

**STATE COMPANY  
„INDĒLIŅU IR INVESTIŅU DRAUDIMAS”  
FUND OF INSURANCE OF LIABILITIES TO  
INVESTORS**

**ANNUAL FINANCIAL STATEMENTS  
2017**

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**MAIN DETAILS OF THE COMPANY ADMINISTRATING THE FUND OF INSURANCE OF LIABILITIES TO INVESTORS**

Company name:	SC „Indėlių ir investicijų draudimas”
Authorised capital:	EUR 8,995,358
Registration date:	16 December 1996
Corporate code:	110069451
Institution implementing rights and obligations of the owner:	Ministry of Finance of the Republic of Lithuania
Registered office address:	Algirdo g. 31, LT-03219, Vilnius
Legal form:	State Company
Date of registration of existing Articles of Association:	23 December 2014
Phone:	(8-5) 213 56 57
E-mail address:	idf@idf.lt
Website:	www.iidraudimas.lt
Management bodies of the Company:	Council and Director of the Company.

As of 31 December 2017, the Company’s Council consisted of 5 members:

Chair of the Council:	Sigitas Mitkus, Director of Financial Markets Policy Department of the Ministry of Finance;
Deputy Chair of the Council:	Lina Frejutė, Deputy Head of Project Management Division of the Ministry of Finance;
Members of the Council:	Audrutė Dziskienė, Senior Advisor of Financial Markets Policy Department of the Ministry of Finance; Renata Bagdonienė, Director of Financial Services and Markets Supervision Department of the Supervision Service of the Bank of Lithuania; Gediminas Šimkus, Director of Economics and Financial Stability Service of the Bank of Lithuania;
Director of the Company:	Aurelija Mažintienė.
Bank:	AB Luminor bank

## FUND OF INSURANCE OF LIABILITIES TO INVESTORS

Administrator – SC „Indėlių ir investicijų draudimas”, corporate code 110069451  
Algirdo g. 31, LT-03219 Vilnius, data collected and stored in the Register of Legal Entities

### STATEMENT OF FINANCIAL POSITION 31 DECEMBER 2017

22 January 2018

2017

*Presentation currency and accuracy: EUR*

Seq. No	Items	Note No	31 12 2017	31 12 2016
<b>A.</b>	<b>FIXED ASSETS</b>		<b>382,227</b>	<b>546,948</b>
I.	Intangible assets			
II.	Tangible fixed assets			
III.	Long-term financial assets	1	382,227	546,948
IV.	Other fixed assets			
<b>B.</b>	<b>BIOLOGICAL ASSETS</b>			
<b>C.</b>	<b>CURRENT ASSETS</b>		<b>2,237,698</b>	<b>2,004,975</b>
I.	Inventories			
I.1	Inventories, excluding tangible fixed assets and biological assets held-for-sale			
I.2	Tangible fixed assets and biological assets held for sale			
II.	Prepayments	2	0	147
III.	Amounts receivable within one year			
III.1	Short-term financial receivables			
III.2	Receivable taxes and social contributions			
III.3	Receivable amounts of financing			
III.4	Receivables for use of assets, sold goods, assets and services			
III.5	Accumulated receivables			
III.6	Other receivables			
IV.	Short-term investments	1	155,442	202,935
V.	Cash and cash equivalents	3	2,082,256	1,801,893
	<b>TOTAL ASSETS:</b>		<b>2,619,925</b>	<b>2,551,923</b>

