



BALTI INVESTEERINGUTE GRUPI PANK AS
Public Interim Report
3 Q 2008





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CONSOLIDATED INFORMATION

Business name:	Balti Investeeringute Grupi Pank AS
Register:	Commercial Register of the Republic of Estonia
Commercial registry code:	10183757
Date of entry:	30.01.1997
Address:	Rüütli 23, 51006 Tartu, Estonia
Phone:	+372 737 7570
Fax:	+372 737 7582
E-mail:	bigbank@bigbank.ee
Website:	www.bigbank.ee
Ratings:	<i>Moody's Investors Service</i> Long-term Deposit Rating B1 Short-term Deposit Rating <i>not prime</i> Financial Strength Rating E+ Outlook negative
Date of report:	30.09.2008
Report period:	01.07.2008 – 30.09.2008
Auditors:	KPMG Baltics AS company of auditors, entered into the list of auditors 11 July 2001 No 17, Narva mnt. 5 Tallinn 10117, registry code 10096082. Responsible auditors: <ul style="list-style-type: none">– Andres Root, Sworn Auditor since 20 June 1990– Eero Kaup, Sworn Auditor since 10 December 1998
Audit:	Review of the financial information of 3Q 2008 has been conducted in accordance with the international standard ISRE 2400 regulating review of financial information.
Reporting currency:	The reporting currencies are the Estonian kroon and euro; data has been presented in millions of kroons and euros. The degree of accuracy of figures is three decimal places.

Public Interim Report is also available at the website of Balti Investeeringute Grupi Pank AS www.bigbank.ee.

"The Public Interim Report for 3Q 2008" of Balti Investeeringute Grupi Pank AS is available in the head office at Rüütli 23, Tartu, and all the other offices, from 27 November 2008.

DESCRIPTION OF THE CREDIT INSTITUTION GROUP

The principal activity of Balti Investeeringute Grupi Pank AS is granting consumer loans.

In addition to the parent company the group of Balti Investeeringute Grupi Pank AS (Group) comprise two subsidiaries:

Business name: AS Baltijas Izaugsmes Grupa
Location: Citadelas 2, LV-1010 Riga, Latvia
Registry code: 40003291179
Register: Latvian Commercial Register
Date of entry: 18.04.1996
Principal activity: granting consumer loans in the Republic of Latvia
Holding: 100%

Business name: OÜ Rütli Majad
Location: Rütli 23, 51006 Tartu
Registry code: 10321320
Register: Estonian Commercial Register
Date of entry: 27.11.1997
Principal activity: managing the property used by the Group
Holding: 100%

Subsidiaries have been consolidated line-by-line.

Balti Investeeringute Grupi Pank AS operates as a branch in Lithuania (registry code 301048563). In Latvia, the Group's branch Balti Investeeringute Grupi Pank AS Latvijas filiāle (registry code 40103200513) was registered on November 12th 2008. As of 30.09.2008 Latvian branch had not started its operations.

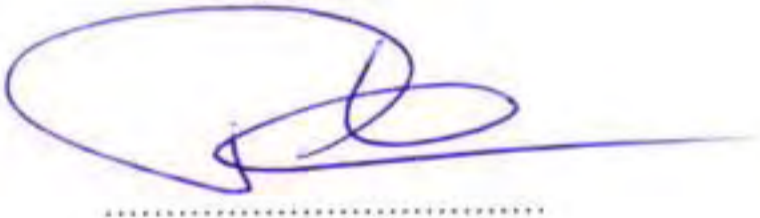


DECLARATION OF THE MANAGEMENT BOARD

The Management Board of Balti Investeeringute Grupi Pank AS is of the following position as of the date of publication:

- The data and additional information presented in the Public Interim Report for 3Q are true and complete;
- The consolidated financial statement provides a true and fair view of the financial situation, financial results and cash flows of the Group.

The summary consolidated interim report as of 30.09.2008 is in compliance with the international financial reporting standard (IFRS) IAS 34 "Interim Financial Reporting" as it is accepted by the European Union and with the requirements established by the Bank of Estonia for the disclosure of information.

Balti Investeeringute Grupi Pank AS is a continually operating company.

	Date	Signature
Targo Raus Chairman of the Management Board	
Kaido Saar Member of the Management Board	
Veiko Kandla Member of the Management Board	

OVERVIEW OF THE ECONOMIC ACTIVITY

MAIN FINANCIAL INDICATORS

(in millions of kroons)	Group		Bank*		Latvian subsidiary**	
	30.09.08	31.12.07	30.09.08	31.12.07	30.09.08	31.12.07
Assets	2 945.871	2 620.126	2 838.254	2 533.628	1 027.822	944.212
Receivables from customers***	2 376.556	2 199.254	1 411.051	1 301.719	974.557	903.757
incl. loan portfolio	2 389.503	2 176.515	1 402.944	1 280.809	995.566	901.591
incl. interest receivable	184.981	124.402	101.547	76.782	83.479	47.958
incl. impairment allowance	197.928	101.663	93.440	55.871	104.488	45.792
incl. to loan receivables	165.320	89.588	82.041	49.681	83.279	39.907
incl. to interest receivables	23.754	12.075	11.399	6.190	12.355	5.885
incl. collective impairment allowance related to potential influences resulting from changes in the Latvian macroeconomic situation	8.854	-	-	-	8.854	-

(in millions of kroons)	Group		Bank*		Latvian subsidiary**	
	3Q 2008	9 months 2008	3Q 2008	9 months 2008	3Q 2008	9 months 2008
Interest income	168.862	516.906	125.643	371.875	68.284	218.911
Interest expense	63.234	180.758	62.972	180.122	24.881	73.755
Net profit	28.739	117.944	24.169	105.156	4.429	37.117

(in millions of euros)	Group		Bank*		Latvian subsidiary**	
	30.09.08	31.12.07	30.09.08	31.12.07	30.09.08	31.12.07
Assets	188.275	167.457	181.397	161.928	65.690	60.346
Receivables from customers***	151.890	140.558	90.182	83.195	62.286	57.761
incl. loan portfolio	152.717	139.105	89.664	81.859	63.628	57.622
incl. interest receivable	11.823	7.951	6.490	4.907	5.336	3.065
incl. impairment allowance	12.650	6.498	5.972	3.571	6.678	2.927
incl. to loan receivables	10.566	5.725	5.243	3.175	5.322	2.551
incl. to interest receivables	1.518	0.772	0.729	0.396	0.790	0.376
incl. collective impairment allowance related to potential influences resulting from changes in the Latvian macroeconomic situation	0.566	-	-	-	0.566	-

(in millions of euros)	Group		Bank*		Latvian subsidiary**	
	3Q 2008	9 months 2008	3Q 2008	9 months 2008	3Q 2008	9 months 2008
Interest income	10.792	33.036	8.030	23.767	4.364	13.991
Interest expense	4.041	11.553	4.025	11.512	1.590	4.714
Net profit	1.837	7.538	1.545	6.721	0.283	2.372

*- Data on the parent company and the branch of Lithuania.

