

SECURITIES AND EXCHANGE COMMISSION

Annual Report SAB-R 2003

(Pursuant to § 57 .1. 3 of the Regulation of the Council of Ministers of 16 October 2001 –
Journal of Laws No 139.1569 and 2002 – No 31.280)

(for banks)

For this year, period starting 01.01.03 ending 31.12.03

and for previous year, period starting 01.01.02 ending 31.12.02

27 February 2004
(date of submittal)

BRE BANK SPÓŁKA AKCYJNA .

(Full name of the issuer)

BRE BANK SA

(Abbreviated name of the issuer)

00-950

(Post code)

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(City)

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PricewaterhouseCoopers Sp. z o.o.

(Registered audit company)

The Annual Report comprises:

- ☐ Letter by the President
- ☐ Opinion and Report of the registered audit company (auditor)
- ☐ Financial statements
- ☐ Introduction
- ☐ Balance sheet
- ☐ Income statement
- ☐ Movements in equity
- ☐ Cash flow statement
- ☐ Notes and additional explanatory notes
- ☐ Commentary of the Management Board (report on the issuer's business)

SELECTED FINANCIAL DATA	PLN '000		EUR '000	
	2003	2002	2003	2002
I. Interest income	865 812	1 472 137	194 678	380 427
II. Commission income	266 135	227 000	59 841	58 661
III. Profit (loss) on banking activity	605 799	814 025	136 214	210 359
IV. Operating profit (loss)	47 624	(299 159)	10 708	(77 308)
V. Gross profit (loss) before tax	47 692	(299 045)	10 724	(77 279)
VI. Net profit (loss)	1 836	(379 221)	413	(97 998)
VII. Net cash from operating activities	4 129 075	(244 898)	928 424	(63 286)
VIII. Net cash from investing activities	84 248	(621 047)	18 943	(160 490)
IX. Net cash from financing activities	(542 466)	514 169	(121 974)	132 871
X. Total net cash flows	3 670 857	(351 776)	825 394	(90 905)
XI. Total assets	26 862 397	24 849 566	5 694 805	6 181 177
XII. Liabilities to National Bank of Poland	-	1 532	-	381
XIII. Liabilities to financial institutions	7 205 743	6 690 955	1 527 611	1 664 334
XIV. Liabilities to non-financial and public institutions	11 845 154	10 127 671	2 511 163	2 519 196
XV. Equity capital	1 583 287	1 582 497	335 656	393 636
XVI. Share capital	91 882	91 882	19 479	22 855
XVII. Number of shares	22 970 500	22 970 500	22 970 500	22 970 500
XVIII. Book value per share (in PLN/EUR)	68.93	68.89	14.61	17.14
XIX. Diluted book value per share (in PLN/EUR)	-	-	-	-
XX. Solvency ratio (%)	9.45	10.01	9.45	10.01
XXI. Profit (loss) per ordinary share (in PLN/EUR)	0.08	(16.51)	0.02	(4.27)

BALANCE SHEET

	Note	2003 current year	2002 previous year
ASSETS			
I. Cash in hand and in the National Bank of Poland	1	473 243	360 538
II. Debt securities eligible for refinancing at National Bank of Poland		52 765	49 021
III. Receivables from financial institutions	2	4 957 906	3 265 405
1 Current receivables		2 130 704	921 877
2 Term receivables		2 827 202	2 343 528
	3	9 635 845	9 275 400
IV. Receivables from non-financial institutions			
1 Current receivables		1 509 900	1 668 859
2 Term receivables		8 125 945	7 606 541
V. Receivables from public institutions	4	1 585 554	50 367
1 Current receivables		7 726	11 427
2 Term receivables		1 577 828	38 940
VI. Receivables under acquired securities with a buy-back clause	5	254 318	283 731
VII. Debt securities	6	3 945 658	5 312 796
	7, 10	899 270	871 089
VIII. Stocks or shares in subsidiaries			
	8, 10	-	-
IX. Stocks or shares in correlative			
	9, 10	358	3 924
X. Stocks or shares in affiliates			
XI. Stocks or shares in other companies	11	9 287	12 830
	12	2 833 777	3 040 788
XII. Other securities and financial assets			
	14	226 632	259 258
XIII. Intangible fixed assets, including:			
- goodwill of company		55 061	60 140
XIV. Tangible fixed assets	15	939 710	874 989
XV. Other assets	16	381 355	278 569
1. Assets acquired - for sale		49	2 736
2. Other		381 306	275 833
XVI. Prepayments	17	666 719	910 861
1. Deferred income tax		634 802	904 236
		31 917	6 625
2. Other prepayments			
TOTAL ASSETS		26 862 397	24 849 566
		-	-
Liabilities			
I. Liabilities to National Bank of Poland		-	1 532
	20	7 205 743	6 690 955
II. Liabilities to financial institutions			
1 Current liabilities		1 095 470	1 408 358
2. Term liabilities		6 110 273	5 282 597
	21	11 779 674	10 009 117
III. Liabilities to non-financial institutions			
1. Saving accounts, including:		2 987 016	1 958 640
a) current		2 324 341	1 484 675
b) term		662 675	473 965
2. Other, including		8 792 658	8 050 477
a) current		3 542 926	3 289 887
b) term		5 249 732	4 760 590
	22	65 480	118 554
IV. Liabilities to public institutions			
1 Current liabilities		48 011	69 683

2. Term liabilities		17 469	48 871
V. Liabilities due to sold securities with buy-back clause	23	1 464 997	1 942 315
VI. Liabilities due to issue debt securities	20, 21, 22, 24	165 298	25 286
1. Short-term		106 218	25 286
2. Long-term		59 080	-
VII. Liabilities due to other financial instruments		2 346 443	2 233 465
VIII Special funds and other liabilities	25	113 393	98 957
IX. Accruals, deferred income and qualified income	26	282 711	222 392
1. Accruals		46 992	45 712
2. Goodwill (negative figure)		-	-
3. Other deferred and qualified income		235 719	176 680
X. Reserves	27	675 896	918 972
1. Income tax reserve		559 356	789 122
2. Other		116 540	129 850
c) short-term		-	-
b) long-term		116 540	129 850
XI. Subordinated liabilities	28	1 179 475	1 005 524
XII. Share capital	29	91 882	91 882
XIV. Payment for share capital (negative figure)		-	-
	30	-	-
XV. Supplementary capital	31	748 739	748 738
XVI. Revaluation capital	32	(1 636)	(3 045)
XVII. Other reserve capital	33	744 922	1 352 915
XVIII. Profit (loss) from previous years		(2 456)	(228 772)
XIX. Net profit (loss)		1 836	(379 221)
Total liabilities		26 862 397	24 849 566
Capital adequacy ratio (%)	34	9.45	10.01
Book value		1 583 287	1 582 497
Number of shares		22 970 500	22 970 500
Book value per share (in PLN)	35	68.93	68.89

OFF-BALANCE-SHEET ITEMS	Note	2003 current year	2002 previous year
I. Contingent liabilities extended and received		8 059 446	7 247 668
1. Liabilities extended	36	7 554 045	6 660 149
a) financing		3 866 943	4 135 993
b) guarantees		3 687 102	2 524 156
2. Liabilities received	37	505 401	587 519
a) financing		108 634	134 654
b) guarantees		396 767	452 865
II. Liabilities related to realised purchase/sale transactions		184 177 234	145 902 647
III. Other (due to)		-	-
Total off-balance-sheet items		192 236 680	153 150 315

PROFIT AND LOSS ACCOUNT	Note	2003 current year	2002 previous year
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I. Interest income	38	865 812	1 472 137
II. Interest expense	39	737 056	1 145 364
III. Net interest income (I-II)		128 756	326 773
IV. Commission income	40	266 135	227 000
V. Commission expenses		89 074	55 674
VI. Net commission income (IV-V)		177 061	171 326
VII. Profit on stocks or shares, other securities and financial instruments with variable income	41	22 540	22 905
1. From subsidiaries		4 729	10 586
2. From correlatives		-	-
3. From affiliates		17 657	6 450
4. From others		154	5 869
VIII. Profit (loss) on financial operations	42	21 745	(100 222)
IX. Profit (loss) on foreign exchange gains/losses		255 697	393 243
X. Profit (loss) on banking activity		605 799	814 025
XI. Other operating income	43	48 221	31 915
XII. Other operating expenses	44	24 710	53 697
XIII. Operating and general management expenses	45	463 657	470 607
XIV. Depreciation of tangible and intangible fixed assets		135 124	125 875
XV. Deduction for reserves and revaluation	46	265 362	804 350
1 Deduction for specific reserves and to general banking risk		263 864	721 488
2. Revaluation of financial assets		1 498	82 862
XVI. Termination of reserves and revaluation	47	282 457	309 430
1 Termination of specific reserves and general banking risk reserves		281 234	289 527
2. Revaluation of financial assets		1 223	19 903
XVII. Difference in value of reserves and revaluation (XV-XVI)		(17 095)	494 920
XVIII. Operating profit (loss)		47 624	(299 159)
XIX. Profit (loss) on extraordinary items		68	114
1. Extraordinary gains	49	180	359
2. Extraordinary losses	50	112	245
XX. Profit (loss) before tax		47 692	(299 045)
XXI. Income tax	51	41 892	(98 968)
1. Current part		550	534
2. Postponed part		41 342	(99 502)
XXII. Other obligatory deductions of profit (increase of loss)	52	-	-
XXIII. Participation in net profit (loss) of subordinated valued equity method	53	(3 964)	(179 144)
XXIV. Net profit (loss)	54	1 836	(379 221)
Net profit (loss) (for 12 months)		1 836	(379 221)
Weighted average number of ordinary shares		22 970 500	22 970 500
Net profit (loss) per 1 ordinary share [PLN]	55	0.08	(16.51)

MOVEMENTS IN EQUITY	2003 current year	2002 previous year
I. Equity as at the beginning of the period (OB)	1 582 497	2 432 684
a) changes to accounting policy	(2 456)	(213 626)
I.a. Equity as at the beginning of the period (OB) after reconciliation to comparative data	1 580 041	2 219 058
I. Share capital as at the beginning of the period	91 882	91 882
1.2. Share capital as at the end of the period	91 882	91 882
a) increase (due to):	(4 545)	-
- purchase	(4 545)	
b) decrease (due to):	(4 545)	-
- given to shareholders due to merge Bank Częstochowa	(4 545)	
4. Supplementary capital as at the beginning of the period	748 738	748 738
4.1. Movements in the supplementary capital	1	-
a) increase (due to):	1	-
- other	1	
4.2. Supplementary capital as at the end of the period	748 739	748 738
5. Revaluation reserve as at the beginning of the period	(3 045)	23 115
5.1. Movements in revaluation reserve	1 409	(26 160)
a) increase (due to)	78 126	4 904
- revaluation of securities available for sale	28 582	1 667
- foreign exchange gain (losses)	28 382	1 921
- deferred income tax	14 140	1 316
- revaluation of fixed assets	7 022	-
b) decrease (due to)	76 717	31 064
- revaluation of securities available for sale	34 164	31 050
- foreign exchange gain (losses)	25 467	14
- deferred income tax	12 277	-
- revaluation of fixed assets	4 809	
5.2. Revaluation reserve as at the end of the period	(1 636)	(3 045)
6. General banking risk reserve as at the beginning of the period	558 000	453 000
6.1. Movements in general banking risk reserve	-	105 000
a) increase (due to)	-	105 000
- appropriation of profit	-	105 000
6.2. General banking risk reserve as at the end of the period	558 000	558 000

7. Other supplementary capitals as at the beginning of the period	794 915	794 915
7.1. Changes in other supplementary capitals	(607 993)	-
b) decrease (due to)	607 993	-
- loss coverage	607 993	
7.2. Other supplementary capital as at the end of the period	186 922	794 915
8. Profit (loss) from previous years as at the beginning of the period	(607 993)	336 180
8.1. Profit from previous years as at beginning of the period	-	336 180
8.2. Profit from previous years as at the beginning of the period after reconciliation to comparative data	-	336 180
8.3. Change of profit from previous years	-	(336 180)
b) decrease (due to):	-	336 180
- deduction to general banking risk	-	105 000
- supply to Company Social Fund	-	1 475
- dividend for shareholders	-	229 705
8.5. Loss from previous years at the beginning of the period	(607 993)	-
a) changes to accounting policies	(2 456)	(228 772)
b) adjustment of key miscalculation	-	-
8.6. Loss from previous years as at the beginning of the period after reconciliation to comparative data	(610 449)	(228 772)
8.7. Change of loss from previous years	607 993	-
b) decrease (due to):	(607 993)	-
- coverage from supplementary capital	(607 993)	-
8.8. Loss from previous years as at the end of year	(2 456)	(228 772)
8.9. Profit (loss) from previous years as at the end of year	(2 456)	(228 772)
9. Net profit	1 836	(379 221)
a) net loss	1 836	-
b) net profit	-	(379 221)
II. Equity as at the end of the period (CB)	1 583 287	1 582 497
III. Equity including proposed profit distribution (coverage of loss)	1 583 287	1 582 497

