



**AB SEB VILNIAUS BANKAS**

CONDENSED INTERIM FINANCIAL INFORMATION  
FOR THE SIX MONTH PERIOD ENDED  
30 JUNE 2007

**Translation note**

***This version of our report/the accompanying documents is a translation from the original, which was prepared in Lithuanian language. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the original language version of our report takes precedence over this translation.***

**Independent Auditor's Report**

To the board of directors of SEB Vilniaus bankas AB

We have audited the accompanying consolidated condensed interim financial information of SEB Vilniaus bankas AB and its subsidiaries ('the Group') and the condensed interim financial information of SEB Vilniaus bankas AB ('the Bank') set out in pages 4 – 21 (together – 'the financial information') which comprise the condensed interim balance sheet as of 30 June 2007 and the condensed interim statements of income, cash flow and changes in equity for the half year then ended and other explanatory notes.

*Management's responsibility for the financial information*

Management is responsible for the preparation and fair presentation of the financial information in accordance with International Accounting Standard No. 34 "Interim Financial Reporting", as adopted by EU. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial information that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

*Auditor's responsibility*

Our responsibility is to express an opinion on the financial information based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial information is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial information. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial information, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial information in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial information.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Opinion*

In our opinion, the financial information is properly prepared, in all material respects, in accordance with International Accounting Standard No. 34 "Interim Financial Reporting", as adopted by EU.

*Emphasis of Matter*

On 27 August 2007 we expressed an unqualified opinion on the consolidated condensed interim financial information of SEB Vilniaus bankas AB and its subsidiaries and the condensed interim financial information of SEB Vilniaus bankas AB as of 30 June 2007 and for the half year then ended. Without qualifying our opinion, we draw your attention to Note 13 to the accompanying financial information, which discusses the reasons for the revision of the consolidated condensed interim financial information of SEB Vilniaus bankas AB and its subsidiaries and the condensed interim financial information of SEB Vilniaus bankas AB as of 30 June 2007 and for the half year then ended, issued on 27 August 2007.

On behalf of PricewaterhouseCoopers UAB

Christopher C. Butler  
Partner

Vilnius, Republic of Lithuania  
14 September 2007

Rasa Radzevičienė  
Auditor's Certificate No.000377

## Condensed Interim Financial Information for the Six Month Period Ended 30 June 2007

Condensed Interim Income Statement  
for the six month period ended 30 June  
(LTL 000s)

The Group			The Bank	
2007	2006		2007	2006
535,252	334,209	Interest income	474,849	282,493
(257,961)	(141,238)	Interest expenses	(222,350)	(115,975)
277,291	192,971	Net interest income	252,499	166,518
(17,572)	(14,156)	Provisions for loan impairment	(17,572)	(15,512)
(1,421)	(786)	Provisions for lease portfolio and other doubtful leasing assets	-	-
(4,208)	217	Provisions for guarantees	(4,208)	156
(183)	1	Other provisions	(182)	(4)
(23,384)	(14,724)		(21,962)	(15,360)
253,907	178,247	Net interest income after provisions	230,537	151,158
101,596	82,950	Net service charges and other income	87,057	63,471
7,692	2,540	Net gain on equity investments	1,963	925
-	-	Dividends from subsidiaries	45,772	35,632
19,705	(2,825)	Net gain on operations with debt securities and financial instruments	18,396	(2,356)
28,862	34,940	Net foreign exchange gain	30,688	33,681
157,855	117,605		183,876	131,353
41,680	31,265	Net insurance premium revenue	-	-
(40,259)	(24,582)	Gross insurance expenses	-	-
1,421	6,683	Net life insurance income	-	-
(21,207)	(17,579)	Deposit insurance expenses	(21,204)	(17,328)
(78,766)	(70,476)	Staff costs	(67,525)	(55,090)
(72,117)	(68,339)	Other administrative expenses	(68,457)	(57,554)
(172,090)	(156,394)		(157,186)	(129,972)
241,093	146,141	Profit before income tax	257,227	152,539
(41,951)	(25,886)	Income tax	(36,861)	(20,662)
199,142	120,255	Net income	220,366	131,877
199,142	120,253	Attributable to: Equity holders of the parent	220,366	131,877
-	2	Minority interest	-	-
199,142	120,255		220,366	131,877
12.90	7.79	Earnings per share, attributable to equity holders of the parent (LTL)	14.27	8.54
12.90	7.79	Diluted earnings per share, attributable to equity holders of the parent (LTL)	14.27	8.54



A. Žiugžda  
President



A. Matusevičienė  
Chief Financial Officer



**Condensed Interim Statement of Changes in Equity of the Group**  
(LTL 000s)

	Share capital	Share premium	Reserve capital	Financial assets revaluation reserve	Translation reserve	Legal reserve	General and other reserves	Retained earnings	Minority interest	Total
<b>31 December 2005</b>	<b>154,414</b>	<b>189,040</b>	<b>693,154</b>	<b>22,732</b>	<b>15,555</b>	<b>7,971</b>	<b>5,554</b>	<b>168,018</b>	<b>754</b>	<b>1,257,192</b>
Net charge to financial assets revaluation reserve for the period, net of deferred tax	-	-	-	(25,006)	-	-	-	-	-	(25,006)
Additional acquisition of SEB bank in Ukraine	-	-	-	-	-	-	-	-	(260)	(260)
Net charge to translation reserve and revaluation of retained earning denominated in foreign currency	-	-	-	-	(4,276)	-	-	6	-	(4,270)
Net income for the period	-	-	-	-	-	-	-	120,253	2	120,255
<i>Net income recognized directly in equity</i>	-	-	-	(25,006)	(4,276)	-	-	120,259	(258)	90,719
Transfers to reserves	-	-	5,261	-	-	7,542	7,736	(20,539)	-	-
Other reserve transfers	-	-	-	-	-	-	(3,952)	3,952	-	-
<b>30 June 2006</b>	<b>154,414</b>	<b>189,040</b>	<b>698,415</b>	<b>(2,274)</b>	<b>11,279</b>	<b>15,513</b>	<b>9,338</b>	<b>271,690</b>	<b>496</b>	<b>1,347,911</b>
<b>31 December 2006</b>	<b>1,034,575</b>	<b>-</b>	<b>104</b>	<b>591</b>	<b>-</b>	<b>15,270</b>	<b>9,338</b>	<b>448,433</b>	<b>-</b>	<b>1,508,311</b>
Net charge to financial assets revaluation reserve for the period, net of deferred tax	-	-	-	(8,177)	-	-	-	-	-	(8,177)
Net income for the period	-	-	-	-	-	-	-	199,142	-	199,142
<i>Net income recognized directly in equity</i>	-	-	-	(8,177)	-	-	-	199,142	-	190,965
Transfers to reserves	-	-	-	-	-	19,944	-	(19,944)	-	-
<b>30 June 2007</b>	<b>1,034,575</b>	<b>-</b>	<b>104</b>	<b>(7,586)</b>	<b>-</b>	<b>35,214</b>	<b>9,338</b>	<b>627,631</b>	<b>-</b>	<b>1,699,276</b>

