

BIGBANK
KIREM TEE RAHANI

BIGBANK AS

Public Interim Report
4 Q 2008

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CONSOLIDATED INFORMATION

Business name:	BIGBANK AS (previous business name Balti Investeeringute Grupi Pank AS, amendment entered in the register on 23.01.2009)
Register:	Commercial Register of the Republic of Estonia
Commercial registry code:	10183757
Date of entry:	30.01.1997
Address:	Rüütli 23, 51006 Tartu, Estonia
Phone:	3 727 377 570
Fax:	3 727 377 582
E-mail:	bigbank@bigbank.ee
Website:	www.bigbank.ee
Ratings:	<i>Moody's Investors Service</i> Long-term Deposit Rating B1 Short-term Deposit Rating <i>not prime</i> Financial Strength Rating E+ Outlook negative
Date of reporting:	31.12.2008
Reporting period:	01.10.2008 – 31.12.2008
Auditors:	KPMG Baltics AS company of auditors. Entered into the list of auditors on 11 July 2001 No 17 Address Narva mnt 5 Tallinn 10117 Registry code 10096082. Responsible auditors: - Andres Root, Sworn Auditor since 20 June 1990. - Eero Kaup, Sworn Auditor since 10 December 1998.
Audit:	An audit regarding the financial information of 2008 has been conducted.
Reporting currency:	The reporting currencies are the Estonian kroon and euro; data has been presented in millions of kroons and euros. The degree of accuracy of figures is three decimal places.

Public Interim Report is also available at the website of BIGBANK AS www.bigbank.ee.

"The Public Interim Report for 4Q 2008" of BIGBANK AS is available in the head office at Rüütli 23, Tartu, and all the other offices, from 27 February 2009.

DESCRIPTION OF THE CREDIT INSTITUTION GROUP

The principal activity of BIGBANK AS is granting consumer loans.

In addition to the parent company the group of BIGBANK AS (Group) comprise two subsidiaries:

Business name: AS Baltijas Izaugsmes Grupa
Location: Citadelas 2, LV-1010 Riga, Latvia
Registry code: 40003291179
Register: Latvian Commercial Register
Date of entry: 18.04.1996
Principal activity: granting consumer loans in the Republic of Latvia
Holding: 100%

Business name: OÜ Rütli Majad
Location: Rütli 23, 51006 Tartu
Registry code: 10321320
Register: Estonian Commercial Register
Date of entry: 27.11.1997
Principal activity: managing the property used by the Group
Holding: 100%

Subsidiaries have been consolidated line-by-line.

BIGBANK AS is operating a branch in Lithuania (registry code 301048563) that was registered in 2007 and a branch in Latvia (registry code 40103200513) that was registered on 12 November 2008.



DECLARATION OF THE MANAGEMENT BOARD

The Management Board of Balti Investeeringute Grupi Pank AS is of the following position as of the date of publication:

- The data and additional information presented in the Public Interim Report for 4Q are true and complete;
- The consolidated financial statement provides a true and fair view of the financial situation, financial results and cash flows of the Group.

The summary consolidated interim report as of 31.12.2008 is in compliance with the international financial reporting standard (IFRS) IAS 34 "Interim Financial Reporting" as it is accepted by the European Union and with the requirements established by the Bank of Estonia for the disclosure of information.

BIGBANK AS is a continually operating company.

	Date	Signature
Targo Raus Chairman of the Management Board	27.02.2009	
Kaido Saar Member of the Management Board	27.02.2009	
Veiko Kandla Member of the Management Board	27.02.2009	
Ingo Pöder Member of the Management Board	27.02.2009	

OVERVIEW OF THE ECONOMIC ACTIVITY

MAIN FINANCIAL INDICATORS

(in millions of kroons)	Group		Bank*		Latvian subsidiary**	
	31.12.2008	31.12.2007	31.12.2008	31.12.2007	31.12.2008	31.12.2007
Assets	2 908.824	2 612.376	2 805.781	2 531.036	1 047.059	939.054
Receivables from customers***	2 289.355	2 191.504	1 388.831	1 299.128	909.772	898.599
incl. loan portfolio	2 321.090	2 176.515	1 394.541	1 280.809	935.797	901.591
incl. interest receivable	186.759	124.402	105.177	76.782	81.581	47.958
incl. interest prepayments	-7.713	-7.750	-3.212	-2.592	-4.500	-5.158
incl. impairment allowance	-210.781	-101.663	-107.675	-55.871	-103.106	-45.792
<i>incl. to loan receivables</i>	-176.981	-89.588	-94.557	-49.681	-82.424	-39.907
<i>incl. to interest receivables</i>	-24.940	-12.075	-13.118	-6.190	-11.822	-5.885
<i>incl. collective impairment allowance</i>	-8.860	-	-	-	-8.860	-

(in millions of kroons)	Group		Bank*		Latvian subsidiary**	
	4Q 2008	12 months 2008	4Q 2008	12 months 2008	4Q 2008	12 months 2008
Interest income	169.349	686.255	126.339	498.214	70.022	288.933
Interest expenditure	67.584	248.342	67.240	247.362	26.685	100.440
Net profit	26.826	144.770	12.791	117.947	13.976	51.093

(in millions of euros)	Group		Bank*		Latvian subsidiary**	
	31.12.2008	31.12.2007	31.12.2008	31.12.2007	31.12.2008	31.12.2007
Assets	185.908	166.961	179.322	161.763	66.919	60.016
Receivables from customers***	146.317	140.063	88.763	83.029	58.145	57.431
incl. loan portfolio	148.345	139.105	89.127	81.859	59.808	57.622
incl. interest receivable	11.936	7.951	6.722	4.907	5.214	3.065
incl. interest prepayments	-0.493	-0.495	-0.205	-0.166	-0.287	-0.329
incl. impairment allowance	-13.471	-6.498	-6.881	-3.571	-6.590	-2.927
<i>incl. to loan receivables</i>	-11.311	-5.726	-6.043	-3.175	-5.268	-2.551
<i>incl. to interest receivables</i>	-1.594	-0.772	-0.838	-0.396	-0.756	-0.376
<i>incl. collective impairment allowance</i>	-0.566	-	-	-	-0.566	-

(in millions of euros)	Group		Bank*		Latvian subsidiary**	
	4Q 2008	12 months 2008	4Q 2008	12 months 2008	4Q 2008	12 months 2008
Interest income	10.823	43.860	8.075	31.842	4.475	18.466
Interest expenditure	4.319	15.872	4.297	15.809	1.705	6.419
Net profit	1.714	9.252	0.817	7.538	0.893	3.265

* - Data on the parent company and the branches in Lithuania and Latvia

** - AS Baltijas Izaugsmes Grupa

*** - Bank data excluding loans to Latvian subsidiary

RATIOS

(in % and in millions)	4Q 2008		3Q 2008	
	EEK	EUR	EEK	EUR
Return on equity (ROE)	18.8%	18.8%	21.1%	21.1%
Equity multiplier (EM)	5.1	5.1	5.2	5.2
Profit margin (PM)	12.9%	12.9%	14.0%	14.0%
Asset utilisation (AU)	28.5%	28.5%	28.7%	28.7%
Return on assets (ROA)	3.7%	3.7%	4.0%	4.0%
Earnings per share (EPS)	1 341.3	85.7	1 437.0	91.8
Spread (SPREAD)	14.3%	14.3%	15.1%	15.1%
TIER 1 ratio	22.1%	22.1%	20.9%	20.9%

Ratios shall be presented on an annual basis (i.e. annualized).

