

FINANCIAL HIGHLIGHTS	PLNk		EURk	
	2 004	2 003	2 004	2 003
I. Interest income	1 387 715	1 357 778	307 139	305 297
II. Commission income	636 382	596 955	140 849	134 226
III. Profit on banking operations	1 638 668	1 547 956	362 682	348 059
IV. Profit on operations	455 624	208 781	100 842	46 945
V. Gross profit (loss)	455 624	209 287	100 842	47 058
VI. Net profit (loss)	443 326	116 951	98 120	26 296
VII. Net cash flows from operating activities	(178 973)	(234 248)	(39 612)	(52 671)
VIII. Net cash flows from investing activities	97 431	(158 241)	21 564	(35 581)
IX. Net cash flows from financing activities	(65 826)	(63 302)	(14 569)	(14 233)
X. Total net cash flows	(147 368)	(455 791)	(32 617)	(102 485)
XI. Total assets	26 485 532	23 521 630	6 493 143	4 986 566
XII. Deposits from the central bank	-	-	-	-
XIII. Deposits from financial sector	1 584 498	1 540 718	388 453	326 631
XIV. Deposits from non-financial and public sectors	18 738 974	17 546 315	4 594 012	3 719 804
XV. Shareholders' equity	3 011 825	2 533 699	738 373	537 142
XVI. Share capital	729 603	729 603	178 868	154 675
XVII. Number of shares	72 960 284	72 960 284		
XVIII. Book value per one share (PLN / EUR)	41,28	34,73	10,12	7,36
XIX. Diluted book value per ordinary share (PLN / EUR)	-	-		-
XX. Solvency ratio (w %)	12,46	11,77		
XXI. Profit (loss) per one ordinary share (PLN / EUR)	6,08	1,60	1,35	0,36
XXII. Diluted profit (loss) per ordinary share (PLN / EUR)	-	-		-
XXIII. Declared or paid out dividend per share (PLN / EUR)	2,43	0,32	0,54	0,07

BALANCE SHEET			
	Note	2004	2003
ASSETS			
I. Cash and balances with the central bank	1	1 200 143	1 161 481
II. Debt securities eligible for rediscounting with the central bank		-	-
III. Loans and advances to financial sector	2	3 448 903	1 570 597
1. In current account		495 943	209 059
2. Term		2 952 960	1 361 538
IV. Loans and advances to non-financial sector	3	11 760 054	11 969 910
1. In current account		1 428 947	1 419 649
2. Term		10 331 107	10 550 261
V. Loans and advances to public sector	4	466 045	568 291
1. In current account		688	26 350
2. Term		465 357	541 941
VI. Reverse repo transactions	5	25 697	5 806
VII. Debt securities	6	6 656 163	6 121 343
VIII. Shares or interests in subsidiaries	7, 10	280 309	185 059
IX. Shares or interests in joint ventures	8, 10	-	-
X. Shares or interests in associates	9, 10	57 719	54 322
XI. Shares and interests in other entities	11	251 393	255 124
XII. Other securities and financial assets	12	884 823	156 715
XIII. Intangible assets, of which:	14	231 872	292 594
- goodwill		1 207	2 651
XIV. Tangible fixed assets	15	585 734	680 670
XV. Other assets	16	176 886	217 585
1. Assets taken over - for sale		317	474
3. Other		176 569	217 111
XVI. Prepayments	17	459 791	282 133
1. Deferred income tax assets		442 188	266 792
2. Other prepayments		17 603	15 341
TOTAL ASSETS		26 485 532	23 521 630
LIABILITIES			
I. Deposits from the central bank		-	-
II. Deposits from financial sector	20	1 584 498	1 540 718
1. Current		548 295	638 296
2. Term		1 036 203	902 422
III. Deposits from non-financial sector	21	17 592 743	16 480 777
1. Savings accounts, of which:		-	-
a) Current		-	-
b) Term		-	-
2. Others, of which:		17 592 743	16 480 777
a) Current		5 751 008	5 612 349
b) Term		11 841 735	10 868 428
IV. Deposits from public sector	22	1 146 231	1 065 538
1. Current		875 702	775 783
2. Term		270 529	289 755
V. Repo transactions	23	732 690	-
VI. Debt securities in issue	24	559 136	531 242
1. Short-term		-	-
2. Long-term		559 136	531 242
VII. Other liabilities arising from financial instruments		821 342	259 407
XIII. Special funds and other liabilities	25	276 549	398 008
IX. Accrued and suspended income and expenses	26	382 346	473 648
1. Accruals		134 590	121 764
2. Negative goodwill		-	-
3. Other deferred and suspended income		247 756	351 884
X. Provisions	27	378 172	238 593
1. Provision for deferred income tax		290 386	128 863
2. Other provisions		87 786	109 730
a) short-term		-	-
b) long-term		87 786	109 730

XI. Subordinated liabilities	28	-	-
XII. Share capital	29	729 603	729 603
XIII. Due contributions to share capital (negative value)		-	-
XIV. Bank's own shares (negative value)	30	-	-
XV. Supplementary capital	31	373 371	373 371
XVI. Revaluation reserve	32	213 993	158 461
XVII. Other reserve capital	33	1 251 532	1 177 287
XVIII. Profit (loss) from previous years		-	(21 974)
XIX. Net profit (loss)		443 326	116 951
TOTAL LIABILITIES		26 485 532	23 521 630

Solvency ratio (%)	34	12,46	11,77
Book value		3 011 825	2 533 699
Number of shares		72 960 284	72 960 284
Book value per one share (PLN)	35	41,28	34,73
Diluted number of shares		-	-
Diluted book value per one share (PLN)	35	-	-

OFF-BALANCE SHEET ITEMS		PLNk	
	Note	2004	2003
I. Contingent liabilities granted and received		6 542 994	4 881 498
1. Granted:	36	6 060 051	4 377 641
a) financial		5 293 789	3 786 813
b) guarantees		766 262	590 828
2. Received:	37	482 943	503 857
a) financial		362 807	347 963
b) guarantees		120 136	155 894
II. Commitments arising from purchase / sale transactions		66 402 684	41 650 063
III. Other, of which		30 021	47 087
- assets taken-over		-	13 454
- other liabilities		30 021	33 633
Total off-balance sheet items		72 975 699	46 578 648

PROFIT AND LOSS ACCOUNT		PLNk	
	Note	2004	2003
I. Interest income	38	1 387 715	1 357 778
II. Interest expense	39	(588 043)	(580 548)
III. Net interest income (I-II)		799 672	777 230
IV. Commission income	40	636 382	596 955
V. Commission expense		(104 882)	(93 220)
VI. Net commission income (IV-V)		531 500	503 735
VII. Income from shares, other securities and other financial instruments with variable yield	41	115 345	51 530
1. From subsidiaries		54 924	17 378
2. From joint ventures		-	-
3. From associates		2	-
4. From other entities		60 419	34 152
VIII. Profit on financial operations	42	(2 085)	11 356
IX. Foreign exchange profit		194 236	204 105
X. Profit on banking operations		1 638 668	1 547 956
XI. Other operating income	43	52 168	42 870
XII. Other operating expenses	44	(41 909)	(80 524)
XIII. Costs of Bank's operations and general management	45	(874 193)	(958 103)
XIV. Amortisation of fixed assets and intangible assets		(193 403)	(216 778)
XV. Allocations to provisions	46	(416 444)	(680 171)
1. Write-offs to specific provisions and general banking risk provisions		(416 333)	(671 554)
2. Revaluation of financial assets		(111)	(8 617)
XVI. Release of provisions	47	290 737	553 531
1. Write-backs of specific provisions and general banking risk provisions		290 237	553 364
2. Revaluation of financial assets		500	167
XVII. Balance of provisions (XIX - XX)		(125 707)	(126 640)
XVIII. Profit on operations		455 624	208 781
XIX. Profit / loss on extraordinary operations		-	506
1. Extraordinary gains	49	-	506
2. Extraordinary losses	50	-	-

XX. Gross profit (loss)		455 624	209 287
XXI. Income tax	51	(92 499)	(113 016)
1. Current tax		(120 198)	(76 467)
2. Deferred tax		27 699	(36 549)
XXII. Other taxes and charges decreasing the profit (increasing the	52	-	-
XXIII. Share in net profits (losses) of subordinated entities valued using an equity method	53	80 201	20 680
XXIV. Net profit (loss)	54	443 326	116 951
Net profit (loss) (annualized)		443 326	116 951
Average weighted number of ordinary shares		72 960 284	72 960 284
Earnings per one ordinary share (PLN)	55	6,08	1,60
Average weighted diluted number of ordinary shares		-	-
Diluted earnings per one ordinary share (PLN)	55	-	-

MOVEMENTS IN EQUITY	PLNk	
	2004	2003
I. Shareholders' equity at the beginning of the period (OB)	2 533 699	2 523 771
a) changes in adopted accounting principles (policy)	-	-
b) corrections of fundamental errors	-	-
I.a. Shareholders' equity at the beginning of the period (OB), after reconciliation with comparable data	2 533 699	2 523 771
1. Share capital at the beginning of the period	729 603	729 603
1.1. Movements in share capital	-	-
a) increase (due to)	-	-
- issue of shares	-	-
b) decrease (due to)	-	-
- redemption of shares	-	-
1.2. Share capital at the end of the period	729 603	729 603
2. Due contributions to share capital at the beginning of the period	-	-
2.1. Movement in due contributions to share capital	-	-
a) increase (due to)	-	-
-	-	-
b) decrease (due to)	-	-
-	-	-
2.2. Due contributions to share capital at the end of the period	-	-
3. Own shares at the beginning of the period	-	-
a) increase (due to)	-	-
-	-	-
b) decrease (due to)	-	-
-	-	-
3.1. Own shares at the end of the period	-	-
4. Supplementary capital at the beginning of the period	373 371	373 371
4.1. Movements in the balance of supplementary capital	-	-
a) increase (due to)	-	-
b) decrease (due to)	-	-
4.2. Supplementary capital at the end of the period	373 371	373 371
5. Revaluation reserve at the beginning of the period	158 461	192 387
5.1. Movements in revaluation reserve	55 532	(33 926)
a) increase (due to)	148 796	43 377
- valuation of assets	148 796	43 377
b) decrease (due to)	(93 264)	(77 303)
- disposal of fixed assets	(2 615)	(3 475)
- valuation of assets	(89 796)	(73 828)
- impairment losses	(853)	-
5.2. Revaluation reserve at the end of the period	213 993	158 461
6. General banking risk fund at the beginning of the period	439 810	339 810
6.1. Movements in the general banking risk fund	60 000	100 000
a) increase (due to)	60 000	100 000
- profit appropriation	60 000	100 000
b) decrease (due to)	-	-
-	-	-
6.2. General banking risk fund at the end of the period	499 810	439 810
7. Other reserve capital at the beginning of the period	737 477	617 635
7.1. Movements in other reserve capital	14 245	119 842
a) increase (due to)	14 245	119 842
- profit allocation	11 630	116 366
- disposal of fixed assets	2 615	3 476
-	-	-
b) decrease (due to)	-	-
-	-	-
7.2. Other reserve capital at the end of the period	751 722	737 477
8. Profit (loss) from previous years at the beginning of the period	94 977	270 965
8.1. Profit from previous years at the beginning of the period	94 977	270 965
a) changes in adopted accounting principles (policy)	-	-
b) correction of fundamental errors	-	-

8.2. Profit from previous years at the beginning of the period after reconciliation with comparable data	94 977	270 965
8.3. Change in the profit from previous years	(94 977)	(292 939)
a) increase (due to)	21 974	8 352
- valuation of assets	-	8 352
- transfer from loss from previous years	21 974	-
b) decrease (due to)	(116 951)	(301 291)
- allocation to reserve capital	(11 630)	(116 366)
- allocation to general risk fund	(60 000)	(100 000)
- allocation to dividend	(23 347)	(53 991)
- valuation of assets	-	(30 934)
- transfer from loss from previous years	(21 974)	-
8.4. Profit from previous years at the end of the period	-	(21 974)
8.5. Loss from previous years at the beginning of the period	-	-
a) changes in adopted accounting principles (policy)	-	-
b) correction of fundamental errors	-	-
8.6. Loss from previous years at the beginning of the period after reconciliation with comparable data	-	-
8.7. Change in loss from previous years	-	-
a) increase (due to)	-	-
- losses from previous years carried forward to be covered	-	-
-	-	-
b) decrease (due to)	-	-
-	-	-
8.8. Loss from previous years at the end of the period	-	-
8.9. Profit (loss) from previous years at the end of the period	-	(21 974)
9. Net profit/loss	443 326	116 951
a) net profit	443 326	116 951
b) net loss	-	-
II. Shareholders' equity at the end of the period (CB)	3 011 825	2 533 699
III. Shareholders' equity after the proposed profit distribution (loss cover)	2 834 532	2 510 352

CASH FLOW STATEMENT	2004	2003
(indirect method)		
I. Net profit (loss)	443 326	116 951
II. Total adjustments:	(622 299)	(351 199)
1. Share in net (profits) losses of subordinated entities valued using an equity method	(80 201)	(20 680)
2. Amortization	194 214	242 355
3. (Profits) losses on foreign exchange differences	-	-
4. Interest and profit sharing (dividends)	(30 090)	(22 653)
5. (Profit) loss on investing activities	(63 558)	6 538
6. Movements in the balance of provisions	(21 944)	(864)
7. Movement in the balance of debt securities	(529 060)	(170 402)
8. Movement in the balance of loans and advances to financial sector	(2 064 336)	1 291 395
9. Movement in the balance of loans and advances to non-financial and public sectors	312 102	(901 467)
10. Movement in the balance of receivables arising from reverse repo transactions	(19 891)	31 194
11. Movement in the balance of shares, interest, other securities and other financial assets	(713 108)	69 246
12. Movement in the balance of deposits from financial sector	84 934	(947 363)
13. Movement in the balance of deposits from non-financial and public sectors	1 192 659	280 209
14. Movement in the balance of liabilities arising from repo	732 690	(20 004)
15. Movement in the balance of liabilities arising from securities	27 894	149 419
16. Movement in the balance of other liabilities	453 121	(230 416)
17. Movement in the balance of accruals	10 564	(33 927)
18. Balance in the deferred and suspended income	(104 128)	(77 281)
19. Other adjustments	(4 161)	3 502
III. Net cash flows from operating activities (I+/-II) - indirect method	(178 973)	(234 248)