** - AS Baltijas Izaugsmes Grupa.

*** - Bank data excluding loans to Latvian subsidiary.

RATIOS

(in % and millions)	3Q 2008		2Q 2008	
	EEK	EUR	EEK	EUR
Return on equity (ROE)	21,1%	21,1%	31,2%	31,2%
Equity multiplier (EM)	5,2	5,2	5,4	5,4
Profit margin (PM)	14,0%	14,0%	20,1%	20,1%
Asset utilisation (AU)	28,6%	28,6%	28,8%	28,8%
Return on assets (ROA)	4,0%	4,0%	5,8%	5,8%
Earnings per share (EPS)	1 437,0	91,8	2 018,7	129,0
Spread (SPREAD)	15,1%	15,1%	15,5%	15,5%
Tier 1 own funds	20,9%	20,9%	21,9%	21,9%

Ratios shall be presented on an annual basis (i.e. annualized).

The balance sheet indicators used when calculating the ratios are found as the arithmetic mean of the respective data as of the end of the month preceding the reporting quarter and as of the end of each month of the reporting quarter. In case of income statement indicators the annualized actual data of the reporting quarter shall serve as the basis.

Explanation on ratios:

- Return on equity (ROE) – profit to equity.
- Equity multiplier (EM) – total assets to total equity.
- Profit margin (PM) – profit to total income.
- Asset utilisation (AU) – total income to total assets.
- Return on assets (ROA) – profit to total assets.
- Earnings per share (EPS) – net profit per average number of shares of the reporting period.
- Spread (SPREAD) – ratio of interest expenditure to interest-bearing liabilities deducted from the ratio of interest income to interest earning assets.
- Tier 1 own funds (TIER 1) – ratio of Tier 1 own funds to risk weighted assets.

IMPORTANT ECONOMIC EVENTS

In the 3rd quarter of 2008 the balance sheet total of Balti Investeeringute Grupi Pank AS increased by 246.3 million kroons, amounting to 2 945.9 million kroons by the end of the quarter. Since the beginning of the year the balance sheet total has increased by 325.7 million kroons.

There were no significant changes in the activity of the Group in the 3rd quarter. The share of cash and equivalents in balance sheet total has been increased, accounting for 16.1% of the total assets as of 30 September 2008. Receivables from customers formed 80.7% of the balance sheet total as of the end of the quarter, increasing by 7.1% during the quarter. As of 30 September 2008 receivables from customers totalled to 2 376.6 million kroons. Increase in loan portfolio is influenced by changes in macroeconomic environment and related negative change in consumer sentiment. Additionally it is influenced by the Group's conservative liquidity and credit management policy.

Loan portfolio has increased the most in Lithuania, where the branch of BIGBANK has been operating since the 3rd quarter of 2007 and the potential for market share increase is the highest. Receivables from customers increased 46.5% during 3rd quarter and amounted to 189.7 million kroons by the end of the quarter. At the end of the quarter the number of Group's loan contracts was close to 142 thousand (compared to 128 contracts at the end of the 2nd quarter).

There have not been significant changes in the customers' payment behaviour during the quarter. The share of customers' overdue loans of more than 90 days in the total loan portfolio has increased; the growth indicates the regular proportional share of the high loan sales volume in 2007. The share is also influenced by the considerably lower loan sales volume in 2008. The share of short-term payment delays has considerably decreased.

Regarding liabilities, the volume of term deposits has increased the most, amounting to 567.4 million kroons at the end of the quarter and increasing by 37.1% during the quarter. Additionally, in July, the Group issued bonds to the local market in the amount of 4.5 million euros with a maturity date of 3.07.2009.

As of 30 September 2008 issued bonds formed 66.7%, term deposits 23.7%, subordinated liabilities 7.2%, other liabilities and deferred income 1.7% and bank loans 0.7% of total liabilities.

As of 30 September 2008 equity amounted to 552.1 million kroons, which accounted for 18.7% of the balance sheet total. As of the end of the quarter the capital adequacy was 18.46%.

In the 3rd quarter the interest income amounted to 168.9 million kroons (516.9 million kroons from the beginning of the year). In the 3rd quarter the interest expense accounted for 63.2 million kroons, altogether 180.8 million kroons from the beginning of the year. In 3rd quarter administrative expenses formed 34.4 million kroons and salaries 27.2 million kroons.

Impairment losses formed 40.7 million kroons in 3rd quarter. In relation to changes in Latvian macro environment during 4th quarter, the Latvian subsidiary has formed a special collective allowance in the amount of 8.9 million kroons in addition to the regular individual assessment of the loan portfolio. The reason for collective allowance is to cover potential negative impacts to payment behaviour resulting from changes in macroeconomic environment.

As a positive influence from increase of overdue portfolio other operating income (mostly consisting of enforcement income) has significantly increased, amounting to 35.9 million kroons in the 3rd quarter (91.2 million kroons from the beginning of the year) increasing by 2.6 times compared to the nine month period of previous year. In the 3rd quarter of the last year other operating income formed 15.0 million kroons and with the first nine months amounted to 35.4 million kroons.

In 3rd quarter 2008, the Group earned a profit of 28.7 million kroons. Forming conservative and additional allowances influenced the profitability of third quarter; additional collective allowance was formed for potential future loan losses in relation to the changes in Latvian macroeconomic environment in 4th quarter. Compared to the same period of previous year, profit has decreased by 32.1%. Profit from the beginning of the year amounts to 117.9 million kroons.

In September 2008 rating agency Moody's Investors Service informed that the ratings of BIGBANK will remain on the same level. BIGBANK's long-term deposit rating remained at B1. BIGBANK's financial strength rating remained at level E+. However, Moody's changed the long-term rating outlook from "stable" to "negative".

On November 12, 2008, Balti Investeeringute Grupi Pank AS Latvijas filiāle, branch of BIGBANK, was registered in Latvia. The branch will start operations in the 4th quarter of 2008. A 100% subsidiary of BIGBANK is also operating in Latvia.

On November 20, the Group introduced in Estonia new trademark BIGBANK. The main goal of the trademark change is to unify the company's image on all of its markets and harness resulting marketing synergy

As of 30 September 2008 BIGBANK had 42 offices all over the Baltics, of which 21 offices are located in Estonia, 15 in Latvia and 6 in Lithuania.

As of 30 September 2008 there were 507 employees working in the Group, including 231 in Estonia, 218 in Latvia and 58 in Lithuania.



