



**AB ŪKIO BANKAS INTERIM INFORMATION FOR
THE NINE MONTH PERIOD OF THE YEAR 2012
(unaudited)**

(Prepared in accordance with the Rules of Preparing and Disclosure of Periodic and Additional Information approved by the Lithuanian Securities Commission)

AB ŪKIO BANKAS

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CONFIRMATION OF RESPONSIBLE PERSONS

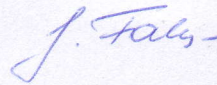
We hereby confirm that condensed interim financial statements for the nine month period ended 30 September 2012 prepared in accordance with applicable accounting standards are true and fairly present assets, liabilities, financial position, profit or loss and cash flows of AB Ūkio bankas, as well as of AB Ūkio bankas Group consolidated companies.

Chairman of the Board – Chief Executive Officer



Arnas Žalys

Deputy Director of Finance and Risk Management Department



Janina Falkauskienė

Head of Accounting Department – Chief Accountant



Vidutė Petraitiene



The report is prepared in Kaunas, 29 October 2012

AB ŪKIO BANKAS

CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION AS OF 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

	Notes	The Group 2012.09.30	The Group 2011.12.31	The Bank 2012.09.30	The Bank 2011.12.31
ASSETS					
Cash and balances with central bank		414,936	489,622	414,933	489,622
Loans and advances to banks and other credit institutions		147,791	121,729	138,000	111,195
Financial assets at fair value through profit or loss		101,154	68,873	50,001	24,549
Loans and finance lease receivable	4	2,582,798	2,624,149	2,230,654	2,282,394
Investment securities:					
<i>available-for-sale</i>	5	17,684	18,490	17,313	18,006
<i>held-to-maturity</i>	5	458,017	545,913	792,301	877,347
Investments in subsidiaries	6	-	-	239,754	239,164
Intangible assets		20,448	20,656	1,381	1,556
Property, plant and equipment		32,495	25,803	30,845	24,022
Investment property		236,325	236,350	6,031	6,031
Deferred tax assets		25,069	17,110	23,769	15,796
Other assets	7	153,505	144,564	136,434	130,735
Assets classified as held for sale		13,429	12,945	12,947	-
Total assets		4,203,651	4,326,204	4,094,363	4,220,417
LIABILITIES AND EQUITY					
LIABILITIES					
Due to banks and other credit institutions		9,878	20,809	9,878	20,809
Financial liabilities at fair value through profit or loss		110	3	110	3
Due to customers	8	3,517,044	3,437,668	3,526,626	3,438,435
Debt securities in issue		35,361	193,511	35,361	194,930
Subordinated loans		93,840	93,864	93,840	93,864
Deferred tax liabilities		21,030	20,884	-	-
Other liabilities		86,952	78,016	21,926	20,158
Liabilities directly associated with assets classified as held for sale		99	6	-	-
Total liabilities		3,764,314	3,844,761	3,687,741	3,768,199
EQUITY					
Share capital	9	345,824	345,824	345,824	345,824
Share premium		76,500	76,500	76,500	76,500
Revaluation reserve - available-for-sale investment securities		(633)	(2,881)	(668)	(2,890)
Currency translation reserve		(861)	(584)	-	-
Legal reserve	9	12,723	16,991	10,974	15,532
Other reserves	9	21,810	21,810	21,810	21,810
Retained earnings (accumulated loss)		(16,026)	23,783	(47,818)	(4,558)
Equity attributable to equity holders of the parent		439,337	481,443	406,622	452,218
Non-controlling interest		-	-	-	-
Total equity		439,337	481,443	406,622	452,218
Total liabilities and equity		4,203,651	4,326,204	4,094,363	4,220,417

The accompanying explanatory notes are an integral part of these financial statements.

AB ŪKIO BANKAS

CONDENSED INTERIM INCOME STATEMENTS FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

	Notes	The Group 2012.01.01- 2012.09.30	The Group 2011.01.01- 2011.09.30	The Bank 2012.01.01- 2012.09.30	The Bank 2011.01.01- 2011.09.30
CONTINUING OPERATIONS					
Interest income	10	135,451	150,305	115,725	130,985
Interest expense	10	(73,682)	(96,782)	(73,798)	(96,751)
Interest income, net		61,769	53,523	41,927	34,234
Fees and commission income	11	39,213	41,184	35,252	38,680
Fees and commission expense	11	(7,519)	(7,310)	(7,218)	(7,058)
Fees and commission income, net		31,694	33,874	28,034	31,622
Net gains from dealing in foreign currencies		11,458	9,909	11,666	10,105
Net gains (losses) from financial assets at fair value through profit or loss		6,707	(6,043)	2,494	341
Net gains arising from investment securities		167	874	167	874
Impairment charge		(73,364)	(7,272)	(66,957)	(3,797)
Recoveries of loans written off		1,874	2,159	96	75
Insurance income, net		45	9,614	-	-
Dividend income		96	100	96	100
Other operating income		1,021	393	260	857
Operating profit before operating expenses		41,467	97,131	17,783	74,411
Operating expenses	12	(93,114)	(96,407)	(73,996)	(79,185)
Profit (loss) before income tax		(51,647)	734	(56,213)	(4,774)
Income tax (expense) benefit		7,168	(593)	8,395	(184)
Net profit (loss) for the year from the continuing operations		(44,479)	131	(47,818)	(4,958)
Net (loss) for the year from the discontinued operations		390	-	-	-
NET PROFIT (LOSS) FOR THE YEAR		(44,089)	131	(47,818)	(4,958)
Attributable to:					
Equity holders of the parent		(44,089)	131	(47,818)	(4,958)
Non-controlling interest		-	-	-	-
NET PROFIT (LOSS) FOR THE YEAR		(44,089)	131	(47,818)	(4,958)
EARNINGS PER SHARE					
From continuing and discontinued operations:					
Basic (in LTL)	13	(0.13)	0.00	(0.14)	(0.02)
Diluted (in LTL)		(0.13)	0.00	(0.14)	(0.02)
From continuing operations:					
Basic (in LTL)	13	(0.13)	0.00	(0.14)	(0.02)
Diluted (in LTL)		(0.13)	0.00	(0.14)	(0.02)

The accompanying explanatory notes are an integral part of these financial statements.

AB ŪKIO BANKAS

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

	The Group 2012.01.01- 2012.09.30	The Group 2011.01.01- 2011.09.30	The Bank 2012.01.01- 2012.09.30	The Bank 2011.01.01- 2011.09.30
Profit (loss) for the year	(44,089)	131	(47,818)	(4,958)
Other comprehensive income				
Exchange differences on translating foreign operations				
Exchange differences arising during the year on translating foreign operations, net of tax	(277)	(932)	-	-
	(277)	(932)	-	-
Available-for-sale financial assets				
Net gain (loss) arising on revaluation of available-for-sale financial assets during the year, net of tax	2,248	(2,017)	2,222	(1,984)
	2,248	(2,017)	2,222	(1,984)
Other reclassification adjustments	12	1	-	1
Total comprehensive income for the year	(42,106)	(2,817)	(45,596)	(6,941)
Attributable to:				
Equity holders of the parent	(42,106)	(2,817)	(45,596)	(6,941)
Non-controlling interest	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	(42,106)	(2,817)	(45,596)	(6,941)

The accompanying explanatory notes are an integral part of these financial statements.

AB ŪKIO BANKAS

CONDENSED INTERIM INCOME STATEMENTS FOR THE THREE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

	The Group 2012.07.01- 2012.09.30	The Group 2011.07.01- 2011.09.30	The Bank 2012.07.01- 2012.09.30	The Bank 2011.07.01- 2011.09.30
CONTINUING OPERATIONS				
Interest income	45,241	50,789	37,570	42,767
Interest expense	(25,629)	(29,694)	(25,678)	(29,574)
Interest income, net	19,612	21,095	11,892	13,193
Fees and commission income	13,273	13,926	11,880	14,141
Fees and commission expense	(2,576)	(2,503)	(2,468)	(2,410)
Fees and commission income, net	10,697	11,423	9,412	11,731
Net gains from dealing in foreign currencies	11,415	3,811	11,764	3,743
Net gains (losses) from financial assets at fair value through profit or loss	(4,042)	(9,039)	(6,255)	(3,317)
Net gains arising from investment securities	(57)	(26)	(57)	(26)
Impairment charge	(9,177)	(1,480)	(7,720)	(258)
Recoveries of loans written off	447	543	41	52
Insurance income, net	(615)	6,477	-	-
Dividend income	-	20	-	20
Other operating income	569	(972)	233	69
Operating profit before operating expenses	28,849	31,852	19,310	25,207
Operating expenses	(30,270)	(31,356)	(23,590)	(25,066)
Profit (loss) before income tax	(1,421)	496	(4,280)	141
Income tax (expense) benefit	599	248	1,065	153
Net profit (loss) for the year from the continuing operations	(822)	744	(3,215)	294
Net (loss) for the year from the discontinued operations	128	-	-	-
NET PROFIT (LOSS) FOR THE YEAR	(694)	744	(3,215)	294
Attributable to:				
Equity holders of the parent	(694)	744	(3,215)	294
Non-controlling interest	-	-	-	-
NET PROFIT (LOSS) FOR THE YEAR	(694)	744	(3,215)	294
EARNINGS PER SHARE				
From continuing and discontinued operations:				
Basic (in LTL)	(0.00)	0.00	(0.01)	0.00
Diluted (in LTL)	(0.00)	0.00	(0.01)	0.00
From continuing operations:				
Basic (in LTL)	(0.00)	0.00	(0.01)	0.00
Diluted (in LTL)	(0.00)	0.00	(0.01)	0.00

The accompanying explanatory notes are an integral part of these financial statements.

