



**REPORT ON RISK AND CAPITAL MANAGEMENT
PILLAR3 OF THE BASEL
FOR THE FIRST QUARTER OF THE YEAR 2025**
DISCLOSURE OF INFORMATION UNDER PART EIGHT OF REGULATION (EU)
No 575/2013

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DISCLOSURE OF KEY METRICS

Template EU OV1 – Overview of total risk exposure amounts

		Total risk exposure amounts (TREA)		Total own funds requirements
		31-03-2025	31-12-2024	31-03-2025
1	Credit risk (excluding CCR)	2,194,820	2 228 830	175,586
2	Of which the standardised approach	2,194,820	2 228 830	175,586
3	Of which the Foundation IRB (F-IRB) approach			
4	Of which slotting approach			
EU 4a	Of which equities under the simple risk weighted approach			
5	Of which the Advanced IRB (A-IRB) approach			
6	Counterparty credit risk - CCR	33,335	25 281	2,667
7	Of which the standardised approach		4 862	
8	Of which internal model method (IMM)			
EU 8a	Of which exposures to a CCP			
9	Of which other CCR	33,335	20 344	2,667
10	Not applicable	188		15
EU 10a	Of which the standardised approach (SA)			
EU 10b	Of which the basic approach (F-BA and R-BA)	188		15
EU 10c	Of which the simplified approach			
11	Not applicable			
12	Not applicable			
13	Not applicable			
14	Not applicable			
15	Settlement risk			
16	Securitisation exposures in the non-trading book (after the cap)	184,665	105 950	14,773
17	Of which SEC-IRBA approach			
18	Of which SEC-ERBA (including IAA)			
19	Of which SEC-SA approach			
EU 19a	Of which 1250% / deduction			
20	Position, foreign exchange and commodities risks (Market risk)	13,807	16 696	1,105
21	Of which the Alternative standardised approach (A-SA)			
EU 21a	Of which the Simplified standardised approach (S-SA)	13,807	16 696	1,105
22	Of which the Alternative Internal Models Approach (A-IMA)			
EU 22a	Large exposures			
23	Reclassifications between trading and non-trading books			
24	Operational risk	209,700	329 853	16,776
EU 24a	Exposures to crypto-assets			
25	Amounts below the thresholds for deduction (subject to 250% risk weight)			
26	Output floor applied (%)			
27	Floor adjustment (before application of transitional cap)			
28	Floor adjustment (after application of transitional cap)			
29	Total	2,636,515	2 706 609	210,921



Template EU KM1 - Key metrics template

		a	b	c	d	e
		31-03-2025	31-12-2024	30-09-2024	30-06-2024	31-03-2024
Available own funds (amounts)						
1	Common Equity Tier 1 (CET1) capital	489,152	511,905	476,134	459,166	465,393
2	Tier 1 capital	540,296	562,050	476,134	459,166	465,393
3	Total capital	619,667	660,034	571,134	525,113	528,276
Risk-weighted exposure amounts						
4	Total risk exposure amount	2,636,515	2,706,609	2,692,077	2,624,728	2,502,823
4a	Total risk exposure pre-floor	2,636,515				
Capital ratios (as a percentage of risk-weighted exposure amount)						
5	Common Equity Tier 1 ratio (%)	18.55%	18.91%	17.69%	17.49%	18.59%
5a	Not applicable					
5b	Common Equity Tier 1 ratio considering unfloored TREA (%)	18.55%				
6	Tier 1 ratio (%)	20.49%	20.77%	17.69%	17.49%	18.59%
6a	Not applicable					
6b	Tier 1 ratio considering unfloored TREA (%)	20.49%				
7	Total capital ratio (%)	23.50%	24.39%	21.22%	20.01%	21.11%
7a	Not applicable					
7b	Total capital ratio considering unfloored TREA (%)	23.50%				
Additional own funds requirements to address risks other than the risk of excessive leverage (as a percentage of risk-weighted exposure amount)						
EU 7d	Additional own funds requirements to address risks other than the risk of excessive leverage (%)	2.56%	2.05%	2.05%	2.05%	2.05%
EU 7e	of which: to be made up of CET1 capital (percentage points)	0.014	0.012	0.012	0.012	0.012
EU 7f	of which: to be made up of Tier 1 capital (percentage points)	0.019	0.015	0.015	0.015	0.015
EU 7g	Total SREP own funds requirements (%)	10.56%	10.05%	10.05%	10.05%	10.05%
Combined buffer and overall capital requirement (as a percentage of risk-weighted exposure amount)						
8	Capital conservation buffer (%)	2.50%	2.50%	2.50%	2.50%	2.50%
EU 8a	Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%)	0.00%	0.00%	0.00%	0.00%	0.00%
9	Institution specific countercyclical capital buffer (%)	1.00%	1.00%	1.00%	1.00%	1.00%
EU 9a	Systemic risk buffer (%)	0.23%	0.22%	0.21%	0.20%	0.20%
10	Global Systemically Important Institution buffer (%)	0.00%	0.00%	0.00%	0.00%	0.00%
EU 10a	Other Systemically Important Institution buffer (%)	1.00%	1.00%	1.00%	1.00%	1.00%
11	Combined buffer requirement (%)	4.73%	4.71%	4.71%	4.70%	4.70%
EU 11a	Overall capital requirements (%)	15.29%	14.76%	14.76%	14.75%	14.75%
12	CET1 available after meeting the total SREP own funds requirements (%)	12.57%	13.23%	10.15%	9.96%	11.06%
Leverage ratio						
13	Total exposure measure	5,311,035	5,008,786	5,235,475	5,264,328	5,069,058
14	Leverage ratio (%)	10.17%	11.22%	9.09%	8.72%	9.18%
Additional own funds requirements to address the risk of excessive leverage (as a percentage of total exposure measure)						
EU 14a	Additional own funds requirements to address the risk of excessive leverage (%)	0.00%	0.00%	0.00%	0.00%	0.00%
EU 14b	of which: to be made up of CET1 capital (percentage points)	0.0000	0.0000	0.0000	0.0000	0.0000
EU 14c	Total SREP leverage ratio requirements (%)	3.00%	3.00%	3.00%	3.00%	3.00%
Leverage ratio buffer and overall leverage ratio requirement (as a percentage of total exposure measure)						
EU 14d	Leverage ratio buffer requirement (%)	0%	0%	0%	0%	0%
EU 14e	Overall leverage ratio requirement (%)	3%	3%	3%	3%	3%
Liquidity Coverage Ratio						
15	Total high-quality liquid assets (HQLA) (Weighted value - average)	1,032,150	964,617	929,794	833,436	707,818



