



BNP PARIBAS

Interim Abbreviated Consolidated
Financial Statements of
BNP Paribas Bank Polska SA Group
for the First Quarter 2013



Contents

1. Financial Highlights	3
2. Consolidated Financial Statements of BNP Paribas Bank Polska SA Group	5
3. Quarterly Financial Information – Separate Financial Data of BNP Paribas Bank Polska SA9	
4. The Key Factors Affecting Consolidated Performance of BNP Paribas Bank Polska SA Group as at the End of the First Quarter of 2013	13
5. Information on BNP Paribas Bank Polska SA Group	19
6. Accounting Policies	21
7. Comparability with Previously Published Reports	22
8. Segment Reporting	24
9. Additional Notes to Consolidated Income Statement	26
10. Additional Notes to Consolidated Balance Sheet	28
11. Hedge Accounting	37
12. Lease facilities	38
13. Capital adequacy and financial liquidity	39
14. Other Material Information	40

1. Financial Highlights

CONSOLIDATED FINANCIAL HIGHLIGHTS	in PLN thousand		in EUR thousand	
	31 March 2013 (YTD)	31 March 2012 (YTD)	31 March 2013 (YTD)	31 March 2012 (YTD)
Income Statement				
Net interest income	143,455	142,493	34,370	34,130
Net fee and commission income	35,006	33,924	8,387	8,125
Net banking income	217,062	209,006	52,006	50,061
Profit/loss before taxation	41,383	15,961	9,915	3,823
Profit/loss after taxation	30,794	9,900	7,378	2,371
Ratios				
Weighted average number of shares	28,692,926	24,123,506	-	-
Basic earnings/loss per share (PLN/EUR)	1.07	0.41	0.26	0.10
Diluted earnings/loss per share (PLN/EUR)	1.07	0.41	0.26	0.10
Cash flow statement				
Net cash provided by operating activities	-601,403	-187,728	-144,090	-44,965
Net cash provided by investing activities	277,489	1,107,714	66,484	265,321
Net cash provided by (used in) financing activities	-759,062	-1,306,995	-181,864	-313,053
Total gross cash flow	-1,082,976	-387,009	-259,470	-92,697
Balance Sheet				
	Balance as at 31 March 2013	Balance as at 31 Dec 2012	Balance as at 31 March 2013	Balance as at 31 Dec 2012
Total assets	19,844,329	20,830,812	4,750,402	5,095,351
Loans to customers	16,584,913	16,159,687	3,970,152	3,952,763
Due to banks	1,176,043	382,360	281,525	93,528
Due to customers	8,901,184	10,064,950	2,130,795	2,461,951
Loans and credit facilities received	7,154,491	7,589,756	1,712,666	1,856,503
Equity capital	1,743,502	1,730,945	417,365	423,400
Ratios				
Number of shares	28,692,926	28,692,926	-	-
Book value per share (in PLN/EUR)	60.76	60.33	14.55	14.76
Diluted book value per share (in PLN/EUR)	60.76	60.33	14.55	14.76
Capital adequacy				
Capital adequacy ratio	12.18%	13.80%	-	-
Tier 1 (core) capital	1,664,671	1,638,085	398,484	400,686
Tier 2 (supplementary) capital	470,248	725,388	112,570	177,435
Tier 3 (short term) capital	4,763	11,102	1,140	2,716

FINANCIAL HIGHLIGHTS (SEPARATE)	in PLN thousand		in EUR thousand	
	31 March 2013 (YTD)	31 March 2012 (YTD)	31 March 2013 (YTD)	31 March 2012 (YTD)
Income Statement				
Net interest income	133,437	131,641	31,970	31,531
Net fee and commission income	32,761	32,678	7,849	7,827
Net banking income	203,222	219,121	48,690	52,484
Profit/loss before taxation	24,507	26,987	5,872	6,464
Profit/loss after taxation	16,769	23,247	4,018	5,568
Number of shares	28,692,926	24,123,506	-	-
Basic earnings/loss per share (PLN/EUR)	0.58	0.96	0.14	0.23
Diluted earnings/loss per share (PLN/EUR)	0.58	0.96	0.14	0.23
Cash flow statement				
Net cash provided by operating activities	-739,358	-328,454	-177,143	-78,672
Net cash provided by investing activities	276,919	1,113,832	66,347	266,786
Net cash provided by (used in) financing activities	-549,771	-1,203,994	-131,720	-288,382
Total net cash flow	-1,012,210	-418,616	-242,516	-100,268
Balance Sheet	Balance as at 31 March 2013	Balance as at 31 Dec 2012	Balance as at 31 March 2013	Balance as at 31 Dec 2012
Total assets	18,416,994	19,245,705	4,408,722	4,707,623
Loans to customers	15,133,556	14,611,837	3,622,721	3,574,149
Due to banks	1,176,041	382,327	281,525	93,520
Due to customers	8,927,924	10,113,114	2,137,196	2,473,733
Loans and credit facilities received	5,781,692	6,023,287	1,384,041	1,473,335
Equity capital	1,696,510	1,697,954	406,116	415,330
Ratios				
Number of shares	28,692,926	28,692,926	-	-
Book value per share (in PLN/EUR)	59.13	59.18	14.15	14.48
Diluted book value per share (in PLN/EUR)	59.13	59.18	14.15	14.48
Capital adequacy				
Capital adequacy ratio	12.57%	14.46%	-	-
Tier 1 (core) capital	1 574 592	1 547 208	376 931	378 457
Tier 2 (supplementary) capital	411 748	664 490	98 566	162 539
Tier 3 (short term) capital	4 763	11 102	1 140	2 716

Key items in the balance sheet, income statement and cash flow statement in the financial statements for the first quarter of 2013 and the corresponding financial figures for the first quarter of 2012 and as at the end of 2012 have been converted into EUR according to the following rules:

- particular items of assets and liabilities in the balance sheet and book value per share as at the end of the first quarter of 2013 have been converted into EUR at the mid-rate binding as at 31 March 2013 published by the National Bank of Poland on 29 March 2013, i.e. EUR 1 = PLN 4.1774; comparative financial data as at the end of 2012 have been converted into EUR at the mid-rate binding as at 31 December 2012, published by the National Bank of Poland on 31 December 2012, i.e. EUR 1 = PLN 4.0882;
- particular items in the income statement and cash flows, and earnings per share for the first quarter of 2013 were converted into EUR at the rate based on the arithmetic mean of mid rates determined by the National Bank of Poland as at the last days of the months from January through March 2013, i.e. EUR 1 = PLN 4.1738, whereas comparative data for the end of the first quarter of 2012 were converted into EUR at the rate based on the arithmetic mean of mid rates determined by the National Bank of Poland as of the last days of the months from January through March 2012, i.e. EUR 1 = PLN 4.1750.

2. Consolidated Financial Statements of BNP Paribas Bank Polska SA Group

Comparative data of the Group for the period from 1 January 2012 through 31 March 2012 do not contain relevant items of BNP Paribas Factor Sp. z o.o. The results of BNP Paribas Factor Sp. z o.o. are included in the Group's results since its acquisition i.e. 2 April 2012.

Consolidated Income Statement (in PLN thousand)	Notes	1 Jan 2013 - 31 March 2013	1 Jan 2012 - 31 March 2012
Interest income	Note 9.1	233,418	260,489
Interest expense	Note 9.2	-89,963	-117,996
Net interest income		143,455	142,493
Fee and commission income	Note 9.3	46,800	43,012
Fee and commission expense	Note 9.4	-11,794	-9,088
Net fee and commission income		35,006	33,924
Net trading income	Note 9.5	23,388	31,526
Net profit (loss) on hedging transactions		-704	-6,205
Net profit/loss on the hedged item		704	6,205
Net profit/loss on available-for-sale financial assets		14,090	1,353
Other revenues		5,973	4,461
Other operating expenses		-4,850	-4,751
Net banking income		217,062	209,006
General expenses		-132,614	-135,908
Personnel expenses		-68,400	-72,702
Other general expenses		-64,214	-63,206
Depreciation		-11,443	-14,743
Gross operating profit/loss		73,005	58,355
Cost of risk	Note 9.6	-31,464	-42,373
Net operating profit/loss		41,541	15,982
Net profit/loss from disposal of assets, shares and interest		-158	-21
Profit/loss before taxation		41,383	15,961
Income tax		-10,589	-6,061
Profit/loss after taxation		30,794	9,900

Consolidated Earnings Per Share (in PLN)	Note 9.7	1 Jan 2013 - 31 March 2013	1 Jan 2012 - 31 March 2012
Profit/loss after taxation (in PLN thousand)		30,794	9,900
Weighted average number of ordinary shares		28,692,926	24,123,506
EPS ratio (in PLN)		1.07	0.41
Diluted weighted average number of ordinary shares		28,692,926	24,123,506
Diluted earnings per ordinary share (in PLN)		1.07	0.41

Consolidated report of total income (in PLN thousand)	1 Jan 2013 - 31 March 2013	1 Jan 2012 - 31 March 2012
Net profit (loss) for the year	30,794	9,900
Profits/losses not recognised in the income statement (investments available for sale)	-22,515	23,495
Deferred tax - Profits/losses not recognised in the income statement (investments available for sale)	4,278	-4,464
Profits/losses not recognised in the income statement (investments available for sale) - net	-18,237	19,031
Total income	12,557	28,931

Notes published on the following pages constitute an integral part of the consolidated financial statements.

As at 31 March 2012, the comparative data do not contain relevant items of BNP Paribas Factor Sp. z o.o., whereas as at 31 December 2012, they include items of BNP Paribas Factor Sp. z o.o. starting from the date of shares acquisition in this subsidiary, i.e. from 2 April 2012.

Consolidated balance sheet (in PLN thousand)	Note	31 March 2013	31 December 2012	31 March 2012
ASSETS				
Cash and cash equivalents	10.1	898,400	1,980,588	729,745
Financial assets held for trading	10.2.1	106,351	145,838	135,867
Due from banks	10.3.1	121,043	208,045	772,084
Loans to customers	10.3.2	16,584,913	16,159,687	16,489,171
Hedging instruments	11	8,658	11,179	6,392
Investments – available for sale	10.4	1,473,636	1,825,430	2,562,931
Property, plant and equipment		124,260	123,598	147,444
Intangible assets		34,084	29,909	31,495
Non-current assets held for sale	10.5	32,017	32,100	5,591
Settlements on account of income tax		4,842	4,423	1,365
Deferred tax assets	10.6.1	238,071	233,373	251,202
Other assets		218,054	76,642	105,999
Total assets		19,844,329	20,830,812	21,239,286

LIABILITIES				
Financial liabilities held for trading	10.2.2	76,991	86,718	110,384
Due to banks	10.7.1	1,176,043	382,360	1,059,209
Due to customers	10.7.2	8,901,184	10,064,950	9,371,974
Loans and credit facilities received	10.7.3	7,154,491	7,589,756	8,231,458
Differences from the fair value hedge against interest rate risk falling on hedged items		8,173	8,800	6,104
Subordinated liabilities		457,044	694,251	561,869
Income tax liabilities		9,037	-	8,843
Deferred tax liabilities	10.6.1	3,143	7,416	3,350
Other liabilities		254,031	225,949	399,399
Provisions	10.8.1	60,690	39,667	53,843
Total liabilities		18,100,827	19,099,867	19,806,433

EQUITY CAPITAL				
Share capital		1,434,646	1,434,646	1,206,175
Additional capital		172,401	172,401	127,099
Transfer from BNP Paribas SA Branch		-	-	15,161
Other capital		26,269	26,269	6,919
Revaluation reserve		13,901	32,110	14,647
Consolidation adjustment		-	833	-
Retained earnings		65,491	33,845	52,952
Net profit (loss) for the year		30,794	30,841	9,900
Total equity capital		1,743,502	1,730,945	1,432,853
Total liabilities and equity		19,844,329	20,830,812	21,239,286

Notes published on the following pages constitute an integral part of the consolidated financial statements.

Consolidated Statement of Changes in Shareholders' Equity for the first quarter of 2013 (in PLN thousand)							
	Share capital	Additional capital	Retained earnings	Net profit (loss) for the year	Other capital	Revaluation reserve	Total capital
Balance as at 1 Jan 2013	1,434,646	172,401	65,519	-	26,269	32,110	1,730,945
Total income for the first quarter of 2013	-	-	-	30,794	-	-18,237	12,557
Other	-	-	-28	-	-	28	-
Balance as at 31 March 2013	1,434,646	172,401	65,491	30,794	26,269	13,901	1,743,502

Consolidated Statement of Changes in Shareholders' Equity in 2012 (in PLN thousand)									
	Share capital	Additional capital	Transfer from BNP Paribas SA Branch	Retained earnings	Net profit (loss) for the year	Other capital	Revaluation reserve	Consolidation adjustment	Total capital
Balance as at 1 Jan 2012	1,206,175	127,099	15,161	40,147	-	6,919	-4,384	12,805	1,403,922
Consolidation adjustment	-	-	-	12,805	-	-	-	-11,972	833
Total income for 2012	-	-	-	-	30,841	-	36,494	-	67,335
Share issue	228,471	31,529	-	-	-	-	-	-	260,000
Transfer of a positive difference into the additional capital	-	15,161	-15,161*	-	-	-	-	-	-
Distribution of retained earnings	-	-243	-	-19,107	-	19,350	-	-	-
Other	-	-1,145	-	-	-	-	-	-	-1,145
Balance as at 31 Dec 2012	1,434,646	172,401	-	33,845	30,841	26,269	32,110	833	1,730,945

Consolidated Statement of Changes in Shareholders' Equity for the first quarter of 2012 (in PLN thousand)									
	Share capital	Additional capital	Transfer from BNP Paribas SA Branch	Retained earnings	Net profit (loss) for the year	Other capital	Revaluation reserve	Consolidation adjustment	Total capital
Balance as at 1 Jan 2012	1,206,175	127,099	15,161	40,147	-	6,919	-4,384	12,805	1,403,922
Consolidation adjustment	-	-	-	12,805	-	-	-	-12,805	-
Total income for the first quarter of 2012	-	-	-	-	9,900	-	19,031	-	28,931
Balance as at 31 March 2012	1,206,175	127,099	15,161	52,952	9,900	6,919	14,647	-	1,432,853

* In 2012, the Annual General Meeting decided to transfer a positive difference, in the amount of PLN 15,161 thousand, arising from the tax settlement of the acquisition by BNP Paribas Bank Polska SA of an organised part of BNP Paribas SA Branch in Poland into the additional capital. The tax settlement of the transaction of a purchase of an organised part of the enterprise took place in March 2011, and then the asset on this account was recognised as well.