AB ŪKIO BANKAS

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

	The Group 2012.07.01- 2012.09.30	The Group 2011.07.01- 2011.09.30	The Bank 2012.07.01- 2012.09.30	The Bank 2011.07.01- 2011.09.30
Profit for the year	(694)	744	(3,215)	294
Other comprehensive income				
Exchange differences on translating foreign operations				
Exchange differences arising during the year on translating foreign operations, net of tax	(3)	(840)	-	-
	(3)	(840)	-	-
Available-for-sale financial assets				
Net gain (loss) arising on revaluation of available-for-sale financial assets during the year, net of tax	1,446	(5,034)	1,434	(4,990)
	1,446	(5,034)	1,434	(4,990)
Other reclassification adjustments		1		1
Total comprehensive income for the year	749	(5,129)	(1,781)	(4,695)
Attributable to:				
Equity holders of the parent	749	(5,129)	(1,781)	(4,695)
Non-controlling interest	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	749	(5,129)	(1,781)	(4,695)

The accompanying explanatory notes are an integral part of these financial statements.

AB ŪKIO BANKAS

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

The Bank	Share Capital	Share premium	Other reserves	Revaluation reserve on available-for-sale investment securities	Legal reserve	Retained earnings (accumulated loss)	Total
As of 1 January 2011	295,824	76,500	61,650	(4,636)	15,532	(39,840)	405,030
Transfer to retained earnings (loss)	-	-	(39,840)	-	-	39,840	-
Increase of share capital	50,000	-	-	-	-	-	50,000
Total comprehensive income for the year:	-	-	-	(1,983)	-	(4,958)	(6,941)
<i>Net profit</i>	-	-	-	-	-	(4,958)	(4,958)
<i>Other comprehensive income</i>	-	-	-	(1,983)	-	-	(1,983)
As of 30 September 2011	345,824	76,500	21,810	(6,619)	15,532	(4,958)	448,089
Total comprehensive income for the year:	-	-	-	3,729	-	400	4,129
<i>Net profit</i>	-	-	-	-	-	400	400
<i>Other comprehensive income</i>	-	-	-	3,729	-	-	3,729
As of 31 December 2011	345,824	76,500	21,810	(2,890)	15,532	(4,558)	452,218
Transfer to retained earnings (loss)	-	-	-	-	(4,558)	4,558	-
Total comprehensive income for the year:	-	-	-	2,222	-	(47,818)	(45,596)
<i>Net loss</i>	-	-	-	-	-	(47,818)	(47,818)
<i>Other comprehensive income</i>	-	-	-	2,222	-	-	2,222
As of 30 September 2012	345,824	76,500	21,810	(668)	10,974	(47,818)	406,622

(Continued)

AB ŪKIO BANKAS

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

The Group	Share Capital	Share premium	Other reserves	Revaluation reserve on available- for-sale investment securities	Foreign currency translation reserve	Legal reserve	Retained earnings (accumulated loss)	Equity attributable to equity holders of the parent	Non- controlling interest	Total
As of 1 January 2011	295,824	76,500	61,650	(4,617)	(200)	16,617	(16,783)	428,991	-	428,991
Transfer to legal reserve	-	-	-	-	-	374	(374)	-	-	-
Transfer to retained earnings (loss)	-	-	(39,840)	-	-	-	39,840	-	-	-
Increase of share capital	50,000	-	-	-	-	-	-	50,000	-	50,000
Total comprehensive income for the year:	-	-	-	(2,016)	(932)	-	131	(2,817)	-	(2,817)
<i>Net loss</i>	-	-	-	-	-	-	131	131	-	131
<i>Other comprehensive income</i>	-	-	-	(2,016)	(932)	-	-	(2,948)	-	(2,948)
As of 30 September 2011	345,824	76,500	21,810	(6,633)	(1,132)	16,991	22,814	476,174	-	476,174
Total comprehensive income for the year:	-	-	-	3,752	548	-	969	5,269	-	5,269
<i>Net profit</i>	-	-	-	-	-	-	969	969	-	969
<i>Other comprehensive income</i>	-	-	-	3,752	548	-	-	4,300	-	4,300
As of 31 December 2011	345,824	76,500	21,810	(2,881)	(584)	16,991	23,783	481,443	-	481,443
Transfer to retained earnings (loss)	-	-	-	-	-	(4,558)	4,558	-	-	-
Transfer to legal reserve	-	-	-	-	-	290	(290)	-	-	-
Total comprehensive income for the year:	-	-	-	2,248	(277)	-	(44,077)	(42,106)	-	(42,106)
<i>Net loss</i>	-	-	-	-	-	-	(44,089)	(44,089)	-	(44,089)
<i>Other comprehensive income</i>	-	-	-	2,248	(277)	-	12	1,983	-	1,983
As of 30 September 2012	345,824	76,500	21,810	(633)	(861)	12,723	(16,026)	439,337	-	439,337

(Concluded)

The accompanying explanatory notes are an integral part of these financial statements.

AB ŪKIO BANKAS

CONDENSED INTERIM CASH FLOW STATEMENTS FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

Notes	The Group 2012.01.01- 2012.09.30	The Group 2011.01.01- 2011.09.30	The Bank 2012.01.01- 2012.09.30	The Bank 2011.01.01- 2011.09.30
Cash flows from (to) operating activities				
Net profit (loss) for the year	(44,089)	131	(47,818)	(4,958)
Adjustments to net profit (loss):				
Income tax expenses (benefit) recognized in profit or loss	(7,168)	593	(8,395)	184
(Increase) in fair value of investment property	-	(247)	-	-
Impairment charge	71,490	5,113	66,861	3,722
Interest income	(135,451)	(150,305)	(115,725)	(130,985)
Interest expense	73,682	96,782	73,798	96,751
Dividends income	(96)	(100)	(96)	(100)
Depreciation and amortization	4,194	4,362	3,791	3,937
Loss (profit) from sales of property, plant and equipment	(12,861)	(82)	231	(74)
Cash (to) operating activities before changes in operating assets and liabilities	(50,299)	(43,753)	(27,353)	(31,523)
Changes in operating assets and liabilities				
Net change in balances with Central Bank	11,575	15,675	11,575	15,675
Net change in loans to banks and other credit institutions	(51,275)	5,900	(50,129)	(1)
Net change in financial assets at fair value through profit or loss	(32,168)	(21,015)	(25,291)	(22,589)
Net change in loans and finance lease	4,716	20,074	50,823	145,986
Net change in other assets	(9,773)	(5,936)	(22,274)	(4,335)
Net change in due to banks and other credit institutions	(10,958)	(381,422)	(10,958)	(381,422)
Net change in financial liabilities at fair value through profit or loss	107	101	107	101
Net change in due to customers	74,575	(156,407)	83,351	(157,966)
Net change in other liabilities	17,028	10,277	10,163	5,986
Cash (used in) / generated from operations	(46,472)	(556,506)	20,014	(430,088)
Interest received	95,119	119,313	48,047	109,107
Interest paid	(70,640)	(104,680)	(70,737)	(104,732)
Income tax paid	(673)	(102)	-	-
Net cash (used in) / generated from operating activities	(22,666)	(541,975)	(2,676)	(425,713)

(Continued)

AB ŪKIO BANKAS

CONDENSED INTERIM CASH FLOW STATEMENTS FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