The balance sheet indicators used when calculating the ratios are found as the arithmetic mean of the respective data as of the end of the month preceding the reporting quarter and as of the end of each month of the reporting quarter. In case of income statement indicators the annualized actual data of the reporting quarter shall serve as the basis.

Explanation on ratios:

- Return on equity (ROE) – profit to equity.
- Equity multiplier (EM) – total assets to total equity.
- Profit margin (PM) – profit to total income.
- Asset utilisation (AU) – total income to total assets.
- Return on assets (ROA) – profit to total assets.
- Earnings per share (EPS) – net profit per average number of shares of the reporting period.
- Spread (SPREAD) – ratio of interest expenditure to interest-bearing liabilities deducted from the ratio of interest income to interest earning assets.
- Tier 1 own funds (TIER 1 ratio) – ratio of Tier 1 own funds and risk weighted assets

IMPORTANT ECONOMIC EVENTS

As of the end of the 4th quarter the balance sheet total of BIGBANK AS was 2 908.824 million kroons. Since the beginning of the year it has increased by 296.448 million kroons.

In the 4th quarter a branch of BIGBANK AS was registered in Latvia, which is operating on the market of consumption loans in parallel with the subsidiary.

BIGBANK continued conservative liquidity management policy and increased the volume of liquid assets. The share of cash and equivalents in balance sheet total has been increased, accounting for 16.5% (compared to 16.1% as of the end of the 2nd quarter) of the total assets as of 31 December. Receivables from customers formed 78.7% of the balance sheet total as of the end of the quarter. As of 31 December 2008 receivables from customers totalled to 2 289.355 million kroons (compared to 2 369.001 as of the end of the 2nd quarter), whereby the share of Estonia was 50.4%, share of Latvia formed 40.2% and the share of Lithuania was 9.4%. Loan portfolio is influenced by changes in macroeconomic environment and the resulting uncertainty of loan debtors regarding the future, also the Group's conservative liquidity and credit policy.

Loan portfolio has increased the most in Lithuania, where the branch of BIGBANK has been operating since the 3rd quarter of 2007 and the growth potential of the market share is the highest. In Lithuania receivables from customers increased by 14.6% during the 4th quarter and by the end of the quarter amounted to 216.388 million kroons. At the end of the quarter the number of Group's loan contracts totalled to 137.9 thousand (including 50.3 thousand in Estonia, 75.2 thousand in Latvia and 12.4 thousand in Lithuania). At the end of 2008 the average loan receivable was 16.980 thousand kroons. The proportion of loans granted to private persons in the portfolio formed 98.2%.

Regarding liabilities, the volume of term deposits has increased the most amounting to 630.612 million kroons by the end of the quarter – increase of 11.1% during the quarter. As of 31 December 2008 issued bonds formed 63.9% (66.9% in the 3rd quarter), term deposits 27.1% (23.8% in the 3rd quarter), subordinated liabilities 7.4% (7.3% in the 3rd quarter), other liabilities 1.0% (1.3% in the 3rd quarter) and liabilities to credit institutions 0.6% (0.7% in the 3rd quarter) of total liabilities.

As of 31 December 2008 equity totalled to 579.425 million kroons, which accounted for 19.9% of the balance sheet total. As of the end of the quarter the capital adequacy was 19.32%.

In the 4th quarter the interest income amounted to 169.349 million kroons (686.255 million kroons from the beginning of the year). In the 4th quarter the interest expenses accounted for 67.584 million kroons, altogether 248.342 million kroons from the beginning of the year.

The share of customers' overdue loans of more than 90 days in the total loan portfolio has indeed increased; the growth indicates the regular proportional share of the high loan sales volume in 2007. The share is also influenced by the considerably lower loan sales volume in 2008. The share of short-term payment delays has decreased.

Amounts transferred to the reserve of losses from loan have increased significantly – by the end of the 4th quarter 2008 the volume of the reserve totalled to 210.781 million kroons, increasing 12.854 million kroons in the 4th quarter. Increase in the reserve of losses from loan is continually connected to the conservative principles for impairment allowances.

As a positive influence from increase in overdue portfolio other operating income (mostly consisting of enforcement income) has significantly increased, amounting to 38.840 million kroons in the 4th quarter (130.018 million kroons from the beginning of the year), increasing by 2.4 times compared to the previous year.

In the 4th quarter the Group earned a profit of 26.826 million kroons. Profitability of the 4th quarter was influenced by forming conservative and additional allowances. Profit from the beginning of the year totals to 144.770 million kroons.

As of 31 December the Group had 45 offices all over the Baltics, of which 22 offices are located in Estonia, 15 in Latvia and 8 in Lithuania. As of 31 December 2008 there were 512 employees working in the Group, including 237 in Estonia, 207 in Latvia and 68 in Lithuania. In December 2008 there were changes in the membership of the Management Board, Ingo Pöder became the fourth member of the Management Board.

In 2008 the fees paid to the Management Board of the parent company (taxes included) totalled to 3.483 million kroons and the fees paid to the members of the Supervisory Council (taxes included) amounted to 0.883 million kroons.

More detailed information about the financial data of BIGBANK AS is available in the annual accounts of the Consolidation Group.

CONSOLIDATED CAPITAL ADEQUACY

(in millions of kroons)

	31.12.2008	31.12.2007
Paid-up share capital	80.000	80.000
Reserves formed on account of the profits	8.000	8.000
Retained earnings/losses	354.600	201.699
Unrealised exchange differences	-7.945	5.474
Intangible assets	-6.240	-7.816
Profit for the reporting period	144.770	177.275
Total amount of Tier 1 own funds	573.185	464.632
Subordinated debt	121.381	119.657
Total amount of Tier 2 own funds	121.381	119.657
Total deductions	-	-
Total amount of Tier 3 own funds	-	-
Own funds for calculation of capital adequacy	694.566	584.289
Capital requirements		
Central governments and central banks under the Standardised Approach, incl.	6.614	6.032
<i>BIGBANK AS</i>	6.614	6.032
<i>AS Baltijas Izaugsmes Grupa</i>	-	-
Companies under the Standardised Approach, incl.	1.782	5.048
<i>BIGBANK AS</i>	1.782	5.048
<i>AS Baltijas Izaugsmes Grupa</i>	-	-
Retail claims under the Standardised Approach, incl.	96.341	112.501
<i>BIGBANK AS</i>	57.117	60.562
<i>AS Baltijas Izaugsmes Grupa</i>	39.224	51.939
Claims secured by real estate property under the Standardised Approach, incl.	8.171	15.602
<i>BIGBANK AS</i>	7.465	13.120
<i>AS Baltijas Izaugsmes Grupa</i>	0.706	2.482
Past due claims under the Standardised Approach, incl.	107.824	55.688
<i>BIGBANK AS</i>	62.573	34.896
<i>AS Baltijas Izaugsmes Grupa</i>	45.251	20.792
Short-term debt of credit institutions, investment firms and other companies under the Standardised Approach, incl.	7.434	3.368
<i>BIGBANK AS</i>	3.582	1.892
<i>AS Baltijas Izaugsmes Grupa</i>	3.852	1.466
Shares and units of investment funds under the Standardised Approach	-	-
Other assets under the Standardised Approach, incl.	31.288	16.665
<i>BIGBANK AS</i>	14.973	9.670
<i>AS Baltijas Izaugsmes Grupa</i>	13.313	5.694
Total capital requirements against credit risks and counterparty credit risk	259.454	214.904

