Interim Consolidated Financial Statements

of Kredyt Bank S.A. Capital Group

for the First Quarter of 2008

prepared in accordance with

International Financial Reporting Standards

Table of Contents

1. Consolidated Income Statement

in PLN '000	1st quarter of 2008 01.01.2008 – 31.03.2008	1st quarter of 2007 01.01.2007 – 31.03.2007
Interest income	498 365	347 943
Interest expense	-255 156	-149 223
Net interest income	**243 209**	**198 720**
Fee and commission income	89 568	75 821
Fee and commission expense	-18 748	-12 285
Net fee and commission income	**70 820**	**63 536**
Dividend income	0	0
Net trading income	45 994	37 307
Net result on derivatives used as hedging instruments and hedged items	-797	-595
Net gains from investment activities	8	2 843
Net income from sale of receivables	4 798	7 956
Other operating income	23 246	19 874
Total operating income	**387 278**	**329 641**
General and administrative expenses	-248 144	-215 824
Net impairment losses on financial assets, other assets and provisions	-28 898	-375
Other operating expenses	-9 746	-11 362
Total operating expenses	**-286 788**	**-227 561**
Net operating income	**100 490**	**102 080**
Share in profit of associates	-882	1 171
Profit before tax	**99 608**	**103 251**
Income tax expense	-24 636	-21 499
Net profit	**74 972**	**81 752**
Including:		
attributable to the Shareholders of the Bank	**74 972**	**81 752**
Weighted average number of ordinary shares	271 658 880	271 658 880
Earnings per ordinary share (in PLN)	0,28	0,30

2. Consolidated Balance Sheet

in PLN '000	**31.03.2008**	**31.12.2007**	**31.03.2007**
Assets			
Cash and balances with Central Bank	1 116 890	611 690	654 661
Gross loans and advances to banks	2 140 149	2 456 352	1 630 027
Impairment losses on loans and advances to banks	-2 260	-2 260	-2 753
Financial assets at fair value through profit or loss, including financial assets held for trading (excluding derivatives)	644 741	465 027	291 267
Derivatives including:	608 443	495 095	325 743
- derivatives used as hedging instruments	17 145	34 025	7 798
Gross loans and advances to customers	19 029 696	17 456 184	13 258 808
Impairment losses on loans and advances to customers	-855 775	-834 327	-1 058 014
Investments securities:	5 489 841	5 482 335	5 633 436
- available-for-sale	3 445 717	3 437 169	3 243 832
- held-to-maturity	2 044 124	2 045 166	2 389 604
Investments in associates valued using the equity method	11 292	12 174	11 832
Property, plant and equipment	401 206	396 446	382 004
Intangible assets	62 853	67 212	82 064
Goodwill on subordinated companies	36 052	36 052	36 052
Deferred tax asset	175 047	150 658	143 685
Current tax receivable	142	1 309	15 085
Non-current assets classified as held for sale	0	767	185 470
Investment properties	216 976	219 509	0
Other assets	132 368	113 957	118 444
Total assets	**29 207 661**	**27 128 180**	**21 707 811**

in PLN '000	**31.03.2008**	**31.12.2007**	**31.03.2007**
Liabilities			
Amounts due to Central Bank	1 591	1 101 661	2 007
Amounts due to banks	6 243 513	5 301 449	2 035 822
Derivatives including:	684 008	474 370	308 978
- derivatives used as hedging instruments	23 220	44 178	1 475
Amounts due to customers	18 586 188	17 088 638	16 398 229
Debt securities issued	0	0	0
Liabilities arising from repurchase transactions	502 009	50 126	5 509
Current tax liability	35 889	7 228	3 749
Provisions	157 828	161 034	155 218
Deferred tax liability	1 214	872	449
Other liabilities	251 603	272 263	201 029
Subordinated liabilities	387 853	394 235	425 758
Total liabilities	**26 851 696**	**24 851 876**	**19 536 748**

Equity			
Share capital	1 358 294	1 358 294	1 358 294
Supplementary capital	383 711	383 711	104 789
Revaluation reserve	-82 908	-87 617	15 312
Reserves	180 942	180 942	120 942
Currency translation differences from the translation of subordinated companies and foreign branches	-753	-733	-630
Retained earnings/loss	441 707	51 168	490 604
Current net profit attributable to the shareholders of the Bank	74 972	390 539	81 752
Total equity attributable to the shareholders of the Bank	**2 355 965**	**2 276 304**	**2 171 063**
Minority interest	**0**	**0**	**0**
Total equity	**2 355 965**	**2 276 304**	**2 171 063**
Total equity and liabilities	**29 207 661**	**27 128 180**	**21 707 811**

Capital adequacy ratio (%)	9,53	9,71	13,56
Number of shares	271 658 880	271 658 880	271 658 880
Book value per share (in PLN)	8,67	8,38	7,99

3. Off-Balance Sheet Items

in PLN '000	**31.03.2008**	**31.12.2007**	**31.03.2007**
Contingent liabilities, granted and received			
Liabilities granted, including:	6 718 276	6 002 445	5 065 969
- financial	5 133 001	4 374 464	3 751 661
- guarantees	1 585 275	1 627 981	1 314 308
Liabilities received, including:	1 947 861	2 224 054	1 319 020
- financial	907 931	902 441	1 013 107
- guarantees	1 039 930	1 321 613	305 913
Liabilities related to the sale/purchase transactions	**282 543 109**	**218 165 219**	**163 556 986**
Other	4 121 354	3 211 824	3 057 520
- collaterals received	4 119 810	3 210 280	3 056 129
- other	1 544	1 544	1 391

4. Statement of Changes in Consolidated Equity

Changes in the period from 1 January 2008 to 31 March 2008

in PLN '000	Share capital	Supplementary capital	Revaluation reserve	Reserves	Currency translation differences from the translation of subordinated companies and foreign branches	Retained earnings (losses)	Net profit for the period	Total equity attributable to shareholders of the Bank	Minority interest	Total equity
Equity at opening balance – as of 01.01.2008	**1 358 294**	**383 711**	**-87 617**	**180 942**	**-733**	**441 707**	**0**	**2 276 304**	**0**	**2 276 304**
Valuation of financial assets available-for-sale			1 372					1 372		1 372
Effects of valuation of derivatives designated for cash flow hedge			4 441					4 441		4 441
Deferred tax on items recognised in equity			-1 104					-1 104		-1 104
Net profit recognised directly in the equity			**4 709**					**4 709**		**4 709**
Net profit for the period							74 972	74 972		74 972
Total of recognised income and expenses			**4 709**				**74 972**	**79 681**		**79 681**
Profit's distribution										
Dividends paid										
Currency translation differences					-20			-20		-20
Equity at end of period – as of 31.03.2008	**1 358 294**	**383 711**	**-82 908**	**180 942**	**-753**	**441 707**	**74 972**	**2 355 965**	**0**	**2 355 965**

Changes in the period from 1 January 2007 to 31 December 2007

in PLN '000	Share capital	Supplementary capital	Revaluation reserve	Reserves	Currency translation differences from the translation of subordinated companies and foreign branches	Retained earnings (losses)	Net profit for the period	Total equity attributable to shareholders of the Bank	Minority interest	Total equity
Equity at opening balance – as of 01.01.2007	**1 358 294**	**104 789**	**18 275**	**120 942**	**-646**	**490 604**	**0**	**2 092 258**	**0**	**2 092 258**
Valuation of financial assets available-for-sale			-89 090					-89 090		-89 090
Effects of valuation of derivatives designated for cash flow hedge			-41 641					-41 641		-41 641
Deferred tax on items recognised in equity			24 839					24 839		24 839
Net profit recognised directly in the equity			**-105 892**					**-105 892**		**-105 892**
Net profit for the period							390 539	390 539		390 539
Total of recognised income and expenses			**-105 892**				**390 539**	**284 647**		**284 647**
Profit's distribution		278 922		60 000		-338 922		0		0
Dividends paid						-100 514		-100 514		-100 514
Currency translation differences					-87			-87		-87
Equity at end of period – as of 31.12.2007	**1 358 294**	**383 711**	**-87 617**	**180 942**	**-733**	**51 168**	**390 539**	**2 276 304**	**0**	**2 276 304**

Changes in the period from 1 January 2007 to 31 March 2007

in PLN '000	Share capital	Supplementary capital	Revaluation reserve	Reserves	Currency translation differences from the translation of subordinated companies and foreign branches	Retained earnings (losses)	Net profit for the period	Total equity attributable to shareholders of the Bank	Minority interest	Total equity
Equity at opening balance – as of 01.01.2007	**1 358 294**	**104 789**	**18 275**	**120 942**	**-646**	**490 604**	**0**	**2 092 258**	**0**	**2 092 258**
Valuation of financial assets available-for-sale			-3 387					-3 387		-3 387
Effects of valuation of derivatives designated for cash flow hedge			-271					-271		-271
Deferred tax on items recognised in equity			695					695		695
Net profit recognised directly in the equity			-2 963					-2 963		-2 963
Net profit for the period							81 752	81 752		81 752
Total of recognised income and expenses			**-2 963**				**81 752**	**78 789**		**78 789**
Profit's distribution										
Dividends paid										
Currency translation differences					16			16		16
Equity at end of period – as of 31.03.2007	**1 358 294**	**104 789**	**15 312**	**120 942**	**-630**	**490 604**	**81 752**	**2 171 063**	**0**	**2 171 063**

