

STATE COMPANY
DEPOSIT AND INVESTMENT INSURANCE
(INDĖLIŲ IR INVESTICIJŲ DRAUDIMAS)

DEPOSIT INSURANCE FUND
ANNUAL FINANCIAL STATEMENTS
2020

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KEY INFORMATION ABOUT THE COMPANY ADMINISTRATING DEPOSIT INSURANCE FUND

Company name: SC Deposit and Investment Insurance (Indėlių ir investicijų draudimas)

Authorised capital: EUR 8 995 358

Registration date: 16-12-1996

Corporate code: 110069451

Institution implementing rights and

obligations of the owner: Ministry of Finance of the Republic of Lithuania

Registered office address: Algirdo St. 31, LT-03219, Vilnius

Legal form: State Company

Data collected and stored in: Registry of Legal Entities

Registration date of the current

Articles of Association: 15-07-2019

Telephone: (8-5) 213 56 57

E-mail: idf@idf.lt

Website: www.iidraudimas.lt

Management bodies of the company: Company's Board and Director

As at 31 December 2020, Company's Board consisted of five members:

Chairwoman of the Board: Vilma Mačerauskienė, Director of the Financial Markets Policy Department of the Ministry of Finance;

Deputy Chairwoman of the Board: Lina Frejutė, Project Management Division Adviser of the Ministry of Finance;

Members of the Board: Audrutė Dziskienė, Credit and Payment Markets Division Adviser of the Financial Markets Policy Department of the Ministry of Finance;
Renata Bagdonienė, Director of the Banking and Insurance Companies Supervision Department of the Bank of Lithuania;
Gediminas Šimkus, Board Member of the Bank of Lithuania.

Director of the Company: Aurelija Mažintienė.

Bank: SEB Bankas PC

DEPOSIT INSURANCE FUND

Administrated by State Company Indėlių ir investicijų draudimas, corporate code 110069451
Algirdo St. 31, LT-03219 Vilnius. Data are collected and stored in the Register of Legal Entities

STATEMENT OF FINANCIAL POSITION 31 DECEMBER 2020

02.02.2020

Year 2020

Presented in the currency and accuracy of euros

No.	ITEMS	Note No.	31.12.2020	31.12.2019
A.	FIXED ASSETS		141 838 585	126 817 040
I.	Intangible assets			
II.	Tangible fixed assets			
III.	Long-term financial assets	1,2	141 838 585	126 817 040
IV.	Other fixed assets			
B.	BIOLOGICAL ASSETS			
C.	CURRENT ASSETS		65 809 986	78 349 039
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.	Advance payments	3	837 480	1 228 976
III.	Amounts receivable within one year	4	23 137 175	19 137 080
III.1	Short-term financial receivables			
III.2	Receivable taxes and social contributions			
III.3	Funding receivables			
III.4	Receivables for the use of assets, sold goods, assets, and services			
III.5	Accumulated receivables			
III.6	Other receivables		23 137 175	19 137 080
IV.	Short-term investments		5 999 847	0
V.	Cash and cash equivalents	5	35 835 484	57 982 983
	TOTAL ASSETS:		207 648 571	205 166 079

No.	Items	Note No.	31.12.2020	31.12.2019
D.	FINANCING AMOUNTS			
I.	From the state budget			
II.	From the municipal budget			
III.	From the EU, foreign countries, and international organisations			
IV.	From other sources			
E.	LIABILITIES		2 775 202	1 379 655
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	6	2 775 202	1 379 655
II.1	Long-term provisions (current year's share) and short-term provisions			
II.2	Long-term liabilities (current year's share)			
II.3	Short-term financial liabilities			
II.4	Payable subsidies, grants, and financing amounts			
II.5	Amounts payable to the European Union 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		2 718 593	1 351 655
II.11	Other short-term liabilities		56 609	28 000
F.	NET ASSETS		204 873 369	203 786 424
I.	Reserves			
II.	Effects of the equity method			
III.	Accrued surplus or deficit	7	204 873 369	203 786 424
III.1	Surplus or deficit of the current year		1 086 945	10 130 823
III.2	Surplus or deficit of the previous year		203 786 424	193 655 601
	TOTAL FINANCING AMOUNTS, LIABILITIES, AND NET ASSETS:		207 648 571	205 166 079

Director

Aurelija Mažintienė

Chief Accountant

Laima Tankevičiūtė



DEPOSIT INSURANCE FUND

Administrated by State Company Indėlių ir investicijų draudimas, corporate code 110069451
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STATEMENT OF OPERATING RESULTS 31 DECEMBER 2020

