

AS "SMP Bank"
Quarterly Financial Statements
for the period ended 31 December, 2012

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

Balance Sheet
as of December 31, 2012
(Last date of the reporting period)

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Name of the Item	Group; Reported period	Group; Previous financial year *
Cash in Hand and Demand Claims on Central Banks	31339	17808
Demand Claims on Credit Institutions	39592	39181
Trading securities	26	35
Securities designated at fair value through profit or loss	0	0
Investment securities available-for-sale	0	0
Loans and advances to customers	75701	77630
for reference: impairment allowance	3699	2788
Held-to-maturity investments	32400	6051
incl. USA Treasury Bonds	21239	0
incl. Latvian Government Bonds	2667	3498
incl. Lithuanian Government Bonds	965	0
incl. Russian Federation corporate entities' Eurobonds	2502	2553
Changes in fair value of portfolio part hedged against percentage risk	0	0
Prepayments and Accrued Income	0	0
Property and equipment	826	743
Investment properties	4372	2444
Intangible assets	0	0
Investments in subsidiaries	0	0
Tax receivables	34	4
Other Assets	2640	1584
Total assets	186930	145480
Liabilities to Central Banks	20	37
Demand Liabilities to Credit Institutions	74	238
Held-for-trading financial liabilities	0	0
Financial liabilities at fair value with changes in fair value in net profit or loss	0	0
Financial liabilities at amortised cost	165715	132959
Financial liabilities after transferring of financial assets	0	0
Changes in fair value of portfolio part hedged against percentage risk	0	0
Deferred Income and Accrued Expenses	0	0
Provisions for Liabilities and Charges	107	102
Deffered tax liabilities	36	24
Other liabilities	9354	3082
Total liabilities	175306	136442
Shareholders' equity	11624	9038
Total liabilities and shareholders' equity	186930	145480
Off-Balance-Sheet Items		
Contingent Liabilities	4602	6298
Off-Balance-Sheet Commitments to Customers	4273	7141

*) audited

Income Statement
as of December 31, 2012
(Last date of the reporting period)

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Name of the Item	Group; Reported period	Group; Previous financial year appropriate period*
Interest income	3,859	3,300
Interest expense	(1,530)	(1,196)
Dividend income	-	-
Fee and commission income	3,231	2,417
Fee and commission expense	(620)	(509)
Net profit/(loss) from financial assets and financial liabilities at amortised cost	-	-
Net profit/(loss) from from available-for-sale investments	-	-
Net profit/(loss) from held-for-trading investments	-	-
Net profit/(loss) from financial liabilities at fair value with changes in fair value in net profit or loss	-	-
Changes in fair value in hedge accounting	-	-
Profit/loss on foreign exchange trading and on foreign exchange revaluation	2,015	1,329
Profit/ (loss) from derecognising of property, plant and equipment, investment properties and intangible assets	-	-
Other income	115	68
Other expense	(134)	(99)
Administrative expense	(4,045)	(3,611)
Depreciation	(308)	(230)
Allowances for credit losses	(911)	(927)
Value impairment losses	-	-
Profit before corporate income tax	1,672	542
Corporate income tax	(86)	(86)
Net profit for the period	1,586	456

*) audited

Bank activity indices
as of December 31, 2012
(Last date of the reporting period)

Name of the Item	Previous financial year appropriate period (audited)	Previous financial year appropriate period*
Return on equity (ROE) (%)	16.60	5.00
Return on assets (ROA) (%)	1.05	0.37

*) audited

Consolidated group
as of December 31, 2012
(Last date of the reporting period)

Nr.	The name of the commercial company	Registration place code, address	Company type *	Portion of a holding in share capital (%)	Portion of voting rights in the company (%)	Motivation for inclusion in the group**
1	AS "SMP Finance"	LV, Rīga, Elizabetes 57	CFI	49	49	MS

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

Summary report of equity and minimum capital requirements
as of December 31, 2012

(Last date of the reporting period)

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Nr.	Name of the item	Group; Reported period
1	Capital (1.1+1.2+1.3+1.6) vai (1.4+1.5+1.6)	11998
1.1	Tier 1 capital	10039
1.2	Tier 2 capital	3879
1.3	Tier 1 and Tier 2 capital Decrease (-)	-1920
1.4	Tier 1 capital with Decrease	9079
1.5	Tier 2 capital with Decrease	2919
1.6	Tier 3 capital used	0
2	Total capital requirements (2.1+2.2+2.3+2.4+2.5)	8635
2.1	Credit risk, counterparty risk, dilution risk and free delivery capital requirements	7934
2.2	Settlement/supply risk capital requirements	0
2.3	Position, currency and commodity risk capital requirements.	34
2.4	Operational risk capital requirement	667
2.5	Capital requirements for other risk and transition period.	0
	Additional information	0
3.1	Capital requirements covered by capital (positive (+) or negative (-)), excluding capital requirements for other risk and transition period = 1-(2-2.5)	3363
3.1.a	Capital adequacy ratio (%), excluding capital requirements for other risk and transition period = $1/(2-2.5)*8\%$	11.12
3.2	Capital requirements covered by capital (positive (+) or negative (-)) = 1-2	3363
3.2.a	Capital adequacy ratio (%) = $1/2*8\%$	11.12

Additional information:

1. In the reporting period auditors have not audited AS "SMP Bank" Financial Statements.
2. The Information on risks in activities of AS „SMP Bank” was published in the Annual report for the year ended 31 December 2011 on pages 21-65 and in the Information Disclosure Statement for the year 2011 on pages 1-7 and has not changed since been published.
3. The Information on shareholders of AS „SMP Bank” was published in the Annual report for the year ended 31 December 2011 on page 39 and has not changed since been published.
4. Information on management of the Bank was published in the Annual report for the year ended 31 December 2011 on p.4., and has not changed since been published.
5. Information on organizational structure of the Bank was published in the Annual report for the year ended 31 December 2011 on p.14. One client service centre has been closed in Riga during the reporting period.
6. The information on economic activities strategy and goals was published on the AS „SMP Bank” home page in the section "About bank" (subsections "AS SMP Bank History" -<http://www.smpbank.lv/eng/about/history/> and "Mission" - <http://www.smpbank.lv/eng/about/mission/>) and in the Information Disclosure Statement for the year 2011 on pages 4 - 5, and has not changed since been published.
7. The information about Remuneration policies and practices of the Bank was published in the Information Disclosure Statement for the year 2011 on pages 5 - 6, and has not changed since been published.
8. In accordance with the provisions of "The regulations on creation of the Internal control system" (No 233), the Executive board of AS "SMP Bank" has appointed its member Maija Treija to the position of Risk director. This decision is effective from 01.01.2013.

Chairperson of the Board _____ / S.Dzene /