



**REPORT ON RISK AND CAPITAL MANAGEMENT
PILLAR3 OF THE BASEL
FOR THE YEAR ENDED 31 DECEMBER 2018
DISCLOSURE OF INFORMATION UNDER PART EIGHT OF REGULATION (EU) No 575/2013**



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This report was approved by the Management Board of the Bank on 26 March 2019.

INTRODUCTION

This document provides additional non-audited information in accordance with the European Parliament and the Council Regulation (EU) No. 575/2013 on supervisory requirements for credit institutions and investment firms, Part 8, the European Banking Authority (EBA) Guidelines on Disclosure Requirements in accordance with Part 8 of the CRR and EBA Guidance on disclosure of LCR in addition to disclosure of liquidity risk management in accordance with Article 435 of CRR 575/2013.

Information on risk, its management and capital is disclosed in the annual report of Šiaulių Bankas AB. This document provides additional information that is published in line with the annual financial statement. This document discloses only such information that is relevant, non-confidential and not considered as commercial secret.

This document presents the own funds of Šiaulių Bankas Financial Group, its internal capital indicators, the main features of capital instruments, justifies the appropriateness of risk management and describes the overall risk profile of an organization, taking into account the business strategy.

The document discloses either separate or consolidated information as of 31 December 2018. Three following key levels of consolidation shall apply:

- the Bank, separately.

- the Financial Group which includes the Bank and its subsidiary companies: SB Lizingas UAB (nature of activities: finance lease, consumer credits), Šiaulių Banko Lizingas UAB (nature of activities: finance leases (leasing) and operating lease services), Šiaulių Banko Investicijų Valdymas UAB (nature of activities: investment management), and Šiaulių Banko Turto Fondas UAB (nature of activities: real estate management).

- Group which includes the Bank and its directly controlled subsidiaries: SB Lizingas UAB, Šiaulių Banko Lizingas UAB, Šiaulių Banko Investicijų Valdymas UAB, Šiaulių Banko Turto Fondas UAB SBTf UAB (nature of activities: management and administration of real estate), Minera UAB (nature of activities: real estate management), Pavasaris UAB (nature of activities: development of residential apartment area), life insurance Bonum Publicum UAB (nature of activities: life insurance), and indirectly controlled following subsidiaries: Sandworks UAB (nature of activities: real estate management), ŽSA5 UAB (nature of activities: headquarter activities (supervision and management of relating units)) and Apželdinimas UAB (nature of activities: afforestation, landscaping).



REPRESENTATION REGARDING SUITABILITY OF RISK MANAGEMENT MEASURES

The risk management systems applicable by Šiaulių Bankas AB are appropriate taking into account the size, nature of activities and strategy of the Bank and its subsidiaries (the Group - together with the Bank).

CONDENSED RISK REPORT

A complete disclosure of all significant risks incurred by the Group is provided in the chapter Financial Risk Management of the explanatory note of the financial statement for 2018.

ORGANIZATIONAL STRUCTURE

Šiaulių Bankas AB is registered as a limited liability public company in the Register of Legal Entities of the Republic of Lithuania on 04 February 1992. The Bank has a licence issued by the Bank of Lithuania to perform all banking operations specified in the Law on Banks of the Republic of Lithuania and in the Charter of the Bank.

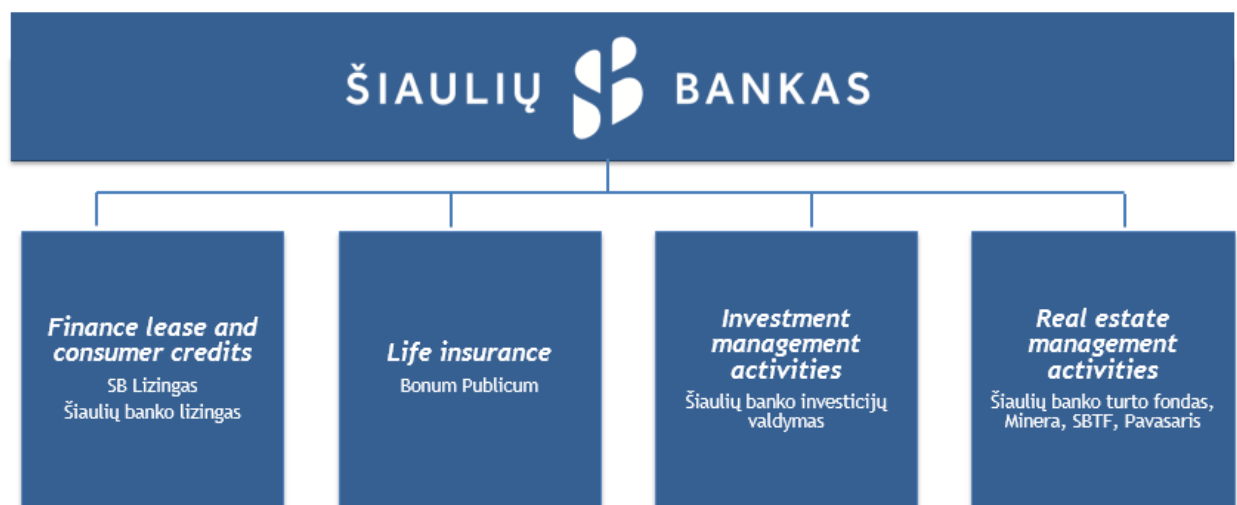


Figure 1 Šiaulių Bankas's Group structure

Organizational management structure, management bodies, structure and functions of the committees, etc. are disclosed in the Consolidated Annual Report for 2018:

- The composition of the management bodies and the principles for the appointment of their members, as well as information on the competencies of each member of the management body and the positions of directors in charge,



are disclosed in the chapter Bank Management of the consolidated annual report 2018 (page 148);

- The structure, functions and composition of the committees are disclosed in the chapter Committees formed within the Bank in the consolidated annual report 2018 (page 150).

As a socially responsible employer, the Bank is guided by the principles of equality and diversity and provides equal career opportunities, without taking into account people's age, gender, ethnicity, religion and so on (data is disclosed in chapter Employees (pg. 153) of the annual consolidated report for 2018)

Operating risk management and internal control

Risk management and internal control are two critical systems the proper functioning of which ensure the sustainable and successful Financial group's performance.

Internal control

The internal control system is an integral and continuous process in day-to-day activities of the Financial Group and consists of five interrelated components such as environment of control, risk assessment, control activities, information and communication and monitoring. The Internal control is a complex process implemented by the management and personnel and intended to identify risk factors as well as to ensure that the following general objectives are met: a transparent, cost-efficient and effective implementation of the activities; fulfilment of payment obligations; compliance with applicable laws and regulatory acts; protection of resources against loss, misuse and damage.

Operational risk management

The Group accepts, manages, analyses, and evaluates the risks arising from its activities. The purpose of risk management in the Group is to ensure the sufficient return on equity by managing risks in a conservative manner. By implementing an advanced risk management policy, the Group seeks not only to minimize the potential risks as much as possible, but also to ensure the optimal risk and profit ratio as well as an effective distribution of the capital.

The risks faced by the Group are managed efficiently following the requirements set by the European Union, the Bank of Lithuania and the Policy of Risk Management in Banking Activities approved by the Supervisory Council of the Bank. The development of the proper risk management system, its constant improvement and application of its measures in the daily performance are among the key preconditions for the Group activities in the long run.

Risk management is a structured, coordinated and continuous process taking place at all levels within the Group and encompassing the following objectives: to harmonize business strategy and risk tolerance; to seek solutions for responding to risk; to reduce



operating losses; to increase business opportunities; to identify the many overlapping risks, for separate or integrated assessment; to improve capital allocation.

To handle the activity risks the Financial Group uses a multiple management system which enables making decisions based on factual information. The risks are assessed from bottom to top and from top to bottom throughout the entire management chain, in all activity lines within the Bank and its Group applying a consistent terminology and appropriate approaches. Seeking to avoid the conflict of interest, the units performing the risk management functions are separated from the units, the direct performance of which is related to the emergence of various types of the banking activity risks.

The Financial Group's risk management system consists of the following:

- risk management strategies set out in the Bank's Strategy Plan;
- remuneration policies that are consistent with and promote sound and effective risk management;
- Internal capital (ICAAP) and Internal liquidity (ILAAP) adequacy assessment processes that are very important for managing Group's capital and liquidity adequacy;
- identification of the significant risk types and development of their management measures;
- internal risk management control, the key principles of which are set out in the Guidelines on Internal Control Arrangement;
- internal audit assessing efficiency of the risk management processes on regular basis.

Internal capital adequacy assessment process

One of the major absorbers of the likely loss is a strong capital base, therefore the Bank seeks to have an adequate capital reserve which would cover the assumed level of risks. Thorough and comprehensive internal capital adequacy assessment process (ICAAP) is a vital part of the risk management policy.

The ICCAP goal is to ensure an efficient mechanism functioning within the Group to measure the internal capital requirement covering the efficient processes of establishment, management and monitoring of risks faced by the Group or which may be faced by the Group as well as process of delivery of information on such risks; appropriate internal control mechanisms including reliable management and accounting procedures; stress testing as one of the main tools for internal capital planning and allocation measures.

ICAAP includes the Bank's self-assessment, stress testing and establishment of the internal capital requirement. During the internal self-assessment the risk characteristics to the Group's activities are identified and evaluated applying selected methods of assessment. An impact of risk on the Group's income and capital is assessed while determining the level of risk. When the risk structure and the individual risk levels are determined by the Bank during its self-assessment, testing is performed to assess the



potential impact on the Group's financial position in the event of a certain adverse event and / or a change in the financial or economic environment. The main purpose of stress testing is to determine whether the group's capital is sufficient to cover potential losses caused by unfavourable macroeconomic and financial conditions.

Additional capital requirement for risks identifies as significant during the self-assessment process is determined periodically using stress testing and evaluation of the internal capital adequacy.

