

FINANCIAL STATEMENTS

As of 31 December 2023



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This report is prepared according to the Disclosure to public requirements of the Bank of Lithuania.

Information is presented in thousands of EUR, unless otherwise stated.

UAB SME Bank financial statements as of 31 December 2023 are unaudited.

STATEMENT OF FINANCIAL POSITION

Item	2023-12-31	2022-12-31*
ASSETS		
Cash balances at central banks and other demand deposits	5 676	29 167
<i>Cash balances at Central Bank</i>	5 548	28 925
<i>Other demand deposits</i>	129	242
Financial assets at fair value through other comprehensive income	27 813	-
<i>Debt securities</i>	27 813	-
Financial assets at amortised cost	81 040	63 269
<i>Debt securities</i>	519	-
<i>Loans and advances</i>	80 521	63 269
Right of use asset	333	358
Tangible assets	51	37
Intangible assets	2 090	1 513
Tax assets	51	-
Other assets	184	140
TOTAL ASSETS	117 238	94 484
LIABILITIES		
Financial liabilities measured at amortised cost	109 130	88 016
<i>Deposits</i>	105 899	85 382
<i>Debt securities issued</i>	1 952	2 011
<i>Other financial liabilities</i>	1 279	623
Provisions	4	1
Tax liabilities	41	38
Other liabilities	439	482
TOTAL LIABILITIES	109 614	88 537
EQUITY		
Capital	3 500	3 500
<i>Paid up capital</i>	3 500	3 500
Accumulated other comprehensive income	42	-
Reserve capital	3 800	2 000
Other capital	90	-
Retained earnings	447	-249
Profit or loss attributable to owners of the parent	-255	696
TOTAL EQUITY	7 624	5 947
TOTAL EQUITY AND LIABILITIES	117 238	94 484

STATEMENT OF PROFIT (LOSS) AND OTHER COMPREHENSIVE INCOME

Item	12-month period ended as of 31 December 2023	12-month period ended as of 31 December 2022*
Interest income	7 443	4 886
<i>Financial assets at amortised cost</i>	7 357	4 882
<i>Interest income on liabilities</i>	-	4
<i>Financial assets at fair value through other comprehensive income</i>	86	-
Interest expenses	-2 442	-735
<i>Financial liabilities measured at amortised cost</i>	-2 442	-712
<i>Interest expenses on assets</i>	-	-23
Fee and commission income	494	450
Fee and commission expenses	-692	-431
Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net	469	-114
<i>Financial assets at fair value through other comprehensive income</i>	492	-
<i>Financial assets at amortised cost</i>	-23	-114
Other operating income	11	47
Other operating expenses	-110	-39
TOTAL OPERATING INCOME, NET	5 173	4 064
Administrative expenses	-4 578	-2 717
<i>Staff expenses</i>	-3 281	-1 825
<i>Other administrative expenses</i>	-1 297	-892
Cash contributions to resolution funds and deposit guarantee schemes	-91	-67
Depreciation and amortisation	-569	-393
Provisions or (-) reversal provisions	-4	10
Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss	-227	-125
<i>Financial assets at fair value through other comprehensive income</i>	-3	-
<i>Financial assets at amortised cost</i>	-224	-125
PROFIT OR (-) LOSS BEFORE TAX	-296	772
Tax expense or (-) income related to profit or loss from continuing operations)	41	-76
PROFIT OR (-) LOSS FOR THE YEAR	-255	696
Other comprehensive income	42	-
<i>Debt instruments at fair value through other comprehensive income</i>	49	-
<i>Income tax relating to items that may be reclassified to profit or (-) loss</i>	-7	-
TOTAL COMPREHENSIVE INCOME	-213	696

KEY RATIOS

Key ratios	2023-12-31	2022-12-31*
Information on asset quality		
<i>Provisions for loans</i>	498	276
<i>Provisions/loans, %</i>	0,62	0,4
Profitability ratios		
<i>Return on assets, %</i>	-0,24	0,7
<i>Return on equity, %</i>	-3,73	11,9

COMPLIANCE WITH PRUDENTIAL REQUIREMENTS

Compliance with prudential requirements	2023-12-31	2022-12-31*
<i>Liquidity coverage ratio (LCR), %</i>	310,17	174,5
<i>Net stable funding ratio (NSFR), %</i>	156,89	170
<i>Capital adequacy ratio (CAR), %</i>	17,95	17,8
<i>Leverage ratio (LR), %</i>	4,67	4,7
<i>Large exposure requirement</i>	<i>In compliance</i>	<i>In compliance</i>

INFORMATION ON SANCTIONS APPLIED TO THE BANK DURING THE REPORTING PERIOD

On 10th of October, 2023 according to the Resolution No 03-147 of the Board of the Bank of Lithuania and as a result of the inspection conducted by the Bank of Lithuania for the period from May 2021 to June 2022, enforcement measures (including a fine of EUR 170 thousand) were applied to UAB SME Bank. UAB SME Bank has addressed the findings and taken measures to prevent their recurrence in the future.

* Compared to audited financial statements.