

2005 Report of the Supervisory Board of Fortis Bank Polska SA

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Assessment of the Bank's developments in 2005

The Supervisory Board has the pleasure to report that Fortis Bank Polska SA (FBP) has closed the year 2005 with very good results. The Bank earned PLN 101,5 million after tax, which is 36% more than in 2004. The gross profit increased by 48% up to almost PLN 123 million.

In 2005, the Bank's total assets grew by PLN 961 million or 18%. As compared to December 2004, the Bank recorded a 28% growth of net credit portfolio and a 23% increase of deposit balances of non-financial sector customers. At the same time it was a subsequent year in a row when the share of non-performing loans in the Bank's loan portfolio was on the decrease from 10.6% at the end of December 2004 to 7.5% as at the end of December 2005.

The Bank met its objectives regarding the level of CIR and ROE: cost income ratio fell to 55% and ROE adjusted by inflation improved to 15%.

The stable economic growth had a very positive impact on the investment activity of the Bank's customers.

The following factors affected Fortis Bank Polska SA financial results generated in 2005; one year after Poland joined the European Union.

Although 2005 was not as good as previous one in respect of economic growth, the economy was well balanced. Lower growth rate was accompanied by low inflation and low current account deficit. GDP growth was 3.2% in comparison with 5.4% in previous year. The reason for slower growth was deceleration of internal demand caused by weaker consumption of households and public sector. Slowdown of internal demand dynamics was partly compensated by improvement in foreign trade. In spite of an unstable political situation the economy seemed to be more and more independent from the troubles at the political scene. PLN has strengthened and the level of unemployment fell from 19% in 2004 to 17,6% in the end of last year.

The Monetary Policy Council cut the official NBP interest rates several times in 2005 by a total of 200 basis points to the level of 4.5%, with a simultaneous inflation drop by 373 base points. The inflation remained far below the lower range of the inflation target (1.5%) of Monetary Policy Council and amounted in December 2005 only to 0.7% y/y. In face of lack of pressure on inflation growth both on the demand and the supply side, the Monetary Policy Council further reduced the interest rates by 25 base points in January and February 2006. As the result the margins on current accounts were decreasing and the yield of ALM bonds portfolio of the Bank was shrinking.

The expansion of credit for the private sector was favored by the interest rate policy of commercial banks, which while reducing the spread of interest rates, lead to the reduction of the cost of loans for enterprises and households. The high dynamics of private sector loans was mainly caused by the household demand. The banks in Poland therefore continue an active loan policy aimed at particular client groups.

Crediting in foreign currencies (especially of mortgage loans for private persons) at the end of 2005 was of particular attention of the banking supervision, because of the exchange risk of debtors, which can develop into the credit risk of banks. Therefore, in 2006 it can be expected that the Commission for Banking Supervision will take an action intended to restrict the

expansion of the currency loans.

Fortis Bank Polska competed with success with other banks on the market. The highlights of the Bank's 2005 performance are:

- Credit portfolio growth by about PLN 928 million over the balance as at December 31, 2004, including a two-fold increase of the number of mortgage loans granted in 2005. Sales of mortgage loans went up sharply. As of the end of 2005 the outstanding balance of mortgage loans was almost PLN 618 million (66% increase in comparison with December 2004).
- Increase of current account balances by 25% and term deposit balances by 20% versus the balances as at December 31, 2004;
- Constantly improving quality of the credit portfolio; the value of non-performing receivables has diminished by 11% since the beginning of the fiscal year;
- Good gross income performance. Net interest income amounting to PLN 165 million was higher than in December 2004 by over PLN 10 million, i.e. by 6.5%. Commission and fee result increased by almost 9% which resulted mainly from non-credit commissions.
- Good FX performance was mainly due to foreign trade development and lending in FC. FX income reached PLN 74.3 million and was higher by 23.2% as compared to December 2004.
- The result on banking activity amounting to PLN 323 million was higher by 14% compared to 2004.
- Bank operating costs amounted to PLN 160.7 million and were by 9.3% higher than in 2004, when they amounted to PLN 147.1 million.
- The balance of provisions made over provisions released equaled PLN 25.2 million, whereas in 2004, this difference amounted to PLN 34.9 million
- At the end of 2005, the level of provisions for receivables at risk amounted to PLN 33.6 million, as compared to PLN 33.7 million in 2004. In 2005, the Bank released provisions for at-risk receivables in the amount of PLN 17.9 million, whereas in 2004 the level of provisions released reached PLN 14.3 million.
- Furthermore, in 2005 the Bank created a general risk reserve of PLN 8.9 million.
- Book value per share rose by 16% from PLN 39.47 as at December 31, 2004 to PLN 45.88 as at December 31, 2005;
- The Bank's ROE grew from 15% as at 31 December 2004 up to 17.5% as at the end of 2005.
- The Bank's capital adequacy ratio is still at comfortable level (11.11% as of the end of 2005).