CASH FLOWS STATMENT	2003 current year	2002 previous year
A. Net cash flows from operating activities		
I. Net profit (loss)	1 836	(379 221)
II. Total adjustments for:	4 127 239	134 323
1. Participation in profit (loss) of subordinated companies priced with equity method	3 964	179 144
2. Depreciation	135 124	125 875
3. Foreign exchange gains/losses	390 335	78 498
4. Interest and dividends	57 930	80 896

5. (Profit) loss on investments	(14 112)	92 825
6. Change in provisions	(310 362)	44 366
7. Change in debt securities	1 367 354	(502 454)
8. Change in receivables from financial institutions	1 924 840	27 023
9. Change in receivables from non-financial institutions	(1 888 636)	651 424
10 . Change in receivables from acquired securities with a repurchased clause	29 413	(228 766)
11. Change in stocks or shares and securities and other financial instruments	49 877	19 163
12. Change in liabilities to financial institutions	781 753	(1 405 382)
13. Change in liabilities to non-financial institutions	1 639 887	262 283
14. Change in liabilities due to sold securities with a buy-back clause	(477 318)	809 591
15. Change in liabilities due to securities	82 009	25 286
16. Change in other liabilities	61 560	532 643
17. Change in prepayments	234 582	(154 264)
18. Change in deferred and qualified income	59 039	(503 828)
19. Other	-	-
III. Net cash flows from operating activities (I+/- II) - indirect method	4 129 075	(244 898)
B. Net cash flows from investment operations (I-II)		
I. Incomes	267 584	495 376
1. Sale of stocks or shares in subsidiaries	10 808	183 681
2. Sale of stocks or shares in correlatives	-	-
3. Sale of stocks or shares in affiliates	21 624	21 318
4. Sale of other stocks or shares, securities and other financial instruments	223 160	263 523
5. Sale of intangible and tangible fixed assets	3 844	3 970
6. Sale of investment in real estate and intangible fixed assets	-	-
7. Other incomes	8 148	22 884
II. Expenses	183 336	1 116 423
1. Purchase of stocks or shares in subsidiaries	12 191	662 611
2. Purchase of stocks or shares in correlatives	-	-
3. Purchase of stock or shares in affiliated	9 891	11 760
4. Purchase of other stocks or shares, securities and other financial instruments	22 264	262 340
5. Purchase of intangible and tangible fixed assets	50 046	69 987
6. Investment in real estate and intangible fixed assets	88 944	109 725
7. Other investments' expenses	-	-
III. Net cash flows from Investment Operations (I-II)	84 248	(621 047)
C. Net cash flows from financing activities (I-II)		
I. Incomes	1 493 367	923 665
1. Long term loans received from other banks	1 426 737	-
2. Long term loans received from financial sector, excluding banks	8 430	-
3. Issue of securities	58 200	-
4. Change in subordinated liabilities in plus	-	923 665
5. Net cash from shares' issue and payment to capital	-	-
6. Other financial income	-	-

II. Expenses	2 035 833	409 496
1. Long term loans repaid to other banks	1 877 034	57 773
2. Long term loans repaid to other financial institutions	43 092	18 238
7. Dividends and other payments to owners	-	229 705
8. Dividends and other participation in profit payments for minority	-	-
9 Payments for allocation of the profit (diferrent than payments to owners)	4 545	-
10. Other financial expenses	111 162	103 780
III. Net cash flows from financing activities (I-II)	(542 466)	514 169
D. Total net cash flows (A+B+C)	3 670 857	(351 776)
E. Net change in cash	3 670 857	(351 776)
- including change in cash due to foreign exchange	23 929	4 257
F. Cash at the beginning of the period	1 372 576	1 724 352
G. Cash at the end of the period (F+ D)	5 043 433	1 372 576
	-	-

A. Explanatory Notes

Additional Explanatory Notes to the Balance Sheet

Note 1A

CASH AND BALANCES WITH CENTRAL BANK	2003 current year	2002 previous year
a) Current account	473 243	360 538
Total cash and balances with the Central Bank	473 243	360 538

Note 1B

CASH AND CASH EQUIVALENTS (BY CURRENCY)	2003 current year	2002 previous year
a. in PLN	447 657	333 872
b. In foreign currencies (by currency and after translation into PLN)	25 586	26 666
b1. currency/unit USD'000	1 978	2 325
PLN'000	7 399	8 926
b2. currency/unit EUR'000	3 194	3 701
PLN'000	15 068	14 877
b3. currency/unit GBP'000	136	130
PLN'000	909	804
b4. currency/unit SEK'000	615	579
PLN'000	319	253
b5. currency/unit CHF'000	325	349
PLN'000	983	965
b6. currency/unit NOK'000	413	501
PLN'000	231	276
	-	-
b7. other currencies	677	565
Total cash and cash equivalents	473 243	360 538

Note 2A

AMOUNTS FROM THE FINANCIAL SECTOR (BY TYPE)	2003 current year	2002 previous year
a) current accounts	2 130 704	921 877
b) bank loans, placements and other borrowings, including:	2 804 786	2 257 630
- deposits in other banks and another financial institutions	1 549 087	711 007
c) receivables purchased	-	16 770
d) realised guarantees and warranties	-	9 270
e) other receivables	42 125	95 816
- charges to be settled	42 125	2 369
- other receivables	-	93 447
f) Interest:	32 453	27 497
- not due	25 193	24 432
- due	7 260	3 065
Total (gross) amounts due from the financial sector	5 010 068	3 328 860
g) Provision for loans to the financial sector (negative amount)	(52 162)	(63 455)
Total (net) amounts due from the financial sector	4 957 906	3 265 405

Loans where no interest is accrued amount to PLN 10,311 thousand.

NOTE 2B

AMOUNTS (GROSS) DUE FROM THE FINANCIAL SECTOR (BY MATURITY)	2003 current year	2002 previous year
a) current amounts due	2 130 704	921 877
b) term amounts due within:	2 846 911	2 379 486
- up to 1 month	765 566	169 218
- 1 to 3 months	247 731	110 972
- 3 months to 1 year	1 234 422	475 069
- 1 to 5 years	474 495	1 153 494
- over 5 years	77 853	408 154
- overdue	46 844	62 579
c) interest	32 453	27 497
- not due	25 193	24 432
- due	7 260	3 065
Total (gross) amounts due from the financial sector	5 010 068	3 328 860

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

Note 2C

AMOUNTS (GROSS) DUE FROM THE FINANCIAL SECTOR (BY ORIGINAL MATURITY)	2003 current year	2002 previous year
a) current amounts due	2 130 704	921 877
b) term amounts due	2 846 911	2 379 486
- up to 1 month	-	-
- 1 to 3 months	-	-
- 3 months to 1 year	-	-
- 1 to 5 years	-	-
- over 5 years	-	-
c) interest	32 453	27 497
- not due	25 193	24 432
- due	7 260	3 065
Total (gross) amounts due from the financial sector	5 010 068	3 328 860

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

Note 2D

AMOUNTS (GROSS) DUE FROM THE FINANCIAL SECTOR (BY CURRENCY)	2003 current year	2002 previous year
a. in PLN	2 130 098	879 460
b. In foreign currencies (by currency and after translation into PLN)	2 879 970	2 449 400
b1. currency/unit USD'000	301 491	203 285
PLN'000	1 127 727	780 372
b2. currency/unit EUR'000	338 340	373 534
PLN'000	1 595 950	1 501 684
b3. currency/unit GBP'000	514	494
PLN'000	3 430	3 055
b4. currency/unit SEK'000	1 405	15 353
PLN'000	729	6 718
b5. currency/unit CHF'000	41 905	50 422
PLN'000	126 892	139 544
b6. currency/unit NOK'000	25 633	18 078
PLN'000	14 365	9 972
b7. other currencies	10 877	8 055
Total (gross) amounts due from the financial sector	5 010 068	3 328 860

Note 2E

AMOUNTS (GROSS) DUE FROM THE FINANCIAL SECTOR	2003 current year	2002 previous year
1. "Normal" loans	4 748 478	3 206 903
2. "Watch" loans	160 590	4 620
3. Non-performing loans, including:	68 547	89 840
a) substandard	-	-
b) doubtful	10 071	26 910
c) loss	58 476	62 930
4. Interest	32 453	27 497
a) not due	25 193	24 432
b) due	7 260	3 065
- on "normal" and "watch" loans	1 400	-
- on non-performing loans	5 860	3 065

Total (gross) amounts due from the financial sector	5 010 068	3 328 860
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Note 2F

VALUE OF COLLATERAL REDUCING THE BASIS FOR CALCULATING SPECIFIC PROVISIONS FOR LOANS TO THE FINANCIAL SECTOR	2003 current year	2002 previous year
a) watch	439	733
b) non-performing	17 901	23 450
- substandard	-	-
- doubtful	10 071	20 792
- loss	7 830	2 658
Total value of collateral decreasing the basis for calculating provisions for loans to the financial sector	18 340	24 183

Note 2G

PROVISIONS FOR LOANS TO THE FINANCIAL SECTOR	2003 current year	2002 previous year
a) for 'watch' loans	-	-
b) for non-performing loans	52 162	63 455
- substandard	-	-
- doubtful	25	3 230
- loss	52 137	60 225
Total provisions for loans to the financial sector	52 162	63 455

Note 2H

MOVEMENTS IN PROVISIONS FOR LOANS TO THE FINANCIAL SECTOR	2003 current year	2002 previous year
1. Provisions for loans to the financial sector as at the beginning of the period	63 455	74 543
a) increase (due to):	18 140	8 806
- provisions created	10 157	8 564
- foreign exchange differences	580	242
- other	7 403	-
b) application (due to):	26 635	9 165
- charge-offs	25 251	296
- reclassification of provisions	31	6 841
- foreign exchange gains and losses	1 353	2 028
c) release (due to):	2 798	10 729
- release of provisions	2 798	10 729
2. Provisions for loans to the financial sector as at the end of the period	52 162	63 455
3. Provisions for loans to the financial sector as at the end of the period required in accordance with the effective provisions of law	50 646	63 208

Irregular receivables at PLN 68,547 thousand represented 0.25% of the balance sheet total as at 31 December 2002.

Note 3A

AMOUNTS DUE FROM THE NON-FINANCIAL SECTOR (BY TYPE)	2003 current year	2002 previous year
a) Bank and other loans	9 586 302	9 329 502
b) Receivables purchased	224 590	215 140
c) Realised guarantees and warranties	6 996	7 626
d) Other receivables (arising from)	204 960	170 808
- charges to be settled	204 960	117 958
- other receivables	-	52 850
e) Interest	224 321	192 089
a) not due	173 883	152 670
b) due	50 438	39 419
Total (gross) loans to the non-financial sector and the public sector	10 247 169	9 915 165
f) Provision for loans to the non-financial sector (negative amount)	(611 324)	(639 765)
Total (net) amounts due from the non-financial sector	9 635 845	9 275 400

The Bank has no loans for financial leases. Loans where no interest is accrued amount to PLN 202,475 thousand.

Note 3B

AMOUNTS (GROSS) DUE FROM THE NON-FINANCIAL SECTOR (BY MATURITY)	2003 current year	2002 previous year
a) current amounts due	1 509 900	1 668 859
b) term amounts due within:	8 512 948	8 054 217
- up to 1 month	957 622	394 849
- 1 to 3 months	898 808	634 097
- 3 months to 1 year	2 504 786	2 569 938
- 1 to 5 years	2 707 329	2 201 798
- over 5 years	731 238	1 540 258
- overdue	713 165	713 277
c) interest	224 321	192 089
- not due	173 883	152 670
- due	50 438	39 419
Total (gross) amounts due from the non-financial sector	10 247 169	9 915 165

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

Note 3C		
AMOUNTS (GROSS) DUE FROM THE NON-FINANCIAL SECTOR (BY ORIGINAL MATURITY)	2003 current year	2002 previous year
a) current amounts due	1 509 900	1 668 859
b) term amounts due	8 512 948	8 054 217
- up to 1 month	-	-
- 1 to 3 months	-	-
- 3 months to 1 year	-	-
- 1 to 5 years	-	-
- over 5 years	-	-
c) interest	224 321	192 089
- not due	173 883	152 670

- due	50 438	39 419
Total (gross) amounts due from the non-financial sector	10 247 169	9 915 165

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

Note 3D

AMOUNTS (GROSS) DUE FROM THE NON-FINANCIAL SECTOR (BY CURRENCY)	2003 current year	2002 previous year
a. in PLN	5 441 648	5 091 234
b. In foreign currencies (by currency and after translation into PLN)	4 805 521	4 823 931
b1. currency/unit USD'000	391 618	497 047
PLN'000	1 464 846	1 908 062
b2. currency/unit EUR'000	445 678	554 818
PLN'000	2 102 265	2 230 477
b3. currency/unit GBP'000	3 048	3 104
PLN'000	20 323	19 184
b4. currency/unit SEK'000	6 149	2 844
PLN'000	3 193	1 245
b5. currency/unit CHF'000	362 491	155 789
PLN'000	1 097 660	431 145
b6. currency/unit NOK'000	-	-
PLN'000	-	-
b7. other currencies PLN'000	117 234	233 818
Total (gross) amounts due from the non-financial sector	10 247 169	9 915 165

