



Versobank AS

(Versobank Ltd.)

**Public Interim Report
II Quarter 2016**

Translation from original in Estonian

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SUMMARY INFORMATION

General Data of Credit Institution

Business name	Versobank AS
Location and address	Pärnu mnt 12, 10148 Tallinn, Estonia
Country of registration	Republic of Estonia
Registration date	14.10.1999
Registration code	10586461 (Estonian Commercial Register)
Legal Entity Identifier	549300S6Q5X9GKYK5R57 (LEI-code)
VAT identification number	EE100684313
Telephone	(+372) 6 802 500
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E-mail	info@versobank.com
Internet home page	http://www.versobank.com

Auditor

Business name of auditor	KPMG Baltics OÜ
Registration code of auditor	10096082
Auditor's location and address	Narva mnt 5, 10117 Tallinn, Estonia
Partner in charge	Eero Kaup

Report balance sheet date	30.06.2016
Report period	01.01.2016 – 30.06.2016
Report currency and units	Euro (EUR), in thousands of euros

Bank has not been rated by international rating agencies.

Public Interim Report II Quarter 2016 of Versobank AS is unaudited.
Only the credit institution data and figures are disclosed in the report.

	EUR ths.
Total assets	257,169
Net profit / loss	1,880
Return on equity (ROE)	20.96%
Asset utilisation (AU)	4.15%
Overdue claims and loans	229
Loan loss provisions	-290
Net own funds	24,660
Capital adequacy	31.00%

"Public Interim Report II Quarter 2016" of Versobank AS is available in the office of Versobank AS in Tallinn, Pärnu mnt 12 and on the Bank's internet web page www.versobank.com from 01.08.2016.

DECLARATION OF THE MANAGEMENT BOARD

The Management Board of Versobank AS is, after examining the information presented in this Public Interim Report, of opinion that:

1. Public Interim Report, consisting of summary information, declaration of the Management Board, management report and financial statements, discloses information meeting the requirements set by the rules of "Public Interim Report".
2. The data and additional information presented in the Public Interim Report is true and complete.
3. Nothing is missing or omitted from the data and information presented in the Public Interim Report, which could influence their content or meaning.
4. Financial statements have been compiled in accordance with International Financial Reporting Standards as adopted by the European Union, and give a true and fair view of the financial position of the bank and of the results of its operations and its cash flows.
5. Versobank AS is operating on a going concern basis.

In Tallinn, 01.08.2016

Riho Rasmann
Chairman of the Management Board

Mart Veskimägi
Member
of the Management Board

Marija Sutirina
Member
of the Management Board

Artur Yermolayev
Member
of the Management Board

MANAGEMENT REPORT

Description of the Credit Institution and its Management Bodies

Versobank AS is a credit institution, established in 1999 and operating in Estonia. Versobank AS (hereinafter: the Bank) holds the activity license issued by the Bank of Estonia, which allows the Bank to engage in all banking operations. Bank has an account manager status of Estonian Central Depository for Securities, is a member of S.W.I.F.T. and a principal member of Visa Europe. Bank has joined SEPA (Single Euro Payments Area) systems as an indirect member and a cross-border clearing system TARGET2-Eesti. Versobank AS is a member of the Estonian Banking Association from March 2014.

The owner of registered shares who held over 10% of the shares as of the report date 30.06.2016 and the date of report compilation is:
85.2622% of shares are owned by UKRSELHOSPROM PCF LLC (location Dnepropetrovsk, Ukraine).

The Supervisory Board of the Bank had four members as of the report date and the date of report compilation. Mr. Oleksandr Rechytskyi is the Chairman of the Supervisory Board, members are Mr. Vadym Iermolaiev, Mr. Stanislav Vilenskyy and Mr. Vladimirs Fogels.

The Management Board of the Bank had four members as of the date of report compilation. Mr. Riho Rasmann is the Chairman of the Management Board and the members of the Management Board are Mr. Mart Veskimägi, Mr. Artur Yermolayev and Mrs. Marija Sutirina.

The Bank has no participating interests, exceeding 20% shareholding in any company, but the Bank owned 16% of business development company European Business Development AS. Dated as of 18.01.2016 European Business Development was deleted from Commercial Register.