B. Cash flows from investing activities		
I. Inflows	377 915	711 794
1. Sale of shares in subsidiaries	69 320	57 629
2. Sale of shares in joint ventures	-	-
3. Sale of shares or interests in associates	-	-
4. Sale of shares or interests in other entities, of other securities and other financial assets	211 696	609 882
5. Sale of intangible assets and tangible fixed assets	30 882	12 216
6. Sale of investments in real estates and intangible assets	-	-
7. Other inflows	66 017	32 067
II. Expenses	(280 484)	(870 035)
1. Purchase of shares or interests in subsidiaries	(44 000)	(17 594)
2. Purchase of shares or interests in joint ventures	-	-
3. Purchase of shares or interests in associates	-	-
4. Purchase of shares or interests in other entities, of other securities and other financial assets	(174 095)	(765 938)
5. Purchase of intangible assets and tangible fixed assets	(60 610)	(85 292)
6. Investments in real estates and intangible assets	-	-
7. Other capital expenditure	(1 779)	(1 211)
III. Net cash flows from investing activities (I-II)	97 431	(158 241)
C. Cash flows from financing activities	-	-
I. Inflows	-	14 470
1. Raising long-term loans with other banks	-	-
2. Raising long-term loans with financial institutions other than banks	-	14 470
3. Issue of debt securities	-	-
4. Increase in the balance of subordinated liabilities	-	-
5. Net inflows from the issue of shares and contributions to capital	-	-
6. Other financial inflows	-	-
II. Expenses	(65 826)	(77 772)
1. Repayment of long-term loans to banks	(24 247)	-
2. Repayment of long-term loans to financial institutions other than banks	(12 930)	(16 671)
3. Repurchase of debt securities	-	-
4. Other financial liabilities	-	-
5. Payments under finance lease agreements	-	-
6. Decrease in the balance of subordinated liabilities	-	-
7. Dividends and other payments to minorities	(23 347)	(53 991)
9. Other expenses than payments to majority shareholders arising from the profit distribution	-	-
10. Purchase of Bank's own shares	-	-
11. Other financial expenses	(5 302)	(7 110)
III. Net cash flows from financing activities (I-II)	(65 826)	(63 302)
D. Total net cash flows (A.III+/-B.III+/-C.III)	(147 368)	(455 791)
E. Change in the balance of cash, of which:	(147 368)	(455 791)
- movement in the cash balance arising on currency translation differences	-	-
F. Cash at the beginning of the period	1 366 634	1 822 425
G. Cash at the end of the period (F+/-D), of which:	1 219 266	1 366 634
- with limited disposal potential	-	-

NOTE 1A

CASH AND BALANCES WITH THE CENTRAL BANK	PLNk	
	2004	2003
a) current account	788 182	754 576
b) obligatory reserve	-	-
c) funds of the Bank Guarantee Fund	-	-
d) other	411 961	406 905
- cash	410 702	405 809
- valuable marks	1 259	1 096
- cheques	-	-
Total cash and operations with the Central Bank	1 200 143	1 161 481

NOTE 1B

CASH (BY CURRENCY)	unit	currency	PLNk	
			2004	2003
a) in Polish currency			1 118 163	1 079 158
b) in foreign currencies (by currency and its equivalent in PLN)			81 980	82 323
b1. unit	w tys.	EUR	11 702	9 564
PLNk	w tys.	zł	47 733	45 111
b2. unit	w tys.	USD	6 324	6 533
PLNk	w tys.	zł	18 910	24 435
b3. unit	w tys.	GBP	1 581	946
PLNk	w tys.	zł	9 120	6 306
other currencies (in PLNk)	w tys.	zł	6 217	6 471
Total cash			1 200 143	1 161 481

NOTE 2A

LOANS AND ADVANCES TO FINANCIAL SECTOR (BY CATEGORY)	PLNk	
	2004	2003
a) current account	494 080	209 053
b) loans, placements and credits, of which:	2 881 343	1 268 823
- placements with other banks and other financial institutions	2 260 396	529 683
c) purchased debt	575	68
d) realized guarantees	-	-
e) other receivables	12 000	12 000
- Company Social Fund	12 000	12 000
- other	-	-
f) interest:	70 062	101 159
- accrued	67 071	91 470
- due, not received	2 991	9 689
Total loans and advances to financial sector (gross)	3 458 060	1 591 103
g) provisions raised against loans and advances to financial sector	(9 157)	(20 506)
Total loans and advances to financial sector (net)	3 448 903	1 570 597

NOTE 2B

GROSS LOANS AND ADVANCES TO FINANCIAL SECTOR (BY MATURITY)	PLNk	
	2004	2003
a) in current account	494 080	209 053
b) term receivables with residual maturity of:	2 893 918	1 280 891
- up to 1 month	1 480 781	117 472
- from 1 month to 3 months	522 221	76 223
- from 3 months to 1 year	425 396	259 980
- from 1 year to 5 years	271 951	798 326
- over 5 years	191 506	-
- overdue amounts	2 063	28 890
c) interest	70 062	101 159
- accrued	67 071	91 470
- due, not received	2 991	9 689
Total gross loans and advances to financial sector	3 458 060	1 591 103

NOTE 2C

GROSS LOANS AND ADVANCES TO FINANCIAL SECTOR (BY ORIGINAL MATURITY)	PLNk	
	2004	2003
a) in current account	494 080	209 053
b) term receivables with maturity of:	2 893 918	1 280 891
- up to 1 month	884 373	403 778
- from 1 month to 3 months	963 318	-
- from 3 months to 1 year	234 739	955
- from 1 year to 5 years	572 541	168 689
- over 5 years	238 947	707 469
c) interest	70 062	101 159
- accrued	67 071	91 470
- due, not received	2 991	9 689
Total gross loans and advances to financial sector	3 458 060	1 591 103

NOTE 2D

GROSS LOANS AND ADVANCES TO FINANCIAL SECTOR (BY CURRENCY)	unit	currency	PLNk	
			2004	2003
a) in Polish currency			1 147 054	987 638
b) in foreign currencies (by currency and its equivalent in PLN)			2 311 006	603 465
b1. unit	w tys.	USD	653 654	25 155
PLNk	w tys.	zł	1 954 687	94 094
b2. unit	w tys.	EUR	66 175	75 177
PLNk	w tys.	zł	269 926	354 610
b3. unit	w tys.	GBP	4 887	11 553
PLNk	w tys.	zł	28 199	77 045
other currencies (in PLNk)	w tys.	zł	58 194	77 716
Total gross loans and advances to financial sector			3 458 060	1 591 103

NOTE 2E

GROSS LOANS AND ADVANCES TO FINANCIAL SECTOR	PLNk	
	2004	2003
1. Regular	3 377 316	1 450 033
2. Watch	871	11 021
3. Problem, of which:	9 811	28 890
a) sub-standard	237	1
b) doubtful	1	7 559
c) lost	9 573	21 330
4. interest:	70 062	101 159
a) accrued	67 071	91 470
b) due, not received	2 991	9 689
- on regular and watch receivables	709	1 686
- on problem receivables	2 282	8 003
Total gross loans and advances to financial sector	3 458 060	1 591 103

NOTE 2F

VALUE OF COLLATERAL ACCEPTED WHEN CALCULATING SPECIFIC PROVISIONS FOR LOANS AND ADVANCES TO FINANCIAL SECTOR	PLNk	
	2004	2003
a) watch	617	10 027
b) problem	636	8 338
- sub-standard	214	-
- doubtful	-	7 470
- lost	422	868
Value of collateral accepted when calculating specific provisions for loans and advances to financial sector	1 253	18 365

NOTE 2G	PLNk	
	2004	2003
BALANCE OF PROVISIONS FOR LOANS AND ADVANCES TO FINANCIAL SECTOR		
a) watch	-	-
b) problem	(9 157)	(20 506)
- sub-standard	(4)	-
- doubtful	(1)	(44)
- lost	(9 152)	(20 462)
Total provisions for loans and advances to financial sector	(9 157)	(20 506)

NOTE 2H	PLNk	
	2004	2003
MOVEMENTS IN PROVISIONS FOR LOANS AND ADVANCES TO FINANCIAL SECTOR		
1. Balance of provisions for loans and advances to financial sector at the beginning of the period	(20 506)	(32 725)
a) increase (due to)	(4 666)	(20 728)
- charged to profit and loss account	(2 680)	(20 115)
- exchange differences	(1 986)	(613)
b) utilization	13 108	4 695
- write-off, write-down and lapse of receivables	13 108	4 695
c) release	2 907	28 252
- exchange differences	-	-
- write-back	2 907	28 252
2. Balance of provisions for loans and advances to financial sector at the end of the period	(9 157)	(20 506)
3. Required level of provisions for loans and advances to financial sector at the end of the period, in line with applicable regulations	(9 157)	(20 506)

NOTE 3A	PLNk	
	2004	2003
LOANS AND ADVANCES TO NON-FINANCIAL SECTOR (BY CATEGORY)		
a) credits and loans	12 075 732	12 250 935
b) purchased debts	34 033	59 424
c) realized guarantees	5 345	4 239
d) other receivables	35 527	4 284
- other	35 527	4 284
e) interest	204 804	320 865
- accrued	40 048	31 992
- due, not received	164 756	288 873
Total loans and advances to non-financial sector (gross)	12 355 441	12 639 747
g) provisions raised against loans and advances to financial sector	(595 387)	(669 837)
Total loans and advances to non-financial sector (net)	11 760 054	11 969 910

As at 31 December 2004 non-interest bearing receivables are PLN 13 139 k (as at 31 December 2003 - PLN 11 515 k).

NOTE 3B	PLNk	
	2004	2003
GROSS LOANS AND ADVANCES TO NON-FINANCIAL SECTOR (BY RESIDUAL MATURITY)		
a) in current account	1 415 778	1 397 406
b) term receivables with residual maturity of:	10 734 859	10 921 476
- up to 1 month	327 105	330 587
- from 1 month to 3 months	566 047	623 835
- from 3 months to 1 year	2 416 227	2 421 918
- from 1 year to 5 years	4 068 925	3 724 042
- over 5 years	2 499 226	2 180 297
- overdue amounts	857 329	1 640 797
c) interest	204 804	320 865
- accrued	40 048	31 992
- due, not received	164 756	288 873
Total gross loans and advances to non-financial sector	12 355 441	12 639 747

NOTE 3C	PLNk	
GROSS LOANS AND ADVANCES TO NON-FINANCIAL SECTOR (BY RESIDUAL MATURITY)	2004	2003
a) in current account	1 415 778	1 397 406
b) term receivables with maturity of:	10 734 859	10 921 476
- up to 1 month	1 059 714	888 676
- from 1 month to 3 months	72 325	106 026
- from 3 months to 1 year	937 042	1 404 862
- from 1 year to 5 years	2 987 759	3 188 849
- over 5 years	5 678 019	5 333 063
c) interest	204 804	320 865
- accrued	40 048	31 992
- due, not received	164 756	288 873
Total gross loans and advances to non-financial sector	12 355 441	12 639 747

NOTE 3D	PLNk			
GROSS LOANS AND ADVANCES TO NON-FINANCIAL SECTOR (BY CURRENCY)	unit	currency	2004	2003
a) in Polish currency			9 136 893	8 537 206
b) in foreign currencies (by currency and its equivalent in PLN)			3 218 548	4 102 541
b1. unit	w tys.	EUR	443 713	466 598
PLNk	w tys.	zł	1 809 904	2 200 943
b2. unit	w tys.	CHF	275 530	406 087
PLNk	w tys.	zł	727 977	1 229 673
b3. unit	w tys.	USD	218 537	170 014
PLNk	w tys.	zł	653 513	635 938
other currencies (in PLNk)	w tys.	zł	27 154	35 987
Total gross loans and advances to non-financial sector			12 355 441	12 639 747

NOTE 3E	PLNk	
GROSS LOANS AND ADVANCES TO NON-FINANCIAL	2004	2003
1. Regular	8 875 059	8 535 328
2. Watch	2 108 413	2 142 765
3. Problem, of which:	1 167 165	1 640 789
a) sub-standard	181 109	288 894
b) doubtful	164 605	467 248
c) lost	821 451	884 647
4. interest:	204 804	320 865
a) accrued	40 048	31 992
b) due, not received	164 756	288 873
- on regular and watch receivables	4 137	1 631
- on problem receivables	160 619	287 242
Total gross loans and advances to non-financial sector	12 355 441	12 639 747

NOTE 3F	PLNk	
VALUE OF COLLATERAL ACCEPTED WHEN CALCULATING SPECIFIC PROVISIONS FOR LOANS AND ADVANCES TO NON-FINANCIAL SECTOR	2004	2003
a) regular	-	-
b) watch	1 363 746	1 147 227
c) problem	499 134	808 206
- sub-standard	122 258	158 593
- doubtful	107 813	344 564
- lost	269 063	305 049
Value of collateral accepted when calculating specific provisions for loans and advances to non-financial sector	1 862 880	1 955 433

NOTE 3G	PLNk	
BALANCE OF PROVISIONS FOR LOANS AND ADVANCES TO NON-FINANCIAL SECTOR	2004	2003
a) regular	-	-
b) watch	(2 833)	(2 833)
c) problem	(592 554)	(667 004)
- sub-standard	(11 770)	(26 060)
- doubtful	(28 396)	(61 344)
- lost	(552 388)	(579 600)
Total provisions for loans and advances to non-financial sector	(595 387)	(669 837)

NOTE 3H	PLNk	
MOVEMENT IN THE BALANCE OF PROVISIONS FOR LOANS AND ADVANCES TO NON-FINANCIAL SECTOR	2004	2003
1. Balance of provisions for loans and advances to non-financial sector at the beginning of the period	(669 837)	(836 626)
a) increase (due to)	(413 366)	(627 201)
- write-off	(400 202)	(620 423)
- exchange differences	(13 164)	(6 778)
b) utilization	236 064	300 947
- write-off, write-down and lapse of receivables	236 064	300 947
c) release	251 752	493 043
- write-back	251 752	493 043
2. Balance of provisions for loans and advances to non-financial sector at the end of the period	(595 387)	(669 837)
3. Required level of provisions for loans and advances to non-financial sector at the end of the period, in line with applicable regulations	(592 554)	(667 002)

The analysis of the required provisioning level for all the receivables should take into account general risk provisions which constitute a collateral for watch receivables. As at 31.12.2004 it amounted to PLN 72.537 k

(as at 31 December 2003 PLN 92.537 k).