Consolidated Cash Flow Statement (in PLN thousand)	1 Jan 2013 - 31 March 2013	1 Jan 2012 - 31 March 2012
Cash and cash equivalents (gross), opening balance	1,981,688	1,117,534
OPERATING ACTIVITY		
Gross profit/loss	41,383	15,961
Adjustments for:	-642,786	-203,689
Depreciation	11,443	14,743
Change of reserves and provisions	9,014	28,768
Profits/losses on account of FX rate differences	15,776	-50,018
Profits/losses on investing activities	1,281	603
Changes in operational assets and liabilities:	-673,637	-165,706
- financial assets and liabilities held for trading	29,760	24,244
- due from banks, gross	87,002	-412,926
- loans to customers, gross	-414,982	132,113
- assets and liabilities on account of applying fair value hedge accounting	1,894	4,340
- investments available for sale, gross	35,788	-2,626
- due to banks	793,683	30,875
- due to customers	-1,163,766	489,745
- liabilities due on account of credit facilities and loans received	60,652	-446,507
- liabilities due on account of a subordinated loan	10,281	-30,760
- other assets and liabilities	-113,949	45,796
Tax paid	-6,663	-32,076
Other adjustments	-	-3
Net operating cash flows	-601,403	-187,728
INVESTING ACTIVITY		
Purchase of available-for-sale investments	-3,818,449	-5,931,413
Purchase of property, plant and equipment and intangible fixed assets	-17,702	-14,393
Proceeds from AFS divestments	4,113,483	7,053,411
Proceeds from sales of property, plant and equipment	396	346
Other investment expenses	-239	-237
Net cash provided by investing activities	277,489	1,107,714
FINANCING ACTIVITY		
Subordinated loans repayment	-267,092	-
Drawdown of loans and credit facilities received	691,693	233,673
Repayment of loans and credit facilities received	-1,203,267	-1,540,668
Other financial gains	19,604	-
Net cash provided by (used in) financing activities	-759,062	-1,306,995
Cash and cash equivalents, gross, ending balance	898,712	730,525
Change in gross cash and cash equivalents	-1,082,976	-387,009

The consolidated Cash Flow Statement is prepared using an indirect method.

Notes published on the following pages constitute an integral part of the consolidated financial statements.

3. Quarterly Financial Information – Separate Financial Data of BNP Paribas Bank Polska SA

Income Statement (in PLN thousand)	1 Jan 2013 - 31 March 2013	1 Jan 2012 - 31 March 2012
Interest income	214,972	236,468
Interest expense	-81,535	-104,827
Net interest income	133,437	131,641
Fee and commission income	44,276	41,445
Fee and commission expense	-11,515	-8,767
Net fee and commission income	32,761	32,678
Net trading income	22,936	31,116
Net profit (loss) on hedging transactions	-704	-6,205
Net profit/loss on the hedged item	704	6,205
Net profit/loss on available-for-sale financial assets	14,040	1,408
Dividends	-	22,153
Other revenues	4,876	4,866
Other operating expenses	-4,828	-4,741
Net banking income	203,222	219,121
General expenses	-128,129	-132,130
Personnel expenses	-66,609	-71,401
Other general expenses	-61,520	-60,729
Depreciation	-11,255	-14,538
Gross operating profit/loss	63,838	72,453
Cost of risk	-34,376	-45,445
Net operating profit/loss	29,462	27,008
Net profit/loss from disposal of assets, shares and interest	-4,955	-21
Profit/loss before taxation	24,507	26,987
Income tax	-7,738	-3,740
Profit/loss after taxation	16,769	23,247

Separate report of total income (in PLN thousand)	1 Jan 2013 - 31 March 2013	1 Jan 2012 - 31 March 2012
Net profit (loss) for the year	16,769	23,247
Profits/losses not recognised in the income statement (investments available for sale)	-22,485	23,354
Deferred tax - Profits/losses not recognised in the income statement (investments available for sale)	4,272	-4,437
Profits/losses not recognised in the income statement (investments available for sale) - net	-18,213	18,917
Total income	-1,444	42,164

Balance Sheet (in PLN thousand)	31 March 2013	31 December 2012	31 March 2012
ASSETS			
Cash and cash equivalents	892,041	1,903,463	638,032
Financial assets held for trading	106,351	145,838	135,867
Due from banks	121,043	208,045	772,084
Loans to customers	15,133,556	14,611,837	14,837,733
Hedging instruments	8,658	11,179	6,392
Investments – available for sale	1,466,640	1,817,783	2,553,278
Other investments	115,851	120,648	112,996
Property, plant and equipment	123,207	122,520	146,068
Intangible assets	33,947	29,725	31,257
Non-current assets held for sale	4,785	4,785	4,785
Settlements on account of income tax	-	1,927	-
Deferred tax assets	211,834	204,890	226,313
Other assets	199,081	63,065	76,389
Total assets	18,416,994	19,245,705	19,541,194

LIABILITIES			
Financial liabilities held for trading	76,991	86,718	110,384
Due to banks	1,176,041	382,327	1,059,209
Due to customers	8,927,924	10,113,114	9,410,990
Loans and credit facilities received	5,781,692	6,023,287	6,564,136
Differences from the fair value hedge against interest rate risk falling on hedged items	8,173	8,800	6,104
Subordinated liabilities	457,044	694,251	561,869
Income tax liabilities	9,037	-	8,843
Deferred tax liabilities	3,101	7,368	3,350
Other liabilities	222,680	196,196	349,017
Provisions	57,801	35,690	51,364
Total liabilities	16,720,484	17,547,751	18,125,266

EQUITY CAPITAL			
Share capital	1,434,646	1,434,646	1,206,175
Additional capital	176,387	176,387	129,157
Transfer from BNP Paribas SA Branch	-	-	15,161
Other capital	26,223	26,223	6,873
Revaluation reserve	13,225	31,410	14,282
Retained earnings	29,260	-	21,033
Net profit (loss) for the year	16,769	29,288	23,247
Total equity capital	1,696,510	1,697,954	1,415,928
Total liabilities and equity	18,416,994	19,245,705	19,541,194

Statement of Changes in Shareholders' Equity for the first quarter of 2013 (in PLN thousand)							
	Share capital	Additional capital	Retained earnings	Net profit (loss) for the year	Other capital	Revaluation reserve	Total capital
Balance as at 1 Jan 2013	1,434,646	176,387	29,288	-	26,223	31,410	1,697,954
Total income for the first quarter of 2013	-	-	-	16,769	-	-18,213	-1,444
Other	-	-	-28	-	-	28	-
Balance as at 31 March 2013	1,434,646	176,387	29,260	16,769	26,223	13,225	1,696,510

Statement of Changes in Shareholders' Equity in 2012 (in PLN thousand)								
	Share capital	Additional capital	Transfer from BNP Paribas SA Branch	Retained earnings	Net profit (loss) for the year	Other capital	Revaluation reserve	Total capital
Balance as at 1 Jan 2012	1,206,175	129,157	15,161	21,033	-	6,873	-4,635	1,373,764
Total income for 2012	-	-	-	-	29,288	-	36,045	65,333
Share issue	228,471	31,529	-	-	-	-	-	260,000
Transfer of a positive difference into the additional capital	-	15,161	-15,161*	-	-	-	-	-
Distribution of retained earnings	-	1,683	-	-21,033	-	19,350	-	-
Other	-	-1,143	-	-	-	-	-	-1,143
Balance as at 31 Dec 2012	1,434,646	176,387	-	-	29,288	26,223	31,410	1,697,954

Statement of Changes in Shareholders' Equity for the first quarter of 2012 (in PLN thousand)								
	Share capital	Additional capital	Transfer from BNP Paribas SA Branch	Retained earnings	Net profit (loss) for the year	Other capital	Revaluation reserve	Total capital
Balance as at 1 Jan 2012	1,206,175	129,157	15,161	21,033	-	6,873	-4,635	1,373,764
Total income for the first quarter of 2012	-	-	-	-	23,247	-	18,917	42,164
Balance as at 31 March 2012	1,206,175	129,157	15,161*	21,033	23,247	6,873	14,282	1,415,928

* In 2012, the Annual General Meeting decided to transfer a positive difference, in the amount of PLN 15,161 thousand, arising from the tax settlement of the acquisition by BNP Paribas Bank Polska SA of an organised part of BNP Paribas SA Branch in Poland into the additional capital. The tax settlement of the transaction of a purchase of an organised part of the enterprise took place in March 2011, and then the asset on this account was recognised as well.

Separate cash flow (in PLN thousand)	1 Jan 2013 - 31 March 2013	1 Jan 2012 - 31 March 2012
Cash and cash equivalents (gross), opening balance	1,904,563	1,057,428
OPERATING ACTIVITY		
Gross profit/loss	24,507	26,987
Adjustments for:	-763,865	-355,441
Depreciation	11,255	14,538
Change of reserves and provisions	20,392	33,833
Profits/losses on investing activities	1,282	603
Changes in operational assets and liabilities:	-793,082	-381,173
- financial assets and liabilities held for trading	29,760	24,244
- due from banks, gross	87,002	-412,887
- loans to customers, gross	-516,968	19,359
- assets and liabilities on account of applying fair value hedge accounting	1,894	4,340
- investments available for sale, gross	35,838	-2,587
- due to banks	793,714	30,885
- due to customers	-1,185,190	382,938
- liabilities due on account of credit facilities and loans received	60,688	-446,507
- liabilities due on account of a subordinated loan	10,281	-30,760
- other assets and liabilities	-110,101	49,802
Tax paid	-3,712	-23,239
Other adjustments	-	-3
Net operating cash flows	-739,358	-328,454
INVESTING ACTIVITY		
Purchase of available-for-sale investments	-3,818,449	-5,925,319
Purchase of property, plant and equipment and intangible fixed assets	-17,580	-14,369
Proceeds from AFS divestments	4,112,813	7,053,411
Proceeds from sales of property, plant and equipment	374	346
Other investment expenses	-239	-237
Net cash provided by investing activities	276,919	1,113,832
FINANCING ACTIVITY		
Subordinated loans repayment	-267,092	-
Drawdown of loans and credit facilities received	537,392	-
Repayment of loans and credit facilities received	-839,675	-1,203,994
Other financial gains	19,604	-
Net cash provided by (used in) financing activities	-549,771	-1,203,994
Cash and cash equivalents, gross, ending balance	892,353	638,812
Change in gross cash and cash equivalents	-1,012,210	-418,616

Cash Flow Statement is prepared using an indirect method.

4. The Key Factors Affecting Consolidated Performance of BNP Paribas Bank Polska SA Group as at the End of the First Quarter of 2013

4.1. Financial Results

Income Statement (in PLN thousand)	1 Jan 2013- 31 March 2013	1 Jan 2012 - 31 March 2012	Change Q1 2013 - Q1 2012
Net interest income	143,455	142,493	0.7%
Net fee and commission income	35,006	33,924	3.2%
Other revenues ¹	38,601	32,589	18.4%
Net banking income	217,062	209,006	3.9%
Personnel expenses	-68,400	-72,702	-5.9%
Other general expenses	-64,214	-63,206	1.6%
Cost of risk	-31,464	-42,373	-25.7%
Profit/loss before taxation	41,383	15,961	159.3%
Profit/loss after taxation	30,794	9,900	211.1%

4.2. Financial Highlights

	31 March 2013	31 Dec 2012	31 March 2012	Change 31 March 2013 - 31 Dec 2012
Total assets (in PLN thousand)	19,844,329	20,830,812	21,239,286	-4.7%
Loans to customers	16,584,913	16,159,687	16,489,171	2.6%
Due to customers	8,901,184	10,064,950	9,371,974	-11.6%
Total equity	1,743,502	1,730,945	1,432,853	0.7%

4.3. Financial ratios (%)

	31 March 2013	31 Dec 2012	31 March 2012
Capital adequacy ratio	12.2%	13.8%	11.9%
Return on assets (ROA)*	0.6	0.1	0.2
Return on equity (ROE)*	7.3	1.9	2.8
Net interest margin*	3.1	2.9	2.9

*These ratios were calculated as follows:

Return on Assets (ROA)	Profit/loss after taxation / average assets as at the end of four subsequent quarters
Return on Equity (ROE)	Profit/loss after taxation / average total own funds as at the end of four subsequent quarters
Net interest margin	Net interest income / average interest-bearing assets ² as at the end of four subsequent quarters

BNP Paribas Bank Polska SA Group presents the results of BNP Paribas Factor Sp. z o.o. from the acquisition of the company, i.e. from 2 April 2012. Therefore, the Q1 2012 results of the company are not recognised in the Group's consolidated results for Q1 2012. Acquisition of that company and consolidation of its results have an impact on the amount of indices calculated and comparisons made.

