Quarterly report for the 3rd quarter of 2004

SAB - Q III/2004 Form (for banks)

Pursuant to \S 57, section 1, item 1 of the Council of Ministers Ordinance dated October 16, 2001 (Journal of Laws No. 139/2001, item 1569 and No. 31/2002, item 280)

The Board of Executives of Fortis Bank Polska SA hereby releases the quarterly report for the 3rd quarter of 2004

October 28, 2004 (date of submission)

	PLN	'000	EUR	.'000
SELECTED FINANCIAL DATA	3rd quarter YTD	3rd quarter YTD	3rd quarter YTD	3rd quarter YTD
(current year)	from Jan. 1, 2004 to Sept. 30, 2004		from Jan. 1, 2004 to Sept. 30, 2004	from Jan. 1, 2003 to Sept. 30, 2003
I. Interest income	196 992	159 912	42 626	36 662
II. Fee and commission income	60 900	57 868	13 178	13 267
III. Result on banking activity	208 220	171 930	45 056	39 417
IV. Net operating result	62 361	37 422	13 494	8 579
V. Gross profit (loss)	62 361	37 422	13 494	8 579
VI. Net profit (loss)	57 466	28 301	12 435	6 488
VII. Net cash flow from operating activity	289 523	(139 877)	62 649	(32 069)
VIII. Net cash flow from investing activity	(437 900)	40 930	(94 755)	9 384
IX. Net cash flow from financial activity	749 382	(23 977)	162 156	(5 497)
X. Net cash flow	601 005	(122 924)	130 049	(28 182)
XI. Total assets	5 248 925	4 150 556	1 197 510	893 842
XII. Due to the Central Bank				
XIII. Due to other financial institutions	1 820 984	1 150 076	415 446	247 674
XIV. Due to customers and budget sector	2 636 807	2 293 660	601 571	493 951
XV. Own equity	572 260	511 952	130 558	110 251
XVI. Share capital	30 155	30 155	6 880	6 494
XVII. Number of shares	15 077 700	15 077 700	15 077 700	15 077 700
XVIII. Book value per share (in PLN/EUR)	37.95	33.95	8.66	7.31
XIX. Diluted book value per share (in PLN/EUR)				
XX. Capital adequacy ratio	12.84	14.85	12.84	14.85
XXI. Profit (loss) per ordinary share (in PLN/EUR)	4.32	2.25	0.94	0.51
XXII. Diluted profit (loss) per ordinary share (in PLN/EUR)				
XXIII. Declared or paid-out dividend per ordinary share (in PLN/EUR)		2.00	·	0.46

	30.09.2004	30.06.2004	30.09.2003	30.06.2003
BALANCE-SHEET (PLN'000)	end of the	end of the		
BALANCE-SHEET (FLN 000)	quarter	previous		previous quarter
		quarter		
	(current year)	(current year)	(previous year)	(previous year)
ASSETS				
I. Cash and due from the Central Bank	109 285	70 185	267 430	166 463
II. Treasury bills and other bills eligible for refinancing with the Central				
Bank				
III. Due from other financial institutions	1 111 695	898 998	193 417	743 271
1. Current	824 878	627 899	100 952	351 881
2. Term	286 817	271 099	92 465	391 390
IV. Due from customers	3 412 402	3 396 465	2 949 031	2 614 312
1. Current	773 178	742 442	530 579	537 821
2. Term	2 639 224	2 654 023	2 418 452	2 076 491
V. Due from budget sector	66	77	152	4
1. Current				
2. Term	66	77	152	4
VI. Securities purchased under resale agreements				
VII. Debt securities	423 005	617 671	540 386	397 683
VIII. Shares and investments in subsidiaries	60 452	59 272	58 022	57 061
IX. Shares and investments in sister companies				
X. Shares and investments in associated entities				
XI. Minority investments	49	50	52	50
XII. Other securities and other financial assets	17 481	11 215	987	
XIII. Intangible fixed assets, incl.	8 676	9 621	13 260	14 556
- goodwill				
XIV. Tangible fixed assets	44 447	46 260	53 469	55 128
XV. Other assets	26 946	19 597	38 838	71 003
1. Seized assets for sale		_		
2. Others	26 946	19 597	38 838	71 003

