



AB SEB bankas

Capital Adequacy and Risk Management Report (Pillar 3)

2017

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Basis for the report

This report is prepared in accordance with the requirements of the Capital Requirements Directive (CRD IV) and the Capital Requirements Regulation No 575/2013 (CRR) Part 8 as well as the European Banking Authority's (EBA) implementing and regulatory technical standards (ITS/RTS) with regard to disclosure of own funds (EU Regulation No 1423/2013), countercyclical capital buffer (EU Regulation No 2015/1555), and leverage ratio (EU Regulation No 2016/200). Templates recommended by the EBA's guidelines on disclosure requirements under Part 8 of the CRR have been used as relevant. According to CRR, information specified in articles 437, 438, 440, 442, 450, 451 and 453 of CRR shall be disclosed for material subsidiaries.

Together with the Annual Report, this report provides information about Group's material risks as part of the Pillar 3 framework, including the details on the Group's risk profile and business volumes by customer categories and risk classes, which form the basis for the calculation of the capital requirement. The Pillar 3 report complements the Annual Report with additional information, and is intended to be read in conjunction with the Annual Report, in particular the Notes to the Financial Statements and the Financial Risk Management Policy section hereof, where the Group's risk and capital management policies and practices are described. A reference is also made to SEB Group's Annual Report and Capital Adequacy and Risk Management Report (Pillar 3), which describes SEB Group's risk and capital management, including the internal ratings systems, internal measurement approaches and principles for calculating own funds and capital adequacy. SEB Group's Pillar 3 report is available in English and is published on SEB Group's webpage www.sebgroup.com.

Disclosure in relation to the remuneration is included in the Annual Report section "Information on the Remuneration Policy and its Implementation". Significant accounting policies for the Group are presented in the Notes to the Financial Statements, Note 3 - Summary of Significant Accounting Policies, Financial Risk Management and Fair Value Disclosures.

AB SEB bankas is a subsidiary of the consolidated group of Skandinaviska Enskilda Banken AB (publ) (the 'SEB Group') that is registered in Sweden. AB SEB bankas Group consists of AB SEB bankas (the 'Bank'), which is 100 % owned by Skandinaviska Enskilda Banken AB (publ), and its two subsidiaries – UAB SEB Investiciju Valdymas and UAB SEB Venture Capital, which are wholly owned by the Bank. The Bank and its two subsidiaries are hereafter referred to as the Group. Bank's subsidiary UAB "SEB Venture Capital" was in the process of liquidation as of 31 December 2017.

This report is based on AB SEB bankas Financial Group's consolidated situation as of 31 December 2017 and 2016. The Financial Group forms the basis for consolidation for prudential purposes, which requires the Bank to prepare consolidated accounts for the Group entities engaged in financial service activities without consolidation of the entities involved in other activities. To comply with this requirement, the Bank has fully consolidated the data of its subsidiary UAB SEB Investiciju Valdymas. The subsidiary UAB SEB Venture Capital is neither consolidated nor deducted from own funds for prudential purposes. The Consolidated Group in the Pillar 3 Report is same as in the Annual Report.

The information in this report is not required to be, and has not been, subject to external audit. The report has been approved by the Bank's Management Board.

Internal capital adequacy assessment process

SEB Group's Capital Policy defines how capital management should support implementation of the business goals. Shareholders' return requirement shall be balanced against the capital requirements of the regulators and the equity necessary to conduct the business of the Group.

The Asset and Liability Committee (ALCO) and the Chief Financial Officer are responsible for the process linked to overall business planning, to assess capital requirements in relation to the Group's risk profile, and for proposing a strategy for maintaining the desired capital levels. The Group's capitalisation shall be risk-based and built on an assessment of all risks incurred in the Group's business. It shall be forward-looking and aligned with short- and long-term business plans as well as with expected macroeconomic developments. The Internal Capital Adequacy Assessment Process (ICAAP) is managed by the Treasury.

Together with continuous monitoring and reporting of the capital adequacy to the Management Board, this ensures that the relationships between the shareholders' equity and regulatory based requirements are managed in such a way that the Group does not jeopardise the profitability of its business and the financial strength of the Group. Capital ratios are the main communication vehicle for capital strength. Good risk management notwithstanding, the Group must keep capital buffers against unexpected losses.

The SEB Group capital management is centralised, and also meets the local requirements as regards statutory and internal capital. In accordance with the SEB Group Capital Policy the parent company shall promptly arrange for additional capital if the Bank requires capital injections to meet the agreed level.

The Internal Capital Adequacy Assessment Process ("ICAAP") is performed for SEB Group and all material legal entities. The process is coordinated by Group Treasury and subsidiaries' ICAAPs are part of the SEB Group's ICAAP. The ICAAP is a continuous process within SEB, closely interrelated with the strategy and business planning, risk strategy and financial planning processes. Subsidiaries' ICAAPs are performed locally by the risk and treasury functions in close cooperation with the corresponding Group functions.

The ICAAP Framework shall be approved by the Bank's Management Board and the Supervisory Council. The ICAAP framework is revised on a yearly basis. The framework shall be maintained by the Bank's Treasury in coordination with the SEB Group. Any changes or amendments hereto must be approved by the Management Board and the Supervisory Council and proposed by the Bank's Treasury after approval by the SEB Group. The focus of the SEB Group lies on the methodology, while the Bank's Treasury focuses on processes, monitoring, reporting and compliance with Lithuanian regulations.

Own funds and capital requirements

Table 1. Balance sheet reconciliation

	31 Dec 2017		Cross reference to the own funds template
	Financial Group	Group	
Cash on hand	118,828	118,828	
Balances with the Central Bank	1,105,066	1,105,066	
Due from banks	214,052	214,052	
Government securities available for sale	15,902	15,902	
Financial assets at fair value through profit and loss	379,096	379,096	
Derivative financial instruments	47,549	47,549	
Loans to credit institutions	6,994	6,994	
Loans to customers	5,136,397	5,136,397	
Finance lease receivables	602,694	602,694	
Investment securities:	-	-	
– loans and receivables	-	-	
– available for sale	4,143	4,143	
– held to maturity	-	-	
Investments in subsidiaries	-	-	
Intangible assets	4,646	4,646	a
Property and equipment	7,953	7,953	
Assets under operating lease	-	-	
Non current assets held for sale	181	181	
Investment property	2,015	2,015	
Deferred tax asset	11,004	11,004	
<i>of which deferred tax assets that rely on future profitability excluding those arising from temporary differences</i>	7,651	-	b
Other assets	61,121	61,121	
Total assets	7,717,641	7,717,641	
Liabilities			
Due to the Central Bank	13	13	
Due to credit institutions	1,398,625	1,398,625	
Derivative financial instruments	45,249	45,249	
<i>of which gains or losses on liabilities valued at fair value resulting from changes in own credit standing</i>	1,860	-	c
Deposits from public	5,411,527	5,411,527	
Accrued expenses	13,080	13,080	
Income tax payable	1,187	1,187	
Deferred tax liabilities	-	-	
Debt securities in issue	526	526	
Other liabilities and provisions	79,861	79,860	
Total liabilities	6,950,068	6,950,067	
Share capital	299,564	299,564	
<i>of which CET1 paid-in share capital</i>	299,564	-	d
Reserve capital	637	637	
<i>of which other reserves</i>	637	-	e
Financial assets revaluation reserve	1,097	1,097	
<i>of which other comprehensive income</i>	1,097	-	e
Legal, general and other reserves	159,952	159,952	
<i>of which funds for general banking risk</i>	159,391	-	f
Net income for the period and retained earnings	306,323	306,324	
<i>of which retained earnings</i>	212,446	-	g
Total equity	767,573	767,574	
Total liabilities and equity	7,717,641	7,717,641	

