



## CONFIRMATION FROM THE RESPONSIBLE PERSONS

We, Chief Executive Officer of Šiaulių bankas AB Audrius Žiugžda and Chief Accountant Vita Adomaitytė, confirm that as far as we know, the financial statements for 12 months of 2012 are formed in compliance with the applicable accounting standards, correspond the reality and correctly reflect the total assets, liabilities, financial status, activity result and cash flow of Šiaulių bankas AB and consolidated companies.

Chief Executive Officer

A handwritten signature in black ink, appearing to be 'A. Žiugžda'.

Audrius Žiugžda

Chief Accountant

A handwritten signature in black ink, appearing to be 'V. Adomaitytė'.

Vita Adomaitytė

20-02-2013



**FINANCIAL STATEMENT**

**31 DECEMBER 2012**

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# **FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB**

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(all amounts are in LTL thousand, unless otherwise stated)

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# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## THE GROUP'S AND BANK'S STATEMENT OF FINANCIAL POSITION

	Notes	31-12-2012		31-12-2011	
		Group	Bank	Group	Bank
<b>ASSETS</b>					
Cash and cash equivalents	2	221 855	221 805	223 846	223 844
Due from other banks	3	4 137	4 137	4 147	4 147
Trading securities	6	51 198	51 198	16 574	16 574
Derivative financial instruments		8 125	8 125	-	-
Loans to customers	4	1 736 751	2 057 702	1 786 631	2 069 758
Finance lease receivables	5	183 863	-	163 741	-
Investment securities:					
- available-for-sale	6	207 611	205 385	35 617	32 068
- held-to-maturity	6	273 031	273 031	306 349	303 281
Investments in subsidiaries, associates	6	0	51 791	18 392	16 889
Intangible assets		1 207	903	916	894
Tangible fixed assets		90 496	45 728	80 188	47 578
Prepaid income tax		208	-	10	-
Deferred income tax assets		7 669	6 225	9 091	8 952
Other assets	7	156 552	5 436	77 803	7 581
Assets related with subsidiaries to sale	7	-	-	13 999	-
<b>Total assets</b>		<b>2 942 703</b>	<b>2 931 466</b>	<b>2 737 304</b>	<b>2 731 566</b>
<b>LIABILITIES</b>					
Due to other banks and financial institutions	8	406 270	408 568	470 889	470 900
Derivative financial instruments		-	-	-	-
Due to customers	9	2 165 691	2 165 852	1 893 885	1 894 167
Special and lending funds	10	7 294	7 294	16 900	16 900
Debt securities in issue	11	22 912	22 912	45 284	45 284
Income tax liabilities		390	-	138	-
Deferred income tax liabilities		5 668	-	-	-
Liabilities related with subsidiaries to sale	7	-	-	1 296	-
Other liabilities	12	20 022	7 984	14 694	6 707
<b>Total liabilities</b>		<b>2 628 247</b>	<b>2 612 610</b>	<b>2 443 086</b>	<b>2 433 958</b>
<b>EQUITY</b>					
Share capital	13	234 858	234 858	234 858	234 858
Share premium	13	47 861	47 861	47 861	47 861
Reserve capital	13	2 611	2 611	2 611	2 611
Statutory reserve	13	1 891	1 289	960	648
Financial assets revaluation reserve		5 194	5 194	(1 182)	(1 182)
Retained earnings		21 207	27 043	9 110	12 812
Non controlling interest in equity		834	-	-	-
<b>Total equity</b>		<b>314 456</b>	<b>318 856</b>	<b>294 218</b>	<b>297 608</b>
<b>Total liabilities and equity</b>		<b>2 942 703</b>	<b>2 931 466</b>	<b>2 737 304</b>	<b>2 731 566</b>

The notes on pages 10-37 constitute an integral part of these financial statements

Chief executive Officer  
Chief accountant



Audrius Žiugžda  
Vita Adomaitytė

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

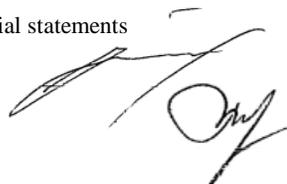
## THE GROUP'S AND BANK'S STATEMENT OF COMPREHENSIVE INCOME

	Notes	31-12-2012		31-12-2011	
		Group	Bank	Group	Bank
Continuing operations					
Interest and similar income	14	124 497	122 427	120 802	116 080
Interest expense and similar charges	14	(68 612)	(68 611)	(66 024)	(66 029)
<b>Net interest income</b>		<b>55 885</b>	<b>53 816</b>	<b>54 778</b>	<b>50 051</b>
Fee and commission income	15	16 545	16 617	14 208	14 152
Fee and commission expense	15	(8 445)	(7 944)	(5 724)	(5 703)
<b>Net fee and commission income</b>		<b>8 100</b>	<b>8 673</b>	<b>8 484</b>	<b>8 449</b>
Allowance for impairment losses	17	(28 136)	(25 926)	(10 621)	(9 561)
Result from associate company		-	-	11	-
Net gain on operations with derivative financial instruments		2 861	2 861	-	-
Net gain on operations with securities		10 608	9 606	(3 441)	(3 441)
Net foreign exchange gain		4 866	4 865	4 881	4 883
Gain on disposal of assets		7 968	57	2 164	31
Other income		3 744	1 009	2 899	736
Administrative and other operating expenses	16	(51 518)	(39 503)	(43 518)	(36 636)
<b>(Losses) profit from continuing operations</b>		<b>14 378</b>	<b>15 458</b>	<b>15 637</b>	<b>14 512</b>
Dividends from investments in subsidiaries		-	1 000	-	-
<b>(Losses) profit before income tax</b>		<b>14 378</b>	<b>16 458</b>	<b>15 637</b>	<b>14 512</b>
<b>Discontinued operations:</b>		-	-	-	-
(Losses) profit from discontinued operations before tax	7	-	-	(685)	-
Income tax expense		(1 351)	(1 586)	(1 929)	- 1 700
<b>(Losses) profit for the year</b>		<b>13 027</b>	<b>14 872</b>	<b>13 023</b>	<b>12 812</b>
<b>Other comprehensive (loss) income</b>					
Gain (losses) from revaluation of financial assets		7 518	7 518	(1 656)	(3 027)
Deferred income tax on (loss) gain from revaluation of financial assets		(1 142)	(1 142)	476	476
Other comprehensive (loss) income, net of tax		6 376	6 376	(1 180)	(2 551)
<b>Total comprehensive (losses) income</b>		<b>19 403</b>	<b>21 248</b>	<b>11 843</b>	<b>10 261</b>
<b>Profit is attributable to:</b>					
Equity holders of the Bank		12 927	14 872	13 023	12 812
from continuing operations		12 927	14 872	13 708	12 812
from discontinued operations		-	-	(685)	-
Non controlling interest		100	-	-	-
<b>(Losses) profit for the year</b>					
Equity holders of the Bank		19 303	21 248	11 843	10 261
Non controlling interest		100	-	-	-
Basic earnings (losses) per share, net (in LTL per share)	13	0.06	0.06	0.06	0.06

The notes on pages 10-37 constitute an integral part of these financial statements

Chief executive Officer

Chief accountant



Audrius Žiugžda

Vita Adomaitytė

20 February 2013

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## THE GROUP'S AND BANK'S INCOME STATEMENT FOR THE PERIOD

	FROM 10 TO 12 MONTH 2012		FROM 10 TO 12 MONTH 2011	
	Group	Bank	Group	Bank
<b>Continuing operations</b>				
Interest and similar income	31 414	30 479	33 346	32 115
Interest expense and similar charges	(17 048)	(17 050)	(16 412)	(16 737)
<b>Net interest income</b>	<b>14 366</b>	<b>13 429</b>	<b>16 934</b>	<b>15 378</b>
Fee and commission income	4 440	4 471	4 120	3 996
Fee and commission expense	(2 305)	(1 989)	(1 728)	(1 736)
<b>Net fee and commission income</b>	<b>2 135</b>	<b>2 482</b>	<b>2 392</b>	<b>2 260</b>
Allowance for impairment losses	(10 642)	(8 947)	(4 395)	(3 113)
Net gain on operations with securities	3 935	3 935	(3 664)	(3 664)
Income from associates	-	-	11	-
Net gain on operations with derivative financial instruments	2 861	2 861	-	-
Net foreign exchange gain	1 281	1 279	1 335	1 330
Gain on disposal of assets	2 483	(157)	661	15
Other income	640	137	1 158	204
Administrative and other operating expenses	(16 733)	(11 426)	(11 947)	(10 281)
<b>(Losses) profit from continuing operations</b>	<b>326</b>	<b>3 593</b>	<b>2 485</b>	<b>2 129</b>
Dividends from investments in subsidiaries	-	-	-	-
<b>(Losses) profit before income tax</b>	<b>326</b>	<b>3 593</b>	<b>2 485</b>	<b>2 129</b>
<b>Discontinued operations:</b>				
(Losses) profit from discontinued operations before tax	723	-	(131)	-
Income tax expense	813	270	(52)	(46)
<b>(Losses) profit for the period</b>	<b>1 862</b>	<b>3 863</b>	<b>2 302</b>	<b>2 083</b>
Equity holders of the Bank	1 860	3 863	2 302	2 083
Non controlling interest	2	-	-	-

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## THE GROUP'S AND BANK'S CASH FLOW STATEMENT

