

**ŠIAULIŲ BANKAS AB  
CONSOLIDATED ANNUAL REPORT  
2007**

**CONTENTS**

1.	Accounting period covered in the Consolidated Annual Report .....	3
2.	Contact information of Šiaulių bankas AB .....	3
3.	Contact information of Šiaulių bankas' Group .....	3
4.	Nature of Šiaulių bankas' main business .....	4
5.	Šiaulių bankas' Subsidiaries Group .....	4
6.	Bank's authorized capital .....	5
7.	Data on trading in shares of the subsidiaries belonging to the Group in regulated markets .....	5
8.	Information about agreements entered with public trading intermediaries....	5
9.	Share acquisition .....	5
10.	Shareholders.....	6
11.	Information about implementation of all the standards limiting the bank's activities .....	6
12.	Ratings provided by the International rating agencies and their amendments	6
13.	Information about the activity results .....	6
14.	Business plans and prognosis .....	8
15.	Other information about the bank .....	9
16.	Employees .....	9
17.	Information on the compliance with the Corporate Governance Code.....	10
18.	Procedures regarding amendments in the Charter .....	10
19.	Bank's bodies.....	10
20.	Members of the Collegial bodies, CEO, Chief Financial Officer.....	11
21.	Transactions with related parties.....	12
22.	Data on the publicly disclosed information .....	12

### 1. Accounting period covered in the Consolidated Annual Report

The Consolidated Annual Report covers a period of time beginning on January 1<sup>st</sup> 2007 and ending on December 31<sup>st</sup> 2007.

### 2. Contact information of Šiaulių bankas AB

Name – Šiaulių bankas AB  
Legal form – a stock company  
Date of registration – February 4<sup>th</sup> 1992  
Manager of register – public company Registrų centras  
Company's code - 112025254  
Domicile address – Tilžės st. 149, LT – 76348 Šiauliai  
Telephone: (+ 370 41) 522 117, 595 602, 595 653  
Authorized capital – LTL 109 039 200  
Fax: (+ 370 41) 430774  
E-mail: [info@sb.lt](mailto:info@sb.lt)  
Internet website: [www.sb.lt](http://www.sb.lt)

### 3. Contact information of Šiaulių bankas' Group

Name – “Šiaulių banko lizingas” UAB  
Legal form – a joint stock company  
Date of registration – August 16<sup>th</sup> 1999  
Manager of register – public company Registrų centras  
Company's code - 145569548  
Domicile address – Vilniaus 167, LT – 76352 Šiauliai  
Telephone: (+ 370 41) 420 855,502 990  
Fax: (+ 370 41) 423 437  
E-mail: [lizingas@sb.lt](mailto:lizingas@sb.lt)  
Internet website: [www.sblizingas.lt](http://www.sblizingas.lt)

Name – “Šiaulių banko turto fondas” UAB  
Legal form – a joint stock company  
Date of registration – August 13<sup>th</sup> 2002  
Manager of register – public company Registrų centras  
Company's code - 1455855439  
Domicile address – Vilniaus 167, LT – 76352 Šiauliai  
Telephone: (+ 370 41) 525 322  
Fax: (+ 370 41) 525 321  
E-mail: [turtofondas@sb.lt](mailto:turtofondas@sb.lt)  
Internet website: [www.sbturtofondas.lt](http://www.sbturtofondas.lt)

Name – “Šiaulių banko investicijų valdymas” UAB  
Legal form – a joint stock company  
Date of registration – August 31<sup>st</sup> 2000  
Manager of register – public company Registrų centras  
Company's code - 1455855439  
Domicile address – Vilniaus 167, LT – 76352 Šiauliai  
Telephone: (+ 370 41) 429 227  
Fax: (+ 370 41) 525 285

E-mail: [valdymas@sb.lt](mailto:valdymas@sb.lt)

Internet website: [www.sbiv.lt](http://www.sbiv.lt)

#### **4. Nature of Šiaulių bankas' main business**

The main business of Šiaulių bankas AB includes commercial banking.

The Bank performs the following operations under the law and legal acts of the Republic of Lithuania and the Charter:

- accepts deposits and other returnable funds into accounts opened by the customers and manages them;
- grants and takes loans;
- issues monetary warranties, guarantees and other warranty liabilities;
- issues and performs operations with payable documents (cheques, letters of credits, bills of exchange, etc.);
- performs operations with securities (shares, bonds, etc.);
- performs operations in foreign currency;
- takes customers' valuables for safeguarding and rents safes located at the bank's vault to safeguard valuables and documents;
- provides services and consultations regarding banking activities, finance and customers' investment management issues;
- issues and manages monetary instruments of credit;
- performs other operations in compliance with nature of business of credit institutions defined in the legal acts of the Bank of Lithuania.

