

CONFIRMATION FROM THE RESPONSIBLE PERSONS

We, Chief Executive Officer of Šiaulių bankas AB Vytautas Sinius and Chief Accountant Vita Adomaitytė, confirm that as far as we know, the financial statements for 3 months of 2015 are formed in compliance with the applicable accounting standards, correspond the reality and correctly reflect the total assets, liabilities, financial status, activity result and cash flow of Šiaulių bankas AB and consolidated companies.

Chief Executive Officer



Vytautas Sinius

Chief Accountant



Vita Adomaitytė

19-05-2015



CONDENSED INTERIM FINANCIAL STATEMENTS

for the three month period ended 31 March 2015

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Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

THE GROUP'S AND THE BANK'S STATEMENTS OF FINANCIAL POSITION

	Notes	31-03-2015		31-12-2014	
		Group	Bank	Group	Bank
ASSETS					
Cash and cash equivalents	3	117 434	116 619	197 436	196 481
Due from other banks		23 473	23 066	5 665	5 265
Securities at fair value through profit or loss	2	79 530	52 330	52 098	56 068
Derivative financial instruments		6 355	5 907	7 097	6 650
Loans to customers	1	722 682	822 691	720 191	790 756
Finance lease receivables	1	52 582	2 028	53 670	3 068
Investment securities:					
- available-for-sale	2	32 384	32 093	22 118	21 844
- held-to-maturity	2	479 539	479 262	454 116	447 757
Investments in subsidiaries and associates	2	-	29 686	-	29 686
Intangible assets		3 332	409	3 325	412
Property, plant and equipment		11 040	9 899	11 223	10 083
Investment property		21 764	4 960	20 166	3 303
Current income tax prepayment		220	-	83	-
Deferred income tax asset		611	-	622	-
Other assets	3	58 694	11 808	54 642	11 113
Assets classified as held for sale	2	36 392	26 490	37 557	27 620
Total assets		1 646 032	1 617 248	1 640 009	1 610 106
LIABILITIES					
Due to other banks and financial institutions		55 642	60 441	55 839	61 979
Subordinated loan	12	19 336	19 336	19 295	19 295
Due to customers	4	1 413 059	1 418 072	1 415 313	1 415 716
Special and lending funds		747	747	2 499	2 499
Current income tax liabilities		1 793	1 390	919	535
Deferred income tax liabilities		1 190	96	1 360	108
Liabilities related to insurance activities		22 429	-	19 945	-
Other liabilities		15 834	5 274	14 329	5 245
Liabilities related to assets classified as held for sale	2	3 848	-	3 898	-
Total liabilities		1 533 878	1 505 356	1 533 397	1 505 377
EQUITY					
Share capital	6	78 300	78 300	78 197	78 197
Share premium	6	3 684	3 684	3 684	3 684
Reserve capital		756	756	756	756
Statutory reserve		2 468	2 290	1 450	1 275
Financial assets revaluation reserve		714	714	516	516
Retained earnings		26 232	26 148	22 009	20 301
Non-controlling interest		-	-	-	-
Total equity		112 154	111 892	106 612	104 729
Total liabilities and equity		1 646 032	1 617 248	1 640 009	1 610 106

The notes on pages 9-29 constitute an integral part of these financial statements.

Chief Executive Officer
Chief Accountant

19 May 2015



Vytautas Sinius
Vita Adomaitytė

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

THE GROUP'S AND THE BANK'S INCOME STATEMENTS

	Notes	for the three month period ended			
		31-03-2015		31-03-2014	
		Group	Bank	Group (restated)	Bank (restated)
Continuing operations					
Interest and similar income	7	15 363	13 460	15 586	14 093
Interest expense and similar charges	7	(5 073)	(5 074)	(5 993)	(5 998)
Net interest income		10 290	8 386	9 593	8 095
Fee and commission income	8	2 279	2 253	2 560	2 022
Fee and commission expense	8	(1 063)	(964)	(927)	(765)
Net fee and commission income		1 216	1 289	1 633	1 257
Net loss from embedded derivatives		(1 231)	(1 231)	(1 088)	(1 088)
Net loss from changes in fair value of subordinated loan		(41)	(41)	(158)	(158)
Net gain from operations with securities		2 347	1 053	495	572
Net foreign exchange gain		1 100	436	560	551
Net gain from derecognition of financial assets	11	386	386	1 279	1 279
Net gain (loss) from disposal of tangible assets		1 942	1 933	(288)	(280)
Revenue related to other activities of Group companies	11	3 917	-	3 739	-
Other operating income		388	205	469	293
Salaries and related expenses		(4 109)	(3 319)	(4 046)	(3 142)
Depreciation and amortization expenses		(402)	(263)	(379)	(306)
Expenses related to other activities of Group companies	11	(5 492)	-	(2 764)	-
Other expenses	9	(2 169)	(1 773)	(2 199)	(1 706)
Operating profit before impairment losses		8 142	7 061	6 846	5 367
Allowance for impairment losses on loans and other assets	10	(1 606)	(2 091)	(3 170)	(3 323)
Allowance for impairment losses on investments in subsidiaries	10	-	-	-	-
Dividends from investments in subsidiaries		-	2 896	-	2 896
Profit from continuing operations before income tax		6 536	7 866	3 676	4 940
Income tax (expense)		(1 027)	(808)	(403)	(298)
Profit from continuing operations		5 509	7 058	3 273	4 642
(Loss) from discontinued operations, net of tax	2	(72)	-	(39)	-
Net profit for the period		5 437	7 058	3 234	4 642
Net profit attributable to:					
Owners of the Bank		5 437	7 058	3 232	4 642
from continuing operations		5 509	7 058	3 271	4 642
from discontinued operations		(72)	-	(39)	-
Non-controlling interest (from continuing operations)		-	-	2	-
Basic earnings per share (in LTL per share) attributable to owners of the Bank		0.02		0.01	
from continuing operations		0.02		0.01	
from discontinued operations		(0.00)		(0.00)	
Diluted earnings per share (in LTL per share) attributable to owners of the Bank		0.02		0.01	
from continuing operations		0.02		0.01	
from discontinued operations		(0.00)		(0.00)	

The notes on pages 9-29 constitute an integral part of these financial statements.

Chief Executive Officer
Chief Accountant



Vytautas Sinius
Vita Adomaitytė

19 May 2015

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

THE GROUP'S AND THE BANK'S STATEMENTS OF COMPREHENSIVE INCOME

	for the three month period ended			
	31-03-2015		31-03-2014	
	Group	Bank	Group (restated)	Bank
Net profit	5 437	7 058	3 234	4 642
Other comprehensive income (loss):				
<i>Items that may be subsequently reclassified to profit or loss:</i>				
Gain from revaluation of financial assets	233	233	1 235	1 235
Deferred income tax on gain from revaluation of financial assets	(35)	(35)	(191)	(191)
Other comprehensive income, net of deferred tax	198	198	1 044	1 044
Total comprehensive income	5 635	7 256	4 278	5 686
Total comprehensive income attributable to:				
Owners of the Bank	5 635	7 256	4 276	5 686
from continuing operations	5 707	7 256	4 315	5 686
from discontinued operations	(72)	-	(39)	-
Non-controlling interest	-	-	2	-

The notes on pages 9-29 constitute an integral part of these financial statements.

Chief Executive Officer
Chief Accountant

19 May 2015





Vytautas Sinius
Vita Adomaitytė

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

THE GROUP'S STATEMENT OF CHANGES IN EQUITY

		Attributable to the owners of the Bank							
Notes	Share capital	Share premium	Reserve capital	Financial assets revaluation reserve	Statutory reserve	Retained earnings	Total	Non-controlling interest	Total equity
	72 405	9 476	756	(576)	939	10 746	93 746	145	93 891
31 December 2013									
	-	-	-	-	511	(511)	-	-	-
Transfer to statutory reserve									
	-	-	-	1 044	-	3 233	4 277	2	4 279
Total comprehensive income									
31 March 2014	72 405	9 476	756	468	1 450	13 468	98 023	147	98 170
Increase in share capital	6	5 792	(5 792)	-	-	-	-	-	-
Acquisition of subsidiary		-	-	-	-	-	-	(147)	(147)
Total comprehensive income									
	-	-	-	48	-	8 541	8 589	-	8 589
31 December 2014	78 197	3 684	756	516	1 450	22 009	106 612	-	106 612
Payment of dividends	6	-	-	-	-	(196)	(196)	-	(196)
Transfer to statutory reserve		-	-	-	1 018	(1 018)	-	-	-
Total comprehensive income									
	103	-	-	198	-	5 437	5 738	-	5 738
31 March 2015	78 300	3 684	756	714	2 468	26 232	112 154	-	112 154

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

THE BANK'S STATEMENT OF CHANGES IN EQUITY

Notes	Share capital	Share premium	Reserve capital	Financial assets revaluation reserve	Statutory reserve	Retained earnings	Total
31 December 2013	72 405	9 476	756	(576)	764	10 208	93 033
Transfer to statutory reserve	-	-	-	-	511	(511)	-
Total comprehensive income	-	-	-	1 044	-	4 642	5 686
31 March 2014	72 405	9 476	756	468	1 275	14 339	98 719
Increase in share capital	5 792	(5 792)	-	-	-	-	-
Total comprehensive income	-	-	-	48	-	5 962	6 010
31 December 2014	78 197	3 684	756	516	1 275	20 301	104 729
Payment of dividends	-	-	-	-	-	(196)	(196)
Transfer to statutory reserve	-	-	-	-	1 015	(1 015)	-
Total comprehensive income	103	-	-	198	-	7 058	7 359
31 March 2015	78 300	3 684	756	714	2 290	26 148	111 892

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

THE GROUP'S AND THE BANK'S STATEMENTS OF CASH FLOWS

	for the three month period ended			
	31-03-2015		31-03-2014 (restated)	
	Group	Bank	Group	Bank
Operating activities				
Interest received on loans	10 486	8 443	12 020	9 058
Interest received on securities at fair value through profit or loss	574	438	289	156
Interest paid	(5 073)	(6 089)	(6 758)	(6 762)
Net cash received from service and commission fees	1 216	1 289	1 633	1 257
Cash inflows from trade in trading securities	2 332	1 038	124	201
Net inflows from foreign exchange operations	1 446	774	515	506
Recoveries on loans previously written off	246	19	102	6
Salaries and related payments to and on behalf of employees	(3 881)	(3 035)	(3 702)	(2 775)
Other net cash (payments) receipts	(1 244)	466	(361)	(783)
Income tax paid	(488)	-	(21)	-
Net cash flow (used in) from operating activities before change in operating assets and liabilities	5 614	3 343	3 841	864
Change in operating assets and liabilities:				
(Increase) decrease in securities at fair value through profit or loss	(27 403)	4 006	(10 073)	(3 278)
(Increase) in loans to credit and financial institutions	(17 682)	(17 801)	(1 807)	(1 807)
Decrease (increase) in loans to customers	2 912	(32 656)	22 718	21 602
(Increase) in other assets	(10 517)	(6 111)	(1 924)	(5 893)
(Decrease) in liabilities to credit and financial institutions	(197)	(1 474)	(1 717)	(6 685)
(Decrease) increase in deposits	(2 254)	3 307	10 814	10 622
(Decrease) increase in special and lending funds	(1 752)	(1 752)	1 328	1 328
Decrease (increase) in other liabilities	3 724	(451)	2 837	4 421
Change	(53 169)	(52 932)	22 176	20 310
Net cash flow (used in) investing activities	(47 555)	(49 589)	26 017	21 174
Investing activities				
(Acquisition) of tangible and intangible assets	(112)	(61)	(370)	(347)
Disposal of tangible and intangible assets	5 813	5 159	7 518	7 439
(Acquisition) of held-to-maturity securities	(82 222)	(82 222)	(37 090)	(35 098)
Proceeds from redemption of held-to-maturity securities	46 787	46 692	11 911	11 911
Interest received on held-to-maturity securities	7 132	7 091	5 649	5 649
Dividends received	-	2 896	-	2 896
(Acquisition) of available-for-sale securities	(13 436)	(13 419)	(5 889)	(5 890)
Disposal or redemption of available-for-sale securities	3 377	3 377	7 953	7 952
Interest received on available-for-sale securities	214	214	477	477
Net cash from (used in) investing activities	(32 447)	(30 273)	(9 841)	(5 011)
Financing activities				
Payment of dividends	-	-	(3)	(3)
Net cash flow (used in) financing activities	-	-	(3)	(3)
Net (decrease) increase in cash and cash equivalents	(80 002)	(79 862)	16 173	16 160
Cash and cash equivalents at 1 January	197 436	196 481	139 308	139 307
Cash and cash equivalents at 31 March	117 434	116 619	155 481	155 467

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

GENERAL INFORMATION

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

The Head Office of the Bank is located in Šiauliai, Tilžės str. 149, LT-76348. The bank has 14 branches in Kelmė, Klaipėda, Kuršėnai, Mažeikiai, Palanga, Šilutė, Vilnius, Alytus, Utena, Kaunas, Druskininkai, Panevėžys, Šiauliai, Radviliškis and 58 client service units. As of 31 March 2015 the Bank had 673 employees (31 December 2014: 677). As of 31 March 2015 the Group (except subsidiaries held for sale) had 826 employees (31 December 2014: 829).

The Bank's shares are listed on the Baltic Main List of the NASDAQ Stock Exchange.

