



CONSOLIDATED 6 MONTH INTERMEDIARY REPORT OF BANKAS SNORAS

Vilnius
2007

1. THE PERIOD REVIEWED IN THE ANNUAL REPORT

The report covers the first half-year of 2007, all the figures are provided as of June 30, 2007 unless otherwise is stated. Only the main information which changed during the first half-year of 2007 is provided in this intermediary report.

2. MAIN DATA ON THE ISSUER

Commercial name of the Issuer:	AB bankas „Snoras“
Legal name of the Issuer:	AB bankas „Snoras“
Authorised capital:	LTL 157 267 200
Registration date and place:	March 17, 1992, the Bank of Lithuania
Company (register) code:	112025973
Registration No.:	AB 92-20
Establishment date:	March 17, 1992
Operation period:	Unlimited
Legal address:	A.Vivulskio str. 7, LT-03221 Vilnius
Legal – organizational form:	Public limited liability company
Legislation governing the Issuer's operations:	Law of the Republic of Lithuania
Register of the Issuers:	State enterprise Centre of Registers
Phone numbers:	(8~5) 216 27 95, (8~5) 231 01 44
Fax numbers:	(8~5) 231 01 55, (8~5) 265 27 00
e-mails:	info@snoras.com
Internet site:	www.snoras.com

3. NATURE OF THE MAIN TYPE OF ACTIVITY OF THE ISSUER

Bank and its subsidiaries offer customers (both legal and natural persons) licensed and unlicensed financial services: accept deposits and other returnable funds from nonprofessional market participants (accumulative deposits in litas and foreign currencies, time deposits or deposits with blank date in litas and foreign currencies), perform wire-transfers (open customers bank accounts in litas and foreign currencies to accept and deposit funds, execute customer money orders for local and international settlements or withdrawals, perform other transactions on customer accounts), offer customers mortgages, favorable mortgages, consumer loans, grant companies loans for business projects or working capital, provide suretyships and guarantees, issue and maintain international payment cards Visa, Visa Electron, Eurocard/MasterCard, Maestro, deliver money market instruments (checks, bills of exchange etc.) issue and support services, trade currency, offer currency (cash) exchange, cash transactions, safe custody services (safe-boxes rentals), securities accounting and financial brokerage, leasing products, factoring, investment, assets management and other services.

Retail banking is a strong side of Bankas SNORAS AB. The Bank has the most extensive and advanced customer service network in Lithuania consisting of 241 outlets. The network includes 10 regional branches, operating in each county of Lithuania, 7 branch outlets and 224 savings outlets. The Bank runs 325 ATMs (this is 1/3 of all ATMs operating on the market).

4. INFORMATION ON THE SECONDARY TRADING IN SECURITIES ISSUED BY THE ISSUER

4.1. SECURITIES LISTED ON THE STOCK EXCHANGE

Ordinary and preferred registered shares as well as bonds of the Bank are traded in on Vilnius Stock Exchange.

192 174 080 ordinary registered shares (each of LTL 1 nominal value) of the Bank were listed in the I List and 2 000 000 preferred registered shares (each of LTL 10 nominal value) of the Bank were included into the I List, total nominal value of all the registered shares listed in the I List was LTL 212 174 080.

300 000 bonds (each of LTL 100 nominal value) of the Bank were listed in the Debt Securities List, total nominal value of all the bonds listed in the Debt Securities List were LTL 30 000 000.

4.2. TRADE IN THE ISSUER'S SECURITIES ON STOCK EXCHANGE

4.2.1. The largest – smallest price and turnover of the ordinary registered shares included in the additional trade list of Vilnius stock exchange within the last 6 months:

<u>Accounting period</u>		<u>Price (LTL)</u>			<u>Date</u>	<u>Total turnover</u>	
From (YYYY-MM-DD)	To (YYYY-MM-DD)	max.	min.	Last session	Last session (YYYY-MM-DD)	pcs.	LTL
2007-01-01	2007-01-31	5,80	4,91	5,55	2007-01-31	2 732 716	16 457 971
2007-02-01	2007-02-28	5,85	5,15	5,16	2007-02-28	78 672 612	48 681 597
2007-03-01	2007-03-31	5,37	4,82	5,00	2007-03-30	1 217 750	6 242 726
2007-04-01	2007-04-30	5,09	4,76	4,80	2007-04-30	411 821	2 037 140
2007-05-01	2007-05-31	4,97	4,52	4,84	2007-05-31	465 150	2 199 017
2007-06-01	2007-06-30	5,58	4,85	5,38	2007-06-29	649 229	3 414 079

4.2.2. The largest – smallest price and turnover of the preference registered shares included in the additional trade list of Vilnius stock exchange within the last 6 months:

<u>Accounting period</u>		<u>Price (LTL)</u>			<u>Date</u>	<u>Total turnover</u>	
from	to	max.	min.	Last session	Last session	pcs.	LTL
2007-01-01	2007-01-31	17,99	16,13	16,50	2007-01-31	44 611	746 708
2007-02-01	2007-02-28	16,52	15,90	15,90	2007-02-28	45 911	766 333
2007-03-01	2007-03-31	16,34	11,70	11,80	2007-03-30	98 999	1 620 197
2007-04-01	2007-04-30	12,37	11,40	11,45	2007-04-30	15 414	180 177
2007-05-01	2007-05-31	11,80	11,35	11,45	2007-05-31	10 626	121 609
2007-06-01	2007-06-30	11,98	10,52	11,70	2007-06-29	8 480	97 341

4.3. CAPITALIZATION OF SECURITIES

Capitalization of ordinary registered shares included into the additional trade list within the last 6 months:

<u>Accounting period</u>		<u>Capitalization as of the end of period</u>
From (YYYY-MM-DD)	To (YYYY-MM-DD)	LTL
2007-01-01	2007-01-31	1 066 566 144
2007-02-01	2007-02-28	991 618 253
2007-03-01	2007-03-31	960 870 400
2007-04-01	2007-04-30	922 435 584
2007-05-01	2007-05-31	930 122 547
2007-06-01	2007-06-30	1 033 896 550

4.4. OTC TRADE IN THE ISSUER'S SECURITIES

The largest – smallest price and turnover of the ordinary registered shares included in the additional trade list of Vilnius stock exchange within the last 6 months:

<u>Accounting period</u>		<u>Settled in cash</u>		<u>Settled in kind</u>	Total amount
from	to	<u>Price (LTL)</u>		<u>Turnover</u>	
		max.	min.	Pcs.	LTL
					pcs.
2007-01-01	2007-01-31	40,03	2,58	432 393	1 850 505
2007-02-01	2007-02-28	33,66	0,00	335 223	1 119 816
2007-03-01	2007-03-31	5,22	1,00	990 295	3 313 479
2007-04-01	2007-04-30	5,09	2,66	569 879	2 121 228
2007-05-01	2007-05-31	4,66	2,33	1 202 994	4 200 050
2007-06-01	2007-06-30	4,67	0,00	1 093 176	3 942 082

5. OBJECTIVE REVIEW OF THE BANK'S STATUS, PERFORMANCE AND DEVELOPMENT, THE MAIN LIMITATION OF RISK REGULATION

Bankas SNORAS AB is a parent company of the Group. Bankas SNORAS is the sixth in terms of the capital and the fifth in terms of managed assets bank in Lithuania. Over 920 thousands of customers use services of the Bank.