Table 2. Capital adequacy overview

	31 Dec 2017	31 Dec 2016
Own funds		
Common Equity Tier 1 capital	647,260	657,385
Tier 1 capital	647,260	657,385
Total own funds	656,935	664,763
Own funds requirement		
Risk exposure amount	3,288,180	3,411,093
Expressed as own funds requirement	263,054	272,887
Common Equity Tier 1 capital ratio	19.7%	19.3%
Tier 1 capital ratio	19.7%	19.3%
Total capital ratio	20.0%	19.5%
Own funds in relation to own funds requirement	2.50	2.44
Regulatory Common Equity Tier 1 capital requirement including buffer ¹⁾	9.0%	9.0%
of which capital conservation buffer requirement	2.5%	2.5%
of which countercyclical capital buffer requirement	0%	0%
of which : Global Systemically Important Institutions (G-SII) or Other Systemically Important Institutions (O-SII) buffer	2.0%	2.0%
Common Equity Tier 1 capital available to meet buffer ²⁾	15.2%	14.8%
Transitional floor 80% of capital requirement according to Basel I		
Minimum floor own funds requirement according to Basel I	340,844	332,025
Own funds according to Basel I	668,208	693,199
Own funds in relation to own funds requirement Basel I	1.96	2.09
Leverage ratio		
Exposure measure for leverage ratio calculation	8,458,033	8,184,352
of which on balance sheet items	7,752,681	7,582,325
of which off balance sheet items	705,352	602,027
Leverage ratio	7.7%	8.0%

¹⁾ Includes only Pillar I general minimum capital requirements.

²⁾ CET1 ratio less minimum capital requirement of 4.5% excluding buffers. In addition to the CET1 requirements there is a total capital requirement of additional 3.5%.

Table 3. Overview of risk exposure amounts

Breakdown by Risk Type	Risk Exposure Amount		Minimum own funds requirements
	31 Dec 2017	31 Dec 2016	31 Dec 2017
Credit risk (excluding counterparty credit risk) (CCR)	3,032,173	3,134,919	242,574
<i>of which standardised approach (SA)</i>	263,108	476,422	21,049
<i>of which foundation internal rating-based (F-IRB) approach</i>	2,289,020	2,140,014	183,122
<i>of which advanced internal rating-based (A-IRB) approach</i>	480,045	518,483	38,404
Counterparty credit risk	22,331	50,086	1,786
<i>of which Marked to market</i>	22,331	49,998	1,786
<i>of which CVA</i>	-	88	-
Settlement risk	-	-	-
Securitisation exposures in banking book	-	-	-
Market risk	55,288	57,900	4,423
<i>of which standardised approach</i>	55,288	57,900	4,423
Large exposures	-	-	-
Operational risk	178,388	168,188	14,271
<i>of which advanced measurement approach</i>	178,388	168,188	14,271
Amounts below the thresholds for deduction (subject to 250% risk weight) 1)	-	-	-
Floor adjustment	-	-	-
Total	3,288,180	3,411,093	263,054

Total risk exposure amount remained stable over the year and as at 31 December 2017 was equal to EUR 3.3bn (EUR 3.4bn as at 31 December 2016). Counterparty credit risk RWA and operational risk decreased due to volume changes. Credit risk exposure amount and operational risk exposure amount were stable.

Table 4. Transitional own funds

Disclosure according to Article 5 in EU Regulation No 1423/2013

	31 Dec 2017	31 Dec 2016	BS Cross reference
Common Equity Tier 1 (CET1) capital: instruments and reserves			
1 Capital instruments and the related share premium accounts	299,564	299,564	d
of which: ordinary shares	299,564	299,564	
2 Retained earnings	212,446	257,744	g
Accumulated other comprehensive income (and other reserves, to include unrealised			
3 gains and losses under the applicable accounting standards)	1,734	673	e
3a Funds for general banking risk	159,391	141,858	f
Amount of qualifying items referred to in Article 484 (3) and the related share premium			
4 accounts subject to phase out from CET1	-	-	
5 Minority Interests (amount allowed in consolidated CET1)	-	-	
5a Independently reviewed interim profits net of any foreseeable charge or dividend	-	-	
6 Common Equity Tier 1 (CET1) capital before regulatory adjustments	673,135	699,839	
Common Equity Tier 1 (CET1) capital: regulatory adjustments			
7 Additional value adjustments (negative amount)	- 414	- 497	
8 Intangible assets (net of related tax liability) (negative amount)	- 4,646	- 6,641	a
Deferred tax assets that rely on future profitability excluding those arising from			
temporary differences (net of related tax liability where the conditions in Article 38 (3)			
10 are met) (negative amount)	- 7,651	- 21,729	b
11 Fair value reserves related to gains or losses on cash flow hedges	-	-	
12 Negative amounts resulting from the calculation of expected loss amounts	- 10,699	- 9,761	
13 Any increase in equity that results from securitised assets (negative amount)	-	-	
Gains or losses on liabilities valued at fair value resulting from changes in own credit			
14 standing	- 1,860	- 3,029	c
15 Defined-benefit pension fund assets (negative amount)	-	-	
16 Direct and indirect holdings by an institution of own CET1 instruments (negative amount)	-	-	
Holdings of the CET1 instruments of financial sector entities where those entities have			
reciprocal cross holdings with the institution designed to inflate artificially the own funds			
17 of the institution (negative amount)	-	-	
Direct and indirect holdings by the institution of the CET1 instruments of financial sector			
entities where the institution does not have a significant investment in those entities			
18 (amount above the 10% threshold and net of eligible short positions) (negative amount)	-	-	
Direct, indirect and synthetic holdings by the institution of the CET1 instruments of			
financial sector entities where the institution has a significant investment in those			
19 entities (amount above 10% threshold and net of eligible short positions) (negative			
19 amount)	-	-	
Exposure amount of the following items which qualify for a RW of 1250%, where the			
20a institution opts for the deduction alternative	-	-	
20b of which qualifying holdings outside the financial sector (negative amount)	-	-	
20c of which: securitisation positions (negative amount)	-	-	
20d of which: free deliveries (negative amount)	-	-	
Deferred tax assets arising from temporary differences (amount above 10% threshold,			
21 net of related tax liability where the conditions in 38 (3) are met) (negative amount)	-	-	
22 Amount exceeding the 17,65% threshold (negative amount)	-	-	
of which: direct and indirect holdings by the institution of the CET1 instruments of			
financial sector entities where the institution has a significant investment in those			
23 entities	-	-	
25 of which: deferred tax assets arising from temporary differences	-	-	
25a Losses for the current financial year (negative amount)	-	-	
25b Foreseeable tax charges relating to CET1 items (negative amount)	-	-	
26 Regulatory adjustments applied to Common Equity Tier 1 in respect of amounts subject			
to pre-CRR treatment	-	-	
26a Regulatory adjustments relating to unrealised gains and losses pursuant to Article 467			
and 468	-	-	
26b Amount to be deducted from or added to Common Equity Tier 1 capital with regard to			
additional filters and deductions required pre CRR	- 605	- 797	
Qualifying AT1 deductions that exceed the AT1 capital of the institution (negative			
27 amount)	-	-	
28 Total regulatory adjustments to Common equity Tier 1 (CET1)	- 25,875	- 42,454	
29 Common Equity Tier 1 (CET1) capital	647,260	657,385	