¹ Other revenues include: net trading income, net profit (loss) on transactions in available-for-sale financial assets, dividends, net profit (loss) on fair value hedge accounting, other income and other operating costs

² Interest-bearing assets include: financial assets held for trading, due from banks, loans to customers, investments available for sale and hedging instruments

Consolidated Income Statement

The Group closed Q1 2013 with a pre-tax profit totalling PLN 41.4 million, which was by PLN 25.4 million or 159.3% higher than the result of Q1 2012. Growth of the Group's consolidated profit resulted predominantly from the increase of the net income on transactions in available-for-sale financial assets, lower cost of risk and savings in operating costs resulting from the, optimisation project launched in Q2 2012, which assumed a reduction of 355 FTEs.

The Group's net banking income of PLN 217.1 million in Q1 2013 was by PLN 8.1 million or 3.9% higher as compared to the corresponding period of 2012. Key items of this position are presented below:

– **Net interest income**

In the structure of the Group's income, the net interest income is the main item. In Q1 2013, it stood at PLN 143.5 million and was by PLN 1.0 million or 0.7% higher than in the corresponding period of 2012.

Interest income amounted to PLN 233.4 million in the first quarter of 2013, which represents a fall by 10.4% (PLN 27.1 million) compared to Q1 2012. This drop was mainly recorded in:

- **interest on securities** available for sale (by 35.9% or PLN 11.0 million) whose average volume in the analysed period remained lower than the year before;
- **interest on loans to the Group's customers** (by 4.0% or PLN 8.5 million), which in the analysed period amounted to PLN 206.2 million. Lower interest on loans to customers derived chiefly from lower average balances of lease receivables, including impaired receivables and non-performing loans of the Bank's customers, as well as from a drop in market interest rates. On the other hand, the level of interest on loans to customers was positively affected by the consolidation of BNP Paribas Factor results: in Q1 2013, interest on factoring receivables amounted to PLN 1.4 million;
- **interest on receivables due from banks** (by PLN 5.8 million) in connection with a decrease in the volume of funds invested in the interbank market.

In Q1 2013, **interest expenses** went down by PLN 28.0 million or 23.8% as compared to the corresponding period of 2012 and reached PLN 90.0 million. The item fell mainly due to the following:

- lower **interest expenses related to subordinated loans and loans and credit facilities received** (in total, by PLN 24.3 million, i.e. 61.4%), which was attributable to:
 - lower average balances of subordinated loans and credit facilities received from the Group,
 - drop in the market interest rates,
 - net income of PLN 19.1 million received by the Bank in connection with the settlement of prepaid tranches of credit facilities from the BNP Paribas Group with the positive market valuation (versus PLN 5.1 million received on that account in Q1 2012).

On the hand, interest margin on incurred loans from BNP Paribas Group increased due to repayment of a part of old loans and incurring new loans on current market conditions. Impact solely of interest margin increase on interest expenses on the subordinated debt and loans and credit facilities received from the Group by the Bank as compared to Q1 2012 amounted to c.a. PLN 7 million.

Furthermore, this interest expenses item of the current year included interest costs of PLN 0.9 million on credit facilities received by the factoring subsidiary;

- lower **interest expenses on customer deposits** (by PLN 1.8 million or 2.5%) despite growth of average volumes of such deposits (by nearly 9% as compared to Q1 2012), as a consequence of the market interest rate fall;
- lower **interest expenses on liabilities due to banks** (by PLN 1.8 million or 26.0%) in connection with the market interest rate fall.

– **Net fee and commission income**

In Q1 2013, the net fee and commission income generated by the Group was higher by 3.2% (PLN 1.1 million) than in the corresponding period of 2012.

The improved net fee and commission income was attributable mainly to:

- an increase of commissions for cash settlement services (by 6.5%),
- higher loan origination fees (by 11.5%),
- consolidation of the net fee and commission income of PLN 1.1 million from BNP Paribas Factor Sp. z o.o. in the current year results,
- lower (by 10.7%) fee and commission expense paid to franchisees, following a reduction of the number of franchise branches.

Furthermore, the net fee and commission income on the sale of insurance products was lower by PLN 1.2 million, especially on account of the sale of insurance for car and cash loans due to the changing structure of the consumer loan portfolio. Also the net fee and commission income related to cards went down, due to higher fees and commission paid to service providers this year.

– **Net trading income**

As at the end of Q1 2013, the net trading income amounted to PLN 23.4 million, which in comparison to the result generated in Q1 2012 represents a decrease by PLN 8.1 million (25.8%). The decline YOY resulted from the following:

- lack of one-off profits on account of closing hedge transactions related to hedge accounting, which materially affected the result in Q1 2012 (the amount of actual profits last year stood at PLN 7.9 million),
- net profit/loss on FX Swap transactions lower by PLN 6.6 million than last year, in effect of a significantly lower volume of such transactions this year,
- lower net income on releasing fair value adjustments on account of the Bank customers' currency options (by PLN 0.9 million).

The above negative impact on the net profit/loss was partially compensated with a lower (by PLN 7.4 million) interest expenses on derivatives (mainly on CIRS transactions) whose fall resulted mainly from a material decrease in the volume of such transactions in Q1 2013 in comparison to last year.

The net income on foreign currency transactions made by the Group's customers was similar to the level noted the year before, despite an increase in the average volume of the transactions (by approx. 4% y/y), due to a lower margin realised on those transactions as a result of a strong market competition.

– **Net income on available-for-sale financial assets**

Growth of the net income on available-for-sale financial assets by PLN 12.7 million as compared to the corresponding period of 2012 was chiefly attributable to capital gains generated on the sale of securities from the Bank's investment portfolio, as a result of higher prices of Treasury securities.

The Group's operating expenses

The Group has been consistently implementing the cost and operational optimisation programme, started in Q2 2012, under which a number of measures were undertaken to decrease the cost base, increase operational efficiency and create a financial capacity to invest in the modernization of the Group and support its development.

As a result of savings generated under the above programme, the Group's operating expenses and depreciation were lower by PLN 6.6 million (4.4%) than in the corresponding period of 2012, despite consolidation of the costs of BNP Paribas Factor, a factoring subsidiary, in the amount of PLN 1.3 million in the Group's costs for Q1 2013.

Personnel expenses of the Group in Q1 2013 amounted to PLN 68.4 million and were by PLN 4.3 million (5.9%) lower than in the corresponding period of 2012, predominantly due to a decrease of the FTE number in the Bank (by approx. 8% as compared to Q1 2012) and in TFI BNP Paribas Polska, a subsidiary. However, due to the acquisition of BNP Paribas Factor Sp. z o.o., the personnel expenses of that company at PLN 0.7 million were consolidated in the Group's results.

Depreciation of fixed and intangible assets amounted to PLN 11.4 million in Q1 2013 and was lower by 22.4% than in the corresponding period of 2012 as a result of reduced investment.

Growth by 1.6% of **other expenses of the Group** was related chiefly to the recognition of other expenses of BNP Paribas Factor Sp. z o.o., which in Q1 2013 stood at PLN 0.6 million, and to higher costs of advisory and consulting services. Additionally, thanks to savings introduced under the cost optimisation programme, the Group managed to decrease e.g. rental costs (due to a sublease of some office space and renegotiation of lease rates), as well as expenses related to IT systems and telecommunications.

In effect of cost savings accompanied by growth of the Group's net banking activity, the cost (including depreciation) to income (net banking income) ratio went down from 72.1% in Q1 2012 to 66.4%.

Cost of risk

Keeping a low risk profile remains the priority issue for the Group. In Q1 2013, cost of risk amounted to PLN 31.5 million, which represents a decrease by PLN 10.9 million or 25.7% as compared to the corresponding period of 2012.

The cost of risk fell due to the following:

- effective debt restructuring and recovery measures on the impaired portfolio,
- keeping high quality of production of new consumer loans,
- additional provisions created for the portfolio of consumer loans originated before mid 2009, which were much lower than in Q1 2012 when their level was significantly impacted by one-off provisions of PLN 40.7 million related to a implementation of more conservative estimates of recovery from defaulted files.

The cost of risk was lower despite the unquestionable economic downturn which affected in particular the construction sector as well as the segment of small and medium enterprises and few private banking customers related to this segment, and which required the Bank to create additional provisions for loans to such customers.

Consolidated balance sheet

As at the end of Q1 2013, the Group's consolidated total assets amounted to PLN 19,844 million and were lower by PLN 986 million or 4.7% than as at the end of the previous year. The main reason of lower total assets was a decrease in high interest rate deposits of the Bank's customers and the repayment of some credit facilities in effect of which the Group reduced the level of short-term receivables due from other banks, as well as a part of the portfolio of available-for-sale investments. At the same time, an increase in the amount of loans to the Group's customers was noted.

Loan portfolio of the Group

Net loans to customers are the primary item of the Group's asset structure. At PLN 16,585 million, they account for 84% of total assets. Their growth as compared to December 2012 (by PLN 425 million or 2.6%) referred to loans to the Bank's customers and resulted chiefly from the following:

- increase in the loan portfolio of large corporate,
- active sale of consumer loans to individual customers, especially cash loans, thanks to an attractive offer accompanied by a strong communication marketing activity,
- depreciation of Polish zloty against foreign currencies in which the FC loan portfolio is denominated, which translated into growth of the net total portfolio by 0.7% (in PLN equivalent).

Thanks to a consistent risk management, the Group systematically improves the loan portfolio quality, which leads to a declining share of non-performing receivables and a lower level of provisions for impairment.

in PLN million	31.03.2013	Share (%)	31.12.2012	Share (%)	Δ 31.03.2013 / 31.12.2012
Commercial loans	7 680	43%	7 324	42%	4,9%
Mortgage loans	5 866	33%	5 804	34%	1,1%
Consumer loans and credit facilities	2 379	13%	2 331	13%	2,1%
Lease receivables	1 684	10%	1 715	10%	-1,8%
Other receivables *	168	1%	188	1%	-11,0%
Total loans to customers, gross	17 777	100%	17 362	100%	2,4%
Impairment provisions and IBNR	-1 192		-1 202		-0,8%
Total loans to customers, net	16 585		16 160		2,6%

*Other receivables include: loans to State-owned entities, receivables from financial instruments (FX spots and FX swaps) recognised at the trade date, factoring and other receivables, likewise interest to be received

The highest increase in comparison to December 2012 (by PLN 356 million or 4.9%) was recorded in the area of **commercial loans** to Corporate and SME entities, first of all thanks to the following:

- disbursement of several large loans granted by the Bank,
- higher utilisation of overdraft limits by large corporate.

However, due to an unquestionable economic slowdown a limited demand for investment loans is observed among small and medium enterprises whose portfolio as at the end of March remained slightly lower than in December last year.

The balance of **loans to individuals** grew by 1.4% (PLN 110 million) as compared to the end of December 2012, and reached PLN 8,245 million, which included increases in the product groups described below.

Despite a lower demand for housing loans this year, related to closing the "Family Own Home" government program, the portfolio of **PLN mortgage loans** grew by 4.3% (PLN 71 million) as compared to December 2012 thanks to a continued attractive offering of those products. As the Bank discontinued granting new mortgage loans in foreign currencies, the share of PLN loans in the total mortgage loan portfolio was rising to reach 29% as at the end of March 2013. Furthermore, balances of foreign currency mortgage loans as the end of Q1 remained at the level close to the balance noted as at the end of 2012, as the PLN depreciation against CHF counterbalanced to a large extent the slump of balances in foreign currencies.

Growth in the value of **consumer loans and credit facilities** (by 2.1% or PLN 48 million as compared to the end of December 2012), concerned mainly PLN cash loans (increase by 4.7%). Thanks to an attractive offering of those loans, which remains to be one of the best on the market, and their promotion campaigns, the sale of cash loans in Q1 2013 was by 24% higher than the year before and reached approx. PLN 220 million.

Gross **finance lease receivables** decreased by PLN 31 million or 1.8% as compared to the level recorded as at the end of December 2012. The following attributed to the Group's lease portfolio decline:

- a diminishing balance of non-performing receivables, thanks to effective debt restructuring and recovery measures on impaired portfolio,
- economic slowdown resulting in a limited demand in the area of investment projects of enterprises and in consequence, lower growth of the new loan production.

On the other hand, the level of foreign currency lease receivables, which as at the end of March 2013 accounted for 45% of total lease receivables, were positively affected by the FX rate rise which contributed to the 2% increase in the value of such receivables.

Loan portfolio quality

A continued downward trend of the impaired (non-performing) loans' ratio is observed in the Group's loan portfolio as a result of:

- keeping a high quality of the new loan production thanks to the consistently pursued prudent credit policy,
- effective debt restructuring and recovery with respect to the non-performing portfolio.

At the end of March 2013, the share of the impaired portfolio in the Group's total portfolio stood at 10.0% (versus 11.2% as at the end of December 2012).

Liabilities

Customer deposits together with loans and credit facilities received continue to constitute the main source of financing the Group's assets.

In Q1 2013, the Group continued adjusting its financing structure to the current needs.

The balance of loans and credit facilities received as at the end of March 2013 amounted to PLN 7,154 million and accounted for 36% in the Group's structure of liabilities. As compared to the end of December 2012, loans and credit facilities received were lower by PLN 435 million or 5.7%, mainly as a result of:

- repayment of the CHF 90 million credit line from the BNP Paribas Group, as the Bank's liquidity situation remains good,
- repayment of some tranches of credit facilities by Fortis Lease Polska, a subsidiary.

This item mainly includes credit facilities granted by the BNP Paribas Group, which as at the end of March 2013 represented 91% of credit facilities received by the Bank, likewise the credit facilities from the European Investment Bank and European Bank for Reconstruction and Development earmarked for financing investment projects of small and medium enterprises.