Note 3E

AMOUNTS (GROSS) DUE FROM THE NON-FINANCIAL SECTOR	2003 current year	2002 previous year
1. "Normal" loans	6 662 070	6 897 461
2. "Watch" loans	859 402	629 206
3. Non-performing loans, including:	2 501 376	2 196 409
a) substandard	799 640	767 324
b) doubtful	1 005 309	894 844
c) loss	696 427	534 241
4. Interest	224 321	192 089
a) not due	173 883	152 670
b) due	50 438	39 419
- on "normal" and "watch" loans	410	1 009
- on non-performing loans	50 028	38 410
Total (gross) amounts due from the non-financial sector	10 247 169	9 915 165

Note 3F

VALUE OF COLLATERAL REDUCING THE BASIS FOR CALCULATING SPECIFIC PROVISIONS FOR LOANS TO THE NON-FINANCIAL SECTOR	2003 current year	2002 previous year
a) normal	-	-
b) watch	366 213	331 218
c) non-performing	1 475 011	1 084 670
- substandard	387 240	285 668
- doubtful	803 623	629 666
- loss	284 148	169 336
Total value of collateral decreasing the basis for calculating provisions for loans to the non-financial sector	1 841 224	1 415 888

Note 3G

PROVISIONS FOR LOANS TO THE NON-FINANCIAL SECTOR	2003 current year	2002 previous year
a) for 'normal' loans	3 805	7 710
b) for 'watch' loans	623	13 941
c) for non-performing loans	606 896	618 114
- substandard	84 287	100 184
- doubtful	108 499	136 887
- loss	414 110	381 043
Total provisions for loans to the non-financial sector	611 324	639 765

Note 3H

MOVEMENTS IN PROVISIONS FOR LOANS TO THE NON-FINANCIAL SECTOR	2003 current year	2002 previous year
1. Provisions for loans to the non-financial sector as at the beginning of the period	639 765	250 825
a) increase (due to):	244 499	596 880
- provisions created	229 281	581 977
- reclassification	-	6 841
- foreign exchange gains and losses	4 630	8 062
- other	10 588	-
b) application (due to):	24 107	21 437
- charge-offs	10 517	21 437
- reclassification of provisions	12 360	-
- foreign exchange gains and losses	1 230	-
c) release (due to):	248 833	186 503
- release of provisions	248 833	186 503
2. Provisions for loans to the non-financial sector as at the end of the period	611 324	639 765
3. Provisions for loans to the non-financial sector as at the end of the period required in accordance with the effective provisions of law	593 843	617 926

Note 4A

AMOUNTS DUE FROM THE PUBLIC SECTOR (BY TYPE)	2003 current year	2002 previous year
a) Bank and other loans	1 563 659	37 717
b) Receivables purchased	14 758	12 055
c) Realised guarantees and warranties	-	-
d) Other receivables (arising from)	-	-
- extraordinary receivables	-	-
e) Interest	7 137	595
- not due	7 081	593
- due	56	2
Total (gross) loans to the public sector	1 585 554	50 367
f) Provision for loans to the public sector (negative amount)	-	-
Total (net) amounts due from the non-financial sector	1 585 554	50 367

The Bank has no loans for financial leases

Note 4B

AMOUNTS (GROSS) DUE FROM THE PUBLIC SECTOR (BY MATURITY)	2003 current year	2002 previous year
a) current amounts due	7 726	11 427
b) term amounts due within:	1 570 691	38 345
- up to 1 month	1 774	1 046
- 1 to 3 months	10 475	1 478
- 3 months to 1 year	1 529 251	26 177
- 1 to 5 years	20 963	7 580
- over 5 years	7 445	1 302
- overdue	783	762
c) interest	7 137	595
- not due	7 081	593
- due	56	2
Total (gross) amounts due from the public sector	1 585 554	50 367

Note 4C

AMOUNTS (GROSS) DUE FROM THE PUBLIC SECTOR (BY ORIGINAL MATURITY)	2003 current year	2002 previous year
a) current amounts due	7 726	11 427
b) term amounts due	1 570 691	38 345
- up to 1 month	-	-
- 1 to 3 months	-	-
- 3 months to 1 year	-	-
- 1 to 5 years	-	-
- over 5 years	-	-
c) interest	7 137	595
- not due	7 081	593
- due	56	2
Total (gross) amounts due from the public sector	1 585 554	50 367

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

Note 4D

AMOUNTS (GROSS) DUE FROM THE PUBLIC SECTOR (BY CURRENCY)	2003 current year	2002 previous year
a. in PLN	1 573 126	29 586
b. In foreign currencies (by currency and after translation into PLN)	12 428	20 781
b1. currency/unit USD'000	1 453	2 514
PLN'000	5 437	9 649
b2. currency/unit EUR'000	1 437	2 486
PLN'000	6 779	9 994
b3. currency/unit GBP'000	-	-
PLN'000	-	-
b4. currency/unit SEK'000	-	-
PLN'000	-	-
b5. currency/unit CHF'000	70	411
PLN'000	212	1 138
b6. currency/unit NOK'000	-	-
PLN'000	-	-
	-	-
b7. other currencies	-	-
Total (gross) amounts due from the public sector	1 585 554	50 367

Note 4E

AMOUNTS (GROSS) DUE FROM THE PUBLIC SECTOR	2003 current year	2002 previous year
1. "Normal" loans	1 577 456	48 864
2. "Watch" loans	178	908
3. Non-performing loans, including:	783	-
a) substandard	-	-
b) doubtful	-	-
c) loss	783	-
4. Interest	7 137	595
a) not due	7 081	593
b) due	56	2
- on "normal" and "watch" loans	-	2
- on non-performing loans	56	-
Total (gross) amounts due from the public sector	1 585 554	50 367

Note 4F

VALUE OF INTANGIBLE ASSETS REDUCING COUNT BASE OF SPECIFIC RESERVE FOR RECEIVABLES FROM PUBLIC SECTOR	2003 current year	2002 previous year
1. "Normal" loans	-	-
2. "Watch" loans	178	-
3. Non-performing loans, including:	783	-
a) substandard	-	-
b) doubtful	-	-
c) loss	783	-
Value of intangible assets reducing count base of specific reserve for receivables from public sector	961	-

Note 5

RECEIVABLES ARISING FROM PURCHASED SECURITIES WITH A REPURCHASE CLAUSE	2003 current year	2002 previous year
a) from the financial sector	253 657	53 732
b) from the non-financial sector	324	229 532
c) from the public sector	-	-
c) interest	337	467
Total receivables arising from purchased securities with a repurchase clause	254 318	283 731

Pursuant to the Banking Guarantee Fund (BGF) Law dated 14 December 1994, as at 31 Dec. 2003 BRE Bank SA held Treasury bills stated in the balance sheet at PLN 47,788 thousand (nominal value PLN 49, 120 thousand) as security for funds guaranteed under BGF, deposited in a separate account with NBP

Note 6A

DEBT SECURITIES	2003 current year	2002 previous year
1. Issued by central banks, including:	214 917	-
- bonds denominated in foreign currencies	-	-
2. Issued by other banks, including:	229 140	209 678
- denominated in foreign currencies	122 209	101 448
3. Issued by other financial institutions, including	152 528	222 504
- denominated in foreign currencies	19 245	215 999
4. Issued by non-financial entities, including:	127 446	161 537
- denominated in foreign currencies	66 741	65 429
5. Issued by the State Budget, including:	3 123 845	4 573 987
- denominated in foreign currencies	461 078	411 045
6. Issued by local budget authorities:	97 782	145 090
- denominated in foreign currencies	-	-
7. The Bank's own debt securities repurchased	-	-
Total debt securities	3 945 658	5 312 796

Note 6B

DEBT SECURITIES (BY TYPE)	2003 current year	2002 previous year
1. Issued by the State Budget, including:	3 123 845	4 573 988
a) bonds	1 582 518	1 837 884
b) Treasury bills	1 541 327	2 736 104

4. Issued by subsidiaries, including:	174 396	242 752
a) bonds	8 467	116 233
b) other (by type):	165 929	126 519
- investment bills	44 944	37 031
- mortgage bonds	120 985	89 488
7. Issued by other entities, including:	647 417	496 056
a) bonds	548 952	447 433
b) other (by type):	98 465	48 623
- investment bills	-	19 161
- deposit certificates	98 465	29 462
- Central Bank bills	-	-
- convertible bonds	-	-
Total debt securities	3 945 658	5 312 796

Note 6C

MOVEMENTS IN DEBT SECURITIES	2003 current year	2002 previous year
Opening balance	5 312 796	4 792 680
a) increase (due to)	447 173 065	267 850 325
- purchase	445 474 010	266 196 984
- increase in value	143 864	186 514
- other decreases (value adjustments)	83 623	-
- foreign exchange gains/losses	4 729	21 689
- reclassification of sell by back and buy sell back	994 810	1 445 138
- reclassification of securities	393 949	-
- reclassification of reserve	78 080	-
b) decrease (due to)	448 540 203	267 330 209
- sale	446 877 644	265 930 008
- foreign exchange gains/losses	21 779	35 439
- provisions created	-	-
- decrease in value	130 303	327 634
- other decreases (value adjustments)	11 426	67 269
- reclassification of securities	26 848	969 859
- reclassification of reserve	27 065	-
- square up of sell by back and buy sell back	1 445 138	-
Closing balance	3 945 658	5 312 796

Note 7A		
SHARES IN SUBSIDIARIES	2003 current year	2002 previous year
a) in banks	126 873	131 064
b) in other financial entities	652 038	724 360
c) in non-financial entities	120 359	15 665
Total shares in subsidiaries	899 270	871 089

Pursuant to reclassification (made in 2003) of the shares in Transfinance a.s. and Polfactor SA from affiliate to subsidiary Bank made corrections in comparable data for making the data presented in the report comparable

Note 7B

MOVEMENTS IN SHARES IN SUBSIDIARIES	2003 current year	2002 previous year
Opening balance	871 089	430 555
a) increase (due to)	154 459	914 093
- purchase	35 087	665 422
- reclassification of securities	13 952	22 143
- release of provisions	94 139	155 955
- reclassification of provisions	1 029	50 388
- foreign exchange gains/losses	9 877	5 185
- increase in capital	-	-
- take overs	-	15 000
- other	375	-
b) decrease (due to)	126 278	473 559
- sale	53 039	259 419
- reclassification of securities	5 896	18 500
- foreign exchange gains/losses	-	-
- provisions created	67 191	195 640
- other	152	-
Shares in subsidiaries as at the end of the period	899 270	871 089

Note 7C

SHARES IN SUBSIDIARIES	2003 current year	2002 previous year
- goodwill - subsidiaries	437 038	465 338

Note 7D

MOVEMENTS IN GOODWILL IN SUBSIDIARIES	2003 current year	2002 previous year
a) goodwill (gross) as at the beginning of the period	499 526	142 141
b) increases	8 547	363 774
- purchase of shares	6 466	357 295
- foreign exchange gains/losses	2 081	952
- reclassification from affiliates shares	-	5 527
c) decreases	8 794	-
- reclassification to intangible assets	5 748	-
- reclassification to affiliates shares	3 046	-
d) goodwill (gross) as at the end of the period	499 279	505 915
e) deduction of goodwill as at the beginning of the period	34 188	20 302
f) deduction of goodwill	28 053	20 275
- amortisation of goodwill	27 469	16 694
- single deduction of goodwill	-	375
- goodwill at sale	-	541
- reclassification from affiliates shares	-	2 395
- reclassification to affiliates shares	(384)	-
- foreign exchange gains/losses	968	270
g) goodwill as at the end of the period	62 241	40 577
d) goodwill (net) as at the end of the period	437 038	465 338

Note 7E

MOVEMENTS IN GOODWILL (NEGATIVE VALUE) IN SUBSIDIARIES	2003 current year	2002 previous year
a) goodwill (gross) - negative value as at the beginning of the period	2 518	-
b) increases	-	-
- purchase of shares	-	2 518
d) goodwill (gross)- negative value as at the end of the period	2 518	-
e) deduction of goodwill - negative value as at the beginning of the period	2 518	-
f) deduction of goodwill- negative value	-	2 518
- single deduction of goodwill	-	2 518
g) goodwill - negative value as at the end of the period	2 518	2 518

	net goodwill of subsidiaries	accumulated write-off subsidiaries goodwill
1. PTE Skarbiec Emerytura S.A.	PLN 429,113 thousand	PLN 41,489 thousand
2. Intermarket Bank AG	PLN 2,853 thousand	PLN 6,156 thousand
3. Transfinance a.s.	PLN 2,302 thousand	PLN 3,975 thousand
4. Magyar Factor Rt.	PLN 2,745 thousand	PLN 616 thousand
5. Promes Sp. z o.o.	PLN 26 thousand	PLN 0 thousand

Note 8B

MOVEMENTS IN SHARES IN JOINT VENTURES	2003 current year	2002 previous year
Opening balance	-	-
a) increase (due to)	-	20 279
- reclassification of securities		20 279
b) decrease (due to)	-	20 279
- sale		-
- reclassification of securities		20 279
- foreign exchange gains/losses		-
- provisions created		-
- reclassification of provisions		-