BALANCE SHEET AND INCOME STATEMENT ANALYSIS

Balance Sheet Indicators

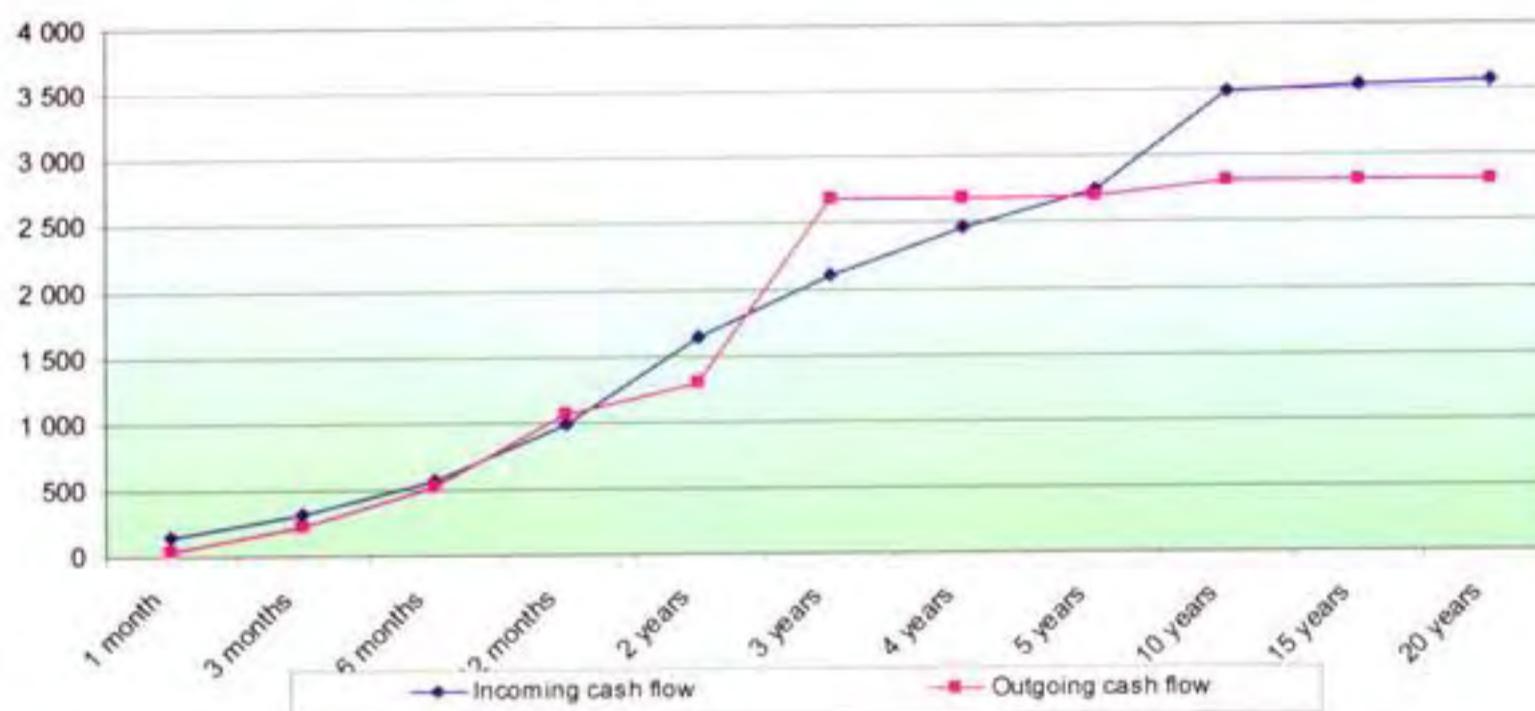
Balance sheet total As of 30 September 2008 the balance sheet total of Balti Investeeringute Grupi Pank AS Group amounted to 2 945.9 million kroons.

As of 30 September 2008 receivables from customers accounted for 80.7% of the total assets, cash and equivalents accounted for 16.1%.

Liquid assets Related to the changes in the macroeconomic environment, the Group has maintained a high share of liquid assets in the balance sheet. As of 30.09.2008, cash equivalents amounted to 473.1 million kroons.

In 4th quarter, bonds in the amount of ca 95 million kroons have been redeemed and in the next six months, bonds in the amount of 137.2 million kroons will mature. The Group does count for the opportunity to include additional resources from the financial markets or refinance its liabilities. The operations are planned with the assumption of redemption of the liabilities on the maturity date and on the account of internal resources.

During the following the two years, there are no significant maturities of existing liabilities for the Group. Cumulative incoming and outgoing contractual cash flows are provided on the following graph (in millions of kroons):



Cash and equivalents, as of 30.09.2008, amounted to 473.1 million kroons (which is not reflected on the graph).

Incoming cash flow from non-performing portfolio will be added to the incoming cash flows. The current graph does not account for these, as they are recorded on cash basis.

Receivables from customers

By the end of the 3rd quarter the Group had altogether 142 thousand active loan contracts, including 54 thousand contracts in Estonia, 77 thousand contracts in Latvia and 11 thousand contracts in Lithuania.

At the end of the quarter the volume of Group's receivables from customers was divided as follows:

- 50.8% Estonia,
- 41.2% Latvia,
- 8.0% Lithuania.

As of 30 September 2008 receivables from customers amounted to 2 376.6 million kroons, including:

- The volume of customers' loan portfolio amounted to 2 389.5 million kroons. The percentage of loans issued to private persons formed 97.9% of the portfolio.
- As of 30 September 2008 the interest receivables from loan customers amounted to 185.0 million kroons.
- The reserve of impairment allowance to loan and interest receivables totalled to 197.9 million kroons (incl. impairment allowance to loan receivables of 165.3 million kroons and impairment allowance to interest receivables of 23.7 million kroons and collective impairment allowance of 8,9 million kroons).

In relation to negative changes in Latvian macroeconomic environment, which occurred in the 4th quarter, the Latvian subsidiary has formed a special collective allowance in the amount of 8.9 million kroons in addition to the regular assessment of the loan portfolio. The reason for the allowance is to cover potential negative impacts to the payment behaviour resulting from changes in the macroeconomic environment.

The ratio of impairment allowance to gross customer receivables 7.7%.

Overdue loans

As of today Balti Investeeringute Grupi Pank AS is the only bank in the region that is focused on the provision of consumer finance only. In line with the corporate strategy, as of 30.09.2008 loans against customer's income accounted for 76.5% of the total loan portfolio.

A relatively more volatile payment behaviour is characteristic to the selected market and product segment. The Group's strong track record in this area is supported by two significant credit policy principles:

- The Group grants loans to individuals. Although the solvency of individuals may temporarily deteriorate, however, as a rule, it can never disappear completely. In an environment characterised by a low overall debt burden and a legal system that provides for sophisticated and effective collection proceedings, such as Estonia or the Baltic countries in general, the recovery of the overdue debts of individuals is a matter of the right time horizon rather than a potential non-recovery.
- BIGBANK's loan portfolio is well diversified – as of 30.09.2008 the average loan amount was 19 thousand kroons, while 40 largest loans accounted for 3.2% of the total loan portfolio.

In case of long-term payment delay, it must be taken into consideration that in case of consumer loans the enforcement process significantly differs from the enforcement process of loans secured with physical collateral (e.g. mortgage of real estate). Owing to the nature of loans (as a rule, consumer loans are backed with the customer's regular income), amounts due under terminated agreements are satisfied over an extended period in smaller instalments, not in a lump sum raised by the realisation of collateral.

Overdue loans Overdue loans comprise overdue loan principal, which has become due. Under the terms of the loan contract signed with the customer, the Group may terminate the contract unilaterally if at least three scheduled payments are in arrears. When a contract is terminated, the customer has to settle the outstanding loan balance, any accrued interest, and any collateral claims resulting from the settlement delay.

The Group's historical recovery rate for non-performing loans has been high and in clear correlation with the duration of the collection proceedings. For example, in the case of loans whose collection proceedings had lasted for at least two years, only about one tenth of the initial balance is still outstanding. As the collection proceedings have not been completed, the expected proportion of fully recovered loans is even higher. All loans overdue more than 180 days do not have a court decision yet, therefore at a later stage the share of recovered loans in enforcement process will increase even more.

To manage the risks arising from customers' settlement behaviour and to cover potential credit losses, the Group has formed appropriate impairment allowances, which as of 30.09.2008 totalled to 197.9 million kroons (including allowances for loan receivables in the amount of 165.3 million kroons, allowances for interest receivables in the amount of 23.7 million kroons and collective allowance 8.9 million kroons). Impairment allowances form 7.7% of receivables from customers. The allowances have been formed on a conservative basis.

