

# Signet Bank AS

# Public Financial Report

3rd quarter 2022



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## I Management report

There were significant changes at Signet Bank AS Group (further – the Group) level in 2022:

- on January 26, 2022, Signet Bank AS (Reg. No. 40003076407) acquired 100% ownership in AS Expobank (Reg. No. 40003043232) and became its parent company;
- in the first half of 2022, preparations were made for a merger of the business of Signet Bank AS (Reg. No.40003076407) and AS Expobank (Reg. No.40003043232), which was completed on July 11, 2022;
- on July 11, 2022, the subsidiary AS Expobank (Reg. No.40003043232) became the parent company of the Group, taking over the assets and liabilities of the former parent company Signet Bank AS (Reg. No.40003076407), and changed its name to Signet Bank AS. As a result, a new Group was formed, with the parent company Signet Bank AS (40003043232), the financial result of which for 9 months included the individual result of the former AS Expobank (1.57 mln EUR loss) and the result of the existing Signet Bank AS Group for the period from the moment of merger to September 30, 2022 (0.78 mln EUR profit);
- the composition of the Group's shareholders remained the same as it was in Signet Bank AS before the merger transaction. As a result of the business merger, the equity of the parent company of the newly formed Group increased by 3.2 mln EUR, compared to the equity of the parent company of the previous Group as of December 31, 2022.

As a result of the merger, the Group structure was simplified and the Group continues to successfully implement its strategy, focusing on servicing local entrepreneurs and their businesses. Completion of the merger has strengthened the Group's position in the domestic market and provides additional opportunities to increase business volumes.

First 9 months of 2022 were successful for the Group's investment banking business. During this period the Group raised financing of more than 65 mln EUR for its clients by arranging bond placements. In total, Signet Bank AS has arranged or acted as a co-arranger in 10 bond placement transactions.

The arranging bond placements and equity IPOs for Baltic companies has become the most important business line for the Group, along with providing financing to local companies through loans. The Group will continue to focus on this product also in the future, providing an important contribution to the development of the capital market in Latvia.

In the 3<sup>rd</sup> quarter of 2022, the Group managed to substantially increase business volumes, increasing the number of clients, volume of deposits and growing its loans portfolio. Compared to the 3<sup>rd</sup> quarter of 2021, the Group's net profit increased by 27 % and total profit reached 782 thousand EUR, compared to the same quarter in the previous year, when profit was 365 thousand EUR.

Compared to the end of 2021, in the 3<sup>rd</sup> quarter of 2022:

- Group capital increased by 18 % and reached 21.1 mln EUR;
- Deposits increased by 20 %;
- Loans portfolio increased by 12 %;
- AUMA (assets under management and administration) was stable at 1.2 bln EUR.



The Group maintains a conservative risk profile – the capital adequacy ratio stood at 16.11 % (end of 2021: 15.73 %), with a liquidity coverage ratio of 150 % (2021: above 210 %).

Despite challenging global environment and geopolitical situation, we see many opportunities as the banking sector of Latvia continues to undergo structural changes. In addition to lending and arranging bond placements, we see a clear opportunity for the Group to grow our corporate banking and investment banking businesses.

Considering that the added business volume of Signet Bank AS (Reg. No.40003076407) for the first half of 2022 was significantly higher than that of AS Expobank (Reg. No.40003043232), and, in order to ensure the comparability of the Group's operating results, Management report provides below information on the financial position of the previous Group as of December 31, 2021, and the financial position of the existing (newly created) Group as of September 30, 2022, as well as quarterly information on the performance of the Groups before and after changes.



