

BALANCE SHEET	Notes	2004 current year	2003 previous year
ASSETS			
I. Cash in hand and in the National Bank of Poland	1	734 608	473 243
II. Debt securities eligible for refinancing at National Bank of Poland		52 832	52 765
III. Receivables from financial institutions	2	7 329 903	4 957 906
1 Current receivables		3 612 817	2 130 704
2 Term receivables		3 717 086	2 827 202
IV. Receivables from non-financial institutions	3	10 405 895	9 635 845
1 Current receivables		1 849 846	1 509 900
2 Term receivables		8 556 049	8 125 945
V. Receivables from public institutions	4	1 041 739	1 585 554
1 Current receivables		8 059	7 726
2 Term receivables		1 033 680	1 577 828
VI. Receivables under acquired securities with a buy-back clause	5	120 341	254 318
VII. Debt securities	6	4 397 543	3 945 658
VIII. Stocks or shares in subsidiaries	7, 10	717 880	938 696
IX. Stocks or shares in correlative	8, 10	-	-
X. Stocks or shares in affiliates	9, 10	(4 902)	(710)
XI. Stocks or shares in other companies	11	4 798	9 287
XII. Other securities and financial assets	12	3 248 975	2 818 338
XIII. Intangible fixed assets, including:	14	350 148	373 252
- goodwill of company		-	55 061
XIV. Tangible fixed assets	15	488 467	793 090
XV. Other assets	16	401 332	350 557
1. Assets acquired - for sale		43	49
2. Other		401 289	350 508
XVI. Prepayments	17	752 645	666 719
1. Deferred income tax		729 241	634 802
2. Other prepayments		23 404	31 917
TOTAL ASSETS		30 042 204	26 854 518

		-	-
Liabilities			
I. Liabilities to National Bank of Poland		-	-
II. Liabilities to financial institutions	20	6 838 714	7 205 743
1 Current liabilities		1 180 446	1 095 470
2. Term liabilities		5 658 268	6 110 273
III. Liabilities to non-financial institutions	21	13 880 441	11 779 674
1. Saving accounts, including:		3 766 526	2 987 016
a) current		2 604 340	2 324 341
b) term		1 162 186	662 675
2. Other, including		10 113 915	8 792 658
a) current		4 572 111	3 542 926
b) term		5 541 804	5 249 732
IV. Liabilities to public institutions	22	108 688	65 480
1 Current liabilities		83 989	48 011
2. Term liabilities		24 699	17 469
V. Liabilities due to sold securities with buy-back clause	23	1 750 225	1 464 997
VI. Liabilities due to issue debt securities	20, 21, 22, 24	407 792	165 298
1. Short-term		316 637	106 218
2. Long-term		91 155	59 080
VII. Liabilities due to other financial instruments		3 008 112	2 346 443
VIII. Special funds and other liabilities	25	83 864	113 393
IX. Accruals, deferred income and qualified income	26	311 792	282 711
1. Accruals		71 883	46 992
2. Goodwill (negative figure)		-	-

3. Other deferred and qualified income		239 909	235 719
X. Reserves	27	777 902	674 454
1. Income tax reserve		671 187	557 914
2. Other		106 715	116 540
c) short-term		-	-
b) long-term		106 715	116 540
XI. Subordinated liabilities	28	1 020 144	1 179 475
XII. Share capital	29	114 853	91 882
XIV. Payment for share capital (negative figure)		-	-
	30	-	-
XV. Supplementary capital	31	1 283 552	748 739
XVI. Revaluation capital	32	2 468	(1 636)
XVII. Other reserve capital	33	746 757	744 922
XVIII. Profit (loss) from previous years		(8 893)	(13 417)
XIX. Net profit (loss)		(284 207)	6 360
Total liabilities		30 042 204	26 854 518
Capital adequacy ratio (%)	34	11.76	9.45
Book value		1 854 530	1 576 850
Number of shares		28 713 125	22 970 500
Book value per share (in PLN)	35	64.59	68.65
Diluted number of shares		-	-
Diluted book value per share (in PLN)	35	-	-

OFF-BALANCE-SHEET ITEMS	Notes	2004 current year	2003 previous year
I. Contingent liabilities extended and received		10 801 668	8 059 446
1. Liabilities extended	36	10 365 621	7 554 045
a) financing		6 186 717	3 866 943
b) guarantees		4 178 904	3 687 102
2. Liabilities received	37	436 047	505 401
a) financing		37 070	108 634
b) guarantees		398 977	396 767
II. Liabilities related to realised purchase/sale transactions		223 452 709	184 177 234
III. Other (due to)		314 136	-
		314 136	-
Total off-balance-sheet items		234 568 513	192 236 680

PROFIT AND LOSS ACCOUNT	Notes	2004 current year	2003 previous year
I. Interest income	38	1 025 655	865 812
II. Interest expense	39	694 460	737 056
III. Net interest income (I-II)		331 195	128 756
IV. Commission income	40	323 243	266 135
V. Commission expenses		104 720	89 074
VI. Net commission income (IV-V)		218 523	177 061
VIII. Profit on stocks or shares, other securities and financial instruments with variable income	41	41 328	22 540
1. From subsidiaries		32 202	4 729
2. From correlatives		-	-
3. From affiliates		5 916	17 657
4. From others		3 210	154
VIII. Profit (loss) on financial operations	42	20 523	29 169
IX. Profit (loss) on foreign exchange gains/losses		216 629	255 697
X. Profit (loss) on banking activity		828 198	613 223

XI. Other operating income	43	315 546	48 221
XII. Other operating expenses	44	436 945	24 790
XIII. Operating and general management expenses	45	532 380	463 657
XIV. Depreciation of tangible and intangible fixed assets		128 968	135 124
XV. Deduction for reserves and revaluation	46	667 212	265 282
1 Deduction for specific reserves and to general banking risk		448 043	263 784
2. Revaluation of financial assets		219 169	1 498
XVI. Termination of reserves and revaluation	47	369 004	282 457
1 Termination of specific reserves and general banking risk reserves		367 097	281 234
2. Revaluation of financial assets		1 907	1 223
XVII. Difference in value of reserves and revaluation (XV-XVI)		298 208	(17 175)
XVIII. Operating profit (loss)		(252 757)	55 048
XIX. Profit (loss) on extraordinary items		53	68
1. Extraordinary gains	49	67	180
2. Extraordinary losses	50	14	112
XX. Profit (loss) before tax		(252 704)	55 116
XXI. Income tax	51	16 993	44 693
1. Current part		1 471	550
2. Postponed part		15 522	44 143
XXII. Other obligatory deductions of profit (increase of loss)	52	-	-
XXIII. Participation in net profit (loss) of subordinated valued equity method	53	(14 510)	(4 063)
XXIV. Net profit (loss)	54	(284 207)	6 360
Net profit (loss) (for 12 months)		(284 207)	6 360
Weighted average number of ordinary shares		25 841 813	22 970 500
Net profit (loss) per 1 ordinary share [PLN]	55	(11.00)	0.28

MOVEMENTS IN EQUITY	2 004	2 003
I. Equity as at the beginning of the period (OB)	1 583 287	1 582 497
a) changes to accounting policy	(6 096)	(10 961)
b) adjustment of key miscalculation	(341)	(2 456)
I.a. Equity as at the beginning of the period (OB) after reconciliation to comparative data	1 576 850	1 569 080
II. Share capital as at the beginning of the period	91 882	91 882
1.1 Changes in share capital	22 971	-
a) increase (due to):	22 971	-
- issue of shares	22 971	-
b) decrease (due to):	-	-
- cancellation of shares	-	-
1.2. Share capital as at the end of the period	114 853	91 882
2. Payments for share capital at the beginning of the period	-	-
2.1 Changes in payments for share capital	-	-
a) increase (due to):	-	-
-	-	-
b) decrease (due to):	-	-
-	-	-
2.2 Payments for share capital as at the end of the period	-	-
3. Own shares as at the beginning of the period	-	-
a) increase (due to):	-	(4 545)
- purchase	-	(4 545)
b) decrease (due to):	-	-
b) decrease (due to):	-	(4 545)
- given to shareholders due to merge Bank Częstochowa	-	(4 545)
3.1 Own shares at the end of the period	-	-
4. Supplementary capital as at the beginning of the period	748 739	748 738
4.1. Movements in the supplementary capital	534 813	1
a) increase (due to):	536 290	1
- issue of shares above nominal value	528 321	-
- allocation of the profit (statutory)	-	-
- allocation of the profit (above minimal value up to statutory)	-	-
- sale of fixed assets, which were previously revalued	7 969	-
- other	-	1
b) decrease (due to):	1 477	-
- loss coverage	-	-
- emission costs	1 477	-
- other	-	-
4.2. Supplementary capital as at the end of the period	1 283 552	748 739
5. Revaluation reserve as at the beginning of the period	(1 636)	(3 045)
5.1. Movements in revaluation reserve	4 104	1 409
a) increase (due to)	64 813	78 126
- revaluation of securities available for sale	39 446	28 582
- foreign exchange gain (losses)	12 024	28 382
- deferred income tax	5 486	14 140
- revaluation of fixed assets	7 857	7 022

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b) decrease (due to)	60 709	76 717
- sale of fixed assets	7 969	-
- revaluation of securities available for sale	28 293	34 164
- foreign exchange gain (losses)	13 952	25 467
- deferred income tax	8 797	12 277
- revaluation of fixed assets	1 698	4 809
5.2. Revaluation reserve as at the end of the period	2 468	(1 636)
6. General banking risk reserve as at the beginning of the period	558 000	558 000
6.1. Movements in general banking risk reserve	-	-
a) increase (due to)	-	-
- appropriation of profit		-
-		-
b) decrease (due to)	-	-
-		-
-		-
6.2. General banking risk reserve as at the end of the period	558 000	558 000
7. Other supplementary capitals as at the beginning of the period	186 922	794 915
7.1. Changes in other supplementary capitals	1 835	(607 993)
a) increase (due to):	1 836	-
- appropriation of profit	1 836	-
-		-
b) decrease (due to)	1	607 993
- loss coverage		607 993
- other	1	-
		-
7.2. Other supplementary capital as at the end of the period	188 757	186 922
8. Profit (loss) from previous years as at the beginning of the period		
	(620)	(607 993)
8.1. Profit from previous years as at beginning of the period	1 836	
a) changes to accounting policy	7 939	-
b) adjustment of key miscalculation	762	-
8.2. Profit from previous years as at the beginning of the period after reconciliation to comparative data	10 537	-
8.3. Change of profit from previous years	(1 836)	-
a) increase (due to):	-	-
- appropriation of profit from previous years		-
-		-
	-	-
b) decrease (due to):	1 836	-
- deduction to general banking risk		-
- deduction for supplementary capital	1 836	-
- supply to Company Social Fund		-
- dividend for shareholders		-
8.4. Profit from previous years as at the end of the period	8 701	-
8.5. Loss from previous years at the beginning of the period	(2 456)	(607 993)
a) changes to accounting policies	(14 035)	(10 961)
b) adjustment of key miscalculation	(1 103)	(2 456)

8.6. Loss from previous years as at the beginning of the period after reconciliation to comparative data	(17 594)	(621 410)
8.7. Change of loss from previous years	-	607 993
a) increase (due to):	-	-
-loss to be covered brought forward from previous years	-	-
-	-	-
-	-	-
b) decrease (due to):	-	(607 993)
- coverage from supplementary capital	-	(607 993)
-	-	-
8.8. Loss from previous years as at the end of year	(17 594)	(13 417)
8.9. Profit (loss) from previous years as at the end of year	(8 893)	(13 417)
9. Net profit	(284 207)	6 360
a) net loss	-	6 360
b) net profit	(284 207)	-
II. Equity as at the end of the period (CB)	1 854 530	1 576 850
III. Equity including proposed profit distribution (coverage of loss)	1 854 530	1 576 850

CASH FLOWS STATMENT	2004 current year	2003 previous year
I. Net profit (loss)	(284 207)	6 360
II. Total adjustments for:	967 711	4 122 715
1. Participation in profit (loss) of subordinated companies priced with equity method	14 510	4 063
2. Depreciation	146 654	135 124
3. Foreign exchange gains/losses	(418 320)	390 335
4. Interest and dividends	57 890	57 930
5. (Profit) loss on investments	(21 585)	(14 112)
6. Change in provisions	103 448	(313 732)
7. Change in debt securities	(451 952)	1 367 354
8. Change in receivables from financial institutions	(1 085 992)	1 924 840
9. Change in receivables from non-financial institutions	(216 298)	(1 888 636)
10 . Change in receivables from acquired securities with a repurchased clause	133 977	29 413
11. Change in stocks or shares and securities and other financial instruments	(434 566)	46 561
12. Change in liabilities to financial institutions	(102 460)	781 753
13. Change in liabilities to non-financial institutions	2 143 975	1 639 887
14. Change in liabilities due to sold securities with a buy-back clause	285 228	(477 318)
15. Change in liabilities due to securities	153 968	82 009
16. Change in other liabilities	716 079	63 623
17. Change in prepayments	(61 035)	234 582
18. Change in deferred and qualified income	4 190	59 039
19. Other	-	-
III. Net cash flows from operating activities (I+/- II) - indirect method	683 504	4 129 075
B. Net cash flows from investment operations (I-II)		
I. Incomes	656 467	267 584
1. Sale of stocks or shares in subsidiaries	169 196	10 808
2. Sale of stocks or shares in correlatives	-	-
3. Sale of stocks or shares in affiliates	8 040	21 624
4. Sale of other stocks or shares, securities and other financial instruments	191 446	223 160