02.02.2021

Year 2020

Presented in the currency and accuracy of euros

No.	Items	Note No.	31.12.2020	31.12.2019
A.	INCOME FROM OPERATING ACTIVITIES		12 646 622	11 224 846
I.	FINANCING INCOME			
II.	INCOME FROM TAXES AND SOCIAL CONTRIBUTIONS			
II.1.	Net income from taxes			
II.1.1.	Income from taxes			
II.1.2.	Amount of transferrable taxes			
II.2.	Net income from social contributions			
II.2.1.	Income from social contributions			
II.2.2.	Amount of transferrable social contributions			
III.	OTHER INCOME FROM OPERATING ACTIVITIES	8	12 646 622	11 224 846
III.1.	Other income from operating activities		12 646 622	11 224 846
III.2.	Amount of other transferrable income from operating activities			
B.	EXPENSES FROM OPERATING ACTIVITIES	9	(11 622 843)	(1 155 116)
I.	AMOUNTS DEPRECIATED AND WRITTEN-OFF		(8 518 982)	
II.	SOCIAL BENEFITS			
III.	FINANCING			
IV.	OTHER		(3 103 861)	(1 155 116)
C.	SURPLUS OR DEFICIT IN OPERATING ACTIVITIES	10	1 023 779	10 069 730
D.	RESULTS FROM OTHER ACTIVITIES			
I.	OTHER OPERATING INCOME			
II.	OTHER OPERATING INCOME TRANSFERRABLE TO THE BUDGET			
III.	OTHER OPERATING EXPENSES			
E.	RESULTS FROM FINANCING AND INVESTING ACTIVITIES	11	63 166	61 093
F.	EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND OF CORRECTION OF MATERIAL ACCOUNTING ERRORS			
G.	NET SURPLUS OR DEFICIT BEFORE THE EFFECT OF EQUITY METHOD			
H.	EFFECTS OF EQUITY METHOD			
I.	NET SURPLUS OR DEFICIT		1 086 945	10 130 823

Director

Aurelija Mažintienė

Chief Accountant



Laima Tankevičiūtė

DEPOSIT INSURANCE FUND

Administrated by State Company Indėlių ir investicijų draudimas, corporate code 110069451
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STATEMENT OF CHANGES IN NET ASSETS 31 DECEMBER 2020

02.02.2021

Year 2020

Presented in the currency and accuracy of euros

No.	Items	Note No.	Attributable to the parent entity					Total	Minority interest
			Stakeholders equity	Fair value reserve	Other reserves	Effects of equity method	Accrued surplus or deficit before the effects of equity method		
1	2	3	4	5	6	7	8	9	10
1.	Carrying amount as at 31 December 2018						193.655.601	193.655.601	
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 reserve increase (decrease)								
5.	Other created reserves								
6.	Other used reserves								
7.	Increase (decrease) amounts of stakeholders' equity								
8.	Net surplus or deficit of the reporting period						10.130.823	10.130.823	
9.	Carrying amounts as at 31 December 2019						203.786.424	203.786.424	
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 reserve increase (decrease)								
13.	Other created reserves								
14.	Other used reserves								
15.	Increase (decrease) amounts of stakeholders' equity								
16.	Net surplus or deficit of the reporting period	7					1.086.945	1.086.945	
17.	Carrying amount as at 31 December 2020						204.873.369	204.873.369	

Director

Aurelija Mažintienė

Chief Accountant

Laima Tankevičiūtė

DEPOSIT INSURANCE FUND

Administrated by State Company Indėlių ir investicijų draudimas, corporate code 110069451
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CASH FLOW STATEMENT 31 DECEMBER 2020

02.02.2021

Year 2020

Presented in the currency and accuracy of euros

No.	Items	Note No.	31.12.2020	31.12.2019
1	2	3	4	5
A.	CASH FLOWS FROM OPERATING ACTIVITIES		24 504 200	45 515 955
I.	Inflows	12	25 895 496	49 074 791
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.	From provided services			
I.5.	Received interest			
I.6.	Other inflows:		25 895 496	49 074 791
II.	Transferred funds			
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 and resources			
II.5.	To public sector entities			
II.6.	To other entities			
III.	Payments		(1 391 296)	(3 558 836)
III.1.	Social payments			
III.2.	Other services acquired		(765 637)	(750 589)
III.3.	Interest paid			
III.4.	Other payments:		(625 659)	(2 808 247)
B.	CASH FLOWS FROM INVESTING ACTIVITIES		(46 651 699)	(37 818 568)
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		(46 931 811)	(37 922 055)
IV.	Disposal of long-term financial assets			
V.	(Increase) decrease in time deposits			
VI.	Received dividends			
VII.	Other cash flows from investing activities		280 112	103 487
C.	CASH FLOWS FROM FINANCING ACTIVITIES			
I.	Inflows from taken loans			
II.	Repayment of loans			
III.	Other cash flows from financing activities			
D.	EFFECTS OF EXCHANGE RATE CHANGES ON CARRYING AMOUNT OF CASH AND CASH EQUIVALENTS			
	Increase (decrease) in cash and cash equivalents		(22 147 499)	(7 697 387)
	Cash and cash equivalents at the beginning of the reporting period	5	57 982 983	50 285 596
	Cash and cash equivalents at the end of the reporting period	5	35 835 484	57 982 983

Director

Aurelija Mažintienė

Chief Accountant

Laima Tankevičiūtė

DEPOSIT INSURANCE FUND

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EXPLANATORY NOTES 31 DECEMBER 2020

1. General Section

State Company Indėlių ir investicijų draudimas (hereinafter – the Company) administers the Deposit Insurance Fund (hereinafter – the Fund) in accordance with the Statute No. XII-2054 of 19 November 2015 (hereinafter – the Statute) amending the Statute on Insurance of Deposits and Liabilities to Investors of the Republic of Lithuania No. IX-975 of 19 November 2015, which entered into force on 3 December 2015.

The Fund is not considered a legal entity. The Company administers it and operates on the Fund's behalf, carries out accounting tasks and prepares financial statements. The Company is a state company set up using state assets in accordance with the procedure established by the legislation. The institution exercising the rights and obligations as the Company's owner is the Ministry of Finance of the Republic of Lithuania.