Receivables, for which enforcement proceeding have not provided expected results, have been 100% provisioned or they have been written off from the balance sheet. In 3rd quarter 2008, receivables in the amount of 6.2 million kroons have been written off from the balance sheet and the respective figure for nine months is 8.7 millions kroons.

Liabilities In the 3rd quarter of 2008 the liabilities of Group increased altogether by 222.8 million kroons, amounting to 2 393.7 million kroons. Issued bonds formed the bulk of liabilities, i.e. 1 597.1 million kroons.

The structure of funding has become more conservative; the share of customers' term deposits in total funding has been increased. As of 30.09.2008, term deposits accounted for 23.7% of total liabilities and amounted to 567.4 million kroons.

As of 30 September 2008 loans from banks amounted to 15.7 million kroons, i.e. 0.7% of total liabilities.

Subordinated liabilities formed altogether 173.4 million kroons, i.e. 7.2% of total liabilities.

Equity In the 3rd quarter of 2008 the equity of the Group increased by 23.5 million kroons, amounting to 552.1 million kroons. The share of owner's equity in the balance sheet total amounts to 18.7%. As of the end of the 3rd quarter the capital adequacy of the Group formed 18.46% (Basel II).

As of 30 September 2008 Tier 1 and Tier 2 capital totalled to 667.1 million kroons, which is 22.6% of the balance sheet total.

Income Statement Indicators

Interest income	<p>In the 3rd quarter the interest income amounted to 168.9 million kroons, thus increasing by 6.9% compared to the same period of the previous year. Interest income (annualised) to interest-bearing assets (arithmetic mean) in 3rd quarter was 26.2% and during the first nine months 26.2% respectively. Interest income (annualised) from loans to customer receivables was 28.4% (arithmetic mean).</p>
Interest expenses	<p>In the 3rd quarter of 2008 interest expenses amounted to 63.2 million kroons, the interest expenses of 9 months totalled to 180.8 million kroons.</p> <p>Interest expenses to interest income were 37.4% in the 3rd quarter and 35.0% in nine months. Interest expenses (annualised) to interest-bearing liabilities (arithmetic mean) in 3rd quarter were 11.1% and 10.6% in the first nine months.</p>
Salary expenses	<p>Salary expenses in the 3rd quarter amounted to 27.2 million kroons and 82.6 millions kroons during first nine months. As of end of the period, the Group had 507 employees (excluding on maternity leave).</p>
Administrative expenditures	<p>In the 3rd quarter the administrative expenditures of the Group amounted to 34.4 million kroons and 84.1 million kroons from the beginning of the year. In comparison with the same periods of the previous year the administrative expenses increased by 1.7 and 4.2 million kroons, respectively.</p>
Impairment losses of financial assets	<p>In the 3rd quarter the impairment allowances for loan and interest receivables was increased altogether by 40.7 million kroons. Impairment allowances are made on conservative basis.</p> <p>In relation to changes in Latvian macro environment during 4th quarter, the Latvian subsidiary has formed a special collective allowance in the amount of 8.9 million kroons in addition to the regular individual assessment of the loan portfolio. The reason for collective allowance is to cover potential negative impacts to payment behaviour resulting from changes in macroeconomic environment.</p>
Other operating income and expenses	<p>Other operating income (mainly consisting of enforcement income) amounted to 35.9 million kroons in the 3rd quarter of 2008 and 91.2 million kroons from the beginning of the year. Other operating income in the same periods of the previous year was 15.0 million kroons and 35.4 million kroons, respectively. Other operating income increased by 2.6 times compared to first nine months of previous year.</p> <p>Other operating expenses in 3rd quarter of 2008 and during the first nine months amounted to 1.9 and 3.8 million kroons, respectively.</p>
Net profit	<p>In the 3rd quarter of 2008 the net profit of the Group was 28.7 million kroons, which is 32.1% less compared to the same period of the previous year. Net profit of 9 months amounted to 117.9 million kroons. Compared to the 9 months of 2007 net profit has decreased by 13.7 million kroons, mainly resulting from the increase in interest expenses and impairment allowances. The increase in interest expenses relates to the change in structure of funding, significant growth of funding volumes and increase in the cost of funding. The increase of impairment allowances relates to the increase of overdue loan portfolio and changes in the macroeconomic environment. Net profit is also influenced by the collective allowance formed by the Latvian subsidiary in 3rd quarter to cover potential negative impacts to payment behaviour resulting from changes in macroeconomic environment.</p>

CONSOLIDATED CAPITAL ADEQUACY

(in millions of kroons)

30.09.2008

Paid-up share capital	80.000
Reserves formed on account of the profits	8.000
Retained earnings/losses	354.600
Unrealised exchange differences	-8.409
Intangible assets	-6.458
Profit for the reporting period	117.944
Total amount of Tier 1 own funds	545.677
Subordinated debt	121.385
Total amount of Tier 2 own funds	121.385
Total deductions	-
Total amount of Tier 3 own funds	-
Own funds for calculation of capital adequacy	667.062
Capital requirements	
Central governments and central banks under the Standardised Approach, incl.	6.437
<i>Balti Investeeringute Grupi Pank AS</i>	6.437
<i>AS Baltijas Izaugsmes Grupa</i>	-
Companies under the Standardised Approach, incl.	2.199
<i>Balti Investeeringute Grupi Pank AS</i>	2.199
<i>AS Baltijas Izaugsmes Grupa</i>	-
Retail claims under the Standardised Approach, incl.	102.665
<i>Balti Investeeringute Grupi Pank AS</i>	59.455
<i>AS Baltijas Izaugsmes Grupa</i>	43.210
Claims secured by real estate property under the Standardised Approach, incl.	9.306
<i>Balti Investeeringute Grupi Pank AS</i>	8.429
<i>AS Baltijas Izaugsmes Grupa</i>	0.876
Past due claims under the Standardised Approach, incl.	105.104
<i>Balti Investeeringute Grupi Pank AS</i>	59.454
<i>AS Baltijas Izaugsmes Grupa</i>	45.650
Short-term debt of credit institutions, investment firms and other companies under the Standardised Approach, incl.	7.564
<i>Balti Investeeringute Grupi Pank AS</i>	6.159
<i>AS Baltijas Izaugsmes Grupa</i>	1.386
Other assets under the Standardised Approach, incl.	27.470
<i>Balti Investeeringute Grupi Pank AS</i>	13.577
<i>AS Baltijas Izaugsmes Grupa</i>	10.865
Total capital requirements against credit risks and counterparty credit risk	260.745

Continues on the next page



(in millions of kroons)	30.09.2008
Capital requirement for foreign-exchange risk, incl.	57.220
<i>Balti Investeeringute Grupi Pank AS</i>	5.010
<i>AS Baltijas Izaugsmes Grupa</i>	52.210
Capital requirement for commodities risk	-
Capital requirement for interest rate risk	-
Capital requirement for equity position risks	-
Capital requirements against options	-
Capital requirement for trading book exposures exceeding the limits of concentration of exposure	-
Capital requirement for trading book settlement/delivery risk	-
Capital requirements against foreign exchange risk, commodities risk and position risk associated with the trading book under the Internal Models Approach	-
Total capital requirements against foreign exchange risk, commodities risk and position risk associated with the trading book	-
Basic Indicator Approach to operational risk, incl.	43.307
<i>Balti Investeeringute Grupi Pank AS</i>	32.984
<i>AS Baltijas Izaugsmes Grupa</i>	11.786
Standardised Approach to operational risk	-
Advanced Measurement Approach to operational risk	-
Total capital requirements against operational risk	43.307
Minimum own funds during the transitional period	-
Capital requirements for the calculation of adequacy	361.273
Capital adequacy	18.46%