## Signet Bank AS Group Statement of Financial Position as at September 30, 2022 and December 31, 2021

EUR '000

Title of entry	30 Sep 2022 Signet Bank AS Reg. No: 40003043232 Group (Unaudited)	31 Dec 2021 Signet Bank AS Reg. No: 40003076407 Group (Audited)*
Cash and demand deposits with central banks	8 938	107 102
Demand deposits with credit institutions	8 096	11 399
Financial assets designated at fair value through profit or loss	8 250	6 419
Financial assets measured at fair value through other comprehensive income	17 567	13 715
Financial assets measured at amortized cost	371 264	208 061
<i>Loans to financial institutions, companies and private individuals</i>	105 159	93 573
<i>Short term deposits with central bank</i>	104 502	-
<i>Short term deposits with credit institutions</i>	3 336	10 065
<i>Other deposits with financial institutions</i>	10 441	20 967
<i>Debt securities</i>	147 825	83 456
Derivative financial instruments - hedge accounting	-	-
Fair value changes of the hedged items in portfolio hedge of interest rate risk	-	-
Investments in subsidiaries, joint ventures and associates	1 828	1 831
Tangible assets	2 215	2 188
Intangible assets	1 083	582
Tax assets	73	96
Other assets	8 045	2 878
Non-current assets and disposal groups classified as held for sale	3 816	4 006
<b>Total assets</b>	<b>431 175</b>	<b>358 277</b>
Liabilities due to central banks	3 900	3 900
Demand liabilities from credit institutions	7	2
Financial liabilities designated at fair value through profit or loss	642	288
Financial liabilities measured at amortized cost	389 397	325 320
Derivative financial instruments - hedge accounting	-	-
Fair value changes of the hedged items in portfolio hedge of interest rate risk	-	-
Provisions	7	3 505
Tax liabilities	38	70
Other liabilities	16 091	7 380
Liabilities included in disposal groups classified as held for sale	-	-
<b>Total liabilities</b>	<b>410 082</b>	<b>340 464</b>
Share capital and Share premium	18 004	16 573
Other reserves	25	312
Fair value reserve	15	(21)
Accumulated profit	3 458	1 207
Losses Attributable to shareholders	(737)	(547)
<b>Total Equity Attributable to shareholders</b>	<b>20 765</b>	<b>17 524</b>
Non-controlling Interest	328	289
<b>Total Shareholders' Equity</b>	<b>21 093</b>	<b>17 813</b>
<b>Total liabilities and shareholders' equity</b>	<b>431 175</b>	<b>358 277</b>
<b>Memorandum items</b>	<b>10 911</b>	<b>13 215</b>
Contingent liabilities	1 454	2 198
Financial commitments	9 457	11 017
<b>Assets under management and in custody</b>	<b>786 156</b>	<b>861 783</b>

\*Auditor: SIA "BDO Assurance"

As a result of the business merger, equity of the newly created Group increased by 3.2 mln EUR compared to the previous Group's equity as of December 31, 2021.



## Signet Bank AS Group Statement of profit or loss for the Period from the beginning of the year 2021/ 2022 until September 30, 2021 and September 30, 2022

EUR '000

Title of entry	01 Jan 2022- 30 Jun 2022 Signet Bank AS Reg. No: 40003076407 Group (Unaudited)	01 Jan 2021- 30 Jun 2021 Signet Bank AS Reg. No: 40003076407 Group (Unaudited)	01 Jul 2022- 30 Sep 2022 Signet Bank AS Reg. No: 40003043232 Group (Unaudited)	01 Jul 2021- 30 Sep 2021 Signet Bank AS Reg. No: 40003076407 Group (Unaudited)
Interest income	4 128	3 723	1 717	2 001
Interest expense (-)	(1 003)	(613)	(204)	(363)
Dividends received	-	2	-	2
Commission and fee income	4 787	4 389	2 750	2 459
Commission and fee expense (-)	(1 323)	(1 034)	(650)	(881)
Gains/ losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net (+/-)	8	24	-	7
Gains / losses on financial assets and liabilities designated at fair value through profit or loss, net (+/-)	(56)	107	(38)	75
Gains/ losses from hedge accounting, net (+/-)	-	-	-	-
Result from foreign exchange trading and revaluation, net (+/-)	211	132	70	75
Gains/ losses on derecognition of non-financial assets, net	-	-	-	-
Other operating income	384	114	712	56
Other operating expense (-)	(1 363)	(310)	(317)	(200)
Administrative expense (-)	(5 794)	(4 455)	(2 673)	(2 483)
Depreciation (-)	(487)	(263)	(211)	(147)
Gains / losses recognized as a result of changes in the contractual cash flows of a financial asset (+/-)	-	-	-	-
Provisions or reversal of provisions (+/-)	-	(448)	-	-
Impairment or reversal of impairment (+/-)	(482)	(152)	(366)	(221)
Profit from acquisition of subsidiary	3 967	-	-	-
Share of the profit/ loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method (+/-)	(2)	(14)	(1)	(6)
Gains/ loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations (+/-)	-	-	-	-
<b>Profit before corporate income tax</b>	<b>2 975</b>	<b>1 202</b>	<b>789</b>	<b>374</b>
Corporate income tax	(31)	(16)	(7)	(9)
<b>Net profit for the period</b>	<b>2 944</b>	<b>1 186</b>	<b>782</b>	<b>365</b>

