

# Interim information

For the six months period ended  
30 June 2025

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# Independent Auditors' Report on Review of Condensed Separate and Consolidated Interim Financial Information

To the Shareholders of Artea Bankas AB

## ■ Introduction

We have reviewed the accompanying 30 June 2025 condensed separate interim financial information of Artea Bankas AB (“the Bank”) and accompanying condensed consolidated interim financial information of the Bank and its subsidiaries (“the Group”) on pages 5– 28, which comprises:

- the condensed separate and consolidated statement of financial position as at 30 June 2025;
- the condensed separate and consolidated income statements for the three-month and six-month periods ended 30 June 2025;
- the condensed separate and consolidated statements of comprehensive income for the three-month and six-month periods ended 30 June 2025;
- the condensed separate and consolidated statements of changes in equity for the six-month period ended 30 June 2025;
- the condensed separate and consolidated statements of cash flows for the six-month period ended 30 June 2025; and
- notes to the interim financial information.

Management is responsible for the preparation and presentation of this condensed separate and consolidated interim financial information in accordance with IAS 34, ‘Interim Financial Reporting’. Our responsibility is to express a conclusion on this condensed separate and consolidated interim financial information based on our review.

## ■ Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of condensed separate and consolidated interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



## ■ Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 30 June 2025 condensed separate and consolidated interim financial information is not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

On behalf of KPMG Baltics, UAB

A handwritten signature in blue ink, appearing to read 'Dabulis', written over a light blue rectangular background.

Domantas Dabulis  
Partner pp  
Certified Auditor

Vilnius, the Republic of Lithuania  
26 August 2025

## THE GROUP'S AND THE BANK'S CONDENSED STATEMENTS OF FINANCIAL POSITION

		30 June 2025		31 December 2024	
	Notes	Group	Bank	Group	Bank
<b>ASSETS</b>					
Cash and cash equivalents		575,315	567,230	395,136	386,365
Securities in the trading book	2	230,588	11,439	235,110	13,543
Due from other banks		2,614	2,614	3,121	3,121
Derivative financial instruments		263	263	1,093	1,093
Loans to customers	1	3,329,700	3,315,253	3,117,700	3,105,007
Finance lease receivables	1	339,672	339,672	316,897	316,897
Investment securities at fair value	2	43,840	39,424	43,868	43,620
Investment securities at amortized cost	2	666,050	656,824	726,937	716,864
Investments in subsidiaries and associates	2	270	89,190	270	84,069
Intangible assets	7	41,142	6,726	43,617	7,859
Property, plant and equipment		14,070	13,622	15,261	14,689
Current income tax prepayment		3,058	3,055	82	-
Deferred income tax asset		6,978	2,926	6,076	2,716
Other assets	3	23,927	22,209	17,301	15,064
Assets held for sale	3	-	-	150	150
<b>Total assets</b>		<b>5,277,487</b>	<b>5,070,447</b>	<b>4,922,619</b>	<b>4,711,057</b>
<b>LIABILITIES</b>					
Due to other banks and financial institutions		182,593	185,600	229,824	232,451
Derivative financial instruments		1,017	1,053	123	123
Deposits from clients	4	3,529,632	3,534,240	3,397,045	3,402,364
Debt securities in issue		731,907	731,907	448,159	448,159
Current income tax liabilities		216	-	303	48
Deferred income tax liabilities		6,241	-	6,141	-
Liabilities related to insurance activities	5	196,064	-	198,432	-
Other liabilities		54,488	40,780	57,420	40,908
<b>Total liabilities</b>		<b>4,702,158</b>	<b>4,493,580</b>	<b>4,337,447</b>	<b>4,124,053</b>
<b>EQUITY</b>					
Share capital	6	192,269	192,269	192,269	192,269
Share premium		25,534	25,534	25,534	25,534
Treasury shares (-)	6	(11,085)	(11,085)	(8,375)	(8,375)
Reserve capital		756	756	756	756
Statutory reserve		76,516	76,000	61,025	60,805
Reserve for acquisition of own shares	6	20,000	20,000	20,000	20,000
Financial instruments revaluation reserve		(2,372)	(2,372)	(2,989)	(2,989)
Other equity	6	1,627	1,201	1,480	1,019
Retained earnings		272,084	274,564	295,472	297,985
Non-controlling interest		-	-	-	-
<b>Total equity</b>		<b>575,329</b>	<b>576,867</b>	<b>585,172</b>	<b>587,004</b>
<b>Total liabilities and equity</b>		<b>5,277,487</b>	<b>5,070,447</b>	<b>4,922,619</b>	<b>4,711,057</b>

The notes on pages 11 - 28 constitute an integral part of these financial statements.

Chief Executive Officer

Chief Financial Officer

26<sup>th</sup> August 2025



Vytautas Sinius

Tomas Varenbergas

## THE GROUP'S AND THE BANK'S CONDENSED INCOME STATEMENTS

		2025-01-01 - 2025-06-30		2024-01-01 - 2024-06-30	
	Notes	Group	Bank	Group	Bank
Interest revenue calculated using the effective interest method	8	110,330	101,174	120,647	112,800
Other similar income	8	11,653	10,943	13,027	12,104
Interest expense and similar charges	8	(53,568)	(53,599)	(53,044)	(53,113)
<b>Net interest income</b>		<b>68,415</b>	<b>58,518</b>	<b>80,630</b>	<b>71,791</b>
Fee and commission income	9	19,725	16,280	18,140	15,560
Fee and commission expense	9	(4,610)	(4,093)	(4,403)	(3,981)
<b>Net fee and commission income</b>		<b>15,115</b>	<b>12,187</b>	<b>13,737</b>	<b>11,579</b>
Net gain from trading activities	12	4,330	5,064	10,893	3,209
Net gain (loss) from derecognition of financial assets		3,756	3,799	(91)	5
Net gain (loss) from disposal of tangible assets		67	67	23	9
Revenue related to insurance activities		7,410	-	6,975	-
Other operating income		224	428	305	606
Salaries and related expenses		(27,621)	(24,583)	(23,174)	(20,428)
Depreciation and amortization expenses		(4,405)	(3,618)	(3,676)	(2,870)
Expenses related to insurance activities	12	(3,469)	-	(11,436)	-
Other operating expenses	10	(20,899)	(17,654)	(17,130)	(14,316)
<b>Operating profit before impairment losses</b>		<b>42,923</b>	<b>34,208</b>	<b>57,056</b>	<b>49,585</b>
Allowance for impairment losses on loans and other assets	11	(3,779)	(2,379)	(3,916)	24
Allowance for impairment losses on investments in subsidiaries		-	-	-	-
Share of the profit or loss of investments in subsidiaries accounted for using the equity method	13	-	5,843	-	3,284
<b>Profit before income tax</b>		<b>39,144</b>	<b>37,672</b>	<b>53,140</b>	<b>52,893</b>
Income tax expense		(7,245)	(6,102)	(10,148)	(9,567)
<b>Net profit for the period</b>		<b>31,899</b>	<b>31,570</b>	<b>42,992</b>	<b>43,326</b>
Profit (loss) from discontinued operations, net of tax		-	-	-	-
<b>Net profit for the period</b>		<b>31,899</b>	<b>31,570</b>	<b>42,992</b>	<b>43,326</b>
<b>Net profit attributable to:</b>					
Owners of the Bank		31,899	31,570	42,992	43,326
From continuing operations		31,899	31,570	42,992	43,326
From discontinued operations		-	-	-	-
Non-controlling interest		-	-	-	-
Basic earnings per share (in EUR per share) attributable to owners of the Bank		0,05		0,07	
Diluted earnings per share (in EUR per share) attributable to owners of the Bank		0,05		0,07	

## THE GROUP'S AND THE BANK'S CONDENSED INCOME STATEMENTS FOR QUARTER

		2025-04-01 - 2025-06-30		2024-04-01 - 2024-06-30	
	Notes	Group	Bank	Group	Bank
Interest revenue calculated using the effective interest method	8	47,445	42,772	61,106	57,400
Other similar income	8	13,545	12,918	7,087	6,201
Interest expense and similar charges	8	(26,986)	(26,985)	(27,143)	(27,176)
<b>Net interest income</b>		<b>34,004</b>	<b>28,705</b>	<b>41,050</b>	<b>36,425</b>
Fee and commission income	9	9,973	8,325	9,430	8,187
Fee and commission expense	9	(2,419)	(2,157)	(2,176)	(1,949)
<b>Net fee and commission income</b>		<b>7,554</b>	<b>6,168</b>	<b>7,254</b>	<b>6,238</b>
Net gain from trading activities	12	5,879	3,093	3,706	1,585
Net gain (loss) from derecognition of financial assets		(40)	-	(76)	1
Net gain (loss) from disposal of tangible assets		30	30	(9)	(9)
Revenue related to insurance activities		3,497	-	2,977	-
Other operating income		67	307	142	284
Salaries and related expenses		(13,655)	(12,152)	(11,885)	(10,410)
Depreciation and amortization expenses		(2,050)	(1,660)	(1,874)	(1,471)
Expenses related to insurance activities	12	(4,786)	-	(3,865)	-
Other operating expenses	10	(12,071)	(10,367)	(10,376)	(8,852)
<b>Operating profit before impairment losses</b>		<b>18,429</b>	<b>14,124</b>	<b>27,044</b>	<b>23,791</b>
Allowance for impairment losses on loans and other assets	11	(1,562)	(670)	(1,723)	(18)
Allowance for impairment losses on investments in subsidiaries		-	-	-	-
Share of the profit or loss of investments in subsidiaries accounted for using the equity method	13	-	2,807	-	949
<b>Profit before income tax</b>		<b>16,867</b>	<b>16,261</b>	<b>25,321</b>	<b>24,722</b>
Income tax expense		(2,650)	(2,039)	(4,795)	(4,554)
<b>Net profit for the period</b>		<b>14,217</b>	<b>14,222</b>	<b>20,526</b>	<b>20,168</b>
Profit (loss) from discontinued operations, net of tax		-	-	-	-
<b>Net profit for the year</b>		<b>14,217</b>	<b>14,222</b>	<b>20,526</b>	<b>20,168</b>
Net profit attributable to:					
Owners of the Bank		14,217	14,222	20,526	20,168
From continuing operations		14,217	14,222	20,526	20,168
From discontinued operations		-	-	-	-
Non-controlling interest		-	-	-	-

The notes on pages 11 - 28 constitute an integral part of these financial statements.

## THE GROUP'S AND THE BANK'S CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

	2025-01-01 - 2025-06-30		2024-01-01 - 2024-06-30	
	Group	Bank	Group	Bank
<b>Net profit for the period</b>	<b>31,899</b>	<b>31,570</b>	<b>42,992</b>	<b>43,326</b>
<b>Other comprehensive income</b>				
Items that may be subsequently reclassified to profit or loss:				
Gain from revaluation of financial assets	733	733	1,322	1,322
Deferred income tax on gain from revaluation of financial assets	(116)	(116)	(264)	(264)
Items that may not be subsequently reclassified to profit or loss:				
Fair value changes of financial liabilities at fair value through profit or loss attributable to changes in their credit risk	-	-	-	-
<b>Other comprehensive income, net of deferred tax</b>	<b>617</b>	<b>617</b>	<b>1,058</b>	<b>1,058</b>
<b>Total comprehensive income for the period</b>	<b>32,516</b>	<b>32,187</b>	<b>44,050</b>	<b>44,384</b>
<b>Total comprehensive income (loss) attributable to:</b>				
Owners of the Bank	32,516	32,187	44,050	44,384
Non-controlling interest	-	-	-	-

## THE GROUP'S AND THE BANK'S CONDENSED STATEMENTS OF COMPREHENSIVE INCOME FOR QUARTER

	2025-04-01 - 2025-06-30		2024-04-01 - 2024-06-30	
	Group	Bank	Group	Bank
<b>Net profit for the period</b>	<b>14,217</b>	<b>14,222</b>	<b>20,526</b>	<b>20,168</b>
<b>Other comprehensive income</b>				
Items that may be subsequently reclassified to profit or loss:				
Gain from revaluation of financial assets	623	623	495	498
Deferred income tax on gain from revaluation of financial assets	(131)	(131)	(96)	(99)
Items that may not be subsequently reclassified to profit or loss:				
Fair value changes of financial liabilities at fair value through profit or loss attributable to changes in their credit risk	-	-	-	-
<b>Other comprehensive income, net of deferred tax</b>	<b>493</b>	<b>493</b>	<b>399</b>	<b>399</b>
<b>Total comprehensive income for the period</b>	<b>14,709</b>	<b>14,715</b>	<b>20,925</b>	<b>20,567</b>
<b>Total comprehensive income (loss) attributable to:</b>				
Owners of the Bank	14,709	14,715	20,925	20,567
Non-controlling interest	-	-	-	-

The notes on pages 11 - 28 constitute an integral part of these financial statements.



## THE GROUP'S CONDENSED STATEMENT OF CHANGES IN EQUITY

	Share capital	Share premium	Treasury shares (-)	Reserve capital	Financial instruments revaluation reserve	Statutory reserve	Reserve for acquisition of own shares	Other equity	Retained earnings	Total
<b>1 January 2024</b>	<b>192,269</b>	<b>25,534</b>	<b>(1,500)</b>	<b>756</b>	<b>(5,426)</b>	<b>47,803</b>	<b>20,000</b>	<b>1,697</b>	<b>261,995</b>	<b>543,128</b>
Transfer to/from statutory reserve	-	-	-	-	-	13,222	-	-	(13,222)	-
Acquisition of own shares	-	-	(900)	-	-	-	-	-	-	(900)
Share-based payment	-	-	1,500	-	-	2	-	(217)	4	1,289
Payment of dividends	-	-	-	-	-	-	-	-	(32,095)	(32,095)
Total comprehensive income	-	-	-	-	1,058	-	-	-	42,992	44,050
<b>30 June 2024</b>	<b>192,269</b>	<b>25,534</b>	<b>(900)</b>	<b>756</b>	<b>(4,368)</b>	<b>61,027</b>	<b>20,000</b>	<b>1,480</b>	<b>259,674</b>	<b>555,472</b>
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
Increase in share capital	-	-	-	-	-	-	-	-	-	-
Acquisition of own shares	-	-	(7,475)	-	-	-	-	-	-	(7,475)
Share-based payment	-	-	-	-	-	(2)	-	-	3	1
Total comprehensive income	-	-	-	-	1,379	-	-	-	35,795	37,174
<b>31 December 2024</b>	<b>192,269</b>	<b>25,534</b>	<b>(8,375)</b>	<b>756</b>	<b>(2,989)</b>	<b>61,025</b>	<b>20,000</b>	<b>1,480</b>	<b>295,472</b>	<b>585,172</b>
Transfer to statutory reserve	-	-	-	-	-	15,491	-	-	(15,491)	-
Acquisition of own shares	-	-	(4,015)	-	-	-	-	-	-	(4,015)
Share-based payment	-	-	1,305	-	-	-	-	147	-	1,453
Payment of dividends	-	-	-	-	-	-	-	-	(39,796)	(39,796)
Total comprehensive income	-	-	-	-	617	-	-	-	31,899	32,516
<b>30 June 2025</b>	<b>192,269</b>	<b>25,534</b>	<b>(11,085)</b>	<b>756</b>	<b>(2,372)</b>	<b>76,516</b>	<b>20,000</b>	<b>1,627</b>	<b>272,084</b>	<b>575,329</b>

## THE BANK'S CONDENSED STATEMENT OF CHANGES IN EQUITY

	Share capital	Share premium	Treasury shares (-)	Reserve capital	Financial instruments revaluation reserve	Statutory reserve	Reserve for acquisition of own shares	Other equity	Retained earnings	Total
<b>1 January 2024</b>	<b>192,269</b>	<b>25,534</b>	<b>(1,500)</b>	<b>756</b>	<b>(5,426)</b>	<b>47,605</b>	<b>20,000</b>	<b>1,209</b>	<b>263,994</b>	<b>544,441</b>
Transfer to statutory reserve	-	-	-	-	-	13,200	-	-	(13,200)	-
Acquisition of own shares	-	-	(900)	-	-	-	-	-	-	(900)
Share-based payment	-	-	1,500	-	-	-	-	(190)	-	1,310
Payment of dividends	-	-	-	-	-	-	-	-	(32,095)	(32,095)
Total comprehensive income	-	-	-	-	1,058	-	-	-	43,326	44,384
<b>30 June 2024</b>	<b>192,269</b>	<b>25,534</b>	<b>(900)</b>	<b>756</b>	<b>(4,368)</b>	<b>60,805</b>	<b>20,000</b>	<b>1,019</b>	<b>262,025</b>	<b>557,140</b>
Increase in share capital	-	-	-	-	-	-	-	-	-	-
Acquisition of own shares	-	-	(7,475)	-	-	-	-	-	-	(7,475)
Share-based payment	-	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	1,379	-	-	-	35,960	37,339
<b>31 December 2024</b>	<b>192,269</b>	<b>25,534</b>	<b>(8,375)</b>	<b>756</b>	<b>(2,989)</b>	<b>60,805</b>	<b>20,000</b>	<b>1,019</b>	<b>297,985</b>	<b>587,004</b>
Transfer to statutory reserve	-	-	-	-	-	15,195	-	-	(15,195)	-
Acquisition of own shares	-	-	(4,015)	-	-	-	-	-	-	(4,015)
Other changes in shareholder ownership	-	-	1,305	-	-	-	-	182	-	1,488
Payment of dividends	-	-	-	-	-	-	-	-	(39,796)	(39,796)
Total comprehensive income	-	-	-	-	617	-	-	-	31,570	32,187
<b>30 June 2025</b>	<b>192,269</b>	<b>25,534</b>	<b>(11,085)</b>	<b>756</b>	<b>(2,372)</b>	<b>76,000</b>	<b>20,000</b>	<b>1,201</b>	<b>274,564</b>	<b>576,867</b>

The notes on pages 11 – 28 constitute an integral part of these financial statements.