Seq. No	Items	Note No	31 12 2017	31 12 2016
<b>D.</b>	<b>FINANCING AMOUNTS</b>			
I.	From the State Budget			
II.	From the municipal budget			
III.	From the EU, foreign countries and international organisations			
IV.	From other sources			
<b>E.</b>	<b>LIABILITIES</b>		<b>549</b>	<b>0</b>
I.	Long-term liabilities			
I.1	Long-term financial liabilities			
I.2	Long-term provisions			
I.3	Other long-term liabilities			
II.	Short-term liabilities	4	549	0
II.1	Current year's portion of long-term provisions and short-term provisions			
II.2	Current year's portion of long-term liabilities			
II.3	Short-term financial liabilities			
II.4	Payable subsidies, grants and financing amounts			
II.5	Amounts payable to the EU budget			
II.6	Amounts payable to budgets and funds			
II.7	Payable social benefits			
II.8	Refundable taxes, contributions and their overpayments			
II.9	Trade payables			
II.10	Accrued payables			
II.11	Other short-term liabilities		549	0
<b>F.</b>	<b>NET ASSETS</b>		<b>2,619,376</b>	<b>2,551,923</b>
I.	Reserves			
II.	Effects of the equity method			
III.	Accrued surplus or deficit	5	2,619,376	2,551,923
III.1	Surplus or deficit of the current year		67,453	78,707
III.2	Surplus or deficit of the previous year		2,551,923	2,473,216
	<b>TOTAL FINANCING AMOUNTS, LIABILITIES AND NET ASSETS:</b>		<b>2,619,925</b>	<b>2,551,923</b>

Director

Aurelija Mažintienė

Acting Chief Accountant

Laima Tankevičiūtė

## FUND OF INSURANCE OF LIABILITIES TO INVESTORS

Administrator – SC „Indėlių ir investicijų draudimas”, corporate code 110069451  
Algirdo g. 31, LT-03219 Vilnius, data collected and stored in the Register of Legal Entities

### STATEMENT OF OPERATING RESULTS 31 DECEMBER 2017

22 January 2018

Seq. No	Items	Note No	31 12 2017	31 12 2016
<i>2017</i>				
<i>Presentation currency and accuracy: EUR</i>				
<b>A.</b>	<b>OPERATING ACTIVITY INCOME</b>		<b>61,346</b>	<b>61,160</b>
I.	INCOME FROM FINANCING			
II.	INCOME FROM TAXES AND SOCIAL CONTRIBUTIONS			
II.1.	Net income from taxes			
II.1.1.	Income from taxes			
II.1.2.	Amount of transferable taxes			
II.2.	Net income from social contributions			
II.2.1.	Income from social contributions			
II.2.2.	Amount of transferable social contributions			
III.	OTHER INCOME FROM OPERATING ACTIVITIES	6	<b>61,346</b>	<b>61,160</b>
III.1.	Other income from operating activities		61,346	61,160
III.2.	Amount of transferable other income from operating activities			
<b>B.</b>	<b>OPERATING ACTIVITY EXPENSES</b>	7	<b>(1,000)</b>	<b>(60)</b>
I.	AMOUNTS DEPRECIATED AND WRITTEN-OFF			
II.	SOCIAL BENEFITS			
III.	FINANCING			
IV.	OTHER		(1,000)	(60)
<b>C.</b>	<b>OPERATING ACTIVITY SURPLUS OR DEFICIT</b>	8	<b>60,346</b>	<b>61,100</b>
<b>D.</b>	<b>OTHER OPERATING RESULT</b>			
I.	OTHER OPERATING INCOME			
II.	OTHER OPERATING INCOME TRANSFERABLE TO THE BUDGET			
III.	OTHER OPERATING EXPENSES			
<b>E.</b>	<b>FINANCING AND INVESTING ACTIVITY RESULT</b>	9	<b>7,107</b>	<b>17,607</b>
<b>F.</b>	<b>EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND OF CORRECTION OF MATERIAL ACCOUNTING ERRORS</b>			
<b>G.</b>	<b>NET SURPLUS OR DEFICIT BEFORE EFFECTS OF APPLICATION OF EQUITY METHOD</b>		<b>67,453</b>	<b>78,707</b>
<b>H.</b>	<b>EFFECTS OF APPLICATION OF EQUITY METHOD</b>			
<b>I.</b>	<b>NET SURPLUS OR DEFICIT</b>	5	<b>67,453</b>	<b>78,707</b>