Note 9A

SHARES IN ASSOCIATES	2003 current year	2002 previous year
a) in banks	-	-
b) in other financial entities	(4 753)	(1 524)
c) in non-financial entities	5 111	5 448
Total shares in associates	358	3 924

Note 9B

MOVEMENTS IN SHARES IN ASSOCIATES	2003 current year	2002 previous year
Opening balance	3 924	100 717
a) increase (due to)	89 450	121 048
- purchase	9 941	11 760
- reclassification of securities	55 500	81 647
- release of provisions	19 848	4 277
- reclassification of provisions	-	21 405
- foreign exchange gains/losses	-	1 959
- reclassification from shares	-	-
- take over for debt	4 161	-
b) decrease (due to)	93 016	217 841
- sale	35 969	25 997
- reclassification of securities	27 687	180 266
- foreign exchange gains/losses	-	103
- provisions created	7 200	11 475
- reclassification	19 416	-
- others	2 744	-
Shares in associates as at the end of the period	358	3 924

Note 9C

SHARES IN ASSOCIATES	2003 current year	2002 previous year
- goodwill - associates	2 574	534

Note 9D

MOVEMENTS IN GOODWILL IN ASSOCIATES	2003 current year	2002 previous year
a) goodwill (gross) as at the beginning of the period	739	71 989
b) increases	3 046	10 919
- purchase of shares	-	10 199
- reclassification from subsidiary shares	3 046	-
- foreign exchange gains/losses	-	720
c) decreases	-	5 527
- reclassification to subsidiary shares	-	5 527
d) goodwill (gross) as at the end of the period	3 785	77 381
e) deduction of goodwill as at the beginning of the period	205	38 069
f) deduction of goodwill	1 006	38 778
- amortisation of goodwill	329	7 224
- goodwill at sale	293	8 781
- single deduction of goodwill	-	25 000

- reclassification to subsidiary shares	-	(2 395)
- reclassification from subsidiary shares	384	
- foreign exchange gains/losses	-	168
g) goodwill as at the end of the period	1 211	76 847
h) goodwill (net) as at the end of the period	2 574	534

Note 9E

	net goodwill of affiliates	accumulated write-off of subsidiaries goodwill
1. Xtrade SA	PLN 386 thousand	PLN 353 thousand
2. Billbird SA	PLN 2.188 thousand	PLN 858 thousand

Note 10A

SHARES IN SUBORDINATED ENTITIES												
Lp.	a Company name and legal status	b Registered office	c Core business	d Equity relationship	e Consolidation method	f Date of taking control or significant influence	g Shares value at cost	h Revaluation adjustment (total)	i Shares balance sheet value	j % of share capital held	k % of votes executed on General Meeting	l Other type of control than stated under (j) or (k)
1	BRE International Finance BV	Amsterdam, Holand	services	subsidiary	acquisition accounting consolidation	05-2000	94	-1118	1 212.1	100.00	100.00	
2	PTE Skarbiec - Emerytura SA	Warsaw	pension fund	subsidiary	acquisition accounting consolidation	08-1998	740414	200121	540 293.0	100.00	100.00	
3	ServicePoint Sp. z o.o.	Warsaw	services	subsidiary	equity accounting valuation	05-2002	50	-620	670.0	100.00	100.00	
4	Fund Advisory and Management Company (FAMCO) SA	Warsaw	services	subsidiary	equity accounting valuation	11-1996	5340	-132	5 472.2	100.00	100.00	
5	BRE Corporate Finance SA (1	Warsaw	services	subsidiary	acquisition accounting consolidation	07-1997	11897	8949	2 948.5	100.00	100.00	
6	Dom Inwestycyjny BRE Banku SA (2	Warsaw	services	subsidiary	acquisition accounting consolidation	07-1998	26719	-6408	33 127.3	100.00	100.00	
7	Skarbiec Asset Management Holding SA (3	Warsaw	services	subsidiary	equity accounting valuation	01-2002	134581	39222	95 359.5	100.00	100.00	
8	Centrum Rozliczeń i Informacji CERI Sp. z o.o.	Aleksandrów Łódzki	services	subsidiary	acquisition accounting consolidation	03-2003	12065	1048	11 017.2	99.99	99.99	
9	BRE Finance France SA	Levallois Perret, Francja	services	subsidiary	acquisition accounting consolidation	07-2003	1061	-13	1 074.5	99.97	99.97	
10	AMBRESA Sp. z o.o.	Warsaw	services	subsidiary	equity accounting valuation	01-1996	850	-561	1 410.9	99.94	99.94	
11	Promes Sp. z o.o.	Gdańsk	services	subsidiary	equity accounting valuation	12-1993	1090	-501	1 590.8	99.94	99.94	
12	BRELINVEST Sp. z o.o. Fly 1 Sp. komandytowa	Warsaw	services	subsidiary	equity accounting valuation	03-2000	8456	-1224	9 680.0	99.84	99.84	
13	BRELINVEST Sp. z o.o. Fly 2 Sp. komandytowa	Warsaw	services	subsidiary	equity accounting valuation	03-2000	8227	-1702	9 928.2	99.84	99.84	
14	AMBRESA Sp. z o.o. - BRELLA Sp. komandytowa	Warsaw	services	subsidiary	equity accounting valuation	07-1999	11680	-8652	20 331.9	99.68	99.68	
15	Intermarket Bank AG	Wien, Austria	services	subsidiary	acquisition accounting consolidation	07-2000	44151	-14961	59 111.6	54.84	54.84	
16	eCard SA	Warsaw	services	subsidiary	equity accounting valuation	06-2000	4061	4061	0.0	51.95	51.95	
17	BRE Leasing Sp. z o.o. (4	Warsaw	services	subsidiary	acquisition accounting consolidation	06-1991	3737	1502	2 234.8	50.00	50.00	
18	RHEINHYP-BRE Bank Hipoteczny SA	Warsaw	bank	subsidiary	acquisition accounting consolidation	03-1999	67802	41	67 761.6	50.00	50.00	under Art. 3.1.37c of the Accountancy Act dated 29 Sept. 1994

19	Magyar Factor Rt.	Budapest, Hungary	services	subsidiary	acquisition accounting consolidation	01-2003	9891	-346	10 236.5	50.00	50.00	
20	TRANSFINANCE a.s.	Prague, Czech Republic	services	subsidiary	acquisition accounting consolidation	10-2000	17086	377	16 709.3	50.00	50.00	
21	Polfactor SA	Warsaw	services	subsidiary	acquisition accounting consolidation	03-1995	4803	-996	5 799.5	50.00	50.00	
22	BRE.locum Sp. z o.o.	Łódź	services	subsidiary	equity accounting valuation	09-2000	2000	-1301	3 300.2	49.99	49.99	under Art. 3.1.37a of the Accountancy Act dated 29 Sept. 1994 r.
23	Billbird SA	Cracow	services	affiliate	equity accounting valuation	03-2002	5896	2208	3 687.4	45.38	45.38	
24	TV-Tech Investment 1 Sp. z o.o.	Warsaw	services	affiliate	acquisition accounting consolidation	11-2003	50	3	47.4	40.00	40.00	
25	Xtrade SA	Warsaw	services	affiliate	equity accounting valuation	06-2001	11745	10322	1 423.5	24.90	24.90	
26	Tele-Tech Investment Sp. z o.o.	Warsaw	services	affiliate	acquisition accounting consolidation	12-1999	2	4803	(4 800.5)	24.00	24.00	

- 1) Factual % of share capital and % of all votes during shareholder meetings is 99,9998
- 2) Factual % of share capital and % of all votes during shareholder meetings is 99,9997
- 3) Factual % of share capital and % of all votes during shareholder meetings is 99,9993
- 4) Factual % of share capital and % of all votes during shareholder meetings is 50,004

Note 10B

SHARES IN SUBORDINATED ENTITIES																		
No.	a Company	m							n			o			p Total assets	r Income from sale	s Outstanding shares not paid up by issuer	t Received or due dividend for the last year
		Equity, including:							Liabilities, including:			Receivables, including						
		Share capital	Outstanding equity contributions (negative figure)	Supplementary capital	Other equity, including:			short-term	long-term		short-term	long-term						
						profit (loss) from previous years	Net profit (loss)											
1	BRE International Finance BV	1 212	472	(377)	-	1 118	-	1 118	1 535 640	591 682	943 958	1 535 819	593 115	942 704	1 536 945	43 844	377	1 131
2	PTE Skarbiec Emerytura SA	111 180	85 162	-	80 522	(54 504)	(72 289)	17 785	2 627	2 627	-	18 176	18 176	-	120 586	49 924	-	-
3	ServicePoint Sp. z o.o.	670	50	-	152	468	-	468	242	242	-	548	548	-	912	1 427	-	-
4	Fund Advisory and Management Company (FAMCO) SA	2 972	4 589	(2 500)	105	778	696	82	58	58	-	243	243	-	4 337	919	2 500	-
5	BRE Corporate Finance SA	2 949	1 350	-	1 705	(106)	(397)	248	950	950	-	1 421	1 421	-	4 256	9 914	-	-
6	Dom Inwestycyjny BRE Banku SA	33 127	26 719	-	4 300	2 108	(212)	2 320	119 201	119 201	-	36 990	36 990	-	159 774	31 949	-	-
7	Skarbiec Asset Management Holding SA	131 129	134 582	-	-	(3 453)	(5 602)	230	527	527	-	910	910	-	132 005	3 350	-	-
8	Centrum Rozliczeń i Informacji CERi Sp. z o.o.	11 016	12 066	-	-	(1 050)	-	(1 050)	1 604	1 431	173	2 225	2 225	-	13 474	18 430	-	-
9	BRE Finance France SA	1 075	1 061	-	-	13	-	13	945 191	-	945 191	945 252	3 939	941 313	946 287	3 827	-	-
10	AMBRESA Sp. z o.o.	1 411	850	-	454	107	(103)	210	2 828	2 828	-	0	0	-	4 286	-	-	-
11	Promes Sp. z o.o.	1 566	789	-	131	646	-	154	239	239	-	39	39	-	1 834	949	-	63
12	BRELINVEST Sp. z o.o. Fly 1 Sp. komandytowa	9 696	8 469	-	-	1 226	1 092	134	64 320	14	64 306	74 008	2 840	71 168	74 016	-	-	-
13	BRELINVEST Sp. z o.o. Fly 2 Sp. komandytowa	9 944	8 240	-	-	1 704	1 586	118	62 877	14	62 863	72 805	1 392	71 413	72 821	-	-	-
14	AMBRESA Sp. z o.o. - BRELLA Sp. komandytowa	20 397	11 717	-	1 755	6 925	5 585	1 340	113 257	30	113 227	133 644	5 330	128 314	133 654	-	-	-
15	Intermarket Bank AG	102 595	12 000	-	-	90 595	47 745	6 844	401 874	401 874	-	494 974	494 955	19	563 068	31 802	-	822
16	eCard SA	(2 288)	12 411	-	2 750	(17 448)	(12 748)	(4 700)	4 355	763	3 592	1 010	1 010	-	2 256	2 277	-	-
17	BRE Leasing Sp. z o.o.	28 037	6 121	-	36 370	(14 453)	-	2 519	1 677 997	804 134	873 863	1 596 732	659 455	937 277	1 744 421	147 708	-	-
18	RHEINHYP-BRE Bank Hipoteczny SA	144 370	135 000	-	5 900	3 470	-	3 470	1 293 620	537 522	756 098	1 553 808	205 374	1 348 434	1 589 442	69 554	-	-
19	Magyar Factor Rt.	14 984	7 193	-	650	7 140	2 916	3 865	174 476	174 476	-	189 919	189 919	-	190 601	11 803	-	809
20	TRANSFINANCE a.s.	28 816	16 218	-	768	11 830	4 713	6 968	331 677	331 677	-	85 004	85 004	-	376 179	14 626	-	1 014
21	Polfactor SA	11 599	11 500	-	-	99	(2 068)	2 167	223 829	223 829	-	23 394	23 394	-	236 782	17 276	-	-
22	BRE.locum Sp. z o.o.	49 669	4 000	-	43 232	2 437	(967)	3 404	26 172	26 172	-	15 903	219	15 684	86 291	76 040	-	-
23	Billbird SA	3 304	4 490	-	2 700	(3 886)	-	(3 886)	4 547	3 984	563	1 076	1 076	-	8 250	1 927	-	-
24	TV-Tech Investment 1 Sp. z o.o.	119	125	-	-	(6)	-	(6)	158 972	0	158 971	-	-	-	161 300	-	-	-
25	Xtrade SA	4 167	47 170	-	-	(43 002)	(38 570)	(4 432)	683	416	267	644	644	-	5 277	1 326	-	-
26	Tele-Tech Investment Sp. z o.o.	(3 283)	10	-	0	(3 293)	(3 249)	(3 609)	111 017	84 659	26 358	661	661	-	118 944	-	-	-

NOTE 11A

SHARES IN OTHER ENTITIES	2003 current year	2002 previous year
a) in financial entities	9 211	9 391
b) in non-financial entities	76	3 439
Total shares in other entities	9 287	12 830