  
A. Žiungžda  
President

  
A. Matusevičienė  
Chief Financial Officer

Condensed Interim Statement of Changes in Equity of the Bank  
(LTL 000s)

	Share capital	Share premium	Reserve capital	Financial assets revaluation reserve	Legal reserve	General and other reserves	Retained earnings	Total
31 December 2005	154,414	189,040	693,321	22,971	6,026	5,554	113,286	1,184,612
Net charge to financial assets revaluation reserve for the period, net of deferred tax	-	-	-	(24,782)	-	-	-	(24,782)
Net income for the period	-	-	-	-	-	-	131,877	131,877
<i>Net income recognized directly in equity</i>	-	-	-	(24,782)	-	-	131,877	107,095
Transfers to reserves	-	-	-	-	5,862	7,736	(13,598)	-
Other reserves transfers	-	-	-	-	-	(3,952)	3,952	-
30 June 2006	154,414	189,040	693,321	(1,811)	11,888	9,338	235,517	1,291,707
31 December 2006	1,034,575	-	2,200	577	11,888	9,338	389,173	1,447,751
Net charge to financial assets revaluation reserve for the period, net of deferred tax	-	-	-	(8,180)	-	-	-	(8,180)
Net income for the period	-	-	-	-	-	-	220,366	220,366
<i>Net income recognized directly in equity</i>	-	-	-	(8,180)	-	-	220,366	212,186
Transfers to reserves	-	-	-	-	19,460	-	(19,460)	-
30 June 2007	1,034,575	-	2,200	(7,603)	31,348	9,338	590,079	1,659,937

  
A. Žiugžda  
President

  
A. Matusevičienė  
Chief Financial Officer

## Condensed Interim Financial Information for the Six Month Period Ended 30 June 2007

Condensed Interim Statement of Cash Flows  
for the six month period ended 30 June  
(LTL 000s)

The Group			The Bank	
2007	2006		2007	2006
		<b>Cash from operating activities:</b>		
527,739	337,541	Interest income received	467,336	283,457
(244,995)	(179,317)	Interest expenses paid	(209,384)	(120,036)
28,862	34,940	Net foreign exchange gain	30,688	33,681
19,705	(2,825)	Net gain in securities trading and financial instruments	18,396	(2,356)
101,596	114,676	Net commission and service income	87,057	63,471
73,837	27,250	Life insurance operations	-	-
(78,766)	(70,476)	Staff costs	(67,525)	(55,090)
(73,575)	(95,915)	Other payments	(81,371)	(26,142)
<u>354,403</u>	<u>165,874</u>	<b>Net cash from operating activities before change in operating assets</b>	<u>245,197</u>	<u>176,985</u>
		<b>Changes in operating assets:</b>		
77,591	56,170	Decrease (increase) in compulsory balances with the Central Bank	77,591	50,042
100	(509,599)	(Increase) decrease in due from banks and loans to credit and financial institutions	(193,179)	(531,730)
(2,320,717)	(2,294,844)	Increase in loans to customers	(2,322,364)	(2,517,275)
(8,899)	(17,833)	(Increase) decrease in other current assets	(5,955)	9,040
<u>(2,251,925)</u>	<u>(2,766,106)</u>	<b>Net increase in operating assets</b>	<u>(2,443,907)</u>	<u>(2,989,923)</u>
		<b>Changes in operating liabilities:</b>		
108,661	209,573	Increase (decrease) in deposits from the public	100,205	201,947
(26,312)	267,880	Increase in accrued expenses, deferred income and other liabilities	(48,469)	255,114
<u>82,349</u>	<u>477,453</u>	<b>Net increase (decrease) in operating liabilities</b>	<u>51,736</u>	<u>457,061</u>
<u>(1,815,173)</u>	<u>(2,122,779)</u>	<b>Net cash to operating activities before income tax</b>	<u>(2,146,974)</u>	<u>(2,355,877)</u>
(30,334)	(9,073)	Income tax paid	(28,887)	(7,313)
<u>(1,845,507)</u>	<u>(2,131,852)</u>	<b>Net cash to operating activities after income tax</b>	<u>(2,175,861)</u>	<u>(2,363,190)</u>



## Condensed Interim Financial Information for the Six Month Period Ended 30 June 2007

Condensed Interim Statement of Cash Flows  
for the six month period ended 30 June  
(LTL 000s) (continued)