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(in millions of kroons)	31.12.2008	31.12.2007
Capital requirement for foreign-exchange risk	56.675	63.882
Basic Indicator Approach to operational risk	43.307	29.362
Standardised Approach to operational risk	-	-
Advanced Measurement Approach to operational risk	-	-
Total capital requirements against operational risk	43.307	29.362
Minimum own funds during the transitional period	-	-
Capital requirements for the calculation of adequacy	359.436	308.148
Capital adequacy	19.32%	18.96%

CONSOLIDATED CAPITAL ADEQUACY

(in millions of euros)	31.12.2008	31.12.2007
Paid-up share capital	5.113	5.113
Reserves formed on account of the profits	0.511	0.511
Retained earnings/losses	22.663	12.891
Unrealised exchange differences	-0.508	0.350
Intangible assets	-0.399	-0.500
Profit for the reporting period	9.252	11.330
Total amount of Tier 1 own funds	36.633	29.695
Subordinated debt	7.758	7.647
Total amount of Tier 2 own funds	7.758	7.647
Total deductions	-	-
Total amount of Tier 3 own funds	-	-
Own funds for calculation of capital adequacy	44.391	37.343
Capital requirements		
Central governments and central banks under the Standardised Approach, incl.	0.423	0.386
<i>BIGBANK AS</i>	0.423	0.386
<i>AS Baltijas Izaugsmes Grupa</i>	-	-
Companies under the Standardised Approach, incl.	0.114	0.323
<i>BIGBANK AS</i>	0.114	0.323
<i>AS Baltijas Izaugsmes Grupa</i>	-	-
Retail claims under the Standardised Approach, incl.	6.157	7.190
<i>BIGBANK AS</i>	3.650	3.870
<i>AS Baltijas Izaugsmes Grupa</i>	2.507	3.320
Claims secured by real estate property under the Standardised Approach, incl.	0.522	0.997
<i>BIGBANK AS</i>	0.477	0.838
<i>AS Baltijas Izaugsmes Grupa</i>	0.045	0.159
Past due claims under the Standardised Approach, incl.	6.891	3.559
<i>BIGBANK AS</i>	3.999	2.230
<i>AS Baltijas Izaugsmes Grupa</i>	2.892	1.329
Short-term debt of credit institutions, investment firms and other companies under the Standardised Approach, incl.	0.475	0.215
<i>BIGBANK AS</i>	0.229	0.121
<i>AS Baltijas Izaugsmes Grupa</i>	0.246	0.094
Shares and units of investment funds under the Standardised Approach	-	-
Other assets under the Standardised Approach, incl.	2.000	1.065
<i>BIGBANK AS</i>	0.957	0.618
<i>AS Baltijas Izaugsmes Grupa</i>	0.851	0.364
Total capital requirements against credit risks and counterparty credit risk	16.582	13.735

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(in millions of euros)	31.12.2008	31.12.2007
Capital requirement for foreign-exchange risk	3.622	4.083
Basic Indicator Approach to operational risk	2.768	1.876
Standardised Approach to operational risk	-	-
Advanced Measurement Approach to operational risk	-	-
Total capital requirements against operational risk	2.768	1.876
Minimum own funds during the transitional period	-	-
Capital requirements for the calculation of adequacy	22.972	19.694
Capital adequacy	19.32%	18.96%

Starting from 1 January 2008 a new directive for calculating capital adequacy BASEL II is applied. Comparison data of 2007 have been calculated on the same bases.

The capital adequacy standards are applied to BIGBANK AS. The specification of consolidation group used when calculating the capital adequacy does not differ from the specification of consolidation group used when preparing financial reports.

Pursuant to §72 (1) of the Credit Institutions Act the own funds of a credit institution consist of Tier 1, Tier 2 and Tier 3 own funds.

Pursuant to §73 of the Credit Institutions Act the following can be included in the Tier 1 capital:

- Paid-in share capital;
- Reserves and reserve capital formed on the basis of law and the articles of association on account of the profits;
- Audited retained earnings;
- Profits for the current financial year, the size of which has been verified by an auditor.

In order to calculate the size of Tier 1 own funds, the following shall be deducted from the total of own funds:

- Intangible assets

Pursuant to §77 of the Credit Institutions Act For calculation of Tier 1 own funds on a consolidated basis, the unrealised monetary differential amount created upon consolidation shall be added to the Tier 1 own funds.

Pursuant to §74 of the Credit Institutions Act subordinated liabilities may be included in Tier 2 capital.

A liability of a credit institution is deemed to be subordinated if the claim arising out of such liability, in the event of the dissolution or bankruptcy of the credit institution is satisfied after the justified claims of all other creditors have been satisfied.

BIGBANK has requested for permission from the Financial Supervision Authority for including subordinated liabilities in Tier 2 own funds.

The credit institution does not have Tier 3 own funds.

Standard methods have been used for calculating the capital requirements for credit risk, and basic indicator approach for calculating the capital requirements for operation risk.

FINANCIAL STATEMENTS

CONSOLIDATED BALANCE SHEET

(in millions of kroons)

	Note	31.12.2008	31.12.2007 adjusted
Assets			
Cash on hand		-	0.007
Receivables from Central Bank		330.720	301.616
Receivables from banks		148.672	67.351
Receivables from customers	2,3,4,5,6,7,8	2 289.355	2 191.504
Other receivables and prepaid expenses		62.337	11.059
Intangible assets		6.240	7.816
Tangible assets		49.137	31.306
Other assets		22.363	1.717
Total assets		2 908.824	2 612.376
Liabilities			
Payable to credit institutions	10	14.867	150.136
Payable to customers	11	630.612	183.876
Other payables and deferred income		23.971	25.358
Issued bonds	12	1 487.592	1 610.427
Subordinated liabilities	12	172.357	170.130
Total liabilities		2 329.399	2 139.927
Equity			
Share capital		80.000	80.000
Reserves		8.000	8.000
Unrealised exchange differences		-7.945	5.474
Retained earnings		354.600	201.700
Profit for the accounting year		144.770	177.275
Total equity		579.425	472.449
Total liabilities and equity		2 908.824	2 612.376

CONSOLIDATED BALANCE SHEET

(in millions of euros)

	Note	31.12.2008	31.12.2007 adjusted
Assets			
Cash on hand		-	-
Receivables from Central Bank		21.137	19.277
Receivables from banks		9.502	4.305
Receivables from customers	2,3,4,5,6,7,8	146.316	140.063
Other receivables and prepaid expenses		3.984	0.706
Intangible assets		0.399	0.500
Tangible assets		3.141	2.001
Other assets		1.429	0.109
Total assets		185.908	166.961
Liabilities			
Payable to credit institutions	10	0.950	9.595
Payable to customers	11	40.303	11.752
Other payables and deferred income		1.533	1.621
Issued bonds	12	95.074	102.925
Subordinated liabilities	12	11.016	10.873
Total liabilities		148.876	136.766
Equity			
Share capital		5.113	5.113
Reserves		0.511	0.511
Unrealised exchange differences		-0.508	0.350
Retained earnings		22.663	12.891
Profit for the accounting year		9.252	11.330
Total equity		37.032	30.195
Total liabilities and equity		185.908	166.961

IRREVOCABLE TRANSACTIONS AND PLEDGED ASSETS**31.12.2008**

(in millions)	EEK	EUR
Irrevocable transactions	18.109	1.157
incl. guarantees and other similar irrevocable transactions	17.807	1.138
incl. credit lines and overdraft facilities	0.302	0.019
Assets pledged and encumbered with usufruct to secure liabilities	23.400	1.496

* - including a guarantee in the amount of 17.7 million kroons (1.1 million euros) issued by the parent company to AS Hansapank in order to guarantee fulfilment of obligations of 100% subsidiary Rütli Majad OÜ.

