

Quarterly report for the 4th quarter of 2002

SAB - Q IV/2002 Form (for banks)

Pursuant to §1, item 2 and §57, item 1, point 1 of the Council of Ministers Ordinance dated October 16, 2001 (Official Journal No. 139/2001, item 1569 and No. 31/2002, item 280)

The Board of Executives of Fortis Bank Polska SA
hereby releases the quarterly report for the fourth quarter of 2002

February 12, 2003
(date of submission)

SELECTED FINANCIAL DATA (current year)	PLN '000		EUR '000	
	4 quarters YTD	4 quarters YTD	4 quarters YTD	4 quarters YTD
	from Jan. 1, 2002 to December 31, 2002	from Jan. 1, 2001 to December 31, 2001	from Jan. 1, 2002 to December 31, 2002	from Jan. 1, 2001 to December 31, 2001
I. Interest income	304 878	436 035	78 786	119 432
II. Fee and commission income	71 887	61 225	18 577	16 770
III. Result on banking activity	265 812	252 061	68 691	69 040
IV. Net operating result	42 298	15 763	10 931	4 318
V. Gross profit (loss)	42 298	15 763	10 931	4 318
VI. Net profit (loss)	31 925	10 521	8 250	2 882
VII. Net cash flow from operating activity	188 199	36 465	48 634	9 988
VIII. Net cash flow from investing activity	(486 328)	53 486	(125 676)	14 650
IX. Net cash flow from financial activity	32 691	453 567	8 448	124 234
X. Net cash flow	(265 438)	543 518	(68 594)	148 872
XI. Total assets	3 741 669	4 094 225	930 717	1 162 505
XII. Due to the Central Bank				
XIII. Due to other financial institutions	759 946	912 238	189 032	259 019
XIV. Due to customers and budget sector	2 307 383	2 505 105	573 947	711 294
XV. Own equity	520 753	490 267	129 534	139 205
XVI. Share capital	30 155	30 155	7 501	8 562
XVII. Number of shares	15 077 700	15 077 700	15 077 700	15 077 700
XVIII. Book value per share (in PLN/EUR)	34,54	32,52	8,59	9,23
XIX. Diluted book value per share (in PLN/EUR)				
XX. Capital adequacy ratio	21,21	19,40	21,21	19,40
XXI. Profit (loss) per ordinary share (in PLN/EUR)	2,12	0,70	0,55	0,19
XXII. Diluted profit (loss) per ordinary share (in PLN/EUR)				
XXIII. Declared or paid-out dividend per ordinary share (in PLN/EUR)				

BALANCE-SHEET (PLN'000)	31.12.2002	30.09.2002	31.12.2001	30.09.2001
	end of the quarter (current year)	end of the prior quarter (current year)	end of the quarter (previous year)	end of the prior quarter (previous year)
ASSETS				
I. Cash and due from the Central Bank	248 987	122 776	407 644	124 073
II. Treasury bills and other bills eligible for refinancing with the Central Bank				
III. Due from other financial institutions	496 354	920 268	992 170	616 013
1. A`vista	242 335	745 212	349 116	43 226
2. Term	254 019	175 056	643 054	572 787
IV. Due from customers	2 172 843	2 329 188	2 113 725	2 191 856
1. A`vista	424 020	435 211	383 079	306 070
2. Term	1 748 823	1 893 977	1 730 646	1 885 786
V. Due from budget sector	1 307	20	16	33 272
1. A`vista		20	16	1
2. Term	1 307			33 271
VI. Securities purchased under resale agreements				
VII. Debt securities	679 744	481 830	265 471	676 419
VIII. Shares and investments in subsidiaries	6 572	7 567	10 196	16 196
IX. Shares and investments in sister companies				
X. Shares and investments in associated entities				
XI. Minority investments	45	45	39	43
XII. Other securities and other financial assets			62 101	93 144
XIII. Intangible fixed assets, incl. - goodwill	14 596	14 594	18 691	17 920

