NOTIFICATION ON UNAVAILABILITY OF DEPOSITS AT BALTIJA CREDIT UNION

VĮ „Indėlių ir investicijų draudimas“ ("Deposit and Investment Insurance") (hereinafter referred to as IID) is Lithuanian state company that guarantees the protection of the funds of depositors of financial institutions and thereby increases the reliability and stability of the financial sector.

Having determined that the likely dissipation of high-value assets of Baltija credit union may lead to a significant loss (nearly EUR 2 million), and due to threats to the interests of depositors, other creditors and clients, on August 10, 2017 the Supervision Service of the Bank of Lithuania has restricted Baltija credit union’s activities until October 6, 2017, and appointed its temporary administrator. Credit union was not able to provide financial services during the restriction period.

On September 25, 2017 the Supervision Service of the Bank of Lithuania cancelled the license and filed for bankruptcy of Baltija credit union. The direct reason for the determination of unavailability of deposits was the fact that the assets of the credit union were not sufficient to meet its obligations. The credit union possessed 967 depositors with guaranteed deposits amounted to EUR 8.61 million.

According to the size of the property it was the 19th (from 71) Credit Union in Lithuania.

The deposits reimbursement started on October 6, 2017 (9th working day). The bank agent (AB Šiaulių bankas) reimburses deposits to the depositors.

IID will continue the reimbursement process until September 25, 2022.

Sincerely,
Alena Mugenienė
Deputy Director

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