## THE GROUP'S AND THE BANK'S CONDENSED STATEMENTS OF CASH FLOWS

	Notes	30 June 2025		30 June 2024	
		Group	Bank	Group	Bank
<b>Operating activities</b>					
Interest received on loans and advances		117,879	106,864	120,893	112,631
Interest received on debt securities at fair value through profit or loss		8,270	8,100	748	667
Interest paid		(45,723)	(45,755)	(48,801)	(48,984)
Fees and commissions received		19,725	16,280	18,140	15,560
Fees and commissions paid		(4,610)	(4,093)	(4,403)	(3,981)
Net cash inflows from trade in securities at fair value through profit or loss		1,965	2,778	3,296	5,410
Net inflows from foreign exchange operations		2,624	2,631	2,607	2,606
Inflows from derecognition of financial assets		3,756	3,799	(91)	5
Net gain from disposal of tangible assets		67	67	23	9
Cash inflows related to other activities of Group companies and the Bank		7,634	428	7,280	606
Cash outflows related to other activities of Group companies and the Bank		(3,469)	-	(11,436)	-
Recoveries on loans previously written off		77	51	153	78
Salaries and related payments to and on behalf of employees		(29,821)	(26,783)	(22,599)	(19,853)
Net operating other cost payment		(20,899)	(17,654)	(17,130)	(14,316)
Income tax paid		(7,245)	(6,102)	(12,859)	(12,730)
<b>Net cash flow from operating activities before change in operating assets and liabilities</b>		<b>50,230</b>	<b>40,611</b>	<b>35,821</b>	<b>37,708</b>
<b>Change in operating assets and liabilities:</b>					
Loans to credit and financial institutions decrease (increase)		507	507	(341)	(341)
Loans to customers (increase)		(217,573)	(214,180)	(229,359)	(229,259)
Leases to customers (increase)		(22,882)	(22,882)	(28,570)	(28,652)
Decrease in other assets (increase)		(9,133)	(9,731)	6,841	12,196
Increase (decrease) in amounts due to credit and Financial institutions (increase)		(47,034)	(46,654)	1,796	(2 537)
Increase (decrease) in due to customers (increase)		141,652	140,941	160,781	160,510
Increase in special and lending funds		-	-	1,800	1,800
Increase (decrease) in other liabilities (increase)		(2,427)	4,821	(15 835)	(9 339)
<b>Change</b>		<b>(156,890)</b>	<b>(147,178)</b>	<b>(71,217)</b>	<b>(76,944)</b>
<b>Net cash flow from (used in) from operating activities</b>		<b>(106,660)</b>	<b>(106,567)</b>	<b>(35,396)</b>	<b>(39,236)</b>
<b>Investing activities</b>					
Acquisition of property, plant and equipment, investment property and intangible assets		(960)	(897)	(3,155)	(2,957)
Disposal of property, plant and equipment, investment property and intangible assets		237	233	(254)	20
Securities held to maturity (acquisition)		(203,694)	(167,681)	(327,546)	(291,281)
Proceeds from redemption of securities held to maturity		269,511	234,546	278,325	246,071
Proceeds from redemption of securities held to maturity		762	125	4,908	4,108
Dividends received		80	13	110	12
Sale or redemption of securities held for sale		4,980	4,980	20,000	20,000
Interest received on securities held for sale	2	210	210	252	252
Establishment of subsidiaries		-	-	(100)	(100)
<b>Net cash flow from (used in) investing activities</b>		<b>71,126</b>	<b>71,529</b>	<b>(27,460)</b>	<b>(23,875)</b>
<b>Financing activities</b>					
Payment of dividends		(39,991)	(39,991)	(32,030)	(32,030)
Acquisition of own shares		(4,015)	(4,015)	(900)	(900)
Interest payment for issued of debt securities		(19,104)	(19,104)	4,908	4,108
Issue of debt securities		300,000	300,000	25,000	25,000
Redeemable debt securities		(20,000)	(20,000)	-	-
Principal elements of lease payments		(1,177)	(987)	(829)	(795)
<b>Net cash flow (used in) financing activities</b>		<b>215 713</b>	<b>215 903</b>	<b>(12,797)</b>	<b>(12,763)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>180,179</b>	<b>180,865</b>	<b>(75,653)</b>	<b>(75,874)</b>
<b>Cash and cash equivalents at 31 December</b>		<b>395,136</b>	<b>386,365</b>	<b>751,499</b>	<b>742,969</b>
<b>Cash and cash equivalents at 30 June</b>		<b>575,315</b>	<b>567,230</b>	<b>675,846</b>	<b>667,095</b>

The notes on pages 11 - 28 constitute an integral part of these financial statements.

## GENERAL INFORMATION

Artea Bankas AB was registered as a public company in the Enterprise Register of the Republic of Lithuania on 4 February 1992. The Bank is licensed by the Bank of Lithuania to perform all banking operations provided for in the Law on Banks of the Republic of Lithuania and the Charter of the Bank. In this document, Artea Bankas AB is referred to as the Bank, Artea Bankas AB and its subsidiaries (described in more detail in Note 2) - the Group.

The Head Office of the Bank is located in Šiauliai, Tilžės str. 149, LT-76348. At the end of the reporting period the Bank had 54 customer service outlets (31 December 2024: 54 outlets). As at 30 June 2025 the Bank had 1,128 employees (31 December 2024: 1,090). As at 30 June 2025 the Group had 1,277 employees (31 December 2024: 1,239 employees).

On May 5, 2025, the bank changed its name from AB Šiaulių bankas to AB Artea bank. The brand update reflects the strategic direction and goal of becoming the leading bank in Lithuania by 2029.

The Bank accepts deposits, issues loans, makes money transfers and documentary settlements, exchanges currencies for its clients, issues and processes debit and credit cards, is engaged in trade finance and is investing and trading in securities, as well as performs other activities set forth in the Law on Banks of the Republic of Lithuania and the Charter of the Bank.

The Bank's shares are listed on the Baltic Main List of the Nasdaq Stock Exchange.

This condensed interim financial information for the six months period ended 30 June 2025 has been prepared in accordance with IAS 34, "Interim Financial Reporting" as adopted by the EU. The condensed interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2024, which have been prepared in accordance with IFRS accounting standards ("IFRS"). Except for the points described below, all the accounting policies applied in the preparation of this condensed interim financial information are consistent with those of the annual financial statements of the Bank for the year ended 31 December 2024.

This does not include all the information necessary to prepare comprehensive financial statements prepared in accordance with IFRS accounting standards. However, selected explanatory notes are provided, which explain the events and transactions important for

understanding the changes in the Group's financial position and performance since the last annual financial statements

New and amended standards and interpretations

The Bank's management do not believe that newly published standards, amendments and interpretations that are mandatory for the Group's and Bank's reporting periods beginning on or after 1 January 2025 will have a material impact on the Group's and Bank's financial statements, also there are no new standards, amendments and interpretations that are mandatory for the Group and the Bank with effect from 2025, and that would have a material impact on the Group's and the Bank's financial information.

Critical accounting estimates and judgements

The preparation of financial statements in conformity with IFRS requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management's best knowledge of current event and actions, actual results ultimately may differ from those estimates. In preparing these condensed interim financial statements, the significant judgements made in applying Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements as at and for the period ended 31 December 2024, except for judgements and estimations used for calculation of impairment, which were revised to reflect the most recent economic forecasts. These assumptions and evaluations are described in more detail in notes 1, 10, and 11.

These financial statements combine the consolidated financial statements for the Group and stand-alone financial statements of the Bank. Such format of reporting was adopted to ensure consistency of presentation with the format prescribed by the Bank of Lithuania and applied for statutory reporting.

No significant amounts of the Group's and the Bank's income or expenses are of a substantial seasonal nature.

## NOTE 1 LOANS TO CUSTOMERS AND FINANCE LEASE RECEIVABLES

Credit risk is the risk that the Group or Bank will incur losses due to customers' failure to meet their financial obligations to the Group or Bank. Credit risk mainly arises from lending activities and is the most significant risk in the Group's and Bank business. It also arises from investment activities (debt securities), from the Group's or Bank asset portfolio and from off-balance sheet financial instruments (e.g. lending commitments, guarantees, letters of credit).

The Group and Bank has a credit risk management system in place, which is continuously improved and includes lending policy, a system of credit risk limits, other credit risk management measures, as well as internal control and internal audit of credit risk management.

The Group and Bank assumes risk only in areas that are well known to it and in which it has gained positive experience, in order to avoid excessive risk in transactions that could have a

negative impact on a large share of shareholders' equity, while at the same time ensuring an adequate level of profitability which, given the increasing competition, would ensure the Bank's stable position in the market and increase the Bank's value. When assessing the credit risk assumed, the Group and Bank follows the principles of prudence, conservatism and caution.

The Group and Bank credit risk management is organized in such a way as to avoid conflicts of interest between staff or structural units. When granting credit to clients, the Group and Bank follows the principle that profit must not be pursued at the expense of excessive credit risk.

Maximum credit risk, disregarding collateral and other credit risk mitigation measures:

	30 June 2025		31 December 2024	
	Group	Bank	Group	Bank
<b>Cash equivalents</b>	<b>502,520</b>	<b>494,861</b>	<b>315,599</b>	<b>307,181</b>
<b>Loans and advances to banks</b>	<b>2,614</b>	<b>2,614</b>	<b>3,121</b>	<b>3,121</b>
<b>Loans and advances to customers:</b>	<b>3,329,700</b>	<b>3,315,253</b>	<b>3,117,700</b>	<b>3,105,007</b>
Loans and advances to financial institutions	-	317,571	20,287	311,104
Loans to individuals (Retail)	1,526,923	1,216,365	1,431,482	1,127,971
Loans to business customers	1,802,777	1,781,317	1,665,931	1,665,932
<b>Finance lease receivables</b>	<b>339,672</b>	<b>339,672</b>	<b>316,897</b>	<b>316,897</b>
Debt securities at fair value through profit or loss	51,061	11,414	56,617	13,521
Derivative financial instruments	263	263	1,093	1,093
Debt securities at fair value through other comprehensive income	36,892	36,758	40,994	40,994
Debt securities at amortized cost	666,050	656,824	726,937	716,864
Other assets subject to credit risk	10,719	10,175	7,258	6,559
Credit risk exposures relating to off –balance sheet items are as follows:				
Financial guarantees	55,769	55,819	87,985	87,985
Letters of credit	-	-	135	135
Loan commitments and other credit related liabilities	488,648	533,245	393,488	403,711
<b>Total</b>	<b>5,483,907</b>	<b>5,456,898</b>	<b>5,067,824</b>	<b>5,003,068</b>

### Loans to customers

	31 March 2025		31 December 2024	
	Group	Bank	Group	Bank
Gross loans at amortized cost	3,373,508	3,343,131	3,161,288	3,132,437
Less: allowance for impairment	(50,020)	(34,090)	(49,725)	(33,567)
<b>Net loans at amortized cost</b>	<b>3,323,488</b>	<b>3,309,041</b>	<b>3,111,563</b>	<b>3,098,870</b>
Gross loans at fair value	6,212	6,212	6,137	6,137
<b>Total loans</b>	<b>3,329,700</b>	<b>3,315,253</b>	<b>3,117,700</b>	<b>3,105,007</b>

Through its subsidiaries, UAB "Artea Retrofit Fund 1" and UAB "Artea Retrofit Fund 2", the Bank has granted loans as an investment in a securitization instrument intended to finance multi-apartment building renovation projects.

The Bank's investments in securitization are carried out in several stages, across different investment tranches characterized by varying levels of risk.

Part of the investments made to date were into the tranche with the most significant risk. Therefore, in accordance with IFRS 9 requirements the loans granted to UAB "Artea Retrofit Fund 1" and UAB "Artea Retrofit Fund 2" are measured at fair value through profit or loss and are presented in the statement of financial position under the line item "Loans granted to customers."

At initial recognition, the fair value of these loans was determined to be equal to their acquisition cost. As of June 30, 2025, the net value of these loans amounted to EUR 6.2 million.

During the six-month period ended June 30, 2025, a loss of EUR 90 thousand was recognized due to an increase in the fair value of these loans.

The remaining portion of loans to UAB "Artea Retrofit Fund 1" and UAB "Artea Retrofit Fund 2", which are measured at amortized cost, had a net value of EUR 67.2 million as of June 30, 2025.

The distribution of loans by stages and days past due:

Group	30 June 2025					31 December 2024				
	Not due	Due below 30 days	Due 31-90 days	Due over 90 days	Total	Not due	Due below 30 days	Due 31-90 days	Due over 90 days	Total
<b>Stage 1:</b>										
Gross amount	3,051,656	36,662	-	-	3,088,318	2,841,708	42,477	-	-	2,884,185
Allowance for impairment	(24,315)	(151)	-	-	(24,466)	(25,282)	(65)	-	-	(25,347)
<b>Net amount</b>	<b>3,027,341</b>	<b>36,511</b>	<b>-</b>	<b>-</b>	<b>3,063,852</b>	<b>2,816,426</b>	<b>42,412</b>	<b>-</b>	<b>-</b>	<b>2,858,838</b>
<b>Stage 2:</b>										
Gross amount	168,814	24,682	13,648	-	207,144	169,149	25,004	13,405	-	207,558
Allowance for impairment	(3,324)	(3,578)	(1,528)	-	(8,430)	(826)	(3,194)	(1,307)	-	(5,327)
<b>Net amount</b>	<b>165,490</b>	<b>21,104</b>	<b>12,120</b>	<b>-</b>	<b>198,714</b>	<b>168,323</b>	<b>21,810</b>	<b>12,098</b>	<b>-</b>	<b>202,231</b>
<b>Stage 3:</b>										
Gross amount	41,170	6,853	5,037	31,198	84,258	23,870	5,262	3,431	43,117	75,680
Allowance for impairment	(3,638)	(1,289)	(1,033)	(11,164)	(17,124)	(4,683)	(1,182)	(675)	(12,512)	(19,052)
<b>Net amount</b>	<b>37,532</b>	<b>5,564</b>	<b>4,004</b>	<b>20,034</b>	<b>67,134</b>	<b>19,187</b>	<b>4,080</b>	<b>2,756</b>	<b>30,605</b>	<b>56,628</b>
<b>Total:</b>										
Gross amount	3,261,640	68,197	18,685	31,198	3,379,720	3,034,727	72,743	16,836	43,117	3,167,423
Allowance for impairment	(31,277)	(5,018)	(2,561)	(11,164)	(50,020)	(30,791)	(4,441)	(1,982)	(12,512)	(49,726)
<b>Net amount</b>	<b>3,230,363</b>	<b>63,179</b>	<b>16,124</b>	<b>20,034</b>	<b>3,329,700</b>	<b>3,003,936</b>	<b>68,302</b>	<b>14,854</b>	<b>30,605</b>	<b>3,117,697</b>

Bank	30 June 2025					31 December 2024				
	Not due	Due below 30 days	Due 31-90 days	Due over 90 days	Total	Not due	Due below 30 days	Due 31-90 days	Due over 90 days	Total
<b>Stage 1:</b>										
Gross amount	2,757,536	36,662	-	-	2,794,198	2,552,393	42,477	-	-	2,594,870
Allowance for impairment	(17,667)	(151)	-	-	(17,818)	(18,326)	(65)	-	-	(18,391)
<b>Net amount</b>	<b>2,739,869</b>	<b>36,511</b>	<b>-</b>	<b>-</b>	<b>2,776,380</b>	<b>2,534,067</b>	<b>42,412</b>	<b>-</b>	<b>-</b>	<b>2,576,479</b>
<b>Stage 2:</b>										
Gross amount	462,248	8,860	9,622	-	480,730	458,625	10,296	9,200	-	478,121
Allowance for impairment	(3,100)	(339)	(347)	-	(3,786)	(704)	(41)	(50)	-	(795)
<b>Net amount</b>	<b>459,148</b>	<b>8,521</b>	<b>9,275</b>	<b>-</b>	<b>476,944</b>	<b>457,921</b>	<b>10,255</b>	<b>9,150</b>	<b>-</b>	<b>477,326</b>
<b>Stage 3:</b>										
Gross amount	38,833	5,548	4,277	25,757	74,415	21,358	3,931	2,533	37,762	65,584
Allowance for impairment	(2,546)	(687)	(683)	(8,570)	(12,486)	(3,507)	(570)	(262)	(10,045)	(14,384)
<b>Net amount</b>	<b>36,287</b>	<b>4,861</b>	<b>3,594</b>	<b>17,187</b>	<b>61,929</b>	<b>17,851</b>	<b>3,361</b>	<b>2,271</b>	<b>27,717</b>	<b>51,200</b>
<b>Total:</b>										
Gross amount	3,258,617	51,070	13,899	25,757	3,349,343	3,032,376	56,704	11,733	37,762	3,138,575
Allowance for impairment	(23,313)	(1,177)	(1,030)	(8,570)	(34,090)	(22,537)	(676)	(312)	(10,045)	(33,570)
<b>Net amount</b>	<b>3,235,304</b>	<b>49,893</b>	<b>12,869</b>	<b>17,187</b>	<b>3,315,253</b>	<b>3,009,839</b>	<b>56,028</b>	<b>11,421</b>	<b>27,717</b>	<b>3,105,005</b>

Loans are assigned to stages using the following principles (a deviation from these principles is allowed in the process of individual loan assessment based on contract-specific circumstances if it would result in more precise assessment of the risk of the contract):

Stage 1 loans: loans with no increase in credit risk observed.