Bank has 10 branches and 231 outlets. The network of the Bank was expanded by 9 new outlets in 2007. As of the 30 June of 2007 the Financial Group of the bank (hereinafter referred to as Financial Group) consisted of:

- Bankas SNORAS AB;
- Latvijas Krājbanka A/S.
- Snoro Lizingas UAB;
- Snoro Turto Valdymas UAB
- Snoro Fondu Valdymas UAB

The whole banking Group (hereinafter referred to as Group) consisted of (aside from the aforementioned companies):

- Snoro Investicijų Valdymas UAB;
- Vilniaus Kapitalo Vystymo Projektai UAB

In January 2007 the Bank increased part of investments in Latvijas Krajbanka from 75 up to 76 % of the Latvijas Krajbanka capital.

In February 2007 the title to the bank of the Great Britain Conversbank (UK) LIMITED was assigned.

Investments into other subsidiaries have not changed.

The structure of the Bank's shareholders during the first half-year of 2007 essentially changed, the main holding of shares as of 30.06.2007 belonged to Vladimir Antonov (68.65 % of ordinary registered shares).

In January 2007 the Bank registered the increase of the authorized capital by LTL 54 mln. out of the Bank's funds.

Bankas SNORAS AB was successfully entrenching in its leading position on the retail banking market in Lithuania and kept steadily expanding towards EU countries.

ROE of the Bank reached 21.3%, ROE of the Group was 20.7%; ROA of the Bank reached 1.5%, ROA of the Group was 1.0%.

The Bank kept up with all the standards of risk management:

- The adequacy ratio of the Bank's capital was 10.57%, while the Groups one – 9.12%;
- The liquidity ratio of the Bank was 64.45%
- Maximum open position in foreign currencies of the Bank was 0.86%, while the Groups one – 1.16 %
- The Bank met Maximum Lending to One Borrower standard
- The Bank met Significant Loan standard

6. ANALYSIS OF FINANCIAL AND NON-FINANCIAL RESULTS OF THE ACTIVITY

In 2007 the Bank continued successful implementation of its strategy acting on the market of Lithuanian banks as a universal bank with orientation towards retail banking, developing the performance of subsidiary Latvijas Krajbanka in the Republic of Lithuania as well as expanding other spheres of the activity through its subsidiary companies - Snoro Lizingas UAB, Snoro Turto Valdymas UAB, Snoro Fondų Valdymas UAB, Snoro Investicijų Valdymas UAB and Vilniaus Kapitalo Vystymo Projektai UAB.

Six month financial results 2007 illustrate successful activity of the Bank and the Group.

According to the non-audited data within 12 months from 30.06.2006 the assets of the bank grew by 40.5 % up to LTL 4626 million, the assets of the Group increased by 55.35 % up to LTL 7 095 million.

Within the first half-year of 2007 Bankas SNORAS group earned LTL 35.2 million of non-audited net profit, i.e. 23,4 % more than within the same period in 2006, when the profit of the bank group amounted to LTL 28.5 million.

The first half-year of 2007 coming to an end, Bankas SNORAS group has granted its clients credits for LTL 2.7107 billion, i. e. LTL 1.0436 billion (62.6 %) more than within the same period last year, when the credit portfolio was equal to LTL 1.6671 billion.

This half-year the deposits trusted with Bankas SNORAS group made up LTL 5.0997 billion, in comparison with the same half-year of 2006, the sum of deposits lodged with the bank group increased by LTL 1.2355 billion (32 %) from LTL 3.8642 billion within the comparative period last year.

Comparing the results for the first half-year of 2007 and the same period last year, it is clear that the capital of the bank group grew by LTL 66.7 million (25.2 %), i.e. from LTL 264.6 million up to LTL 331.3 million.

The main articles of the Statements of Income (Loss) of the Group and the Bank are provided in the tables.

Balance sheets of the Group and the Bank (LTL 000)

	June 30	<u>Group</u>		<u>Bank</u>	
		2007	2006	2007	2006
Assets		7.094.814	4.566.604	4.626.053	3.250.251
Obligations		6.732.413	4.285.830	4.315.413	2.997.094
Part of the shareholder's equity, reserved for the shareholders of the Group		331.284	264.590	310.640	253.157
Minority share		31.117	16.184	-	-
Total amount of the shareholder's equity		362.401	280.774	310.640	253.157
Total amount of the shareholder's equity and obligations		7.094.814	4.566.604	4.626.053	3.250.251

Income (loss) statement of the Group and the Bank (thousands of Litass)

	<u>Group</u>		<u>Bank</u>	
6-month period ended 30 June	2007	2006	2007	2006
Interest income	174.858	121.383	103.242	70.062
Interest expense	91.537	53.516	59.942	32.491
Net interest income	83.321	67.867	43.300	37.571
(Impairment) of interest earning assets	(377)	3.265	(997)	3.751
Net interest income after impairment of interest earning assets	82.944	71.132	44.297	41.322
Fee and commission income	55.649	46.424	34.529	33.713
Fee and commission expenses	10.305	8.523	3.722	3.269
Net fee and commission income	45.344	37.901	30.807	30.444
Other operating income	17.242	1.358	15.956	(2.527)
Operating expenses	99.794	72.347	52.479	41.054
Profit before income tax	45.736	38.044	38.581	28.185
Income tax expense	8.163	7.948	6.055	6.767
Profit for the period	37.573	30.096	32.526	21.418
Attributable to:				
Minority interest	2.333	1.573	-	-
Equity holders of the parent	35.240	28.523	32.526	21.418

Some relational figures of the Bank and the Group are provided in the table above.

Profitability indexes of the Bank and the Group (31 December, 2006):

Profitability indexes	Group (%)	Bank (%)
Return on equity of the shareholders	20,7	21,3
Return on total assets	1,0	1,5
Net interest income / OR*	58,9	52,8
Net fee revenue / OR	32,2	30,1
The result of the operations with derivative financial instruments / OR	7,6	6,0
The result of the operations with foreign currency / OR	7,4	10,2
The result of the operations with financial assets accounted in true value in I(L) statement / OR	(6,1)	0,8
Part of operating costs in total amount of costs	49,4	51,5
Operating costs / OR	70,8	61,0

* - Operational Result

7. REFERENCES AND ADDITIONAL EXPLANATIONS OF THE DATA PROVIDED IN THE ANNUAL FINANCIAL ACCOUNTS

All financial data provided in this annual statement are accounted according to the International Accounting Standards (IAS) and audited if no other direction is given.

8. INFORMATION ABOUT ONE'S OBTAINED AND TRANSFERRED SHARES

Within the accounting period the Bank has not obtained own shares.