The Fund is a fund that accumulates assets to pay deposit insurance payments in accordance with the Statute.

Participants of the Deposit Guarantee Scheme (Article 11(1) of the Statute in effect at the time of preparing the financial statements):

- banks established in the Republic of Lithuania, including branches of these banks that are established in Lithuania and other member states;
- third-country banks that have established branches in the Republic of Lithuania when deposits held in these banks are not insured or their protection is not guaranteed in other ways under the legislation of the third country whose jurisdiction applies to the bank that has established the branch;
- third-country banks that have established a branch in the Republic of Lithuania when deposits held in these banks are insured (compensated) or their protection is guaranteed in other ways under the legislation of the third country, but the Company's Board determines that such deposit insurance (compensation) or other conditions guaranteeing their protection are less favourable than established in the Statute on Insurance of Deposits and Liabilities to Investors;
- credit unions and the Central Credit Unions established in the Republic of Lithuania.

The Fund's resources are comprised of the following (Article 16(3) of the Statute in effect at the time of preparing the financial statements):

- regular (*ex ante*) contributions of deposit insurance, including payment obligations of the Deposit Guarantee Scheme participants to the Deposit Insurance Fund and special (*ex post*) contributions of deposit insurance;
- resources and/or assets received from an insolvent Deposit Guarantee Scheme participant during bankruptcy proceedings in accordance with the procedure set forth by the legislation;
- resources received after the recovery of the funds used in the financing of resolution measures of financial sector entities (hereinafter – resolution) under the Law on Financial Sustainability of the Republic of Lithuania;
- income from investing the resources of the Deposit Insurance Fund;
- other resources.

Deposit Insurance Fund's resources are used for (Article 16(4) of the Statute in effect at the time of preparing the financial statements)

- deposit insurance compensations;
- financing of resolution tools as set forth in Article 46 of the Statute;
- financing of the transfer of assets, rights, transactions, and liabilities of a credit union in accordance of Article 47 of the Statute;
- covering the costs of administration of the Fund.

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

- collecting and accumulating deposit insurance contributions;
- calculating and paying deposit insurance compensations;

- investing the resources of the Deposit Insurance Fund;
- handling the accounting of the Fund, preparing financial statements and estimates of income and expenses, and submitting them for approval to the institution exercising the rights and obligations of the insurance company;
- supervising the compliance of the Deposit Guarantee Scheme's participants with the requirements established by the Statute and its respective legislation;
- assessing the terms and conditions of deposit or liability to investors insurance (compensation) or any other security provided by credit institutions, financial brokerage firms and management companies of third countries that establish branches in the Republic of Lithuania;
- carrying out risk assessment of the Deposit Insurance Fund;
- cooperating and exchanging information with the Deposit Guarantee Scheme administrators and supervisory authorities of other member states and third countries, as well as the European Banking Authority;
- conducting stress testing of the Deposit Guarantee Scheme in drastic economic scenarios;
- performing other functions provided for in the Statute and other legislation.

2. Summary of relevant accounting principles

The key accounting principles employed in preparing the Fund's financial statements for the year ended 31 December 2020 are as follows:

2.1. Form of financial statements

Fund's financial statements of 2020 are 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 2020.

Fund's financial year corresponds to the calendar year.

2.2. Financial statement compliance with standards

Fund's financial statements for the year 2020 were prepared separately according to PSAFRS, as provided for in Article 45(1) of the Statute.

2.3. Reporting currency

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

2.4. Financial assets

According to PSAFRS 17 Financial Assets and Financial Liabilities, in the financial position statement, the amounts of advance payments are presented at net value after deducting the value impairment from the acquisition cost.

Fund's investments are made in accordance with the Statute, the Company's Articles of Association, the Rules of the Insurance Fund of Liabilities to Investors that have been approved by the Company's Board, as well as other relevant legislation. The Fund's investments into deposits and Government securities are based on security, liquidity, and profitability criteria.

Held-to-maturity investments are accounted for as long-term financial assets, unless their maturity does not exceed twelve months from the balance sheet date. All acquisitions and sales of investments are recognised on the day of their purchase or sale. Upon acquisition, investments are accounted for at their acquisition value, which is equal to the fair value of the payment, exclusive of the transaction conclusion costs.

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

The difference between the acquisition cost and nominal value of GSs – discount or premium – is amortised evenly during the period from acquiring them until their maturity, and the acquisition cost of GSs is increased (reduced)

by the amortised discount (premium) amount by also increasing (reducing) interest income, respectively. Coupon income is recognised on accrual basis and included in the interest income and in the value of GSs. The share of amortisation attributable to the reporting period is recognised in the Operating Results Statement under the item Interest from Financing and Investing Activities.

Government securities reaching maturity within one year of the financial statement date are accounted for in the line 'Short-term investments' of the Financial Position Statement's item 'Other current assets'. Those reaching maturity after one year or later are accounted for in the line 'Other financial assets' of the Financial Position Statement's item 'Financial fixed assets'.

2.5. Receivables

According to PSAFRS 17 Financial Assets and Financial Liabilities, upon initial recognition, receivables are accounted for at their acquisition cost. Financial assets are accounted for where the public sector entity receives or acquires the right to receive money and other financial assets.

2.6. Cash and cash equivalents

According to PSAFRS 17 Financial Assets and Financial Liabilities, cash and cash equivalents are comprised of cash held in the Fund's bank account. Fund's cash is kept in a separate bank account.