EU 16a	Cash outflows - Total weighted value	573,410	554,112	548,570	514,026	494,885
EU 16b	Cash inflows - Total weighted value	70,544	71,577	73,735	115,991	171,247
16	Total net cash outflows (adjusted value)	502,867	482,535	474,835	398,035	323,638
17	Liquidity coverage ratio (%)	206.47%	202.24%	198.25%	217.87%	228.81%
Net Stable Funding Ratio						
18	Total available stable funding	4,393,073	4,144,310	3,909,179	3,506,663	3,478,108
19	Total required stable funding	2,842,150	2,783,559	2,768,577	2,599,378	2,503,222
20	NSFR ratio (%)	154.57%	148.89%	141.20%	134.90%	138.95%

Template TFAS 9-FL: Comparison of institutions' own funds and capital and leverage ratios with and without the application of transitional arrangements for IFRS 9 or analogous ECLs

The Bank applied the transitional provisions of IFRS 9 until the end of the transitional periods referred to in paragraph 1 of Article 468 and in paragraphs 6 and 6a of Article 473a of Regulation (EU) No 575/2013, i.e. until 31 December 2024.

DISCLOSURE OF LIQUIDITY REQUIREMENTS

Template EU LIQ1 - Quantitative information of LCR

Scope of consolidation (consolidated)

		Total unweighted value (average)			
EU 1a	Quarter ending on 31 March 2025	31.03.2025	31.12.2024	30.09.2024	30.06.2024
EU 1b	Number of data points used in the calculation of averages	12	12	12	12
HIGH-QUALITY LIQUID ASSETS					
1	Total high-quality liquid assets (HQLA)				
CASH – OUTFLOWS					
2	Retail deposits and deposits from small business customers, of which:	2,725,183	2,644,498	2,579,140	2,516,166
3	<i>Stable deposits</i>	1,186,059	1,138,156	1,103,159	1,079,106
4	<i>Less stable deposits</i>	748,520	729,770	725,462	723,352
5	Unsecured wholesale funding	577,175	563,207	554,696	540,595
6	<i>Operational deposits (all counterparties) and deposits in networks of cooperative banks</i>	-	-	-	-
7	<i>Non-operational deposits (all counterparties)</i>	575,481	563,207	554,696	540,595
8	<i>Unsecured debt</i>	1,694	-	-	-
9	Secured wholesale funding				
10	Additional requirements	361,484	368,654	369,589	357,052
11	<i>Outflows related to derivative exposures and other collateral requirements</i>	3,548	2,909	2,942	2,576
12	<i>Outflows related to loss of funding on debt products</i>	-	-	-	-
13	<i>Credit and liquidity facilities</i>	357,936	365,745	366,647	354,476
14	Other contractual funding obligations	41,136	41,043	43,591	25,280
15	Other contingent funding obligations	102,874	130,391	150,463	166,936
16	TOTAL CASH OUTFLOWS				
CASH – INFLOWS					
17	Secured lending (e.g. reverse repos)	3,372	2,738	2,339	2,170
18	Inflows from fully performing exposures	96,842	94,925	96,420	98,530
19	Other cash inflows	9,441	11,139	11,555	51,184
ES-19a	(Difference between total weighted inflows and total weighted outflows arising from transactions in third countries where there are transfer restrictions or which are denominated in non-convertible currencies)				
ES-19b	(Excess inflows from a related specialised credit institution)				
20	TOTAL CASH INFLOWS	109,654	108,802	110,314	151,885
ES-20a	Fully exempt inflows	-	-	-	-
ES-20b	Inflows subject to 90% cap	-	-	-	-
ES-20c	Inflows subject to 75% cap	109,654	108,802	110,314	151,885
TOTAL ADJUSTED VALUE					
21	LIQUIDITY BUFFER				
22	TOTAL NET CASH OUTFLOWS				
23	LIQUIDITY COVERAGE RATIO (%)				



