

ABLV Bank, AS in Liquidation

Operation report

November 2019

(from 01/11/2019 to 30/11/2019),

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

Financial Statement

	EUR'000	
	30/11/2019	31/10/2019
Assets		
Cash and deposits w with central banks	1 022 824	1 022 824
Balances due from credit institutions	699 685	679 735
Loans	419 583	437 844
Investment in securities	31 829	33 830
Investments in subsidiaries and associates	143 683	143 683
Non-current investments held for sale	1 596	1 593
Other assets	34 942	35 048
Total assets	2 354 142	2 354 557
Liabilities		
Lodged creditors' claims	2 019 556	2 016 805
Other creditors	36 172	36 396
Other liabilities	8 160	9 454
Total liabilities	2 063 888	2 062 655
Paid-in share capital and share premium	221 375	221 375
Reserves and retained earnings	74 750	74 750
Profit or loss for the current period	(5 871)	(4 223)
Total shareholders' equity	290 254	291 902
Total liabilities and shareholders' equity	2 354 142	2 354 557
Contingent liabilities	1 007	996

Report of recovered assets, including property

	EUR'000	
	01/11/2019– 30/11/2019	01/10/2019– 31/10/2019
Cash from recovered loans	20 428	16 216
Cash recovered due from credit institutions	-	-
Cash from recovered / sold securities	2 806	1 240
Cash from sales of tangible assets and other property	25	2
Cash from sales of immovable property	-	-
Cash from recovered investments	-	-
Cash from recovered other assets	-	-
Total recovered assets	23 259	17 458

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	
	01/11/2019– 30/11/2019	01/10/2019– 31/10/2019
Remuneration of liquidator and liquidator's assistant, taxes included	126	131
Salaries paid to the employees and the severance pay to be paid, including taxes	1 194	1 241
Necessary expenses for the maintenance of the property and work premises of the credit institution to be liquidated during the liquidation	246	419
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	809	678
Other liquidation expenses	1 219	862
Total liquidation expenses	3 594	3 331

On 12 June 2018, following the decision made by the Financial and Capital Market Commission (hereinafter – FCMC), voluntary liquidation of ABLV Bank, AS (hereinafter — the Company) was commenced. On 18 June 2018, the Company began accepting the creditor claims. On 6 March 2019, the FCMC approved the methodology (set of procedures) for creditor review.

Creditor claims are satisfied only provided that after the compliance review there are no statutory hindrances for payout. Compliance reviews are performed in accordance with the approved methodology by an international team of EY specialists. In October the payouts have begun in the order set forth Credit Institution Law starting with 866 creditors ranked in groups 2 to 6 with the total admitted claims amounting to EUR 347 million.

In November, Company's shareholders at an extraordinary meeting decided to change the composition of the Liquidation Committee by electing two new liquidators: sworn attorney Vineta Čukste-Jurjeva and assistant of sworn attorney Armands Smans.

Asset recovery and compliance review of asset buyers continued in November as well; the Company also continued providing information and answers to requests submitted various state institutions in accordance with the procedure set forth in the law.

In November, EUR 23.3 million were recovered; while since the commencement of the liquidation a total of EUR 726.5 million have been recovered. A recovery of EUR 1.2 million from securities written off in 2015 should be highlighted. The liabilities, which originated from a subordinated loan issued to Bank Uralsib, were satisfied after the London Court of International Arbitration ruled on settlement of the debt.

Andris Kovaļčuks
Liquidator of ABLV Bank, AS in Liquidation

Arvīds Kostomārovs
Liquidator of ABLV Bank, AS in Liquidation

Riga, 10 December 2019