

**JOINT STOCK COMPANY
TRASTA KOMERCBANKA
FINAL TERMS
OF THE FIRST ISSUES OF BONDS SERIES
TKBEUR01SB
UNDER THE BOND OFFER PROGRAMME**

Bond issue series volume:	EUR 5,000,000 (five million <i>euro</i>)
Number of bonds:	5,000 pcs.
Face value of a single bond:	1,000 <i>euro</i>
Maturity date:	4 December 2021
Annual interest rate:	6.5%

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GENERAL PROVISIONS

These Final Terms contain information about the bonds that will be issued within the scope of the Base Prospectus under the Bond Offer Programme of the Joint Stock Company TRASTA KOMERCBANKA.

The Final Terms are approved according to Issuer's Board meeting minutes No.87 of 20 October 2014.

The information provided in the Final Terms and Base Prospectus shall be read as a whole. All information that is not stipulated in the Final Terms is available in the Base Prospectus. The terms and abbreviations used in the Final Terms are consistent with the terms and abbreviations used in the Base Prospectus.

The Base Prospectus and Final Terms are available on the Issuer's website www.tkb.lv.

In deciding to make an investment in the securities, the Investor should consider the entire information provided in the Base Prospectus and these Final Terms. To evaluate the information, the Investor shall be entitled to independently engage an adviser.

The aim of the Bond issue – to use the obtained proceeds for increasing of Issuer's subordinated capital in accordance with Regulation (EU) No. 575/2013 of the European Parliament and of the Council (June 26, 2013) on prudential requirements for credit institutions and investment firms and amending Regulation (EU) No 648/2012.

The compulsory conditions of the Bond issue, which should be fulfilled, are stated in Article 63 of Regulation (EU) No. 575/2013 of the European Parliament and of the Council (June 26, 2013) on prudential requirements for credit institutions and investment firms and amending Regulation (EU) No 648/2012, and they are as follows:

- The initial maturity of the Bonds shall be at least five (5) years. Investors shall not have the right to require the Issuer to repay the Face value of the Bonds before five years have passed after their issuance.
- The Bonds may be called, redeemed or repurchased prior to their maturity only if prior permission of the FCMC is received and at least five years have passed after their issuance.
- The Issuer, except for the event of Issuer's insolvency or liquidation, cannot call, redeem or repurchase the Bonds prior to the minimum period of five (5) years expires.
- Call options can be exercisable only at the sole discretion of the Issuer.
- Other provisions apply as provided in Article 63 of Regulation (EU) No. 575/2013 of the European Parliament and of the Council (June 26, 2013) on prudential requirements for credit institutions and investment firms and amending Regulation (EU) No 648/2012.

The guarantees according to Deposit Guarantee Law shall not apply to the Bonds. Claims of Investors to the Issuer in connection with the Bonds, in the event of Issuer's insolvency, shall be satisfied after the claims of all other creditors, but before the claims of shareholders are satisfied.

The Issuer shall be entitled not later than three (3) working days prior to the closing of the Public offer to increase the amount of the Bond Issue Series.

If at the close of the Public offer period not all Issuer's bonds are redeemed in full, the Issuer shall have the right to redeem the amount of outstanding bonds.

ISSUE DETAILS

<i>Issuer</i>	Joint Stock Company TRASTA KOMERCBANKA
<i>Bonds issue series number</i>	TKBEUR01SB
<i>Type of securities</i>	dematerialized, transferable securities, without restraint on alienation
<i>Form</i>	Subordinated
<i>Distribution method</i>	Public offer
<i>Face value</i>	EUR 5,000,000 (five million <i>euro</i>)
<i>Number of bonds</i>	5,000 (five thousand)
<i>Face value of a single bond</i>	EUR 1,000 (one thousand <i>euro</i>)
<i>Public offer start date</i>	27 October 2014
<i>Public offer end date</i>	28 November 2014
<i>Bond purchase transaction conclusion date</i>	1 December 2014
<i>Settlement date</i>	4 December 2014
<i>Interest income calculation start date</i>	4 December 2014
<i>Initial placement price</i>	100,00 (one hundred) percent of the Face value
<i>Maturity date</i>	4 December 2021
<i>Premature redemption</i>	Not before 4 December 2019
<i>Type and amount of annual interest rate</i>	Fixed rate, 6,5% (six and five - tenths per cent)per annum
<i>Redemption</i>	Redemption at Face values
<i>LCD</i>	AS „Latvijas Centrālais depozitārijs”
<i>Stock exchange</i>	AS NASDAQ OMX Riga
<i>Investment Brokerage Company</i>	Investment company – according to the FIML – a capital company that provides investment services on a regular and professional basis
<i>Working day</i>	Day in the Republic of Latvia, which is not a day off or holiday and when the LCD and the TARGET2 system is open for transactions

SETTLEMENT UNDER INITIAL PLACEMENT TRANSACTIONS

If parties agree to use the payment method DVP (Delivery versus payment), their payments shall be made on the T +3 day where "T" stands for the day of concluding the Bonds purchase transaction, and "3" is the 3rd (third) working day after the date of concluding the Bonds purchase transaction. On the third working day following the date of Bonds purchase transaction, the Investor shall ensure funds necessary for paying for the purchase of the Bonds in the account opened with the Investment Company that acted as intermediary in concluding the Bond purchase transaction. The Investor and the Investment firm may decide not to use the DVP method if agreed so by the parties to the transaction.