In the cash flow statement, cash and cash equivalents are comprised of cash in bank accounts and other short-term, highly liquid investments.

2.7. Debt liabilities

According to PSAFRS 17 Financial Assets and Financial Liabilities, the Fund's debt is recognised at the acquisition cost. Debts are classified as long-term when the financing agreement concluded before the date of financial statements approval demonstrates that the liability was long-term in its nature on the balance sheet.

2.8. Recognition of income and expenses of the Fund

The Fund's income and expenses are accounted for and presented in the financial statements according to the principle of income and expenses accrual.

According to PSAFRS 10 Other Income, the Fund's income is recognised, accounted for, and presented in the financial statements in the reporting period in which it is earned, regardless of when the money is received.

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 participants are attributed to other income from operating activities.

According to PSAFRS 11 Expenses, expenses are recognised and accounted for during the period in which they are incurred, i.e. when the respective income is earned, services are provided, and actions are carried out when performing the assigned functions, regardless of the time when the money is spent and when their value can be assessed reliably.

The amount of expenses, as a rule, is measured at the paid or payable amount of money, inclusive of value added tax. Fund's expenses are attributed to other costs of services of the operating activities. Fund's expenses include insurance compensations, administration expenses, financing and investing activity expenses, etc.

The estimate of income and expenses of the Fund is approved by the institution exercising the rights and obligations of the Company's owner, i.e. the Ministry of Finance of the Republic of Lithuania. The estimate of administrative expenses is approved by the Board of the Company.

2.5. Foreign currency

PSAFRS 21 Foreign Currency Transactions establishes the requirements for the accounting of foreign currency transactions. Upon initial recognition, foreign currency transactions are accounted for at the official exchange rate of the date of transaction.

2.10. Closing period accounting

After accounting for all operations of the financial year, all income and expenses accounts are closed. The carrying amount of the last day of the financial year of all income and expenses accounts are accounted for in the line Accumulated surplus and deficit on the last day of the financial 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 when preparing financial statements

PSAFRS 18 Provisions, Contingent Liabilities and Assets, and Events after the Balance Sheet Date requires making certain assumptions and estimates when preparing financial statements that influence the presented amounts of assets, liabilities, income and expenses, and the disclosure of contingencies, where circumstances change, additional information emerges, or other events occur that were previously used to make the evaluation. The results of changes in such estimates are accounted for in the financial statements when it is identified. Relevant information is given in the explanatory notes.

3. Explanatory notes

Note 1. Long-term financial assets (share of the credit claim receivable after one year and within one year)

The Company, acting on behalf of the Fund, is part to the following bankruptcy proceedings:

1. Bankruptcy of BAB bankas SNORAS. The insured event was declared on 24 November 2011. The disbursement of insurance compensations started on 14 December 2011, i.e. after 15 business days following the date of the insured event. EUR 1.19 billion were disbursed to the depositors of this insure; the Company had borrowed the larger part of this amount (EUR 899.64 million) from the Ministry of Finance of the Republic of Lithuania. By 31 December 2020, the Company succeeded in recovering EUR 847.97 million from these bankruptcy proceedings.
2. Bankruptcy of BAB Ūkio bankas. The insured event was declared on 18 February 2013. The Company participated in the financing of the transfer of assets, rights, transactions, and obligations of AB Ūkio bankas to AB Šiaulių bankas. The amount of EUR 269.25 million was used for the purpose. The company borrowed the larger part of this amount (EUR 231.45 million) from the Ministry of Finance of the Republic of Lithuania. By 31 December 2020, the Company succeeded in recovering EUR 52.96 million from these bankruptcy proceedings;
3. Bankruptcy of Credit Union Nacionalinė kredito unija. The insured event was declared on 24 January 2013. The amount of insurance compensations was EUR 34.84 million. By 31 December 2020, the amount of EUR 19.61 million was recovered from these bankruptcy proceedings;
4. Bankruptcy of the Credit Union Švyturio taupomoji kasa. The insured event was declared on 24 January 2013. The insurance compensations to depositors amounted to EUR 5.04 million. By 31 December 2020, the amount of EUR 3.30 million was recovered from these bankruptcy proceedings;
5. Bankruptcy of the Credit Union Laikinosios sostinės kreditas. The insured event was declared on 9 May 2013. The insurance compensations to depositors amounted to EUR 6.67 million. By 31 December 2020, the amount of EUR 2.20 million was recovered from these bankruptcy proceedings;
6. Bankruptcy of the Credit Union Vilniaus taupomoji kasa. The insured event was declared on 17 January 2014. The amount of insurance compensations was EUR 64.08 million. By 31 December 2020, the amount of EUR 42.98 million was recovered from these bankruptcy proceedings.
7. Bankruptcy of the Credit Union Naftininkų investicijos. The insured event was declared on 30 April 2014. The amount of insurance compensations was EUR 3.43 million. By 31 December 2020, the amount of EUR 1.63 million was recovered from these bankruptcy proceedings.
8. Bankruptcy of the Credit Union Amber. The insured event was declared on 20 September 2016. The insurance compensations amounted to EUR 19.97 million. By 31 December 2020, the amount of EUR 15.10 million was recovered from these bankruptcy proceedings.
9. Bankruptcy of the Credit Union Žemaitijos išdas. The insured event was declared on 7 March 2017. The amount of insurance compensations was EUR 1.63 million. By 31 December 2020, the amount of EUR 1.03 million was recovered from these bankruptcy proceedings.
10. Bankruptcy of the Credit Union Pajūrio kredito unija. The insured event was declared on 17 March 2017. The amount of insurance compensations was EUR 2.15 million. By 31 December 2020, the amount of EUR 1.03 million was recovered from these bankruptcy proceedings.