** - in addition, there are assets pledged and encumbered with usufruct in the amount of 14.92 million kroons (0.954 million euros), the related liabilities have been fulfilled as of the date of the report.

In addition, commercial pledge has been established on the movable property of the parent company, in the total amount of 25 million kroons, the related liabilities have been fulfilled as of the date of the report.

CONSOLIDATED INCOME STATEMENT

(in millions of kroons)

	Note	4Q 2008	4Q 2007	12 months 2008	12 months 2007
Interest income	14	169.349	178.858	686.255	574.381
Interest expenses	15	67.584	56.307	248.342	149.451
Net interest income		101.765	122.551	437.913	424.930
Net service charges		-0.487	-0.140	-1.387	-0.273
Net profit/loss from financial transactions		-0.526	-0.656	-2.749	-3.679
Other operating income	14	41.587	19.005	132.765	54.412
Total income		142.339	140.76	566.542	475.390
Salaries		29.961	24.009	112.543	70.854
Administrative expenditures		39.478	37.280	123.627	117.199
Depreciation and amortisation		2.748	1.840	10.182	5.803
Allowances to loans and receivables		33.778	21.124	144.477	84.348
Allowance to other assets		0.589	-	0.589	-
Other operating expenses	15	2.769	2.599	6.529	4.184
Total operating expenses		109.323	86.852	397.947	282.388
Profit before tax		33.016	53.908	168.595	193.002
Income tax		6.190	8.295	23.825	15.727
Profit for the accounting period		26.826	45.613	144.77	177.275
Basic earnings per share (EEK)		336	570	1 810	2 216
Diluted net profit per share (EEK)		336	570	1 810	2 216

CONSOLIDATED INCOME STATEMENT

(in millions of euros)	Note	4Q 2008	4Q 2007	12 months 2008	12 months 2007
Interest income	14	10.824	11.431	43.860	36.710
Interest expenses	15	4.319	3.599	15.872	9.552
Net interest income		6.505	7.832	27.988	27.158
Net service charges		-0.031	-0.008	-0.089	-0.017
Net profit/loss from financial transactions		-0.034	-0.042	-0.176	-0.235
Other operating income	14	2.657	1.214	8.485	3.477
Total income		9.097	8.996	36.208	30.383
Salaries		1.915	1.534	7.193	4.528
Administrative expenditures		2.523	2.383	7.901	7.490
Depreciation and amortisation		0.176	0.118	0.651	0.371
Allowances to loans and receivables		2.159	1.350	9.234	5.391
Allowance to other assets		0.037	-	0.037	-
Other operating expenses	15	0.177	0.166	0.417	0.268
Total operating expenses		6.987	5.551	25.433	18.048
Profit before tax		2.110	3.445	10.775	12.335
Income tax		0.396	0.530	1.523	1.005
Profit for the accounting period		1.714	2.915	9.252	11.330
Basic earnings per share (EUR)		22	37	116	142
Diluted net profit per share (EUR)		22	37	116	142

CONSOLIDATED STATEMENT OF CASH FLOWS

(in millions of kroons)	2008	2007 adjusted
Cash flow from operations		
Interests received	575.944	466.265
Interests paid	-207.462	-134.283
Administrative expenses paid	-242.317	-176.596
Other operating income received	105.866	43.284
Other operating expenses paid	-4.603	-7.007
Reversal of impairment losses	0.808	0.154
Paid for other assets	-1.130	-
Loans granted	-889.374	-1 776.990
Repayment of loans granted	700.387	644.848
Change in mandatory reserve in Central Bank	-54.208	-203.377
Proceeds from customer deposits	574.108	196.392
Paid on redemption of deposits	-157.825	-152.950
Income tax paid	-28.674	-8.790
Effect of change in exchange rates	-1.381	-3.718
Net cash used in operating activities	370.139	-1 112.768
Cash flow from investing activities		
Acquisition of tangible and intangible assets	-25.327	-15.963
Proceeds from the sale of tangible and intangible assets	0.020	-
Purchase of securities	-	-28.655
Proceeds from sale of securities	-	28.655
Net cash used in investing activities	-25.307	-15.963
Cash flow from financing activities		
Proceeds from debt securities issues	154.363	1 387.755
Paid on redemption of debt securities	-281.771	-268.366
Proceeds from subordinated debt securities issues	-	67.696
Paid on redemption of subordinated debt securities	-	-5.658
Proceeds from loans from credit institutions	47.760	210.000
Repayments of loans from credit institutions	-184.566	-219.115
Dividends paid	-24.000	-22.000
Net cash from financing activities	-288.214	1 150.312
Effect of exchange rate fluctuations	-0.725	2.354
Increase in cash and cash equivalents	55.893	23.935
Cash and cash equivalents at the beginning of year	93.405	69.470
Cash and cash equivalents at the end of the period	149.298	93.405
	31.12.2008	31.12.2007
Cash	-	0.007
Demand and overnight deposits with credit institutions	148.672	67.351
Surplus on mandatory reserve with Central Bank	0.076	25.304
Interest receivable from mandatory reserve to Central Bank	0.550	0.743
Total	149.298	93.405

CONSOLIDATED STATEMENT OF CASH FLOWS

(in millions of euros)

	2008	2007 Adjusted
Cash flow from operations		
Interests received	36.809	29.800
Interests paid	-13.259	-8.582
Administrative expenses paid	-15.487	-11.287
Other operating income received	6.766	2.766
Other operating expenses paid	-0.294	-0.448
Reversal of impairment losses	0.052	0.010
Paid for other assets	-0.072	-
Loans granted	-56.841	-113.570
Repayment of loans granted	44.763	41.213
Change in mandatory reserve in Central Bank	-3.465	-12.998
Proceeds from customer deposits	36.692	12.552
Paid on redemption of deposits	-10.087	-9.775
Income tax paid	-1.833	-0.562
Effect of change in exchange rates	-0.088	-0.238
Net cash used in operating activities	23.656	-71.119
Cash flow from investing activities		
Acquisition of tangible and intangible assets	-1.619	-1.020
Proceeds from the sale of tangible and intangible assets	0.001	-
Purchase of securities	-	-1.831
Proceeds from sale of securities	-	1.831
Net cash used in investing activities	-1.618	-1.020
Cash flow from financing activities		
Proceeds from debt securities issues	9.866	88.694
Paid on redemption of debt securities	-18.008	-17.152
Proceeds from subordinated debt securities issues	-	4.327
Paid on redemption of subordinated debt securities	-	-0.362
Proceeds from loans from credit institutions	3.052	13.421
Repayments of loans from credit institutions	-11.796	-14.004
Dividends paid	-1.534	-1.406
Net cash from financing activities	-18.420	73.518
Effect of exchange rate fluctuations	-0.046	0.150
Increase in cash and cash equivalents	3.572	1.530
Cash and cash equivalents at the beginning of the year	5.970	4.440
Cash and cash equivalents at the end of the period	9.542	5.969
	31.12.2008	31.12.2007
Cash	-	-
Demand and overnight deposits with credit institutions	9.502	4.305
Surplus on mandatory reserve with Central Bank	0.005	1.617
Interest receivable from mandatory reserve to Central Bank	0.035	0.047
Total	9.542	5.969