5. Consolidated Cash Flow Statement

in PLN '000	**1st quarter of 2008 01.01.2008 – 31.03.2008**	**1st quarter of 2007 01.01.2007 – 31.03.2007**
Net cash flow from operating activities		
Net profit	**74 972**	**81 752**
Adjustments to net profit and net cash from operating activities:	**-587 567**	**-889 094**
Current and deferred tax recognised in financial result	24 636	21 499
Non-realised profit (loss) from currency translation differences	34 858	7 242
Investing and financing activities	**16 897**	**-81 731**
Depreciation	23 907	24 378
Share in profit (loss) of subordinated companies	882	-1 171
Net increase/decrease in impairment	18 374	-30 869
Interest	-21 587	-57 466
Net increase/decrease in provisions	-3 206	-14 008
Profit (loss) on disposal of investments	-1 473	-2 595
Net increase/decrease in operating assets (excluding cash)	**-1 861 628**	**-236 332**
Net increase/decrease in gross loans and advances to banks	34 849	62 683
Net increase/decrease in financial assets at fair value through profit or loss, including financial assets held for trading and derivatives	-295 427	309 361
Net increase/decrease in gross loans and advances to customers	-1 573 512	-614 965
Paid income tax	-15 158	-8 854
Net increase/decrease in other assets	-12 380	15 443
Net increase/decrease in operating liabilities	**1 197 670**	**-599 772**
Net increase/decrease in amounts due to Central Bank	-1 100 070	17
Net increase/decrease in amounts due to banks	164 355	-134 670
Net increase/decrease in derivatives	209 638	12 504
Net increase/decrease in amounts due to customers	1 497 550	590 966
Net increase/decrease in liabilities arising from repurchase transactions	451 883	-1 028 416
Net increase/decrease in other liabilities	-25 686	-40 173
Net cash flow from operating activities	**-512 595**	**-807 342**

	1st quarter of 2008 01.01.2008 – 31.03.2008	1st quarter of 2007 01.01.2007 – 31.03.2007
Net cash flow from investing activities		
Inflows	**113 684**	**1 299 458**
Disposal of property, plant and equipment and intangible assets	1 288	679
Disposal of investment securities	51 930	1 239 922
Interest received	60 466	58 857
Outflows	**-80 516**	**-978 257**
Acquisition of property, plant and equipment and intangible assets	-18 301	-23 075
Acquisition of investment securities	-62 215	-955 182
Net cash flows from investing activities	**33 168**	**321 201**
Cash flow from financing activities		
Inflows	**710 258**	**0**
Proceeds from borrowings	710 258	0
Outflows	**-6 985**	**-13 634**
Other financial outflows	-6 985	-13 634
Net cash flow from financing activities	**703 273**	**-13 634**

Net increase/decrease in cash	**223 846**	**-499 775**
Cash at the beginning of the period	**2 689 914**	**2 269 870**
Cash at the end of the period including:	**2 913 760**	**1 770 095**
restricted cash	652 317	556 194

6. Basis of preparation

Pursuant to Article 55 Clause 6a of the Accounting Act of 29.09.1994 (consolidated text: Journal of Laws of 2002, No. 76, item 694) with further amendments ('the Act'), effectively from 01.01.2005 consolidated financial statements of Kredyt Bank S.A. Capital Group ('the Group') have been prepared in compliance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) that were approved by the European Commission.

Pursuant to Article 45 Clause 1c of the Act and according to the decision of the General Meeting of Shareholders of Kredyt Bank S.A. of 25.04.2005, effectively from 01.01.2005, also standalone financial statements of Kredyt Bank S.A. ('the Bank') have been prepared in accordance with the IAS/IFRS.

The interim consolidated financial report for the first quarter of 2008 has been prepared in line with the IAS/IFRS as in force at the date of this statement. Specifically, this report has been prepared in accordance with IAS 34 *Interim Financial Reporting* and matters not governed by IFRS must comply with the Act and the provisions of the Ordinance by the Minister of Finance dated 19.10.2005 on current and interim information provided by issuers of securities (Journal of Laws of 2005, No. 209, item 1744).

7. The Group's financial standing at the end of the first quarter of 2008

7.1. Financial result

Group's net profit and profit before tax

The Group's net profit in the first quarter 2008 amounted to PLN 74 972 thousand, while net profit generated in the first quarter 2007 amounted to PLN 81 752 thousand. Profit before tax in the first quarter 2008 amounted to PLN 99 608 thousand as compared to PLN 103 251 thousand in the first quarter 2007.

With respect to all significant categories of operating income (excluding net income on sale of receivables), in the first quarter 2008, as compared to the first quarter 2007, an increase was observed which resulted from the increasing business activeness. Net operating income of the Group generated in the first quarter of 2008 comparing to the first quarter of 2007 increased by 18,6%, while the general and administrative expenses rose by 15%.

Lower gross profit and consequently net profit for the first quarter of 2008 as compared to the first quarter of 2007 results from higher impairment losses on financial assets, other assets and provisions.

The main elements of the consolidated income statement of the Group are presented in the table below.

in 000' PLN	**1st quarter of 2008**	**1st quarter of 2007**	**Change (%)**
Net interest income	243 209	198 720	22,4%
Net fee and commission income	70 820	63 536	11,5%
Net income from trading and investment activities*	45 205	39 555	14,3%
Net income from sale of receivables portfolio	4 798	7 956	-39,7%
Profit from other operating income/expenses	13 500	8 512	58,6%
Total income	**377 532**	**318 279**	**18,6%**
General and administrative expenses	-248 144	-215 824	15,0%
Net impairment charges for financial assets and other assets and provisions Share in profit of associates	-28 898	-375	7 606,1%
Share in profit of associates	-882	1 171	
Profit (loss) before tax	**99 608**	**103 251**	**-3,5%**
Income tax expense	-24 636	-21 499	14,6%
Net profit	**74 972**	**81 752**	**-8,3%**

* including net result on derivatives used as hedging instruments and hedged items

Net interest, fee and commission income

Net interest income generated by the Group in the first quarter of 2008 amounted to PLN 243 209 thousand which means that it was higher by 22,4% than the corresponding figure generated in the first quarter of 2007. Net fee and commission income in the first quarter of 2008 amounted to PLN 70 820 thousand and was higher by 11,5% than the corresponding figure in the first quarter of 2007. The higher net interest income, and net fee and commission income were directly affected by a significant increase in the value of the loan portfolio.

Net income from trading and investment activities

In the first quarter of 2008, net income from trading and investment activities, including net result on derivatives used as hedging instruments and hedged items amounted to PLN 45 205 thousand as compared to PLN 39 555 thousand recorded in the analogous period of 2007. The recorded increase was largely generated by transactions in derivatives (mainly foreign exchange trading).

Net income from sale of receivables

The sale of receivables relates mainly to loan receivables generated through cooperation with Żagiel who acts as an intermediary in the sale of loan products and the Bank's other receivables. Total profit before tax on the sale of all receivables in 2007 amounted to PLN 54 893 thousand of which 7 956 thousand was generated in the first quarter of 2007. In the first quarter of 2008 the Group recorded a profit from sale of receivables amounting to PLN 4 798 thousand.

General and administrative expenses

The Group's general and administrative expenses in the first quarter of 2008 amounted to PLN 248 144 thousand and, as compared to the first quarter of 2007, they increased by 15%. A growth in general and administrative expenses in the first quarter of 2008 was caused mainly by the rise in salaries and additional costs related to the increasing business activeness of the Group.

Cost/income ratio (CIR)

Cost/income ratio (CIR) in the first quarter of 2008 was equal to 65.7%, which denotes a decrease as compared to the analogous period in 2007 by 2.1 p.p.

in %	**1st of quarter of 2008**	**1st of quarter of 2007**
Cost/income ratio (CIR)	65.7	67.8

Net impairment losses on financial assets, other assets and provisions

At the end of the first quarter of 2008, the Group generated negative balance of net impairment losses on financial assets, other assets and provisions of PLN 28 898 thousand. The increase in impairment losses related mainly to the retail loans. In the first quarter of 2007 the lower level of impairment losses on retail loans was additionally compensated by higher recoveries from debt collection, particularly in corporate segment.

Corporate income tax

Total income tax expense in the Group after the first quarter of 2008 amounted to PLN 24 636 thousand as compared to the charge of PLN 21 499 thousand after the first quarter of 2007.

7.2. Assets and liabilities

Gross loans and advances to customers

Over the last months, the Group recorded an increase in the portfolio of gross loans and advances to customers. The value of gross loans and advances to customers, at the end of the first quarter of 2008 increased by 9% as compared to the fourth quarter of 2007 and by 43.5% as compared to the corresponding period in the previous year. Details concerning loan portfolio has been presented below in points 7.3, 7.6 and 7.7.

Dynamic growth was observed both in the retail loans as well as in the corporate loans. The high sale rate was particularly observed in the sales of mortgages.

Investment securities portfolio

In the first quarter of 2008, the level of investment securities portfolio remained high, enabling safe management of short-term liquidity.

Customers' deposit portfolio

Customers' deposits at the end of the first quarter of 2008 increased by 8.8% as compared to the end of the first quarter of 2007 and increased by 13.3% as compared to the end of the first quarter of 2007. Details concerning deposit portfolio have been presented below, in points 7.6 and 7.7.

7.3. Improvement in the quality of receivables portfolio

In the first quarter of 2008, as in previous reporting periods, due to the growing loan portfolio as well as due to the restructuring and debt collection activities, the share of the impaired loans in the total loan portfolio continued to decrease. As a result in the first quarter of 2008, the quality ratio for the Group's gross receivables portfolio improved by 0.5 p.p. and by 6.2 p.p. within the last 12 months.

