

CONSOLIDATED SEMI-ANNUAL REPORT FOR 2008
SEB BANK

1. Reporting period covered by the Consolidated Semi-Annual Report

The Consolidated Semi-annual Report has been issued for the six-month period of 2008.

2. Issuer Group companies, contact details and major types of activities

Issuer's name	SEB Bank
Authorised capital:	LTL 1 034 575 341
Legal address:	Gedimino ave. 12, LT-01103 Vilnius
Telephone:	(8 5) 2682 800
Facsimile:	(8 5) 2682 333
E-mail address:	info@seb.lt
Legal-organisational form:	public limited company
Registration date and venue:	19 November 1990, the Bank of Lithuania
Company code:	112021238
Company registration number	AB90-4
Website:	www.seb.lt

SEB Bank, a Public Limited Company, is a credit institution issued a licence to engage in such types of activities as acceptance of deposits and other refundable means from non-professional market participants and borrowing hereof, and also to offer other financial services and accept related risks and responsibility.

At the end of the reporting period, the Bank had five subsidiary companies: SEB Enskilda, SEB Gyvybės Draudimas, SEB Investicijų Valdymas, SEB Lizingas, and SEB Venture Capital.

Name	SEB Lizingas
Main activity type	Financial lease
Legal - organisational form	Private Limited Company
Registration date and venue	9 April 1995, Vilnius
Company code	123051535
Legal address and domicile address	Saltoniškių str. 12, LT-08105 Vilnius
Telephone	(8 5) 2390 490
Facsimile	(8 5) 2390 401
E-mail address	lizingas@seb.lt
Website	www.elizingas.lt

Name	SEB Venture Capital
Main activity type	Own asset investment into other companies' equity and asset management on trust basis
Legal - organisational form	Private Limited Company
Registration date and venue	17 October 1997, Vilnius
Company code	124186219
Legal address	Gedimino ave. 12, LT-01103 Vilnius
Domicile address	Jogailos str. 10, Vilnius
Telephone	(8 5) 2682 407
Facsimile	(8 5) 2682 402
E-mail address	kapitalas@seb.lt
Website	http://www.seb.se/venturecapital

Name	SEB Gyvybės Draudimas
Main activity type	All main types of life insurance and health, travel, accident and critical illness insurance
Legal - organisational form:	Private Limited Company
Registration date and venue	11 June 1999, Vilnius
Company code	110076645;
Legal address	Gedimino ave. 12, LT-01103 Vilnius
Domicile address	Jogailos str. 10, LT-01116 Vilnius
Telephone	(8 5) 2681 528
Facsimile	(8 5) 2681 556
E-mail address	draudimas@seb.lt
Website	www.seb.lt/draudimas

Name	SEB Enskilda
Main activity type	Consultancy services related to business acquisitions, sales and mergers; management buyout (MBO) /leveraged buyout (LBO); increase in own and borrowed equity (including not limited to the initial public offerings (IPOs) and secondary placements; corporate restructuring (mergers, splits, etc.); business or share valuation
Legal – organisational form	Private Limited Company
Registration date and venue	27 March 1993, Vilnius
Company code	221949450
Legal address	Gedimino ave. 12, LT-01103 Vilnius
Domicile address	Jogailos str. 10, LT-01116 Vilnius
Telephone	(8 5) 2681 400
Facsimile	(8 5) 2681 499
E-mail address	mail@enskilda.lt
Website	www.enskilda.lt

Name	SEB Investicijų Valdymas
Main activity type	various investment management services, consultancy services
Legal – organisational form	Private Limited Company
Registration date and venue	3 May 2000, Vilnius
Company code	125277981
Legal address	Gedimino ave. 12, LT-01103 Vilnius
Domicile address	Gedimino ave. 20, LT-01103 Vilnius
Telephone	(8 5) 2681 594
Facsimile	(8 5) 2681 575
E-mail address	info.invest@seb.lt
Website	www.seb.lt

3. *Agreements between the Issuer and securities' public offering agents*

The Bank in the process of a public issue of bonds has to make an agreement with the selected public offering agent for the protection of the owners' of any relevant issue of bonds interests in accordance with the procedure established by the Company Law of the Republic of Lithuania.

Thus, as of 30 June 2008, the Bank had fourteen effective agreements with SEB Enskilda (legal entity code 2219 49450, legal address Gedimino ave. 12, Vilnius) and fifty seven agreements with Orion Securities, a brokerage firm (legal entity code 1220 33915, legal address A. Tumėno str. 4, 9 floor, 01109 Vilnius).