9. INFORMATION ABOUT THE BANK'S REPRESENTATIVE OFFICES

Representative Offices of the Bank:

Representative office
in the Kingdom of Belgium
Bastion tower level 20,
5 place Du Champ de Mars
Brussels, Belgium
Tel. +3225503541

Representative office in the Czech Republic
Šloska 32, Prague, Czech Republic
Tel. +420221419773, +420221419712

Representative office in Estonia
Roosikrantsi 17, Tallin, Estonia
Tel. +3726272970, +3726272973

Representative office in Latvia
Jura Alunana 2, Riga, Latvia
Tel. +3717216309, +3717216308

Representative office in Ukraine
Artema 49-507, Kiev, Ukraine
Tel. +38044482376, +380682018775

Representative office in Byelorussia
K.Markso 15, Minsk, Byelorussia
Tel. +375172261359

10. SIGNIFICANT EVENTS THAT HAVE TAKEN PLACE SINCE THE END OF THE LAST FINANCIAL YEAR

On 12 January 2007 increase of the authorised capital up to LTL 212 174 080 was registered.

On 05 February 2007 the legal title to the bank of the United Kingdom Conversbank (UK) LIMITED was transferred.

On 19 February 2007 Vladimir Antonov and Raimondas Baranauskas acquired title to 93.75 % of the Bank's ordinary registered shares.

2007 m. vasario 01 d. AB bankas SNORAS atidarė atstovybę Briuselyje, Belgijos Karalystėje.

During the ordinary general shareholders' meeting, which took place on 14.03.2007, it was decided:

1. To approve 2006 audited financial accountability of Bankas Snoras.
2. To approve distribution of the bank's profit 2006, in which it is scheduled to allocate LTL 25 061 thousand to payment of dividends. LTL 0,12 dividends accrue to one ordinary share, which makes 12 % of the nominal value of the share. LTL 1,00 goes to one preference share, which makes 10 % of the nominal value of the share.
3. To choose the audit company Ernst&Young Baltic UAB for the audit of the financial accountability of Bankas Snoras 2007 and determination of the audit services payment conditions.
4. To cancel the supervisory board of Bankas Snoras.
5. To elect a Bankas Snoras supervisory board of new composition for a new term of office.
6. To increase the authorized capital of Bankas Snoras by LTL 50 000 000 (fifty million), by means of public offering of the preference registered non-voting shares with 10 % non-accumulative dividend. Total number of the shares of new emission - 5 000 000 (five million) of share units, the nominal value of one share LTL 10 (ten), overall nominal value of the shares of new emission – LTL 50 000 000 (fifty million). The minimum price of one share of the new emission is LTL 10.
To authorize the board of Bankas Snoras to establish specific order and conditions for distribution of the shares of new emission.
7. To approve amendments to the Articles of Association of the Bank, taking into account increase of the Bank's authorized capital as well as amendments made to the Law on Companies of the Republic of Lithuania. To authorize the President of the Bank to sign the amended Articles of Association of the Bank, taking into account the decisions concerning the Articles of Association of the Bank, made during the ordinary general shareholders' meeting of the Bank on 14 March 2007.

On 21 May 2007 Bankas Snoras distributed first 3-year emission of Eurobonds in Euros. Value of the emission is EUR 175 million (LTL 604.24 million), annual interest - 7 %. The emission has been included into London Securities Stock Exchange Government Securities and Fixed Interest Market Trade Lists.

On 06 June 2007 supervisory board and board of Bankas Snoras meetings took place and in accordance with their decision, a new composition board of Bankas Snoras was approved:

Chairman of the board – President of Bankas Snoras Raimondas Baranauskas;

Deputy Chairman of the board – the First Vice President of Bankas Snoras, director of the Financial Management Division Naglis Stancikas;

Deputy Chairman of the board – Director of the Retail Banking Division of Bankas Snoras Žoržas Šarafanovičius;

Deputy Chairman of the board – Director of the Security and Prevention Division of Bankas Snoras Romasis Vaitekūnas;

Member of the board – Director of the Legal Department of Bankas Snoras Aušra Ižičienė;

Member of the board – Director of the Crediting Division of Bankas Snoras Modestas Keliauskas;

Member of the board – Director of the Risk Management Department of Bankas Snoras Gitanas Kancerevyčius.

11. AMOUNT OF THE SUBSCRIBED CAPITAL AND INFORMATION ABOUT COMPOSITION OF THE CAPITAL

		<u>2007-01-01</u>	<u>2007-06-30</u>
a) Issued and fully paid:	ordinary registered	- 13 726 720	- 192 174 080
	preference registered	- 2 000 000	- 2 000 000
b) Nominal value of one share:	ordinary registered	LTL 10	LTL 1
	preference registered	LTL 10	LTL 10

1 2. THE RIGHTS AND THE RIGHTS OF PRE-EMPTION GRANTED BY EACH CLASS OF THE AVAILABLE SHARES AS WELL AS THE LIMITS SET FOR THEM

During the time of drafting of the annual statement the authorised capital of the bank is LTL 212 174 080. It is divided into 192 174 080 ordinary registered shares the nominal value thereof is LTL 1 (one) and 2 000 000 (two million) non-voting preference registered shares with 10 (ten) % non-cumulative dividend the nominal value thereof is LTL 10 (ten).

The shares issued by the Bank grant property and non-property rights to the shareholders.

Shareholders that are holders of the preference shares have the following property rights:

- ➔ to get the invariable non-cumulative dividend worth 10 (ten) % of the nominal value of the share;
- ➔ to receive a part of assets of the Bank in liquidation;
- ➔ to acquire bonus shares when the authorised capital is increased by the share premium account;
- ➔ by right of pre-emption to acquire shares or convertible debentures issued by the Bank except the case when the general meeting of the shareholders in accordance with the procedures established by the Law on Companies of the Republic of Lithuania takes a decision to abolish the right of pre-emption of all shareholders;
- ➔ by means established by law to lend money to the Bank, however, the Bank, while incurring debt, has no right to pledge its assets to the shareholders. If the Bank incurs debt from the shareholder, interest shall not exceed the average interest rate of the commercial banks situated in the living or business place of the lender that was valid at the time of making a loan contract. In this case the Bank and the shareholders are banned from negotiating extent of higher interest.
- ➔ other property rights established by laws.

Shareholders that are holders of the ordinary shares have the following property rights:

- ➔ to acquire part of the Bank's profit (dividend) if the respective property right of the holders of the preference shares is realized;
- ➔ to receive a part of assets of the Bank in liquidation;
- ➔ to acquire bonus shares when the authorised capital is increased by the Bank's funds;
- ➔ by right of pre-emption to acquire shares or convertible debentures issued by the Bank except the case when the general meeting of the shareholders in accordance with the procedures established by the Law on Companies of the Republic of Lithuania takes a decision to abolish the right of pre-emption of all shareholders;
- ➔ by means established by law to lend money to the Bank, however, the Bank, while incurring debt, has no right to pledge its assets to the shareholders. If the Bank incurs debt from the shareholder, interest shall not exceed the average interest rate of the commercial banks situated in the living or business place of the lender that was valid at the time of making a loan contract. In this case the Bank and the shareholders are banned from negotiating extent of higher interest;
- ➔ other property rights established by laws.