As of 31 March 2015 and 31 December 2014 the Bank owned the following directly controlled subsidiaries:

1. Šiaulių Banko Lizingas UAB (finance and operating lease activities),
2. Šiaulių Banko Investicijų Valdymas UAB (investment management activities),
3. Šiaulių Banko Turto Fondas UAB (real estate management activities),
4. Minera UAB (real estate management activities),
5. SBTf UAB (real estate management activities),
6. Pavasaris UAB (development of the area of multi-apartment residential houses),
7. Ūkio Banko Lizingas UAB (consumer financing activities),
8. Bonum Publicum GD UAB (life insurance activities),

As of 31 March 2015 and 31 December 2014 the Bank owned the following indirectly controlled subsidiaries:

9. Sandworks UAB (real estate management activities),
10. Semelitas UAB (real estate management activities),

As of 31 March 2015 and 31 December 2014 the Bank owned directly controlled subsidiaries held for sale:

11. Sporto Klubų Investicijos UAB (real estate management activities),
12. Trade Project UAB (real estate management activities),
13. Investicinio Turto Valdymas UAB (real estate management activities),
- 14-18. ŽSA 1 UAB, ŽSA 2 UAB, ŽSA 3 UAB, ŽSA 4 UAB, ŽSA 5 UAB (real estate management activities),

As of 31 March 2015 the Bank had the indirectly controlled subsidiaries held for sale:

19. Kėdainių Oda UAB (leather processing, production activities),
20. Žalgirio Sporto Arena UAB (real estate management activities),

As of 31 December 2014 the Bank had the indirectly controlled subsidiaries held for sale:

19. Kėdainių Oda UAB (leather processing, production activities),
20. Žalgirio Sporto Arena UAB (real estate management activities),
21. Nacionalinis Futbolo Stadionas UAB (development of the football stadium).

This condensed interim financial information for the three month period ended 31 March 2015 has been prepared in accordance with IAS 34, "Interim Financial Reporting" as adopted by the EU. The condensed interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2014, which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as adopted by EU. The accounting policies applied by the Group and the Bank in these condensed interim financial statements are the same as those applied by the Group and the Bank in their financial statements as at and for the year ended 31 December 2014, which were prepared in accordance with IFRS as adopted by the EU.

The comparative financial information of the Group for the three month period ended 31 March 2014 was restated to reflect the composition of the Group presented in the financial statements as of 31 March 2015 and 31 December 2014 - i.e. - to include the activity results of Ūkio Banko Lizingas UAB and Bonum Publicum GD UAB in Continuing operations instead of Discontinued operations and to include the activity results of Kėdainių Oda UAB in Discontinued operations instead of Continuing operations. From 2015, the recognition of certain income related to the loans granted by the Bank using third-party funding was adjusted to include such income in commission income instead of interest income, therefore the comparative financial information was restated accordingly. Total activity result of the Group was not affected by this restatement, amounts were represented between the results of Continuing and Discontinued operations and line items of Continuing operations. The tables in the financial statement, which have been impacted the restatements described above, are marked with the word "restated" in the header.

The preparation of financial statements in conformity with IFRS requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management's best knowledge of current event and actions, actual results ultimately may differ from those estimates. In preparing these condensed interim financial statements, the significant judgements made in applying Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements as at and for the year ended 31 December 2014.

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

Amounts shown in these financial statements are presented in euros (EUR). Comparative financial information, which previously was presented in litas (LTL), was translated to euros using the ratio EUR 1 = LTL 3.4528.

No significant amounts of the Group's and the Bank's income or expenses are of a substantial seasonal nature.

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

NOTE 1 LOANS TO CUSTOMERS AND FINANCE LEASE RECEIVABLES

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

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

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

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

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

	31-03-2015		31-12-2014	
	Group	Bank	Group	Bank
Loans and advances to banks	23 473	23 066	5 665	5 265
Loans and advances to customers:	722 682	822 691	720 191	790 756
- Loans and advances to financial institutions	9	94 964	10	58 600
- Loans to individuals (Retail)	101 189	55 688	103 114	56 233
- Loans to business customers	621 484	672 039	617 067	675 923
Finance lease receivables	52 582	2 028	53 670	3 068
Trading assets:				
- Debt securities	64 136	52 208	38 769	55 956
Derivative financial instruments	6 355	5 907	7 097	6 650
Securities available for sale:				
- Debt securities	31 544	31 544	21 316	21 316
Investment securities held to maturity:				
- Debt securities	479 539	479 262	454 116	447 757
Other financial assets	11 845	10 571	667	135
Credit risk exposures relating to off-balance sheet items are as follows:				
- Financial guarantees	34 930	34 949	29 202	29 219
- Letters of credit	212	212	315	315
- Loan commitments and other credit related liabilities	106 902	115 363	101 444	103 703
Total	1 534 200	1 577 801	1 432 452	1 464 140

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

Loans to customers

	31-03-2015		31-12-2014	
	Group	Bank	Group	Bank
Loans to individuals	109 326	58 865	111 133	59 488
Loans to business customers	752 486	896 834	760 392	876 630
Subtract: Fair value revaluation on acquisition*	(95 965)	(95 965)	(103 698)	(103 698)
Gross	765 847	859 734	767 827	832 420
Subtract: Allowance for impairment	(43 165)	(37 043)	(47 636)	(41 664)
<i>of which: for individually assessed loans</i>	<i>(42 881)</i>	<i>(37 043)</i>	<i>(47 261)</i>	<i>(41 664)</i>
<i>of which: for collectively assessed loans</i>	<i>(284)</i>	-	<i>(375)</i>	-
Net	722 682	822 691	720 191	790 756

	31-03-2015		31-12-2014	
	Group	Bank	Group	Bank
Neither past due not impaired	635 848	743 012	609 692	687 089
Past due but not impaired	63 973	60 572	84 323	80 215
Impaired	66 026	56 150	73 812	65 116
Gross	765 847	859 734	767 827	832 420
Subtract: Allowance for impairment	(43 165)	(37 043)	(47 636)	(41 664)
<i>of which: for individually assessed loans</i>	<i>(42 881)</i>	<i>(37 043)</i>	<i>(47 260)</i>	<i>(41 664)</i>
<i>of which: for collectively assessed loans</i>	<i>(284)</i>	-	<i>(376)</i>	-
Net	722 682	822 691	720 191	790 756

* Fair value revaluation on acquisition is the difference between the estimated fair value by appraisers of the loans acquired under the transaction transfer of assets, rights, transactions and liabilities of Ūkio Bankas and the gross value of the above-mentioned loans.

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

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

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

The list of loss events:

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

Loans and advances past due but not impaired

	31-03-2015		31-12-2014	
	Group	Bank	Group	Bank
Past due up to 7 days	13 727	12 075	29 331	27 947
Past due 8 to 30 days	16 406	14 750	11 364	9 926
Past due 31-60 days	4 108	4 097	14 106	14 100
Past due 61-90 days	1 906	1 898	2 688	1 479
Past due more than 90 days	27 826	27 752	26 834	26 763
Total:	63 973	60 572	84 323	80 215
Allowance for impairment of collectively assessed loans	(77)	-	(92)	-
Fair value of collateral	56 596	56 596	64 019	62 832

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

Loans and advances individually impaired

	31-03-2015		31-12-2014	
	Group	Bank	Group	Bank
Impaired loans	66 026	56 150	73 812	65 116
Allowance for impairment of individually assessed loans	(42 881)	(37 043)	(47 260)	(41 664)
Fair value of collateral	32 882	33 988	36 707	37 814

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

Finance lease receivables

Segment information

	31-03-2015		31-12-2014	
	Group	Bank	Group	Bank
By type of customer:				
Business customers	5 898	-	65 918	19 011
Individuals	59 279	13 252	5 577	-
Subtract: Fair value revaluation on acquisition*	(11 101)	(11 101)	(15 882)	(15 882)
Gross	54 076	2 151	55 613	3 129
Neither past due not impaired	35 269	1 818	38 434	2 747
Past due but not impaired	16 462	161	14 546	271
Impaired	2 345	172	2 633	111
Gross	54 076	2 151	55 613	3 129
Subtract: Allowance for impairment	(1 494)	(123)	(1 943)	(61)
<i>of which: for individually assessed finance lease receivables</i>	<i>(1 491)</i>	<i>(123)</i>	<i>(1 939)</i>	<i>(61)</i>
<i>of which: for collectively assessed finance lease receivables</i>	<i>(3)</i>	<i>-</i>	<i>(4)</i>	<i>-</i>
Net	52 582	2 028	53 670	3 068

* Fair value revaluation on acquisition is the difference between the estimated fair value by appraisers of the finance lease receivables acquired under the transaction transfer of assets, rights, transactions and liabilities of Ūkio Bankas.

Group	31-03-2015			31-12-2014		
	Individuals	Business customers	Total	Individuals	Business customers	Total
Unsecured finance lease receivables	8	5	13	19	323	342
Finance lease receivables secured by:	5 891	48 172	54 063	5 558	49 713	55 271
- transport vehicles	4 227	15 724	19 951	3 789	15 439	19 228
- real estate	1 003	23 704	24 707	1 012	24 886	25 898
- airplanes	-	1 376	1 376	-	1 372	1 372
- railway equipment	-	-	-	-	-	-
- production equipment	-	2 250	2 250	3	2 598	2 601
- other equipment	241	4 592	4 833	261	4 719	4 980
- other assets	420	526	946	493	699	1 192
Total	5 899	48 177	54 076	5 577	50 036	55 613

Bank	31-03-2015			31-12-2014		
	Individuals	Business customers	Total	Individuals	Business customers	Total
Unsecured finance lease receivables	-	-	-	-	90	90
Finance lease receivables secured by:	-	2 151	2 151	-	3 039	3 039
- transport vehicles	-	37	37	-	29	29
- real estate	-	1 934	1 934	-	2 819	2 819
- airplanes	-	-	-	-	-	-
- railway equipment	-	-	-	-	-	-
- production equipment	-	169	169	-	179	179
- other equipment	-	11	11	-	12	12
- other assets	-	-	-	-	-	-
Total	-	2 151	2 151	-	3 129	3 129

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(All amounts are in EUR thousand, unless otherwise stated)

NOTE 2 SECURITIES

Securities at fair value through profit or loss

	Group	31-03-2015 Bank	Group	31-12-2014 Bank
Debt securities:				
Government bonds	36 292	29 479	24 961	17 836
Corporate bonds	27 844	22 729	13 808	38 120
Equities:				
Listed	122	122	112	112
Unlisted	-	-	-	-
Investment fund units	15 272	-	13 217	-
Total	79 530	52 330	52 098	56 068
Group 31-03-2015	Government debt securities	Corporate debt securities	Corporate equity securities	Investment fund units
From AA- to AAA	470	5 601	-	-
From A- to A+	30 840	5 081	-	-
From BBB- to BBB+	4 574	16 716	-	-
From BB- to BB+	293	446	-	-
Lower than BB-	115	-	-	-
No rating	-	-	122	15 272
Total	36 292	27 844	122	15 272
Group 31-12-2014	Government debt securities	Corporate debt securities	Corporate equity securities	Investment fund units
From AA- to AAA	400	3 134	-	-
From A- to A+	19 339	8 216	-	-
From BBB- to BBB+	4 708	2 458	-	-
From BB- to BB+	400	-	-	-
Lower than BB-	114	-	-	-
No rating	-	-	112	13 217
Total	24 961	13 808	112	13 217
Bank 31-03-2015	Government debt securities	Corporate debt securities	Corporate equity securities	Investment fund units
From AA- to AAA	-	5 601	-	-
From A- to A+	27 963	4 321	-	-
From BBB- to BBB+	1 516	12 807	-	-
From BB- to BB+	-	-	-	-
Lower than BB-	-	-	-	-
No rating	-	-	122	-
Total	29 479	22 729	122	-
Bank 31-12-2014	Government debt securities	Corporate debt securities	Corporate equity securities	Investment fund units
From AA- to AAA	-	2 425	-	-
From A- to A+	16 481	4 473	-	-
From BBB- to BBB+	1 355	2 260	-	-
From BB- to BB+	-	-	-	-
Lower than BB-	-	-	-	-
No rating	-	28 962	112	-
Total	17 836	38 120	112	-

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(All amounts are in EUR thousand, unless otherwise stated)

Investment securities

Securities available-for-sale	31-03-2015		31-12-2014	
	Group	Bank	Group	Bank
Debt securities:				
Government bonds	6 563	6 563	6 331	6 331
Corporate bonds	24 981	24 981	14 985	14 985
Equity securities:				
Listed		-	-	-
Unlisted	694	403	677	403
Investment fund units	146	146	125	125
Total	32 384	32 093	22 118	21 844

Securities held-to-maturity	31-03-2015		31-12-2014	
	Group	Bank	Group	Bank
Debt securities:				
Government bonds	334 265	334 265	335 863	335 863
Corporate bonds	145 274	144 997	118 253	111 894
Total	479 539	479 262	454 116	447 757

	Securities available-for-sale				Securities held-to-maturity	
	Government bonds	Corporate debt securities	Corporate equity securities	Investment fund units	Government bonds	Corporate debt securities
Group 31-03-2015						
From AA- to AAA	-	1 409	-	-	4 360	16 653
From A- to A+	4 832	8 991	-	-	293 994	62 548
From BBB- to BBB+	1 731	14 581	-	-	33 731	63 067
From BB- to BB+	-	-	-	-	2 180	2 729
Lower than BB-	-	-	-	-	-	-
No rating	-	-	694	146	-	277
Total	6 563	24 981	694	146	334 265	145 274

	Securities available-for-sale				Securities held-to-maturity	
	Government bonds	Corporate debt securities	Corporate equity securities	Investment fund units	Government bonds	Corporate debt securities
Group 31-12-2014						
From AA- to AAA	-	1 243	-	-	5 906	12 207
From A- to A+	4 576	5 650	-	-	298 209	48 817
From BBB- to BBB+	1 755	8 092	-	-	29 588	48 225
From BB- to BB+	-	-	-	-	2 160	2 645
Lower than BB-	-	-	-	-	-	-
No rating	-	-	677	125	-	6 359
Total	6 331	14 985	677	125	335 863	118 253

	Securities available-for-sale				Securities held-to-maturity	
	Government bonds	Corporate debt securities	Corporate equity securities	Investment fund units	Government bonds	Corporate debt securities
Bank 31-03-2015						
From AA- to AAA	-	1 409	-	-	4 360	16 653
From A- to A+	4 832	8 991	-	-	293 994	62 548
From BBB- to BBB+	1 731	14 581	-	-	33 731	63 067
From BB- to BB+	-	-	-	-	2 180	2 729
Lower than BB-	-	-	-	-	-	-
No rating	-	-	403	146	-	-
Total	6 563	24 981	403	146	334 265	144 997

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(All amounts are in EUR thousand, unless otherwise stated)

	Securities available-for-sale				Securities held-to-maturity	
	Government bonds	Corporate debt securities	Corporate equity securities	Investment fund units	Government bonds	Corporate debt securities
Bank 31-12-2014						
From AA- to AAA	-	1 243	-	-	5 906	12 207
From A- to A+	4 576	5 650	-	-	298 209	48 817
From BBB- to BBB+	1 755	8 092	-	-	29 588	48 225
From BB- to BB+	-	-	-	-	2 160	2 645
Lower than BB-	-	-	-	-	-	-
No rating	-	-	403	125	-	-
Total	6 331	14 985	403	125	335 863	111 894

During the three month periods ended 31 March 2015 and 31 March 2014, no reclassifications between portfolios of securities were performed.

