

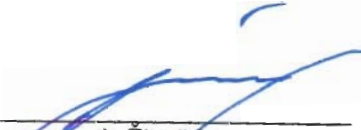


**AB SEB VILNIAUS BANKAS**

INTERIM FINANCIAL REPORT  
FOR THE THREE MONTH PERIOD ENDED  
31 MARCH 2007

**Profit and Loss Account**  
for the three month period ended 31 March  
(LTL 000s)

<u>The Group</u>			<u>The Bank</u>	
2007	2006		2007	2006
251,049	152,668	Interest income	223,561	127,756
<u>(117,630)</u>	<u>(62,587)</u>	Interest expenses	<u>(101,618)</u>	<u>(50,620)</u>
133,419	90,081	Net interest income	121,943	77,136
(5,421)	(2,227)	Provisions for loan impairment	(5,421)	(2,318)
(196)	(548)	Provisions for lease portfolio and other doubtful leasing assets	-	-
(121)	202	Provisions for guarantees	(121)	146
<u>(180)</u>	<u>8</u>	Other provisions	<u>(180)</u>	<u>(4)</u>
<u>(5,918)</u>	<u>(2,565)</u>		<u>(5,722)</u>	<u>(2,176)</u>
127,501	87,516	Net interest income after provisions	116,221	74,960
44,630	38,315	Net service charges and other income	39,300	30,568
1,624	4,992	Net gain on equity investments	36,927	(1)
1,795	(1,460)	Net gain on operations with debt securities and financial instruments	1,136	(1,147)
16,273	17,353	Net foreign exchange gain	17,278	16,336
<u>64,322</u>	<u>59,200</u>		<u>94,641</u>	<u>45,756</u>
19,270	11,800	Net insurance premium revenue	-	-
<u>(18,074)</u>	<u>(13,678)</u>	Gross insurance expenses	-	-
1,196	(1,878)	Net life insurance income	-	-
(10,494)	(8,719)	Deposit insurance expenses	(10,493)	(8,591)
<u>(39,511)</u>	<u>(33,959)</u>	Staff costs	<u>(34,741)</u>	<u>(26,844)</u>
<u>(34,566)</u>	<u>(35,283)</u>	Other administrative expenses	<u>(32,968)</u>	<u>(29,938)</u>
<u>(84,571)</u>	<u>(77,961)</u>		<u>(78,202)</u>	<u>(65,373)</u>
108,448	66,877	Profit before income tax	132,660	55,343
(18,539)	(12,404)	Income tax	(16,558)	(10,533)
<u>89,909</u>	<u>54,473</u>	Net income	<u>116,102</u>	<u>44,810</u>
		Attributable to:		
89,909	54,472	Equity holders of the parent	116,102	44,810
-	1	Minority interest	-	-
<u>89,909</u>	<u>54,473</u>		<u>116,102</u>	<u>44,810</u>
5.82	3.53	Earnings per share, attributable to equity holders of the parent (LTL)	7.52	2.90
5.82	3.53	Diluted earnings per share, attributable to equity holders of the parent (LTL)	7.52	2.90