#### **5. Šiaulių bankas' Subsidiaries Group**

“Šiaulių banko lizingas” UAB:

- Assets – LTL 143,4 million;
- Share of the capital managed by the bank – 100 per cent;
- Nature of business – financial and operational lease.

“Šiaulių banko turto fondas” UAB:

- Assets – LTL 37,5 million;
- Share of the capital managed by the bank – 53,1 per cent;
- Nature of business – long-term investments into land, change of its purpose and way of usage, preparation of infrastructure, investments into other real estate, purchase of constructions and buildings, reconstruction, change of their purpose, organization of construction of the own objects, rent of buildings, premises and land, consultations regarding the implementation of the long-term investment projects and monitoring issues.

“Šiaulių banko investicijų valdymas” UAB:

- Assets – LTL 29,4 million;
- Share of the capital managed by the bank – 60,4 per cent;
- Nature of business – privatization of companies, restructuring and funding of reorganization projects, investments into debt and equity securities as well as into small and medium-sized business, rendering of financial management experience.

During the accounting period Šiaulių bankas' Group consisted of Šiaulių bankas AB, which had 52 outlets as of December 31<sup>st</sup> 2007, as well as three subsidiaries.

## 6. Bank's authorized capital

Type of shares	Number of shares, unt.	Par value, LTL	Total par value, LTL
Ordinary registered shares ISIN LT0000102253	161 033 512	1	161 033 512

## 7. Data on trading in shares of the subsidiaries belonging to the Group in regulated markets

Only the bank's shares are quoted on the Main List of Vilnius Stock Exchange. ISIN code: LT0000102253, number of shares – 161 033 512 units.

In the course of 2007 the biggest trading in bank's shares was registered during the trading session on January 18th 2007, when 4 843 897 units of shares had been purchased/sold. The highest price per share was registered in March 2007, i.e. LTL 4.30, while the lowest – in December 2007, i.e. LTL 3.23.

Late in 2007 the two-year bank's bond issue was on the debt securities list of Vilnius Stock Exchange (ISIN LT0000402016). The amount of issue – EUR 10 million, the redemption day – May 17th 2008. 81 701 unit of bonds had been purchased-sold in the course of 2007. Yield – from 4.48 per cent to 4.95 per cent.

## 8. Information about agreements entered with public trading intermediaries

Šiaulių bankas has entered into agreements with the following intermediaries engaged in public trading of securities regarding securities accounting (custody) and acceptance and performance of transfers:

AB FMĮ "Finasta";

DnB NORD;

AB bankas Snoras FMS;

AB "Hansabankas";

UAB Medicinos bankas FMS;

FMĮ UAB "Suprema";

AB SEB Vilniaus bankas Securities Accounting and Custody Department.

## 9. Share acquisition

During the accounting period there were no shares belonging to the bank itself, its subsidiaries entities acting on the behalf of subsidiaries. The bank has not acquired its own shares and has not transferred them to others.

## 10. Shareholders

As of December 31<sup>st</sup> 2007 the total number of shareholders comprises 3495. 71 per cent of the capital was owned by the residents.

Shareholders, who owned more than 5 per cent of the bank's capital on 31-12-2007.

No	Shareholder	Number of shares under ownership	Number of shares owned by persons operating together	Portion of shares under the right of ownership	Portion of shares owned by persons operating together
1.	European Bank for Reconstruction and Development (EBRD), One Exchange Square, London EC2A 2JN, Great Britain	25 861 914	38 113 673	16,06	16,06
2.	Gintaras Kateiva	9 429 919	38 113 673	5,86	39,73
3.	Trading House "Aiva" UAB, Vilniaus st.167, LT – 76352 Šiauliai Company code 144031190	9 090 330	38 113 673	5,64	39,73

The Bank's shareholders such as the European Bank for Reconstruction and Development, Trading House "Aiva" UAB, Algirdas Butkus, Gintaras Kateiva and Arvydas Salda operating together form the Group. As of 31-12-2007 this Group together with the related persons owned 39.73 per cent of the Bank's authorized capital and votes.

