



# BLUOR BANK AS

## I Quarter 2023 Interim Report

(translated from Latvian)

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# Background

BluOr Bank AS (hereinafter referred to as BluOr Bank or the Bank) is a credit institution supervised by Latvijas Banka (K.Valdemāra str. 2A, Riga, LV-1050, Latvia). It was registered on June 22, 2001, with registration number 40003551060.

The registered office of the Bank is at Smilšu iela 6, Rīga, LV-1050, Latvia.

BluOr Bank operates in accordance with the applicable legislation of the Republic of Latvia and the issued license for the operation of a credit institution (License Register of Latvijas Banka No. 06.01.05.002/543).

The Bank's shareholders are legal and natural persons of Latvia. The Bank was founded in Latvia, and is also an international European financial institution. BluOr Bank provides financial services to individuals and legal entities in Latvia, the Baltic States and European countries.

The Bank's financial statements for the twelve months of the year 2022 are prepared in accordance with the International Financial

Reporting Standards approved by the European Union, based on the principle of a going concern. The Group's financial statements for the twelve months of the year 2021 are prepared in accordance with the laws and regulations of the Republic of Latvia. The financial reports were audited by PricewaterhouseCoopers SIA, registration No. 40003142793, legal address: K.Valdemāra str. 21, Riga, LV-1010, Latvia.

The Quarterly Report is prepared in accordance with the Financial and Capital Market Commission regulations from 01 December 2020 No. 231 Regulations for the Preparation of Public Quarterly Reports for Credit Institutions and the goal of the Quarterly Report is to provide information on the Bank's financial position and operating results.

Amounts in financial statements are indicated in thousands of euros (EUR '000), unless specified otherwise.

# Share capital of the Bank

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The shareholder of BluOr Bank is joint stock company "BBG", holding 100% of the Bank's voting shares.

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The share capital of BluOr Bank is EUR 44,493,513.40.

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The Bank's share capital is composed of 31,781,081 shares.

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The nominal value per share is EUR 1.4.

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## The Council

31 March 2023

| Name and surname   | Position                       | Effective date of appointment |
|--------------------|--------------------------------|-------------------------------|
| Aleksandrs Peškovs | Chairman of the Council        | 22.06.2001                    |
| Sergejs Peškovs    | Member of the Council          | 22.06.2001                    |
|                    | Deputy Chairman of the Council | 25.07.2002                    |
| Andrejs Kočetskovs | Member of the Council          | 22.06.2001                    |
| Natalja Zolova     | Member of the Council          | 25.08.2022                    |

## The Board

31 March 2023

| Name and surname  | Position                     | Effective date of appointment |
|-------------------|------------------------------|-------------------------------|
| Dmitrijs Latiševs | Member of the Board          | 01.07.2002                    |
|                   | Deputy Chairman of the Board | 25.04.2003                    |
|                   | Chairman of the Board        | 27.04.2011                    |
| Inga Preimane     | Member of the Board          | 11.01.2016                    |
| Igors Petrovs     | Member of the Board          | 31.05.2018                    |
| Dmitrijs Feldmans | Member of the Board          | 13.06.2019                    |
| Vadims Morozs     | Member of the Board          | 12.08.2019                    |

# Strategy and mission

BluOr Bank is a modern and technological bank founded in Latvia in 2001, and it provides financial, lending and investment services for private clients and corporate companies. The Bank provides significant share of financial support to small and medium-sized enterprises in Latvia. BluOr Bank ranks among the 6 largest banks in Latvia. Similarly to the previous year, in 2023, Latvijas Banka has classified BluOr Bank among other systematically important institutions. The Bank provides its services in Latvia, the Baltic States and European countries.

As a priority, the Bank develops lines of business that help to improve its current business module and core competencies, allowing it to leverage its strengths on highly competitive markets while taking on acceptable levels of risk.

The long-term business priorities of BluOr Bank are following: corporate customer service, financing of small and medium-sized enterprises in Latvia, as well as providing other financial services to clients.