The Board highly appreciates the efforts of both the Bank's Board of Executives and Employees to implement the new growth strategy announced by Fortis. 'Production' was the motto for the year 2005. The emphasis was put on increasing the Bank's customer base and market share. The Board monitored developments in the results and operation of the business lines, which have focused on developing new growth strategy, introducing new products and growing the customer base. All business lines contributed to the excellent results of the Bank.

In 2005 Retail Banking business line focused on implementation of new credit policy for mortgage loans and development of growth strategy for SE and PB segments. The Bank's network was increased to 32 branch offices by opening 4 new small branches in towns where the Bank has not been present yet. At the same time the development of an external sales network was initiated. Improvement of sales effectiveness is realized through the introduction of a new sales management model and improvement of the quality of operating and credit processes. RB and operations staff put a lot of effort to activate mortgage loan production by implementing changes in the offering and the credit approval process. The final success in sales of mortgage loans for private individuals is also attributable to the cooperation with renowned financial intermediaries.

Following the strategy to develop asset gathering opportunities for the Personal Banking clients, the Bank extended its offer by some interesting investment products. Considering the possibility to offer investment fund units by foreign investment funds on the local market, which exist from the date Poland joined the European Union, FBP in cooperation with Fortis Investments, the Fortis Group asset management arm, introduced sale of umbrella investment funds units - Fortis L-Fund and Fortis L-Fix - to its product offering. FBP has also diversified its offer by selling funds of other providers, including for example Merrill Lynch Torruss Funds, and

offering various investment programs to private individuals in cooperation with life insurance companies.

Commercial Banking reached excellent results in terms of gross profit and volumes. In line with its strategy, CB focused on further development of specialized services, such as leasing, and international trade finance. In co-operation with the business line Global Markets new derivative products were offered to the customers.

Commercial Banking Fortis has decided to establish in Krakow the shared service center to provide settlement services for new opened business centers in Budapest, Prague and Vienna. Making it operational already in July 2005, the Board considers as a major achievement. The Board recommended enhancing cooperation between RB and CB in search of customers and building "the Bank of the Entrepreneur" image.

During 2005, the Global Markets Business Line (GMK BL), performed well, especially in money market transactions and sales of options, thanks also to the strengthening of customer desk and good cooperation with the CB and RB business lines. GMK worked on intensifying contacts with customers, introduction of new products in synergy with other business lines, improvement of inter-bank activity, improvement in reporting on sales and risk monitoring. The Bank developed its offer by selling currency options and European type interest rate options.

The Board supported the expansion into new market segments. In the last quarter 2005 two new business lines started operations in Poland, Consumer Finance, which focuses on retail market of credit cards and cash loans and Private Banking - targeting high-net-worth individuals with a specialized offer of investment products/services, mortgage loans and structured banking services based on Private Banking Account.

In November MeesPierson Intertrust Representative Office has been registered in Poland, seated in Warsaw.

The Board supports and highly values the Board of Executives initiative to continue the customer information program aimed at advising Polish entrepreneurs on how to gain access to subsidies of the European Union under the name "In the EU with Fortis Bank". In the project the Bank continued to finance investments supported with EU subsidies and to provide training-advisory actions for entrepreneurs.

The Bank's financial statements for 2004 were approved at the Annual General Meeting of Shareholders (AGM) on May 24, 2005. The AGM confirmed the discharge of duties of both the Board of Executives and the Supervisory Board members.

The shareholders resolved to allocate entire 2004 net profit which amounted to PLN 74.6 million in major part (PLN 24.6 mio) for the general risk fund and remaining PLN 50 mio for retained earnings. The Bank's articles of association were amended, to adjust the scope of the Bank's core business to changes in the banking law.