Investments in subsidiaries

Investments in consolidated directly controlled subsidiaries

	31-03-2015			31-12-2014		
	Share in equity, %	Acquisition cost	Carrying amount	Share in equity, %	Acquisition cost	Carrying amount
Šiaulių Banko Lizingas UAB	100	3 910	869	100	3 910	869
Šiaulių Banko Investicijų Valdymas UAB	100	4 066	312	100	4 066	312
Šiaulių Banko Turto Fondas UAB	100	1 482	1 237	100	1 482	1 237
Minera UAB	100	1 884	1 594	100	1 884	1 594
SBTF UAB	100	579	579	100	579	579
Ūkio Banko Lizingas UAB	100	8 862	8 862	100	8 862	8 862
Bonum Publicum GD UAB	100	8 399	8 399	100	8 399	8 399
Pavasaris UAB	100	10 456	7 834	100	10 456	7 834
Total		39 638	29 686		39 638	29 686

Investments in consolidated indirectly controlled subsidiaries

	31-03-2015			31-12-2014		
	Share in equity, %	Acquisition cost	Carrying amount	Share in equity, %	Acquisition cost	Carrying amount
Semelitas UAB	100	3	3	100	3	3
Sandworks UAB	100	3	3	100	3	3

In 2014, the Bank changed its plans to sell two entities (Ūkio Banko Lizingas UAB and Bonum Publicum GD UAB) that were included in subsidiaries held for sale and decided to classify these entities as consolidated subsidiaries. Also, Kėdainių Oda UAB was reclassified from consolidated subsidiaries to subsidiaries held for sale.

These reclassifications caused restatements in the comparative financial information of the Group for the three month period ended 31 March 2014, which was represented to include the activity results of Ūkio Banko Lizingas UAB and Bonum Publicum GD UAB in Continuing operations and to present the activity results of Kėdainių Oda UAB in Discontinued operations (total activity result of the Group was not affected by this representation, amounts were represented between the results of Continuing and Discontinued operations).

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

Assets classified as held for sale

Subsidiaries held for sale

3 March 2013, under the agreement on the transfer of assets, rights, transactions and liabilities of Ūkio Bankas, based on which a part of assets, rights, transactions and liabilities of Ūkio Bankas was transferred to Šiaulių Bankas, Šiaulių Bankas AB acquired 100 % control over following subsidiaries engaged in real estate development activities: Eastern Europe Development Fund UAB, Sporto Klubų Investicijos UAB, Trade Project UAB, Investicinio Turto Valdymas UAB, ŽSA 1 UAB, ŽSA 2 UAB, ŽSA 3 UAB, ŽSA 4 UAB and ŽSA 5 UAB (ŽSA 1 UAB, ŽSA 2 UAB, ŽSA 3 UAB, ŽSA 4 UAB and ŽSA 5 UAB together own 100% shares of Žalgirio Sporto Arena UAB; Žalgirio Sporto Arena UAB owns 100% shares of Nacionalinis Futbolo Stadionas UAB).

Above-mentioned subsidiaries are classified as subsidiaries held for sale. Initially, they are accounted at acquisition value which is equal to their fair value and subsequently adjusted by the amount of activity result (in case of profit, the value is increased; in case of loss, the value is decreased).

In 2014, the Bank sold 100% shares of Eastern Europe Development Fund UAB.

In the first quarter of 2015, Nacionalinis Futbolo Stadionas UAB was liquidated.

In 2015, the Bank intends to sell its indirectly owned subsidiary Kėdainių Oda UAB, therefore it was reclassified from consolidated subsidiaries to subsidiaries held for sale.

	31-03-2015		
	Entities acquired under the agreement on the transfer of assets, rights, transactions and liabilities of Ūkio Bankas	Kėdainių Oda UAB	Total:
Assets held for sale attributable to the group of entities	35 419	893	36 312
Liabilities attributable to assets held for sale attributable to the group of entities	3 387	461	3 848
Profit (loss) of the current year	25	(97)	(72)
	31-12-2014		
	Entities acquired under the agreement on the transfer of assets, rights, transactions and liabilities of Ūkio Bankas	Kėdainių Oda UAB	Total:
Assets held for sale attributable to the group of entities	35 421	926	36 347
Liabilities attributable to assets held for sale attributable to the group of entities	3 542	356	3 898
Profit (loss) of the current year	32	(71)	(39)

During the three month periods ended 31 March 2015 and 31 March 2014, the Group did not incur any gain or loss related to the measurement to fair value less costs to sell or on the disposal of the subsidiaries mentioned above.

Property, plant and equipment held for sale

In addition to the subsidiaries held for sale, real estate properties, which are expected by the Bank to be sold during the year from the inclusion in this item are also included in assets held for sale. The fair value of real estate properties included in assets held for sale was EUR 80 thousand as of 31 March 2015 (31 December 2014: EUR 1 210 thousand).

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

NOTE 3 SIGNIFICANT INFORMATION ON CHANGES IN OTHER ASSET ITEMS

Cash and cash equivalents

During the three month period ended 31 March 2015, the carrying amount of the Group's cash and cash equivalents reduced by EUR 80 002 thousand, from EUR 197 436 thousand at the beginning of the period to EUR 117 434 thousand at the end of the period. At the year-end 2014 the Bank had to hold larger than usual amount of cash and cash equivalents because of its preparation for adoption of euro as local currency in Lithuania. Major part of LTL-EUR exchange operations were performed during the first quarter of 2015, and in the end of the quarter there was no such demand for cash and cash equivalents as in the beginning of the year.

Other assets

	31-03-2015		31-12-2014	
	Group	Bank	Group	Bank
Assets held for sale	38 664	-	35 542	-
Amounts receivable	7 939	7 189	667	135
Deferred expenses	628	428	849	526
Assets under reinsurance and insurance contracts	484	-	485	-
Prepayments	3 906	3 382	3 807	3 300
Foreclosed assets	5 761	583	10 895	5 681
Other assets	1 312	226	2 397	1 471
Total	58 694	11 808	54 642	11 113

NOTE 4 DUE TO CUSTOMERS

	31-03-2015		31-12-2014	
	Group	Bank	Group	Bank
Demand deposits:				
National government institutions	9 095	9 095	8 883	8 883
Local government institutions	36 073	36 073	25 289	25 289
Governmental and municipal companies	5 247	5 247	4 002	4 002
Corporate entities	131 184	136 197	132 308	132 711
Non-profit organisations	8 240	8 240	7 949	7 949
Individuals	183 237	183 237	187 572	187 572
Unallocated amounts due to customers	6 027	6 027	4 962	4 962
Total demand deposits:	379 103	384 116	370 965	371 368
Time deposits:				
National government institutions	440	440	375	375
Local government institutions	535	535	540	540
Governmental and municipal companies	664	664	714	714
Corporate entities	56 510	56 510	51 545	51 545
Non-profit organisations	3 675	3 675	3 750	3 750
Individuals	972 132	972 132	987 424	987 424
Total time deposits:	1 033 956	1 033 956	1 044 348	1 044 348
Total:	1 413 059	1 418 072	1 415 313	1 415 716

NOTE 5 SIGNIFICANT INFORMATION ON CHANGES IN OTHER LIABILITY ITEMS

Debt securities in issue

During the three month period ended 31 March 2015 the Bank did not issue debt securities. As of 31 March 2015 and as of 31 December 2014, the Bank did not have any liabilities related to holders of its debt securities.

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(All amounts are in EUR thousand, unless otherwise stated)

NOTE 6 CAPITAL

As of 31 March 2015 the Bank's share capital comprised 270 000 000 ordinary registered shares with par value of EUR 0.29 each (31 December 2014 - 270 000 000 ordinary registered shares with par value of LTL 1 (EUR 0.28962) each. According to legislation, on 1 January 2015, as the Bank adopted euro, the nominal value of shares was rounded to two decimal digits, from EUR 0.28962 to EUR 0.29. This caused an increase in Bank's share capital by EUR 103 thousand, from EUR 78 197 thousand to EUR 78 300 thousand. The difference was accounted as foreign currency conversion expense in Bank's income statement.

The ordinary meeting of shareholders of Šiaulių bankas that took place on 27 March 2015 passed a resolution to increase Bank's share capital by EUR 6 734 thousand (8.6%) using Bank's own resources (share premium and retained earnings). After the procedures of new share issue registration are complete, the shares will be distributed among Bank's shareholders using the proportion of their stakes at the end of accounting date of the shares (13 April 2015).

As at 31 March 2015, the Bank had 3 558 shareholders. A share of capital and votes held by Bank's shareholders by the place of residence: residents 64.99%, non-residents 35.01% (as at 31 December 2014: 3 585 shareholders, of which residents 65.21%, non-residents 34.79%).

As of 31 March 2015, the shareholders holding over 5% of the Bank's shares and votes are listed in the table below:

Shareholder	Share of votes held, %	Share of votes held, %
	31-03-2015	31-12-2014
The European Bank for Reconstruction and Development (EBRD); Gintaras Kateiva	19.57 6.24	19.57 6.24
Total	25.81	25.81

Another 18 shareholders had less than 5% but more than 1% of the Bank's share capital.

Shareholders of the Bank that have signed shareholders agreement - European Bank for Reconstruction and Development, Prekybos namai „Aiva“ UAB, Mintaka UAB, Įmonių grupė „Alita“ AB, Arvydas Salda, Sigitas Baguckas, Vigintas Butkus, Vytautas Junevičius, Gintaras Kateiva, Kastytis Jonas Vyšniauskas, Algirdas Butkus, and shareholders related to them, votes of which are calculated together based on the legal acts of Republic of Lithuania, form a group of acting together shareholders. As of 31 March 2015, this group possessed 42.26 percent of the authorised capital and votes of the Bank (31 December 2014: 42.26%).

Dividends

On 27 March 2015 the ordinary general meeting of shareholders made a decision to pay EUR 0.000725 dividends per one ordinary registered share with EUR 0.29 nominal value each (i.e. 0.25% of the nominal value of the share). On 28 March 2014 the annual general meeting of shareholders decided to not to pay dividends.

