



## **AB BANKAS SNORAS**

Unaudited interim condensed separate and consolidated financial statements  
31 December 2010

## INTERMEDIARY CONFIRMATION OF THE RESPONSIBLE PERSONS

We, the undersigned responsible persons, hereby confirm that the following summary of the intermediary financial accountability corresponds to reality and correctly displays the assets, obligations, financial state and profit of AB bankas SNORAS and consolidated subsidiary companies belonging to its Group.

President



Raimondas Baranauskas

Chief Financial Officer



Jurgita Bliumin

2011-02-28

## CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

	<i>Group</i>		<i>Bank</i>	
	<i>For the year ended</i>		<i>For the year ended</i>	
	<i>31 December</i>		<i>31 December</i>	
	<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
<b>Assets</b>				
Cash and cash equivalents	2,572,964	2,050,754	1,399,785	1,356,577
Financial assets at fair value through profit or loss	1,543,797	1,008,735	1,297,525	871,281
Amounts due from credit institutions	129,886	229,428	14,241	188,755
Loans to customers, net	5,496,799	4,844,743	4,220,429	3,269,786
Held-to-maturity financial assets	222,589	336,793	164,571	280,146
Investments in subsidiaries	-	-	188,618	139,265
Investment in an associate	19,125	-	-	-
Investment property	477,524	58,835	131,010	-
Property and equipment	321,260	234,026	121,362	140,704
Work in progress	18,108	17,950	-	-
Intangible assets	59,607	53,551	22,968	13,721
Deferred income tax assets	4,771	5,202	-	-
Other assets	196,848	192,328	95,837	82,343
<b>Total assets</b>	<b>11,063,278</b>	<b>9,032,345</b>	<b>7,656,346</b>	<b>6,342,578</b>
<b>Liabilities</b>				
Amounts due to credit institutions	517,163	253,528	365,667	178,816
Derivative financial liabilities	7,396	6,122	2,472	1,098
Debt securities issued	217,481	529,870	205,175	519,696
Amounts due to customers	9,371,854	7,379,719	6,346,562	4,994,204
Current income tax liabilities	-	272	-	-
Deferred income tax liabilities	5,896	12,787	3,779	7,442
Other liabilities	81,030	53,315	13,948	14,902
Subordinated loans	196,909	195,308	121,490	121,411
<b>Total liabilities</b>	<b>10,397,729</b>	<b>8,430,921</b>	<b>7,059,093</b>	<b>5,837,569</b>
<b>Equity</b>				
Share capital	494,217	411,922	494,217	411,922
Reserves	124,748	73,318	70,802	67,539
Retained earnings	28,205	5,631	32,234	25,548
<b>Total equity attributable to equity holders of the parent</b>	<b>647,170</b>	<b>490,871</b>	<b>597,253</b>	<b>505,009</b>
Non-controlling interest	18,379	110,553	-	-
<b>Total equity</b>	<b>665,549</b>	<b>601,424</b>	<b>597,253</b>	<b>505,009</b>
<b>Total equity and liabilities</b>	<b>11,063,278</b>	<b>9,032,345</b>	<b>7,656,346</b>	<b>6,342,578</b>