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
<b>Operating activities</b>				
Interest received	105 620	103 312	102 777	98 045
Interest paid	(66 991)	(66 990)	(62 359)	(62 364)
Net cash received from service and commission fees	8 100	8 673	8 484	8 449
Net cash received from operations in trading securities	10 154	9 152	(3 363)	(3 363)
Net cash received from operations in foreign currency	4 796	4 795	4 608	4 610
Cash received from previously written-off loans	1 243	715	1 756	1 157
Salaries and related payments to and on behalf of employees	(27 552)	(23 399)	(24 975)	(21 623)
Other receipts (payments)	(7 898)	(13 258)	(13 492)	(11 741)
Income tax paid	(957)	-	-	-
<b>Net cash flow from operating activities before change in short-term assets and liabilities</b>	<b>26 515</b>	<b>23 000</b>	<b>13 436</b>	<b>13 170</b>
<b>(Increase) decrease in assets:</b>				
Decrease in trading securities	(33 154)	(33 154)	66 425	63 505
Decrease in loans to credit and financial institutions	10	10	570	(55 520)
(Increase) in loans to customers	(807)	(18 192)	(423 859)	(366 698)
Decrease in other assets	(74 255)	2 052	10 267	8 535
<b>Increase in liabilities</b>				
Increase in liabilities to credit and financial institutions	(64 619)	(62 332)	99 906	99 883
Increase in deposits, special and leanding funds	262 200	262 079	209 589	209 776
Increase in other liabilities	3 692	1 058	6 694	4 175
<b>Change</b>	<b>93 067</b>	<b>151 521</b>	<b>(30 408)</b>	<b>(36 344)</b>
<b>Net cash flow from operating activities</b>	<b>119 582</b>	<b>174 521</b>	<b>(16 972)</b>	<b>(23 174)</b>
<b>Investing activities</b>				
(Purchase) of tangible and intangible fixed assets	(5 296)	(2 439)	(14 476)	(7 877)
Disposal of tangible and intangible fixed assets	4 778	2 719	5 256	1 876
(Acquisition) of held to maturity securities	(31 400)	(31 400)	(31 424)	(28 356)
Proceeds from redemption of held to maturity securities	76 405	73 337	29 951	23 531
(Acquisition) of available-for-sale securities	(349 138)	(349 006)	(211 236)	(210 667)
Disposal of available-for-sale securities	188 519	188 519	189 732	189 732
(Acquisition) of subsidiary	18 392	(35 357)	(5 767)	-
Dividends received	60	1 060	42	42
<b>Net cash used in investing activities</b>	<b>(97 680)</b>	<b>(152 567)</b>	<b>(37 922)</b>	<b>(31 719)</b>
<b>Financing activities</b>				
Increase in share capital	-	-	31 200	31 200
Dividends paid	-	-	-	-
Payment to non controlling interest	100	-	-	-
Debt securities issued	1 514	1 514	111 933	111 933
Debt securities repurchased and redeemed	(25 507)	(25 507)	(72 793)	(72 793)
<b>Net cash flow from financing activities</b>	<b>(23 893)</b>	<b>(23 993)</b>	<b>70 340</b>	<b>70 340</b>
<b>Net increase in cash and cash equivalents</b>	<b>(1 991)</b>	<b>(2 039)</b>	<b>15 446</b>	<b>15 447</b>
<b>Cash and cash equivalents at 1 January</b>	<b>223 846</b>	<b>223 844</b>	<b>208 400</b>	<b>208 397</b>
<b>Cash and cash equivalents at 31 December</b>	<b>221 855</b>	<b>221 805</b>	<b>223 846</b>	<b>223 844</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## THE GROUP'S STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	Attributable to equity holders of the Bank							
	Share capital	Share premium	Reserve capital	Statutory reserve and others reserves	Retained earnings	Total:	Non controlling interest	Total equity:
<b>31 December 2010</b>	<b>204 858</b>	<b>46 661</b>	<b>2 611</b>	<b>16 665</b>	<b>(19 614)</b>	<b>251 181</b>	-	<b>251 181</b>
Financial assets revaluation reserve	-	-	-	(1 656)	-	(1 656)	-	<b>(1 656)</b>
Recognition of deferred income tax	-	-	-	476	-	476	-	<b>476</b>
Profit (loss) for the year	-	-	-	-	13 023	13 023	-	<b>13 023</b>
Others transfers	30 000	1 200	-	(15 707)	15 701	31 194	-	<b>31 194</b>
<b>31 December 2011</b>	<b>234 858</b>	<b>47 861</b>	<b>2 611</b>	<b>( 222)</b>	<b>9 110</b>	<b>294 218</b>	-	<b>294 218</b>
Financial assets revaluation reserve	-	-	-	7 518	-	7 518	-	<b>7 518</b>
Recognition of deferred income tax	-	-	-	(1 142)	-	(1 142)	-	<b>(1 142)</b>
Others transfers	-	-	-	101	-	101	734	<b>835</b>
Profit for the year	-	-	-	-	12 927	12 927	100	<b>13 027</b>
<b>31 December 2012</b>	<b>234 858</b>	<b>47 861</b>	<b>2 611</b>	<b>6 255</b>	<b>22 037</b>	<b>313 622</b>	834	<b>314 456</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## THE BANK'S STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	Share capital	Share premium	Reserve capital	Financial assets revaluation reserve	Statutory reserve and others reserves	Retained earnings	Total equity:
<b>31 December 2010</b>	<b>204 858</b>	<b>46 661</b>	<b>2 611</b>	<b>1 369</b>	<b>16 422</b>	<b>(15 774)</b>	<b>256 147</b>
Others transfers	30 000	1 200	-	-	(15 774)	15 774	<b>31 200</b>
Financial assets revaluation reserve	-	-	-	(3 027)	-	-	<b>(3 027)</b>
Recognition of deferred income tax	-	-	-	476	-	-	<b>476</b>
Profit (loss) for the year	-	-	-	-	-	12 812	<b>12 812</b>
<b>31 December 2011</b>	<b>234 858</b>	<b>47 861</b>	<b>2 611</b>	<b>(1 182)</b>	<b>648</b>	<b>12 812</b>	<b>297 608</b>
Financial assets revaluation reserve	-	-	-	7 518	-	-	<b>7 518</b>
Recognition of deferred income tax	-	-	-	(1 142)	-	-	<b>(1 142)</b>
Others transfers	-	-	-	-	641	( 641)	-
Profit (loss) for the year	-	-	-	-	-	14 872	<b>14 872</b>
<b>31 December 2012</b>	<b>234 858</b>	<b>47 861</b>	<b>2 611</b>	<b>5 194</b>	<b>1 289</b>	<b>27 043</b>	<b>318 856</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## GENERAL INFORMATION

Šiaulių Bankas AB was registered as a public company in the Enterprise Register of the Republic of Lithuania on 4 February 1992. The Bank is licensed by the Bank of Lithuania to perform all banking operations provided for in the Law on Commercial Banks of the Republic of Lithuania and the Statute of the Bank.

The Head Office of the Bank is located in Šiauliai, Tilžės str. 149, LT-76348. As of December 31 th 2012 the Bank had 481 employees (31 December 2011: 484). As of December 31 th 2012 the Group had 556 employees (31 December 2011: 559 employees).

The Bank's shares are listed on the Official List of the National Stock Exchange of Lithuania (NSEL).

### As of December 31 th 2012 the Bank had the following subsidiaries :

1. Šiaulių Banko Lizingas UAB (hereinafter – SB Lizingas, finance and operating lease activities),
2. Šiaulių Banko Investicijų Valdymas UAB (hereinafter SB Investicijų Valdymas, investment management activities),
3. Šiaulių Banko Turto Fondas UAB (hereinafter – SB Turto Fondas, real estate management activities),
4. Minera UAB (hereinafter – Minera, real estate management activities),
5. SBTF UAB (hereinafter – SBTF, real estate management activities).
6. Pavasaris UAB - development of the area of multi-apartment residential houses .
7. Kėdainių oda UAB (indirect control, planned to be sold till reporting date) - leather processing, production.

The preparation of financial statements in conformity with International Financial Reporting Standards require the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management's best knowledge of current event and actions, actual results ultimately may differ from those estimates.

These financial statements combine the consolidated financial statements for the Group and stand-alone financial statements of the Bank. Such format of reporting was adopted to ensure consistency of presentation with the format prescribed by the Bank of Lithuania and applied for statutory reporting.

Amounts shown in these financial statements are presented in the local currency, Litas (LTL). Since 2 February 2002 the exchange rate of the litas was pegged to the euro at a rate of LTL 3.4528 = EUR 1.

## Financial risk management

The Group analyses, evaluates, accepts and manages the risk or combination of risks it is exposed to. Risk management at the Group aims at ensuring a sufficient return on equity following the conservative risk management policy. While implementing an advanced risk management policy the Group focuses not only on minimising potential risk but also on improving pricing and achieving efficient capital allocation.

The Risk Management Policy approved by the Bank Board as well as by the procedures to manage different types of risks prepared on its basis ensures the integrity of the risk management process in the Group.

The most important types of risk the Group is exposed to are credit risk, market risk, liquidity risk , concentration risk and operational risk. Market risk includes currency risk, interest rate and equity price risk. Other types of risk are considered immaterial by the Group and, therefore, are not assessed.

In order to avoid a conflict of interest the Bank's subdivisions that implement risk management functions are separated from those subdivisions the direct activities of which are connected with the up rise of various types of banking risks.

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## NOTE 1 CREDIT INSTITUTION ACTIVITIES

The bank's Head Office is located in Šiauliai. The bank has 14 branches in Kelmė, Klaipėda, Kuršėnai, Mažeikiai, Palanga, Šilutė, Vilnius, Alytus, Utena, Kaunas, Druskininkai, Panevėžys, Šiauliai, Radviliškis and 40 client services.

As of December 31 th 2012 the number of the bank's clients included 285 municipal company and governmental company, 45 state companies, 62 agricultural companies, 31 economic partnership, 6 781 limited liability public company, 1 637 private companies, 771 non-profit making and public sector companies and 1 589 other organizations as well as 150 701 individuals.

As of December 31, 2012 the bank controlled 7 subsidiaries: "Šiaulių banko lizingas" UAB (financial and operational leasing), "Šiaulių banko investicijų valdymas" UAB (investment management), "Šiaulių banko turto fondas" UAB, "Minera" UAB, "SBTF" UAB (real estate management), "Pavasaris" UAB (development of the area of multi-apartment residential houses ) "Kėdainių oda " UAB (leather processing, production.) . "Pavasaris " UAB was an associate entity as of 31 December 2011. The bank owns 100% of "Šiaulių banko lizingas" UAB (share acquisition value – 31 December 2012 – LTL 5 000 thou), 100 % of "Šiaulių banko investicijų valdymas" UAB (acquisition value – 31 December 2012 - LTL 4 040 thou), 100 % of "Šiaulių banko turto fondas" UAB (acquisition value – 31 December 2012 - LTL 5 117 thou), 100 % of "Minera" UAB (acquisition value – 31 December 2012 - LTL 5 505 thou), 100 % of "SBTF" UAB (acquisition value – 31 December 2012- LTL 2 000 thou), "Pavasaris" UAB (acquisition value – 31 December 2012- LTL 35 357 thou, the bank owns 97.93 % of votes), "Kėdainių oda" UAB (acquisition value - 31 December 2012- LTL 12 000 thou , Bank has indirect control of 100 % votes during the subsidiary "Šiaulių banko investicijų valdymas " UAB)

The consolidated statements of the Group include financial statements of the bank and its subsidiaries.

## NOTE 2 CASH AND CASH EQUIVALENTS

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
Cash and other valuables	47 107	47 106	29 990	29 988
Banks demand deposits	-	-	-	-
Mandatory reserves in national currency	85 630	85 630	77 003	77 003
Correspondent bank accounts	21 647	21 598	85 530	85 530
Banks time deposits	5 000	5 000	15 001	15 001
Correspondent account with central bank	62 471	62 471	16 322	16 322
<b>Total:</b>	<b>221 855</b>	<b>221 805</b>	<b>223 846</b>	<b>223 844</b>

Mandatory reserves comprise the funds calculated on a monthly basis as a 4 % share of the average balance of deposits of the previous month. The mandatory reserves are held with the Bank of Lithuania in the form of deposits. The compensation for deposits held is calculated according to the Regulations of the Bank of Lithuania.

## NOTE 3 DUE FROM OTHER BANKS

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
Due from other banks	4 137	4 137	4 147	4 147
<b>Total:</b>	<b>4 137</b>	<b>4 137</b>	<b>4 147</b>	<b>4 147</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## NOTE 4 LOANS TO CUSTOMERS

Credit risk is defined as the risk for the Group to incur losses due to the Group's customers' failure to fulfil their financial obligations towards the Group. Credit exposures arise principally in lending activities and it is the most significant risk in the Group's banking activities. There is also credit risk in investment activities that arise from debt securities and in the Group's asset portfolio as well as in the off-balance sheet financial instruments, such as loan commitments, guarantees and letters of credit.

The Bank regularly reviews its credit risk management policies which include lending policies, credit risk limit control, other credit risk mitigation measures as well as the internal control and internal audit of credit risk management.

The Bank takes risks only in the fields, which are well known to it and where it has long-term experience, trying to avoid excessive risk in transactions that can have negative influence to the big portion of shareholders' equity but seeks the sufficient profitability which, in terms of increasing competition, would ensure the stable Bank's position in the market and would increase the Bank's value. In assessing exposure to credit risk, the Bank adheres to the principle of prudence.

The aim of the Bank's credit risk management policy is to ensure that the conflict between interests of staff or structural units is avoided. With respect to provision of credits to clients, the principle stating that profit should not be earned at the expense of excessive credit risk is observed.