Major Economic Events

Bank has continued the fast growth in year 2016. Most of the targets set exceeded by operational volumes, the quarter profit reached due to increase in fee and interest income. The number of customers of the Bank is decreased in 2nd Quarter by 2.5% (6.8% increase in 2nd Quarter of 2015). The decrease of volume of deposits in 2nd Quarter was 13.0%. Client deposits with the Bank totalled 211.8 million euros as of 30.06.2016 (31.12.2015: 319.0 million euros). Total assets of the Bank have decreased in 2nd Quarter by 9.3%, reaching 257.1 million euros as of 30.06.2016 (31.12.2015: 353.97 million euros).

Gross loan portfolio (excluding deposits with financial institutions) amounted to 35.7 million euros at the end of the reporting period (31.12.2015: 29.6 million euros), increased in 2nd Quarter by 19.03% (4.4% increase in 2nd Quarter 2015) and consisted 13.8% of total assets (31.12.2015: 8.4%). The Bank consistently had significantly more deposits than loans, deposits to loan ratio showed a level of 6 times as of 30.06.2016 (31.12.2015: 10.8 times). The quality of the loan portfolio has been improving continually, which is reflected in decrease of loan provisions.

Net profit in 2nd Quarter 2016 comprised 1.06 million euros (net profit of 2nd Quarter 2015 was 1.07 million euros). Net interest income of the reporting period was 0.38 million euros (0.25 million euros in 2nd Quarter 2015). Net fees and commissions income totalled 1.26 million euros (1.27 million euros in 2nd Quarter 2015), mainly due to the increase in foreign payment volumes. 0.78 million euros were earned on foreign exchange transactions (0.92 million euros in 2nd Quarter 2015). Total operating income from banking activities (excluding loan provisions) comprised 2.4 million euros compared with 2.3 million euros in 2nd Quarter 2015. Administrative expenses in 2nd Quarter 2016 and 2015 were 1.9 million euros and 1.2 million euros correspondingly.

Bank's equity totalled 19.0 million euros as of 30.06.2016 and the regulatory capital adequacy showed a level of 31.00% (30.06.2015: 14.7 million euros and 18.56% respectively).

Bank has representative offices in Dnepropetrovsk and Kiev, Ukraine. The Bank is planning to continue expansion to Russia, St. Petersburg. The Bank has opened representative office in Cyprus, Limassol. Bank has opened several new correspondent accounts and added new foreign currencies to the list of accepted currencies. In order to improve customer service and liquidity management level the Bank continues to pay attention to widening correspondent banks network. Bank is a member of Visa Europe and issuing VISA Classic, Gold, Platinum and Business banking cards since 2014. Bank has joined with MasterCard system and has developed the technical and legal readiness to provide Acquiring service.

Ratings

Versobank AS has not been rated by international rating agencies.

Legal Disputes

Courts are proceeding with Bank actions against different persons, who have not fulfilled their obligations and mutually satisfying agreements have not been reached in negotiations. Bankruptcy proceedings are also taking place against obligors as well as guarantors and execution proceedings are taking place against private person debtors.

There are one court action have been initiated against the Bank as of the date of report and date of report compilation.

There are no cases pending in courts or arbitration bodies that might cause significant proprietary damage to the Bank.

Ratios

		01.01.2016- 30.06.2016	01.01.2015- 30.06.2015
Return on equity	ROE	20.96%	30.10%
Equity multiplier	EM	17.04	20.53
Profit margin	PM	29.68%	35.82%
Asset utilisation	AU	4.15%	4.09%
Return on assets	ROA	1.23%	1.47%
Net interest margin	NIM	0.56%	0.37%
Basic earnings per share	Basic EPS	0.16	0.18
Diluted earnings per share	Diluted EPS	0.16	0.18
Spread	SPREAD	0.53%	0.35%
Yield on interest-earning assets	YIEA	0.86%	0.58%
Cost of interest-bearing liabilities	COL	0.34%	0.23%