INFORMATION ON THE SCOPE OF APPLICATION OF THE REGULATORY FRAMEWORK

Table 1. Differences between accounting and regulatory scopes of consolidation and the mapping of financial statement categories with regulatory risk categories

	a	b	c	d	e	f	g
	Carrying values as reported in published financial statements	Carrying values under scope of regulatory consolidation	Carrying values of items				
Subject to the credit risk framework			Subject to the CCR framework	Subject to the securitisation framework	Subject to the market risk framework	Not subject to capital requirements or subject to deduction from capital	
Assets							
Cash and cash equivalents	89,304	87,990	87,990	348	-	-	-
Securities in the trading book	60,182	27,896	-	-	-	27,896	-
Due from other banks	2,090	2,090	2,090	-	-	-	-
Derivative financial instruments	1,197	1,197	-	-	-	1,197	-
Loans to customers	1,262,167	1,272,183	1,272,183	16,825	-	-	-
Finance lease receivables	124,088	124,088	124,088	-	-	-	-
Investment securities at fair value	21,107	20,810	20,810	919	-	-	-
Investment securities held to collect cash flows	638,655	638,655	638,655	-	-	-	-
Investments in subsidiaries and associates	-	11,165	11,165	-	-	-	-
Intangible assets	3,359	1,996	-	-	-	-	1,996
Property, plant and equipment	8,630	8,333	8,333	-	-	-	-
Investment property	9,760	5,301	5,301	-	-	-	-
Current income tax prepayment	1,477	1,435	1,435	-	-	-	-
Deferred income tax asset	1,251	967	886	-	-	-	81
Inventories	16,312	5,256	5,256	-	-	-	-
Other financial assets	13,213	12,815	12,815	-	-	-	-
Other non-financial assets	8,937	8,258	8,258	-	-	-	-
Total assets	2,261,729	2,230,435	2,199,265	18,092	-	29,093	2,077
Liabilities							



Due to other banks and financial institutions	69,152	70,195	-	-	-	-	70,195
Derivative financial instruments	1,048	1,048	-	-	-	-	1,048
Due to customers	1,845,788	1,846,788	-	-	-	-	1,846,788
Special and lending funds	3,192	3,192	-	-	-	-	3,192
Debt securities in issue	20,003	20,003	-	-	-	-	20,003
Current income tax liabilities	233	97	-	-	-	-	97
Deferred income tax liabilities	598	575	-	-	-	-	575
Liabilities related to insurance activities	27,967	-	-	-	-	-	-
Other financial liabilities	13,501	-	-	-	-	-	-
Other non-financial liabilities	5,509	16,308	-	-	-	-	16,308
Total liabilities	1,986,991	1,958,206	-	-	-	-	1,958,206

Table 2. Main sources of differences between regulatory exposure amounts and carrying values in financial statements

	a	b	c	d	e
	Total	Credit risk framework	CCR framework	Securitisati on framework	Market risk framework
1 Assets carrying value amount under the scope of regulatory consolidation (as per table 1)	2,230,435	2,199,265	18,092	-	29,093
2 Liabilities carrying value amount under the regulatory scope of consolidation (as per table 1)	1,958,206	-	-	-	-
3 Total net amount under the regulatory scope of consolidation	272,229	2,199,265	18,092	-	29,093
4 Off-balance-sheet amounts	309,239	130,792	-	-	-
5 Differences in valuations					
6 Differences due to different netting rules, other than those already included in row 2					
7 Differences due to consideration of provisions					
8 Differences due to prudential filters					
9 Exposure amounts considered for regulatory purposes	2,526,793	2,508,701	18,092	-	29,093



Table 3. Outline of the differences in the scopes of consolidation (entity by entity)

Name of the entity	a	b	c	d	e	f
	Method of accounting consolidation	Full consolidation	Proportional consolidation	Neither consolidated nor deducted	Deducted	Description of the entity
Šiaulių bankas AB	Full consolidation	X				Credit institution
UAB "Šiaulių banko lizingas"	Full consolidation	X				Finance leases (leasing) and operating lease services
Šiaulių banko investicijų valdymas UAB	Full consolidation	X				Investment management
Šiaulių banko turto fondas UAB	Full consolidation	X				Real estate management
Minera UAB	Full consolidation			X		Real estate management
SBTF UAB	Full consolidation			X		Real estate management
Pavasaris UAB	Full consolidation			X		Development of residential apartment area
SB lizingas UAB	Full consolidation	X				Consumer credits
GD UAB "Bonum Publicum"	Full consolidation			X		Life insurance
ŽSA 5 UAB	Full consolidation			X		Headquarter activities
Sandworks UAB	Full consolidation			X		Real estate management
Apželdinimas UAB	Full consolidation			X		Afforestation, landscaping

Table 4. Explanations of differences between accounting and regulatory exposure amounts

	a	b	c = b - a
	Carrying amounts recorded in the published financial statements	Balance sheet values by under the regulatory consolidation scope	Difference between the carrying amount under the regulatory consolidation scope and the carrying amount recorded in the published financial statements
Assets			
Cash and cash equivalents	89,304	87,990	(1,314)
Securities in the trading book	60,182	27,896	(32,286)
Due from other banks	2,090	2,090	-
Derivative financial instruments	1,197	1,197	-
Loans to customers	1,262,167	1,272,183	10,016
Finance lease receivables	124,088	124,088	-



Investment securities at fair value	21,107	20,810	(297)
Investment securities held to collect cash flows	638,655	638,655	-
Investments in subsidiaries and associates	-	11,165	11,165
Intangible assets	3,359	1,996	(1,363)
Property, plant and equipment	8,630	8,333	(297)
Investment property	9,760	5,301	(4,459)
Current income tax prepayment	1,477	1,435	(42)
Deferred income tax asset	1,251	967	(284)
Inventories	16,312	5,256	(11,056)
Other financial assets	13,213	12,815	(398)
Other non-financial assets	8,937	8,258	(679)
Total assets	2,261,729	2,230,435	(31,294)
Liabilities and equity			
Due to other banks and financial institutions	69,152	70,195	1,043
Derivative financial instruments	1,048	1,048	-
Due to customers	1,845,788	1,846,788	1,000
Special and lending funds	3,192	3,192	-
Debt securities in issue	20,003	20,003	-
Current income tax liabilities	233	97	(136)
Deferred income tax liabilities	598	575	(23)
Liabilities related to insurance activities	27,967	-	(27,967)
Other financial liabilities	13,501	-	(13,501)
Other non-financial liabilities	5,509	16,308	10,799
Total liabilities	1,986,991	1,958,206	(28,785)
Share capital	174,211	174,211	-
Share premium	3,428	3,428	-
Reserve capital	756	756	-
Statutory reserve	10,369	10,241	(128)
Financial assets revaluation reserve	(492)	(492)	-
Retained earnings	86,466	84,085	(2,381)
Non-controlling interest	-	-	-
Total equity	274,738	272,229	(2,509)
Total liabilities and equity	2,261,729	2,230,435	(31,294)

The main differences between the carrying value shown in the announced financial statements and the carrying value according to regulatory consolidation scope arise due to the following reasons:

- The subsidiaries of the Bank not included in the regulated scope of consolidation (indicated in Table 3) are not fully consolidated in accordance with IFRS 10, and are



presented in the consolidated according to regulatory consolidation scope balance sheet as investments in subsidiaries that are accounted at cost value less impairment, like in the Bank's balance sheet .

- The assets, liabilities and performance results of these subsidiaries are not consolidated in the consolidated financial information under the regulatory consolidation scope.

OWNS FUNDS

Table 5. Capital instruments' main features

Capital instruments' main features template		
1	Issuer	Šiaulių bankas AB
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg's identifier for non-public distribution)	LT0000102253
3	Legislation treatment	The Republic of Lithuania
Regulatory treatment		
4	Transitional CRR rules	Common equity tier 1 capital
5	Post-transitional CRR rules	Common equity tier 1 capital
6	Eligible at solo/(sub-)consolidated/ solo & (sub-)consolidated Consolidated	solo & (sub-)consolidated
7	Instrument type (types to be specified by each jurisdiction)	Ordinary registered shares
8	Amount recognized in regulatory capital (currency in million, as of most recent reporting date)	EUR 174,210,616.27
9	Nominal amount of instrument	EUR 0.29
9a	Issue price	Various
9b	Redemption price	N/A
10	Accounting classification	Equity
11	Original date of issuance	1994
12	Perpetual or dated	Perpetua
13	Original maturity date	No maturity
14	Issuer call subject to prior supervisory approval	No
15	Optional call date, contingent call dates and redemption amount	N/A
16	Subsequent call dates, if applicable	N/A
Coupons and/or dividends		
17	Fixed or floating dividend/coupon	Floating
18	Coupon rate and any related index	N/A
19	Existence of a dividend stopper	No
20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Partially discretionary



20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Partially discretionary
21	Existence of step up or other incentive to redeem	N/A
22	Noncumulative or cumulative	Noncumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger(s)	N/A
25	If convertible, fully or partially	N/A
26	If convertible, conversion rate	N/A
27	If convertible, mandatory or optional conversion	N/A
28	If convertible, specify instrument type convertible into	N/A
29	If convertible, specify issuer of instrument it converts into	N/A
30	Write-down features	No
31	If write-down, write-down trigger(s)	N/A
32	If write-down, full or partial	N/A
33	If write-down, permanent or temporary	N/A
34	If temporary write-down, description of write-up mechanism	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	N/A
36	Non-compliant transitioned features	No
37	If yes, specify non-compliant features	N/A
(1) Putt N/A if the issue is not applicable.		