4. *The Issuer's authorised capital*

Authorised capital registered with the Enterprise Register:

Type of shares	ISIN code	Number of shares	Nominal value (LTL)	Total nominal value (LTL)	Share of authorised capital (in per cent)
Ordinary registered shares	LT0000101347	15,441, 423	67	1.034,575, 341	100.00
Total:	-	15, 441, 423	-	1,034,575,341	100.00

All shares of SEB Bank are paid up.

5. *Data on trade in the Issuer Group securities in the regulated markets*

Shares of SEB Bank are not listed in either the main or secondary list of Vilnius Stock Exchange or in trading lists of other regulated markets and listing hereof is not planned in the nearest future.

As of 30 June 2008, two non-equity securities issues of SEB Bank were listed in the debt securities list of Vilnius Stock Exchange (*see tables below*).

Type of non-equities	Zero-coupon bonds
ISIN code	LT0000401499
Number of securities (units)	254,987
Nominal value per unit (LTL)	100.00
Total nominal value (LTL)	25,498,700.00
Effective date of the issue	1 March 2008
Redemption date	9 March 2009
Interest rate	6.10 %

Type of non-equities	Coupon bonds
ISIN code	LT0000402299
Number of securities (units)	178,188
Nominal value per unit (LTL)	100.00
Total nominal value (LTL)	17,818,800.00
Effective date of the issue	8 March 2008
Redemption date	9 March 2010
Interest rate	6.40 %

Securities of the Bank subsidiary companies are not traded in the regulated markets.

6. *Objective review of the Issuer Group financial standing, performance and business development, major risks and uncertainties*

The development of Lithuanian economy has started to slow down during the first half-year of 2008. The system of Lithuania's commercial banks basically reflected these macroeconomic changes by loan portfolios growing at a more conservative rate.

SEB Bank's Group's net profit was LTL 225.6 million in the end of the first half-year of 2008, which, in comparison with the same period last year, showed a 13.3 per cent increase. SEB Bank's profit was LTL 255.5 million (annual increase of 15.9 per cent), including LTL 58.6 million as dividend income that were received after distributing the accrued profit of SEB Bank's group's entities.

The Group's assets rose up to LTL 28.8 billion, which stands for a LTL 4.8 billion or 20.2 per cent increase in comparison with the same period last year.

The ratio of SEB Bank's Group's costs and income in the end of the reporting period was 40.2, whereas the ratio of return on equity was 21.3 per cent.

The scale of SEB Bank's Group activities grew continuously. SEB Bank's Group managed the biggest in Lithuania loans and leasing portfolio, which increased by 26.4 per cent or up to LTL 23.8 billion since the midpoint of 2007. Savings and investment portfolio increased by 7.4 per cent or up to LTL 0.9 billion during the same period and amounted to LTL 12.6 billion.

The number of internet banking clients increased by 11.9 per cent or up to 763 thousand since the midpoint of 2007. The number of orders executed using the internet banking system as of the end of the first-half year of 2008 increased by 19.3 per cent comparing to the same period last year.

In comparison with the first-half year of 2007, the number of payment cards issued by the Bank rose by 7.5 per cent or up to 1.27 million. In the end of the reporting period the average one-month turnover of payment cards reached LTL 1.34 billion and stood for a 7 per cent increase, if compared to the same period last year.

Pirmąjį 2008 m. pusmetį SEB bankas atidarė du naujus klientų aptarnavimo padalinius, praplėsdamas Lietuvoje padalinių tinklą iki 74-ių padalinių; ėmė veikti pirmasis savaitgaliais ir švenčių dienomis dirbantis banko skyrius bei pirmasis grynuosius pinigų priimančias SEB banko bankomatas; banko bankomatų tinklas padidėjo iki 314

During the first half-year of 2008 SEB Bank opened two new customer service units, expanding the Lithuanian customer service network up to 74 units; furthermore, a new branch open on weekends and holidays came into operation. Having a new cash-accepting ATM established, the number of the Bank's ATMs reached 314.

Risk management in the SEB Group is centralised. The major risks to which SEB Bank is exposed include such risks as credit, liquidity, market risk that covers currency risk, interest rate risk and share price risk, as well as the operational risk. Risk hedging is carried out in accordance with the internal and prudential requirements of the Bank of Lithuania. In the year 2008, SEB Bank has complied with all the prudential requirements established by the Bank of Lithuania.