5. Sale of intangible and tangible fixed assets	263 148	3 844
6. Sale of investment in real estate and intangible fixed assets	-	-
7. Other incomes	24 637	8 148
II. Expenses	342 662	183 336
1. Purchase of stocks or shares in subsidiaries	147 274	12 191
2. Purchase of stocks or shares in correlatives	-	-
3. Purchase of stock or shares in affiliated	-	9 891
4. Purchase of other stocks or shares, securities and other financial instruments	14 095	22 264
5. Purchase of intangible and tangible fixed assets	86 125	50 046
6. Investment in real estate and intangible fixed assets	95 168	88 944
7. Other investments' expenses	-	-
III. Net cash flows from Investment Operations (I-II)	313 805	84 248
C. Net cash flows from financing activities (I-II)		
I. Incomes	959 438	1 493 367
1. Long term loans received from other banks	196 218	1 426 737
2. Long term loans received from financial sector, excluding banks	124 879	8 430
3. Issue of securities	88 526	58 200
4. Change in subordinated liabilities in plus	-	-
5. Net cash from shares' issue and payment to capital	549 815	-
6. Other financial income	-	-
II. Expenses	409 372	2 035 833
1. Long term loans repaid to other banks	50 082	1 877 034
2. Long term loans repaid to other financial institutions	276 763	43 092
3. Redemption of securities	-	-
4. Due to other financial liabilities	-	-
5. Payments due to financial leasing liabilities	-	-
6. Decrease of subholding liabilities	-	-
7. Dividends and other payments to owners	-	-
8. Dividends and other participation in profit payments for minority	-	-
9 Payments for allocation of the profit (diferrent than payments to owners)	-	4 545
10. Other financial expenses	82 527	111 162
III. Net cash flows from financing activities (I-II)	550 066	(542 466)
D. Total net cash flows (A+B+C)	1 547 375	3 670 857
E. Net change in cash	1 547 375	3 670 857
- including change in cash due to foreign exchange	(42 186)	23 929
F. Cash at the beginning of the period	5 043 433	1 372 576
G. Cash at the end of the period (F+ D)	6 590 808	5 043 433
- o ograniczonej możliwości dysponowania	-	-

A. Explanatory Notes

Additional Explanatory Notes to the Balance Sheet

Note 1A

CASH AND BALANCES WITH CENTRAL BANK	2004 current year	2003 previous year
a) Current account	734 608	473 243
b) Mandatory reserve deposit		-
c) Bank Guarantee Fund		-
d) Other		-
Total cash and balances with the Central Bank	734 608	473 243

Note 1B

CASH AND CASH EQUIVALENTS (BY CURRENCY)	2004 current year	2003 previous year
a. in PLN	711 911	447 657
b. In foreign currencies (by currency and after translation into PLN)	22 697	25 586
b1. currency/unit USD'000	2 398	1 978
PLN'000	7 172	7 399
b2. currency/unit EUR'000	3 021	3 194

PLN'000	12 323	15 068
b3. currency/unit GBP'000	202	136
PLN'000	1 168	909
b4. currency/unit SEK'000	487	615
PLN'000	220	319
b5. currency/unit CHF'000	327	325
PLN'000	864	983
b6. currency/unit NOK'000	493	413
PLN'000	244	231
	-	-
b7. other currencies	706	677
Total cash and cash equivalents	734 608	473 243

Note 2A

AMOUNTS FROM THE FINANCIAL SECTOR (BY TYPE)	2004 current year	2003 previous year
a) current accounts	3 612 817	2 130 704
b) bank loans, placements and other borrowings, including:	3 574 180	2 804 786
- deposits in other banks and another financial institutions	2 425 798	1 549 087
c) receivables purchased		-
d) realised guarantees and warranties		-
e) other receivables	133 925	42 125
- charges to be settled	12 421	42 125
- other receivables	121 504	-
		-
f) Interest:	34 123	32 453
- not due	28 142	25 193
- due	5 981	7 260
Total (gross) amounts due from the financial sector	7 355 045	5 010 068
g) Provision for loans to the financial sector (negative amount)	(25 142)	(52 162)
Total (net) amounts due from the financial sector	7 329 903	4 957 906

Loans where no interest is accrued amount to PLN 5,804 thousand.

NOTE 2B

AMOUNTS (GROSS) DUE FROM THE FINANCIAL SECTOR (BY MATURITY)	2004 current year	2003 previous year
a) current amounts due	3 612 817	2 130 704
b) term amounts due within:	3 708 105	2 846 911
- up to 1 month	1 728 306	765 566
- 1 to 3 months	640 661	247 731
- 3 months to 1 year	577 089	1 234 422
- 1 to 5 years	640 052	474 495
- over 5 years	96 480	77 853
- overdue	25 517	46 844
c) interest	34 123	32 453
- not due	28 142	25 193
- due	5 981	7 260
Total (gross) amounts due from the financial sector	7 355 045	5 010 068

The balance of receivables recorded in account 190 – “amounts to explain” was stated in term amounts due within up to 1 month as at the balance sheet date.

Note 2C

AMOUNTS (GROSS) DUE FROM THE FINANCIAL SECTOR (BY ORIGINAL MATURITY)	2004 current year	2003 previous year
a) current amounts due	3 612 817	2 130 704
b) term amounts due	3 708 105	2 846 911
- up to 1 month	-	-
- 1 to 3 months	-	-
- 3 months to 1 year	-	-
- 1 to 5 years	-	-
- over 5 years	-	-
c) interest	34 123	32 453
- not due	28 142	25 193

- due	5 981	7 260
Total (gross) amounts due from the financial sector	7 355 045	5 010 068

The Bank's accounting records are not sufficient to present data aggregated by original maturity.

Note 2D

AMOUNTS (GROSS) DUE FROM THE FINANCIAL SECTOR (BY CURRENCY)	2004 current year	2003 previous year
a. in PLN	3 840 376	2 130 098
b. In foreign currencies (by currency and after translation into PLN)	3 514 669	2 879 970
b1. currency/unit USD'000	555 798	301 491
PLN'000	1 662 057	1 127 727
b2. currency/unit EUR'000	381 392	338 340
PLN'000	1 555 697	1 595 950
b3. currency/unit GBP'000	1 740	514
PLN'000	10 041	3 430
b4. currency/unit SEK'000	4 895	1 405
PLN'000	2 213	729
b5. currency/unit CHF'000	34 129	41 905
PLN'000	90 172	126 892
b6. currency/unit NOK'000	28 271	25 633
PLN'000	13 994	14 365
b7. other currencies	180 495	10 877
Total (gross) amounts due from the financial sector	7 355 045	5 010 068

Note 2E

AMOUNTS (GROSS) DUE FROM THE FINANCIAL SECTOR	2004 current year	2003 previous year
1. "Normal" loans	7 115 051	4 748 478
2. "Watch" loans	89 634	160 590
3. Non-performing loans, including:	116 237	68 547
a) substandard	87 360	-
b) doubtful	2 605	10 071
c) loss	26 272	58 476
4. Interest	34 123	32 453
a) not due	28 142	25 193
b) due	5 981	7 260
- on "normal" and "watch" loans	1	1 400
- on non-performing loans	5 980	5 860
Total (gross) amounts due from the financial sector	7 355 045	5 010 068

Note 2F

VALUE OF COLLATERAL REDUCING THE BASIS FOR CALCULATING SPECIFIC PROVISIONS FOR LOANS TO THE FINANCIAL SECTOR	2004 current year	2003 previous year
a) watch	-	439
b) non-performing	5 211	17 901
- substandard	525	-
- doubtful	2 605	10 071
- loss	2 081	7 830
Total value of collateral decreasing the basis for calculating provisions for loans to the financial sector	5 211	18 340

Note 2G

PROVISIONS FOR LOANS TO THE FINANCIAL SECTOR	2004 current year	2003 previous year
a) for 'watch' loans	-	-
b) for non-performing loans	25 142	52 162
- substandard	382	-
- doubtful	-	25
- loss	24 760	52 137
Total provisions for loans to the financial sector	25 142	52 162

Note 2H

MOVEMENTS IN PROVISIONS FOR LOANS TO THE FINANCIAL SECTOR	2004 current year	2003 previous year
1. Provisions for loans to the financial sector as at the beginning of the period	52 162	63 455
a) increase (due to):	8 773	18 140
- provisions created	8 773	10 157
- foreign exchange differences		580
- reclassification of provisions		-
- include opening balance of entity (fully consolidated method)		-
- other		7 403
		-
b) application (due to):	29 424	26 635
- charge-offs	20 933	25 251
- reclassification of provisions	1 479	31
- foreign exchange gains and losses	7 012	1 353
		-
		-
c) release (due to):	6 369	2 798
- release of provisions	6 369	2 798
2. Provisions for loans to the financial sector as at the end of the period	25 142	52 162
3. Provisions for loans to the financial sector as at the end of the period required in accordance with the effective provisions of law	24 574	50 646

Irregular receivables at PLN 122,217 thousand represented 0.41% of the balance sheet total as at 31 December 2004.

Note 3A

AMOUNTS DUE FROM THE NON-FINANCIAL SECTOR (BY TYPE)	2004 current year	2003 previous year
a) Bank and other loans	10 311 620	9 586 302
b) Receivables purchased	277 720	224 590
c) Realised guarantees and warranties	20 127	6 996
d) Other receivables (arising from)	186 546	204 960
- charges to be settled	147 139	204 960
- other receivables	39 407	-
e) Interest	236 962	224 321
a) not due	188 081	173 883
b) due	48 881	50 438
Total (gross) loans to the non-financial sector and the public sector	11 032 975	10 247 169
f) Provision for loans to the non-financial sector (negative amount)	(627 080)	(611 324)
Total (net) amounts due from the non-financial sector	10 405 895	9 635 845

The Bank has no loans for financial leases. Loans where no interest is accrued amount to PLN 235,055 thousand.

Note 3B

AMOUNTS (GROSS) DUE FROM THE NON-FINANCIAL SECTOR (BY MATURITY)	2004 current year	2003 previous year
a) current amounts due	1 849 846	1 509 900
b) term amounts due within:	8 946 167	8 512 948
- up to 1 month	706 449	957 622
- 1 to 3 months	885 347	898 808
- 3 months to 1 year	2 465 482	2 504 786
- 1 to 5 years	2 527 025	2 707 329
- over 5 years	1 734 759	731 238

- overdue	627 105	713 165
c) interest	236 962	224 321
- not due	188 081	173 883
- due	48 881	50 438
Total (gross) amounts due from the non-financial sector	11 032 975	10 247 169

The balance of receivables recorded in account 290 – “amounts to explain” was stated in term amounts due within up to 1 month as at the balance sheet date

Note 3C

AMOUNTS (GROSS) DUE FROM THE NON-FINANCIAL SECTOR (BY ORIGINAL MATURITY)	2004 current year	2003 previous year
a) current amounts due	1 849 846	1 509 900
b) term amounts due	8 946 167	8 512 948
- up to 1 month	-	-
- 1 to 3 months	-	-
- 3 months to 1 year	-	-
- 1 to 5 years	-	-
- over 5 years	-	-
c) interest	236 962	224 321
- not due	188 081	173 883
- due	48 881	50 438
Total (gross) amounts due from the non-financial sector	11 032 975	10 247 169

The Bank's accounting records are not sufficient to present data aggregated by original maturity.

Note 3D

AMOUNTS (GROSS) DUE FROM THE NON-FINANCIAL SECTOR (BY CURRENCY)	2004 current year	2003 previous year
a. in PLN	6 574 198	5 441 648
b. In foreign currencies (by currency and after translation into PLN)	4 458 777	4 805 521
b1. currency/unit USD'000	332 531	391 618
PLN'000	994 401	1 464 846
b2. currency/unit EUR'000	429 705	445 678
PLN'000	1 752 766	2 102 265
b3. currency/unit GBP'000	742	3 048
PLN'000	4 280	20 323
b4. currency/unit SEK'000	3 731	6 149
PLN'000	1 687	3 193
b5. currency/unit CHF'000	615 510	362 491
PLN'000	1 626 240	1 097 660
b6. currency/unit NOK'000	119	-
PLN'000	59	-
b7. other currencies PLN'000	79 344	117 234
Total (gross) amounts due from the non-financial sector	11 032 975	10 247 169

Note 3E

AMOUNTS (GROSS) DUE FROM THE NON-FINANCIAL SECTOR	2004 current year	2003 previous year
1. "Normal" loans	8 710 484	6 662 070
2. "Watch" loans	549 583	859 402
3. Non-performing loans, including:	1 535 946	2 501 376
a) substandard	465 269	799 640
b) doubtful	332 314	1 005 309
c) loss	738 363	696 427
4. Interest	236 962	224 321
a) not due	188 081	173 883
b) due	48 881	50 438
- on "normal" and "watch" loans	1 852	410
- on non-performing loans	47 029	50 028
Total (gross) amounts due from the non-financial sector	11 032 975	10 247 169

Note 3F

VALUE OF COLLATERAL REDUCING THE BASIS FOR CALCULATING SPECIFIC PROVISIONS FOR LOANS TO THE NON-FINANCIAL SECTOR	2004 current year	2003 previous year
a) normal	-	-
b) watch	185 780	366 213
c) non-performing	808 826	1 475 011
- substandard	315 927	387 240
- doubtful	270 703	803 623
- loss	222 196	284 148
Total value of collateral decreasing the basis for calculating provisions for loans to the non-financial sector	994 606	1 841 224

Note 3G

PROVISIONS FOR LOANS TO THE NON-FINANCIAL SECTOR	2004 current year	2003 previous year
a) for 'normal' loans	6 287	3 805
b) for 'watch' loans	3 241	623
c) for non-performing loans	617 552	606 896
- substandard	38 602	84 287
- doubtful	33 174	108 499
- loss	545 776	414 110
Total provisions for loans to the non-financial sector	627 080	611 324

Note 3H

MOVEMENTS IN PROVISIONS FOR LOANS TO THE NON-FINANCIAL SECTOR	2004 current year	2003 previous year
1. Provisions for loans to the non-financial sector as at the beginning of the period	611 324	639 765
a) increase (due to):	427 320	244 499
- provisions created	424 852	229 281
- reclassification	1 479	-
- foreign exchange gains and losses		4 630
- other	989	10 588
b) application (due to):	91 839	24 107
- charge-offs	46 590	10 517
- reclassification of provisions	16 785	12 360
- foreign exchange gains and losses	28 464	1 230
c) release (due to):	319 725	248 833
- release of provisions	319 725	248 833
2. Provisions for loans to the non-financial sector as at the end of the period	627 080	611 324
3. Provisions for loans to the non-financial sector as at the end of the period required in accordance with the effective provisions of law	577 783	593 843