Notes	The Group 2012.01.01- 2012.09.30	The Group 2011.01.01- 2011.09.30	The Bank 2012.01.01- 2012.09.30	The Bank 2011.01.01- 2011.09.30
Cash flows from (to) investing activities				
Dividends received	96	100	96	100
Acquisition of subsidiaries	-	-	(590)	-
Acquisition of investment securities	(13,693)	(837,269)	(16,551)	(846,058)
Proceeds from redemption or sale of investment securities	101,873	471,496	101,742	475,202
Acquisition of property, plant and equipment and investment property	(11,826)	(1,868)	(11,645)	(118,509)
Proceeds from disposal of property plant and equipment	14,548	1,767	1,428	991
Acquisition of intangible assets	(540)	(297)	(453)	(253)
Net cash generated from / (used in) investing activities	90,458	(366,071)	74,027	(488,527)
Cash flows from (to) financing activities				
Increase of share capital	-	-	-	-
Paid up, but not registered share capital	-	50,000	-	50,000
Debt securities issued	18,655	364,505	18,655	365,908
Debt securities redeemed	(175,043)	(217,776)	(176,442)	(217,776)
Subordinated loans received	-	-	-	-
Subordinated loans repaid	-	-	-	-
Net cash generated from financing activities	(156,388)	196,729	(157,787)	198,132
Net (decrease) increase in cash and cash equivalents	(88,596)	(711,317)	(86,436)	(716,108)
Effect of exchange rate changes on cash and cash equivalents	-	-	-	-
Cash and cash equivalents at the beginning of the year	472,076	1,072,469	467,271	1,071,178
Cash and cash equivalents at the end of the year	383,480	361,152	380,835	355,070

(Concluded)

The accompanying explanatory notes are an integral part of these financial statements.

AB ŪKIO BANKAS

EXPLANATORY NOTES FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

NOTE 1 GENERAL INFORMATION

AB Ūkio Bankas ("the Bank") was established in June 1989 as Commercial Industry Bank. The Bank's main office is located in Kaunas, Maironio str. 25.

The Bank has a business license issued by the Bank of Lithuania for conducting all financial services specified by Lithuanian Banks Law and providing other services allowed under Lithuanian Financial Institutions Law.

The Bank has 12 branches and 49 client service departments in Lithuania and 3 representative offices in foreign countries (Ukraine, Russia and Kazakhstan). In addition, the Bank controls, directly or indirectly, 10 subsidiaries: UAB Ūkio Banko Lizingas, set up in 1997; Ūkio Banko Investicijų Valdymas, set up in 2006; GD UAB Bonum Publicum, acquired in 2007; Ūkio Banko Rizikos Kapitalo Valdymas, set up in 2007; UAB Investicinio Turto Valdymas, acquired in 2009; UAB Eastern Europe Development Fund, acquired in 2009, UAB Turto Valdymo Paslaugos, set up in 2010, and UAB Trade Project, acquired in 2010, UAB Sporto Klubų Investicijos (set up in 2011 for the purpose of sale). UAB Ūkio Banko Rizikos Kapitalo Valdymas owns 100% of shares of RAB Ūkio Bank Lizing (Ukraine; set up in 2006).

As of 30 September 2012 the Group and the Bank employed 851 and 753 employees respectively (as of 31 December 2011: 853 and 754).

AB Ūkio Bankas ordinary registered shares are being traded on the NASDAQ OMX Vilnius Stock Exchange since June 1998. The trade in AB Ūkio Bankas shares on the Official List was started on 13 July 2006. AB Ūkio Bankas is the first financial sector company having its shares quoted on the Official List of the Stock Exchange.

The Bank's shareholders owning more than 5% of the share capital are as follows:

	2012.09.30	2011.12.31
Vladimir Romanov	64.92 %	53.10 %
UAB First Partneriai	9.47 %	9.47 %
UAB Universal Business Investment Group Management	0.00 %	7.10 %

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES

This condensed interim financial information for the nine month period ended 30 September 2012 has been prepared in accordance with IAS 34, 'Interim financial reporting' as adopted by the EU. The condensed interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2011, which have been prepared in accordance with IFRSs as adopted by EU. In preparing these condensed consolidated interim financial statements, the significant judgements made by management in applying Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements as at and for the year ended 31 December 2011.

The Condensed Interim Financial Statements are presented in Lithuanian Litas (LTL), rounded to the nearest thousand.

NOTE 3 SEASONALITY OF THE RESULTS

No significant amounts of the Group's and the Bank's income or expenses are of a seasonal nature.

AB ŪKIO BANKAS

EXPLANATORY NOTES FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012 (All amounts in LTL thousands unless otherwise stated)

NOTE 4 LOANS AND FINANCE LEASE RECEIVABLE

The Group			The Bank	
2012.09.30	2011.12.31		2012.09.30	2011.12.31
		Loans and finance lease receivable		
		Loans to small and medium size enterprises (SMEs)	1,227,738	1,232,849
1,348,945	1,342,259	Loans to other enterprises	856,358	618,262
980,142	940,438	Loans to individuals	171,080	170,332
332,168	324,931	Loans to financial institutions	153,096	369,576
4,347	4,138	Finance lease receivable	86,982	89,592
209,426	231,860	Total loans and finance lease receivable	2,495,254	2,480,611
2,875,028	2,843,626			
		Provisions for impairment loss of loans and finance lease receivable	(264,600)	(198,217)
(292,230)	(219,477)	<i>Provisions for impairment loss of loans receivable</i>	(260,395)	(197,420)
(274,362)	(208,529)	<i>Provisions for impairment loss of finance lease receivables</i>	(4,205)	(797)
(17,868)	(10,948)			
		Total loans and finance lease receivable from customers, net of provisions	2,230,654	2,282,394
2,582,798	2,624,149			

NOTE 5 INVESTMENT SECURITIES

The Group			The Bank	
2012.09.30	2011.12.31		2012.09.30	2011.12.31
		Equity investment securities available-for-sale		
10,586	9,943	Investment funds	10,215	9,459
41	285	Equity securities of entities available-for-sale	41	285
		Equity securities of banks and financial institutions available-for-sale	320	489
320	489	Total equity investment securities available-for-sale	10,576	10,233
10,947	10,717			
		Debt investment securities available-for-sale		
4,456	5,806	Debt investment securities of entities available-for-sale	4,456	5,806
		Debt investment securities of banks and financial institutions available-for-sale	2,322	1,967
2,322	1,967	Total debt investment securities available-for-sale	6,778	7,773
6,778	7,773			
		Provisions for the impairment of securities available-for-sale	(41)	-
(41)	-	Total investment securities available-for-sale	17,313	18,006
17,684	18,490			
		Investment debt securities held to maturity		
153,596	105,601	Debt securities of entities held to maturity	153,596	105,601
		Debt securities of banks and financial institutions held to maturity	450,239	466,904
115,040	134,802	Government debt securities held to maturity	189,672	306,043
190,587	306,711	Total investment securities held to maturity	793,507	878,548
459,223	547,114			
		Provisions for the impairment of securities held to maturity	(1,206)	(1,201)
(1,206)	(1,201)	Total debt investment securities held to maturity	792,301	877,347
458,017	545,913			

AB ŪKIO BANKAS

EXPLANATORY NOTES FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012 (All amounts in LTL thousands unless otherwise stated)

NOTE 6 INVESTMENTS IN SUBSIDIARIES

The Group		The Bank	
2012.09.30	2011.12.31	2012.09.30	2011.12.31
		Investments in subsidiaries	
-	-	36,321	36,321
-	-	2,000	2,000
-	-	1,000	1,000
-	-	19,924	19,924
-	-	98,391	98,391
-	-	56,626	56,626
-	-	27,380	26,880
-	-	100	10
-	-	241,742	241,152
-	-	(1,988)	(1,988)
-	-	239,754	239,164

* UAB UAB Ūkio Banko Rizikos Kapitalo Valdymas owns 100% of shares of RAB Ūkio Bank Lizing.

