book value less collateral	Book value	Fair value of the collateral	Book value less collateral
Funds with central banks	144,216	-	144,216	-	-	-	-	-	-	144,216	-	144,216
Loans and advances to banks and other financial institutions	875,541	173,764	701,777	-	-	-	53,332	-	53,332	928,873	173,764	755,109
Financial assets at fair value through profit or loss	26,511	-	26,511	-	-	-	-	-	-	26,511	-	26,511
Loans and finance lease receivable:	2,197,919	1,897,951	299,968	97,183	79,891	17,292	217,402	212,895	4,507	2,512,504	2,190,737	321,767
<i>loans to SMEs</i>	1,337,516	1,241,856	95,660	57,948	55,628	2,320	144,566	143,236	1,330	1,540,030	1,440,720	99,310
<i>loans to other enterprises</i>	654,659	529,747	124,912	13,885	4,315	9,570	51,672	51,183	489	720,216	585,245	134,971
<i>loans to individuals</i>	205,744	126,348	79,396	25,350	19,948	5,402	21,164	18,476	2,688	252,258	164,772	87,486
Investment securities:	422,493	-	422,493	-	-	-	-	-	-	422,493	-	422,493
<i>available-for-sale</i>	50,482	-	50,482	-	-	-	-	-	-	50,482	-	50,482
<i>held-to-maturity</i>	372,011	-	372,011	-	-	-	-	-	-	372,011	-	372,011
Other assets	57,401	-	57,401	77	-	77	2	-	2	57,480	-	57,480
Total	3,724,081	2,071,715	1,652,366	97,260	79,891	17,369	270,736	212,895	57,841	4,092,077	2,364,501	1,727,576

NOTE 15 LIQUIDITY RISK MANAGEMENT

As of 30 September 2009 the Group's assets and liabilities by maturity were as follows:

	Up to 1 month	1-3 months	3-12 months	1-5 years	5 years and up	Unlimited period	Total
Assets							
Cash and balances with central bank	600,706	-	-	-	-	-	600,706
Loans and advances to banks and other financial institutions	224,677	64,196	14,154	3,015	-	9,523	315,565
Financial assets at fair value through profit or loss	1,323	2	1,917	4,512	4,150	26,219	38,123
Loans and finance lease receivable	325,310	207,623	892,378	554,034	128,347	348,759	2,456,451
Investment securities:	6,534	12,158	82,340	167,671	43,123	22,373	334,199
<i>available-for-sale</i>	70	150	145	-	28,592	22,373	51,330
<i>held-to-maturity</i>	6,464	12,008	82,195	167,671	14,531	-	282,869
Intangible assets	-	-	-	-	-	21,928	21,928
Property, plant and equipment	-	-	-	-	-	35,209	35,209
Investment property	-	-	-	-	-	143,026	143,026
Deferred income tax assets	-	-	-	-	-	1,636	1,636
Other assets	8,357	1,665	3,015	11,147	14,291	61,285	99,760
Total assets	1,166,907	285,644	993,804	740,379	189,911	669,958	4,046,603
Liabilities							
Due to banks and other financial institutions	214,743	123,210	64,707	2,433	13,000	-	418,093
Financial liabilities at fair value through profit or loss	983	-	-	-	-	-	983
Due to customers	1,345,056	562,001	951,044	67,593	1,695	-	2,927,389
Debt securities in issue	-	19,579	-	-	-	-	19,579
Subordinated loans	1,313	-	4,199	-	93,226	-	98,738
Deferred tax liabilities	-	-	-	-	-	20,280	20,280
Other liabilities	27,112	255	348	8,612	28,866	292	65,485
Total liabilities	1,589,207	705,045	1,020,298	78,638	136,787	20,572	3,550,547
Net position	(422,300)	(419,401)	(26,494)	661,741	53,124	649,386	496,056

As of 31 December 2008 the Group's assets and liabilities by maturity were as follows:

	Up to 1 month	1-3 months	3-12 months	1-5 years	5 years and up	Unlimited period	Total
Total assets	1,096,447	224,749	1,095,568	1,103,282	270,574	194,033	3,984,653
Total liabilities	1,464,575	554,699	1,222,958	102,595	113,171	32,680	3,490,678
Net position	(368,128)	(329,950)	(127,390)	1,000,687	157,403	161,353	493,975

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(All amounts in LTL thousands unless otherwise stated)



As of 30 September 2009 the Bank's assets and liabilities by maturity were as follows:

	Up to 1 month	1-3 months	3-12 months	1-5 years	5 years and up	Unlimited period	Total
Assets							
Cash and balances with central bank	600,702	-	-	-	-	-	600,702
Loans and advances to banks and other financial institutions	223,849	69,790	9,321	47,809	12,652	9,523	372,944
Financial assets at fair value through profit or loss	701	2	398	423	-	8,101	9,625
Loans and finance lease receivable	409,247	179,914	822,326	446,835	102,288	315,964	2,276,574
Investment securities: available-for-sale	220,481	9,118	81,583	166,799	43,123	21,972	543,076
held-to-maturity	70	150	145	-	28,592	21,972	50,929
	220,411	8,968	81,438	166,799	14,531	-	492,147
Investments in subsidiaries	-	-	-	-	-	39,821	39,821
Intangible assets	-	-	-	-	-	2,510	2,510
Property, plant and equipment	-	-	-	-	-	25,844	25,844
Investment property	-	-	-	-	-	16,052	16,052
Deferred income tax assets	-	-	-	-	-	1,636	1,636
Other assets	1,030	1,426	2,776	11,080	5,480	58,072	79,864
Total assets	1,456,010	260,250	916,404	672,946	163,543	499,495	3,968,648
Liabilities							
Due to banks and other financial institutions	215,920	123,349	61,138	2,775	13,000	-	416,182
Financial liabilities at fair value through profit or loss	1,010	-	-	-	-	-	1,010
Due to customers	1,345,056	562,001	951,043	67,594	1,695	-	2,927,389
Debt securities in issue	-	19,579	-	-	-	-	19,579
Subordinated loans	1,313	-	4,199	-	93,226	-	98,738
Other liabilities	18,165	16	56	8,265	-	-	26,502
Total liabilities	1,581,464	704,945	1,016,436	78,634	107,921	-	3,489,400
Net position	(125,454)	(444,695)	(100,032)	594,312	55,622	499,495	479,248