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(in millions of kroons)

31.12.2008
31.12.2007
Share capital

Balance at the beginning of the period	80.000	80.000
Balance at the end of the period	80.000	80.000

Capital reserve
Legal reserve

Balance at the beginning of the year	8.000	4.000
Transfer to capital reserve	-	4.000
Balance at the end of the period	8.000	8.000

Unrealised exchange differences

Balance at the beginning of the year	5.474	0.437
Change in unrealised exchange differences	-13.419	5.037
Balance at the end of the period	-7.945	5.474

Retained earnings

Balance at the beginning of the year	378.600	227.700
Net profit	144.770	177.275
Transfer to reserves	-	-4.000
Dividends paid	-24.000	-22.000
Balance at the end of the period	499.370	378.975

Incl. revenue and expenditure of the financial year

Total revenue / expenditure of the period, net	131.351	182.312
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Total equity	579.425	472.449
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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(in millions of euros)

31.12.2008

31.12.2007

Share capital

Balance at the beginning of the period	5.113	5.113
Balance at the end of the period	5.113	5.113

Capital reserve

Legal reserve

Balance at the beginning of the year	0.511	0.256
Transfer to capital reserve	-	0.255
Balance at the end of the period	0.511	0.511

Unrealised exchange differences

Balance at the beginning of the year	0.350	0.028
Change in unrealised exchange differences	-0.858	0.322
Balance at the end of the period	-0.508	0.350

Retained earnings

Balance at the beginning of the year	24.198	14.553
Net profit	9.252	11.330
Transfer to reserves	-	-0.256
Dividends paid	-1.534	-1.406
Balance at the end of the period	31.916	24.221

Incl. revenue and expenditure of the financial year

Total revenue / expenditure of the period, net	8.395	11.652
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Total equity	37.032	30.195
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NOTES TO FINANCIAL STATEMENTS

Note 1. Accounting Principles

The accounting principles used in the summary consolidated interim report for the 4th quarter of 2008 of BIGBANK AS are in accordance with the accounting principles used in the last annual report of the year ended on 31 December 2007. Consolidated interim reports should be read with the last annual report.

In order to give a better overview of the Group's financial results, balance sheet and income statement layouts have been amended.

In **the balance sheet layout** the reference data have been amended due to regrouping receivables and liabilities.

The new balance sheet layout does not use lines "Allowance for credit losses", "Accrued income and prepaid expenses" and "Accrued expenses and deferred income".

The balance sheet line "Receivables from credit institutions" has been renamed to the line "Receivables from banks".

According to the new layout the balance sheet line "Payable to customers" reflects deposits with interest accrued but not paid out on deposits and the balance sheet line "Issued bonds" reflects bonds with interest accrued but not paid out on bonds.

Balance sheet line	Change, million kroons (million euros)	Content	31.12.2007, adjusted, million kroons (million euros)
Receivables from Central Bank	+0.743 (+0.047)	Regrouping the interest receivables of the mandatory reserve from other receivables	301.616 (19.277)
Receivables from customers	+ 1 274.924 (+81.482) + 901.591 (+57.622) -102.916 (-6.578) +125.222 (+8.003) +0.433 (+0.028) -7.750 (-0.495)	Receivables from customers of credit institutions Other receivables Allowance for credit losses Interest receivables from customers Receivables for fees for completing the loan and impairment losses on these Regrouping prepayments of loan interests and fees for completing loans from liabilities of the balance sheet	2 191.504 (140.063)
Other receivables and prepaid expenses	+11.059 (+0.706)	Regrouping receivables and accrued income according to their nature	11.059 (0.706)
Total assets	-7.750 (-0.495)	Regrouping prepayments	2 612.376 (166.961)
Payable to customers	+2.689 (+0.172)	Interest not paid out on deposits as of the balance sheet date	183.876 11.752)
Issued bonds	+12.808 (+0.819)	Interest not paid out on bonds as of the balance sheet date	1 610.427 (102.925)
Other payables and deferred income	-7.750 (-0.495)	Regrouping prepayments to assets of balance sheet	25.358 (1.621)



	+0.842	Other payables	
	(+0.055)		
	+32.266	Accrued expenses and deferred income	
	(+2.062)		
Total liabilities	-7.750	Regrouping prepayments	2 139.927
	(-0.495)		(136.766)
Total liabilities and equity	-7.750	Regrouping prepayments	2 612.376
	(-0.495)		(166.961)

In **the income statement** the income from service charges and expenses on service charges are not shown on separate lines, the data is presented on the line "Net service charges". Other operating income has been added to other income. The line "Total income" has been added.

According to the new layout salary expenses are presented on the same line with social tax.

The line "Administrative expenses" has been renamed to "Other administrative expenses".

Also the line "Total operating expenses" has been added to the income statement layout.

For a more correct presentation of data the consolidated income statement of the period 01.01.2007 – 30.09.2008 has been changed compared to the report of the same period of 2007 as follows:

Income statement line	Change, million kroons (million euros)	Content	2007, adjusted, million kroons (million euros)
Salaries	+1.258 (+0.080)	Including health expenses and other fringe benefits made for employees to labour costs (salaries)	70.854 (4.528)
Other administrative expenses	-1.258 (-0.080)	Excluding health expenses and fringe benefits from the respective group	4.184 (0.267)

In **statement of cash flows** data for the period of 01.01.2007 – 30.09.2007 has been changed compared to the report for the period of 2007 as follows:

For a more correct presentation of data all cash flows related to cash from bonds and redemption of bonds have been removed from the cash flow statement line "Cash flows from operations" and are reflected in the part of the cash flow statement "Cash flow from financing activities".

Line "Change in mandatory reserve in Central Bank" has been renamed – "Change in mandatory reserve and interest receivables of Central Bank", this reflects also adding interest receivables to this line.