NOTE 7 OTHER ASSETS

The Group		The Bank	
2012.09.30	2011.12.31	2012.09.30	2011.12.31
		Other assets	
137,350	130,359	125,081	119,924
7,533	8,048	5,425	5,741
5,195	3,429	4,031	2,239
1,194	1,925	892	1,675
785	745	785	745
1,638	491	671	-
416	392	416	392
280	131	-	-
2,951	2,893	1,969	2,123
157,342	148,413	139,270	132,839
(3,837)	(3,849)	(2,836)	(2,104)
153,505	144,564	136,434	130,735

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EXPLANATORY NOTES FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

NOTE 8 DUE TO CUSTOMERS

The Group			The Bank	
2012.09.30	2011.12.31		2012.09.30	2011.12.31
		Due to customers		
909,693	967,878	Current and demand deposits	910,451	968,952
2,543,534	2,394,903	Term deposits, letters of credit	2,556,221	2,398,907
63,817	74,887	Loans	59,954	70,576
3,517,044	3,437,668	Total due to customers	3,526,626	3,438,435
The Group			The Bank	
2012.09.30	2011.12.31		2012.09.30	2011.12.31
		Current and demand deposits		
490,445	523,337	Companies	490,813	523,817
363,331	388,189	Individuals	363,331	388,189
55,917	56,352	Financial institutions	56,307	56,946
909,693	967,878		910,451	968,952
		Term deposits, letters of credit		
317,817	311,534	Companies	318,067	311,534
2,157,961	1,951,856	Individuals	2,157,961	1,951,856
43,697	112,363	Financial institutions	56,042	116,288
2,519,475	2,375,753		2,532,070	2,379,678
		Loans		
10,204	10,627	Government institutions	6,400	6,400
53,254	63,794	Financial institutions	53,254	63,794
-	-	Private companies	-	-
63,458	74,421		59,654	70,194
24,418	19,616	Accrued interest	24,451	19,611
3,517,044	3,437,668	Total due to customers	3,526,626	3,438,435

NOTE 9 SHARE CAPITAL AND RESERVES

The authorized capital of the Bank as of 30 September 2012 was LTL'000 345, (31 December 2011: 345,824) and consisted of 345,824,000 (31 December 2011: 345,824,000) ordinary shares with par value of LTL 1 each. All shares are fully paid.

On 30 December 2011 AB Ūkio bankas authorized capital was increased from additional contributions to LTL'000 345,824 by issuing new LTL'000 50,000 issue of 50 million ordinary registered shares of 1 LTL nominal value which was paid in cash. The price of the shares of the new issue – 1 LTL for one share.

Other reserves are formed from shareholder's additional contributions or deductions from the profit of the Bank. The purpose of Other reserves is to guarantee the financial stability of the Bank. Other reserves following the decision of the ordinary General Meeting of the Shareholders can be used to cover the losses and for the purpose discussed in Part 6 of Article 41 of Law on the Banks of the Republic of Lithuania. On 25 March 2011 the ordinary general shareholders' meeting of AB Ūkio bankas adopted resolution to transfer LTL'000 39,840 from other reserves to retained earnings. As of 30 September 2011 Other reserves amounted to LTL'000 21,810(31 December 2011: LTL'000 21,810).

On 30 March 2012 the ordinary general shareholders' meeting of AB Ūkio bankas adopted resolution to transfer LTL'000 4,558 from legal reserve to retained earnings. On 30 September 2012 legal reserve was LTL'000 10,974 (31 December 2011: LTL'000 15,532).

AB ŪKIO BANKAS

EXPLANATORY NOTES FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

NOTE 10 INTEREST INCOME AND EXPENSE

The Group			The Bank	
2012.01.01- 2012.09.30	2011.01.01- 2011.09.30		2012.01.01- 2012.09.30	2011.01.01- 2011.09.30
-		Interest income		
122,563	126,481	on loans and other receivables (including finance leases)	86,132	90,428
11,198	21,247	on investment securities held to maturity	28,579	38,578
872	1,052	on investment securities available-for-sale	196	454
567	836	on trading debt securities	567	836
251	689	on balances with central bank	251	689
135,451	150,305	Total interest income	115,725	130,985

The Group			The Bank	
2012.01.01- 2012.09.30	2011.01.01- 2011.09.30		2012.01.01- 2012.09.30	2011.01.01- 2011.09.30
52,382	73,195	Interest expense		
5,884	5,811	on due to customers	52,453	73,164
3,095	2,951	on due to banks and other credit institutions	5,884	5,811
1,188	2,106	on subordinated loans	3,140	2,951
11,133	12,719	on debt securities issued	1,188	2,106
		deposit insurance expenses	11,133	12,719
73,682	96,782	Total interest expense	73,798	96,751

In the nine month period ended 30 September 2012 the Group's/Bank's total interest income includes income accrued on impaired financial assets in the amount of LTL'000 13,946 and LTL'000 10,829 respectively (nine month period ended 30 September 2011: LTL'000 14,325 and LTL'000 9,884).

NOTE 11 FEES AND COMMISSION INCOME AND EXPENSE

The Group			The Bank	
2012.01.01- 2012.09.30	2011.01.01- 2011.09.30		2012.01.01- 2012.09.30	2011.01.01- 2011.09.30
19,543	21,750	Fees and commission income		
6,240	3,046	for money transfer operations	19,671	21,845
4,032	4,544	for credit services	2,545	3,046
2,394	1,971	for payment card services	3,936	3,380
1,386	1,105	for EUR currency exchange	2,394	1,971
520	819	for collection of payments for services	1,413	1,132
746	716	for guarantees and letters of credit	520	819
4,352	7,233	for internet banking service	746	716
		other	4,027	5,771
39,213	41,184	Total fees and commission income	35,252	38,680

The Group			The Bank	
2012.01.01- 2012.09.30	2011.01.01- 2011.09.30		2012.01.01- 2012.09.30	2011.01.01- 2011.09.30
4,225	4,162	Fees and commission expenses		
2,238	2,053	for payment card services	4,223	4,165
1,056	1,095	for money transfer operations	1,949	1,816
		other	1,046	1,077
7,519	7,310	Total fees and commission expenses	7,218	7,058

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(All amounts in LTL thousands unless otherwise stated)

NOTE 12 OPERATING EXPENSES

The Group			The Bank	
2012.01.01- 2012.09.30	2011.01.01- 2011.09.30		2012.01.01- 2012.09.30	2011.01.01- 2011.09.30
Operating expenses				
36,955	35,597	Salary and related expenses	29,855	28,694
15,869	16,529	Rent of premises and household expenses	13,486	14,101
6,458	15,981	Marketing and sponsorship expenses	2,419	13,066
4,168	4,362	Depreciation and amortization	3,791	3,937
2,211	3,778	Expenses related to foreclosed assets	1,561	3,533
3,696	3,199	IT expenses	3,654	3,155
8,095	2,173	Taxes (other than income tax)	7,394	1,735
		Transport, post and communication service expenses	2,243	2,187
2,800	2,933	Training and business trip expenses	576	777
1,311	1,663	Expenses to organizations servicing the bank	979	1,029
1,010	1,064	Other expenses	8,038	6,971
10,541	9,128			
93,114	96,407	Total operating expenses	73,996	79,185

NOTE 13 EARNINGS PER SHARE

The Group			The Bank	
2012.01.01- 2012.09.30	2011.01.01- 2011.09.30		2012.01.01- 2012.09.30	2012.01.01- 2012.09.30
Basic earnings per share calculation				
		Profit (loss) attributable to equity holders of the Parent		
(44,479)	131	from continuing operations	(47,818)	(4,958)
390	-	from discontinued operations	-	-
(44,089)	131	Total profit (loss) attributable to equity holders of the Parent	(47,818)	(4,958)
		Weighted average number of ordinary shares in issue (thousands units)		
345,824	295,824		345,824	295,824
(0.13)	0.00	Basic earnings per share (in LTL) from continuing operations	(0.14)	(0.02)
0.00	-	Basic earnings per share (in LTL) from discontinued operations	-	-
(0.13)	0.00	Basic earnings per share (in LTL)	(0.14)	(0.02)

Diluted earnings per share are equal to basic earnings per share as no transactions having dilutive effect were effective as of 30 September 2012 and 30 September 2011.

AB ŪKIO BANKAS

EXPLANATORY NOTES FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

NOTE 14 INFORMATION ON ASSETS QUALITY

As of 30 September 2012, amounts of provisions for the impairment of the assets per class of financial assets were as follows:

	The Group			The Bank		
	Value gross of provisions	Provisions for the impairment	Value net of provisions	Value gross of provisions	Provisions for the impairment	Value net of provisions
Funds with central banks	317,809	-	317,809	317,809	-	317,809
Loans and advances to banks and other credit institutions	148,857	(1,066)	147,791	138,000	-	138,000
Financial assets at fair value through profit or loss	101,154	-	101,154	50,001	-	50,001
Loans and finance lease receivable	2,875,028	(292,230)	2,582,798	2,495,254	(264,600)	2,230,654
Investment securities:	476,948	(1,247)	475,701	810,861	(1,247)	809,614
<i>available-for-sale</i>	17,725	(41)	17,684	17,354	(41)	17,313
<i>held-to-maturity</i>	459,223	(1,206)	458,017	793,507	(1,206)	792,301
Other assets	45,034	(1,712)	43,322	37,931	(1,354)	36,577
Total	3,964,830	(296,255)	3,668,575	3,849,856	(267,201)	3,582,655

As of 31 December 2011, amounts of provisions for the impairment of the assets per class of financial assets were as follows:

	The Group			The Bank		
	Value gross of provisions	Provisions for the impairment	Value net of provisions	Value gross of provisions	Provisions for the impairment	Value net of provisions
Funds with central banks	385,569	-	385,569	385,569	-	385,569
Loans and advances to banks and other credit institutions	122,795	(1,066)	121,729	111,195	-	111,195
Financial assets at fair value through profit or loss	68,873	-	68,873	24,549	-	24,549
Loans and finance lease receivable	2,843,626	(219,477)	2,624,149	2,480,611	(198,217)	2,282,394
Investment securities:	565,604	(1,201)	564,403	896,554	(1,201)	895,353
<i>available-for-sale</i>	18,490	-	18,490	18,006	-	18,006
<i>held-to-maturity</i>	547,114	(1,201)	545,913	878,548	(1,201)	877,347
Other assets	35,140	(1,744)	33,396	27,958	(1,377)	26,581
Total	4,021,607	(223,488)	3,798,119	3,926,436	(200,795)	3,725,641

As of 30 September 2012, provisions for impairment of financial assets of the Group and the Bank include LTL'000 52,657 (31 December 2011: LTL'000 3,071) provisions for financial assets that are not individually impaired but are collectively assessed for the impairment.