As of 31 December 2008 the Bank's assets and liabilities by maturity were as follows:

	Up to 1 month	1-3 months	3-12 months	1-5 years	5 years and up	Unlimited period	Total
Total assets	1,360,694	242,713	1,072,661	966,913	393,502	187,767	4,224,250
Total liabilities	1,446,969	851,045	1,224,357	102,214	93,790	31,372	3,749,747
Net position	(86,275)	(608,332)	(151,696)	864,699	299,712	156,395	474,503

NOTE 16 MARKET RISK MANAGEMENT

a) currency risk

Concentrations of assets, liabilities and off balance sheet items of the Group as of 30 September 2009:

	EUR	USD	LTL	Other	Total
Assets					
Cash and balances with central bank	437,253	5,656	156,447	1,350	600,706
Loans and advances to banks and other financial institutions	65,124	210,622	26,558	13,261	315,565
Financial assets at fair value through profit or loss	16,872	4,295	15,814	1,142	38,123
Loans and finance lease receivable	897,996	170,154	1,376,745	11,556	2,456,451
Investment securities:	156,815	153,987	18,276	5,121	334,199
<i>available-for-sale</i>	4,128	25,218	17,188	4,796	51,330
<i>held-to-maturity</i>	152,687	128,769	1,088	325	282,869
Intangible assets	-	-	21,891	37	21,928
Property, plant and equipment	-	-	26,895	8,314	35,209
Investment property	-	-	143,026	-	143,026
Deferred income tax assets	-	-	1,636	-	1,636
Other assets	5,310	270	86,801	7,379	99,760
Total assets	1,579,370	544,984	1,874,089	48,160	4,046,603
Liabilities					
Due to banks and other financial institutions	144,608	191,310	33,718	48,457	418,093
Financial liabilities at fair value through profit or loss	-	-	983	-	983
Due to customers	1,136,720	440,409	1,321,907	28,353	2,927,389
Debt securities in issue	3,527	-	16,052	-	19,579
Subordinated loans	94,539	4,199	-	-	98,738
Deferred income tax liabilities	-	-	20,280	-	20,280
Other liabilities	3,171	1,516	58,104	2,694	65,485
Total liabilities	1,382,565	637,434	1,451,044	79,504	3,550,547
Total equity	-	-	503,083	(7,027)	496,056
Total liabilities and equity	1,382,565	637,434	1,954,127	72,477	4,046,603
Net balance sheet position	196,805	(92,450)	(80,038)	(24,317)	-
Credit commitments	22,322	3,264	88,278	-	113,864
Issued guarantees	4,916	4,480	32,378	-	41,774
Net off balance FX deals position	(127,839)	83,482	6	43,416	(935)
Net balance sheet and off balance sheet position	68,966	(8,968)	(80,032)	19,099	(935)

Concentrations of assets, liabilities and off balance sheet items of the Group as of 31 December 2008:

	EUR	USD	LTL	Other	Total
Total assets	873,391	551,287	2,528,924	31,051	3,984,653
Total liabilities and equity	844,946	686,106	2,390,334	63,267	3,984,653
Net balance sheet position	28,445	(134,819)	138,590	(32,216)	-
Credit commitments	35,267	4,329	130,108	44	169,748
Issued guarantees	4,550	4,655	23,813	54	33,072
Net off balance FX deals position	(95,438)	128,369	(65,943)	38,266	5,254
Net balance sheet and off balance sheet position	(66,993)	(6,450)	72,647	6,050	5,254

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(All amounts in LTL thousands unless otherwise stated)



Concentrations of assets, liabilities and off balance sheet items of the Bank as of 30 September 2009:

	EUR	USD	LTL	Other	Total
Assets					
Cash and balances with central bank	437,253	5,656	156,443	1,350	600,702
Loans and advances to banks and other financial institutions	85,600	245,586	28,617	13,141	372,944
Financial assets at fair value through profit or loss	326	825	7,961	513	9,625
Loans and finance lease receivable	849,772	149,887	1,265,359	11,556	2,276,574
Investment securities:	152,576	153,556	231,823	5,121	543,076
<i>available-for-sale</i>	4,128	25,218	16,787	4,796	50,929
<i>held-to-maturity</i>	148,448	128,338	215,036	325	492,147
Investments in subsidiaries	-	-	39,821	-	39,821
Intangible assets	-	-	2,510	-	2,510
Property, plant and equipment	-	-	25,844	-	25,844
Investment property	-	-	16,052	-	16,052
Deferred income tax assets	-	-	1,636	-	1,636
Other assets	5,293	257	72,725	1,589	79,864
Total assets	1,530,820	555,767	1,848,791	33,270	3,968,648
Liabilities					
Due to banks and other financial institutions	146,920	191,432	29,373	48,457	416,182
Financial liabilities at fair value through profit or loss	-	-	1,010	-	1,010
Due to customers	1,136,719	440,409	1,321,908	28,353	2,927,389
Debt securities in issue	3,527	-	16,052	-	19,579
Subordinated loans	94,539	4,199	-	-	98,738
Other liabilities	2,221	3,109	21,062	110	26,502
Total liabilities	1,383,926	639,149	1,389,405	76,920	3,489,400
Total equity	-	-	479,248	-	479,248
Total liabilities and equity	1,383,926	639,149	1,868,653	76,920	3,968,648
Net balance sheet position	146,894	(83,382)	(19,862)	(43,650)	-
Credit commitments	22,346	3,264	34,112	-	59,722
Issued guarantees	4,916	4,480	32,378	-	41,774
Net off balance FX deals position	(140,506)	84,037	12,091	43,416	(962)
Net balance sheet and off balance sheet position	6,388	655	(7,771)	(234)	(962)