Note 4A

AMOUNTS DUE FROM THE PUBLIC SECTOR (BY TYPE)	2004 current year	2003 previous year
a) Bank and other loans	1 030 037	1 563 659
b) Receivables purchased	5 869	14 758
c) Realised guarantees and warranties	-	-
d) Other receivables (arising from)	-	-
- extraordinary receivables	-	-

e) Interest	5 833	7 137
- not due	5 833	7 081
- due		56
Total (gross) loans to the public sector	1 041 739	1 585 554
f) Provision for loans to the public sector (negative amount)	-	-
Total (net) amounts due from the non-financial sector	1 041 739	1 585 554

The Bank has no loans for financial leases

Note 4B

AMOUNTS (GROSS) DUE FROM THE PUBLIC SECTOR (BY MATURITY)	2004 current year	2003 previous year
a) current amounts due	8 059	7 726
b) term amounts due within:	1 027 847	1 570 691
- up to 1 month	1 794	1 774
- 1 to 3 months	2 124	10 475
- 3 months to 1 year	1 003 665	1 529 251
- 1 to 5 years	14 527	20 963
- over 5 years	5 313	7 445
- overdue	424	783
c) interest	5 833	7 137
- not due	5 833	7 081
- due	-	56
Total (gross) amounts due from the public sector	1 041 739	1 585 554

Note 4C

AMOUNTS (GROSS) DUE FROM THE PUBLIC SECTOR (BY ORIGINAL MATURITY)	2004 current year	2003 previous year
a) current amounts due	8 059	7 726
b) term amounts due	1 027 847	1 570 691
- up to 1 month	-	-
- 1 to 3 months	-	-
- 3 months to 1 year	-	-
- 1 to 5 years	-	-
- over 5 years	-	-
c) interest	5 833	7 137
- not due	5 833	7 081
- due	-	56
Total (gross) amounts due from the public sector	1 041 739	1 585 554

The Bank's accounting records are not sufficient to present data aggregated by original maturity.

Note 4D

AMOUNTS (GROSS) DUE FROM THE PUBLIC SECTOR (BY CURRENCY)	2004 current year	2003 previous year
a. in PLN	1 035 094	1 573 126
b. In foreign currencies (by currency and after translation into PLN)	6 645	12 428
b1. currency/unit USD'000	745	1 453
PLN'000	2 227	5 437
b2. currency/unit EUR'000	1 083	1 437
PLN'000	4 418	6 779
b3. currency/unit GBP'000		-
PLN'000		-
b4. currency/unit SEK'000		-
PLN'000		-
b5. currency/unit CHF'000		70
PLN'000		212
b6. currency/unit NOK'000		-
PLN'000		-
		-
b7. other currencies		-
Total (gross) amounts due from the public sector	1 041 739	1 585 554

Note 4E

AMOUNTS (GROSS) DUE FROM THE PUBLIC SECTOR	2004 current year	2003 previous year
1. "Normal" loans	1 035 483	1 577 456
2. "Watch" loans	-	178
3. Non-performing loans, including:	423	783
a) substandard	-	-
b) doubtful	-	-
c) loss	423	783
4. Interest	5 833	7 137
a) not due	5 833	7 081
b) due	-	56
- on "normal" and "watch" loans	-	-
- on non-performing loans	-	56
Total (gross) amounts due from the public sector	1 041 739	1 585 554

Note 4F

VALUE OF INTANGIBLE ASSETS REDUCING COUNT BASE OF SPECIFIC RESERVE FOR RECEIVABLES FROM PUBLIC SECTOR	2004 current year	2003 previous year
1. "Normal" loans	-	-
2. "Watch" loans	-	178
3. Non-performing loans, including:	423	783
a) substandard	-	-
b) doubtful	-	-
c) loss	423	783
Value of intangible assets reducing count base of specific reserve for receivables from public sector	423	961

Note 5

RECEIVABLES ARISING FROM PURCHASED SECURITIES WITH A REPURCHASE CLAUSE	2004 current year	2003 previous year
a) from the financial sector	110 193	253 657
b) from the non-financial sector	10 061	324
c) from the public sector	-	-
c) interest	87	337
Total receivables arising from purchased securities with a repurchase clause	120 341	254 318

Pursuant to the Banking Guarantee Fund (BGF) Law dated 14 December 1994, as at 31 Dec. 2004 BRE Bank SA held Treasury bills stated in the balance sheet at PLN 31,500 thousand (nominal value PLN 32,500 thousand) as security for funds guaranteed under BGF, deposited in a separate account with NBP

Note 6A

DEBT SECURITIES	2004 current year	2003 previous year
1. Issued by central banks, including:	214 494	214 917
- bonds denominated in foreign currencies	-	-
2. Issued by other banks, including:	371 014	229 140
- denominated in foreign currencies	358 911	122 209
3. Issued by other financial institutions, including	101 569	152 528
- denominated in foreign currencies	6 149	19 245
4. Issued by non-financial entities, including:	64 465	127 446
- denominated in foreign currencies	-	66 741
5. Issued by the State Budget, including:	3 554 581	3 123 845
- denominated in foreign currencies	390 338	461 078
6. Issued by local budget authorities:	91 420	97 782
- denominated in foreign currencies	-	-
7. The Bank's own debt securities repurchased	-	-
Total debt securities	4 397 543	3 945 658

Note 6B

DEBT SECURITIES (BY TYPE)	2004 current year	2003 previous year
1. Issued by the State Budget, including:	3 554 581	3 123 845
a) bonds	1 368 142	1 582 518
b) Treasury bills	2 186 439	1 541 327
c) other (by type):	-	-
2. Issued by parent company, including:	-	-
a) bonds	-	-
b) other (by type):	-	-
3. Issued by significant investors, including:	-	-
a) bonds	-	-
b) other (by type):	-	-
4. Issued by subsidiaries, including:	29 779	174 396
a) bonds	20 147	8 467
b) other (by type):	9 632	165 929
- investment bills	9 632	44 944
- mortgage bonds	-	120 985
5. Issued by joint ventures, including:	-	-
a) bonds	-	-
b) other (by type):	-	-
6. Issued by associates, including:	30 600	-
a) bonds	30 600	-
b) other (by type):	-	-
7. Issued by other entities, including:	782 583	647 417
a) bonds	737 997	548 952
b) other (by type):	44 586	98 465
- investment bills	-	-
- deposit certificates	-	98 465
- Central Bank bills	-	-
- convertible bonds	44 586	-
Total debt securities	4 397 543	3 945 658

Note 6C

MOVEMENTS IN DEBT SECURITIES	2004 current year	2003 previous year
Opening balance	3 945 658	5 312 796
a) increase (due to)	320 100 675	447 173 065
- purchase	318 349 342	445 474 010
- increase in value	71 112	143 864
- other decreases (value adjustments)	23 493	83 623
- foreign exchange gains/losses		4 729
- reclassification of sell by back and buy sell back	1 639 945	994 810
- reclassification of securities		393 949
- reclassification of reserve	16 783	78 080
- decrease of deductions due to loss of value		-
b) decrease (due to)	319 648 790	448 540 203
- sale	318 485 787	446 877 644
- foreign exchange gains/losses	84 319	21 779
- provisions created		-
- decrease in value	54 338	130 303
- other decreases (value adjustments)	25 117	11 426
- reclassification of securities		26 848
- reclassification of reserve	4 419	27 065
- square up of sell by back and buy sell back	994 810	1 445 138
Closing balance	4 397 543	3 945 658

Note 7A

SHARES IN SUBSIDIARIES	2004 current year	2003 previous year
a) in banks	59 803	126 484
b) in other financial entities	502 056	680 689
c) in non-financial entities	156 021	131 523
Total shares in subsidiaries	717 880	938 696

Note 7B

MOVEMENTS IN SHARES IN SUBSIDIARIES	2004 current year	2003 previous year
Opening balance	938 696	901 352
a) increase (due to)	308 732	175 383
- purchase	208 481	35 087
- reclassification of securities	50	25 116
- release of provisions	100 174	94 901
- reclassification of provisions	-	1 029
- foreign exchange gains/losses	27	9 877
- increase in capital		-
- take overs		-
- other		9 373
b) decrease (due to)	529 548	138 039
- sale	216 599	61 691
- reclassification of securities		5 896
- foreign exchange gains/losses	10 360	-
- provisions created	279 372	70 300
- reclassification of provisions	23 217	-
- other		152
-		
Shares in subsidiaries as at the end of the period	717 880	938 696

Note 7C

SHARES IN SUBSIDIARIES	2004 current year	2003 previous year
- goodwill - subsidiaries	250 542	440 499
- goodwill (negative amount) subsidiaries	1 117	-

Note 7D

MOVEMENTS IN GOODWILL IN SUBSIDIARIES	2004 current year	2003 previous year
a) goodwill (gross) as at the beginning of the period	493 134	499 526
b) increases	24 942	12 393
- purchase of shares	24 942	10 312
- foreign exchange gains/losses		2 081
- reclassification from affiliates shares		-
c) decreases	1 943	8 794
- reclassification to intangible assets		5 748
- reclassification to affiliates shares		3 046
- foreign exchange gains/losses	1 943	
d) goodwill (gross) as at the end of the period	516 133	503 125
e) deduction of goodwill as at the beginning of the period	52 635	34 188
f) deduction of goodwill	212 956	28 438
- amortisation of goodwill	27 914	27 854
- single deduction of goodwill	163 320	-
- goodwill at sale	17 646	-
- reclassification from affiliates shares	5 250	-
- reclassification to affiliates shares		(384)
- foreign exchange gains/losses	(1 174)	968
g) goodwill as at the end of the period	265 591	62 626
d) goodwill (net) as at the end of the period	250 542	440 499

Note 7E

MOVEMENTS IN GOODWILL (NEGATIVE VALUE) IN SUBSIDIARIES	2004 current year	2003 previous year
a) goodwill (gross) - negative value as at the beginning of the period	-	2 518
b) increases	1 314	-
- purchase of shares	1 314	
c) decreases	-	-
d) goodwill (gross)- negative value as at the end of the period	1 314	2 518
e) deduction of goodwill - negative value as at the beginning of the period	-	2 518
f) deduction of goodwill- negative value	197	-
- single deduction of goodwill	197	
g) goodwill - negative value as at the end of the period	197	2 518
h) goodwill (net) - negative value as at the end of the period	1 117	-

subsidiaries' goodwill (net value) / cumulated write-downs of
subsidiaries' goodwill

1. PTE Skarbiec Emerytura S.A.	242.429 tys.zł	228.173 tys.zł
2. Intermarket Bank AG	909 tys.zł	6.881 tys.zł
3. Transfinance a.s.	969 tys.zł	4.844 tys.zł
4. Magyar Factor Rt.	1.912 tys.zł	1.189 tys.zł
5. Optimus IC SA	4.323 tys.zł	1.194 tys.zł
6. BRE Bank Hipoteczny SA	0 tys.zł	18.021 tys.zł
7. Promes Sp. z o.o.	0 tys.zł	39 tys.zł
8. Garbary Sp. z o.o.	0 tys. zł	5.242 tys.zł
9. MKF Sp. z o.o	0 tys. zł	8 tys.zł

subsidiaries' negative goodwill (net value) / cumulated write-downs of subsidiaries' negative goodwill

1. Optimus IC SA	1.117 tys. zł	197 tys. zł
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Note 9A

SHARES IN ASSOCIATES	2004 current year	2003 previous year
a) in banks	-	-
b) in other financial entities	(5 716)	(5 821)
c) in non-financial entities	814	5 111
Total shares in associates	(4 902)	(710)

Note 9B

MOVEMENTS IN SHARES IN ASSOCIATES	2004 current year	2003 previous year
Opening balance	(710)	3 924
a) increase (due to)	9 565	89 450
- purchase	10	9 941
- reclassification of securities		55 500
- release of provisions	9 549	19 848
- reclassification of provisions	6	-
- foreign exchange gains/losses		-
- reclassification from shares		-
- take over for debt		4 161
-		
b) decrease (due to)	13 757	94 084
- sale	5 896	35 969
- reclassification of securities	50	27 687
- foreign exchange gains/losses		-
- provisions created	7 811	8 268
- reclassification		19 416
- others		2 744
Shares in associates as at the end of the period	(4 902)	(710)

Note 9C

SHARES IN ASSOCIATES	2004 current year	2003 previous year
- goodwill - associates	238	2 574
- goodwill (negative amount) associates	-	-

Note 9D

MOVEMENTS IN GOODWILL IN ASSOCIATES	2004 current year	2003 previous year
a) goodwill (gross) as at the beginning of the period	3 785	739
b) increases	-	3 046
- purchase of shares		-
- reclassification from subsidiary shares		3 046
- foreign exchange gains/losses		-
c) decreases	-	-
- reclassification to subsidiary shares		-
d) goodwill (gross) as at the end of the period	3 785	3 785
e) deduction of goodwill as at the beginning of the period	1 211	205
f) deduction of goodwill	2 336	1 006
- amortisation of goodwill	419	329
- goodwill at sale	1 917	293
- single deduction of goodwill		-
- reclassification to subsidiary shares		-
- reclassification from subsidiary shares		384
- foreign exchange gains/losses		-
g) goodwill as at the end of the period	3 547	1 211
h) goodwill (net) as at the end of the period	238	2 574

	net goodwill of affiliates	cumulated write-downs
	of affiliates entities	of affiliates entities
1. Xtrade SA	238 PLN '000	501 PLN '000
2. Billbird SA	0 PLN '000	3.046 PLN '000