Shareholders have the following non-property rights:

- ➔ to participate in the general meetings of the shareholders. Persons who were shareholders at the end of the record date of the meeting shall have the right to attend and vote at the general meeting or repeat general meeting themselves, unless otherwise provided for by laws, or may authorise other persons to vote for them as proxies or may dispose of their right to vote to other persons with whom an agreement on the disposal of the voting right has been concluded. The record date of the general meeting of the Bank's shareholders shall be the fifth working day before the general meeting or the fifth working day before the repeat general meeting;
- ➔ according to the rights granted by the shares to vote in the general meetings of the shareholders:

- each ordinary registered share of the Bank grants its holder 1 (one) vote in the general meeting of the shareholders;
- the preference registered share of the Bank shall not grant its holder voting right in the general meeting of the shareholders unless the cases provided for by the Law on Companies of the Republic of Lithuania;
- to receive the information about the Bank provided for by the Law on Companies of the Republic of Lithuania;
- to bring a case before a court, claiming for indemnification to the Bank when the damage was caused by the Head of the Bank Administration's and members of the Board' s failure to perform their official duties or inappropriate performance of these duties established by the Law on Companies of the Republic of Lithuania and other laws as well as the Articles of Association of a Bank, and in other cases stipulated by laws;
- other non-property rights determined by laws.

13. SHAREHOLDERS

Total number of shareholders on 30 June 2007– 1 905.

The shareholders who by ownership have more than 5 % of the authorised capital of the Bank on the record date of the regular general meeting of the shareholders:

Shareholder	<u>Number of available shares</u>		Equity capital/ share of votes, %
	Preference	Ordinary	
VLADIMIR ANTONOV	0	131 920 334	62.18/68.65
RAIMONDAS BARANAUSKAS	200 000	48 244 210	23.68/25.10

All holders of the ordinary registered shares of the Issuer have equal voting rights.

14. NUMBER OF EMPLOYEES AT THE END OF THE TERMS

	<u>30.06.2007</u>	<u>31.12.2006</u>	<u>31.12.2005</u>	<u>31.12.2004</u>
Total number of employees	1 097	1 050	930	860
Thereof:				
Leading executives	80	70	63	60
Specialists	902	874	766	701
Other employees	115	105	101	99
Education:				
Higher	708	629	553	495
Special secondary (further)	284	320	298	300
Secondary	105	100	79	65
Average gross wage, Lt:	3 507,00	2 808,80	2 457,01	2 412,30

15. ISSUER AUTHORITIES

15.1. Capacity, full names and personal codes of members of the supervisory and management authorities

Supervisory board of the Bank:

Vladimir Antonov - Supervisory board chairman

Members:

Aleksandr Antonov - Supervisory board member
Dmitrij Jakovlev - Supervisory board member
Maksim Safonov - Supervisory board member
Oleg Suchorukov - Supervisory board member
Andrei Vernikov - Supervisory board member
Michael Duncan Chartres - Supervisory board member

Board of the Bank:

Raimondas Baranauskas - Board chairman

Members:

Naglis Stancikas - Deputy board chairman
Žoržas Šarafanovičius - Deputy board chairman
Romasis Vaitekūnas - Deputy board chairman
Aušra Ižičkienė - Board member
Modestas Keliauskas - Board member
Gitanas Kancerevyčius - Board member

President of the Bank (head of administration)

Raimondas Baranauskas

Education-higher, economist. In 1986 –1990 worked as deputy chairman of the planning committee of the Executive Committee of Šiauliai, chairman of the planning committee and deputy chairman of the executive committee. In 1990-1991 finance director of SANTAKA Association. In 1991-1993– finance director of Prekybos namai VARA UAB. In 1993-1994– deputy chairman of the board of Bankas SNORAS. Since 1994– chairman of the board of Bankas Snoras, head of administration.

Senior accountant of the Bank

Zita Selenkovienė

Education – higher, semiconductor physics. In 1992-1993 worked as programmer in the cooperative bank of Lithuania. In 1993 worked as accountant – programmer of the state commercial bank of Lithuania. In 1993-1997 worked as director of the Accounting department in the joint-stock innovative bank of Lithuania. In 1997-1999 – director of the Accounting Methodology Department of Bankas Hermis AB. Since October 1999 – senior accountant of Bankas SNORAS. Currently – senior accountant, director of the Accounting Division. Member of the board since 9 May 2000.

15.2. The beginning and end of the present term of office as well as the period during which the person held this office.

	Beginning of the term of office of the supervisory board	End of the term of office	Period during which the person held this office
<u>Supervisory board of the Bank</u>			
Vladimir Antonov	2007-06-11	2011-06-11	Since 2004-03-30
Aleksandr Antonov	2007-06-11	2011-06-11	Since 2006-04-20
Dmitrij Jakovlev	2007-06-11	2011-06-11	Since 2004-12-09
Maksim Safonov	2007-06-11	2011-06-11	Since 2004-12-09
Oleg Suchorukov	2007-06-11	2011-06-11	Since 2006-04-20
Andrei Vernikov	2007-06-11	2011-06-11	Since 2007-06-11
Michael Duncan Chartres	2007-06-11	2011-06-11	Since 2007-06-11
	Beginning of the term of office of the board of the Bank	End of the term of office	Period during which the person held this office
<u>Board of the Bank</u>			
Raimondas Baranauskas	2007-06-11	2011-06-11	Since 1994-07-28
Naglis Stancikas	2007-06-11	2011-06-11	Since 2004-10-26
Žoržas Šarafanovičius	2007-06-11	2011-06-11	Since 2006-07-11
Romasis Vaitekūnas	2007-06-11	2011-06-11	Since 1998-12-24
Aušra Ižičkienė	2007-06-11	2011-06-11	Since 2006-07-11
Modestas Keliauskas	2007-06-11	2011-06-11	Since 2007-06-11
Gitanas Kancerevyčius	2007-06-11	2011-06-11	Since 2007-06-11

15.3. Data on participation in the authorized capital of the Bank.

	Number of preference shares	Number of ordinary shares	Share of votes, %
<u>Supervisory board of the Bank</u>			
Vladimir Antonov	-	131 920 334	68,65
Aleksandr Antonov	-	-	-
Dmitrij Jakovlev	-	-	-
Maksim Safonov	-	-	-
Oleg Suchorukov	-	-	-
Andrei Vernikov	-	-	-
Michael Duncan Chartres	-	-	-
	Number of preference shares	Number of ordinary shares	Share of votes, %
<u>Board of the Bank</u>			
Raimondas Baranauskas	200 000	48 244 210	25,10
Naglis Stancikas	-	126	<0,001
Žoržas Šarafanovičius	-	-	-
Romasis Vaitekūnas	140	1960	0,001
Aušra Ižičkienė	-	-	-
Modestas Keliauskas	-	-	-
Gitanas Kancerevyčius	-	-	-

16. DATA ON INFORMATION THAT IS SUBJECT TO PUBLIC DISCLOSURE

All Bank's notices that are to be made public by laws are published in newspaper "Respublika" at the time stated by laws and legal acts of the Republic of Lithuania. Information regarding the material events of the Bank is provided to the Lithuanian Securities Commission, the Vilnius Stock Exchange, Lithuanian News Agency ELTA and BNS, and is placed on the bank's website: www.snoras.com.