XIV. Tangible fixed assets	64 179	66 188	72 712	79 830
XV. Other assets	10 720	9 201	93 976	40 553
1. Seized assets for sale				
2. Others	10 720	9 201	93 976	40 553
XVI. Interperiod settlements	46 322	48 683	57 484	48 729
1. Deferred income tax	37 354	41 150	31 666	32 468
2. Other interperiod settlements	8 968	7 533	25 818	16 261
Total assets	3 741 669	4 000 360	4 094 225	3 938 048
LIABILITIES				
I. Due to the Central Bank				86 131
II. Due to other financial institutions	759 946	954 938	912 238	860 776
1. A'vista	13 981	135 249	64 814	19 634
2. Term	745 965	819 689	847 424	841 142
III. Due to customers	2 280 470	2 315 519	2 479 932	2 320 554
1. Savings:				
a) A'vista				
b) Term				
2. Others:	2 280 470	2 315 519	2 479 932	2 320 554
a) A'vista	924 129	811 916	809 660	317 979
b) Term	1 356 341	1 503 603	1 670 272	2 002 575
IV. Due to budget sector	26 913	35 911	25 173	32 330
a) A'vista	10 850	6 270	6 245	2 109
b) Term	16 063	29 641	18 928	30 221
V. Securities sold under repurchase agreements				
VI. Debt securities issued				
1. Short-term				
2. Long-term				
VII. Other liabilities in respect of financial instruments				
VIII. Special funds and other liabilities	56 396	83 045	101 823	78 314
IX. Accruals and deferred income	85 826	83 794	67 141	56 642
1. Settlement of accrued expenses	8 850	5 835	10 568	
2. Negative goodwill				
3. Other accruals and deferrals	76 976	77 959	56 573	56 642
X. Provisions	11 365	10 422	17 651	17 369
1. Income tax liability	8 038	9 768	16 635	14 155
2. Other provisions	3 327	654	1 016	3 214
a. Short-term				
b. Long-term	3 327	654	1 016	3 214
XI. Subordinated debt				
XII. Share capital	30 155	30 155	30 155	30 155
XIII. Unpaid contribution to share capital (negative value)				
XIV. Own shares (negative value)				
XV. Reserve capital	352 244	352 220	352 220	352 213
XVI. Revaluation reserve	2 562	1 197	4 025	552
XVII. Other reserve capital	96 062	96 062	96 062	96 062
XVIII. Undistributed profit (uncovered loss) from prior years	7 805	11 285	(2 716)	
XIX. Net profit (loss)	31 925	25 812	10 521	6 950
Total liabilities	3 741 669	4 000 360	4 094 225	3 938 048
Capital Adequacy Ratio	21,21	19,81	19,40	19,81
Net book value	520 753	516 731	490 267	485 932
Number of shares	15 077 700	15 077 700	15 077 700	15 077 700
Net book value per share (in PLN)	34,54	34,27	32,52	32,23
Expected number of shares				
Diluted book value per share (in PLN)				

OFF - BALANCE SHEET ITEMS	31.12.2002 end of the quarter (current year)	30.09.2002 end of the prior quarter (current year)	31.12.2001 end of the quarter (previous year)	30.09.2001 end of the prior quarter (previous year)
I. Contingent liabilities and assets:	1 321 029	1 455 024	1 625 515	932 223
1. Contingent liabilities granted:	861 561	1 050 230	1 359 992	740 003
a) lending commitments	739 947	910 834	1 231 137	614 247
b) guarantees	121 614	139 396	128 855	125 756
2. Contingent assets received:	459 468	404 794	265 523	192 220
a) lending commitments	335 889	286 852	223 526	139 215
b) guarantees	123 579	117 942	41 997	53 005
II. Commitments resulting from sale/purchase transactions	2 102 967	1 678 953	3 069 940	1 423 480
III. Others, including:			74 520	6 986
- liabilities due to FX deposit transactions			74 520	6 986
TOTAL	3 423 996	3 133 977	4 769 975	2 362 689

