

## Public report for 2 quarter of the year 2011

### Balance sheet

as of 30 June 2011

Item (thous LVL)	Reporting period Group	Reporting period Bank	Preceding reporting year Group	Preceding reporting year Bank
Cash and demand claims on central banks	313 977	313 977	393 634	393 634
Demand claims on other credit institutions	365 085	365 085	345 036	345 036
Financial assets held for trading	33 628	33 635	28 862	28 862
Financial assets at fair value through profit or loss	179 464	179 464	80 658	80 658
Available-for-sale financial assets	-	-	-	-
Loans and advances, net	2 753 565	2 628 112	3 196 846	3 072 233
Held-to-maturity investments	-	-	-	-
Interest risk protected portfolio share's fair value changes	-	-	-	-
Prepayments and accrued income	10 631	9 894	10 068	9 406
Tangible assets	28 667	12 427	29 847	13 347
Investment property	-	-	-	-
Intangible assets	31	31	47	47
Investments in subsidiaries	-	40 096	-	40 096
Tax assets	542	252	541	252
Deferred tax assets	51 435	47 804	61 280	56 866
Other assets	28 687	15 456	33 892	23 058
<b>Total assets</b>	<b>3 765 712</b>	<b>3 646 233</b>	<b>4 180 711</b>	<b>4 063 495</b>
Due to Central Bank	-	-	-	-
Demand liabilities to credit institutions	46 508	46 508	46 805	46 805
Financial liabilities held for trading	14 785	14 785	11 947	11 947
Financial liabilities at fair value through profit or loss	-	-	-	-
Financial liabilities at amortised value	3 084 110	2 977 621	3 571 645	3 459 760
Financial liabilities resulting from transfer of financial assets	-	-	-	-
Interest risk protected portfolio share's fair value changes	-	-	-	-
Accrued expenses and deferred income	24 458	15 987	20 912	16 725
Tax liabilities	4	-	-	-
Deferred tax liability	1 192	-	1 165	-
Provisions	2 362	2 362	3 439	3 427
Other liabilities	61 769	61 770	44 461	44 461
<b>Total liabilities</b>	<b>3 235 188</b>	<b>3 119 033</b>	<b>3 700 374</b>	<b>3 583 125</b>
<b>Shareholders' equity</b>	<b>530 524</b>	<b>527 200</b>	<b>480 337</b>	<b>480 370</b>
<b>Total liabilities and shareholders' equity</b>	<b>3 765 712</b>	<b>3 646 233</b>	<b>4 180 711</b>	<b>4 063 495</b>
<b>Off-balance sheet items</b>	<b>347 108</b>	<b>322 895</b>	<b>354 185</b>	<b>327 178</b>
Contingent liabilities	93 590	93 590	64 682	64 682
Commitments	253 518	229 305	289 503	262 496

# Income Statement

For the 6 months period ended 30 June 2011

Item	Reporting period	Reporting period	Preceding reporting year	Preceding reporting year
	Group	Bank	the same period	the same period
(thous LVL)	Group	Bank	Group	Bank
Interest income	74 058	68 109	81 260	72 599
Interest expense	(32 009)	(30 691)	(44 828)	(43 295)
Dividend income	-	-	-	-
Fees and commissions income	23 966	23 875	22 249	22 194
Fees and commissions expense	(8 594)	(8 521)	(5 435)	(5 323)
Net realised profit/loss from financial assets held at amortised value	-	-	-	-
Net realised profit/loss from financial assets available for sale	-	-	-	-
Net realised profit/loss from financial assets held for trading	(305)	(299)	(245)	(245)
Net profit/loss for financial assets and financial liabilities at fair value through profit or loss	(1 197)	(1 197)	1 134	1 134
Changes in fair value due to risk minimization accounting	-	-	-	-
Profit/loss from dealing and revaluation of foreign currencies	7 849	7 856	8 072	8 105
Profit/loss from derecognition of property, equipment and machinery, investment property and intangible assets	-	-	-	-
Other operating income	2 550	2 230	3 843	2 826
Other expenses	(792)	(299)	(801)	(144)
Administrative expenses	(26 986)	(27 053)	(27 522)	(27 281)
Depreciation and amortisation	(1 879)	(1 482)	(2 166)	(1 729)
Impairment charge for credit losses	23 696	22 873	(101 021)	(96 493)
Impairment losses	(791)	-	(1 177)	(57)
Corporate income tax	(9 876)	(9 062)	10 066	10 116
<b>Profit/(loss) for the reporting period</b>	<b>49 690</b>	<b>46 339</b>	<b>(56 571)</b>	<b>(57 593)</b>