3/3/I D 4 1 1'	24 421	22 425	25 512	41 402
XVI. Prepayments and accrued income	34 421	32 425	35 512	41 483
1. Deferred income tax	30 425	26 815	30 943	35 360
2. Other prepayments and accrued income	3 996	5 610	4 569	6 123
Total assets	5 248 925	5 161 836	4 150 556	4 161 014
LIABILITIES				
I. Due to the Central Bank				
II. Due to other financial institutions	1 820 984	1 813 187	1 150 076	1 242 870
1. Current	526 108	491 924	294 967	435 470
2. Term	1 294 876	1 321 263	855 109	807 400
III. Due to customers	2 599 143	2 566 570	2 261 805	2 105 766
1. Savings:				
a) Demand				
b) Term				
2. Others:	2 599 143	2 566 570	2 261 805	2 105 766
a) Current	1 300 303	1 337 969	1 003 925	916 914
b) Term	1 298 840	1 228 601	1 257 880	1 188 852
IV. Due to budget sector	37 664	37 745	31 855	26 338
a) Current	11 718	8 827	8 993	6 389
b) Term	25 946	28 918	22 862	19 949
V. Securities sold under repurchase agreements	23 740	20 710	22 002	17 747
VI. Debt securities issued				
1. Short-term				
2. Long-term				
VII. Other liabilities in respect of financial instruments	26 082	13 414		5 593
VIII. Special funds and other liabilities	57 252	58 110	75 106	162 750
IX. Accruals and deferred income				
1. Settlement of accrued expenses	121 369 12 990	115 013	111 643 11 578	103 451
	12 990	12 400	11 5/8	10 491
2. Negative goodwill	100.250	102 (12	100.065	02.000
3. Other accruals and deferred income	108 379	102 613	100 065	92 960
X. Provisions	14 171	11 061	8 119	7 947
1. Provision for corporate income tax	9 155	7 441	7 413	7 462
2. Other provisions	5 016	3 620	706	485
a. Short-term			=0.6	10-
b. Long-term	5 016	3 620	706	485
XI. Subordinated debt				
XII. Share capital	30 155	30 155	30 155	30 155
XIII. Unpaid contribution to share capital (negative value)				
XIV. Own shares (negative value)				
XV. Reserve capital	349 539	349 539	349 532	349 528
XVI. Revaluation reserve	(5 992)	(12 100)	(3 838)	1 564
XVII. Other reserve capital	129 281	129 281	97 281	97 281
XVIII. Retained earnings (uncovered loss) from prior years	11 811	11 811	10 521	10 521
XIX. Net profit (loss)	57 466	38 050	28 301	17 250
Total liabilities	5 248 925	5 161 836	4 150 556	4 161 014
Capital Adequacy Ratio	12.84	12.89	14.85	14.99
Net book value	572 260	546 736	511 952	506 299
Number of shares	15 077 700	15 077 700	15 077 700	15 077 700
Net book value per share (in PLN)	37.95	36.26	33.95	33.58
Diluted number of shares	31.33	30.20	33.73	33.30
Diluted book value per share (in PLN)	+ +			
Prince Sook raide per share (in 12/1)				

	30.09.2004	30.06.2004	30.09.2003	30.06.2003
OFF - BALANCE SHEET ITEMS	end of the	end of the		
OFF - BALANCE SHEET ITEMS	quarter	previous	•	previous quarter
		quarter		
	(current year)	(current year)	(previous year)	(previous year)
I. Contingent liabilities and assets:	2 688 792	2 818 383	1 653 069	1 416 780
1. Contingent liabilities granted:	1 287 940	1 218 766	1 056 611	996 750
a) lending commitments	1 025 552	997 778	917 481	865 768
b) guarantees	262 388	220 988	139 130	130 982
2. Contingent assets received:	1 400 852	1 599 617	596 458	420 030
a) lending commitments	860 969	1 067 552	449 376	298 222
b) guarantees	539 883	532 065	147 082	121 808
II. Commitments resulting from sale/purchase transactions	4 695 385	2 289 612	3 437 066	2 866 009
III. Others, including:	1 532 044	1 371 653	181 721	55 261
- liabilities due to FX deposit transactions		45 422	65 009	55 261
- speculative derivatives	1 232 044	1 026 231	116 712	
- hedging derivatives	300 000	300 000		
TOTAL	8 916 221	6 479 648	5 271 856	4 338 050