The Board received with pleasure the positive results of the comprehensive audit of the Bank, performed in April/May 2005 by the General Inspectorate of Banking Supervision. Two specific recommendations drew the attention of Supervisory Board: i) introduction of procedures and tools to enable effective credit risk management related to real estate financing, in particular ongoing monitoring of credit collateral values and ii) required adjustment of all outsourcing agreements to the binding law.

The Board was also presented with recommendations after the visit of representatives of Belgian regulator CBFA as regards development of FBP and risks associated with the Bank's activity. In general good management and caring for risk has been noted. The Bank's management was encouraged to have a proper risk management structure to take care of the risks related to the FBP fast development.

Being part of Fortis, FBP is building its corporate culture and risk management systems in accordance with the modern best practices and corporate governance rules and consequently introducing procedures meant to safeguard the trustworthiness and reputation of the organization. Internal Alert System (IAS) was introduced in FBP in April 2005, simultaneously with its introduction in Fortis worldwide. Fortunately, since that time no cases of notifications under IAS were reported.

The Supervisory Board supported application of new corporate governance standards imposed by the Warsaw Stock Exchange in 2005 and confirms that in 2005 no breach of the adopted rules was reported at Fortis Bank Polska.

The Supervisory Board closely monitors the performance of Fortis Securities Polska SA (FSP),

the Bank's subsidiary. At the end of 2005, assets under management of Fortis Securities Polska S.A. totaled over PLN 432 million as compared to almost PLN 377 million at the end of December 2004. In 2005 FSP has intensified its offering of portfolio management services in cooperation with new agents. During 2005 discussions were held over the future strategy of FSP. FSP plans to develop its offer for affluent individual clients in co-operation with Private Banking BL.

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Changes in the Board of Executives

At the meeting held on January 6, 2005, the Bank's Supervisory Board decided to release Mr. Ronald Richardson from his duties of President and Member of the Board of Executives effective January 10, 2005 and to terminate his employment contract effective January 31, 2005. At the same time, the Board appointed Mr. Jan Bujak, Chief Financial Officer and Vice President, to the position of President of the Board of Executives from January 11th, 2005 and applied to the Commission for Banking Supervision for approval of this appointment. On February 9th, 2005, the Commission for Banking Supervision issued its consent.

As of the February 1, 2005, Mr. Alexander Paklons has been appointed to the Bank's Board of Executives as the Senior Vice President and Country Manager. Mr. Paklons has been working for Fortis Bank since 1980 in various credit, commercial and marketing management positions in Belgium, in Singapore and in France. At the time of his appointment he was in charge of Personal Banking in Retail Banking Belgium - Marketing.

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Changes in the ownership and capital structure

In 2005 no changes occurred in the shareholder structure.

Since 2001 the main investor Fortis Bank SA/NV seated in Brussels, which then acquired all Series J shares, owns 99.10% of Fortis Bank Polska SA share capital.

Fortis Bank SA/NV submitted an application to the Banking Supervision Commission for issuing a permission to exceed 75% voting rights at the Annual General Meeting of Shareholders of the Bank and is awaiting the BSC decision.

As of December 31, 2005, the equity of Fortis Bank Polska SA amounted to PLN 691,785 thousand, which is by 16% more as compared to PLN 595,176 thousand as at December 31, 2004.

The capital adequacy ratio was 11.11% at the end of December 2005, compared to 12.30% at the end of December 2004. This indicator represents the relationship between the Bank's equity and risk-weighted assets and off-balance sheet items increased by capital requirements related to specific risks.

Fortis Securities Polska S.A. (FSP) is the Bank's subsidiary (100%). In accordance with regulatory requirements concerning capital adequacy and exposure, the Bank deducted PLN 15,360 thousand from equity with regard to its net capital exposure in shares of Fortis Securities Polska SA (FSP) and PLN 14,522 thousand representing 100% of net intangible fixed assets.

The Bank meets the National Bank of Poland (NBP) requirements with regard to the value of equity needed to ensure the safety of the banking system and the limits of acceptable exposure.

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Composition of the Supervisory Board

Effective May 24, 2005, the General Meeting appointed new members to the Supervisory Board of the Bank: Mr. Bernard Levie, Mr. Thierry Schuman and Mr. Peter Ullmann, representing respectively Retail Banking, Commercial Banking and the Credits.