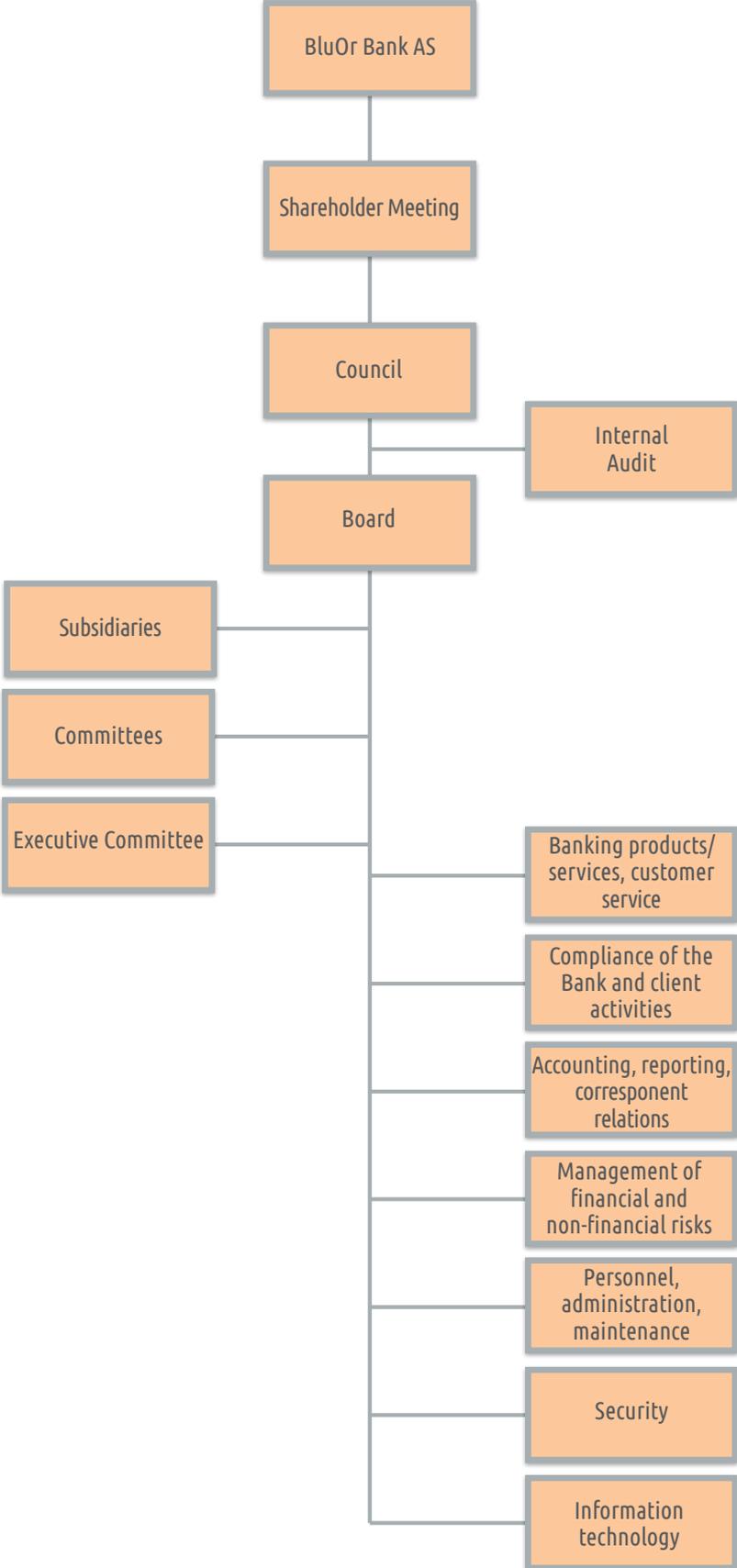
The target client base of the Bank is aligned to its key development goals:

- Private individuals and entrepreneurs requiring financial services;
- Companies engaged in international trade, transport, logistics, manufacturing, agriculture and industry;
- Small and medium-sized entities.

In realizing its activities, the Bank follows a customer-oriented approach, by providing fast, efficient and safe financial solutions and at the same time creating sustainable relationship.

No significant changes in management of risks of BluOr Bank were observed during the reporting period. Information on risk management is available in the [Bank's Annual Reports](#) and the [Capital Adequacy Assessment Report](#) on the Bank's website.

# Structure of the Bank



# Consolidated group companies

| No. | Name of a commercial entity | Registration No. | Registration location code | Registration address   | Type of activities* | Interest in share capital / voiting shares of the commercial entity (%) | Basis for inclusion in the group** |
|-----|-----------------------------|------------------|----------------------------|--|---------------------|---|------------------------------------|
| 1.  | "BBG" AS                    | 40003234829      | LV                         | Smilšu iela 6, Rīga, LV-1050, Latvija  | JFPS                |   | MT                                 |
| 2.  | Thormano Limited            | HE 416193        | CY                         | Tenarou, 4a, Agios Dometios, 2360, Nicosia, Cyprus   | PLS                 | 100%  | MTM                                |
| 3.  | BluOr Bank AS               | 40003551060      | LV                         | Smilšu iela 6, Rīga, LV-1050, Latvija  | BNK                 | 100%  | MTM                                |
| 4.  | SIA "BluOr International"   | 40003444941      | LV                         | Smilšu iela 6, Rīga, LV-1050, Latvija  | PLS                 | 100%  | MS                                 |
| 5.  | SIA „CityCap Service”       | 40003816087      | LV                         | Kr. Valdemara 149, Rīga, LV-1013, Latvija  | PLS                 | 100%  | MS                                 |
| 6.  | SIA „ZapDvina Development”  | 40003716809      | LV                         | Kr. Valdemara 149, Rīga, LV-1013, Latvija  | PLS                 | 100%  | MS                                 |
| 7.  | Kamaly Development EOOD     | № 147093418      | BG                         | Etiera k-s ½B – 18, Sveti Vlas, Burgas obl., Nesebier 8256, Bulgaria                       | PLS                 | 100%  | MMS                                |
| 8.  | Darziems Entity SIA         | 40103492740      | LV                         | Kr. Valdemāra 149-405, Rīga, LV-1013, Latvija  | PLS                 | 100%  | MS                                 |
| 9.  | Mazirbe Estate SIA          | 40103492721      | LV                         | Kr. Valdemāra 149-405, Rīga, LV-1013, Latvija  | PLS                 | 100%  | MS                                 |
| 10. | Lielie Zaķi SIA             | 40103493765      | LV                         | Kr. Valdemāra 149-405, Rīga, LV-1013, Latvija  | PLS                 | 100%  | MS                                 |
| 11. | Pulkarne Entity SIA         | 40103481018      | LV                         | Kr. Valdemāra 149-405, Rīga, LV-1013, Latvija  | PLS                 | 100%  | MS                                 |
| 12. | Pils Pakalpojumi AS         | 40103170308      | LV                         | Smilšu iela 6, Rīga LV-1050, Latvija   | PLS                 | 100%  | MS                                 |
| 13. | Foxtran Management Ltd.     | № 113,276        | BZ                         | Suite 102, Ground Floor, Blake Building, Corner Eyre & Huston Streets, Belize City, Belize | PLS                 | 100%  | MMS                                |
| 14. | Kamaly Development UAB      | №300558022       | LT                         | Klaipėdos m. sav. Klaipėdos m., Karklu g. 12, Lithuania                                    | PLS                 | 100%  | MS                                 |
| 15. | Jēkaba 2 SIA                | № 40103293621    | LV                         | Jēkaba 2, Rīga, LV-1050, Latvija   | PLS                 | 100%  | MS                                 |

