



Baltic International Bank

JOINT STOCK COMPANY "BALTIC INTERNATIONAL BANK"

Unified Business Identifier: 40003127883
Registered address: Kalēju iela 43, Riga, LV-1050

BONDS OFFER PROGRAMME NO. 2

for bonds issue with total size up to EUR 10,000,000 (ten million euro)
and maturity from 1 to 10 years denominated in EUR, USD and GBP
with fixed or floating interest rate

FINAL TERMS FOR
BONDS OFFER SERIES

CURRENCY

ISSUE SIZE

NOMINAL VALUE
OF A BOND

NUMBER OF BONDS

TYPE AND SIZE
OF INTEREST RATE

MATURITY DATE

Consolidated text with amendments

introduced with the decision of the Board of Joint Stock Company "Baltic International Bank" dated 23 July 2015 (Minutes No. 01-05/29/15)

RIGA,

FINAL TERMS FOR BONDS OFFER SERIES

1. Information on the bonds offer series

The terms and abbreviations in these Final Terms shall have the same meaning as the terms and abbreviations in *Base Prospectus of the Bonds Offer Programme No. 2 for bonds issue with total size up to EUR 10,000,000 (ten million euro) and maturity from 1 to 10 years, denominated in EUR, USD and GBP*, with fixed or floating interest rate (hereinafter – Programme Base Prospectus). The Investor should examine the Final Terms for the Bonds offer series No. “ ” (hereinafter – Series No.) together with the

Programme Base Prospectus. Final Terms for the Series No. is an integral part of the Programme Base Prospectus. In case of contradicting terms in the Programme Base Prospectus and Final Terms for the Series No. , the respective Final Terms for the Series No. shall prevail.

The validity period of the Final Terms for the Series No. shall be the same as the validity period of the Programme Base Prospectus, as specified in Clause 7.1 of the Programme Base Prospectus.

The Programme Base Prospectus and Final Terms for the Series are made available on the Bank’s website www.bib.eu or in the premises of the Bank and the Bank’s customer service centres. Where Bonds of another Series are listed on the Stock Exchange at the time when the Final Terms for this Series are being published, the Final Terms for the Series will be published also on the Stock Exchange website via the Stock Exchange information system and on CSRI.

Decisions on bonds issuance:

- the decision of the Bank’s meeting of shareholders of 30 March 2015 on the Bonds issuance (Minutes No. 10-5/01/2015);
- the decision of the Bank’s Board meeting of 14 May 2015 on the approval of Base Prospectus for the Bonds Offer Programme No. 2 (Minutes No. 01-05/09/15), with amendments introduced with the decision of the Board dated 21 May 2015 (Minutes No. 01-05/20/15), with amendments introduced with the decision of the Board dated 18 June 2015 (Minutes No. 01-05/24/15).
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Issuer of the Bonds	Joint Stock Company “Baltic International Bank”
Type and form of the Bonds	Non-secured debt securities without any extra coverage
Type of the Bonds issue	Primary placement of the Bonds will take place via a public offer; subsequently, to provide secondary market for the Bonds, they will be listed on a regulated market (Stock Exchange)
ISIN code of the Bonds	
Number of the Bonds to be issued	
Currency of the Bonds	
Nominal value of a Bond	
Total size of the Bonds issue	
Minimum purchase size per purchase of the Bonds	
Minimum issue size to declare the issue of the Series of Bonds to be valid	
Type and size of interest rate	
Price at primary placement	% of nominal value
Interest Income period	6 months
Frequency of Interest Income payments, record date and payment date	Frequency of payments: on semi-annual basis. Payment dates: Record date: 5 business days prior to the Interest Income payment date.
Bonds maturity date	
The right to retire the Bonds early	The Bank is entitled to retire early the Bonds which the Bank has purchased on secondary market.
Subscription period to the Bonds and settlement date	Offer start date: Offer end date: Issue date:

FINAL TERMS FOR BONDS OFFER SERIES

The Bank may increase the issue size of the Series No. _____ no later than 3 (three) business days prior to the Bonds offer end date. The Bank will promptly publish any amendments to the Final Terms for the Series No. _____ on the Bank's website www.bib.eu. Where Bonds of another Series are listed on the Stock Exchange at the time when the amendments to the Final Terms for the Series No. _____ are being published, amendments to the Final Terms for the Series No. _____ will be published also on the Stock Exchange website via the Stock Exchange information system and on CSRI.

2. Goal of the offer

The goal of the Series No. _____ is to provide to the Bank's customers an up-to-date financial product which is a more rewarding and flexible alternative to deposits. It is an option to diversify one's investment portfolio and get involved in the Bank's development, aiming to offer innovative solutions to the Bank's customers.