Table 4. Transitional own funds (continued)

	31 Dec 2017	31 Dec 2016	BS Cross reference
Additional Tier 1 (AT1) capital: instruments			
30	-	-	
31	-	-	
32	-	-	
33	-	-	
34	-	-	
35	-	-	
36	-	-	
Additional Tier 1 (AT1) capital: regulatory adjustments			
37	-	-	
38	-	-	
39	-	-	
40	-	-	
41	-	-	
41a	-	-	
41b	-	-	
41c	-	-	
42	-	-	
43	-	-	
44	-	-	
45	647,260	657,385	
Tier 2 (T2) capital: instruments and provisions			
46	-	-	
47	-	-	
48	-	-	
49	-	-	
50	9,456	7,356	
51	9,456	7,356	
Tier 2 (T2) capital: regulatory adjustments			
52	-	-	
53	-	-	
54	-	-	
54a	-	-	

Table 4. Transitional own funds (continued)

	31 Dec 2017	31 Dec 2016	BS Cross reference
54b			
of which holdings existing before 1 January 2013 and subject to transitional arrangements	-	-	
Direct and indirect holdings by the institution of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)	-	-	
55			
Regulatory adjustments applied to tier 2 in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase out as prescribed in Regulation (EU) No 575/2013 (i.e. CRR residual amounts)	-	-	
56			
Residual amounts deducted from Tier 2 capital with regard to deduction from Common Equity Tier 1 capital during the transitional period pursuant to article 472 of Regulation (EU) No 575/2013	-	-	
56a			
Residual amounts deducted from Tier 2 capital with regard to deduction from Additional Tier 1 capital during the transitional period pursuant to article 475 of Regulation (EU) No 575/2013	-	-	
56b			
Amounts to be deducted from or added to Tier 2 capital with regard to additional filters and deductions required pre- CRR	219	22	
56c			
57 Total regulatory adjustments to Tier 2 (T2) capital	219	22	
58 Tier 2 (T2) capital	9,675	7,378	
59 Total capital (TC = T1 + T2)	656,935	664,763	
Risk weighted assets in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase out as prescribed in Regulation (EU) No 575/2013 (i.e. CRR residual amount)	-	-	
59a			
60 Total risk weighted assets	3,288,180	3,411,093	
Capital ratios and buffers			
61 Common Equity Tier 1 (as a percentage of risk exposure amount)	19.7%	19.3%	
62 Tier 1 (as a percentage of risk exposure amount)	19.7%	19.3%	
63 Total capital (as a percentage of risk exposure amount)	20.0%	19.5%	
Institution specific buffer requirement (CET1 requirement in accordance with article 92 (1) (a) plus capital conservation and countercyclical buffer requirements, plus systemic risk buffer, plus the systemically important institution buffer (G-SII or O-SII buffer), expressed as a percentage of risk exposure amount)	9.0%	9.0%	
64			
of which : capital conservation buffer requirements	2.5%	2.5%	
65			
of which : countercyclical buffer requirements	0.0%	0.0%	
66			
of which : systemic risk buffer requirements	-	-	
of which : Global Systemically Important Institutions (G-SII) or Other Systemically Important Institutions (O-SII) buffer	2.0%	2.0%	
67a			
Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount)	15.2%	14.8%	
68			
Amounts below the thresholds for deduction (before risk weighting)			
Direct and indirect holdings of the capital of financial sector entities where the institution does not have a significant investment in those entities (amount below 10% threshold and net of eligible short positions)	-	-	
72			
Direct and indirect holdings by the institution of the CET 1 instruments of financial sector entities where the institution has a significant investment in those entities (amount below 10% threshold and net of eligible short positions)	-	-	
73			
Deferred tax assets arising from temporary differences (amount below 10% threshold, net of related tax liability where the conditions in Article 38 (3) are met)	7,651	21,729	
75			
Applicable caps on the inclusion of provisions in Tier 2			
Credit risk adjustments included in T2 in respect of exposures subject to standardized approach (prior to the application of the cap)	-	-	
76			
Cap on inclusion of credit risk adjustments in T2 under standardised approach	-	-	
77			
Credit risk adjustments included in T2 in respect of exposures subject to internal ratings-based approach (prior to the application of the cap)	9,456	7,356	
78			
Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach	9,456	7,356	
79			
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2013 and 1 Jan 2022)			
80 Current cap on CET1 instruments subject to phase out arrangements	-	-	
Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	-	-	
81			
Current cap on AT1 instruments subject to phase out arrangements	-	-	
Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	-	-	
82			
Current cap on T2 instruments subject to phase out arrangements	-	-	
Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	-	-	
83			
84			
85			