Maximum exposure to credit risk before collateral held or other credit enhancements

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
Loans and advances to banks	4 137	4 137	4 147	4 147
Loans and advances to customers:	1 736 751	2 057 702	1 786 631	2 069 758
Loans and advances to financial institutions	-	216 789	1 319	174 886
Loans to individuals (Retail)	194 562	160 095	205 297	193 071
Loans to business customers	1 542 189	1 680 818	1 580 015	1 701 801
Finance lease receivables	183 863	-	163 741	-
Trading assets:	-	-	-	-
Debt securities	50 741	50 741	16 216	16 216
Derivative financial instruments	-	-	-	-
Securities available for sale	-	-	-	-
Debt securities	203 641	203 641	30 379	30 379
Investment securities held to maturity	-	-	-	-
Debt securities	273 031	273 031	306 349	303 281
Other financial assets	5 970	133	23 125	116
Credit risk exposures relating to off-balance sheet items are as follows:			-	-
Financial guarantees	88 313	88 360	73 396	73 396
Letters of credit	3 541	3 541	5 064	5 064
Loan commitments and other credit related liabilities	114 483	115 966	126 281	122 860
<b>Total</b>	<b>2 664 471</b>	<b>2 797 252</b>	<b>2 535 329</b>	<b>2 625 217</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
Loans are summarised as follows:				
Loans to business customers	1 634 351	1 989 613	1 656 621	1 951 564
Loans to individuals	211 733	176 254	220 593	206 730
<b>Gross</b>	<b>1 846 084</b>	<b>2 165 867</b>	<b>1 877 214</b>	<b>2 158 294</b>
Allowance for impairment	109 333	108 165	90 583	88 536
<b>Net</b>	<b>1 736 751</b>	<b>2 057 702</b>	<b>1 786 631</b>	<b>2 069 758</b>

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
Neither past due not impaired	1 520 364	1 844 522	1 595 717	1 883 208
Past due but not impaired	128 600	126 043	104 745	103 245
Impaired	197 120	195 302	176 752	171 841
<b>Gross</b>	<b>1 846 084</b>	<b>2 165 867</b>	<b>1 877 214</b>	<b>2 158 294</b>
Allowance for impairment	109 333	108 165	90 583	88 536
<b>Net</b>	<b>1 736 751</b>	<b>2 057 702</b>	<b>1 786 631</b>	<b>2 069 758</b>

Loans and advances neither past due not impaired are loans which are not impaired and payments of which are not past due.

Past due but not impaired loans are loans for which principal or interest is past due but no allowance for impairment is recognized.

Impaired loan - is a loan to which a loss event is recognized and allowance for impairment is made

The list of loss events:

- 1) significant financial difficulties of the debtor or issuer, i.e. the borrower's financial status is evaluated as poor or bad;
- 2) violation of the loan agreement (non-payment of the periodic loan payments (the part of the loan or interest)) for more than 30 days;
- 3) the loan is being recovered;
- 4) funds granted to the borrower are used not according to the loan purpose and the implementation terms of investment project are violated or decrease in collateral value, when repayment terms of the evaluated loans directly depend on the value of the object of security measure;
- 5) third parties related to the borrower do not fulfil their obligations, which impacts the borrower's ability to fulfil its financial obligations;
- 6) other loss events (termination or cancellation of the licence validity of the borrower or issuer engaged in licensed activity; the death of the borrower or issuer).

## Loans and advances past due but not impaired

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
Past due up to 7 days	50 699	48 996	39 731	38 962
Past due 8 to 30 days	37 365	36 659	28 657	28 086
Past due 31-60 days	11 564	11 483	3 359	3 280
Past due 61-90 days	1 670	1 627	3 658	3 577
Past due more than 90 days	27 302	27 278	29 340	29 340
<b>Total</b>	<b>128 600</b>	<b>126 043</b>	<b>104 745</b>	<b>103 245</b>
Fair value of collateral	213 222	213 222	163 304	163 304

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## Loans and advances impaired

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
Impaired loans	197 120	195 302	176 752	171 841
Fair value of collateral	101 484	101 484	102 303	99 904

Unsecured loans also include loans secured by other types of collateral (e.g. future inflow of funds into the borrowers' Bank accounts (controlled by the Bank), third party warrantees, bills of exchange, etc.).

## NOTE 5 FINANCE LEASE RECEIVABLES

“Šiaulių banko lizingas” UAB was established on 16th August 1999. The main business of the company is financial lease. Leasing activities mainly depend on the attracted financial resources. The funds allocated to provide funding to leasing operations are formed from two following sources: own funds and bank's loans. The leasing company pays interest to the bank for the borrowed funds

Finance lease receivables are summarised as follows:

	31-12-2012	31-12-2011
Business customers	176 195	157 628
Individuals	9 417	7 753
<b>Gross</b>	<b>185 612</b>	<b>165 381</b>

	31-12-2012	31-12-2011
Neither past due not impaired	156 089	125 908
Past due but not impaired	25 371	35 333
Impaired	4 152	4 140
<b>Gross</b>	<b>185 612</b>	<b>165 381</b>
Allowance for impairment	1 749	1 640
<b>Net</b>	<b>183 863</b>	<b>163 741</b>

	31-12-2012		
	Individuals	Business customers	Total:
Finance lease receivables by sector:			
transport vehicles	4 957	41 386	46 343
residential real estate	1 587	89 615	91 202
airplanes	-	7 623	7 623
production equipment	34	12 540	12 574
other equipment	554	18 344	18 898
other assets	2 285	6 687	8 972
<b>Total:</b>	<b>9 417</b>	<b>176 195</b>	<b>185 612</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

31-12-2011

	Individuals	Business customers	Total:
Finance lease receivables by sector:			
transport vehicles	2 653	37 058	39 711
residential real estate	139	70 583	70 722
airplanes	-	8 092	8 092
production equipment	27	23 838	23 865
other equipment	482	8 847	9 329
other assets	4 452	9 210	13 662
<b>Total:</b>	<b>7 753</b>	<b>157 628</b>	<b>165 381</b>

## NOTE 6 SECURITIES

### Trading securities

#### Debt securities:

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
Government bonds of the Republic of Lithuania	19 939	19 939	16 216	16 216
Government bonds of foreign states	661	661	-	-
Private enterprise bonds of foreign states	23 569	23 569	-	-
State companies bonds of foreign states	6 572	6 572	-	-

#### Equity securities:

Listed equity securities	357	357	267	267
Unlisted equity securities	3	3	6	6
Units of funds	97	97	85	85
<b>Total:</b>	<b>51 198</b>	<b>51 198</b>	<b>16 574</b>	<b>16 574</b>

Bank 31-12-2012	State companies debt securities	Treasury bills	Corporate debt securities	Corporate equity securities	Investment fund units
from AA-to AAA	-	-	3 437	-	-
from A- to A+	4 752	-	13 199	-	-
from BBB- to BBB+	1 820	20 600	6 933	-	-
from BB- to BB+	-	-	-	-	-
below už BB-	-	-	-	38	-
no rating	-	-	-	322	97
<b>Total:</b>	<b>6 572</b>	<b>20 600</b>	<b>23 569</b>	<b>360</b>	<b>97</b>

Bank 31-12-2011	State companies debt securities	Treasury bills	Corporate debt securities	Corporate equity securities	Investment fund units
from AA-to AAA	-	-	-	-	-
from A- to A+	-	-	-	-	-
from BBB- to BBB+	-	16 216	-	-	-
from BB- to BB+	-	-	-	-	-
below už BB-	-	-	-	60	-
no rating	-	-	-	213	85
<b>Total:</b>	<b>-</b>	<b>16 216</b>	<b>-</b>	<b>273</b>	<b>85</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

	State companies debt securities	Treasury bills	Corporate debt securities	Corporate equity securities	Investment fund units
<b>Group 31-12-2012</b>					
from AA- to AAA	-	-	3 437	-	-
from A- to A+	4 752	-	13 199	-	-
from BBB- to BBB+	1 820	20 600	6 933	-	-
from BB- to BB+	-	-	-	-	-
below už BB-	-	-	-	38	-
no rating	-	-	-	322	97
<b>Total:</b>	<b>6 572</b>	<b>20 600</b>	<b>23 569</b>	<b>360</b>	<b>97</b>

	State companies debt securities	Treasury bills	Corporate debt securities	Corporate equity securities	Investment fund units
<b>Group 31-12-2011</b>					
from AA- to AAA	-	-	-	-	-
from A- to A+	-	-	-	-	-
from BBB- to BBB+	-	16 216	-	-	-
from BB- to BB+	-	-	-	-	-
below už BB-	-	-	-	60	-
no rating	-	-	-	213	85
<b>Total:</b>	<b>-</b>	<b>16 216</b>	<b>-</b>	<b>273</b>	<b>85</b>

## Investment securities

### Securities available-for-sale:

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
<b>Debt securities</b>				
Private enterprise bonds the Republic of Lithuania	-	-	19 777	19 777
Government bonds of the Republic of Lithuania	21 293	21 293	10 602	10 602
Government bonds of foreign states	35 037	35 037	0	0
Private enterprise bonds of foreign states	147 311	147 311	-	-
<b>Equity securities</b>				
Listed equity securities	-	-	-	-
Unlisted equity securities	3 617	1 391	4 940	1 391
Units of funds	353	353	298	298
<b>Total:</b>	<b>207 611</b>	<b>205 385</b>	<b>35 617</b>	<b>32 068</b>

### Securities held-to-maturity

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
<b>Debt securities</b>				
Private enterprise bonds the Republic of Lithuania	-	-	3 068	-
Government bonds of the Republic of Lithuania	209 340	209 340	263 045	263 045
Government bonds of foreign states	31 172	31 172	24 144	24 144
Private enterprise bonds of foreign states	32 519	32 519	16 092	16 092
<b>Total:</b>	<b>273 031</b>	<b>273 031</b>	<b>306 349</b>	<b>303 281</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

	Treasury bills	State companies debt securities	Corporate debt securities
<b>Bank 31-12-2012</b>			
from AA-to AAA	8 092	-	6 811
from A- to A+	17 704	-	8 615
from BBB- to BBB+	209 340	2 681	14 412
from BB- to BB+	5 376	-	-
below už BB-	-	-	-
no rating	-	-	-
<b>Total:</b>	<b>240 512</b>	<b>2 681</b>	<b>29 838</b>

	Treasury bills	State companies debt securities	Corporate debt securities
<b>Bank 31-12-2011</b>			
from AA-to AAA	8 106	-	6 798
from A- to A+	10 686	-	-
from BBB- to BBB+	263 045	-	9 294
from BB- to BB+	5 352	-	-
below už BB-	-	-	-
no rating	-	-	-
<b>Total:</b>	<b>287 189</b>	<b>-</b>	<b>16 092</b>

	Treasury bills	State companies debt securities	Corporate debt securities
<b>Group 31-12-2012</b>			
from AA-to AAA	8 092	-	6 811
from A- to A+	17 704	-	8 615
from BBB- to BBB+	209 340	2 681	14 412
from BB- to BB+	5 376	-	-
below už BB-	-	-	-
no rating	-	-	-
<b>Total:</b>	<b>240 512</b>	<b>2 681</b>	<b>29 838</b>

	Treasury bills	State companies debt securities	Corporate debt securities
<b>Group 31-12- 2011</b>			
from AA-to AAA	8 106	-	6 798
from A- to A+	10 686	-	-
from BBB- to BBB+	263 045	-	9 294
from BB- to BB+	5 352	-	-
below už BB-	-	-	-
no rating	-	-	3 068
<b>Total:</b>	<b>287 189</b>	<b>-</b>	<b>19 160</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## Investments in subsidiaries

	31-12-2012		
	Share in equity %	Acquisition cost	Carrying value
ŠB Lizingas UAB	100	5 000	3 000
ŠB Investicijų Valdymas UAB	100	4 040	1 658
ŠB Turto Fondas UAB	100	5 117	4 271
Minera UAB	100	5 505	5 505
SBTF UAB	100	2 000	2 000
Pavasaris UAB	98	35 357	35 357
<b>Total:</b>		<b>57 019</b>	<b>51 791</b>

	31-12-2011		
	Share in equity %	Acquisition cost	Carrying value
ŠB Lizingas UAB	100	5 000	2 000
ŠB Investicijų Valdymas UAB	100	4 040	3 113
ŠB Turto Fondas UAB	100	5 117	4 271
Minera UAB	100	5 505	5 505
SBTF UAB	100	2 000	2 000
<b>Total:</b>		<b>21 662</b>	<b>16 889</b>

Within 2012 Bank recognised loss of 1 455 thou LTL impairment for investment into "Šiaulių banko investicijų valdymas" UAB and reversed 1 000 thou LTL impairment loss for investment into "Šiaulių banko lizingas" UAB. Additional information: within 2009 value decrease of LTL 4 773 thousand (among them covered activity's loss of Šiaulių banko lizingas UAB comprises LTL 3000 thousand, value decrease of Šiaulių banko turto fondas UAB – LTL 846 thousand, Šiaulių banko investicijų valdymas UAB – LTL 927 thousand) was acknowledged in the balance of Šiaulių bankas AB as well as in the profit (loss) report.