Director

Aurelija Mažintienė

Acting Chief Accountant

Laima Tankevičiūtė

## FUND OF INSURANCE OF LIABILITIES TO INVESTORS

Administrator – SC „Indėlių ir investicijų draudimas”, corporate code 110069451  
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### STATEMENT OF CHANGES IN NET ASSETS 31 DECEMBER 2017

22 January 2018

2017

*Presentation currency and accuracy: EUR*

Seq. No	Items	Note No	Attributable to the controlling entity					Total	Minority interest
			Stakeholders' equity	Fair value reserve	Other reserves	Effects of application of the equity method	Accrued* surplus or deficit before effects of application of the equity method		
1	2	3	4	5	6	7	8	9	10
<b>1.</b>	<b>Balance as at 31 December 2015</b>						<b>2,473,216</b>	<b>2,473,216</b>	
2.	Effects of fixed assets taken over from another public sector entity								
3.	Effects of fixed assets transferred or sold to another entity								
4.	Other amounts of increase (decrease) of reserves								
5.	Other formed reserves								
6.	Other used reserves								
7.	Amounts of increase (decrease) of stakeholders' equity								
8.	Net surplus or deficit of the reporting period						78,707	78,707	
<b>9.</b>	<b>Balance as at 31 December 2016</b>						<b>2,551,923</b>	<b>2,551,923</b>	
10.	Effects of fixed assets taken over from another public sector entity								
11.	Effects of fixed assets transferred or sold to another entity								
12.	Other amounts of increase (decrease) of reserves								
13.	Other formed reserves								
14.	Other used reserves								
15.	Amounts of increase (decrease) of stakeholders' equity								
16.	Net surplus or deficit of the reporting period	5					67,453	67,453	
<b>17.</b>	<b>Balance as at 31 December 2017</b>						<b>2,619,376</b>	<b>2,619,376</b>	

Director

Aurelija Mažintienė

Acting Chief Accountant

Laima Tankevičiūtė

## FUND OF INSURANCE OF LIABILITIES TO INVESTORS

Administrator – SC „Indėlių ir investicijų draudimas”, corporate code 110069451  
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### CASH FLOW STATEMENT

**31 DECEMBER 2017**

22 January 2018

2017

*Presentation currency and accuracy: EUR*

Seq. No	Items	Note No	31 12 2017	31 12 2016
1	2	3	4	5
<b>A.</b>	<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		<b>60,921</b>	<b>63,147</b>
<b>I.</b>	<b>Receipts</b>		61,346	63,564
I.1.	Financing amounts for other expenses and inventories			
I.1.1	From the State Budget			
I.1.2	From the municipal budget			
I.1.3	From funds of the EU, foreign countries and international organisations			
I.1.4	From other sources			
I.2	From taxes			
I.3	From social contributions			
I.4	For provided services			
I.5	Received interest			
I.6	Other receipts:		61,346	63,564
<b>II.</b>	<b>Transferred funds</b>			
II.1	To the State Budget			
II.2	To municipal budgets			
II.3	To the EU, foreign countries and international organisations			
II.4	To other funds of resources			
II.5	To public sector entities			
II.6	To other entities			
<b>III.</b>	<b>Payments</b>		(425)	(417)
III.1	Social payments			
III.2	Other services acquired		(425)	(417)
III.3	Interest paid			
III.4	Other payments			
<b>B.</b>	<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		<b>219,177</b>	<b>1,738,679</b>
I.	Acquisition of fixed assets (excl. financial) and biological assets			
II.	Disposal of fixed assets (excl. financial) and biological assets			
III.	Acquisition of long-term financial assets			
IV.	Disposal of long-term financial assets		197,128	1,654,725
V.	(Increase) Decrease in time deposits			
VI.	Other cash flows from investing activities		22,049	83,954
<b>C.</b>	<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		<b>265</b>	
I.	Receipts from taken loans			
II.	Repayment of taken loans			
III.	Other cash flows from financing activities		265	
<b>D.</b>	<b>EFFECTS OF EXCHANGE RATE CHANGES ON BALANCE OF CASH AND CASH EQUIVALENTS</b>			
	(Increase) Decrease in cash and cash equivalents		280,363	1.801.826
	Cash and cash equivalents at the beginning of the reporting period		1,801,893	67
	Cash and cash equivalents at the end of the reporting period	<b>3</b>	<b>2,082,256</b>	<b>1,801,893</b>