Cash flow statement line	Change, mln kroons (mln euros)	Content	2007, adjusted, mln kroons (mln euros)
Change in mandatory reserve and related interest receivable	+0,546 (+0,035)	Addition of change in interest receivable in connection with its inclusion in cash equivalents	-203,377 (-12,998)
Total cash flow from operations	+0,546 (+0,035)	Addition of change in interest receivable in connection with its inclusion in cash equivalents	-1 112,768 (-71,119)
Increase in cash and equivalents	+0,546 (+0,035)	Inclusion of interest receivable in cash equivalents	23,935 (1,529)
Cash and equivalents at the beginning of the year	+0,197 (+0,013)	Inclusion of interest receivable in cash equivalents	69,470 (4,440)

Cash and equivalents at the end of the period	+0,743 (+0,048)	Inclusion of interest receivable in cash equivalents	93,405 (5,969)
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Note 2. Receivables from Customers

Group (in millions of kroons)	31.12.2008	31.12.2007
Loan receivables from customers	2321.090	2 176.515
Impairment allowance to loan receivables	-176.981	-89.588
Interest receivables from customers	186.759	124.402
Impairment allowance to interest receivables	-24.940	-12.075
Interest prepayments	-7.713	-7.750
Collective impairment allowance	-8.860	-
Total receivables from customers	2 289.355	2 191.504

Group (in millions of euros)	31.12.2008	31.12.2007
Loan receivables from customers	148.345	139.105
Impairment allowance to loan receivables	-11.311	-5.726
Interest receivables from customers	11.936	7.951
Impairment allowance to interest receivables	-1.594	-0.772
Interest prepayments	-0.493	-0.495
Collective impairment allowance	-0.566	-
Total receivables from customers	146.317	140.063

Note 3. Distribution of Loan Receivables by Maturity

Group (in millions of kroons)	31.12.2008	31.12.2007
Up to 1 year	1 278.829	868.496
1-2 years	236.241	315.583
2-5 years	403.207	460.531
More than 5 years	402.813	531.905
Total	2 321.090	2 176.515

Group (in millions of euros)	31.12.2008	31.12.2007
Up to 1 year	81.732	55.507
1-2 years	15.099	20.170
2-5 years	25.770	29.433
More than 5 years	25.744	33.995
Total	148.345	139.105

Note 4. Distribution of Debt Obligations by Geographic Areas

Group (in millions of kroons)	Balance sheet obligations, including			31.12.2008 Relative share in loan portfolio
	Loan portfolio	Overdue loans	Impairment allowance (incl. collective impairment allowance)	
Estonia	1 158.937	476.660	84.811	49.9%
Latvia	945.310	399.534	91.363	40.7%
Lithuania	216.843	43.804	9.667	9.4%

Total	2 321.090	919.998	185.841	100%
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Group (in millions of euros)	Balance sheet obligations, including			31.12.2008
	Loan portfolio	Overdue loans	Impairment allowance (incl. collective impairment allowance)	Relative share in loan portfolio
Estonia	74.070	30.464	5.420	49.9%
Latvia	60.416	25.535	5.839	40.7%
Lithuania	13.859	2.800	0.618	9.4%
Total	148.345	58.799	11.877	100.0%

Note 5. Loan Receivables by Security

Group (in millions of kroons)	31.12.2008	31.12.2007
Loan secured with income	1 777.312	1 577.872
Loan against surety	347.911	334.879
Loan secured with real estate	150.878	216.576
Credit line for companies	44.989	47.188
Total loan receivables	2 321.090	2 176.515

Group (in millions of euros)	31.12.2008	31.12.2007
Loan secured with income	113.591	100.844
Loan against surety	22.236	21.403
Loan secured with real estate	9.643	13.842
Credit line for companies	2.875	3.016
Total loan receivables	148.345	139.105

Note 6. Loan Receivables by Contract Currencies

Group (in millions of kroons)	31.12.2008	31.12.2007
EEK	776.093	1 213.989
EUR	1 025.804	231.609
LTL	83.819	60.935
LVL	435.374	669.982
Total receivables from customers	2 321.090	2 176.515

Group (in millions of euros)	31.12.2008	31.12.2007
EEK	49.601	77.588
EUR	65.561	14.803
LTL	5.357	3.894
LVL	27.826	42.820
Total receivables from customers	148.345	139.105

Note 7. Impairment Allowances to Receivables from Customers by Groups

Group (in millions of kroons)					31.12.2008
	Loan receivables from customers	Impairment allowances to loan receivables	Interest receivables	Impairment allowances to interest receivables	Total impairment allowances to receivables
Homogeneous groups	1 378.200	11.203	45.431	0.386	11.589
Individual assessment groups	942.890	165.778	141.328	24.554	190.332
Collective impairment allowance	-	8.860	-	-	8.860
Total	2 321.090	185.841	186.759	24.940	210.781

Group (in millions of euros)					31.12.2008
	Loan receivables from customers	Impairment allowances to loan receivables	Interest receivables	Impairment allowances to interest receivables	Total impairment allowances to receivables
Homogeneous groups	88.083	0.716	2.903	0.025	0.741
Individual assessment groups	60.262	10.595	9.033	1.569	12.164
Collective impairment allowance	-	0.566	-	-	0.566
Total	148.345	11.877	11.936	1.594	13.471

Note 8. Overdue Loans

Group (in millions of kroons)*	31.12.2008	31.12.2007
Up to 30 days	7.071	12.491
31 - 60 days	8.312	14.911
61-90 days	15.772	12.511
91-180 days	124.167	97.078
Over 180 days	764.676	304.820
Total	919.998	441.811

* - In case of loan contract termination, overdue loans comprise entire loan principal.

Group (in millions of euros)*	31.12.2008	31.12.2007
Up to 30 days	0.452	0.798
31 - 60 days	0.531	0.953
61-90 days	1.008	0.800
91-180 days	7.936	6.204
Over 180 days	48.872	19.482
Total	58.799	28.237

* In case of loan contract termination, overdue loans comprise entire loan principal.

Note 9. Geographic Segments

Based on the internal management structure segment information has been published according to the geographic segments. The consolidation group does not have various business segments.

In the presentation of segments income, expenses, assets and liabilities have been reflected according to the location.

Geographic segments, balance sheet indicators

31.12.2008	Estonia	Latvia	Lithuania	Eliminations	Group
(in millions of kroons)					
Receivables from customers	2 359.671	919.390	216.388	-1 206.094	2 289.355
incl. loan receivables from customers	2 365.031	945.310	216.843	-1 206.094	2 321.090
incl. impairment allowance to loan receivables	-84.810	-91.363	-9.668	-	-185.841
incl. outstanding interests from customer	93.515	81.791	11.453	-	186.759
incl. impairment allowance to interest receivables	-12.020	-11.823	-1.097	-	-24.940
Other receivables and prepaid expenses	11.796	47.582	2.970	-0.011	62.337
Tangible and intangible asset	46.494	6.715	2.168	-	55.377
Other assets	16.240	6.123	-	-	22.363
Segment's total assets	2 848.668	1 062.173	226.759	-1 228.776	2 908.824
Payable to credit institutions	14.867	952.922	246.744	-1 199.666	14.867
Payable to customers	626.883	3.729	-	-	630.612
Other payables and deferred income	6.209	16.464	1.309	-0.011	23.971
Issued bonds and subordinated liabilities	1 659.949	-	-	-	1 659.949
Segment's total liabilities	2 317.213	976.999	248.053	-1 212.866	2 329.399
Equity	528.952	85.174	-21.294	-13.407	579.425
31.12.2007	Estonia	Latvia	Lithuania	Eliminations	Group
(in millions of kroons)					
Receivables from customers	2 167.728	898.599	61.682	-936.505	2 191.504
incl. loan receivables from customers	2 150.493	901.592	60.935	-936.505	2 176.515
incl. impairment allowance to loan receivables	-49.234	-39.907	-0.447	-	-89.588
incl. outstanding interests from customer	75.382	47.958	1.400	-	124.740
incl. impairment allowance to interest receivables	-6.186	-5.886	-0.004	-	-12.076
Other receivables and prepaid expenses	8.261	2.194	0.604	-	11.059
Tangible and intangible assets	30.084	7.234	1.804	-	39.122
Other assets	-	1.717	-	-	1.717
Segment's total assets	2 559.866	939.054	65.714	-952.258	2 612.376
Payable to credit institutions	150.136	861.767	81.135	-942.902	150.136
Payable to customers	183.876	-	-	-	183.876
Other payables and deferred income	5.554	16.481	3.323	-	25.358
Issued bonds and subordinated liabilities	1 780.557	-	-	-	1 780.557
Segment's total liabilities	2 126.394	878.248	84.458	-949.170	2 139.930

