

Public report for 4 quarter of the year 2008

Balance sheet

as of 31 December 2008

Item (thous LVL)	Reporting year	Reporting year	Preceding reporting year	Preceding reporting year
	Group	Bank	Group	Bank
Cash and demand claims on central banks	373 936	373 936	354 356	354 356
Demand claims on other financial institutions	269 550	269 550	293 422	293 422
Financial assets held for trading	22 055	22 108	9 969	9 969
Financial assets at fair value through profit or loss	223 256	223 073	146 743	146 532
Available-for-sale financial assets	-	-	3	3
Loans and advances, net	4 502 871	4 236 199	4 177 428	3 884 601
<i>Claims on other financial institutions</i>	<i>1 816</i>	<i>1 814</i>	<i>35 868</i>	<i>35 207</i>
<i>Loans to customers</i>	<i>4 590 609</i>	<i>4 310 843</i>	<i>4 171 375</i>	<i>3 876 038</i>
<i>Allowance for loan losses</i>	<i>(89 554)</i>	<i>(76 458)</i>	<i>(29 815)</i>	<i>(26 644)</i>
Held-to-maturity investments	-	-	-	-
Prepayments and accrued income	44 589	28 702	34 019	16 484
Tangible assets	37 475	19 959	35 217	16 202
Intangible assets	69	62	76	66
Investments in subsidiaries	-	6 114	-	6 114
Other assets	22 288	16 739	9 652	8 096
Total assets	5 496 089	5 196 442	5 060 885	4 735 845
Due to Central Bank	-	-	-	-
Due to Central Government	-	-	-	-
Demand liabilities to financial institutions	63 056	63 176	54 223	55 180
Financial liabilities held for trading	6 141	6 141	4 947	4 947
Deposits	1 548 986	1 566 791	1 704 122	1 716 005
<i>Demand deposits</i>	<i>839 222</i>	<i>855 177</i>	<i>1 146 287</i>	<i>1 157 920</i>
<i>Time deposits</i>	<i>709 764</i>	<i>711 614</i>	<i>557 835</i>	<i>558 085</i>
Financial liabilities held-to-maturity	-	-	-	-
Financial liabilities at amortised value	3 182 518	2 879 136	2 637 950	2 331 256
<i>Liabilities to financial institutions</i>	<i>3 182 518</i>	<i>2 879 136</i>	<i>2 637 950</i>	<i>2 331 256</i>
<i>Debt securities in issue</i>	-	-	-	-
Accrued expenses and deferred income	56 556	44 270	64 303	42 694
Provisions	2 293	2 206	1 610	1 610
Deferred tax liability	1 727	666	1 500	516
Subordinated debt	-	-	-	-
Other liabilities	62 009	62 009	78 511	78 511
Total liabilities	4 923 286	4 624 395	4 547 166	4 230 719
Shareholders' equity	572 803	572 047	513 719	505 126
Total liabilities and shareholders' equity	5 496 089	5 196 442	5 060 885	4 735 845
Off-balance sheet items	625 121	507 185	761 975	636 408
Contingent liabilities	103 349	103 369	93 672	93 672
Commitments	521 772	403 816	668 303	542 736