CONSOLIDATED CAPITAL ADEQUACY

(in millions of euros)	30.09.2008
Paid-up share capital	5.113
Reserves formed on account of the profits	0.511
Retained earnings/losses	22.663
Unrealised exchange differences	-0.537
Intangible assets	-0.413
Profit for the reporting period	7.538
Total amount of Tier 1 own funds	34.875
Subordinated debt	7.758
Total amount of Tier 2 own funds	7.758
Total deductions	-
Total amount of Tier 3 own funds	-
Own funds for calculation of capital adequacy	42.633
Capital requirements	
Central governments and central banks under the Standardised Approach, incl.	0.411
<i>Balti Investeeringute Grupi Pank AS</i>	0.411
<i>AS Baltijas Izaugsmes Grupa</i>	-
Companies under the Standardised Approach, incl.	0.141
<i>Balti Investeeringute Grupi Pank AS</i>	0.141
<i>AS Baltijas Izaugsmes Grupa</i>	-
Retail claims under the Standardised Approach, incl.	6.561
<i>Balti Investeeringute Grupi Pank AS</i>	3.800
<i>AS Baltijas Izaugsmes Grupa</i>	2.761
Claims secured by real estate property under the Standardised Approach, incl.	0.595
<i>Balti Investeeringute Grupi Pank AS</i>	0.539
<i>AS Baltijas Izaugsmes Grupa</i>	0.056
Past due claims under the Standardised Approach, incl.	6.717
<i>Balti Investeeringute Grupi Pank AS</i>	3.800
<i>AS Baltijas Izaugsmes Grupa</i>	2.917
Short-term debt of credit institutions, investment firms and other companies under the Standardised Approach, incl.	0.483
<i>Balti Investeeringute Grupi Pank AS</i>	0.394
<i>AS Baltijas Izaugsmes Grupa</i>	0.088
Other assets under the Standardised Approach, incl.	1.756
<i>Balti Investeeringute Grupi Pank AS</i>	0.868
<i>AS Baltijas Izaugsmes Grupa</i>	0.694
Total capital requirements against credit risks and counterparty credit risk	16.664

Continues on the next page



(in millions of euros)	30.09.2008
Capital requirement for foreign-exchange risk, incl.	3.657
<i>Balti Investeeringute Grupi Pank AS</i>	0.320
<i>AS Baltijas Izaugsmes Grupa</i>	3.337
Capital requirement for commodities risk	-
Capital requirement for interest rate risk	-
Capital requirement for equity position risks	-
Capital requirements against options	-
Capital requirement for trading book exposures exceeding the limits of concentration of exposure	-
Capital requirement for trading book settlement/delivery risk	-
Capital requirements against foreign exchange risk, commodities risk and position risk associated with the trading book under the Internal Models Approach	-
Total capital requirements against foreign exchange risk, commodities risk and position risk associated with the trading book	-
Basic Indicator Approach to operational risk, incl.	2.768
<i>Balti Investeeringute Grupi Pank AS</i>	2.108
<i>AS Baltijas Izaugsmes Grupa</i>	0.753
Standardised Approach to operational risk	-
Advanced Measurement Approach to operational risk	-
Total capital requirements against operational risk	2.768
Minimum own funds during the transitional period	-
Capital requirements for the calculation of adequacy	23.089
Capital adequacy	18.46%

The capital adequacy standards are applied to Balti Investeeringute Grupi Pank AS.

The specification of consolidation group used when calculating the capital adequacy does not differ from the specification of consolidation group used when preparing financial reports.

Pursuant to §73 of the Credit Institutions Act the following can be included in the Tier 1 capital:

- Paid-in share capital;
- Reserves and reserve capital formed on the basis of law and the articles of association on account of the profits;
- Audited retained earnings;
- Profits for the current financial year, the size of which has been verified by an auditor.

Pursuant to §74 of the Credit Institutions Act subordinated liabilities may be included in Tier 2 capital.

A liability of a credit institution is deemed to be subordinated if the claim arising out of such liability, in the event of the dissolution or bankruptcy of the credit institution is satisfied after the justified claims of all other creditors have been satisfied.

The credit institution has requested for permission from the Financial Supervision Authority for including subordinated liabilities in Tier 2 own funds.

The credit institution does not have Tier 3 own funds.

Standard methods have been used for calculating the capital requirements for credit risk, and basic indicator approach for calculating the capital requirements for operation risk.

FINANCIAL STATEMENTS

CONSOLIDATED BALANCE SHEET

(in millions of kroons)	Note	30.09.2008	31.12.2007
Assets			
Cash on hand		-	0.007
Receivables from Central Bank		321.867	301.616
Receivables from banks		151.274	67.351
Receivables from customers	2,3,4,6,7	2 376.556	2 199.254
Other receivables and prepaid expenses		27.343	11.059
Intangible assets		6.458	7.816
Tangible assets		49.886	31.306
Other assets		12.487	1.717
Total assets		2 945.871	2 620.126
Liabilities			
Payable to credit institutions	8	15.688	150.136
Payable to customers	9	567.359	183.876
Other payables and deferred income		40.223	33.108
Issued bonds	10	1 597.061	1 610.427
Subordinated liabilities	10	173.405	170.130
Total liabilities		2 393.736	2 147.677
Equity			
Share capital		80.000	80.000
Reserves		8.000	8.000
Unrealised exchange differences		-8.409	5.474
Retained earnings		354.600	201.700
Profit for the accounting year		117.944	177.275
Total equity		552.135	472.449
Total liabilities and equity		2 945.871	2 620.126

CONSOLIDATED BALANCE SHEET

(in millions of euros)	Note	30.09.2008	31.12.2007
Assets			
Cash on hand		-	-
Receivables from Central Bank		20.571	19.277
Receivables from banks		9.668	4.305
Receivables from customers	2,3,4,6,7	151.890	140.558
Other receivables and prepaid expenses		1.748	0.706
Intangible assets		0.413	0.500
Tangible assets		3.188	2.001
Other assets		0.798	0.110
Total assets		188.276	167.457
Liabilities			
Payable to credit institutions	8	1.003	9.595
Payable to customers	9	36.261	11.752
Other payables and deferred income		2.571	2.117
Issued bonds	10	102.071	102.925
Subordinated liabilities	10	11.082	10.873
Total liabilities		152.988	137.262
Equity			
Share capital		5.113	5.113
Reserves		0.511	0.511
Unrealised exchange differences		-0.537	0.350
Retained earnings		22.663	12.891
Profit for the accounting year		7.538	11.330
Total equity		35.288	30.195
Total liabilities and equity		188.276	167.457

GUARANTEES AND PLEDGED ASSETS**30.09.2008**

(in millions)	EEK	EUR
Irrevocable transactions	18.227	1.165
incl. guarantees and other similar irrevocable transactions*	17.807	1.138
incl. credit lines and overdraft facilities	0.420	0.027
Assets pledged and encumbered with usufruct to secure liabilities**	23.400	1.778

*- Including a guarantee in the amount of 17.7 million kroons (1.1 million euros) issued by the parent company to AS Hansapank in order to guarantee fulfilment of obligations of 100% subsidiary Rütli Majad OÜ.