Stage 2 loans: loans with an increase in credit risk observed. Main reasons for determining an increase in credit risk are: deterioration of borrower's financial status from the initial (this criteria is not applicable to the low credit risk loans, i.e. loans that have internal borrower's financial status assessment grades "very good" or "good" or investment grade credit ratings by external credit rating agencies), payment delay of over 30 days, and other objective criteria showing an increase in credit.

Stage 3 loans: defaulted loans. Main reasons for determining a default are payment delay of over 90 days, bankruptcy of the borrower, termination of the contract, start of the foreclosure procedures and other objective criteria.

As lending activities are oriented to Lithuanian market, the Bank and the Group held no significant direct loan positions in Russia, Belarus and Ukraine. Potential risk assessment for separate sectors has not demonstrated economic sectors for which risk would be increased. Due to potential increase in credit risk the Bank has individually assessed clients with loans and finance lease contracts which have medium or high dependency from countries mentioned above through supply or sales chains or through holders structure and if increase in risk was determined credit stages for certain clients were reduced.

## Finance lease receivables

	30 June 2025		31 December 2024	
	Group	Bank	Group	Bank
Business customers	286,018	286,018	279,528	279,528
Individuals	60,529	60,529	44,056	44,056
<b>Gross</b>	<b>346,547</b>	<b>346,547</b>	<b>323,584</b>	<b>323,584</b>
Less: Allowance for impairment	(6,875)	(6,875)	(6,687)	(6,687)
<b>Net</b>	<b>339,672</b>	<b>339,672</b>	<b>316,897</b>	<b>316,897</b>

The distribution of finance lease receivables by stages and days past due:

Group	30 June 2025					31 December 2024				
	Not past due	Due ≤ 30 days	Due 31-90 days	Due >90 days	Total	Not past due	Due ≤ 30 days	Due 31-90 days	Due >90 days	Total
<b>Stage 1:</b>										
Gross amount	298,182	27,098	-	-	325,280	285,578	16,626	409	37	302,650
Allowance for impairment	(4,039)	(389)	-	-	(4,428)	(4,961)	-	-	-	(4,961)
<b>Net amount</b>	<b>294,143</b>	<b>26,709</b>	<b>-</b>	<b>-</b>	<b>320,852</b>	<b>280,617</b>	<b>16,626</b>	<b>409</b>	<b>37</b>	<b>297,689</b>
<b>Stage 2:</b>										
Gross amount	11,543	4,058	1,123	-	16,724	14,121	1,735	2,181	91	18,228
Allowance for impairment	(623)	(111)	(43)	-	(777)	(720)	-	-	-	(720)
<b>Net amount</b>	<b>10,920</b>	<b>3,947</b>	<b>1,080</b>	<b>-</b>	<b>15,947</b>	<b>13,401</b>	<b>1,735</b>	<b>2,281</b>	<b>91</b>	<b>17,508</b>
<b>Stage 3:</b>										
Gross amount	1,064	328	730	2,421	4,543	322	356	486	1,542	2,706
Allowance for impairment	(275)	(127)	(289)	(979)	(1,670)	-	-	-	(1,006)	(1,006)
<b>Net amount</b>	<b>789</b>	<b>201</b>	<b>441</b>	<b>1,442</b>	<b>2,873</b>	<b>322</b>	<b>356</b>	<b>486</b>	<b>536</b>	<b>1,700</b>
<b>Total:</b>										
Gross amount	310,789	31,484	1,853	2,421	346,547	303,021	18,717	3,176	1,670	323,584
Allowance for impairment	(4,937)	(627)	(332)	(979)	(6,875)	(5,681)	-	-	(1,006)	(6,687)
<b>Net amount</b>	<b>305,852</b>	<b>30,857</b>	<b>1,521</b>	<b>1,442</b>	<b>339,672</b>	<b>294,340</b>	<b>18,717</b>	<b>3,176</b>	<b>664</b>	<b>316,897</b>

Bank	30 June 2025					31 December 2024				
	Not past due	Due ≤ 30 days	Due 31-90 days	Due >90 days	Total	Not past due	Due ≤ 30 days	Due 31-90 days	Due >90 days	Total
<b>Stage 1:</b>										
Gross amount	298,182	27,098	-	-	325,280	285,578	16,626	409	37	302,650
Allowance for impairment	(4,039)	(389)	-	-	(4,428)	(4,961)	-	-	-	(4,961)
<b>Net amount</b>	<b>294,143</b>	<b>26,709</b>	<b>-</b>	<b>-</b>	<b>320,852</b>	<b>280,617</b>	<b>16,626</b>	<b>409</b>	<b>37</b>	<b>297,689</b>
<b>Stage 2:</b>										
Gross amount	11,543	4,058	1,123	-	16,724	14,121	1,735	2,281	91	18,228
Allowance for impairment	(623)	(111)	(43)	-	(777)	(720)	-	-	-	(720)
<b>Net amount</b>	<b>10,920</b>	<b>3,947</b>	<b>1,080</b>	<b>-</b>	<b>15,947</b>	<b>13,401</b>	<b>1,735</b>	<b>2,281</b>	<b>91</b>	<b>17,508</b>
<b>Stage 3:</b>										
Gross amount	1,064	328	730	2,421	4,543	322	356	486	1,542	2,706
Allowance for impairment	(275)	(127)	(289)	(979)	(1,670)	-	-	-	(1,006)	(1,006)
<b>Net amount</b>	<b>789</b>	<b>201</b>	<b>441</b>	<b>1,442</b>	<b>2,873</b>	<b>322</b>	<b>356</b>	<b>486</b>	<b>536</b>	<b>1,700</b>
<b>Total:</b>										
Gross amount	310,789	31,484	1,853	2,421	346,547	300,021	18,717	3,176	1,670	323,584
Allowance for impairment	(4,937)	(627)	(332)	(979)	(6,875)	(5,681)	-	-	(1,006)	(6,687)
<b>Net amount</b>	<b>305,852</b>	<b>30,857</b>	<b>1,521</b>	<b>1,442</b>	<b>339,672</b>	<b>294,340</b>	<b>18,717</b>	<b>3,176</b>	<b>664</b>	<b>316,897</b>

## NOTE 2 SECURITIES

### Securities in the trading book

Securities in the trading book are comprised of trading securities and other securities that cover insurance contract liabilities under unit-linked insurance contracts of life insurance subsidiary. These securities are measured at fair value through profit or loss.

	30 June 2025		31 December 2024	
	Group	Bank	Group	Bank
<b>Debt securities:</b>	<b>51,061</b>	<b>11,414</b>	<b>56,617</b>	<b>13,521</b>
Government bonds	23,365	99	23,059	-
Corporate bonds	27,696	11,315	33,558	13,521
<b>Equity securities</b>	<b>179,527</b>	<b>25</b>	<b>178,493</b>	<b>22</b>
<b>Total</b>	<b>230,588</b>	<b>11,439</b>	<b>235,110</b>	<b>13,543</b>

	30 June 2025		31 December 2024	
	Group	Bank	Group	Bank
<b>Trading securities:</b>				
<b>Debt securities</b>	<b>24,490</b>	<b>11,414</b>	<b>28,828</b>	<b>13,521</b>
from AA- to AAA	-	-	3,492	-
from A- to A+	10,218	99	9,571	-
from BBB- to BBB+	2,268	-	1,812	-
from BB- to BB+	-	-	580	148
lower than BB-	689	-	-	-
no rating	11,315	11,315	13,373	13,373
<b>Equity securities</b>	<b>20,080</b>	<b>25</b>	<b>22</b>	<b>22</b>
listed	25	25	22	22
unlisted	-	-	-	-
<b>Units of investment funds</b>	<b>20,055</b>	<b>-</b>	<b>19,878</b>	<b>-</b>
<b>Total trading securities</b>	<b>44,570</b>	<b>11,439</b>	<b>48,728</b>	<b>13,543</b>
<b>Debt securities</b>	<b>26,571</b>	<b>-</b>	<b>27,789</b>	<b>-</b>
from AA- to AAA	2,369	-	-	-
from A- to A+	7,484	-	10,210	-
from BBB- to BBB+	10,347	-	10,591	-
from BB- to BB+	5,983	-	6,454	-
lower than BB-	347	-	384	-
no rating	41	-	150	-
<b>Equity securities</b>	<b>9,085</b>	<b>-</b>	<b>8,730</b>	<b>-</b>
listed	-	-	-	-
unlisted	9,085	-	8,730	-
<b>units of investment funds</b>	<b>150,362</b>	<b>-</b>	<b>149,863</b>	<b>-</b>
<b>Total other trading book securities</b>	<b>186,018</b>	<b>-</b>	<b>186,382</b>	<b>-</b>
<b>Total</b>	<b>230,588</b>	<b>11,439</b>	<b>235,110</b>	<b>13,543</b>

### Investment securities

	30 June 2025		31 December 2024	
	Group	Bank	Group	Bank
<b>Securities at fair value:</b>				
<b>Debt securities:</b>	<b>36,892</b>	<b>36,758</b>	<b>40,994</b>	<b>40,994</b>
Government bonds	24,747	24,747	24,327	24,327
Corporate bonds	12,145	12,011	16,667	16,667
<b>Equity securities</b>	<b>6,948</b>	<b>2,666</b>	<b>2,874</b>	<b>2,626</b>
<b>Total</b>	<b>43,840</b>	<b>39,424</b>	<b>43,868</b>	<b>43,620</b>
<b>Securities at amortized cost:</b>				
<b>Debt securities:</b>	<b>666,050</b>	<b>656,824</b>	<b>726,937</b>	<b>716,864</b>
Government bonds	646,755	641,243	695,622	690,083
Corporate bonds	19,295	15,581	31,315	26,781
<b>Total</b>	<b>666,050</b>	<b>656,824</b>	<b>726,937</b>	<b>716,864</b>

	30 June 2025		31 December 2024	
	Group	Bank	Group	Bank
<b>Securities at fair value:</b>				
<b>Debt securities</b>	<b>36,892</b>	<b>36,758</b>	<b>40,994</b>	<b>40,994</b>
from AA- to AA+	-	-	-	-
from A- to A+	30,031	30,031	29,517	29,517
from BBB- to BBB+	5,377	5,377	5,854	5,854
from BB- to BB+	527	393	4,695	4,695
lower than BB-	-	-	-	-
no rating	957	957	928	928
<b>Equities</b>	<b>687</b>	<b>567</b>	<b>786</b>	<b>534</b>
listed	258	258	246	246
unlisted	429	309	540	292
<b>Units of investment funds</b>	<b>6,261</b>	<b>2,099</b>	<b>2,088</b>	<b>2,088</b>
<b>Total</b>	<b>43,840</b>	<b>39,424</b>	<b>43,868</b>	<b>43,620</b>
<b>Securities at amortized cost:</b>				
<b>Debt securities</b>	<b>666,050</b>	<b>656,824</b>	<b>726,937</b>	<b>716,864</b>
from AA- to AA+	204	-	203	-
from A- to A+	645,078	643,180	699,217	694,562
from BBB- to BBB+	20,260	13,644	26,402	22,302
from BB- to BB+	508	-	1,115	-
lower than BB-	-	-	-	-
no rating	-	-	-	-
<b>Total</b>	<b>666,050</b>	<b>656,824</b>	<b>726,937</b>	<b>716,864</b>

## Credit stages of investment debt securities:

	30 June 2025		31 December 2024	
	Group	Bank	Group	Bank
<b>Stage 1:</b>				
Gross amount	702,009	692,644	767,046	756,966
Allowance for impairment	(24)	(19)	(44)	(37)
<b>Net amount</b>	<b>701,985</b>	<b>692,625</b>	<b>767,002</b>	<b>756,929</b>
<b>Stage 2:</b>				
Gross amount	957	957	964	964
Allowance for impairment	-	-	(35)	(35)
<b>Net amount</b>	<b>957</b>	<b>957</b>	<b>929</b>	<b>929</b>
<b>Stage 3:</b>				
Gross amount	1,020	-	1,023	-
Allowance for impairment	(1,020)	-	(1,023)	-
<b>Net amount</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>702,942</b>	<b>693,582</b>	<b>767,931</b>	<b>757,858</b>

During six months periods ended 30 June 2025 and 31 December 2024 no material reclassifications between portfolios of securities were performed

## Investments in subsidiaries

The Group's structure and ownership remained unchanged during the six month period ended 30 June 2025 and the last three quarters of the comparative year ended 31 December 2024. During the first quarter of 2024, the Bank's directly owned subsidiary UAB Šiaulių Banko Lizingas was liquidated. Details (date of registration, registered office address and company code) of the Group companies are disclosed in the additional information section (page 37).

Bank's investments in subsidiaries consisted of:

	Share in equity	30 June 2025	31 December 2024
Artea Life Insurance GD UAB	100%	40,568	37,910
Artea lizingas UAB	100%	5,296	3,106
Artea Turto Fondas UAB	100%	4,601	5,325
Artea Asset Management UAB	100%	38,455	37,458
<b>Total investments in subsidiaries using equity method</b>		<b>88,920</b>	<b>83,799</b>
Artea retrofit fund 1 UAB	100%	170	170
Artea retrofit fund 2 UAB	100%	100	100
<b>Total investments in subsidiaries at fair value</b>		<b>270</b>	<b>270</b>



In accordance with the agreements with investors and the provisions of IFRS 10, the Bank does not have control over Artea Modernization Fund 1 UAB and Artea Modernization Fund 2 UAB, therefore these companies are not consolidated in the Group's consolidated financial statements. In accordance with the provisions of IFRS 9 applicable to contractually linked instruments, the investments in Artea retrofit fund 1 UAB and Artea retrofit fund 2 UAB are

carried at fair value through profit or loss and are shown in the line 'Investments in subsidiaries' in the statement of financial position. The fair value of these investments was determined at initial recognition to be the same as their acquisition cost. Since initial recognition, there have been no circumstances that would have resulted in a material change in the fair value of the investment in Artea retrofit fund 1 UAB and Artea retrofit fund 2 UAB.

## Impairment losses on investments in subsidiary companies

When indications of impairment are identified, the Bank tests investments in subsidiaries for impairment. The Bank determines the recoverable amount of investments in subsidiaries based on the discounted estimated future cash flows that the subsidiary will generate. The future net cash flows of fund management and real estate management subsidiaries are assessed taking into account the planned cash inflows from fund management, and from the sale of financial and other assets held, less cash outflows related to management and development expenses. The discount rates are based on the current cost of capital of the investments in subsidiaries. Group management uses estimates when forecasting cash flows and determining the discount rates used in the impairment testing.

## Determination of impairment of goodwill and fund management rights

To determine impairment, goodwill and fund management rights are allocated to two cash-generating units – the Bank's subsidiary UAB GD "Artea Life Insurance" and UAB "Artea Asset Management". The recoverable amount of UAB GD "Artea Life Insurance" is determined using

embedded value calculations. Embedded value is equal to the sum of the value of the existing business and the value of free capital. The value of the existing business is calculated using management's assumptions regarding cash flows from the insurance portfolio and income from the capital employed, which are discounted to present value using a discount rate of 9.40% (2024 – 9.40%), reflecting the current market assessment of the time value of money and the related risks. The recoverable amount of UAB "Artea Asset Management" is determined using discounted cash flow calculations. The cash flows used in the calculations are based on the forecasts provided in the 2025–2030 budget approved by the management of the subsidiary. The forecast cash flows are discounted to present value using a discount rate that reflects the current market assessment of the time value of money and the related risks, which amounted to 9.9% (2024 – 13%). In Q2 2025 and in 2024 no impairment of goodwill and fund management rights was identified. The Group's management uses estimates when forecasting cash flows and determining the discount rates used in the goodwill impairment test. Changes in these estimates and assumptions may have a significant impact on the determination of goodwill. An increase of 1% in the discount rates used in the impairment assessment for 2024 and Q2 2025 (with other factors unchanged) would not result in any additional impairment.