	3rd quarter	3rd quarter	3rd quarter	3rd quarter
	(current year)	YTD	(I	YTD
PROFIT AND LOSS STATEMENT	from July 1, 2004 to	from Jan. 1, 2004 to	from July 1, 2003 to	from Jan. 1, 2003 to
	Sept. 30, 2004	Sept. 30, 2004		Sept. 30, 2003
	Sept. 50, 200.	Sep. 20, 200.	Sept. 50, 2005	Sept. 50, 2005
I. Interest income	68 573	196 992	51 597	159 912
II. Interest expense	29 245	81 421	22 947	74 465
III. Net interest income(I-II)	39 328	115 571	28 650	85 447
IV. Fee and commission income	21 968	60 900	20 980	57 868
V. Fee and commission expense	2 946	8 715	3 478	9 280
VI. Net fee and commission income (IV-V)	19 022	52 185	17 502	48 588
VII. Income on shares, securities and other financial instruments with variable yield				
1. From subsidiaries				
2. From sister companies				
3. From associated entities				
4. From other entities				
VIII. Net result on financial transactions	(3 977)	(4 217)	(178)	410
IX. Net result on FX differences	15 048	44 681	16 072	37 485
X. Result on banking activity	69 421	208 220	62 046	171 930
XI. Other operating income	1 200	4 341	1 553	4 713
XII. Other operating expenses	1 058	2 949	517	3 185
XIII. General expenses	34 895	108 007	33 655	103 038
XIV. Depreciation of tangible&intangible fixed assets	4 893	16 807	6 323	20 079
XV. Charges to provisions and revaluation	17 661	37 701	10 717	44 715
1. Specific provisions and general risk reserve	17 661	37 701	10 717	44 715
2. Revaluation of financial assets				
XVI. Release of provisions and other decreases in respect of revaluation	6 544	15 264	3 728	31 796
1. Release of specific provisions and general risk reserve	6 544	15 264	3 728	31 796
2. Revaluation of financial assets				
XVII. Net charges to/release of provisions and revaluation (XV- XVI)	(11 117)	(22 437)	(6 989)	(12 919)
XVIII. Operating profit	18 658	62 361	16 115	37 422
XIX. Extraordinary gains/losses, net				¥==
1. Extraordinary gains				
2. Extraordinary losses				
XX. Profit (loss) before taxation	18 658	62 361	16 115	37 422
XXI. Corporate income tax	131	7 836	5 765	10 179
1. current	3 460	15 014	(181)	3 552
2. deferred	(3 329)	(7 178)	5 946	6 627
XXII. Other mandatory charges to profit (loss)	(/	(-7		
XXIII. Share in net profit (loss) of subsidiaries estimated by ownership				
rights	889	2 941	701	1 058
XXIV. Net profit (loss)	19 416	57 466	11 051	28 301
Net profit (loss) (for 12 months)	65 188		33 864	
Weighted average number of ordinary shares	15 077 700		15 077 700	
Net profit (loss) per ordinary share (in PLN)	4.32		2.25	
Weighted average of estimated number of ordinary shares				

Diluted net profit (loss) per ordinary share (in PLN)		