Director

Aurelija Mažintienė

Acting Chief Accountant

Laima Tankevičiūtė



# FUND OF INSURANCE OF LIABILITIES TO INVESTORS

Administrator – SC „Indėlių ir investicijų draudimas”, corporate code 110069451  
Algirdo g. 31, LT-03219 Vilnius, data collected and stored in the Register of Legal Entities

## EXPLANATORY NOTES

31 DECEMBER 2017

### 1. General part

The State Company „Indėlių ir investicijų draudimas” (hereinafter – the Company) administrates the Fund of Insurance of Liabilities to Investors (hereinafter – the Fund) since 3 December 2015 when the Law (No XII-2054) of the Republic of Lithuania amending the Law (No IX-975) on Insurance of Deposits and Liabilities to Investors of 19 November 2015 (hereinafter – the Law) entered into force.

The Fund is not a legal person. The Fund is administrated by Company which is established from the State assets in accordance with the procedure set forth by legal acts and is acting, handling the accounting and preparing the sets of financial statements on behalf of the Fund. The institution implementing the rights and obligations of the Company is the Ministry of Finance of the Republic of Lithuania.

The Fund – means the fund in which the assets are accumulated for payment of compensations for insurance of liabilities to investors according to the Law.

The Fund’s participants, i.e. entities authorised to provide investment services (Article 26 of the Law):

- banks established in the Republic of Lithuania;
- the Central Credit Union established in the Republic of Lithuania;
- financial brokerage firms established in the Republic of Lithuania;
- management companies established in the Republic of Lithuania;
- banks, financial brokerage firms and management companies of Member States, which have established a branch in the Republic of Lithuania, in which the assumed liabilities to investors are insured (compensated) or their protection is ensured in any other way under legal acts of those Member States and which have voluntarily expressed the willingness to participate in the insurance system of liabilities to investors of the Republic of Lithuania and to provide supplementary insurance for liabilities to investors assumed in such branches;
- third-country banks, financial brokerage firms and management companies, which have established a branch in the Republic of Lithuania, in which the assumed liabilities to investors are not insured (compensated) or their protection is not ensured in any other way under legal acts of the third country, in which the bank, the financial brokerage firm or the management company belonging to its jurisdiction has established a branch;
- third-country banks, financial brokerage firms and management companies, which have established a branch in the Republic of Lithuania, where the assumed liabilities to investors are insured (compensated) or their protection is ensured in any other way under legal acts of such third country.

The Fund’s proceeds comprise (Article 28(3) of the Law):

- contributions to the insurance system of liabilities to investors;
- funds and/or assets received in accordance with the procedure laid down by laws from the participant of the insurance system of liabilities to investors who is being liquidated during bankruptcy proceedings;
- income from investment of funds of the Fund of Insurance of Liabilities to Investors;
- other funds.

The Fund’s proceeds are used for (Article 28(4) of the Law):

- insurance compensations for liabilities to investors;
- covering the costs of administration of the Fund.