### **11. Information about implementation of all the standards limiting the bank's activities**

In 2007 Šiaulių bankas implemented all the standards limiting the activity risk established by the Bank of Lithuania.

### **12. Ratings provided by the International rating agencies and their amendments**

The financial stability and strength of Šiaulių bankas AB have been favourably assessed by the independent experts - in February 2007 the international rating agency "Moody's" have provided the following higher ratings to Šiaulių bankas:

- Long-term deposit rating – Ba2;
- Financial strength rating – D;
- Short-term deposit rating – NP
- Long-term rating outlook – stable

### **13. Information about the activity results**

All the subsidiaries of Šiaulių bankas worked profitably in 2007: "Šiaulių banko lizingas" earned LTL 1,755 million, "Šiaulių banko turto fondas" - LTL 3,163 million, "Šiaulių banko investicijų valdymas" – LTL 1,454 million in net profits. Calculating according to the international accounting standards an especially big

profit, i.e. almost twice as big as in 2006, when the audited net profit reached LTL 13,6 million, was earned by Šiaulių bankas as last year it earned LTL 27,248 million in net profits.

Last year the assets managed by Šiaulių bankas' Group increased by one and a half time or by LTL 667 million in comparison with 2006 and late in the year reached LTL 2,052 billion. In 2007 the Group earned LTL 24,4 million of net profit or almost by 7 per cent more than in 2006, when LTL 22,8 million was earned.

As of December 31<sup>st</sup> 2007 the equity of the Bank Group's shareholders comprised LTL 281 million – i.e. the 69 per cent growth per annum was recorded. At the end of the accounting period Šiaulių bankas' Group managed the loan portfolio totaling LTL 1,386 billion, which has increased by 53 per cent in the course of the year, and the leasing portfolio of LTL 121,6 million, which has increased by 56 per cent in the course of the year.

As of December 31<sup>st</sup> 2007 the assets of Šiaulių bankas comprised LTL 2,013 billion – during the year it has grown by 49 per cent or by LTL 665 million. According to the share of the managed assets in the Lithuanian banking sector Šiaulių bankas has taken the 8<sup>th</sup> place.

Though loan granting conditions were stiffened in 2007 and, besides it, loan interest rate was constantly increasing, however Šiaulių bankas has increased its share in the total loan market of the country – in 2007 the customers' loan portfolio increase by 55 per cent and late in the year reached almost LTL 1,541 billion. The major share of the loan portfolio, i.e. 66 per cent, consisted of loans granted to small and medium-sized business. The residents' loan portfolio has grown by more than 91 per cent and reached LTL 274 million.

The clients' deposits with the bank have also grown during 2007. Last year for the first time the deposit amount exceeded one billion and reached LTL 1,217 billion – calculating from December 31<sup>st</sup> 2006 to the last day of the previous year the deposit amount increased by 30 percent. The residents' deposit portfolio has grown by 39 per cent up to LTL 797 million.

In comparison with the last year net interest income grew by 40 per cent up to LTL 42,6 million. The bank's liquidity ratio comprised 44.05 per cent while the capital adequacy ratio reached 15,3 per cent.

Last year Šiaulių bankas disseminated two share issues the total par value of which is LTL 52 million. The authorized capital of Šiaulių bankas was LTL 161 million at the end of the year.

During 2007 the number of Šiaulių bankas' clients has increase by 17 thou – over 113 thou of natural and legal entities have been using the bank's services. During the whole accounting period the biggest attention has been paid to the financial services that have strengthened the name of Šiaulių bankas in the market as the partner for small and medium-sized business. However, the bank has strengthened its position not only in the corporate but also in retail banking market. In April 2007 a new payment card “Visa Electron” issued together with “Lietuvos draudimas” AB (“Lithuanian Insurance”) and having the insurance service valid both abroad and in Lithuania was introduced to the market. Also, new services such as ordering of a payment card and submission of a credit application, which are provided via the Internet, were created.

The number of the Internet banking – ‘SB linija’- users increased from 13930 to 21927, i.e. by 57 per cent during the year. The clients of Šiaulių bankas have executed almost 70 per cent of their total payment through “SB linija”. The

number of users of the bank's services provided via the mobile telephone has almost doubled and late in the year reached 4523. The number of payment cards grew by 21 per cent – the bank had disseminated more than 43 thou of payment cards at the end of the year. Early in 2007 Šiaulių bankas started developing its ATM network and it had 16 AMTs operating in the biggest towns of Lithuania at the end of the accounting period.