Concentrations of assets, liabilities and off balance sheet items of the Bank as of 31 December 2008:

	EUR	USD	LTL	Other	Total
Total assets	973,555	548,545	2,674,175	27,975	4,224,250
Total liabilities and equity	836,863	681,328	2,639,249	66,810	4,224,250
Net balance sheet position	136,692	(132,783)	34,926	(38,835)	-
Credit commitments	37,154	4,329	55,320	44	96,847
Issued guarantees	4,550	4,655	23,813	54	33,072
Net off balance FX deals position	(96,075)	128,945	(65,943)	38,266	5,193
Net balance sheet and off balance sheet position	40,617	(3,837)	(31,017)	(570)	5,193

Sensitivity to currency risk, LTL'000:

The Group			The Bank	
2009-09-30	2008-12-31		2009-09-30	2008-12-31
		Sensitivity to changes in EUR rates		
-	-	Expected rate fluctuation, %	-	-
68,965	(66,993)	Open position	6,387	40,617
-	-	Effect on profit or loss	-	-
-	-	Effect on equity	-	-
		Sensitivity to changes in USD rates		
1,67	3.97	Expected rate fluctuation, %	1,67	3.97
(9,105)	(6,450)	Open position	518	(3,837)
±152	±256	Effect on profit or loss	±9	±152
-	-	Effect on equity	-	-
		Sensitivity to changes in RUB rates		
17,11	-	Expected rate fluctuation, %	17,11	-
(27)	-	Open position	(27)	-
±5	-	Effect on profit or loss	±5	-
-	-	Effect on equity	-	-
		Sensitivity to changes in UAH rates		
40,97	31.06	Expected rate fluctuation, %	40,97	31.06
18,703	5,881	Open position	1	1
±7,663	±1,827	Effect on profit or loss	-	-
-	-	Effect on equity	-	-

Expected rate fluctuation is based on the actual changes during the year to the date of calculation.

In case open position is long (i.e. positive number), the increase in currency rates has positive impact on the results and the decrease in currency rates has negative impact on the results. In case open position is short (i.e. negative number), the increase in currency rates has negative impact on the results and the decrease in currency rates has positive impact on the results.

b) interest rate risk

To minimize the risk of interest rate fluctuations granting loans with variable interest rate the Group/Bank sets a floor for fixed interest rates. As of 30 September 2009 loans with fixed lowest interest rate for the Group/Bank comprised LTL'000 1,208,249 (31 December 2008: LTL'000 1,570,530).

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(All amounts in LTL thousands unless otherwise stated)



The table below summarizes the Group's exposure to interest rate risks as of 30 September 2009.

	Up to 1 month	1-3 months	3-12 months	Over 1 year	Non- interest bearing	Total
Assets						
Cash and balances with central bank	60,336	-	-	-	540,370	600,706
Loans and advances to banks and other financial institutions	84,471	63,266	14,100	2,912	150,816	315,565
Financial assets at fair value through profit or loss	11,606	-	-	-	26,517	38,123
Loans and finance lease receivable	563,214	98,486	1,252,234	170,826	371,691	2,456,451
Investment securities:	35,218	12,620	74,078	180,746	31,537	334,199
<i>available-for-sale</i>	28,592	-	-	-	22,738	51,330
<i>held-to-maturity</i>	6,626	12,620	74,078	180,746	8,799	282,869
Intangible assets	-	-	-	-	21,928	21,928
Property, plant and equipment	-	-	-	-	35,209	35,209
Investment property	-	-	-	-	143,026	143,026
Deferred income tax assets	-	-	-	-	1,636	1,636
Other assets	-	-	-	-	99,760	99,760
Total assets	754,845	174,372	1,340,412	354,484	1,422,490	4,046,603
Liabilities						
Due to banks and other financial institutions	245,815	97,249	22,484	86	52,459	418,093
Financial liabilities at fair value through profit or loss	-	-	-	-	983	983
Due to customers	800,289	549,838	929,243	62,162	585,857	2,927,389
Debt securities in issue	-	19,429	-	-	150	19,579
Subordinated loans	-	3,540	-	93,226	1,972	98,738
Deferred income tax liabilities	-	-	-	-	20,280	20,280
Other liabilities	-	-	8,000	-	57,485	65,485
Total liabilities	1,046,104	670,056	959,727	155,474	719,186	3,550,547
Off balance sheet claims sensitive to interest rate changes	-	-	-	-	-	-
Off balance sheet liabilities sensitive to interest rate changes	-	-	-	-	-	-
Interest rate risk	(291,259)	(495,684)	380,685	199,010	703,304	496,056

The table below summarizes the Group's exposure to interest rate risks as of 31 December 2008.

	Up to 1 month	1-3 months	3-12 months	Over 1 year	Non- interest bearing	Total
Total assets	2,047,908	184,138	726,492	570,991	455,124	3,984,653
Total liabilities	886,388	577,313	1,193,793	152,407	680,777	3,490,678
Off balance sheet claims sensitive to interest rate changes	17,264	-	-	-	-	17,264
Off balance sheet liabilities sensitive to interest rate changes	17,264	-	-	-	-	17,264
Interest rate risk	1,161,520	(393,175)	(467,301)	418,584	(225,653)	493,975

**EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009**
(All amounts in LTL thousands unless otherwise stated)



The table below summarizes the Bank's exposure to interest rate risks as of 30 September 2009.