Auto- Common Auto- Commo					
MOVEMENTS IN OWN EQUITY		3rd quarter	3rd quarter	3rd quarter	3rd quarter
Substitution Subs		(current year)	YTD	(previous year)	YTD
Opening balance of own equity	MOVEMENTS IN OWN EQUITY			-	
Copening balance of own equity S46.736 S16.176 S66.299 S19.655 Changes in adopted accounting principles (policy) Correction of material errors Carbon of Car					
10 Changes madepied accounting principles (policy)	I Oi b-l	* ′	•	• •	• •
Discression of material errors	1 1	546 736		506 299	519 652
La. Opening balance of own equity after reclassification to confirm with unreceived year presentation S46.736 \$13.445 \$90.299 \$19.655 \$30.155	7 6 1 61 1 4 37		(2 731)		
Section Sect	-,				
1. Opening bulance of share capital 30 155		546 736	513 445	506 200	510.652
1.1. Movements in share capital					
2) Increases (in respect of)	1 0 1	30 133	50 155	30 133	30 133
Single of Shares	1				
9) decreases (in respect of)	^ ^ ^				
1.2. Closing balance of suparid contribution to share capital	· · · · · ·				
2. Opening balance of unpaid contribution to share capital 2. In Movements in unpaid contributions to share capital 3. Increases 5. Obcreases 5. Obcreases 8. Opening balance of unpaid contribution to share capital 8. Opening balance of own shares 9. Obcreases	*	30 155	30 155	30 155	30 155
2.1. Movements in unpaid contributions to share capital a) increases		30 133	50 155	30 133	30 133
a) increases b) decreases 2.2. Closing balance of unpaid contribution to share capital 2.3. Opening balance of own shares b) decreases c) decreases (in respect of) c) decreases (in					
2.2. Closing balance of unpaid contribution to share capital	· · · · · · · · · · · · · · · · · · ·				
2.2. Closing balance of unpaid contribution to share capital 3. Opening balance of own shares 5) decreases 5. Closing balance of reserve capital 4. Opening balance of reserve capital 7. Substance of shares on the shares 8. Substance of shares on the shares 9. Substance of sh	/				
3. Opening balance of own shares	7				
a) increases					
Solitor Soli	a) increases				
3. Closing balance of own shares 4. Opening balance of reserve capital 4. Opening balance of reserve capital 3.49 539 3.49 534 3.49 534 3.49 534 3.49 534 3.49 534 3.49 534 3.49 534 3.49 534 3.49 534 3.49 534 3.49 534 3.49 535 3.	b) decreases				
4. Opening balance of reserve capital 349 539 349 534 349 528 352 24- 4. 1. Movements in reserve capital 5 4 (2712 a) increases (in respect of) 6 (33 766) (31379) (8155) (8509 a) increases (in respect of) 7 (1745) (15016 a) assistance of shares above their par value 7 (1745) (174	-7				
a) increases (in respect of) - issuance of shares above their par value - profit distribution (mandatory) - distribution of profit (voluntary) - sale and liquidation of fixed assets - b) decreases (in respect of) - sale and liquidation of fixed assets - b) decreases (in respect of) - sale and liquidation of fixed assets - covering financial effects of the amendments to the Accounting Act - 4.2. Closing balance of reserve capital - 4.2. Closing balance of revaluation reserve - (12 100) - (7 336) - (1 564 - (2 716 - (2 71	4. Opening balance of reserve capital	349 539	349 534	349 528	352 244
- issuance of shares above their par value - profit distribution (mandatory) - sale and liquidation of profit (voluntary) - sale and liquidation of fixed assets - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the amendments to the Accounting Act - covering financial effects of the Accounting Acco	4.1. Movements in reserve capital		5	4	(2 712)
- profit distribution (mandatory) - distribution of profit (voluntary) - sale and liquidation of fixed assets - sale and liquidation of fixed assets - covering financial effects of the amendments to the Accounting Act - sale and liquidation of fixed assets - covering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering financial effects of the amendments to the Accounting Act - sovering balance of reserve capital - sovering balance of undistributed profit from prior year - sovering balance of undistributed profit from prior year - sovering balance of undistributed profit from prior year - sovering balance of undistributed profit from prior year - sovering balance of undistributed profit from prior year - sovering balance of undistributed profit from prior year - sovering balance of undistributed profit from prior year - sovering balance of undis	a) increases (in respect of)		5	4	4
- distribution of profit (voluntary) - sale and liquidation of fixed assets 5 4 (2.716)	- issuance of shares above their par value				
- sale and liquidation of fixed assets 5 4 (2.716	- profit distribution (mandatory)				
b) decreases (in respect of) - sale and liquidation of fixed assets - covering financial effects of the amendments to the Accounting Act 4.2. Closing balance of reserve capital 3.49 539 3.49 532 3.49 532 3.49 535 5. Opening balance of revaluation reserve (12 100) (7 336) 1 564 2 2011 5. Opening balance of revaluation reserve (12 100) (7 336) 1 564 2 2011 5. Opening balance of revaluation reserve (12 100) (7 336) 1 564 2 2011 5. Opening balance of revaluation reserve (12 100) (7 336) 1 564 2 2011 5. Opening balance of revaluation reserve (12 100) (7 336) 1 564 2 2011 5. Opening balance of undistributed profit (uncovered loss) from prior year 2 49 861 2 46 542 2 7 771 2 18 88 2 262 4 41 826 4 20 10 10 10 10 10 10 10 10 10 10 10 10 10	- distribution of profit (voluntary)				
- sale and liquidation of fixed assets - covering financial effects of the amendments to the Accounting Act 2. Closing balance of reserve capital 3.49 539 3.49 532 3.49 532 3.49 533 3.49 535 3.49 537 3	- sale and liquidation of fixed assets		5	4	4
- covering financial effects of the amendments to the Accounting Act 4.2. Closing balance of reserve capital 3.49 539 3.49 532 3.	b) decreases (in respect of)				(2 716)
4.2. Closing balance of reserve capital 4.2. Closing balance of revaluation reserve (12 100) (7 336) 1 564 2 011 5.1. Movements in revaluation reserve (12 100) (7 336) 1 564 2 011 5.1. Movements in revaluation reserve (12 100) (7 336) 1 564 2 011 5.1. Movements in revaluation reserve (12 100) (7 336) 1 564 2 011 5.2. Closing balance of securities available for sale (18 8 992 11 638 6 66) (18 8 992 11 638 6 66) (19 13 179) (8 155) (8 676) (2 227) (1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	- sale and liquidation of fixed assets				, ,
5. Opening balance of revaluation reserve	- covering financial effects of the amendments to the Accounting Act				(2 716)
5.1. Movements in revaluation reserve 6 108 1 344 (5 402) (5 849 a) increases (in respect of) 9 874 1 4 523 1 838 2 82′ - sale and liquidation of fixed assets 194 - valuation of securities available for sale 8 992 11 638 660 - valuation of shares in subsidiaries 549 - deferred tax 333 2 142 1 838 2 166 1 1838 2 1838 2	4.2. Closing balance of reserve capital	349 539	349 539	349 532	349 532
a) increases (in respect of) - sale and liquidation of fixed assets - valuation of securities available for sale - deferred tax - sale and fixed assets - deferred tax - sale and fixed assets - deferred tax - sale and fixed assets - deferred tax - sale of fixed assets - liquidation of shares in subsidiaries - sale of fixed assets - liquidation of fixed assets - liquidation of fixed assets - liquidation of securities available for sale - valuation of securities available for sale - valuation of securities available for sale - valuation of shares in subsidiaries - deferred tax - (1743) - valuation of shares in subsidiaries - (259) - (1316) - (2 227) - (156) - (163) - (2 227) - (156) - (16	5. Opening balance of revaluation reserve	(12 100)	(7 336)	1 564	2 011
- sale and liquidation of fixed assets - valuation of securities available for sale - valuation of shares in subsidiaries - deferred tax - sale of fixed assets - liquidation of securities available for sale - valuation of fixed assets - (259) - (1 316) - (259) - (1 316) - (259) - (1 316) - (259) - (3 383) - (3 838) - (3 838) - (3 838) - (3 838) - (3 838) - (3 838) - (3 838) - (3 838) - (3 838) - (3 838) - (3 838) - (3 80 263) - (3 80 263) - (3 900) - (2 121) - profit distribution - (2 227) - profit distribution - (3 2000) - (2 211) - profit distribution - (3 7 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	5.1. Movements in revaluation reserve	6 108	1 344	(5 402)	(5 849)
- valuation of securities available for sale - valuation of shares in subsidiaries - deferred tax - deferred ta	a) increases (in respect of)	9 874	14 523	1 838	2 827
- valuation of shares in subsidiaries - deferred tax - sale of fixed assets - liquidation of securities available for sale - valuation of securities available for sale - valuation of shares in subsidiaries - deferred tax - (1743) - (9631) - (7995) - (8509 - valuation of shares in subsidiaries - (259) - (1316) - deferred tax - (1764) - (2227) - (156) - (163 - (163 - (163 - (164) - (2227) - (156) - (163 - (163 - (164) -	- sale and liquidation of fixed assets		194		
- deferred tax 333 2 142 1 838 2 166 b) decreases (in respect of) (3 766) (13 179) (8 155) (8 676 s- sale of fixed assets (10 150 150) (13 179) (15 150) (15	- valuation of securities available for sale	8 992	11 638		661
b) decreases (in respect of) (3 766) (13 179) (8 155) (8 676) - sale of fixed assets - liquidation of fixed assets - liquidation of securities available for sale (1743) (9 631) (7 995) (8 509) - valuation of shares in subsidiaries (259) (1 316) - deferred tax (1764) (2 227) (156) (163) 5.2. Closing balance of revaluation reserve (5 992) (5 992) (3 838) (3 838) 6. Opening balance of General Risk Fund (1764) (2 227) (156) (163) 5.1. Movements in General Risk Fund (12 263) (13 2 000) (1 2 15) a) increases (in respect of) (3 2 000) (1 2 15) - profit distribution (12 263) (12 263) (13 2 000) (1 2 15) b) decreases (in respect of) (1 2 263) (1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	- valuation of shares in subsidiaries		549		