Signet Bank Group's financial results were positive for the first half and third quarter of 2021, as well as the first half and third quarter of 2022. After the businesses were merged, the newly formed Group also operated with profit. As a result of the business merger, six months profit recognized at the previous Signet Bank Group, increased the Group's equity from 17.8 mln EUR (equity of the Signet Group as of June 30, 2022) to 21.1 mln EUR.

Robert Idelsons  
 Chairman of the Management Board

Riga, November 30, 2022





## II General Information

### 1. Shareholders of the Bank

On July 11, 2022, after the merger of the business of Signet Bank AS (Reg. No.40003076407) and AS Expobank (Reg. No.40003043232), there were changes in the composition of the Bank's shareholders.

The paid-up share capital of the Bank was EUR 11 644 000 as of 30 September 2022 and it consisted of 820 000 registered shares with voting rights. The nominal value of each share is EUR 14.20. All shares of the Bank are dematerialized registered shares.

Shareholder	30 September 2022		
	Number of shares	Paid share capital (EUR)	Share capital ownership %
Signet Acquisition III, LLC	200 900	2 852 780.00	24.50 %
AS RIT GROUP	159 949	2 271 275.80	19.51 %
SIA "Reglink"	130 615	1 854 733.00	15.93 %
Natalija Petkevicha	80 826	1 147 729.20	9.86 %
Solrut Holding Company LLC	79 040	1 122 368.00	9.64 %
Leonid Kaplan	65 600	931 520.00	8.00 %
SIA "Slink"	52 246	741 893.20	6.37 %
ID Family Foundation SIA	40 272	571 862.40	4.91 %
Other shareholders	10 552	149 838.40	1.28 %
<b>Total</b>	<b>820 000</b>	<b>11 644 000.00</b>	<b>100.00 %</b>

### 2. Supervisory Council of the Bank

On July 11, 2022, as part of the business merger, changes took place in the composition of the Bank's Supervisory Council.

The Supervisory Council of the Bank as of 30 September 2022 were as follows:

Position	Name, surname
Chairman of the Supervisory Council	Michael A.L. Balboni
Deputy Chairman of the Supervisory Council	Irīna Pigozne
Member of the Supervisory Council	Thomas Roland Evert Neckmar
Member of the Supervisory Council	Sergejs Medvedevs

### 3. Management Board of the Bank

On July 11, 2022, as part of the business merger, changes took place in the composition of the Bank's Management Board.

The Management Board of the Bank as of 30 September 2022 were as follows:

Position	Name, surname
Chairman of the Management Board	Robert Idelsons
Member of the Management Board	Tatjana Drošina
Member of the Management Board	Sergejs Zaicevs
Member of the Management Board	Jānis Solovjakovs



## 4. Strategy and Goals of the Group

### Mission of the Group

The mission of the Group is to be a financial institution that renders a full range of services to entrepreneurs and their businesses, and which ensures to the shareholders the return on investment that exceeds 10%.

