

## Balance Sheet

30 June 2011

(the last date of the reported period)

Name of credit institution

AS DnB NORD Banka

Credit institution's code: 784

Address: Rīgā, Skanstes ielā 12

Position	30.06.2011 Group LVL`000	30.06.2011 Bank LVL`000	31.12.2010 Group LVL`000	31.12.2010 Bank LVL`000
Cash and claims on demand on central banks	75 373	75 373	72 736	72 736
Claims on demand on credit institutions	17 368	17 319	16 493	16 164
Financial assets held for trading	12 814	12 814	8 512	8 512
Financial assets at fair value through profit and loss	167 678	167 678	239 103	239 103
Financial assets available-for-sale	10	10	10	10
Loans and debtors	1 314 162	1 285 579	1 394 341	1 348 793
Held-to-maturity investments	0	0	0	0
Fair value changes for the portion of portfolio hedged against interest rate risk	2 799	2 799	4 982	4 982
Accrued income and next period expenses	607	417	680	580
Fixed assets	27 599	5 940	29 746	6 629
Investment property	37 139	10 217	15 448	0
Intangible assets	971	648	1 207	861
Investments in the share capital of related and associated companies	0	5 267	0	5 047
Foreclosed assets	2	2	3 253	3 253
Tax assets	6 483	6 483	6 483	6 483
Other assets	10 627	7 481	11 927	5 850
<b>Total assets</b>	<b>1 673 632</b>	<b>1 598 027</b>	<b>1 804 921</b>	<b>1 719 003</b>
Liabilities to central bank	0	0	0	0
Liabilities on demand to credit institutions	17 416	17 416	41 207	41 207
Financial liabilities held for trading	15 794	15 757	15 419	15 419
Financial liabilities at fair value through profit and loss	0	0	0	0
Financial liabilities at amortised cost	1 523 615	1 420 998	1 623 366	1 510 547
Financial liabilities arisen from transfer of financial assets	0	0	0	0
Fair value changes for the portion of portfolio hedged against interest rate risk	0	0	0	0
Accrued expenses and next period income	2 049	2 014	758	693
Provisions	1 531	28 409	2 037	28 764
Tax liabilities	537	0	565	0
Other liabilities	3 955	489	3 251	80
<b>Total liabilities</b>	<b>1 564 897</b>	<b>1 485 083</b>	<b>1 686 603</b>	<b>1 596 710</b>
Capital and reserves	108 735	112 944	118 318	122 293
<b>Total capital and reserves and liabilities</b>	<b>1 673 632</b>	<b>1 598 027</b>	<b>1 804 921</b>	<b>1 719 003</b>
Off-balance sheet items				
Contingent liabilities	24 517	24 517	23 960	146 951
Due to customers	77 025	108 156	72 239	100 787

Board member

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Board member

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Date: 12 August 2011

## Profit and Loss Account

30 June 2011

(the last date of the reported period)

Name of credit institution  
AS DnB NORD Banka  
Credit institution's code: 784  
Address: Rīgā, Skanstes ielā 12

Position	Reported period  Group LVL`000	Reported period  Bank LVL`000	The respective period of the preceding year Group LVL`000	The respective period of the preceding year Bank LVL`000
Interest income	33 029	31 309	36 116	33 662
Interest expenses	(16 508)	(15 448)	(16 232)	(15 319)
Dividend income	-	422	1	81
Fees and commissions income	5 248	5 369	6 144	6 930
Fees and commissions expenses	(1 871)	(1 801)	(2 527)	(2 255)
Net realised profit/loss from the financial assets and financial liabilities valued at amortised cost				
Net realised profit/loss from the financial assets available for sale				
Net profit/loss from the financial assets and financial liabilities held for trading	2 756	2 756	(619)	(619)
Net profit/loss from the financial assets and financial liabilities classified at fair value through profit and loss	407	(358)	1 655	1 655
Fair value changes in hedge accounting	(1 000)	(1 000)	337	337
Foreign currency trade and revaluation profit/loss	1 693	1 706	1 383	1 477
Profit/loss from derecognition of assets, equipment and devices, investment property and intangible assets				
Other operating income	1 774	1 456	1 726	189
Other operating expenses	(463)	(326)	(302)	(230)
Administrative expenses	(11 231)	(10 855)	(10 829)	(10 053)
Depreciation	(2 028)	(1 207)	(2 489)	(1 238)
Net allowances for impairment loss	(21 381)	(21 371)	(30 651)	(30 299)
Impairment losses	-	-	-	-
Loss/ Profit before income tax	(9 575)	(9 348)	(16 287)	(15 682)
Deferred income tax	0	0	0	0
Corporate income tax	(8)	(1)	0	0
<b>Net loss/profit for the year</b>	<b>(9 583)</b>	<b>(9 349)</b>	<b>(16 287)</b>	<b>(15 682)</b>
<b>Attributable to:</b>				
Equity holders of the Bank	(9 583)	(9 349)	(16 287)	(15 682)
Minority interest	-	-	-	-

