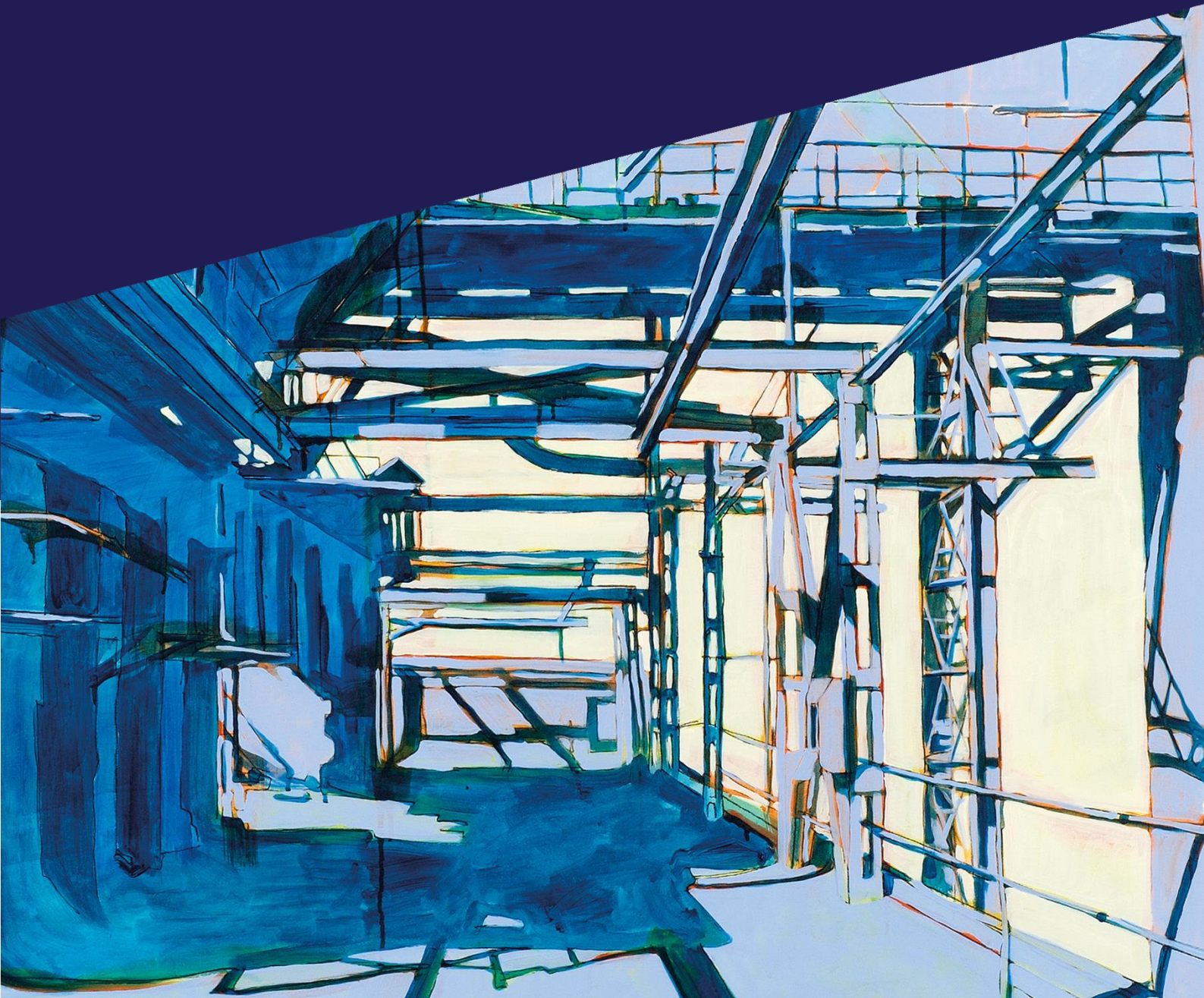




INDUSTRA

**Quarterly Financial Statements,
for the period ended June 30, 2020**



Appendix 1
of the Financial and Capital Market Commission
Regulation Nr. 145 of 15.09.2006.**Balance Sheet**
as of June 30, 2020
(Last date of the reporting period)