Effective July 1, 2005, Mr. Jos Clijsters has been appointed to the Supervisory Board of the Bank. Mr. Jos Clijsters has taken the position of the Chairman substituting for Mr. Luc Delvaux, who has resigned from this function and membership in the Bank's Supervisory Board.

Since July 1, 2005 until the end of the year the Supervisory Board operated in the following composition:

Jos Clijsters	Chairman
Paul Dor	Deputy Chairman
Antoni Potocki	Deputy Chairman
Werner Claes	Member of the Supervisory Board
Zbigniew Dresler	Member of the Supervisory Board
Didier Giblet	Member of the Supervisory Board
Bernard Levie	Member of the Supervisory Board
Roland Saintrond	Member of the Supervisory Board
Thierry Schuman	Member of the Supervisory Board
Peter Ullmann	Member of the Supervisory Board

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Review of 2005 meetings

In the year under review, the Supervisory Board met on 7 occasions and adopted 27 resolutions.

Recurring issues discussed at the meetings included financial performance of the Bank and results by business lines, review of annual accounts, setting up future financial and business goals of the Bank in Poland and credit policy issues. The Board was briefed on developments in economic situation in Poland.

The Board reviewed the proposed agenda and draft resolutions for the Annual General Meeting, including those regarding profit distribution, amendments in the Statutes, changes in the Regulations of the Supervisory Board, its composition and remuneration of the boardmembers. The Board issued a positive recommendation as regards the Board of Executives activity in 2004.

The Board closely monitored the progress of two important projects, i.e. implementation of the International Financial Reporting Standards and compliance with requirements set out in the New Basle Capital Accord.

The Board of Executives reported on the changes of the Bank's organizational structure, HR management and business development, with a focus on the measures taken to increase income through extending the product range, improved efficiency and cost control.

Major changes in the organization structure were approved in January, reflecting the new division of responsibilities of the BOE members after changes in the BOE composition.

The Board actively participated in the discussion on HR development and actions required to increase the motivation of staff and to reduce turnover. In order to meet very ambitious financial targets stemming from the Fortis and FBP growth strategy the staffing of business lines and support functions was reinforced. The Bank hired ca. 190 people gross in 2005, including the requested recruitments for RB, Private Banking, almost completed the teams in CB and in IT. In some areas there is a difficulty to find good professionals available on the market, like for example credit analysts and project managers. To ensure the quality of staff, the Board of Executives was asked to develop a coherent HR strategy.

The Supervisory Board supported implementation of an action plan following the results of the first Fortis wide Employee Motivation Survey. To increase opportunities for personal development and attention to the employee needs a lot was done to increase availability and effectiveness of trainings, including adjusting internal training programs, increased training

budget, implementation of e-learning and starting High Potentials and Graduate Programs. Actions were planned in the field of development of leadership and managing skills, including FBP management participation in Fortis Leadership Programme.

The Board reviewed the performance of other Fortis entities present in Poland, including Fortis Lease Polska and Fortis Securities Polska.

Further topics of discussion were internal control systems, business risks, and risk management.

The Board reviewed the NBP audit results and the schedule of actions to be taken in response to the post-audit recommendations from the Banking Supervision Commission.

The Board discussed the proposal to develop the external distribution network and pointed out to the risk of spoiling reputation of the Bank when the inexperienced agents target high-worth individuals end SE. It was confirmed how important it will be to target the right customers. It would be the role of regional sales managers to be involved in the process and mitigate that risk.

The Board reviewed and formally approved in January 2005 the updated FBP policies and strategies for liquidity, FX and interest rate risk management, which define risk profiles and strategies related to risk exposures in normal and crisis situations.

The Board regularly reviewed the reporting on evolution of the credit portfolio and borrowers with total exposures in excess of 10% of the Bank's equity. Specific topics discussed on several occasions were new tools for monitoring credit risk, limits policy to real estate sector, quality of the mortgage loan portfolio.

In line with recommendations of the local regulator (GIBS) and the CBFA the Board discussed the proposal to establish an Audit Committee to take care of co-ordination of external auditor's and internal auditors' activity and monitor the quality of internal controls in general. The creation of the Audit Committee was finalized in 2006. This decision is also in line with the policy of Fortis and corporate governance standards of the Warsaw Stock Exchange.