Table 6. Own funds information

Common Equity Tier 1 (CET1) capital: Instruments and reserves		Amount at disclosure date, EUR thousands			Regulation (EU) Nr.575/2013. Article references
		The Bank	Financial group	Group	
1	Capital instruments and the related share premium accounts	177,639	177,639	177,639	26 (1), 27, 28, 29,
	of which: Instrument type 1				EBA list 26 (3)
	of which: Instrument type 2				EBA list 26 (3)
	of which: Instrument type 3				EBA list 26 (3)
2	Retained earnings	34,056	39,817	41,563	26 (1) (c)
3	Accumulated other comprehensive income (and other reserves)	264	264	264	26 (1)
3a	Provisions for general banking risk	10,195	10,241	10,369	26 (1) (f)
4	Amount of qualifying items referred to in Article 484 (3) and the related share premium accounts subject to phase out from CET1				486 (2)



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5	Minority interests (amount allowed in consolidated CET1)				84
5a	Independently verified interim profit minus any foreseeable taxes or dividends	-	-	-	26 (2)
6	Common Equity Tier 1 (CET1) capital before regulatory adjustments	222,154	227,961	229,835	Sum of rows 1-5a
Common Equity Tier 1 (CET1) capital: regulatory adjustments					
7	Additional value adjustments (negative amount)	(47)	(51)	(65)	34, 105
8	Intangible assets (net of related tax liability) (negative amount)	(1,975)	(1,996)	(3,359)	36 (1) (b), 37
9	Empty set in the EU				
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)		(81)	(81)	36 (1) (c), 38
11	Fair value reserves related to gains or losses on cash flow hedges				33 (1) (a)
12	Negative amounts resulting from the calculation of expected loss amounts	(5,155)	(6,216)	(6,454)	36 (1) (d), 40, 159
13	Any increase in equity that results from securitized assets (negative amount)				32 (1)
14	Gains or losses on liabilities valued at fair value resulting from changes in own credit standing				33 (b)
15	Defined-benefit pension fund assets (negative amount)				36 (1) (e), 41
16	Direct and indirect holdings by an institution of own CET1 instruments (negative amount)				36 (1) (f), 42
17	Direct, indirect and synthetic holdings of the CET 1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)				37 (1) (g), 44
18	Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10 % threshold and net of eligible short positions) (negative amount)				36 (1) (h), 43, 45, 46, 49 (2) (3), 79
19	Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10 % threshold and net of eligible short positions) (negative amount)				36 (1) (i), 43, 45, 47, 48 (1) (b), 49 (1) to (3), 79
20	Empty set in the EU				
20a	Exposure amount of the following items which qualify for a RW of 1250 %, where the institution opts for the deduction alternative				36 (1) (k)
20b	of which: qualifying holdings outside the financial sector (negative amount)				36 (1) (k) (i), 89 to 91
20c	of which: securitization positions (negative amount)				36 (1) (k) (ii); 243 (1) (b); 244 (1) (b); 258
20d	of which: free deliveries (negative amount)				36 (1) (k) (iii), 379 (3)
21	Deferred tax assets arising from temporary differences (amount above 10 % threshold, net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)				36 (1) (c), 38, 48 (1) (a)
22	Amount exceeding the 15 % threshold (negative amount)				48 (1)



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23	of which: direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities				36 (1) (i), 48 (1) (b)
24	Empty set in the EU				
25	of which: deferred tax assets arising from temporary differences				36 (1) (c), 38, 48 (1) (a)
25a	Losses for the current financial year (negative amount)				36 (1) (a)
25b	Foreseeable tax charges relating to CET1 items (negative amount)				36 (1) (l)
27	Qualifying AT1 deductions that exceed the AT1 capital of the institution (negative amount)				36 (1) (j)
28	Total regulatory adjustments to Common Equity Tier 1 (CET1)	(7,177)	(8,344)	(9,959)	Sum of rows 7-20a, 21, 22 and 25a-27
29	Common equity tier 1 capital (CET1)	214,977	219,617	219,876	Row 6 minus row 28
Additional Tier 1 (AT1) capital: Instruments					
30	Capital instruments and the related share premium accounts				51, 52
31	of which: classified as equity under applicable accounting standards				
32	of which: classified as liabilities under applicable accounting standards				
33	Amount of qualifying items referred to in Article 484 (4) and the related share premium accounts subject to phase out from AT1				486 (3)
34	Qualifying Tier 1 capital included in consolidated AT1 capital (including minority interests not included in row 5) issued by subsidiaries and held by third parties				85, 86
35	of which: instruments issued by subsidiaries subject to phase out				486 (3)
36	Additional Tier 1 (AT1) capital before regulatory adjustments				Sum of rows 30, 33 and 34
Additional Tier 1 (AT1) capital: regulatory adjustments					
37	Direct and indirect holdings by an institution of own AT1 instruments (negative amount)				52 (1) (b), 56 (a), 57
38	Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)				56 (b), 58
39	Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10 % threshold and net of eligible short positions) (negative amount)				56 (c), 59, 60, 79
40	Direct, indirect and synthetic holdings by the institution of the AT1 instruments of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)				56 (d), 59, 79
41	Empty set in the EU				
42	Qualifying T2 deductions that exceed the T2 capital of the institution (negative amount)				56 (e)
43	Total regulatory adjustments to Additional Tier 1 (AT1) capital				Sum of rows 37 to 42



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44	Additional Tier 1 (AT1) capital				Row 36 minus row 43
45	Tier 1 capital (T1 = CET1 + AT1)	214,977	219,617	219,876	Sum of row 29 and row 44
Tier 2 (T2) capital: Instruments and provisions					
46	Capital instruments and the related share premium accounts				62, 63
47	Amount of qualifying items referred to in Article 484 (5) and the related share premium accounts subject to phase out from T2				486 (4)
48	Qualifying own funds instruments included in consolidated T2 capital (including minority interests and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties				87, 88
49	of which: instruments issued by subsidiaries subject to phase out				486 (4)
50	Credit risk adjustments				62 (c) & (d)
51	Tier 2 (T2) capital before regulatory adjustments				
Tier 2 (T2) capital: regulatory adjustments					
52	Direct and indirect holdings by an institution of own T2 instruments and subordinated loans (negative amount)				63 (b) (i), 66 (a), 67
53	Holdings of the T2 instruments and subordinated loans of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)				66 (b), 68
54	Direct and indirect holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10 % threshold and net of eligible short positions) (negative amount)				66 (c), 69, 70, 79
55	Direct and indirect holdings by the institution of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)				66 (d), 69, 79
56	Empty set in the EU				
57	Total regulatory adjustments to Tier 2 (T2) capital				Sum of rows 52 to 56
58	Tier 2 capital (T2)				Row 51 minus row 57
59	Total capital (TC = T1 + T2)	214,977	219,617	219,876	Sum of row 45 and row 58
60	Total risk weighted assets	1,450,395	1,453,905	1,470,692	
Capital ratios and buffers					
61	Common Equity Tier 1 (as a percentage of total risk exposure amount)	14.82%	15.11%	14.95%	92 (2) (a)
62	Tier 1 (as a percentage of total risk exposure amount)	14.82%	15.11%	14.95%	92 (2) (b)
63	Total capital (as a percentage of total risk exposure amount)	14.82%	15.11%	14.95%	92 (2) (c)
64	Institution specific buffer requirement (CET1 requirement in accordance with article 92 (1) (a) plus capital conservation and countercyclical buffer requirements, plus systemic risk buffer, plus systemically important institution buffer expressed as a percentage of risk exposure amount)	8.90%	8.90%	8.90%	CRD 128, 129, 130, 131, 133



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65	of which: capital conservation buffer requirement	2.50%	2.50%	2.50%	
66	of which: countercyclical buffer requirement	0.50%	0.50%	0.50%	
67	of which: systemic risk buffer requirement				
67a	of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	0.50%	0.50%	0.50%	
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount)	5.92%	6.21%	6.05%	CRD 128
69	[non relevant in EU regulation]				
70	[non relevant in EU regulation]				
71	[non relevant in EU regulation]				
Amounts below the thresholds for deduction (before risk weighting)					
72	Direct and indirect holdings of the capital of financial sector entities where the institution does not have a significant investment in those entities (amount below 10% threshold and net of eligible short positions)				36 (1) (h), 45, 46, 56 (c), 59, 60, 66 (c), 69, 70
73	Direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount below 10% threshold and net of eligible short positions)				36 (1) (i), 45, 48
74	Empty set in the EU				
75	Deferred tax assets arising from temporary differences (amount below 10 % threshold, net of related tax liability where the conditions in Article 38 (3) are met)	-	886	1,170	36 (1) (c), 38, 48
Applicable caps on the Inclusion of provisions In Tier 2					
76	Credit risk adjustments included in T2 in respect of exposures subject to standardized approach (prior to the application of the cap)				62
77	Cap on inclusion of credit risk adjustments in T2 under standardized approach				62
78	Credit risk adjustments included in T2 in respect of exposures subject to internal ratings-based approach (prior to the application of the cap)				62
79	Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach				62
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2014 and 1 Jan 2022)					
80	Current cap on CET1 instruments subject to phase out arrangements				484 (3), 486 (2) & (5)
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)				484 (3), 486 (2) & (5)
82	Current cap on AT1 instruments subject to phase out arrangements				484 (4), 486 (3) & (5)
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)				484 (4), 486 (3) & (5)
84	Current cap on T2 instruments subject to phase out arrangements				484 (5), 486 (4) & (5)
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)				484 (5), 486 (4) & (5)



CAPITAL REQUIREMENTS

Table 7. Minimum capital requirements

Percent (%)	Minimum own funds requirements	Capital conservation buffer CCoB	Institution's special countercyclical capital buffer CCyB	Other systematical ly important institution's buffer O-SII	ICAAP	Total capital reserve	Requirements in total
Common equity tier 1 capital (CET1)	4.5	2.5	0.5	0.5	0.9	4.4	8.9
Tier 1 capital (CET1)	6.0	2.5	0.5	0.5	0.9	4.4	10.4
Own funds requirements in total	8.0	2.5	0.5	0.5	0.9	4.4	12.4

Table 8. Overview of RWAs

			RWAs		Minimum capital requirements
			31-12-2018	30-09-2018	31-12-2018
	1	Credit risk (excluding CCR)	1,290,021	1,237,734	103,202
Article 438(c)(d)	2	Of which the standardised approach	1,290,021	1,237,34	103,202
Article 438(c)(d)	3	Of which the foundation IRB (FIRB) approach	-	-	-
Article 438(c)(d)	4	Of which the advanced IRB (AIRB) approach	-	-	-
Article 438(d)	5	Of which equity IRB under the simple risk-weighted approach or the IMA	-	-	-
Article 107 Article 438(c)(d)	6	CCR	188	488	15
Article 438(c)(d)	7	Of which mark to market	-	-	-
Article 438(c)(d)	8	Of which original exposure	-	-	-
	9	Of which the standardised approach	188	488	15
	10	Of which internal model method (IMM)	-	-	-
Article 438(c)(d)	11	Of which risk exposure amount for contributions to the default fund of a CCP	-	-	-
Article 438(c)(d)	12	Of which CVA	-	-	-
Article 438(e)	13	Settlement risk	-	-	-
Article 449(o)(i)	14	Securitisation exposures in the banking book (after the cap)	-	-	-
	15	Of which IRB approach	-	-	-
	16	Of which IRB supervisory formula approach (SFA)	-	-	-
	17	Of which internal assessment approach (IAA)	-	-	-