## NOTE 3 SIGNIFICANT INFORMATION ON CHANGES IN OTHER ASSET ITEMS

### Other assets

	30 June 2025		31 December 2024	
	Group	Bank	Group	Bank
Amounts receivable	10,719	10,175	7,258	6,559
Inventories	114	-	114	-
Deferred charges	4,899	4,592	4,222	3,674
Assets under reinsurance and insurance contracts	176	-	121	-
Prepayments	3,231	2,640	1,533	782
Foreclosed assets	133	129	228	224
Other	4,655	4,672	3,825	3,825
<b>Total</b>	<b>23,927</b>	<b>22,209</b>	<b>17,301</b>	<b>15,064</b>

### Assets held for sale

	30 June 2025		31 December 2024	
	Group	Bank	Group	Bank
Real estate classified as held for sale	-	-	150	150
<b>Total assets classified as held for sale</b>	<b>-</b>	<b>-</b>	<b>150</b>	<b>150</b>

## NOTE 4 DEPOSITS FROM CLIENTS

### Regrouping

In order to align the presentation of financial statements with the FINREP reporting structure and to enhance data comparability, transparency, and clarity for users, certain line items have been retrospectively regrouped in financial position statement. Deposits received from financial institutions are now presented under "Due to other banks and financial institutions", while all other deposits are included under "Deposits from clients". The table below presents comparative figures before and after this regrouping:

	31 December 2024 (Restated)		31 December 2024		Variance	
	Group	Bank	Group	Bank	Group	Bank
Due to other banks and financial institutions	229,824	232,451	65,860	68,487	163,964	163,964
Deposits from clients	3,397,045	3,402,364	3,537,972	3,543,291	(140,927)	(140,927)
Special and lending funds	-	-	23,037	23,037	(23,037)	(23,037)

Following this regrouping, the breakdown of deposits has been aligned with the structure of regulatory (FINREP) reporting. Deposits are now classified in accordance with regulatory reporting requirements to ensure consistency between financial and supervisory reports:

	30 June 2025		31 December 2024	
	Group	Bank	Group	Bank
<b>Demand deposits:</b>				
Public sector	278,138	278,138	225,091	225,091
Non-financial companies	653,084	657,692	593,230	598,549
Households	859,489	859,489	755,512	755,512
Transit, deposited liabilities	39,018	39,018	26,640	26,640
<b>Total demand deposits</b>	<b>1,829,729</b>	<b>1,834,337</b>	<b>1,600,473</b>	<b>1,605,792</b>
<b>Term deposits:</b>				
Public sector	48,152	48,152	51,530	51,530
Non-financial companies	231,649	231,649	246,079	246,079
Households	1,420,102	1,420,102	1,498,963	1,498,963
<b>Total term deposits</b>	<b>1,699,903</b>	<b>1,699,903</b>	<b>1,796,572</b>	<b>1,796,572</b>
<b>Total</b>	<b>3,529,632</b>	<b>3,534,240</b>	<b>3,397,045</b>	<b>3,402,364</b>

## NOTE 5 SIGNIFICANT INFORMATION ON CHANGES IN OTHER LIABILITIES ITEMS

### Insurance contract liabilities

Bank's subsidiary Artea Life Insurance UAB GD is engaged in life insurance business. For the periods ended 30 June 2025 and 31 December 2024 the liabilities from insurance contracts and their changes were as follows:

	Estimate of present value of future cash flows	Risk adjustment for non-financial risks	Contractual service margin	Investment units	Advances paid by policyholders	Total
<b>Gross:</b>						
<b>At 1 January 2024</b>	<b>39,722</b>	<b>17,014</b>	<b>30,259</b>	<b>92,322</b>	-	<b>179,317</b>
Change during period	8,212	698	(686)	1,512	-	9,736
<b>At 30 June 2024</b>	<b>47,934</b>	<b>17,712</b>	<b>29,573</b>	<b>93,834</b>	-	<b>189,053</b>
Change during period	2,785	811	2,843	2,852	88	9,379
<b>At 31 December 2024</b>	<b>50,719</b>	<b>18,523</b>	<b>32,416</b>	<b>96,686</b>	<b>88</b>	<b>198,432</b>
Change during period	752	(57)	(107)	(2,956)	-	(2,368)
<b>At 30 June 2025</b>	<b>51,471</b>	<b>18,466</b>	<b>32,309</b>	<b>93,730</b>	<b>88</b>	<b>196,064</b>
<b>Reinsurance share:</b>						
<b>At January 1 2024</b>	<b>1</b>	-	-	-	-	<b>1</b>
Change during period	(1)	-	-	-	-	(1)
<b>At 31 December 2024</b>	<b>-</b>	-	-	-	-	<b>-</b>
Change during period	-	-	-	-	-	-
<b>At 30 June 2025</b>	<b>-</b>	-	-	-	-	<b>-</b>
<b>Net value</b>						
<b>At 31 December 2024</b>	<b>50,719</b>	<b>18,523</b>	<b>32,416</b>	<b>96,686</b>	<b>88</b>	<b>198,432</b>
<b>At 30 June 2025</b>	<b>51,471</b>	<b>18,466</b>	<b>32,309</b>	<b>93,730</b>	<b>88</b>	<b>196,064</b>

## NOTE 6 CAPITAL

The statutory capital of the bank as of June 30, 2025, was 192,269 thousand euros, which is divided into 662,997 thousand ordinary registered shares with a nominal value of 0.29 euros. ISIN LT0000102253. The bank's articles of association were registered in the Register of Legal Entities on December 15, 2023, following the last increase of statutory capital through additional contributions. The bank's statutory capital was not increased in the second quarter of 2025. All shares issued by the bank give shareholders equal rights as provided by the Law on Public Companies of the Republic of Lithuania and the bank's articles of association. As of June 30, 2025, the number of bank shareholders was 20,357 (on December 31, 2024, it was 18,774).

### Dividends

On March 31, 2025, the decision was made at the annual shareholders' meeting to pay dividends of 0.061 EUR per ordinary share with a nominal value of 0.29 EUR. On March 29, 2024, the decision was made at the annual shareholders' meeting to pay dividends of 0.0485 EUR per ordinary share with a nominal value of 0.29 EUR.

### Reserve for acquisition of own shares

On August 15, 2024, the Bank received permission from the European Central Bank (ECB) to repurchase up to 13,745 thousand of its own shares.

During the twelve-month period ending on December 31, 2024, the Bank acquired 10,343 thousand of its own shares, paying EUR 8,375 thousand for them.

In 2023, 2,273 thousand of the acquired shares were transferred to employees of the Bank and its subsidiaries as the deferred variable remuneration component for the year 2020.

As of December 31, 2024, the Bank held 10,343 thousand of its own shares, with a carrying amount of EUR 8,375 thousand.

On January 24, 2025, the Bank completed a share buyback program on the regulated market, which had been in effect since November 4, 2024.

During this period, the Bank acquired 5,092 thousand of its own shares, representing 74% of the maximum number of shares that could be acquired under the limit set during the program's validity, for EUR 4,345 thousand, paying an average price of EUR 0.853 per share.

On April 30, 2025, the Bank's Management Board, implementing the decision of the Bank's Annual General Meeting of Shareholders held on March 31, 2025, regarding the acquisition

of own shares, resolved to approve a new share buyback program for the Bank's own shares (ISIN code LT0000102253), the sole purpose of which is to reduce the Bank's share capital.

This share buyback program is being carried out in accordance with the so-called "safe harbour" provisions set out in Article 5 of Regulation (EU) No. 596/2014 of the European Parliament and of the Council on market abuse, Articles 2–4 of the Commission Delegated Regulation (EU) No. 2016/1052 supplementing Regulation (EU) No. 596/2014 with regulatory technical standards concerning the conditions applicable to buy-back programmes and stabilization measures, and other applicable legal provisions.

On June 10, 2025, the Bank completed another share buyback program on the regulated market, which had been in effect since May 5, 2025.

During this period, the Bank acquired 2,540 thousand of its own shares, representing 96% of the maximum number of shares that could be acquired under the limit set during the program's validity, for EUR 2,226 thousand, paying an average price of EUR 0.876 per share.

The shares were repurchased based on the ECB's August 15, 2024 authorization to acquire up to 13,745 thousand of its own shares. As of June 30, 2025, the bank had 13,138 thousand of its shares, with a carrying amount of 11,085 thousand euros, and an average acquisition price of 0.84 euros.

On April 9, 2025, the Bank submitted a request to the ECB for authorization to acquire an additional 4.5 million of its own shares, and in total, it plans to allocate up to 5% of the 2024 profit for share repurchase activities this year.

As of June 30, 2025, the carrying amount of the reserve for acquiring own shares was EUR 20,000 thousand (EUR 20,000 thousand as of December 31, 2024).

## Other Equity

Other equity consists of the amount corresponding to the obligation to provide the Bank's shares to Group employees as part of variable remuneration.

The Group's remuneration policy includes two main components – fixed remuneration and variable remuneration – as well as various additional benefits. Employees whose professional

activities and/or decisions may have a significant impact on the level of risk assumed by the Group receive deferred variable remuneration.

Until 2018, the Group's incentive scheme provided for deferred payments in shares and cash, comprising no less than 40% of variable remuneration, to be paid in equal parts over a three-year period. Since 2019, under the Group's incentive scheme, employees whose professional activities and/or decisions may have a significant impact on the level of risk assumed by the Group receive 50% of the annual long-term incentive program in cash and 50% in Bank share options, with a maturity of 3 years. Since 2023, the maturity of the Bank's share options is 4–5 years. The number of options depends on the monetary value of the achieved results divided by the average price of the Bank's shares on the Nasdaq Vilnius Stock Exchange over the five months prior to the remuneration award. One option is converted into one ordinary share.

The Group assessed the fair value of the share options using the Black-Scholes model, which corresponds to Level 3 of the fair value hierarchy. Model inputs include:

- For the option granted on March 31, 2025: grant date (March 31, 2025), expiry dates (April 14, 2028; April 13, 2029; and April 12, 2030), share price on the grant date EUR 0.899, 3-year exercise price EUR 0.7683, 4-year EUR 0.74, 5-year EUR 0.736, expected Bank share price volatility 22%, risk-free interest rates – 2.5% and 2.8%;

- For the option granted on March 31, 2024: grant date (March 31, 2024), expiry dates (April 14, 2028 and April 29, 2029), share price on the grant date EUR 0.709, exercise price EUR 0.577422, expected Bank share price volatility 25%, risk-free interest rates – 3.5% and 2.3%;

- For the option granted on March 31, 2023: grant date (March 31, 2023), expiry dates (April 9, 2027 and April 14, 2028), share price on the grant date EUR 0.747, exercise price EUR 0.65, expected Bank share price volatility 26%, risk-free interest rates – 5% and 2.3%;

- For the option granted on March 30, 2022: grant date (March 30, 2022), expiry date (April 11, 2025), share price on the grant date EUR 0.656, exercise price EUR 0.588, expected Bank share price volatility 28%, risk-free interest rate – 0.1%.

The value of the options is included in the Other equity line in the statement of financial position. Other equity consists of:

	30 June 2025		31 December 2024	
	Group	Bank	Group	Bank
Options	1,627	1,201	1,480	1,019
Shares distributable to employees	-	-	-	-
<b>Total</b>	<b>1,627</b>	<b>1,201</b>	<b>1,480</b>	<b>1,019</b>

During the six-month period ended June 30, 2025, and the year ended December 31, 2024, there were no forfeited or expired share options.

During the six-month period ended June 30, 2025, 1,745 thousand share options were exercised for the benefit of the Group's identified staff (1,495 thousand for the benefit of the Bank's identified staff), with a weighted average share price at the time of exercise of EUR 0.894.

## Basic earnings per share:

Basic earnings per share are calculated by dividing the net profit for the period by the weighted average number of ordinary shares outstanding during the period.

As of June 30, 2025, and June 30, 2024, the Group had no potential ordinary shares, therefore the diluted earnings per share are equal to the basic earnings per share.

The number of ordinary registered shares outstanding as of June 30, 2025, was 662,997 thousand.

The weighted average number of ordinary registered shares outstanding was 660,626 thousand as of June 30, 2025, and 643,091 thousand as of June 30, 2024.

## Group

	30 June 2025	30 June 2024
Net profit from continuing operations attributable to equity holders	31,899	42,992
Net profit (loss) from discontinued operations attributable to equity holders	-	-
<b>Net profit attributable to equity holders</b>	<b>31,899</b>	<b>42,992</b>
Weighted average number of shares in issue during the period (thousand units)	660,626	643,091
<b>Basic earnings per share (EUR)</b>	<b>0,05</b>	<b>0,07</b>
Basic earnings per share (EUR) from continuing operations	0,05	0,07
Basic earnings per share (EUR) from discontinued operations	-	-

## NOTE 7 NET INTEREST INCOME

	2025-01-01 - 2025-06-30		2024-01-01 - 2024-06-30	
	Group	Bank	Group	Bank
Interest revenue calculated using the effective interest method (on financial assets at amortized cost and fair value through other comprehensive income):	110,330	101,174	120,647	112,800
on loans to other banks and financial institutions and placements with credit institutions	5,780	5,754	12,927	19,249
on loans to customers	96,950	87,894	101,453	87,370
on debt securities at amortized cost	7,390	7,316	6,068	5,982
on debt securities at fair value through other comprehensive income	210	210	199	199
Other similar income:	11,653	10,943	13,027	12,104
on debt securities at fair value through profit or loss	1,283	574	1,588	667
on loans at fair value through profit or loss	439	439	359	359
on finance leases	9,931	9,930	11,080	11,078
other interest income	-	-	-	-
<b>Total interest income</b>	<b>121,983</b>	<b>112,117</b>	<b>133,674</b>	<b>124,904</b>
Interest expense:				
on financial liabilities designated at fair value through profit or loss	-	-	-	-
on financial liabilities measured at amortized cost	(53,562)	(53,599)	(53,036)	(53,111)
on other liabilities	(6)	-	(8)	(2)
<b>Total interest expense</b>	<b>(53,568)</b>	<b>(53,599)</b>	<b>(53,044)</b>	<b>(53,113)</b>
<b>Net interest income</b>	<b>68,415</b>	<b>58,518</b>	<b>80,630</b>	<b>71,791</b>

## NOTE 8 NET FEE AND COMMISSION INCOME

	2025-01-01 - 2025-06-30		2024-01-01 - 2024-06-30	
	Group	Bank	Group	Bank
Fee and commission income:				
for administration of loans of third parties	433	433	3,398	3,398
for settlement services	2,564	2,564	2,474	2,479
for cash operations	1,905	1,905	2,034	2,034
for account administration	3,229	3,229	3,333	3,334
for guarantees, letters of credit, documentary collection	586	584	481	481
for collection of utility and similar payments	128	128	112	112
for services related to securities	2,376	2,376	2,307	2,339
pension and investment funds management	4,157	-	3,797	-
other fee and commission income	441	1,156	204	1,383
<b>Total fee and commission income</b>	<b>19,725</b>	<b>16,280</b>	<b>18,140</b>	<b>15,560</b>
Fee and commission expense:				
for payment cards	(2,910)	(2,910)	(2,678)	(2,676)
for cash operations	(219)	(219)	(355)	(355)
for correspondent bank and payment system fees	(302)	(228)	(285)	(221)
for services related to securities	(483)	(483)	(497)	(498)
pension and investment funds management	(443)	-	(30)	-
other fee and commission expenses	(253)	(253)	(558)	(231)
<b>Total fee and commission expense</b>	<b>(4,610)</b>	<b>(4,093)</b>	<b>(4,403)</b>	<b>(3,981)</b>
<b>Net fee and commission income</b>	<b>15,115</b>	<b>12,187</b>	<b>13,737</b>	<b>11,579</b>

## NOTE 9 OTHER OPERATING EXPENSES

	2025-01-01 - 2025-06-30		2024-01-01 - 2024-06-30	
	Group	Bank	Group	Bank
Rent of buildings and premises	(206)	(198)	(195)	(190)
Utility services for buildings and premises	(657)	(647)	(659)	(647)
Other expenses related to buildings and premises	(314)	(313)	(401)	(399)
Transportation expenses	(203)	(163)	(229)	(187)
Legal costs	(153)	(153)	(97)	(97)
Personnel and training expenses	(778)	(776)	(733)	(725)
IT and communication expenses	(10,666)	(9,832)	(6,772)	(6,047)
Marketing and charity expenses	(3,675)	(2,166)	(2,231)	(1,068)
Service organization expenses	(2,902)	(2,684)	(1,860)	(1,617)
Non-income taxes, fines	(359)	(35)	(2,559)	(2,264)
Costs incurred due to debt recovery	(305)	(175)	(605)	(472)
Other expenses	(681)	(512)	(790)	(604)
<b>Total</b>	<b>(20,899)</b>	<b>(17,654)</b>	<b>(17,130)</b>	<b>(14,316)</b>

## NOTE 10 IMPAIRMENT LOSSES

	2025-01-01 - 2025-06-30		2024-01-01 - 2024-06-30	
	Group	Bank	Group	Bank
(Impairment losses) / reversal of impairment losses on loans	(4,116)	(2,705)	(2,804)	1,217
Recoveries of loans previously written-off	66	51	85	78
Reversal of impairment losses / (impairment losses) on finance lease receivables	(188)	(188)	(1,587)	(1,591)
Recovered previously written-off finance lease receivables	-	-	-	-
(Impairment losses) on debt securities	18	18	102	100
Reversal of impairment losses on due from banks	(23)	(23)	12	12
Reversal of impairment losses / (impairment losses) on other financial assets	453	468	208	208
(Impairment losses) on subsidiaries	-	-	-	-
(Impairment losses) / reversal of impairment losses on other non-financial assets	-	-	-	-
Recoveries of other non-financial assets previously written-off	-	-	-	-
Provisions for other liabilities	11	-	68	-
<b>Total</b>	<b>(3,779)</b>	<b>(2,379)</b>	<b>(3,916)</b>	<b>24</b>