The main goals of the Group:

- to be a leading bank in the Baltic states servicing entrepreneurs and their businesses, with focus on providing investment management, financing and investment banking solutions;
- to ensure stable growth by facilitating long-term relationship with clients and creating a base of loyal clients;
- to increase business volumes through expanding existing business as well as developing new business opportunities;
- to ensure sustainable governance and development of the Group.





## 5. Consolidation Group

During the reporting period, as part of the business merger transaction, there were changes in the consolidation Group, i.e. it corresponds to the previous composition of Signet Bank AS (Reg. No.40003076407) Group as of December 31, 2021, except for Primero SV1 OÜ, 12085251, that was founded on 4 February 2022.

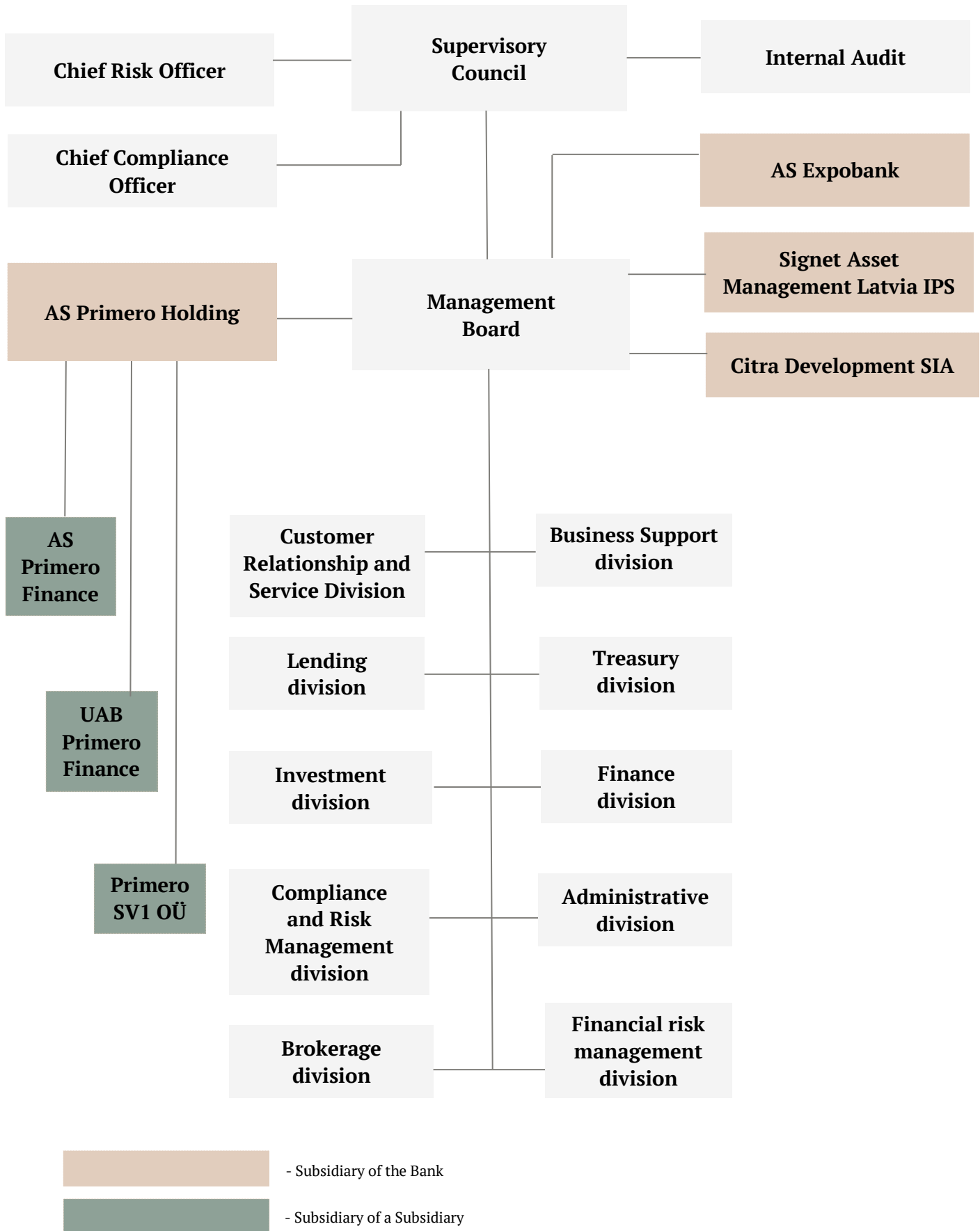
The Consolidation Group of Signet Bank includes:

Name of company, Registration number	Registration location code and address	Type of activities	Basis for inclusion in the Group	% of total paid in share capital	% of total voting rights
AS Expobank, 40003043232	LV, Antonijas Str. 3, Riga, LV 1010, Latvia	Credit institution	Subsidiary company	100 %	100 %
Signet Asset Management Latvia IPS, 40103362872	LV, Antonijas Str. 3-1, Riga, LV 1010, Latvia	Asset management company	Subsidiary company	100 %	100 %
AS Primero Holding, 40203314794	LV, Antonijas Str. 3, Riga, LV-1010, Latvia	Other financial institution	Subsidiary company	51 %	51%
AS Primero Finance, 40203148375	LV, Antonijas Str. 3, Riga, LV-1010, Latvia	Other financial institution	Subsidiary of the subsidiary company	100 % *	100 % *
UAB Primero Finance, 305600347	LT, Perkūniemio Str. 6-1, Vilnius, LT-12130, Lithuania	Other financial institution	Subsidiary of the subsidiary company	100 % *	100 % *
Primero SV1 OÜ, 12085251	EE, Harju maakond, Tallinn, Kesklinna linnaosa, Narva mnt 5, 10117, Estonia	Other financial institution	Subsidiary of the subsidiary company	100 % *	100 % *
Citra Development SIA, 45403058722	LV, Antonijas Str. 3-5, Riga, LV-1010, Latvia	Real estate rental and management	Subsidiary company	100 %	100 %

\*Direct shareholding of the Bank 51%.