	Up to 1 month	1-3 months	3-12 months	Over 1 year	Non- interest bearing	Total
Assets						
Cash and balances with central bank	60,336	-	-	-	540,366	600,702
Loans and advances to banks and other financial institutions	94,599	65,928	9,345	52,349	150,723	372,944
Financial assets held for trading	1,435	-	-	-	8,190	9,625
Loans and finance lease receivable	642,648	61,781	1,153,171	68,555	350,419	2,276,574
Investment securities:	249,168	9,675	73,350	179,883	31,000	543,076
<i>available-for-sale</i>	28,592	-	-	-	22,337	50,929
<i>held-to-maturity</i>	220,576	9,675	73,350	179,883	8,663	492,147
Investments in subsidiaries	-	-	-	-	39,821	39,821
Intangible assets	-	-	-	-	2,510	2,510
Property, plant and equipment	-	-	-	-	25,844	25,844
Investment property	-	-	-	-	16,052	16,052
Deferred income tax assets	-	-	-	-	1,636	1,636
Other assets	-	-	-	-	79,864	79,864
Total assets	1,048,186	137,384	1,235,866	300,787	1,246,425	3,968,648
Liabilities						
Due to banks and other financial institutions	245,840	97,387	18,612	397	53,946	416,182
Financial liabilities at fair value through profit or loss	-	-	-	-	1,010	1,010
Due to customers	800,289	549,838	929,243	62,162	585,857	2,927,389
Debt securities in issue	-	19,429	-	-	150	19,579
Subordinated loans	-	3,540	-	93,226	1,972	98,738
Other liabilities	-	-	8,000	-	18,502	26,502
Total liabilities	1,046,129	670,194	955,855	155,785	661,437	3,489,400
Off balance sheet claims sensitive to interest rate changes	-	-	-	-	-	-
Off balance sheet liabilities sensitive to interest rate changes	-	-	-	-	-	-
Interest rate risk	2,057	(532,810)	280,011	145,002	584,988	479,248

The table below summarizes the Bank's exposure to interest rate risks as of 31 December 2008.

	Up to 1 month	1-3 months	3-12 months	Over 1 year	Non- interest bearing	Total
Total assets	2,593,684	135,527	603,914	456,428	434,697	4,224,250
Total liabilities	881,116	873,800	1,197,190	152,718	644,923	3,749,747
Off balance sheet claims sensitive to interest rate changes	17,264	-	-	-	-	17,264
Off balance sheet liabilities sensitive to interest rate changes	17,264	-	-	-	-	17,264
Interest rate risk	1,712,568	(738,273)	(593,276)	303,710	(210,226)	474,503

**EXPLANATORY NOTES
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(All amounts in LTL thousands unless otherwise stated)



Sensitivity to interest rate risk:

The Group			The Bank	
2009-09-30	2008-12-31		2009-09-30	2008-12-31
Changes in profit or loss if interest rates increased by 1 percentage point				
(459)	4,152	LTL	1,927	4,782
(1,133)	1,257	EUR	(1,513)	2,426
(1,252)	(721)	USD	(1,228)	(671)
(434)	(238)	Other currencies	(437)	(245)
(3,278)	4,450	Total changes in profit or loss if interest rates increased by 1 percentage point	(1,251)	6,292
Changes in profit or loss if interest rates decreased by 1 percentage point				
(475)	(4,152)	LTL	(1,924)	(4,781)
3,403	1,514	EUR	3,834	1,775
2,250	1,792	USD	2,225	1,742
495	312	Other currencies	498	319
5,673	(534)	Total changes in profit or loss if interest rates decreased by 1 percentage point	4,633	(945)

Negative impact from the increase in interest rates is lower than positive impact from the decrease in interest rates because of the variable rate loans granted with fixed minimal interest rates.

NOTE 17 COMPLIANCE WITH PRUDENTIAL REQUIREMENTS

In 2008 and 2009, the Group and the Bank were in compliance with all the requirements set by the Bank of Lithuania.

The compliance with the limits and ratios set by the Bank of Lithuania as of 30 September 2009 is presented in the table below:

Ratio	Requirement	Bank's ratio	Financial group's* ratio
Capital adequacy ratio	>= 8 percent	14.58 %	14.64 %
Liquidity ratio	>= 30 percent	44.12 %	43.67 %
Maximum credit exposure to a single borrower	<= 25 percent (for subsidiaries – 75 percent) of eligible capital	Complied	Complied
Large loans	<= 800 percent of eligible capital	270.33 %	207.53 %
Aggregate open foreign currency position	<= 25 percent of eligible capital	0.13 %	3.48 %
Single open foreign currency position	<= 15 percent of eligible capital	0.10 %	3.34 %

* Financial group – AB Ūkio bankas, UAB Ūkio Banko Lizingas, RAB Ūkio Bank Lizing, UAB Ūkio Banko Rizikos Kapitalo Valdymas, GD UAB Bonum Publicum, UAB Ūkio Banko Investicijų Valdymas.

The compliance with the limits and ratios set by the Bank of Lithuania as of 31 December 2008 is presented in the table below:

Ratio	Requirement	Bank's ratio	Group's ratio
Capital adequacy ratio	>= 8 percent	12.79 %	13.29 %
Liquidity ratio	>= 30 percent	42.75 %	35.99 %
Maximum credit exposure to a single borrower	<= 25 percent (for subsidiaries – 75 percent) of eligible capital	Complied	Complied
Large loans	<= 800 percent of eligible capital	357.06 %	200.71 %
Aggregate open foreign currency position	<= 25 percent of eligible capital	(0.99) %	(1.38) %
Single open foreign currency position	<= 15 percent of eligible capital	(0.82) %	(1.25) %

Please also refer to the note 18 for additional details on capital adequacy ratio calculation.

NOTE 18 CAPITAL ADEQUACY

The capital adequacy ratio set by Bank of Lithuania is to be at least 8 percent of the Group's and the Bank's capital.

Starting from year 2008, the compliance with capital adequacy ratio is calculated based on the General Regulations for the Calculation of Capital Adequacy (No 138 09 11 2006) approved by the board of the Bank of Lithuania.

