

## Consolidated Balance Statement

for the 2<sup>nd</sup> quarter of 2012

LVL'000

Item	Reporting period	Reporting period	Preceding reporting year	Preceding reporting year
	Group	Bank	Group	Bank
Cash and balance with central banks	47 854	47 854	34 976	34 976
Demand deposits with credit institutions	106 598	106 598	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	48 434	71 763	53 550	71 289
Held to maturity investments	27 644	27 644	149 864	149 864
Interest risk portfolio of shares in the fair value changes	0	0	0	0
Deferred expense and accrued income	50 940	50 928	224	206
Fixed assets	8 079	7 858	9 671	9 457
Investment Property	2 114	2 114	0	0
Intangible assets	72	56	93	61
Investments in subsidiaries and associates	0	24	0	24
Deferred tax asset	47	5	95	49
Other assets	22 064	2 533	17 574	2 217
<b>Total assets</b>	<b>313 874</b>	<b>317 405</b>	<b>281 190</b>	<b>283 286</b>
Due to central banks	0	0	0	0
Due on demand to credit institutions	3 776	3 776	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	292 261	292 581	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	119	119	428	428
Provisions	1 149	1 062	570	553
Tax liabilities	0	0	0	0
Other liabilities	3 034	2 673	3 167	2 066
<b>Total liabilities</b>	<b>300 339</b>	<b>300 211</b>	<b>267 675</b>	<b>266 679</b>
Capital and reserves	13 535	17 194	13 515	16 607
<b>Total liabilities and capital and reserves</b>	<b>313 874</b>	<b>317 405</b>	<b>281 190</b>	<b>283 286</b>
<b>Off-balance-sheet items</b>				
Contingent liabilities	2 946	2 946	2 442	2 442
Commitments to customers	1 982	1 982	1 820	1 820
Assets under management	256 953	256 953	156 130	156 130

**Consolidated Statement of Income**  
for the 2<sup>nd</sup> quarter of 2012

Item	Reporting period	Reporting period	Respective period of the preceding reporting year	Respective period of the preceding reporting year
	Group	Bank	Group	Bank
Interest income	2 437	2 754	4 148	4 267
Interest expense	(3 012)	(3 013)	(4 272)	(4 272)
Dividend income	0	0	0	0
Commission and fee income	2 721	2 721	2 476	2 459
Commission and fee expense	(377)	(379)	(282)	(282)
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	(1)	(1)	(1)	(1)
Changes in fair value due to risk minimization accounting	0	0	0	0
Net foreign exchange gains	2 978	2 978	2 908	2 912
Profit/loss from derecognition of property, plant and equipment, investment property and intangible assets	0	0	0	0
Other operating income	1 489	762	453	196
Other expenses	(1 230)	(888)	(340)	(111)
Administrative expenses	(3 727)	(3 459)	(3 501)	(3 394)
Depreciation	(172)	(133)	(265)	(252)
Allowance for impairment	(772)	(674)	(1 751)	(745)
Impairment losses	0	0	0	0
Profit/loss before income tax	334	668	(427)	777
Income tax	(83)	(83)	(10)	(10)
<b>Profit/loss of the reporting year</b>	<b>251</b>	<b>585</b>	<b>(437)</b>	<b>767</b>

## Content of Consolidation Group

for the 2<sup>nd</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	Basis for inclusion into the group
SIA "PrivatLizings"	LV40003683902, Latvia, Riga, Muitas street 1	CFI	100	100	MS
SIA "PrivatConsulting"	LV40003586749, Latvia, Riga, Muitas street 1	CKS	100	100	MS
SIA "Amber Real"	LV40003903721, Latvia, Riga, Muitas street 1	PLS	100	100	MS
SIA "PrivatInvestment"	LV40103316587, Latvia, Riga, Muitas street 1	PLS	100	100	MS

## Performance Indicators of the Bank

for the 2<sup>nd</sup> quarter of 2012

Item	Reporting period	Reporting period	In the preceding reporting year	In the preceding reporting year
	Group	Bank	Group	Bank
Return on equity (ROE) (%)	1.86%	3.46%	-2.74%	4.24%
Return on assets (ROA) (%)	0.08%	0.19%	-0.16%	0.27%

### Capital adequacy

As of 31 December 2011, the Bank's capital adequacy adjustment was 1 357 428 LVL. The Group's capital adequacy ratio after the adjustment was 12.40%.

### 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	69.79564%
UNIMAIN HOLDINGS LIMITED (Cyprus)	2 300 017	2 300 017	5.68326%
WADLESS HOLDINGS LIMITED	404 700	404 700	1.00%
Concorde (Bermuda) Limited (Bermuda)	708 225	708 225	1.75%
Chastely Investments Limited (Beliza)	211 136	211 136	0.52171%
Private individuals	8 599 628	8 599 628	21.24939 %

## 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	Member of the Board

## **Organisational structure**

Information on the Bank's structure and branches 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 14 (fourteen):

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

## **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.