

**A/ s "Latvijas Krājbanka"**  
**Balance Sheet**  
**31 March 2005**  
**(thousands of EUR)**

Name of the Item	Reporting period 31.03.2005 (unaudited)	Previous reporting period 31.03.2004 (unaudited)
Cash and balances due from the Bank of Latvia	18 963	20 504
Due from credit institutions and central banks	26 344	12 690
Loans	176 002	151 446
Debt securities and other fixed income securities	46 389	56 322
Equity shares and other non- fixed income securities	70	117
Derivative financial instruments	246	24
Participation in share capital of related and affiliated companies	179	-
Intangible assets	1 239	1 501
Fixed assets	10 009	11 540
Other assets	7 961	5 699
<b>Total assets</b>	<b>287 402</b>	<b>259 843</b>
Due to credit institutions and central banks	7 153	25 981
Deposits	244 966	204 416
Derivative financial instruments	277	26
Other liabilities	10 817	6 991
Subordinated liabilities	4 842	4 741
Shareholders' equity	19 347	17 688
<b>Total liabilities</b>	<b>287 402</b>	<b>259 843</b>
Contingent liabilities	1 702	691
Commitments	13 384	13 533
Assets under management	12 409	15 280

Chairman of the Council

I.Razumovskis

President

A.Nātriņš

**A/ s "Latvijas Krājbanka"**  
**Profit and Loss**  
**31 March 2005**  
**(thousands of EUR)**

Name of the Item	Reporting period 31.03.2005 (unaudited)	Previous reporting period 31.03.2004 (unaudited)
Interest income	4 148	3 682
Interest expense	-1 528	-1 486
Income from securities	-	-
Commission and fee income	2 129	1 900
Commission and fee expense	-431	-297
Profit/loss from trading in financial instruments	814	368
Other operating income	226	275
Administrative expenditure	-3 273	-3 614
Depreciation and amortisation of intangible assets and fixed assets, corrections in their value	-611	-721
Other operating income	-75	-104
Impairment losses	-595	-237
Reversal of impairment losses	169	369
<b>Profit/loss before taxes</b>	<b>973</b>	<b>135</b>
Corporate income tax	-84	-67
<b>Profit/loss of the reporting period</b>	<b>889</b>	<b>68</b>
<b>Basic earnings per share (in EUR per share)</b>	<b>0.0976</b>	<b>0.0075</b>

Chairman of the Council

I.Razumovskis

President

A.Nātriņš

**A/s "Latvijas Krājbanka"**  
**Cash flow statement**  
**31 March 2005**  
**(thousands of EUR)**

Name of the Item	Reporting period 31.03.2005 (unaudited)	Previous reporting 31.03.2004 (unaudited)
<b>Operating activities</b>		
Result before corporate income tax	973	135
Depreciation and amortisation	603	716
Impairment losses	(107)	(118)
Increase / (decrease) in provisions for liabilities and charges	404	451
Gain on revaluation of foreign currency	(53)	(121)
Gain on revaluation of investments	(297)	(151)
Loss / (gain) from disposal of fixed assets, net	16	(50)
<b>Increase in cash and cash equivalents before changes in assets and liabilities, as a result of ordinary operations</b>	<b>1 539</b>	<b>862</b>
Decrease in deferred income and accrued expenses	(320)	(682)
(Increase) in prepayments and accrued income	390	516
Net decrease / (increase) in derivative instruments	(7)	60
Decrease / (increase) in other assets	(2 287)	755
Increase in other liabilities	1 056	(1 967)
Decrease / (increase) investments	2 198	5 918
(Increase) in loans and advances to non-banking customers	(2 141)	(6 163)
Increase in balances due to the central bank and credit institutions	-	(73)
Increase / (decrease) in deposits from the public	20 165	(10 042)
<b>Net increase in cash and cash equivalents from operating activities</b>	<b>20 593</b>	<b>(10 816)</b>
<b>Cash inflow/ outflow from investing activities</b>		
(Purchase) of fixed and intangible assets	(310)	(413)
Proceeds from disposal of fixed and intangible assets	131	455
Investment in associate and subsidiary, net	-	-
<b>Increase in cash and cash equivalents from investing activities</b>	<b>(179)</b>	<b>42</b>
<b>Cash inflow from financing activities</b>		
Issue of shares and subordinated debt	-	808
(Repurchase)/sale of treasury shares	-	-
<b>Increase in cash and cash equivalents from financing activities</b>	<b>-</b>	<b>808</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>20 414</b>	<b>(9 966)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>18 308</b>	<b>17 057</b>
Profit/(loss) from revaluation of foreign currency positions, net	53	121
<b>Cash and cash equivalents at the end of the period</b>	<b>38 775</b>	<b>7 212</b>

Chairman of the Council

I.Razumovskis

President

A.Nātriņš

**A/s "Latvijas Krājbanka"**  
**Unaudited statement of changes in shareholders' equity**  
**31 March 2005**  
**(thousands of EUR)**

	<b>Paid-in share capital</b>	<b>Share premium</b>	<b>Treasury shares</b>	<b>Reserve capital and other reserves</b>	<b>Revaluation reserve</b>	<b>Retained earnings</b>	<b>Total shareholders' equity</b>
<b>Balance on 31 December 2003</b>	<b>12 957</b>	<b>1 883</b>	<b>-</b>	<b>891</b>	<b>572</b>	<b>297</b>	<b>16 600</b>
Change in revaluation reserve due to sold property	-	-	-	-	(33)	33	-
Deferred tax recognised in the revaluation reserve	-	-	-	-	6	-	6
Net profit for the year	-	-	-	-	-	1 852	1 852
<b>Balance on 31 December 2004</b>	<b>12 957</b>	<b>1 883</b>	<b>-</b>	<b>891</b>	<b>545</b>	<b>2 182</b>	<b>18 458</b>
Net profit for the period	-	-	-	-	-	889	889
<b>Balance on 31 March 2005</b>	<b>12 957</b>	<b>1 883</b>	<b>-</b>	<b>891</b>	<b>545</b>	<b>3 071</b>	<b>19 347</b>

Chairman of the Council

I.Razumovskis

President

A.Nātriņš