The bank has been expanding the share of the occupied market by attracting new credit lines from the world banks. That allowed providing the better conditions to the clients to develop their businesses and to grant more favourable funding for regional and municipal projects. In March 2007 Šiaulių bankas signed the agreement with the Council of Europe Development Bank regarding the credit line of EUR 10 million to finance small and medium-sized business. The same year in June the bank received the syndicated loan of EUR 30 million which was granted by thirteen European banks and which was assigned to finance general banking activities.

Since December 11<sup>th</sup> 2006 the shares of Šiaulių bankas are traded on the Main Trading List of Vilnius Stock Exchange. Last year in July the bank's shares were enrolled into the trading index OMX Baltic 10 (OMXB 10) of the securities market of the Baltic States and, also, were included into the quadruplet of the most liquid Lithuanian shares. The growth of country's economy had an impact on the increasing clients' demand for financial intermediation, investment banking, new saving possibilities and not subsiding interest in pension funds.

In 2007 the bank made big investments developing the network of the bank's client service centers – new outlets were opened in Vilnius, Šiauliai, and Zarasai. Taking clients' needs into consideration the several outlets of the bank were reconstructed and the new standard of the updated interior designed was started to be used. Late in 2007 there were 52 outlets of Šiaulių bankas in Lithuania rendering their services to the clients in 30 towns of the country.

Other financial information related to the bank and the bank's group is provided in the explanatory note of the consolidated financial statements.

#### **14. Business plans and prognosis**

In 2008 the Bank is further implementing the set goals, which include seeking profit, fostering the existing clients and attracting the new ones, efficiently using the financial services, seeking to provide the clients with the high quality services, forming positive image of the Bank and banking system, introducing society with the financial services and services related to them, providing material and other help or support to separate the entities and separate fields, and paying exclusive attention to the culture, art, education and sports.

The mentioned goals as well as the bank's business principles shall further lean on the same keystones such as attention to servicing and service quality, closer relationship with clients and focus on modern technologies. The increasing pace of Šiaulių bankas' business is projected for the coming year as well – in 2008 it is planned to earn LTL 32 million in net profits, to strengthen its capital base, to intensify collaboration with foreign banks seeking to attract more resources, to develop the regional network of outlets, to create and offer the attractive banking services and to diversify their range. Šiaulių bankas shall further stand for the progressive development of the country's economy, and remain the sustainable bank loyal to its clientele.

**15. Other information about the bank**  
**Structure of the Issuer's authorized capital**

Type of shares	Number of shares, unt.	Par value, LTL	Total par value, LTL
Ordinary registered shares ISIN LT0000102253	161 033 512	1	161 033 512

The increased authorized capital registered in the public company Registrų centras on September 28th 2007.

**There are no restrictions to securities transfer.** The shareholders are entitled to property and non-property rights and have their duties foreseen by the Law on Stock Companies of the Republic of Lithuania.

**Shareholders, having special control rights and description of these rights.** The shareholders control the bank through the elected Supervisory Council. Its functions are defined by the Law on Stock Companies of the Republic of Lithuania.

**Restrictions to voting rights.** All the bank's shares granting a voting right are of the equal par value and each share gives one vote in the general shareholders' meeting.

A shareholder has no right to vote in making decisions regarding the prerogative right to acquire the shares issued by the bank or regarding the recall of the converted bonds, in case the agenda of the general shareholders' meeting foresees that such a right to acquire these securities is to be granted to him, his close relative, shareholder's spouse or to cohabitant, when the partnership is registered under the applicable law, and to the spouse's close relative, in case the shareholders is a natural entity, as well as to the shareholder's parent company or shareholder's subsidiary, in case the shareholders is a legal entity.

An entity wishing to acquire 1/10 of the bank's authorized capital and (or) such a share of the voting rights or to increase it to the extent when the share of the possessed authorized capital and (or) of voting rights would comprise 1/5, 1/3, 1/2 or to the extent the bank would become controlled by him, should receive the consent from the Bank of Lithuania in advance. In case the entity acquires 1/10 of the bank's authorized capital and (or) such a share of the voting rights without a supervisory consent from the Bank of Lithuania when such a consent is necessary or when the supervisory institution comes to the resolution to cancel the right to use voting rights, then all the possessed share of the authorized capital and (or) such a share of the voting rights lose the voting right in the general shareholders' meeting.