Table 5. Capital instruments' main features

Disclosure according to Article 3 in EU Regulation No 1423/2013

31 Dec 2017		
1	Issuer	AB SEB bankas, reg.No 125277981
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	LT0000101347
3	Governing law(s) of the instrument	Law on Companies of Republic of Lithuania
Regulatory treatment		
4	Transitional CRR rules	Common Equity Tier 1
5	Post-transitional CRR rules	Common Equity Tier 1
6	Eligible at solo/(sub-)consolidated/ solo&(sub-)consolidated	Solo & consolidated
7	Instrument type (types to be specified by each jurisdiction)	Ordinary shares
8	Amount recognised in regulatory capital (Currency in million, as of most recent reporting date)	EUR 299,6 million
9	Nominal amount of instrument	EUR 299,6 million
9a	Issue price	par value EUR 19.4
9b	Redemption price	N/A
10	Accounting classification	Shareholders' equity
11	Original date of issuance	29-Nov-1990
12	Perpetual or dated	Perpetual
13	Original maturity date	Perpetual
14	Issuer call subject to prior supervisory approval	No
15	Optional call date, contingent call dates and redemption amount	N/A
16	Subsequent call dates, if applicable	N/A
Coupons / dividends		
17	Fixed or floating dividend/coupon	Floating
18	Coupon rate and any related index	Not related
19	Existence of a dividend stopper	No
20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Fully discretionary
20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Fully discretionary
21	Existence of step up or other incentive to redeem	No
22	Non-cumulative or cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger(s)	N/A
25	If convertible, fully or partially	N/A
26	If convertible, conversion rate	N/A
27	If convertible, mandatory or optional conversion	N/A
28	If convertible, specify instrument type convertible into	N/A
29	If convertible, specify issuer of instrument it converts into	N/A
30	Write-down features	No
31	If write-down, write-down trigger(s)	N/A
32	If write-down, full or partial	N/A
33	If write-down, permanent or temporary	N/A
34	If temporary write-down, description of write-up mechanism	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	N/A
36	Non-compliant transitioned features	No
37	If yes, specify non-compliant features	N/A

N/A inserted if the question is not applicable.

Table 6. Geographical distribution of credit exposures relevant for the calculation of the countercyclical capital buffer

Disclosure according to EU Regulation No 1555/2015

31 Dec 2017	General credit exposures		Trading book exposure	Securitisation exposure			Own funds requirements			Total	Own funds requirement weights	Countercyclical capital buffer rate
	Exposure value for SA	Exposure value IRB	Sum of long and short position of trading book	Value of trading book exposure for internal models	Exposure value for SA	Exposure value for IRB	Of which: General credit exposures	Of which: Trading book exposures	Of which: Securitisation exposures			
Breakdown by country												
Sweden	261	46,755	-	-	-	-	2,256	-	-	2,256	1.0%	2.0%
Norway	22	4,635	-	-	-	-	68	-	-	68	0.0%	2.0%
Lithuania	362,984	5,935,300	13,770	-	-	-	223,687	1,102	-	224,789	96.8%	0.0%
Other	4,362	151,997	39	-	-	-	5,219	3	-	5,222	2.2%	0.0%
Total	367,629	6,138,687	13,809	-	-	-	231,230	1,105	-	232,335	100%	

Table 7. Amount of institution-specific countercyclical capital buffer

Disclosure according to EU Regulation No 1555/2015

31 Dec 2017	
Total risk exposure amount	3,288,180
Institution specific countercyclical buffer rate	0.0%
Institution specific countercyclical buffer requirement	-

Table 8. Leverage ratio

Disclosure according to EU Regulation 2016/200

Summary reconciliation of accounting assets and leverage ratio exposures	Applicable amount
1 Total assets as per published financial statements	7,717,641
Adjustment for entities which are consolidated for accounting purposes but are outside the scope of regulatory consolidation	-
(Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting framework but excluded from the leverage ratio total exposure measure in accordance with Article 429(13) of Regulation (EU) No 575/2013)	-
4 Adjustments for derivative financial instruments	59,987
5 Adjustment for securities financing transactions (SFTs)	-
Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	705,352
(Adjustment for intragroup exposures excluded from the leverage ratio total exposure measure in accordance with Article 429(7) of Regulation (EU) No 575/2013)	-
(Adjustment for exposures excluded from the leverage ratio total exposure measure in accordance with Article 429(14) of Regulation (EU) No 575/2013)	-
7 Other adjustments	- 24,947
8 Leverage ratio total exposure measure	8,458,033

Leverage ratio common disclosure	CRR leverage ratio exposures
On-balance sheet exposures (excluding derivatives and SFTs)	
1 On-balance sheet items (excluding derivatives, SFTs and fiduciary assets, but including collateral)	7,670,634
2 (Asset amounts deducted in determining Tier 1 capital)	- 25,489
Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)	7,645,145
Derivative exposures	
4 Replacement cost associated with all derivatives transactions (ie net of eligible cash variation margin)	48,086
5 Add-on amounts for PFE associated with all derivatives transactions (mark- to-market method)	59,450
EU-5a Exposure determined under Original Exposure Method	-
Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework	-
7 (Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-
8 (Exempted CCP leg of client-cleared trade exposures)	-
9 Adjusted effective notional amount of written credit derivatives	-
10 (Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-
11 Total derivatives exposures (sum of lines 4 to 10)	107,536
SFT exposures	
12 Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	-
13 (Netted amounts of cash payables and cash receivables of gross SFT assets)	-
14 Counterparty credit risk exposure for SFT assets	-
Derogation for SFTs: Counterparty credit risk exposure in accordance with Articles 429b(4) and 222 of Regulation (EU) No 575/2013	-
15 Agent transaction exposures	-
EU-15a (Exempted CCP leg of client-cleared SFT exposure)	-
16 Total securities financing transaction exposures (sum of lines 12 to 15a)	-
Other off-balance sheet exposures	
17 Off-balance sheet exposures at gross notional amount	1,535,183
18 (Adjustments for conversion to credit equivalent amounts)	- 829,831
19 Other off-balance sheet exposures (sum of lines 17 and 18)	705,352
Exempted exposures in accordance with Article 429(7) and (14) of Regulation (EU) No 575/2013 (on and off balance sheet)	
(Intragroup exposures (solo basis) exempted in accordance with Article 429(7) of Regulation (EU) No 575/2013 (on and off balance sheet))	-
(Exposures exempted in accordance with Article 429 (14) of Regulation (EU) No 575/2013 (on and off balance sheet))	-
Capital and total exposure measure	
20 Tier 1 capital	647,260
21 Leverage ratio total exposure measure (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)	8,458,033
Leverage ratio	
22 Leverage ratio	7.7%
Choice on transitional arrangements and amount of derecognised fiduciary items	
EU-23 Choice on transitional arrangements for the definition of the capital measure	Transitional
EU-24 Amount of derecognised fiduciary items in accordance with Article 429(11) of Regulation (EU) No 575/2013	-