Note 11B

MOVEMENTS IN SHARES IN OTHER ENTITIES	2003 current year	2002 previous year
Opening balance	12 830	19 407
a) increase (due to)	1 251	1 835
- purchase	124	353
- charge-offs	-	-
- release of provisions	487	948
- reclassification of provisions	-	-
- foreign exchange gains/losses	501	534
- increase in capital	-	-
- take over for debt	139	-
b) decrease (due to)	4 794	8 412
- sale	1 951	-
- reclassification of securities	-	-
- foreign exchange gains/losses	688	1 033
- provisions created	2 016	4 979
- reclassification of provisions	139	2 400
Shares in other entities as at the end of the period	9 287	12 830

Note 11C

SHARES IN OTHER ENTITIES										
No.	a	b	c	d	e	f	g		h	i
	Company name and legal status	Registered office	Core business	Shares balance sheet value	% of share capital held	% of votes executed on General Meeting	Equity, including:	- share capital	Outstanding shares not paid up by issuer	Received or due dividend for the last year
1	POLISH Pre - IPO FUND ¹⁾	Luksemburg, Luksemburg	fund	6 916	17.04	17.04	40 397	109 737	-	-
2	Polskie Centrum Operacji Kapitałowych Sp. z o.o. ²⁾	Warszawa	services	0	16.67	16.67	-529	15 000	-	-
3	Poland Investment Fund ³⁾	Hamilton, Bermudy	fund	1 313	4.00	4.00	32 818	93 513	-	-
4	Prospect Poland UK, L.P. ³⁾	St. Helier, Jersey, Wlk. Brytania	fund	607	1.63	1.63	16 506	101 775	-	-
5	El-Dystrybucja Sp. z o.o. ⁴⁾	Warszawa	services	76	1.00	1.00	986	1 000	-	-
6	S.W.I.F.T. s.c.r.l. ⁴⁾	La Hulpe, Belgia	services	375	0.06	0.06	617 969	51 033	-	-

¹⁾ Data as at 31.Dec 2003, Exchange rate on 31.Dec.2003

²⁾ Data from balance dated 30.Sept 2003

³⁾ Data as at 30.Nov 2003, Exchange rate on 31.Dec 2003

⁴⁾ Data from balance dated 31.Dec 2002

NOTE 12A

OTHER SECURITIES AND OTHER FINANCIAL ASSETS	2003 current year	2002 previous year
a) pre-emptive rights	-	-
b) derivative rights	2 418 529	2 411 489
c) other (by type)	415 248	629 299
- shares in companies admitted to public trading	80 038	247 352
- shares in companies not admitted to public trading	335 210	378 831
units in trust funds	-	3 116
Total other securities and other financial assets (by type)	2 833 777	3 040 788

Note 12B

MOVEMENTS IN OTHER SECURITIES AND OTHER FINANCIAL ASSETS	2003 current year	2002 previous year
Opening balance	3 040 788	2 860 565
a) increase (due to)	455 063	1 026 815
- purchase	227 605	353 717
- realise of provisions	67 303	-
- assets repossessed	36 266	11 889
- reclassification of securities	13 735	226 550
- reclassification of provisions	13 840	3 880
- increase in value	89 274	218 901
- other	7 040	211 878
b) decrease (due to)	662 074	846 592
- sale	514 606	388 283
- reclassification of securities	57 609	131 764
- provisions created	1 283	-
- foreign exchange gains/losses	6 372	9 559
- decrease in value	32 606	284 132
- reclassification of provisions	49 598	32 854
Other securities and other financial assets as at the end of the period	2 833 777	3 040 788

Note 12C

OTHER SECURITIES AND OTHER FINANCIAL ASSETS (BY CURRENCY)	2003 current year	2002 previous year
a. in PLN	2 533 449	2 729 348
b. In foreign currencies (by currency and after translation into PLN)	300 328	311 440
b1. currency/unit USD'000	72 750	77 468
PLN'000	272 121	297 386
b2. currency/unit EUR'000	5 810	3 284
PLN'000	27 408	13 201
b3. currency/unit GBP'000	-	-
PLN'000	-	-
b4. currency/unit SEK'000	-	-
PLN'000	-	-
b5. currency/unit CHF'000	38	46
PLN'000	115	128
b6. currency/unit NOK'000	-	-
PLN'000	-	-

b7. other currencies PLN'000	684	725
Total other securities and other financial assets	2 833 777	3 040 788

Note 13A

FINANCIAL ASSETS	2003 current year	2002 previous year
a) financial assets held for trading	9 021 457	9 263 794
b) loans granted by bank and loans and receivables originated by the enterprise held for trading	14 048 601	11 669 295
d) financial assets available for sale	678 295	717 787
Total financial assets	23 748 353	21 650 876

Note 13B

FINANCIAL ASSETS (BY CURRENCY)	2003 current year	2002 previous year
a. in PLN	15 023 364	13 545 240
b. In foreign currencies (by currency and after translation into PLN)	8 724 989	8 105 636
b1. currency/unit USD'000	838 810	870 923
PLN'000	3 137 570	3 343 298
b2. currency/unit EUR'000	886 280	975 981
PLN'000	4 180 594	3 923 640
b3. currency/unit GBP'000	6 905	6 807
PLN'000	46 050	42 069
b4. currency/unit SEK'000	8 166	18 558
PLN'000	4 239	8 121
b5. currency/unit CHF'000	400 672	204 812
PLN'000	1 213 273	566 818
b6. currency/unit NOK'000	26 046	18 579
PLN'000	14 596	10 248
b7. other currencies PLN'000	128 667	211 442
Total financial assets	23 748 353	21 650 876

Note 13C

FINANCIAL ASSETS HELD FOR TRADING (BY TRANSFERABILITY)	2003 current year	2002 previous year
A. With unlimited transferability, listed on stock exchange (carrying value)	1 470 745	2 038 543
a) shares (carrying value):	5 620	7 357
- fair value	-	-
- market value	5 620	7 357
- value at cost	5 281	12 722
b) bonds (carrying value):	1 431 288	2 018 814
- fair value	-	-
- market value	1 431 288	2 018 814
- value at cost	1 422 413	2 002 982
c) other - by category (carrying value):	33 837	12 372
c1) balance sheet value of derivatives	33 837	12 372
- fair value	-	-
- market value	33 837	12 372

B. With unlimited transferability, subject to regulated over-the-counter trading (carrying value)	1 520 387	2 690 429
c) other - by category (carrying value):	1 520 387	2 690 429
c1) treasury bills (carrying value)	1 520 387	2 690 429
- fair value	-	-
- market value	1 520 387	2 690 429
- value at cost	1 515 861	2 686 266
C. With unlimited transferability, not subject to regulated over-the-counter trading (carrying value)	734 603	520 538
a) shares (carrying value):	-	7 524
- fair value	-	7 524
- market value	-	-
- value at cost	-	7 524
b) bonds (carrying value):	470 209	337 871
- fair value	470 209	337 871
- market value	-	-
- value at cost	462 162	338 420
c) other - by category (carrying value):	264 394	175 143
c1) investment bills (carrying value)	44 944	56 193
- fair value	44 944	56 193
- market value	-	-
- value at cost	44 759	55 974
c2) convertible bonds (carrying value)	120 985	89 488
- fair value	120 985	89 488
- market value	-	-
- value at cost	120 731	89 233
c3) promisory notes (carrying value)	98 465	29 462
- fair value	98 465	29 462
- market value	-	-
- value at cost	98 233	29 318
D. With limited transferability (carrying value)	2 384 692	2 399 117
c) other - by category (carrying value):	2 384 692	2 399 117
c1) derivatives (balance sheet value)	2 384 692	2 399 117
- fair value	2 384 692	2 399 117
Total value at cost	3 669 440	5 222 439
Opening balance	5 237 138	-
Total value adjustments	873 289	-
Total carrying value	6 110 427	7 648 627

Note 13E

FINANCIAL ASSETS AVAILABLE FOR SALE (BY TRANSFERABILITY)	2003 current year	2002 previous year
A. With unlimited transferability, listed on stock exchange (carrying value)	267 505	239 995
a) shares (carrying value):	74 418	239 995
- fair value	-	-
- market value	74 418	239 995
- value at cost	105 007	350 274
b) bonds (carrying value):	193 087	-
- fair value	-	-
- market value	193 087	-
- value at cost	198 569	-
B. With unlimited transferability, subject to regulated over-the-counter trading (carrying value)	20 940	45 675
c) other - by category (carrying value):	20 940	45 675
c1) treasury bills (carrying value)	20 940	45 675
- fair value	-	-
- market value	20 940	45 675
- value at cost	20 365	43 499
		-
C. With unlimited transferability, not subject to regulated over-the-counter trading (carrying value)	380 563	419 287
a) shares (carrying value):	335 210	371 307
- fair value	335 210	371 307
- market value	-	-
- value at cost	335 559	371 307
b) bonds (carrying value):	45 353	44 864
- fair value	45 353	44 864
- market value	-	-
- value at cost	51 636	55 572
c) other - by category (carrying value):	-	3 116
c1) investment bills (carrying value)	-	3 116
- fair value	-	3 116
- market value	-	-
- value at cost	-	5 000
	-	-
D. With limited transferability (carrying value)	9 287	12 830
a) shares (carrying value):	9 287	12 830
- fair value	9 287	12 830
- market value	-	-
- value at cost	31 535	33 865
Total value at cost	742 671	859 517
Opening balance	717 787	-
Total value adjustments	(39 492)	-
Total carrying value	678 295	717 787

Note 14A

INTANGIBLE ASSETS	2003 current year	2002 previous year
a) development cost	7 901	11 672
b) goodwill	55 061	60 140

c) concessions, patents, licences and similar assets, including:	159 307	180 035
- computer software	137 264	158 525
d) other intangible assets	1 143	1 370
e) prepayments for intangible assets	3 220	6 041
Total intangible assets	226 632	259 258

Movements in intangible fixed assets (by type)							
	a	b	c		d	e	Total intangible fixed assets
	Cost of completed development work	Goodwill	Purchased concessions, patents, licences and similar assets including:	computer software	Other intangible fixed assets	Prepayment for intangible fixed assets	
a) gross intangible fixed assets as at beginning of the period	22 408	106 129	235 539	208 631	1 911	6 041	372 028
b) increase (due to)	4 030	5 747	20 723	10 316	454	1 208	32 162
- purchase			12 359	2 854	402	1 208	13 969
- received from other units of the Bank			646	646			646
- received from not-completed tangible fixed assets			7 270	6 648			7 270
- other	4 030	5 747	448	168	52		10 277
c) decrease (due to)	-	-	16 885	16 379	-	4 029	20 914
- sale							-
- liquidation			117	46			117
- transfer to other units of the Bank			646	646			646
- other			16 122	15 687		4 029	20 151
d) gross value intangible fixed assets as at the end of the period	26 438	111 876	239 377	202 568	2 365	3 220	383 276
e) Cumulated amortisation at the beginning of the period	10 736	45 989	55 504	50 106	541		112 770
f) Amortisation in the period (due to)	7 801	10 826	24 566	15 198	681	-	43 874
- depreciation	7 801	10 826	38 565	29 077	677		57 869
- relief							-
- received from other units of the Bank			236	236			236
- other increases			431	166	9		440
- sale							-
- liquidation			117	46			117
- transfer to other units of the Bank			236	236			236
- other decreases			14 313	13 999	5		14 318
g) Cumulated amortisation (depreciation) as at the end of the period	18 537	56 815	80 070	65 304	1 222	-	156 644
i) write-offs due permanent diminution at the end of the period	-	-	-	-	-	-	-
j) net intangible fixed assets as at the end of the period	7 901	55 061	159 307	137 264	1 143	3 220	226 632

Note 14C

INTANGIBLE ASSETS (BY TITLE)	2003 current year	2002 previous year
a) own assets	226 632	259 258
Total intangible assets	226 632	259 258

Note 15A

TANGIBLE FIXED ASSETS	2003 current year	2002 previous year
Tangible fixed assets		
a) tangible fixed assets, including:	717 110	752 683
- lands (including lands in perpetual usufruct)	69 716	69 694
- buildings and constructions	467 098	471 353
- equipment	115 092	127 363
- vehicles	11 567	18 330
- other tangible fixed assets	53 637	65 943
b) assets under construction	222 600	122 306
c) prepayments for assets under construction	-	-
Total tangible fixed assets	939 710	874 989