Issuer risk. The Bank's obligations to investors are not additionally secured by any guarantee and/or in any other manner, therefore investor accepts the Bank's (operational) risk related to political, economic, technical – technological and social factors.

Credit risk. The Group accepts credit risk, i.e., risk that other counterparty will be unable to duly and timely meet the commitments to the Bank. The risk shall be assessed based on credit equivalents calculated depending on the type of financial deal. The Group Credit Policy is applied following the principle that any lending transaction may be executed only subject to loan analysis. Taking into consideration the complexity of the deal and customer's creditworthiness, various credit risk management measures are applied.

The Group loans are assessed individually as well as its total portfolio. Assessment of the portfolio of homogeneous loans with similar risk characteristics (mortgage loans to natural persons, consumer loans, payment card account overdraft limits as well as loans to small enterprises) is performed. Special provisions for homogenous loans are formed by applying the statistical methods based on historical data about the defaults of the borrowers and suffered losses within the corresponding homogeneous loan group. The individually assessed borrowers are assigned to a relevant risk class and special provisions are formed adequately. The Group classifies the individually appraised borrowers into 16 risk classes.

Risks are managed by carrying out continuous analysis of the borrower's ability to fulfil its obligations, i.e., repay the loan and pay the accrued interest. The Group establishes credit risk-related limits acceptable for a single borrower, group of borrowers or economic activities. The borrower's credit risk, taking into consideration the risk class assigned to the borrower, is revised on a regular basis, at least once a year. Analysis of the borrower, borrower group and economic activities risks is performed on a regular basis.

The below limits are applied to the loan portfolio:

- Maximum exposure to one borrower must not exceed 25 per cent of the Bank/ Group equity and the total of large exposures may not exceed 800 per cent of the Bank/ Group equity.
- Total loans issues by the Bank to its parent company, other subsidiary companies of the parent company or the Bank's subsidiary companies (hereinafter jointly referred to as the SEB Group companies) per borrower might not exceed 75 per cent of the Bank equity, if the Bank of Lithuania performs consolidated supervision of the entire financial group. If the Bank of Lithuania does not perform consolidated supervision of the entire financial group, the maximum exposure per each SEB Group company may not exceed 20 per cent of the Bank equity.

On the 30th of June, 2008, the Bank's impairment losses on the balance of customer loans (in accordance with the IFRS) accounted for LTL 178,779 thousand.

Capital adequacy. The Lithuanian banks are required to maintain capital adequacy ratio of at least 8 per cent of risk-weighted assets to capital base. According to the Group's Capital Policy, its capital adequacy ratio must range within 8.5 - 9.0 per cent, i.e., slightly higher than the required lowest indicator being able to efficiently support implementation of the business goals. ROE must be in compliance with the capital adequacy requirements of the regulatory agencies and rating agencies. At the end of the reporting period the capital adequacy ratio of the Bank and Group were 11.98 per cent and 10.49 per cent respectively.

Currency risk. Foreign exchange risk exposure is defined by two measures: single open currency position against the Litas and aggregate open currency position - the larger one of summed long and short open currency positions. The foreign exchange risk measure contains the net exposure of spot and forward positions, FX futures, including gold, the delta equivalent position of FX options and other balance sheet items. The currency risk control is ensured by monitoring the risk exposure against the limits established for single open currency position. The Bank observes open currency position limits established by the Bank of Lithuania:

- Maximum open single currency position may not exceed 15 per cent of equity (-0.22 per cent at the end of the reporting period).
- Maximum aggregate open currency position may not exceed 25 per cent of equity (-0.28 per cent at the end of the reporting period).

Interest rate risk. Interest rate risk is managed by forecasting the market interest rates and managing the mismatches between assets and liabilities by re-pricing maturities. The Bank applies the interest rate risk management methods allowing to measure the Group's sensitivity to interest rate changes by computing the impact to yearly net interest income (Δ NII) and the net effect to the market value of shareholders equity (delta 1%) in case of parallel shift by one percentage point in the yield curve.

SEB Bank observes all the interest rate indicators.