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EXPLANATORY NOTES FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012 (All amounts in LTL thousands unless otherwise stated)

NOTE 15 COMPLIANCE WITH PRUDENTIAL REQUIREMENTS

The compliance with the limits and ratios set by the Bank of Lithuania as of 30 September 2012:

Ratio	Requirement	Bank's ratio	Group's ratio
Capital adequacy ratio	$\geq 10\%$	12.81 %	13.31 %
Liquidity ratio	$\geq 30\%$	35.76 %	36.45 %
Maximum credit exposure to a single borrower	$\leq 25\%$ (for subsidiaries - 75%) of eligible capital	73.73 % (subsidiary) 24.99 % (other)	23.61%
Aggregate open foreign currency position	$\leq 25\%$ of eligible capital	0.51 %	3.36 %
Single open foreign currency position	$\leq 15\%$ of eligible capital	0.27 %	(2.32) %

The compliance with the limits and ratios set by the Bank of Lithuania as of 31 December 2011:

Ratio	Requirement	Bank's ratio	Group's ratio
Capital adequacy ratio	$\geq 10\%$	14.54%	14.89%
Liquidity ratio	$\geq 30\%$	47.29%	41.48%
Maximum credit exposure to a single borrower	$\leq 25\%$ (for subsidiaries - 75%) of eligible capital	66.50% (subsidiary) 22.22% (other)	20.83%
Aggregate open foreign currency position	$\leq 25\%$ of eligible capital	(0.39)%	(3.01)%
Single open foreign currency position	$\leq 15\%$ of eligible capital	(0.39)%	(3.01)%

Please also refer to the note 16 for additional details on capital adequacy ratio calculation.

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EXPLANATORY NOTES FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

NOTE 16 CAPITAL ADEQUACY

The capital adequacy ratio set by the Bank of Lithuania has to be at least 10% of the Group's and the Bank's capital.

The compliance with capital adequacy ratio is calculated based on the General Regulations for the Calculation of Capital Adequacy (No 138 09 11 2006) approved by the board of the Bank of Lithuania.

The capital adequacy ratio as of 30 September 2012 and 31 December 2011 calculated in accordance with the Bank of Lithuania regulations, is presented in the table below:

The Group			The Bank	
2012.09.30	2011.12.31		2012.09.30	2011.12.31
		Tier 1 capital		
345,824	345,824	Share capital	345,824	345,824
76,500	76,500	Share premium	76,500	76,500
21,810	21,810	Reserve capital	21,810	21,810
28,063	22,683	Undistributed profit (loss) of previous years	-	-
(44,089)	-	Loss of current year	(47,818)	(4,558)
12,723	16,991	Legal reserve	10,974	15,532
(633)	(2,881)	Revaluation reserve – available-for-sale investment securities	(668)	(2,890)
(20,448)	(20,656)	Deductions	(20,541)	(20,676)
419,750	460,271	Total Tier 1 capital	386,081	431,542
		Tier 2 capital		
(861)	(584)	Currency translation reserve	-	-
93,226	93,226	Eligible for inclusion in Tier 2 capital part of subordinated loans	93,226	93,226
-	-	Deductions	(19,161)	(19,120)
92,365	92,642	Total Tier 2 capital	74,065	74,106
512,115	552,913	Total Capital Base	460,146	505,648
		Risk-weighted assets and off-balance sheet items		
3,255,280	3,274,250	Banking book risk-weighted assets and off-balance sheet items	3,195,080	3,224,150
314,580	163,110	Trading book risk-weighted assets and off-balance sheet items	220,430	76,930
276,900	276,900	Operational risk risk-weighted assets and off-balance sheet items	177,180	177,180
3,846,760	3,714,260	Total risk-weighted assets and off-balance sheet items	3,592,690	3,478,260
10.91	12.39	Tier 1 capital / Total risk-weighted assets and off-balance sheet items, %	10.75	12.41
13.31	14.89	Capital adequacy ratio, %	12.81	14.54

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(All amounts in LTL thousands unless otherwise stated)

As of 30 September 2012 and for the nine month period then ended related party transactions between the Bank and subsidiaries were as follows:

Related parties	Bank's payables	Bank's receivables	Income received	Expenses
GD UAB Bonum Publicum	8,134	15	33	73
UAB Ūkio Banko Lizingas	5,048	339,133	17,704	(84)
UAB Ūkio Banko Investicijų Valdymas	205	-	1	-
RAB Ūkio Bank Lizing	-	24,132	1,316	-
UAB Ūkio Banko Rizikos Kapitalo Valdymas	-	33	31	(82)
UAB Investicinio Turto Valdymas	432	-	-	1
UAB Trade Project	181	-	-	-
UAB Eastern Europe Development Fund	5	-	-	-
UAB Turto valdymo paslaugos	147	108,457	12,584	-
UAB Sporto Klubų Investicijos	257	-	-	-

As of 31 December 2011 and for the nine month period ended as of 30 September 2011 related party transactions between the Bank and subsidiaries were as follows:

Related parties	Bank's payables	Bank's receivables	Income received	Expenses
GD UAB Bonum Publicum	5,112	2	36	(110)
UAB Ūkio Banko Lizingas	848	336,140	19,183	(31)
UAB Ūkio Banko Investicijų Valdymas	57	-	1	1
RAB Ūkio Bank Lizing	-	28,687	1,556	-
UAB Ūkio Banko Rizikos Kapitalo Valdymas	3	12,126	492	(83)
UAB Investicinio Turto Valdymas	276	-	-	-
UAB Trade Project	186	-	-	-
UAB Eastern Europe Development Fund	15	-	-	-
UAB Turto valdymo paslaugos	-	333,951	11,356	-
UAB Sporto Klubų Investicijos	8	-	-	-

The transactions with related parties were concluded on an arm's length basis.

NOTE 18 CONTINGENT ASSETS AND LIABILITIES AND COMMITMENTS

The Group		Claims and liabilities	The Bank	
2012.09.30	2011.12.31		2012.09.30	2011.12.31
35,610	45,364	Guarantees and warranties	35,610	45,364
812	2,229	Commitments to issue letters of credit	812	2,229
108,937	197,399	Irrevocable lending commitments	96,776	160,601
28,703	195,829	Spot liabilities	68,562	239,242
28,704	195,831	Spot claims	68,563	239,244
-	-	Other off balance commitments	-	-

As of 30 September 2012 UAB Ūkio Banko Lizingas has finance lease contracts in the amount LTL'000 555 signed, but not yet executed (31 December 2011: LTL'000 450).

Finance lease – as of 30 September 2012 the Bank has outstanding finance lease obligations under finance lease contracts in the amount of LTL'000 null (31 December 2011: LTL'000 41). Minimum finance lease payment obligations are recorded on the balance sheet under liabilities. The Bank's obligations under finance leases are secured by the lessor's right to the leased assets.

Operating leases – the Bank rents offices, other premises and land for banking activities. The Bank has outstanding non-cancelable commitments in connection with the rental agreements as of 30 September 2012 amounting to LTL'000 47,111 (31 December 2011: LTL'000 54,295).