  
A. Žiugžda  
President

  
A. Matusevičienė  
Chief Financial Officer

**Balance Sheet**  
(LTL 000s)

The Group			The Bank	
31 March 2007	31 December 2006		31 March 2007	31 December 2006
		<b>Assets</b>		
289,713	360,724	Cash in hand	289,713	360,724
598,872	949,532	Balances with the Central Banks	598,872	949,532
663,856	813,908	Due from banks, net	663,855	813,594
1,789,326	1,751,730	Treasury bills - available for sale	1,788,735	1,751,130
599,761	408,986	Financial assets designated at fair value through profit or loss	312,396	169,146
144,918	117,734	Derivative financial instruments	144,934	117,734
159,451	22,431	Loans to credit and financial institutions, net	1,301,923	936,547
14,089,951	13,221,093	Loans to customers, net	14,168,410	13,301,177
2,957,937	2,706,668	Finance lease receivable, net	-	-
354,189	160,325	Investment securities - available for sale	348,766	154,901
13,739	13,941	Investment securities - held to maturity	13,739	13,941
-	-	Investments in subsidiaries	89,208	89,208
183,201	184,196	Intangible fixed assets	182,473	183,380
55,526	58,453	Tangible fixed assets	54,034	56,959
14,339	14,951	Assets under operating lease	-	-
175,155	174,900	Investment property	35,632	35,632
2,272	2,201	Deferred tax asset	-	-
175,158	197,805	Other assets, net	136,160	129,435
<u>22,267,364</u>	<u>21,159,578</u>	<b>Total assets</b>	<u>20,128,850</u>	<u>19,063,040</u>
		<b>Liabilities</b>		
35	40	Amounts owed to the Central Banks	35	40
9,155,473	7,947,818	Amounts owed to credit and financial institutions	7,406,183	6,204,692
212,708	189,091	Derivative financial instruments	212,765	189,104
9,346,713	9,638,072	Deposits from the public	9,362,443	9,652,757
200,338	184,535	Technical provisions of life insurance	-	-
78,222	58,438	Liabilities to investment contract holders	-	-
30,950	32,169	Accrued expenses and deferred income	24,533	27,593
51,162	49,328	Income tax payable	43,764	32,916
499,212	493,662	Subordinated loans	499,212	493,662
940,014	894,945	Debt securities in issue	943,436	903,530
2,098	2,412	Deferred tax liability	1,999	2,359
154,148	160,757	Other liabilities and provisions	72,557	108,636
<u>20,671,073</u>	<u>19,651,267</u>	<b>Total liabilities</b>	<u>18,566,927</u>	<u>17,615,289</u>
		<b>Equity</b>		
		<b>Equity attributable to equity holders of the parent</b>		
1,034,575	1,034,575	Paid in capital	1,034,575	1,034,575
104	104	Reserve capital	2,200	2,200
(1,338)	591	Financial assets revaluation reserve	(1,353)	577
35,016	15,270	Legal reserve	31,348	11,888
9,338	9,338	General and other reserves	9,338	9,338
518,596	448,433	Retained earnings and net income for the period	485,815	389,173
1,596,291	1,508,311		1,561,923	1,447,751
-	-	<b>Minority interest</b>	-	-
1,596,291	1,508,311	<b>Total equity</b>	1,561,923	1,447,751
<u>22,267,364</u>	<u>21,159,578</u>	<b>Total liabilities and equity</b>	<u>20,128,850</u>	<u>19,063,040</u>
23.20%	12.70%	Return on Average Equity attributable to equity holders of the parent	30.90%	22.90%
1.66%	1.20%	Return on Average Total Assets	2.37%	1.78%


Vilnius, 25 May 2007

  
A. Ziugžda  
President

  
A. Matusevičienė  
Chief Financial Officer

Statement of Changes in Equity of the Group  
for the three month period ended 31 March 2007  
(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
31 December 2005	154,414	189,040	693,154	22,732	15,555	7,971	5,554	168,018	754	1,257,192
Net charge to financial assets revaluation reserve, net of deferred tax	-	-	-	(17,135)	-	-	-	-	-	(17,135)
Additional acquisition of SEB bank, Ukraine and retained earnings revaluation due to translation difference	-	-	-	-	-	-	-	43	(246)	(203)
Net charge to translation reserve	-	-	-	-	(1,863)	-	-	-	-	(1,863)
Net income for the period	-	-	-	-	-	-	-	54,472	1	54,473
<i>Net income recognised directly in equity</i>	-	-	-	(17,135)	(1,863)	-	-	54,515	(245)	35,272
Transfers to reserve	-	-	4,605	-	-	5,642	7,736	(17,983)	-	-
Other reserve transfers	-	-	-	-	-	-	(3,952)	3,952	-	-
<b>31 March 2006</b>	<b>154,414</b>	<b>189,040</b>	<b>697,759</b>	<b>5,597</b>	<b>13,692</b>	<b>13,613</b>	<b>9,338</b>	<b>208,502</b>	<b>509</b>	<b>1,292,464</b>
31 December 2006	1,034,575	-	104	591	-	15,270	9,338	448,433	-	1,508,311
Net charge to financial assets revaluation reserve, net of deferred tax	-	-	-	(1,929)	-	-	-	-	-	(1,929)
Net income for the period	-	-	-	-	-	-	-	89,909	-	89,909
<i>Net income recognised directly in equity</i>	-	-	-	(1,929)	-	-	-	89,909	-	87,980
Transfers to reserve	-	-	-	-	-	19,746	-	(19,746)	-	-
<b>31 March 2007</b>	<b>1,034,575</b>	<b>-</b>	<b>104</b>	<b>(1,338)</b>	<b>-</b>	<b>35,016</b>	<b>9,338</b>	<b>518,596</b>	<b>-</b>	<b>1,596,291</b>