	2025-01-01 - 2025-06-30		2024-01-01 - 2024-06-30	
	Group	Bank	Group	Bank
<b>Allowance for impairment of loans</b>				
<b>As at 1 January</b>	<b>49,725</b>	<b>33,567</b>	<b>43,558</b>	<b>30,761</b>
Change in allowance for loan impairment	4,116	2,705	2,804	(1,217)
Loans written off during the period	(3,819)	(2,180)	(1,881)	(555)
Other factors (reclassification, FX rate shift, etc.)	(2)	(2)	(1)	(1)
<b>As at 30 June</b>	<b>50,020</b>	<b>34,090</b>	<b>44,480</b>	<b>28,988</b>
<b>Allowance for impairment of finance lease receivables</b>				
<b>As at 1 January</b>	<b>6,687</b>	<b>6,687</b>	<b>7,574</b>	<b>6,768</b>
Change in allowance for impairment of finance lease receivables	188	188	1,587	1,591
Finance lease receivables written off during the period	-	-	-	-
Other factors (reclassification, FX rate shift, etc.)	-	-	(4)	(4)
<b>As at 30 June</b>	<b>6,875</b>	<b>6,875</b>	<b>9,157</b>	<b>8,355</b>
<b>Allowance for impairment of debt securities</b>				
<b>As at 1 January</b>	<b>1,099</b>	<b>72</b>	<b>1,249</b>	<b>220</b>
Change in allowance for impairment of debt securities	(18)	(18)	(102)	(100)
Debt securities written off during the period	-	-	-	-
Other factors (reclassification, FX rate shift, etc.)	-	-	1	1
<b>As at 30 June</b>	<b>1,081</b>	<b>54</b>	<b>1,148</b>	<b>121</b>
<b>Allowance for impairment of due from banks</b>				
<b>As at 1 January</b>	<b>5</b>	<b>5</b>	<b>46</b>	<b>46</b>
Change in allowance for impairment of due from banks	23	23	(12)	(12)
Due from banks written off during the period	-	-	-	-
Other factors (reclassification, FX rate shift, etc.)	-	-	1	1
<b>As at 30 June</b>	<b>28</b>	<b>28</b>	<b>35</b>	<b>35</b>
<b>Allowance for impairment of other financial assets</b>				
<b>As at 1 January</b>	<b>975</b>	<b>975</b>	<b>1,118</b>	<b>1,101</b>
Change in allowance for impairment of other financial assets	(453)	(468)	(208)	(208)
Other financial assets written off during the period	-	-	(16)	-
Other factors (reclassification, FX rate shift, etc.)	-	-	-	-
<b>As at 30 June</b>	<b>522</b>	<b>507</b>	<b>894</b>	<b>893</b>

### Forward-looking macroeconomic scenarios

As environmental factors changed, assumptions and estimates used in probability of default (PD) estimations were changed. The scenarios used to calculate PDs were based on the latest available economic change scenarios published by institutions, Group's management assigned judgement-based probabilities to these scenarios. It should be noted that economic forecasts used took into account ongoing Russia's invasion to Ukraine, as well as took into considerations uncertain situation regarding changes in USA tariffs. But without knowing

result scenario of it significant uncertainties existed on how it will impact further global, country and sectors development trends. Due to such circumstances there is a significant probability that actual results may deviate from the estimated.

Scenario probabilities and weighted average GDP growth:

	2025		2026		2027		2028		2029	
	GDP	Probability	GDP	Probability	GDP	Probability	GDP	Probability	GDP	Probability
<b>2025 June 30</b>										
Base Scenario	2,70%	60 %	2,50%	60 %	2,60%	60 %	2,50 %	60 %	2,40%	60 %
Optimistic Scenario	3,70%	15 %	4,20%	15 %	3,80%	15 %	3,10 %	15 %	3,10 %	15 %
Pessimistic Scenario	1,90 %	25 %	0,50 %	25 %	1,30 %	25 %	1,50 %	25 %	1,50 %	25 %
<b>Weighted average GDP growth</b>	<b>2,65%</b>		<b>2,26%</b>		<b>2,46%</b>		<b>2,34%</b>		<b>2,34%</b>	

	2024		2025		2026		2027		2028	
2024 December 31	GDP	Probability	GDP	Probability	GDP	Probability	GDP	Probability	GDP	Probability
Base Scenario	2.90 %	60 %	3.10 %	60 %	3.30 %	60 %	2.21 %	60 %	2.15 %	60 %
Optimistic Scenario	2.50 %	15 %	3.80 %	15 %	4.00 %	15 %	3.50 %	15 %	3.10 %	15 %
Pessimistic Scenario	0.20 %	25 %	1.90 %	25 %	2.00 %	25 %	1.50 %	25 %	1.50 %	25 %
Weighted average GDP growth	1.51%		2,91%		2,91%		2,23%		2,13%	

## NOTE 11 SIGNIFICANT INFORMATION ON OTHER INCOME STATEMENT ITEMS

### Net gain from trading activities

	2025-01-01 - 2025-06-30		2024-01-01 - 2024-06-30	
	Group	Bank	Group	Bank
Net gain from operations with securities	1,706	2,433	7,839	156
Net gain from foreign exchange and related derivatives	8,209	8,216	(324)	(325)
Net gain (loss) from other derivatives	(5,585)	(5,585)	3,378	3,378
<b>Total</b>	<b>4,330</b>	<b>5,064</b>	<b>10,893</b>	<b>3,209</b>

The result of commercial activities includes the investment result of the insurance company's assets (when the investment risk is borne by the policyholder) (see below) – for

the six-month period ending on June 30, 2025 – a net loss of 749 thousand Euros, for the six-month period ending on June 30, 2024 – a net profit of 7,911 thousand Euros.

### Expenses related to insurance activities

	2025-01-01 - 2025-06-30		2024-01-01 - 2024-06-30	
	Group	Bank	Group	Bank
Part of the change of insurance contract liabilities that covers the result of investment of assets under unit-linked investments*	749	-	(7,911)	-
Other changes of insurance contract liabilities and other expenses related to insurance activities	(4,218)	-	(3,525)	-
<b>Total expenses related to insurance activities</b>	<b>(3,469)</b>	<b>-</b>	<b>(11,436)</b>	<b>-</b>

\* The investment result of the insurance company assets under unit-linked contracts is included in the following income statement lines:

	2025-01-01 - 2025-06-30		2024-01-01 - 2024-06-30	
	Group	Bank	Group	Bank
Interest and similar income	538	-	840	-
Net gain (loss) from operations with securities	(1,287)	-	7,071	-
Net gain (loss) from foreign exchange	-	-	-	-
<b>Total</b>	<b>(749)</b>	<b>-</b>	<b>7,911</b>	<b>-</b>

## NOTE 12 RELATED-PARTY TRANSACTIONS

### Related parties with the Bank are classified as follows:

- members of the Bank's Supervisory Council and Board (which also are the main decision makers of the Group), their close family members and companies that are controlled, jointly controlled over by these related parties;
- subsidiaries of the Bank;
- the shareholders holding over 20% of the Bank's share capital or being a part of a voting group acting in concert that holds over 20% of voting rights therefore presumed to have a significant influence over the Group.

During 2025 and 2024, a certain number of banking transactions were entered into with related parties in the ordinary course of business. These transactions include settlements, loans, deposits and foreign currency transactions. According to the local legislation, the information on executed material transactions with related parties is published on Bank's website ([www.artea.it](http://www.artea.it) > About bank > Information > Reports regarding the transactions with related parties).

The balances of loans granted to and deposits accepted from the Bank's related parties, except for subsidiaries, were as follows:

	30 June 2025		31 December 2024	
	Balances of deposits	Balances of loans (incl. off-balance credit commitments)	Balances of deposits	Balances of loans and debt securities (incl. off-balance credit commitments)
Members of the Council and the Board	814	790	576	809
Other related parties (excluding subsidiaries of the Bank)	3,763	8,510	708	8,723
<b>Total</b>	<b>4,577</b>	<b>9,300</b>	<b>1,284</b>	<b>9,532</b>

As of June 30, 2025, the bank's individual impairment provisions related to loans to related parties, excluding parent companies, amounted to 8 thousand EUR (as of December 31, 2024 – 12 thousand EUR)

## Transactions with subsidiaries:

Balances of transactions with the subsidiaries are presented below:

	30 June 2025		31 December 2024	
	Balances of deposits	Balances of loans (incl. off-balance credit commitments)	Balances of deposits	Balances of loans and debt securities (incl. off-balance credit commitments)
Non-financial institutions	74,216	73,452	60,598	75,211
UAB Retrofit Fund 1 ir UAB Retrofit Fund 2	66,706	73,452	52,665	75,211
Financial institutions	89	347,870	13	308,445
<b>Total:</b>	<b>74,306</b>	<b>421,322</b>	<b>60,611</b>	<b>383,656</b>

## Bank's total balances with subsidiaries:

	30 June 2025	31 December 2024
<b>Assets</b>		
Loans	296,111	354,028
UAB Retrofit Fund and UAB Retrofit Fund 2	73,452	75,211
Other assets	-	-
Bank's investment in subsidiaries	89,190	84,069
UAB Retrofit Fund and UAB Retrofit Fund 2	270	270
<b>Liabilities and shareholders' equity</b>		
Deposits	74,305	60,611
UAB Retrofit Fund and UAB Retrofit Fund 2	66,706	52,665
Other liabilities	-	-

## Income and expenses arising from transactions with subsidiaries:

	1 January – 30 June 2025	1 January – 30 June 2024
<b>Income</b>		
Interest	8,147	7,583
UAB Retrofit Fund and UAB Retrofit Fund 2	1,565	1,101
Commission income	3,553	2,710
UAB Retrofit Fund and UAB Retrofit Fund 2	2,830	1,745
FX gain (loss)	-	-
Share of the profit or loss of investments in subsidiaries accounted for using the equity method	5,843	3,284
Other income	213	413
<b>Expenses</b>		
Interest	37	(75)
Operating expenses	833	492
(Impairment losses)/ reversal of impairment losses on loans	560	427
UAB Retrofit Fund and UAB Retrofit Fund 2	560	427
Allowance for impairment losses on investments in subsidiaries	-	-

As of 30 June 2025 the balance of individual allowance for impairment losses on loans to subsidiaries amounted to EUR 560 thousand (31 December 2024: EUR 804 thousand).

## NOTE 13 LIQUIDITY, MARKET AND OPERATIONAL RISKS

### Liquidity risk

Liquidity risk means the risk that the Bank is unable to meet its financial obligations in time or that it will not manage to receive financial resources during a short time by borrowing or selling the assets.

### Liquidity risk management process

The liquidity risk management depends on the Bank's ability to cover the cash shortage by borrowing from the market and the liquidity of the market itself. Liquidity risk management is regulated by the Procedures for Liquidity Risk Management approved by the Board of the Bank. The management of the current and non-current liquidity risk is distinguished in the mentioned procedures. The current liquidity is based on the control of the incoming and outgoing cash flow. The non-current liquidity is managed on the limit system basis.

Tables below present the assets and liabilities according to their remaining maturity defined in the agreements. However, actual maturity of the particular types of assets and liabilities

may be longer as, for example a portion of loans and deposits is extended and thus the real repayment terms of short-term loans and demand deposits move forward.

The structure of the Group's assets and liabilities by maturity as at 30 June 2025 was as follows:

	Less than 1 month	Less than 1 month	1 to 3 months	3 to 6 months	6 to 12 months	1 to 3 years	More than 3 years	Maturity undefined	Total
Total assets	576,840	119,864	245,336	187,834	467,126	1,370,443	2,057,725	252,319	5,277,487
Total liabilities and shareholders' equity	1,993,175	194,109	301,373	412,040	626,564	232,659	942,238	575,329	5,277,487
<b>Net liquidity gap</b>	<b>(1,416,335)</b>	<b>(74,245)</b>	<b>(56,037)</b>	<b>(224,206)</b>	<b>(159,438)</b>	<b>1,137,784</b>	<b>1,115,487</b>	<b>(323,010)</b>	<b>-</b>

The structure of the Group's assets and liabilities by maturity as 31 December 2024 was as follows:

	Less than 1 month	Less than 1 month	1 to 3 months	3 to 6 months	6 to 12 months	1 to 3 years	More than 3 years	Maturity undefined	Total
Total assets	395,269	116,024	153,219	160,207	425,295	1,595,341	1,809,431	267,833	4,922,619
Total liabilities and shareholders' equity	1,737,798	176,048	289,121	581,947	619,368	269,001	664,164	585,172	4,922,619
<b>Net liquidity gap</b>	<b>(1,342,529)</b>	<b>(60,024)</b>	<b>(135,902)</b>	<b>(421,740)</b>	<b>(194,073)</b>	<b>1,326,340</b>	<b>1,145,267</b>	<b>(317,339)</b>	<b>-</b>

The structure of the Bank's assets and liabilities by maturity as at 30 June 2025 was as follows:

	Less than 1 month	Less than 1 month	1 to 3 months	3 to 6 months	6 to 12 months	1 to 3 years	More than 3 years	Maturity undefined	Total
Total assets	568,755	111,294	225,825	161,386	713,234	1,233,787	1,942,127	114,039	5,070,447
Total liabilities and shareholders' equity	1,996,177	183,169	300,966	409,796	625,332	220,715	757,425	576,867	5,070,447
<b>Net liquidity gap</b>	<b>(1,427,422)</b>	<b>(71,875)</b>	<b>(75,141)</b>	<b>(248,410)</b>	<b>87,902</b>	<b>1,013,072</b>	<b>1,184,702</b>	<b>(462,828)</b>	<b>-</b>

The structure of the Bank's assets and liabilities by maturity as at 31 December 2024 was as follows:

	Less than 1 month	Less than 1 month	1 to 3 months	3 to 6 months	6 to 12 months	1 to 3 years	More than 3 years	Maturity undefined	Total
Total assets	386,498	101,596	424,193	134,332	378,913	1,459,736	1,701,989	123,800	4,711,057
Total liabilities and shareholders' equity	1,736,110	159,146	288,826	586,224	612,963	257,430	483,354	587,004	4,711,057
<b>Net liquidity gap</b>	<b>(1,349,612)</b>	<b>(57,550)</b>	<b>135,367</b>	<b>(451,892)</b>	<b>(234,050)</b>	<b>1,202,306</b>	<b>1,218,635</b>	<b>(463,204)</b>	<b>-</b>

## Operational risk

Operational risk is the risk of loss due to inadequate or unimplemented internal control processes, staff errors and/or malpractice, and information system failures, or due to the impact of external events. Operational risk, unlike other risks (credit, market, liquidity), is not taken on purposefully with the expectation of gain but arises spontaneously in the course of the Bank's business.

In 2024, the Bank paid particular attention to strengthening the culture of operational and reputational risk across the Bank Group. At the beginning of the year, e-learning on operational risk management was updated and made available to all Group companies. The focus continued to be on improving outsourcing management processes, involving all Group companies. These processes have been updated in line with the requirements of the Digital Operational Resilience in the Financial Sector Regulation (DORA) for ICT services. In January 2025, the updated Outsourcing and ICT Service Management Procedures were approved.

Business continuity management remains one of the Bank's key priority areas. In 2024, a comprehensive business continuity testing exercise was carried out, which was successful and did not reveal any material weaknesses in the business continuity management. In January 2025, the Comprehensive Testing Report and the Action Plan were presented, approved by the RMC and presented to the Bank's Board. In March 2025, the Business Continuity Organization Procedure was updated, and the Crisis Management Action Plan was developed and approved.

To ensure that business continuity recovery plans are effective and properly implemented in crisis situations, the Bank and Group companies regularly conduct tests and exercises. This allows to prepare in advance for potential crises and to ensure that the plans function as intended. To achieve this, the Bank is developing a Group Business Continuity Testing Programme, which was approved by the RMC in March 2025.

To enhance resilience and ensure operational stability, the Bank's business continuity, outsourcing and ICT management services, and operational and reputational risk culture will continue to be further developed and ensured at a comprehensive Group-wide level in 2025.

In order to increase resilience and ensure operational stability, in 2025, the Bank will continue to improve and ensure the continuity of its operations, outsourced services, information and communication technology management services, and the strengthening of its operational and reputational risk culture across the entire Group.

In the second quarter of 2025, the Comprehensive Testing Scenario Development Working Group assessed possible testing scenarios and submitted a draft Comprehensive Testing Scenario to the RVC for approval. It is proposed that the comprehensive testing be carried out in October 2025. A Quarterly Business Continuity Monitoring Report has also been prepared, which will be submitted to the RMC (Risk management committee), RC (Risk committee), and the Board.