Table 8. Leverage ratio (continued)

Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures)	CRR leverage ratio exposures
EU-1 Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	-
EU-2 Trading book exposures	-
EU-3 Banking book exposures, of which:	7,644,566
EU-4 Covered bonds	-
EU-5 Exposures treated as sovereigns	1,578,190
EU-6 Exposures to regional governments, MDB, international organisations and PSE not treated as sovereigns	-
EU-7 Institutions	474,675
EU-8 Secured by mortgages of immovable properties	3,912,523
EU-9 Retail exposures	192,569
EU-10 Corporate	1,129,194
EU-11 Exposures in default	147,523
EU-12 Other exposures (eg equity, securitisations, and other non-credit obligation assets)	209,892

Table LRQua: Free format text boxes for disclosure on qualitative items

The leverage ratio is considered in the capital and risk management and planning. The leverage ratio is frequently monitored and risks involved are assessed.

In 2017, there were no significant factors impacting the leverage ratio.

Credit exposure

Table 9. Total and average net amount of exposures

	31 Dec 2017		31 Dec 2016	
	Net value of exposures at the end of the period	Average net exposures over the period	Net value of exposures at the end of the period	Average net exposures over the period
Central governments or central banks	-	-	-	-
Institutions	74,834	47,929	47,686	38,099
Corporates	4,524,515	4,338,438	4,141,663	4,021,209
of which large corporates	1,431,490	1,436,555	1,446,261	1,450,497
of which SME corporates	2,886,063	2,595,467	2,286,802	1,754,531
of which Specialised Lending	206,962	306,416	408,600	816,181
Retail	2,461,982	2,400,628	2,300,447	2,226,073
of which secured by immovable property	2,351,448	2,287,070	2,187,679	2,117,347
of which retail SME	47,187	50,878	53,831	51,395
of which other retail exposures	63,347	62,680	58,937	57,331
Total IRB approach	7,061,331	6,786,995	6,489,796	6,285,381
Central governments or central banks	1,481,773	776,935	420,024	481,007
Other exposures	624,200	1,442,778	1,814,672	1,611,546
Total Standardised approach	2,105,973	2,219,713	2,234,696	2,092,553
Total	9,167,304	9,006,708	8,724,492	8,377,934

Table 10. Geographical breakdown of exposures

Net value of exposure	31 Dec 2017			31 Dec 2016		
	Lithuania	Other *	Total	Lithuania	Other *	Total
Central governments or central banks	-	-	-	-	-	-
Institutions	12,444	62,390	74,834	12,546	35,140	47,686
Corporates	4,362,284	162,231	4,524,515	4,077,377	64,286	4,141,663
of which large corporates	1,381,268	50,222	1,431,490	1,434,494	11,767	1,446,261
of which SME corporates	2,777,027	109,036	2,886,063	2,239,024	47,778	2,286,802
of which specialised lending	203,989	2,973	206,962	403,859	4,741	408,600
Retail exposures	2,431,756	30,226	2,461,982	2,282,894	17,553	2,300,447
of which secured by immovable property	2,321,287	30,161	2,351,448	2,170,198	17,481	2,187,679
of which retail SME	47,187	-	47,187	53,831	-	53,831
of which other retail exposures	63,282	65	63,347	58,865	72	58,937
Total IRB approach	6,806,484	254,847	7,061,331	6,372,817	116,979	6,489,796
Central governments or central banks	1,479,382	2,391	1,481,773	420,024	-	420,024
Other exposures	462,839	161,361	624,200	444,255	1,370,417	1,814,672
Total Standardised approach	1,942,221	163,752	2,105,973	864,279	1,370,417	2,234,696
Total	8,748,705	418,599	9,167,304	7,237,096	1,487,396	8,724,492

*On 31 December 2017 other countries mainly comprise Sweden, Estonia, China and Germany. On 31 December 2016 other countries mainly comprise Sweden, Great Britain, China and Germany.

Table 11. Concentration of exposures by industry

	Banks	Finance and insurance	Wholesale and retail	Transportation	Shipping	Business and household services	Construction	Manufacturing	Agriculture, forestry and fishing	Mining, oil and gas extraction	Electricity, water and gas supply	Commercial real estate management	Residential real estate management	Public Administration	Household mortgage	Other
31 Dec 2017																
Central governments or central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Institutions	62,830	11,955	-	-	-	49	-	-	-	-	-	-	-	-	-	-
Corporates	-	3,620	1,343,244	396,201	6,032	289,294	191,638	492,222	201,800	13,404	658,866	873,384	-	-	-	54,810
of which large corporates	-	-	900,446	56,914	-	88,205	24,854	207,478	-	-	153,547	42	-	-	-	4
of which SME corporates	-	3,620	442,771	331,466	3,059	201,089	115,781	284,744	201,800	13,404	446,654	786,869	-	-	-	54,806
of which Specialised Lending	-	-	27	7,821	2,973	-	51,003	-	-	-	58,665	86,473	-	-	-	-
Retail	-	338	33,723	4,343	3	9,711	7,178	17,648	34,396	171	1,080	4,842	-	-	2,282,900	65,649
of which secured by real estate property	-	149	17,325	1,649	-	4,364	3,486	8,255	26,304	149	751	4,728	-	-	2,282,900	1,388
of which retail SME	-	189	16,398	2,694	3	5,347	3,692	9,393	8,092	22	329	114	-	-	-	914
of which other retail exposures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	63,347
Total IRB approach	62,830	15,913	1,376,967	400,544	6,035	299,054	198,816	509,870	236,196	13,575	659,946	878,226	-	-	2,282,900	120,459
Central governments or central banks	1,105,066	-	-	-	-	-	-	-	-	-	-	-	-	368,929	-	7,778
Other exposures	162,575	4,259	15,782	6,908	1	11,014	6,147	7,195	12,592	95	379	2,144	-	-	284	394,825
Total Standardised approach	1,267,641	4,259	15,782	6,908	1	11,014	6,147	7,195	12,592	95	379	2,144	-	368,929	284	402,603
Total	1,330,471	20,172	1,392,749	407,452	6,036	310,068	204,963	517,065	248,788	13,670	660,325	880,370	-	368,929	2,283,184	523,062
31 Dec 2016																
Central governments or central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Institutions	36,086	11,600	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Corporates	-	29,230	1,182,423	273,463	7,976	309,339	143,164	467,012	126,956	13,136	686,778	870,069	540	-	-	31,577
of which large corporates	-	1,767	716,010	103,056	-	88,895	10,905	224,138	-	-	301,477	9	-	-	-	4
of which SME corporates	-	11,504	466,398	170,407	3,234	211,152	121,995	242,874	126,956	13,136	309,481	577,552	540	-	-	31,573
of which Specialised Lending	-	15,959	15	-	4,742	9,292	10,264	-	-	-	75,820	292,508	-	-	-	-
Retail	-	14	38,676	5,495	3	9,195	7,346	15,453	35,209	215	1,021	4,479	6	-	2,122,256	61,079
of which secured by real estate property	-	-	20,047	1,747	-	3,896	3,120	7,881	22,217	173	733	4,229	1	-	2,122,256	1,379
of which retail SME	-	14	18,629	3,748	3	5,299	4,226	7,572	12,992	42	288	250	5	-	-	763
of which other retail exposures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	58,937
Total IRB approach	36,086	40,844	1,221,099	278,958	7,979	318,534	150,510	482,465	162,165	13,351	687,799	874,548	546	-	2,122,256	92,656
Central governments or central banks	61,501	-	-	-	-	-	-	-	-	-	-	-	-	358,523	-	-
Other exposures	1,371,607	3,509	17,384	6,627	4	9,683	5,937	6,609	7,614	126	450	2,249	-	-	322	382,551
Total Standardised approach	1,433,108	3,509	17,384	6,627	4	9,683	5,937	6,609	7,614	126	450	2,249	-	358,523	322	382,551
Total	1,469,194	44,353	1,238,483	285,585	7,983	328,217	156,447	489,074	169,779	13,477	688,249	876,797	546	358,523	2,122,578	475,207