11. Bankruptcy of the Credit Union Baltija. The insured event was declared on 25 September 2017. The amount of insurance compensations was EUR 11.53 million. By 31 December 2020, the amount of EUR 4.66 million was recovered from these bankruptcy proceedings.
12. Bankruptcy of the Credit Union Namų kredito unija. The insured event was declared on 25 September 2017. The amount of insurance compensations was EUR 1.38 million. By 31 December 2020, the amount of EUR 0.73 million was recovered from these bankruptcy proceedings.
13. Bankruptcy of the Credit Union Vilniaus kreditas. The insured event was declared on 10 November 2017. The amount of insurance compensations was EUR 20.36 million. By 31 December 2020, the amount of EUR 13.50 million was recovered from these bankruptcy proceedings.
14. Bankruptcy of the Credit Union Centro taupomoji kasa. The insured event was declared on 16 January 2018. The amount of insurance compensations was EUR 10.56 million. By 31 December 2020, the amount of EUR 8.07 million was recovered from these bankruptcy proceedings.
15. Bankruptcy of the Credit Union Taupkasė. The insured event was declared on 13 February 2018. The insurance compensations amounted to EUR 18.68 million. By 31 December 2020, the amount of EUR 15.43 million was recovered from these bankruptcy proceedings.

Table 1. Cash inflows to the Fund from asset realisation of bankrupt credit institutions as predicted by bankruptcy administrators and additionally estimated by the Company as at 31.12.2020, EUR

No.	Credit Institution	Receivables after one year	Receivables within one year	Total
1	2	3	4	5
1.	BAB bankas SNORAS	50 878 640	14 421 360	65 300 000
2.	BAB Ūkio bankas	0	1 000 000	1 000 000
3.	BCC CU Vilniaus taupomoji kasa	0	270 000	270 000
4.	BCC Nacionalinė kredito unija	0	0	0
5.	BCC CU Švyturio taupomoji kasa	0	0	0
6.	BCC CU Laikinosios sostinės kreditas	0	0	0
7.	BCU Naftininkų investicijos	0	0	0
8.	BCU Amber	0	100 000	100 000
9.	BCU Namų	0	0	0
10.	BCU Žemaitijos išdas	0	0	0
11.	BCU Baltija	0	2 000 000	2 000 000
12.	BCU Pajūrio	0	0	0
13.	BCU Vilniaus kreditas	0	1 500 000	1 500 000
14.	BCU Centro taupomoji kasa	335 700	630 000	965 700
15.	BCU Taupkasė	0	3 213 874	3 213 874
	Total in 2020:	51 214 340	23 135 234	74 349 574

Cash inflows to the Fund from asset realisation of bankrupt credit institutions as predicted by bankruptcy administrators and additionally estimated by the Company as at 31.12.2019, EUR

1.	BAB bankas SNORAS	74 344 500	4 500 000	78 844 500
2.	BAB Ūkio bankas	0	5 139 000	5 139 000
3.	BCC CU Vilniaus taupomoji kasa	0	585 000	585 000
4.	BCC Nacionalinė kredito unija	0	0	0
5.	BCC CU Švyturio taupomoji kasa	0	0	0
6.	BCC CU Laikinosios sostinės kreditas	0	0	0
7.	BCU Naftininkų investicijos	0	0	0
8.	BCU Amber	0	630 000	630 000
9.	BCU Namų	0	0	0
10.	BCU Žemaitijos išdas	0	0	0
11.	BCU Baltija	0	1 364 639	1 364 639
12.	BCU Pajūrio	0	45 000	45 000
13.	BCU Vilniaus kreditas	0	1 350 000	1 350 000
14.	BCU Centro taupomoji kasa	31 500	2 515 500	2 547 000
15.	BCU Taupkasė	2 577 600	3 006 000	5 583 600
	Total in 2019:	76 953 600	19 135 139	96 088 739

According to the certificates submitted by bankruptcy administrators, these predicted estimates of receivables are likely to generate economic benefits for the public sector entity. Therefore, these assets are accounted for in the Fund's statement of financial position.

Note 2. Long-term financial assets (securities)

Table 2. Details on the changes in held-to-maturity financial assets (securities), EUR

No.	Financial asset	Opening balance 31.12.2019	During 2020								Closing balance 31.12.2020
			Acquired (acquisition cost)	Sold (carrying amount at the	Transferred to (from) another financial assets group	Amortisation. Accrued coupon interest	Effects of currency exchange rates	Cash inflows	Written-off	Depreciated	
1	2	3	4	5	6	7	8	9	10	11	12
1.	Long-term financial assets and granted loans	49 863 440	46 931 811		(5 999 847)	126 348		(297 507)			90 624 245
1.1.	Granted loans										
1.2.	Bonds	49 863 440	46 931 811		(5 999 847)	126 348		(297 507)			90 624 245
1.3.	Notes										
1.4.	Other non-equity securities										
	Long-term time deposits										
2.	Short-term financial assets and granted loans	0	0		5 999 847		0	0			5 999 847
2.1.	Granted loans										
2.2.	Bonds				5 999 847						5 999 847
2.3.	Notes										
2.4.	Other non-equity securities										
2.5.	Short-term time deposits										
3.	Total	49 863 440	46 931 811		0	126 348		(297 307)			96 624 092

Long-term financial assets of the Fund are comprised of the receivable credit claim from bankrupt credit institutions in the amount of EUR 51 214 240 (*Column 2, Table 1*) and EUR 90 624 245 of long-term investments in GSs (*Table 2*).