AB BANKAS SNORAS

A.Vivulskio str. 7, LT-03221 Vilnius

Interim Condensed Financial Information

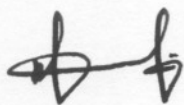
(not audited)

II quarter 2007

INTERMEDIARY CONFIRMATION OF THE RESPONSIBLE PERSONS

We, the undersigned responsible persons, hereby confirm that the following summary of the intermediary financial accountability corresponds to reality and correctly displays the assets, obligations, financial state and profit of Bankas Snoras consolidated subsidiary companies belonging to its group.

President



Raimondas Baranauskas

Chief Accountant

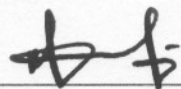
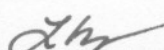


Zita Selenkovienė

CONDENSED CONSOLIDATED BALANCE SHEETS

(LTL thousand)

	30 June 2007	31 December 2006
	(not audited)	(audited)
Assets		
Cash and cash equivalents	2.066.352	1.754.600
Financial assets at fair value through profit or loss	1.002.787	467.010
Loans and placements with credit institutions	458.581	173.002
Available-for-sale financial assets	85.266	866.486
Assets of subsidiary classified as held for sale	-	371.479
Held-to-maturity financial assets	92.780	145.287
Loans to customers, net	3.121.079	2.537.860
Investment property	18.331	18.381
Property, plant and equipment	155.874	133.227
Intangible assets	19.963	19.190
Deferred income tax asset	682	250
Other assets	73.219	52.708
Total assets	7.094.814	6.539.480
Liabilities		
[sipareigojimai]		
Amounts due to credit institutions	507.924	897.580
Derivative financial liabilities	2.268	1.667
Liabilities of subsidiary classified as held for sale	-	361.344
Debt securities issued	645.275	8.324
Amounts due to customers	5.231.957	4.721.612
Subordinated loans	107.552	108.024
Deferred income tax liabilities	5.296	9.245
Provisions	154	204
Paid, but not register share capital	139.304	-
Other liabilities	92.684	83.220
Total liabilities	6.732.414	6.191.220
Equity		
Share capital	212.174	157.267
Reserves	41.594	67.632
Retained earnings	77.515	93.927
Total equity attributable to equity holders of the parent	331.283	318.826
Minority interest	31.117	29.434
Total equity	362.400	348.260
Total equity and liabilities	7.094.814	6.539.480

President	Raimondas Baranauskas		3 August 2007
Chief Accountant	Zita Selenkovienė		3 August 2007

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF INCOME

(LTL thousand)

	<i>6-month period ended 30 June</i>	
	<i>2007</i>	<i>2006</i>
	<i>(not audited)</i>	<i>(audited)</i>
Interest income		
On loans to customers	118.998	86.839
On debt securities acquired	24.423	21.020
On loans and placements with credit institutions	31.437	13.524
	174.858	121.383
Interest expense		
On deposits	(77.202)	(47.173)
On placements from credit institutions	(5.796)	(3.940)
On debt securities issued	(5.208)	(380)
On subordinated loans	(3.331)	(2.023)
	(91.537)	(53.516)
Net interest income	83.321	67.867
(Impairment) of interest earning assets	(377)	3.265
Net interest income after impairment of interest earning assets	82.944	71.132
Fee and commission income	55.649	46.424
Fee and commission expenses	(10.305)	(8.523)
Net fee and commission income	45.344	37.901
Gains less losses from securities at fair value through profit or loss	(8.602)	(19.819)
Gains less losses from derivative instruments	10.666	10.960
Gains less losses from foreign currencies	10.486	6.719
Dividend income	27	46
Other income	4.665	3.452
Other operating income	17.242	1.358
Salaries and benefits	(48.318)	(35.991)
Depreciation and amortisation	(9.669)	(8.567)
Other operating expenses	(41.857)	(27.878)
Other (impairment and provisions) releases	50	89
Operating expenses	(99.794)	(72.347)
Profit before income tax	45.736	38.044
Income tax expense	(8.163)	(7.948)
Profit for the period	37.573	30.096
Attributable to:		
Equity holders of the parent	35.240	28.523
Minority interest	2.333	1.573
	37.573	30.096
Basic and diluted earnings per share	0,19	2,08

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(LTL thousand)

30 June 2007 and 2006

	<i>Attributable to the equity holders of the parent</i>									<i>Total equity</i>
	<i>Share Capital</i>	<i>Share surplus</i>	<i>Reserve capital</i>	<i>Revaluation reserve of property and equipment</i>	<i>Revaluation reserve of financial assets</i>	<i>Reserve of foreign currency translation</i>	<i>Other general reserves</i>	<i>Retained earnings</i>	<i>Minority interest</i>	
1 January 2006	137.267	305	2.790	18.312	-	(20)	40.808	45.872	16.658	261.992
Revaluation of financial assets	-	-	-	-	(2.650)	-	-	-	-	(2.650)
Reserve of foreign currency translation	-	-	-	-	-	(154)	-	-	-	(154)
Net profit	-	-	-	-	-	-	-	61.644	3.691	65.335
↑ Increase of share capital	20.000	-	-	-	-	-	-	-	-	20.000
Dividends	-	-	-	-	-	-	-	(9.608)	-	(9.608)
Sale of minority interest	-	-	-	-	-	-	-	4.260	9.085	13.345
Transfer to reserve capital	-	-	6.000	-	-	-	-	(6.000)	-	-
Transfer to other reserves	-	-	-	-	-	-	2.241	(2.241)	-	-
1 January 2007	157.267	305	8.790	18.312	(2.650)	(174)	43.049	93.927	29.434	348.260
Revaluation of financial assets	-	-	-	-	2.213	-	-	-	-	2.213
Revaluation of fixed assets	-	-	-	(2)	-	-	-	-	-	(2)
Reserve of foreign currency translation	-	-	-	-	-	175	-	(108)	-	67
Net profit	-	-	-	-	-	-	-	35.240	2.333	37.573
Increase of share capital	54.907	-	-	-	-	-	(39.020)	(15.887)	1.714	1.714
Dividends	-	-	-	-	-	-	-	(25.061)	(2.364)	(27.425)
Transfer to reserve capital	-	-	7.400	-	-	-	-	(7.400)	-	-
Transfer to other reserves	-	-	-	-	-	-	3.196	(3.196)	-	-
30 June 2007	212.174	305	16.190	18.310	(437)	1	7.225	77.515	31.117	362.400