	18	Of which standardised approach	-	-	-
Article 438 (e)	19	Market risk	23,277	22,856	1,862
	20	Of which the standardised approach	23,277	22,856	1,862
	21	Of which IMA	-	-	-
Article 438 (e)	22	Large exposures	-	-	-
Article 438(f)	23	Operational risk	140,419	124,073	11,234
	24	Of which basic indicator approach	140,419	124,073	11,234
	25	Of which standardised approach	-	-	-
	26	Of which advanced measurement approach	-	-	-
Article 437(2), Article 48 and Article 60	27	Amounts below the thresholds for deduction (subject to 250% risk weight)	-	-	-
Article 500	28	Floor adjustment	-	-	-
	29	Total	1,453,905	1,385,151	116,312

Table 9. Comparison of institutions' own funds and capital and leverage ratios with and without the application of transitional arrangements for IFRS 9 or analogous ECLs

		31-12-2018	30-09-2018	30-06-2018	31-03-2018
Available capital (amounts)					
1	Common Equity Tier 1 (CET1) capital	219,617	196,792	199,797	196,952
2	Common Equity Tier 1 (CET1) capital as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	191,383	171,172	174,458	197,410
3	Tier 1 capital	219,617	196,792	199,797	196,952
4	Tier 1 capital as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	191,383	171,172	174,458	197,410
5	Total capital	219,617	214,394	218,406	216,558
6	Total capital as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	191,383	188,774	193,067	217,016
Risk-weighted assets (amounts)					
7	Total risk-weighted assets	1,453,905	1,385,151	1,349,868	1,266,105
8	Total risk-weighted assets as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	1,438,102	1,370,486	1,335,626	1,263,699
Capital ratios					
9	Common Equity Tier 1 (as a percentage of risk exposure amount)	15.11%	14.21%	14.80%	15.56%
10	Common Equity Tier 1 (as a percentage of risk exposure amount) as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	13.31%	12.49%	13.06%	15.62%
11	Tier 1 (as a percentage of risk exposure amount)	15.11%	14.21%	14.80%	15.56%
12	Tier 1 (as a percentage of risk exposure amount) as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	13.31%	12.49%	13.06%	15.62%
13	Total capital (as a percentage of risk exposure amount)	15.11%	15.48%	16.18%	17.10%



14	Total capital (as a percentage of risk exposure amount) as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	13.31%	13.37%	14.46%	17.17%
Leverage ratio					
15	Leverage ratio total exposure measure	2,314,860	2,268,642	2,207,294	2,154,091
16	Leverage ratio	9.49%	8.67%	9.05%	9.14%
17	Leverage ratio as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	8.27%	7.55%	7.90%	9.16%

Table 10. Non-deducted participations in insurance undertakings

	Value
Holdings of own funds instruments of a financial sector entity where the institution has a significant investment not deducted from own funds (before risk-weighting)	6,998
Total RWAs	17,495

MACROPRUDENTIAL SUPERVISORY MEASURES

The disclosures required by Article 440 of the CRR are specified in the Commission Delegated Regulation (EU) No 2015/1555 of 28 May 2015.

Table 11. Amount of institution-specific countercyclical capital buffer (CCyB)

Row		Column
010	Total risk exposure amount	1,453,905
020	Institution specific countercyclical buffer rate	0.48%
030	Institution specific countercyclical buffer requirement	6,979

Table 12. Geographical distribution of credit exposures relevant for the calculation of the countercyclical capital buffer

	General credit exposures		Trading book exposure		Securitisation exposure	
	Exposure value for SA	Exposure value IRB	Sum of long and short position of trading book	Value of trading book exposure for internal models	Exposure value for SA	Exposure value for IRB
	010	020	030	040	050	060
Lithuania	1,143,065	-	120,559	-	-	-
USA	35,227	-	396	-	-	-
France	15,413	-	900	-	-	-
Great Britain	11,452	-	777	-	-	-
Italy	5,931	-	-	-	-	-
Belgium	5,686	-	-	-	-	-
Sweden	3,956	-	1,452	-	-	-
The Netherlands	4,107	-	1,334	-	-	-



Finland	4,644	-	564	-	-	-
Czech Republic	4,435	-	2,285	-	-	-
Germany	3,983	-	38	-	-	-
Mexico	4,233	-	-	-	-	-
Ireland	3,016	-	21	-	-	-
Denmark	2,586	-	193	-	-	-
Brazil	1,043	-	-	-	-	-
Norway	1,011	-	-	-	-	-
Chile	905	-	-	-	-	-
Other	2,302	-	4,478	-	-	-
Total	1,252,995	-	132,997	-	-	-

	Own funds requirements				Own funds requirement weights	Countercyclical capital buffer rate
	Of which: General credit exposures	Of which: Trading book exposures	Of which: Securitisation exposures	Total		
	070	080	090	100	110	120
Lithuania	91,445	529	-	91,974	0.91	0.5%
USA	2,818	6	-	2,824	0.03	0.0%
France	1,233	70	-	1,303	0.01	0.0%
Great Britain	916	62	-	978	0.01	1.0%
Italy	474	-	-	474	0.00	0.0%
Belgium	455	-	-	455	0.00	0.0%
Sweden	317	116	-	433	0.00	2.0%
The Netherlands	329	96	-	425	0.00	0.0%
Finland	372	45	-	417	0.00	0.0%
Czech Republic	355	54	-	409	0.00	1.0%
Germany	319	38	-	357	0.00	0.0%
Mexico	339	-	-	339	0.00	0.0%
Ireland	241	21	-	262	0.00	0.0%
Denmark	207	15	-	222	0.00	0.0%
Brazil	83	-	-	83	0.00	0.0%
Norway	81	-	-	81	0.00	2.0%
Chile	72	-	-	72	0.00	0.0%
Other	184	218	-	402	0.00	0.0%
Total	100,240	1,270	-	101,510	1.00	0.0%

CREDIT RISK AND GENERAL INFORMATION ON CRM

For accounting and regulatory purposes, past due is recorded in accordance with the deviation from the contractual payment schedule, the identification of impaired



positions and the methods for determining the general and specific credit risk adjustments are described in 2018 note to the financial statements “Accounting principles” in the section “Impairment of financial assets” (page 30) and note “Financial risk management” section 1.3 “Value reduction and provisioning principles” (page 38). The definition of default is in line with the EBA guidelines on defining credit obligation defaults.

Table 13. Total and average net amount of exposures

	Net value of exposures at the end of 2018	Average net exposures over the 2018
Central governments or central banks	479,391	508,846
Regional governments or local authorities	108,411	105,935
Public sector entities	6,532	29,156
Multilateral development banks	1,039	955
International organisations	-	-
Institutions	92,954	92,818
Corporates	503,784	384,349
<i>Of which: SMEs</i>	32,195	31,167
Retail	456,070	411,333
<i>Of which: SMEs</i>	139,803	153,817
Secured by mortgages on immovable property	669,053	664,471
<i>Of which: SMEs</i>	129,708	105,030
Exposures in default	25,715	23,555
Items associated with particularly high risk	76,756	73,775
Covered bonds	-	-
Claims on institutions and corporates with a short-term credit assessment	-	-
Collective investments undertakings	4,815	6,435
Equity exposures	11,716	13,142
Other exposures	90,557	80,437
Total standardised approach	2,526,793	2,395,207
Total	2,526,793	2,395,207

Table 14. Geographical breakdown of exposures

	Net value								
	Europe	Lithuania	Poland	The Netherlands	France	Italy	Ireland	Romania	Other country
Central governments or central banks	468,982	324,654	32,269	-	1,879	15,277	17,340	20,338	57,225
Regional governments or local authorities	108,411	108,411	-	-	-	-	-	-	-
Public sector entities	5,503	2,467	-	-	-	-	-	-	3,036



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Multilateral development banks	1,039	-	-	-	-	-	-	-	1,039
International organisations	-	-	-	-	-	-	-	-	-
Institutions	78,590	16,384	99	24,766	1,411	-	1,021	-	34,909
Corporates	451,641	377,752	-	4,627	20,935	6,452	3,017	-	38,858
Retail	456,056	456,049	-	-	-	-	-	-	6
Secured by mortgages on immovable property	669,053	668,995	-	-	-	-	-	-	58
Exposures in default	25,715	25,537	-	-	-	-	-	-	178
Items associated with particularly high risk	76,756	76,756	-	-	-	-	-	-	-
Covered bonds	-	-	-	-	-	-	-	-	-
Claims on institutions and corporates with a short-term credit assessment	-	-	-	-	-	-	-	-	-
Collective investments undertakings	4,815	4,811	-	3	-	-	-	-	1
Equity exposures	11,324	11,300	-	-	-	-	-	-	24
Other exposures	90,498	84,129	-	-	-	-	-	-	6,369
Total standardised approach	2,448,384	2,157,245	32,368	29,396	24,225	21,729	21,378	20,338	141,704
Total	2,448,384	2,157,245	32,368	29,396	24,225	21,729	21,378	20,338	141,704

	Net value						
	America	USA	Mexico	Other country	Asia, Oceania and Australia	Africa	Total
Central governments or central banks	9,395	-	9,395	-	1,014	-	479,391
Regional governments or local authorities	-	-	-	-	-	-	108,411
Public sector entities	-	-	-	-	1,029	-	6,532
Multilateral development banks	-	-	-	-	-	-	1,039
International organisations	-	-	-	-	-	-	-
Institutions	10,549	8,612	-	1,937	3,815	-	92,954
Corporates	50,342	39,020	8,468	2,854	1,800	-	503,783
Retail	-	-	-	-	14	-	456,070
Secured by mortgages on immovable property	-	-	-	-	-	-	669,053
Exposures in default	-	-	-	-	-	-	25,715
Items associated with particularly high risk	-	-	-	-	-	-	76,756
Covered bonds	-	-	-	-	-	-	-
Claims on institutions and corporates with a short-term credit assessment	-	-	-	-	-	-	-
Collective investments undertakings	-	-	-	-	-	-	4,815
Equity exposures	392	392	-	-	-	-	11,716



Other exposures	58	54	-	4	1	-	90,557
Total standardised approach	70,736	48,078	17,863	4,795	7,673	-	2,526,793
Total	70,736	48,078	17,863	4,795	7,673	-	2,526,793