Note 10

SHARES IN SUBORDINATED ENTITIES

No.	a	b	c	d	e	f	g	h	i	j	k	l
	Company's name (including its legal status)	registered office	type of business	type of equity relationship (subsidiary, c-subsidiary, associate, direct or indirect relationship)	consolidation method / valuation by equity method, or indication that the company is not consolidated / valued using the equity method	date of taking control / joint control / significant influence	shares at cost	total value adjustments	carrying value of shares	shareholding %	proportion of voting rights at GSM	Basis for domination other than those indicated in j) or k)
1	BRE International Finance BV	Amsterdam, Holland	services	subsidiary	consolidation	05-2000	82	(891)	973	100.00	100.00	
2	PTE Skarbiec - Emerytura SA	Warsaw	pension fund	subsidiary	consolidation	08-1998	740 414	398 611	341 803	100.00	100.00	
3	ServicePoint Sp. z o.o.	Warsaw	services	subsidiary	equity method	05-2002	50	(895)	945	100.00	100.00	
4	Fund Advisory and Management Company (FAMCO) SA	Warsaw	services	subsidiary	equity method	11-1996	5 340	221	5 119	100.00	100.00	
5	BRE Corporate Finance SA	Warsaw	services	subsidiary	consolidation	07-1997	11 897	7 619	4 278	100.00	100.00	
6	Dom Inwestycyjny BRE Banku SA	Warsaw	services	subsidiary	consolidation	07-1998	26 719	(13 145)	39 864	100.00	100.00	
7	Skarbiec Asset Management Holding SA	Warsaw	services	subsidiary	consolidation	01-2002	134 582	57 279	77 303	100.00	100.00	
8	Centrum Rozliczeń i Informacji CERI Sp. z o.o.	Aleksandrów Łódzki	services	subsidiary	consolidation	03-2003	12 066	1 025	11 041	100.00	100.00	
9	AMBRESA Sp. z o.o.	Warsaw	services	subsidiary	equity method	01-1996	850	(415)	1 265	100.00	100.00	
10	Garbary Sp. z o.o.	Poznań	services	subsidiary	equity method	05-2004	58 802	6 634	52 168	100.00	100.00	
11	Optimus IC SA	Nowy Sącz	services	subsidiary	equity method	06-2003	17 949	(10 864)	28 813	100.00	100.00	
12	BRELIM Sp. z o.o.	Warsaw	services	subsidiary	equity method	11-2004	65	0	65	100.00	100.00	
13	MKF Sp. z o.o.	Warsaw	services	subsidiary	equity method	12-2004	12	8	4	100.00	100.00	
14	TV-Tech Investment 1 Sp. z o.o.	Warsaw	services	subsidiary	consolidation	11-2003	50	14	36	100.00	100.00	
15	BRE Finance France SA	Levallois Perret, France	services	subsidiary	consolidation	07-2003	917	(195)	1 112	99.97	99.97	
16	BRELINVEST Sp. z o.o. Fly 1 Sp. komandytowa	Warsaw	services	subsidiary	equity method	03-2000	5 621	(1 069)	6 690	99.84	99.84	
17	BRELINVEST Sp. z o.o. Fly 2 Sp. komandytowa	Warsaw	services	subsidiary	equity method	03-2000	5 414	(1 538)	6 952	99.84	99.84	
18	AMBRESA Sp. z o.o. - BRELLA Sp. komandytowa	Warsaw	services	subsidiary	equity method	07-1999	8 490	(9 692)	18 182	99.69	99.69	
19	Intermarket Bank AG	Vienna, Austria	services	subsidiary	consolidation	07-2000	38 179	(21 624)	59 803	54.84	54.84	
20	eCard SA	Warsaw	services	subsidiary	equity method	06-2000	4 690	4 690	0	52.96	52.96	
21	BRE Leasing Sp. z o.o. ¹⁾	Warsaw	services	subsidiary	consolidation	06-1991	12 735	(9 790)	22 525	50.00	50.00	
22	Magyar Factor Rt.	Budapest, Hungary	services	subsidiary	consolidation	01-2003	9 124	(1 552)	10 676	50.00	50.00	
23	TRANSFINANCE a.s.	Prague, Czech	services	subsidiary	consolidation	10-2000	15 824	648	15 176	50.00	50.00	
24	Polfactor SA	Warsaw	services	subsidiary	consolidation	03-1995	4 803	(4 351)	9 154	50.00	50.00	
25	BRE.locum Sp. z o.o.	Łódź	services	subsidiary	equity method	09-2000	23 611	19 678	3 933	49.99	49.99	under Art. 3.1.37a of the Accountancy Act dated 29 Sept. 1994
26	Xtrade SA	Warsaw	services	associate	equity method	06-2001	11 745	10 931	814	24.90	24.90	
27	Tele-Tech Investment Sp. z o.o.	Warsaw	services	associate	consolidation	12-1999	12	5 728	(5 716)	24.00	24.00	

1) Actual participation in the share capital and total votes at the General Meeting amounts to 50,004

UDZIAŁY LUB AKCJE W JEDNOSTKACH PODPORZĄDKOWANYCH - CD																		
Lp.	a	m							n			o			p	r	s	t
	Company's name	Company's equity, including:							Company's liabilities, including:			Company's receivables, including:			Company's total assets	income from sale	shares not paid up for by the issuer	Dividends/pr ofits for the last year received or receivables
		share capital	share capital not paid up (negative amount)	supplementary capital	other equity, including:			short-term liabilities	long-term liabilities		short-term receivables	long-term receivables						
						retained earnings (loss brought forward)	net profit (loss)											
1	BRE International Finance BV	1 069	408	(326)	-	987	-	987	816 581	816 581	-	817 583	817 583	-	799 284	37 231	326	961
2	PTE Skarbiec - Emerytura SA	99 374	85 162	-	80 522	(66 310)	(69 619)	3 309	-	-	-	8 108	7 493	615	106 488	38 098	-	15 000
3	ServicePoint Sp. z o.o.	945	50	-	620	275	-	275	321	321	-	844	844	-	1 265	4 562	-	-
4	Fund Advisory and Management Company (FAMCO) SA	2 620	4 589	(2 500)	112	419	-	(353)	55	55	-	208	208	-	4 008	796	2 500	-
5	BRE Corporate Finance SA	4 277	1 350	-	1 747	1 180	(149)	1 329	2 988	2 988	-	5 306	5 306	-	8 152	13 687	-	-
6	Dom Inwestycyjny BRE Banku SA	39 864	26 719	-	4 490	8 655	(18)	8 673	343 302	343 302	-	283 843	283 843	-	433 152	36 214	-	-
7	Skarbiec Asset Management Holding SA	110 395	134 582	-	-	(24 187)	(5 575)	(20 075)	190	190	-	665	665	-	110 901	1 086	-	-
8	Centrum Rozliczeń i Informacji CERI Sp. z o.o.	11 041	6 033	-	6 033	(1 025)	(1 048)	23	2 563	2 417	146	2 408	2 408	-	14 711	26 180	-	-
9	AMBRESA Sp. z o.o.	1 265	850	-	454	(39)	-	(39)	21	21	-	-	-	-	1 286	-	-	107
10	Garbary Sp. z o.o.	52 167	43 960	-	63 240	(55 033)	(53 641)	(1 392)	1 636	1 636	-	301	301	-	53 839	190	-	-
11	Optimus IC S.A.	25 607	4 280	-	11 694	9 633	-	9 633	8 352	7 900	452	8 438	8 438	-	35 297	64 616	-	-
12	BRELIM Sp. z o.o.	(5 582)	50	-	15	(5 647)	(3 261)	(2 386)	10 140	10 140	-	10	10	-	4 560	6	-	-
13	MKF Sp. z o.o.	-	4	(4)	-	-	-	-	21	21	-	-	-	-	21	-	-	-
14	TV-Tech Investment 1 Sp. z o.o.	36	50	-	4	(18)	(6)	(12)	127 092	-	127 092	-	-	-	139 091	-	-	-
15	BRE Finance France SA	1 133	918	-	-	215	12	203	1 767 318	-	1 767 318	1 768 627	9 076	1 759 551	1 768 627	28 851	-	-
16	BRELINVEST Sp. z o.o. Fly 1 Sp. komandytowa	9 540	8 469	-	134	937	1 092	(155)	64 324	18	64 306	73 848	5 564	68 284	73 864	-	-	-
17	BRELINVEST Sp. z o.o. Fly 2 Sp. komandytowa	9 781	8 240	-	118	1 423	1 586	(163)	62 888	17	62 871	72 648	4 160	68 488	72 669	-	-	-
18	AMBRESA Sp. z o.o. - BRELLA Sp. komandytowa	18 240	8 517	-	3 095	6 628	5 585	1 043	111 462	55 774	55 688	129 511	67 271	62 240	129 702	-	-	-
19	Intermarket Bank AG	108 297	10 377	-	-	97 920	54 026	9 231	493 400	493 400	-	559 692	559 692	-	640 330	58 502	-	711
20	eCard S.A.	(3 566)	13 361	-	2 750	(19 677)	(17 389)	(2 288)	5 172	1 066	4 106	931	931	-	1 772	6 629	-	-
21	BRE Leasing Sp. z o.o.	49 646	6 120	-	38 888	4 638	263	10 092	1 672 592	1 241 715	430 877	1 490 225	588 318	901 907	1 739 676	160 562	-	-
22	Magyar Factor Rt.	17 984	6 636	-	600	10 748	4 787	5 820	160 385	160 385	-	177 330	177 330	-	179 367	29 264	-	830
23	TRANSFINANCE a.s.	28 690	15 019	-	1 017	12 654	7 361	5 296	338 677	338 677	-	364 832	364 832	-	370 255	36 792	-	1 408
24	Polfactor SA	18 309	11 500	-	99	6 710	-	6 710	203 591	203 591	-	206 285	206 285	-	235 917	28 050	-	-
25	BRE.locum Sp. z o.o.	29 766	4 000	-	2 437	23 329	(19 544)	(359)	53 792	53 792	-	529	529	-	100 895	37 517	-	-
26	Xtrade SA	2 312	47 170	-	-	(44 858)	(43 006)	(1 852)	787	384	403	599	599	-	3 141	2 055	-	-
27	Tele-Tech Investment Sp. z o.o.	(7 462)	50	-	-	(7 512)	(8 384)	279	54 948	24 349	30 599	8	8	-	48 772	-	-	10

NOTE 11A

SHARES IN OTHER ENTITIES	2004 current year	2003 previous year
a) in financial entities	4 798	9 211
b) in non-financial entities		76
Total shares in other entities	4 798	9 287

Note 11B

MOVEMENTS IN SHARES IN OTHER ENTITIES	2004 current year	2003 previous year
Opening balance	9 287	12 830
a) increase (due to)	9 377	1 251
- purchase		124
- charge-offs	5 749	348
- release of provisions		139
- reclassification of provisions		-
- foreign exchange gains/losses	3 478	501
- increase in capital		-
- take over for debt	150	139
-		
b) decrease (due to)	13 866	4 794
- sale	4 976	1 951
- reclassification of securities	82	1 800
- foreign exchange gains/losses	5 301	688
- provisions created	3 507	216
- reclassification of provisions		139
-		
-		
Shares in other entities as at the end of the period	4 798	9 287

Note 11C

Shares in other entities										
Lp.	a	b	c	d	e	f	g		h	i
	Company's name	Registered office	Type of business	Shares	Shareholding	Proportion of	Company's equity,		Shares not paid for	Dividends/profits for
	(including its legal status)			at cost	%	voting rights at GSM	including:	share capital	by the issuer	the last year received or receivable
1	POLISH Pre - IPO FUND ¹⁾	Luksemburg, Luksemburg	fundusz	3 236	17.04	17.04	18 840	87 731	-	2 428
2	Poland Investment Fund ¹⁾	Hamilton, Bermudy	fundusz	980	4.00	4.00	24 821	74 760	-	-
3	Prospect Poland UK, L.P. ¹⁾	St. Helier, Jersey, Wlk. Brytania	fundusz	259	1.63	1.63	7 039	81 366	-	328
4	S.W.I.F.T. s.c.r.l. ²⁾	La Hulpe, Belgia	usługi	324	0.06	0.06	590 264	44 029	-	-
5	Fabryka Parkietów Biadki Sp. z o.o.	Biadki	produkcja	0	0.78	0.78	20 570	19 250	-	-

¹⁾ data from the financial statements of the company as at 31.12.04 and 30.11.04 translated into USD at the average NBP rate as at 31.12.04 : PLN 2,9904

²⁾ data from the financial statements of the company as at 31.12.03 (other data unavailabe) translated into EUR at the average NBP rate as at 31.12.04 : PLN 4,0790

NOTE 12A

OTHER SECURITIES AND OTHER FINANCIAL ASSETS	2004 current year	2003 previous year
a) pre-emptive rights	-	-
b) derivative rights	3 016 544	2 410 938
c) other (by type)	232 431	407 400
- shares in companies admitted to public trading	148 825	80 038
- shares in companies subject to regulated over-the-counter trading	-	-
- shares in companies not admitted to public trading	83 606	327 362
units in trust funds	-	-
- National Investment Funds	-	-
Total other securities and other financial assets (by type)	3 248 975	2 818 338

Note 12B

MOVEMENTS IN OTHER SECURITIES AND OTHER FINANCIAL ASSETS	2004 current year	2003 previous year
Opening balance	2 818 338	3 040 788
a) increase (due to)	961 745	447 472
- purchase	280 390	227 605
- realise of provisions	20 842	67 303
- assets repossessed		36 266
- foreign exchange gains/losses		-
- reclassification of securities		13 735
- value adjustment		-
- reclassification of provisions		13 840
- increase in value	660 513	81 683
- other		7 040
-		
b) decrease (due to)	531 108	669 922
- sale	445 647	514 606
- reclassification of securities	-	65 457
- provisions created	840	1 283
- charge-offs		-
- decrease in value		-
- foreign exchange gains/losses	48 619	6 372
- decrease in value	36 002	32 606
- reclassification of provisions		49 598
Other securities and other financial assets as at the end of the period	3 248 975	2 818 338