NOTE 4A	PLNk	
LOANS AND ADVANCES TO PUBLIC SECTOR (BY	2004	2003
a) credits and loans	457 781	567 285
b) purchased debts	-	-
c) realized guarantees	-	-
d) other amounts due	33	49
- other	33	49
e) interest	9 124	11 562
- accrued	4 561	7 648
- due, not received	4 563	3 914
Total loans and advances to public sector (gross)	466 938	578 896
g) provisions raised against loans and advances to financial sector	(893)	(10 605)
Total loans and advances to public sector (net)	466 045	568 291

There are no loans related to financial leasing.

NOTE 4B	PLNk	
GROSS LOANS AND ADVANCES TO PUBLIC SECTOR (BY RESIDUAL MATURITY)	2004	2003
a) in current account	688	26 346
b) term receivables with residual maturity of:	457 126	540 988
- up to 1 month	4 035	6 757
- from 1 month to 3 months	17 782	17 509
- from 3 months to 1 year	76 947	96 184
- over 1 year to 5 years	285 491	329 466
- over 5 years	72 466	86 294
- overdue amounts	405	4 778
c) interest	9 124	11 562
- accrued	4 561	7 648
- due, not received	4 563	3 914
Total loans and advances to public sector (gross)	466 938	578 896

NOTE 4C

GROSS LOANS AND ADVANCES TO PUBLIC SECTOR (BY ORIGINAL MATURITY)	PLNk	
	2004	2003
a) in current account	688	26 346
b) term receivables with maturity of:	457 126	540 988
- up to 1 month	403	6 471
- from 1 month to 3 months	-	1 568
- from 3 months to 1 year	5 202	3 465
- over 1 year to 5 years	91 916	128 911
- over 5 years	359 605	400 573
c) interest	9 124	11 562
- accrued	4 561	7 648
- due, not received	4 563	3 914
Total loans and advances to public sector (gross)	466 938	578 896

NOTE 4D

GROSS LOANS AND ADVANCES TO PUBLIC SECTOR (BY CURRENCY)	unit	currency	PLNk	
			2004	2003
a) in Polish currency			347 413	424 968
b) in foreign currencies (by currency and its equivalent in PLN)			119 525	153 928
b1. unit	w tys.	EUR	27 394	30 277
PLNk	w tys.	zł	111 742	142 814
b2. unit	w tys.	CHF	2 329	2 829
PLNk	w tys.	zł	6 154	8 566
b3. unit	w tys.	USD	545	681
PLNk	w tys.	zł	1 629	2 548
other currencies (in PLNk)	w tys.	zł	-	-
Total gross loans and advances to public sector			466 938	578 896

NOTE 4E

GROSS LOANS AND ADVANCES TO PUBLIC SECTOR	PLNk	
	2004	2003
1. Regular receivables	430 882	534 266
2. Watch category loans	16 894	2 919
3. Problem receivables, of which:	10 038	30 149
a) sub-standard	-	10 283
b) doubtful	1 882	3 794
c) lost	8 156	16 072
4. Interest:	9 124	11 562
a) accrued	4 561	7 648
b) due, not received	4 563	3 914
- on regular and watch loans	4 515	2 977
- on problem loans	48	937
Total gross loans and advances to public sector	466 938	578 896

NOTE 4F

VALUE OF COLLATERAL ACCEPTED WHEN CALCULATING SPECIFIC PROVISIONS FOR LOANS AND ADVANCES TO PUBLIC SECTOR	PLNk	
	2004	2003
a) regular	-	-
b) watch	638	211
c) problem	8 921	11 856
- sub-standard	-	1 000
- doubtful	1 434	3 269
- lost	7 487	7 587
Value of collateral accepted when calculating specific provisions for loans and advances to public sector	9 559	12 067

NOTE 4G	PLNk	
BALANCE OF PROVISIONS FOR LOANS AND ADVANCES TO PUBLIC SECTOR	2004	2003
a) regular	-	-
b) watch	-	-
c) problem	(893)	(10 605)
- sub-standard	-	(1 857)
- doubtful	(224)	(263)
- lost	(669)	(8 485)
Total provisions for loans and advances to public sector	(893)	(10 605)

NOTE 4H	PLNk	
MOVEMENT IN BALANCE OF PROVISIONS FOR LOANS AND ADVANCES TO PUBLIC SECTOR	2004	2003
1. Balance of provisions for loans and advances to public sector at the beginning of the period	(10 605)	(8 951)
a) increase (due to)	(2 224)	(6 268)
- charge to the profit and loss account	(2 224)	(6 268)
b) utilization (due to)	9 505	-
- write-off, write-down and lapse of receivables	9 505	-
c) release (due to)	2 431	4 614
- write-back	2 390	4 357
- foreign exchange differences	41	257
2. Balance of provisions for loans and advances to public sector at the end of the period	(893)	(10 605)
3. Required level of provisions for loans and advances to public sector at the end of the period, in line with applicable regulations	(893)	(10 605)

The amount of irregular receivables does not exceed 10% of balance sheet total.

NOTE 5	PLNk	
REVERSE REPO TRANSACTIONS	2004	2003
a) financial sector	-	-
b) non-financial sector	25 307	5 508
c) public sector	-	-
d) interest	390	298
Total reverse repo transactions	25 697	5 806

NOTE 6A	PLNk	
DEBT SECURITIES	2004	2003
a) issued by central banks, of which:	600 925	601 117
- in foreign currencies	-	-
b) issued by other banks, of which:	-	-
- in foreign currencies	-	-
c) issued by other financial entities, of which:	-	-
- in foreign currencies	-	-
d) issued by non-financial entities, of which:	31 776	33 621
- in foreign currencies	29 544	31 389
e) issued by central government, of which:	5 931 051	5 341 160
- in foreign currencies	-	-
e) issued by local government, of which:	92 411	145 445
- in foreign currencies	-	-
g) repurchased own debt securities	-	-
Total debt securities	6 656 163	6 121 343

NOTE 6B	PLNk	
DEBT SECURITIES (BY CATEGORY)	2004	2003
1. Issued by the central government, of which:	5 931 051	5 341 160
a) bonds	3 883 014	4 065 855
b) bills	2 048 037	1 275 305
c) other (by type):	-	-
- restructuring bonds	-	-
2. Issued by parent entity, of which:	-	-
a) bonds	-	-
b) other (by type):	-	-
-	-	-
3. Issued by significant investor, of which:	-	-
a) bonds	-	-
b) other (by type):	-	-
-	-	-
4. Issued by subsidiary undertakings, of which:	-	-
a) bonds	-	-
b) other (by type):	-	-
-	-	-
5. Issued by joint ventures, of which:	-	-
a) bonds	-	-
b) other (by type):	-	-
-	-	-
6. Issued by associates, of which:	-	-
a) bonds	-	-
b) other (by type):	-	-
-	-	-
7. Issued by other entities, of which:	725 112	780 183
a) bonds	725 112	780 183
- NBP bonds	600 925	601 117
- municipal bonds	92 411	145 445
- commercial bonds	31 776	33 621
b) other (by type):	-	-
- NBP bills	-	-
Total debt securities	6 656 163	6 121 343

As at 31 December 2004 PLN 48 000 k (PLN 79 000k in 2003) of Treasury bonds were accepted as collateral for the Bank Guarantee Fund.

NOTE 6C	PLNk	
MOVEMENT IN THE BALANCE OF SECURITIES	2004	2003
Balance at the beginning of the period	6 121 343	5 880 749
a) increase (due to)	23 967 920	86 776 760
- increase in the value of NBP bills	2 954 352	4 277 109
- increase in the value of Government bonds	8 472 970	34 610 564
- increase in the value of NBP bonds	33 602	39 286
- increase in the value of Treasury bills	12 486 977	47 737 630
- increase in the value of other debt securities	20 019	112 171
b) decrease (due to)	(23 433 100)	(86 536 166)
- redemption/sale of monetary bills	(2 954 352)	(4 304 454)
- redemption/sale of Government bonds	(8 655 812)	(33 162 719)
- redemption/sale of NBP bonds	(33 794)	(442 152)
- redemption/sale of Treasury bills	(11 714 245)	(48 606 073)
- redemption/sale of other debt securities	(72 942)	(15 768)
- other/translation adjustments	(1 844)	-
- charges to provisions	(111)	(5 000)
Balance of debt securities at the end of the period	6 656 163	6 121 343

NOTE 7A	PLNk	
SHARES OR INTERESTS IN SUBSIDIARIES	2004	2003
a) in banks	-	-
b) in other entities of financial sector	269 334	172 653
c) in entities of non-financial sector	10 975	12 406
Total shares or interests in subsidiaries	280 309	185 059

NOTE 7B	PLNk	
MOVEMENT IN THE BALANCE OF SHARES OR INTERESTS IN SUBSIDIARIES	2004	2003
Balance at the beginning of the period	185 059	190 870
a) increase (due to)	118 892	30 127
- purchase	42 150	13 132
- revaluation	76 742	16 995
b) decrease (due to)	(23 642)	(35 938)
- sale	(6 076)	(35 938)
- revaluation/decrease in value of shareholding	(17 566)	-
Balance of shares or interests in subsidiaries	280 309	185 059

NOTE 7C	PLNk	
SHARES AND INTERESTS IN SUBSIDIARIES, OF WHICH:	2004	2003
- goodwill - subsidiaries	-	-
- negative goodwill - subsidiaries	(5 441)	(7 618)

NOTE 7D	PLNk	
CHANGES IN GOODWILL - SUBSIDIARIES	2004	2003
a) gross value at the beginning of the period	-	-
b) increase (due to)	-	-
-	-	-
c) decrease (due to)	-	-
-	-	-
d) gross value at the end of the period	-	-
e) goodwill written down at the beginning of the period	-	-
f) goodwill written down for the period (due to)	-	-
- goodwill written down in full	-	-
g) goodwill written down at the end of the period	-	-
h) net value at the end of the period	-	-

NOTE 7E	PLNk	
CHANGES IN NEGATIVE GOODWILL - SUBSIDIARIES	2004	2003
a) gross negative value at the beginning of the period	(10 883)	(10 883)
b) increase (due to)	-	-
- implementation of equity method	-	-
c) decrease (due to)	-	-
d) gross value at the end of the period	(10 883)	(10 883)
e) negative goodwill written down at the beginning of the period	3 265	1 088
f) negative goodwill written down for the period (due to)	2 177	2 177
- negative goodwill current write-off	2 177	2 177
g) negative goodwill written down at the end of the period	5 442	3 265
h) net value at the end of the period	(5 441)	(7 618)

NOTE 8A	PLNk	
SHARES AND INTERESTS IN JOINT VENTURES	2004	2003
a) banks	-	-
b) other financial entities	-	-
c) Other non-financial entities	-	-
Total shares and interests in joint ventures	-	-

NOTE 8B	PLNk	
MOVEMENT IN THE BALANCE OF SHARES OR INTERESTS IN JOINT VENTURES	2004	2003
Balance at the beginning of the period	-	-
a) increase (due to)	-	-
-		
b) decrease (due to)	-	-
-		
Balance of shares or interests in joint ventures	-	-

NOTE 8C	PLNk	
SHARES AND INTERESTS IN JOINT VENTURES, OF	2004	2003
- goodwill - joint ventures	-	-
- negative goodwill - joint ventures	-	-

NOTE 8D	PLNk	
CHANGES IN GOODWILL - JOINT VENTURES	2004	2003
a) gross value at the beginning of the period	-	-
b) increase (due to)	-	-
c) decrease (due to)	-	-
d) gross value at the end of the period	-	-
e) goodwill written down at the beginning of the period	-	-
f) goodwill written down for the period (due to)	-	-
g) goodwill written down at the end of the period		
h) net value at the end of the period	-	-

NOTE 8E	PLNk	
CHANGES IN NEGATIVE GOODWILL - JOINT VENTURES	2004	2003
a) gross negative value at the beginning of the period	-	-
b) increase (due to)	-	-
c) decrease (due to)		
d) gross value at the end of the period	-	-
e) negative goodwill written down at the beginning of the period		
f) negative goodwill written down for the period (due to)	-	-
g) negative goodwill written down at the end of the period	-	-
h) net value at the end of the period	-	-

NOTE 9A	PLNk	
SHARES OR INTERESTS IN ASSOCIATES	2004	2003
a) in banks	-	-
b) in other entities of financial sector	51 843	49 130
c) in entities of non-financial sector	5 876	5 192
Total shares or interests in associates	57 719	54 322

NOTE 9B	PLNk	
MOVEMENT IN THE BALANCE OF SHARES OR INTERESTS IN ASSOCIATES	2004	2003
Balance at the beginning of the period	54 322	55 233
a) increase (due to)	6 449	8 092
- purchase	-	1 335
-valuation	6 449	6 757
b) decrease (due to)	(3 052)	(9 003)
- sale/liquidation	(833)	-
-valuation	(2 219)	(9 003)
Balance of shares or interests in associates	57 719	54 322

