

# Balance Sheet

as at	Note	31.12.2000 (current year)	31.12.1999 (prior year)
<b>Assets</b>			
I. Cash and due from Central Bank	1	209 018	127 344
II. T-bills and other bills eligible for refinancing with NBP		-	-
III. Receivables due from other financial institutions	2	837 878	443 688
1. Current		4 224	17 118
2. Term		833 654	426 570
IV. Receivables due from customers and budget sector	3	1 845 751	1 408 683
1. Current		264 322	183 145
2. Term		1 581 429	1 225 538
V. Receivables subject to securities sale and repurchase agreements			
VI. Debt securities	5, 11	397 571	334 849
VII. Shares and investments in subsidiaries	6, 8, 11	18 196	9 108
VIII. Shares and investments in associates	8, 11	-	-
IX. Minority investments	9, 11	43	6
X. Other investments	11	-	-
XI. Intangible fixed assets	12	15 686	12 781
XII. Tangible fixed assets	13	62 446	39 080
XIII. Own shares for sale			
XIV. Other assets	15	45 612	11 325
1. Seized assets		-	-
2. Other		45 612	11 325
XV. Interperiod settlements	16	15 117	3 429
1. Deferred income tax		10 814	-
2. Other interperiod settlements		4 303	3 429
<b>Total assets</b>		<b>3 447 318</b>	<b>2 390 293</b>

## Financial statements

as at	Note	31.12.2000 (current year)	31.12.1999 (prior year)
<b>Liabilities</b>			
I. Due to the Central Bank		16 000	-
II. Due to other financial institutions	17	664 202	492 584
1. Current		2 756	10 364
2. Term		661 446	482 220
III. Due to customers and budget sector	18	2 376 815	1 662 007
1. Savings:			
a) Current			
b) Term			
2. Other:		2 376 815	1 662 007
a) Current		300 504	327 021
b) Term		2 076 311	1 334 986
IV. Liabilities in respect of securities subject to sale and repurchase agreement			
V. Securities issued			
VI. Special funds and other liabilities	21	77 220	28 350
VII. Accruals and deferred income	22	27 843	12 859
VIII. Provisions	23	6 286	6 936
1. Provision for deferred tax		-	776
2. Other provisions		6 286	6 160
IX. Subordinated debt	24		
X. Share capital	25	20 104	16 753
XI. Unpaid contribution to share capital (negative value)			
XII. Reserve capital	26	162 234	95 222
XIII. Revaluation reserve		552	552
XIV. Other reserve capital	27	75 030	49 374
XV. FX differences from recalculation of foreign branches			
XVI. Undistributed profit (or uncovered loss) from prior years			
XVII. Net profit (loss)		21 032	25 656
<b>Total liabilities</b>		<b>3 447 318</b>	<b>2 390 293</b>
Capital Adequacy Ratio	29	12.59	9.78
Net book value		278 952	187 557
Number of shares		10 051 800	8 376 500
Net book value per share (in PLN)	29	27.75	22.39
Expected number of shares		15 077 700	10 051 800
Diluted book value per share (in PLN)	29	18.50	18.66
<b>Off balance sheet items</b>			
I. Contingent liabilities		743 444	926 270
1. Contingent liabilities granted:		556 620	525 061
a) lending commitments		462 241	383 035
b) guarantees	30	94 379	142 026

as at	Note	31.12.2000 (current year)	31.12.1999 (prior year)
2. Contingent assets received:		186 824	401 209
a) lending commitments		158 386	353 212
b) guarantees		28 438	47 997
II. Commitments resulting from sale/ purchase transactions		475 500	649 868
III. Other, including:		66 969	7 921
- liabilities due to FX deposit transactions		66 969	7 921
<b>Total off-balance sheet items</b>		<b>1 285 913</b>	<b>1 584 059</b>