\* BNK – credit institution, ENI – electronic money institution, IBS – investment broker company, IPS – investment management company, PFO – pension fund, LIZ – leasing company, CFI – other financial institution, PLS – auxiliary service company, FPS – financial holding company, JFPS – mixed financial holding company.

\*\* MS – subsidiary company; MMS – subsidiary of the subsidiary company; MT – parent company, MTM – subsidiary of the parent company, CT – other entity.

# Risk management

In its activities, BluOr Bank attaches great importance to the identification and management of risks. At least once a year, as part of the capital adequacy assessment process, the Bank identifies the risks relevant to its activities. The Bank considers the following risks as risks that may be significant for its activities:

- Credit risk, including concentration risk and country risk
- Market risk (securities price risk, interest rate risk, foreign exchange risk)
- Liquidity risk
- Operational risk
- IT risk
- Operational compliance risk, including money laundering, terrorism and proliferation financing risk and sanctions risk
- CVA (Credit Valuation Adjustment) risk
- Reputation risk, strategy risk, including business model risk
- Risk of excessive leverage
- Model risk
- Residual risk

The Bank's approach to risk management is set out in the risk management strategies and policies approved by and supervised by the Council of the Bank. Risk management strategies and policies determine the qualitative and quantitative criteria for identifying risks related to the Bank's activities, elements of risk management and control, including the procedures for making decisions on exposures, limits and other measures to limit and minimise risks, as well as define the responsibilities of the structural units responsible for monitoring risk transactions. The Board of the Bank is responsible for establishing, implementing, managing and improving internal control in the course of implementing the risk management strategies and policies set by the Bank's Council.

The Bank has appointed an employee responsible for risk management – Chief Risk Officer, who is responsible for performing the risk control function in the institution, supervises the risk management system and coordinates all the Bank's departments that are involved in risk management. The following internal control structures of the Bank monitor the implementation of strategies and policies:

- Internal Audit Service
- Financial Analysis and Financial Risk Management Department
- Operational Risk Management Department
- Client Activity Compliance Department
- Compliance Control Department
- Banking Operations Accounting, Control and Reporting Department

During the reporting period, BluOr Bank had no significant changes in risk management. Information on risk management and control measures can be found in the Bank's annual reports and disclosure statements on the Bank's website.

# Statement of profit and loss and other comprehensive income

EUR'000

| No.       | Item   | Credit institution in the reporting period<br>31.03.2023<br>Non-audited | Consolidated group in the reporting period<br>31.03.2023<br>Non-audited | Credit institution in the corresponding period of the previous reporting year<br>31.03.2022<br>Non-audited | Consolidated group in the corresponding period of the previous reporting year<br>31.03.2022<br>Non-audited |
|-----------|--|---|---|--|--|
| 1         | Interest income  | 7 239   | 7 216   | 5 623  | 5 554  |
| 2         | Interest expenses (-)  | -1 968  | -1889   | -1 599   | -1 474   |
| 3         | Dividend income  | 9   | 9   | 9  | 9  |
| 4         | Fee and commission income  | 3 008   | 3 007   | 1 703  | 1 702  |
| 5         | Fee and commission expenses (-)  | -428  | -428  | -498   | -498   |
| 6         | Net profit/loss from derecognition of financial assets and financial liabilities not measured at fair value through profit or loss (+/-) | -247  | -247  | 16   | 16   |
| 7         | Net profit/loss from financial assets and financial liabilities measured at fair value through profit or loss (+/-)                      | -36   | -36   | 657  | 657  |
| 8         | Net profit/loss from risk mitigation accounting (+/-)  | 0   | 0   | 0  | 0  |
| 9         | Net profit/loss from difference in foreign currency rates (+/-)  | -43   | -43   | 172  | 172  |
| 10        | Net profit/loss from derecognition of non-financial assets (+/-)   | 0   |   | 0  |  |
| 11        | Other income   | 467   | 496   | 174  | 201  |
| 12        | Other expenses (-)   | -546  | -548  | -442   | -443   |
| 13        | Administrative expenses (-)  | -2 935  | -3 100  | -2 897   | -3 039   |
| 14        | Depreciation (-)   | -295  | -358  | -321   | -396   |
| 15        | Profit or loss recognised as the result of changes to contractual cash flows of the financial asset (+/-)                                | 0   |   | 0  |  |
| 16        | Provisions or reversal of provisions (-/+)   | -24   | -24   | -4   | -4   |
| 17        | Impairment or reversal of impairment (-/+)   | 114   | 112   | 141  | 119  |
| 18        | Negative goodwill recognised in profit or loss   | 0   | 0   | 0  | 0  |
| 19        | Profit/loss from investment in subsidiaries, associate and joint ventures, recognised using the equity method (+/-)                      | 0   | 0   | 0  | 0  |
| 20        | Profit/loss from non-current assets and disposal groups classified as held for sale (+/-)  | 0   | 0   | -24  | -24  |
| 21        | Profit/loss before corporate income tax (+/-)  | 4 315   | 4 167   | 2 734  | 2 576  |
| 22        | Corporate income tax   | -2  | -2  | -2   | -2   |
| <b>23</b> | <b>Profit/loss for reporting period (+/-)</b>  | <b>4 313</b>  | <b>4 165</b>  | <b>2 732</b>   | <b>2 574</b>   |
| <b>24</b> | <b>Other comprehensive income for reporting period (+/-)*</b>  | <b>78</b>   | <b>78</b>   | <b>-634</b>  | <b>-617</b>  |

