

**AS "SMP Bank"**  
**Quarterly Financial Statements**  
**for the period ended 30 June, 2011**

Appendix 1  
of the Financial and Capital Market Commission Regulation Nr. 145 of 15.09.2006.

**Balance Sheet**  
as of June 30, 2011  
(Last date of the reporting period)

000'Ls

Name of the Item	Group 31.03.2011.	Bank 31.03.2011.	Group 31.12.2010.*	Bank 31.12.2010.*
Cash in Hand and Demand Claims on Central Banks	11990	11990	11390	11390
Demand Claims on Credit Institutions	20584	20584	46265	46265
Trading securities	20	20	20	20
Securities designated at fair value through profit or loss	0	0	0	0
Investment securities available-for-sale	0	0	0	0
Loans and advances to customers	65528	68376	61043	62611
Held-to-maturity investments	8242	8242	8489	8489
incl. Latvian Government Bonds	2181	2181	3103	3103
incl. Russian Federation corporate entities' Eurobonds	2084	2084		
Changes in fair value of portfolio part hedged against percentage risk	0	0	0	0
Prepayments and Accrued Income	0		0	0
Property and equipment	791	707	721	721
Investment properties	2651	0	1515	0
Intangible assets	0	0	0	0
Investments in subsidiaries	0	0	0	0
Tax receivables	55	0	58	4
Other Assets	455	383	471	464
<b>Total assets</b>	<b>110316</b>	<b>110302</b>	<b>129972</b>	<b>129964</b>
Liabilities to Central Banks	42	42	46	46
Demand Liabilities to Credit Institutions	118	118	8928	8928
Held-for-trading financial liabilities	0	0	0	0
Financial liabilities at fair value with changes in fair value in net profit or loss	0	0	0	0
Financial liabilities at amortised cost	97661	97325	102415	102469
Financial liabilities after transferring of financial assets	0	0	0	0
Changes in fair value of portfolio part hedged against percentage risk	0	0	0	0
Deferred Income and Accrued Expenses	0		0	
Provisions for Liabilities and Charges	98	98	97	97
Deferred tax liabilities	34	34	41	41
Other liabilities	3352	3674	9863	9791
<b>Total liabilities</b>	<b>101305</b>	<b>101291</b>	<b>121390</b>	<b>121372</b>
Shareholders' equity	9011	9011	8582	8592
<b>Total liabilities and shareholders' equity</b>	<b>110316</b>	<b>110302</b>	<b>129972</b>	<b>129964</b>
Off-Balance-Sheet Items				
Contingent Liabilities	4841	4541	3664	3823
Off-Balance-Sheet Commitments to Customers	4651	3683	3823	3428

\*) audited

Appendix 2  
of the Financial and Capital Market Commission Regulation Nr. 145 of 15.09.2006.

**Income Statement**

as of June 30, 2011

(Last date of the reporting period)

000`Ls

Name of the Item	Group; Financial year	Bank; Financial year	Group; Previous financial year appropriate period*	Bank; Previous financial year appropriate period*
Interest income	1,518	1,482	1,339	1,318
Interest expense	(611)	(611)	(735)	(735)
Dividend income	-	-	-	-
Fee and commission income	1,046	1,038	928	916
Fee and commission expense	(232)	(232)	(168)	(168)
Net profit/(loss) from financial assets and financial liabilities at amortised cost	-	-	-	-
Net profit/(loss) from from available-for-sale investments	-	-	-	-
Net profit/(loss) from held-for-trading investments	1	1	5	5
Net profit/(loss) from financial liabilities at fair value with changes in fair value in net profit or loss	-	-	-	-
Changes in fair value in hedge accounting	-	-	-	-
Profit/loss on foreign exchange trading and on foreign exchange revaluation	460	473	376	369
Profit/ (loss) from derecognising of property, plant and equipment, investment properties and intangible assets	-	-	-	-
Other income	43	2	-	-
Other expense	(37)	(19)	(1)	(14)
Administrative expense	(1,710)	(1,679)	(1,466)	(1,443)
Depreciation	(117)	(103)	(121)	(121)
Allowances for credit losses	68	68	(125)	(125)
Value impairment losses	-	-	-	-
<b>Profit before corporate income tax</b>	<b>429</b>	<b>420</b>	<b>32</b>	<b>2</b>
Corporate income tax	-	(1)	(5)	-
<b>Net profit for the period</b>	<b>429</b>	<b>419</b>	<b>27</b>	<b>2</b>

\*) audited

Appendix 3  
of the Financial and Capital Market Commission Regulation Nr. 145 of 15.09.2006.

**Bank activity indices**

as of June 30, 2011

(Last date of the reporting period)

Name of the Item	Previous financial year appropriate period (audited)	Previous financial year appropriate period (audited)*
Return on equity (ROE) (%)	9.32	0.05
Return on assets (ROA) (%)	0.70	0.00

\*) audited

Appendix 4  
of the Financial and Capital Market Commission Regulation Nr. 145 of 15.09.2006.

**Consolidated group**

as of June 30, 2011

(Last date of the reporting period)

Nr.	The name of the commercial company	Registration place code, address	Company type *	Portion of a holding in share capital (%)	Portion of voting rights in the company (%)	Motivation for inclusion in the group**
1	AS "SMP Finance"	LV, Рига, Элизабетес 57	CFI	49.03	49.03	MS

\*BNK – bank, APS – insurance company, PAP – reinsurance company,  
APP – insurance management company, IBS – investment brokerage company,  
IPS – investment management company, PFO – pension fund, CFI – other financial institution,  
FPS – financial management company, CKS – other commercial company.  
\*\* MS – subsidiary; KS – joint venture; MAS – parent company.

**Additional information:**

1. In the reporting period auditors have not audited AS "SMP Bank" Financial Statements.

2. The Information on risks in activities of AS „SMP Bank” was published in the Annual report for the year ended 31 December 2010 on pages 22-67 and in the Information Disclosure Statement for the year 2010 on pages 1-7 and has not changed from the moment of the publication.

3. Information on management of the Bank was published in the Annual report for the year ended 31 December 2010 on p.4. and has not changed from the moment of the publication.

4. The information on economic activities strategy was published on the AS „SMP Bank” home page in the section "About bank" and in the Information Disclosure Statement for the year 2010 on pages 4 - 5, and has not changed from the moment of the publication.

5. The information about Remuneration policies and practices of the Bank was published in the Information Disclosure Statement for the year 2010 on pages 5 - 6, and has not changed from the moment of the publication.

Chairperson of the Board \_\_\_\_\_ / S.Dzene /