NOTE 9C

SHARES AND INTERESTS IN ASSOCIATES, OF WHICH:	PLNk	
	2004	2003
- goodwill - associates	-	-
- negative goodwill - associates	(1 845)	(2 723)

NOTE 9D

CHANGES IN GOODWILL - ASSOCIATES	PLNk	
	2004	2003
a) gross value at the beginning of the period	-	-
b) increase (implementation of equity method)	-	-
c) decrease (due to)		-
d) gross value at the end of the period	-	-
e) goodwill written down at the beginning of the period		
f) goodwill written down for the period (due to)	-	-
g) goodwill written down at the end of the period	-	-
h) net value at the end of the period	-	-

NOTE 9E

CHANGES IN NEGATIVE GOODWILL - ASSOCIATES	PLNk	
	2004	2003
a) gross negative value at the beginning of the period	(4 385)	(3 581)
b) increase (due to)	-	(804)
- purchase	-	(804)
- implementation of equity method	-	-
c) decrease (due to)	-	-
-		
d) gross value at the end of the period	(4 385)	(4 385)
e) negative goodwill written down at the beginning of the period	1 662	945
f) negative goodwill written down for the period (due to)	878	717
- write off due to first valuation		-
- current write off	878	717
g) negative goodwill written down at the end of the period	2 540	1 662
h) net value at the end of the period	(1 845)	(2 723)

Note 10A

SHARES OR INTERESTS IN SUBORDINATED ENTITIES

Ref.	a	b	c	d	e	f	g	h	i	j	k	l
	name (company) of the entity and its legal status	registered office	business	type of the capital link (subsidiary, joint ventures, associated with indication of direct or indirect links)	applied consolidation method / valuation using an equity method or indication that the entity is not subject to consolidation / valuation using	date of taking up control / joint control / gaining significant influence	value of shares / interests at purchase price	total adjustments for revaluation	balance sheet value of shares / interests	% shareholding	number of votes at AGM	other than indicated in j) or k) control basis / joint control / significant influence
1	BZ WBK Inwestycje Sp. z o.o.	Poznań	trading in shares of commercial companies as well as other securities; seeking investors for companies	subsidiary	full method	08.2001	4 850	9 738	14 588	100,00	100,00	
2	BZ WBK Faktor Sp. z o.o.	Warszawa	financial services, granting credit, market research and public opinion survey, business consulting, holding management	subsidiary	full method	01.2003	6 200	(4 164)	2 036	100,00	100,00	
3	BZ WBK Finanse & Leasing SA	Poznań	leasing and renting of fixed assets	subsidiary	full method	10.1998	37 012	22 679	59 691	99,99	99,99	
4	BZ WBK Leasing S.A.	Poznań	whole- and retail sales of vehicles, sales of spare parts and accessories for vehicles, financial leasing, renting cars, other means of transportation, machines and equipment	subsidiary	full method	06.2002	47 757	27 638	75 395	99,99	99,99	
5	Dom Maklerski BZ WBK SA	Poznań	offering securities on the primary market, buying and selling securities on customers' account, buying and selling securities on one's own account in order to perform duties related to organization of the regulated market	subsidiary	full method	07.1999	45 925	23 904	69 829	99,99	99,99	
6	BZ WBK Nieruchomości i Wspólnicy Sp. komandytowa	Poznań	leasing of fixed assets	subsidiary	full method	12. 2000	28 687	(800)	27 887	99,99	99,99	
7	BZ WBK Nieruchomości SA	Poznań	organisation of various events, catering and hotel services, agency services	subsidiary	excluded from consolidation	07.1998	253	18	271	99,96	99,96	
8	Brytyjsko-Polskie Towarzystwo Finansowe WBK-CU Sp. z o.o.	Poznań	distribution of insurance products	subsidiary	excluded from consolidation	02.1993 associate 06.1993 subsidiary	218	349	567	60,00	60,00	
9	AIB WBK Fund Management Sp. z o.o.	Warszawa	business and management consulting, holding companies' management, accounting activities	subsidiary	full method	09.1995 associate 03.1999 subsidiary	2 989	7 714	10 703	54,00	54,00	
10	BZ WBK AIB Asset Management SA	Poznań	brokerage activities: managing customer's share portfolios (listed and not listed)	subsidiary	full method	04.1997	6 755	12 585	19 340	50,00	50,00	
11	POLFUND - Fundusz Poręczeń Kredytowych S.A.	Szczecin	providing lending guarantees, investing and managing funds invested in companies, management	associate	excluded from consolidation	08.2001	8 000	527	8 527	50,00	50,00	
12	LZPS PROTEKTOR S.A.	Lublin	production of protective, military and ordinary footwear	associate	excluded from consolidation	12.2001	2 939	2 938	5 877	36,08	36,08	
13	NFI Magna Polonia SA	Warszawa	buying securities issued by State Treasury, buying or taking up interests or shares in entities registered and operating in Poland, buying securities issued by these entities, granting advances	associate	excluded from consolidation	06.2001	42 073	1 244	43 317	21,57	21,57	
Total							233 658	104 370	338 028			

Note 10B

SHARES OR INTERESTS IN SUBORDINATED ENTITIES cont.

SHARES OR INTERESTS IN SUBORDINATED ENTITIES CONT.																		
Ref.	a		m							n			o		p	r	s	t
	name of entity legal status) (and its		the entity's equity, of which:						liabilities of entity of which:			receivables of entity, of which:		total assets	income from sales	value of shares interests not paid by the issuer	dividend received or due for the last accounting year	
			share capital	unpaid share capital	supplementary capital	other own funds of which:												
						retained profit (uncovered loss) from previous years	profit (loss) net	short-term	long-term	short-term	long-term							
1	BZ WBK Inwestycje Sp. z o.o.	14 589	50	-	5 960	8 579	-	8 579	-		-	1 517	406	1 111	16 766	-	-	-
2	BZ WBK Faktor Sp. z o.o.	2 036	50	-	6 150	(4 164)	(2 444)	(1 720)	32 255	31 586	669	33 360	33 360	-	35 491	4 220	-	-
3	BZ WBK Finanse & Leasing SA	59 691	37 000	-	1 283	21 408	0	9 013	453 034	150 753	302 281	490 656	194 962	295 694	520 663	56 935	-	-
4	BZ WBK Leasing S.A.	80 837	108 192	-	839	(28 194)	(44 121)	15 927	732 716	114 993	617 723	779 382	306 464	472 918	823 409	88 636	-	-
5	Dom Maklerski BZ WBK S.A.	69 830	44 974	-	6 132	18 724	0	18 724	58 405	58 042	363	70 989	70 989		457 218	42 957	-	5 658
6	WBK Nieruchomości S.A. i Wspólnicy Sp. komandytowa	27 890	21 799	-	-	6 091	4 597	1 494	119 001	-	119 001	146 465	6	146 459	153 736	14 495	-	-
7	BZ WBK Nieruchomości SA	271	250	-	10	11	(3)	14	119	115	4	102	102	-	411	923	-	-
8	Brytyjsko-Polskie Towarzystwo Finansowe WBK-CU Sp.z o.o.	945	350	-	491	104	0	98	480	422	58	500	500	-	1 453	5 159	-	-
9	AIB WBK Fund Management Sp. z o.o.	19 821	2 469		555	16 797	0	5 307	1 319	1 319	-	6 461	896	5 565	23 407	13 335	-	737
10	BZ WBK AIB Asset Management SA	38 681	13 500	-	1 213	23 968	-	21 328	301	206	95	1 201	1 201	-	42 786	10 310	-	2 025
11	POLFUND - Fundusz Poręczeń Kredytowych S.A.	17 054	16 000	-	194	860	0	772	28	28	-	54	54	-	18 057	617	-	175
12	LZPS PROTEKTOR S.A. (as at 30 September 2004r.)	19 487	4 744	-	6 346	8 397	0	4 914	5 305	5 305	-	6 362	6 362	-	26 838	31 758	-	1 070
13	NFI Magna Polonia S.A. (as at 30 September 2004r.)	203 989	3 006	-	193 836	7 147	6 787	8 445	1 125	1 125	-	24 821	24 821	-	205 620	5 393	-	974

unless otherwise specified, the data is based on the companies' accounts as at 30.11.2004.

NOTE 11A	PLNk	
SHARES OR INTERESTS IN OTHER ENTITIES	2004	2003
a) in entities of financial sector	141 505	211 565
- short-term	-	-
- long-term	141 505	211 565
b) in entities of non-financial sector	109 888	43 559
- short-term	550	-
- long-term	109 338	43 559
Total shares or interests in other entities	251 393	255 124

NOTE 11B	PLNk	
MOVEMENT IN THE BALANCE OF SHARES OR INTERESTS IN OTHER ENTITIES	2004	2003
Balance at the beginning of the period	255 124	234 568
a) increase (due to)	53 481	35 039
- purchase	2 303	28 331
- valuation	50 678	6 708
- impairment loss write-back	500	-
b) decrease (due to)	(57 212)	(14 483)
- sale	(5 934)	(9 438)
- valuation	(51 278)	(1 595)
- impairment loss write-off	-	(3 450)
Balance of shares or interests in other entities at the end of the period	251 393	255 124

Note 11C

SHARE OR INTERESTS IN OTHER ENTITIES										
Ref.	a	b	c	d	e	f	g		h	i
	name (company) of the entity and its legal status	registered office	business	balance sheet value of shares / interests	% shareholding	% of votes at AGM	own funds, of which:		value of shares / interests in the entity unpaid by the issuer	received or due dividends from the entity for the last accounting
								share capital		
1	eCard *	Warszawa	software engineering, data processing, database management, other IT-related activities, project management, advertising	0	17,86	17,86	(3 567)	13 361	-	-
2	Krajowa Izba Rozliczeniowa S.A.**	Warszawa	handling interbank settlements	625	11,48	11,48	88 011	5 445	-	1 500
3	Commercial Union Polska Towarzystwo Ubezpieczeń na Życie S.A.***	Warszawa	life insurance	124 045	10,00	10,00	959 725	82 500	821	37 714
4	Commercial Union Polska Towarzystwo Ubezpieczeń Ogólnych S.A.***	Warszawa	personal and property insurance	2 179	10,00	10,00	41 754	20 600	-	103
5	Commercial Union Powszechnie Towarzystwo Emerytalne BPH, CU, WBK S.A.***	Warszawa	creating and managing open-ended pension funds and representing them before third parties	70 137	10,00	10,00	307 844	137 000	-	14 974
6	Wschodni Bank Cukrownictwa S.A.*	Lublin	banking	14 470	7,23	7,23	171 682	200 191	-	-
7	Stalexport S.A.**	Katowice	wholesale trade in metals/ores	8 851	6,40	6,40	(27 225)	215 524	-	-
8	AWSA Holland II B.V.	Poznań	holding interests in Autostrada Wielkopolska S.A. (established to build and operate a highway at the section Swiecko-Konin	25 025	5,44	5,44	bd.	80	-	-
9	Biuro Informacji Kredytowej S.A.**	Warszawa	collecting and providing access to information on banks' borrowers	800	5,14	5,14	22 462	15 550	-	-
10	Other			5 261						3
Total				251 393						

* equity of the entity disclosed based on data as at 30 November 2004.

** equity of the entity disclosed based on data as at 30 September 2004.

*** equity of the entity disclosed based on data as at 31 December 2003.

NOTE 12A	PLNk	
OTHER SECURITIES AND OTHER FINANCIAL ASSETS (BY TYPE)	2004	2003
a) pre-emptive rights	-	-
b) derivative rights	869 435	156 715
c) other (by type)	15 388	-
- investment certificates	15 388	-
Total other securities and other financial assets	884 823	156 715

NOTE 12B	PLNk	
MOVEMENT IN THE BALANCE OF OTHER SECURITIES AND OTHER FINANCIAL ASSETS	2004	2003
Balance at the beginning of the period	156 715	239 176
a) increase (due to)	740 431	11 418
- purchase	15 000	8 298
- revaluation	725 431	3 120
b) decrease (due to)	(12 323)	(93 879)
- sale	-	(24 633)
- settlement of premium on option and IRS	(12 323)	(12 701)
- revaluation	-	(56 545)
Balance of other securities and other financial assets at the end of the period	884 823	156 715

NOTE 12C	PLNk			
OTHER SECURITIES AND OTHER FINANCIAL ASSETS (BY CURRENCY)	unit	currency	2004	2003
a) in Polish currency			884 597	153 927
b) in foreign currencies (by currency and its equivalent in PLN)			226	2 788
b1. unit / currency	w tys.	EUR	9	228
PLNk	w tys.	zł	38	1 073
b1. unit / currency	w tys.	USD	-	200
PLNk	w tys.	zł	-	749
other currencies (in PLNk)	w tys.	zł	188	966
Total other securities and other financial assets			884 823	156 715

NOTE 13A	PLNk	
FINANCIAL ASSETS	2004	2003
a) financial assets held for trading	2 224 373	629 292
b) granted loans, borrowings and a company's own debt - not for	17 037 994	15 334 036
c) financial assets held to maturity	1 963 516	2 060 044
d) financial assets available for sale	2 853 510	3 120 210
e) other *	1 557 293	1 606 014
Total financial assets (gross)	25 636 686	22 749 596
Provision for financial assets at the end of the period	(605 437)	(700 948)
Total financial assets	25 031 249	22 048 648

* "Other" item contains: cash, nostro current accounts and interests in subordinated entities.