Explanations to ratios

ROE	Net profit (loss) / Average equity * 100
Average equity	(Equity of current period year + Equity of previous period end) / 2
EM	Average assets / Average equity
Average assets	(Assets of current period end + Assets of previous period end) / 2
PM	Net profit (loss) / Total income * 100
AU	Total income / Average assets * 100
ROA	Net profit (loss) / Average assets * 100
NIM	Net interest income / Average interest earning assets * 100
Basic EPS	Net profit (loss) / Average number of shares
Diluted EPS	Net profit (loss) / Average number of shares (considering all convertible securities)
SPREAD	Yield on interest earning assets (YIEA) - Cost of interest bearing liabilities (COL)
YIEA	Interest income / Average interest earning assets * 100
COL	Interest expense / Average interest bearing liabilities * 100

Total income:

Interest income
 Fee and commission income
 Income from foreign exchange
 Income from dividends
 government and foreign aid
 Income from financial investments
 Other income

Interest bearing liabilities:

Due to credit institutions
 Due to customers
 Subordinated debt
 Borrowed funds from
 (all without accrued interest).

Interest earning assets:

Balances with central bank
 Due from other credit institutions
 Due from customers
 (all without accrued interest)

FINANCIAL STATEMENTS

Statement of Financial Position

	EUR ths.	EUR ths.
	30.06.2016	31.12.2015
ASSETS		
Cash	172	181
Loans and advances	206,108	289,553
Balances with the central bank	44,580	23,210
Due from other credit institutions	125,048	236,431
Due from customers	36,480	29,912
o/w allowance (-)	-290	-480
o/w interest	205	227
Financial assets held for trading	363	152
Available-for-sale financial assets	47,636	61,362
Property and equipment	913	448
Investment properties	724	1,022
Intangible assets	191	211
Other assets	1,062	1,043
TOTAL ASSETS	257,169	353,972
LIABILITIES		
Financial liabilities held for trading	325	162
Financial liabilities measured at amortised cost	213,619	319,494
Due to credit institutions	1,855	488
Due to customers	211,764	319,006
Financial institutions	11,340	7,960
Companies	172,335	283,067
Non-profit organisations	580	582
Private persons	27,259	27,140
Interest payable	250	257
Subordinated debts evidenced by certificates	5,206	5,000
Subordinated borrowings	2,697	2,634
Borrowed funds from government and foreign aid	183	238
Tax liabilities	103	154
Other liabilities	16,002	9,449
TOTAL LIABILITIES	238,135	337,131
SHAREHOLDERS' EQUITY		
Share capital	14,089	14,089
Other equity instruments	1,303	1,366
Statutory reserve capital	436	200
Fair value reserve of available-for-sale financial assets	-507	-883
Retained earnings	3,713	2,069
TOTAL SHAREHOLDERS' EQUITY	19,034	16,841
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	257,169	353,972

Income Statement

	EUR ths.	EUR ths.	EUR ths.	EUR ths.
	01.01.2016- 30.06.2016	01.04.2016- 30.06.2015	01.01.2015- 30.06.2015	01.04.2015- 30.06.2015
Interest income	1,303	620	803	395
From loans	828	397	462	223
From deposits	201	84	133	65
From debt securities	274	139	208	107
Interest expense	462	240	295	144
On demand deposits	52	24	6	3
On time deposits	189	99	228	111
From borrowings	1	0	2	1
Debt certificates	206	0	59	0
Other interest expenses	14	14	0	0
Net interest income	841	380	508	251
Fee and commission income	3,481	1,788	2,923	1,644
Account opening and maintenance fees	625	305	627	334
Bank transaction fees	2,385	1,180	1,964	1,135
Letters of credit fees	26	18	4	3
Securities' transaction fees	141	133	52	33
Fees income from bank cards	203	104	103	55
Fiduciary deposits income fees	37	16	154	77
Other fees and commissions income	64	32	19	7
Fee and commission expense	942	525	656	371
Securities' transactions expenses	31	18	25	15
Bank transaction expenses	354	180	353	199
S.W.I.F.T. expenses	69	47	45	28
Bank card expenses	200	129	80	47
Other fees and commissions expense	288	151	153	82
Net fee and commission income	2,539	1,263	2,267	1,273
Net trading income/expense	1,403	777	1,868	940
From foreign exchange	1,401	776	1,809	918
From shares and debt securities in trading portfolio	2	1	59	22
Other operation income	65	52	86	26
Other operation expenses	115	73	250	140
Guarantee Fund payments	15	15	145	76
Financial Supervision Authority fees	49	24	36	18
Other operating expenses	51	34	69	46
Total income	4,733	2,399	4,479	2,350
Administrative expenses	3,426	1,902	2,206	1,176
Personnel expense, payroll related taxes	2,141	1,031	1,493	783
Other administrative expense	1,285	871	713	393
Depreciation and amortisation of tangible and intangible assets	-87	-50	-65	-38
Impairment loss on assets	660	610	-154	-66
Total operating expenses	2,853	1,342	2,425	1,280
Profit before taxation	1,880	1,057	2,054	1,070
NET PROFIT / LOSS FOR THE PERIOD	1,880	1,057	2,054	1,070