NOTE 7 NET INTEREST INCOME

	01-01-2015 - 31-03-2015		01-01-2014 - 31-03-2014	
	Group	Bank	Group (restated)	Bank (restated)
Interest income:				
on loans to other banks and financial institutions and placements with credit institutions	142	604	108	594
on loans to customers	10 803	8 808	11 009	9 396
on debt securities	3 537	3 893	3 461	3 877
on finance leases	881	155	1 008	226
Total interest income	15 363	13 460	15 586	14 093
Interest expense:				
on liabilities to other banks and financial institutions and amounts due to credit institutions	(662)	(663)	(680)	(685)
on customer deposits and other repayable funds	(2 846)	(2 846)	(3 850)	(3 850)
compulsory insurance of deposits	(1 565)	(1 565)	(1 463)	(1 463)
Total interest expense	(5 073)	(5 074)	(5 993)	(5 998)
Net interest income	10 290	8 386	9 593	8 095

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(All amounts are in EUR thousand, unless otherwise stated)

NOTE 8 NET FEE AND COMMISSION INCOME

	01-01-2015 - 31-03-2015		01-01-2014 - 31-03-2014	
	Group	Bank	Group (restated)	Bank (restated)
Fee and commission income:				
for money transfer operations	1 133	1 150	1 079	1 097
for payment card services	335	335	232	232
for base currency exchange	-	-	311	311
for operations with securities	60	60	28	59
other fee and commission income	751	708	910	323
Total fee and commission income	2 279	2 253	2 560	2 022
Fee and commission expense:				
for payment card services	(625)	(625)	(524)	(524)
for money transfer operations	(385)	(327)	(279)	(226)
for operations with securities	(11)	(11)	(15)	(15)
for base currency exchange	-	-	-	-
other fee and commission expenses	(42)	(1)	(109)	-
Total fee and commission expense	(1 063)	(964)	(927)	(765)
Net fee and commission income	1 216	1 289	1 633	1 257

NOTE 9 OTHER EXPENSES

	01-01-2015 - 31-03-2015		01-01-2014 - 31-03-2014	
	Group	Bank	Group (restated)	Bank
Rent of buildings and premises	(288)	(276)	(315)	(250)
Utility services for buildings and premises	(260)	(245)	(300)	(288)
Other expenses related to buildings and premises	(67)	(55)	(65)	(65)
Transportation expenses	(106)	(138)	(155)	(143)
Legal costs	(23)	(23)	(33)	(28)
Personnel and training expenses	(13)	(9)	(20)	(5)
IT and communication expenses	(369)	(332)	(314)	(288)
Marketing and charity expenses	(206)	(105)	(152)	(33)
Service organisation expenses	(279)	(290)	(269)	(295)
Non-income taxes, fines	(155)	(45)	(201)	(50)
Costs incurred due to debt recovery	(120)	(76)	(128)	(127)
Other expenses	(283)	(179)	(247)	(134)
Total other expenses	(2 169)	(1 773)	(2 199)	(1 706)

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(All amounts are in EUR thousand, unless otherwise stated)

NOTE 10 IMPAIRMENT LOSSES

	01-01-2015 - 31-03-2015		01-01-2014 - 31-03-2014	
	Group	Bank	Group (restated)	Bank
Impairment losses on loans	(2 279)	(2 049)	(3 592)	(3 315)
Recoveries of loans previously written-off	206	19	377	6
Impairment losses on finance lease receivables	449	(62)	45	-
Recovered previously written-off finance lease receivables	40	-	-	-
Impairment losses on investment in subsidiaries	-	-	-	-
Impairment losses on other assets	(22)	1	-	(14)
Recoveries of other assets previously written-off	-	-	-	-
Total	(1 606)	(2 091)	(3 170)	(3 323)

	01-01-2015 - 31-03-2015		01-01-2014 - 31-03-2014	
	Group	Bank	Group (restated)	Bank
Allowance for impairment of loans				
As at 1 January	47 636	41 664	46 312	41 388
Change in allowance for loan impairment	2 279	2 049	3 592	3 315
Loans written off during the period	(6 905)	(6 905)	(179)	-
Other factors (reclassification, FX rate shift, etc.)	155	235	(53)	(53)
As at 31 March	43 165	37 043	49 672	44 650
Allowance for impairment of finance lease receivables				
As at 1 January	1 943	61	2 648	-
Change in allowance for loan impairment	(449)	62	(45)	-
Loans written off during the period	-	-	(25)	-
Other factors (reclassification, FX rate shift, etc.)	-	-	-	-
As at 31 March	1 494	123	2 578	-

NOTE 11 SIGNIFICANT INFORMATION ON OTHER INCOME STATEMENT ITEMS

Net gain from derecognition of financial assets

Net gain from derecognition of financial assets of EUR 386 thousand during the three month period ended 31 March 2015 is attributable to the derecognition of the acquisition value adjustment (i.e. the difference between acquisition value and the gross value) for the fully or partially repaid/refinanced or sold loans that were acquired under the transaction of transfer of assets, rights, transactions and liabilities of Ūkio Bankas.

Revenues and expenses related to other activities of Group companies

	01-01-2015 - 31-03-2015		01-01-2014 - 31-03-2014	
	Group	Bank	Group (restated)	Bank
Revenue from sale of apartments	2 518	-	2 338	-
Revenue related to insurance activities	1 399	-	1 401	-
Cost of apartments sold	(2 428)	-	(2 008)	-
Expenses related to insurance activities	(3 064)	-	(756)	-

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(All amounts are in EUR thousand, unless otherwise stated)

NOTE 12 RELATED-PARTY TRANSACTIONS

Related parties with the Bank are classified as follows:

- members of the Bank's Supervisory Council and Board (which also are the main decision makers of the Group), their close family members and companies that are controlled, jointly controlled or significantly influenced over by these related parties. For some companies the presumed significant influence threshold of 20% voting rights has been reduced if other evidence shows that a person/ entity can exercise significant influence by additional means (e.g. by holding a seat in the Board of Directors of a particular entity);
- subsidiaries of the Bank;
- the Shareholders holding over 5% of the Bank's share capital..

During 2014, 2015 a certain number of banking transactions were entered into with related parties in the ordinary course of business. These transactions include settlements, loans, debt securities, deposits and foreign currency transactions.

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

	31-03-2015		31-12-2014	
	Balances of loans (incl.off-balance sheet credit commitments)		Balances of loans (incl.off-balance sheet credit commitments)	
	Balances of deposits	credit commitments)	Balances of deposits	credit commitments)
Members of the Council and the Board	535	1 325	677	1 330
Other related parties (excluding subsidiaries of the Bank)	2 595	35 214	2 190	35 543
Total	3 130	36 539	2 867	36 873

Transactions with EBRD:

The Group/Bank has a subordinated loan received from European Bank for Reconstruction and Development (hereinafter – EBRD), book value of which was EUR 19 336 thousand as of 31 March 2015 (31 December 2014: EUR 19 295 thousand). The agreement for the loan was signed at the end of February 2013. Loan amount is EUR 20 million, term – 10 years. Loan agreement provides a conversion option to EBRD, under which EBRD has a right to convert a part of or the whole loan to ordinary shares of the Bank at a price, which at certain scenarios could be more favourable than the market price (but in any case, not less than the nominal value of the share). Because of this option, which is an embedded derivative, the Bank chose to account the whole instrument for as Financial liabilities at fair value through profit or loss. Subordinated loan related interest expenses amounted to EUR 367 thousand, a loss of EUR 41 thousand related to revaluation of the liability to fair value was recorded in income statement for the three month period ended 31 March 2015 (three month period ended 31 March 2014: interest expenses EUR 350 thousand, revaluation loss EUR 158 thousand).

Balances of transactions with the subsidiaries (including subsidiaries held for sale) are presented below:

	31-03-2015		31-12-2014	
	Balances of loans, debt securities (incl.off-balance sheet credit commitments)		Balances of loans, debt securities (incl.off-balance sheet credit commitments)	
	Balances of deposits	credit commitments)	Balances of deposits	credit commitments)
Non-financial institutions	4 922	68 286	317	65 658
Financial institutions	4 799	96 526	6 227	60 815
Total	9 721	164 812	6 544	126 473

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(All amounts are in EUR thousand, unless otherwise stated)

Transactions with subsidiaries:

	31-03-2015	31-12-2014
Assets		
Loans	154 927	121 993
Debt securities	-	28 962
Bank's investment in subsidiaries	29 686	29 686
Bank's investment in subsidiaries classified as assets held for sale	26 410	26 410
Other assets	24	25
Liabilities and shareholders' equity		
Deposits	9 721	6 543
Other liabilities	83	136
Income	01-01-2015 - 31-03-2015	01-01-2014 - 31-03-2014
Interest	1 333	1 487
Commission income	50	56
Income from foreign exchange operations	-	-
Dividends	2 896	2 896
Other income	53	50
Expenses		
Interest	(1)	(5)
Commission expense	-	-
Expenses from foreign exchange operations	-	-
Operating expenses	(135)	(94)
Reversal of impairment of loans	10	-
Impairment of an investment to subsidiaries	-	-

NOTE 13 LIQUIDITY, MARKET AND OPERATIONAL RISKS

Liquidity risk

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

Liquidity risk management process

The liquidity risk management depends on the Bank's ability to cover the cash shortage by borrowing from the market and the liquidity of the market itself. Liquidity risk management is regulated by the Procedures for Liquidity Risk Management approved by the Board of the Bank. The management of the current and non-current liquidity risk is distinguished in the mentioned procedures. The current liquidity is based on the control of the incoming and outgoing cash flow. The non-current liquidity is managed on the limit system basis.

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

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

The structure of the Group's liabilities by maturity as of 31 March 2015 was as follows:

	Demand	Up to 1 month	1 to 3 month	3 to 6 month	6 to 12 month	1 to 3 years	More than 3 years	Maturity undefined	Total
Total assets	96 957	73 788	57 019	99 454	176 932	401 675	599 844	140 363	1 646 032
Total liabilities and equity	381 741	124 562	182 026	240 444	426 037	112 816	60 134	118 272	1 646 032
Net liquidity gap	(284 784)	(50 774)	(125 007)	(140 990)	(249 105)	288 859	539 710	22 091	-

The structure of the Group's liabilities by maturity as of 31 December 2014 was as follows:

	Demand	Up to 1 month	1 to 3 month	3 to 6 month	6 to 12 month	1 to 3 years	More than 3 years	Maturity undefined	Total
Total assets	147 715	84 536	94 363	95 527	167 174	365 181	536 863	148 650	1 640 009
Total liabilities and equity	376 382	156 314	191 017	242 760	398 736	103 313	57 494	113 993	1 640 009
Net liquidity gap	(228 667)	(71 778)	(96 654)	(147 233)	(231 562)	261 868	479 369	34 657	-

The structure of the Bank's liabilities by maturity as of 31 March 2015 was as follows:

	Demand	Up to 1 mēn.	1 to 3 mēn.	3 to 6 mēn.	6 to 12 mēn.	1 to 3 years	More than 3 years	Maturity undefined	Total
Total assets	95 995	75 397	53 475	98 921	225 774	379 462	581 335	106 889	1 617 248
Total liabilities and equity	390 414	120 771	180 499	238 933	422 049	111 206	39 698	113 678	1 617 248
Net liquidity gap	(294 419)	(45 374)	(127 024)	(140 012)	(196 275)	268 256	541 637	(6 789)	-

The structure of the Bank's liabilities by maturity as of 31 December 2014 was as follows:

	Demand	Up to 1 month	1 to 3 month	3 to 6 month	6 to 12 month	1 to 3 years	More than 3 years	Maturity undefined	Total
Total assets	146 684	85 582	117 554	100 348	188 661	336 585	519 066	115 626	1 610 106
Total liabilities and equity	381 964	152 334	190 127	241 885	398 092	99 696	39 414	106 594	1 610 106
Net liquidity gap	(235 280)	(66 752)	(72 573)	(141 537)	(209 431)	236 889	479 652	9 032	-

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

Interest rate risk

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

Sensitivity of interest rate risk

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

The data provided in the table below specify the Group and the Bank's interest rate risk when the assets and liabilities shown at the carrying amount are allocated by the date of the interest rate review or by maturity of assets and liabilities, depending on which comes first. The scenarios presented in the table show the changes in Group's/Bank's profit in the event of interest rate increase by the number specified. In case interest rates decreased, the values of the changes in profit would be opposite.

Group 31 March 2015:

	Demand and less than 1 month	1 to 3 months	3 to 6 months	6 to 12 months	More than 1 year	Non monetary	Total
Assets	151 311	196 358	375 265	85 630	531 494	305 974	1 646 032
Liabilities and equity	144 954	198 425	235 753	402 532	120 567	543 801	1 646 032
Net interest sensitivity gap	6 357	(2 067)	139 512	(316 902)	410 927	(237 827)	-
Higher/lower impact on profit from balance sheet assets and liabilities	61	(17)	872	(792)	-	-	124

Group 31 December 2014:

	Demand and less than 1 month	1 to 3 months	3 to 6 months	6 to 12 months	More than 1 year	Non monetary	Total
Assets	202 788	260 256	291 216	84 553	444 344	356 852	1 640 009
Liabilities and equity	174 430	210 465	234 920	376 540	112 644	531 010	1 640 009
Net interest sensitivity gap	28 358	49 791	56 296	(291 987)	331 700	(174 158)	-
Higher/lower impact on profit from balance sheet assets and liabilities	272	415	352	(730)	-	-	309

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(All amounts are in EUR thousand, unless otherwise stated)

Bank 31 March 2015:

	Demand and less than 1 month	1 to 3 months	3 to 6 months	6 to 12 months	More than 1 year	Non monetary	Total
Assets	145 193	186 930	353 314	145 681	548 937	237 193	1 617 248
Liabilities and equity	144 789	198 354	235 716	402 278	98 797	537 314	1 617 248
Net interest sensitivity gap	404	(11 424)	117 598	(256 597)	450 140	(300 121)	-
Higher/lower impact on profit from balance sheet assets and liabilities	4	(95)	735	(642)	-	-	2

Bank 31 December 2014:

	Demand and less than 1 month	1 to 3 months	3 to 6 months	6 to 12 months	More than 1 year	Non monetary	Total
Assets	200 509	266 716	278 416	116 334	454 294	293 837	1 610 106
Liabilities and equity	180 135	210 381	234 846	376 286	93 341	515 117	1 610 106
Net interest sensitivity gap	20 374	56 335	43 570	(259 952)	360 953	(221 280)	-
Higher/lower impact on profit from balance sheet assets and liabilities	195	470	272	(650)	-	-	287

Operational risk

Objectives of the operational risk management of the Bank are: to properly identify and assess the operational risk; to prevent the occurrence of major events and losses by implementing effective internal controls; to properly organize and maintain the internal control environment by regularly reviewing internal control methods; to concentrate time and resources on the identification and management of key sources of operational risk of the Bank across all lines of its activity; to assure the enforcement of the compliance legislation.

In view of operational risk management system, the Bank's activities are grouped into the following categories: credit facilities, other financial services to customers, cash and other valuables, tangible assets, areas not related to the provision of financial services to customers, and information security.