- sale of fixed assets - liquidation of fixed assets - liquidation of fixed assets - liquidation of securities available for sale - valuation of securities available for sale - valuation of shares in subsidiaries - deferred tax - d	- deferred tax	333	2 142	1 838	2 166
- liquidation of fixed assets (5) (4) (4) (4) (4) (4) (4) (4) (4) (4) (4	b) decreases (in respect of)	(3 766)	(13 179)	(8 155)	(8 676)
- valuation of securities available for sale (1743) (9 631) (7 995) (8 509) - valuation of shares in subsidiaries (259) (1 316) - deferred tax (1764) (2 227) (156) (163) 5.2. Closing balance of revaluation reserve (5 992) (5 992) (3 838) (3 838) 6. Opening balance of General Risk Fund 112 263 80 263 80 263 79 044 6.1. Movements in General Risk Fund 32 000 1215 a) increases (in respect of) 32 000 1215 - profit distribution 32 000 1215 - profit distribution 32 000 1215 6.2. Closing balance of General Risk Fund 112 263 112 263 80 263 80 263 7. Opening balance of other reserve capital 17 018 17 018 17 018 17 018 17 018 17 018 17 018 8. Opening balance of other reserve capital 17 018 17 018 17 018 17 018 8. Opening balance of undistributed profit (uncovered loss) from prior year 49 861 46 542 27 771 39 186 8.1. Opening balance of undistributed profit from prior years 52 592 46 542 27 771 41 896 a) changes in adopted accounting principles (policy)	- sale of fixed assets				
- valuation of shares in subsidiaries (259) (1 316) - deferred tax (1 764) (2 227) (156) (163) 5.2. Closing balance of revaluation reserve (5 992) (5 992) (3 838) (3 838) 6. Opening balance of General Risk Fund 112 263 80 263 80 263 79 044 6.1. Movements in General Risk Fund 32 000 12 19 a) increases (in respect of) 32 000 12 19 - profit distribution 32 000 12 19 - profit distribution 32 000 12 19 - profit distribution 12 263 80 263 80 263 80 263 7. Opening balance of General Risk Fund 112 263 112 263 80 263 80 263 7. Opening balance of other reserve capital 17 018 17 018 17 018 17 018 17 018 2.1. Movements in other reserve capital 17 018 17 018 17 018 17 018 17 018 3. Opening balance of other reserve capital 17 018 17 018 17 018 17 018 3. Opening balance of other reserve capital 17 018 17 018 17 018 17 018 3. Opening balance of other reserve capital 17 018 17 018 17 018 17 018 5. Opening balance of undistributed profit (uncovered loss) from prior year 49 861 46 542 27 771 39 186 8. Opening balance of undistributed profit from prior years 52 592 46 542 27 771 41 896 a) changes in adopted accounting principles (policy)	- liquidation of fixed assets		(5)	(4)	(4)
- valuation of shares in subsidiaries (259) (1 316) - deferred tax (1764) (2 227) (156) (163 5.2. Closing balance of revaluation reserve (5 992) (5 992) (3 838) (3 838 6. Opening balance of General Risk Fund 112 263 80 263 80 263 79 044 6.1. Movements in General Risk Fund 32 000 12 15 - profit distribution 32 000 12 15 - profit distribution 32 000 12 15 - profit distribution 12 16 - c.2. Closing balance of General Risk Fund 112 263 112 263 80 263 80 263 7. Opening balance of other reserve capital 17 018 17 018 17 018 17 018 17 018 17. Movements in other reserve capital 17 018 17 018 17 018 17 018 17 018 8. Opening balance of other reserve capital 17 018 17 018 17 018 17 018 17 018 8. Opening balance of undistributed profit (uncovered loss) from prior year 49 861 46 542 27 771 39 186 8.1. Opening balance of undistributed profit from prior years 52 592 46 542 27 771 41 896 a) changes in adopted accounting principles (policy)	- valuation of securities available for sale	(1 743)			(8 509)
- deferred tax	- valuation of shares in subsidiaries	(259)	` /		
5.2. Closing balance of revaluation reserve (5 992) (5 992) (3 838) (3 838) 6. Opening balance of General Risk Fund 112 263 80 263 80 263 79 044 6.1. Movements in General Risk Fund 32 000 1 219 a) increases (in respect of) 32 000 1 219 - profit distribution 32 000 1 219 b) decreases (in respect of) 50 000 1 219 6.2. Closing balance of General Risk Fund 112 263 112 263 80 263 80 263 7. Opening balance of other reserve capital 17 018 <td< td=""><td>- deferred tax</td><td>`</td><td>`</td><td>(156)</td><td>(163)</td></td<>	- deferred tax	`	`	(156)	(163)
6. Opening balance of General Risk Fund 6.1. Movements in General Risk Fund 32 000 1 219 a) increases (in respect of) 32 000 1 219 - profit distribution 32 000 1 219 b) decreases (in respect of) 6.2. Closing balance of General Risk Fund 112 263 112 263 80 263 80 263 80 263 12 19 5	5.2. Closing balance of revaluation reserve	<u> </u>	(5 992)	(3 838)	(3 838)
6.1. Movements in General Risk Fund a) increases (in respect of) - profit distribution b) decreases (in respect of) 6.2. Closing balance of General Risk Fund 7. Opening balance of other reserve capital a) increases (in respect of) 6.2. Closing balance of other reserve capital 7. Opening balance of other reserve capital a) increases (in respect of) b) decreases (in respect of) 7. Closing balance of other reserve capital 8. Opening balance of undistributed profit (uncovered loss) from prior year 49 861 46 542 27 771 39 186 8.1. Opening balance of undistributed profit from prior years a) changes in adopted accounting principles (policy)	6. Opening balance of General Risk Fund	<u> </u>	`	`	79 044
a) increases (in respect of) - profit distribution b) decreases (in respect of) 6.2. Closing balance of General Risk Fund 7. Opening balance of other reserve capital 7. I. Movements in other reserve capital a) increases (in respect of) b) decreases (in respect of) 7. Closing balance of other reserve capital 8. Opening balance of undistributed profit (uncovered loss) from prior year 49 861 46 542 7. 771 41 896 32 000 1 219 30 000 1 219 30 000 1 219 30 000 1 219 30 000 31 219 30 000 31 219 30 000 31 219 30 000 31 219 30 000 31 219 30 000 31 219 30 000 31 219 30 000 31 219 30 000 32 000 32 000 33 000 34 02 63 38 02 63 38 02 63 38 02 63 38 02 66	6.1. Movements in General Risk Fund				1 219
b) decreases (in respect of) 6.2. Closing balance of General Risk Fund 7. Opening balance of other reserve capital 7. Opening balance of other reserve capital 8. Opening balance of undistributed profit (uncovered loss) from prior year 8. Opening balance of undistributed profit from prior years 8. Opening balance of undistributed accounting principles (policy) 112 263 112 263 80	a) increases (in respect of)		32 000		1 219
b) decreases (in respect of) 6.2. Closing balance of General Risk Fund 7. Opening balance of other reserve capital 7. Opening balance of other reserve capital 8. Opening balance of undistributed profit from prior year 8. Opening balance of undistributed accounting principles (policy) 112 263 112 263 80 263 8	- profit distribution		32 000		1 219
7. Opening balance of other reserve capital 7.1. Movements in other reserve capital a) increases (in respect of) b) decreases (in respect of) 7.2. Closing balance of other reserve capital 7.1. Movements in other reserve capital 7.2. Closing balance of other reserve capital 7.3. Closing balance of undistributed profit (uncovered loss) from prior year 49 861 40 542 40 542 40 542 41 896 42 27 771 41 896 43 changes in adopted accounting principles (policy)	b) decreases (in respect of)				
7.1. Movements in other reserve capital a) increases (in respect of) b) decreases (in respect of) 7.2. Closing balance of other reserve capital 7.2. Closing balance of undistributed profit (uncovered loss) from prior year 49 861 46 542 27 771 39 186 8.1. Opening balance of undistributed profit from prior years 20 46 542 27 771 41 896 20 changes in adopted accounting principles (policy)	6.2. Closing balance of General Risk Fund	112 263	112 263	80 263	80 263
a) increases (in respect of) b) decreases (in respect of) 7.2. Closing balance of other reserve capital 8. Opening balance of undistributed profit (uncovered loss) from prior year 49 861 46 542 27 771 39 186 8.1. Opening balance of undistributed profit from prior years 20 changes in adopted accounting principles (policy)	7. Opening balance of other reserve capital	17 018	17 018	17 018	17 018
b) decreases (in respect of) 7.2. Closing balance of other reserve capital 8. Opening balance of undistributed profit (uncovered loss) from prior year 49 861 46 542 27 771 39 186 8.1. Opening balance of undistributed profit from prior years 3) changes in adopted accounting principles (policy)	7.1. Movements in other reserve capital				
7.2. Closing balance of other reserve capital 17 018 17 018 17 018 17 018 8. Opening balance of undistributed profit (uncovered loss) from prior year 49 861 46 542 27 771 39 186 8.1. Opening balance of undistributed profit from prior years 52 592 46 542 27 771 41 896 a) changes in adopted accounting principles (policy)	a) increases (in respect of)				
7.2. Closing balance of other reserve capital 17 018 17 018 17 018 17 018 8. Opening balance of undistributed profit (uncovered loss) from prior year 49 861 46 542 27 771 39 186 8.1. Opening balance of undistributed profit from prior years 52 592 46 542 27 771 41 896 a) changes in adopted accounting principles (policy)	b) decreases (in respect of)				
8. Opening balance of undistributed profit (uncovered loss) from prior year 49 861 46 542 27 771 39 186 8.1. Opening balance of undistributed profit from prior years 52 592 46 542 27 771 41 896 a) changes in adopted accounting principles (policy)	7.2. Closing balance of other reserve capital	17 018	17 018	17 018	17 018
8.1. Opening balance of undistributed profit from prior years 52 592 46 542 27 771 41 890 a) changes in adopted accounting principles (policy)	8. Opening balance of undistributed profit (uncovered loss) from prior year		-		
a) changes in adopted accounting principles (policy)		49 861	46 542	27 771	39 180
	8.1. Opening balance of undistributed profit from prior years	52 592	46 542	27 771	41 896
b) corrections of material errors	a) changes in adopted accounting principles (policy)				
	b) corrections of material errors				

