

Consolidated Balance Statement

 for the 2th quarter of 2014

EUR'000

Item	Reporting peri- od	Reporting peri- od	Preceding re- porting year	Preceding re- porting year
	Group 30.06.2014	Bank 30.06.2014	Group 31.12.2013	Bank 31.12.2013
	Unaudited	Unaudited	Audited	Audited
Cash and balance with central banks	216 834	216 834	289 162	289 162
Demand deposits with credit institutions	128 189	128 186	179 581	179 581
Financial assets held for trading	5	5	0	0
Financial instruments at fair value through profit or loss	0	0	1	1
Available for sale financial assets	40	40	40	40
Loans and receivables	117 991	162 372	78 258	122 388
Held to maturity investments	157 612	157 612	193 807	193 807
Interest risk portfolio of shares in the fair value changes	0	0	0	0
Deferred expense and accrued income	499	341	301	265
Fixed assets	11 575	11 355	12 176	11 993
Investment Property	2 888	2 888	2 918	2 918
Intangible assets	375	347	193	183
Investments in subsidiaries and associates	0	418	0	418
Deferred tax asset	75	41	14	14
Other assets	44 287	6 159	42 311	4 230
Total assets	680 370	686 598	798 762	805 000

Item	Reporting period	Reporting period	Preceding reporting year	Preceding reporting year
	Group 30.06.2014 Unaudited	Bank 30.06.2014 Unaudited	Group 31.12.2013 Audited	Bank 31.12.2013 Audited
Due to central banks	0	0	48	48
Due on demand to credit institutions	2 714	2 714	1 563	1 563
Financial liabilities held for trading	85	85	0	0
Financial liabilities at fair value through profit or loss	0	0	151	151
Financial liabilities carried at amortized cost	613 986	614 087	737 832	737 917
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	3 618	3 605	7 024	7 021
Provisions	1 783	1 713	1 081	1 060
Tax liabilities	1	1	1	1
Other liabilities	9 204	9 063	5 370	5 250
Total liabilities	631 391	631 268	753 070	753 011
Capital and reserves	48 979	55 330	45 692	51 989
Total liabilities and capital and reserves	680 370	686 598	798 762	805 000
Off-balance-sheet items				
Contingent liabilities	2 207	2 207	4 175	4 175
Commitments to customers	2 825	2 825	2 807	2 807
Assets under management	459 215	459 215	392 227	392 227

Consolidated Statement of Income for the 2 th quarter of 2014				
EUR'000				
Item	Reporting period	Reporting period	Respective period of the preceding reporting year	Respective period of the preceding reporting year
	Group 30.06.2014 Unaudited	Bank 30.06.2014 Unaudited	Group 30.06.2013 Unaudited	Bank 30.06.2013 Unaudited
Interest income	5 350	5 527	5 827	6 039
Interest expense	(4 038)	(4 038)	(7 210)	(7 210)
Dividend income	0	0	0	0
Commission and fee income	7 455	7 433	4 350	4 348
Commission and fee expense	(1 260)	(1 257)	(645)	(645)
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	3	3
Net income from financial instruments carried at fair value	(27)	(27)	21	21
Changes in fair value due to risk minimization accounting	0	0	0	0
Net foreign exchange gains	1716	1 715	6 252	6 252
Profit/loss from derecognition of property, plant and equipment, investment property and intangible assets	0	0	0	0
Other operating income	2 171	1 495	360	51
Other expenses	(914)	(839)	(386)	(272)
Administrative expenses	(5 277)	(4 912)	(5 384)	(5 078)
Depreciation	(700)	(664)	(480)	(433)
Allowance for impairment	(707)	(618)	(1 316)	(1 016)
Impairment losses	0	0	0	0
Profit/loss before income tax	3 769	3 815	1 393	2 062
Income tax	(467)	(467)	(235)	(235)
Profit/loss of the reporting year	3 302	3 348	1 158	1 827

Content of Consolidation Group

 for the 2th quarter of 2014

Name	Code of the place of registration	Type of commercial company	Share of equity capital (%)	Share of voting rights (%) in the commercial company	Purpose inclusion in the group
SIA "PrivatLizings"	LV40003683902, Latvia, Riga, Muitas street 1	LIZ	100	100	MS
SIA "PrivatConsulting"	LV40003586749, Latvia, Riga, Muitas street 1	PLS	100	100	MS
SIA "AMBER REAL"	LV40003903721, Latvia, Riga, Muitas street 1	PLS	100	100	MS
SIA "PrivatLizings"	LV40003683902, Latvia, Riga, Muitas street 1	PLS	100	100	MS
SIA "PrivatBrokers"	LV40103757220, Latvia, Riga, Muitas street 1	PLS	100	100	MMS

Performance Indicators of the Bank

 for the 2th quarter of 2014

Item	Reporting period	Reporting period	Respective period of the preceding reporting year	Respective period of the preceding reporting year
	Group	Bank	Group	Bank
Return on equity (ROE) (%)	13.88	12.60	5.32	7.41
Return on assets (ROA) (%)	0.97	0.92	0.23	0.39

Equity Capital and Capital Adequacy Calculation Summary Report
 for the 2th quarter of 2014

