

## Consolidated Balance Statement

for the 3<sup>rd</sup> quarter of 2012

LVL'000

Item	Reporting period	Reporting period	Preceding reporting year	Preceding reporting year
	Group	Bank	Group	Bank
	Unaudited	Unaudited	Audited	Audited
Cash and balance with central banks	41 014	41 014	34 976	34 976
Demand deposits with credit institutions	129 126	129 126	15 115	15 115
Financial assets held for trading	0	0	0	
Financial instruments at fair value through profit or loss	0	0	0	0
Available for sale financial assets	28	28	28	28
Loans and receivables	50 014	73 813	53 550	71 289
Held to maturity investments	73 013	73 013	149 864	149 864
Interest risk portfolio of shares in the fair value changes	0	0	0	0
Deferred expense and accrued income	390	369	224	206
Fixed assets	8 113	7 871	9 671	9 457
Investment Property	2 104	2 104	0	0
Intangible assets	79	65	93	61
Investments in subsidiaries and associates	0	3 324	0	24
Deferred tax asset	52	5	95	49
Other assets	74 629	51 380	17 574	2 217
<b>Total assets</b>	<b>378 562</b>	<b>382 112</b>	<b>281 190</b>	<b>283 286</b>
Due to central banks	0	0	0	0
Due on demand to credit institutions	1 460	1 460	2 210	2 210
Financial liabilities held for trading	0	0	0	0
Financial liabilities at fair value through profit or loss	0	0	0	1
Financial liabilities carried at amortized cost	342 282	342 329	261 300	261 421
Financial assets resulting from transfer of financial liabilities	0	0	0	0
Interest risk portfolio of shares in the fair value changes	0	0	0	0
Deferred income and accrued expenses	140	130	428	428
Provisions	1 130	1 054	570	553
Tax liabilities	0	0	0	0
Other liabilities	3 311	3 151	3 167	2 066
<b>Total liabilities</b>	<b>348 323</b>	<b>348 124</b>	<b>267 675</b>	<b>266 679</b>
Capital and reserves	30 239	33 988	13 515	16 607
<b>Total liabilities and capital and reserves</b>	<b>378 562</b>	<b>382 112</b>	<b>281 190</b>	<b>283 286</b>

<b>Off-balance-sheet items</b>				
Contingent liabilities	3 713	3 713	2 442	2 442
Commitments to customers	1 971	1 971	1 820	1 820
Assets under management	93 203	93 203	156 130	156 130

## Consolidated Statement of Income

for the 3<sup>rd</sup> quarter of 2012

LVL'000

Item	Reporting period	Reporting period	Respective period of the preceding reporting year	Respective period of the preceding reporting year
	Group	Bank	Group	Bank
	Unaudited	Unaudited	Unaudited	Unaudited
Interest income	4 015	4 441	6 399	6 589
Interest expense	(4 878)	(4 878)	(6 441)	(6 441)
Dividend income	0	0	0	0
Commission and fee income	4 188	4 188	3 795	3 794
Commission and fee expense	(561)	(561)	(450)	(448)
Net realized profit/loss from financial assets held at amortized value	0	0	0	0
Net realized profit/loss from available-for-sale investments	0	0	0	0
Net realized profit/loss from held-for-trading investments	0	0	0	0
Net income from financial instruments carried at fair value	(15)	(15)	(1)	(1)
Changes in fair value due to risk minimization accounting	0	0	0	0
Net foreign exchange gains	4 921	4 916	3 893	3 894
Profit/loss from derecognition of property, plant and equipment, investment property and intangible assets	0	0	0	0
Other operating income	1 651	1 159	608	234
Other expenses	(1 153)	(1 089)	(309)	(166)
Administrative expenses	(5 392)	(5 128)	(5 315)	(5 039)
Depreciation	(287)	(229)	(365)	(344)
Allowance for impairment	(1 389)	(1 280)	(1 334)	(1 230)
Impairment losses	0	0	0	0
Profit/loss before income tax	1 100	1 524	480	842
Income tax	(145)	(145)	(2)	(2)
<b>Profit/loss of the reporting year</b>	<b>955</b>	<b>1 379</b>	<b>478</b>	<b>840</b>

### Content of Consolidation Group

 for the 3<sup>rd</sup> quarter of 2012

Name	Code of the place of registration	Type of commercial company	Share of equity capital (%)	Share of voting rights (%) in the commercial company
SIA "PrivatLizings"	LV40003683 902, Latvia, Riga, Muitas street 1	CFI	100	100
SIA "PrivatConsulting"	LV40003586 749, Latvia, Riga, Muitas street 1	CKS	100	100
SIA "AMBER REAL"	LV40003903 721, Latvia, Riga, Muitas street 1	PLS	100	100
SIA "PrivatInvestment"	LV40103316 587, Latvia, Riga, Muitas street 1	PLS	100	100