Statement of comprehensive income

	EUR ths.	EUR ths.	EUR ths.	EUR ths.
	01.01.2016- 30.06.2016	01.04.2016- 30.06.2015	01.01.2015- 30.06.2015	01.04.2015- 30.06.2015
Net profit/loss for the period	1,880	1,057	2,054	1,070
Other comprehensive income/expense				
Items that may be reclassified to profit or loss :				
Net change in revaluation reserve of available-for-sales financial assets	182	234	167	106
COMPREHENSIVE PROFIT/LOSS FOR THE PERIOD	2,062	1,291	2,221	1,176
Basic and diluted earnings per share	0.16 EUR		0.18 EUR	

Statement of Cash Flows

	EUR ths.	EUR ths.
	01.01.2016- 30.06.2016	01.01.2015- 30.06.2015
Cash flows from operating activities	-101,938	50,741
Interests received	1,347	792
Interests paid	-311	-349
Fees and commissions received	3,435	2,880
Fees and commissions paid	-942	-656
Administrative expenses	-3,524	-2,326
Trading income received	1,403	1,868
Other operating income	784	88
Other operating expenses	-115	-250
Change in operating assets and liabilities:		
Change in due from other banks	659	594
Change in due from customers of credit institution	-6,421	1,369
Change in due to credit institutions	1,367	-275
Change in due to customers	-107,186	45,651
Change in assets and liabilities connected with other operating activities	7,566	1,355
Cash flows from investing activities	12,630	-13,765
Purchase of property and equipment	-532	-57
Purchase of intangible assets	0	-74
Sale of investment properties	293	564
Debt securities purchased	-55,058	-15,476
Debt securities sold	67,927	1,278
Cash flows from financing activities	-55	-55
Borrowings repaid	-55	-55
Total cash flows	-89,363	36,921
Cash and cash equivalents at the beginning of period	256,957	206,021
Net change in cash and cash equivalents	-89,363	36,921
Cash and cash equivalents at the end of the period *	167,594	242,942

* Cash and cash equivalents at the end of the year comprise:

	EUR ths.	EUR ths.
	30.06.2016	30.06.2015
Cash	172	257
Balances with the central bank without mandatory reserve	42,374	28,026
Deposits with credit institutions with maturity up to 3 months	125,048	214,659
Total	167,594	242,942

Statement of Changes in Equity

	Share capital	Other equity instruments	Other reservs	Fair value reserv of available-for-sale financial assets	Accumula- ted losses / retained earnings	Total equity
Year beginning 01.01.2015	14,089	1,487	88	-548	-2,541	12,575
Equity component of subordinated debt	0	-59	0	0	0	-59
Reserve capital	0	0	112	0	-112	0
Revaluation	0	0	0	167	0	167
Net profit	0	0	0	0	2,054	2,054
Final balance 30.06.2015	14,089	1,428	200	-381	-599	14,737

	Share capital	Other equity instruments	Other reservs	Fair value reserv of available-for-sale financial assets	Accumula- ted profit	Total equity
Year beginning 01.01.2016	14,089	1,366	200	-883	2,069	16,841
Equity component of subordinated debt	0	-63	0	0	0	-63
Reserve capital	0	0	236	0	-236	0
Revaluation	0	0	0	376	0	376
Net profit	0	0	0	0	1,880	1,880
Final balance 30.06.2016	14,089	1,303	436	-507	3,713	19,034

Contingent Claims and Liabilities

30.06.2016

EUR ths.