The Group, when estimating credit risk for individual credit exposures and loan portfolios, follows the prudence concept. As at 31.03.2008, the coverage ratio for loans with evidence of impairment amounted to 69,1%.

in PLN '000	**31.03.2008**	**31.12.2007**	**31.03.2007**
Loans and advances with no evidence of impairment	17 862 328	16 312 565	11 622 847
Loans and advances with evidence of impairment	1 167 368	1 143 619	1 635 961
Total gross loan and advances to customers	**19 029 696**	**17 456 184**	**13 258 808**
Impairment on loans and advances to customers	855 775	834 327	1 058 014
including: impairment on loans and advances with evidence of impairment	806 881	792 087	1 000 720
Total net loans and advances to customers	**18 173 922**	**16 621 857**	**12 200 794**
The share of loans and advances with evidence of impairment in total gross loans and advances	6,1%	6.6%	12.3%
Coverage of loans and advances with evidence of impairment with impairment	69,1%	69.3%	61.2%
Coverage of gross loans and advances to customers with impairment	4,5%	4.8%	8.0%

7.4. Capital adequacy ratio

The capital adequacy ratio, calculated in compliance with regulations of the National Bank of Poland in force, as of 31.03.2008 amounted to 9.53% as compared to 13.56% recorded as of 31.03.2007 and 9.71% as of 31.12.2007.

The first three months of 2008 were the first quarter where new rules concerning calculating capital adequacy ratio were in force (known as Basle II). At the moment the Bank is awaiting decision of the Polish Financial Supervision Authority concerning using the advanced approach to calculate capital requirement for credit risk, thus the capital adequacy ratio has been calculated using standardised approach. Application of the new regulations has not had any significant impact on the level of capital adequacy ratio, its decrease results from the increase in loans volume.

On 19 March 2008 Kredyt Bank signed, with KBC Bank NV Dublin Branch a subordinated loan agreement in the amount equal up to CHF 100 million (i.e. PLN 226 460 000 in accordance with the median exchange rate of the National Bank of Poland of 19.03.2008). The agreement was concluded on the market terms with the maturity equal to 10 years starting from the date of transferring the funds. The Bank is awaiting the approval of Polish Financial Supervision Authority to classify the above loan into the own funds.

7.5. Income and results by segments

The Group's operations, as in the previous reporting periods, were divided into four basic sector segments: corporate, retail, treasury and investment. The Bank's operations are not diversified in geographical terms. Operations are focused on the Polish market; the main customer base is composed of Polish natural and legal persons and foreign customers operating on the Polish market.

Corporate Segment

The Corporate Segment, in management reporting, entails transactions with large companies (with annual sales revenue exceeding PLN 16 million) as well as state budgetary units at central and local levels. Beside the traditional deposit, credit and settlement services, the customers from this segment are offered other specific services. They are tailored to customers' individual needs, e.g. organizing syndicates supporting investment projects, financing real estate transactions, financing foreign trade and bulk payments. The Bank's offer in this segment is expanded by the products of Kredyt Lease, which offers a complete range of services for companies in respect of leasing of property, plant and equipment and real estates, and also of real estate trade.

Retail Segment

The Retail Segment, in management reporting, incorporates products targeted at individual customers as well as Small and Medium-sized Enterprises (SME), whose annual sales revenue does not exceed PLN 16 million. The products on offer comprise a wide range of deposit and loan products, insurance products (bancassurance and assurebanking) offered in co-operation with WARTA S.A. as well as clearing services. This offer is addressed to customers through traditional channels of distribution via the Bank's nationwide network of branches as well as KB24 website. The results of this segment also comprise the result of Żagiel S.A. (Consumer Finance) specialising in the sale of instalment loans as well as in intermediation in the distribution of the selected services that are found in the Bank's and WARTA's offers. Furthermore, the Bank's offer for this segment includes products offered by KBC TFI with regard to the sale of unit linked products in investment funds.

Treasury Segment

The Treasury Segment, in management reporting, comprises the result of the transactions performed by the Bank on its own account as an active participant of the money market (Treasury and NBP bills), bonds market (Treasury and commercial bonds), currency market and interbank market. The result of the segment also includes net income on derivative instruments transactions: forward, FX swap, IRS, CIRS, FRA, interest rate and currency options.

Investment Segment

The Investment Segment, in management reporting, incorporates custodian services and the Group's equity investments in shares of companies whose core business is focused on generating added value for the Group by specialising in non-banking areas of operation. Investments do not account for significant part of Group activities,

The segments' income and expenses had been determined before inter-segmental eliminations were made. The selling prices exercised among segments are calculated on the basis of the transfer pricing methodology.

Consolidated net profit for the first quarter of 2008 by business segments (breakdown according to management reporting) *in PLN '000'*

	Corporate Segment	Retail Segment	Treasury Segment	Investment Segment	Other	Eliminations	Total
1. Segment income (external)	164 660	339 929	142 325	13 536	15 533	-14 004	**661 979**
2. Segment income (internal)	64 577	159 617	224 650	0	4	-448 848	**0**
3. Total segment income	**229 237**	**499 546**	**366 975**	**13 536**	**15 537**	**-462 852**	**661 979**
4. Segment expenses (external)	-53 409	-119 034	-106 368	-3 561	-10 222	8 147	**-284 447**
4a. Allocated expenses	-27 977	-202 493	-2 451	-9 898	-11 182	5 857	**-248 144**
5. Segment expenses (internal)	-102 596	-117 070	-224 198	-823	-4 161	448 848	**0**
6. Total segment expenses	**-183 982**	**-438 597**	**-333 017**	**-14 282**	**-25 565**	**462 852**	**-532 591**
7. Segment result (operating activity)	**45 255**	**60 949**	**33 958**	**-746**	**-10 028**	**0**	**129 388**
8. Net impairment losses on financial assets, other assets and provisions	**6 488**	**-39 124**	**0**	**14**	**3 724**	**0**	**-28 898**
9. Segment share in profits of associates				**-882**			**-882**
10. Segment result (gross)	**51 743**	**21 825**	**33 958**	**-1 614**	**-6 304**	**0**	**99 608**
11. Income tax							**-24 636**
12. Net profit							**74 972**

Consolidated net profit for the first quarter of 2007 by business segments (breakdown according to management reporting) *in PLN '000'*

	Corporate Segment	Retail Segment	Treasury Segment	Investment Segment	Other	Eliminations	Total
1. Segment income (external)	113 808	229 034	129 945	22 983	11 670	-15 696	**491 744**
2. Segment income (internal)	46 355	126 392	121 741	0	3	-294 491	**0**
3. Total segment income	**160 163**	**355 426**	**251 686**	**22 983**	**11 673**	**-310 187**	**491 744**
4. Segment expenses (external)	-35 174	-82 348	-48 868	-5 918	-5 812	4 655	**-173 465**
4a. Allocated expenses	-27 838	-178 864	-2 622	-9 675	-7 866	11 041	**-215 824**
5. Segment expenses (internal)	-59 434	-61 103	-172 750	-1 208	4	294 491	**0**
6. **Total segment expenses**	**-122 446**	**-322 315**	**-224 240**	**-16 801**	**-13 674**	**310 187**	**-389 289**
7. Segment result (operating activity)	**37 717**	**33 111**	**27 446**	**6 182**	**-2 001**	**0**	**102 455**
8. Net impairment losses on financial assets, other assets and provisions	**7 594**	**-7 242**	**0**	**3**	**-730**		**-375**
9. **Segment share in profits of associates**				**1 171**			**1 171**
10. **Segment result (gross)**	**45 311**	**25 869**	**27 446**	**7 356**	**-2 731**	**0**	**103 251**
11. Income tax							**-21 499**
12. Net profit							**81 752**

7.6. Corporate and SME banking

This section presents aggregate figures for corporate customers and SMEs, excluding non-commercial institutions providing services to households (data for non-commercial institutions providing services to households are presented in section 7.7 'Retail Banking').

The table below presents the structure of loans and advances to corporate customers and SMEs at the ends of particular quarters.

in PLN '000'	As at 31.03.2008	As at 31.12.2007	As at 31.03.2007
Corporate customers			
- overdraft facilities	1 910 338	1 602 633	1 173 445
- term loans*	5 599 713	5 433 141	4 652 829
- purchased debt	22 727	31 438	12 943
- realised guarantees	8 297	9 393	18 324
- other receivables, including leasing fees	377 803	345 330	235 128
Total**	**7 918 878**	**7 421 935**	**6 092 669**
Budget			
- overdraft facilities	2 760	932	6 360
- term loans*	361 615	405 971	502 393
- purchased debt	0	10	17
Total**	**364 375**	**406 913**	**508 770**

* mainly investment and working capital loans
** gross amounts

The table below presents the structure of deposits of corporate customers and SMEs at the ends of particular quarters.

in PLN '000'	As at 31.03.2008	As at 31.12.2007	As at 31.03.2007
Corporate customers			
- current accounts	2 409 769	2 483 669	2 050 810
- term deposits	2 305 203	2 240 212	2 104 985
- other	7 460	8 672	91 283
Total	**4 722 432**	**4 732 553**	**4 247 078**
Budget			
- current accounts	1 262 590	1 337 776	1 225 214
- term deposits	1 507 769	719 413	824 704
- other	0	0	0
Total	**2 770 359**	**2 057 189**	**2 049 918**

7.7. Retail banking

This section contains aggregate figures for private persons, individual entrepreneurs, individual farmers and non-commercial institutions providing services to households.