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

The following key sources of the operational risk are distinguished within the Bank based on the type and volume of the activity:

1. internal fraud;
2. external fraud;
3. working conditions and occupational safety;
4. customers, products and business environment;
5. damage of tangible assets;
6. business process malfunctions and system errors;
7. execution, delivery and process management.

The Bank accumulates the historical data related to operational risk and losses caused by it with the aim to gather information on operational risk events. For this purpose, the Bank developed a system the operation of which is described by the Operational Risk Events Registration Instruction.

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

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

NOTE 14 FINANCIAL ASSETS AND LIABILITIES MEASURED AT FAIR VALUE

Types of inputs used in valuation techniques determine the following fair value hierarchy:

- Level I – Quoted prices (unadjusted) or public price quotations in active markets for identical assets or liabilities;
- Level II – Inputs other than quoted prices included within Level I that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices);
- Level III – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

During the three month period ended 31 March 2015, the process of fair value measurement did not change significantly as compared to the process described in the annual financial statements for the year 2014. For the valuation of financial assets and liabilities purposes, estimates, valuation techniques and inputs used to develop those measurements have not changed significantly during the three month period ended 31 March 2015, no new circumstances that could have a significant impact on the fair values of financial assets and liabilities were identified during the period.

Measurement of financial assets and liabilities according to the fair value hierarchy

	31-03-2015		31-12-2014	
	Group	Bank	Group	Bank
LEVEL I				
Financial assets at fair value through profit or loss	79 530	52 330	52 098	27 106
Available for sale financial assets	31 690	31 690	21 441	21 441
Total Level I Financial assets	111 220	84 020	73 539	48 547
LEVEL III				
Financial assets at fair value through profit or loss	6 355	5 907	7 097	35 612
Available for sale financial assets	694	403	677	403
Total Level III Financial assets	7 049	6 310	7 774	36 015
Financial liabilities at fair value through profit or loss	19 336	19 336	19 295	19 295
Total Level III Financial liabilities	19 336	19 336	19 295	19 295

There were no transfers between fair value hierarchy levels during 2015 and 2014.

The changes in Level III instruments during the three month period ended 31 March:

Group	Financial assets at fair value through profit or loss		Available for sale financial assets		Financial liabilities at fair value through profit or loss	
	01-01-2015 - 31-03-2015	01-01-2014 - 31-03-2014 (restated)	01-01-2015 - 31-03-2015	01-01-2014 - 31-03-2014	01-01-2015 - 31-03-2015	01-01-2014 - 31-03-2014
Value as of 1 January	7 097	6 472	677	1 025	19 295	19 942
Additions	489	1 713	26	4	-	-
Disposals	-	-	(13)	(1)	-	-
Changes due to interest accrued/paid	-	-	-	-	-	(333)
Revaluations through profit or loss	(1 231)	(1 088)	4	-	41	158
Value as of 31 March	6 355	7 097	694	1 028	19 336	19 767
Bank	Financial assets at fair value through profit or loss		Available for sale financial assets		Financial liabilities at fair value through profit or loss	
	01-01-2015 - 31-03-2015	01-01-2014 - 31-03-2014	01-01-2015 - 31-03-2015	01-01-2014 - 31-03-2014	01-01-2015 - 31-03-2015	01-01-2014 - 31-03-2014
Value as of 1 January	35 612	41 707	403	403	19 295	19 942
Additions	488	465	-	-	-	-
Disposals	(28 962)	(6 661)	-	-	-	-
Changes due to interest accrued/paid	-	-	-	-	-	(333)
Revaluations through profit or loss	(1 231)	(1 088)	-	-	41	158
Value as of 31 March	5 907	34 423	403	403	19 336	19 767
			01-01-2015 - 31-03-2015	01-01-2014 - 31-03-2014		
			Group	Bank	Group	Bank
Total result from revaluation of Level III instruments included in the income statement			(1 268)	(1 272)	(1 246)	(1 246)

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

NOTE 15 SEGMENT INFORMATION

Business segments

A summary of major indicators for the main business segments of the Group included in the statement of financial position as at 31 March 2015 and in the income statement for the three month period ended 31 March 2015 is presented below:

	Banking	Leasing	Investment management	Other activity	Eliminations	Total
Internal	1 332	(1 045)	39	(193)	(133)	-
External	7 054	2 891	32	313	-	10 290
Net interest income	8 386	1 846	71	120	(133)	10 290
Internal	1 382	(1 061)	39	(192)	(168)	-
External	8 293	2 868	32	313	-	11 506
Net interest, fee and commission income	9 675	1 807	71	121	(168)	11 506
Internal	(135)	(30)	(2)	(20)	187	-
External	(4 957)	(672)	(56)	(6 085)	-	(11 770)
Operating expenses	(5 092)	(702)	(58)	(6 105)	187	(11 770)
Amortisation charges	(32)	(10)	-	(6)	-	(48)
Depreciation charges	(231)	(45)	(1)	(77)	-	(354)
Internal	10	-	-	-	(10)	-
External	(2 101)	530	-	(35)	-	(1 606)
Impairment expenses	(2 091)	530	-	(35)	(10)	(1 606)
Internal	2 949	-	7	24	(2 980)	-
External	2 688	53	5	6 062	-	8 808
Net other income	5 637	53	12	6 086	(2 980)	8 808
Profit before tax	7 866	1 633	24	(16)	(2 971)	6 536
Profit from discontinued operations	-	-	-	-	(72)	(72)
Income tax	(808)	(218)	-	(1)	-	(1 027)
Profit per segment after tax	7 058	1 415	24	(17)	(3 043)	5 437
Profit for the period attributable to owners of the Bank						5 437
Profit for the period attributable to non-controlling interest						-
Total segment assets	1 617 248	110 322	7 140	100 096	(188 774)	1 646 032
Total segment liabilities	1 505 356	99 663	6 271	81 959	(159 371)	1 533 878
Net segment assets (shareholders' equity)	111 892	10 659	869	18 137	(29 403)	112 154

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

A summary of major indicators for the main business segments of the Group (restated) included in the statement of financial position as at 31 December 2014 and in the income statement for the three month period ended 31 March 2014 is presented below:

	Banking	Leasing	Investment management	Other activity	Eliminations	Total
Internal	1 482	(1 195)	10	(145)	(152)	-
External	6 613	2 670	3	307	-	9 593
Net interest income	8 095	1 475	13	162	(152)	9 593
Internal	1 538	(1 217)	10	(164)	(167)	-
External	7 814	3 094	3	315	-	11 226
Net interest, fee and commission income	9 352	1 877	13	151	(167)	11 226
Internal	(94)	(29)	(2)	(7)	132	-
External	(4 754)	(828)	(44)	(3 383)	-	(9 009)
Operating expenses	(4 848)	(857)	(46)	(3 390)	132	(9 009)
Amortisation charges	(24)	(5)	(1)	(5)	-	(35)
Depreciation charges	(282)	(41)	(1)	(20)	-	(344)
Internal	-	-	-	-	-	-
External	(3 323)	139	-	14	-	(3 170)
Impairment expenses	(3 323)	139	-	14	-	(3 170)
Internal	2 947	-	10	15	(2 972)	-
External	1 118	39	8	3 843	-	5 008
Net other income	4 065	39	18	3 858	(2 972)	5 008
Profit before tax	4 940	1 152	(17)	608	(3 007)	3 676
Profit from discontinued operations	-	-	-	-	(39)	(39)
Income tax	(298)	(107)	-	2	-	(403)
Profit per segment after tax	4 642	1 045	(17)	610	(3 046)	3 234
Profit for the period attributable to owners of the Bank						3 234
Profit for the period attributable to non-controlling interest						-
Total segment assets	1 534 147	112 602	7 726	200 963	(293 312)	1 562 126
Total segment liabilities	1 435 428	102 521	7 065	138 178	(219 235)	1 463 957
Net segment assets (shareholders' equity)	98 719	10 081	661	62 785	(74 077)	98 169

Condensed Interim Financial Statements

(All amounts are in EUR thousand, unless otherwise stated)

NOTE 16 **EVENTS AFTER THE REPORTING PERIOD**

On 30 April 2015 Žalgirio Sporto Arena UAB, Investicinio Turto Valdymas UAB and Trade Project UAB, subsidiary companies of Šiaulių Bankas AB, signed the agreements on the basis of which the real estate objects located among Olimpiečių, Rinktinės and Šeimyniškių streets in Vilnius were sold to Promola UAB belonging to the Hanner Group. Žalgirio stadium, other multi-purpose constructions and plots of land held for sale located in 8 hectares of territory are non-banking assets that have been acquired together with another part of assets from the failed Ūkio bankas. Total amount of transactions exceeds 40 million euros (VAT exclusive).

The transaction is planned to be completed by the year-end. This transaction is financed from the credit extended by Šiaulių Bankas and from Hanner own funds.

On 11 May 2015 Šiaulių Bankas signed an agreement on acquiring 100 per cent of shares of Bank Finasta AB from Invalda INVL AB and its small shareholders and 100 per cent of shares of Finasta FMJ AB from Invalda INVL AB.

The transaction amount will be calculated according the formula specified in the agreement and used for calculation of the price due for both companies and will be evident on the day of closing of the transaction. According to the preliminary data, the value of the transaction is 6.7 million euros.

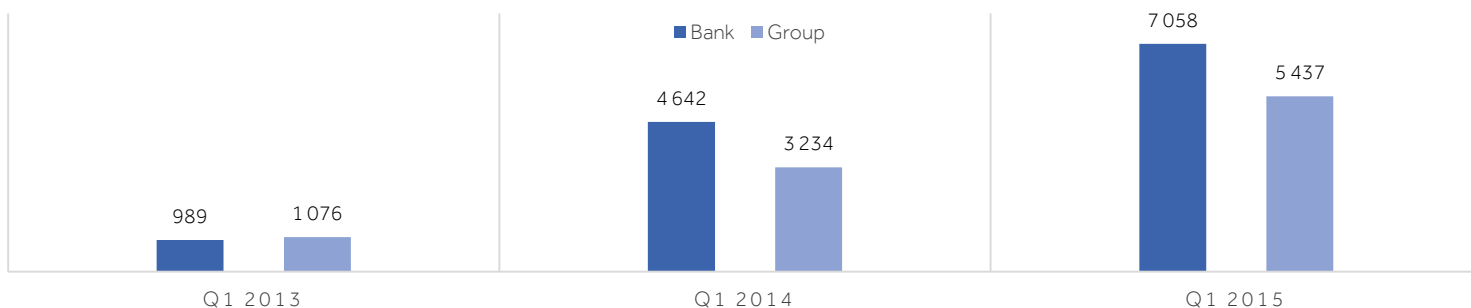
The settlement for this transaction will be carried out issuing a new share issue of Šiaulių Bankas. It is planned that a price of a new share issue of Šiaulių Bankas will comprise 0.29 euro per share. Šiaulių Bankas will take control over the acquired companies on the day of closing of the transaction which, in turn, will depend on required permits issued by supervisory and other competent authorities and a resolution of Šiaulių Bankas' shareholders on new share issue. The Parties expect to complete this transaction over the third quarter of the year.

1. Information on the Bank's and the Group's Performance Results

At the end of March 2015, the Bank introduced its updated brand which was a natural consequence of those changes that had taken place over the past few years. The number of clients and partners continues to grow, moreover, the Bank has one of the widest networks of the customer service points located in strategically convenient places which allows actively contributing to the development of business in the country and keep improving the performance results. Due to a strong and long-lasting relationship with the clients the Bank sorted out its values and goals and clearly defined them while launching the re-branding. The process of re-branding is implied to be completed in the course of the year.

The Bank made a significant contribution to successful and smooth introduction of the single currency of the European Union in Lithuania. During Q1 of 2015, the Bank exchanged almost 500 million litas or a quarter of total volume of national currency exchanged in the commercial banks of the country.

Net Profit earned by the Bank and the Group, in thousand euros

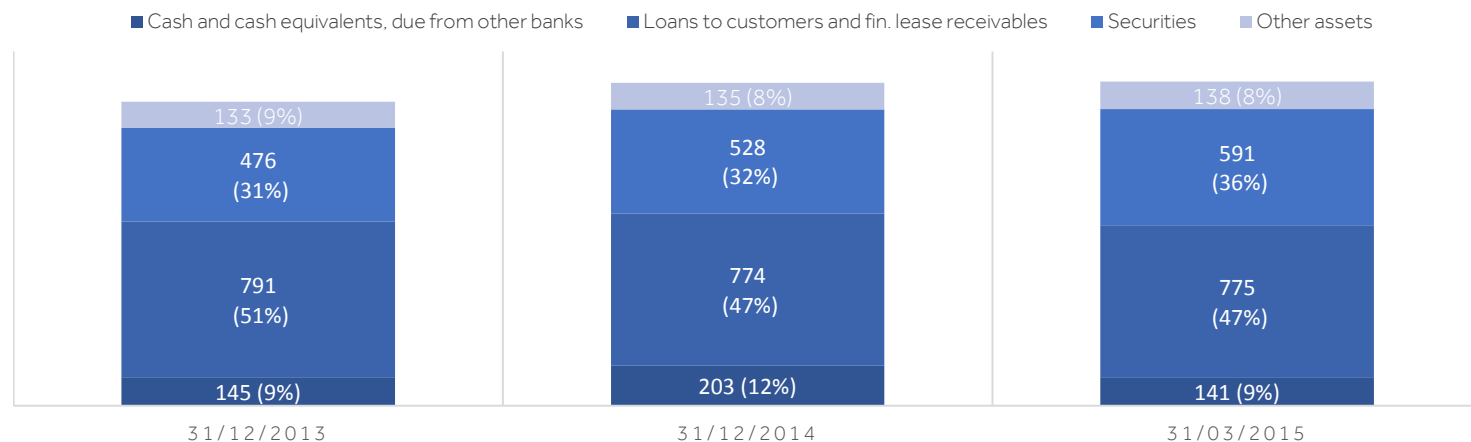


Over the first months of this year the results of the Group and the Bank improved. During Q1 of 2015 the Group earned an unaudited net profit of 5.4 million euros, thus, exceeding the result achieved during the respective period last year by 68 per cent when it amounted to 3.2 million euros. Net profit of the Bank comprised 7.1 million euros and grew by 52 per cent in comparison to the first quarter of the previous year when the Bank earned 4.6 million euros.