The capital adequacy ratio as of 30 September 2009 and 31 December 2008 calculated in accordance with the Bank of Lithuania regulations, is presented in the tabale below

Financial Group			The Bank	
2009-09-30	2008-12-31		2009-09-30	2008-12-31
		Tier 1 capital		
245,824	196,708	Share capital	245,824	196,708
76,500	76,500	Share premium	76,500	76,500
136,647	50,000	Reserve capital	136,647	50,000
16,650	60,145	Undistributed profit of previous years	-	33,825
16,046	11,245	Legal reserve	15,532	10,971
-	49,116	General reserve for losses of assets		49,116
(21)	(110)	Revaluation reserve – available-for-sale investment securities	-	-
(22,332)	(22,671)	Deductions	(22,245)	(22,513)
469,314	420,933	Total Tier 1 capital	452,258	394,607
		Tier 2 capital		
(1,974)	2,358	Currency translation reserve	-	-
93,226	93,961	Eligible for inclusion in Tier 2 capital part of subordinated loans	93,226	93,961
	-	Deductions	(19,736)	(19,736)
91,252	96,319	Total Tier 2 capital	73,490	74,225
560,566	517,252	Total Capital Base	525,748	468,832
		Risk-weighted assets and off-balance sheet items		
3,169,950	3,261,140	Banking book risk-weighted assets and off-balance sheet items	3,148,540	3,169,020
214,110	184,190	Trading book risk-weighted assets and off-balance sheet items	93,000	131,260
445,560	445,560	Operational risk risk-weighted assets and off-balance sheet items	365,030	365,030
3,829,620	3,890,890	Total risk-weighted assets and off-balance sheet items	3,606,570	3,665,310
12.25	10.82	Tier 1 capital / Total risk-weighted assets and off-balance sheet items, %	12.54	10.77
14.64	13.29	Capital adequacy ratio, %	14.58	12.79

NOTE 19 RELATED PARTY TRANSACTIONS

Related party	Description of relationship
Shareholders	Shareholders whose interest exceeds 5 percents of share capital
Members of the Board and Council Subsidiaries	Companies, comprising the Group as described in Note 1 to financial statements
Other related parties	Balkan Investment Bank A. D.; UAB Ūkio Banko Investicinė Grupė; UAB Asocijuoto Turto Valdymas; UAB FMI Finbaltus; UAB Apskaita ir Verslo Projektai and heads of administration of the Bank's subsidiaries and their close relatives, close relatives of the Bank's shareholders and members of the Board and Council

During the year 2009 and 2008 Group companies entered into the following transactions with related parties that are not members of the Group:

The Group	Members of the Board and the Council		Shareholders	Other related parties
As of 30 September 2009				
Loans, finance lease receivable	2,721	-	-	134,226
Interest income	131	-	-	6,987
Deposits	1,993	160	-	20,111
Interest expenses	52	3	-	262
As of 31 December 2008				
Loans, finance lease receivable	3,494	-	-	112,371
Interest income	134	-	-	5,444
Deposits	2,215	21	-	39,807
Interest expenses	141	6	-	658

The Bank	Members of the Board and the Council		Shareholders	Other related parties
As of 30 September 2009				
Loans, finance lease receivable	2,675	-	-	134,175
Interest income	128	-	-	6,983
Deposits	1,993	160	-	20,111
Interest expenses	52	3	-	262
As of 31 December 2008				
Loans, finance lease receivable	3,480	-	-	112,255
Interest income	131	-	-	5,436
Deposits	2,215	21	-	39,807
Interest expenses	141	6	-	658

The Group		Compensation to key management personnel	The Bank	
2009-01-01 - 2009-09-30	2008-01-01 - 2008-09-30		2009-01-01 - 2009-09-30	2008-01-01 - 2008-09-30
3,207	4,245	Short-terms payments	1,370	3,434
-	-	Long-terms payments	-	-

**EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009**

(All amounts in LTL thousands unless otherwise stated)



As of 30 September 2009 and for the nine month period then ended related party transactions between the Bank and subsidiaries were as follows:

Related parties	Bank's payables	Bank's receivables	Income received	Expenses
GD UAB Bonum Publicum	6,347	2	110	547
UAB Ūkio Banko Lizingas	804	214,003	13,310	67
UAB Ūkio Banko Investicijų Valdymas	201	-	1	2
UAB Ūkio Banko Rizikos Kapitalo Valdymas	-	19,269	7,090	6,950
RAB Ūkio Bank Lizing	-	45,634	2,582	-
UAB Investicinio Turto Valdymas	-	97,576	3,399	-

As of 31 December 2008 and for the year then ended related party transactions between the Bank and subsidiaries were as follows:

Related parties	Bank's payables	Bank's receivables	Income received	Expenses
GD UAB Bonum Publicum	10,145	1	96	532
UAB Ūkio Banko Lizingas	407	280,813	17,680	125
UAB Ūkio Banko Investicijų Valdymas	153	-	1	9
UAB Ūkio Banko Rizikos Kapitalo Valdymas	300,001	303,336	2,848	2,539
RAB Ūkio Bank Lizing	-	53,311	3,572	-

The transactions with related parties were concluded on an arm's length basis.

NOTE 20 CONTINGENT ASSETS AND LIABILITIES AND COMMITMENTS

The Group		Claims and liabilities	The Bank	
2009-09-30	2008-12-31		2009-09-30	2008-12-31
41,774	33,072	Guarantees and warranties	41,774	33,072
1,322	981	Commitments to issue letters of credit	1,322	981
113,864	169,748	Irrevocable lending commitments	59,722	96,847
41,438	76,161	Spot liabilities	53,523	76,161
41,462	75,798	Spot claims	53,547	75,798
-	6	Other off balance commitments	-	6

As of 30 September 2009 UAB Ūkio Banko Lizingas has finance lease contracts in the amount LTL'000 691 signed, but not yet executed (31 December 2008: LTL'000 1,378).

Finance lease – as of 30 September 2009 the Bank has outstanding finance lease obligations under finance lease contracts in the amount of LTL'000 0 (31 December 2008: LTL'000 60). Minimum finance lease payment obligations are recorded on the balance sheet under liabilities. The Bank's obligations under finance leases are secured by the lessor's right to the leased assets. The Bank's finance lease obligations relate to lease contracts signed with the Bank's wholly owned subsidiary UAB Ūkio Banko Lizingas.