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Name of the Item	Bank; Reported period	Group; Reported period	Bank; Previous financial year*	Group; Previous financial year*
Cash and demand deposits with central banks	67,283	67,283	79,448	79,448
Demand deposits with credit Institutions	1,358	1,358	1,936	1,936
Financial assets designated at fair value through profit or loss	899	899	890	890
Financial assets at fair value through other comprehensive income	5,341	5,341	-	-
Financial assets at amortised cost	79,576	60,163	74,055	54,145
Derivatives - hedge accounting	-	-	-	-
Changes in fair value of portfolio part hedged against interest rate risk	-	-	-	-
Investments in subsidiaries, joint ventures and associates	-	-	-	-
Tangible assets	1,076	1,079	1,286	1,290
Intangible assets	-	-	-	-
Tax receivables	-	61	-	60
Other Assets	4,119	5,959	5,388	8,342
Non-current assets and disposal groups classified as held for sale	921	18,132	53	16,599
Total assets	160,573	160,275	163,256	162,710
Liabilities to central banks	-	-	-	-
Demand deposits from credit institutions	-	-	-	-
Financial liabilities designated at fair value through profit or loss	-	-	-	-
Financial liabilities at amortised cost	145,146	145,146	156,376	156,376
Derivatives - hedge accounting	-	-	-	-
Changes in fair value of portfolio part hedged against interest rate risk	-	-	-	-
Provisions	321	321	-	-
Tax liabilities	30	30	26	32
Other liabilities	596	877	2,834	2,976

Liabilities included in disposal groups classified as held for sale	-	-	-	-
Total liabilities	146,093	146,374	159,236	159,384
Shareholders' equity	14,480	13,901	4,020	3,326
Total liabilities and shareholders' equity	160,573	160,275	163,256	162,710
Contingent Liabilities	54	54	96	96
Off-Balance-Sheet Commitments to Customers	165	121	246	210
Total Off-Balance-Sheet Items	219	175	342	306

*) audited

Appendix 2
of the Financial and Capital Market Commission
Regulation Nr. 145 of 15.09.2006.

Income Statement
as of June 30, 2020
(Last date of the reporting period)

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Name of the Item	Bank; Reported period	Group; Reported period	Bank; Previous financial year appropriate period	Group; Previous financial year appropriate period
Interest income	655	687	876	940
Interest expense	(531)	(531)	(524)	(524)
Dividend income	-	-	-	-
Fee and commission income	2,526	2,528	3,713	3,716
Fee and commission expense	(554)	(554)	(878)	(878)
Gains or losses from derecognition of financial assets and liabilities not measured at fair value through profit or loss, net	-	-	-	-
Gains or losses from financial assets and liabilities measured at fair value through net profit or loss, net	319	319	562	562
Gains or losses from hedge accounting, net	-	-	-	-
Gains or losses from foreign exchange difference, net	10	(47)	12	12
Gains or losses from derecognition of non-financial assets, net	-	-	-	-
Other income	62	249	40	421
Other expense	(53)	(199)	(44)	(299)
Administrative expense	(3,908)	(4,057)	(3,897)	(4,038)
Depreciation	(131)	(132)	(150)	(151)
Modification gains or losses, net	-	-	-	-

Provisions or reversal of provisions	(1,094)	(848)	757	753
Impairment or reversal of impairment	(180)	(180)	-	-
Negative goodwill recognised in profit or loss	-	-	-	-
Gains or loss from investments in subsidiaries, joint ventures and associates measured using the equity method	-	-	-	-
Profit or loss from long-term assets and disposal groups classified as held for sale	-	-	-	-
Profit before corporate income tax	(2,879)	(2,765)	467	514
Corporate income tax	-	-	-	-
Net profit for the period	(2,879)	(2,765)	467	514
Other comprehensive income for the period	-	-	-	-

*) audited

Appendix 3
of the Financial and Capital Market Commission
Regulation Nr. 145 of 15.09.2006.