## NOTE 14 FINANCIAL ASSETS AND LIABILITIES MEASURED AT FAIR VALUE

Types of inputs used in valuation techniques determine the following fair value hierarchy:

- Level I – Quoted prices (unadjusted) or public price quotations in active markets for identical assets or liabilities;
- Level II – Inputs other than quoted prices included within Level I that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices);
- Level III – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

During six months period ended 30 June 2025 the process of fair value measurement did not change significantly as compared to the process described in first quarter financial statements

for the year 2024. For the valuation of financial assets and liabilities purposes, estimates, valuation techniques and inputs used to develop those measurements have not changed significantly if compared to those described in annual financial statements for the year 2024.

### Measurement of financial assets and liabilities according to the fair value hierarchy

30 June 2025			31 December 2024	
	Group	Bank	Group	Bank
<b>LEVEL I</b>				
Trading book securities	192,018	1,321	193,840	171
Investment securities at fair value	10,228	6,066	10,255	10,255
<b>Total Level I financial assets</b>	<b>202,246</b>	<b>7,387</b>	<b>204,095</b>	<b>10,426</b>
<b>LEVEL II</b>				
Derivative financial instruments - assets	263	263	1,093	1,093
Derivative financial instruments - liabilities	(1,017)	(1,053)	(123)	(123)
Trading book securities	20,871	5,061	5,271	5,271
Investment securities at fair value	30,950	30,950	46,850	30,984
<b>Total Level II financial assets</b>	<b>51,067</b>	<b>35,221</b>	<b>53,091</b>	<b>37,225</b>
<b>LEVEL III</b>				
Trading book securities	17,699	5,057	20,133	8,101
Investment securities at fair value	2,662	2,408	2,629	2,381
Assets related to securitization				
Non-listed equity securities	270	270	270	270
Loans granted	6,137	6,137	6,137	6,137
<b>Total Level III financial assets</b>	<b>26,768</b>	<b>13,872</b>	<b>29,169</b>	<b>16,889</b>

After reviewing the asset valuation models and available information on asset values, in 2024, the Bank's financial assets were reclassified: EUR 33,694 thousand was reclassified from level 1 to level 2 and EUR 2,561 thousand from level 3 to level 2. Accordingly, the Group reclassified EUR 48,391 thousand from level 1 to level 2 and EUR 39,559 thousand from level 3 to level 2.

Accordingly, the Group reclassified EUR 48,391 thousand from Level 1 to Level 2 and EUR 39,599 thousand from Level 3 to Level 1 (EUR 38,430 thousand) and Level 2 (EUR 1,169 thousand). During the first two quarters of this year, there were no significant reclassifications between levels.

### Analysis of changes in Level III instruments fair value:

Group	Trading book securities		Investment securities at fair value	
	2025-01-01 - 2025-06-30	2024-01-01 - 2024-06-30	2025-01-01 - 2025-06-30	2024-01-01 - 2024-06-30
<b>As at 31 December</b>	<b>20,133</b>	<b>67,359</b>	<b>2,629</b>	<b>4,446</b>
Impact of change in accounting principles	-	-	-	-
<b>As at 1 January</b>	<b>20,133</b>	<b>67,359</b>	<b>2,629</b>	<b>4,446</b>
Additions	519	3,746	6	-
Disposals / redemption / derecognition	(2,432)	(11,706)	(32)	(2,000)
Reclassifications	(662)	(39,852)	-	120
Changes due to interest accrued/paid	72	203	-	73
Changes in fair value	69	(571)	59	59
<b>As at 30 June</b>	<b>17,699</b>	<b>19,179</b>	<b>2,662</b>	<b>2,698</b>

Bank	Trading book securities		Investment securities at fair value	
	2025-01-01 - 2025-06-30	2024-01-01 - 2024-06-30	2025-01-01 - 2025-06-30	2024-01-01 - 2024-06-30
<b>As at 31 December</b>	<b>8,101</b>	<b>14,989</b>	<b>2,381</b>	<b>4,328</b>
Impact of change in accounting principles	-	-	-	-
<b>As at 1 January</b>	<b>8,101</b>	<b>14,989</b>	<b>2,381</b>	<b>4,328</b>
Additions	-	3,197	-	-
Disposals / redemption / derecognition	(2,431)	(11,696)	(32)	(2,000)
Reclassifications	(662)	-	-	-
Changes due to interest accrued/paid	72	203	-	73
Changes in fair value	(23)	(342)	59	54
<b>As at 30 June</b>	<b>5,057</b>	<b>6,351</b>	<b>2,408</b>	<b>2,455</b>

	2025-01-01 - 2025-06-30		2024-01-01 - 2024-06-30	
	Group	Bank	Group	Bank
Total result from revaluation of Level III instruments included in the income statement	128	36	(513)	(288)

## Fair value of investment securities held to collect cash flows:

The fair value for Group's investment securities at amortized cost is based on market prices or broker/dealer price quotations – i.e. it is estimated using valuation technique attributable to Level 1 in the fair value hierarchy.

	30 June 2025		31 December 2024	
	Carrying value	Fair value	Carrying value	Fair value
Investment securities at amortized cost	666,050	664,784	726,937	712,961

## NOTE 15 SEGMENT INFORMATION

### Business segments

In relation to adjusted strategy of the Bank, business model and strategic decisions are divided into three business lines – corporate, private and investment. Due to such reasons Group's segment information is provided in different form if compared to previous periods starting from 1 January 2025. Comparable segmentation information for 2024 is also provided using new form.

A summary of major indicators for the main business segments of the Group included in the Statement of financial position as at 30 June 2025 and in the Statement of comprehensive income for six months period then ended is presented in the table below.

	30 June 2025 Segmentation by profit centres			
	Corporate	Private	Investment	Total
Net interest income	42,712	34,247	(8,543)	68,415
Net fee and commission income	7,278	4,103	3,734	15,115
Net gain from insurance activities	-	66	3,127	3,193
Other income	4,251	376	4,498	9,125
Salaries and related expenses	(11,646)	(11,487)	(4,488)	(27,621)
Other expenses	(10,236)	(11,957)	(3,111)	(25,304)
Impairment expenses	1,019	(4,779)	(19)	(3,779)
Income before income tax	33,378	10,568	(4,802)	39,144
Income tax	(6,178)	(1,956)	889	(7,245)
Net profit centre result	27,200	8,612	(3,913)	31,899
Total segment assets	2,239,007	1,396,788	1,641,692	5,277,487

A summary of major indicators (restated) for the main business segments of the Group included in the Statement of financial position as at 30 June 2024 and in the Statement of

comprehensive income for the twelve months period then ended is presented in the table below.

	30 June 2024			
Segmentation by profit centres	Corporate	Private	Investment	Total
Net interest income	42,900	23,576	14,155	80,630
Net fee and commission income	6,388	3,825	3,524	13,737
Net gain from insurance activities	-	371	3,073	3,443
Other income	1,143	327	1,748	3,217
Salaries and related expenses	(10,092)	(9,487)	(3,595)	(23,174)
Other expenses	(7,233)	(10,097)	(3,468)	(20,798)
Impairment expenses	125	(4,162)	122	(3,916)
Income tax	(6,386)	(1,291)	(2,471)	(10,147)
Net profit centre result	26,845	3,061	13,087	42,992
Total segment assets	1,943,636	1,235,957	1,856,539	5,036,132

## NOTE 16 SELECTED INFORMATION OF FINANCIAL GROUP

According to local legislation the Bank is required to disclose certain information for the Financial group. As of 30 June 2025, the Bank owned the following subsidiaries included in the prudential scope of consolidation (the Bank and four subsidiaries comprised the Financial group, all of the entities attributable to Financial Group operate in Lithuania):

1. Artea Turto Fondas UAB (real estate management activities),
2. Artea Lizingas UAB (consumer financing activities),
3. Artea Asset Management UAB (investment management activities).

As of 31 December 2024, the Bank owned the following subsidiaries included in the prudential scope of consolidation (the Bank and four subsidiaries comprised the Financial group, all of the entities attributable to Financial Group operate in Lithuania):

1. Artea Turto Fondas UAB (real estate management activities),
2. Artea Lizingas UAB (consumer financing activities),
3. Artea Asset Management UAB (investment management activities).

In the Financial Group financial statements, the subsidiaries of the Bank that are not included in the Financial Group are not consolidated in full as would be required by IFRS 10 but presented on the consolidated balance sheet of the Financial Group as investments in subsidiaries at cost less impairment, in the same way as presented on the balance sheet of the Bank. This presentation is consistent with the regulatory reporting made by the Bank according to the Regulation (EU) No 575/2013 on prudential requirements for credit institutions and investment firms (CRR).

### Financial Group's condensed statement of financial position

	30 June 2025	31 December 2024
<b>ASSETS</b>		
Cash and cash equivalents	569,102	387,680
Securities in the trading book	12,432	18,020
Due from other banks	2,614	3,121
Derivative financial instruments	263	1,093
Loans to customers	3,329,701	3,117,700
Finance lease receivables	339,672	316,897
Investment securities at fair value	43,840	43,868
Investment securities at amortized cost	656,824	716,864
Investments in subsidiaries and associates	40,838	38,180
Intangible assets	38,182	40,569
Property, plant and equipment	13,940	15,070
Current income tax prepayment	3,057	82
Deferred income tax asset	6,976	6,074
Other assets	23,737	17,343
<b>Total assets</b>	<b>5,081,178</b>	<b>4,722,561</b>
<b>LIABILITIES</b>		
Due to other banks and financial institutions	184,991	231,890
Derivative financial instruments	1,053	123
Due to customers	3,529,632	3,397,045
Debt securities in issue	731,907	448,159
Current income tax liabilities	127	206
Deferred income tax liabilities	6,241	6,141
Other liabilities	50,571	52,492
<b>Total liabilities</b>	<b>4,504,522</b>	<b>4,136,056</b>
<b>EQUITY</b>		
Share capital	192,269	192,269
Share premium	25,534	25,534
Treasury shares (-)	(11,085)	(8,375)
Reserve capital	756	756
Statutory reserve	76,133	60,903
Reserve for acquisition of own shares	20,000	20,000
Financial instruments revaluation reserve	(2,372)	(2,989)
Other equity	1,581	1,404
Retained earnings	273,840	297,003
Non-controlling interest	-	-
<b>Total equity</b>	<b>576,656</b>	<b>586,505</b>
<b>Total liabilities and equity</b>	<b>5,081,178</b>	<b>4,722,561</b>

## Financial Group's condensed income statement

	30 June 2025	30 June 2024
Interest revenue calculated using the effective interest method	102,703	120,905
Other similar income	18,470	11,747
Interest expense and similar charges	(53,567)	(53,043)
<b>Net interest income</b>	<b>67,606</b>	<b>79,609</b>
Fee and commission income	-	-
Fee and commission expense	19,940	18,324
<b>Net fee and commission income</b>	<b>(4,562)</b>	<b>(4,375)</b>
	<b>15,378</b>	<b>13,949</b>
Net gain from trading activities	-	-
Net gain (loss) from derecognition of financial assets	5,081	3,219
Net gain (loss) from disposal of tangible assets	3,756	(91)
Revenue related to insurance activities	67	23
Other operating income	-	-
Salaries and related expenses	276	405
Depreciation and amortization expenses	(27,212)	(22,862)
Expenses related to insurance activities	(4,353)	(3,620)
Other operating expenses	-	-
<b>Operating profit before impairment losses</b>	<b>(20,719)</b>	<b>(17,015)</b>
	<b>39,880</b>	<b>53,617</b>
Allowance for impairment losses on loans and other assets	(3,781)	(3,918)
Allowance for impairment losses on investments in subsidiaries	-	-
Share of the profit or loss of investments in subsidiaries accounted for using the equity method	2,659	3,424
<b>Profit before income tax</b>	<b>38,758</b>	<b>53,123</b>
Income tax expense	(6,895)	(10,147)
<b>Net profit for the period</b>	<b>31,863</b>	<b>42,976</b>
Profit (loss) from discontinued operations, net of tax	-	-
<b>Net profit for the year</b>	<b>31,863</b>	<b>42,976</b>
<b>Net profit attributable to:</b>		
Owners of the Bank	31,863	42,976
From continuing operations	31,863	42,976
From discontinued operations	-	-
Non-controlling interest	-	-

## Financial Group's condensed statement of comprehensive income

	30 June 2025	30 June 2024
<b>Net profit for the period</b>	<b>31,863</b>	<b>42,976</b>
Other comprehensive income		
Items that may be subsequently reclassified to profit or loss:		
Gain from revaluation of financial assets	733	1,322
Deferred income tax on gain from revaluation of financial assets	(116)	(264)
<b>Other comprehensive income, net of deferred tax</b>	<b>618</b>	<b>1,058</b>
<b>Total comprehensive income for the period</b>	<b>32,481</b>	<b>44,034</b>
<b>Total comprehensive income (loss) attributable to:</b>		
Owners of the Bank	32,481	44,034
Non-controlling interest	-	-

## NOTE 17 SUBSEQUENT EVENTS

On 14 August 2025, changes occurred in the Bank's Management Board – Daiva Šorienė, Head of the Corporate Clients Division, and Donatas Savickas, Head of the Finance Division, are leaving Artea Bank. The Finance Division will be temporarily headed by Tomas Varenbergas, Head of the Investment Management Division and a member of the Management Board,

while the position of Head of the Corporate Clients Division will be taken over by Rimvydas Mockus, the Head of the Vilnius Region and Branch Director.

No other significant events have occurred after the end of the reporting period that would have an impact on these financial statements.



## ADDITIONAL INFORMATION

for six months period ended 30 June 2025

The present additional information of Artea Bank AB (hereinafter — the Bank) covers the period 01 January 2025 to 30 June 2025.

The description of alternative performance indicators is available on the Bank's website at:

[Homepage](#) > [Bank Investors](#) > [Financial Information](#) > [Alternative Performance Measures](#)

ACTIVITY RESULTS

Artea Bank Group's results for the 6M 2025

- **New name.** Artea is the new name of Šiaulių Bankas. The bank also has a new ticker on the Nasdaq Baltic Stock Exchange: ROE1L
- **Profit.** In the first half of this year, the group earned a net profit of €31.9 million
- **Fee and commission income.** Net fee and commission income grew by 10% over the year and exceeded €15.1 million
- **Loan portfolio.** The loan portfolio amounted to €3.7 billion, increasing by 15% over the year
- **Share buyback.** The second share buyback program was completed, with over 2.5 million own shares acquired

"I am delighted to welcome everyone to the rebranded Artea Bank. In May, as planned, we successfully changed the name of the bank to better reflect its strategic direction, market positioning, and ambitions. This is another significant step towards achieving our strategy of becoming the best bank in Lithuania by 2029.

This year, the bank continues to consistently increase its financing volumes for business and retail. Although the ECB's monetary policy has led to lower interest income, growing service and commission income has ensured stability. As the market situation changes, we will focus on effective cost management in the coming period," said Vytautas Sinius, CEO of Artea Bank.

Artea Bank Group earned €31.9 million in unaudited net profit in the first half of 2025, down 26% from the same period in 2024. Operating profit before impairment and income tax amounted to €42.9 million, down 25% compared to the same period in 2024, when operating profit amounted to €57.1 million.

Net service and commission income in the first half of 2025 increased by 10% compared to the same period last year and exceeded €15.1 million, while net interest income decreased by 15% and amounted to €68.4 million.

The bank significantly increased its financing for business and retail. All key financing segments grew in the second quarter, with the total loan portfolio increasing by 5% (€159 million) to €3.7 billion. The loan portfolio has grown by 7% or €235 million since the beginning of the year. New loan agreements worth €0.9 million were signed during the first half of the year, 18% more than in the corresponding period of 2024 (€0.8 million).

The quality of the loan portfolio remains good – in the first half of 2025, provisions for loans amounted to €3.8 million, the same as in the corresponding period of 2024 (€3.9 million), and the loan portfolio risk cost ratio (CoR) was 0.2%. (0.3% in the corresponding period of 2024).

The customer deposit portfolio grew by 4% (€133 million) since the beginning of the year and exceeded €3.5 billion at the end of the half-year. During the half-year, demand deposits grew by 14% (€229 million) and exceeded €1.8 billion.

The amount of net assets of pension funds managed by the Group company UAB Artea Asset Management as at 30 June 2025 amounts to EUR 1,373,347 thousand, and of investment funds - EUR 107,061 thousand.

Pension funds and investment funds managed by UAB "Artea Asset Management":

Investment Funds	Net assets amount, thousand EUR
Artea Baltic Fund	12,594
Artea Emerging Markets Ex-Dictatorship Bond subfund	10,814
Artea Emerging Europe Bond Subfund	7,719
Artea Alternative Investment Fund	6,022
Artea Alternative Investment Fund II	5,401
Artea Alternative Investment Fund III	7,905
INVL Emerging Europe Bond Fund	56,606
Total	107,061

Pension Funds	Net assets amount, thousand EUR
Artea Pension 1954-1960 Index Plus	9,987
Artea Pension 1961-1967 Index Plus	146,181
Artea Pension 1968-1974 Index Plus	230,163
Artea Pension 1975-1981 Index Plus	282,811
Artea Pension 1982-1988 Index Plus	288,570
Artea Pension 1989-1995 Index Plus	169,799
Artea Pension 1996-2002 Index Plus	50,371
Artea Pension Asset Preservation Fund	16,636
Artea Pension 2003-2009 Index Plus	1,345
Artea Ambitious Active 16+	19,754
Artea Stable 58+	14,332
Artea Balanced 47+	30,692
Artea Ambitious 16+	105,732
Artea Ambitious Index 16+	6,974
Total	1,373,347

The Group's cost/income ratio at the end of the half-year was 57.1%<sup>1</sup> (45.4%<sup>1</sup> in the first half of 2024), while return on equity was 11.1% (16.2% in the first half of 2024). The capital and liquidity position remains strong, and risk-limiting ratios are well above the regulatory requirements.