Subordinated loans taken with the BNP Paribas Group whose balance as at the end of March amounted to PLN 457 million, remain also the stable source of financing. Their value fell by PLN 237 million as compared to

December 2012, in effect of changes made by the Bank at the end of 2012 and in early 2013 to the currency and maturity structure of the loans taken. In December 2012, the Bank took two subordinated loans for CHF 60 million and EUR 60 million with a longer maturity, which replaced the loan of EUR 100 million being repaid. However, its second tranche of EUR 60 million was repaid early in January 2013. Owing to the measures undertaken, the Bank's capital adequacy resistance to the exchange rate volatility has improved and the debt maturity has been extended.

Customer deposits

The balance of liabilities due to the Group's customers as at the end of Q1 2013 was PLN 8,901 million which means a decrease by 11.6% or PLN 1,164 million as compared to the balance noted as at the end of December 2012. The fall concerned mostly the highest interest rate deposits and the least stable ones, while the majority of them are held by corporate customers.

PLN term deposits fell by PLN 938 million or 15.9%, with the highest decline referred to term deposits of large enterprises. Lower balances were recorded also with respect to funds on current accounts (by PLN 134 million or 3.7%). This drop related mainly to current deposits held by corporate customers, resulting from periodical fluctuations in the value of such deposits due to the enterprise payment cycle. The above decline was partly counterbalanced with growth of balances on savings accounts held by individual customers.

Foreign currency deposits account for 13% of all customer deposits. The FX deposit balances went down as compared to December 2012 by PLN 424 million, i.e. by 27.5%, while the fall concerned mainly current deposits held by enterprises.

The Group's capital position

As at the end of Q1 2013, the Group's equity capital amounted to PLN 1,744 million which represents growth by 0.7% or PLN 13 million over the end of December 2012. The said growth results predominantly from the net profit generated by the Group in Q1 2013, which nevertheless was partly counterbalanced with a reduction of the revaluation capital (by PLN 18 million) in connection with available-for-sale investments.

As at 31 March 2013 the Group's capital adequacy ratio was 12.18% in comparison to 13.80% as at the end of December 2012. The decrease of the capital adequacy ratio in comparison to December [2012] resulted from the planned repayment of a subordinated loan of EUR 60 million in January 2013 (excluding the loan, the Group's capital adequacy ratio as at the end of last year would have amounted to 12.38%), as well as from the increase in the capital requirement for credit risk caused by the growth of balances of loans to customers. The Group's capital situation in the first quarter of 2013 remained stable which allowed the Group to continue its business activity in a sustainable manner.

5. Information on BNP Paribas Bank Polska SA Group

Basic data on the Issuer

BNP Paribas Bank Polska Spółka Akcyjna ("the Bank") with its registered office in Warsaw, at ul. Suwak 3, is entered in the National Court Register (KRS) maintained by the District Court for the capital city of Warsaw, XIII Commercial Division of the National Court Register under No. KRS 0000006421.

The Bank was assigned statistical number (REGON): 003915970, and tax identification number (NIP): 676-007-83-01.

The Bank is a company with an indefinite period of operation, and its business has no seasonal or periodical nature.

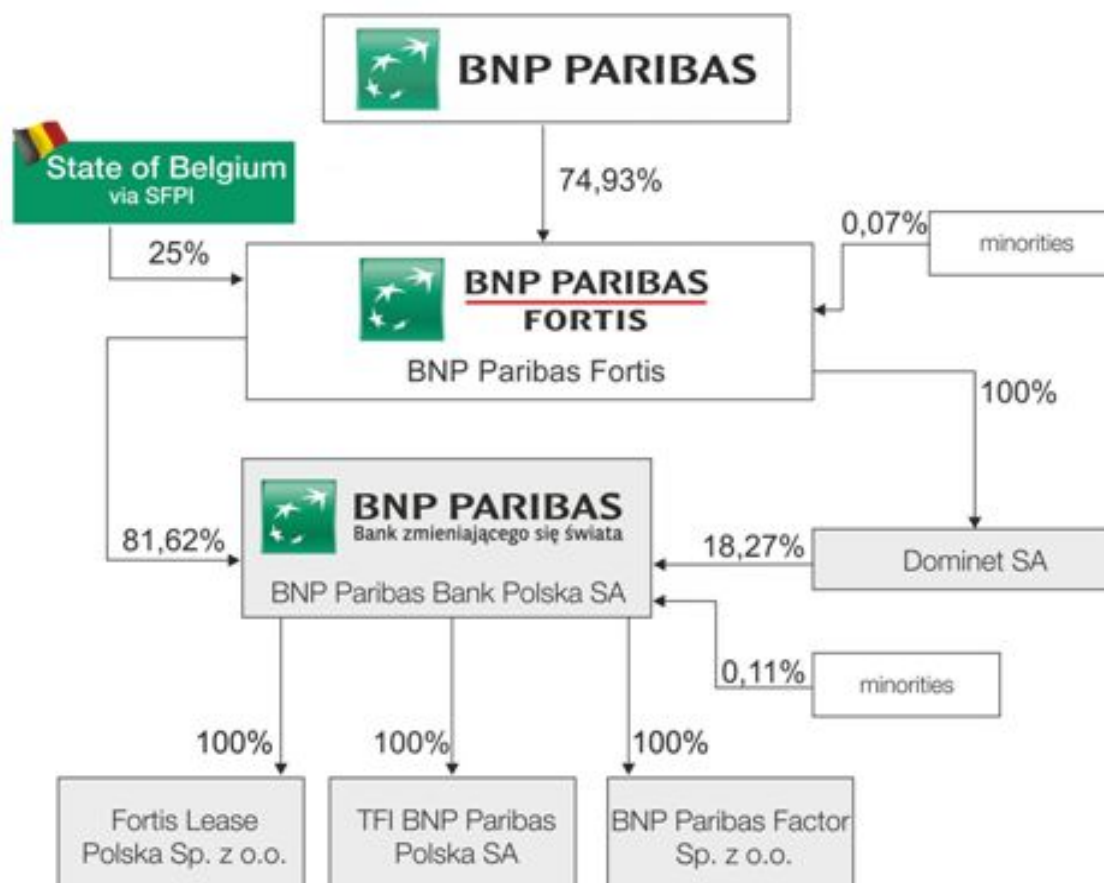
The consolidated financial statements of BNP Paribas Bank Polska SA Group for the first quarter of 2013 contains the data of the Bank and its subsidiaries: Towarzystwo Funduszy Inwestycyjnych BNP Paribas Polska S.A., Fortis Lease Polska Sp. z o.o. and BNP Paribas Factor Sp. z o.o. (jointly referred to as "the Group").

Structure of the Group

BNP Paribas Bank Polska SA Group is part of BNP Paribas SA, an international financial institution based in Paris.

As at 31 March 2013, the direct parent entity of BNP Paribas Bank Polska SA was BNP Paribas Fortis SA/NV based in Brussels which held 99.89% of the Bank's shares, of which 81.62% directly, while 18.27% through Dominet SA in liquidation (hereinafter "Dominet SA"). The remaining 0.11% shares are held by other shareholders.

The diagram below presents the position of BNP Paribas Bank Polska SA in the BNP Paribas group.



As at 31 March 2013, the BNP Paribas Bank Polska SA Group included:

- BNP Paribas Bank Polska SA (hereinafter: "the Bank"),
- Towarzystwo Funduszy Inwestycyjnych BNP Paribas Polska S.A. (investment fund company) (hereinafter: "TFI BNP") - the Bank's subsidiary in which it holds 100% shares;
- Fortis Lease Polska Sp. z o.o. (hereinafter: "FLP") - the Bank's subsidiary in which it holds 100% shares;
- BNP Paribas Factor Sp. z o.o. (hereinafter: "Factor") - the Bank's subsidiary in which it holds 100% shares.

Towarzystwo Funduszy Inwestycyjnych BNP Paribas Polska S.A. with its registered office in Warsaw, at Pl. Marszałka Józefa Piłsudskiego no. 2, is entered in the District Court for the capital city of Warsaw, XII Commercial Division of the National Court Register (KRS) under KRS Entry No. 0000031121. The company was assigned statistical number (REGON): 012557199, and tax identification number (NIP): 526-02-10-808.

Fortis Lease Polska Sp. z o.o. with its registered office in Warsaw, ul. Suwak 3, is entered in the District Court for the capital city of Warsaw, XIII Commercial Division of the National Court Register (KRS) under KRS Entry No. 0000098813. The company was assigned statistical number (REGON): 016425425, and tax identification number (NIP): 521-31-10-063.

BNP Paribas Factor Sp. z o. o. with its registered office in Warsaw at ul. Cybernetyki 19B, is registered with the District Court for the capital city of Warsaw, XIII Commercial Division of the National Court Register (KRS) under No. KRS 0000225155. The company was assigned statistical number (REGON): 052255107, and tax identification number (NIP): 966-17-67-430.

Name of the unit	Ownership relation	Consolidation method	Registered office	% of votes at the General Meeting of Shareholders	
				31 March 2013	31 Dec 2012
Towarzystwo Funduszy Inwestycyjnych BNP Paribas Polska S.A. (investment fund company)	subsidiary	full consolidation	Warsaw	100%	100%
Fortis Lease Polska Sp. z o.o.	subsidiary	full consolidation	Warsaw	100%	100%
BNP Paribas Factor Sp. z o.o.	subsidiary	full consolidation	Warsaw	100%	100%

Field of the Group's business activity

The Group's business activity includes banking transactions both in Polish zlotys and foreign currencies for domestic and foreign private individuals and legal persons and other organizations without legal personality, likewise brokerage activities.

In addition, through its subsidiaries the Group is engaged in leasing and factoring activity and provides other financial services.

6. Accounting Policies

Statement on consistency with the IFRS

The interim abbreviated consolidated financial statements of the BNP Paribas Bank Polska SA Group have been prepared pursuant to the International Accounting Standard 34 "Interim Financial Reporting" (IAS 34), approved by the EU, and other applicable regulations. This financial report does not contain all information required for the annual consolidated financial statements and therefore, it should be read together with the consolidated financial statements of the BNP Paribas Bank Polska SA Group for the year ended 31 December 2012. The Consolidated Financial Statements of the BNP Paribas Bank Polska SA Group for the year ended 31 December 2012 is available on the Bank's website: www.bnpparibas.pl.

Pursuant to the Ministry of Finance Ordinance dated 19 February 2009 regarding current and periodical information submitted by issuers of securities and conditions of recognising as equivalent the information required by law provisions of a country that is not a EU Member State (Journal of Laws No. 33/2009, item 259, as amended), the Bank shall publish its financial performance for the period of three months ended 31 March 2013, which is considered a current interim reporting period.

This financial report was approved for publishing by the Bank's Board of Executives on 13 May 2013.

The Accounting Policies adopted to prepare the interim abbreviated financial statements of the BNP Paribas Bank Polska SA Group are consistent with the rules applied in the annual financial statements for the fiscal year ended on 31 December 2012.

The financial statements do not include amendments to standards and interpretations, which:

- were issued by the International Accounting Standards Board (International Financial Reporting Interpretations Committee) but have not been approved by the European Union;
- were issued by the International Accounting Standards Board (International Financial Reporting Interpretations Committee) and were approved by the European Union, however they became, or will become, effective after the balance sheet date.

The Group now analyses in detail the effect of new standards on the financial statements. In the opinion of the Group, the aforesaid amendments to standards and interpretations will have no material effect on the Group's financial statements except for IFRS 9 *Financial Instruments*, effective for annual periods beginning on or after 1 January 2015; as at the date of preparing these financial statements, the amendments have not been approved by the European Commission.

Comparative Data

The consolidated financial statements present consolidated data of BNP Paribas Bank Polska SA and its subsidiaries: Fortis Lease Polska Sp. z o.o., Towarzystwo Funduszy Inwestycyjnych BNP Paribas Polska S.A. and BNP Paribas Factor Sp. z o.o for the period from 1 January 2013 through 31 March 2013 and as at 31 March 2013, likewise consolidated comparative data for the period from 1 January 2012 through 31 March 2013 and as at 31 March 2012 and 31 December 2012, including the financial result of BNP Paribas Factor Sp. z o.o. since the date of shares acquisition in this subsidiary, i.e. from 2 April 2012 through 31 December 2012 and as at 31 December 2012. It means that in the statements, the Group presents comparative data for the period from 1 January 2012 through 31 March 2012 and as at 31 March 2012 which do not contain relevant items of BNP Paribas Factor Sp. z o.o.

7. Comparability with Previously Published Reports

In order to ensure data comparability, there have been changes made with respect to the manner of presentation of the data, published in the report for the first quarter of 2012 as at 31 March 2012 and the data published in the annual report for 2012 as at 31 December 2012. The data are presented in PLN thousand.