## Associate company

	31-12-2011		
	Share in equity %	Acquisition cost	Carrying value
Pavasaris UAB (equity method)	49.6	18 381	18 392

## NOTE 7 OTHER ASSETS

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
Assets held for sale	132 803	-	44 327	-
Amounts receivable	5 970	133	23 125	116
Deferred expenses	3 280	1 902	3 031	2 399
Prepayments	4 545	0	2 545	2 295
Foreclosed assets	2 422	1 995	2 710	1 980
Other	7 532	1 406	2 065	791
<b>Total:</b>	<b>156 552</b>	<b>5 436</b>	<b>77 803</b>	<b>7 581</b>

In 2010 "Kėdainių oda" UAB, the company controlled by the subsidiary of the Bank "Šiaulių banko investicijų valdymas" UAB, has become material to the Group and, therefore, was consolidated in financial statements of the group. Until 2012 the investment into "Kėdainių oda" UAB was classified as the subsidiary held for sale.

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## NOTE 8 DUE TO OTHER BANKS AND FINANCIAL INSTITUTIONS

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
Correspondent accounts and deposits of other banks and financial institutions:				
Correspondent accounts and demand deposits	13 179	15 472	21 313	21 324
Time deposits	27 383	27 388	75 653	75 653
<b>Total:</b>	<b>40 562</b>	<b>42 860</b>	<b>96 966</b>	<b>96 977</b>
Loans received:				
Loans from other banks	76 421	76 421	72 206	72 206
Loans from financial institutions	74 035	74 035	80 364	80 364
Loans from international organisations	215 252	215 252	221 353	221 353
<b>Total:</b>	<b>365 708</b>	<b>365 708</b>	<b>373 923</b>	<b>373 923</b>
<b>Total:</b>	<b>406 270</b>	<b>408 568</b>	<b>470 889</b>	<b>470 900</b>

## NOTE 9 DUE TO CUSTOMERS

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
<b>Demand deposits:</b>				
National government institutions	37 033	37 033	28 256	28 256
Local government institutions	53 094	53 094	28 961	28 961
Governmental and municipal companies	24 849	24 849	32 932	32 932
Corporate entities	219 489	219 650	184 697	184 979
Non-profit organisations	13 128	13 128	10 755	10 755
Individuals	205 037	205 037	158 431	158 431
Unallocated amounts due to customers	7 364	7 364	12 668	12 668
<b>Total demand deposits:</b>	<b>559 994</b>	<b>560 155</b>	<b>456 700</b>	<b>456 982</b>
<b>Time deposits:</b>				
National government institutions	2 198	2 198	3 336	3 336
Local government institutions	2 011	2 011	1 185	1 185
Governmental and municipal companies	24 277	24 277	85 020	85 020
Corporate entities	155 991	155 991	187 944	187 944
Non-profit organisations	9 160	9 160	8 442	8 442
Individuals	1 412 060	1 412 060	1 151 258	1 151 258
<b>Total time deposits:</b>	<b>1 605 697</b>	<b>1 605 697</b>	<b>1 437 185</b>	<b>1 437 185</b>
<b>Total:</b>	<b>2 165 691</b>	<b>2 165 852</b>	<b>1 893 885</b>	<b>1 894 167</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## NOTE 10 SPECIAL AND LENDING FUNDS

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
Special funds	2 835	2 835	5 439	5 439
Lending funds	4 459	4 459	11 461	11 461
<b>Total:</b>	<b>7 294</b>	<b>7 294</b>	<b>16 900</b>	<b>16 900</b>

Special funds consist of compulsory social security and health insurance funds. Special funds have to be available to their contributors on their first demand. Lending funds consist of loans from banks and financial institutions for granting of special purpose credits.

## NOTE 11 DEBT SECURITIES IN ISSUE

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
276 days coupon bonds in LTL with rate of 4,5 per cent, maturity 07-05-2012	-	-	15 274	15 274
555 days coupon bonds in LTL with rate of 5,25 per cent, maturity 06-03-2013	15 268	15 268	15 268	15 268
505 days coupon bonds in LTL with rate of 4,25 per cent, maturity 03-01-2013	7 116	7 116	6 936	6 936
367 days coupon bonds in LTL with rate of 4,9 per cent, maturity 24-09-2012	-	-	7 787	7 787
547 days coupon bonds in LTL with rate of 4,5 per cent, maturity 29-05-2013	528	528	19	19
<b>Total:</b>	<b>22 912</b>	<b>22 912</b>	<b>45 284</b>	<b>45 284</b>

## NOTE 12 OTHER LIABILITIES

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
Accrued charges	8 362	6 541	6 072	5 351
Deferred income	3 003	859	1 182	787
Advances received from the buyers of assets	2 056	-	1 322	-
Amounts payable for finance lease agreements	3 456	-	3 922	-
Payable dividends	29	29	41	41
Other liabilities	3 116	555	2 155	528
<b>Total:</b>	<b>20 022</b>	<b>7 984</b>	<b>14 694</b>	<b>6 707</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## NOTE 13 SHARE CAPITAL

As of 31 December 2012 the Bank's share capital comprised 234 857 533 ordinary registered shares with par value of LTL 1 each. Authorized capital was registered in the Register of Legal Entities on 4 August 2011, by additional contributions in the amount of LTL 30 million .

Shareholders including the European Bank for Reconstruction and Development, Trade-house Aiva UAB, Mintaka UAB, Company Group Alita AB, Algirdas Butkus, Gintaras Kateiva, Arvydas Salda, Kastytis Jonas Vyšniauskas, Sigitas Baguckas, Vigintas Butkus, Vytautas Junevičius, Audrius Žiugžda, Daiva Kiburienė, Jonas Bartkus, Vita Adomaitytė, Vytautas Sinius and Donatas Savickas comprise the group of shareholders, whose votes are calculated jointly. As of 31 December 2012, this group possessed 43.17 percent of the authorised capital and votes of the Bank.

As of 31 December 2012, the Bank had 3 671 shareholders (31 December 2011 - 3 805). A share of capital held by Bank's shareholders by the place of residence : 31-12-2012 residents 68,68 % , non-residents 31,32 %; 12-31-2011 residents 70,66 % , non-residents 29,34 %.

Shareholder	Share of votes held together with the related persons, %
The European Bank for Reconstruction and Development (EBRD);	19.57
Gintaras Kateiva	6.24
Skandinaviska Enskilda Banken customers	5.53
"Eglės" sanatorija AB	5.37
	<b>36.71</b>

Another 15 shareholders had less than 5 % but more than 1 of the Bank's share capital.

### Share premium

The share premium represents the difference between the issue price and nominal value of the shares issued by the Bank. Share premium can be used to increase the Bank's authorised share capital.

### Reserve capital

The reserve capital is formed from the Bank's profit and its purpose is to ensure the financial stability of the Bank. The shareholders may decide to use the reserve capital to cover losses incurred.

### Statutory reserve

According to the Law of the Republic of Lithuania on Banks, allocations to the statutory reserve shall be compulsory and may not be less than 1/20 of the profit available for appropriation. The statutory reserve may, by a decision of the annual or extraordinary general meeting of the shareholders, be used only to cover losses of the activities.

### Dividends

In 2011, 2012 the annual general meeting of shareholders decided to not to pay dividends.

### General reserve to cover possible losses in assets

This reserve is formed from the Bank's profit or additional contributions of shareholders. The purpose of reserve is to cover losses incurred because of the risk related to the major activity of the Bank.

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## Earnings per share

Basic earnings per share is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period. The Group and the Bank have no dilutive potential ordinary shares and therefore diluted earnings per share are the same as basic earnings per share.

<b>Bank</b>	<b>31-12-2012</b>	<b>31-12-2011</b>
Profit (loss) for the year attributable to equity holders of the Bank (in LTL thousand)	14 872	12 812
Weighted average number of issued shares (thousand of shares)	234 858	217 104
<b>Basic earnings per share (in LTL per share)</b>	<b>0.06</b>	<b>0.06</b>

<b>Group</b>	<b>31-12-2012</b>	<b>31-12-2011</b>
Profit (loss) for the year attributable to equity holders of the Bank (in LTL thousand)	12 927	13 023
Weighted average number of issued shares (thousand of shares)	234 858	217 104
<b>Basic earnings per share (in LTL per share)</b>	<b>0.06</b>	<b>0.06</b>

## NOTE 14 NET INTEREST INCOME

	<b>31-12-2012</b>		<b>31-12-2011</b>	
	<b>Group</b>	<b>Bank</b>	<b>Group</b>	<b>Bank</b>
Interest income:				
on loans to other banks and financial institutions and placements with credit institutions	1 928	8 585	2 059	6 693
on loans to customers	96 017	96 435	91 576	91 882
on debt securities	17 407	17 407	19 192	17 505
on finance leases	9 145	-	7 975	-
<b>Total interest income</b>	<b>124 497</b>	<b>122 427</b>	<b>120 802</b>	<b>116 080</b>
Interest expense:				
on liabilities to other banks and financial institutions and amounts due to credit institutions	(13 548)	(13 547)	(13 693)	(13 693)
on customer deposits and other repayable funds	(44 310)	(44 310)	(43 166)	(43 168)
on debt securities issued	(1 621)	(1 621)	( 853)	( 853)
compulsory insurance of deposits	(9 133)	(9 133)	(8 312)	(8 312)
on finance leases	-	-	-	( 3)
<b>Total interest expense</b>	<b>(68 612)</b>	<b>(68 611)</b>	<b>(66 024)</b>	<b>(66 029)</b>
<b>Net interest income</b>	<b>55 885</b>	<b>53 816</b>	<b>54 778</b>	<b>50 051</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## NOTE 15 NET FEE AND COMMISSION INCOME

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
Fee and commission income:				
for money transfer operations	10 360	10 466	8 918	9 008
for payment card services	2 254	2 254	1 858	1 872
for base currency exchange	1 983	1 990	1 672	1 681
for operations with securities	148	148	145	145
other fee and commission income	1 800	1 759	1 615	1 446
<b>Total fee and commission income</b>	<b>16 545</b>	<b>16 617</b>	<b>14 208</b>	<b>14 152</b>
Fee and commission expense:				
for payment card services	(6 026)	(6 026)	(4 108)	(4 108)
for money transfer operations	(1 860)	(1 838)	(1 518)	(1 497)
for operations with securities	( 77)	( 77)	( 80)	( 80)
for base currency exchange	( 2)	( 2)	( 3)	( 3)
other fee and commission expenses	( 480)	( 1)	( 15)	( 15)
<b>Total fee and commission expense</b>	<b>(8 445)</b>	<b>(7 944)</b>	<b>(5 724)</b>	<b>(5 703)</b>
<b>Net fee and commission income</b>	<b>8 100</b>	<b>8 673</b>	<b>8 484</b>	<b>8 449</b>

## NOTE 16 ADMINISTRATIVE AND OTHER OPERATING EXPENSES

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
Salaries, social security and other related expenses	(27 904)	(23 630)	(25 649)	(22 059)
Rent and maintenance of premises	(5 017)	(4 639)	(4 182)	(4 074)
Office equipment maintenance	(1 189)	(1 132)	(1 068)	(1 047)
Depreciation of fixed tangible assets	(4 620)	(2 967)	(4 093)	(3 177)
Amortisation of intangible assets	( 295)	( 282)	( 243)	( 235)
Transportation, post and communications expenses	(2 007)	(2 081)	(2 230)	(1 982)
Real estate tax and other taxes	(2 882)	( 294)	(1 603)	( 280)
Advertising and marketing expenses	(1 055)	( 791)	( 819)	( 772)
Training and business trip expenses	( 172)	( 122)	( 120)	( 75)
Charity	( 196)	( 192)	( 238)	( 207)
Service organisation expenses	(1 007)	( 908)	( 665)	( 617)
Other operating expenses	(5 174)	(2 465)	(2 608)	(2 111)
<b>Total:</b>	<b>(51 518)</b>	<b>(39 503)</b>	<b>(43 518)</b>	<b>(36 636)</b>

## NOTE 17 ALLOWANCE FOR IMPAIRMENT LOSSES

	31-12-2012		31-12-2011	
	Grupė	Bankas	Grupė	Bankas
Impairment losses on loan	(25 933)	(26 093)	(11 046)	(10 718)
Recoveries of loans previously written-off	955	715	1 402	1 157
Impairment losses on finance lease receivables	( 239)	-	( 589)	-
Recovered previously written-off finance lease receivables	288	-	354	-
Expenses for provision on other assets	(3 207)	( 548)	( 742)	-
<b>Iš viso</b>	<b>(28 136)</b>	<b>(25 926)</b>	<b>(10 621)</b>	<b>(9 561)</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## NOTE 18 RELATED-PARTY TRANSACTIONS

Related parties with the Bank are classified as follows:

- a) the members of the Bank's Supervisory Council and the Bank's Board, their close family members and companies where the related parties own more than 5 per cent of shares and/or take managing positions;
- b) subsidiaries of the Bank;
- c) the shareholders owning more than 5 per cent of the Bank's shares.