The remuneration adjustments for the Board of Executives members, as well as changes in the Board of Executives composition were other matters resolved by the Board. In order to facilitate the Board decision making, the Compensation Committee of the Supervisory Board signed 12 decisions. Effective September 22, 2005 the authorization of the Compensation Committee was extended to all decisions on remuneration adjustments and bonus payments for the BOE members and the composition of the Committee changed. The Committee members are: Mr. Clijsters, Mr. Potocki and Mr. Schuman.

The above issues were the basis for the Supervisory Board adopting a number of resolutions and recommendations for the Board of Executives. Some of the most important resolutions adopted by the Bank Supervisory Board during the year under review are:

- Appointment of Jan Bujak to the position of President of the Board of Executives,
- Appointment of Alex Paklons to the position of Senior Vice President, Country Manager,
- Approval of the FBP policies and strategies for liquidity, FX and interest rate risk management,
- Approval of new Regulations regarding credit decision making,
- Approval of BOE report for 2004
- Recommendation on Statute amendments and confirming the unified text of the Statute authorized by the May 24th Shareholders Meeting and entered in the commercial register
- Adopting amended operating principles of the Compensation Committee and changes in the composition of the Committee.
- Selection of PricewaterhouseCoopers as the Bank's external auditor for 2005
- Recommending a motion regarding distribution of net profit for 2004 to retained earnings,
- Recommending to maintain the compensation of Supervisory Board members at the existing level,
- Recommendation on the revised statement on compliance to corporate governance standards and amendment to the Supervisory Board Regulations,
- Appointment of the Board of Executives for the next five-year tenure,
- Decisions on salary adjustments for the Board of Executives members and changes in the terms and conditions of the employment contracts of the Board of Executives members,

- Approval of the budget for 2006.
- Approval of Regulations on granting credit products to the members of the Bank Board of Executives or Supervisory Board and persons in managerial positions in the Bank and entities affiliated to them.

Approval of Fortis Compliance Charter for local implementation.

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Prospects

According to the new development strategy for 2005-2009 announced in February 2005, Fortis will focus on profitable growth, i.e. grow further in its home markets, focus on the enlarged (by new EU countries) Europe and selectively grow in Asia and North America. The growth will be measured by the double -digit growth of Net Operating Profit before capital gains (NOP BCG). Acquisitions will be considered to accelerate the organic growth and penetrate new markets. By 2009, at least 30% of NOP BCG will come from outside the Benelux (compared to 15% now).

Fortis Bank Polska plans to implement Fortis group strategy by leveraging regional opportunities. As employer the Bank intends to provide an exciting and motivating working environment, caring for the staff and development of their competences. For its clients the Bank will provide top quality, flexible financial services adjusted to their needs. Offering professional advisory services and individual solutions the Bank wants to build long-term partnerships and thus to enable customers to develop and strengthen their market position. The Bank has not published financial forecasts for 2005. The Supervisory and Executive Boards pursue this policy and do not make any financial forecasts public for 2006.

In line with the overall strategy of Fortis group, Fortis Bank Polska is set to achieve the Growth of Gross Income of 15% per annum and continue measures to decrease the cost-income ratio. The strategy assumes systematic increase of the share of the financial services market that the Bank is present at.

In 2006 FBP intends to broaden its cooperation with other financial institutions from Fortis group in terms of providing shared services to them, including clearing and other financial services.

In 2005 the Bank offered access to foreign investment funds to all interested Customers. This was possible thanks to the cooperation with Fortis Investments, a Luxembourg company and the asset management arm of Fortis Group. Furthermore, for affluent Poles the Bank is preparing *Private Banking* services. The Board is in favor of further development of this offer in the years to come.

The Private Banking business line will develop by focusing its offering on high-net-worth individuals. The offering will include such products and services as: assets management (through Fortis Securities Polska S.A.), domestic and foreign investment funds, package of banking services based on Private Banking Account, mortgage loans, custody services and lombard loans.

The business line Commercial Banking targets medium-sized and corporate customers, with focus on internationally active customers, offering its products through a cohesive network of business centers supported by professionals providing specialist financial products. Its strategy assumes offering solutions and further developing the specialised services, such as cash management, leasing, international trade finance and offering financial market products (money market transactions and derivatives) to the Bank's clients in co-operation with the Global Markets business line. It is planned to open 3 new Business Centers dedicated to large enterprises in 2006.