Consolidated income statement for the period from 01 Jan 2012 through 31 March 2012 (in PLN thousand)					
Item	before the adjustment	adjustment	after the adjustment	Change description	
				Amount	Description
Fee and commission income	50,739	-7,727	43,012	-7,727	Change in the presentation of revenues related to FX transactions and derivative instruments
Net trading income	23,389	8,137	31,526	7,727	
Net income on available-for-sale financial assets	1,763	-410	1,353	-410	410
Other expenses	-62,554	-652	-63,206	-652	Change in the presentation of net FX income
Depreciation	-14,753	10	-14,743	10	Change in the presentation of debt collection expenses
Cost of risk	-43,025	652	-42,373	652	Change in the presentation of provisions for fixed assets
Net profit/loss from disposal of assets, shares and interest	-11	-10	-21	-10	Change in the presentation of debt collection expenses

Consolidated balance sheet as at 31 December 2012 (in PLN thousand)					
Item	before the adjustment	adjustment	after the adjustment	Change description	
				Amount	Description
Due to banks	382,358	2	382,360	Change in the presentation of interest	
Loans and credit facilities received	7,589,758	-2	7,589,756		
Other liabilities	226,475	-526	225,949	Change in the presentation of reserves for employee benefits	
Provisions	39,141	526	39,667		

Consolidated balance sheet as at 31 March 2012 (in PLN thousand)					
Item	before the adjustment	adjustment	after the adjustment	Change description	
				Amount	Description
Loans to customers	16,493,499	-570	16,489,171	Change in the presentation of non-current assets held for sale	
		-3,758		Change in the presentation of other receivables	
Non-current assets held for sale	5,021	570	5,591	Change in the presentation of non-current assets held for sale	
Other assets	102,241	3,758	105,999	Change in the presentation of other receivables	
Liabilities due to banks	1,090,121	-30,912	1,059,209	Change in the presentation of customers	
Liabilities due to customers	9,341,062	30,912	9,371,974		
Income tax liabilities	12,306	-3,350	8,843	Separation of "Deferred Tax Liabilities"	
		-113		Change in the presentation of VAT	
Deferred tax liabilities	-	3,350	3,350	Separation of "Deferred Tax Liabilities"	
Other liabilities	399,286	113	399,399	Change in the presentation of VAT	

Consolidated Cash Flow Statement for the period from 1 Jan 2012 to 31 March 2012 (in PLN thousand)				
Item	before the adjustment	adjustment	after the adjustment	Change description
Cash and cash equivalents (gross), opening balance	1,117,787	-253	1,117,534	Change in the presentation of interest
Depreciation	14,753	-10	14,743	Change in the presentation of provisions for fixed assets
Change of reserves and provisions	36,290	10	28,768	Change in the presentation of reserves for employee benefits
		-2,467		Change in the presentation of reserves
		-5,065		Change in the presentation of reserves
Profits/losses on account of FX rate differences	-50,043	25	-50,018	Change in the calculation of the FX rate differences amount
Changes in operational assets and liabilities:				
Due from banks, gross	-413,475	253	-412,926	Change in the presentation of interest
		296		Change in the presentation of guarantee deposit receivables
Loans to customers, gross	122,717	9,396	132,113	Change in the presentation of receivables
Investments available for sale, gross	-7,064	4,438	-2,626	Change in the presentation of a tax on investments available for sale
Liabilities due to banks	45,119	-14,244	30,875	Change in the presentation of customers
Liabilities due to customers	475,511	14,244	489,745	
		-10		Change in the presentation of other liabilities
Liabilities due on account of credits and loans received	-262,093	-184,414	-446,507	Change in the presentation of the loan repayment
Other assets and liabilities	41,428	-296	45,796	Change in the presentation of guarantee deposit receivables
		4,664		Change in the presentation of other receivables and liabilities
Tax paid	-21,098	-4,438	-32,076	Change in the presentation of a tax on investments available for sale
		-6,540		Change in the presentation of tax
Other adjustments	-	-3	-3	Other adjustments
Financing Activity				
Repayment of loans and credit facilities received	-1,725,082	184,414	-1,540,668	Change in the presentation of the loan repayment

8. Segment Reporting

8.1. Consolidated Income Statement by Business Segments for the First Quarter of 2013.

1 Jan 2013 - 31 March 2013 (in PLN thousand)	Retail Banking	Corporate and Transaction Banking	Other Banking Activity	Total
Interest income (external)	139,392	65,672	28,354	233,418
Transfer prices expense (internal)	-79,477	-37,750	-106,070	-223,297
Interest expense (external)	-46,085	-33,156	-10,722	-89,963
Transfer prices income (internal)	54,320	39,396	129,581	223,297
Net interest income	68,150	34,162	41,143	143,455
Fee and commission income (external)	31,198	15,569	33	46,800
Fee and commission expense (external)	-10,866	-878	-50	-11,794
Net fee and commission income	20,332	14,691	-17	35,006
Net trading income	6,878	15,745	765	23,388
Net profit (loss) on hedging transactions	-	-	-704	-704
Net profit/loss on the hedged item	-	-	704	704
Net profit/loss on available-for-sale financial assets	50	444	13,596	14,090
Other revenues	3,604	2,369	-	5,973
Other operating expenses	-3,552	-1,298	-	-4,850
Net banking income	95,462	66,113	55,487	217,062
General expenses	-67,531	-14,885	-50,198	-132,614
Personnel expenses	-33,319	-9,670	-25,411	-68,400
Other general expenses	-34,212	-5,215	-24,787	-64,214
Depreciation	-5,883	-889	-4,671	-11,443
Cost allocation (internal)	-41,234	-9,997	51,231	-
Gross operating profit/loss	-19,186	40,342	51,849	73,005
Cost of risk	-33,623	1,370	789	-31,464
Net operating profit/loss	-52,809	41,712	52,638	41,541
Net profit/loss from disposal of assets, shares and interest	-136	-22	-	-158
Profit/loss before taxation	-52,945	41,690	52,638	41,383
Income tax	17,994	-11,973	-16,610	-10,589
Profit/loss after taxation	-34,951	29,717	36,028	30,794

8.3. Consolidated Income Statement by Business Segments for the First Quarter of 2012.

1 Jan 2012 - 31 March 2012 (in PLN thousand)	Retail Banking	Corporate and Transaction Banking	Other Banking Activity	Total
Interest income (external)	141,140	76,152	43,197	260,489
Transfer prices expense (internal)	-84,810	-42,139	-114,694	-241,643
Interest expense (external)	-47,852	-38,915	-31,229	-117,996
Transfer prices income (internal)	57,525	42,963	141,155	241,643
Net interest income	66,003	38,061	38,429	142,493
Fee and commission income (external)	27,913	14,909	190	43,012
Fee and commission expense (external)	-8,459	-512	-117	-9,088
Net fee and commission income	19,454	14,397	73	33,924
Net trading income	6,758	17,372	7,396	31,526
Net profit (loss) on hedging transactions	-	-	-6,205	-6,205
Net profit/loss on the hedged item	-	-	6,205	6,205
Net profit/loss on available-for-sale financial assets	-	-55	1,408	1,353
Other revenues	2,952	1,505	4	4,461
Other operating expenses	-3,273	-1,478	-	-4,751
Net banking income	91,894	69,802	47,310	209,006
General expenses	-72,264	-12,853	-50,791	-135,908
Personnel expenses	-37,423	-7,958	-27,321	-72,702
Other general expenses	-34,841	-4,895	-23,470	-63,206
Depreciation	-7,584	-782	-6,377	-14,743
Cost allocation (internal)	-40,996	-9,537	50,533	-
Gross operating profit/loss	-28,950	46,630	40,675	58,355
Cost of risk	-72,772	30,068	331	-42,373
Net operating profit/loss	-101,722	76,698	41,006	15,982
Net profit/loss from disposal of assets, shares and interest	-20	-1	-	-21
Profit/loss before taxation	-101,742	76,697	41,006	15,961
Income tax	13,040	-13,418	-5,683	-6,061
Profit/loss after taxation	-88,702	63,279	35,323	9,900

Consolidated total assets (in PLN thousand)	As at:	Retail Banking	Corporate and Transaction Banking	Other Banking Activity	Total
Assets	31 March 2013	11,563,535	5,778,938	2,501,856	19,844,329
	31 Dec 2012	11,487,431	5,697,754	3,645,627	20,830,812
	31 March 2012	11,914,253	6,242,030	3,083,003	21,239,286

Liabilities	31 March 2013	5,719,273	5,098,909	9,026,147	19,844,329
	31 Dec 2012	5,696,919	5,711,720	9,422,173	20,830,812
	31 March 2012	5,719,376	5,894,708	9,625,202	21,239,286

9. Additional Notes to Consolidated Income Statement

Below there is selected information on consolidated revenues and expenses of the Group in the first quarter of 2013 and comparative data for the first quarter of 2012.

Note 9.1

Interest income (in PLN thousand)	1 Jan 2013 - 31 March 2013	1 Jan 2012 - 31 March 2012
Cash and cash equivalents	3,505	5,338
Due from banks	3,121	8,887
Loans to customers	206,229	214,719
Investments available for sale	19,621	30,629
Securities held for trading	291	252
Hedging derivative instruments	651	664
Total interest income	233,418	260,489

Note 9.2

Interest expense (in PLN thousand)	1 Jan 2013 - 31 March 2013	1 Jan 2012 - 31 March 2012
Due to banks	-5,116	-6,914
Due to customers	-68,643	-70,429
Loans and credit facilities received	-31,486	-34,421
Subordinated loans	16,164	-5,245
Hedging derivative instruments	-49	-341
Others	-833	-646
Total interest expense	-89,963	-117,996

Note 9.3

Fee and commission income (in PLN thousand)	1 Jan 2013 - 31 March 2013	1 Jan 2012 - 31 March 2012
Custody services and securities trading	435	171
Cash settlements services	15,735	14,776
Guarantees and contingent liabilities	4,825	5,460
Loan origination fees and commissions (settled using a straight-line method)	3,482	4,049
Loan origination fees and commissions (one-off items)	2,960	1,726
Income on account of agency in customer acquisition	53	108
Card related income	5,441	5,147
Insurance product sales revenues	4,350	5,457
Income on asset management	643	655
Others	8,876	5,463
Total fee and commission income	46,800	43,012

Note 9.4

Fee and commission expense (in PLN thousand)	1 Jan 2013 - 31 March 2013	1 Jan 2012 - 31 March 2012
Custody services and securities trading	-22	-24
Card related expenses	-4,230	-2,966
Cash transactions expenses	-68	-76
Settlements	-198	-332
Fee and commission expenses related to the franchise branch network	-2,129	-2,384
Expenses related to the sale of insurance products	-646	-560
Others	-4,501	-2,746
Total fee and commission expenses	-11,794	-9,088

Note 9.5

Net trading income (in PLN thousand)	1 Jan 2013 - 31 March 2013	1 Jan 2012 - 31 March 2012
Securities	-100	271
Derivative instruments, including:	916	733
- fair value adjustment on account of credit risk of derivative instruments	856	1,719
Foreign exchange transactions	22,572	30,522
Total net trading income	23,388	31,526

Note 9.6

Cost of risk (in PLN thousand)	1 Jan 2013 - 31 March 2013	1 Jan 2012 - 31 March 2012
Cash and cash equivalents, net	789	331
Due from banks, net	-	-14
Loans to customers, net	-12,091	-34,650
Off-balance sheet commitments, net	-19,560	-6,951
Other assets, net	-602	-1,089
Total cost of risk	-31,464	-42,373

Note 9.7

Consolidated Earnings/Loss Per Share (in PLN thousand)	1 Jan 2013 - 31 March 2013	1 Jan 2012 - 31 March 2012
Number of shares as at 31 March	28,692,926	24,123,506
Weighted average number of ordinary shares	28,692,926	24,123,506
Net profit/loss of the period in PLN thousand	30,794	9,900
Earnings/loss per ordinary share ratio in PLN	1.07	0.41
Weighted average diluted number of potential ordinary shares	28,692,926	24,123,506
Diluted consolidated earnings (loss) per share (PLN per share)	1.07	0.41

The basic earnings/loss per share ratio is computed as a quotient of the profit/loss attributable to the Bank's shareholders and a weighted average number of ordinary shares during the period.

The diluted earnings/loss per share ratio is computed as a quotient of the profit/loss attributable to the Bank's shareholders and a weighted average number of ordinary shares adjusted to take into consideration the impact of all potential ordinary shares that cause the EPS dilution.

As at the reporting date, there occurred no factors resulting in the dilution of potential ordinary shares.

10. Additional Notes to Consolidated Balance Sheet

Note 10.1

Cash and cash equivalents (in PLN thousand)	31 March 2013	31 Dec 2012	31 March 2012
Cash on hand	148,950	220,445	178,770
Due from the Central Bank	551,828	497,969	396,985
Short-term due from banks, including:	196,850	1,262,785	152,673
- Nostro accounts	155,938	978,854	19,989
- short-term deposits from banks	40,912	283,931	132,684
Interest	1,084	489	2,097
Cash and cash equivalents, gross	898,712	1,981,688	730,525
Impairment provisions:	-312	-1,100	-780
- for Incurred But Not Reported losses (IBNR)	-312	-1,100	-780
Total cash and cash equivalents, net	898,400	1,980,588	729,745

Note 10.2.1

Financial assets held for trading (in PLN thousand)	31 March 2013	31 Dec 2012	31 March 2012
Held-for-trading securities, including:	25,201	51,399	-
- treasury bills	25,021	50,270	-
Interest	180	1,129	-
Derivative financial instruments, including:	81,150	94,439	135,867
- foreign currency contracts, including:	15,579	25,057	77,025
- fair value adjustment for credit risk	-524	-635	-2,420
- interest rate contracts	65,571	69,382	58,842
Total financial assets held for trading	106,351	145,838	135,867

Note 10.2.2

Financial liabilities held for trading (in PLN thousand)	31 March 2013	31 Dec 2012	31 March 2012
Derivative financial instruments, including:	76,991	86,718	110,384
- foreign currency contracts	12,957	23,851	55,156
- interest rate contracts	64,034	62,867	55,228
Total financial liabilities held for trading	76,991	86,718	110,384

Note 10.3.1

Due from banks (in PLN thousand)	31 March 2013	31 Dec 2012	31 March 2012
Loans	60,028	60,049	70,046
Deposits	-	102,205	561,816
Receivables from financial instruments recognition (FX spot and FX swap transactions) on the transaction date	53,772	38,689	136,865
Other receivables	7,088	6,601	1,886
Interest	229	575	1,570
Total due from banks, gross	121,117	208,119	772,183
Impairment provisions:	-74	-74	-99
- for Incurred But Not Reported losses (IBNR)	-74	-74	-99
Total due from banks, net	121,043	208,045	772,084