Note 12C

OTHER SECURITIES AND OTHER FINANCIAL ASSETS (BY CURRENCY)	2004 current year	2003 previous year
a. in PLN	3 199 109	2 518 010
b. In foreign currencies (by currency and after translation into PLN)	49 866	300 328
b1. currency/unit USD'000	5 552	72 750
PLN'000	16 602	272 121
b2. currency/unit EUR'000	8 006	5 810
PLN'000	32 658	27 408

b3. currency/unit GBP'000	29	-
PLN'000	165	-
b4. currency/unit SEK'000		-
PLN'000		-
b5. currency/unit CHF'000	124	38
PLN'000	327	115
b6. currency/unit NOK'000		-
PLN'000		-
b7. other currencies PLN'000	114	684
Total other securities and other financial assets	3 248 975	2 818 338

Note 13A

FINANCIAL ASSETS	2004 current year	2003 previous year
a) financial assets held for trading	11 678 051	9 013 866
b) loans granted by bank and loans and receivables originated by the enterprise held for trading	15 164 720	14 048 601
c) financial assets held to their maturity date	-	-
d) financial assets available for sale	493 863	670 447
Total financial assets	27 336 634	23 732 914

Note 13B

FINANCIAL ASSETS (BY CURRENCY)	2004 current year	2003 previous year
a. in PLN	18 560 169	15 007 925
b. In foreign currencies (by currency and after translation into PLN)	8 776 465	8 724 989
b1. currency/unit USD'000	1 011 928	838 810
PLN'000	3 026 068	3 137 570
b2. currency/unit EUR'000	924 567	886 280
PLN'000	3 771 310	4 180 594
b3. currency/unit GBP'000	2 615	6 905
PLN'000	15 088	46 050
b4. currency/unit SEK'000	9 113	8 166
PLN'000	4 120	4 239
b5. currency/unit CHF'000	642 026	400 672
PLN'000	1 696 298	1 213 273
b6. currency/unit NOK'000	28 883	26 046
PLN'000	14 297	14 596
b7. other currencies PLN'000	249 284	128 667
Total financial assets	27 336 634	23 732 914

Note 13C

FINANCIAL ASSETS HELD FOR TRADING (BY TRANSFERABILITY)	2004 current year	2003 previous year
A. With unlimited transferability, listed on stock exchange (carrying value)	1 457 986	1 470 745
a) shares (carrying value):	6 229	5 620
- fair value		-
- market value	6 229	5 620
- value at cost	6 586	5 281
b) bonds (carrying value):	1 446 253	1 431 288
- fair value		-
- market value	1 446 253	1 431 288
- value at cost	1 463 265	1 422 413
c) other - by category (carrying value):	5 504	33 837
c1) balance sheet value of derivatives	5 504	33 837
- fair value		-
- market value	5 504	33 837
- value at cost		-
B. With unlimited transferability, subject to regulated over-the-counter trading (carrying value)	2 380 433	1 520 387
a) shares (carrying value):	-	-
- fair value		-

- market value		-
- value at cost		-
b) bonds (carrying value):	214 494	-
- fair value		-
- market value	214 494	-
- value at cost	205 288	-
c) other - by category (carrying value):	2 165 939	1 520 387
c1) treasury bills (carrying value)	2 165 939	1 520 387
- fair value		-
- market value	2 165 939	1 520 387
- value at cost	2 125 653	1 515 861
		-
C. With unlimited transferability, not subject to regulated over-the-counter trading (carrying value)	307 994	734 603
a) shares (carrying value):		-
- fair value		-
- market value		-
- value at cost		-
b) bonds (carrying value):	241 673	470 209
- fair value	241 673	470 209
- market value		-
- value at cost	241 867	462 162
c) other - by category (carrying value):	66 321	264 394
c1) investment bills (carrying value)	9 632	44 944
- fair value	9 632	44 944
- market value		-
- value at cost	9 630	44 759
c2) convertible bonds (carrying value)	44 586	120 985
- fair value	44 586	120 985
- market value		-
- value at cost	44 480	120 731
c3) promissory notes (carrying value)	12 103	98 465
- fair value	12 103	98 465
- market value		-
- value at cost	12 041	98 233
		-
D. With limited transferability (carrying value)	3 011 040	2 377 101
a) shares (carrying value):		-
- fair value		-
- market value		-
- value at cost		-
b) bonds (carrying value):		-
- fair value		-
- market value		-
- value at cost		-
c) other - by category (carrying value):	3 011 040	2 377 101
c1) derivatives (balance sheet value)	3 011 040	2 377 101
- fair value	3 011 040	2 377 101
- market value		-
- value at cost		-
		-
Total value at cost	4 108 810	3 669 440
Opening balance	6 102 836	5 222 123
Total value adjustments	1 054 617	880 713
Total carrying value	7 157 453	6 102 836

Note 13E

FINANCIAL ASSETS AVAILABLE FOR SALE (BY TRANSFERABILITY)	2004 current year	2003 previous year
A. With unlimited transferability, listed on stock exchange (carrying value)	384 959	267 505
a) shares (carrying value):	142 596	74 418
- fair value	-	-
- market value	142 596	74 418
- value at cost	136 110	105 007
b) bonds (carrying value):	242 363	193 087
- fair value	-	-
- market value	242 363	193 087
- value at cost	240 011	198 569
c) other - by category (carrying value):	-	-
c1) convertible bonds (carrying value):	-	-
- fair value	-	-
- market value	-	-
- value at cost	-	-
	-	-
B. With unlimited transferability, subject to regulated over-the-counter trading (carrying value)	20 500	20 940
a) shares (carrying value):	-	-
- fair value	-	-
- market value	-	-
- value at cost	-	-
b) bonds (carrying value):	-	-
- fair value	-	-
- market value	-	-
- value at cost	-	-
c) other - by category (carrying value):	20 500	20 940
c1) treasury bills (carrying value)	20 500	20 940
- fair value	-	-
- market value	20 500	20 940
- value at cost	19 725	20 365
	-	-
C. With unlimited transferability, not subject to regulated over-the-counter trading (carrying value)	83 606	372 715
a) shares (carrying value):	83 606	327 362
- fair value	83 606	327 362
- market value	-	-
- value at cost	84 664	327 711

b) bonds (carrying value):		45 353
- fair value		45 353
- market value		-
- value at cost		51 636
c) other - by category (carrying value):	-	0
c1) investment bills (carrying value)	-	
- fair value	-	
- market value	-	
- value at cost	-	
	-	-
D. With limited transferability (carrying value)	4 798	9 287
a) shares (carrying value):	4 798	9 287
- fair value	4 798	9 287
- market value		-
- value at cost	21 407	31 535
b) bonds (carrying value):		-
- fair value		-
- market value		-
- value at cost		-
c) other - by category (carrying value):	-	-
c1) promisory notes (carrying value)	-	-
- fair value	-	-
- market value	-	-
- value at cost	-	-
		-
Total value at cost	501 917	734 823
Opening balance	670 447	717 787
Total value adjustments	(176 584)	(47 340)
Total carrying value	493 863	670 447

Note 14A

INTANGIBLE ASSETS	2004 current year	2003 previous year
a) development cost	7 719	7 901
b) goodwill		55 061
c) concessions, patents, licences and similar assets, including:	198 876	159 307
- computer software	169 358	137 264
d) other intangible assets	909	1 143
e) prepayments for intangible assets	142 644	149 840
Total intangible assets	350 148	373 252

MOVEMENTS IN INTANGIBLE ASSETS							
	a	b	c		d	e	Total intangible assets
	development costs	goodwill on acquisition	acquired concessions, patents, licences and other similar assets, including:	acquired computer software	other intangible assets	prepayments for intangible assets	
a) gross book value as at the beginning of the period:	26 438	111 876	239 377	202 568	2 365	149 840	529 896
b) additions (in respect of)	6 670	-	100 850	80 329	386	54 204	162 110
- purchase			10 227	1 510	141	44 024	54 392
- take over from other units of the Bank	-	-	500	500	-	-	500
- transfer from investment	-	-	36 249	33 662	245	-	36 494
- other increases	6 670		53 874	44 657		10 180	70 724
-	-	-	-	-	-	-	-
...							-
c) disposals (in respect of)	-	111 876	35 641	32 172	2	61 400	208 919
- sale	-	-	-	-	-	-	-
- liquidation	-	111 876	27 570	27 570	-	-	139 446
- transfer to other units of the Bank	-	-	500	500	2	-	502
- other disposals			7 571	4 102	-	61 400	68 971
-	-	-	-	-	-	-	-
...							-
d) gross book value as at the end of the period:	33 108	-	304 586	250 725	2 749	142 644	483 087
e) accumulated amortisation as at the beginning of the period:	18 537	56 815	80 070	65 304	1 222		156 644
f) amortisation for the period (in respect of)	6 852	(56 815)	25 640	16 063	618	-	(23 705)
- write-offs	5 959	10 902	41 346	28 540	619	-	58 826
- relief	-	-	-	-	-	-	-
- take over from other units of the Bank	-	-	180	180	-	-	180
- other additions	893	-	146	-	-	-	1 039
- sale							-
- liquidation	-	67 717	9 884	9 884	-	-	77 601
- transfer to other units of the Bank	-	-	180	180	1	-	181
- other disposals	-	-	5 968	2 593	-	-	5 968
-							-
...	-	-	-	-	-	-	-
g) accumulated amortisation as at the end of the period:	25 389	-	105 710	81 367	1 840	-	132 939
h) write-off due to permanent depreciation of value as at the beginning of the period		-	-	-	-	-	-
- additions	-	44 160	17 686	17 686	-	-	61 846
- disposals	-	44 160	17 686	17 686	-	-	61 846
i) write-off due to permanent depreciation of value as at the end of the period	-	-	-	-	-	-	-
j) net book value as at the end of the period:	7 719	-	198 876	169 358	909	142 644	350 148

Note 14C

INTANGIBLE ASSETS (BY TITLE)	2004 current year	2003 previous year
a) own assets	350 148	373 252
b) used under rent, lease or other agreement, including:	-	-
-		
-		
Total intangible assets	350 148	373 252

Note 15A

TANGIBLE FIXED ASSETS	2004 current year	2003 previous year
Tangible fixed assets		
a) tangible fixed assets, including:	442 630	717 110
- lands (including lands in perpetual usufruct)	19 403	69 716
- buildings and constructions	237 390	467 098
- equipment	98 685	115 092
- vehicles	6 559	11 567
- other tangible fixed assets	80 593	53 637
b) assets under construction	45 837	75 980
c) prepayments for assets under construction		-
Total tangible fixed assets	488 467	793 090

Note 15C

BALANCE-SHEET TANGIBLE FIXED ASSETS (BY TITLE)	2004 current year	2003 previous year
a) own assets	488 467	793 090
b) used under rent, lease or other similar agreement, including lease agreement:	-	-
-	-	-
TOTAL BALANCE-SHEET TANGIBLE FIXED ASSETS	488 467	793 090

Note 15D

OFF-BALANCE-SHEET TANGIBLE FIXED ASSETS	2004 current year	2003 previous year
- used under rent, lease or other similar agreement, including lease agreement:	314 136	-
- land in perpetual usufruct	314 136	-
-	-	-
-	-	-
Total off-balance-sheet tangible fixed assets	314 136	-

Note 16A

OTHER ASSETS	2004 current year	2003 previous year
a) assets repossessed, held for resale	43	49
b) other, including:	401 289	350 508
- debtors	378 866	345 459
- income tax overpayment	15 408	-
- repayable contributions to capital of subordinated companies	-	-
- interbank balances	1 869	460
- others	27	24
- reserves	5 119	4 565
Total other assets	401 332	350 557

Note 16B

ASSETS REPOSSESSED, HELD FOR RESALE	2004 current year	2003 previous year
a) assets under construction	-	-
b) real estate	-	-
c) other	43	49
Total assets repossessed, held for resale	43	49

Note 16C

MOVEMENTS IN ASSETS REPOSSESSED, HELD FOR RESALE (BY TYPE)	2004 current year	2003 previous year
1. Opening balance (by type)	49	2 736
a) construction in progress	-	-
b) property	-	-
c) others	49	2 736
a) increase (due to)	-	15 424
- assets repossessed	-	15 424
b) decrease (due to)	6	18 111
- sale	6	17 803
- provisions	-	-
- remission	-	-
- reclassification	-	291
- others	-	17
Closing balance (by type)	43	49
- construction in progress	-	-
- property	-	-
- others	43	49

Note 17A

PREPAYMENTS	2004 current year	2003 previous year
a) long - term	752 645	666 719
- deferred tax assets	729 241	634 802
- other prepayments	23 404	31 917
b) short-term, including:	-	-
- deferred tax assets		
- other prepayments		
Total prepayments	752 645	666 719