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(All amounts in LTL thousands unless otherwise stated)

As of 30 September 2012 the Group's and the Bank's future annual minimum commitments under leases were following:

For the year ending 31 December	2012.09.30		2011.12.31	
	Finance lease	Operating lease	Finance lease	Operating lease
2011	-	-	-	-
2012	-	3,004	42	8,593
2013	-	7,720	-	7,591
2014	-	6,705	-	6,638
2015	-	5,697	-	5,636
2016	-	5,183	-	322
Thereafter	-	18,803	-	25,515
Minimum lease payments		47,111	42	54,295
Less: interest	-	-	(1)	-
Present value of minimum lease payments		-	41	-

It is expected that in the normal course of business, expiring leases will be renewed or replaced by leases on other fixed assets.

Litigation and claims – As of 30 September 2012 and 31 December 2011 the Group and the Bank was not involved in any legal proceedings except for those related to loan/lease loss recovery.

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EXPLANATORY NOTES FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

NOTE 19 OPERATING SEGMENTS

Segments were identified by types of services Group's entities provide.

As of 30 September 2012 The Banking segment includes financial information of AB Ūkio Bankas (main activity – banking services), Finance lease segment includes financial information of UAB Ūkio Banko Lizingas and RAB Ūkio Bank Lizing (main activity – finance lease). Insurance segment includes financial information of GD UAB Bonum Publicum. Other activities segment includes financial information of Group's entities not included in Banking, Finance lease or Insurance segments. Other activities segment includes financial information of UAB Ūkio Banko Rizikos Kapitalo Valdymas, UAB Ūkio Banko Investicijų Valdymas, UAB Investicinio Turto Valdymas, UAB Eastern Europe Development Fund, UAB Trade Project, UAB Turto Valdymo Paslaugos and discontinued operations (UAB Sporto Klubu Investicijos).

	2012.01.01 – 2012.09.30					Group
	Banking	Finance lease	Insurance	Other activities	Elimination	
CONTINUING OPERATIONS						
Interest revenues:						
Internal	31,474	15	158	2	(31,649)	-
External	84,251	35,777	1,096	14,327	-	135,451
	115,725	35,792	1,254	14,329	(31,649)	135,451
Interest expenses:						
Internal	(175)	(18,932)	-	(12,614)	31,721	-
External	(73,623)	-	-	(59)	-	(73,682)
	(73,798)	(18,932)	-	(12,673)	31,721	(73,682)
Net interest income	41,927	16,860	1,254	1,656	72	61,769
Non-interest revenues:						
Internal	194	-	29	178	(385)	16
External	49,842	3,798	17,561	1,026	-	72,227
	50,036	3,798	17,590	1,204	(385)	72,243
Non-interest expenses:						
Internal	267	(187)	(324)	(85)	329	-
External	(77,791)	(12,594)	(17,015)	(2,574)	-	(109,974)
	(77,524)	(12,781)	(17,339)	(2,659)	329	(109,974)
Segment result before impairment, amortization and taxes	14,439	7,877	1,505	201	16	24,038
Depreciation and amortization	(3,791)	(165)	(187)	(52)	-	(4,195)
Impairment losses	(66,861)	(4,722)	-	(13,351)	13,444	(71,490)
Profit (loss) before tax	(56,213)	2,990	1,318	(13,202)	13,460	(51,647)
Income tax	8,395	(1,042)	-	(185)	-	7,168
NET RESULT FROM CONTINUING OPERATIONS	(47,818)	1,948	1,318	(13,387)	13,460	(44,479)
Net result from discontinued operations	-	-	-	390	-	390
NET PROFIT (LOSS) FOR THE YEAR FROM CONTINUING AND DISCONTINUED OPERATIONS	(47,818)	1,948	1,318	(12,997)	13,460	(44,089)
Attributable to:						
Equity holders of the parent	(47,818)	1,948	1,318	(12,997)	13,460	(44,089)
Non-controlling interest	-	-	-	-	-	-
Assets	4,094,363	401,694	93,523	352,701	(738,630)	4,203,651
Liabilities	3,687,741	378,707	51,947	148,101	(502,182)	3,764,314

AB ŪKIO BANKAS

EXPLANATORY NOTES FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2012

(All amounts in LTL thousands unless otherwise stated)

As of 30 September 2011 The Banking segment includes financial information of AB Ūkio Bankas (main activity – banking services), Finance lease segment includes financial information of UAB Ūkio Banko Lizingas and RAB Ūkio Bank Lizing (main activity – finance lease). Other activities segment includes financial information of Group's entities not included in Banking, Finance lease segments. Other activities segment includes financial information of UAB Ūkio Banko Rizikos Kapitalo Valdymas, UAB Ūkio Banko Investicijų Valdymas, UAB Investicinio Turto Valdymas, GD UAB Bonum Publicum, UAB Eastern Europe Development Fund, UAB Trade Project, UAB Turto Valdymo Paslaugos.

	2011.01.01-2011.09.30				
	Banking	Finance lease	Insurance	Other activities	Elimination
Interest revenues:					
Internal	30,965	34	1,747	(32,746)	-
External	100,020	34,943	15,342	-	150,305
	130,985	34,977	17,089	(32,746)	150,305
Interest expenses:					
Internal	(33)	(19,118)	(13,595)	32,746	-
External	(96,718)	-	(64)	-	(96,782)
	(96,751)	(19,118)	(13,659)	32,746	(96,782)
Net interest income	34,234	15,859	3,430	-	53,523
Non-interest revenues:					
Internal	1,658	-	167	(1,825)	-
External	51,158	3,801	13,832	-	68,791
	52,816	3,801	13,999	(1,825)	68,791
Non-interest expenses:					
Internal	255	(1,687)	(393)	1,825	-
External	(84,420)	(12,316)	(15,379)	-	(112,115)
	(84,165)	(14,003)	(15,772)	1,825	(112,115)
Segment result before impairment, amortization and taxes	2,885	5,657	1,657	-	10,199
Depreciation and amortization	(3,937)	(174)	(251)	-	(4,362)
Impairment losses	(3,722)	(1,232)	(159)	-	(5,113)
Profit (loss) before tax	(4,774)	4,251	1,247	-	724
Income tax	(184)	(449)	40	-	(593)
NET RESULT FROM CONTINUING OPERATIONS	(4,958)	3,802	1,287	-	131
Attributable to:					
Equity holders of the parent	(4,958)	3,802	1,287	-	131
Non-controlling interest	-	-	-	-	-
Assets	4,573,338	402,527	638,877	(950,207)	4,664,535
Liabilities	4,125,249	382,306	389,851	(709,045)	4,188,361