PROFIT AND LOSS STATEMENT	4th quarter from Oct. 1, 2002 to December 31, 2002	4th quarter YTD from Jan. 1, 2002 to December 31, 2002	4th quarter from Oct. 1, 2001 to December 31, 2001	4th quarter YTD from Jan. 1, 2001 to December 31, 2001
I. Interest income	64 992	304 878	98 724	436 035
II. Interest expense	32 925	174 041	63 497	311 331
III. Net interest income(I-II)	32 067	130 837	35 227	124 704
IV. Fee and commission income	18 032	71 887	18 721	61 225
V. Fee and commission expense	2 975	10 914	1 626	3 892
VI. Net fee and commission income (IV-V)	15 057	60 973	17 095	57 333
VII. Income on shares, securities and other financial instruments with variable yield		1 405	(543)	6 725
1. From subsidiaries				
2. From sister companies				
3. From associated entities				
4. From other entities		1 405	(543)	6 725
VIII. Net result on financial transactions	4 483	19 976	3 676	13 307
IX. Net result on FX differences	11 266	52 621	17 944	49 992
X. Result on banking activity	62 873	265 812	73 399	252 061
XI. Other operating income	1 062	5 655	4 391	7 788
XII. Other operating expenses	2 522	5 542	(4 695)	4 598
XIII. General expenses	39 850	139 235	37 937	144 341
XIV. Depreciation of tangible&intangible fixed assets	7 320	28 850	7 161	26 072
XV. Charges to provisions and revaluation	46 667	114 349	60 048	117 784
1. Specific provisions and general risk reserve	45 671	110 725	54 048	109 784
2. Revaluation of financial assets	996	3 624	6 000	8 000
XVI. Release of provisions and other decreases in respect of revaluation	39 149	58 807	27 679	48 709
1. Release of specific provisions and general risk reserve	39 149	58 807	27 679	48 709
2. Revaluation of financial assets				
XVII. Net charges to/release of provisions and revaluation (XV- XVI)	(7 518)	(55 542)	(32 369)	(69 075)
XVIII. Operating profit	6 725	42 298	5 018	15 763
XIX. Extraordinary gains/losses, net				
1. Extraordinary gains				181
2. Extraordinary losses				181
XX. Profit (loss) before taxation	6 725	42 298	5 018	15 763
XXI. Corporate income tax	612	10 373	1 447	5 242
1. current	(1 455)	24 658	(70)	11 223
2. deferred	2 067	(14 285)	1 517	(5 981)
XXII. Other mandatory charges to profit (loss)				
XXIII. Share in net profit (loss) of subsidiaries estimated by ownership rights				
XXIV. Net profit (loss)	6 113	31 925	3 571	10 521
Net profit (loss) (for 12 months)	31 925		10 521	
Weighted average number of ordinary shares	15 077 700		15 077 700	
Net profit (loss) per ordinary share (in PLN)	2,12		0,70	
Weighted average of estimated number of ordinary shares				
Diluted net profit (loss) per ordinary share (in PLN)				