If the Investor and the Investment Company agree not to apply the DVP principle, the Investor shall ensure funds in the account opened with the Investment Company for the payment of purchased Bonds on the date of concluding the Bonds purchase transaction. The Bonds shall be credited to the Investor's account on the Payment date.

CONDITION FOR INTEREST INCOME PAYMENT

1. The interest rate and calculation date (s): 6.5% (six and five-tenths per cent) per annum, the payment is made every six months of each calendar year on 4 June and 4 December, starting from 4 June 2015 until the Maturity Date (including). The Issuer shall make payments of interest income through the LCD and in accordance with the existing rules governing the procedure for payment of income from debt securities. The Interest income calculation date shall be the 5 (fifth) Working day before the interest payment date. If the Interest calculation date and/or income payment date falls on a weekend or holiday, the Interest income shall be paid on the Working day following the respective weekend or holiday. The following day count basis shall be applied to the calculation of Interest income: 180 (one hundred eighty) days in one Interest income period, 360 (three hundred and sixty) days in one year, 30 (thirty) days in one month.
2. The calculation of accrued interest shall be done in accordance with Paragraph 3.5 of the Issuer's Base Prospectus of the Bond Offer Programme.

CONDITIONS FOR REDEMPTION OF ISSUED BONDS

1. Maturity date: 4 December 2021
2. Redemption sum is the Face value.
3. The Issuer shall notify of the Bonds redemption through the Stock Exchange information system, ORICGS and its website www.tkb.lv not later than 4 (four) Working days in advance, specifying the number of Bonds to be redeemed, the amount at Face value and accrued interest amount.
4. The Issuer's call option (Issuer's right to redeem the Bonds prematurely): Available
5. Call option (Early redemption): the Issuer has the right to redeem the Bonds prematurely, but not before 4 December 2019.
6. Early redemption shall be executed for the entire Series volume, partial early redemption of the Series is impossible. The Issuer shall notify of early Bonds redemption through the Stock Exchange information system, ORICGS and its website www.tkb.lv not later than 4 (four) Working days in advance, specifying in the notice the number of Bonds to be redeemed, the amount at Face value and accrued interest amount.
7. The Issuer will provide the redemption through the LCD and according to the LCD rules in force. If the Bond redemption date falls on a weekend or holiday, the income shall be paid on the next Working day after the respective weekend or holiday.

INCOME TAX ON INVESTORS' INCOME

The statutory taxes (duties) specified in the regulatory documents of the Republic of Latvia shall be paid by:

- 1) domestic taxpayers (residents);
- 2) foreign taxpayers (non-residents).

Taxable income: Interest income gained on any debt obligations, government securities, income from bonds or promissory notes, including premiums and bonuses pertaining to such securities, bonds or promissory notes.

The Issuer shall be responsible for withholding and payment of taxes in compliance with the procedures and amounts stated in the regulatory documents of the Republic of Latvia.

The payer of income (Issuer) shall withhold taxes as follows:

- 10% of the interest paid to individuals;
- 5 % of the interest paid to a legal person, if the person is registered in any of the low-tax and tax-free countries or territories mentioned in the regulations of the Cabinet of Ministers of the Republic of Latvia.

The Issuer shall not be responsible for the payment of taxes where the regulatory documents of the Republic of Latvia do not stipulate the Issuer's duty to calculate and withhold taxes before making Interest Income payments.

INCLUSION OF BONDS IN THE REGULATED MARKET

The Issuer is planning to include the issued and actually placed bonds in the regulated market organized by the Stock Exchange.

The Issuer's previous issue, which was admitted to the regulated market

	Straight coupon bonds in EUR
ISIN	LV0000800415
Issue name	JSC Trasta Komerbanka 01/EUR series mortgage bonds
Discount rate (per annum)	-
Coupon rate (per annum)	Floating, EURIBOR 3M + 1,40%
Coupon rate determination date	01.12.2006
Coupon dates	Every quarter, annually on March 1, June 1, September 1 and December 1
Issue date	01.12.2006
Maturity date	01.12.2012