  
A. Žilinskas  
President

  
A. Matusėvičienė  
Chief Financial Officer

**Statement of Changes in Equity of the Bank  
for the three month period ended 31 March 2007  
(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, net of deferred tax	-	-	-	(16,992)	-	-	-	(16,992)
Net income for the period	-	-	-	-	-	-	44,810	44,810
<i>Net income recognised directly in equity</i>	-	-	-	(16,992)	-	-	44,810	27,818
Transfers to reserve	-	-	-	-	5,400	7,736	(13,136)	-
Other reserve transfers	-	-	-	-	-	(3,952)	3,952	-
<b>31 March 2006</b>	<b>154,414</b>	<b>189,040</b>	<b>693,321</b>	<b>5,979</b>	<b>11,426</b>	<b>9,338</b>	<b>148,912</b>	<b>1,212,430</b>
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, net of deferred tax	-	-	-	(1,930)	-	-	-	(1,930)
Net income for the period	-	-	-	-	-	-	116,102	116,102
<i>Net income recognised directly in equity</i>	-	-	-	(1,930)	-	-	116,102	114,172
Transfers to reserve	-	-	-	-	19,460	-	(19,460)	-
<b>31 December 2007</b>	<b>1,034,575</b>	<b>-</b>	<b>2,200</b>	<b>(1,353)</b>	<b>31,348</b>	<b>9,338</b>	<b>485,815</b>	<b>1,561,923</b>

  
A. Žiugžda  
President

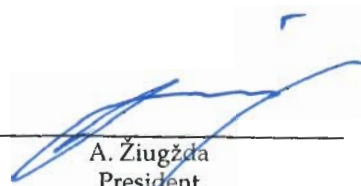
  
A. Matusevičienė  
Chief Financial Officer

**Statement of Cash Flows**  
for the three month period ended 31 March  
(LTL 000s)

<u>The Group</u>			<u>The Bank</u>	
2007	2006		2007	2006
		<b>Cash from operating activities:</b>		
247,340	156,000	Interest income received	219,852	128,720
(119,670)	(103,678)	Interest expenses paid	(103,658)	(57,693)
16,273	17,353	Net foreign exchange gain	17,278	16,336
		Net gain in securities trading and financial instruments	1,136	(1,147)
1,795	(1,460)	Net commission and service income	39,300	30,568
44,630	38,315	Life insurance operations	-	-
36,783	13,713	Staff costs	(34,741)	(26,844)
(39,511)	(33,959)	Other payments	(94)	(32,439)
(33,919)	(33,877)			
<u>153,721</u>	<u>52,407</u>	<b>Net cash from operating activities before change in operating assets</b>	<u>139,073</u>	<u>57,501</u>
		<b>Changes in operating assets:</b>		
		Decrease (increase) in compulsory balances with the Central Banks	109,386	108,027
109,386	107,344	(Increase) decrease in due from banks and loans to credit and financial institutions	(365,903)	(626,476)
(137,547)	(520,010)	Increase in loans to customers	(868,945)	(998,935)
(870,570)	(1,003,362)	(Increase) decrease in other current assets	(6,905)	23,835
22,141	34,326			
<u>(876,590)</u>	<u>(1,381,702)</u>	<b>Net increase in operating assets</b>	<u>(1,132,367)</u>	<u>(1,493,549)</u>
		<b>Changes in operating liabilities:</b>		
(291,359)	(220,179)	Decrease in deposits from the public	(290,314)	(226,841)
(16,784)	261,410	Increase (decrease) in accrued expenses, deferred income and other liabilities	(37,688)	278,730
<u>(308,143)</u>	<u>41,231</u>	<b>Net increase (decrease) in operating liabilities</b>	<u>(328,002)</u>	<u>51,889</u>
		<b>Net cash to operating activities before income tax</b>	<u>(1,321,296)</u>	<u>(1,384,159)</u>
(1,031,012)	(1,288,064)	Income tax paid	(5,602)	(4,921)
(6,144)	(5,903)			
<u>(1,037,156)</u>	<u>(1,293,967)</u>	<b>Net cash to operating activities after income tax</b>	<u>(1,326,898)</u>	<u>(1,389,080)</u>