Note 10.3.2

Loans to customers (in PLN thousand)	31 March 2013	31 Dec 2012	31 March 2012
Loans to State-owned entities	44	44	44
Mortgage loans	5,866,318	5,804,242	5,769,153
Consumer loans and credit facilities	2,378,787	2,330,502	2,335,447
Commercial loans	7,680,132	7,323,821	7,862,169
Receivables from financial instruments recognition (FX spot and FX swap transactions) on the transaction date	124	930	6,754
Finance lease receivables	1,684,158	1,714,963	1,816,229
Other receivables	112,431	130,232	5,551
Interest	54,967	57,087	55,346
Total loans to customers, gross	17,776,961	17,361,821	17,850,693
Impairment provisions:	-1,192,048	-1,202,134	-1,361,522
- for incurred, reported losses	-1,086,315	-1,099,281	-1,269,819
- for Incurred But Not Reported losses (IBNR)	-105,733	-102,853	-91,703
Total loans to customers, net	16,584,913	16,159,687	16,489,171

Note 10.3.3

Changes to impairment provisions (in PLN thousand)	Due from banks	Loans to customers	
	Provisions for Incurred But Not Reported losses (IBNR)	Impairment provision	Provisions for Incurred But Not Reported losses (IBNR)
Balance as at 1 Jan 2013	-74	-1,099,281	-102,853
Increases	-	-164,795	-11,044
Decreases	-	155,319	8,164
Write-downs to provisions	-	81,905	-
FX rate differences	-	-59,463	-
Balance as at 31 March 2013	-74	-1,086,315	-105,733
Balance as at 1 Jan 2012	-84	-1,245,058	-95,427
Consolidation adjustment	-	-140	-87
Increases	-21	-468,481	-27,030
Decreases	31	279,880	19,691
Write-downs to provisions	-	298,420	-
FX rate differences	-	36,098	-
Balance as at 31 Dec 2012	-74	-1,099,281	-102,853
Balance as at 1 Jan 2012	-84	-1,245,058	-95,427
Increases	-15	-142,247	-1,318
Decreases	-	105,120	5,042
Write-downs to provisions	-	3,600	-
FX rate differences	-	8,766	-
Balance as at 31 March 2012	-99	-1,269,819	-91,703

Note 10.4

Investments available for sale (in PLN thousand)	31 March 2013	31 Dec 2012	31 March 2012
Treasury bonds	1,437,102	1,766,570	2,086,399
Bonds issued by banks	-	-	146,576
Bonds issued by non-financial entities	10,889	10,223	10,880
NBP bills	-	-	264,970
Shares and holdings	15,640	17,764	27,138
Other	6,697	7,350	9,301
Interest	13,080	34,840	33,286
Total investments available for sale, gross	1,483,408	1,836,747	2,578,550
Write-downs for investments available for sale	-9,772	-11,317	-15,619
Write-downs for bonds issued by non-financial entities	-3,888	-3,888	-3,888
Write-downs for shares	-5,884	-7,429	-11,731
Total investments available for sale, net	1,473,636	1,825,430	2,562,931

Non-current assets held for sale

The table below presents a specification of non-current assets held for sale as at 31 March 2013 and comparative data as at 31 March 2012 and 31 December 2012:

Note 10.5

in PLN thousand	31 March 2013	31 Dec 2012	31 March 2012
Land (including perpetual usufruct of land)	6,837	5,686	250
Buildings and premises	24,020	23,768	4,535
Means of transport	1,080	1,611	430
Construction machines	80	24	376
Others	-	1,011	-
Total non-current assets held for sale	32,017	32,100	5,591

In accordance with IFRS5 "Non-current Assets Held for Sale and Discontinued Operations," in the "Non-current assets held for sale" balance sheet position, BNP Paribas Bank Polska SA recognised the real estate which fulfils relevant IFRS5 requirements concerning classification of assets as non-current assets held for sale.

The Bank entered into a preliminary conditional sale agreement of real estate, with its finalisation planned for the end of the second quarter of 2013.

In the "Non-current assets held for sale" item, Fortis Lease Polska Sp. z o.o., the Bank's subsidiary, recognises non-current assets taken over from lessees through debt recovery actions and earmarked for sale pursuant to the debt recovery procedure applied in FLP.

Deferred Tax Assets and Liabilities

The table below presents deferred tax assets and liabilities as at 31 March 2013 and comparative data as at 31 March and 31 December 2012:

Note 10.6.1

in PLN thousand	31 March 2013	31 Dec 2012	31 March 2012
Deferred tax assets	281,410	282,140	300,603
Deferred tax liabilities	43,339	48,767	49,401
Deferred tax assets, net	238,071	233,373	251,202
Liabilities on account of deferred tax provision - measurement of available-for-sale investments.	3,258	7,537	3,350
Other deferred tax liabilities	-115	-121	-
Deferred tax liabilities, net	3,143	7,416	3,350
Net deferred tax	234,928	225,957	247,852

Deferred tax is computed on all temporary differences using the balance sheet liability method at nominal tax rates which will be binding at the date of reversal of such differences.

Note 10.6.2

Deferred tax assets (in PLN thousand)	Opening balance 1 Jan 2013	Increases / decreases recognised in income statement	Increases/ decreases recognised in capital	Closing balance 31 March 2013
Interest accrued to be paid	10,885	-324	-	10,561
Negative fair value - hedged and hedging items	1,672	-119	-	1,553
Provisions for credit exposure impairment	173,939	842	-	174,781
Fair value adjustment on account of credit risk of matured derivative instruments	26,873	-141	-	26,732
Employee benefits that are not tax-deductible expenses	3,532	-1,455	-	2,077
Expenses calculated for payment, which are not tax-deductible expenses	3,594	249	-	3,843
Provisions for impairment - other assets	26,887	-599	-	26,288
Provisions that are not tax-deductible expenses	2,989	566	6	3,561
Measurement of financial instruments held for trading	6,900	-1,160	-	5,740
Measurement of available-for-sale investments	72	-	-	72
Commissions and fees settled in time	6,942	846	-	7,788
Difference between the market price and share acquisition price	3,155	-572	-	2,583
Provisions for impairment - fixed assets, intangible assets	347	-	-	347
Tax value of the company	9,855	-758	-	9,097
Civil law transaction tax on account of acquisition of shares in a subsidiary	194	-	-	194
Provision for impairment - bonds, shares	2,151	-293	-	1,858
Others	2,153	2,182	-	4,335
Total deferred tax assets	282,140	-736	6	281,410
Deferred tax liabilities (in PLN thousand)				
Interest accrued to be received	29,597	-5,946	-	23,651
Difference between balance sheet depreciation and tax depreciation	5,825	-119	-	5,706
Measurement of financial instruments held for trading	3,125	-1,098	-	2,027
Measurement of available-for-sale investments	7,537	-	-4,278	3,259
Commissions and fees settled in time	5,272	-797	-	4,475
Income to be received	390	-	-	390
Development work costs	726	101	-	827

Negative fair value - hedged items and hedging instruments	2,124	-479	-	1,645
Others	1,587	2,909	6	4,502
Total deferred tax liabilities	56,183	-5,429	-4,272	46,482
Net deferred tax	225,957	4,693	4,278	234,928

Deferred tax assets (in PLN thousand)	Opening balance 1 Jan 2012	Increases / decreases recognised in income statement	Increases/ decreases recognised in capital	Closing balance 31 Dec 2012
Interest accrued to be paid	10,497	388	-	10,885
Negative fair value - hedged items and hedging instruments	2,495	-823	-	1,672
Provisions for credit exposure impairment	176,918	-2,979	-	173,939
Fair value adjustment on account of credit risk of matured derivative instruments	29,577	-2,704	-	26,873
Employee benefits that are not tax-deductible expenses	3,654	-122	-	3,532
Expenses calculated for payment, which are not tax-deductible expenses	3,089	505	-	3,594
Provisions for impairment - other assets	29,045	-2,158	-	26,887
Provisions that are not tax-deductible expenses	1,321	1,668	-	2,989
Measurement of financial instruments held for trading	14,937	-8,037	-	6,900
Measurement of available-for-sale investments	1,295	72	-1,295	72
Commissions and fees settled in time	4,875	2,067	-	6,942
Difference between balance sheet depreciation and tax depreciation	24	-24	-	-
Difference between the market price and shares acquisition price	4,588	-1,433	-	3,155
Provisions for impairment - fixed assets, intangible assets	233	114	-	347
Tax value of the company	12,887	-3,032	-	9,855
Civil law transaction tax on account of acquisition of shares in a subsidiary	180	14	-	194
Provision for impairment - bonds, shares	2,886	-735	-	2,151
Others	978	1,175	-	2,153
Total deferred tax assets	299,479	-16,044	-1,295	282,140
Deferred tax liabilities (in PLN thousand)				
Interest accrued to be received	29,380	217	-	29,597
Difference between balance sheet depreciation and tax depreciation	5,325	500	-	5,825
Measurement of financial instruments held for trading	6,178	-3,053	-	3,125
Measurement of available-for-sale investments	271	-	7,266	7,537
Commissions and fees settled in time	5,883	-611	-	5,272
Income to be received	390	-	-	390
Development work costs	321	405	-	726
Negative fair value - hedged items and hedging instruments	3,374	-1,250	-	2,124
Others	2,151	-564	-	1,587
Total deferred tax liabilities	53,273	-4,356	7,266	56,183
Net deferred tax	246,206	-11,688	-8,561	225,957

Deferred tax assets (in PLN thousand)	Opening balance 1 Jan 2012	Increases / decreases recognised in income statement	Increases/ decreases recognised in capital	Closing balance 31 March 2012
Interest accrued to be paid	10,497	1,198	-	11,695
Negative fair value - hedged items and hedging instruments	2,495	-1,335	-	1,160
Provisions for credit exposure impairment	176,918	4,586	-	181,504
Fair value adjustment on account of credit risk of matured derivative instruments	29,577	-1,405	-	28,172
Employee benefits that are not tax-deductible expenses	3,654	1,006	-	4,660
Expenses calculated for payment, which are not tax-deductible expenses	3,089	732	-	3,821
Provisions for impairment - other assets	29,045	-538	-	28,507
Provisions that are not tax-deductible expenses	1,321	45	-	1,366
Measurement of financial instruments held for trading	14,937	-1,895	-	13,042
Measurement of available-for-sale investments	1,295	11	-1,295	11
Commissions and fees settled in time	4,875	554	-	5,429
Difference between balance sheet depreciation and tax depreciation	24	-1	-	23
Difference between the market price and shares acquisition price	4,588	-	-	4,588
Provisions for impairment - fixed assets, intangible assets	233	-10	-	223
Tax value of the company	12,887	-758	-	12,129
Civil law transaction tax on account of acquisition of shares in a subsidiary	180	-	-	180
Provision for impairment - bonds, shares	2,886	-	-	2,886
Others	978	229	-	1,207
Total deferred tax assets	299,479	2,419	-1,295	300,603
Deferred tax liabilities (in PLN thousand)				
Interest accrued to be received	29,380	1,080	-	30,460
Difference between balance sheet depreciation and tax depreciation	5,325	-46	-	5,279
Measurement of financial instruments held for trading	6,178	-3,546	-	2,632
Measurement of available-for-sale investments	271	-	3,168	3,439
Commissions and fees settled in time	5,883	184	-	6,067
Income to be received	390	-	-	390
Development work costs	321	128	-	449
Negative fair value - hedged items and hedging instruments	3,374	-2,160	-	1,214
Others	2,151	670	-	2,821
Total deferred tax liabilities	53,273	-3,690	3,168	52,751
Net deferred tax	246,206	6,109	-4,463	247,852

The change in net deferred tax does not equal the deferred tax expense because deferred tax on unrealised gains and losses on available for sale financial assets is recognised directly in the revaluation reserve.