** - In addition, there are assets pledged and encumbered with usufruct in the amount of 4.4 million kroons (0.3 million euros), the related liabilities have been fulfilled as of the date of the report.

CONSOLIDATED INCOME STATEMENT

(in millions of kroons)

	Note	3Q 2008	3Q 2007	9 months 2008	9 months 2007
Interest income	12	168.862	157.926	516.906	395.523
Interest expenses	13	63.234	45.123	180.758	93.144
Net interest income		105.628	112.803	336.148	302.379
Net service charges		-0.339	-0.078	-0.900	-0.133
Net profit/loss from financial transactions		-0.432	-1.393	-2.223	-3.023
Other operating income	12	35.890	15.014	91.178	35.407
Total income		140.747	126.346	424.203	334.630
Salaries		27.216	17.859	82.582	46.845
Administrative expenditures		34.433	32.688	84.149	79.919
Depreciation and amortisation		2.699	1.524	7.434	3.963
Allowances to loans and receivables		40.713	30.382	110.699	63.224
Other operating expenses	13	1.866	-0.786	3.760	1.585
Total operating expenses		106.927	81.667	288.624	195.536
Profit before tax		33.820	44.679	135.579	139.094
Income tax		5.081	2.351	17.635	7.432
Profit for the accounting period		28.739	42.328	117.944	131.662
Basic earnings per share (EEK)		359	529	1 474	1 646
Diluted net profit per share (EEK)		359	529	1 474	1 646

CONSOLIDATED INCOME STATEMENT

(in millions of euros)	Note	3Q 2008	3Q 2007	9 months 2008	9 months 2007
Interest income	12	10.792	10.093	33.036	25.279
Interest expenses	13	4.041	2.884	11.553	5.953
Net interest income		6.751	7.209	21.483	19.326
Net service charges		-0.022	-0.005	-0.058	-0.009
Net profit/loss from financial transactions		-0.028	-0.089	-0.142	-0.193
Other operating income	12	2.294	0.960	5.828	2.263
Total income		8.995	8.075	27.111	21.387
Salaries		1.739	1.142	5.278	2.994
Administrative expenditures		2.201	2.089	5.378	5.108
Depreciation and amortisation		0.172	0.097	0.475	0.253
Allowances to loans and receivables		2.602	1.942	7.075	4.041
Other operating expenses	13	0.119	-0.050	0.240	0.101
Total operating expenses		6.833	5.220	18.446	12.497
Profit before tax		2.162	2.855	8.665	8.890
Income tax		0.325	0.150	1.127	0.475
Profit for the accounting period		1.837	2.705	7.538	8.415
Basic earnings per share (EUR)		23	34	94	105
Diluted net profit per share (EUR)		23	34	94	105

CONSOLIDATED STATEMENT OF CASH FLOWS

(in millions of kroons)

	01.01.2008- 30.09.2008	01.01.2007- 30.09.2007
Cash flow from operations		
Interests received	428,596	317,115
Interests paid	-153,525	-82,604
Administrative expenses paid (incl. salary expenses)	-168,388	-125,567
Other operating income received	71,365	28,087
Other operating income paid	-3,615	-3,031
Reversal of impairment losses	0,578	0,111
Paid for other assets	-0,704	-
Loans granted	-743,054	-1 333,92
Repayment of loans granted	534,001	448,163
Change in mandatory reserve in Central Bank	-44,069	-168,006
Proceeds from customer deposits	451,545	106,413
Paid on redemption of deposits	-87,642	-86,390
Income tax paid	-22,648	-7,111
Effect of change in exchange rates	-0,630	-3,271
Net cash used in operating activities	261,81	-910,013
Cash flow from investing activities		
Acquisition of property and equipment and intangible assets	-24,537	-12,214
Proceeds from sale of property and equipment and intangible assets	0,020	-
Purchase of securities	-	-28,655
Proceeds from sale of securities	-	10,269
Net cash used in investing activities	-24,517	-30,600
Cash flow from financing activities		
Proceeds from debt securities issues	154,363	1 163,157
Paid on redemption of debt securities	-171,297	-243,361
Proceeds from loans from banks	47,760	190,000
Repayments of bank loans	-183,678	-183,948
Dividends paid	-24,000	-22,000
Net cash from financing activities	-176,852	903,848
Effect of exchange rate fluctuations related to foreign subsidiary	-0,343	2,545
Increase in cash and cash equivalents	60,098	-34,220
Cash and cash equivalents at the beginning of the year	93,405	69,273
Cash and cash equivalents at the end of the period	153,503	35,054
	30.09.2008	30.09.2007
Cash	-	0,007
Demand and overnight deposits with banks	151,273	24,526
Surplus on mandatory reserve with Central Bank	1,362	9,897
Interest receivable from mandatory reserve to Central Bank	0,868	0,624
Total	153,503	35,054

CONSOLIDATED STATEMENT OF CASH FLOWS

(in millions of euros)

	01.01.2008- 30.09.2008	01.01.2007- 30.09.2007
Cash flow from operations		
Interests received	27,392	20,267
Interests paid	-9,812	-5,279
Administrative expenses paid (incl. salary expenses)	-10,762	-8,025
Other operating income received	4,561	1,795
Other operating income paid	-0,231	-0,194
Reversal of impairment losses	0,037	0,007
Paid for other assets	-0,045	-
Loans granted	-47,490	-85,253
Repayment of loans granted	34,129	28,643
Change in mandatory reserve in Central Bank	-2,817	-10,738
Proceeds from customer deposits	28,859	6,801
Paid on redemption of deposits	-5,601	-5,521
Income tax paid	-1,447	-0,454
Effect of change in exchange rates	-0,040	-0,209
Net cash used in operating activities	16,733	-58,160
Cash flow from investing activities		
Acquisition of property and equipment and intangible assets	-1,568	-0,781
Proceeds from sale of property and equipment and intangible assets	0,001	-
Purchase of securities	-	-1,831
Proceeds from sale of securities	-	0,656
Net cash used in investing activities	-1,567	-1,956
Cash flow from financing activities		
Proceeds from debt securities issues	9,866	74,339
Paid on redemption of debt securities	-10,948	-15,554
Proceeds from loans from banks	3,052	12,143
Repayments of bank loans	-11,739	-11,756
Dividends paid	-1,534	-1,406
Net cash from financing activities	-11,303	57,766
Effect of exchange rate fluctuations related to foreign subsidiary	-0,022	0,163
Increase in cash and cash equivalents	3,841	-2,187
Cash and cash equivalents at the beginning of the year	5,970	4,427
Cash and cash equivalents at the end of the period	9,811	2,240
	30.09.2008	30.09.2007
Cash	-	-
Demand and overnight deposits with banks	9,668	1,567
Surplus on mandatory reserve with Central Bank	0,087	0,633
Interest receivable from mandatory reserve to Central Bank	0,056	0,040
Total	9,811	2,240