Retail Banking targets small enterprises, professionals and individual affluent clients and will follow its mission to provide perfectly and in a long-term manner satisfy financial needs of its customers thanks to professional counseling and offering of individual solutions in the scope of financing and assets management. Through traditional (branch network) and electronic distribution channels the Retail Banking business line (RB) will seek to increase its market share in selected market segments. The Board looks forward to the implementation of new RB strategy in SE and PB segments. In 2006, the Bank's management has planned to increase employment and develop the distribution network by opening 6 new branch offices to provide services to private individual customers and small businesses and to establish External

Distribution Network of self-employed agents.

Consumer Finance will pursue its strategy to acquire a significant share in retail market selling credit cards and cash loans to mass-market customers through direct marketing and co-branding deals, supported by promotional stands in shopping centers and commercial areas. The Bank has a well developed platform for starting new operations, modern infrastructure in terms of organization, upgraded servers, and network and professional staff, however in confrontation of the growing requests from the business the Board is concerned about reaching the limits of available resources and control of risks related to the Bank's fast development. The Bank's management plans a further improvement of operating standards and strengthening of risk management and internal controls functions in line with Fortis guidelines and the recommendations of the General Inspectorate of Banking Supervision (GINB). The Bank completed its preparations to fully implement the International Financial Reporting Standards IFRS standards, imposed by the European Commission decision to introduce uniform accounting standards for all companies listed on the regulated markets by 2005. FBP timely implemented all changes in accounting and reporting imposed by Banking Supervision. The Board of Executives has analyzed the issue of implementation of IFRS and decided to postpone adopting IFRS for FBP stand-alone financial statements until January 1, 2007. The Supervisory Board supports the proposal.

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Annual accounts and Board of Executives Report

The Supervisory Board reviewed the report of Fortis Bank Polska SA Board of Executives on the Bank's activity in 2005 and the Bank's financial statements comprising:

1. the introduction;
2. the balance sheet as at 31 December 2005, with total assets and total equity and liabilities of PLN 6,369,903 thousand;
3. the capital adequacy ratio;
4. the statement of off-balance-sheet items as at 31 December 2005, showing a total of PLN 14,446,430 thousand;
5. the income statement for the financial year from 1 January 2005 to 31 December 2005 with a net profit of PLN 101,499 thousand;
6. the statement of changes in equity for the period from 1 January 2005 to 31 December 2005 with an increase in equity of PLN 96,609 thousand;
7. the cash flow statement for the financial year from 1 January 2005 to 31 December 2005, with net inflows amounting to PLN 107,423 thousand;
8. the additional notes and explanations.

As a result of its activity in the 2005 fiscal year, the Bank earned a net profit of PLN 101,499,350.41 (say: one hundred and one million four hundred and ninety nine thousand three hundred fifty and 41/100 Polish zlotys).

The Board approves the Board of Executives Report on the Bank's activity in 2005 and submits the Fortis Bank Polska Financial Statements for 2005 for the consideration of the Annual General Meeting on 2 June 2006.

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Profit distribution

Having considered the Board of Executives' motion regarding allocation of the Bank's after-tax profit for the financial year 2005 amounting to PLN **101,499,350.41**, the Supervisory Board recommends to present to the Annual General Meeting a draft resolution assuming allocation of the 2005 net profit for the increase of own funds in the following way:

- PLN 41,499,350.41 (say: forty one million four hundred and ninety nine thousand three hundred fifty and 41/100 Polish zlotys) for the general risk fund,
- PLN 60,000,000.00 (say: sixty million Polish zlotys) for the reserve capital.

Additionally, the Bank is obliged to cover the negative financial effects of the changes in the accounting principles (EIR and linear provision accrual implementation effects) allocating for

this purpose the relevant part of the Bank's additional capital.

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Share capital increase

The Supervisory Board supports the Board of Executives' motion to increase the Bank' share capital from the company's own funds by an increase in par value of shares.

It requires that the Annual General Meeting shall also consider the allocation of the undistributed profit from previous years to the additional capital and movement of the part of the general risk fund to the reserve capital to gather the necessary amounts to increase the share capital from the additional capital and reserve capital.

The Annual General Meeting will be provided with financial statements, the report of Fortis Bank Polska SA Board of Executives on the Bank's activity in 2005 and this report of the Supervisory Board.

Warsaw , May 15, 2006