



Shareholders and participation in paid-in share capital

31 December 2014

Name of credit institution

AS DNB banka

Credit institution's code: 784

Address: Rīga, Skanstes iela 12

| | Paid-in share capital EUR`000 | % of total paid-in share capital | Number of shares |
|--------------|--|---|-----------------------------|
| DNB Bank ASA | 191 178 | 100% | 191 178 337 |

Management of DNB Banka

31 December 2014

The Supervisory Council

Name

Terje Turnes
Tony Samuelsen
Leif Rene Hansen
Eline Skramstad

Position

Chairman of the Supervisory Council
Member of the Supervisory Council
Member of the Supervisory Council
Member of the Supervisory Council

The Board of Directors

Name

Aasmund Skaar*
Ivars Kapitovics
Dace Kaulina
Lauris Macijevskis
Intars Sloka
Janis Teteris
Arne Vilhelmsen

Position

Chairman of the Management Board, president
Member of the Management Board, vice-president
Member of the Management Board, vice-president
Member of the Management Board, vice-president
Member of the Management Board, vice-president
Member of the Management Board, vice-president
Member of the Management Board, vice-president

*From 01.01.2015 Atle Knai has been appointed as the Chairman of the Management Board, president of AS DNB banka

Bank's organisational structure

Information on organisation structure of AS DNB banka can be found in the Bank's Internet home page chapter "Organizācijas struktūra" (available in latvian)
<https://www.dnb.lv/lv/par-mums/organizacijas-struktura>

Vision, Mission, Strategy

Information on Vision, Mission and Strategy of AS DNB banka can be found in the Bank's Internet home page chapter "Vīzija, vērtības un stratēģija" (available in latvian)
<https://www.dnb.lv/lv/par-mums/vizija-vertibas-un-strategija>



Balance Sheet

31 December 2014

(the last date of the reported period)

Name of credit institution

AS DNB banka

Credit institution's code: 784

Address: Riga, Skanstes iela 12

| Position | 31.12.2014 | 31.12.2014 | 31.12.2013 | 31.12.2013 |
|---|-------------------------------|------------------------------|-----------------------------|----------------------------|
| | unaudited Group EUR`000 | unaudited Bank EUR`000 | audited Group EUR`000 | audited Bank EUR`000 |
| Cash and claims on demand on central banks | 52 994 | 52 994 | 195 887 | 195 887 |
| Claims on demand on credit institutions | 39 954 | 39 402 | 54 277 | 53 691 |
| Financial assets held for trading | 19 168 | 19 168 | 33 031 | 33 031 |
| Financial assets at fair value through profit and loss | 35 337 | 35 337 | 41 455 | 41 455 |
| Financial assets available-for-sale | 267 | 267 | 65 | 65 |
| Loans and debtors | 2 094 167 | 2 049 845 | 1 978 875 | 1 939 162 |
| Held-to-maturity investments | - | - | - | - |
| Fair value changes for the portion of portfolio hedged against interest rate risk | - | - | - | - |
| Accrued income and next period expenses | 1 603 | 1 269 | 1 266 | 925 |
| Fixed assets | 32 330 | 6 733 | 32 854 | 6 676 |
| Investment property | 62 148 | 10 245 | 66 992 | 17 370 |
| Intangible assets | 3 001 | 2 589 | 2 412 | 1 955 |
| Investments in the share capital of related and associated companies | - | 9 161 | - | 8 860 |
| Foreclosed assets | - | - | - | - |
| Tax assets | 9 075 | 8 701 | 9 327 | 8 735 |
| Other assets | 12 257 | 3 064 | 10 038 | 4 034 |
| Total assets | 2 362 301 | 2 238 775 | 2 426 479 | 2 311 847 |
| Liabilities to central bank | 60 500 | 60 500 | - | - |
| Liabilities on demand to credit institutions | 6 903 | 6 903 | 16 248 | 16 248 |
| Financial liabilities held for trading | 14 751 | 14 751 | 32 221 | 32 221 |
| Financial liabilities at fair value through profit and loss | - | - | - | - |
| Financial liabilities at amortised cost | 2 012 158 | 1 866 849 | 2 130 332 | 1 985 582 |
| Financial liabilities arisen from transfer of financial assets | - | - | - | - |
| Fair value changes for the portion of portfolio hedged against interest rate risk | - | - | - | - |
| Accrued expenses and next period income | 4 574 | 4 393 | 6 329 | 5 921 |
| Provisions | 2 446 | 26 880 | 1 777 | 31 504 |
| Tax liabilities | 175 | - | 28 | - |
| Other liabilities | 5 888 | 1 045 | 4 684 | 2 272 |
| Total liabilities | 2 107 395 | 1 981 321 | 2 191 620 | 2 073 747 |
| Capital and reserves | 254 906 | 257 454 | 234 859 | 238 099 |
| Total capital and reserves and liabilities | 2 362 301 | 2 238 775 | 2 426 479 | 2 311 847 |
| Off-balance sheet items | | | | |
| Contingent liabilities | 43 017 | 43 017 | 54 697 | 54 697 |
| Due to customers | 209 334 | 214 297 | 170 893 | 201 979 |