Liquidity risk. Liquidity risk is the risk that the Group may be unable to timely fulfil its payment obligations or to finance or realize its assets over a certain period at an acceptable price. The Group adheres to a conservative liquidity risk management policy that ensures adequate fulfilment of current financial obligations, the level of obligatory reserves with the Bank of Lithuania, liquidity ratio higher than that established by the Bank of Lithuania (at the end of the reporting period, the Bank's liquidity ratio made up 34.29 per cent and was higher by 4.29 per cent than the ratio established by the Bank of Lithuania) and payment capacity under unforeseen unfavourable circumstances. The liquidity risk management system is based on the analysis of actual and forecasted cash flows.

Operational risk. Operational risk is defined as the risk of loss due to external events (natural calamities, thefts by third persons, etc.) or internal factors (e.g. breakdown of IT systems, errors, fraud, non-compliance with the internal rules, etc.). To minimize business process risk the Bank has developed policies, manuals and contingency plans. The Bank has additionally implemented certain methodology of the SEB Group and IT solutions designed to identify, analyse, report and manage the risk. Key risk indicators (KRI) serve as early warning signals about changes in risk levels in business areas or processes. Operational risk self assessments are performed in the major business units and business processes on a regular basis. Operational risk management system was launched in the year 2006. It enables all staff of the Group to register the operational risk incidents, and the management at all levels is able to assess, monitor and manage risks and compile various reports.

7. *Analysis of the Issuer Group financial and non-financial activity results*

Volume and dynamics of the Bank Group activity is partially reflected by the below data of balance sheet and profit (loss) statements prepared in accordance with the International Financial Reporting Standards (IFRS):

LTL mio	As of 30 June 2008	As of 30 June 2007
Loans	19,435	15,553
Investment	2,368	2,827
Lease receivables	4,376	3,279
Deposits	10,250	9,747
Amounts owed to credit and financial institutions	13,955	10,238
Equity	2,224	1,699
Assets	28,758	23,922

The Bank Group income structure during the recent years was as follows:

LTL mio	As of 30 June 2008	As of 30 June 2007
Net interest income after impairment losses	302,2	232,7
Other income before operating expenses, net	134,0	157,9
Net income	436,2	390,6
Operating expenses	(182,8)	(150,9)
Net life insurance income	4,7	1,4
Profit before income tax	258,1	241,1
Net income	225,6	199,1

Major indicators of the Bank activity are included in the below table:

The Group		Ratio	The Bank	
2008 06 30	2007 06 30		2008 06 30	2007 06 30
10.49%	8.70%	Capital adequacy ratio (at least 8%)	11.98 %	9.54%
2.06%	1.77%	Return on average assets	1.64%	2.18%
21.33%	24.90%	Return on average equity	24.77%	28.30%
n/a	n/a	Bank liquidity ratio (at least 30%)	34.29 %	34.84%
14.61	12.90	Earnings per share, LTL	16.54	14.27
144.05	110.05	Book value per share, LTL	141.12	107.50

8. The Issuer activity plans and forecasts

In order for SEB Bank to remain the leading financial partner of private and corporate customers in Lithuania and taking into consideration the goals of the SEB group members, plans are set to implement the following main tasks:

- Operating efficiency improvement. Strong competition between participants of the banking industry results in dropping margins therefore special attention must be paid to operating efficiency improvement.

Operating efficiency improvement will cover the below aspects of the Bank's activity:

- further automatization of databases to ensure quality data and more operative reporting,
- improvement of the Bank's internal procedures enabling to operatively respond to changes in the market,

- effective training for existing and new staff to meet growing customer demand and expectations.

Implementation of the operating efficiency improvement tasks may help the Bank to effectively use available resources for customer services and improve customer loyalty to the Bank.

- Sales culture improvement. Banking services and products become more and more similar in a competitive banking environment. Therefore to retain the competitive edge the sales culture improvement becomes very important.

Sales culture improvement will cover such aspects as:

- more flexible working hours of the Bank customer service outlets,
- development of the Bank branch / sub-branch network to get closer to the customer,
- development and improvement of the banking products and services sales via the e-channels,
- staff motivation depending on the achieved work results.

If the above main tasks are implemented, the Bank expects to retain existing and attract new customers.

- Development of the banking products and services. Rapid changes in the banking industry and more sophisticated customer needs require the Bank to take measures to retain its products' competitive advantages.

The Bank plans to focus on the following areas:

- dropping margins require the Bank to pay greater attention to products generating other income than interest income (money transfers, payment cards, life insurance and investment management services),

- much attention will still be given to real estate / mortgage loans; however, special attention will be paid to said loans risk assessment,
- the Bank plans to pay greater attention to solutions related to services offered to small and medium enterprises; besides, stronger attention will be paid to the risk accession of business crediting.