Table 12. Maturity of exposures

31 Dec 2017	Net exposure value				No stated maturity	Total
	On demand	<= 1 year	> 1 year <= 5 years	> 5 years		
Central governments or central banks	-	-	-	-	-	-
Institutions	57,322	16,900	228	384	-	74,834
Corporates	-	1,723,162	2,247,940	553,413	-	4,524,515
of which large corporates	-	772,068	474,534	184,888	-	1,431,490
of which SME corporates	-	932,800	1,674,626	278,637	-	2,886,063
of which Specialised Lending	-	18,294	98,780	89,888	-	206,962
Retail	-	89,564	149,407	2,223,011	-	2,461,982
of which secured by real estate property	-	53,090	77,187	2,221,171	-	2,351,448
of which retail SME	-	31,969	14,076	1,142	-	47,187
of which other retail exposures	-	4,505	58,144	698	-	63,347
Total IRB approach	57,322	1,829,626	2,397,575	2,776,808	-	7,061,331
Central governments or central banks	1,105,066	101,228	275,479	-	-	1,481,773
Other exposures	22,183	187,551	191,853	36,369	186,244	624,200
Total Standardised approach	1,127,249	288,779	467,332	36,369	186,244	2,105,973
Total	1,184,571	2,118,405	2,864,907	2,813,177	186,244	9,167,304

31 Dec 2016	Net exposure value				No stated maturity	Total
	On demand	<= 1 year	> 1 year <= 5 years	> 5 years		
Central governments or central banks	-	-	-	-	-	-
Institutions	20,658	25,546	1,392	90	-	47,686
Corporates	-	1,556,271	2,094,749	490,643	-	4,141,663
of which large corporates	-	672,120	632,214	141,927	-	1,446,261
of which SME corporates	-	822,995	1,198,741	265,066	-	2,286,802
of which Specialised Lending	-	61,156	263,794	83,650	-	408,600
Retail	-	95,236	145,953	2,059,258	-	2,300,447
of which secured by real estate property	-	55,692	74,465	2,057,522	-	2,187,679
of which retail SME	-	34,492	18,121	1,218	-	53,831
of which other retail exposures	-	5,052	53,367	518	-	58,937
Total IRB approach	20,658	1,677,053	2,242,094	2,549,991	-	6,489,796
Central governments or central banks	61,501	75,215	283,308	-	-	420,024
Other exposures	1,371,653	42,313	191,011	25,470	184,225	1,814,672
Total Standardised approach	1,433,154	117,528	474,319	25,470	184,225	2,234,696
Total	1,453,812	1,794,581	2,716,413	2,575,461	184,225	8,724,492

Credit risk mitigation

Depending on the creditworthiness of the customer, as well as the nature and complexity of the transaction, collateral and netting agreements can be used to a varying extent to mitigate the credit risk. In the selection of a particular credit risk mitigation technique, consideration is given to its suitability for the product and customer in question, its legal enforceability, and on the experience and capacity to manage and control the particular technique. The most important credit risk mitigation techniques are pledges and guarantees. The most common types of pledges are real estate, floating charges and financial securities.

For large corporate customers, credit risk is commonly mitigated through the use of restrictive covenants in the credit agreements, including negative pledges. Independent and professional credit analysis is particularly important for this customer segment. A credit analysis function within the Corporates and Institutions Area provides independent analysis and credit opinions to business units throughout the bank where relevant as well as to the credit committees.

All non-retail collateral values are reviewed at least annually by the relevant credit committees. Collateral values for watch-listed engagements are reviewed on a more frequent basis. The general rule is that the value of the collateral shall be calculated on the basis of the estimated market value of the asset with a conservative discount. The market value shall be documented by an independent external valuation or, when applicable, by a well justified internal estimate.

The general control process for various credit risk mitigation techniques includes credit review and approval requirements, specific credit product policies and credit risk monitoring and control. The value of both the exposure and the mitigating collateral are monitored on a regular basis. The frequency depends on the type of counterparty, the structure of the transaction and the type of collateral.

The most common collateral is the real estate and from exposures secured by collateral, the commercial real estate made 39%, residential real estate 54% and other collateral types (floating charges, financial collaterals, etc.) made 7%.

Table 13. Credit risk mitigation techniques

	Exposures unsecured - Carrying amount	Exposures secured - Carrying amount	Exposures secured by collateral	Exposures secured by financial guarantees	Exposures secured by credit derivatives
31 Dec 2017					
Total loans	2,887,086	4,178,117	3,674,375	503,742	-
Total debt securities	368,929	-	-	-	-
Total exposures	3,256,015	4,178,117	3,674,375	503,742	-
Of which defaulted	34,647	64,978	55,668	9,310	-

	Exposures unsecured - Carrying amount	Exposures secured - Carrying amount	Exposures secured by collateral	Exposures secured by financial guarantees	Exposures secured by credit derivatives
31 Dec 2016					
Total loans	2,964,778	3,835,233	3,462,287	372,946	-
Total debt securities	358,525	-	-	-	-
Total exposures	3,323,303	3,835,233	3,462,287	372,946	-
Of which defaulted	62,067	90,380	76,356	14,023	-

Credit quality

The definitions of past due and impaired loans as well as the Bank's impairment process are described in the Notes to the Financial Statements, Note 3 - Summary of Significant Accounting Policies, Financial Risk Management and Fair Value Disclosures. A financial asset is past due when any amount of principal, interest or fee has not been paid by a counterparty at the date it was contractually due.