Operating leases – the Bank rents offices, other premises and land for banking activities. The Bank has outstanding non-cancelable commitments in connection with the rental agreements as of 30 September 2009 amounting to LTL'000 74,998 (31 December 2008: LTL'000 84,343).

**EXPLANATORY NOTES
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(All amounts in LTL thousands unless otherwise stated)



As of 30 September 2009 the Group's and the Bank's future annual minimum commitments under leases were following:

For the year ending 31 December	2009-09-30		2008-12-31	
	Finance lease	Operating lease	Finance lease	Operating lease
2009	-	2,995	61	11,428
2010	-	10,689	-	10,444
2011	-	9,897	-	9,825
2012	-	8,179	-	8,290
2013	-	7,360	-	6,929
Thereafter	-	35,878	-	37,427
Minimum lease payments		74,998	61	84,343
Less: interest	-		(1)	
Present value of minimum lease payments		-	60	

It is expected that in the normal course of business, expiring leases will be renewed or replaced by leases on other fixed assets.

Litigation and claims – As of 30 September 2009 and 31 December 2008 the Group/Bank was not involved in any legal proceedings except for those related to loan loss recovery.

NOTE 21 SEGMENT ANALYSIS BY BUSINESS SEGMENT

	2009-01-01 – 2009-09-30				
	Banking	Finance lease	Other activities	Elimination	Group
CONTINUING OPERATIONS					
Revenues:					
Internal	23,106	81	8,370	(31,557)	-
External	256,546	47,927	20,382	-	324,855
	279,652	48,008	28,752	(31,557)	324,855
Expenses:					
Internal	(7,747)	(16,911)	(7,214)	31,872	-
External	(259,337)	(13,345)	(15,735)	-	(288,417)
	(267,084)	(30,256)	(22,949)	31,872	(288,417)
Segment result	12,568	17,752	5,803	315	36,438
Impairment losses	(2,522)	(13,056)	(385)	(6,154)	(22,117)
Depreciation and amortization	(4,770)	(872)	(185)	-	(5,827)
Profit before tax	5,276	3,824	5,233	(5,839)	8,494
Income tax	(531)	(1,483)	(96)	-	(2,110)
Net result for the period from continuing operations	4,745	2,341	5,137	(5,839)	6,384
Net result from discontinued operations	-	-	-	-	-
NET RESULT FROM CONTINUING AND DISCONTINUED OPERATIONS	4,745	2,341	5,137	(5,839)	6,384
Attributable to:					
Equity holders of the parent	4,745	2,341	5,137	(5,839)	6,384
Minority interest	-	-	-	-	-
Assets	3,968,648	287,049	215,474	(424,568)	4,046,603
Liabilities	3,489,400	277,994	166,989	(383,836)	3,550,547

The Banking segment includes financial information of AB Ūkio Bankas, Finance lease segment includes financial information of UAB Ūkio Banko Lizingas and RAB Ūkio Bank Lizing. Other activities segment includes financial information of UAB Ūkio Banko Rizikos Kapitalo Valdymas, UAB Ūkio Banko Investicijų Valdymas, UAB Investicinio Turto Valdymas and GD UAB Bonum Publicum.

**EXPLANATORY NOTES
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2009**
(All amounts in LTL thousands unless otherwise stated)



	2008-01-01 – 2008-09-30				
	Banking	Finance lease	Other activities	Elimination	Group
CONTINUING OPERATIONS					
Revenues:					
Internal	17,705	111	2,632	(20,448)	-
External	305,383	41,955	14,323	(27,000)	334,661
	323,088	42,066	16,955	(47,448)	334,661
Expenses:					
Internal	(477)	(16,421)	(267)	17,165	-
External	(235,384)	(13,747)	(12,275)	-	(261,406)
	(235,861)	(30,168)	(12,542)	17,165	(261,406)
Segment result	87,227	11,898	4,413	(30,283)	73,255
Impairment losses	17,744	(5,190)	-	-	12,584
Depreciation and amortization	(5,078)	(385)	(178)	-	(5,641)
Profit before tax	99,893	6,353	4,235	(30,283)	80,198
Income tax	(10,464)	(800)	(22)	-	(11,286)
Net result for the period from continuing operations	89,429	5,553	4,213	(30,283)	68,912
Net result from discontinued operations	-	-	12,478	2,454	14,932
NET RESULT FROM CONTINUING AND DISCONTINUED OPERATIONS	89,429	5,553	16,691	(27,829)	83,844
Attributable to:					
Equity holders of the parent	89,429	5,553	16,691	(27,829)	83,844
Minority interest	-	-	-	-	-
Assets	4,161,765	385,341	70,519	(392,638)	4,224,987
Liabilities	3,649,763	368,565	28,530	(352,310)	3,694,548

The Banking segment includes financial information of AB Ūkio Bankas, Finance lease segment includes financial information of UAB Ūkio Banko Lizingas and RAB Ūkio Bank Lizing. Other activities segment includes financial information of UAB Ūkio Banko Rizikos Kapitalo Valdymas, UAB Ūkio Banko Investicijų Valdymas and GD UAB Bonum Publicum. Discontinued operations (attributed to other activities segment) includes financial information of UAB Turto Valdymo Strategija, UAB Turto Valdymo Sprendimai, UAB Turto Valdymo Sistemose and OAO Russkiy Karavay.