	Contract amount		Balance value	
	Assets	Liabilities	Assets	Liabilities
Irrevocable transactions	122,690	130,513	363	325
Guarantees and similar irrevocable transactions	0	111	0	0
Unused loan limits	0	5,943	0	0
Letters of credit granted but not utilised	0	1,801	0	0
Currency forward transactions	122,690	122,658	363	325

31.12.2015

EUR ths.

	Contract amount		Balance value	
	Assets	Liabilities	Assets	Liabilities
Irrevocable transactions	43,759	47,144	149	162
Guarantees and similar irrevocable transactions	0	73	0	0
Unused loan limits	0	954	0	0
Letters of credit granted but no tutilised	0	1,837	0	0
Currency forward transactions	43,759	43,772	149	162

Currency Position

30.06.2016

EUR ths.

	EUR	USD	GBP	RUB	CHF	Other currencies	TOTAL
ASSETS							
Cash and balances with central bank	44,752	3	0	0	0	0	44,752
Loand and advances to credit institutions	36,655	77,723	9,912	1,454	446	577	125,046
Loand and advances to customers	31,022	5,458	0	0	0	0	36,480
Securities	1,468	46,176	0	0	0	0	47,644
Other assets *	2,619	254	11	0	0	5	2,890
TOTAL ASSETS	116,516	129,611	8,203	1,454	446	582	256,812
LIABILITES							
Due to credit institutions	378	1,477	0	0	0	0	1,855
Deposits	81,129	120,073	8,396	1,106	429	382	211,515
Other liabilities **	14,601	9,235	59	81	277	188	24,441
TOTAL LIABILITIES	96,108	130,785	8,456	1,187	706	570	237,811
Net on-balance sheet position	20,407	-1,173	-252	267	-260	13	19,001
FX derivatives (contract amount)	49,635	61,813	252	10,712	277	0	122,690
FX derivatives (contract amount)	51,056	60,610	0	10,976	16	0	122,658

31.12.2015

EUR ths.

	EUR	USD	GBP	RUB	CHF	Other currencies	TOTAL
ASSETS							
Cash and balances with central bank	23,381	7	0	0	0	4	23,391
Loand and advances to credit institutions	77,546	153,621	2,254	1,055	274	1,682	236,431
Loand and advances to customers	23,673	6,239	0	0	0	0	29,912
Securities	1,269	60,095	0	0	0	0	61,364
Other assets *	2,602	261	5	0	0	5	2,873
TOTAL ASSETS	128,471	220,223	2,259	1,055	274	1,691	353,972
LIABILITES							
Due to credit institutions	363	125	0	0	0	0	488
Deposits	104,070	209,005	2,265	1,472	281	1,656	319,749
Other liabilities **	12,224	5,601	4	57	0	9	17,895
TOTAL LIABILITIES	116,658	214,730	2,269	1,529	281	1,665	337,132
Net on-balance sheet position	11,812	5,493	-10	-474	7	26	16,840
FX derivatives (contract amount)	23,662	16,167	8	779	7	136	43,759
FX derivatives (contract amount)	18,688	24,643	0	305	0	136	43,772

* includes tangible and intangible assets, other assets

** includes debts evidenced by certificates, other financial liabilities, provisions, taxes and other liabilities.

Risk Concentration

	no.	EUR ths.	% of net own funds
30.06.2016			
Number of customers (client groups) with high risk concentration	17		
Due from customers with large exposures		148,686	603.68%
Due from management board members and related persons		13	0.05%
Own funds included in calculation of capital adequacy		24,660	
31.12.2015			
Number of customers (client groups) with high risk concentration	23		
Due from customers with large exposures		266,238	1,362.47%
Due from management board members and related persons		12	0.06%
Own funds included in calculation of capital adequacy		19,541	

Funds Under Trust Management

	EUR ths.	EUR ths.
	30.06.2016	31.12.2015
Fiduciary deposits with other credit institutions		
up to 1 month	4,506	10,473
1 to 3 months	2,097	3,271
3 to 12 months	927	833
TOTAL	7,530	14,577

Fiduciary deposits are assets of customer placed under authorisation agreement, disclosed off-balance sheet by the Bank.