The Group			The Bank	
2007	2006		2007	2006
		<b>Cash from (to) investing activities:</b>		
		(Purchase) sale of tangible and intangible fixed assets, net	589	17,474
(20,213)	19,294	Decrease (increase) in investment in short-term and long-term treasury bonds	90,943	(353,616)
90,960	(326,924)	Change of investment into subsidiaries	4,563	(263)
-	(260)	Dividends received from subsidiaries	45,772	35,632
-	-	Decrease of investment in securities and derivatives	(550,699)	13,227
(627,917)	(30,566)	Change in investment property	-	166
-	991	Increase in financial lease receivable	-	-
(573,693)	(346,942)	<b>Cash (used in) from investing activities</b>	<b>(408,832)</b>	<b>(287,380)</b>
(1,130,863)	(684,407)			
		<b>Cash from (to) financing activities:</b>		
		Increase (decrease) in amounts owed to the Central Bank	8	9
8	(199)	Increase in amounts owed to credit and financial institutions	1,906,279	1,431,444
2,290,229	1,627,111	Increase in subordinated loans	158,311	294,734
158,311	294,734	Debt securities (redeemed) issued, net	(133,907)	584,984
(126,488)	586,238	<b>Cash from financing activities</b>	<b>1,930,691</b>	<b>2,311,171</b>
2,322,060	2,507,884			
(654,310)	(308,375)	<b>Net (decrease) increase in cash</b>	<b>(654,002)</b>	<b>(339,399)</b>
1,327,746	911,935	<b>Cash and cash equivalents 1 January</b>	<b>1,327,432</b>	<b>875,716</b>
<b>673,436</b>	<b>603,560</b>	<b>Cash and cash equivalents 30 June</b>	<b>673,430</b>	<b>536,317</b>
		<b>Which could be specified as follows:</b>		
		Balances available for withdrawal with the Central Banks	-	-
-	56,431	Overnight deposits	282,731	10,001
282,731	10,001	Cash on hand	311,977	243,891
311,977	252,516	Current accounts with other banks	78,722	282,425
78,728	284,612		<b>673,430</b>	<b>536,317</b>
<b>673,436</b>	<b>603,560</b>			



A. Žiugžda  
President



A. Matusevičius  
Chief Financial Officer

*Notes to the interim financial report*

**1. Basis of presentation**

This interim financial report is presented in national currency of Lithuania, Litas (LTL).

At the end of the reporting period AB SEB Vilniaus Bankas had 6 subsidiaries. The Bank and its subsidiaries thereafter are referred as the Group. The subsidiaries are as follows: UAB SEB VB Lizingas is a fully owned subsidiary engaged in the leasing activities; UAB SEB VB Rizikos Kapitalo Valdymas is a fully owned subsidiary involved in venture capital activities; UAB SEB VB Gyvybės Draudimas is a fully owned subsidiary of the Bank and is engaged in provision of life insurance services; UAB SEB Enskilda is fully owned subsidiary engaged in provision of corporate finance services; UAB SEB VB Investicijų Valdymas is a fully owned subsidiary engaged in provision of investments' management services; UAB SEB VB Nekilnojamas Turtas is a fully owned subsidiary involved in real estate management activities.

The books and records of the Bank and the Group are maintained in accordance with International Financial Reporting Standards (IFRS) as adopted for use in the European Union. This interim financial report has been prepared in accordance with International Accounting Standard 34.

Where necessary, comparative figures have been adjusted to conform to changes in presentation in the current year.

**2. Accounting policies**

The accounting policies adopted and methods of computation used are consistent with those of the annual financial statements for the year ended 31 December 2006, as described in the annual financial statements for the year ended 31 December 2006. No new standards, amendments to standards or interpretations are mandatory for financial year ending 31 December 2007, other than already described in the annual financial statements for the year ended 31 December 2006.

The following new standards, amendments to standards and interpretations have been issued but are not effective for 2007 and have not been early adopted:

- IFRIC 13, Customer loyalty programs (effective for annual periods beginning on or after 1 July 2008), clarifies that where goods or services are sold together with a customer loyalty incentive (for example, loyalty points or free products), the arrangement is a multiple-element arrangement and the consideration receivable from the customer should be allocated between the components of the arrangement in proportion to their fair values. This interpretation is not relevant for the Group as no such arrangements exist in the Group.

- IFRIC 14, IAS 19 provides guidance on assessing the limit in IAS 19 (effective date for annual periods beginning on or after 1 January 2008), Employee benefits on the amount of the surplus that can be recognized as an asset. It also explains how the pension asset or liability may be affected by a statutory or contractual minimum funding requirement. This interpretation is not significant for the Group.

## Condensed Interim Financial Information for the Six Month Period Ended 30 June 2007

## 3. Segment reporting (LTL 000s)

Primary reporting format – business segments. The Group is organised into seven main business segments: banking, leasing, venture capital, investment management, corporate finance, life insurance and real estate. Transactions between the business segments are on normal commercial terms and conditions.

The six month period ended 30 June 2007

	Consolidated segments							Eliminations and adjustments	Total
	Banking	Leasing	Venture capital	Investment management	Corporate finance	Life insurance	Real estate company		
Revenues:									
Internal	78,603	135	152	188	94	806	5,202	(85,180)	-
External	608,848	90,241	664	13,011	4,500	47,535	264	-	765,063
	687,451	90,376	816	13,199	4,594	48,341	5,466	(85,180)	765,063
Expenses:									
Internal	(5,642)	(19,758)	(22)	(7,877)	(110)	(3,490)	(2,508)	39,407	-
External	(426,516)	(47,574)	(362)	(3,031)	(3,781)	(8,670)	(1,187)	-	(491,121)
	(432,158)	(67,332)	(384)	(10,908)	(3,891)	(12,160)	(3,695)	39,407	(491,121)
Depreciation and amortization	(12,965)	(2,996)	(4)	(28)	(10)	(198)	(6)	-	(16,207)
Impairment losses on loans	(21,962)	(1,422)	-	-	-	-	-	-	(23,384)
Life insurance technical provisions	-	-	-	-	-	(35,209)	-	-	(35,209)
Result for the period	220,366	18,626	428	2,263	693	774	1,765	(45,773)	199,142
Assets	21,349,063	3,381,807	26,129	14,904	10,909	346,821	122,088	(1,329,643)	23,922,078
Liabilities	19,689,126	3,351,035	105	5,456	6,937	324,343	89,870	(1,244,070)	22,222,802
Investments in fixed assets	6,929	5,785	6	4	45	73	1	-	12,843

