

ABLV Bank, AS in Liquidation

Operation report

July 2019

(from 01/07/2019 to 31/07/2019),

pursuant to Part 4 Article 136 of the Credit Institution Law of the Republic of Latvia

Financial Statement

	EUR'000	
	31/07/2019	30/06/2019
Assets		
Cash and deposits with central banks	1 022 661	1 022 404
Balances due from credit institutions	618 651	593 638
Loans	496 178	518 313
Investment in securities	33 919	33 016
Investments in subsidiaries and associates	150 165	149 580
Non-current investments held for sale	1 575	2 160
Other assets	35 711	35 938
Total assets	2 358 860	2 355 049
Liabilities		
Lodged creditors' claims	2 015 853	2 007 821
Other creditors	32 093	36 111
Allowances and accrued expenses	120	120
Other liabilities	14 222	14 507
Total liabilities	2 062 288	2 058 559
Paid-in share capital and share premium	221 375	221 375
Reserve	5 466	5 466
Retained earnings or losses brought forward	69 284	69 215
Retained earnings or losses for the period	447	434
Total shareholders' equity	296 572	296 490
Total liabilities and shareholders' equity	2 358 860	2 355 049
Contingent liabilities	1 646	1 620

Report of recovered assets, including property

	EUR'000	
	01/07/2019– 31/07/2019	01/06/2019– 30/06/2019
Cash from recovered loans	25 756	8 901
Cash recovered due from credit institutions	-	-
Cash from recovered / sold securities	1	1 138
Cash from sales of tangible assets and other property	62	-
Cash from sales of immovable property	-	-
Cash from recovered investments	-	-
Cash from recovered other assets	-	-
Total recovered assets	25 819	10 039

Liquidation Expenses

(pursuant to Part 2 Article 134 and Part 6 Article 135 of the Credit Institution Law of the Republic of Latvia)

	EUR'000	
	01/07/2019– 31/07/2019	01/06/2019– 30/06/2019
Remuneration of liquidator and liquidator's assistant, taxes included	160	172
Salaries paid to the employees and the severance pay to be paid, including taxes	1 263	1 302
Necessary expenses for the maintenance of the property and work premises of the credit institution to be liquidated during the liquidation	319	253
Court costs	-	-
Expenses for the placement of publications in media	-	-
Expenses for the organisation of auctions	-	-
Expenses related to the making of entries in public registers during the liquidation process	-	-
Cash turnover related expenses	616	609
Other liquidation expenses	609	68
Total liquidation expenses	2 967	2 404

ABLV Bank, AS in liquidation (hereinafter – the Company) informs that the Company continues close cooperation with all the involved parties, including state institutions and authorities, in ensuring transparent and open process of liquidation. Ernst & Young team continues independent creditor review in accordance with the requirements of the methodology approved by the regulator.

As reported earlier, in order to protect interests of the clients and shareholders, as well as taking into account the significant financial losses over extensive period of time, ABLV Bank Luxembourg made a decision to support commencement of liquidation. On 2 July 2019, Luxembourg Commercial Court decided to lift the protection mechanism previously imposed on ABLV Bank Luxembourg, S.A., and to start the judicial liquidation of the bank.

On 3 July 2019, the Enterprise Register of the Republic of Latvia made an entry in the Commercial Register about the commencement of liquidation of the Company's subsidiary ABLV Capital Market, AS.

Since 3 March 2018, when the disbursement of guaranteed deposits to the clients of the Company was started, by early July 2019 they were disbursed to 13 511 clients. In total there were EUR 434 million paid out, which is 90% of the amount the Company had transferred to the Deposit Guarantee Fund.

In July, verification of information submitted by creditors, recovery of assets, and verification of the buyers of the assets, as well as rendering information on several dozens of inquiries from various state institutions continued.

Arvīds Kostomārovs
Liquidator of ABLV Bank, AS in Liquidation

Lauma Bērziņa
Liquidator of ABLV Bank, AS in Liquidation