The table below presents the structure of loans and advances to retail customers at the ends of particular quarters.

in PLN '000'	**As at 31.03.2008**	**As at 31.12.2007**	**As at 31.03.2007**
- overdraft facilities	637 743	594 784	542 189
- purchased debt	7 928	7 041	17 232
- term loans*	1 094 513	1 073 564	986 039
- instalment and cash loans	2 321 362	2 063 331	1 517 762
- mortgages	6 668 927	5 876 171	3 582 916
- realised guarantees	1 531	1 519	1 620
- other receivables	14 439	10 926	9 611
Total**	**10 746 443**	**9 627 336**	**6 657 369**

* mainly investment and working capital loans for individual entrepreneurs, and other loans secured with mortgages
** gross amounts

The table below presents the structure of deposits of retail customers at the ends of particular quarters.

in PLN '000'	**As at 31.03.2008**	**As at 31.12.2007**	**As at 31.03.2007**
- current accounts	8 038 764	7 039 089	6 735 808
- term deposits	2 873 444	3 154 154	3 319 409
- other	181 189	105 653	46 016
Total	**11 093 397**	**10 298 896**	**10 101 233**

Instalment and cash loans

The sales of retail loans and advances through Żagiel's distribution network in the first quarter of 2008 amounted to PLN 649 million which represents a decrease by 12.0% as compared to the fourth quarter of 2007 and an increase by 61.1% against the level in the first quarter of 2007. In comparison with the fourth quarter of 2007, the number of loans granted dropped from 301 thousand to 251 thousand in the first quarter of 2008, whereas it rose by 31 thousand loans against figures recorded for the first quarter of 2007. The gross value of the portfolio increased by 12.5% as compared to the fourth quarter of 2007, and by 52.9% against the figures recorded in the first quarter of 2007.

in PLN '000'	1st quarter of 2008	4th quarter of 2007	1st quarter of 2007
Instalment and cash loans			
Gross value of the portfolio at the end of the quarter, including:	2 321 362	2 063 331	1 517 762
Loans granted via Żagiel			
Gross value of the portfolio at the end of the quarter*	1 848 319	1 655 475	1 274 492
Number of loans granted in the quarter (in '000')	251	301	220
Value of loans granted in the quarter	649 283	737 748	402 980

* includes consolidation adjustment related to EIR

Mortgages

In the first quarter of 2008, the Bank granted 5.8 thousand mortgages for the total amount of PLN 924 million. The gross value of the portfolio of mortgages as compared to the fourth quarter of 2007 increased by 13.5% and, as compared to the corresponding period in the previous year, by 86,1%.

in PLN '000'	1st quarter of 2008	4th quarter of 2007	1st quarter of 2007
Mortgages			
Gross value of the portfolio at the end of the quarter	6 668 927	5 876 171	3 582 916
Number of loans granted in the quarter (in '000')	5,8	7,1	3,9
Value of loans granted in the quarter	924 019	1 017 598	532 176

Current accounts for individual clients

in PLN '000'	As at 31.03.2008	As at 31.12.2007	As at 31.03.2007
Current accounts			
Carrying amount at quarter end	8 038 764	7 039 089	6 735 808
Including ROR accounts (*)			
Number (in '000')	569	561	551
Carrying amount	1 238 469	1 218 247	1 088 775
Including Savings Account (*)			
Number (in '000')	331	311	261
Carrying amount	5 511 562	4 385 666	4 370 142

(*) ROR and Savings Account – figures for private persons

As at 31.03.2008, the number of current-savings accounts (ROR) was higher by 1.4% as compared to figures at 31.12.2007 and by 3.3% as compared to figures at 31.03.2007. The carrying amount of ROR accounts for individual customers at the end of the first quarter of 2008 increased as compared to the fourth quarter of 2007 by 1.7% and increased by 13.7% as compared to the first quarter of 2007.

The number of savings accounts, at the end of the first quarter of 2008, increased by 6.4% as compared to the fourth quarter of 2007, and by 26.8% as compared to the first quarter of 2007. At the end of the first quarter of 2008, the value of deposited cash was almost PLN 5.5 billion which represents an increase by 25.7% as compared to the figures at the end of the fourth quarter of 2007 and by 26.1% as compared to the end of the first quarter of 2007.

Credit cards

At the end of the first quarter of 2008, as compared to the end of the fourth quarter of 2007, the number of credit cards increased by 23.9%, and by 88.6% as compared to the end of the first quarter of 2007.

in '000'	**As at 31.03.2008**	**As at 31.12.2007**	**As at 31.03.2007**
Credit cards (aggregate for KB and Żagiel S.A.)	264	213	140

Electronic distribution channels

The number of users of electronic distribution channels has been growing systematically. As of 31.03.2008 the number of KB24 users was equal to 292 thousand. As compared to figures at 31.12.2007, their number increased by 5%, and by 21.7% as compared to figures at 31.03.2007. As compared to the fourth quarter of 2007, the number of bank transfers made via KB24 increased by 3.5%, and by 24.6% as compared to the first quarter of 2007.

in '000'	**As at 31.03.2008**	**As at 31.12.2007**	**As at 31.03.2007**
Number of KB24 users	292	278	240
Number of transfers made via KB24 in the quarter	3 457	3 340	2 774

Number of Bank's outlets

In the first quarter of 2008, the Bank continued to develop the sale network by opening new outlets.

in units	**As at 31.03.2008**	**As at 31.12.2007**	**As at 31.03.2007**
Outlets	389	380	352

7.8. Investment funds and unit funds in unit-linked insurance plans

Total net assets of the funds (including non-registered funds) sold as at 31.03.2008 via the Bank's distribution network amounted to PLN 3 335 595 thousand. As compared to figures at 31.12.2007, they decreased by 8.1% and by 0.3% as compared to figures at 31.03.2007.

in PLN '000'	**As at 31.03.2008**	**As at 31.12.2007**	**As at 31.03.2007**
Net assets of funds (including non-registered funds) sold via the Bank's distribution network	3 335 595	3 629 450	3 347 216
Net assets of funds (excluding non-registered funds) sold via the Bank's distribution network	3 318 063	3 572 284	3 214 130

At the end of the first quarter of 2008, KBC TFI managed total assets amounting to PLN 7.4 billion.

The value of assets in investment funds managed by KBC TFI amounted to PLN 4.3 billion, which, as at the end of the first quarter of 2008, accounted for the Society's market share of 3.92%. The Society was ranked sixth among all investment funds societies in Poland.

The first quarter of 2008 was yet another period for KBC TFI of thorough works on the development of its product offer. At the end of the first quarter of 2008, KBC TFI S.A. managed the total of 29 investment funds.

7.9. Issue, redemption and repayment of debt and equity securities

In the first quarter of 2008, the Bank did not issue, redeem or repay any equity securities.

8. Information on dividend

Referring to the current report no. 9/2008 of 26.03.2008 the Bank's Management Board informs that the Supervisory Board at its meeting held on 04.04.2008 approved a draft Resolution on the profit distribution for the year 2007 for the Ordinary General Meeting of Shareholders with its wording as proposed by the Bank's Management Board.

The draft resolution on the profit distribution for the year 2007 assumes a dividend payment equal to gross PLN 0.52 per share. The total proposed dividend will be equal to PLN 141,262,617.60 and 271,658,880 shares series from A to W of Kredyt Bank S.A. will be entitled to a dividend. 03.07.2008 was proposed as a record date and 18.07.2008 as a dividend payment date.

9. Group's structure

Kredyt Bank Capital Group encompasses legally separated business entities, whose activities are coordinated to a great extent. The capital relations linking the Group, defining the nature of the relationship, are strengthened by business relations, contracts, the joint product offer, controlling functions performed by the Bank over the companies' operating and financial policies as well as the transfer of management staff and know-how.

Below, we present the composition and ownership structure of the Group as of 31.03.2008.

As of 31.12.2007 the following companies were fully consolidated: Kredyt Lease S.A., Kredyt International Finance B.V, Kredyt Trade Sp. z o. o., Żagiel S.A. and Reliz Sp. z o.o.

Due to the immateriality of their operations and financial figures, the Group does not consolidate financial statements of the following entities: Lizar Sp. z o.o., Net Banking Sp. z o.o., BFI Serwis Sp. z o.o. In the first quarter of 2008 the merger of BFI Serwis Sp z o.o. and Inwestia Sp. z o.o. took place.

10. Description of significant accounting principles and accounting estimates

In the first quarter of 2008, the Group did not introduce any material changes in the accounting policies and methods of accounting estimates as compared to the principles and methods described in the Group's published consolidated financial statements as of 31.12.2007.

The preparation of financial statements in line with IFRS requires a professional judgment of the Bank's Management Board and Management Boards of the Group's companies on the adopted accounting principles and accounting estimates applied with respect to balance sheet items and income statement items. Estimates are related to uncertain future events and are made basing on historical data and a number of assumptions based on the facts available as at the balance sheet date, resulting from internal and external conditions. The actual results of future business operations may differ from the current accounting estimates as at the balance sheet date. Therefore, accounting estimates are verified on a regular basis. Changes in estimates are recognised in the financial statement in the period they were introduced. If such changes are also related to future periods, the assumptions being the basis for the estimates for future periods are also adjusted.

The most important accounting estimates prepared for the purpose of this financial statement refer to:

- measurement of financial assets and liabilities at fair value, including derivatives for which no active market exists;
- identification and measurement of impairment losses for financial assets measured at amortised cost and historical cost;
- deferred tax asset;
- provisions.

10.1. Classification and measurement of financial assets and liabilities

Financial assets and liabilities at fair value through profit or loss

This category includes:

- held-for-trading assets or liabilities, i.e. those acquired or contracted with the intention to sell or repurchase them in the nearest future. This category comprises portfolios of the financial assets and liabilities portfolios managed jointly in order to generate profits in a short time horizon, also derivatives.
- financial assets or liabilities which, at the time of initial recognition, were designated by the Bank as measured at fair value through profit or loss, as the items are managed in a portfolio on the basis of the valuation at fair value, pursuant to the recorded risk management principles or the Group's investment strategy.