In the ordinary course of business the Bank performs banking transactions with major shareholders, members of the Council and the Board, as well as with the subsidiaries.

During 2011, 2012 a certain number of banking transactions were entered into with related parties in the ordinary course of business. These transactions include settlements, loans, deposits and foreign currency transactions.

The balances of loans granted to and deposits accepted from the Bank's related parties, except for subsidiaries, were as follows:

		31-12-2012		31-12-2011
	Balances of	Balances of	Balances of	Balances of
	deposits	loans	deposits	loans
Members of the Council and the Board	1 031	4 857	1 823	6 437
Other related parties (excluding subsidiaries of the Bank)	5 353	121 954	11 472	195 511
<b>Total:</b>	<b>6 384</b>	<b>126 811</b>	<b>13 295</b>	<b>201 948</b>

### Transactions with EBRD:

The balance of the Bank's loans received from the EBRD . As of December 31 th 2012 the total value of the EBRD loan was LTL 78 109 thou (in 31-12-2011 – LTL 91 791 thou). The interest related with the loan as well as other expenses comprised LTL 4 685 thou on 31 December 2012 (LTL 5 283 thou on 31 December 2011).

Balances of transactions with the subsidiaries are given below:

		31-12-2012		31-12-2011
	Balances of	Balances of	Balances of	Balances of
	deposits	loans	deposits	loans
Non-financial institutions	161	154 609	268	141 864
Financial institutions	2 298	216 789	11	173 567
<b>Total:</b>	<b>2 459</b>	<b>371 398</b>	<b>279</b>	<b>315 431</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

Transactions with subsidiaries:

	<b>31-12-2012</b>	<b>31-12-2011</b>
<b>Assets</b>		
Loans	371 398	315 431
Other assets	27	25
<b>Liabilities and shareholders' equity</b>		
Demand deposits	2 459	279
Bank's investment	51 791	16 889
Other liabilities	-	50
	<b>31-12-2012</b>	<b>31-12-2011</b>
<b>Income</b>		
Interest	12 639	9 486
Commission income	164	166
Income from foreign exchange operations	1	8
Dividends	1 000	-
Other income	203	255
<b>Expenses</b>		
Interest	-	( 5)
Commission charges	-	-
Operating expenses	( 747)	( 198)
Loss of impairment value of investment	( 455)	-

## NOTE 19 CAPITAL MANAGEMENT

The capital of the Group is calculated and allocated for the risk coverage following the General Regulations for the Calculation of Capital Adequacy approved by the Bank of Lithuania Board. The Group's objectives when managing capital are as follows:

- 1) to comply with the capital requirements set by the Bank of Lithuania as well as the higher target capital requirements set by the major shareholder,
- 2) to safeguard the Bank's and the Group's ability to continue as a going concern so that it can provide returns for shareholders and benefits for other stakeholders,
- 3) to support the development of the Group's business with the help of the strong capital base.

Capital adequacy and the use of the regulatory capital are monitored on a daily basis and information regarding capital adequacy is submitted to the supervising authority quarterly in accordance with the Bank of Lithuania requirements.

The Bank of Lithuania has set the following minimum capital requirements:

- 1) minimum level of capital held must be no less than 5 mill EUR,
- 2) minimum capital adequacy ratio, calculated as the regulatory capital to the risk-weighted assets, must be no less than 8%. Capital adequacy (solvency) ratio is calculated as a ratio of the capital of the Bank and the capital required to cover credit, trading book and operating risks multiplied by 0.08 and presented in percentage points.

Additional capital need for credit, operational, market and liquidity risk is subject to the regular stress-testing and Internal Capital Adequacy Assessment processing.

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

The Group's regulatory capital is divided into two tiers:

- 1) tier 1 capital consists of the share capital, share premium, reserve capital, retained earnings of the previous financial year and less the intangible assets,
- 2) tier 2 capital consists of the revaluation reserves of the fixed and financial assets, other reserves.

The regulatory capital is calculated as the sum of the previously mentioned tier 1 and tier 2 capital less the investments in other credit or financial institution.

The risk-weighted assets are measured by means of nine risk weights classified according to the nature of each assets and counterpart, taking into account collaterals and guarantees eligible for risk mitigation. A similar treatment with some adjustments is adopted for the off-balance sheet exposures. Capital requirements for operational risk are calculated using the Basic Indicator Approach.

The table below summarizes the composition of regulatory capital and the ratios of the Bank and Group as of December 31 th 2012 and of December 31 st 2011. During those two years, the Group complied with capital requirements to which it is subject.

	31-12-2012		31-12-2011	
	Group	Bank	Group	Bank
<b>Tier 1 capital</b>				
Ordinary shares	234 858	234 858	234 858	234 858
Share premium	47 861	47 861	47 861	47 861
Reserve capital	2 611	2 611	2 611	2 611
Previous year's retained earnings	8 180	12 171	(3 913)	-
Not audited result	-	-	-	-
Others reserve	1 891	1 289	960	648
Less: financial assets revaluation reserve	-	-	(1 182)	(1 182)
Less: Intangible assets	(1 207)	( 903)	( 916)	( 894)
<b>Total Tier 1 capital</b>	<b>294 194</b>	<b>297 887</b>	<b>280 279</b>	<b>283 902</b>
<b>Tier 2 capital</b>				
85 % financial assets revaluation reserve	4 415	4 415	-	-
<b>Total Tier 2 capital</b>	<b>4 415</b>	<b>4 415</b>	<b>-</b>	<b>-</b>
Less Investments in other credit or financial institutions	-	(2 475)	-	(1 647)
<b>Total capital:</b>	<b>298 609</b>	<b>299 827</b>	<b>280 279</b>	<b>282 255</b>
<b>Capital requirement:</b>				
Standardised approach credit risk	166 513	167 259	157 723	158 179
Traded debt instruments	2 272	2 272	140	140
Equities	73	73	57	57
Foreign exchange risk exposure	8 646	8 651	7 149	7 097
Operational risk by Basic indicator's method	10 615	9 306	8 199	7 500
<b>Total capital requirement:</b>	<b>188 119</b>	<b>187 561</b>	<b>173 268</b>	<b>172 973</b>
<b>Capital ratio, %</b>	<b>12,70</b>	<b>12,79</b>	<b>12,94</b>	<b>13,05</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## NOTE 20 LIQUIDITY

Liquidity risk means the risk that the Bank is unable to meet its financial obligations in time or that it will not manage to receive financial resources during a short time by borrowing or selling the assets.

### The liquidity risk management

The liquidity risk management depends on the Bank's ability to cover the cash shortage by borrowing from the market; and the liquidity of the market itself. While managing the liquidity risk the relatively small size of the Bank has both positive and negative features. On the one part, in case of liquidity problems, the demand for total funds is rather small in terms of banking system, therefore, they are solved easily. On the other part, in case of liquidity problems the Bank's ability to borrow from the market may decrease significantly. Due to that fact the Bank possesses a significant Debt Securities Portfolio, which is of high liquidity.

The liquidity risk management is regulated by the Liquidity Risk Management Procedures approved by the Board of the Bank. The management of the current and non-current liquidity risk is distinguished in the mentioned procedures. The current liquidity is based on the control of the incoming and outgoing cash flow. The non-current liquidity is managed on the limit system basis.

As of December 31 th 2012 the above Group's ratio was 41,55 per cent (31-12-2011 - 37,26 per cent), and the Bank's – 42,77 per cent (31-12-2011 – 38,36 per cent.).

The tables below disclose the assets and liabilities as of June 30 st 2012 according to their remaining maturity defined in the agreements. However, the real maturity of the particular types of assets and liabilities may be longer as, for example a portion of loans and deposits is extended and thus the real repayment terms of short-term loans and demand deposits move forward

The structure of the Group's liabilities by maturity as of December 31 th 2012 was as follows.:

	Demand	up to 1 month	1 to 3 months	3 to 6 months	6 to 12 months	1 to 3 years	more than 3 years	maturity undefined	Total:
<b>Total assets</b>	222 023	89 195	147 397	171 250	280 217	710 761	1 080 086	241 774	2 942 703
<b>Total liabilities and shareholder's equity</b>	574 970	205 409	370 533	474 224	669 357	228 896	95 012	324 302	2 942 703
<b>Net liquidity gap</b>	(352 947)	(116 214)	(223 136)	(302 974)	(389 140)	481 865	985 074	(82 528)	-

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

The structure of the Group's liabilities by maturity as of December 31 st 2011 was as follows.:

	Demand	up to 1 month	1 to 3 months	3 to 6 months	6 to 12 months	1 to 3 years	more than 3 years	maturity undefined	Total:
<b>Total assets</b>	222 494	49 599	142 457	143 921	341 430	794 110	848 365	194 928	2 737 304
<b>Total liabilities and shareholder's equity</b>	494 190	257 325	305 279	419 163	530 829	330 772	102 586	297 160	2 737 304
<b>Net liquidity gap</b>	(271 696)	(207 726)	(162 822)	(275 242)	(189 399)	463 338	745 779	(102 232)	-

The structure of the Bank's liabilities by maturity as of December 31 th 2012 was as follows.:

	Demand	up to 1 month	1 to 3 months	3 to 6 months	6 to 12 months	1 to 3 years	more than 3 years	maturity undefined	Total:
<b>Total assets</b>	221 810	126 708	193 023	236 068	356 872	653 339	981 778	161 868	2 931 466
<b>Total liabilities and shareholder's equity</b>	575 882	200 300	369 718	473 644	666 781	228 128	94 999	322 014	2 931 466
<b>Net liquidity gap</b>	(354 072)	(73 592)	(176 695)	(237 576)	(309 909)	425 211	886 779	(160 146)	-

The structure of the Bank's liabilities by maturity as of December 31st 2011 was as follows.:

	Demand	up to 1 month	1 to 3 months	3 to 6 months	6 to 12 months	1 to 3 years	more than 3 years	maturity undefined	Total:
<b>Total assets</b>	222 351	76 612	186 008	199 346	431 067	734 770	754 709	126 703	2 731 566
<b>Total liabilities and shareholder's equity</b>	493 393	251 330	305 047	418 990	530 415	330 554	102 586	299 251	2 731 566
<b>Net liquidity gap</b>	(271 042)	(174 718)	(119 039)	(219 644)	(99 348)	404 216	652 123	(172 548)	-

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## Non-derivative cash flow

Undiscounted cash flows in the table below describe presumable liability side outflows which are represented by nominal contract amounts together with accrued interest till the end of the contract.

