

*AS DnB NOR Banka*

*Unaudited*

*Financial Statement*

*For the period ended*

*31 March 2007*

**Balance Sheet**

31 March 2007

(the last date of the reported period)

Name of credit institution  
AS DnB NORD Banka  
Credit institution's code: 784  
Address: Rīgā, Smiļņu ielā 6

Position	2007.03.31	2007.03.31	2006.12.31	2006.12.31
	Group LVL`000	Group EUR`000	Group LVL`000	Group EUR`000
Cash and balances with central banks	67 111	95 490	81 001	115 254
Due from other credit institutions	52 321	74 446	40 100	57 057
Loans and advances to customers	1 336 984	1 902 357	1 219 561	1 735 279
Financial assets at fair value through profit or loss	66 728	94 945	44 249	62 961
Shares and other non-fixed income securities	10	14	10	14
Derivative financial instruments	567	807	323	460
Due from other credit institutions (term)	12 155	17 295	11 139	15 849
Intangible fixed assets	715	1 017	484	689
Property and equipment	29 282	41 665	26 326	37 459
Deferred expenses and accrued income	2 808	3 995	1 752	2 493
Other assets	7 039	10 016	5 033	7 161
<b>Total assets</b>	<b>1 575 720</b>	<b>2 242 048</b>	<b>1 429 978</b>	<b>2 034 675</b>
Due to credit institutions (demand)	29 867	42 497	16 525	23 513
Due to customers	307 923	438 135	316 742	450 683
Debt securities in issue	21 613	30 753	21 413	30 468
Derivative financial instruments	339	482	185	263
Due to credit institutions (term)	1 080 302	1 537 131	949 413	1 350 893
Corporate income tax liability	391	556	170	242
Deferred tax liabilities	235	334	209	297
Deferred income and accrued expenses	4 274	6 081	3 304	4 701
Other liabilities	4 694	6 679	4 815	6 851
Subordinated loan	40 334	57 390	35 629	50 695
Capital and reserves	85 748	122 008	81 573	116 068
<b>Total liabilities</b>	<b>1 575 720</b>	<b>2 242 048</b>	<b>1 429 978</b>	<b>2 034 675</b>
Contingent liabilities	20 235	28 792	19 645	27 952
Due to customers	146 062	207 828	132 562	188 619
Managed assets	-	-	-	-

The translation of the balance sheet items into EUR was done at the official rate quoted by the Bank of Latvia:

1 EUR = 0.702804 LVL

Board member

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Board member

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Date: 29 May 2007

**Profit and Loss Account**

31 March 2007

(the last date of the reported period)

Name of credit institution  
AS DnB NORD Banka  
Credit institution's code: 784  
Address: Rīgā, Smiļšu ielā 6

<b>Position</b>	<b>Reported period</b>	<b>Reported period</b>	<b>The respective period of the preceding year</b>	<b>The respective period of the preceding year</b>
	<b>Group</b>	<b>Group</b>	<b>Group</b>	<b>Group</b>
	LVL`000	EUR`000	LVL`000	EUR`000
Interest income	19 208	27 331	9 881	14 059
Interest expenses	(12 194)	(17 350)	(5 436)	(7 735)
Fees and commissions income	3 670	5 222	2 515	3 579
Fees and commissions expenses	(999)	(1 421)	(738)	(1 050)
Profit/loss from financial instruments trade transactions	666	948	454	646
Other operating income	1 659	2 361	930	1 323
Administrative expenses	(4 915)	(6 993)	(3 038)	(4 323)
Depreciation of intangible and fixed assets and the adjustments of their value	(1 454)	(2 069)	(746)	(1 061)
Other operating expenses	(96)	(137)	(76)	(108)
Provisions for bad debts and off-balance sheet liabilities	(1 056)	(1 503)	(941)	(1 339)
Income from the reduction of provisions	419	596	515	733
Operating profit/loss	4 908	6 983	3 320	4 724
Extraordinary income				
Extraordinary expenses				
Profit/loss before taxation	4 908	6 983	3 320	4 724
Deferred tax	(26)	(37)	88	125
Corporate income tax	(740)	(1 053)	(479)	(682)
<b>Net profit for the period</b>	<b>4 142</b>	<b>5 894</b>	<b>2 929</b>	<b>4 168</b>
<b>Attributable to:</b>				
Equity holders of the Bank	4 148	5 902	2 935	4 176
Minority interest	(6)	(9)	(6)	(9)

Profit on share (EPS)

0,07

0,10

0,09

0,13

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Board member

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Board member

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Date: 29 May 2007

**Statement of Cash Flows**

31 March 2007  
(the last date of the reported period)

Name of credit institution  
AS DnB NORD Banka  
Credit institution's code: 784  
Address: Rīgā, Smilšu ielā 6