During three months of the current year no significant changes in the key items of assets and liabilities were observed. At the end of the quarter the Group's assets totalled to 1.6 billion euros, the deposit portfolio remained stable and amounted to 1.4 billion euros while the loan and leasing portfolio comprised 775 million euros. Free funds invested into securities increased the securities portfolio by 12 per cent and, at the end of Q1 of 2015, reached 0.6 billion euros.

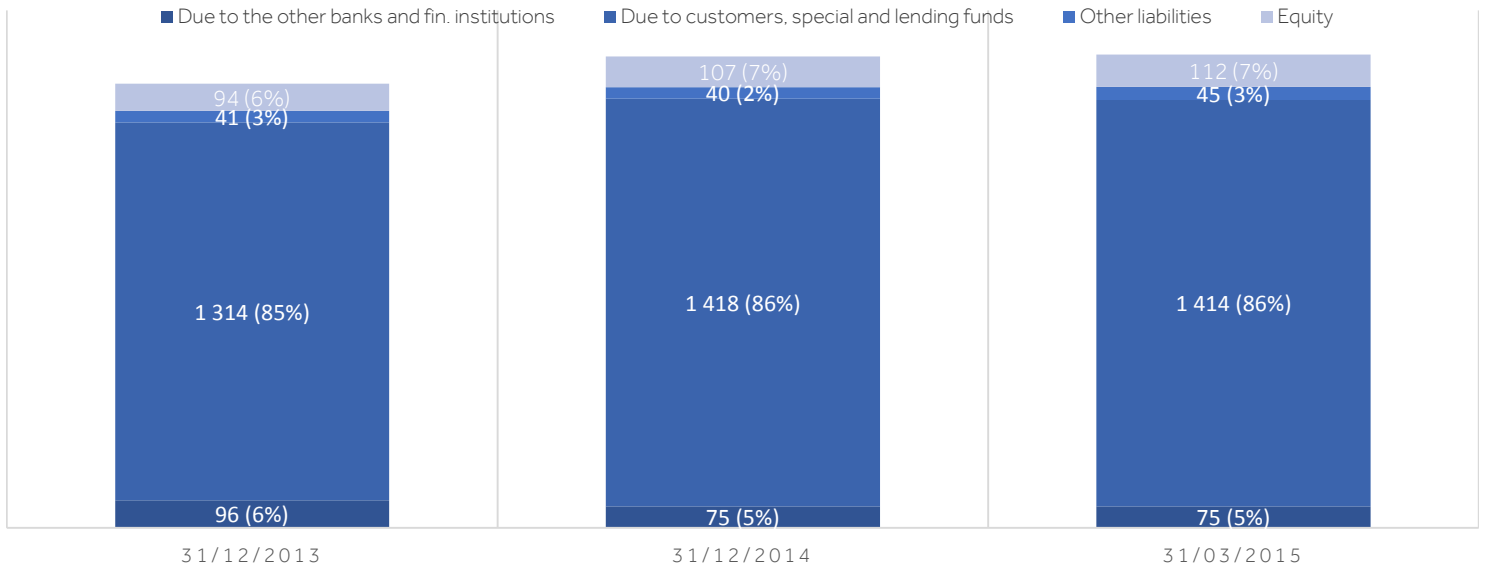
The Group's Assets and Liabilities:

DYNAMICS OF ASSETS, EUR mln (per cent),



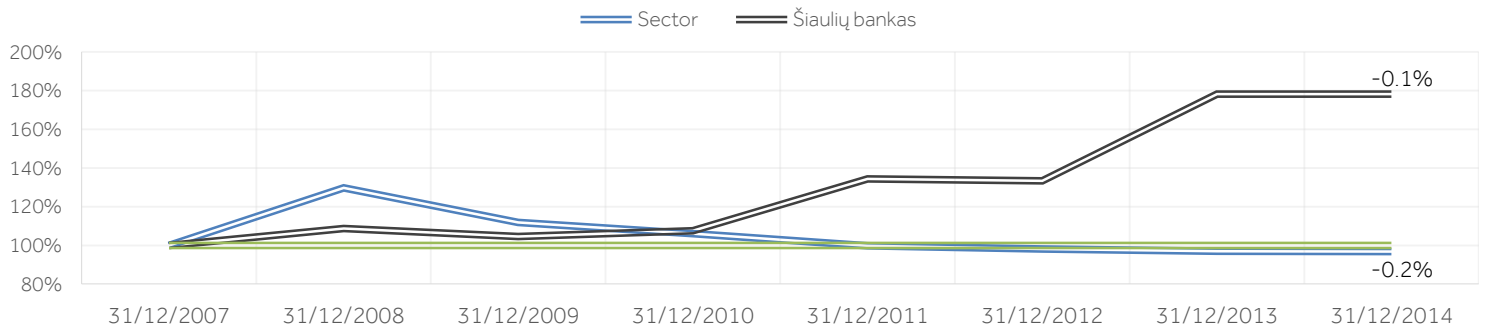
ADDITIONAL INFORMATION

THE GROUP'S LIABILITIES AND EQUITY, EUR mln (per cent)

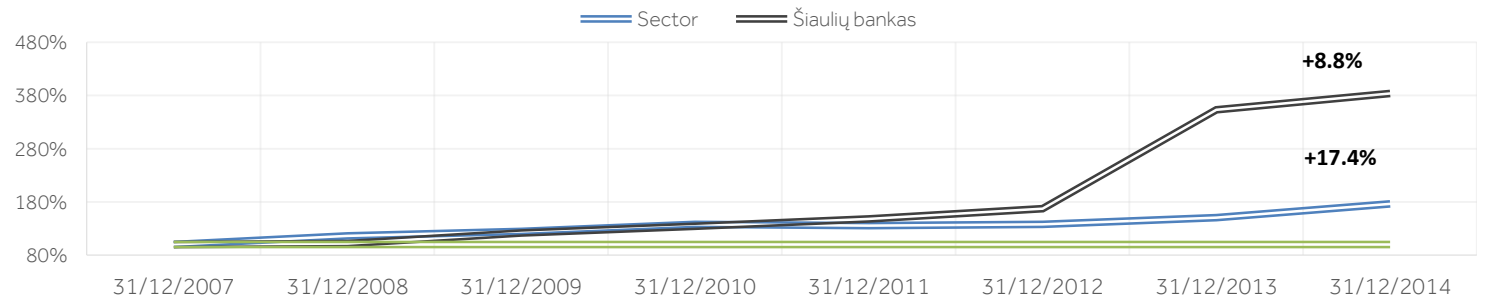


A ratio of loans to deposits remained stable as compared to the end of 2014 and comprised 55 per cent (60 per cent at the end of 2013). Among banks operating in Lithuania, Šiaulių Bankas currently ranks fourth in loans and deposit markets.

LOANS, EUR mln (per cent)



DEPOSITS, EUR mln (per cent)

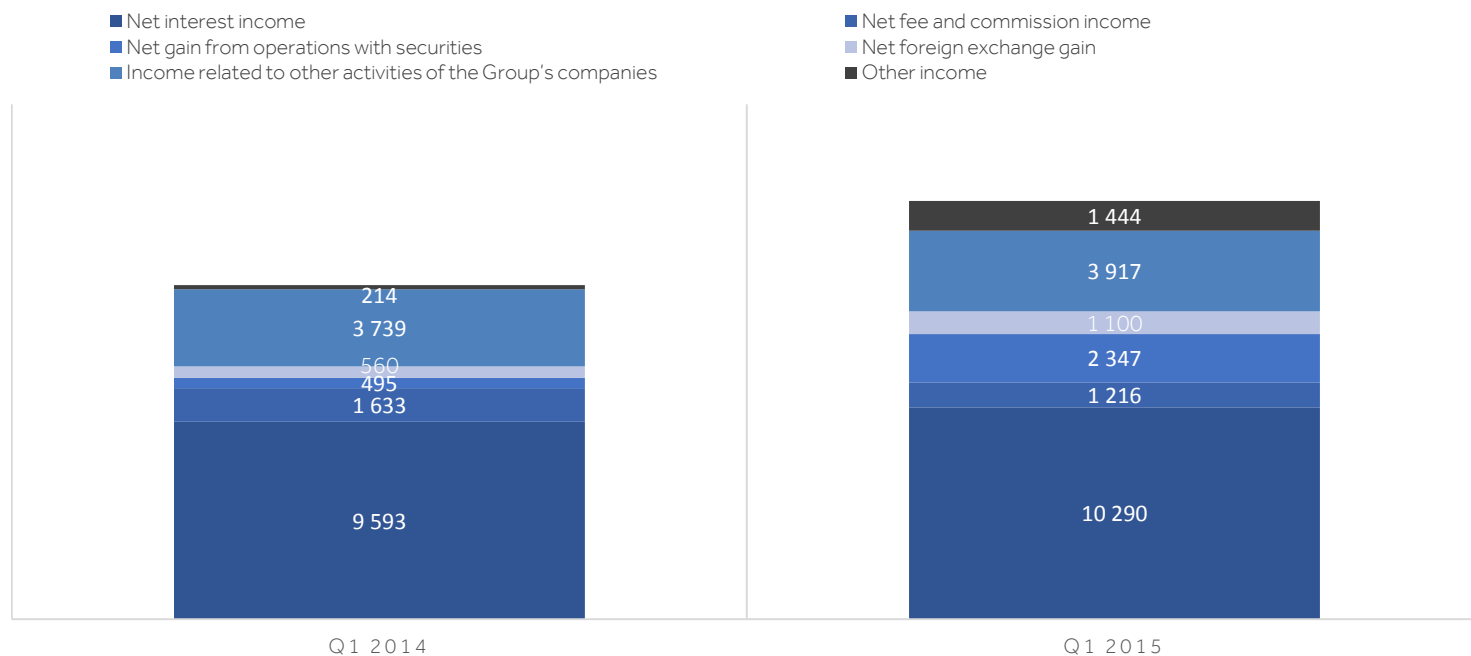


The net interest income of the Group increased by 7 per cent up to 10.3 million euros over IQ 2015 comparing to the respective period last year. Due to decline of income from fees from international orders and the base currency exchange caused by euro adoption, the Group earned almost 1.2 million euros of net fee and commission income which is by 25 per cent less than in Q1 of the previous year. The biggest positive impact on the commission income was mainly caused by rising income from the programme to finance housing renovation where the Bank further strengthened its position as the leader.

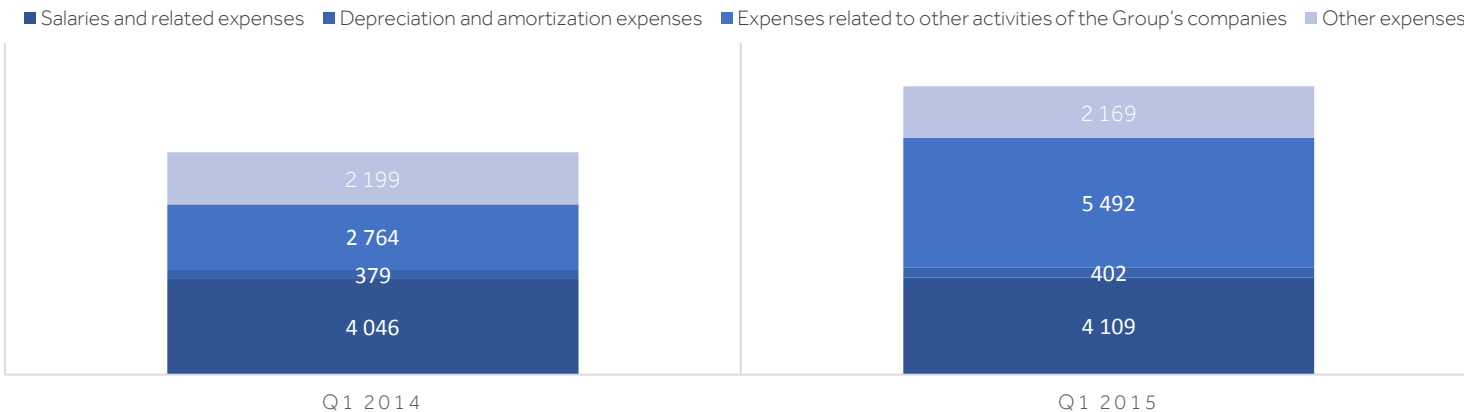
ADDITIONAL INFORMATION

Dynamics of the Group's Operating Income and Expenses:

INCOME, EUR thousand



DYNAMICS OF EXPENSES, EUR thousand



Over the first three months of 2015 the Group earned 2.3 million euros of net profit from transaction in securities (i.e. 4.7 times more than in Q1 2014), net profit from foreign exchange transactions comprised 1.1 million euros which is almost twice as much as during the same period last year.