Profit and Loss Account

31 December 2014

(the last date of the reported period)

Name of credit institution
AS DNB banka
Credit institution's code: 784
Address: Riga, Skanstes iela 12

| Position | Reported period | Reported period | The respective period of the preceding year | The respective period of the preceding year |
|--|-------------------------------|------------------------------|---|---|
| | unaudited Group EUR`000 | unaudited Bank EUR`000 | audited Group EUR`000 | audited Bank EUR`000 |
| Interest income | 56 175 | 52 107 | 61 312 | 57 615 |
| Interest expenses | (11 176) | (9 603) | (16 530) | (14 778) |
| Dividend income | 9 | 9 | 12 | 888 |
| Fees and commissions income | 18 275 | 15 858 | 19 553 | 17 659 |
| Fees and commissions expenses | (5 951) | (5 696) | (5 977) | (5 841) |
| Net realised profit/loss from the financial assets and financial liabilities valued at amortised cost | - | - | - | - |
| Net realised profit/loss from the financial assets available for sale | - | - | - | - |
| Net profit/loss from the financial assets and financial liabilities held for trading | (625) | (625) | 1 336 | 1 336 |
| Net profit/loss from the financial assets and financial liabilities classified at fair value through profit and loss | (359) | (358) | (337) | (337) |
| Fair value changes in hedge accounting | - | - | (552) | (552) |
| Foreign currency trade and revaluation profit/loss | 2 282 | 2 252 | 6 040 | 6 074 |
| Profit/loss from derecognition of assets, equipment and devices, investment property and intangible assets | 1 063 | 333 | 1 077 | 477 |
| Other operating income | 4 290 | 4 891 | 5 296 | 6 592 |
| Other operating expenses | (1 589) | (1 496) | (1 448) | (1 360) |
| Administrative expenses | (37 932) | (35 330) | (42 644) | (40 918) |
| Depreciation | (3 711) | (2 868) | (3 926) | (3 008) |
| Net allowances for impairment loss | 607 | 697 | (14 953) | (14 570) |
| Impairment losses | (792) | (822) | 2 018 | (838) |
| Profit / Loss before income tax | 20 566 | 19 349 | 10 277 | 8 439 |
| Corporate income tax | (540) | (14) | 343 | 137 |
| Net profit / loss for the year | 20 026 | 19 335 | 10 620 | 8 576 |



The Bank's Performance Ratios

31 December 2014
(the last date of the reported period)

Name of credit institution
AS DNB banka
Credit institution's code: 784
Address: Riga, Skanstes iela 12

| Position | Reported period | Reported period | The respective period of the preceding year | The respective period of the preceding year |
|----------------------------|-----------------|-----------------|---|---|
| | Group | Bank | Group | Bank |
| Return on equity (ROE) (%) | 8.15% | 7.77% | 4.68% | 3.68% |
| Return on assets (ROA) (%) | 0.78% | 0.80% | 0.40% | 0.34% |