8.2. Opening balance of undistributed profit from prior year after				
reclassification to confirm with current year presentation	52 592	46 542	27 771	41 896
8.3. Movements in undistributed profit from prior years		(32 000)		(31 375)
a) increases (in respect of)				
- profit distribution				
b) decreases (in respect of)		(32 000)		(31 375)
- profit distribution		(32 000)		(31 375)
8.4. Closing balance of undistributed profit from prior years	52 592	14 542	27 771	10 521
8.5. Opening balance of uncovered loss from prior years	(2 731)	(2 731)		(2 716)
a) changes in adopted accounting principles (policy)				
b) corrections of material errors				
8.6. Opening balance of uncovered loss from prior years, after reclassification to confirm with current year presentation	(2 731)	(2 731)		(2 716)
8.7. Movements in uncovered loss from prior years	Ì	Ì		2 716
a) increases (in respect of)				
- loss for covering				
b) decreases (in respect of)				2 716
- loss covering from the reserve capital				2 716
8.8. Closing balance of uncovered loss from prior years		(2 731)		
8.9. Closing balance of undistributed profit or uncovered loss from prior				
years	49 861	11 811	27 771	10 521
9. Net income	19 416	57 466	11 051	28 301
a) net profit	19 416	57 466	11 051	28 301
b) net loss				
II.Closing balance of own equity	572 260	572 260	511 952	511 952
III.Closing balance of own equity, including the proposed profit distribution (loss covering)	572 260	572 260	511 952	511 952