NOTE 13B	PLNk			
FINANCIAL ASSETS (BY CURRENCY)	unit	currency	2004	2003
in Polish currency			19 875 698	17 772 776
in foreign currencies (by currency and its equivalent in PLN)			5 760 988	4 976 820
b1. unit/currency	w tys.	EUR	556 275	588 498
PLNk	w tys.	zł	2 269 045	2 775 940
b2. unit/currency	w tys.	USD	879 059	202 583
PLNk	w tys.	zł	2 628 739	757 764
b3. unit/currency	w tys.	GBP	6 468	12 499
PLNk	w tys.	zł	37 319	83 351
b4. unit/currency	w tys.	CHF	277 859	408 916
PLNk	w tys.	zł	734 131	1 238 239
other currencies (in PLNk)			91 754	121 526
Total financial assets			25 636 686	22 749 596

NOTE 13C

FINANCIAL ASSETS HELD FOR TRADING (BY MARKETABILITY)	PLNk	
	2004	2003
A. With unlimited marketability, listed on stock exchange (balance sheet value)	270 814	60 728
a) shares (balance sheet value):	550	107
- fair value	550	107
- market value	550	107
- value at purchase price	291	35
b) bonds (balance sheet value):	270 264	60 621
- fair value	270 264	60 621
- market value	270 264	60 621
- value at purchase price	265 872	60 235
c) other - by category (balance sheet value):	-	-
c1) ...	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
c2)	-	-
B. With unlimited marketability listed off stock-exchange markets (balance sheet value)	1 084 124	411 849
a) shares (balance sheet value):	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
b) bonds (balance sheet value):	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
c) other - by category (balance sheet value):	1 084 124	411 849
c1) Treasury bills	1 084 124	411 849
- fair value	1 084 124	411 849
- market value	1 084 124	411 849
- value at purchase price	1 074 661	409 284
c2) NBP bills	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
C. With unlimited marketability, not listed on regulated markets (balance sheet value)	869 435	156 715
a) shares (balance sheet value):	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
b) bonds (balance sheet value):	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
c) other - by category (balance sheet value):	869 435	156 715
c1) derivatives	869 435	156 715
- fair value	869 435	156 715
- market value	869 435	156 715
- value at purchase price	869 435	156 715
c2)	-	-
D. With limited marketability (balance sheet value)	-	-
a) shares and interests (balance sheet value):	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
b) bonds (balance sheet value):	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
c) other - by category (balance sheet value):	-	-
c1) ...	-	-
- fair value	-	-
- market value	-	-

- value at purchase price	-	-
c2)	-	-
Total value at purchase price	2 210 259	626 269
Value at the beginning of the period	629 292	2 336 148
Total revaluation adjustments (for the period)	14 114	3 023
Total balance sheet value	2 224 373	629 292

NOTE 13D

FINANCIAL ASSETS HELD TO MATURITY (BY MATURITY)	PLNk	
	2004	2003
A. With unlimited marketability, listed on stock exchanges (balance sheet value)	1 899 259	1 969 058
a) bonds (balance sheet value):	1 899 259	1 969 058
- revaluation adjustments (for the period)	98 088	123 120
- value at the beginning of the period	1 969 058	1 372 614
- value at purchase price	1 801 171	1 845 938
b) other - by category (balance sheet value):	-	-
b1) ...	-	-
- revaluation adjustments (for the period)	-	-
- value at the beginning of the period	-	-
- value at purchase price	-	-
-	-	-
B. With unlimited marketability listed on off stock-exchange markets (balance sheet value)	-	-
a) bonds (balance sheet value):	-	-
- revaluation adjustments (for the period)	-	-
- value at the beginning of the period	-	-
- value at purchase price	-	-
b) other - by category (balance sheet value):	-	-
b1) Treasury bills	-	-
- revaluation adjustments (for the period)	-	-
- value at the beginning of the period	-	-
- value at purchase price	-	-
b2)	-	-
C. With unlimited marketability, not listed on regulated markets (balance sheet value)	-	-
a) bonds (balance sheet value):	-	-
- revaluation adjustments (for the period)	-	-
- value at the beginning of the period	-	-
- value at purchase price	-	-
b) other - by category (balance sheet value):	-	-
b1) commercial bills	-	-
- revaluation adjustments (for the period)	-	-
- value at the beginning of the period	-	-
- value at purchase price	-	-
b2)	-	-
D. With limited marketability (balance sheet value)	64 257	90 986
a) bonds (balance sheet value):	29 648	31 494
- revaluation adjustments (for the period)	-	-
- value at the beginning of the period	31 494	25 738
- value at purchase price	29 648	31 494
b) other - by category (balance sheet value):	34 609	59 492
b1) purchased receivables	34 609	59 492
- revaluation adjustments (for the period)	11 042	19 085
- value at the beginning of the period	59 492	102 218
- value at purchase price	23 567	40 407
b2)	-	-
Total value at purchase price	1 854 386	1 917 839
Value at the beginning of the period	2 060 044	1 500 570
Total revaluation adjustments (for the period)	109 130	142 205
Total balance sheet value	1 963 516	2 060 044

NOTE 13E

FINANCIAL ASSETS AVAILABLE FOR SALE (BY MARKETABILITY)	PLNk	
	2004	2003
A. With unlimited marketability listed off stock-exchange markets (balance sheet value)	1 555 176	1 867 208
a) shares (balance sheet value):	26 349	13 045
- fair value	26 349	13 045
- market value	26 349	15 984
- value at purchase price	27 056	14 367

b) bonds (balance sheet value):	1 528 827	1 854 163
- fair value	1 528 827	1 854 163
- market value	1 528 827	1 854 163
- value at purchase price	1 467 886	1 825 539
c) other - by category (balance sheet value):	-	-
B. With unlimited marketability listed off stock-exchange markets (balance sheet value)	917 227	784 068
a) shares (balance sheet value):	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
b) bonds (balance sheet value):	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
c) other - by category (balance sheet value):	917 227	784 068
c1) Treasury bills	917 227	784 068
- fair value	917 227	784 068
- market value	917 227	784 068
- value at purchase price	903 098	776 815
c2)...		
C. With unlimited marketability, not listed on regulated markets (balance sheet value)	332 294	387 418
a) shares (balance sheet value):	213 697	215 828
- fair value	213 697	215 828
- market value	213 697	215 828
- value at purchase price	52 779	51 528
b) bonds (balance sheet value):	92 411	145 445
- fair value	92 411	145 445
- market value	92 411	145 445
- value at purchase price	92 411	143 289
c) other - by category (balance sheet value):	26 186	26 145
c1) shares	26 186	26 145
- fair value	26 186	26 145
- market value	26 185	26 145
- value at purchase price	26 184	26 145
c2) shares in limited partnership	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
c3) trust funds units	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
D. With limited marketability (balance sheet value)	48 813	81 516
a) shares and interests (balance sheet value):	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
b) bonds (balance sheet value):	2 127	2 127
- fair value	2 127	2 127
- market value	2 127	2 127
- value at purchase price	25 000	25 000
c) other - by category (balance sheet value):	46 686	79 389
c1) treasury bills	46 686	79 389
- fair value	46 686	79 389
- market value	46 686	79 389
- value at purchase price	44 989	78 545
c2)...		
Total value at purchase price	2 639 403	2 941 228
Value at the beginning of the period	3 120 210	1 387 778
Total revaluation adjustments (for the period)	214 107	178 982
Total balance sheet value	2 853 510	3 120 210

NOTE 14A

INTANGIBLE ASSETS	PLNk	
	2004	2003
a) development work capitalized	-	-
b) goodwill	1 207	2 651
c) concessions, patents, licences and similar intangibles, of which:	208 322	279 783
- software	208 027	278 988
d) other intangible assets	-	-
e) prepayments for intangible assets	-	-
f) capital expenditures	22 343	10 160
Total intangible assets	231 872	292 594

NOTE 14B**MOVEMENTS IN INTANGIBLES (BY TYPE)**

	a	b	c		d	e	Total intangible assets
	Cost of finished development work	Goodwill	Licences, patents and similar assets, including:	Software	Other intangible assets	Prepayments for intangible assets	
a) gross value of intangible assets at the beginning of the period	-	152 900	438 755	424 933	5 371	-	597 026
b) increase (due to)	-	-	27 282	27 282	-	-	27 282
- purchase	-	-	13 862	13 862	-	-	13 862
- reclassification between groups	-	-	13 289	13 289	-	-	13 289
- donations	-	-	131	131	-	-	131
c) decrease (due to)	-	-	(13 533)	(244)	-	-	(13 533)
- liquidation	-	-	(244)	(244)	-	-	(244)
- reclassification between groups	-	-	(13 289)	-	-	-	(13 289)
d) gross value of intangible assets at the end of the period	-	152 900	452 504	451 971	5 371	-	610 775
e) accumulated depreciation (amortization) at the beginning of the period	-	(150 249)	(158 972)	(145 945)	(5 371)	-	(314 592)
f) amortisation (in respect of)	-	(1 444)	(85 210)	(97 999)	-	-	(86 654)
- intangibles	-	(1 444)	(85 452)	(85 247)	-	-	(86 896)
- disposal	-	-	244	244	-	-	244
- release of provisions	-	-	(2)	(2)	-	-	(2)
- reclassification	-	-	-	(12 994)	-	-	-
period	-	(151 693)	(244 182)	(243 944)	(5 371)	-	(401 246)
h) impairment charges at the beginning of the period	-	-	-	-	-	-	-
- increase	-	-	-	-	-	-	-
- decrease	-	-	-	-	-	-	-
i) impairment charges at the end of the period	-	-	-	-	-	-	-
j) net value of intangibles at the end of the period	-	1 207	208 322	208 027	-	-	209 529

NOTE 14C

INTANGIBLE ASSETS (OWNERSHIP STRUCTURE)	PLNk	
	2004	2003
a) Bank's own	209 529	282 434
b) held under rental, lease or other agreement, including a lease contract, of which:	-	-
-		
Total intangible assets	209 529	282 434

NOTE 15A

TANGIBLE FIXED ASSETS	PLNk	
	2004	2003
Tangible fixed assets		
a) fixed assets, including:	570 243	679 043
- land (including the title to perpetual usufruct)	4 411	4 491
- buildings, premises and objects of civil and water engineering	401 051	443 753
- technical devices and machines	150 263	218 121
- vehicles	14 518	12 678
- other fixed assets	-	-
b) assets under construction	15 491	1 627
c) prepayments for assets under construction	-	-
Total tangible fixed assets	585 734	680 670

NOTE 15B

MOVEMENTS IN TANGIBLE ASSETS (BY TYPE)						
	Land (including perpetual usufruct)	Buildings	Machinery and equipment	Vehicles	Other tangible assets	Total tangible assets
a) Gross value of tangible assets at the beginning of the period	5 352	617 753	575 094	24 376	-	1 222 575
b) increase (due to)	-	4 724	16 908	7 392	-	29 024
- purchase	-	-	-	-	-	-
- reclassification	-	4 724	15 073	-	-	19 797
- donation	-	-	349	-	-	349
- leasing	-	-	1 486	7 392	-	8 878
c) decrease (due to)	(305)	(38 462)	(25 320)	(4 778)	-	(68 865)
- sale	(305)	(34 590)	(8 058)	(2 820)	-	(45 773)
- liquidation	-	(3 872)	(17 216)	(1 958)	-	(23 046)
- gratuitous transfer	-	-	(46)	-	-	(46)
- reclassification between groups	-	-	-	-	-	-
d) gross value of intangible assets at the end of the period	5 047	584 015	566 682	26 990	-	1 182 734
e) accumulated depreciation (amortization) at the beginning of the period	(859)	(143 824)	(343 575)	(11 698)	-	(499 956)
f) amortisation (in respect of)	228	(13 461)	(59 843)	(774)	-	(73 850)
- own assets	(16)	(22 056)	(79 865)	(4 570)	-	(106 507)
- write-back of provisions	-	(164)	1 220	-	-	1 056
- decrease in depreciation (due to liquidation)	-	1 924	13 541	1 392	-	16 857
- decrease in depreciation (due to sale)	244	6 835	5 919	2 449	-	15 447
- decrease in depreciation (due to donation)	-	-	27	-	-	27
- increase in depreciation (due to leasing)	-	-	(685)	(45)	-	(730)
- reclassification between groups	-	-	-	-	-	-
g) accumulated depreciation at the end of the period	(631)	(157 285)	(403 418)	(12 472)	-	(573 806)
h) impairment charges at the beginning of the period	(2)	(30 176)	(13 398)	-	-	(43 576)
- increase	(4)	(1 933)	(4 911)	-	-	(6 848)
- decrease	1	6 430	5 308	-	-	11 739
i) impairment charges at the end of the period	(5)	(25 679)	(13 001)	-	-	(38 685)
j) net value of tangible fixed assets at the end of the period	4 411	401 051	150 263	14 518	-	570 243

NOTE 15C

BALANCE SHEET FIXED ASSETS (OWNERSHIP STRUCTURE)	PLNk	
	2004	2003
a) Bank's own assets	555 083	668 720
b) used on the basis of a rental, lease or other agreement, including a lease contract, of which:		
- finance lease	15 160	10 323
Total balance sheet assets	570 243	679 043

NOTE 15D

FIXED ASSETS (OFF BALANCE SHEET)	PLNk	
	2004	2003
- used on the basis of a rental, lease or other agreement, including a lease contract, of which:	-	-
- value of land held under perpetual usufruct	30 021	33 633
- transportation means	-	-
- other equipment	-	-
Total off-balance sheet assets	30 021	33 633

NOTE 16A

OTHER ASSETS	PLNk	
	2004	2003
a) take over - for sale	317	474
b) other, for which:	176 569	217 111
- sundry debtors	95 831	114 523
- settlements	60 439	82 523
- loan from the Company Social Fund	20 243	20 008
- other	56	57
Total other assets	176 886	217 585

NOTE 16B

ASSETS TAKEN-OVER - FOR SALE	PLNk	
	2004	2003
a) assets under construction	-	-
b) real estate	86	86
c) other	231	388
Total assets taken over - for sale	317	474