## Condensed Interim Financial Information for the Six Month Period Ended 30 June 2007

## 3. Segment reporting (LTL 000s) (continued)

The six month period ended 30 June 2006

	Consolidated segments							Eliminations and adjustments	Total
	Banking	Leasing	Venture capital	Investment management	Corporate finance	Life insurance	Real estate company		
Revenues:									
Internal	52,597	184	233	154	169	123	5,033	(58,493)	-
External	441,871	55,637	530	8,036	3,295	30,648	808	-	540,825
	494,468	55,821	763	8,190	3,464	30,771	5,841	(58,493)	540,825
Expenses:									
Internal	(8,831)	(9,835)	(25)	(570)	(106)	(909)	(2,582)	22,858	-
External	(323,853)	(27,202)	(415)	(4,311)	(2,285)	(7,833)	(1,327)	-	(367,226)
	(332,684)	(37,037)	(440)	(4,881)	(2,391)	(8,742)	(3,909)	22,858	(367,226)
Depreciation and amortization	(13,967)	(3,820)	(2)	(30)	(13)	(93)	(844)	-	(18,769)
Impairment losses on loans	(13,934)	(786)	-	-	-	-	-	-	(14,720)
Life insurance technical provisions	-	-	-	-	-	(19,857)	-	-	(19,857)
Minority interest	2	-	-	-	-	-	-	-	2
Result for the period	133,885	14,178	321	3,279	1,060	2,079	1,088	(35,635)	120,255
Assets	16,594,280	2,371,219	34,331	13,901	11,465	166,882	122,123	(1,114,052)	18,200,149
Liabilities	15,213,041	2,326,394	136	3,299	1,381	149,716	94,048	(935,777)	16,852,238
Investments in fixed assets	15,374	2,023	6	32	9	376	3,097	-	20,917

Secondary reporting format – geographical segment based on location of customers. The main segments are Lithuania (home market), United States, Ukraine, EU countries. None except Lithuania generates significant revenue.

## 4. Loans by industries (LTL 000s)

The Group			The Bank	
30 June 2007	31 December 2006		30 June 2007	31 December 2006
17,158	17,478	Banks	17,158	17,478
4,565	4,953	Other financial intermediaries	1,111,960	919,069
21,723	22,431	<b>Loans to credit and financial institutions, net</b>	<b>1,129,118</b>	<b>936,547</b>
2,277,623	2,126,208	Trade and wholesale distribution	2,273,569	2,117,170
2,638,720	2,666,815	Processing industry	2,638,720	2,666,815
2,726,785	2,143,330	Real estate	2,815,869	2,234,928
320,625	329,574	Utilities	320,625	329,574
763,199	749,217	Construction	763,199	749,217
399,942	403,341	Transportation and telecommunication	399,942	403,341
528,355	316,137	Governmental and municipal services	528,355	316,137
160,565	148,011	Agriculture, hunting, forestry	160,565	148,011
182,170	140,792	Hotels and restaurants	182,170	140,792
5,032	4,735	Education	5,032	4,735
4,561	4,162	Exploitation and mining	4,561	4,162
27,169	8,799	Health care	27,169	8,799
253,267	207,343	Other industries	249,968	204,867
5,392,692	4,103,151	Other non-industrial customers	5,392,692	4,103,151
15,680,705	13,351,615	<b>Total loans to customers</b>	<b>15,762,436</b>	<b>13,431,699</b>
(148,954)	(130,522)	Less impairment losses on loans to customers	(148,954)	(130,522)
<b>15,531,751</b>	<b>13,221,093</b>	<b>Loans to customers, net</b>	<b>15,613,482</b>	<b>13,301,177</b>

## Condensed Interim Financial Information for the Six Month Period Ended 30 June 2007

## 5. Amounts owed to credit and financial institutions (LTL 000s)

The Group			The Bank	
30 June 2007	31 December 2006		30 June 2007	31 December 2006
2,270,345	3,242,300	Falling due within one year	2,268,917	3,191,046
7,967,702	4,705,518	Falling due after one year	5,842,054	3,013,646
10,238,047	7,947,818	<b>Total amounts owed to credit and financial institutions</b>	<b>8,110,971</b>	<b>6,204,692</b>

As of 30 June 2007 the Group was in compliance with loan covenants in respect of the Bank's financial position related to the received credit lines from foreign credit institutions.

## 6. Assets under management (LTL 000s)

	The Group	
	30 June 2007	31 December 2006
Private individuals and corporate customers' assets under management	64,569	81,449
Pillar two equity pension fund (SEB Pension 3)	13,279	2,968
Pillar two balanced pension fund (SEB Pension 2)	310,729	227,082
Pillar two conservative pension fund (SEB Pension 1)	79,295	64,016
Conservative voluntary pension fund (SEB Pension 1 Plus)	13,019	15,835
Balanced voluntary pension fund (SEB Pension 2 Plus)	45,682	38,738
CIS equity fund	172,470	222,878
CIS bond fund	24,798	26,592
World market fund of funds	45,356	49,719
SEB equity fund of funds	13,001	11,263
<b>Total assets under management</b>	<b>782,198</b>	<b>740,540</b>

## 7. Off balance sheet items (LTL 000s)

The Group			The Bank	
30 June 2007	31 December 2006		30 June 2007	31 December 2006
5,334,293	4,380,238	Agreements to grant loans	5,462,758	4,399,288
567,029	626,694	Guarantees issued	569,949	629,486
97,367	111,017	Letters of credit issued	103,189	111,731
439,798	249,034	Commitments to purchase assets and other liabilities	-	-
39,551	1,252	Commitments to sell securities	39,551	1,252
6,851	9,180	Avalised bills of exchange	6,851	9,180
378	605	Customs guarantees collateralised by deposits	378	605