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

	<i>6-month period ended 30 June</i>	
	<i>2007</i>	<i>2006</i>
	<i>(not audited)</i>	<i>(audited)</i>
Cash flows from operating activities		
Income (expenses)		
Interest income	179.941	129.189
Interest (expenses)	(73.894)	(40.569)
Recovery of loans previously written-off	3.576	1.334
Income from foreign exchange operations, net	27.900	20.067
(Expenses) from operations with securities, net	(6.619)	(7.928)
Service fees and commission income, net	45.344	37.901
Remuneration-related (expenses)	(44.718)	(34.726)
Other (expenses)	(43.561)	(29.406)
Operating result	87.969	75.862
(Increase) decrease in assets		
(Increase) decrease in loans and placements with credit institutions	(283.460)	(133.114)
(Increase) in loans	(573.273)	(199.258)
Decrease (increase) in securities	(22.544)	(57.832)
Decrease (increase) in other assets	(23.037)	17.317
(Increase) in assets	(902.265)	(372.887)
Increase (decrease) in liabilities		
Increase in amounts due to credit institutions	(388.987)	(390.672)
Increase in public deposits and letters of credit	500.671	440.550
(Decrease) increase in debt securities issued	636.595	2.751
Increase in other liabilities	(78)	(24.769)
Increase in liabilities	747.491	27.860
Net cash flows from operating activities before taxes	(66.854)	(269.165)
Income tax	(8.163)	(2.513)
Net cash from operating activities after taxes	(75.017)	(271.678)
Cash from (used in) investing activities		
(Acquisitions) of tangible and intangible fixed assets	(33.089)	(6.292)
Cash inflow from acquisitions subsidiary, net of cash paid	-	(625)
(Investments into) available for sale securities	52.508	-
(Investments into) and redemption of held to maturity investments	255.444	36.919
Dividends received	27	46
Net cash (used in) investing activities	274.890	30.048
Cash (used in) from financing activities		
Increase of the share capital	139.304	-
Dividends (paid)	(27.425)	(9.608)
Net cash from financing activities	111.879	(9.608)
Increase in cash	311.752	(251.238)
Cash and cash equivalents at the beginning of the period	1.754.500	1.092.060
Cash and cash equivalents at the end of the period	<u>2.066.352</u>	<u>840.822</u>

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

**Notes to the interim condensed consolidated financial statements of Bankas Snoras AB
for the 6-month period ended 30 June 2007**

(LTL thousand)

1. Bendroji informacija

Bankas Snoras AB (the "Bank") is the parent company in the Group. It was formed on 17 March 1992 under the laws of the Republic of Lithuania. The Bank operates under a general banking license issued by the Bank of Lithuania ("BoL"). The Bank's main office is in Vivulskio Str. 7, Vilnius, Lithuania and it has 10 branches in Vilnius, Kaunas, Klaipėda, Šiauliai, Panevėžys, Utena, Marijampolė, Mažeikiai, Alytus, Tauragė and 242 operating outlets.

The Bank offers the following banking services: accepts deposits from individuals, issues loans and provides short-term trade financing and consults clients, processes payments in Litas and other currencies, issues and services magnetic and microchip cards, collects payments, exchanges currency and provides other services.

The controlling shareholder of the Bank is Mr. V. Antonov. The Bank till 19 February 2007 was the member of Conversbank Group and its financial statements were consolidated into the financial statements of Conversbank Group consolidated financial statements.

Shareholders (ordinary shares) of Bankas Snoras AB

	<i>30 June 2007</i> %	<i>31 December 2006</i> %
Mr. Vladimir Antonov, chairman of the Bank's Council	68,65	-
Mr. Raimondas Baranauskas, chairman of the Bank's Board	25,10	9,99
Conversgroup (Luxemburg) Holding Company	-	49,89
Nuntel holding LLC	-	9,89
Hoffman development LLC	-	8,76
Skepi shipping Co limited	-	8,31
CTPS limited	-	5,21
Other: number of shareholders/owned %	1.903/6,25	1.538 / 7,95
Total	100,00	100,00

Shareholders (preference shares) of Bankas Snoras AB

	<i>30 June 2007</i> %	<i>31 December 2006</i> %
Conversgroup Holding Company	45,00	45,00
Skandinaviska Enskilda Banken, clients	19,00	24,56
Mr. Raimondas Baranauskas, chairman of the Bank's Board	10,00	10,00
Žilinskis Algirdas Liudvikas	6,13	6,82
Other: number of shareholders/owned%	282/19,87	173/13,62
Total	100,00	100,00

As of 30 June 2007 the members of the Board of Directors and Management Board controlled 48.248.256 shares (25,11 %) of the Bank. (2006 – 1.372.960 or 10%).

As of 30 June 2007 the number of employees of the Group was 1.973 (1.949. - as of 31 December 2005 respectively).

The authorized and issued share capital of the Bank consists of 192.174.080 ordinary shares with the par value of LTL 1 each and 2.000 thousand preference shares with the par value of LTL 10 each. As of 31 December 2006 authorized and issued share capital of the Bank consisted of 13.727 thousand ordinary shares and 2.000 thousand preference shares with the par value of LTL 10 each. As of 30 June 2007 and 31 December 2006 all shares were fully paid.

In 2007, the share capital of AB "Bankas Snoras" (54.907 thousand LTL) and A/S „Latvijas Krājbanka“ (2.820 thousand LVL) was increased. On 5 February 2007 the title to the bank of Great Britain Conversbank (UK) Ltd. was transferred.

**Notes to the interim condensed consolidated financial statements of Bankas Snoras AB
for the 6-month period ended 30 June 2007**

(LTL thousand)

The Group consisted of the following companies:

Subsidiary	Ownership %		Country	Industry
	30 June 2007	31 December 2006		
Snoro Lizingas UAB	100%	100%	Lithuania	Consumer financing
Vilniaus Kapitalo Vystymo Projektai UAB	100%	100%	Lithuania	Real estate
Snoro Turto Valdymas UAB	100%	100%	Lithuania	Financing intermediary
Snoro Fondų Valdymas UAB	100%	100%	Lithuania	Fund management
Snoro Investicijų Valdymas UAB	100%	100%	Lithuania	Real estate
Latvijas Krājbanka A/S	75,94%	75%	Latvia	Banking
Krājinvestīcijas SLA*	75,94%	75%	Latvia	Real estate
Ieguldījumu Pārvaldes Sabiedrība	75,94%			
LKB Assets Management*		75%	Latvia	Fund management
SIA "LKB Līzings"*	75,94%	-	Latvia	Consumer financing
AS "Pirmais Atklātais Pensiju Fonds"*	75,94%	-	Latvia	Fund management
Ieguldījumu Sabiedrība Astra Fondi A/S*	75,94%	75%	Latvia	Fund management
Conversbank (UK) Ltd.			Great	
(held for sale)	-	100%	Britain	Fund management

*The companies are not under direct control. 100 % of their share capital belongs to A/S "Latvijas Krājbanka"

2. Bendrosios nuostatos

The interim consolidated financial statements for the 6-month period ended 30 June 20067 have been prepared in accordance to the IAS 34 Interim Financial Statements.

The interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as of 31 December 2006.

The accounting policies adopted in the preparation of the interim consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2006.

The accompanying consolidated financial statements are presented in thousands of Lithuanian Litas (LTL), the national currency of the Republic of Lithuania (which is also Group's functional currency), except per share amounts and unless otherwise stated. Subsidiaries in Latvia maintain their records in Latvian Lat (LVL).

The comparative information of a 6-month period ended 30 June 2006 is adjusted to conform the presentation of financial information for current period.