Note 3. Advance payments

Resources from insurance compensation to depositors of bankrupt credit institutions are transferred to banks, i.e. Insurance Compensation Payment Agents (hereinafter – ICPA), but not yet withdrawn by the depositors and held in their accounts until the expiry of payment agreements. At the end of this period, insurance contributions still held in the banks amounted to EUR 837 480 (*Table 3*).

Table 3. Details on resources disbursed to, but not collected by the depositors that are held in ICPA accounts

No	Item	31.12.2020	31.12.2019
1	2	3	4
1.	Advance payments		
1.6.	Other advance payments	837 480	1 228 976
1.6.1.	Advance for insurance compensations to depositors of BCU Amber	120 285	236 132
1.6.2.	Advance for insurance compensations to depositors of BCU Žemaitijos iždas	3 489	3 597
1.6.3.	Advance for insurance compensations to depositors of BCU Pajūris	21 814	22 012
1.6.4.	Advance for insurance compensations to depositors of Namų BCU	14 760	23 895
1.6.5.	Advance for insurance compensations to depositors of BCU Baltija	47 486	118 657
1.6.6.	Advance for insurance compensations to depositors of BCU Vilniaus	284 984	321 474
1.6.7.	Advance for insurance compensations to depositors of BCU Centro taupomoji kasa	276 557	294 759
1.6.8.	Advance for insurance compensations to depositors of BCU Taupkasė	68 105	208 450
1.7.	Deferred expenses for transfers of non-public sector entities		
2.	Depreciation of advance payments		
3.	Carrying amount of advance payments (1-2)	837 480	1 228 976

Note 4. Amounts receivable within one year

Itemisation of amounts receivable within one year are given in Table 4. They are comprised of the following: EUR 23 135 234 of credit claim share receivable within one year (Note 1, Table 1), other amounts of EUR 1 721 and interest of EUR 220 receivable in accordance with the court rulings.

Table 4. Details on receivables within one year

No.	Item	31.12.2020	31.12.2019
1	2	3	4
1.	Acquisition cost of amounts receivable within one year, total	23 137 175	19 137 080
1.1.	Financing receivables		
1.2.	Receivable taxes and social contributions		
1.3.	Receivables for use of assets, sold goods, assets, and services		
1.4.	Receivables for seized assets, fines, and other penalties		
1.5.	Accrued receivables	23 135 234	19 135 139
1.5.1.	From the budget		
1.5.2.	Other:	23 135 234	19 135 139
1.5.2.1	Receivable credit claims	23 135 234	19 135 139
1.6.	Other receivables	1 941	1 941
1.6.1.	Insurance compensations awarded by court	1 721	1 721
1.6.2.	Interest on insurance compensations awarded by court	220	220
2.	Value impairment of amounts receivable within one year at the		
3.	Carrying amount of amounts receivable within one year (1-2)	23 137 175	19 137 080

Note 5. Cash and cash equivalents

Fund's resources are held in separate bank deposit accounts. As at 31 December 2020, carrying amount of cash in the Fund's bank accounts amounted to EUR 35 835 484 (Table 5).

Table 5. Details on the carrying amount of cash and cash equivalents

No.	Item	31.12.2020	31.12.2019
1	2	3	4
1.	Cash from the state budget		
2.	Cash from the municipal budget		
3.	Other cash and cash equivalents	35 835 484	57 982 983
3.1.	Cash held in banks	35 835 484	57 982 983
3.2.	Deposits reaching maturity within 3 months		
3.3.	Other cash equivalents		
4.	Total cash and cash equivalents	35 835 484	57 982 983
5.	Of which resource funds	35 835 484	57 982 983

Note 6. Short-term liabilities

At the end of the reporting period, Fund's short-term liabilities amounted to EUR 2 775 202, of which:

- **Accumulated payables of EUR 2 718 593 are comprised of:**
 - a) Accumulated payable insurance compensations not withdrawn by depositors and held in commercial bank accounts (ICPA) of EUR 837 480;
 - b) Accrued insurance compensations for inactive shares and bonds of BAB Snoras of EUR 1 566 923;
 - c) Accrued provisions for court cases of EUR 186 062;
 - d) Amount payable to Luminor Bank, fee for safekeeping of securities of EUR 6 656;
 - e) Amount payable to the administering entity (the Company) of EUR 114 949;
- **Other short-term liabilities of EUR 56 609 are comprised of:**
 - a) Advance payments of EUR 56 609; advance payments for insurance contributions of credit institutions (credit unions).

Table 6. Details on the short-term payable amounts

No.	Item	31.12.2020	31.12.2019
1	2	3	4
1.	Payable subsidies, grants, and financing amounts		
2.	Liabilities related to employment relations		
3.	Trade payables		
4.	Accumulated payables	2 718 593	1 351 655
4.1.	Accumulated funding expenses		
4.2.	Accumulated holiday pay expenses		
4.3.	Other accumulated expenses *	837 480	1 228 976
4.4.	Other accumulated payables	1 881 113	122 679
5.	Other short-term liabilities	56 609	28 000
5.1.	Payable taxes on operating activities		
5.2.	Advance payments received	56 609	27 929
5.3.	Other payables		71
6.	Carrying amount of certain short-term payables (1+2+3+4+5)	2 775 202	1 379 655

* Itemisation given in Table 7.