MOVEMENTS IN OWN EQUITY	4th quarter	4th quarter	4th quarter	4th quarter
	from Oct. 1, 2002 to December 31, 2002	YTD from Jan. 1, 2002 to December 31, 2002	from Oct. 1, 2001 to December 31, 2001	YTD from Jan. 1, 2001 to December 31, 2001
I. Opening balance of own equity	764	490 267		278 952
a) Changes in adopted accounting principles (policy)	(764)			
b) Correction of material errors				
I.a. Opening balance of own equity after reclassification to confirm with current year presentation		490 267		278 952
1. Opening balance of share capital		30 155		20 104
1.1. Movements in share capital				10 051
a) increases (in respect of)				10 051
- issue of shares				10 051
b) decreases (in respect of)				
- redemption of shares				
1.2. Closing balance of share capital		30 155		30 155
2. Opening balance of unpaid contribution to share capital				
2.1. Movements in unpaid contributions to share capital				
a) increases				
b) decreases				
2.2. Closing balance of unpaid contribution to share capital				
3. Opening balance of own shares				
a) increases				
b) decreases				
3. Closing balance of own shares				
4. Opening balance of reserve capital		352 220		162 234
4.1. Movements in reserve capital	24	24	7	189 986
a) increases (in respect of)	24	24	7	189 986
- issuance of shares above their par value				189 979
- profit distribution (mandatory)				
- distribution of profit (voluntary)				
- sale and liquidation of fixed assets	24	24	7	7
b) decreases (in respect of)				
- covering prior period losses				
- sale and liquidation of fixed assets				
4.2. Closing balance of reserve capital	24	352 244	7	352 220
5. Opening balance of revaluation reserve		545		552
5.1. Movements in revaluation reserve	1 365	2 017	3 473	3 473
a) increases (in respect of)	1 389	2 041	3 480	3 480
- valuation of securities available for sale	1 389	2 041	3 480	3 480
b) decreases (in respect of)	24	24	(7)	(7)
- sale of fixed assets			(7)	(7)
- liquidation of fixed assets	24	24		
5.2. Closing balance of revaluation reserve	1 365	2 562	3 473	4 025
6. Opening balance of General Risk Fund		79 044		58 012
6.1. Movements in General Risk Fund				21 032
a) increases (in respect of)				21 032
- profit distribution				21 032
b) decreases (in respect of)				
6.2. Closing balance of General Risk Fund		79 044		79 044
7. Opening balance of other reserve capital		17 018		17 018
7.1. Movements in other reserve capital				
a) increases (in respect of)				
b) decreases (in respect of)				
7.2. Closing balance of other reserve capital		17 018		17 018
8. Opening balance of undistributed profit (uncovered loss) from prior year				
		10 521		21 032
8.1. Opening balance of undistributed profit from prior years		10 521		
a) changes in adopted accounting principles (policy)	(3 480)	(2 716)		
b) corrections of material errors				
8.2. Opening balance of undistributed profit from prior year after reclassification to confirm with current year presentation	(3 480)	7 805		21 032

8.3. Movements in undistributed profit from prior years			(2 716)	(23 748)
a) increases (in respect of)				
- profit distribution				
b) decreases (in respect of)			(2 716)	(23 748)
- profit distribution				(21 032)
- changes in adopted accounting principles (policy)			(2 716)	(2 716)
8.4. Closing balance of undistributed profit from prior years		7 805	(2 716)	(2 716)
8.5. Opening balance of uncovered loss from prior years				
a) changes in adopted accounting principles (policy)				
b) corrections of material errors				
8.6. Opening balance of uncovered loss from prior years, after reclassification to confirm with current year presentation				
8.7. Movements in uncovered loss from prior years				
a) increases (in respect of)				
- loss for covering				
b) decreases (in respect of)				
8.8. Closing balance of uncovered loss from prior years				
8.9. Closing balance of undistributed profit or uncovered loss from prior years	(3 480)	7 805	(2 716)	(2 716)
9. Net income	6 113	31 925	3 571	10 521
a) net profit	6 113	31 925	3 571	10 521
b) net loss				
II. Closing balance of own equity	4 022	520 753	4 335	490 267
III. Closing balance of own equity, including the proposed profit distribution (loss covering)	4 022	520 753	4 335	490 267

