

**AS "Meridian Trade Bank"
Quarterly Financial Statements
for the period ended March 31, 2015**

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

Balance Sheet
as of March 31, 2015
(Last date of the reporting period)

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Name of the Item	Bank; Reported period	Bank; Previous financial year *
Cash in Hand and Demand Claims on Central Banks	7750	17069
Demand Claims on Credit Institutions	89873	72928
Trading securities	1	3
Securities designated at fair value through profit or loss	0	0
Investment securities available-for-sale	22668	15857
incl. Republic of Slovenia Government Bonds	0	2680
incl. Republic of Latvia Government Bonds	3508	2249
incl. Republic of Lithuania Government Bonds	5412	3441
incl. Ungarian Government Bonds	2656	2112
incl. Romanian Government Bonds	3848	2198
incl. Romanian Local Government Bonds	2071	2062
incl. Republik of Estonia corporate entities' Eurobonds	1136	1115
incl. Hungary corporate entities' Eurobonds	2579	0
incl. Republik of Kazakhstan corporate entities' Eurobonds	1459	0
Loans and advances to customers	115168	118469
for reference: impairment allowance	8099	8064
Held-to-maturity investments	22312	19950
incl. USA Treasury Bonds	3295	2933
incl. Republic of Latvia Government Bonds	7919	5281
incl. Republic of Lithuania Government Bonds	4490	4855
incl. Russian Federation corporate entities' Eurobonds	5368	4791
Changes in fair valua of portfolio part hedged against percentage risk	0	0
Prepayments and Accrued Income	0	0
Property and equipment	1141	1205
Investment properties	0	0
Intangible assets	0	0
Investments in subsidiaries	0	0
Tax receivables	281	225
Other Assets	4274	4289
Total assets	263468	249995
Liabilities to Central Banks	718	2897
Demand Liabilities to Credit Institutions	0	0
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	234208	217916
Financial liabilities after transferring of financial assets	0	0
Changes in fair valua of portfolio part hedged against percentage risk	0	0
Deferred Income and Accrued Expenses	0	0
Provisions for Liabilities and Charges	152	158
Deffered tax liabilities	61	51
Other liabilities	4092	4710
Total liabilities	239231	225732
Shareholders' equity	24237	24263
Total liabilities and shareholders' equity	263468	249995
Off-Balance-Sheet Items		
Contingent Liabilities	2871	2370
Off-Balance-Sheet Commitments to Customers	1497	2841

*) audited

Income Statement

as of March 31, 2015

(Last date of the reporting period)

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Name of the Item	Bank; Reported period	Bank; Previous financial year appropriate period
Interest income	1,192	1,206
Interest expense	(213)	(264)
Dividend income	-	-
Fee and commission income	775	1,187
Fee and commission expense	(225)	(239)
Net profit/(loss) from financial assets and financial liabilities at amortised cost	-	-
Net profit/(loss) 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	369	447
Profit/ (loss) from derecognising of property, plant and equipment, investment properties and intangible assets	-	-
Other income	6	52
Other expense	-	(1)
Administrative expense	(1,805)	(1,676)
Depreciation	(80)	(89)
Allowances for credit losses	(110)	23
Value impairment losses	-	-
Profit before corporate income tax	(91)	646
Corporate income tax	-	(46)
Net profit for the period	(91)	600

*) audited

Bank activity indices

as of March 31, 2015

(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) (%)	-1.48	11.10
Return on assets (ROA) (%)	-0.14	0.72

*) audited

Consolidated group

as of March 31, 2015

(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 "MTB Finance"	LV, Rīga, Elizabetes 57	CFI	100	100	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 March 31, 2015

(Last date of the reporting period)