Overview of business segments

Corporate client segment

The volume of new business financing agreements increased by 18% over the year and reached €0.5 billion in the first half of 2025 (€0.4 billion in the first half of 2024). Since the beginning of the year, the business loan portfolio grew by 7% (€120 million) and exceeded €1.9 billion. Despite rapid growth, the quality of the loan portfolio remains high – in the first half of 2025, the risk cost ratio (CoR) of the business loan portfolio was 0.11%.

Private client segment

In the first half of 2025, the volume of new mortgages increased by 69% to €162 million compared to the same period last year. Since the beginning of the year, the housing loan portfolio has grown by 10% (€96 million) and exceeded €1 billion.

The volume of new consumer finance agreements in the first half of the year grew by 2% to €114 million. Since the beginning of the year, the consumer loan portfolio has grown by 5% (€19 million) to almost €0.4 billion.

Investing client segment

Artea Bank is strengthening its leading position in the bond issue market, with the value of bonds issued on behalf of corporate clients in the first half of 2025 exceeding €130 million. Artea continues to expand the availability of this service and actively offers its customers even more digital investment tools. At the end of the H1 2025, the value of investments under custody reached almost €2 billion.

Artea Asset Management, the asset management company of the Artea Bank Group, continues to demonstrate its leadership in managing second and third pillar pension and investment funds for retail investors. The company is the leader in terms of assets under management in third-pillar pension funds, with €177 million (40% of the market). Artea's second-pillar pension funds, with nearly €1.2 billion assets of clients under management, are among the leaders in terms of performance: Six out of nine second-pillar pension funds performed best in the first half of this year compared to other companies' funds in the same age group, and five Artea funds rank first in the long term (five years). <sup>1</sup> excluding the impact of the Artea Life Insurance customer portfolio <sup>2</sup> preliminary data

## REGARDING EXTERNAL ENVIRONMENT FACTORS

The Bank monitors the tense geopolitical situation in order to assess and identify the potential impact of these factors on the Bank's operations and asset quality in an appropriate and timely manner. Currently, the most significant geopolitical factors are the Russian invasion of Ukraine, and the international trade situation due to changes in US tariffs and retaliation by other countries. The Bank continuously monitors both financial and non-financial risks that could escalate as a result of the Russian-induced war in Ukraine. The Bank's direct exposure to Russia, Belarus and Ukraine is close to zero, the Bank has no operations in these countries and the secondary risk is not significant: there are few customers dependent on business relations with these countries. Significant attention is paid to the management of non-financial risks that could arise from this war (ICT, compliance, operational) and the business continuity framework is being strengthened to ensure the resilience of the Bank's operations in various scenarios.

The Bank monitors and assesses the financial risks that may arise from the international trade situation due to changes in US tariffs and retaliation by other countries. These risks may affect

the prices of financial instruments, or weaken the financial position of borrowers. The risk to the prices of financial instruments on the Bank's balance sheet remains at an acceptable level as the majority of the Bank's portfolio of investments measured at fair value consists of bonds. The impact on the deterioration of the financial position of borrowers is currently being assessed - no significant direct impact has been identified, but scenarios in which the intensification of competition could lead to a deterioration of the financial position of some borrowers are possible.

The greatest uncertainties and potential negative impacts arise from the tertiary effects of geopolitical factors, i.e. the impact on the overall state of the economy. The Bank uses scenario assessments and stress testing to assess these impacts. These assessments indicate that the Bank's capital position is strong and that the Bank would be able to withstand significant shocks related to economic downturns.

The Bank closely monitors the situation with regard to other geopolitical factors and is ready to react quickly in case of significant change.

## RATINGS

On October 14, 2024, the international rating agency Moody's Investor Service confirmed the long-term deposit rating of Artea Bank at Baa1. The long-term deposit rating outlook was confirmed as 'stable.' This is the highest rating in the bank's history. Moody's also confirmed the long-term counterparty risk rating at A3. The long-term counterparty risk assessment was

confirmed at A3(cr). Moody's confirmed the short-term deposit rating of Artea Bank at P-2 and the rating assessment at P-2(cr). The baseline credit assessment was also confirmed at baa3

## COMPLIANCE WITH PRUDENTIAL REQUIREMENTS

Artea Bank maintained high operational efficiency. Capital and liquidity position remain robust - prudential requirements are implemented with adequate reserve. According to the data as of 30 June 2025 the Bank complied with all the prudential requirements set out by the supervisory authority.

Review of the liquidity calculation methodology is currently underway to enhance alignment with regulatory expectations and international best practices

## The main financial indicators of the Group:

	31/12/2022	31/12/2023	30/06/2024	31/12/2024	30/06/2025
ROAA, %	1.7	1.7	1.8	1.6	1.2
ROAE, %	16.1	15.5	16.2	14.0	11.1
Cost to income ratio, %	41.7	43.5	49.3	52.0	56.8
Cost to income ratio (adjusted due to the impact of the Artea LI clients' portfolio), %	43.4	41.2	45.4	49.0	57.1
Loan to deposit ratio, %	94.6	92.7	95.9	101.1	104.0

As of June 30, 2025, the financial group is subject to revised MREL requirements (minimum requirement for own funds and eligible liabilities) set in February 2024, which will be implemented starting January 1, 2025:

- The financial group must meet a minimum requirement for own funds and eligible liabilities for the restructuring entity, defined as 27.46% of risk-weighted positions (MREL-TREA) and 7.20% of leverage ratio positions (MREL-LRE);
- The subordinated instruments will have to constitute 18.23% of the risk-weighted positions (subordinated MREL-TREA) and 7.20% of the leverage ratio positions (subordinated MREL-LRE).

	2025-01-01	2025-05-31
	(requirement)	(requirement)
MREL-TREA	27,38%	27,46%
MREL-LRE	7,09%	7,20%
Subordinated MREL-TREA	18,21%	18,23%
Subordinated MREL-LRE	5,95%	7,20%

In the first half of 2025, a 300 million bond issuance was released, and the funds raised will help the Bank maintain lending volumes to Lithuanian businesses, achieve an effective capital structure, meet regulatory requirements (including MREL), and ensure the continuity of the dividend policy. Data on the indicators is also provided on the Artea Bank website:

- about operational profitability indicators: [Home](#) › [Bank for investors](#) › [Financial information](#) › [Profitability ratios – „Artea“ bankas](#)
- about operational risk limiting standards: [Prudential standards – „Artea“ bankas](#)
- description of alternative performance indicators: [Alternative Performance Measures – „Artea“ bankas](#)

## AUTHORIZED CAPITAL, SHAREHOLDERS

As of 31 December 2024, the authorized capital of the Bank totaled to EUR 192,269 thousand and is divided into 662,997 thousand units of ordinary registered shares with a nominal value of EUR 0.29 each (ISIN LT0000102253 Nasdaq CSD Lithuanian branch). The Charter of the Bank were registered in the Register of Legal Entities on 15 December 2023 after the last increase

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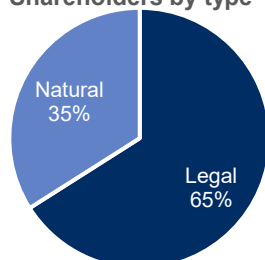
Authorized capital:

	26/05/2015	14/09/2015	26/05/2016	06/06/2017	01/06/2018	13/12/2018	15/12/2023
Capital, thousand EUR	85,034	91,226	109,472	131,366	157,639	174,211	192,269

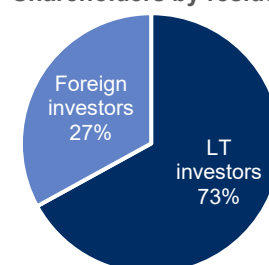
As of 30 June 2025, the number if the Bank's shareholders were 20,357 (as of 31 December 2024 – 18,774). All issued shares grant the shareholders equal rights foreseen by the Law on Companies of the Republic of Lithuania of Lithuania and the Charter of the Bank:

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Shareholders by type



Shareholders by residence



Shareholders owning more than 5% of the Bank's shares and votes as of 30 June 2025:

	Share of shares and votes, %
AB Invalda INVL, jm.k. 121304349	19.63
UAB Willgrow, jm.k. 302489393	8.97
ERPB, LEI kodas 549300HTGDOVDU60GK19	7.25
Tesonet Global, UAB, jm.k. 305475420	5.32
Algirdas Butkus	5.39*

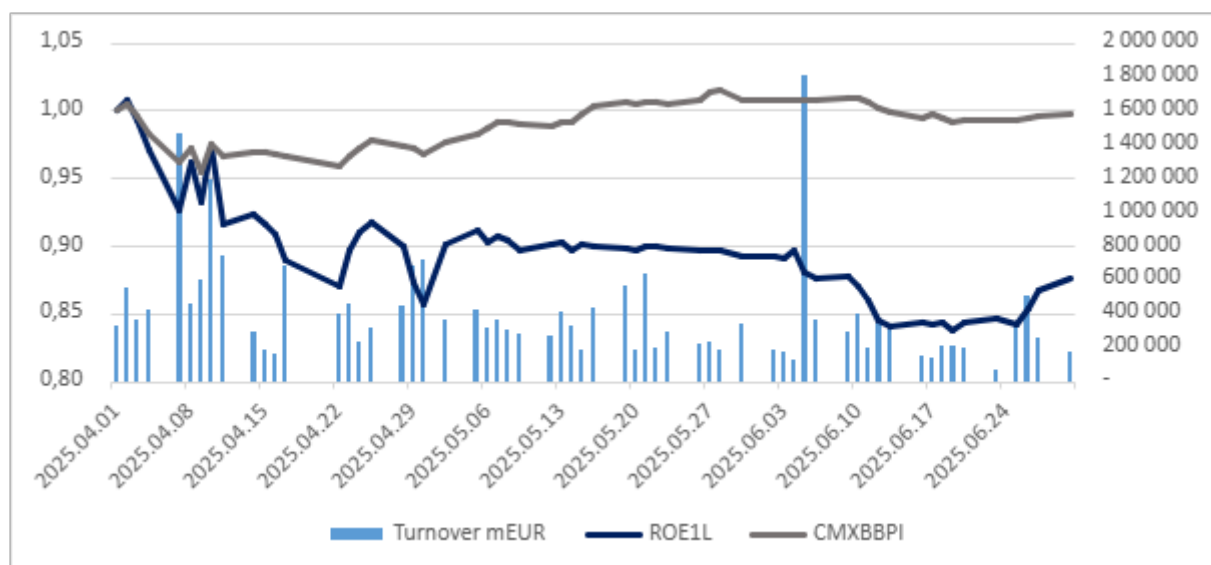
\* Votes are counted together with controlled companies: Prekybos namai AIVA UAB, c.c. 144031190 – 1.81%, Mintaka UAB, c.c. 144725916 - 0.79%

### Information on shares

	31/12/2023	31/03/2024	31/12/2024	31/03/2025	30/06/2025
Capitalization, m EUR	459.5	468.7	546.3	624.5	566.9
Turnover, mln. Eur	52.0	12.3	53.1	18.4	23.5
Share price on the last trading session day	0.693	0.707	0.824	0.942	0.855
Lowest share price during the reporting period	0.606	0.606	0.658	0.840	0.818
Highest share price during the reporting period	0.754	0.754	0.833	1.000	0.984
Average share price during the reporting period	0.667	0.701	0.738	0.932	0.875
Share book value	0.822	0.807	0.885	0.849	0.870
P/BV	0.8	0.9	0.9	1.07	0.985
P/E	6.1	5.2	6.9	8.83	8.38
Capital increase from retained earnings, %	-	-	-	-	-

\*description of indicators is provided on the Bank's website: [Homepage](#) › [Bank Investors](#) › [Financial Information](#) › [Alternative Performance Measures](#)



Turnover and price of the Bank's shares 2023-2025

The shares of the Bank are traded on the regulated market. They are traded on the Nasdaq Baltic Market and admitted to official listing. All 662,997 thousand registered ordinary shares of the Bank with a nominal value of EUR 0.29 per share and total nominal value of EUR 192,269 thousand are admitted to the listing.

The shares issued by the Bank are included in the Nasdaq indexes:

- *OMX Baltic Benchmark (OMXBBGI, OMXBBPI, OMXBBCAPGI, OMXBBCAPPI)* - the Baltic benchmark index consists of the largest and most traded stocks on the Nasdaq Baltic Market representing all sectors;
- *OMX Baltic 10 (OMXB10)* - is a tradable index of the Baltic states consisting of the 10 most actively traded stocks on the Baltic exchanges;
- *OMX Baltic (OMXBG, OMXBPI)* - is an all-share index consisting of all the shares listed on the Main and Secondary lists of the Baltic exchanges with exception of the shares of the companies where a single shareholder controls at least 90% of the outstanding shares;
- *OMX Vilnius (VILSE Index)* - is an all-share index which includes all the shares listed on the Main and Secondary lists on the Nasdaq Vilnius with exception of the shares of the companies where a single shareholder controls at least 90% of the outstanding shares;

- *OMX Baltic Financials (B8000GI, B8000PI, B40PI)* - an index of the Baltic financial institutions;
- *OMX Baltic Banks (B300GI, B8300PI)* - an index of the Baltic banks.

Return indices (RIs) represent the total return on the shares included in the index and reflect not only stock price movements but also the dividends paid, making these indices a more complete measure of market performance than price indices. Price indices (PIs) only reflect changes in the price of shares included in the index, regardless of dividends. There is a cap on the weight of the shares (CAP) forming indices of a limited number of shares above which the number of shares included in the index is reduced to a cap.

Besides, the Bank's shares are included into such indices as STOXX All Europe Total Market, STOXX EU Enlarged TMI, STOXX Eastern Europe 300, STOXX Eastern Europe 300 Banks, STOXX Eastern Europe Mid 100, STOXX Eastern Europe TMI, STOXX Eastern Europe TMI Small, STOXX Global Total Market, STOXX Lithuania Total Market, Bloomberg ESG Data Index, Bloomberg ESG Coverage Index, S&P Frontier BMI Index, MSCI Frontier and Emerging Markets Select Index, FCI EMU MIDSMLLCAP MKTCAP-CONSTRAINED (FREE-FLOAT UNADJUSTED) 400 (NET) Index and in some FTSE Russell Frontier indices.

## ACQUISITION OF OWN SHARES

On June 10, 2025, AB Artea Bank completed its share buyback program (ISIN code LT0000102253) on the regulated market, which had been ongoing since May 5, 2025. During this period, the Bank acquired 2,540 thousand of its own shares, i.e. 96% of the maximum number of shares that could be acquired under the limit set during the program's validity period, for EUR 2,226 thousand, paying an average price of EUR 0.876 per share.

The Bank owns a total of 13,138 thousand own shares, representing 1.98% of all shares issued by the Bank.

The shares were purchased based on the European Central Bank's (ECB) permission dated August 15, 2024, to purchase up to 13,745 thousand of its own shares.

## AGREEMENTS WITH INTERMEDIARIES IN PUBLIC CIRCULATION

No agreements have been concluded with public trading intermediaries regarding the accounting of securities issued by the Bank; this accounting is handled by the Bank's Securities Accounting Department. There are also no market-making agreements for securities issued by the Bank. The Bank itself, as a public trading intermediary, under agreements with companies that have issued securities, as of December 31, 2024, managed the accounting of

securities issued by more than 800 companies - approximately 1,211 issues (including shares of public and private limited liability companies, debt securities, and investment fund units). The Bank also conducts market making on the Nasdaq Baltic market in accordance with the market making program and agreements with issuers. As of the end of the first quarter of 2025, the Bank was the market maker for four securities issues.

## INFORMATION ON DETRIMENTAL TRANSACTIONS

During the reporting period, no harmful transactions were concluded that were inconsistent with the Bank's objectives, normal market conditions, violated the interests of shareholders or other groups of persons, and had or could have a negative impact on the Bank's activities or operating results in the future. There were also no transactions concluded in the event of

a conflict of interest between the Bank's managers, controlling shareholders or other related parties' duties to the Bank and their private interests and/or duties.

## DIVIDENDS

In 2018, the Supervisory Council approved the dividend policy. Carrying out its activities and planning the capital the Bank seeks to ensure a competitive return on investment through dividends and increasing stock value. The Bank shall pay dividends on two assumptions - when external and internal capital and liquidity requirements will be sustained, and the level of capital after dividends will remain sufficient to carry out all approved investment and development plans and other capital-intensive activities. Considering the above-mentioned principles and assumptions, the Bank shall seek to allocate at least 25 per cent of the earned annual profit to dividends.