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(in millions of kroons)	30.09.2008	30.09.2007
Share capital		
Balance at the beginning of the period	80.000	80.000
Balance at the end of the period	80.000	80.000
Capital reserve		
Balance at the beginning of the year	8.000	4.000
Transfer to capital reserve	-	4.000
Balance at the end of the period	8.000	8.000
Unrealised exchange differences		
Balance at the beginning of the year	5.474	0.437
Change in unrealised exchange differences	-13.883	-3.794
Balance at the end of the period	-8.409	-3.357
Retained earnings		
Balance at the beginning of the year	378.975	227.366
Net profit	117.944	131.662
Transfer to reserves	-	-4.000
Dividends paid	-24.000	-22.000
Change in unrealised exchange differences	-0.375	0.333
Balance at the end of the period	472.544	333.361
Total equity	552.135	418.004

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(in millions of euros)	30.09.2008	30.09.2007
Share capital		
Balance at the beginning of the period	5.113	5.113
Balance at the end of the period	5.113	5.113
Capital reserve		
Balance at the beginning of the year	0.511	0.256
Transfer to capital reserve	-	0.256
Balance at the end of the period	0.511	0.512
Unrealised exchange differences		
Balance at the beginning of the year	0.350	0.028
Change in unrealised exchange differences	-0.887	-0.242
Balance at the end of the period	-0.537	-0.214
Retained earnings		
Balance at the beginning of the year	24.221	14.531
Net profit	7.538	8.415
Transfer to reserves	-	-0.256
Dividends paid	-1.534	-1.406
Change in unrealised exchange differences	-0.024	0.021
Balance at the end of the period	30.201	21.305
Total equity	35.288	26.716



NOTES TO FINANCIAL STATEMENTS

Note 1. Accounting Principles.

The accounting principles used in the summary consolidated interim report for the 3rd quarter of 2008 of Balti Investeeringute Grupi Pank AS are in accordance with the accounting principles used in the last annual report of the year ended on 31 December 2007. Consolidated interim report does not include all information necessary for presenting the annual report and it should be read with the Group's last published annual report as of 31.12.2007.

Related to the situation developed on the financial markets an additional collective impairment allowance reserve for the loan portfolio in the amount of 8.854 million kroons (0.566 million euros) was formed by the Latvian subsidiary. In addition to the regular methods (individual impairment allowance to receivables based on contract) an additional collective impairment allowance to loan portfolio was performed during this impairment allowance.

In order to give a better overview of the Group's financial results, balance sheet and income statement layouts have been amended.

The new balance sheet layout does not have the line "Allowance for credit losses". From the -102.916 million kroons (-6.578 million euros) reflected in the consolidated balance sheet of 31.12.2007 the impairment allowance to loan and interest receivables in the amount of -101.663 million kroons (6.497 million euros) has been shifted to the balance sheet line "Receivables from customers" and impairment allowance to other accrued income (fines for delays, penalty fees, etc) in the amount of -1.253 million kroons (0.081 million euros) to the balance sheet line "Other receivables and prepaid expenses".

Also the new balance sheet layout does not have the line "Accrued income and prepaid expenses". Compared to the consolidated balance sheet of 31.12.2007, interest receivables from customers in the amount of 124.402 million kroons (7.951 million euros) have been shifted to the balance sheet line "Receivables from customers" and the accrued interest of compulsory reserve, in the amount of 0.743 million kroons (0.047 million euros) to the balance sheet line "Receivables from Central Bank". Other accrued income and prepaid expenses reflected in the consolidated balance sheet of 31.12.2007, in the amount of 11.059 million kroons (0.706 million euros), have been shifted to the balance sheet line "Other receivables and prepaid expenses".

According to the new layout the balance sheet line "Payable to customers" reflects deposits with interest accrued but not paid out on deposits and the balance sheet line "Issued bonds" reflects bonds with interest accrued but not paid out on bonds. Balance sheet line "Accrued expenses and deferred income" is not used. Thus in the comparable data of the consolidated balance sheet of 31.12.2007 interest accrued but not paid out on deposits in the amount of 2.689 million kroons (0,172 million euros) has been shifted from the balance sheet line "Accrued income and deferred income" to the balance sheet line "Payable to customers" and interest accrued but not paid out on bonds in the amount of 12.808 million kroons has been shifted to the balance sheet line "Issued bonds". From the consolidated balance sheet of 31.12.2007 other accrued income and deferred income in the amount of 32.266 million kroons (2.062 million euros) and 0.842 million kroons (0.055 million euros) reflected on the balance sheet line "Other payables" have been shifted to the balance sheet line "Other payables and deferred income".

In the income statement the income from service charges and expenses on service charges are not shown on separate lines, the data is presented on the line "Net service charges". Other operating income has been added to other income. The line "Total income" has been added.

According to the new layout salary expenses are presented on the same line with social tax.

In the new income statement layout the line "Other administrative expenses" has been renamed to "Administrative expenses". Also the line "Total operating expenses" has been added to the income statement layout.

For a more correct presentation of data the consolidated income statement of the period 01.01.2007 – 30.09.2008 has been changed compared to the report of the same period of 2007 as follows:

- Expenses related to the employees in the amount of -0.922 million kroons (-0.059 million euros) have been moved from income statement line "Other operating expenses" to "Salaries".

Advertising and utility expenses in the amount of -6.172 million kroons (-0.394 million euros) have been moved to the income statement line "Administrative expenditure".

In statement of cash flows data for the period of 01.01.2007 – 30.09.2007 has been changed compared to the report for the period of 2007 as follows:

- Line "Cash and cash equivalents at the beginning of the year" has been increased by 0.020 million kroons (0.001 million euros), line "Cash and cash equivalents at the end of the period" has been increased by 0.624 million kroons (0.040 million euros) due to adding accrued interest of compulsory reserve to the balance sheet line "Receivables from Central Bank".
- For a more correct presentation of data all cash flows related to cash from bonds and redemption of bonds have been removed from the cash flow statement line "Cash flows from operations" and are reflected in the part of the cash flow statement "Cash flow from financing activities".

Note 2. Receivables from Customers

Group (in millions of kroons)	30.09.2008	31.12.2007
Loan receivables from customers	2 389.503	2 176.515
Impairment allowance to loan receivables	-165.320	-89.588
Interest receivables from customers	184.981	124.402
Impairment allowance to interest receivables	-23.754	-12.075
Collective impairment allowance*	-8.854	-
Total receivables from customers	2 376.556	2 199.254

*- In relation to changes in Latvian macro environment during 4th quarter, the Latvian subsidiary has formed a special collective allowance in the amount of 8.9 million kroons in addition to the regular individual assessment of the loan portfolio. The reason for collective allowance is to cover potential negative impacts to payment behaviour resulting from changes in macroeconomic environment.

Group (in millions of euros)	30.09.2008	31.12.2007
Loan receivables from customers	152.717	139.105
Impairment allowance to loan receivables	-10.566	-5.726
Interest receivables from customers	11.823	7.951
Impairment allowance to interest receivables	-1.518	-0.772
Collective impairment allowance*	-0.566	-
Total receivables from customers	151.890	140.558

*- In relation to changes in Latvian macro environment during 4th quarter, the Latvian subsidiary has formed a special collective allowance in the amount of 8.9 million kroons in addition to the regular individual assessment of the loan portfolio. The reason for collective allowance is to cover potential negative impacts to payment behaviour resulting from changes in macroeconomic environment.