## 6. Structure of the Group





### III Financial position and performance

#### 1. Statement of Financial Position as at 30 September 2022 and 31 December 2021

EUR '000

Title of entry	30 Sep.2022 Signet Bank AS Reg. No: 40003043232 Bank (Unaudited)	30 Sep.2022 Signet Bank AS Reg. No: 40003043232 Group (Unaudited)	31 Dec 2021 AS Expobank Reg. No: 40003043232 Bank (Audited)*
Cash and demand deposits with central banks	8 938	8 938	10 127
Demand deposits with credit institutions	8 093	8 096	1 764
Financial assets designated at fair value through profit or loss	8 250	8 250	5 992
Financial assets measured at fair value through other comprehensive income	17 567	17 567	26 833
Financial assets measured at amortized cost	369 158	371 264	32 008
<i>Loans to financial institutions, companies and private individuals</i>	<i>103 054</i>	<i>105 159</i>	<i>32 008</i>
<i>Short term deposits with central bank</i>	<i>104 502</i>	<i>104 502</i>	-
<i>Short term deposits with credit institutions</i>	<i>3 336</i>	<i>3 336</i>	-
<i>Other deposits with financial institutions</i>	<i>10 441</i>	<i>10 441</i>	-
<i>Debt securities</i>	<i>147 825</i>	<i>147 825</i>	-
Derivative financial instruments - hedge accounting	-	-	-
Fair value changes of the hedged items in portfolio hedge of interest rate risk	-	-	-
Investments in subsidiaries, joint ventures and associates	3 442	1 828	-
Tangible assets	2 101	2 215	370
Intangible assets	1 053	1 083	584
Tax assets	70	73	-
Other assets	7 014	8 045	951
Non-current assets and disposal groups classified as held for sale	3 778	3 816	-
<b>Total assets</b>	<b>429 464</b>	<b>431 175</b>	<b>78 629</b>
Liabilities due to central banks	3 900	3 900	-
Demand liabilities from credit institutions	7	7	1 327
Financial liabilities designated at fair value through profit or loss	642	642	-
Financial liabilities measured at the amortized cost	390 985	389 397	43 875
Derivative financial instruments - hedge accounting	-	-	-
Fair value changes of the hedged items in portfolio hedge of interest rate risk	-	-	-
Provisions	7	7	177
Tax liabilities	5	38	120
Other liabilities	13 959	16 091	520
Liabilities included in disposals groups classified as held for sale	-	-	-
<b>Total liabilities</b>	<b>409 505</b>	<b>410 082</b>	<b>46 019</b>
Share capital and Share premium	18 004	18 004	18 004
Other reserves	25	25	25
Fair value reserve	15	15	(144)
Accumulated profit	3 066	3 458	16 838
Losses Attributable to shareholders	(1 150)	(737)	(2 113)
<b>Total Equity Attributable to shareholders</b>	<b>19 959</b>	<b>20 765</b>	<b>32 610</b>
Non-controlling Interest	-	328	-
<b>Total Shareholders' Equity</b>	<b>19 959</b>	<b>21 093</b>	<b>32 610</b>
<b>Total liabilities and shareholders' equity</b>	<b>429 464</b>	<b>431 175</b>	<b>78 629</b>
<b>Memorandum items</b>	<b>10 911</b>	<b>10 911</b>	<b>7 313</b>
Contingent liabilities	1 454	1 454	-
Financial commitments	9 457	9 457	7 313
<b>Assets under management and in custody</b>	<b>723 317</b>	<b>786 156</b>	-

\*Auditor: PricewaterhouseCoopers SIA

As of 30 September 2022, the Group's financial position reflects the result of the business merger that took place in July 2022, under which a new Group was formed with a new parent company, which in fact combined the assets and liabilities of Signet Bank AS (Reg. No. 40003076407) and AS Expobank (Reg. No. 40003043232).



## 2. Statement of profit or loss and other comprehensive income for the 9 Month Period, ended September 30, 2022 and 2021

EUR '000

Title of entry	30 Sep.2022 Signet Bank AS Reg. No: 40003043232 Bank (Unaudited)	30 Sep.2022 Signet Bank AS Reg. No: 40003043232 Group (Unaudited)	30 Sep 2021 AS Expobank Reg. No: 40003043232 Bank (Unaudited)
Interest income	2 522	2 443	1 525
Interest expense (-)	(362)	(405)	(309)
Dividends received	4	4	109
Commission and fee income	2 970	3 027	851
Commission and fee expense (-)	(720)	(720)	(168)
Gains/ losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net (+/-)	(471)	(471)	406
Gains / losses on financial assets and liabilities designated at fair value through profit or loss, net (+/-)	(256)	(256)	33
Gains/ losses from hedge accounting, net (+/-)	-	-	(45)
Result from foreign exchange trading and revaluation, net (+/-)	58	59	(1)
Gains/ losses on derecognition of non-financial assets, net	-	-	-
Other operating income	70	734	47
Other operating expense (-)	(670)	(692)	(556)
Administrative expense (-)	(3 866)	(4 258)	(2 705)
Depreciation (-)	(407)	(412)	(308)
Gains / losses recognized as a result of changes in the contractual cash flows of a financial asset (+/-)	-	-	-
Provisions or reversal of provisions (+/-)	-	-	-
Impairment or reversal of impairment (+/-)	(18)	171	(133)
Profit from acquisition of subsidiary	-	-	-
Share of the profit/ loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method (+/-)	-	(1)	-
Gains/ loss from from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations (+/-)	-	-	-
<b>Profit/(loss) before corporate income tax (+/-)</b>	<b>(1 146)</b>	<b>(777)</b>	<b>(1 254)</b>
Corporate income tax	(5)	(7)	(3)
<b>Net profit/(loss) for the period (+/-)</b>	<b>(1 151)</b>	<b>(784)</b>	<b>(1 257)</b>
Other comprehensive income for the period (+/-)	160	160	(1 535)

As a result of the business merger (on July 11, 2022), the financial result of the newly formed Group for 9 months is the individual result of the new parent company (Signet Bank AS Reg. No. 40003043232) for the period from the beginning of the year to the moment of the merger transaction (the Bank), in which it operated with a loss (1.57 mln EUR) and the result of the newly formed Group for the period from 11 July 2022 to 30 September 2022, during which it operated with profit (0.78 mln EUR).