\* Reflects changes in fair value of securities (fair value revaluation reserve).

# Balance overview

EUR'000

| No.       | Item  | Credit institution in the reporting period<br>31.03.2023<br>Non-audited | Consolidated group in the reporting period<br>31.03.2023<br>Non-audited | Credit institution in the previous reporting year<br>31.12.2022<br>Audited | Consolidated group in the previous reporting year<br>31.12.2022<br>Non-audited |
|-----------|---|---|---|--|--|
| 1         | Cash and on-demand claims on central banks                                      | 149 890   | 149 890   | 120 527  | 120 527  |
| 2         | On-demand claims on credit institutions   | 28 710  | 28 723  | 25 292   | 25 306   |
| 3         | Financial assets measured at fair value through profit or loss                  | 338   | 338   | 322  | 322  |
| 3.1.      | Incl. loans   | 0   | 0   | 0  | 0  |
| 4         | Financial assets measured at fair value through other comprehensive income      | 27 396  | 27 396  | 25 989   | 25 989   |
| 5         | Financial assets measured at amortised cost                                     | 440 629   | 446 414   | 444 969  | 450 821  |
| 5.1.      | Incl. loans   | 311 381   | 321 616   | 308 310  | 318 697  |
| 6         | Derivatives – hedge accounting  | 0   | 0   | 0  | 0  |
| 7         | Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0   | 0   | 0  | 0  |
| 8         | Investment in subsidiaries, associate and joint ventures                        | 30 266  | 827   | 30 266   | 827  |
| 9         | Tangible assets   | 14 758  | 25 606  | 14 975   | 25 773   |
| 10        | Intangible assets   | 227   | 1403  | 256  | 1 432  |
| 11        | Tax assets  | 5   | 6   | 3  | 4  |
| 12        | Other assets  | 12 475  | 12 558  | 11 713   | 11 797   |
| 13        | Non-current assets and disposal groups classified as held for sale              | 11 150  | 11 150  | 11 150   | 11 150   |
| <b>14</b> | <b>Total assets (1+....+13)</b>   | <b>715 844</b>  | <b>704 311</b>  | <b>685 462</b>   | <b>673 948</b>   |
| 15        | Liabilities to central banks  | 0   | 0   | 0  | 0  |
| 16        | Liabilities on-demand to credit institutions                                    | 3 045   | 3 045   | 6 623  | 6 623  |
| 17        | Financial liabilities measured at fair value through profit or loss             | 0   | 0   | 0  | 0  |
| 17.1.     | Incl. deposits  | 0   | 0   | 0  | 0  |
| 18        | Financial liabilities measured at amortised cost                                | 609 200   | 607 103   | 583 712  | 581 602  |
| 18.1.     | Incl. deposits  | 603 168   | 601 071   | 577 708  | 575 597  |
| 19        | Derivatives – hedge accounting  | 0   | 0   | 0  | 0  |
| 20        | Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0   | 0   | 0  | 0  |
| 21        | Provisions  | 154   | 154   | 130  | 129  |
| 22        | Tax liabilities   | 0   | 0   | 0  | 0  |
| 23        | Other liabilities   | 18 706  | 8 449   | 14 647   | 4 267  |
| 24        | Liabilities in disposal groups classified as held for sale                      | 0   | 0   | 0  | 0  |
| <b>25</b> | <b>Total liabilities (15+...+24)</b>  | <b>631 105</b>  | <b>618 751</b>  | <b>605 112</b>   | <b>592 621</b>   |
| 26        | Capital and reserves  | 84 739  | 85 560  | 80 350   | 81 327   |
| <b>27</b> | <b>Total capital and reserves and liabilities (25+26)</b>                       | <b>715 844</b>  | <b>704 311</b>  | <b>685 462</b>   | <b>673 948</b>   |
| <b>28</b> | <b>Off-balance items</b>  | <b>70 365</b>   | <b>70 362</b>   | <b>59 127</b>  | <b>59 124</b>  |
| 29        | Potential liabilities   | 3 401   | 3 401   | 2 367  | 2 367  |
| 30        | Off-balance liabilities to clients  | 66 964  | 66 961  | 56 760   | 56 757   |