			I	1
	3rd quarter	3rd quarter	3rd quarter	3rd quarter YTD
CASH FLOW STATEMENT	(current year) from	YTD from	(previous year) from	from
CASH FLOW STATEMENT	July 1, 2004 to	Jan. 1, 2004 to		Jan. 1, 2003 to
	Sept. 30, 2004	Sept. 30, 2004	Sept. 30, 2003	Sept. 30, 2003
A. CASH FLOW FROM OPERATING ACTIVITY (I +/- II) - indirect				
method	532 234	289 523	72 667	(139 877)
I. Net profit (loss)	19 416	57 466	11 051	28 301
II. Adjustments for:	512 818	232 057	61 616	(168 178)
1. Share in net profit (loss) of subsidiaries estimated by ownership rights	(889)	(2 941)	(701)	(1 058)
2. Depreciation	4 893	16 807	6 323	20 079
3. Foreign exchange gains/(losses)	(49 660)	(108 281)	(27 562)	(89 719)
4. Interest and dividends received and paid	6 117	13 243	2 889	5 520
5. Profit (loss) on investments	(6 219)	(6 271)	2 621	(7 680)
6. Change in other reserves	9 921	21 105	(8 595)	(22 267)
7. Change in debt securities held	480 433	573 093	37 179	48 278
8. Change in amounts due from financial sector	(15 713)	(61 128)	298 898	161 529
9. Change in amounts due from customers and budget sector	(22 644)	(182 772)	(326 333)	(757 008)
10. Change in securities purchased under resale agreements				
11. Change in shares, securities and other financial instruments with				
variable yield	(6 265)	(15 899)	(989)	2 422
12. Change in amounts due to financial sector	68 905	(232 660)	(61 159)	466 013
13. Change in amounts due to customers and budget sector	32 492	142 024	161 556	(13 542)
14. Change in securities sold under repurchase agreements				
15. Change in securities issued				
16. Change in other liabilities	11 810	14 597	(32 787)	38 088
17. Change in interperiod settlements	(1 461)	(6 836)	7 058	11 083
18. Change in deferred income	5 766	13 251	7 105	22 770
19. Other items	(4 668)	54 725	(3 887)	(52 686)
III. Net cash flow from operating activity (I +/- II)	532 234	289 523	72 667	(139 877)
B. CASH FLOW FROM INVESTING ACTIVITY (I-II)				
I. Cash inflows from investing activity	645 541	1 195 306	1 495 643	3 556 252
1. Sale of shares in subsidiaries				
2. Sale of shares in sister companies				
3. Sale of shares in associated entities				
4. Sale of other shares, securities and financial assets	640 565	1 189 139	1 494 866	3 537 712
5. Sale of tangible and intangible fixed assets	108	141	651	1 228
6. Sale of investments in real estates and intangible assets				
7. Other inflows	4 868	6 026	126	17 312
II. Cash outflows from investing activity	(924 053)	(1 633 206)	(1 684 022)	(3 515 322)
1. Purchase of shares in subsidiaries				(50 000)
2. Purchase of shares in sister companies				