Statement of Cash Flows  
for the three month period ended 31 March  
(LTL 000s) (continued)

The Group			The Bank	
2007	2006		2007	2006
		<b>Cash from (to) investing activities:</b>		
(3,650)	(24,145)	(Purchase) sale of tangible and intangible fixed assets, net	(2,724)	(5,422)
(39,525)	58,134	Decrease in investment in short-term and long-term treasury bonds	(39,535)	14,874
319	(246)	Change of investment into subsidiaries	-	(263)
(389,656)	(42,277)	Decrease of investment in securities and derivatives	(340,336)	6,087
-	920	Change in investment property	-	124
(251,465)	(95,121)	Increase in financial lease receivable	-	-
<u>(683,977)</u>	<u>(102,735)</u>	<b>Cash (used in) from investing activities</b>	<u>(382,595)</u>	<u>15,400</u>
		<b>Cash from (to) financing activities:</b>		
(5)	(201)	Increase (decrease) in amounts owed to the Central Banks	(5)	7
1,207,655	619,518	Increase in amounts owed to credit and financial institutions	1,201,491	576,701
5,550	87,632	Increase in subordinated loans	5,550	87,632
45,069	399,598	Debt securities (redeemed) issued, net	39,906	399,504
<u>1,258,269</u>	<u>1,106,547</u>	<b>Cash from financing activities</b>	<u>1,246,942</u>	<u>1,063,844</u>
(462,864)	(290,155)	<b>Net (decrease) increase in cash</b>	(462,551)	(309,836)
<u>1,327,746</u>	<u>911,935</u>	<b>Cash and cash equivalents 1 January</b>	<u>1,327,432</u>	<u>875,716</u>
<u>864,882</u>	<u>621,780</u>	<b>Cash and cash equivalents 31 March</b>	<u>864,881</u>	<u>565,880</u>
		<i>Which could be specified as follows:</i>		
-	34,734	Balances available for withdrawal with the Central Banks	-	-
452,540	264,902	Overnight deposits	452,540	264,902
289,713	219,772	Cash on hand	289,713	212,667
122,629	102,372	Current accounts with other banks	122,628	88,311
<u>864,882</u>	<u>621,780</u>		<u>864,881</u>	<u>565,880</u>

  
A. Žiugžda  
President

  
A. Matusevičienė  
Chief Financial Officer

*Basis of presentation*

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

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

This interim financial report is prepared applying the same accounting policies as those applied in annual financial statements of the Bank.

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

*Segment information*

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 three month period ended 31 March 2007 (LTL 000s):