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№	Название позиции	Bank; Reported period
1	Own funds (1.1.+1.2.)	26381
1.1.	Tier 1 capital (1.1.1.+1.1.2.)	23242
1.1.1.	Common equity Tier 1 capital	23242
1.1.2.	Additional Tier 1 capital	0
1.2.	Tier 2 capital	3139
2	Total risk exposure amount (2.1.+2.2.+2.3.+2.4.+2.5.+2.6.+2.7.)	181044
2.1.	Risk weighted exposure amounts for credit, counterparty credit and dilution risks and free deliveries	163284
2.2.	Total risk exposure amount for settlement/delivery	0
2.3.	Total risk exposure amount for position, foreign exchange and commodities risks	243
2.4.	Total risk exposure amount for operational risk (OpR)	17517
2.5.	Total risk exposure amount for credit valuation adjustment	0
2.6.	Total risk exposure amount related to large exposures in the trading book	0
2.7.	Other risk exposure amounts	0
3	Capital ratios and capital levels	-
3.1.	CET1 Capital ratio (1.1.1./2.*100)	13
3.2.	Surplus(+)/Deficit(-) of CET1 capital (1.1.1.-2.*4.5%)	15095
3.3.	T1 Capital ratio(1.1./2.*100)	13
3.4.	Surplus(+)/Deficit(-) of T1 capital (1.1.-2.*6%)	12379
3.5.	Total capital ratio (1./2.*100)	15
3.6.	Surplus(+)/Deficit(-) of total capital(1./2.*100)	11897
4	Capital buffers (4.1.+4.2.+4.3.+4.4.+4.5.)	2.5
4.1.	Combined buffer requirement (%)	2.5
4.2.	Institution specific countercyclical capital buffer (%)	0
4.3.	Systemic risk buffer (%)	0
4.4.	Systemical important institution buffer (%)	0
4.5.	Other Systemically Important Institution buffer (%)	0
5	Capital ratios due to Pillar II adjustments	-
5.1.	Own funds requirements related to Pillar II adjustments	0
5.2.	CET1 capital ratio including Pillar II adjustments	13
5.3.	T1 capital ratio including Pillar II adjustments	13
5.4.	Total capital ratio including Pillar II adjustments	15

Liquidity ratio calculation

as of March 31, 2015

(Last date of the reporting period)

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№	Name of the Item	Bank; Reported period
1	Liquid assets (1.1.+1.2.+1.3.+1.4.)	139847
1.1.	Cash	5273
1.2.	Deposits with the Bank of Latvia	2287
1.3.	Claims on Credit Institutions	89261
1.4.	Liquid securities	43026
2	Current Liabilities (with term before 30 days) (2.1.+2.2.+2.3.+2.4.+2.5.+2.6.)	177626
2.1.	Liabilities to Credit Institutions	7
2.2.	Deposits	171910
2.3.	Issued Debt Securities	0
2.4.	Items in Transit	1386
2.5.	Other Current Liabilities	2450
2.6.	Off-Balance Sheet Items	1873
3	Liquidity Ratio (1.:2.) (%)	78.73
4	Minimum Liquidity Ratio	50%

Additional information:

1. During the reporting period auditors "KPMG Baltics SIA" have audited AS "Meridian Trade Bank" Bank and Consolidated Financial Statements for the year ended 31 December 2014 (hereinafter referred to as the Annual Report for the year ended 31 December 2014).

2. The Information on risks, associated with the activities of AS „Meridian Trade Bank” (hereinafter referred to as the Bank) was published in the Annual report for the year ended 31 December 2014 on pages 22-70 (http://www.mtbank.eu/static/uploaded_files/documents/latvija/reports/2014/meridian_trade_bank_fin.stat_2014.pdf) and in the Information Disclosure Statement for the year 2014 on pages 1-9 (http://www.mtbank.eu/static/uploaded_files/documents/latvija/reports/2014/informacijas_atklasanas_atskaite_31122014_ru.pdf) and has not changed since publishing.

3. In the reporting period the shareholders structure has not been changed. Latest information about shareholders of the Bank is published on the Bank's home page in the section "About bank" (subsections "Management" - http://www.mtbank.eu/en_LV/about/management/).

4. Management of the Bank has been changed in the reporting period. Council members have been changed as follows; Gotcha Tutberidze -Head of the Council, Nataly Prohorova - Deputy Head of the Council, Andris Dzenis and Mihails Ganevs. Ilze Pudiste resigned from the Council and was appointed to the Board. Maija Treija resigned from the Board. The latest information about management of the Bank is published on the Bank's home page in the section "About bank" (subsections "Management" - http://www.mtbank.eu/en_LV/about/management/)

5. Information on organizational structure of the Bank is published in the Annual report for the year ended 31 December 2014 on p.14. and on the Bank home page in the section "About bank" (subsection "Structure" - ["http://www.mtbank.eu/static/uploaded_files/documents/latvija/struktura_eng.pdf"](http://www.mtbank.eu/static/uploaded_files/documents/latvija/struktura_eng.pdf)). New customer service centre has been opened during the first quarter of the year 2015: Krāslava (Krāslava, Rīgas ielā 34) and "Ķengarags" (Rīga, Maskavas 264).

6. The information on strategy of the Bank's business activities and goals is published on the Bank's home page in the section "About bank" (subsection "History and Mission" -http://www.mtbank.eu/en_LV/about/history/) and in the Information Disclosure Statement for the year 2014 on page 4, and has not been changed since publishing.

7. The information about Remuneration policies and practices of the Bank is published in the Information Disclosure Statement for the year 2014 on pages 5 - 7, and has not been changed since publishing.

Chairperson of the Board _____ / S.Dzene /