Table 15. Concentration of exposures by industry or counterparty types

		a	b	c	d	e	f	g	h	i	j
		Agriculture, forestry and fishing	Mining and quarrying	Manufacturing	Electricity, gas, steam and air conditioning supply	Water supply	Construction	Wholesale and retail trade	Transport and storage	Accommodation and food service activities	Information and communication
7	Central governments or central banks	-	-	-	-	-	-	-	-	-	-
8	Regional governments or local authorities	-	-	-	-	-	-	-	-	-	-
9	Public sector entities	-	-	-	4,062	581	-	-	-	-	-
10	Multilateral development banks	-	-	-	-	-	-	-	-	-	-
11	International organisations	-	-	-	-	-	-	-	-	-	-
12	Institutions	-	-	-	-	-	-	-	-	-	-
13	Corporates	16,391	14,257	128,790	30,876	11,787	37,848	57,898	25,957	32,317	31,216
14	Retail	42,894	1,330	20,426	2,545	4,189	16,563	30,968	15,913	5,352	1,023
15	Secured by mortgages on immovable property	70,647	7,939	92,031	12,602	10,674	45,467	107,274	6,412	35,030	774
16	Exposures in default	2,540	1,442	4,539	296	18	1,622	7,510	216	2,499	49
17	Items associated with particularly high risk	-	-	153	-	-	33,572	-	-	3,982	-
18	Covered bonds	-	-	-	-	-	-	-	-	-	-
19	Claims on institutions and corporates with a short-term credit assessment	-	-	-	-	-	-	-	-	-	-
20	Collective investments undertakings	-	-	-	-	-	-	-	-	-	-
21	Equity exposures	-	-	-	-	-	1,029	-	-	-	24
22	Other exposures	-	-	-	-	-	22,858	-	1,708	-	3,050
23	Total standardised approach	132,473	24,968	245,939	50,381	27,249	158,959	203,649	50,206	79,179	36,136
24	Total	132,473	24,968	245,939	50,381	27,249	158,959	203,649	50,206	79,179	36,136



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		k	l	m	n	o	p	q	r	s	u
		Financial and insurance activities	Real estate activities	Professional, scientific and technical activities	Administrative and support service activities	Public administration and defence, compulsory social security	Education	Human health services and social work activities	Arts, entertainment and recreation	Other services	Total
7	Central governments or central banks	12,000	-	-	-	467,391	-	-	-	-	479,391
8	Regional governments or local authorities	-	-	-	6	108,368	-	-	-	37	108,411
9	Public sector entities	-	-	-	-	34	292	1,237	36	290	6,532
10	Multilateral development banks	1,039	-	-	-	-	-	-	-	-	1,039
11	International organisations	-	-	-	-	-	-	-	-	-	-
12	Institutions	92,954	-	-	-	-	-	-	-	-	92,954
13	Corporates	574	43,925	19,652	13,785	55	106	7,684	4,507	26,159	503,783
14	Retail	(9,240)	4,688	4,105	168,930	25	1,044	1,647	925	142,744	456,070
15	Secured by mortgages on immovable property	634	161,652	7,147	28,538	502	230	18,831	1,262	61,408	669,053
16	Exposures in default	-	15	15	13	-	-	26	137	4,778	25,715
17	Items associated with particularly high risk	-	37,914	1,135	-	-	-	-	-	-	76,757
18	Covered bonds	-	-	-	-	-	-	-	-	-	-
19	Claims on institutions and corporates with a short-term credit assessment	-	-	-	-	-	-	-	-	-	-
20	Collective investments undertakings	4,294	266	-	-	-	-	-	-	255	4,815
21	Equity exposures	7,394	3,150	-	-	-	-	-	119	-	11,716
22	Other exposures	4,601	18,476	-	-	-	-	-	-	39,864	90,557
23	Total standardised approach	114,249	270,085	32,054	211,273	576,375	1,672	29,425	6,985	275,536	2,526,793
24	Total	114,249	270,085	32,054	211,273	576,375	1,672	29,425	6,985	275,536	2,526,793



Table 16. Maturity of exposures

		a	b	c	d	e	f
		Net exposure value					
		On demand	<=1 year	>1 year <=5 years	>5 years	No stated maturity	Total
7	Central governments or central banks	12,000	107,396	231,119	128,876	-	479,391
8	Regional governments or local authorities	5,028	358	37,590	65,435	-	108,411
9	Public sector entities	1,548	201	3,755	1,028	-	6,532
10	Multilateral development banks	-	1,039	-	-	-	1,039
11	International organisations	-	-	-	-	-	-
12	Institutions	30,615	7,062	33,607	21,669	-	92,954
13	Corporates	140,272	57,345	208,309	97,339	519	503,783
14	Retail	96,551	46,104	196,640	116,340	435	456,070
15	Secured by mortgages on immovable property	64,779	42,283	336,814	225,177	-	669,053
16	Exposures in default	-	2,216	9,807	4,098	9,593	25,715
17	Items associated with particularly high risk	-	8,128	60,393	6,306	1,929	76,756
18	Covered bonds	-	-	-	-	-	-
19	Claims on institutions and corporates with a short-term credit assessment	-	-	-	-	-	-
20	Collective investments undertakings	-	935	-	-	3,880	4,815
21	Equity exposures	-	-	-	-	11,716	11,716
22	Other exposures	53,349	15,054	1,986	2,246	17,922	90,557
23	Total standardised approach	404,142	288,121	1,120,021	668,514	45,994	2,526,792
24	Total	404,142	288,121	1,120,021	668,514	45,994	2,526,792

Table 17. Credit quality of exposures by exposure class and instrument

		a	b	c	d	e	f	g
		Gross carrying values of		Specific credit risk adjustment	General credit risk adjustment	Accumulated write-offs	Credit risk adjustment charges of the period	Net values (a+b-c-d)
		Defaulted exposures	Non-defaulted exposures					
16	Central governments or central banks	-	479,467	76	-	-	-	479,391
17	Regional governments or local authorities	-	108,570	159	-	-	55	108,411
18	Public sector entities	-	6,550	18	-	-	54	6,532
19	Multilateral development banks	-	1,039	-	-	-	-	1,039
20	International organisations	-	-	-	-	-	-	-
21	Institutions	-	92,975	21	-	-	(158)	92,954



REPORT ON RISK AND CAPITAL MANAGEMENT
FOR THE YEAR ENDING 31 DECEMBER 2018.

22	Corporates	-	505,688	1,904	-	1,414	503,784
23	Of which: SMEs	-	32,195	-	-	1	32,195
24	Retail	-	459,143	3,073	-	534	456,070
25	Of which: SMEs	-	140,426	623	-	(773)	139,803
26	Secured by mortgages on immovable property	-	671,607	2,554	-		669,053
27	Of which: SMEs	-	130,220	512	-		129,708
28	Exposures in default	43,958	-	18,243	-	3,007	25,715
29	Items associated with particularly high risk	-	79,576	2,820	-		76,756
30	Covered bonds	-	-	-	-		-
31	Claims on institutions and corporates with a short-term credit assessment	-	-	-	-		-
32	Collective investments undertakings	-	4,831	16	-	16	4,815
33	Equity exposures	-	11,716	-	-	2,325	11,716
34	Other exposures	-	94,056	3,499	-	131	90,557
35	Total standardised approach	43,958	2,515,217	32,383	-	3,007	2,526,792
36	Total	43,958	2,515,217	32,383	-	3,007	2,526,792
37	Of which: Loans	43,958	1,550,580	32,383	-	-	1,562,155
38	Of which: Debt securities	-	655,398	-	-	-	655,398
39	Of which: Off-balance-sheet exposures	-	309,239	-	-	-	309,239

Table 18. Credit quality of exposures by industry or counterparty types

		a	b	c	d	e	f	g
		Gross carrying values of		Specific credit risk adjustment	General credit risk adjustment	Accumulated write-offs	Credit risk adjustment charges	Net values
		Defaulted exposures	Non-defaulted exposures					
1	Agriculture, forestry and fishing	4,057	130,310	1,895	-	172	545	132,472
2	Mining and quarrying	1,895	23,549	476	-		389	24,968
3	Manufacturing	11,254	243,063	8,378	-	81	1,038	245,939
4	Electricity, gas, steam and air conditioning supply	333	50,130	82	-	-	64	50,381
5	Water supply	18	27,256	25	-	-	(26)	27,250
6	Construction	2,643	159,656	3,341	-	12	738	158,959
7	Wholesale and retail trade	11,887	196,375	4,613	-	1,196	1,283	203,649
8	Transport and storage	324	50,060	178	-	48	(670)	50,206
9	Accommodation and food service activities	3,307	77,685	1,812	-	50	70	79,180



10	Information and communication	50	36,106	20	-	-	12	36,136
11	Real estate activities	25	271,283	1,223	-	710	412	270,085
12	Professional, scientific and technical activities	71	32,083	100	-	-	3	32,053
13	Administrative and support service activities	17	211,332	76	-	19	(223)	211,273
14	Public administration and defence, compulsory social security	-	576,610	235	-	-	54	576,375
15	Education	-	1,672	-	-	-	(25)	1,672
16	Human health services and social work activities	108	29,657	340	-	-	(263)	29,425
17	Arts, entertainment and recreation	188	6,964	167	-	-	(200)	6,985
18	Other services	7,779	391,427	9,421	-	719	4,316	389,785
19	Total	43,958	2,515,218	32,383	-	3,007	7,517	2,526,793

Table 19. Credit quality of exposures by geography

		a	b	c	d	e	f	g
		Gross carrying values of		Specific credit risk adjustment	General credit risk adjustment	Accumulated write-offs	Credit risk adjustment charges	Net values (a+b-c-d-e)
		Defaulted exposures	Defaulted exposures					
1	Europe	43,958	2,436,808	32,382	-	3,007	7,517	2,448,384
2	Lithuania	43,958	2,145,588	32,300	-	3,007	7,517	2,157,246
3	Poland	-	32,368	-	-	-	-	32,368
4	France	-	24,229	4	-	-	-	24,225
5	Romania	-	20,338	-	-	-	-	20,338
6	The Netherlands	-	29,398	2	-	-	-	29,396
7	Italy	-	21,729	-	-	-	-	21,729
8	Ireland	-	21,378	-	-	-	-	21,378
9	Other country	-	141,780	76	-	-	-	141,704
10	America	-	70,737	1	-	-	-	70,736
11	Asia, Oceania and Australia	-	7,673	-	-	-	-	7,673
12	Africa	-	-	-	-	-	-	-
13	Total	43,958	2,515,218	32,383	-	3,007	7,517	2,526,793