Bank's profitability ratios
as of June 30, 2020
(Last date of the reporting period)

Name of the Item	Bank; Reported period	Group; Reported period	Bank; Previous financial year appropriate period	Group; Previous financial year appropriate period
Return on equity (ROE) (%)	-61.02%	-63.67%	9.74%	10.76%
Return on assets (ROA) (%)	-3.01%	-2.89%	0.45%	0.50%

Appendix 4
of the Financial and Capital Market Commission
Regulation Nr. 145 of 15.09.2006.

Consolidated group
as of June 30, 2020
(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 (%)	Motivatio n 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.

Appendix 5
of the Financial and Capital Market Commission
Regulation Nr. 145 of 15.09.2006.**I. Summary report of equity and capital adequacy ratios**
as of June 30, 2020

(Last date of the reporting period)

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Nr.	Name of the Item	Bank; Reported period	Group; Reported period
1	Own funds (1.1.+1.2.)	16,832	15,184
1.1.	Tier 1 capital (1.1.1.+1.1.2.)	15,732	14,084
1.1.1.	Common equity Tier 1 capital	15,732	14,084
1.1.2.	Additional Tier 1 capital	-	-
1.2.	Tier 2 capital	1,100	1,100
2	Total risk exposure amount (2.1.+2.2.+2.3.+2.4.+2.5.+2.6.+2.7.)	95,635	96,465
2.1.	Risk weighted exposure amounts for credit, counterparty credit and dilution risks and free deliveries	78,974	79,535
2.2.	Total risk exposure amount for settlement/delivery	-	-
2.3.	Total risk exposure amount for position, foreign exchange and commodities risks	497	621
2.4.	Total risk exposure amount for operational risk (OpR)	16,118	16,263
2.5.	Total risk exposure amount for credit valuation adjustment	46	46
2.6.	Total risk exposure amount related to large exposures in the trading book	-	-
2.7.	Other risk exposure amounts	-	-
3	Capital ratios and capital levels		
3.1.	CET1 Capital ratio (1.1.1./2.*100)	16.45%	14.60%
3.2.	Surplus(+)/Deficit(-) of CET1 capital (1.1.1.-2.*4.5%)	11,429	9,743
3.3.	T1 Capital ratio(1.1./2.*100)	16.45%	14.60%
3.4.	Surplus(+)/Deficit(-) of T1 capital (1.1.-2.*6%)	9,994	8,296
3.5.	Total capital ratio (1./2.*100)	17.60%	15.74%
3.6.	Surplus(+)/Deficit(-) of total capital(1./2.*100)	9,181	7,466
4	Capital buffers (4.1.+4.2.+4.3.+4.4.+4.5.)	2,391	2,412
4.1.	Capital conservation buffer	2,391	2,412
4.2.	Institution specific countercyclical capital buffer	-	-
4.3.	Systemic risk buffer	-	-
4.4.	Systemically important institution buffer	-	-
4.5.	Other Systemically Important Institution buffer	-	-
5	Capital ratios due to Pillar II adjustments		
5.1.	Asset value adjustments for prudential purposes	-	-
5.2.	CET1 capital ratio including Pillar II adjustments	16.45%	14.60%
5.3.	T1 capital ratio including Pillar II adjustments	16.45%	14.60%
5.4.	Total capital ratio including Pillar II adjustments	17.60%	15.74%

II. Information about equity and capital adequacy ratio, if credit institution applies the transitional period for mitigation the impact of the introduction of IFRS 9 on own funds

as of June 30, 2020

(Last date of the reporting period)