# I. Equity and capital adequacy calculation overview

EUR'000

| No.       | Item   | At an individual level in the reporting period | At a consolidated group or sub-consolidated level in the reporting period |
|-----------|--|--|---|
| <b>1</b>  | <b>Equity (1.1.+1.2.)</b>  | <b>82 404</b>                                  | <b>87 196</b>   |
| 1.1.      | Tier 1 capital (1.1.1.+1.1.2.)   | 75 907   | 80 698  |
| 1.1.1.    | Common Equity Tier 1   | 74 807   | 79 598  |
| 1.1.2.    | Additional Tier 1  | 1 100  | 1 100   |
| 1.2.      | Tier 2 capital   | 6 497  | 6 498   |
| <b>2.</b> | <b>Total risk exposure amount</b>  | <b>463 550</b>                                 | <b>449 892</b>  |
| 2.1.      | Risk-weighted exposure amount for credit risk, counterparty credit risk, dilution risk and free deliveries | 417 995  | 403 325   |
| 2.2.      | Total risk exposure amount for settlement/delivery risks   | -  | -   |
| 2.3.      | Total risk exposure amount for position, foreign exchange and commodity risks                              | -  | -   |
| 2.4.      | Total risk exposure amount for operational risks   | 45 555   | 46 567  |
| 2.5.      | Total risk exposure amount for credit valuation adjustment   | -  | -   |
| 2.6.      | Total risk exposure amount related to large exposures in the trading portfolio                             | -  | -   |
| 2.7.      | Other risk exposure amounts  | -  | -   |
| <b>3.</b> | <b>Capital ratios and capital tiers</b>  |  |   |
| 3.1.      | Common Equity Tier 1 capital ratio (1.1.1./2.*100)   | 16.14%   | 17.69%  |
| 3.2.      | Common Equity Tier 1 surplus (+)/ deficit (-) (1.1.1.-2.*4.5%)   | 53 947   | 59 353  |
| 3.3.      | Tier 1 capital ratio (1.1./2.*100)   | 16.38%   | 17.94%  |
| 3.4.      | Tier 1 capital surplus (+)/ deficit (-) (1.1.-2.*6%)   | 48 094   | 53 705  |
| 3.5.      | Total capital ratio (1./2.*100)  | 17.78%   | 19.38%  |
| 3.6.      | Total capital surplus (+)/ deficit (-) (1.-2.*8%)  | 45 320   | 51 205  |
| <b>4.</b> | <b>Total capital reserve requirement (4.1.+4.2.+4.3.+4.4.+4.5.+4.6.)</b>                                   | <b>13 258</b>                                  | <b>13 002</b>   |
| 4.1.      | Capital preservation reserve   | 11 589   | 11 247  |
| 4.2.      | Preservation reserve due to macro-prudential or systemic risk identified at the level of a member state    | -  | -   |
| 4.3.      | Institution-specific countercyclical capital reserve   | 510  | 630   |
| 4.4.      | Systemic risk capital reserve  | -  | -   |
| 4.5.      | Other systemically important institution's capital reserve   | 1 159  | 1 125   |
| <b>5.</b> | <b>Capital ratios with adjustments</b>   |  |   |
| 5.1.      | Asset value adjustment amount applied for prudential purposes  | -  | -   |
| 5.2.      | Common Equity Tier 1 capital ratio with an adjustment amount specified in row 5.1.                         | 16.14%   | 17.69%  |
| 5.3.      | Tier 1 capital ratio with an adjustment amount specified in row 5.1.                                       | 16.38%   | 17.94%  |
| 5.4.      | Total capital ratio with an adjustment amount specified in row 5.1.  | 17.78%   | 19.38%  |

## II. Information on equity and capital adequacy indicators if the credit institution applies the transitional period for mitigating the impact of IFRS 9 on own funds

EUR'000

| No.     | Item   | At an individual level in the reporting period | At a consolidated group or sub-consolidated level in the reporting period |
|---------|--|--|---|
| 1.A     | Equity as if IFRS 9 transitional arrangements were not applied                             | 82 404   | 87 196  |
| 1.1.A   | Tier 1 capital as if IFRS 9 transitional arrangements were not applied                     | 75 907   | 80 698  |
| 1.1.1.A | Common Equity Tier 1 as if IFRS 9 transitional arrangements were not applied               | 74 807   | 79 598  |
| 2.A     | Total risk exposure amount as if IFRS 9 transitional arrangements were not applied         | 463 550  | 449 892   |
| 3.1.A   | Common Equity Tier 1 capital ratio as if IFRS 9 transitional arrangements were not applied | 16.14%   | 17.69%  |
| 3.3.A   | Tier 1 capital ratio as if IFRS 9 transitional arrangements were not applied               | 16.38%   | 17.94%  |
| 3.5.A   | Total capital ratio as if IFRS 9 transitional arrangements were not applied                | 17.78%   | 19.38%  |

### III. Information on the equity and capital adequacy ratios where a credit institution applies a temporary regime for the treatment of unrealized profits or losses on financial assets measured at fair value presented with other comprehensive income in accordance with Article 468 of Regulation No 575/2013

The Bank chooses not to apply the temporary regime provided for in Article 468 of the Regulation (EU) No 575/2013.