The future lease and investment property rental payments under non-cancellable operating lease where the Bank and the Group act as lessor, can be specified as follows:

The Group			The Bank	
30 June 2007	31 December 2006		30 June 2007	31 December 2006
7,160	5,190	Short term deferred income (up to 1 year)	1,673	837
11,321	3,803	Long term deferred income (up to 5 years)	2,087	-
18,481	8,993	<b>Total future lease and rental payments under non-cancellable operating lease</b>	<b>3,760</b>	<b>837</b>

## Condensed Interim Financial Information for the Six Month Period Ended 30 June 2007

## 7. Off balance sheet items (LTL 000s) (continued)

As of 30 June 2007 rental off balance sheet commitments of the Group amounted to LTL 8,940 thousand (LTL 23,536 thousand as of 31 December 2006) and rental off balance sheet commitments of the Bank amounted to LTL 8,831 thousand (LTL 23,167 thousand as of 31 December 2006). All non-cancellable commitments fall into the period within one year.

Commitments to purchase or sell foreign currency, both for spot and derivative transactions, as well as other off balance sheet derivative commitments can be specified by maturity as follows:

	Up to 1 month	1 - 3 months	3 - 6 months	Over 6 months	Total
Currency purchase contracts	404,207	477,703	511,595	8,828	1,402,333
Other purchase derivative contracts	-	303,094	18,200	4,314,130	4,635,424
Currency sale contracts	(403,993)	(478,489)	(511,768)	(8,761)	(1,403,011)
Other sale derivative contracts	-	(303,094)	(18,200)	(3,468,194)	(3,789,488)
<b>Net assets/(liabilities)</b>	<b>214</b>	<b>(786)</b>	<b>(173)</b>	<b>846,003</b>	<b>845,258</b>

## 8. Related parties (LTL 000s)

A number of banking transactions are entered into with related parties in the normal course of business. The transactions with top parent company (SEB, Sweden) and subsidiaries include loans, deposits and debt instrument transactions.

The Group			Interest rate %	The Bank	
30 June 2007	31 December 2006			30 June 2007	31 December 2006
		<b>Balances outstanding with SEB Group:</b>			
317,741	616,476	Outstanding loan amount	2.92-7.6	317,741	616,346
387,465	132,069	Debt instruments (AFS)	-	387,465	132,069
229,582	114,902	Positive replacement values (HFT)	-	229,582	114,902
3,859	2,607	Other assets	-	664	2,551
(10,305,661)	(7,544,340)	Outstanding deposit amount	0.35-6.75	(8,145,347)	(5,767,471)
(146,373)	(274,518)	Other liabilities	-	(146,373)	(274,515)
27,120	26,673	Off balance sheet commitments	-	27,120	26,673
		<b>Transactions with Bank's subsidiaries during the six month period ended 30 June:</b>			
-	-	Outstanding loan amount	2.37-5.43	1,196,479	1,005,718
-	-	Other assets	-	6,539	1,195
-	-	Outstanding deposit amount	0.25-6.8	(39,470)	(48,430)
-	-	Other liabilities	-	(1,521)	(8,606)
-	-	Off balance sheet commitments	-	137,207	22,556
		<b>Transactions with SEB Group during the six month period ended 30 June:</b>			
2007	2006			2007	2006
12,981	12,065	Interest income	-	12,981	12,065
(172,075)	(73,227)	Interest expense	-	(135,920)	(54,140)
2,059	(272)	Other services received and cost incurred from SEB group, net	-	(540)	(1,632)
		<b>Transactions with Bank's subsidiaries during the six month period ended 30 June:</b>			
-	-	Interest income	-	21,878	15,207
-	-	Dividends received	-	45,772	35,632
-	-	Interest expense	-	(659)	(486)
-	-	Other services received and cost incurred, net	-	5,970	(3,397)

**9. Debt securities issuances and redemption**

In the first half year of 2007 the Bank successfully issued its forty six debt securities emissions, as presented in table below:

Issue date	Redemption date	Duration	Currency	Amount in issue (in LTL))	Interest rate or index
2007.01.02	2009.01.08	736 days	LTL	150,000,000	4.00 percent
2007.01.13	2007.02.07	25 days	USD	111,777,890	5.12 percent
2007.01.27	2007.02.27	31 days	USD	96,125,022	5.12 percent
2007.01.30	2010.02.17	1114 days	LTL	6,970,200	SEB, Danske Bank, DnB NOR Bank ASA, Nordea Bank and Swedbank
2007.01.30	2010.02.17	1114 days	LTL	10,655,500	SEB, Danske Bank, DnB NOR Bank ASA, Nordea Bank and Swedbank
2007.01.30	2010.02.17	1114 days	EUR	10,242,386	SEB, Danske Bank, DnB NOR Bank ASA, Nordea Bank and Swedbank
2007.02.01	2007.06.01	120 days	LTL	30,000,000	3.60 percent
2007.02.07	2010.02.18	1107 days	LTL	6,326,300	Hang Seng China Enterprises, Hang Seng, MSCI Singapore Cash, MSCI Taiwan
2007.02.07	2010.02.18	1107 days	LTL	22,446,400	Hang Seng China Enterprises, Hang Seng, MSCI Singapore Cash, MSCI Taiwan
2007.02.07	2010.02.18	1107 days	LTL	69,609,600	Hang Seng China Enterprises, Hang Seng, MSCI Singapore Cash, MSCI Taiwan
2007.02.07	2010.02.18	1107 days	EUR	2,802,292	Hang Seng China Enterprises, Hang Seng, MSCI Singapore Cash, MSCI Taiwan
2007.02.07	2010.02.18	1107 days	EUR	2,964,574	Hang Seng China Enterprises, Hang Seng, MSCI Singapore Cash, MSCI Taiwan
2007.02.27	2010.03.16	1113 days	LTL	5,185,200	S&P BRIC 40
2007.02.27	2010.03.16	1113 days	LTL	9,412,100	S&P BRIC 40
2007.02.27	2010.03.16	1113 days	LTL	18,026,600	S&P BRIC 40
2007.02.27	2010.03.16	1113 days	LTL	2,326,600	New Europe Blue Chip
2007.02.27	2010.03.16	1113 days	LTL	7,472,100	New Europe Blue Chip
2007.02.27	2010.03.16	1113 days	LTL	5,405,700	New Europe Blue Chip
2007.03.03	2007.03.20	17 days	USD	104,709,776	5.11 percent
2007.03.07	2007.06.05	90 days	LTL	80,750,100	3.72 percent
2007.03.27	2007.04.12	16 days	USD	130,470,075	5.12 percent
2007.03.30	2010.04.20	1117 days	LTL	1,281,200	FTSE Eurotop 100, TOPIX, S&P 500
2007.03.30	2010.04.20	1117 days	LTL	3,436,600	FTSE Eurotop 100, TOPIX, S&P 500
2007.03.30	2010.04.20	1117 days	LTL	1,519,600	FTSE Eurotop 100, TOPIX, S&P 500
2007.03.30	2010.04.20	1117 days	LTL	1,529,700	S&P/ ASX 200, TOPIX, KOSPI 200, MSCI Taiwan
2007.03.30	2010.04.20	1117 days	LTL	2,079,200	S&P/ ASX 200, TOPIX, KOSPI 200, MSCI Taiwan
2007.03.30	2010.04.20	1117 days	LTL	2,454,300	S&P/ ASX 200, TOPIX, KOSPI 200, MSCI Taiwan
2007.04.26	2011.05.11	1476 days	LTL	426,800	Dow Jones Euro STOXX 50
2007.04.27	2010.05.17	1116 days	LTL	1,776,500	S&P CNX Nifty
2007.04.27	2010.05.17	1116 days	LTL	2,615,600	S&P CNX Nifty
2007.04.27	2010.05.17	1116 days	LTL	5,990,500	Hang Seng China Enterprises
2007.04.27	2010.05.17	1116 days	LTL	5,654,200	Hang Seng China Enterprises
2007.05.02	2010.05.21	1115 days	LTL	3,938,200	TOPIX, Dow Jones EURO STOXX 50
2007.05.02	2010.05.21	1115 days	LTL	2,634,700	TOPIX, Dow Jones EURO STOXX 50
2007.05.22	2010.06.07	1115 days	EUR	4,503,832	AB Invalda, AB Apranga, AS Tallinna Kaubamaja and AS Olympic Entertainment Group
2007.05.29	2011.06.17	1480 days	LTL	2,590,400	Dow Jones STOXX Select Dividend 30
2007.05.29	2011.06.17	1480 days	LTL	3,537,400	Dow Jones STOXX Select Dividend 30
2007.05.29	2011.06.17	1480 days	EUR	1,209,516	Dow Jones STOXX Select Dividend 30
2007.06.09	2008.06.10	367 days	USD	33,703,424	4.90percent
2007.06.14	2010.07.02	1114 days	LTL	5,391,900	TOPIX, S&P 500, FTSE Eurotop 100, FTSE Latibex Top and EPRA Germany Index
2007.06.15	2010.07.01	1112 days	LTL	704,600	AB Invalda, AB Ūkio bankas, AS Tallink Grupp, AS Olympic Entertainment Group
2007.06.15	2010.07.01	1112 days	LTL	616,000	AB Invalda, AB Ūkio bankas, AS Tallink Grupp, AS Olympic Entertainment Group
2007.06.15	2010.07.01	1112 days	LTL	1,009,100	AB Invalda, AB Ūkio bankas, AS Tallink Grupp, AS Olympic Entertainment Group
2007.06.15	2010.07.01	1112 days	LTL	3,805,000	FTSE Latibex Top
2007.06.15	2010.07.01	1112 days	LTL	4,372,500	FTSE Latibex Top
2007.06.20	2007.09.18	90 days	LTL	50,523,100	4.15 percent

9. *Debt securities issuances and redemption (continued)*

Also during the first half year of 2007 the Bank successfully redeemed its 16 debt securities emissions as presented in table below:

Issue date	Redemption date	Duration	Currency	Amount in issue (in LTL)	Interest rate
2005.05.28	2007.05.29	731 days	LTL	50,000,000	3.00 percent
2006.04.25	2007.04.23	363 days	EUR	43,160,000	3.00 percent
2006.07.15	2007.01.11	180 days	LTL	21,414,000	3.00 percent
2006.08.23	2007.02.19	180 days	LTL	39,601,600	3.00 percent
2006.10.28	2007.01.26	90 days	LTL	30,000,000	3.00 percent
2006.11.03	2007.02.02	90 days	LTL	20,179,100	3.30 percent
2006.11.18	2007.01.15	58 days	USD	107,298,973	5.16 percent
2006.12.02	2007.01.05	35 days	USD	103,496,547	5.12 percent
2006.12.07	2007.03.07	90 days	LTL	19,652,500	3.00 percent
2006.12.16	2007.01.15	30 days	USD	112,703,634	5.15 percent
2007.01.13	2007.02.07	25 days	USD	111,777,890	5.12 percent
2007.01.27	2007.02.27	31 days	USD	96,125,022	5.12 percent
2007.02.01	2007.06.01	120 days	LTL	30,000,000	3.60 percent
2007.03.03	2007.03.20	17 days	USD	104,709,776	5.11 percent
2007.03.07	2007.06.05	90 days	LTL	80,750,100	3.72 percent
2007.03.27	2007.04.12	16 days	USD	130,470,075	5.12 percent



**10. Financial Group information (LTL 000s)**

Financial Group's (consolidated Group excluding SEB VB Nekilnojamosis Turtas and SEB VB Rizikos Kapitalo Valdymas subsidiaries financial data) balance sheet and results for the six months period ended 30 June 2007 are presented below:

**Condensed Interim Income Statement of Financial Group  
for the six month period ended 30 June (LTL 000s)**

	2007	2006
Interest income	537,369	336,745
Interest expenses	(258,116)	(141,238)
Net interest income	279,253	195,507
Provisions for loan impairment	(17,572)	(14,152)
Provisions for lease portfolio and other doubtful leasing assets	(1,421)	(786)
Provisions for guarantees	(4,208)	217
Other provisions	(183)	1
	(23,384)	(14,720)
Net interest income after provisions	255,869	180,787
Net service charges and other income	101,241	82,184
Net gain on equity investments	7,534	2,540
Dividends from subsidiaries	8,943	-
Net gain on operations with debt securities and financial instruments	19,705	(2,825)
Net foreign exchange gain	28,862	34,940
	166,285	116,839
Net insurance premium revenue	41,680	31,265
Gross insurance expenses	(40,259)	(24,582)
Net life insurance income	1,421	6,683
Deposit insurance expenses	(21,207)	(17,578)
Staff costs	(78,216)	(70,052)
Other administrative expenses	(76,619)	(71,809)
	(176,042)	(159,439)
Profit before income tax	247,533	144,870
Income tax	(41,641)	(25,703)
Net income	205,892	119,167
Attributable to:		
Equity holders of the parent	205,892	119,165
Minority interest	-	2
	205,892	119,167

## Condensed Interim Financial Information for the Six Month Period Ended 30 June 2007

## 10. Financial Group information (LTL 000s) (continued)

Condensed Interim Balance sheet of the Financial Group  
(LTL 000s)

	30 June 2007	31 December 2006
<b>Assets</b>		
Cash in hand	311,977	360,724
Balances with the Central Banks	630,667	949,532
Due from banks, net	450,227	813,908
Government securities – available for sale	1,652,593	1,751,730
Financial assets at fair value through profit or loss	734,726	408,985
Derivative financial instruments	231,992	117,734
Loans to credit and financial institutions, net	21,723	22,431
Loans to customers, net	15,613,482	13,301,177
Finance lease receivable, net	3,278,940	2,706,668
Investment securities – available for sale	414,336	155,058
Investment securities – held to maturity	13,590	13,941
Investments in subsidiaries	25,000	50,703
Investments in subsidiaries held for disposal	25,703	-
Intangible fixed assets	182,224	184,191
Tangible fixed assets	58,434	58,424
Assets under operating lease	13,740	14,951
Non-current assets held for disposal	174,249	54,968
Deferred tax asset	2,377	2,042
Other assets, net	84,873	192,779
<b>Total assets</b>	<b>23,920,853</b>	<b>21,159,946</b>
<b>Liabilities</b>		
Amounts owed to the Central Banks	48	40
Amounts owed to credit and financial institutions	10,238,047	7,947,818
Derivative financial instruments	255,010	189,091
Deposits from the public	9,752,962	9,652,757
Liabilities in life insurance operations	219,512	184,535
Liabilities to investment contract holders	95,877	58,438
Accrued expenses and deferred income	41,962	31,957
Income tax payable	67,625	48,699
Subordinated loans	651,973	493,662
Debt securities in issue	768,457	894,945
Deferred tax liabilities	129	2,361
Other liabilities and provisions	136,584	160,692
<b>Total liabilities</b>	<b>22,228,186</b>	<b>19,664,995</b>
<b>Equity</b>		
<b>Equity attributable to equity holder of the parent</b>		
Paid in capital	1,034,575	1,034,575
Reserve capital	1,034	1,034
Financial assets revaluation reserve	(7,586)	591
Legal reserve	34,363	14,746
General and other reserves	9,338	9,338
Net income for the period and retained earnings	620,943	434,667
	<b>1,692,667</b>	<b>1,494,951</b>
<b>Total equity</b>	<b>1,692,667</b>	<b>1,494,951</b>
<b>Total liabilities and equity</b>	<b>23,920,853</b>	<b>21,159,946</b>
Return on Average Equity attributable to equity holders of the parent	25.1 %	20.8 %
Return on Average Total Assets	1.77 %	1.58 %

## Condensed Interim Financial Information for the Six Month Period Ended 30 June 2007

## 10. Financial Group information (LTL 000s) (continued)

Condensed Interim Statement of Changes in Equity of the Group  
(LTL 000s)

	Share capital	Share premium	Reserve capital	Financial assets revaluation reserve	Translation reserve	Legal reserve	General and other reserves	Retained earnings	Minority interest	Total
<b>31 December 2005</b>	<b>154,414,</b>	<b>189,040</b>	<b>694,084</b>	<b>22,732</b>	<b>15,555</b>	<b>7,945</b>	<b>5,554</b>	<b>166,759</b>	<b>754</b>	<b>1,256,837</b>
Net charge to financial assets revaluation reserve for the period, net of deferred tax	-	-	-	(25,006)	-	-	-	-	-	(25,006)
Additional acquisition of SEB bank in Ukraine	-	-	-	-	-	-	-	-	(260)	(260)
Net charge to translation reserve and revaluation of retained earning denominated in foreign currency	-	-	-	-	(4,276)	-	-	6	-	(4,270)
Net income for the period	-	-	-	-	-	-	-	119,165	2	119,167
Net income recognized directly in equity	-	-	-	(25,006)	(4,276)	-	-	119,171	(258)	89,631
Transfers to reserves	-	-	5,260	-	-	7,542	7,736	(20,538)	-	-
Other reserve transfers	-	-	-	-	-	-	(3,952)	3,952	-	-
<b>30 June 2006</b>	<b>154,414,</b>	<b>189,040</b>	<b>699,344</b>	<b>(2,274)</b>	<b>11,279</b>	<b>15,487</b>	<b>9,338</b>	<b>269,344</b>	<b>496</b>	<b>1,346,468</b>
<b>31 December 2006</b>	<b>1,034,575</b>	<b>-</b>	<b>1,034</b>	<b>591</b>	<b>-</b>	<b>14,746</b>	<b>9,338</b>	<b>434,667</b>	<b>-</b>	<b>1,494,951</b>
Net charge to financial assets revaluation reserve for the period, net of deferred tax	-	-	-	(8,177)	-	-	-	-	-	(8,177)
Net income for the period	-	-	-	-	-	-	-	205,892	-	205,892
Net income recognized directly in equity	-	-	-	(8,177)	-	-	-	205,892	-	197,715
Transfers to reserves	-	-	-	-	-	19,617	-	(19,616)	-	1
<b>30 June 2007</b>	<b>1,034,575</b>	<b>-</b>	<b>1,034</b>	<b>(7,586)</b>	<b>-</b>	<b>34,363</b>	<b>9,338</b>	<b>620,943</b>	<b>-</b>	<b>1,692,667</b>