### Information on the dividends paid:

The year for which the dividends are allocated and paid	2020	2021	2022	2023	2024
Per cent from nominal value	1.90	11.72	9.14	16.72	21.03
Dividend amount per share, Eur	0.0055	0.034	0.0265	0.0485	0.061
Dividend amount, Eur	3,303,994	20,424,693	15,919,246	32,094,723	39,796,332
Yields from dividends, %	1.1	4.5	3.9	7.0	7.4
Dividends to Group net profit, per cent	7.7	37.0	25.0	42.4	50.5

The description of alternative performance indicators is available on the Bank's website at:

[Homepage](#) > [Bank Investors](#) > [Financial Information](#) > [Alternative Performance Measures](#)

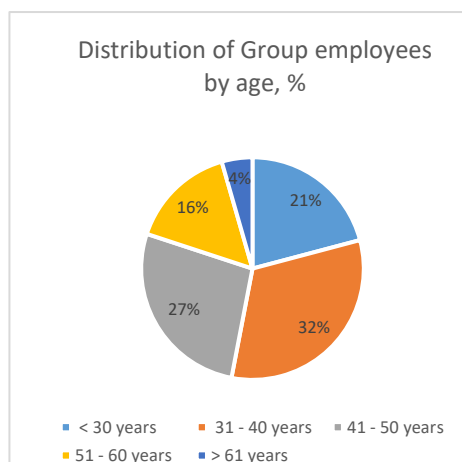
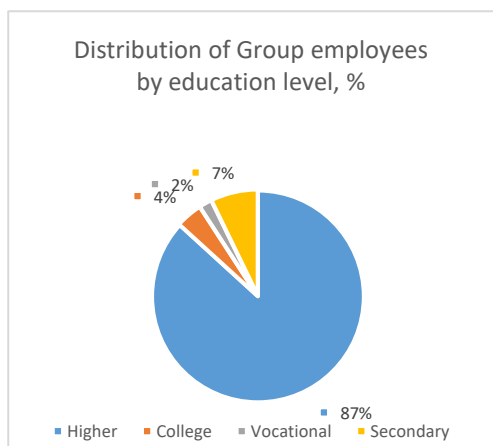
The Ordinary general meeting of shareholders held on 29 March 2024 approved allocation of the profit of Artea Bank AB which included a pay-out of dividends - 0.0485 euro shall be paid for each ordinary registered share with a nominal value of 0.29 euro.

The Ordinary general meeting of shareholders held on 31 March 2025 approved allocation of the profit of Artea Bank AB which included a pay-out of dividends - 0.061 euro shall be paid for each ordinary registered share with a nominal value of 0.29 euro.

## EMPLOYEES

On June 30, 2025, the Bank employed 1,128 people, and the Group employed 1,277 people (working under fixed-term and permanent employment contracts, including employees on maternity and childcare leave). On June 30, 2024, the Bank employed 1,039 people, and the Group employed 1,194 people. On June 30, 2025, 78.1% of the Group's employees were

women and 21.9% were men (on June 30, 2024, 78.4% of the Group's employees were women and 21.6% were men).



Average monthly salary of the Bank's and Group's employees, before taxes:

	Bank				Group			
	Leading Employees		Other Employees		Leading Employees		Other Employees	
	Average number of employees	Average salary per month, EUR	Average number of employees	Average salary per month, EUR	Average number of employees	Average salary per month, EUR	Average number of employees	Average salary per month, EUR
2025 H1	81	12,725	995	3,499	112	11,782	1,093	3,480

Information on the annual variable remuneration, before tax, of the Bank's and some of the Group's companies' identified employees whose professional activities have a significant impact on the nature of the Bank's and the Group's risks.

	Bank	Group
<b>31/12/2024 remaining unpaid deferred annual variable remuneration:</b>		
- in cash, thousand EUR	-	-
- shares, thousand units.	4,823	5,574
<b>Annual variable remuneration for 2024, as determined in 2025:</b>		
- in cash, thousand EUR	606	790
- shares, thousand units.	1,764	1,964
<b>Annual variable remuneration paid in the first half of 2025:</b>		
- in cash, thousand EUR	606	790
- shares, thousand units.	1,495	1,745
<b>30/06/2025 remaining unpaid deferred annual variable remuneration:</b>		
- in cash, thousand EUR	-	-
- shares, thousand units.	5,091	5,793

## THE COMMITTEES FORMED WITHIN THE BANK, AREAS OF THEIR ACTIVITIES

Functions, procedures of formation and the policy of activities of the bank's committees are defined by the legal acts of the Republic of Lithuania, legal acts of the Bank of Lithuania as

well as provisions of the certain committees approved by the Management Board or Supervisory Council of the Bank.

### COMMITTEES UNDER AUTHORITY OF THE BANK'S SUPERVISORY COUNCIL

For the effective exercise of the functions and duties of the Supervisory Council, the Bank shall establish standing committees of the Supervisory Council: (i) the Risk Committee; (ii) the Audit Committee; (iii) the Nomination Committee; (iv) the Remuneration Committee; (v) Corporate Affairs Committee, which is established as of 1 January 2024. The members of the committees of the Bank's Supervisory Council shall be appointed by decision of the Supervisory Council.

The Bank's Supervisory Council, elected for a new four-year term (2024 - 2028), approved the new composition of the Bank's Supervisory Council Committees at the Supervisory Council meeting held on 29 March 2024.

Information on the committee members as of 30 June 2025 (the composition of the Committees were unchanged from their approval on 29 March 2024 to 30 June 2025).

**The Risk Committee** advises the management bodies of the Bank on the overall current and future risk acceptable to the Bank and strategy and assist in overseeing the implementation of the strategy at the Bank, verifies whether prices of liabilities and assets offered to clients take fully into account the Bank's business model and risk strategy and shall also carries out other functions provided for in its provisions.

Name, surname	
<i>Chairman</i> Susan Gail Buyske	Independent member of the Supervisory Council
<i>Members:</i> Valdas Vitkauskas	Independent member of the Supervisory Council
Darius Šulnis	Member of the Supervisory Council

**The Internal Audit Committee** shall address the matters related with improving of the internal control system of the Bank and work improvement of the internal audit subdivision, shall ensure independence of performance of the internal audit subdivision, organize the selection of an external audit firm, co-ordinate allocation of the auditable fields between the

internal and external auditors, consider other matters provided for in the legal acts of supervision authorities and regulations of the audit committee. Legal acts of supervisory authorities, the audit committee shall be formed, its competence and performance shall be defined, regulations approved and performance supervised by the Supervisory Council.

Name, surname	
<i>Chairwoman</i> Monika Nachyla	Independent member of the Supervisory Council
<i>Members:</i> Valdas Vitkauskas	Independent member of the Supervisory Council
Susan Gail Buyske	Independent member of the Supervisory Council

**The Nomination Committee** shall nominate and recommend, for the approval of the bodies of the Bank or for the approval of the General Meeting of Shareholders, candidates to fill the vacancies in the Bank's bodies, shall evaluate the balance of the skills, evaluate the target number of the underrepresented gender within the Bank's bodies, knowledge and

experience of the members of the bodies of the Bank and suitability for the position, shall submit respective comments and findings, shall assess the structure, size, composition and performance of the Bank's bodies, and performs other functions established in its regulations.

Name, surname	
<i>Chairman</i> Valdas Vitkauskas	Independent member of the Supervisory Council
<i>Members:</i> Darius Šulnis	Member of the Supervisory Council
Monika Nachyla	Independent member of the Supervisory Council

**The Remuneration Committee** shall assess the variable remuneration policy, practices and incentives established for the management of the Bank's risks, capital and liquidity, supervise the independent control functions including remuneration to managers in charge of risk

management and compliance function, draft resolutions on variable remuneration, advise the Council on the gender neutrality of remuneration policies and perform other functions provided for in its regulations.

Name, surname	
<i>Chairman</i> Valdas Vitkauskas	Independent member of the Supervisory Council
<i>Members:</i> Gintaras Kateiva	Member of the Supervisory Council
Tomas Okmanas	Independent member of the Supervisory Council

**The Corporate Affairs Committee** The main responsibilities of the Corporate Affairs Committee are to participate in the development/review of the annual objectives of the Group, of the annual budget (condensed form) of the Group, also participate in the

preparation/review of the strategy of the Group and provide comments and proposals to the Council and to perform other functions set forth in its regulations.

	Name, surname	
<i>Chairman</i>	Darius Šulnis	Member of the Supervisory Council
<i>Members:</i>	Valdas Vitkauskas	Independent member of the Supervisory Council
	Tomas Okmanas	Independent member of the Supervisory Council
	Mindaugas Raila	Member of the Supervisory Council

## COMMITTEES UNDER AUTHORITY OF THE BANK'S MANAGEMENT BOARD

Information on the committee members as of 30 June 2025:

**The Loan Committee** evaluates loan granting material / documents and loan risk, approves / rejects lending decisions and / or amendments to terms and conditions, suggests regarding

loan granting, loan interest rates, improvement of loan administration procedures and performs other functions foreseen by its provisions.

	Name, surname	Position
<i>Chairman</i>	Edas Mirijauskas	Director of Credit Department
<i>Deputy</i>	Diana Leonavičienė	Director of Regional Lending Unit
<i>Members:</i>	Dominykas Gesevičius	Director of Corporate Clients management Department
	Denis Zubovas	Director of Credit Risk Management and Control Department
	Ramūnas Dešukas	Director of the Special Assets Department
	Darius Bačinskas	Director of the Legal Department

**The Risk Management Committee** performs functions related to the organization, coordination and control of the Bank's risk management system, determines and controls risk

measurement indicators corresponding to the risk appetite acceptable to the Bank, as well as performs other functions provided for in its regulations.

	Name, surname	Position
<i>Chairman</i>	Algimantas Gaulia	Head of Risk Management Division
<i>Deputy</i>	Dalia Udrienė	Director of Risk Department
<i>Members:</i>	Tomas Dautoras	Director of Non-Financial Risk Department
	Aurelija Geležienė	Head of Legal, Compliance and Prevention Division
	Edas Mirijauskas	Director of Credit Department
	Tomas Varenbergas	Head of Finance Division
	Daiva Šorienė	Head of Corporate Clients Division
	Denis Zubovas	Director of Credit Risk Management & Control Department

**NPE (angl. Non-Performing Exposures) Committee's** main purpose is to address issues related to NPE restructuring, additional funding, recovery, etc., to ensure the proper

implementation of the NPE strategy, to actively reduce the Bank's NPE portfolio, and to carry out other functions set out in its regulations.

	Name, surname	Position
<i>Chairman</i>	Ramūnas Dešukas	Director of the Special Assets Department
<i>Deputy</i>	Aušra Laurinavičienė	Head of Debt Recovery Unit
<i>Members:</i>	Daiva Šorienė	Head of Corporate Clients Division
	Denis Zubovas	Director of Credit Risk Management and Control Department
	Edas Mirijauskas	Director of Credit Department
	Justina Stuknienė	Head of Asset Restructuring & Realization Unit
	Asta Rasiulienė	Deputy Director of the Special Assets Department

**The Asset and Liability Management Committee's** main purpose is to ensure sustainable management of the Bank's and its subsidiaries assets, liabilities, and capital, implementing the Bank's Group strategic business plan.

	Name, surname	Position
<i>Chairman</i>	Tomas Varenbergas	Head of Finance Division
<i>Deputy</i>	Vaidotas Jarašius	Director of Treasury
<i>Members:</i>	Dalia Udrienė	Director of Risk Department
	Algimantas Gaulia	Head of Risk Management Division
	Mantas Valukonis	Head of Financial Risk Management Unit
	Kristina Lazdauskė	Director of Management Reporting & Planning Department
	Tomas Varenbergas	Head of Investments Management Division

## MANAGEMENT OF THE BANK

The Management Board bodies of the Bank are as follows: the General Meeting of the Shareholders of the Bank, Supervisory Council of the Bank, Management Board of the Bank and Chief Executive Officer (CEO).

29 March 2024 The General Meeting of Shareholders of Artea Bank AB elected the Supervisory Council of the Bank for a new four-year term of office (2024-2028).

30 June 2025 By decision of the Extraordinary General Meeting of Shareholders of AB Artea Bank, John Michael Denhof was elected as an independent member of the Bank's Supervisory Board, to take up his duties upon the approval of the Bank's supervisory authority.

The Bank's Supervisory Council, whose term of office expires on the day of the Ordinary General Meeting of Shareholders of the Bank in 2028, composition and other information for 30 June 2025 date was:

Name, Surname	Duties at the Supervisory Council	Share of capital under the right of ownership, %	Share of votes together with the related persons, %
Valdas Vitkauskas	Independent member since 01/06/2022 Chairman since 05/08/2022	-	-
Gintaras Kateiva	Member since 2008	4,96	4,98*
Darius Šulnis	Member since 2016	-	19,63**
Susan Gail Buyske	Independent member since 2020	-	-
Tomas Okmanas	Member since 18/01/2023	-	5,32***
Mindaugas Raila	Independent member since 02/02/2023	-	8,97****
Monika Nachyla	Independent member since 2024	-	-
John Michale Denhof	Independent member since 06/06/2025	-	-

\* In accordance with the Securities Law of the Republic of Lithuania, votes are counted together with the spouse's votes

\*\* D. Šulnis is the CEO and indirect shareholder of AB Invalda INVL. AB Invalda INVL owns 19.63% of the shares of AB Artea Bank, together with its controlled company UAB INVL Asset Management owns 19.93% of the shares of AB Artea Bank and has voting rights

\*\*\* T.Okman is a member of the Management Board and a director and an indirect shareholder of UAB Tesonet Global, which has acquired 5.32% of shares in AB Artea Bank

\*\*\*\* Pursuant to the Securities Law of the Republic of Lithuania, the votes are counted together with the controlled company - UAB Willgrow

The term of office of the current Board (2024-2028).

18 March 2025 was the last day on which Agnė Duksienė served as a member of the Bank's Board.

The Bank's Management Board, whose term of office expires on the day of the Ordinary General Meeting of Shareholders of the Bank in 2028, composition for 30 June 2025 date was:

Name, Surname	Duties at the Board	Other current leading positions at the Bank	Share of capital under the right of ownership, %	Share of votes together with the related persons, %
Vytautas Sinius	Chairman since 19/08/2022	Chief Executive Officer	0,33	0,33
Tomas Varenbergas	Deputy Chairman since 1995	Deputy Chief Executive Officer, Head of Finance Division	0,13	0,13
Daiva Šorienė	Member since 2005	Deputy Chief Executive Officer, Head of Corporate Clients Division	0,08	0,08
Mindaugas Rudys	Member since 2020	Head of Service Development Division	0,08	0,08
Algimantas Gaulia	Member since 30/07/2021	Head of Risk Management Division	0,02	0,02
Tomas Varenbergas	Member since 04/06/2024	Head of Investment Management	0,01	0,02
Laura Križinauskienė	Member since 08/05/2023	Head of Legal, Compliance and Prevention Division	-	-

## BANK'S COMPANY GROUP

	Nature of activities	Registration date	Company code	Address	Tel.	e- mail, website
Artea Bank AB	commercial banking	04/02/1992	112025254	Tilžės str.149 LT-76348 Šiauliai	+370 41 595 607	<a href="mailto:info@artea.lt">info@artea.lt</a> , <a href="http://www.artea.lt">www.artea.lt</a>

### The Bank directly controls the following subsidiaries

UAB Artea lizingas	finance lease, consumer credits.	14/07/1997	234995490	Laisvės al. 80, LT-44249 Kaunas	+370 37 407 200
UAB Artea turto fondas	real estate management	13/08/2002	145855439	Vilniaus str. 167, LT-76352 Šiauliai	+370 41 525 322
Artea Life Insurance	life insurance	31/08/2000	110081788	Laisvės pr. 3, LT-04215 Vilnius	+370 5 236 2723
UAB Artea Retrofit Fund 1*	multi-apartment renovation financing	05/04/2022	306057616	Tilžės g. 149, LT-76348 Šiauliai	+370 41 595 607
UAB Artea Asset Management	fund management	07/02/2023	306241274	Gynėjų g. 14, LT-01109 Vilnius	+370 41 595 607
UAB Artea Retrofit Fund 2*	multi-apartment renovation financing	21/02/2024	306682354	Tilžės g. 149, LT-76348 Šiauliai	+370 41 595 607

\*not consolidated under IFRS 10 requirements

## OTHER INFORMATION, PUBLISHED INFORMATION AND MAJOR EVENTS

In accordance with the procedures set by the Charter of the Bank and the legal acts of the Republic of Lithuania reports on material events are announced in the Central regulated information base and on the Bank's website at:

[Homepage](#) › [Bank Investors](#) › [Reports on Stock Events](#).

Other important events are available on the Bank's website at:

[Homepage](#) › [About Us](#) › [News](#).

Chief Executive Officer

26<sup>th</sup> August 2025



Vytautas Sinius



CONFIRMATION FROM THE RESPONSIBLE PERSONS

We, Chief Executive Officer of Artea Bank AB Vytautas Sinius and Chief Financial Officer Tomas Varenbergas, confirm that as far as we know, the financial statements for six months of 2025 are formed in compliance with the applicable accounting standards, correspond the reality and correctly reflect the total assets, liabilities, financial status, activity result and cash flow of Artea Bank AB and consolidated companies.

Chief Executive Officer

Chief Financial Officer

26<sup>th</sup> August 2025


Vytautas Sinius

Tomas Varenbergas