Table 7 gives information about the Fund's disbursed, withdrawn and not withdrawn insurance compensations and related movement. The carrying amount of insurance compensations disbursed but not withdrawn by depositors held with credit institutions at the end of 2020 amounted to EUR 837 480.

Table 7. Insurance compensations disbursed in credit institutions according to payment service agreements

No.	Credit Institution	Balance 31.12.2019	Transferred additionally	Disbursed (withdrawn) insurance compensations	Balance 31.12.2020
1	2	3	4	5	6
1.	BCU Amber	236 132	-	115 847	120 285
2.	BCU Namų	23 895	-	9 135	14 760
3.	BCU Žemaitijos išdas	3 597	-	108	3 489
4.	BCU Baltija	118 657	-	71 171	47 486
5.	BCU Pajūrio	22 012	-	198	21 814
6.	BCU Vilniaus kreditas	321 474	-	36 490	284 984
7.	BCU Centro taupomoji kasa	294 759	-	18 202	276 557
8.	BCU Taupkasė	208 450	-	140 345	68 105
	Total:	1 228 976	-	391 496	837 480

Note 7. Accumulated surplus or deficit

The amount of EUR 204 873 369 in the Accumulated surplus or deficit was calculated as the sum of EUR 1 086 945 in the Surplus or deficit in the current year and of EUR 203 786 424 in the Surplus or deficit in the previous year.

Balances of the last day of the financial year of all income and expense accounts are transferred to the item Surplus or deficit of the current year on the last day of the financial year. The amount in the Surplus or deficit of the current year of EUR 1 086 945 was obtained by deducting the operating activities expenses of EUR (11 622 843) (Note 9) from the total amount of the operating activities income of EUR 12 646 622 (Note 8) and adding the financing and investing activities results of EUR 63 166 (Note 11).

Note 8. Other income from operating activities

As at 31 December 2020, deposit insurance contributions were paid by 10 banks and 62 credit unions. The amount of insurance contributions calculated for the Deposit Guarantee Scheme participants in 2020 amounted to EUR 12.65 million.

According to the Order No. 1K-141 of 19 May 2020 of the Minister of Finance of the Republic of Lithuania, the annual amount of periodic (*ex ante*) deposit insurance contributions payable by all Deposit Guarantee Scheme participants to the Deposit Insurance Fund in the period from 1 July 2020 to 30 June 2021 is EUR 13.32 million. Whereas according to the Order No. 1K-154 of 20 May 2019 of the Minister of Finance of the Republic of Lithuania on Determining the Annual Amount of Periodic (*ex ante*) Deposit Insurance Contributions, the overall annual amount of periodic (*ex ante*) deposit insurance contributions payable by all Deposit Guarantee Scheme participants to the Deposit Insurance Fund in the period from 1 July 2019 to 30 June 2020 was EUR 12.65 million.

Table 8. Income from operating activities

No.	Item	31.12.2020	31.12.2019
1	2	3	4
1.	Calculated income from operating activities		
2.	Other income from operating activities transferrable to the budget		
3.	Other income from operating activities:	12 646 622	11 224 846
3.1.	Calculated insurance contributions by banks	11 918 086	10 602 055
3.2.	Calculated insurance contributions by credit unions	728 536	622 791

Note 9. Expenses from operating activities

Expenses from operating activities amounted to EUR (-)11 622 843. Expenses itemisation is given in Table 9.

Table 9. Expenses from operating activities

No.	Items	31.12.2020	31.12.2019
1.	Amounts depreciated and written-off		
2.	Social benefits		
3.	Financing		
4.	Other	(11 622 843)	(1 155 116)
4.1	Credit claims (amounts received and accrued)	(8 518 982)	10 884
4.1.1	Recalculated credit claim difference	(8 518 982)	10 884
4.2	Accrued insurance compensations	(1 827 276)	(471 284)
4.2.1	Insurance compensations to depositors of BAB bankas SNORAS	(68 062)	(453 852)
4.2.2	Insurance compensations to depositors of bankrupt credit unions	(6 229)	(17 432)
4.2.3	Provision for insurance contributions not yet withdrawn (BAB SNORAS inactive shares and bonds)	(1 566 923)	
4.2.4	Provision according to court rulings	(186 062)	
4.3.	Insurance compensations recovered after 6 years	0	43 173
4.4.	BAB SNORAS procedural interest	(539 606)	(3 020)
4.5	Fee for Fund administration	(736 979)	(734 869)
	TOTAL	(11 622 843)	(1 155 116)

Note 10. Surplus or deficit from operating activities

The operating activities surplus, i.e. the amount of EUR 1 023 779, is calculated as the difference between the income from operating activities of EUR 12 646 622 and operating activities expenses of EUR (11 622 843) (Note 9).

Note 11. Results from financing and investing activities

Income from financing and investing activities in 2020 amounted to EUR 310 066, i.e. GS coupon income from securities (bonds) of EUR 310 055 and penalties of EUR 11. Financing and investing activities expenses were EUR 246 900, including the paid safekeeping of securities of EUR 63 193, amortisation of securities of EUR 183 7070, and fee for the carrying amount in banks of EUR 42 616 (details in Table 10).