In administrating the Fund, the Company performs the following main functions:

- collects and accumulates insurance contributions for liabilities to investors;
- calculates and pays insurance compensations for liabilities to investors;
- invests the proceeds of the Fund of Insurance of Liabilities to Investors;

- handles the Fund's accounting, prepares the sets of financial statements, the estimates of income and expenses and submits them for approval to the institution implementing rights and obligations of the owner of the insurance company;
- monitors the compliance of the participants in the system of insurance of liabilities to investors with the requirements established by the Law and its implementing legislation;
- evaluates the conditions of guaranteeing the insurance (compensation) of liabilities to investors or other type of security of third countries the credit institutions, financial brokerage firms or management companies of which establish branches in the Republic of Lithuania;
- assesses the risk of the Fund of Insurance of Liabilities to Investors;
- cooperates and exchanges information with the deposit insurance system administrators, supervisory authorities of other Member States and third countries and with the European Banking Authority;
- performs other functions assigned to it by virtue of laws.

## **2. Summary of significant principles of accounting**

The main principles of accounting applied in preparing financial statements of the Fund for the year ended 31 December 2017 are as follows:

### **2.1 Form of financial statements**

The Fund's financial statements of 2017 have been prepared according to the Public Sector Accounting and Financial Reporting Standards (hereinafter – PSAFRS), which include the standards and interpretations approved by the Minister of Finance of the Republic of Lithuania before 31 December 2017.

The financial year of the Fund corresponds to the calendar year.

### **2.2 Conformity of financial statements with the Standards**

The Fund's financial statements of 2017 have been prepared according to the PSAFRS and in accordance with Article 45(1) of the Law.

### **2.3 Reporting currency**

The Fund's accounting records are kept and all amounts in these financial statements are presented in euro (EUR).

### **2.4 Financial assets**

According to 17 PSAFRS 'Financial assets and financial liabilities', the amounts of prepayments in the statement of financial position are presented at net value, after deducting the value impairment from acquisition cost.

Investments of the Fund are made in observance of the Law, the Articles of Association of the Company, the Rules of the Fund of Insurance of Liabilities to Investors approved by the Company's Council and other related legal acts. The Fund's investments into deposits and Government securities are based on security, liquidity and profitability criteria.

Investments with fixed or measurable payments which the Fund intends and can hold until maturity are attributed to the held-to-maturity investments. Investments into Government securities in the Company are treated as securities held-to-maturity.

Held-to-maturity investments are recorded as long-term financial assets, unless their maturity exceeds twelve months after the balance sheet date. All purchased and sold investments are recognised on the day of their purchase/sale. Upon acquisition, investments are recorded at acquisition value which is equal to the fair value of paid consideration, excluding the costs of conclusion of the transaction.

Costs related to the acquisition of securities are recognised in profit (loss) statements as financing and investing activity expenses.

The difference between the acquisition amount and nominal value of GSs – discount or premium – is amortised evenly during the period from the acquisition until redemption, and the acquisition amount of GSs is increased (reduced) by the amortised discount (premium) amount respectively increasing (reducing) interest income. Coupon income is recognised on accrual basis and included in interest income and in the value of GSs. The share of amortisation attributable to the reporting period is recognised in the item of interest on financing and investing activities of the report on operating results.

Government securities redeemable within one year after the financial reporting date are presented in the item of current assets of the statement of financial position, and GSs redeemable after one year and later – in the line of ‘Financial fixed assets’ of the item of ‘Financial fixed assets’ in the statement of financial position.

## **2.5 Receivables**

According to 17 PSAFRS ‘Financial assets and financial liabilities’, upon initial recognition receivables are measured at acquisition cost. Subsequently, short-term receivables are registered taking into account the value impairment, and long-term receivables – at discounted value, net of impairment losses.

## **2.6 Cash and cash equivalents**

According to 17 PSAFRS ‘Financial assets and financial liabilities’, cash and cash equivalents comprise cash held in the Fund’s bank account. Cash of the Fund is kept in a separate bank account.

In the cash flow statement, cash and cash equivalents comprise cash with bank, other short-term highly liquid investments.