Note 15B**Movements in tangible fixed assets (by type)**

	- own land and buildings	- buildings	- plant and machinery	- equipment	- other tangible fixed assets	Total fixed assets
a) gross tangible fixed assets as at the beginning of the period	80 766	512 370	283 061	29 018	146 868	1 052 083
b) increase (due to)	43	17 775	45 152	1 635	6 922	71 527
- purchase		2 560	29 668	171	3 679	36 078
- taken over from the not completed tangible fixed assets		330	3 647	101	503	4 581
- reclassification of the tangible fixed asset taken over from debts						-
- overtaken from other units of the bank	18	8 181	9 284	805	2 040	20 328
-other	25	6 704	2 553	558	700	10 540
-						-
c) decrease (due to)	18	8 184	24 195	9 782	5 035	47 214
- sale			717	8 079	44	8 840
- liquidation			3 107	211	548	3 866
- transfer to other units of the bank	18	8 181	9 284	805	2 337	20 625
- other decrease		3	11 087	687	2 106	13 883
-						-
d) gross tangible fixed assets as at the end of the period	80 791	521 961	304 018	20 871	148 755	1 076 396
e) accumulated amortisation/depreciation as at the beginning of the period	4 867	41 017	155 699	10 687	80 925	293 195
f) amortisation in the period	2	13 846	33 227	(1 383)	14 193	59 885
- accrued		12 906	42 931	5 199	15 951	76 987
- investment relief		268				268
- taken over from other units of the bank		1 114	8 344	273	1 795	11 526
- reclassification of the tangible fixed asset taken over from debts						-
- other increase	2	672	2 389	43	585	3 691
- sale			714	5 899	43	6 656
- liquidation			3 079	289	541	3 909
- transfer to other units of the bank		1 114	8 344	273	2 091	11 822
-other			8 300	437	1 463	10 200
-						-
g) accumulated amortisation/depreciation as at the end of the period	4 869	54 863	188 926	9 304	95 118	353 080
h) write-offs due to permanent diminution as at the beginning of the period	6 206					6 206
- increase						-
- decrease						
i) write-offs due to permanent diminution as at the end of the period	6 206	-	-	-	-	6 206
j) net tangible fixed assets as at the end of the period	69 716	467 098	115 092	11 567	53 637	717 110

Note 15C

BALANCE-SHEET TANGIBLE FIXED ASSETS (BY TITLE)	2003 current year	2002 previous year
a) own assets	939 710	874 989
TOTAL BALANCE-SHEET TANGIBLE FIXED ASSETS	939 710	874 989

Note 16A

OTHER ASSETS	2003 current year	2002 previous year
a) assets repossessed, held for resale	49	2 736
b) other, including:	381 306	275 833
- debtors	345 649	177 548
- income tax overpayment	-	62 515
- repayable contributions to capital of subordinated companies	30 608	30 263
- interbank balances	460	270
- others	24	26
- reserves	4 565	5 211
Total other assets	381 355	278 569

Note 16B

ASSETS REPOSSESSED, HELD FOR RESALE	2003 current year	2002 previous year
c) other	49	2 736
Total assets repossessed, held for resale	49	2 736

Note 16C

MOVEMENTS IN ASSETS REPOSSESSED, HELD FOR RESALE (BY TYPE)	2003 current year	2002 previous year
1. Opening balance (by type)	2 736	22 750
b) property	-	22 230
c) others	2 736	520
a) increase (due to)	15 424	3 245
- assets repossessed	15 424	3 245
b) decrease (due to)	18 111	23 259
- sale	17 803	1 029
- reclassification	291	22 230
- others	17	
Closing balance (by type)	49	2 736
- others	49	2 736

Note 17A

PREPAYMENTS	2003 current year	2002 previous year
a) long - term	666 719	910 861
- deferred tax assets	634 802	904 236
- other prepayments	31 917	6 625
b) short-term, including:	-	-

Total prepayments	666 719	910 861
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Note 17B

MOVEMENTS IN DEFERRED TAX ASSETS	2003 current year	2002 previous year
1. Deferred tax assets as at the beginning of the period	904 236	706 159
a) included in the financial result	877 743	706 159
- interest payable	24 830	34 304
- valuation of securities and derivatives - reductions	642 067	559 102
- provision for loans and guarantees	112 827	46 221
-provision for bonuses	5 948	12 052
- foreign exchange gains/losses	-	-
- others	92 071	54 480
b) included in the equity	26 493	-
- interest payable	(1 010)	-
- valuation of securities and derivatives - reductions	27 503	-
2. Increase	8 479	237 638
a) included in financial result in connection with transitional differences, due to:	-	150 811
- valuation of securities and derivatives - reductions		82 965
- provision for loans and guarantees		66 606
- others		1 240
b) included in financial result in connection with tax loss, due to:	7 469	59 324
- other	7 469	59 324
c) included in the equity in connection with transitional differences, due to:	1 010	27 503
- interest payable	1 010	-
- valuation of securities and derivatives - reductions		27 503
d) included in the equity in connection with tax loss, due to:	-	-

3. Decrease	277 913	39 561
a) included in financial result in connection with transitional differences, due to:	254 059	38 551
- interest payable	12 569	9 474
- valuation of securities and derivatives - reductions	191 929	-
- provision for loans and guarantees	33 770	-
- provision for bonuses	2 580	6 104
- other	13 211	22 973
c) included in the equity in connection with transitional differences, due to:	23 854	1 010
- valuation of securities and derivatives - reductions		1 010
- others	23 854	-
4. Total deferred tax assets as at the end of the period, including:	634 802	904 236
a) included in the financial result	631 153	877 743
- interest payable	12 261	24 830
- valuation of securities and derivatives - reductions	450 138	642 067
- provision for loans and guarantees	79 057	112 827
-provision for bonuses	3 368	5 948
- foreign exchange differences	-	-
- others	86 329	92 071
b) included in the equity	3 649	26 493
- interest payable	-	(1 010)
- valuation of securities and derivatives - reductions	3 649	27 503

Note 17C

OTHER PREPAYMENTS	2003 current year	2002 previous year
a) prepayments, including:	30 173	5 991
- prepaid expenses	30 173	5 991
b) other prepayments, including:	1 744	634
- income receivables	1 744	634
Total prepayments	31 917	6 625

Note 18

SUBORDINATED LOANS				
a	b		c	d
company	loan amount		terms of interest	maturity
	by currency	000 PLN		
- BRE Leasing Sp. z o.o.	1 002 130 PLN	1 002	5.95	02-07-07
- Dom Inwestycyjny BRE Banku SA	4 000 000 PLN	4 000	6.17	30-01-07
- RHEINHYP - BRE Bank Hipoteczny SA	7 895 440 USD	29 533	2.72	28-11-11
- SEEV Sp. z o.o.	1 505 000 EUR	7 099	20.00	25-10-04
...				

NOTE 19

Total net revaluation adjustments in respect of permanent diminution stated in the income statement is PLN 12,079 thousand, including:

- minority positions PLN 215 thousand;
- amounts due to securities bought on stock markets PLN 10,581 thousand
- other securities PLN 10,581 thousand.

The main reasons for the adjustments include losses incurred by issuers of the securities and falling prices of securities on the Warsaw Stock Exchange.

Note 20A

AMOUNTS DUE TO THE FINANCIAL SECTOR (BY TYPE)	2003 current year	2002 previous year
a) accounts and deposits, including:	2 686 264	3 189 924
- banks and other financial institutions deposits	1 590 793	1 786 228
b) loans and other borrowings received	1 943 700	2 212 525
e) other liabilities (due to)	2 552 312	1 249 448
- other	108 835	10 058
- liabilities in respect of cash collateral	2 443 477	1 239 390
f) interest	23 467	39 058
Total amounts due to the financial sector	7 205 743	6 690 955

Note 20B

AMOUNTS DUE TO THE FINANCIAL SECTOR (BY MATURITY)	2003 current year	2002 previous year
a) current amounts due	1 095 470	1 408 358
b) term amounts due within:	6 086 806	5 243 539
- up to 1 month	609 199	896 026
- 1 to 3 months	376 814	298 880
- 3 months to 1 year	1 548 081	1 709 186
- 1 to 5 years	3 482 003	2 210 109
- 5 to 10 years	70 709	129 338
- 10 to 20 years	-	-
- over 20 years	-	-
- overdue	-	-
c) interest	23 467	39 058
Total amounts due from the financial sector	7 205 743	6 690 955

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

Note 20C

AMOUNTS DUE TO THE FINANCIAL SECTOR (BY ORIGINAL MATURITY)	2003 current year	2002 previous year
a) current amounts due	1 095 470	1 408 358
b) term amounts due	6 086 806	5 243 539
- up to 1 month	-	-
- 1 to 3 months	-	-
- 3 months to 1 year	-	-
- 1 to 5 years	-	-
- 5 to 10 years	-	-
- 10 to 20 years	-	-
- over 20 years	-	-
- overdue	-	-
c) interest	23 467	39 058
Total amounts due from the financial sector	7 205 743	6 690 955

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

Note 20D

AMOUNTS DUE TO FINANCIAL SECTOR (BY CURRENCY)	2003 current year	2002 previous year
a. in PLN	2 508 991	2 833 649

b. In foreign currencies (by currency and after translation into PLN)	4 696 752	3 857 306
b1. currency/unit USD'000	165 781	318 238
PLN'000	620 105	1 221 653
b2. currency/unit EUR'000	815 632	654 945
PLN'000	3 847 336	2 633 010
b3. currency/unit GBP'000	262	48
PLN'000	1 747	296
b4. currency/unit SEK'000	87	569
PLN'000	45	249
b5. currency/unit CHF'000	75 136	741
PLN'000	227 519	2 050
b6. currency/unit NOK'000	-	-
PLN'000	-	-
b7. other currencies PLN'000	-	48
Total amounts due to financial sector	7 205 743	6 690 955

Note 21A

AMOUNTS DUE TO NON- FINANCIAL SECTOR (BY TYPE)	2003 current year	2002 previous year
a) accounts and deposits	11 441 791	9 641 557
b) loans and other borrowings received	-	-
c) own promisory notes	-	-
d) issue of own securities	-	-
e) other liabilities (due to)	305 367	324 209
- liabilities to clear up	33 532	16 266
- liabilities in respect of cash collateral	271 835	307 943
f) interest	32 516	43 351
Total amounts due to non-financial sector	11 779 674	10 009 117

Note 21B

AMOUNTS DUE TO NON- FINANCIAL SECTOR - SAVING DEPOSITS (BY MATURITY)	2003 current year	2002 previous year
a) current amounts due	2 324 341	1 484 675
b) term amounts due within:	660 023	470 664
- up to 1 month	146 865	36 507
- 1 to 3 months	125 982	42 941
- 3 months to 1 year	213 138	165 631
- 1 to 5 years	65 833	100 927
- 5 to 10 years	108 205	124 658
- 10 to 20 years	-	-
- over 20 years	-	-
- overdue	-	-
c) interest	2 652	3 301
Total amounts due to non-financial sector -- saving deposits	2 987 016	1 958 640

Note 21C

AMOUNTS DUE TO NON-FINANCIAL SECTOR - SAVING DEPOSITS (BY ORIGINAL MATURITY)	2003 current year	2002 previous year
a) current amounts due	2 324 341	1 484 675
b) term amounts due	660 023	470 664
- up to 1 month	-	-
- 1 to 3 months	-	-
- 3 months to 1 year	-	-
- 1 to 5 years	-	-
- 5 to 10 years	-	-
- 10 to 20 years	-	-
- over 20 years	-	-
- overdue	-	-
c) interest	2 652	3 301
Total amounts due to non-financial sector - saving deposits	2 987 016	1 958 640

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

Note 21D

AMOUNTS DUE TO NON- FINANCIAL SECTOR -OTHER (BY MATURITY)	2003 current year	2002 previous year
a) current amounts due	3 542 926	3 289 887
b) term amounts due within:	5 219 868	4 720 540
- up to 1 month	3 572 774	2 961 841
- 1 to 3 months	273 717	294 539
- 3 months to 1 year	790 379	639 389
- 1 to 5 years	439 805	682 995
- 5 to 10 years	143 193	141 776
- 10 to 20 years	-	-
- over 20 years	-	-
- overdue	-	-
c) interest	29 864	40 050
Total amounts due to non-financial sector -other	8 792 658	8 050 477

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

Note 21E

AMOUNTS DUE TO NON-FINANCIAL SECTOR - OTHER (BY ORIGINAL MATURITY)	2003 current year	2002 previous year
a) current amounts due	3 542 926	3 289 887
b) term amounts due	5 219 868	4 720 540
- up to 1 month	-	-
- 1 to 3 months	-	-
- 3 months to 1 year	-	-
- 1 to 5 years	-	-
- 5 to 10 years	-	-
- 10 to 20 years	-	-
- over 20 years	-	-
- overdue	-	-
c) interest	29 864	40 050
Total amounts due to non-financial sector - other	8 792 658	8 050 477

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

Note 21F

AMOUNTS DUE TO NON-FINANCIAL SECTOR (BY CURRENCY)	2003 current year	2002 previous year
a. in PLN	9 498 343	8 033 833
b. In foreign currencies (by currency and after translation into PLN)	2 281 331	1 975 284
b1. currency/unit USD'000	269 233	279 094
PLN'000	1 007 065	1 071 385
b2. currency/unit EUR'000	260 856	213 101
PLN'000	1 230 456	856 711
b3. currency/unit GBP'000	3 938	4 043

PLN'000	26 264	24 985
b4. currency/unit SEK'000	5 356	5 026
PLN'000	2 781	2 199
b5. currency/unit CHF'000	2 080	3 049
PLN'000	6 299	8 437
b6. currency/unit NOK'000	9 580	12 461
PLN'000	5 369	6 874
b7. other currencies PLN'000	3 097	4 693
Total amounts due to non-financial sector	11 779 674	10 009 117