Capital Adequacy

CAPITAL BASE	EUR ths.	EUR ths.
	30.06.2016	31.12.2015
OWN FUNDS	24,660	19,541
TIER 1 CAPITAL	20,660	15,541
COMMON EQUITY TIER 1 CAPITAL	15,660	10,541
Capital instruments eligible as CET1 Capital	14,089	14,089
Paid up capital instruments	14,089	14,089
Retained earnings	1,833	-2,654
Other reserves	436	200
(-) Other intangible assets	-191	-211
Other transitional adjustments to CET1 Capital	-507	-883
ADDITIONAL TIER 1 CAPITAL	5,000	5,000
Capital instruments eligible as AT1 Capital	5,000	5,000
Paid up capital instruments	5,000	5,000
TIER 2 CAPITAL	4,000	4,000
Capital instruments and subordinated loans eligible as T2 Capital	4,000	4,000
Paid up capital instruments and subordinated loans	4,000	4,000

RISK WEIGHTED ASSETS (RWA)

	EUR ths.		EUR ths.	
	30.06.2016	Capital requirements (8%)	31.12.2015	Capital requirements (8%)
TOTAL RISK EXPOSURE AMOUNT	79,559	6,365	85,061	6,805
RISK WEIGHTED EXPOSURE AMOUNTS FOR CREDIT, COUNTERPARTY CREDIT AND DILUTION RISKS AND FREE DELIVERIES	58,598	4,688	68,138	5,451
Standardised approach (SA)	58,598	4,688	68,138	5,451
SA exposure classes excluding securitisation positions	58,598	4,688	68,138	5,451
Institutions	930	74	546	44
Corporates	9,294	744	1,015	81
Retail	3,883	311	4,517	361
Secured by mortgages on immovable property	4,242	339	4,226	338
Exposures in default	1,425	114	1,243	99
Claims on institutions and corporates with a short-term credit assessment	34,886	2,791	52,992	4,239
Other items	3,938	315	3,599	288
TOTAL RISK EXPOSURE AMOUNT FOR POSITION, FOREIGN EXCHANGE AND COMMODITIES RISKS	7,988	639	9,790	783
Risk exposure amount for position, foreign exchange and commodities risks under standardised approaches (SA)	7,988	639	9,790	783
Traded debt instruments	7,973	638	9,785	783
Equity	15	1	5	0
TOTAL RISK EXPOSURE AMOUNT FOR OPERATIONAL RISK (OpR)	12,973	1,038	7,133	571
OpR Basic indicator approach (BIA)	12,973	1,038	7,133	571

CAPITAL RATIOS	30.06.2016	31.12.2015
CET1 capital ratio (%)	19.68%	12.39%
Tier1 capital ratio (%)	25.97%	18.27%
Total capital ratio (%)	31.00%	22.97%

Capital adequacy is calculated according with the European Parliament and Council Regulation (EU) no 575/2013, which came into force 01.01.2014. Minimum capital adequacy ratio is 8%.

Financial Assets and Liabilities by Remaining Maturities

EUR ths., as of 30.06.2016

Claims, liabilities	On demand	Over-due	Up to 1 month	1 to 3 months	3 to 12 months	1 to 2 years	2 to 5 years	Over 5 years	Total
Claims of the Bank	104,202	451	68,072	7,698	8,742	2,559	31,169	32,448	255,341
Cash and claims to credit institutions	102,230	0	67,570	0	0	0	0	0	169,800
Claims to customers	1,229	320	29	7,570	8,742	1,655	6,163	10,772	36,480
Securities	58	0	227	128	0	904	25,006	21,676	47,999
Other claims	685	131	246	0	0	0	0	0	1,062
Liabilities of the Bank	195,302	0	5,229	4,555	19,841	2,256	2,724	9,000	238,907
Amounts owed to credit institutions	1,855	0	0	0	0	0	0	0	1,855
Amounts owed to clients	177,534	0	5,037	4,555	19,771	2,183	2,684	0	211,764
Subordinated debt	0	0	0	0	0	0	0	4,000	4,000
Subordinated debts evidenced by certificates	0	0	0	0	0	0	0	5,000	5,000
Other borrowings	0	0	0	0	70	73	40	0	183
Other liabilities	15,913	0	192	0	0	0	0	0	16,105
Net	-91,100	451	62,843	3,143	-11,099	303	28,445	23,448	16,434