Composition of the Consolidated group

31 December 2014
(the last date of the reported period)

| No. | Name of the company | Registration number | Country of domicile, registration address | Company type* | Portion of a holding in share capital (%) | Portion of voting rights in the company (%) | Motivation for inclusion in the group** |
|-----|---------------------------|---------------------|---|---------------|---|---|---|
| 1 | SIA DNB Iizings | 40003659898 | LV, Riga, Skanstes street 12 | LIZ | 100 | 100 | MS |
| 2 | IPAS DNB Asset Management | 40003699053 | LV, Riga, Skanstes street 12 | IPS | 100 | 100 | MS |
| 3 | SIA Skanstes 12 | 40003975842 | LV, Riga, Skanstes street 12 | PLS | 100 | 100 | MS |
| 4 | SIA Salvus | 40103223713 | LV, Riga, Skanstes street 12 | PLS | 100 | 100 | MS |
| 5 | SIA Salvus 2 | 50103254931 | LV, Riga, Skanstes street 12 | PLS | 100 | 100 | MS |
| 6 | SIA Salvus 3 | 40103261113 | LV, Riga, Skanstes street 12 | PLS | 100 | 100 | MS |
| 7 | SIA Salvus 4 | 40103588074 | LV, Riga, Skanstes street 12 | PLS | 100 | 100 | MS |
| 8 | SIA Salvus 5 | 40103673347 | LV, Riga, Skanstes street 12 | PLS | 100 | 100 | MS |
| 9 | SIA Salvus 6 | 40103826344 | LV, Riga, Skanstes street 12 | PLS | 100 | 100 | MS |

* IPS – investment management company, LIZ – leasing company, PLS – supporting company.

** MS - subsidiary company.

Risk analysis

Information on risk analysis can be found in AS DNB banka report ended 31 December 2013.

https://www.dnb.lv/sites/default/files/about/documents/qada_parskats_2013_en.pdf



Financial assets designated at fair value through profit or loss

31 December 2014
(the last date of the reported period)

Name of credit institution
AS DNB banka
Credit institution's code: 784
Address: Rīga, Skanstes iela 12

| Financial assets designated at fair value through profit or loss | 31.12.2014 unaudited Group EUR'000 | 31.12.2014 unaudited Bank EUR'000 | 31.12.2013 audited Group EUR'000 | 31.12.2013 audited Bank EUR'000 |
|---|---|--|---|--|
| Debt securities | | | | |
| Latvian government securities | 34 790 | 34 790 | 40 909 | 40 909 |
| Total debt securities | 34 790 | 34 790 | 40 909 | 40 909 |
| Investment funds | | | | |
| DNB Rezerves Fonds | 547 | 547 | 546 | 546 |
| Total investment funds | 547 | 547 | 546 | 546 |
| Total | 35 337 | 35 337 | 41 455 | 41 455 |

| | Moody's equivalent grades | 31.12.2014 | | 31.12.2013 | |
|---------------------|----------------------------------|-------------------|-------------|-------------------|-------------|
| | | unaudited | | audited | |
| | | EUR'000 | % | EUR'000 | % |
| Risk rating class 1 | Aaa | - | 0% | - | 0% |
| Risk rating class 2 | Aa1-A3 | - | 0% | - | 0% |
| Risk rating class 3 | Baa1-Baa2 | 34 790 | 98% | - | 0% |
| Risk rating class 4 | Baa3 | - | 0% | 40 909 | 99% |
| Not rated | | 547 | 2% | 546 | 1% |
| Total | | 35 337 | 100% | 41 455 | 100% |



Capital base and minimum capital requirement summary

31 December 2014

(the last date of the reported period)