Table 20. Ageing of past-due exposures

		a	b	c	d	e	f
		Gross carrying values					
		≤30 days	>30 days ≤60 days	>60 days ≤ 90 days	>90 days ≤180 days	>180 days ≤1 year	>1 year
1	Loans	91,322	7,772	2,602	7,949	13,654	31,325
2	Debt securities	-	-	-	-	-	-
3	Total exposures	91,322	7,772	2,602	7,949	13,654	31,325

Table 21. Non-performing and forborne exposures

		a	b	c	d	e	f	g
		Gross carrying amount of performing and non-performing exposures						
			Of which performing but past due > 30 days and ≤ 90 days	Of which performing forborne	Of which non-performing			
					Of which defaulted	Of which impaired	Of which forborne	
1	Loans	1,409,407	8,421	2,348	88,573	58,795	87,505	14,521
2	Debt securities	638,996	-	-	-	-	-	-
3	Total exposures	2,048,403	8,421	2,348	88,573	58,795	87,505	14,521

		h	i	j	k	l	m
		Accumulated impairment and provisions and negative fair value adjustments due to credit risk				Collaterals and financial guarantees received	
		On performing exposures		On non-performing exposures		On non-performing exposures	Of which forborne exposures
			Of which forborne		Of which forborne		
1	Loans	14,611	1	31,269	4,322	46,774	15,882
2	Debt securities	-	-	-	-	-	-
3	Total exposures	14,611	1	31,269	4,322	46,774	15,882

Table 22. Changes in the stock of general and specific credit risk adjustments

		a	b
		Accumulated specific credit risk adjustment	Accumulated general credit risk adjustment
1	Opening balance	51,008	1,206
2	Increases due to amounts set aside for estimated loan losses during the period	32,153	-
3	Decreases due to amounts reversed for estimated loan losses during the period	(23,212)	-
4	Decreases due to amounts taken against accumulated credit risk adjustments	(3,487)	-
5	Transfers between credit risk adjustments	-	-
6	Impact of exchange rate differences	-	-



7	Business combinations, including acquisitions and disposals of subsidiaries	-	-
8	Other adjustments	11,480	(1,206)
9	Closing balance	67,942	-
10	Recoveries on credit risk adjustments recorded directly to the statement of profit or loss	1,582	-
11	Specific credit risk adjustments directly recorded to the statement of profit or loss	-	-

Other adjustments presented in line 8 consist of: Accumulated specific credit risk adjustment - initial balance adjustment due to change in accounting principles EUR +11491 thousand, other adjustments EUR -11 thousand; Accumulated general credit risk adjustment - initial balance adjustment due to change in accounting principles EUR - 1206 thousand.

Table 23. Changes in the stock of defaulted and impaired loans and debt securities

		a
		Gross carrying value defaulted exposures
1	Opening balance	53,752
2	Loans and debt securities that have defaulted or impaired since the last reporting period	21,999
3	Returned to non-defaulted status	(31,365)
4	Amounts written off	(3,007)
5	Other changes	2,579
6	Closing balance	43,958

Qualitative information on credit risk mitigation is presented in 2018 note to the financial statements “Financial risk management” section 1.2 “Risk Limit Control and Risk Reduction Policies” (page 38) and section 1.5 (d) “Information on loan collaterals” (page 47).

Table 24. CRM techniques. Overview

		a	b	c	d	e
		Exposures unsecured - Carrying amount	Exposures to be secured	Exposures secured by collateral	Exposures secured by financial guarantees	Exposures secured by credit derivatives
1	Total loans	766,283	660,741	593,554	67,187	-
2	Total debt securities	655,260	-	-	-	-
3	Total exposures	1,421,543	660,741	593,554	67,187	-
4	Of which defaulted	21,455	4,260	-	4,260	-



CREDIT RISK AND CRM IN THE STANDARDISED APPROACH

Assessing exposures subject to external credit rating, the Bank uses the following well-known external credit assessment institutions (ECAI):

- Standard&Poor's
- Moody's Investors Service
- Fitch Ratings

Exposures of debt securities and institutions are subject to the external credit rating which, assessing the credit risk under the standardized method, are classified according to the issuer, issue or rating held by the institution itself. If an individual exposure has been rated by two assessment institutions then less the favourable assessment shall apply, in case three ratings are provided - two most favourable shall apply, in case two most favourable ratings do not coincide - then less favourable shall apply.

Table 25. Standardised approach - Credit risk exposure and CRM effects

	Exposure classes	a	b	c	d	e	f
		Exposures before CCF and CRM		Exposures post CCF and CRM		RWAs and RWA density	
		On-balance-sheet amount	Off-balance-sheet amount	On-balance-sheet amount	Off-balance-sheet amount	RWAs	RWA density
1	Central governments or central banks	479,391	-	479,391	-	10,924	2%
2	Regional government or local authorities	103,377	5,028	103,377	1,626	19	0%
3	Public sector entities	4,984	1,548	72,171	501	4,774	7%
4	Multilateral development banks	1,039	-	1,039	-	-	0%
5	International organisations	-	-	-	-	-	-
6	Institutions	91,545	1,061	91,545	531	37,235	40%
7	Corporates	347,060	140,272	314,988	52,130	343,924	94%
8	Retail	359,152	96,551	341,614	46,531	275,084	71%
9	Secured by mortgages on immovable property	604,274	64,779	593,554	29,474	408,591	66%
10	Exposures in default	25,715	-	21,455	-	25,241	118%
11	Higher-risk categories	76,756	-	74,159	-	111,239	150%
12	Covered bonds	-	-	-	-	-	-
13	Institutions and corporates with a short-term credit assessment	-	-	-	-	-	-
14	Collective investment undertakings	3,896	-	3,896	-	3,896	100%
15	Equity	11,716	-	11,716	-	22,213	190%
16	Other items	90,557	-	90,557	-	44,820	49%
17	Total	2,199,462	309,239	2,199,462	130,792	1,287,958	55%



Table 26. Standardised approach

	Exposure classes	Risk weight								
		0%	2%	4%	10%	20%	35%	50%	70%	75%
1	Central governments or central banks	401,722	-	33,311	29,391	4,524	-	9,393	-	-
2	Regional government or local authorities	104,966	-	-	-	-	-	37	-	-
3	Public sector entities	67,187	-	-	-	-	-	1,423	-	-
4	Multilateral development banks	1,039	-	-	-	-	-	-	-	-
5	International organisations	-	-	-	-	-	-	-	-	-
6	Institutions	-	-	-	-	30,525	-	60,845	-	-
7	Corporates	-	-	-	-	880	-	44,979	-	-
8	Retail	-	-	-	-	-	-	-	-	388,144
9	Secured by mortgages on immovable property	-	-	-	-	-	47,527	367,089	-	-
10	Exposures in default	-	-	-	-	-	-	-	-	-
11	Higher-risk categories	-	-	-	-	-	-	-	-	-
12	Covered bonds	-	-	-	-	-	-	-	-	-
13	Institutions and corporates with a short-term credit assessment	-	-	-	-	-	-	-	-	-
14	Collective investment undertakings	-	-	-	-	-	-	-	-	-
15	Equity	-	-	-	-	-	-	-	-	-
16	Other items	47,066	-	-	-	-	-	-	-	-
17	Total	621,980	-	33,311	29,391	35,928	47,527	483,765	-	388,144

	Exposure classes	Risk weight							Total	Of which unrated
		100%	150%	250%	370%	1250%	Others	Deducted		
1	Central governments or central banks	1,051	-	-	-	-	-	-	479,391	12,000
2	Regional government or local authorities	-	-	-	-	-	-	-	105,004	105,004
3	Public sector entities	4,062	-	-	-	-	-	-	72,672	68,610
4	Multilateral development banks	-	-	-	-	-	-	-	1,039	1,656
5	International organisations	-	-	-	-	-	-	-	-	-
6	Institutions	703	3	-	-	-	-	-	92,076	4,563
7	Corporates	321,259	-	-	-	-	-	-	367,118	244,172
8	Retail	-	-	-	-	-	-	-	388,144	388,144
9	Secured by mortgages on immovable property	208,412	-	-	-	-	-	-	623,028	623,028
10	Exposures in default	13,884	7,571	-	-	-	-	-	21,455	21,455
11	Higher-risk categories	-	74,159	-	-	-	-	-	74,159	74,159
12	Covered bonds	-	-	-	-	-	-	-	-	-
13	Institutions and corporates with a short-term credit assessment	-	-	-	-	-	-	-	-	-
14	Collective investment	3,896	-	-	-	-	-	-	3,896	3,896



	undertakings									
15	Equity	4,718	-	6,998	-	-	-	-	11,716	11,716
16	Other items	42,605	-	886	-	-	-	-	90,557	90,557
17	Total	600,590	81,733	7,884	-	-	-	-	2,330,254	1,648,959

CRR

Table 27. Analysis of CCR exposure by approach

		a	b	c	d	e	f	g
		Notional	Replacement cost/current market value	Potential future credit exposure	EEPE	Multiplier	EAD post CRM	RWAs
1	Mark to market		-	-			-	-
2	Original exposure	1,315					1,315	1,014
3	Standardised approach		340			0.044	15	188
4	IMM (for derivatives and SFTs)				-	-	-	-
5	<i>Of which securities financing transactions</i>				-	-	-	-
6	<i>Of which derivatives and long settlement transactions</i>				-	-	-	-
7	<i>Of which from contractual cross-product netting</i>				-	-	-	-
8	Financial collateral simple method (for SFTs)						1,042	1,014
9	Financial collateral comprehensive method (for SFTs)						-	-
10	VaR for SFTs						-	-
11	Total							2,216

Table 28. CVA capital charge

		a	b
		Exposure value	RWAs
1	Total portfolios subject to the advanced method	-	-
2	(i) VaR component (including the 3× multiplier)		-
3	(ii) SVaR component (including the 3× multiplier)		-
4	All portfolios subject to the standardised method	340	188
EU4	Based on the original exposure method	-	-
5	Total subject to the CVA capital charge	340	188