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

President



Raimondas Baranauskas

Chief Financial Officer



Jurgita Bliumin

**CONSOLIDATED AND SEPARATE INCOME STATEMENTS**

For the 12 months ended 31 December

	<i>Group</i>		<i>Bank</i>	
	<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
<b>Interest income</b>				
On loans to customers	413,628	450,361	296,286	291,856
On debt securities acquired	39,608	33,351	22,716	17,318
On loans and placements with credit institutions	18,287	24,511	12,051	19,922
	<b>471,523</b>	<b>508,223</b>	<b>331,053</b>	<b>329,096</b>
<b>Interest expense</b>				
On deposits	321,636	382,851	217,818	275,811
On placements from credit institutions	12,652	14,797	7,729	7,942
On debt securities issued	21,274	37,766	21,178	37,295
On subordinated loans	10,247	8,977	3,184	4,005
	<b>365,809</b>	<b>444,391</b>	<b>249,909</b>	<b>325,053</b>
<b>Net interest income</b>	<b>105,714</b>	<b>63,832</b>	<b>81,144</b>	<b>4,043</b>
Fee and commission income	161,961	133,940	98,873	70,116
Fee and commission expenses	35,185	28,232	15,025	13,514
<b>Net fee and commission income</b>	<b>126,776</b>	<b>105,708</b>	<b>83,848</b>	<b>56,602</b>
Trading income and Gains less losses from transactions with financial assets designated at fair value through profit or loss	83,746	138,096	49,067	91,467
Net (loss) on financial assets and liabilities not measured at fair value through profit or loss	(60)	(5,050)	(71)	(5,060)
Impairment	(80,727)	(146,775)	(75,317)	(87,962)
Dividend revenue	111	8	4	11,367
Other income	53,122	90,808	3,027	80,601
<b>Net operating income</b>	<b>288,682</b>	<b>246,627</b>	<b>141,702</b>	<b>151,058</b>
Salaries and benefits	127,766	127,795	55,288	63,515
Depreciation and amortisation	31,361	26,937	17,426	14,139
Other operating expenses	154,083	133,081	62,702	64,874
<b>Operating expenses</b>	<b>313,210</b>	<b>287,813</b>	<b>135,416</b>	<b>142,528</b>
<b>Profit (loss) before income tax</b>	<b>(24,528)</b>	<b>(41,186)</b>	<b>6,286</b>	<b>8,530</b>
Income tax (income) expense	(4,258)	2,953	(3,647)	(160)
<b>Profit (loss) for the year</b>	<b>(20,270)</b>	<b>(44,139)</b>	<b>9,933</b>	<b>8,690</b>
Attributable to:				
Minority interest	(8,341)	(10,534)		
<b>Profit (loss) for the period</b>				
<b>Attributable to Equity holders of the parent</b>	<b>(11,929)</b>	<b>(33,605)</b>	<b>9,933</b>	<b>8,690</b>
	<b>(20,270)</b>	<b>(44,139)</b>	<b>9,933</b>	<b>8,690</b>



(LTL thousand)

**CONSOLIDATED AND SEPARATE INCOME STATEMENTS**

For the October - December (IV quarter)

	<i>Group</i>		<i>Bank</i>	
	<i>2010 IV quarter</i>	<i>2009 IV quarter</i>	<i>2010 IV quarter</i>	<i>2009 IV quarter</i>
<b>Interest income</b>				
On loans to customers	100,490	115,362	77,590	80,743
On debt securities acquired	6,398	9,639	4,195	6,983
On loans and placements with credit institutions	4,394	5,641	2,507	3,970
	<b>111,282</b>	<b>130,642</b>	<b>84,292</b>	<b>91,696</b>
<b>Interest expense</b>				
On deposits	73,497	94,609	50,154	68,196
On placements from credit institutions	4,259	4,284	2,114	3,332
On debt securities issued	2,713	9,951	2,219	9,909
On subordinated loans	2,563	2,257	812	562
	<b>83,032</b>	<b>111,101</b>	<b>55,299</b>	<b>81,999</b>
<b>Net interest income</b>	<b>28,250</b>	<b>19,541</b>	<b>28,993</b>	<b>9,697</b>
Fee and commission income	41,228	48,088	21,136	16,872
Fee and commission expenses	10,318	8,669	4,841	4,079
<b>Net fee and commission income</b>	<b>30,910</b>	<b>39,419</b>	<b>16,295</b>	<b>12,793</b>
Trading income and Gains less losses from transactions with financial assets designated at fair value through profit or loss	15,836	11,840	4,848	(718)
Net (loss) on financial assets and liabilities not measured at fair value through profit or loss	(66)	(4,971)	-	(4,981)
Impairment	(20,939)	(73,720)	(12,116)	(56,665)
Dividend revenue	13	-	-	1
Other income	23,744	84,503	2,689	79,770
<b>Net operating income</b>	<b>77,748</b>	<b>76,612</b>	<b>40,709</b>	<b>39,897</b>
Salaries and benefits	37,153	33,830	14,606	15,361
Depreciation and amortisation	9,229	7,561	4,698	4,221
Other operating expenses	53,982	39,775	19,378	15,891
<b>Operating expenses</b>	<b>100,364</b>	<b>81,166</b>	<b>38,682</b>	<b>35,473</b>
<b>Profit (loss) before income tax</b>	<b>(22,616)</b>	<b>(4,554)</b>	<b>2,027</b>	<b>4,424</b>
Income tax (income) expense	(2,600)	3,556	(1,938)	(160)
<b>Profit (loss) for the year</b>	<b>(20,016)</b>	<b>(8,110)</b>	<b>3,965</b>	<b>4,424</b>
Attributable to:				
Minority interest	(6,925)	(2,785)	-	-
<b>Profit (loss) for the period attributable to Equity holders of the parent</b>	<b>(13,091)</b>	<b>(5,483)</b>	<b>3,965</b>	<b>4,584</b>
	<b>(20,016)</b>	<b>(8,268)</b>	<b>3,965</b>	<b>4,584</b>