NOTE 22 MAIN PROFITABILITY RATIOS

The Group			The Bank	
2009-01-01 – 2009-09-30	2008-01-01 – 2008-09-30		2009-01-01 – 2009-09-30	2008-01-01 – 2008-09-30
0.21	2.61	Return on assets, annualised, in percent	0.15	2.91
1.72	21.30	Return on equity, annualised, in percent	1.33	25.31
0.93	0.57	Expense / Income before income tax	0.94	0.46

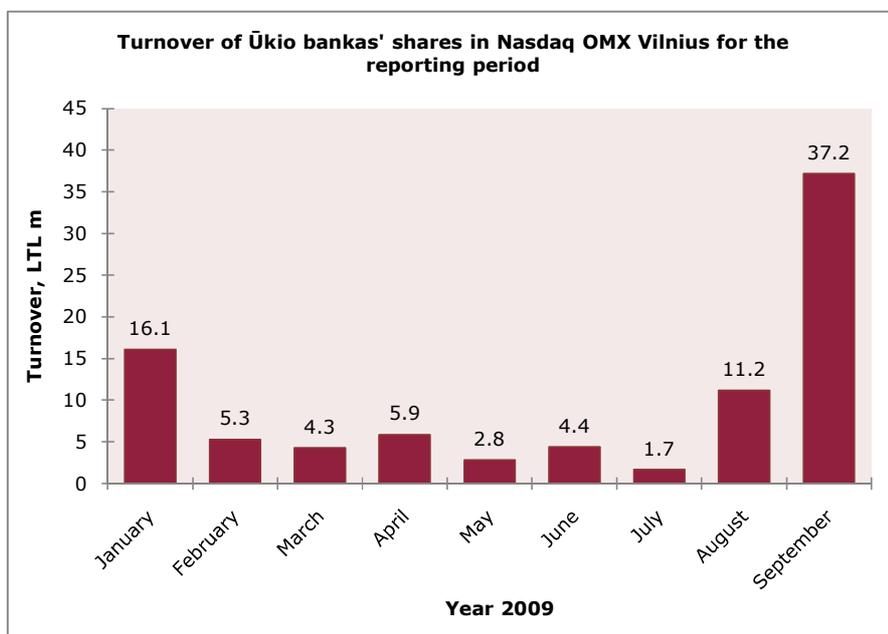
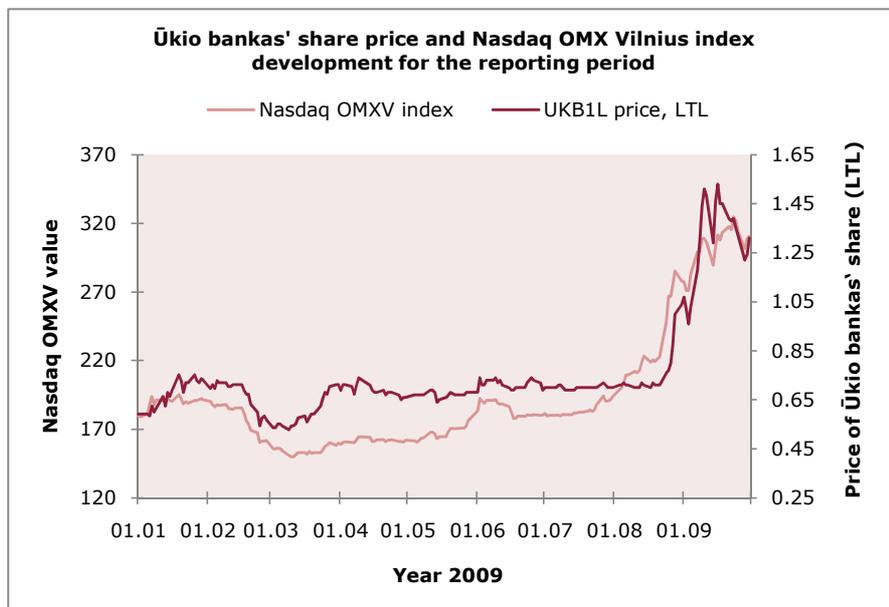
CREDIT RATINGS

International rating agency Standard&Poor’s has assigned the following ratings to Ūkio banks:

- Long-term counterparty credit rating B (rating assigned as of 28 August 2009);
- Short-term counterparty credit rating C (rating assigned as of 28 August 2009).

The outlook of ratings is negative.

AB ŪKIO BANKAS SHARE PRICE PERFORMANCE AND TURNOVER FOR THE REPORTING PERIOD



INFORMATION ON AB ŪKIO BANKAS MANAGING BODIES (NUMBER OF SHARES HELD, PERCENTAGES OF BANK CAPITAL AND VOTES PRESENTED AS OF 30 SEPTEMBER 2009)

Name, surname, position	Number of shares held	Percentage of Bank capital, %	Percentage of votes, %
SUPERVISORY COUNCIL OF THE BANK			
Karpavičienė Edita Chairwoman	197,450	0.0803	0.0803
Kurauskienė Ala Deputy Chairwoman	405,024	0.1648	0.1648
Gončaruk Olga Member	8,124,854	3.3052	3.3052
Jakavičienė Gražina Member	11,286	0.0046	0.0046
Soldatenko Viktor Member	2,785	0.0011	0.0011
BOARD OF THE BANK			
Ugianskis Gintaras Chairman, CEO	96,225	0.0391	0.0391
Balandis Rolandas Deputy Chairman, Head of International Banking Division	80,105	0.0326	0.0326
Žalys Arnas Deputy Chairman, Head of Finance Division	51,000	0.0207	0.0207