Note 17B

MOVEMENTS IN DEFERRED TAX ASSETS	2004 current year	2003 previous year
1. Deferred tax assets as at the beginning of the period	634 802	904 236
a) included in the financial result	631 153	877 743
- interest payable	12 261	24 830
- valuation of securities and derivatives - reductions	450 138	642 067
- provision for loans and guarantees	79 057	112 827
-provision for bonuses	3 368	5 948
- foreign exchange gains/losses	-	-
- others	86 329	92 071
	-	-
	-	-
b) included in the equity	3 649	26 493
- interest payable	-	(1 010)
- valuation of securities and derivatives - reductions	3 649	27 503
- provision for loans and guarantees	-	-
-provision for bonuses	-	-
- foreign exchange gains/losses	-	-
- others	-	-
	-	-
	-	-
c) included in goodwill or negative goodwill	-	-
- interest payable	-	-
- valuation of securities and derivatives - reductions	-	-
- provision for loans and guarantees	-	-
-provision for bonuses	-	-
- foreign exchange gains/losses	-	-
- others	-	-
	-	-
	-	-
2. Increase	149 636	8 479
a) included in financial result in connection with transitional differences, due to:	149 636	-
- interest payable	1 622	
- valuation of securities and derivatives - reductions	126 738	
- provision for loans and guarantees		
-provision for bonuses	616	
- foreign exchange differences		
- others	20 660	
b) included in financial result in connection with tax loss, due to:	-	7 469
- interest payable		-
- valuation of securities and derivatives - reductions		-
- provision for loans and guarantees		-
-provision for bonuses		-
- foreign exchange differences		-
- others		7 469

c) included in the equity in connection with transitional differences, due to:	-	1 010
- interest payable		1 010
- valuation of securities and derivatives - reductions		-
- provision for loans and guarantees		-
-provision for bonuses		-
- foreign exchange differences		-
- others		-
d) included in the equity in connection with tax loss, due to:	-	-
- interest payable		-
- valuation of securities and derivatives - reductions		-
- provision for loans and guarantees		-
-provision for bonuses		-
- foreign exchange differences		-
- others		-
e) included in goodwill or negative goodwill in connection with transitional differences, due to:	-	-
- interest payable		-
- valuation of securities and derivatives - reductions		-
- provision for loans and guarantees		-
-provision for bonuses		-
- foreign exchange differences		-
- others		-
3. Decrease	55 197	277 913
a) included in financial result in connection with transitional differences, due to:	21 366	254 059
- interest payable	425	12 569
- valuation of securities and derivatives - reductions	10 301	191 929
- provision for loans and guarantees	9 847	33 770
- provision for bonuses		2 580
- foreign exchange differences		-
- other	793	13 211
b) included in financial result in connection with tax loss, due to:	30 182	-
- interest payable		-
- valuation of securities and derivatives - reductions		-
- provision for loans and guarantees		-
-provision for bonuses		-
- foreign exchange differences		-
- others	30 182	-
c) included in the equity in connection with transitional differences, due to:	3 649	23 854
- interest payable		
- valuation of securities and derivatives - reductions	3 649	23 854
- provision for loans and guarantees		-
-provision for bonuses		-
- foreign exchange differences		-
- others		-
d) included in the equity in connection with tax loss, due to:	-	-
- interest payable		-
- valuation of securities and derivatives - reductions		-
- provision for loans and guarantees		-
-provision for bonuses		-

- foreign exchange differences		-
- others		-
e) included in goodwill or negative goodwill in connection with transitional differences, due to:	-	-
- interest payable		-
- valuation of securities and derivatives - reductions		-
- provision for loans and guarantees		-
-provision for bonuses		-
- foreign exchange differences		-
- others		-
4. Total deferred tax assets as at the end of the period, including:	729 241	634 802
a) included in the financial result	729 241	631 153
- interest payable	13 458	12 261
- valuation of securities and derivatives - reductions	566 575	450 138
- provision for loans and guarantees	69 210	79 057
-provision for bonuses	3 984	3 368
- foreign exchange differences	-	-
- others	76 014	86 329
	-	-
	-	-
b) included in the equity	-	3 649
- interest payable	-	-
- valuation of securities and derivatives - reductions	-	3 649
- provision for loans and guarantees	-	-
-provision for bonuses	-	-
- foreign exchange gains/losses	-	-
- others	-	-
	-	-
	-	-
c) included in goodwill or negative goodwill	-	-
- interest payable	-	-
- valuation of securities and derivatives - reductions	-	-
- provision for loans and guarantees	-	-
-provision for bonuses	-	-
- foreign exchange differences	-	-
- others	-	-
-		

Note 17C

OTHER PREPAYMENTS	2004 current year	2003 previous year
a) prepayments, including:	20 858	30 173
- prepaid expenses	20 858	30 173
b) other prepayments, including:	2 546	1 744
- income receivables	2 546	1 744
Total prepayments	23 404	31 917

Note 18						
SUBORDINATED LOANS						
a	b				c	d
Company's name	the amount of loan				interest	maturity
	in PLN	in currency	unit	currency	rate	date
- Dom Inwestycyjny BRE Banku SA	4 000	4 000	000	PLN	7.6	30-01-07
- Dom Inwestycyjny BRE Banku SA	2 000	2 000	000	PLN	7.6	30-10-13
- Dom Inwestycyjny BRE Banku SA	4 000	4 000	000	PLN	7.6	30-04-09
...						

NOTE 19

Total amount of extraordinary depreciation due to impairment presented in profit and loss account amounts to PLN 219.169 thousand and concerns

- minority interests PLN 3.507 thousand
- impairment of subsidiaries PLN 163.761 thousand
- other securities PLN 51.901 thousand

The main reason behind the extraordinary depreciation was the write-off of PTE Skarbiec-Emerytura goodwill resulting from the valuation of this company performed by independent appraisal company. Additionally, a special provision for potential impairment of value of BRE.locum has been created.

Note 20A

AMOUNTS DUE TO THE FINANCIAL SECTOR (BY TYPE)	2004 current year	2003 previous year
a) accounts and deposits, including:	2 560 685	2 686 264
- banks and other financial institutions deposits	2 140 493	1 590 793
b) loans and other borrowings received	1 669 231	1 943 700
c) own promisory notes		-
d) issue of own securities		-
e) other liabilities (due to)	2 585 577	2 552 312
- other	19 011	108 835
- liabilities in respect of cash collateral	2 566 566	2 443 477
f) interest	23 221	23 467
Total amounts due to the financial sector	6 838 714	7 205 743

Note 20B

AMOUNTS DUE TO THE FINANCIAL SECTOR (BY MATURITY)	2004 current year	2003 previous year
a) current amounts due	1 180 446	1 095 470
b) term amounts due within:	5 635 047	6 086 806
- up to 1 month	791 337	609 199
- 1 to 3 months	418 063	376 814
- 3 months to 1 year	981 257	1 548 081
- 1 to 5 years	3 201 382	3 482 003
- 5 to 10 years	243 008	70 709
- 10 to 20 years		-
- over 20 years		-
- overdue		-
c) interest	23 221	23 467
Total amounts due from the financial sector	6 838 714	7 205 743

The balance of receivables recorded in account 191 was stated in term amounts due within up to 1 month as at the balance sheet date.

Note 20C

AMOUNTS DUE TO THE FINANCIAL SECTOR (BY ORIGINAL MATURITY)	2004 current year	2003 previous year
a) current amounts due	1 180 446	1 095 470
b) term amounts due	5 635 047	6 086 806
- up to 1 month	-	-
- 1 to 3 months	-	-
- 3 months to 1 year	-	-
- 1 to 5 years	-	-
- 5 to 10 years	-	-
- 10 to 20 years	-	-
- over 20 years	-	-
- overdue	-	-
c) interest	23 221	23 467
Total amounts due from the financial sector	6 838 714	7 205 743

The Bank's accounting records are not sufficient to present data aggregated by original maturity.

Note 20D

AMOUNTS DUE TO FINANCIAL SECTOR (BY CURRENCY)	2004 current year	2003 previous year
a. in PLN	2 442 069	2 508 991
b. In foreign currencies (by currency and after translation into PLN)	4 396 645	4 696 752
b1. currency/unit USD'000	122 708	165 781
PLN'000	366 947	620 105
b2. currency/unit EUR'000	939 213	815 632
PLN'000	3 831 050	3 847 336
b3. currency/unit GBP'000	8	262
PLN'000	46	1 747
b4. currency/unit SEK'000	135	87
PLN'000	61	45
b5. currency/unit CHF'000	75 145	75 136
PLN'000	198 541	227 519
b6. currency/unit NOK'000		-
PLN'000		-
b7. other currencies PLN'000		-
Total amounts due to financial sector	6 838 714	7 205 743

Note 21A

AMOUNTS DUE TO NON- FINANCIAL SECTOR (BY TYPE)	2004 current year	2003 previous year
a) accounts and deposits	13 480 132	11 441 791
b) loans and other borrowings received	-	-
c) own promisory notes	-	-
d) issue of own securities	-	-
e) other liabilities (due to)	366 976	305 367
- liabilities to clear up	97 401	33 532
- liabilities in respect of cash collateral	269 575	271 835
- other liabilities		
f) interest	33 333	32 516
Total amounts due to non-financial sector	13 880 441	11 779 674

Note 21B

AMOUNTS DUE TO NON- FINANCIAL SECTOR - SAVING DEPOSITS (BY MATURITY)	2004 current year	2003 previous year
a) current amounts due	2 604 340	2 324 341
b) term amounts due within:	1 154 997	660 023
- up to 1 month	205 895	146 865
- 1 to 3 months	432 692	125 982
- 3 months to 1 year	372 065	213 138
- 1 to 5 years	45 988	65 833
- 5 to 10 years	98 357	108 205
- 10 to 20 years		-
- over 20 years		-
- overdue		-
c) interest	7 189	2 652
Total amounts due to non-financial sector -- saving deposits	3 766 526	2 987 016

Note 21C

AMOUNTS DUE TO NON-FINANCIAL SECTOR - SAVING DEPOSITS (BY ORIGINAL MATURITY)	2004 current year	2003 previous year
a) current amounts due	2 604 340	2 324 341
b) term amounts due	1 154 997	660 023
- up to 1 month	-	-
- 1 to 3 months	-	-
- 3 months to 1 year	-	-
- 1 to 5 years	-	-
- 5 to 10 years	-	-
- 10 to 20 years	-	-
- over 20 years	-	-
- overdue	-	-
c) interest	7 189	2 652
Total amounts due to non-financial sector - saving deposits	3 766 526	2 987 016

The Bank's accounting records are not sufficient to present data aggregated by original maturity.

Note 21D

AMOUNTS DUE TO NON-FINANCIAL SECTOR - OTHER (BY MATURITY)	2004 current year	2003 previous year
a) current amounts due	4 572 111	3 542 926
b) term amounts due within:	5 515 660	5 219 868
- up to 1 month	3 712 124	3 572 774
- 1 to 3 months	378 956	273 717
- 3 months to 1 year	525 461	790 379
- 1 to 5 years	751 211	439 805
- 5 to 10 years	147 908	143 193
- 10 to 20 years	-	-
- over 20 years	-	-
- overdue	-	-
c) interest	26 144	29 864
Total amounts due to non-financial sector - other	10 113 915	8 792 658

The balance of receivables recorded in account 291 – "amounts to explain" was stated in term amounts due within up to 1 month as at the balance sheet date

Note 21E

AMOUNTS DUE TO NON-FINANCIAL SECTOR - OTHER (BY ORIGINAL MATURITY)	2004 current year	2003 previous year
a) current amounts due	4 572 111	3 542 926
b) term amounts due	5 515 660	5 219 868
- up to 1 month	-	-
- 1 to 3 months	-	-
- 3 months to 1 year	-	-
- 1 to 5 years	-	-
- 5 to 10 years	-	-
- 10 to 20 years	-	-
- over 20 years	-	-
- overdue	-	-
c) interest	26 144	29 864
Total amounts due to non-financial sector - other	10 113 915	8 792 658

The Bank's accounting records are not sufficient to present data aggregated by original maturity.

Note 21F

AMOUNTS DUE TO NON-FINANCIAL SECTOR (BY CURRENCY)	2004 current year	2003 previous year
a. in PLN	11 425 665	9 498 343
b. In foreign currencies (by currency and after translation into PLN)	2 454 776	2 281 331
b1. currency/unit USD'000	304 817	269 233
PLN'000	911 526	1 007 065
b2. currency/unit EUR'000	360 658	260 856
PLN'000	1 471 123	1 230 456

b3. currency/unit GBP'000	6 092	3 938
PLN'000	35 149	26 264
b4. currency/unit SEK'000	5 269	5 356
PLN'000	2 382	2 781
b5. currency/unit CHF'000	9 707	2 080
PLN'000	25 648	6 299
b6. currency/unit NOK'000	5 160	9 580
PLN'000	2 554	5 369
b7. other currencies PLN'000	6 394	3 097
Total amounts due to non-financial sector	13 880 441	11 779 674

Note 22A

AMOUNTS DUE TO PUBLIC SECTOR (BY TYPE)	2004 current year	2003 previous year
a) accounts and deposits	108 595	65 450
b) loans and other borrowings received	-	-
c) own promisory notes	-	-
d) issue of own securities	-	-
e) other liabilities (due to)	20	-
- liabilities in respect of cash collateral		
- other liabilities	20	-
f) interest	73	30
Total amounts due to public sector	108 688	65 480

Note 22D

AMOUNTS DUE TO PUBLIC SECTOR - OTHER (BY MATURITY)	2004 current year	2003 previous year
a) current amounts due	83 989	48 011
b) term amounts due within:	24 626	17 439
- up to 1 month	14 433	6 149
- 1 to 3 months	8 497	8 701
- 3 months to 1 year	-	3
- 1 to 5 years	1 696	2 586
- 5 to 10 years		-
- 10 to 20 years		-
- over 20 years		-
- overdue		-
c) interest	73	30
Total amounts due to public sector - other	108 688	65 480

Note 22E

AMOUNTS DUE TO PUBLIC SECTOR - OTHER (BY ORIGINAL MATURITY)	2004 current year	2003 previous year
a) current amounts due	83 989	48 011
b) term amounts due	24 626	17 439
- up to 1 month	-	-
- 1 to 3 months	-	-
- 3 months to 1 year	-	-
- 1 to 5 years	-	-
- 5 to 10 years	-	-
- 10 to 20 years	-	-
- over 20 years	-	-
- overdue	-	-
c) interest	73	30
Total amounts due to public sector - other	108 688	65 480

The Bank's accounting records are not sufficient to present data aggregated by original maturity.