Table 29. Exposures to CCPs

		a	b
		EAD post CRM	RWAs
1	Exposures to QCCPs (total)		-
2	Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which	-	-
3	(i) OTC derivatives	-	-
4	(ii) Exchange-traded derivatives	-	-
5	(iii) SFTs	-	-
6	(iv) Netting sets where cross-product netting has been approved	-	-
7	Segregated initial margin	-	
8	Non-segregated initial margin	-	-
9	Prefunded default fund contributions	-	-
10	Alternative calculation of own funds requirements for exposures		-
11	Exposures to non-QCCPs (total)		2,056
12	Exposures for trades at non-QCCPs (excluding initial margin and default fund contributions); of which	2,357	2,056
13	(i) OTC derivatives	-	-
14	(ii) Exchange-traded derivatives	-	-
15	(iii) SFTs	1,315	1,014
16	(iv) Netting sets where cross-product netting has been approved	-	-
17	Segregated initial margin	-	
18	Non-segregated initial margin	-	-
19	Prefunded default fund contributions	-	-
20	Unfunded default fund contributions	-	-

Table 30. Standardised approach - CCR exposures by regulatory portfolio and risk

	Exposure classes	Risk weight						
		0%	2%	4%	10%	20%	50%	70%
1	Central governments or central banks	-	-	-	-	-	-	-
2	Regional government or local authorities	-	-	-	-	-	6	-
3	Public sector entities	-	-	-	-	-	-	-
4	Multilateral development banks	-	-	-	-	-	-	-
5	International organisations	-	-	-	-	-	-	-
6	Institutions	-	-	-	-	258	90	
7	Corporates	-	-	-	-	-	-	-
8	Retail	-	-	-	-	-	-	-
9	Institutions and corporates with a short-term credit assessment	-	-	-	-	-	-	-
10	Other items	-	-	-	-	-	-	-
11	Total	-	-	-	-	258	96	-



	Exposure classes	Risk weight				Total	Of which unrated
		75%	100%	150%	Others		
1	Central governments or central banks	-	-	-	-	-	-
2	Regional government or local authorities	-	-	-	-	6	6
3	Public sector entities	-	-	-	-	-	-
4	Multilateral development banks	-	-	-	-	-	-
5	International organisations	-	-	-	-	-	-
6	Institutions	-	-	-	-	348	258
7	Corporates	-	1,589	-	-	1,589	1,589
8	Retail	159	-	-	-	159	159
9	Institutions and corporates with a short-term credit assessment	-	-	-	-	-	-
10	Other items	-	255	-	-	255	255
11	Total	159	1,844	-	-	2,357	2,267

Table 31. Impact of netting and collateral held on exposure values

		a	b	c	d	e
		Gross positive fair value or net carrying amount	Netting benefits	Netted current credit exposure	Collateral held	Net credit exposure
1	Derivatives	1,315	-	1,315	-	1,315
2	SFTs	16,777	15,735	1,042	-	1,042
3	Cross-product netting	-	-	-	-	-
4	Total	18,092	15,735	2,357	-	2,357

UNENCUMBERED ASSETS

Template A. Assets

		Carrying amount of encumbered assets	Fair value of encumbered assets	Carrying amount of unencumbered assets	Fair value of unencumbered assets
		010	040	060	090
010	Assets of the reporting institution	51,059		2,179,376	
030	Equity instruments	-	-	4,995	4,995
040	Debt securities	46,180	46,613	426,725	440,156
120	Other assets	-		90,974	



Template B. Collateral received

		Fair value of encumbered collateral received or own debt securities issued	Fair value of collateral received or own debt securities issued available for encumbrance
		010	040
130	Collateral received by the reporting institution	-	-
150	Equity instruments	-	-
160	Debt securities	-	-
230	Other collateral received	-	-
240	Own debt securities issued other than own covered bonds or asset-backed securities	-	-

Template C. Encumbered assets and (or) collateral received and associated liabilities

		Matching liabilities, contingent liabilities or securities lent	Assets, collateral received and own debt securities issued other than covered bonds and ABSs encumbered
		010	030
010	Carrying amount of selected financial liabilities	33,600	94,979

Encumbrance is not important to Financial group of Šiaulių Bankas because its volumes are relatively low.



MARKET RISK

Table 32. Market risk under the standardised approach

		a	b
		RWAs	Capital requirements
Outright products			
1	Interest rate risk (general and specific)	22,149	1,772
2	Equity risk (general and specific)	1,128	90
3	Foreign exchange risk	-	-
4	Commodity risk	-	-
Options			
5	Simplified approach	-	-
6	Delta-plus method	-	-
7	Scenario approach	-	-
8	Securitisation (specific risk)	-	-
9	Total	23,277	1,862

REMUNERATION

Information on remuneration policies is provided in the Consolidated Annual Report 2018, section “Remuneration Policy” (page 155).

LEVERAGE RATIO

Table LRSum. Summary reconciliation of accounting assets and leverage ratio exposures

		Applicable Amount
1	Total assets as per published financial statements	2,230,435
2	Adjustment for entities which are consolidated for accounting purposes but are outside the scope of regulatory consolidation	-
3	(Adjustment for fiduciary assets recognized on the balance sheet pursuant to the applicable accounting framework but excluded from the leverage ratio total exposure measure in accordance with Article 429(13) of Regulation (EU) No 575/2013)	-
4	Adjustments for derivative financial instruments	(118)
5	Adjustment for securities financing transactions (SFTs)	(15,735)
6	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	309,239
EU-6a	(Adjustment for intragroup exposures excluded from the leverage ratio total exposure measure in accordance with Article 429(7) of Regulation (EU) No 575/2013)	-
EU-6b	(Adjustment for exposures excluded from the leverage ratio total exposure measure in accordance with Article 429(14) of Regulation (EU) No 575/2013)	-



7	Other adjustments	(19,051)
8	Leverage ratio total exposure measure	2,504,769

Table LRCom. Leverage ratio common disclosure

		CRR leverage ratio exposures
On-balance sheet exposures (excluding derivatives and SFTs)		
1	On-balance sheet items (excluding derivatives, SFTs and fiduciary assets, but including collateral)	2,201,539
2	(Asset amounts deducted in determining Tier 1 capital)	(2,128)
3	Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)	2,199,411
Derivative exposures		
4	Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)	478
5	Add-on amounts for PFE associated with all derivatives transactions (mark- to-market method)	837
EU-5a	Exposure determined under Original Exposure Method	-
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework	-
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-
8	(Exempted CCP leg of client-cleared trade exposures)	-
9	Adjusted effective notional amount of written credit derivatives	-
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-
11	Total derivatives exposures (sum of lines 4 to 10)	1,315
SFT exposures		
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	16,777
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	(15,735)
14	Counterparty credit risk exposure for SFT assets	-
EU-14a	Derogation for SFTs: Counterparty credit risk exposure in accordance with Articles 429b(4) and 222 of Regulation (EU) No 575/2013	-
15	Agent transaction exposures	-
EU-15a	(Exempted CCP leg of client-cleared SFT exposure)	-
16	Total securities financing transaction exposures (sum of lines 12 to 15a)	1,042
Other off-balance sheet exposures		
17	Off-balance sheet exposures at gross notional amount	309,239
18	(Adjustments for conversion to credit equivalent amounts)	(207,839)
19	Other off-balance sheet exposures (sum of lines 17 and 18)	101,400



Exempted exposures in accordance with Article 429(7) and (14) of Regulation (EU) No 575/2013 (on and off balance sheet)		
EU-19a	(Intragroup exposures (solo basis) exempted in accordance with Article 429(7) of Regulation (EU) No 575/2013 (on and off balance sheet))	-
EU-19b	(Exposures exempted in accordance with Article 429 (14) of Regulation (EU) No 575/2013 (on and off balance sheet))	-
Capital and total exposure measure		
20	Tier 1 capital	219,617
21	Leverage ratio total exposure measure (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)	2,303,168
Leverage ratio		
22	Leverage ratio	9.54%
Choice on transitional arrangements and amount of derecognised fiduciary items		
EU-23	Choice on transitional arrangements for the definition of the capital measure	Transitional
EU-24	Amount of derecognised fiduciary items in accordance with Article 429(11) of Regulation (EU) No 575/2013	-

Table LRSpl. Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures)

		CRR leverage ratio exposures
EU-1	Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	2,228,555
EU-2	Trading book exposures	29,093
EU-3	Banking book exposures, of which:	2,199,462
EU-4	Covered bonds	-
EU-5	Exposures treated as sovereigns	588,791
EU-6	Exposures to regional governments, MDB, international organisations and PSE not treated as sovereigns	-
EU-7	Institutions	91,545
EU-8	Secured by mortgages of immovable properties	681,030
EU-9	Retail exposures	359,152
EU-10	Corporates	347,060
EU-11	Exposures in default	25,715
EU-12	Other exposures (e.g. equity, securitisations, and other non-credit obligation assets)	106,715

Table LRQua: Free format text boxes for disclosure on qualitative items

In 2018 there were no significant factors that influenced the leverage ratio.

LIQUIDITY RISK

In the course of its activities and in pursuit of strategic objectives, the financial group takes on the risk of liquidity, appetite of which is defined in the Strategic Plan of the



Bank based on the assessment of current and future activities. Liquidity risk management applied by the Group both under normal operating conditions and in case of difficulty is thoroughly assessed during ILAAP. The objective of ILAAP is to ensure effective functioning of the liquidity risk management mechanism within the group including processes for identifying, managing, monitoring and reporting liquidity risk; adequate internal control mechanisms including sound management and accounting procedures; as well as stress testing.

Liquidity risk management depends on the ability of the Financial Group to cover the shortage of financial resources by borrowing from the market and on the market liquidity itself. The Group seeks to be independent of the ability to borrow from the market in the event of liquidity problems and uses the theoretical scenario to exclude borrowing from the market for the purpose of the liquidity management strategy. For this reason, the Financial Group's liquidity margin has to be formed of high-quality assets that can easily be converted into cash without any restrictions and with minimal losses, ensuring the proper fulfillment of obligations, both in normal and unfavorable conditions.

Liquidity risk management is ensured by clearly defined and documented limits, other limitations setting, monitoring, control system and procedures that are in line with the level of liquidity risk assumed by the Financial Group, taking into account current and foreseeable future activities. Liquidity risk management is regulated by the Liquidity Risk Management Procedure, which was approved by the Bank's Board. Decisions related to liquidity management are taken by the Bank's Risk Management Committee on the basis of information provided by the Bank's Risk Management and Reporting Department or the Bank's Board on the basis of information provided by the Risk Management Committee. The Market and Treasury Department constantly evaluates and monitors the need for net financing (liquidity) in the short run. The liquidity risk management of this period is based on cash flow analysis and forecasting.

