

A/ s "Latvijas Krājbanka"
Bilance Sheet
(in thousands of LVL)

Name of the Item	As of 30 September 2004 (unaudited)	As of 31 December 2003
ASSETS		
Cash and due on demant from Central Bank	19572	14751
Due from credit institutions	10270	22106
Loans	115203	96044
Bonds and other fixed income securities	35552	40945
Shares and other securities with non-fixed income	58	173
Derivatives assets	7	98
Participation in fixed capital of associated and related companies	126	-
Intangible assets	913	1028
Fixed assets	7087	8080
Other assets	4527	4517
Total assets	193315	187742
LIABILITIES		
Due to the central bank and credit institutions	9578	25630
Deposits	161850	141757
Issued debt securities	-	-
Derivative liabilities	54	59
Other liabilities	6138	6030
Subordinated capital	3403	2600
Shareholders' equity	12292	11666
Total liabilities	193315	187742
Contingent liabilities	874	377
Financial commitments	11808	7619
	10283	10063

Chairman of the Council
President

I.Razumovskis
A.Nātriņš

A/ s "Latvijas Krājbanka"
Income Statement
(in thousands of LVL)

Name of the Item	9 Mth. period ending 30 September 2004 (unaudited)	9 Mth. period ending 30 September 2003 (unaudited)
Interest income	7750	7395
Interest expense	-3057	-2759
Income on securities	-	-
Commission and fee income	4118	4016
Commission and fee expense	-726	-589
Profit/ (loss) on sale of trading financial instruments	636	1214
Other operating income	576	548
Administrative expense	-6973	-6706
Intangible and fixed asset depreciation expense	-1330	-1758
Other operating expense	-155	-159
Provision for possible credit losses and off balance liabilities	-593	-672
Release of previously established provision	474	311
Result of long-term investment revaluation	-	-
Profit/(Loss) from ordinary activities	720	841
Extraordinary income	-	-
Extraordinary expenses	-	-
Profit/(Loss) before corporate income tax	720	841
Corporate income tax	-75	-278
Net profit for the year	645	563

Chairman of the Council
President

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**Report on money flow according to instructions by FCMC
(Financial and Capital Market commission)
LVL'000**

	9 Mth. period ending 30.09.2004 (unaudited)	Previous reporting year ending 31.12.2003
Operating activities		
Result before corporate income tax	720	960
Depreciation and amortisation charge	1,321	2,227
Increase in provisions for possible credit losses	271	777
Increase / (decrease) in other provisions	199	(55)
Gain on revaluation of foreign currency positions	(42)	(25)
Gain on revaluation of long term investments	-	(544)
Gain on revaluation of short-term investments	(189)	(367)
Loss / (gain) from disposal of fixed assets, net	(15)	44
Increase in cash and cash equivalents before changes in assets and liabilities, as a result of ordinary operations	2,265	3,017
(Decrease)/increase in deferred income and accrued expenses	(230)	26
Decrease /(increase) in prepayments and accrued income	61	(336)
Net decrease /(increase) in derivative instruments	86	(71)
(Increase) in other assets	84	(212)
Increase in other liabilities	55	1,171
Decrease / (increase) in short-term investments	5,698	889
(Increase) in loans and advances to non-banking customers	(19,533)	(5,173)
Increase in balances due to the central bank and credit institutions	482	48
Increase /(decrease) in deposits from the public	20,093	20,567
Net increase/ (decrease) in cash and cash equivalents from operating activities	9,061	19,926
Cash inflow/ outflow from investing activities		
Purchase of fixed assets	(533)	(1,008)
Proceeds from disposal of fixed assets	272	395
Proceeds from sale of long-term investments, net	(126)	757
Increase / (decrease) in cash and cash equivalents from investing activities	(387)	144
Cash inflow from financing activities		
Issue of subordinated debt	803	400
Purchase of treasury shares	-	5
Increase in cash and cash equivalents from financing activities	803	405
Net increase in cash and cash equivalents	9,477	20,475
Cash and cash equivalents at the beginning of the year	11,275	(9,225)
Profit from revaluation of foreign currency positions, net	42	25
Cash and cash equivalents at the end	20,794	11,275

**Report on changes to equity of
JSC "Latvijas Krājbanka"**

	Paid-in share capital LVL '000	Share premium LVL '000	Treasury shares LVL '000	Reserve capital and other reserves LVL '000	Revaluation reserve LVL '000	Retained earnings/ (accumulated deficit) LVL '000	Total shareholders' equity LVL '000
Balance on 31 December 2002	9,106	1,323	(5)	626	1,364	(1,544)	10,870
Change in revaluation reserve due to sold property	-	-	-	-	(891)	891	-
Deferred tax recognised in the revaluation reserve	-	-	-	-	(71)	-	(71)
Net profit for the year	-	-	-	-	-	862	862
Treasury shares	-	-	5	-	-	-	5
Balance on 31 December 2003	9,106	1,323	-	626	402	209	11,666
Change in revaluation reserve due to sold property	-	-	-	-	(20)	1	(19)
Deferred tax recognised in the revaluation reserve	-	-	-	-	-	-	-
Net profit for the period (unaudited)	-	-	-	-	-	645	645
Treasury shares	-	-	-	-	-	-	-
Balance on 30 September 2004	9,106	1,323	-	626	382	855	12,292