Group 31-12-2012	maturity undefinited	up to 1 month	1 to 3 months	3 to 12 months	1 to 5 years	more than 5 years	Total:
<b>Liabilities</b>							
Due to banks	-	47 767	9 454	118 033	202 695	39 633	417 582
Due to customers	-	742 304	311 503	1 028 918	78 941	7 999	2 169 665
Debt securities in issue	-	7 119	15 408	538	-	-	23 065
Special and lending fund	-	3 512	-	667	3 245	-	7 424
<b>Total liabilities (contractual maturity dates)</b>	-	<b>800 702</b>	<b>336 365</b>	<b>1 148 156</b>	<b>284 881</b>	<b>47 632</b>	<b>2 617 736</b>

Group 31-12-2011	maturity undefinited	up to 1 month	1 to 3 months	3 to 12 months	1 to 5 years	more than 5 years	Total:
<b>Liabilities</b>							
Due to banks	-	54 924	45 021	77 940	274 685	42 474	495 044
Due to customers	-	680 285	260 912	851 505	101 969	7 818	1 902 489
Debt securities in issue	-	-	-	23 574	23 778	-	47 352
Special and lending fund	-	6 218	36	6 351	4 677	-	17 282
<b>Total liabilities (contractual maturity dates)</b>	-	<b>741 427</b>	<b>305 969</b>	<b>959 370</b>	<b>405 109</b>	<b>50 292</b>	<b>2 462 167</b>

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<b>Bank 31-12-2012</b>	maturity undefined	up to 1 month	1 to 3 months	3 to 12 months	1 to 5 years	more than 5 years	Total:
<b>Liabilities</b>							
Due to banks	-	50 060	9 454	118 038	202 695	39 633	419 880
Due to customers	-	742 465	311 503	1028 918	78 941	7 999	2 169 826
Debt securities in issue	-	7 119	15 408	538	-	-	23 065
Special and lending fund	-	3 512	-	667	3 245	-	7 424
<b>Total liabilities (contractual maturity dates)</b>	-	<b>803 156</b>	<b>336 365</b>	<b>1 148 161</b>	<b>284 881</b>	<b>47 632</b>	<b>2 620 195</b>

<b>Bank 31-12-2011</b>	maturity undefined	up to 1 month	1 to 3 months	3 to 12 months	1 to 5 years	more than 5 years	Total:
<b>Liabilities</b>							
Due to banks	-	54 935	45 021	77 940	274 685	42 474	495 055
Due to customers	-	680 567	260 912	851 505	101 969	7 818	1 902 771
Debt securities in issue	-	-	-	23 574	23 778	-	47 352
Special and lending fund	-	6 218	36	6 351	4 677	-	17 282
<b>Total liabilities (contractual maturity dates)</b>	-	<b>741 720</b>	<b>305 969</b>	<b>959 370</b>	<b>405 109</b>	<b>50 292</b>	<b>2 462 460</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

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## NOTE 21 MARKET RISK

The Group takes on exposure to market risk, which means the risk for the Bank to incur losses due to the adverse fluctuations in the market parameters such as currency exchange rates (foreign currency risk), interest rates (interest rate risk) or equities prices (equity risk). The most significant market risk for a Group is interest rate risk while other market risks are of lower significance.

### Foreign exchange risk

The management of the currency exchange risk is regulated by the “Currency Exchange Risk Management Procedures” which specify the principles allowing the Group to reduce the incurred foreign currency fluctuation risk to minimum. The Group is not engaged in any speculative transactions through which it could expect to earn profit from the open currency positions after changes in currency rate. The Board of the Bank approves and reviews on regular bases the maximum limits set to the open currency positions at the level of the Bank’s subsidiary companies and the Bank itself. The set limits are below the limits allowed by the Bank of Lithuania. The Treasury Department of the Bank bears responsibility for the Group’s compliance with the “Currency Exchange Risk Management Procedures”.

The Group and the Bank monitors the foreign currency risk by calculating open currency position, which is equal to assets in the balance sheet and off-balance sheet less balance sheet and off-balance sheet liabilities in a single currency. The position can be long and short. The Bank also calculates Total open position (TOP), which is the higher of the separately added short and long positions. As of December 31 th 2012 the TOP to capital ratio was: Group’s – 1,02 % (31-12-2011: 0,49 %), Bank’s – 1,02 % (31-12-2011: 0,49 %).

### Sensitivity of foreign exchange risk

Foreign exchange (FX) risk is limited by amounts of open FX positions. For calculation of sensitivity to FX risk all exposures shall be converted into possible loss, i.e. open FX position is multiplied by possible FX rate change. The FX risk parameters for the Group (Bank) have been established in view of the maximum fluctuations of currency exchange rate in 2012 and prognosis that exchange rate fluctuations will remain similar in 2013. The Group does not evaluate FX risk on open EUR position as LTL is pegged to EUR at a fixed rate (see General information).

Currency	Annual reasonable shift	
	Annual reasonable shift 2013	2012
USD	6%	7%
GBP	4,5%	4,5%
DKK	0.3%	0.5%
SEK	10%	3%
LVL	0.5%	1.0%
other currencies	4%	7%

The following table presents Group (Bank) sensitivities of profit and loss and equity to reasonably possible changes in exchange rates applied at the balance sheet date, with all other variables held constant:

	31-12-2012		31-12-2011	
	Impact on profit or loss, on equity		Impact on profit or loss, on equity	
	Group	Bank	Group	Bank
USD	26	26	6	6
GBP	3	3	1	1
DKK	1	1	1	1
SEK	74	74	13	13
LVL	1	1	2	2
other currencies	72	72	31	31
<b>Total:</b>	<b>177</b>	<b>177</b>	<b>54</b>	<b>54</b>

The presumable FX rate change creates acceptable impact on the Bank’s profit and makes LTL 177 thousand in 2012 (2011: LTL 54 thousand) and the Group’s annual profit and makes LTL 177 thousand in 2012 (2011: LTL 54 thousand) higher/lower impact on profit.

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

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The Group's open positions of prevailing currencies as of December 31 th 2012 were as follow:

	USD	Others currencies	Total currencies:	EUR	LTL	Total:
Assets	70 290	9 045	79 335	836 316	2 027 052	2 942 703
Liabilities and shareholder's equity	68 766	6 054	74 820	733 258	2 134 625	2 942 703
Net balance sheet position	1 524	2 991	4 515	103 058	(107 573)	-
Currency swaps	(1 954)	-	(1 954)	1 959	-	5
<b>Net open position</b>	<b>(430)</b>	<b>2 991</b>	<b>2 561</b>	<b>105 017</b>	<b>(107 573)</b>	<b>5</b>

The Group's open positions of prevailing currencies as of December 31st 2011 were as follow:

	USD	Others currencies	Total currencies:	EUR	LTL	Total:
Assets	70 866	4 374	75 240	849 083	1 812 981	2 737 304
Liabilities and shareholder's equity	72 816	2 192	75 008	759 656	1 902 640	2 737 304
Net balance sheet position	(1 950)	2 182	232	89 427	(89 659)	-
Currency swaps	1 869	( 826)	1 043	(1 045)	-	( 2)
<b>Net open position</b>	<b>( 81)</b>	<b>1 356</b>	<b>1 275</b>	<b>88 382</b>	<b>(89 659)</b>	<b>( 2)</b>

The Bank's open positions of prevailing currencies as of December 31 th 2012 were as follow:

	USD	Others currencies	Total currencies:	EUR	LTL	Total:
Assets	70 289	9 045	79 334	836 170	2 015 962	2 931 466
Liabilities and shareholder's equity	68 766	6 054	74 820	733 046	2 123 600	2 931 466
Net balance sheet position	1 523	2 991	4 514	103 124	(107 638)	-
Currency swaps	(1 954)	-	(1 954)	1 959	-	5
<b>Net open position</b>	<b>(431)</b>	<b>2 991</b>	<b>2 560</b>	<b>105 083</b>	<b>(107 638)</b>	<b>5</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

Žemiau pateiktos Banko atviros pagrindinių valiutų pozicijos 2011 m. gruodžio 31 d.:

	USD	Others currencies	Total currencies:	EUR	LTL	Total:
Assets	70 865	4 374	75 239	848 030	1 808 297	2 731 566
Liabilities and shareholder's equity	72 816	2 192	75 008	759 656	1 896 902	2 731 566
Net balance sheet position	(1 951)	2 182	231	88 374	(88 605)	-
Currency swaps	1 869	( 826)	1 043	(1 045)	-	( 2)
<b>Net open position</b>	<b>( 82)</b>	<b>1 356</b>	<b>1 274</b>	<b>87 329</b>	<b>(88 605)</b>	<b>( 2)</b>

## Interest rate risk

Interest rate risk is the risk to incur loss because of uncoordinated re-evaluation of the Bank's assets and liabilities. The risk management is regulated by the "Interest rate risk management procedures" which define the risk assessment approaches as well as risk management measures. The present procedure specifies that the Bank shall avoid presupposing about the future interest rates. The scope of the risk is assessed referring to the interest rate gap model.

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

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## Sensitivity of interest rate risk

Assessing the sensitivity of the Group's profit towards the change of interest rates, it has been assumed that interest is to change by 1 percentage point.

The data provided in the table below specify the Group and the Bank's interest rate risk when the assets and liabilities shown at the carrying amount are allocated by the date of the interest rate review or by maturity of assets and liabilities, depending on which comes first.

### Group 31-12-2012

	Demand and less than 1 month	1 to 3 months	3 to 6 months	6 to 12 months	more than 1 year	non monetary	Total:
Assets	380 555	572 490	795 660	92 153	593 799	508 046	2 942 703
Liabilities and shareholder's equity	340 077	427 380	517 669	622 362	67 145	968 070	2 942 703
Net interest sensitivity gap	40 478	145 110	277 991	(530 209)	526 654	(460 024)	-
Higher/lower impact on profit from balance sheet assets and liabilities	388	1 209	1 737	(1 326)	-	-	2 008

### Group 31-12-2011

	Demand and less than 1 month	1 to 3 months	3 to 6 months	6 to 12 months	more than 1 year	non monetary	Total:
Assets	398 784	560 439	772 547	139 569	384 241	481 724	2 737 304
Liabilities and shareholder's equity	415 875	397 950	490 184	488 218	110 208	834 869	2 737 304
Net interest sensitivity gap	(17 091)	162 489	282 363	(348 649)	274 033	(353 145)	-
Higher/lower impact on profit from balance sheet assets and liabilities	(164)	1 354	1 765	(872)	-	-	2 083

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(all amounts are in LTL thousand, unless otherwise stated)

## Bank 31-12-2012

	Demand and less than 1 month	1 to 3 months	3 to 6 months	6 to 12 months	more than 1 year	non monetary	Total:
Assets	419 759	559 012	795 406	192 472	607 619	357 198	2 931 466
Liabilities and shareholder's equity	340 238	427 380	517 669	622 367	67 145	956 667	2 931 466
Net interest sensitivity gap	79 521	131 632	277 737	(429 895)	540 474	(599 469)	-
Higher/lower impact on profit from balance sheet assets and liabilities	762	1 097	1 736	(1 075)	-	-	2 520

## Bank 31-12-2011

	Demand and less than 1 month	1 to 3 months	3 to 6 months	6 to 12 months	more than 1 year	non monetary	Total:
Assets	416 797	574 807	756 739	247 141	380 596	355 486	2 731 566
Liabilities and shareholder's equity	415 875	397 950	490 184	488 218	110 208	829 131	2 731 566
Net interest sensitivity gap	922	176 857	266 555	(241 077)	270 388	(473 645)	-
Higher/lower impact on profit from balance sheet assets and liabilities	9	1 474	1 666	(603)	-	-	2 546

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## Operational risk

The goals of the Bank's operational risk management include such areas as implementation of the internal control, processes and measures of the operational risk mitigation, prevention of accidents and losses; proper identification and assessment of the operational risks; concentration of funds and time on the establishment and management of the major operational risk sources in every area of the Bank's activity; proper arrangement of the internal control environment and monitoring constantly reviewing the applied methods and learning from the past.