# Liquidity coverage ratio

*EUR'000*

| <b>No.</b> | <b>Item</b>                  | <b>At an individual level in the reporting period</b> | <b>At a consolidated group or sub-consolidated level in the reporting period</b> |
|------------|------------------------------|---|--|
| 1          | Liquidity reserve            | 255 527   | 255 527  |
| 2          | Net cash outflows            | 126 093   | 125 188  |
| 3          | Liquidity coverage ratio (%) | 203%  | 204%   |

# Expected credit losses for financial instruments

EUR'000

|  | Stage 1    | Stage 2    | Stage 3      | Total        |
|--|------------|------------|--------------|--------------|
| Financial assets measured at fair value through other comprehensive income | 21         |            |              | 21           |
| Financial assets measured at amortised cost                                | 689        | 672        | 4 041        | 5 402        |
| Potential liabilities  | 6          | 1          |              | 7            |
| Off-balance liabilities to clients   | 126        | 1          | 20           | 147          |
| <b>Total</b>   | <b>842</b> | <b>674</b> | <b>4 061</b> | <b>5 577</b> |

# Performance indicators of the credit institution

| Item                       | Credit institution in the reporting period 31.03.2023 | Consolidated group in the reporting period 31.03.2023 | Credit institution in the corresponding period of the previous reporting year 31.03.2022 | Consolidated group in the corresponding period of the previous reporting year 31.03.2022 |
|----------------------------|---|---|--|--|
| Return on equity (ROE) (%) | 20.65%  | 19.74%  | 13.78%   | 12.79%   |
| Return on assets (ROA) (%) | 2.53%   | 2.49%   | 1.32%  | 1.38%  |

# Security investments

EUR'000

| Issuer's country*                | Value          | Coupon     | Provisions    | Sum            | Market value of financial instruments measured at amortised cost, without a coupon |
|----------------------------------|----------------|------------|---------------|----------------|--|
| Lithuania                        | 90 730         | 155        | -24           | 90 861         | 72 789   |
| <i>incl. central governments</i> | <i>88 619</i>  | <i>104</i> | <i>-19</i>    | <i>88 704</i>  | <i>71 090</i>  |
| Norway                           | 10 117         | 15         | -3            | 10 129         | 9 429  |
| <i>incl. central governments</i> | <i>0</i>       | <i>0</i>   | <i>0</i>      | <i>0</i>       | <i>0</i>   |
| Germany                          | 9 970          | 133        | 0             | 10 103         | 0  |
| <i>incl. central governments</i> | <i>0</i>       | <i>0</i>   | <i>0</i>      | <i>0</i>       | <i>0</i>   |
| Other countries                  | 47 429         | 518        | -2 057        | 45 890         | 39 848   |
| <i>incl. central governments</i> | <i>7 194</i>   | <i>23</i>  | <i>-10</i>    | <i>7 207</i>   | <i>6 766</i>   |
| <b>TOTAL</b>                     | <b>158 246</b> | <b>821</b> | <b>-2 084</b> | <b>156 983</b> | <b>122 066</b>   |

\* Investments in securities by country (exceeding 10% of equity).



|                             |   |        |        |        |        |         |         |         |         |
|-----------------------------|---|--------|--------|--------|--------|---------|---------|---------|---------|
| 16                          | TOTAL CASH OUTFLOWS   |        |        |        |        | 149 292 | 158 822 | 162 066 | 168 093 |
| <b>CASH - INFLOWS</b>       |   |        |        |        |        |         |         |         |         |
| 17                          | Secured lending<br>(e.g. reverse repos)   | 936    | 904    | 966    | 943    | 936     | 904     | 966     | 943     |
| 18                          | Inflows from fully performing exposures   | 30 003 | 33 083 | 33 369 | 33 654 | 12 332  | 13 658  | 13 961  | 13 855  |
| 19                          | Other cash inflows  | 3 238  | 9 291  | 10 983 | 15 342 | 2 911   | 10 983  | 10 983  | 15 342  |
| EU-19.a                     | (Difference between total weighted inflows and total weighted outflows arising from transactions in third countries where there are transfer restrictions or which are denominated in non-convertible currencies) |        |        |        |        | 3238    | 9291    | 10983   | 15342   |
| ES-19.b                     | (Excess inflows from a related specialised credit institution)  |        |        |        |        | 0       | 0       | 0       | 0       |
| 20                          | TOTAL CASH INFLOWS  | 34 176 | 43 279 | 45 318 | 49 940 | 16 505  | 23 854  | 25 910  | 30 141  |
| EU-20.a                     | <i>Fully exempt inflows</i>   | 0      | 0      | 0      | 0      | 0       | 0       | 0       | 0       |
| EU-20.b                     | <i>Inflows subject to 90% cap</i>   | 0      | 0      | 0      | 0      | 0       | 0       | 0       | 0       |
| EU-20.c                     | <i>Inflows subject to 75% cap</i>   | 34 176 | 43 279 | 45 318 | 49 940 | 16 505  | 23 854  | 25 910  | 30 141  |
| <b>TOTAL ADJUSTED VALUE</b> |   |        |        |        |        |         |         |         |         |
| EU-21                       | LIQUIDITY BUFFER  |        |        |        |        | 233 784 | 248 366 | 254 553 | 273 162 |
| 22                          | TOTAL NET CASH OUTFLOWS   |        |        |        |        | 132 787 | 134 968 | 136 156 | 137 952 |
| 23                          | LIQUIDITY COVERAGE RATIO  |        |        |        |        | 1.76794 | 1.84791 | 1.88049 | 2.00095 |