### Performance Indicators of the Bank

 for the 3<sup>rd</sup> quarter of 2012

Item	Reporting	Reporting	In the pre-	In the preceding
	period	period	ceding reporting year	reporting year
	Group	Bank	Group	Bank
Return on equity (ROE) (%)	3.97%	5.07%	-2.10%	3.60%
Return on assets (ROA) (%)	0.29%	0.42%	-0.18%	0.33%

## Capital adequacy

As of 30 September 2012, the Bank's capital adequacy adjustment was 1 357 428 LVL. The Group's capital adequacy ratio after the adjustment was 18,51%.

<b>Capital Adequacy Calculation</b>	
Tier 1 capital	32 543 862
Tier 2 capital	5 358 305
Tier 1 and Tier 2 capital reduction	-1 357 428
Total Tier 1 capital in view of reduction	31 865 148
Total Tier 2 capital in view of reduction	4 679 591
Tier 3 capital reduction	0
Total capital requirements for credit risk, business partner risk, dilution risk and settlement risk	14 602 352
Capital requirement for settlement/dilution risks	0
Total capital requirements for open foreign exchange positions, currency risk and commodity risk	26 981
Capital requirement for operational risk	1 163 755
Total other requirements and transition period requirements	0

## Risk analysis

Information on the risk analysis is available in the Financial Reports section on the website of AS "PrivatBank".

- AS "PrivatBank" Separate and Consolidated Financial Statements for the year ended 31 December 2011 with Independent Auditors' Report on pages 25 to 33:

<http://www.privatbank.lv/lv/par-banku/finansu-parskati/>

## Shareholding structure and equity interest

Shareholder	Number of shares	Paid equity (LVL'000)	Equity investments %
PUBLIC JOINT-STOCK COMPANY "PRIVATBANK" (Ukraine)	28 246 294	28 246 294	50.02%
UNIMAIN HOLDINGS LIMITED (Cyprus)	3 209 339	3 209 339	5.683264%
WADLESS HOLDINGS LIMITED	2 742 806	2 742 806	4.857103%
Concorde (Bermuda) Limited (Bermuda)	4 799 910	4 799 910	8.499929%
Chastely Investments Limited (Beliza)	1 430 949	1 430 949	2.533999%
Private individuals	16 040 702	16 040 702	28.405705 %

## Management

### Members of the Council of the Bank

Name, surname	Position
Pikush Yuriy	Chairman of the Council
Samarin Viktor	Deputy Chairman of the Council
Novikov Timur	Member of the Council
Kandaurov Yuriy	Member of the Council

### Members of the Board of the Bank

Name, surname	Position
Trubakov Oleksandr	Chairman of the Board
Mekekechko Olexandr	Member of the Board

Koev Mykolay  
Kerpe Iveta

Member of the Board  
Member of the Board

## Organisational structure

Information on AS "PrivatBank" structure can be found here:

<http://privatbank.lv/Latvia/struktura-en.pdf>

Information on AS „PrivatBank” branches and cash offices can be found here:

<http://www.privatbank.lv/lv/par-banku/filiales-un-norekinu-grupas/>

## Business strategy and goals

Information on the business areas and goals of AS "PrivatBank" is available in the Financial Reports section on the website of AS "PrivatBank".

- AS "PrivatBank" Separate and Consolidated Financial Statements for the year ended 31 December 2011 with Independent Auditors' Report on page 4 (four):

<http://www.privatbank.lv/lv/par-banku/finansu-parskati/>

## Ratings assigned by rating agencies

The Bank was assigned a B3/NP/E rating by Moody's Investors Service.

### **CURRENT RATINGS ASSIGNED TO AS PRIVATBANK BY MOODY'S INVESTORS SERVICE AGENCY:**

Type	Rating
Bank financial strength rating	E (Stable)
Long-term foreign currency deposit rating	B3
Long-term national currency deposit rating	B3
Short-term foreign currency deposit rating	Not prime
Short-term national currency deposit rating	Not prime

### **ASSIGNED RATINGS CHANGES**

Type	2006-09-07	2007-05-04	2008-12-12	2012-03-12
Bank financial strength rating	E+	E+	E+	E
Long-term foreign currency deposit rating	B2	B1	B2	B3
Long-term national currency deposit rating	B2	B1	B2	B3
Short-term foreign currency deposit rating	Not prime	Not prime	Not prime	Not prime
Short-term national currency deposit rating	Not prime	Not prime	Not prime	Not prime

18 October 2012 Moody's Investors Service withdrawn all ratings of PrivatBank AS by bank's request.

For more detailed information visit Moody's agency's website <http://www.moodys.com/>