(continued)

		Total weighted value (average)			
EU 1a	Quarter ending on 31 March 2025	31.03.2025	31.12.2024	30.09.2024	30.06.2024
EU 1b	Number of data points used in the calculation of averages	12	12	12	12
HIGH-QUALITY LIQUID ASSETS					
1	Total high-quality liquid assets (HQLA)	1,032,150	964,617	929,794	833,436
CASH – OUTFLOWS					
2	Retail deposits and deposits from small business customers, of which:	246,211	232,529	225,062	214,548
3	<i>Stable deposits</i>	59,303	56,908	55,158	53,955
4	<i>Less stable deposits</i>	94,862	92,713	92,603	92,792
5	Unsecured wholesale funding	245,290	238,379	236,773	231,830
6	<i>Operational deposits (all counterparties) and deposits in networks of cooperative banks</i>	-	-	-	-
7	<i>Non-operational deposits (all counterparties)</i>	243,596	238,379	236,773	231,830
8	<i>Unsecured debt</i>	1 694	-	-	-
9	Secured wholesale funding	-	-	-	-
10	Additional requirements	35,630	35,642	35,622	34,021
11	<i>Outflows related to derivative exposures and other collateral requirements</i>	3,548	2,909	2,942	2,576
12	<i>Outflows related to loss of funding on debt products</i>	-	-	-	-
13	<i>Credit and liquidity facilities</i>	32,083	32,733	32,680	31,445
14	Other contractual funding obligations	41,136	41,043	43,591	25,280
15	Other contingent funding obligations	5,144	6,520	7,523	8,347
16	TOTAL CASH OUTFLOWS	573,410	554,112	548,570	514,026
CASH – INFLOWS					
17	Secured lending (e.g. reverse repos)	3,372	2,738	2,339	2,170
18	Inflows from fully performing exposures	57,731	57,700	59,842	62,636
19	Other cash inflows	9,441	11,139	11,555	51,184
ES-19a	(Difference between total weighted inflows and total weighted outflows arising from transactions in third countries where there are transfer restrictions or which are denominated in non-convertible currencies)	-	-	-	-
ES-19b	(Excess inflows from a related specialised credit institution)	-	-	-	-
20	TOTAL CASH INFLOWS	70,544	71,577	73,735	115,991
ES-20a	Fully exempt inflows	-	-	-	-
ES-20b	Inflows subject to 90% cap	-	-	-	-
ES-20c	Inflows subject to 75% cap	70,544	71,577	73,735	115,991
TOTAL ADJUSTED VALUE					
21	LIQUIDITY BUFFER	1,032,150	964,617	929,794	833,436
22	TOTAL NET CASH OUTFLOWS	502,867	482,535	474,835	398,035
23	LIQUIDITY COVERAGE RATIO (%)	206.47%	202.24%	198.25%	217.87%

Table EU LIQB on qualitative information on LCR, which complements template EU LIQ1

The main factors influencing the Group's LCR are changes in the liquidity buffer, which is largely made up of highly liquid government securities and funds held with the central bank, and cash outflows, primarily related to unsecured wholesale funding.



The Financial Group uses Retail deposits as the main source of financing. More detailed information on the concentration of funding sources in note 4 to Interim financial report Šiaulių bankas AB and the bank's Group for 1 quarter 2025.

Liquidity buffer is formed of high-quality assets that can easily be converted into cash without any restrictions and with minimal losses. Due to that fact the Financial Group possesses a significant debt securities portfolio, which is highly liquid.

The Group has insignificant derivative positions consisting of forward foreign exchange contracts and derivatives linked to the prices of financial instruments. Their share of total assets is 0.28%.

The Financial Group's 100% of assets are accounted for in euro and 98 % of liabilities. Therefore it not gives rise to an inherent risk of currency mismatch in the LCR.