Note 22A

AMOUNTS DUE TO PUBLIC SECTOR (BY TYPE)	2003 current year	2002 previous year
a) accounts and deposits	65 450	118 470
f) interest	30	84
Total amounts due to public sector	65 480	118 554

Note 22D

AMOUNTS DUE TO PUBLIC SECTOR - OTHER (BY MATURITY)	2003 current year	2002 previous year
a) current amounts due	48 011	69 683
b) term amounts due within:	17 439	48 787
- up to 1 month	6 149	34 829
- 1 to 3 months	8 701	9 045
- 3 months to 1 year	3	2 310
- 1 to 5 years	2 586	2 603
- 5 to 10 years	-	-
- 10 to 20 years	-	-
- over 20 years	-	-
- overdue	-	-
c) interest	30	84
Total amounts due to public sector - other	65 480	118 554

Note 22E

AMOUNTS DUE TO PUBLIC SECTOR - OTHER (BY ORIGINAL MATURITY)	2003 current year	2002 previous year
a) current amounts due	48 011	69 683
b) term amounts due	17 439	48 787
c) interest	30	84
Total amounts due to public sector - other	65 480	118 554

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

Note 22F

AMOUNTS (GROSS) DUE TO PUBLIC SECTOR (BY CURRENCY)	2003 current year	2002 previous year
a. in PLN	61 357	116 922
b. In foreign currencies (by currency and after translation into PLN)	4 123	1 632
b1. currency/unit USD'000	896	253
PLN'000	3 352	970
b2. currency/unit EUR'000	164	165

PLN'000	771	662
b3. currency/unit GBP'000	-	-
PLN'000	-	-
b4. currency/unit SEK'000	-	-
PLN'000	-	-
b5. currency/unit CHF'000	-	-
PLN'000	-	-
b6. currency/unit NOK'000	-	-
PLN'000	-	-
b7. other currencies PLN'000	-	-
Total amounts due to public sector	65 480	118 554

Note 23

AMOUNTS DUE ARISING FROM SOLD SECURITIES WITH A REPURCHASE CLAUSE	2003 current year	2002 previous year
a) to the financial sector	1 022 484	224 652
b) to non-financial and public sector	438 891	1 711 088
c) interest	3 622	6 575
Total amounts due arising from sold securities with a repurchase clause	1 464 997	1 942 315

Note 24A

LIABILITIES ARISING FROM SECURITIES ISSUED	2003 current year	2002 previous year
a) bonds	16 200	-
b) certificates	148 829	25 286
c) Other (in respect of)	-	-
	-	-
	-	-
d) interest	269	-
Total liabilities arising from securities issued	165 298	25 286

Note 24B

MOVEMENTS IN LIABILITIES ARISING FROM SECURITIES ISSUED	2003 current year	2002 previous year
Opening balance	25 286	
a) increase (due to)	879 812	25 500
- issuing	877 399	25 500
	2 413	
b) decrease (due to)	739 800	214
-	-	214
	739 800	
Closing balance	165 298	25 286

Note 24C

LONG TERM LIABILITIES UNDER DEBT SECURITIES ISSUED							
a	b	c	d	e	f	g	h
debt securities by type	nominal value	terms of interest	redemption	guarantees / securities	additional rights	stock market	other
- deposit certificates	3 000 000	WIBOR 1Y + margin	29-01-10	not secured	no	not listed	-
- deposit certificates	3 000 000	WIBOR 3M + margin	14-08-06	not secured	no	not listed	-
- deposit certificates	8 000 000	WIBOR 3M + margin	21-08-06	not secured	no	not listed	-
- deposit certificates	3 000 000	WIBOR 3M + margin	27-08-08	not secured	no	not listed	-
- deposit certificates	5 000 000	WIBOR 6M + margin	01-10-08	not secured	no	not listed	-
- deposit certificates	10 000 000	WIBOR 6M + margin	13-10-06	not secured	no	not listed	-
- deposit certificates	10 000 000	WIBOR 6M + margin	13-10-08	not secured	no	not listed	-
- bonds	11 200 000	WIBOR 6M + margin	22-09-08	not secured	no	not listed	-
- bonds	5 000 000	WIBOR 6M + margin	22-09-06	not secured	no	not listed	-
...							

Note 25

SPECIAL FUNDS AND OTHER LIABILITIES	2003 current year	2002 previous year
1. Special funds (in respect of):	21 155	20 963
- Social Fund	21 155	20 963
2. Other liabilities (in respect of)	92 238	77 994
- income tax liabilities	2 553	2 915
- interbank balances	17 047	8 355
- creditors	72 638	66 553
- other liabilities	-	171
Total special funds and other liabilities	113 393	98 957

Note 26A

ACCRUALS	2003 current year	2002 previous year
a) short-term, including:	46 992	45 712
- accrued expenses - own business activity	28 859	23 679
- remuneration fund	12 457	15 046
- provision for pensions and jubilee bonuses	5 269	6 987
- other	407	-
Total accruals	46 992	45 712

Note 26C

DEFERRED INCOME AND QUALIFIED INCOME	2003 current year	2002 previous year
a) short-term, including:	235 719	176 680
- income received in advance	1 322	140
- qualified income	234 397	176 540
Total deferred income and qualified income	235 719	176 680

Note 27A

MOVEMENTS IN DEFERRED TAX PROVISIONS	2003 current year	2002 previous year
1. Opening balance	789 122	693 595
a) included in the financial result	765 677	693 595
- interest receivable	22 575	29 372
- valuation of securities and derivatives - increase	631 035	575 712
- discount on securities	3 054	8 865
- investment relief	75 523	63 433
- other	33 490	16 213
b) included in the equity	23 445	-
- interest receivable	(676)	-
- valuation of securities and derivatives - increase	5 331	-
- discount on securities	-	-
- investment relief	-	-
- foreign exchange differences	-	-
- other	18 790	-
	-	-
2. Increase	15 019	112 124
a) included in the financial result, due to positive transitional differences	14 343	88 003
- valuation of securities and derivatives - increase		55 323
- investment relief		12 090
- foreign exchange gains/losses		-
- other	14 343	20 590
		-
		-
b) included in the equity, due to positive transitional differences	676	24 121
- interest receivable	676	-
- valuation of securities and derivatives - increase		5 331
- other		18 790

3. Decrease	244 785	16 597
a) included in the financial result, due to positive transitional differences	221 134	15 921
- interest receivable	12 503	6 797
- valuation of securities and derivatives - increase	183 233	-
- discount on securities	148	5 811
- investment relief	22 670	-
- foreign exchange gains/losses	-	-
- other	2 580	3 313
b) included in the equity, due to positive transitional differences	23 651	676
- interest receivable	-	676
- valuation of securities and derivatives - increase	4 861	-
- other	18 790	-
		-
4. Closing balance	559 356	789 122
a) included in the financial result	558 886	765 677
- interest receivable	10 072	22 575
- valuation of securities and derivatives - increase	447 802	631 035
- discount on securities	2 906	3 054
- investment relief	52 853	75 523
- foreign exchange gains/losses	-	-
- other	45 253	33 490
	-	-
	-	-
b) included in the equity	470	23 445
- interest receivable	-	(676)
- valuation of securities and derivatives - increase	470	5 331
- other	-	18 790

Note 27B

DEFFERED TAX PROVISIONS (BY CURRENCY)	2003 current year	2002 previous year
a. in PLN	559 356	789 122
b. In foreign currencies (by currency and after translation into PLN)	-	-
b1. currency/unit USD'000	-	-
PLN'000	-	-
b2. currency/unit EUR'000	-	-
PLN'000	-	-
b3. currency/unit GBP'000	-	-
PLN'000	-	-
b4. currency/unit SEK'000	-	-
PLN'000	-	-
b5. currency/unit CHF'000	-	-
PLN'000	-	-
b6. currency/unit NOK'000	-	-
PLN'000	-	-
	-	-

b7. other currencies PLN'000	-	-
Total deferred tax provisions	559 356	789 122

Note 27C

OTHER PROVISIONS (BY TYPE), INCLUDING:	2003 current year	2002 previous year
- for off-balance sheet liabilities	13 418	10 850
- general banking risk provision	103 122	119 000
Total other provisions	116 540	129 850

Note 27D

OTHER PROVISIONS	2003 current year	2002 previous year
b) długoterminowe (by type)	116 540	129 850
- for off-balance sheet liabilities	13 418	10 850
- general banking risk provision	103 122	119 000
Total other provisions	116 540	129 850

Note 27E

OTHER PROVISIONS (BY CURRENCY)	2003 current year	2002 previous year
a. in PLN	111 763	127 817
b. In foreign currencies (by currency and after translation into PLN)	4 777	2 033
b1. currency/unit USD'000	217	234
PLN'000	812	900
b2. currency/unit EUR'000	214	213
PLN'000	1 008	858
b3. currency/unit GBP'000	-	-
PLN'000	-	-
b4. currency/unit SEK'000	-	-
PLN'000	-	-
b5. currency/unit CHF'000	-	-
PLN'000	-	-
b6. currency/unit NOK'000	-	-
PLN'000	-	-
b7. other currencies PLN'000	2 957	275
Total other provisions	116 540	129 850

Note 27G

MOVEMENTS IN OTHER LONG-TERM PROVISIONS	2003 current year	2002 previous year
Opening balance (by type)	129 850	90 722
- for off-balance sheet liabilities	10 850	26 877
- general banking risk provision	119 000	63 845
a) increase (due to)	16 294	131 424
- provisions create for guarantees	-	-
- general banking risk deduction - loans	755	-
- deduction	13 767	130 924
- foreign exchange gains/losses	1 772	500
b) application (due to)	-	-
c) release (due to)	29 604	92 296
- release provisions for guarantees	13 726	28 451
- general banking risk provision (including contributions to the Bank Guarantee Fund)	15 878	63 845
Closing balance (by type)	116 540	129 850
- for off-balance sheet liabilities	13 418	10 850
- general banking risk provision	103 122	119 000
Total other long-term provisions as at the end of the period	116 540	129 850

Note 28B

MOVEMENTS IN SUBORDINATED LIABILITIES	2003 current year	2002 previous year
Opening balance	1 005 524	-
a) increase (due to)	174 282	1 005 524
- subordinated loan	-	925 010
- subordinated loan interest	-	474
- foreign exchange gains/losses	174 282	80 040
b) decrease (due to)	331	-
	331	-
Closing balance	1 179 475	1 005 524

Note 28A						
subordinated liabilities						
a	b		c	d	e	f
company	loan amount		terms of interest	redemption	status of subordinated liabilities	interest
	by currency	000 PLN				
- AT BRE COM LTD	50 mln EUR	206 645	3M EURIBOR + 1,3%	26.09.2012	235 895	45
- AT BRE COM LTD	200 mln EUR	721 540	3M EURIBOR + 1,3%	27.03.2012	943 580	180
...						

Note 29**SHARE CAPITAL (STRUCTURE)**

series / issue	share type	type of privilege	type of limitation	number of shares	series / issue value	paid up	registered on	dividend right since
- 11-12-86	ordinary bearer shares	-	-	9 966 500	39 866 000	fully paid up in cash	23-12-86	01-01-89
- 11-12-86	registered shares	-	-	33 500	134 000	fully paid up in cash	23-12-86	01-01-89
- 20-10-93	ordinary bearer shares	-	-	2 500 000	10 000 000	fully paid up in cash	04-03-94	01-01-94
- 18-10-94	ordinary bearer shares	-	-	2 000 000	8 000 000	fully paid up in cash	17-02-95	01-01-95
- 28-05-97	ordinary bearer shares	-	-	4 500 000	18 000 000	fully paid up in cash	10-10-97	10-10-97
- 27-05-98	ordinary bearer shares	-	-	3 800 000	15 200 000	fully paid up in cash	20-08-98	01-01-99
- 24-05-00	ordinary bearer shares	-	-	170 500	682 000	fully paid up in cash	15-09-00	01-01-01
Number of shares, total				22 970 500				
Share capital, total					91 882 000			
1 share nominal value = PLN 4.00								

In 2003 BRE Bank SA converted 500 BRE Bank registered shares into bearer shares. Said shares were introduced to stock exchange trading on 2 July 2003 pursuant to Resolution no181/2003 of the Management Board of the Warsaw Stock Exchange dated 18 June 2003.

The shareholder holding directly or indirectly through their subsidiaries at least 5% of the share capital of BRE Bank SA or at least 5% of all votes at the General Shareholders' Meeting was **Commerzbank AG**, 60261 Frankfurt on the Main, Germany – as at 31 December 2003 held 16,575,754 shares of BRE Bank representing 72,16 % of all shares and votes .