## STATEMENTS OF CASH FLOWS

For the 12 months ended 31 December

	<i>Group</i>		<i>Bank</i>	
	2010	2009	2010	2009
<b>Operating activities</b>				
Net result for the year	(20,270)	(44,139)	9,934	8,690
<b>Adjustments to reconcile net profit or loss to net cash provided by operating activities</b>	<b>12,032</b>	<b>70,443</b>	<b>38,787</b>	<b>(20,499)</b>
Income tax expenses (income)	(4,258)	2,953	(3,647)	(160)
Unrealized foreign currency gains and losses	(26,331)	32,233	(20,068)	18,940
Revaluation of derivatives	(5,665)	(18,071)	(3,481)	(11,950)
Revaluation of property, equipment and investment property	(38,119)	6,125	(1,224)	3,255
Depreciation / amortization	31,361	26,937	17,426	14,139
Impairment	72,194	134,541	66,931	72,159
Provisions, net	-	(50)	-	765
(Gains) on sale of investments, net	-	(3,216)	-	(17,579)
Impairment of held-to-maturity investments	8,385	12,234	8,385	12,234
Impairment of investment into subsidiaries	-	-	-	3,569
(Gains) on sale of conversion option and loans	(25,535)	(56,377)	(25,535)	(56,377)
(Gains) on purchase of own issued debt securities	-	(59,407)	-	(59,407)
Gains on sale of tangible assets, net	-	(150)	-	(87)
Disposal of non-controlling interest	-	(7,309)	-	-
	<b>(8,237)</b>	<b>26,304</b>	<b>48,721</b>	<b>(11,809)</b>
(Increase) decrease in balances with banks	99,542	(1,295)	174,514	(10,805)
Decrease (increase) in loans and receivables	(807,061)	16,483	(1,002,786)	96,914
(Acquisition) sale of held for trading securities	(100,990)	(56,970)	58,580	(69,252)
(Acquisition) sale of financial assets designated at fair value through profit or loss	(427,133)	(767,319)	(479,971)	(698,635)
Decrease (increase) in other assets	19,344	12,854	(6,203)	(18,372)
(Decrease) increase in deposits from credit institutions	100,249	(93,446)	186,851	(435,192)
Increase (decrease) in deposits (other than from credit institutions)	1,959,740	599,104	1,352,358	1,088,786
(Decrease) increase in other liabilities	(23,667)	(6,300)	(1,018)	(7,391)
Income tax (paid)	(3,242)	(6,509)	64	(1,120)
<b>Cash flows (to) from operating activities</b>	<b>808,544</b>	<b>(277,094)</b>	<b>331,110</b>	<b>(66,876)</b>
<b>Investing activities</b>				
Cash (payments) to acquire tangible assets and investment property	(184,559)	(24,054)	(126,185)	(31,712)
Cash receipts from the sale of tangible assets and investment property	8,176	2,724	2,403	175
Cash (payments) to acquire intangible assets	(16,073)	(8,718)	(13,336)	(7,235)
Cash receipts from the sale of intangible assets	2,140	141	-	21
Cash (payments) for the investment in subsidiaries, net of cash acquired	(5)	(30,018)	(48,739)	(7,370)
Cash receipts from the disposal of associates, subsidiaries, net of cash disposed	(19,125)	25,323	-	16,350
Cash receipts from redemption of held to maturity investments	202,157	100,625	175,733	35,807
Cash (payments) to acquire held-to-maturity investments	(96,340)	(184,405)	(68,545)	(166,455)
<b>Net cash flow from (to) investing activities</b>	<b>(103,629)</b>	<b>(118,382)</b>	<b>(78,668)</b>	<b>(160,419)</b>
<b>Financing activities</b>				
Dividends (paid)	82,295	-	82,295	-
Issue of debt certificates (including bonds)	139,233	120,409	119,852	127,486
(Repayments) of debt certificates (including bonds)	(451,622)	(125,130)	(434,373)	(124,766)
Cash proceeds from the issuance of subordinated liabilities	1,601	80,892	79	51,118
Increase in share capital of subsidiaries	-	44,693	-	-
<b>Net cash flow from (to) financing activities</b>	<b>(228,493)</b>	<b>120,864</b>	<b>(232,147)</b>	<b>53,838</b>
Net (decrease) increase in cash and cash equivalents	476,422	(274,612)	20,295	(173,457)
Net foreign exchange difference	45,788	(12,994)	22,913	(8,430)
Cash and cash equivalents at beginning of the period	2,050,754	2,338,360	1,356,577	1,538,464
<b>Cash and cash equivalents at end of the period</b>	<b>2,572,964</b>	<b>2,050,754</b>	<b>1,399,785</b>	<b>1,356,577</b>



## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the 12 months ended 31 December

Group	Attributable to the equity holders of the parent									
	Share capital	Share surplus	Reserve capital	Revaluation reserve of property and equipment	Revaluation reserve of financial assets	Reserve of foreign currency translation	Other general reserves	Retained earnings	Minority interest	Total equity
As of 31 December 2008	411,922	-	18,657	40,609	-	(4,919)	12,108	50,365	54,033	582,775
Total comprehensive income/expenses for the reporting year	-	-	-	1,199	-	4,919	-	(33,605)	(10,534)	(38,021)
Disposal of interest in subsidiaries	-	-	-	-	-	-	-	19,286	-	19,286
Changes in ownership interest in subsidiaries without loss of control	-	-	-	(4,467)	-	-	-	(25,203)	67,054	37,384
Transfer to reserve capital	-	-	4,000	-	-	-	-	(4,000)	-	-
Transfer to other reserves	-	-	-	-	-	-	1,212	(1,212)	-	-
As of 31 December 2009	411,922	-	22,657	37,341	-	-	13,320	5,631	110,553	601,424
Total comprehensive income/expenses for the reporting year	-	-	-	1,997	-	128	-	(12,258)	(8,037)	(18,170)
Increase of share capital	82,295	-	-	-	-	-	-	-	-	82,295
Changes in ownership interest in subsidiaries without loss of control	-	27,671	2,710	15,647	-	-	-	38,109	(84,137)	-
Transfer to reserve capital	-	-	1,998	-	-	-	-	(1,998)	-	-
Transfer to other reserves	-	-	-	-	-	-	1,279	(1,279)	-	-
As of 31 December 2010	494,217	27,671	27,365	54,985	-	128	14,599	28,205	18,379	665,549

## Bank

Bank	Share Capital	Share surplus	Reserve capital	Revaluation reserve of property and equipment	Revaluation reserve of financial assets	Other general reserves	Retained earnings	Total equity
	As of 31 December 2008	411,922	-	18,657	31,153	-	11,432	21,956
Total comprehensive income/expenses for the reporting year	-	-	-	1,199	-	-	8,690	9,889
Transfer to reserve capital	-	-	4,000	-	-	-	(4,000)	-
Transfer to other reserves	-	-	-	-	-	1,098	(1,098)	-
As of 31 December 2009	411,922	-	22,657	32,352	-	12,530	25,548	505,009
Total comprehensive income/expenses for the reporting year	-	-	-	(15)	-	-	9,964	9,949
Increase of share capital	82,295	-	-	-	-	-	-	82,295
Transfer to reserve capital	-	-	1,998	-	-	-	(1,998)	-
Transfer to other reserves	-	-	-	-	-	1,280	(1,280)	-
As of 31 December 2010	494,217	-	24,655	32,337	-	13,810	32,234	597,253

## Principal Activities

AB Bankas SNORAS (hereinafter the Bank) is the parent company of the Group. It was formed on 17 March 1992 under the laws of the Republic of Lithuania. The Bank operates under a general banking license issued by the Bank of Lithuania. The Bank's main office is in Vivulskio Str. 7, Vilnius, Lithuania and it has 12 branches in Vilnius, Kaunas, Klaipėda, Šiauliai, Panevėžys, Utena, Marijampolė, Mažeikiai, Alytus, Tauragė, Tallin (Estonia), Riga (Latvia) and 256 operating outlets.