AB ŪKIO BANKAS

ADDITIONAL INFORMATION

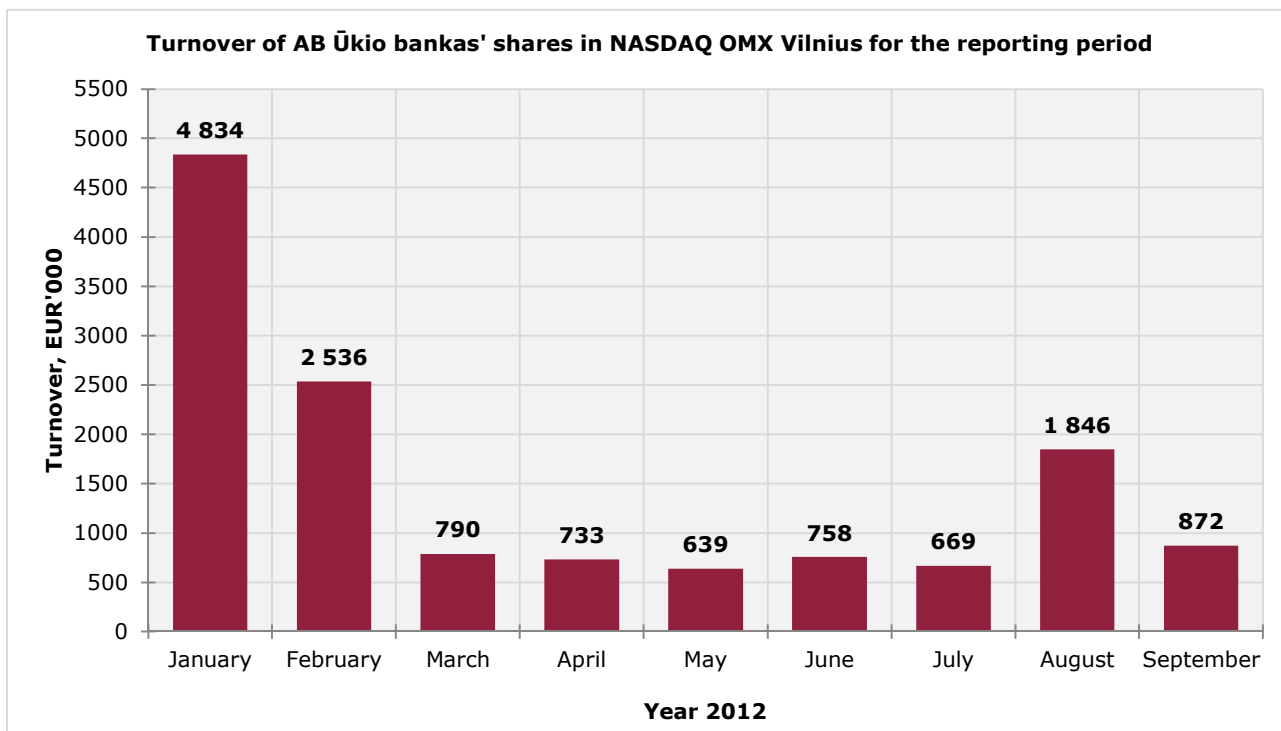
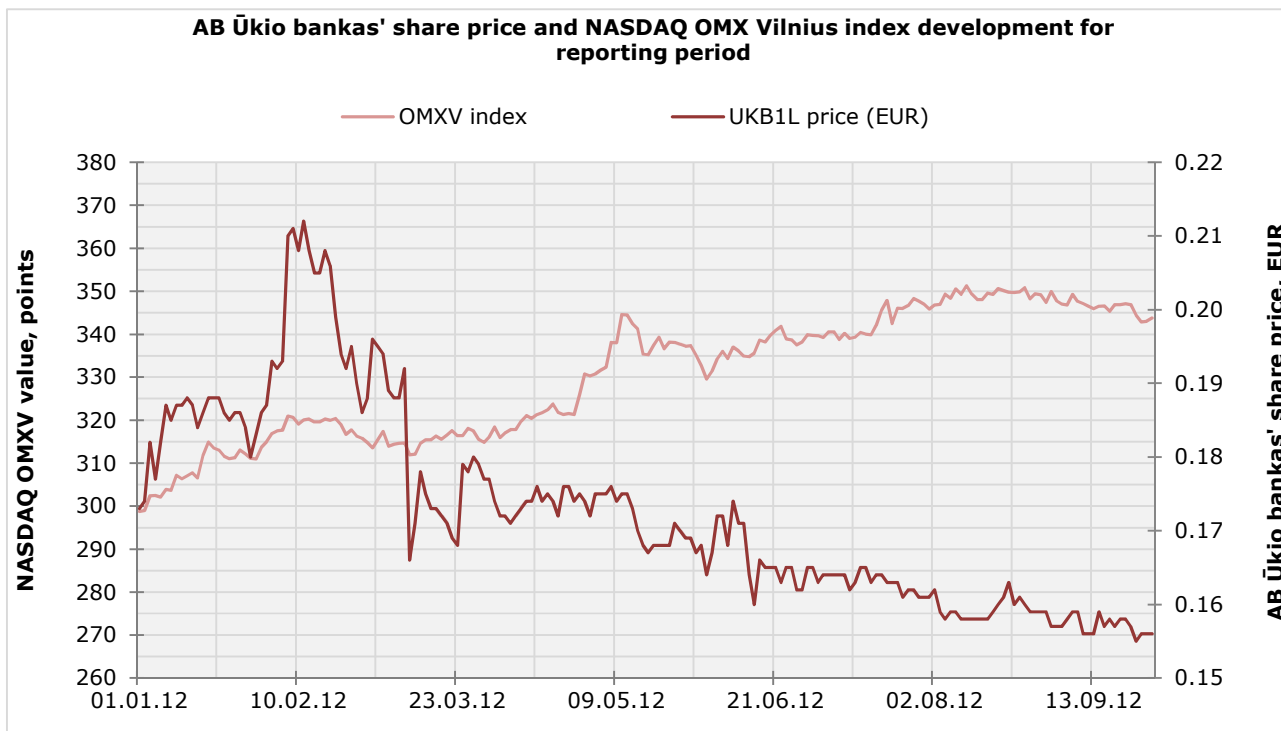
CREDIT RATINGS

International rating agency Standard&Poor's has assigned the following ratings to Ūkio bankas:

- Long-term counterparty credit rating B (rating assigned as of 31 May 2011);
- Short-term counterparty credit rating B (rating assigned as of 31 May 2011).

The outlook of ratings is stable.

AB ŪKIO BANKAS SHARE PRICE PERFORMANCE AND TURNOVER FOR THE REPORTING PERIOD



AB ŪKIO BANKAS

ADDITIONAL INFORMATION

INFORMATION ON AB ŪKIO BANKAS MANAGING BODIES (NUMBER OF SHARES HELD, PERCENTAGES OF BANK CAPITAL AND VOTES PRESENTED AS OF 30 SEPTEMBER 2012)

Name, surname, position	Number of shares held	Percentage of Bank capital, %	Percentage of votes, %
SUPERVISORY COUNCIL OF THE BANK			
Karpavičienė Edita Chairwoman	231,948	0.0671	0.0671
Kurauskienė Ala Deputy Chairwoman	474,606	0.1372	0.1372
Gončaruk Olga Member	8,460,823	2.4466	2.4466
Jakavičienė Gražina Member	12,411	0.0036	0.0036
Soldatenko Viktor Member	3,910	0.0011	0.0011
BOARD OF THE BANK			
Ugianskis Gintaras Chairman, CEO	114,439	0.0331	0.0331
Balandis Rolandas Deputy Chairman, Head of Financial Markets Division	87,730	0.0254	0.0254
Žalys Arnas Deputy Chairman, Head of Finance Division	52,125	0.0151	0.0151
Arlauskas Marius Member of the Board, Head of Financial Institutions and Fund Raising Department	3,119	0.009	0.009
Valančius Mindaugas Member of the Board, General director of UAB Ūkio banko lizingas	2,000	0.006	0.006

MATERIAL EVENTS IN AB ŪKIO BANKAS ACTIVITIES

6 January 2012	Announced that on 6 January 2012 Central Securities Depository of Lithuania effected amendments in the AB Ūkio bankas securities issue registration account in accordance with the adding of the new LTL 50,000,000 share issue to the share issue of the LTL 295,824,000 valid until now. After the assimilation of issues, the issue of AB Ūkio bankas with ISIN code LT0000102352 amounts to 345,824,000 ordinary registered shares. The shares of the new LTL 50,000,000 issue vested to the shareholders of AB Ūkio bankas are transferred to the intermediaries of public trading conducting the accounting of securities accounts of shareholders of AB Ūkio bankas.
21 February 2012	Announced that on 21 February 2012 AB Ūkio bankas according to the provisions specified in Base Prospectus of LTL 200,000,000 Short and Medium Term Bonds Offering Programme and Final Terms and Conditions approved by the Board of the Bank as at 6 January 2011, redeemed "Fixed rate bond issue LTL No 1/2011" (ISIN code – LT1000410318).
29 February 2012	Announced that AB Ūkio bankas group preliminary unaudited net profit of year 2011 is LTL 1.1 million (EUR 0.3 million). AB Ūkio bankas preliminary unaudited net loss of year 2011 is LTL 4.6 million (EUR 1.3 million). During 2010 AB Ūkio bankas group incurred a net loss of LTL 33.5 million (EUR 9.7 million) and AB Ūkio bankas incurred a net loss of LTL 38.0 million (EUR 11.0 million).
9 March 2012	Convocation of AB Ūkio bankas ordinary General Shareholders' Meeting announced. The Bank's Board has approved the agenda and draft resolutions of the meeting held on 30 March 2012.
12 March 2012	Announced that in 2012 January AB Ūkio bankas recorded a loss event in loans to real estate developers segment and formed LTL 50 million provisions for the impairment of loans to real estate developers that are not individually impaired but are collectively assessed for the impairment. The loss event was recorded based on the change of real estate development projects implementation conditions of loan recipients of above-mentioned segment, and their potential impact on the estimated future cash flows from main activity of loan recipients.
30 March 2012	Announced the resolutions of AB Ūkio bankas ordinary General Shareholders' Meeting held on 30 March 2012.