Table 14. Credit quality of exposures by exposure class and instrument

	a		c	d	e	f	g
	Defaulted exposures	Non-defaulted exposures	Specific credit risk adjustment	General credit risk adjustment	Accumulated write-offs	Credit risk adjustment charges of the period	Net values a+b-c-d
31 Dec 2017							
Central governments or central banks	-	-	-	-	-	-	-
Institutions	-	74,834	-	-	-	-	74,834
Corporates	86,703	4,485,208	47,396	-	183,189	3,297	4,524,515
of which large corporates	7,268	1,432,732	8,510	-	37,465	370	1,431,490
of which SME corporates	50,818	2,862,196	26,951	-	106,757	1,240	2,886,063
of which Specialised Lending	28,617	190,280	11,935	-	38,967	1,687	206,962
Retail exposures	73,770	2,414,561	26,349	-	133,721	676	2,461,982
of which secured by real estate property	69,313	2,305,285	23,150	-	92,095	251	2,351,448
of which retail SME	2,079	45,821	713	-	8,999	425	47,187
of which other retail exposures	2,378	63,455	2,486	-	32,627	-	63,347
Total IRB approach	160,473	6,974,603	73,745	-	316,910	3,973	7,061,331
Central governments or central banks	-	1,481,773	-	-	-	-	1,481,773
Other exposures	3,509	622,674	1,983	-	1,539	-	624,200
Total Standardised approach	3,509	2,104,447	1,983	-	1,539	-	2,105,973
Total	163,982	9,079,050	75,728	-	318,449	3,973	9,167,304
Of which: Loans	156,008	6,977,667	68,472	-	318,449	3,973	7,065,203
Of which: Debt securities	-	368,929	-	-	-	-	368,929
Of which: Off-balance-sheet exposures	7,974	1,527,209	7,256	-	-	-	1,527,927

	a		c	d	e	f	g
	Defaulted exposures	Non-defaulted exposures	Specific credit risk adjustment	General credit risk adjustment	Accumulated write-offs	Credit risk adjustment charges of the period	Net values a+b-c-d
31 Dec 2016							
Central governments or central banks	-	-	-	-	-	-	-
Institutions	1	47,685	-	-	-	-	47,686
Corporates	135,392	4,069,274	63,003	-	180,125	11,566	4,141,663
of which large corporates	15,275	1,441,461	10,475	-	38,931	-	1,446,261
of which SME corporates	82,447	2,242,192	37,837	-	96,264	11,279	2,286,802
of which Specialised Lending	37,670	385,621	14,691	-	44,930	287	408,600
Retail exposures	101,914	2,234,150	35,617	-	121,188	79	2,300,447
of which secured by real estate property	94,210	2,123,783	30,314	-	83,747	-	2,187,679
of which retail SME	2,591	51,899	659	-	8,425	79	53,831
of which other retail exposures	5,113	58,468	4,644	-	29,016	-	58,937
Total IRB approach	237,307	6,351,109	98,620	-	301,313	11,645	6,489,796
Central governments or central banks	-	420,024	-	-	-	-	420,024
Other exposures	5,693	1,811,934	2,955	-	639	-	1,814,672
Total Standardised approach	5,693	2,231,958	2,955	-	639	-	2,234,696
Total	243,000	8,583,067	101,575	-	301,952	11,645	8,724,492
Of which: Loans	231,165	6,661,290	92,444	-	301,952	11,645	6,800,011
Of which: Debt securities	-	358,525	-	-	-	-	358,525
Of which: Off-balance-sheet exposures	11,835	1,351,412	9,131	-	-	-	1,354,116

Table 15. Credit quality of exposures by industry

	a		c	d	e	f	g
	Defaulted exposures	Non-defaulted exposures	Specific credit risk adjustment	General credit risk adjustment	Accumulated write-offs	Credit risk adjustment charges of the period	Net values a+b-c-d
31 Dec 2017							
Banks	-	1,330,471	-	-	-	-	1,330,471
Finance and insurance	1	20,172	-	1	33	-	20,172
Wholesale and retail	12,577	1,387,123	5,372	1,579	22,383	553	1,392,749
Transportation	8,974	404,842	6,095	269	7,532	402	407,452
Shipping	8,351	5,647	5,378	2,584	10,751	949	6,036
Business and household services	4,348	305,887	36	131	6,585	31	310,068
Construction	11,880	197,921	3,521	1,317	149,832	833	204,963
Manufacturing	25,750	507,968	15,646	1,007	12,773	796	517,065
Agriculture, forestry and fishing	742	248,668	147	475	398	-	248,788
Mining, oil and gas extraction	-	13,671	-	1	2	-	13,670
Electricity, water and gas supply	-	660,456	-	131	2,099	-	660,325
Commercial real estate management	19,447	866,752	5,287	542	34,342	158	880,370
Residential real estate management	-	-	-	-	-	-	-
Public Administration	-	368,929	-	-	-	-	368,929
Household mortgage	68,756	2,237,832	17,615	5,789	71,546	251	2,283,184
Other	3,156	522,711	1,735	1,070	173	-	523,062
Total	163,982	9,079,050	60,832	14,896	318,449	3,973	9,167,304

	a		c	d	e	f	g
	Defaulted exposures	Non-defaulted exposures	Specific credit risk adjustment	General credit risk adjustment	Accumulated write-offs	Credit risk adjustment charges of the period	Net values a+b-c-d
31 Dec 2016							
Banks	1	1,469,193	-	-	-	-	1,469,194
Finance and insurance	1	44,354	-	2	33	-	44,353
Wholesale and retail	21,612	1,228,400	7,529	4,000	21,245	2,472	1,238,483
Transportation	11,946	280,757	6,658	460	7,316	4,715	285,585
Shipping	10,284	6,244	5,543	3,002	10,769	2,929	7,983
Business and household services	8,292	320,833	835	73	6,059	18	328,217
Construction	1,909	155,843	819	486	146,753	469	156,447
Manufacturing	41,296	469,555	20,621	1,156	11,745	946	489,074
Agriculture, forestry and fishing	3,678	166,724	458	165	371	-	169,779
Mining, oil and gas extraction	3	13,476	1	1	-	-	13,477
Electricity, water and gas supply	-	688,538	-	289	2,097	-	688,249
Commercial real estate management	42,836	848,006	11,901	2,144	32,207	92	876,797
Residential real estate management	6	542	2	-	-	-	546
Public Administration	-	358,523	-	-	-	-	358,523
Household mortgage	93,226	2,059,969	26,385	4,232	63,189	-	2,122,578
Other	7,910	472,110	3,704	1,109	168	-	475,207
Total	243,000	8,583,067	84,456	17,119	301,952	11,641	8,724,492