## Profit and loss statement

as at	Note	31.12.2000 (current year)	31.12.1999 (prior year)
I. Interest income	31	397 784	181 031
II. Interest expense	32	273 467	105 630
III. Net interest income (I-II)		124 317	75 401
IV. Fee and commission income	33	44 399	38 855
V. Fee and commission expense		2 685	1 510
VI. Net fee and commission income (IV-V)		41 714	37 345
VII. Income on shares and other securities	34	5 065	-
VIII. Net result on financial operations	35	444	52
IX. Net result on foreign exchange differences		29 863	17 824
X. Result on banking activities		201 403	130 622
XI. Other operating income	36	9 219	6 056
XII. Other operating expenses	37	3 691	3 423
XIII. General expenses	38	118 959	75 226
XIV. Depreciation of tangible and intangible fixed assets		18 086	12 355
XV. Charges to provisions and revaluation	39	61 708	14 345
XVI. Release of provisions and decrease in respect of revaluation	40	21 852	5 230
XVII. Net charges to/release of provisions and changes in respect of revaluation (XV- XVI)		(39 856)	(9 115)
XVIII. Operating profit		30 030	36 559
XIX. Extraordinary gains/ losses, net		-	-
XX. Profit before taxation		30 030	36 559
XXI. Corporate income tax	43	8 998	10 903
XXII. Other obligatory charges to profit (loss)		-	-
XXIII. Net profit (loss)		21 032	25 656
<b>Net profit (loss) (for 12 months)</b>		<b>21 032</b>	<b>25 646</b>
<b>Weighted average number of ordinary shares</b>		<b>10 051 800</b>	<b>10 051 800</b>
<b>Net profit (loss) per ordinary share (in PLN)</b>	<b>45</b>	<b>2.09</b>	<b>2.55</b>
<b>Weighted average of estimated number of ordinary shares</b>		<b>12 983 575</b>	
<b>Diluted net profit (loss) per ordinary share (in PLN)</b>		<b>1.62</b>	

# Movements in own equity

as at	Note	31.12.2000 (current year)	31.12.1999 (prior year)
<b>I. Opening balance of own equity</b>		<b>187 557</b>	<b>131 633</b>
<b>I.a. Opening balance of own equity after reconciliation to confirm with current year presentation</b>		<b>187 557</b>	<b>131 633</b>
1. Opening balance of share capital		16 753	15 230
1.1. Movements in share capital		3 351	1 523
<b>1.2. Closing balance of share capital</b>		<b>20 104</b>	<b>16 753</b>
2. Opening balance of unpaid contribution to share capital			
3. Opening balance of reserve capital		<b>95 222</b>	<b>66 477</b>
3.1. Movements in reserve capital		67 012	28 745
a) increases (in respect of)		67 012	28 752
- issuance of shares above their par value		67 012	28 746
- profit distribution (mandatory)		-	-
- distribution of profit (voluntary)		-	-
- sale and liquidation of fixed assets		-	6
b) decreases (in respect of)		-	(7)
- covering prior period losses			
- sale and liquidation of fixed assets		-	(7)
<b>3.2. Closing balance of reserve capital</b>		<b>162 234</b>	<b>95 222</b>
4. Opening balance of revaluation reserve		<b>552</b>	<b>552</b>
4.1. Movements in revaluation reserves			
a) increases (in respect of)		-	6
- sale and liquidation of fixed assets		-	6
b) decreases (in respect of)		-	(6)
- sale and liquidation of fixed assets		-	(6)
<b>4.2. Closing balance of revaluation reserve</b>		<b>552</b>	<b>552</b>
5. Opening balance of General Risk Fund		<b>32 356</b>	<b>13 713</b>
5.1. Movements in General Risk Fund		25 656	18 643
a) increases (in respect of)		25 656	18 643
- profit distribution		25 656	18 643
b) decreases		-	-
<b>5.2. Closing balance of General Risk Fund</b>		<b>58 012</b>	<b>32 356</b>
6. Opening balance of brokerage activity fund		-	-
7. Opening balance of other reserve capital		<b>17 018</b>	<b>17 018</b>
7.1. Movements in other reserve capital		-	-
<b>7.2. Closing balance of other reserve capital</b>		<b>17 018</b>	<b>17 018</b>
8. Foreign exchange differences from recalculation of foreign branches		-	-
9. Opening balance of undistributed profit (uncovered loss) from prior year		<b>25 656</b>	<b>18 643</b>
9.1. Opening balance of undistributed profit from prior years		-	-
9.2. Opening balance of undistributed profit from prior year		-	-
<b>after reclassification to confirm with current year presentation</b>		<b>25 656</b>	<b>18 643</b>
a) increases (in respect of)		-	-
b) decreases (in respect of)		(25 656)	(18 643)
- profit distribution		(25 656)	(18 643)