Operational risk management system at the Bank covers all the areas of banking activities: work with cash (cash values), investment services (deposits, investment and pension funds), account payments (bank accounts, direct debit, fee collection), e-banking (SB linija, SMS bank, payment card), credits (credits, factoring, guarantees and documentary settlements), leasing, trading in foreign currency, etc.

The bank distinguishes a reputation risk as an operational risk sub-group. The reputation risk is the existing or foreseen risk, which might have a negative impact on the Bank's income and (or) capital with regard to unfavourable opinion about the Bank's reputation and which is made by the clients, parties of the agreement, shareholders and investors.

Considering the nature and scope of the banking activities, the following key sources of the operational risk are distinguished within the Bank:

1. Information systems (technical and software equipment, disorders in telecommunication systems, etc.)
2. Influence of human factors:
  - 2.1. A suspected unintended error or action of an employee;
  - 2.2. The bank's employees errors without establishing a motive of action;
  - 2.3. Suspected illegal actions, fraud, deceit made by the bank's employees;
  - 2.4. Illegal actions, fraud, deceit made by non- bank's employees.
3. Working conditions (violation of the safe working conditions, etc.)
4. The forces of nature.

In order to collect information about operational risk events, the Bank accumulates the historical data related to operational risk and losses caused by it. For this purpose the Operational Risk Event Registration procedure is approved by the Bank's Board.

To ensure continuity of the activities the Bank has approved the Activity Continuity Plan and Procedures for Provision of Banking Products, in case of the incident occurring in the Bank's Information Systems. According to the policies mentioned above the particular procedures and actions are taken in case of a contingency event and emergency cases seeking to minimize and avoid operational risks and loss of values if the daily activities of the Bank are disturbed.

The Bank's operational risk management system is supplemented by the Bank's Activity Continuity Plan and the Information Security and Emergency Management systems created and installed by the Information technologies agency "Blue Bridge".

Referring to the scope of the Bank's activities and possibilities to take advantage of the historical data with regard to operational risk, the Bank has decided to apply a basic indicator approach indicated in the regulations for the Capital adequacy ratios.

## Stress tests

Alongside with the assessment of various types of risks and calculation of the capital requirement, the Group performs the stress testing to such types of risks which, after the self-assessment, fall under the high or very high level of risk. During the stress testing it is established if the Group's capital is adequate to cover the likely loss which could be incurred from the deterioration of the Group's financial status. The stress testing is performed in compliance with the requirements set by the Bank of Lithuania.

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

## 22 NOTE SEGMENT INFORMATION

### Business segments

Below, there is a summary of major indicators for the main business segments of the Group included in the statement of financial position as at 31 December 2012 and in the statement of comprehensive income :

	Banking	Leasing	Investment management	Other activity	Eliminations	Total:
Internal	12 639	(6 000)	( 818)	(5 171)	( 650)	-
External	41 177	12 708	311	1 689		55 885
<b>Net interest income</b>	<b>53 816</b>	<b>6 708</b>	<b>( 507)</b>	<b>(3 482)</b>	<b>( 650)</b>	<b>55 885</b>
Internal	12 803	(6 142)	( 818)	(5 191)	( 652)	-
External	49 686	12 222	385	1 692		63 985
<b>Net interest, fee and commissions income</b>	<b>62 489</b>	<b>6 080</b>	<b>( 433)</b>	<b>(3 499)</b>	<b>( 652)</b>	<b>63 985</b>
<b>Provision expenses</b>	<b>(25 926)</b>	<b>( 80)</b>	<b>(1 454)</b>	<b>(1 131)</b>		<b>(28 591)</b>
Internal	( 747)	( 180)	( 14)	( 33)	974	-
External	(35 507)	(3 225)	(1 345)	(6 526)		(46 603)
<b>Operating expenses</b>	<b>(36 254)</b>	<b>(3 405)</b>	<b>(1 359)</b>	<b>(6 559)</b>	<b>974</b>	<b>(46 603)</b>
<b>Amortisation charges</b>	<b>( 282)</b>	<b>( 8)</b>	<b>-</b>	<b>( 5)</b>		<b>( 295)</b>
<b>Depreciation charges</b>	<b>(2 967)</b>	<b>( 894)</b>	<b>( 14)</b>	<b>( 745)</b>		<b>(4 620)</b>
Internal	1 244	( 1)	34	67	(1 344)	-
External	18 154	1 153	815	9 925		30 047
<b>Net other income</b>	<b>19 398</b>	<b>1 152</b>	<b>849</b>	<b>9 992</b>	<b>(1 344)</b>	<b>30 047</b>
Profit before tax	16 458	2 845	(2 411)	(1 947)	( 567)	14 378
Losses from discontinued operations	-	-	-	-	-	-
Income tax	(1 586)	( 419)	-	654		(1 351)
<b>Profit per segment after tax</b>	<b>14 872</b>	<b>2 426</b>	<b>(2 411)</b>	<b>(1 293)</b>	<b>( 567)</b>	<b>13 027</b>
<b>Profit for the year attributable to equity holders of the Bank</b>	<b>14 872</b>	<b>2 426</b>	<b>(2 411)</b>	<b>(1 293)</b>	<b>( 567)</b>	<b>13 027</b>
<b>Total segment assets</b>	<b>2 931 466</b>	<b>230 008</b>	<b>18 527</b>	<b>188 692</b>	<b>(425 990)</b>	<b>2 942 703</b>
<b>Total segment liabilities</b>	<b>2 612 610</b>	<b>225 056</b>	<b>15 649</b>	<b>149 131</b>	<b>(374 199)</b>	<b>2 628 247</b>
<b>Net segment assets (shareholders' equity)</b>	<b>318 856</b>	<b>4 952</b>	<b>2 878</b>	<b>39 561</b>	<b>(51 791)</b>	<b>314 456</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

Below, there is a summary of major indicators for the main business segments of the Group included in the statement of financial position as at 31 December 2011 and in the statement of comprehensive income:

	Banking	Leasing	Investment management	Other activity	Eliminations	Total:
Internal	9 481	(4 628)	(1 319)	(3 534)	-	-
External	40 570	10 091	1 075	3 042		54 778
<b>Net interest income</b>	<b>50 051</b>	<b>5 463</b>	<b>( 244)</b>	<b>( 492)</b>	<b>-</b>	<b>54 778</b>
Internal	9 647	(4 772)	(1 320)	(3 555)		-
External	48 853	10 072	1 195	3 142		63 262
<b>Net interest, fee and commissions income</b>	<b>58 500</b>	<b>5 300</b>	<b>( 125)</b>	<b>( 413)</b>	<b>-</b>	<b>63 262</b>
<b>Provision expenses</b>	<b>(9 561)</b>	<b>( 599)</b>	<b>313</b>	<b>( 568)</b>		<b>(10 415)</b>
Internal	( 198)	( 194)	( 50)	( 46)	488	-
External	(33 026)	(2 966)	( 634)	(2 556)		(39 182)
<b>Operating expenses</b>	<b>(33 224)</b>	<b>(3 160)</b>	<b>( 684)</b>	<b>(2 602)</b>	<b>488</b>	<b>(39 182)</b>
<b>Amortisation charges</b>	<b>( 235)</b>	<b>( 7)</b>	<b>-</b>	<b>( 1)</b>		<b>( 243)</b>
<b>Depreciation charges</b>	<b>(3 177)</b>	<b>(1 000)</b>	<b>( 14)</b>	<b>( 108)</b>		<b>(4 299)</b>
Internal	263	167	17	41	( 488)	-
External	1 946	592	555	3 421		6 514
<b>Net other income</b>	<b>2 209</b>	<b>759</b>	<b>572</b>	<b>3 462</b>	<b>( 488)</b>	<b>6 514</b>
Profit before tax	14 512	1 293	62	( 230)	-	15 637
Income tax	(1 654)	( 213)	-	( 10)		(1 877)
<b>Profit per segment after tax</b>	<b>12 858</b>	<b>1 080</b>	<b>62</b>	<b>( 240)</b>	<b>( 554)</b>	<b>13 206</b>
<b>Profit for the year attributable to equity holders of the Bank</b>	<b>12 858</b>	<b>1 080</b>	<b>62</b>	<b>( 240)</b>	<b>( 554)</b>	<b>13 206</b>
<b>Total segment assets</b>	<b>2 731 566</b>	<b>184 457</b>	<b>38 330</b>	<b>115 952</b>	<b>(333 001)</b>	<b>2 737 304</b>
<b>Total segment liabilities</b>	<b>2 433 958</b>	<b>180 931</b>	<b>33 041</b>	<b>111 258</b>	<b>(316 102)</b>	<b>2 443 086</b>
<b>Net segment assets (shareholders' equity)</b>	<b>297 608</b>	<b>3 526</b>	<b>5 289</b>	<b>4 694</b>	<b>(16 899)</b>	<b>294 218</b>

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

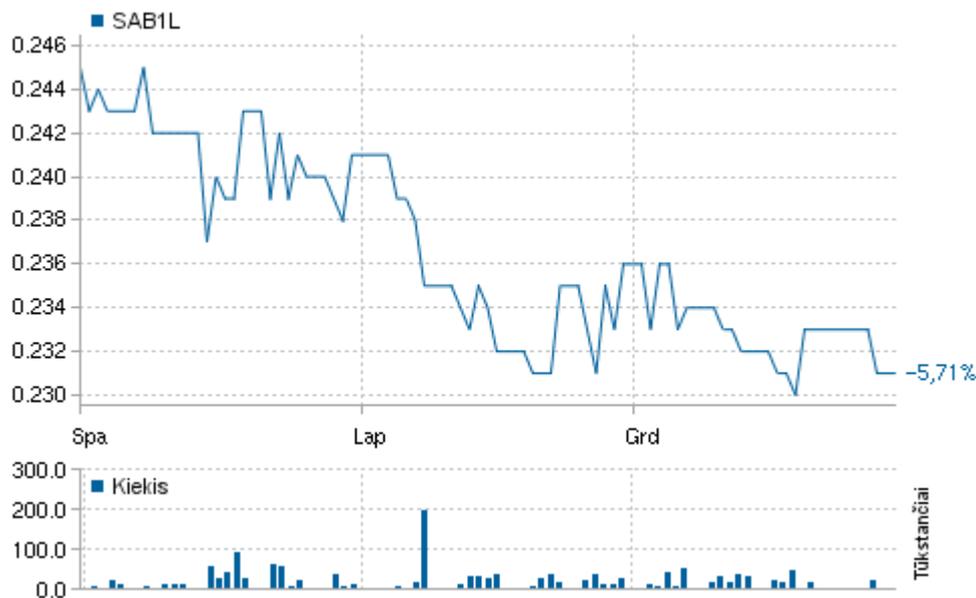
(all amounts are in LTL thousand, unless otherwise stated)

## NOTE 19 Additional Information

### Trade in Bank shares in regulated markets

In the official trading list of NASDAQ OMX Vilnius AB, only the shares of the Bank are quoted. ISIN code LT0000102253; the number of shares: 234 857 533.