000`eur

Nº	Name of the Item	Bank; Reported period	Group; Reported period
1.A	Own funds, if IFRS 9 transitional period would not be applied	15,508	13,859
1.1.A	Tier 1 capital, if IFRS 9 transitional period would not be applied	14,408	12,760
1.1.1.A	Common equity Tier 1 capital, if IFRS 9 transitional period would not be applied	14,408	12,760
2.A	Total risk exposure amount, if IFRS 9 transitional period would not be applied	94,146	95,053
3.1.A	Common equity Tier 1 Capital ratio, if IFRS 9 transitional period would not be applied	15.30%	13.42%
3.3.A	Tier 1 Capital ratio, if IFRS 9 transitional period would not be applied	15.30%	13.42%
3.5.A	Total Capital ratio, if IFRS 9 would not be applied	16.47%	14.58%

Appendix 6
of the Financial and Capital Market Commission
Regulation Nr. 145 of 15.09.2006.

Liquidity coverage ratio

as of June 30, 2020

(Last date of the reporting period)

000`eur

Nº	Name of the Item	Bank; Reported period	Group; Reported period
1.A	Liquidity buffer	84,584	84,584
1.1.A	Net liquidity outflow	14,720	14,700
1.1.1.A	Liquidity coverage ratio (%)	575.00%	575.00%

Additional information:

1. As at 30 June 2020, breakdown of the securities portfolio of the Bank by countries, where the total book value of the securities exceeds 10% of the Bank's Own Funds.

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Issuer state	Total	% of the Bank's Own Funds	incl. Central Government	% of the Bank's Own Funds	Other issuers
LV	5,136	25%	5,136	25%	-
LT	15,601	75%	15,601	75%	-
Total securities portfolio	20,737	X	20,737	X	-

During the 2nd quarter of the year 2020 provisions for financial assets at amortized cost have not been made.

As at 30 June 2020, the market value of the financial assets at amortized cost amounted to EUR 20 099 thousand.

During the 2nd quarter of the year 2020 an impairment for financial assets designated at fair value through other comprehensive income has not been recognized.

2. In the reporting period, sworn auditors have not been audited AS "Industra Bank" (hereinafter referred to as the Bank).

3. The Information on risks, associated with the activities of the Bank, was published in the Annual report for the year ended 31 December 2019 on pages 24-90

(https://industria.finance/static/uploaded_files/documents/latvija/reports/2019/Industra_2019_ANNUAL_REPORT_ENG_.pdf) and in the Information Disclosure Statement for the year 2019 on pages 1-20

(https://industria.finance/static/uploaded_files/documents/latvija/reports/2019/Informacijas%20atklasanas%20atskaite%2031122019%20LV.pdf) and has not changed since publishing.

4. In the reporting period, the shareholders structure has been changed. Latest information about shareholders of the Bank is published on the Bank's home page in the section "About bank" (subsections "Shareholders" - <https://industria.finance/en/bank/shareholders>).

5. Board of directors of the Bank has been significantly changed in the reporting period. In the Council of the Bank have started work Andis Kļaviņš and Guntars Reidzāns. Solvita Deglava has resigned as Chairwoman of the Board. In the Board of Directors of the Bank have started work Raivis Kakānis, Uģis Vorons and Artūrs Veics. Raivis Kakānis has been elected as the Chairman of the Board. Uģis Vorons has been elected as the Deputy Chairman of 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" - https://industria.finance/en_LV/about/management/).

6. In the reporting period, Bank's customer service offices structure has been changed. Customer service offices "Saulkrasti" and "Tallinn", as well as customer service offices Klaipeda and Kauņas of the Lithuanian's branch are closed. Information on organizational structure of the Bank is published on the Bank's home page in the section "About bank" (subsection "Structure" - "https://industria.finance/static/uploaded_files/documents/latvija/Struktura_ENG.pdf").

7. 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" - https://industria.finance/en_LV/about/history/) and in the Annual report for the year 2019 on page 3-4, 81-82 and has not been changed significantly since publishing.

8. The information about Remuneration policies and practices of the Bank is published in the Information Disclosure Statement for the year 2019 on pages 17 - 20, and has not been changed significantly since publishing.