MATERIAL EVENTS IN AB ŪKIO BANKAS ACTIVITIES

- 13 January 2009** Announced, that as of 8th of January 2009 the Board of Bank of Lithuania in respect with results of inspection on AB Ūkio bankas, accepted the resolution that AB Ūkio bankas has to strengthen it's capital base and limit the growth of certain risky assets;
- 13 February 2009** Announced that at the meeting of the Board of AB Ūkio bankas as of 12 February 2009, a resolution was taken to issue fixed rate bond issue in LTL under the "Base prospectus of LTL 200,000,000 short and medium term bonds offering programme" approved on 19 June 2008 by the Security Commission of the Republic of Lithuania, and to approve the Final terms and conditions of the issue. To view the Final terms and conditions, approved "Base prospectus of LTL 200,000,000 short and medium term bonds offering programme" and related documents is possible at the AB Ūkio bankas secretary office, Maironio str. 25, Kaunas, branches and units of the Bank and the Internet website www.ub.lt;
- 21 February 2009** Announced AB Ūkio bankas preliminary unaudited net profit of year 2008 is LTL 57.4 million (EUR 16.6 million) – i. e. 30.6 percent less than in year 2007, when a net profit of LTL 82.7 million (EUR 24.0 million) was earned and 37.3 percent less than planned (LTL 91.5 million, or EUR 26.5 million). Main reasons behind not reaching planned profit are: higher than planned provisions against the impairment of loans and receivables, caused by changes in Lithuanian economics; number of banking operations performed by customers was lower than planned; levels of interest earning assets were lower than planned; cost of borrowing increased more than was planned; result of trading activities was lower than planned.
AB Ūkio bankas group preliminary unaudited net profit of year 2008 is LTL 48.0 million (EUR 13.9 million) – i. e. 37.9 percent less than in year 2007, when a net profit of LTL 77.4 million (EUR 22.4 million) was earned;
- 24 February 2009** Convocation of an ordinary general meeting of AB Ūkio bankas shareholders announced. The Bank's Board has approved the agenda of the meeting to be held on 27 March 2009;
- 27 February 2009** Announced that on 26 February 2009 AB Ūkio bankas finished the issue of Fixed rate bond issue LTL No. 1/2009 issued under LTL 200,000,000 short and medium term bonds offering program. During distribution period from 17 February 2009 till 26 February 2009 20,839 bonds with nominal value of LTL 100 and fixed 12 percent annual interest rate were issued. Redemption of bonds on 28 May 2009;
- 10 March 2009** Amendment to agenda of ordinary general meeting of shareholders was announced;
- 17 March 2009** Draft resolutions of the ordinary general meeting, to be held on 27 March 2009, prepared by the Board were announced;

27 March 2009	Announced that Edita Karpavičienė and Antanas Grigaliauskas resigned from the position of the member of the Board of AB Ūkio bankas;
27 March 2009	Announced that Liutauras Varanavičius, Lars Ulf Uno Lowenhav, Leonas Rimantas Butkus resigned from the position of the member of the Supervisory Council of AB Ūkio bankas;
27 March 2009	Announced resolutions of the Ordinary General Meeting of AB Ūkio bankas shareholders;
27 March 2009	Announced affirmed composition of AB Ūkio bankas Board as follows: Gintaras Ugianskis (Chairman of the Board), Rolandas Balandis (Deputy Chairman of the Board) and Arnas Žalys (Deputy Chairman of the Board);
27 March 2009	Announced composition of AB Ūkio bankas Supervisory council: Edita Karpavičienė (Chairwoman of the Supervisory council), Ala Kurauskienė (Deputy Chairwoman of the Supervisory council), Olga Gončaruk (Member of the Supervisory council), Gražina Jakavičienė (Member of the Supervisory council), Viktor Soldatenko (Member of the Supervisory council);
31 March 2009	Announced that international rating agency Standard&Poor's Ratings Services as at 31 March 2009 changed ratings assigned to AB Ūkio bankas: long-term counterparty credit rating B+, short-term counterparty credit rating B, the outlook of ratings is negative.
16 April 2009	Announced that international rating agency Moody's Investors Service as at 16 April 2009 changed ratings assigned to AB Ūkio bankas: long-term deposit rating B2 (the outlook of rating is negative), financial strength rating E+ (the outlook of rating is stable). Short-term rating remains unchanged NP.
5 May 2009	Announced AB Ūkio bankas group consolidated unaudited net profit of the three months of year 2009 is LTL 5.5 million (EUR 1.6 million). AB Ūkio bankas unconsolidated unaudited net profit of the three months of year 2009 is LTL 4.0 million (EUR 1.2 million).
8 May 2009	Announced that on 8 May 2009 AB Ūkio bankas Statute with increased authorized share capital has been registered with the Register of legal entities. After increase the Bank's authorized share capital amounts to LTL 245,824,000 (EUR 71.20 million). One share has a nominal value of LTL 1 (EUR 0.29).
14 May 2009	Announced that on 14th May 2009 Central Securities Depository of Lithuania effected amendments in the AB Ūkio bankas securities issue registration account in accordance with the adding of the new LTL 49,116,000 share issue to the share issue of the LTL 196,708,000 valid until now. After the assimilation of issues the authorized share capital of AB Ūkio bankas amounts LTL 245,824,000.
28 May 2009	Announced that AB Ūkio bankas according to the provisions specified in Base Prospectus of Short and Medium Term Bonds Offering Programme and Final Terms and Conditions approved by the Board of the Bank as of 12 February 2009 redeemed whole Fixed rate bond issue No. 1/2009, ISIN code – LT0000330540.
4 August 2009	Announced AB Ūkio bankas group consolidated unaudited net profit of the six months of year 2009 is LTL 6.2 million (EUR 1.8 million). AB Ūkio bankas unconsolidated unaudited net profit of the six months of year 2009 is LTL 4.6 million (EUR 1.3 million).
28 August 2009	Announced that international rating agency Standard&Poor's Ratings Services as at 28 August 2009 changed ratings assigned to AB Ūkio bankas: long-term counterparty credit rating B, short-term counterparty credit rating C, the outlook of ratings is negative.
3 September 2009	Announced that AB Ūkio bankas has taken decision to suspend cooperation with international rating agency "Moody's Investors Service" due to the cost efficiency policy.
17 September 2009	Announced that AB Ūkio bankas acquired 100 percent of Joint Stock Company "Investicinio turto valdymas" shares. The main activity of JSC "Investicinio turto valdymas" is asset management and administration.
21 September 2009	Announced that AB Ūkio bankas transferred 2,000,000 units of AB Kauno tiekimas ordinary registered shares, representing 19.64 per cent of the company's share capital.

All notifications on material events in relation to AB Ūkio bankas activities were delivered to the Lithuanian Securities Commission, Stock Exchange NASDAQ OMX Vilnius, news agencies BNS and ELTA, and placed on the Bank's website www.ub.lt.