3. Cash and Cash Equivalents

Cash and cash equivalents comprise:

	30 June 2007	31 December 2006
	(not audited)	(audited)
Cash on hand	169.114	199.099
Current accounts with the Central Banks	560.192	542.252
Current accounts with other credit institutions	341.712	479.178
Time deposits with credit institutions up to 90 days	995.334	534.071
Cash and cash equivalents	2.066.352	1.754.600

Notes to the interim condensed consolidated financial statements of Bankas Snoras AB
for the 6-month period ended 30 June 2007

(LTL thousand)

4. Financial Assets and Liabilities at Fair Value through Profit or Loss

Financial Assets and Liabilities at Fair Value through Profit or Loss comprise:

	<u>30 June 2007</u>	<u>31 December 2006</u>
	<i>(not audited)</i>	<i>(audited)</i>
Held for trading	486.016	464.021
Financial assets designated at fair value through profit or loss	507.439	-
Derivative financial instruments	9.332	2.989
Financial Assets and Liabilities at Fair Value through Profit or Loss	<u>1.002.787</u>	<u>467.010</u>

5. Loans to Customers, net

Loans to customers comprise:

	<u>30 June 2007</u>	<u>31 December 2006</u>
	<i>(not audited)</i>	<i>(audited)</i>
Loans to customers	2.747.716	2.219.247
Overdrafts	281.150	243.730
Bills of exchange	94.097	86.930
Repurchase agreements	40.295	20.667
Factoring	3.288	1.981
	<u>3.166.547</u>	<u>2.572.555</u>
Less – Allowance for loan impairment (Note 9)	<u>(45.467)</u>	<u>(34.695)</u>
Loans to clients, net	<u>3.121.079</u>	<u>2.537.860</u>

During 2006 the management of the Group has made certain assumptions to arrive to the current estimates of impairment. The management of the Group constantly monitors loan portfolio and investigates market trends so that it could make necessary changes in impairment estimation, if required. Having other information available, management of the Group may change assumptions underlying impairment assessment, which would result in change of impairment allowance.

Below table represents breakdown of loans to actual payable of the customer and accrued and / or impaired amounts:

	<u>30 June 2007</u>	<u>31 December 2006</u>
	<i>(not audited)</i>	<i>(audited)</i>
Unpaid principal	3.170.913	2.574.762
Accrued and unpaid interest	13.962	10.248
Deferred income	(18.329)	(12.455)
Impairment loss allowance	<u>(45.467)</u>	<u>(34.695)</u>
Loans to customers, net	<u>3.121.079</u>	<u>2.537.860</u>

6. Property, Plant and Equipment and Intangible Assets

During the 6-month period ended 30 June 2007 the Group has acquired property, plant and equipment for LTL 33.655 thousand and intangible assets for LTL 2.276 thousand. During the same period the Group have disposed and written-off property, plant and equipment for the net book value of LTL 4.064 thousand.

Depreciation expenses during the 6-month period ended 30 June 2007 in the Group amounted to LTL 7.951 thousand and amortisation of intangible assets – LTL 1.719 thousand.

Notes to the interim condensed consolidated financial statements of Bankas Snoras AB
for the 6-month period ended 30 June 2007

(LTL thousand)

7. Segment Reporting

For the purposes of this analysis, the Group's activities were divided into two main geographical segments: Lithuania (the Bank and its subsidiaries in Lithuania) and Latvia (Latvijas Krājbanka A/S, Krājinvestīcijas SIA and its subsidiaries in Lithuania). The type of products and services included in each reported segment are the same. Transactions between the geographical segments are generally made on commercial terms and conditions. General corporate overheads were not allocated to the geographical segments.

	<i>Lithuania</i>		<i>Latvia</i>		<i>Eliminations</i>		<i>Group</i>	
	<i>6-month period ended 30 June</i>		<i>6-month period ended 30 June</i>		<i>6-month period ended 30 June</i>		<i>6-month period ended 30 June</i>	
	<i>2007</i>	<i>2006</i>	<i>2007</i>	<i>2006</i>	<i>2007</i>	<i>2006</i>	<i>2007</i>	<i>2006</i>
	<i>(not audited)</i>	<i>(audited)</i>	<i>(not audited)</i>	<i>(audited)</i>	<i>(not audited)</i>	<i>(audited)</i>	<i>(not audited)</i>	<i>(audited)</i>
Total income from external customers	155.903	111.475	91.769	58.044	(580)	(354)	247.092	169.165
Total income from internal customers	345	260	235	94	(580)	(354)	-	-
Profit before tax	33.857	28.332	11.879	9.712	-	-	45.736	38.044
Income tax	(6.127)	(7.139)	(2.036)	(809)	-	-	(8.163)	(7.948)
Profit	27.730	21.193	9.843	8.903	-	-	37.573	30.096
Attributable to:								
Minority interest		-	2.333	1.573	-	-	2.333	1.573
Shareholders of the Bank	27.730	21.193	7.510	7.330	-	-	35.240	28.523

Business segments are not identified by the management of the Group, as the Group does not measure the performance according to the business lines.

8. Other Assets and Liabilities

Other assets comprise:

	<i>30 June 2007</i>	<i>31 December 2006</i>
	<i>(not audited)</i>	<i>(audited)</i>
Other assets		
Accounts receivable for credit cards	22.874	6.320
Projects under development	17.332	24.126
Prepayments to suppliers	5.929	6.102
Accounts receivable	5.868	1.867
Inventories	5.213	4.820
Deferred expenses	2.737	2.416
Transit accounts	1.276	663
VAT receivable	1.047	668
Accrued income for other assets	960	207
Other asset	9.983	5.519
Total other assets	73.219	52.708
Impairment of other assets	-	-
Total other assets, net	73.219	52.708

Notes to the interim condensed consolidated financial statements of Bankas Snoras AB
for the 6-month period ended 30 June 2007

(LTL thousand)

8. Other Assets and Liabilities (cont'd)

Other liabilities comprise:

	<u>30 June 2007</u>	<u>31 December 2006</u>
	(not audited)	(audited)
Other liabilities		
Accounts payable to suppliers	13.678	30.274
Transit accounts	36.876	13.324
Payments collected	6.828	12.385
Accrued expenses	13.820	8.053
Advances received	3.580	2.018
Deferred income	736	668
Other	17.166	11.319
Total other liabilities	<u>92.6840</u>	<u>78.041</u>

Transit accounts represent funds that were disbursed from / to the correspondent account of the Bank, but that have not been written off from / to customers' accounts as of the reporting date.