## Condensed Interim Financial Information for the Six Month Period Ended 30 June 2007

## 10. Financial Group information (LTL 000s) (continued)

**Condensed Interim Statement of Cash Flows**  
**for the six month period ended 30 June**  
**(LTL 000s)**

	Financial Group	
	2007	2006
<b>Cash from operating activities:</b>		
Interest income received	529,856	329,737
Interest expenses paid	(245,150)	(161,111)
Net foreign exchange gain	28,862	34,940
Net gain in securities trading and financial instruments	19,705	(2,825)
Net commission and service income	101,241	82,184
Life insurance operations	73,837	27,250
Staff costs	(78,216)	(70,052)
Other payments	(78,235)	(68,501)
<b>Net cash from operating activities before change in operating assets</b>	<u>351,900</u>	<u>171,622</u>
<b>Changes in operating assets:</b>		
Decrease (increase) in compulsory balances with the Central Bank	77,591	56,170
(Increase) decrease in due from banks and loans to credit and financial institutions	100	(509,599)
Increase in loans to customers	(2,322,364)	(2,285,236)
(Increase) decrease in other current assets	(11,893)	(17,314)
<b>Net increase in operating assets</b>	<u>(2,256,566)</u>	<u>(2,755,979)</u>
<b>Changes in operating liabilities:</b>		
Increase (decrease) in deposits from the public	100,205	209,573
Increase in accrued expenses, deferred income and other liabilities	(25,896)	265,388
<b>Net increase (decrease) in operating liabilities</b>	<u>74,309</u>	<u>474,961</u>
<b>Net cash to operating activities before income tax</b>	<u>(1,830,357)</u>	<u>(2,109,396)</u>
Income tax paid	(30,328)	(29,684)
<b>Net cash to operating activities after income tax</b>	<u>(1,860,685)</u>	<u>(2,139,080)</u>
<b>Cash from (to) investing activities:</b>		
(Purchase) sale of tangible and intangible fixed assets, net	(20,216)	20,999
Decrease (increase) in investment in short-term and long-term treasury bonds	90,960	(320,412)
Change of investment into subsidiaries	-	(258)
Dividends received from subsidiaries	8,943	-
Decrease of investment in securities and derivatives	(621,679)	(30,566)
Change in investment property	-	-
Increase in financial lease receivable	(573,693)	(346,942)
<b>Cash (used in) from investing activities</b>	<u>(1,115,685)</u>	<u>(677,179)</u>
<b>Cash from (to) financing activities:</b>		
Increase (decrease) in amounts owed to the Central Bank	8	(199)
Increase in amounts owed to credit and financial institutions	2,290,229	1,627,111
Increase in subordinated loans	158,311	294,734
Debt securities (redeemed) issued, net	(126,488)	586,238
<b>Cash from financing activities</b>	<u>2,322,060</u>	<u>2,507,884</u>
<b>Net (decrease) increase in cash</b>	<u>(654,310)</u>	<u>(308,375)</u>
<b>Cash and cash equivalents 1 January</b>	<u>1,327,746</u>	<u>911,935</u>
<b>Cash and cash equivalents 30 June</b>	<u>673,436</u>	<u>603,560</u>
<b>Which could be specified as follows:</b>		
Balances available for withdrawal with the Central Banks	-	56,431
Overnight deposits	282,731	10,001
Cash on hand	311,977	252,516
Current accounts with other banks	78,728	284,612
	<u>673,436</u>	<u>603,560</u>

**11. Significant events during the period**

On January 2007 the Enterprise Register of the Republic of Lithuania liquidated AB SEB VB Būsto Bankas.

During first half of 2007 management of the Bank continued real estate Project, that was started in 2006. During the Project it was decided to sell the real estate company, therefore investment into that subsidiary was reclassified to 'Investments in subsidiaries held for disposal' line in balance sheet.

Management of the Bank sold of UAB SEB Enskilda subsidiaries in Latvia and Estonia to banks of SEB group in respective countries.

**12. Significant events after the balance sheet date**

The Bank successfully completed issue of 5 debt securities emissions which sale started before 30 June 2007 and completed after 30 June 2007. As of 30 June 2007 they amounted to LTL 4,614 thousand and were accounted for in 'other liabilities and provisions' line in the balance sheet. The Bank successfully completed issue of 8 debt securities emissions which sale started and completed after 30 June 2007 too. The total amount of nominal value these 13 debt securities emissions was LTL 83,416 thousand.

After the balance sheet date 3 debt securities emissions was redeemed, the amount of nominal value was LTL 32,393 thousand.

**13. Supplement of Financial Group information**

Note 10 to condensed interim financial information as at and for the six-month period ended 30 June 2007 approved on 27 August 2007 contained condensed interim balance sheet and income statement of the Financial Group. As a result of the bank's management decision to reflect in more detail the financial results of the Financial Group, the accompanying condensed interim financial information as at and for the six-month period ended 30 June 2007 was approved on 12 September 2007 with Note 10 containing the Financial Group's condensed interim statements of cash flows and changes in equity in addition to condensed interim balance sheet and income statement.