Note 31

SUPPLEMENTARY CAPITAL	2003 current year	2002 previous year
a) share premium	744 320	744 320
b) statutory reserve	4 352	4 352
c) reserves created in accordance with the Memorandum of Association above the minimum amount required	-	-
d) repayable contributions from the shareholders	-	-
e) other (by type)	67	66
- reassessment of tangible assets	60	60
- sale of tangible assets	6	6
- other	1	-
Total supplementary capital	748 739	748 738

Note 32

REVALUATION RESERVE	2003 current year	2002 previous year
a) in respect of fixed assets revaluation	7 969	7 969
b) in respect of deferred tax income	3 179	1 316
c) foreign exchange gains/losses on the translation of foreign branch offices	-	-
d) other (by type)		(12 330)
- foreign exchange gains/losses	4 822	1 907
- valuation of available for sale papers	(10 455)	(4 873)
- change in other reserves in subsidiaries valued with equity method	(7 151)	(9 364)
Total revaluation reserve	(1 636)	(3 045)

Note 33

OTHER RESERVES (BY PURPOSE), INCLUDING:	2003 current year	2002 previous year
- general banking risk fund	558 000	558 000
- statutory reserve	186 922	794 915
Total other reserves	744 922	1 352 915

Note 34

Calculation of the solvency ratio

First-tier capital:	PLN 1,585,543 thousand
Share capital	PLN 91,882 thousand
Supplementary capital	PLN 748,739 thousand
Reserve	PLN 186,922 thousand
General banking risk fund	PLN 558,000 thousand
Other:	PLN 731,354 thousand
Revaluation reserve funds	PLN 6,834 thousand
Subordinated loan	PLN 724,520 thousand
Total first-tier and supplementary funds:	PLN 2,316,897 thousand
Adjustment of first-tier and other capital (pursuant to Resolution no. 6/01 of the Banking Supervision Commission dated 16 December 2001):	
- missing amount of provisions	PLN - thousand
- intangible fixed assets	PLN 134,047 thousand
- retained loss of previous years	PLN 2,456 thousand
- equity investment under § 4.1.2. mentioned above Resolution	PLN 384,474 thousand
TOTAL:	PLN 520,977 thousand
Own funds after adjustment	PLN 1,795,920 thousand
Short-term capital	PLN - thousand
Total capital requirement: (under Resolution No 5/2001)	PLN 1,291,421 thousand
Amount over the threshold of capital concentration:	PLN 270,905 thousand
$\text{Solvency ratio} = \frac{\text{Own funds} + \text{Short-term capital} - \text{Amount over the threshold of capital concentration}}{12.5 \times \text{total required capital}} \times 100\%$	
	94.5%

Note 35

Calculation of book value per one share:

book value:	
Share capital	PLN 91,882 thousand
Supplementary capital	PLN 748,739 thousand
Revaluation capital	PLN (2,686) thousand
Other reserve capital	PLN 744,922 thousand
Profit (loss) from previous years	PLN (2,456) thousand
Net profit (loss)	PLN 1,836 thousand
TOTAL:	PLN 1,582,237 thousand
No. of shares	22,970,500 shares
Book value per one share= PLN thousand 1,582,237 / 22,970,500 shares = PLN 68,88 / share	
Information about diluted book value per one share:	
BRE Bank SA did not issued convertible bonds, options, warrants, or other instruments which might increase the projected number of shares.	

Note 36

CONTINGENT LIABILITIES DUE TO RELATED PARTIES	2003 current year	2002 previous year
a) guarantees and warranties from:	2 642 626	1 393 663
- subsidiaries	2 577 565	1 329 130
- joint ventures	-	-
- associates	6 268	17 297
- significant investor	-	-
- parent company	58 793	47 236
b) others (due to)	113 374	70 598
- open credit lines	113 374	70 598
- including: subsidiaries	90 014	5 131
- including: joint ventures	-	-
- including: associates	400	42 501
- including: significant investor	-	-
- including: parent company	22 960	22 966
Total contingent liabilities due to related parties	2 756 000	1 464 261

Note 37

CONTINGENT LIABILITIES FROM RELATED PARTIES	2003 current year	2002 previous year
a) guarantees and warranties from:	106 871	202 629
- parent company	106 871	202 629
Total contingent liabilities from related parties	106 871	202 629

Note 38

INTREST INCOME	2003 current year	2002 previous year
a) from the financial sector	150 282	148 415
b) from the non financial sector	518 937	728 387
c) from the public sector	9 936	52 849
d) from fixed income securities	186 657	542 486
e) other	-	-
Total interes income	865 812	1 472 137

Note 39

INTEREST EXPENSE	2003 current year	2002 previous year
a) from the financial sector	283 968	495 968
b) from the non financial sector	355 878	603 680
c) from the public sector	4 768	17 754
d) other	92 442	27 962
Total interest expense	737 056	1 145 364

Note 40

COMMISSION INCOME	2003 current year	2002 previous year
1. Commission on banking activities	266 135	227 000
2. Commission on brokerage activities	-	-
Total commission income	266 135	227 000

Note 41

INCOME FROM SHARES, OTHER SECURITIES AND OTHER FLOATING INCOME FINANCIAL INSTRUMENTS	2003 current year	2002 previous year
a) from subsidiaries	4 729	10 586
b) from joint ventures	-	-
c) from associates	17 657	6 450
d) from other entities	154	5 869
Total income from shares, other securities and other floating income financial instruments	22 540	22 905

Note 42

RESULT ON FINANCIAL TRANSACTIONS	2003 current year	2002 previous year
a) result on financial transactions in securities and financial instruments	34 365	20 379

- income from transactions in securities and other financial instruments	307 214	474 314
- cost of transactions in securities and other financial instruments	272 849	453 935
b) result on other financial transactions	(12 620)	(120 601)
Total result on financial transactions	21 745	(100 222)

Note 43

OTHER OPERATING INCOME	2003 current year	2002 previous year
b) from the sale or scrapping fixed assets, intangible assets and assets held for resale	10 977	10 472
c) from recovering uncollectible receivables	94	602
d) compensation, penalties and fines received	10 306	947
e) donations received	-	-
f) other (due to)	26 844	19 894
- incomes	3 258	3 032
- round up and surplus	-	-
- income from sale of goods and services	13 537	15 052
- income from release of provisions for future commitments	7 128	965
- other	2 921	845
Total other operating income	48 221	31 915

Note 44

OTHER OPERATING EXPENSES	2003 current year	2002 previous year
b) cost of selling or scrapping fixed assets, intangible assets and assets held for resale	11 001	10 172
c) receivables written off	124	3 504
d) compensation, penalties and fines paid	672	1 158
e) donations made	2 582	2 949
f) other (due to)	10 331	35 914
- provisions for future commitments	2 243	24 218
- other operating expenses	7 743	11 696
	345	
Total other operating expenses	24 710	53 697

Note 45

OVERHEAD COSTS	2003 current year	2002 previous year
a) wages and salaries	143 502	160 822
b) employee benefits and insurances	47 290	47 179
c) material costs	259 502	250 481
d) taxes and fees	5 949	6 034
e) contributions and transfers to the Bank Guarantee Fund	7 414	5 739
f) other (due to)	-	352
- other expenses	-	352
Total overhead costs	463 657	470 607

Note 46

PROVISIONS AND WRITE-DOWNS	2003 current year	2002 previous year
a) provisions for:	263 864	721 488
- normal loans	8 392	11 492
- watch loans	13 159	14 715
- non-performing loans	216 927	564 357
- general banking risk provisions	-	119 000
- off-balance sheet liabilities	13 767	11 924
- other	11 619	
b) write-downs:	1 498	82 862
- financial assets	1 498	-
- shares in subsidiaries	-	11 072
- shares in minority entities	-	4 064
- other securities and property rights	-	67 726
Total provisions and write-downs	265 362	804 350

Note 47

RELEASE OF PROVISIONS AND REVERSAL OF WRITE-DOWNS	2003 current year	2002 previous year
a) release of provisions for:	281 234	289 527
- normal loans	6 691	320
- watch loans	302	24
- non-performing loans	244 637	196 887
- general banking risk provisions	15 878	63 845
- off-balance sheet liabilities	13 726	28 451
b) reversal of write-downs:	1 223	19 903
- shares in subsidiaries	-	11 072
- shares in minority entities	348	289
- other securities and property rights	875	8 542
Total release of provisions and reversal of write-downs	282 457	309 430

Note 49

EXTRAORDINARY GAINS	2003 current year	2002 previous year
a) acts of God	180	359
Total extraordinary gains	180	359

Note 50

EXTRAORDINARY LOSSES	2003 current year	2002 previous year
a) acts of God	112	245
Total extraordinary losses	112	245

Note 51A

CURRENT CORPORATION INCOME TAX	2003 current year	2002 previous year
1. Profit (loss) before tax	47 692	(299 045)
2. Differences between profit (loss) before tax and taxable income, by title:	(174 238)	79 328
- accrued income	(1 024 207)	(35 512)
- tax-free income	(16 761)	(1 236 503)
- accrued expenses	841 137	(24 168)
- costs not recognised as revenue earning costs	25 593	1 375 511
3. Tax base	(126 546)	(219 717)
- according to the income statement	550	534

Income tax stated in the 2003 profit/loss statement amounted to PLN 550 thousand relates to tax paid abroad on income earned outside the territory of Poland.

Note 51B

DEFERRED TAX PRESENTED IN THE INCOME STATEMENT	2003 current year	2002 previous year
- decrease (increase) due to transitional differences	17 044	(62 857)
- decrease (increase) due to tax rates changes	31 767	22 679
- other elements of deferred tax (by type):	(7 469)	(59 324)

- tax loss	(7 469)	(59 324)
Total deferred tax	41 342	(99 502)

Note 51C

TOTAL AMOUNT OF DEFERED TAX	2003 current year	2002 previous year
- included in the equity	(3 179)	(1 316)
- included in goodwill or negative goodwill		(1 732)

Note 51D

INCOME TAX PRESENTED IN THE INCOME STATEMENT	2003 current year	2002 previous year
- discontinued operations		-
- extraordinary gains		169

Note 53

PARTICIPATION IN PROFIT (LOSS) SUBORDINATES VALUED USING EQUITY METHOD	2003 current year	2002 previous year
- deduction of subordinates goodwill	(29 890)	(20 463)
- deduction of subordinates goodwill (negative amount)	-	2 518
- deduction of assets (net) valuation difference	25 926	(161 199)

Note 54

Pursuant to Resolution No. 2 of the General Meeting of Shareholders adopted on 21 May 2003, BRE Banku SA's net loss of 2002 PLN 379,221 thousand, loss from previous years PLN 228,772 thousand and oraz wynikająca ze zmiany przepisów dotyczących rachunkowości banków zostały pokryte z kapitału rezerwowego.

2003 net profit PLN 1.836 thousand will be allocated to Bank's reserve.

Nota 55

Profit per 1 share

Number of BRE Bank SA shares:

January '03	22.970.500 shares
February '03	22.970.500 shares
March '03	22.970.500 shares
April '03	22.970.500 shares
May '03	22.970.500 shares
June '03	22.970.500 shares
July '03	22.970.500 shares
August '03	22.970.500 shares
September '03	22.970.500 shares
October '03	22.970.500 shares
November '03	22.970.500 shares
December '03	22.970.500 shares

Net profit: **PLN 1,836 thousand**

Profit per 1 share:

PLN 1,836 thousand / 22 970 500 = PLN 0.08

Additional information concernig diluted profit per 1 share:

BRE Bank SA did not issue convertible bonds, options, warrants, or other instruments which might increase the projected number of shares

EXPLANATORY NOTES TO THE CASH FLOW STATEMENT

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

	as at 31.12.02	as at 31.12.03	change
Cash (PLN)	11 064	17 130	6 066
Cash (foreign currencies)	6 987	8 366	1 379
PLN treasury	31 109	32 723	1 614
Foreign currency treasury	19 679	17 221	(2 458)
Cash in ATM	2 000	2 000	0
Stamp duty	10	30	20
Current account with NBP	(226 099)	(7 768)	218 331
Current accounts with branch offices	515 741	403 421	(112 320)
Deposits in banks with maturity date up to 3 months	987 771	4 413 199	3 425 428
Total:	1 348 262	4 886 322	3 538 060
Nostro current account	24 176	157 111	132 935
Debit balances in Loro accounts	138	0	(138)
	24 314	157 111	132 797
Total:	1 372 576	5 043 433	3 670 857

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

The net profit was adjusted for:

- foreign exchange differences in investing and financing activities;

- dividend received and paid and interest in financing activities;

- movement in other provisions;

- income tax matched to the gross profit and paid;

- gains on sale and liquidation of investment items.

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

The cash flows from investing activities include:

- outflows in respect of purchase of tangible fixed assets, intangible assets, and other long-term assets;

- inflows from sale of tangible fixed assets, intangible assets, and other long-term assets.

The cash flows from financing activities include:

- inflows and outflows in respect of movement in long-term loans and borrowings;

- dividend paid to owners;

- receipts and repayment of receivables relating to own bonds issued.

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

Other outflows from financing activities were PLN 111,162 thousand (5.46% of total outflows from financing activities), including:

- interest paid on long-term loans from foreign banks at PLN 53,149 thousand;

- interest paid on long-term loans from international financial organisations at PLN 16,517 thousand;

- interest paid on long-term loans from international financial organisations at PLN 12,496 thousand

- interest paid on subordinated loans from a foreign bank at PLN 44,886 thousand;

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