Fair value is determined on the basis of quotations in active markets, including prices of the latest transactions and generally adopted measurement models based on variables that can be observed in the market environment.

Interest and acquired discount or premium on securities is settled over time in net interest income based on the effective interest rate method. Securities are carried at fair value, and its change is recognised in the profit/loss on financial operations.

Outflows from assets disposal are calculated with the FIFO method.

Financial derivatives are recognised at fair value, without deductions of transaction expenses that can be incurred at the disposal. The transaction price is the best indicator of fair value at the initial recognition of a derivative.

Derivatives with positive valuation are recognised in the balance sheet as assets, and derivatives with negative valuation– as liabilities.

Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments or fixed maturity that the Group's entities intend and are able to hold to maturity or by the date very close to maturity.

Held-to-maturity investments are measured at amortised cost using the effective interest method, taking account of impairment losses. Accrued interest and settled discount or premium is recognised in net interest income.

Loans and receivables

Loans and receivables are non-derivative financial assets, with fixed or determinable payments that are not quoted in an active market. Loans and receivables arise when the Bank disburses cash to customers for purposes other than generating short-term trading gains. This category entails loans and advances to banks and customers, including purchased debt.

Loans are measured in the balance sheet at amortised cost based on the effective interest rate method, taking account of impairment losses.

Accrued interest with net commission (commissions received less commissions paid) settled over time using the effective interest method are recognised in the interest income; the commission settled on a straight-line basis is recognised in the fee and commission income. Impairment charge is recognised in the income statement in correspondence with accounts of provisions which adjust assets value.

Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets designated as available for sale or not classified as financial assets valued at fair value through profit or loss, loans and receivables or held-to-maturity investments.

Available-for-sale financial assets are measured at fair value on the balance sheet. Changes in fair value are recognised in revaluation reserve until the financial asset is derecognised or impairment is recognised; then accumulated gains/losses included in equity are recognised in the income statement. In the case of debt securities, interest income and discount or premium is settled over time in net interest income using the effective interest rate method.

If fair value cannot be determined, assets are recognised at cost less impairment. Impairment is recognised in the income statement in correspondence with accounts of provisions which adjust assets value.

Dividends from available-for-sale equity instruments are recognised in the income statement at the time when the right to obtain them arises.

Outflows from assets disposal are calculated with the FIFO method.

Financial liabilities not held for trading

This category includes amounts due to banks and customers, loans borrowed by the Group, own debt securities issued, liabilities related to securities sold under repurchase agreements and subordinated liabilities, following the deduction of transaction expenses.

Financial liabilities not held for trading are recognised in the balance sheet at amortised cost with the application of the effective interest rate method.

Hedge accounting

Hedge accounting recognises the effects of compensating for changes in fair value of the hedging instrument and the hedged item, which exert an impact upon the income statement. According to adopted hedge accounting principles, the Group designates certain derivatives to hedge fair value and future cash flows of specific assets, on condition that the criteria provided for in IAS 39 are met. Hedge accounting is applied in the Group to hedge certain items, when all the following criteria are met:

- upon the inception of hedge, the Group officially determines and documents hedging relations as well as the purpose of risk management and the strategy of hedge; the documentation identifies the hedging instrument, the hedged item or transaction, the nature of the hedged risk and the method of the Group's assessment of hedging instrument effectiveness in offsetting the risk of changes in fair value of the hedged item or cash flows related to the hedged risk;
- the hedging is expected to be highly effective in achieving offsetting changes in fair value (or cash flows) attributable to the hedged risk, according to the initially documented risk management strategy related to a specific hedging relationship;
- the hedge effectiveness may be assessed reliably, i.e. fair value or cash flows attributable to the hedged item resulting from the hedged risk and the fair value of the hedging instrument may be measured reliably;
- the hedge is assessed on an ongoing basis and is found highly effective in all reporting periods in which the hedge was established.

Fair value hedge, which meets hedge accounting conditions, is recognised by the Group as follows:

- gains or losses resulting from the revaluation of fair value of a hedging derivative are disclosed in the income statement;
- gains or losses related to the hedged item, resulting from the hedged risk, adjust the carrying amount of the hedged item and are recognised in the income statement.

Future cash flows hedge, which meets hedge accounting conditions, is recognised by the Group as follows:

- a portion of gains or losses associated with the hedging instrument, which constitutes an effective hedge, is recognised directly in equity;
- a non-effective portion of gains or losses associated with the hedging instrument is recognised in the income statement.

Interest received and paid on derivatives used as hedging instruments is recognised in the income statement in interest income/expense respectively.

Effective interest rate method

Since 01.01.2005, as a result of adopting the method of measuring financial assets and liabilities at amortised cost with the use of the effective interest rate, the Group has been amortising, into income statement, fee and commission income and expenses, as well as certain external expenses, connected with the financial assets and liabilities measured in accordance with the provisions included in IAS 39.

The Group measures the following financial assets and liabilities at amortized cost taking into account the effective interest rate method:

- credits and loans granted as well as other own receivables – not held for trading;
- held-to-maturity investments;
- non-derivative financial liabilities not held for trading;
- financial assets for which fair value can not be determined reliably.

The effective interest rate is the rate that discounts a future, expected cash flow to a present net carrying amount during a period until maturity or by the time of the next market repricing of a particular financial asset and liability, whereas its determination involves any due or cashier fees as well as cash flows paid or received by the Bank under the agreement on a given instrument, excluding future, possible credit losses.

The method of settling interest coupons, commissions/fees and certain external costs connected with the financial instruments (with the effective interest method rate or straight-line method) depends on the nature of a given instrument. In the case of financial instruments with fixed cash flows schedules, the method of the effective interest rate is applied. In the case of instruments with undefined cash flows schedules, it is impossible to calculate the effective interest rate and commissions/fees are settled on the straight-line basis over time.

And the method of recognising particular types of commissions/fees in the income statement depends on the economic nature of a commission/fee.

Commissions/fees settled over time include, among others, fees for a positive appraisal of a loan application, commissions for granting a credit, commissions for releasing a credit, fees for establishing additional collateral, fees paid to loans extension intermediaries. The collection of the above commissions and fees constitute an integral part of the return generated by a specific financial instrument. This category also includes fees and costs of changes of contractual terms, which modify the value of initial effective interest rate. Any significant amendment to the conditions of a given financial instrument in economic terms is connected with the expiry of the financial instrument of the previous type and establishment of a new instrument with different characteristics. The fees that belong to this category include, among others, fees for preparing an annex changing a future cash flows schedule, fees for restructuring loan agreements, fees for postponement of payment dates, etc. The above-mentioned types of fees are deferred and amortised over time in the income statement by applying the effective interest rate method or on a straight-line basis, depending on a type of a product.

In the case of assets for which evidence of impairment was identified, interest income is charged to the income statement on the basis of net investment defined as the difference between the gross exposure value (having regard for unsettled commissions) and impairment.

10.2. Impairment of assets measured at amortised cost and historical cost

At each balance sheet date (at least once per quarter), the Group analyses whether there is an indication that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if, and only if, there is objective evidence for impairment as a result of one or more events that occurred after initial recognition of the asset and that loss event or events has an impact on the estimated future cash flows generated by the financial asset or the group of financial assets. Expected future losses are not taken into account in estimates of impairment.

If the Group identifies an evidence of impairment, the amount of the impairment loss is determined as the difference between the carrying amount of the loan and its economic value measured as the present value of estimated future cash flows discounted using the initial effective interest rate of contracts. Impairment loss is recognised in the income statement in correspondence with provision account which adjusts assets' value.

Loan receivables constitute the most significant class of financial assets recognised in the Group's balance sheet at amortised cost and subject to impairment.

Evidence of impairment

The analysis of the evidence indicating the risk of impairment is performed for individual loans as well as portfolios (groups) of loans.

The list of objective evidence includes:

a) material financial problems of an issuer or a debtor;
b) failure to satisfy the terms and conditions of an agreement, e.g. failure to pay or delaying payment of interest or the principal amount;
c) granting a facility by the lender to the borrower, for economic or legal reasons related to the borrower's financial problems, where such a facility would not have been granted otherwise;
d) high probability of the borrower's bankruptcy or their other financial reorganisation.

If there is no evidence that the impairment occurred, the previously recognised impairment losses are reversed through the income statement.

Measurement of individual impairment

Individual impairment is measured for loan receivables over a specific exposure level, for which certain individual evidence indicating impairment was identified. The process of estimating future, expected cash flows is carried out in a specially dedicated IT tool.

Expected future cash flows from collateral are estimated on the basis of a debt recovery value which is calculated with the application of periodically verified adjusting indicators determined for each type of collateral on the basis of historical data collected by the Bank concerning the time of the debt collection process, recovered amounts from collateral and their value determined in the valuation.

The quality of the measurement of individual impairment of loan receivables is verified during a multi-stage independent process.

Measurement of portfolio impairment

In the event where no objective evidence for loan impairment assessed on individual basis occurred, regardless of whether or not it constitutes a significant reporting item, such exposure is included in the credit portfolio of similar nature and the portfolio analysis of the impairment is conducted.

Homogenous loans portfolios are created basing upon similar characteristics of credit risks that are specific for the defined groups of customers and products.