Equity	430.969	60.806	-18.744	-0.582	472.449
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Geographic segments, income statement indicators

2008 (in millions of kroons)	Estonia	Latvia	Lithuania	Eliminations	Group
Income from external segment					
Interest income	342.298	289.163	54.794	-	686.255
Other operating income	63.210	60.889	8.666	-	132.765
Total income from external segment	405.508	350.052	63.460	-	819.020
Income between segments	143.539	-	-	-143.539	-
Total income	549.047	350.052	63.460	-143.539	819.020
Expenditure from external segment					
Interest expenditure	248.243	0.009	-	-	248.252
Interest expenditure between segments	-	100.530	19.083	-119.613	-
Total interest expenditure	248.243	100.539	19.083	-119.613	248.252
Net profit/loss from financial transactions	-1.697	-0.695	-0.251	-0.106	-2.749
Depreciation cost of assets	6.835	2.738	0.610	-	10.183
Allowance to receivables	-59.071	-74.782	-10.624	-	-144.477
Profit/loss before tax	121.984	73.192	-2.550	-24.031	168.595
Expenses on income tax	-	23.825	-	-	23.825
Net profit	121.984	49.367	-2.550	-24.031	144.770

2007 (in millions of kroons)	Estonia	Latvia	Lithuania	Eliminations	Group
Income from external segment					
Interest income	356.159	214.851	3.371	-	574.381
Other operating income	37.481	16.928	0.003	-	54.412
Total income from external segment	393.640	231.779	3.374	-	628.793
Income between segments	78.938	-	-	-78.938	-
Total income	472.578	231.779	3.374	-78.938	628.793
Expenditure from external segment					
Interest expenditure	149.214	0.237	-	-	149.451
Interest expenditure between segments	-	55.700	1.092	-56.792	-
Total interest expenditure	149.214	55.937	1.092	-56.792	149.451
Net profit/loss from financial transactions	-0.047	-3.330	-0.132	-0.170	-3.679
Depreciation cost of assets	4.453	1.344	0.006	-	5.803
Allowance to receivables	-42.114	-41.783	-0.451	-	-84.348
Profit/loss before tax	170.815	63.030	-18.744	-22.099	193.002
Expenses on income tax	-	15.727	-	-	15.727
Net profit	170.815	47.303	-18.744	-22.099	177.275

Geographic segments, balance sheet indicators

31.12.2008	Estonia	Latvia	Lithuania	Eliminations	Group
(in millions of euros)					
Receivables from customers	150.810	58.759	13.830	-77.083	146.316
incl. loan receivables from customers	151.153	60.416	13.859	-77.083	148.345
incl. impairment allowance to loan receivables	-5.420	-5.839	-0.618	-	-11.877
incl. outstanding interests from customer	5.977	5.227	0.732	-	11.936
incl. impairment allowance to interest receivables	-0.768	-0.756	-0.070	-	-1.594
Other receivables and prepaid expenses	0.754	3.041	0.190	-0.001	3.984
Tangible and intangible assets	2.972	0.429	0.139	-	3.540
Other assets	1.038	0.391	-	-	1.429
Segment's total assets	182.063	67.885	14.493	-78.533	185.908
Payable to credit institutions	0.950	60.903	15.770	-76.673	0.950
Payable to customers	40.065	0.238	-	-	40.303
Other payables and deferred income	0.397	1.052	0.084	-0.001	1.532
Issued bonds and subordinated liabilities	106.090	-	-	-	106.090
Segment's total liabilities	148.097	62.442	15.853	-77.516	148.876
Equity	33.806	5.444	-1.361	-0.857	37.032

31.12.2007	Estonia	Latvia	Lithuania	Eliminations	Group
(in millions of euros)					
Receivables from customers	138.544	57.431	3.942	-59.854	140.063
incl. loan receivables from customers	137.442	57.622	3.894	-59.854	139.105
incl. impairment allowance to loan receivables	-3.147	-2.551	-0.029	-	-5.726
incl. outstanding interests from customer	4.818	3.065	0.089	-	7.972
incl. impairment allowance to interest receivables	-0.395	-0.376	-	-	-0.772
Other receivables and prepaid expenses	0.528	0.139	0.039	-	0.706
Tangible and intangible assets	1.923	0.463	0.115	-	2.501
Other assets	-	0.109	-	-	0.109
Segment's total assets	163.605	60.016	4.200	-60.860	166.961
Payable to credit institutions	9.595	55.077	5.185	-60.262	9.595
Payable to customers	11.752	-	-	-	11.752
Other payables and deferred income	0.355	1.053	0.212	-	1.621
Issued bonds and subordinated liabilities	113.798	-	-	-	113.798
Segment's total liabilities	135.901	56.130	5.398	-60.663	136.766
Equity	27.544	3.886	-1.198	-0.037	30.195

Geographic segments, income statement indicators

2008	Estonia	Latvia	Lithuania	Eliminations	Group
(in millions of euros)					
Income from external segment					
Interest income	21.877	18.481	3.502	-	43.860
Other operating income	4.040	3.892	0.553	-	8.485
Total income from external segment	25.917	22.372	4.056	-	52.345
Income between segments	9.174	-	-	-9.174	-
Total income	35.090	22.372	4.056	-9.174	52.345
Expenditure from external segment					
Interest expenditure	15.866	0.001	-	-	15.866
Interest expenditure between segments	-	6.425	1.220	-7.645	-
Total interest expenditure	15.866	6.426	1.220	-7.645	15.866
Net profit/loss from financial transactions	-0.108	-0.045	-0.016	-0.007	-0.176
Depreciation cost of assets	0.437	0.175	0.039	-	0.651
Allowance to receivables	-3.776	-4.779	-0.679	-	-9.234
Profit/loss before tax	7.796	4.678	-0.163	-1.536	10.775
Expenses on income tax	-	1.523	-	-	1.523
Net profit	7.796	3.155	-0.163	-1.536	9.252
2007					
(in millions of euros)					
Income from external segment					
Interest income	22.763	13.731	0.216	-	36.710
Other operating income	2.395	1.082	-	-	3.477
Total income from external segment	25.158	14.813	0.216	-	40.187
Income between segments	5.045	-	-	-5.045	-
Total income	30.203	14.813	0.216	-5.045	40.187
Expenditure from external segment					
Interest expenditure	9.537	0.015	-	-	9.552
Interest expenditure between segments	-	3.560	0.070	-3.630	-
Total interest expenditure	9.537	3.575	0.070	-3.630	9.552
Net profit/loss from financial transactions	-0.003	-0.213	-0.008	-0.011	-0.235
Depreciation cost of assets	0.285	0.086	-	-	0.371
Allowance to receivables	-2.692	-2.670	-0.029	-	-5.391
Profit/loss before tax	10.917	4.028	-1.198	-1.412	12.335
Expenses on income tax	-	1.005	-	-	1.005
Net profit	10.917	3.023	-1.198	-1.412	11.330