EUR ths., as of 31.12.2015

Claims, liabilities	On demand	Over-due	Up to 1 month	1 to 3 months	3 to 12 months	1 to 2 years	2 to 5 years	Over 5 years	Total
Claims of the Bank	140,616	191	122,281	22,433	44,055	3,262	7,647	11,806	352,291
Cash and claims to credit institutions	139,391	0	120,431	0	0	0	0	0	259,822
Claims to customers	980	158	0	8,472	3,546	1,973	6,113	8,670	29,912
Securities	57	0	1,224	13,912	40,367	1,288	1,530	3,136	61,514
Other claims	188	33	626	49	142	1	4	0	1,043
Liabilities of the Bank	303,391	0	3,832	3,859	13,470	1,935	7,848	4,000	338,335
Amounts owed to credit institutions	488	0	0	0	0	0	0	0	488
Amounts owed to clients	293,300	0	3,832	3,804	13,470	1,865	2,735	0	316,006
Subordinated debt	0	0	0	0	0	0	0	4,000	4,000
Subordinated debts evidenced by certificates	0	0	0	0	0	0	0	5,000	5,000
Other borrowings	0	0	0	55	0	70	113	0	238
Other liabilities	9,603	0	72	0	0	0	0	0	9,603
Net	-162,775	191	118,449	18,574	30,585	1,327	-201	7,806	13,956

Geographical Concentration of Financial Assets

EUR ths., as of 30.06.2016

Area	Balance sheet claims				by area (%)
	Cash, balances with central bank, loans and advances to credit institutions	Loans and advances to customers.	incl. overdue and doubtful claims	securities *	
Estonia	50,735	26,988	198	412	30.73%
United States of America	9,032	0	0	3,956	5.11%
United Kingdom	9,009	1,129	0	4,017	5.57%
Denmark	32	0	0	1,808	0.72%
Latvia	5,269	748	0	0	2.37%
Germany	42,873	0	0	14,514	22.57%
Ukraine	215	0	31	0	0.08%
Russia	2,892	0	0	0	1.14%
Austria	11,985	0	0	0	4.71%
Switzerland	10,051	0	0	0	3.95%
Belgium	3,612	0	0	51	1.44%
Czech Republic	1	0	0	0	0.00%
Israel	0	1,152	0	0	0.45%
Panama	0	133	0	0	0.05%
British Virgin Islands	0	6,193	0	239	2.53%
Italy	282	0	0	0	0.11%
France	23,532	0	0	2,287	10.15%
Luxembourg	24	0	0	10,716	4.22%
United Arab Emirates	0	0	0	756	0.30%
Bermuda	0	0	0	379	0.15%
Brazil	0	0	0	124	0.05%
Ivory Coast	0	0	0	2,714	1.07%
Ireland	0	0	0	508	0.20%
Japan	0	0	0	1,366	0.54%
South-Korea	0	0	0	682	0.27%
Cayman Islands	0	0	0	242	0.10%
Turkey	0	0	0	1,310	0.52%
Canada	0	0	0	1,466	0.58%
Cyprus	0	99	0	0	0.04%
Poland	1	0	0	0	0.00%
Finland	0	38	0	452	0.19%
Georgia	255	0	0	0	0.10%
Total	169,800	36,480	229	47,999	100.00%