# Table EU LIQB on qualitative information on LCR, which complements template EU LIQ1

in accordance with Article 451a(2) CRR

| Row number | Qualitative information - Free format   |  |
|------------|---|--|
| a)         | Explanations on the main drivers of LCR results and the evolution of the contribution of inputs to the LCR's calculation over time                            | The result of the LCR is facilitated by the size of the liquidity buffer consisting predominantly of balances with the Central Bank and EU central government bonds, the volume of outflows consisting predominantly of balances on current accounts and term deposits, as well as incoming cash flows from lending transactions and balances on nostro accounts. Over time, as the loan portfolio increases, the ratio may decrease, however, when new deposits are attracted, the ratio increases. |
| b)         | Explanations on the changes in the LCR over time  | When placing financing in illiquid assets, including loans, liquidity reserves decrease and, consequently, the ratio decreases. Also, during periods when some concentrated part of term deposits falls on the 30-day horizon, outgoing cash flows increase and, as a result, the ratio decreases. The increase in the ratio is facilitated by attracting financing both in term deposits and in the form of balances on current accounts.   |
| c)         | Explanations on the actual concentration of funding sources   | Most of the term deposits are attracted from individuals through online deposit platforms. At the level of depositors, they are diversified; term deposits of no more than EUR 100 thousand are attracted from one individual. Concentration is formed by dependence on platforms. The rest of the term deposits mainly consists of financing attracted from various financial institutions. Current account balances are sufficiently well diversified.   |
| d)         | High-level description of the composition of the institution's liquidity buffer.  | The Bank's liquidity buffer as a whole consists of balances with the Central Bank and EU central government bonds.   |
| e)         | Derivative exposures and potential collateral calls   | The amount of derivative transactions carried out by the Bank is not very significant, mostly they consist of the Bank transactions for hedging the currency position and transactions of the Bank's clients.  |
| f)         | Currency mismatch in the LCR  | Currency mismatch in the LCR is not significant, 95% of the Bank's assets and 89% of the Bank's liabilities are denominated in EUR.  |
| g)         | Other items in the LCR calculation that are not captured in the LCR disclosure template but that the institution considers relevant for its liquidity profile | All important elements contributing to the LCR result are reflected in the LCR disclosure template.  |

# Template EU OV1 – Overview of total risk exposure amounts

EUR'000

|        |  | Total risk exposure amounts (TREA) |         | Total own funds requirements |
|--------|--|------------------------------------|---------|------------------------------|
|        |  | a                                  | b       | c                            |
|        |  | T                                  | T-1     | T                            |
| 1      | Credit risk (excluding CCR)  | 403 323                            | 395 110 | 32 266                       |
| 2      | Of which the standardised approach   | 403 323                            | 395 110 | 32 266                       |
| 3      | Of which the Foundation IRB (F-IRB) approach                               |                                    |         |                              |
| 4      | Of which slotting approach   |                                    |         |                              |
| EU 4a  | Of which equities under the simple riskweighted approach                   |                                    |         |                              |
| 5      | Of which the Advanced IRB (A-IRB) approach                                 |                                    |         |                              |
| 6      | Counterparty credit risk - CCR   | 2                                  | 88      | -                            |
| 7      | Of which the standardised approach   | 2                                  | 72      | -                            |
| 8      | Of which internal model method (IMM)                                       |                                    |         |                              |
| EU 8a  | Of which exposures to a CCP  |                                    |         |                              |
| EU 8b  | Of which credit valuation adjustment - CVA                                 | -                                  | 16      | -                            |
| 9      | Of which other CCR   |                                    |         |                              |
| 10     | Not applicable   |                                    |         |                              |
| 11     | Not applicable   |                                    |         |                              |
| 12     | Not applicable   |                                    |         |                              |
| 13     | Not applicable   |                                    |         |                              |
| 14     | Not applicable   |                                    |         |                              |
| 15     | Settlement risk  | -                                  | -       | -                            |
| 16     | Securitisation exposures in the non-trading book (after the cap)           |                                    |         |                              |
| 17     | Of which SEC-IRBA approach   |                                    |         |                              |
| 18     | Of which SEC-ERBA (including IAA)  |                                    |         |                              |
| 19     | Of which SEC-SA approach   |                                    |         |                              |
| EU 19a | Of which 1250% / deduction   |                                    |         |                              |
| 20     | Position, foreign exchange and commodities risks (Market risk)             | -                                  | -       | -                            |
| 21     | Of which the standardised approach   | -                                  | -       | -                            |
| 22     | Of which IMA   |                                    |         |                              |
| EU 22a | Large exposures  |                                    |         |                              |
| 23     | Operational risk   | 46 567                             | 46 567  | 3 725                        |
| EU 23a | Of which basic indicator approach  | 46 567                             | 46 567  | 3 725                        |
| EU 23b | Of which standardised approach   | -                                  | -       | -                            |
| EU 23c | Of which advanced measurement approach                                     | -                                  | -       | -                            |
| 24     | "Amounts below the thresholds for deduction (subject to 250% risk weight)" | -                                  | -       | -                            |
| 25     | Not applicable   |                                    |         |                              |
| 26     | Not applicable   |                                    |         |                              |
| 27     | Not applicable   |                                    |         |                              |
| 28     | Not applicable   |                                    |         |                              |
| 29     | Total  | 449 892                            | 441 765 | 35 991                       |