Position	Reported period	Reported period	The respective period of the preceding year	The respective period of the preceding year
	Group LVL` 000	Group EUR` 000	Group LVL` 000	Group EUR` 000
Profit before income tax	4 908	6 983	3 320	4 724
Adjustments for:				
Depreciation and amortisation	1 450	2 063	761	1 083
Loss from revaluation of financial assets	167	238	38	54
Provisions for impairment of loans and other assets, net	569	810	245	349
Profit from sale of fixed assets	(172)	(245)	(166)	(236)
Corporate income tax paid	(519)	(738)	106	151
<b>Increase in cash and cash equivalents before changes in assets and liabilities as a result of ordinary operations</b>	<b>6 403</b>	<b>9 111</b>	<b>4 304</b>	<b>6 124</b>
(Increase) in other assets and accrued income	(3 063)	(4 358)	(2 043)	(2 907)
Increase/(decrease) in other liabilities and accrued expenses	881	1 254	(1 279)	(1 820)
(Increase) / decrease in securities	(22 535)	(32 064)	8 016	11 406
(Increase) / decrease in due from credit institutions	(42)	(60)	235	334
(Increase) in loans	(117 991)	(167 886)	(92 629)	(131 799)
Increase in due to credit institutions	130 890	186 240	46 867	66 686
(Decrease) / increase in deposits	(8 819)	(12 548)	33 807	48 103
<b>Net cash used in operating activities</b>	<b>(14 276)</b>	<b>(20 313)</b>	<b>(2 722)</b>	<b>(3 873)</b>
<b>Investing activities</b>				
Acquisition of fixed assets	(5 246)	(7 464)	(2 767)	(3 937)
Proceeds from sale of fixed assets and intangible assets	783	1 114	419	596
Purchase of shares of a subsidiary	-	-	-	-
<b>Net cash used in investing activities</b>	<b>(4 463)</b>	<b>(6 350)</b>	<b>(2 348)</b>	<b>(3 341)</b>
<b>Cash flows from financing activities</b>				
Increase of share capital	-	-	-	-
Subordinated loan	4 705	6 695	(122)	(174)
Dividends paid	-	-	-	-
<b>Net decrease in cash and cash equivalents</b>	<b>(14 034)</b>	<b>(19 969)</b>	<b>(5 192)</b>	<b>(7 388)</b>
Cash and cash equivalents at the beginning of the year	115 241	163 973	49 529	70 473
Cash and cash equivalents at the end of the period	101 207	144 005	44 337	63 086
<b>Net decrease in cash and cash equivalents</b>	<b>(14 034)</b>	<b>(19 969)</b>	<b>(5 192)</b>	<b>(7 388)</b>

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1 EUR = 0.702804 LVL

Board member

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Board member

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Date: 29 May 2007

**Statement of Changes in Shareholders` Equity of the Group for the period ended 31 March 2007**

Name of credit institution  
AS DnB NORD Banka  
Credit institution's code: 784  
Address: Rīgā, Smiļšu ielā 6

	Share capital	Share premium	Reserve capital	Revaluation reserve	Retained loss	Current year profit	Minority interest	Total
	LVL`000	LVL`000	LVL`000	LVL`000	LVL`000	LVL`000	LVL`000	LVL`000
<b>31 December 2006</b>	<b>56 961</b>	<b>48 994</b>	<b>214</b>	<b>133</b>	<b>(34 609)</b>	<b>9 842</b>	<b>38</b>	<b>81 573</b>
Increase of share capital	-	-	-	-	-	-	-	-
Transfer to retained loss	-	-	-	-	9 875	(9 842)	-	33
Profit for the year	-	-	-	-	-	4 148	(6)	4 142
<b>31 March 2007</b>	<b>56 961</b>	<b>48 994</b>	<b>214</b>	<b>133</b>	<b>(24 734)</b>	<b>4 148</b>	<b>32</b>	<b>85 748</b>

	Share capital	Share premium	Reserve capital	Revaluation reserve	Retained loss	Current year profit	Minority interest	Total
	EUR`000	EUR`000	EUR`000	EUR`000	EUR`000	EUR`000	LVL`000	EUR`000
<b>31 December 2006</b>	<b>81 048</b>	<b>69 712</b>	<b>304</b>	<b>189</b>	<b>(49 244)</b>	<b>14 004</b>	<b>54</b>	<b>116 068</b>
Increase of share capital	-	-	-	-	-	-	-	-
Transfer to retained loss	-	-	-	-	14 051	(14 004)	-	47
Profit for the year	-	-	-	-	-	5 902	(9)	5 894
<b>31 March 2007</b>	<b>81 048</b>	<b>69 712</b>	<b>304</b>	<b>189</b>	<b>(35 193)</b>	<b>5 902</b>	<b>46</b>	<b>122 008</b>

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Board member \_\_\_\_\_

Board member \_\_\_\_\_

Date: 29 May 2007