Table 16. Credit quality of exposures by geography

31 Dec 2017	a Gross carrying values of		c	d	e	f	g
	Defaulted exposures	Non-defaulted exposures	Specific credit risk adjustment	General credit risk adjustment	Accumulated write-offs	Credit risk adjustment charges of the period	Net values a+b-c-d
Lithuania	154,380	8,661,820	55,299	12,196	316,873	3,024	8,748,705
Other countries*	9,602	417,230	5,533	2,700	1,576	949	418,599
Total	163,982	9,079,050	60,832	14,896	318,449	3,973	9,167,304

31 Dec 2016	a Gross carrying values of		c	d	e	f	g
	Defaulted exposures	Non-defaulted exposures	Specific credit risk adjustment	General credit risk adjustment	Accumulated write-offs	Credit risk adjustment charges of the period	Net values a+b-c-d
Lithuania	231,491	7,098,318	78,646	14,067	300,517	8,712	7,237,096
Other countries*	11,509	1,484,749	5,810	3,052	1,435	2,929	1,487,396
Total	243,000	8,583,067	84,456	17,119	301,952	11,641	8,724,492

* Other countries for both years mainly comprise Sweden, Great Britain and China.

Table 17. Ageing of past due exposures

31 Dec 2017	a Gross carrying values		c	d	e	f
	≤ 30 days	> 30 days ≤ 60 days	> 60 days ≤ 90 days	> 90 days ≤ 180 days	> 180 days ≤ 1 year	> 1 year
Loans	273.813	13.326	13.084	14.501	8.483	79.117
Debt securities	-	-	-	-	-	-
Total exposures	273.813	13.326	13.084	14.501	8.483	79.117

31 Dec 2016	a Gross carrying values		c	d	e	f
	≤ 30 days	> 30 days ≤ 60 days	> 60 days ≤ 90 days	> 90 days ≤ 180 days	> 180 days ≤ 1 year	> 1 year
Loans	91.357	21.035	14.887	31.891	17.788	101.988
Debt securities	-	-	-	-	-	-
Total exposures	91.357	21.035	14.887	31.891	17.788	101.988

Table 18. Non-performing and forborne exposures

	a	c	d	e	f	g	h		j	k	l	m				
	Gross carrying values						Accumulated impairment and provisions and negative fair value adjustments due to credit risk				Collaterals and financial guarantees received					
	Of which performing but past due > 30 days and <= 90 days	Of which performing forbome	Of which non-performing			On performing exposures	On non-performing exposures		On non-performing exposures	Of which forbome	On non-performing exposures	Of which forbome exposures				
			Of which defaulted	Of which impaired	Of which forbome	Of which forbome		Of which forbome	Of which forbome							
31 Dec 2017																
Debt securities	368,929	-	-	-	-	-	-	-	-	-	-	-				
Loans and advances	7,133,675	12,514	50,639	188,457	156,008	84,526	114,475	-10,889	-	641	-	57,583	-	31,452	120,151	121,478
Off-balance-sheet exposures	1,535,183	-	27	7,979	7,974	-	-	-	2,808	-	-	4,448	-	-	-	-

	a	c	d	e	f	g	h		j	k	l	m				
	Gross carrying values						Accumulated impairment and provisions and negative fair value adjustments due to credit risk				Collaterals and financial guarantees received					
	Of which performing but past due > 30 days and <= 90 days	Of which performing forbome	Of which non-performing			On performing exposures	On non-performing exposures		On non-performing exposures	Of which forbome	On non-performing exposures	Of which forbome exposures				
			Of which defaulted	Of which impaired	Of which forbome	Of which forbome		Of which forbome	Of which forbome							
31 Dec 2016																
Debt securities	358,525	-	-	-	-	-	-	-	-	-	-	-				
Loans and advances	6,892,455	13,859	75,320	250,482	231,165	117,162	147,138	-13,042	-	1,696	-	79,402	-	42,963	153,837	157,465
Off-balance-sheet exposures	1,363,247	-	-	11,841	11,835	-	1	-	3,394	-	-	5,737	-	-	-	-

Table 19. Changes in stock of general and specific risk adjustments

	Accumulated specific credit risk adjustment	Accumulated general credit risk adjustment
31 Dec 2017		
Opening balance	- 92,444	-
Increases due to amounts set aside for estimated loan losses during the period	- 3,973	-
Decreases due to amounts reversed for estimated loan losses during the period	17,059	-
Decreases due to amounts taken against accumulated credit risk adjustments	9,969	-
Transfers between credit risk adjustments	-	-
Impact of exchange rate differences	-	-
Business combinations, including acquisitions and disposals of subsidiaries	-	-
Other adjustments	917	-
Closing balance	- 68,472	-
Recoveries on credit risk adjustments recorded directly to the statement of profit or loss	4,262	-
Specific credit risk adjustments directly recorded to the statement of profit or loss	- 11,352	-
31 Dec 2016		
Opening balance	- 124,704	-
Increases due to amounts set aside for estimated loan losses during the period	- 11,641	-
Decreases due to amounts reversed for estimated loan losses during the period	21,096	-
Decreases due to amounts taken against accumulated credit risk adjustments	22,436	-
Transfers between credit risk adjustments	-	-
Impact of exchange rate differences	-	-
Business combinations, including acquisitions and disposals of subsidiaries	-	-
Other adjustments	369	-
Closing balance	- 92,444	-
Recoveries on credit risk adjustments recorded directly to the statement of profit or loss	1,549	-
Specific credit risk adjustments directly recorded to the statement of profit or loss	- 6,932	-

Table 20. Changes in stock of defaulted and impaired loans and debt securities

	Gross carrying value defaulted exposures
31 Dec 2017	
Opening balance	231,165
Loans and debt securities that have defaulted or impaired since the last reporting period	24,295
Returned to non-defaulted status	- 84,094
Amounts written off	- 11,708
Other changes	- 3,650
Closing balance	156,008
31 Dec 2016	
Opening balance	296,396
Loans and debt securities that have defaulted or impaired since the last reporting period	46,099
Returned to non-defaulted status	- 91,771
Amounts written off	- 23,752
Other changes	4,193
Closing balance	231,165