	Consolidated segments							Eliminations and adjustments	Total
	Banking	Leasing	Venture capital	Investment management	Corporate finance	Life insurance	Real estate company		
Revenues:									
Internal	52,216	68	115	97	75	260	2,601	(55,432)	-
External	279,910	41,860	206	5,434	1,046	20,992	138	-	349,586
	<u>332,126</u>	<u>41,928</u>	<u>321</u>	<u>5,531</u>	<u>1,121</u>	<u>21,252</u>	<u>2,739</u>	<u>(55,432)</u>	<u>349,586</u>
Expenses:									
internal	(2,779)	(8,998)	(11)	(3,710)	(55)	(1,795)	(1,256)	18,604	-
external	(200,967)	(21,507)	(184)	(1,682)	(735)	(3,706)	(583)	-	(229,364)
	<u>(203,746)</u>	<u>(30,505)</u>	<u>(195)</u>	<u>(5,392)</u>	<u>(790)</u>	<u>(5,501)</u>	<u>(1,839)</u>	<u>18,604</u>	<u>(229,364)</u>
Depreciation and amortisation	(6,556)	(1,504)	(2)	(16)	(6)	(97)	(3)	-	(8,184)
Bad debt provisions	(5,722)	(196)	-	-	-	-	-	-	(5,918)
Life insurance technical provisions	-	-	-	-	-	(16,211)	-	-	(16,211)
Result for the period	<u>116,102</u>	<u>9,723</u>	<u>124</u>	<u>123</u>	<u>325</u>	<u>(557)</u>	<u>897</u>	<u>(36,828)</u>	<u>89,909</u>
Assets	20,128,850	3,061,786	34,711	15,524	11,618	305,426	123,135	(1,413,686)	22,267,364
Liabilities	18,566,927	3,039,917	48	8,217	3,450	284,277	91,784	(1,323,547)	20,671,073
Investments in fixed assets	3,818	250	1	-	20	41	1	-	4,131



The three month period ended 31 March 2006 (LTL 000s):

	Consolidated segments								Total
	Banking	Leasing	Venture capital	Invest- ment manage- ment	Corporate finance	Life insurance	Real estate company	Elimina- tions and adjustments	
Revenues:									
Internal	8,094	107	133	79	82	76	2,521	(11,092)	-
External	190,337	25,669	320	3,585	320	18,325	641	-	239,197
	<u>198,431</u>	<u>25,776</u>	<u>453</u>	<u>3,664</u>	<u>402</u>	<u>18,401</u>	<u>3,162</u>	<u>(11,092)</u>	<u>239,197</u>
Expenses:									
Internal	(4,685)	(4,371)	(14)	(223)	(53)	(473)	(1,272)	11,091	-
External	(138,992)	(12,285)	(233)	(2,250)	(591)	(3,614)	(804)	-	(158,769)
	<u>(143,677)</u>	<u>(16,656)</u>	<u>(247)</u>	<u>(2,473)</u>	<u>(644)</u>	<u>(4,087)</u>	<u>(2,076)</u>	<u>11,091</u>	<u>(158,769)</u>
Depreciation and amortisation	(7,014)	(2,011)	(1)	(15)	(7)	(39)	(632)	-	(9,719)
Bad debt provisions	(2,010)	(548)	-	-	-	-	-	-	(2,558)
Life insurance technical provisions	-	-	-	-	-	(13,678)	-	-	(13,678)
Minority interest	(1)	-	-	-	-	-	-	-	(1)
Result for the period	<u>45,729</u>	<u>6,561</u>	<u>205</u>	<u>1,176</u>	<u>(249)</u>	<u>597</u>	<u>454</u>	<u>(1)</u>	<u>54,472</u>
Result for the period	15,040,789	2,102,928	34,207	11,744	9,147	158,876	121,579	(1,205,629)	16,273,641
Assets	13,738,247	2,030,087	127,	3,244	372	143,192	94,138	509	16,009,916
Liabilities	6,230	256	1	28	4	468	2,015	-	9,002

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 does not generate significant revenue.

Business segments are represented by legal entities and wherefore costs are allocated directly to each business segment.

*Debt securities issuances and redemption*

In the first quarter of 2007 the Bank successfully issued its twenty-seven debt securities emissions:

Issue date	Redemption date	Duration (days)	Currency	Emission value (LTL)	Interest rate and indexes
2007 03 27	2007 04 12	16	USD	50,140,300	5.12%
2007 03 03	2007 03 20	17	USD	40,123,300	5.11%
2007 01 13	2007 02 07	25	USD	41,976,000	5.12%
2007 01 27	2007 02 27	31	USD	36,168,500	5.12%
2007 03 07	2007 06 05	90	LTL	80,750,100	3.72%
2007 02 01	2007 06 01	120	LTL	30,000,000	3.60%
2007 01 02	2009 01 08	736	LTL	150,000,000	4.00%
2007 02 07	2010 02 18	1.107	LTL	6,326,300	Hang Seng China Enterprises, Hang Seng, MSCI Singapore Cash, MSCI Taiwan
2007 02 07	2010 02 18	1.107	LTL	22,446,400	Hang Seng China Enterprises, Hang Seng, MSCI Singapore Cash, MSCI Taiwan
2007 02 07	2010 02 18	1.107	LTL	69,609,600	Hang Seng China Enterprises, Hang Seng, MSCI Singapore Cash, MSCI Taiwan
2007 02 07	2010 02 18	1.107	EUR	811,600	Hang Seng China Enterprises, Hang Seng, MSCI Singapore Cash, MSCI Taiwan
2007 02 07	2010 02 18	1.107	EUR	858,600	Hang Seng China Enterprises, Hang Seng, MSCI Singapore Cash, MSCI Taiwan
2007 02 27	2010 03 16	1.113	LTL	5,185,200	S&P BRIC 40
2007 02 27	2010 03 16	1.113	LTL	9,412,100	S&P BRIC 40
2007 02 27	2010 03 16	1.113	LTL	18,026,600	S&P BRIC 40
2007 02 27	2010 03 16	1.113	LTL	2,326,600	New Europe Blue Chip
2007 02 27	2010 03 16	1.113	LTL	7,472,100	New Europe Blue Chip
2007 02 27	2010 03 16	1.113	LTL	5,405,700	New Europe Blue Chip
2007 01 30	2010 02 17	1.114	LTL	6,970,200	SEB, Danske Bank, DnB NOR Bank ASA, Nordea Bank ir Swedbank
2007 01 30	2010 02 17	1.114	LTL	10,655,500	SEB, Danske Bank, DnB NOR Bank ASA, Nordea Bank ir Swedbank
2007 01 30	2010 02 17	1.114	EUR	2,966,400	SEB, Danske Bank, DnB NOR Bank ASA, Nordea Bank ir Swedbank
2007 03 30	2010 04 20	1.117	LTL	1,281,200	FTSE Eurotop 100, TOPIX, S&P 500
2007 03 30	2010 04 20	1.117	LTL	3,436,600	FTSE Eurotop 100, TOPIX, S&P 500
2007 03 30	2010 04 20	1.117	LTL	1,519,600	FTSE Eurotop 100, TOPIX, S&P 500
2007 03 30	2010 04 20	1.117	LTL	1,529,700	S&P/ ASX 200, TOPIX, KOSPI 200, MSCI Taiwan
2007 03 30	2010 04 20	1.117	LTL	2,079,200	S&P/ ASX 200, TOPIX, KOSPI 200, MSCI Taiwan
2007 03 30	2010 04 20	1.117	LTL	2,454,300	S&P/ ASX 200, TOPIX, KOSPI 200, MSCI Taiwan

Also during the first quarter of 2007 the Bank successfully redeemed its eleven debt securities emission:

Issue date	Redemption date	Duration (days)	Currency	Emission value (LTL)	Interest rate and indexes
2006 07 15	2007 01 11	180	LTL	21,414,000	3.00%
2006 08 23	2007 02 19	180	LTL	39,601,600	3.00%
2006 10 28	2007 01 26	90	LTL	30,000,000	3.00%
2006 11 03	2007 02 02	90	LTL	20,179,100	3.30%
2006 11 18	2007 01 15	58	USD	107,298,973	5.16%
2006 12 02	2007 01 05	35	USD	103,496,547	5.12%
2006 12 07	2007 03 07	90	LTL	19,652,500	3.00%
2006 12 16	2007 01 15	30	USD	112,703,634	5.15%
2007 01 13	2007 02 07	25	USD	111,777,890	5.12%
2007 01 27	2007 02 27	31	USD	96,125,022	5.12%
2007 03 03	2007 03 20	17	USD	104,709,776	5.11%

*Significant events*

In January 2007 the State Register liquidated AB SEB VB Būsto bankas.

The management of the Bank agreed on disposal of UAB SEB Enskilda subsidiaries' in Latvia and Estonia to SEB Group banks in a respective country.

During the first quarter of 2007 the management of the Bank proceed the real estate sale project.