The Bank expects that proper solutions in each said area will improve customer satisfaction as well as their loyalty.

9. *Information on the Issuer branches and representative offices*

As of 30 June 2008, the Bank had 74 customer service outlets (17 branches and 57 sub-branches) in Lithuania.

10. *Shareholders*

As of 30 June 2008, the total number of shareholders of SEB Bank was 201. Shareholders holding or controlling more than 5 per cent of the Bank's authorised capital as of 30 June 2008:

Shareholder	Number of shares and votes	Share of authorised capital and votes (in per cent)
Skandinaviska Enskilda Banken AB (Kungstradgardsgatan 8, Stockholm, Sweded; code: 502032-9081)	15,396,035	99.71

None shareholder of the Bank has special rights of control. All shareholders have equal rights, the number of shares of SEB Bank entitling to the vote at the general meeting of shareholders is 15,441,423.

The Bank has not been informed of any mutual arrangements between the shareholders resulting in restrictions applied to securities assignment and/or voting rights. However, as Law on Banks of the Republic of Lithuania foresees, the following persons may not be shareholders of a bank:

- 1) the legal persons financed from State or municipal budgets;
- 2) the persons who have not submitted, in the cases and according to the procedure set forth by legal acts, to the supervisory institution data on their identities, members, activities, financial situation, the heads of a legal person, the persons for whose benefit shares are acquired or the legitimacy of the acquisition of the funds used to acquire the bank's shares or who have not proved the legitimacy of the acquisition of the funds used to acquire the bank's shares;
- 3) the persons who object that the supervisory institution manages, in the cases and according to the procedure set forth by laws and other legal acts, their data required for the issuance of the licences and granting of the authorizations and consents provided for under this Law, including their personal data and information on a person's previous convictions and health.

Besides, the above mentioned law also foresees that a person wishing to acquire a qualifying holding of a bank's authorised capital and/or voting rights or to increase it so that the proportion of the authorised capital and/or voting rights held by him would make up 1/5, 1/3 or 1/2 of the holding or so that the bank would become controlled by him must obtain prior consent of the supervisory institution, i.e. the Bank of Lithuania.

11. *Employees*

The average number of the Bank's employees at the end of the reporting period was 1 977 (on 31 December 2008 - 1 799 employees).

Tables below provide information about the Bank's employees, grouping them by educational backgrounds and position groups as well as the data on the average monthly salary (before tax).

	2008.06.30	2007.12.31
Number of employees	2,045	1,912
University education	1,427	1,369
College education	175	175
Secondary education	443	368

	Number of employees		Average monthly wage, in LTL	
	2008.06.30	2007.12.31	2008.06.30	2007.12.31
Senior management	283	272	12 259	10,693
Specialists	1,745	1,628	3 789	3,462
Service staff	17	12	2 454	2,118

As of 30 June 2008, the Group had 2,304 employees.

12. *Procedure for amending the Issuer Articles of Association*

The Company Law of the Republic of Lithuania establishes that amendment of articles of association is an exceptional right of the annual meeting of shareholders. A 2/3 qualified majority of votes of the general meeting of shareholders participating at the meeting is required for adopting a resolution on amending the articles of association.

The Law on Banks of the Republic of Lithuania established that amendments to the articles of association of a bank may be registered in the Register of Legal Persons only upon obtaining an authorisation of the supervisory institution, i.e. the Bank of Lithuania, where the provisions of the articles of association are amended in respect of:

- 1) the name or registered office of the bank;
- 2) the amount of the authorised (share) (hereinafter referred to as "authorised") capital;
- 3) the number of shares and their number according to class, their nominal value and the rights attaching to them;
- 4) the powers of the bank's bodies, procedure for electing and removing from office their members.

13. *Management bodies of the Issuer*

- The general meeting of shareholders of the Bank (hereinafter referred to as the 'Meeting')
- The Supervisory Council of the Bank (hereinafter referred to as the 'Council')
- The Board of the Bank (hereinafter referred to as the 'Board')
- Head of the Bank administration (President) (hereinafter referred to as the 'President')

The Board and the President are the Bank's management bodies.