Board member

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Board member

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Date: 12 August 2011

**The Bank's Performance Ratios**

30 June 2011

(the last date of the reported period)

 Name of credit institution  
 AS DnB NORD Banka  
 Credit institution's code: 784  
 Address: Rīgā, Skanstes ielā 12

Position	Reported period Group	Reported period Bank	The respective period of the preceding year Group	The respective period of the preceding year Bank
Return on equity (ROE) (%)	-16.65%	-15.70%	-26.17%	-25.12%
Return on assets (ROA) (%)	-1.00%	-1.04%	-1.59%	-1.66%

Appendix 4

**Composition of the Consolidated group**

30 June 2011

(the last date of the reported period)

Nr	Name of the company	Registration number	Country of domicile, registration address	Company type*	Portion of a holding in share capital (%)	Portion of voting rights in the company (%)	Motivation for inclusion in the group**
1	SIA DnB NORD Lzings	40003659898	LV, Riga, Skanstes street 12	CFI	100	100	subsidiary
2	IPAS DnB NORD FONDI	40003699053	LV, Riga, Skanstes street 12	ISA	100	100	subsidiary
3	SIA Skanstes 12	40003975842	LV, Riga, Skanstes street 12	CKS	100	100	subsidiary
4	SIA Salvus	40103223713	LV, Riga, Skanstes street 12	CKS	100	100	subsidiary
5	SIA Salvus 2	50103254931	LV, Riga, Skanstes street 12	CKS	100	100	subsidiary
6	SIA Salvus 3	40103261113	LV, Riga, Skanstes street 12	CKS	100	100	subsidiary

\* ISA – asset management company, CFI – other financial institution, CKS – other enterprise.

According to regulations No. 145 - „Regulations on preparation public quarterly reports by banks” issued on 15.09.2006 by Financial and Capital Market Commission, DnB NORD Banka disclose the following information:

## 1. Risk analysis

Risk analysis can be found in AS DnB NORD Banka Annual report 2010.

[http://dnbnord.lv/Download/Financial\\_results/DnB%20NORD%20Banka%20pdf%20eng.pdf](http://dnbnord.lv/Download/Financial_results/DnB%20NORD%20Banka%20pdf%20eng.pdf)

## 2. Management

Information on Management of AS DnB NORD Banka can be found in the Bank's home page chapter "About us" - Management Board.

<http://dnbnord.lv/en/about/board/>

Board member \_\_\_\_\_

Board member \_\_\_\_\_

Date: 12 August 2011

## Financial assets designated at fair value through profit or loss

30 June 2011

(the last date of the reported period)

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Credit institution's code: 784  
Address: Rīgā, Skanstes ielā 12

Financial assets designated at fair value through profit or loss	30.06.2011 Group LVL'000	30.06.2011 Bank LVL'000	31.12.2010 Group LVL'000	31.12.2010 Bank LVL'000
<b>Debt securities</b>				
Latvian government securities	90,472	90,472	110,248	110,248
Latvian mortgage bonds	-	-	-	-
OECD financial institutions bonds	-	-	28,144	28,144
<b>Total debt securities</b>	<b>90,472</b>	<b>90,472</b>	<b>138,392</b>	<b>138,392</b>
<b>Investment funds</b>				
DnB NORD Mērķa fonds	377	377	375	375
<b>Total investment funds</b>	<b>377</b>	<b>377</b>	<b>375</b>	<b>375</b>
<b>Total</b>	<b>90,849</b>	<b>90,849</b>	<b>138,767</b>	<b>138,767</b>

	Moody's equivalent grades	2011.06.30		2010.12.31	
		LVL'000	%	LVL'000	%
Risk rating class 1	<b>Aaa</b>	-	0%	-	0%
Risk rating class 2	<b>Aa1-A3</b>	-	0%	28,144	20%
Risk rating class 3	<b>Baa1-Baa2</b>	-	0%	-	0%
Risk rating class 4	<b>Baa3</b>	21,185	23%	21,774	16%
Not rated*		69,664	77%	88,849*	64%
<b>Total</b>		<b>90,849</b>	<b>100%</b>	<b>138,767</b>	<b>100%</b>

Board member \_\_\_\_\_

Board member \_\_\_\_\_

Date: 12 August 2011