## **2.7 Debt liabilities**

According to 17 PSAFRS ‘Financial assets and financial liabilities’, upon initial recognition, debts are recorded at acquisition value and subsequently – taking account of the impairment in value. Debts are classified as long-term when the financing agreement concluded before the date of approval of financial statements demonstrates that on the balance sheet date the liability was long-term according to its nature.

## **2.8 Recognition of income and expenses of the Fund**

The Fund’s income and expenses are recorded in the accounting and presented in financial statements on the accrual basis of income and expenses.

According to 10 PSAFRS ‘Other income’, the Fund’s income is recognised and recorded in the accounting and presented in financial statements during the reporting period in which it is earned, regardless of the time of receiving the money.

The Fund’s income is classified into other income from operating activities, income from financing activities and income from investing activities. Insurance contributions of the Fund’s insurers are attributed to other income from operating activities.

According to 11 PSAFRS ‘Expenses’, expenses are recognised and recorded in the accounting during the period in which they are incurred – when income related to them is earned, services are provided, actions are carried out in performing the assigned functions, regardless of the time of spending the money and when their value can be reliably estimated.

Normally, the amount of expenses is measured at the consideration paid or payable, including value added tax. The Fund’s expenses are attributed to other costs of services of the operating activities. Expenses of the Fund include insurance compensations, administrative expenses, financing and investing activity expenses, etc.

The amount of expenses is measured at the consideration paid or payable, including value added tax. The Fund’s expenses are attributed to other costs of services of the operating activities.

The estimate of income and expenses of the Fund is approved by the institution implementing the rights and obligations of the owner of the Company – the Ministry of Finance of the Republic of Lithuania. The estimate of administrative expenses is approved by the Council of the Company.

## 2.9 Foreign currency

Requirements for the accounting of foreign currency transactions are established in 21 PSAFRS 'Foreign currency transactions'. Upon initial recognition, foreign currency transactions are recorded in the accounting at the official exchange rate of the transaction day.

## 2.10 Accounting of the closing of period

When all operations of the financial year are recorded, all accounts of income and expenses are closed. The balances of the last day of the financial year of all accounts of income and expenses are transferred to the account of 'Accumulated surplus or deficit' on the last day of the financial year. The current year's surplus or deficit is the surplus generated or the deficit incurred by the Fund in the current year. At the beginning of the financial year, the previous year's surplus or deficit is recognised as the accumulated surplus or deficit of the previous year.

## 2.11 Use of estimates in preparing financial statements

According to 18 PSAFRS 'Provisions, contingent liabilities, contingent assets and events after the balance sheet date' and in preparing financial statements certain assumptions and estimates are revised which influence the presented amounts of assets, liabilities, income and expenses, as well as the disclosure of contingencies when the circumstances on the basis of which the estimate was made change or when additional information becomes available or other events occur. The result of change in such estimates is recorded in financial statements when it is established, presenting the information in the explanatory notes.

## 3. Explanatory notes

### Note 1. Financial assets

Financial assets are attributed to financial assets held-to-maturity.

Table 1. Information on changes in held-to-maturity financial assets

Seq. No	Financial asset	Book value at the beginning of the reporting period	During the reporting period								Book value at the end of the reporting period
			Purchased (at acquisition cost)	Sold (at book value at the moment of sale)	Transferred to (from) another group of financial assets	Amortisation amount	Effects of exchange rate changes	Cash receipts	Write-off	Devaluation	
1	2	3	4	5	6	7	8	9	10	11	12
<b>1.</b>	<b>Long-term financial assets and granted loans</b>	<b>546,948</b>			<b>41,686</b>	<b>(9,279)</b>					<b>382,227</b>
1.1.	Granted loans										
1.2.	Bonds	546,948			41,686	(9,279)					382,227
1.3.	Notes										
1.4.	Other non-equity securities										
	Long-term deposits										
<b>2.</b>	<b>Short-term financial assets and granted loans</b>	<b>202,935</b>			<b>-41,686</b>	<b>(5,807)</b>		<b>(197,128)</b>			<b>155,442</b>
2.1.	Granted loans										
2.2.	Bonds	202,935			-41,686	(5,807)		(197,128)			155,442
2.3.	Notes										