Note 3. Distribution of Loan Receivables by Maturity

Group (in millions of kroons)	30.09.2008	31.12.2007
Up to 12 months	1 261.025	868.496
1-2 years	265.907	315.583
2-5 years	436.534	460.531
More than 5 years	426.037	531.905
Total	2 389.503	2 176.515

Group (in millions of euros)	30.09.2008	31.12.2007
Up to 12 months	80.594	55.507
1-2 years	16.994	20.170
2-5 years	27.900	29.433
More than 5 years	27.229	33.995
Total	152.717	139.105

Note 4. Distribution of Debt Obligations by Geographic Areas

Group (in millions of kroons)	Balance sheet obligations, including			30.09.2008
	Loan receivables	Overdue loans	Impairment of loan receivables	Relative share of area
Estonia	1 206.546	419.685	75.492	50.5%
Latvia	995.566	379.323	83.279	41.7%
Lithuania	187.391	25.949	6.548	7.8%
Total	2 389.503	824.958	165.320	100%

Group (in millions of euros)	Balance sheet obligations, including			30.09.2008
	Loan receivables	Overdue loans	Impairment of loan receivables	Relative share of area
Estonia	77.112	26.823	4.825	50.5%
Latvia	63.628	24.243	5.323	41.7%
Lithuania	11.976	1.658	0.419	7.8%
Total	152.717	52.724	10.566	100%

Note 6. Loan Receivables by Security

Group (in millions of kroons)	30.09.2008	31.12.2007
Loan secured with income	1 827.002	1 577.872
Loan against surety	350.549	334.880
Loan secured with real estate	162.918	216.576
Credit line for companies	49.034	47.188
Total loan receivables	2 389.503	2 176.515

Group (in millions of euros)	30.09.2008	31.12.2007
Loan secured with income	116.767	100.844
Loan against surety	22.404	21.403
Loan secured with real estate	10.412	13.842
Credit line for companies	3.134	3.016
Total loan receivables	152.717	139.105

Note 7. Overdue Loans

Group (in millions of kroons)*	30.09.2008	31.12.2007
Up to 30 days	7.229	12.491
30 - 60 days	5.430	14.911
60-90 days	7.587	12.511
90-180 days	123.124	97.078
Over 180 days	681.588	304.820
Total	824.958	441.811

* - In case of loan contract termination, overdue loans comprise entire loan principal

Group (in millions of euros)*	30.09.2008	31.12.2007
Up to 30 days	0.462	0.798
30 - 60 days	0.347	0.953
60-90 days	0.485	0.800
90-180 days	7.869	6.204
Over 180 days	43.561	19.482
Total	52.724	28.237

* - In case of loan contract termination, overdue loans comprise entire loan principal

Note 8. Payable to Credit Institutions

Group (in millions of kroons)	30.09.2008			31.12.2007		
	Short-term	Long-term	Total	Short-term	Long-term	Total
Danske Bank A/S Estonian branch	-	-	-	149,372	-	149,372
AS SEB Pank	-	-	-	0,764	-	0,764
AS Hansapank	4,440	11,248	15,688	-	-	-
Total	4,440	11,248	15,688	150,136	-	150,136

Group (in millions of euros)	30.09.2008			31.12.2007		
	Short-term	Long-term	Total	Short-term	Long-term	Total
Danske Bank A/S Estonian branch	-	-	-	9,547	-	9,547
AS SEB Pank	-	-	-	0,049	-	0,049
AS Hansapank	0,284	0,719	1,003	-	-	-
Total	0,284	0,719	1,003	9,595	-	9,595

Note 9. Payable to Customers

Group (in millions of kroons)	30.09.2008	31.12.2007
Maturity up to 1 year	537.802	155.666
Maturity of 1-2 years	21.809	21.274
Maturity of 2-5 years	7.748	6.935
Total	567.359	183.875

Group (in millions of euros)	30.09.2008	31.12.2007
Maturity up to 1 year	34.372	9.949
Maturity of 1-2 years	1.394	1.360
Maturity of 2-5 years	0.495	0.443
Total	36.261	11.752

Note 10. Issued Bonds and Subordinated Liabilities

Group (in millions of kroons)	30.09.2008	31.12.2007
Maturity up to 12 months	322.124	337.422
Maturity of 1-2 years	65.121	53.094
Maturity of 2-5 years	1 274.937	1 270.314
Maturity of more than 5 years	108.284	119.727
Total	1 770.466	1 780.557

Group (in millions of euros)	30.09.2008	31.12.2007
Maturity up to 12 months	20.587	21.565
Maturity of 1-2 years	4.162	3.393
Maturity of 2-5 years	81.483	81.188
Maturity of more than 5 years	6.921	7.652
Total	113.153	113.798

Note 11. Net Currency Positions

Group (in millions of kroons)					30.09.2008
	Balance sheet position		Off-balance sheet position		Net position
	Assets	Liabilities	Assets	Liabilities	
EEK	1 391.646	769.143	-	0.420	622.083
EUR	894.918	1 543.948	-	-	-649.030
LVL*	551.558	29.403	-	-	522.185
LTL	101.254	51.242	-	-	50.012
SEK	0.006	-	-	-	0.006

* - There is a clause in lat loan contracts for the protection for the creditor in case of devaluation.

Group (in millions of euros)					30.09.2008
	Balance sheet position		Off-balance sheet position		Net position
	Assets	Liabilities	Assets	Liabilities	
EEK	88.942	49.157	-	0.027	39.758
EUR	57.196	98.676	-	-	-41.481
LVL*	35.253	1.879	-	-	33.374
LTL	6.471	3.275	-	-	3.196
SEK	-	-	-	-	-

* - There is a clause in lat loan contracts for the protection for the creditor in case of devaluation.

Note 12. Interest Income and Other Operating Income

Group (in millions of kroons)	9 months 2008	9 months 2007	3Q 2008	3Q 2007
Interest income	516.906	395.523	168.862	157.926
Incl. from loans to customers	505.334	386.955	164.499	154.232
Incl. from deposits	11.572	7.856	4.363	3.426
Incl. from debt and other fixed income securities	-	0.712	-	0.268
Other operating income	91.178	35.407	35.890	15.014
Total	608.084	430.930	204.752	172.940

Group (in millions of euros)	9 months 2008	9 months 2007	3Q 2008	3Q 2007
Interest income	33.036	25.279	10.792	10.093
Incl. from loans to customers	32.297	24.731	10.513	9.857
Incl. from deposits	0.740	0.502	0.279	0.219
Incl. from debt and other fixed income securities	-	0.046	-	0.017
Other operating income	5.828	2.263	2.294	0.960
Total	38.864	27.542	13.086	11.053

Note 13. Interest Expenses and Other Operating Expenses

Group (in millions of kroons)	9 months 2008	9 months 2007	3Q 2008	3Q 2007
Interest expenses incl.	180.758	93.144	63.234	45.123
<i>On debt securities</i>	159.159	79.674	54.190	40.641
<i>On deposits</i>	16.661	6.302	8.782	2.135
<i>On loans</i>	4.938	7.168	0.262	2.347
Other operating expenses	3.751	1.585	1.857	0.786
Total	184.509	94.729	65.091	44.337

Group (in millions of euros)	9 months 2008	9 months 2007	3Q 2008	3Q 2007
Interest expenses incl.	11.553	5.953	4.041	2.884
<i>On debt securities</i>	10.172	5.092	3.463	2.597
<i>On deposits</i>	1.065	0.403	0.561	0.136
<i>On loans</i>	0.316	0.458	0.017	0.150
Other operating expenses	0.240	0.101	0.119	0.050
Total	11.792	6.054	4.160	2.834