During the reporting period the Group's expenses grew by 30 per cent in comparison with the respective period last year and amounted to EUR 12.2 million in total. Almost 34 per cent of operating expenses consisted of salary expenses, i.e. EUR 4.1 million (43 per cent in I Q 2014). Over Q1 of 2015 the Group incurred an impairment loss on loans and other assets of 1.6 million euros (3.2 million euros in Q1 of 2014).

Profitability ratios, %		2013 31/12	2014 31/12	2015 31/03
The Bank	Cost / income	52.68	38.74	43.13
	ROAA, %	0.20	0.68	1.78
	ROAE, %	3.36	10.38	26.78
Financial group	Cost / income	52.70	39.65	42.90
	ROAA, %	0.16	0.70	1.41
	ROAE, %	2.65	10.69	20.96
The Group	Cost / income	62.05	50.58	59.92
	ROAA, %	0.34	0.74	1.35
	ROAE, %	5.79	11.45	20.45

The customer service network of the Bank consisted of 72 units operating in 38 towns throughout Lithuania. The Bank's customers can take advantage of 230 ATMs of the joint ATM network and more than 1800 terminals of Perlo Paslaugos UAB all over Lithuania.

2. Information on compliance with the prudential requirements set to the Bank

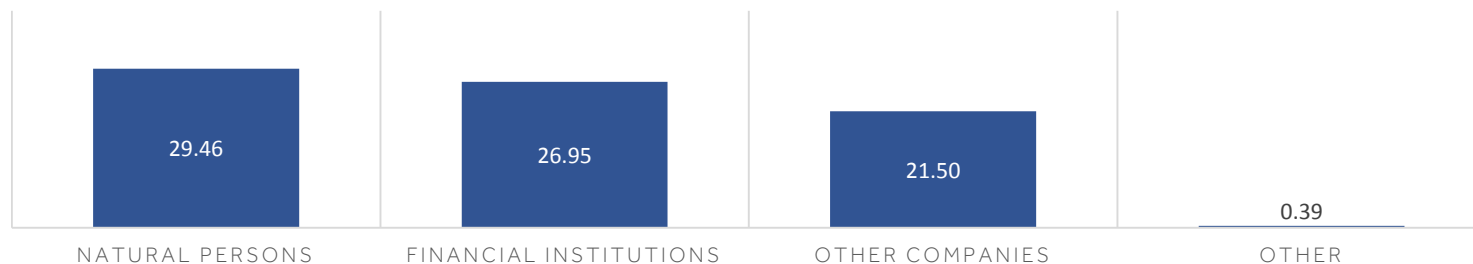
The Bank and the Group complies with all prudential requirements and standards set for liquidity reserve and counterbalancing capacity. The topical information on compliance with the prudential requirements is provided on the Bank's internet site at: <http://www.sb.lt/en/about-bank/investors/prospectus-and-reports/> "Prudential standards"

3. Authorized capital and shareholders of the Bank

The authorized capital of the Bank is 78 300 000 euros and is comprised of 270 000 000 units of ordinary registered shares with EUR 0.29 nominal value per share. The amendments of the Charter related to the capital increase were registered the Register of Legal Entities on 03 June 2014.

The General Meeting of Shareholders held on 27/03/2015 passed a resolution to increase the Bank's authorized capital by 8.6 per cent from the Bank's funds and to distribute issued shares to the shareholders in proportion to the shares owned by them at the end of the day of accounting of rights (13/04/2015). 23 220 000 units of shares in total will be issued and their total nominal value will comprise EUR 6 733 800.

Authorized capital by types of shareholders, in million euros:



Authorized capital of the Bank:

Registration date	14/05/2008	22/06/2010	04/08/2011	31/05/2013	03/06/2014
Capital, LTL	180 357 533	204 857 533	234 857 533	250 000 000	270 000 000
Capital size, when a nominal price per share is EUR 0.29	52 303 685	59 408 685	68 108 685	72 500 000	78 300 000

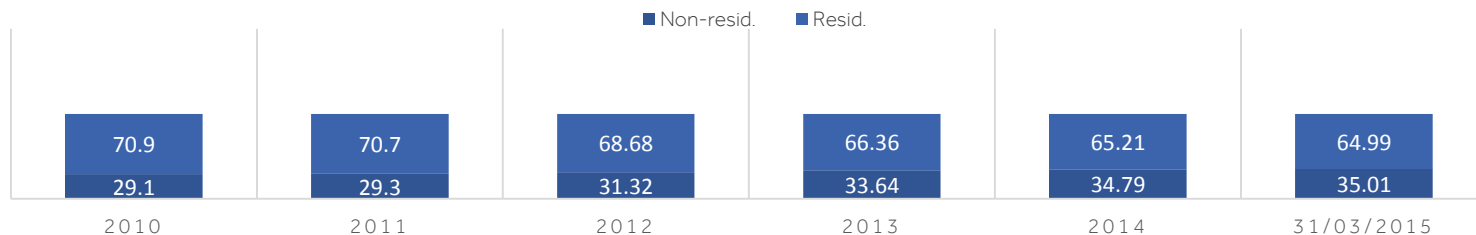
Structure of the Bank's authorized capital:

Type of shares	Number of shares	Nominal value, EUR	Total nominal value, EUR
Ordinary registered shares, ISIN LT0000102253	270 000 000	0.29	78 300 000

The number of the Bank's shareholders was 3 558 as of 31 March 2015. All issued shares grant the shareholders equal rights foreseen by the Law on Companies of the Republic of Lithuania and the Charter of the Bank.

ADDITIONAL INFORMATION

A share of capital held by the Bank's shareholders by place of residence, per cent:



The shareholders of the Bank who owned more than 5 per cent of the authorized capital of the Bank as of 31 March 2015 are as follows:

No	Shareholder	Number of shares under the right of ownership, units	Share of authorized capital under the right of ownership, %	Share of votes under the right of ownership, %	Share of votes together with the related persons, %
1.	European Bank for Reconstruction and Development (EBRD) address One Exchange Square, London, United Kingdom	53 843 282	19.57	19.57	42.26
2.	Gintaras Kateiva	16 853 868	6.24	6.24	42.26

Shareholders of the Bank that have signed shareholders agreement - European Bank for Reconstruction and Development, Prekybos namai „Aiva“ UAB, Mintaka UAB, Įmonių grupė „Alita“ AB, Arvydas Salda, Sigitas Baguckas, Vigintas Butkus, Vytautas Junevičius, Gintaras Kateiva, Kastytis Jonas Vyšniauskas, Algirdas Butkus, and shareholders related to them, votes of which are calculated together based on the legal acts of Republic of Lithuania, form a group of acting together shareholders. As of 31 March 2015, this group possessed 42.26 percent of the authorised capital and votes of the Bank.

4. Trade in shares of the companies of the Bank Group in regulated markets

In the Official trading list of AB NASDAQ OMX Vilnius, only the shares of the Bank are quoted. ISIN code LT0000102253; the number of shares: 270 000 000. Shares of the Bank's subsidiary companies are issued for non-public circulation.

The Bank's shares are included in to the OMX Baltic 10 which consists of shares of the 10 the most liquid companies enrolled into the trading list of the OMX Baltic. Shares issued by the Bank are also included in the comparative index of the OMX Baltic states securities market OMX Baltic Benchmark, which comprises shares of the highest capitalization and most liquid companies as well as in indices OMX Vilnius, OMX Baltic, OMX Baltic Financials, and OMX Baltic Benchmark Cap. Besides, shares issued by the Bank are included in the indices STOXX Eastern Europe TMI, STOXX Eastern Europe TMI Small, STOXX EU Enlarged TMI, STOXX Global Total Market and STOXX Lithuania Total Market.

Changes in the share price within three years:



Source: NASDAQ OMX Vilnius AB website

<http://www.nasdaqomxbaltic.com/market/?instrument=LT0000102253&list=2&pg=details&tab=historical&lang=en¤cy=0&downloadcsv=0&date=&start=2012.03.30&end=2015.03.31>

ADDITIONAL INFORMATION

Turnover and price of the Bank's shares over the period of 2012 - 31/03/2015:

Year	Last trading session price, EUR	Max. price, EUR	Min. price, EUR	Average price, EUR	Number of shares, units	Turnover, EUR mln
2012	0.231	0.285	0.230	0.256	11 106 241	2.48
2013	0.266	0.310	0.227	0.266	20 496 506	5.45
2014	0.266	0.331	0.266	0.290	28 107 139	8.15
31/03/2015	0.305	0.305	0.267	0.280	6 280 350	1.76

Turnover and price of the Bank's shares over the period 31/03/2014 - 31/03/2015 (EUR):

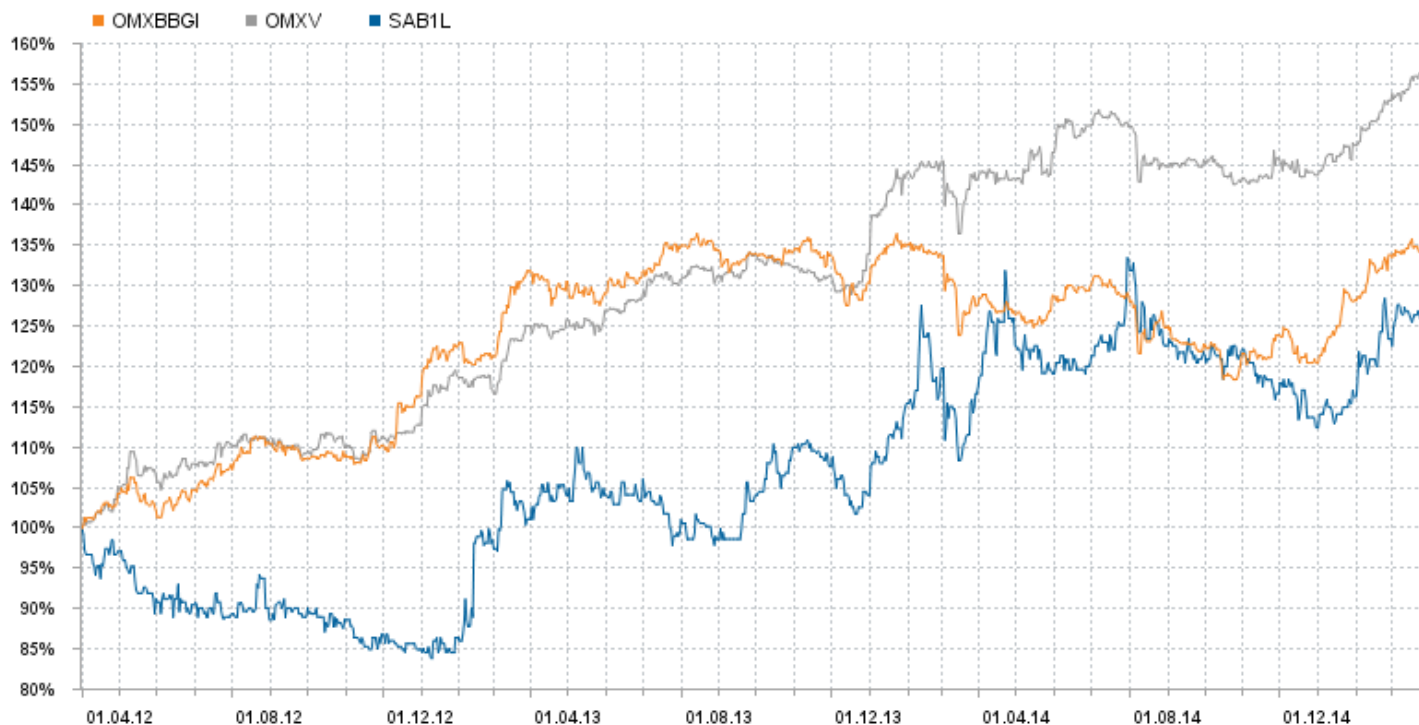


Source: NASDAQ OMX Vilnius AB website

<http://www.nasdaqomxbaltic.com/market/?instrument=LT0000102253&list=2&pg=details&tab=historical&lang=en¤cy=0&downloadcsv=0&date=&start=2012.03.30&end=2015.03.31&start=2014.03.31&end=2015.03.31>

ADDITIONAL INFORMATION

The charts of the share price changes of OMX Vilnius index, OMX Baltic Benchmark and Bank's shares during the period between 2012 and 31/03/2015 are provided below:



The Chart's data:

Index/Shares	31/03/2012	31/03/2015	+/-, %
OMX Baltic Benchmark GI	470.51	633.35	34.61
OMX Vilnius	314.85	493.21	56.65
SAB1L	0.237 EUR	0.305 EUR	28.91

Source: NASDAQ OMX Vilnius AB website

http://www.nasdaqomxbaltic.com/market/?pg=charts&lang=en&idx_main%5B%5D=OMXBBGI&idx_main%5B%5D=OMXV&add_index=OMXBBPI&add_equity=LTO00102253&idx_equity%5B%5D=LT0000102253&period=other&start=2012.03.31&end=2015.03.31

The capitalization of the Bank was 82.35 million euros as of 31/03/2015; on 31 December 2014 it comprised 71.82 million euros.