2.4.	Other non-equity securities									
2.5.	Short-term deposits									
<b>3.</b>	<b>Total</b>	<b>749,883</b>			-	<b>(15,086)</b>		<b>(197,128)</b>		<b>537,669</b>

Table 2. Data on the Fund's investments in GSs (bonds) of Lithuania and Latvia

GS (ISIN No)	Redemption date	Coupon amount	Portfolio share	GS quantity, units	Nominal value per unit, in EUR	Nominal value	Book value as at 31 12 2017, in EUR
LT0000605149	31 10 2018	2.60%	33.99%	14,479,041	0.01	144,790	146,581
LT0000607053	28 03 2018	5.20%	0.75%	319,347	0.01	3,194	3,353
LT0000610065	28 02 2023	4.10%	20.32%	8,655,884	0.01	86,559	93,893
LT0000607087	03 10 2020	3.40%	44.94%	19,140,925	0.01	191,409	209,193
LT0000630014	20 05 2018	0.30%	0.00%	55	100.00	5,500	5,508
LT0000630022	30 03 2019	0.60%	0.00%	110	100.00	11,000	11,058
LV0000570125	21 11 2019	1.88%	0.00%	66	1,000.00	66,000	68,083
<b>Total:</b>			<b>100,00%</b>	<b>42,595,428</b>	-	<b>508,452</b>	<b>537,669</b>

## Note 2. Prepayments

There were no prepayments as at 31 December 2017.

## Note 3. Cash and cash equivalents

The Fund's proceeds are held in a separate bank account. Claims according to the Company's obligations may not be levied on these proceeds. As at 31 December 2017, the Fund's cash balance in the bank account was EUR 2,082,256 (Table 3).

Table 3. Data on balance of cash and cash equivalents

Seq. No	Item	31 12 2017	31 12 2016
1	2	3	
1.	<b>Cash from the State Budget</b>		
2.	<b>Cash from the municipal budget</b>		
3.	<b>Other cash and cash equivalents</b>	<b>2,082,256</b>	<b>1,801,893</b>
3.1.	Cash with banks	2,082,256	1,801,893
3.2.	Deposits of up to 3 months		
3.3.	Other cash equivalents		
4.	<b>Total cash and cash equivalents</b>	<b>2,082,256</b>	<b>1,801,893</b>
5.	<b>Of which proceeds of resource funds</b>	<b>2,082,256</b>	<b>1,801,893</b>

## Note 4. Short-term liabilities

As at 31 December 2017, the amount of short-term liabilities totalled EUR 549; this is the debt to the Company for the administration of the Fund.

Table 4. Data on certain short-term payables

Seq. No	Item	31 12 2017	31 12 2016
1	2	3	4
1.	Payable subsidies, grants and financing amounts		
2.	Liabilities related with employment relations		
3.	Trade payables		
4.	Accrued payables		
<b>5.</b>	<b>Other short-term liabilities</b>	<b>549</b>	<b>0</b>
5.1	Payable taxes on operations		
5.2	Received prepayments		
5.3	Other payables	549	0
<b>6.</b>	<b>Book value of certain short-term payables (1+2+3+4+5)</b>	<b>549</b>	<b>0</b>

### Note 5. Accumulated surplus and deficit

The 'Accumulated surplus or deficit' of EUR 2,619,376 is calculated by adding up the amount of surplus of EUR 67,453 of the 'Surplus or deficit of the current year' and the amount of surplus of EUR 2,551,923 of the accumulated 'Surplus or deficit of the previous year'.