# Template EU KM1 - Key metrics template

|  |  | a        | b        | c        | d        |
|--|--|----------|----------|----------|----------|
|  |  | T        | T-1      | T-2      | T-3      |
| <b>Available own funds (amounts)</b>   |  |          |          |          |          |
| 1  | Common Equity Tier 1 (CET1) capital  | 79 598   | 80 210   | 73 660   | 79 717   |
| 2  | Tier 1 capital   | 80 698   | 81 310   | 74 760   | 80 817   |
| 3  | Total capital  | 87 196   | 87 671   | 79 834   | 81 138   |
| <b>Risk-weighted exposure amounts</b>  |  |          |          |          |          |
| 4  | Total risk exposure amount   | 449 892  | 441 765  | 444 173  | 476 569  |
| <b>Capital ratios (as a percentage of risk-weighted exposure amount)</b>   |  |          |          |          |          |
| 5  | Common Equity Tier 1 ratio (%)   | 17.6928% | 18.1567% | 16.5836% | 16.7300% |
| 6  | Tier 1 ratio (%)   | 17.9373% | 18.4057% | 16.8312% | 16.9600% |
| 7  | Total capital ratio (%)  | 19.3816% | 19.8456% | 17.9736% | 17.0300% |
| <b>Additional own funds requirements to address risks other than the risk of excessive leverage (as a percentage of risk-weighted exposure amount)</b> |  |          |          |          |          |
| EU 7.a   | Additional own funds requirements to address risks other than the risk of excessive leverage (%)           | 2.6000%  | 3.0000%  | 3.0000%  | 2.2000%  |
| EU 7.b   | of which: to be made up of CET1 capital (percentage points)  | 1.4625%  | 1.6875%  | 1.6875%  | 1.2300%  |
| EU 7.c   | of which: to be made up of Tier 1 capital (percentage points)  | 1.9500%  | 2.2500%  | 2.2500%  | 1.6500%  |
| EU 7.d   | Total SREP own funds requirements (%)  | 10.6000% | 11.0000% | 11.0000% | 10.2000% |
| <b>Combined buffer and overall capital requirement (as a percentage of risk-weighted exposure amount)</b>  |  |          |          |          |          |
| 8  | Capital conservation buffer (%)  | 2.5000%  | 2.5000%  | 2.5000%  | 2.5000%  |
| EU 8.a   | Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%) | 0.0000%  | 0.0000%  | 0.0000%  | 0.0000%  |
| 9  | Institution specific countercyclical capital buffer (%)  | 0.1400%  | 0.1300%  | 0.0000%  | 0.0000%  |
| EU 9.a   | Systemic risk buffer (%)   | 0.0000%  | 0.0000%  | 0.0000%  | 0.0000%  |
| 10   | Global Systemically Important Institution buffer (%)   | 0.0000%  | 0.0000%  | 0.0000%  | 0.0000%  |
| EU 10.a  | Other Systemically Important Institution buffer (%)  | 0.2500%  | 0.0000%  | 0.0000%  | 0.0000%  |
| 11   | Combined buffer requirement (%)  | 2.5000%  | 2.5000%  | 2.5000%  | 2.5000%  |
| EU 11.a  | Overall capital requirements (%)   | 13.4900% | 13.6300% | 13.5000% | 12.7000% |
| 12   | CET1 available after meeting the total SREP own funds requirements (%)                                     | 7.8403%  | 9.3392%  | 7.8961%  | 8.5000%  |
| <b>Leverage ratio</b>  |  |          |          |          |          |
| 13   | Total exposure measure   | 731 039  | 694 664  | 773 975  | 896 951  |
| 14   | Leverage ratio (%)   | 11.0389% | 11.7049% | 9.6592%  | 9.0102%  |

| <b>Additional own funds requirements to address the risk of excessive leverage (as a percentage of total exposure measure)</b> |   |           |           |           |           |
|--|---|-----------|-----------|-----------|-----------|
| EU 14.a  | Additional own funds requirements to address the risk of excessive leverage (%) | 0.0000%   | 0.0000%   | 0.0000%   | 0.0000%   |
| EU 14.b  | of which: to be made up of CET1 capital (percentage points)                     | 0.0000%   | 0.0000%   | 0.0000%   | 0.0000%   |
| EU 14.c  | Total SREP leverage ratio requirements (%)                                      | 3.0000%   | 3.0000%   | 3.0000%   | 3.0000%   |
| <b>Leverage ratio buffer and overall leverage ratio requirement (as a percentage of total exposure measure)</b>                |   |           |           |           |           |
| EU 14.d  | Leverage ratio buffer requirement (%)   | 0.0000%   | 0.0000%   | 0.0000%   | 0.0000%   |
| EU 14.e  | Overall leverage ratio requirement (%)  | 3.0000%   | 3.0000%   | 3.0000%   | 3.0000%   |
| <b>Liquidity Coverage Ratio</b>  |   |           |           |           |           |
| 15   | Total high-quality liquid assets (HQLA) (Weighted value -average)               | 255 527   | 225 122   | 235 657   | 319 562   |
| EU 16.a  | Cash outflows - Total weighted value  | 138 961   | 148 285   | 142 709   | 244 027   |
| EU 16.b  | Cash inflows - Total weighted value   | 13 774    | 24 018    | 26 470    | 54 276    |
| 16   | Total net cash outflows (adjusted value)  | 125 188   | 124 267   | 116 239   | 189 751   |
| 17   | Liquidity coverage ratio (%)  | 204.1149% | 181.1603% | 202.7349% | 168.4109% |
| <b>Net Stable Funding Ratio</b>  |   |           |           |           |           |
| 18   | Total available stable funding  | 498 248   | 497 803   | 554 640   | 591 703   |
| 19   | Total required stable funding   | 330 681   | 331 136   | 388 038   | 425 273   |
| 20   | NSFR ratio (%)  | 156.3892% | 150.3320% | 142.9343% | 139.1351% |



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