The Bank offers the following banking services: accepts deposits from individuals, issues loans and provides short-term trade financing and consults clients, processes payments in Litas and other currencies, issues and services magnetic and microchip cards, collects payments, exchanges currency and provides other services. The Group companies provide the banking, real estate management, construction and renovation, asset and investment management, consumer financing and securities fund management services to the participants of the markets of Lithuania, Baltic states and Russia.

The authorized and issued share capital of the Bank consists of 474.217.107 ordinary shares with the par value of LTL 1 each and 2.000 thousand preference shares with the par value of LTL 10 each. As of 31 December 2010 and 31 December 2009 all shares were fully paid.

The Bank has the following subsidiaries, which were consolidated in these financial statements:

Subsidiary	Effective Ownership, %		Country	Industry
	2010	2009		
UAB Snoro Lizingas (sub-group)	100 %	100 %	Lithuania	Consumer financing
UAB SNORAS distressed assets (name changed from UAB Snoro rizikos kapitalo valdymas in 2009)	100 %	100 %	Lithuania	Debt recovery
UAB SNORAS Investment Management (name changed from UAB Snoro turto valdymas in 2009) (sub-group)	100 %	100 %	Lithuania	Venture capital projects
UAB Nekilnojamojo turto gama	51%	-	Lithuania	Real estate
UAB NT Panorama	51%	-	Lithuania	Real estate
UAB Stelita	51%	-	Lithuania	Real estate
UAB SNORAS Media	100 %	100 %	Lithuania	Investment
UAB Dieveris	100%	-	Lithuania	Real estate
UAB SNORO valda	100 %	100 %	Lithuania	Real estate
OU Real Estate Investment Management	85%	-	Estonia	Real estate
UAB SNORAS Development (name changed from UAB Vilnaisu kapitalo vystymo projektai in 2009)	50 %	50 %	Lithuania	Real estate
AB Finasta Holding (sub-group)	100 %	100 %	Lithuania	Investment
AB bankas Finasta	100 %	100 %	Lithuania	Investment banking
AS Pirmais Atklātais Pensiju Fonds	100 %	53.11 %	Latvia	Fund management
AB FMĪ Finasta	100 %	100 %	Lithuania	Financial brokerage
UAB Finasta Asset Management	100 %	100 %	Lithuania	Fund management
UAB FMĪ Snoras-Jūsų tarpininkas*	-	100 %	Lithuania	Financial brokerage
UAB Snoras Asset Management*	-	100 %	Lithuania	Fund management
IPAS Finasta Asset management Latvia	100 %	100 %	Latvia	Fund management
IPAS "Finasta Asset management" (name changed from AS LKB Krajinfondi in 2009)	100 %	53.11 %	Latvia	Fund management
AS LKB Asset Management	100 %	53.11 %	Latvia	Fund management
AB Finasta Corporate Finance	100 %	100 %	Lithuania	Consulting
AB Finasta Įmonių Finansai*	-	100 %	Lithuania	Consulting
ZAO Finasta (name changed from Snoras Capital Market in 2009)	99.98 %	99.98 %	Russia	Fund management
Finasta Direct Investments Ltd	67%	-	Honkong	Venture capital management
AS Latvijas Krājbanka (sub-group)	89 %	53.11 %	Latvia	Banking
SIA Krājinvestīcijas	89 %	53.11 %	Latvia	Real estate
SIA LKB M&A	89 %	53.11 %	Latvia	Debt recovery
SIA LKB Drošība	89 %	53.11 %	Latvia	Cash Collecting
AAS LKB Life	89 %	52.99 %	Latvia	Insurance
SIA LKB Lizings	89 %	53.11 %	Latvia	Consumer financing
AS IBS Renesource Capital	89 %	53.11 %	Latvia	Financial brokerage



(LTL thousand)

SIA Brivibas 38	89 %	-	Latvia	Real estate
SIA Jekaba 2	89 %	-	Latvia	Real estate
SIA LKB Rigas Ipašumi	89 %	-	Latvia	Real estate
SIA LKB Property	89 %	-	Latvia	Real estate

\* reorganized

In the consolidated financial statements all inter-company balances and transactions were eliminated. Consolidated financial statements were prepared using the same accounting principles for similar transactions and events.

## Basis of preparation

The accounting policies adopted in the preparation of the interim condensed financial statements is consistent with those followed in the preparation of the Bank's annual financial statements for the year ended 31 December 2009.

The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Bank's annual financial statements as at 31 December 2009.