### Share price in October-November 2012 (trading currency -euro)



Source: NASDAQ OMX Vilnius AB website

[http://www.nasdaqomxbaltic.com/market/?instrument=LT0000102253&list=2&pg=details&tab=historical&lang=lt&currency=0&downloadcsv=0&date=&start\\_d=1&start\\_m=10&start\\_y=2012&end\\_d=30&end\\_m=12&end\\_y=2012](http://www.nasdaqomxbaltic.com/market/?instrument=LT0000102253&list=2&pg=details&tab=historical&lang=lt&currency=0&downloadcsv=0&date=&start_d=1&start_m=10&start_y=2012&end_d=30&end_m=12&end_y=2012)

### The Bank's share price over the three recent years in NASDAQ OMX Vilnius AB:



Source: NASDAQ OMX Vilnius AB website

[http://www.nasdaqomxbaltic.com/market/?instrument=LT0000102253&list=2&pg=details&tab=historical&lang=lt&currency=0&downloadcsv=0&date=&start\\_d=1&start\\_m=10&start\\_y=2009&end\\_d=30&end\\_m=12&end\\_y=2012](http://www.nasdaqomxbaltic.com/market/?instrument=LT0000102253&list=2&pg=details&tab=historical&lang=lt&currency=0&downloadcsv=0&date=&start_d=1&start_m=10&start_y=2009&end_d=30&end_m=12&end_y=2012)

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

The share price and turnover in 2011 - 2012:

Quarter	Price of the last trading session, EUR	Max. price, EUR	Min. price, EUR	Amount of shares, units	Turnover, mln. EUR
2011-I	0,327	0,353	0,312	3 428 636	1,118
2011-II	0,316	0,325	0,306	3 026 771	0,948
2011-III	0,270	0,344	0,260	6 880 750	2,095
2011-IV	0,245	0,292	0,230	4 563 345	1,181
2012-I	0,272	0,285	0,242	2 920 163	0,763
2012-II	0,246	0,27	0,242	5 924 381	1,534
2012-III	0,243	0,256	0,241	885 640	0,217
2012-IV	0,231	0,245	0,230	1 376 057	0,325

## Members of the Collegial bodies

### The Bank's Supervisory Council:

- **Arvydas Salda**

A member of the Supervisory Council of Šiaulių bankas AB since 1991, the Chairman of the Supervisory Council since 1999.

*Education:* Kaunas Institute of Technology.

Vilnius University, a specialty of applicable mathematics.

*Work experience (5 years):* a consultant of "Šiaulių banko turto fondas" since 2004.

- **Sigitas Baguckas**

The Deputy Chairman of the Supervisory Council of Šiaulių bankas AB since 2000, a member of the Council since 1991

*Education:* Vilnius Civic Engineering Institute. An engineer-constructor.

*Work experience (5 years):* Director of "Namų statyba" UAB until 2007, a procurist since 2007.

- **Gintaras Kateiva**

A member of the Supervisory Council of Šiaulių bankas AB since 2008.

*Education:* Vilnius Pedagogic Institute, a teacher.

*Work experience (5 years):* an advisor of the director of "Litagros chemija" UAB (currently – "Litagra") until 2005, the Chairman of the Board – since 2005, director of "Litagros prekyba" UAB until 2008, director of "Litagros mažmena" UAB since 2008.

- **Vigintas Butkus**

A member of the Supervisory Council of Šiaulių bankas AB since 2004

*Education:* Marijampole School of Culture, a director.

*Work experience (5 years):* Director of "Mintaka" UAB since 2000, Director of Trade House "Aiva" UAB since 2002.

- **Vytautas Junevičius**

A member of the Supervisory Council of Šiaulių bankas AB since 2006.

*Education:* Kaunas Institute of Technology, an engineer-economist.

Vilnius University, a specialist of international economy relations.

*Work experience (5 years):* the Director General of "Alita" AB until 2009, the Consultant of the Director General of the Company's Group "Alita", 2009-2011.

- **Peter Reiniger**

A member of the Supervisory Council of Šiaulių bankas AB since 2011.

*Education:* Technical University of Budapest, an engineer-mechanic (master), an engineer of production organization (master).

*Work experience (5 years):* European Bank for Reconstruction and Development (EBRD), the Director of the Business Group until 2010, the Managing director since 2010-2011; Chief Advisor of the First Vice-president and Executive Committee since 2011.

- **Ramunė Vilija Zabulienė**

Independent member of Supervisory Council of the Bank since 04-05-2012,

*Education:* Vilnius University, an engineer-economist.

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

*Work experience:* member of the Board of the Bank of Lithuania, Deputy Chairperson of the Board until 2011;  
Acts in compliance with the individual activity certificate of the resident of Lithuania.

## Bank Board:

- **Algirdas Butkus**

The Chairman of the Board.

*Education:* Kaunas Technology Institute, a master of economy.

*Work experience:* the Chairman of the Board, Chief Executive Officer of Šiaulių bankas AB from 1999 to February 2011, the Deputy Chief Executive Officer since 2011.

- **Audrius Žiugžda**

The Deputy Chairman of the Board, Chief Executive Officer.

*Education:* Vytautas Magnus University, a master of Business Administration and Management,

*Work experience:* the Chairman of the Board and President of SEB AB 2006-2009, the Advisor of the Director General TEO LT, AB 2010-2011 m., the Chief Executive Officer of Šiaulių bankas AB since 2011.

- **Donatas Savickas**

The member of the Board, Deputy Chief Executive Officer, Head of Finance and Risk Management Division.

*Education:* Vilnius University, a master of economy.

Vytautas Magnus University, a master of Business Administration and Management.

*Work experience:* the Deputy Chairman of the Board of Šiaulių bankas AB since 1995, Deputy Chief Executive Officer, Head of Finance and Credit Division since 2005, Head of Finance and Risk Management Division since 2011.

- **Daiva Kiburienė**

The member of the Board, Deputy Chief Executive Officer, Head of Šiauliai region.

*Education:* Vilnius University, a master of economy.

Vytautas Magnus University, a master of Business Administration and Management.

*Work experience:* the Deputy Chairperson of the Board of Šiaulių bankas AB since 1998, Deputy Chief Executive Officer, Head of Corporate and Retail Banking Division since 2005, Head of Šiauliai region since 2011.

- **Vita Adomaitytė**

The member of the Board, Chief Financial Officer, Head of Accounting and Reporting Division.

*Education:* Vilnius University, a master of finance and credit.

*Work experience:* the Chief Financial Officer of Šiaulių bankas since 2002, Head of Accounting and Reporting Division since 2005.

- **Jonas Bartkus**

The member of the Board since 29-03-2012, Head of IT Division.

*Education:* Vilnius University, a master of mathematics.

*Work experience:* Head of Computerization Department of Šiaulių bankas AB since 2001, Head of Business Development Division since 2005, Head of IT Division since 2012.

- **Vytautas Sinius**

The member of the Board, Head of Corporate Banking Division.

*Education:* Vilnius Higher School of Economics, a bank officer.

Vilnius University, a bachelor of economy.

Vytautas Magnus University, a master of Business Administration and Management.

*Work experience:* the Director of Retail Banking Division of SEB AB 2006-2010, Head of Corporate Banking Division of Šiaulių bankas AB since 2011.

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

Name, surname	Beginning / end of tenure	A share of capital under the right of ownership, %	A share of votes together with related persons, %
Arvydas Salda	beginning 2012-03-29 end 2016	2.59	43.17
Sigitas Baguckas	beginning 2012-03-29 end 2016	0.65	43.17
Vigintas Butkus	beginning 2008-03-27 end 2016	0.18	43.17
Vytautas Junevičius	beginning 2012-03-29 end 2016	0.13	43.17
Peter Reiniger	beginning 2012-03-29 end 2016	-	43.17
Gintaras Kateiva	beginning 2012-03-29 end 2016	6.24	43.17
Ramunė Vilija Zabulienė	beginning 2012-05-04 end 2016	-	-
Algirdas Butkus	beginning 2012-03-29 end 2016	4.39	43.17
Audrius Žiugžda	beginning 2012-03-29 end 2016	0.58	43.17
Donatas Savickas	beginning 2012-03-29 end 2016	0.10	43.17
Vita Adomaitytė	beginning 2012-03-29 end 2016	0.03	43.17
Daiva Kiburienė	beginning 2012-03-29 end 2016	0.06	43.17
Vytautas Sinius	beginning 2012-03-29 end 2016	0.07	43.17
Jonas Bartkus	beginning 2012-03-29 end 2016	0.05	43.17

## The review of performance over the accounting period

In 2012 Šiaulių bankas was further growing and improving the results of its performance. According to the preliminary pre-audited data, over the year of 2012 the Bank earned LTL 14.9 million of the pre-audited net profit, i.e. such result is by 16 per cent better in comparison with the year 2011 when the Bank earned LTL 12.8 million. The net profit of Šiaulių bankas' Group reached LTL 12.9 million (in 2011 the net profit comprised LTL 13.0 million).

The Bank's operating profit (before the income tax, dividends from the subsidiaries and special provisions) earned over 2012 was the best one achieved in the history of Šiaulių bankas - it reached almost LTL 41.4 million which is by 72 per cent more than 2011. It should be admitted that the operating profit of LTL 12.5 million achieved in the last quarter of 2012 is the best profit ever achieved during the quarter.

The net interest income comprised LTL 53.8 million earned over the previous year which is by 8 per cent more than in 2011. Gradually increasing on quarterly basis the Bank's net interest and commission fee grew by 3 per cent and reached LTL 8.7 million. This was influenced by the actively expanded clientèle and its increasing activity. The number of the Bank's clients grew by 13 per cent up to 162 thou - the corporate clients grew by 16 per cent up to 11.2 thou, the private ones - by 12 per cent up to 151 thou.

The significant impact on the increasing bank's operating income was made by the profit generated from the transactions with securities - it comprised LTL 9.5 million over the year. The Bank's profit of LTL 4.9 million earned from transactions in foreign currency was equivalent to the result achieved in the previous year.

The Bank's income was growing faster than its expenses which led to the high efficiency of the performance. The cost to income ratio has decreased by 11.6 percentage points since the beginning of the previous year and comprised 47.3 per cent. The ROAE ratio comprised 4.8 per cent, ROAA ratio - 0.5 per cent. No significant changes were recorded in the operating costs. The Bank further following the conservative assessment of clients' risk additionally formed LTL 8.9 million of special provisions and the expenses on special provisions formed during 2012 comprised LTL 25.9 million over the year.

# FINANCIAL STATEMENT OF ŠIAULIŲ BANKAS AB

(all amounts are in LTL thousand, unless otherwise stated)

The Bank's asset grew up to LTL 2.93 billion and the annual growth comprised 7 per cent (about LTL 0.2 billion). The net value of the Bank's loan portfolio decreased by 1 per cent over 2012 and the portfolio comprised LTL 2.06 billion at the end of the year. The decrease of portfolio was caused by the special provisions formed for impairment of loans and reclassification from a loan into an embedded derivative. The growth of the loan portfolio eliminating the accrued interest and special provisions comprised LTL 7.5 million over the year.

The portfolio of the debt securities increased by 50 per cent over the year and comprised LTL 527.4 million. The portfolio of equity securities has almost tripled due to the investments into subsidiaries and comprised LTL 54 million at the end of the year.

The deposit portfolio still comprises the biggest share of the Bank's liabilities. In comparison with the end of 2011 the amount of clients' deposits kept with the Bank increased by 14 per cent up to LTL 2.2 billion. The deposits placed by the individuals increased by 23 per cent and comprised LTL 1.6 billion late in the year taking 74.7 per cent of the deposit portfolio. The Bank's deposit market share reached 4.7 per cent at the end of 2012.

- In November 2012 Šiaulių bankas opened its 55<sup>th</sup> outlet in the shopping and entertainment centre Akropolis – Vilnius Akropolis client service centre.
- In November 2012 the Bank signed cooperation agreement with “Perlo paslaugos” UAB and expended the client servicing network to significant number. Currently the bank's clients can withdraw cash or place in on the payment card accounts can use more than 1500 terminals of “Perlas”.
- In December Šiaulių bankas opened its 4<sup>th</sup> regional outlet in 2012 and 56<sup>th</sup> in total in Gariūnai modern marketplace - Gariūnai marketplace client service centre. Its business hours are very unusual but very convenient for customer and traders in the market – 2 days a week the centre is opened from the early morning, i.e. from 4 am, 4 days a week it starts operating from 7 am.

## Data on the publicly disclosed information

The following information was publicly disclosed over the IV quarter of 2012:

- 19-10-2012 - a pre-audited activity result of the Bank and the Group for 9 months of 2012;
- 20-11-2012 - interim information of 9 months;
- Reports regarding the transactions with the Banks shares entered by the Bank's top management.

In accordance with the procedures set by the Charter of the Bank and the legal acts of the Republic of Lithuania all the stock events are announced in the Central regulated information base and on the Bank's website [www.sb.lt](http://www.sb.lt). Reports on the Meetings of Shareholders are additionally announced in the daily newspaper “Lietuvos rytas”.