The capitalization the Bank and the total capitalization of shares quoted on the NASDAQ OMX Vilnius AB as of the last trading day of 31/03/2014 and 31/03/2015 is provided below:

The list of the Baltic shares	31/03/2014	31/03/2015	Change
Šiaulių Bankas – SAB1L	75 000 000 EUR	82 350 000 EUR	9.80 %
The Baltic regulated market in total	5 972 964 228 EUR	6 477 322 828 EUR	8.44 %

Source: NASDAQ OMX Vilnius AB website

<http://www.nasdaqomxbaltic.com/market/?pg=capital&list%5B%5D=BAMT&list%5B%5D=BAIT&period=other&start=2014.03.31&end=2015.03.31>

Price /Earnings (P/E) indicator of the Bank:

Indicator	31/12/2012	31/12/2013	31/12/2014	31/03/2015
P/E	13.29	13.12	6.12	3.81

5. Information about the agreements with the following intermediaries in public circulation of securities

The Bank's Securities Accounting Department is in charge of accounting of the securities issued by the Bank.

To execute and account other transactions with securities the Bank has entered into agreements with the following intermediaries in public circulation of securities:

- with the Bankas Finasta AB - Investment service provision agreement;
- with the Lithuanian branch of Danske Bank A/S - Investment service provision agreement.
- with DnB bankas AB - Agreement regarding management of financial instrument account and execution of orders.
- with Swedbank, AB - Agreements of securities account management and brokerage.
- with SEB bankas AB - Agreements of securities account management.
- with Credit Suisse bank - Order transfer and execution agreement.
- with Raiffeisen Bank International AG - Agreements of securities account management and brokerage.

6. Ratings assigned by international agencies

The credit rating agencies are registered and certified in accordance with Regulation (EC) No. 1060/2009 of the European Parliament and of the Council of 16 September 2009 on credit rating agencies. The credit rating of the Bank is determined by the international rating agency Moody's Investors Service LTD, the licence of which was updated on 31 October 2011.

The international rating agency Moody's Investors Service updated the rating of the Bank on 20 March 2013 as follows:

Long-term credit rating	B1
Short-term credit rating	NP
Financial strength rating	E+
Rating outlook	developing

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7. Bank's Management Bodies

The management bodies of the Bank are as follows: the General Meeting of the Shareholders of the Bank, Council of the Bank, Board of the Bank and Chief Executive Officer (Head of the Bank).

General Meeting of Shareholders takes place annually, within three months after the end of fiscal year. The shareholders, having no less than 1/10 of all the votes, as well as the Board and Council have an initiative right of convening the meeting. The Law on Companies specifies the cases when a general meeting can be convened by other persons.

General Meeting of Shareholders is organized, voting is carried out and resolutions passed in compliance with the Law on Companies. If the meeting cannot take place due to lack of a quorum (more than ½ of the total votes), the re-convened meeting of shareholders with the valid agenda of the previous meeting shall be summoned.

The Supervisory Council of the Bank is a collegial body supervising the activities of the Bank. The Supervisory Council is directed by its Chairman. The Supervisory Council consisting of eight members is elected by the General Meeting of Shareholders for a term of four years. The initiators of the Meeting or the shareholders holding shares that grant at least 1/20 of the Bank's shares, shall have the right of proposing the members of the Supervisory Council. The candidates are proposed before the Meeting or during such Meeting. Each candidate to the Supervisory Council's members shall inform the Meeting about his current capacity and how his activities are related to the Bank or to other legal entities associated with the Bank. While electing the Supervisory Council's members each shareholder shall have such number of votes which is equal to the product of the numbers of votes granted to him by the shares owned and number of the Supervisory Council's members to be elected. These votes are allocated by the shareholder at his own discretion - for one or several candidates. The candidates who receive the biggest number of votes are elected. 1 independent member is elected to the current tenure of the Supervisory Council. In accordance with the Bank's Charter the number of tenures of the Council member is not limited.

The Board of the Bank is a collegial Bank management body, consisting of seven members. It manages the Bank, handles its matters and answers under the laws for the execution of the Bank's financial services. Order of the Board's work is set by the Board work regulations. The Board of the Bank is elected by the Council for a term of 4 years. The Board members are elected, recalled and supervised by the Bank's Supervisory Council. The Board of the Bank is elected by the Council for a term of 4 years - the number of tenures is not limited. If individual Board members are elected, they are elected till the end of the active Board's term.

Chief Executive Officer arranges everyday activities of the Bank and performs other actions necessary to perform his functions, to implement the decisions of the Bank's bodies and to ensure the Bank's activities.

The Chief Executive Officer acts on the Bank's behalf and is entitled to make transactions at his sole discretion, except for the exceptions, stated therein or in the resolutions of the bodies of the Bank.

8. Members of the Bank's Collegial bodies

Supervisory Council of the Bank:



Arvydas Salda

Member of the Supervisory Council since 1991, Chairman of the Supervisory Council since 1999.

Education:

Kaunas Institute of Technology, Vilnius University, Master of Applicable Mathematics.

Work experience (not less than 5 years):

A consultant of SB Turto Fondas UAB since 2004.



Sigitas Baguckas

Member of Supervisory Council since 1991, Deputy Chairman of the Supervisory Council of the Bank since 2000.

Education:

Vilnius Civic Engineering Institute, an Engineer-Constructor.

Work experience (not less than 5 years):

Procurist and director at Namų Statyba UAB since 2007.



Gintaras Kateiva

Member of the Supervisory Council of the Bank since 2008.

Education:

Vilnius Pedagogic Institute, a Teacher.

Work experience (not less than 5 years):

Chairman of the Board of Litagra UAB since 2005, Director of Litagros Prekyba UAB until 2008.



Vigintas Butkus

Member of the Supervisory Council of the Bank since 2004.

Education:

Marijampole School of Culture, a Director.

Work experience (not less than 5 years):

Director of "Mintaka" UAB since 2000, Director of Trade House "Aiva" UAB since 2002.



Vytautas Junevičius

Member of the Supervisory Council since 2006 to 22/04/2015.

Education:

Kaunas Institute of Technology, an Engineer-Economist.

Vilnius University, a Specialist of International Economy Relations.

Work experience (not less than 5 years):

Director General of Alita AB until 2009, the Consultant of the Director General of the Alita Group, 2009-2011.



Peter Reiniger

Member of the Supervisory Council of the Bank since 2011.

Education:

Technical University of Budapest, an Engineer-Mechanic, an Engineer of Production Organization.

Work experience (not less than 5 years):

Director of the EBRD Business Group until 2010, the Managing Director since 2010, Chief Advisor of the First Vice-president and Executive Committee since 2011.



Ramunė Vilija Zabulienė

Independent member of the Supervisory Council of the Bank since May 2012.

Education:

Vilnius University, an Engineer-Economist.

Work experience (not less than 5 years):

Member of the Board of the Bank of Lithuania, Deputy Chairman of the Board until 2011. Director of ArsDomina.



Valdas Vitkauskas

Member of the Supervisory Council since April 2014.

Education:

Vytautas Magnus University, Master of Business Administration and Management; Southern Methodist University (USA), Master.

Work experience (not less than 5 years):

Head of the EBRD representative office in Minsk until 2011, EBRD senior banker since 2011, member of the Council of the bank belonging to the Societe Generale Group in Mobiasbanka (Moldova).

ADDITIONAL INFORMATION

The Management Board of the Bank:



Algirdas Butkus

Chairman of the Board.

Education:

Kaunas Technology Institute, Master of Economy.

Work experience (not less than 5 years):

Chairman of the Board, Chief Executive Officer of the Bank from 1999 to February 2011, the Deputy Chief Executive Officer since 2011.



Vytautas Sinius

Member of the Board, Chief Executive Officer since 01 February 2014.

Education:

Vilnius Higher School of Economics, a Bank Officer.

Vilnius University, Bachelor of Economy.

Vytautas Magnus University, Master of Business Administration and Management.

Work experience (not less than 5 years):

Director of Retail Banking Division of the bank SEB AB 2006-2010, Head of Corporate Banking Division of the Bank 2011- 2014



Donatas Savickas

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

Education:

Vilnius University, Bachelor of Economy. Vytautas Magnus University, Master of Business Administration and Management.

Work experience (not less than 5 years):

Deputy Chairman of the Board of the Bank since 1995, Deputy Chief Executive Officer, Head of Finance and Credit Division since 2005, Head of Finance and Risk Management Division since 2011.



Daiva Kiburienė

Member of the Board, Deputy Chief Executive Officer, Head of Business Development Division.

Education:

Vilnius University, Master of Economy.

Vytautas Magnus University, Master of Business Administration and Management.

Work experience (not less than 5 years):

Deputy Chairperson of the Board of the Bank since 1998, Deputy Chief Executive Officer, Head of Corporate and Retail Banking Division since 2005, Head of Business Development Division since 2014.



Vita Adomaitytė

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

Education:

Vilnius University, Master of Finance and Credit.

Work experience (not less than 5 years):

Chief Financial Officer of the Bank since 2002, Head of Accounting and Reporting Division since 2005.



Jonas Bartkus

Member of the Board, Head of IT Division.

Education:

Vilnius University, Master of Mathematics.

Work experience (not less than 5 years):

Head of Business Development Division of the Bank since 2005, Head of the IT Division since 2011.



Ilona Baranauskienė

Member of the Board since February 2014; Head of Assets Restructuring Division.

Education:

Kaunas University of Technology, Bachelor of Business Administration and Management;

Šiauliai University, Master of Economy.

Work experience (not less than 5 years):

Director General of SLEZVB UAB until 2013, Deputy Director of SBTf UAB since 2006, Director of the Special Financing Department of the Bank.

ADDITIONAL INFORMATION

Name, surname	Beginning / end of tenure	Share of capital under the right of ownership, %	Share of votes together with the related persons, %
Arvydas Salda	beginning 29/03/2012/ end 2016	2.59	42.26
Sigitas Baguckas	beginning 29/03/2012/ end 2016	0.65	42.26
Vigintas Butkus	beginning 29/03/2012/ end 2016	0.04	42.26
Vytautas Junevičius	beginning 29/03/2012 /end 22/04/2015.	0.13	42.26
Gintaras Kateiva	beginning 29/03/2012/ end 2016	6.24	42.26
Peter Reiniger	beginning 29/03/2012/ end 2016	—	—
Ramunė Vilija Zabulienė	beginning 04/05/2012/ end 2016	—	—
Valdas Vitkauskas	beginning 28/03/2014/ end 2016	—	—
Algirdas Butkus	beginning 29/03/2012/ end 2016	3.82	42.26
Vytautas Sinius	beginning 29/03/2012/ end 2016	0.09	42.26
Donatas Savickas	beginning 29/03/2012/ end 2016	0.08	42.26
Daiva Kiburienė	beginning 29/03/2012/ end 2016	0.08	42.26
Vita Adomaitytė	beginning 29/03/2012/ end 2016	0.04	42.26
Jonas Bartkus	beginning 29/03/2012/ end 2016	0.06	42.26
Ilna Baranauskienė	beginning 12/02/2014/ end 2016	0.03	42.26

9. The most important events over the reporting period

On 23 January the Bank chose the MasterCard company as a strategic partner for provision of payment card products and signed a collaboration agreement.

On 30 January the Bank closed the submission of binding tenders with respect to acquisition of territory bordering Olimpiečių, Rinktinės and Šeimyniškių streets in Vilnius.

According to the information published by the company Dive Lietuva („Slapto pirkėjo tyrimai“ UAB) in February it became obvious that comparing to the results of the customer servicing quality in the banking sector achieved in 2013 the Bank increased by almost 20 percentage points in terms of the customer servicing quality level in 2014.

Since 17 February the Bank started providing a new service to its clients and from now on the clients can place cash to their payment card accounts free of charge through the ATMs for cash placement and withdrawal located in four shopping malls "Akropolis" in Vilnius, Kaunas, Klaipėda and Šiauliai. On 7 March the Bank and Invalda LT signed a Letter of Intent regarding integration of Finasta's banking activities into activities of the Bank. On 19 March the Customer's Day was arranged in the Bank's customer service points.

In March, following the tradition, the Bank granted its nominal scholarship to the fifth student of the Vytautas Magnus University for his academic achievements and constant striving for improvement in the field of studies.

On 23 March the Bank signed the collaboration agreement with the National Association of Lithuanian Veterans.

A resolution to increase the bank's authorized capital by 6.73 million euros from the Bank's own funds was passed during the General Meeting of Shareholders of the Bank held on 27 March. After the share issue authorized capital of the Bank will grow up to 85 million euros.

On 31 March the Bank introduced its updated brand.

10. Data on the publicly disclosed information

The following information was publicly disclosed over the first quarter of 2015:

- 02/02/2015 - notification on received offers regarding acquisition of Žalgiris stadium and surrounding plots of land;
- 02/02/2015 - information on the sold part of the real estate;
- 03/02/2015 - supplemented information on the sold part of the real estate;
- 26/02/2015 - a pre-audited activity result of the Bank and the Group for 2014 and interim information for twelve months;
- 02/03/2015 - information on the final negative adjustment amount payable to Ūkio Bankas BAB;
- 06/03/2015 - convocation of the Ordinary General Meeting of Shareholders;
- 06/03/2015 - the draft resolutions prepared by the Board for the Ordinary General Meeting of Shareholders to be held on 27/03/2015;
- 09/03/2015 - notification regarding a Letter of Intent with Invalda LT AB
- 27/03/2015 - resolutions of the Ordinary General Meeting of Shareholders held on 27/03/2015;
- 27/03/2015 - annual information;
- reports regarding the transactions with the Banks shares entered by the Bank's senior managers.

In accordance with the procedures set by the Charter of the Bank and the legal acts of the Republic of Lithuania all the stock events are announced in the Central regulated information base and on the Bank's website www.sb.lt. Notifications on the Meetings of Shareholders are additionally announced in the daily newspaper Lietuvos Rytas.

Chief Executive Officer

19 May 2015



Vytautas Sinius