Income Statement

For the 12 months period ended 31 December 2008

Item (thous LVL)	Reporting year		Preceding reporting year	
	Group	Bank	Group	Bank
Interest income	358 012	321 838	288 327	263 579
Interest expense	(199 459)	(184 127)	(139 154)	(133 549)
Dividend income	-	9 083	-	7 816
Fees and commissions income	55 491	50 889	51 237	47 961
Fees and commissions expense	(14 962)	(14 325)	(14 238)	(13 482)
Net realised profit/loss from financial assets held at amortised value	550	550	-	-
Net realised profit/loss from financial assets held for trading	(584)	(584)	469	464
Net profit/loss for financial assets and financial liabilities at fair value through profit or loss	(6 580)	(6 585)	(1 044)	(1 044)
Changes in fair value due to risk minimization accounting	(1)	(1)	(12)	(12)
Profit/loss from dealing and revaluation of foreign currencies	22 352	22 299	22 366	21 826
Other operating income	6 733	7 429	4 531	4 609
Other expenses	(12 407)	(10 901)	(12 115)	(10 663)
Administrative expenses	(66 609)	(62 456)	(61 745)	(58 055)
Depreciation and amortisation	(4 863)	(3 752)	(4 345)	(3 130)
Impairment charge for credit losses	(67 462)	(53 519)	(17 336)	(12 965)
Corporate income tax	(11 127)	(8 917)	(16 654)	(14 407)
Profit for the reporting year	59 084	66 921	100 287	98 948

Operational results of the Group and the Bank¹

Pozīcijas nosaukums	Reporting year		Preceding reporting year	
	Group	Bank	Group	Bank
Return on equity (ROE) (%)	10.62	12.09	23.51	23.00
Return on assets (ROA) (%)	1.12	1.35	2.23	2.27

¹ annualised

Ratings

Hansapank (Estonia) assessment²

	Local currency		Foreign currencies		Financial strength
	Short term deposits	Long term deposits	Short term deposits	Long term deposits	
Moody's New York	P-1	A1 ³	P-1	A1	C ⁴

	Short term rating	Long term Issuer Default Rating	Individual rating	Support Rating
Fitch London	F1	A	C/D ⁵	1

² Hansapank (Estonia) is the parent company of AS Hansabanka

³ decreased 10.10.2008

⁴ decreased 10.10.2008

⁵ decreased 07.10.2008

Consolidation Group

No	Subsidiaries	Registration number	Address	Business profile ³	Share (%)	Voting power (%)	Status ⁴
1	AS Hansabanka	40003074764	Balasta dambis 1a, Rīga, LV-1048	BNK	100%	100%	MAS
2	SIA Hansa Līzings	40003240524	Kaļķu iela 26, Rīga, LV-1050	CFI	100%	100%	MS
3	SIA Baltijas Autolīzings	40003359984	Kaļķu iela 26, Rīga, LV-1050	CFI	100%	100%	MS
4	SIA Hansa Apdrošināšanas Brokeris	40003397986	Kaļķu iela 26, Rīga, LV-1050	CFI	100%	100%	MS
5	SIA Hansabankas Centrālā Ēka	40003552687	Balasta dambis 1a, Rīga, LV-1048	PUZ	100%	100%	MS
6	IPS Hansa Fondi	40003337582	Balasta dambis 1a, Rīga, LV-1048	CFI	100%	100%	MS
7	AS Hansa atklātais pensiju fonds	40003606528	Balasta dambis 1a, Rīga, LV-1048	PFO	100%	100%	MS

³ BNK- bank, APS- insurance company, ISA- investment company, PFOpension

fund, CFI- other financial institution,

FPS- finance management company, PUZ- supporting enterprise

⁴ MS- subsidiary company, KS- joint venture company, MAS- parent company.

Council and Management Board

31.12.2008

Members of the Supervisory Council of the Bank

Erkki Raasuke	Chairman of the Council
Kristina Siimar	Deputy Chairperson of the Council
Magnus Otto Carl Francke	Member of the Council

Members of the Management Board of the Bank

Māris Avotiņš	Chairman of the Board
Irīna Pigozne	Deputy Chairperson of the Board
Ansis Grasmanis	Member of the Board
Elmārs Prikšāns	Member of the Board
Toms Siliņš	Member of the Board
Oksana Sivokobijska	Member of the Board
Dainis Bērziņš	Member of the Board

Shareholders

31.12.2008

Shareholder	No. of shares	Sum LVL	Share (%)
AS Hansapank	406 041 842	406 041 842	99.9997%
Private persons	1 272	1 272	0.0003%