9. Amounts Due to Credit Institutions

Amounts due to credit institutions comprise:

	<u>30 June 2007</u>	<u>31 December 2006</u>
	(not audited)	(audited)
Time deposits and loans	479.642	885.721
Current accounts	28.282	11.859
Amounts due to credit institutions	<u>507.924</u>	<u>897.580</u>

10. Amounts Due to Customers

The amounts due to customers include the following:

	<u>30 June 2007</u>	<u>31 December 2006</u>
	(not audited)	(audited)
Time deposits	2.939.310	2.798.501
Current accounts	2.292.647	1.923.111
Amounts due to customers	<u>5.231.957</u>	<u>4.721.612</u>

11. Debt Securities Issued

As of 30 June 2007 the Group has the discount debt securities issued which have the amortised cost amounts to LTL 645.275 thousand:

- The Group has the discount debt securities issued in 11 May 2007 which have the aggregate par value of EUR 175.000 thousand with discount rate of 7 % and maturing on 11 May 2010. The discount debt securities' amortised cost amounts to LTL 603.402 thousand as of 30 June 2007.
- The Group has the discount debt securities issued in 31 January 2007 which have the aggregate par value of EUR 5.000 thousand with discount rate of 4,875 % and maturing on 31 January 2010. The discount debt securities' amortised cost amounts to LTL 17.785 thousand as of 30 June 2007.
- The Group has the discount debt securities issued in 20 September 2005 which have the aggregate par value of LTL 30.000 thousand with discount rate of 4.5 % and maturing on 20 September 2007. The discount debt securities' amortised cost amounts to LTL 24.088 thousand as of 30 June 2007 (The discount debt securities' amortised cost amounts to LTL 8.324 thousand as of 31 December 2006).

Notes to the interim condensed consolidated financial statements of Bankas Snoras AB
for the 6-month period ended 30 June 2007

(LTL thousand)

12. Equity

Movements in shares outstanding, issued and fully paid were as follows:

Calculation of weighted average for the 6-month period ended 30 June 2007	Number of shares	Par value	Issued/ 181 (days)	Weighted average of ordinary shares
Shares issued as of 31 December 2006	13.726.720	10	181/181	13.726.720
Number of shares after share split	137.267.200	1	181/181	137.267.200
Shares issued as of 15 January 2007	54.906.880	1	161/181	48.839.821
Shares issued as of 30 June 2007	192.174.080	1	181/181	186.107.021

Calculation of weighted average for the 6-month period ended 30 June 2006	Number of shares	Par value	Issued/ 181 (days)	Weighted average of ordinary shares
Shares issued as of 31 December 2005	13.726.720	10	181/181	13.726.720
Shares issued as of 30 June 2006	13.726.720	10	181/181	13.726.720

Preference shares are without voting right with 10% non cumulative dividends (nominal amount – LTL 20.000 thousand) and therefore excluded from the calculations of the weighted average.

13. Earnings per Share

	<i>6-month period ended 30 June</i>	
	<i>2007</i>	<i>2006</i>
Net profit attributable to equity holders of the parent	35.240	28.523
Net profit attributable to ordinary shares	35.240	28.523
Weighted number of ordinary shares (thousand)	186.107.021	13.726.720
Basic earnings per ordinary share (LTL)*	0,19	2,08
 Diluted earnings per ordinary share (LTL)	 0,19	 2,08

*30 June 2007 the nominal value of ordinary share was LTL 1, 30 June 2006 the nominal value of ordinary share was LTL 10

The Group has been granted subordinated loans that can be converted into shares, but because neither the conversion date nor conversion terms are reliably set, diluted earnings can not be calculated and therefore corresponds to basic earnings per share.

14. Dividends per Share

	<i>6-month period ended 30 June</i>	
	<i>2007</i>	<i>2006</i>
Dividends paid for ordinary shares	23.061	9.608
Number of ordinary shares (thousand)	192.174	13.727
Dividends per ordinary share (LTL)	0,12	0,7

Dividends paid for preference shares - LTL 2.000 thousand.

15. Commitments and Contingencies

Legal

In the ordinary course of business, the Group is subject to legal actions and complaints. Management believes that the ultimate liability, if any, arising from such actions or complaints will not have a material adverse effect on the financial condition or the results of future operations of the Group.

Notes to the interim condensed consolidated financial statements of Bankas Snoras AB
for the 6-month period ended 30 June 2007

(LTL thousand)

Financial commitments and contingencies

The Group's financial commitments and contingencies comprised the following:

	<u>30 June 2007</u>	<u>31 December 2006</u>
Credit related commitments		
Credit commitments	501.395	413.494
Issued guarantees	30.954	26.284
	<u>532.349</u>	<u>439.778</u>
Less - Provisions	(154)	(204)
Credit related commitments, net	<u>532.195</u>	<u>439.574</u>

16. Salaries, Benefits and Other Operating Expenses

Salaries and benefits, and other operating expenses comprise::

	<u>6-month period ended 30 June 2007</u>	<u>2006</u>
	<i>(not audited)</i>	<i>(audited)</i>
Salaries and benefits	37.922	30.635
Social security costs	10.396	5.356
Salaries and benefits	<u>48.318</u>	<u>35.991</u>
Repair and maintenance of property, plant and equipment	7.195	3.346
Occupancy and rent	6.547	3.039
Marketing, advertising and representation	5.528	4.286
Communications	4.560	4.198
Operating taxes	3.229	1.279
Security	1.619	1.338
Legal and consultancy	1.545	722
Charity	1.462	424
Data processing	976	1.928
Office supplies	531	571
Business travel and related	471	339
Personnel training	210	288
Loss on property, plant and equipment disposals	205	4
Penalties incurred	13	6
Other	7.766	6.110
Other operating expenses	<u>41.857</u>	<u>27.878</u>

19. Capital Adequacy

The Bank of Lithuania and Latvian Financial and Capital Market Commission (FCMC) require banks in Lithuania and Latvia respectively to maintain a capital adequacy ratio of 8% of risk-weighted assets, computed based on requirements of respective regulator. Group capital adequacy is calculated based on requirements of the Bank of Lithuania. As of 30 June 2007 and 31 December 2006, the Group's capital adequacy ratio on this basis exceeded the statutory minimum.

Capital adequacy ratios of the Group can be specified as follows (%):

31 December 2005	9,60
31 March 2006	9,34
30 June 2006	8,51
31 September 2006	10,08
31 December 2006	8,95
31 March 2007	10,24
30 June 2007	9,12

Notes to the interim condensed consolidated financial statements of Bankas Snoras AB
for the 6-month period ended 30 June 2007

(LTL thousand)

Capital adequacy ratio calculation summary is presented in the table below:

Capital adequacy calculation, the Group	30 June 2007		31 December 2006	
	Nominal	Weighted	Nominal	Weighted
Tier 1 equity items	270.945	270.945	194.256	194.256
Tier 2 equity items	131.708	131.708	150.934	150.934
Deductions from capital	(19.962)	(19.962)	(34.522)	(34.522)
Eligible capital	382.691	382.691	310.668	310.668
Risk assets				
0% risk assets	1.389.519	-	2.019.640	-
20% risk assets	1.760.734	352.147	1.145.361	229.072
50% risk assets	248.032	124.016	216.183	108.092
100% risk assets	3.181.224	3.181.224	2.656.765	2.656.765
Off balance sheet risk commitments	532.258	264.294	439.818	200.287
Trading book requirement	1.280.870	274.525	757.989	276.713
Total risk exposure		4.196.206		3.470.929
Capital adequacy ratio		9,12		8,95

According to the decision No. 70 of Bank of Lithuania dated 25 May 2006, the audited profit earned since the beginning of the year can be included into the bank's capital base with the formal consent of the Board of the Bank of Lithuania (the Regulator).