Information about the business combination transaction and the Group's results before and after the merger transaction is disclosed in the management report.



### 3. Performance Indicators

Title of entry	30 Sep.2022 Signet Bank AS Reg. No: 40003043232 Bank (Unaudited)	30 Sep.2022 Signet Bank AS Reg. No: 40003043232 Group (Unaudited)	30 Sep 2021 AS Expobank Reg. No: 40003043232 Bank (Unaudited)
Return on equity (ROE) (%)	(8.40) %	(5.16) %	(4.86) %
Return on assets (ROA) (%)	(0.39) %	(0.24) %	(2.27) %

### 4. Analysis of Concentration of the Group's Securities Portfolio

The Group's securities portfolio representation broken down by countries in which the total value of the securities exceeds 10% of the Group's own funds as at September 30, 2022. The geographical allocation is based on the credit risk of the registration countries of issuers.

EUR '000

Issuer's country	Securities of central Governments	Securities of other issuers	Total	% to the Group's shareholders' equity
Sweden	8 175	-	8 175	36 %
Belgium	5 196	12	5 208	23 %
Estonia	-	6 360	6 360	28 %
Latvia	21 520	4 176	25 696	113 %
USA	48 521	-	48 521	213 %
France	10 464	2 054	12 518	55 %
Netherlands	-	7 897	7 897	35 %
Lithuania	17 732	507	18 239	80 %
Slovenia	3 216	-	3 216	14 %
Poland	3 942	-	3 942	17 %
Germany	16 142	1 723	17 865	78 %
Austria	3 921	-	3 921	17 %
Spain	2 919	-	2 919	13 %
Ireland	4 211	-	4 211	18 %
Other countries	2 116	2 361	4 477	X
<b>Total securities portfolio</b>	<b>148 075</b>	<b>25 090</b>	<b>173 165</b>	<b>X</b>

### 5. Analysis of the Group's expected credit losses

The amount of expected credit losses of the Group on 30 September 2022, the accumulated impairment amount in stages and accumulated changes in fair value in accordance with the International Financial Reporting Standard (IFRS) 9 "Financial Instruments".

EUR '000

Financial assets	Accumulated impairment			Total
	Assets without significant increase in credit risk since initial recognition (Stage 1)	Assets with significant increase in credit risk since initial recognition but not credit-impaired (Stage 2)	Credit-impaired assets (Stage 3)	
Financial assets at amortised cost:	(1 482)	(22)	(189)	(1 693)
Loans and advances	(1 086)	(22)	(189)	(1 297)
Debt securities	(396)	-	-	(396)
<b>Expected credit losses, total</b>	<b>(1 482)</b>	<b>(22)</b>	<b>(189)</b>	<b>(1 693)</b>



## IV Risk and Capital Management

### 1. Risk Management

Information about risk management is available at the Bank's website <https://www.signetbank.com/en/about-us/signet-bank-financial-information/>. Risk management goals and policies of Signet Bank (Reg. No.40003043232) for 2022 are identical to the risk management goals and policies of Signet Bank (Reg. No.40003076407) for 2021.

#### Liquidity Ratio Calculation

EUR '000

Title of entry	30 Sep.2022 Signet Bank AS Reg. No: 40003043232 Bank (Unaudited)	30 Sep.2022 Signet Bank AS Reg. No: 40003043232 Group (Unaudited)
Liquidity buffer	259 885	259 885
Net liquidity outflow	173 954	173 666
<b>Liquidity coverage ratio (%)</b>	<b>149 %</b>	<b>150 %</b>



## 2. Capital Adequacy

Information about capital management is available at the Bank's website <https://www.signetbank.com/en/about-us/signet-bank-financial-information/>.