More details are provided in the Financial Risk Management disclosure (pg. 76) in notes to the financial statements for the year ended 31 December 2018.

LCR disclosure template, on quantitative information of LCR which complements Article 435(1)(f) of Regulation (EU) No 575/2013.

Scope of consolidation (solo) Currency and units (EUR thousand) Quarter ending on (DD Month YYYY) Number of data points used in the calculation of averages		Total unweighted value (average)			
		31-03-2018	30-06-2018	30-09-2018	31-12-2018
		12	12	12	12
HIGH-QUALITY LIQUID ASSETS					
1	Total high-quality liquid assets (HQLA)				
CASH - OUTFLOWS					
2	Retail deposits and deposits from small business customers, of which:	1,394,165	1,427,103	1,473,974	1,456,816
3	<i>Stable deposits</i>	1,040,170	1,047,074	1,057,730	1,016,897



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4	<i>Less stable deposits</i>	329,511	354,494	388,202	408,457
5	Unsecured wholesale funding	251,460	276,281	289,350	294,760
6	<i>Operational deposits (all counterparties) and deposits in networks of cooperative banks</i>	-	-	-	-
7	<i>Non-operational deposits (all counterparties)</i>	231,284	255,769	270,353	273,977
8	<i>Unsecured debt</i>	20,175	20,511	18,996	20,782
9	Secured wholesale funding				
10	Additional requirements	194,345	187,910	179,176	159,804
11	<i>Outflows related to derivative exposures and other collateral requirements</i>	973	833	588	468
12	<i>Outflows related to loss of funding on debt products</i>	-	-	-	-
13	<i>Credit and liquidity facilities</i>	193,372	187,077	178,589	159,336
14	Other contractual funding obligations	7,332	6,588	6,283	6,028
15	Other contingent funding obligations	-	-	-	23,562
16	TOTAL CASH OUTFLOWS				
CASH - INFLOWS					
17	Secured lending (e . g . reverse repos)	255	313	433	3,879
18	Inflows from fully performing exposures	83,769	84,112	79,534	72,233
19	Other cash inflows	12,330	13,334	11,768	13,363
ES-19a	(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)				
ES-19b	(Excess inflows from a related specialised credit institution)				
20	TOTAL CASH INFLOWS	96,353	97,759	91,735	89,475
ES-20a	<i>Fully exempt inflows</i>	-	-	-	-
ES-20b	<i>Inflows subject to 90% cap</i>	-	-	-	-
ES-20c	<i>Inflows subject to 75% cap</i>	96,353	97,759	91,735	89,475
TOTAL ADJUSTED VALUE					
21	LIQUIDITY BUFFER				
22	TOTAL NET CASH OUTFLOWS				
23	LIQUIDITY COVERAGE RATIO (%)				

Scope of consolidation (solo)
Currency and units (EUR thousand)
Quarter ending on (DD Month YYYY)
Number of data points used in the calculation of averages

Total weighted value (average)				
	31-03-2018	30-06-2018	30-09-2018	31-12-2018
	12	12	12	12

HIGH-QUALITY LIQUID ASSETS					
1	Total high-quality liquid assets (HQLA)	561,268	569,776	590,480	606,170
CASH - OUTFLOWS					
2	Retail deposits and deposits from small business customers, of which:	117,176	122,026	129,682	133,942
3	<i>Stable deposits</i>	52,009	52,354	52,887	50,845
4	<i>Less stable deposits</i>	40,684	44,137	48,753	51,636
5	Unsecured wholesale funding	121,624	134,130	139,953	143,076



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6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	-	-	-	-
7	Non-operational deposits (all counterparties)	101,448	113,618	120,956	122,294
8	Unsecured debt	20,175	20,511	18,996	20,782
9	Secured wholesale funding	-	-	-	-
10	Additional requirements	20,088	19,316	18,216	16,206
11	Outflows related to derivative exposures and other collateral requirements	973	833	588	468
12	Outflows related to loss of funding on debt products	-	-	-	-
13	Credit and liquidity facilities	19,115	18,483	17,628	15,738
14	Other contractual funding obligations	7,332	6,588	6,283	6,028
15	Other contingent funding obligations	-	-	-	1,178
16	TOTAL CASH OUTFLOWS	266,220	282,059	294,134	300,431
CASH - INFLOWS					
17	Secured lending (e.g. reverse repos)	254	312	433	2,462
18	Inflows from fully performing exposures	69,040	68,792	63,624	55,023
19	Other cash inflows	12,330	13,334	11,768	13,363
ES-19a	(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)	-	-	-	-
ES-19b	(Excess inflows from a related specialised credit institution)	-	-	-	-
20	TOTAL CASH INFLOWS	81,624	82,438	75,825	70,849
ES-20a	<i>Fully exempt inflows</i>	-	-	-	-
ES-20b	<i>Inflows subject to 90% cap</i>	-	-	-	-
ES-20c	<i>Inflows subject to 75% cap</i>	81,624	82,438	75,825	70,849
TOTAL ADJUSTED VALUE					
21	LIQUIDITY BUFFER	561,268	569,776	590,480	606,170
22	TOTAL NET CASH OUTFLOWS	184,596	199,621	218,308	229,582
23	LIQUIDITY COVERAGE RATIO (%)	304.05	285.43	270.48	264.03

Scope of consolidation (consolidated)

Currency and units (EUR thousand)

Quarter ending on (DD Month YYYY)

Number of data points used in the calculation of averages

Total unweighted value (average)				
	31-03-2018	30-06-2018	30-09-2018	31-12-2018
	12	12	12	12

HIGH-QUALITY LIQUID ASSETS

1 Total high-quality liquid assets (HQLA)

CASH - OUTFLOWS

2 Retail deposits and deposits from small business customers, of which:

3 *Stable deposits*

4 *Less stable deposits*

5 Unsecured wholesale funding

6 *Operational deposits (all counterparties) and*

	-	-	-	-
	1,394,165	1,427,103	1,473,974	1,456,816
	1,040,170	1,047,074	1,057,730	1,016,897
	329,511	354,494	388,202	408,457
	250,952	275,553	288,452	293,859
	-	-	-	-



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	<i>deposits in networks of cooperative banks</i>				
7	<i>Non -operational deposits (all counterparties)</i>	230,776	255,042	269,456	273,076
8	<i>Unsecured debt</i>	20,176	20,512	18,997	20,782
9	Secured wholesale funding				
10	Additional requirements	182,680	176,880	167,775	148,045
11	<i>Outflows related to derivative exposures and other collateral requirements</i>	973	833	588	468
12	<i>Outflows related to loss of funding on debt products</i>	-	-	-	-
13	<i>Credit and liquidity facilities</i>	181,707	176,047	167,187	147,577
14	Other contractual funding obligations	7,777	6,971	6,682	6,450
15	Other contingent funding obligations	-	-	-	22,161
16	TOTAL CASH OUTFLOWS				
CASH - INFLOWS					
17	Secured lending (e . g . reverse repos)	255	313	433	3,879
18	Inflows from fully performing exposures	84,640	85,092	80,581	73,414
19	Other cash inflows	12,632	13,633	12,075	13,702
ES-19a	(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)				
ES-19b	(Excess inflows from a related specialised credit institution)				
20	TOTAL CASH INFLOWS	97,527	99,037	93,089	90,995
ES-20a	<i>Fully exempt inflows</i>	-	-	-	-
ES-20b	<i>Inflows subject to 90% cap</i>	-	-	-	-
ES-20c	<i>Inflows subject to 75% cap</i>	97,527	99,037	93,089	90,995
TOTAL ADJUSTED VALUE					
21	LIQUIDITY BUFFER				
22	TOTAL NET CASH OUTFLOWS				
23	LIQUIDITY COVERAGE RATIO (%)				

Scope of consolidation (consolidated)
Currency and units EUR thousand)
Quarter ending on (DD Month YYYY)
Number of data points used in the calculation of averages

Total weighted value (average)				
	31-03-2018	30-06-2018	30-09-2018	31-12-2018
	12	12	12	12

HIGH-QUALITY LIQUID ASSETS					
1	Total high-quality liquid assets (HQLA)	561,357	569,860	590,566	606,245
CASH - OUTFLOWS					
2	Retail deposits and deposits from small business customers, of which:	117,176	122,026	129,682	133,942
3	<i>Stable deposits</i>	52,009	52,354	52,887	50,845
4	<i>Less stable deposits</i>	40,684	44,137	48,753	51,636
5	Unsecured wholesale funding	121,122	133,408	139,057	142,176
6	<i>Operational deposits (all counterparties) and deposits in networks of cooperative banks</i>	-	-	-	-
7	<i>Non -operational deposits (all counterparties)</i>	100,947	112,897	120,060	121,394



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FOR THE YEAR ENDING 31 DECEMBER 2018.

8	<i>Unsecured debt</i>	20,176	20,512	18,997	20,782
9	Secured wholesale funding	-	-	-	-
10	Additional requirements	18,921	18,213	17,075	15,030
11	<i>Outflows related to derivative exposures and other collateral requirements</i>	973	833	588	468
12	<i>Outflows related to loss of funding on debt products</i>	-	-	-	-
13	<i>Credit and liquidity facilities</i>	17,948	17,380	16,488	14,562
14	Other contractual funding obligations	7,777	6,971	6,682	6,450
15	Other contingent funding obligations	-	-	-	1,108
16	TOTAL CASH OUTFLOWS	264,996	280,618	292,496	298,707
CASH - INFLOWS					
17	Secured lending (e . g . reverse repos)	254	312	433	2,462
18	Inflows from fully performing exposures	69,653	69,430	64,252	55,709
19	Other cash inflows	12,632	13,633	12,075	13,702
ES-19a	(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)	-	-	-	-
ES-19b	(Excess inflows from a related specialised credit institution)	-	-	-	-
20	TOTAL CASH INFLOWS	82,540	83,375	76,760	71,874
ES-20a	<i>Fully exempt inflows</i>	-	-	-	-
ES-20b	<i>Inflows subject to 90% cap</i>	-	-	-	-
ES-20c	<i>Inflows subject to 75% cap</i>	82,540	83,375	76,760	71,874
TOTAL ADJUSTED VALUE					
21	LIQUIDITY BUFFER	561,357	569,860	590,566	606,245
22	TOTAL NET CASH OUTFLOWS	182,456	197,243	215,736	226,833
23	LIQUIDITY COVERAGE RATIO (%)	307.67	288.91	273.75	267.27