CASH FLOW STATEMENT	4th quarter	4th quarter	4th quarter	4th quarter
	from Oct. 1, 2002 to December 31, 2002	from Jan. 1, 2002 to December 31, 2002	from Oct. 1, 2001 to December 31, 2001	from Jan. 1, 2001 to December 31, 2001
A. CASH FLOW FROM OPERATING ACTIVITY (I +/- II) - indirect method*				
I. Net profit (loss)	(215 530)	188 199	77 343	36 465
II. Adjustments for:	6 113	31 925	3 571	10 521
1. Share in net profit (loss) of subsidiaries estimated by ownership rights	(221 643)	156 274	73 772	25 944
2. Depreciation				
3. Foreign exchange gains/(losses)	7 320	28 850	7 161	26 072
4. Interest and dividends received and paid	(9 688)	71 952		
5. Profit (loss) on investments	(32 754)	(31 480)	134	(6 924)
6. Change in other reserves	(10 763)	(42 400)	473	(1 046)
7. Change in debt securities held	894	(26 315)	(2 843)	(5 270)
8. Change in amounts due from financial sector	7 173	203 109	(3 480)	(703)
9. Change in amounts due from customers and budget sector	(80 043)	389 060	(18 422)	190 600
10. Change in securities purchased under resale agreements	157 917	(31 809)	111 387	(267 990)
11. Change in shares, securities and other financial instruments with variable yield				
12. Change in amounts due to financial sector				
13. Change in amounts due to customers and budget sector	(193 376)	(256 979)	(153 153)	(22 034)
14. Change in securities sold under repurchase agreements	(44 047)	(197 722)	152 221	128 290
15. Change in securities issued				
16. Change in other liabilities				
17. Change in interperiod settlements	(24 936)	(43 732)	34 051	28 082
18. Change in deferred income	5 034	2 329	(10 857)	(17 554)
19. Other items	(983)	20 403	8 822	34 412
III. Net cash flow from operating activity (I +/- II)	(3 391)	71 008	(51 722)	(59 991)
III. Net cash flow from operating activity (I +/- II)	(215 530)	188 199	77 343	36 465
B. CASH FLOW FROM INVESTING ACTIVITY (I-II)				
I. Cash inflows from investing activity	577 310	1 661 934	1 241 863	4 193 648
1. Sale of shares in subsidiaries		70 230		
2. Sale of shares in sister companies				
3. Sale of shares in associated entities				
4. Sale of other shares, securities and financial assets	552 741	1 546 324	1 241 262	4 176 488
5. Sale of tangible and intangible fixed assets	63	425	527	878
6. Sale of investments in real estates and intangible assets				
7. Other inflows	24 506	44 955	74	16 282
II. Cash outflows from investing activity	(746 505)	(2 148 262)	(796 247)	(4 140 162)
1. Purchase of shares in subsidiaries				
2. Purchase of shares in sister companies				
3. Purchase of shares in associates				

4. Purchase of other shares, securities and financial assets	(741 399)	(2 132 476)	(793 848)	(4 095 996)
5. Purchase of tangible and intangible fixed assets	(4 991)	(15 671)	(2 399)	(44 166)
6. Investments in real estates and intangible assets				
7. Other outflows	(115)	(115)		
III. Net cash flow from investing activity (I +/- II)	(169 195)	(486 328)	445 616	53 486
C. CASH FLOW FROM FINANCIAL ACTIVITY (I-II)				
I. Cash inflows from financial activity	8 073	32 729	66 640	454 100
1. Long-term loans from other banks	8 073	32 729	66 640	254 070
2. Long-term loans from other financial institution				
3. Issue of debt securities				
4. Increase in subordinated debt				
5. Net inflows from issuance of own shares and additional payments to share capital				200 030
6. Other inflows				
II. Cash outflows from financial activity	(14)	(38)	(138)	(533)
1. Repayment of long-term loans contracted from other banks				
2. Repayment of long-term loans contracted from non-bank financial institutions				
3. Redemption of debt securities				
4. Other financial liabilities				
5. Payment of liabilities under financial lease agreements				
6. Decrease in subordinated debt				
7. Payment of dividends and other payments to owners				
8. Other payments (not to owners) related to profit distribution				
9. Purchase of own shares				
10. Other outflows	(14)	(38)	(138)	(533)
III. Net cash flow from financial activity (I +/- II)	8 059	32 691	66 502	453 567
D. NET CASH FLOW (AII+/-BIII+/-CIII)	(376 666)	(265 438)	589 461	543 518
E. CHANGE IN CASH IN BALANCE-SHEET	(376 666)	(265 438)	589 461	543 518
- including changes in cash arising from exchange rate differences	3 398	9 292	(8 060)	(7 535)
F. CASH AT THE BEGINNING OF THE REPORTING PERIOD	867 988	756 760	167 299	213 242
G. CASH AT THE END OF THE REPORTING PERIOD (F+/- D)	491 322	491 322	756 760	756 760
- including cash with restricted option of use				