Capital management goals and policies of Signet Bank AS (Reg. No.40003043232) for 2022 are identical to the capital management goals and policies of Signet Bank AS (Reg. No.40003076407) for 2021.

The Bank's equity is higher than the total amount of capital, required for covering all the significant risks, inherent to the Bank's activity.

### Own funds and capital adequacy ratios summary

EUR '000

Nº	Title of entry	30 Sep.2022 Signet Bank AS Reg. No: 40003043232 Bank (Unaudited)	30 Sep.2022 Signet Bank AS Reg. No: 40003043232 Group (Unaudited)
<b>1.</b>	<b>Own funds (1.1.+1.2.)*</b>	<b>22 047</b>	<b>22 801</b>
1.1.	Tier 1 capital (1.1.1.+1.1.2.)	18 657	19 411
1.1.1.	Common Equity Tier (CET) 1 capital	18 657	19 411
1.1.2.	Additional Tier 1 capital	-	-
1.2.	Tier 2 capital	3 390	3 390
<b>2.</b>	<b>Total Risk exposure value</b>	<b>138 506</b>	<b>141 545</b>
2.1.	Risk weighted exposure value for credit, counterparty credit and dilution risk and free deliveries	113 156	113 589
2.2.	Total risk exposure value for settlements/delivery	-	-
2.3.	Total risk exposure value for position risk, foreign exchange and commodity risks	391	391
2.4.	Total risk exposure value for operational risk	24 822	27 428
2.5.	Total risk exposure value for credit valuation adjustment	137	137
2.6.	Total risk exposure risk value related to large exposures in trading book	-	-
2.7.	Other risk exposure values	-	-
<b>3.</b>	<b>Capital ratios and capital levels</b>		
3.1.	CET 1 capital ratio (1.1.1./2.*100)	13.47 %	13.71 %
3.2.	Surplus (+) / deficit (-) of CET 1 capital (1.1.1.-2.*4.5%)	12 424	13 041
3.3.	Tier 1 capital ratio (1.1./2.*100)	13.47 %	13.71 %
3.4.	Surplus (+) / deficit (-) of Tier 1 capital (1.1.-2.*6%)	10 347	10 918
3.5.	Total capital ratio (1./2.*100)	15.92 %	16.11 %
3.6.	Surplus (+) / deficit (-) of total capital (1.-2.*8%)	10 967	11 477
<b>4.</b>	<b>Combined buffer requirement (4.1.+4.2.+4.3.+4.4.+4.5.)</b>	<b>3 463</b>	<b>3 539</b>
4.1.	Capital conservation buffer	3 463	3 539
4.2.	Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State	-	-
4.3.	Institution specific countercyclical capital buffer	-	-
4.4.	Systemic risk buffer	-	-
4.5.	Other Systemically Important Institution buffer	-	-
<b>5.</b>	<b>Capital adequacy ratios including adjustments</b>		
5.1.	Adjustment for provisions or assets, applying special policy for the purpose of the own funds calculation	-	-
5.2.	Common equity tier 1 capital ratio, including adjustments in row 5.1.	13.47 %	13.71 %
5.3.	Tier 1 capital ratio, including adjustments in row 5.1.	13.47 %	13.71 %
5.4.	Total capital ratio, including adjustments in row 5.1.	<b>15.92 %</b>	<b>16.11 %</b>

\* Equity includes a correction in the amount of excess of the estimated expected losses over the provisions calculated and made according to the accounting standards.

The Bank does not apply the transitional period for the implementation of the IFRS 9 set out in Article 473a of EU Regulation 575/2013. The Bank chooses not to apply the temporary regime provided for in Article 468 of the Regulation (EU) No 575/2013.





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