'EUR

No.	Position Title	Reporting period 30.06.2014 Group	Reporting period 30.06.2014 Bank
1.	Equity capital (1.1.+1.2.)	52,305,988	58,637,356
1.1.	Tier I capital (1.1.1.+1.1.2.)	45,302,425	51,633,793
1.1.1.	Tier I equity capital	45,302,425	51,633,793
1.1.2.	Tier I supplementary capital	-	-
1.2.	Tier II capital	7,003,563	7,003,563
2.	Total risk transaction value (2.1.+2.2.+2.3.+2.4.+2.5.+2.6.+2.7.)	283,511,166	288,575,197
2.1.	Weighted value of risk transactions for credit risk, business partner credit risk, recoverable value depreciation risk, and unpaid delivery risk	250,813,006	257,260,040
2.2.	Total value of risk transactions for settlements/deliveries	-	-
2.3.	Total value of risk transactions for position risk, foreign currency risk, and commodity risk	269,133	269,133
2.4.	Total value of risk transactions for operating risk	32,429,027	31,046,024
2.5.	Total value of risk transactions for credit value correction	-	-
2.6.	Total value of risk transactions related to risk transactions in the investment portfolio	-	-
2.7.	Other risk transaction values	-	-
3.	Capital indexes and Tier capital	-	-
3.1.	Tier I capital index (1.1.1./2.*100)	15.98	17.89
3.2.	Tier I equity capital excess (+)/ deficit (-) (1.1.1.-2.*4.5%)	32,544,423	38,647,909
3.3.	Tier I capital index (1.1./2.*100)	15.98	17.89
3.4.	Tier I capital excess (+)/ deficit (-) (1.1.-2.*6%)	28,291,755	34,319,281
3.5.	Total capital index (1./2.*100)	18.45	20.32
3.6.	Total Tier I capital excess (+)/ deficit (-) (1.-2.*8%)	29,625,094	35,551,340
4.	Total capital reserve requirement (4.1.+4.2.+4.3.+4.4.+4.5.)	-	-
4.1.	Capital maintenance reserve (%)	-	-
4.2.	Institution-specific countercyclical capital reserve (%)	-	-
4.3.	Systemic risk capital reserve (%)	-	-
4.4.	Capital reserve of a systemic institution (%)	-	-
4.5.	Capital reserve of another systemic institution (%)	-	-
5.	Capital indexes with corrections	-	-
5.1.	Provisions or assets value correction amount through applying a special policy for equity capital calculation purposes	1,321,698	5,118,501
5.2.	Tier I equity capital index with the correction value stated in line 5.1	15.75	17.01
5.3.	Tier I capital index with the correction value stated in line	15.75	17.01
5.4.	Total capital index with the correction value stated in line	17.98	18.55

Liquidity Calculation for the 2 th quarter of 2014			'EUR
No.	Position Title	Reporting period 30.06.2014	Bank
1.	Liquid assets (1.1.+1.2.+1.3.+1.4.)		454,804,260
1.1.	Cash		1,912,294
1.2.	Receivables from the Bank of Latvia		214,280,443
1.3.	Receivables from solvent credit institutions		238,611,523
1.4.	Liquid securities		-
2.	Outstanding liabilities (with remaining term up to 30 days) (2.1.+2.2.+2.3.+2.4.+2.5.+2.6.)		427,192,570
2.1.	Payables to credit institutions		2,258,492
2.2.	Deposits		404,509,859
2.3.	Issued debt securities		-
2.4.	Cash in transit		3,658,875
2.5.	Other outstanding liabilities		13,516,984
2.6.	Off-balance liabilities		3,248,360
3.	Liquidity index (1.:2.) (%)		106%
4.	Minimal liquidity index		50%

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 2013 with Independent Auditors' Report on pages 27 to 34:

<http://www.privatbank.lv/lv/about/finansovaja-otchetnost/>

Shareholding structure and equity interest

Shareholder	Number of shares	Paid equity ('EUR)	Equity investments %
PUBLIC JOINT-STOCK COMPANY "PRIVATBANK" (Ukraine)	40 190 855	40 190 855	50.02%
UNIMAIN HOLDINGS LIMITED (Cyprus)	4 566 475	4 566 475	5.68%
WADLESS HOLDINGS LIMITED	3 902 659	3 902 659	4.86%
Concorde (Bermuda) Limited (Bermuda)	6 829 657	6 829 657	8.50%
Chastely Investments Limited (Beliza)	2 036 058	2 036 058	2.53%
Private individuals	22 823 852	22 823 852	28.41%
Total	80 349 556	80 349 556	100%

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
Çerpe Iveta	Member of the Board
Lokhnikov Igor*	Member of the Board
Rolands Pētersons	Member of the Board (Register of Enterprises decision No. 6-12/73034 dated 16.05.2014)

(*) As of approval of Report for II quarter 2014, the membership of the Bank Board has changed (Igor Lokhnikov, member of the Board, has been discharged from the position – Register of Enterprises decision No. 6-12/117919 dated 01.08.2014).

Organisational structure

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

<http://www.privatbank.lv/lv/about/management/ownership/>

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

<http://www.privatbank.lv/lv/otdeleniya-i-filiali/>

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 2013 with Independent Auditors' Report on page 3 (three):

<http://www.privatbank.lv/lv/about/finansovaja-otchetnost/>

Ratings assigned by rating agencies

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/>