The Council is a collegiate supervisory body carrying out the function of supervision over the Bank's activities. The Council consisting of 5 members is elected by the Meeting. The Council elects the Board members and revokes them from their positions, supervises over the activities of the Board and the President and has other rights and duties attributed to its competence by acts of law of the Republic of Lithuania and Articles of Association of the Bank.

The Board is a collegiate management body of the Bank consisting of 5 members and is elected by the Council. The Board manages the Bank, handles daily matters, represents the Bank's interests and is responsible for the financial services according to the procedure established by law. The Board elects (appoints) and revokes the President and deputies and has other rights and duties attributed to its competence by acts of law of the Republic of Lithuania and Articles of Association of the Bank.

The President acts in the name of the Bank, organises the Bank's day-to-day activities and has other rights and duties attributed to its competence by acts of law of the Republic of Lithuania and Articles of Association of the Bank.

14. *Information on members of collegiate bodies, Chief Executive Office and Chief Financial Officer of the Bank*

THE BANK SUPERVISORY COUNCIL (as of 30 June 2008)

BO MAGNUSSON – Chairman of the Council since 13 March 2007, Head of SEB Retail Banking. He has got college education, specialisation – economist. He does not hold any shares of the Bank.

On 9 March 2007 he was elected at the general meeting of shareholders of SEB Vilniaus Bankas.

ANDERS AROZIN – Head of SEB Baltic Development and Integration. He has got higher education, specialisation – economist. He does not hold any shares of the Bank.

On 10 March 2006 he was elected at the general meeting of shareholders of SEB Vilniaus Bankas.

AINARS OZOLS – Chairman of the Board and President of SEB banka, Chairman of the Board of SEB atvērtais pension fund. He has got higher education, specialisation – engineer-economist. He does not hold any shares of the Bank.

On 15 November 2007 he was elected at the extraordinary general meeting of shareholders of SEB Vilniaus Bankas.

ULF PETERSON – Head of Personnel of SEB Retail Banking. He does not hold any shares of the Bank. He has got higher education, specialisation – master in Law.

On 15 November 2007 he was elected at the extraordinary general meeting of shareholders of SEB Vilniaus Bankas.

AHTI ASMANN – Chairman of the Board and President of SEB Pank, member of the Board of Eesti Pangaliit. He has got higher education, specialisation – economist. He does not hold any shares of the Bank.

On 28 March 2008 he was elected at the general meeting of shareholders of SEB Bank.

The term of office of all Council members expires in the year 2010.

THE BANK BOARD (as of 30 June 2008)

AUDRIUS ŽIUGŽDA – Chairman of the Board and President of the Bank since 1 January 2006. He has got higher education, specialisation – business management and administration. He does not hold any shares of the Bank. A member of the Supervisory Councils of SEB Bank ir SEB banka.

RAIMONDAS KVEDARAS – Executive Vice President and Head of the Corporate Banking Division. He has got higher education, specialisation – international finance. He does not hold any shares of the Bank. He was elected to the Council members on 4 February 2004.

ARTURAS FEIFERAS – Vice President and Chief Credit Officer. He has got higher education, specialisation – business management and administration. He does not hold any shares of the Bank. He does not participate in the capital or management of other Lithuanian companies. He was elected to the Council members on 4 February 2004.

VYTAUTAS SINIUS – Vice President and Head of the Retail Banking Division. He has got higher education, specialisation – economist. He does not hold any shares of the Bank. He was elected to the Council members on 1 January 2006.

AUŠRA MATUSEVIČIENĖ – Vice President and Chief Financial Officer since 1 February 2006. She has got higher education, specialisation – financier. She does not hold any shares of the Bank.

On 4 February 2008, the term of office of all Board members was extended for 4 more years.

THE COMPANY'S CHIEF EXECUTIVE OFFICER

AUDRIUS ŽIUGŽDA – Chairman of the Board and President of the Bank. Since the year 1992 employed with SEB Vilnius Bank Group companies, since 1 January 2006 – Chairman of the Board and President of SEB Vilnius Bankas.

CHIEF FINANCIAL OFFICER

AUŠRA MATUSEVIČIENĖ – Vice President and Chief Financial Officer since 1 February 2006. She does not hold any shares of the Bank.

Information on disbursements to members of the Board:

	Amounts in connection with employment relations (in LTL'000)	Property and gifts provided gratis (in LTL'000)	Different guarantees issued in the name of the company (in LTL'000)
For all members of the Board (in LTL'000)	3 162	-	-
For one member of the Board, on average **	632	-	-

* received from companies where the bank's holdings exceed more than 20 per cent of the authorised capital.