### 1. Cash and Cash Equivalents

Cash and cash equivalents comprise:

	<i>Group</i>		<i>Bank</i>	
	<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
Cash at hand	183,807	171,023	132,786	119,263
Current accounts with the Central Banks	830,442	340,794	700,093	225,667
Current accounts with other credit institutions	1,284,861	1,190,847	436,985	838,212
Time deposits with credit institutions up to 90 days	273,854	348,090	129,921	173,435
<b>Cash and cash equivalents</b>	<b>2,572,964</b>	<b>2,050,754</b>	<b>1,399,785</b>	<b>1,356,577</b>

### 2. Financial Assets and Liabilities at Fair Value through Profit or Loss

Financial assets at fair value through profit or loss are held for trading or designated as financial assets at fair value through profit or loss upon initial recognition.

Trading assets comprise:

	<i>Group</i>		<i>Bank</i>	
	<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
Treasury bills and bonds of the Republic of Lithuania	73,922	33,215	29,607	31,770
Other governments' debt securities	114,399	6,174	15,149	6,174
Corporate bonds	64,557	103,094	29,400	83,069
Corporate shares	9,758	936	368	141
Investment funds' units	547	704	-	-
Derivative financial instruments	13,061	24,193	5,953	13,049
<b>Trading assets</b>	<b>276,244</b>	<b>168,316</b>	<b>80,477</b>	<b>134,203</b>

The Group and the Bank designate part of financial assets as at fair value through profit or loss upon their initial recognition. Such initial designation is performed due to the accounting mismatch, which would arise between futures, accounted for at fair value through profit or loss (acquired for the purpose of economic hedging of changes in fair value of available for sale assets) and available for sale financial assets which otherwise would be revaluated using the fair value reserve within equity.

Financial assets designated as at fair value through profit and loss upon initial recognition comprise:

	<i>Group</i>		<i>Bank</i>	
	<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
Governments' debt securities	1,022,055	742,443	1,014,369	667,670
Corporate bonds	245,498	97,976	202,679	69,408
<b>Financial assets designated at fair value through profit and loss upon initial recognition</b>	<b>1,267,553</b>	<b>840,419</b>	<b>1,217,048</b>	<b>737,078</b>
<b>Total financial assets at fair value through profit or loss</b>	<b>1,543,797</b>	<b>1,008,735</b>	<b>1,297,525</b>	<b>871,281</b>

### 3. Loans to Customers, net

Loans have been issued to the following types of customers:

	<i>Group</i>		<i>Bank</i>	
	<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
Corporate clients	3,873,755	3,260,544	3,373,885	2,420,802
Individuals	1,500,333	1,491,860	740,386	777,745
State budget or municipal authorities	41,849	42,122	41,565	41,355
State companies	34,545	110	34,515	110
Other	46,317	50,107	30,078	29,774
<b>Loans to customers, net</b>	<b>5,496,799</b>	<b>4,844,743</b>	<b>4,220,429</b>	<b>3,269,786</b>

Loans are issued within the following industry sectors:

	<i>Group</i>		<i>Bank</i>	
	<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
Individuals	1,500,333	1,491,860	740,386	777,745
Real estate	975,358	1,024,391	732,641	612,275
Services	672,837	374,705	665,260	303,727
Transport	478,623	398,776	235,825	193,959
Trading	468,600	254,240	411,960	189,452
Manufacturing	459,871	416,054	322,480	276,950
Construction	394,372	250,047	195,700	172,897
Financial services	262,359	184,291	761,530	480,006
Agriculture, food processing, forestry	89,429	93,118	63,018	62,451
Electricity	43,856	25,459	22,286	21,000
Government and municipalities	32,363	21,342	32,012	20,521
Fuel, gas and chemical	6,723	5,458	778	-
Other	112,075	305,002	36,553	158,803
<b>Loans to customers, net</b>	<b>5,496,799</b>	<b>4,844,743</b>	<b>4,220,429</b>	<b>3,269,786</b>

### 4. Amounts Due to Credit Institutions

Amounts due to credit institutions comprise:

	<i>Group</i>		<i>Bank</i>	
	<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
Time deposits and loans	401,939	247,498	249,924	173,092
Current accounts	115,224	6,030	115,743	5,724
<b>Amounts due to credit institutions</b>	<b>517,163</b>	<b>253,528</b>	<b>365,667</b>	<b>178,816</b>