The portfolio impairment is measured basing on historical parameters of losses generated by similar assets portfolios. Historical trends for losses are cleared of one-off events and are updated against a current risk profile of homogenous groups of assets. Hence, the portfolios systematic risk is identified. The following phenomena, apart from corrected historical trends, have a material impact upon the level of the portfolio impairment:

- fluctuations in the receivables portfolios;
- the Group's operating effectiveness in credit risk management processes, particularly taking into account the restructuring and debt collecting activities;
- Poland's macroeconomic situation

10.3. Deferred tax asset

The Bank's subsidiaries recognise a deferred tax liability for all temporary differences whereas the deferred tax asset is determined on the basis of financial plans approved by the Management Boards of subsidiaries.

In the Bank the probability of realising net deferred tax asset is determined on the basis of financial plans and tax forecasts prepared by the Bank's Management Board, updated on an ongoing basis as at the end of each quarter, having regard for the prudence concept.

10.4. Investment properties

In 2007, as the sale of certain assets classified as non-current assets held for sale (IFRS 5) was not possible, the Group reclassified them into investment properties. Under IAS 40 and pursuant to the policy of the Bank's main shareholder, the Group values investment properties using the cost model.

10.5. Goodwill

As of 01.01.2004, the Group ceased to amortise goodwill. Once a year the Group performs a goodwill impairment test based on the models developed in cooperation with the Bank's Major Shareholder. The models comply with IAS/IFRS requirements and are based on generally applied rules of equity investments measurement, among others, they take into consideration discounted future cash flows.

11. Comparable data

The comparable data for the previous periods presented in these financial statements include the presentation changes introduced as at 31.03.2008.

	Published data	Changes	Comparable data	Explanations
	31.03.2007		31.03.2007	
ASSETS				
Gross loans and advances to banks	1 617 057	12 970	1 630 027	a)
Gross loans and advances to customers	13 249 109	9 699	13 258 808	a)
Investment securities:	5 629 479	3 957	5 633 436	b)
- available-for-sale	3 239 875	3 957	3 243 832	b)
Investments in subsidiaries and jointly controlled entities	3 957	-3 957	0	b)
Other assets	141 113	-22 669	118 444	a)
TOTAL ASSETS	**21 707 811**	**0**	**21 707 811**	

	Published data	Changes	Comparable data	Explanations
	31.12.2007		31.12.2007	
LIABILITIES				
Amounts due to banks	2 024 464	11 358	2 035 822	a)
Amounts due to customers	16 260 930	137 299	16 398 229	a)
Other liabilities	349 686	-148 657	201 029	a)
Total liabilities	**19 536 748**	**0**	**19 536 748**	
Total equity	**2 171 063**	**0**	**2 171 063**	
TOTAL EQUITY AND LIABILITIES	**21 707 811**	**0**	**21 707 811**	

Explanation of major reclassifications:

a) reclassification of receivables and liabilities recorded on clearing accounts;

b) changes in the presentation of equity investments classified as available-for-sale.

12. Post-balance sheet events

No post balance sheet events occurred in the Group that might have affected figures presented in these financial statements.

.

13. Information on shareholders holding over 5% stake in the share capital and votes at GMS

In comparison with the information presented as of 31.12.2007 in the interim consolidated financial statements of the Group, the Bank's share capital has not changed.

A list of Shareholders of Kredyt Bank S.A. having more than 5% of the total number of votes at the General Meeting of Shareholders of Kredyt Bank S.A. as at 31.12.2007 and as at the publication date of this financial statements is presented in the table below.

Shareholder	Line of business	Number of shares and votes at GMS	Share in votes and in share capital (in %)
KBC Bank N.V.	Banking	217 327 103	80.00
Sofina S.A.	Investment company	15 014 772	5.53

On 18 December 2007, the Management Board of Kredyt Bank S.A. was informed by Pioneer Pekao Investment Management S.A. ('PPIM' based in Warsaw) that, on 17 December 2007, PPIM held over 5% of total votes at the General Meeting of Shareholders of Kredyt Bank S.A. concerning the financial instruments included in the portfolios managed within the services of managing broker-traded financial instruments upon order provided by PPIM and in performance of the agreement on the management of broker-traded financial instruments upon order, concluded between Pioneer Pekao Towarzystwo Funduszy Inwestycyjnych SA and PPIM.

14. The Bank's shares and the shares in the Group's subsidiaries held by the Management Board and the Supervisory Board Members

As of the date of publication of this report, i.e. on 15.05.2008, only member of the Bank's Supervisory Board Mr Marek Michałowski held 1,000 shares of Kredyt Bank with the nominal value of PLN 5 thousand. Other members of the Bank's Management Board and the members of the Bank's Supervisory Board did not held of the Bank's shares nor shares in the Group's subsidiaries.

15. Information on proceedings before courts or public administration authority

In the first quarter of 2008, both the Bank and its subsidiaries were not parties to any proceedings before court or public administration authority, where the amount claimed would be equal to at least 10% of the Bank's (Issuer's) equity.

Below are presented those proceedings, in which the amounts claimed are the highest.

15.1. The cases in which the Bank is the plaintiff

With reference to the Bank's failure in the litigation against Inspektoria Towarzystwa Salezjańskiego (Salesian Society Inspectorate) in Wrocław, the guarantor of loans granted by the Bank from February to August 2001 to four entities: St. Jan Bosko's Roman-Catholic Parish, St. Jack's Roman-Catholic Parish and two monastic houses of the Salesian Society in Lublin, the Bank is now pursuing claims by the reason of groundless enrichment against church institutions for the total amount of PLN 14 567.2 thousand with possible extension of the suit. The defendants replied to lawsuits and applied for the dismissal of all claims. Upon the Bank's request, accounting experts prepared reports to determine whether the resources obtained from lombard loans had been transferred to the accounts of the parish and monastic houses and determine the way of disposing the resources from these accounts. In two cases the court dismissed the suits. In both cases the Bank appealed against the court decision – the court dismissed the appeals thus the court decisions are in force.

15.2. The cases in which the Bank is the defendant

The highest claim cases are as follows:

- Two court proceedings regarding a credit granted to Laboratorium Frakcjonowania Osocza Sp. z o.o. in Mielec ('LFO'). The Bank is the leader of the syndicate of five banks, which, under the agreement of 04.03.1997, granted a syndicated loan to LFO. The loan was secured by, among others, a registered pledge on the company's property, plant and equipment and the surety of the State Treasury up to 60% of the drawn amount of the loan and accrued interest. As the investment project for which the loan was extended had not been completed and the dates of the payment of commitments had not been met, the Bank, representing the syndicate, terminated the agreement under its terms and conditions and called LFO to pay claims. The proceedings related to the Bank's exercise of the collateral under the loan agreement were unsuccessful; as a result, on 28.03.2003, the Bank, on behalf of syndicate members, called the Minister of Finance representing the State Treasury to pay USD 12.7 million, i.e. 60% of the drawn loan amount and USD 1.6 million of interest. The Finance Minister refused to exercise the surety. On the basis of the executory title obtained by the Bank, the court debt collector enforced the whole claim for the Bank, i.e. PLN 8,120.1 thousand on account of the repayment of loan principle and interest, and PLN 30.0 thousand on account of expenses.

- The State Treasury requested for determination whether the syndicated loan agreement concluded between LFO and the syndicate of five banks had expired on 28.02.1998 as a result of the occurrence of a contractual condition, and, as a result, the commitment of the State Treasury as the guarantor of the loan under the guarantor's agreement had expired as well. The State Treasury is represented by the General Public Prosecutor's Office of the State Treasury. Experts' opinions and auxiliary opinions were prepared and additional witnesses were questioned. In the first quarter of 2007, the State Treasury changed the lawsuit and claimed PLN 8,207.4 thousand including interest. Upon the request of the State Treasury, the court called upon the trustee in bankruptcy of LFO to participate in the case. On the last trail the exchange the pleadings took place.
- Claims of LFO for damages due to the termination of the loan agreement amounting to PLN 119,477 thousand. The lawsuit was submitted on 18.06.2003. The Bank is of the opinion that LFO claims are not based on any actual and legal grounds. On 16.03.2005, the court rejected the suit by LFO. At present, after being heard by courts of all instances, the case was referred to the Circuit Court in Warsaw, which, as a result of LFO bankruptcy, stayed legal proceedings. The proceedings are still suspended. Upon the request of the LFO the court called upon the trustee in bankruptcy of LFO to participate in the case. In the meantime the parties submitted pleadings.

• A trustee in bankruptcy of a company operating in the real estate developing sector (the name of the company is subject to confidentiality application) claims for payment of indemnity of PLN 32,256 thousand by the reason of effecting by the Bank of financial orders from the company's account on the basis of bank transfers orders and checks bearing a forged signature of one of the persons authorized to represent the company in dealings with the Bank. At the hearing on 21.11.2006, the plaintiff limited its claim for interest. The total amount claimed by the plaintiff amounts to PLN 20 665.6 thousand. On 20.03.2007, the court announced its decision and claimed the whole disputed amount with interest from the Bank. Following the receipt of the justification of the verdict, the Bank appealed against the court's decision and requested to summon the member of the company's management board who had forged signatures. The case was heard by the Court of Appeal on 28.03.2008 and on 08.04.2008 the Court of Appeal cancelled the first instance's verdict awarding the whole amount of 20 665.6 thousand with interest to be paid by the Bank and referred the case to the Circuit Court for a retrial.

• A suit filed by MSG Investment Sp. z o.o. in liquidation. The plaintiff claims that, as a result of debt recovery measures taken by the Bank, he lost PLN 25 million (no calculations are presented in the lawsuit). In the Bank's opinion, the basis for claims specified in the lawsuit are doubtful. On 14.03.2008 the Court dismissed the claim of MSG for PLN 25 million to be paid by the Bank. The Court issued also decision proceedings costs in favour of the Bank. The sentence is not legally valid and the plaintiff has filed an appeal.