Audit of annual report for year 2010 were performed by „Deloitte Audits Latvia“ SIA.

## Operational results of the Group and the Bank<sup>1</sup>

Item	Reporting period	Reporting period	Preceding reporting year	Preceding reporting year
	Group	Bank	Group	Bank
Return on equity (ROE) (%)	19.75	18.50	(9.73)	(9.82)
Return on assets (ROA) (%)	2.52	2.42	(1.11)	(1.17)

<sup>1</sup> annualised

## Ratings

"Swedbank" AS as a member of Swedbank Group has no separate credit ratings. See more information on "Swedbank" AB credit ratings on Swedbank Group web site:

<http://www.swedbank.com/investor-relations/debt-investor/rating/index.htm>

## Risk analyses

Risk analyses can be found in the last annual report:

[http://www.swedbank.lv/eng/docs/finanses\\_gads.php](http://www.swedbank.lv/eng/docs/finanses_gads.php)

## Purpose, values and vision

Purpose, values and vision of Swedbank Group can be found here:

<http://www.swedbank.lv/eng/docs/misija.php>

## Strategy

Strategy of Swedbank Group can be found here:

<http://www.swedbank.lv/eng/docs/strategy.php>

## Consolidation Group

No	Subsidiaries	Registration number	Address	Business profile <sup>2</sup>	Share (%)	Voting power (%)	Status <sup>3</sup>
1	"Swedbank" AS	40003074764	Balasta dambis 1a, Rīga, LV-1048	BNK	100%	100%	MAS
2	"Swedbank Līzings" SIA	40003240524	Balasta dambis 1a, Rīga, LV-1048	CFI	100%	100%	MS
3	"Swedbank Autoparku Vadība" SIA	40003359984	Balasta dambis 1a, Rīga, LV-1048	CFI	100%	100%	MS
4	"Swedbank Īpašumi" SIA	40003552687	Balasta dambis 1a, Rīga, LV-1048	PUZ	100%	100%	MS
5	"Swedbank atklātais pensiju fonds" AS	40003606528	Balasta dambis 1a, Rīga, LV-1048	PFO	100%	100%	MS

<sup>2</sup> BNK- bank, PFO-pension fund, CFI- other financial institution, PUZ- supporting enterprise

<sup>3</sup> MS- subsidiary company, MAS- parent company.

Information on "Swedbank" AS branches can be found here: <http://www.swedbank.lv/eng/docs/filiales.php>

# Council and Management Board

30.06.2011

## Members of the Supervisory Council of the Bank

Håkan Berg	Chairman of the Council
Erkki Raasuke	Deputy Chairman of the Council
Erik Štarkov	Member of the Council

## Members of the Management Board of the Bank

Māris Mančinskis	Chairman of the Board
Ansis Grasmanis	Member of the Board
Irīna Pigozne	Member of the Board
Ģirts Bērziņš	Member of the Board
Daniils Ruļovs	Member of the Board

# Shareholders

30.06.2011

Shareholder	No. of shares	Sum LVL	Share (%)
„Swedbank” AS (registered in Estonia)	662 641 270	662 641 270	99.9997%
Private persons	1 844	1 844	0.0003%