Table 10. Income/expenses from financing and investing activities

No	Item	31.12.2020	31.12.2019
1	2	3	4
1.	Income from financing and investing activities	310 066	126 359
1.1.	Profit from changes in exchange rate		
1.2.	Income from fines and penalties	11	
1.3.	Interest income:	310 055	126 359
1.3.1	Interest on securities (GS coupon interest)	310 055	126 359
1.4.	Dividends		
1.5.	Other income from financing and investing activities		
1.6.	Transferrable income from financing and investing activities		
2.	Financing and investing activities expenses	(246 900)	(65 266)
2.1.	Loss from changes in exchange rate		
2.2.	Expenses due to fines and penalties		
2.3.	Interest expenses (GS amortisation)	(183 707)	(55 993)
2.4.	Other expenses from financing and investing activities	(63 193)	(9 273)
2.4.1.	Investment expenses (GS safekeeping fees)	(20 577)	(9 273)
2.4.2.	Fee for carrying amount in banks	(42 616)	
3.	Results from financing and investing activities (1 - 2)	63 166	61 093

Note 12. Inflows

Inflows are comprised of EUR 25 867 899 of which: the amount of EUR 13 220 184 was received in bankruptcy proceedings (Table 11) and the amount of 12 647 715 which is comprised of actually paid insurance contributions.

Table 11. Inflows from administered bankruptcy proceedings in 2020

No.	Item	31.12.2020	31.12.2019
1	2	3	4
1.	BAB Snoras	7 000 000	9 000 000
2.	BAB Ūkio bankas	0	1 200 000
3.	BCU Nacionalinė	0	600 000
4.	BCU Švyturio taupomoji kasa	0	0
5.	BCU Laikinosios sostinės kreditas	0	0
6.	BCU Vilniaus taupomoji kasa	50 000	1 200 000
7.	BCU Amber	0	3 350 000
8.	BCU Žemaitijos išdas	0	60 000
9.	BCU Namų	0	310 000
10.	BCU Pajūrio	0	634 263
11.	BCU Baltija	710 184	484 886
12.	BCU Vilniaus kreditas	700 000	7 000 000
13.	BCU Centro taupomoji kasa	1 570 000	1 400 000
14.	BCU Naftininkų investicijos	0	260 000
15.	BCU Taupkasė	3 190 000	12 280 000
	Total:	13 220 184	37 779 149

Note 13. Rights and liabilities not reflected in the financial position statement

According to PSAFRS 18, the Company assessed the Fund's assets that are defined as assets which are likely to arise from past events and whose actuality will be confirmed only after occurrence or otherwise of such events that are not wholly controlled by the Fund. These contingent assets are not reflected in the statement of financial position.

Table 12 presents credit claims of the Fund with regards to bankrupt credit institutions as per actual data as at 31 December 2021.

Table 12. Rights and liabilities not reflected in the statement of financial position

No.	Credit claim receivable from credit institutions	31.12.2020		31.12.2019	
		Line 2	Line 4	Line 2	Line 4
1	2	3	4	5	6
1.	BAB bankas SNORAS	277 711 169	1 445 887	271 086 857	1 445 887
2.	BAB Ūkio bankas	215 294 768	587 807	211 155 768	587 807
3.	BCU Naftininkų investicijos	1 799 652	569	1 799 652	569
4.	BCU Švyturio taupomoji kasa	1 745 460	677	1 745 460	677
5.	BCU Laikinosios sostinės kreditas	4 459 743	-	4 459 743	-
6.	BCU Nacionalinė kredito unija	15 227 256	-	15 227 256	-
7.	BCU Vilniaus taupomoji kasa	20 843 019	-	20 571 791	-
8.	BCU Amber	4 766 678	50 453	4 236 678	50 453
9.	BCU Žemaitijos išdas	609 620	1 414	609 620	1 414
10.	BCU Pajūrio	1 113 620	2 725	1 068 620	2 725
11.	BCU Namų	651 273	702	651 273	702
12.	BCU Baltija	4 871 739	8 717	6 217 283	8 717
13.	BCU Vilniaus kreditas	5 358 947	18 817	6 208 947	18 817
14.	BCU Centro taupomoji kasa	1 519 306	8 888	1 508 006	8 888
15.	BCU Taupkasė	0	5 827	820 274	5 827
	Total:	555 972 250	2 132 483	547 367 228	2 132 483
	Claim guaranteed by the financial security agreement	-	-	-	-

Note 14. Contingent liabilities

In performing its functions, the Company participates in legal disputes related to the exercise of the Deposit Insurance Fund's claims to pay insurance compensations. Additionally, there are claims with regards to the compensation interest awards and to the renewal of the deadline to receive insurance compensations. According to the data of 31 December 2020, the Company, as a defendant or a third party, was part to 13 incomplete cases where the total sum of the claims was EUR 7.05 million. 7 cases out of the above 13 with claims amounting to EUR 6.86 million are likely to be concluded in favour of the Deposit Insurance Fund. 6 cases with claims amounting to EUR 0.19 million have been postponed.

In addition to the above, as at 31 December 2020, there were no other events after the balance sheet date until the date of these financial statements that would have affected the annual financial statements or should have been disclosed therein.

Director



Aurelija Mažintienė

Chief Accountant

Laima Tankevičiūtė