• On 17.01.2001, the President of the Office for Competition and Customer Protection, upon the request of Polish Organisation of Commerce and Distribution, initiated proceedings concerning competition-restricting practices on payment cards market by VISA and MasterCard as well as 20 banks, including Kredyt Bank S.A. On 29.12.2006, the President of the Office for Competition and Customer Protection issued the decision in which:

- they imposed a fine on Kredyt Bank of PLN 12 158.4 thousand;

- HSBC Bank Polska S.A. was fined with PLN 193 thousand and the proceedings against this company were discontinued (under a binding agreement between HSBC and Kredyt Bank S.A., the fine for HSBC should be paid by Kredyt Bank S.A. as well).

The decision was to be enforced immediately as regards the order to discontinue the practice of joint determination of intercharge fee rate. On 17.01.2006 and 19.01.2007, appeals against Decision No. DAR 15/2006 of the President of the Office for Competition and Customer Protection were made on behalf of HSBC Bank Polska and Kredyt Bank. In this decision, the President of the Office for Competition and Customer Protection resolved that joint determination by the Banks, Visa and MasterCard of the interchange fee restricted competition. On 18.01.2007, the President of the Office for Competition and Customer Protection issued a decision in which he obliged the banks to jointly and severally pay PLN 157.6 thousand to the Polish Organization of Commerce and Distribution (POHiD) as reimbursement of the proceedings costs. Kredyt Bank S.A. complained against this decision on 31.01.2007 and deemed it unjustified. The case was referred to the Economic Court in Warsaw which split the case into separate proceedings against each of the bank involved in the case. The parties are now exchanging multiple pleadings before setting the hearing date. The Circuit Court has passed to the Bank the answers of the President of the Office for Competition and Customer Protection and Polish Organisation of Commerce and Distribution and requested the Bank for its opinion on the stances expressed in the above mentioned letters.

- In relation to a loan transaction to finance the construction of Altus building in Katowice, the Bank and Reliz Sp. z o.o. are involved in certain disputes of legal nature. The Bank holds 100% of shares of Reliz Sp. z o.o. The said disputes are related to claims of the guarantor of the loan to finance the building, i.e. Mostostal Zabrze Holding S.A., against the Bank and the building owner.
- From May to August 2005, the Bank entered into nine framework agreements concerning the conclusion of term exchange transactions. The transaction result amounts to PLN 7 986.5 thousand. The transactions were negotiated by the Bank’s employee with customers’ consent. As a result of a change of trends on the market, the majority of forwards resulted in significant losses. Customers who were requested to additionally hedge the transaction challenge the concluded transactions. Eight proceedings are pending in these cases, out of which two proceedings were suspended by the end of the criminal proceedings. Four proceedings were combined and will be heard jointly, At the hearing of 21.12.2007, the Court awarded the total amount (with interest) of PLN 5.7 million to four customers, to be paid by the Bank. On 11.02.2008 the Bank appealed from the court decision. In the seventh case, the hearing date was adjourned for an indefinite period. The hearing in the eighth case started in January 2008.
- The trustee in bankruptcy for a company from the media industry claims damages of PLN 4,350.0 thousand due to improper performance by Inwestycyjny Dom Maklerski Kredyt Banku S.A. of the firm commitment underwriting agreement for the shares of the said company by alleged improper settlement of proceeds from the issue of such shares. On 27.04.2007, the Bank responded to the suit. At the hearing on 24.09.2007, the Court obliged the Bank and KBC Securities (the legal successor of Inwestycyjny Dom Maklerski since 01.04.2005) to present documents in the case. At the hearing on 11.01.2008, the Court dismissed the lawsuit. On 14.03.2008 the Bank received the appeal of the plaintiff – the plaintiff appeals against the judgement of the Circuit Court alleging the substantive and adjective law infringement. The Bank filed the answer to the appeal. The judgement is not legally valid.

- Claim for the payment of the amount of 9 million following the successful enforcement performed by the Bank against brewery company. At the turn of the months August and September 2007 the debt collector acting upon the request of the Bank garnished the bank account of the company and as a result collected the amount of 8.7 million. In the justification of the claim the company challenges reasonableness and legal grounds of the performed enforcement. The Bank filed the answer to the claim. The first hearing is to take place on 06.06.2008.

The Management Board is of the opinion that any risks related to the proceedings before courts or public administration authorities are properly secured by the provisions established by the Group.

16. Related party transactions

On 07.02.2008, Kredyt Bank S.A. entered with Kredietbank S.A. Luxembourgeoise into a multicurrency loan agreement up to the amount equivalent to EUR 200 million (i.e. PLN 719 580 000 at the average exchange rate of the NBP of 07.02.2008). The agreement was concluded on market terms with the repayment date of 2 years and one day.

On 19.03.2008 Kredyt Bank S.A. signed, with KBC Bank NV Dublin Branch a subordinated loan agreement in the amount equal up to CHF 100 million (i.e. PLN 226 460 000 at the average exchange rate of the National Bank of Poland of 19.03.2008). The agreement was concluded on the market terms with the maturity equal to 10 years starting from the date of transferring the funds. The Bank is awaiting the approval of Polish Financial Supervision Authority to classify the above loan into the own funds.

Apart from the transaction mentioned above, in the first quarter of 2008, no other significant transactions with related parties were conducted whose total value, in the period from the beginning of the financial year, would be equal to or exceed PLN equivalent of EUR 500 thousand, and whose nature and terms were not related to current operating activity.

17. Information on loan guarantees or sureties issued by the Issuer or its subsidiary

As at 31.03.2008, the Bank issued guarantees with the total value of at least 10% of the Bank's equity to one company and its subsidiaries. The guarantees were issued for the total amount of PLN 280 495 thousand.

As at 31.03.2007, the Bank issued guarantees with the total value of at least 10% of the Bank's equity to one company and its subsidiaries. The guarantees were issued for the total amount of PLN 226 267 thousand.

The above guarantees were granted on market terms. The Bank's fee for issuing the guarantees was also determined on market terms.

18. Seasonality or cyclical nature of operations

The operations of the Group companies are not of seasonal nature.

19. Non-typical factors and events

In the first quarter of 2008, similarly as in the first quarter of 2007 no untypical events occurred in the Group (not related to operating activities) that would affect the structure of balance sheet items and the financial result.

20. Other information, which, in the Issuer's opinion, is material for the assessment of its staff or financial situation, its assets, financial results and their changes and information material for the assessment of the potential satisfaction of the Issuer's commitments

Supervisory Board at a meeting held on 18.12.2007 appointed Mr. Maciej Bardan to the President of the Management Board position as of 01.03.2008. Simultaneously the Supervisory Board approached the Banking Supervisory Commission, for an approval of Mr. Maciej Bardan nomination. Until the date of issuing these financials statements, the Financial Supervisory Commission which took over functions of Banking Supervisory Commission has not issued its approval for the appointment of Mr. Maciej Bardan to the position of the President of the Management Board.

The Supervisory Board, at a meeting held on 4.04.2008, on the basis of § 25 clause 2 of Kredyt Bank S.A. Statute decided, that since 15.04.2008 the Management Board of the Bank will consist of five persons.

At the above mentioned meeting, the Supervisory Board, appointed Ms Lidia Jabłonowska-Luba to the Vice President of the Management Board position responsible for risk and finance.

21. The Management Board's position on the possible realization of previously published forecasts of financial results

The Bank's Management Board does not publish any financial forecasts.

22. Factors which may affect the future financial performance of the Group

The main factors that may affect the future performance of the Group are as follows:

- increase in the households' earnings due to the favourable changes on the labour market (decreasing unemployment, growth in salaries),
- changes in the nominal and market interest rates in connection with inflationary pressure and related decisions of Monetary Policy Council,
- appreciation of Polish zloty which may affect adversely competitiveness of the Polish companies operating on the foreign markets,
- turbulence on the financial market launched by the crisis on the mortgage loans market which may lead to the decrease in demand for financial products offered by the Group as a result of growing risk aversion of the customers.

23. Standalone Condensed Financial Statements of Kredyt Bank S.A.

23.1. Income Statement

in PLN '000	**1st quarter of 2008 01.01.2008 – 31.03.2008**	**1st quarter of 2007 01.01.2007 – 31.03.2007**
Interest income	460 431	324 009
Interest expense	-256 278	-150 915
Net interest income	**204 153**	**173 094**
Fee and commission income	87 821	75 930
Fee and commission expense	-18 747	-12 284
Net fee and commission income	**69 074**	**63 646**
Dividend income	0	0
Net trading income	46 040	37 477
Net result on derivatives used as hedging instruments and hedged items	-797	-595
Net gains from investment activities	4	2 843
Net income from sale of receivables	4 798	8 117
Other operating income	11 679	10 092
Total operating income	**334 951**	**294 674**
General and administrative expenses	-205 492	-190 512
Net impairment losses on financial assets, other assets and provisions	-34 872	-59
Other operating expenses	-7 738	-7 356
Total operating expenses	**-248 102**	**-197 927**
Net operating income	**86 849**	**96 747**
Profit before tax	**86 849**	**96 747**
Income tax expense	-19 354	-22 053
Net profit	**67 495**	**74 694**
Weighted average number of ordinary shares	271 658 880	271 658 880
Earnings per ordinary share (in PLN)	0,25	0,27