Name of credit institution
AS DNB banka
Credit institution's code: 784
Address: Riga, Skanstes iela 12

| No | Position | 31.12.2014 | 31.12.2014 |
|-------------|---|-------------------------------|------------------------------|
| | | unaudited Group EUR`000 | unaudited Bank EUR`000 |
| 1. | Own funds (1.1.+1.2.) | 223 990 | 233 698 |
| 1.1. | Tier 1 capital (1.1.1+1.1.2.) | 223 990 | 233 698 |
| 1.1.1. | Common equity tier 1 capital | 223 990 | 233 698 |
| 1.1.2. | Additional tier 1 capital | - | - |
| 1.2. | Tier 2 capital | - | - |
| 2. | Total risk exposure amount (2.1.+2.2.+2.3.+2.4.+2.5.+2.6.+2.7.) | 1 624 023 | 1 526 099 |
| 2.1. | Risk weighted exposure amounts for credit, counterparty credit and dilution risks and free deliveries | 1 479 921 | 1 385 875 |
| 2.2. | Settlement/delivery risk exposure amount | - | - |
| 2.3. | Total risk exposure amount for position, foreign exchange and commodities risks | - | - |
| 2.4. | Total risk exposure amount for operational risk | 128 537 | 124 659 |
| 2.5. | Total risk exposure amount or credit valuation adjustment | 15 565 | 15 565 |
| 2.6. | Total risk exposure amount related to large exposures in the trading book | - | - |
| 2.7. | Other risk exposure amounts | - | - |
| 3. | Capital ratios and capital levels | - | - |
| 3.1. | CET 1 Capital ratio (1.1.1./2.*100) | 13.79% | 15.31% |
| 3.2. | Surplus(+)/Deficit(-) of CET 1 capital (1.1.1.-2.*4.5%) | 150 909 | 165 024 |
| 3.3. | Tier 1 Capital ratio (1.1./2.*100) | 13.79% | 15.31% |
| 3.4. | Surplus(+)/Deficit(-) of Tier 1 capital (1.1.-2.*6%) | 126 549 | 142 132 |
| 3.5. | Total capital ratio (1./2.*100) | 13.79% | 15.31% |
| 3.6. | Surplus(+)/ Deficit(-) of total capital (1.-2.*8%) | 94 068 | 111 610 |
| 4. | Combined buffer requirement | 2.5 | 2.5 |
| 4.1. | Capital conservation buffer (%) | 2.5 | 2.5 |
| 4.2. | Institution-specific countercyclical capital buffer (%) | - | - |
| 4.3. | Systemic risk buffer (%) | - | - |
| 4.4. | G-SII buffer (%) | - | - |
| 4.5. | O-SII buffer (%) | - | - |



Liquidity ratio

31 December 2014

(the last date of the reported period)

Name of credit institution

AS DNB banka

Credit institution's code: 784

Address: Rīga, Skanstes iela 12

| No. | Position | 31.12.2014 unaudited Bank EUR`000 |
|------------|--|--|
| 1. | Liquid assets | |
| 1.1. | Cash | 26 270 |
| 1.2. | Deposits with central banks | 25 504 |
| 1.3. | Deposits with solvent credit institutions | 465 421 |
| 1.4. | Liquid securities | 34 671 |
| 1.5. | Total (1.1.+1.2.+1.3.+1.4.) | 551 866 |
| 2. | Current liabilities (with remaining maturity up to 30 days) | |
| 2.1. | Deposits from credit institutions | 84 695 |
| 2.2. | Deposits | 872 637 |
| 2.3. | Issued debt securities | - |
| 2.4. | Cash in transit | 2 545 |
| 2.5. | Other current liabilities | 6 223 |
| 2.6. | Off-balance liabilities | 190 618 |
| 2.7. | Total (2.1.+2.2.+2.3.+2.4.+2.5.+2.6.) | 1 156 718 |
| 3. | Liquidity ratio (1.5./2.7.) (%) | 47.71 |
| 4. | Minimum liquidity ratio | 30% |