Note 22F

AMOUNTS (GROSS) DUE TO PUBLIC SECTOR (BY CURRENCY)	2004 current year	2003 previous year
a. in PLN	103 470	61 357
b. In foreign currencies (by currency and after translation into PLN)	5 218	4 123
b1. currency/unit USD'000	1 104	896
PLN'000	3 301	3 352
b2. currency/unit EUR'000	470	164
PLN'000	1 917	771
b3. currency/unit GBP'000		-
PLN'000		-
b4. currency/unit SEK'000		-
PLN'000		-
b5. currency/unit CHF'000		-
PLN'000		-
b6. currency/unit NOK'000		-
PLN'000		-
b7. other currencies PLN'000		-
Total amounts due to public sector	108 688	65 480

Note 23

AMOUNTS DUE ARISING FROM SOLD SECURITIES WITH A REPURCHASE CLAUSE	2004 current year	2003 previous year
a) to the financial sector	1 447 190	1 022 484
b) to non-financial and public sector	299 458	438 891
c) interest	3 577	3 622
Total amounts due arising from sold securities with a repurchase clause	1 750 225	1 464 997

Note 24A

LIABILITIES ARISING FROM SECURITIES ISSUED	2004 current year	2003 previous year
a) bonds	16 200	16 200
b) certificates	389 574	148 829
c) Other (in respect of)	-	-
d) interest	2 018	269
Total liabilities arising from securities issued	407 792	165 298

Note 24B

MOVEMENTS IN LIABILITIES ARISING FROM SECURITIES ISSUED	2004 current year	2003 previous year
Opening balance	165 298	25 286
a) increase (due to)	2 703 700	879 812
- issuing	2 703 700	877 399
- increase due to value adjustments (discount/interest accrued and purchased)	-	2 413
b) decrease (due to)	2 461 206	739 800
-	2 432 800	739 800
- decrease due to value adjustments (premium/interest sold)	5 906	
- other	22 500	-
Closing balance	407 792	165 298

Note 24C							
LONG TERM LIABILITIES UNDER DEBT SECURITIES ISSUED							
a	b	c	d	e	f	g	h
debt securities (by type)	nominal value	interest rate	redemption date	guarantees/ collaterals	additional rights	place of listing	other
- Deposit Certificates	3 000 000	WIBOR 1Y + margin	29-01-10	unsecured	not available	not listed	-
- Deposit Certificates	3 000 000	WIBOR 3M + margin	14-08-06	unsecured	not available	not listed	-
- Deposit Certificates	8 000 000	WIBOR 3M + margin	21-08-06	unsecured	not available	not listed	-
- Deposit Certificates	3 000 000	WIBOR 3M + margin	27-08-08	unsecured	not available	not listed	-
- Deposit Certificates	5 000 000	WIBOR 6M + margin	01-10-08	unsecured	not available	not listed	-
- Deposit Certificates	10 000 000	WIBOR 6M + margin	13-10-06	unsecured	not available	not listed	-
- Deposit Certificates	10 000 000	WIBOR 6M + margin	13-10-08	unsecured	not available	not listed	-
- Deposit Certificates	20 000 000	fixed rate 6,73%	12-04-06	unsecured	not available	not listed	-
- Deposit Certificates	15 000 000	yield 9,049%	06-05-09	unsecured	not available	not listed	-
- Bonds	11 200 000	WIBOR 6M + margin	22-09-08	unsecured	not available	not listed	-
- Bonds	5 000 000	WIBOR 6M + margin	22-09-06	unsecured	not available	not listed	-
...							

Note 25

SPECIAL FUNDS AND OTHER LIABILITIES	2004 current year	2003 previous year
1. Special funds (in respect of):	21 349	21 155
- Social Fund	21 349	21 155
2. Other liabilities (in respect of)	62 515	92 238
- income tax liabilities	5 821	2 553
- interbank balances	18 001	17 047
- creditors	38 693	72 638
- other liabilities	-	-
Total special funds and other liabilities	83 864	113 393

Note 26A

ACCRUALS	2004 current year	2003 previous year
a) short-term, including:	71 883	46 992
- accrued expenses - own business activity	34 160	28 859
- remuneration fund	16 625	12 457
- provision for pensions and jubilee bonuses	4 343	5 269
- other	16 755	407
b) long-term, including:	-	-
Total accruals	71 883	46 992

Note 26C

DEFERRED INCOME AND QUALIFIED INCOME	2004 current year	2003 previous year
a) short-term, including:	239 909	235 719
- income received in advance	2 334	1 322
- qualified income	237 575	234 397
- foreign exchange gain	-	-
- interests	-	-
- receivables	-	-
b) long-term, including:	-	-
Total deferred income and qualified income	239 909	235 719

Note 27A

MOVEMENTS IN DEFERRED TAX PROVISIONS	2004 current year	2003 previous year
1. Opening balance	557 914	785 068
a) included in the financial result	557 444	759 891
- interest receivable	10 072	22 575
- valuation of securities and derivatives - increase	446 360	625 249
- discount on securities	2 906	3 054
- investment relief	52 853	75 523
- foreign exchange gains/losses	-	-
- other	45 253	33 490
b) included in the equity	470	25 177
- interest receivable	-	(676)
- valuation of securities and derivatives - increase	470	7 063
- discount on securities	-	-
- investment relief	-	-
- foreign exchange differences	-	-
- other	-	18 790
c) included in goodwill or negative goodwill	-	-
- interest receivable	-	-
- valuation of securities and derivatives - increase	-	-
- discount on securities	-	-
- investment relief	-	-
- foreign exchange gains/losses	-	-
- other	-	-
2. Increase	131 400	15 019

a) included in the financial result, due to positive transitional differences	131 400	14 343
- interest receivable	5 024	-
- valuation of securities and derivatives - increase	119 802	-
- discount on securities	2 155	-
- investment relief		-
- foreign exchange gains/losses		-
- other	4 419	14 343
b) included in the equity, due to positive transitional differences	-	676
- interest receivable		676
- valuation of securities and derivatives - increase		-
- discount on securities		-
- investment relief		-
- foreign exchange gains/losses		-
- other		-
c) included in goodwill or negative goodwill, due to positive transitional differences (due to)	-	-
- interest receivable		-
- valuation of securities and derivatives - increase		-
- discount on securities		-
- investment relief		-
- foreign exchange gains/losses		-
- other		-
3. Decrease	18 127	242 173
a) included in the financial result, due to positive transitional differences	17 790	216 790
- interest receivable		12 503
- valuation of securities and derivatives - increase		178 889
- discount on securities		148
- investment relief	16 479	22 670
- foreign exchange gains/losses		-
- other	1 311	2 580
b) included in the equity, due to positive transitional differences	337	25 383
- interest receivable		-
- valuation of securities and derivatives - increase	337	6 593
- discount on securities		-
- investment relief		-
- foreign exchange gains/losses		-
- other		18 790
c) included in goodwill or negative goodwill, due to positive transitional differences (due to)	-	-
- interest receivable		-
- valuation of securities and derivatives - increase		-
- discount on securities		-
- investment relief		-

- foreign exchange gains/losses		-
- other		-
4. Closing balance	671 187	557 914
a) included in the financial result	671 054	557 444
- interest receivable	15 096	10 072
- valuation of securities and derivatives - increase	566 162	446 360
- discount on securities	5 061	2 906
- investment relief	36 374	52 853
- foreign exchange gains/losses	-	-
- other	48 361	45 253
	-	-
	-	-
b) included in the equity	133	470
- interest receivable	-	-
- valuation of securities and derivatives - increase	133	470
- discount on securities	-	-
- investment relief	-	-
- foreign exchange gains/losses	-	-
- other	-	-
c) included in goodwill or negative goodwill	-	-
- interest receivable	-	-
- valuation of securities and derivatives - increase	-	-
- discount on securities	-	-
- investment relief	-	-
- foreign exchange gains/losses	-	-
- other	-	-
-	-	-
	-	-

Note 27B

DEFERRED TAX PROVISIONS (BY CURRENCY)	2004 current year	2003 previous year
a. in PLN	664 624	551 220
b. In foreign currencies (by currency and after translation into PLN)	6 563	6 694
b1. currency/unit USD'000	747	569
PLN'000	2 235	2 127
b2. currency/unit EUR'000	913	859
PLN'000	3 725	4 054
b3. currency/unit GBP'000	6	-
PLN'000	32	-
b4. currency/unit SEK'000	-	2
PLN'000	-	1
b5. currency/unit CHF'000	214	123
PLN'000	565	372
b6. currency/unit NOK'000	-	-
PLN'000	-	-
	-	-
b7. other currencies PLN'000	6	140
Total deferred tax provisions	671 187	557 914

Note 27C

OTHER PROVISIONS (BY TYPE), INCLUDING:	2004 current year	2003 previous year
- for off-balance sheet liabilities	3 593	13 418
- general banking risk provision	103 122	103 122
Total other provisions	106 715	116 540

Note 27D

OTHER PROVISIONS	2004 current year	2003 previous year
a) short-term (by type)	-	-
b) długoterminowe (by type)	106 715	116 540
- for off-balance sheet liabilities	3 593	13 418
- general banking risk provision	103 122	103 122
Total other provisions	106 715	116 540

Note 27E

OTHER PROVISIONS (BY CURRENCY)	2004 current year	2003 previous year
a. in PLN	106 143	111 763
b. In foreign currencies (by currency and after translation into PLN)	572	4 777
b1. currency/unit USD'000	63	217
PLN'000	188	812
b2. currency/unit EUR'000	59	214
PLN'000	240	1 008
b3. currency/unit GBP'000		-
PLN'000		-
b4. currency/unit SEK'000		-
PLN'000		-
b5. currency/unit CHF'000		-
PLN'000		-
b6. currency/unit NOK'000		-
PLN'000		-
b7. other currencies PLN'000	144	2 957
Total other provisions	106 715	116 540

Note 27G

MOVEMENTS IN OTHER LONG-TERM PROVISIONS	2004 current year	2003 previous year
Opening balance (by type)	116 540	129 850
- for off-balance sheet liabilities	13 418	10 850
- general banking risk provision	103 122	119 000
a) increase (due to)	14 419	16 294
- provisions create for guarantees		-
- general banking risk deduction - loans		755
- deduction	14 419	13 767
- foreign exchange gains/losses		1 772
b) application (due to)	-	-
- general banking risk provision used for receivables due to compromise with BRE Brokerage Huose clients	-	-
c) release (due to)	24 244	29 604
- release provisions for guarantees	23 991	13 726
- general banking risk provision (including contributions to the Bank Guarantee Fund)		15 878
- foreign exchange gains/losses	253	-
- reclassification to profisions for receivables		-
Closing balance (by type)	106 715	116 540
- for off-balance sheet liabilities	3 593	13 418
- general banking risk provision	103 122	103 122
Total other long-term provisions as at the end of the period	106 715	116 540

Note 28A								
SUBORDINATED LIABILITIES								
a	b				c	d	e	f
Company's name	loan amount				interest	maturity	amount of	interest
	in PLN	in currency	unit	currency	rate	date	subordinated liabilities	
- AT BRE COM LTD	206 645	50 000	000	EUR	3M EURIBOR + 1,3%	26.09.2012	204 029	79
- AT BRE COM LTD	721 540	200 000	000	EUR	3M EURIBOR + 1,3%	27.03.2012	816 115	315
...								

Note 28B

MOVEMENTS IN SUBORDINATED LIABILITIES	2004 current year	2003 previous year
Opening balance	1 179 475	1 005 524
a) increase (due to)	169	174 282
- subordinated loan		-
- subordinated loan interest	169	-
- foreign exchange gains/losses		174 282
b) decrease (due to)	159 500	331
- interest paid		331
- foreign exchange gains/losses	159 500	
Closing balance	1 020 144	1 179 475

NOTE 32							
SHARE CAPITAL							
Series / issue	Share type	Preferred	Number of shares	Series / issue value	Paid up	Registered on	Dividend right
11-12-86	ordinary bearer	-	9 966 500	39 866 000	fully paid up in cash	23-12-86	01-01-89
11-12-86	ordinary registered	-	33 500	134 000	fully paid up in cash	23-12-86	01-01-89
20-10-93	ordinary bearer	-	2 500 000	10 000 000	fully paid up in cash	04-03-94	01-01-94
18-10-94	ordinary bearer	-	2 000 000	8 000 000	fully paid up in cash	17-02-95	01-01-95
28-05-97	ordinary bearer	-	4 500 000	18 000 000	fully paid up in cash	10-10-97	10-10-97
27-05-98	ordinary bearer	-	3 800 000	15 200 000	fully paid up in cash	20-08-98	01-01-99
24-05-00	ordinary bearer	-	170 500	682 000	fully paid up in cash	15-09-00	01-01-01
21-04-04	ordinary bearer	-	5 742 625	22 970 500	fully paid up in cash	04-06-30	01-01-04
Total number of shares			28 713 125				
Total share capital				114 852 500			
Nominal value per one share				4			
<p>The following shareholders held, directly or indirectly via subsidiaries, at least 5% interests in the share capital of BRE Bank SA or at least 5% of the total number of voting rights at the General Shareholders Meeting:</p> <p>- Commerzbank AG, 60261 Frankfurt n/Menem, Niemcy - as at 31 December 2004 - held 20,719,692 shares of BRE Bank representing 72.16 % of all shares and votes.</p> <p>On 30 June 2004 the District Court of the Capital City of Warsaw announced that had registered the raise of the share capital of BRE Bank SA. The registration of the raise was made as a result of the issue of 5,742,625 shares with nominal value PLN 4 each share. The total number of shares increased to 28,713,125 shares. The share capital was increased by nominal value of issued shares - PLN 22,970,500.</p>							

Note 31

SUPPLEMENTARY CAPITAL	2004 current year	2003 previous year
a) share premium	1 271 164	744 320
b) statutory reserve	4 352	4 352
c) reserves created in accordance with the Memorandum of Association above the minimum amount required		-
d) repayable contributions from the shareholders		-
e) other (by type)	8 036	67
- reassessment of tangible assets	60	60
- sale of tangible assets	7 975	6
- other	1	1
Total supplementary capital	1 283 552	748 739

Note 32

REVALUATION RESERVE	2004 current year	2003 previous year
a) in respect of fixed assets revaluation		7 969
b) in respect of deferred tax income	(132)	3 179
c) foreign exchange gains/losses on the translation of foreign branch offices		-
d) other (by type)	2 600	(12 784)
- foreign exchange gains/losses	2 894	4 822
- valuation of available for sale papers	698	(10 455)
- change in other reserves in subsidiaries valued with equity method	(992)	(7 151)
Total revaluation reserve	2 468	(1 636)