Note 10. Payable to Credit Institutions

Group (in millions of kroons)	31.12.2008			31.12.2007		
	Short-term	Long-term	Total	Short-term	Long-term	Total
Danske Bank A/S Estonia branch	-	-	-	149.372	-	149.372
SEB Bank	-	-	-	0.764	-	0.764
AS Hansapank	3.619	11.248	14.867	-	-	-
Total	3.619	11.248	14.867	150.136	-	150.136

Group (in millions of euros)	31.12.2008			31.12.2007		
	Short-term	Long-term	Total	Short-term	Long-term	Total
Danske Bank A/S Estonia branch	-	-	-	9.547	-	9.547
SEB Bank	-	-	-	0.049	-	0.049
AS Hansapank	0.231	0.719	0.950	-	-	-
Total	0.231	0.719	0.950	9.595	-	9.595

Note 11. Payable to Customers

Group (in millions of kroons)	31.12.2008	31.12.2007
Balance of term deposit	630.612	183.875
Distribution by customer type		
incl. private persons	540.724	90.241
incl. legal persons	89.888	93.634
Distribution by currency		
incl. EEK	512.437	157.932
incl. EUR	116.278	25.943
incl. LVL	1.897	-
Distribution by maturity date		
incl. redemption within 6 months	317.500	84.116
incl. redemption within 6-12 months	281.114	71.55
incl. redemption within 12-18 months	19.525	6.822
incl. redemption within 18-24 months	4.583	14.452
incl. redemption within 24+ months	7.890	6.935
Average deposit amount	0.105	0.138
Weighted average interest rate	8.00%	6.00%
Weighted average duration up to maturity date (in months)	6.347	8.032
Weighted average total contract period (in months)	12.571	12.613

Group (in millions of euros)	31.12.2008	31.12.2007
Balance of term deposit	40.303	11.752
Distribution by customer type		
incl. private persons	34.559	5.768
incl. legal persons	5.744	5.984
Distribution by currency		
incl. EEK	32.751	10.094
incl. EUR	7.432	1.658
incl. LVL	0.120	-
Distribution by maturity date		
incl. redemption within 6 months	20.292	5.376
incl. redemption within 6-12 months	17.966	4.573
incl. redemption within 12-18 months	1.248	0.436
incl. redemption within 18-24 months	0.293	0.924
incl. redemption within 24+ months	0.504	0.443
Average deposit amount	0.007	0.009
Weighted average interest rate	8.00%	6.00%
Weighted average duration up to maturity date (in months)	6.347	8.032
Weighted average total contract period (in months)	12.571	12.613

Note 12. Issued Bonds and Subordinated Liabilities

Group (in millions of kroons)	31.12.2008	31.12.2007
Balance of bonds and subordinated liabilities	1 659.949	1 780.557
Distribution by customer type		
Private persons	76.163	84.326
Legal persons	1 583.786	1 696.231
Distribution by currency		
EEK	175.488	409.424
EUR	1 434.926	1 270.310
LTL	49.535	-
LVL	-	100.823
Distribution by maturity date		
Redemption within 6 months	151.867	237.804
Redemption within 6-12 months	114.991	99.618
Redemption within 12-18 months	-	2.472
Redemption within 18-24 months	-	50.622
Redemption within 24+ months	1 393.091	1 390.041

Group (in millions of euros)	31.12.2008	31.12.2007
Balance of bonds and subordinated liabilities	106.090	113.798
Distribution by customer type		
Private persons	4.868	5.389
Legal persons	101.222	108.409
Distribution by currency		
EEK	11.216	26.166
EUR	91.708	81.188
LTL	3.166	-
LVL	-	6.444
Distribution by maturity date		
Redemption within 6 months	9.706	15.198
Redemption within 6-12 months	7.349	6.367
Redemption within 12-18 months	-	0.158
Redemption within 18-24 months	-	3.235
Redemption within 24+ months	89.035	88.840

Note 13. Net Currency Positions

Net Currency Positions (EEK)

Group (in millions of kroons)	Group				31.12.2008
	Balance sheet position		Off-balance sheet position		Net position
	Assets	Liabilities	Assets	Liabilities	
EEK	1 213.483	709.000	-	0.302	504.181
EUR	1 053.153	1 551.203	-	-	-498.050
LVL	544.006	18.351	-	-	525.655
LTL	91.760	50.845	-	-	40.915
SEK	0.182	-	-	-	0.182

Group (in millions of euros)	Group				31.12.2008
	Balance sheet position		Off-balance sheet position		Net position
	Assets	Liabilities	Assets	Liabilities	
EEK	77.556	45.313	-	0.019	32.223
EUR	67.309	99.140	-	-	-31.831
LVL	34.768	1.173	-	-	33.595
LTL	5.865	3.250	-	-	2.615
SEK	0.012	-	-	-	0.012

Note 14. Interest Income and Other Operating Income

Group (in millions of kroons)	12 months 2008	12 months 2007	4Q 2008	4Q 2007
Interest income	686.255	574.381	169.349	178.858
<i>incl. from loans to customers</i>	670.823	562.778	165.489	175.823
<i>incl. from deposits</i>	15.432	10.891	3.860	3.035
<i>incl. from debt and other fixed income securities</i>	-	0.712	-	-
Other operating income	130.018	54.412	38.84	19.005
Total	816.273	628.793	208.189	197.863

Group (in millions of euros)	12 months 2008	12 months 2007	4Q 2008	4Q 2007
Interest income	43.859	36.710	10.823	11.431
<i>incl. from loans to customers</i>	42.873	35.968	10.577	11.237
<i>incl. from deposits</i>	0.986	0.696	0.247	0.194
<i>incl. from debt and other fixed income securities</i>	-	0.046	-	-
Other operating income	8.310	3.477	2.483	1.215
Total	52.169	40.187	13.306	12.646

Note 15. Interest Expenses and Other Operating Expenses

Group (in millions of kroons)	12 months 2008	12 months 2007	4Q 2008	4Q 2007
Interest expenses	248.342	149.451	67.584	56.307
<i>incl. on debt securities</i>	213.29	131.174	54.131	51.500
<i>incl. on deposits</i>	29.77	8.746	13.109	2.444
<i>incl. on loans</i>	5.282	9.531	0.344	2.363
Other operating expenses	6.520	5.442	2.760	3.857
Total	254.862	154.893	70.344	60.164

Group (in millions of euros)	12 months 2008	12 months 2007	4Q 2008	4Q 2007
Interest expenses	15.872	9.551	4.320	3.598
<i>incl. on debt securities</i>	13.632	8.383	3.460	3.291
<i>incl. on deposits</i>	1.902	0.559	0.838	0.156
<i>incl. on loans</i>	0.338	0.609	0.022	0.151
Other operating expenses	0.417	0.348	0.176	0.247
Total	16.289	9.899	4.496	3.845