as at	Note	31.12.2000 (current year)	31.12.1999 (prior year)
<b>10. Net income</b>		<b>21 032</b>	<b>25 656</b>
a) net profit		21 032	25 656
b) net loss		-	-
<b>II Closing balance of own equity</b>		<b>278 952</b>	<b>187 557</b>

## Cash flow statement

as at	Note	31.12.2000 (current year)	31.12.1999 (prior year)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES (I +/- II) - indirect method*</b>		<b>2 006</b>	<b>94 627</b>
<b>I. Net profit (loss)</b>		<b>21 032</b>	<b>25 656</b>
<b>II. Adjustments for:</b>		<b>(19 026)</b>	<b>68 971</b>
1. Depreciation		18 086	12 355
2. Foreign exchange gains/ losses		-	-
3. Interest and dividends received and paid		(8 890)	(4 870)
4. (Profit ) loss on investment activities		(939)	764
5. Change in other reserves		127	2 514
6. Corporate income tax (per Profit and Loss Statement)		8 998	10 903
7. Corporate Income Tax paid		(20 313)	(10 984)
8. Change in debt securities held		(2 777)	-
9. Change in amounts due from financial sector		(407 084)	(347 763)
10. Change in amounts due from customers and budget sector		(437 068)	(642 139)
11. Change in amounts due to financial institutions		95 931	51 901
12. Change in amounts due to customers and budget sector		714 808	981 651
13. Change in other liabilities		48 870	2 737
14. Change in interperiod settlements		(60)	4 977
15. Change in deferred income		14 170	1 525
16. Other adjustments		(42 885)	5 400
<b>B. CASH FLOW FROM INVESTING ACTIVITIES (I-II)</b>		<b>(94 697)</b>	<b>(244 880)</b>
<b>I. Cash inflows from investing activities</b>		<b>4 219 359</b>	<b>412 305</b>
1. Sale of tangible fixed assets		1 606	1 602
2. Sale of other shares, investments and securities (including those held in trading portfolio)		4 201 834	395 712
3. Other inflows		15 919	14 991
<b>II. Cash outflows from investing activities</b>		<b>(4 314 056)</b>	<b>(657 185)</b>
1. Purchase of intangible fixed assets		(6 812)	(6 770)
2. Purchase of tangible fixed assets		(38 721)	(18 002)
3. Purchase of shares in subsidiaries		(9 088)	(9 108)
4. Purchase of other shares, investments, and securities (including those held in trading portfolio)		(4 259 124)	(622 630)
5. Other outflows		(311)	(675)

## Financial statements

as at	Note	31.12.2000 (current year)	31.12.1999 (prior year)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES (I-II)</b>		<b>161 471</b>	<b>182 536</b>
<b>I. Cash inflows from financing activities</b>		<b>162 050</b>	<b>190 550</b>
1. Long term loans taken from banks		91 687	160 281
2. Inflow from own shares issuance		70 363	30 269
<b>II. Cash outflows from financing activities</b>		<b>(579)</b>	<b>(8 014)</b>
1. Decrease in subordinated debt		-	(5 618)
2. Payments for public purposes		(579)	(625)
3. Other outflows		-	(1 771)
<b>D. NET CASH FLOW (A+/-B+/-C)</b>		<b>68 780</b>	<b>32 283</b>
<b>E. CHANGE IN CASH IN BALANCE SHEET</b>		<b>68 780</b>	<b>32 283</b>
- including changes in cash arising from forex differences		(4 759)	4 838
<b>F. CASH AT THE BEGINNING OF THE REPORTING PERIOD</b>		<b>144 462</b>	<b>112 179</b>
<b>G. CASH AT THE END OF THE REPORTING PERIOD (F+/- D)</b>		<b>213 242</b>	<b>144 462</b>