Note 33

OTHER RESERVES (BY PURPOSE), INCLUDING:	2004 current year	2003 previous year
- general banking risk fund	558 000	558 000
- statutory reserve	188 757	186 922
Total other reserves	746 757	744 922

Note 34

Data for calculating the capital adequacy ratio

Tier 1 capital:	2.145.162	PLN '000
share capital	114.853	PLN '000
supplementary capital	1.283.552	PLN '000
other reserves	188.757	PLN '000
general banking risk reserve	558.000	PLN '000
Tier 2 capital:	752.860	PLN '000
Revaluation reserve	1.902	PLN '000
Subordinated liabilities	750.958	PLN '000
Total Tier 1 capital and Tier 2 capital:	2.898.022	PLN '000
Adjustment to Tier 1 capital and Tier 2 capita. (according to Resolution no 6/01 of Banking Supervision		
- deficit in the required specific provisions	0	PLN '000
- intangible assets	350.148	PLN '000
- uncovered loss from the previous years	8.893	PLN '000
- loss at the end of the period	284.207	PLN '000
- zaangażowanie kapitałowe określone w § 4 ust. 1 pkt 2 w/w uchwały	283.083	PLN '000
TOTAL:	926.331	PLN '000
Equity after adjustments	1.971.691	PLN '000
Short-term capital	0	PLN '000
Total required capital (acc Resolution no 5/2001)	1.310.117	PLN '000
Kwota przekroczenia progu koncentracji kapitałowej:	46.049	PLN '000

$$\text{Capital adequacy} = \frac{\text{equity} + \text{short-term capital} - \text{amount over the threshold of capital concentration}}{12,5 \times \text{total required capital}} \times 100 = 11,76 \%$$

Note 35

Data for calculating bookvalue per share

Book value		
Share capital	114.853	PLN '000
Supplementary capital	1.283.552	PLN '000
Revaluation reserve	2.468	PLN '000
Other reserves	746.757	PLN '000
Profit (loss) from previous years	(8.893)	PLN '000
Net profit (loss)	(284.207)	PLN '000
TOTAL	1.854.530	PLN '000
Number of shares	28.713.125 items	

$$\text{Book value per one share} = 1.854.530 \text{ PLN '000} / 28.713.125 \text{ shares} = 64,59 \text{ PLN / share}$$

Information about diluted book value per one share :

BRE Bank did not issue convertible bonds, warrants or options, which realization price indicates, the necessity of increase the predicted number of shares

Note 36

CONTINGENT LIABILITIES DUE TO RELATED PARTIES	2004 current year	2003 previous year
a) guarantees and warranties from:	2 724 751	2 642 626
- subsidiaries	2 653 097	2 577 565
- joint ventures		-
- associates	508	6 268
- significant investor		-
- parent company	71 146	58 793
b) others (due to)	614 075	113 374
- open credit lines	614 075	113 374
- including: subsidiaries	589 305	90 014
- including: joint ventures		-
- including: associates		400
- including: significant investor		-
- including: parent company	24 770	22 960
- including: subsidiaries		
- including: joint ventures		-
- including: associates		
- including: significant investor		-
- including: parent company		
Total contingent liabilities due to related parties	3 338 826	2 756 000

Note 37

CONTINGENT LIABILITIES FROM RELATED PARTIES	2004 current year	2003 previous year
a) guarantees and warranties from:	123 042	106 871
- subsidiaries	-	-
- joint ventures	-	-
- associates	-	-
- significant investor	-	-
- parent company	123 042	106 871
b) others (due to)	-	-
- open credit lines	-	-
- including: subsidiaries	-	-
- including: joint ventures	-	-
- including: associates	-	-
- including: significant investor	-	-
- including: parent company	-	-
- including: subsidiaries	-	-
- including: joint ventures	-	-
- including: associates	-	-
- including: significant investor	-	-
- including: parent company	-	-
Total contingent liabilities from related parties	123 042	106 871

Additional Explanatory Notes to the Profit & Loss Account

Note 38

INTEREST INCOME	2004 current year	2003 previous year
a) from the financial sector	229 874	150 282
b) from the non financial sector	549 217	518 937
c) from the public sector	88 815	9 936
d) from fixed income securities	157 749	186 657
e) other	-	-
Total interest income	1 025 655	865 812

Note 39

INTEREST EXPENSE	2004 current year	2003 previous year
a) from the financial sector	239 703	283 968
b) from the non financial sector	405 969	355 878
c) from the public sector	6 845	4 768
d) other	41 943	92 442
Total interest expense	694 460	737 056

Note 40

COMMISSION INCOME	2004 current year	2003 previous year
1. Commission on banking activities	323 243	266 135
2. Commission on brokerage activities	-	-
Total commission income	323 243	266 135

Note 41

INCOME FROM SHARES, OTHER SECURITIES AND OTHER FLOATING INCOME FINANCIAL INSTRUMENTS	2004 current year	2003 previous year
a) from subsidiaries	32 202	4 729
b) from joint ventures		-
c) from associates	5 916	17 657
d) from other entities	3 210	154
Total income from shares, other securities and other floating income financial instruments	41 328	22 540

Note 42

RESULT ON FINANCIAL TRANSACTIONS	2004 current year	2003 previous year
a) result on financial transactions in securities and financial instruments	8 161	34 365
- income from transactions in securities and other financial instruments	155 855	307 214
- cost of transactions in securities and other financial instruments	147 694	272 849
b) result on other financial transactions	12 362	(5 196)
Total result on financial transactions	20 523	29 169

Note 43

OTHER OPERATING INCOME	2004 current year	2003 previous year
a) from managing third party assets	-	-
b) from the sale or scrapping fixed assets, intangible assets and assets held for resale	266 811	10 977
c) from recovering uncollectible receivables	85	94
d) compensation, penalties and fines received	2 713	10 306
e) donations received		-
f) other (due to)	45 937	26 844
- incomes	3 772	3 258
- round up and surplus	28	-
- income from sale of goods and services	18 859	13 537
- income from release of provisions for future commitments	1 891	7 128
- other	21 387	2 921
Total other operating income	315 546	48 221

Note 44

OTHER OPERATING EXPENSES	2004 current year	2003 previous year
a) cost of managing third party assets		-
b) cost of selling or scrapping fixed assets, intangible assets and assets held for resale	286 900	11 001
c) receivables written off	52	124
d) compensation, penalties and fines paid	1 196	672
e) donations made	3 101	2 582
f) other (due to)	145 696	10 411
- provisions for future commitments	37 311	2 323
- other operating expenses	108 241	7 743
	144	345
Total other operating expenses	436 945	24 790

Note 45

OVERHEAD COSTS	2004 current year	2003 previous year
a) wages and salaries	161 516	143 502
b) employee benefits and insurances	61 283	47 290
c) material costs	297 309	259 502
d) taxes and fees	6 466	5 949
e) contributions and transfers to the Bank Guarantee Fund	5 806	7 414
f) other (due to)	-	-
- deduction for Social Fund		-
- other expenses		-
Total overhead costs	532 380	463 657

Note 46

PROVISIONS AND WRITE-DOWNS	2004 current year	2003 previous year
a) provisions for:	448 043	263 784
- normal loans	22 502	8 312
- watch loans	65 893	13 159
- non-performing loans	345 229	216 927
- general banking risk provisions	-	-
- off-balance sheet liabilities	14 419	13 767
-		
- other		11 619
b) write-downs:	219 169	1 498
- financial assets		
- debt securities		-
- shares in subsidiaries	163 761	-
- shares in associates		-
- shares in minority entities	3 507	215
- other securities and property rights	51 901	1 283
- other		-
Total provisions and write-downs	667 212	265 282

Note 47

RELEASE OF PROVISIONS AND REVERSAL OF WRITE-DOWNS	2004 current year	2003 previous year
a) release of provisions for:	367 097	281 234
- normal loans	19 865	6 691
- watch loans	62 802	302
- non-performing loans	260 439	244 637
- general banking risk provisions	-	15 878
- off-balance sheet liabilities	23 991	13 726
- other		
b) reversal of write-downs:	1 907	1 223
- financial assets		-
- debt securities		-
- shares in subsidiaries		-
- shares in associates		-
- shares in minority entities	837	348
- other securities and property rights	1 070	875
- other		
Total release of provisions and reversal of write-downs	369 004	282 457

Note 49

EXTRAORDINARY GAINS	2004 current year	2003 previous year
a) acts of God	67	180
b) other (due to)	-	-
Total extraordinary gains	67	180

Note 50

EXTRAORDINARY LOSSES	2004 current year	2003 previous year
a) acts of God	14	112
b) other (due to)	-	-
-		
Total extraordinary losses	14	112

Note 51A

CURRENT CORPORATION INCOME TAX	2004 current year	2003 previous year
1. Profit (loss) before tax	(252 704)	55 116
2. Differences between profit (loss) before tax and taxable income, by title:	260 446	(174 238)
- accrued income	(1 362 452)	(1 024 207)
- tax-free income	(1 524 142)	(16 761)
- accrued expenses	1 335 067	841 137
- costs not recognised as revenue earning costs	1 981 389	25 593
- deductions from income	(169 416)	-
3. Tax base	7 742	(119 122)
4. Corporation income tax at 28%	1 471	-
5. Tax waivers, exemptions, deductions and reductions	(1 471)	-
6. Current income tax presented in tax declaration, including:	1 471	
- according to the income statement	1 471	550

Income tax stated in the 2004 profit/loss statement amounted to PLN 1,471 thousand relates to tax paid abroad on income earned outside the territory of Poland.

Note 51B

DEFERRED TAX PRESENTED IN THE INCOME STATEMENT	2004 current year	2003 previous year
- decrease (increase) due to transitional differences	(7 660)	19 845
- decrease (increase) due to tax rates changes		31 767
- other elements of deferred tax (by type):	23 182	(7 469)
- tax loss	30 182	(7 469)
- effects of Hausner deal	(7 000)	
Total deferred tax	15 522	44 143

Note 51C

TOTAL AMOUNT OF DEFERED TAX	2004 current year	2003 previous year
- included in the equity	3 312	(1 863)
- included in goodwill or negative goodwill		

Note 53

PARTICIPATION IN PROFIT (LOSS) SUBORDINATES VALUED USING EQUITY METHOD	2004 current year	2003 previous year
- deduction of subordinates goodwill	(27 524)	(29 890)
- deduction of subordinates goodwill (negative amount)		-
- deduction of assets (net) valuation difference	13 014	25 827

NOTA 54

Pursuant to Resolution No. 2 of General Meeting of BRE Bank dated 21 April 2004 net profit of BRE Bank SA for 2003 PLN 1,836,000 was placed in reserve capital.

NOTA 55**Data for calculation profit per share****Number of BRE Bank's SA:**

January '04	22.970.500 shares
February '04	22.970.500 shares
March '04	22.970.500 shares
April '04	22.970.500 shares
May '04	22.970.500 shares
June '04	22.970.500 shares
July '04	28.713.125 shares
August '04	28.713.125 shares
September '04	28.713.125 shares
October '04	28.713.125 shares
November '04	28.713.125 shares
December '04	28.713.125 shares

Net profit: (284.207) PLN' 000

Loss per 1 share:

(284.207) PLN '000 / 25.841.813 items = (11,00) PLN

Additional information concerning diluted book value per one share:

BRE Bank did not issue convertible bonds, warrants or options, which realization price indicates, the necessity of increase the predicted number of shares

EXPLANATORY NOTES TO THE CASH FLOW STATEMENT

Cash and cash equivalents included in the cash flow statement and their composition:

	at 31.12.03	at 31.12.04	Change
Cash (PLN)	17 130	21 259	4 129
Cash (Foreign currencies)	8 366	11 314	2 948
PLN treasury	32 723	20 254	(12 469)
Foreign currency treasury	17 221	11 383	(5 838)
Cash in ATM	2 000	1 000	(1 000)
Cash in ATM (deposits)	0	2 683	2 683
Stamp duty	30	92	62
Current account with NBP offices	(7 768)	180 964	188 732
maturity date up to 3 months	4 413 199	5 662 528	1 249 329
total	4 886 322	6 397 021	1 510 699
Nostro current account accounts	157 111	193 787	36 676
	0	0	0
	157 111	193 787	36 676
Total:	5 043 433	6 590 808	1 547 375

Cash flows from operating activities originate from the income-generating core business of the Bank. They derive from transactions and other events taken into account when determining the net profit.

The net profit was adjusted for::

- rforeign exchange differences in investing and financing activities;
- dividend received and paid and interest in financing activities;
- movement in other provisions
- income tax matched to the gross profit and paid,
- gains on sale and liquidation of investment items.

The net profit was also adjusted for movement in assets and liabilities excluding items related to the Bank's investing and financing activities.

The cash flows from investing activities include:

- outflows in respect of purchase of tangible fixed assets, intangible assets, and other long-term assets;
- inflows from sale of tangible fixed assets, intangible assets, and other long-term assets.:
- other long-term assets.

The cash flows from financing activities include:

- inflows and outflows in respect of movement in long-term loans and borrowings;
- dividend paid to owners;
- receipts and repayment of receivables relating to own bonds issued;

There was no mismatch between the balance sheet movement according to the books and the movement stated in the cash flow statement.

Other outflows from financing activities were PLN 82,527 thousand (i.e. 20,16 % of total outflows from financing activities) including::

- interest paid on long-term loans from foreign banks at PLN 36.544 thousand,
- interest paid on long-term loans from international financial organisations at PLN 6,708 thousand,
- interest paid on subordinated loans from foreing Banks at PLN 34.989 thousand,
- interest paid on loans form Bank Guarantee Fund at PLN 384 thousand

Other items of the cash flow statement, e.g., "Other adjustments", "Other inflows", "Other outflows" do not exceed 5% of the sum total of adjustments, inflows, or outflows, respectively, for the given type of activit