**16. Employees**

As of December 31<sup>st</sup> 2007, Šiaulių bankas employed 483 staff members, 68 per cent of which had the university education, 2 per cent had not finished university education, 26 per cent had college and 4 per cent secondary education. In comparison with 2006, the number of employees increased by 9 per cent and such a growth was mainly caused by the very intense development of the bank's network started at the end of 2007. As of December 31<sup>st</sup> 2007, Šiaulių bankas' Group employed 535 employees in total (as of December 31<sup>st</sup> 2006 – 515 employees).

Last year Šiaulių bankas was awarded as “The most attractive employer of Šiauliai'2007”.

**Average salary per month of the relevant employees' group before taxes.**

Employees' group	2006		2007	
	Number of employees	Average salary per month, LTL	Number of employees	Average salary per month, LTL
Leadership	8	13 843	8	18 027
Staff	413	2 088	450	2 292

**The bank has not entered into agreements with its employees regarding compensation** in case they resign or are dismissed without the reasonable cause or in case the their work is over because of the change in the bank's control.

**Also, the bank is not a party of the significant agreements**, which would come into effect, would change or be broken in case of the change in the bank's control.

**17. Information on the compliance with the Corporate Governance Code**

The bank works in compliance with big number of standards set by the Corporate Governance Code. The information regarding the bank's compliance with the particular sections of the Corporate Governance Code is provided in the annex of this report together with the financial statements for 2007. The whole information is available on Šiaulių bankas' Internet site [www.sb.lt](http://www.sb.lt).

**18. Procedures regarding amendments in the Charter**

The Bank's Charter may be amended only by the resolution of the general shareholders' meeting made by 2/3 of votes excluding exceptional cases foreseen by the law.

**19. Bank's Bodies**

The Bank's Bodies are as follows: General Meeting of the Shareholders of the Bank, Supervisory Council of the Bank, Board of the Bank and Chief Executive Officer of the Bank (Head of the Bank). The Board and Head of the Bank are managing bodies of the Bank.

The Council is a collegial body supervising the activities of the Bank. It is directed by its Chairman. The General Meeting of the Shareholders elects the Supervisory Council, consisting of 7 members.

The Board is a collegial Bank management body consisting of 5 members. It

manages the bank, handles its matters and answers under the laws for execution of the bank's financial services. Order of the board's work is set by the Board work regulations. The Board is elected by the Council for a term of 4 years.

The Head of the Bank arranges everyday activities of the bank and performs other actions necessary to perform his functions, to implement decisions of the Bank's bodies and to secure the bank's activities.

Managing bodies of the bank observe laws and other legal acts of the Republic of Lithuania and follow the requirements of the Charter of the Bank.

## 20. Members of the Collegial bodies, CEO, Chief Financial Officer

Name, surname Beginning-end of the tenure	Office held at Šiaulių bankas AB	Share of capital owned under the right of ownership	Share of votes owned together with related persons
Arvydas Salda Pradžia 2004-03-29 Pabaiga 2008 m.	Chairman of the Council	2,27	39,73
Sigitas Baguckas Pradžia 2004-03-29 Pabaiga 2008 m.	Deputy Chairman of the Council	0,55	39,73
Ričardas Valskis Pradžia 2004-03-29 Pabaiga 2008 m.	Member of the Council	0,60	39,73
Kastytis Jonas Vyšniauskas Pradžia 2004-03-29 Pabaiga 2008 m.	Member of the Council	0,98	39,73
Vigintas Butkus Pradžia 2004-03-29 Pabaiga 2008 m.	Member of the Council	0,03	39,73
Vytautas Junevičius Pradžia 2005-11-17 Pabaiga 2008 m.	Member of the Council	0,09	39,73
Salvatore Candido Pradžia 2005-11-17 Pabaiga 2008 m.	Member of the Council	-	-
Algirdas Butkus Pradžia 2004-03-29 Pabaiga 2008 m.	Chairman of the Board Chief Executive Officer	2,45	39,73
Donatas Savickas Pradžia 2004-03-29 Pabaiga 2008 m.	Member of the Board, Deputy Chief Executive Officer, Head of Finance and Credit Division	<0,01	39,73
Vita Adomaitytė Pradžia 2004-06-05 Pabaiga 2008 m.	Member of the Board, Chief Financial Officer, Head of Accounting and Reporting Division	0,02	39,73
Daiva Kiburienė Pradžia 2005-08-31	Member of the Board, Head of Corporate and Retail	<0,01	39,73