NOTE 16C

MOVEMENT IN ASSETS TAKEN OVER - FOR SALE	PLNk	
	2004	2003
Balance at the beginning of the period	474	506
- real estate	86	86
- inventories	-	-
- other	388	420
a) increase (due to)	-	-
- exchanged for debts	-	-
- release of provisions	-	-
- other	-	-
b) decrease (due to)	(157)	(32)
- sale	(157)	(32)
- raising of provision	-	-
- other	-	-
Balance at the end of the period	317	474
- real estates	86	86
- inventories	-	-
- other	231	388

NOTE 17A

PREPAYMENTS	PLNk	
	2004	2003
a) long-term	296 814	230 253
- deferred income tax assets	296 814	230 253
- other prepayments	-	-
b) short-term, of which:	162 977	51 880
- deferred tax asset	145 374	36 539
- other prepayments	17 603	15 341
- insurance settlements	-	-
- costs paid in advance	-	-
Total prepayments	459 791	282 133

NOTE 17B

MOVEMENT IN DEFERRED TAX ASSETS	PLNk	
	2004	2003
1.Assets at the beginning of the period, of which:	266 792	425 229
a) assets that impact the financial result	266 792	425 229
- unrealized interest	21 430	48 780
- unrealized liabilities due to derivatives	45 595	101 155
- specific provisions which are not taxable costs	149 252	216 127
- other provisions which are not taxable costs	45 235	53 615
- other	5 280	5 552
b) assets that impact shareholders' equity	-	-
-	-	-
c) assets that impact goodwill or negative goodwill	-	-
-	-	-
2. Increase	175 396	-
a) assets that impact the financial result of the period in relation to negative timing differences	175 396	-
- unrealized interest	1 537	-
- unrealized liabilities due to derivatives	117 573	-
- specific provisions which are not taxable costs	16 404	-
- other provisions which are not taxable costs	2 195	-
- additional deferred tax assets resulting from art. 38 a of Corporate Tax Act	14 808	-
- unrealised costs resulting from securities	13 188	-
- other	9 691	-
-	-	-
b) assets that impact the financial result of the period in relation to a tax loss	-	-
-	-	-
c) assets that impact the shareholders' equity in relation to negative timing differences	-	-
-	-	-
d) assets that impact the shareholders' equity in relation to a tax loss	-	-
-	-	-
e) assets that impact the goodwill or negative goodwill in relation to negative timing differences	-	-
-	-	-
3. Decrease	-	(158 437)
a) assets that impact the financial result of the period in relation to negative timing differences	-	(158 437)
- unrealised interest	-	(27 350)
- unrealized liabilities due to derivatives	-	(55 560)
- specific provisions which are not taxable costs	-	(66 875)
- other provisions which are not taxable costs	-	(8 380)
- other	-	(272)
b) assets that impact the financial result of the period in relation to a tax loss	-	-
-	-	-
c) assets that impact the shareholders' equity in relation to negative timing differences	-	-

-		
d) assets that impact the shareholders' equity in relation to a tax loss	-	-
-		
e) assets that impact the goodwill or negative goodwill in relation to negative timing differences	-	-
-		
4. Balance of deferred tax assets at the end of the period, of which:	442 188	266 792
a) assets that impact the financial result	442 188	266 792
- unrealised interest	22 967	21 430
- unrealized liabilities due to derivatives	163 168	45 595
- specific provisions which are not taxable costs	165 656	149 252
- other provisions which are not taxable costs	47 430	45 235
- additional deferred tax assets resulting from art. 38 a of Corporate Tax Act	14 808	-
- unrealised costs resulting from securities	13 188	-
- other	14 971	5 280
b) included in equity	-	-
-		
c) included in goodwill or negative goodwill		
-	-	-

As at 31 December 2004 the calculation of deferred tax includes the whole amount of specific provisions, which will decrease the tax base amount in the future.

Furthermore as at 31 December 2004, in compliance with art. 38a Corporate tax act an additional discounted item of PLN 14 808 k. It represents 8% of specific provisions raised to cover loans classified as loss or doubtful, which as at 31 Dec 2002 were not recognised as tax deductible costs and will reduce the Bank's liability in the years 2007-2009.

All amounts included in the deferred tax calculation as at 31 December 2004 are based on tax rate of 19%.

NOTE 17C	PLNk	
	2004	2003
OTHER PREPAYMENTS		
a) prepayments, of which:	17 603	15 341
- costs paid in advance	17 106	14 355
- accrued income	497	986
b) other prepayments	-	-
-	-	-
Total other prepayments	17 603	15 341

NOTE 20A	PLNk	
	2004	2003
DEPOSITS FROM FINANCIAL SECTOR (BY CATEGORY)		
a) funds in accounts and deposits, of which:	1 403 964	1 293 990
- deposits of banks and other financial entities	899 957	934 039
b) loans and advances received	159 565	221 678
c) own bills of exchange	-	-
d) own issue of securities	-	-
e) other liabilities (due to)	12 850	17 259
- monies earmarked for specific purposes	3 732	4 316
- other	9 118	12 943
f) interest	8 119	7 791
Total deposits from financial sector	1 584 498	1 540 718

NOTE 20B	PLNk	
	2004	2003
DEPOSITS FROM FINANCIAL SECTOR (BY MATURITY)		
a) current liabilities	548 271	638 165
b) term liabilities with residual maturity of:	1 028 108	894 762
- up to 1 month	553 604	494 053

- from 1 month to 3 months	5 147	154 001
- over 3 months to 1 year	340 353	31 895
- over 1 year to 5 years	114 534	200 343
- over 5 years to 10 years	14 470	14 470
- over 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	8 119	7 791
Total deposits from financial sector	1 584 498	1 540 718

NOTE 20C

DEPOSITS FROM FINANCIAL SECTOR (BY ORIGINAL MATURITY)	PLNk	
	2004	2003
a) current liabilities	548 271	638 165
b) term liabilities with maturity of:	1 028 108	894 762
- up to 1 month	587 611	302 184
- from 1 month to 3 months	658	187 467
- from 3 months to 1 year	314 760	183 395
- from 1 year to 5 years	33	221 716
- over 5 years do 10 lat	125 046	-
- over 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	8 119	7 791
Total deposits from financial sector	1 584 498	1 540 718

NOTE 20D

DEPOSITS FROM FINANCIAL SECTOR (BY CURRENCY)	unit	currency	PLNk	
			2004	2003
a) in Polish currency			1 195 873	799 244
b) in foreign currencies (by currency and its equivalent in PLN)			388 625	741 474
b1. unit/currency	w tys.	USD	42 956	87 521
PLNk	w tys.	zł	128 455	327 374
b2. unit/currency	w tys.	EUR	35 809	87 475
PLNk	w tys.	zł	146 064	412 622
b3. unit/currency	w tys.	CHF	38 890	109
PLNk	w tys.	zł	102 752	330
other currencies (in PLNk)	w tys.	zł	11 354	1 148
Total deposits from financial sector			1 584 498	1 540 718

NOTE 21A

DEPOSITS FROM NON-FINANCIAL SECTOR (BY CATEGORY)	PLNk	
	2004	2003
a) funds in accounts and deposits	17 385 744	16 263 232
b) loans and borrowings received	-	-
c) own bills of exchange	-	-
d) own issue of securities	-	-
e) other liabilities	94 991	113 108
- liabilities in transit	94 991	113 108
f) interest	112 008	104 437
Total deposits from non-financial sector	17 592 743	16 480 777

NOTE 21B

DEPOSITS FROM NON-FINANCIAL SECTOR - SAVINGS DEPOSITS (BY MATURITY)	PLNk	
	2004	2003
a) current liabilities	-	-
b) term liabilities with residual maturity of:	-	-
- up to 1 month	-	-
- from 1 month to 3 months	-	-
- from 3 months to 1 year	-	-
- from 1 year to 5 years	-	-
- over 5 years do 10 lat	-	-
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	-	-
Total deposits from non-financial sector - savings deposits	-	-

NOTE 21C

DEPOSITS FROM NON-FINANCIAL SECTOR - SAVINGS DEPOSITS (BY ORIGINAL MATURITY)	PLNk	
	2004	2003
a) current liabilities	-	-
b) term liabilities with maturity of:	-	-
- up to 1 month	-	-
- from 1 month to 3 months	-	-
- from 3 months to 1 year	-	-
- from 1 year to 5 years	-	-
- over 5 years do 10 lat	-	-
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	-	-
Total deposits from non-financial sector - savings deposits	-	-

NOTE 21D

DEPOSITS FROM NON-FINANCIAL SECTOR - OTHER (BY MATURITY)	PLNk	
	2004	2004
a) current liabilities	5 750 813	5 612 224
b) term liabilities with residual maturity of:	11 729 922	10 764 116
- up to 1 month	5 520 316	4 902 279
- from 1 month to 3 months	2 743 781	3 139 260
- from 3 months to 1 year	2 632 972	1 777 810
- from 1 year to 5 years	705 665	773 317
- over 5 years do 10 lat	127 188	171 450
- from 10 years to 20 years		-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	112 008	104 437
Total deposits from non-financial sector - other	17 592 743	16 480 777

NOTE 21E

DEPOSITS FROM NON-FINANCIAL SECTOR - OTHER (BY ORIGINAL MATURITY)	PLNk	
	2004	2003
a) current liabilities	5 750 813	5 612 224
b) term liabilities with maturity of:	11 729 922	10 764 116
- up to 1 month	3 670 337	3 180 796
- from 1 month to 3 months	3 506 920	3 811 569
- from 3 months to 1 year	3 437 733	2 568 629
- from 1 year to 5 years	985 937	1 029 763
- over 5 years do 10 lat	128 995	173 359
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	112 008	104 437
Total deposits from non-financial sector - other	17 592 743	16 480 777

NOTE 21F

DEPOSITS FROM NON-FINANCIAL SECTOR (BY CURRENCY)	unit	currency	PLNk	
			2004	2003
a) in Polish currency			14 688 631	13 533 510
b) in foreign currencies (by currency and its equivalent in PLN)			2 904 112	2 947 267
b1. unit/currency	w tys.	USD	357 553	357 896
PLNk	w tys.	zł	1 069 227	1 338 708
b1. unit/currency	w tys.	EUR	416 483	316 298
PLNk	w tys.	zł	1 698 837	1 491 977
b1. unit/currency	w tys.	GBP	18 018	13 094
PLNk	w tys.	zł	103 964	87 321
other currencies (in PLNk)	w tys.	zł	32 084	29 261
Total deposits from non-financial sector			17 592 743	16 480 777

NOTE 22A

DEPOSITS FROM PUBLIC SECTOR (BY CATEGORY)	PLNk	
	2004	2003
a) funds in accounts and deposits	1 145 422	1 064 949
b) loans and borrowings received	-	-
c) own bills of exchange	-	-
d) own issue of securities	-	-
e) other amounts due	57	28
- funds in transit	6	8
- ARiMR amounts	51	20
- other	-	-
f) interest	752	561
Total deposits from public sector	1 146 231	1 065 538

NOTE 22B

DEPOSITS FROM PUBLIC SECTOR - SAVINGS DEPOSITS (BY MATURITY)	PLNk	
	2004	2003
a) current liabilities	-	-
b) term liabilities with residual maturity of:	-	-
- up to 1 month	-	-
- from 1 month to 3 months	-	-
- from 3 months to 1 year	-	-
- from 1 year to 5 years	-	-
- over 5 years do 10 lat	-	-
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	-	-
Total deposits from public sector - savings deposits	-	-

NOTE 22C

DEPOSITS FROM PUBLIC SECTOR - SAVINGS DEPOSITS (BY ORIGINAL MATURITY)	PLNk	
	2004	2003
a) current liabilities	-	-
b) term liabilities with residual maturity of:	-	-
- up to 1 month	-	-
- from 1 month to 3 months	-	-
- from 3 months to 1 year	-	-
- from 1 year to 5 years	-	-
- over 5 years do 10 lat	-	-
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	-	-
Total deposits from public sector - savings deposits	-	-

NOTE 22D

DEPOSITS FROM PUBLIC SECTOR - OTHER (BY MATURITY)	PLNk	
	2004	2003
a) current liabilities	875 588	775 680
b) term liabilities with residual maturity of:	269 891	289 297
- up to 1 month	216 091	237 902
- from 1 month to 3 months	35 906	33 658
- from 3 months to 1 year	14 341	17 174
- from 1 year to 5 years	3 553	563
- over 5 years do 10 lat	-	-
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	752	561
Total deposits from public sector - other	1 146 231	1 065 538

NOTE 22E

DEPOSITS FROM PUBLIC SECTOR - OTHER (BY ORIGINAL MATURITY)	PLNk	
	2004	2003
a) current liabilities	875 588	775 680
b) term liabilities with residual maturity of:	269 891	289 297
- up to 1 month	173 703	203 996
- from 1 month to 3 months	75 073	61 891
- from 3 months to 1 year	17 155	22 369
- from 1 year to 5 years	3 960	1 041
- over 5 years do 10 lat	-	-
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	752	561
Total deposits from public sector - other	1 146 231	1 065 538

NOTE 22F

DEPOSITS FROM PUBLIC SECTOR (BY CURRENCY)	unit	currency	PLNk	
			2004	2003
a) in Polish currency			1 125 007	1 049 178
b) in foreign currencies (by currency and its equivalent in PLN)			21 224	16 360
b1. unit/currency	w tys.	EUR	4 547	2 895
PLNk	w tys.	zł	18 547	13 656
b2. unit/currency	w tys.	USD	873	676
PLNk	w tys.	zł	2 610	2 528
b3. unit/currency	w tys.	GBP	12	26
PLNk	w tys.	zł	67	176
other currencies (in PLNk)	w tys.	zł	-	-
Total deposits from public sector - other			1 146 231	1 065 538

NOTE 23

REPO TRANSACTIONS	PLNk	
	2004	2003
a) to financial sector	638 568	-
b) to non-financial and public sectors	92 292	-
c) interest	1 830	-
Total repo transactions	732 690	-

NOTE 24A

DEBT SECURITIES IN ISSUE	PLNk	
	2004	2003
a) bonds	527 466	527 839
b) certificates	-	-
C) other (by type)	-	-
-		
D) interest*	31 670	3 403
Total debt securities in issue	559 136	531 242

* The amount includes capitalised interest of PLN 27 996k.