Balance sheet claims						
Area	Cash, balances with central bank, loans and advances to credit institutions	Loans and advances to customers.	incl. overdue and doubtful claims	securities *	by area (%)	
Estonia	46,881	20,442	245	357	19.27%	
United States of America	7,258	0	0	9,851	4.87%	
United Kingdom	27,561	881	0	2,190	8.72%	
Denmark	20	0	0	2,755	0.79%	
Latvia	9,525	1	0	0	2.71%	
Germany	57,896	0	0	16,328	21.13%	
Ukraine	66	0	31	0	0.02%	
Russia	1,809	0	0	4	0.52%	
Austria	16,651	0	0	0	4.74%	
Switzerland	17,550	0	0	0	5.00%	
Belgium	15,818	0	0	51	4.52%	
Israel	0	1,212	0	0	0.35%	
Panama	0	214	0	0	0.06%	
British Virgin Islands	0	7,022	0	1,159	2.33%	
Italy	167	0	0	0	0.05%	
France	30,629	0	0	6,308	10.52%	
Luxembourg	27,559	0	0	10,218	10.76%	
United Arab Emirates	0	0	0	717	0.20%	
Netherlands	0	0	0	1,826	0.52%	
Bermuda	0	0	0	584	0.17%	
Brazil	0	0	0	281	0.08%	
Ivory Coast	0	0	0	929	0.26%	
Philippines	0	0	0	1,835	0.52%	
Ireland	0	0	0	475	0.14%	
Japan	0	0	0	1,633	0.46%	
South-Korea	0	0	0	191	0.05%	
Cayman Islands	0	0	0	240	0.07%	
Turkey	0	0	0	1,265	0.36%	
Cyprus	0	100	0	0	0.03%	
Poland	315	0	0	0	0.09%	
Finland	0	40	0	2,317	0.67%	
Georgia	115	0	0	0	0.03%	
Norway	2	0	0	0	0.00%	
Total	259,822	29,912	276	61,514	100.00%	

* Comprises financial assets held for trading and available-for-sale financial assets.

Concentration of Financial Assets by Economic Sector

EUR ths., as of 30.06.2016

Economic sector	Balance sheet claims			by area (%)
	loans *	incl. overdue and doubtful claims	securities **	
Agriculture, forestry and fishing	1,819	31	0	0.72%
Mining and quarrying	0	0	1,011	0.40%
Manufacturing	2,546	7	471	1.19%
Electricity, gas, steam and air conditioning supply	0	0	984	0.39%
Construction	2,398	0	0	0.94%
Wholesale and retail trade	435	0	0	0.17%
Accommodation and food service activities	1,123	0	0	0.44%
Information and communication	0	0	124	0.05%
Financial and insurance activities	170,857	0	41,487	83.56%
Real estate activities	14,422	187	242	5.77%
Professional, scientific and technical activities	5,990	0	0	2.36%
Administrative and support service activities	569	0	0	0.22%
Public administration and defence; compulsory social security	0	0	3,274	1.29%
Human health and social work activities	728	0	0	0.29%
Arts, entertainment and recreation	126	0	0	0.05%
Other service activities	473	0	406	0.35%
Private persons	4,912	4	0	1.93%
Provisions	-290	-	-	-0.11%
Total	206,108	229	47,999	100.00%

EUR ths., as of 31.12.2015

Economic sector	Balance sheet claims			by area (%)
	loans *	incl. overdue and doubtful claims	securities **	
Agriculture, forestry and fishing	1,581	52	0	0.45%
Mining and quarrying	0	0	1,747	0.50%
Manufacturing	487	10	2,319	0.80%
Electricity, gas, steam and air conditioning supply	0	0	1,406	0.40%
Construction	389	0	0	0.11%
Wholesale and retail trade	1,289	0	232	0.43%
Transportation and storage	0	0	0	0.00%
Accommodation and food service activities	1,103	0	0	0.31%
Information and communication	0	0	561	0.16%
Financial and insurance activities	260,621	0	48,643	88.09%
Real estate activities	9,377	210	241	2.74%
Professional, scientific and technical activities	6,081	0	0	1.73%
Administrative and support service activities	2,013	0	0	0.57%
Public administration and defence; compulsory social security	0	0	6,162	1.76%
Human health and social work activities	767	0	0	0.22%
Arts, entertainment and recreation	128	0	0	0.04%
Other service activities	1,242	0	203	0.41%
Private persons	4,955	4	0	1.41%
Provisions	-480	-	-	-0.14%
Total	289,553	276	61,514	100.00%

* Includes claims on credit institutions, financial institutions and customers.

** Comprises financial assets held for trading and available-for-sale financial assets.