Pabaiga 2008 m.	Banking Division		
Jonas Bartkus Pradžia 2005-08-31 Pabaiga 2008 m.	Member of the Board, Head of Business Development Division	<0,01	39,73

Amounts of funds in total and average amounts per members of the collegial body calculated during the accounting period:

Members of management bodies	Number of people	Total amounts, LTL	Average amounts, LTL
Council members	7	450 000	64 286
Board members	5	410 000	82 000
Members of Administration	2	696 565	34 8283

There were no guarantees or warranties issued in 2007 regarding the fulfillment of liabilities of management bodies' members.

## 21. Transactions with related parties

There were many banking transactions entered with related parties in the course of general activities in 2007. The related parties of the bank are as follows: the members of the Bank's Supervisory Council and the Bank's Board, shareholders acting together under the Shareholders' Agreement, close family members of the mentioned related parties as well the bank's subsidiaries. All the transactions have been entered in the general market terms. The comprehensive description of the transactions is provided in the explanatory note of the consolidated annual financial statement of Šiaulių bankas for 2007.

## 22. Data on the publicly disclosed information

The following information was publicly disclosed in 2007:

- 22-01-2007 – preliminary pre-audited activity result of Šiaulių bankas for 2006;
- 23-02-2007 – summoning of the general shareholders' meeting;
- 26-02-2007 – summoning of the general shareholders' meeting (the date of the meeting was amended );
- 08-02-2007 – preliminary pre-audited activity result of Šiaulių bankas' Group for 2006;
- 14-03-2007 – draft resolutions of the general shareholders' meeting dated 29-03-2007;
- 14-03-2007 – AB East Capital Asset Management lost a block of shares of Šiaulių bankas AB;
- 23-03-2007 – audited financial statements and annual report of Šiaulių bankas' Group for 2006;
- 29-03-2007 – resolutions of the general shareholders' meeting dated 29-03-2007;

- 12-04-2007 – preliminary pre-audited financial activity result of Šiaulių bankas for 1st quarter;
- 25-04-2007 – an agreement signed with regard to sales of the subsidiary;
- 2007-05-03 – preliminary pre-audited financial activity result of Šiaulių bankas' Group for 1st quarter;
- 15-05-2007– registration of the amended Charter after the increase of the authorized capital from the bank's own funds.
- 28-05-2007 – loss of a share block;
- 31-05-2007 – interim financial statements of Šiaulių bankas AB for 1st quarter of 2007;
- 28-06-2007 –Šiaulių bankas AB received a syndicated loan of EUR30 million;
- 09-07-2007 – preliminary pre-audited financial activity result of Šiaulių bankas for 1st half-year of 2007
- 13-07-2007 – an offer to shareholders to acquire shares exercising the prerogative right;
- 17-07-2007– (date amended) an offer to shareholders to acquire shares exercising the prerogative right;
- 27-07-2007 – preliminary pre-audited financial activity result of Šiaulių bankas' Group for 1st half-year of 2007;
- 07-08-2007 – share issue has been disseminated;
- 09-08-2007– regarding the II stage of share dissemination;
- 31-08-2007– consolidated financial statements and interim report of Šiaulių bankas AB;
- 03-09-2007 – share issue has been disseminated and fully paid;
- 01-10-2007 – registration of the amended Charter after the increase of the authorized capital;
- 10-10-2007 – preliminary pre-audited financial activity result of Šiaulių bankas AB for the three quarters of 2007;
- 31-10-2007 – preliminary pre-audited financial activity result of Šiaulių bankas' Group for the three quarters of 2007;
- 23-11-2007 – Interim financial statements of Šiaulių bankas AB for the nine months of 2007 and confirmation from the authorized persons;
- reports on the transactions with the bank's shares made by the bank's senior management.

Šiaulių bankas AB has informed the Securities Commission and Vilnius Stock Exchange about all the stock events in accordance with the procedures set by the Charter and the legal acts of the Republic of Lithuania, also, announced this information in the daily newspapers "Lietuvos rytas" and "Šiaulių kraštas" and provided it on the Šiaulių bankas' website [www.sb.lt](http://www.sb.lt). Other regulated information (reports on a share block acquisition and loss as well as on transactions of the senior management) was announced on the websites of the Vilnius Stock Exchange and Securities Commission.

Chief Executive Officer

Algirdas Butkus