NOTE 24B

MOVEMENT IN DEBT SECURITIES IN ISSUE	PLNk	
	2004	2003
Balance at the beginning of the period	531 242	381 823
a) increase (due to)	37 053	668 200
- issue of 9M and 1Y bonds	-	136 959
- issue of 2Y and 5Y bonds	-	526 964
- interests	28 267	3 403
- valuation	8 786	874
b) decrease (due to)	(9 159)	(518 781)
- securities matured at due date	-	(518 781)
- valuation	(9 159)	-
Total debt securities in issue	559 136	531 242

NOTE 24C**LONG-TERM LIABILITIES ARISING FROM THE ISSUE OF DEBT SECURITIES**

a	b	c	d	e	f	g	h
Debt instruments by type	Nominal value	Interest rate	Maturity	Guarantee/security	Additional rights	Quotations market	Other
2Y bond 2S1005	36 627	fixed; 4,75%	2005-10-23	none	none	Centralna Tabela Ofert	interest capitalisation, subscription fee
2Y bond 2S1105	298 569	fixed; 5,25%	2005-11-10	none	none	Centralna Tabela Ofert	interest capitalisation, subscription fee
2Y bond 2S1205	112 850	fixed; 5,25%	2005-12-04	none	none	Centralna Tabela Ofert	interest capitalisation, subscription fee
5Y bond 5S1008	7 091	fixed; 5,25%	2008-10-23	none	none	Centralna Tabela Ofert	interest capitalisation, subscription fee
5Y bond 5S1108	9 953	fixed; 5,75%	2008-11-10	none	none	Centralna Tabela Ofert	interest capitalisation, subscription fee
5Y bond 5S1208	61 875	fixed; 6,00%	2008-12-01	none	none	Centralna Tabela Ofert	interest capitalisation, subscription fee
526 965							

Nominal value was increased by interest of PLN 31.670 k (of which PLN 27.996 k relates to capitalised interest) and bonds MTM adjustment of PLN 501. Premium of PLN 1.559 k is settled in time and disclosed in balance sheet in position IX. Accrued and suspended income and expenses.

NOTE 25

SPECIAL FUNDS AND OTHER LIABILITIES	PLNk	
	2004	2003
a) special funds	32 951	33 706
- special funds	32 951	33 706
b) other liabilities (due to)	243 598	364 302
- sundry creditors	58 187	78 265
- clearing / settlement accounts	185 411	286 037
- other	-	-
Special funds and other liabilities in total	276 549	398 008

NOTE 26A

ACCRUED EXPENSES	PLNk	
	2004	2003
a) short-term, of which:	117 966	89 294
- costs to be paid	105 361	74 294
- future commitment	12 605	15 000
b) long-term, of which:	16 624	32 470
- future commitment	16 624	32 470
Total accrued expenses	134 590	121 764

NOTE 26B

MOVEMENT IN THE BALANCE OF NEGATIVE GOODWILL	PLNk	
	2004	2003
Balance at the beginning of the period	-	-
a) increase (due to)	-	-
-	-	-
b) decrease (due to)	-	-
-	-	-
Balance of negative goodwill at the end of the period	-	-

NOTE 26C

OTHER DEFERRED AND SUSPENDED INCOME	PLNk	
	2004	2003
a) short-term, of which:	247 756	351 884
- suspended income	178 663	327 131
- income taken in advance	68 412	18 379
- other	681	6 374
b) long-term, of which:	-	-
- suspended income	-	-
-	-	-
Other deferred and suspended income in total	247 756	351 884

NOTE 27A

MOVEMENT IN THE BALANCE OF DEFERRED TAX PROVISION	PLNk	
	2004	2003
1. Balance of deferred tax provision at the beginning of the period, which:	128 863	282 416
a) impacts the financial result	112 160	236 456
- unrealised loans interest	5 737	8 580
- unrealised interest from securities and interbank deposits	42 352	123 714
- unrealised receivables arising on derivatives	24 819	50 538
- unrealised income from restructuring bonds	10 178	30 002
- provision due to application of investment relief	7 571	16 044
- other	21 503	7 578
b) impacts the shareholders' equity	16 703	45 960
-	-	-

c) impacts the goodwill or negative goodwill	-	-
-		
2. Increases, which	172 805	13 925
a) impact the financial result of the period due to positive timing differences	153 259	13 925
- unrealised loans interest	2 642	-
- unrealised interest from securities and interbank deposits	17 351	-
- unrealised receivables arising on derivatives	124 881	-
- unrealised income from restructuring bonds	-	-
- other	8 385	13 925
b) impact the shareholders' equity in relation to positive timing differences	19 546	-
- balance at the beginning of the period of first time consolidated entities	-	-
- valuation of assets and liabilities		-
c) impact the goodwill or negative goodwill in relation to positive timing differences	-	-
-	-	-
3. Decreases, which	(11 282)	(167 478)
a) impact the financial result of the period in relation to positive timing differences	(11 282)	(138 221)
- unrealised loans interest		(2 843)
- unrealised income from restructuring bonds	(10 178)	(19 824)
- provision due to application of investment relief	(1 104)	(8 473)
- unrealised interest from securities and interbank deposits		(81 362)
- unrealised receivables arising on derivatives		(25 719)
- released provision		-
- other		-
b) impact the shareholders' equity in relation to positive timing differences		(29 257)
-		
c) impact the goodwill or negative goodwill in relation to positive timing differences	-	-
-		
4. Total balance of deferred tax provision at the end of the period in total, comprising balances which:	290 386	128 863
a) impact the financial result	254 137	112 160
- unrealised loans interest	8 379	5 737
- unrealised interest from securities and interbank deposits	59 703	42 352
- unrealised receivables arising on derivatives	149 700	24 819
- unrealised income from restructuring bonds	-	10 178
- provision due to application of investment relief	6 467	7 571
- other	29 888	21 503
b) impact the shareholders' equity	36 249	16 703
- valuation of assets and liabilities		
c) impact the goodwill or negative goodwill	-	-
-		

NOTE 27B

DEFERRED TAX PROVISION (BY CURRENCY)	unit	currency	PLNk	
			2004	2003
a) in Polish currency			290 386	128 863
b) in foreign currencies (by currency and translated into PLN)			-	-
b1. unit/currency			-	-
PLNk			-	-
-			-	-
other currencies (in PLNk)			-	-
Total deferred tax provision			290 386	128 863

NOTE 27C

OTHER PROVISIONS (BY CATEGORY), OF WHICH FOR:	PLNk	
	2004	2003
-off-balance sheet liabilities	7 539	9 581
- for general risk	72 537	92 537
- for disputable items	7 710	7 612
Other provisions in total	87 786	109 730

NOTE 27D

OTHER PROVISIONS	PLNk	
	2004	2003
a) short-term (by type):	-	-
-	-	-
b) long-term (by type):	87 786	109 730
-off-balance sheet liabilities	7 539	9 581
- for general risk	72 537	92 537
- for disputable items	7 710	7 612
Other provisions in total	87 786	109 730

NOTE 27E

OTHER PROVISIONS (BY CURRENCY)	unit	currency	PLNk	
			2004	2003
a) in Polish currency			85 887	109 459
b) in foreign currencies (by currency and its equivalent in PLN)			1 899	271
b1. unit/currency	w tys.	EUR	461	47
PLNk	w tys.	zł	1 881	224
-			-	-
other currencies (in PLNk)	w tys.	zł	18	47
Other provisions, total			87 786	109 730

NOTE 27F

MOVEMENT IN THE BALANCE OF SHORT-TERM PROVISIONS	PLNk	
	2004	2003
Balance at the beginning of the period (by type)	-	-
-	-	-
a) increase (due to)	-	-
-	-	-
b) utilisation (due to)	-	-
-	-	-
c) release (due to)	-	-
-	-	-
Total balance of other short-term provisions at the end of the period	-	-

NOTE 27G

MOVEMENT IN THE BALANCE OF LONG-TERM PROVISIONS	PLNk	
	2004	2003
Balance at the beginning of the period (by type)	109 730	110 594
- off- balance sheet liabilities	9 581	17 053
- for general risk	92 537	87 537
- for disputable items	7 612	6 004
a) increase	13 531	30 086
- off-balance sheet liabilities	11 228	19 748
- translation differences to off-balance sheet liabilities	-	492
- for general risk	-	5 000
- for disputable items	2 303	4 846
b) utilization	(26)	456
- for other items	(26)	456
c) release	(35 449)	(31 406)
- off- balance sheet liabilities	(13 189)	(27 712)
- for general risk	(20 000)	-

- for disputable items	(2 179)	(3 694)
- translation differences to off-balance sheet liabilities	(81)	-
Balance of other long-term provisions at the end of the period	87 786	109 730
- off- balance sheet liabilities	7 620	9 581
- for general risk	72 537	92 537
- for disputable items	7 710	7 612
Total balance of other long-term provisions at the end of the period	87 786	109 730

NOTE 28B

MOVEMENT IN THE BALANCE OF SUBORDINATED LIABILITIES	PLNk	
	2004	2003
Balance at the beginning of the period	-	-
a) increase (due to)	-	-
- interest	-	-
b) decrease (due to)	-	-
- interest	-	-
Balance of subordinated liabilities at the end of the period	-	-

NOTE 29

SHARE CAPITAL (STRUCTURE)

Series / issue	Type of shares	Type of preference	Limitation of rights to shares	Number of shares	Nominal value of series / issue	Form of contributing the capital	Registration date	Right to dividend (beginning from)
A	bearer	none	none	5 120 000	51 200	cash contribution	08.11.1991	01.01.1992
B	bearer	none	none	724 073	7 241	non-cash contribution	21.12.1996	01.01.1997
C	bearer	none	none	22 155 927	221 559	cash contribution	31.12.1996	01.01.1997
D	bearer	none	none	1 470 589	14 706	cash contribution	25.10.1999	01.01.2000
E	bearer	none	none	980 393	9 804	cash contribution	17.05.2000	01.01.2001
F	bearer	none	none	2 500 000	25 000	cash contribution	30.11.2000	01.01.2001
G	bearer	none	none	40 009 302	400 093	non-cash contribution	13.06.2001	01.01.2002
Total number of shares				72 960 284				
Total share capital					729 603			
Nominal value of 1 share (PLN)		10,00						

According to the information available to the Bank's Management Board, as at 31.12.2004 the only shareholder who had at least 5% votes at the General Meeting of BZ WBK Shareholders was AIB European Investments Ltd seated in Dublin

NOTE 30A
OWN SHARES

a	b	c	d	e
Number	Purchase value	Carrying value	Purpose	Use

NOTE 30B

ISSUER'S SHARES OWNED BY SUBORDINATED ENTITIES			
PLNk			
a	b	c	d
Entity	Number of shares	Purchase value	Carrying value

NOTE 31

SUPPLEMENTARY CAPITAL	PLNk	
	2004	2003
a) due to sale of shares over nominal value	261 699	261 699
b) created as required by law	110 157	110 157
c) created in line with Statutes	-	-
d) contributed by shareholders	-	-
e) other (by category)	1 515	1 515
- other	1 515	1 515
Total supplementary capital	373 371	373 371

NOTE 32

REVALUATION RESERVE	PLNk	
	2004	2003
a) revaluation of fixed assets	59 402	62 872
b) deferred income tax	(36 249)	(22 423)
c) foreign exchange differences relating to foreign branches	-	-
d) other (by type)	190 840	118 012
- write-down of debt securities	24 448	(48 653)
- write-down of shares	166 335	166 608
- write-down of leased tangible assets	57	57
-	-	-
Total revaluation reserve	213 993	158 461

NOTE 33

OTHER RESERVE CAPITAL (BY IT'S PURPOSE)	PLNk	
	2004	2003
- general risk fund	499 810	439 810
- reserve capital	751 722	737 477
Other reserve capital, total	1 251 532	1 177 287

NOTE 34**SOLVENCY RATIO**

SOLVENCY RATIO	2004	2003
1. Total capital requirement	1 229 343	1 311 627
2. Own funds used for calculation of solvency ratio	1 914 730	1 929 973
- basic funds	2 122 634	2 088 827
- supplementary funds	59 461	62 928
- deductions from the basic and supplementary funds	(335 647)	(221 782)
- short term capital*	68 282	
3. Solvency ratio	12,46%	11,77%

*Pursuant with Resolution No 1 of the Supervisory Banking Committee dd 4 June 2003, in 2004 changes were introduced to the account treatment of short-term capital used to calculate the capital adequacy ratio. Hence, the short-term capital as at 31 December 2004 totals PLN 68 282k whereas it was nil in the same period last year.