** the Board consists of five members.

During the reported period no disbursements were made or loans issued to the Supervisory Council.

15. Significant arrangements the Issuer being a party hereof that in case of any change in the Issuer's controlling stake would come into effect, change or terminate

Such significant arrangements are foreseen in the loan agreements; however, the parties and the terms of these agreements are confidential in regard to both the Bank and the other parties.

16. Agreements between the Issuer and its management bodies or employees

None.

17. Information on compliance with the Corporate Governance Code

SEB Bank basically complies with the recommended-nature Corporate Governance Code, which was adopted by the Vilnius Stock Exchange in August, 2008.

18. Data placed in the public domain

During the reported period, the Bank made announcements about the following material events:

On 8 January 2008, the Bank announced that, according to the preliminary data, unaudited net profit earned over the year 2007 by AB SEB Vilniaus Bankas is LTL 496.1 million and by AB SEB Vilniaus Bankas Group is LTL 509.7 million. The profit has been calculated in accordance with requirements of legal acts of the Bank of Lithuania and other legal acts of the Republic of Lithuania. Audited net profit over the year 2006 earned by the bank was LTL 285.5 million and by the group - LTL 288.2 million. The group profit of the year 2007 is calculated including LTL 86.6 million profit received for the sale of the real estate owned by the group in year 2007 and shares of UAB "SEB VB nekilnojamosis turtas".

On 23 January 2008, the Bank announced about the change of the name - having the Register of Legal Entities of the Republic of Lithuania registered a new version of the Articles of Association of SEB Bank, approved by the Extraordinary General Shareholders Meeting that took place on the 15th of November, 2007, and issued a new Registration Certificate, on 21 January 2008 SEB Vilniaus bankas changed its name into SEB Bank.

On 26 February 2008, the Bank announced about the Annual General Meeting of Shareholders, initiated and convened on 28 March 2008 by the Board of the bank.

On 28 March 2008 the Bank's Annual General Meeting of Shareholders adopted all the decisions, provided on the agenda, i.e.: a. the Year 2007 Annual Report of SEB Bank has been familiarised with; b. the Report of the auditor of SEB Bank has been heard; c. the Comments and Proposals of the Supervisory Council of SEB Bank have been heard; d. the Year 2007 Financial Reporting of SEB Bank was approved; e. the Distribution of the Year 2007 profit of SEB Bank was approved; f. Ahti Assman was elected as the new member of the Supervisory Council of SEB Bank.

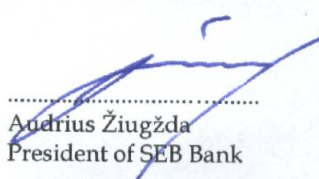
On 8 April 2008, the Bank announced that, according to preliminary data, unaudited net profit earned over the first quarter of 2008 by SEB Bank is LTL 133.7 million and by SEB Bank Group - LTL 93.9 million. The profit has been calculated in accordance with requirements of legal acts of the Bank of Lithuania and other legal acts of the Republic of Lithuania. The unaudited net profit over the first quarter of 2007 earned by the Bank was LTL 116.1 million and by the group - LTL 89.9 million.

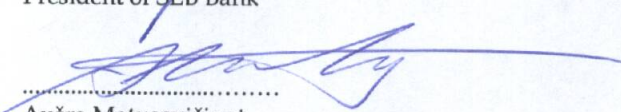
SEB Bank provides information to the Securities Commission and Vilnius Stock Exchange about material events in accordance with the established procedure. According to the Articles of Association of SEB Bank information on major events is announced in daily *Verslo žinios* and communicated to news agency BNS.

During the reported period, the Bank has also made 12 announcements of additional information (in accordance with requirements of Part 5, Article 25 of The Securities Law of the Republic of Lithuania) and periodical information (in accordance with requirements of Article 20 of The Securities Law of the Republic of Lithuania).

19. References and additional comments on data included in the consolidated financial statements

All major financial data are included in the consolidated interim financial information of the Bank.


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Audrius Žiugžda
President of SEB Bank


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Aušra Matusevičienė
Head of Business Support, Chief Financial Officer of SEB Bank


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Agnė Vaitkevičiūtė
Director of Finance and Reporting Department of SEB Bank

August 2008,
Vilnius