23.2. Balance Sheet

in PLN '000	**31.03.2008**	**31.12.2007**	**31.03.2007**
Assets			
Cash and balances with Central Bank	1 116 875	611 672	654 641
Gross loans and advances to banks	2 140 138	2 456 349	1 629 933
Impairment losses on loans and advances to banks	-2 260	-2 260	-2 753
Financial assets at fair value through profit or loss, including financial assets held for trading, excluding derivatives	627 987	448 499	275 271
Derivatives including:	608 443	495 095	325 743
- derivatives used as hedging instruments	17 145	34 025	7 798
Gross loans and advances to customers	19 285 671	17 738 052	13 501 319
Impairment losses on loans and advances to customers	-865 254	-839 724	-1 061 934
Investments securities:	5 485 775	5 478 269	5 629 419
- available-for-sale	3 441 651	3 433 103	3 239 815
- held-to-maturity	2 044 124	2 045 166	2 389 604
Equity investments classified as available-for-sale	66 063	73 876	73 832
Property, plant and equipment	380 829	343 438	320 070
Intangible assets	61 155	65 425	81 037
Deferred tax asset	141 804	124 062	126 134
Current tax receivable	0	0	15 075
Non-current assets classified as held for sale	0	767	1 270
Other assets	88 765	74 984	83 318
Total assets	**29 135 991**	**27 068 504**	**21 652 375**

in PLN '000	**31.03.2008**	**31.12.2007**	**31.03.2007**
Liabilities			
Amounts due to Central Bank	1 591	1 101 661	2 007
Amounts due to banks	6 193 513	5 271 449	2 035 822
Derivatives including:	684 008	474 370	308 978
- derivatives used as hedging instruments	23 220	44 178	1 475
Amounts due to customers	18 720 282	17 180 731	16 464 528
Liabilities arising from repurchase transactions	502 009	50 126	5 509
Current tax liability	35 818	7 136	2 738
Provisions	99 890	105 724	90 504
Other liabilities	204 967	249 216	205 057
Subordinated liabilities	387 853	394 235	425 758
Total liabilities	**26 829 931**	**24 834 648**	**19 540 901**
Equity			
Share capital	1 358 294	1 358 294	1 358 294
Supplementary capital	381 718	381 718	104 789
Revaluation reserve	-82 908	-87 617	15 312
Reserves	180 942	180 942	120 942
Retained earnings/loss	400 519	0	437 443
Current net profit attributable to the shareholders of the Bank	67 495	400 519	74 694
Total equity	**2 306 060**	**2 233 856**	**2 111 474**
Total equity and liabilities	**29 135 991**	**27 068 504**	**21 652 375**
Capital adequacy ratio (%)	9,66	9,63	13,38
Number of shares	271 658 880	271 658 880	271 658 880
Book value per share (in PLN)	8,49	8,22	7,77

23.3. Off-Balance Sheet Items

in PLN '000	**31.03.2008**	**31.12.2007**	**31.03.2007**
Contingent liabilities, granted and received			
Liabilities granted, including	6 738 417	6 030 093	5 194 604
- financial	5 160 578	4 410 804	3 878 617
- guarantees	1 577 839	1 619 289	1 315 987
Liabilities received, including:	1 962 861	2 224 054	1 319 020
- financial	922 931	902 441	1 013 107
- guarantees	1 039 930	1 321 613	305 913
Liabilities related to the sale/purchase transactions	**282 543 109**	**218 165 219**	**163 556 986**
Other	3 765 567	3 300 837	3 114 744
- collaterals received	3 765 567	3 300 837	3 114 744
- other	0	0	0

23.4. Statement of Changes in Shareholders' Equity

Changes in the period from 1 January 2008 to 31 March 2008

in PLN '000	Share capital	Supplementary capital	Revaluation reserve	Reserves	Retained earnings (losses)	Net profit for the period	Total equity
Equity at opening balance – as of 01.01.2008	**1 358 294**	**381 718**	**-87 617**	**180 942**	**400 519**	**0**	**2 233 856**
Valuation of financial assets available-for-sale			1 372				1 372
Effects of valuation of derivatives designated for cash flow hedge			4 441				4 441
Deferred tax on items recognised in equity			-1 104				-1 104
Net profit recognised directly in the equity			**4 709**				**4 709**
Net profit for the period						67 495	67 495
Total of recognised income and expenses			**4 709**			**67 495**	**72 204**
Profit's distribution							0
Dividends paid							0
Equity at end of period – as of 31.03.2008	**1 358 294**	**381 718**	**-82 908**	**180 942**	**400 519**	**67 495**	**2 306 060**

Changes in the period from 1 January 2007 to 31 December 2007

in PLN '000	Share capital	Supplementary capital	Revaluation reserve	Reserves	Retained earnings (losses)	Net profit for the period	Total equity
Equity at opening balance – as of 01.01.2007	**1 358 294**	**104 789**	**18 275**	**120 942**	**437 443**	**0**	**2 039 743**
Valuation of financial assets available-for-sale			-89 090				-89 090
Effects of valuation of derivatives designated for cash flow hedge			-41 641				-41 641
Deferred tax on items recognised in equity			24 839				24 839
Net profit recognised directly in the equity			**-105 892**				**-105 892**
Net profit for the period						400 519	400 519
Total of recognised income and expenses			**-105 892**			**400 519**	**294 627**
Profit's distribution		276 929		60 000	-336 929		0
Dividends paid					-100 514		-100 514
Equity at end of period – as of 31.12.2007	**1 358 294**	**381 718**	**-87 617**	**180 942**	**0**	**400 519**	**2 233 856**

Changes in the period from 1 January 2007 to 31 March 2007

in PLN '000	Share capital	Supplementary capital	Revaluation reserve	Reserves	Retained earnings (losses)	Net profit for the period	Total equity
Equity at opening balance – as of 01.01.2007	**1 358 294**	**104 789**	**18 275**	**120 942**	**437 443**	**0**	**2 039 743**
Valuation of financial assets available-for-sale			-3 387				**-3 387**
Effects of valuation of derivatives designated for cash flow hedge			-271				**-271**
Deferred tax on items recognised in equity			695				**695**
Net profit recognised directly in the equity			**-2 963**				**-2 963**
Net profit for the period						74 694	74 694
Total of recognised income and expenses			**-2 963**			**74 694**	**71 731**
Profit's distribution							0
Dividends paid							0
Equity at end of period – as of 31.03.2007	**1 358 294**	**104 789**	**15 312**	**120 942**	**437 443**	**74 694**	**2 111 474**

23.5. Cash Flow Statement

in PLN '000	1st quarter of 2008 01.01.2008 – 31.03.2008	1st quarter of 2007 01.01.2007 – 31.03.2007
Net cash flow from operating activities		
Net profit	**67 495**	**74 694**
Adjustments to net profit and net cash from operating activities:	**-501 683**	**-876 661**
Current and deferred tax recognised in financial result	19 354	22 053
Non-realised profit (loss) from currency translation differences	34 879	7 225
Investing and financing activities	**15 212**	**-85 258**
Depreciation	19 418	22 153
Net increase/decrease in impairment	24 768	-40 045
Dividends	0	0
Interest	-21 587	-57 466
Net increase/decrease in provisions	-5 834	-8 271
Profit (loss) on disposal of investments	-1 553	-1 629
Net increase/decrease in operating assets (excluding cash)	**-1 807 079**	**-200 306**
Net increase/decrease in gross loans and advances to banks :	34 849	62 683
Net increase/decrease in financial assets at fair value trough profit or loss, including financial assets held for trading and derivatives	-295 201	309 521
Net increase/decrease in gross loans and advances to customers	-1 547 619	-587 147
Net increase/decrease in other assets	-11 449	-7 402
Paid income tax	12 341	22 039
Net increase/decrease in operating liabilities	**1 235 951**	**-620 375**
Net increase/decrease in amounts due to Central Bank	-1 100 070	17
Net increase/decrease in amounts due to banks	175 117	-134 670
Net increase/decrease in derivatives	209 638	12 504
Net increase/decrease in amounts due to customers	1 539 551	589 195
Net increase/decrease in liabilities arising from repurchase transactions	451 883	-1 048 419
Net increase/decrease in other liabilities	-40 168	-39 002
Net cash flow from operating activities	**-434 188**	**-801 967**

	1st quarter of 2008 01.01.2008 – 31.03.2008	1st quarter of 2007 01.01.2007 – 31.03.2007
Net cash flow from investing activities		
Inflows	**112 416**	**1 298 779**
Disposal of property, plant and equipment and intangible assets	20	0
Disposal of investment securities	51 930	1 239 922
Interest received	60 466	58 857
Outflows	**-124 209**	**-975 610**
Acquisition of property, plant and equipment and intangible assets	-61 994	-20 428
Acquisition of investment securities	-62 215	-955 182
Net cash flows from investing activities	**-11 793**	**323 169**
Cash flow from financing activities		
Inflows	**710 258**	**0**
Proceeds from borrowings	710 258	0
Outflows	**-40 436**	**-19 958**
Other financial outflows	-40 436	-19 958
Net cash flow from financing activities	**669 822**	**-19 958**

Net increase/decrease in cash	**223 841**	**-498 756**
Cash at the beginning of the period	**2 689 893**	**2 268 737**
Cash at the end of the period including:	**2 913 734**	**1 769 981**
restricted cash	652 317	556 194

Signatures of all Management Board Members

date	15.05.2008	Maciej Bardan	President of the Management Board	....
date	15.05.2008	Umberto Arts	Vice-President of the Management Board	....
date	15.05.2008	Lidia Jabłonowska-Luba	Vice-President of the Management Board	
date	15.05.2008	Krzysztof Kokot	Vice-President of the Management Board	....
date	15.05.2008	Michał Oziembło	Vice-President of the Management Board	....

Signature of a person responsible for keeping the account books

date	15.05.2008	Maria Beata Kucińska	Chief Accountant	....