3. Purchase of shares in associates				
4. Purchase of other shares, securities and financial assets	(921 255)	(1 626 152)	(1 680 531)	(3 456 326)
5. Purchase of tangible and intangible fixed assets	(1 353)	(4 062)	(3 491)	(8 996)
6. Investments in real estates and intangible assets	(1 445)	(2 992)	(* ' /	(/
7. Other outflows	(- /	(, , ,		
III. Net cash flow from investing activity (I +/- II)	(278 512)	(437 900)	(188 379)	40 930
C.CASH FLOW FROM FINANCIAL ACTIVITY (I-II)	, í	` '	`	
I. Cash inflows from financial activity		1 289 130		17 913
1. Long-term loans from other banks		1 289 130		17 913
2. Long-term loans from other financial institution				
3. Issue of debt securities				
4. Increase in subordinated debt				
5. Net inflows from issuance of own shares and additional payments to				
share capital				
6. Other inflows				
II. Cash outflows from financial activity	(17 643)	(539 748)	(34 250)	(41 890)
1. Repayment of long-term loans contracted from other banks		(502 954)	(4 073)	(4 073)
2. Repayment of long-term loans contracted from non-bank financial institutions	(11 111)	(22 862)		
3. Redemption of debt securities	ì	Ì		
4. Other financial liabilities				
5. Payment of liabilities under financial lease agreements				
6. Decrease in subordinated debt				
7. Payment of dividends and other payments to owners			(27 159)	(27 159)
8. Other payments (not to owners) related to profit distribution				
9. Purchase of own shares				
10. Other outflows	(6 532)	(13 932)	(3 018)	(10 658)
III. Net cash flow from financial activity (I +/- II)	(17 643)	749 382	(34 250)	(23 977)
D. NET CASH FLOW (AIII+/-BIII+/-CIII)	236 079	601 005	(149 962)	(122 924)
E. CHANGE IN CASH IN BALANCE-SHEET	236 079	601 005	(149 962)	(122 924)
- including changes in cash arising from exchange rate differences	(39 206)	(45 949)	59	4 558
F. CASH AT THE BEGINNING OF THE REPORTING PERIOD	698 084	333 158	518 344	491 306
G. CASH AT THE END OF THE REPORTING PERIOD (F+/- D)	934 163	934 163	368 382	368 382
- including cash with restricted option of use				

Descriptive information specified in § 61 sections 3 and 4 of the Council of Ministers Ordinance dated October 16, 2001 (Journal of Laws No. 139/2001, item 1569 as amended) and the Ordinance dated March 19, 2002 regarding reports (Journal of Laws No. 31/2002, item 280) is presented in an enclosure hereto.

Signature of the company's representative(s)

Signature of the person responsible for the company's accounting

Ronald Richardson, President of the Board of Executives

Jan Bujak, Vice-President of the Board of Executives Chief Financial Officer