3. Primary placement

At primary placement, the Bonds are made available to the Bank's customers as well as other Investors who have their financial instruments accounts with another investment company.

Where an Investor who is the Bank's customer wishes to purchase the Bonds, he should contact the Bank in one of the following ways:

- by arriving in person and filling out the Bonds Subscription Application form according to the master form appended as Appendix 1 to the Base Prospectus;
- by calling the Bank if the Investor has marked the respective communication channel in the "Application to Brokerage Services" form;
- via internet bank, if the Investor has entered into the "Customer Service Agreement", together with the relevant appendix, with the Bank, and has marked the respective communication channel in the "Application to Brokerage Services" form that has been received and approved by the Bank;

Where an Investor other than the Bank's customer wishes to purchase the Bonds, he should take the following steps:

- the Investor should submit the Bonds buy order to the investment company where the Investor has his financial instruments account;
- The agent of the investment company where the Investor has his financial instruments account shall send the Bonds Subscription Application form via Bloomberg or any other communication channel pre-agreed with the Bank, within the time frame and according to other key terms set forth in the Final Terms for the Series.

The end date of the primary placement of the Bonds is on

The Bank may extend the subscription end date 1 (one) day prior to the Bonds offer end date. The Bank will promptly publish a notification about the extension of the subscription period on the Bank's website www.bib.eu. After the close of the subscription period the Bank may either purchase itself or cancel the non-subscribed Bonds.

More information about the submission of subscription applications as well as any other information related to the Bonds issue is available during the customer service hours (between 9.30 and 17.00 on business days):

by phone: +(371) 67 000 444

in electronic way, by e-mailing the inquiry to: info@bib.eu

by arriving in person to the Bank at the address: Grēcinieku iela 6, Rīga, LV-1050, Latvia

4. Settlement

The Investor is obliged to assure that on the subscription signing and submitting date there are sufficient funds on his current account for purchasing the Bonds, to be credited to the Investor's investment account with the Bank without the Investor's approval. An Investor other than the Bank's customer, in order to purchase the Bonds, should apply to the investment company where the Investor has his financial instruments account.

FINAL TERMS FOR BONDS OFFER SERIES

The settlement date for the Series No. _____ is on _____. The transactions in Bonds purchased in primary placement will be settled on DVP (delivery versus payment) basis.

Calculation and payment of accrued interest

Interest Income will be paid 2 times (twice) per year, i.e.

For the purpose of interest calculation on _____-denominated Bonds, the 30/360 principle will be applied. The Interest Income amount will be calculated as follows:

$CPN = F \times C / 2$, where

CPN – Interest Income amount; F – face (nominal) value of the Bonds; C – annual interest rate.

Where the Interest Income payment date falls on a weekend or on a public holiday in the Republic of Latvia, the Interest Income will be disbursed on the next business day after the holiday. No interest will be calculated and paid for said weekends or public holidays.

Redemption of the Bonds and payment of the principal

The bonds will be redeemed on _____. Simultaneously with redemption of the Bonds, on the Bonds maturity date the Bondholders will be paid the nominal value of the Bonds, i.e., the principal of the Bonds.

Where the Bonds redemption and principal payment date falls on a weekend or on a public holiday in the Republic of Latvia, the Bonds will be redeemed and the principal paid on the next business day after the holiday.

Where the payment of the Interest and the principal of the Bonds is due on the same date, the Interest Income and the principal of the Bonds will be disbursed as separate payments.

5. Communication of primary placement results

The Bank will publish the results of the primary placement of the Bonds, stating the total subscribed value, the total value of the Bonds sold, the Bonds maturity date, currency as well as type and size of the Interest Rate on the Bank's website www.bib.eu on the next business day following the settlement date. Where Bonds of another Series are listed on the Stock Exchange at the time when the results of the primary placement of the Bonds Series No. _____ are being published, the primary placement results for the Bonds Series No. _____ will be published also on the Stock Exchange website via the Stock Exchange information system and on CSRI.

6. Amendments to the deposit guarantee regulation

Due to the fact that a new Deposit Guarantee Law takes effect on 1 July 2015, which cancels the applicability of deposit guarantee in respect of investments in bonds, the Investors' investments in bonds will not be protected and guaranteed under the Deposit Guarantee Law.

ALL OTHER TERMS AND CONDITIONS APPLICABLE TO AND BINDING ON THE BONDS OFFER SERIES ARE SET FORTH IN THE BASE PROSPECTUS OF THE PROGRAMME.