AB ŪKIO BANKAS

ADDITIONAL INFORMATION

- 10 April 2012** Announced that On 10 April 2012 AB Ūkio bankas according to the provisions specified in Base Prospectus of LTL 200,000,000 Short and Medium Term Bonds Offering Programme and Final Terms and Conditions approved by the Board of the Bank as at 24 February 2011, redeemed "Fixed rate bond issue LTL No 2/2011" (ISIN code – LT0000410334).
- 03 May 2012** Announced that at the meeting of the Board of AB Ūkio bankas as of 3 May 2012, a resolution was taken to issue fixed rate bond emission in LTL and to confirm the bonds' offering Information Memorandum.
- 04 May 2012** Announced AB Ūkio bankas group consolidated unaudited net loss for the three months of 2012 is LTL 44.27 million (EUR 12.82 million). AB Ūkio bankas unaudited net loss for the three months of 2012 is LTL 44.64 million (EUR 12.93 million).
- 29 May 2012** Announced that on 29 May 2012 AB Ūkio bankas according to the provisions specified in Base Prospectus of LTL 200 000 000 Short and Medium Term Bonds Offering Programme and Final Terms and Conditions approved by the Board of the Bank as at 13 April 2011, redeemed "Fixed rate bond issue LTL No 3/2011" (ISIN code – LT0000410375).
- 01 June 2012** Announced that on 31 May 2012 AB Ūkio bankas finished the issue of Fixed rate bond issue ISIN LT0000402752. During distribution period (from 7 May 2012 till 31 May 2012) 6,075 bonds with nominal value of LTL 100 and fixed 5.0 percent annual interest rate were issued. Redemption of bonds on 11 June 2013.
- 2 July 2012** Announced that on 2 July 2012 AB Ūkio bankas according to the provisions specified in Base Prospectus of LTL 200,000,000 Short and Medium Term Bonds Offering Programme and Final Terms and Conditions approved by the Board of the Bank as at 19 May 2011, redeemed "Fixed rate bond issue LTL No 4/2011" (ISIN code – LT0000410391).
- 3 August 2012** Announced AB Ūkio bankas group consolidated unaudited net loss for the six months of 2012 is LTL 43.4 million (EUR 12.6 million). AB Ūkio bankas unaudited net loss for the six months of 2012 is LTL 44.6 million (EUR 12.9 million).
- 7 August 2012** Announced that on 7 August 2012 AB Ūkio bankas according to the provisions specified in Base Prospectus of LTL 200,000,000 Short and Medium Term Bonds Offering Programme and Final Terms and Conditions approved by the Board of the Bank as at 23 June 2011, redeemed "Fixed rate bond issue LTL No 5/2011" (ISIN code – LT0000410417).
- 10 August 2012** Announced that during the sitting of the Supervisory Council of AB Ūkio bankas held on 9 August 2012 two new members of the Board of the Bank, Mindaugas Valančius and Marius Arlauskas, were elected. Afore-mentioned persons will start their offices from 16 August 2012. The Bank of Lithuania has given the authorizations to Mindaugas Valančius and Marius Arlauskas to become the members of the Board of the Bank.
- 22 August 2012** Announced that at the meeting of the Board of AB Ūkio bankas as of 20 August 2012, a resolution was taken to abandon plans in Edinburgh and to terminate the activities of Edinburgh branch (United Kingdom of Great Britain and Northern Ireland) on purpose to improve operating performance of AB Ūkio bankas.
- 18 September 2012** Announced that on 18 September 2012 AB Ūkio bankas according to the provisions specified in Base Prospectus of LTL 200,000,000 Short and Medium Term Bonds Offering Programme and Final Terms and Conditions approved by the Board of the Bank as at 2 August 2011, redeemed "Fixed rate bond issue LTL No 6/2011" (ISIN code – LT0000410433) and "Fixed rate bond issue EUR No 7/2011" (ISIN code – LT1000401406).
- 28 September 2012** Announced that AB Ūkio bankas' loans and finance lease receivable net portfolio amounted to LTL 2.23 bn (EUR 0.64 bn) as at 31 August 2012, Bank's customer deposits amounted to LTL 3.43 bn (EUR 0.99 bn) as at 31 August 2012. These figures amounted to LTL 2.23 bn (EUR 0.64 bn) and LTL 3.49 bn (EUR 1.01 bn) respectively as at 31 July 2012.

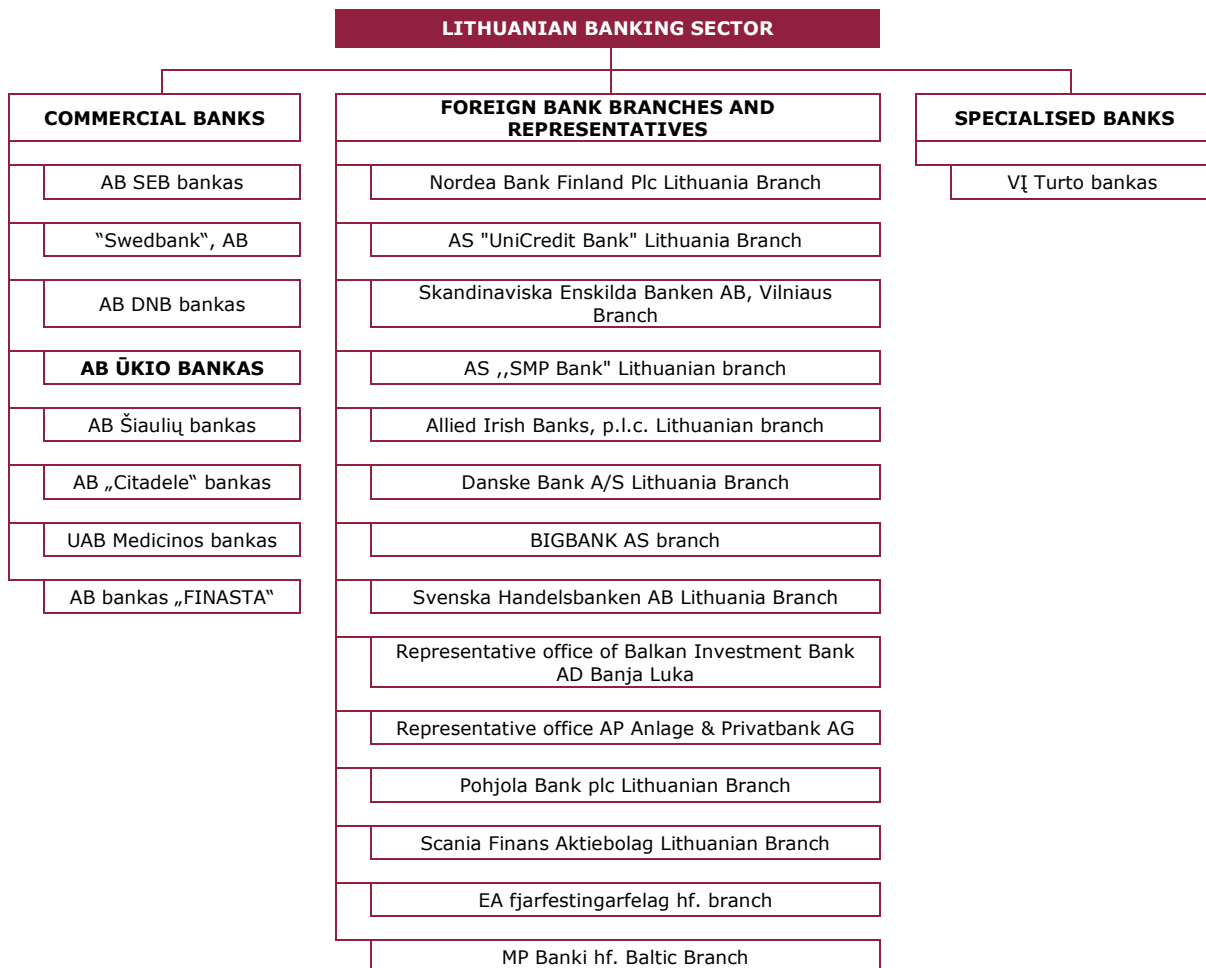
All notifications on material events in relation to AB Ūkio bankas activities were delivered to the Bank of Lithuania, Stock Exchange NASDAQ OMX Vilnius, news agencies BNS and ELTA, stored in Central Storage Facility www.crib.lt and placed on the Bank's website www.ub.lt.

AB ŪKIO BANKAS

ADDITIONAL INFORMATION

REVIEW OF MAIN INDICATORS OF LITHUANIAN BANKING SECTOR

8 commercial banks holding a license from the Bank of Lithuania, 12 foreign bank branches, 2 foreign banks representative offices and 256 EU banks providing cross-border services in the Republic of Lithuania without a branch operated¹ in the country at the moment this report was prepared. 4 commercial banks are controlled by foreign investors (AB SEB bankas, "Swedbank", AB, AB DNB bankas and AB „Citadele“ bankas), 4 commercial banks are controlled by Lithuanian shareholders (AB Ūkio bankas, AB Šiaulių bankas, UAB Medicinos bankas and AB bankas „Finasta“), shares of 2 commercial banks (AB Ūkio bankas and AB Šiaulių bankas) are actively traded on NASDAQ OMX Vilnius stock exchange.



¹ The Bank of Lithuania, http://www.lb.lt/credit_and_payment_institutions