NOTE 35**NET BOOK VALUE**

NET BOOK VALUE	2004	2003
Share capital	729 603	729 603
Supplementary capital	373 371	373 371
Other reserve funds	1 251 532	1 177 287
Revaluation reserve	213 993	158 461
Profit/loss from previous years	-	(21 974)
Net profit (PLN k)	443 326	116 951
Net book value (PLN k)	3 011 825	2 533 699
Number of shares	72 960 284	72 960 284
Net book value per share (PLN)	41,28	34,73

NOTE 36

CONTINGENT LIABILITIES TOWARD CONNECTED ENTITIES	PLNk	
	2004	2003
a) granted guarantees for the benefit of:	61 465	2 935
- subsidiaries	61 465	2 935
- joint ventures	-	-
- associates	-	-
- significant investor	-	-
- dominant entity	-	-
b) other	1 261 752	297 207
- open credit line	1 261 752	297 207
- of which: for the benefit of subsidiaries	1 258 752	293 207
- of which: for the benefit of joint ventures entities	-	-
- of which: for the benefit of associates	3 000	4 000
- of which: for the benefit of significant investor	-	-
- of which: for the benefit of dominant entity	-	-
-	-	-
- of which: for the benefit of subsidiaries	-	-
- of which: for the benefit of joint ventures entities	-	-
- of which: for the benefit of associates	-	-
- of which: for the benefit of significant investor	-	-
- of which: for the benefit of dominant entity	-	-
-	-	-
Contingent liabilities for the benefit of connected entities in total	1 323 217	300 142

NOTE 37

CONTINGENT LIABILITIES FROM CONNECTED ENTITIES	PLNk	
	2004	2003
a) received guarantees:	-	-
- from subsidiaries	-	-
- from joint ventures	-	-
- from associates	-	-
- from significant investor	-	-
- from dominant entity	-	-

b) other	-	-
-	-	-
- of which from: subsidiaries	-	-
- of which from: joint ventures	-	-
- of which from: associates	-	-
- of which from: significant investor	-	-
- of which from: dominant entity	-	-
-	-	-
- of which from: subsidiaries	-	-
- of which from: joint ventures	-	-
- of which from: associates	-	-
- of which from: significant investor	-	-
- of which from: dominant entity	-	-
-	-	-
Total contingent liabilities from connected entities	-	-

NOTE 38

INTEREST INCOME	PLNk	
	2004	2003
a) from financial sector	128 013	149 000
b) from non-financial sector	795 705	750 311
c) from public sector	57 292	41 800
d) from fixed income securities	406 705	416 667
e) other	-	-
Interest income, total	1 387 715	1 357 778

NOTE 39

INTERESTS EXPENSE	PLNk	
	2004	2003
a) from financial sector	(112 179)	(104 475)
b) from non-financial sector	(435 699)	(444 863)
c) from public sector	(40 165)	(31 210)
d) other	-	-
Interest expense, total	(588 043)	(580 548)

NOTE 40

COMMISSION INCOME	PLNk	
	2004	2003
a) commissions on banking operations	636 382	596 955
b) commissions on brokerage operations	-	-
Commission income, total	636 382	596 955

NOTE 41

INCOME FROM SHARES OR INTERESTS, OTHER SECURITIES AND OTHER FINANCIAL INSTRUMENTS WITH VARIABLE YIELD	PLNk	
	2004	2003
a) from subsidiaries	54 924	17 378
b) from joint ventures	-	-
c) from associates	2	-
d) from other entities	60 419	34 152
Total income from shares or interests, other securities and other financial instruments with variable yield	115 345	51 530

"Income from shares or interest, other securities and other financial instruments with variable yield" contains dividends and revenues and costs related to the interests in subsidiaries, associates and joint ventures.

NOTE 42

PROFIT ON FINANCIAL OPERATIONS	PLNk	
	2004	2003
a) securities and other financial instruments	(2 085)	11 356
- income from transactions in securities and other financial instruments	111 147	318 268
- costs of transactions in securities and other financial instruments	(113 232)	(306 912)
b) other	-	-
Total profit on financial operations	(2 085)	11 356

NOTE 43

OTHER OPERATING INCOME	PLNk	
	2004	2003
a) management of third party assets	5 950	5 799
b) sale or liquidation of fixed assets, intangible assets and assets for disposal	7 426	5 758
c) recovery of prescribed, written-off and irrecoverable debts	1 395	1 256
d) received compensations, penalties and fines	226	55
e) received donations	1 043	134
f) other (due to)	36 128	29 868
- sundry income	12 525	13 163
- provisions for future obligations	2 688	5 665
- release of merger provisions	1 106	61
- release of provision for future commitments	11 208	3 694
- debt recovery costs reimbursements	1 499	370
- insurance compensations	517	321
- BFG fee reimbursements	581	148
- other	6 004	6 446
Other operating income, total	52 168	42 870

NOTE 44

OTHER OPERATING COSTS	PLNk	
	2004	2003
a) from management of third party assets	-	-
b) sales or liquidation of fixed assets, intangible assets and assets for disposal	(2 384)	(15 615)
c) due to prescribed, written-off and irrecoverable debts	(2 110)	(1 697)
d) paid compensations, penalties and fines	(852)	(257)
e) donations granted	(1 300)	(1 211)
f) other (due to)	(35 263)	(61 744)
- sundry costs	(505)	(425)
- contributions to organisations where membership is not obligatory	(598)	(397)
- costs of court proceedings	(204)	(743)
- impairment charges for tangible fixed assets	(4 161)	(35 713)
- provision for other assets	(3 482)	(9 997)
- provisions for future commitments	(20 747)	(5 970)
- debt collection cost provision	(3 097)	(4 127)

- other	(2 469)	(4 372)
Other operating costs, total	(41 909)	(80 524)

NOTE 45

COSTS OF BANK'S OPERATIONS AND GENERAL MANAGEMENT	PLNk	
	2004	2003
a) remuneration	(394 648)	(410 227)
b) insurance and other employment costs	(86 920)	(98 472)
c) supplies, consumables etc.	(189 784)	(211 843)
d) taxes and fees	(15 839)	(14 561)
e) contribution to Banking Guarantee Fund	(5 301)	(7 110)
f) other (due to)	(181 701)	(215 890)
- repairs and renovations	(15 352)	(14 087)
- external services	(46 574)	(69 703)
- security costs	(13 907)	(18 939)
- maintenance and rentals	(105 868)	(113 161)
Bank's operating costs and general management costs in total	(874 193)	(958 103)

The " insurance and other employee cost" contains salary charges as at 31.12.2003 r. - 73.866 PLN k, compared to 31.12.2004 r. - 66 421 PLN k.

NOTE 46

TRANSFERS TO PROVISION AND REVALUATION	PLNk	
	2004	2003
a) transfers to provisions for:	(416 333)	(671 554)
- regular receivables	-	-
- watch receivables		(210)
- problem receivables	(405 105)	(646 596)
- general banking risk		(5 000)
- off balance sheet liabilities	(11 228)	(19 748)
b) revaluation:	(111)	(8 617)
- financial assets	(111)	(8 617)
Total transfers to provisions and revaluation	(416 444)	(680 171)

NOTE 47

RELEASE OF PROVISIONS	PLNk	
	2004	2003
a) release of provisions for:	290 237	553 364
- regular receivables	-	-
- watch receivables	-	-
- problem receivables	257 048	525 652
- general banking risk	20 000	-
- off balance sheet liabilities	13 189	27 712
b) revaluation:	500	167
- financial assets	500	167
Total release of provisions	290 737	553 531

NOTE 49

EXTRAORDINARY GAINS	PLNk	
	2004	2003
a) force majeure		506
b) other (due to)	-	-
Extraordinary gains, total	-	506

NOTE 50

EXTRAORDINARY LOSSES	PLNk	
	2004	2003
a) force majeure	-	-
b) other (due to)	-	-
Extraordinary losses, total	-	-

NOTE 51A

CURRENT INCOME TAX	PLNk	
	2004	2003
1. Profit (loss) before taxation	455 624	209 287
2. Differences between accounting profit (loss) and taxable income:	174 429	73 915
- non-taxable income	(513 821)	(878 665)
- taxable income not included in P&L account	131 012	303 662
- adjustment for valuation of subordinated entities	80 201	20 680
- non tax deductible costs	718 917	811 774
- taxable costs not included in P&L account	(240 380)	(184 564)
- relieves (donations, bonuses) expenses and investments to which taxpayer lost rights	(1 500)	1 028
- investment expenditures the taxpayer is no longer entitled to - increasing the taxable basis for income tax		
3. Tax base	630 053	283 202
4. Income tax 19% / 27%	(119 710)	(76 465)
5. Increases, relinquishment, exemption, deduction, reduction in tax	(17 169)	(4 722)
6. Current income tax presented (disclosed) in a tax return for the period, of which:	(102 541)	(71 743)
- disclosed in the profit and loss account	(102 541)	(71 743)
- relating to items which decreased or increased the shareholders'	-	-
- relating to items which decreased or increased the goodwill or negative goodwill	-	-

Figure PLN 488 k is dividend income tax and it's not disclosed in income tax declaration for 31.12.2004

NOTE 51B

DEFERRED INCOME TAX DISCLOSED IN PROFIT AND LOSS ACCOUNT	PLNk	
	2004	2003
- decrease (increase) arising on origination and reversal of timing differences	(27 699)	(5 429)
- decrease (increase) due to change in tax rates		57 086
- decrease (increase) due to previously not disclosed tax loss, tax premium or timing difference of the previous period	-	-
- other components of deferred tax	-	(15 108)
- reclassification to temporary differences from permanent differences		(15 108)
-		
Total deferred income tax	(27 699)	36 549

NOTE 51C

TOTAL DEFERRED TAX	PLNk	
	2004	2003
- included in shareholders' equity	36 249	16 702
- included in goodwill or negative goodwill	-	-

NOTE 51D

INCOME TAX DISCLOSED IN PROFIT AND LOSS ACCOUNT RELATING TO	PLNk	
	2004	2003
- discontinued operations	-	-
- profit/loss on extraordinary operations	-	136

NOTE 52

OTHER OBLIGATORY PROFIT REDUCTIONS (LOSS INCREASES), DUE TO:	PLNk	
	2004	2003
Other obligatory profit reductions (loss increases) due to:	-	-
-	-	-
Other obligatory profit reductions (loss increases) in total	-	-

NOTE 53

PARTICIPATION IN NET PROFIT (LOSS) OF SUBORDINATED ENTITIES COMPANIES VALUED UNDER EQUITY METHOD, OF WHICH:	PLNk	
	2004	2003
- write-down of goodwill of subordinated entities		
- write-down of negative goodwill of subordinated entities	3 055	2 893
- write-down of difference in valuation of net assets	77 146	17 787
Total	80 201	20 680

NOTE 54**The Management Board proposal of profit allocation for 2004 and profit allocation for 2003**

The 2004 net profit totalled PLN 443 326 189,90. The Management Board proposal of profit allocation:

- dividend payout	PLN 177 293 490,12
- reserve capital	PLN 236 032 699,78
- general risk fund	PLN 30 000 000,00

Profit allocation for 2003

- dividend payout	PLN 23 347 k
- basic funds:	PLN 71 630 k
- reserve capital	PLN 11 630 k
- general risk fund	PLN 60 000 k
- allocated to cover the impact of retrospective introduction of amendments to the Accounting Act	PLN 21 974 K

NOTE 55**Earnings per share**

	2004	2003
Net profit for 12 months	443 326	116 951
Weighted average number of ordinary shares	72 960 284	72 960 284
Earnings per share	6,08	1,60

NOTES TO THE CASH FLOW STATEMENT

The Cash Flow Statement is prepared using the indirect method

Cash

	2004	2003
Cash in hand	410 702	405 809
Valuable marks	1 259	1 096
Current account in the central bank	788 182	754 576
Current accounts in other banks	19 123	205 153
Total	1 219 266	1 366 634

The split of the cash flow statement into operating, investing and financing activities is based on the following:

- scope of information for particular kinds of activities as specified in the statement template,
- guidelines of the General Inspectorate of the Banking Supervision
- the nature of operations performed by Bank Zachodni WBK S.A.

The operating activities cover the basic range of Bank Zachodni WBK S.A. activities not included in investing or financing activities.

The investing activities comprise:

- * purchase and sale of:
 - tangible fixed assets
 - intangible assets
 - shares and other securities available-for-sale or held to maturity
 - debt securities available for sale and held to maturity
- * other items related to the investing activities (i.e. dividends, changes in the balance of subordinated loans, interest earned on the investing activities)

The financing activities comprise:

- * increases and decreases due to:
 - drawdown and repayment of loans and advances from banks and other financial institutions
 - subordinated liabilities
 - issue and redemption of bonds and other securities from financial institutions
- * other items related to financing activities (i.e. dividend payments, other profit allocations, interest earned)

"Depreciation" in the cash flow statement (Other operating activities) differs from depreciation in P&L account by amounts of:

· depreciation of PFC equipment	PLN (1.549) k
· impairment loss	PLN 1.937 k
· write down of leased assets	PLN 730 k
· provisions on fixed and intangible assets	PLN (307) k

The item "movements in the balance of debt securities" includes only changes in the balance of securities held for trading and available for sale. Information of changes in debt securities held to maturity are incorporated in the following items:

- "sales of shares or interests in other entities, of other securities and other assets" (investing activities) - PLN 203.492 k,
- "purchase of shares or interests in other entities, of other securities and other assets" (investing activities) – PLN (158.774) k.

The item "movement in the balance of loans and advances to the financial sector" does not include movement

The item "movements in the balance of shares, interests and other securities includes only the changes in assets held for trading (disclosed in the operating activities); the data on changes in shares, interests and other securities available for sale or held to maturity are included in the cash flows from investing activities.

The item "movements in the balance of deposits from the financial sector" does not include:

- repayments of BFG loan - PLN 16.907 k,
- repayments of EBOR loan - PLN 24.247 k.

The item "movements in the balance of other liabilities" includes the changes in the balance of "other assets" and "special funds and other liabilities". The amount thus calculated was adjusted for:

- income tax settlements - PLN (13.873) k,
- change in the balance of assets intended for sale in the amount of PLN 157 k included in "other adjustments" in operating activities.

The item "other adjustments" includes adjustments relating to:

- change in the balance of assets intended for sale in the amount of PLN 157 k,
- tangible fixed assets and intangibles PLN (4.319) k,
- other PLN 1 k.

Moreover "other investment inflows" contain:

- dividends received – PLN 64.974 k,
- donations received – PLN 1.043 k.

"Other investment outflows" contain:

- donations granted - PLN (1.779) k.

The item "Other expenses" under financial activity includes:

- fee paid in to the Banking Guarantee Fund - PLN (5.302) k.