Balances of the last day of the financial year of all income and expense accounts are carried forward to the account of 'Surplus or deficit of the current year' on the last day of the financial year. The amount of EUR 67,453 of the 'Surplus or deficit of the current year' is calculated by deducting from (adding to) the total amount of income from operating activities of EUR 61,346 (see Note 6) operating activities' expenses of EUR 1,000 (see Note 7) and adding the financing and investing activity result of EUR 7,107 (see Note 8).

### Note 6. Operating activity income

As at 31 December 2017, liabilities to investors were insured by 6 commercial banks, the Lithuanian Central Credit Union, 6 financial brokerage firms and 10 management companies. The calculated amount of insurance contributions of the deposit insurance system participants was EUR 61,346.

Table 5. Operating activity income

Seq. No	Item	31 12 2017	31 12 2016
1	2	3	
<b>1.</b>	<b>Calculated operating activity income</b>		
<b>2.</b>	<b>Other operating activity income transferrable into the Budget</b>		
<b>3.</b>	<b>Other operating activity income:</b>	<b>61,346</b>	<b>61,160</b>
3.1.	<i>Insurance contributions of financial brokerage firms</i>	20,052	19,111
3.2.	<i>Insurance contributions of management companies</i>	7,812	9,601
3.3.	<i>Insurance contributions of banks</i>	30,586	29,486
3.4.	<i>Insurance contributions of the Lithuanian Central Credit Union</i>	2,896	2,896
3.5.	<i>Other income</i>		66

### Note 7. Operating activity expenses

In 2017, the costs of administration of the Fund totalled EUR 1,000.

Table 6. Operating activity expenses

Seq. No	Item	31 12 2017	31 12 2016
1	2	3	
1.	Depreciation and written-off amounts		
2.	Social benefits		
3.	Financing		
4.	Other:	(1,000)	(60)
4.1.	Administration expenses of the Fund	(1,000)	(60)
	<b>Operating activity expenses</b>	<b>(1,000)</b>	<b>(60)</b>

### Note 8. Surplus or deficit from operating activities

The surplus from operating activities, i.e. EUR 60,346 is calculated by deducting from the amount of EUR 61,346 of the operating activity income the amount of the operating activity expenses of EUR 1,000.

### Note 9. Financing and investing activity result

In 2017, interest income from investments of the Fund into Government securities amounted to EUR 17,900, and calculated income from penalties of the insurance system participant was EUR 265.

Amortisation of securities was EUR 10,937 and the Fund's investment expenses – EUR 121.

Table 7. Financing and investing activity income and expenses

Seq. No	Item	31 12 2017	31 12 2016
1	2	3	
<b>1.</b>	<b>Financing and investing activity income</b>	<b>18,165</b>	<b>18,029</b>
1.1.	Gains from exchange rate changes		
1.2.	Income from fines and penalties	265	12
1.3.	Interest income	17,900	18,017
1.4.	Dividends		
1.5.	Other financing and investing activity income		
1.6.	Transferable financing and investing activity income		
<b>2.</b>	<b>Financing and investing activity expenses</b>	<b>(11,058)</b>	<b>(422)</b>
2.1.	Loss from changes in exchange rate		
2.2.	Expenses on fines and penalties		
2.3.	Interest expenses	(10,937)	
2.4.	Other financing and investing activity expenses:	(121)	(422)
2.4.1.	Investing expenses	(121)	(422)
<b>3.</b>	<b>Financing and investing activity result (1 - 2)</b>	<b>7,107</b>	<b>17,607</b>

### Note 10. Rights and obligations not reflected in the statement of financial position

Acting in observance of provisions of 18 PSAFRS, the Company carried out the assessment of the contingency of receivable and payable debts / assets of the Fund and did not identify any such the rights and obligations.

### Note 11. Events after the balance sheet date

After the end of the financial year until approval of these financial statements there were no events after the balance sheet date, except for those referred to above, that could influence the financial statements or should be disclosed in the financial statements as of 31 December 2017.

Director

Aurelija Mažintienė

Acting Chief Accountant

Laima Tankevičiūtė