Liabilities

Note 10.7.1

Liabilities due to banks (in PLN thousand)	31 March 2013	31 Dec 2012	31 March 2012
Banks' deposits	1,121,055	342,292	579,985
- current	99,196	58,940	105,925
- term	748,548	-	83,000
- cash collateral	273,311	283,352	391,060
Sale of securities with the repurchase option	-	-	340,493
Liabilities on account of recognition of financial instruments (FX spot and FX swap transactions) on the transaction date	53,763	38,754	136,909
Interest	1,225	1,314	1,822
Total due to banks	1,176,043	382,360	1,059,209

Note 10.7.2

Liabilities due to customers (in PLN thousand)	31 March 2013	31 Dec 2012	31 March 2012
Current deposits	3,445,835	3,579,775	3,194,108
Term deposits	5,263,820	6,288,320	5,884,532
Cash collateral	137,480	141,920	165,414
Sale of securities with the repurchase option	-	-	71,057
Liabilities on account of recognition of financial instruments (FX spot and FX swap transactions) on the transaction date	124	945	6,742
Others	11,575	11,823	7,642
Interest	42,350	42,167	42,479
Total due to customers	8,901,184	10,064,950	9,371,974

Note 10.7.3

Loans and credit facilities received (in PLN thousand)	31 March 2013	31 Dec 2012	31 March 2012
Loans and credit facilities received from banks	7,143,735	7,577,240	8,217,452
Interest	10,756	12,516	14,006
Total loans and credit facilities received	7,154,491	7,589,756	8,231,458

Provisions

Note 10.8.1

Provisions by titles (in PLN thousand)	31 March 2013	31 Dec 2012	31 March 2012
Provisions for off-balance sheet commitments	27,546	7,910	34,853
Incurred But Not Reported loss reserve - off-balance sheet commitments (IBNR)	8,644	8,624	6,424
Legal risk provisions	12,749	9,592	5,690
Provisions for employee benefits (including the restructuring provision)	7,215	7,775	2,548
Reserves for future obligations	2,889	3,977	2,479
Provisions for office sub-lease	1,647	1,789	1,849
Total provisions	60,690	39,667	53,843

The notes below present changes in the balance of provisions:

Note 10.8.2

Change in provisions for off-balance sheet commitments (in PLN thousand)	1 Jan 2013 – 31 March 2013	1 Jan 2012 - 31 Dec 2012	1 Jan 2012 - 31 March 2012
Opening balance	16,534	34,466	34,466
Increases	26,031	13,830	10,950
- for off-balance sheet commitments	24,972	7,562	10,104
- for IBNR losses – off-balance sheet commitments	1,059	6,268	846
Decreases	-6,472	-31,291	-3,998
- for off-balance sheet commitments	-5,433	-27,467	-3,396
- for IBNR losses – off-balance sheet commitments	-1,039	-3,824	-602
FX rate differences	97	-471	-141
Ending balance	36,190	16,534	41,277

Changes in other provisions (in PLN thousand)	1 Jan 2013 – 31 March 2013	1 Jan 2012– 31 Dec 2012	1 Jan 2012 - 31 March 2012
Opening balance	23,133	12,826	12,826
Increases	8,030	29,552	1,055
- for legal risk	5,638	8,898	536
- for office sub-lease	137	1,128	-
- for future obligations	1,540	5,552	439
- for employee benefits	715	13,974	80
Decreases	-6,682	-19,245	-1,315
- for legal risk	-2,500	-4,573	-113
- for office sub-lease	-279	-1,457	-269
- for future obligations	-2,628	-4,548	-933
- for employee benefits	-1,275	-8,667	-
FX rate differences	19	-	-
Ending balance	24,500	23,133	12,566

11. Hedge Accounting

As at 31 March 2013, the Group applies the fair value hedge. The risk hedged is the interest rate risk, and in particular, changes in the fair value of assets and liabilities bearing a fixed interest rate due to changes in a specific reference rate.

Hedging instruments

Hedging instruments are plain vanilla interest rate swaps (IRS) in EUR under which the Group receives a fixed interest rate and pays a variable interest rate based on EURIBOR 3M.

Hedged item

Fixed rate current accounts in EUR are the hedged items.

The table below presents the breakdown of hedging derivative instruments at nominal value as at 31 March 2013 and comparative data broken down by residual maturity:

Note 11

Hedging derivative instruments (in PLN thousand)	31 March 2013							
	Fair value		Nominal value					
	positive	negative	up to 1 month	from 1 to 3 months	from 3 months to 1 year	1-5 years	> 5 years	Total
Interest Rate Contracts	8,658	-	-	-	-	66,838	29,242	96,080
- Swaps (IRS)	8,658	-	-	-	-	66,838	29,242	96,080
Total hedging derivative instruments	8,658	-	-	-	-	66,838	29,242	96,080

Hedging derivative instruments (in PLN thousand)	31 Dec 2012							
	Fair value		Nominal value					
	positive	negative	up to 1 month	from 1 to 3 months	from 3 months to 1 year	1-5 years	> 5 years	Total
Interest Rate Contracts	11,179	-	-	-	-	49,058	44,970	94,028
- Swaps (IRS)	11,179	-	-	-	-	49,058	44,970	94,028
Total hedging derivative instruments	11,179	-	-	-	-	49,058	44,970	94,028

Hedging derivative instruments (in PLN thousand)	31 March 2012							
	Fair value		Nominal value					
	positive	negative	up to 1 month	from 1 to 3 months	from 3 months to 1 year	1-5 years	> 5 years	Total
Interest Rate Contracts	6,392	-	-	-	-	49,939	45,778	95,717
- Swaps (IRS)	6,392	-	-	-	-	49,939	45,778	95,717
Total hedging derivative instruments	6,392	-	-	-	-	49,939	45,778	95,717

12. Lease facilities

The Group runs lease activity through its subsidiary, Fortis Lease Polska Sp. z o.o., by concluding, as a lessor, finance lease transactions primarily concerning means of transport, machines, technical equipment and real estate.

Note 12.1

Finance lease receivables (in PLN thousand)	31 March 2013	31 Dec 2012	31 March 2012
(Gross) finance lease receivables	1,687,310	1,718,790	1,820,223
Unrealised financial income	-3,152	-3,827	-3,994
Current value of minimum lease charges	1,684,158	1,714,963	1,816,229

Note 12.2

Finance lease receivables by maturity (in PLN thousand)	31 March 2013	31 Dec 2012	31 March 2012
up to 1 year	456,043	477,128	529,976
from 1 up to 5 years	685,948	690,439	683,776
above 5 years	545,319	551,223	606,471
(Gross) finance lease receivables	1,687,310	1,718,790	1,820,223
Provisions for impairment	-128,180	-133,594	-135,183
Total finance lease receivables	1,559,130	1,585,196	1,685,040

Note 12.3

Current value of minimum lease charges (in PLN thousand)	31 March 2013	31 Dec 2012	31 March 2012
up to 1 year	452,891	473,297	525,979
from 1 up to 5 years	685,948	690,443	683,779
above 5 years	545,319	551,223	606,471
Current value of minimum lease charges, gross	1,684,158	1,714,963	1,816,229
Provisions for impairment	-128,180	-133,594	-135,183
Total current value of minimum lease charges, net	1,555,978	1,581,369	1,681,046

13. Capital adequacy and financial liquidity

Pursuant to the Banking Law and its relevant administrative law provisions, the Group maintains own funds at the level adequate to risk arising from its business activity. The Group's policy regarding keeping own funds at the appropriate level refers to capital adequacy, capital requirements and the structure of own funds.

The Group's rules of capital management did not change as compared to the ones presented in the financial statements of the Group for the year ended 31 December 2012.

Capital adequacy (in PLN thousand)	31 March 2013	31 Dec 2012	31 March 2012
Total own funds plus short-term capital	2,139,682	2,374,575	1,955,261
Total capital requirement	1,405,763	1,376 283	1,315,115
Capital adequacy ratio	12.18%	13.80 %	11.89%

In the first quarter of 2013 the capital position was maintained on a very safe level.

Capital adequacy ratio at the end of March 2013 was 12.18%.

As compared to the corresponding period of the previous year, the Group's own funds increased by 9.4% up to PLN 2,140 million. The growth was attributable primarily to the share issue (in May 2012) addressed to the majority shareholder (increase of funds by PLN 259 million). In March 2013, the profit of PLN 31 million generated in 2012 was included into the Bank's own funds. Moreover, the Bank changed the currency structure (the capital adequacy ratio resistance to FX rate fluctuations was increased) and maturity structure of the subordinated loans (maturity dates were extended).

In the same period, risk-weighted off-balance sheet assets and liabilities rose by 6.9% up to PLN 17,572 million. The increase of the requirement amount was chiefly attributable to a change, introduced under the KNF Resolution, of the risk weight of foreign currency retail loans (including mortgages), from 75% to 100%.

The Group's own funds were maintained on the level higher than the internal capital requirement, necessary to cover all identified material risk types occurring in the Group's business activity.

In the period analysed, the Bank's liquidity situation remained on a safe level. All the supervisory measures were kept.

At the end of the first quarter 2013, short-term liquidity ratio of M2 equalled 1.30. The excess of total liquidity reserves over unstable external funds (M1) amounted to PLN 494 million.

At the end of the first quarter 2013, long-term liquidity ratio of M4 equalled 1.05. As at 31 March 2013, the Bank recorded available cash surplus of over PLN 801 million, as compared to the minimum M4 value required by the regulator.

Both the liquidity and capital situation of the Group remains stable. The Group's sources of financing allow it to continue its business activity and carry out plans in a safe manner.

14. Other Material Information

14.1. Description of factors and events, especially atypical ones, having a material effect on the financial results generated

In the first quarter of 2013, no factors or atypical events occurred that might have any material effect on the financial results generated.

14.2. Factors that in the issuer's opinion will affect the results generated at least in the subsequent quarter

Key factors that may affect the Group's future performance include the following:

- deterioration of the global economic situation resulting in a slowdown of the Polish economy growth,
- financial problems, if any, of some Polish enterprises,
- rising unemployment rate and a decrease in salary purchasing power which can limit demand for consumer and mortgage loans,
- evolution of the PLN FX rate versus foreign currencies,
- changes in the costs of the Group's financing which depend on the price competition intensity among banks as regards deposit acquisition, and the level of PLN interest rates.

14.3. Information regarding the issue, redemption and reimbursement of non-equity and equity securities

In the first quarter 2013, there were no issue, redemption or reimbursement of equity securities.

14.4. Information on changes to contingent liabilities

The tables below present changes to contingent liabilities granted and received.

Contingent liabilities granted (in PLN thousand)	31 March 2013	31 Dec 2012	Change (%)
Financial liabilities granted	5,011,481	4,930,129	1.7
Guarantee liabilities granted	2,105,090	1,921,582	9.5
Contingent liabilities granted	7,116,571	6,851,711	3.9

Contingent liabilities received (in PLN thousand)	31 March 2013	31 Dec 2012	Change (%)
Financial liabilities received	1,181,500	1,462,000	-19.2
Guarantee liabilities received	523,388	490,046	6.8
Total contingent liabilities received	1,704,888	1,952,046	-12.7

14.5. Information on shareholders holding, directly or indirectly through their subsidiaries, at least 5% of the total number of votes at the issuer's general meeting

As at 31 March 2013 the shareholder structure specifying the shareholders with at least 5% of the total number of votes at the General Meeting was as follows:

Entity name	Number of shares	% of the share capital	Share capital (in PLN)	Number of votes at the general meeting	Share (%) in the total number of votes at the GM
BNP Paribas	28,661,545	99.89%	1,433,077,250	28,661,545	99.89%
BNP Paribas Fortis SA/NV (former Fortis Bank SA/NV)	23,418,013	81.62%	1,170,900,650	23,418,013	81.62%
Dominet SA (in liquidation)	5,243,532	18.27%	262,176,600	5,243,532	18.27%
Minority shareholders	31,381	0.11%	1,569,050	31,381	0.11%
Total:	28,692,926	100.00%	1,434,646,300	28,692,926	100.00%

As at the publication date of the report for Q1 2013, i.e. 13 May 2013, the decrease in the Bank's share capital did not change the shareholders' structure. It was only the nominal value of the stock held by specific shareholders in the share capital structure that changed.

Entity name	Number of shares	% of the share capital	Share capital (in PLN)	Number of votes at the general meeting	Share (%) in the total number of votes at the GM
BNP Paribas	28,661,545	99.89%	1,302,953,835.70	28,661,545	99.89%
BNP Paribas Fortis SA/NV (former Fortis Bank SA/NV)	23,418,013	81.62%	1,064,582,870.98	23,418,013	81.62%
Dominet SA (in liquidation)	5,243,532	18.27%	238,370,964.72	5,243,532	18.27%
Minority shareholders	31,381	0.11%	1,426,580.26	31,381	0.11%
Total:	28,692,926	100.00%	1,304,380,415.96	28,692,926	100.00%

BNP Paribas SA based in Paris is the parent entity (74.93% shares) of BNP Paribas Fortis SA/NV based in Brussels.

BNP Paribas Fortis SA/NV based in Brussels is the parent entity (100% of shares) of Dominet SA

14.6. Changes in the number of the issuer's shares, or share options, owned by the members of the management or supervisory bodies

As at 31 March 2013 and as at the report publication date, i.e. 13 May 2013, none of the Members of the Board of Executives or Members of the Supervisory Board held any shares issued by BNP Paribas Bank Polska SA or any other related financial instruments, which means that no change occurred from the date of submitting the report for 2012, i.e. 8 March 2013.

14.7. Pending Proceedings before Court, Relevant Arbitration Body or Public Administration Body

The Bank acts as a defendant and plaintiff in court or administrative proceedings while conducting its regular banking activity. In no case the value in dispute exceeds 10% of the Bank's equity capital. As at 31 March 2013, the total nominal value of 15 claims (including summons to a conciliatory settlement) against the Bank regarding the FX derivatives made by the customers amounted to PLN 133.7 million (principal amount). The claims are primarily based on the questioning of the validity of the transactions concluded. The highest claim in this group concerns a summons to a conciliatory settlement for PLN 54 million (the principal amount) on account of option transactions questioned. The conciliation proceedings resulted in reaching no settlement, however the Bank has not yet received a lawsuit in this case. The Bank assesses the risk of losing potential litigation as low.

14.8. Information on Related Party Transactions

Information on the Bank's transactions with its parent entity and other entities of the BNP Paribas Group is presented below. These transactions concern bank operations made as part of a regular business activity.