## 5. Amounts Due to Customers

The amounts due to customers include the following:

	<i>Group</i>		<i>Bank</i>	
	<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
Time deposits	6,019,575	5,239,115	4,141,671	3,616,884
Current accounts	3,352,279	2,140,604	2,204,891	1,377,320
<b>Amounts due to customers</b>	<b>9,371,854</b>	<b>7,379,719</b>	<b>6,346,562</b>	<b>4,994,204</b>

Amounts due to customers include accounts with the following types of customers:

	<i>Group</i>		<i>Bank</i>	
	<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
Individuals	5,903,787	5,149,096	1,860,164	3,610,962
Corporate clients	2,766,103	1,777,631	4,201,984	1,269,762
State budget or municipal authorities	492,196	390,857	114,713	60,401
State companies	164,023	36,701	144,392	36,701
Other	45,744	25,434	25,309	16,378
<b>Amounts due to customers</b>	<b>9,371,854</b>	<b>7,379,719</b>	<b>6,346,562</b>	<b>4,994,204</b>

## 6. Debt Securities Issued

As of 31 December 2010 the Bank had the debt securities issued with the amortized cost in amount of LTL 205,175 thousand out of which were debt securities of LTL 84,911 thousand and certificates of deposits of LTL 120,264 thousand. For detailisation of debt securities issued refer to the table below:

Title	ISIN code	Issue date	Maturity date	Fixed interest rate	Currency	Amortized cost (LTL thousand)
SNORAS RDX1	LT1000403683	2008.03.17	2011.03.31	-	EUR	388
SNORAS RDX1 Plius	LT1000403691	2008.03.17	2011.03.31	-	EUR	889
SNORAS RDX2	LT1000403709	2008.03.17	2011.03.31	-	USD	639
SNORAS RDX2 Plius	LT1000403717	2008.03.17	2011.03.31	-	USD	336
SNORAS RDX3	LT0000430498	2008.03.17	2011.03.31	-	LTL	456
SNORAS RDX3 Plius	LT0000430506	2008.03.17	2011.03.31	-	LTL	490
SNORAS Energetika1	LT1000403808	2008.07.14	2011.07.27	-	EUR	1,216
SNORAS Energetika1 Plius	LT1000403816	2008.07.14	2011.07.27	-	EUR	1,736
SNORAS Energetika2	LT1000403824	2008.07.14	2011.07.27	-	USD	771
SNORAS Energetika2 Plius	LT1000403832	2008.07.14	2011.07.27	-	USD	1,589
SNORAS Energetika3	LT0000430605	2008.07.14	2011.07.27	-	LTL	755
SNORAS Energetika3 Plius	LT0000430613	2008.07.14	2011.07.27	-	LTL	1,674
SNORAS Neterminuoti skolos VP*	LT1000410019	2009.08.31	-	8.0 %	EUR	73,972
<b>Debt securities issued</b>						<b>84,911</b>

On 21 May 2010, the AB bankas SNORAS redeemed the Bank's issued Eurobonds, nominal value – 175 million EUR, issued in 2007.

As of 31 December 2010 the Group had the debt securities issued with the amortised cost in amount of LTL 217,481 thousand (as of 31 December 2009 - LTL 529,870 thousand).

## 7. Financial Risk Management

### Capital Adequacy

The Bank of Lithuania and Latvian Financial and Capital Market Commission (FCMC) require banks in Lithuania and Latvia respectively to maintain a capital adequacy ratio of 8%, computed based on requirements of respective regulator.



Group's capital adequacy is calculated based on Bank of Lithuania requirements. As of 31 December 2010, the Group's and the Bank capital adequacy ratio on this basis exceeded the statutory minimum and amounted 10,15 and 10,68 %.

*Compliance with the benchmark ratios set by the Bank of Lithuania 31 December 2010:*

	<i>Bank</i>
Liquidity, %	48,39
Open currency position, %	1,54
Maximum exposure requirement to one borrower, %	23,57
Large exposure ratio, %	235,72

*\*Excluding loans to subsidiary companies*

## 8. Ratings

Ratings of AB Bank SNORAS assigned or affirmed by the international rating company Fitch Ratings Ltd:

Rating type	Rating
Long-term	B+
Short-term	B
Individual	D/E
Support	4
Rating outlook	stable

Last rating review date - 14th of April 2010.