

Warsaw, January 23, 2009

Report on the activities of the Audit Committee of the Supervisory Board of BRE Bank SA in 2008

Legal basis

The Audit Committee of the Supervisory Board of BRE Bank SA acts as a Standing Committee in accordance with:

- the Corporate Governance Rules also known as "Best Practices of Public Companies 2007" of Warsaw Stock Exchange (part III point 7)
- the By-Laws of BRE Bank S.A. (§ 22 (3) No. 2))
- the Rules of the Supervisory Board of BRE Bank SA (§ 12 (3) No. 2)).

Composition

During the year 2008 the Audit Committee consisted of the following members:

- Dr. Achim Kassow as Chairman (till 13.03.2008)
- Martin Zielke (since 14.03.2008 as Member, since 08.08.2008 as Chairman)
- Martin Blessing as Member (till 04.09.2008)
- Dr. Andre Carls as Member (since 05.09.2008)
- Maciej Leśny as Member
- Prof. Jan Szomburg as Member.

Meetings / Activities / Decisions

In year 2008 the Audit Committee had four meetings: on January 24th, March 7th, August 8th and October 16th.

During the meeting held on January 24th in Warsaw, the Audit Committee was informed about:

- the preliminary BRE Bank Group results for 2007,
- major audit findings regarding the financial year 2007 (by external auditor),
- the opinion of the Internal Audit Department on the control system in BRE Bank in 2007 (this opinion has been acknowledged by the Audit Committee).

The Audit Committee decided to recommend to the Supervisory Board the Plan of the Activities of the Internal Audit Department for the year 2008.

Furthermore, the Audit Committee discussed with guests responsible for the accounting and controlling function of the Bank the matter of cooperation with the present auditor (PwC) in order to have an opinion in the context of the future recommendation of the continuation of the cooperation with PwC as an auditor of the financial statements 2008.

On February 28th the Audit Committee took the following decisions in a circular mode:

- recommendation to the General Shareholders' Meeting of the appointment of PricewaterhouseCoopers as the auditor of the financial statements and consolidated financial statements
- recommendation to the Supervisory Board of the approval of the Consolidated Financial Statements of the BRE Bank Group for 2007,

- recommendation to the Supervisory Board of the approval of the Report of the Management Board of BRE Bank SA and the Financial Statements of BRE Bank SA for 2007.

The meeting on March 7th was held via conference call. The Audit Committee approved the final amendments of the Plan of the Activities of the Internal Audit Department for the year 2008. Additionally, the subject of Best Practices of the Audit Committee Work was discussed.

During the meeting held on August 8th the Audit Committee appointed its new Chairman and was dealing among others with:

- the KNF (Banking Supervision) report regarding results of last inspection
- financial situation as at the end of Q2, 2008
- results of the external audits by PwC.

In order to fulfil the requirements of new Best Practices of the Companies listed on WSE and the requirements of Best Practices of the Audit Committee Work, relevant decisions were taken:

- recommendation to the Supervisory Board to adopt new Rules of Procedure for the Audit Committee
- decision on recommendations for the Management Board.

The last meeting of the Audit Committee in 2008 took place on October 16th. The major topics included among others:

- report on comprehensive income as at 31.08.2008
- status of fulfilling the KNF recommendations by the Bank
- external audit approach and key areas of focus for the audit of the financial year 2008 (by external auditor).

Also, the decision was taken to invite the external auditor as permanent guests to the Audit Committee meetings.

In every meeting the Audit Committee exercised the regular supervision of BRE Bank's internal audit system in form of being regularly informed about actions taken regarding the most important risk related topics.

Moreover, the Audit Committee was informed on a regular basis about the results and financial situation of the Bank before the publication of the quarterly results of BRE Bank Group (regardless of the dates of the Audit Committee meetings).

Martin Zielke
Chairman of the Audit Committee