31 March 2013 (in PLN thousand)	Parent entity	Other entities of the BNP Paribas Group	Total
Assets			
Cash and cash equivalents	176,309	11,447	187,756
Financial assets held for trading	18,425	10,647	29,072
Due from banks and Loans to customers	-	69,918	69,918
Hedging instruments	8,658	-	8,658
Other assets	9,051	156	9,207
Total assets	212,443	92,168	304,611
Liabilities			
Financial liabilities held for trading	57,364	3,161	60,525
Due to banks and customers	81,503	917,207	998,710
Loans and credit facilities received	-	5,251,747	5,251,747
Subordinated liabilities	-	457,044	457,044
Other liabilities	599	11,031	11,630
Total liabilities	139,466	6,640,190	6,779,656

31 Dec 2012 (in PLN thousand)	Parent entity	Other entities of the BNP Paribas Group	Total
Assets			
Cash and cash equivalents	956,258	200,455	1,156,713
Financial assets held for trading	8,216	21,094	29,310
Due from banks and Loans to customers	103,458	42,371	145,829
Hedging instruments	11,179	-	11,179
Other assets	9,207	6,695	15,902
Total assets	1,088,318	270,615	1,358,933
Liabilities			
Financial liabilities held for trading	63,037	8,288	71,325
Due to banks and customers	27,220	162,002	189,222
Loans and credit facilities received	-	5,495,895	5,495,895
Differences from measurement to fair value of a hedged item against interest rate risk	8,800	-	8,800
Subordinated liabilities	245,300	448,951	694,251
Other liabilities	659	15,528	16,187
Total liabilities	345,016	6,130,664	6,475,680

31 March 2012 (in PLN thousand)	Parent entity	Other entities of the BNP Paribas Group	Total
Assets			
Cash and cash equivalents	46,944	2,496	49,440
Financial assets held for trading	12,199	54,898	67,097
Due from banks and Loans to customers	654,580	67,649	722,229
Hedging instruments	6,392	-	6,392
Other assets	7,792	2,070	9,862
Total assets	727,907	127,113	855,020
Liabilities			
Financial liabilities held for trading	7,292	35,699	42,991
Due to banks and customers	260,013	214,598	474,611
Loans and credit facilities received	-	6,239,558	6,239,558
Subordinated liabilities	561,869	-	561,869
Other liabilities	32	4,718	4,750
Total liabilities	829,206	6,494,573	7,323,779

Income Statement 1 Jan 2013 - 31 March 2013 (in PLN thousand)	Parent entity	Other entities of the BNP Paribas Group	Total
Interest income	873	2,530	3,403
Interest expense	19,345	-25,912	-6,567
Fee and commission income	41	630	671
Fee and commission expense	-197	-136	-333
Net trading income	4,520	9,416	13,936
Net profit (loss) on hedging transactions	-728	-	-728
Other revenues	-	63	63
Other general expenses	-	-988	-988
Cost of risk	-	-1	-1

Income Statement 1 Jan 2012 - 31 March 2012 (in PLN thousand)	Parent entity	Other entities of the BNP Paribas Group	Total
Interest income	2,487	6,561	9,048
Interest expense	-5,866	-22,889	-28,755
Fee and commission income	290	82	372
Fee and commission expense	-272	-15	-287
Net trading income	34,529	43,743	78,272
Net profit (loss) on hedging transactions	-6,424	-	-6,424
Other revenues	4	1	5
Other operating expenses	-	-6	-6
Other general expenses	-	-824	-824
Cost of risk	-85	-66	-151

Contingent liabilities and transactions in derivative instruments 31 March 2013 (in PLN thousand)	Parent entity	Other entities of the BNP Paribas Group	Total
Contingent liabilities granted:	11,173	318,812	329,985
- items related to financing	-	18,463	18,463
- guarantees	11,173	300,349	311,522
Contingent liabilities received:	33,563	449,413	482,976
- guarantees	33,563	449,413	482,976
Transactions in derivative instruments*	2,076,339	2,787,285	4,863,624

Contingent liabilities and transactions in derivative instruments 31 Dec 2012 (in PLN thousand)	Parent entity	Other entities of the BNP Paribas Group	Total
Contingent liabilities granted:	7,513	367,228	374,741
- items related to financing	-	27,467	27,467
- guarantees	7,513	339,761	347,274
Contingent liabilities received:	29,036	442,813	471,849
- guarantees	29,036	442,813	471,849
Transactions in derivative instruments*	2,791,378	4,841,363	7,632,741

Contingent liabilities and transactions in derivative instruments 31 March 2012 (in PLN thousand)	Parent entity	Other entities of the BNP Paribas Group	Total
Contingent liabilities granted:	10,272	310,003	320,275
- items related to financing	-	29,413	29,413
- guarantees	10,272	280,590	290,862
Contingent liabilities received:	18,583	1,103,622	1,122,205
- items related to financing	-	749,088	749,088
- guarantees	18,583	354,534	373,117
Transactions in derivative instruments*	8,298,201	5,500,484	13,798,685

*In the item "Transactions in derivative instruments", the derivative instrument purchase and sale transactions are presented.

Agreements with the BNP Paribas Group entities

Loan agreements with BNP Paribas SA

In 2013, two credit tranches were disbursed under the loan agreement between the Bank and BNP Paribas SA dated 31 January 2011. The Bank obtained financing in the total amount of CHF 160 million. The repayment date falls on 1 March 2015 with respect to the amount of CHF 80 million and on 1 September 2015 with respect to the amount of CHF 80 million.

Repayment of a subordinated loan

In January 2013, the Bank prepaid a subordinated loan of EUR 60 million granted under the subordinated loan agreement concluded on 23 October 2007 with BNP Paribas Fortis SA/NV. The repayment was made upon consent of the Polish Financial Supervision Authority to the prepayment of the funds totalling EUR 100 million.

Furthermore, in January 2013 the Bank repaid the amount of CHF 250 million obtained under the loan agreement between the Bank and BNP Paribas SA dated 31 January 2011. The amount of CHF 90 million was a partial repayment of the tranche of CHF 169 million, whose repayment date falls on 1 June 2016, whereas the amount of CHF 160 million was a partial repayment of the tranche of CHF 230 million, whose repayment date falls on 1 June 2015.

Multi-option credit line agreement with Fortis Lease Polska Sp. z o.o.

On 22 January 2013, the Bank agreed to extend, until 5 December 2013, the current term of the credit facility in favour of Fortis Lease Polska Sp. z o.o. provided within the Multi-option credit line agreement with a limit of PLN 60 million PLN.

Moreover, on 25 February 2013 the Bank concluded with Fortis Lease Polska Sp. z o.o. an annex to the uncommitted credit facility agreement of 23 March 2012 regarding an increase of the maximum credit amount to the amount of PLN 248 million and determination of the current credit term until 5 December 2013.

14.9. Conclusion of a significant agreement with a customer not affiliated with the Bank

On 11 February 2013, the Bank entered with customers not affiliated with the Bank, into multi-option credit line agreements up to EUR 50 million, which constitute the equivalent of approximately PLN 208 million at the NBP mid-rate of 11 February 2013. The credit funds will finance the current activity of the customers. Each disbursement requires the Bank's approval. The financing term is 12 months. The credit interest rate has been established based on the WIBOR and EURIBOR rate increased by a margin. The financing conditions correspond to market conditions.

The agreements met the criteria of significant agreements at the time of conclusion as the value of the agreement subject matters for the Bank exceeded 10% of the Bank's equity capital.

14.10. Other information essential for the assessment of the situation with respect to human resources, property, finances, net profit/loss and changes thereto, likewise the information which is vital for the evaluation of the Group's ability to fulfil its obligations.

On 4 April 2013 the Annual General Meeting of Shareholders of BNP Paribas Bank Polska SA was held and it made decisions on the following issues:

- changes in the Bank's capital structure related to a decrease of the shares nominal value,
- increase of the share capital of the company through the issue of series "O" shares, with pre-emptive rights of the existing shareholders excluded.

It was resolved that the Bank's share capital will be decreased by PLN 130,265,884.04, that is from PLN 1,434,646,300 to PLN 1,304,380,415.96 by way of decreasing the nominal value of each share of the Bank from PLN 50 to PLN 45.46. After that, the share capital will be further decreased by way of reducing the nominal value of shares and concurrently increased through the issuance of series "O" shares.

Thus, the BNP Paribas Group heads towards fulfilment of its commitments towards the Polish Financial Supervision Authority to increase the free float of shares of BNP Paribas Bank Polska SA up to 15%.

Changes in the composition of the Supervisory Board

The Annual General Meeting of the Bank held on 4 April 2013, appointed two new members of the Supervisory Board:

- Jean-Paul Sabet, the Deputy Head of the BNP Paribas Group's International Retail Banking (IRB);
- Yvan De Cock, Member of the Executive Committee and Head of Corporate and Public Sector Banking of BNP Paribas Fortis SA/NV.

At the same time, Mr Camille Fohl, who took up new duties in the BNP Paribas SA Group, resigned from his function of the Chairman and membership in the Bank's Supervisory Board effective the date of holding the Annual General Meeting. Mr Camille Fohl has served on the Supervisory Board since 26 June 2009.

At the Supervisory Board meeting, held after adjournment of the Annual General Meeting on 4 April 2013, Mr Jean-Paul Sabet took up the function of the Chairman of the Bank's Supervisory Board.

Effective 4 April 2013, the Bank's Supervisory Board composition is as follows:

- | | |
|----------------------|-----------------------------|
| 1. Jean-Paul Sabet | – Chairman, |
| 2. Jarosław Bauc | – Vice Chairman, |
| 3. Filip Dierckx | – Vice Chairman, |
| 4. Monika Bednarek | - Supervisory Board Member, |
| 5. Francois Benaroya | – Supervisory Board Member, |
| 6. Yvan De Cock | - Supervisory Board Member, |
| 7. Jean Deullin | - Supervisory Board Member, |
| 8. Helene Dubourg | – Supervisory Board Member, |
| 9. Andrzej Wojtyna | - Supervisory Board Member. |

14.11. Information about granting by the issuer or its subsidiary any suretyships for loans or credit facilities or issuance of guarantees – in total to one entity or its subsidiary, if the total value of the existing suretyships or guarantees constitutes the equivalent of at least 10% of the group's equity capital

In the first quarter of 2013, no suretyships for loans or credit facilities or issuance of guarantees were granted with the total value of existing suretyships and guarantees accounting for at least 10% of the Group's equity.

14.12. Changes in an economic situation and operating conditions for conducting business that materially affect the fair value of financial assets and liabilities of the entity, irrespective of whether such assets and liabilities are recognised at the fair value or at amortised cost

In the reporting period, there were no changes in the economic situation or conditions for conducting business which would materially affect the fair value of financial assets and liabilities of the entity.

14.13. Failure to repay a credit facility or default on provisions of the credit facility agreement with respect to which no remedial measures were undertaken by the end of the reporting period

In the reporting period, there was no default on the credit facility agreement.

14.14. Changes in the manner of determination of measurement of financial instruments measured at fair value.

In the reporting period, there were no changes in the manner of determination of measurement of financial instruments measured at fair value.

14.15. Changes in the classification of financial instruments due to a change of a purpose or utilisation of such assets

In the first quarter of 2013, there were no changes in the manner of classification of financial instruments due to a change of the purpose or utilisation of such assets.

14.16. Impairment losses on financial assets, tangible fixed assets, intangible assets or other assets, and reversal of such losses

As at 31 March 2013 and 31 March 2012, apart from provisions presented in the notes to the balance sheet, the Group did not make any other material provisions.

14.17. Information about material purchase and sale transactions of tangible fixed assets and a material commitment on account of a purchase of tangible fixed assets

In the first quarter 2013, the Group did not make any material sale or purchase of tangible fixed assets. There were no material commitments, either, on account of any purchase of tangible fixed assets.

14.18. Dividends paid (or declared), in total and per one share, broken by ordinary and preference shares

On 4 April 2013, the Annual General Meeting resolved not to pay any dividends for 2012.

14.19. Corrections of prior period errors

In the first quarter of 2013, no corrections were made of prior period errors.

14.20. Other information

Auditor

On 19 March 2013, the Bank's Supervisory Board, acting under the Bank's Statute, appointed Mazars Audyt Sp. z o.o. with the registered office at ul. Piękna 18, 00-549 Warsaw, KIBR (Polish National Chamber of Statutory Auditors) register number 186, as the entity authorised to review financial statements of BNP Paribas Bank Polska SA and its Group for the first quarter 2013.

Mazars Audyt Sp. z o.o. performed the audit of financial statements of the Bank and its Group for the years 2009-2012, reviews of financial statements of the Bank and its Group for the first year halves of 2010-2012 and it will perform the audit of financial statements of the Bank and its Group for 2013 and the review of financial statements of the Bank and its Group for the first half of 2013.

Update of the Recovery Programme

On 12 April 2013, the Bank provided the Polish Financial Supervision Authority (KNF) with an update of the Recovery Programme for BNP Paribas Bank Polska SA along with new financial projections for the years 2013-2014.

14.21. Post-balance Sheet Events

A Change in the Share Capital and Nominal Value of Shares

On 10 May 2013, the Bank's share capital decrease was registered by the District Court for the capital city of Warsaw, XIII Commercial Division of the National Court Register. The decrease implemented resolutions no. 10 and 11 of the Bank's Annual General Meeting dated 4 April 2013.

The Bank's share capital was decreased from PLN 1,434,646,300 to the amount of PLN 1,304,380,415.96, i.e. by PLN 130,265,884.04 by way of decreasing the nominal value of each share from PLN 50 to PLN 45.46.

After the capital decrease registration, the Bank's share capital amounts to PLN 1,304,380,415.96 and is divided into 28 692 926 ordinary bearer shares with a nominal value of PLN 45.46 each, which entitle to execute 28,692,926 votes at the Bank's General Meeting.

With reference to the share capital decrease, Article 6 of the Bank's Statute was amended accordingly.

Signatures of the Members of the Board of Executives (on the Polish original):

13 May 2013	Frédéric Amoudru President of the Board of Executives signature
13 May 2013	Jan Bujak Senior Vice President of the Board of Executives Chief Financial Officer signature
13 May 2013	Jaromir Pelczarski Vice President of the Board of Executives signature
13 May 2013	Michel Thebault Vice President of the Board of Executives signature
13 May 2013	Wojciech Kemblowski Member of the Board of Executives signature
13 May 2013	Marta Oracz Member of the Board of Executives signature
13 May 2013	Adam Parfiniewicz Member of the Board of Executives signature
13 May 2013	Stéphane Rodes Member of the Board of Executives signature